Indicator Fact Sheet

Indicator 9b - Use of country public financial management and procurement systems

This fact sheet includes details on the methodology underpinning Indicator 1 during the 2015-2016 Round of Global Partnership Monitoring, including means of measurement, method of calculation and data source.

For questions, please contact the UNDP-OECD Joint Support Team at info@effectivecooperation.org
## Effective institutions: developing country systems are used

### Indicator 9b. Use of country public financial management and procurement systems

**Relevant Busan commitment**

Paris Declaration (§21, 26) and Accra (§15) commitments, as reaffirmed in Busan. Busan commitment to “use country systems as the default approach for development co-operation in support of activities managed by the public sector” (§19a)

### Indicator construction

<table>
<thead>
<tr>
<th>Measure</th>
<th>Numerator: Development co-operation flows using country systems (average of a, b, c and d)</th>
<th>Denominator: Total development co-operation flows for the government sector</th>
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</thead>
<tbody>
<tr>
<td>Note that this indicator combines Paris Declaration indicators 5a (use of country PFM systems) and 5b (use of country procurement systems) to offer a single composite indicator</td>
<td>% of development co-operation disbursements for the government sector using the developing country’s PFM and procurement systems (average across use of four components a-d below)</td>
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where:

- a = Development co-operation funding disbursed for the government sector using national budget execution procedures
- b = Development co-operation funding disbursed for the government sector using national financial reporting procedures
- c = Development co-operation funding disbursed for the government sector using national auditing procedures
- d = Development co-operation funding disbursed for the government sector using national procurement systems

### Data source

Country-level data (self-reporting by providers of development co-operation)

### Aggregation

Developing country, co-operation provider, global: total of numerators divided by total of denominators

### Baseline

2010 (78 countries): 49%

### Proposed target for 2015

Country target depends on score for indicator 9a above (quality of PFM systems):

- Reduce the gap by two thirds – a two-thirds reduction in % of development co-operation funding not using country PFM and procurement systems for countries with a score of >=5 on indicator 9a
- Reduce the gap by one third – a one-third reduction in % of development co-operation not using country PFM and procurement systems for countries with a score between 3.5 and 4.5 on indicator 9a

Rationale: based on the logic underpinning the Paris Declaration target (though procurement is now one of the four components of country systems included in the indicator, rather than being subject to a separate target)