

**PROPOSAL FOR THE BUDGET
2007-08**

**URBAN ENVIRONMENT
MANAGEMENT PROGRAMME
COMPONENT 3**

MUNICIPAL PARTNERS

**For process and endorsement
by
The Programme Steering Committee
Meeting # 5, 24 May 2007**

Budget proposal for Urban Environment Programme, Component 3 (Municipal Partners) for the budget year 2007-08.

- for processing and endorsement of the PSC # 5 24 May 2007

Presentation

Overview of proposed budgets from all National and Provincial partners is presented on the 3 page table overleaf. The table is a summary of the budgets submitted by the partners, accommodating by at large, all wishes put forward by the five municipal UEM-partners.

As indicated (right side) there is an extract of business plan from the relevant partner, behind each of the budget lines proposed. Further motivation where assumed pertinent is included in this extract.

In summary these documents confirm that each 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, and will later be published on the UEM Programme home page.

Comments

In total the partners propose budget lines of the gross amount: **R 20,754,366**. As can be seen this figure is a sum of roll-overs of non-spent money from 2006-07 (R 716.360) and new budget figures for 2007-08 (R 20,038,000). As has been requested by PSC an estimate of partners own contribution is tried and shows 5,213,000. This figure is underestimated however, as in-kind contributions of staff, institutions, hardware and software of many kinds are not included. In total the scheduled activities budget **25,967,360 R**.

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 for each partner.

Like the budget for C1 for 2007-08 this budget for C3 is a response to the concern (but in no way worry) expressed at earlier PSC-meetings reg. the hesitant start of several activities in the first year.

The actual initiation of the activities, progress and perspectives can be followed during the Joint Programme Review, due later in 2007 and budgets for the following year (2008-09) can follow up on the situation in a year from now. In this way one can ensure progress, quality and pertinent disbursement of the Programmes funds during the remaining three years.

Theme wise the proposed figures support all four C3-themes: (1) Sustainable City planning (2) EH (3) Air Quality (4) Energy and Capacity building. 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.