8th April 2020

All Accounting Officers (Central and Local Governments)

FOURTH QUARTER EXPENDITURE LIMITS FOR GOVERNMENT OF UGANDA (GOU) WAGE, NON-WAGE RECURRENT AND DEVELOPMENT, EXTERNAL FINANCING AND LOCAL REVENUE EXPENDITURE FOR APRIL TO JUNE OF FY 2019/20.

1. This is to communicate the Expenditure Limits for GoU Wage, Non-Wage Recurrent and Development as well as Local Revenue and External Financing for the period of April-June 2020 for Financial Year 2019/20.

2. The Fourth Quarter Expenditure Limits have been based on the projected revenue performance by the end of the Financial Year 2019/20. Please note that because of COVID-19, revenue performance has registered significant shortfalls which has affected the overall level of resources available for expenditure during the Fourth Quarter.

3. The Fourth Quarter Expenditure Limits have therefore prioritized the activities for mitigating the impact of COVID-19 and to the Institutions directly involved in and those coordinating its fight. In addition, Salaries, Pension, Gratuity and water services have been fully protected.

4. With respect to Local Revenue, releases have been made based on the projected level of remittances to the Consolidated Fund (CF) by the end of the Financial Year.

5. The Expenditure limits under External Financing, have been based on the actual and projected disbursements. We are concerned about the slow absorption of external funding whose absorption stood at 21% of the disbursed funds by the end of Third Quarter of FY 2019/20.

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"
6. Please refer to my Circular Ref: AGO/139/55/20 dated 1st April 2020 regarding payment processing during the lockdown period to contain COVID-19 where priority will be given to salaries, pensions & gratuity, health and security related payments.

7. Salaries, pension and gratuity should be paid by the 28th day of every month based on the verification you have undertaken.

8. To facilitate warrant approval, you should submit requests for single warrants by category for each of the categories; Wage, Pension, Gratuity, Non-Wage Recurrent and Development. Expenditure Limits for Local Revenue in the case of Local Governments and External Financing are also included in this Circular. Your submissions should reach this Ministry by Wednesday 15th April 2020.

9. By copy of this letter, Accountant General is requested to issue Accounting Warrants up to the levels indicated in the Expenditure Limit Schedules attached in Annex 1-5.

Keith Muhakanizi
PERMANENT SECRETARY/SECRETARY TO THE TREASURY

C.c: The Rt. Hon. Speaker of Parliament
   The Rt. Hon. Deputy Speaker of Parliament
   The Rt. Hon. Prime Minister
   Hon. Minister of Finance, Planning and Economic Development
   All Hon Ministers and Ministers of State
   Head of Public Service and Secretary and Secretary to Cabinet
   Auditor General
   Inspectorate General of Government
   All Resident District Commissioners
   All LCV Chairpersons and Mayors
   Accountant General
   Managing Director Water and Sewerage Corporation
   Managing Director, Uganda Telecommunications Limited
   Managing Director, Uganda Electricity Distribution Company.

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*. 
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<th>Month</th>
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<th>Actual</th>
<th>Variance</th>
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Note: Variance is calculated as Actual - Budgeted.