



ZIMBABWE

GOVERNMENT OF ZIMBABWE

CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE OF THE CONSOLIDATED REVENUE FUND

For the period ended 30 September 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 7 to 16 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 30 September 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 SEPTEMBER 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 SEPTEMBER 2018

	Notes	ACTUAL USD	BUDGET USD	VARIANCE USD	PERCENTAGE VARIANCE %
TAXES ON INCOME	1	188,800,017	186,230,000	2,570,017	1
Tax on goods and services	2	224,849,097	229,411,800	(4,562,703)	(2)
Customs duties	2.1	37,061,749	29,410,000	7,651,749	26
Excise duties	2.2	78,019,696	87,101,800	(9,082,104)	(10)
Value added tax	2.3	109,767,652	112,900,000	(3,132,348)	(3)
OTHER TAXES	3	33,363,824	25,455,001	7,908,823	31
TOTAL TAX REVENUE		447,012,937	441,096,801	5,916,137	1
NON TAX REVENUE	4	42,384,486	18,000,000	24,384,486	135
Revenue from property	4.1	9,771,888	1,687,000	8,084,888	479
Fees, fines, licences and contributions	4.2	32,612,598	16,313,000	16,299,598	100
TOTAL INCOME		489,397,424	459,096,801	30,300,623	7
EXPENDITURE					
Recurrent Expenditure	5	405,385,162	382,409,000	(22,976,162)	(6)
Employment cost	5.1	270,506,656	216,929,000	(53,577,656)	(25)
Civil Service		223,640,746	178,795,000	(44,845,746)	(25)
Grant Aided Institutions		46,865,910	38,134,000	(8,731,910)	(23)
Goods and services	5.2	49,876,825	75,609,000	25,732,175	34
Current transfers	5.3	55,932,139	64,191,000	8,258,861	13
Interest On debt	5.4	29,069,542	25,680,000	(3,389,542)	(13)
Capital Expenditure	6	123,786,929	157,026,000	33,239,071	21
Capital expenditure	6.1	25,044,728	34,586,000	9,541,272	28
Capital transfers	6.2	95,935,559	95,192,000	(743,559)	(1)
Equity participation/net lending	6.3	2,806,642	27,248,000	24,441,358	90
TOTAL EXPENDITURE		529,172,091	539,435,000	10,262,909	2
DEFICIT FOR THE PERIOD		(39,774,667)	(80,338,199)	40,563,532	(50)

**CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR 9 MONTHS TO SEPTEMBER
2018**

	Notes	ACTUAL USD	BUDGET USD	VARIANCE	PERCENTAGE VARIANCE %
TAXES ON INCOME	7	1,253,623,973	1,049,282,000	204,341,973	19
Tax on goods and services	8	2,048,725,079	1,907,455,896	141,269,183	7
Customs duties	8.1	314,928,881	266,034,496	48,894,385	18
Excise duties	8.2	667,365,485	629,621,400	37,744,085	6
Value added tax	8.3	1,066,430,713	1,011,800,000	54,630,713	5
OTHER TAXES	9	280,657,996	245,268,001	35,389,995	14
TOTAL TAX REVENUE		3,583,007,047	3,202,005,897	381,001,151	12
NON TAX REVENUE	10	216,912,715	172,004,000	44,908,715	26
Revenue from property	10.1	25,747,968	14,318,000	11,429,968	80
Fees, fines, licences and contributions	10.2	191,164,746	157,686,000	33,478,746	21
TOTAL INCOME		3,799,919,762	3,374,009,897	425,909,865	13
EXPENDITURE					
Recurrent Expenditure	11	3,700,634,165	3,199,440,287	(501,193,878)	(16)
Employment cost	11.1	2,443,463,634	2,099,133,501	(344,330,133)	(16)
Civil Service		2,020,103,976	1,738,415,725	(281,688,251)	(16)
Grant Aided Institutions		423,359,658	360,717,776	(62,641,882)	(17)
Goods and services	11.2	480,114,769	399,852,039	(80,262,730)	(20)
Current transfers	11.3	562,904,232	539,297,171	(23,607,061)	(4)
Interest On debt	11.4	214,151,530	161,157,576	(52,993,954)	(33)
Capital Expenditure	12	2,770,054,172	813,060,118	(1,956,994,054)	(241)
Capital expenditure	12.1	437,977,326	240,456,849	(197,520,477)	(82)
Capital transfers	12.2	1,863,130,269	360,160,234	(1,502,970,035)	(417)
Equity participation/net lending	12.3	468,946,577	212,443,035	(256,503,542)	(121)
TOTAL EXPENDITURE		6,470,688,337	4,012,500,405	(2,458,187,932)	(61)
DEFICIT FOR THE PERIOD		(2,670,768,575)	(638,490,508)	(2,032,278,066)	318

NOTES TO THE CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE PERIOD ENDED 30 SEPTEMBER 2018

Notes	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
1 TAXES ON INCOME & PROFITS			
Individuals	71,638,196	70,570,000	2
Companies	111,440,186	106,500,000	5
Domestic Dividend and interest	3,463,899	6,630,000	(48)
Other incomes taxes	2,257,736	2,530,000	(11)
Total	188,800,017	186,230,000	1
2 TAX ON GOODS & SERVICES	224,849,097	229,411,800	(2)
2.1 Customs duties			
oil Product			-
Prime&Surtax	37,061,749	29,410,000	26
Total	37,061,749	29,410,000	26
2.2 Excise Duties			
Beer	7,987,570	5,561,000	44
Wines & Spirits	1,824,487	1,620,000	13
Tobacco	2,798,270	21,900,200	(87)
Second Hand Motor vehicles	334,105	290,000	15
Fuels	54,559,429	52,060,000	5
Electric Lamp	12,032	600	1,905
Air-Time	10,503,802	5,670,000	85
Total	78,019,696	87,101,800	(10)
2.3 Value Add Tax			
VAT on domestic goods	94,107,720	79,800,000	18
Imported Goods & Services	44,807,666	33,100,000	35
Refunds	(29,147,734)	-	-
Total	109,767,652	112,900,000	(3)

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
3 OTHER TAXES			
Mining Royalties	11,192,847	7,100,000	58
Vehicle Carbon Taxes	3,540,343	2,930,000	21
Stamp Duties	1,271,755	2,489,906	(49)
Presumptive Tax	441,152	920,834	(52)
Withholding tax on tenders	15,578,399	11,793,438	32
sealing fee and ECTS Fines	134,080	-	-
ATM Levy	404,728	70,823	471
Tobacco Levy	132,246	150,000	(12)
Intermediate money transfer	668,274	-	-
Total	33,363,824	25,455,001	31
4 TOTAL TAX REVENUE	447,012,937	441,096,801	1
4.1 NON TAX REVENUE			
Revenue from Investments & Property			
Govt Property rent	9,771,888	1,687,000	-
Total	9,771,888	1,687,000	479
4.2 Fees, fines, licences and contributions			
Fees: Govtl Dept facilities & services	3,496,002	5,334,000	246
Pension Contribution	21,834,284	10,158,000	352
Gvt Sales, licences	7,331,213	710,000	2,128
Rummage Sale Refunds	(79,269)	-	-
Refunds of Miscellenious Payments from Votes	5,440	19,000	280
Miscellenious	24,928	92,000	88
Total	32,612,598	16,313,000	100
TOTAL NON TAX REVENUE	42,384,486	18,000,000	135
TOTAL REVENUE	489,397,424	459,096,801	7

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
5 EXPENDITURE			
5.1 Recurrent Expenditure	405,385,162	382,409,000	6
Employment cost			
Civil Services Wage Bill	209,745,440	165,755,000	27
PSMAS	10,805,306	10,100,000	7
NSSA	2,900,000	2,900,000	-
Funeral Expenses	190,000	40,000	375
Grant Aided Institutions Wage Bill	46,865,910	38,134,000	23
Total	270,506,656	216,929,000	25
5.2 Goods and Services			
Domestic travel expenses	6,817,508	1,756,000	599
Foreign travel expenses	5,418,391	3,023,000	392
Communication Supplies and Services	992,356	2,876,000	171
Education supplies and services	82,809	1,822,000	11
Medical supplies and services	2,648,453	1,849,000	572
Office supplies and services	1,117,930	1,013,000	297
Training expenses	1,520,263	2,574,000	92
Rentals and other services charges	4,283,890	12,077,000	160
Institutional Provisions	2,295,540	4,693,000	179
Other goods and services	3,076,018	28,639,000	64
Maintenance	3,420,182	4,273,000	405
Programmes and Institutions	18,203,485	11,014,000	622
Total	49,876,825	75,609,000	(34)
5.3 Current Transfers			
Pension	45,500,000	39,800,000	14
Other current transfers:			
Operations	10,353,448	23,264,000	-
Foreign	78,691	1,127,000	(93)
Total	55,932,139	64,191,000	(13)

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
5.4 Interest and Debt			
Foreign:	-	9,380,000	(100)
Domestic interest	29,069,542	16,300,000	78
Total	29,069,542	25,680,000	13
6 Capital Expenditure	123,786,929	157,026,000	(21)
6.1 Capital Expenditure			
Furniture and equipment	1,683,180	5,510,000	(69)
Vehicles, plant and mobile equipment	4,921,705	2,248,000	119
Acqisition of buildings	17,573,140	26,828,000	(34)
Intangible assets	866,703	-	
Feasibility studies	-	-	-
Total	25,044,728	34,586,000	(28)
6.2 Capital transfers			
GMB	95,935,559	95,192,000	1
6.3 Equity participation/Lending			
Zisco Steel	2,806,642	27,248,000	(90)
TOTAL EXPENDITURE	529,172,091	539,435,000	(2)

NOTES TO THE CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR 9 MONTHS ENDED 30 SEPTEMBER 2018

Notes	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
7 TAXES ON INCOME & PROFITS			
Individuals	623,092,130	631,495,000	(1)
Companies	545,406,534	345,000,000	58
Domestic Dividend and interest	59,091,788	50,845,000	16
Other incomes taxes	26,033,520	21,942,000	19
Total	1,253,623,973	1,049,282,000	19
8 TAX ON GOODS & SERVICES	2,048,725,079	1,907,455,896	7
8.1 Customs duties			
oil Product	1,524,057		
Prime & Surtax	313,404,824	266,034,496	18
Total	314,928,881	266,034,496	18
8.2 Excise Duties			
Beer	62,238,645	48,220,000	29
Wines & Spirits	19,537,969	14,895,000	31
Tobacco	23,922,615	38,920,200	(39)
Second Hand Motor vehicles	2,569,051	2,615,000	(2)
Fuels	476,540,049	474,660,000	0
Electric Lamp	12,100	6,200	95
Air-time	82,545,056	50,305,000	64
Total	667,365,485	629,621,400	6
8.3 Value Added Tax			
VAT on domestic goods	812,873,033	711,400,000	14
Imported Goods & Services	392,564,554	300,400,000	31
Refunds	(139,006,874)	-	
Total	1,066,430,713	1,011,800,000	5

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
9 OTHER TAXES			
Mining Royalties	71,200,878	65,700,000	8
Vehicle Carbon Taxes	31,815,203	26,540,000	20
Stamp Duties	9,817,731	23,693,498	(59)
Presumptive Tax	7,307,603	8,298,694	(12)
Withholding tax on tenders	130,587,638	107,047,542	22
sealing fee and ECTS Fines	857,040	-	
ATM Levy	2,965,571	638,267	365
Tobacco Levy	15,289,824	13,350,000	15
Intermediate money transfer	10,816,508	-	-
Total	280,657,996	245,268,001	14

TOTAL TAX REVENUE	3,583,007,047	3,202,005,897	12
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10 NON TAX REVENUE

10.1 Revenue from Investments & Property

Govt Property rent	25,747,968	14,318,000	
Total	25,747,968	14,318,000	80

10.2 Fees, fines, licences and contributions

Fees:Govt Dept facilities & services	40,811,357	58,918,000	(31)
Pension Contribution	110,380,081	91,577,000	21
Govt Sales, licences	39,916,565	6,230,000	541
Rummage Sale Refunds	(285,710)	-	-
Refunds of Miscellenious Payments from Votes	100,582	142,000	(29)
Miscellaneous	241,871	819,000	(70)
Total	191,164,746	157,686,000	21

Total Non Tax Revenue	216,912,715	172,004,000	26
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TOTAL REVENUE	3,799,919,762	3,374,009,897	13
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	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
11 EXPENDITURE			
11.1 Recurrent Expenditure	3,700,634,165	3,199,440,287	(16)
Employment cost			
Civil Services Wage Bill	1,832,061,507	1,619,994,191	(13)
PSMAS	161,432,469	91,971,534	(76)
NSSA	26,100,000	26,100,000	-
Funeral Expenses	510,000	350,000	(46)
Grant Aided Institutions Wage Bill	423,359,658	360,717,776	(17)
Total	2,443,463,634	2,099,133,501	(16)
11.2 Goods and Services			
Domestic travel expenses	19,110,894	9,557,308	(100)
Foreign travel expenses	31,405,561	21,055,543	(49)
Communication Supplies and Services	14,243,580	14,085,505	(1)
Education supplies and services	479,962	7,630,480	94
Medical supplies and services	15,723,906	12,653,787	(24)
Office supplies and services	5,910,224	5,047,600	(17)
Training expenses	6,139,649	11,238,053	45
Rentals and other services charges	60,781,143	66,901,288	9
Institutional Provisions	47,085,992	25,621,679	(84)
Other goods and services	30,152,281	123,383,096	76
Maintenance	31,846,903	23,453,173	(36)
Programmes and Institutions	217,234,674	79,224,527	(174)
Total	480,114,769	399,852,039	(20)
11.3 Current Transfers to grant aided institutions, universities and zimra			
Pension	395,300,000	397,357,000	1
Operations	159,229,256	132,447,487	(20)
Other Cons and stats Appropriations	-	-	
Foreign	8,374,976	9,492,684	12
Total	562,904,232	539,297,171	(4)
11.4 Interest and Debt			
Foreign:	6,310,222	45,220,000	86
Domestic :Interest	207,841,308	115,937,576	(79)
Total	214,151,530	161,157,576	(33)

	ACTUAL USD	BUDGET USD	PERCENTAGE VARIANCE
12 Capital Expenditure			
12.1 Capital Expenditure			
Furniture and equipment	12,602,624	30,281,609	100
Vehicles, plant and mobile equipment	18,732,698	11,962,631	100
Acquisition & Construction of buildings	390,758,568	195,421,514	100
Intangible assets	15,883,436	2,761,095	100
Feasibility studies	-	30,000	100
Total	437,977,326	240,456,849	(82)
12.2 Capital transfers			
Quton, Croco Motors, Higher and Tertiary, GMB	1,863,130,269	360,160,234	(417)
Total	1,863,130,269	360,160,234	(417)
12.3 Equity participation/Lending			
Sakunda, Zisco Steel, Municipalities	468,946,577	212,443,035	(121)
total	468,946,577	212,443,035	(121)
TOTAL EXPENDITURE	6,470,688,337	4,012,500,405	(61)