



PARLIAMENT OF UGANDA

**ADDENDUM TO THE BUDGET COMMITTEE REPORT ON SUPPLEMENTARY
EXPENDITURE SCHEDULES NO.1 AND NO.2 FOR FY2018/19**

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Office of the Clerk

May 2019

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1.0 INTRODUCTION

Rt. Hon Speaker and Members, on the 16th of May 2019 I presented before this House a Report on Supplementary Expenditure Schedule No 1, and No. 2 (Inclusive of the 4 Addendums to Schedule 2).

Rt. Hon. Speaker, on 13th and 16th May 2019, Government laid before Parliament additional addenda to the Supplementary Schedule 2 under Addendum No.5 amounting **Shs 217,198,517,529** and under Addendum No. 6 **Shs 15,000,000,000**. This report is an Addendum to the Budget Committee Report Supplementary Expenditure Schedule No.1 and No.2.

The estimates were referred to the Budget Committee for scrutiny before reporting to the House.

I now wish to report as follows:

1. ADDENDUM NO. 5

I. State House Vote 002 – Shs 33, 282,235,000

State House requested for additional supplementary request Shs 33,282,235,000, the breakdown is as follows:

- Shs 15,700,000,000 for classified expenditure
- Shs 17,582,235,000 for H.E the President's field operations including accommodation and feeding of the teams that accompanying the President; fuel and other logistical expenditure, by the President during the country wide tours.

The Committee recommends that the House approves the supplementary request of Shs 33,282,235,000 to Vote 002 - State House; for classified expenditure and the President's field operations.

II. Various Local Governments – Shs 182,870,000,000

A Supplementary request of Shs 182,870,000,000 for various Local Governments has been requested. The Committee was informed that the source of these funds are Off-Budget External Finances from various donors. In addition, the Committee was informed that these funds will facilitate tracking of the support to Local Governments to access the funding through the Integrated Financial Management System.

The Committee was further informed by the Minister of Finance, Planning and Economic Development; that these Off-Budget External Resources are not part and parcel of the Consolidated Fund.

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In this regard, this expenditure being off budget the House is requested to take note of this expenditure. This figure will not be included in the supplementary appropriation for FY2018/19 because it is outside the Consolidated Fund.

III. Muni University – Shs 1,048,200,000

This was additional Appropriation in Aid resulting from excess revenue that was collected in FY 2017/18 and remitted to the Uganda Consolidated Fund.

The Committee recommends that the House approves the supplementary request of Shs 1,048,200,000 towards Muni University.

2. ADDENDUM NO. 6

Mulago Hospital Shs 15,000,000,000

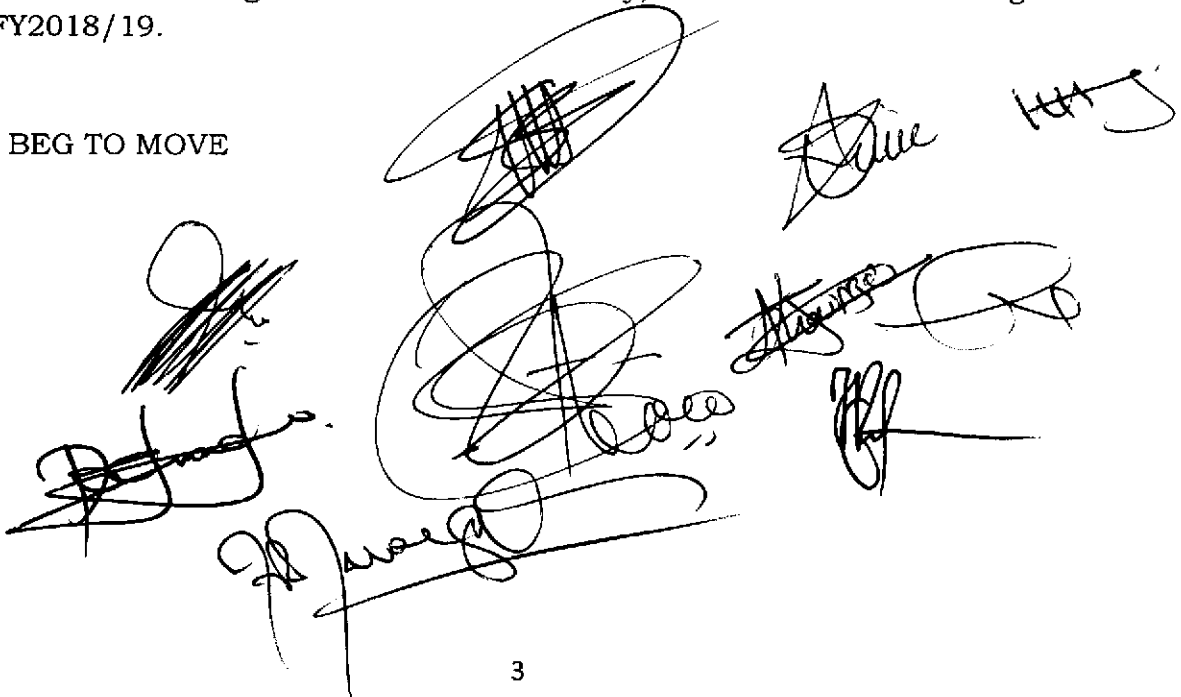
Mulago Hospital requires additional Shs 15 billion to fund the ongoing rehabilitation works at the Hospital.

The Committee recommends that the House approves the supplementary request of Shs 15,000,000,000 for ongoing rehabilitation works at Mulago Hospital under Ministry of Health Project 1187-Support to Mulago Hospital Rehabilitation.

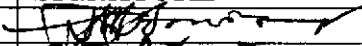
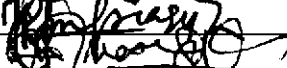

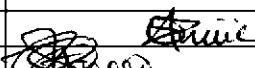
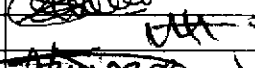
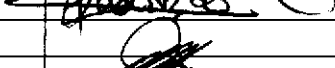

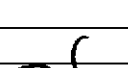
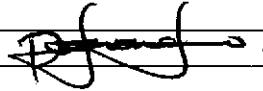
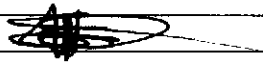
3. SOURCES OF FUNDING

The Committee was informed that the supplementary budget that requires Government of Uganda funding shall be financed by the projected additional revenue from Uganda Revenue Authority, in excess of the targeted for FY2018/19.

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MEMBERS OF THE BUDGET COMMITTEE WHO SIGNED THIS REPORT

NO	NAME	SIGNATURE
1	Hon. Lugoloobi Amos (Chairperson)	
2	Hon. Opolot Isiagi Patrick (Vice Chairperson)	
3	Hon. Mwesigye Fred	
4	Hon. Ilukor Charles	
5	Hon. Hashim Sulaiman	
6	Hon. Lubogo Kenneth	
7	Hon. Mutebi David Ronnie	
8	Hon. Nankabirwa Ann Maria	
9	Hon. Othieno Okoth Richard	
10	Hon. Komuhangi Margaret	
11	Hon. Khainza Justine	
12	Hon. Achia Remigio	
13	Hon. Asiku Elly Elias	
14	Hon. Tumuranye Genesis	
15	Hon. Aleper Aachilla Margaret	
16	Hon. Ngabirano Charles	
17	Hon. Ogwang Peter	
18	Hon. Nabayiga Idah	
19	Hon. Musasizi Henry	
20	Hon. Silwany Solomon	
21	Hon. Kiiza Winfred	
22	Hon. Atim Ogwal Cecilia	
23	Hon. Mugume Roland	
24	Hon. Ongom Joy	
25	Hon. Muwanga Kivumbi	
26	Hon. Ntende Robert	
27	Hon. Karuhanga Gerald	
28	Hon. Bagoole John	
29	Hon. Kakoza James	
30	Hon. Soyekwa Cheborion Kenneth	



PARLIAMENT OF UGANDA

A MINORITY REPORT ON SUPPLEMENTARY EXPENDITURES IN ADDENDA 5 AND 6 FY2018/19

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MAY 2019

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1.0 INTRODUCTION

The Ministry of Finance, Planning and Economic Development laid Supplementary budgets in Addenda 5 and 6 FY2018/19 for which Parliament's approval is being sought.

Pursuant to Rule 202 of the Rules of Procedure of the Parliament of Uganda, I hereby present a dissenting opinion from the opinion of the majority of the Committee on Budget.

The dissenting opinion was informed by:

- a) Legal frameworks of Uganda particularly the Constitution and Public Finance Management Act.
- b) Committee interactions with Minister responsible for Finance, Planning and Economic Development

2.0 AREAS OF DISSENT

I dissented with the majority of the Committee regarding President's Countrywide Delegates Consultations and source of funding.


3.0 DISSENTING OBSERVATIONS

3.1 President's Countrywide Delegates Consultations

Approval is being sought under State House of UGX 17.6 billion being accommodation and feeding of the team that accompany the President, fuel and other logistical expenditure on delegates to be met by the President during country wide consultations.

The following issues should be noted:

- a) Whereas the President is the fountain of Honour as provided under Article 98 of the Constitution, the countrywide consultations of delegates with all intent and purpose is a representational or political activity. This is premised on a fact that a delegate is chosen to vote or make decisions on behalf of a group of other people. Hence the expenditure is an attempt to circumvent scrutiny in disguise of a noble national duty of promoting wealth creation agenda. It should be noted on all the recent visits undertaken by the President in Tooro, Bunyoro and West Nile, they conclude with endorsement of sole candidature of the person of Yoweri Museveni. Hence



the consultations ought to be regulated and financed through the Political Parties and Organisations Act.

- b) Failure for State House to ensure that the President operates within approved budgets sets a bad precedence. This is an indication that the veil of fountain of honour is being removed. A fountain of honour ought to be characterised by good financial discipline that ought to be emulated.
- c) The items are foreseeable and avoidable. Hence they violate the Public Finance Management Regulations.

Recommendations

Parliament should not approve UGX 17.6 billion being accommodation and feeding of the team that accompany the President, fuel and other logistical expenditure on delegates to be met by the President during country wide consultations. These are foreseeable and avoidable items that violate Public Finance Management Regulations.

3.2 Source of Funding

The Committee was informed that the Addenda was to be funded through additional revenue. It is on this basis that the Chairperson of the Committee on Budget requested the Minister responsible for Finance, Planning and Economic Development to specify the following:

- a) Tax Revenue Collection target for Uganda Revenue Authority
- b) Excess revenue that has been realised so far
- c) How much of the excess revenue has been spent on supplementary budget and
- d) Whether the remaining balance will be able to finance the Addenda

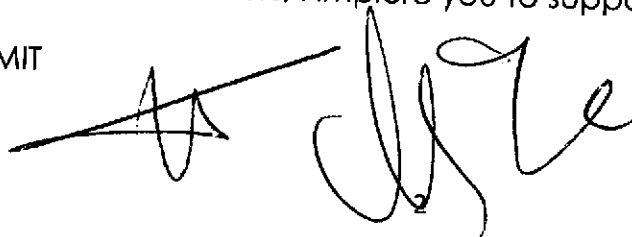
Recommendation

The Addenda should not be approved until Parliament is satisfied that indeed there is excess revenue to spend.

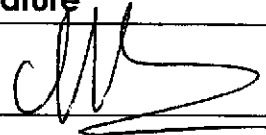
4.0 CONCLUSION

Rt. Hon. Speaker and Members, I implore you to support the Minority report.

I BEG TO SUBMIT

A handwritten signature in black ink, appearing to be 'J. S. N. N.', written over a horizontal line.

**MEMBERS ON THE COMMITTEE ON BUDGET WHO SIGNED THE MINORITY REPORT ON
SUPPLEMENTARY EXPENDITURES IN ADDENDA 5 AND 6 FOR FY2018/19**

S/N	NAME	Signature
	ATTUM OGWAL CECILIA B	
	MUWANGA KIVUMBWA	