

Telephones: Minister;
Kampala 243054 & 232370

Office;
Kampala 234700/9 (10 lines)
Fax: Kampala 230163
Telex: 61170
Telegrams: "FINSEC"



THE REPUBLIC OF UGANDA

Ministry of Finance, Planning and
Economic Development
P.O. Box 8147,
Kampala.
Uganda

In any correspondence on . **BPD/86/268/01.**

6th February 2009.

ALL LOCAL GOVERNMENT ACCOUNTING OFFICERS.

RE: RELEASE OF DISTRICT AND URBAN UN-CONDITIONAL GRANT- (ITEMS 321401 & 321402).

- 1.0 In the previous months, the unconditional grant was being released together with other non-wage non-PAF conditional grants under the automatic release. With effect from October 2008, a separate release circular will be issued for district and urban unconditional grant as a measure to facilitate the implementation of the new Straight Through Processing (STD) of salaries. Accordingly, Local Governments will receive four release circulars as follows:
 - (i) Release circular on district and urban unconditional grant;
 - (ii) Release circular on Non-wage, non-PAF conditional grant;
 - (iii) Release circular on PAF conditional grants; and
 - (iv) Release circular on Development conditional grants.

- 2.0 Please find attached the release schedule for District and Urban unconditional grant for the month of February 2009. For the case of Urban Authorities under district Votes, the concerned Accounting Officers should ensure that:
 - (i) the funds are **passed on the town councils intact and timely;** and
 - (ii) the funds are appropriately accounted for.

- 3.0 This document is available on the Website at **<http://www.finance.go.ug>**;

- 4.0 **Local revenue** – Local governments are expected to raise local revenue to supplement these funds, bearing in mind the need to maintain an appropriate balance between wage, non-wage and development expenditures.

- 5.0 **Salaries for local government elected leaders;**

As has been the case, the funds for payment of salaries for elected political leaders were budgeted for under unconditional grant and have been released as follows:
 - Item 321401 - for Districts including Sub-counties; and
 - Item 321402 – for Municipal Councils and Town Councils.

- 6.0 The total funds released through this circular letter for the month of February 2009, to the Districts/Municipalities amounts to **UG.SHS.10,901,007,887.00= (SHILLINGS. TEN BILLION, NINE HUNDRED AND ONE MILLION, SEVEN THOUSAND, EIGHT HUNDRED EIGHTY SEVEN ONLY).**
- 7.0 Acknowledgement of receipt of funds released to you should be sent to this Ministry addressed to the Permanent Secretary/Secretary to the Treasury for the attention of the Accountant-General during the month following the month of release.
- 8.0 By copy of this Circular, the Auditor General is informed. The Accountant General and Commissioner/Data Processing are hereby requested to release funds to you as per attached schedule.



Patrick Ocailap

For: PERMANENT SECRETARY/SECRETARY TO THE TREASURY

- cc: The Hon. Minister of Finance, Planning and Economic Development
“ The Head of Public Service and Secretary to Cabinet.
“ The Deputy Head of Public Service/Secretary for Administrative Reform.
“ The Auditor General.
“ The Inspector General of Government.
“ The Permanent Secretary/Ministry of Education and Sports.
“ The Permanent Secretary/Ministry of Health.
“ The Permanent Secretary/Min. of Water and Environment.
“ The Permanent Secretary/Ministry of Works and Transport
“ The Permanent Secretary/Min. of Agric, Animal Industry & Fisheries.
“ The Permanent Secretary/Ministry of Public Service.
“ The Permanent Secretary, Ministry of Local Government
“ The Chairperson/Local Government Finance Commission.
“ The LCV Chairperson/District.
“ The Resident District Commissioner/District
“ The Mayor/Municipality.
“ The Accountant General.
“ The Commissioner/ Data Processing.

- n.o.o The Permanent Secretary/Secretary to Treasury.
- n.o.o The Deputy Secretary to the Treasury.
- n.o.o The Commissioner/Financial Management Services.
- n.o.o The Commissioner/Internal Audit and Treasury Inspectorate.
- n.o.o The Commissioner/Infrastructure & Social Services Department.
- n.o.o The Commissioner/Budget Policy & Evaluation Department.
- n.o.o The Ag. Macro-economic Policy Department.
- n.o.o The Ag. Commissioner/Public Administration Department.
- n.o.o The Assistant Commissioner/Social Services Department.
- n.o.o The Ag. Assistant Commissioner/Public Administration Department.
- n.o.o The Senior Information Scientist/Resource Centre.
- n.o.o The Top Management file.