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25th January 2022

PRESS RELEASE ON QUARTER THREE EXPENDITURE RELEASES FY 2021/22

1. I wish to welcome the Media and other Stakeholders to this media briefing on the Quarter Three (Q3) Expenditure Releases for FY 2021/22.
2. The objective of this briefing is to provide information to the Public on the cumulative budget releases for the first three quarters of Financial Year 2021/22.

A. APPROVED BUDGET FOR FY 2021/22

3. The Total Approved Budget for the Financial Year 2021/22 is **Ushs 44.779 Trillion** detailed as follows:

• Wage	–	<i>Ushs 5.533 Trillion</i>
• Non-Wage	–	<i>Ushs 8.679 Trillion</i>
• GoU Development	–	<i>Ushs 7.997 Trillion</i>
• External Financing	–	<i>Ushs 6.868 Trillion</i>
• Debt and Treasury Operations	–	<i>Ushs 14.934 Trillion</i>
• Arrears	–	<i>Ushs 0.555 Trillion</i>
• Local Revenue	–	<i>Ushs 0.212 Trillion</i>
Total Budget	-	Ushs 44.779 Trillion

B. Q1-Q3 RELEASES FOR FY 2021/22

4. To date, **Ushs17,736.84 billion** of the approved budget has been released cumulatively which is 77.7% of the approved GoU Budget as shown in Table 1 below.

Mission

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Table 1: Summary of the Cumulative Release Performance for FY 2021/22

Category	Budget	Quarter One	Quarter Two	Quarter Three	Q1-Q3	%
Wage	5,528.90	1,423.74	1,509.06	1,442.11	4,374.92	79.1%
Non Wage	8,881.01	2,477.59	2,588.40	2,250.92	7,316.91	82.4%
GOU Devt	7,859.01	1,931.25	1,908.50	1,602.53	5,442.29	69.2%
Arrears	551.13	431.25	131.48	40.00	602.73	109.4%
Total GoU	22,820.05	6,263.84	6,137.44	5,335.57	17,736.84	77.7%
Debt	14,933.81	3,526.87	6,132.24	3,491.25	13,150.36	88.1%
Ext. Fin.	6,812.54	2,063.17	1,888.55	1,490.87	5,442.59	79.9%
Local Revenue	212.38	53.10	53.10	53.10	159.29	75.0%
Grand Total	44,778.79	11,906.97	14,211.33	10,370.78	36,489.08	81.5%

5. Overall, the cumulative release including Debt repayment, External Financing and Local Revenue amounts to **Ushs 36,489.08 billion** which is 81.5% of the total budget.

C. HIGHLIGHTS OF THIRD QUARTER RELEASES FOR FY 2021/22

6. In line with the Ministry's commitment to release funds before the 10th day of the first month of the quarter, we issued the Quarter Three Expenditure limits on **22nd December 2021** to ensure timely execution of Government programs.

7. The Total Q3 GOU release (Excluding Debt & Treasury Operations, External Financing and Local Revenue) amounts to **Ushs 5,335.57 billion** which is 23.4% of the approved Budget.



Mission

8. Accordingly, Accounting Officers were expected to submit their Accounting Warrants by 7th January, 2022. Therefore, those that have not submitted their warrants shall be personally liable for delayed public service delivery including failure to pay salaries by the 28th of every month.

Wage

9. **Ushs. 1,442.11 billion (26.1%)** was released and this includes the funding requirement to cater for enhanced lunch allowances for medical workers and the balance of 50% of Missions' salaries.

Non-Wage Recurrent and GOU Development

10. Quarter Three Expenditure limits under the above Categories were prioritised taking into consideration among others the Cabinet Decision to prioritize Health and Social Protection, Security and Presidency, Agriculture and Industry, Governance, URA, Judiciary, Legislation, Electoral Commission and Missions Abroad.

Health Institutions and Social Protection = Ushs 349.07 billion;

11. The funding is mainly for:
- i. National Medical Stores - **Ushs 120.73 billion** for essential drugs;
 - ii. Ministry of Health - **Ushs 92.44 billion;**
 - iii. Ministry of Gender, Labour and Social Dev- **Ushs 42.53 billion** of which **SAGE Ushs 32.73 billion.**
 - iv. Referral Hospitals - **Ushs 23.79 billion.**

Security and Presidency- Ushs 1,290 billion;

12. The funding is mainly for:
- a. Ministry of Defense - **Ushs 857.715 billion** of which **Ushs 514 billion** is to cater for classified equipment, **Ushs 301 billion** for operations including the Supplementary Budget.
 - b. State House - **Ushs 95.76 billion;**
 - c. Uganda Police - **Ushs 146.12 billion.**
 - d. Ministry of Internal Affairs - **Ushs 16.86 billion.**
 - e. Internal Security Organisation - **Ushs 28.8 billion.**
 - f. External Security Organisation - **Ushs 6.75 billion.**



Mission

- g. Directorate of Government Analytical Laboratories - **Ushs 6.49 billion.**
- h. Office of the Prime Minister - **Ushs 27.67 billion.**
- i. Uganda Prisons - **Ushs 58.27 billion.**

Agriculture and Industry– Ushs 231.905 billion;

13. The funding is mainly for:

- i. Ministry of Agriculture, Animal Industry and Fisheries - **Ushs 37.35 billion;**
- ii. Min. of Trade, Industry and Cooperatives- **Ushs 86.91 billion.**
- iii. National Agricultural Advisory Secretariat - **Ushs 31.44 billion;**
- iv. Uganda Coffee Development Authority- **Ushs 22.8 billion.**
- v. National Agricultural Research Organisation - **Ushs 22.1 billion.**
- vi. National Animal Genetic Resources Centre & Data Bank- **Ushs 19.8 billion.**

Governance, Revenue Collection– Ushs 280.29 billion;

14. The funding is mainly for:

- i. Ministry of Finance, Planning and Economic Development- **Ushs 141.236 billion** mainly to cater capitalization of Uganda Development Bank.
- ii. Uganda Revenue Authority - **Ushs 77.75 billion;**
- iii. National Citizenship and Immigration Control - **Ushs 28.9 billion;**

Judiciary, Legislature, EC, Missions abroad– Ushs 362.93 billion;

15. The funding is mainly for:

- i. Parliament - **Ushs 132.64 billion.**
- ii. Judiciary - **Ushs 74.7 billion.**
- iii. Electoral Commission - **Ushs 72.48 billion.**
- iv. Missions Abroad - **Ushs 83.1 billion.**

16. Others are projected at **Ushs 843.6 billion.** This is mainly to meet expenditures under UNRA (**Ushs 202.073 billion**), Ministry of Energy and Mineral Development (**Ushs 103.48 billion**), Ministry of Education and Sports (**Ushs 57.074 billion**), etc.



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Local Government Votes

17. **Ushs 501.1 billion** has been released to Local Governments to cater for Non-wage recurrent and Development expenditure. Of this, **Ushs 113.4bn** is Capitation Grant to cater for opening of schools and **Ushs 222.0bn** is 33% final release on Capital Expenditure with the exception of Parish Development Model Funds.
18. With regards to Local revenue, effective FY 2021/22, Government decided to release Local Revenue for Local government Votes as and when they remit the collections to the Consolidated Fund. We have noted that some Local Governments have collected beyond their approved budgets and requested for supplementary funding, which will be consolidated and submitted to Parliament for appropriation.

Parish Development Model

19. In this third quarter, no funds have been released for the Parish Development Model (PDM) pending guidelines from Ministry of Local Government, creation of enterprise groups and recruitment of Parish Chiefs among others.
20. The Ministry of Local Government should therefore fast track the implementation guidelines of PDM and Local Governments should in turn finalise the recruitment of Parish Chief before PDM funds can be released.

Quarterly Reporting

21. Whereas Government has continuously released funds in time, several Ministries, Agencies and Local Governments have persistently delayed to submit quarterly reports. To date for example **11** Local Government and **81** Central Government Votes have not submitted their first quarter performance reports.

CONCLUSION

22. In conclusion, I would like to emphasize the following;

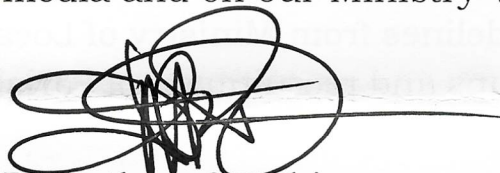


Mission

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- i) All Accounting Officers must ensure that they pay wages, salaries, pensions and gratuity by the 28th of every month;
- ii) There should be a display of the payrolls for salaries and monthly pension on Government institutions' notice boards every month;
- iii) Accounting Officers must prioritize payment of service providers on time and clearance of domestic arrears to avoid further accumulation of arrears and penalties;
- iv) Accounting Officers must ensure timely submission of performance accountability reports; and
- v) Fast track activities for development expenditure to prevent accumulation of arrears.

MoFPED remains committed to the timely release of funds and all stakeholders are requested to take note of information printed in the media and on our Ministry Website www.budget.go.ug.



Ramathan Ggoobi

PERMANENT SECRETARY/SECRETARY TO THE TREASURY

Mission

"To formulate sound economic policies, maximize revenue mobilization, ensure efficient allocation and accountability for public resources so as to achieve the most rapid and sustainable economic growth and development"