NDP III AND CURRENT FINANCING

Ministry of Finance, Planning, and Economic Development
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Outline

• Background
• Why the Programme Approach
• The National Development Plan III Programmes
• Draft Budget Estimates for FY 2021/22
• Different Approaches
• Tracking performance
• Implications
**Background**

- In FY 2017/18, Programme Budgeting was implemented to transform the budget from an output-based to a more result and performance-based approach.

- **Budgeting for results** has provided an opportunity for aligning financial resources to strategic plans.

- The Third National Development Plan (NDPIII) is premised on the Programme Planning Approach (PPA).

- Aligning the budget to the 18 programmes of the NDPIII is the next evolution in matching resources to results.
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<th>Why move to Programmes Based Approach</th>
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<td>Increase coordination</td>
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<td>Increase harmonization</td>
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<td>Enhance synergies</td>
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<td>Increase sequencing of programmes</td>
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<td>Better linkage of resources to results</td>
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<td>Vote/Sub Programme</td>
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<td><strong>Human Capital Development</strong></td>
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<td><strong>Agro industrialisation (WFP)</strong></td>
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Walkthrough

**Sector Approach**
- Sector Working Groups meet to establish indicators.
- MoFPED enters ceilings for Sectors and Votes.
- MDAs enter itemized budget in PBS and indicators by:
  - Programme
  - Subprogram
  - Output
  - Items

**Program Approach**
- PWGs meet with MDAs that have an impact on the specific programme.
- PWG reviews requests by MDAs for financial resources and establish indicators.
- MDAs explains to PWG why funds are needed and how the intended results of the Programme will be met.
- PWG reports to MDAs and MoFPED the amounts allocated to subprograms and votes (results based with indicators).
- MoFPED enters ceilings for programmes.
- MDAs enter itemized budget in PBS.
Tracking Performance for the NDPIII
Using Programme Implementation Action Plans

- Strategic Plan Indicators
- Surveys
- All Data Sources Contributing to a Programme
Implications of the Alignment Exercise

• A shift from Sectoral Planning and Coordination to Programme Planning and Coordination

• Programme Implementation Action Plans (PIAPs) will be introduced and will constitute a link between the Ministries, Departments, and Agencies (MDA)/Local Government (LG) Plans to the NDPIII

• Preparation of Strategic Plans for Ministries, Agencies and Local Governments (MALGs)

• Reconfiguration of the ICT infrastructure
Implications

• More cohesion
• Coordination
• Cooperation
• Participation
• To avoid duplication and better alignment to achieve outcomes
Thank you!