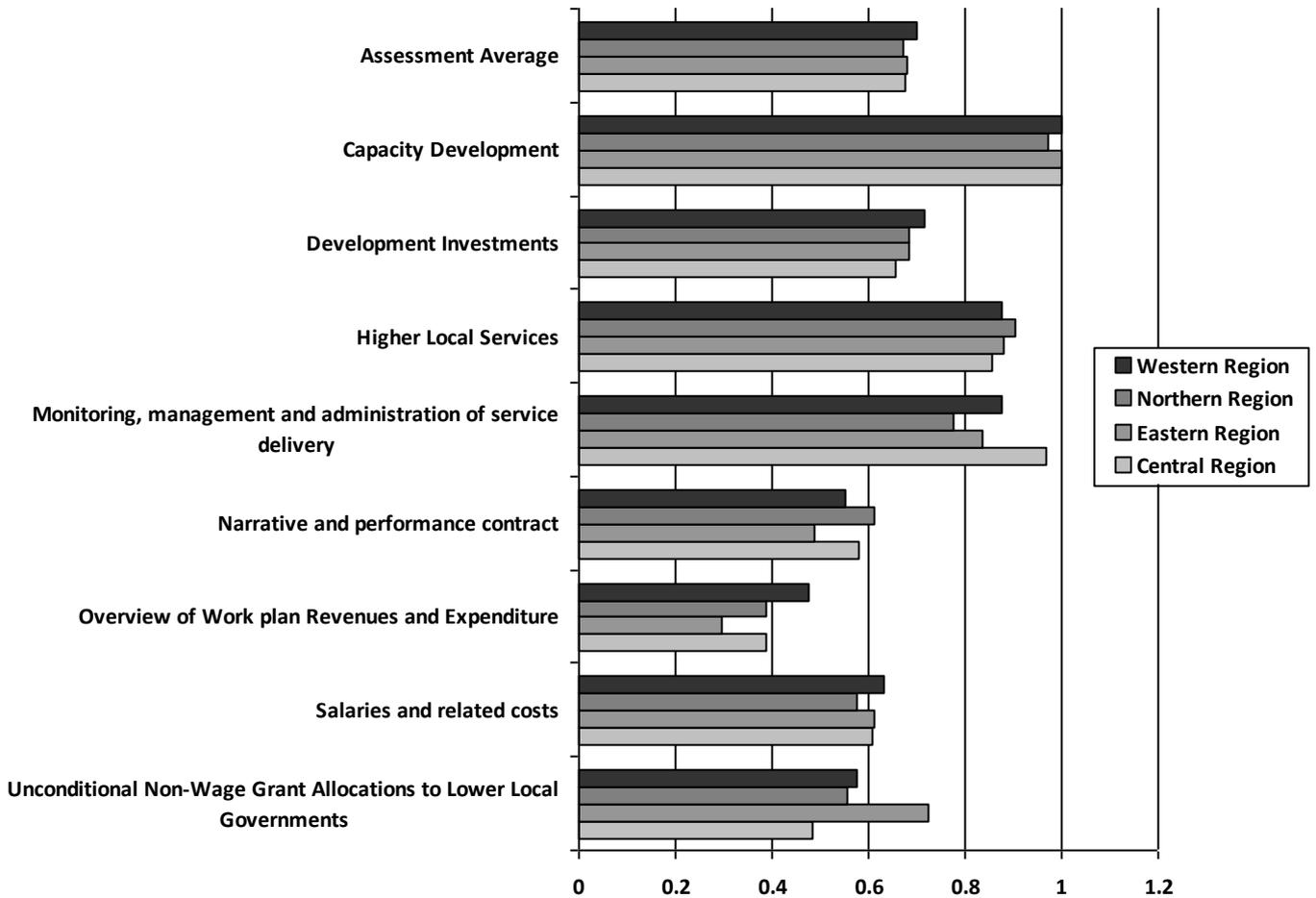


Local Government Compliance with Budget and Accountability Requirements

Fiscal Year 2016/17 Budget

Administration Budget Requirements



Key lessons from the review of this assessment:

- 1) Only 10% of LGs budgeted wages under the correct outputs
- 2) Only 30% of LGs budgeted pensions under the correct outputs
- 3) Less than 40% of LG budgets show revenues that match expenditures

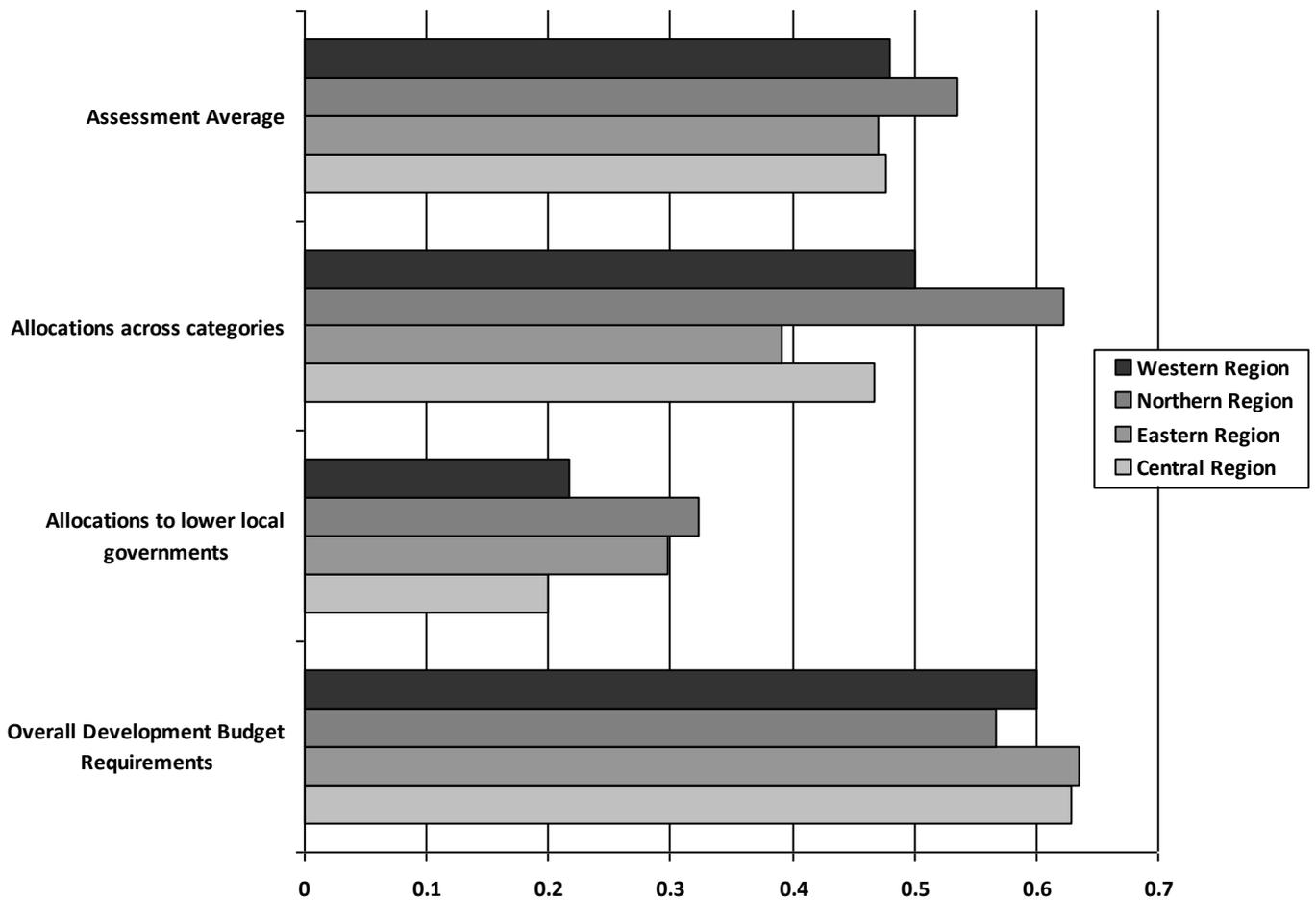
Local Governments may access their individual assessment reports and summaries here:

http://ugtest.clearbudget.org/fiscal_transfers/page/assessment_results

Local Government Compliance with Budget and Accountability Requirements

Fiscal Year 2016/17 Budget

DDEG Budget Requirements



Key lessons from the review of this assessment:

- 1) More than 70% of LGs allocated insufficient funds for capital investment (should be min 65 %).
- 2) More than 70% of LGs allocated insufficient funds for non capital livelihoods development activities (should be min 10%).
- 3) More than 70% of LGs allocated insufficient funds for Lower Local Governments (should be equal or greater than the Indicative Planning Figures).
- 4) 40% of LGs allocated more than the maximum permitted funds for administration activities (should not be greater than 15%).
- 5) Capacity development budget requirements were adhered to by most LGs, but mainly because these activities were not budgeted for at all.

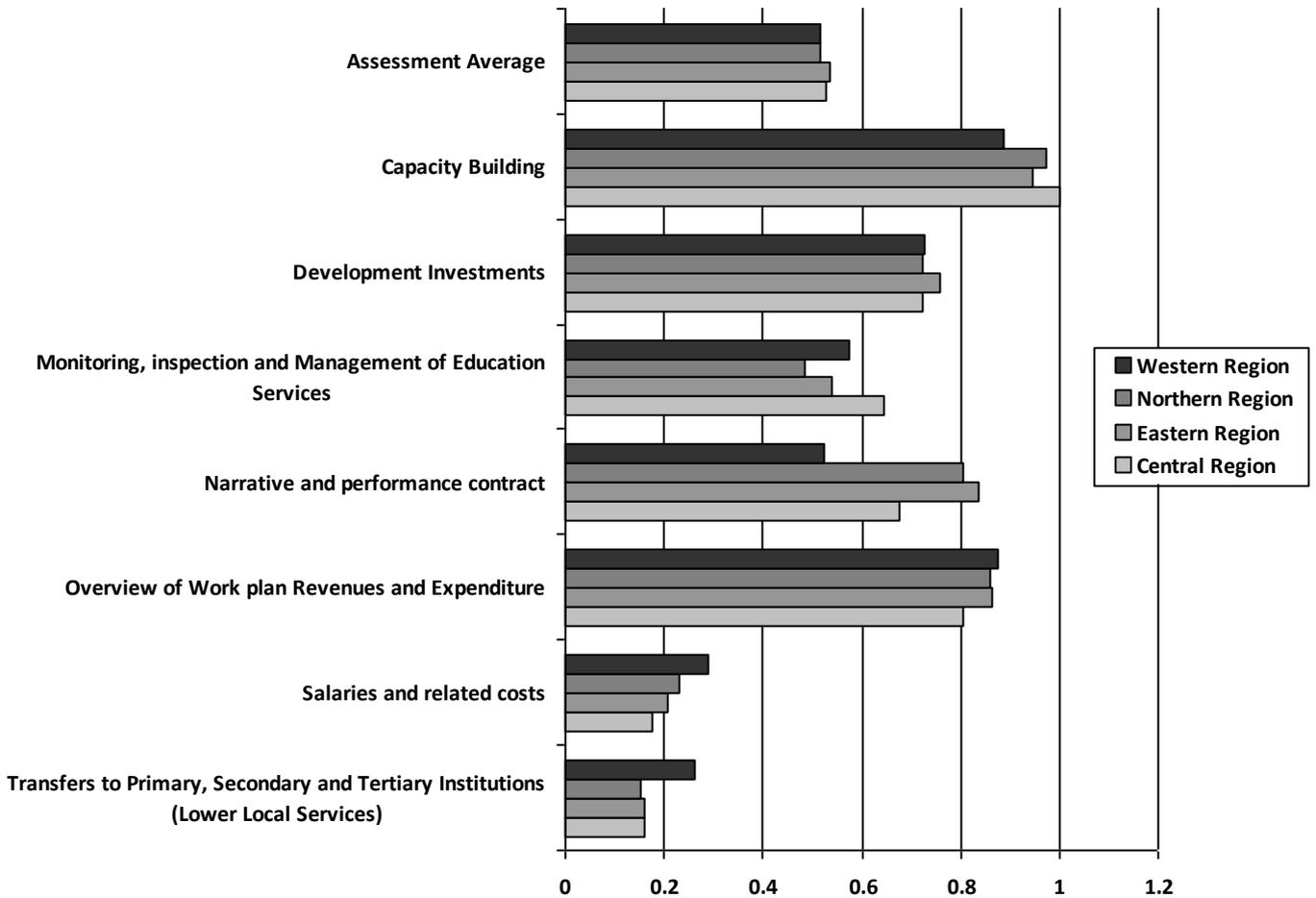
Local Governments may access their individual assessment reports and summaries here:

http://ugtest.clearbudget.org/fiscal_transfers/page/assessment_results

Local Government Compliance with Budget and Accountability Requirements

Fiscal Year 2016/17 Budget

Education Budget Requirements Assessment



Key lessons from the review of this assessment:

- 1) A large majority of LGs allocated recurrent wage, non-wage and development grants in blocks, rather than to individual cost centers and LLGs. These Lgs provided no detail on a school-by-school basis, resulting in very low scores in the salaries and transfers budget assessment areas, as well as for some parts of the development investment budget assessment
- 2) Monitoring budget requirements that specify minimum budgets per school were rarely met, possibly because they were too complex
- 3) Capacity development budget requirements were adhered to, but mainly because these activities were not budgeted for at all
- 4) Narrative and overviews of workplan requirements were adhered to by a majority of LGs

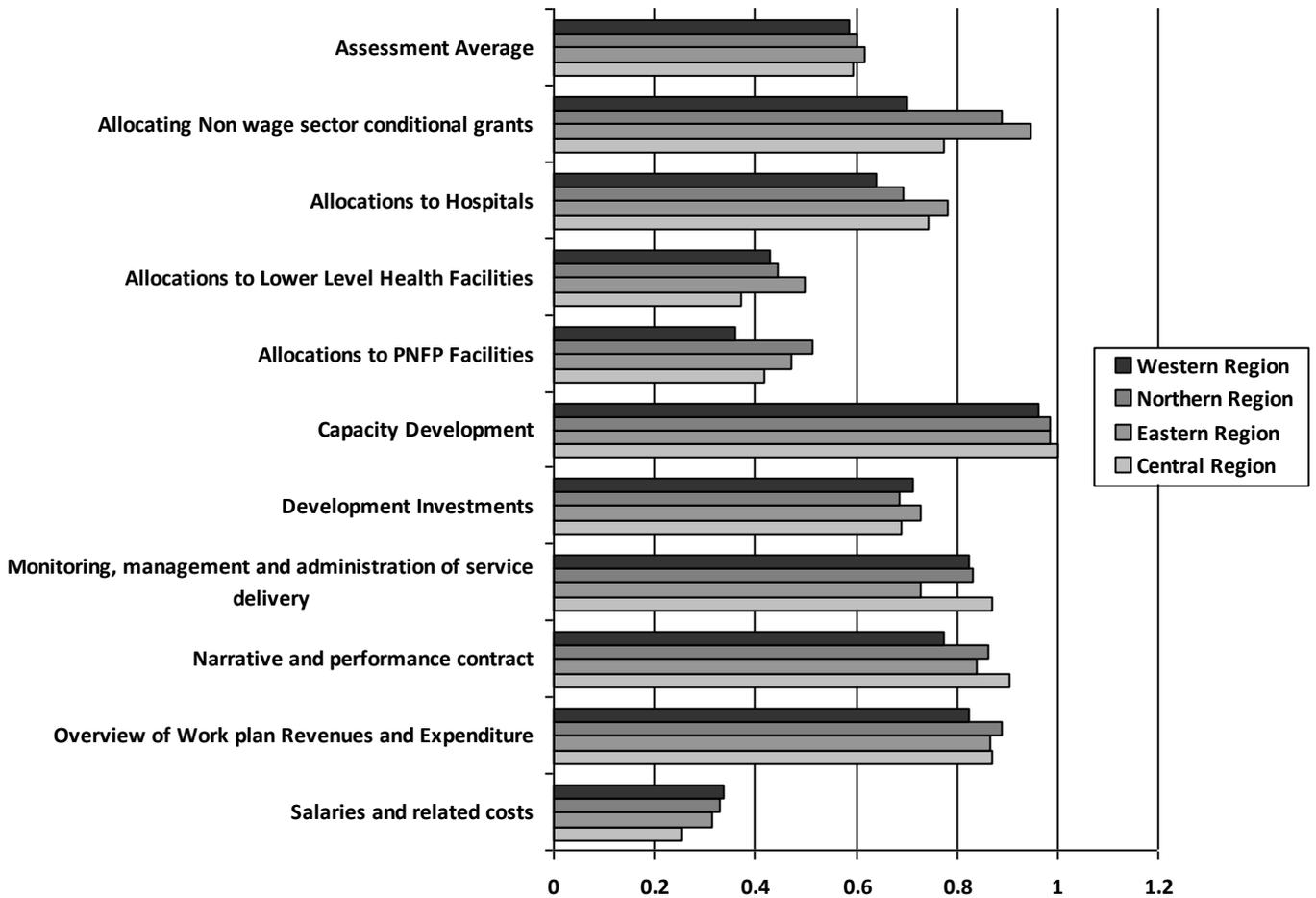
Local Governments may access their individual assessment reports and summaries here:

http://ugtest.clearbudget.org/fiscal_transfers/page/assessment_results

Local Government Compliance with Budget and Accountability Requirements

Fiscal Year 2016/17 Budget

Health Budget Requirements Assessment



Key lessons from the review of this assessment:

- 1) A large majority of LGs allocated recurrent wage, non-wage and development grants in blocks, rather than to individual cost centers and LLGs. These Lgs provided no detail on a facility-by-facility basis, resulting in very low scores in the salaries, lower level health facility and PNFP assessment areas, as well as for some parts of the development investment budget assessment
- 2) 30% of LGs did not budget for the right outputs in their development investment budgets
- 3) Capacity development budget requirements were adhered to by most LGs, but mainly because these activities were not budgeted for at all
- 4) Narrative, overviews of workplan and monitoring, management and administration requirements were adhered to by a majority of LGs

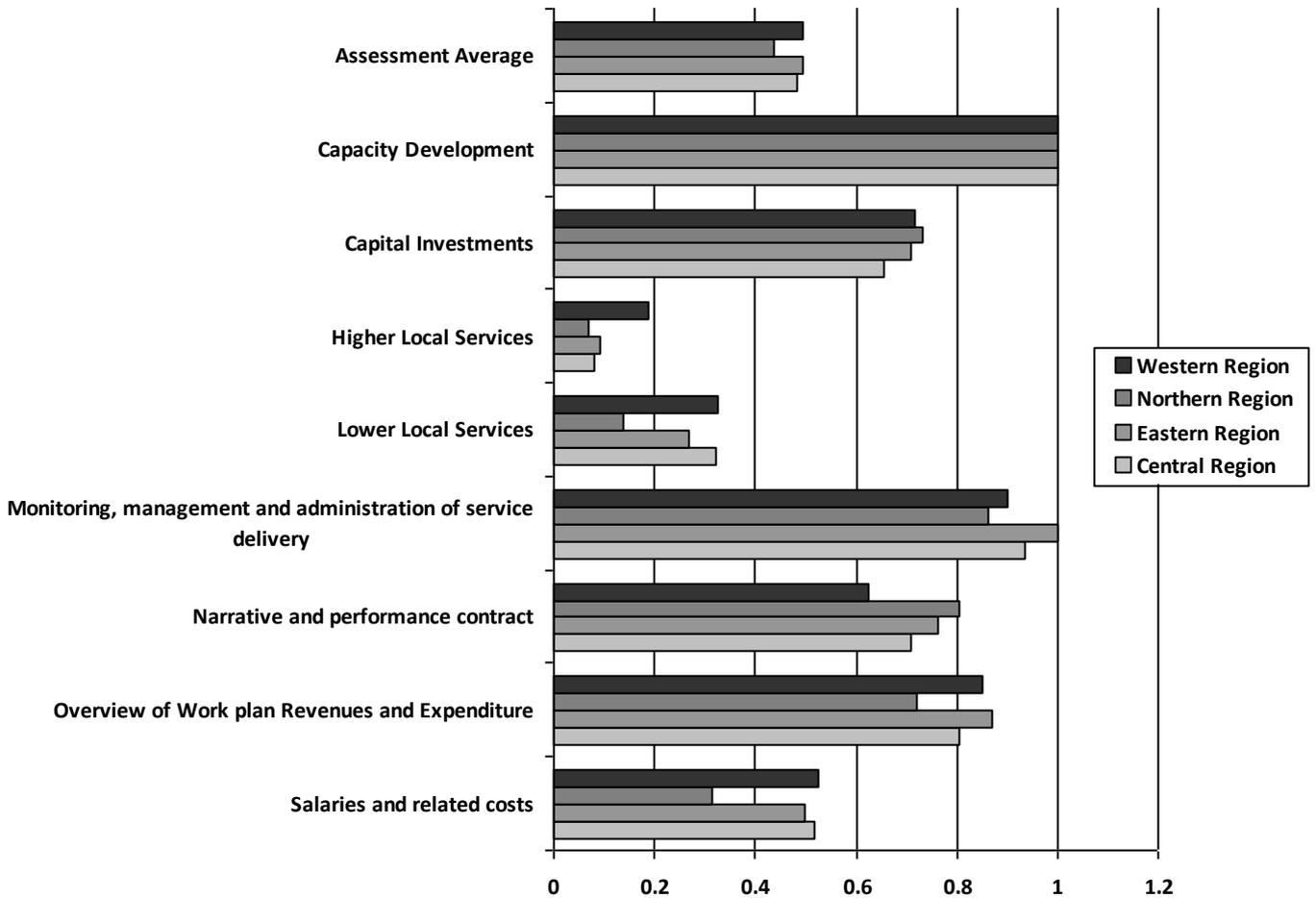
Local Governments may access their individual assessment reports and summaries here:

http://ugtest.clearbudget.org/fiscal_transfers/page/assessment_results

Local Government Compliance with Budget and Accountability Requirements

Fiscal Year 2016/17 Budget

Production and Marketing Budget Requirements



Key lessons from the review of this assessment:

- 1) 70% of LGs included the required narrative and overviews of work plans, this requirement was relatively well adhered to
- 2) Only 13% of LGs adhered to the criteria that 30% for districts and 50% for municipality non-wage recurrent grants are budgeted for Commercial Services
- 3) Less than 25% of LGs budgeted for District Production and Marketing Office staff salaries under wage for the correct output

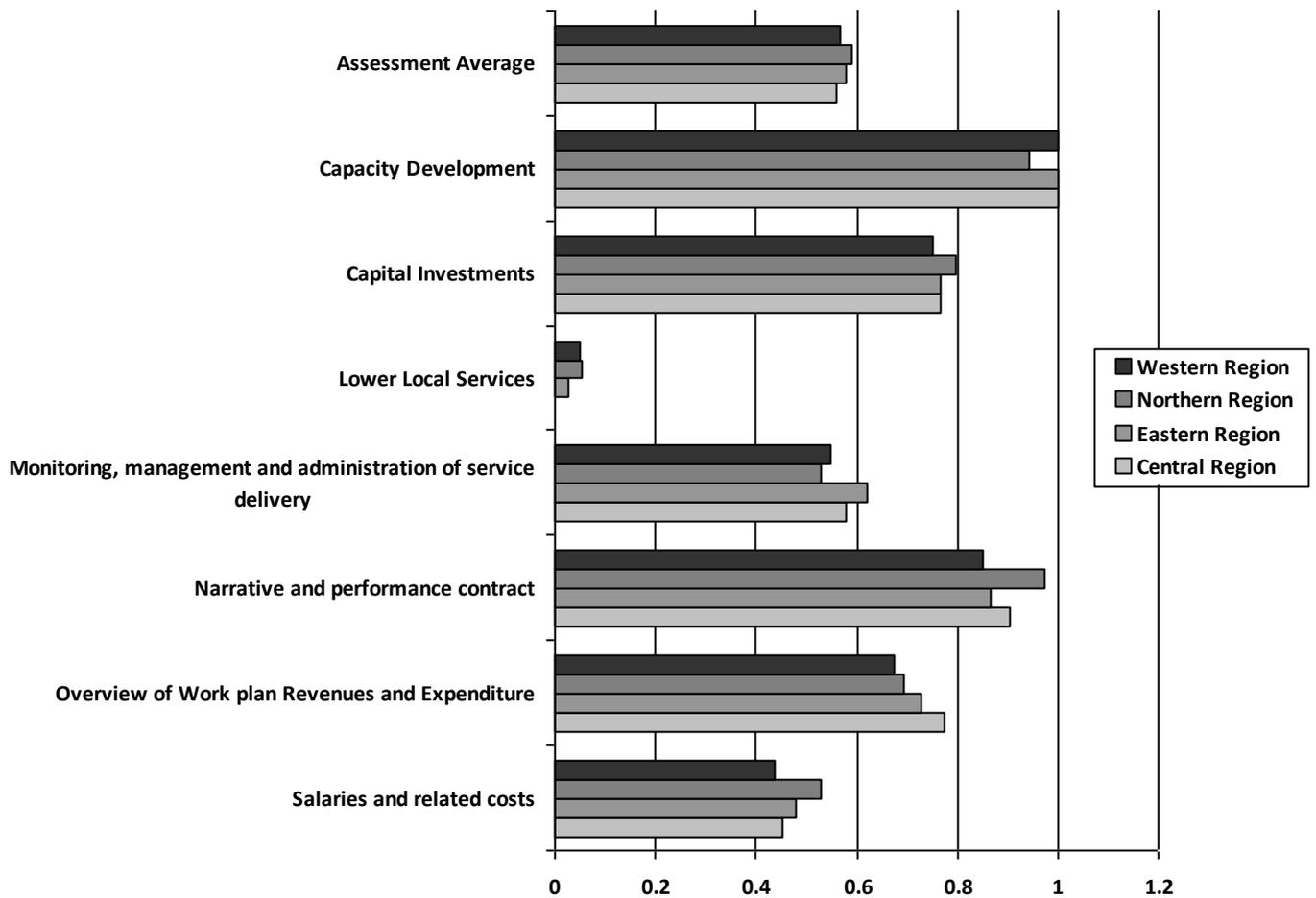
Local Governments may access their individual assessment reports and summaries here:

http://ugtest.clearbudget.org/fiscal_transfers/page/assessment_results

Local Government Compliance with Budget and Accountability Requirements

Fiscal Year 2016/17 Budget

Social Development Budget Requirements



Key lessons from the review of this assessment:

- 1) Less than 50% of LGs complied with salary budget requirements. Non-compliers either exceeded the budget, or did not budget for salaries at all.
- 2) The sector still has an issue with outdated output codes and in some cases money was allocated to wrong outputs.
- 3) Virtually no LG budgeted a minimum of 70% for lower local services under the correct output. Sector performance is the worst under this assessment criterium.

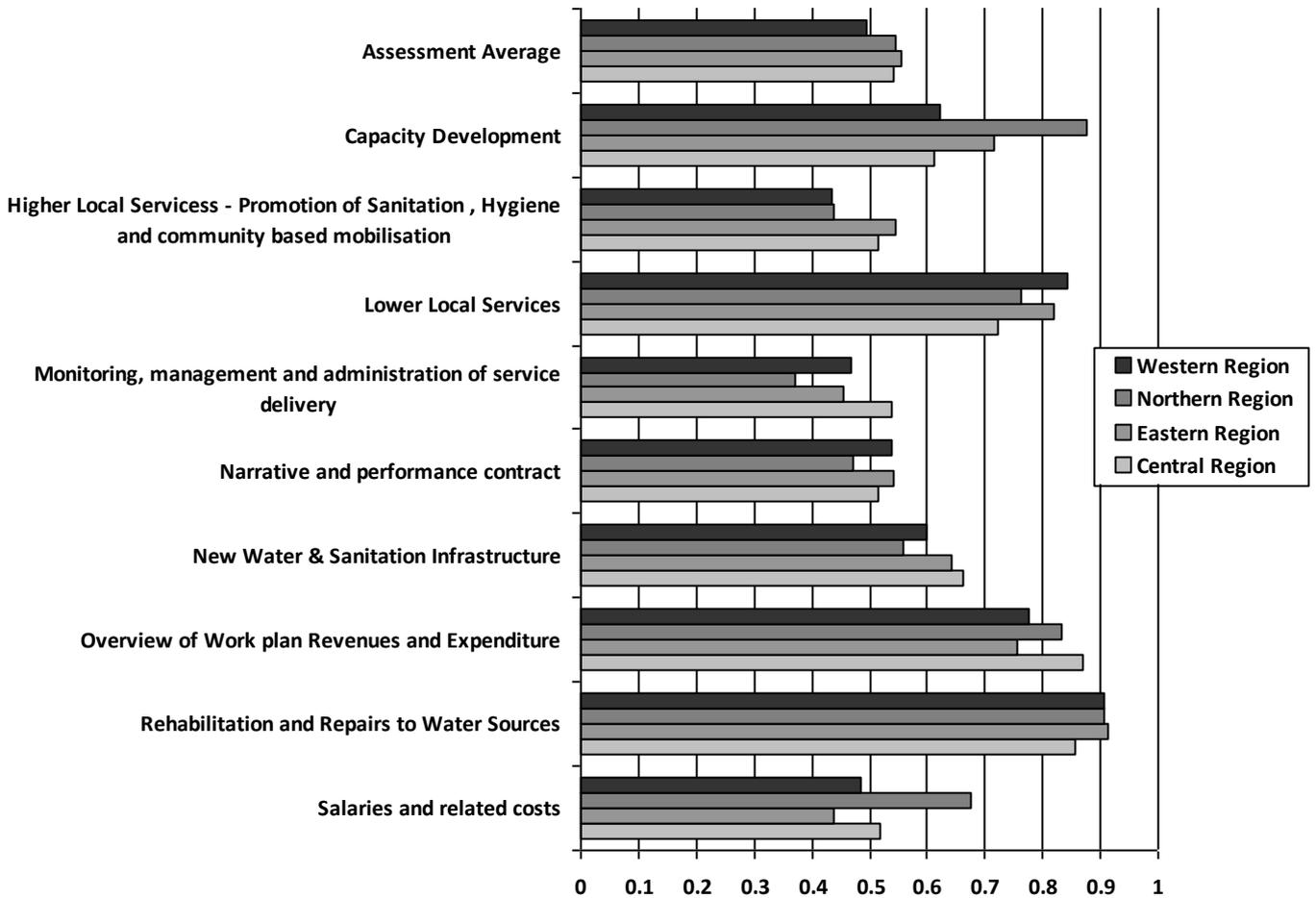
Local Governments may access their individual assessment reports and summaries here:

http://ugtest.clearbudget.org/fiscal_transfers/page/assessment_results

Local Government Compliance with Budget and Accountability Requirements

Fiscal Year 2016/17 Budget

Water & Environment Budget Requirements



Key lessons from the review of this assessment:

- 1) Capacity development assessment area shows very high compliance, mainly because no activities were carried out. LGs hence formally comply with the criteria, but still don't really fulfill their capacity development mandate
- 2) LGs are not allocating adequate funds to sanitation and hygiene outreach and information dissemination around water points; management of the water sector.
- 3) Monitoring, management and admin is subject to diversion as most DWOs feel that the allowable expenditure is inadequate to cover the specified aspects.
- 4) Majority of DLGs have not filled the posts of District Natural Resources Officer, Lands Management Officer and Forestry Officers

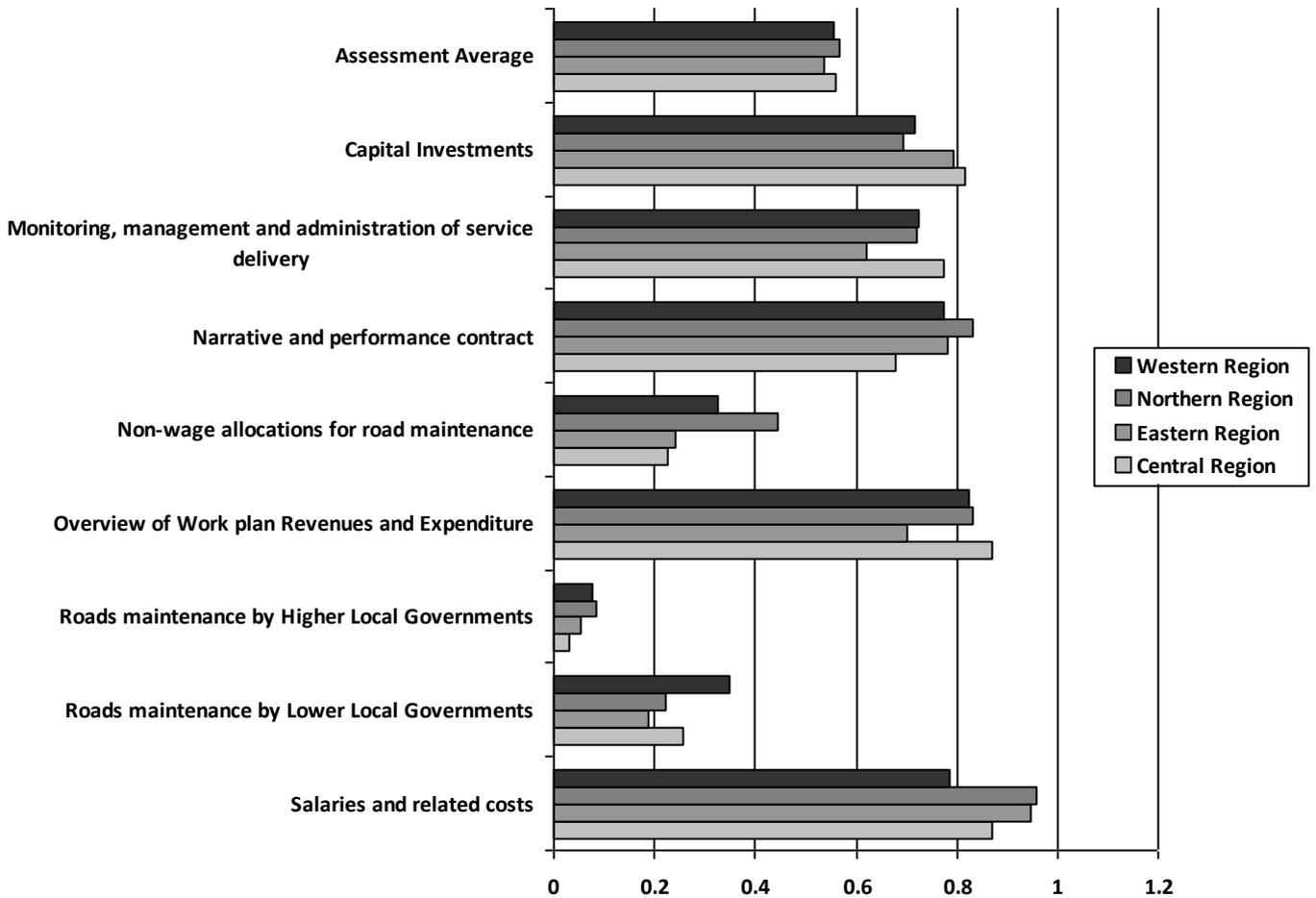
Local Governments may access their individual assessment reports and summaries here:

http://ugtest.clearbudget.org/fiscal_transfers/page/assessment_results

Local Government Compliance with Budget and Accountability Requirements

Fiscal Year 2016/17 Budget

Works and Transport Budget Requirements



Key lessons from the review of this assessment:

- 1) There is low usage of RAMPS codes in the budget. This is partly because RAMPS has not been rolled out to all district
- 2) Most LGs did not meet requirements to spend 90% of URF resources on periodic/routine maintenanc.
- 3) Monitoring allocations are generally small, but consistent with the cap of 10% of the non-wage recurrent grant

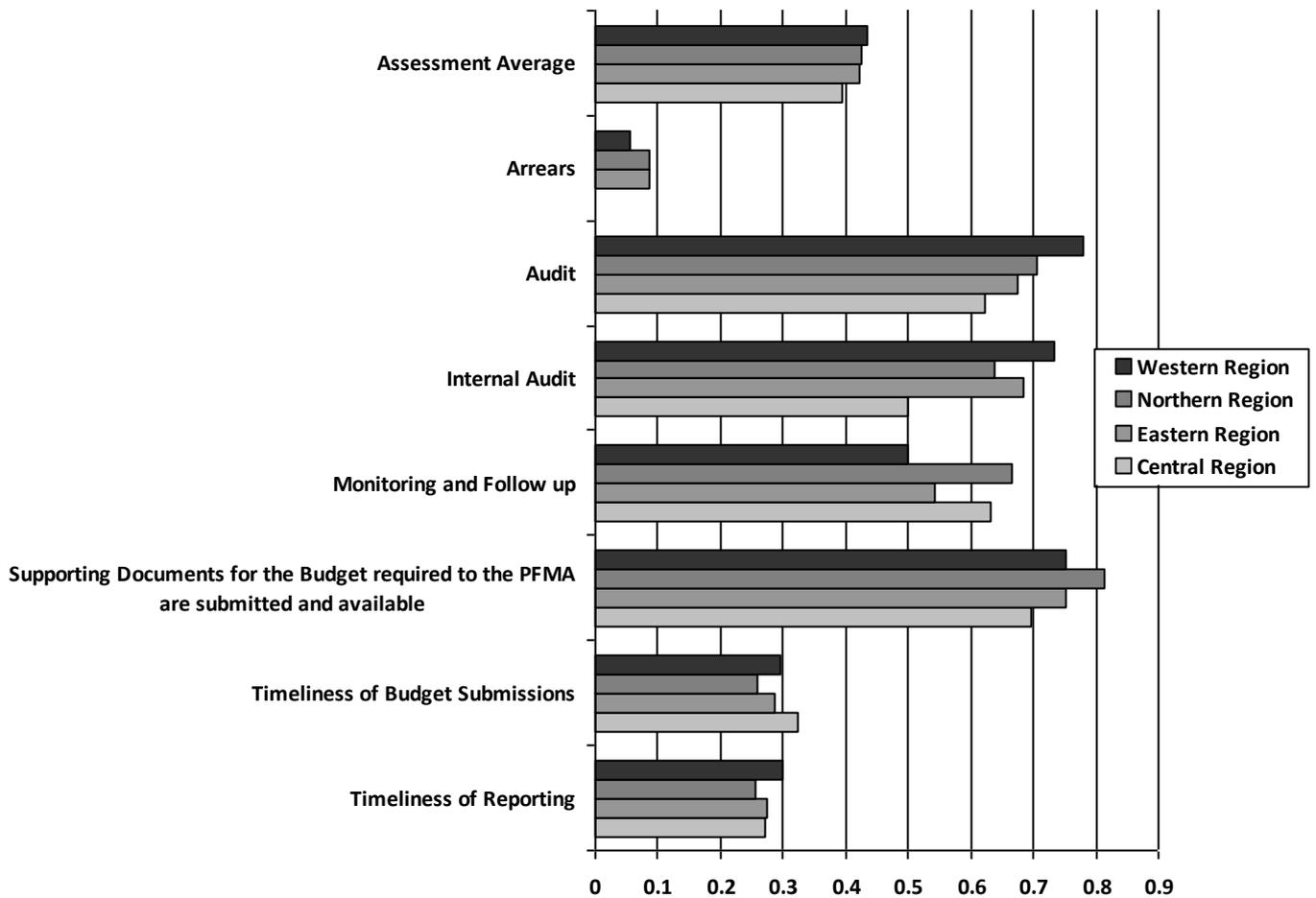
Local Governments may access their individual assessment reports and summaries here:

http://ugtest.clearbudget.org/fiscal_transfers/page/assessment_results

Local Government Compliance with Budget and Accountability Requirements

Fiscal Year 2016/17 Budget

Accountability Requirements



Key lessons from the review of this assessment:

- 1) The majority of LGs do not submit budgets and reports (quarterly performance reports in particular) on a timely basis
- 2) While most LGs prepare and submit audit reports, a majority does not propose and respond to follow-up actions
- 3) For most LGs, arrears are not reported in OBT, or have increased
- 4) 50% of the LGs do not submit asset registers
- 5) 50% of the LGs do not submit vehicle utilisation reports

Local Governments may access their individual assessment reports and summaries here:

http://ugtest.clearbudget.org/fiscal_transfers/page/assessment_results