

Vote: 147 Local Government Finance Comm

QUARTER 1: Highlights of Vote Performance

V1: Summary of Issues in Budget Execution

This section provides an overview of Vote expenditure

(i) Snapshot of Vote Releases and Expenditures

Table V1.1 below summarises cumulative releases and expenditures by the end of the quarter:

Table V1.1: Overview of Vote Expenditures (US\$ Billion)

<i>(i) Excluding Arrears, Taxes</i>		Approved Budget	Cashlimits by End	Released by End	Spent by End Sept	% Budget Released	% Budget Spent	% Releases Spent
Recurrent	Wage	1.119	0.000	0.280	0.274	25.0%	24.5%	98.0%
	Non Wage	3.493	0.000	0.826	0.684	23.7%	19.6%	82.8%
Development	GoU	0.572	0.000	0.137	0.000	24.0%	0.0%	0.0%
	Donor*	0.000	N/A	0.000	0.000	N/A	N/A	N/A
GoU Total		5.183	0.000	1.243	0.958	24.0%	18.5%	77.1%
Total GoU+Donor (MTEF)		5.183	N/A	1.243	0.958	24.0%	18.5%	77.1%
<i>(ii) Arrears and Taxes</i>	Arrears	0.000	N/A	0.000	0.000	N/A	N/A	N/A
	Taxes**	0.100	N/A	0.016	0.000	16.5%	0.0%	0.0%
Total Budget		5.283	0.000	1.260	0.958	23.8%	18.1%	76.1%

* Donor expenditure data available

** Non VAT on capital expenditure

The table below shows cumulative releases and expenditures to the Vote by Vote Function :

Table V1.2: Releases and Expenditure by Vote Function*

Billion Uganda Shillings		Approved Budget	Released	Spent	% Budget Released	% Budget Spent	% Releases Spent
VF:1353	Coordination of Local Government Financing	5.18	1.24	0.96	24.0%	18.5%	77.1%
Total For Vote		5.18	1.24	0.96	24.0%	18.5%	77.1%

* Excluding Taxes and Arrears

(ii) Matters to note in budget execution

Some of the activities were rescheduled to the second quarter because of the sector conditional grant negotiation activity that took significant funds and some of the funds are being accumulated for second quarter activities like staff gratuity and procurement of transport equipment.

Table V1.3: High Unspent Balances and Over-Expenditure in the Domestic Budget (Ushs Bn)

<i>(i) Major unspent balances</i>
<i>(ii) Expenditures in excess of the original approved budget</i>

* Excluding Taxes and Arrears

V2: Performance Highlights

This section provides highlights of output performance, focusing on key outputs and actions implemented to improve section performance.

Table V2.1: Key Vote Output Indicators and Expenditures*

Vote, Vote Function Key Output	Approved Budget and Planned outputs	Cumulative Expenditure and Performance	Status and Reasons for any Variation from Plans
Vote Function: 1353 Coordination of Local Government Financing			
Output: 135302	LGs Budget Analysis		
<i>Description of Performance:</i>	133 LGs Budgets analysed for compliance with legal requirements	LGs budgets for FY 2015/2016 have been received and analysis has started	Some of the activities were rescheduled to the second quarter because of the sector conditional grant negotiation activity that took significant funds and some of the funds are
	Feedback on the findings from the analysis of the LG Budgets	Technical support in budget formulation was provided in 6	

Vote: 147 Local Government Finance Comm

QUARTER 1: Highlights of Vote Performance

<i>Vote, Vote Function Key Output</i>	Approved Budget and Planned outputs	Cumulative Expenditure and Performance	Status and Reasons for any Variation from Plans
	to 133 LGs provided	LGs (Ibanda, Rukungiri, Moyo, Amuria, Manafwa, and Ntoroko Districts)	being accumulated for second quarter activities like staff gratuity and procurement of transport equipment.
	Data Validation, Verification and Collection in 20 LGs conducted for the fiscal database	1st Quarter releases were analysed	
	Technical Support in identified areas of weaknesses in the process of budget formulation in 40 LGs provided		
	Four (4) Quarterly analysis Reports of Budgeted and Actual Grant Releases to LGs Produced		
<i>Performance Indicators:</i>			
No. of Local Governments provided with skills in Budget Formulation	40	6	
No. of Local Governments complying with budgeting legal requirement	133	0	
Average length of time taken to provide feedback on analyzed budgets (Days)	30	0	
<i>Output Cost:</i>	US\$ Bn: 0.198	US\$ Bn: 0.006	% Budget Spent: 3.2%
Output: 135303	Enhancement of LG Revenue Mobilisation and Generation		
<i>Description of Performance:</i>	60 local governments provided with skills and approaches to establish local revenue databases.	Provided skills and Approaches to establish Local Revenue Data Bases to 5LGs. - namely Ngora District, Ngora Town Council, Nakaseke District, Butalango & Ngoma Town Councils	More local governments will be covered in quarter two
	40 local governments supported to improve methods of collecting property rates	Supported 5 local governments – namely Kyotera Town Council, Lukaya Town Council, Butunduzi Town Council Masulita T/C and Hamurwa	
	2 Regional meetings on local revenue mobilization held.	Town Council to improve methods of collecting property rates	
	2 Operations of Local Revenue Enhancement Coordinating Committee supported.		
	One computer procured for Principal Revenue Officer	Hands on and follow up support on existing data bases was done in 6 local governments of Iganga, Tororo, Wakiso, Masaka, Arua and Kabarole and their town councils	
<i>Performance Indicators:</i>			
Percentage change in annual local revenue performance (MC)	0	0	
Percentage change in annual local revenue performance (Districts)	0	0	
No. of LGs provided with skills to establish local revenue databases	60	5	
No. of LGs provided with skills in the collection of property rates	40	5	
No. of LGs applying Best Practices in Local revenue collection	0	10	

Vote: 147 Local Government Finance Comm

QUARTER 1: Highlights of Vote Performance

Vote, Vote Function Key Output	Approved Budget and Planned outputs	Cumulative Expenditure and Performance	Status and Reasons for any Variation from Plans
<i>Output Cost:</i>	US\$ Bn: 0.663	US\$ Bn: 0.136	% Budget Spent: 20.5%
Output: 135304	Equitable Distribution of Grants to LGs		
<i>Description of Performance:</i>	Organize and Facilitate negotiations between LGs and sector Ministries Local governments budgets analyzed and feedback provided 2 Local government budget committee meetings held	All the seven (7) sectors (Agriculture, Health, Education, Water, Works, Social Development Trade and Gender) negotiations were successfully facilitated effective 12th to 16th October 2015.	NIL.
<i>Performance Indicators:</i>			
Proportion of unconditional grant compared to total transfers to LGs	4.5	3.8	
Number of negotiation forums held	7	7	
Number of agreements between UNAT and Sectors implemented	7	7	
<i>Output Cost:</i>	US\$ Bn: 0.520	US\$ Bn: 0.107	% Budget Spent: 20.5%
Vote Function Cost	US\$ Bn: 5.183	US\$ Bn: 0.958	% Budget Spent: 18.5%
Cost of Vote Services:	US\$ Bn: 5.183	US\$ Bn: 0.958	% Budget Spent: 18.5%

* Excluding Taxes and Arrears

An overview of the funds for quarter one shows that development funds have low absorption capacity because of long procurement process.

Table V2.2: Implementing Actions to Improve Vote Performance

Planned Actions:	Actual Actions:	Reasons for Variation
Vote: 147 Local Government Finance Comm		
Vote Function: 13 53 Coordination of Local Government Financing		
Advise President on the share of National budget going to LGs.	The agreements resulting from the recent negotiations of October 2015 are being endorsed by the respective sectors and local government representatives; after which they will be disseminated for implementation. Monitoring to track implementation will follow and a follow-up report will be discussed in the Midterm Review in April, 2016. This activity will await the conclusion of Review on allocation formulae (likely date is January 2016). Assess the benefits of extension of grants to LLGs conclusion of field activities for this assessment will be done in Quarters 3&4	NIL
2 LGBC meetings held to discuss budget issues for LGs and make recommendations		
Support LGs on Local Economic Development		
Vote: 147 Local Government Finance Comm		
Vote Function: 13 53 Coordination of Local Government Financing		
60 local governments provided with skills and approaches to establish and consolidate local revenue databases.	Provided skills and Approaches to establish Local Revenue Data Bases to 5 Local Governments. - namely Ngora District, Ngora Town Council, Nakaseke District, Butalango & Ngoma Town Councils	NIL
40 local governments supported to improve methods of collecting property rates	Supported 5 local governments – namely Kyotera Town Council, Lukaya Town Council, Butunduzi Town Council Masulita Town Council and Hamurwa Town Council to improve methods of collecting property rates	

QUARTER 1: Highlights of Vote Performance

Planned Actions:	Actual Actions:	Reasons for Variation
	<p>Hands on and follow up support on existing data bases was done in 6 local governments of Iganga, Tororo, Wakiso, Masaka, Arua and Kabarole and their town councils</p>	

V3: Details of Releases and Expenditure

This section provides a comprehensive summary of the outputs delivered by the Vote and further details of Vote expenditures by Vote Function and Expenditure Item.

Table V3.1: GoU Releases and Expenditure by Output*

Billion Uganda Shillings	Approved Budget	Released	Spent	% GoU Budget Released	% GoU Budget Spent	% GoU Releases Spent
VF:1353 Coordination of Local Government Financing	5.18	1.24	0.96	24.0%	18.5%	77.1%
<i>Class: Outputs Provided</i>	4.61	1.11	0.96	24.0%	20.8%	86.6%
135301 Human Resource Management	1.40	0.33	0.30	23.5%	21.6%	91.9%
135302 LGs Budget Analysis	0.20	0.04	0.01	18.5%	3.2%	17.2%
135303 Enhancement of LG Revenue Mobilisation and Generation	0.66	0.16	0.14	24.6%	20.5%	83.4%
135304 Equitable Distribution of Grants to LGs	0.52	0.14	0.11	27.0%	20.5%	76.1%
135305 Institutional Capacity Maintenance and Enhancement	1.83	0.44	0.41	23.8%	22.2%	93.1%
<i>Class: Capital Purchases</i>	0.57	0.14	0.00	24.0%	0.0%	0.0%
135375 Purchase of Motor Vehicles and Other Transport Equipment	0.51	0.12	0.00	23.9%	0.0%	0.0%
135376 Purchase of Office and ICT Equipment, including Software	0.06	0.02	0.00	25.0%	0.0%	0.0%
Total For Vote	5.18	1.24	0.96	24.0%	18.5%	77.1%

* Excluding Taxes and Arrears

Table V3.2: 2016/17 GoU Expenditure by Item

Billion Uganda Shillings	Approved Budget	Releases	Expenditure	% Budget Released	% Budget Spent	% Releases Spent
Output Class:	0.00	0.12	0.00	N/A	N/A	0.0%
321201	0.00	0.12	0.00	N/A	N/A	0.0%
Output Class: Outputs Provided	4.61	1.11	0.96	24.0%	20.8%	86.6%
211101 General Staff Salaries	0.00	0.28	0.00	N/A	N/A	0.0%
211102 Contract Staff Salaries (Incl. Casuals, Temporary)	1.12	0.00	0.27	0.0%	24.5%	N/A
211103 Allowances	0.42	0.11	0.11	25.0%	24.9%	99.8%
212101 Social Security Contributions	0.09	0.02	0.01	16.9%	16.6%	97.8%
213001 Medical expenses (To employees)	0.01	0.00	0.00	25.0%	25.0%	100.0%
213002 Incapacity, death benefits and funeral expenses	0.01	0.00	0.00	16.7%	16.0%	96.0%
213004 Gratuity Expenses	0.32	0.08	0.06	25.0%	18.4%	73.4%
221001 Advertising and Public Relations	0.04	0.01	0.00	25.0%	7.3%	29.3%
221002 Workshops and Seminars	0.28	0.07	0.04	25.0%	13.9%	55.5%
221003 Staff Training	0.06	0.01	0.01	20.8%	16.4%	78.5%
221004 Recruitment Expenses	0.00	0.00	0.00	22.3%	22.3%	100.0%
221006 Commissions and related charges	0.34	0.08	0.08	22.6%	22.5%	100.0%
221007 Books, Periodicals & Newspapers	0.02	0.00	0.00	25.0%	19.2%	76.8%
221009 Welfare and Entertainment	0.04	0.01	0.01	25.0%	25.0%	100.0%
221011 Printing, Stationery, Photocopying and Binding	0.06	0.02	0.01	25.0%	17.0%	67.9%
221012 Small Office Equipment	0.00	0.00	0.00	14.9%	0.0%	0.0%
221016 IFMS Recurrent costs	0.00	0.00	0.00	21.5%	18.7%	86.9%
221017 Subscriptions	0.00	0.00	0.00	25.0%	20.0%	80.0%
222001 Telecommunications	0.04	0.01	0.01	25.0%	13.0%	52.1%
223003 Rent – (Produced Assets) to private entities	0.40	0.10	0.10	25.0%	25.0%	100.0%
223005 Electricity	0.05	0.00	0.01	0.0%	25.0%	N/A
224004 Cleaning and Sanitation	0.04	0.01	0.00	25.0%	6.1%	24.4%
225001 Consultancy Services- Short term	0.35	0.09	0.06	25.0%	18.1%	72.4%
227001 Travel inland	0.62	0.14	0.14	22.5%	22.2%	98.3%
227002 Travel abroad	0.04	0.01	0.00	25.0%	0.0%	0.0%
227004 Fuel, Lubricants and Oils	0.05	0.01	0.01	25.0%	21.3%	85.0%
228002 Maintenance - Vehicles	0.19	0.05	0.01	25.0%	6.6%	26.4%
Output Class: Capital Purchases	0.67	0.03	0.00	4.7%	0.0%	0.0%

Vote: 147 Local Government Finance Comm

QUARTER 1: Highlights of Vote Performance

<i>Billion Uganda Shillings</i>	Approved Budget	Releases	Expenditure	% Budget Released	% Budget Spent	% Releases Spent
312201 Transport Equipment	0.51	0.00	0.00	0.0%	0.0%	N/A
312202 Machinery and Equipment	0.06	0.02	0.00	25.0%	0.0%	0.0%
312204 Taxes on Machinery, Furniture & Vehicles	0.10	0.02	0.00	16.5%	0.0%	0.0%
Grand Total:	5.28	1.26	0.96	23.8%	18.1%	76.1%
Total Excluding Taxes and Arrears:	5.18	1.24	0.96	24.0%	18.5%	77.1%

Table V3.3: GoU Releases and Expenditure by Project and Programme*

<i>Billion Uganda Shillings</i>	Approved Budget	Released	Spent	% GoU Budget Released	% GoU Budget Spent	% GoU Releases Spent
VF:1353 Coordination of Local Government Financing	5.18	1.24	0.96	24.0%	18.5%	77.1%
<i>Recurrent Programmes</i>						
01 Headquarters	4.61	1.11	0.96	24.0%	20.8%	86.6%
<i>Development Projects</i>						
0389 Support LGFC	0.57	0.14	0.00	24.0%	0.0%	0.0%
Total For Vote	5.18	1.24	0.96	24.0%	18.5%	77.1%

* Excluding Taxes and Arrears

Table V3.4: Donor Releases and Expenditure by Project and Programme*