1st April 2019

All Accounting Officers

FOURTH QUARTER EXPENDITURE LIMITS FOR WAGE, NON-WAGE RECURRENT AND DEVELOPMENT FOR APRIL TO JUNE 2019 FOR FY 2018/19

1. In line with the Budget Execution Circular for FY 2018/19, this is to communicate the Expenditure Limits for Wage, Non-Wage Recurrent and Government of Uganda Development Expenditure as well as External Financing and Appropriation in Aid (AIA) and local Government Grants for the period April – June 2019 as attached in Annexes 1 to 4.

2. The Expenditure Limits are based on the Government Annual Cash Plan adjusted to take into account the projected revenue performance by the end of the FY 2018/19. You should ensure that all your priority expenditures are addressed within the resources advised to you in this circular.

3. The Fourth Quarter Expenditure Limits allocation has accorded protection to Salaries, Pension and Gratuity. Full provision has been made for salaries, pension and gratuity based on quarterly projections and submissions received from Accounting Officers.

4. In addition, the Fourth Quarter Expenditure Limits have catered for the education capitiation requirements for Term 2 of the School Year 2019. The balance of funds for NAADS to cater for the first planting season were released in the Third Quarter.

5. It is the responsibility of the Accounting Officers to ensure timely payments are made accordingly. In pursuit of the established policy, I wish to reiterate that payment of salaries, pension and gratuity should be effected by the 28th day of every month based on the verified payrolls.

6. Releases to Local Governments and Universities are effected on the Integrated Financial Management System (IFMS). All releases to Missions Abroad were effected in the Third Quarter.

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"
7. Rent and utilities payment should have a first call on the Fourth Quarter allocations for non-wage recurrent of your Votes. In particular, Accounting Officers should continue to prioritise payment to UTL arrears to avoid crippling the Company.

8. Subventions to Institutions, should be protected and passed on to them intact and timely in order to enable them meet their expenditure needs.

9. Release of funds to schools follows the school calendar as advised by Ministry of Education and Sports and are released directly to the schools. Equally releases to health facilities are released directly to the health facilities as advised by the Ministry of Health. As a reminder, the Ministries of Education & Sports and Health should ensure that funds are released to only existing schools or health facilities respectively.

10. MDAs holding budgets for centralised programmes/projects which are implemented by Local Governments are reminded to ensure that the funds are remitted timely to facilitate implementation of activities.

11. Accounting Officers should submit one warrant for each of the categories: Wage, Pension, Gratuity, Non-wage Recurrent and Development as well as External Financing and Appropriation in Aid (AIA). Your submissions should reach this Ministry by Monday 8th April 2019. Approval of warrants will strictly follow the breakdown submitted and endorsed by the Accounting Officers.

12. Lastly, Accounting Officers should exercise utmost prudence when allocating the expenditure limits and give priority to critical activities that contribute to the attainment of Vote Outputs without accumulating arrears. Any warrants that will be inconsistent with this principle will be rejected.

13. By copy of this letter, the Accountant General is requested to issue Accounting Warrants up to the levels indicated in the Expenditure Limits schedule attached in Annexes 1-4.

Keith Muhakanizi
PERMANENT SECRETARY/SECRETARY TO THE TREASURY

Cc: The Rt. Hon Speaker of Parliament
Cc: The Rt. Hon Prime Minister
Cc: The Hon Minister of Finance, Planning and Economic Development
Cc: All Hon Ministers and Ministers of State
Cc: Head of Public Service and Secretary to Cabinet

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"
Cc: Auditor General
Cc: Inspector General of Government
Cc: All Resident District Commissioners
Cc: All LCV Chairpersons and Mayors
Cc: Accountant General
Cc: Managing Director, National Water and Sewerage Corporation
Cc: Managing Director, Uganda Telecommunications Limited
Cc: Managing Director, Uganda Electricity Distribution Company
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<tr>
<td>Example 2</td>
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Note: The table above is a sample and does not reflect the actual content of the document.