



ZIMBABWE

GOVERNMENT OF ZIMBABWE

CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE OF THE CONSOLIDATED REVENUE FUND

For the period ended 31 August 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 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 month ended 31 August 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 AUGUST 2018

1. REVENUE

Total revenue for August was \$ 386.6 million against a budget of \$ 348.3 million resulting in a positive variance of \$ 38.3 Million (11%). Major contributors to this positive variance were tax on goods and services, which contributed \$ 230.4 million against a budget of \$ 211.2 million and other taxes, which contributed \$ 27.6 million against a budget of \$ 25.9 million resulting in a positive variance of \$ 1.7 million.

Airtime levy for August 2018 contributed \$ 8.763 million against a budget of \$ 5.710 million. This levy is ring fenced for medical equipment and drugs. Its utilisation is contracted by the need to provide foreign currency for drugs

2. EXPENDITURE

Total expenditure amounted to \$ 1.038 billion against a budget of \$ 456.5 million resulting in a variance of \$ 581.7 million, a 127% variance.

A total of \$ 456.5 million was spend on recurrent expenditures against a budget of \$ 337.8 million resulting in a variance of \$ 118.7 million, a 35 % variance.

There were current transfers of \$ 53.8 million against a budget of \$ 56.9 million resulting in a variance of \$ 2.99 million, a 5 % variance. Employment costs amounted to \$330 million against a budget of \$216.4 Million, a variance of \$ 113.7 million (53%).

Interest on debt paid was \$ 33.4 million against a Budget of \$11.6 million.

3. CAPITAL EXPENDITURE

Capital expenditures amounted to \$ 581.6 million against a budget of \$118.7 million resulting in a budget overrun of \$ 462.9 million, a 390 % variance. This comprised of, capital transfers to IDBZ \$150 Million, RBZ \$40 million, GMB \$ 170 million, Zesa \$ 7 Million, Zimbabwe Airways \$1.5 million

Equity participation/ net lending had a total of \$ 12.9 million against a budget of \$ 45.7 million resulting in a variance of \$ 32.7 million, a 72% variance. Equity participation/ net lending includes, Municipalities \$3.7 million, Small Enterprises and Development Corporations \$4 million and procurement of Combine Harvesters ,Driers and Threshers under Command Agriculture programme \$4.4 million

4. DEFICIT FOR THE MONTH

During the month, a deficit of \$ 651.6 million was incurred against a targeted deficit of \$ 108.2 million, a 502 % variance

CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE MONTH OF AUGUST 2018

	Notes	ACTUAL USD	BUDGET USD	VARIANCE USD	PERCENTAGE VARIANCE %
TAXES ON INCOME	1	112,665,220	93,117,000	19,548,220	21
Tax on goods and services	2	230,410,112	211,200,700	19,209,412	9
Customs duties	2.1	38,697,536	29,540,000	9,157,536	31
Excise duties	2.2	68,166,072	68,760,700	(594,628)	(1)
Value added tax	2.3	123,546,504	112,900,000	10,646,504	9
OTHER TAXES	3	27,553,835	25,875,000	1,678,835	6
TOTAL TAX REVENUE		370,629,167	330,192,700	40,436,467	12
NON TAX REVENUE	4	15,964,740	18,078,000	(2,113,260)	(12)
Revenue from property	4.1	3,134,440	1,475,000	1,659,440	113
Fees, fines, licences and contribution	4.2	12,830,300	16,603,000	(3,772,700)	(23)
TOTAL INCOME		386,593,907	348,270,700	38,323,207	11
EXPENDITURE					
Recurrent Expenditure	5	456,540,518	337,824,000	(118,716,518)	(35)
Employment cost	5.1	330,138,338	216,424,000	(113,714,338)	(53)
Civil Service		282,112,737	178,291,000	(103,821,737)	(58)
Grant Aided Institutions		48,025,601	38,133,000	(9,892,601)	(26)
Goods and services	5.2	39,101,680	52,927,000	13,825,320	26
Current transfers	5.3	53,873,388	56,873,000	2,999,612	5
Interest on debt	5.4	33,427,112	11,600,000	(21,827,112)	(188)
Capital Expenditure	6	581,632,532	118,670,000	(462,962,532)	(390)
Capital expenditure	6.1	66,991,195	34,490,000	(32,501,195)	(94)
Capital transfers	6.2	501,642,688	38,494,000	(463,148,688)	(1,203)
Equity participation/net lending	6.3	12,998,649	45,686,000	32,687,351	72
TOTAL EXPENDITURE		1,038,173,050	456,494,000	(581,679,050)	(127)
DEFICIT FOR THE PERIOD		(651,579,143)	(108,223,300)	(543,355,843)	502

CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR 8 MONTHS TO AUGUST 2018

	Notes	ACTUAL USD	BUDGET USD	VARIANCE	PERCENTAGE VARIANCE %
TAXES ON INCOME	7	1,064,823,956	863,052,000	201,771,956	23
Tax on goods and services	8	1,823,875,982	1,678,044,096	145,831,886	9
Customs duties	8.1	277,867,132	236,624,496	41,242,636	17
Excise duties	8.2	589,345,789	542,519,600	46,826,189	9
Value added tax	8.3	956,663,061	898,900,000	57,763,061	6
OTHER TAXES	9	246,983,337	219,813,000	27,170,337	12
TOTAL TAX REVENUE		3,135,683,275	2,760,909,096	374,774,179	14
NON TAX REVENUE	10	174,065,627	151,096,602	22,969,025	15
Revenue from property	10.1	15,513,478	9,723,602	5,789,876	60
Fees, fines, licences and contributions	10.2	158,552,148	141,373,000	17,179,148	12
TOTAL INCOME		3,309,748,901	2,912,005,698	397,743,203	14
EXPENDITURE					
Recurrent Expenditure	11	3,314,602,406	2,817,031,287	(497,571,119)	(18)
Employment cost	11.1	2,173,726,238	1,882,204,501	(291,521,737)	(15)
Civil Service		1,796,463,230	1,559,620,725	(236,842,505)	(15)
Grant Aided Institutions		377,263,008	322,583,776	(54,679,232)	(17)
Goods and services	11.2	430,237,947	324,243,039	(105,994,908)	(33)
Current transfers	11.3	525,556,233	475,106,171	(50,450,062)	(11)
Interest On debt	11.4	185,081,988	135,477,576	(49,604,412)	(37)
Capital Expenditure	12	2,463,766,453	656,034,118	(1,807,732,335)	(276)
Capital expenditure	12.1	414,000,376	205,870,849	(208,129,527)	(101)
Capital transfers	12.2	1,766,126,932	264,968,234	(1,501,158,698)	(567)
Equity participation/net lending	12.3	283,639,145	185,195,035	(98,444,110)	(53)
TOTAL EXPENDITURE		5,778,368,859	3,473,065,405	(2,305,303,454)	(66)
DEFICIT FOR THE PERIOD		(2,468,619,958)	(561,059,707)	(1,907,560,251)	340

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

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
Notes			
1 TAXES ON INCOME & PROFITS			
Individuals	76,954,157	70,870,000	9
Companies	25,875,643	12,700,000	104
Domestic Dividend and interest	7,922,451	6,805,000	16
Other incomes taxes	1,912,969	2,742,000	(30)
Total	112,665,220	93,117,000	21
2 TAX ON GOODS & SERVICES	230,410,112	211,200,700	9
2.1 Customs duties			
oil Product		-	-
Prime&Surtax	38,697,536	29,540,000	31
Total	38,697,536	29,540,000	31
2.2 Excise Duties			
Beer	2,077,266	5,430,000	(62)
Wines & Spirits	6,007,875	1,675,000	259
Tobacco	2,584,520	2,160,000	20
Second Hand Motor vehicles	304,847	285,000	7
Fuels	48,428,520	53,500,000	(9)
Electric Lamp	-	700	(100)
Air-Time	8,763,044	5,710,000	53
Total	68,166,072	68,760,700	(1)
2.3 Value Add Tax			
VAT on domestic goods	104,855,785	79,800,000	31
Imported Goods & Services	45,791,160	33,100,000	38
Refunds	(27,100,441)	-	-
Total	123,546,504	112,900,000	9

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
3 OTHER TAXES			
Mining Royalties	11,886,913	7,100,000	67
Vehicle Carbon Taxes	3,256,048	2,950,000	10
Stamp Duties	951,778	3,059,396	(69)
Presumptive Tax	460,389	897,222	(49)
Withholding tax on tenders sealing fee and ECTS Fines	9,259,810	11,649,375	(21)
ATM Levy	137,892	-	-
Tobacco Levy	243,129	69,007	252
Intermediate money transfer	653,491	150,000	336
Total	27,553,835	25,875,000	6
4 TOTAL TAX REVENUE	370,629,167	330,192,700	12
4.1 NON TAX REVENUE			
Revenue from Investments & Property			
Govt Property rent	3,134,440	1,475,000	-
Total	3,134,440	1,475,000	113
4.2 Fees, fines, licences and contributions			
Fees: Govtl Dept facilities & services	5,179,162	5,580,000	(7)
Pension Contribution	3,035,965	10,197,000	-
Gvt Sales, licences	4,650,156	720,000	546
Rummage Sale Refunds	(79,269)	-	-
Refunds of Miscellenious Payments from Votes	3,368	15,000	(78)
Miscellenious	40,918	91,000	(55)
Total	12,830,300	16,603,000	(23)
TOTAL NON TAX REVENUE	15,964,740	18,078,000	(12)
TOTAL REVENUE	386,593,907	348,270,700	11

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
5 EXPENDITURE			
5.1 Recurrent Expenditure	456,540,518	337,824,000	35
Employment cost			
Civil Services Wage Bill	208,447,466	165,251,000	26
PSMAS	70,725,271	10,100,000	600
NSSA	2,900,000	2,900,000	-
Funeral Expenses	40,000	40,000	-
Grant Aided Institutions Wage Bill	48,025,601	38,133,000	26
Total	330,138,338	216,424,000	53
5.2 Goods and Services			
Domestic travel expenses	1,388,804	1,229,000	13
Foreign travel expenses	4,021,689	2,116,000	90
Communication Supplies and Services	2,822,274	2,013,000	40
Education supplies and services	40,873	1,275,000	(97)
Medical supplies and services	115,682	1,295,000	(91)
Office supplies and services	693,838	709,000	(2)
Training expenses	353,266	1,802,000	(80)
Rentals and other services charges	8,121,065	8,454,000	(4)
Institutional Provisions	2,245,499	3,285,000	(32)
Other goods and services	6,289,039	20,048,000	(69)
Maintenance	7,762,324	2,991,000	160
Programmes and Institutions	5,247,327	7,710,000	(32)
Total	39,101,680	52,927,000	(26)
5.3 Current Transfers			
Pension	45,500,000	39,800,000	14
Other current transfers:			
Operations	8,260,580	16,284,000	-
Foreign	112,808	789,000	(86)
Total	53,873,388	56,873,000	(5)

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
5.4 Interest and Debt			
Foreign:	6,310,222	2,000,000	216
Domestic :interest	27,116,890	9,600,000	182
Total	33,427,112	11,600,000	188
6 Capital Expenditure	581,632,532	118,670,000	390
6.1 Capital Expenditure			
Furniture and equipment	2,578,436	4,983,000	(48)
Vehicles,plant and mobile equipment	9,709	1,431,000	(99)
Acqisition of buildings	61,608,034	27,076,000	128
Intangible assets	2,795,016	1,000,000	180
Feasibility studies	-	-	-
Total	66,991,195	34,490,000	94
6.2 Capital transfers			
GMB,ZESA	501,642,688	38,494,000	1,203
6.3 Equity participation/Lending			
Zisco Steel, Municipalities	12,998,649	45,686,000	(72)
TOTAL EXPENDITURE	1,038,173,050	456,494,000	127

NOTES TO THE CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR 8 MONTHS ENDED 31 AUGUST 2018

	ACTUAL	BUDGET	PERCENTAGE
	USD	USD	VARIANCE
Notes			
7 TAXES ON INCOME & PROFITS			
Individuals	551,453,935	560,925,000	(2)
Companies	433,966,348	238,500,000	82
Domestic Dividend and interest	55,627,889	44,215,000	26
Other incomes taxes	23,775,784	19,412,000	22
Total	1,064,823,956	863,052,000	23
8 TAX ON GOODS & SERVICES	1,822,351,925	1,678,044,096	9
8.1 Customs duties			
oil Product			
Prime & Surtax	276,343,075	236,624,496	17
Total	276,343,075	236,624,496	17
8.2 Excise Duties			
Beer	54,251,075	42,659,000	27
Wines & Spirits	17,713,481	13,275,000	33
Tobacco	21,124,345	17,020,000	24
Second Hand Motor vehicles	2,234,946	2,325,000	(4)
Fuels	421,980,620	422,600,000	(0)
Electric Lamp	68	5,600	(99)
Air-time	72,041,254	44,635,000	61
Total	589,345,789	542,519,600	9
8.3 Value Added Tax			
VAT on domestic goods	718,765,313	631,600,000	14
Imported Goods & Services	347,756,887	267,300,000	30
Refunds	(109,859,139)	-	
Total	956,663,061	898,900,000	6

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
9 OTHER TAXES			
Mining Royalties	60,008,031	58,600,000	2
Vehicle Carbon Taxes	28,274,860	23,610,000	20
Stamp Duties	8,545,976	21,203,592	(60)
Presumptive Tax	6,866,450	7,377,860	(7)
Withholding tax on tenders	115,009,239	95,254,104	21
sealing fee and ECTS Fines	412,125	-	
ATM Levy	2,560,844	567,444	351
Tobacco Levy	15,157,578	13,200,000	15
Intermediate money transfer	10,148,234	-	-
Total	246,983,337	219,813,000	12
TOTAL TAX REVENUE	3,134,159,218	2,760,909,096	14
10 NON TAX REVENUE			
10.1 Revenue from Investments & Property			
Govt Property rent	15,976,080	12,631,000	
Total	15,976,080	12,631,000	26
10.2 Fees, fines, licences and contributions			
Fees: Govt Dept facilities & services	37,315,355	53,584,000	(30)
Pension Contribution	88,545,797	81,419,000	9
Govt Sales, licences	32,640,802	5,520,000	491
Rummage Sale Refunds	(261,891)	-	-
Refunds of Miscellaneous Payments from Votes	95,142	123,000	(23)
Miscellaneous	216,943	727,000	(70)
Total	158,552,148	141,373,000	12
Total Non Tax Revenue	174,528,229	154,004,000	13
TOTAL REVENUE	3,308,687,446	2,914,913,096	14

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
11 EXPENDITURE			
11.1 Recurrent Expenditure	3,314,602,406	2,817,031,287	(18)
Employment cost			
Civil Services Wage Bill	1,622,316,067	1,454,239,191	(12)
PSMAS	150,627,163	81,871,534	(84)
NSSA	23,200,000	23,200,000	-
Funeral Expenses	320,000	310,000	(3)
Grant Aided Institutions Wage Bill	377,263,008	322,583,776	(17)
Total	2,173,726,238	1,882,204,501	(15)
11.2 Goods and Services			
Domestic travel expenses	12,293,389	7,801,308	(58)
Foreign travel expenses	25,987,170	18,032,543	(44)
Communication Supplies and Services	13,251,224	11,209,505	(18)
Education supplies and services	397,153	5,808,480	93
Medical supplies and services	13,075,453	10,804,787	(21)
Office supplies and services	4,792,294	4,034,600	(19)
Training expenses	4,619,386	8,664,053	47
Rentals and other services charges	56,497,253	54,824,288	(3)
Institutional Provisions	25,177,381	20,928,679	(20)
Other goods and services	27,076,263	94,744,096	71
Maintenance	28,426,721	19,180,173	(48)
Programmes and Institutions	218,644,260	68,210,527	(221)
Total	430,237,947	324,243,039	(33)
11.3 Current Transfers to grant aided institutions, universities and zimra			
Pension	368,957,000	357,557,000	(3)
Operations	148,302,948	109,183,487	(36)
Other Cons and stats Appropriations	-	-	
Foreign	8,296,285	8,365,684	1
Total	525,556,233	475,106,171	(11)

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
11.4 Interest and Debt			
Foreign:	6,310,222	35,840,000	82
Domestic :Interest	178,771,766	99,637,576	(79)
Total	185,081,988	135,477,576	(37)
12 Capital Expenditure	2,463,766,453	656,034,118	(276)
12.1 Capital Expenditure			
Furniture and equipment	10,886,519	24,771,609	22
Vehicles,plant and mobile equipment	14,878,771	9,714,631	27
Acquisition & Construction of buildings	373,218,353	168,593,514	78
Intangible assets	15,016,733	2,761,095	333
Feasibility studies	-	30,000	-
Total	414,000,376	205,870,849	(101)
12.2 Capital transfers			
Quton,Croco Motors,Higher and Tertiary,GMB	1,766,126,932	264,968,234	(567)
Total	1,766,126,932	264,968,234	(567)
12.3 Equity participation/Lending			
Sakunda,Zisco Steel, Municipalities	283,639,145	185,195,035	(53)
total	283,639,145	185,195,035	(53)
TOTAL EXPENDITURE	5,778,368,859	3,473,065,405	(66)