

11/17/2017

KIRYANDONGO DISTRICT LOCAL GOVERNMENT

**FINANCE DEPARTMENT
BUDGET CONFERENCE PRESENTATION FOR 2018/2019**

**PRESENTED BY:
OBWONA RICHARD
CHIEF FINANCE OFFICER**

■ **OUTLINE PRESENTATION cont'd**

.....

- **Introduction**
- **Composition and Function of Finance Department**
- **Expected revenue for the financial year 2018/2019.**
- **Mandate of the department**
- **Strategic objectives**
- **Sector analysis of the budget performance revenue**
- **Achievements for the department**
- **Challenges & Constraints in finance department**
- **Strategies to address challenges and constraints**
- **Expenditure priorities for FY 2018/2019 & IPFs**
- **Conclusion**

INTRODUCTION

- The Local Government Act (Amended) 2001

CAP. 243 (77) Mandates the Local Government to have the rights and obligation to formulate, approve and execute their budget and plan provided the budget is balance.

Introduction cont'd.....

- It further stipulates that the Local Government Budget shall reflect all revenue to be collected , or received by Local Government and to be appropriated for each year.
- It is in the above frame work that Finance Department executives its duties.

Expected revenue for fy 2018-2019.

- The total revenue expected to be collected and spent in the financial 2018/2019 will include, locally raised revenue, discretionary government transfers, conditional government transfers, other government transfers and donor funding.

REVENUE EXPECTED IN FY 2018/2019 BY SOURCE.

Proposed Revenue allocations per sector fy 2018/2019

• Natural recourses	249,982,000
• Community based services	2,439,517,000
• Planning	125,931,000
• Internal audit	65,815,000
• TOTAL	20,115,979,000.

Composition and Function of Finance Department

a) Revenue and Budget:

Responsible for collection and Mobilization of Revenue and presentation of District Budgets. Involve Revenue mobilization, monitoring and assessment to ensure what has been budgeted is achieved as per budgeted item. It analyses both Local Revenue , Central Government Grants and other government transfers and donor fundings to the district.

Composition and Function of Finance Department cont'd.....

b) Accounting & Expenditure.

Responsible for preparation of books of accounts, Financial Statements, Monthly Financial reports, Preparation of Payments and Production of final accounts for presentation to Auditor General and answering audit queries as may arise from time to time.

Composition and Function of Finance Department cont'd.....

b) Accounting & Expenditure.

Responsible for preparation of books of accounts, Financial Statements, Monthly Financial reports, Preparation of Payments and Production of final accounts for presentation to Auditor General and answering audit queries as may arise from time to time.

Mandate of the Department

- Its Mandated to Administer Revenue Collection, Custody and proper disbursement and Utilization of funds.
- Mobilization and Sensitization of revenue to be collected and carry out monitoring of revenue in all the sub counties.
- Preparation and maintenance of books of accounts and production of mandatory financial reports among other duties .

Strategic Objectives

- To ensure adherence to acceptable accounting principles and practices in financial reporting, accounting and Book Keeping.
- To Ensure Proper Mobilization & Collection of local Revenue and utilization of central Government Transfers and donor fundings.

Strategic Objectives cont'd.....

- To ensure adequate revenue is collected to meet council operation.
- To ensure guided expenditure across all Departments through the preparation of Budgets
- To ensure guided expenditure based on the approved Budget estimates and work plan.

Strategic Objectives cont'd.....

- Ensure proper Financial reporting within the organization.
- Ensure proper recording of Financial transaction in books of accounts by using proper charts of accounts and code of revenue and expenditure.

Strategic Objectives cont'd.....

- Acts as interlinks between the District and Financial Institutes and micro financial institution.
- Ensure that the lower local council uses and have accountable stationery for Revenue collections and receipts.
- Responsible for proper custody of financial documents for the districts Records.

Strategic Objectives cont'd.....

- Responsible managing districts asset to ensure proper records of district assets.
- Carry out end of year board of survey to ascertain the number and advise council on which items are to be boarded off after the report.

Budget Performance for FY 2016/2017.

CATEGORY OF REVENUE	BUDGETED	AMOUNT RECEIVED	%AGE
Central Gov't Releases	17,924,504,000/ =	17,422,842,794/ =	97.2%
Donor Funding	60,009,000/=	618,047,412/=	
Local Revenue	264,088,000/=	174,228,328/=	66%
TOTAL	18,248,601,000/ =	18,215,118,534/ =	

ACHIEVEMENTS FOR THE DEPARTMENT

- The department received a computer and printer from mofped.
- Funds was transferred to various departments .
- District budget-estimates for FY 2017/2018
- Final accounts for fy 2016/2017 was submitted to auditor general.

ACHIEVEMENTS FOR THE DEPARTMENT cont'd.....

- Revenue meetings for the periods where held.
- Accountable stationeries have been procured.
- Revenue mobilization and monitoring of sub counties was conducted and still on going.

ACHIEVEMENTS FOR THE DEPARTMENT cont'd.....

- Revenue sources for 1st quarter have been successfully tendered out.
- Monthly financial statement and reports where prepared
- Monitoring of sub counties was conducted.
- Staff salaries where paid .

Challenges In Finance Department

- Inadequate Local Revenue to fund expenditure under local
- Lack of transport to facilities local revenue collection and mobilization.
- Ifms operation challenges
- Low Revenue Base from local Revenue.

- Closure of animal markets in all the sub counties of kigumba , mutunda ,masindiport and kiryandongo.
- Unpaid bills of the previous years especially garage bills and other service providers.

Challenges cont'd.....

- With the closure of most livestock markets most commodities markets have also lost business.

Challenges cont'd.....

- Revenue collectors lack team work to mobilize all other fees. This makes some revenue to remain uncollected more especially in sub counties.

Challenges cont'd.....

- Business registers are not adequately updated which affects the District to have data for revenue performance and lay strategies to collect it.
- Some markets are put on the same date in different sub counties which targets same clients and distant markets end up not having enough clients

- Out standing obligation as un paid debts from previous carried forward as domestic areas is challenge.
- Transport problem as the only vehicle for the department broke down and this still pose challenge in term of mobility for revenue collection and monitoring.

STRATEGIES TO OVER COME THE CHALLENGES

- Mass sensitization on the value of paying taxes
- Encouraging LLG to identify new revenue sources
- Popularizing the hotel tax LST among the business community to increase tax base
- Blacklisting tenders who defaults to meet there obligation on time.

- Wide publicity of the tendering processes so as to increase the number of publicity through media like radio talk show.
- Carry out follow up as to why tenders are defaulting after paying for the 1st half and then they fail for the second half.
- Continuous monitoring of revenue collection center by revenue officer.

Strategies to overcome the challenges cont'd.....

- Fencing of viable markets to add value so as to increase their reserve prices
- Construction of loading ramp in animal markets and starting new markets
- Setting targets for revenue collection.
- Work hand in hand with land office to ensure that revenue from land is tapped in order to increase our local revenue.

- Procurement of land for markets to increase revenue base.
- Procurement of motorcycle for revenue office.
- Proposed to council to encourage people to accrue land title this will increase land revenue.

EXPENDITURE PRIORITIES/ PLANNED ACTIVITIES FOR FY 2018/ 2019

The department expects to get a total of shillings **204,125,000/=**. This will come from central government transfers and locally generated revenue and will be spent on the follows priorities.

EXPENDITURE PRIORITIES cont'd..

- Payment of departmental salaries both at sub county and district staff.
- Conducting revenue mobilization and sensitization workshops.
- Procurement of accountable stationeries for revenue mobilization/collections in FY.
- Facilitation on timely preparations of financial reports.
- Preparation and production of budgets estimates.
- Coordination of official activities with mofped.
- Clearings of domestic arrears from the previous financial years.
- Procuring of furniture's and other office equipments

EXPENDITURE PRIORITIES cont'd..

- Improving the accountable stationeries to revenue collectors on timely basis.
- Facilitation of staff for professional courses to enhance their performance in bookkeeping and continues carrier development.
- Repairing and maintenance of the motor vehicles for the department to ease transport problem and monitoring of sub counties.

EXPENDITURE PRIORITIES cont'd..

- Procurement of lap top for the department.
- Facilitation of Revenue mobilization activities.
- To carry out continuous mentoring of staff to improve on their performance.
- To facilitate staff to carry out official duties .

EXPENDITURE PRIORITIES cont'd..

- Conducting of routine supervision at sub county levels
- Mentoring of Accounts staff
- Facilitation of accounts staff for further training.

Conclusion

- The department pledges that funds will be disbursed to departments timely and expenditures will be in accordance with the approved budgets and will produce financial reports on timely basis.

ConclusionCont'd

THANK YOU FOR LISTENING

END