

**THE UNITED REPUBLIC OF TANZANIA
MINISTRY OF FINANCE AND PLANNING**



**THE BUDGET EXECUTION REPORT FOR THE THIRD
QUARTER OF THE YEAR 2017/18**

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LIST OF ABBREVIATIONS

ATCL	–	Air Tanzania Corporation Limited
BoT	–	Bank of Tanzania
ENCB	–	External Non Concessional Borrowing
GePG	–	Government Electronic Payment Gateway System
GBS	–	General Budget Support
GDP	–	Gross Domestic Product
LGA	–	Local Government Authorities
MDAs	–	Ministries Departments and Agencies
NPL	–	Non-Performing Loan
OC	–	Other Charges
PAYE	–	Pay as You Earn
REA	–	Rural Electrification Agency
RAS	–	Regional Administrative Secretary
SGR	–	Standard Gauge Railway
TACAIDS	–	Tanzania Commission for AIDS
TRA	–	Tanzania Revenue Authority
USD	–	United State Dollar
VAT	–	Value Added Tax

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Executive Summary

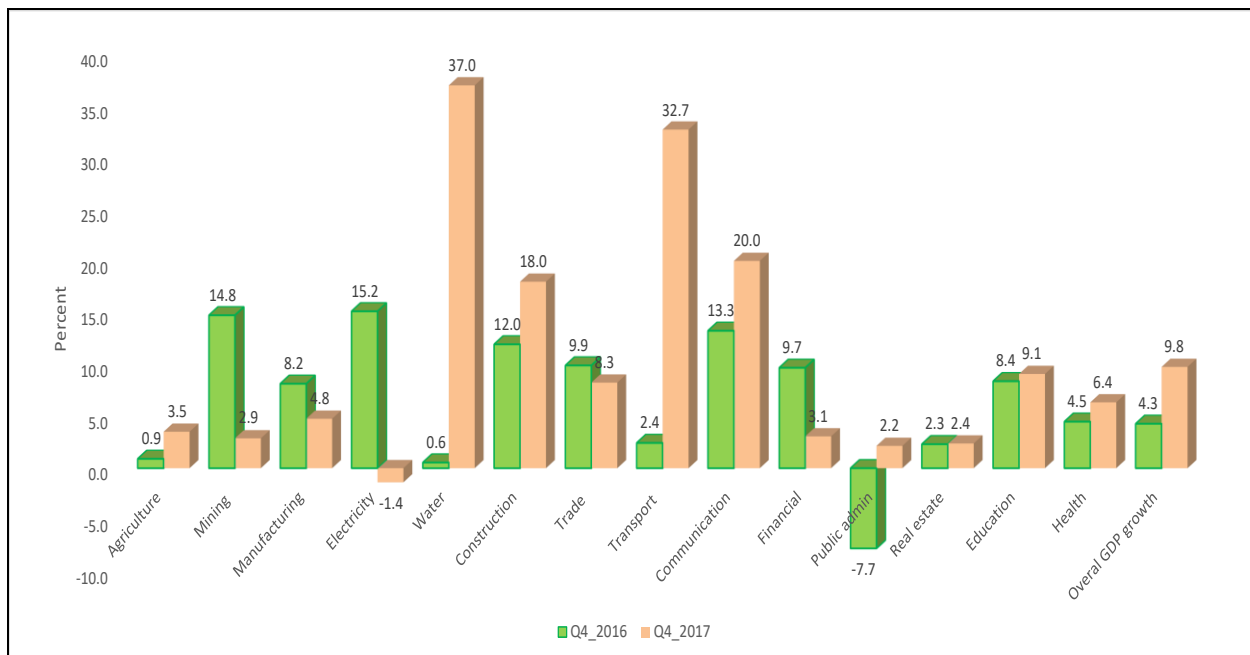
- Real GDP growth in the period between October and December, 2017 was 9.8 percent compared to 4.3 percent observed in the corresponding in 2016/17. Economic activities which recorded impressive performance during the period under review were water (37.0 percent); Transport (32.7 percent); information and communication (20.0 percent); and construction (18.0 percent).
- Headline inflation remained at single digit in the third quarter of 2017/18 averaging at 4.0 percent down from an average of 5.7 in the corresponding quarter in 2016/17. The pattern was supported by general slowdown in the global commodity prices, improved food supply and the monetary and fiscal policy stance.
- During the third quarter of 2017/18, total domestic revenue collections were Shillings 4,762.6 billion, which was 5 percent below the estimate of Shillings 5,005.3 billion. In spite of this shortfall, the collected amount was 14 percent higher when compared to Shillings 4,179.2 billion collected in the corresponding period in 2016/17. On cumulative basis, the collection of domestic revenue for the period of July 2017 – March 2018 was shillings 13,605.9 being 91 percent of the target of collecting shillings 14,969.6 billion and 9 percent increase when compared to the same period in 2016/17.
- Government spending for the period between July, 2017 and March 2018 amounted to Shillings 16,846.8 billion, being 67.0 percent of the cumulative target of Shillings 25,145.2 billion. Out of this, Shillings 13,361.6 billion were recurrent expenditure and Shillings 3,485.2 billion were development expenditure.
- During the period ending March, 2018, public debt stock amounted to Shillings 49,888.55 billion equivalent to an increase of 16.3 percent compared to Shillings 42,883.59 billion as at end March 2017. Out of this, domestic debt stock was Shillings 14,158.63 billion compared to Shillings 12,073.68, and external debt stock was Shillings 35,729.92 billion compared to Shillings 30,809.91 billion as at end March, 2017.

1.0 Recent Macroeconomic Performance

1.1 Economic Performance

The Gross Domestic Product (GDP) for the period, October – December 2017 at current prices in absolute terms was shillings 29,541.3 billion compared to shillings 26,001.8 billion recorded in the corresponding quarter of 2016. Meanwhile, GDP at 2007 constant prices for the fourth quarter of 2017 was shillings 12,692.9 billion compared to shillings 11,561.7 billion recorded in the corresponding quarter of 2016. The real GDP growth was 9.8 percent compared to 4.3 percent observed in the corresponding quarter of 2016. Economic activities that recorded impressive performance during the review period were water (37.0 percent); Transport (32.7 percent); information and communication (20.0 percent); and construction (18.0 percent).

Chart 1.1: Quarterly Sectoral Performance

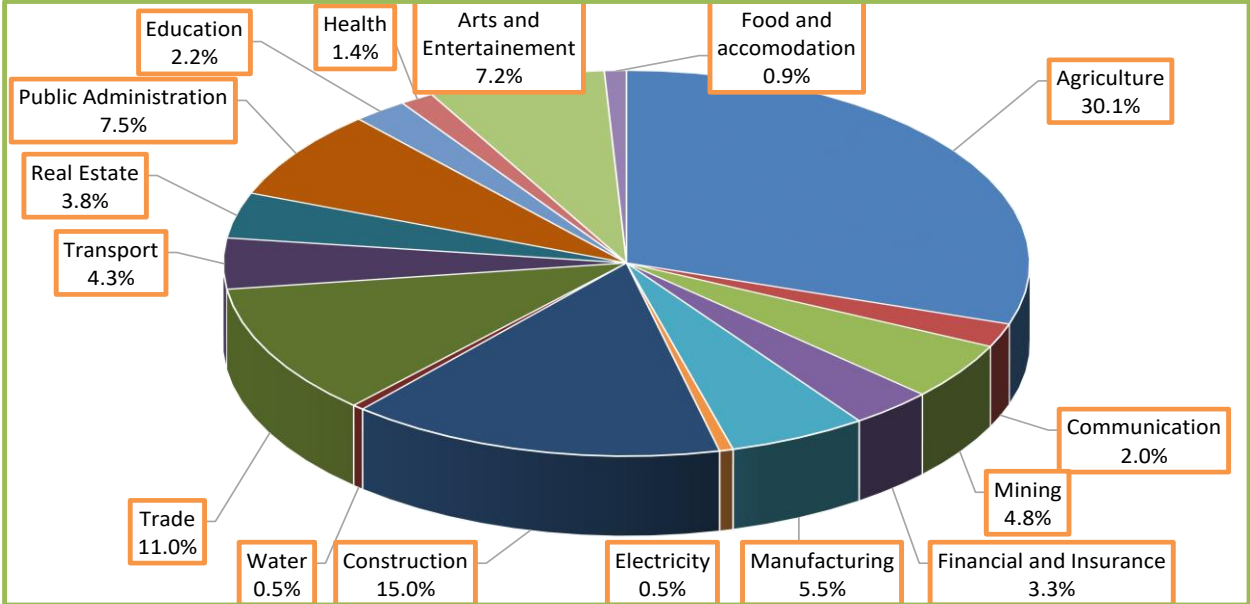


Source: Ministry of Finance and Planning

The overall GDP growth in 2017 averaged at 7.1 compared to a growth of 7.0 registered in 2016. The growth was attributed to the implementation of infrastructure projects including water, energy, road, railway and airport infrastructure in conjunction with the increase in production of some minerals such as diamond and coal and improved agriculture sector performance. Economic activities which recorded highest growth during the period under review include: mining and quarrying (17.5 percent); water supply (16.7 percent); transport and storage (16.6 percent); information and communication (14.7 percent); and construction 14.1 percent. In addition, the rate of

growth of agriculture sector which employs about 66.3 percent of the population and account for 30 percent share to GDP increased by 3.6 percent in 2017 compared to 2.1 percent recorded in 2016. However, the rate of growth of some economic activities decelerated such as financial and insurance services and public administration. The share of economic activities to GDP is as indicated in **Chart 1.2** below.

Chart 1.2: The Share of Economic Activities to GDP

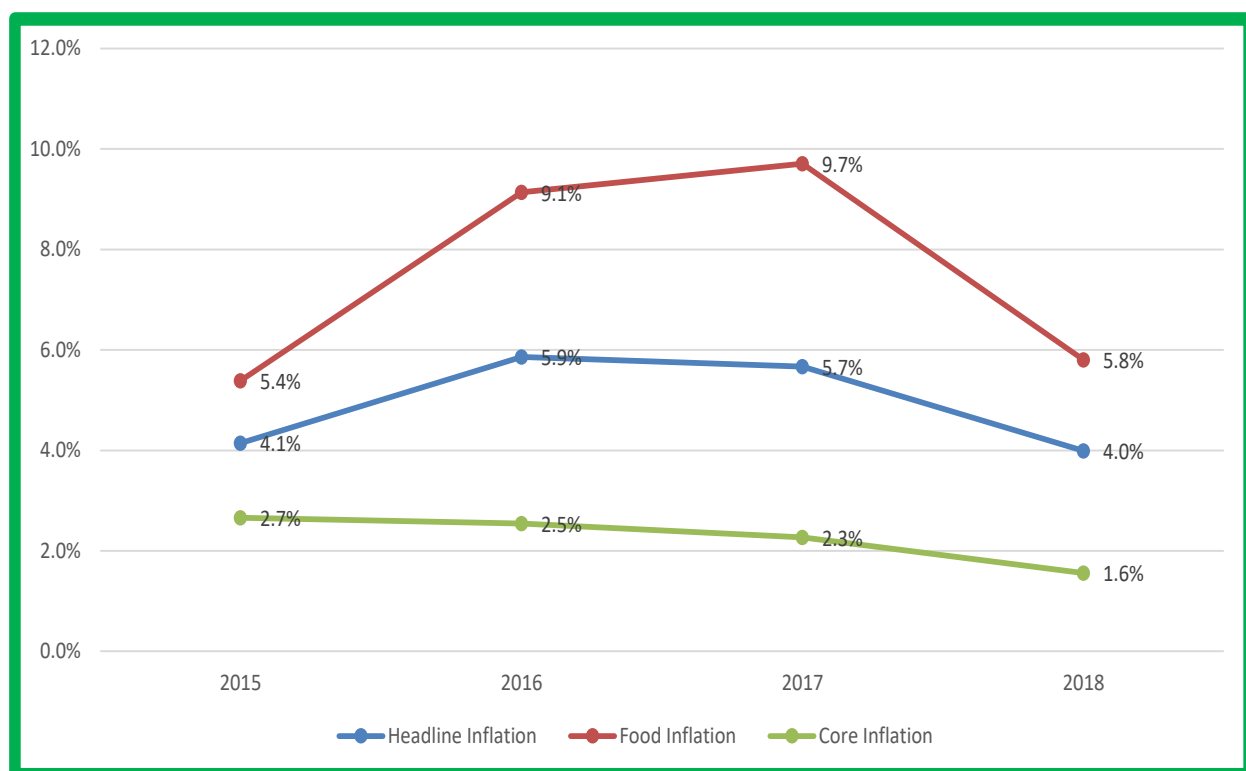


Source: Ministry of Finance and Planning

1.2 Inflation

Headline inflation remained at single digit in the third quarter of 2017/18 averaging at 4.0 percent down from an average of 5.7 in the corresponding quarter in 2016/17. The impressive pattern was supported by general slowdown in the global commodity prices, particularly oil prices, improved food supply in the domestic market and neighboring country markets and the monetary and fiscal policy stance. This was manifested by significant slowdown in food inflation to an average of 5.8 percent from 9.7 percent in the corresponding quarter of 2016/17. Core inflation also portrayed similar pattern for the period under review, supported by prudent implementation of monetary policy.

Chart 1.3: The Average Inflation in the Third Quarter (January – March, 2018)



Source: Ministry of Finance and Planning

1.3 Interest Rates Development

During the period January to March 2018, the Government sustained an accommodative monetary policy stance that was adopted since the second half of 2016/17. This policy stance was implemented to support the broader economic activities and stimulate growth of credit to the private sector, which was at its record low. The policy measures taken, aimed at improving liquidity conditions in the money market, with overall interbank cash market rate declining to an average rate of 1.71 percent in March 2018 from 8.16 percent recorded in the similar period in 2017. However commercial banks' lending rates remained high mainly due to high risk premium reflected by a surge in non-performing loans. The overall commercial banks' lending rate increased to 17.51 percent in March 2018 from 17.36 percent in the similar period in 2017. In the same period, overall time deposits interest rate declined to 8.57 percent from 10.89 percent. Further, the one year interest rate spread increased from 6.05 percent in March 2017 to 8.62 percent in March 2018.

Table 1: Selected Bank Interest Rates (Percent)

	Mar-17	Apr-17	May-17	Jun-17	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18
Overall Interbank cash market rate	8.16	7.39	7.23	4.91	4.92	4.87	4.93	3.72	3.46	3.26	3.00	1.97	1.71
Overall Time Deposits Rate	10.89	10.32	10.14	10.31	10.56	10.17	9.80	9.77	9.60	9.62	9.50	8.91	8.57
12 months Deposits Rate	12.03	12.14	11.99	12.14	11.89	11.69	11.65	11.30	11.27	10.86	10.77	10.09	9.92
Negotiated Deposit Rate	12.75	12.59	12.93	12.73	12.51	11.82	10.62	10.30	11.11	11.10	10.90	10.40	10.19
Overall Lending rate	17.36	18.10	17.81	17.61	17.84	18.03	18.65	17.68	17.63	18.62	18.31	17.27	17.51
Short-term (up to 1year)	18.07	17.99	19.44	18.45	19.18	19.09	18.90	18.86	18.17	18.47	18.65	18.01	18.54
Negotiated Lending Rate	17.25	15.30	16.85	14.71	15.20	17.38	17.91	17.72	17.08	16.82	15.88	16.20	16.47
Spread between short-term lending and one-year time deposit rates	6.05	5.85	7.45	6.32	7.29	7.40	7.26	7.56	6.90	7.62	7.88	7.92	8.62

Source: Bank of Tanzania

1.4 Money Supply and Credit to Private Sector

Extended broad money supply (M3) picked up to 8.4 percent in March 2018 from the historical low of 1.7 percent recorded in February 2017 and 4.3 percent in March 2017. Meanwhile, annual growth of credit to the private sector continued to recover slowly, reaching 1.2 in March 2018 from the negative growth rates recorded in September and October 2017. The slow growth of credit to private sector was partly exacerbated by increase in the ratio of non-performing loans to gross loans, which reached 11.5 percent in March, 2018 compared to 10.6 percent recorded at the end of June 2017. The Government continued to institute measures to reverse the NPLs trend including making use of credit report mandatory during loans approval process, directing all banks and financial institutions to develop and implement strategies that strengthen credit application processing, credit management, monitoring and recovery measures.

1.5 Exchange Rate

During the period January to March 2018, the Tanzania Shilling continued to be stable, albeit recording a slight depreciation against the US dollar. The exchange rate of the Shilling against US dollar was 2,248.6 per US dollar in March, 2018 compared to Shillings 2,223.92 per US dollar recorded in March 2017, equivalent to an annual depreciation of 1.1 percent against the US dollar. This trend was driven mostly by improvement of foreign exchange market and implementation of prudent fiscal and monetary policies.

2.0 Government Operation

2.1 Revenue

During the third quarter of 2017/18, total domestic revenue collections were Shillings 4,762.6 billion, which was 5 percent below the estimate of Shillings 5,005.3 billion. In spite of this shortfall, the collected amount was 14 percent higher when compared to Shillings 4,179.2 billion collected in the corresponding period in 2016/17. On cumulative basis, the collection of domestic revenue for the period of July 2017 – March 2018 were Shillings 13,605.9 being 91 percent of the target of collecting Shillings 14,969.6 billion and 9 percent increase when compared to the same period in 2016/17.

Out of the total collections, tax revenue collections amounted to Shillings 11,469.3 billion, which is 89 percent of the target of collecting Shillings 12,954.8 billion. The Non-tax revenue were Shillings 1,739.4 billion against the estimate of Shillings 1,493.6 billion, equivalent to 116 percent. LGAs own source were Shillings 397.2 billion against the target of Shillings 521.2 billion equivalent to 76 percent. The main causes of underperformance include; decrease in value of the importation of both the intermediate and capital goods as well as petroleum products; decrease in production of spirits, beer and soft drinks; and retrenchment made by some big employers particularly in the mining sector, aimed at reducing operational cost.

2.2 Revenue by Source

2.2.1 Taxes on Imports

During the third quarter of 2017/18, collections on imports taxes and duties were Shillings 1,060.3 billion, which is 84 percent of estimated Shillings 1,259.1 billion. This was 11 percent higher when compared to the similar period in 2016/17. On cumulative basis, collections on imports taxes and duties for the three quarters of 2017/18 were Shillings 3,181.3 against the target of Shillings 3,788.7, equivalent to 84 percent of the target.

All import taxes and duties performed below the projections for the period under review, whereby import duty collections were Shillings 804.2 billion, which is 84 percent of the target of Shillings 955.2 billion; and excise on petroleum imports were Shillings

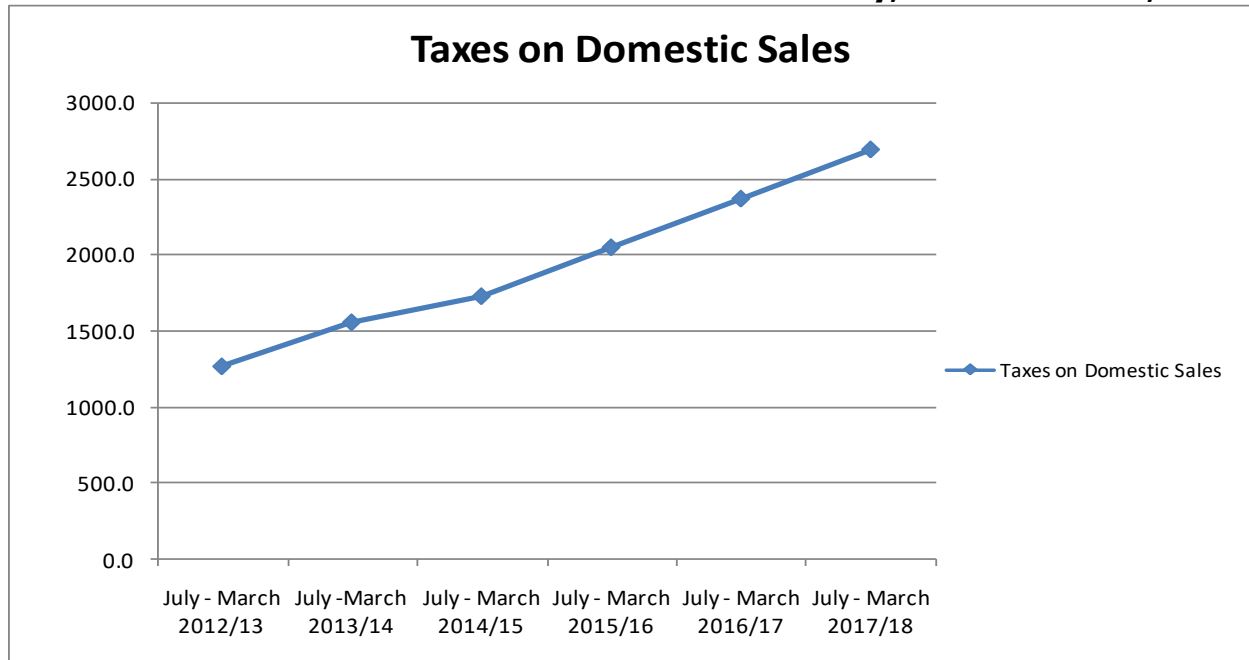
762.2 billion against the target of Shillings 885.2 billion, or 86 percent of the target. VAT on non-petroleum imports were Shillings 1,500.7 which is equivalent to 89 percent of the estimates of Shillings 1,692.6 billion. Under performance was due to decrease in value of the importation of both the intermediate and capital goods as well as petroleum products.

2.2.2 Taxes on Domestic Sales

Actual tax collection from domestic sales increased by 8 percent during the third quarter of 2017/18 to Shillings 873.6 billion from Shillings 805.4 billion collected in the corresponding period in 2016/17. This collection is 87 percent of the target of collecting Shillings 1,004.2 billion. On cumulative basis, actual tax collection from domestic sales increased by 14 percent to Shillings 2,686.4 billion from Shillings 2,364.1 billion collected in the corresponding period in 2016/17, and 86 percent of the target of collecting Shillings 3,116.5 billion.

Out of the total domestic sales tax, the excise duty were Shillings 781.7 billion, which was 90 percent of the target of collecting Shillings 864.8 billion while VAT on domestic sales amounted to Shillings 1,904.8 billion which was 85 percent of the target of collecting Shillings 2,251.7 billion and 15 percent higher compared to the corresponding period in 2016/17. Underperformance was due to decrease in production by the manufacturing companies of beer and soft drinks and low season that was observed in the tourism sector which affected the performance of VAT for the period.

Chart 2.1: Trend of Tax on Domestic Sales from July, 2017 – March, 2018

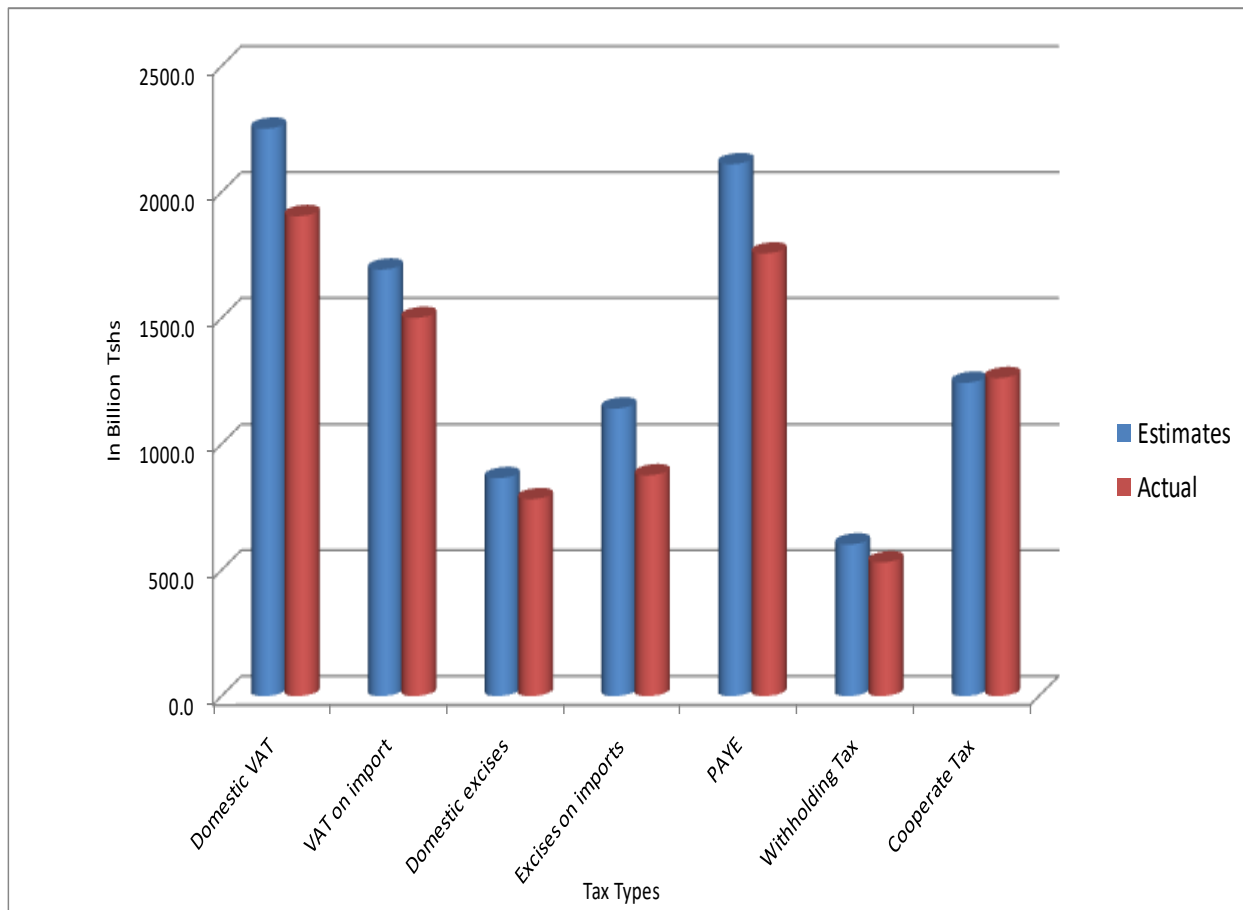


Source: Ministry of Finance and Planning

2.2.3 Income Tax

The overall income tax collections during the third quarter of 2017/18 were Shillings 1,377.4 billion, which was 95 percent of the target of collecting Shillings 1,454.2 billion. This was an increase of 17 percent compared to collections registered in the same period in 2016/17. On cumulative basis, for the three quarters of 2017/18, collections of income tax were Shillings 3,909.7 billion which was 91 percent of the target of collecting Shillings 4,305.7 billion and an increase of 12 percent when compared to the similar period in 2016/17. Income tax constituted 34.1 percent of total tax revenue and 28.7 percent of total domestic revenue. Under performance was observed in PAYE and withholding Tax. During the period under review, PAYE performed at 83 percent largely due to some big employers particularly the mining sector retrenched a significant number of employees and closure of some mining operations. Similarly, the underperformance of the withholding tax was caused by slowdown of exploration activities from Oil and Gas.

Chart 2.2: Revenue Performance by Major Tax Item July, 2017 – March, 2018

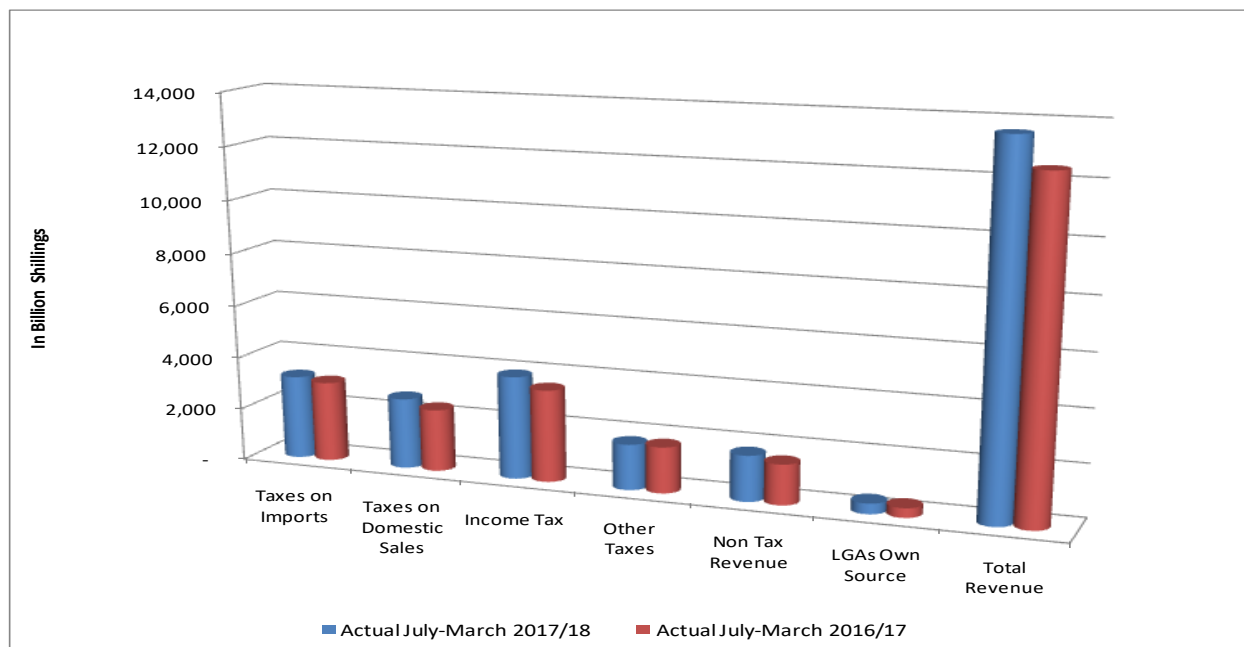


Source: Ministry of Finance and Planning

2.2.4 Other taxes

During the third quarter of 2017/2018, actual collections from this category amounted to Shillings 529.8 billion, which was 85 percent of the period estimate and 9 percent less compared to the similar period in 2016/17. On cumulative basis, Shillings 1,732.2 billion were collected, equivalent to 90 percent of the target of Shillings 1,925.0 billion and one percent less compared to the amount collected in the same period in 2016/17. Out of that, Railway Development Fund amounted to Shillings 165.5 billion, equivalent to 94 percent of the estimate; and National Water Development Fund were Shillings 117.5 billion, equivalent to 96 percent of the estimate. In addition, Fuel Levy were Shillings 618.8 billion equivalent of 88 percent of the period target.

Chart 2.3: Domestic Revenue Performance July – March 2017/18 Compared to July – March 2016/17

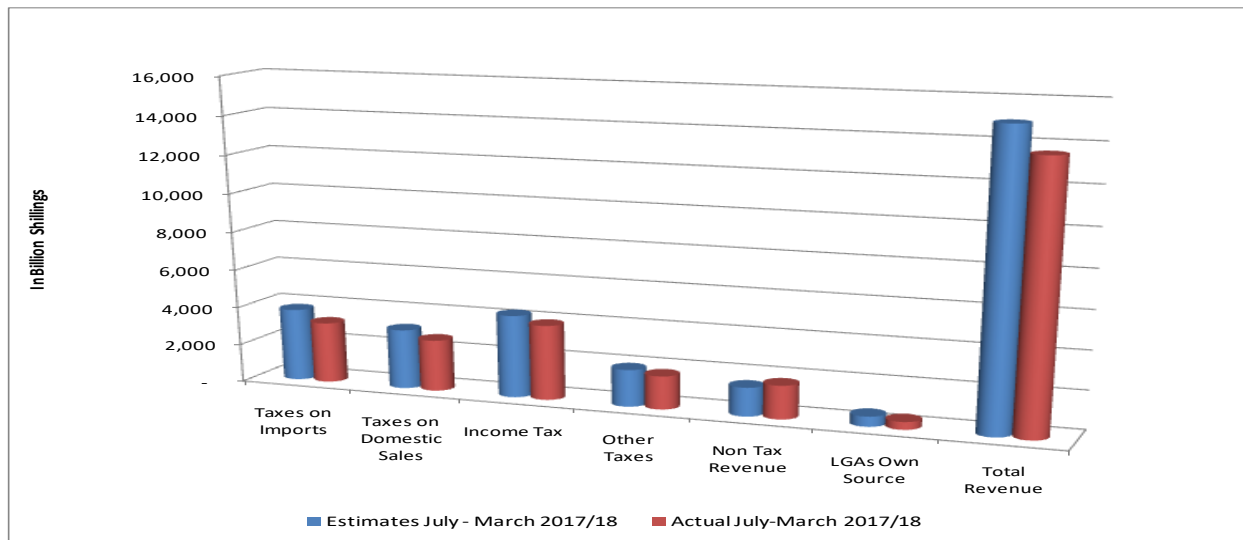


Source: Ministry of Finance and Planning

2.2.5 Non tax revenue

Collections of non-tax revenue in the third quarter of 2017/18 were Shillings 784.8 billion, which was 141 percent of the targeted collection of Shillings 557.2 billion, an increase of 46 percent when compared to the same quarter in 2016/17. On cumulative basis, total non tax collections for the period of July 2017 to March 2018 were Shillings 1,739.4 billion which was 116 percent of the target of Shillings 1,493.6 billion and 14 percent higher when compared to the same period in 2016/17. The observed good performance in the collection of non tax revenue was due to Government’s efforts to ensure all institutions which collect non tax revenue use the Government Electronic Payment Gateway System (GePG). On the other hand, collections of LGAs own source were Shillings 397.2 billion, which was 76 percent of the target of Shillings 521.2 billion for the three quarters of 2017/18.

Chart 2.4: Domestic Revenue Performance July – March 2017/18 Compared to Estimates



Source: Ministry of Finance and Planning

2.3 Expenditure Policies and Performance

2.3.1 Overall Third Quarter Expenditure Performance

During the third quarter of 2017/18 expenditure policies remained at aligning the third quarter revenue targets with expenditure priorities and management of public expenditure through enforcement of the Budget Act No. 11 of 2015. The Government spending for the quarter under review amounted to Shillings 6,391.6 billion which is equivalent to 70.9 percent of the quarter target of Shillings 9,009.1 billion. The spending in this period slightly increased by 1.3 percent when compared with Shillings 6,308.5 billion recorded in the second quarter, mainly on account of improved performance in overall revenue collection.

Out of the total third quarter spending; Shillings 4,801.9 billion were recurrent expenditure, equivalent to 85.9 percent of the quarter target of Shillings 5,591.8 billion and Shillings 1,589.7 billion were development expenditure, which was 46.5 percent of the planned target of Shillings 3,417.3 billion. This performance was much better compared with the execution rate of 30.4 percent recorded in the second quarter mainly due to an improved performance in some of the revenue sources.

The Government spending on wages and salaries during the third quarter were Shillings 1,728.6 billion which was equivalent to 93.2 percent of the quarter projection of Shillings 1,854.1 billion, while expenditure on Other Charges (OC) were Shillings 986.5 billion, equivalent to 75.1 percent of the quarter target of Shillings 1,314.2 billion. The below target execution of wages and salaries is mainly due to unpaid salaries resulted from incomplete recruitment of new employees and delayed promotions of employees in the third quarter. The expenditure on debt service amounted to Shillings 2,086.5 billion which was equivalent to 81.8 percent of the quarter estimates of Shillings 2,549.2 billion.

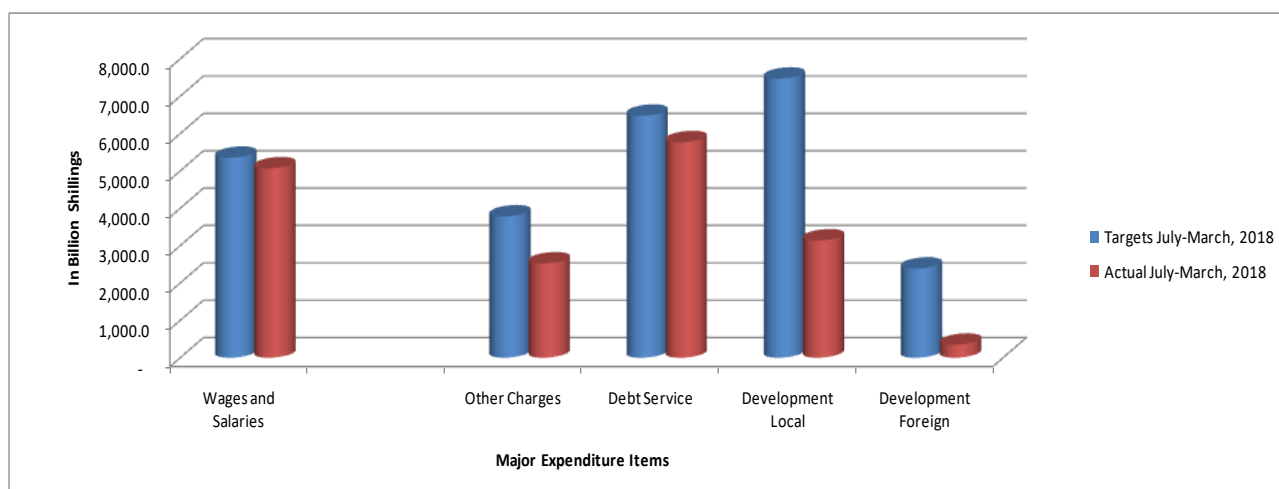
The third quarter spending on development budget component amounted to Shillings 1,589.6 billion which was 46.5 percent of the target of Shillings 3,417.3 billion. Out of this amount, Shillings 1,446.3 billion were local development component, equivalent to 54.9 percent of the quarter target of Shillings 2,635.7 billion while Shillings 143.7 billion were foreign component, equivalent to 18.3 percent of the quarter projection of Shillings 781.7 billion. The underperformance in development budget execution especially the foreign component was due to under realization of External Non-Concessional Borrowing (ENCB) and Development Partners' delays in disbursements of funds as well as revenue shortfalls from some domestic revenue sources.

On the other hand, cumulative Government spending for the period between July, 2017 and March, 2018 amounted to Shillings 16,846.8 billion or 70.0 percent of the cumulative target of Shillings 25,145.2 billion. Out of this, Shillings 13,361.6 billion were recurrent expenditure equivalent to 87.4 percent of the target of Shillings 15,290.9 billion and Shillings 3,485.2 billion were development expenditure, which was 35.4 percent of the target of Shillings 9,854.3 billion. The cumulative spending on wages and salaries amounted to Shillings 5,068.5 billion, which was 94.7 percent of the cumulative target of Shillings 5,351.8 billion, while expenditure on other charges were Shillings 2,523.8 billion or 66.7 of the cumulative target of Shillings 3,782.3 billion. The debt service cumulative spending for the period under review were Shillings 5,769.0 billion which was equivalent to 89.1 percent of the projection of Shillings 6,476.5 billion.

With regard to development budget, total spending on locally financed component up to March, 2018 amounted to Shillings 3,138.6 billion which was 42.0 percent of the period target of Shillings 7,469.8 billion while execution on foreign development component were Shillings 346.9 billion equivalent to 14.5 percent of the cumulative target of Shillings 2,384.6 billion.

Transfers to Local Government Authorities for the period ending March, 2018 were Shillings 3,543.1 billion; of which wages and salaries were Shillings 2,557.0 billion; development funds Shillings 521.5 billion; own revenue sources Shillings 316.3 billion and other charges Shillings 148.3 billion. The cumulative performance by major expenditure items is presented in **Chart 2.5**.

Chart 2.5: Spending (July 2017 –March 2018) Performance by Major Expenditure Items



Source: Ministry of Finance and Planning

2.3.2 Expenditure Performance by Economic Classification

The cumulative (July 2017 to March 2018) budget execution by economic classification indicated the interest payments enjoyed the highest absorption rate of 74.2 percent against the budget allocated for the year, consistent with Government’s commitment to honour contractual obligations. Other classes which experienced higher execution rate are social security benefits (73.5 percent), debt repayment (67.1 percent) and

compensation of employees (63.5 percent). The cumulative expenditure performance recorded by each category is **shown in Table 2**.

Table 2: Expenditure Performance (July 2017 - March 2018) by Economic Classification

Description	Revised Budget	Cummulative Exp. (July, 2017- March, 2018)	Percentage
Compensation of Employees	4,152,357,163,684	2,635,237,189,865	63.5
Use of Goods and Services	2,196,705,977,394	1,012,166,812,438	46.1
Interest Payments	1,991,916,336,300	1,478,988,416,253	74.2
Subsidies	465,705,834,118	79,307,087,502	17.0
Grants	14,467,960,215,583	6,611,096,979,014	45.7
Social Security Benefits	425,976,301,014	313,095,449,448	73.5
Other Expenses	443,247,070,421	197,847,989,031	44.6
Debt Repayment	6,390,160,632,569	4,290,044,207,454	67.1
Net/Gross Investment in Nonfinancial Assets	1,177,956,350,917	228,998,654,747	19.4
TOTAL	31,711,985,882,000	16,846,782,785,752	53.1

Source: Ministry of Finance and Planning

2.3.3 Expenditure Performance by Administrative Classification

The Government expenditure performance by Administrative Classification presents execution of budget at Vote level. The recurrent budget execution during the third quarter indicated an overall absorption rate of 85.9 percent. This performance is reasonably better than the development budget performance due to the fact that most of recurrent budget spending were financed by domestic revenues which are more realistic than other sources of revenue. The top five (5) recurrent budget spending performers were: The Prime Minister (97.6 percent); President's Office and Cabinet Secretariat (94.1 percent); Public Debt and General Services (92.9 percent); Ministry of Home Affairs – Police Force (92.6 percent) and Ministry of Home Affairs – Prisons Services (92.0 percent).

On development budget, many Votes continued to experience low performance in the third quarter, though there was significant improvement in overall execution when compared to the second quarter. The overall execution of development budget in the third quarter was 46.5 percent, which is 14.1 percent higher when compared to the

absorption rate of 30.4 percent achieved in the second quarter. This performance was mainly contributed by an improved execution of locally financed development budget component which was 54.9 percent of the quarter planned expenditure targets. Nevertheless, the foreign financed development budget component continued to experience low execution rate of 18.3 percent. The underperformance in foreign financed development budget is mainly attributed to low disbursement of aids and grants and under realization of both concessional and non-concessional borrowing.

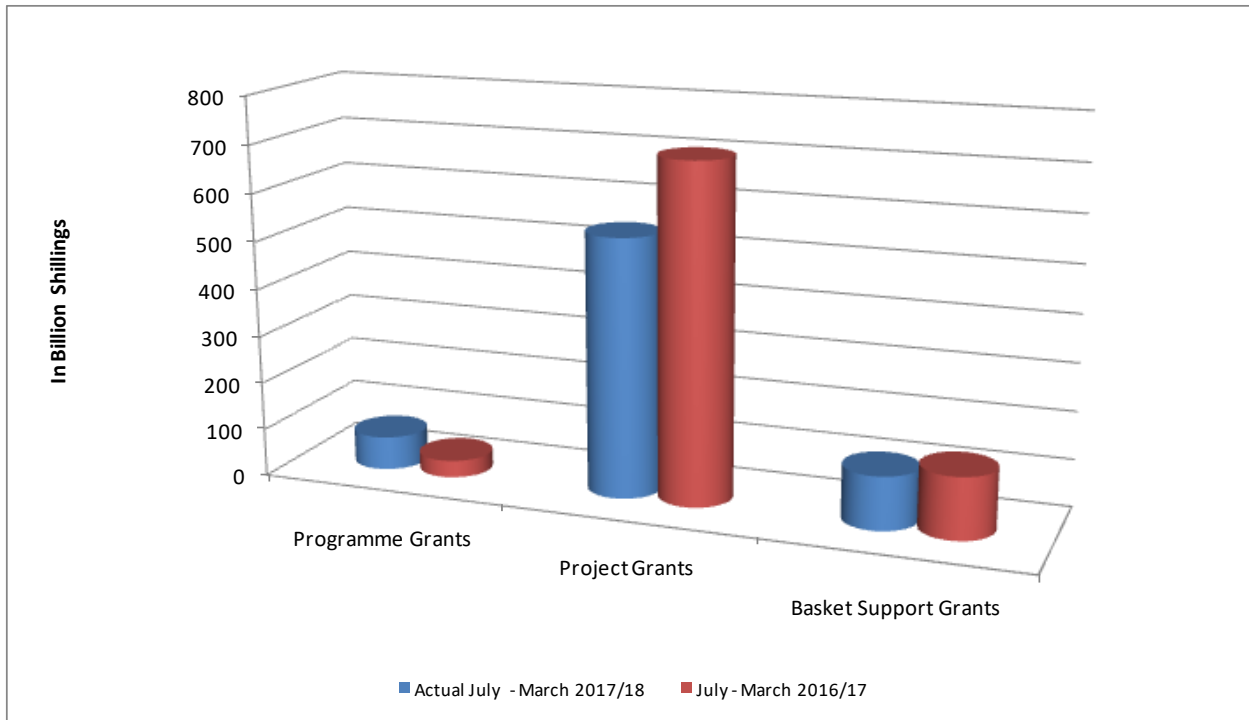
The Votes which registered reasonably better performance in execution of development budget during the third quarter were: Ministry of Water and Irrigation (66.5 percent); Ministry of Education, Science and Technology (63.4) percent); and Ministry of Works, Transport and Communication - Works Section (63.2 percent).

2.4 Grants

Projections of grants and external concessional loans in 2017/18 amounted to Shillings 3,971.1 billion, of which Shillings 941.3 billion were for General Budget Support (GBS); Shillings 556.1 billion were for Basket Funds and Projects Funds amounted to Shillings 2,473.7 billion.

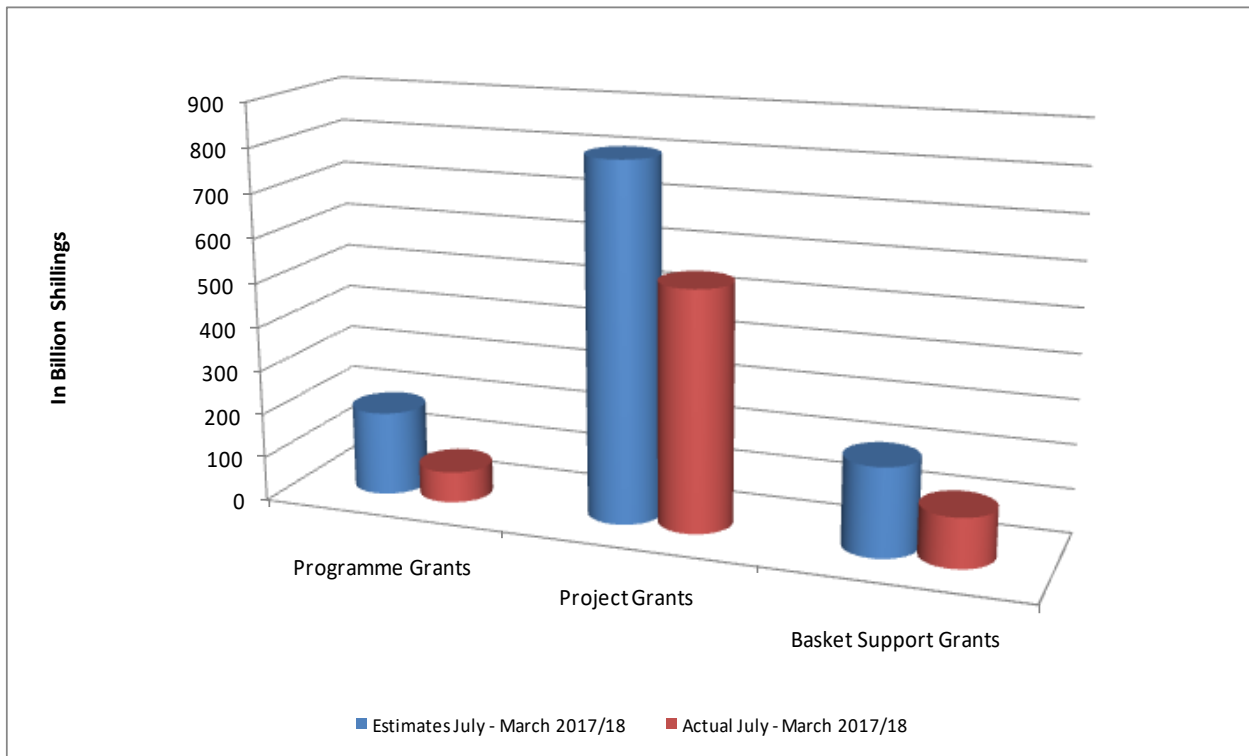
Grants received for the third quarter of 2017/18 were Shillings 144.2 billion equivalent to 52.3 percent of the estimated amount of Shillings 275.7 billion and an increase of 12.2 percent compared to the same period in 2016/17. On cumulative basis, total disbursement of grants amounted to Shillings 723.4 billion equivalent to 60.6 of the estimate of Shillings 1,194.6 billion and a decrease of 16.8 percent compared to grants disbursed in the same period in 2016/17. Out of the total grants, General budget support were Shillings 70.4 being 36.9 percent of estimates, project grants were Shillings 541.4 which was 67.3 percent of estimates and basket funds amounted to Shillings 111.9 billion, equivalent to 55.8 percent of estimates.

Chart 2.6: Foreign Grants July – March 2017/18 and July – March 2016/17



Source: Ministry of Finance and Planning

Chart 2.7: Foreign Grants July – March 2017/18 Estimates Vs Actual



Source: Ministry of Finance and Planning

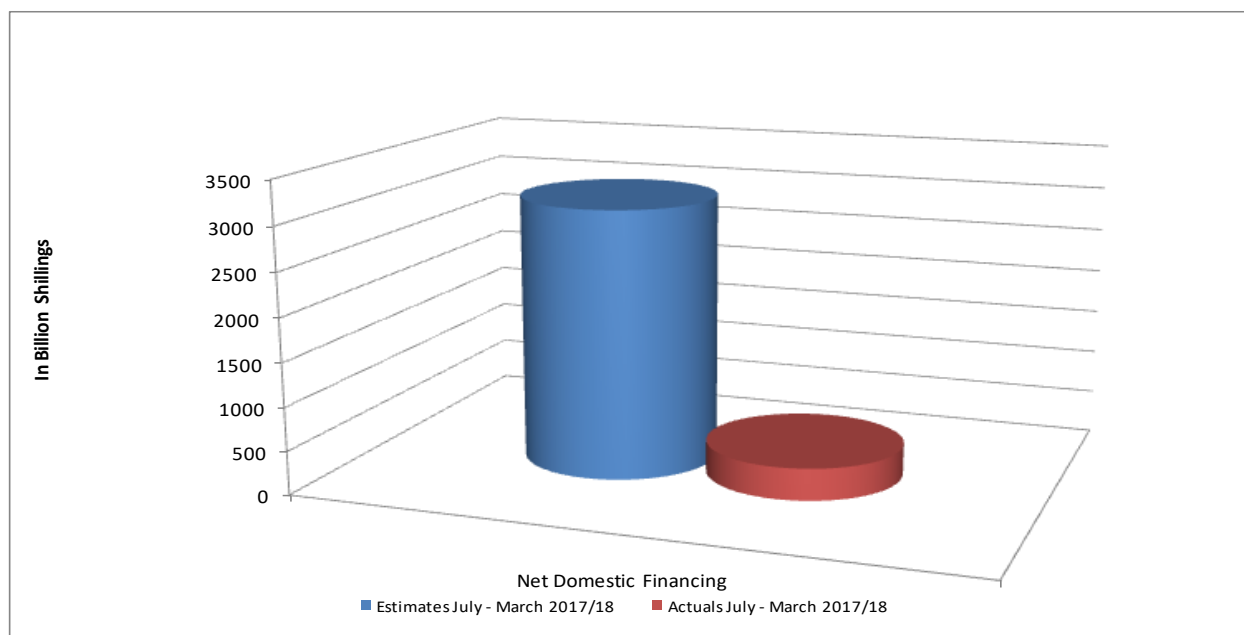
2.5 Financing

Total financing during the three quarters of 2017/18 were Shillings 977.6 billion against the target of borrowing Shillings 2,202.7 billion, equivalent to 44.4 percent. The disbursement during the period included Shillings 452.6 billion for projects, being 134.4 percent of estimates; and Shillings 71.1 billion for basket loans which was 64.3 percent of estimates.

2.5.1 Domestic Financing

In 2017/18, the Government envisages to borrow Shillings 6,168.9 billion from domestic markets through treasury bills and bonds. Out of which, Shillings 4,948.2 billion were for rollover of maturing Government securities and Shillings 1,220.7 billion being new loans for financing development expenditure. As of March 2018, the Government borrowed Shillings 4,560.9 billion from the domestic market which was 74 percent of the target. Out of this amount, Shillings 3,806.0 billion were for payment of matured Treasury Bills and Bonds (rollover) and Shillings 754.9 billion were new loan for financing various development projects. In addition, the loans from this source were directed to clear some verified arrears for road, energy and water contractors.

Chart 2.8: Domestic Financing July – March 2017/18 Estimates Vs Actual

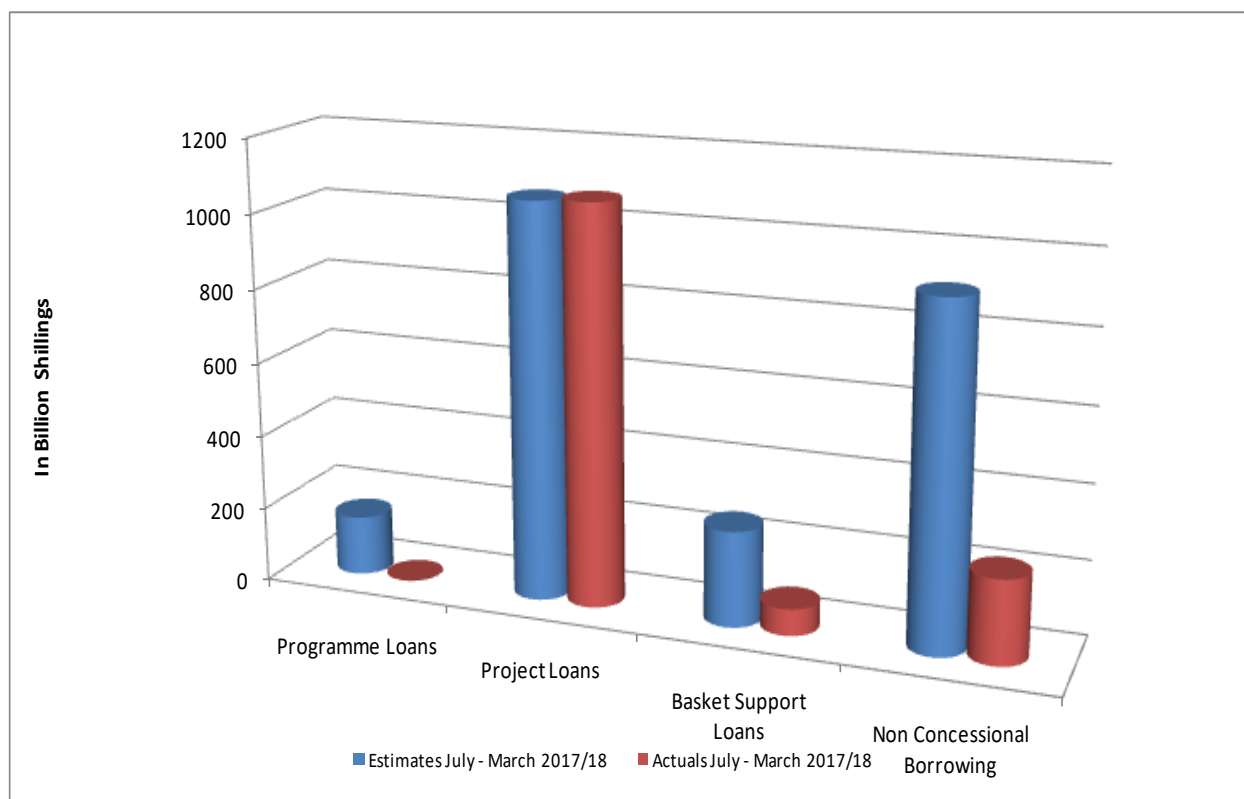


Source: Ministry of Finance and Planning

2.5.2 Foreign Financing

Total foreign financing during the period July 2017 to March 2018 were Shillings 1,366.9 billion being 57.2 percent of estimates. Disbursements were Shillings 1,071.2 billion for project loans and Shillings 71.1 billion for basket loans, equivalent to 100.6 percent and 27.7 percent respectively. The Government planned to borrow Shillings 1,595.0 billion from external non concessional sources to finance development projects. Up to March 2018, a total of Shillings 224.6 billion were raised from this source and negotiations with other commercial banks are at an advanced stage in order to raise the remaining balance.

Chart 2.9: Foreign Financing July – March 2017/18 (Estimates Vs Actual)



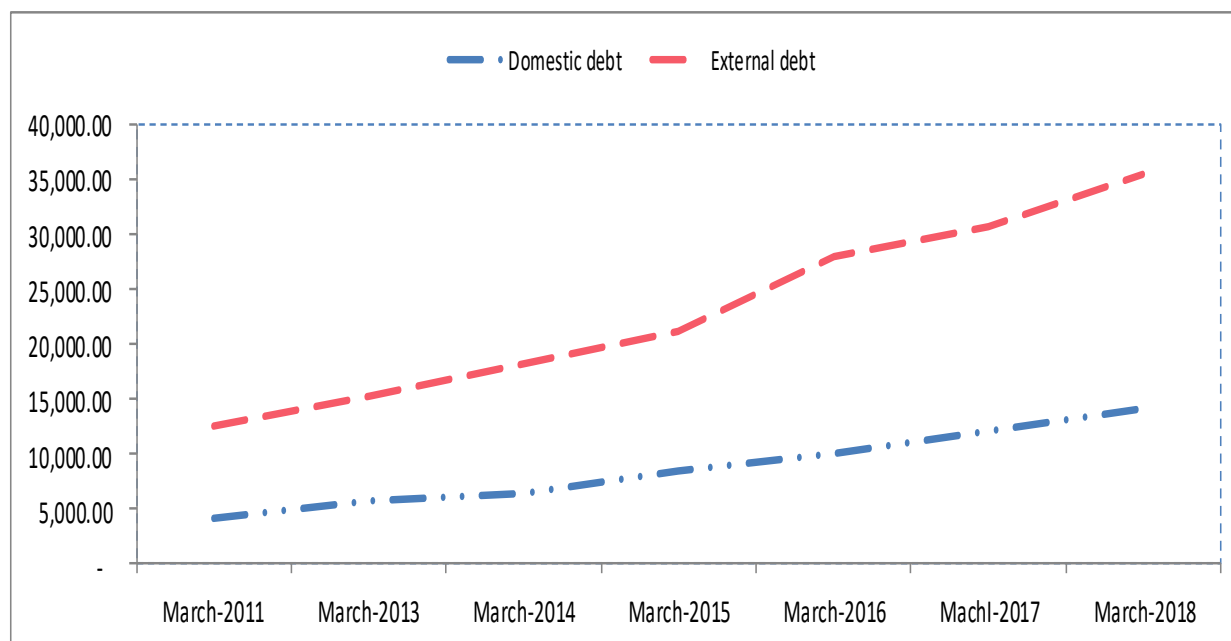
Source: Ministry of Finance and Planning

3.0 Public Debt Development

As of end March 2018, public debt stock amounted to Shillings 49,888.55 billion equivalent to an increase of 16.3 percent compared to Shillings 42,883.59 billion as at end March 2017. Out of this, domestic debt stock was Shillings 14,158.63 billion compared to Shillings 12,073.68 and external debt stock was Shillings 35,729.92 billion

compared to Shillings 30,809.91 billion. The increase was due to new disbursement for funding development projects, accumulation of interest arreas and depreciation of Tanzania’s Shilling against USD.

Chart 3.1: Trend of Public Debt Stock for the Period Ending March 2011 - March, 2018 (Tsh Billion)



Source: Ministry of Finance and Planning

3.1 External Debt

As at end March 2018, External debt stock amounted to USD 15,811.30 million compared to USD 13,783.90 million as at end March 2017, equivalent to an increase of 14.7 per cent. The increase was attributed to new disbursement and accumulation of interest arrears notably from non Paris club countries which have not yet provided the relief in accordance to Paris Club terms.

The analysis of external debt stock by creditor category showed that, major creditors are multilateral organisations which accounted for 59.3 per cent of total external debt, commercial terms creditors accounted for 28.6 per cent and bilateral creditors accounted for 12.1 per cent. The Government has been borrowing from major multilateral organisations which offers affordable terms and conditions and use the

same to finance infrastructure development projects which contribute to the growth of economy.

Table 3:- External Debt by Creditor Category

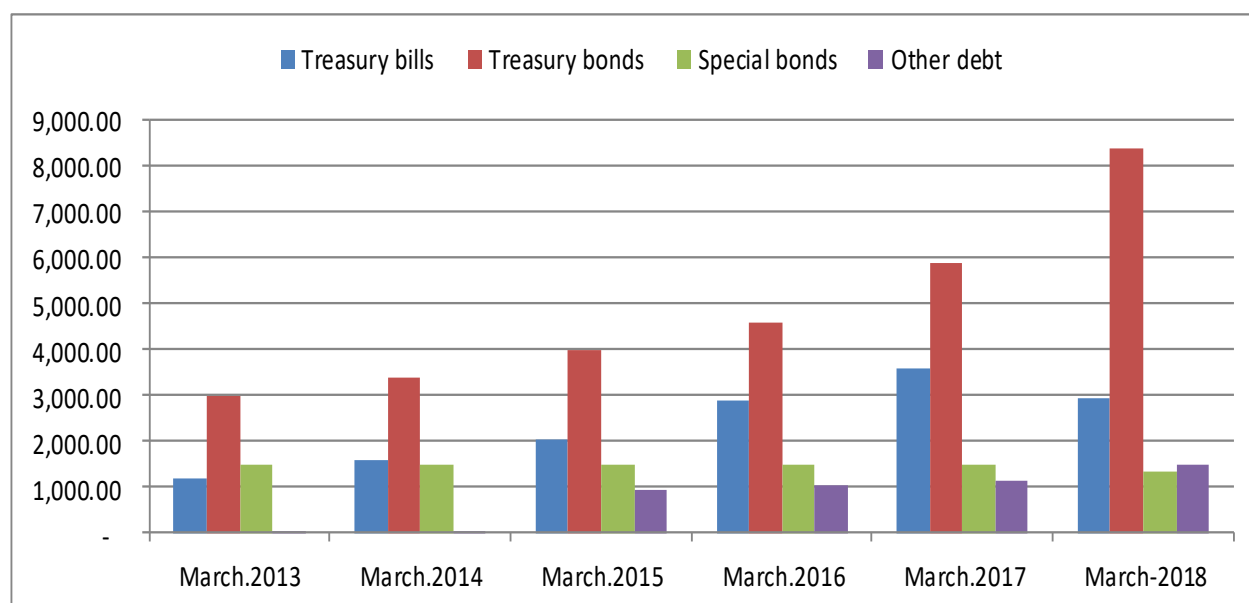
Institutions	March 2015	Share in %	March 2016	Share in %	March 2017	Share in %	March 2018	Share in %
Multilateral	6,483.36	54.70	7,112.81	55.51	7,834.40	56.8	9,305.80	59.3
Bilateral	1,028.40	8.68	1,652.80	12.90	1,905.30	13.8	1,876.60	12.1
Commercial Banks	4,341.70	36.63	4,048.30	31.59	4044.20	29.3	4460.50	28.6

Source: Ministry of Finance and Planning

3.2 Domestic Debt

As at end March, 2018, domestic debt stock amounted to Shillings 14,158.63 billion compared to Shillings 12,073.68 billion as at end March, 2017, equivalent to an increase of 17.3 percent. This was due to the increase in the Government needs to finance infrastructure development projects and borrowing for refinancing purposes. Large share of domestic debt was dominated by treasury bond which was 59.3 percent followed by treasury bills 20.6 percent; Special bond 9.5 percent and other debt 10.6 percent.

Chart 3.2: External Debt by Instrument Category



Source: Ministry of Finance and Planning

The analysis of domestic debt by creditor category showed that, Commercial Banks were leading creditor, holding larger proportion of the total domestic debt. As at end March 2018, commercial banks were holding 48.7 percent of the domestic debt. This was due to the expansion of the banking sector and relatively low investment risk in Government securities compared to the private sector. Social security funds proportion was 34.2 percent, financial institutions 1.2 percent, insurance companies 10.1 percent, official entities 2.2 and private individuals 3.6 percent as shown in **Table 4**.

Table 4: Domestic debt by creditor category as at March 2015 - March 2018

Institutions	March 2015	Share in %	March 2016	Share in %	March 2017	Share in %	March 2018	Share in %
Commercial bank	4,446.27	64.81	4,859.48	64.60	4,578.83	49.1	5,417.34	48.7
Financial Institutions	111.32	1.62	117.63	1.56	145.75	1.6	128.10	1.2
Pension Fund	1,383.98	20.17	1,383.98	18.40	2995.30	32.1	3,805.40	34.2
Insurance companies	676.49	9.86	798.75	10.62	1105.75	11.9	1,123.77	10.1
Official entities	106.56	1.55	187.13	2.49	193.83	2.1	245.82	2.2
Private investor	136.04	1.98	175.55	2.33	297.70	3.2	397.92	3.6
Total	6,860.7	100.0	7,522.5	100.0	9,317.1	100.0	11,118.4	100.0

Source: Ministry of Finance and Planning

3.3 Debt Sustainability Analysis

The recent Debt Sustainability Analysis conducted in November 2017 indicated that, debt burden indicators in 2017/18:- present value of external debt to GDP was projected at 19.7 percent compared to 40 percent threshold; Present value of external debt to Export was projected at 81.8 compared to 150 percent threshold; present value of External debt to domestic revenue was projected at 117.1 compared to 250 percent threshold; External debt service to export earning was projected at 9.3 percent compared to 20 percent threshold; and External debt service to domestic revenue was projected at 13.3 compared to 20 percent threshold. Basing on the assessment of debt distress, the Country has capacity to carry more debt by borrowing to finance development projects while meeting future financial obligations without sharp adjustment to revenue and expenditure. However, Government priorities shall remain on concessional loans and all loans are managed prudently.

Table 5: Result of Debt Sustainability Analysis

External debt Indicator	Threshold	2017/18	2018/19	2019/20	2027/28	2028/29	2036/37	2037/38
Present value of Debt /GDP	40	19.7	19.8	19	12.6	12.5	12.7	12.8
Present value of Debt / Export	150	81.8	83.2	80.7	56.7	56.3	57.4	57.8
Present value of Debt / Domestic revenue	250	117.1	117.3	110.1	67.3	66.7	64.5	64.7
Debt Service/Export Earning	20	9.3	8.2	10.1	6.6	6.5	5.9	6
Debt Service / Domestic Revenir	20	13.3	11.6	13.8	7.7	7.5	6.6	6.7
Public debt indicator	Threshold	2017/18	2018/19	2019/20	2027/28	2028/29	2036/37	2037/38
Present value debt /GDP	56	34.4	33	31.2	20.5	20.2	19.7	19
Present value debt/Revenue	N/A	194.5	183.9	170.7	107.8	105.9	99.2	95
Debt Service/ Domestic Revenue	N/A	26.3	23	25.2	13.8	13.6	11.6	11.7

Source: Ministry of Finance and Planning

Revenue Performance July - March 2017/18

Billion Shillings

	Budget Estimates	January - March 2018			Jan - March 2016/17 Actual	Year on year % change	July 2017- March 2018			July-March 2016/17 Actual	Year on year % change
		Estimates	Actual	Percent of estimate			Estimates	Actual	Percent of estimate		
Revenue (Including LGAs own sources)	19,977.0	5,005.3	4,762.6	95%	4,179.2	14%	14,969.6	13,605.9	91%	12,469.9	9%
Revenue (Excluding LGAs own sources)	19,289.7	4,842.5	4,625.8	96%	4,053.3	14%	14,448.4	13,208.7	91%	12,111.2	9%
Tax Revenue	17,059.6	4,285.3	3,841.1	90%	3,515.5	9%	12,954.8	11,469.3	89%	10,579.7	8%
Taxes on Imports	4,916.8	1,259.1	1,060.3	84%	955.9	11%	3,788.7	3,181.3	84%	3,050.2	4%
Import Duty	1,231.1	308.0	272.8	89%	231.6	18%	955.2	804.2	84%	746.6	8%
Petroleum	1,141.0	285.5	233.5	82%	207.4	13%	885.2	762.2	86%	645.7	18%
Excise	1,141.0	285.5	233.5	82%	207.4	13%	885.2	762.2	86%	645.7	18%
Others	2,544.7	665.6	554.0	83%	516.9	7%	1,948.3	1,614.9	83%	1,657.8	-3%
Excise	362.9	119.6	39.7	33%	31.8	25%	255.7	114.2	45%	311.6	-63%
VAT on Non-Petroleum imports	2,181.7	546.0	514.3	94%	485.1	6%	1,692.6	1,500.7	89%	1,346.2	11%
Taxes on Domestic Sales	4,069.4	1,004.2	873.6	87%	805.4	8%	3,116.5	2,686.4	86%	2,364.1	14%
Excise	1,150.9	290.6	262.0	90%	232.2	13%	864.8	781.7	90%	710.1	10%
Value Added Tax (VAT)	2,918.5	713.6	611.7	86%	573.2	7%	2,251.7	1,904.8	85%	1,654.0	15%
Income Tax	5,817.9	1,454.2	1,377.4	95%	1,176.6	17%	4,305.7	3,909.7	91%	3,505.7	12%
PAYE	2,839.6	711.7	594.4	84%	587.3	1%	2,111.1	1,756.7	83%	1,699.6	3%
Corporate and Parastatals	1,685.5	424.4	481.4	113%	323.4	49%	1,243.4	1,262.0	101%	1,015.1	24%
Individuals	291.2	70.7	62.4	88%	52.9	18%	209.5	165.3	79%	134.7	23%
Withholding Taxes	813.3	204.3	164.7	81%	161.1	2%	601.5	530.6	88%	512.2	4%
Rental Tax	40.4	10.5	19.5	185%	25.7	-24%	29.9	62.8	210%	72.0	-13%
Other Income	147.9	32.7	54.9	168%	26.0	111%	110.2	132.2	120%	72.0	84%
Other Taxes	2,492.0	622.9	529.8	85%	584.4	-9%	1,925.0	1,732.2	90%	1,749.1	-1%
Business Skill Development Levy	133.2	32.3	70.4	218%	72.1	-2%	95.8	212.9	222%	208.8	2%
Fuel Levy and transit fee	916.6	230.7	188.2	82%	185.9	1%	706.5	618.8	88%	579.3	7%
Stamp Duty	13.9	3.5	3.1	90%	3.3	-4%	10.7	10.9	101%	8.9	22%
Departure Service Charges	82.1	19.7	18.5	94%	17.3	7%	65.2	54.3	83%	53.1	2%
Processing Fee-dry cargo-TRA	75.7	18.9	13.5	71%	15.8	-15%	58.7	44.1	75%	43.4	2%
Export Duty	166.1	41.4	40.0	97%	45.6	-12%	128.8	167.1	130%	126.6	32%
Railway Development Fund	226.0	56.5	56.8	100%	48.3	18%	175.3	165.5	94%	148.4	12%
National Water Development Fund	158.4	39.6	35.7	90%	33.1	8%	122.9	117.5	96%	103.7	13%
Motor vehicle taxes	262.0	65.5	22.6	35%	65.8	-66%	205.6	66.7	32%	198.7	-66%
Treasury Voucher Cheque	49.3	12.3	2.4	20%	5.3	-55%	38.2	10.9	28%	15.4	-29%
Transfer to REA	408.7	102.2	78.4	77%	91.8	-15%	317.1	263.7	83%	262.8	0%
Refunds	-236.4	-55.3	0.0	0%	-6.8	-100%	-181.1	-40.3	22%	-89.5	-55%
Refunds - VAT	-176.9	-39.8	0.0	0%	-3.7	-100%	-136.1	-36.3	27%	-58.5	-38%
Refunds - other	-59.6	-15.5	0.0	0%	-3.1	-100%	-45.0	-4.0	9%	-30.9	-87%
Non Tax Revenue	2,230.1	557.2	784.8	141%	537.8	46%	1,493.6	1,739.4	116%	1,531.6	14%
Parastatal Dividends	529.6	145.8	413.6	284%	239.8	72%	223.2	594.6	266%	682.5	-13%
Ministries and Regions	1,653.8	401.9	343.7	86%	266.8	29%	1,232.2	1,067.2	87%	802.5	33%
TRA Non Tax	46.7	9.5	27.5	289%	31.2	-12%	38.2	77.6	203%	46.6	66%
LGAs own source	687.3	162.8	136.8	84%	125.9	9%	521.2	397.2	76%	358.6	11%
Source: Ministry of Finance and Planning											

Foreign Grants and Financing July - March 2017/18

Billion Shillings

	Budget Estimates	July 2017 - March 2018			July - March 2016/17 Actual	Year on year % change	July 2017 - March 2018			July - March 2016/17 Actual	Year on year % change
		Estimate	Actual	Percent of estimate			Estimate	Actual	Percent of estimate		
Overall deficit before grants	(5,604.1)	(2,478.5)	(4.5)	0.2%	(427.2)	-98.9%	(5,615.5)	(645.0)	11.5%	(1,183.0)	-45.5%
Grants	1,462.6	275.7	144.2	52.3%	128.6	12.2%	1,194.6	723.4	60.6%	869.8	-16.8%
Programme	190.0	0.0	17.8		0.0		190.0	70.2	36.9%	35.9	
Project	1,071.9	268.0	102.3	38.2%	128.6	-20.4%	803.9	541.4	67.3%	704.4	-23.1%
Basket Support	200.6	7.7	24.1	310.9%	0.0		200.6	111.9	55.8%	129.5	-13.6%
Overall deficit after grants	(4,141.5)	(2,202.7)	139.7	-6.3%	(298.6)	-146.8%	(4,421.0)	78.4	-1.8%	(313.2)	-125%
Expenditure Float	0.0	0.0	0.0		0.0		0.0	0.0		-59.6	-100%
Overall Balance	(4,141.5)	(2,202.7)	139.7	-6.3%	(298.6)	-146.8%	(4,421.0)	78.4	-1.8%	(372.9)	-121%
Financing	4,141.5	2,202.7	977.6	44.4%	535.3	82.6%	5,465.6	1,734.6	31.7%	455.0	281%
Foreign (net)	2,920.9	179.7	113.9	63.4%	433.3	-73.7%	2,388.4	1,366.9	57.2%	758.2	80%
Programme (Loans)	751.2	159.5	0.0	0.0%	75.3	-100.0%	159.5	0.0	0.0%	75.3	
Project (Loans)	1,401.9	336.8	452.6	134.4%	420.2	7.7%	1,065.0	1,071.2	100.6%	1,095.2	-2%
Basket Support	355.5	110.5	71.1	64.3%	77.4	-8.1%	256.3	71.1	27.7%	104.9	-32%
Non-Concessional Borrowing	1,595.0	0.0	0.0		135.2	-100.0%	907.6	224.6	24.7%	249.6	-10%
Amortisation Foreign (outflow)	-1,182.7	-427.1	-409.8	95.9%	-274.8	49.1%			#DIV/0!	-766.9	-100%
Domestic (net)	1,220.7	2,023.0	863.7	42.7%	102.0	746.8%	3,077.2	367.6	11.9%	-303.2	-221%
Bank Borrowing	1,098.6	1,820.7	761.2	41.8%	-209.2	-463.9%	2,769.4	-135.8	-4.9%	-1,156.4	-88%
Non-Bank Borrowing	122.1	202.3	102.5	50.7%	311.2	-67.1%	307.7	503.4	163.6%	853.3	-41%
Borrowing/Roll over	4,948.2	1,550.6	1,590.4	102.6%	1,587.7	0.2%	3,766.1	3,806.0	101.1%	3,657.7	4%
Amortisation of contingent debt	0.0	0.0	0.0		0.0		0.0	0.0		0.0	0%
Domestic amortisation/Rollover	-4,948.2	-1,550.6	-1,590.4	102.6%	-1,587.7	0.2%	-3,766.1	-3,806.0	101.1%	-3,657.7	4%
Source: Ministry of Finance and Planning											

THIRD QUARTER BUDGET EXECUTION PERFORMANCE BY ADMINISTRATIVE CLASSIFICATION (RECURRENT EXPENDITURE 2017/18)

Vote Code	Vote Description	Revised Budget	Third Quarter Exp. Targets	Third Quarter Actual Exp.	Cumm. Exp. Up To The End Of Previous Quarter	Cumm. Exp. To This Quarter	Actual Exp. As A % Of Quarter Exp. Targets
002	Teachers Service Commission	12,506,678,758	3,448,580,126	2,814,952,029	3,772,852,707	6,587,804,737	81.6
003	National Land Use and Planning Commission	2,356,178,301	649,690,443	536,189,194	636,100,439	1,172,289,633	82.5
004	Records and Archives Management Department	3,202,349,180	683,012,825	482,293,994	843,439,678	1,325,733,672	70.6
005	National Irrigation Commission	4,055,481,000	1,318,254,610	1,060,479,938	1,668,962,429	2,729,442,367	80.4
007	The Treasury Registrar	29,651,900,087	4,576,187,725	3,979,256,733	4,916,318,433	8,895,575,166	87.0
009	Secretariat of Public Remuneration	1,721,987,000	474,819,115	353,736,398	448,778,560	802,514,959	74.5
010	Joint Finance Commission	1,452,741,955	400,577,734	293,047,579	443,373,829	736,421,408	73.2
011	Oil and Gas Bureau	711,073,000	196,070,617	-	-	-	-
012	Judicial Service Commission	1,124,528,995	310,076,593	252,668,634	340,674,192	593,342,826	81.5
013	Financial Intelligence Unit	1,515,586,000	517,906,293	390,770,523	578,686,404	969,456,927	75.5
014	Fire and Rescue Force	32,946,692,000	9,084,690,624	7,442,858,139	12,807,065,648	20,249,923,787	81.9
015	Commission for Mediation and Arbitration	3,412,791,000	1,041,039,859	893,262,442	1,032,892,100	1,926,154,542	85.8
016	Attorney General's Office	15,174,609,480	3,184,232,896	2,175,945,369	2,836,452,143	5,012,397,512	68.3
018	UNESCO Commission	663,123,000	82,848,928	70,768,455	109,788,662	180,557,117	85.4
020	State House	17,548,548,613	7,938,820,694	5,809,077,470	8,688,652,080	14,497,729,550	73.2
021	The Treasury	551,948,114,401	152,193,666,664	131,399,502,809	256,365,590,698	387,765,093,507	86.3
022	Public Debt and General Services	9,572,208,362,000	2,639,431,951,437	2,452,195,256,423	4,275,702,141,742	6,727,897,398,165	92.9
023	Accountant General's Department	69,103,595,951	14,054,562,146	11,343,983,183	19,402,383,061	30,746,366,243	80.7
024	The Cooperative Development Commission	6,578,412,249	1,813,925,358	1,260,831,607	2,582,543,011	3,843,374,618	69.5
025	Prime Minister	6,036,351,537	1,664,458,035	1,624,201,283	2,459,637,157	4,083,838,440	97.6
026	Vice President	8,261,628,114	2,278,053,756	1,481,241,831	3,191,601,439	4,672,843,270	65.0
027	Registrar of Political Parties	21,476,055,816	8,921,787,927	6,177,346,414	6,411,292,330	12,588,638,744	69.2
028	Ministry of Home Affairs - Police Force	631,664,450,920	178,174,576,158	164,907,339,269	270,959,707,505	435,867,046,774	92.6
029	Ministry of Home Affairs - Prisons Services	226,850,313,288	63,251,497,256	58,185,325,076	86,914,089,434	145,099,414,510	92.0
030	President's Office and Cabinet Secretariat	465,709,999,729	128,614,448,046	120,982,107,801	233,556,674,020	354,538,781,821	94.1
031	Vice President's Office	14,071,978,503	3,480,194,442	2,133,080,432	7,998,213,583	10,131,294,015	61.3
032	President's Office - Public Service Management and Good Governance	30,757,741,982	8,481,111,554	6,234,093,488	13,915,223,843	20,149,317,331	73.5
033	Ethics Secretariat	7,707,984,059	2,125,392,453	1,313,200,827	2,233,609,460	3,546,810,288	61.8
034	Ministry of Foreign Affairs and International Co-operation	154,239,589,923	42,529,883,014	29,636,407,497	59,657,431,011	89,293,838,508	69.7
035	Public Prosecution Division	16,391,089,042	4,519,663,854	3,383,911,329	6,204,469,212	9,588,380,542	74.9
036	RAS Katavi	57,472,286,780	7,847,355,627	3,196,239,882	21,050,006,995	24,246,246,878	40.7
037	Prime Minister's Office	24,299,938,821	6,700,442,836	3,651,387,381	6,716,113,721	10,367,501,101	54.5
038	Defence	1,294,059,869,835	356,822,881,235	299,968,950,829	625,227,045,272	925,195,996,101	84.1
039	National Service	331,104,874,213	91,298,554,234	83,802,776,161	151,692,876,189	235,495,652,350	91.8
040	The Judiciary Fund	107,048,053,522	29,517,332,064	17,646,974,468	30,706,640,833	48,353,615,301	59.8
041	Ministry of Constitutional Affairs and Justice	9,747,572,729	2,687,786,761	2,063,420,616	5,360,287,996	7,423,708,612	76.8
042	The National Assembly Fund	120,020,533,045	33,094,351,665	28,287,011,571	54,706,997,513	82,994,009,084	85.5
043	Ministry of Agriculture, Livestock Development and Fisheries - Agriculture Sector	65,779,147,982	18,137,881,914	13,397,611,708	21,768,512,550	35,166,124,258	73.9
044	Ministry of Industry, Trade and Investment	25,427,195,435	7,011,271,540	6,028,956,245	7,458,719,262	13,487,675,507	86.0
045	National Audit Office	63,312,666,876	17,457,776,676	10,280,253,871	20,822,623,523	31,102,877,394	58.9
046	Ministry of Education, Science and Tehcnology	435,207,798,884	120,003,799,170	98,071,261,547	193,953,985,239	292,025,246,786	81.7
047	RAS Simiyu	133,776,347,729	30,887,367,386	18,618,897,933	54,401,007,002	73,019,904,936	60.3
048	Ministry of Lands,Housing and Human Settlements Development	50,596,223,209	13,951,356,167	8,744,150,042	9,979,334,451	18,723,484,493	62.7
049	Ministry of Water and Irrigation	44,600,001,615	10,297,963,526	6,968,393,483	9,339,283,545	16,307,677,028	67.7
050	Ministry of Finance and Planning	71,931,122,975	19,834,221,854	18,105,926,999	21,944,591,958	40,050,518,957	91.3
051	Ministry of Home Affairs	24,243,774,566	6,684,956,156	6,023,317,785	10,738,760,878	16,762,078,664	90.1
052	Ministry of Health, Community Development, Gender, Elderly and Children - Health	324,984,273,930	89,610,865,527	79,765,768,692	115,378,546,017	195,144,314,709	89.0
053	Ministry of Health, Community Development, Gender, Elderly and Children	35,827,310,567	9,878,989,745	5,680,924,986	8,823,352,458	14,504,277,444	57.5

054	RAS Njombe	120,617,972,400	46,259,089,045	41,121,847,560	31,984,336,694	73,106,184,253	88.9
055	Commission for Human Rights and Good Governance	4,171,838,695	1,150,338,974	996,932,493	1,538,106,555	2,535,039,048	86.7
056	President's Office - Regional Administration and Local Government Authorities	42,157,582,286	16,624,493,061	14,510,261,842	15,457,084,197	29,967,346,039	87.3
057	Ministry of Defence and National Service	19,427,724,579	5,356,982,951	2,964,830,356	5,726,780,699	8,691,611,056	55.3
058	Ministry of Energy and Minerals	60,279,081,238	16,621,298,556	14,074,826,412	17,209,162,208	31,283,988,620	84.7
059	Law Reform Commission	2,234,264,006	416,073,907	297,249,005	734,346,164	1,031,595,169	71.4
060	Trade and Investment	19,257,539,750	5,310,056,342	4,279,328,820	6,037,427,439	10,316,756,258	80.6
061	Electoral Commission	10,124,133,690	2,791,619,335	2,447,054,953	4,801,245,258	7,248,300,211	87.7
062	Ministry of Works, Transport and Communication - Transport	120,005,758,430	33,090,277,727	25,691,251,899	47,290,212,068	72,981,463,967	77.6
063	RAS Geita	164,854,566,664	45,456,846,961	33,380,151,866	66,469,922,363	99,850,074,228	73.4
064	Ministry of Agriculture, Livestock Development and Fisheries - Fisheries Sector	16,417,171,549	3,526,855,821	2,629,032,458	1,229,641,748	3,858,674,207	74.5
065	Prime Minister's Office - Labour, Youth Development, Employment and Disabilities	15,627,581,654	4,309,135,027	3,064,910,236	5,219,556,702	8,284,466,938	71.1
066	Planning Commission	4,936,364,000	1,361,148,480	739,428,343	1,962,939,634	2,702,367,977	54.3
067	Public Service Recruitment Secretariat	2,481,424,144	684,225,617	505,547,552	971,278,572	1,476,826,124	73.9
068	Ministry of Works, Transport and Communication - Communication	4,517,800,600	1,245,734,192	901,404,594	1,369,112,490	2,270,517,083	72.4
069	Ministry of Natural Resources and Tourism	97,211,868,209	26,705,111,350	13,906,336,526	27,339,252,883	41,245,589,409	52.1
070	RAS Arusha	216,025,379,959	59,566,640,071	44,363,563,855	88,416,414,591	132,779,978,446	74.5
071	RAS Pwani	170,948,948,425	47,137,306,197	37,477,915,212	73,339,073,281	110,816,988,493	79.5
072	RAS Dodoma	208,324,876,132	57,443,310,211	41,373,730,731	84,269,848,777	125,643,579,508	72.0
073	RAS Iringa	152,999,339,000	42,587,897,362	38,907,422,795	51,939,041,308	90,846,464,103	91.4
074	RAS Kigoma	159,941,718,840	44,102,182,810	31,370,813,286	62,784,160,760	94,154,974,046	71.1
075	RAS Kilimanjaro	245,171,873,543	47,603,467,471	32,409,635,685	82,885,964,100	115,295,599,785	68.1
076	RAS Lindi	112,158,640,220	30,926,520,551	21,820,038,254	43,381,766,261	65,201,804,515	70.6
077	RAS Mara	214,760,967,216	59,217,992,061	42,214,863,203	82,931,517,284	125,146,380,487	71.3
078	RAS Mbeya	228,241,768,251	62,935,175,770	46,713,942,008	93,906,979,433	140,620,921,442	74.2
079	RAS Morogoro	264,229,004,179	72,858,263,188	54,054,451,028	104,400,690,109	158,455,141,137	74.2
080	RAS Mtwara	150,980,231,593	41,631,150,538	28,148,994,970	47,802,667,989	75,951,662,959	67.6
081	RAS Mwanza	289,295,772,005	79,770,150,750	60,427,575,653	118,322,569,140	178,750,144,793	75.8
082	RAS Ruvuma	174,151,342,542	48,020,331,412	35,730,140,114	69,743,897,611	105,474,037,725	74.4
083	RAS Shinyanga	142,118,591,000	39,187,649,892	28,574,003,904	56,636,488,904	85,210,492,809	72.9
084	RAS Singida	138,787,598,329	38,269,165,029	26,106,038,817	44,986,396,787	71,092,435,604	68.2
085	RAS Tabora	182,025,741,767	50,191,611,030	36,678,378,332	72,461,014,887	109,139,393,219	73.1
086	RAS Tanga	261,578,463,000	90,127,405,395	83,146,904,110	71,789,727,419	154,936,631,529	92.3
087	RAS Kagera	215,588,783,034	59,446,253,236	43,886,828,809	87,089,186,719	130,976,015,527	73.8
088	RAS Dar Es Salaam	418,753,128,202	115,466,603,373	71,684,475,356	142,787,501,664	214,471,977,020	62.1
089	RAS Rukwa	96,270,500,574	26,545,539,502	19,720,491,865	38,725,466,120	58,445,957,986	74.3
090	RAS Songwe	89,777,316,000	24,755,114,745	21,102,642,315	30,171,809,092	51,274,451,407	85.2
091	Drug Control and Enforcement Authority	4,269,245,230	1,977,197,763	1,215,528,222	1,631,421,346	2,846,949,568	61.5
092	Tanzania Commission for AIDS (TACAIDS)	2,556,974,050	705,057,679	566,639,804	1,027,529,527	1,594,169,331	80.4
093	Immigration Department	50,979,329,600	10,056,993,571	6,056,169,708	18,032,614,853	24,088,784,560	60.2
094	Public Service Commission	6,280,902,348	1,731,890,251	1,491,644,681	2,160,188,804	3,651,833,485	86.1
095	RAS Manyara	151,470,794,000	41,766,417,766	31,703,231,894	63,114,502,647	94,817,734,542	75.9
096	Ministry of Information, Culture, Arts and Sports	27,803,352,312	10,666,470,858	8,106,878,929	9,957,060,971	18,063,939,900	76.0
098	Ministry of Works, Transport and Communication - Works	35,565,163,331	9,806,705,507	8,503,785,017	16,204,643,888	24,708,428,905	86.7
099	Ministry of Agriculture - Livestock Development	33,448,698,384	9,223,113,404	7,710,366,135	6,767,426,813	14,477,792,947	83.6
	TOTAL	20,279,316,043,552	5,591,800,000,000	4,801,892,849,973	8,559,755,306,973	13,361,648,156,946	85.9

THIRD QUARTER BUDGET EXECUTION PERFORMANCE BY ADMINISTRATIVE CLASSIFICATION (DEVELOPMENT EXPENDITURE 2017/18)

Vote Code	Vote Description	Revised Budget	Third Quarter Exp. Targets	Third Quarter Actual Exp.	Cumm. Exp. Up To The End Of Previous Quarter	Cumm. Exp. To This Quarter	Actual Exp. As A % Of Quarter Exp. Targets
Development Local							
004	Archives Management Department	2,000,000,000	644,487,384	-	-	-	0.0
005	National Irrigation Commission	5,600,000,000	1,804,564,676	-	-	-	0.0
007	Treasury Registrar	1,000,000,000	322,243,692	-	-	-	0.0
014	Fire and Rescue	3,500,000,000	1,127,852,922	-	-	-	0.0
021	The Treasury	266,225,423,111	20,789,463,280	-	51,500,000,000	51,500,000,000	0.0
023	Accountant General's Department	2,000,000,000	644,487,384	-	-	-	0.0
028	Ministry of Home Affairs - Police Force	5,000,000,000	1,611,218,461	-	-	-	0.0
029	Ministry of Home Affairs - Prisons Services	7,200,000,000	2,320,154,583	-	-	-	0.0
030	President's Office and Cabinet Secretariat	54,987,317,517	2,719,316,217	775,158,500.00	1,563,569,800	2,338,728,300	28.5
031	Vice President's Office	2,665,546,000	858,955,385	-	-	-	0.0
032	President's Office - Public Service Management and Good Governance	7,000,000,000	7,255,705,845	2,949,770,000.00	18,511,200	2,968,281,200	40.7
033	Ethics Secretariat	2,300,000	741,160	-	-	-	0.0
034	Ministry of Foreign Affairs	8,000,000,000	577,949,537	58,521,000.00	-	58,521,000	10.1
036	RAS Katavi	19,053,248,000	6,139,788,982	2,180,879,807.00	2,384,109,310	4,564,989,117	35.5
037	Prime Minister's Office	6,000,000,000	1,933,462,153	-	4,023,623,100	4,023,623,100	0.0
038	Defence	10,000,000,000	3,222,436,921	-	1,700,000,000	1,700,000,000	0.0
039	National Service	6,000,000,000	1,933,462,153	-	-	-	0.0
040	Judiciary Fund	18,358,131,000	5,915,791,914	-	-	-	0.0
041	Ministry of Constitutional Affairs and Justice	994,115,000	320,347,288	23,480,000.00	5,000,000	28,480,000	7.3
042	The National Assembly Fund	7,000,000,000	2,255,705,845	-	61,180,000	61,180,000	0.0
043	Ministry of Agriculture, Livestock and Fisheries-Agriculture Sector	50,672,368,373	11,328,851,073	3,000,000,000.00	11,292,000,000	14,292,000,000	26.5
044	Ministry of Industry, Trade and Investment	73,575,068,000	2,709,101,561	-	7,000,000,000	7,000,000,000	0.0
045	National Audit Office	8,130,000,000	2,619,841,217	-	-	-	0.0
046	Ministry of Education, Science and Tehcnology	622,519,172,674	240,602,876,620	152,489,139,632.56	288,212,896,605	440,702,036,238	63.4
047	RAS Simiyu	27,999,074,000	9,022,524,982	4,616,649,816.51	3,958,611,893	8,575,261,710	51.2
048	Ministry of Lands, Housing and Human Settlements Development	16,400,000,000	5,284,796,551	349,399,412.00	-	349,399,412	6.6
049	Ministry of Water and Irrigation	404,678,686,447	40,405,154,045	26,873,182,177.00	103,472,473,082	130,345,655,259	66.5
050	Ministry of Finance and Planning	3,500,000,000	1,127,852,922	-	-	-	0.0
051	Ministry of Home Affairs	20,000,000,000	6,444,873,842	-	10,000,000,000	10,000,000,000	0.0
052	Ministry of Health, Community Development, Gender, Elderly and Children - Health	176,300,000,000	16,811,562,921	4,000,000,000.00	60,756,079,206	64,756,079,206	23.8
053	Ministry of Health, Community Development, Gender, Elderly and Children	2,000,000,000	644,487,384	-	-	-	0.0
054	RAS Njombe	20,939,290,000	11,747,554,120	4,582,204,701.55	2,161,667,136	6,743,871,838	39.0

056	President's Office - Regional Administration and Local Government Authorities	308,314,910,000	104,352,534,935	62,099,648,333.00	98,502,419,725	160,602,068,058	59.5
057	Ministry of Defence and National Service	206,187,399,353	66,442,588,837	37,718,693,019.00	130,067,850,000	167,786,543,019	56.8
058	Ministry of Energy and Minerals	772,797,285,647	110,029,050,590	37,007,779,154.30	160,241,156,715	197,248,935,869	33.6
060	Trade and Investment	9,376,341,090	3,021,466,771	-	1,000,000,000	1,000,000,000	0.0
061	Electoral Commission	10,000,000,000	3,222,436,921	-	-	-	0.0
062	Ministry of Works, Transport and Communication - Transport	1,890,853,184,620	135,315,511,476	62,520,699,036.00	93,691,387,621	156,212,086,657	46.2
063	RAS Geita	30,568,207,000	9,850,411,885	2,490,167,991.76	5,380,401,451	7,870,569,443	25.3
064	Ministry of Agriculture, Livestock Development and Fisheries - Fisheries Sector	-	-	-	-	-	0.0
065	Prime Minister's Office - Labour, Youth Development, Employment and Disabilities	16,000,000,000	5,155,899,074	-	-	-	0.0
066	Planning Commission	4,475,800,000	1,442,298,317	531,722,288.73	-	531,722,289	36.9
067	Public Service Recruitment Secretariat	750,000,000	241,682,769	-	-	-	0.0
068	Ministry of Works, Transport and Communication - Communication	14,000,000,000	4,511,411,690	-	-	-	0.0
069	Ministry of Natural Resources and Tourism	34,803,284,000	11,215,138,734	-	-	-	0.0
070	RAS Arusha	47,279,528,000	15,235,529,665	6,297,024,976.00	8,016,295,490	14,313,320,466	41.3
071	RAS Pwani	43,474,536,000	14,009,394,994	5,293,314,530.64	6,783,636,926	12,076,951,457	37.8
072	RAS Dodoma	39,359,823,000	12,683,454,685	5,392,201,947.70	6,198,339,307	11,590,541,255	42.5
073	RAS Iringa	27,348,004,000	8,812,721,781	3,717,412,948.00	4,515,920,117	8,233,333,065	42.2
074	RAS Kigoma	32,947,898,000	13,617,252,299	7,645,440,742.14	4,525,254,945	12,170,695,687	56.1
075	RAS Kilimanjaro	36,310,689,000	11,700,890,487	3,417,166,632.00	5,002,583,529	8,419,750,161	29.2
076	RAS Lindi	21,646,572,614	3,975,471,481	1,643,794,507.71	2,447,918,144	4,091,712,652	41.3
077	RAS Mara	36,873,583,000	11,882,279,528	3,437,428,008.00	7,115,240,721	10,552,668,729	28.9
078	RAS Mbeya	39,979,111,000	12,883,016,336	3,089,689,284.30	6,040,867,232	9,130,556,516	24.0
079	RAS Morogoro	43,880,160,000	14,140,104,769	4,132,971,714.00	8,095,247,239	12,228,218,953	29.2
080	RAS Mtwara	40,513,398,000	13,055,186,952	6,946,607,389.34	3,668,555,429	10,615,162,818	53.2
081	RAS Mwanza	53,783,623,000	17,331,433,251	6,509,548,035.55	9,312,292,868	15,821,840,904	37.6
082	RAS Ruvuma	37,923,017,000	12,220,453,015	4,619,487,133.39	7,089,022,922	11,708,510,055	37.8
083	RAS Shinyanga	31,612,469,000	10,186,918,728	2,646,871,319.79	4,222,040,991	6,868,912,311	26.0
084	RAS Singida	29,091,179,965	9,374,449,240	1,348,737,790.36	3,506,860,243	4,855,598,033	14.4
085	RAS Tabora	39,278,829,000	12,657,354,879	4,293,928,792.44	6,794,597,515	11,088,526,307	33.9
086	RAS Tanga	48,952,701,903	15,774,699,401	5,484,805,477.56	5,470,830,837	10,955,636,315	34.8
087	RAS Kagera	35,991,248,000	11,597,952,640	1,599,282,245.77	6,974,816,472	8,574,098,718	13.8
088	RAS Dar Es Salaam	293,009,416,000	20,420,436,039	7,711,968,039.00	11,284,678,131	18,996,646,170	37.8
089	RAS Rukwa	17,809,080,000	5,738,863,693	1,218,885,862.50	3,250,777,720	4,469,663,583	21.2
090	RAS Songwe	25,527,205,000	8,225,980,789	4,002,559,952.87	3,875,069,718	7,877,629,671	48.7
092	Tanzania Commission for AIDS (TACAIDS)	3,000,000,000	966,731,076	-	-	-	0.0
093	Immigration Department	4,000,000,000	1,288,974,768	-	-	-	0.0
095	RAS Manyara	31,747,547,000	10,230,446,761	4,661,788,208.29	6,313,593,745	10,975,381,953	45.6
096	Ministry of Information, Culture, Arts and Sports	6,320,000,000	2,036,580,134	25,564,900.00	3,000,000,000	3,025,564,900	1.3
098	Ministry of Works, Transport and Communication-Works	1,950,076,695,332	1,498,399,914,229	946,928,293,510.94	521,429,740,011	1,468,358,033,522	63.2
099	Ministry of Agriculture, Livestock and Fisheries	3,986,000,000	1,284,463,357	-	-	-	0.0
	SUB TOTAL	8,179,148,465,645	2,635,679,000,000	1,446,331,868,818	1,691,927,117,096	3,138,258,985,914	54.9

Development Foreign							
005	National Irrigation Commission	14,503,412,150	3,684,478,156	1,676,734,000	209,216,750	1,885,950,750	45.5
007	Treasury Registrar	1,000,000,000	440,252,302	173,388,000	175,490,000	348,878,000	39.4
021	The Treasury	41,447,143,617	20,957,771,667	12,389,400,000	7,759,052,847	20,148,452,847	59.1
023	Accountant General's Department	1,600,000,000	884,403,683	502,165,800	392,845,000	895,010,800	56.8
028	Ministry of Home Affairs - Police Force	253,623,000	60,933,510	-	-	-	-
029	Ministry of Home Affairs - Prisons Services	54,742,000	13,151,892	-	-	-	-
030	President's Office and Cabinet Secretariat	365,070,890,000	29,709,121,727	6,099,761,437	4,900,000,000	10,999,761,437	20.5
031	Vice President's Office	4,122,906,437	990,537,763	-	-	-	-
032	President's Office - Public Service Management and Good Governance	-	-	-	-	-	-
033	Ethics Secretariat	1,647,700,000	395,863,718	-	-	-	-
036	RAS Katavi	9,882,412,360	2,374,272,319	44,761,115	5,624,072,826	5,668,833,941	1.9
037	Prime Minister's Office	60,165,372,763	14,454,869,309	-	-	-	-
040	Judiciary Fund	92,000,842,312	22,103,414,154	3,991,281,926	4,773,556,580	8,764,838,506	18.1
041	Ministry of Constitutional Affairs and Justice	1,806,020,000	433,900,463	-	42,125,000	42,125,000	-
042	The National Assembly Fund	200,000,000	48,050,460	-	-	-	-
043	Ministry of Agriculture,Livestock and Fisheries-Agriculture Sector	86,328,319,700	20,740,577,538	260,000	-	260,000	0.0
044	Ministry of Industry, Trade and Investment	265,309,000	63,741,098	-	-	-	-
045	National Audit Office	3,670,948,000	881,953,708	326,075,033	-	326,075,033	37.0
046	Ministry of Education, Science and Tehcnology	294,322,649,326	70,711,694,040	6,156,012,554	2,210,081,680	8,366,094,234	8.7
047	RAS Simiyu	21,954,950,459	10,274,727,389	4,555,176,411	6,958,568,203	11,513,744,614	44.3
048	Ministry of Lands,Housing and Human Settlements Development	9,000,000,000	7,162,270,718	2,592,122,848	4,406,063,512	6,998,186,359	36.2
049	Ministry of Water and Irrigation	214,418,125,839	24,514,448,330	318,318,120	3,250,027,485	3,568,345,605	1.3
050	Ministry of Finance and Planning	12,450,680,300	2,991,304,604	723,001,332	673,614,600	1,396,615,932	24.2
052	Ministry of Health, Community Development, Gender, Elderly and Children - Health	450,012,291,020	64,116,488,859	2,107,136,961	4,789,459,311	6,896,596,272	3.3
053	Ministry of Health, Community Development, Gender, Elderly and Children	606,278,000	145,659,685	-	-	-	-
054	RAS Njombe	16,065,466,733	8,859,765,366	4,998,620,196	2,571,757,247	7,570,377,443	56.4
055	Commission for Human Rights and Good Governance	2,272,796,000	546,044,471	-	-	-	-
056	President's Office - Regional Administration and Local Government Authorities	124,342,933,045	29,873,675,905	14,810,064,912	18,291,304,656	33,101,369,568	49.6
058	Ministry of Energy and Minerals	164,627,327,000	39,552,094,289	-	834,976,618	834,976,618	-
062	Ministry of Works, Transport and Communication - Tansport	250,285,183,000	106,631,591,380	-	-	-	-
063	RAS Geita	20,344,604,574	2,887,838,083	1,264,197,709	11,293,676,406	12,557,874,115	43.8
064	Fisheries Sector	2000000000	480,504,604	-	-	-	-
065	Prime Minister's Office - Labour, Youth Development, Employment and Dissabilities	1,400,000,000	336,353,223	96,440,355	182,968,096	279,408,451	28.7
069	Ministry of Natural Resources and Tourism	17,000,000,000	2,084,289,135	847,281,527	1,798,546,071	2,645,827,598	40.7

070	RAS Arusha	10,545,695,059	11,533,627,514	5,646,652,769	128,232,000	5,774,884,769	49.0
071	RAS Pwani	16,261,218,394	3,906,795,153	1,992,999,806	9,755,224,779	11,748,224,585	51.0
072	RAS Dodoma	13,153,588,626	15,160,179,947	8,831,333,595	425,007,150	9,256,340,745	58.3
073	RAS Iringa	16,609,635,152	9,990,503,081	4,961,273,334	2,935,807,429	7,897,080,763	49.7
074	RAS Kigoma	13,919,366,786	14,344,159,913	8,168,952,430	57,623,000	8,226,575,430	56.9
075	RAS Kilimanjaro	18,328,333,507	8,403,424,317	3,566,806,961	5,185,181,800	8,751,988,761	42.4
076	RAS Lindi	15,089,545,989	5,625,298,160	2,660,438,455	8,010,959,413	10,671,397,868	47.3
077	RAS Mara	17,696,476,038	5,251,619,106	2,904,948,705	8,408,913,864	11,313,862,569	55.3
078	RAS Mbeya	13,015,838,000	3,727,085,042	1,077,389,251	4,289,465,412	5,366,854,663	28.9
079	RAS Morogoro	27,006,671,126	16,488,414,908	8,921,126,310	6,675,033,908	15,596,160,218	54.1
080	RAS Mtwara	10,782,628,999	7,590,551,439	3,538,055,863	742,871,290	4,280,927,153	46.6
081	RAS Mwanza	17,120,267,489	4,113,183,676	1,719,501,676	7,613,061,984	9,332,563,661	41.8
082	RAS Ruvuma	25,197,367,210	2,053,725,477	904,130,238	10,528,354,654	11,432,484,892	44.0
083	RAS Shinyanga	20,707,817,402	9,975,100,801	5,309,962,356	9,818,746,527	15,128,708,883	53.2
084	RAS Singida	15,623,257,250	5,753,523,520	2,574,316,010	3,103,420,069	5,677,736,079	44.7
085	RAS Tabora	27,794,794,700	6,677,763,411	3,719,958,356	13,247,597,811	16,967,556,167	55.7
086	RAS Tanga	14,282,057,245	6,431,297,131	3,595,413,098	1,554,801,719	5,150,214,817	55.9
087	RAS Kagera	22,169,781,536	5,326,341,050	1,902,398,423	11,610,135,490	13,512,533,913	35.7
088	RAS Dar Es Salaam	95,036,583,865	12,832,758,051	1,992,333,930	3,410,211,797	5,402,545,727	15.5
089	RAS Rukwa	17,071,198,530	4,101,394,745	1,201,099,097	8,308,824,641	9,509,923,738	29.3
090	RAS Songwe	7,713,319,000	5,853,142,646	3,140,078,429	696,273,300	3,836,351,729	53.6
092	Tanzania Commission for AIDS (TACAIDS)	6,514,259,869	1,565,065,929	-	116,610,000	116,610,000	-
095	RAS Manyara	12,259,266,760	2,945,317,060	1,322,035,402	5,792,247,240	7,114,282,642	44.9
098	Ministry of Works, Transport and Communication-Works	514,485,479,636	122,606,320,843	-	-	-	-
099	Ministry of Agriculture,Livestock and Fisheries	14,000,000	3,363,532	-	-	-	-
	SUB TOTAL	3,253,521,374,804	781,666,000,000	143,323,404,729	203,552,008,163	346,875,412,892	18.3
	GRAND TOTAL	11,432,669,840,448	3,417,345,000,000	1,589,655,273,547	1,895,479,125,259	3,485,134,398,806	46.5