

FY 2021/2022

UGANDA NATIONAL BUDGET ANALYSIS

Theme: Industrialisation for Inclusive
Growth, Employment and Wealth Creation





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Acknowledgements

The Uganda National Budget Analysis Booklet is one of the flagship publications of Evidence and methods lab (EML) that seek to provide a one stop data centre on all issues to do with the National Budget in the country. The Booklet relies on a wide range of primary and secondary data sources. The EML team invests substantial time in collating and triangulating this data which is then presented inform of infographics.

This booklet is supported by the <u>budget.go.ug</u>. The production of the Booklet also draws on the time of many EML staff working across the organization's programme areas. These programmes are supported by generous grants from a number of our funding partners. We are particularly grateful for the financial support provided by the Ford Foundation and the VOICE.

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The authors have endeavored to establish a foundation and baseline for the subsequent editions of The Uganda National Buget Analysis Booklet. We have done everything possible to ensure that the data used is crosschecked across a variety of data sources. We are confident that the Booklet represents the most accurate depiction of relevant data for citizens. However, we take responsibility for any errors and omissions.

Table Of Contents

Uganda's Economy: Quick Numbers	
National Budget Process	
Total Government Expenditure	
FY2021/22 Budget Allocation By Program	
The Parish Development Model Approach	
Agro-Industrialisation	
Manufacturing	
Tourism Development	
Sustainable Energy	
Development	
Integrated TransportInfrastructure Services	
Human Capital Development	
Water And Sanitation Facilities	
Judiciary	
Digital	
Transformation	
Youth Empowerment & Social Development Programs	
Covid-19 Emergency Response For FY 2020/21	18
Covid-19 Related Expenditure For FY 2019/20	
Enforcement Of Lockdown Measures	
Covid-19 Related Expenditurefor Fy 2020/21	21
Highlights From The Press Release For Quarter One FY2021/22	23
Health care priorities for Q1 budget allocations	
Highlights From The Press Release For Quarter Two Fy2021/22	25
First Half Of The Financial Year	
Health Institution & Social Protection	
Agriculture	
And Industry	
Governance,	28
Revenue Collection	28
Judiciary, Legislature, Electoral Commission, Mission Abroad	28
Budget Allocation Trends (Uax.bn)	29

UGANDA'S ECONOMY: QUICK NUMBERS

GDP at market prices

\$40Bn MoFPED 2021 Per capita income \$932

MoFPED 2021

Population

41.6 m

UBOS 2019

Average Household size

4.6 per HH UBOS 2021

Total number of Households

9_m

UBOS 2021

Population below 18 Years

22.14%

UBOS 2019

Urban population

27 m

UBOS 2020

Population Involved in agriculture **68%**

UBOS 2020

Unemployment levels

26%

UBOS 2020

Working age population

30.3M

UBOS 2020

Adult Literacy Rate

73.5%

UBOS 2021

Employment to population Ratio

47.5%

UBOS 2021

Youth unemployment

40.7%

UBOS 2020

Population living below poverty line

21.4%

UBOS 2021

Life Expectancy at Birth

63 YEARS

UBOS 2021

Household in subsistence economy

68%

UBOS 2020

PAYE registrations

1.5m

URA 2020

Tax to

14.2%

MoFPED 2021

Public debt 2020/21

65.82 TN

MoFPED 2021

Total National budget 21/22

44.7 TN

MoFPED 2021

GDP per Capita

29.4 m UBOS 2021

Value of Import 2019

\$7.8Bn

UBOS 2021

Value of Export 2019

\$4.1Bn

UBOS 2021

Trade deficit (19/20)

\$3.7Bn

UGANDA'S ECONOMY: QUICK NUMBERS

Agriculture's contribution to GDP

23% UBOS 2021

Total value of Agricultural exports

\$1.8Bn

UBOS 2021

Petroleum & related products imports, 2019

\$1.3Bn

UBOS 2021

Contribution of industry sector to GDP

27.4%

MoFPFD 2021

Tourism Forex Earnings (2018)

\$1.6Bn MoFPED 2021

Contribution of Mining & quarrying to GDP

MoFPFD 2021

Paved (Tarmac) road network

5400Km

MoWT 2020

Radio Usage

UBOS

Own a Mobile phone

7.4%

UBOS 2020

Connection to the National **Electricity Grid**

UBOS 2020

Access to Computers

UBOS 2020

Access to banking services

UBOS 2020

Active mobile money subscriptions

MoFPED 2021

Access to Internet

40%

UBOS 2021

Access to Television

19%

UBOS 2020

Safe water coverage Rural

UBOS 2021

Safe water coverage - urban

71%

UBOS 2021

NATIONAL BUDGET PROCESS

FEBRUARY

01 Budget Framework Papers in February (national)

MAY

06 Approved Budget Estimates

07 Public Investment plan

Central Government
Expenditure Limits

APRII

Background to the national budget is drafted (national)

Draft Budget estimates (national)

04 Ministerial Policy Statement (national)

Budget Framework paper (Local Government Budget)

REPORTING OF PERFOMANCE THROUGHOUT THE YEAR BY MINISTRIES AND AGENCIES

Quarterly reports (National)

Audited Financial Statements (AFS)

Annual Budget Performance report (ABPR)

Quarterly reports (Local government)

Annual report (Local government)

JULY

09 Budget Speech in June

Approved Budget (Contract Form B) (Local Government)

11 Work plan in (Local)





TOTAL GOVERNMENT EXPENDITURE

ugx **44.8 Tn**

GDP at Current process

148.3Tn/ \$40Bn



Expected growth Rate 2021/22

03%



Uganda's Debt mount

USD 17.96Bn (49.8% of GDP)





Domestic debt financing

UGX 8.55Tn



Non-wage Recurrent Expenditure

UGX 15,625.4Bn



Development Expenditure

UGX 14,865.3Bn



THE RESOURCE ENVELOPE

UGX 44.8 Tn

Focus Areas

Domestic **UGX**

Revenue 22,425Bn

Tax

UGX

Revenue 20.

20,837Bn

Non-Tax Revenue UGX

1.59Tn

External Financing

UGX 6,868Bn

Loans UGX

5,519Bn

Grants UGX

1.349.4Bn



Theme: Industrialisation for Inclusive Growth, Employment and Wealth Creation.





Focus Areas



Domestic Debt Refinancing ugx **8,547Bn**



Budget support

3,583Bn



Domestic Borrowing ugx **2,943Bn**



Appropriation in Aid

UGX **212.4Bn**



Petroleum fund resources

UGX 200Bn



FY 2021/22 BUDGET ALLOCATION BY PROGRAM

7.7 Tn

Human Capital Development

1.67 Tn

Agro-Industrialisation

1.1 Tn

Sustainable **Energy Development**

6.9 Tn Governance

and Security

5.1 Tn **Integrated Transport** Infrastructure and Services

TOTAL **GOVERNMENT EXPENDITURE**

UGX

106.4 Bn

1,100.8 Bn Development Plan implementation

544 Bn Manufacturing Sustainable Development of Petroleum Resources

834.9 Bn

Parliamentary Commission

376.9 Bn **Judiciary**

181 Bn **Tourism Development**

745.5 Bn

Natural Resources. Environment, Climate Change, Land Management

358.5 Bn

Innovation, Technology **Development & Transfer**

Private Sector 587.9 Bn Development

Sustainable 346.8 By Sustainable Urbanisation and Housing

134.9 Bn

587.9 Bn

Private Sector Development

Public Sector 325.8 Bn Public Sector Transformation Digital **Transformation**

Community **Mobilization** and Mindset change

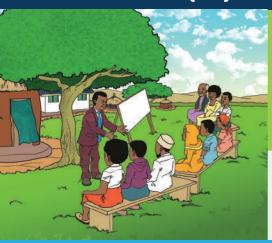
Environment, Climate Change, Land Management

49 Bn

Mineral Development

THE PARISH DEVELOPMENT MODEL APPROACH (PDM)

To take effect on 1st July 2021



AIM OF THE MODEL:

To improve the economic and social wellbeing of the populace, and transition household from the subsistence to monetised economy.

10,594
TOTAL NUMBER OF
TARGETED PARISHES

PILLARS OF THE PARISH DEVELOPMENT APPROACH



Production, processing, value addition and marketing;



Infrastructure development and other economic services



Social Services delivery including health, education, water etc.



Re-establishment of the Community Information System



Financial Inclusion through cooperatives, SACCOs, Revolving Funds where **UGX 30 million** will be provided per Parish for a start;



Parish Governance and Administration.



Mind-set Change.



AGRO-INDUSTRIALISATION



Focus Areas

Storage, Agro-Processing and Value Addition Agricultural Market access and

access and competitiveness

Agricultural production and Productivity

Agricultural Financina

KEY ACHIEVEMENTS OF THE SECTOR 2020/21



Coffee exports: 8.1m bags

USD 497.4m



Fish Harvests: 600,000 tonnes

USD 227m



Milk production: 2.6 Bn Litres

USD 204.5m



Tea Exports USD 71m



MANUFACTURING



Focus Areas

Industrial and Technological

Development

Trade and

Development

Enabling **Environment**

TOURISM DEVELOPMENT

UGX 181Bn

Focus Areas

Marketing and Promotion

Infrastructure, Product development and conservation

Regulation and Skills development

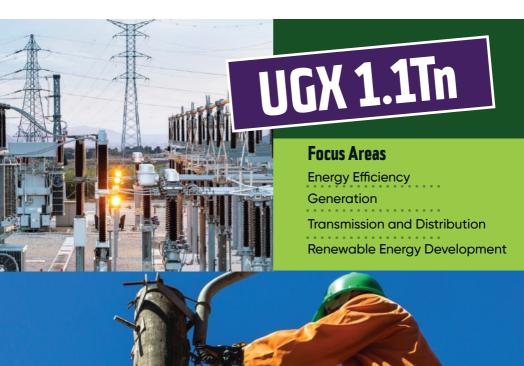
Forex Earnings from USD

1.6Bn tourism (2018)

USD Tourism Earnings. 1.5M



SUSTAINABLE ENERGY DEVELOPMENT



1,274 MW

generation capacity

38% increase from 2016

152,500

households connected under the free connection policy **20M**

People with no access to electricity

ugx **646.2Bn**

for Rural Electrification



INTEGRATED TRANSPORT INFRASTRUCTURE SERVICES



Transport Infrastructure and services development

Land use and Transport Planning Transport Asset Management

Transport Regulation

KEY ACHIEVEMENTS OF THE SECTOR 2020/21



400Km

of National roads

Rehabilitation of

200Km

of National roads

UGX

487.4Bn

for road maintenance

Development of Railway network



Revival of National Airline

Rehabilitation of ferries and construction of landing sites UGX

135.9Bn

for community road improvement



HUMAN CAPITAL DEVELOPMENT



Focus Areas

Education, sports and skills

Labour and employment services

Population Health, Safety and Management

Gender and social Protection

HEALTH CARE SERVICES
PRIORITIES FOR 2021/22

ugx 600.3Bn

Supply and delivery of essential medicines and Health Supplies

Upgrade of Health facilities

Construction of

60 HCIIIs

Construction and

equipping the Uganda

Heart Institute at Mulago

Recruitment of teachers, 4,200 (primary school)

1.055

(Secondary school)

& 440
inspectors

Rehabilitation of **7L** primary schools

13 traditionalschools

Completion of

36 schools

Education

Completion of skills development institutions

WATER AND SANITATION FACILITIES



Focus Areas

Safe water coverage
68% Rural
71% Urban
Over
20.000

villages don't have a single water source To promote improved sanitation

UGX 124.9Bn

ugx 523.4Bn

ACQUIRE, REFURBISH AND MAINTAIN MILITARY EQUIPMENT

Construction of

30,000

Housing units for the military





Completion works for military Referral Hospital

Phase III Safe City CCTV project





JUDICIARY

ugx 376.9Bn

Focus Areas

UGX

9.4Bn

To kick-start construction of courts

UGX

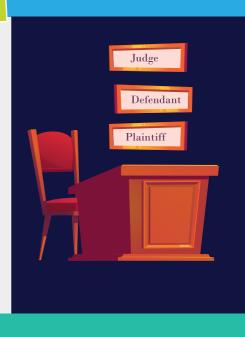
18.2Bn

Implementation of Electronic Court Case Management System

UGX

146.6Bn

Recruitment and facilitation of judicial staff





Access to Justice

Justice needs statistics (HiiL report)

84%

Ugandans have had at least one legal problem in four years (HIIL 2020) Justice gaps

1.9 Million

legal problems are ongoing.

4.7_{Million}

legal problems are abandoned before they are resolved.

2.1 Million

legal problems are considered resolved, but unfairly.

70%

of all legal problems do not receive a resolution or get a resolution perceived as unfair.

DIGITAL TRANSFORMATION



Focus Areas

ICT infrastructure

E-services

Research, innovation and ICT Skills Development

Enabling Environment





YOUTH EMPOWERMENT AND SOCIAL DEVELOPMENT PROGRAMS

247,700 youth have been

financed

165 Bn to implement 21.000

projects under YLP



6,394Emyooga SACCOs were supported with



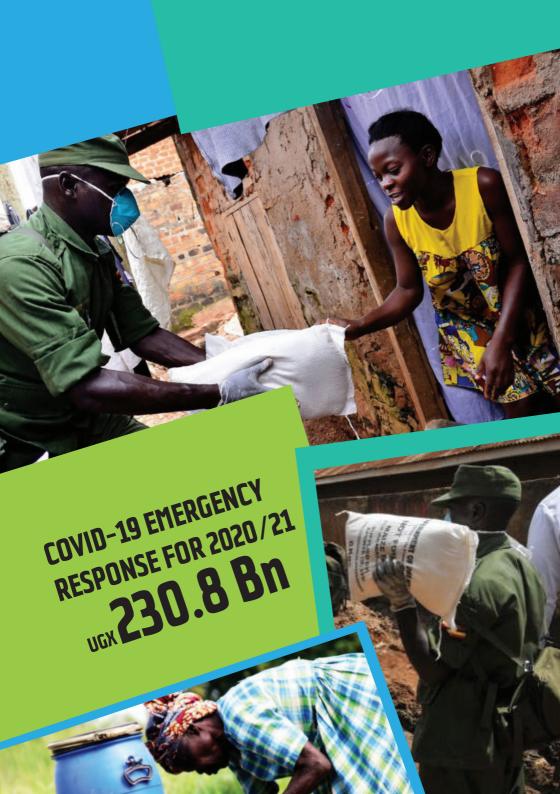
Projects for 166,300 women 13,800 groups have been funded

Seed capital of

416 Bn

was allocated for youth. Women Entrepreneurs and Emyooga initiatives







COVID-19 EMERGENCY RESPONSE FOR 2020/21

54M home study books

distributed

14,350

teachers trained in psycho-social support



UGX 103Bn

allocated to finance the Uganda Development Bank to boost business affected by COVID-19

UGX 560Bn

procurement of COVID19 Vaccines



FINANCING FOR COVID-19 FOR 2020/21

2.6Tn

direct fiscal innervations implemented

UGX **7.3Tn**

(43%)Private loans restructured

ugx **60Bn** expenditure on food distribution 683,000

total Households that received food

1.9_m

Doses of vaccines acquired

964,000

doses of vaccines acquired

UGX 2Tn

tax relief extended to affected businesses

ugx **55B**r

allocated to the Uganda Development Bank

COVID-19 RELATED EXPENDITURE FOR FY 2019/20



OFFICE OF THE PRIME MINISTER

Food relief for the vulnerable

59.4 Bn

MINISTRY OF AGRICULTURE, ANIMAL INDUSTRY AND FISHFRIFS

locust controll

24 Bn

LOCAL GOVERNMENTS

Establishment of district isolation centres

22.5 Bn

MINISTRY
OF ICT & NG

Scaling-up awareness on Covid-19 6 Bn

NATIONAL CITIZENSHIP & IMMIGRATION CONTROL

Enforcing cross border movements



MINISTRY OF HEALTH

Medical Equipment for the ICU and Emergency units, ICU beds, testing kits and isolation centres

59.4 Bn

Purchase of PPE materials for health workers

25 Bn

MINISTRY OF SCIENCE, TECHNOLOGY & INNOVATION Covid-19 research and innovation projects

5.3 Bn

MINISTRY OF ENERGY & MINERAL DEVELOPMENT

Removal of floating island on Owen falls dam

2.5 Bn

1.7 Bn



ENFORCEMENT OF LOCKDOWN MEASURES

UGANDA POLICE FORCE

37.5 Bn

MINISTRY OF DEFENCE

BILLION

30.4 Bn

OFFICE OF THE PRESIDENT

16.8 Bn

UGANDA PRISONS SERVICE

4.4 Bn

EXTERNAL SECURITY ORGANIZATION

0.46 Bn

KAMPALA CAPITAL CITY AUTHORITY (KCCA)

1Bn

GRAND TOTAL

FOR COVID-19 RELATED EXPENDITURE FOR FY 2019/20

230.8

COVID-19 RELATED EXPENDITURE FOR FY 2020/21



MINISTRY OF HEALTH

Medical supplies, testing kits, isolation and treatment centres, face masks and vaccines

253.6 Bn

MINISTRY OF TRADE. INDUSTRY AND COOPERATIVES **Import** substitution and **Export promotion** through the UDC

128.1 Bn

UGANDA INDUSTRIAL RESEARCH INSTITUTE

Establishment of district isolation centres

10 Bn

MINISTRY OF AGRICULTURE. ANIMAL INDUSTRY AND FISHERIES

Provision of inputs and support e-voucher system

10 Bn

UGANDA ROAD FUND Road works **130 Bn**

STATE HOUSE Funding for the youth

130 Bn

31 Bn MINISTRY OF SCIENCE, TECHNOLOGY & INNOVATION Covid-19 research and innovation projects

VARIOUS MDAS

Payment of **Domestic Arrears**

20 Bn

20 Bn

MINISTRY OF ENERGY & MINERAL DEVELOPMENT Substations in industrial parks

MINISTRY OF FINANCE PLANNING AND ECONOMIC DEVELOPMENT

Recapitalization of **UDB** to finance COVID response plan

455.2 Bn

Emyooga funding for Seed capital and youth empowerment

260 Bn

Support SACCOs through Micro Finance **Support Centre**

Recapitalization of **UDB** - Equity

77.7 Bn 103 Bn

MINISTRY OF GENDER. LABOUR AND SOCIAL DEVELOPMENT

Funding for SAGE

62.9 Bn

Funding for Women Entrepreneurship Programme - UWEP

29.5 Bn

GRAND TOTAL

FOR COVID-19 RELATED EXPENDITURE FOR FY 2019/20

2377.9 BILLION

HIGHLIGHTS FROM THE PRESS RELEASE FOR QUARTER ONE FY2021/22



5,673.28 Bn released, 25% of the approved 44.8 Tn Budget.

Key Expenditure Drivers

Local Government Grants

578 Bn

Release for Domestic Arrears

435.4 Bn

Health institutions **373 Bn**

Ministry of Finance and Technology & Innovation

94.6 Bn

Uganda Road Fund

74.87 Bn

UNRA

250.1 Bn

Funding For Emyooga

50 Bn; UDB **21.4 Bn**

Funding

for SAGE

30.3 Bn and UWEP

7.3 Bn

Prioritized areas



Management of COVID-19 and support to vulnerable population.



Funding to security



Agricultural Institutions to cater for Planting Cycle



Certificates for on-going contracts for key capital development projects.

Release For Certificates:

Works and Transport

30.42 Bn

.... (

Energy and Mineral Development

16.5 Bn

Water

90.5 Bn

Judiciary

9.9 Bn

Electoral Commission

19.9 Bn

Agriculture Institutions

MAAIF

NARO

8.8 Bn

4.4 Bn

NAADS

NAGRIC &DB

3.8 Bn

7.1 Bn





HIGHLIGHTS FROM THE PRESS RELEASE FOR QUARTER ONE FY2021/22



Health care priorities for Q1 budget allocations

Supplementary budget to the Ministry of Health

206 Bn



Provision of oxygen

94.96 Bn



Health care logistics

67.6 Bn



Support to Mulago Hospital

19 Bn



Healthcare infrastructure; beds, ICUs and HDUs



11.6 Bn

Operationalization of the cancer reference laboratory

7.3 Bn

218.1 Bn

Purchase of COVID-19 Vaccines and essential medicines by NMS



Increasing Nurses and Midwives Lunch Allowance from UGX 2000/3000 to 10,000/15,000

32.3 Bn



Support of other regional Referral Hospitals

67 Bn

HIGHLIGHTS FROM THE PRESS RELEASE FOR QUARTER TWO FY2021/22

Economic Performance

F/Y 2021/2022

13.4% F/Y 2019/2020

3.0%↓

Inflation Averaged

2.3% |

AND

1 3.1%

respectively for the last 12 months

Nominal terms

F/Y 2021/2022

147,96 UGXBn F/Y 2019/2020 139,689

The shilling has appreciated averaging at

3.530.6



BUDGET PERFORMANCE

44.779 UGX Trillion

Total approved National budget for F/Y 2021/22

Non-wage

8.679

UGX Trillion

Gou Development

1.331

UGX Trillion

Wage

5.533

UGX Trillion

External Financing

6.868

UGX Trillion

Arrears

0.555

UGX Trillion

Local Revenue **N** 212

UGX Trillion

Debt and Treasury Operations

14.934UGX Trillion



FIRST HALF OF THE FINANCIAL YEAR

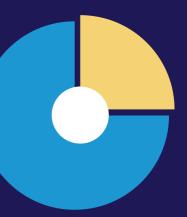
Key Areas	Budget	Quarter One	Quarter Two	Percentage
Wage	UGX 5 ,533.06Bn	ugx 1,425.18 Bn	ugx 1,469.48 Bn	52.3%
Non-wage	ugx 8,679.69 Bn	и сх2,376.74 Вп	и с х 2,334.79 Вп	54.3%
GOU development	ugx 7,997.15 Bn	и сх2,026.35 Вп	UGX 1,926.81 Bn	49.4%
Arrears	ugx 555.44 Bn	ugx 435.57 Bn	и с х 80.0 Вп	92.8%
Total Govt of Uganda	ugx 22,764.34 Bn	исх 6,263.84 Bn	исх 5,811.08 Bn	53.0%
External Financing	ugx 6,868.25 Bn	и сх2,063.17 Bn	UGX 1 ,888.55Bn	64.7%
Debt	ugx 14,933.81 Bn	и сх3,526.87 Вп	исх 6,132.24 Bn	57.5 %
AIA	и сх212.38 Bn	и сх53.10 Вп	и с х 53.10 Вп	50.0%
Grand Total	ugx 44.778.79 Tn	ugx 11.906.97 Tn	UGX13.884.98Tn	57.6 %

UGX 5.811.08 Bn

released for quarter two which is

25.5%

of the national budget for F/Y 2021/22





Focus Areas

ugx 120.73 Bn

National Medical Stores

ugx42.45 Bn

Ministry of Gender Labor & Social Development

UGX**50.20 Bn**

Ministry of Health

ugx32.73 Bn

SAGE

ugx34.8 Bn

Referral Hospitals

Agriculture and industry

ugx 184.75 Bn

Focus Areas

UGX36.4 Bn

ugx31.43 Bn

NAADS

UGX22.1 Bn

NARO

UGX22.8Bn

Uganda Coffee Development Authority

UGX 19.8 Bn

ugx35.6 Bn

Ministry of Trade, Industry & Cooperatives





Governance, Revenue collection



Focus Areas UGX36.4 Bn

MoFPED including the funding for support to SMEs and Capitalization of UDB



UGX28.9 Bn

National Citizenship and Immigration Control



UGX 82.1Bn

Uganda Revenue Authority (URA)



Judiciary, Legislature, Electoral commission, Missions Abroad

ugx256.8 Bn

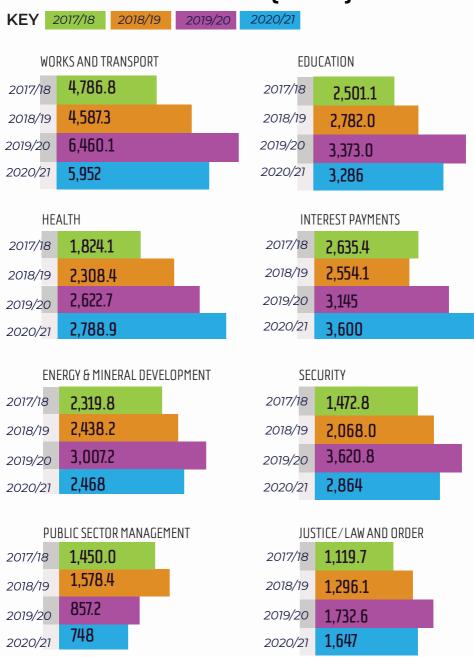
Focus Areas

UGX 140 Bn Parliament

UGX 74Bn Judiciary

UGX 37.4 Bn Electoral Commission

BUDGET ALLOCATION TRENDS (UGX.Bn)



BUDGET ALLOCATION TRENDS(UGX.Bn)

KEY Z	2017/18 20	2019	2020/21	•	
WATER & ENVIRONMENT			ACI	OUNTABILITY	
2017/18	630		2017/18	976.2	
2018/19	1,265.8		2018/19	1,083.7	
2019/20	1,092.8		2019/20	1,542.8	
2020/21	1,351		2020/21	1,650	
AGF	RICULTURE		LEC	GISLATURE	
2017/18	828.5	_	2017/18	483.8	
2018/19	892.9		2018/19	497.8	
2019/20	1,052.9		2019/20	687.8	
2020/21	950		2020/21	668	
PUBLIC ADMINISTRATION SOCIAL DEVELOPMENT & ORDER					ENT & ORDER
2017/18	563.4		2017/18	175.8	
2018/19	624.1		2018/19	241.7	
2019/20	979.1		2019/20	219.2	
2020/21	958		2020/21	172	
LAN ANI	NDS, HOUSING D URBAN DEV'T			AND NATIONAL IDANCE	
2017/18	13 9.9		2017/18	104.3	
2018/19	202.4		2018/19	149.1	
2019/20	227.0		2019/20	146.2	
2020/21	172		2020/21	136	

BUDGET ALLOCATION TRENDS (UGX.Bn)

KEY 2017/18 2018/19 2019/20 2020/21

SCIENCE, TECHNOLOGY AND INNOVATION

2017/18 71.9

2018/19 184

2019/20 186.0

2020/21 163

TRADE AND INDUSTRY

2017/18 89.4

2018/19 134.1

2019/20 202.8

2020/21 172

TOURISM
2017/18 27.2
2018/19 32.6
2019/20 193.7
2020/21 194

Grand Total



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