

garage report, letter from RTSA, Police Report etc.

j) Do I need to inform ZRA when my vehicle is down or has been sold?

Yes. This should be done in writing immediately when the vehicle is down or sold.

For more information contact:

Call Centre: 4111
Email: advice@zra.org.zm
Website: www.zra.org.zm



PRESUMPTIVE TAX ON PASSENGER TRANSPORT

a) What is Presumptive Tax?

These are estimates of tax payable that are used in dealing with incomes or activities that are hard to tax, e.g. the informal sector.

Presumptive taxation offers the possibility of reducing tax evasion at low cost and broadening the revenue base.

b) Requirements

1. Register for TPIN;
2. Register for presumptive tax – public passenger transport;
3. Submission of an assessment, on a quarterly basis.
4. Pay taxes on time; and
5. No need for elaborate business records.

c) Are all operators of buses, minibuses or taxis liable to pay presumptive tax?

Yes. Presumptive tax was introduced with the exemption of limited companies.

Therefore, only individuals and partnerships are liable to pay Presumptive Tax.

d) What are the Presumptive Tax rates?

Presumptive Tax: Tax on motor vehicles for the carriage of persons is as follows

Type of vehicle (sitting capacity)	Amount of tax per vehicle (per annum)
64 seater and above	K15,552
50-63 seater	K12,960
36-49 seater	K10,368
22-35 seater	K7,776
18-21 seater	K5,184
12-17 seater	K2,592
Below 12 seater (including taxis)	K1,296

To further make the amounts more affordable, the following seven categories of quarterly payments have been provided for:

Type of vehicle (sitting capacity) vehicle (per quarter)	Amount of tax per vehicle
64 seater and above	K3,888
50-63 seater	K3,240
36-49 seater	K2,592
22-35 seater	K1,944
18-21 seater	K1,296
12-17 seater	K648
Below 12 seater (including taxis)	K324

e) What is the presumptive tax for passenger transportation registration process?

1. Login to the ZRA portal created on www.zra.org.zm using the TPIN and password.
2. Then click registration module
3. Select tax type amendment
4. Answer yes to the question "Are you adding business activities?"
5. Select the auxiliary business activity with the code 10001 (passenger public service for the purposes of carriage of persons)
6. And complete the online application form.
7. Attach the scanned copy of the white book in PDF. White book should be in the applicant's name
8. Submit your application (A successful application will generate a reference number)

f) What are the modalities for paying this tax?

1. Login to the ZRA portal created on www.zra.org.zm using the TPIN and password.
2. Click on the returns module
3. Select file presumptive tax return
4. Select the quarter to complete return filing form
5. Submit the return (a successful submission will generate an assessment number)
6. Click on the payments module
7. Select make payments
8. Select pay for pending liabilities

9. Select the liability with the assessment number generated earlier
10. PRN is generated
11. Proceed to make payment through the bank or any available mobile money platform.
12. The presumptive tax clearance certificate is sent to the registered email address on the TPIN.

Please note the following:

- ✓ Transporters are encouraged to comply with the law by registering for presumptive tax at the nearest ZRA office or using our e-service platforms.
- ✓ Transporters are advised to pay the applicable presumptive tax regularly to avoid accumulating tax arrears.
- ✓ Transporters need to obtain a Tax Clearance Certificate from ZRA as a pre-requisite for obtaining a license from Road Transport and Safety Agency (RTSA)
- ✓ Failure to make consistent payment of the tax within the charge year as prescribed will result in arrears and possible penalties and interest on the amount outstanding.

g) What are the applicable penalties for non-compliance?

For late or non-payment of presumptive tax, 5% of the amount that remains unpaid plus interest – charged at the Bank of Zambia Discount Rate plus 2% shall apply.

h) When can I file a nil assessment?

Where a vehicle does not operate for a particular quarter.

i) What are the attachments when filing a nil assessment?

Any valid proof of non-operation of vehicle. E.g.