

## EXECUTIVE STATEMENT OF THE ACCOUNTING OFFICER

This document is prepared through the Guidelines and Policies from central Government, Financial Year Development Plan II (FYDP II 2016/17-2020/21), Ruling Party Manifesto (CCM) (2015-2020), Sustainable Development Goals (SDG's) 2015-2030 and other Government Directives.

For the FY 2016/2017 the council estimated to collect Tshs **23,525,716,000.00** of which Own Source is Tshs 4,542,968,000.00 Block Grant (OC) Tshs 1,909,344,000.00 and PE 13,153,215,000.00. Up to February, 2017 actual collection was Tshs 13,020,077,884.88 which is (55.34%) of the estimates as follows; Own sources Tshs 2,730,525,202.17 (60.10%) Block Grant OC Tshs 255,301,521.00 (10%), PE Tshs 10,034,251,161.71 (50%) and Development 530,116,216.23 (17%).

For the financial year 2017/18, the Council expects to collect and spend a total of Tshs **29,668,871,416.00** as shown below:-

<b>Source of Revenue:</b>	<b>Amount (Tshs)</b>
• Central Government	Tshs.17,915,897,000.00
• Development partners	Tshs. 5,706,651,000.00
• Own Sources	Tshs 5,681,867,136.00
• Community contribution	Tshs 364,456,280.00
<b>Total Revenue</b>	<b>Tshs 29,668,871,416.00</b>

The FY 2017/18 budget has an increase of 12% on Development grants and 25% on the own sources collection in compared to last year's budget.

The funds will be used to implement different activities in the council for the aim of improving access to social and economic services. Some of the areas are; Education, health, water, roads, community development, environment and administration. The expenditure is as shown below;

<b>Expenditure:</b>	
• Personnel Emoluments (PE)	Tshs. 14, 388, 858,000.00
• Own Sources (PE)	Tshs 71, 784,000.00
• Other Charges (OC)	Tshs 3, 184, 641,422.00
• Development	Tshs 12, 095, 371,994.00
<b>Total Expenditure</b>	<b>Tshs 29, 668, 871,416.00</b>

For the FY 2016/17, Mtwara Municipal council managed to improve the infrastructure in the following sectors; Education, Health, Water and Roads all these improved social economic services. However, in the course of implementation the government pulls off property tax from the council at the same time the council didn't receive GPG which to some extent affected provision of social services. Despite of the challenges mentioned, the council managed to tackle some of gaps through own source revenue, the council strive to increase own revenue in order to strengthen its capacity.



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**Mtwara –Mikindani Municipal Council**

**CHAPTER TWO**  
**BUDGET PERFORMANCE REVIEW**

**2.1 PERFORMANCE 2015/2016**

Mtwara Mikindani Municipal council expected to collect a total of Tshs. **20,486,234,000.00** for the fiscal year 2015/2016 from mainly two sources which are own sources and central government (block grants). Up to 30<sup>th</sup> June, 2016 a total of Tshs **17,274,852,995.88** was collected equivalent to **84%** of the total annual approved revenue. Table A Shows the annual approved revenue versus actual collection for each source.

**Table A: ANNUAL APPROVED REVENUE VS ACTUAL COLLECTION**

<b>SOURCE OF REVENUE</b>	<b>ANNUAL APPROVED REVENUE</b>	<b>ACTUAL COLLECTION</b>	<b>%</b>
<b>OWN SOURCE</b>	3,205,204,000.00	2,735,525,995.88	85
<b>BLOCK GRANTS</b>	17,281,030,000.00	14,539,327,000.00	84
<b>Total</b>	<b>20,486,234,000.00</b>	<b>17,274,852,995.88</b>	<b>84</b>

**2.1.2 ANNUAL APPROVED EXPENDITURE VS ACTUAL EXPENDITURE**

For the year 2015/2016, total annual approved expenditure for the council was Tshs **20,486,234,000.00** of which Tshs **16,666,188,700.00** was for recurrent expenditure and Tshs **3,820,045,300.00** was for development expenditure. Total expenditure was Tshs **16,578,343,000.00** of which Tshs **14,606,823,000.00** for recurrent expenditure and Tshs. **1,971,520,000.00** for Development expenditure. Table B below shows the annual approved expenditure versus actual expenditure for the council.

**Table B: ANNUAL APPROVED EXPENDITURE VS ACTUAL EXPENDITURE**

<b>BUDGET CATEGORY</b>		<b>ANNUAL APPROVED EXPENDITURE</b>	<b>ACTUAL EXPENDITURE</b>	<b>%</b>
RECURRENT	<i>PE</i>	13,718,979,000.00	12,822,247,000.00	93.46
	<i>OC</i>	2,947,209,700.00	1,784,576,000.00	60.55
DEVELOPMENT	<i>LOCAL</i>	2,118,693,300.00	1,008,121,000.00	47.58
	<i>FOREIGN</i>	1,701,352,000.00	963,399,000.00	56.63
<b>GRAND TOTAL</b>		<b>20,486,234,000.00</b>	<b>16,578,343,000.00</b>	<b>80.92</b>