



Poverty-Environment Action
for Sustainable Development Goals

UN 
environment
programme

Environment and climate budget tracking in the sub-programme for planning and budgeting, Ministry of Economy and Finance, Mozambique,

Expert Consultations towards Improved CCA-DRR Integrated Approaches

3 – 4 FEBRUARY 2021

Environment and CC in Mozambique's planning and budget systems



- From 2015, Mozambique has singled out sustainable use of natural resources out as a specific priority in its five-year plan
- In the current five-year plan 2020 – 2024 “Strengthening the sustainable management of the environment and natural resources” is 1 of 3 priorities.
- UNDP and UNEP have supported the Ministry of Finance in Mozambique since 2005 to integrate environment and climate change in the planning and budget systems
- This has been done through the Poverty & Environment Initiative PEI and the SUNRED project

Environment and CC budget tracking (programmatic codes)



- Mozambique presently has both programmatic codes and functional codes for environment and climate change investments
- The present programmatic codes were developed in 2015 (MCA39 – 43)
- The functional code 05 (environment protection) is also used by the same institutions
- Limitations:
 - Its only government institutions with an environment mandate that use these codes
 - Tracking the budget will only reveals what these institutions have budgeted and invested and not what other sector institutions might have invested.

Environment and CC budget tracking (functional code 05xxxx)



Institutions using 05xxx

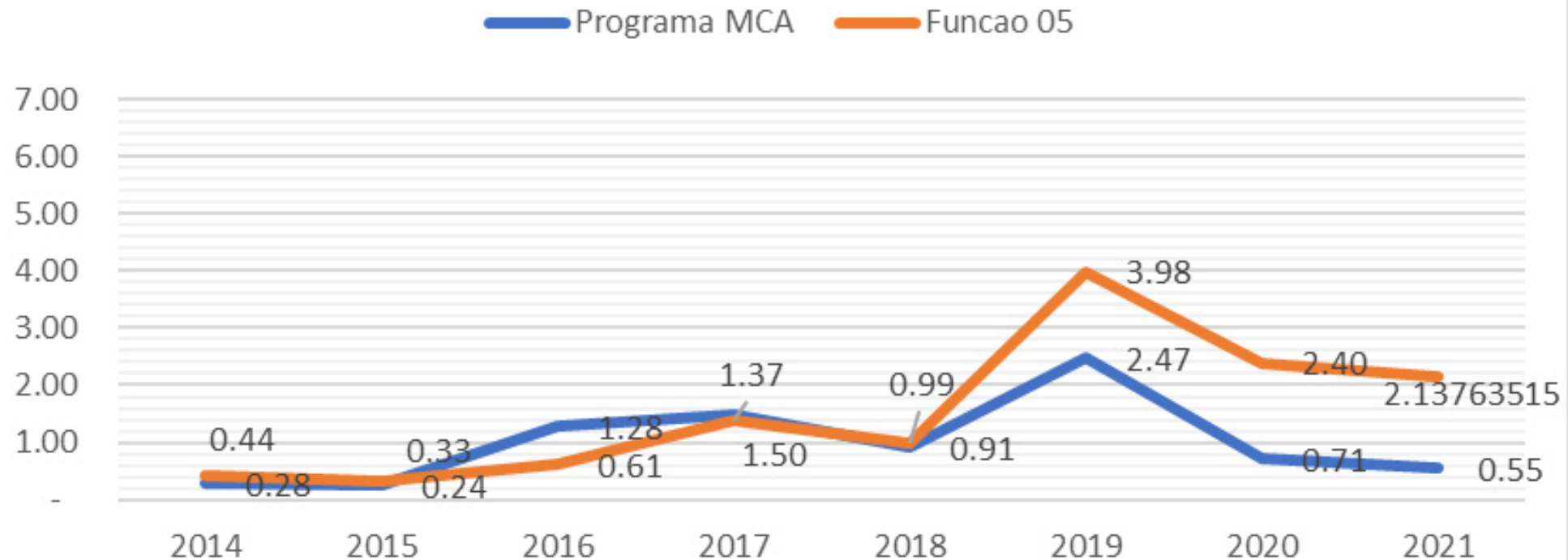
- In 2019, 23 government institutions adhered to the use of 05xxxx. These were predominantly, institutions under the Ministry of Environment.
- In 2020, the list was revised to reflect the present Government structure. There are now 24 institutions, which continue to be primarily environment institutions of which 3 are central level institutions and 21 are provincial environment authorities.

Subfunctions of 05 (environment protection)

05000	PROTECCAO AMBIENTAL
05100	GESTAO DE LIXOS
05110	GESTAO DE LIXOS
05111	GESTAO DE LIXOS
05200	GESTAO DE AGUAS RESIDUAIS
05210	GESTAO DE AGUAS RESIDUAIS
05211	GESTAO DE AGUAS RESIDUAIS
05300	REDUCAO DA POLUICAO E MUDANCAS CLIMATICAS
05310	REDUCAO DA POLUICAO
05311	REDUCAO DA POLUICAO
05320	MUDANCAS CLIMATICAS
05321	MUDANCAS CLIMATICAS
05400	PROTECCAO DA BIO DIVERSIDADE E DA PAISAGEM
05410	PROTECCAO DA BIO DIVERSIDADE E DA PAISAGEM
05411	PROTECCAO DA BIO DIVERSIDADE E DA PAISAGEM
05500	PESQUISA E DESENVOLVIMENTO SOBRE A PROTECCAO AMBIENTAL
05510	PESQUISA E DESENVOLVIMENTO SOBRE A PROTECCAO AMBIENTAL
05511	PESQUISA E DESENVOLV. SOBRE A PROTECCAO AMBIENTAL
05600	PROTECCAO AMBIENTAL N.E.
05610	PROTECCAO AMBIENTAL N.E.
05611	PROTECCAO AMBIENTAL N.E.

Allocation in percentage to environment & CC of the total state budget

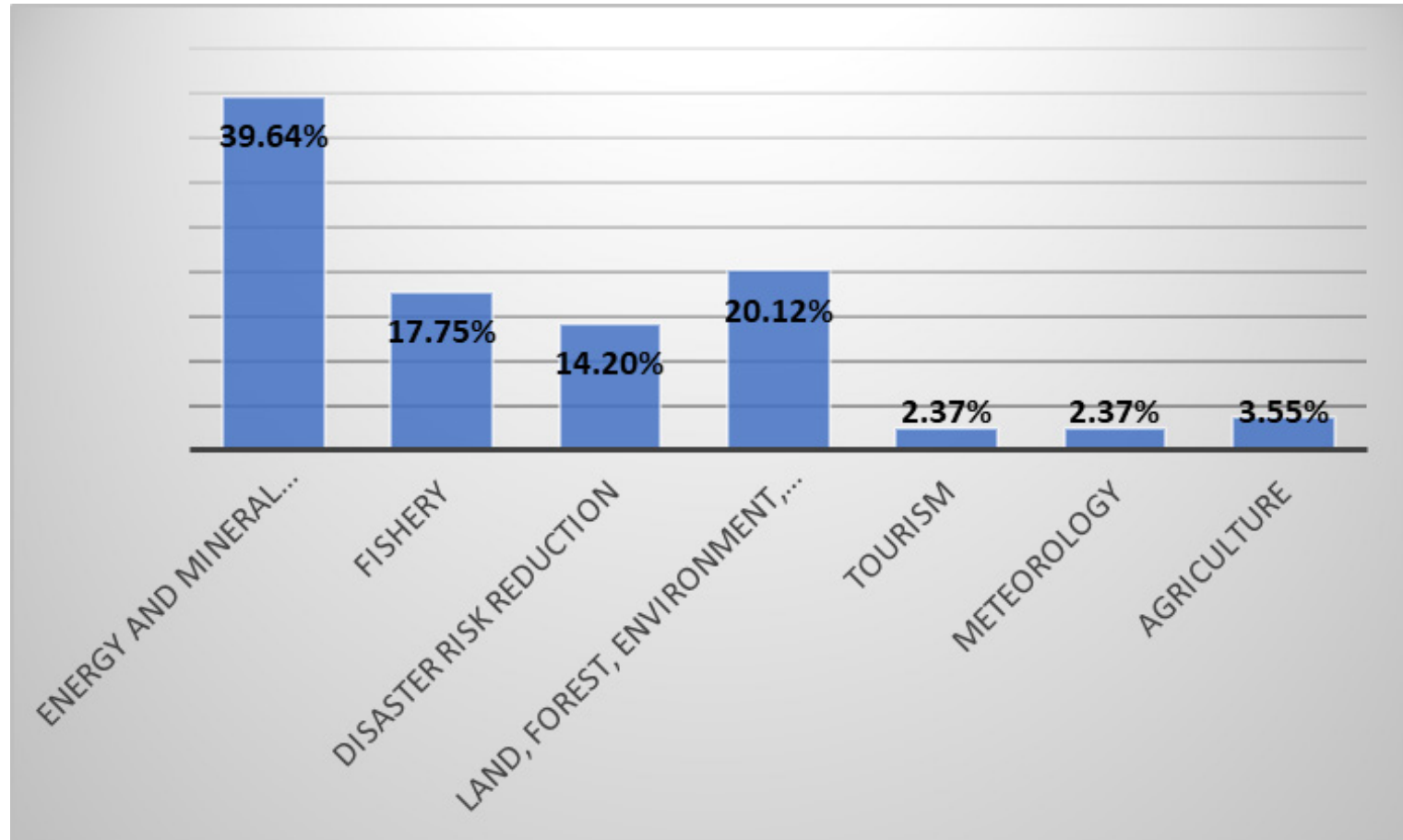
Percentagem de Alocação feita para as Mudanças Climáticas e Ambiente



Distribution of 169 Env & CC actions in the Social and Economic Plans 2016 – 2020



- From 2016 – 2020 there were a total of 169 actions in the GoM's Social and Economic Plans.
- About 20% were implemented by the Ministry for Land, Environment and Rural Development
- The rest were implemented by different sector ministries
- The sector institutions do not use the functional or programmatic codes on environment & CC
- Therefore, about the budget for about 80% of the actions planned is not captured in a budget tracking exercise



Ministry of Economy and Finance – Current activities



- The Ministry of Economy and Finance is finalizing a new Planning and Budgeting system (SPO) which will be applied nationally from central level to districts and municipalities
- The SPO identifies about 50 programs and about 200 sub-programs.
- With support from UNDP-UNEP SUNRED II MEF has carried out a consultancy to identify
 - Solutions for integration of the functional code 05xxxx into the SPO and
 - Institutions that ought to use the 05xxxx to be able to capture close to 100% of the State budget to environment & climate change

Advantages of using the functional code 05 (environment protection)



- Formulation of policies and public expenditure analyses that are comparable internationally;
- Analyse the fiscal policy in Mozambique;
- Possibility of quantifying the Government's actions and
- Assess the efficiency of the Government's programs in relation to allocating funds to a certain function.

Recommendations for improving environment & CC budget tracking



Increase substantially the number of actions and institutions to be covered by functional code 05 budget tracking

- Pro-actively seek to adhere government institutions that have specific tasks in the five- year plan 2020 – 2024 e.g. disaster risk reduction, meteorology, public works and water resources, fisheries.
- Seek to adhere other government institutions that also implement important actions regarding climate change and environment i.e. health, education, social protection and agriculture.

Integration into the Planning and Budgeting Sub-programme

- Programme : MCA43 - DRR
- Action : Areas in risk of climate disasters mapped
- Programmatic coding : MCA43 -2-MAE xx
- Function : 08211
- Auxiliary function : **05211**
- Currency : MZN
- Amount, function : 3000
- Amount, auxiliary function :2000
- Total amount : 5000

THANK YOU



Poverty-Environment Action
for Sustainable Development Goals

UN 
**environment
programme**