

Consolidated Revenue Fund  
(a statement)



# GOVERNMENT OF ZIMBABWE

## CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE OF THE CONSOLIDATED REVENUE FUND

For the year ended 31 December 2016

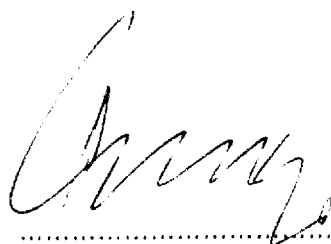
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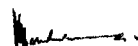
**SECRETARY AND PAYMASTER GENERAL'S APPROVAL**

The Consolidated Statement of Financial Performance (CSFP) is prepared on the going concern basis. The Consolidated Statement has been based upon accounting policies, which have been consistently applied.

The Consolidated Statement of Financial Performance on pages 6 to 15 has been approved by the Secretary and Paymaster General, and the Accountant General.



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**SECRETARY AND PAYMASTER GENERAL**



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**ACCOUNTANT GENERAL**

## **ACCOUNTANT GENERAL'S REVIEW**

### **Mandate**

Section 38 of the Public Finance Management Act (Chapter 22:19) requires Treasury to publish consolidated financial reports in the Gazette within thirty days after the end of each month.

The mandatory Consolidated Statement of Financial Performance (CSFP) for government for the year ended 31 December 2016 as required by section 38 of the Public Finance Management Act is hereby presented.

Besides being mandated by legislation, CSFP is meant to provide a summary of national government's financial resources and their application for the benefit of the people of the Republic of Zimbabwe.

## **ACCOUNTING POLICIES FOR THE CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31 DECEMBER 2016**

### **1. Presentation of financial statements**

The financial statements have been prepared in accordance with the following accounting policies, which have been applied consistently in all material aspects, unless otherwise indicated. However where appropriate and meaningful, additional information has been disclosed to enhance the usefulness of the financial statements and to comply with the statutory requirements of the Public Finance Management Act (Chapter 22:19).

### **2. Basis of accounting**

The financial statements have been prepared on a cash basis. However, the financial statements do not include local authorities, government business entities and third party payments and receipts.

### **3. Reporting currency**

The reporting currency is the United States Dollar (USD)

### **4. Taxes and non-tax revenue**

All revenue from the Zimbabwe Revenue Authority and from fees and levies collected by Ministries or Departments is paid directly into the Consolidated Revenue Fund. However, where an Act of Parliament has established a separate fund as provided for in Section 302 of the Constitution of Zimbabwe Amendment (No.20) Act 2013 revenue for that fund is not paid to the Consolidated Fund.

### **5. Current expenditure**

Payments in respect of employment costs, pensions, operations and transfers to grant aided institutions are recognized as expenditure in the period they are paid.

### **6. Capital Expenditure**

Payments for capital assets are fully expensed during the period when such payments are made. Separate memorandum records for the assets at cost are maintained and are available for inspection.

# CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE MONTH OF DECEMBER 2016

		MONTHLY PERFORMANCE			
		ACTUAL	BUDGET	VARIANCE	%
Notes		USD	USD	USD	
<b>TAXES ON INCOME</b>	1	<b>145,505,774</b>	<b>77,695,700</b>	<b>67,810,074</b>	<b>87.3</b>
<b>Tax on goods and services</b>	2	<b>165,891,257</b>	<b>179,579,000</b>	<b>(13,687,743)</b>	<b>(7.6)</b>
Customs duties	2.1	24,344,138	31,700,000	(7,355,862)	(23.2)
Excise duties	2.2	60,747,681	65,679,000	(4,931,319)	(7.5)
Value added tax	2.3	80,799,438	82,200,000	(1,400,562)	(1.7)
<b>OTHER TAXES</b>	3	<b>16,763,337</b>	<b>22,750,000</b>	<b>(5,986,663)</b>	<b>(26.3)</b>
<b>TOTAL TAX REVENUE</b>		<b>328,160,368</b>	<b>290,024,700</b>	<b>48,135,668</b>	
<b>NON TAX REVENUE</b>	4	<b>23,366,724</b>	<b>24,216,000</b>	<b>(849,277)</b>	<b>(3.5)</b>
Revenue from property	4.1	2,134,053	1,536,000	598,053	38.9
Fees, fines, licences and contributions	4.2	21,232,671	22,680,000	(1,447,329)	(6.4)
<b>TOTAL INCOME</b>		<b>351,527,092</b>	<b>304,240,700</b>	<b>47,286,392</b>	<b>15.5</b>
<b>EXPENDITURE</b>					
<b>Recurrent Expenditure</b>	5	<b>486,132,412</b>	<b>331,610,434</b>	<b>154,521,978</b>	<b>31.8</b>
Employment cost	5.1	262,893,655	185,705,500	77,188,155	29.4
Goods and services	5.2	30,212,243	25,348,000	4,864,243	16.1
Current transfers	5.3	185,709,104	105,590,934	80,118,170	43.1
Interest On debt	5.4	7,317,410	14,966,000	(7,648,590)	-
<b>DEFICIT BEFORE CAPITAL</b>		<b>(134,605,321)</b>	<b>(27,369,734)</b>	<b>(107,235,587)</b>	
<b>Capital Expenditure</b>	6	<b>91,050,883</b>	<b>27,970,000</b>	<b>63,080,883</b>	<b>69.3</b>
Capital expenditure	6.1	7,642,760	6,677,000	765,760	10.0
Capital transfers	6.2	47,769,915	14,843,000	32,926,915	68.9
Equity participation/net lending	6.3	35,638,208	6,250,000	29,388,208	82.5
<b>TOTAL EXPENDITURE</b>		<b>577,183,295</b>	<b>359,580,434</b>	<b>217,602,861</b>	<b>37.7</b>
<b>DEFICIT FOR THE MONTH</b>		<b>(225,656,204)</b>	<b>(55,339,734)</b>	<b>(170,316,470)</b>	

**CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR YEAR ENDED 31 DECEMBER 2016**

		ACTUAL	BUDGET	VARIANCE	%
	Notes	USD	USD	USD	
<b>TAXES ON INCOME</b>	7	<b>1,152,611,622</b>	<b>1,183,864,700</b>	<b>(31,253,078)</b>	<b>(2.6)</b>
				-	
<b>Tax on goods and services</b>	8	<b>1,878,042,609</b>	<b>2,075,400,000</b>	<b>(197,357,391)</b>	<b>(9.5)</b>
Customs duties	8.1	272,855,002	368,700,000	(95,844,998)	(26.0)
Excise duties	8.2	641,959,903	751,700,000	(109,740,097)	(14.6)
Value added tax	8.3	963,227,703	955,000,000	8,227,703	0.9
				-	
<b>OTHER TAXES</b>	9	<b>207,803,128</b>	<b>268,334,000</b>	<b>(60,530,872)</b>	<b>(22.6)</b>
<b>TOTAL TAX REVENUE</b>		<b>3,238,457,359</b>	<b>3,627,598,700</b>	<b>(289,141,341)</b>	<b>(34.7)</b>
<b>NON TAX REVENUE</b>	10	<b>263,680,545</b>	<b>241,120,000</b>	<b>22,560,545</b>	<b>9.4</b>
Revenue from property	10.1	31,121,254	15,514,000	15,607,254	100.6
Fees, fines, licences and contributions	10.2	232,559,292	225,606,000	6,953,292	3.1
<b>TOTAL INCOME</b>		<b>3,502,137,904</b>	<b>3,768,718,700</b>	<b>(266,580,796)</b>	<b>(10.0)</b>
<b>EXPENDITURE</b>					
<b>Recurrent Expenditure</b>	11	<b>3,951,463,779</b>	<b>3,697,150,000</b>	<b>(254,313,779)</b>	<b>(6.9)</b>
Employment cost	11.1	2,274,152,564	2,236,698,000	(37,454,564)	(1.7)
Goods and services	11.2	328,480,041	255,421,000	(73,059,041)	(28.6)
Current transfers	11.3	1,228,658,270	1,095,031,000	(133,627,270)	(12.2)
Interest on debt	11.4	120,172,905	110,000,000	(10,172,905)	(9.2)
<b>DEFICIT BEFORE CAPITAL</b>		<b>(449,325,875)</b>	<b>71,568,700</b>	<b>(12,267,017)</b>	<b>(3.2)</b>
<b>Capital Expenditure</b>	12	<b>967,477,339</b>	<b>315,000,000</b>	<b>(652,477,339)</b>	<b>(207.1)</b>
Capital expenditure	12.1	106,255,742	96,680,295	(9,575,447)	(9.9)
Capital transfers	12.2	754,225,344	160,680,705	(593,544,639)	(369.4)
Equity participation/net lending	12.3	106,996,253	57,639,000	(49,357,253)	(85.6)
<b>TOTAL EXPENDITURE</b>		<b>4,918,941,118</b>	<b>4,012,150,000</b>	<b>(906,791,118)</b>	<b>(22.6)</b>
<b>DEFICIT FOR THE YEAR</b>		<b>(1,416,803,214)</b>	<b>(243,431,300)</b>	<b>640,210,322</b>	

**NOTES TO THE CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE PERIOD ENDED  
31 DECEMBER 2016**

Notes	ACTUAL USD	BUDGET USD
<b>1 TAXES ON INCOME &amp; PROFITS</b>		
Individuals	62,401,592	69,416,000
Companies	76,938,213	79,700
Domestic Dividend and interest	4,407,794	5,600,000
Other incomes taxes	1,758,175	2,600,000
<b>Total</b>	<b>145,505,774</b>	<b>77,695,700</b>
<b>2 TAX ON GOODS &amp; SERVICES</b>	<b>165,891,257</b>	<b>179,579,000</b>
<b>2.1 Customs duties</b>		
Oil Products	-	-
Prime & Surtax	24,344,138	31,700,000
Refunds	-	-
<b>Total</b>	<b>24,344,138</b>	<b>31,700,000</b>
<b>2.2 Excise Duties</b>		
Beer	4,518,441	9,000,000
Wines & Spirits	1,656,517	1,650,000
Tobacco	1,782,189	2,200,000
Second Hand Motor vehicles	209,462	880,000
Fuels	49,286,447	48,478,000
Electric Lamp	64	1,000
Air-time	3,294,561	3,470,000
<b>Total</b>	<b>60,747,681</b>	<b>65,679,000</b>
<b>2.3 Value Added Tax</b>		
VAT on domestic goods	49,332,233	52,600,000
Imported Goods & Services	31,467,205	29,600,000
<b>Total</b>	<b>80,799,438</b>	<b>82,200,000</b>
<b>3 OTHER TAXES</b>		



Mining Royalties	2,905,243	9,800,000
Vehicle Carbon Taxes	3,437,121	3,150,000
Stamp Duties	932,424	1,144,015
Presumptive Tax	340,233	353,843
Withholding tax on tenders	8,082,035	8,093,478
ATM Levy	323,198	45,358
Tobacco Levy	-	-
Intermediate money transfer	743,083	163,306
<b>Total</b>	<b>16,763,337</b>	<b>22,750,000</b>

<b>TOTAL TAX REVENUE</b>	<b>328,160,368</b>	<b>280,024,700</b>
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#### 4 NON TAX REVENUE

##### 4.1 Revenue from Investments & Property

Govt Property rent	2,072,589	-
Interest	61,463	-
Dividends	-	-
<b>Total</b>	<b>2,134,053</b>	<b>-</b>

##### 4.2 Fees, fines, licences and contributions

Fees:Govt Dept facilities & services	10,205,824	10,832,000
Road Access	-	-
Pension Contribution	10,619,897	10,680,000
Judicial fines	-	-
Govt Sales, licences	342,049	980,000
Rummage Sale Refunds	(31,873)	-
Refunds of Miscellaneous Payments from Votes	19,133	188,000
Miscellaneous	77,642	-
<b>Total</b>	<b>21,232,671</b>	<b>22,680,000</b>

<b>Total Non Tax Revenue</b>	<b>23,366,724</b>	<b>22,680,000</b>
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<b>TOTAL REVENUE</b>	<b>351,527,092</b>	<b>302,704,700</b>
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	ACTUAL USD	BUDGET USD
<b>EXPENDITURE</b>		
<b>5 Recurrent Expenditure</b>	<b>486,132,412</b>	<b>331,610,434</b>
<b>5.1 Employment cost</b>		
Civil Services Wage Bill	248,616,853	173,555,500
Diplomatic missions	2,718,177	-
PSMAS	11,558,625	10,000,000
NSSA	-	2,100,000
Funeral Expenses	-	50,000
<b>Total</b>	<b>262,893,655</b>	<b>185,705,500</b>
<b>5.2 Goods and Services</b>		
Domestic travel expenses	1,118,056	591,188
Foreign travel expenses	8,338,594	2,279,296
Communication Supplies and Services	6,131,561	2,006,486
Education supplies and services	(85,180)	149,504
Medical supplies and services	1,098,746	1,024,784
Office supplies and services	160,944	254,300
Training expenses	(132,587)	199,996
Rentals and other services charges	5,754,801	6,789,519
Institutional Provisions	1,061,661	1,779,823
Other goods and services	905,899	1,287,914
Maintenance	2,208,217	2,197,190
Programmes and Institutions	3,651,531	6,788,000
<b>Total</b>	<b>30,212,243</b>	<b>25,348,000</b>
<b>5.3 Current Transfers</b>		
Pension	39,800,000	39,800,000
Other current transfers:	-	-
Employment costs (zimra +grant aided salaries)	35,870,908	54,493,934
Operations( current trf +zimra)	109,556,711	10,566,000
Foreign-IMF subscriptions	481,485	731,000
<b>Total</b>	<b>185,709,104</b>	<b>105,590,934</b>
<b>5.4 Interest and Debt</b>		
Foreign:	-	4,066,000
Domestic :Interest on Treasury Bills//CBZ	7,317,410	10,900,000
<b>Total</b>	<b>7,317,410</b>	<b>14,966,000</b>

<b>6 Capital Expenditure</b>	<b>91,050,883</b>	<b>27,970,000</b>
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**6.1 Capital Expenditure**

Furniture and equipment	597,039	1,208,000
Vehicles, plant and mobile equipment	244,881	3,059,000
Acquisition & Construction of buildings	(139,337)	2,610,000
Intangible assets	6,940,177	-
Feasibility studies	-	-
<b>Total</b>	<b>7,642,760</b>	<b>6,877,000</b>

**6.2 Capital transfers**

AFDB, PTA and others	47,769,915	14,843,000
<b>Total</b>	<b>47,769,915</b>	<b>14,843,000</b>

**6.3 Equity participation/Lending**

Acquisition	35,638,208	6,250,000
<b>Total</b>	<b>35,638,208</b>	<b>6,250,000</b>

**TOTAL EXPENDITURE**

<b>577,183,295</b>	<b>359,580,434</b>
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**NOTES TO THE CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31 DECEMBER 2016**

<b>Notes</b>	<b>ACTUAL</b>	<b>BUDGET</b>
	<b>USD</b>	<b>USD</b>
<b>7 TAXES ON INCOME &amp; PROFITS</b>		
Individuals	735,765,006	802,140,000
Companies	338,157,862	286,779,700
Domestic Dividend and interest	54,742,685	66,945,000
Other incomes taxes	23,946,069	28,000,000
<b>Total</b>	<b>1,152,611,622</b>	<b>1,183,864,700</b>
<b>8 TAX ON GOODS &amp; SERVICES</b>		
	<b>1,878,042,609</b>	<b>2,075,400,000</b>
<b>8.1 Customs duties</b>		
Oil Products	3,751	-
Prime & Surtax	272,851,252	368,700,000
<b>Total</b>	<b>272,855,002</b>	<b>368,700,000</b>
<b>Excise Duties</b>		
<b>8.2 Beer</b>	51,496,458	98,840,000
Wines & Spirits	16,294,769	16,895,000
Tobacco	23,125,225	23,040,000
Second Hand Motor vehicles	2,850,330	9,725,000
Fuels	508,529,911	561,878,000
Electric Lamp	124,740	6,900,000
Air-time	39,538,469	34,422,000
<b>Total</b>	<b>641,959,903</b>	<b>751,700,000</b>
<b>Value Added Tax</b>		
<b>8.3 VAT on domestic goods</b>	603,315,002	610,100,000
Imported Goods & Services	359,912,701	344,900,000
<b>Total</b>	<b>963,227,703</b>	<b>955,000,000</b>

**OTHER TAXES**

9	Mining Royalties	61,972,659	110,025,000
	Vehicle Carbon Taxes	32,557,324	35,940,000
	Stamp Duties	9,207,320	8,981,009
	Presumptive Tax	4,300,075	5,926,855
	Withholding tax on tenders	80,857,892	95,578,197
	ATM Levy	1,373,192	711,327
	Tobacco Levy	13,818,631	10,450,000
	Banking Levy	484,128	400,000
	Intermediate money transfer	3,231,908	321,612
	<b>Total</b>	<b>207,803,128</b>	<b>268,334,000</b>

**TOTAL TAX REVENUE**

<b>3,238,457,359</b>	<b>3,527,598,700</b>
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**NON TAX REVENUE****10 Revenue from Investments & Property**

10.1	Govt Property rent	2,975,709	1,536,000
	Interest	158,735	-
	Dividends	27,986,810	15,514,000
	<b>Total</b>	<b>31,121,254</b>	<b>17,050,000</b>

**Fees, fines, licences and contributions**

10.2	Fees:Govt Dept facilities & services	84,589,670	81,704,000
	Road Access	-	-
	Pension Contribution	137,433,835	130,087,000
	Judicial fines	-	-
	Govt Sales, licences	5,231,823	11,308,000
	Miscellaneous	5,303,963	807,000
	<b>Total</b>	<b>232,559,292</b>	<b>223,906,000</b>

**Total Non Tax Revenue**

<b>263,680,545</b>	<b>240,956,000</b>
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**TOTAL REVENUE**

<b>3,502,137,904</b>	<b>3,768,554,700</b>
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EXPENDITURE	ACTUAL USD	BUDGET USD
<b>11 Recurrent Expenditure</b>	<b>3,951,463,779</b>	<b>3,697,150,000</b>
<b>11.1 Employment cost</b>		
Civil Services Wage Bill	2,193,230,479	2,090,898,000
Diplomatic missions	20,146,766	25,200,000
PSMAS	60,415,319	120,000,000
Funeral Expenses	360,000	600,000
<b>Total</b>	<b>2,274,152,564</b>	<b>2,236,698,000</b>
<b>11.2 Goods and Services</b>		
Domestic travel expenses	7,195,978	5,973,188
Foreign travel expenses	53,271,339	23,004,296
Communication Supplies and Services	39,710,044	20,199,486
Education supplies and services	368,790	1,418,504
Medical supplies and services	9,936,880	10,304,784
Office supplies and services	2,268,998	2,526,300
Training expenses	3,710,958	2,008,996
Rentals and other services charges	79,433,395	68,464,519
Institutional Provisions	44,614,642	17,924,823
Other goods and services	19,709,721	12,988,914
Maintenance	27,007,358	22,170,190
Programmes and Institutions	41,251,938	68,437,000
<b>Total</b>	<b>328,480,041</b>	<b>255,421,000</b>
<b>11.3 Current Transfers to grant aided institutions, universities and zimra</b>		
Pension	477,600,000	477,600,000
Other current transfers:	-	-
Employment costs	474,780,211	297,478,300
Operations	251,106,478	71,810,000
Foreign	25,171,581	248,142,700
<b>Total</b>	<b>1,228,658,270</b>	<b>1,095,031,000</b>
<b>11.4 Interest and Debt</b>		
Foreign:	12,797,551	31,820,000
Domestic :Interest	107,375,354	78,180,000
<b>Total</b>	<b>120,172,905</b>	<b>110,000,000</b>

<b>12 Capital Expenditure</b>	<b>967,477,339</b>	<b>315,000,000</b>
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**12.1 Capital Expenditure**

Furniture and equipment	7,946,394	26,811,000
Vehicles, plant and mobile equipment	38,943,149	6,960,000
Acquisition & Construction of buildings	15,141,544	60,874,295
Intangible assets	44,224,655	1,885,000
Feasibility studies	-	150,000
<b>Total</b>	<b>106,255,742</b>	<b>96,680,295</b>

**12.2 Capital transfers**

	754,225,344	160,680,705
<b>Total</b>	<b>754,225,344</b>	<b>160,680,705</b>

**12.3 Equity participation/Lending**

Acquisition of shares	106,996,253	57,639,000
<b>Total</b>	<b>106,996,253</b>	<b>57,639,000</b>

<b>TOTAL EXPENDITURE</b>	<b>4,918,941,118</b>	<b>4,012,150,000</b>
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