



MALAWI GOVERNMENT

2018/19 BUDGET PERFORMANCE QUARTERLY REPORT (Q3)

Ministry of Finance

P.O. Box 30049

Lilongwe 3

Malawi

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Foreword

This Quarterly Budget Performance Report aims at highlighting how the National Budget has fared during implementation in the Third Quarter of the 2018/19 Fiscal Year. This report thus provides the analysis of all the budget categories prepared and formulated at the planning stage. These categories include; Revenue that was collected during the quarter, status of Grants and Loans and the subsequent Expenditures that Government has incurred in the quarter under review. These are viewed in light of the revised figures.

The Ministry of Finance hopes that the information provided in this report will be valuable and informative to all the Stakeholders and thus provide a good picture on how the National Budget has performed during the third quarter on 2018/2019 financial year.

Abbreviations and Acronyms

FY	Financial Year
IFMIS	Intergrated Financial Management Information System
IMF	International Monetary Fund
LDF	Local Development Fund
MoFEPD	Ministry of Finance, Economic Planning and Development
NTRs	Non-tax Revenues
ORT	Other Recurrent Transactions
Part I	Donor supported projects
Part II	Projects financed by domestically generated resources
PE	Personnel Emoluments
SGR	Strategic Grain Reserves

Executive Summary

Revenue Performance

In the 2018/2019 Financial Year, Government planned to collect a total of K1,249.3 billion in revenues which was revised down at mid-year to K1,173.7 billion of which Taxes, Grants and Other Revenues (Non-Tax Revenues) are K940.0 billion, K137.1 billion and K96.6 billion respectively. In the third quarter of the financial year, it was projected that total revenues will be K266.4 billion. The outturn however, was K258.0 billion. Thus revenue underperformed during the period under review by K8.3 billion. This is mainly on account of lower than projected tax revenue. Taxes underperformed by K7.7 billion, non-tax revenue underperformed by K2.9 billion whereas grants overperformed by K2.2 billion.

Expenditures Performance

In the 2018/19 Financial Year, Government planned to spend K1,454.8 billion, including net lending which was revised downwards to K1,429.7 billion at mid-year. Out of the revised sum, K1,113.9 billion was planned for Recurrent Expenditure and K307.7 billion for Development Budget Expenditure with a net lending of K8.0 billion. During the Quarter under review, Government planned to spend K348.6 billion, of which, K277.4 billion was for Recurrent Expenditure and K71.2 billion was for Development Budget Expenditure. However, total Government expenditure amounted to K378.0 billion reflecting an overexpenditure of K29.4 billion against the target for the quarter.

Fiscal Balance

Government planned an overall fiscal balance of K82.2 billion in the quarter under review. The outturn, however, showed that the overall fiscal balance was K119.9 billion, higher than the anticipated balance by K37.8 billion.

INTRODUCTION

1.1 Background to the Report

In June 2018, the National Assembly approved a Budget of K1,454.8 billion for the 2018/19 Financial Year (FY). The Budget was at mid-year revised to K1,429.7 billion. This Revised Budget is expected to be financed by Domestic Resources amounting to K1,036.6 billion and Grants amounting to K137.1 billion.

In order to assess the performance of the National Budget from time to time, a report is produced on a quarterly basis to provide insight into the performance of all the relevant components of the budget.

This report therefore, examines performance of Government Budget in meeting the set targets in the Third Quarter (January to March, 2019) of the Financial Year. It highlights where discrepancies between the projected and the outturn figures have occurred and also provide a possible explanation for such discrepancies.

1.2 Key Objectives of the Report

The main objective of this report is to present the performance of Government in implementing the National Budget in the Third Quarter of the 2018/19 Financial Year. Specific objectives of the report include:

- (i) To present the performance of Domestic Revenues;

- (ii) To report on performance of Grants and Loans from Development Partners;
- (iii) To present the details of the performance of Expenditures of Government; and
- (iv) To present the overall financing

1.3 Methodology

The review and assessment of receipts and expenditures for the Third Quarter of the 2018/19 Financial Year was done in April, 2019. The work involved analysis of data from the Reserve Bank of Malawi, Spending Agencies, Intergrated Financial Management Information System (IFMIS) and consultations with relevant Stakeholders.

1.4 Layout of the Report

The First Chapter introduces the report, its objectives and methodology in assessing performance. The Second and Third Chapters discuss the performance of Revenues and Grants respectively. The Fourth Chapter focuses on the discussion of Expenditures. The fourth chapter also has an annex at the end showing performance of some of the projects under the development budget while Chapter Five looks at financing. Chapter 6 concludes the Report.

Performance of Domestic Revenues

2.1 Introduction

In the 2018/19 Financial Year, Government projected to collect total Revised Domestic Revenues to the tune of K1,036.6 billion, of which, K940.0 billion were projected to be Tax Revenues and K96.6 billion from Other Revenue sources. This chapter therefore discusses the performance of Government in Revenue collection during the third quarter of the financial year by comparing the revenue outturn for the quarter against the set targets; and discussing some of the underlying factors that explain the variances.

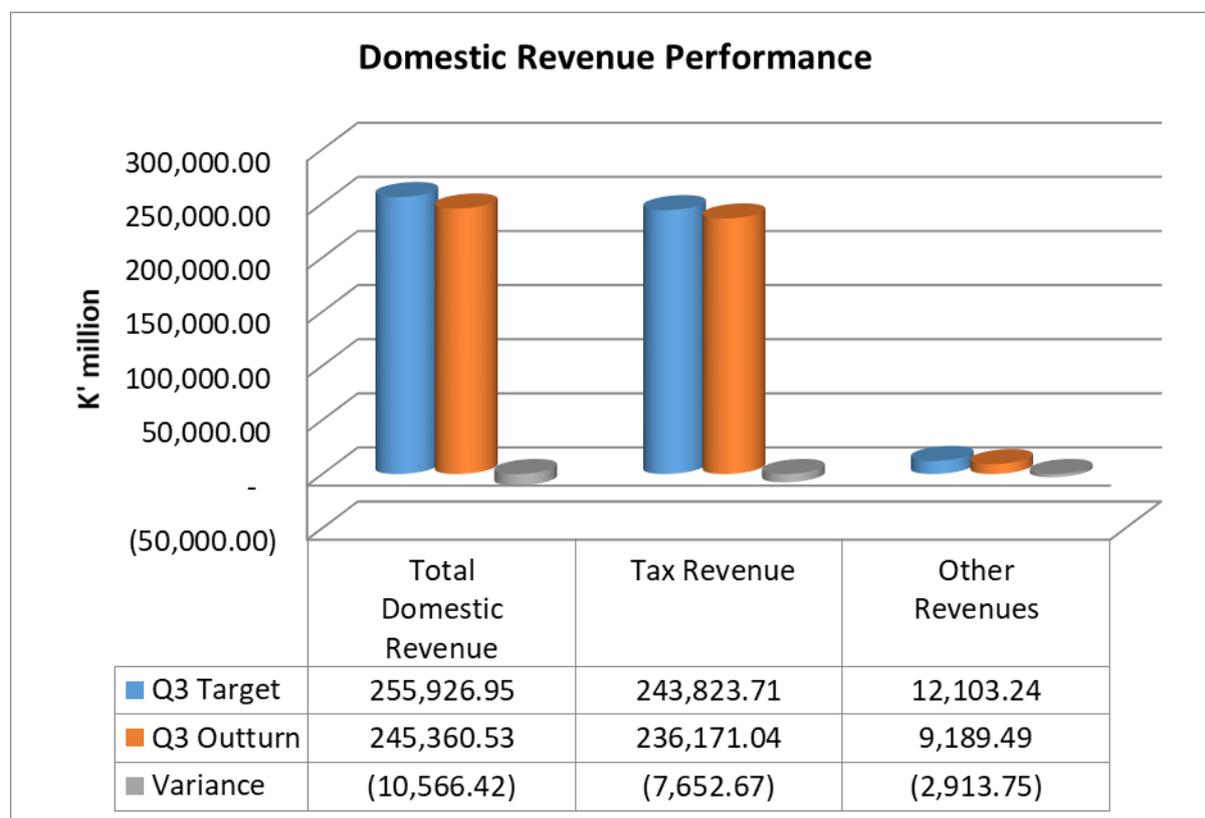
2.2 Overall Performance in Revenue Collection

In the third quarter of the Financial Year, the Domestic Revenues were projected to amount to K255.9 billion of which, K243.8 billion was expected to be Tax Revenues while Other Revenues were projected at K12.1 billion. The performance is such that, during the quarter under review, total actual domestic revenue outturn was K245.4 billion of which Taxes were K236.2 billion and Other Revenues was K9.2 billion.

This shows that on the overall, domestic revenue overperformed by K10.6 billion mainly on account of tax performance which underperformed by K7.7 billion representing an overperformance of 3.1 percent.

Figure 2.1 below compares the Outturn in Domestic Revenues in the third quarter of the Financial Year against their corresponding targets.

Figure 2.1 Total Domestic Revenues Performance



2.3 Tax Revenue Performance

Table 2.1 shows the performance of tax revenue for the third quarter of the Financial Year against the projections. As the table illustrates, overall, Tax Revenues underperformed by K7.7 billion. The outturn of Tax revenue was K236.2 billion against a target of K243.8 billion. All taxes underperformed in the quarter under review.

Table 2.1 Tax Revenue Performance

GFS Code	Tax	Quarter 2 Projection	Quarter 2 Actual	Variance
11	Taxes	243,823.71	236,171.04	(7,652.67)
111	Taxes on income profits and capital gains	118,743.19	114,254.49	(4,488.70)
1111	Payable by individuals	78,945.62	77,339.71	(1,605.91)
1111.1	Paye	69,854.67	68,914.94	(939.73)
1111.2	Fringe benefits	2,961.18	2,882.64	(78.54)
1111.3	Non resident tax	4,986.90	5,004.92	18.02
1111.4	Dividend	1,142.87	537.21	(605.66)
1112	Payable by corporations and other enterprises	39,797.57	36,914.78	(2,882.79)
1112.1	Company assessments	4,176.74	3,427.57	(749.17)
1112.2	Provisional	15,543.11	15,055.69	(487.41)
1112.3	Withholding tax	20,077.72	18,431.52	(1,646.20)
114	Taxes on goods and services	106,057.08	103,396.60	(2,660.48)
1141	General taxes on goods and services	70,334.19	66,907.23	(3,426.96)
11411	Value-added taxes	70,324.99	66,898.89	(3,426.10)
11413	Turnover and other general taxes on goods and services	9.20	8.34	(0.86)
1142	Excise	34,237.04	35,124.36	887.33
1142.1	Local	8,623.04	8,345.25	(277.79)
1142.2	Import	12,209.21	12,480.13	270.93
1142.3	Road levy	8,239.27	8,338.40	99.13
1142.4	Rural Electrification Levy	4,669.89	5,460.76	790.88
1142.5	Storage Levy	495.64	499.82	4.18
1145	Taxes on use of goods and on permission to use goods or perform activities	1,485.86	1,365.01	(120.85)
11451	Motor vehicle taxes	1,485.86	1,365.01	(120.85)
115	Taxes on international trade and transaction	18,804.72	18,353.27	(451.45)
1151	Customs and other import duties	18,804.72	18,353.27	(451.45)
1151.1	Import duty	18,769.34	18,321.97	(447.37)
1151.2	Prepayment	35.37	31.29	(4.08)
116	Other taxes	218.72	166.68	(52.04)
1161	Payable solely by business	218.72	166.68	(52.04)

2.4 Performance of Other Revenues in the Third Quarter

Table 2.2 presents the outturn in Other Revenues (non tax) during the third quarter of the 2018/19 Financial Year against their set targets. As indicated in the table, actuals under this category amounted to K9.2 billion compared to a

target of K12.1 billion, thus an undercollection of K2.9 billion. This performance is mainly attributed to the fact that all categories under this part did not perform well as shown in the Table below:

Table 2.2 Non – Other Revenues Performance in the third quarter

GFS Code	Other Revenues	Quarter 2 Projection	Quarter 2 Actual	Variance
14	OTHER REVENUE	12,103.24	9,189.49	(2,913.75)
141	Property income	4,166.38	2,018.52	(2,147.86)
142	Sales of goods and services (Departmental Receipts)	7,735.39	7,098.81	(636.58)
143	Fines, Penalties and Forfeits	201.46	72.15	(129.31)

2.5 Conclusion

In aggregate terms, the performance of revenue collection in the third quarter of the financial year was below the set target for the tax revenues. There is need therefore, to increase the momentum in tax revenue collection and also to encourage non-tax revenue collectors to enhance the revenue collection methods in subsequent quarters to avoid missing the annual targets.

Performance of Grants

3.1 Introduction

For the 2018/19 Financial Year, the projected resource inflows from Grants amounts to K197.1 billion. This sum was revised down to K137.1 billion, of which, K74.4 billion was from bilateral donors and K62.7 billion from multilateral donors. These were in form of program grants and dedicated grants in support of both recurrent and capital expenses.

In the third quarter of the 2018/19 Financial Year, Government expected to receive K10.5 billion in form of Grants. This was expected to come from multilateral donors. This Chapter therefore, examines the performance of these Grants for the quarter under review.

3.2 Grants Performance in the Third Quarter

Performance of Grants in the third quarter of the financial year was above the set targets. A total of K12.7 billion was disbursed which was above the target by K2.2 billion representing an overperformance of 21.2 per cent.

3.3 Conclusion

Disbursement of donor resources under Grants category overperformed in the third quarter of the financial year. This momentum needs to be maintain to order to cover for the underperformance in previous quarters.

Expenditure Performance

4.1 Introduction

This chapter highlights the performance of expenditures during the third quarter of the 2018/19 Financial Year and explains the factors underlying the observed expenditure trends.

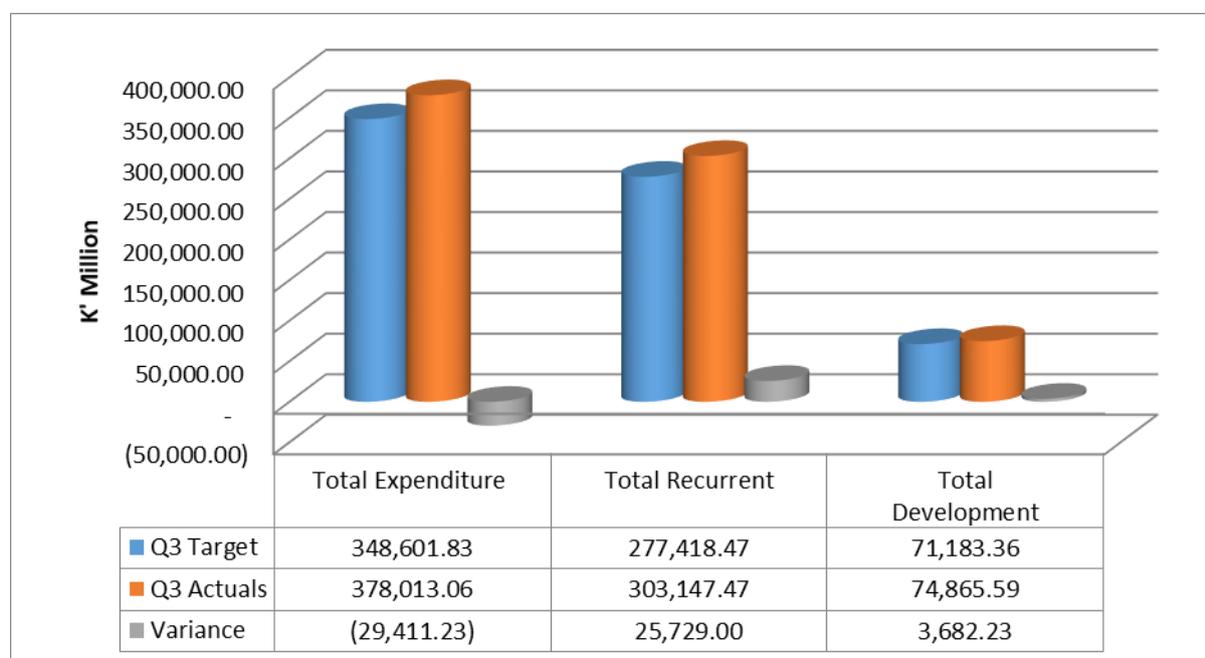
In the 2018/19 Financial Year, Government is expected to spend K1,429.7 billion including net lending. Of this sum, K1,113.9 billion is projected to be Recurrent Expenditures and K307.7 billion is projected to be Development Budget Expenditures. In the quarter under review, total expenditure was projected at K348.6 billion broken down as K277.4 billion recurrent expenditure and K71.2 billion development expenditure.

Out of the projected recurrent expenditure for the quarter, wages and salaries were projected at K102.1 billion; Interest Payments K39.7 billion while other current expenditures including Goods and Services; and Subsidies and Transfers were projected at K135.7 billion. On the other hand, expenditures on Development budget were projected at K71.2 billion broken down as K31.6 billion domestically financed projects and K39.6 billion foreign financed projects.

4.2 Performance of Overall Expenditures

The Outturn for the third quarter of the financial year indicates that total expenditure was K378.0 billion, broken down as K303.1 billion Recurrent Expenditures and K74.9 billion development budget expenditures. Chart 4.1 below illustrates the projected expenditures against the outturn.

Chart 4.1 Total Government expenditure in the third quarter of the 2018/19 FY



As can be shown in Chart 4.1, total expenditures in the quarter were above the projected amount of K348.6 billion by K29.4 billion. This is mainly attributed to the expenditure on interest, grants other general government units (subvented organisations) and pensions and gratuities.

4.2.1 Performance of Recurrent Budget

In general, Government projected to spend K277.4 billion on recurrent expenses during the quarter under review. The outturn however shows that expenditures were be above the target by K25.7 billion as shown in Table 4.1 below. The higher than expected expenditure is attributed to payments towards interest on loans, pensions and transfers to subvented organisations.

Table 4.1 Recurrent Expenditure Breakdown

GFC CODE	EXPENDITURE	Quarter 3 Projection	Quarter 3 Actual	Quarter 3 Variance
2.0	RECURRENT EXPENSE	277,418.47	303,147.47	25,729.00
21.0	Compensation of employees	102,079.27	101,215.31	-863.96
211.0	Wages and salaries	99,238.77	98,374.81	-863.96
212.0	Employers social contributions	2,840.50	2,840.50	-
24.0	Interest	39,683.15	56,007.89	16,324.75
2,411.0	Foreign Interest	4,073.00	4,162.19	89.19
2,421.0	Domestic Interest	35,610.14	51,845.70	16,235.56
	Purchase of Goods and Services	135,656.05	145,924.26	10,268.21
22.0	Generic goods and services	67,655.83	72,306.76	4,650.93
26.0	Grants to General Government Units	49,580.79	52,159.39	2,578.60
27.0	social benefits	17,841.99	20,570.15	2,728.15
28.0	other expenses	577.44	887.97	310.53

4.2.1.1 Expenditures under Personal Emoluments (PE)

In 2018/19 Financial Year, Government is expected to spend K401,000 billion on compensation to employees which includes wages and salaries and pension to retired employees. In the period under review and as indicated in Table 4.1, this expenditure was projected at K102.1 billion, however the expenditure was below the projection by K0.9 billion.

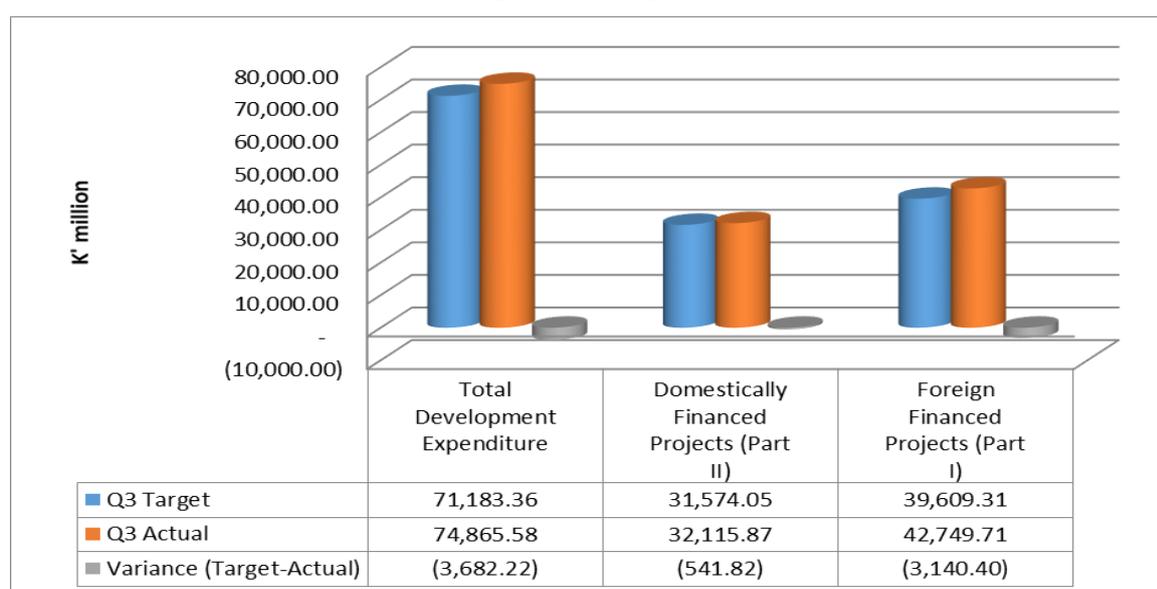
4.2.1.2 Other Recurrent Transactions (ORT)

ORT expenditure for the third quarter of the financial year was projected to amount to K175.3 billion (which is total recurrent expenditure less wages and salaries). Actual expenditures as at the end of the quarter were K201.9 billion which was above the target by K26.6 billion representing an overexpenditure of 15.1 per cent.

4.2.2 Performance of Development Budget

On Development Budget, Government planned to spend K71.2 billion in the third quarter, of which, K31.6 billion was to be financed using domestic resources (Part II) and K39.6 billion was for Foreign Financed Projects (Part I). As depicted by Chart 4.2 below, the outturn on Development Budget was that K74.9 billion was spent broken down as K42.7 billion on Part 1 and K32.1 billion on Part II. Overall, the development expenditure was above the target by K3.7 billion.

Chart 4.2 Performance of the Development Budget



4.2.2.1 Project by Project Status

Annex 1 shows the status of 30 development projects which were visited after elapse of the third quarter. Implementation is at different stages.

4.3 Conclusion

This Chapter focused on the performance of expenditures of Government in the third quarter of the 2018/19 Financial Year. The expenditures were broken down into various categories and the analysis was based on the deviations between the target and the actual expenditure. Generally, the outturn showed that expenditures were above the set targets for both the recurrent and development expenditures.

Overall Fiscal Balance

5.1 Introduction

This chapter summarises performance of revenues and expenditures and determines how they translate in the overall Government's fiscal balance. The Chapter also discusses the performance of Government on debt and debt repayment against set targets.

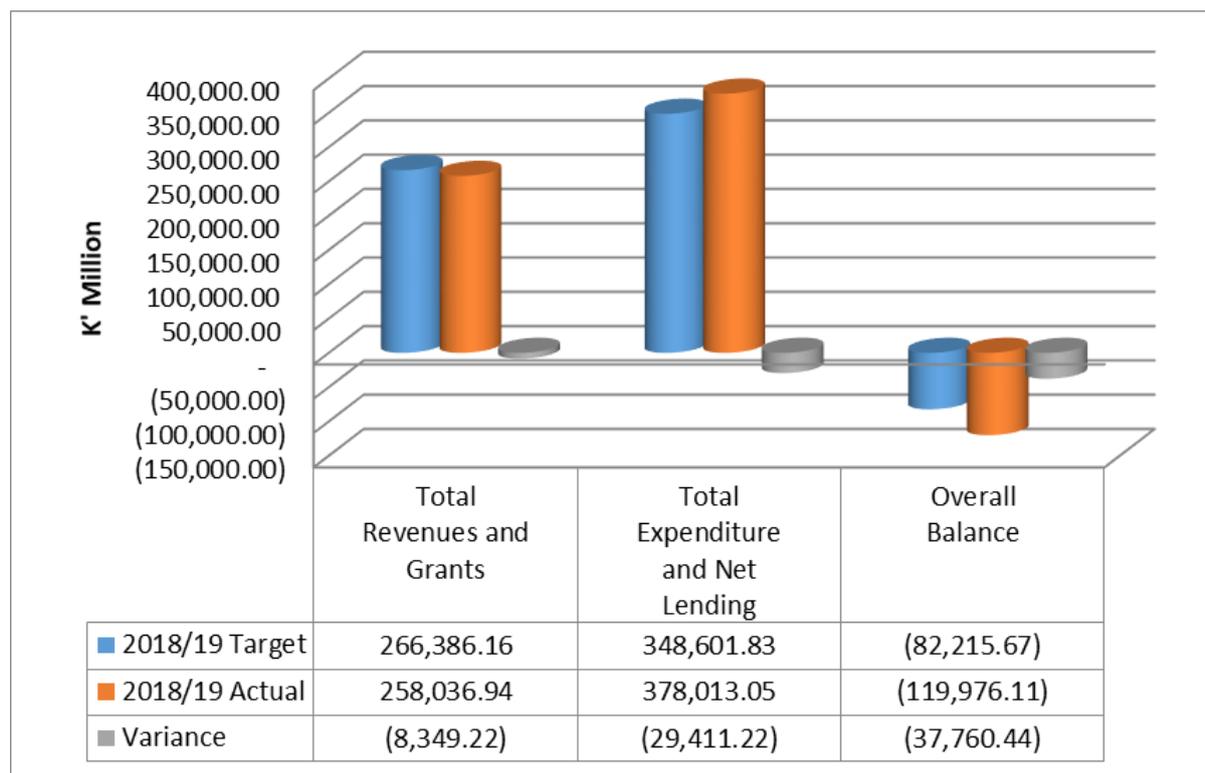
5.2 Quarterly Outturn on Fiscal Balance

Chart 5.1 presents the net fiscal position as at the end of the quarter under review. As shown on the chart, total revenues and grants were K258.0 billion against a target of K266.4 billion resulting in underperformance of K8.3 billion. The underperformance was mainly due to lower than projected collections under taxes and other revenues (non-tax revenues). Taxes underperformed by K7.7 billion while Other Revenues also underperformed by K2.9 billion. On the other hand, Grants overperformed by K2.2 billion.

Total expenditure, on the other hand, was K378.0 billion against a target of K348.6.0 billion. Operational expenses (Recurrent expenditure) registered K303.1 billion against a target of K277.4 billion while Acquisition of Fixed Assets (Development expenditure) were K74.7 billion against a target of K71.2 billion. Domestically financed development expenditure recorded K32.1 billion

against a target of K31.6 billion while foreign financed development components recorded K42.7 billion against a projected expenditure of K39.6 billion.

Chart 5.1 Overall Balance including Grants



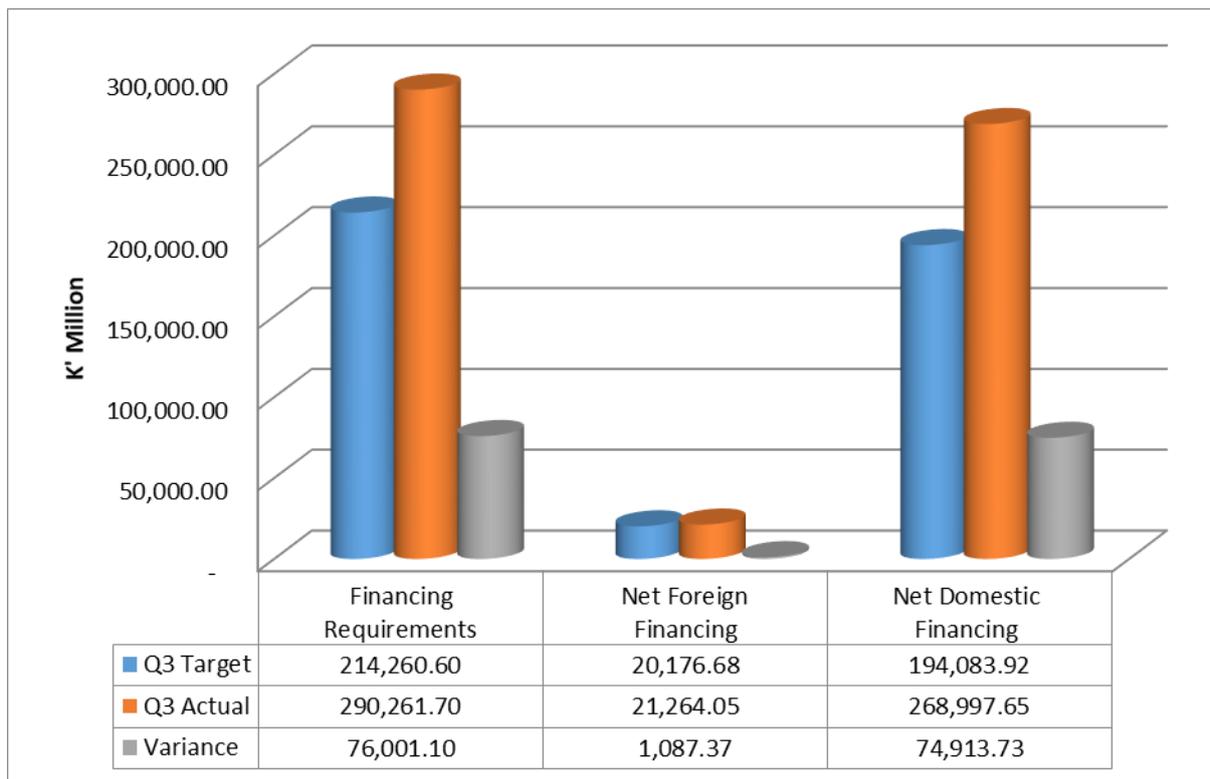
The overall fiscal balance was therefore, K119.9 billion which is higher than the anticipated fiscal balance of 82.2 billion.

5.3 Outturn on the Financing Position

Chart 5.2 presents the outturn on debt financing in the third quarter of the 2018/19 Financial Year. As indicated in Chart 5.2, the Quarterly outturn on total revenue and grants as well as total expenditure and net lending resulted into an overall fiscal deficit of K119.9 billion against a target of K82.2 billion. The outturn translated into an overall borrowing position of K290.3 billion against an

expectation of a K214.3 billion position in both domestic and foreign markets. In this regard, a total of K268.9 billion was borrowed from the domestic market and K21.3 billion from foreign sources. Consequently, the financing was above the requirement by K76.0 billion.

Chart 5.2 Financing



5.4 Conclusion

The resultant effect of the low inflows and higher than expected outflows was a higher overall fiscal balance which triggered the need to borrow more from the domestic market. There is need to align expenditures to inflows in the fourth quarter to avoid worsening the domestic debt position.

Conclusion and Recommendations

The report has shown that domestic revenue collection in the third quarter of the 2018/19 Financial Year was below the target in all categories. It is therefore recommended that revenue collection institutions should continue to prioritise revenue collection activities.

Disbursement of resources under Grants overperformed in the quarter under review in all categories. It is recommended that Government should continue engaging the development partners in order to maintain this momentum in the remaining quarter of the 2018/19 Financial Year.

On the expenditure side, Government expenditure was above the target for the Quarter. The recurrent budget overspent mainly on interest on loans, pension and gratuities, and transfers to other government units.

The development budget overspent and there is remarkable progress in the implementation of the projects that benefited from the budget especially Part 1 projects where donors disbursed more than the target. It is therefore recommended that Government should continue engaging development partners on Part I financing as this will ensure timely completion of the projects.

ANNEX 1: A COMPENDIUM OF 30 DEVELOPMENT PROJECTS

This annex summarises the achievements made during the third quarter of the 2018/19 Financial Year, focussing on those projects that received a substantial amount of funding during the period under review.

Vote 070 The Judiciary

Project	2018-19 Approved	Funding	Project Progress Report
061 - Construction of Court Buildings, (Mponela)			Works completion at 32%
			Work commenced in January 2019
			Two blocks with court rooms and offices each have been constructed
			One block has been roofed, the other block is on roofing level
061 - Maintenance of Court Buildings, (Mzuzu)	900,000,000.00	300,000,000.00	98% of works done
			Iron sheets removed and refitted
			Genset bought - awaiting installation
			Plumbing 85% of works done
			Painting completed
			Project period extended to April 2019 - contract sum not affected



Construction of Mponela Court



Construction of Mzuzu Court

Vote 100: Ministry of Defence

Project/Program	2018-19 Approved	Funding	Project Progress Report
096-Construction and rehabilitation of Apartments	200,000,000.00	144,690,933.40	Rehabilitation of MAFCO Quartermaster in Salima completed
			Rehabilitation of Cobbe Barracks Camp hospital in Zomba at 65% completion
			Rehabilitation of veteran singles block and married quarters for the MDF completed
			Overall progress at 70%
098-Water Reticulation Project for Barracks	300,000,000.00	200,000,000.00	Overall progress at 85%
			Maintenance of Mvera water system scheme – 80% completion on refurbishment
			Connection of changalume Barracks to SRWB – first phase completed
			Rehabilitation of Moyare Barracks sewregae system completed

Vote 120: Local Government and Rural Development

Project/Program	2018/19 Approved	Funding	Project Progress Report
098 - Construction of sports stadiums (Mzimba)	1,500,000,000.00	1,499,999,999.67	Project is being implemented countrywide. Below is Mzimba site progress
			10 % of the brick fence completed
			Excavation of the ground starts week beginning 10 th March, 2019
			VIP stand set
100 -	1,500,000,000.00	290,552,200.22	30% of works done.

Project/Program	2018/19 Approved	Funding	Project Progress Report
Construction of District Council Offices (Mzimba)			A 3 story building complex - the foundation is completed. Was started in January 2018 and was scheduled to be completed in 18 months. Extension request submitted.



Construction of Mzimba stadium



Construction of DC's Offices – Mzimba

Vote 130: Lands, Housing and Urban Development

Project/Program	2018/19 Approved	Funding	Project Progress Report
000 - Decent and Affordable Rural Housing Program (Rumphi)			Some houses in phase 1 and 2 completed
	10,000,000,000.00	2,300,000,000.00	Phase 3 materials just arrived - awaiting distribution.



Malata Subsidy Programme

Vote 190: Agriculture, Irrigation and Water Development

Project/Program	2018/19 Approved	Funding	Project Progress Report
132 - Alternative Water Sources (Dowa)	150,000,000.00	150,000,000.00	85% progress
			Period - December, 2018 to January, 2019 but works delayed.



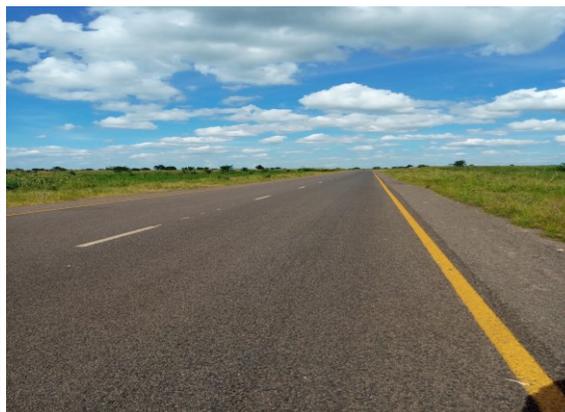
Vote 250: Education, Science and Technology

Project	2018/19 Approved Budget	Funding to date	Project Progress Report
060 - Construction of Girls' Hostels (Ekweneni, Mzimba)			40% works done
	5,000,000,000.00	3,000,000,000.00	Matron house at window level
			Hostel, Hall and Kitchen at slab level
			Request for extension of project period submitted
060 - Construction of Girls' Hostels (Kang'oma, Lilongwe)			Works commenced in November, 2018
			Hostels have been roofed, currently finishing the plastering of the bathroom and showers. Doing flooring for the matrons house, kitchen is at roofing level and maize mill building has been plastered and floored.
			Expected to finish project end April 2019
			FNC Engineering are the contractors working on site
078 - Construction of Primary Schools (Mgona)			Work commenced in December 2018
	4,500,000,000.00	2,219,376,463.11	All buildings are currently at roofing stage
			Expected to finish project in August 2019
			Union Building Contractors are the contractors working on site
078 - Construction of Primary Schools (Bwemba)			Work commenced in December 2018
			All classroom blocks, toilets and 1 teachers house is at roofing level
			Currently doing a foundation for 1 teachers house
			Expected to finish project in May 2019
086 - Nalikule College of Education			The project design included: construction of access roads and surfacing them with bitumen/Asphalt; and construction of a football field.
	500,000,000.00	135,057,742.35	However, the whole road has no bitumen with only 20% covered in quarry dust.
			The sports field had been cleared, however there is now a bush.
			Work has not been done on the site since December, 2018
			No contractor or building materials on site

Project	2018/19 Approved Budget	Funding to date	Project Progress Report
107 - Construction of Science Laboratories and Libraries (Luzi CDSS Library)			75% of works done
	1,000,000,000.00	462,599,511.06	The project is at ring beam level
			Works stopped in July, 2018 because of Funding
			District Education office and the Traditional Authority were not aware of project which impacted on progress.

Vote 274: Roads Fund Authority

Project/Program	2018/19 Approved	Funding	Project Progress Report
137 - Lilongwe Old Airport-Kasiya-Santhe Road	500,000,000.00	500,000,000.00	Project progress is at 96%
			The road is 95km long and 92km has been completed. Project is therefore expected to finish by early May, 2018.
			A railway was found along the way so the contractors were advised to build an overpass road.
			This required a separate budget and delayed the end date of the project.
			Due to the delay from the overpass, the project is expected to finish in early May, 2019
080 - Dowa - Chezi Road	2,000,000,000.00	940,190,365.00	Project completion at 35%.
			Bitumen surfacing only done for 4 kilometers of the 16 kilometer road
			Earthworks completed for the whole road
			However, project is behind schedule because of rains



Rail road overpass Lilongwe Old Airport-Kasiya-Santhe Road

Vote 275: Subvented Organisation

Project/Program	2018/19 Approved	Funding	Project Progress Report
000 - Malawi College of Health Science: Lilongwe Campus	100,000,000	100,000,000	Project design involved construction of classrooms, offices, security fence, kitchen rehabilitation, laboratories, library and lecture theatre.
			Project started in 2006 and was expected to run until 2010 but has been delayed ever since.
			Thus, the project is at 67% completion rate.
			Total project sum was K570 million which was revalued to 700 million due to delays
			Thus, the remaining sum for the project to be completed as evaluated in 2017 is K439 million, however, they were only funded K100 million which was only sufficient to mobilise the contractor but not enough to begin works
067 - Rehabilitation of Mzuzu University	500,000,000.00		90% of works done
		424,795,689	Administration, kitchen and hostels rehabilitated
			Campus roads tarred
			Construction of another car park started
			Old genset replaced with new one
			Office furniture replaced with new ones
			Brick fence constructed on the Hest project
067 - Rehabilitation of Mzuzu University (Mzuni Library)	500,000,000.00	424,795,689.00	Construction not started.
			Designs to be ready by end of March 2019- Payment already made.
			Soil sampling already done.
072 - Establishment and development of National Botanical Gardens Infrastructure	300,000,000.00	200,000,000.00	Progress is currently at 10%
			Works were supposed to finish in December according to the project schedule
			However, the delays in progress because of lack of a procurement unit which made the works to be retendered
			The whole project includes: rehabilitation of old water system, construction of a tank, and construction of an irrigation system.
			Total project sum was K625 million and after funding the 300 million for this year they will still be remaining with an K225 million to complete the project.
071 - Construction of Mombera University	2,500,000,000.00	1,583,949,320.43	90% of the main road network done
			The bridge, drainage and box covers are now remaining
			Phase 1 finishes on 14th March, 2019



Picture of unfinished library, classrooms and offices for Malawi College of Health Sciences



Rehabilitation of Mzuzu University Library

Vote 310: Ministry of Health

Project/Program	2018/19 Approved	Funding	Project Progress Report
083 - Construction of Cancer Centre	2,800,000,000.00	1,650,000,000.00	Project completion at 85%
			All bulding are complete except for one block which is at roofing stage



Construction of Cancer Centre

Vote 330: Information and Communication Technology

Project/Program	2018/19 Approved	Funding	Project Progress Report
086 - District Information Capacity Enhancement	100,000,000.00	100,000,000.00	The project has three main components: Purchase of equipment, construction and refurbishment of studios, and capacity enhancement
			District information offices rehabilitation works implemented
			Studio equipment and studio construction materials for Blantyre studio have been procured

Vote 341: Malawi Police Service

Project/Program	2018/19 Approved	Funding	Project Progress Report
000 - Construction of Apartments	200,000,000.00	100,000,000.00	House designs already available
			The plan was to construct 6 houses
			However, no works have begun on the 6 houses despite being funded K100 million.
			Thus, the funding was made to Malawi Police Service by December, 2018
			However, the accounts team never remitted the funds to the Police Buildings Department meaning that it was used for purposes unintended.
Thus, 0% progress on this project			



Construction of Apartments – Lilongwe Area 30

Vote 370: Ministry of Labour Youth Sports and Manpower Development

Project/Program	2018/19 Approved	Funding	Project Progress Report
064 – Establishment of community Colleges	1,000,000,000.00	1,000,000,000.00	Plan was to construct three Technical Colleges in Salima, Chikwawa and Nsanje and works completion is at 62%
			Salima & Chikwawa: Construction of structures was completed and roofing done. Contractor currently putting in fittings for windows, doors etc. Works remaining include drainage system, brick wall and landscaping.
			Nsanje: Structures not yet completed. Administration block and brick wall to be added to revised plan. Remaining works are structure completion, brickwall, and landscaping. However, the contractor is not on site due to non payment.

Vote 400: Ministry of Transport and Public Works

Project/Program	2018/19 Approved	Funding	Project Progress Report
075 - Acquisition of Airport Navigation Equipment	500,000,000.00	200,000,000.00	Airlift procured and was expected to be installed by January, 2019.
			Radar procurement done but awaiting calibration

Vote 410: Natural Resources, Energy and Mining

Project/Program	2018/19 Approved	Funding	Project Progress Report
000 - Youth Tree Planting Program	1,500,000,000.00	779,760,000.00	2,950 hectares of land planted with trees out of a target of 4,301 hectares
			8,642 ha