Agricultural incentives - VAT reduction to 10%

General info

Economy name
Albania

ID
A22

Incentive name
Agricultural incentives - VAT reduction to 10%

Brief description
A reduced rate of VAT of 10 percent is applied to the supply of agricultural inputs, which includes chemical fertilizers, pesticides, seeds and seedlings, with the exception of hormones

Legal reference

Legal reference name
Law no. 85/2019 “On some additions and amendments to the Law no. 92/2014 ‘On value added tax’, as amended”, part of Fiscal Package 2020, Official Gazette of Albania no. 184, 31.12.2019

Legal reference (Law section / article)
Not available

Incentive design

Incentive group
Financial

Incentive category
Value Added Tax (VAT)

Economy-wide/Sector-specific
Sector-specific

Sector (Simplified)
Agriculture

Sector (NACE)
A AGRICULTURE, FORESTRY AND FISHING

Size of firm that can use incentive

All sizes of firms

Level at which incentive is available
Economy-wide

Ownership of firm that can use incentive
Any

Incentive location
General

Main objective of the incentive
Green transition

In case of grant, share of grant in investment (in %)

Access to information

Contact Info
Street "Dëshmorët e Kombit" Nr.3, Tirana 1001

Weblink to Incentive information in English
https://aida.gov.al/en/

Weblink to Incentive information in local language
https://www.hatfinance.al/images/dokumenta/Ligj_Nr_85__Per_Tatimin_Mbi_Vleren_e_Shtuar__Te_Ndryshuar_HAT_FINANCE-converted.pdf

Eligibility criteria

Eligibility criteria (description)
All registered agricultural producers are entitled to a reduced VAT rate

Eligibility criteria (weblink)
https://www.hatfinance.al/images/dokumenta/Ligj_Nr_85__Per_Tatimin_Mbi_Vleren_e_Shtuar__Te_Ndryshuar_HAT_FINANCE-converted.pdf

Incentive administration

Awarding Authority (Name)
Ministry of Finance, Ministry of Economy and General Directorate of Taxes

Application procedure + Weblink (where available)
The procedures are defined by the legislation and applications must be submitted in a paper form

Implementing Authority (Name)
Ministry of Finance, Ministry of Economy and General Directorate of Taxes