

GOVERNMENT OF ZAMBIA

ACT

No. 21 of 2015

Date of Assent: 17th December, 2015

An Act to provide for the imposition, payment and collection of an insurance premium levy; and to provide for matters connected with, or incidental to, the foregoing.

[24th December, 2015

ENACTED by the Parliament of Zambia.

Enactment

1. This Act may be cited as the Insurance Premium Levy Act and shall come into operation on 1st January, 2016.

Short title and commencement

2. In this Act, unless the context otherwise requires—

Interpretation

“broker” has the meaning assigned to it in the Insurance Act, 1997;

Act No. 27 of 1997

“Commissioner-General” has the meaning assigned to it in the Zambia Revenue Authority Act;

Cap. 321

“insurance agent” has the meaning assigned to it in the Insurance Act, 1997;

Act No. 27 of 1997

“insurance business” has the meaning assigned to it in the Insurance Act, 1997;

Act No. 27 of 1997

“insurer” has the meaning assigned to it in the Insurance Act, 1997;

Act No. 27 of 1997

“levy” means the insurance premium levy charged under section *four*; and

Amendment
of
section 16 3. Section *sixteen* of the principal Act is amended in paragraph
(b) of subsection (2) by the deletion of the words “seventy-five”
and the substitution therefor of the words “twenty-five”.

THE INSURANCE PREMIUM LEVY ACT, 2015

ARRANGEMENT OF SECTIONS

Section

1. Short title and commencement
2. Interpretation
3. Powers of Commissioner-General
4. Charge of levy
5. When levy becomes due
6. Exemption
7. Recovery of levy
8. Regulations
9. Administrative rules

Act No. 27 of 1997	“policy” has the meaning assigned to it in the Insurance Act, 1997.
Powers of Commissioner General Cap. 321 Cap. 331	3. The Commissioner-General shall, subject to the direction of the Minister, give effect to the provisions of this Act and shall, for that purpose, have all the powers conferred on the Commissioner-General by the Zambia Revenue Authority Act and the Value Added Tax Act.
Charge of levy	4. (1) A three percent levy shall be charged, levied, collected and paid, on insurance premiums in respect of insurance policies for all classes of insurance business carried on by insurers, insurance agents or brokers. (2) Value added tax is not payable on an insurance premium.
When levy becomes due	5. The levy is due at the time when an insurance premium is paid or becomes payable and shall be remitted by the insurer, insurance agent or broker to the Commissioner-General not later than the fourteenth day of the next month following the month in which the levy becomes due.
Exemption	6. The Minister may, by statutory instrument, exempt any person from the payment of the levy.
Recovery of levy Cap. 331	7. Subject to the provisions of this Act, the Value Added Tax Act applies, with necessary changes, to this Act in respect of— (a) the recovery of the levy; (b) the filing of returns; (c) assessments; (d) the keeping of records; (e) the furnishing of information and production of documents; (f) delegation of authority; (g) the appointment of authorised officers; (h) penalties and sanctions; (i) reviews and appeals; and (j) the priority of tax debts in bankruptcy.
Regulations	8. The Minister may, by statutory instrument, make regulations for the proper administration of this Act.
Administrative rules	9. The Commissioner-General may, by notice in the <i>Gazette</i> , make administrative rules for the proper administration of this Act.