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GOVERNMENT OF ZIMBABWE

CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE OF THE CONSOLIDATED REVENUE FUND

For the period ended 31 January 2017

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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 10 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 month ended 31 January 2017 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.

NOTES TO THE MANAGEMENT ACCOUNTS FOR THE MONTH OF JANUARY 2017

1. REVENUE

Total revenue for the month of January was \$ 278 million against budget of \$ 278 million demonstrating that what was budgeted was achieved .major contributors to the revenue were VAT which contributed 36%, tax on income and profits 27% and excise duties with 17% respectively. Major challenges were on non-tax revenue which reported a negative variance of 31%.the negative variance was caused by low revenue from property

Airtime levy for January contributed \$3 million against a budget of \$4 million

2. EXPENDITURE

Total expenditure was \$308 million incurred against budget of \$362 million resulting in a positive variance of \$54 million. Major costs incurred related to employment costs amounted to \$238 million which is 86% of total expenditure.

For the month \$9 million was incurred on good and services against a budget of \$14 million. Majority of expenses incurred by line ministries were not paid for due to cash flow constrains faced currently by the Government of Zimbabwe. Cash generated is inadequate to meet all the current obligations.

Capital Expenditures and Transfers

Capital Expenditures

Acquisition of various capital expenditure (vehicles, furniture and equipment) amounted to \$3 million against budgeted of \$15 million due to limited available cash resources.

Capital Transfers

During the month of January we transferred funds to the following:

Caps holdings	\$7.5 million
GMB	\$46.3 million
ZIMRA	\$712 000

3. DEFICIT FOR THE MONTH

During the month of January 2017, a deficit of \$30 million was reported against budgeted deficit of \$84 million.

CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE MONTH OF JANUARY 2017

		MONTHLY PERFORMANCE			
		ACTUAL	BUDGET	VARIANCE	%
Notes		USD	USD	USD	
	TAXES ON INCOME	74,631,707.30	78,780,000.00	(4,148,292.70)	(5.27)
	Tax on goods and services	189,035,226.16	158,721,000.00	10,314,226.16	6.50
	Customs duties	20,637,130.16	23,970,000.00	(3,332,869.84)	(13.90)
	Excise duties	48,043,690.80	52,751,000.00	(4,707,309.20)	(8.92)
	Value added tax	100,354,405.20	82,000,000.00	18,354,405.20	22.38
	OTHER TAXES	17,527,836.98	16,600,000.00	927,836.98	5.59
	TOTAL TAX REVENUE	16,762,580.00	24,280,000.00	(7,506,440.00)	(30.93)
	NON TAX REVENUE	159,244.40	4,990,000.00	(4,830,755.60)	(96.81)
	Revenue from property	159,244.40	4,990,000.00	(4,830,755.60)	(96.81)
	Fees, fines, licences and contributions	16,603,315.60	19,279,000.00	(2,675,684.40)	(13.88)
	TOTAL INCOME	277,957,330.44	278,370,000.00	(412,669.56)	(0.15)
	EXPENDITURE	249,982,407.80	307,533,000.00	57,570,592.20	18.72
	Recurent Expenditure	139,978,036.00	193,898,000.00	53,919,964.00	27.81
	Employment cost	8,782,525.00	13,704,000.00	4,921,475.00	35.91
	Goods and services	98,474,492.00	93,887,000.00	(4,587,492.00)	(4.89)
	Current transfers	2,727,354.80	6,044,000.00	3,316,645.20	-
	Interest On debt				
	DEFICIT BEFORE CAPITAL	27,994,922.64	(29,183,000.00)	(57,983,281.78)	(18.87)
	Capital Expenditure	3,419,488.00	14,775,000.00	11,355,502.00	76.86
	Capital expenditure	54,538,110.00	26,247,000.00	(28,291,110.00)	(107.79)
	Capital transfers	25,013.00	13,930,000.00	13,904,987.00	99.82
	Equity participation/net lending				
	TOTAL EXPENDITURE	307,945,028.80	362,485,000.00	54,539,971.20	15.05
	DEFICIT FOR THE PERIOD	(29,987,698.36)	(84,115,000.00)	54,127,301.64	(180.50)

NOTES TO THE CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE PERIOD ENDED 31 JANUARY 2017

Notes	ACTUAL USD	BUDGET USD
1 TAXES ON INCOME & PROFITS		
Individuals	54,770,004.00	61,300,000.00
Companies	13,471,957.90	10,200,000.00
Domestic Dividend and interest	4,593,413.10	5,380,000.00
Other incomes taxes	1,796,332.30	1,900,000.00
Total	74,631,707.30	78,780,000.00
2 TAX ON GOODS & SERVICES	169,035,226.16	154,591,000.00
2.1 Customs duties		
Oil Products	-	-
Prime & Surtax	20,716,281.69	23,970,000.00
Refunds	(79,151.53)	-
Total	20,637,130.16	23,970,000.00
2.2 Excise Duties		
Beer	4,993,041.50	4,640,000.00
Wines & Spirits	1,950,784.10	1,240,000.00
Tobacco	1,582,086.00	1,700,000.00
Second Hand Motor vehicles	203,600.00	240,000.00
Fuels	36,192,567.70	40,800,000.00
Air Time	3,121,604.00	
Electric Lamp	7.50	1,000.00
Total	48,043,690.80	48,621,000.00
2.3 Value Added Tax		
VAT on domestic goods	79,113,368.90	54,400,000.00
Imported Goods & Services	23,811,135.60	27,600,000.00
Refunds	(2,570,099.30)	-
Total	100,354,405.20	82,000,000.00

3 OTHER TAXES

Mining Royalties	5,416,012.00	4,500,000.00
Vehicle Carbon Taxes	2,233,210.70	2,800,000.00
Stamp Duties	778,116.02	1,432,250.00
Presumptive Tax	796,185.92	566,666.67
Withholding tax on tenders	6,986,110.47	7,257,500.00
ATM Levy	292,037.96	43,583.33
Tobacco Levy	7,280.00	-
Banking Levy	-	-
Intermediate money transfer	1,018,883.91	-
Total	17,527,836.98	16,600,000.00

TOTAL TAX REVENUE

261,194,770.44	249,971,000.00
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4 NON TAX REVENUE**4.1 Revenue from Investments & Property**

Govt Property rent	159,244.40	4,990,000.00
Interest	-	-
Dividends	-	-
Total	159,244.40	4,990,000.00

4.2 Fees, fines, licences and contributions

Fees:Govt Dept facilities & services	9,128,594.60	6,924,000.00
Road Access	-	-
Pension Contribution	6,584,389.80	11,565,000.00
Judicial fines	-	-
Govt Sales, licences	840,589.14	531,000.00
Rummage Sale Refunds	(18,323.84)	
Refunds of Miscellaneous Payments from Votes	34,845.30	16,000.00
Miscellaneous	33,220.60	243,000.00
Total	16,603,315.60	19,279,000.00

Total Non Tax Revenue

16,762,560.00	24,269,000.00
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TOTAL REVENUE

277,957,330.44	274,240,000.00
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	ACTUAL USD	BUDGET USD
EXPENDITURE		
5 Recurrent Expenditure	249,962,407.80	307,027,000.00
5.1 Employment cost		
Civil Services Wage Bill	139,978,036.00	180,858,000.00
Diplomatic missions	-	-
PSMAS	-	10,100,000.00
NSSA	-	2,900,000.00
Funeral Expenses	-	40,000.00
Total	139,978,036.00	193,898,000.00
5.2 Goods and Services		
Domestic travel expenses	74,006.00	299,000.00
Foreign travel expenses	4,588,990.00	1,109,000.00
Communication Supplies and Services	14,384.00	1,121,000.00
Education supplies and services	-	84,000.00
Medical supplies and services	-	483,000.00
Office supplies and services	-	210,000.00
Training expenses	-	156,000.00
Rentals and other services charges	2,415,759.00	3,854,000.00
Institutional Provisions	33,800.00	1,160,000.00
Other goods and services	184,334.00	765,000.00
Maintenance	252,169.00	1,348,000.00
Programmes and Institutions	1,219,083.00	3,115,000.00
Total	8,782,525.00	13,704,000.00
5.3 Current Transfers		
Pension	39,800,000.00	39,800,000.00
Other current transfers:		
Employment costs (zimra +grant aided salaries)	35,397,788.00	47,960,000.00
Operations(current trf +zimra)	23,276,704.00	6,127,000.00
Foreign-IMF subscriptions	-	-
Total	98,474,492.00	93,887,000.00

5.4 Interest and Debt

Foreign:

Domestic:

Total

	2,727,354.80	5,538,000.00
	2,727,354.80	5,538,000.00

6 Capital Expenditure

	57,982,621.00	28,705,000.00
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6.1 Capital Expenditure

Furniture and equipment

Vehicles, plant and mobile equipment

Acquisition & Construction of buildings

Intangible assets

Feasibility studies

Total

2,203,220.00	3,922,000.00
176,000.00	960,000.00
-	9,779,000.00
1,040,278.00	108,000.00
-	6,000.00
3,419,498.00	14,775,000.00

6.2 Capital transfers

Total

54,538,110.00	26,247,000.00
54,538,110.00	26,247,000.00

6.3 Equity participation/Lending

Total

25,013.00	13,930,000.00
25,013.00	13,930,000.00

TOTAL EXPENDITURE

307,945,028.80	333,274,000.00
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