

# Vote: 141 URA

## QUARTER 1: Highlights of Vote Performance

### V1: Summary of Issues in Budget Execution

This section provides an overview of Vote expenditure

#### (i) Snapshot of Vote Releases and Expenditures

Table V1.1 below summarises cumulative releases and expenditures by the end of the quarter:

**Table V1.1: Overview of Vote Expenditures (US\$ Billion)**

<i>(i) Excluding Arrears, Taxes</i>		Approved Budget	Cashlimits by End	Released by End	Spent by End Sept	% Budget Released	% Budget Spent	% Releases Spent
Recurrent	Wage	107.132	26.783	26.783	26.783	25.0%	25.0%	100.0%
	Non Wage	84.089	21.022	20.273	20.273	24.1%	24.1%	100.0%
Development	GoU	40.500	9.350	11.497	11.497	28.4%	28.4%	100.0%
	Donor*	3.599	N/A	0.000	0.000	0.0%	0.0%	N/A
<b>GoU Total</b>		<b>231.720</b>	<b>57.155</b>	<b>58.553</b>	<b>58.553</b>	<b>25.3%</b>	<b>25.3%</b>	<b>100.0%</b>
<b>Total GoU+Donor (MTEF)</b>		<b>235.319</b>	<b>N/A</b>	<b>58.553</b>	<b>58.553</b>	<b>24.9%</b>	<b>24.9%</b>	<b>100.0%</b>
<i>(ii) Arrears and Taxes</i>	Arrears	0.000	N/A	0.000	0.000	N/A	N/A	N/A
	Taxes**	0.000	N/A	0.000	0.000	N/A	N/A	N/A
<b>Total Budget</b>		<b>235.319</b>	<b>57.155</b>	<b>58.553</b>	<b>58.553</b>	<b>24.9%</b>	<b>24.9%</b>	<b>100.0%</b>

\* Donor expenditure data available

\*\* Non VAT on capital expenditure

The table below shows cumulative releases and expenditures to the Vote by Vote Function :

**Table V1.2: Releases and Expenditure by Vote Function\***

Billion Uganda Shillings	Approved Budget	Released	Spent	% Budget Released	% Budget Spent	% Releases Spent
VF:1454 Revenue Collection & Administration	235.32	58.55	58.55	24.9%	24.9%	100.0%
<b>Total For Vote</b>	<b>235.32</b>	<b>58.55</b>	<b>58.55</b>	<b>24.9%</b>	<b>24.9%</b>	<b>100.0%</b>

\* Excluding Taxes and Arrears

#### (ii) Matters to note in budget execution

NA

**Table V1.3: High Unspent Balances and Over-Expenditure in the Domestic Budget (Ushs Bn)**

<i>(i) Major unspent balances</i>
<i>(ii) Expenditures in excess of the original approved budget</i>
* Excluding Taxes and Arrears

## V2: Performance Highlights

This section provides highlights of output performance, focusing on key outputs and actions implemented to improve section performance.

**Table V2.1: Key Vote Output Indicators and Expenditures\***

Vote, Vote Function Key Output	Approved Budget and Planned outputs	Cumulative Expenditure and Performance	Status and Reasons for any Variation from Plans
<b>Vote Function: 1454 Revenue Collection &amp; Administration</b>			
<b>Output: 145401</b>	<b>Customs Tax Collection</b>		
<i>Description of Performance:</i>	18% Growth in customs Revenue	Comparing the first quarter performance of FY 2014/15 to that of FY 2013/14, Customs taxes' collections grew by 18.25% (UGX 157.13Bn).	The international trade taxes' performance of 98.44% is attributed to; low productivity in the port of Mombasa that affected ship discharge operations during the first 2 months of this financial year as a result of rehabilitation of the port infrastructure and the
	100% Customs revenue collection to target.		
	30% Reduction in total Arrears	Customs taxes collections for the first quarter of FY 2014/15 was	
	160 Comprehensive Audits		

# Vote: 141 URA

## QUARTER 1: Highlights of Vote Performance

<i>Vote, Vote Function Key Output</i>	<b>Approved Budget and Planned outputs</b>	<b>Cumulative Expenditure and Performance</b>	<b>Status and Reasons for any Variation from Plans</b>
	40 Oil Issue Audits completed.  2 Taxpayers accredited	UGX 1,018.05Bn against a target of UGX 1,034.23Bn, a performance rate of 98.44%. There was a deficit of UGX 16.18 Bn.  The arrears as at 30th June 2014 was UGX 51.981bn, arrears as at 30th Sept 2014 was UGX 39.6871bn, giving a percentage reduction of 24%.  34 comprehensive audits were completed against the 24. 02 issue audits were completed against the target of 02. 02 fuel reconciliation reports with Ministry of Energy were compiled against the target of 01. 1 end use exemption inspection audit is work in progress to be concluded in the quarter  2.  For the period July_September 2014, 12 new companies were given AEO status. These included; Spedaginterfreight Ltd, General Machinery Ltd, Victoria Pumps Ltd, Victoria Motors Ltd, Victoria Engineering Ltd, Victoria Equipment Ltd, Rapid Kate Services (U) Ltd, Multilines International, Daks Courier Services, Union Logistics (U) Ltd, Bemuga Forwarders Ltd and DHL International (U) Ltd.	prolonged rains in the coastal region. There was also front loading of imports in the last two months of FY 2013/14 done in anticipation of tax policy changes in the budget. This applied to cigarettes and motorcycles.  It should however be noted that customs' performance significantly improved in the month of September 2014 as a result of efficient administrative measures such as automation of valuation control and single customs territory(SCT). All the products rolled out under the SCT registered increases in revenue yields compared to the same period last FY. More companies were granted the AEO status having been found compliant than previously planned.
<i>Performance Indicators:</i>			
Customs tax Revenue collected against target	100	98.44	
<i>Output Cost:</i>	US\$ Bn: 49.433	US\$ Bn: 12.358	% Budget Spent: 25.0%
<b>Output: 145402</b>	<b>Domestic Tax Collection</b>		
<i>Description of Performance:</i>	100% Domestic taxes revenue collection to target.  88 Average filing ratio for VAT and Local Exercise Duty  30% Collectable arrears collected & 30% Reduction in total arrears portfolio  3,375 Audits completed broken down as follows: 2,421 desk audits, 828 field issue and 126 comprehensive audits  1% Of collected revenue from new value registered taxpayers.  64 Tax hubs conducted  Growth in Tax payers Register by 30%	Domestic taxes' collections for first quarter of FY 2014/15 was UGX 1,124.12 Bn against a target of UGX 1,135.35 Bn, a performance of 99.03%.  In the first quarter period, the average filing ratio for all tax heads was 79.5%, represented by PAYE - 82.32%, VAT - 88.03% and LED - 68.15%.  In first quarter, DT recovered UGX 79.82Bn against the collectable arrears of UGX 179.69Bn, representing a recovery rate of 44%.	Domestic taxes collections performance in first quarter of FY 2014/15 is mainly attributed to reduction in number of employees from 122,144 employees to 118,114, arising from lay off of staff due to business activity scale down in some sectors like the oil and gas sector which reduced the wage bill compared to the same period last financial year. There was also increased capital investments by taxpayers which affected the performance of VAT in the electricity, telecommunication and water subsectors.

# Vote: 141 URA

## QUARTER 1: Highlights of Vote Performance

<i>Vote, Vote Function Key Output</i>	<b>Approved Budget and Planned outputs</b>	<b>Cumulative Expenditure and Performance</b>	<b>Status and Reasons for any Variation from Plans</b>
	15% Growth in value taxpayer register	939 audits (67 comprehensive, 159 Issue and 732 desk and refund audits) were carried out in first quarter.	
	22% Growth in DT revenue collection.		The
	Recovery of current year audits as follows: (LTO-30%,MTO-40%,STO-	proportion of revenue from new clients in comparison with total DT collections for quarter one was 0.6%.	
		No tax hubs were carried out.	
		The taxpayer's register expanded by 7% (46,723) from 632,379 taxpayers as at 30th June to 679,102 taxpayers at 30th September 2014, a performance rate of 93.3%	
			In
		comparison with the performance of first quarter of FY 2013/14, domestic tax collections increased by 10.94% (UGX 110.87 Bn).	
		Audits assessed in the first quarter of FY 2014/15 amounted to UGX 73.66 Bn. Actual agreed tax was UGX 47.22 Bn, out of which UGX 1.05 Bn was paid within the quarter, registering a recovery rate of 2.22% from current year audits.	
<i>Performance Indicators:</i>			
Growth in taxpayer register		30	7
Domestic Tax Revenue collected against target		100	99.03
Average filling ratio		88	79.5
<i>Output Cost:</i>	UShs Bn:	61.662	UShs Bn: 15.416 % Budget Spent: 25.0%
<b>Output: 145403</b>	<b>Tax Investigations</b>		
<i>Description of Performance:</i>	100% of the planned compliance programme executed	100% of the planned compliance programmes were executed for the quarter.	Some of the industry familiarisation visits under QSMP and stakeholder engagements scheduled for quarter one were rescheduled to quarter two.
	100% of Quality Service Management Plan (QSMP) executed.	50% of the QSMP executed. The rest are scheduled for subsequent quarters.	
	100% of stakeholder engagement program implemented		1
	100% Of the TID process maturity growth attained.	out of 2 (50%) planned stakeholder engagements for the quarter were carried out.	
	100% Of staff Development Programms implemented	The TID process maturity level was established and avenues for growing the maturity level by one level were identified.	
		100% of staff development programmes for the quarter were	

# Vote: 141 URA

## QUARTER 1: Highlights of Vote Performance

<i>Vote, Vote Function Key Output</i>	<b>Approved Budget and Planned outputs</b>	<b>Cumulative Expenditure and Performance</b>	<b>Status and Reasons for any Variation from Plans</b>
		implemented.	
<i>Output Cost:</i>	US\$ Bn: 6.257	US\$ Bn: 1.564	% Budget Spent: 25.0%
<b>Vote Function Cost</b>	<b>US\$ Bn: 235.319</b>	<b>US\$ Bn: 58.553</b>	<b>% Budget Spent: 24.9%</b>
<b>Cost of Vote Services:</b>	<b>US\$ Bn: 235.319</b>	<b>US\$ Bn: 58.553</b>	<b>% Budget Spent: 24.9%</b>

\* Excluding Taxes and Arrears

NA

**Table V2.2: Implementing Actions to Improve Vote Performance**

<b>Planned Actions:</b>	<b>Actual Actions:</b>	<b>Reasons for Variation</b>
Vote: 141 URA		
Vote Function: 14 54 Revenue Collection & Administration		
-Decentralise revenue services	<b>An additional DT office was obtained in</b>	NA
-Design sector focused service packages	<b>Kansanga to support decentralisation of revenue services.</b>	
-Implement tax education programmes	<b>The public sector office was operationalised.</b>	
-Conduct industry based familiarization visits.		
-Develop and implement Service enhancement Programmes	<b>Tax education programmes held include; 8 workshops with clients in line with the priority sectors and tax awareness/education information shared with corporate bodies in Uganda via email.</b>	
-Hold Exhibitions	<b>Engagement visits with urban authorities out side Kampala were initiated to forge working relationships on how to work with them to indentify potential taxpayers in business. Also, the rental project kicked off with door to door visits. This has resulted into registration of 445 rental income earners.</b>	
	<b>Service enhancement programmes were developed and premises for the Kansanga liaison office were secured.</b>	
	<b>2 exhibitions were held with PSFU exhibition and DFCU women in business expo.</b>	
-Implement the tax investigation programme.	<b>The tax investigation program was implemented and staff in different stations were sensitised on the same.</b>	NA
-Strengthen the litigation & Debt recovery function		
-Implement the tax investigation programme.	<b>The litigation and debt recovery function was strengthened, leading to winning of 15 cases out of 19 in favour of URA, and the recovery of UGX 19.74Bn from debts.</b>	
-Strengthen the litigation & Debt recovery functions		
-Roll out the Authorised Economic Operator Programme	<b>The AEO program was rolled out and 12 operators have been authorised.</b>	
Develop and Implement standardized staff development programs	<b>A staff training needs analysis and planner were developed and circulated to all staff. The training planner is being implemented.</b>	NA
Implement the training planner		

## V3: Details of Releases and Expenditure

## QUARTER 1: Highlights of Vote Performance

This section provides a comprehensive summary of the outputs delivered by the Vote and further details of Vote expenditures by Vote Function and Expenditure Item.

**Table V3.1: GoU Releases and Expenditure by Output\***

Billion Uganda Shillings	Approved Budget	Released	Spent	% GoU Budget Released	% GoU Budget Spent	% GoU Releases Spent
<b>VF:1454 Revenue Collection &amp; Administration</b>	<b>231.72</b>	<b>58.55</b>	<b>58.55</b>	<b>25.3%</b>	<b>25.3%</b>	<b>100.0%</b>
<i>Class: Outputs Provided</i>	191.22	47.06	47.06	24.6%	24.6%	100.0%
145401 Customs Tax Collection	49.43	12.36	<b>12.36</b>	25.0%	25.0%	100.0%
145402 Domestic Tax Collection	61.66	15.42	<b>15.42</b>	25.0%	25.0%	100.0%
145403 Tax Investigations	6.26	1.56	<b>1.56</b>	25.0%	25.0%	100.0%
145404 Internal Audit and Compliance	5.06	1.27	<b>1.27</b>	25.0%	25.0%	100.0%
145405 URA Legal and Administrative Support Services	56.99	13.50	<b>13.50</b>	23.7%	23.7%	100.0%
145406 Public Awareness and Tax Education/Modernization	11.82	2.95	<b>2.95</b>	25.0%	25.0%	100.0%
<i>Class: Capital Purchases</i>	40.50	11.50	11.50	28.4%	28.4%	100.0%
145472 Government Buildings and Administrative Infrastructure	20.00	5.00	<b>5.00</b>	25.0%	25.0%	100.0%
145475 Purchase of Motor Vehicles and Other Transport Equipment	3.00	0.75	<b>0.75</b>	25.0%	25.0%	100.0%
145477 Purchase of Specialised Machinery & Equipment	12.54	0.62	<b>0.62</b>	5.0%	5.0%	100.0%
145479 Acquisition of Other Capital Assets	4.96	5.12	<b>5.12</b>	103.4%	103.4%	100.0%
<b>Total For Vote</b>	<b>231.72</b>	<b>58.55</b>	<b>58.55</b>	<b>25.3%</b>	<b>25.3%</b>	<b>100.0%</b>

\* Excluding Taxes and Arrears

**Table V3.2: 2015/16 GoU Expenditure by Item**

Billion Uganda Shillings	Approved Budget	Releases	Expenditure	% Budget Released	% Budget Spent	% Releases Spent
<b>Output Class: Outputs Provided</b>	<b>191.22</b>	<b>47.06</b>	<b>47.06</b>	<b>24.6%</b>	<b>24.6%</b>	<b>100.0%</b>
211101 General Staff Salaries	107.13	26.78	<b>26.78</b>	25.0%	25.0%	100.0%
211103 Allowances	2.89	0.72	<b>0.72</b>	25.0%	25.0%	100.0%
212101 Social Security Contributions	18.56	4.64	<b>4.64</b>	25.0%	25.0%	100.0%
213001 Medical expenses (To employees)	3.90	0.98	<b>0.98</b>	25.0%	25.0%	100.0%
213002 Incapacity, death benefits and funeral expenses	0.35	0.09	<b>0.09</b>	25.0%	25.0%	100.0%
213004 Gratuity Expenses	3.40	0.85	<b>0.85</b>	25.0%	25.0%	100.0%
221001 Advertising and Public Relations	1.98	0.50	<b>0.50</b>	25.0%	25.0%	100.0%
221002 Workshops and Seminars	1.80	0.47	<b>0.47</b>	26.2%	26.2%	100.0%
221003 Staff Training	2.89	0.70	<b>0.70</b>	24.2%	24.2%	100.0%
221004 Recruitment Expenses	0.13	0.03	<b>0.03</b>	25.0%	25.0%	100.0%
221006 Commissions and related charges	0.17	0.04	<b>0.04</b>	25.2%	25.2%	100.0%
221007 Books, Periodicals & Newspapers	0.08	0.02	<b>0.02</b>	25.0%	25.0%	100.0%
221008 Computer supplies and Information Technology (IT)	8.20	2.05	<b>2.05</b>	25.0%	25.0%	100.0%
221009 Welfare and Entertainment	0.32	0.08	<b>0.08</b>	25.0%	25.0%	100.0%
221010 Special Meals and Drinks	5.25	1.31	<b>1.31</b>	25.0%	25.0%	100.0%
221011 Printing, Stationery, Photocopying and Binding	1.75	0.44	<b>0.44</b>	25.0%	25.0%	100.0%
221014 Bank Charges and other Bank related costs	0.12	0.03	<b>0.03</b>	25.0%	25.0%	100.0%
221017 Subscriptions	0.20	0.05	<b>0.05</b>	25.0%	25.0%	100.0%
222001 Telecommunications	0.57	0.14	<b>0.14</b>	25.0%	25.0%	100.0%
222002 Postage and Courier	0.14	0.04	<b>0.04</b>	25.0%	25.0%	100.0%
222003 Information and communications technology (ICT)	8.90	0.00	<b>0.00</b>	0.0%	0.0%	N/A
223001 Property Expenses	0.03	0.05	<b>0.05</b>	166.7%	166.7%	100.0%
223002 Rates	0.20	0.00	<b>0.00</b>	0.0%	0.0%	N/A
223003 Rent – (Produced Assets) to private entities	4.20	2.53	<b>2.53</b>	60.1%	60.1%	100.0%
223004 Guard and Security services	1.40	0.35	<b>0.35</b>	25.0%	25.0%	100.0%
223005 Electricity	1.10	0.28	<b>0.28</b>	25.0%	25.0%	100.0%
223006 Water	0.20	0.05	<b>0.05</b>	25.0%	25.0%	100.0%
224004 Cleaning and Sanitation	0.44	0.11	<b>0.11</b>	25.0%	25.0%	100.0%
224005 Uniforms, Beddings and Protective Gear	0.42	0.11	<b>0.11</b>	25.0%	25.0%	100.0%
225001 Consultancy Services- Short term	0.29	0.07	<b>0.07</b>	25.0%	25.0%	100.0%
225003 Taxes on (Professional) Services	0.30	0.00	<b>0.00</b>	0.0%	0.0%	N/A
226001 Insurances	2.24	0.56	<b>0.56</b>	25.0%	25.0%	100.0%
227001 Travel inland	1.84	0.46	<b>0.46</b>	25.0%	25.0%	100.0%
227002 Travel abroad	1.25	0.31	<b>0.31</b>	25.0%	25.0%	100.0%
227003 Carriage, Haulage, Freight and transport hire	0.15	0.03	<b>0.03</b>	20.7%	20.7%	100.0%
227004 Fuel, Lubricants and Oils	2.72	0.68	<b>0.68</b>	25.0%	25.0%	100.0%

# Vote: 141 URA

## QUARTER 1: Highlights of Vote Performance

<i>Billion Uganda Shillings</i>	Approved Budget	Releases	Expenditure	% Budget Released	% Budget Spent	% Releases Spent
228001 Maintenance - Civil	0.55	0.15	<b>0.15</b>	27.5%	27.5%	100.0%
228002 Maintenance - Vehicles	1.47	0.37	<b>0.37</b>	25.0%	25.0%	100.0%
228003 Maintenance – Machinery, Equipment & Furniture	1.92	0.48	<b>0.48</b>	25.0%	25.0%	100.0%
228004 Maintenance – Other	0.19	0.05	<b>0.05</b>	25.0%	25.0%	100.0%
273102 Incapacity, death benefits and funeral expenses	0.20	0.05	<b>0.05</b>	25.0%	25.0%	100.0%
282091 Tax Account	0.00	0.07	<b>0.07</b>	N/A	N/A	100.0%
282102 Fines and Penalties/ Court wards	1.35	0.34	<b>0.34</b>	25.0%	25.0%	100.0%
<b>Output Class: Capital Purchases</b>	<b>40.50</b>	<b>11.50</b>	<b>11.50</b>	<b>28.4%</b>	<b>28.4%</b>	<b>100.0%</b>
231001 Non Residential buildings (Depreciation)	20.00	5.00	<b>5.00</b>	25.0%	25.0%	100.0%
231004 Transport equipment	3.00	0.75	<b>0.75</b>	25.0%	25.0%	100.0%
231005 Machinery and equipment	12.54	0.62	<b>0.62</b>	5.0%	5.0%	100.0%
281504 Monitoring, Supervision & Appraisal of capital wor	4.96	1.24	<b>1.24</b>	25.0%	25.0%	100.0%
312302 Intangible Fixed Assets	0.00	3.89	<b>3.89</b>	N/A	N/A	100.0%
<b>Grand Total:</b>	<b>231.72</b>	<b>58.55</b>	<b>58.55</b>	<b>25.3%</b>	<b>25.3%</b>	<b>100.0%</b>
<b>Total Excluding Taxes and Arrears:</b>	<b>231.72</b>	<b>58.55</b>	<b>58.55</b>	<b>25.3%</b>	<b>25.3%</b>	<b>100.0%</b>

**Table V3.3: GoU Releases and Expenditure by Project and Programme\***

<i>Billion Uganda Shillings</i>	Approved Budget	Released	Spent	% GoU Budget Released	% GoU Budget Spent	% GoU Releases Spent
<b>VF:1454 Revenue Collection &amp; Administration</b>	<b>231.72</b>	<b>58.55</b>	<b>58.55</b>	<b>25.3%</b>	<b>25.3%</b>	<b>100.0%</b>
<i>Recurrent Programmes</i>						
01 Revenue Collection & Administration	191.22	47.06	<b>47.06</b>	24.6%	24.6%	100.0%
<i>Development Projects</i>						
0653 Support to URA Projects	40.50	11.50	<b>11.50</b>	28.4%	28.4%	100.0%
<b>Total For Vote</b>	<b>231.72</b>	<b>58.55</b>	<b>58.55</b>	<b>25.3%</b>	<b>25.3%</b>	<b>100.0%</b>

\* Excluding Taxes and Arrears

**Table V3.4: Donor Releases and Expenditure by Project and Programme\***

<i>Billion Uganda Shillings</i>	Approved Budget	Released	Spent	% GoU Budget Released	% GoU Budget Spent	% GoU Releases Spent
<b>VF:1454 Revenue Collection &amp; Administration</b>	<b>3.60</b>	<b>0.00</b>	<b>0.00</b>	<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>
<i>Development Projects</i>						
0653 Support to URA Projects	3.60	0.00	<b>0.00</b>	0.0%	0.0%	N/A
<b>Total For Vote</b>	<b>3.60</b>	<b>0.00</b>	<b>0.00</b>	<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>