



# National Gazette

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*National Information and Communications Technology Act 2009 ("National ICT Act 2009")*

## NOTICE OF 2016 NICTA BUDGET UNDER NATIONAL ICT ACT 2009

I, Charles S. Punaha, Chief Executive Officer of National Information and Communications Technology Authority (also referred to as NICTA), as required by Section 30(2) of the *National ICT Act 2009* hereby give notice of NICTA's 2016 Budget set out below and which Budget has been made in accordance with the relevant provisions of the *National ICT Act, 2009*.

	2016 (K)	2015 (K)
<b>Revenue:</b>		
Operator License Fees ... ..	5,700,000	5,700,000
Spectrum License Fees . . . . .	23,185,166	22,669,726
Corporate License Fees . . . . .	600,000	600,000
Satellite Resources . . . . .	10,300,000	2,717,014
Field Inspection / PABX / Cabling Fees . . . . .	390,000	350,000
Numbering Fees . . . . .	50,000	350,000
Others (Rental / Bank Interest / Miscellaneous) . . . . .	950,000	950,000
Operational Revenue . . . . .	41,175,166	33,336,740
Revenue from Asset Disposal . . . . .	8,850,316	8,757,402
Badihagwa HOS Land Allotment . . . . .	—	6,620,577
Arrears Revenue . . . . .	6,000,000	6,000,000
Total Revenue . . . . .	56,025,482	54,714,719
<b>Operational Expenditure:</b>		
Board of Directors . . . . .	1,030,000	570,000
Office of the Chief Executive Officer . . . . .	2,569,879	3,088,003
Economics, Consumer & International Affairs . . . . .	6,405,685	4,098,960
Licensing & Enforcement . . . . .	4,962,662	4,584,960

Notice of 2016 NICTA Budget Under *National ICT Act 2009*—continued

	2016 (K)	2015 (K)
<i>Operational Expenditure—continued</i>		
Engineering & Resource Planning	6,161,497	3,909,823
UAS-Universal Access Secretariat	3,206,002	3,454,357
Corporate Services	20,875,047	19,456,877
Total Operational Expenditure	45,210,772	39,162,980
<i>Capital Expenditure:</i>		
Office of the Chief Executive Officer	235,000	230,000
Economics, Consumer & International Affairs	600,000	225,000
Licensing & Enforcement	2,330,000	980,000
Engineering & Resource Planning	395,000	230,000
UAS-Universal Access Secretariat	330,000	335,000
Corporate Services	6,924,710	13,551,739
Total Capital Expenditure	10,814,710	15,551,739
Total Expenditure	56,025,482	54,714,719
Net Surplus / (Deficit)	—	—

**Explanatory Notes:**

*Revenue:* Operational Revenue budgeted for 2016 is K41.1 million. Significant component of this revenue is to be collected from operator license fees, spectrum fees and Satellite resources. These three sources contribute total revenue of K40.2 million.

Disposal of assets and associated revenue is budgeted at K8.8 million.

Arrears Revenue estimated at K6.0 million is budgeted for collection in 2016.

Total revenue, inclusive of operational revenue, asset disposal and arrears is K56.0 million.

*Budget Comparison: 2016 versus 2015*

Increase of K7.8 million operational revenue in 2016, attributed to increase in Satellite Filing services fees of K7.5 million and K0.3 million from marginal increase in spectrum fees.

Operational Expenditure budgeted for 2016 is K45.2 million. This amount is allocated to six functional departments and the board directors, a total of seven cost Centre's. The total operational expenditure for 2016 increased by K6.0 million or 15.4%, the increase is attributed to increase in corporate overhead costs budgeted for Corporate Services, increase in board retainer/sitting allowances and propose recruitment of new staffs for six functional departments in 2016.

Capital expenditure was decreased to K10.8 million from K15.5 million the previous year. The K4.7 million (30.5%) decrease is attributed to Badihagwa Land acquisition done in 2015 therefore, we only budgeted for development cost for of Badihagwa land for NICTA staff Home Ownership Scheme (HOS) proposed for 2016.

There is no surplus anticipated in the budget for 2016. Any surpluses that materialize during the budget implementation in 2016 will be the result of cost savings or revenue collection exceeding budget.

Issued this 28th day of October, 2015.

C.S. PUNAHA,  
Chief Executive Officer, NICTA.