

# Budgeting System Differences

Current

New

## Program Performance Budgeting System

## Results-Based Budgeting System

Focused on Task Completion and Outputs.

Focused on **Outcomes and Impact**

Line item controls

**Performance-based flexibility** with accountability for results

No clear vertical linkages cascading State Priorities (MP & PCDS 2030) to Implementation Levels (Ministries & Programs)

**Strong vertical alignment**; cascades macro goals directly to program KPIs

Implementation entities are not clear about their contributions to macro strategic policy priorities

**Clear “Line of Sight”**; every activity maps to a specific strategic pillar

Wastage due to Overlaps and Redundancies

**Streamlined resource allocation**; identifies and eliminates duplication

Development and Operating Budgets are viewed separately

**Integrated Budgeting**; views total resource requirement for a result

Budgets not focused on the achievement of Results

**Achievement of Results**; budget is a tool for performance

Absence of a comprehensive Monitoring Framework

**Robust M&E Framework**; real-time tracking of performance indicators

Evaluations are ad-hoc if at all

**Systematic Evaluation**; used to inform future budget cycles