

VOTE: 130 Treasury Operations (TOP)

I. VOTE MISSION STATEMENT

To effectively and efficiently manage Government statutory debt obligations, Investments and the Contingencies Fund

II. STRATEGIC OBJECTIVE

To maintain a Robust Debt Management System that provides reliable information, timely processing of funds requests and Debt Servicing

III. MAJOR ACHIEVEMENTS IN 2021/22

Processed 605 Withdrawal applications that were submitted by projects during the period. These included the online disbursement applications to IFAD and World Bank using Client Connection web.

The projections for External and Domestic debt due were prepared and reconciled with creditors.

Payment of principal, interest, commissions and other costs related to external borrowing was processed as and when it fell due without incurring any penalties to Government of Uganda.

Availed resources amounting to Ugx 55.7bn to respond to the Covid pandemic and other emergencies under the Contingencies Fund

Prepared Financial Statements for Treasury Operations Vote 130 and the Contingencies Fund for the FY ended 30th June, 2021 and statutory Audit supported for the year ended

The Debt Management and Financial Analysis System was updated with 11 new loans contracted during the period amounting to approx. Ugx 3.9tn and 4 grants, issuances of domestic debt, loan and grants disbursements, Treasury bills and Bond Costs and repayment of maturing debt to facilitate production of reports.

VOTE: 130 Treasury Operations (TOP)**IV. MEDIUM TERM BUDGET ALLOCATIONS****Table 4.1: Overview of Vote Expenditure (Ushs Billion)**

	2022/23 Proposed Budget	MTEF Budget Projections			
		2023/24	2024/25	2025/26	2026/27
Recurrent					
Wage	0.000	0.000	0.000	0.000	0.000
Non-Wage	16,406.975	16,406.975	16,406.975	16,406.975	16,406.975
Devt.					
GoU	0.000	0.000	0.000	0.000	0.000
Ext Fin.	0.000	0.000	0.000	0.000	0.000
GoU Total	16,406.975	16,406.975	16,406.975	16,406.975	16,406.975
Total GoU+Ext Fin (MTEF)	16,406.975	16,406.975	16,406.975	16,406.975	16,406.975
Arrears	13.373	0.000	0.000	0.000	0.000
Total Budget	16,420.348	16,406.975	16,406.975	16,406.975	16,406.975
Total Vote Budget Excluding	16,406.975	16,406.975	16,406.975	16,406.975	16,406.975

VOTE: 130 Treasury Operations (TOP)**Table 4.2: Budget Allocation by Department for Recurrent and Development (Ushs Billion)**

<i>Billion Uganda Shillings</i>	Draft Budget Estimates FY 2022/23	
	Recurrent	Development
Programme:18 DEVELOPMENT PLAN IMPLEMENTATION	16,087.422	0.000
SubProgramme:02 Resource Mobilization and Budgeting	16,087.422	0.000
Sub SubProgramme:01 Treasury Operations	16,087.422	0.000
001 Administration	16,087.422	0.000
Total for the Vote	16,087.422	0.000

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V. PERFORMANCE INDICATORS AND PLANNED OUTPUTS

Table 5.1: Performance Indicators

Programme: 18 DEVELOPMENT PLAN IMPLEMENTATION				
SubProgramme: 02 Resource Mobilization and Budgeting				
Sub SubProgramme: 01 Treasury Operations				
Department: 001 Administration				
Budget Output: 560050 Debt Service Payments				
PIAP Output: Integrated debt management strengthened				
Indicator Name	Indicator Measure	Base Year	Base Level	Performance Targets
				2022/23
An updated debt management system in place	Percentage	2017-2018	100%	100%
Integrated debt management strategy developed	Yes/No	2017-2018	100%	100%
Budget Output: 560051 Contingencies Fund Management				
PIAP Output: Integrated debt management strengthened				
Indicator Name	Indicator Measure	Base Year	Base Level	Performance Targets
				2022/23
An updated debt management system in place	Percentage	2017-2018	100%	100%
Integrated debt management strategy developed	Yes/No	2017-2018	Yes	Yes
Budget Output: 560052 Claims Payments				
PIAP Output: Integrated debt management strengthened				
Indicator Name	Indicator Measure	Base Year	Base Level	Performance Targets
				2022/23
An updated debt management system in place	Percentage	2018-2019	100%	100%
Integrated debt management strategy developed	Yes/No	2018-2019	Yes	Yes

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VI. VOTE NARRATIVE

Vote Challenges

COVID Pandemic affected staff and stakeholders which reduced direct interaction and transmission of documents. This was overcome by encouraging staff and stakeholders to adhere to SoPs.

Delays by Some creditors especially those without local offices in Uganda to confirm disbursements such as Saudi Fund, BADEA and IDB. This affects timely update of the loan ledgers.

Budget cuts on key items during appropriation. Distorts budget efficiency through unnecessary requests for budget revisions during execution

Ever Increasing cost of borrowing arising from a shift from concessional borrowing to market based loans which are costly in terms of interest and arrangement fees

Low absorption of funds by some projects due to multiple issues such as COVID, Procurement delays and Resettlement of Project Affected Persons.

Plans to improve Vote Performance

Engage creditors via emails and letters to improve disbursements turnaround

Continued efforts geared towards analyzing and negotiating for Cheapest Financing Options available to reduce the cost of borrowing

MOFPED to setup a committee to review the loan portfolio and problematic projects recommended for restructuring or cancellation

VII. Off Budget Support

Table 7.1: Off Budget Support by Project and Department

N / A

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VIII. VOTE CROSS CUTTING POLICY AND OTHER BUDGETARY ISSUES

Table 8.1: Cross- Cutting Policy Issues

i) Gender and Equity

N / A

ii) HIV/AIDS

N / A

iii) Environment

N / A

iv) Covid

N / A

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IX. PERSONNEL INFORMATION

Table 9.1: Staff Establishment Analysis

N / A

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Table 9.2: Staff Recruitment Plan

N / A

