

Vote: 141 URA

QUARTER 3: 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) Excluding Arrears, Taxes	Approved Budget	Cashlimits by End	Released by End	Spent by End Mar	% Budget Released	% Budget Spent	% Releases Spent
Recurrent Wage	107.132	80.349	80.349	80.349	75.0%	75.0%	100.0%
Recurrent Non Wage	84.089	63.066	62.317	62.317	74.1%	74.1%	100.0%
Development GoU	40.500	27.787	21.414	21.414	52.9%	52.9%	100.0%
Development Ext Fin.	3.599	N/A	0.000	0.000	0.0%	0.0%	N/A
GoU Total	231.720	171.202	164.080	164.080	70.8%	70.8%	100.0%
Total GoU+Ext Fin. (MTEF)	235.319	N/A	164.080	164.080	69.7%	69.7%	100.0%
(ii) Arrears and Taxes Arrears	0.000	N/A	0.000	0.000	N/A	N/A	N/A
(ii) Arrears and Taxes Taxes**	0.000	N/A	0.000	0.000	N/A	N/A	N/A
Total Budget	235.319	171.202	164.080	164.080	69.7%	69.7%	100.0%

* Donor expenditure information 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	164.08	164.08	69.7%	69.7%	100.0%
Total For Vote	235.32	164.08	164.08	69.7%	69.7%	100.0%

* 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) Major unspent balances
(ii) Expenditures in excess of the original approved budget

* 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
Vote Function: 1454 Revenue Collection & Administration			
Output: 145401	Customs Tax Collection		
<i>Description of Performance:</i>	18% Growth in customs Revenue	Customs revenue collection, in comparison to the same period last FY, grew by 21.02% (UGX 549.63Bn).	Growth in tax yield of major items. The major items that registered a growth in tax yields during the month of July 2014-march 2015 include; private
	100% Customs revenue collection to target.	Customs revenue collections for the period July 2014 to March 2015 was UGX 3,164.14Bn	motor vehicles(UGX 24.01Bn), worn clothing (UGX 24.02Bn), wheat and meslin (UGX 23.11Bn), Ethyl alcohol
	30% Reduction in total Arrears	against a target of UGX	
	160 Comprehensive Audits		

QUARTER 3: Highlights of Vote Performance

<i>Vote, Vote Function Key Output</i>	Approved Budget and Planned outputs	Cumulative Expenditure and Performance	Status and Reasons for any Variation from Plans
	40 Oil Issue Audits completed. 2 Taxpayers accredited	3,158.5Bn, a performance of 100.18%. Customs arrears as at 1st July 2014 were UGX 51.98Bn. Arrears as at 31st March 2015 were 34.69Bn, representing a reduction of 33.26% against a target of 30%. Cumulatively, 132 comprehensive audits and 21 issue audits have been completed. 12 taxpayers have been accredited in the period July to March of FY 2014/2015.	(UGX 22.99Bn) ,polymers(UGX 22.47Bn) and palm oil (UGX 11.14Bn). Fuel volumes registered a growth of 9.73%(110.54Mn litres) during the period of July 2014-March 2015. This is attributed to efficient administrative measures under automated customs valuation and Single Customs Territory (SCT) which has simplified the customs processes and improved the turnaround time. The exchange rate used during the period of July 2014- March 2015 (UGX 2,716.68) was above the projected annual exchange rate of UGX 2,637.30. The revenue gain as a result of this variance is estimated at UGX 67.86 Bn. Unexpected refund of UGX 4.2 Bn in excise duty paid as a result of the court case to the petroleum companies which was paid out of customs collections.
<i>Performance Indicators:</i>			
Customs tax Revenue collected against target	100	100	
<i>Output Cost:</i>	UShs Bn: 49.433	UShs Bn: 36.097	% Budget Spent: 73.0%
Output: 145402	Domestic Tax Collection		
<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% 15% Growth in value taxpayer register 22% Growth in DT revenue collection. Recovery of current year audits as follows:	Domestic revenue collection for the period July to March of FY 2014/2015 was UGX 3,771.86Bn against a target of 3,725.85Bn, a performance of 101.23%. The average filing ratio for VAT was 86.92% and 64.52% for LED. The average filing ratio for both tax heads was 75.72%. Out of total collectable arrears, UGX 205.33Bn was recovered.Cumulative arrears recoveries amounted to UGX 205.27Bn against the target of UGX 206.77Bn.(30% of 689.23Bn). The collectable arrears reduced by 29.09% from UGX 227.14Bn on 1/07/2014 to UGX161.04Bn by the end of third quarter. Cumulatively, 1917 desk audits, 767 field issue audits and 210 comprehensive audits were completed, a total of	The domestic revenue in the period July to March FY2014/2015 is attributed to; Slowdown in remittances from the Oil and gas sector affected PAYE. The following companies registered declines in remittances during the period of July 2014 – March 2015 as compared to the same period last financial year;Tulloh Uganda Operations (UGX6.75Bn), Total E & P Uganda(UGX 8.75Bn), Baker hughes(UGX 6.28Bn) The improvement in income tax declarations from collaboration with local authorities. The Tax Register Expansion Program (TREP) initiative has yielded results and is expected to continue in the 4th quarter of the FY 2014/15. Improvement in business growth, arrears recovery and collaboration with local authorities boasted corporate tax. Increased offset and input claim

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<i>Vote, Vote Function Key Output</i>	Approved Budget and Planned outputs	Cumulative Expenditure and Performance	Status and Reasons for any Variation from Plans
	(LTO-30%,MTO-40%,STO-50%)	<p>2894audits.</p> <p>Cumulatively, UGX 12.13Bn was collected from the new value clients registered since the beginning of the FY 2014/2015, representing 0.62% of the total DT collections in the period.</p> <p>Cumulatively,72 tax clinics/hubs have been conducted.</p> <p>The total taxpayer register grew by 15.77% from 632,379 on 1/07/2014 to 732,124 by 31/03/2015.</p> <p>Value clients register grew by 29.8%, from 55,063 on 1/07/2014 to 71,501 by 31/03/2015</p> <p>Domestic revenue collection, in comparison to the same period last FY, grew by 15.8% (UGX 530.30Bn).</p>	<p>in Electricity and Water (UGX 8.06Bn) respectively affected VAT performances.</p> <p>Excise duty was mainly affected by the below target performance of beer, phone talk time and cement sectors and international calls Levy.</p> <p>The outstanding performance in audits is mainly attributed to continuous monitoring and review of compliance centres by compliance headquarter.</p> <p>The improved performance in desk audits is mainly attributed to increase in the number of refunds completed inin the period July to March compared to the same period in the previous financial year.</p> <p>The turnaround time for refunds under audit due to delay in submission of required documents by the taxpayers. Increase in scrutiny of the refund applications to ensure that the likelihood of fraud is curtailed. Thus leaving a few refunds cases(mainly diplomatic refunds) being forwarded for payment.</p>
<i>Performance Indicators:</i>			
Growth in taxpayer register	30	15.77	
Domestic Tax Revenue collected against target	100	100	
Average filling ratio	88	77.4	
<i>Output Cost:</i>	US\$ Bn: 61.662	US\$ Bn: 45.394	% Budget Spent: 73.6%
Output: 145403	Tax Investigations		
<i>Description of Performance:</i>	<p>100% of the planned compliance programme executed</p> <p>100%of Quality Service Management Plan (QSMP) executed.</p> <p>100% of stakeholder engagement program implemented</p> <p>100% Of the TID process maturity growth attained.</p> <p>100% Of staff Development Programms implemented</p>	<p>100% of planned compliance programmes for the period July to March FY2014/2015 were executed.</p> <p>100% of the quality service management plan for the the period July to March FY2014/2015 was executed</p> <p>100% of the stakeholder engagements were executed as planned</p> <p>The TID process maturity level was established and avenues for growing the maturity level by one level were identified and are being implemented.</p> <p>100% of activities scheduled for the the period July to March FY2014/2015 geared towards enhancing staff competence</p>	

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Vote, Vote Function Key Output	Approved Budget and Planned outputs	Cumulative Expenditure and Performance	Status and Reasons for any Variation from Plans
			were executed as per the departmental competence program developed.
<i>Output Cost:</i>	US\$ Bn: 6.257	US\$ Bn: 4.558	% Budget Spent: 72.9%
Vote Function Cost	US\$ Bn: 235.319	US\$ Bn: 164.080	% Budget Spent: 69.7%
Cost of Vote Services:	US\$ Bn: 235.319	US\$ Bn: 164.080	% Budget Spent: 69.7%

* Excluding Taxes and Arrears

NA

Table V2.2: Implementing Actions to Improve Vote Performance

Planned Actions:	Actual Actions:	Reasons for Variation
Vote: 141 URA		
Vote Function: 14 54 Revenue Collection & Administration		
Develop and Implement standardized staff development programs	Developed and Implemented standardized staff development programs	N/A
Implement the training planner	Implemented the training planner by which the following trainings have been conducted: Service training conducted for 168 Graduate trainees at NALI Ongoing trainings; PODITRA in second trimester 38 staff trained, EAC-East African Customs Certificate 34 proper officers attending their last module, TTP Evening remedial classes for supplementary examinations were conducted and exams done, On boarding of the Graduate Trainees 168, Temporary staff 104, new supervisors and managers 18 Share point design training for content managers in CGO, Customs & DT 13 CGO staff trained in Post Graduate Certificate in research and consultancy skills, 2 Customs staff trained in specialized trade facilitation course for boarder agencies, 2 CGO staff trained in financial programming and policies, 1 CGO staff trained in management consulting and project management.	
-Decentralise revenue services		N/A
-Design sector focused service packages	-Designed sector focused service packages	
-Implement tax education programmes	-Implemented tax education programmes	
-Conduct industry based familiarization visits.	-Conducted industry based familiarization visits.	
-Develop and implement Service enhancement Programmes	-Developed and implemented Service enhancement programmes.	
-Hold Exhibitions	Held 2 exhibitions .	
-Implement the tax investigation programme.	-Implemented the tax investigation programme.	N/A
-Strengthen the litigation & Debt recovery function	-Strengthened the litigation & Debt recoveryfunction.	
-Implement the tax investigation programme.		
-Strengthen the litigation & Debt recovery functions	Rolled out the Authorised Economic Operator Programme.33 customs stations are handling Authorised Economic Operator transactions.	
-Roll out the Authorised Economic Operator Programme		

V3: Details of Releases and Expenditure

QUARTER 3: 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
VF:1454 Revenue Collection & Administration	231.72	164.08	164.08	70.8%	70.8%	100.0%
<i>Class: Outputs Provided</i>	191.22	142.67	142.67	74.6%	74.6%	100.0%
145401 Customs Tax Collection	49.43	37.97	37.97	76.8%	76.8%	100.0%
145402 Domestic Tax Collection	61.66	46.73	46.73	75.8%	75.8%	100.0%
145403 Tax Investigations	6.26	4.69	4.69	75.0%	75.0%	100.0%
145404 Internal Audit and Compliance	5.06	3.85	3.85	76.2%	76.2%	100.0%
145405 URA Legal and Administrative Support Services	56.99	40.21	40.21	70.5%	70.5%	100.0%
145406 Public Awareness and Tax Education/Modernization	11.82	9.21	9.21	78.0%	78.0%	100.0%
<i>Class: Capital Purchases</i>	40.50	21.41	21.41	52.9%	52.9%	100.0%
145471 Acquisition of Land by Government	0.00	0.50	0.50	N/A	N/A	100.0%
145472 Government Buildings and Administrative Infrastructure	20.00	5.80	5.80	29.0%	29.0%	100.0%
145475 Purchase of Motor Vehicles and Other Transport Equipment	3.00	2.75	2.75	91.7%	91.7%	100.0%
145476 Purchase of Office and ICT Equipment, including Software	0.00	1.10	1.10	N/A	N/A	100.0%
145477 Purchase of Specialised Machinery & Equipment	12.54	0.62	0.62	5.0%	5.0%	100.0%
145478 Purchase of Office and Residential Furniture and Fittings	0.00	0.25	0.25	N/A	N/A	100.0%
145479 Acquisition of Other Capital Assets	4.96	10.39	10.39	209.7%	209.7%	100.0%
Total For Vote	231.72	164.08	164.08	70.8%	70.8%	100.0%

* 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
<i>Output Class: Outputs Provided</i>	191.22	142.67	142.67	74.6%	74.6%	100.0%
211101 General Staff Salaries	107.13	80.35	80.35	75.0%	75.0%	100.0%
211103 Allowances	2.89	3.82	3.82	132.1%	132.1%	100.0%
212101 Social Security Contributions	18.56	10.69	10.69	57.6%	57.6%	100.0%
212201 Social Security Contributions	0.00	3.23	3.23	N/A	N/A	100.0%
213001 Medical expenses (To employees)	3.90	3.64	3.64	93.4%	93.4%	100.0%
213002 Incapacity, death benefits and funeral expenses	0.35	0.26	0.26	75.0%	75.0%	100.0%
213004 Gratuity Expenses	3.40	3.09	3.09	90.9%	90.9%	100.0%
221001 Advertising and Public Relations	1.98	1.49	1.49	75.0%	75.0%	100.0%
221002 Workshops and Seminars	1.80	1.56	1.56	86.5%	86.5%	100.0%
221003 Staff Training	2.89	3.64	3.64	126.1%	126.1%	100.0%
221004 Recruitment Expenses	0.13	0.10	0.10	75.0%	75.0%	100.0%
221006 Commissions and related charges	0.17	0.04	0.04	25.2%	25.2%	100.0%
221007 Books, Periodicals & Newspapers	0.08	0.06	0.06	75.0%	75.0%	100.0%
221008 Computer supplies and Information Technology (IT)	8.20	5.17	5.17	63.1%	63.1%	100.0%
221009 Welfare and Entertainment	0.32	0.28	0.28	87.5%	87.5%	100.0%
221010 Special Meals and Drinks	5.25	1.31	1.31	25.0%	25.0%	100.0%
221011 Printing, Stationery, Photocopying and Binding	1.75	1.31	1.31	74.7%	74.7%	100.0%
221014 Bank Charges and other Bank related costs	0.12	0.09	0.09	75.0%	75.0%	100.0%
221017 Subscriptions	0.20	0.14	0.14	70.1%	70.1%	100.0%
222001 Telecommunications	0.57	0.43	0.43	75.0%	75.0%	100.0%
222002 Postage and Courier	0.14	0.11	0.11	75.0%	75.0%	100.0%
222003 Information and communications technology (ICT)	8.90	3.09	3.09	34.8%	34.8%	100.0%
223001 Property Expenses	0.03	0.05	0.05	166.7%	166.7%	100.0%
223002 Rates	0.20	0.10	0.10	50.0%	50.0%	100.0%
223003 Rent – (Produced Assets) to private entities	4.20	4.48	4.48	106.7%	106.7%	100.0%
223004 Guard and Security services	1.40	0.88	0.88	63.0%	63.0%	100.0%
223005 Electricity	1.10	0.83	0.83	75.0%	75.0%	100.0%
223006 Water	0.20	0.11	0.11	55.8%	55.8%	100.0%
224002 General Supply of Goods and Services	0.00	0.21	0.21	N/A	N/A	100.0%
224004 Cleaning and Sanitation	0.44	0.11	0.11	25.0%	25.0%	100.0%
224005 Uniforms, Beddings and Protective Gear	0.42	0.11	0.11	25.0%	25.0%	100.0%
225001 Consultancy Services- Short term	0.29	0.16	0.16	54.5%	54.5%	100.0%
225003 Taxes on (Professional) Services	0.30	0.00	0.00	0.0%	0.0%	N/A
226001 Insurances	2.24	1.68	1.68	75.0%	75.0%	100.0%

QUARTER 3: Highlights of Vote Performance

<i>Billion Uganda Shillings</i>	Approved Budget	Releases	Expenditure	% Budget Released	% Budget Spent	% Releases Spent
227001 Travel inland	1.84	1.38	1.38	74.8%	74.8%	100.0%
227002 Travel abroad	1.25	0.94	0.94	75.3%	75.3%	100.0%
227003 Carriage, Haulage, Freight and transport hire	0.15	0.12	0.12	81.7%	81.7%	100.0%
227004 Fuel, Lubricants and Oils	2.72	2.63	2.63	96.7%	96.7%	100.0%
228001 Maintenance - Civil	0.55	0.52	0.52	93.2%	93.2%	100.0%
228002 Maintenance - Vehicles	1.47	1.29	1.29	87.9%	87.9%	100.0%
228003 Maintenance – Machinery, Equipment & Furniture	1.92	1.37	1.37	71.4%	71.4%	100.0%
228004 Maintenance – Other	0.19	0.05	0.05	25.0%	25.0%	100.0%
273102 Incapacity, death benefits and funeral expenses	0.20	0.15	0.15	75.0%	75.0%	100.0%
282091 Tax Account	0.00	0.57	0.57	N/A	N/A	100.0%
282102 Fines and Penalties/ Court wards	1.35	1.01	1.01	75.0%	75.0%	100.0%
Output Class: Capital Purchases	40.50	21.41	21.41	52.9%	52.9%	100.0%
231001 Non Residential buildings (Depreciation)	20.00	5.80	5.80	29.0%	29.0%	100.0%
231004 Transport equipment	3.00	2.75	2.75	91.7%	91.7%	100.0%
231005 Machinery and equipment	12.54	1.72	1.72	13.7%	13.7%	100.0%
231006 Furniture and fittings (Depreciation)	0.00	0.25	0.25	N/A	N/A	100.0%
281504 Monitoring, Supervision & Appraisal of capital wor	4.96	1.24	1.24	25.0%	25.0%	100.0%
311101 Land	0.00	0.50	0.50	N/A	N/A	100.0%
312302 Intangible Fixed Assets	0.00	9.15	9.15	N/A	N/A	100.0%
Grand Total:	231.72	164.08	164.08	70.8%	70.8%	100.0%
Total Excluding Taxes and Arrears:	231.72	164.08	164.08	70.8%	70.8%	100.0%

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
VF:1454 Revenue Collection & Administration	231.72	164.08	164.08	70.8%	70.8%	100.0%
<i>Recurrent Programmes</i>						
01 Revenue Collection & Administration	191.22	142.67	142.67	74.6%	74.6%	100.0%
<i>Development Projects</i>						
0653 Support to URA Projects	40.50	21.41	21.41	52.9%	52.9%	100.0%
Total For Vote	231.72	164.08	164.08	70.8%	70.8%	100.0%

* Excluding Taxes and Arrears

Table V3.4: External Financing 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
VF:1454 Revenue Collection & Administration	3.60	0.00	0.00	0.0%	0.0%	N/A
<i>Development Projects</i>						
0653 Support to URA Projects	3.60	0.00	0.00	0.0%	0.0%	N/A
Total For Vote	3.60	0.00	0.00	0.0%	0.0%	N/A