KPMG

Ministry of Kampala Capital City and Metropolitan Affairs

Final Report on the Third Annual Performance Assessment for Mukono Municipal Local Government (FY 2024/25)

Greater Kampala Metropolitan Area Urban Development Program (GKMA-UDP)

June 2026

1.5 Summary of assessment results

The results from the assessment of the eight (8) DLIs are summarised in ***Table 1*** below:

Table 1: Summary of performance assessment results

Grant	Disbursement Linked Indicator (DLI)	Target Score as per performance assessment tool	3rd APA score (FY 2024/2025)	2nd APA score (FY 2023/2024)	1st APA score (FY 2022/2023)
ISG	DLI 1 – Assessed whether Mukono MLG: (i) Had prepared an annual ISG plan in place; (ii) Institutional Strengthening Grant had been spent according to the eligible expenditures; and (iii) Institutional Strengthening Plan incorporates Climate Change **(Minimum Condition for ISG)**	MET	MET	MET	MET
MDG	DLI 2 - Assessed whether Mukono MLG: (i) Had substantively filled key staff positions that are relevant for metropolitan governance and service delivery; (ii) Demonstrated basic capacities in budgeting, procurement and financial management (fiduciary safeguards); (iii) Met all Program specific requirements; and (iv) Demonstrated basic capacities in climate and disaster risk management **(Minimum Condition for MDG)**	MET	MET	MET	MET

List of projects	Contract Amount (UGX)	Value of completed investments (as certified in IPCs) - UGX	Type of Climate related investments		Value of climate related components (UGX)			Value of completed climate related components (UGX)		
Mukono Municipal Council										
Phased construction of surgical Theatre at Goma Health Centre II	199,988,283	199,988,283	Climate design score	21%		42,620,454			42,620,454	
Total	**93,759,133,257**	**55,947,000,932**				**29,127,764,404**			**9,623,863,676**	
Value of implemented climate change related investments as %age of total implemented investments									**17.20%**	

4.4 Annual GKMA-UDP Earnings

Computation of the annual GKMA-UDP Earnings were based on schedule 4 of the Financing Agreement.

ISG Earnings

The POM provides for ISG for entities that qualify in respect to the minimum conditions. Schedule 4 of the Financing Agreement stipulates the methodology of ISG Earnings, amount for the qualifying entities that meet the minimum conditions, for the GKMA-UDP. The disbursement formula and the amounts in SDR for FY 2024/2025 in accordance with Schedule 4 of the Financing Agreement are indicated in ***Table 15*** below.

Table 15: ISG Allocation Amounts

DLI 1		ISG targets to be achieved
DLI 1	Financial Year	2024/2025
	Target number of GKMA-UDP implementing entities that have met the ISG Minimum Conditions as scored under APA3 by APA	9
	Allocated amount in SDR credit/Grant	5,425,000.00
	Number of GKMA-UDP implementing entities that have met the ISG minimum conditions as scored by APA	9

	Disbursement formula = ((Allocated amount)/9) * Number of GKMA-UDP implementing entities that have met the ISG minimum conditions	5,425,000.00
	Disbursement per qualifying entity in SDR (Mukono MLG)	602,777.78

From the above table, the ISG allocation for Mukono MLG was SDR **602,777.78** for FY 2024/25.

MDG Earnings

The POM provides the allocation criteria for the MDG. Schedule 4 of the Financing Agreement stipulates the methodology of the MDG earnings for the entities for the GKMA-UDP. The MDG earnings in SDR computed for Mukono MLG was based on the assessed compliance with the minimum conditions under DLI 2 and performance scores for DLIs 3 to 8 respectively for the FY 2025/26 is as presented in ***Table 16*** below.

Table 16: MDG Earnings

DLI	Target Score	Actual Score	Projected (SDR)	Actual (SDR)	Variance (SDR)
			(A)	(B)	(C=A-B)
DLI 2	Meet Minimum Conditions	Met Minimum Conditions	581,800.15	581,800.15	0.00
DLI 3	70%	84%	581,800.15	644,097.05	(31,793.95)
DLI 4	15%	0%	775,805.03	0	775,805.03
DLI 5	80%	88.50%	1,357,712.42	1,244,769.33	112,943.09
DLI 6	80%	60.36%	970,024.40	751,551.50	218,472.90
DLI 7	80%	80%	775,805.03	758,506.86	17,298.17
DLI 8	20%	17.20%	1,242,424.84	785,046.41	457,378.43
Total			**6,285,372.02**	**4,765,771.30**	**1,550,103.67**

Note: To maintain scalable earnings within the annual allocation available, the results for the overachieved DLIs specifically; DLI 3 and DLI 5, have been capped at the respective APA3 annual target scores of 70% and 80% and corresponding annual allocated amounts to avoid early distortion of future earnings.

Total Allocation

The total allocation for both ISG and MDG is presented in ***Table 17*** below

Table 17: Total Allocation for ISG and MDG

Item	SDR
ISG Allocation	602,777.78
MDG Allocation	4,765,771.30
Total	**5,368,549.08**

To access the maximum MDG allocations, Mukono MLG will need to achieve all MDG performance measures and meet annual targets.