



THE REPUBLIC OF UGANDA

*Laid on table by Hon. Matia Kasaija
On 31/3/2020
PMS*

CERTIFICATE OF FINANCIAL IMPLICATIONS

(Made under Section 76 of the Public Finance Management Act, 2015)

THIS IS TO CERTIFY that the Bill entitled, the EXCISE DUTY (AMENDMENT) Bill 2020, has been examined as required under Section 76 of the Public Finance Management Act, 2015. I wish to report as follows:

a) That the Bill has the following objectives:

1. To generate revenue;
2. To cater for changes in exchange rate depreciation;
3. To promote local and international airlines;
4. To reduce the tax burden and promote the spirits industry in light of the ban on plastic bags (Sacket waragi);
5. To incentivize Local production of sanitary pads;
6. To harmonize the discrepancy caused by categorizing cigarettes into locally manufactured and imported;
7. To harmonize the tax burden applicable on juice with soda;
8. To conserve the environment by imposing an excise duty on plastic shopping bags;

b) That it is expected to achieve the following outputs:

1. To raise revenue
2. To improve compliance and ease administration.

c) That the expenditure plan by major components for the next two years.

Since this is an amendment to the existing tax provisions, there is no expenditure plan specifically different from the overall allocation of Shs 438.26 Billion for FY 2020/21 and Shs 484.53 billion for 2021/22 Financial Year to Uganda Revenue Authority.

d) That the funding and budgetary implications are the following:

Funding is going to be through overall Government budgetary allocations to Uganda Revenue Authority.

e) Expected savings and/or revenue to Government:

Revenue gain expected from the excise duty measures is estimated to be UGX 381.91 billion annually.

Submitted this **31st March, 2020** under my hand.

Matia Kasaija
Matia Kasaija (MP)

MINISTER OF FINANCE, PLANNING AND ECONOMIC DEVELOPMENT