#### Partnership for Good Governance

Գործընկերություն հանուն լավ կառավարման





# Stage 3 of Local finances comparative analysis program Conclusions and lessons learned

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## LFCA program in Armenia

#### LFCA is being implemented in model-communities:

- ✓At stage 1, it was implemented in five communities (as of 2015 indocators)

  Three amalgamated communities Dilijan, Toumanyan and Tatev +Abovyan and Ashtarak

  ✓At stage 2, it was implemented in seven communities (as of 2016 idicators)

  Seven of the 15 amalgamated communities Koghb, Noyemberyan, Ayrum, Goraiq, Meghri, Tegh, Goris
- ✓At stage 3, it was implemented in eight communities (as of 2016 indicators) Eight out of 15 amalgamated communities Amasia, Ashotsk, Sarapat, Arpi, Jermuk, Vayk, Urtsadzor, Zaritap

# Implementation of LFCA program

- **✓LFCA** is being implemented by experts
- **√**There is a questionnaire adapted and amended multiple times
- √Who has developed the questionnaire?
- **√Why was it important to adapt and amend the questionnaire?**
- **√**Reports and policy recommendations of all the model communities are available

#### Assessment

- √How the assessment was conducted
- ✓By a scale of 0-10
- **√With participation and upon agreement by the community representatives**
- **√Why the assessment was conducted and how it will be applied in future**
- **✓**The instrument does not a punitive connotation
- ✓It is being applied exclusively for the assessment of the community finances management, to identify the gaps, to learn lessons and based on that to improve the management of finances

#### Lessons learned

- √The fact that communities were formed in the middle of the year, had a
  serious impact on the assessment results
- ✓In many communities, the ones that comprise only rural settlements, or the ones comprising the urban community center and the rest rural settlements, the assessment results are similar
- ✓For the assessment not to end in itself, it is important to ensure continuity of the process

### Conclusion

- ✓Low assessment results of managing finances in communities are often a consequence of objective reality, when communities do not have sufficient financial resources; accordingly it is early to speak about their effective management,
- ✓Not only the respective community LSGBs, but also the state should be concerned with the results of the financial management of the communities and learn lessons.

# Thank you!