DFID spend on improving tax systems

1. Results
In 2016 DFID invested £26 million on improving tax systems in developing countries.

2. Context
DFID spend on improving tax systems in developing countries is part of the Addis tax initiative\(^1\). The aim of the initiative is for countries to be able to generate substantially more revenues through domestic taxation.

3. Methodology summary
Official development assistance (ODA)\(^2\) is reported to the OECD-DAC using input sector codes. The input sector code “15114 - Domestic Revenue Mobilisation” is used to calculate the spend on improving tax systems. All spend categorised to this code is counted towards the indicator. The spend data is taken directly from DFID’s IT systems. The indicator is calculated on a calendar year basis.

4. Data sources
Data on spend and project scores comes directly from DFID’s IT systems.

5. Data quality notes
All data comes directly from DFID systems and is of good quality.

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\(^1\) https://www.addistaxinitiative.net/
\(^2\) http://www.oecd.org/dac/stats/officialdevelopmentassisteddefinitionandcoverage.htm