

COURSE CODE: ACT 4060
COURSE TITLE: TAXATION
CONTACT: FACULTY OFFICE CHANDARIA SCHOOL OF BUSINESS

PROFESSOR: DR. OMBOI BERNARD
CREDIT: 3 UNITS
VENUE: RM. B

COURSE OBJECTIVES

1. Course Description

The course explores the Kenyan taxation laws and practices. The course prepares and equips the learner with skills to engage more meaningfully in the accounting practice specifically the taxation aspects specifically determination of tax liability of different kinds of assesee, capital allowance granted customs and excise laws and value added tax and preparation of tax returns for individuals and other businesses.

2. Link University Mission Outcomes to Program Learning Outcomes

In line with the university mission outcomes:

- higher order thinking (1) v/s global oriented

- literacy-v/s multidisciplinary

- global understanding and multi cultural perspectives

- preparedness for a career (4) v/s preparedness for a career

- leadership and ethics v/s transformative leadership

- community service and development

3. Expected Course Learning Outcomes

- To give the students an overview and scope of taxation with emphasis in Kenyan system.
- To introduce students to the various taxes and their effects in Kenya
- To provide students with advanced aspects of taxation with reference to Kenya scene

4. Detailed Course content

Week	Topics	Subtopics
1	Introduction To Taxation:	<ul style="list-style-type: none"> ▪ Basic concepts & purpose of taxation ▪ Classification of taxes in Kenya ▪ Tax capacity ▪ Tax avoidance, evasion & mitigation ▪ Incidence of taxes and effect of taxation ▪ Principles and canons of taxation
2	Income Tax in Kenya: An Introduction	<ul style="list-style-type: none"> ▪ Income Tax In Kenya-Kenya revenue authority ▪ Structure ,management and responsibilities of BOD ▪ The income tax Act cap 470
3-4	Taxable income of an individual	<ul style="list-style-type: none"> • Employment income including wife's income • Business and professional income • Income from other sources: <ul style="list-style-type: none"> ✓ Dividends & interest ✓ Income from occupation & use of property ✓ royalty Income
5	CAT 1HR – NORMAL CLASS FOR 2HRS AND ASSIGNMENT 1	
5-6	Capital Deductions & Losses	<ul style="list-style-type: none"> ▪ Capital Allowances & Depreciation ▪ Wear and tear allowance ▪ Commercial vehicles ▪ Cost of assets ▪ Capital deductions on mining operations ▪ Capital deduction on farm works & farm house.
7	MID SEM EXAMINATION	
8-9	Taxation of other business units	<ul style="list-style-type: none"> • Taxation Of Partnership • Taxation Of Corporations • Taxation of cooperative societies
10	Value Added Taxation in Kenya	<ul style="list-style-type: none"> ▪ A brief history of VAT ▪ Forms of VAT ▪ Merits & demerits of VAT ▪ Determination of VAT

11	Other Issues on Taxation	<ul style="list-style-type: none"> • Double Taxation Relief And Back Duty ▪ Return notices, assignments payments ,offences & penalties ▪ Stamp duty and other miscellaneous sources ▪ Emerging Issues In Taxation
12-13	Administration of Customs & Excise	<ul style="list-style-type: none"> • Custom and excise duties CAP 472, • Custom and excise documentation and procedure. • Penalties under customs and excise
14	FINAL EXAMINATION	

5. TEACHING APPROACHES

The course will apply direct lectures, case studies, student presentations and class computations and selected guest speakers on contemporary money and capital market issues

6. KEY INSTITUTIONAL POLICIES

- Class attendance is a must.
- Assignments must be submitted on due dates.
- Do not be late for class(beyond 15 minutes)
- No examination make ups
- No Plagiarism
- No live telephones
- Excessive noise not allowed
- Do not leave class without permission
- If you absent self for 3 sessions, you get F

COURSE TEXTS

Saleemi, N.A,2008,*Taxation 1 Simplified,Revised Edition*

7. REFERENCE BOOKS & MATERIAL:

1. Income tax act cap 470 (Kenya)
2. Value added tax amendment act of 2013
3. Excise and customs act cap 472
4. Simiyu N.T.T, Taxation In Kenya,2002 Edition
5. KRA Publications
6. www.kra.ac.ke