

PRESS RELEASE

For Immediate Release,

RRA: Revenue Performance Results for FY 2023/2024 And Launch of Tax Compliance Improvement Plan 2024/2025

Kigali, 03th July 2024 – Rwanda Revenue Authority (RRA) announces tax revenue collections during the financial year 2023/24 that ended on 30th June 2024.

Tax Revenue collection in FY 2023/24 was **Frw2,619.2 billion** compared to a target of **Frw 2,637 billion**, which represents an achievement of **99.3%** and a growth of **12.3%** compared to 2022/23. (The final figures will be communicated in due course after reconciliation). This year 2023-2024, RRA financed the national budget by **51.2%** from **48.9%** the previous year 2022-2023.

The RRA Commissioner General Niwenshuti Ronald attributes the performance to a number of factors including:

- Use of EBM and system controls (taxpayers registered on EBM increased from 84,448 in FY2022/23 to 117,631 in 2023-2024. An increment of 28%. Among these 32,529 taxpayers are VAT registered taxpayers.
- VAT Reward (to date, RRA registered 23,675 beneficiaries on this scheme with a total reward of Frw 244 million).
- Voluntary Disclosure Incentives (1,783 Taxpayers disclosed a total amount of Frw 14.3 bn of which Frw 6.6 bn has been paid).
- Economic growth of 9.1% for Jul-March compared to 7.4% projected for FY2023/24.
- Automation of key services that simplified communication and service delivery

The slight percentage missed on the tax collection target of 2023/24 is a result of a number of factors that are still under analysis. RRA CG highlighted the preliminary findings such as the reinvestments of big companies hence reducing their payable income tax and the shift in imports dynamics whereby there is an increase in imports from the EAC that do not pay customs duties.

*“For this new fiscal year 2024/2025, our revenue target is set at an ambitious sum of **Rwf 3,061.2 billion** which is **54%** of the national budget of **Rwf 5,690.1 billion** and we are very optimistic that we shall achieve it.”* Said Niwenshuti, the Commissioner General of RRA.

RRA tax compliance improvement plan for this FY 2024/2025 will mainly focus on Wholesale and retail trade sector, manufacturing sector, hospitality sector, liberal professions in domestic taxes. From customs, RRA shall focus on importers who dealt with high-risk commodities, goods from high-risk origins, traders who benefited from EAC duty remission scheme (exemption) and Customs Clearing agencies.



The RRA CG also underlined that his institution shall prioritize initiatives aimed at simplifying service delivery such as automation of key services and strengthening communications and outreach programs to reduce the cost of compliance for taxpayers.

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