

Vote :788 Lugazi Municipal Council**FY 2019/20****Terms and Conditions**

Pursuant to the Public Financial Management Act of 2015, Part VII – Accounting and Audit, Section 45 (3), the Accounting Officer shall enter into an annual budget performance contract with the Permanent Secretary/Secretary to the Treasury.

The performance contract consists of two parts – Part A and Part B. Part A outlines the core performance requirements against which my performance as an Accounting Officer will be assessed, in two areas:

1. Budgeting, Financial Management and Accountability, which are common for all Votes; and
2. Achieving Results in five Priority Programmes and Projects identified for the specific Vote

I understand that Central Government Accounting Officers will communicate their 5 priorities of the vote within three months of the start of the Financial Year and the priorities for local governments will be established centrally.

Part B sets out the key results that a Vote plans to achieve in **2019/20**. These take the form of summaries of Ministerial Policy Statement (MPS) for central government AOs and budget narrative summaries for Local government AOs.

I hereby undertake, as the Accounting Officer, to achieve the performance requirements set out in Part A of this performance contract and to deliver on the outputs and activities specified in the work plan of the Vote for FY **2019/20** subject to the availability of budgeted resources set out in Part B.

I, as the Accounting Officer, shall be responsible and personally accountable to Parliament for the activities of this Vote. I shall also be personally accountable for a function or responsibility that is delegated, inclusive of all work performed on behalf of staff that I have authority and control over.

I understand that my performance will be assessed to ascertain whether I have met the requirements specified under Part A.

I also undertake to prepare and submit quarterly financial and physical performance progress reports to the Ministry of Finance, Planning and Economic Development on the outputs set out in the workplans, and to provide quarterly workplans and release requests by the specified deadlines (PFM Act of 2015, Section 16(1) and 21(3)). I understand that the Ministry of Finance, Planning and Economic Development will not disburse funds unless it has received complete submissions of the aforementioned reports.

I commit to adhering to the responsibilities laid out in the letter appointing me as an Accounting Officer from the Permanent Secretary/Secretary to the Treasury for FY **2019/20**.

I will submit performance reports on or before the last working day of the first month after the close of each quarter. I understand that budgets and performance reports will be posted on the Uganda Budget Website (www.budget.go.ug) to ensure public access to budget information and that this information will also be accessible from the budget hotline (0800 229 229). In addition, I will respond, within two weeks, to any comments or feedback posted on the budget website on any issues that pertain to my Vote. I also commit to ensuring required procurement information is posted and up to date on the Government Procurement Portal (gpp.ppda.go.ug).

I understand that failure to comply with these requirements will result in my appointment as an Accounting Officer being revoked.

Signature :



Nyamugo Francis, TOWN CLERK

(Accounting Officer)

Signed on Date: _____

Signature :



Keith Muhakanizi

Permanent Secretary / Secretary to the Treasury

(MoFPED)

Signed on Date: _____

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FY 2019/20**PART A: PERFORMANCE REQUIREMENTS OF ACCOUNTING OFFICERS (start on new page)**

Part A outlines the core performance requirements against which my performance as an Accounting Officer will be assessed, in two areas:

1. Budgeting, Financial Management and Accountability, which are common for all Votes; and
2. Achieving Results in five Priority Programmes and Projects identified for the specific Vote

PERFORMANCE AREA #1: Budgeting, Financial Management and Accountability

Preamble: All Accounting Officers are expected to perform their job responsibilities in accordance with the Public Finance Management (PFM) Act 2015 and the Public Procurement and Disposal Act (PPDA) 2003 along with the Constitution and other laws that govern the Republic of Uganda.

Accounting officers will be required to perform and their performance will be assessed annually in the following areas:

- 1.1 Adherence to Budget Requirements: Adherence to key budget requirements specified by MoFPED in the various Circulars during budget preparation. For local governments, this also includes adherence to budget requirements agreed between local governments and the ministries responsible for sector conditional and unconditional grants and the Discretionary Development Equalisation Grants.
- 1.2 Complete and timely submission of budget documents: Sector Budget Framework Paper, Ministerial Policy Statement, annual workplan, detailed budget estimates, annual cashflow plan, annual recruitment plan, annual procurement plans, accounting warrants and annual procurement plans that are submitted on time in accordance with the designated due date.
- 1.3 Open and Transparent Procurement: Annual procurement plans and required information on tender prepared and posted on the PPDA procurement portal.
- 1.4 Prompt Processing of Payments: Monthly salaries, wages, invoices, certificates and pensions on time in accordance with the designated due date.
- 1.5 Implementing the Budget as Planned: Adherence to the annual budget and work plan and associated budget requirements for the financial year; adherence to the annual cash flow plan; and no new arrears incurred by the Vote.
- 1.6 Complete and timely submission of reports: Annual and half yearly accounts and quarterly performance reports prepared in accordance with the designated due date.
- 1.7 Transparency, Monitoring and Follow up: Quarterly monitoring activities undertaken by the vote and reports published; follow up actions taken and documented on the budget website; list of staff on payroll and pension recipients published on the budget website.
- 1.8 Internal and External Audit Follow up: Actions are planned and taken in response to the recommendations of the Audit Committee and Public Accounts Committee.

PERFORMANCE AREA #2: Achieving Results in Priority Projects and Programs

Preamble: Accounting Officers are held accountable and are expected to oversee the implementation and delivery of physical outputs of all projects and programs regardless of their stage and/or status. An Accounting Officer's performance in the planning and implementation of five priority Programmes and projects will be assessed.

Central Government Accounting Officers must identify and specify five priority programmes (recurrent) or major infrastructure projects (capital development) for their individual Votes and list them at the beginning of this Performance Contract. The top 5 projects, whether projects or programs, should be the ones that contribute significantly to the achievement of sectoral or national goals. They should be selected on the basis of their size and/or policy priority.

It is critically important for AOs to track the performance of these Projects/programmes and ensure they are managed effectively. For each priority Programme or Project, Accounting Officers will be assessed on performance in the following areas:

- 2.1 Alignment of plans with Policy: The alignment of priority Programmes and Projects workplans with vote, sectoral and national strategies (NDP).
- 2.2 Achievement of planned results: The extent to which annual key performance indicators and targets are achieved for key projects and/or programs.
- 2.3 Timely and Predictable Implementation: The consistency of actual expenditures with budgeted cash flow and procurement plans; the degree to which results are achieved within budget and without cost overruns.
- 2.4 Procurement and Project Management: Adherence to all aspects of the PPDA Act and Regulations for procurements relating to priority Programme/Project expenditure.
- 2.5 Monitoring & Follow Up: The adequacy and timeliness of information on priority Programmes and Projects in vote quarterly monitoring and evaluation reports; follow up on performance issues identified relating to the Programme/Project identified via monitoring, inspection, audit and feedback processes.

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NOTE:

Accounting Officers' performance will be assessed annually. MoFPED will distribute compliance and assessment tools to Accounting Officers within three months of the start of the financial year. These tools will set out how Accounting Officers can comply with performance requirements and how they will be assessed.

National priorities for Local Governments will be identified centrally in consultation with the Local Government Associations, Office of the Prime Minister, National Planning Authority and Ministry of Local Government.

Vote :788 Lugazi Municipal Council**FY 2019/20****SECTION A: Overview of Revenues and Expenditures****Revenue Performance and Plans by source**

<i>Uganda Shillings Thousands</i>	Current Budget Performance		
	Approved Budget for FY 2018/19	Cumulative Receipts by End March for FY 2018/19	Approved Budget for FY 2019/20
Locally Raised Revenues	1,333,521	810,274	426,348
Discretionary Government Transfers	1,339,419	1,075,763	14,254,134
Conditional Government Transfers	4,902,156	3,690,534	4,505,495
Other Government Transfers	872,479	533,581	755,570
External Financing	0	0	0
Grand Total	8,447,575	6,110,152	19,941,548

Revenue Performance by end of March of the Running FY

By end of Quarter Three, the Municipal Council had cumulatively received shillings 6,110,152,000 which is about 72 percent of the planned revenues in the Annual Approved budget of Financial Year 2018/19. This is slightly lower than the expected 75 percent by end of quarter three. The poor performance of revenues in third quarter is attributed mainly to low collections in Locally Raised Revenues and Other Government Transfers (both of which performed at 61 percent). More efforts in collecting local revenue were planned for in the last Quarter of the Financial Year. However, it is worth noting that Revenue sources like Discretionary government Transfers performed at more than the expected 75 percent level by end of quarter Three. This was mainly due to the fact that it is now Government policy to release all Development Grants by end of Quarter three of a Financial Year and hence more than 75 percent of the planned receipts were released and received by the Local Government in Quarter Three.

Planned Revenues for next FY

The Municipal Council expects to receive a total of 19,941,548,000 shillings from the various revenue sources in Financial Year 2019/20. This is about a 147 percent increase from the level of total revenues expected in Financial Year 2018/19. This expected increase is mainly in Urban Discretionary Development Equalization Grant (USMID) which is as indicated in the recently issued Indicative Planning Figures (IPFs) by Ministry of Finance, Planning and Economic Development. However it should be noted that there is a significant decline in expected local revenue which is as a result of Parliament appropriating less than what had been submitted in the Draft Budget Estimates. No clear explanation has been given for this reduction and therefore, supplementary budget for locally raised revenue will be presented as and when need arises.

Expenditure Performance in Third quarter of Running FY and Plans for the next FY by Department

<i>Uganda Shillings Thousands</i>	Approved Budget for FY 2018/19	Cumulative Receipts by End March for FY 2018/19	Approved Budget for FY 2019/20
Administration	1,463,930	1,268,461	1,566,422
Finance	312,604	201,119	167,414
Statutory Bodies	271,343	184,432	268,453
Production and Marketing	247,901	191,658	597,279
Health	483,052	340,823	667,724
Education	4,029,490	2,998,110	3,324,414
Roads and Engineering	782,660	543,464	10,637,604
Natural Resources	267,292	140,315	1,988,297

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Community Based Services	446,833	144,818	572,051
Planning	102,834	74,659	88,812
Internal Audit	39,635	22,293	33,215
Trade, Industry and Local Development	0	0	29,862
Grand Total	8,447,575	6,110,152	19,941,548
<i>o/w: Wage:</i>	<i>3,565,951</i>	<i>2,682,958</i>	<i>3,652,728</i>
<i>Non-Wage Recurrent:</i>	<i>3,468,940</i>	<i>2,289,240</i>	<i>2,531,595</i>
<i>Domestic Devt:</i>	<i>1,412,684</i>	<i>1,137,955</i>	<i>13,757,225</i>
<i>External Financing:</i>	<i>0</i>	<i>0</i>	<i>0</i>

Expenditure Performance by end of March FY 2018/19

The aggregate expenditure of the Municipal Council as at end of Quarter three stood at about 72 percent of the Annual Planned expenditure in the Approved budget of Financial Year 2018/19 (including expenditure under multi-sect oral transfers to Lower Local Governments). This expenditure performance is equal to the Revenue performance mainly because most development projects were completed with payments (actual expenditure). In Quarter three of FY 2018/19, Expenditure on wages took the biggest proportion of the Municipal Council's expenditure followed by Non-Wage Recurrent expenditure. Domestic Development expenditures performance was the third of the overall Municipal Expenditure in Quarter three.

Planned Expenditures for the FY 2019/20

The Local Government expects to spend a total shillings 19,941,548,000. This implies that overall planned expenditure in financial Year 2019/20 is higher than the level of Financial Year 2018/19 mainly because of more expected revenues as explained above. In terms of planned expenditure in various work plans as compared to Financial Year 2018/19, resource allocations are expected to increase in Administration department, production and marketing, health, and significantly in Roads and engineering/Works (due to expected USMID funds), Natural resources, among others. This is generally due to the effect of the Indicative Planning Figures.

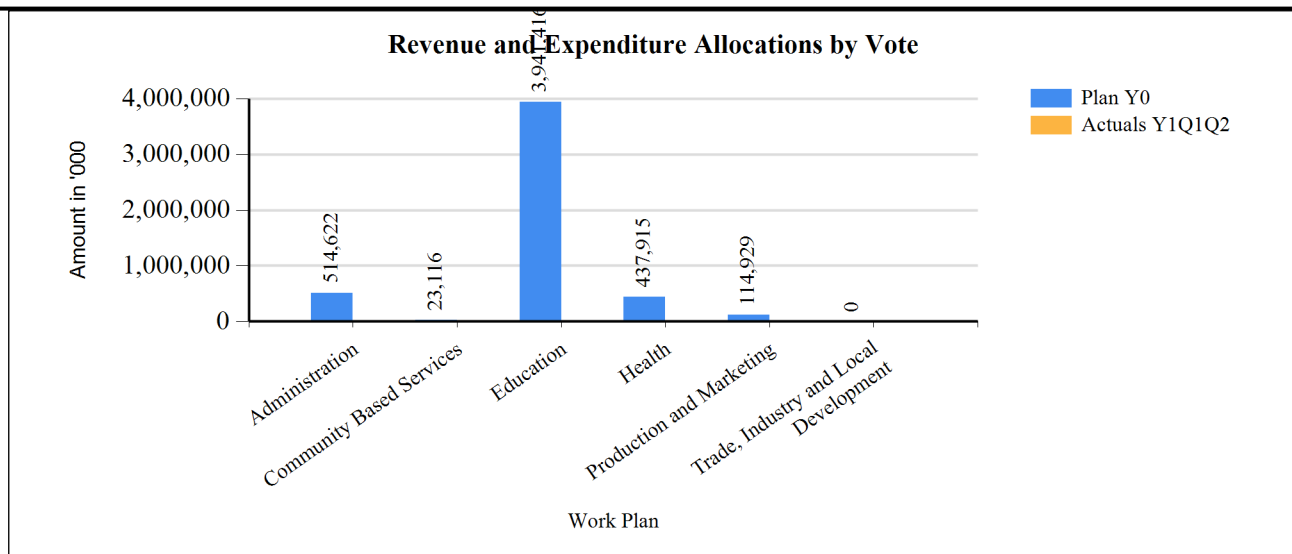
Medium Term Expenditure Plans

All the projects in this Budget Estimates and performance contract are extracted from the Five Year Municipal Council Development Plan as operationalized by the Annual work plan and budget. It is expected that in Financial Year 2019/20, implementation of the planned projects will contribute greatly to the attainment of the Development Plan's aspiration of transforming the people of Lugazi Municipal Council from being poor and dependent to economically empowered and self-sustaining population.

Challenges in Implementation

1) Underfunding: The Municipal Council is still underfunded since it is hugely dependent on Central Government transfers and little locally raised revenues which are not sufficient to cater for all the challenges of council. Currently, there are no donors supporting the Municipal Council. 2) Inadequate staffing levels: Being one of the new Municipal Councils, Lugazi is still faced with understaffing challenges. Most staff are still caretaking the offices. This sometimes hinders productivity as there are issues of job security and capacity needs. 3) Inadequate transport facilities: The Local Government still has inadequate transport means which makes it difficult to do proper monitoring of Government projects.

G1: Graph on the revenue and expenditure allocations by Department

Vote :788 Lugazi Municipal Council**FY 2019/20****Revenue Performance, Plans and projections by Source**

<i>Ushs Thousands</i>	Approved Budget for FY 2018/19	Cumulative Receipts by End March for FY 2018/19	Approved Budget for FY 2019/20
1. Locally Raised Revenues	1,333,521	810,274	426,348
Advertisements/Bill Boards	28,026	23,028	28,026
Agency Fees	10,000	0	10,000
Business licenses	162,556	166,405	0
Inspection Fees	50,631	3,139	50,631
Liquor licenses	8,961	0	8,961
Local Hotel Tax	11,513	4,714	11,513
Local Services Tax	140,015	141,853	12,368
Lock-up Fees	16,000	0	16,000
Market /Gate Charges	90,400	30,048	60,225
Miscellaneous receipts/income	0	0	70,000
Other Fees and Charges	26,460	3,836	26,453
Other licenses	48,828	5,351	0
Park Fees	80,400	47,675	0
Property related Duties/Fees	54,559	36,000	54,559
Rates – Produced assets – from other govt. units	3,000	1,060	3,000
Registration (e.g. Births, Deaths, Marriages, etc.) fees	16,500	10,411	16,500
Rent & Rates - Non-Produced Assets – from private entities	577,561	336,754	50,000
Sale of petroleum products	8,000	0	8,000
Sale of publications	113	0	113

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2a. Discretionary Government Transfers	1,339,419	1,075,763	14,254,134
Urban Discretionary Development Equalization Grant	278,233	278,233	13,178,477
Urban Unconditional Grant (Non-Wage)	484,409	363,307	474,701
Urban Unconditional Grant (Wage)	576,777	434,223	600,956
2b. Conditional Government Transfer	4,902,156	3,690,534	4,505,495
Sector Conditional Grant (Wage)	2,989,174	2,248,735	3,051,772
Sector Conditional Grant (Non-Wage)	1,160,794	785,806	678,165
Sector Development Grant	367,408	367,408	315,114
Pension for Local Governments	67,118	50,338	92,782
Gratuity for Local Governments	317,662	238,247	367,662
2c. Other Government Transfer	872,479	533,581	755,570
Uganda Road Fund (URF)	561,936	458,261	561,936
Uganda Women Entrepreneurship Program(UWEP)	107,454	1,786	0
Youth Livelihood Programme (YLP)	203,090	73,534	193,635
3. External Financing	0	0	0
N/A			
Total Revenues shares	8,447,575	6,110,152	19,941,548

Vote :788 Lugazi Municipal Council**FY 2019/20****i) Revenue Performance by March FY 2018/19****Locally Raised Revenues**

By end of Third Quarter, the Municipal Council had cumulatively realized UGX 426,348,000 as Locally Raised Revenue against a total Budget of 1,333,521,000 representing about 32% out-turn. This low performance as compared to the expected 75 percent level was due to inadequate number of town agents and law enforcement officers, in addition to ignorance among tax payers. Sensitization of the population on tax was planned and was being rolled out though scope was still low by end of Quarter three. Further, low performance is also attributed to the season in terms of some sources whose performance is mainly affected by the calendar year system.

Central Government Transfers

By end of third Quarter, the Local Government had received 100 percent of Development Grants and 75 percent of other Central Government Transfers. This is slightly higher than the expected 75 percent by end of Quarter three and is attributed to Development Grants which individually performed at 100 percent of the annual plan due to the government policy of releasing them in bigger proportions so that they are all disbursed to Local Governments by third quarter.

External Financing

The Local Government has no Donor funding.

ii) Planned Revenues for FY 2019/20**Locally Raised Revenues**

In FY 2019/2020, Lugazi Municipality plans to collect 356,348,002/= from various sources of Locally Raised Revenues; market gate charges, business license, royalties, LST, fines, fees, slaughter fees and other potential local revenue sources. The Municipality will improve on local revenue mobilization through mass sensitization of tax payers, implementation of the Revenue Enhancement Plan, Intensifying supervision of revenue collection, improving on monitoring of tenders and mentoring lower local governments on revenue collection, financial management and book keeping among others. The Municipal Council will also collect money from property rates.

Central Government Transfers

In FY 19/2020, Municipality expects to receive a total of central Government transfers worth Shs. 19,515,199,998/= which is generally higher than the level of FY 2018/19. Discretionary Government Transfers slightly increased in the Financial Year 2019/20 as compared to the Financial Year 2018/19. The changes are mainly as advised through the Indicative Planning Figures (IPFs) where, for example, Urban DDEG is expected to slightly increase. Conditional Government Transfers are expected to increase as well in FY 2019/20

Other Government Transfers reduced in Financial Year 2019/2020. This is mainly attributed to IPFS supplied by respective Line Ministries and UWEP IPF was not allocated to local governments hence reduction..

External Financing

The Municipality has not planned for any Donor Funds.

Table on the revenues and Budget by Sector and Programme

<i>Uganda Shillings Thousands</i>	Approved Budget for FY 2018/19	Cumulative Receipts by End Of March for FY 2018/19	Approved Budget for FY 2019/20
Sector :Agriculture			
Agricultural Extension Services	75,090	62,158	83,808
District Production Services	124,510	97,802	513,471

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District Commercial Services	48,301	16,228	0
<i>Sub- Total of allocation Sector</i>	247,901	176,188	597,279
Sector :Works and Transport			
District, Urban and Community Access Roads	435,774	541,174	10,637,604
District Engineering Services	180,000	2,290	0
Municipal Services	166,886	0	0
<i>Sub- Total of allocation Sector</i>	782,660	543,464	10,637,604
Sector :Tourism, Trade and Industry			
Commercial Services	0	0	29,862
<i>Sub- Total of allocation Sector</i>	0	0	29,862
Sector :Education			
Pre-Primary and Primary Education	2,467,319	1,842,828	2,676,567
Secondary Education	1,106,443	755,487	553,643
Education & Sports Management and Inspection	455,727	66,779	89,203
Special Needs Education	0	0	5,000
<i>Sub- Total of allocation Sector</i>	4,029,490	2,665,095	3,324,414
Sector :Health			
Primary Healthcare	84,438	54,013	136,058
Health Management and Supervision	398,614	286,810	531,666
<i>Sub- Total of allocation Sector</i>	483,052	340,823	667,724
Sector :Water and Environment			
Natural Resources Management	267,292	120,675	1,988,297
<i>Sub- Total of allocation Sector</i>	267,292	120,675	1,988,297
Sector :Social Development			
Community Mobilisation and Empowerment	446,833	142,818	572,051
<i>Sub- Total of allocation Sector</i>	446,833	142,818	572,051
Sector :Public Sector Management			
District and Urban Administration	1,463,930	1,228,019	1,566,422
Local Statutory Bodies	271,343	184,432	268,453
Local Government Planning Services	102,834	74,659	88,812
<i>Sub- Total of allocation Sector</i>	1,838,108	1,487,109	1,923,688
Sector :Accountability			
Financial Management and Accountability(LG)	312,604	201,119	167,414
Internal Audit Services	39,635	22,293	33,215
<i>Sub- Total of allocation Sector</i>	352,239	223,413	200,629

SECTION B : Workplan Summary**Workplan Title : Administration**

Vote :788 Lugazi Municipal Council**FY 2019/20**

<i>Ushs Thousands</i>	Approved Budget for FY 2018/19	Cumulative Receipts by End March for FY 2018/19	Approved Budget for FY 2019/20
A: Breakdown of Workplan Revenues			
Recurrent Revenues	1,297,407	1,097,178	975,532
Gratuity for Local Governments	317,662	238,247	367,662
Locally Raised Revenues	130,600	160,450	80,090
Multi-Sectoral Transfers to LLGs_NonWage	462,776	416,983	140,668
Pension for Local Governments	67,118	50,338	92,782
Urban Unconditional Grant (Non-Wage)	72,857	59,690	52,108
Urban Unconditional Grant (Wage)	246,395	171,471	242,222
Development Revenues	166,523	171,283	590,890
Multi-Sectoral Transfers to LLGs_Gou	125,205	125,441	137,366
Urban Discretionary Development Equalization Grant	41,318	45,843	453,524
Total Revenues shares	1,463,930	1,268,461	1,566,422
B: Breakdown of Workplan Expenditures			
Recurrent Expenditure			
Wage	246,395	171,471	242,222
Non Wage	1,051,012	925,708	733,310
Development Expenditure			
Domestic Development	166,523	130,841	590,890
External Financing	0	0	0
Total Expenditure	1,463,930	1,228,019	1,566,422

Narrative of Workplan Revenues and Expenditure

In the coming FY 2019/20, the Administration department has been allocated a total of Ushs. 1,566,422,000 as compared to Ushs.1, 463,930,000 indicating an increase of 7% attributed to allocation of UShs 453,524,000 as Urban Discretionary Development Equalization Grant as compared to UShs 41,318,000 for FY 18/19.

Development expenditure will cater for Capacity Building interventions as per CBG Work-plan and. Recurrent expenditure will support payment of pension to mandated Staff, payroll management and regular supervision of Divisions, Develop a credible Municipal work-plan and budget which is in tandem with the third 5 year Municipal development plan, the National Development plan, the sustainable development goals and Vision 2040, Conduct timely procurements, Coordinate the development of the third Five year Development and submission of mandatory reports to the relevant Authorities. The department will coordinate construction of the first floor of the Administration block and procurement of a tractor.

Vote :788 Lugazi Municipal Council**FY 2019/20****Workplan Title : Finance**

<i>Ushs Thousands</i>	Approved Budget for FY 2018/19	Cumulative Receipts by End March for FY 2018/19	Approved Budget for FY 2019/20
A: Breakdown of Workplan Revenues			
Recurrent Revenues	300,883	189,398	167,414
Locally Raised Revenues	123,731	53,365	30,000
Urban Unconditional Grant (Non-Wage)	51,000	41,420	40,800
Urban Unconditional Grant (Wage)	126,151	94,613	96,614
Development Revenues	11,721	11,721	0
Urban Discretionary Development Equalization Grant	11,721	11,721	0
Total Revenues shares	312,604	201,119	167,414
B: Breakdown of Workplan Expenditures			
Recurrent Expenditure			
Wage	126,151	94,613	96,614
Non Wage	174,731	94,785	70,800
Development Expenditure			
Domestic Development	11,721	11,721	0
External Financing	0	0	0
Total Expenditure	312,604	201,119	167,414

Narrative of Workplan Revenues and Expenditure

In FY 2019/20, Finance has been allocated a total Ug.Shs.167,414,000 as compared with Ug.Shs 312,604,000 for the FY ending June 2019. This decrease in the budget is attributed to none allocation of Urban Discretionary Development Equalization Grant to the department in FY 19/20 and a decline in locally raised allocation from US\$ 123,731,000 for FY 18/19 to US\$ 30,000,000 in FY 19/20.

The Non-wage funds will facilitate revenue enhancement to bridge the revenue shortfalls coupled with improving in efficiency by integration of activities to cut on field costs especially during revenue mobilization. The Department will also focus on updating the Local revenue database to effectively forecast revenue, formulate the Municipal Budget for FY 2020/21, supervise Divisions on financial management and accountability, Carry out valuation of commercial and industrial properties and clear all the outstanding obligations/arrears. Remit all URA deductions and maintain zero obligations, Coordinate monthly, quarterly revenue enhancement meetings and ensuring timely submission of mandatory financial reports.

Vote :788 Lugazi Municipal Council**FY 2019/20****Workplan Title : Statutory Bodies**

<i>Ushs Thousands</i>	Approved Budget for FY 2018/19	Cumulative Receipts by End March for FY 2018/19	Approved Budget for FY 2019/20
A: Breakdown of Workplan Revenues			
Recurrent Revenues	271,343	184,432	268,453
Locally Raised Revenues	94,233	54,927	47,593
Urban Unconditional Grant (Non-Wage)	138,172	100,301	160,496
Urban Unconditional Grant (Wage)	38,938	29,204	60,364
Development Revenues	0	0	0
N/A			
Total Revenues shares	271,343	184,432	268,453
B: Breakdown of Workplan Expenditures			
Recurrent Expenditure			
Wage	38,938	29,204	60,364
Non Wage	232,406	155,228	208,090
Development Expenditure			
Domestic Development	0	0	0
External Financing	0	0	0
Total Expenditure	271,343	184,432	268,453

Narrative of Workplan Revenues and Expenditure

In the coming financial year 2019/20, Council and Statutory bodies have been allocated a total of Ug shs. 268,453,000 as compared to Ug.Shs 271,343,000 allocated for the year ending June 2019. This decrease is attributed to sharp decline in locally raised revenue from Ug.Shs 94,233,000 to Ug.Shs 47,593,000.

Expenditure plans will entail maintaining the functional business of the Municipal Council, boards and commissions through making lawful resolutions and monitoring government programs. The Municipal Council will achieve its output through holding 6 Council and Sector committee meetings

Vote :788 Lugazi Municipal Council**FY 2019/20****Workplan Title : Production and Marketing**

<i>Ushs Thousands</i>	Approved Budget for FY 2018/19	Cumulative Receipts by End March for FY 2018/19	Approved Budget for FY 2019/20
A: Breakdown of Workplan Revenues			
Recurrent Revenues	148,565	92,322	123,699
Locally Raised Revenues	33,593	7,157	30,000
Sector Conditional Grant (Non-Wage)	61,639	46,229	59,105
Sector Conditional Grant (Wage)	33,954	25,782	33,954
Urban Unconditional Grant (Non-Wage)	5,520	2,760	640
Urban Unconditional Grant (Wage)	13,859	10,394	0
Development Revenues	99,336	99,336	473,580
Sector Development Grant	19,336	19,336	19,285
Urban Discretionary Development Equalization Grant	80,000	80,000	454,294
Total Revenues shares	247,901	191,658	597,279
B: Breakdown of Workplan Expenditures			
Recurrent Expenditure			
Wage	47,813	36,176	33,954
Non Wage	100,752	56,146	89,745
Development Expenditure			
Domestic Development	99,336	83,866	473,580
External Financing	0	0	0
Total Expenditure	247,901	176,188	597,279

Narrative of Workplan Revenues and Expenditure

In coming FY 2019/20, a total of Ug.Shs 597,279,000 has been earmarked for Production and Marketing as compared to Ug.Shs 247,901,000 approved the year ending June 2019. This positive increase in total budget for the department is attributed to increase in Urban Discretionary Development Equalization Grant from Ug.Shs 80,000,000 to 454,294,000.

These funds will support procurement of assorted agricultural materials, inputs and equipment , Facilitation of Division Agriculture extension staff to offer routine agricultural extension services to all farmers and other stake holders in all villages, Wards and sub counties of Lugazi Municipal, Facilitation of technical and political leaders for poverty alleviation campaigns, Facilitation of pests/disease surveillance and establishment of demos for resistant varieties, Facilitation of livestock pests and diseases surveillance and control, procurement of lab reagents and equipment, enforcement of veterinary regulations inspection of vet outlets.

Vote :788 Lugazi Municipal Council**FY 2019/20****Workplan Title : Health**

<i>Ushs Thousands</i>	Approved Budget for FY 2018/19	Cumulative Receipts by End March for FY 2018/19	Approved Budget for FY 2019/20
A: Breakdown of Workplan Revenues			
Recurrent Revenues	471,026	328,797	518,942
Locally Raised Revenues	42,377	7,613	50,000
Sector Conditional Grant (Non-Wage)	57,971	43,478	98,383
Sector Conditional Grant (Wage)	367,919	276,326	367,919
Urban Unconditional Grant (Non-Wage)	2,760	1,380	2,640
Development Revenues	12,026	12,026	148,783
Sector Development Grant	12,026	12,026	148,783
Total Revenues shares	483,052	340,823	667,724
B: Breakdown of Workplan Expenditures			
Recurrent Expenditure			
Wage	367,919	276,326	367,919
Non Wage	103,107	52,471	151,023
Development Expenditure			
Domestic Development	12,026	12,026	148,783
External Financing	0	0	0
Total Expenditure	483,052	340,823	667,724

Narrative of Workplan Revenues and Expenditure

Health of our communities remains one of the critical service delivery indicators. Therefore in the coming FY 2019/20, a total of Ushs 667,724,000 has been earmarked for health services as compared to Ug.Shs 483,052,000 allocated to the department for the financial year ending in 2019. This upward change in budget allocation is attributed to the expected Sector Development Grant from Ug.Shs 12,026,000 to 148,783,000. The planned outputs will mainly entail; Interventions towards Child survival and safe motherhood will be strengthened. Much more emphasis will be put on Prevention strategies, care and treatment, and systems strengthening.

Vote :788 Lugazi Municipal Council**FY 2019/20****Workplan Title : Education**

<i>Ushs Thousands</i>	Approved Budget for FY 2018/19	Cumulative Receipts by End March for FY 2018/19	Approved Budget for FY 2019/20
A: Breakdown of Workplan Revenues			
Recurrent Revenues	3,693,444	2,662,064	3,177,368
Locally Raised Revenues	50,000	8,120	5,000
Sector Conditional Grant (Non-Wage)	1,018,069	678,762	488,016
Sector Conditional Grant (Wage)	2,587,301	1,946,627	2,649,899
Urban Unconditional Grant (Non-Wage)	11,040	8,280	7,920
Urban Unconditional Grant (Wage)	27,033	20,275	26,533
Development Revenues	336,046	336,046	147,045
Sector Development Grant	336,046	336,046	147,045
Total Revenues shares	4,029,490	2,998,110	3,324,414
B: Breakdown of Workplan Expenditures			
Recurrent Expenditure			
Wage	2,614,334	1,966,902	2,676,432
Non Wage	1,079,109	694,693	500,936
Development Expenditure			
Domestic Development	336,046	3,500	147,045
External Financing	0	0	0
Total Expenditure	4,029,490	2,665,095	3,324,414

Narrative of Workplan Revenues and Expenditure

In the coming FY 2019/20, Ug.Shs.3,324,414,000 has been allocated to the Education Department as compared to Ug.shs.4,029,490,000 approved for the year ending June 2019. This decrease of the total budget for the department is attributed to the expected decline of Sector Conditional Grant (Wage) from Ug.Shs 1,018,069,000 in FY 18/19 to Ug.Shs 488,016,000 in FY 19/20.

The development grants will support Construction of two classroom blocks at Kiyagi Mubango primary school in Najjembe Division, Kungu Bahai in Kawolo Division and A latrine at St Kizito Primary school in Central Division. However this project will be also be partly facilitated with local revenue.. The department will also ensure timely transfer of Capitation Grants to Primary schools and Secondary schools that benefit directly from UPE and USE capitation grants

Vote :788 Lugazi Municipal Council**FY 2019/20****Workplan Title : Roads and Engineering**

<i>Ushs Thousands</i>	Approved Budget for FY 2018/19	Cumulative Receipts by End March for FY 2018/19	Approved Budget for FY 2019/20
A: Breakdown of Workplan Revenues			
Recurrent Revenues	326,160	120,757	637,604
Locally Raised Revenues	167,000	38,138	12,000
Other Transfers from Central Government	105,436	35,555	561,936
Urban Unconditional Grant (Non-Wage)	17,400	12,378	8,640
Urban Unconditional Grant (Wage)	36,324	34,686	55,028
Development Revenues	456,500	422,706	10,000,000
Other Transfers from Central Government	456,500	257,029	0
Urban Discretionary Development Equalization Grant	0	0	10,000,000
Total Revenues shares	782,660	543,464	10,637,604
B: Breakdown of Workplan Expenditures			
Recurrent Expenditure			
Wage	36,324	34,686	55,028
Non Wage	289,836	86,071	582,576
Development Expenditure			
Domestic Development	456,500	422,706	10,000,000
External Financing	0	0	0
Total Expenditure	782,660	543,464	10,637,604

Narrative of Workplan Revenues and Expenditure

In FY 2019/20, a total of Ug.Shs. 10,637,604,000 have been allocated to the Roads and Engineering department. There has been significant increase in funding towards roads maintenance to expected receipt of UgShs 10,000,000 as Urban Discretionary Development

Equalization Grant for FY 19/20 and this will support road maintenance in the Municipality for the following roads :Graveled Adventist road (0.72km),market street 2 road (0.12km), Nanbugabo road (0.39km, Paved Nabugabo close (0.30km),Market street 4 (0.28km), Market street 3 (0.27km), Market street 1 (0.12km), Umeme road (0.17km), Kulubya road (0.4km),Church road (0.37km) and Ntenga road (1.34km).

Vote :788 Lugazi Municipal Council**FY 2019/20****Workplan Title : Natural Resources**

<i>Ushs Thousands</i>	Approved Budget for FY 2018/19	Cumulative Receipts by End March for FY 2018/19	Approved Budget for FY 2019/20
A: Breakdown of Workplan Revenues			
Recurrent Revenues	264,292	137,315	105,107
Locally Raised Revenues	232,384	106,840	47,027
Urban Unconditional Grant (Non-Wage)	5,760	4,200	5,280
Urban Unconditional Grant (Wage)	26,149	26,275	52,800
Development Revenues	3,000	3,000	1,883,190
Urban Discretionary Development Equalization Grant	3,000	3,000	1,883,190
Total Revenues shares	267,292	140,315	1,988,297
B: Breakdown of Workplan Expenditures			
Recurrent Expenditure			
Wage	26,149	17,475	52,800
Non Wage	238,144	103,200	52,307
Development Expenditure			
Domestic Development	3,000	0	1,883,190
External Financing	0	0	0
Total Expenditure	267,292	120,675	1,988,297

Narrative of Workplan Revenues and Expenditure

In the ensuing FY 2019/20, a total of Ug shs 1,988,297,000 has been allocated to this Department. There has been a sharp increase in total allocation to this department due to increase in Urban Discretionary Development Equalization Grant allocation to the department from Ug.Shs 3,000,000 in FY 18/19 to Ug.Shs 1,883,190,000 in the FY 19/20. The Department expects to attain the following outputs: Installation of street lights, Development of the drainage master plan, Structure plan and beautification of the town

Vote :788 Lugazi Municipal Council**FY 2019/20****Workplan Title : Community Based Services**

<i>Ushs Thousands</i>	Approved Budget for FY 2018/19	Cumulative Receipts by End March for FY 2018/19	Approved Budget for FY 2019/20
A: Breakdown of Workplan Revenues			
Recurrent Revenues	136,290	75,211	68,315
Locally Raised Revenues	73,600	22,511	10,000
Sector Conditional Grant (Non-Wage)	23,116	17,337	23,727
Urban Unconditional Grant (Non-Wage)	2,760	2,040	6,229
Urban Unconditional Grant (Wage)	36,814	27,611	28,359
Development Revenues	310,543	69,607	503,737
Locally Raised Revenues	0	0	70,000
Other Transfers from Central Government	310,543	69,607	193,635
Urban Discretionary Development Equalization Grant	0	0	240,102
Total Revenues shares	446,833	144,818	572,051
B: Breakdown of Workplan Expenditures			
Recurrent Expenditure			
Wage	36,814	27,611	28,359
Non Wage	99,476	45,600	39,956
Development Expenditure			
Domestic Development	310,543	69,607	503,737
External Financing	0	0	0
Total Expenditure	446,833	142,818	572,051

Narrative of Workplan Revenues and Expenditure

In FY 2019/20, at total of Ug.Shs 572,051,000 has been allocated to the Community Based Services Department as compared to Ug.Shs 446,833,000 for the FY ending June 2019. This increase in the department budget is attributed to the expected receipt of Urban Discretionary Development Equalization Grant of UShs. 240,102,000 for the construction of social hall at the Municipal Headquarters. By close of FY 2019/20 the following outputs will be attained; Continuous joint monitoring of UWEP groups and providing technical guidance, Recovery of funds from groups which benefited from UWEP and YLP funds, Mobilization of Women and youths to access UWEP and YLP funds , Model Village coordination and monitoring, Promotion of labour standards, streamlining activities of NGOs and CBOs. The department will also design and implement YLP and UWEP recovery plan with the guidance of the Municipal Executive and Municipal Technical Planning Committee

Vote :788 Lugazi Municipal Council**FY 2019/20****Workplan Title : Planning**

<i>Ushs Thousands</i>	Approved Budget for FY 2018/19	Cumulative Receipts by End March for FY 2018/19	Approved Budget for FY 2019/20
A: Breakdown of Workplan Revenues			
Recurrent Revenues	91,334	65,440	78,812
Locally Raised Revenues	50,238	34,025	25,238
Urban Unconditional Grant (Non-Wage)	28,540	21,997	40,000
Urban Unconditional Grant (Wage)	12,557	9,418	13,575
Development Revenues	11,500	9,219	10,000
Urban Discretionary Development Equalization Grant	11,500	9,219	10,000
Total Revenues shares	102,834	74,659	88,812
B: Breakdown of Workplan Expenditures			
Recurrent Expenditure			
Wage	12,557	9,418	13,575
Non Wage	78,778	56,022	65,238
Development Expenditure			
Domestic Development	11,500	9,219	10,000
External Financing	0	0	0
Total Expenditure	102,834	74,659	88,812

Narrative of Workplan Revenues and Expenditure

In Financial Year 2019/20, the department of Planning expects to receive a total of 88,812,000 shillings from various revenue sources as shown above. This is slightly less than for last Financial Year 2018/19 and the cause is that the department was not allocated UDDEG The biggest expenditure proportion will be on Non-wage followed by wage and lastly domestic development.

Vote :788 Lugazi Municipal Council**FY 2019/20****Workplan Title : Internal Audit**

<i>Ushs Thousands</i>	Approved Budget for FY 2018/19	Cumulative Receipts by End March for FY 2018/19	Approved Budget for FY 2019/20
A: Breakdown of Workplan Revenues			
Recurrent Revenues	34,145	19,283	33,215
Locally Raised Revenues	18,120	6,404	13,000
Urban Unconditional Grant (Non-Wage)	3,469	2,602	6,640
Urban Unconditional Grant (Wage)	12,557	10,277	13,575
Development Revenues	5,490	3,010	0
Urban Discretionary Development Equalization Grant	5,490	3,010	0
Total Revenues shares	39,635	22,293	33,215
B: Breakdown of Workplan Expenditures			
Recurrent Expenditure			
Wage	12,557	10,277	13,575
Non Wage	21,589	9,006	19,640
Development Expenditure			
Domestic Development	5,490	3,010	0
External Financing	0	0	0
Total Expenditure	39,635	22,293	33,215

Narrative of Workplan Revenues and Expenditure

The Municipal Audit department expects to receive and spend a total of 33,215,000 shillings in Financial Year 2019/20. The revenues sources are Urban Unconditional Grant (wage) , Locally Raised revenue , Urban Unconditional Grant (wage) and Urban Discretionary Equalization Grant .The department has no donor funding.

86% of the budget has been expended on recurrent department expenditures and 14% on development expenditures. The budget allocation to Internal Audit department is approximately 0.4% of the total Municipal budget.

Vote :788 Lugazi Municipal Council**FY 2019/20****Workplan Title : Trade, Industry and Local Development**

<i>Ushs Thousands</i>	Approved Budget for FY 2018/19	Cumulative Receipts by End March for FY 2018/19	Approved Budget for FY 2019/20
A: Breakdown of Workplan Revenues			
Recurrent Revenues	0	0	29,862
Locally Raised Revenues	0	0	6,400
Sector Conditional Grant (Non-Wage)	0	0	8,935
Urban Unconditional Grant (Non-Wage)	0	0	2,640
Urban Unconditional Grant (Wage)	0	0	11,887
Development Revenues	0	0	0
N/A			
Total Revenues shares	0	0	29,862
B: Breakdown of Workplan Expenditures			
Recurrent Expenditure			
Wage	0	0	11,887
Non Wage	0	0	17,975
Development Expenditure			
Domestic Development	0	0	0
External Financing	0	0	0
Total Expenditure	0	0	29,862

Narrative of Workplan Revenues and Expenditure

In the coming Financial Year 19/20 , Trade, Industry and Local Economic Development has been allocated a total budget of Ug.Shs 29,862,000. It should be note that formerly this was sector in production department .The department has been allocated the following funds for FY 19/20.Sector Conditional Grant (Non-Wage) of Ug.Shs 8,935,000 locally raised revenue of Ug.Shs 6,400,000 and Urban Unconditional Grant (Non-Wage) of Ug.Shs 11,887,000. The Non-Wage funds will help the department execute the following activities: Training stakeholders on the concept of local economic development towards economic growth. Guide on the formation of Lugazi Municipal producers, Lugazi export team and value addition forum. Sensitizing producers on the importance of product standards,20 informal producers & marketing groups assisted to register as cooperatives, Organize producer groups for value addition support and routine supervision of the value addition , Attend radio talk shows on business related issues.

Vote :788 Lugazi Municipal Council

FY 2019/20
