

**PROPOSAL FOR THE BUDGET
2007-08**

**URBAN ENVIRONMENT
MANAGEMENT PROGRAMME
COMPONENT 1**

NATIONAL AND PROVINCIAL PARTNERS

**For process and endorsement
by
The Programme Steering Committee
Meeting # 4, 7 March 2007**

Budget proposal for Urban Environment Programme, Component 1 (National and Provincial Partners) for the budget year 2007-08.

- for processing and endorsement of the PSC, 7 March 2007

Presentation

Overview of proposed budgets from all National and Provincial partners is presented overleaf. The table is a summary of the budgets submitted by the partners, accommodating all the wishes put forward by every national and provincial UEM-partner.

As indicated (right side) there is an extract of business plan + a checklist from the relevant partner, updated or new, behind each (most) of the budget lines proposed. They confirm that the appropriate budget line is based on the long-term goals and the short-term goals of the respective institution and supports the objectives of the UEM Programme objectives etc. (as described in the Programme Document and reflected in the templates for these working documents). *These documents are available* from the International Programme Advisor, later the programme home page.

Comments

In total the partners propose budget lines of the gross amount: R **13,790,840**. As can be seen this figure is a sum of roll-overs of non-spent money from 2006-07 (R **8,874,448**) and new budget figures for 2007-08 (R **5,516,392**).

Thus the sum of roll-over and new budget money provides a proposed total budget, which is higher than what the Programme documents predict for one year, but lower than predicted for two years. This picture is largely what is found each partner. This all follows the principle that outputs agreed in the budget of the previous year will be completed first, and new outputs will be planned and executed on top of these.

The table is also the budgetary response to the discussion of the PSC # 3 (31 Jan 2007), in which the PSC expressed concern (but in no way worry) about the hesitant start of several activities. N+ P partners have now lined up their 2006 activities and some new 2007 activities, which can start immediately, or faster than last year. This principle of flexibility, (to combine rollovers + add on some, but not a whole new years, activities) was discussed with the RDE, the Programme Administrator and the International Programme Advisor at a meeting in the Embassy, 26. January 2007. As applied in this proposal it accommodates all wishes from the N+P South African partners and at the same time enjoys full support from Danida. The actual initiation of the activities, progress and perspectives can be followed during the Programme Review in August, and budgets for the following year (2008-09) can follow up on the situation in a year from now, in way that can ensure progress, quality and pertinent disbursement of the Programmes funds during the remaining three years.

Theme wise the proposed figures support all four C1-themes: Air Quality, Env. Health, Planning and Waste as well as general capacity building, etc. Compared to the programme documents there is a slight overweight to AQ and W, in particular in the national budgets. If so wanted this can be adjusted by partners and the PSC in the subsequent budgets.

When endorsing this budget the PSC members should confirm that for each budget line:

- The extracts of business plan + checklists submitted are a true reflection of the approved - or approved to be - business plan of the institution.
- Time plans and other measures have been taken to ensure initiation, progress and completion in accordance with the table during 2007-08.

Recommendation

On this background it is recommended that the PSC discusses and endorses the budgets summarized overleaf.