

1	Outcome description	Significance National	Significance Regional	Significance Global	Contribution
	<p>In 2014, the President of the Mozambique Tax Authority (ATM) signed a MOU for exchange of information and collaboration on work with ActionAid Mozambique on tax education, research and registration of citizens for tax purposes in Mozambique.</p>	<p>Before, exchange of information was limited and the Tax Authority was not working with CSOs in providing tax education. This indicates a good relationship for exchange of information on tax matters between AAMoz and ATM.</p> <ul style="list-style-type: none"> - It enabled the active engagement of the ATM in the AAMoz tax campaign - It closed the information gap which hindered production of studies on taxation in Mozambique - It assisted in getting ATM to review and validate studies on taxation done by AAMoz in Mozambique 	<p>The engagement, including lobby with tax authority enabled by the MOU, assisted in the ATM setting guidelines for corporates to seal alcoholic beverages and tobacco products leaving the country as it had revenue implications to South Africa, Swaziland, Malawi and Zimbabwe</p>		<p>AADK provided Technical & Financial Support towards:</p> <ul style="list-style-type: none"> - Making AAMoz the first CSO to work on tax justice issues in Mozambique and thus contributing to getting tax on the public and political agenda. AAMoz is one of the key players in the field of tax and have carried out trainings of ATM. This has contributed to ATM recognizing the capacity of AAMoz and thus the ATM signing a MOU with AA Moz. - In 2013, Conducted a study on VAT in cooperation with the AAMoz partner Christian Council of Mozambique (CCM) which was well publicised: "Redistributive impact of VAT on Mozambican Families". This and other studies contributed to building the reputation and credibility of AAMoz as a key player in the field of taxation. - Since October 2014, AAMoz conducted trainings on tax justice where members of the ATM were invited to participate - Numerous meetings with the communication unit of the ATM for purposes of improving tax education in Mozambique - AAMoz invited ATM to participate in media and public debates, as well as road shows and other tax justice activities - In 2015, Activista made presentations during trainings where the tax authority participated on how to improve Domestic Resource mobilisation (DRM). - In 2015, Activista conducted debates on taxation and development, highlighting the importance of taxation and the tax authority participated in these.
	<p>In 2015, the Minister of Finance recognized the negative consequences of Double Taxation Treaties (DTTs), stopped signing new ones and is awaiting reviews of the current 9 DTTs in Mozambique.</p>	<p>Mozambique has 9 DTTs of which most of them give away leasing significant revenue due to illicit Financial Flows (IFFs), Tax Expenditures (TEs) and Double Taxation Treaties (DTTs)</p> <ul style="list-style-type: none"> - UAE and Mauritius. <p>There was the round tripping of investments and treaty shopping by investors through Mauritius and UAE. As a result of the above, the Mozambican Government was losing very significant revenue which could have been used for progressive spending to improve quality of education which is very low with some pupils learning under trees and studying seated on the floors.</p> <p>The amount lost to DTTs in Fiscal Areas of Maputo, Beira, Tete and Nacala in 2014 amounted to over 1.97 Billion Meticals, equivalent to over US\$119 million.</p> <p>After the recognition by the Minister of Finance, a new unit specifically working on DTTs in the Mozambique Tax Authority was set up</p>	<p>Presentations were made by AAMoz on revenue leakages due to DTT (abuse at the Africa Tax Research Network (ATRN) and then SADC Summit which also raised significant debate on the aspect of DTT use in developing countries.</p>		<p>AADK Technical & Financial Support towards:</p> <ul style="list-style-type: none"> - AAMoz conducting a study on "Socio-economic implications of DTTs in Mozambique" in 2015 - In 2015, AAMoz carrying out debates and conferences on how to improve Domestic Resource Mobilisation (DRM) by reviewing the current generous DTT framework with the Ministry of Finance. The Planning and Budget Committee, Mozambique Tax Authority and CSOs including youth Activista in Maputo, Mozambique. - AAMoz conducting validation meetings of the study on DTTs with the Tax Authority and Ministry of Finance in 2015 - An open letter on the DTT attended to the Minister of Finance was published in a national newspaper in March 2015. After publishing the letter, AAMoz was invited by the Minister of Finance to discuss DTTs. <p>P4C advisor was instrumental in:</p> <ul style="list-style-type: none"> - Development of the TORs for the study on DTTs - Hiring of consultant to conduct study on DTTs - Reviewing and validating the study - Designing advocacy strategy based on recommendations from the study - Youth Activista contributed to a larger public debate for government to review the DTTs and the Ministry of Finance actively participated.
	<p>In 2015, the Planning and Budgeting Committee (CPO) of the Parliament held regular meetings and consultations with the CSO coalition Transparency and Tax Justice Coalition (TTJC) on improving Domestic Resource Mobilisation (DRM) in Mozambique.</p>	<ul style="list-style-type: none"> - This was a result of having realized how Mozambique is losing significant revenue due to illicit Financial Flows (IFFs), Tax Expenditures (TEs) and Double Taxation Treaties (DTTs) - A very important space for advocacy related to improving DRM - Important space for Civil Society to influence Parliamentary Debate on curbing leakages from the fiscus to improve gender responsive public services provision - Created a good rapport between the FACPO and TTJC to the extent that the CPO has requested TTJC to submit an explanatory paper to be used as a backstopper when CPO presents the position on reviewing DTTs in Parliament in April 2017 			<p>AADK Technical & Financial Support towards:</p> <ul style="list-style-type: none"> - Contextualising the Final Panel report on IFFs in 2015. This is done by making a country specific analysis related to the High Level Panel report. The Advisor was facilitating this. - Facilitating debate on IFFs on Mozambique where Tax Justice Network Africa (TJN-A), the Danish Ambassador to Mozambique, Ministry of Finance and Tax Authority were panelists in 2015 - ActionAid is a key partner in the CSO coalition Transparency and Tax Justice Coalition (TTJC) and has been instrumental in establishing the coalition - Conducting study on Mapping and Analysis of the National Tax System, as well as a Study on Socio-Economic Impacts of DTTs. These two studies provided analysis and policy recommendations on how to improve Domestic Resource Mobilisation in Mozambique. - Submitting a petition to the parliament on curbing IFFs, TEs and DTTs in 2015 - Submitting a petition on reviewing DTTs in Mozambique in 2016 - Financing Activista in collecting more than 22000 physical signatures for the petition in 2015 - Financing Activista in collecting 11000 messages on postcards to support petition in 2016 <p>P4C Advisor was very important in:</p> <ul style="list-style-type: none"> - Coaching in the process of development of petitions - Advised in contextualising the High Level Panel (HLP) Report - Linked national campaign with regional campaign led by TJN-A. - Facilitated participation in SADC Summit - Facilitated exchange visit with AZambia to exchange experience on tools, approaches and lessons learned on governance programmes, hereunder tax and advocacy
	<p>In 2016, the District Government of Jangamo Administration in Mozambique regularly invites the district platform, consisting of local based CSOs working on GRPS and Tax, for dialogue on local level taxation and service delivery for the District Platform in Jangamo, Inhambane.</p>	<ul style="list-style-type: none"> - Initially there were limited spaces for interaction between citizens and local authorities, mainly limited for the consultative councils which were mainly for discussing budget allocations at district level - There was no monitoring of local taxes and levies and how they are utilised in providing gender responsive public services at local level - The Tax Accountability Matrix (TAM), developed by AAMoz and the district platforms, was used as the main information source for discussing local revenue generation and use. District platforms administered the TAM and compiled report which was used as the basis for the engagement meeting with the District Government. - The space closed the gap and opened avenues for easier engagement and discussion on local revenue generation and progressive use of those raised resources progressively to improve service delivery in the district 	<p>The Tax Accountability Matrix (TAM) was viewed as a very important tool for monitoring local taxation and expenditure and has been appreciated by the Progressive Tax Working Group for adoption and replication in other countries.</p>		<p>AADK Technical & Financial Support towards:</p> <ul style="list-style-type: none"> - AAMoz creating district platform, Local based CSOs working on GRPS and Tax - AAMoz identifying focal points and for GRPS and Progressive Tax - AAMoz setting up District Platform, Local Tax/GRPS Monitoring Committees - AAMoz conducting trainings to the partners and district platforms on accountability and tax justice, including local levies in the markets <p>P4C Advisor was instrumental in:</p> <ul style="list-style-type: none"> - Providing guidance in developing TORs for the focal points for district platforms as well as for the tax/GRPS monitoring committees - Developing a matrix to monitor local revenue generation and its expenditure in the district, the Tax Accountability Matrix - Training district platforms in Tax Justice
	<p>In 2016, the media started covering taxation and tax justice issues in print and traditional electronic media in Mozambique.</p>	<p>The media has not previously been covering tax issues. And the media has in a mozambiquean context shown a powerful tool in engaging the broader public and establishing a pressure on the political level.</p> <p>There is more investigative journalism on tax being conducted, helping in sharing crucial information on the situation of taxation in Mozambique</p>			<ul style="list-style-type: none"> - Training by MST Training Centre for Development Cooperation (TCCD) for journalists in Maputo in 2014 - Advisor and AAMoz organising the journalist award (Advisor and programme support). The journalist award is established by AAMoz, the local partners SEKELEKANI and Mozambique Tax Authority where the best article on tax is awarded at an annual basis. The award aiming to stimulate national media to discuss and monitor policies and tax issues to improve accountability, transparency on resource mobilization and allocation for basic services provision. - The AAMoz strategic partner, SEKELEKANI, leading the Journalist Coalition on Transparency and Tax Justice is the main focal point for giving the award (Programme support and Advisor facilitating and support the establishment of the Platform)
	<p>In 2015, the authorities of Chibuto district in Mozambique established accountability procedures linked to waste taxes and waste services, which improved the waste management for 32,000 people in Chibuto district.</p>	<p>It was significant as an example to the community and others of how local level monitoring and advocacy of the link between revenues and services can lead to concrete results.</p>			<ul style="list-style-type: none"> - As part of the governance programme, local studies and monitoring done by the local community supported by AAMoz in 2014 - As part of the governance programme, the partner CCM informed the public on the findings through radio debates in 2014
	<p>In 2016, the communities in Namaacha, Marracuene, Chibuto, Bileene, Jangamo district, Mocuba, Maganja da Costa, Nammaroi, Inharrime, Montepuez and Mocimboa da Praia through public debates, inter-face meetings with authorities and local monitoring, demanded transparency from the authorities in the collection and allocation of revenues from taxes.</p>	<ul style="list-style-type: none"> - The debates of taxation was not in local CSO agenda; - Taxation at local level was taken/viewed as an elite subject and local communities and CSOs never used to debate or discuss on it but mainly focussed on service delivery only. - This led to local governments recognising the role of local CSO and district Platform related to tax; - Initiatives as tax monitoring committee and theatre plays related to tax are considered by local government as great contribution of CSO in local tax collection. 			<ul style="list-style-type: none"> - Since 2014 AAMoz (P4C advisor) conducted Trainer of Trainers and trainings for partners, LDPs and district platforms in Namaacha, Marracuene, Chibuto, Bileene, Jangamo district, Mocuba, Maganja da Costa, Nammaroi, Inharrime, Montepuez and Mocimboa da Praia on progressive taxation and Gender Responsive Public Services (P4C Advisor and Programme Support from AADK). - AAMoz, through the Transparency and Tax Justice Coalition, identified local focal points for tax justice within the district platforms to lead on district level advocacy on tax justice (P4C Advisor and Programme Support) - Since 2014, AAMoz supports district platforms in development of position papers, a research and advocacy at local level (P4C Advisor and AADK Programme Support) - AAMoz developed the Tax Accountability Matrix (TAM) which is the main tools used in analysing local taxation and revenue use at district level, which is providing main evidence used in lobbying at district level (P4C Advisor and AADK Programme Support)