

**REPORT OF BUDGET COMMITTEE ON THE SUPPLEMENTARY
APPROPRIATION BILL 2016**

3^h May, 2016

1.0 Introduction

Rt. Hon Speaker,

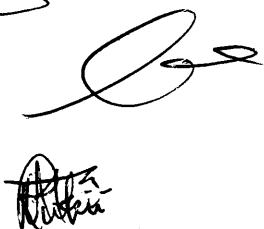
During the budget implementation and execution for the FY 2014/15, Government incurred supplementary expenditure whose details were reflected in the supplementary budget schedules Nos. 1, 2 & 3 that were tabled in the House at various times in the FY 2014/15.

The supplementary schedules were referred to the Budget Committee for scrutiny.

The Budget Committee considered the schedules and presented its report to the House. The House considered the report of the Budget Committee and approved, through its Committee of Supply, the supplementary expenditure incurred by the Government in the said FY.

On 6th April 2016, the Minister of Finance, Planning and Economic Development read the Supplementary Appropriation Bill, 2016 for the first time. The Bill was referred to the Budget Committee for scrutiny.

The Budget Committee has scrutinized the said Bill, and would like now to report its findings and recommendations to this August House.



2.0 Observations and Recommendations

Vote 001 – Office of the President

The Committee recommended and the House agreed that under Vote 001 – Office of the President, the supplementary provision of **UGX 2.5 Billion** meant for the facilitation of the RDCs and Deputy RDCs be disallowed as the activity was not of an emergency nature that should have been provided in the normal budget process.

However, the above figure that was disallowed by Parliament is reflected in the Supplementary Appropriation Bill, 2016.

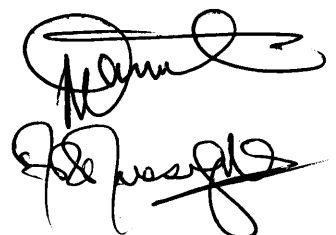
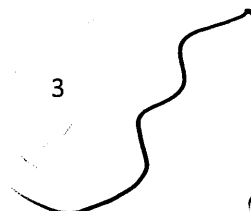
The Committee recommends that supplementary provision of Vote 001 – Office of the President be reduced by UGX 2.5 Billion. As a result, Parliament should amend the recurrent supplementary budget figures for Vote 001 to read as UGX 16,185,754,453/=.

Vote 010 – Ministry of Agriculture

During the consideration of the supplementary schedule for the FY 2014/15, the Committee noted that due to the failure by the Accounting officer to pay on time UGX 3.3 Billion to SPENCON for the construction of the Five Valley dams, Government incurred a cost of **UGX 12.3 Billion**. Government tried to treat this as a supplementary budget to be approved by Parliament.



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The Committee recommended that the amount of UGX 12.3 Billion be disallowed and the responsible accounting officer should meet the cost. And indeed, the House did not supply the said amount.

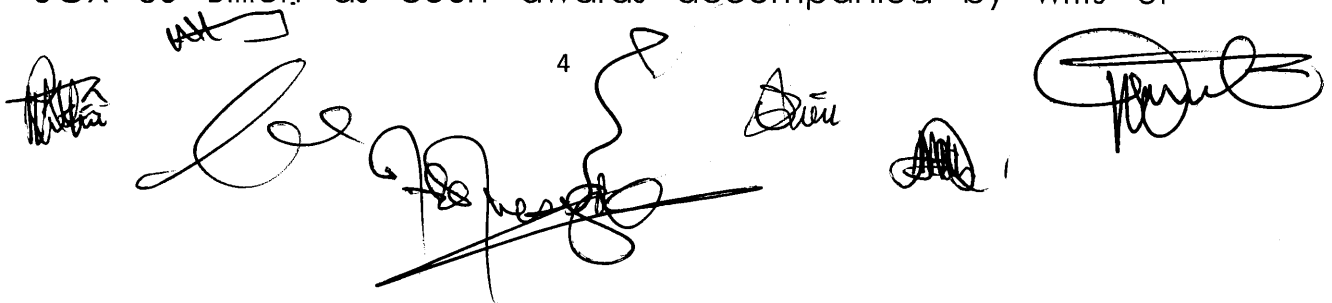
However, the Committee has observed that the figure of UGX 12.3 Billion that was disallowed is reflected in the Supplementary Appropriation Bill, 2016.

The Committee recommends to the House to reduce the supplementary development provision to Vote 010 – Ministry of Agriculture, Animal Industry and Fisheries by UGX 12,312,392,823/=. As a result, Parliament should amend the development supplementary budget figures for Vote 010 to read as UGX 17,674,731,191/=

Statutory Votes

Under statutory provision for the FY 2014/15, the Committee observed that **UGX 10,300,000,000/=** had been provided as refund to donors as a result of accounting officers failing to provide adequate accountability of the funds that had been placed under their care. The Committee recommended to the House to reject this supplementary provision so that the respective accounting officers are made to refund the money, and indeed, the House did not approve the said amount.

Furthermore, the Committee noted that Government had applied for UGX 80 Billion as court awards accompanied by writs of

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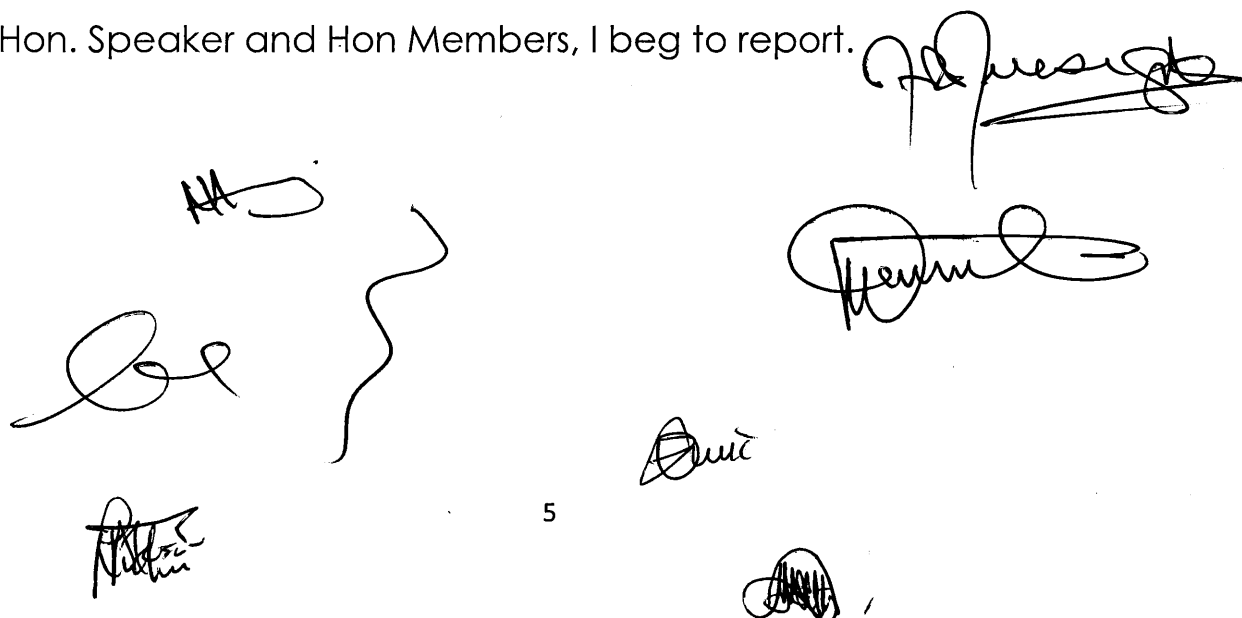
mandamus. However, upon verification, the Committee established that only UGX 78,144,841,000/= was the actual amount required to clear the said court awards. Consequently, **UGX 1,855,159,000/=** was not approved.

Although statutory expenditure is not appropriated, and therefore the supplementary statutory provisions not included in the Supplementary Appropriations Bill, 2016, it is important that Parliament takes note of the above mentioned position on statutory supplementary revision for the FY 2014/15.

3.0 Conclusion

Subject to the recommendations above, and the proposed amendments to be moved during the committee stage, the Committee recommends that the Supplementary Appropriation Bill, 2016 be read the second time.

Rt. Hon. Speaker and Hon Members, I beg to report.



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Proposed Amendments to be moved at the Committee stage

Schedule to the Bill

1. Vote 001 – Office of the President Recurrent Supplementary Budget

Replace UGX 18,685,754,453/= with UGX 16,185,754,453/=.

Justification:

UGX 2.5 Billion for RDCs was not approved by Parliament

2. Vote 010 - Ministry of Agriculture

Replace UGX 29,987,124,014/= with UGX 17,674,731,191/=

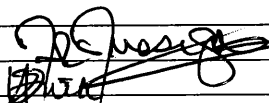
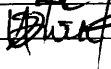
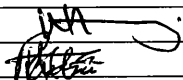
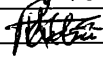
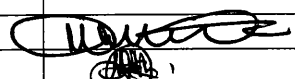
Justification:

UGX 12,312,392,823/= that arose as a result of the failure by the Accounting officer to pay a contract in time was disallowed.



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THE SUPPLEMENTARY APPROPRIATIONS BILL, 2016

NO.	NAME	PARTY	SIGNATURE
1.	Hon. Amos Lugoobi Chairperson	NRM	
2.	Hon. Wamakuyu Mudimi Deputy Chairperson	NRM	
3.	Hon. Acayo Christine	NRM	
4.	Hon. Amongin Jacqueline	NRM	
5.	Hon. Nyirabashitsi Sarah	NRM	
6.	Hon. Nebanda Andiru Florence	NRM	
7.	Hon. Col. Mwesigye Fred	NRM	
8.	Hon. Nankabirwa Ann Maria	NRM	
9.	Hon. Bigirwa Julius	NRM	
10.	Hon. Okot Amos	NRM	
11.	Hon. Komuhangi Margaret	NRM	
12.	Hon. Ruhunda Alex	NRM	
13.	Hon. Achia Remigio	NRM	
14.	Hon. Byamukama Nulu	NRM	
15.	Hon. Drito Martin	NRM	
16.	Hon. Ssali Barker	NRM	
17.	Hon. Ayeper Michael	NRM	
18.	Hon. Akello Judith Franca	FDC	
19.	Hon. Ekanya Geoffrey	FDC	
20.	Hon. Sabiiti Jack	FDC	
21.	Hon. Atim Cecilia Ogwal	FDC	
22.	Hon. Amuriat Oboi	FDC	
23.	Hon. Ebil Fred	UPC	
24.	Hon. Matte Joseph	IND	
25.	Hon. Mujungu Jennifer	IND	
26.	Hon. Odoi Fox	IND	
27.	Hon. Bagoole John	IND	
28.	Hon. Katirima Phinchas	UPDF	
29.	Hon. Latif Ssebaga	DP	