

Poverty & Equity Brief

Africa Eastern & Southern

Uganda

April 2023

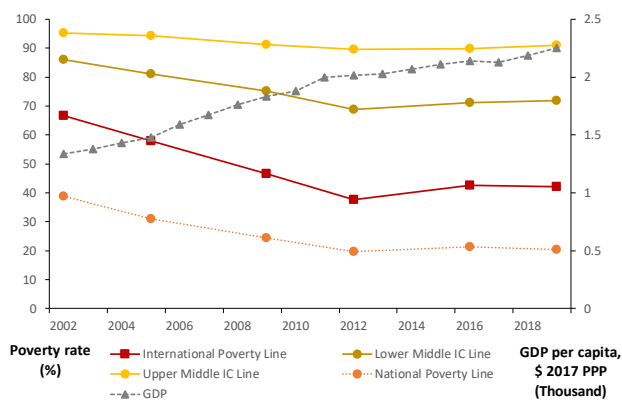
The most recent poverty estimate from the Uganda National Household Survey 2019/20 (UNHS) is equal to 20.3 percent, based on the national poverty line. If split into pre-COVID-19 and pandemic time, the UNHS 2019/20 shows a decline in poverty from 21.4 percent in 2016/17 to 18.7 percent in 2019, before the COVID-19 outbreak and a subsequent increase in poverty to 21.9 percent afterwards. The Uganda Bureau of Statistics (UBOS) has also released new poverty rates using a revised poverty line. According to the revised line, the national poverty rate in 2019/20 was about 30 percent, being closer to but still lower than the international poverty rate of about 42 percent. The annualized consumption growth for the bottom 40 percent of population during 2016/17 and 2019/20 was close to zero, but still slightly higher than the negative mean consumption growth of -0.26 percent. Lower work stoppages in the agriculture sector during COVID-19 and favorable weather conditions in 2019 and 2020 likely helped the most vulnerable to sustain positive consumption growth on average. Multidimensional poverty declined between 2016/17 and 2019/20 mainly due to increased access to electricity through wider usage of solar panels, but still remained higher than 50 percent.

Regarding the most recent outcomes, the High-Frequency Phone Survey conducted in October/November 2022 showed that despite growing employment rate, open businesses, and improving situation with labor and farm income, food insecurity remained very high with about 56 percent of population being moderately food insecure and 15 percent severely food insecure. Households, in particular the poorest ones and those living in rural areas continued to feel the impact of increased prices either through being unable to access food products or to buy the desired amounts. Less than half of population were able to access and buy desired amounts of sugar, cooking oil and rice when needed. Weather shocks, food inflation and other shocks can limit the positive impact from the expected acceleration of economic growth in 2023 and 2024.

POVERTY	Number of Poor (million)	Rate (%)	Period
National Poverty Line	8.7	20.3	2019
International Poverty Line 2838.8 in Uganda shilling (2019) or US\$2.15 (2017 PPP) per day per capita	18.1	42.2	2019
Lower Middle Income Class Poverty Line 4819.4 in Uganda shilling (2019) or US\$3.65 (2017 PPP) per day per capita	30.9	71.9	2019
Upper Middle Income Class Poverty Line 9044.6 in Uganda shilling (2019) or US\$6.85 (2017 PPP) per day per capita	39.1	91.1	2019
Multidimensional Poverty Measure		52.3	2019
SHARED PROSPERITY			
Annualized Consumption Growth per capita of the bottom 40 percent		0.05	2016-2019
INEQUALITY			
Gini Index		42.7	2019
Shared Prosperity Premium = Growth of the bottom 40 - Average Growth		0.31	2016-2019
GROWTH			
Annualized GDP per capita growth		1.73	2016-2019
Annualized Consumption Growth per capita from Household Survey		-0.26	2016-2019
MEDIAN INCOME			
Growth of the annual median income/consumption per capita		0.31	2016-2019

Sources: WDI for GDP, National Statistical Offices for national poverty rates, PIP as of April 2023, and Global Monitoring Database for the rest.

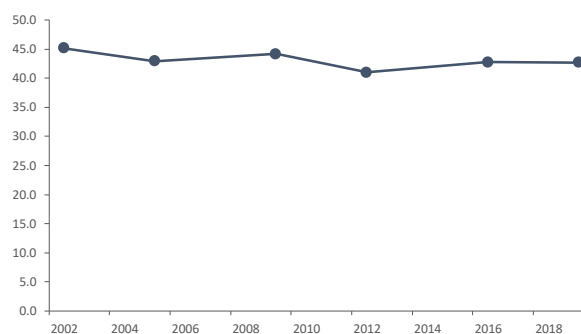
POVERTY HEADCOUNT RATE, 2002-2019



Source: World Bank using UNHS/SSAPOV/GMD

INEQUALITY TRENDS, 2002-2019

Gini Index



Source: World Bank using UNHS/SSAPOV/GMD

KEY INDICATORS

Distribution among groups: 2019	International Poverty Line (%)		Relative group (%)	
	Non-Poor	Poor	Bottom 40	Top 60
Urban population	77	23	21	79
Rural population	51	49	47	53
Males	58	42	40	60
Females	58	42	40	60
0 to 14 years old	52	48	46	54
15 to 64 years old	63	37	35	65
65 and older	63	37	34	66
Without education (16+)	45	55	53	47
Primary education (16+)	58	42	40	60
Secondary education (16+)	76	24	22	78
Tertiary/post-secondary education (16+)	94	6	6	94

Source: World Bank using UNHS/SSAPOV/GMD

Notes: N/A missing value, N/A* value removed due to less than 30 observations

Multidimensional Poverty Measures: 2019

Multidimensional Poverty Measures: 2019	(% of population)
Monetary poverty (Consumption)	
Daily consumption less than US\$2.15 per person	42.2
Education	
At least one school-aged child is not enrolled in school	11.8
No adult has completed primary education	31.4
Access to basic infrastructure	
No access to limited-standard drinking water	23.7
No access to limited-standard sanitation	71.1
No access to electricity	41.3

Source: World Bank using UNHS/SSAPOV/GMD

POVERTY DATA AND METHODOLOGY

Uganda is one of the few countries in the region to have frequent high-quality surveys to monitor the overall wellbeing and poverty level of the population, and scores 71 (out of 100) in the Statistical Capacity Index. The Uganda Bureau of Statistics (UBOS) has conducted household surveys (Uganda National Household Survey-UNHS) every three to four years since the 1990s. Results from the most recent UNHS survey conducted in 2019/20 were announced in summer 2021. The data collection was done in September 2019-February 2020 and July 2020-November 2020 with a break during the strict lockdown in March-June 2020. Uganda uses the cost-of-basic needs method to measure the level of poverty. It estimates the expenditure needed to satisfy a minimum caloric requirement (3,000 kcal per adult equivalent) and basic non-food needs (the non-food expenditure of those households on the food poverty line). There are adjustments for differences in regional prices and for changes in prices during the duration of the survey. The current national poverty line was set in 1998 (using 1993 data) and it might no longer reflect the reality in which poor Ugandan households live. In order to address this issue, UBOS has estimated a new poverty line using consumer basket from 2016/17 year. The new poverty line, called upper poverty line, resulted in shift of poverty rates from about 20 to 30 percent in 2019/20. The new poverty rate is still lower than poverty obtained from using international poverty line of 2.15 USD 2017 PPP which is based on the median of the national poverty lines of 28 of the world's poorest countries, expressed in 2017 PPPs.

Note on new global poverty lines: Poverty data are now expressed in 2017 Purchasing Power Parity (PPP) prices, versus 2011 PPP in previous editions. As price levels across the world evolve, global poverty lines have to be periodically updated to reflect the increase of the value of the lines in nominal terms. The new global poverty lines of \$2.15, \$3.65, and \$6.85 reflect the typical national poverty lines of low-income, lower-middle-income, and upper-middle-income countries in 2017 prices. In addition to reflecting updates in nominal terms, upper-middle-income countries raised the standards by which they determine people to be poor from 2011 to 2017. Hence, the increase in the upper line is larger, and the population that does not meet the new standard is higher in most countries than it was with 2011 PPPs. See pip.worldbank.org.

HARMONIZATION

The numbers presented in this brief are based on the SSAPOV database. SSAPOV is a database of harmonized nationally representative household surveys managed by Sub-Saharan Team for Statistical Development. It contains more than 100 surveys covering 45 out of the 48 countries in the SSA region. The three countries not covered in the database are Eritrea, Equatorial Guinea, and Somalia. Terms of use of the data adhere to agreements with the original data producers.