

Vote:021 East African Community

VI: Vote Overview

(i) Snapshot of Medium Term Budget Allocations

Table V1.1: Overview of Vote Expenditures

Billion Uganda Shillings	FY2016/17 Outturn	FY2017/18		FY2018/19 Proposed Budget	MTEF Budget Projections			
		Approved Budget	Spent by End Sep		2019/20	2020/21	2021/22	2022/23
Recurrent Wage	0.845	1.086	0.213	1.086	1.195	1.255	1.317	1.383
Non Wage	27.533	27.852	11.460	27.431	33.465	38.485	46.182	55.419
Devt. GoU	0.684	0.538	0.026	0.538	0.656	0.788	0.788	0.788
Ext. Fin.	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
GoU Total	29.062	29.476	11.699	29.055	35.317	40.528	48.287	57.590
Total GoU+Ext Fin (MTEF)	29.062	29.476	11.699	29.055	35.317	40.528	48.287	57.590
<i>A.I.A Total</i>	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Grand Total	29.062	29.476	11.699	29.055	35.317	40.528	48.287	57.590

(ii) Vote Strategic Objective

- Coordinate harmonization of Regional Legal and Policy frameworks at the National level
- Provide Strategic leadership, coordination, guidance and support for EAC integration
- Ensure compliance and implementation of EAC Policies, Laws, Decisions, Directives and Programmes.
- Strengthen institutional capacity
- Enhance public awareness and public participation in EAC regional integration.

V2: Past Vote Performance and Medium Term Plans

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Performance for Previous Year FY 2016/17

Arising out of the Ministry's role of providing strategic leadership for EAC integration, the following were achieved;

- (1) Uganda implemented the online issuance of the preferential certificates of origin hence facilitating intra-EAC Trade. Issuance of these certificated grew by 28%
- (2) The value of goods from other Partner States, which are accorded zero-tariff treatment, grew by 4.6%
- (3) In line with the EAC SQMT Act, Uganda adopted and is applying 29 EAC Standards.
- (4) Out of 409 applications, 315 work permits were issued for East Africans.
- (5) For the EAC Manpower survey, the employment module was concluded. However the unemployment module and diaspora module is still pending.
- (6) 464 students were granted gratis student passes to stay and study in Uganda.
- (7) 25 applications for workers from other EAC Partner States were processed for recognition of their academic qualifications, experiences, licenses and certifications
- (8) 13 economic undertakings owned by citizens from other EAC Partner States have been established
- (9) 22 service providers from partner States have been pre-qualified and eligible to participate in public procurement in Uganda
- (10) Progress has been registered in mainstreaming of EAC programmes across sectors.
- (11) MEACA engaged NPA in the drafting of Regulations for development Planning. This was made to ensure that development planning regulations capture the need for MDAs and LGs to plans and budget for sector related EAC strategies.
- (12) The EAC Sanitary and Phyto-Sanitary Protocol (SPS) was ratified.
- (13) To operationalize the EAC SPS Protocol, Uganda is developing a national SPS Policy, which currently before Cabinet for consideration
- (14) The processes for the production and issuance of the new internationalize EAC e-passport were fast-tracked.
- (15) The EAC Summit of Heads of State approved the EAC Confederation as the transitional model to the EAC Political federation and directed the Council of Ministers to constitute a team of constitutional experts to draft the EAC Political Confederation Constitution.
- (16) The following EAC Legal instruments were drafted:
 - (a) EAC Protocol on Tourism and Wildlife management
 - (b) EAC Metrology Bill
- (17) The following EAC Bills were adopted by the EAC Council of Ministers and forwarded to EALA for consideration;
 - (a) EA Monetary Institute Bill 2016
 - (b) EA Statistics Bill 2016
 - (c) EA Draft Oaths Bill 2017
- (18) The following EAC Regulations were adopted by the EAC Council of Ministers;
 - (a) EAC OSBP Regulations, 2016
 - (b) EA Vehicle Load Control (Enforcement measures) regulations 2016
 - (c) EA Vehicle Load Control (Axle Loads and configurations) regulations, 2016
 - (d) EA Vehicle Load Control (Special loads) regulations 2016
- (19) The EAC Customs Management (Amendment) Bill 2016 was assented to by Uganda
- (20) Draft sanctions for non-remittance of Partner States contributions were made for consideration and approval.
- (21) The EAC Summit declared the EAC a Common Higher Education Area in order to enhance the quality of education in the region, upon operationalization.

Performance as of BFP FY 2017/18 (Performance as of BFP)

- (1) Salaries for staff processed
- (2) Pension and gratuity processed and paid
- (3) Ugandas annual contribution to EAC Organs and Institutions remitted
- (4) Local Government Sensitization programmes undertaken
- (5) IEC materials for awareness creation produced
- (6) Country Policy paper to guide review of the EAC CET prepared.
- (7) Chaired, coordinated and presented Ugandas positions in various EAC meetings, such as: The Sectoral Councils on; Environment, TCM, EAC Affairs, EAC Counter Terrorism Forum, etc
- (8) Participated in the Election Observer missions in Rwanda and Kenya
- (9) Stakeholder consultations on the draft findings on the EAC principles of good governance held
- (10) Study on the effect of ICT on cross-border communication in the EAC region conducted
- (11) Validated the EAC draft regional policy framework in Trans-boundary Security
- (12) Stakeholders in the implementation of the EAC Mutual recognition procedures for veterinary drugs engaged
- (13) Meeting on the harmonization of national laws to EAC regional legal frameworks in the peace and security sector held.
- (14) Consultations on the road map for the drafting of the Constitution for the EAC Political Confederation were undertaken
- (15) Public awareness campaigns on EAC integration were carried out in 33 of the targeted 35 Local Governments.

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FY 2018/19 Planned Outputs

- (1) Reports on implementation of the EAC Common Market Protocol freedoms and rights prepared
- (2) National dialogue with private Sector and Civil Society held, to prepare for the 6th Annual Secretary Generals Forum.
- (3) Performance of EAC Institutions monitored
- (4) Research on various topical areas related to EAC programme implementation and policy making undertaken.
- (5) Engage women cross border traders on issues of cross border trade and simplified trade regime procedures
- (6) Chair and participate in EAC regional meetings, including: Summit, EALA, Council, Sectoral Council, EAC F&A meetings; Coordination Committee meetings; Technical meetings; etc.
- (7) Coordinate national and regional programmes to attainment of the Constitution for the EAC Political Confederation.
- (8) EAC programmes mainstreamed into sector plans and budgets
- (9) EAC decisions and directives' implementation monitored

- (10) Harmonization of national laws to the EAC legal frameworks coordinated
- (11) Strategic leadership in the negotiations of the Continental FTA provided.
- (12) Operationalization of the OSBPs monitored
- (13) Implementation of the EAC Single Customs Territory monitored
- (14) Training of Business men and women in the reviewed EAC CET undertaken.
- (15) Stakeholders, including women engaged on the implementation of the regional Agricultural Investment Plan engaged.
- (16) Stakeholders including women and people with disabilities engaged on the implementation of the EAC Container Weigh Verification regulations engaged.
- (17) Payment of pensions
- (18) Processing of staff salaries undertaken
- (19) Remittance of Uganda's annual contributions to EAC Organs and Institutions undertaken

Medium Term Plans

- (1) Coordinate the process of mainstreaming EAC programmes into plans and budgets of the different sectors.
- (2) Ensure that Uganda meets its statutory obligation of annually remitting funds to the EAC Organs and Institutions.
- (3) Coordination of the implementation (across sectors) of the national Policy on EAC integration.
- (4) Scaling-up sensitization and awareness creation among the public, as a way of increasing visibility of EAC.
- (5) Coordinate national efforts towards the drafting of the Constitution of the EAC Political Confederation, as a route towards ultimate attainment of the EAC Political Federation.
- (6) Coordinate the progressive implementation of the commitments enshrined in the EAC Monetary Union Protocol.
- (7) Provide Strategic leadership in the process of: implementation of the EAC Customs Union and Common Market; Tripartite FTA; negotiations of the Continental FTA, conclusion of the EAC-EU EPAs, among other regional policy frameworks

Efficiency of Vote Budget Allocations

The allocation of resources has been made in such a way that;

- (1) Areas that will contribute maximum to the attainment of programme Outcomes are prioritized.
- (2) Statutory obligations and requirements are met

Vote Investment Plans

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- (1) Two Motor Vehicles
 (2) Assorted Equipment
 (3) Assorted Furniture

Major Expenditure Allocations in the Vote for FY 2018/19

- Below are the major expenditure allocations made for FY 2018/19;
 (1) Uganda's contributions to the EAC Organs and Institutions (UGX 19.522)
 (2) Pension and Gratuity payments (UGX 2.958 billion)
 (3) Staff salaries (UGX 1.086 billion)
 (4) Travel abroad to Chair and attend mandatory EAC meetings (UGX 0.812 billion)
 (5) Travel inland (UGX 0.598 billion)
 (6) Office Rent (UGX 0.570 billion)

V3: PROGRAMME OUTCOMES, OUTCOME INDICATORS AND PROPOSED BUDGET ALLOCATION

Table V3.1: Programme Outcome and Outcome Indicators

Vote Controller :							
Programme :	18 Regional Integration						
Programme Objective :	To provide policy coordination and strategic leadership on all matters of East African Community integration, with a view of ensuring: Market access, Competitiveness, and Joint decision making & collaboration.						
Responsible Officer:	Director East African Community Affairs						
Programme Outcome:	Regional integration deepened in Uganda						
<i>Sector Outcomes contributed to by the Programme Outcome</i>							
1. Harmonized Government Policy formulation and implementation at central and Local Government level							
Programme Performance Indicators (Output)	Performance Targets						
	2016/17 Actual	2017/18 Target	Base year	Baseline	2018/19 Target	2019/20 Target	2020/21 Target
• Value (in US Dollars) of intra EAC trade	0				2,076	2,221	2,377
• Value (in US Dollars) of Uganda's exports to the EAC that are accorded preferential tariff treatment	0				618	714	825
• Number of Ugandans employed in the other EAC Partner States	0				1,698	1,848	2,011

Table V3.2: Past Expenditure Outturns and Medium Term Projections by Programme

<i>Billion Uganda shillings</i>	2016/17	2017/18		2018-19	MTEF Budget Projections			
	Outturn	Approved Budget	Spent By End Q1	Proposed Budget	2019-20	2020-21	2021-22	2022-23
Vote :021 East African Community								
18 Regional Integration	0.000	0.783	0.183	0.760	4.000	4.800	6.000	8.000
31 Coordination of the East African Community Affairs	0.877	0.000	0.000	0.000	0.000	0.000	0.000	0.000
32 East African Community Secretariat Services	19.726	0.000	0.000	0.000	0.000	0.000	0.000	0.000
49 Administration, Policy and Planning	7.530	28.694	11.514	28.295	31.317	35.728	42.287	49.590
Total for the Vote	28.133	29.476	11.697	29.055	35.317	40.528	48.287	57.590

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V4: SUBPROGRAMME PAST EXPENDITURE OUTTURNS AND PROPOSED BUDGET ALLOCATIONS

Table V4.1: Past Expenditure Outturns and Medium Term Projections by SubProgramme

Billion Uganda shillings	2016/17	FY 2017/18		2018-19	Medium Term Projections			
	Outturn	Approved Budget	Spent By End Sep	Proposed Budget	2019-20	2020-21	2021-22	2022-23
Programme: 18 Regional Integration								
02 Political Affairs	0.000	0.175	0.040	0.152	1.000	1.200	1.500	2.000
04 Economic Affairs	0.000	0.190	0.044	0.175	1.000	1.200	1.500	2.000
06 Social Affairs	0.000	0.216	0.051	0.252	1.000	1.200	1.500	2.000
07 Production and Infrastructure	0.000	0.201	0.047	0.180	1.000	1.200	1.500	2.000
Total For the Programme : 18	0.000	0.783	0.183	0.760	4.000	4.800	6.000	8.000
Programme: 31 Coordination of the East African Community Affairs								
02 Political and Legal Affairs	0.236	0.000	0.000	0.000	0.000	0.000	0.000	0.000
03 Production and Social services	0.356	0.000	0.000	0.000	0.000	0.000	0.000	0.000
04 Economic Affairs	0.258	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Total For the Programme : 31	0.849	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Programme: 32 East African Community Secretariat Services								
01 Finance and Administration	19.726	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Total For the Programme : 32	19.726	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Programme: 49 Administration, Policy and Planning								
01 Finance and Administration	6.936	28.071	11.470	27.682	30.510	34.590	41.000	48.252
05 Internal Audit	0.075	0.085	0.021	0.075	0.150	0.350	0.500	0.550
1005 Strengthening Min of EAC	0.519	0.538	0.026	0.538	0.656	0.788	0.788	0.788
Total For the Programme : 49	7.530	28.694	11.517	28.295	31.317	35.728	42.287	49.590
Total for the Vote :021	28.105	29.476	11.699	29.055	35.317	40.528	48.287	57.590

Table V4.2: Key Changes in Vote Resource Allocation

Major changes in resource allocation over and above the previous financial year	Justification for proposed Changes in Expenditure and Outputs
Vote :021 East African Community	
<i>Programme : 18 East African Community</i>	
Output: 02 Compliance with implementation of EAC decisions and directives Monitored and Evaluated	
Change in Allocation (US\$ Bn) : (0.033)	Additional funding for activities
Output: 04 Public awareness and Public participation in EAC regional Integration enhanced	
Change in Allocation (US\$ Bn) : (0.036)	Additional funding for EAC Clubs in Secondary Schools and EAC Associations in Universities
<i>Programme : 49 East African Community</i>	
Output: 20 Records Management Services	
Change in Allocation (US\$ Bn) : 0.020	Cost -cutting to provide for funding pressures
Output: 31 Policy, consultations, planning and monitoring provided	
Change in Allocation (US\$ Bn) : 0.153	Cost -cutting to provide for funding pressures

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Output: 33 Ministerial and Top Management Services provided	
Change in Allocation (US\$ Bn) : (0.239)	Allocation to funding pressures under the offices of the Ministers
Output: 34 Public awareness on EAC integration coordinated	
Change in Allocation (US\$ Bn) : 0.166	Cost-cutting to provide for funding pressures
Output: 43 Statistical Coordination and Management	
Change in Allocation (US\$ Bn) : 0.017	Reduction to provide to the demand for transport equipment
Output: 75 Purchase of Motor Vehicles and Other Transport Equipment	
Change in Allocation (US\$ Bn) : (0.160)	Additional demands for transport equipment for the office of the Minister
Output: 78 Purchase of Office and Residential Furniture and Fittings	
Change in Allocation (US\$ Bn) : 0.116	Reduction to provide to the demand for transport equipment

Table V4.3: Major Capital Investment (Capital Purchases outputs over 0.5Billion)

N/A

V5: VOTE CHALLENGES FOR 2018/19 AND ADDITIONAL FUNDING REQUESTS

Vote Challenges for FY 2018/19

- (1) Slow pace (by MDAs) of harmonization of national laws to conform to the EAC legal framework
- (2) Limited mainstreaming (by MDAs) of the EAC regional activities and programmes into annual plans and budgets
- (3) Limited awareness among the public on the progress of EAC integration
- (4) Depreciation of the Uganda shilling against the US Dollar, creates a shortfall on the funds appropriated for Uganda's Annual contributions to the EAC Organs and Institutions
- (5) Inadequate funding to effectively coordinate the implementation of EAC programmes in Uganda

Table V5.1: Additional Funding Requests

Additional requirements for funding and outputs in 2018/19	Justification of requirement for additional outputs and funding
Vote : 021 East African Community	
Programme : 18 Regional Integration	
OutPut : 04 Public awareness and Public participation in EAC regional Integration enhanced	

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<p>Funding requirement US\$ Bn : 2.700</p>	<p>The following interventions require more funding;</p> <ul style="list-style-type: none"> (a) Publishing articles in Print Media (b) TV and Radio talk shows (c) Engaging media houses (d) Forming Clubs (e) Civic Education programmes (f) Production of IEC materials EAC Documentaries and airing them (g) Composing EAC Songs (h) Equipping Regional Integration centres at the various border points (i) Joint border sensitization (j) LG Sensitization outreaches
<p>Programme : 49 Administration, Policy and Planning</p>	
<p>OutPut : 32 Ministry Support Services (Finance and Administration) provided</p>	
<p>Funding requirement US\$ Bn : 8.150</p>	<p>Staff structure had been expanded due to restructuring yet available funds for rent are inadequate to procure enough office space. In addition, the Ministry also prefers to have an office block, the EAC House, to have facilities like offices, conference rooms, Resource centre, EAC Video conference facility, Swahili laboratory, etc. If the the EAC House is built, it will not only act as the home for MEACA, but it will also host all EAC meetings/conferences that take place in Kampala.</p>
<p>OutPut : 35 Finance & Human policies & programmes coordinated and their implementation Monitored</p>	
<p>Funding requirement US\$ Bn : 0.750</p>	<p>Uganda taking up the Chairmanship of the EAC has several implications as far as coordination of the EAC programmes is concerned. The implications include among others;</p> <ul style="list-style-type: none"> (i) Uganda being represented at all EAC regional meetings, without fail. <p>This means an increase in the size of Uganda's delegation to all EAC meetings, attendance needs to be ensured, hence the need to adequately plan and budget for these meeting without fail.</p>
<p>OutPut : 51 Uganda's Contribution to the EAC Secretariat remitted</p>	
<p>Funding requirement US\$ Bn : 18.350</p>	<p>Shortfalls in Ugandas annual contributions to EAC Organs & Institutions. A total of UGX 27.17 bn is required yet only UGX19.52 is provided.</p> <p>The Ministry of finance, Planning and Economic Development verified historical arrear contributions to IUCEA amounting to UGX. 10.7Bn, which is yet to be released.</p>