



**THE UNITED REPUBLIC OF TANZANIA**

**AUDITED REPORT BY THOSE CHARGED WITH  
GOVERNANCE AND CONSOLIDATED FINANCIAL  
STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2022**



**March, 2023**



***THE UNITED REPUBLIC OF TANZANIA***

**REPORT BY THOSE CHARGED WITH GOVERNANCE  
AND CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE, 2022**

Ministry of Finance & Planning,  
Government City – Mtumba,  
Treasury Avenue,  
P. O. Box 2802,  
**48468 DODOMA**

***March, 2023***

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# LIST OF ABBREVIATIONS AND ACRONYMS

ACGEN	ACCOUNTANT GENERAL
AG	ATTORNEY GENERAL
ASDP	AGRICULTURE SECTOR DEVELOPMENT PROGRAMME
BOT	BANK OF TANZANIA
CAG	CONTROLLER AND AUDITOR GENERAL
COVID-19	CORONA VIRUS DISEASE 2019
CPA	CERTIFIED PUBLIC ACCOUNTANT
CPO	CENTRAL PAYMENT OFFICE
CS-DRMS	COMMONWEALTH SECRETARIAT DEBT RECORDING AND MANAGEMENT SYSTEM
DGAM	DIRECTOR OF GOVERNMENT ASSETS MANAGEMENT
DSA	DEBT SUSTAINABILITY ANALYSIS
EFT	ELECTRONIC FUND TRANSFER
ESAAG	EASTERN AND SOUTHERN AFRICAN ASSOCIATION OF ACCOUNTANTS GENERAL
EUL	EXPECTED USEFUL LIFE
EWURA	ENERGY, WATER AND UTILITIES REGULATORY AUTHORITY
GAMIS	GOVERNMENT ASSET MANAGEMENT INFORMATION SYSTEM
GAVP	GENERALLY ACCEPTED VALUATION PRINCIPLES
GBE	GOVERNMENT BUSINESS ENTITY
GDP	GROSS DOMESTIC PRODUCT
GePG	GOVERNMENT ELECTRONIC PAYMENT GATEWAY
HIV	HUMAN IMMUNODEFICIENCY VIRUS
IFMS	INTEGRATED FINANCIAL MANAGEMENT SYSTEM
IPSAS	INTERNATIONAL PUBLIC SECTOR ACCOUNTING STANDARDS
IT	INFORMATION TECHNOLOGY
LAAC	LOCAL AUTHORITY ACCOUNTS COMMITTEE
LAN	LOCAL AREA NETWORK
LGAs	LOCAL GOVERNMENT AUTHORITIES
MDA's	MINISTRIES, DEPARTMENTS AND AGENCIES
MoFP	MINISTRY OF FINANCE AND PLANNING
MPLS	MULTI-PROTOCOL LABEL SWITCHING
MTEF	MEDIUM TERM EXPENDITURE FRAMEWORK
NBAA	NATIONAL BOARD OF ACCOUNTANTS AND AUDITORS
NGOs	NON-GOVERNMENT ORGANIZATIONS
NRD	NATIONAL REVENUE DATABASE
NSGRP	NATIONAL STRATEGY FOR GROWTH AND REDUCTION OF POVERTY
PAC	PUBLIC ACCOUNTS COMMITTEE
PFMRP	PUBLIC FINANCE MANAGEMENT REFORM PROGRAMME
PMG	PAYMASTER GENERAL
PO-RALG	PRESIDENT'S OFFICE – REGIONAL ADMINISTRATION AND LOCAL GOVERNMENT
PMU	PROCUREMENT MANAGEMENT UNIT
PPP	PUBLIC PRIVATE PARTNERSHIP
PSEs	PUBLIC SECTOR ENTITIES
PST	PERMANENT SECRETARY TREASURY
RAS	REGIONAL ADMINISTRATIVE SECRETARIAT
RAMP	RESERVE ADVISORY MANAGEMENT PROGRAM
ROs	RELIGIOUS ORGANIZATIONS
SDR	SPECIAL DRAWING RATE
SNA	SYSTEM OF NATIONAL ACCOUNTS
TBA	TANZANIA BUILDING AGENCY
TCRA	TANZANIA COMMUNICATION REGULATORY AUTHORITY
TIRA	TANZANIA INSURANCE REGULATORY AUTHORITY
TISS	TANZANIA INTERBANK SETTLEMENT SYSTEM



TPA	TANZANIA PORTS AUTHORITY
TPDF	TANZANIA PEOPLE'S DEFENSE FORCE
TVC	TREASURY VOUCHER
UPS	UNINTERRUPTED POWER SUPPLY
US	UNITED STATES
URT	UNITED REPUBLIC OF TANZANIA
VPN	VISUAL PRIVATE NETWORKS
VSAT	VERY SMALL APERTURE TERMINAL
WAN	WIDE AREA NETWORK



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# **REPORT BY THOSE CHARGED WITH GOVERNANCE**

# THE GOVERNMENT OF TANZANIA

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022



### GENERAL INFORMATION

The United Republic of Tanzania (URT) was formed on 26th April 1964 as a union of two sovereign states, the then Republic of Tanganyika and People Republic of Zanzibar. The country is situated in the eastern part of Africa at 29° and 41° East and latitude 1° and 12° South; occupying a total area of 945,087 square kilometers (364,900 square miles). Tanzania shares borders with eight countries: Kenya and Uganda to the north; Rwanda, Burundi, Democratic Republic of Congo and Zambia to the west; Malawi and Mozambique to the south and Indian Ocean to the East. Tanzania is one of the member states of East African Community which was formed on 26th April 1964 out of the union of two Eastern Africa sovereign states of Tanganyika and Zanzibar.



H. E. Samia Suluhu Hassan  
President of the United Republic of Tanzania

The Consolidated Financial Statements for the financial year 2021/2022, provide a record of the Government of the United Republic of Tanzania with the Ministerial transactions that crosses over; and includes statement of financial performance, statement of financial position, cash flows statement, statement of change in net assets / equity, notes to the financial statements and statement of comparison of budget versus actual for the year ended 30th June 2022. The Public Sector Entities (PSEs) consist of all institutional units controlled directly, or indirectly, by government that is, all units of the General Government Sector (Central Government, Regional Secretariats, Social Security Funds and Local Government Authorities) and Public Corporations (financial public corporations and non-financial public corporations). General Government also includes public enterprises, legally constituted as corporations, but that do not satisfy the criteria to be treated as corporations.

It is the Government's duty and responsibility to ensure that, service delivery is improved and income is equitably distributed across the jurisdiction by promoting entities within the Public Sector. In order to enhance accountability and transparency, the Government requires all PSE to keep proper books of accounts that comply with the Generally Accepted Accounting Principles, Public Finance Act, Cap 348 with a number of Finance Acts that amended some sections, International Public Sector Accounting Standards (IPSAS) and other Guidelines and Directives as prescribed by the Paymaster General and the National Board of Accountants and Auditors (NBAA).

The Bank of Tanzania (BoT) is the official Banker of the Government of the URT. Furthermore, the Attorney General is the legal counsel of the Government and handles litigations and all legal matters involving the Government and its entities. The details and physical address of Ministry of Finance and Planning, Bank of Tanzania, Controller and Auditor General and Attorney General are as detailed herein below:

<b>PRINCIPAL PLACE OF BUSINESS</b> Ministry of Finance and Planning, Government City - Mtumba, Treasury Avenue, P. O. Box 2802, <b>40468 Dodoma;</b> <b>Tanzania.</b>	<b>RESPONSIBLE FOR NATIONAL CONSOLIDATION ACCOUNTS</b> Ministry of Finance and Planning, Government City - Mtumba, Treasury Avenue, P. O. Box 2802, <b>40468 Dodoma; Tanzania.</b>	<b>AUDITORS</b> Controller and Auditor General, The National Audit Office, 4 Ukaguzi Road, P. O. Box 950, 41104 Tambukareli, <b>Dodoma; Tanzania.</b>
<b>BANKER</b> Bank of Tanzania 16 Jakaya Kikwete Road 40184 P. O. Box 2303 <b>40184 Dodoma; Tanzania</b>	<b>LAWYERS</b> Attorney General, Government City - Mtumba, P. O. Box 630, <b>Dodoma; Tanzania.</b>	

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### STATEMENT BY THE HONORABLE MINISTER FOR FINANCE AND PLANNING



#### **Building a solid foundation for Public Finance Management**

The financial year 2021/22 was yet another year of a number of successes for the country. In the first half of the year 2021/22, we witnessed continued recovery of economic activities in the wake of the re-opening of the global economy from distresses of COVID-19 pandemic. In 2021/22, headline inflation continued to maintain single digit averaged at 4.0 percent compared to 3.3 percent in 2020/21. The increase in inflation was on account of Russia-Ukraine war and residual effects of COVID-19 pandemic. The war in Ukraine, together with resurgence of COVID-19 in our trading partners, disrupted supply chain of goods and services that led to high import prices. In order to cushion the domestic economy from adverse effects of these global shocks, the Government adopted a range of policy measures including adjusted monetary policy stance.

#### **Overall performance for the financial year 2021/22**

During the year 2021/22, the Government continued to implement various strategies to ensure the revenue target was achieved. In 2021, Gross Domestic Product (GDP) grew by an average of 4.9 percent compared to 4.8 percent in 2020. An increase in growth was attributed to: Strategic investment in energy, water, health and education infrastructure as well as construction of roads, railways and airports; an increase in mining production, especially gold and coal; and credit to private sector which normally stimulates economic activities. During the year under review, sectors which recorded high growth rate were Art and Entertainment (19.4 percent); Electricity (10.0 percent), Mining (9.6 percent) and Information and Communication (9.1 percent). In addition, food services, accommodation, art and entertainment sectors which were adversely affected by impacts of COVID - 19 showed positive growth, following the strengthening of tourism sector which have direct contributions to such sectors. In nominal terms, GDP increased to TZS 161,525.8 billion from TZS 151,166.4 billion reported in 2020, which translated to GDP per capita increase to TZS 2,798,224.2 from TZS 2,701,039.3.

Estimated domestic revenue (excluding LGAs own sources) for the year 2021/22 was TZS 24,827.88 billion. For the year ended 30th June 2022, actual revenue collected was TZS 23,653.93 billion, equivalent to 95.27 per cent of the approved revenue estimate. During the period, actual collection from tax revenue was TZS 20,944.67 billion, equivalent to 96.17 per cent of the estimated target of TZS 21,778.10 billion. The actual collection from non- tax revenue was TZS 2,709.26 billion equivalent to 88.83 per cent of the estimated target of TZS 3,049.77 billion in the financial year 2021/22. The Government continued to strengthen its strategies for mobilization of grants and concessional loans which resulted to actual disbursement of TZS 5,139.51 billion equivalents to 129.97 percent of annual estimates of TZS 3,984.26 billion. Out of total disbursements realized, General Budget Support (GBS) was TZS 141.73 billion, Basket funds was TZS 172.89 billion equivalent to 61.24 percent of the annual estimates of TZS 282.30 billion.

In the financial year 2021/22, the Government planned to borrow TZS 4,989.13 billion from the domestic market whereby TZS 4,989.13 billion, equivalents to 100.00 per cent of the planned target were realized. On external borrowing, the Government planned to borrow TZS 3,045.10 billion from non-concessional sources to finance development projects. During the year ended 30th June 2022, TZS 1,809 billion was raised, equivalent to 59.41 percent of the planned target. The Government largely focused and spent on the priorities for 2021/22 that addressed the key areas of the National Five-Year Development Plan 2021/22 - 2025/26 due to their multiplier effects to facilitate social-economic transformation in providing essential services to the citizens to enhance economic growth, job creation and poverty reduction at large.

As at 30th June 2022, Government spending amounted to TZS. 36,871.28 billion, equivalent to 97.04 percent of the annual target of TZS. 37,992.54 billion, and 18.41 percent higher when compared to TZS. 31,137.90 billion recorded as at June 2021. The annual expenditure performance was impressive owing to good performance of domestic revenue and adequate financing through receipt of loans as planned. The recurrent



## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

expenditure stood at TZS. 22,561.47 billion, equivalent to 98.08 percent of the annual target of TZS. 23,002.95 billion. Expenditure on development activities as of June, 2022 amounted to TZS. 14,309.80 billion, reflecting the performance of 95.46 percent of the target of TZS. 14,989.59 billion. The projects financed by local resources had the largest share of the disbursed funds, amounting to 11,461.62 billion shillings, which was 106.9 percent of the target of 10,723.00 billion shillings. Among others, the performance above target was attributed to the ongoing strategic projects including construction of the Standard Gauge Railway (SGR), Julius Nyerere Hydropower (JNHPP) and revamping of ATCL which recorded high absorption capacity. Conversely, the share of foreign funded projects amounted to 2,361.70 billion shillings, equivalent to 55.40 percent of the target of 4,266.60 billion shillings. The underperformance of foreign development budget is highly attributed to unfulfillment of development partners' commitments and delays in implementation of activities for direct to project funds such that it affects the release of funds as well as delays in accounting of expenditure.

### Government Debt Management

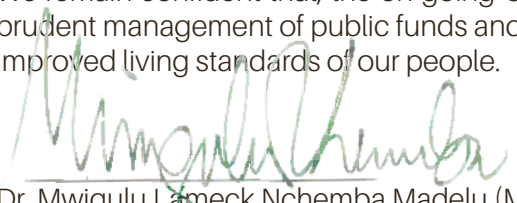
As at end 30th June 2022, Central Government debt stock was TZS 71,312.40 billion compared to TZS. 64,519.63 billion in the corresponding year ended 30th June, 2021, equivalent to an increase of 10.67 percent. Out of the debt stock, domestic debt amounted TZS. 24,040.11 billion equivalent to 33.71 percent and external debt amounted to TZS. 47,272.29 billion shillings equivalent to 66.29 percent. The increase in the Central Government debt stock was due to Government borrowing to finance development projects. In order to ensure sustainability of Government Debt, the Government has continued to manage debt through review and update of the Medium-Term Debt Strategy which aims at enhancing domestic marketing for Government securities; prepare and issue guideline for preparation of development projects which are to be financed through borrowing; and conduct Debt Sustainability Analysis (DSA). The results of Debt Sustainability Analysis (DSA) which was conducted in November 2022 indicated that, the Government debt was sustainable in the medium to long-term. All liquidity and solvency debt burden indicators remain below their respective thresholds under baseline scenario for both external and public DSA. However, the risk of debt distress remained moderate. This follows a breach of threshold for the debt service to export ratio under shock scenario.

### Conclusion

Despite of an impressive service delivery and performance results in the financial year under review, the Government is contented about the future; and indeed, confirms its shared commitment to maintaining and promoting sustainable, people-centred services that discriminates no one in the pursuit for development of our citizens and our Country at large.

Lastly but not least, we commend all Tanzanians for their support on various Government policies and initiatives especially; voluntary tax payments through the newly developed electronic payment gateways. These platforms among others have greatly contributed to the increased Government revenue sufficient to fund large and strategic projects of national interest.

We remain confident that, the on-going Government's massive investments on infrastructures coupled with prudent management of public funds and other resources will yield unprecedented results and contribute to improved living standards of our people.



Dr. Mwigulu Lameck Nchemba Madelu (Mb.)  
MINISTER FOR FINANCE AND PLANNING

30th January, 2023  
Date

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### STATEMENT BY THE PAYMASTER GENERAL



The Treasury is responsible for establishing and maintaining a system of internal control designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by all the Government Entities. To the best of my knowledge, internal control system has operated adequately throughout the reporting period. The Government financial reports for the year ended 30th June 2022 have been prepared in accordance with the provisions of the Public Finance Act Cap, 348 and International Public Sector Accounting Standards (IPSAS) Accrual Basis of Accounting.

The Government continues to promote transparency and accountability in managing public resources and enhancing public finance management reforms by making sure that, all guidelines issued by the International Public Sector Accounting Standards Board (IPSASB). The preparations of the financial statements are in compliance with IPSAS that are relevant to the activities of the Government and its controlled entities and the relevant circumstances of the selected accounting policies.

### Purpose of the Financial Statements

The general purpose of the financial statements is to provide information about the results of operations, financial position, and cash flows of an entity. The Financial statement provides a comparison with the fiscal forecasts in the Economic and Fiscal Updates. The financial statements also provide progress that government has made in implementing the national development priorities outlined in the Third Five-Year Development Plan 2021/22 – 2025/26, acceleration of the Sustainable Development Goals (SDGs), and promotion of the 2030 Agenda for Sustainable Development, and the African Union (AU) Agenda 2063.

The Government depend on the trust of the citizens and the national and international stakeholders in order to deliver their goals efficiently and effectively. These consolidated financial statements help to strengthen public financial management, and is a fundamental ingredient in maintaining that trust. This IPSAS-based information provides a comprehensive and comparable picture of a public sector entity's financial performance and position. Furthermore, it helps to increase transparency and accountability to their citizens and stakeholders, and to inform effective decision making, so contributing to fiscal stability and sustainability.

### Inter Government Entity Transactions

In the consolidated financial statements for the year ended 30th June 2022 all material balances and transactions between entities included in these consolidated financial statements have been eliminated.

### Conclusion

These consolidated financial statements have been prepared on a going-concern basis, and the accounting policies have been applied consistently in their preparation and presentation. In accordance with the requirements of IPSAS, the consolidated financial statements, present fairly the assets, liabilities, net assets, revenue and expenses of the Government of Tanzania.

Dr. Natu E. Mwamba

**PAYMASTER GENERAL**

30th January, 2023

Date

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### MANAGEMENT RESPONSIBILITY ON THE CONSOLIDATED FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Paymaster General in accordance with the provisions of the Public Finance Act Cap, 348. The Consolidated Financial Statements comply with the International Public Sector Accounting Standards (IPSAS) and Tanzania Financial Reporting Standards 1(TFRS1).

Section 30(1) of the Public Finance Act Cap, 348 requires the Accountant General to prepare and transmit the consolidated financial statements to the Minister and Controller and Auditor General in accordance with the requirement of IPSAS. The presentation of Consolidated Financial Statements for the year ended 30th June, 2022 is accordance with the requirement of Section 8(1) of the Public Finance Act Cap, 348 and IPSAS. The consolidated financial statements for the year ended 30th June, 2022 have been prepared to include 586 Public Sector Entities including: 94 Budgetary Central Government; 216 Extra budgetary Units; 4 Social Security Funds; 184 Local Government Authorities; 12 Public Financial Corporations and 75 Public Non-Financial Corporation.

The Management is responsible for establishing and maintaining a system of internal control designed to provide reasonable assurance that the transactions recorded are within statutory authority, and properly record the use of all public financial resources by the Government Reporting Entities. Selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances which provide reasonable assurance that the transactions recorded are within statutory authority, and properly record the use of all public financial resources by the Government.

Nothing has come to the attention of the Management to indicate that the Government will not remain a going concern for the next twelve months from the date of this Consolidated Financial Statements. To the best of the Management knowledge, the system of internal control has operated adequately throughout the reporting period and that the records and underlying accounts provide a reasonable basis for the preparation of the Consolidated Financial Statements for the year ended 30th June 2022. Procurement of goods, works and consultancy and non-consultancy service to the extent that they are reflected in these financial statements have been done in accordance with the Public Procurement Act, Cap 410 and its Regulations of 2016.



Leonard J. Mkude  
**Accountant General**

30th January, 2023  
Date

The Management accepts responsibility for the integrity of these financial statements, the information they contain such that the consolidated financial statements present fairly the financial position of the Government as at 30th June, 2022, its financial performance and cash flows for the year in accordance with International Public Sector Accounting Standards.



Dr. Natu E. Mwamba  
**PAYMASTER GENERAL**

30th January, 2023  
Date

REPORT BY THOSE CHARGED WITH GOVERNANCE  
FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

**DECLARATION BY THE CHIEF ACCOUNTANT - CONSOLIDATION OF NATIONAL ACCOUNTS**

The National Board of Accountants and Auditors (NBAA) according to the power conferred to it under the Auditors and Accountants (Registration) Act. No. 33 of 1972, as amended by Act No. 2 of 1995, requires financial statements to be accompanied with a declaration issued by the Head of Finance/Accounting responsible for the preparation of financial statements of the entity concerned.

It is my duty as a Certified Public Accountant to assist the Management to discharge the responsibility of preparing financial statements that reflect the true and fair view of the Government position and performance in accordance with International Public Sector Accounting Standards and statutory financial reporting requirements. Full legal responsibility for the preparation of financial statements rests with the Management as stated in the Management Responsibility statement on an earlier page.

**I, Dr. Elizeus KALUGENDO John** being the Chief Accountant responsible for Consolidation of National Accounts hereby acknowledge my responsibility of ensuring that consolidated financial statements for the year ended 30th June, 2022 have been prepared in compliance with International Public Sector Accounting Standards (IPSAS) and the Public Finance Act, Cap 348.

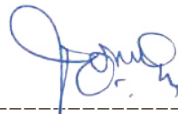
Thus, I confirm that these Consolidated Financial Statements present fairly in all material respects, the Financial Position of the Government as at 30th June, 2022, and its Financial Performance and Cash Flows for the year end have been prepared based on properly maintained financial records.

Signed by:

Position:

NBAA Membership No:

**Date:**



Chief Accountant

ACPA 3775

**6th March, 2023**



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# **COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS**

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENT

#### 1. INTRODUCTION

The Consolidated Financial Statements of the Government of United Republic of Tanzania for the financial year ended 30th June, 2022 comprises Statement of financial performance, Statement of financial position, statement of changes in net assets/equity, Cash Flow Statements, Statement of comparison of budget and actual amount spent and notes to the financial statements. Further, additional details have been included in order to promote ease of understanding and comparison of data in line with the requirement of International Public Sector Accounting Standards (IPSAS), as well as other schedules and summary statements.

#### 2. FISCAL OUTLOOK

Russia-Ukraine war and residual effects of COVID-19 pandemic continue to affect inflation rates in many countries including Tanzania. In 2021/22, headline inflation continued to maintain single digit averaged at 4.0 percent compared to 3.3 percent in 2020/21. During the quarter ending June, 2022, the headline inflation averaged at 4.1 percent compared to an average of 3.4 percent recorded in the corresponding quarter in 2021. On monthly basis, the headline inflation for the month of June, 2022 was 4.4 percent compared to 3.6 percent recorded in June, 2021. During the period under review, annual food inflation (food and non-alcoholic beverages) increased to 5.9 percent from 4.7 percent in 2020/21. The increase in food inflation was mainly due to a rise in prices of maize grains and flour, wheat flour, sweet potatoes, fresh cassava and rice. Core inflation, whose index accounts for the largest share in the consumer price index (CPI) basket decreased to 3.4 percent in June 2022 from 4 percent recorded in the corresponding period in 2021, mainly due to a fall in prices of accommodation, recreation, sports and cultural items, garments as well as information and communication.

During the second quarter in 2022 the value of Gross Domestic Product (GDP) in absolute terms at current prices during the period of April to June, in 2022 was TZS 45.2 trillion compared to TZS 39.9 trillion in the corresponding period in 2021. During the period under review accommodation and food services recorded the highest growth of (13.0 percent); followed by finance and insurance (9.9 percent); water supply (9.5 percent); Information and communication (9.2 percent); electricity (8.7 percent); other services (7.5 percent); public administration (6.7 percent) and mining and quarrying (5.8 percent). Further, the value of GDP at constant prices increased to TZS 34.9 trillion during the period under review in 2022 from TZS 33.3 trillion in the corresponding period in 2021 equivalent to a growth of 4.8 percent.

In 2021/22, the exchange rate averaged at 2,298.12 shilling per US dollar as it was recorded in 2020/21. The stability of Tanzania shilling was attributed to prudent fiscal and monetary policies, moderate current account deficit and stable inflation of below 5 percent. In a quarter ending June 2022, the shilling was traded at an average of shilling 2,300.32 per USD compared to shilling 2,298.60 per USD in similar period in 2021, equivalent to an average depreciation of 0.1 percent. The sustained stability of the shilling against USD and other major global currencies was due to low and stable inflation environment, moderate current account deficit and continued prudence in both monetary and fiscal policies.

#### 3. OVERSIGHT BODY

The Parliament of Tanzania is mandated to execute oversight role over the Government financial management; to this effect the Parliament has two dedicated Parliamentary committees each specialized in the oversight of a particular section of public sector. The two Parliamentary oversight committees and their areas of prerogative are as follows:

- a) The Public Accounts Committee (PAC) responsible for the oversight of the Central Government i.e. Ministries, Independent Government Departments and Executive Agencies; and



## THE GOVERNMENT OF TANZANIA

### REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

#### COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

- b) The Local Authorities Accounts Committee (LAAC) which is responsible for the oversight of the Local Government Authorities.

The Committees are established under the Constitution of the United Republic of Tanzania 1977 Art96(1)&(2) the Parliamentary Standing Orders (2013), Order No.118 (1) and Addendum No 8 of the orders.

The members of the Public Accounts Committee (PAC) who served from July 2021 to June 2022 are listed below:

No.	Name	Position	Constituency / Special Seats
1	Hon. Naghenjwa Livingstone Kaboyoka	Chairperson	Special Seats - Kilimanjaro
2	Hon. Japhet Ngailonga Hasunga	Vice Chairperson	Vwawa
3	Hon. Dr. Hamis Andrea Kigwangala	Member	Nzega Rural
4	Hon. Eng. Isack Aloyce Kamwele	Member	Katavi
5	Hon. Simon Songe Lusengekile	Member	Busega
6	Hon. Anton Albert Mwantona	Member	Rungwe
7	Hon. Kiswaga Boniventura Dester	Member	Magu
8	Hon. Juma Othman Hija	Member	Tumbatu - Zanzibar
9	Hon. Idarus Faina Ravia	Member	Makunduchi - Zanzibar
10	Hon. Deus Clement Sangu	Member	Kwela
11	Hon. Francis Kumba Ndulane	Member	Kilwa South
12	Hon. Maulid Saleh Ali	Member	Welezo - Zanzibar
13	Hon. Aida Joseph Khenani	Member	Nkasi North
14	Hon. Aysharose Ndogoli Matembe	Member	Special Seats - Singida
15	Hon. Anatropia Lwehikila Theonest	Member	Special Seats - Kagera
16	Hon. Maimuna Ahmad Pathan	Member	Special Seats - Lindi
17	Hon. Aleksia Asia Kamguna	Member	Special Seats - Morogoro
18	Hon. Jackline Kainja Andrea	Member	Special Seats - Tabora
19	Hon. Daudi Protas Venant	Member	Igalula
20	Hon. Zubeda Khamis Shaibu	Member	Mfenesini - Zanzibar
21	Hon. Florent L. Kyombo	Member	Nkenge
22	Hon. Bakar Hamad Bakar	Member	House of Representative Zanzibar

The members of the Local Authority Accounts Committee (LAAC) who served from July, 2021 to June 2022 are listed below:

No.	Name	Position	Constituency / Special Seats
1	Hon. Grace Victor Tendega	Chairperson	Special Seats
2	Hon. Seleman Jumanne Zeddy	Deputy Chairperson	Bukene
3	Hon. Jeremiah Mrimi Amsabi	Member	Serengeti
4	Hon. Jonas Van Zeeland	Member	Mvomero
5	Hon. Abubakar Damian Asenga	Member	Kilombero
6	Hon. Rashid Abdallah Shangazi	Member	Mlalo
7	Hon. Fransic Isac Mtinga	Member	Iramba Mashariki
8	Hon. Janeth Elias Mahawanga	Member	Special Seats
9	Hon. Maimuna Salum Mtanda	Member	Newala Rural
10	Hon. Rashid Abdallah Rashid	Member	Kisiwani
11	Hon. Ally Mohamed Kassinge	Member	Kilwa Kusini
12	Hon. Anastazia James Wambura	Member	Special Seats - Mtwara
13	Hon. Twaha Ally Mpembenwe	Member	Kibiti
14	Hon. Tauhida Galos Cassian	Member	Special Seats
15	Hon. Asya Sharifu Omary	Member	Special Seats

# THE GOVERNMENT OF TANZANIA

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

No.	Name	Position	Constituency / Special Seats
16	Hon. Martha Festor Mariki	Member	Special Seats
17	Hon. Boniphace Nyangindu Butondo	Member	Kishapu
18	Hon. Conchesta Leonce Rwamlaza	Member	Special Seats
19	Hon. Mohamed Abdulrahiman Mwinyi	Member	Chambani
21	Hon. Joseph Zacharius Kamonga	Member	Ludewa
22	Hon. Ally Yahya Mhata	Member	Nanyumbu
23	Hon. Hamis Mohamed Mwinjuma	Member	Muheza
24	Hon. Neema Gerald Mwandabila	Member	Special Seat

#### 4. BUDGET APPROVAL AND ASSUMPTIONS

The budget of the Government of United Republic of Tanzania was prepared on cash basis by function classification. The budget for the fiscal year ended on June 30, 2022 was approved by the Parliament of the United Republic of Tanzania in June 2021 as prescribed by National Constitution of 1977 and section 26 of the Budget Act, Cap.439 and included all activities within the Government of the United Republic of Tanzania. The 2021/22 Budget aimed at "Realising Competitiveness and Industrialization for Human Development". During the year Government have made supplementary budget to support Covid 19 activities

In order to attain the stated performance benchmarks, the following assumptions were expected to be observed and maintained during the financial year:

- Peace, unity and political stability within and across the region;
- Stability and sustainability in macroeconomic and social economic gains;
- Stability in global economy;
- Stability in the world market oil prices;
- Favorable weather condition in a country and neighboring countries;
- Favorable relations with neighbors, region and international; and
- Supportive laws and regulations for investors.

The Government started the financial year 2021/22 by setting out key strategies and goals for execution during the year. The main goals for 2020/21 were poverty alleviation leading to transforming the country into an industrial economy towards a Middle-Income Country. These goal were aligned with; Tanzania Development Vision 2025, National Five Years Development Plan (2021/22 - 2025/26), the African Agenda (2063), the Sustainable Development Goals (2030) and the ruling party Manifesto (2020 - 2025).

Tanzania has benefited from rich experiences and recommendations drawn from other change processes nationally, regionally and globally, including the National Constitutional Review, global, regional and national consultations that led to the formulation of the Agenda 2030 for Sustainable Development, Agenda 2063 for the African continent, and convergence processes toward the envisaged merger of EAC, SADC and COMESA regional trade groupings. The process also benefited from other internal consultations and peer reviews at various stages to ensure shared understanding and broad consensus by key stakeholders from the start. Given the strategic priority areas earmarked and the implementation effectiveness machinery laid out; coupled with the visionary leadership already existing at the top office of our nation, Tanzania is poised to excel regionally and globally as an emerging industrializing Middle Income Country.



# THE GOVERNMENT OF TANZANIA

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

#### 5. GOVERNMENT OPERATING MODEL

The priorities for 2021/22 focused on the key areas of the National Five Year Development Plan 2021/22 - 2025/26 due to their multiplier effects to facilitate social-economic transformation. Continue to implement flagship projects that have far reaching effects on economic growth, job creation and poverty reduction including the Julius Nyerere Hydroelectric Power Project, the construction of a Standard Gauge Railway (SGR), revamping of the Air Tanzania Company Limited (ATCL) and training professionals in specialized skills for industrial and human development. In addition, the Government continued to strengthen the agricultural sector by improving access to agricultural inputs, as well as constructing and rehabilitating irrigation infrastructure, warehouses and markets. The financial implication to the implementation of priority sectors has been consolidated in these financial statements. The following are the priority sectors during the year under review:

- i. **Water and Sanitation:** In 2021/22 the Government spent TZS 690.84 billion in line with the annual plan and budget for the financial year 2021/22, notable achievements are; Completion of 303 water supply schemes in the rural areas with 3,845 domestic points serving more than 1,467,107 people, completion of the design of 446 projects, ground water survey in 158 identified area in 141 villages; rehabilitation of 76 boreholes in 76 villages; as well as drilling of 191 boreholes in rural areas. Rehabilitation of 127 water supply projects completed and now providing service to the public, completion of Mlandizi – Chalinze – Mboga water supply project, significant progress in the implementation of the Arusha Water Supply and Sanitation project on progress at more than 80% completion; an increase in access to water services in the country from 72.3 percent in rural areas and 86 percent in urban areas in 2020/21 to 74.5 percent in rural areas and 86.5 in urban areas in 2021/22; improved water resources management by continuing to identify, demarcate and conserve 178 water sources as well as preparing water conservation plans for all water intake in the country.

Finally, the Ministry has completed the pre-feasibility stage of the National Water Grid project that will enable the effective use of the major lakes and rivers available in the country. The project is expected commence in financial year 2022/23.

- ii. **Ensure healthy lives and promote wellbeing for all at all ages** - in 2021/22, the Government has constructed, expanded and rehabilitated health infrastructures including: 66 Intensive Care Units (ICUs); 100 Emergency Medical Departments (EMDs); 150 staff houses; 7 Regional Referral Hospitals and 1 Specialized hospital (Mirembe); and 304 health centers for Comprehensive Emergency Obstetric and Neonatal Care (CEmONC) to improve maternal and child care. In addition, the Government has released 23.32 billion shillings to Local Government Authorities in order to complete the construction of block structures for 564 dispensaries. Also, construction of 99 hospitals is ongoing and construction of 28 new hospitals has commenced. Further, the Government has constructed 234 health facilities using revenue from mobile phone money transaction fees amounting to 86.0 billion shillings. the Government has continued to strengthen health services by improving diagnostic services,

As of April 2022, there were a total of 11 CT scan machines, 7 MRI machines and 105 digital X-rays machines in operation in various hospitals. Out of these, 42 digital X-rays machines are located in national, regional and specialized hospitals and regional referrals and 63 machines are located in different health facilities under PO - 32 RALG. The Government has procured the following diagnostic equipment: 4 MRI; 31 CT— Scan; 130 Digital X-rays; 1 mini angio suite and 7 Echo Cardiography. In addition, the Government is continuing with installation of oxygen generating plants whereby a total of 13 plants have been installed in various hospitals thus bringing health care services closer to citizen.

# THE GOVERNMENT OF TANZANIA

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

#### iii. **Ensure inclusive and equitable quality education and promote lifelong learning opportunities for all:**

The implementation of the 2021/22 budget, focused on the government priorities which includes increasing access, equity, as well as participation, strengthening accreditation and quality assurance system in education and training, improvement in the use of research and development, science, technology and innovation for economic development. In 2021/22 the Government completed construction of 15,000 classrooms in secondary and satellite schools and 50 dormitories for students with special needs. This has enabled all 907,803 students who passed the standard seven examination in 2021 to be enrolled in Form One in January 2022. Similarly, the Government has completed construction of 560 block structures of classrooms in secondary schools using funds obtained from mobile phones money transaction fees amounting to 7.0 billion shillings. In addition, the Government has provided loans worth 569 billion shillings to 177,777 higher education students. Vocational training has proved to be one of the means of providing self employment to youth, the Government has 77 Districts with Vocational Education Training Authority (VETA) out of 138 Districts across the country, and we have 25 Regions with VETA out of 26 Regions.

#### iv. **Transport:**

Towards achieving the Transport Policy Objectives, during 2021/22 the Government has continued expanding its railway infrastructure through the construction Standard Gauge Railway (SGR) Dar es Salaam to Morogoro (300 km) section was at 97.19 % while Morogoro to Makutupora (422 km) section was at 87.05 %. Lot five from Mwanza – Isaka (249 km) construction is at 8.71%. Lot four of Makutupora – Tabora (368 km) construction is at 0.74%. Currently, Government is underway to solicit funds for construction of Tabora – Isaka (km 165). Preparation for construction of SGR phase II from Tabora – Kigoma (411 km) is underway. On 28 January 2022, the Government of Tanzania and Burundi signed a memorandum of Understanding to solicit fund for construction of Uvinza - Musongati-Gitega (282 km) and Isaka – Rusumo (371 km). Other sections includes Kaliua-Mpanda-Karema (321 km). The Mtwara – Songea – Mbamba Bay with Spurs to Liganga and Mchuchuma (1000 km); and Tanga – Arusha- Musoma with Spurs to Engaruka and Minjingu (1,108 km) are to be implemented on Public Private Partnership (PPP) arrangement.

Final payments of two (2) Airbus 220 - 300 and one Dash 8 Q400 aircrafts and the cost of operating those aircraft and made advance payment of five Air crafts which includes: 2 Boeing B737-9, Boeing B367-300F, Dreamliner B787-8 and De-Havilland Q400. Tanzania and Zambia Railway Authority (TAZARA) operations through rehabilitation of 7 locomotives using the procured 42 traction motors enabled TAZARA to increase its freight tonnage to 180,597 metric tons in 2021/2022 compared to the recorded 173,490 metric tons in 2020/2021, equal to an increase of 4.0%.

By the end of June, 2022 the overall Dar es Salaam Maritime Gateway Projects (DMGP) progress reached 52% including dredging of the entrance channel and turning basin. Improving inland waterways including construction of ship vessel namely, MV Mwanza Hapa Kazi Tu with capacity to carry 400 tons of cargo and 1200 passengers reached 70%. Major rehabilitation of MT Sangara in Lake Tanganyika reached 40% while rehabilitation for MV Umoja reached 30% in Lake Victoria. The efforts of improving inland waterways in the Great lakes will enhanced trade and business for the communities along Lake Victoria including countries of Uganda, Rwanda and Burundi who had limited access to transportation.

#### v. **Energy:**

In improving production capacity, distribution and electric power connectivity to citizens, During the year under review, the Government managed to invest TZS. 2.12 trillion on the reinforcements of power generation, transmission and distribution systems, encourage investment in petroleum subsector development, implementation of rural electrification programs, urban electrification improvement programs, facilitating Tanzanians to participate effectively in the energy

# THE GOVERNMENT OF TANZANIA

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

sector businesses and activities. Flagship and strategic energy projects to ensure economic growth and availability of energy supply included Julius Nyerere, Ruhudji, Rumukali, Rusumo Hydropower Projects, Kinyerezi I Extension, Kakono Hydropower, East African crude Oil Pipeline (EACOP) and hydrocarbon explorations in Mnazi Bay North, Eyasi Wembere, West Songo Songo and Lake Tanganyika Blocks. Currently, the total installed capacity stands at 1,609.91 MW and overall electricity access in Tanzania Mainland was 78% and connectivity stood at 37.7%. For the year under review, a total of over 10,294 villages had been connected to reach a grand total of more than 12,268 villages with the access to electricity. Furthermore, the Government has successfully maintained a stable supply of oil and natural gas for thermal power generation. Additionally, availability of local installation materials (wooden poles, conductors, transformers and meters) had saved foreign currency for imported goods.

- vi. Food Security and improved Nutrition, and promote Sustainable Agriculture:** In fiscal year 2021/2022, the URT continued to implement Agricultural Development Policy as well as undertaking reviews of legislations and sector reforms to improve sector enablers and business environment in Tanzania. The rationale for this initiative was to attract more investment in the sector by strengthening research and extension services, promote value addition to the agricultural crops along the value chain, strengthening production and productivity through the use of improved seeds, fertilizers, pesticides, improving irrigation infrastructures, promoting production of wheat and oil seed crops, strengthening agricultural financing and promoting linkages with other sectors to ensure reliable markets for Agro-based products. Tanzania has achieved marked improvement in nutrition status in recent years and reversed trends in all forms of malnutrition for children.

Tanzania has increased the agricultural budget from 294 billion shillings to 954 billion shillings and will continue to increase the budget each year. The aim is to achieve more than 10 percent growth for the agricultural sector by 2030. Other goals are ensuring food security and supply to cater for domestic demand and export, increasing the value of export of agricultural produce from USD 1.2 billion to more than USD 5 billion by 2030 to improve the liquidity ratio indicators for public debt sustainability. In the year 2021/22, the Agriculture Sector grew at a rate of 3.9 percent and crop sub-sector grew by 3.6 percent. The sector contributed 65.6 percent of the total employments, 26.1 percent of the total Gross Domestic Product (GDP) of which 14.6 percent was from crop production sub-sector. On the other hand, its contribution on the export values (traditional and non-traditional crops) was USD 1 billion and 126 percent on food self-sufficiency.

- vii. Live stock and Fisheries:** Fisheries sector plays an important role in building a strong national economy by improving household food security, increasing income and employment opportunities while nurturing fisheries resources. In the financial year 2021/2022, contribution of fisheries sector to Gross Domestic Product (GDP) remained at 1.8% with sector growth of 2.5%, in the year 2022. The sector provides direct employment to 195,435 fishers while about 4.5 million Tanzanians are employed in fisheries related activities. Fish capture stood at 483,756.40 metric tons, with an estimate value of about 2.4 trillion shillings. Fishery products contribute about 30% of the total animal protein intake with the average per capita animal protein consumption of 8.5kgs per person, annually.
- viii. Industry, Trade and Investment:** During the year under review, the contribution of manufacturing activities to GDP decreased slightly to 8.0 percent from 8.4 percent in 2021. However, in 2022 manufacturing production activity grew by 5.1 percent compared to 4.5 percent in 2021. The slight increase in growth was due to slow global recovery from the limitations in importation of industrial raw materials following the impact of the COVID -19 pandemic. This growth rate was mainly realized in food and beverages, building materials, textiles and garments, agro processing and pesticides sub sectors. In the financial year 2021/22 the contribution of trade activities in



# THE GOVERNMENT OF TANZANIA

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

GDP was 8.9 percent compared to 8.7 percent in 2020/2021. Likewise, business activities grew by 4.0 percent compared to 2.1 percent in 2021.

By March 2022, the Tanzania Electronic Investment Single Window (TeIW) System construction had reached 90%. Not only that, the land bank data base has been created - 1.6 million hectares are now available. Two hundred twenty one (221) investment projects were registered at TIC and EPZA worthy USD 1,992.2 million.

- ix. Promote sustained, inclusive and sustainable economic growth: The Government has allocated 45 billion shillings for infrastructure and capital provision to the Machingas where by each region needs to have 1 billion shillings revolving fund for the Machingas based on the procedures put in place, the Government has continued to coordinate and emphasize citizens' participation in strategic projects and investment in the country. As a result, 72,395 direct and indirect employments were created in 2022. Further, strategic projects resulted to signing of 2,019 local sub-contracts in provision of services such as catering, security, building materials including cement, iron bars gravel and sand. Other sub-contracts were transport and logistics, insurance and oil companies. Similarly.
- x. Access and Usage of formal Financial Services: Access to Formal Financial Services is a proportion of all active registered accounts of all products and services in the financial system to adult population with a purpose to enable the Bank understand the progress of interventions for enhancing financial inclusion and therefore effectively allocate resources and set priorities for interventions. Usage of Formal Financial Services is a proportion of all registered active accounts using formal financial services in relation to adult population with a purpose to enable the Bank understand the progress of interventions for enhancing financial inclusion and therefore effectively allocate resources and set priorities for intervention. By the end of June 2022, access to formal financial services through mobile phones reached 80.42 percent, which was above the target of 79 percent. This was mainly attributed to technological advancement, financial innovations especially appealing products, improved public awareness on mobile financial services as well as presence of effective oversight.

## 6. REVENUE

Total URT revenue for the year ended 30 June 2022 was TZS. 38,394,743 million trend analysis shows that 51% of Government revenue comes from Taxes, followed by revenue from exchange transactions 17%, Other revenues 14%, , while Levies, fees, fines, penalties and forfeits, Social contribution, Grants and Aids and fair value (Gain) makes 17% of the total revenue

**Table 1: Revenue Trend**

Revenue Types	2021/22	2020/21
	TZS 'million'	TZS 'million'
Taxes	19,610,164	20,581,120
Levies, Fees, Fines, Penalties and Forfeits	2,308,931	2,835,547
Social Contribution	3,387,996	3,162,076
Grants and Aids	1,266,876	967,197
Revenue from Exchange transaction	6,590,620	6,716,140
Other revenue	5,618	5,872
Fair Value (Gain) and Other Income	5,224,538	2,900,710
<b>Total</b>	<b>38,394,743</b>	<b>37,168,662</b>

# THE GOVERNMENT OF TANZANIA

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

#### a) Tax Revenue

Taxes have fairly decreased by 4.7% from TZS 20,581,120 million for the year 2020/21 to TZS. 19,610,164 million for the year 2021/22 despite of the Government efforts to continue strengthening of management of existing sources by intensifying the use of electronic collection system; widening tax base by formalization of the informal sector and conducive environment to attract business and investment.

Tax Types	2021/22	2020/21
	TZS 'million'	TZS 'million'
Taxes on Goods and Services	9,481,309	9,276,522
Taxes on Income, Profits and Capital Gains	3,967,150	4,265,945
Taxes on International Trade and Transactions	3,311,059	3,728,966
Other Taxes	2,035,850	2,675,260
Taxes on Payroll and Workforce	758,722	604,545
Rates and Fees	56,074	29,881
<b>Total</b>	<b>19,610,164</b>	<b>20,581,120</b>

#### b) Levies, Fees, Fines, Penalties and Forfeits

Fines and penalties are compulsory current transfers imposed on units by courts of law bodies for violations of laws or administrative rules. Out-of-court agreements are also included. Forfeits are amounts that were deposited with a general government unit pending a legal or administrative proceeding and that have been transferred to the general government unit as part of the resolution of that proceeding. Levies, Fees, Fines, Penalties and Forfeits has decreased by TZS. 526,617 million equal to 19 percent from TZS. 2,835,547 million recognized in Financial Year 2020/21 to TZS. 2,308,931 million recognized in financial year 2021/22. Underperformance of Levies, fees, fines and penalties was due to government initiatives in reducing some of the levies chargeable to the business in order to stimulate business growth in the country.

#### c) Social Contribution

Social contributions are revenue receivable by social insurance schemes to make provision for social insurance benefits payable. These receipts are from employers on behalf of their employees, from employees, or from self-employed or unemployed persons on their own behalf to secure entitlement to social benefits, payable in cash and in kind, to the contributors, their dependents, or their survivors. The contributions are usually compulsory, but may also be voluntary. Social Contribution has decreased by TZS. 225,920 million from TZS. 3,162,076 million recognized in Financial Year 2020/21 to TZS. 3,387,996 million recognized the financial year 2021/22 which shows an downward trend.

#### d) Revenue from Exchange transactions

Revenue from Exchange transactions includes all transactions in which one entity receives assets or services, or has liabilities extinguished, and directly gives approximately equal value (primarily in the form of cash, goods, services, or use of assets) to another entity in exchange. It includes revenue from the rendering of services and the sale of goods. Revenue from Exchange transaction has decreased by TZS. 125,520 million from TZS. 6,716,140 million recognized in Financial Year 2020/21 to TZS. 6,590,620 million recognized financial year 2021/22.

#### e) External Assistance - Grants and Aids

Grants and Aids are transfers receivable by government units, from other resident or nonresident government units or international organizations, that do not meet the definition of a tax, subsidy, or social contribution. Grants and Aids were received from foreign governments, grants from interna-

# THE GOVERNMENT OF TANZANIA

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

tional organizations, and grants from other general government units. Grants from other general government units is eliminated during the consolidation process as it is intra entity transaction. Grants and Aids has increased by TZS. 299,679 million from TZS. 967,197 million recognized in Financial Year 2020/21 to TZS. 1,266,876 million recognized in financial year 2021/22. The increase in grants and aids resulted from some of Development Partners to honor their pledges.

#### f) Other Revenue

Other revenue includes finance income, debt forgiveness, donation, miscellaneous receipts, parking charges, user charges, rent income, interest on deposits etc. Other Revenue has increased by TZS. 253,371 million from TZS 5,871,948 million recognized in Financial Year 2020/21 to TZS. 5,618,577 million recognized in the financial year 2021/22. Revenue collection shows upward trend due to Government efforts in implementing effective compliance strategies by PSEs that ensured all institutions collect non tax revenue through GePG.

## 7. EXPENDITURE

The overall Government expenses for the financial year 2021/22 were grouped into: wages, salaries and employee's benefits; Social benefits, goods and services used; Routine and maintenance, Depreciation, Impairment of Property, Plant and Equipment (PPE) Investment Property and Intangible Assets, social benefits and other expenses. Total expenses excluding fair value losses, Losses of Foreign Currency Translation and other transfers for the financial year ended 30th June, 2022 was TZS 38,108,622 million compared to previous year expenses of TZS. 35,432,099 million. The increase of 8 percent was contributed by the increase of employment and other government operations

Table 3: Expenditure

Expenses types	2021/22	2020/21
	TZS 'Million'	TZS 'Million'
Wages, salaries and employees benefits	13,384,729	12,196,639
Use of Goods and Services	7,622,675	5,335,580
Routine repair and maintenance expenses	2,319,444	1,538,039
Social benefits	3,321,790	3,922,966
Finance Cost	2,805,110	2,529,663
Consumption of Assets	4,628,276	3,303,156
Other expenses	3,061,867	2,402,609
<b>Total</b>	<b>38,108,622</b>	<b>35,432,099</b>

#### a) Wages, salaries, employee's benefits

These are expenses in respect of services rendered by employees to the Government and their contractual benefits arise from employment contracts. Such benefits are payable in cash and/or in kind. It also includes actual employer's social contributions and imputed employer's social contributions. During the year under review total Wages, Salaries and Employees Benefits amounted to TZS. 13,384,729 million being an increase of TZS. 1,188,090 million compared to TZS. 12,196,639 million incurred in the financial year 2020/21.

#### b) Use of Goods and Services

This expenditure consists of the value of goods and services used for the production of market and non-market goods and services. The value of use of goods or services is recognised when the goods or services are actually used rather than when they were acquired or paid for. During the year under review total expenditure for use of goods and services was TZS 7,622,237 million as compared to TZS 5,335,580 million recognized in financial year 2020/2021. Among of the reasons

# THE GOVERNMENT OF TANZANIA

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

for increase on use of goods and services in the year ended June, 2022 was an increase in per-derm, diesel, classroom and teaching supplies, and programme transmission fees.

#### **c) Routine repairs and maintenance**

These expenses are essentially related to cost of routine repairs and maintenance of fixed assets. Total expenditure with regards to routine maintenance and repairs expenses for the year under review was TZS. 2,319,444 million compared to TZS. 1,538,039 million for 2020/2021 being an increase of 51 percent. The increase resulted from an increase in outsourced maintenance contractual services.

#### **d) Social Benefits**

These are expenses related to households, intended to provide for the needs that arise from social risks such as sickness, unemployment, retirement, housing, education, or family circumstances. During the year under review the Government recognized TZS. 3,321,790 million as social benefits in favor of its employees compared to TZS. 3,922,966 million recognized in Financial Year 2020/2021.

#### **e) Finance Cost**

Finance cost includes interest payment from government borrowing. During the year ended 30th June 2022, Other Finance cost was TZS. 2,805,110 million compared to TZS. 2,529,663 million recognized in Financial Year 2020/21. The increase in finance costs equal to TZS 275,448 million resulted from increase in Government borrowing.

#### **f) Other Expenses.**

The expenses include all expenditure related to Audit fees, consultancy, and others. During the year ended 30th June 2022, Other expenses was TZS 3,061,866 million compared to TZS. 2,402,609 million recognized in Financial Year 2020/21. Other expenses increased by TZS. 659,257 million. The increase is equal to 21 percent as a result of increase in overall expenditure related to other expenses.

## **8. ASSETS**

The total assets at the end of the year 2021/22 rose to TZS. 161,965,929 million compared to TZS. 150,836,247,053 million in the prior year. The value of assets of the Government continued to increase due to construction and completion of new Strategic projects, Government Securities, Foreign Currency Market Securities and acquisition of PPE.

#### **a) Cash and Cash Equivalent**

These are cash balances at the end of the financial year includes bank balances of recurrent, development and deposit account during the financial year the cash and cash equivalents were TZS. 8,307,030 million compared to TZS. 8,258,856 million of the previous year 2020/21.

#### **b) Prepayments and Receivables**

Government receivable includes Imprest receivables, and loans receivables. The Government receivables and prepayments during the year 2021/22 was TZS. 24,350,819 million while the previous year receivables were TZS. 26,729,430 million as detailed in notes 77, 78 and 79 of this report. Prepayments and receivables decreased by TZS. 2,378,611 million compared to previous year 2020/21.



# THE GOVERNMENT OF TANZANIA

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

#### c) Inventories

Inventories includes produced assets that consist of goods and services, which came into existence in the current period or in an earlier period, and that are held for sale, use in production, or other use at a later date. The inventories during the year 2021/22 were TZS 1,335,111 million as shown in note 80 of this report compared to TZS 1,184,138 million for previous year 2020/2021. The increase resulted from purchase of more stocks to operations including building of schools and health centres for year under review compared to previous year.

#### d) Investment Property

The total Investment property at the end of the year 2021/22 was TZS. 8,652,373 million as indicated in the note 85 of this report compared to TZS. 8,372,710 million in the previous year 2021/2022. The value of investment property increased due to new investment property acquired during the year.

#### e) Property, Plant and Equipment

Property, Plant and Equipment principally comprises of Operational Buildings, Land, Plant, Vehicles, Roads, Bridges, Machinery, Ships, Aircraft and Furniture and Equipment according to IPSAS 17. The carrying value of property, plant and equipment at the end of the year 2021/22 were TZS. 68,602,555 million compared to TZS 66,255,349, million in the prior year. The value of Property Plant and Equipment in 2021/22 was higher by 4 percent due to new construction and acquisition of PPE as detailed in note 86 of the accounts.

#### f) Capital work in progress

The capital Work in Progress as at 30 June 2022 stood at TZS. 22,936,159 million compared to TZS 17,674,463 million recognized in financial year 2020/21. Capital Work in Progress comprise of strategic projects undertaken by the Government of Tanzania includes further development in Road network and Ferries, Standard Gauge Railway (SGR), Construction of Julius Nyerere Hydropower Station, Revamping of ATCL, Improvement of Ports in Dar es Salaam and Mtwara and other various projects which impacts the social and economic life of the citizens. Capital work in progress is summarised in table number 4:

**Table 4: Capital Work in Progress**

Name of the Entity	2021/22	2020/21
	TZS "million"	TZS "million"
Tanzania Electric Supply Co. Ltd. (TANESCO)	6,938,196	4,520,181
Tanzania Railways Corporation (TRC)	6,619,296	4,571,664
Tanzania National Road Agency (TANROADS)	4,070,555	4,283,299
Tanzania Ports Authority (TPA)	1,303,099	940,415
Others	4,005,013	3,358,904
<b>Total</b>	<b>22,936,159</b>	<b>17,674,463</b>

## 9. LIABILITIES

The total liabilities as at 30th June, 2022 were TZS 131,823,081 million compared to total liabilities of TZS 120,243,776 million in 2020/21. Payable and Accrual has increased by TZS. 216,049 million from TZS 14,432,904 million recognized in financial year 2020/21.



# THE GOVERNMENT OF TANZANIA

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENT (CONTINUED)

**Table 5: Liabilities**

Liabilities	2021/22	2020/21
	TZS 'million'	TZS 'million'
Payables and Accrual	14,648,953	14,432,904
Deposit from Bank and Non Bank Financial Institution.	2,403,704	3,526,399
Deposits- Others	1,641,663	1,439,067
Borrowing (Public Debts)	58,091,246	52,810,861
Other Borrowings by Government Entities	519,085	760,719
Other financial liabilities	372,237	265,933
Pension Fund Actuarial Liabilities	20,017,000	20,017,000
Employees benefits liabilities	384,849	187,203
Retirement Benefits Obligation	528,618	755,625
Provisions	743,650	1,434,596
Deferred Income (Revenue)	938,171	796,368
Deferred Income (Capital)	19,828,695	15,735,658
Foreign currency financial liabilities	2,300,452	1,569,043
IMF Related Liabilities	1,034,440	1,108,671
Allocation of Special Drawing rights.	1,751,474	624,756
Currency in circulation	6,618,845	5,704,677
<b>Total</b>	<b>131,823,082</b>	<b>121,169,480</b>

The increase in Liabilities largely resulted from increase in Deferred Liabilities and Government borrowing. The deferred include various projects the country is undertaking (including: construction of SGR; and Mwalimu Nyerere Hydropower project; ports and roads)

## 10. DEBT POSITION

As at end 30th June 2022, Central Government debt stock net of inter-government borrowing was TZS 58,091,246 million compared to TZS. 52,810,861 million in the corresponding year ended 30th June, 2021, equivalent to an increase of 12 percent.

## 11. CONCLUSION

The Government of Tanzania is committed to ensuring that financial management is improved to enhance transparency and accountability of the available resources for the betterment of its citizens. To accomplish its mission of promoting service delivery to its citizens, The Government continues to strengthen internal control system over assets, payroll and expenditure by directing all resources to activities that eventually serve the general community. In so doing, the Government continued to comply with International Public Sector Accounting Standards (IPSAS) in preparation and presentation of its financial statements with a view to increasing transparency and accountability in public expenditure and management of public resources.



Leonard J. Mkude  
**Accountant General**

30th January, 2023  
Date



# **CONSOLIDATED FINANCIAL STATEMENTS**

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30TH JUNE 2022

	Notes	30-June-2022 TZS ('000)	30-June-2021 TZS ('000)
<b>REVENUE</b>			
Taxes Revenue	15	19,610,164,488	20,581,120,174
Revenue From Exchange Transactions	16	6,590,619,847	6,716,140,735
Social Contributions	17	3,387,996,009	3,162,076,456
External Assistance - Grants and Aid	18	1,266,875,942	967,197,125
Finance Income	19	1,802,010,215	1,591,956,493
Levies	20	546,517,605	802,258,102
Fees, Fines, Penalties and Forfeits	21	1,762,412,998	2,033,289,285
Other Revenue	22	5,618,577	5,871,948
Debt Forgiveness	24	5,670,664	109,200
Fair Value Gains on Investment Properties	28	100,514,601	175,040,430
Fair Value Gains on Biological Assets	29	70,094,462	-
Gains on Foreign Currency Translation	33	1,666,130,346	-
Revenue Grant	35	1,580,091,396	1,133,602,548
Provision for Expected Credit Loss	91B	26,045	-
<b>TOTAL REVENUE</b>		<b>38,394,743,195</b>	<b>37,168,662,496</b>
<b>EXPENSES</b>			
Wages, Salaries and Employee Benefits	39	13,384,729,176	12,196,639,185
Use of goods and services	40	7,622,675,535	5,335,580,783
Maintenance Expenses	41	2,319,455,265	1,538,039,986
Social Benefits	42	3,321,790,021	3,922,966,482
Finance Costs	43	2,805,110,473	2,529,662,676
Other Expenses	44	3,061,866,990	2,402,609,266
Provision for Obsolete Inventories	45	11,638,004	15,099,117
Impairment of Receivables	54	863,473,668	644,525,565
Impairment of Loans	55	18,652,694	31,077,618
Fair Value Losses on Equity Investments	57	1,011,912,935	2,565,295,000
Fair Value Losses on Biological Assets	60	-	253,071
Fair Value Losses on Financial Assets	62	10,395,724	28,059,493
Losses of Foreign Currency Translation	64	-	827,098,569
Losses on Disposal of Assets	65	1,168,591	2,828,209
Depreciation of Investment Properties	85	10,607,255	6,969,408
Impairment of Investment Property	85	2,861,564	2,861,456
Depreciation of Property, Plant and Equipment	86	3,557,660,074	3,206,609,919
Impairment of Property, Plant and Equipment	86	5,326,484	88,764,647
Amortization of Intangible Assets	87	98,517,849	83,882,768
Impairment of Intangible Asset	87	779,843	3,204,811
Provision for Expected Credit Loss	91A	-	70,980
<b>TOTAL EXPENSES</b>		<b>38,108,622,144</b>	<b>35,432,099,010</b>
Share of Surplus of Associates and Joint Ventures	69	16,581,757	24,162,139
<b>SURPLUS FOR THE YEAR</b>		<b>302,702,809</b>	<b>1,760,725,625</b>



Leonard J. Mkude  
**Accountant General**

6<sup>th</sup> March, 2023  
**Date**

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30TH JUNE, 2022

	Notes	30-June-2022 TZS ('000)	30-June-2021 TZS ('000)
<b>ASSETS</b>			
Cash and Cash Equivalent	70	8,307,030,265	8,258,856,568
Fixed Deposits/Placements	71	802,279,907	585,611,268
Holdings of Special Drawing Rights (SDRs)	72	21,177,737	22,217,849
Quota in international Monetary Fund (IMF)	73	1,217,187,495	1,304,531,756
Foreign Currency Marketable Securities	74	7,606,900,473	6,255,042,431
Equity Investments	75	4,133,363,718	3,807,835,122
Receivables	77	11,894,589,210	13,613,653,651
Loans Receivables	78	9,634,731,170	9,971,595,349
Prepayments	79	2,821,499,082	3,144,181,674
Inventories	80	1,335,111,327	1,184,138,535
Deferred Currency Cost	81	92,991,489	52,103,739
Other Financial Assets	82	1,337,830,790	1,627,822,903
Escrow Accounts	83	150,269,779	149,930,016
Investment Property	85	8,652,373,912	8,372,710,311
Property Plant and Equipment	86	68,602,555,258	66,255,349,250
Intangible Asset	87	453,658,737	292,288,065
Biological Assets	88	1,342,900,361	1,267,206,015
Investments in Associates and Joint Ventures	89	1,488,607,284	1,335,003,820
Investments in Controlled Entities (Subsidiaries)	90	9,130,706,968	5,659,320,000
Non-Current Asset Held for Sale	92	4,005,255	2,385,583
Work in Progress	111	22,936,159,266	17,674,463,148
<b>TOTAL ASSETS</b>		<b>161,965,929,483</b>	<b>150,836,247,053</b>
<b>LIABILITIES</b>			
Payables and Accruals	93	14,648,953,825	14,432,904,437
Currency in Circulation	94	6,618,845,966	5,704,677,413
Deposits from Banks and Non-Bank Financial Institutions	95	2,403,704,812	3,526,399,499
Deposit - Others	97	1,641,663,168	1,439,067,030
Foreign Currency Financial Liabilities	98	2,300,452,450	1,569,043,226
IMF Related Liabilities	99	1,034,440,925	1,108,671,457
Allocation of Special Drawing Rights (SDRs)	100	1,751,474,416	624,756,632
Borrowings (Public Dept)	101	58,091,246,320	52,810,861,126
Other Borrowings by Government Entities	102	519,085,318	760,718,627
BoT Liquidity Papers	103	47,058,357	40,010,514
Other Financial Liabilities	104	325,172,637	225,919,821
Pension Fund Actuarial Liabilities	105	20,017,000,000	20,017,000,000
Employee Benefits Liabilities	106	384,848,659	187,202,977
Retirement Benefits Obligations	107	528,618,148	755,625,437
Provisions	108	743,649,728	1,434,595,966
Deferred Income (Revenue)	109	938,171,392	796,368,068
Deferred Income (Capital)	110	19,828,695,449	15,735,658,220
<b>TOTAL LIABILITIES</b>		<b>131,823,081,569</b>	<b>121,169,480,450</b>
<b>NET ASSETS</b>		<b>30,142,847,914</b>	<b>29,666,766,605</b>
<b>NET ASSETS</b>			
Taxpayer Fund		47,888,075,548	46,831,399,547
Foreign Currency Revaluation Reserves		100,427,672	63,101,454
Fair Value Reserves		(161,265,562)	63,962,753
Deferred Tax Reserves		1,347,476,353	1,334,427,334
Defined Benefit (Actuarial) Reserves		(33,370,954)	(17,239,823)
Revaluation Surplus		86,660,178	84,905,155
Other Reserves		8,033,033,185	8,208,586,803
Minority Interest		(786,370)	(606,523)
Accumulated deficits		(27,117,402,136)	(26,901,770,096)
<b>TOTAL NET ASSETS</b>		<b>30,142,847,914</b>	<b>29,666,766,605</b>



Leonard J. Mkude  
Accountant General

6<sup>th</sup> March, 2023  
Date

# THE GOVERNMENT OF TANZANIA

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30TH JUNE 2022

	Tax Payers Fund	Accumulated Surplus/Deficit	Foreign Currency Revaluation	Fair Value Reserves	Deferred Tax Reserves	Defined Benefit Reserves	Other Reserves	Minority Interest	Revaluation Surplus	Total
	TZS (000)	TZS (000)	TZS (000)	TZS (000)	TZS (000)	TZS (000)	TZS (000)	TZS (000)	TZS (000)	TZS (000)
Opening Balance (01 July 2021)	46,831,399,547	(26,901,770,096)	63,101,454	63,962,753	1,334,427,334	(17,239,823)	8,208,586,803	(606,523)	84,905,155	29,666,766,005
Additional Capital Injected	1,058,373,480	-	-	-	-	-	-	-	-	1,058,373,480
Other Reserve	-	-	-	(238,188,226)	-	-	(142,378,280)	-	-	(380,566,506)
Other Appropriations	(1,697,479)	(518,334,848)	37,326,218	12,959,911	13,049,019	(16,131,131)	(33,175,339)	-	1,755,023	(504,248,626)
Minority Interest	-	-	-	-	-	-	-	(179,847)	-	(179,847)
Surplus/(Deficit) during the year	-	302,702,808	-	-	-	-	-	-	-	302,702,808
<b>Closing Balance (30 June 2022)</b>	<b>47,888,076,548</b>	<b>(27,117,402,136)</b>	<b>100,427,672</b>	<b>(161,285,562)</b>	<b>1,347,476,353</b>	<b>(33,370,954)</b>	<b>8,033,033,185</b>	<b>(786,370)</b>	<b>86,660,178</b>	<b>30,142,847,914</b>
Opening Balance (01 July 2020)	46,069,260,019	(28,446,677,671)	63,494,715	61,075,027	1,335,246,296	(5,405,048)	4,240,473,272	-	479,275,016	23,796,741,626
Additional Capital Injected	762,139,528	-	-	-	-	-	-	-	-	762,139,528
Other Reserve	-	-	-	-	-	-	3,953,196,539	-	-	3,953,196,539
Other Appropriations	-	(215,818,051)	(393,261)	2,887,726	(818,962)	(11,834,775)	14,916,992	-	(394,369,861)	(605,430,192)
Minority Interest	-	-	-	-	-	-	-	(606,523)	-	(606,523)
Surplus/(Deficit) during the year	-	1,760,725,625	-	-	-	-	-	-	-	1,760,725,625
<b>Closing Balance (30 June 2021)</b>	<b>46,831,399,547</b>	<b>(26,901,770,096)</b>	<b>63,101,454</b>	<b>63,962,753</b>	<b>1,334,427,334</b>	<b>(17,239,823)</b>	<b>8,208,586,803</b>	<b>(606,523)</b>	<b>84,905,155</b>	<b>29,666,766,005</b>



Leonard J. Mkude  
Accountant General


6<sup>th</sup> March, 2023  
Date

# THE GOVERNMENT OF TANZANIA

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### CONSOLIDATED CASH FLOW STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

	Notes	30-June-2022 TZS ('000)	30-June-2021 TZS ('000)
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
RECEIPTS			
Taxes Revenue		20,004,398,080	17,033,552,253
Social Contributions		2,342,466,389	2,453,285,656
Revenue from Exchange Transactions		6,848,769,693	3,662,337,565
Other revenue		9,742,128,385	8,083,727,352
Levies		551,856,482	798,249,144
Increase in Deposit		2,344,476,189	708,768,134
Finance Income		1,451,796,065	614,253,992
Fees, fines, penalties and Forfeits		1,815,378,437	2,543,456,947
External Assistance- Grants and Aid		1,266,875,942	1,331,177,040
<b>Total Receipts</b>		<b>46,368,145,662</b>	<b>37,228,808,083</b>
PAYMENTS			
Wages, Salaries and Employee Benefits		11,890,940,546	10,801,397,269
Use of goods and services		8,948,510,218	4,200,545,725
Social Benefits		3,325,523,841	3,635,056,006
Routine repair and maintenance paid		2,397,411,178	1,122,254,617
Other Expenses		2,480,393,880	2,575,683,809
Finance cost		2,803,355,030	3,054,373,452
(decrease) in escrow Asset		339,763	149,469
<b>Total Payments</b>		<b>31,846,474,456</b>	<b>25,389,460,347</b>
<b>Net CashFlow from Operating Activities</b>		<b>14,521,671,206</b>	<b>11,839,347,736</b>
CASH FLOW FROM INVESTING ACTIVITIES			
Receipts from sales of equity investments		129,262	-
Receipt from Loan Issued		824,015,315	1,216,177,382
Proceed from sale of PPE		15,324,621	115,827
Net decrease/(increase) in Government securities		(330,006,871)	(1,067,725,220)
Loan Issued		(327,219,579)	(797,685,761)
LGLB/LGAs (investments)/shares receipts		60,198	131,959
Increase/decrease in quota in International Monetary Fund (IMF)		87,344,261	(47,202,869)
Increase/decrease in holdings of SDRs		(1,040,112)	(2,117,667)
Increase/decrease in foreign currency marketable securities		(190,046,268)	(175,038,630)
Acquisition of shares in subsidiary		(350,691,992)	(14,900,493)
Acquisition of shares in associate or joint venture		(144,788,901)	(89,833,518)
Acquisition of property, plant, and equipment		(9,826,254,572)	(5,546,244,331)
Acquisition of investment properties		(44,093,363)	(25,402,071)
Acquisition of intangibles		(18,268,338)	(14,954,701)
Acquisition of equity investments		(50,903,071)	(7,515,739)
Acquisition of biological assets		(507,504)	(3,677,568)
<b>Total Investing Activities</b>		<b>(10,356,946,914)</b>	<b>(6,575,873,400)</b>
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of Borrowings		(13,228,158,600)	(11,104,571,111)
Increase/(decrease) in IMF related liabilities		(74,230,532)	13,917,170
Increase/(decrease) in foreign currency financial liabilities		731,409,224	156,552,824
Increase/(decrease) in Currency in circulation		914,168,553	479,356,593
Increase/(decrease) in BOT liquidity papers		7,047,843	(78,778,119)
Increase/(decrease) in allocation of Special Drawing Rights (SDRs)		1,126,717,784	22,606,047
Borrowings		6,320,701,311	5,555,661,205
<b>Total Financing Activities</b>		<b>(4,202,344,417)</b>	<b>(4,955,255,391)</b>
<b>Net Increase / Decrease In Cash</b>		<b>(37,620,125)</b>	<b>308,218,945</b>
Effect of Foreign Currency Changes		85,767,777	17,114,819
Cash and cash equivalent at beginning of period		8,258,927,548	7,933,593,784
<b>Cash at the end of period</b>	<b>70</b>	<b>8,307,075,200</b>	<b>8,258,927,548</b>

  
 Leonard J. Mkude  
 Accountant General

6<sup>th</sup> March, 2023  
 Date

# THE GOVERNMENT OF TANZANIA

## REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### CONSOLIDATED STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2022

(Budget prepared and approved on cash basis)

	Budgeted Amounts			Actual Amounts on Comparable Basis	Difference: Final Budget and Actual
	Original Budget	Reallocations/ Adjustment(s)	Final Budget		
	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)
<b>Receipts</b>					
Basket Loans and Grants	282,306,000	-	282,306,000	172,896,116	49,673,884
Domestic Borrowing/ Roll over	3,150,336,730	-	3,150,336,730	4,650,342,308	(100,005,308)
Domestic Borrowing/Net Domestic Finance	1,838,796,210	-	1,838,796,210	1,838,796,000	0
General Budget Support	-	-	-	141,726,651	(81,990,651)
External Non-Concessional borrowing	2,352,106,947	693,000,000	3,045,106,947	1,809,493,691	542,613,309
LGAs Own Sources	863,858,000	-	863,858,000	784,038,283	79,819,717
Non tax Revenue	3,049,774,168	-	3,049,774,168	2,709,260,715	632,893,577
Project Loans and Grants	2,673,617,000	1,310,650,209	3,984,267,209	5,139,510,970	(2,555,243,761)
Tax Revenue	22,471,102,710	(693,000,000)	21,778,102,710	20,944,673,517	1,234,048,956
<b>Total Receipts</b>	<b>36,681,897,765</b>	<b>1,310,650,209</b>	<b>37,992,547,974</b>	<b>38,190,738,251</b>	<b>(198,190,277)</b>
<b>Public Debt</b>					
Contribution to Social Security Funds	1,295,074,376	-	1,295,074,376	1,295,074,376	-
Interest on Domestic Borrowing	2,872,152,876	-	2,872,152,876	2,866,272,382	5,880,494
Interest on External Borrowing	879,734,626	-	879,734,626	804,875,477	74,859,149
Other Expenditure under CFS	543,621,885	-	543,621,885	417,612,663	126,009,222
Principal Domestic Loan	2,911,315,020	-	2,911,315,020	2,832,259,394	79,055,626
Principal External Loan	2,171,619,656	-	2,171,619,656	2,171,619,656	-
<b>Total Public Debt</b>	<b>10,673,518,439</b>	<b>-</b>	<b>10,673,518,439</b>	<b>10,387,713,948</b>	<b>285,804,491</b>
<b>Other Charges</b>					
LGAs Own Sources	481,870,000	-	481,870,000	446,526,523	35,343,477
Operating Protected Expenditure	18,258,160	-	18,258,160	11,467,500	6,790,660
Other Payments	3,378,795,856	-	3,378,795,856	3,334,371,524	44,424,331
<b>Total Other Charges</b>	<b>3,878,924,016</b>	<b>-</b>	<b>3,878,924,016</b>	<b>3,792,365,547</b>	<b>86,558,468</b>
<b>Employee Benefits</b>					
Wages and Salaries	8,450,508,966	-	8,450,508,966	8,381,397,937	69,111,029
<b>Total Employee Benefits</b>	<b>8,450,508,966</b>	<b>-</b>	<b>8,450,508,966</b>	<b>8,381,397,937</b>	<b>69,111,029</b>
<b>Development Expenditures</b>					
Domestic Financing	10,723,023,000	-	10,723,023,000	10,554,635,328	168,387,672
External Financing	2,955,923,344	1,310,650,209	4,266,573,553	3,755,174,004	511,399,549
<b>Total Development Expenditures</b>	<b>13,678,946,344</b>	<b>1,310,650,209</b>	<b>14,989,596,553</b>	<b>14,309,809,332</b>	<b>679,787,221</b>
<b>Total Payments</b>	<b>36,681,897,765</b>	<b>1,310,650,209</b>	<b>37,992,547,974</b>	<b>36,871,286,765</b>	<b>1,121,261,209</b>
<b>NET RECEIPTS/ PAYMENTS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,319,451,486</b>	<b>(1,319,451,486)</b>



Leonard J. Mkude  
Accountant General

6<sup>th</sup> March, 2023  
Date



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# **CONSOLIDATED FINANCIAL STATEMENTS**



### 1. GENERAL INFORMATION

To enhance accountability and transparency, the Government of the United Republic of Tanzania require all Public Sector Entities (PSE) to keep proper books of accounts that complies with the Generally Accepted Accounting Principles, Public Finance Act Cap, 348 and the International Public Sector Accounting Standards (IPSAS).

### 2. STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION

These consolidated financial statements of the Government reporting entity comply with Generally Accepted Accounting Practice as defined in the Public Finance Act, Cap 348 Section 30(1) and have been prepared in accordance with International Public Sector Accounting Standards (IPSAS). The financial statements are presented in TZS, which is the functional and reporting currency of the Government and all values are rounded to the nearest thousand (TZS 000).

The Government reporting entity is a public benefit entity. Public benefit entities are reporting entities whose primary objective is to provide goods or services for community or social benefit and where any equity has been provided with a view to support primary objective rather than for a financial return to equity holders. The measurement base applied is historic cost modified by the revaluation of property, plant and equipment and investment properties to determine deemed cost for initial recognition. The cash flow statement is prepared using the direct method. The consolidated financial statements are prepared on an accrual basis. These financial statements have been prepared on a going concern basis.

### 3. SCOPE OF CONSOLIDATION

IPSAS 35 Consolidated Financial Statements, paragraph 5 gives the controlling entity mandate of consolidating all the controlled entities, and exempts some of the controlled entities which are controlling entities in nature to prepare consolidated financial statements. IPSAS 35 paragraph 40 gives elaboration on the elimination of balances and transactions between entities within the economic entity for reporting periods, all inter-entity transactions, balances and unrealized gains and losses on transactions between entities of the Government are eliminated in full in the accounts reported for the year ending 30 June 2022.

### 4. AUTHORIZATION DATE

The consolidated financial statements were authorized for issue in accordance to Article 143(4) of the Constitution of the United Republic of Tanzania, 1977(revised in 2000).



Dr. Natu E. Mwamba  
**Paymaster General**

### 5. REPORTING ENTITY

The reporting entities are categorized as per the Institutional table to mean General Government Sector and Public Corporations which are grouped as follows:

- i. General Government Sector (GGS)
  - a. Central Government
    - Budgetary central government
    - Extrabudgetary units/entities
    - Social Security Fund
  - b. Local Government Authorities
- ii. Public Corporations
  - Public Financial Corporations (PFC)
  - Public Non-Financial Corporations (PNFC)

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 5. REPORTING ENTITY (Continued)

S/No.	Entity Description	Sub Sector Description
1	Consolidated Funds	Budgetary Central Government
2	Teachers Service Commission (Vote 02)	Budgetary Central Government
3	Investment (Vote 11)	Budgetary Central Government
4	Fire and Rescue Force (Vote 14)	Budgetary Central Government
5	Commission for Mediation and Arbitration (Vote 15)	Budgetary Central Government
6	Attorney General's Office (Vote 16)	Budgetary Central Government
7	UNESCO Commission (Vote 18)	Budgetary Central Government
8	Office of Solicitor General (Vote 19)	Budgetary Central Government
9	President's Office- The State House (Vote 20)	Budgetary Central Government
10	The Treasury (Vote 21)	Budgetary Central Government
11	Public Debt and General Services (Vote 22)	Budgetary Central Government
12	Accountant General's Department (Vote 23)	Budgetary Central Government
13	Cooperative Development Commission (Vote 24)	Budgetary Central Government
14	National Land use Planning Commission (Vote 03)	Budgetary Central Government
15	Prime Ministers' Office (Vote 25)	Budgetary Central Government
16	Vice President's Office (Vote 26)	Budgetary Central Government
17	Registrar of Political Parties (Vote 27)	Budgetary Central Government
18	Ministry of Home Affairs-Police Force (Vote 28)	Budgetary Central Government
19	Ministry of Home Affairs- Prisons (Vote 29)	Budgetary Central Government
20	President's Office-Cabinet Secretariat (Vote 30)	Budgetary Central Government
21	Vice President's Office (Vote 31)	Budgetary Central Government
22	President's Office - Public Service Mgt and Good Governance (Vote 32)	Budgetary Central Government
23	Ethics Secretariat (Vote 33)	Budgetary Central Government
24	Ministry of Foreign Affairs and East African Cooperation (Vote 34)	Budgetary Central Government
25	Records & Archives Management Department (Vote 04)	Budgetary Central Government
26	National Prosecutions Services (Vote 35)	Budgetary Central Government
27	Prime Minister's Office (Vote 37)	Budgetary Central Government
28	Defence (Vote 38)	Budgetary Central Government
29	The National Service (Vote 39)	Budgetary Central Government
30	The Judiciary Fund (Vote 40)	Budgetary Central Government
31	Ministry of Constitutional and Legal Affairs (Vote 41)	Budgetary Central Government
32	National Assembly Fund (Vote 42)	Budgetary Central Government
33	Ministry of Agriculture, Livestock Development and Fisheries - Agriculture Sector (Vote 43)	Budgetary Central Government
34	Ministry of Industry, Trade and Investment - Industry (Vote 44)	Budgetary Central Government
35	National Audit Office (Vote 45)	Budgetary Central Government
36	National Irrigation Commission (Vote 05)	Budgetary Central Government
37	Ministry of Education, Science and Technology (Vote 46)	Budgetary Central Government
38	Ministry of Land, Housing and Human Settlement Development (Vote 48)	Budgetary Central Government
39	Ministry of Water and Irrigation (Vote 49)	Budgetary Central Government
40	Ministry of Finance and Planning (Vote 50)	Budgetary Central Government
41	Ministry of Home Affairs (Vote 51)	Budgetary Central Government
42	Ministry of Health, Comm. Dev., Gender, Elderly and Children-Health (Vote 52)	Budgetary Central Government
43	Ministry of Health, Community Development, Gender and Children (Vote 53)	Budgetary Central Government
44	Commission for Human Rights & Good Governance (Vote 55)	Budgetary Central Government
45	President's office-Regional Administration & Local Government (Vote 56)	Budgetary Central Government
46	Ministry of Defence and National Service (Vote 57)	Budgetary Central Government
47	Treasury Registrar (Vote 07)	Budgetary Central Government
48	Ministry of Energy (Vote 58)	Budgetary Central Government
49	Law Reform Commission (Vote 59)	Budgetary Central Government
50	Ministry of Industry, Trade and Investment -Trade and Investment (Vote 60)	Budgetary Central Government
51	Electoral Commission (Vote 61)	Budgetary Central Government
52	Ministry of Works, Transport and Communication - Transport (Vote 62)	Budgetary Central Government
53	Ministry of Livestock and Fisheries - Fisheries (Vote 64)	Budgetary Central Government
54	Prime Minister's Office - Labor, Youth Development, Employment and Disabilities (Vote 65)	Budgetary Central Government
55	Public Service Recruitment Secretariat (Vote 67)	Budgetary Central Government
56	Ministry of Works, Transport and Communication - Communication (Vote 68)	Budgetary Central Government
57	Ministry of Natural Resources and Tourism (Vote 69)	Budgetary Central Government
58	Secretariat of Public Remuneration Board (Vote 09)	Budgetary Central Government
59	Drug Commission and Enforcement Authority (Vote 91)	Budgetary Central Government
60	Tanzania Commission for AIDS (Vote 92)	Budgetary Central Government
61	Immigration Department (Vote 93)	Budgetary Central Government
62	Public Service Commission (Vote 94)	Budgetary Central Government
63	Ministry of Information, Culture, Arts and Sports (Vote 96)	Budgetary Central Government
64	Ministry of Works, Transport and Communication - Works (Vote 98)	Budgetary Central Government

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 5. REPORTING ENTITY (Continued)

S/No.	Entity Description	Sub Sector Description
65	Ministry of Livestock and Fisheries - Livestock (Vote 99)	Budgetary Central Government
66	Ministry of Minerals (Vote 100)	Budgetary Central Government
67	Regional Administrative Secretariat Katavi (Vote 36)	Budgetary Central Government
68	Regional Administrative Secretariat Simiyu (Vote 47)	Budgetary Central Government
69	Joint Finance Commission (Vote 10)	Budgetary Central Government
70	Regional Administrative Secretariat Njombe (Vote 54)	Budgetary Central Government
71	Regional Administrative Secretariat Geita (Vote 63)	Budgetary Central Government
72	Regional Administrative Secretariat Arusha (Vote 70)	Budgetary Central Government
73	Regional Administrative Secretariat Pwani (Vote 71)	Budgetary Central Government
74	Regional Administrative Secretariat Dodoma (Vote 72)	Budgetary Central Government
75	Regional Administrative Secretariat Iringa (Vote 73)	Budgetary Central Government
76	Regional Administrative Secretariat Kigoma (Vote 74)	Budgetary Central Government
77	Regional Administrative Secretariat Kilimanjaro (Vote 75)	Budgetary Central Government
78	Regional Administrative Secretariat Lindi (Vote 76)	Budgetary Central Government
79	Regional Administrative Secretariat Mara (Vote 77)	Budgetary Central Government
80	Judiciary Service Commission (Vote 12)	Budgetary Central Government
81	Regional Administrative Secretariat Mbeya (Vote 78)	Budgetary Central Government
82	Regional Administrative Secretariat Morogoro (Vote 79)	Budgetary Central Government
83	Regional Administrative Secretariat Mtwara (Vote 80)	Budgetary Central Government
84	Regional Administrative Secretariat Mwanza (Vote 81)	Budgetary Central Government
85	Regional Administrative Secretariat Ruvuma (Vote 82)	Budgetary Central Government
86	Regional Administrative Secretariat Shinyanga (Vote 83)	Budgetary Central Government
87	Regional Administrative Secretariat Singida (Vote 84)	Budgetary Central Government
88	Regional Administrative Secretariat Tabora (Vote 85)	Budgetary Central Government
89	Regional Administrative Secretariat Tanga (Vote 86)	Budgetary Central Government
90	Regional Administrative Secretariat Kagera (Vote 87)	Budgetary Central Government
91	Financial Intelligent Unit (Vote 13)	Budgetary Central Government
92	Regional Administrative Secretariat Dar es Salaam (Vote 88)	Budgetary Central Government
93	Regional Administrative Secretariat Rukwa (Vote 89)	Budgetary Central Government
94	Regional Administrative Secretariat Songwe (Vote 90)	Budgetary Central Government
95	Regional Administrative Secretariat Manyara (Vote 95)	Budgetary Central Government
96	Tanzania Revenue Authority - Revenue (TRA-REV)	Extrabudgetary units/entities
97	Agency for the Development of Educational Management (ADEM)	Extrabudgetary units/entities
98	National Food Reserve Agency (NFRA)	Extrabudgetary units/entities
99	Tanzania Forest Research Institute (TAFORI)	Extrabudgetary units/entities
100	Tanzania Institute of Accountancy (TIA)	Extrabudgetary units/entities
101	Tanzania Public Service College (TPSC)	Extrabudgetary units/entities
102	Tanzania Wildlife Research Institute (TAWIRI)	Extrabudgetary units/entities
103	Tengeru Institute of Community Development (TICD)	Extrabudgetary units/entities
104	University of Dar es Salaam (UDSM)	Extrabudgetary units/entities
105	University of Dodoma (UDOM)	Extrabudgetary units/entities
106	Vocational Education Training Authority (VETA)	Extrabudgetary units/entities
107	Forest Industries Training Institute (FITI)	Extrabudgetary units/entities
108	Forest Training Institute (FTI - Olmotonyi)	Extrabudgetary units/entities
109	Valuers Registration board-VRB	Extrabudgetary units/entities
110	Beekeeping Training Institute (BTI)	Extrabudgetary units/entities
111	Water Development Management Institute (WDMI)	Extrabudgetary units/entities
112	Tanzania Livestock Research Institute (TALIRI)	Extrabudgetary units/entities
113	Pansiansi Wildlife Training Institute	Extrabudgetary units/entities
114	National Bureau of Statistics (NBS)	Extrabudgetary units/entities
115	Tanzania Bureau of Standards (TBS)	Extrabudgetary units/entities
116	Agriculture Input Trust Fund (AGITF)	Extrabudgetary units/entities
117	Road Fund Board (RFB)	Extrabudgetary units/entities
118	Universal Communication Services Access Fund (UCSAF)	Extrabudgetary units/entities
119	Plant Breeders Rights Development Fund	Extrabudgetary units/entities
120	Registration Insolvency Trusteeship Agency (RITA)	Extrabudgetary units/entities
121	Local Government Loans Board (LGLB)	Extrabudgetary units/entities
122	African Peer Review Mechanism (APRM)	Extrabudgetary units/entities
123	Copyright Society of Tanzania (COSOTA)	Extrabudgetary units/entities
124	FAIR Competition Tribunal (FCT)	Extrabudgetary units/entities
125	Geological Survey of Tanzania (GST)	Extrabudgetary units/entities
126	Tanzania Marine Parks and Reserves Unit (MPRU)	Extrabudgetary units/entities
127	Medical Stores Department (MSD)	Extrabudgetary units/entities
128	National Museum of Tanzania (NMT)	Extrabudgetary units/entities
129	Tanzania Library Services Board (TLSB)	Extrabudgetary units/entities
130	Tanzania National Parks (TANAPA)	Extrabudgetary units/entities

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 5. REPORTING ENTITY (Continued)

S/No.	Entity Description	Sub Sector Description
131	Rural Energy Agency (REA)	Extrabudgetary units/entities
132	Tax Revenue Appeal Tribunal (TRAT)	Extrabudgetary units/entities
133	Gaming Board of Tanzania (GBT)	Extrabudgetary units/entities
134	Higher Education Student's Loans Board (HESLB)	Extrabudgetary units/entities
135	Tax Revenue Appeals Board (TRAB)	Extrabudgetary units/entities
136	Tanzania Tourist Board (TTB)	Extrabudgetary units/entities
137	Warehouse Receipts Regulatory Board (WRRB)	Extrabudgetary units/entities
138	Town Planners Registration Board (TPRB)	Extrabudgetary units/entities
139	Tanzania Institute of Adult Education (National Correspondent Institute)	Extrabudgetary units/entities
140	National Institute for Medical Research (NIMR)	Extrabudgetary units/entities
141	National Institute for Productivity (NIP)	Extrabudgetary units/entities
142	Tanzania Building Agency (TBA)	Extrabudgetary units/entities
143	National Sugar Institute (NSI)	Extrabudgetary units/entities
144	Tanzania Coffee Research Institute (TACRI)	Extrabudgetary units/entities
145	Tanzania Fishing Research Institute (TAFIRI)	Extrabudgetary units/entities
146	Tanzania Institute of Education (TIE)	Extrabudgetary units/entities
147	Tanzania Institute of Research and Development Organisation (TIRDO)	Extrabudgetary units/entities
148	Tanzania Official Seed Certification Institute (TOSCI)	Extrabudgetary units/entities
149	Tea Research Institute of Tanzania (TRIT)	Extrabudgetary units/entities
150	Tobacco Research Institute of Tanzania (TORITA)	Extrabudgetary units/entities
151	Tropical Pesticides Research Institute (TPRI)	Extrabudgetary units/entities
152	Baraza la Kiswahili Tanzania (BAKITA)	Extrabudgetary units/entities
153	Tanzania Electrical, Mechanical & Electronics Services Agency (TEMESA)	Extrabudgetary units/entities
154	National Arts Council (NAC)	Extrabudgetary units/entities
155	National Construction Council (NCC)	Extrabudgetary units/entities
156	National Council for Technical Education (NACTE)	Extrabudgetary units/entities
157	National Economic Empowerment Council (NEEC)	Extrabudgetary units/entities
158	National Environment Management Council (NEMC)	Extrabudgetary units/entities
159	National Examination Council of Tanzania (NECTA)	Extrabudgetary units/entities
160	National Sports Council (NSC)	Extrabudgetary units/entities
161	Pharmacy Council of Tanzania (PCTz)	Extrabudgetary units/entities
162	Tanzania National Business Council (TNBC)	Extrabudgetary units/entities
163	Tanzania Nurses and Midwifery Council (TNMC)	Extrabudgetary units/entities
164	Centre for Agricultural Mechanization and Rural Technology (CAMARTEC)	Extrabudgetary units/entities
165	Tanzania Centre for Foreign Relations (CFR)	Extrabudgetary units/entities
166	Corporation Sole Works Superintendent (CSWS)	Extrabudgetary units/entities
167	Kibaha Education Centre (KEC)	Extrabudgetary units/entities
168	Tanzania Automotive Technology Centre (TACT-NYUMBU)	Extrabudgetary units/entities
169	Tanzania Food and Nutrition Centre (TFNC)	Extrabudgetary units/entities
170	Tanzania Investment Centre (TIC)	Extrabudgetary units/entities
171	Muhimbili National Hospital (MNH)	Extrabudgetary units/entities
172	Muhimbili Orthopedic Institute (MOI)	Extrabudgetary units/entities
173	Tanzania Forest Services Agency (TFSA)	Extrabudgetary units/entities
174	Ocean Road Cancer Institute (ORCI)	Extrabudgetary units/entities
175	Jakaya Kikwete Heart Institute (JKHI)	Extrabudgetary units/entities
176	Mbeya Zonal Referral Hospital (MZRH)	Extrabudgetary units/entities
177	Benjamini Mkapa Hospital (BMH)	Extrabudgetary units/entities
178	Minerals Commission	Extrabudgetary units/entities
179	Tanzania Wildlife Management Authority (TAWA)	Extrabudgetary units/entities
180	Petroleum Upstream Regulatory Authority (PURA)	Extrabudgetary units/entities
181	Tanzania Wildlife Protection Fund (TWPF)	Extrabudgetary units/entities
182	Public Service Advance Fund (PSAF)	Extrabudgetary units/entities
183	Dakawa Development Centre (DDC)	Extrabudgetary units/entities
184	Amana Referral Regional Hospital	Extrabudgetary units/entities
185	Bombo Referral Regional Hospital	Extrabudgetary units/entities
186	Dodoma Referral Regional Hospital	Extrabudgetary units/entities
187	Geita Referral Regional Hospital	Extrabudgetary units/entities
188	Iringa Referral Regional Hospital	Extrabudgetary units/entities
189	Kagera Referral Regional Hospital	Extrabudgetary units/entities
190	Katavi Referral Regional Hospital	Extrabudgetary units/entities
191	Ligula Referral Regional Hospital	Extrabudgetary units/entities
192	Tanzania Government Flight Agency (TGFA)	Extrabudgetary units/entities
193	Manyara Referral Regional Hospital	Extrabudgetary units/entities
194	Mara Referral Regional Hospital	Extrabudgetary units/entities
195	Mawenzi Referral Regional Hospital	Extrabudgetary units/entities
196	Mbeya Referral Regional Hospital	Extrabudgetary units/entities



# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 5. REPORTING ENTITY (Continued)

S/No.	Entity Description	Sub Sector Description
197	Morogoro Referral Regional Hospital	Extrabudgetary units/entities
198	Mt. Meru Referral Regional Hospital	Extrabudgetary units/entities
199	Mwananyamala Referral Regional Hospital	Extrabudgetary units/entities
200	Njombe Referral Regional Hospital	Extrabudgetary units/entities
201	Sekou-Toure Referral Regional Hospital	Extrabudgetary units/entities
202	Shinyanga Referral Regional Hospital	Extrabudgetary units/entities
203	Agriculture Seed Agency(ASA)	Extrabudgetary units/entities
204	Tanzania Meteorological Agency (TMA)	Extrabudgetary units/entities
205	Simiyu Referral Regional Hospital	Extrabudgetary units/entities
206	Singida Referral Regional Hospital	Extrabudgetary units/entities
207	Songea Referral Regional Hospital	Extrabudgetary units/entities
208	Songwe Referral Regional Hospital	Extrabudgetary units/entities
209	Sumbawanga Referral Regional Hospital	Extrabudgetary units/entities
210	Tabora Referral Regional Hospital	Extrabudgetary units/entities
211	Temeke Referral Regional Hospital	Extrabudgetary units/entities
212	Tumbi Referral Regional Hospital	Extrabudgetary units/entities
213	Kibong'oto Hospital	Extrabudgetary units/entities
214	Milembe Hospital	Extrabudgetary units/entities
215	Tanzania National Road Agency (TANROADS)	Extrabudgetary units/entities
216	Maweni Referral Regional Hospital	Extrabudgetary units/entities
217	Sokoine Referral Regional Hospital	Extrabudgetary units/entities
218	ICT Commission	Extrabudgetary units/entities
219	Tanzania Gemmological Centre (TGC)	Extrabudgetary units/entities
220	Tanzania Extractive Industries Transparency Initiative (TEITI)	Extrabudgetary units/entities
221	Uongozi Institute	Extrabudgetary units/entities
222	Rural Water Supply and Sanitation Agency (RUWASA)	Extrabudgetary units/entities
223	Tanzania Agricultural Research Institute (TARI)	Extrabudgetary units/entities
224	Mwalimu Julius K. Nyerere University of Agriculture and Technology(MJNUAT)	Extrabudgetary units/entities
225	Petroleum Bulk Procurement Agency(PBPA)	Extrabudgetary units/entities
226	Tanzania Rural Roads Agency (TARURA)	Extrabudgetary units/entities
227	Muhimbili National Hospital-MLOGANZILA	Extrabudgetary units/entities
228	Chato Zonal Referral Hospital	Extrabudgetary units/entities
229	Tanzania Social Action Fund (TASAF)	Extrabudgetary units/entities
230	Property and Business Formalization Program (PBFP) MKURABITA	Extrabudgetary units/entities
231	Tanzania Tea Small Holders Development Agency (TTSDA)	Extrabudgetary units/entities
232	Tanzania Veterinary Laboratory Agency (TVLA)	Extrabudgetary units/entities
233	Weights and Measures Agency (WMA)	Extrabudgetary units/entities
234	Capital Markets and Securities Authority (CMSA)	Extrabudgetary units/entities
235	Energy and Water Regulatory Authority( EWURA)	Extrabudgetary units/entities
236	Business Registrations and Licensing Agency (BRELA)	Extrabudgetary units/entities
237	Export Processing Zone Authority ( EPZA)	Extrabudgetary units/entities
238	National Identification Authority (NIDA)	Extrabudgetary units/entities
239	Ngorongoro Conservation Area Authority (NCAA)	Extrabudgetary units/entities
240	Occupational Safety Health Authority (OSHA)	Extrabudgetary units/entities
241	Public Procurement Appeals Authority (PPAA)	Extrabudgetary units/entities
242	Public Procurement Regulatory Authority(PPRA)	Extrabudgetary units/entities
243	Tanzania Shipping Agencies Corporation (TASAC)	Extrabudgetary units/entities
244	Land Transport Regulatory Authority (LATRA)	Extrabudgetary units/entities
245	Tanzania Airports Authority (TAA)	Extrabudgetary units/entities
246	Dar es salaam Rapid Transport Agency (DART)	Extrabudgetary units/entities
247	Tanzania Civil Aviation Authority (TCAA)	Extrabudgetary units/entities
248	Tanzania Communication Regulatory Authority (TCRA)	Extrabudgetary units/entities
249	Tanzania Education Authority (TEA)	Extrabudgetary units/entities
250	Tanzania Fertilizer Regulatory Authority (TFRA)	Extrabudgetary units/entities
251	Tanzania Medicines and Medical Devices Authority (TMDA)	Extrabudgetary units/entities
252	Tanzania Revenue Authority (TRA)	Extrabudgetary units/entities
253	Tanzania Trade Development Authority (TANTRADE)	Extrabudgetary units/entities
254	Fair Competition Commission (FCC)	Extrabudgetary units/entities
255	Tanzania Atomic Energy Commission(TAEC)	Extrabudgetary units/entities
256	Tanzania Commission for Science & Technology (COSTECH)	Extrabudgetary units/entities
257	Tanzania Commission for Universities (TCU)	Extrabudgetary units/entities
258	Architects and Quantity Surveyors Registration Board (AQRB)	Extrabudgetary units/entities
259	Contractors Registration Board (CRB)	Extrabudgetary units/entities
260	Engineers Registration Board (ERB)	Extrabudgetary units/entities
261	Law School of Tanzania(LST)	Extrabudgetary units/entities
262	National Board of Accountants and Auditors (NBAA)	Extrabudgetary units/entities

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 5. REPORTING ENTITY (Continued)

S/No.	Entity Description	Sub Sector Description
263	Procurement and Supplies Professionals and Technicians Board (PSPTB)	Extrabudgetary units/entities
264	Cereals and Other Produce Board (COPB)	Extrabudgetary units/entities
265	Sugar Board of Tanzania (SBT)	Extrabudgetary units/entities
266	Tanzania Cashew nut Board (TCashewB)	Extrabudgetary units/entities
267	e-Government Agency (eGA)	Extrabudgetary units/entities
268	Tanzania Coffee Board (TCoffeeB)	Extrabudgetary units/entities
269	Tanzania Cotton Board (TCottonB)	Extrabudgetary units/entities
270	Tanzania Dairy Board (TDB)	Extrabudgetary units/entities
271	Tanzania Meat Board (TMB)	Extrabudgetary units/entities
272	Tanzania Pyrethrum Board (TPB)	Extrabudgetary units/entities
273	Tanzania Sisal Board (TSB)	Extrabudgetary units/entities
274	Tanzania Tea Board (TTeaB)	Extrabudgetary units/entities
275	Tanzania Tobacco Board (TTobaccoB)	Extrabudgetary units/entities
276	Appropriate Technology Training Institute (ATTI) - Mbeya	Extrabudgetary units/entities
277	Ardhi University	Extrabudgetary units/entities
278	Fisheries Education Training Agency (FETA)	Extrabudgetary units/entities
279	Arusha Technical College (ATC)	Extrabudgetary units/entities
280	College of African Wildlife Management (Mweka)	Extrabudgetary units/entities
281	College of Business Education (CBE)	Extrabudgetary units/entities
282	Dar es Salaam Institute of Technology (DIT)	Extrabudgetary units/entities
283	Dar es Salaam University College of Education (DUCE)	Extrabudgetary units/entities
284	Dar-es-Salaam Maritime Institute (DMI)	Extrabudgetary units/entities
285	East Africa Statistical Training Centre (EASTC)	Extrabudgetary units/entities
286	Institute of Accountancy Arusha (IAA)	Extrabudgetary units/entities
287	Institute of Finance Management (IFM)	Extrabudgetary units/entities
288	Institute of Judicial Administration (IJA) - LUSHOTO	Extrabudgetary units/entities
289	Government Chemist Laboratory Authority (GCLA)	Extrabudgetary units/entities
290	Institute of Rural Development Planning (IRDP)	Extrabudgetary units/entities
291	Institute of Social Works (USTAWI)	Extrabudgetary units/entities
292	Tanzania Forest Fund (TFF)	Extrabudgetary units/entities
293	Kivukoni College (Mwalimu Nyerere Memorial Academy)	Extrabudgetary units/entities
294	Likuyu Sekamaganga Wildlife College	Extrabudgetary units/entities
295	Livestock Training Agency (LITA)	Extrabudgetary units/entities
296	Local Government Training Institute (Hombolo)	Extrabudgetary units/entities
297	Mbeya University of Science & Technology (MUST)	Extrabudgetary units/entities
298	Mineral Resources Institute (MRI)	Extrabudgetary units/entities
299	Mkwawa University College of Education (MUCE)	Extrabudgetary units/entities
300	Government Procurement Services Agency (GPSA)	Extrabudgetary units/entities
301	Morogoro Works Training Institute (MWTI)	Extrabudgetary units/entities
302	Moshi Co-operative University (MoCU)	Extrabudgetary units/entities
303	Muhimbili University Of Health and Allied Sciences (MUHAS)	Extrabudgetary units/entities
304	Mzumbe University (MU)	Extrabudgetary units/entities
305	National College of Tourism (NCT)	Extrabudgetary units/entities
306	National Institute of Transport (NIT)	Extrabudgetary units/entities
307	Nelson Mandela African Institute of Science & Technology (NM-AIST)	Extrabudgetary units/entities
308	Open University of Tanzania (OUT)	Extrabudgetary units/entities
309	Sokoine University of Agriculture (SUA)	Extrabudgetary units/entities
310	Taasisi ya Sanaa na Utamaduni Bagamoyo (TASUBA)	Extrabudgetary units/entities
311	National Health Insurance Fund (NHIF)	Social Security Funds
312	National Social Security Fund (NSSF)	Social Security Funds
313	Workman Compensation Fund (WCF)	Social Security Funds
314	Public Service Social Security Fund (PSSSF)	Social Security Funds
315	Arusha City Council	Local Government Authorities
316	Kigamboni Municipal Council	Local Government Authorities
317	Masasi Town Council	Local Government Authorities
318	Mtwara District Council	Local Government Authorities
319	Mtwara Municipal Council	Local Government Authorities
320	Nanyumbu District Council	Local Government Authorities
321	Newala District Council	Local Government Authorities
322	Newala Town Council	Local Government Authorities
323	Nanyamba Town Council	Local Government Authorities
324	Tandahimba District Council	Local Government Authorities
325	Ilemela Municipal Council	Local Government Authorities
326	Kwimba District Council	Local Government Authorities
327	Ubungo Municipal Council	Local Government Authorities
328	Magu District Council	Local Government Authorities



# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 5. REPORTING ENTITY (Continued)

S/No.	Entity Description	Sub Sector Description
329	Misungwi District Council	Local Government Authorities
330	Buchosa District Council	Local Government Authorities
331	Mwanza City Council	Local Government Authorities
332	Sengerema District Council	Local Government Authorities
333	Ukerewe District Council	Local Government Authorities
334	Ludewa District Council	Local Government Authorities
335	Makambako Town Council	Local Government Authorities
336	Makete District Council	Local Government Authorities
337	Njombe District Council	Local Government Authorities
338	Temeke Municipal Council	Local Government Authorities
339	Njombe Town Council	Local Government Authorities
340	Wanging'ombe District Council	Local Government Authorities
341	Bagamoyo District Council	Local Government Authorities
342	Kibaha District Council	Local Government Authorities
343	Kibaha Town Council	Local Government Authorities
344	Kisarawe District Council	Local Government Authorities
345	Mafia District Council	Local Government Authorities
346	Mkuranga District Council	Local Government Authorities
347	Rufiji District Council	Local Government Authorities
348	Kibiti District Council	Local Government Authorities
349	Dar es Salaam City Council	Local Government Authorities
350	Chalinze District Council	Local Government Authorities
351	Kalambo District Council	Local Government Authorities
352	Nkasi District Council	Local Government Authorities
353	Sumbawanga District Council	Local Government Authorities
354	Sumbawanga Municipal Council	Local Government Authorities
355	Mbinga District Council	Local Government Authorities
356	Mbinga Town Council	Local Government Authorities
357	Songea District Council	Local Government Authorities
358	Songea Municipal Council	Local Government Authorities
359	Tunduru District Council	Local Government Authorities
360	Bahi District Council	Local Government Authorities
361	Namtumbo District Council	Local Government Authorities
362	Nyasa District Council	Local Government Authorities
363	Madaba District Council	Local Government Authorities
364	Kahama Town Council	Local Government Authorities
365	Kishapu District Council	Local Government Authorities
366	Msalala District Council	Local Government Authorities
367	Shinyanga District Council	Local Government Authorities
368	Shinyanga Municipal Council	Local Government Authorities
369	Ushetu District Council	Local Government Authorities
370	Bariadi District Council	Local Government Authorities
371	Chamwino District Council	Local Government Authorities
372	Bariadi Town Council	Local Government Authorities
373	Busega District Council	Local Government Authorities
374	Itilima District Council	Local Government Authorities
375	Maswa District Council	Local Government Authorities
376	Meatu District Council	Local Government Authorities
377	Ikungi District Council	Local Government Authorities
378	Iramba District Council	Local Government Authorities
379	Itigi District Council	Local Government Authorities
380	Manyoni District Council	Local Government Authorities
381	Mkalama District Council	Local Government Authorities
382	Chemba District Council	Local Government Authorities
383	Singida District Council	Local Government Authorities
384	Singida Municipal Council	Local Government Authorities
385	Ileje District Council	Local Government Authorities
386	Mbozi District Council	Local Government Authorities
387	Momba District Council	Local Government Authorities
388	Tunduma Town Council	Local Government Authorities
389	Songwe District Council	Local Government Authorities
390	Igunga District Council	Local Government Authorities
391	Kaliua District Council	Local Government Authorities
392	Nzega District Council	Local Government Authorities
393	Dodoma City Council	Local Government Authorities
394	Nzega Town Council	Local Government Authorities

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 5. REPORTING ENTITY (Continued)

S/No.	Entity Description	Sub Sector Description
395	Sikonge District Council	Local Government Authorities
396	Tabora Municipal Council	Local Government Authorities
397	Urambo District Council	Local Government Authorities
398	Uyui District Council	Local Government Authorities
399	Bumbuli District Council	Local Government Authorities
400	Handeni District Council	Local Government Authorities
401	Handeni Town Council	Local Government Authorities
402	Kilindi District Council	Local Government Authorities
403	Korogwe Town Council	Local Government Authorities
404	Kondoa District Council	Local Government Authorities
405	Korogwe District Council	Local Government Authorities
406	Lushoto District Council	Local Government Authorities
407	Muheza District Council	Local Government Authorities
408	Mkinga District Council	Local Government Authorities
409	Pangani District Council	Local Government Authorities
410	Tanga City Council	Local Government Authorities
411	Kondoa Town Council	Local Government Authorities
412	Arusha District Council	Local Government Authorities
413	Kongwa District Council	Local Government Authorities
414	Mpwapwa District Council	Local Government Authorities
415	Bukombe District Council	Local Government Authorities
416	Chato District Council	Local Government Authorities
417	Geita District Council	Local Government Authorities
418	Geita Town Council	Local Government Authorities
419	Mbogwe District Council	Local Government Authorities
420	Nyang'hwale District Council	Local Government Authorities
421	Iringa District Council	Local Government Authorities
422	Iringa Municipal Council	Local Government Authorities
423	Karatu District Council	Local Government Authorities
424	Kilolo District Council	Local Government Authorities
425	Mafinga Town Council	Local Government Authorities
426	Mufindi District Council	Local Government Authorities
427	Biharamulo District Council	Local Government Authorities
428	Bukoba District Council	Local Government Authorities
429	Bukoba Municipal Council	Local Government Authorities
430	Karagwe District Council	Local Government Authorities
431	Kyerwa District Council	Local Government Authorities
432	Misenyi District Council	Local Government Authorities
433	Muleba District Council	Local Government Authorities
434	Longido District Council	Local Government Authorities
435	Ngara District Council	Local Government Authorities
436	Mlele District Council	Local Government Authorities
437	Mpanda District Council	Local Government Authorities
438	Mpanda Municipal Council	Local Government Authorities
439	Nsimbo District Council	Local Government Authorities
440	Mpimbwe District Council	Local Government Authorities
441	Buhigwe District Council	Local Government Authorities
442	Kakonko District Council	Local Government Authorities
443	Kasulu District Council	Local Government Authorities
444	Kasulu Town Council	Local Government Authorities
445	Meru District Council	Local Government Authorities
446	Kibondo District Council	Local Government Authorities
447	Kigoma District Council	Local Government Authorities
448	Kigoma-Ujiji Municipal Council	Local Government Authorities
449	Uvinza District Council	Local Government Authorities
450	Hai District Council	Local Government Authorities
451	Moshi District Council	Local Government Authorities
452	Moshi Municipal Council	Local Government Authorities
453	Mwanga District Council	Local Government Authorities
454	Rombo District Council	Local Government Authorities
455	Same District Council	Local Government Authorities
456	Monduli District Council	Local Government Authorities
457	Siha District Council	Local Government Authorities
458	Kilwa District Council	Local Government Authorities
459	Lindi District Council	Local Government Authorities
460	Lindi Municipal Council	Local Government Authorities

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 5. REPORTING ENTITY (Continued)

S/No.	Entity Description	Sub Sector Description
461	Liwale District Council	Local Government Authorities
462	Nachingwea District Council	Local Government Authorities
463	Ruangwa District Council	Local Government Authorities
464	Babati Town Council	Local Government Authorities
465	Babati District Council	Local Government Authorities
466	Hanang District Council	Local Government Authorities
467	Ngorongoro District Council	Local Government Authorities
468	Kiteto District Council	Local Government Authorities
469	Mbulu District Council	Local Government Authorities
470	Mbulu Town Council	Local Government Authorities
471	Simanjiro District Council	Local Government Authorities
472	Bunda District Council	Local Government Authorities
473	Bunda Town Council	Local Government Authorities
474	Butiama District Council	Local Government Authorities
475	Musoma District Council	Local Government Authorities
476	Musoma Municipal Council	Local Government Authorities
477	Rorya District Council	Local Government Authorities
478	Ilala Municipal Council	Local Government Authorities
479	Serengeti District Council	Local Government Authorities
480	Tarime District Council	Local Government Authorities
481	Tarime Town Council	Local Government Authorities
482	Busokelo District Council	Local Government Authorities
483	Chunya District Council	Local Government Authorities
484	Kyela District Council	Local Government Authorities
485	Mbarali District Council	Local Government Authorities
486	Mbeya City Council	Local Government Authorities
487	Mbeya District Council	Local Government Authorities
488	Rungwe District Council	Local Government Authorities
489	Kinondoni Municipal Council	Local Government Authorities
490	Gairo District Council	Local Government Authorities
491	Mlimba District Council	Local Government Authorities
492	Kilosa District Council	Local Government Authorities
493	Morogoro District Council	Local Government Authorities
494	Morogoro Municipal Council	Local Government Authorities
495	Mvomero District Council	Local Government Authorities
496	Ulanga District Council	Local Government Authorities
497	Ifakara Town Council	Local Government Authorities
498	Malinyi District Council	Local Government Authorities
499	Masasi District Council	Local Government Authorities
500	Small Enterprises Loan Fund (SELF)	Public Financial Corporations
501	Tanzania Investment Bank (TIB) - Development Bank	Public Financial Corporations
502	Tanzania Postal Bank (TPB)	Public Financial Corporations
503	Dar es Salaam Development Corporation (DDC)	Public Financial Corporations
504	Tanzania Agricultural Development Bank (TADB)	Public Financial Corporations
505	Deposit Insurance Board	Public Financial Corporations
506	Unit Trust of Tanzania - AMIS	Public Financial Corporations
507	Watumishi Housing Company (WHC)	Public Financial Corporations
508	National Insurance Corporation (NIC)	Public Financial Corporations
509	Tanzania Insurance Regulatory Authority (TIRA)	Public Financial Corporations
510	Bank of Tanzania	Public Financial Corporations
511	Air Tanzania Company Ltd (ATCL)	Public Non-Financial Corporations
512	National Housing Corporation (NHC)	Public Non-Financial Corporations
513	National Ranching Company (NARCO)	Public Non-Financial Corporations
514	Small Industries Development Organisation (SIDO)	Public Non-Financial Corporations
515	State Mining Corporation (STAMICO)	Public Non-Financial Corporations
516	Suma JKT Company	Public Non-Financial Corporations
517	Tanzania Broadcasting Company (TBC)	Public Non-Financial Corporations
518	Tanzania Electric Supply Co. Ltd. (TANESCO)	Public Non-Financial Corporations
519	Tanzania Engineering & Manufacturing Design (TEMDO)	Public Non-Financial Corporations
520	Tanzania Fertilizer Company (TFC)	Public Non-Financial Corporations
521	Cooperative Audit and Supervision Corporation (COASCO)	Public Non-Financial Corporations
522	Tanzania Petroleum Development Corporation (TPDC)	Public Non-Financial Corporations
523	Tanzania Ports Authority (TPA)	Public Non-Financial Corporations
524	Tanzania Posts Corporation (TPC)	Public Non-Financial Corporations
525	Tanzania Railways Corporation (TRC)	Public Non-Financial Corporations
526	Tanzania Standard Newspapers (TSN)	Public Non-Financial Corporations

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 5. REPORTING ENTITY (Continued)

S/No.	Entity Description	Sub Sector Description
527	Tanzania Telecommunication Company Ltd (TTCL)	Public Non-Financial Corporations
528	Watumishi Housing Company REIT (WHC-REIT)	Public Non-Financial Corporations
529	Pangani Water Basins	Public Non-Financial Corporations
530	Wami Ruvu Water Basins	Public Non-Financial Corporations
531	Kariakoo Market Corporation (KMC)	Public Non-Financial Corporations
532	Lake Tanganyika Water Basins	Public Non-Financial Corporations
533	Ruvuma River Water Basins	Public Non-Financial Corporations
534	Rufiji Water Basins	Public Non-Financial Corporations
535	Lake Nyasa Water Basins	Public Non-Financial Corporations
536	Lake Rukwa Water Basin	Public Non-Financial Corporations
537	Lake Victoria Water Basins	Public Non-Financial Corporations
538	Songwe River Water Basins	Public Non-Financial Corporations
539	Internal Drainage Basin Water Board (IDBWB)	Public Non-Financial Corporations
540	Kilimanjaro Airport Development Company Ltd (KADCO)	Public Non-Financial Corporations
541	National Water Investment Fund (NWIF)	Public Non-Financial Corporations
542	Arusha Urban Water Supply and Sanitation Authority (AUWASA)	Public Non-Financial Corporations
543	Dar es Salaam Water Supply and Sanitation Authority (DAWASA)	Public Non-Financial Corporations
544	Dodoma Water Supply and Sanitation Authority (DUWASA)	Public Non-Financial Corporations
545	Iringa Water Supply and Sanitation Authority (IRUWASA)	Public Non-Financial Corporations
546	Kilimanjaro Water Supply and Sanitation Authority (MOWASA)	Public Non-Financial Corporations
547	Kahama Urban Water Supply and Sanitation Authority (KUWASA)	Public Non-Financial Corporations
548	Kigoma/Ujiji Urban Water Supply and Sanitation Authority (KUWASA)	Public Non-Financial Corporations
549	Bukoba Water Supply and Sanitation Authority (BUWASA)	Public Non-Financial Corporations
550	Lindi Water Supply and Sanitation Authority (LUWASA)	Public Non-Financial Corporations
551	Dar es Salaam City Council Business Park (DCCBP-Machinga Complex)	Public Non-Financial Corporations
552	Manyara Water Supply and Sanitation Authority (BAWASA)	Public Non-Financial Corporations
553	Mara Water Supply and Sanitation Authority (MUWASA)	Public Non-Financial Corporations
554	Mbeya Water Supply and Sanitation Authority (MBUWASA)	Public Non-Financial Corporations
555	Morogoro Water Supply and Sanitation Authority (MORUWASA)	Public Non-Financial Corporations
556	Mtwara Water Supply and Sanitation Authority (MTUWASA)	Public Non-Financial Corporations
557	Mwanza Water Supply and Sanitation Authority (MWAUWASA)	Public Non-Financial Corporations
558	Rukwa Water Supply and Sanitation Authority (SUWASA)	Public Non-Financial Corporations
559	Ruvuma Water Supply and Sanitation Authority (SOWASA)	Public Non-Financial Corporations
560	Simiyu Water Supply and Sanitation Authority (SIMWASA)	Public Non-Financial Corporations
561	Shinyanga Water Supply and Sanitation Authority (SHUWASA)	Public Non-Financial Corporations
562	Arusha International Conference Centre (AICC)	Public Non-Financial Corporations
563	Tanga Water Supply and Sanitation Authority (TAUWASA)	Public Non-Financial Corporations
564	Tabora Water Supply and Sanitation Authority (TUWASA)	Public Non-Financial Corporations
565	Geita Water Supply and Sanitation Authority (GEIWASA)	Public Non-Financial Corporations
566	Singida Urban Water and Sanitation Authority (SUWASA)	Public Non-Financial Corporations
567	Mpanda Water Supply and Sanitation Authority (MPAWASA)	Public Non-Financial Corporations
568	Njombe Water Supply and Sanitation Authority (NJOWASA)	Public Non-Financial Corporations
569	Makonde National Project Water Authority	Public Non-Financial Corporations
570	Waging'ombe National Project Water Authority	Public Non-Financial Corporations
571	Mugango-Kiabakari-Butiama Water Supply Project	Public Non-Financial Corporations
572	Marine Service Company Limited (MSCL)	Public Non-Financial Corporations
573	Handeni Trunk Main (HTM) Water Authority	Public Non-Financial Corporations
574	Kahama Shinyanga Water Supply and Sewerage Authority (KASHWASA)	Public Non-Financial Corporations
575	Masasi Nachingwea Water Supply and Sanitation Authority (MANAWASA)	Public Non-Financial Corporations
576	Maswa National Project Water Authority (MANPWA)	Public Non-Financial Corporations
577	Mzinga Holding Company Limited (MHCL)	Public Non-Financial Corporations
578	Vwawa-Mlowo Water Supply and Sanitation Authority (VWSSA)	Public Non-Financial Corporations
579	Tanzania Film Board (TFB)	Public Non-Financial Corporations
580	Mzinga Corporation	Public Non-Financial Corporations
581	Bunda Water Supply and Sanitation Authority (BUNDAWSSA)	Public Non-Financial Corporations
582	Loliondo Urban Water Supply and Sanitation Authority (LOLUWSA)	Public Non-Financial Corporations
583	Ruangwa Water Supply and Sanitation Authority (RUAWASA)	Public Non-Financial Corporations
584	Lushoto Urban Water Supply And sanitation Authority	Public Non-Financial Corporations
585	Mombo Urban Water Supply And sanitation Authority	Public Non-Financial Corporations
586	National Development Corporation (NDC)	Public Non-Financial Corporations



### 6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied in all years, unless otherwise stated.

#### a) Consolidation

The controlled entities are all those entities which the Government has the power to govern the financial and operating policies. The controlled entities are fully consolidated from the date on which control is transferred to the controlling entity. They are de-consolidated from the date that control ceases. Inter- group transactions, balances and unrealized gains and losses on transactions between entities of the Government are eliminated in full. The accounting policies of the controlled entities are consistent with the policies adopted by the Government.

#### b) Reporting Period

The reporting period for these financial statements is the financial year of the Government which runs from 01st July 2021 to 30th June 2022.

#### c) Foreign currency translation

Functional and presentation currency

Items included in the financial statements of the Government are measured using the currency of the primary economic environment in which the Government operates ("the functional currency"). The financial statements are presented in Tanzanian shillings (TZS), which is the Government's functional and presentation currency.

#### Transactions and balances

Foreign currency transactions are translated into Tanzanian TZS using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are in the statement of financial performance.

#### Foreign Exchange Revaluation Reserve under the Legal Framework

Section 18(1) of the Bank of Tanzania Act, 2006 provides that, the Bank shall establish and maintain a Foreign Exchange Revaluation Reserve and other appropriate assets revaluation reserves or retained net unrealised gains reserves, set up under a decision of the Board to reflect changes in market values of the Bank's major assets and in accordance with the best international accounting practice.

The realised foreign exchange gains/losses are separated from the total revaluation gains/losses. The unrealised part is excluded from computation of Bank of Tanzania distributable profits for the year and is carried in foreign currency revaluation reserve until realised in subsequent years thereby becoming part of the distributable profits. These are determined as follows:

- (i) For each foreign currency account or security for the case of securities accounts, cash inflows and outflows are determined.
- (ii) Each inflow is valued using the prevailing exchange rate.
- (iii) Each outflow is revalued using the prevailing exchange rate and compared with the rate at which the outflow was recognised in the books of accounts. Where specific

### SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

originating rate cannot be identified, the applicable is determined on First in First out (FIFO) basis. The difference between the two entries represent realised revaluation gains or losses.

- (iv) All balances in foreign currencies are revalued using prevailing exchange rates. The differences between the values at the time when the related instrument was recognised, and the current values represent unrealised losses or gains as the case may be.

#### d) Cash and cash equivalents

Cash and bank balances in the statement of financial position comprise cash at banks and in hand and short-term deposits with an original maturity of three months or less, and is measured at amortized cost. For the purpose of the cash flow statement, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

#### e) Provisions

During the financial year, the Government has a present obligation (legal or constructive) as a result of past events, these events has a great probability that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the Government expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in surplus/deficit net of any reimbursement. If the effect of the time value of money is material, provisions are discounted using a current pre tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is as a finance cost.

#### f) Related Party Transactions

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. They include relationship with subsidiaries, associates, joint venture and key management personnel. Key management personnel include the President, Vice President, Prime Minister, Ministers and Deputy Ministers, Permanent Secretaries and other Accounting Officers, Board Members, Senior Management Group, Key Advisors and Members of Parliament.

#### g) Employee Benefits

Employee Benefits include salaries, pensions and other related employment costs. The Government of the United Republic of Tanzania operates defined contribution plans, where contributions are made to Public Service Social Security Fund (PSSSF), National Social Security Fund (NSSF) and Workers Compensation Fund (WCF) where both employer and employee contribute to the funds. Additionally, the Government of the United Republic of Tanzania operates an insured (health benefit) plan where contributions are paid to the National Health Insurance Fund (NHIF). Both the employee and employer contribute 3% of gross salary to NHIF, while Fire and Rescue Force, Police Force, Prison Services and Immigration employer's contribution is 6.25% of gross salary and no contribution from employees. Employer's portion of social security contributions and health benefits plan contributions are made directly to the respective funds by the Ministry of Finance and Planning. Moreover, there is severance allowance which is also a defined plan. The plan is unfunded but the participants of this plan are operational service staff. Severance allowance is computed based on employee's final salary and number of years in employment.



### SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Employees' benefits including post-employment benefits:** Short-term employment benefits such as salaries, social security contributions, and leave fare assistance are recognised in Statement of Profit or Loss and Other Comprehensive Income when they fall due. Retirement benefits Government has a statutory obligation to contribute for retirement benefits to its employees. All eligible employees of the Bank are currently members of the social security schemes operating in Tanzania. The fund where employees are members is Public Sector Social Security Fund (PSSSF) Under this scheme, the Bank and employee contribute agreed rate of employee's basic salary every month. The Bank signed a Voluntary Agreement (VA) with the Tanzania Union of Industrial and Commercial Workers (TUICO), which provides for a number of benefits on retirement upon attaining a number of years in service with the Bank as specified in the Bank's Staff Bylaws. The provisions in the VA and Staff By-Laws constitute a defined benefits plan, which has been accounted and disclosed in accordance with the requirements of International Accounting Standard 19 Employee Benefits.

**Defined Benefit Plan:** The Government entity operates an unfunded non-contributory employee long service award arrangement for its permanent and pensionable employees (the 'Arrangement'), which provides for lump sum payments to its employees on attaining a specific number of years of service with the Group, based on period length of service. This arrangement qualifies as a Defined Benefit Plan. Payment for long service awards to the employees are made from the Group's internally generated funds.

**Defined Benefit Contribution:** The Government entity also pays contribution to a publicly administered pension plan on a mandatory basis. The company's contribution to the defined contribution schemes is charged to statement of profit or loss and other comprehensive income in the period to which they relate. The company has no legal or constructive obligation to pay further contribution if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

### h) Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

#### *The Government as lessor*

Lessors shall recognize lease payments receivable under a finance lease as assets in their statements of financial position. They shall present such assets as a receivable at an amount equal to the net investment in the lease. Under a finance lease, substantially all the risks and rewards incidental to legal ownership are transferred by the lessor, and thus the lease payment receivable is treated by the lessor as repayment of principal and finance revenue to reimburse and reward the lessor for its investment and services.

#### *The Government as Lessee*

At the commencement of the lease term lessee shall recognize assets acquired under finance leases as assets and the associated lease obligations as liabilities in their statements of financial position. The assets and liabilities shall be recognized at amounts equal to the fair value of the leased property or, if lower, the present value of the minimum lease payments, each determined at the inception of the lease. The discount rate to be used in calculating the present value of the minimum lease payments is the interest rate implicit in the lease, if this is practicable to determine; if not, the lessee's incremental borrowing rate shall be used.

### SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### i) **Segmental Information**

The nature of the Government as prescribed in section 30 of the Public Finance Act, Cap 348 and IPSAS 22 requires General Government (Central Budgetary, Extra budgetary, Social Security Fund, and Local Government Authorities) and Public Corporations (Financial and Non- financial corporations) to prepare its Financial Statements and submit to the Controller and Auditor General for audit. Segmental information has been provided based on the sectors coverage before elimination.

#### j) **Guarantees**

Financial guarantee contracts issued by the Government are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognized initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the best estimate of the expenditure required to settle the present obligation at the reporting date and the amount recognized less cumulative amortization.

#### k) **Taxpayer's fund/Share Capital**

This is the monies invested by the Government to satisfy individual or collective needs or to create future economic benefits. It includes all monies invested on capital expenditure. In this context, Taxpayers fund may include all resources contributed by tax payers directly for service potential or other economic future benefits for the public operations.

#### l) **Losses**

The National Assembly may, by resolution, authorize the Minister responsible for Finance to the extent specified in the resolution to abandon and remit any claims by or on behalf of the Government or any service thereof and to write off losses of moneys or stores belonging to the Government or provided for the public service. The Minister responsible for Finance may by writing under his hand delegate to any officer any powers which he is authorized to exercise by resolution of the National Assembly. Losses are proposed to be disclosed in the statement of Losses of Public Money, stores written off and claims abandoned.

#### m) **Revenue**

Revenue represents amount earned not necessarily received during the financial year, and comprises tax, non-tax revenue, financing income and external assistance.

#### **Revenue from non-exchange transactions**

The Government of Tanzania recognizes revenues from non exchange transaction in form of Taxes and transfers. Taxes are recognized when the event occurs, and the asset recognition criteria are met. Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the entity and the fair value of the asset can be measured reliably.

#### **Tax Revenue**

Tax revenue is recognised to the extent that it is probable that the economic benefits will flow to the Government and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The Government assesses its revenue arrangements against specific criteria in the form of taxable events for each revenue stream. The following specific recognition criteria must be met before tax revenue is recognised:

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****Table 6: Tax Revenue Recognition Criteria**

No.	Tax Description	Taxable Event
(i)	(a) Airport and Port Departure Charge (b) Pay-As-You-Earn (PAYE) (c) Payroll/Skills and Development Levy (d) Bed Night Levy (e) Excise Duty on Goods and Services - Local (f) Value Added Taxes (VAT) on Goods and Services - Local (g) Gaming Tax	Recognized as revenue when return is submitted/when assessment is made. Additional revenues, identified after review of taxpayer returns, are recognized upon adjusted/amended assessment.
(ii)	(a) Assessed Income Tax - Individual (b) Corporate Tax (h) Presumptive Income Tax	Recognized as revenue upon submission of estimates/amended estimates that relates to the fiscal year ended 30th June, and revenues assessed or re-assessed during the year. Revenues do not include estimates on unreported taxes, or the impact of future reassessment that cannot yet be reliably measured
(iii)	(a) Custom License Fees (b) Customs - Transit Fees (c) Customs - Warehouse Rent (d) Motor Vehicle Foreign Vehicle Permit (FVP) Fees (i) Motor Vehicle Transit Charges	Recognized when it is probable that future economic benefits will flow to the Authority and the amount can be measured reliably.
(iv)	(a) Driving License Fees (b) Driving Test Fees (e) Provisional License fees	Recognized when it is probable that future economic benefits will flow to the Authority and the amount can be measured reliably.
(v)	Withholding Taxes	Recognized when it is probable that future economic benefits will flow to the Authority and the amount can be measured reliably. Additional revenues, identified after Commissioner's review of Taxpayers information are recognized upon issuance of adjusted/amended assessment.
(vi)	(a) Export Levy (b) Export Duty	Recognized upon assessment/ declaration for export, provided the goods are under Custom control
(vii)	(a) Motor Vehicle licensing fees - on locally manufactured vehicles (b) Motor Vehicle Registration Fees - on locally manufactured vehicles (c) Personalized Plate Numbers	Recognized as revenue when assessment is issued
(viii)	(a) Customs Penalties (b) Income Tax Interest and Penalties (c) Motor Vehicle Penalties (d) Motor Vehicle Transfer Tax (e) Property Rate (f) Stamp Duty on Sale of Vehicles (g) VAT Interest and Penalties (h) Capital Gain	Recognized as revenue when assessment is issued

**Transfers from other government entities**

Revenue from non-exchange transactions with other government entities is measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property), if the transfer is free from conditions, and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured reliably. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, a grant liability is recognized instead of revenue.

**Revenue from exchange transactions****Rendering of services**

The government recognizes revenue from rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labor hours incurred to date as a percentage of total estimated labor hours.

## THE GOVERNMENT OF TANZANIA

### CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

#### **Sale of goods**

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, usually on delivery of the goods, and when the amount of revenue can be measured reliably and it is probable that the economic benefits or service potential associated with the transaction will flow to the Government.

#### **Interest income**

Interest income is accrued using the effective yield method. The effective yield discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount. The method applies this yield to the principal outstanding to determine interest income for each period.

#### **Dividends**

Dividends or similar distributions are recognized when the shareholder's or the group's right to receive payments is established.

#### **Rental income**

Rental income arising from operating leases on investment properties is accounted for on a straight-line basis over the lease terms and included in revenue.

#### **External Assistance**

External assistance received by Government forms part of grants. External assistance received by all Government entities is accounted for centrally by the Minister responsible for Finance which is the principal recipient on behalf of the Government.

#### **Social Contribution**

Employers' and employees' contributions are accounted for on accrual basis. Contribution income is to the extent and the amount of contribution established based on salary actually paid by member employer to member employees.

#### **Non-Tax Revenue**

All revenue collected by the Government which is not related to the tax activities; these include fees, fines and penalties collected during the financial year.

#### **Gross premiums**

Gross recurring premiums on life and investment contracts with discretionary participation features (DPF) are recognized as revenue when payable by the policy holder. For single premium business, revenue is recognized on the date on which the policy is effective. Gross general insurance written premiums comprise the total premiums receivable for the whole period of cover provided by contracts entered into during the accounting period. They are recognized on the date on which the policy commences.

Premiums include any adjustments arising in the accounting period for premiums receivable in respect of business written in prior accounting periods. Rebates that form part of the premium rate, such as no-claim rebates, are deducted from the gross premium; others are as an expense. Premium collected by intermediaries but not yet received, is assessed based on estimates from underwriting or past experience and are included in premiums written. Unearned premiums are those proportions of premiums written in a year that relate to periods of risk after the reporting date. Unearned premiums

#### **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

are calculated on a daily pro rata basis. The proportion attributable to subsequent periods is deferred as a provision for unearned premiums.

#### **n) Expenses**

Under accrual basis expenditure is recorded in the accounts when it is incurred and not necessarily when it is paid for.

#### **o) Inventories**

Inventories held for sale are stated at the lower of cost or net realizable value. Inventories held for distribution at no charge or for a nominal charge are stated at the lower of cost and current replacement cost. Costs incurred in bringing each product to its present location and condition, are accounted for as follows:

- Raw materials – purchase cost on first in first out basis.
- Stationeries and other consumables – cost is determined on first in first out basis.
- Finished goods and work in progress – cost of direct materials and labour and a proportion of manufacturing overheads based on normal capacity but excluding borrowing costs.

Net realizable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses. Current replacement cost is the cost the entity would incur to acquire the asset on the reporting date.

#### **p) Agriculture assets**

Agriculture assets are measured at their fair value less estimated point-of-sale costs. These assets are re-valued at their net market values each year at the reporting date. Net market value is calculated as the difference between the net present value of cash flows expected to be generated by the plantation and the fair value of the land on which the assets are grown. Increase/decrease in the net market value from the previous valuation is recognized as revenue/expense in the statement of financial performance. Periodic changes resulting from growth, prices, discount rate, costs and other premise changes are included in the consolidated statement of financial performance.

#### **q) Interest bearing loans and borrowings**

All loans and borrowings are initially recognized at the fair value of the consideration received less directly attributable transaction costs. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the effective interest method. Gains and losses are recognized in surplus/deficit when the liabilities are derecognized as well as through the amortization process.

#### **r) Borrowing costs**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective assets. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

#### **s) Intangible assets**

Intangible assets (consisting of computer software) acquired are measured on initial recognition at



### SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and any accumulated impairment losses. Internally generated intangible assets are capitalized when it is identifiable, there is control over the asset, it is probable that economic benefits or service potential will flow to the Government entity and the cost of the asset can be measured reliably. Intangible assets that do not meet these criteria are recognized as an expense in the period in which the expense is incurred. The useful lives of intangible assets are assessed to be finite. Intangible assets with finite lives are amortized over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The expected useful life is approximately 10 years.

The amortization period and the amortization method for an intangible asset are reviewed at least at each financial year-end. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset is accounted for by changing the amortization period or method, as appropriate, and treated as changes in accounting estimates. The amortization expense on intangible assets is recognized in the statement of financial performance. Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in surplus/deficit when the asset is derecognized.

#### **t) Investments and other financial assets**

Financial assets within the scope of IPSAS 29 are classified as financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments, or available-for-sale financial assets, as appropriate. When financial assets are recognized initially, they are measured at fair value, plus, in the case of investments not at fair value through profit or loss, directly attributable transaction costs. The Government determines the classification of its financial assets on initial recognition and, where allowed and appropriate, re-evaluates this designation at each financial year end.

#### *Financial assets at fair value through profit or loss*

Financial assets at fair value through surplus or deficit includes financial assets held for trading and financial assets designated upon initial recognition as at fair value through surplus or deficit. Financial assets are classified as held for trading if they are acquired for the purpose of selling in the near term.

#### *Held-to-maturity investments*

Non-derivative financial assets with fixed or determinable payments and fixed maturities are classified as held-to-maturity when the Government has the positive intention and ability to hold to maturity. After initial measurement held-to-maturity investments are measured at amortized cost using the effective interest method. Gains and losses are recognized in surplus/deficit when the investments are derecognized or impaired, as well as through the amortization process.

#### *Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial measurement loans and receivables are carried at amortized cost using the effective interest method less any allowance for impairment. Gains and losses are recognized in surplus/deficit when the loans and receivables are derecognized or impaired, as well as through the amortization process.



#### **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

##### *Available-for-sale financial investments*

Available-for-sale financial assets are those non-derivative financial assets that are designated as available-for-sale or are not classified in any of the three preceding categories. After initial measurement, available-for-sale financial assets are measured at fair value with unrealized gains or losses recognized directly in equity until the investment is derecognized or determined to be impaired at which time the cumulative gain or loss previously recorded in equity is recognized in surplus/deficit.

*Fair value:* The fair value of investments that are actively traded in organized financial markets is determined by reference to quoted market bid prices at the close of business on the statement of financial position date. For investments where there is no active market, fair value is determined using valuation techniques. Such techniques include using recent arm's length market transactions; reference to the current market value of another instrument which is substantially the same; discounted cash flow analysis or other valuation models.

*Amortized cost:* Held-to-maturity investments and loans and receivables are measured at amortized cost. This is computed using the effective interest method less any allowance for impairment. The calculation takes into account any premium or discount on acquisition and includes transaction costs and fees that are an integral part of the effective interest rate.

#### **u) Impairment of financial assets**

The Government has tested all the assets at the statement of financial position date whether a financial asset or group of financial assets is impaired.

##### *Assets carried at amortized cost*

The amount of the impairment loss have been measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future expected credit losses that have not been incurred) discounted at the financial asset's original effective interest rate (i.e. the effective interest rate computed at initial recognition). The carrying amount of the asset is reduced through use of an allowance account. The amount of the loss shall be recognized in surplus/deficit.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed, to the extent that the carrying value of the asset does not exceed its amortized cost at the reversal date. Any subsequent reversal of an impairment loss is recognized in surplus/deficit.

In relation to trade receivables, a provision for impairment is made when there is objective evidence (such as the probability of insolvency or significant financial difficulties of the debtor) that the entity will not be able to collect all of the amounts due under the original terms of the invoice. The carrying amount of the receivable is reduced through use of an allowance account. Impaired debts are derecognized when they are assessed as uncollectible.

##### *Financial investments available-for-sale*

If an available-for-sale asset is impaired, an amount comprising the difference between its cost (net of any principal payment and amortization) and its current fair value, less any impairment loss previously recognized in surplus/deficit, is transferred from equity to surplus/deficit. Reversals in respect of

#### **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

equity instruments classified as available-for-sale are not recognized in surplus/deficit. Reversals of impairment losses on debt instruments are reversed through surplus/deficit; if the increase in fair value of the instrument can be objectively related to an event occurring after the impairment loss was recognized in surplus/deficit.

#### **v) Derecognition of financial assets and liabilities**

##### *Financial assets*

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognized where:

- i. The rights to receive cash flows from the asset have expired;
- ii. The entity retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a 'pass-through' arrangement; or
- iii. The entity has transferred its rights to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of the asset, or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset. Where the Entity has transferred its rights to receive cash flows from an asset and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognized to the extent of the entity's continuing involvement in the asset. Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Entity could be required to repay.

##### *Financial liabilities*

A financial liability is derecognized when the obligation under the liability is discharged or can be cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the statement of financial performance.

#### **w) Tax Deposits**

These include Dar es Salaam Service Centre Customs & Excise Deposits, Escrow Deposits (Fuel), Container Deposits, Fuel Deposits, and other deposits in the Regions.

*Custom Deposits – Security for Transaction:* These are recognised as deposits upon receipts. Revenue is recognised when tax is assessed on transaction.

*Custom Deposits – Provision on Clearance:* These are recognised as deposits upon receipts. Revenue is recognised when tax is assessed on transaction. Excess deposit, if any, is then refunded to the taxpayer.

*Custom Deposits – Temporary Admission:* These are recognised as deposits upon receipts. Revenue is recognised when the purpose for which they have been admitted is terminated and the goods have not been re-exported. When the goods are re-exported, the tax payer will receive a refund of the deposit.

### CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

##### **Custom Deposits on Objection Tax and Domestic Deposits on Disputed Assessment**

These are recognised as deposits upon receipts. Upon the successful completion of the objection, the deposits is recognised as revenue. Otherwise the deposit is refunded to the taxpayer.

#### **x) Tax Refunds**

Tax refund is recognised as a liability when the Authority has a present legal obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and a reliable estimate can be made of the amount of the obligation. The Authority received funds from the Treasury to cater for the payment of the refunds.

#### **y) Treasury Voucher Cheques**

Treasury Voucher Cheques (TVCs) are expenses paid through the tax system. These are payments made by the Treasury to the tax authority to cover for import and excise duties to exempted persons. The exempted persons in this regard are civil servants and public officials, Non-Governmental organisations and Religious organisations. The revenue is measured at fair value, and recognised as revenue upon declaration, as this is the time when revenue can be measured reliably. The amount due from Treasury at the end of the year is recognised as an asset.

#### **z) Investment in Associates**

An associate is an entity over which the Government has significant influence and that is neither a subsidiary nor an interest in a joint arrangement. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies. The results, assets and liabilities of associates are incorporated in these financial statements using the equity method of accounting, except when the investment is classified as held for sale, in which case it is accounted for under Non-current Assets Held for Sale and Discontinued Operations. Under the equity method, investments in associates are carried in the consolidated statement of financial position at cost as adjusted for post-acquisition changes in the Government's share of the net assets of the associate, less any impairment in the value of individual investments. Losses of an associate in excess of the Government's interest in that associate (which includes any long-term interests that, in substance, form part of the Government's net investment in the associate) are not recognized, unless the Government has incurred legal or constructive obligations or made payments on behalf of the associate. Any excess of the cost of acquisition over the Government's share of the net fair value of the identifiable assets, liabilities and contingent liabilities of the associate recognized at the date of acquisition is recognized as goodwill. The goodwill is included within the carrying amount of the investment and is assessed for impairment as part of the investment. Any excess of the Government's share of the net fair value of the identifiable assets, liabilities and contingent liabilities over the cost of acquisition, after reassessment, is recognized immediately in surplus/deficit. Where a Government transacts with an associate of the Government, profits and losses are eliminated to the extent of the Government's interest in the relevant associate.

#### **aa) Interests in joint Venture**

A joint arrangement is a contractual arrangement whereby the Government and other parties undertake an economic activity that is subject to joint control that is when the strategic financial and operating policy decisions relating to the activities require the unanimous consent of the parties sharing control. Where an entity undertakes its activities under joint Venture directly, the entity's share of jointly controlled assets and any liabilities incurred jointly with other venturers are recognized in the finan-

#### **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

cial statements of the relevant entity and classified according to their nature. Liabilities and expenses incurred directly in respect of interests in jointly controlled assets are accounted for on an accrual basis. Income from the sale or use of the Government's share of the output of jointly controlled assets, and its share of joint Venture expenses, are recognized when it is probable that the economic benefits associated with the transactions will flow to/from the Government and their amount can be measured reliably. Joint Venture that involve the establishment of a separate entity in which each participating party has an interest, are referred to as jointly controlled entities. The Government reports its interests in jointly controlled entities using proportionate consolidation, except when the investment is classified as held for sale, in which case it is accounted for under Non-current Assets Held for Sale and Discontinued Operations. The Government's share of the assets, liabilities, income and expenses of jointly controlled entities are combined with the equivalent items in the consolidated financial statements on a line-by-line basis. Any goodwill arising on the acquisition of the Government's interest in a jointly controlled entity is accounted for in accordance with the Government's accounting policy for goodwill arising on the acquisition of a subsidiary. Where the Government transacts with its jointly controlled entities, unrealized profits and losses are eliminated to the extent of the Government's interest in the joint arrangement investment.

#### **bb) Investment property**

Property that is held for long-term rental yields or for capital appreciation or both, are classified as investment properties. It also includes property that is being constructed or developed for future use as investment property. Recognition of investment properties takes place only when it is probable that the future economic benefits that are associated with the investment property will flow to the Fund and the cost can be reliably measured. This is usually the day when all risks are transferred. Investment property is measured initially at cost, including transaction costs..

Investment property acquired through a non-exchange transaction is measured at its fair value at the date of acquisition.

Investment properties are divided into two classes; investment properties held by public corporations and investment properties held by other public sector entities, other than public corporations.

#### Investment properties held by other public sector entities

These include investment properties held by budgetary and extrabudgetary public sector entities, and local government authorities

Subsequent to initial recognition, investment properties held by other public sector entities are measured using the cost model.

#### Investment properties held by public corporations

These include investment properties held by pension funds, financial public corporations and non-financial public corporations.

Subsequent to initial recognition, these investment properties are carried at fair value. Fair value is based on active market prices, adjusted, if necessary, for any difference in the nature, location, or condition of the specific asset. If this information is not available, the Fund uses alternative valuation methods, such as recent prices on less active markets or discounted cash flow projections. Valuations are performed as of reporting date by professional valuers who hold recognised and



#### **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

relevant professional qualifications and have recent experience in the location and category of the investment property being valued, who applies a valuation model recommended by the International Valuation Standards Committee. These valuations form the basis for the carrying amounts in the Financial Statements.

The fair value of investment property reflects, among other things, rental income from current leases and assumptions about rental income from future leases in the light of current market conditions. Subsequent expenditure is capitalized to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the Fund and the cost of the item can be measured reliably.

All other repairs and maintenance costs are expensed when incurred. When part of an investment property is replaced, the carrying amount of the replaced part is derecognized. Changes in fair values are recognized in the statement of changes in net assets available for benefits in the year in which they arise. Investment properties are derecognized when they have been disposed or when they are permanently withdrawn from use and no future economic benefit is expected from their disposal. Where the Fund disposes of a property at fair value in an arm's length transaction, the carrying value immediately prior to the sale is adjusted to the transaction price, and the adjustment is recorded in the statement of changes in net assets available for benefits.

Transfers are made to (or from) investment property only when there is a change in use. For a transfer from investment property to owner-occupied property, the deemed cost for subsequent accounting is the fair value at the date of change in use. If owner-occupied property becomes an investment property, the Fund accounts for such property in accordance with the policy stated under property and equipment up to the date of change in use.

#### Derecognition

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition. Transfers are made to or from investment property only when there is a change in use.

#### **cc) Non-current assets held for sale**

Non-current assets and disposal group are classified as held for sale if their carrying amount will be recovered through a sale transaction rather than through continuing use. This condition is regarded as met only when the sale is highly probable and the asset (or disposal group) is available for immediate sale in its present condition. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification. Non-current assets (and disposal group) classified as held for sale are measured at the lower of the assets' previous carrying amount and fair value less costs to sell.

#### **dd) Comparatives**

To ensure consistency with the current period, comparative figures are reclassified where appropriate.

**ee) Property, plant and equipment**

Property, plant and equipment is stated at cost, excluding the costs of day-to-day servicing, less accumulated depreciation and accumulated impairment in value. Such cost includes the cost of any replacement parts in accordance with the related recognition criteria.

The Government has adopted straight line method for depreciation of Public Assets which is allocated systematically over the useful life of the respective assets, Government Asset Guidelines issued by Director of Government Assets Management (DGAM) and the applicable accounting policies. The depreciable amount of an asset shall be allocated on a systematic basis over its estimated useful life. The prevailing International Standard for depreciation shall be applied over the useful life of the assets. In accordance with the Generally Acceptable Valuation Principles (GAVP), depreciation for valuation purposes shall be the adjustment made to the replacement cost to reflect physical deterioration, functional and economic obsolescence.

Assets ran an economic life peculiar to themselves depending on make, constant handling and operational use. Some assets are continued in use much beyond the expected useful life due to periodical maintenance and repairs. Assets expected life are projected in ranges as follows:

**Table 7: Projected Expected Life of PPE**

<b>Asset Category</b>	<b>Estimated Useful life</b>
Administration assets	
Leasehold land	-
<b>Buildings</b>	
• Residential	50
• School	75
• Hospital	60
• Office	50
• Dwelling	50
• Plant and machinery	15
• Furniture and fixture	5
• Office Equipment	5
<b>Motor vehicles</b>	
▪ Heavy duty (5 tons and above)	10
▪ Light duty (below 5 tons)	5
<b>Motor cycle</b>	<b>7</b>
Computer (Desk tops and laptops)	4
Video Conference equipment	4
Servers	7
Network/Telecom equipment	7
Equipment Racks	10
Other equipment (with purchase value > or = \$50,000)	10
Automated file storage equipment	7
Equipment for production, storage and viewing of microforms	7
Document processing equipment e.g. Photocopiers, mail handling equipment, check handling equipment and shredders	7
Television studio, cameras and other photographic equipment	7
Uninterruptible power supplies (UPS)	7
<b>Infrastructural assets</b>	
Leasehold land	Over the lease term
<b>Roads</b>	
▪ Gravel roads	4
▪ Tarmac roads- Asphalt	10
▪ Tarmac Roads - surface dressing	7
▪ Aircraft runways	20
<b>Bridges</b>	
▪ Wooden bridges	2
▪ Concrete bridges	100
▪ Steel bridges	50



## THE GOVERNMENT OF TANZANIA

### CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

▪! Gravel roads	4
▪! Tarmac roads- Asphalt	10
▪! Tarmac Roads - surface dressing	7
▪! Aircraft runways	20
Bridges	
▪! Wooden bridges	2
▪! Concrete bridges	100
▪! Steel bridges	50
▪! Concrete culverts	50
▪! Steel culverts	20
▪! Drifts -vented (with steel pipes)	20
▪! Drifts - Concrete (solid)	50
Buildings	
▪! Residential	50
▪! School	75
▪! Hospital	60
▪! Office	50
▪! Dwelling	50
Shallow wells	15
Boreholes	15
Sewerage systems	15
Water systems	15
Drainage systems	15
Agriculture and livestock extension system	25
Plant and machinery e.g. Caterpillar, Excavator, Heavy Generators etc.	15
Furniture, fixture and equipment	10
Motor vehicle	
Heavy duty (5 tons and above)	10
Light duty (below 5 tons)	5
Motor cycle	7
Computer hardware	5
Ships	50
Ferries & Boats	25
Tractor	10
Aircraft (G550)	40,000 flight hours
Aircraft (Fokker 28)	90,000 flight hours
Aircraft (Fokker 30)	90,000 flight hours
Piper Navajo PA 31	11,000 flight hours
Bombardier CRJ 200	12,000 flight hours
Bombardier Global6000	12,000 flight hours
Dreamliner	12,000 flight hours
Airbus	12,000 flight hours
Drill Rigs	10
Compressors (used for Drilling Dams)	10
Excavator (used for Drilling Dams)	10
Bull Dowser	10
Sheep foot roller	10
Boreholes (0-200 meters) Hand pumped well	30
Shallow wells (0-100 meters) Hand pumped well	40
Large Dam Earth fill 15-20 meters > 1,000,000 cubic meters	20
Medium Dam Earth fill 5-15 meters 250,000 - 1,000,000 cubic meters	25
Small Dam (Chaco) Earth fill > 5 meters 25,000 - 250,000 cubic meters	20
Sub Surface Dam Concrete or masonry 3- 10 meters 45,000 - 150,000 cubic meters	40
Locomotives	25
Rolling Stock	35
Telecom & Signaling	25
Permanent way (for locomotives)	40
Bridges & Culverts(for locomotives)	60

The carrying values of cash – generating property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

**Review of Assets Estimated Useful Life**

Assets are subject to annual reviews to determine its remaining economic life. Consideration is given to the appropriateness of the assets value, its asset life and any other factor affecting its usefulness. Significant discrepancies lead to adjustment of the asset life or asset value. Whereas, heritage assets may vary in value over time and they are not subjected to normal depreciation. The residual values, useful lives and methods of depreciating property, plant and equipment are reviewed, and adjusted if appropriate, at each financial year end. When each major inspection is performed, its cost is recognized in the carrying amount of property, plant and equipment as a replacement if the recognition criteria are satisfied. The following recognition criteria are used for roads:

**Table 8: Review of Assets Estimated Useful Life for Infrastructure**

<u>Description</u>	<u>Years</u>
Road formation	20
Routine maintenance (expensed)	N/A
Spot maintenance*	
Periodic maintenance	
▪! Gravel roads	4
▪! Tarmac roads	10

\*Spot maintenance is evaluated on individual basis to determine whether they meet the recognition criteria for an asset, or need to be expensed.

**ff) Impairment of non-financial assets**

The Government assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the Government makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash generating unit's fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. Impairment losses of continuing operations are recognized in the statement of financial performance in those expense categories consistent with the function of the impaired asset.

An assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the recoverable amount is estimated. A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. If that is the case the carrying amount of the asset is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of financial performance. After such a reversal the depreciation charge is adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining useful life.

### **gg) Differed tax**

The tax expense for the period comprises current and deferred tax. Tax is recognized in arriving at the profit or loss except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case the tax is also recognized in other comprehensive income or directly in equity respectively. Current tax is the amount of income tax payable on the taxable profit for the year determined in accordance with the Tanzania income Tax Act (2004). The current tax charge is calculated on the basis of the tax enacted or substantively enacted at the statement of financial position date.

Differed tax is recognized, using the liability method, on temporary difference arising between the tax basis of assets and liabilities and their carrying values in the financial statements. However, differed tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit nor loss. Differed income tax is determined using tax rates and laws that have been enacted or substantively enacted at the statement of financial position date and are expected to apply when the related deferred income tax liability is settled. Differed income tax assets are recognized only to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilized.

## **7. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS**

These financial statements reflect the financial position (service potential and financial capacity) as at 30 June 2022, and the financial results of operations and cash flows for the year ended on that date. Underpinning these financial statements are a number of judgments, estimations and assumptions. These include assumptions and judgments about the future, in particular, the service benefits and future cash flows in relation to existing assets and liabilities. The preparation of the consolidated financial statements requires management to make judgments, estimates and assumptions that affect the disclosed amounts of assets and liabilities, and the disclosure of contingent liabilities, at the reporting date.

### **a) Pension benefits**

The present value of the pension obligations depends on a number of factors that are determined on an actuarial basis using a number of assumptions. The assumptions used in determining the net cost/ (income) for pension include the discount rate. Any changes in these assumptions will impact the carrying amount of pension obligations. The government determine appropriate discount rate at the end of each year. This is the interest rate that should be used to determine the present value of estimated future cash outflows expected to be required to settle the pension obligations. In determining the appropriate discount rate, they also consider the interest rates of high-quality corporate bonds that are denominated in the currency in which the benefits will be paid and that have terms to maturity approximating the terms of the related pension obligation.

### **b) Judgments, Estimates and Assumptions**

The preparation of these financial statements requires judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, revenue and expenses. For example, the present value of large cash flows that are predicted to occur a long time into the future, as with the settlement of outstanding claim obligations and Government pensions and retirement benefits, depends critically on judgments regarding future cash flows, including inflation

assumptions and the risk-free discount rate used to calculate present values. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

**Judgments:** In the process of preparing the Government's financial statements, management has made the following judgment, apart from those involving estimations, which has the most significant effect on the amounts disclosed in the financial statements.

**Recognition of tax revenue:** Tanzania tax system is based on self-assessment where taxpayers are expected to understand the tax laws and comply with them. This has an impact on the completeness of tax revenues when taxpayers fail to comply with tax laws, for example, if they do not report all of their income. Tax revenue is recognised on an accruals basis in the period the taxable event occurs. It is deemed to accrue evenly over the period to which it relates. Where tax returns have not been filed for the relevant period, accrued tax revenue receivable or payable has been estimated based on current provisional assessments, prior year final assessments or any other information available to the Commissioner General at that particular time. The outcome of tax revenue and refunds is not known with certainty until income tax returns for the period have been filed. This usually occurs sometime after the publication of these financial statements.

**Impairment of tax receivables:** Tax receivables are reviewed for impairment losses whenever events or changes in circumstances indicate that the carrying amount may not be recovered. An impairment loss is recognized for the amount by which the carrying amount of the tax receivable exceeds its recoverable amount. Tax receivables are recognised on the assumption that the taxpayers will pay the tax assessed, and the amount can be measured reliably, if the assumption with regard to recoverability changes, the impairment is recognised.

### c) Estimates and assumptions

The estimations in these financial statements are based on the best information available at the time of their preparation. Given the inherent uncertainty of predicting the future, actual events are likely to differ from these assumptions, which may have a material impact on the results reported in these financial statements.

Some of the key assumptions are discussed below. The valuation of many assets and liabilities are based on assumptions using market information. The most significant of these are:

**Table 9: Estimates and assumption**

Key Assumption	Methodology
Foreign exchange rates	Foreign currency denominated financial assets and liabilities are translated to Tanzania shillings (TZS) at the reporting date.
Share prices	Listed share investments, which consist of approximately 95% of the Government's total share investments, are based on quoted market prices at balance date.
Interest rates	The majority of marketable securities and borrowings are valued using current market yield curves.
Property prices	Where possible property owned by the Government is valued using market evidence. Property prices in relation to land and buildings can therefore impact the value of the Government's assets.

## THE GOVERNMENT OF TANZANIA

### CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

A number of long-term assets and liabilities are valued by estimating future cash flows which are then discounted to present value. Some of the cash flows, in particular those relating to long-term liabilities (Government's obligations) use assumptions to predict cash flows up as far as over 20 years into the future.

Therefore, changes in a number of economic assumptions can have a significant impact of the Government's financial position and performance. Other key assumptions concerning the future and other sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the disclosed amounts of assets and liabilities within the next financial year are liabilities regarding utilities such as telephone, water and electricity.

- Except for those assets which have been revalued, the values given to assets are mere estimates based on the initial price or in line with its assumed wear and tear. Proper valuation is still going on; and
- Verification of fixed assets (Property, Plant and Equipment) to complete the fixed assets registers for the migration to accrual.

#### 8. FUTURE CHANGES IN ACCOUNTING POLICIES

Standards issued but not yet effective up to the date of issuance of the entity's financial statements are listed below. These listings of standards issued are those which the Government is reasonably expecting to have an impact on disclosures, financial position or performance when applied at a future date. The Government intends to adopt these standards when they become effective.

Future Standard	Summary of standard	Effective date
IPSAS 41 - Financial Instruments	This standard establishes new requirements for classifying, recognizing and measuring financial instruments to replace those in IPSAS 29, Financial Instruments: Recognition and Measurement. This Standard was supposed to be effective for annual financial statements covering periods beginning on or after January 1, 2022, however due to COVID-19 pandemic, The Government is currently assessing the impact of the standard;	1 <sup>st</sup> Jan 2023
IPSAS 42 - Social Benefits	This standard provides guidance on how to account for social benefits i.e, cash transfers paid to specific individuals and/or households to mitigate the effect of social risk. It only applies when the Public sector entity provides benefits like retirement benefits, disability benefits, income support or unemployment benefit in cash terms. If such benefits are not provided on cash forms other IPSAS apply.	1 <sup>st</sup> Jan 2023
IPSAS 43 - Leases	IPSASB approved IPSAS 43, Leases with an effective date of January 1, 2025. IPSAS 43 supersedes IPSAS 13, Leases and introduces the right-of-use model for lessees, aligning with IFRS 16, Leases. The IPSASB will continue consideration of public sector specific leasing issues, such as concessionary leases, in its Other Lease-Type Arrangements project.	1 <sup>st</sup> Jan 2025
IPSAS 44 - 'Non-current Assets Held for Sale and Discontinued Operations'	In May 2022 IPSASB issued IPSAS 44 that specifies the accounting for assets held for sale and the presentation of discontinued operations. It requires assets that meet the criteria to be classified as held for sale to be: <ul style="list-style-type: none"><li>i. measured at the lower of carrying amount and fair value less costs to sell and depreciation on such assets to cease; and</li><li>ii. Presented separately in the statement of financial position and results of discontinued operations to be presented separately in the Statement of financial performance.</li></ul>	1 <sup>st</sup> Jan 2025



## THE GOVERNMENT OF TANZANIA

### CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 9. EXCHANGE RATES

All monetary amounts in the financial statements are expressed in Tanzanian Shillings (TZS), the legal tender. The TZS closing rate (the Bank of Tanzania) for major currencies was:

Table 10: Exchange rates

Currency	30 June 2022	30 June 2021
United States Dollar (USD)	2,315.66	2,310.37
British Pound	2,831.59	3,195.70
Euro	2,446.49	2,747.03
Swedish Kronor	226.63	269.40
Chinese Yuan	348.84	357.43
Japanese Yen	16.89	20.76
Special Drawing Rights	3,117.11	3,300.59
Africa Unit of Account	1,618.88	3,320.71

Foreign currency transactions are translated into Tanzanian TZS using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are in the statement of financial performance. Each outflow in foreign exchange is revalued using the prevailing exchange rate and compared with the rate at which the outflow was recognised in the books of accounts. Where specific originating rate cannot be identified, the applicable is determined on First in First out (FIFO) basis. The difference between the two entries represent realised revaluation gains or losses. All balances in foreign currencies are revalued using prevailing exchange rates. The differences between the values at the time when the related instrument was recognised, and the current values represent unrealised losses or gains as the case may be.

#### 10. RISKS MANAGEMENT

The Government is subject to a number of financial and operational risks, hazards and strategic risks and is responsible for ensuring appropriate risk management strategies and policies are in place within any mandate provided by legislation.

- Interest rate risk: Interest rate risk refers to the risk of loss due to adverse movement in interest rates. In general interest rate risk is managed strategically by issuing a mix of fixed and floating rate debt.
- Foreign exchange risk: Foreign exchange risk refers to the risk of loss due to adverse movements in foreign exchange rates. A range of instruments is currently being used to minimize the Government's exposure to foreign exchange risk which includes currency.
- Liquidity risk: Liquidity risk refers to the loss due to the lack of liquidity preventing quick or cost-effective liquidation products, positions or portfolios. Liquidity risk is managed on an individual entity basis, which generally requires entities to hold assets of appropriate quantity and quality to meet all their obligations as they fall due.

## THE GOVERNMENT OF TANZANIA

### CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

d) Credit risk: Credit risk refers to the risk of loss due to the non-performance by counterparties to discharge an obligation. Financial instruments which subject the Government to credit risk include bank balances and receivables, advances and investments. The entities within the Government reporting entity manage their exposure to credit risk by:

- Maintaining credit exposure only with highly rated institutions, for which the probability of default is low. The credit worthiness of counterparties is continuously monitored;
- Ensuring diversification of credit exposure by limiting the exposure to one financial institution; and
- In some instances, requiring collateral from counterparties.

## 11. APPROVED BUDGET AND COMPOSITION OF BUDGET AND ACTUAL AMOUNTS

The budget was prepared on cash basis and covers the period from 01 July 2021 to 30 June 2022. The original budget was approved by Legislative in June 2021. During the year under review there was supplementary budget made on January, 2022 amounting to 1.3 Trillion which account for the difference between original and final budget. The Approved budget included in Statement of Comparison of budget and Actual amount is made up of 93 entities (Budgetary Central Government) refer note 5 in Notes to the Financial Statement. The reconciliation report on Actual Amount in the Budget and Actual amount with Cashflow statements is shown below:

	Actual per Statement of Comparison of Budget and Actual Amounts	Amount obtained from from Segmented Cash Flow Statements (Budgetary)			
		Operating Activities	Investing Activities	Financing Activities	Total
	TZS "000"	TZS "000"	TZS "000"	TZS "000"	TZS "000"
<b>Receipts</b>					
Basket Loans and Grants	172,896,116			172,896,116	172,896,116
Domestic Borrowing/ Roll over	4,650,342,308			4,650,342,308	4,650,342,308
Domestic Borrowing	1,838,796,000			1,838,796,000	1,838,796,000
External Non-Concessional borrowing	141,726,651			141,726,651	141,726,651
General Budget Support	1,809,493,691			1,809,493,691	1,809,493,691
LGA Own Source	784,038,283			784,038,283	784,038,283
Non-Tax Revenue	2,709,260,715	2,709,260,715			2,709,260,715
Project Loans and Grants	5,139,510,970	5,139,510,970			5,139,510,970
Tax Revenue	20,944,673,517	20,944,673,517			20,944,673,517
<b>Total Receipts</b>	<b>38,190,738,251</b>	<b>28,793,445,202</b>	-	<b>9,397,293,049</b>	<b>38,190,738,251</b>
<b>Public Debt</b>					
Contribution to Social Security Funds	1,295,074,376	1,295,074,376			1,295,074,376
Interest on Domestic Borrowing	2,866,272,382	2,866,272,382			2,866,272,382
Interest on External Borrowing	804,875,477	804,875,477			804,875,477
Other Expenditure under CFS	417,612,663	417,612,663			417,612,663
Principal Domestic Loan	2,832,259,394			2,832,259,394	2,832,259,394
Principal External Loan	2,171,619,656			2,171,619,656	2,171,619,656
<b>Total Public</b>	<b>10,387,713,948</b>	<b>5,383,834,898</b>	-	<b>5,003,879,050</b>	<b>10,387,713,948</b>
<b>Other Charges</b>					
LGAs Own Sources	446,526,523	446,526,523			446,526,523
Operating Protected Expenditure	11,467,500	11,467,500			11,467,500
Other Payments	3,334,371,524	3,334,371,524			3,334,371,524
<b>Total Other Charges</b>	<b>3,792,365,547</b>	<b>3,792,365,547</b>		-	<b>3,792,365,547</b>
<b>Employee Benefits</b>					
Wages and Salaries	8,381,397,937	8,381,397,937			8,381,397,937
<b>Total Employee Benefits</b>	<b>8,381,397,937</b>	<b>8,381,397,937</b>	-	-	<b>8,381,397,937</b>
<b>Development Expenditures</b>					
Domestic Financing	10,554,635,328		10,554,635,328		10,554,635,328
External Financing	3,755,174,004		3,755,174,004		3,755,174,004
LGAs Own Sources	-		-		-
Total Development Expenditures	14,309,809,332	-	14,309,809,332	-	14,309,809,332
<b>Total Payments</b>	<b>36,871,286,765</b>	<b>17,338,483,477</b>	<b>14,309,809,332</b>	<b>5,222,993,956</b>	<b>36,871,286,765</b>
<b>Net Difference</b>	<b>1,319,451,486</b>	<b>11,454,961,726</b>	<b>(14,309,809,332)</b>	<b>4,174,299,092</b>	<b>1,319,451,486</b>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 12. SEGMENTAL INFORMATION

##### Segmented Statement of Financial Performance for the year ended 30<sup>th</sup> June 2022

	Note	1 Govt. of TZ	2 Govt. of TZ ExtraBudgetary	3 Govt. of TZ Social Funds	4 Govt. of TZ Local Govt	5 Govt. of TZ Financial Corp.	6 Govt. of TZ NonFinanc. Corp	Govt. of TZ Elimination	30 June 2022
<b>REVENUE</b>									
Taxes Revenue	15	41,550,951,946	-	-	-	-	-	(21,940,787,458)	19,610,164,488
Revenue From Exchange Transactions	16	12,796,664,080	2,015,385,160	13,057,242	133,981,875	325,211	3,209,719,221	(11,578,512,941)	6,590,619,847
Social Contributions	17	-	-	3,369,941,595	18,054,414	-	-	(352,228,363)	3,387,996,009
External Assistance - Grants and Aid	18	1,572,285,825	45,168,118	-	1,434,063	-	216,300	(264,817,897)	1,266,875,942
Finance Income	19	222,126,895	1,179,088	849,417,930	130,574	991,006,574	2,967,051	(490,810)	1,802,010,215
Levies	20	5,153,960	160,956,662	-	364,034,860	15,881,312	490,810	-	546,517,606
Fees, Fines, Penalties and Forfeits	21	250,981,057	1,212,007,648	7,824,641	166,155,322	95,279,940	45,080,467	(13,916,077)	1,762,412,988
Other Revenue	22	1,238,486,455	512,452,037	60,291,271	193,029,570	98,191,766	3,449,096,501	(5,545,929,021)	5,618,577
Debt Forgiveness	24	5,670,664	-	-	-	-	-	-	5,670,664
15% of Revenue (Dividend): Transfer from/(to)									
The Government Entities	25	474,340,595	-	-	-	-	(29,891,696)	(444,448,897)	-
Fair Value Gains on Biological Assets	29	250,486	69,870,874	-	522,648	-	(555,546)	-	70,094,462
Fair Value Gains on Government Securities	27	-	-	295,883,518	-	291,637	-	(296,155,155)	-
Fair Value Gains on Investment Properties	28	-	-	69,999,220	-	(1,159,582)	31,674,963	-	100,514,601
Gains on Foreign Currency Translation	33	1,628,521,638	480,284	136,579	-	57,442,696	(20,449,842)	-	1,666,130,346
Revenue Grant	35	1,806,092,600	25,085,481	330,516,382	705,007	-	-	(582,308,075)	1,580,091,396
Reversal of Provision for Expected Credit Loss	91A	-	-	-	-	26,045	-	-	26,045
<b>TOTAL REVENUE</b>		<b>61,551,526,201</b>	<b>4,042,591,352</b>	<b>4,997,047,378</b>	<b>877,048,333</b>	<b>1,257,285,589</b>	<b>6,688,348,227</b>	<b>(41,019,103,884)</b>	<b>38,394,743,186</b>
<b>EXPENSES</b>									
Wages, Salaries and Employee Benefits	39	6,421,264,060	2,238,206,046	428,847,294	4,361,994,546	214,644,051	962,829,784	(1,243,116,605)	13,384,729,176
Use of goods and services	40	1,558,901,839	2,236,816,924	505,011,228	747,581,377	141,512,583	2,879,068,549	(446,216,964)	7,622,675,535
Maintenance Expenses	41	606,393,920	1,035,654,442	6,410,088	217,519,643	33,892,034	499,080,851	(79,695,711)	2,318,455,265
Social Benefits	42	464,898,231	4,631,733	2,616,383,858	233,904,239	-	1,991,960	-	3,321,790,071
Finance Costs	43	2,773,263,998	14,880,868	413,501	653,439	60,082,144	220,634,419	(264,817,897)	2,865,110,473
Other Expenses	44	31,698,170,840	969,291,364	57,660,321	371,299,952	406,808,206	221,623,035	(30,662,986,728)	3,061,866,980
Provision for Obsolete Inventories	45	-	9,821,145	-	-	-	1,816,859	-	11,638,004
Impairment of Receivables	54	766,694,824	19,018,785	90,983,835	2,352,096	941,539	16,517,411	(33,034,822)	863,473,668
Impairment of Loans	55	-	467,467	-	1,492,412	16,692,815	-	-	18,652,684
Fair Value Losses on Equity Investments	57	1,074,099,836	(318,200)	(39,919,778)	488,397	(22,437,320)	-	-	1,071,912,935
Amortization of Intangible Assets	87	11,749,486	26,550,686	8,313,430	28,347	4,259,870	47,616,031	-	88,517,849
Depreciation of Investment Properties	85	44,261	6,970,400	29,403	2,989,082	111,185	462,924	-	10,607,255
Depreciation of Property, Plant and Equipment	86	192,983,493	2,370,696,980	7,228,858	282,340,196	33,571,047	670,839,500	-	3,557,660,074
Fair Value Losses on Financial Assets	62	-	40,249	-	191,451	10,164,024	-	-	10,395,724
Impairment of Intangible Asset	87	666,262	66,219	-	-	-	47,362	-	779,843
Impairment of Investment Property	85	-	-	-	-	-	2,861,564	-	2,861,564
Impairment of Property, Plant and Equipment	86	549,404	512,124	-	130,785	3,825,049	309,122	-	5,326,484
Losses on Disposal of Assets	65	670,887	481,849	(146,374)	(71,601)	35,366	198,464	-	1,168,591
Tax Expenses	66	-	11,372,201	503,194,213	-	30,973,820	190,835,553	(736,375,787)	-
<b>TOTAL EXPENSES</b>		<b>45,570,351,340</b>	<b>8,945,421,282</b>	<b>4,184,389,878</b>	<b>6,222,894,361</b>	<b>835,076,412</b>	<b>5,716,733,388</b>	<b>(33,466,244,514)</b>	<b>38,108,622,144</b>
<b>Share of Surplus of Associates and Joint Ventures</b>	69	-	(1,187,075)	3,224,059	-	136,801	14,407,972	-	16,581,757
<b>SURPLUS/DEFICITS FOR THE YEAR</b>		<b>15,981,174,860</b>	<b>(4,904,017,005)</b>	<b>815,881,560</b>	<b>(5,345,846,028)</b>	<b>322,345,978</b>	<b>986,022,811</b>	<b>(7,552,859,370)</b>	<b>302,702,809</b>

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2022  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

12. SEGMENTAL INFORMATION (Continued)

Segmented Statement of Financial Performance for the year ended 30<sup>th</sup> June 2021

	1	2	3	4	5	6		
	Govt. of TZ	Govt. of TZ	Govt. of TZ	Govt. of TZ	Govt. of TZ	Govt. of TZ	Govt. of TZ	30 June 2021
			Social Funds	Local Govt	Financial Corp.	Non Financ. Corp	Elimination	
REVENUE	Notes	Budgetary	Extra Budgetary					
Taxes Revenue	15	38,441,766,657	-	-	-	-	(17,860,648,483)	20,581,120,174
Revenue From Exchange Transactions	16	11,054,304,692	1,524,019,432	40,086,957	73,289,785	294,315	(8,737,376,593)	6,716,140,735
Social Contributions	17	-	1,208,144	3,189,257,637	18,257,196	-	(46,698,436)	3,162,076,456
External Assistance - Grants and A/c	18	1,745,832,232	89,982,692	-	7,931,610	836,679	(887,364,988)	967,197,125
Finance Income	19	257,976,184	1,312,692	742,336,968	130,050	583,638,069	-	1,591,956,493
Levies	20	-	472,387,849	-	316,766,979	12,699,182	-	802,258,102
Fees, Fines, Penalties and Forfeits	21	639,115,036	1,100,876,332	29,072,631	164,390,169	77,386,958	(8,249,850)	2,033,289,285
Other Revenue	22	(7,526,208,367)	124,156,341	235,372,648	196,667,803	78,524,419	4,735,663,078	5,871,948
Debt Forgiveness	24	-	109,200	-	-	-	-	109,200
15% of Revenue (Dividend) Transfer from/(to) The Government Entities	25	256,118,007	-	-	-	-	(2,847,891)	-
Fair Value Gains on Government Securities	27	-	-	153,148,389	-	6,300,190	-	-
Fair Value Gains on Investment Properties	28	-	-	102,589,948	34,704	11,367,326	61,048,452	175,040,430
Revenue Grant	35	33,676,274,701	11,769,194	-	(15,297)	-	(32,654,426,051)	1,133,602,548
TOTAL REVENUE		78,544,179,142	3,335,800,876	4,491,866,068	777,434,890	770,210,459	5,019,989,079	37,168,662,496
EXPENSES								
Wages, Salaries and Employee Benefits	39	4,803,015,070	2,044,238,460	262,677,062	3,950,133,529	210,681,208	992,239,648	12,166,639,185
Use of goods and services	40	1,397,202,659	1,966,388,486	28,837,646	667,311,161	105,409,800	(341,867,298)	5,335,580,783
Maintenance Expenses	41	104,704,464	923,137,832	8,647,166	159,437,058	4,084,481	377,811,470	1,538,039,986
Social Benefits	42	520,984,186	22,140,975	3,241,153,833	137,602,782	161,137	923,569	3,922,966,482
Finance Costs	43	2,253,522,950	9,902,650	389,250	1,332,219	62,268,596	202,247,012	2,529,662,676
Other Expenses	44	27,329,242,939	(3,707,127,942)	(2,013,366,544)	(5,061,764,918)	186,973,974	574,782,711	2,402,609,266
Provision for Obsolete Inventories	45	-	14,866,853	-	319,206	-	113,058	15,099,117
Amortization of Intangible Assets	87	12,213,044	25,721,687	2,967,057	36,092	3,571,275	39,373,812	83,882,768
Depreciation of Investment Properties	85	27,808	5,208,895	15,948	1,111,864	102,594	501,299	6,969,408
Depreciation of Property, Plant and Equipment	86	182,479,972	1,967,427,967	15,695,210	242,993,641	31,543,540	766,469,589	3,206,609,919
Fair Value Losses on Biological Assets	60	(722,791)	(4,537)	-	(1,412,406)	-	2,392,805	253,071
Fair Value Losses on Equity Investments	57	2,678,711,534	(947,118)	(107,845,751)	696,728	(6,318,393)	-	2,565,295,000
Fair Value Losses on Financial Assets	62	-	587,494	-	477,445	26,994,564	-	28,059,493
Impairment of Intangible Asset	87	-	516,971	-	-	-	138,535	3,204,811
Impairment of Investment Property	85	2,549,305	-	-	-	-	2,861,456	2,861,456
Impairment of Loans	55	-	-	-	-	31,077,618	-	31,077,618
Impairment of Property, Plant and Equipment	86	143,683	87,914,218	-	514,397	-	192,350	88,764,647
Impairment of Receivables	54	-	26,620,911	581,346,362	14,188,419	2,028,206	20,343,667	644,525,565
Losses of Foreign Currency Translation	64	1,020,501,174	(3,632,413)	454,949	-	(205,635,651)	15,410,511	827,098,569
Losses on Disposal of Assets	65	1,660,971	(866,189)	1,838,356	131,034	(39,547)	102,578	2,828,209
Provision for Expected Credit Loss	91B	-	-	-	-	70,980	-	70,980
Tax Expenses	66	-	253,322	169,972,219	-	38,578,861	50,638,508	-
TOTAL EXPENSES		40,306,236,969	3,381,149,516	2,192,783,753	113,107,241	490,550,253	4,559,640,718	35,432,099,010
Share of Surplus of Associates and Joint Ventures	69	-	(1,230,385)	13,172,332	-	177,308	12,042,864	24,162,139
SURPLUS/DEFICITS FOR THE YEAR		38,237,942,174	(46,579,024)	2,312,264,647	664,327,649	279,837,514	472,391,245	1,760,725,625

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	5	6	7	
	Govt. of T2 Financial Corp.	Govt. of T2 Non Finance. Corp	Govt. of T2 Elimination	30 June 2022
4,755,374,688	2,340,810,315	(4,737,446,385)	8,307,030,265	
24,665,477	5,109,081	(39,132,181)	802,279,907	
21,171,137	-	-	21,177,737	
1,217,157,435	-	-	1,217,187,495	
/606,990,475	-	-	7,606,990,473	
186,752,935	54,036,474	(11,541,865,474)	4,133,363,718	
3,680,300,020	(2,911,3345)	(2,942,036,579)	11,894,589,210	
2,487,968,516	2,968,633,382	(8,766,992,066)	9,634,731,170	
1,514,615,167	3,382,633	(240,529,745)	2,852,149,062	
4,792,835	17,979,517,175	-	1,335,111,327	
13,680,312	501,395,779	-	92,991,489	
92,091,480	-	-	1,337,830,790	
184,009,947	125,735,580	-	150,289,779	
11,278,779	138,691,000	-	-	
-	-	(5,406,871)	4,005,255	
-	2,301,380	-	8,652,373,912	
240,322,913	5,312,412,004	-	68,660,555,258	
1,049,807,685	19,611,008,451	-	453,658,737	
21,145,842	124,471,463	-	1,342,900,361	
21,070,863	4,461,672	-	1,488,607,264	
-	340,634,256	-	9,130,706,968	
-	-	-	22,936,159,266	
15,471,277	15,572,409,831	-	-	
3,348,765,492	48,385,157,871	(26,351,009,284)	161,965,929,463	
412,222,004	8,347,433,366	(293,381,634)	14,648,953,825	
6,618,845,966	-	-	6,618,845,966	
4,107,274,003	(2,008,433,096)	(39,132,181)	2,403,704,812	
3,006,861,102	2,076,076,672	(4,977,976,114)	1,641,663,168	
2,300,452,460	-	-	2,300,452,460	
1,034,440,925	-	-	1,034,440,925	
1,751,474,416	-	-	1,751,474,416	
245,981,346	(2,913,948)	(12,213,245,878)	58,091,246,320	
47,038,367	6,648,034,407	(8,786,922,805)	519,085,318	
17,493,333	303,022,380	-	47,058,357	
-	-	-	325,172,637	
9,079,962	107,388,745	-	20,017,000,000	
18,445,840	11,641,732	-	384,848,659	
16,480,730	194,921,623	-	528,618,148	
43,073,916	446,619,723	-	743,649,728	
12,374,005	17,228,308,864	-	938,171,392	
0,045,360,453	33,386,962,463	(25,468,856,660)	19,828,695,449	
131,823,081,569	-	-	131,823,081,569	
3,343,405,039	15,018,195,408	(882,150,605)	30,142,847,914	
723,229,525	3,738,576,884	(5,406,871)	47,888,075,548	
100,427,672	-	-	100,427,672	
(203,604,925)	-	-	(1,612,656,562)	
-	1,344,476,363	-	1,347,476,363	
(25,737,793)	(2,634,150)	-	(33,370,954)	
36,124,145	48,178,791	-	86,660,178	
1,676,852,382	8,136,788,176	-	8,033,363,185	
-	(788,570)	-	(786,370)	
1,666,113,531	3,738,931,866	(8,688,374)	(27,117,402,136)	
403,405,039	15,018,195,408	(882,150,605)	30,142,847,914	



THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

12. SEGMENTAL INFORMATION (Continued)

Segmented Statement of Financial Position as at 30<sup>th</sup> June 2021

Assets	Notes	Segmented Statement of Financial Position as at 30 <sup>th</sup> June 2021						
		1 Govt. of TZ Budgetary	2 Govt. of TZ Extra Budgetary	3 Govt. of TZ Social Funds	4 Govt. of TZ Local Govt	5 Govt. of TZ Financial Corp.	6 Govt. of TZ Non Financ. Corp	7 Govt. of TZ Elimination
Cash and Cash Equivalents	70	1,455,418,633	3,061,213,463	474,304,753	372,314,074	87255,073,589	815,139,163	14,204,607,086
Fixed Deposits/Placements	71	-	4,037,634	601,291,875	-	11,725,403	5,309,091	14,204,607,086
Holdings of Special Drawing Rights (SDRs)	72	-	-	-	-	227,178,849	-	13,684,734
Quota in International Monetary Fund (IMF)	73	-	-	-	-	1,304,631,766	-	-
Foreign Currency Marketable Securities	74	-	-	-	-	67255,042,431	-	-
Equity Investments	75	2,802,360,975	4,063,495	876,386,685	7,685,304	116,527,787	50,822,493	19,471,477,397
Government Securities	76	-	-	-	-	2,130,318,086	13,041,335	12,874,378,903
Receivables	77	7,715,470,125	1,877,792,349	560,422,254	160,665,573	2,797,665,795	3,337,913,225	12,874,378,903
Loans Receivables	78	9,115,715,238	3,994,005,437	1,436,632,295	23,037,146	1,308,758,832	6,097,363	16,014,900,905
Prepayments	79	670,636,765	657,684,054	204,030,741	73,427,331	13,036,594	1,655,000,402	-
Inventories	80	44,556,800	248,335,753	250,093,058	111,488,701	52,103,739	507,807,079	-
Deferred Currency Cost	81	-	-	-	-	174,057,747	49,500,738	-
Other Financial Assets	82	707,006,993	4,670,088	657,608,632	5,079,105	174,057,747	138,673,000	-
Equity Accounts	83	-	-	-	-	11,725,403	-	13,626,135
Investments in (a) R.E. (b) R.E. (c) R.E.	91	-	-	-	-	-	-	-
Non-Current Asset Held for Sale	92	527,269	-	-	31,274	-	2,307,360	-
Investment Properties	85	13,177,777	634,790,757	277,045,873	144,809,432	240,078,427	5,129,607,015	-
Property Plant and Equipment	86	4,552,250,142	31,867,455,015	100,701,371	970,849,606	1,079,878,261	18,786,006,836	-
Intangible Assets	87	39,802,427	91,250,607	9,755,733	752,808	18,635,223	132,061,367	-
Biological Assets	88	64,886,440	1,142,650,928	-	55,437,834	-	4,319,805	-
Investments in Associates and Joint Ventures	89	1,025,011,780	19,588,224	110,144,393	28,272,085	21,687,455	130,985,903	-
Investments in Controlled Entities (Subsidiaries)	90	5,304,451,700	-	354,880,210	-	-	-	-
Work in Progress	111	1,163,395,903	5,030,401,204	477,405,27	657,244,253	9,534,581	10,873,663,115	-
<b>TOTAL ASSETS</b>		<b>34,716,899,690</b>	<b>48,488,783,156</b>	<b>15,184,018,697</b>	<b>11,620,055,658</b>	<b>21,828,634,482</b>	<b>41,556,531,550</b>	<b>(22,558,676,161)</b>
<b>LIABILITIES</b>								
Payables and Accounts	93	3,085,380,027	1,063,986,765	641,634,086	363,567,473	345,067,030	7,547,668,344	14,432,904,437
Current in Circulation	94	-	-	-	-	57,046,747	-	5,704,677,413
Deposits from Banks and Non-Bank Financial Institutions	95	-	-	-	-	4,624,058,484	17,077,942,511	3,526,389,499
Deposits - Others	97	1,285,450,041	571,785,922	19,429,753	77,536,963	316,749,225	66,415,122	14,204,607,086
Foreign Currency Financial Liabilities	98	-	-	-	-	1,869,043,226	-	-
IMF Related Liabilities	99	-	-	-	-	1,108,671,457	-	-
Allocation of Special Drawing Rights (SDRs)	100	-	-	-	-	624,566,632	-	-
Borrowings (Public Debt)	101	64,579,633,038	253,886,922	-	47,125,452	437,000,340	6,008,046,469	171,076,735,747
Other Borrowings by Government Entities	102	-	-	-	-	-	-	18,015,340,768
BoTL Liquidity Papers	103	-	-	-	-	16,585,253	270,330,652	-
Other Financial Liabilities	104	-	-	-	2,916	-	-	-
Pension Fund Accrual Liabilities	105	-	-	20,077,000,000	-	-	-	-
Employee Benefit Liabilities	106	-	2,571,108	18,172,000	55,486,224	9,895,882	101,127,763	20,017,000,000
Provision for Government Obligations	107	-	33,423,770	686,227,172	-	13,635,705	12,144,240	187,202,977
Provisions	108	893,124,123	50,400,621	5,367,387	4,566,207	78,747,231	602,380,758	755,625,437
Deferred income (Provision)	109	40,078,176	250,788,095	-	95,320,532	36,176,476	3,740,224,782	1,434,595,966
Deferred income (Capital)	110	114,561,522	1,742,391,764	-	158,484,270	11,892,992	13,708,527,743	796,368,068
<b>TOTAL LIABILITIES</b>		<b>70,646,454,926</b>	<b>4,851,178,956</b>	<b>21,397,825,570</b>	<b>802,389,956</b>	<b>18,316,672,170</b>	<b>27,548,560,321</b>	<b>15,735,668,220</b>
<b>NET ASSETS</b>		<b>(35,929,555,236)</b>	<b>43,637,604,202</b>	<b>(6,213,806,873)</b>	<b>10,817,665,701</b>	<b>3,511,962,292</b>	<b>14,007,971,230</b>	<b>(165,074,712)</b>
IN THE ASSETS								
Foreign Currency Revaluation Losses	7/6/6,361,035	36,022,207,403	0	7,307,193	602,972,851	3,618,177,377	3,678,135	46,831,389,547
Foreign Currency Revaluation Losses	-	-	-	-	63,101,454	-	-	63,101,454
Foreign Currency Revaluation Losses	-	50	39,662,622	-	24,500,081	-	-	1,334,427,234
Deferred Tax Reserves	-	-	-	5,278,975	-	125,737,939	3,268,095	17,239,823
Defined Benefit (Accrual) Reserves	-	2,357,242	-	-	-	36,124,145	46,423,708	84,905,135
Provision for Government Obligations	-	162,711,342	-	84,755,100	-	2,009,627,806	5,052,064,743	8,200,586,803
Other Reserves	-	-	-	-	-	38,652,231	-	606,523
Minority Interest	-	-	-	-	-	90,163,949	3,054,861,211	1,350,448,573
Accumulated surplus/(deficit)	-	143,603,444,082	8,449,682,473	38,258,888,470	10,713,603,413	90,163,949	3,054,861,211	1,350,448,573
<b>TOTAL NET ASSETS</b>		<b>(35,929,555,236)</b>	<b>43,637,604,202</b>	<b>(6,213,806,873)</b>	<b>10,817,665,701</b>	<b>3,511,962,292</b>	<b>14,007,971,230</b>	<b>(165,074,712)</b>
								<b>29,666,766,605</b>

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2022  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

12. SEGMENTAL INFORMATION (Continued)

Segmented Statement of Cash Flows for the year ended 30th June 2022

	1 Govt. of TZ Budgetary	2 Govt. of TZ Extra Budgetary	3 Govt. of TZ Social Funds	4 Govt. of TZ Local Govt	5 Govt. of TZ Financial Corp.	6 Govt. of TZ Non Financ. Corp	7 Govt. of TZ Elimination	30 June 2022
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>								
<b>RECEIPTS</b>								
Taxes Revenue	4,184,185,536	290,036	950,117,867	61,746	641,006,679	2,967,061	(2,180,797,469)	20,004,399,080
Finance Income	777,200,129	180,146,296		361,638,136	14,819,162	490,810	(264,917,997)	1,451,796,065
Grants	4,762,036	1,779,646,102	7,671,641	172,266,246	95,278,940	39,118,363	(118,918,077)	5,611,856,482
Fees from payables and Forfeits	234,837,207			43,470			(43,470)	1,815,378,437
Grants, transfers and subsidies received								
Revenue from Economic Transfers	12,002,872,892	2,014,386,086	184,172,092	133,992,479	325,211		(7,328,648,453)	5,971,965,091
Revenue from Revenue	36,767,697,944	177,986,440		12,662,665			(36,948,447,048)	
Subsidies from Other Government Entities		7,679,068,109		6,000,665,411	7,318,140	1,631,486,219	(15,318,468,678)	
Federal Assistance, Grants and A/c	1,572,293,825	45,188,117		1,424,083			(352,228,363)	1,266,875,942
15% of Revenue (student transfer from the Govt Entities	274,340,636		3,240,228,662	16,711,763	393,165,819		(441,448,897)	
Social Contributions	6,607,660,040	74,130,206	710,163,877	233,324,069	393,165,819	6,724,478,472	(17,162,038,181)	2,342,466,389
Cultural Revenue	1,430,428,801	223,283,649	84,676,668	23,883,068	57,591,023	2,067,963,726	(4,863,476,436)	8,742,128,385
Incidence in Casualties							(277,800,000)	2,344,476,189
<b>Total Receipts</b>	<b>101,660,336,115</b>	<b>12,342,691,319</b>	<b>4,867,899,007</b>	<b>6,947,013,400</b>	<b>470,412,636</b>	<b>13,923,139,893</b>	<b>(94,620,164,310)</b>	<b>45,481,328,060</b>
<b>PAYMENTS</b>								
Transfer of non tax Revenue to SACCO (Contract Fund)	26,415,482,677	94,428,300	3,000,000		3,291,131	16,000	(26,631,727,668)	
Subsidies to Other Government Entities	61,954,011,281	1,186,468,286	630,063	34,766,642	292,648,624	290,472,443	(53,679,463,276)	
Grants, transfers and subsidies to	656,691,686	2,437,363		79,930		17,697,499	(568,946,292)	
Tax expense		11,801,124	64,617,176	(2,769)	33,764,763	4,110,406	(736,376,792)	
Wages, salaries and Employee Benefits	4,626,708,369	2,709,262,205	772,360,126	4,346,721,029	213,644,919	908,374,743	(12,43,116,836)	11,880,940,546
Social Benefits	484,688,233	6,661,634	2,618,098,674	234,767,346	69,635	2,034,169	(826,681,734)	3,326,523,841
Use of goods and services	2,383,177,663	2,760,372,489	765,220,330	740,746,766	179,067,385	3,467,003,318	(79,686,711)	8,948,510,218
Rent, repair and maintenance paid	636,366,087	1,118,472,177	841,0066	218,614,010	33,992,384	433,367,694	(29,686,711)	2,397,411,178
Finance cost	2,287,666,118	25,673,103	413,931	(202,913)	60,692,444	229,611,076	(264,917,997)	2,803,366,030
Other Expenses	7,683,617,810	1,783,665,669	64,331,032	139,036,033	(259,374,298)	(114,766,636)	(7,762,744,029)	2,480,393,880
Advances to Government					21,763	318,000		339,769
Debt service interest/Asset								
<b>Total Payments</b>	<b>96,665,459,100</b>	<b>8,709,751,104</b>	<b>4,814,951,827</b>	<b>6,714,606,073</b>	<b>664,816,131</b>	<b>6,304,142,924</b>	<b>(90,317,362,653)</b>	<b>31,846,474,456</b>
<b>Net CashFlow from Operating Activities</b>	<b>4,904,877,015</b>	<b>3,632,940,215</b>	<b>52,947,180</b>	<b>1,232,407,327</b>	<b>(484,503,495)</b>	<b>8,618,996,969</b>	<b>(4,302,811,667)</b>	<b>13,644,853,604</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>								
Acquisition of property, plant, and equipment	(1,236,160,029)	(1,294,605,298)	(200,600,440)	(643,362,359)	(2,623,348,836)	(3,934,032,162)	(1,29,282)	(9,826,264,672)
Incidence decrease in holdings of shares					(11,46,172)			(1,040,112)
Incidence in short-term financial investments					97,340,261			87,344,261
Incidence decrease in foreign currency portfolio securities					(190,046,268)			(180,046,268)
Acquisition of equity investments					(50,803,071)			(50,903,071)
1-24 Case Investment shares receipts								60,198
Net decrease/increase in Government securities					189,463			
Long issued								
Receipt from non issued	(667,367,696)	(200,604,776)	95,481,310		(1,723,690,169)		1,307,081,868	(330,006,871)
Acquisition of investment properties	404,412,896	231,667,032	19,668,391	(3,162,640)	(4,427,272,921)		396,652,566	824,015,315
Acquisition of intangibles	(379,640)	(2,172,323)	(33,244,869)	(2,378,427)	(969,692)	(5,337,667)		(44,083,363)
Acquisition of biological assets	(224,667)	(207,996)	(244,467)	(6,310)	(6,171,677)	(703,674)		(18,268,338)
Acquisition of shares in associate or joint venture	(12,361,638)	(172,43,866)	(13,721,294)			(13,060)		(507,504)
Acquisition of shares in subsidiary	(164,443,753)		(1,067,43,298)			(1,06,471,302)		(144,788,901)
Proceed from sale of PPE	1,748,262	3,344,003	3,984,190	637,708	15,050	84,602		(350,691,982)
Receipt from sales of equity investments		129,262						15,324,621
<b>Total Investing Activities</b>	<b>(1,674,292,276)</b>	<b>(1,276,193,272)</b>	<b>(317,822,566)</b>	<b>(647,446,186)</b>	<b>(4,667,944,869)</b>	<b>(4,046,603,548)</b>	<b>2,293,454,792</b>	<b>(10,356,946,914)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>								
Incidence decrease in currency in circulation					814,168,569			914,168,569
Incidence decrease in foreign currency liability as increase/decrease in foreign currency liabilities					731,408,224			731,408,224
Incidence decrease in foreign currency liabilities					(74,930,639)			(74,230,532)
Incidence decrease in liability of Special Drawing Rights					1,126,717,784			1,126,717,784
Incidence decrease in liability of Special Drawing Rights								6,330,701,311
Incidence decrease in liability of Special Drawing Rights								(13,228,168,600)
Incidence decrease in liability of Special Drawing Rights								7,047,843
Incidence decrease in liability of Special Drawing Rights								
Incidence decrease in liability of Special Drawing Rights								
<b>Total Financing Activities</b>	<b>(6,907,457,289)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,706,112,972</b>	<b>-</b>	<b>-</b>	<b>(4,201,344,317)</b>
<b>Net Increase/Decrease in Cash</b>	<b>(1,376,822,650)</b>	<b>2,356,746,949</b>	<b>(264,875,376)</b>	<b>564,962,162</b>	<b>(2,027,396,491)</b>	<b>4,572,383,421</b>	<b>(2,633,366,066)</b>	<b>(914,437,777)</b>
Cash at the beginning of the year	1,827,208,973	3,768,192,002	616,477,921	674,664,892	6,706,924,681	12,066,448,000	(1,638,169,001)	8,268,927,548
Effect of foreign currency changes	614,763,894	164,823,516	11,874,150	12,662,665	90,168,368	111,600	(294,420,274)	962,666,378
<b>Cash at the end of period</b>	<b>(1,477,611,919)</b>	<b>5,493,659,668</b>	<b>239,798,395</b>	<b>1,146,694,519</b>	<b>3,856,327,628</b>	<b>16,652,830,501</b>	<b>(17,606,623,592)</b>	<b>8,307,075,200</b>

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

12. SEGMENTAL INFORMATION (Continued)

Segmented Statement of Cash Flows for the year ended 30<sup>th</sup> June 2021

	1 Gov. of TZ Budgetary	2 Gov. of TZ Extra Budgetary	3 Gov. of TZ Social Funds	4 Gov. of TZ Local Govt	5 Gov. of TZ Financial Corp.	6 Gov. of TZ Non Financ. Corp	7 Gov. of TZ Elimination	30 June 2021
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>								
<b>RECEIPTS</b>								
Taxes Revenue	34,694,044,171	1,782,600	42,456,900	230,028,165	399,658,670	5,774,639	(17,860,481,918)	17,033,662,253
Finance Income	191,207,093	285,381,920		2,072,440,952	1,117,789,664	2,617,000,006		874,253,992
Leases		682,664,771	130,070,935	2,072,440,952	3,787,770,361	1,083,366,965	(3,247,777,701)	2,643,466,947
Fees, fines, penalties and forfeits			43,470				(13,470)	
Grants, transfers and subsidies received							(15,663,663,011)	3,662,337,565
Revenue from Exchange Transactions	14,523,126,411	1,723,261,106	95,472,355	55,669,245	258,427,751	2,732,297,606	(32,554,425,051)	
Exchange Revenue	32,664,425,051			5,316,682,491	37,096,445	55,868,544	(10,283,682,452)	
Subsidiary from Other Government Entities	1,245,632,232	5,473,424,671		70,331,510		535,629	(997,964,890)	
External Assistance Grants and A/c	255,778,007	400,942,807				2,847,891	(4,608,436)	1,331,177,040
15% of Revenue of subsidiary from Govt. Entities				137,404,167	2,774,586,705	4,268,120,917	(5,479,027,230)	2,453,285,656
Other Contributions	4,304,367,249	724,688,241	1,071,629,326	552,472,759	1,007,625,487	3,763,000,823	(2,720,356,830)	8,008,722,352
Other Revenue	985,808,428	101,554,474	318,429,753	128,556,214			(2,720,356,830)	708,768,194
Increases in deposits								
Other Receipts								
<b>PAYMENTS</b>								
Transfer on non-tax Revenue to PMA/Consolidated Fund	25,900,627,196	59,691,932			2,232,247		(20,971,756,045)	
Subsidiary to Other Government Entities	44,455,074,702	209,615,323			151,767,432	1,307,501	(44,310,665,078)	
Grants, transfers and subsidies to	127,115,593				3,577,571	17,564,144	(148,246,306)	
Tax expense			225,723,403		95,995,895	139,907,332	(5,116,707,827)	
Wages, Salaries and Employees Benefit's	3,639,647,659	1,392,455,469	578,270,149	3,692,921,842	55,454,237	850,224,993	(5,155,905,965)	10,801,397,269
Social Benefits	463,976,545	3,274,713	2,023,069,423	1,053,338,939	65,454,237	1,995,374	(7,263,825,046)	3,635,056,006
Use of goods and services	470,665,072	2,723,607,941	741,536,205	715,367,927	2,982,786,022	1,408,817,446	(7,263,825,046)	4,200,545,725
Routine repair and maintenance paid	1,411,606,934	473,037,292	8,787,112	153,642,536	52,775,421	318,224,971	(37,304,539)	1,132,254,617
Finance cost	2,278,792,952	28,625,284	389,712	2,467,593	378,374,525	353,804,129	(5,310,062,012)	3,054,372,452
Other Expenses	4,642,820,642	1,751,018,291	829,278,209	133,624,741	1,549,673,011	1,012,730,766	(1,549,673,011)	2,575,682,809
Increases to Government								
Decrease in stock Asset								
<b>Total Payments</b>	<b>80,746,696,993</b>	<b>6,086,665,489</b>	<b>4,840,046,800</b>	<b>4,845,165,632</b>	<b>5,863,076,498</b>	<b>4,363,886,588</b>	<b>-81,356,077,846</b>	<b>25,389,466,347</b>
	<b>9,268,181,970</b>	<b>3,539,832,251</b>	<b>-1,962,687,417</b>	<b>1,877,129,776</b>	<b>56,851,988</b>	<b>3,508,290,166</b>	<b>-4,440,057,398</b>	<b>11,839,347,736</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>								
Acquisition of property, plant and equipment	(235,782,446)	(17,991,155,574)	(57,803,514)	(313,630,697)	(3,717,956)	(3,765,865,942)		(5,546,244,331)
Increases/decrease in holdings of SDRs					(2,117,667)			(2,117,667)
Increases/decrease in holdings of international Monetary Fund (IMF)					(47,202,869)			(47,202,869)
Increases/decrease in holdings of currency marketable securities					(1,125,030,620)			(1,125,030,620)
Acquisition of equity investments					(5,785,803)	(17,290,656)		(7,515,739)
LCR (at Govt investment) to Pros. Receipts				253,648	45,277,557		(121,609)	131,959
LCR issues							(450,261,626)	(1,067,725,220)
Proceed from Govt securities							220,306,323	(787,685,761)
Proceed from Govt securities, etc								1,216,177,382
Acquisition of property, plant and equipment								(25,402,071)
Acquisition of intangibles								(14,954,701)
Acquisition of biological assets	(1978,362)							(3,677,568)
Acquisition of financial assets	(182,629)							(89,833,518)
Acquisition of shares in associate or joint venture	(15,667,474)							(14,900,493)
Acquisition of shares in subsidiary								
Proceed from sale of CPE	(14,900,493)							115,827
Proceed from sale of equity investments								
<b>Total Investing Activities</b>	<b>(237,422,594)</b>	<b>(1,518,680,059)</b>	<b>(329,408,666)</b>	<b>(283,503,022)</b>	<b>(162,596,072)</b>	<b>(3,778,286,366)</b>	<b>(255,976,607)</b>	<b>(6,575,873,400)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>								
Increases/decrease in currency in circulation					478,366,593			478,366,593
Increases/decrease in foreign currency financial liabilities					156,552,824			156,552,824
Increases/decrease in IMF related liabilities					13,977,172			13,977,172
Increases/decrease in allocation of Special Drawing Rights (SDRs)					22,606,347			22,606,347
Repayments of Special Drawing Rights (SDRs)								
Repayment of borrowings	5,555,661,205							5,555,661,205
Repayment of borrowings	(111,045,717)							(11,104,571,111)
Increases/decrease in short liquidity papers								(78,778,119)
<b>Total Financing Activities</b>	<b>(5,548,909,906)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>593,654,515</b>	<b>0</b>	<b>0</b>	<b>(4,955,255,391)</b>
Net increase/decrease in Cash	3,471,849,420	2,021,732,899	(2,302,238,103)	1,583,275,754	498,970,341	(258,980,270)	(14,698,034,005)	308,218,945
Cash at the beginning of the year	4,231,000,500	770,697,695	273,435,162	146,777,235	10,248,249,989	6,607,337,989	(14,433,153,204)	7,893,593,784
Effect of foreign currency changes		1,464,193			15,471,313	238,326		17,114,819
Cash at the end of period	<b>7,671,841,624</b>	<b>2,596,667,311</b>	<b>-2,066,434,982</b>	<b>1,740,715,650</b>	<b>10,753,946,587</b>	<b>6,417,587,085</b>	<b>(18,905,395,727)</b>	<b>8,236,927,548</b>

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2022  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. ELIMINATION ADJUSTMENTS

Statement of Financial Performance							
REVENUE	Notes	30 June 2022	30 June 2021	General Government Sector	Public Corporation	Elimination	
Taxes Revenue	15	19,610,184,488	20,581,120,174	41,550,961,946	-	(21,940,787,458)	38,441,176,657
Revenue From Exchange Transactions	16	6,500,619,947	6,716,140,735	14,950,088,356	3,210,044,432	(11,578,612,941)	12,691,679,886
Social Contributions	17	2,387,996,009	3,162,024,541	3,603,001,325	-	(1,215,005,316)	3,208,722,977
External Assistance - Grants and Aid	18	2,266,875,942	967,197,125	2,618,888,006	216,300	(352,228,353)	1,853,726,434
Finance Income	19	1,802,010,215	1,591,956,403	1,072,854,487	993,973,625	(26,817,897)	1,001,177,854
Levies	20	546,517,605	802,258,102	530,145,483	16,372,122	-	789,156,828
Fees, Fines, Penalties and Forfeits	21	1,762,412,998	2,033,289,285	1,633,965,668	140,360,407	(13,910,077)	1,933,454,058
Other Revenue	22	5,618,578	5,835,640	7,976,657,088	(7,043,948,983)	(927,080,528)	5,827,170,460
Debt Forgiveness	24	5,070,004	109,200	5,070,004	-	-	109,200
15% of Revenue (Dividend) Transfer from (to) The Government Entities	25	-	-	414,557,199	29,891,698	(444,448,897)	255,118,007
Fair Value Gains on Biological Assets	29	-	-	70,748,859	(654,397)	-	2,871,853
Fair Value Gains on Equity Investments	26	70,094,462	8,998	55,988,215	(55,988,215)	-	116,741,101
Fair Value Gains on Government Securities	27	-	-	255,863,518	291,637	(296,155,156)	153,148,389
Fair Value Gains on Investment Properties	28	100,514,601	175,040,430	131,464,983	(30,950,382)	(95,055,879)	194,096,303
Gains on Disposal of Assets	34	-	-	685,192	(685,192)	-	876,181
Gains on Foreign Currency Translation	33	1,666,130,346	-	1,886,447,844	(223,317,498)	-	4,286,422
Revenue Grant	35	1,589,106,693	1,133,587,251	37,162,414,768	-	(35,582,308,075)	33,688,013,302
Reversal of Provision for Expected Credit Loss Subvention From Other Government Entities	91B	26,045	-	-	26,045	-	-
36	-	-	-	14,475,424,571	844,042,306	(15,319,466,878)	11,053,679,088
TOTAL REVENUE		38,394,758,492	37,168,567,974	128,449,821,171	(2,120,326,995)	(87,934,736,584)	111,216,476,690
EXPENSES							
Wages, Salaries and Employee Benefits	39	13,384,723,176	12,196,639,185	11,850,371,946	2,777,473,835	(1,243,116,005)	11,060,064,101
Use of goods and services	40	7,622,675,535	6,335,680,783	5,048,311,367	3,020,561,132	(446,216,964)	4,058,739,942
Maintenance Expenses	41	2,319,455,265	1,538,039,986	1,866,178,092	632,972,884	(79,695,711)	1,195,926,520
Social Benefits	42	3,321,790,021	3,922,966,482	3,319,798,061	1,991,980	-	3,321,881,776
Finance Costs	43	2,805,119,473	2,529,662,676	2,789,211,907	2,80,716,563	(294,817,897)	2,265,147,068
Other Expenses	44	3,061,882,288	2,402,847,940	8,992,797,786	821,858,531	(7,752,744,029)	8,366,664,989
Provision for Obsolete Inventories	45	11,638,004	15,099,117	8,621,145	1,816,859	-	14,688,009
Grants, Subsidies and other Transfer Payments	46	-	-	41,547,443,937	10,134,759,885	(51,682,200,322)	38,554,339,025
Depreciation of Investment Properties	85	10,607,255	6,969,408	10,033,146	574,109	-	6,565,515
Depreciation of Property, Plant and Equipment	86	3,557,660,074	3,206,609,919	2,853,249,527	704,410,547	-	2,408,590,790
Fair Value Losses on Biological Assets	60	-	-	98,851	(98,851)	-	732,119
Fair Value Losses on Equity Investments	57	1,011,912,935	2,365,295,000	1,000,338,470	(78,425,535)	-	2,687,555,494
Fair Value Losses on Financial Assets	62	10,395,724	28,059,483	231,700	10,164,024	-	1,064,939
Fair Value Losses on Investment Property	59	-	-	61,465,763	(61,465,763)	-	91,471,651
Grants, Transfers and Subsidies Issued	47	-	-	357,359,803	106,477,365	(463,837,168)	245,790,007
Impairment of Investment Property	47	2,861,564	2,861,456	-	2,861,564	-	-
Impairment of Loans	65A	18,662,694	31,077,618	1,959,879	16,692,815	-	88,572,296
Impairment of Property, Plant and Equipment	86A	5,326,484	88,764,647	1,192,313	4,134,171	-	192,350
Impairment of Receivables	54	863,473,668	644,525,565	847,897,796	15,575,872	-	622,155,892
Losses on Foreign Currency Translation	64	-	827,098,569	260,310,342	(260,310,342)	-	1,021,612,131
Losses on Disposal of Assets	65	1,168,591	2,828,209	717,229	451,362	-	3,741,359
Revenue Transfer To NFD (Consolidated Fund	66	-	-	23,556,787,811	95,175,931	(24,548,528,045)	21,061,317,048
Tax Expenses	68	-	-	514,565,414	22,180,937	(736,375,787)	170,225,541
Amortization of Intangible Assets	87	98,517,849	83,882,768	46,641,949	51,875,900	-	40,937,880
Impairment of Intangible Asset	87A	779,843	3,204,811	732,481	47,362	-	3,066,276
Share of Deficit of Associates and Joint Ventures	38	38,108,637,442	35,432,012,733	106,087,464,114	19,258,704,756	(87,217,531,429)	98,090,754,240
		16,581,757	24,189,449	2,036,984	14,544,773	-	11,941,947
		302,702,808	1,760,744,690	22,384,394,040	(21,364,486,077)	(717,205,155)	13,137,664,698
				(21,364,486,077)			(11,217,471,428)
							(159,448,579)



THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13. ELIMINATION ADJUSTMENTS (Continued)

Statement of Financial Position				Notes					
		30 June 2022	30 June 2021	General Government Sector	Public Corporation	Elimination	General Government Sector	Public Corporation	Elimination
<b>ASSETS</b>									
Cash and Cash Equivalents	70	8,307,030,265	8,268,856,568	5,248,541,613	7,066,135,017	14,737,446,385	5,393,250,892	7,070,212,762	14,704,607,098
Fixed Deposits/Placements	71	802,279,907	585,671,708	889,637,525	297,745,663	397,132,151	606,279,509	17,008,494	17,008,494
Holdings of Special Drawing Rights (SDRs)	72	27,177,737	27,271,849	-	27,177,737	-	22,277,849	-	-
Claims in International Monetary Fund (IMF)	73	1,717,157,495	1,304,631,766	-	1,717,157,495	-	1,304,631,766	-	-
Foreign Currency Marketable Securities	74	7,603,803,473	6,255,042,431	-	7,606,900,473	-	6,255,042,431	-	-
Equity Investments	75	4,133,363,715	3,880,836,122	3,881,653,289	241,710,429	-	3,640,458,432	-	-
Government Securities	76	0	0	-	-	-	-	-	-
Receivables	77	11,894,589,210	13,613,653,661	7,869,440,405	3,677,416,072	171,541,803,474	7,344,193,049	2,172,776,745	164,714,773,977
Loans Receivables	78	9,634,731,770	9,071,586,346	9,379,873,890	5,436,801,895	12,942,035,793	10,374,452,631	6,123,670,023	12,524,375,903
Prepayments	79	2,871,480,082	3,144,151,874	14,693,355,445	1,817,877,790	18,796,502,086	14,611,652,062	1,374,890,195	18,014,906,906
Inventory	80	1,333,111,327	1,184,138,635	1,284,744,030	1,777,254,801	1,240,529,745	1,486,072,421	1,658,120,263	-
Deferred Currency/Cost	81	92,997,459	52,103,730	620,639,286	614,476,941	-	663,472,772	-	-
Other Financial Assets	82	1,337,850,790	1,627,822,905	1,078,054,983	308,743,707	-	1,404,203,015	-	-
Investments in Entities	83	162,789,779	148,930,016	-	160,266,779	-	-	223,567,883	-
Investments in Entities Held for Sale	91	-	-	5,498,871	-	3,406,877	5,628,133	-	3,676,133
Non-Current Asset Held for Sale	92	4,003,255	2,385,653	1,703,865	2,301,390	-	64,193	2,301,390	-
Work in Progress	111	22,938,159,206	7,674,463,148	7,348,192,769	16,587,967,107	-	6,831,203,442	10,827,197,706	-
Investment Properties	85	8,652,373,912	8,372,710,311	3,064,638,035	5,332,710,311	-	3,003,024,869	5,388,683,442	-
Property Plant and Equipment	86	88,602,555,255	68,255,349,250	47,941,649,122	20,680,908,136	-	48,428,914,134	19,818,435,117	-
Intangible Assets	87	453,668,737	292,288,035	308,041,431	143,671,303	-	141,607,475	160,686,500	-
Biological Assets	88	1,342,900,301	1,267,206,015	1,338,438,489	4,467,167	-	1,262,886,270	4,319,803	-
Investments in Associates and Joint Ventures	89	1,488,607,284	1,333,003,820	1,120,852,769	367,725,125	-	1,182,956,462	762,077,358	-
Investments in Controlled Entities (Subsidiaries)	90	9,130,703,985	5,635,320,000	9,130,703,985	-	-	5,635,320,000	-	-
<b>TOTAL ASSETS</b>		<b>161,985,929,483</b>	<b>150,836,247,053</b>	<b>116,483,015,405</b>	<b>71,833,923,363</b>	<b>(26,351,009,284)</b>	<b>110,009,757,203</b>	<b>62,458,461,959</b>	<b>(22,558,676,161)</b>
<b>LIABILITIES</b>									
Allocation of Special Drawing Rights (SDRs)	100	1,751,474,416	624,756,632	-	1,751,474,416	-	624,756,632	-	-
Borrowings (Public Debt)	101	58,097,746,375	52,810,567,126	7,372,406,244	173,273,243,978	-	64,579,633,036	7,074,339	171,703,730,574
Other Borrowings by Government Entities	102	5,197,083,315	7,807,187,627	411,632,260	6,894,075,843	18,786,822,805	331,072,374	6,443,047,019	18,015,340,766
Bank Liquidity Papers	103	47,038,387	40,070,514	-	47,038,387	-	2,916	40,070,514	-
Other Financial Liabilities	104	325,172,637	225,979,527	4,638,924	325,715,713	-	2,916	225,979,525	-
Provision Fund Available Liabilities	105	20,071,000,000	20,071,000,000	20,071,000,000	-	-	20,071,000,000	-	-
Employee Benefits Liabilities	106	384,648,639	787,702,977	267,337,352	11,731,677	-	76,179,332	11,102,364	-
Provision for Retirement Benefits Obligations	107	528,618,148	755,625,437	498,530,567	30,068,581	-	29,643,402	26,079,945	-
Provisions	108	743,849,725	1,434,695,966	532,247,366	211,462,302	-	63,438,947	681,137,019	-
Payables and Accruals	93	14,648,953,825	14,432,804,437	6,282,608,765	8,795,692,270	239,348,160,47	6,970,607,353	7,852,635,374	1430,278,293
Currency in Circulation	94	6,078,543,066	5,704,677,413	-	6,078,543,066	-	-	5,704,677,413	-
Deposits from Banks and Non-Bank Financial Institutions	95	2,403,704,812	3,576,380,499	-	2,500,836,983	-	-	2,638,380,180	237,684,734
Deposits - Others	97	1,641,663,765	1,439,067,020	1,336,801,307	5,082,837,974	14,977,976,114	1,898,506,689	3,744,868,447	14,204,607,086
Foreign Currency Financial Liabilities	98	2,300,432,460	1,566,043,226	-	2,300,432,460	-	-	1,566,043,226	-
IMF Related Liabilities	99	1,034,440,925	1,108,671,457	-	1,034,440,925	-	-	1,108,671,457	-
Deferred Income (Revenue)	109	938,171,302	796,368,068	448,527,754	488,603,658	-	386,108,503	-	-
Deferred Income (Capital)	110	18,828,635,440	15,733,638,220	2,867,414,781	12,281,280,662	-	2,015,457,485	13,702,220,735	-
<b>TOTAL LIABILITIES</b>		<b>131,823,081,569</b>	<b>121,169,480,449</b>	<b>103,879,617,333</b>	<b>53,412,332,916</b>	<b>(25,468,856,680)</b>	<b>97,697,849,408</b>	<b>44,938,528,437</b>	<b>(22,393,601,450)</b>
<b>NET ASSETS</b>		<b>30,142,847,914</b>	<b>29,666,766,605</b>	<b>12,603,398,072</b>	<b>18,421,600,447</b>	<b>(882,150,605)</b>	<b>12,311,907,795</b>	<b>17,519,933,522</b>	<b>(165,074,712)</b>
<b>NET ASSETS</b>									
Unapplied Fund		47,888,075,648	46,831,309,647	43,471,769,910	4,481,806,509	35,406,877	42,775,676,532	4,127,176,025	37,676,133
Accumulated surplus/ (deficit)		277,117,407,138	276,907,770,063	271,072,793,783	4,832,043,337	18,766,633,734	230,696,506,679	3,306,633,769	173,944,876,75
Deferred Tax Reserves		1,334,747,635	1,334,427,234	-	1,347,476,353	-	5,228,975	1,334,427,234	-
Deferred Bond/ (Actual) Reserves		233,370,954	172,233,823	63,062,753	203,604,923	-	39,662,672	24,300,081	-
Full Value Reserves		187,763,602	83,062,753	42,339,361	-	-	-	-	-
Foreign Currency Revaluation Reserves		103,427,672	63,107,464	-	7,663,370	-	-	63,107,464	-
Minority Interest		7,89,370	8,006,523	-	-	-	-	-	-
Capital Reserves		8,033,033,185	8,208,586,803	-	7,813,660,765	-	246,694,254	7,267,962,549	-
Revaluation Surplus		88,680,178	84,026,155	2,357,242	84,302,936	-	2,357,242	82,547,913	-
<b>TOTAL NET ASSETS</b>		<b>30,142,847,914</b>	<b>29,666,766,605</b>	<b>12,603,398,072</b>	<b>18,421,600,447</b>	<b>(882,150,605)</b>	<b>12,311,907,795</b>	<b>17,519,933,522</b>	<b>(165,074,712)</b>



# THE GOVERNMENT OF TANZANIA

**CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2022**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

### 13. ELIMINATION ADJUSTMENTS (Continued)

[illegible]

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 14. EXCHEQUER ISSUED/RECEIVED

	30 <sup>th</sup> June, 2022	CFS, Personnel Emoluments and Other Charges	Dfund and Development	Retention and Government Finances	Principal and Interest	Total
Vote	Name of the Vote	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000
2	Teachers Service Commission	13,820,791	500,000	-	-	14,320,791
3	National Land Use Planning Commission	3,307,364	1,900,000	-	-	4,907,364
4	Records And Archives Management Department	2,426,810	1,200,773	-	-	3,632,583
5	National Irrigation Commission	5,018,241	5,335,966	-	-	10,354,207
7	Treasury Registrar	65,730,537	1,428,173	-	-	67,158,710
10	Joint Finance Commission	2,569,071	-	-	-	2,569,071
11	Investment	6,210,702	-	-	-	6,210,702
12	Judiciary Service Commission	3,003,960	-	-	-	3,003,960
13	Financials, Intelligent Unit	3,414,308	213,430	-	-	3,627,738
14	Fire and Rescue Force	34,028,579	344,200	-	-	34,372,779
15	Commission for Mediation and Arbitration	4,321,834	-	-	-	4,321,834
16	Attorney General's Office	6,601,403	498,463	-	-	7,099,866
18	UNESCO Commission	2,187,731	-	-	-	2,187,731
19	Office of The Solicitor General	11,820,750	-	-	-	11,820,750
20	The State House	24,557,764	-	-	-	24,557,764
21	The Treasury	500,794,829	835,128,543	-	-	1,431,924,372
22	Public Debt and General Services	7,400,868	-	-	10,390,307,080	10,397,713,348
23	Accountant General Department	43,230,839	3,122,200	-	-	46,353,039
24	The Cooperative Development Commission	13,109,941	-	-	-	13,109,941
25	Prime Minister	16,372,857	-	-	-	16,372,857
26	Vice President	12,030,196	-	-	-	12,030,196
27	Registrar of Political Parties	21,138,196	5,000	-	-	21,138,196
28	Ministry of Home Affairs - Police Force	646,304,731	26,328,870	-	-	672,334,602
29	Ministry of Home Affairs - Prisons Services	101,321,703	7,430,000	-	-	108,751,703
30	President Office and Cabinet Secretariat	51,100,750	153,167,060	-	-	664,258,440
31	Vice President Office	16,168,463	4,351,400	-	-	20,519,863
32	President Office - Public Service Management	40,087,466	7,562,367	-	-	47,649,833
33	Chief Secretary	7,339,639	1,164,469	-	-	8,504,108
34	Foreign Affairs and International Cooperation	197,952,221	-	-	-	197,952,221
35	Directorate of Public Prosecution	26,040,018	3,569,530	-	-	29,609,548
36	RAS Katavi	53,362,821	39,035,615	8,189,919,72	-	101,188,356
37	Office of the Prime Minister	20,305,334	2,408,235	-	-	22,713,569
38	Defence	1,862,124,312	36,034,352	-	-	1,898,158,664
39	The National Service	397,376,908	3,272,049	-	-	400,648,957
40	The Judicial Fund	115,260,885	68,373,360	-	-	183,634,245
41	Justice and Constitutional Affairs	11,346,495	2,074,640	-	-	13,421,135
42	The National Assembly Fund	121,878,901	1,264,708	-	-	123,143,609
43	Agriculture and Cooperatives	64,371,429	360,002,348	-	-	424,373,777
44	Industries and Trade	25,480,121	17,351,434	-	-	42,831,555
45	National Audit Office	66,140,719	5,054,440	-	-	71,195,159
46	Education and Culture	474,803,141	1,187,564,723	-	-	1,662,367,864
47	RAS Simiyu	123,743,391	51,910,838	6,993,875,22	-	132,653,904
48	Lands, Housing and Urban Development	67,023,703	15,098,911	-	-	82,122,614
49	Ministry of Water and Irrigation	45,050,536	945,158,612	-	-	990,209,148
50	Finance	99,932,362	14,233,750	-	-	114,166,112
51	Home Affairs	23,308,525	12,708,425	-	-	36,016,950
52	Ministry of Health, Elderly, Gender and Children	562,044,678	844,265,197	-	-	1,406,309,875
53	Community Development, Women Affairs and Children	29,714,593	6,170,445	-	-	35,885,038
54	RAS Kibombe	117,135,346	44,496,752	16,311,514,04	-	177,953,612
55	Commission of Human Rights and Good Governance	8,473,677	261,888	-	-	8,735,565
56	Regional Admin and Local Government	70,732,315	854,928,098	-	-	925,660,413
57	Defence and National Service	17,370,761	11,012,783	-	-	28,383,544
58	Ministry of Energy	26,952,168	2,377,330,298	-	-	2,404,282,466
59	Law Reform	2,834,173	-	-	-	2,834,173
60	Trade and Investments	24,407,877	-	-	-	24,407,877
61	Electoral Commission	8,838,114	8,907,380	-	-	17,745,494
62	Ministry of Transport	81,180,416	2,627,028,989	-	-	2,708,209,405
63	RAS Geita	158,797,839	69,600,741	15,787,290,06	-	244,148,621
64	Fisheries Sector	22,371,154	44,853,100	-	-	67,224,254
65	Labour and Youth Development	13,910,431	14,030,774	-	-	27,941,205
67	Public Service Recruitment Secretariat	4,243,808	-	-	-	4,243,808
68	Science, Technology and Higher Education	10,498,219	161,288,107	-	-	171,786,326
69	Tourism and Natural Resources	400,392,535	178,855,664	-	-	579,248,199
70	RAS Arusha	198,276,610	83,502,575	25,659,501,74	-	307,438,687
71	RAS Coast	181,560,232	81,357,346	25,163,511,87	-	288,080,925
72	RAS Dodoma	158,173,886	97,531,840	17,176,282,83	-	302,902,025
73	RAS Iringa	150,032,378	52,233,256	16,241,144,40	-	298,156,778
74	RAS Kigoma	133,593,170	67,135,102	7,207,273,61	-	267,905,873
75	RAS Kilimanjaro	206,019,757	63,563,977	15,013,661,01	-	284,597,735
76	RAS Lindi	87,743,932	46,372,354	8,430,461,73	-	142,546,740
77	RAS Morogoro	178,845,222	74,317,940	14,024,632,98	-	267,195,162
78	RAS Mtwara	211,827,816	74,024,429	27,629,696,72	-	313,481,945
79	RAS Morogoro	239,878,377	96,418,913	15,603,063,70	-	352,900,003
80	RAS Mwanza	151,258,025	69,877,141	14,073,733,03	-	295,168,869
81	RAS Mwanza	279,842,778	121,545,653	23,001,390,08	-	424,388,511
82	RAS Pwani	153,014,633	62,852,741	21,285,261,85	-	237,152,635
83	RAS Shinyanga	127,853,295	56,944,177	8,340,379,96	-	193,237,551
84	RAS Singida	118,315,233	55,033,834	10,341,577,77	-	183,696,844
85	RAS Tabora	165,152,285	70,061,076	14,692,370,39	-	259,915,731
86	RAS Tanga	232,318,639	79,467,877	14,110,233,94	-	325,896,496
87	RAS Kilimanjaro	190,198,269	81,841,726	17,673,176,22	-	289,719,121
88	RAS Dar es Salaam	321,731,007	150,451,111	66,105,502,16	-	538,683,224
89	RAS Pwani	90,083,152	40,707,875	8,828,753,26	-	139,649,253
90	RAS Songwe	85,310,523	50,332,700	8,447,693,08	-	144,086,221
91	Anti-Drug Commission	8,061,407	-	-	-	8,061,407
92	Tanzania Commission for AIDS	2,725,468	1,368,473	-	-	4,093,941
93	Immigration Department	65,419,148	2,960,987	-	-	68,380,135
94	Public Service Commission	6,145,988	-	-	-	6,145,988
95	RAS Morogoro	146,509,630	59,598,131	10,647,223,04	-	216,754,791
96	Ministry of Information Culture	31,814,336	8,823,078	-	-	40,637,414
98	Ministry of Infrastructure	37,790,271	1,732,200,517	-	-	1,769,990,788
99	Ministry of Livestock Development	20,032,341	15,345,050	-	-	35,377,391
100	Ministry of Minerals	50,427,280	8,401,360	-	-	58,828,640
		11,747,011,018	14,309,808,332	434,169,334	10,380,307,080	36,871,286,765

Source: Exchequer Issues/Receipts for the year ended 30<sup>th</sup> June, 2022

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 14. EXCHEQUER ISSUED/RECEIVED

	30 <sup>th</sup> June, 2021	CFS, Personnel Emoluments and Other Charges	Dfund and Development	Retention and Government Finances	Principal and Interest	Total
Vote	Name of the Vote	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000
32	Teachers Service Commission	13,253,415	-	-	-	13,253,415
33	National Land Use Planning Commission	2,618,941	597,150	-	-	3,214,091
34	Records And Archives Management Department	2,936,980	570,471	-	-	3,506,969
35	National Irrigation Commission	4,239,267	8,759,263	-	-	12,998,410
37	Treasury Registrar	357,944,372	42,447,383	-	-	400,395,755
39	Secretariat of The Public Remuneration Board	1,259,377	-	-	-	1,259,377
10	Joint Finance Commission	2,720,662	-	-	-	2,720,662
12	Judiciary Service Commission	2,191,704	-	-	-	2,191,704
13	Financial Intelligent Unit	2,794,183	259,579	-	-	3,053,683
14	Fire and Rescue Force	32,026,039	9,077,147	-	-	38,103,206
15	Commission for Mediation and Arbitration	4,621,744	-	-	-	4,621,744
16	Attorney General's Office	9,419,683	82,316	-	-	9,512,209
18	UNESCO Commission	1,870,935	-	-	-	1,870,935
19	Office of The Solicitor General	8,444,640	-	-	-	8,444,640
20	The State House	24,056,305	-	-	-	24,056,305
21	The Treasury	956,133,733	235,442,257	-	-	1,191,575,990
22	Public Debt and General Services	7,507,224	-	-	9,351,829,806	9,359,337,030
23	Accountant General Department	57,649,339	3,389,250	-	-	61,238,589
24	The Cooperative Development Commission	8,525,303	-	-	-	8,525,303
25	Prime Minister	8,845,454	-	-	-	8,845,454
26	Vice President	8,361,454	-	-	-	8,361,454
27	Registrar of Political Parties	24,784,855	305,000	-	-	25,089,855
28	Ministry of Home Affairs - Police Force	906,646,101	17,347,312	-	-	923,993,413
29	Ministry of Home Affairs - Prisons Services	193,544,385	29,393,206	-	-	222,937,591
30	President Office and Cabinet Secretariat	481,676,702	134,627,600	-	-	616,304,303
31	Vice President Office	12,453,787	3,105,699	-	-	15,559,486
32	President Office - Public Service Management	31,646,404	1,561,138	-	-	33,207,542
33	Ethics Secretariat	7,286,041	2,647,317	-	-	9,933,358
34	Foreign Affairs and International Cooperation	150,460,508	4,269,633	-	-	154,730,140
35	Directorate of Public Prosecution	22,238,923	369,699	-	-	22,608,622
36	RAS Katavi	47,922,437	20,150,836	0,293,434	-	74,366,706
37	Office of the Prime Minister	20,209,503	7,416,285	-	-	27,625,788
38	Defence	1,069,420,308	172,436,709	-	-	1,832,857,017
39	The National Service	361,707,628	3,737,349	-	-	365,444,977
40	The Judicial Fund	113,731,224	42,413,566	-	-	156,144,791
41	Justice and Constitutional Affairs	1,974,193	1,081,711	-	-	3,055,904
42	The National Assembly Fund	107,962,676	6,000,374	-	-	113,963,050
43	Agriculture and Cooperatives	60,129,632	72,401,607	-	-	132,531,239
44	Industries and Trade	26,628,889	46,431,418	-	-	73,060,307
45	National Audit Office	66,571,715	4,843,912	-	-	71,415,627
46	Education and Culture	513,534,416	894,973,486	-	-	1,408,507,902
47	RAS Simiyu	115,757,022	27,926,661	4,885,687	-	148,572,570
48	Land, Housing and Urban Development	175,850,969	12,743,950	-	-	188,594,919
49	Ministry of Water and Irrigation	27,180,358	361,432,482	-	-	388,612,841
50	Finance	75,747,124	15,563,608	-	-	91,310,732
51	Home Affairs	18,613,010	9,325,501	-	-	27,938,511
52	Ministry of Health - Elderly, Gender and Children	457,665,684	402,661,444	-	-	860,327,128
53	Community Development, Women Affairs and Children	25,372,993	3,416,446	-	-	28,789,439
54	RAS Njombe	108,044,095	26,535,744	16,249,111	-	150,828,950
55	Commission of Human Rights and Good Governance	5,923,300	926,284	-	-	6,849,584
56	Regional Administration and Local Government	134,419,408	311,292,532	-	-	445,711,940
57	Defence and National Service	17,211,233	162,701,258	-	-	179,912,491
58	Ministry of Energy	25,505,394	2,110,335,289	-	-	2,135,840,683
59	Law Reform	2,212,132	-	-	-	2,212,132
60	Trade and Investments	22,595,363	39,532	-	-	22,634,895
61	Election Commission	5,915,630	185,390,608	-	-	191,312,298
62	Ministry of Transport	83,579,710	2,201,645,290	-	-	2,285,225,000
63	RAS Geita	139,924,086	54,385,581	21,255,527	-	215,565,193
64	Fisheries Sector	20,182,105	7,275,351	-	-	27,457,456
65	Labour and Youth Development	13,101,344	309,667,843	-	-	322,769,187
67	Public Service Recruitment Secretariat	4,499,252	141,631	-	-	4,640,883
68	Science, Technology and Higher Education	9,620,814	16,345,726	-	-	25,966,540
69	Tourism and Natural Resources	81,275,621	207,917	-	-	81,483,538
70	RAS Arusha	183,417,186	55,060,174	17,529,975	-	256,007,335
71	RAS Coast	165,970,421	46,128,537	22,334,408	-	234,433,366
72	RAS Dodoma	172,445,066	59,799,150	12,914,390	-	245,158,606
73	RAS Iringa	120,550,221	30,008,808	13,332,293	-	163,881,322
74	RAS Kigoma	123,342,793	34,409,571	5,631,067	-	163,383,431
75	RAS Kilimanjaro	188,006,143	32,404,904	13,478,220	-	233,892,267
76	RAS Lindi	87,944,505	23,103,919	8,801,520	-	119,849,944
77	RAS Morogoro	161,121,490	37,237,578	11,997,454	-	210,356,522
78	RAS Mtwara	189,610,584	42,662,977	24,378,674	-	256,652,235
79	RAS Mwanza	218,370,233	46,940,600	14,203,205	-	279,514,038
80	RAS Mwanza	121,286,209	33,632,809	12,908,872	-	167,827,890
81	RAS Mwanza	251,370,838	86,080,941	16,987,575	-	354,439,354
82	RAS Mwanza	136,447,603	31,734,230	10,150,995	-	178,332,828
83	RAS Shinyanga	117,635,738	25,287,374	11,505,141	-	154,428,253
84	RAS Singida	109,683,454	27,395,179	7,965,574	-	145,044,207
85	RAS Tabora	153,593,493	39,210,581	10,037,425	-	202,841,509
86	RAS Tanga	210,956,631	42,772,023	12,087,727	-	265,816,381
87	RAS Kagera	169,552,610	43,193,277	14,162,001	-	226,907,888
88	RAS Dar es Salaam	296,434,729	161,642,590	60,610,731	-	518,688,050
89	RAS Rukwa	82,384,148	21,159,987	5,057,086	-	108,591,221
90	RAS Songwe	85,726,970	24,370,378	10,189,573	-	120,286,921
91	Anti-Drug Commission	8,531,290	-	-	-	8,531,290
92	Tanzania Commission for AIDS	3,393,737	4,914,641	-	-	8,308,378
93	Immigration Department	95,241,349	2,921,529	-	-	98,162,878
94	Public Service Commission	9,089,605	951,099	-	-	9,940,704
95	RAS Manyara	131,210,372	30,376,340	9,136,975	-	170,723,687
96	Ministry of Information Culture	29,603,128	8,353,672	-	-	37,956,800
97	Ministry of Infrastructure	34,675,310	1,060,645,427	-	-	1,095,320,737
98	Ministry of Livestock Development	27,715,164	10,404,397	-	-	38,119,561
100	Ministry of Minerals	62,448,537	19,726,036	-	-	82,174,573
	<b>Total</b>	<b>10,970,762,660</b>	<b>10,676,693,829</b>	<b>373,910,615</b>	<b>9,351,829,806</b>	<b>31,373,196,899</b>

Source: Exchequer Issues/Receipts for the year ended 30<sup>th</sup> June, 2021

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022 TZS ('000)	30-June-2021 TZS ('000)
<b>15. TAXES REVENUE</b>		
Corporate and Individuals Income Taxes	2,255,844,576	3,963,426,725
Customs Processing Fees	83,144,570	72,518,809
Energy Levy Customs Processing Fee	9,082,573	16,512,960
Excise Duty Local	1,441,421,428	1,251,774,526
Excise Duty on Imports	1,434,472,656	1,526,382,126
Export Duty	83,512,233	82,061,222
Fuel Levy	1,359,443,411	850,811,116
Gaming Tax	140,340,451	119,961,256
Import Duties	1,519,190,266	1,311,150,791
Income Tax Interest and Penalties	605,016,950	36,416,585
Motor Vehicle Taxes	154,419,878	125,406,445
Other Indirect Taxes	677,187,676	589,248,683
Pay - As - You - Earn (PAYE)	2,418,663,157	2,381,386,359
Petroleum Levy-REA	245,696,550	336,469,554
Port Departure Charge	46,754,606	26,211,454
Property Tax	32,446,718	24,394,738
Skills and Development Levy	313,659,260	379,616,052
VAT Imports	3,246,078,449	2,495,093,024
VAT Local - Goods	897,083,434	833,086,028
VAT Local - Services	1,744,640,726	1,675,846,641
VAT others	214,776,139	269,025,688
Wharfage fees	45,015	150,863
Withholding Taxes	687,243,767	2,214,168,529
<b>Total</b>	<b>19,610,164,488</b>	<b>20,581,120,174</b>
<b>16. REVENUE FROM EXCHANGE TRANSACTIONS</b>		
Agriculture and Farm Produce	172,235,220	28,281,606
Air navigation Charges	52,676,638	31,090,546
Domestic investment	57,116,352	34,179,356
Exploration Activities	35,837,550	11,589,796
Gastronomy	271,784	14,794
Hire of Transport, Vehicles and Craft	25,604,878	88,726,847
Interest income from loans and advances issued	4,788,818	30,334,645
International Voice Traffic Charges (TTMS)	507,672	17,994,169
Laboratory Charges	135,649,351	35,379,984
Loan to third Parties	-	396,256
Mbegani Fisheries Development Centre	1,606,685	-
Mineral Rent	34,293,002	24,293,782
Mining Royalties	493,268,881	470,186,317
Passenger Service Charges	278,701,183	193,422,427
Penalties	251,440	-
Plant Quarantine and Phytosanitary Service	4,952,402	4,000,379
Printing and Publications	3,463,162	17,659,899
Prison Industry	3,251	15,242
Professional Fees	22,764,402	4,315,184
Receipt from Conference Facilities	17,201,575	9,870,370
Receipt from sales of Livestock	6,199,452	3,599,591
Receipt from sales of Publications	33,489,068	12,368,979
Receipt from Supervision and Agency Fees	69,138,781	49,668,796
Receipt from Vehicle tank calibration	4,628,388	4,166,776
Receipt from Veterinary Charges	12,224,177	13,229,410
Receipt from Weights and Measures Implement	22,048,187	23,440,494
Receipts from Certificate of Competence	27,893,908	39,512,337
Receipts from hides and skins	4,649	4,820
Receipts from Livestock Multiplication Unit	444,916	75,276
Receipts from Medical and Dental Charges	135,309,103	122,463,297
Receipts from Poultry Produce	639,293	-
Receipts from Registration fees	27,656,437	26,681,806
Receipts from Sale of Plans	12,943,032	9,411,457
Receipts from sale of Seeds and Hay	1,617,002	30,525,269
Receipts from Sale of Stores	736,728,055	448,158,572
Receipts from Surgical Services	7,213,482	3,497,768

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022	30-June-2021
	TZS ('000)	TZS ('000)
Receipts from Water Charges	309,418,753	292,876,604
Rent from Telecommunication Towers	45,057,556	8,179,263
Rental of Produced Asset	120,107,820	120,738,004
Renting of assets charges	4,105,409	1,365,803
Sale Electricity	1,691,619,462	1,538,058,373
Sale on Minerals	40,146,298	53,330,319
Sale Stickers	325,211	-
Sales of Government Assets	188,387,044	8,881,932
Sales of Honey and Beeswax	799,914	449,422
Sales of Plots	29,166,513	88,469,510
Sewage Disposal	18,229,387	18,382,807
Stadium Ancillary Charges	498,145	476,650
Telephone Charges	134,710,256	144,916,819
Transfer to NRD - Non Retention	1,561,904,889	2,619,066,518
Translation Income	271,353	417,163
Vehicle Maintenance	6,492,323	31,975,305
Vehicle Registration and Valuation Fees	7,339	-
<b>Total</b>	<b>6,590,619,847</b>	<b>6,716,140,735</b>
<b>17. SOCIAL CONTRIBUTIONS</b>		
Drug revolving fund	1,051,394	150,569
Employee Receipt from Premium Compensation and Pension Contributions	1,792,716,865	1,152,773,208
Employer Receipt from Premium Compensation and Pension Contributions	1,482,683,994	1,879,508,142
National Health Insurance Fund	693,610	24,069
Penalty	13,649,375	18,234,423
Receipts from households Contributions	9,570,389	10,882,513
Self-employed or unemployed contributions	87,539,870	100,503,533
Unallocable contributions	90,511	-
<b>Total</b>	<b>3,387,996,009</b>	<b>3,162,076,456</b>
<b>18. EXTERNAL ASSISTANCE - GRANTS AND AID</b>		
African Development Bank (AfDB)	343,865,063	1,526,254
Belgium	796,398	-
Canada	18,898,806	71,646,431
Denmark	645,136	133,867,294
European Union (EU)	288,325,380	60,164,202
Finland	-	453,330
Germany	89,273,927	31,423
Global Fund	234,578,744	5,545,521
Ireland	-	13,622,820
Italy	-	196,521
Japan/JICA	-	14,020,824
Norway	31,778,807	45,388,178
Organization of Petroleum Exporting Countries (OPEC)	6,865,997	-
Poland	1,100,507	48,468,996
Save the Children	-	552,044
South Korea	1,100,523	31,015,786
Sweden	122,949,949	262,891,388
Swedish International Development (SIDA)	23,000	-
Switzerland	25,219,151	4,595,279
UN Women	1,623,077	82,633
UNICEF	26,063,320	102,266,927
UNFPA	1,811,477	525,631
United Kingdom (DFID)	15,966	50,565
United National Development	8,399,741	4,685,874
United Nations Food and Agriculture Organization (FAO)	94,735	188,585
United States of America	4,933,240	55,891
World Bank (IDA)	58,512,998	165,354,728
<b>Total</b>	<b>1,266,875,942</b>	<b>967,197,125</b>



# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022 TZS ('000)	30-June-2021 TZS ('000)
19. FINANCE INCOME		
Afrexim Bank	18,560	17,451
Airtel Tanzania LTD	104,986,751	46,871,639
AUD Investments	2,985,554	7,265,100
CRDB Bank (CRDB)	517,928	20,210,952
CYEN Investments	72,418,490	42,420,284
Dar es Salaam Stock Exchange (DSE)	396,673	-
Dividend from Africa Re-Insurance	-	212,069
Dividend from ALAF LTD	2,178,375	-
Dividend from BOT	-	3,245,781
Dividend from BP (PUMA)	-	7,000,001
Dividend from Consolidated Holding Corporation-NBC	4,275,000	26,987,000
Dividend from CRDB	1,681,769	31,100,462
Dividend from DSE	15,117	1,107,948
Dividend from KADCO	-	32,400
Dividend from Kilombero Sugar Company Ltd	-	24,605,000
Dividend from Mbinga Coffee Curing	-	50,000
Dividend from Mbozi Coffee Curing	-	290,000
Dividend from NIC	-	14,550,000
Dividend from NMB	473,920	5,336,131
Dividend from Tanganyika Planting Company	-	3,000,000
Dividend from TANICA	-	679,872
Dividend from Tanzania Cigarate Company (TCC)	58,060	595,993
Dividend from TIPPER	1,542,500	6,485,400
Dividend from TLLPPL LTD	11,548	700,084
Dividend from TPB	-	28,000,000
EURO Investments	9,901	2,519
Executive Agencies and Government Institutions	3,803,830	191,870,974
GBP Investments	10,581,751	21,070,538
Industrial Promotion Services (Tanzania) Limited	-	644,122
Inflight Catering Services Ltd	-	800,045
Interest on domestic Investment	774,463,640	700,131,073
Interest on loans and advice	262,261,511	203,077,393
Interest on repurchase agreements (Reverse REPO)	4,760,109	9,018,191
Interest on Staff loans	1,245,260	455,434
International Development Association (IDA)	-	4,687
Jubilee Insurance Company Limited	140,904	-
Kariakoo Market Corporation	-	855,000
Kilombero Plantations Limited (KPL)	388,831	-
Multilateral Investment Guarantee Agency	527,000	11,000
Mwalimu Commercial Bank (MCB)	189,859	-
National Micro-Finance Bank (NMB)	28,440,904	21,769,547
New African Hotel	30,000	-
Other foreign Investment	3,242,180	2,048,520
Other Entities	408,082,530	17,442,874
PTA Reinsurance (PTA-RE)	-	805,791
Swissport Tanzania Limited	57,082	-
TANELEC Limited	300,000	-
Tanganyika Instant Coffee Company (TANICA)	-	7,000
Tanganyika Planting Co. (TPC)	21,469,169	14,386,559
Tanzania Breweries Limited (TBL)	28,386,087	42,083,324
Tanzania Cigarette Company (TCC) Limited	1,697,901	655,951
Tanzania Oxygen Limited (TOL)	119,362	695
Tanzania Portland Cement Co. Limited (Twiga)	966,261	1,133,198
Tanzania Re-Insurance Company Limited (TANRE)	593,116	938,808
Tanzania Standard Newspapers (TSN)	-	28,640
TLL Printing and Packaging Limited	11,548	41,916
Tourism Promotion Services (TPS)	-	14,252
USD Investments	58,538,146	76,626,726
Vodacom Company Limited	12,322	15,219,713
Watumishi Real Estate Investment Tanzania (REIT)	130,766	48,436
<b>Total</b>	<b>1,802,010,215</b>	<b>1,591,956,493</b>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022 TZS ('000)	30-June-2021 TZS ('000)
<b>20. LEVIES</b>		
Bean Crop Cess	1,477,214	753,878
Building materials extraction license fee	22,284,773	20,707,467
Cashnuts Produce Cess	2,749,598	3,142,249
Commercial fishing license fees	537,108	4,368,986
Extraction of Minerals	3,037,054	1,264,487
Guest House Levy	23,627,468	5,486,724
Hotel/Guest House Levy	4,563,617	23,945,787
Licence and Permit for Household	200,791	373,019
Maize Crop cess	14,813,960	2,650,980
Miscellaneous Other Collections	42,339,765	3,926,655
Other food crop cess	34,511,382	22,470,636
Other Licences - Fines and Penalties	55,980,823	99,302,008
Produce Cess	18,287,349	51,901,421
Receipt from dipping fees	2,970,743	817,247
Renting Space / Houses	42,963,590	7,348,877
Service Levy	249,012,772	524,899,741
Timber Produce Cess	20,846,715	11,242,937
User charges	2,170,556	13,894,118
Ushuru wa Mpunga/Mhogo	4,142,328	3,708,301
Work Permit Fees - Non-Citizen	-	52,584
<b>Total</b>	<b>546,517,605</b>	<b>802,258,102</b>
<b>21. FEES, FINES, PENALTIES AND FORFEITS</b>		
Abattoir Slaughter fees	16,905,334	11,643,000
Admission Fees	527,292	173,250
Advertisement	653,230	247,572
Advertising Fees	24,171,559	29,879,572
Building Materials Extraction licence	6,089,610	13,934,909
Building Permit Fees	1,197,295	872,248
Business Licence	15,105,797	19,679,800
Business Licences	25,031,046	16,191,585
Central Bus stand fee	7,373,360	14,426,719
Charcoal Produce Cess	58	350
Construction Fees	2,038,279	7,534,193
Consultancy Fee	80,128,719	78,126,520
Coumpounding Fees	2,085,265	2,770,294
Driving School Licence Fees	1,176	399
Export Fees	7,924,940	10,301,682
Fees for Food Licenses	10,184,308	12,695,850
Fish Auction Fees	846,441	562,189
Fishing and Export Licenses	10,944,221	5,584,548
Forest Royalties	144,206,422	132,704,374
Gambling Fees	-	120
Geological Fees	10,653,524	7,911,762
Hunting Licenses	732,384	234,235
Import Fees	47,734,391	53,165,985
Import Royalties	-	8,035
Inspection Fees	157,395,775	127,274,541
Intoxicating liquor license fee	1,530,046	936,731
Intoxicating liquor license fees	854,312	176,019
Land Registration Fees	158,851	100
Livestock Market Fees	16,585,387	11,884,410
Livestock Movement Permit	8,835,108	107,778
Magulio fees	26,727	16,439
Market Fees and Charges	8,327,550	15,557,841
Mining Royalties	2	100
Motor Vehicle Inspection Fees	28,471,525	7,748,928
Movement Permit Fee other than Livestock Market	3,757,780	585,804
Permit Fee	46,831,254	64,138,162
Plot Application Fees	4,845,626	3,270,208
Prawn Fishing Licenses	133,874	150,125

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022	30-June-2021
	TZS ('000)	TZS ('000)
Private Employment Agency	35,212,899	22,978,061
Receipt from Annual Fees	200,427,467	159,562,381
Receipt from Fire Certificate Fees	32,836	-
Receipt from Game viewing Tourism Fees	996,113	785,798
Receipt from Miscellaneous Fees	231,099,726	171,803,683
receipt from research fees	1,569,027	11,860,330
Receipt from Sale of Fish Fingerlings	266,663	331,691
Receipt from sign Board Fees	416,967	951,586
Receipt from Training and Examination Fees	36,240,473	52,718,218
Receipts from Fuel Marking	11,275,872	-
Receipts from tuition fees	264,225,474	226,193,371
Registration Fees	142,394,944	109,684,420
Revenue from Entertainment	137,266	59,122
Sale of Laboratory and Inspection Service Receipts	8,896,137	13,194
Sanitation Fee	10,354,440	9,528,174
Student Accommodation Fee	4,727,484	6,816,665
Surcharge Fee	1,230,170	110,824
Tender fees	1,075,049	943,637
TOURISM	1,300,403	150,867,414
Tourism Business Licence fees	15,214,184	6,697,914
Traffic Notification Fees	60,507,160	70,833,288
Tuition Fees for Government Schools	11,449,600	48,485,977
Valuation Charges/Fee	1,015,468	4,498,997
VAT Interest and Penalties	30,058,707	327,068,158
<b>Total</b>	<b>1,762,412,998</b>	<b>2,033,289,285</b>
<b>22. OTHER REVENUE</b>		
Miscellaneous receipts	5,618,577	5,871,948
<b>Total</b>	<b>5,618,577</b>	<b>5,871,948</b>
<b>23. LGA OWN SOURCE REVENUE</b>		
This relates to revenue collected directly by the LGAs.		
<b>24. DEBT FORGIVENESS</b>		
Debt forgiveness by foreign institutions	5,670,664	109,200
<b>Total</b>	<b>5,670,664</b>	<b>109,200</b>
<b>25. 15% OF REVENUE (DIVIDEND) TRANSFER FROM/(TO) THE GOVERNMENT ENTITIES</b>		
This related to amounts transferred to the Consolidated Fund by other public sector entities. The amounts are fully eliminated upon consolidation.		
<b>26. FAIR VALUE GAINS ON EQUITY INVESTMENTS</b>		
As shown in note 57, the net impact to the Government is fair value losses.		
<b>27. FAIR VALUE GAINS ON GOVERNMENT SECURITIES</b>		
These have been fully eliminated upon consolidation.		
<b>28. FAIR VALUE GAINS ON INVESTMENT PROPERTIES</b>		
Fair value gains on investment property	165,447,946	268,379,081
Fair value losses on investment properties	(64,933,345)	(93,338,651)
<b>Total</b>	<b>100,514,601</b>	<b>175,040,430</b>
<b>29. FAIR VALUE GAINS ON BIOLOGICAL ASSETS</b>		
Fair value gains on biological assets	70,748,859	-
Fair value losses on biological assets	(654,397)	-
<b>Total</b>	<b>70,094,462</b>	<b>-</b>
<b>30. FAIR VALUE GAINS ON ACTUARIAL VALUATION OF DEFINED BENEFIT PLANS</b>		

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022 TZS ('000)	30-June-2021 TZS ('000)
Gain on actuarial valuation of defined benefit plans	-	-
Total	-	-
<b>31. FAIR VALUE GAINS ON FINANCIAL ASSETS</b>		
Fair value gains on financial assets	-	-
Total	-	-
<b>32. FAIR VALUE GAINS ON MARKETABLE SECURITIES</b>		
Fair value gains on marketable securities	-	-
Total	-	-
<b>33. GAINS ON FOREIGN CURRENCY TRANSLATION</b>		
Foreign currency exchange gains	1,948,047,075	-
Foreign currency exchange losses	(281,916,729)	-
Total	<b>1,666,130,346</b>	-
<b>34. GAINS ON DISPOSAL OF ASSETS</b>		
The result for the year was a loss as shown in note 65.		
<b>35. REVENUE GRANT</b>		
Non Monetary Revenue - Current	1,580,091,396	1,133,602,548
Total	<b>1,580,091,396</b>	<b>1,133,602,548</b>
<b>36. SUBVENTION FROM OTHER GOVERNMENT ENTITIES</b>		
Subventions have been fully eliminated upon consolidation.		
<b>37. GRANTS, TRANSFERS AND SUBSIDIES RECEIVED</b>		
These have been fully eliminated upon consolidation.		
<b>38. SHARE OF DEFICIT OF ASSOCIATES AND JOINT VENTURES</b>		
The net result was gain from associates and joint ventures as shown in note 69.		
<b>39. WAGES, SALARIES AND EMPLOYEE BENEFITS</b>		
Accommodation in Lieu of Quarters	305,757	188,036
Acting Allowance	6,409,043	11,805,788
Ambassador's Entertainment Allowance	279,846	751,868
Assessors Allowance	1,257,634	528,951
Casual Labour	1,398,995	199,277
Casual Labourers	90,828,408	64,848,741
Civil Servants	7,774,971,524	5,665,898,096
Civil Servants Contract	75,980,808	48,773,215
Civil Servants Contracts	25,773,967	44,285,920
Civilian Staff Allowances	1,266,090	(103,742)
Community Health Fund	3,855,046	1,037,341
Compassionate Leave - Foreign	-	14,949
Constituency Allowance	38,208,697	28,376,597
Councillors Allowance	27,306,406	28,123,768
Court Attire Allowance	2,738,991	1,917,327
Diesel Allowance for Judges	1,123,835	953,100
Directors fees	2,455,560	3,426,250
Electricity Allowance	27,421,966	29,380,035
Extra-Duty	353,019,746	284,986,488
Facilitation Allowance	7,689,622	5,486,518
Field (Practical Allowance)	3,467,785	3,755,682
Food and Refreshment	36,815,077	34,185,741
Foreign Service Allowance	39,828,655	25,452,242
Furniture Allowance	21,316,419	30,439,041

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022	30-June-2021
	TZS ('000)	TZS ('000)
Gratuities	22,399,687	96,850,208
Hardship Allowance	9,529,875	7,290,434
Honoraria	57,559,135	87,606,456
Household Appliances	3,863,180	339,026
Housing Allowance	111,692,516	111,394,942
Internship Allowance	53,261,528	23,407,521
Invigilators Allowances	2,756,454	4,032,534
Leave Travel	113,910,084	90,739,810
Local Based Staff Salaries	126,950,774	113,829,378
Local Staff Salaries	481,649,887	467,483,038
Medical and Dental Refunds	257,241,716	31,691,152
Members of Parliament	18,454,839	30,668,813
Military	19,729,997	1,237,756
Military Enrolment	253,049	58,849
Military Payroll	2,021,009,106	1,845,154,142
Moving Expenses	131,732,202	107,727,057
MP Personal Assistant's Allowance	98,713	-
National Health Insurance Fund (NHIF)	520,486	82,530
National Health Insurance Schemes(NHIF)	6,930,787	205,599,227
National Social Security Fund (NSSF)	1,363,304	6,060,270
National Health Insurance Fund (NHIF)	78,378	42,165
Non-Civil Servant Contracts	20,489,260	16,853,273
On Call Allowance	16,303,275	8,367,819
Operational Service Staff	30,380,260	126,214,000
Other Allowance	152,252,269	89,141,665
Other Uniformed Services	131,094,081	117,201,692
Outfit Allowance	1,176,148	1,350,261
Overseas Bursary Allowance	9,860,764	5,890,477
Passages Allowances	5,379,125	13,265,217
Postmortem Allowance	920,188	901,766
Professional Allowances	10,584,899	8,605,981
Public Officers	24,677,294	16,440,844
Public Service Pension Fund (PSPF)	3,815,130	300,507,423
Public Service Social Security Fund (PSSSF)	56,809,503	914,938,210
Ration Allowance	285,909,268	300,749,973
Responsibility Allowance	112,787,406	94,823,193
Risk Allowance	20,622,604	15,974,826
Salary Adjustments	101,099	39,049
Sewage Allowance	84,607	121,239
Sitting Allowance	121,820,807	110,128,396
Skills and Development Levy (SDL)	523,961	729,948
Special Allowance	216,028,303	222,530,013
Subsistence Allowance	75,130,234	44,789,010
Tax effect of error correction	3,720,857	136,248,228
Teachers Allowance	2,270,917	3,775,687
Telephone	11,628,108	11,963,570
Top Up Allowance	3,926,718	6,568,632
Transport Allowance	36,499,989	35,350,503
Uniform Allowance	5,080,534	6,230,569
Water and Waste Disposal	1,032,025	1,026,238
Water Disposal Allowance	82,226	98,152
Workers Compensation Fund (WCF)	9,150,982	8,771,832
Workers Compensation Fund	29,064,507	25,996,985
Zanzibar Social Security Fund (ZSSF)	816,254	5,037,981
<b>Total</b>	<b>13,384,729,176</b>	<b>12,196,639,185</b>
<b>40. USE OF GOODS AND SERVICES</b>		
Acaricides	1,787,060	828,500
Accommodation	6,342,568	7,383,006
Advertising and Publication	30,648,659	24,031,325
Agricultural Chemicals	1,647,088	16,480,937
Agricultural Implements	2,091,217	11,182,892
Air Defence and Control Systems	257,028	198,421



# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022	30-June-2021
	TZS ('000)	TZS ('000)
Air travel ticket-Domestic	13,710,811	14,017,643
Air travel ticket-Foreign	12,637,152	5,027,233
Air Travel Tickets	16,046,451	17,390,472
Air travel ticket-Transit	2,011,001	771,373
Animal Feeds	1,534,386	1,152,288
Archive Materials	46,678	98,108
Arms and Ammunitions	5,570,034	5,352,644
Artistic Materials	377,153	130,026
Aviation gas/spirit	4,404,634	359,734
Bad and Doubtful Expenses	7,920,540	10,230,465
Barracks	817,634	629,158
Bed and Mattresses	314,194	340,757
Bed Sheets and Linen	782,261	451,543
Blankets	3,600	37,471
Books, Reference and Periodicals	1,468,244	3,062,919
Bottled Gas	427,726	255,938
Capitation Costs	67,422,276	50,834,317
Catering Services	20,506,969	12,344,495
Central Heating	231,414	468,906
Charcoal	47,510	74,686
Civilian Aircraft	8,827,356	6,956,870
Classroom Teaching Supplies	9,867,261	19,591,357
Cleaning Supplies	19,727,997	15,714,823
Clothing and Attachment	16,957,043	2,027,071
Combat Support Equipment	298,669	12,144
Communication Equipment	12,590,097	6,987,256
Communication Network Services	21,616,441	21,191,281
Computer Software	24,228,011	22,426,761
Computer Supplies and Accessories	40,957,691	36,043,263
Conference Facilities	45,271,423	47,889,177
Construction and maintenance of Electrical Lines	12,962,545	333,770,656
Consumable Medical Supplies	25,005,700	38,470,550
Contract based training services	5,168,757	15,141,024
Courier Services	1,762,648	9,715,916
Court Martial and Legal Services	6,478,590	7,220,444
Dental Supplies	1,970,508	1,934,338
Diesel	616,251,663	97,241,501
Distribution Expenses	12,335,539	11,907,734
Donation	8,383,373	6,407,249
Drugs and Medicines	153,211,209	223,028,738
Educational Radio and TV broadcasting programming	5,907,461	6,735,150
Electricity	501,991	29,788,761
Electricity charges by private entities	101,196	-
Entertainment	14,025,335	8,557,030
Examination Expenses	157,309,676	185,978,352
Exercise Books	206,041	1,000
Exhibition, Festivals and Celebrations	16,751,044	15,040,053
Expenses of Former Leaders	15,329,186	6,395,616
Expertise Personnel	174,473	214,727
Fertilizers	1,161,813	5,485,578
Field Equipment (Mechanical)	116,895	280,909
Field Hospital Equipment	63,554	17,976
Financial Forms	135,048	4,575
Fire wood	140,311	158,777
Food and Refreshments	84,452,223	99,762,076
food and supply services-defence forces	1,217,839	-
Fumigation	2,520,883	2,673,893
Geodesic Surveys	100,870	84,126
Geological Surveys	203,030	1,413,522
Gifts and Prizes	9,094,590	6,704,979
Ground Transport (Bus, Train, Water)	69,121,463	52,172,282
Ground travel (bus, railway taxi, etc)	65,474,192	83,760,679
Health Insurance	1,115,395	1,496,349
Hiring of Training Facilities	3,403,929	6,711,089

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022	30-June-2021
	TZS ('000)	TZS ('000)
Hospital Supplies	29,626,641	21,475,480
Illuminating kerosene (Paraffin)	38,268	30,265
Internet and Email connections	31,120,038	21,807,203
Jet A-1/Aviation kerosene	86,105,914	39,169,954
Joint Training & Operations (Regional)	4,275,261	4,137,680
Laboratory Supplies	18,495,777	28,014,793
Land Force Equipment	14,453	14,453
Land Rent Expenses	-	-
Land Scaping	411,482	39,347
Laundry and Cleaning	3,940,881	642,684
Leased lines	526,184	663,524
Library Books	566,996	4,743,027
Lodging/Accommodation	10,275,754	9,469,160
Lubricants	3,994,351	8,680,864
Mapping Surveys	6,860,261	7,559,022
Maps	338,592	80,125
Maps Equipment and Accessories	307,659	(148,638)
Marine Fuel	845,776	3,140,031
Materials Testing Services	1,309,095	2,374,498
Medical Gases and Chemicals	6,191,781	9,176,843
Medical Practitioners	24,846	26,176
Military Exercises and Manoeuvres	3,784,203	373,938
Military Research	489	4,233,318
Military Surveillance	390,287	216,630
Military Training- Domestic	2,420,544	2,616,504
Military Training-Foreign	3,172,356	672,356
Mobile Charges	4,579,834	5,234,965
Motor Oil	2,513,728	1,205,575
Natural Gas	325,856,000	285,198,000
Naval Force Equipment	12,044	12,044
News Services Fees	1,382,028	576,139
Newspapers and Magazines	2,595,277	2,830,076
Non Cash Expenditure	172,525,038	75,827,732
Non-Agriculture Chemicals Supplies and Services	46,920,591	19,568,206
Office Consumables (papers,pencils, pens and stationaries)	149,300,722	278,261,019
Operation and Training Fuels	3,156,848	2,294,646
Other Gas	188,670	235,505
Outsourcing Costs (includes cleaning and security services)	495,949,044	158,545,521
Own Generation and Transmission	543,128,780	438,434,533
Own Generation Transmission Electricity	-	58,882
Parade and Ceremony	3,877,433	4,628,379
Passport Printing Materials	25,946	1,696
Patient meals	1,231,527	1,462,195
Peoples Militia	631,425	552,650
Per Diem - Domestic	676,058,681	622,044,148
Per Diem - Foreign	42,528,776	20,603,122
Petrol	694,224,970	12,587,348
Post Mortem Expenses	386,819	113,572
Posts and Telegraphs	2,658,600	2,824,026
Printing accessories	136,999,012	2,211,178
Printing and Photocopy paper	22,224,232	17,355,435
Printing and Photocopying Costs	89,468,302	25,609,577
Printing Material	485,753,638	126,860,239
Prisoners Clothing	-	175,000
Prisoners Food	11,570,286	10,464,937
Production and Printing of Training Materials	6,378,881	25,187,327
Programs Transmission Fees	748,138	871,301
Property tax Expenses	107,480	-
Protective Clothing, footwear and gears	1,312,647	5,211,046
Publicity	10,581,307	10,680,938
Purchased Electricity	198,251,523	258,878,421
Purchased Electricity - TANESCO	11,067,223	333,295
Ration - Food Purchase	249,997,429	267,323,200
Remuneration of Instructors	14,510,848	9,190,646

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022	30-June-2021
	TZS ('000)	TZS ('000)
Rent - Housing	22,232,381	23,703,821
Rent - Office Accommodation	36,372,310	40,481,780
Rent of Booth and Tent Services	187,668	3,456,496
Rent of Furniture and Appliances	2,419,355	1,958,582
Rent of Heavy Equipment	24,585	1,272,500
Rent of Private vehicles	894,647	3,005,112
Rent of Vehicles and Crafts	9,278,484	16,205,325
Rent of Water craft	487,700	630,640
Representation Abroad	5,881,400	3,000,000
Research and consultancies	68,901,235	56,789,523
Research and Dissertation	23,218,368	23,356,762
Satellite access services	664,885	1,145,886
Schools Laboratory Supplies	6,184,345	3,528,528
Security Control and Surveillance in Military Installation	2,058,952	729,707
Seeds	4,495,591	3,293,306
Sewage Charges	2,113,476	1,862,628
Small engineering tools and equipment	1,655,226	1,214,270
Software License Fees	15,978,031	12,777,108
Special Foods (diet food)	2,048,738	2,750,561
Special Needs material and supplies	63,680,184	8,464,477
Special Operations	40,978,691	25,680,101
Special Uniforms and Clothing	1,674,002	686,476
Special Women Clothes	76,876	45,739
Specialised Medical Supplies	505,295,800	212,117,543
Sporting Supplies	5,526,846	5,603,676
Student meals	115,781,861	63,504,331
Subscription Fees	10,154,900	12,048,425
Tapes, Films, and Materials (split)	21,780,343	14,034,422
Technical Materials	28,829,297	28,945,532
Technical Service Fees	6,440,182	4,184,095
Telephone Charges	3,309,860	5,613,573
Telephone Charges (Land Lines)	6,727,071	6,037,996
Telex and Radio	1,210,681	716,442
Tents and Camp Equipment	1,357,761	608,573
Testing Facilities	83,382	247,445
Textbooks	175,820	313,219
Towels and Other Related supplies	1,896,014	405,344
Training Aids	2,045,810	673,318
Training Allowances	47,679,904	64,861,489
Training Materials	13,387,650	30,815,582
Tuition fees	38,475,907	43,536,767
Uniforms	2,575,872	7,142,587
Uniforms and Ceremonial Dresses	25,989,444	13,821,190
Upkeep Allowances	59,758,829	7,496,702
Upkeep of Grounds and Amenities	4,239,254	2,253,585
Upkeep of Training Establishment	1,712,330	1,624,069
Vaccines	32,075,367	31,149,008
Valuation of NCA	30,677,249	1,503,481
Veterinary Drugs and Medicine	1,721,517	1,128,738
Visa Application Fees	329,644	376,788
Warehousing	990,590	20,397,433
Water Charges	21,467,940	27,630,317
Water Transport	93,413	198,006
Wire, Wireless, Telephone, Telex Services and Facsimile	4,081,008	7,639,111
<b>Total</b>	<b>7,622,675,535</b>	<b>5,335,580,783</b>
<b>41. MAINTENANCE EXPENSES</b>		
Aggregates and Road Surfacing Materials	495,022,320	6,238,784
Air conditioners	1,748,655	3,138,505
Air Navigation Beacons	5,632,288	2,788,973
Cement, Bricks and Building Materials	126,335,670	72,860,455
Cement, bricks and construction materials	179,736,874	69,379,670
Classified Materials	-	176,376

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022	30-June-2021
	TZS ('000)	TZS ('000)
Cold Room Units	79,499	30,503
Computers, printers, scanners, and other computer related equipment	13,476,959	10,530,690
CT Scan Equipment	2,808,367	433,691
Direct labour (contracted or casual hire)	40,258,349	44,433,088
Electrical and Other Cabling Materials	147,909,708	131,418,032
Electrical and Telephone Cable Installations	1,153,949	988,960
Electrical cabling and equipment (traffic lights)	1,412,938	385,760
Excavations and Dredging	4,305,204	2,683,151
Fax machines and other small office equipment	14,799,377	7,500,997
Fire Protection Equipment	1,045,639	1,109,726
Maintenance of Medical and Laboratory equipment	9,514,443	6,027,785
Maintenance of X-Ray Equipment	122,236	1,096,800
Materials	750,735	1,865,692
Mechanical, electrical, and electronic spare parts	10,487,948	3,800,880
Metal Fence and Posts	286,252	494,578
Motor Vehicles and Water Craft	67,612,481	60,302,465
MRI Equipment	178,356	-
Navigation Equipment (flight calibrations, signalling and beacons)	2,825,548	813,001
Nutrition	137,644	366,379
Oil and Grease	1,224,118	3,672,877
Oil, grease, and other chemical materials	2,095,715	1,437,048
Outsource	2,725,469	3,953,278
Outsource maintenance contract services	915,485,455	872,417,394
Outsource maintenance contract services-Office Equipment and Appliances	42,979,366	16,857,765
Paint and Weather Protection Coatings	690,330	1,390,564
Panel and body shop repair materials and services	3,802,062	2,735,110
Photocopiers	351,278	207,544
Photographic and survey equipment	616,059	321,881
Pipes and Fittings	13,559,573	5,822,508
Plumbing Supplies and Fixtures	11,729,419	1,495,274
Precision tools, weights and measures instruments	976,265	427,148
Radar	1,693,193	3,924,327
Repair and Maintenance of Furniture	9,119,628	90,864
Roofing Materials	1,490,454	488,842
Servers - Maintenance	55,327	81,047
Services	11,196,545	14,282,927
Small Car Mechanics Tools	640,735	108,006
Small tools and equipment	1,588,230	2,420,341
Small tools and implements	2,803,907	6,354,830
Spare Parts	21,642,976	30,898,725
Spare Parts - Vehicles and Transportation Equipment	90,753,452	84,056,350
Survey Aircraft	29,934,825	29,388,338
Telephone Equipment (ground line)	28,352	3,312
Telephones and Office PABX systems	810,148	566,472
TV sets and Radios	6,024,455	68,650
Tyres and Batteries	14,543,259	11,396,582
Ultra-Sound Equipment	89,536	37,578
War Graves	475,698	2,253
Water Pumps	1,937,069	12,797,143
Weather Protection Coatings	2,417	167
Wood and Timber Supplies	748,511	1,469,903
<b>Total</b>	<b>2,319,455,265</b>	<b>1,538,039,986</b>

### 42. SOCIAL BENEFITS

Benefits for PLHA	2,555,987	3,113,885
Contribution Refunds	57,357,618	31,757,252
Death benefits in Cash	144,877,096	111,957,208
Destitute	48,848	-
Education Allowances	1,253,817	1,402,506
Emergency Medical Treatment	2,651,929	661,144
Health Costs in Cash	28,541,395	22,513,154
Invalidity	9,819,721	10,642,064

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022	30-June-2021
	TZS ('000)	TZS ('000)
Life Saving Drugs	9,941	-
Maternity benefits	32,123,900	20,625,480
Medical Exemption-Children under 5 years	408,327	16,485,747
Medical exemption-Elderly over 60 years	37,541	170,856
Medical Treatment abroad	1,069,390	3,986,749
Relief Assistance	232,278,132	137,742,723
Retirement benefits	1,338,936,882	2,002,717,961
Self Help Scheme	710,908,361	661,200,528
Settlement of Medical Treatment Claims	452,399,749	449,811,834
Survivors' pension	28,363,237	17,920,265
Training for the Handicapped	-	4,000
Treasury Voucher System (TVCS)	62,549	40,194
Unemployment benefits	182,397,787	365,158,684
Withdrawal	95,687,814	65,054,248
<b>Total</b>	<b>3,321,790,021</b>	<b>3,922,966,482</b>
<b>43. FINANCE COSTS</b>		
364 day Treasury Bills	-	4,197,382
Foreign Commercial Loans	668,341,739	614,191,835
Foreign/Bilateral Loans (Non-Paris club Countries)	4,788,297	4,535,774
Foreign/Bilateral Loans (Paris Club Countries)	8,543,486	1,448,748
Government Bonds	1,532,191,696	1,419,216,617
Government Stocks	19,741,680	19,741,681
Interest expenses on Domestic Transactions	62,232,222	70,813,384
Interest expenses on Foreign Transactions	11,055,670	10,641,089
Interest on Domestic loans	33,053,651	35,926,775
International Organizations	251,521,347	239,595,670
Liquidity Management Cost	101,424	247,623
Long term loans	55,096,023	5,540,572
Overdrafts	41,242,078	13,985,739
Special Bonds	117,201,160	89,579,787
<b>Total</b>	<b>2,805,110,473</b>	<b>2,529,662,676</b>
<b>44. OTHER EXPENSES</b>		
Agency fees	33,672,613	15,462,140
ALAT Contribution	664,296	707,188
Audit fees	8,885,753	18,659,632
audit supervision expenses	27,324,882	20,886,598
Bank Charges and Commissions	19,056,116	14,912,967
Bank Charges and Commissions Accrued	665,278	2,338,282
Burial Expenses	11,815,736	13,449,304
Capacity Charges	1,530,151	371,737
Census	14,712	3,143,437
Change on IMF Drawings	3,979,622	418,374
Claims related to nonlife Insurance and standardized guarantee schemes	12,115,856	24,430,302
Compensation	3,163,936	8,290,833
Consultancy fees	188,274,280	75,195,545
Consumption of gunny bags (re-bagging)	19,200	2,457,038
Contingencies Item	42,459,761	7,607,349
Corporate Social Responsibilites	497,399	63,812
Deferred tax expense/(release) for the year	4,363,183	(1,343,433)
Directors fee	5,244,029	3,062,915
Disabled Group Development Contribution	7,338,021	1,812,681
Discount and commission to dealers	219,588	8,711
education supervision expenses	12,186,002	27,178,061
Education Support Fees	1,547,478	6,862,056
Electricity distribution expenses	3,479	1,434,364
Electricity purchased by TANESCO	2,703,717	6,816,438
Fees for standardized guarantee schemes	208,860	-
Financial market development expense	12,589,970	2,898,280
Foreign Exchange Equalization	180,105	375,944
Freight Forwarding and Clearing Charges	10,254,336	7,895,469
Goods and Services - Payments	465,561,860	39,361,424



# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022	30-June-2021
	TZS ('000)	TZS ('000)
Honorariums (expert opinion)	15,558,379	10,475,173
Husbandry expenses	3,251,997	5,391,436
Inmate Allowances	851,840	7,957
Installations Insurance	16,211	1,239
Insurance Expenses	27,353,941	21,708,192
Interest on repurchase agreement	51,001	68,831,357
Interest on BoT liquidity papers	1,244,546	-
Investigation expenses	16,499,260	6,022,943
Legal fees	143,885,560	321,851,593
Liquidity Management Cost	-	13,212,371
Loan management and servicing fee	13,956,430	7,651,402
Management Fee	18,591,020	15,498,685
Motor Vehicle Revolving Fund	226,027	-
Motor Vehicles Revolving Fund	184,014	17,690,620
National Expenses	546,754,904	633,808,914
National Security Council	121,139,493	2,334,123
Negotiated Compensation	25,676,218	16,803,585
Non life insurance	56,291,056	29,906,006
Non-Government Organizations (NGOs)	3,111,211	3,343,195
Other Capital Claims	12,136,227	3,534,215
other contributions	238,348,717	2,896,872
Other Fees for standardized guarantee schemes	22,733	119,158
Other levies (insurance levy etc)	1,446,269	3,878,782
Other licence and fees	14,676,344	17,129,900
Other Payments	629,146,653	655,652,616
Parastatal Rehabilitation	16,649,773	37,987,069
Property and Formalization Programme	24,491	20,300
Property insurance	674,248	23,647
Property Insurance Premiums	7,092,634	536,477
Registration, Accreditation, Admission and Articulation	11,168,858	6,009,921
Release Travel	7,161,156	4,329,491
Resource lease on Land	241,839	1,148,328
Resource lease on subsoil	9,700	-
Resource lease other natural resources	-	5,360
Road Licence to TRA	-	839,315
SHIMIWI	19,354,961	20,933,172
Shipping Administration Charges	191,577	244,458
Special Operation Services	50,078,427	57,228,371
Specialized Equipment and Supplies	37,137,790	15,412,312
Staff Claim- Payment	32,044,598	29,506,085
Surveys	47,352,368	24,145,632
Taxes Levied by another Level of Government	14,053,578	13,719,807
Treasury Voucher System (TVCs)	13,005,446	10,459,400
Vehicles Insurance	4,675,494	7,959,252
Voluntary Agencies Hospitals(VAHS)	-	239,747
Weights and Measures Instruments	70,759	45,464
Witnesses Expenses	1,976,379	100
Women Group Development Contribution	18,809,649	5,097,017
Youth Group Development Contribution	13,132,998	4,210,759
<b>Total</b>	<b>3,061,866,990</b>	<b>2,402,609,266</b>
<b>45. PROVISION FOR OBSOLETE INVENTORIES</b>		
Provision for write-off of obsolete inventories	11,638,004	15,099,117
<b>Total</b>	<b>11,638,004</b>	<b>15,099,117</b>
<b>46. GRANTS, SUBSIDIES AND OTHER TRANSFER PAYMENTS</b>		
These have been fully eliminated upon consolidation.		
<b>47. GRANTS, TRANSFERS AND SUBSIDIES ISSUED</b>		
These have been fully eliminated upon consolidation.		
<b>48. DEPRECIATION OF PROPERTY, PLANT AND EQUIPMENT</b>		

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022 TZS ('000)	30-June-2021 TZS ('000)
Depreciation of Property, Plant and Equipment <b>Total</b>	<u>3,557,660,074</u> <b>3,557,660,074</b>	<u>3,206,609,919</u> <b>3,206,609,919</b>
<b>49. DEPRECIATION OF INVESTMENT PROPERTIES</b>		
Depreciation of investment properties <b>Total</b>	<u>10,607,255</u> <b>10,607,255</b>	<u>6,969,408</u> <b>6,969,408</b>
<b>50. AMORTIZATION OF INTANGIBLE ASSETS</b>		
Amortisation of intangible assets <b>Total</b>	<u>98,517,849</u> <b>98,517,849</b>	<u>83,882,768</u> <b>83,882,768</b>
<b>51. IMPAIRMENT OF PROPERTY, PLANT AND EQUIPMENT</b>		
Impairment of property, plant and equipment <b>Total</b>	<u>5,326,484</u> <b>5,326,484</b>	<u>88,764,647</u> <b>88,764,647</b>
<b>52. IMPAIRMENT OF INTANGIBLE ASSET</b>		
Impairment of Intangible Assets <b>Total</b>	<u>779,843</u> <b>779,843</b>	<u>3,204,811</u> <b>3,204,811</b>
<b>53. IMPAIRMENT OF INVESTMENT PROPERTIES</b>		
Impairment of Investment Properties <b>Total</b>	<u>2,861,564</u> <b>2,861,564</b>	<u>2,861,456</u> <b>2,861,456</b>
<b>54. IMPAIRMENT OF RECEIVABLES</b>		
Impairment of Receivables <b>Total</b>	<u>863,473,668</u> <b>863,473,668</b>	<u>644,525,565</u> <b>644,525,565</b>
<b>55. IMPAIRMENT OF LOANS</b>		
Impairment of loans <b>Total</b>	<u>18,652,694</u> <b>18,652,694</b>	<u>31,077,618</u> <b>31,077,618</b>
<b>56. IMPAIRMENT OF GOVERNMENT SECURITIES</b>		
Impairment of Government securities	-	-
<b>57. FAIR VALUE LOSSES ON EQUITY INVESTMENTS</b>		
Fair value gains on equity investments	78,430,099	122,071,308
Fair value losses on investments on equity investments	(1,090,343,034)	(2,687,366,308)
<b>Total</b>	<u>(1,011,912,935)</u>	<u>(2,565,295,000)</u>
<b>58. FAIR VALUE LOSSES ON GOVERNMENT SECURITIES</b>		
Fair value losses on government securities	-	-
<b>59. FAIR VALUE LOSSES ON INVESTMENT PROPERTY</b>		
Fair value losses on investment properties	-	-
<b>Total</b>	<u>-</u>	<u>-</u>
<b>60. FAIR VALUE LOSSES ON BIOLOGICAL ASSETS</b>		
Fair value gains on biological assets	-	2,871,853
Fair value losses on biological assets	-	(3,124,924)
<b>Total</b>	<u>-</u>	<u>(253,071)</u>
<b>61. FAIR VALUE LOSSES ON ACTUARIAL VALUATION OF DEFINED BENEFIT PLANS</b>		

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022 TZS ('000)	30-June-2021 TZS ('000)
Losses on actuarial valuation of defined benefit plans	-	-
<b>Total</b>	<b>-</b>	<b>-</b>
<b>62. FAIR VALUE LOSSES ON FINANCIAL ASSETS</b>		
Loss on financial Asset	10,395,724	28,059,493
<b>Total</b>	<b>10,395,724</b>	<b>28,059,493</b>
<b>63. FAIR VALUE LOSSES ON MARKETABLE SECURITIES</b>		
Loss on marketable Securities	-	-
<b>Total</b>	<b>-</b>	<b>-</b>
<b>64. LOSSES OF FOREIGN CURRENCY TRANSLATION</b>		
Foreign currency exchange gains	-	210,663,594
Foreign currency exchange losses	-	(1,037,762,164)
<b>Total</b>	<b>-</b>	<b>(827,098,569)</b>
<b>65. LOSSES ON DISPOSAL OF ASSETS</b>		
Gains on disposal of property, plant and equipment	869,717	1,026,133
Losses on disposal of property, plant and equipment	(2,038,308)	(3,854,342)
<b>Total</b>	<b>(1,168,591)</b>	<b>(2,828,209)</b>
<b>66. TAX EXPENSES</b>		
These have been fully eliminated upon consolidation.		
<b>67. SUBSIDIES AND TRANSFERS</b>		
These have been fully eliminated upon consolidation.		
<b>68. REVENUE TRANSFER TO NRD /CONSOLIDATED FUND</b>		
These have been fully eliminated upon consolidation.		
<b>69. SHARE OF SURPLUS OF ASSOCIATES AND JOINT VENTURES</b>		
Share of Deficit of Associates and Joint Ventures	(2,859,075)	(2,886,385)
Share of Surplus of Associates and Joint Ventures	19,440,832	27,048,524
<b>Total</b>	<b>16,581,757</b>	<b>24,162,139</b>
<b>70. CASH AND CASH EQUIVALENT</b>		
Cash at Government-owned banks	2,201,843,557	2,019,752,734
Bank balances with commercial banks	817,561,085	706,894,863
Foreign currency notes and coins	643,121,788	797,999,294
Short term investments (maturity<90 days)	3,594,631,755	3,647,258,620
Commercial demand deposits	1,049,917,015	1,087,022,037
Provision for Expected Credit Loss	(44,935)	(70,980)
<b>Total</b>	<b>8,307,030,265</b>	<b>8,258,856,568</b>
<b>71. FIXED DEPOSITS/PLACEMENTS</b>		
Fixed deposits / Placements with commercial banks	802,279,907	585,611,268
<b>Total</b>	<b>802,279,907</b>	<b>585,611,268</b>
<b>72. HOLDINGS OF SPECIAL DRAWING RIGHTS (SDRS)</b>		
Holding of SDRs	21,177,737	22,217,849
<b>Total</b>	<b>21,177,737</b>	<b>22,217,849</b>
<b>73. QUOTA IN INTERNATIONAL MONETARY FUND (IMF)</b>		
Quota in IMF	1,217,187,495	1,304,531,756
<b>Total</b>	<b>1,217,187,495</b>	<b>1,304,531,756</b>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022 TZS ('000)	30-June-2021 TZS ('000)
<b>4. FOREIGN CURRENCY MARKETABLE SECURITIES</b>		
Accrued Interest	727,562,325	23,919,687
Marketable Securities	6,879,338,148	6,268,961,130
Marketable Securities - Non Cash Changes	-	(37,838,386)
<b>Total</b>	<b>7,606,900,473</b>	<b>6,255,042,431</b>

These are financial assets consisting of foreign currency marketable securities that are internally managed, and portfolio externally managed by the World Bank Treasury under a special program known as Reserve Advisory Management Program (RAMP). Majority of such securities are sovereign issues with a minimum credit rating of AA, bearing fixed interest and specified maturities.

Analysis of foreign currency marketable securities by concentration into sovereign issues, supranational securities and agency securities by fair values:

Sovereign Issues		
USD	3,602,795,029	4,651,037,572
GBP	10,931,705	278,855,780
AUD	194,033,920	201,260,406
CNY	730,903,782	356,150,025
	<b>4,538,664,436</b>	<b>5,487,303,783</b>
Supranational Securities		
USD	1,463,838,134	481,900,064
	<b>1,463,838,134</b>	<b>481,900,064</b>
Agency Securities		
USD	74,294,250	249,924,972
GBP	296,816,469	-
CNY	1,214,744,438	35,913,612
AUD	5,341,573	-
	<b>1,591,196,730</b>	<b>285,838,584</b>
Corporate Securities		
USD	13,201,173	-
	<b>13,201,173</b>	<b>-</b>
Total Investments		
USD	5,154,128,586	5,382,862,608
GBP	307,748,174	278,855,780
AUD	199,375,493	201,260,406
CNY	1,945,648,220	392,063,637
	<b>7,606,900,473</b>	<b>6,255,042,431</b>

### 5. EQUITY INVESTMENTS

Abood Seed Oil Industries Limited/Abood Soap	2,774,323	2,774,323
Afreximbank	110,640,285	43,245,308
Africa Development Bank (AFDB)	198,575,484	198,575,484
African Reinsurance Corporation (AReC)	18,799,130	18,799,130
African Trade Insurance Agency (ATIA)	75,670,980	61,335,389
Akiba Commercial Bank.	1,950,591	963,967
Azania Bank Limited	44,896,024	43,399,077
Bank of Tanzania	5,749	-
Bulyanhulu Gold Mine Limited	96,199,842	96,199,842
CRDB Bank PLC	166,224,230	125,606,968
Dar es Salaam Stock Exchange	4,679,518	4,667,897
DCB Bank PLC	3,984,571	4,019,488
East African Cables Limited	102,000	341,000
East African Development Bank (EADB)	146,309,340	146,309,542
Industrial Promotion Services (Tanzania) Limited.	2,154,130	2,154,130
International Bank for Reconstruction and Development	293,453,229	293,453,229
International Development Association	1,044,726,210	1,044,726,210

	30-June-2022	30-June-2021
	TZS ('000)	TZS ('000)
International Finance Corporation	28,874,080	28,874,080
Jubilee Insurance Company Limited.	1,338,486	1,338,486
Matembwe Village Company Limited	500	500
Mbeya Cement Company Limited	5,429,471	5,429,471
MUCOBA	40,274	40,274
Multilateral Investment Guarantee Agency (MIGA)	7,494,121	7,494,121
Mwalimu Commercial Bank PLC	7,900,000	10,000,000
Mwananchi Engineering And Construction Company (MECCO)	1,164,127	1,164,127
Mwanza City Complex Mall Ltd	3,700,600	3,700,600
National Investment Company Limited	1,870,001	1,275,004
National Micro finance Bank	400,644,920	393,896,830
Njombe Milk Factory	9,500	-
NORSAD Finance Limited.	16,429,096	15,363,880
North Mara Gold Mine Limited	249,848,671	178,700,621
PAL	120,000	120,000
Prepayment of premium	176,284,151	35,994,533
Provident Fund	189	189
PTA Bank.	322,766,049	305,361,041
Regional Trading Company (RETCO)	300	300
SHELTER AFRIQUE.	3,036,964	3,036,964
Songas Limited	49,162,000	44,592,000
Swala Oil and Gas (Tanzania)	27,000	29,400
SWIFT	1,080,743	1,008,878
SWISSPORT Tanzania Limited.	3,694,244	3,590,940
Tan Re	1	25,227,407
Tanga Cement Company limited	5,236,481	2,290,232
TANICA	631,815	631,815
Tanzania Breweries Limited	245,337,490	245,337,390
Tanzania Cigarette Co. Ltd (TCC)	118,081,508	118,081,508
Tanzania Commercial Bank	4,890,117	12,456,931
Tanzania Investment Bank (TIB)	3,984,705	3,990,454
Tanzania Merchantile Exchange	215,000	215,000
Tanzania Mortgage Refinance Company limited	3,391,000	3,391,000
Tanzania Pharmaceuticals Industries	5,628,432	7,128,432
Tanzania Portland Cement Company Limited	44,468,741	43,104,220
TATEPA	377	377
TCCIA	8,008,585	9,835,105
TCCL	7,300	2,025
TLL Printing Packaging LTD	2,179,688	2,179,688
TOL Gases Limited	2,364,743	2,310,476
TPS Eastern Africa (SERENA) Limited	1,943,956	1,943,956
Umoja Trust Unit	4,097,297	4,097,297
Unit Trust of Tanzania	7,109,193	6,313,582
Vodacom Tanzania Limited	155,598,602	163,587,451
Watumishi Housing Company	5,784,363	5,784,363
Watumishi Housing Company (REIT)	22,343,200	22,343,200
<b>Total</b>	<b>4,133,363,718</b>	<b>3,807,835,122</b>

## 76. GOVERNMENT SECURITIES

These have been fully eliminated upon consolidation.

## 77. RECEIVABLES

Deferred acquisition costs	23,959,368	2,690,683
Electricity	2,089,007	895,909,937
Fees, fines, penalties and licenses	156,934,021	227,310,276
Finance income (Vote 7 - This excl dividend Assoc & JVs & Subs 15% Transfer)	3,991,854	3,986,906
Grants, transfers and subsidies received from third parties	10,469,325	10,512,795
Imprest Receivable	29,864,189	13,884,319
Levies	73,465,391	79,196,170
Other receivables	140,708,221	3,374,675,582
Receivables from exchange transactions	3,056,999,486	2,584,125,111
Social contributions	123,762,626	78,439,927



	30-June-2022	30-June-2021
	TZS ('000)	TZS ('000)
Staff advances and imprest	30,924,562	47,927,464
Subvention from Other Government Entities	1,848,779,717	1,786,143
Tax receivables (For Other Government Entities)	609,925,464	331,297,809
Tax revenue receivables (For TRA)	5,485,014,654	6,115,855,345
Trade Receivables	517,764,328	62,619,685
Water	120,675	2,660,488
Impairment of Receivable and Prepayment	(220,183,678)	(219,224,990)
<b>Total</b>	<b>11,894,589,210</b>	<b>13,613,653,651</b>
<b>78. LOANS RECEIVABLES</b>		
Loan to third parties	5,185,101,026	5,907,873,931
Staff loans	370,416,710	330,364,962
Student's Loan	4,158,237,245	3,794,009,770
Impairment of loans receivable	(79,023,811)	(60,653,314)
<b>Total</b>	<b>9,634,731,170</b>	<b>9,971,595,349</b>
<b>79. PREPAYMENTS</b>		
Advance for Utility	21,145,937	21,649,906
Prepayment	1,998,790,689	2,176,551,130
Prepayment-Asset	801,562,456	945,980,638
<b>Total</b>	<b>2,821,499,082</b>	<b>3,144,181,674</b>
<b>80. INVENTORIES</b>		
Agricultural Chemical	6,634,191	3,065,197
Books	1,324,986	6,225,916
Building materials and equipment	72,285,197	13,738,504
Cleaning supplies	40,712,260	15,701,334
Computer supplies and accessories	23,953,407	12,890,279
Dairy Cattle	548,210	579,271
Election goods	25,392,655	508,313
Election Materials/goods	242,726	1,204,094
Finished goods	28,494,537	69,310,139
Food Stuffs	10,483,354	1,944,622
Fuel	8,051,335	12,219,989
Goods in transit	9,243,891	10,084,913
Laboratory Equipment and Instruments	398,596	243,347
Land/Plots for sale	293,504,340	292,299,425
Library Books	692,283	284,064
Loose tools	1,680,369	2,819,515
Medical supplies	60,228,485	6,292,242
Non Cash Inventories	86,173,097	8,691,387
Office consumables (Stationaries, etc)	132,269,926	242,228,229
Productive Livestock	872,897	416,929
Raw materials	235,559,300	118,666,515
Spare parts	77,667,658	58,391,566
Spareparts - Currency Machine	242,414,149	3,906,498
Tanzanite	12,590,690	12,590,690
Work in progress	5,725,947	320,924,691
Provision for obsolete stock	(50,613)	(320,708)
Provision for write-off of obsolete inventories	(41,982,545)	(30,768,426)
<b>Total</b>	<b>1,335,111,327</b>	<b>1,184,138,535</b>
<b>81. DEFERRED CURRENCY COST</b>		
Deferred currency cost	92,991,489	52,103,739
<b>Total</b>	<b>92,991,489</b>	<b>52,103,739</b>
<b>82. OTHER FINANCIAL ASSETS</b>		
Advances to related parties	245,544,000	223,902,980
Debt securities	7,785,722	8,647,621
Items in course of settlement	946,000	282,257,052
Other financial asset	1,083,406,673	1,112,866,855
Provisions for calls under standardized guarantee schemes	148,395	148,395
<b>Total</b>	<b>1,337,830,790</b>	<b>1,627,822,903</b>

	<u>30-June-2022</u>	<u>30-June-2021</u>
	<u>TZS ('000)</u>	<u>TZS ('000)</u>
<b>83. ESCROW ACCOUNTS</b>		
Escrow accounts	150,269,779	149,930,016
<b>Total</b>	<b>150,269,779</b>	<b>149,930,016</b>
<b>84. RETIREMENT BENEFIT ASSET</b>		
Retirement Benefit Asset	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 85. INVESTMENT PROPERTY

30-June-2022	Cost/Revaluation							Accumulated Depreciation and Impairment						
	At 01 Jul	Addition Monetary	Addition Non Monetary	Transfers	Revaluation Adjustment	Adjustment	Disposal	01 Jul	Charge during the year - Depreciation	Charge during the year - Impairment	Revaluation Adjustments	Transfer	Disposal	30 Jun
	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)
Commercial Buildings	5,874,425,893	37,435,403	242,503,652	(15,445,745)	15,784,300	(162,235,205)	-	45,662,365	8,110,210	2,861,564	-	10,1909	-	59,678,048
Land or Capital Asset on	387,299,267	55,653	18,093,638	(2,121,345)	(189,892)	(66,084,276)	-	-	-	-	-	-	-	-
Other Investment Property	1,38,990,323	1,306,470	28,515,693	(32,960,444)	5,979,344	(204,813,412)	-	19,108,825	2,467,045	-	(1,640)	-	-	2,1604,230
Work-in-Progress	39,687,323	17,285,594	132,321	-	17,728,529	321,173,638	-	-	-	-	-	-	-	490,397,405
	8,240,421,500	44,093,953	285,444,774	(48,538,534)	138,502,287	(130,969,195)	-	57,771,189	10,607,265	2,861,564	-	100,289	-	87,280,278
														8,662,373,912

30-June-2021	Cost/Revaluation							Accumulated Depreciation and Impairment						
	At 01 Jul	Addition Monetary	Addition Non Monetary	Transfers	Revaluation Adjustment	Adjustment	Disposal	01 Jul	Charge during the year - Depreciation	Charge during the year - Impairment	Revaluation Adjustments	Transfer	Disposal	30 Jun
	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)
Commercial Buildings	8,504,399,526	18,710,233	185,056,135	(11,350,047)	152,445,149	24,203,953	708,644	39,477,377	8,244,008	2,861,145	-	25,530	-	53,265,422,228
Land or Capital Asset on	385,206,624	1,095,610	451,077	-	20,000,503	331,447	13,060	-	-	-	-	-	-	387,299,267
Other Investment Property	17,694,470,374	12,343,016	18,204,022	(6,133,841)	897,052	-	-	19,013,683	726,471	-	(633,256)	-	-	1,119,887,488
Work-in-Progress	5,245,215	8,555,553	-	(154,328,871)	26,729,293	152,231,979	3,084,744	-	-	-	-	-	-	39,687,323
	8,044,485,438	38,710,452	203,713,174	(227,663,759)	200,091,967	177,267,379	3,808,848	58,485,054	8,969,408	2,861,145	-	(604,729)	-	87,711,189
														8,872,710,311

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2022  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

86. PROPERTY, PLANT AND EQUIPMENT

30 June 2022	At 01 Jul		Addition		Addition Non		Cost/Revaluation		Transfers		Revaluation		Adjustment		Disposal		30 Jun		01 Jul		Change during the year - Depreciation Impairment		Accumulated Depreciation and Impairment		Adjustment		Transfer		Disposal		30 Jun		Carrying Value		
	TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		
	Monetary		Monetary		Monetary		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		
401 Land and Leasehold	34,172,181	37,871,413	124,391,228	289,337	-	476	-	-	-	-	-	-	-	-	-	-	539,773,246	76,492,734	23,597,76	-	-	-	-	-	-	-	-	-	-	-	-	126,687,517	424,655,225		
402 Plant and Equipment	163,410,06	246,630,719	1,154,877	242,986,679	-	-	-	-	-	-	-	-	-	-	-	-	174,139,937	2,734,494	1,333,343	-	-	-	-	-	-	-	-	-	-	-	-	2,679,826	187,107,9	187,107,9	
403 Office Equipment	453,333	453,333	-	-	-	-	-	-	-	-	-	-	-	-	-	-	154,382	-	1,726	-	-	-	-	-	-	-	-	-	-	-	-	1,726	47,492	47,492	
404 Motor Vehicle	1,123,673,386	287,330	5,306	374,674,306	-	-	-	-	-	-	-	-	-	-	-	-	1,326,497,344	303,114,328	1,739,302	-	-	-	-	-	-	-	-	-	-	-	-	426,497,303	1,326,497,303	1,326,497,303	
405 Other Plant and Equipment	12,497,336	5,199,727	20,011,228	12,037	-	-	-	-	-	-	-	-	-	-	-	-	183,299,667	164,336,652	3,179,302	-	-	-	-	-	-	-	-	-	-	-	-	2,636,917	132,622,862	132,622,862	
406 Other Plant and Equipment	2,288,633,63	7,597,546	43,596,776	3,765,867	-	-	-	-	-	-	-	-	-	-	-	-	239,779,326	138,267,444	30,346,969	-	-	-	-	-	-	-	-	-	-	-	-	143,697,316	2,391,167,712	2,391,167,712	
407 Other Plant and Equipment	75,733,536	187,241	-	-	-	-	-	-	-	-	-	-	-	-	-	-	722,95,216	-	16,671,036	-	-	-	-	-	-	-	-	-	-	-	-	16,687,975	586,597,241	586,597,241	
408 Other Plant and Equipment	2,169,226,357	179,523,200	4,506,355	-	-	-	-	-	-	-	-	-	-	-	-	-	2,334,874,397	-	123,493,336	-	-	-	-	-	-	-	-	-	-	-	-	-	123,493,336	2,239,336,797	2,239,336,797
409 Other Plant and Equipment	5,336,031,286	336,164,643	166,075,562	-	-	-	-	-	-	-	-	-	-	-	-	-	5,533,771,173	-	143,770,175	-	-	-	-	-	-	-	-	-	-	-	-	-	143,770,175	5,466,603,346	5,466,603,346
410 Other Plant and Equipment	2,216,327,436	266,608	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,216,633,986	-	47,603,195	-	-	-	-	-	-	-	-	-	-	-	-	-	47,603,195	2,168,730,791	2,168,730,791
411 Other Plant and Equipment	5,544,136	526,702	1,420,203	-	-	-	-	-	-	-	-	-	-	-	-	-	7,436,446	4,236,394	432,717	-	-	-	-	-	-	-	-	-	-	-	-	-	4,369,434	4,369,434	4,369,434
412 Other Plant and Equipment	3,069,039	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,069,039	167,744	1,748,335	-	-	-	-	-	-	-	-	-	-	-	-	-	1,916,474	1,916,474	1,916,474
413 Other Plant and Equipment	14,639,876	1,309,727	32,757	-	-	-	-	-	-	-	-	-	-	-	-	-	10,292,334	-	5,040,203	-	-	-	-	-	-	-	-	-	-	-	-	-	5,040,203	16,240,324	16,240,324
414 Other Plant and Equipment	1,321,031,286	36,789,336	98,813,67	137,133,523	-	-	-	-	-	-	-	-	-	-	-	-	1,136,631,644	-	126,639,728	-	-	-	-	-	-	-	-	-	-	-	-	-	126,639,728	725,699,368	725,699,368
415 Other Plant and Equipment	5,339,982	1,073,185	43,133	993,862	-	-	-	-	-	-	-	-	-	-	-	-	9,499,302	1,390,637	266,034	-	-	-	-	-	-	-	-	-	-	-	-	-	2,656,667	4,132,657	4,132,657
416 Other Plant and Equipment	7,144	506	2,236	-	-	-	-	-	-	-	-	-	-	-	-	-	9,334	465,692	30,163	-	-	-	-	-	-	-	-	-	-	-	-	-	564,134	277,302	277,302
417 Other Plant and Equipment	769,321	87,316	-	-	-	-	-	-	-	-	-	-	-	-	-	-	342,338	-	1,01,163	-	-	-	-	-	-	-	-	-	-	-	-	-	1,01,163	317,154,304	317,154,304
418 Other Plant and Equipment	813,137,302	79,862,249	211,000,011	3,403,724	-	-	-	-	-	-	-	-	-	-	-	-	836,442,248	486,396,316	99,633,286	-	-	-	-	-	-	-	-	-	-	-	-	-	1,07,393,764	1,07,393,764	1,07,393,764
419 Other Plant and Equipment	22,033,522	1,406,904	654,261	103,000	-	-	-	-	-	-	-	-	-	-	-	-	24,319,993	9,014,317	2,176,363	-	-	-	-	-	-	-	-	-	-	-	-	-	9,014,317	3,022,423	3,022,423
420 Other Plant and Equipment	726,473	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	765,423	476,692	57,383	-	-	-	-	-	-	-	-	-	-	-	-	-	643,735	16,668	16,668
421 Other Plant and Equipment	3,750,123	376,798	1,374	165,635	-	-	-	-	-	-	-	-	-	-	-	-	3,973,197	2,397,603	364,933	-	-	-	-	-	-	-	-	-	-	-	-	-	2,760,364	1,377,973	1,377,973
422 Other Plant and Equipment	38,036,736	10,474,974	314,373	165,635	-	-	-	-	-	-	-	-	-	-	-	-	33,009,951	34,831,014	3,271,796	-	-	-	-	-	-	-	-	-	-	-	-	-	38,693,404	41,993,011	41,993,011
423 Other Plant and Equipment	17,003,719,439	78,289,536	297,279,446	110,286,731	-	-	-	-	-	-	-	-	-	-	-	-	18,114,239,342	33,693,954	3,347,334	-	-	-	-	-	-	-	-	-	-	-	-	-	37,160,698	18,114,239,342	18,114,239,342
424 Other Plant and Equipment	43,287,438	3,298,436	2,769,446	197,366	-	-	-	-	-	-	-	-	-	-	-	-	49,289,930	107,366	16,663,193	-	-	-	-	-	-	-	-	-	-	-	-	-	37,160,698	12,679,341	12,679,341
425 Other Plant and Equipment	136,239,306	265,9363	9,796,456	293,463	-	-	-	-	-	-	-	-	-	-	-	-	136,271,302	49,467,038	16,663,193	-	-	-	-	-	-	-	-	-	-	-	-	-	30,493,286	99,986,612	99,986,612
426 Other Plant and Equipment	2,297,305	546,030	739,998	25,606,773	-	-	-	-	-	-	-	-	-	-	-	-	2,367,305	2,367,305	216,633,546	-	-	-	-	-	-	-	-	-	-	-	-	-	2,367,305	522,300	522,300
427 Other Plant and Equipment	1,819,712,656	136,713,337	2,106,998	1,127,993,117	-	-	-	-	-	-	-	-	-	-	-	-	1,347,993,117	1,347,993,117	216,633,546	-	-	-	-	-	-	-	-	-	-	-	-	-	1,127,993,117	1,220,629,794	1,220,629,794
428 Other Plant and Equipment	1,819,712,656	136,713,337	2,106,998	1,127,993,117	-	-	-	-	-	-	-	-	-	-	-	-	1,347,993,117	1,347,993,117	216,633,546	-	-	-	-	-	-	-	-	-	-	-	-	-	1,127,993,117	1,220,629,794	1,220,629,794
429 Other Plant and Equipment	1,819,712,656	136,713,337	2,106,998	1,127,993,117	-	-	-	-	-	-	-	-	-	-	-	-	1,347,993,117	1,347,993,117	216,633,546	-	-	-	-	-	-	-	-	-	-	-	-	-	1,127,993,117	1,220,629,794	1,220,629,794
430 Other Plant and Equipment	1,819,712,656	136,713,337	2,106,998	1,127,993,117	-	-	-	-	-	-	-	-	-	-	-	-	1,347,993,117	1,347,993,117	216,633,546	-	-	-	-	-	-	-	-	-	-	-	-	-	1,127,993,117	1,220,629,794	1,220,629,794
431 Other Plant and Equipment	1,819,712,656	136,713,337	2,106,998	1,127,993,117	-	-	-	-	-	-	-	-	-	-	-	-	1,347,993,117	1,347,993,117	216,633,546	-	-	-	-	-	-	-	-	-	-	-	-	-	1,127,993,117	1,220,629,794	1,220,629,794
432 Other Plant and Equipment	1,819,712,656	136,713,337	2,106,998	1,127,993,117	-	-	-	-	-	-	-	-	-	-	-	-	1,347,993,117	1,347,993,117	216,633,546	-	-	-	-	-	-	-	-	-	-	-	-	-	1,127,993,117	1,220,629,794	1,220,629,794
433 Other Plant and Equipment	1,819,712,656	136,713,337	2,106,998	1,127,993,117	-	-	-	-	-	-	-	-	-	-	-	-	1,347,993,117	1,347,993,117	216,633,546	-	-	-	-	-	-	-	-	-	-	-	-	-	1,127,993,117	1,220,629,794	1,220,629,794
434 Other Plant and Equipment	1,819,712,656	136,713,337	2,106,998	1,127,993,117	-	-	-	-	-	-	-	-	-	-	-	-	1,347,993,117	1,347,993,117	216,633,546	-	-	-	-	-	-	-	-	-	-	-	-	-	1,127,993,117	1,220,629,794	1,220,629,794
435 Other Plant and Equipment	1,819,712,656	136,713,337	2,106,998	1,127,993,117	-	-	-	-	-	-	-	-	-	-	-	-	1,347,993,117	1,347,993,117	216,633,546	-	-	-	-	-	-	-	-	-	-	-	-	-	1,127,993,117	1,220,629,794	1,220,629,794
436 Other Plant and Equipment	1,819,712,656	136,713,337	2,106,998	1,127,993,117	-	-	-	-	-	-	-	-	-	-	-	-	1,347,993,117	1,347,993,117	216,633,546	-															

THE GOVERNMENT OF TANZANIA

**CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2022**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

## 86. PROPERTY, PLANT AND EQUIPMENT (Continued)

[illegible]



# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 87. INTANGIBLE ASSETS

30-June-2022	Cost/Revaluation						Accumulated Depreciation and Impairment						Carrying Amount			
	At 01 Jul	Addition Monetary	Addition Non Monetary	Transfers	Revaluation Adjustment	Adjustment	Disposal	30 Jun	01 Jul	Change during the year	Change during the year	Revaluation Adjustments	Adjustment	Transfer	Disposal	30 Jun
	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)
Computer software	382,563,769	12,230,265	8,761,628	(690,622)	-	248,423	(1,693,397)	371,766,177	233,676,347	36,095,033	17,438,1	(283,710)	(3,161,097)	-	(1,488,127)	269,516,033
Copyrights	30,124	-	-	-	-	-	-	30,124	17,232	-	-	-	-	-	-	17,232
Development of intangible assets	1,850,682	-	-	-	-	-	-	1,850,682	368,043	134,390	-	-	-	-	-	1,124,253
Intangible Asset/Haste Plan	336,476	-	-	-	-	-	-	336,476	-	-	-	-	-	-	-	336,476
Other intangible assets	110,567,533	2,516,793	4,526,69	(330,709)	(627,000)	11,792	-	116,861,978	47,339,626	14,670,060	666,262	-	-	-	-	62,676,48
Patents/Use	622,531	18,000	-	(81,960)	-	-	-	438,571	438,737	17,743	-	-	(3,001,13)	-	-	244,366
Right of use of Assets	170,087,526	3,904,889	231,939,7	-	-	(1,290,044)	-	404,815,22	67,287,868	49,483,633	-	-	1,264,426	-	-	108,019,927
	636,008,600	16,269,338	246,720,008	(772,691)	(627,000)	(691,629)	(1,693,397)	869,344,829	343,673,017	36,517,649	78,643	(283,710)	336,336	(3,001,13)	(1,488,127)	441,660,953

30-June-2021	Cost/Revaluation						Accumulated Depreciation and Impairment						Carrying Amount			
	At 01 Jul	Addition Monetary	Addition Non Monetary	Transfers	Revaluation Adjustment	Adjustment	Disposal	30 Jun	01 Jul	Change during the year	Change during the year	Revaluation Adjustments	Adjustment	Transfer	Disposal	30 Jun
	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)
Computer software	383,024,614	97,407,50	6,942,03	(462,802)	4,439,913	(20,879,568)	(3,547,409)	382,563,769	198,629,22	36,660,037	354,320	-	20,936,48	(2,262,260)	(3,561,335)	233,694,427
Copyrights	30,104	-	-	-	-	-	-	30,104	17,232	-	-	-	-	-	-	17,232
Development of intangible assets	1,850,682	-	-	-	-	-	-	1,850,682	72,902	246,141	-	-	-	-	-	396,043
Intangible Asset/Haste Plan	-	-	336,476	-	-	-	-	336,476	-	-	-	-	-	-	-	336,476
Other intangible assets	309,463,393	1,324,800	1,703,61	(824,072)	(1,020,040)	(189,434,26)	(22,867)	110,567,533	60,516,242	14,548,947	2,860,491	(1,116,000)	(29,457,894)	-	-	47,339,626
Patents/Use	606,280	16,27	-	-	-	-	-	622,531	370,176	128,676	-	-	-	-	-	498,851
Right of use of Assets	169,492,760	448,036	1,680,347	-	-	(332,666)	(170,087,526)	108,019,927	29,182,647	32,089,027	-	-	-	-	-	67,287,868
	838,437,763	10,934,346	9,400,391	(1,376,814)	3,419,873	(220,313,646)	(4,522,766)	636,008,600	289,328,424	83,882,766	3,204,811	(1,116,000)	(27,419,306)	(2,262,260)	(3,961,335)	343,691,112
									292,288,424							

# THE GOVERNMENT OF TANZANIA

**CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2022**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

## 88. BIOLOGICAL ASSETS

[illegible][illegible]

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022 TZS ('000)	30-June-2021 TZS ('000)
<b>89. INVESTMENTS IN ASSOCIATES AND JOINT VENTURES</b>		
Akiba Commercial Bank	28,371,564	-
Buhemba Gold Company Ltd	627,326	627,326
Kariakoo Market Corporation	42,515,754	42,922,285
Keko Pharmaceutical Industries (1997) Ltd	2,480,601	3,472,655
Kilimanjaro Coop. Bank	82,753,486	73,137,500
Moshi Lather	666,786	666,786
Other Associates	873,467,883	707,305,884
Power tiller	123,880,512	-
SUMA JKT ANIT ASFALT	1,468,803	1,380,234
Tandahimba Commercial Bank	281,625,500	505,491,150
Tanganyika Planting Co. (TPC)	41,483,572	-
Tanzania Pharmaceutical Ltd	9,265,497	-
<b>Total</b>	<b>1,488,607,284</b>	<b>1,335,003,820</b>
<b>90. INVESTMENTS IN CONTROLLED ENTITIES (SUBSIDIARIES)</b>		
Investment in subsidiaries	9,130,706,968	5,659,320,000
<b>Total</b>	<b>9,130,706,968</b>	<b>5,659,320,000</b>
<b>91. INVESTMENTS IN LOCAL GOVERNMENT LOANS BOARD</b>		
Investment in LGLB - eliminated upon consolidation	-	-
<b>Total</b>	<b>-</b>	<b>-</b>
<b>91A PROVISION FOR EXPECTED CREDIT LOSS</b>		
Provision for Expected Credit Loss	-	70,980
<b>Total</b>	<b>-</b>	<b>70,980</b>
<b>91B REVERSAL OF PROVISION FOR EXPECTED CREDIT LOSS</b>		
Provision for Expected Credit Loss	26,045	-
<b>Total</b>	<b>26,045</b>	<b>-</b>
<b>92. NON-CURRENT ASSET HELD FOR SALE</b>		
Generators	10,912	10,912
Hardware: servers and equipment (incl. desktops, laptops, UPS etc.)	24,773	-
Motor Bikes, Motor Cycles & Bicycles	12,874	12,874
Motor Vehicles (Administrative)	1,590,423	71,319
Office Furniture and Fittings	4,592	-
Other equipment and installations	2,290,478	2,290,478
Other Office equipment	71,203	-
<b>Total</b>	<b>4,005,255</b>	<b>2,385,583</b>
<b>93. PAYABLES AND ACCRUALS</b>		
Advance for WIP	9,514,339	631,623
Advance Payment for Contract Works	2,500	-
Advance Utility	23,838,396	7,499,159
Annuities entitlements	-	272,273
Audit fee Payable	62,160	-
Construction Wip	195,954,414	86,763,784
Finance Cost	2,522,504	14,483,895
Office Rent	22,460,471	22,441,597
Other payable	5,135,049,654	3,939,304,544
Retention	1,897,483	2,736,936
Routine repairs and Maintenance	73,783,707	40,119,520
Social Benefits	35,024,373	31,605,860

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022	30-June-2021
	TZS ('000)	TZS ('000)
Supplies of goods and services	5,463,700,107	6,952,897,65
Tax Payable	2,408,893,088	2,243,835,546
Wages,Salaries and Employee Benefits	1,136,483,135	1,039,598,366
Withholding tax	139,767,496	50,713,684
<b>Total</b>	<b>14,648,953,825</b>	<b>14,432,904,437</b>

### 94. CURRENCY IN CIRCULATION

Coin	148,763,348	140,886,718
Notes	6,470,082,618	5,563,790,695
<b>Total</b>	<b>6,618,845,966</b>	<b>5,704,677,413</b>

Currency in circulation represents the face value of notes and coins in circulation. Notes and coins held as cash in main vault, intermediary vault, safe custody centre and cashier/teller at the end of financial year have been deducted from notes and coins issued to reflect actual liability for notes and coins in circulation.

The notes and coins in circulation figure of TZS 6,618,846.0 million (2021: TZS 5,704,677.4 million) includes banknotes that were phased out in 2003 with the face value of TZS 99,386.9 million (2021: TZS 99,386.9 million) still in circulation.

### 95. DEPOSITS FROM BANKS AND NON-BANK FINANCIAL INSTITUTIONS

Clearing	918,197,805	1,500,523,067
Current accounts	183,149,087	177,147,438
Deposits and balances due to other banks	4,506,564	3,767,221
Domestic Banks Foreign Currency Deposits	477,416,092	626,059,731
Fixed deposits	311,767,842	439,274,768
Savings accounts	260,567,755	430,502,782
Special deposits	248,099,668	349,124,492
<b>Total</b>	<b>2,403,704,812</b>	<b>3,526,399,499</b>

### 96. DEPOSITS FROM GOVERNMENTS

Deposits from Governments	-	-
	-	-

### 97. DEPOSIT - OTHERS

Bank drafts issued	614,247	403,804
Debt Conversion Scheme	2,098,960	2,098,960
Debt Service cash cover	1,811,145	1,937,640
Deposit General	116,256,087	189,813,201
Deposit Insurance Fund	43,267,780	6,304,974
Deposit staff	22,273,076	23,270,362
Economic Empowerment Programme	3,833,740	5,142,956
Export Credit Guarantee Fund	2,337,533	2,798,025
Miscellaneous Deposit	663,672,678	596,751,893
Mwalimu Julius K Nyerere Memorial Scholarship Fund	35,279	26,061
Other Funds	784,767,039	610,371,411
Small and Medium Enterprises Guarantee Fund	695,604	147,743
<b>Total</b>	<b>1,641,663,168</b>	<b>1,439,067,030</b>

#### Export Credit Guarantee Fund:

The Export Credit Guarantee Fund (the "Fund") was established by the Government of the United Republic of Tanzania in 2001 under the export credit guarantee scheme, in a bid to promote exports. The Fund provides guarantees to commercial banks to cover risk of default for the loans issued. As at 30 June 2022, the Fund had a net balance of TZS 2,337.5 million (2021: TZS 2,903.0 million). It is a net of Government and the Bank's contributions, accumulated income from investment in treasury bills, bonds, guarantee fees and impairments.

#### Debt Service Cash Cover:

The amount represents URT Government funds deposited with the Bank equivalent to the foreign URT Government obligations and other services awaiting externalisation. As at 30 June 2022 the balance stood at TZS 1,811.1 million (2021: TZS 1,937.6 million).

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022 TZS ('000)	30-June-2021 TZS ('000)
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### Debt Conversion Scheme:

These are balances of debt conversion funds that are blocked in the account pending submission of progress reports by beneficiaries in respect of utilisation of previous disbursements, so as to justify further disbursements. The balance has remained at the same level for the three years since no report has been received to facilitate disbursements.

### Mwalimu Julius K Nyerere Memorial Scholarship Fund:

Included in Deposit Others is the Mwalimu Julius K. Nyerere Memorial Scholarship Fund. The Fund was established by the Bank of Tanzania on 12 October 2009 in honour of the life of the Father of the Nation, Mwalimu Julius Kambarage Nyerere. The objective of the Fund is to sponsor best performing students pursuing mathematics, science, accounting, finance and information technology degrees at the University level in Tanzania. As at 30 June 2022, a total of TZS 5115.6 million (2021: TZS 4,846.4 million) in respect of the Fund's resources had been invested in Government treasury bills and treasury bonds. As a result, the Fund had a net cash balance of TZS 35.3 million (2021: TZS 26.1 million).

## 98. FOREIGN CURRENCY FINANCIAL LIABILITIES

Domestic Currency- Liabilities	18,337,566	18,294,333
Government obligation settlements	35,950,808	33,474,514
Small and Medium Enterprises Guarantee Fund	11,279,816	11,257,255
Special Projects	2,234,884,260	1,506,017,124
Staff Benefit deposit	-	-
<b>Total</b>	<b>2,300,452,450</b>	<b>1,569,043,226</b>

### Special Projects Funds:

These are United Republic of Tanzania Government funds received from donors for financing various Government projects. The projects are managed and monitored by the Ministry of Finance and Planning or other appointed project implementation agency. As at 30 June 2022, the total balance in respect of Special Project accounts aggregated to TZS 2,234,884.3 million (2021: TZS 1,506,017.1 million).

### Non Paris Club Liabilities Escrow:

This account represents funds deposited by the United Republic of Tanzania Government under memorandum of economic and financial policies arrangement pending agreement with the relevant group of non-Paris creditors. As at 30 June 2022, the account had a balance of TZS 11,279.8 million (2021: TZS 11,257.0 million).

### Multilateral Debt Relief Initiative Funds:

Multilateral debt initiative funds relate to debt relief relating to cancellation of Government of the United Republic of Tanzania indebtedness to the IMF under the IMF-Multilateral Debt Relief Initiative (MDRI). As at 30 June 2022, the fund had a balance amounting to TZS 18,337.6 million (2021: TZS 18,294.3 million).

## 99. IMF RELATED LIABILITIES

IMF Account No. 1	1,034,430,230	1,108,659,994
IMF Account No. 2	10,695	11,463
Poverty reduction and growth facility	-	-
<b>Total</b>	<b>1,034,440,925</b>	<b>1,108,671,457</b>

## 100. ALLOCATION OF SPECIAL DRAWING RIGHTS (SDRS)

Allocation of Special Drawing Rights (SDRs)	1,751,474,416	624,756,632
<b>Total</b>	<b>1,751,474,416</b>	<b>624,756,632</b>

## 101. BORROWINGS (PUBLIC DEPT)

364 Days Treasury Bills	1,028,540,200	1,122,261,090
AB Svensk ExportKredit	9,761,827	10,876,842
African Development Bank (ADB)	893,320,474	607,932,473
African Development Fund (ADF)	5,601,426,708	5,527,772,840
African Growing Together Fund	86,407,234	-
Arab Bank for Economic Development (BADEA)	136,040,284	133,941,376
China Development Bank (CDB)	-	254,140,700
Clean Technology Fund	185,252	-



## THE GOVERNMENT OF TANZANIA

### CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022	30-June-2021
	TZS ('000)	TZS ('000)
Credit Suisse AG	3,491,046,428	3,146,643,071
Danske Bank of Denmark	8,729,760	19,684,910
Duty Draw Back Scheme	-	44,643
Eastern & S.African Trade & Dev Bank -TDB	1,543,773,333	1,925,308,000
European Investment Bank (EIB)	235,581,064	221,258,069
EXIM Bank of INDIA	942,588,043	949,578,410
EXIM China	3,607,905,201	3,904,224,888
Export - Import Bank of Korea	978,662,204	1,043,115,370
Fifteen Years Bonds	3,879,461,107	3,384,762,607
Five Years Bonds	1,089,814,000	1,478,519,720
Government Net Deficit Position	2,140,732,468	2,336,510,823
Government of Angola	44,903,367	12,727,941
Government of Austria	927,759	1,370,164
Government of Belgium	7,890,370	-
Government of France	471,897,844	374,958,168
Government of India	113,117,175	37,305,935
Government of Iran	1,302,782,269	1,487,449,812
Government of Iraq	1,178,114,101	1,180,629,356
Government of Japan/JICA	1,111,433,634	1,140,210,221
Government of Kuwait	185,761,760	175,711,914
Government of Libya	142,846,216	142,519,891
Government of Poland	85,478,599	169,040,079
Government of Romania	524,230	271,371
Government of Russia	12,669,717	15,800,967
Government of Saud Arabia	6,369,526	49,640,902
Government of Spain	-	44,081
Government of United Arab Emirates (U.A.E)	34,803,257	41,675,333
Government Stocks	252,724,430	252,724,430
Hong Kong & Shanghai Bank Corporation -HSBC	377,127,930	530,100,672
INGBANK N.V of Netherlands	25,073,234	193,159,429
International Development Association (IDA)	11,602,575,364	11,377,144,990
International Fund For Agricultural Development (IFAD)	521,231,667	575,406,591
International Monetary Fund (IMF)	1,239,986,318	-
Japan Bank for International Cooperation	384,612,510	423,116,639
Mogurt Hungarian Trading Company- M/Veh	18,197,524	4,969,606
Nigerian Trust Fund (NTF)	-	72,011,357
NMB Loan	18,342,069	18,342,069
Nordic Development Fund (NDF)	41,225,774	49,032,828
OPEC Fund for International Development	212,485,325	72,011,358
People's Republic of China	254,717,905	260,988,370
Raiffeison Bank of International AG	14,698,201	16,503,774
Seven Years Bonds	1,732,189,910	1,846,049,210
Special Bonds	4,764,034,887	1,000,382,481
Standard chartered Bank	1,915,376,410	1,634,705,989
Tax Reserve Certificate	397,040	352,397
Ten Years Bonds	942,120,665	2,226,635,351
Twenty Five Year Bond	943,290,200	-
Twenty Years Bonds	1,674,533,332	543,987,244
Two Years Bonds	763,436,500	800,185,200
Uni Credit Austria	13,157,249	14,773,527
Vickors PLC	6,216,465	2,345,647
<b>Total</b>	<b>58,091,246,320</b>	<b>52,810,861,126</b>

#### 102.OTHER BORROWINGS BY GOVERNMENT ENTITIES

African Development Bank	-	208,202,304
Bank M Tanzania Limited	516,667	620,000
BoA Bank (Tanzania) Limited	2,000,000	-
Commercial Bank of Africa	9,013,927	7,318,065
CRDB Bank Limited	23,158,155	53,963,375
East African Development Bank	63,540,650	73,502,618

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	30-June-2022	30-June-2021
	TZS ('000)	TZS ('000)
Economic Development Cooperation Fund (EDCF)	54,284,746	58,468,382
Exim Bank Limited	-	14,695,100
ING Bank	97,678,749	94,440,499
Local Government Loans Board	14,000	14,000
Masterone	-	2,927
NBC Tanzania Limited	5,115,165	788,072
NMB Tanzania Limited	60,976,145	32,148,912
Non resident	42,885,433	26,970,431
Other borrowings	127,972,462	101,354,071
SEM (T) Limited	31,929,219	32,154,446
Shelter Afrique	-	3,197,080
Syndication loan 408 BN Facility (Arranged by City bank)	-	52,878,345
<b>Total</b>	<b>519,085,318</b>	<b>760,718,627</b>
<b>103.BOT LIQUIDITY PAPERS</b>		
Accrued interest	352,055	186,303
Liquidity papers	46,706,302	39,824,211
<b>Total</b>	<b>47,058,357</b>	<b>40,010,514</b>
<b>104.OTHER FINANCIAL LIABILITIES</b>		
Items in Course of Settlement	3,837,283	3,408,577
Others financial liabilities	321,335,354	222,511,244
<b>Total</b>	<b>325,172,637</b>	<b>225,919,821</b>
<b>105.PENSION FUND ACTUARIAL LIABILITIES</b>		
Defined contribution scheme	20,017,000,000	20,017,000,000
<b>Total</b>	<b>20,017,000,000</b>	<b>20,017,000,000</b>
<b>106.EMPLOYEE BENEFITS LIABILITIES</b>		
Defined benefit scheme	29,604,316	69,321,615
Defined contribution scheme	68,454,170	64,336,214
Employee Benefits - Others	40,956,244	46,620,292
Long service leave	63,276,964	2,170,835
Retirement benefits obligations	375,363	3,850,911
Retirement gratuities	180,772,440	901,910
Sick leave	1,409,162	1,200
<b>Total</b>	<b>384,848,659</b>	<b>187,202,977</b>
<b>107.RETIREMENT BENEFITS OBLIGATIONS</b>		
Retirement benefits obligations	528,618,148	755,625,437
<b>Total</b>	<b>528,618,148</b>	<b>755,625,437</b>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 108. PROVISIONS

<b>30-June-2022</b>	<b>Opening Bal</b>	<b>Addition Provisions made during the Year</b>	<b>Amount Used During the Year</b>	<b>Unused Amount Reversed During the Year</b>	<b>Discount Unwinding</b>	<b>Closing</b>
<b>Description</b>	<b>TZS ('000)</b>	<b>TZS ('000)</b>	<b>TZS ('000)</b>	<b>TZS ('000)</b>	<b>TZS ('000)</b>	<b>TZS ('000)</b>
Asset Retirement Obligation	13,920,838	1,261,948	-	4,379,000	-	10,803,786
Decommissioning Liability	19,945,000	-	-	-	-1,532,000	21,477,000
Insurance Contract	69,935,229	19,628,122	84,107,112	-	-	5,456,239
Leave Pay	8,662,765	-	2,695,832	-	-	5,966,933
Legal Cases	17,576,266	2,769,333	3,953,404	-	-	16,392,195
Other Expenses	1,304,555,868	9,451,526	630,509,926	-	-	683,497,468
Untaken Leave	-	70,213	14,106	-	-	56,107
<b>TOTAL</b>		<b>33,181,142</b>		<b>4,379,000</b>	<b>-1,532,000</b>	<b>743,649,728</b>
	<b>1,434,595,966</b>		<b>725,370,500</b>			

<b>30-June-2021</b>	<b>Opening Bal</b>	<b>Addition Provisions made during the Year</b>	<b>Amount Used During the Year</b>	<b>Unused Amount Reversed During the Year</b>	<b>Discount Unwinding</b>	<b>Closing</b>
<b>Description</b>	<b>TZS ('000)</b>	<b>TZS ('000)</b>	<b>TZS ('000)</b>	<b>TZS ('000)</b>	<b>TZS ('000)</b>	<b>TZS ('000)</b>
Asset Retirement Obligation	11,445,478	490,760	-	-1,984,600	-	13,920,838
Decommissioning Liability	22,692,000	-	2,747,000	-	-	19,945,000
Insurance Contract	169,177,691	25,988,812	125,231,274	-	-	69,935,229
Leave Pay	8,538,042	130,639	5,916	-	-	8,662,765
Legal Cases	13,824,410	3,932,189	138,673	41,660	-	17,576,266
Other Expenses	807,308,081	507,394,583	4,793,314	5,353,482	-	1,304,555,868
<b>TOTAL</b>	<b>1,032,985,702</b>	<b>537,936,983</b>	<b>132,916,177</b>	<b>3,410,542</b>	<b>-</b>	<b>1,434,595,966</b>

	<b>30-June-2022</b>	<b>30-June-2021</b>
	<b>TZS '000</b>	<b>TZS '000</b>
<b>109. DEFERRED INCOME (REVENUE)</b>		
Deferred revenue grant	938,171,392	796,368,068
<b>Total</b>	<b>938,171,392</b>	<b>796,368,068</b>
<b>110. DEFERRED INCOME (CAPITAL)</b>		
Development Deferred Income	19,828,695,449	15,735,658,220
<b>Total</b>	<b>19,828,695,449</b>	<b>15,735,658,220</b>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 111. WORK IN PROGRESS

30-June-2022	Cost/Revaluation									
	At 01 Jul		Addition Monetary		Addition Non Monetary		Transfers		Revaluation Adjustment	
	TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)	
Building other than Dwelling - WIP	930,951,533		256,257,239		76,832,298		(111,630,297)		-	
							(4,300,424)		-	
Dwelling - WIP	3,648,845		-		3,185,517		-		-	
Machinery and equipment not else where classified - WIP	379,333,293		82,215,627		36,245,488		(95,750,366)		-	
							(2,184,876)		-	
Machinery and Equipment other than Transport	148,967,904		95,378,708		3,347,001		(47,888,967)		-	
									-	
Equipment - WIP									-	
Other structure - WIP	11,178,720,829		2,853,152,973		1,913,540,068		(1,927,142,177)		-	
Transportation equipments - WIP	5,032,840,744		2,005,031,219		355,498,611		(83,628,499)		-	
							(1,704,660)		-	
	<b>17,674,463,148</b>		<b>5,292,035,765</b>		<b>2,388,648,984</b>		<b>(2,266,040,306)</b>		<b>-</b>	
									<b>(152,809,276)</b>	
									<b>(139,048)</b>	
									<b>22,936,159,266</b>	
										<b>22,936,159,266</b>

30-June-2021	Cost/Revaluation									
	At 01 Jul		Addition Monetary		Addition Non Monetary		Transfers		Revaluation Adjustment	
	TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)		TZS ('000)	
Building other than Dwelling - WIP	759,447,433		160,442,836		49,734,404		(38,429,945)		-	
							(243,196)		-	
Dwelling - WIP	670,340		2,978,505		-		-		-	
Machinery and equipment not else where classified - WIP	296,511,154		151,883,298		81,327,680		(151,102,672)		-	
							713,833		-	
Machinery and Equipment other than Transport	79,081,496		98,187,593		13,187,534		(41,664,750)		-	
							177,031		(1,000)	
Equipment - WIP									-	
Other structure - WIP	8,075,154,259		3,175,076,739		3,229,971,941		(3,224,834,928)		-	
Transportation equipments - WIP	3,184,942,988		1,900,607,557		65,062,668		(97,005,582)		-	
							(20,766,887)		-	
	<b>12,395,807,670</b>		<b>5,489,176,528</b>		<b>3,439,284,227</b>		<b>(3,553,037,877)</b>		<b>-</b>	
									<b>(96,720,684)</b>	
									<b>(46,716)</b>	
									<b>17,674,463,148</b>	
										<b>17,674,463,148</b>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 112. STATEMENT OF GUARANTEES

EXPORT CREDIT GUARANTEE SCHEME											
No	Product	Financing Institution	Loan Amount in (TZS '000')	Guaranteed Amount in (TZS '000')	Loan Amount in (TZS '000')	Guaranteed Amount in (TZS '000')	Level of Guarantee	Issue Date (DD/MM/YY)	Expiry Date (DD/MM/YY)	Loan Status	Duration (Years)
1	Morogoro Cancas Mills	CRDB Bank	15,468,667	11,601,500	15,468,667	11,601,500	75%	7/01/2016	7/10/2016	Term Loan	10
2	Gomba Estate	Standard Chartered Bank	-	-	5,426,000	4,069,000	75%	06/01/2005	05/01/2010	Restructured Medium Term Loan Extended	5
3	Unnat Fruits Processing Ltd	Exim Bank	4,800,635	3,600,476	4,800,635	3,600,476	75%	19/02/2009	25/08/2010	Term Loan	1.5
4	Musoma Dairy Ltd (USD 762,003 at 1,598.43:USD on 27th March 2013)	PTA BANK	1,218,006	913,506	1,218,006	913,506	75%	28/03/2015	27/03/2018	1st Short Term Loan Extended	1
5	Musoma Dairy Ltd (USD 2,250,000 at 1,598.43:USD on 27th March 2013)	PTA BANK	3,596,468	2,697,351	3,596,468	2,697,351	75%	28/03/2015	27/03/2018	Restructured Medium Term Loan Extended	1
6	Musoma Dairy Ltd (USD 1,048,400 at 1,598.43:USD on 27th March 2013)	PTA BANK	1,675,794	837,897	1,675,794	837,897	50%	28/03/2015	27/03/2018	2nd Short Term Loan Extended	1
7	125 PCS in Shinyanga, Tabora, Kagera, Kigoma, Ruvuma & Mbeya	NMB	40,857,748	30,643,311	40,857,748	30,643,311	75%	17/01/2012	17/01/2013	Term Loan	1
8	216 PCS in Mtwara, Lindi, Ruvuma, Coast & Tanga	NMB	54,086,291	54,086,291	54,086,291	54,086,291	100%	3/06/2012	3/06/2013	Short Term	1
9	124 PCS in Tabora, Mbeya, Shinyanga, Kagera, Kigoma & Ruvuma	NMB	52,945,054	39,708,790	52,945,054	39,708,790	75%	2/11/2013	2/11/2014	Short Term	1
10	24 AMCOS in Tabora, Ruvuma, Kagera, Shinyanga and Kigoma	NMB	3,551,144	2,663,358	3,551,144	2,663,358	75%	13/05/2014	13/05/2015	Short Term	1
11	65 AMCOS in Tabora, Mbeya, Kagera, Katavi, Shinyanga & Kigoma	NMB	29,048,818	21,786,614	29,048,818	21,786,614	75%	21/01/2015	21/01/2016	Short Term	1
12	39 AMCOS in Iringa, Chunya, Mpanda & Manyoni	CRDB	2,891,582	2,168,686	2,891,582	2,168,686	75%	25/02/2015	24/02/2016	Short Term	1
13	137 AMCOS in Tabora, Kahama & Kigoma	CRDB	1,203,002	902,251	1,203,002	902,251	75%	25/02/2015	25/02/2016	Short Term	1
14	BISUSTAIN TANZANIA LTD	NMB	-	-	1,961,670	980,835					
15	70 AMCOS in Tabora, Kagera, Mbeya, Katavi, Geta, Ruvuma, Shinyanga, Singida and Kigoma	NMB	1,214,393	910,795	1,214,393	910,795	75%	15/01/2016	14/01/2017	Short Term	1



# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

EXPORT CREDIT GUARANTEE SCHEME												
No	Borrower	Product	Financing Institution	Loan Amount in (TZS '000')	Guaranteed Amount in (TZS '000')	Loan Amount in (TZS '000')	Guaranteed Amount in (TZS '000')	Level of Guarantee	Issue Date (DD/MM/YY)	Expiry Date (DD/MM/YY)	Loan Status	Duration (Years)
				2021/2022		2020/2021						
	111 AMCOS in Skonge, Urambo, Tabora, Shinyanga and Kigoma Regions	Tobacco Inputs	CRDB	518,989	389,242	518,989	389,242	75%	16/02/2018	15/02/2019	Short Term	1
16	81 AMCOS in Tabora, Mbeya, Kagera, Shinyanga, Katavi and Kigoma Regions	Tobacco Inputs	NMB	72,530	54,398	72,530	54,398	75%	16/02/218	15/02/2019	Short Term	1
17	19 AMCOS in Chunya, Mbeya Region	Tobacco Inputs	CRDB	298,611	223,958	298,611	223,958	75%	16/02/2018	15/02/2019	Short Term	1
18	AMCOS in Urambo Tabora Regions	Tobacco Inputs	CRDB	-	-	64,350	32,175	50%	06/02/2018	31/08/2021	Restructured Loan	4
19	AMCOS in Urambo Tabora Regions	Tobacco Inputs	CRDB	-	-	790,059	395,029	50%	06/02/2018	31/08/2021	Restructured Loan	5
20	AMCOS in Urambo Tabora Regions	Tobacco Inputs	CRDB	-	-	335,035	167,518	50%	06/02/2018	31/08/2021	Restructured Loan	5
21	Grand Total			213,447,730	173,188,423	222,024,844	178,832,980					

### SME SMALL AND MEDIUM ENTERPRISE GUARANTEE SCHEME

		2021/2022				2020/2021								
No.	Borrower	Product	Beneficiary Institution	Loan Amount	Guarantee Amount (TZS'000')	Loan Amount (TZS'000')	Guarantee Amount (TZS'000')	Guarantee Level (%)	Tenure	From	To	Status		
1	Kisigo Estate Farm P.O. Box 190 Mufindi, IIRINGA	Agriculture	TIB Bank	500,000	250,000	500,000	250,000	50	5	10/01/2013	30/09/2018	Outstanding loan restructured to expire Jan 2033		
TOTAL				500,000	250,000	500,000	250,000							

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 113. FUNDS OPERATING WITH MDAS

No.	Vote	Name of MDA	Fund Description	30-June-2022 TZS '000	30-June-2021 TZS '000
1	5	National Irrigation Commission	Irrigation Development Fund (IDF) Resilient Natural Resource Management for Tourism and Growth (REGROW) Dakawa Irrigation Scheme	893,409 43,737 5,595,356 6,532,502	308,185 43,737 5,711,381 6,063,303
2	28	Tanzania Police Force	Canteen/Duty free shops Police Force Corporation Sole	105,147 13,236 118,383	105,147 13,236 118,383
3	37	Prime Minister's Office	National Relief Fund	5,814,536 5,814,536	5,814,536 5,814,536
4	48	Ministry of Lands, Housing and Urban Development	Housing Loan	9,255,863 9,255,863	9,255,863 9,255,863
5	49	Ministry of Water	Tunduma Water Supply and Sanitation Authority Makambako Water Supply and Sanitation Authority Chunya Water Supply and Sanitation Authority Mbinga Water Supply and Sanitation Authority Ruangwa Water Supply and Sanitation Authority Wanging'ombe Water Supply and Sanitation Authority Igunga Water Supply and Sanitation Authority Tunduru Water Supply and Sanitation Authority Kasulu Water Supply and Sanitation Authority Kibondo Water Supply and Sanitation Authority Mafinga Water Supply and Sanitation Authority Mugumu Water Supply and Sanitation Authority Tarime Water Supply and Sanitation Authority Ngara Water Supply and Sanitation Authority Mwanhuzi Water Supply and Sanitation Authority Busega Water Supply and Sanitation Authority Chato Water Supply and Sanitation Authority Mbulu Water Supply and Sanitation Authority Simanjiro Water Supply and Sanitation Authority Karatu Water Supply and Sanitation Authority Korogwe Water Supply and Sanitation Authority Mpwapwa Water Supply and Sanitation Authority Kibaigwa Water Supply and Sanitation Authority Ifakara Water Supply and Sanitation Authority Manyoni Water Supply and Sanitation Authority	1,367,974 1,169,811 1,223,239 2,788,104 4,006,625 3,050,713 16,918,209 1,335,765 1,681,996 2,797,986 3,099,375 8,097,346 235,777 697,183 3,578,518 6,627,413 5,503,828 2,137,750 23,211,459 577,656 4,762,502 3,680,804 2,903,317 760,532 2,380,620 104,594,501	- 1,044,657 - 1,798,508 3,625,409 3,898,591 17,479,780 - - - 2,838,432 8,886,505 204,932 254,550 - - - - 86,393 - - - - 361,200 - 40,478,958
6	53	Ministry of Health Community Development Gender Elderly and Children	Women Development Fund (WDF)	1,358,010 1,358,010	1,351,067 1,351,067
7	65	Ministry of Labour, Youth, Employment, and Persons with Disability	Youth Development Fund	173,563 173,563	153,823 153,823
8	69	Ministry of Natural Resources and Tourism	National Fund For Antiquities Tourism Development Levy	- -	112,975 227,065 340,040
9	96	Ministry of Information Culture and Sports	Mallya Sports College	37,315 37,315	65,736 65,736
<b>GRAND TOTAL</b>				<b>127,884,673</b>	<b>63,641,709</b>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 114. CONTINGENT LIABILITIES AND ASSETS

Vote	Vote Name	Amount TZS '000	Nature of Contingent Liability
69	Ministry of Natural Resources and Tourism	2,248,448	Civil Case No. 11/2013. The claimant sues for TZS 2,248,447,750/= as a result of the loss the Company suffered in 2004 when the Government banned export of logs outside the Country.
		11,600,000	Case No. 146 of 201. Declaration that the Plaintiff is lawful registered owner of Plot No. 461, 462, 463, 465 and 466 and a permanent injunction restraining the Defendants from interfering in his lawful ownership of the said plots of land and developments thereto.
		300,000	Case No. 27 of 2007. Plaintiffs are opposing the act of confiscating their motor vehicle, one rifle and one shotgun.
		250,000	Case No. 8 of 2007. Compensation for damages suffered upon being refused to be granted transport permit for mtundu logs by the Defendant
		1,000,000	Civil Case No. 35/2016 This case refers the suit (Miscellaneous Application) originates from Notice of Seizure of logs made by Tanzania Forest Services Agency issued on 18th January, 2016.
		171,020	Civil Case No. 73/2018 The case originated from Economic case No. 2 of 1999 where the defendant were found guilty of criminal charges hence institution of this case.
		40,190	Civil Case No. 42/2016 The case originated from criminal case number 118/2013 where the defendant were found guilty of criminal charges hence the institution of this case.
		150,000	Misc land Case No. 129/2010 compensation for destroyed farm produce and a house for allegations that he is dwelling inside the forest reserve while the claimant maintains that he is the lawful owner of the plot since 1975.
		98,519	Manyara Wildlife Safari refuses to pay.
		15,858,177	
52	Ministry of Health and Social Welfare	10,159	Case CMA Kigoma . Said Malolo Vs.MOI (Kigoma RRH) & RHH Maweni.
		200,000	Case 1/20019 Dr. Sabius Mchau Vs PS (MOH) & Attorney General
		950,000	Case No. 129/2012. Sisti Marishay (Suing as friends of Emmanuel Didas Vs.The Board of Trustees MOI, Permanent Secretary – MoHSW & Attorney General.
		15,159	CMA 120/2019 .Jibu Malilo Said- Moi (Maweni RRH)
		13,242,385	Case No. 42/2020 M.A. Kharaf & Sons Ltd
		11,150	CMA/DSM/TEM/70/2017, Nsubi Mwangaba
		14,428,852	
57	Ministry of Defence and National Service	95,008	Civil case No. 176/2017 John Timoth Nyaisanga Just Dear Investment
		4,913,132	Commercial Case No.40/2015, Baco and Ayub Trading Co. Ltd
		500,000	Land case No. 85/2018, Said Lipite & Others
		5,508,140	
49	Ministry of Water	15,500	High Court Case No. 201 of 2016 Seif Ally Mateke V. Ahamad Athuman
		15,500	
43	Ministry of Agriculture	900,000	Case No. 169/2001. Elda J.Makoye Vs.P/S-MoAFSC
		4,536,075	Case No. 39/2006. Afriscan Construction Co.Ltd Vs.PS-Ministry of Water
		5,436,075	
58	Ministry of Energy and Minerals	69,469,800	Case No. 24524/TO Heritage Rukwa Limited Vs Government and TPDC of USD 30,000,000.
		428,397,100	ICSID Case NoARB/15/41; Standard Chartered Bank of USD 185,000,000
		497,866,900	
96	Ministry of Information, Culture and Arts	461,000	Employment Labour case no. CMA/ARS/MED/500/2015 Daniel Mpuye Gervas Vs MICAS
		64,351	Case No. CMA/DSM/ILA/R.538/2018 Sofia M. Komba Vs MICAS & AG
		525,351	
23	Accountant General's	1,446,126	Epicor licence subscription
55	Commission for Human Rights and Good Governance	1,446,126	
		275,000	Case No.82/2007 Commission suing Private Institution -CHRAGG & AG Vs Info Wise Tech Ltd.
21	The Treasury	275,000	
		50,000	Court cases: Guarantee issued by the Bank of Tanzania to CRDB Bank for the loan issued to Landmark Solution since 2006, Land Mark Solution defaulted, CRDB take the issue to the Court of Law. The case is still in the court.
		42,921,859	Loan Rfinancing: Refinancing and structured financing facilities.
		1,025,939	Small and Medium enterprises guarantee: Guarantee issued to small and medium enterprises as at 30 <sup>th</sup> June 2019, (1,075,939,270.00 – 50,000,000 for Land Mark who defaulted.
		283,980,545	Export Credit Guarantee: Guarantee issued to Export Credit Guarantee as 30 <sup>th</sup> June 2020.
	Wanging'ombe District Council	327,978,343	
		5,000	Case No. 37 of 2020 Mhongole Family Vs Mhaji Village
		10,000	Case No. 90 of 2016 Melick Msemwa and Others vs. Serikali ya kijiji cha Usita
		2,000	Case No. 64 of 2020 Mfuse Family Vs. Mhaji Village
Vote	Vote Name	17,000	
		Amount TZS '000	Nature of Contingent Asset
98	Ministry of Works	87,191	A civil case No.172 of 2008 on loss of vehicle parts with motor vehicle STJ1630

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 115. STATEMENT OF LOSSES AS AT 30<sup>TH</sup> JUNE, 2022

VOTE	MINISTRY/ REGION/DEPARTMENT	LOSS OF MONEY, GOODS AND UNLAWFUL EXPENDITURE REQUESTED FOR CONDEMNATION			REVENUE UNCOLLECTABLE	STATUS	
		CASH	NUGATORY EXPENDITURE	STORES		VERIFIED	UNVERIFIED
		TZS '000	TZS '000	TZS '000		TZS '000	TZS '000
	Tanzania Insurance Regulatory Authority (TIRA)	7,713		11,320		19,033	
	Government Procurement Services Agency (GPSA)	-	-	98,483		98,483	
	Taasisi ya Elimu Tanzania				9,504	9,504	
	Rural Energy Agency	-	-	-	7,153,298	7,153,298	
	Higher Education Student Loan Board (HESLB)	-	-	-	1,405,665,721	1,405,665,721	
	TIC - Moshi Branch (VT37)	9,749	-	-	-	9,749	
	Chuo cha Afya vna Sayansi - Mtwara (COHAS)	-	-	25,270	-	25,270	
	Chuo cha Mipango na Maendeleo Vijijini Dodoma (IRDP)				734,452	734,452	
	Mamlaka ya Dawa na Chakula (TMDA)				33,402,590	33,402,590	
VT 7	Treasury Registrar (TR)	-	-	-	1,322,684	1,322,684	
VT 23	Mhasibu Mkuu wa Serikali	12,040					12,040
VT28	Ministry of Home Affairs - Police Forces	2,489				2,489	
VT33	Ethics Secretariat			9,818		9,818	
VT40	Judiciary	229,095				229,095	
		18,161					18,161
VT42	Bunge	4,572					4,572
VT43	Ministry of Agriculture	17,577		42,995		42,695	60572
VT44	Ministry of Industry & Trade	-	-	3,500		3,500	
				5,647			5,647
VT46	Ministry of Education & Vocational Training	62,542				62,542	
				65,000		65,000	
VT48	Ministry of Lands, Housing and Human Settll	58,078		121,967		180,045	
VT49	Ministry of Water	31,119				31,119	
					319,372	319,372	
VT52	Ministry of Health Community Devt, Gender Elderly & Children		-	5,681,058	-	5,681,058	
		147,254		2,384			149,638
VT53	Comm. Dev., Women & Children	-	159,311			159,311	
				2,015			2,015
VT62	Ministry of Works, Transport and Communication (Transport)	-	-	384,689	-	384,689	
VT63	RAS - Geita	-	-	23,440	-	23,440	
VT68	Wizara ya Habari, Mawasiliano na Teknolojia	-	-	-	357,818	357,818	
VT69	Ministry of Tourism & Natural Resources	57,704	-	-	874,853	932,557	
VT70	RAS - Arusha	-	-	272,787	-	272,787	
VT72	RAS - DODOMA	-	-	8,726	-	8,726	
VT73	RAS - IRINGA	-	-	553,135		553,135	
VT74	RAS - Kigoma	8,863	-	-		8,863	
VT80	RAS - Mtwara	-	-	584,724		584,724	
VT81	RAS - Mwanza		51,456				51,456
VT82	RAS - Ruvuma	-	-	667,689		667,689	
VT83	RAS - Shinyanga		37,979				37,979
VT 84	RAS Singida	-	-	54,385		54,385	
VT86	RAS - Tanga	-	-	37,565		37,565	
VT87	RAS - Kagera	-	-	318,161		318,161	
VT88	RAS - Dar es salaam	-	-	108,017		108,017	
VT91	Drug Control and Enforcement Authority	-	-	16,762		16,762	
VT92	Commissioner - TACAIDS			5,150			5,150
VT93	Immigration Department	61,589	-			61,589	
VT95	RAS - Manyara		300,000	388,621.00		688,621	
VT96	Min. of Info, Culture & Sports			4,657		4,657	
VT98	Ministry of Works, Transport and Communication-(Works)				39,118	39,118	
VT99	Wizara ya Maendeleo ya Mifugo na Uvuvi			3,938	-		3,938
<b>GRAND TOTAL</b>						<b>1,460,350,131</b>	<b>351,168</b>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 116. FAIR VALUE OF FINANCIAL INSTRUMENTS

The table below shows an analysis of the financial instruments at a fair value by level of the fair value hierarchy. The financial instruments are grouped into levels 1 to 3 based on the degree to which fair value is observable.

- (i) Level 1: Fair value measurements are those derived from quoted prices (unadjusted) active in active markets for identical assets or liabilities.
- (ii) Level 2: Fair value measurements are those derived from inputs other than quoted prices included within level 1 that are observable for the assets or liabilities, either directly (i.e. as a price) or indirectly (i.e. derived from prices); and
- (iii) Level 3: Fair value measurements are those derived from valuation techniques that include inputs for the assets or liability that are based on observable market data (unobservable inputs).

	Level 1 TZS '000	Level 2 TZS '000	Level 3 TZS '000	Total TZS '000
<b>As at 30<sup>th</sup> June, 2022</b>				
<b>Financial assets</b>				
Cash and Cash Equivalent	-	8,307,075,200	-	8,307,075,200
Equity Investments	-	4,133,363,718	-	4,133,363,718
Escrow Accounts	-	150,269,779	-	150,269,779
Fixed Deposits/Placements	-	802,279,907	-	802,279,907
Foreign Currency Marketable Securities	-	7,606,900,473	-	7,606,900,473
Holdings of Special Drawing Rights (SDRs)	-	21,177,737	-	21,177,737
Loans Receivables	-	9,634,731,170	-	9,634,731,170
Other Financial Assets	-	1,337,830,790	-	1,337,830,790
Quota in International Monetary Fund (IMF)	-	1,217,187,495	-	1,217,187,495
Receivables	-	11,894,589,210	-	11,894,589,210
	-	<b>45,105,405,480</b>	-	<b>45,105,405,480</b>
<b>Financial liabilities</b>				
Allocation of Special Drawing Rights (SDRs)	-	1,751,474,416	-	1,751,474,416
Borrowings (Public Dept)	-	58,091,246,320	-	58,091,246,320
BoT Liquidity Papers	-	47,058,357	-	47,058,357
Deposit - Others	-	1,641,663,168	-	1,641,663,168
Deposits from Banks and Non-Bank Financial Institutions	-	2,403,704,812	-	2,403,704,812
Foreign Currency Financial Liabilities	-	2,300,452,450	-	2,300,452,450
IMF Related Liabilities	-	1,034,440,925	-	1,034,440,925
Other Borrowings by Government Entities	-	519,085,318	-	519,085,318
Other Financial Liabilities	-	325,172,637	-	325,172,637
Payables and Accruals	-	14,648,953,825	-	14,648,953,825
	-	<b>82,763,252,227</b>	-	<b>82,763,252,227</b>



# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

As at 30 <sup>th</sup> June, 2021				
<b>Financial assets</b>				
Cash and Cash Equivalent	-	7,335,362,851	-	7,335,362,851
Equity Investments	-	3,807,835,122	-	3,807,835,122
Escrow Accounts	-	149,930,016	-	149,930,016
Fixed Deposits/Placements	-	585,611,268	-	585,611,268
Foreign Currency Marketable Securities	-	6,255,042,431	-	6,255,042,431
Holdings of Special Drawing Rights (SDRs)	-	22,217,849	-	22,217,849
Loans Receivables	-	9,971,595,349	-	9,971,595,349
Other Financial Assets	-	1,627,822,903	-	1,627,822,903
Quota in international Monetary Fund (IMF) Receivables	-	1,304,531,756	-	1,304,531,756
	-	13,613,653,651	-	13,613,653,651
	-	<b>44,673,603,197</b>	-	<b>44,673,603,197</b>
<b>Financial liabilities</b>				
Allocation of Special Drawing Rights (SDRs)	-	624,756,632	-	624,756,632
Borrowings (Public Dept)	-	52,810,861,126	-	52,810,861,126
BoT Liquidity Papers	-	40,010,514	-	40,010,514
Deposit - Others	-	1,439,067,030	-	1,439,067,030
Deposits from Banks and Non-Bank Financial Institutions	-	2,600,695,446	-	2,600,695,446
Foreign Currency Financial Liabilities	-	1,569,043,226	-	1,569,043,226
IMF Related Liabilities	-	1,108,671,457	-	1,108,671,457
Other Borrowings by Government Entities	-	760,718,627	-	760,718,627
Other Financial Liabilities	-	225,919,821	-	225,919,821
Payables and Accruals	-	14,432,904,437	-	14,432,904,437
	-	<b>75,612,648,316</b>	-	<b>75,612,648,316</b>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 117. CREDIT RISK

Description	30 Jun 2022	30 June 2021	2022				
			Up To 1 Month	1 - 3 Months	3 - 12 Months	1 - 3 Years	3 - 5 Years
	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS('000)	TZS ('000)	TZS ('000)
Cash and Cash Equivalent	8,307,075,200	8,258,856,568	4,888,603,363	5,499,623,386	1,377,785,737	46,940,627	1,228,770,676
Equity Investments	4,133,363,718	3,807,835,122	4,133,363,718	-	-	-	-
Escrow Accounts	150,269,779	149,930,016	150,269,779	-	-	-	-
Fixed Deposits/Placements	802,279,907	585,611,268	996,544,269	-	-	-	-
Foreign Currency Marketable Securities	7,606,900,473	6,255,042,431	7,606,900,473	-	-	-	-
Holdings of Special Drawing Rights (SDRs)	21,177,737	22,217,849	21,177,737	-	-	-	-
Loans Receivables	9,634,731,170	9,971,595,349	15,786,470,117	-	-	-	-
Other Financial Assets	1,337,830,790	1,627,822,903	1,337,830,790	-	-	-	-
Quota in international Monetary Fund (IMF) Receivables	1,217,187,495	1,304,531,756	1,217,187,495	-	-	-	-
	11,894,589,210	13,613,653,651	2,623,582,477	4,335,654,681	7,552,349,184	59,452,167	1,558,895,826
<b>Total</b>	<b>45,105,405,480</b>	<b>44,673,603,197</b>	<b>38,761,930,219</b>	<b>9,835,278,066</b>	<b>12,325,392,523</b>	<b>106,392,794</b>	<b>2,787,666,502</b>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

		2021						
Over 5 Years	Elimination	Up To 1 Month	1 - 3 Months	3 - 12 Months	1 - 3 Years	3 - 5 Years	Over 5 Years	Elimination
TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)
2,797,777	(4,737,446,365)	4,028,031,067	2,200,170,000	4,022,201,064	1,208,289,139	77,431,729	3,846,938	(4,204,607,086)
-	-	3,807,835,122	-	-	-	-	-	-
-	-	149,930,016	-	-	-	-	-	-
-	(194,264,362)	660,980,737	-	-	-	-	-	(75,369,469)
-	-	6,255,042,431	-	-	-	-	-	-
-	-	22,217,849	-	-	-	-	-	-
959,750	(6,152,698,697)	15,468,507,790	-	-	-	-	959,750	(5,497,872,200)
-	-	1,627,822,903	-	-	-	-	-	-
-	-	1,304,531,756	-	-	-	-	-	-
32,340,181	(4,267,685,306)	4,070,518,644	4,149,751,070	2,914,165,106	6,147,076,069	806,693,491	312,862,783	(4,787,413,512)
<b>36,097,708</b>	<b>(15,352,094,730)</b>	<b>25,049,091,653</b>	<b>6,349,921,070</b>	<b>6,936,366,170</b>	<b>8,968,752,190</b>	<b>884,125,220</b>	<b>317,669,471</b>	<b>(14,565,262,267)</b>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 118. LIQUIDITY RISK

Description	30 Jun 2022 TZS ('000)	30 June 2021 TZS ('000)	2022				
			Up To 1 Month TZS ('000)	1 - 3 Months TZS ('000)	3 - 12 Months TZS ('000)	1 - 3 Years TZS ('000)	3 - 5 Years TZS ('000)
Allocation of Special Drawing Rights (SDRs)	1,751,474,416	624,756,632	1,751,474,416	-	-	-	-
Borrowings (Public Debt)	58,091,246,320	52,810,861,126	8,948,815,701	785,187,456	7,676,872,179	10,494,507,976	2,573,025,356
BoT Liquidity Papers	47,058,357	40,010,514	47,058,357	-	-	-	-
Deposit - Others	1,641,663,168	1,439,067,030	1,641,663,168	-	-	-	-
Deposits from Banks and Non-Bank Financial Institutions	2,403,704,812	2,600,695,446	2,403,704,812	-	-	-	-
Foreign Currency Financial Liabilities	2,300,452,450	1,569,043,226	2,300,452,450	-	-	-	-
IMF Related Liabilities	1,034,440,925	1,108,671,457	1,034,440,925	-	-	-	-
Other Borrowings by Government Entities	519,085,318	760,718,627	519,085,318	-	-	-	-
Other Financial Liabilities	325,172,637	225,919,821	325,172,637	-	-	-	-
Payables and Accruals	14,648,953,825	14,432,904,437	3,464,611,172	3,292,534,860	3,211,125,143	2,499,326,137	2,042,946,187
<b>Total</b>	<b>82,763,252,227</b>	<b>75,612,648,316</b>	<b>22,436,478,956</b>	<b>4,077,722,316</b>	<b>10,887,997,322</b>	<b>12,993,834,113</b>	<b>4,615,971,543</b>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

		2021						
Over 5 Years TZS ('000)	Elimination TZS ('000)	Up To 1 Month TZS ('000)	1 - 3 Months TZS ('000)	3 - 12 Months TZS ('000)	1 - 3 Years TZS ('000)	3 - 5 Years TZS ('000)	Over 5 Years TZS ('000)	Elimination TZS ('000)
-	-	624,756,632	-	-	-	-	-	-
27,612,837,652	-	18,711,493,474	3,129,506,175	5,288,894,408	4,494,753,615	9,950,816,790	11,235,390,664	-
-	-	40,010,514	-	-	-	-	-	-
-	-	1,439,067,030	-	-	-	-	-	-
-	-	2,600,695,446	-	-	-	-	-	-
-	-	1,569,043,226	-	-	-	-	-	-
-	-	1,108,671,457	-	-	-	-	-	-
-	-	760,718,627	-	-	-	-	-	-
-	-	225,919,821	-	-	-	-	-	-
138,410,326	-	2,678,909,353	2,019,172,208	3,508,965,782	4,576,839,261	1,121,025,587	527,993,156	-
<b>27,751,247,978</b>	-	<b>29,759,291,579</b>	<b>5,148,678,473</b>	<b>8,797,860,190</b>	<b>9,071,591,876</b>	<b>11,071,842,377</b>	<b>11,763,383,820</b>	-



# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 119. CURRENCY RISK

	30 Jun 2022 TZS ('000)	30 June 2021 TZS ('000)	2022				
			TZS TZS ('000)	USD TZS ('000)	GBP TZS ('000)	EUR TZS ('000)	AUD TZS ('000)
<b>Asset</b>							
Cash and Cash Equivalent	8,307,075,200	7,335,362,857	3,833,708,206	3,060,545,672	66,973,786	58,467,455	-
Equity Investments	4,133,363,718	3,807,835,122	4,133,363,718	-	-	-	-
Escrow Accounts	150,269,779	149,930,016	150,269,779	112,787,779	-	-	-
Fixed Deposits/Placements	802,279,907	585,611,268	802,279,907	-	-	-	-
Foreign Currency Marketable Securities	7,606,900,473	6,265,042,437	-	5,164,128,586	307,748,174	-	199,376,493
Holdings of Special Drawing Rights (SDRs)	21,777,737	22,217,849	21,777,737	-	-	-	-
Loans Receivables	9,634,731,170	9,971,596,349	9,634,731,170	-	-	-	-
Other Financial Assets	1,337,830,790	1,627,822,903	1,337,830,790	-	-	-	-
Quota in International Monetary Fund (IMF)	1,277,787,496	1,304,531,756	1,277,787,496	-	-	-	-
Receivables	1,894,589,210	1,3613,653,657	1,894,589,210	-	-	-	-
	<b>45,105,405,480</b>	<b>44,673,603,197</b>	<b>31,775,494,000</b>	<b>5,763,180,932</b>	<b>682,470,162</b>	<b>56,467,455</b>	<b>-</b>
<b>Liability</b>							
Allocation of Special Drawing Rights (SDRs)	1,751,474,416	624,756,632	1,751,474,416	-	-	-	-
Borrowings (Public Debt)	58,091,246,320	52,570,861,728	56,339,771,904	-	-	-	-
BoT Liquidity Papers	47,058,357	40,070,514	44,979,971	-	2,078,386	-	-
Deposit - Others	1,641,663,168	1,430,067,030	1,641,663,168	-	-	-	-
Deposits from Banks and Non-Bank Financial Institutions	2,403,704,812	2,600,695,446	1,516,012,556	716,595,965	-	-	-
Foreign Currency Financial Liabilities	2,300,452,450	1,569,043,220	1,368,330,180	863,998,787	16,421,506	51,701,977	-
IMF Related Liabilities	1,034,440,925	1,108,671,457	858,321,536	-	294,283	175,825,106	-
Other Borrowings by Government Entities	579,085,318	760,719,627	519,085,318	-	-	-	-
Other Financial Liabilities	325,772,637	225,919,821	316,203,503	8,942,101	-	-	-
Payables and Accruals	14,648,953,825	14,432,934,427	14,648,953,825	-	-	-	-
	<b>82,763,252,227</b>	<b>75,612,648,316</b>	<b>79,004,796,376</b>	<b>1,589,536,853</b>	<b>18,794,175</b>	<b>227,527,083</b>	<b>-</b>
<b>Net Liquidity Gap</b>	<b>(37,657,846,747)</b>	<b>(30,939,045,119)</b>	<b>(47,229,302,376)</b>	<b>4,173,644,079</b>	<b>663,675,987</b>	<b>(171,059,628)</b>	<b>-</b>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

			2021							
JPY TZS ('000)	SDR TZS ('000)	Others TZS ('000)	TZS TZS ('000)	USD TZS ('000)	GBP TZS ('000)	EUR TZS ('000)	AUD TZS ('000)	JPY TZS ('000)	SDR TZS ('000)	Other TZS ('000)
		1,299,380,081	1,300,724,727	34,649,986	88,138					
			3,807,835,122							
			149,930,016							
			585,611,268							
		1,945,648,220		3,127,521,216	1,261,008,486					1,876,512,72
	21,111,738		22,217,849							
			9,971,595,349							
			1,827,822,903							
	1,217,187,496		1,304,631,756							
			13,613,653,651							
-	1,238,365,233	5,589,427,697	38,383,922,642	3,162,071,201	1,251,096,624	-	-	-	-	1,876,512,72
-	-	-	624,756,632	-	-	-	-	-	-	-
-	1,751,474,416	-	52,810,861,126	-	-	-	-	-	-	-
-	-	-	40,010,514	-	-	-	-	-	-	-
-	-	-	1,439,067,030	-	-	-	-	-	-	-
-	-	171,096,291	2,600,695,446	-	-	-	-	-	-	-
-	-	-	1,569,043,226	-	-	-	-	-	-	-
-	-	-	1,108,671,457	-	-	-	-	-	-	-
-	-	-	760,718,627	-	-	-	-	-	-	-
-	-	27,033	225,919,821	-	-	-	-	-	-	-
-	-	-	14,432,904,437	-	-	-	-	-	-	-
-	1,751,474,416	171,123,324	75,612,648,316	-	-	-	-	-	-	-
-	(513,109,183)	5,418,304,373	(37,228,725,674)	3,162,071,201	1,251,096,624	-	-	-	-	1,876,512,72

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 120. RELATED PARTY DISCLOSURE

Related party disclosure with the Government of United Republic of Tanzania (Tanzania Mainland) includes the Members of CABINET who are principal Executives and have significant influence over the decision of the Government. During the financial year 2020/21 there were no conflicting interests for reporting under this aspect.

### 121. EVENTS AFTER THE REPORTING DATE

There was no significant material post balance sheet event which required adjustment or disclosure in the financial statements.

### 122. TAX COMMITMENTS AND CONTINGENCIES

#### (i) Commitments

There were no commitments in relation to tax revenue as of 30<sup>th</sup> June 2021 (30<sup>th</sup> June 2020: NIL).

#### (ii) Contingent Assets

A contingent asset is a possible asset that arises from past events, and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the TRA. In line with TRA operations, contingent assets result from:

- a. Court cases:** At the closure of financial year 2021/22, TRA had 904 tax cases (2020/21 1055 tax cases) at various appellate machineries with a total value of TZS 4,800.35 billion and USD 15.71 million (2020/21 TZS 356,978.08 billion and USD 137.80 million) for TZS. Mainland while Zanzibar had 34 tax cases (2020/21 10 tax cases) with a total value of TZS 3.43 billion (2020/2021 TZS 15.70 billion) as per table 11

**Table 11: TRA Cases at Appellate Machineries**

YEAR	NUMBER OF CASES	COURT OF APPEAL (CAT)		TAX REVENUE APPEALS TRIBUNAL (TRAT)	TAX REVENUE APPEALS BOARD (TRAB)		TOTAL	
		TZS	USD	TZS	TZS	USD	TZS	USD
2016	3	-	-	-	18,282,473	-	18,282,473	-
2017	3	-	-	-	12,912,426	-	12,912,426	-
2018	12	-	-	586,365	60,945,372	-	61,531,737	-
2019	18	-	-	28,831,567	195,923,138	-	224,754,705	-
2020	85	107,394,526	-	49,729,890	607,988,096	-	765,112,513	-
2021	438	67,925,679	8,622	302,054,645	949,197,146	2,926	1,319,177,469	11,548
2022	345	57,585,495	3,972	90,989,740	2,250,000,248	193	2,398,575,483	4,165
<b>TOTAL</b>	<b>904</b>	<b>232,905,700</b>	<b>12,594</b>	<b>472,192,205</b>	<b>4,095,248,899</b>	<b>3,119</b>	<b>4,800,346,804</b>	<b>15,713</b>

Source: Extracts from TRA Individual Financial Statements for the year ended 30<sup>th</sup> June, 2022

- b. Goods in Customs Warehouses (Un-entered Goods):** These are goods which have been abandoned/seized/detained in customs area, and have remained un-entered for more than twenty-one days from the day of importation/seizure/detention. These goods are then moved to customs warehouses. The goods are undergoing auction/disposal procedures after lapse 30 days of advertising to the public as per requirement of the law. During the year ended 30<sup>th</sup> June 2022 there were 252,787 transactions (2021: 354 transactions) with estimated taxes amounting to TZS 2.689 billion (2021: TZS 6.84 billion) at various stages of auctions after it was found that importers of such goods have not shown up to clear their consignments after elapsing of statutory period as per Table 12.

**Table 12: Goods in Customs Warehouses (Un-entered Goods)**

No.	Description	2021/2022		2020/2021	
		Number of items	Estimated Taxes TZS '000	Number of items	Estimated Taxes TZS '000
1	Goods at TPA & TICTS	-	-	127	2,636,600
2	Goods at ICDs	36	4,444	89	3,433,194
3	Goods at Bonded Warehouses	-	-	12	272,161
4	Goods at the Regions	252,751	2,683,028	126	500,668
	<b>Total</b>	<b>252,787</b>	<b>2,687,472</b>	<b>354</b>	<b>6,842,623</b>

Source: Extracts from TRA Individual Financial Statements for the year ended 30<sup>th</sup> June, 2022

## 122. TAX COMMITMENTS AND CONTINGENCIES (Continued)

- c. **Goods Awaiting Clearance Procedures:** These are goods that have been imported in the country through various entry points at manifest level. The goods await Clearing Agent /Importers to lodge declarations through clearance system (TANCIS) for assessment of duties and taxes before release is issued by Customs. During the year ended 30th June 2022 there were 54,707 transactions at ports, airports and border posts (2021: 12,770 transactions) waiting for initiation of clearance procedures as per Table 13.

Table 13: Analysis of Goods Awaiting Clearance Procedures by Entry Point

No.	Entry Point	Number of Transactions for 2021/2022	Number of Transactions for 2020/2021
1	Seaports	27,140	2,644
2	Airports	8,352	5,202
3	Land Border Ports	19,215	4,924
	<b>Total</b>	<b>54,707</b>	<b>12,770</b>

Source: Extracts from TRA Individual Financial Statements for the year ended 30th June, 2022

For these types of goods, particularly containerized cargo, it is not possible to determine its value and taxes since the goods have been imported but not declared in the clearance system. Tax to be collected on these kinds of goods will depend on the assessments that will be issued after accomplishment of clearance procedures.

- d. **Goods Subjected to Suspense Procedures:** These are goods imported and stored in the licensed Custom Bonded Warehouses, Manufacturing under Bond (MUB) and Exports Processing Zones (EPZ) under Suspense Procedures. It should be noted that the goods could be re-exported to another country hence no taxes can be collected for such transaction. It is not possible to determine the taxes to be collected since the goods can be imported in the country or re-exported to another country. The assessment of taxes to be collected is determined when intention to enter such goods into home use is made by the licensee. There were 11,767 transactions (2021: 3,762 transactions) with estimated taxes amounting to TZS 200,204,212,255 (2021: TZS 201,051,981,045) under Customs control as at 30th June 2022 as shown in Table 15.

Table 14: Estimated Taxes for Goods Subjected to Suspense Procedures

No.	Description	2021/2022			2020/2021		
		Number of Items / Transactions	Stock Value TZS 'Mio	Estimated Taxes TZS 'Mio	Number of Items / Transactions	Stock Value TZS 'Mio	Estimated Taxes TZS 'Mio
1	Goods Imported for MUB	606	44,096	12,517	1,167	17,285	3,112
2	Goods Warehoused	9,828	438,557	135,138	1,752	303,647	144,232
3	Goods Imported for EPS	1,333	221,068	52,550	843	298,380	53,708
	<b>Total</b>	<b>11,767</b>	<b>703,721</b>	<b>200,205</b>	<b>3,762</b>	<b>619,312</b>	<b>201,052</b>

Source: Extracts from TRA Individual Financial Statements for the year ended 30th June, 2022

## (iii) Contingent Liabilities

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of TRA, or present obligation that do not meet the recognition criteria set out by IPSAS 19 because either it is not probable that an outflow of resources embodying economic benefit or service potential will be required to settle the obligation or a sufficiently reliable estimate of the amount of the obligation cannot be made. In this case, TRA has contingent liability resulted from un approved refund claims under various verification levels where possibility of an outflow of economic resources was considered and the fair value of the contingent liability was estimated to be TZS 827.54 billion (2021: TZS 1,039.54 billion). Depending on nature of the claim, upon completion of verification and approval process, the approved amount shall be settled either through Treasury funds, escrow account or Commissioner General Refund Others account.

Table 15: Contingent Liabilities as at 30th June 2022 by Departments

No.	Department	2021/2022		2020/2021	
		Amounts in TZS '000	Amounts in USD	Amounts in TZS '000	Amounts in USD
1	Large Taxpayers (LTD)	592,982,924	-	965,900,625	-
2	Domestic Revenue Department (DRD)	189,420,414	-	39,827,201	-
3	Customs and Excise Department (CED)	44,848,359	-	33,469,908	-
4	Headquarters (HQ)	288,109	-	346,685	-
	<b>Total</b>	<b>827,539,805</b>	<b>-</b>	<b>1,039,544,419</b>	<b>-</b>

Source: Extracts from TRA Individual Financial Statements for the year ended 30<sup>th</sup> June, 2022

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 123. TAX EXEMPTIONS AND RELIEF

Tax exemptions are reductions or eliminations of the taxes normally imposed on individuals and organizations by the United Republic of Tanzania as provided for by tax laws. In order to be eligible for tax exemption, an organization must meet certain criteria that are specifically provided in the tax laws. Exemptions and relief are generally incentives, waiver and/or benefits granted to taxpayers for payment of Import Duty, VAT, Excise Duty, income tax and Fuel levy under the Tanzania Investment Act, the Mining Act, and relevant Government Notices applicable to Religious and Charitable Organizations, Donor Funded Projects and Investors.

Exemptions and relief granted during the financial year under review are shown below:

**Table 16: Tax exemptions and Relief**

	30-June- 2022 TZS '000	30-June-2021 TZS ,000
Descriptions		
Customs and Excise	1,084,612,571	805,715,299
Domestic Revenue (DRD&LTD)	817,610,028	790,370,596
<b>Grand Total</b>	<b><u>1,902,222,599</u></b>	<b><u>1,596,085,895</u></b>

### 124. NATURAL RESOURCES AND TOURISM

Government of the United Republic of Tanzania conserves and protects the natural and cultural resources. The total area of natural forests in Tanzania is estimated to be 33.5 million hectares of forests and woodlands. These forests and woodlands are an important resources base for various economic activities in the country. The following are details of the natural resources.

#### Forest Division

Description	Area (000ha)	Percentage
<b>TYPE OF FOREST</b>		
Closed forests	1,400	4.18
Mangroves	115	0.34
Woodlands	31,985	95.48
<b>Total</b>	<b>33,500</b>	<b>100.00</b>
<b>USE OF FOREST LAND</b>		
Net productive area	23,755	78.04
Unproductive area	9,745	21.96
<b>Total</b>	<b>33,500</b>	<b>100.00</b>
<b>LEGAL STATUS</b>		
Forest reserves	13,059	38.98
Forest or woodlands within parks	2,000	5.97
Public forest lands	18,441	55.05
<b>Total</b>	<b>33,500</b>	<b>100.00</b>

#### Antiquities Division

The National Cultural Heritage Resources is administered by the Ministry of Natural Resources and Tourism through the Division of Antiquities. The Ministry has conducted researches on more than 500 sites country wise. 128 sites have been declared as Gazettes sites in the National Cultural Heritage Register. Among the 128 sites, seventeen (17) are directly administered by the Division of Antiquities and are open to public visitation.

#### Cultural and Heritage Assets:

Cultural and Heritage Assets are reported according to IPSAS 17 which requires a disclosure of the same. The Government through the Ministry of Natural Resources and Tourism conserved and protected these area for tourism and educational purposes:



# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 124. NATURAL RESOURCES AND TOURISM (Continued)

No.	Site Name	Location		Type of Heritage	Importance
		Region	District		
1	Olduvai Gorge	Arusha	Ngorongoro	Archaeological and Palaeontological Site	Tourism / Education
2	Laetoli Footprints	Arusha	Ngorongoro	Archaeological and Palaeontological Site	Tourism / Education
3	Amboni Caves	Tanga	Tanga Urban	Geological Site	Tourism / Education
4	Tongoni Ruins	Tanga	Tanga Urban	Swahili Cultural Site	Tourism / Education
5	Bagamoyo Historical Town	Coastal	Bagamoyo	Historic Town	Tourism / Education
6	Caravan Serai Museum	Coastal	Bagamoyo	Slaves and Ivory Trade	Tourism / Education
7	Kaole Ruins	Coastal	Bagamoyo	Swahili Cultural Site	Tourism / Education
8	Kolo Rock Arts	Dodoma	Kondoa	Rock Art Painting	Tourism / Education
9	Dr. Livingstone Tembe, Kwihara	Tabora	Tabora Urban	Historic structure/house	Tourism / Education
10	Dr. David Livingstone Memorial Museum, Ujiji	Kigoma	Kigoma Urban	Historic site	Tourism / Education
11	Mbozi Meteorite	Mbeya	Mbozi	Geological Site/ Meteorite	Tourism / Education
12	Isimila Stone Age	Iringa	Iringa Rural	Stone Age Artefacts (Acheulian)	Tourism / Education
13	Kalenga Chief Mkwawa Mausoleum	Iringa	Iringa Urban	National Monument	Tourism / Education
14	Kilwa Kisiwani and Songo Mnara Ruins	Lindi	Kilwa	Early Coastal Settlement (Late Iron Age)	Tourism / Education
15	Kunduchi Ruins	Dar es Salaam	Kinondoni	Swahili cultural site	Tourism / Education
16	Mwl. Nyerere Memorial Museum	Dar es Salaam	Kinondoni	Museum	Tourism / Education
17	Engaruka Ancient Irrigation System Ruins	Arusha	Monduli	Historic Irrigation furrow	Tourism / Education

#### Wildlife Division

Protected Area Category	Number	Area (Km <sup>2</sup> )
National Park	22	104,661.48
Ngorongoro Conservation Area	1	8,292
Game Reserve	22	70,980.08
Game Controlled Area	42	63,749.92

#### Forest and Beekeeping

Protected Area Category	Number	Area
Forest Plantation	23	470,916Ha
Natural Forest Reserve	465	10,757,239Ha
Forests in General Lands	23	2,405,000Ha
Game Controlled Areas	43	58,565Km <sup>2</sup>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 124. NATURAL RESOURCES AND TOURISM (Continued)

#### National Parks

S/N	Name	Area (Km <sup>2</sup> )		Name	Area (Km <sup>2</sup> )
1	Arusha	552	12	Udzungwa	1,900
2	Gombe Stream	51.5	13	Mkomazi	3,245
3	Katavi	4,471	14	Saadani	1,100
4	Kilimanjaro	1,668	15	Kitulo	413
5	Lake Manyara	330	16	Burigi Chato	4,707
6	Mahale Mountains	1,618	17	Saanane	0.5
7	Mikumi	3,230	18	Ibada Kyerwa	299
8	Ruaha	20,300	19	Rumanyika Karagwe	247
9	Rubondo Island	457	20	Ugalla River	3,865
10	Serengeti	14,763	21	Kigosi	7,460
11	Tarangire	2,600	22	Nyerere	30,893
	<b>SUB TOTAL</b>	<b>50,040.50</b>		<b>SUB TOTAL</b>	<b>54,129.5</b>
	<b>GRAND TOTAL</b>				<b>104,170</b>

#### Game Reserves

Name	Area (Km Square)	Name	Area (Km Square)
Biharamulo	1,300	Moyowosi	6,000
Burigi	2,200	Msanjesi	210
Grumeti	2,000	Mpanga Kipengele	1,574.25
Ibanda	200	Muhesi	2,000
Ikorongo	3,000	Pande Forest	12
Kigosi	7,000	Rukwa	4,000
Kijereshi	300	Rumanyika	800
Kimisi	1,026.23	Rungwa	9,000
Kizigo	4,000	SaaNane	0.5
Lukwati	3,146	Lwafi	2,228
Lukwikwa/Lumesule	444	Selous	50,000
Maswa	2,200	Ugalla	5,000
Liparamba	570.99	Swagaswaga	871
Mkungunero	700	Uwanda	5,000

### 125. COMMITMENTS

Commitments are future expenses and liabilities to be incurred on contracts that have been entered into at the balance sheet date. Commitments are classified as Capital commitments (aggregate amount of capital expenditure contracted for but not recognized as paid or provided for at balance sheet date), Non-cancellable operating leases with a lease term of more than one year, and Other non-cancellable commitments (these may include consulting contracts)

Table 17: Commitments

Vote	Vote Name	Amount TZS '000	Nature of Commitment
07	Treasury Registrar	248,416	Unpaid salary deductions
22	Public Debt and General Services	3,200,000	Bank Charges
	Wanging'ombe District Council	1,000,000	Council Building
		500,000	Construction of Imalinyi Health Centre
		500,000	Construction of Usaka health center
		300,000	Rehabilitation of Makoga health center
		2,300,000	

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 126.CASH FLOW RECONCILIATION (INDIRECT METHOD)

	30-Jun-22 TZS ('000)	30-Jun-21 TZS ('000)
<b>Surplus/ Deficit for the Period</b>	<b>302,702,809.00</b>	<b>1,760,725,625.00</b>
<b>Add/ (Less) Non Cash</b>		
Amortazation of Intangible Asset	98,517,849	83,882,768
Debt forgiveness	(5,670,664)	(109,200)
Depreciation Cost - PPE	3,557,660,074	3,206,609,919
Depreciation of Investment Property	10,607,255	6,969,408
Fair value gains on biological assets	(70,748,859)	(2,871,853)
Fair value gains on equity investments	(78,430,099)	(122,071,308)
Fair value gains on government securities	(296,155,155)	(159,448,579)
Fair value gains on investment property	(165,447,946)	(268,379,081)
Fair value loss on biological assets	654,397	3,124,924
Fair value losses on equity investments	1,090,343,034	2,687,366,308
Fair value losses on investment property	64,933,345	93,338,651
Gain on disposal of assets	(869,717)	(1,026,133)
Gains on foreign currency translation	(1,666,130,346)	-
Impairment of Intangible Asset	779,843	3,204,811
Impairment of Investment Property	2,861,564	2,861,456
Impairment of Loan	18,652,694	31,077,618
Impairment of Property, Plant and Equipment	5,326,484	88,764,647
Impairment of Receivable	863,473,668	644,525,565
Loss of foreign currency translation	-	827,098,569
Loss on disposal of assets	2,038,308	3,854,342
Loss on financial Asset	10,395,724	28,059,493
Provision for Expected Credit Loss	-	70,980
Provision for obsolete inventories	11,638,004	15,099,117
Reversal of Provision for Expected Credit Loss	(26,045)	-
Share of Deficit of Associates and Joint Ventures	16,581,757	24,162,139
<b>Add/ (Less) Change in Working Capital</b>		
Decrease in escrow Asset	(339,763)	(149,469)
Deferred Income (Development)	4,841,960,536	(9,357,321,645)
Deferred Income (Recurrent)	141,803,324	(608,946,587)
Employee Benefits liabilities	(197,645,682)	299,035,261
Increase/(decrease) in deposit	243,157,896	354,558,553
Inventories	(391,175,175)	1,741,748,989
Payables	4,367,290,835	6,295,991,904
Prepayments	101,302	93,708
Receivables	1,742,829,955	4,157,446,836
<b>Net Cash Flow from Operating Activities</b>	<b>14,521,671,206.00</b>	<b>11,839,347,736.00</b>

# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 127. QUOTED PRICES OF SHARES

	30-June-2022	30-June 2021
	TZS	TZS
CRDB Bank Plc (CRDB)	400	295
DCB Commercial Bank (DCB)	190	240
Dar es salaam Stock Exchange (DSE)	2,000	1,300
East African Breweries Limited (EABL)	2,660	3,900
JATU Public Limited Company (JATU)	330	1,200
Jubilee Holdings Limited (JHL)	5,050	7,600
Kenya Airways Limited (KA)	80	80
KCB Group Limited (KCB)	760	910
Maendeleo Bank Plc (MBP)	490	490
Mwalimu Commercial Bank Plc (MCB)	395	500
Mkombozi Commercial Bank Plc (MKCB)	780	780
Mufindi Community Bank Limited (MuCoBa)	400	400
National Investments Company Limited (NICOL)	330	225
NMB Bank Plc (NMB)	3,120	2,340
National Media Group Limited (NMG)	330	530
Precision Air Services Plc (PAL)	400	400
Swala Oil and Gas (Tanzania) Plc (SWALA)	450	490
Swissport Tanzania Plc (SWIS)	1,180	1,120
Tanzania Breweries Limited (TBL)	10,900	10,900
Tanzania Cigarette Company Limited (TCC)	17,000	17,000
Tanga Cement Company Plc (TCCL)	1,460	405
TCCIA Investment Plc (TICL)	285	350
TOL Gases Limited (TOL)	550	500
Tanzania Portland Cement Company Plc (TPCC)	3,720	3,600
TATEPA Limited (TTP)	120	120
Uchumi Supermarkets Ltd (USL)	5	5
Vodacom Tanzania Limited (VODA)	770	770
Yetu Microfinance Bank Plc (YETU)	510	550


# THE GOVERNMENT OF TANZANIA

## CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE, 2022 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 128. RESTATEMENT OF PRIOR YEAR BALANCES

Restatements of prior period balances resulted on Reclassification within categories and Differences due to audit adjustments for entities which completed annual audit after audit of consolidated financial statements.

	Restated 30-Jun-21 TZS (000)	30-Jun-21 TZS (000)	Difference TZS (000)
<b>Statement of Financial Performance</b>			
Taxes Revenue	20,581,120,174	20,731,885,155	(150,764,981)
Revenue from Exchange Transactions	6,716,140,735	3,374,930,987	3,341,209,748
Social Contributions	3,162,076,456	2,130,486,697	1,031,589,759
External Assistance - Grants and Aid	967,197,125	1,331,177,040	(363,979,915)
Finance Income	1,591,956,493	614,253,992	977,702,501
Levies	802,258,102	803,925,829	(1,667,727)
Fee fines, Penalties and Forfeits	2,033,289,285	2,546,537,840	(513,248,555)
Other Revenue	5,871,948,000	4,643,969,644	1,227,978,356
Debt forgiveness	109,200	44,035	65,165
Fair Value Gain/Loss	578,048,351	-	578,048,351
Wages, Salaries and Employee Benefits	12,196,639,185	11,075,107,957	1,121,531,228
Use of goods and Services	5,335,580,783	4,895,229,025	440,351,758
Routine Repair and Maintenance	1,538,039,986	1,159,523,339	378,516,647
Social Benefits	3,922,966,482	3,724,103,049	198,863,433
Finance Cost	2,529,662,676	2,092,714,263	436,948,413
Other Expenses	2,402,609,266	2,781,966,267	(379,357,001)
Provision for Obsolete Inventories	15,099,117	6,256,679	8,842,438
Grants, Transfers and Subsidies Issued	-	808,133,403	(808,133,403)
Depreciation of Property, Plant and Equipment	3,206,609,919	3,320,127,131	(113,517,212)
Depreciation of Investment Properties	6,969,408	9,454,789	(2,485,381)
Amortization of Intangible Assets	83,882,768	88,245,066	(4,362,298)
Impairment of Property, Plant and Equipment	88,764,647	82,757,707	6,006,940
Impairment of Receivables	644,525,565	660,023,841	(15,498,276)
Impairment of Loan	18,652,694	35,450,506	(16,797,812)
Fair Value Gain/Loss	2,821,533,086	116,736,503	2,704,796,583
Losses of Foreign Currency Assets	-	722,120,945	(722,120,945)
<b>Statement of Financial Position</b>			
Fixed Deposits/ Placements	585,611,268	468,216,707	117,394,561
Equity Investments	585,611,268	1,739,895,227	(1,154,283,959)
Government Securities	-	3,271,623,256	(3,271,623,256)
Receivables	13,613,653,651	11,513,815,633	2,099,838,018
Loan Receivables	9,971,595,349	8,300,183,122	1,671,412,227
Prepayments	3,144,181,674	2,823,012,795	321,168,879
Inventories	1,184,138,535	1,183,566,850	571,685
Other Financial Assets	1,627,822,903	166,112,462	1,461,710,441
Non Current Assets held for sale	2,385,583	533,295	1,852,288
Investment Property	8,372,710,311	8,315,955,628	56,754,683
Property Plant and Equipment's	66,255,349,250	79,428,553,636	(13,173,204,386)
Intangible Assets	292,288,065	442,898,180	(150,610,115)
Biological Assets	1,267,206,015	165,739,067	1,101,466,948
Investment in Associate and Joint Venture	1,335,003,820	2,171,093,698	(836,089,878)
Investment in Controlled Entities (Subsidiaries)	5,659,320,000	597,899,282	5,061,420,718
Work in Progress	17,674,463,148	-	17,674,463,148
Payable and Accruals	14,432,904,437	14,554,520,025	(121,615,588)
Deposit from Bank and Non Bank Financial Institutions	3,526,399,499	4,329,317,959	(802,918,460)
Deposit- Others	1,439,067,030	819,686,276	619,380,754
Borrowings (Public debt)	52,810,861,126	55,799,436,083	(2,988,574,957)
Other financial Liabilities	225,919,821	65,784,221	160,135,600
Employee Benefits Liabilities	187,202,977	523,471,093	(336,268,116)
Retirement Benefits Liabilities	755,625,437	758,437,088	(2,811,651)
Provisions	1,434,595,966	1,067,936,870	366,659,096
Taxpayers Fund	46,831,399,547	41,974,605,887	4,856,793,660
Fair Value Reserves	63,962,753	110,092,678	(46,129,925)
Defined Benefit (Actuarial) Reserves	(17,239,823)	(15,380,091)	(1,859,732)
Revaluation Surplus	84,905,155	1,048,584,539	(963,679,384)
Other Reserves	8,208,586,803	8,649,514,334	(440,927,531)
Minority Interest	(606,523)	314	(606,837)
<b>Accumulated Surplus/Deficits</b>	<b>(26,901,770,096)</b>	<b>(20,732,505,938)</b>	<b>(6,169,264,158)</b>

  
Leonard J. Mkude  
Accountant General

6<sup>th</sup> March, 2023  
Date





# **INDEPENDENT REPORT OF THE CONTROLLER AND AUDITOR GENERAL**

## **1.0 INDEPENDENT REPORT OF THE CONTROLLER AND AUDITOR GENERAL**

Permanent Secretary and Paymaster General,  
Ministry of Finance and Planning,  
Government City -Mtumba  
Treasury Avenue,  
P.O. Box 2802,  
40468 DODOMA.

### **1.1 REPORT ON THE AUDIT OF CONSOLIDATED FINANCIAL STATEMENTS**

#### **Qualified Opinion**

I have audited the financial statements of the Government, which comprise the statement of financial position as at 30 June 2022, and the statement of financial performance, statement of changes in net assets and cash flow statement and the statement of comparison of budget and actual amounts for the year then ended, as well as the notes to the financial statements, including a summary of significant accounting policies.

In my opinion, except for the effects of the matter(s) described in the basis for qualified opinion section of my report, the accompanying financial statements present fairly in all material respects, the financial position of the Government as at 30 June 2022, and its financial performance and cash flows for the year then ended in accordance with International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting and in the manner required by the Public Finance Act, Cap. 348/the Local Government Finances Act, Cap. 290.

#### **Basis for Qualified Opinion**

##### **Overstatement of Payables due to under elimination TZS 407.72 billion**

My review of Consolidated Statements of Financial Position, elimination schedule (Note 13) and related notes of Receivables and Payables (Note 77 & 93) for the year ended 30 June 2022 noted that, Receivables of TZS 2,942.04billion was eliminated against TZS 2,140.73-billion of Borrowing (Public debts) and the balance of TZS 801.30billion was eliminated against Payables and Accruals. However, Payables and Accruals was eliminated by only TZS 393.58 billion against receivables hence resulted to under elimination of payables & accruals by TZS 407.72.

##### **Unqualified additional capital injected to Taxpayers funds in CFS 80.03 billion**

My review of the Consolidated Financial Statements and individual financial statements noted that Consolidated Statement of Changes in Net Asset (SCNA) has an increase of Taxpayer's funds of TZS1,058.37 billion which included an unqualified capital injection of TZS 80.03 billion related to three Public Sector Entities ( PSEs). These included wrongly classification of additional Capital in CFS while in the Individual Financial Statements reported as an opening accumulated surplus, non-monetary movement of assets to other government entities and some additional capital in CFS could not be traced in Individual Financial Statements

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Controller and Auditor General

AR/NA/CFS/2021/22

### **Non Elimination of the Qualifying expense TZS 178 Billion**

Review of Consolidated Statement of Financial Performance and elimination analysis (Note 13) for the year ended 30th June 2022 noted finance cost (Note 43) included a total of TZS 178,286,342,000 (Special bonds TZS 117,201,160,000, Overdraft TZS 41,242,078,000, Liquidity Management cost TZS 101,424,000 and Government stock TZS 19,741,680,000). We of the view that, the mentioned expenses are intra entity transaction i.e. income to the Central Bank during the period as such were supposed to be eliminated as inter entity transaction during preparation of the CFS as required by Para 40(c) of IPSAS 35. Non elimination has resulted to overstatement of reported finance costs in the CFS by TZS 178,286,342,000.

I conducted my audit in accordance with International Standards of Supreme Audit Institutions (ISSAIs). My responsibilities under those standards are described in the section below entitled "Responsibilities of the Controller and Auditor General for the Audit of the Financial Statements". I am independent of Government of Tanzania in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the National Board of Accountants and Auditors (NBAA) Code of Ethics, and I have fulfilled my other ethical responsibilities in accordance with these requirements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### **Key Audit Matters**

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the financial statements of the current period. I have determined that there are no key audit matters to communicate in my report.

### **Other matter**

Without further qualifying my audit opinion, I draw attention to the following matter(s) that relate to my responsibilities in the audit of the financial statements:

### **Non-disclosure of transactions and obligations within Public Sector entities in individual Financial Statements TZS 1,521 Billion**

My review of elimination reports in the Consolidated Financial Statements, elimination reports together with randomly sampled 70 individual financial statements used in consolidation noted that, TZS 2,638 billion were reported as elimination in CFS on 30 June 2022. We further noted that, 51 out of 70 entities equivalent to 73% with transactions of TZS 1,521 billion did not disclose obligations, transfers and transactions between public sector entities showing the transactions that the reporting entity has entered with other entities within the Public sector which is contrary to Para 3.12 of Accounting Circular No.1 of 2021/22

### **Other Information**

Management is responsible for the other information. The other information comprises the Statement of Honorable Minister, the Statement by the Paymaster General, statement of

Controller and Auditor General

AR/NA/CFS/2021/22

management responsibility on the Consolidated Financial Statements, Commentary Notes on the Consolidated Financial Statements and the Declaration by the Head of Finance but does not include the financial statements and my audit report thereon which I obtained prior to the date of this auditor's report.

My opinion on the financial statements does not cover the other information, and I do not express any form of assurance conclusion thereon. In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work I have performed on the other information that I obtained prior to the date of this audit report, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

#### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IPSAS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

- Those charged with governance are responsible for overseeing the entity's financial reporting process.

#### **Responsibilities of the Controller and Auditor General for the Audit of the Financial Statements**

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISSAIs, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

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Controller and Auditor General

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- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my audit report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

In addition, Section 10 (2) of the Public Audit Act, Cap 418 requires me to satisfy myself that, the accounts have been prepared in accordance with the appropriate accounting standards.



Further, Section 48(3) of the Public Procurement Act, 2011 requires me to state in my annual audit report whether or not the audited entity has complied with the procedures prescribed in the Procurement Act and its Regulations.



Charles E. Kichere  
Controller and Auditor General,  
Dodoma, United Republic of Tanzania.

March, 2023



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Controller and Auditor General

AR/NA/CFS/2021/22



Ministry of Finance & Planning,  
Government City – Mtumba,  
Treasury Avenue,  
P. O. Box 2802,  
**48468 DODOMA**