



**CERTIFICATE  
OF  
FINANCIAL IMPLICATION**

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

**THIS IS TO CERTIFY** that the Bill titled, the VALUE ADDED TAX (AMENDMENT) BILL 2023, has been examined as required under section 10 of the Budget Act. I wish to report as follows:

**a) That the Bill has the following objectives:**

1. To amend the Value Added Tax Act, Cap 349 to expand the definition of electronic services;
2. To provide for a limit on input tax to only activities related to output tax being accounted for and disallow input tax credit to a registered foreign supplier,
3. To provide for declaration of value added tax on imported services by large unregistered persons and unregistered government entities and
4. To provide for ZEP-RE (PTA REINSURANCE COMPANY) as a listed institution and related matters.

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

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

**c) That the expenditure plan by major components for the next two years are as follows:**

Since this is an amendment to the existing tax provisions, there is no expenditure plan specifically different from the overall allocation of Shs. 619.99 Billion for FY 2023/24 and Shs. 648.72 billion for FY 2024/25 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 of US\$ 351.3 billion is projected from the amendment

Submitted this **30<sup>th</sup> March, 2023** under my hand

  
Matia Kasajja (MP)

**MINISTER OF FINANCE, PLANNING AND ECONOMIC DEVELOPMENT**

## **THE VALUE ADDED TAX (AMENDMENT) BILL, 2023**

### **MEMORANDUM**

The object of this Bill is to amend the Value Added Tax Act, Cap 349 to expand the definition of electronic services; to provide for a limit on input tax to activities related to output tax being accounted for and disallow input tax credit to a registered foreign supplier, to provide for the declaration of value added tax on imported services by large un-registered persons and un-registered government entities, to provide for ZEP-RE (PTA REINSURANCE COMPANY) as a listed institution, and for related matters



**MATIA KASAIJA (MP),**  
*Minister of Finance, Planning and Economic Development*