

Vote: 153 PPDA

Vote Summary

VI: Vote Overview

This section sets out the Vote Mission, Strategic Objectives, and provides a description of the vote's services

(i) Snapshot of Medium Term Budget Allocations

Table V1 below summarises the Medium Term Budget allocations for the Vote:

Table V1.1: Overview of Vote Expenditures (UShs Billion)

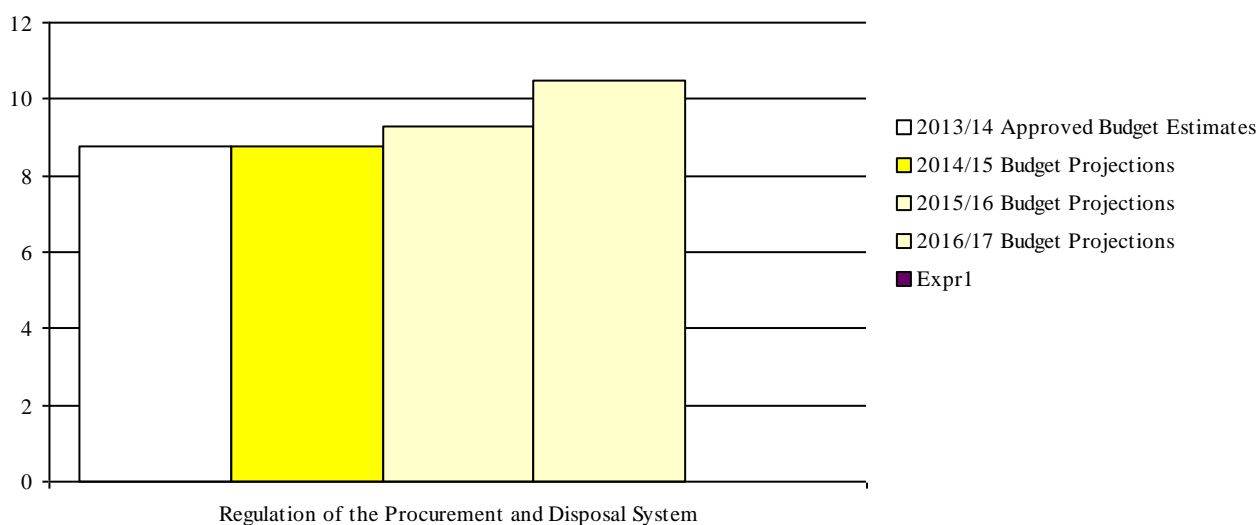
	2012/13 Outturn	2013/14		MTEF Budget Projections		
		Approved Budget	Spent by End Dec	2014/15	2015/16	2016/17
<i>(i) Excluding Arrears, Taxes</i>						
Recurrent Wage	0.000	3.677	1.389	3.677	3.677	4.650
Recurrent Non Wage	5.722	4.788	1.920	4.788	5.243	5.452
Development GoU	0.225	0.320	0.002	0.320	0.374	0.389
Development Ext.Fin	0.000	0.000	0.000	0.000	0.000	0.000
GoU Total	5.947	8.785	3.312	8.785	9.294	10.491
Total GoU+Donor (MTEF)	5.947	8.785	3.312	8.785	9.294	10.491
<i>(ii) Arrears and Taxes</i>						
Arrears	0.000	0.000	0.000	0.000	N/A	N/A
Taxes**	0.000	0.000	0.000	0.000	N/A	N/A
Total Budget	5.947	8.785	3.312	8.785	N/A	N/A
<i>(iii) Non Tax Revenue</i>						
Grand Total	5.947	8.785	3.312	8.785	N/A	N/A
Excluding Taxes, Arrears	5.947	8.785	3.312	8.785	9.294	10.491

* Donor expenditure data unavailable

** Non VAT taxes on capital expenditure

The chart below shows total funding allocations to the Vote by Vote Function over the medium term:

Chart V1.1: Medium Term Budget Projections by Vote Function (UShs Bn, Excluding Taxes, Arrears)



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(ii) Vote Mission Statement

The Vote's Mission Statement is:

To regulate and facilitate public procurement and disposal in Uganda by setting standards, building capacity and monitoring compliance and ultimately contribute to socio-economic development.

(iii) Vote Outputs which Contribute to Priority Sector Outcomes

The table below sets out the vote functions and outputs delivered by the vote which the sector considers as contributing most to priority sector outcomes.

Table V1.2: Sector Outcomes, Vote Functions and Key Outputs

Sector Outcome 1:	Sector Outcome 2:	Sector Outcome 3:
<i>Efficient service delivery through formulation and monitoring of credible budgets.</i>	<i>Compliance to accountability policies, service delivery standards and regulations.</i>	<i>Accountability Sector's contribution to economic growth and development enhanced</i>
Vote Function: 14 56 Regulation of the Procurement and Disposal System		
<i>Outputs Contributing to Outcome 1:</i>	<i>Outputs Contributing to Outcome 2:</i>	<i>Outputs Contributing to Outcome 3:</i>
None	<i>Outputs Provided</i> 145601 Procurement Audits and Investigations 145603 Monitoring Compliance with the PPDA Law	None

V2: Past Vote Performance and Medium Term Plans

This section describes past and future vote performance, in terms of key vote outputs and plans to address sector policy implementation issues.

(i) Past and Future Planned Vote Outputs

2012/13 Performance

The Authority carried out procurement and disposal audits in 51 PDEs, 36 investigations and 12 administrative reviews were also handled during the year. A consultant was procured to update the list of common user items and average prices. A publicity campaign was also carried out during the year. This included a radio campaign, road sign posts and strip adverts in the print media. Local government procurement and disposal manual was developed and 1000 copies distributed in the local governments. A Consultant was procured to develop sector standard bidding documents for roads, health and text books. Compliance checks were also carried out in 120 entities at central government and local government levels. Compliance checks and capacity building was also carried out in 5 of Uganda's foreign missions. Capacity building through hands on training was carried out in 35 local government and 4 central government entities. A total of 935 stakeholders in public procurement including public officers and politicians were trained in the year. The Authority also spearheaded the launch of the Institute of Public Procurement professionals.

Preliminary 2013/14 Performance

The Authority carried out 32 procurement audits, 20 investigations and made follow ups in 19 Entities to assess the implementation of audit recommendations. 20 Entities were also trained on the procurement and disposal best practices. 50 providers from the private sector were also given training on the procurement and disposal Law as well as 10 Civil Society Organisations. The Authority also carried out 11 Compliance checks and developed 20 common specification standards as well as 2 Guidelines

Table V2.1: Past and 201/12 Key Vote Outputs*

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<i>Vote, Vote Function Key Output</i>	Approved Budget and Planned outputs	2013/14 Spending and Outputs Achieved by End Dec	2014/15 Proposed Budget and Planned Outputs
Vote: 153 PPDA			
<i>Vote Function: 1456 Regulation of the Procurement and Disposal System</i>			
Output: 145601	Procurement Audit and Monitoring		
<i>Description of Outputs:</i>		14 procurement audits	Increased numbers of audits due to more staff recruited by the Authority
<i>Performance Indicators:</i>			
No. of procurement audits completed	32	14	80
No. of follow-up procurement audits and investigations recommendations	45	20	80
<i>Output Cost: US\$ Bn:</i>	1.768	<i>US\$ Bn:</i> 0.258	<i>US\$ Bn:</i> 1.806
Output: 145603	Legal and Advisory services		
<i>Description of Outputs:</i>		0 compliance checks	Increase in the inspections due to more staff recruited by the Authority and a combined team of compliance checks and PPMS verifications
<i>Performance Indicators:</i>			
Level of adherence to service standards (Number of MDAs inspected)	100	0	150
<i>Output Cost: US\$ Bn:</i>	1.249	<i>US\$ Bn:</i> 0.224	<i>US\$ Bn:</i> 1.170
Vote Function Cost	US\$ Bn:	8.785 US\$ Bn:	3.312 US\$ Bn: 8.785
Cost of Vote Services:	US\$ Bn:	8.785 US\$ Bn:	3.312 US\$ Bn: 8.785

* Excluding Taxes and Arrears

2014/15 Planned Outputs

a) Procurement Reviews/Audits

The objective of procurement review and audits is to determine whether procurements were carried out in a fair and transparent process in accordance with the PPDA Act 2003. The major aim of these reviews is to identify areas of weakness in the law that are being flouted and recommend corrective measures. The Authority plans to undertake 102 procurement and disposal audits.

B) Investigations

The Authority handles investigations as they arise with a plan of twenty investigations this financial year.

C) Follow ups

The Authority also plans to undertake ninety (90) follow - ups. Audit and investigation recommendations are followed up within six months of issuance of the reports.

D) Strengthen PPDA's strategic partnerships:

The Authority will host The East African Procurement forum and the International Public procurement research group conference in November 2013. Other publications such as the annual report and Ministerial Policy statement will also be produced and distributed to stakeholders to report on the performance of PPDA.

E) Survey to update list of common user items.

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There is periodical need to update the price list quarterly due to the frequent changes in the market place. The Authority will update the list to guide entities in determining the average prices of common user items.

F)Implementation of the Public Relations and Communications strategy.

The Authority plans to undertake continuous public relations activities to inform its stakeholders of its activities and be able to share its experiences with both the public and private sector. The focus of public relations in the next year will be publicising the amendments to the PPDA Act.

4.1.2Monitoring Compliance of Procuring and Disposing Entities.

A)Roll out PPMS to an additional 45 PDEs bringing the total number of Entities to which PPMS has been rolled out to 150 PDEs. The Authority intends to conduct workshops to sensitize the Entities about PPMS and offer hands on training to the PDU. The Authority shall visit the 58 Entities to conduct a verification exercise of the data entered into the PPMS and thereafter workshops with the PDU staff to discuss findings of the verification exercise.

B)Conduct 100 compliance checks on both Central and Local Government Entities. The Authority plans to undertake 50 compliance checks on Central Government PDEs and 50 compliance checks of Local Government PDEs and prepare a report of the compliance check findings to be issued to Ministry of Finance, Planning and Economic Development. The Authority shall publicize non-compliant PDEs on the submission of procurement plans and monthly/quarterly reports, awarded contracts above USD 100,000 and compliance check findings. The Authority also plans to review 287 procurement plans from 149 CG PDEs and 138 LG PDEs; and 420 CG PDE Monthly reports and LG PDE Quarterly reports

4.1.3To set standards for the Public Procurement and Disposal System

The Authority plans to print copies of the amended PPDA Act, Regulations, SBDs and Guidelines.

The Authority shall handle applications for administrative reviews, deviations, accreditation and suspension of providers.

4.1.4Building Procurement and Disposal Capacity

In the area of capacity building, the Authority will implement the capacity building strategy as follows:

i.Train different stakeholders in 24 Higher Local Government

vi.Induction of 100 Contracts Committee members in 20 Local Government PDEs

vii.Induction of 100 Contracts Committee members in 20 Central Government PDEs

4.1.5Strengthening the Internal Organization

a)Implementation of the corporate plan and organization structure

Following the adoption of the corporate plan, the Authority will continue to implement the corporate plan and the approved organization structure.

B)Human Resources:

The Authority will continue to implement aspects of the revised structure. In a bid to improve performance of the PPDA staff, the Authority will review the staff performance measurement tools. The HR function conducts a training needs analysis to identify all skills gaps. The HR department will design and implement appropriate training programs to address gaps and improve performance.

C)Information Technology

The Authority will implement the e-procurement strategy. A disaster recovery solution to strengthen IT security at PPDA will also be implemented.

The Authority also plans to automate internal business processes of the Authority by implementing an Electronic Document Management System.

The Authority will carry out hands-on training in 80 PDEs on posting tender notices; best evaluated bidder

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notices and awarded contracts onto the tender portal. There will also be follow-up all the trained PDEs.

D)Internal Audit:

The Internal Audit work plan will continue to focus on areas that are critical to PPDA objectives, resources, reputation, and high risk areas and in monitoring of internal controls, budget performance and any other priority area as identified by Management and the Board. Other key areas of focus will be implementation of the risk management strategy, update of the PPDA risk register, review of implementation of budgets and work plans, and audit of the financial statements for 2012/2013.

Table V2.2: Past and Medium Term Key Vote Output Indicators*

Vote Function Key Output Indicators and Costs:	2012/13 Outturn	2013/14 Approved Plan	2013/14 Outturn by End Dec	MTEF Projections		
				2014/15	2015/16	2016/17
Vote: 153 PPDA						
Vote Function:1456 Regulation of the Procurement and Disposal System						
No. of follow-up procurement audits and investigations recommendations		45	20	80	120	128
No. of procurement audits completed		32	14	80	120	128
Level of adherence to service standards (Number of MDAs inspected)		100	0	150	170	180
Vote Function Cost (US\$ bn)	5.947	8.785	3.312	8.785	9.294	10.491
Cost of Vote Services (US\$ Bn)	5.947	8.785	3.312	8.785	9.294	10.491

Medium Term Plans

The Authority plans to start construction of its headquarters in Nakasero, expand the Audit and Compliance assessment programme, expand staffing levels and open up regional offices, start a central depository for procurement records and to develop an e- procurement system in the medium term

(ii) Efficiency of Vote Budget Allocations

Over 80% of budget allocations are made to key areas of PPDA versus Administration. The Authority now sends a combined team in the field to undertake audits and compliance checks at the same time thereby reducing the unit cost of field activities

Table V2.3: Allocations to Key Sector and Service Delivery Outputs over the Medium Term

Billion Uganda Shillings	(i) Allocation (Shs Bn)				(ii) % Vote Budget			
	2013/14	2014/15	2015/16	2016/17	2013/14	2014/15	2015/16	2016/17
Key Sector	3.0	3.0	2.7	3.9	34.3%	33.9%	29.1%	37.1%
Service Delivery	3.0	3.0	2.7	3.9	34.3%	33.9%	29.1%	37.1%

Table V2.4: Key Unit Costs of Services Provided and Services Funded (Shs '000)

Unit Cost Description	Actual 2012/13	Planned 2013/14	Actual by Sept	Proposed 2014/15	Costing Assumptions and Reasons for any Changes and Variations from Plan
Vote Function:1456 Regulation of the Procurement and Disposal System					
Training and capacity building activities		6,916,667			General increase of prices especially accommodation and fuel
Procurement audits		7,651,000		6,481,795	The unit cost has reduced as a result of doing more audits inhouse and fewer through outsourcing
Monitoring compliance		1,099,440		759,600	The unit cost has reduced as a result of using PPDA staff as compared to using consultants
investigations and		940,567		692,632	More follow ups done in nearby Central

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Unit Cost Description	Actual 2012/13	Planned 2013/14	Actual by Sept	Proposed 2014/15	Costing Assumptions and Reasons for any Changes and Variations from Plan
follow-ups					Government entities and for those in far to reach PDEs, done in combined teams thereby using fewer resources with more output
Administrative reviews and Deviations		99,832		100,000	Increased sensitization of the public about their rights under public procurement and disposal system will result into more administrative reviews.

(iii) Vote Investment Plans

N/A

Table V2.5: Allocations to Capital Investment over the Medium Term

Billion Uganda Shillings	(i) Allocation (Shs Bn)				(ii) % Vote Budget			
	2013/14	2014/15	2015/16	2016/17	2013/14	2014/15	2015/16	2016/17
Consumption Expenditure(Outputs Provided)	8.5	8.5	8.8	10.0	96.4%	96.4%	94.6%	95.2%
Investment (Capital Purchases)	0.3	0.3	0.5	0.5	3.6%	3.6%	5.4%	4.8%
Grand Total	8.8	8.8	9.3	10.5	100.0%	100.0%	100.0%	100.0%

N/A

Table V2.6: Major Capital Investments

(iv) Vote Actions to improve Priority Sector Outcomes

In the current year, we recruited more staff to be able to undertake more audits and compliance checks.

Table V2.7: Priority Vote Actions to Improve Sector Performance

2013/14 Planned Actions:	2013/14 Actions by Sept:	2014/15 Planned Actions:	MT Strategy:
Sector Outcome 0:			
Vote Function: 14 56 Regulation of the Procurement and Disposal System			
<i>VF Performance Issue: Lack of capacity of technical officers in the public procurement</i>			
To scale up the training activities of the Authority through partnering with private and public training institutions	The Authority has signed MoUs with private training institutions as well as the civil service college to train public officials on public procurement	Scaled up training of technical officers in public procurement	Central repository for Procurement documents of Uganda
Sector Outcome 2: Compliance to accountability policies, service delivery standards and regulations.			
Vote Function: 14 56 Regulation of the Procurement and Disposal System			
<i>VF Performance Issue: Lack of basic tools and equipment to facilitate PDEs in their compliance to the Law.</i>			
Engage Accounting Officers to prioritise equipment of PDEs	The Authority has discussed the issue with Accounting Officers for consideration in their budgets	Continued engagement of accounting officers on emphasis to equip PDEs	Information dissemination to Providers

V3 Proposed Budget Allocations for 2014/15 and the Medium Term

This section sets out the proposed vote budget allocations for 2014/15 and the medium term, including major areas of expenditures and any notable changes in allocations.

Table V3.1: Past Outturns and Medium Term Projections by Vote Function*

	2012/13 Outturn	2013/14		MTEF Budget Projections		
		Appr. Budget	Spent by End Sept	2014/15	2015/16	2016/17

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1456 Regulation of the Procurement and Disposal System	5.947	8.785	1.512	8.785	9.294	10.491
Total for Vote:	5.947	8.785	1.512	8.785	9.294	10.491

(i) The Total Budget over the Medium Term

For the period FY 2013/14 to FY 2016/17, the total budget over the medium term including wage, non-wage and development is UGX 28.567Billion

(ii) The major expenditure allocations in the Vote for 2014/15

The Major expenditure areas are the procurement audit programme, the training and capacity building programme and monitoring compliance

(iii) The major planned changes in resource allocations within the Vote for 2014/15

The Authority requires an addition 5Billion for the development of the PPDA home over a five year period, 300million to purchase atleast 2 station wagons for field activities

Table V3.2: Key Changes in Vote Resource Allocation

Changes in Budget Allocations and Outputs from 2013/14 Planned Levels:			Justification for proposed Changes in Expenditure and Outputs
2014/15	2015/16	2016/17	
<i>Vote Function: 1476 Regulation of the Procurement and Disposal System</i>			
Output: 1456 76 Purchase of Office and ICT Equipment, including Software			
<i>US\$ Bn:</i>	-0.034	<i>US\$ Bn:</i> 0.082	<i>US\$ Bn:</i> 0.082
Output: 1456 78 Purchase of Office and Residential Furniture and Fittings			
<i>US\$ Bn:</i>	0.034	<i>US\$ Bn:</i> 0.099	<i>US\$ Bn:</i> 0.099

V4: Vote Challenges for 2014/15 and the Medium Term

This section sets out the major challenges the vote faces in 2014/15 and the medium term which the vote has been unable to address in its spending plans.

Office accomodation to cover all the PPDA staff in one premise, Motorvechicles to move staff for field activities to do audits and compliance checks

Table V4.1: Additional Output Funding Requests

Additional Requirements for Funding and Outputs in 2014/15:	Justification of Requirement for Additional Outputs and Funding
<i>Vote Function: 1402 Regulation of the Procurement and Disposal System</i>	
Output: 1456 02 Capacity Building and Research	
<i>US\$ Bn:</i> 0.130 The need to sensitize the stakeholders on the amendments to the law	<i>The sensitization of the stakeholders on the amendments in the law will expand the capacity of the different stakeholders</i>
Output: 1456 03 Legal and Advisory services	
<i>US\$ Bn:</i> 0.090 Production of popular version and newspaper inserts in the media for contracts above \$100,000	<i>The popular version will popularize the amended PPDA Law and media inserts will improve on the compliance by PDEs</i>
Output: 1456 04 Finance and Administration	
<i>US\$ Bn:</i> 0.200 Recruitment of additional staff to fill the approved structure, working tools for the additional staff and purchase of 2 motorvechicles	<i>The Authority needs additional staff to be able to fufill its mandate, and more motorvechicles to fully carry out its targets.</i>
Output: 1456 05 Corporate Office	
<i>US\$ Bn:</i> 2.340 Development of the PPDA home at Plot 39 Nakasero road	<i>The current structure at the PPDA plot 39 is small and cannot accommodate all PPDA staff thus requiring the Authority to rent</i>

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Additional Requirements for Funding and Outputs in 2014/15:	Justification of Requirement for Additional Outputs and Funding
	<i>extra space which is unsustainable.</i>

This section discusses how the vote's plans will address and respond to the cross-cutting policy, issues of gender and equity; HIV/AIDS; and the Environment, and other budgetary issues such as Arrears and NTR..

(i) Cross-cutting Policy Issues

(i) Gender and Equity

The PPDA is an equal opportunity employer and no discrimination is made on gender basis while recruiting staff.

(ii) HIV/AIDS

The PPDA has in place an HIV policy that educates staff on HIV/AIDS prevention and also provides support to staff that may be infected with the disease.

(iii) Environment

PPDA supports environmental sustainability through support of sustainable procurement, that is procurement that takes into consideration social, economic and environmental considerations.

(ii) Payment Arrears

The table below shows all the payment arrears outstanding for the Vote:

Payee	Payment Due Date	Amount (US\$ Bn)
N/A		0.00
	Total:	0.000

N/A

(ii) Non Tax Revenue Collections

The table below shows Non-Tax Revenues that will be collected under the Vote:

NTR is mainly generated from sale of publications at cost recovery basis. The amount collected is reapplied to printing more publications for sale. The other form of NTR collected is from the registration of providers from the RoP.