

**(ii) Statement by the Municipal Director**

The Plan and Budget for the Financial Year 2023/2024 has been prepared basing on the Budget Guidelines from the Ministry of Finance and Economic Planning released in December 2022. The National Development Plan (2021/22 – 2025/26), the Budget Act Cap 439 and its regulations there under, The National Strategy for Growth and Reduction of Poverty II, the Council Strategic Plan (2017/18 – 2021/22), the Sustainable Development Goals 2030 and other sectoral policies.

During the current Financial Year 2023/2024, Dar es Salaam City Council has estimated to spend **Tshs 216,647,761,680.00** for recurrent and development activities. Out of this **TShs 127,547,761,680.00** is government grants, of which **Tshs 115,353,227,780.00** is for Personal Emoluments, **Tshs 1,363,826,000.00** for Other Charges and **Tshs 18,650,830,500.00** for Development activities.

The amount of **Tshs 89,100,000,000.00** is to be raised from council own sources, whereby **Tshs 2,206,680,000.00** is for Personal Emoluments, **Tshs 18,903,486,025.00** for Other Expenditure, **Tshs 49,257,054,056.00** for Development activities and **Tshs 18,732,779,920.00** is from the protected sources.

However, the amount of **Tshs 700,000,000.00** is expected to be collected from Community Contribution during the implementation of development projects.

**Performance Review for FY 2021/2022**

During the Financial Year 2021/2022, Dar es Salaam (Ilala) City Council had estimated to collect a total of Tshs **191,989,356,500.00** of which Tshs **122,334,166,500.00** was expected to be grants from Central government. Tsh **69,655,190,000.00** was expected to be raised from council own sources, and **Tshs 700,000,000/=** was expected to be contribution from community during the implementation of development projects.

The actual collection and spent for the year 2021/2022 was as shown in table below:

**Table 1: Annual Approved Revenue Vs Actual collection 2021/2022**

| No. | Source             | Expenditure items | Approved Budget 2021/2022 | Actual Released (July 2021 –June 2022) |
|-----|--------------------|-------------------|---------------------------|--|
| 1   | Own Source         | PE                | 1,260,472,650.00          | 2,582,864,055.83                       |
|     |                    | OC                | 21,245,215,350.00         | 18,275,123,617.00                      |
|     |                    | Dev               | 33,761,532,000.00         | 22,564,508,329.47                      |
|     |                    | User Fees         | 13,387,970,000.00         | 19,327,258,860.66                      |
|     | <b>Sub Total</b>   |                   | <b>69,655,190,000.00</b>  | <b>62,749,754,862.96</b>               |
| 2   | Central Government | PE                | 98,157,663,000.00         | 98,991,658,119.00                      |
|     |                    | OC                | 1,776,769,000.00          | 2,298,340,403.55                       |
|     |                    | Dev               | 22,399,734,500.00         | 17,253,408,059.42                      |
|     | <b>Sub Total</b>   |                   | <b>122,334,166,500.00</b> | <b>118,543,406,581.97</b>              |
|     | <b>Grand Total</b> |                   | <b>191,989,356,500.00</b> | <b>181,293,161,444.93</b>              |

**Mid-Year Review 2022/2023**

For financial year 2022/2023, the Council estimated to spend a total of Tshs **208,547,761,680.00** in which Tsh **127,547,761,680.00** is from government grants and Tsh **81,000,000,000.00** is from Own Source. Out of the estimated own source Tshs 1,260,472,650.00 for Personal Emoluments, Tsh 43,587,054,053.00 for development activities, Tshs 17,419,693,377.00 for recurrent activities and Tshs 18,732,779,920.00 from protected Sources and **Tshs. 700,000,000.00/=** is collection from community contribution during project implementation.

For the period ended July – December 2022, the funds received and actual expenditure was as shown in table 1 below

**Table 2: Funds released and expenditure for July – December 2022**

| Source of funds       | Approved Budget 2022/2023 (TShs) | Funds Released (July–Dec, 2022) | % Of Budget | Expenditure (July–December, 2022s) | % of Budget |
|-----------------------|----------------------------------|---------------------------------|-------------|------------------------------------|-------------|
| <b>1. OWN SOURCES</b> |                                  |                                 |             |                                    |             |
| Personal Emoluments   | 1,260,472,650.00                 | 630,236,325.00                  | 50          | 630,236,325.00                     | 50          |
| Recurrent             | 17,419,693,377.00                | 8,461,356,959.12                | 45          | 8,461,356,959.12                   | 45          |
| Development           | 43,587,054,053.00                | 11,716,433,672.87               | 25          | 11,716,433,672.87                  | 25          |
| Protected sources     | 18,732,779,920.00                | 9,832,790,627.55                | 52          | 9,832,790,627.55                   | 52          |
| <b>Sub Total</b>      | <b>81,000,000,000.00</b>         | <b>30,640,817,584.54</b>        | <b>36</b>   | <b>30,640,817,584.54</b>           | <b>36</b>   |
| <b>2. GRANTS</b>      |                                  |                                 |             |                                    |             |
| Personal Emoluments   | 107,533,105,180.00               | 56,852,843,926.36               | 53          | 56,852,843,926.36                  | 53.         |
| Other Charges         | 1,363,826,000.00                 | 416,607,250.00                  | 31          | 416,607,250.00                     | 31          |
| Development           | 18,680,830,500.00                | 5,647,187,194.40                | 53          | 5,647,187,194.40                   | 53          |
| <b>Sub Total</b>      | <b>127,577,761,680.00</b>        | <b>62,916,638,370.76</b>        | <b>52</b>   | <b>62,916,638,370.76</b>           | <b>52</b>   |
| <b>Grand Total</b>    | <b>208,577,761,680.00</b>        | <b>93,557,455,955.3</b>         | <b>44</b>   | <b>93,557,455,955.3</b>            | <b>44</b>   |

**Carried over funds from 2021/2022**

At the beginning of the financial year 2022/2023, the council had a balance of Tshs 2,607,764,795.27 that was carried over from FY 2021/2022 due to various reasons such as late disbursement of funds, contractual obligations etc.

Up to December 2022, a total of Tshs. 2,607,764,795.27 was spent as shown in table 3 below

**Table 3: Expenditure of carried over funds from FY 2021/2022**

| <b>Programme/Project</b> | <b>Carried over funds (Tshs)</b> | <b>Expenditure July - December 2022 (Tshs)</b> | <b>Activities</b>                                |
|--------------------------|----------------------------------|--|--|
| Own Source               | 2,607,764,795.27                 | 2,607,764,795.27                               | Completion of Dev Projects                       |
| General Fund             | 169,374,330                      | 169,374,330                                    | Payments to suppliers and Rev Agent              |
| Ferry Fish Market        | 4,464,340                        | 4,464,340                                      | Recurrent activities for Ferry Fish Market       |
| <b>TIB Corporation</b>   | 1,458,290                        | 1,458,290                                      | Payment of Investment Projects                   |
| Health Cost Sharing      | 969,688,460                      | 969,688,460                                    | Purchasing of Drugs & Health Facilities          |
| Women & Youth            | 341,170,510                      | 341,170,510                                    | Loans to Women, Youth & People with disabilities |
| Imprest Account          | 293,675,000                      | 293,675,000                                    | Different Council activates                      |
| Deposit Account          | 163,406,850                      | 163,406,850                                    | Stakeholders activities                          |
| Ward Bank Balance        | 626,800,380                      | 626,800,380                                    | Recurrent activities for Wards                   |
| Secondary Bank Balance   | 486,959,440                      | 486,959,440                                    | Recurrent activities for Secondary               |
| Primary School           | 25,262,740                       | 25,262,740                                     | Recurrent activities for Primary Education       |
| Development Cash A/C     | 1,032,154,680                    | 1,032,154,680                                  | Completion of Dev Projects                       |
| Ward Bank Balance        | 790,999,940                      | 790,999,940                                    | Completion of Dev Projects in Ward level         |
| Secondary Bank Balance   | 957,390,910                      | 957,390,910                                    | Completion of Dev Projects in Secondary          |
| Primary Bank Balance     | 257,912,590                      | 257,912,590                                    | Completion of Dev Projects in Primary            |
| <b>GRAND TOTAL</b>       | <b>7,513,390,070</b>             | <b>7,513,390,070</b>                           |  |

**BUDGET ESTIMATES FOR THE FINANCIAL YEAR 2023/2024**

For the Financial Year 2022/2023 the Dar es Salaam City Council has estimated to spend a total of Tshs. **216,647,761,680.00** of which Tshs **127,547,761,680.00** is expected to be grants from Central Government, Tsh **89,100,000,000.00** will be raised from Council own sources, out of which Tshs **18,732,779,920.00** is the own Source from the protected sources. The council is also expecting to collect Tshs. 700,000,000.00 from community contribution during implementation of development projects. However, 70% of the own sources revenue will be used for development expenditure and 30% will be used for recurrent expenditure.

**Table 4: Budget Summary for the Financial Year 2023/2024**

| <b>Fund Source</b> | <b>Revenue/Expenditure Category</b> | <b>Details</b>   | <b>Amount</b>             |
|--------------------|-------------------------------------|------------------|---------------------------|
| Own Sources        | Recurrent                           | Other Charges    | 18,903,486,025.00         |
|                    |                                     | PE               | 2,206,680,000.00          |
|                    | Development                         | Development      | 49,257,054,056.00         |
|                    | Protected Sources                   |                  | 18,732,779,920.00         |
|                    |                                     | <b>Sub total</b> | <b>89,100,000,000.00</b>  |
| Grants             | Recurrent                           | Other Charges    | 1,363,826,000.00          |
|                    |                                     | PE               | 107,533,105,180.00        |
|                    | Development                         | Development      | 18,650,830,500.00         |
|                    | <b>Sub total</b>                    |                  | <b>127,547,761,680.00</b> |
|                    | <b>Grant Total</b>                  |                  | <b>216,647,761,680.00</b> |

We extend our sincere gratitude to all Development Partners and other stakeholders who have been supporting our development initiatives and we appeal to them for their continued support.

I submit,

Eng. Amani I. B. Mafuru  
**Ag. CITY DIRECTOR**  
**DAR ES SALAAM CITY COUNCIL**