



ZIMBABWE

GOVERNMENT OF ZIMBABWE

CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE OF THE CONSOLIDATED REVENUE FUND

For the period ended 31 October 2018

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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 modified cash Basis accounting policies, where our Revenue are on cash basis and our Expenditures are on Accrual.

The Consolidated Statement of Financial Performance on pages 6 to 16 has been approved by the Secretary and Paymaster General, and the Accountant General.

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SECRETARY AND PAYMASTER GENERAL

.....
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 October 2018 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 OCTOBER 2018

1. REVENUE

Total revenue for September 2018 was \$ 489.4 million against a budget of \$ 459.1 million resulting in a positive variance of \$ 30.3 million (7%). Major contributors to this positive variance were tax on goods and services, which contributed \$ 224.8 million against a budget of \$ 211.2 million and other taxes, which contributed \$ 33.4 million against a budget of \$ 25.5 million resulting in a positive variance of \$ 7.9 million.

Non Tax revenue recorded a 100 % increase compared to the budget the major drivers being judicial fees and fines and Pension contributions of August which were remitted in September

Airtime levy for September 2018 contributed \$ 10.5 million against a budget of \$ 5.67 million. This levy is ring fenced for medical equipment and drugs. Its utilisation is constrained by the need to provide foreign currency for drugs

2. EXPENDITURE

Total expenditure amounted to \$ 529.2 billion against a budget of \$ 539.4 million resulting in a variance of \$ 10.3 million, a 2% variance.

A total of \$ 405.4 million was spent on recurrent expenditures against a budget of \$ 382.4 million resulting in a variance of \$ 22.9 million, a 6 % variance.

There were current transfers of \$ 55.9 million against a budget of \$ 64.2 million resulting in a 13 % variance. Employment costs amounted to \$ 270.5 million against a budget of \$216.9 Million, a variance of \$ 53.6 million (25%).

Interest on debt paid was \$ 29.1 million against a budget of \$ 25.7 million.

3. CAPITAL EXPENDITURE

Capital expenditures amounted to \$ 25 million against a budget of \$ 34.6 million resulting in a budget overrun of \$ 9.6 million, a 28 % variance.

Capital transfers were \$95.9 million against a budget of \$ 95.2 million; a variance of \$0.7 million (1%) amongst the capital transfers made includes Grain Marketing Board \$ 35.3 million for grain mobilization.

Equity participation/ net lending had a total of \$ 2.8 million against a budget of \$ 27.2 million resulting in a variance of \$ 24.4 million, a 90% variance. There was a lending of \$2.5 million to Zisco Steel.

4. DEFICIT FOR THE MONTH

During the month, a deficit of \$ 39.8 million was incurred against a target deficit of \$ 80.32 million, a 50 % variance attributable to a reduction in issuance of Treasury Bills

**CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE MONTH OF OCTOBER
2018**

	Notes	ACTUAL USD	BUDGET USD	VARIANCE USD	PERCENTAGE VARIANCE %
TAXES ON INCOME	1	130,666,791	94,701,000	35,965,791	38
Tax on goods and services	2	229,001,796	212,125,600	16,876,196	8
Customs duties	2.1	46,505,276	30,950,000	15,555,276	50
Excise duties	2.2	74,490,665	67,475,600	7,015,065	10
Value added tax	2.3	108,005,855	113,700,000	(5,694,145)	(5)
OTHER TAXES	3	26,845,081	25,855,000	990,081	4
TOTAL TAX REVENUE		386,513,668	332,681,600	53,832,068	16
NON TAX REVENUE	4	27,832,815	18,616,000	9,216,815	50
Revenue from property	4.1	1,616,392	1,526,000	90,392	6
Fees, fines, licences and contributor	4.2	26,216,423	17,090,000	9,126,423	53
TOTAL INCOME		414,346,483	351,297,600	63,048,883	18
EXPENDITURE					
Recurrent Expenditure	5	409,574,372	350,500,000	(59,074,372)	(17)
Employment cost	5.1	272,346,350	216,750,000	(55,596,350)	(26)
Civil Service		225,752,552	178,616,000	(47,136,552)	(26)
Grant Aided Institutions		46,593,798	38,134,000	(8,459,798)	(22)
Goods and services	5.2	35,980,882	58,975,000	22,994,118	39
Current transfers	5.3	69,537,276	58,825,000	(10,712,276)	(18)
Interest On debt	5.4	31,709,864	15,950,000	(15,759,864)	(99)
Capital Expenditure	6	188,562,049	86,748,000	(101,814,049)	(117)
Capital expenditure	6.1	21,698,119	21,015,000	(683,119)	(3)
Capital transfers	6.2	163,966,223	56,454,000	(107,512,223)	(190)
Equity participation/net lending	6.3	2,897,707	9,279,000	6,381,293	69
TOTAL EXPENDITURE		598,136,421	437,248,000	(160,888,421)	(37)
DEFICIT FOR THE PERIOD		(183,789,938)	(85,950,400)	(97,839,538)	114

**CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR 10 MONTHS TO OCTOBER
2018**

	Notes	ACTUAL USD	BUDGET USD	VARIANCE	PERCENTAGE VARIANCE %
TAXES ON INCOME	7	1,384,290,764	1,143,983,000	240,307,764	21
Tax on goods and services	8	2,277,726,875	2,119,581,496	158,145,379	7
Customs duties	8.1	361,434,157	296,984,496	64,449,661	22
Excise duties	8.2	741,856,150	697,097,000	44,759,150	6
Value added tax	8.3	1,174,436,568	1,125,500,000	48,936,568	4
OTHER TAXES	9	307,503,076	271,123,001	36,380,076	13
TOTAL TAX REVENUE		3,969,520,715	3,534,687,497	434,833,218	12
NON TAX REVENUE	10	244,282,928	187,712,602	56,570,326	30
Revenue from property	10.1	26,901,758	12,936,602	13,965,156	108
Fees, fines, licences and contributions	10.2	217,381,169	174,776,000	42,605,169	24
TOTAL INCOME		4,213,803,643	3,722,400,099	491,403,544	13
EXPENDITURE					
Recurrent Expenditure	11	4,110,208,537	3,549,940,287	(560,268,250)	(16)
Employment cost	11.1	2,715,809,984	2,315,883,501	(399,926,483)	(17)
Civil Service		2,245,856,528	1,917,031,725	(328,824,803)	(17)
Grant Aided Institutions		469,953,456	398,851,776	(71,101,680)	(18)
Goods and services	11.2	516,095,651	458,827,039	(57,268,612)	(12)
Current transfers	11.3	632,441,508	598,122,171	(34,319,337)	(6)
Interest on debt	11.4	245,861,394	177,107,576	(68,753,818)	(39)
Capital Expenditure	12	2,958,616,221	899,808,118	(2,058,808,103)	(229)
Capital expenditure	12.1	459,675,445	261,471,849	(198,203,596)	(76)
Capital transfers	12.2	2,027,096,492	416,614,234	(1,610,482,258)	(387)
Equity participation/net lending	12.3	471,844,284	221,722,035	(250,122,249)	(113)
TOTAL EXPENDITURE		7,068,824,758	4,449,748,405	(2,619,076,353)	(59)
DEFICIT FOR THE PERIOD		(2,855,021,115)	(727,348,306)	(2,127,672,809)	293

NOTES TO THE CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE PERIOD ENDED 31 OCTOBER 2018

Notes	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
1 TAXES ON INCOME & PROFITS			
Individuals	82,389,823	71,561,000	15
Companies	39,392,659	14,700,000	168
Domestic Dividend and interest	5,480,800	5,770,000	(5)
Other incomes taxes	3,403,509	2,670,000	27
Total	130,666,791	94,701,000	38
2 TAX ON GOODS & SERVICES	229,001,796	212,125,600	8
2.1 Customs duties			
oil Product			-
Prime&Surtax	46,505,276	30,950,000	50
Total	46,505,276	30,950,000	50
2.2 Excise Duties			
Beer	7,574,600	5,440,000	39
Wines & Spirits	2,292,399	1,540,000	49
Tobacco	2,603,258	2,160,000	21
Second Hand Motor vehicles	394,550	295,000	34
Fuels	53,632,696	52,600,000	2
Electric Lamp	-	600	(100)
Air-Time	7,993,162	5,440,000	47
Total	74,490,665	67,475,600	10
2.3 Value Add Tax			
VAT on domestic goods	99,799,149	80,400,000	24
Imported Goods & Services	48,228,145	33,300,000	45
Refunds	(40,021,439)	-	-
Total	108,005,855	113,700,000	(5)

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
3 OTHER TAXES			
Mining Royalties	7,191,350	7,600,000	(5)
Vehicle Carbon Taxes	3,640,601	3,120,000	17
Stamp Duties	1,027,418	2,306,075	(55)
Presumptive Tax	583,484	912,394	(36)
Withholding tax on tenders	13,338,623	11,846,358	13
sealing fee and ECTS Fines	154,750	-	-
ATM Levy	355,122	70,174	406
Tobacco Levy	2,161	-	#DIV/0!
Intermediate money transfer	551,572	-	-
Total	26,845,081	25,855,000	4
4 TOTAL TAX REVENUE	386,513,668	332,681,600	16
4.1 NON TAX REVENUE			
Revenue from Investments & Property			
Govt Property rent	1,616,392	-	#DIV/0!
Total	1,616,392	-	#DIV/0!
4.2 Fees,fines,licences and contributions			
Fees:Govtl Dept facilities & services	4,554,318	6,070,000	(25)
Pension Contribution	15,988,959	10,155,000	57
Gvt Sales,licences	5,830,731	750,000	677
Rummage Sale Refunds	(201,680)	-	#DIV/0!
Refunds of Miscellenious Payments from Votes	5,738	19,000	(70)
Miscellenious	38,357	96,000	(60)
Total	26,216,423	17,090,000	53
TOTAL NON TAX REVENUE	27,832,815	17,090,000	63
TOTAL REVENUE	414,346,483	349,771,600	18

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
5 EXPENDITURE			
5.1 Recurrent Expenditure	409,574,372	350,500,000	17
Employment cost			
Civil Services Wage Bill	211,938,344	165,576,000	28
PSMAS	10,874,208	10,100,000	8
NSSA	2,900,000	2,900,000	-
Funeral Expenses	40,000	40,000	-
Grant Aided Institutions Wage Bill	46,593,798	38,134,000	22
Total	272,346,350	216,750,000	26
5.2 Goods and Services			
Domestic travel expenses	2,004,590	1,370,000	46
Foreign travel expenses	3,743,320	2,358,000	59
Communication Supplies and Services	2,047,996	2,243,000	(9)
Education supplies and services	42,459	1,421,000	(97)
Medical supplies and services	322,272	1,443,000	(78)
Office supplies and services	676,203	789,000	(14)
Training expenses	347,242	2,008,000	(83)
Rentals and other services charges	8,635,627	9,420,000	(8)
Institutional Provisions	2,345,133	3,660,000	(36)
Other goods and services	790,088	22,339,000	(96)
Maintenance	3,759,847	3,333,000	13
Programmes and Institutions	11,266,105	8,591,000	31
Total	35,980,882	58,975,000	(39)
5.3 Current Transfers			
Pension	45,500,000	39,800,000	14
Other current transfers:			
Operations	23,978,171	18,146,000	-
Foreign	59,105	879,000	(93)
Total	69,537,276	58,825,000	18

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
5.4 Interest and Debt			
Foreign:	-	900,000	(100)
Domestic :interest	31,709,864	15,050,000	111
Total	31,709,864	15,950,000	99
6 Capital Expenditure	188,562,049	84,738,000	123
6.1 Capital Expenditure			
Furniture and equipment	1,922,320	4,122,000	(53)
Vehicles,plant and mobile equipment	7,927,020	1,321,000	500
Acqisition of buildings	6,821,786	15,572,000	(56)
Intangible assets	5,026,993	-	#DIV/0!
Feasibility studies	-	-	-
Total	21,698,119	21,015,000	3
6.2 Capital transfers			
GMB	163,966,223	56,454,000	190
6.3 Equity participation/Lending			
Zisco Steel	2,897,707	7,269,000	(60)
TOTAL EXPENDITURE	598,136,421	435,238,000	37

NOTES TO THE CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR 9 MONTHS ENDED 31 OCTOBER 2018

Notes	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
7 TAXES ON INCOME & PROFITS			
Individuals	705,481,953	703,056,000	0
Companies	584,799,193	359,700,000	63
Domestic Dividend and interest	64,572,588	56,615,000	14
Other incomes taxes	29,437,029	24,612,000	20
Total	1,384,290,764	1,143,983,000	21
8 TAX ON GOODS & SERVICES	2,277,726,875	2,119,581,496	7
8.1 Customs duties			
oil Product	1,524,057	-	
Prime & Surtax	359,910,100	296,984,496	21
Total	361,434,157	296,984,496	22
8.2 Excise Duties			
Beer	69,813,245	53,660,000	30
Wines & Spirits	21,830,368	16,435,000	33
Tobacco	26,525,873	41,080,200	(35)
Second Hand Motor vehicles	2,963,601	2,910,000	2
Fuels	530,172,745	527,260,000	1
Electric Lamp	12,100	6,800	78
Air-time	90,538,218	55,745,000	62
Total	741,856,150	697,097,000	6
8.3 Value Added Tax			
VAT on domestic goods	912,672,182	791,800,000	15
Imported Goods & Services	440,792,699	333,700,000	32
Refunds	(179,028,313)	-	
Total	1,174,436,568	1,125,500,000	4

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
9 OTHER TAXES			
Mining Royalties	78,392,228	73,300,000	7
Vehicle Carbon Taxes	35,455,804	29,660,000	20
Stamp Duties	10,845,149	25,999,573	(58)
Presumptive Tax	7,891,087	9,211,087	(14)
Withholding tax on tenders	143,926,261	118,893,900	21
sealing fee and ECTS Fines	1,011,790	-	
ATM Levy	3,320,694	708,441	369
Tobacco Levy	15,291,985	13,350,000	15
Intermediate money transfer	11,368,080	-	-
Total	307,503,076	271,123,001	13
TOTAL TAX REVENUE	3,969,520,715	3,534,687,497	12
NON TAX REVENUE			
10 Revenue from Investments & Property			
10.1 Govt Property rent			
	27,364,360	15,844,000	
Total	27,364,360	15,844,000	73
Fees,fines,licences and contributions			
10.2 Fees:Govt Dept facilities & services			
	45,365,675	64,988,000	(30)
Pension Contribution	126,369,040	101,732,000	24
Govt Sales,licences	45,747,296	6,980,000	555
Rummage Sale Refunds	(487,390)	-	-
Refunds of Miscellenious Payments from Votes	106,320	161,000	(34)
Miscellaneous	280,228	915,000	(69)
Total	217,381,169	174,776,000	24
Total Non Tax Revenue	244,745,530	190,620,000	28
TOTAL REVENUE	4,214,266,245	3,725,307,497	13

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
EXPENDITURE			
11			
11.1			
Recurrent Expenditure	4,110,208,537	3,549,940,287	(16)
11.1			
Employment cost			
Civil Services Wage Bill	2,043,999,851	1,785,570,191	(14)
PSMAS	172,306,677	102,071,534	(69)
NSSA	29,000,000	29,000,000	-
Funeral Expenses	550,000	390,000	(41)
Grant Aided Institutions Wage Bill	469,953,456	398,851,776	(18)
Total	2,715,809,984	2,315,883,501	(17)
Goods and Services			
11.2			
Domestic travel expenses	21,115,484	10,927,308	(93)
Foreign travel expenses	35,148,881	23,413,543	(50)
Communication Supplies and Services	16,291,576	16,328,505	0
Education supplies and services	522,421	9,051,480	94
Medical supplies and services	16,046,178	14,096,787	(14)
Office supplies and services	6,586,427	5,836,600	(13)
Training expenses	6,486,891	13,246,053	51
Rentals and other services charges	69,416,770	76,321,288	9
Institutional Provisions	49,431,125	29,281,679	(69)
Other goods and services	30,942,369	145,722,096	79
Maintenance	35,606,750	26,786,173	(33)
Programmes and Institutions	228,500,779	87,815,527	(160)
Total	516,095,651	458,827,039	(12)
Current Transfers to grant aided institutions, universities and zimra			
11.3			
Pension	440,800,000	437,157,000	(1)
Operations	183,207,427	150,593,487	(22)
Other Cons and stats Appropriations	-	-	
Foreign	8,434,081	10,371,684	19

Total	632,441,508	598,122,171	(6)
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	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
Interest and Debt			
11.4 Foreign:	6,310,222	46,120,000	86
Domestic :Interest	239,551,172	130,987,576	(83)
Total	245,861,394	177,107,576	(39)

Capital Expenditure	2,959,513,868	899,808,118	(229)
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12

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
Capital Expenditure			
12.1 Furniture and equipment	14,524,944	34,403,609	58
Vehicles,plant and mobile equipment	27,242,847	13,283,631	(105)
Acquisition & Construction of buildings	383,046,771	210,993,514	(82)
Intangible assets	35,419,209	2,761,095	(1,183)
Feasibility studies	339,321	30,000	(1,031)
Total	460,573,092	261,471,849	(76)

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
Capital transfers			
12.2 Quton,Croco Motors,Higher and Tertiary,GMB	2,027,096,492	416,614,234	(387)
Total	2,027,096,492	416,614,234	(387)

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
Equity participation/Lending			
12.3 Sakunda,Zisco Steel, Municipalities	471,844,284	221,722,035	(113)
total	471,844,284	221,722,035	(113)

TOTAL EXPENDITURE	7,069,722,405	4,449,748,405	(59)
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