



CONSOLIDATED & MINISTERIAL FINANCIAL STATEMENTS OF THE HIRSHABELLE STATE OF SOMALIA

For the Year Ended 31 December 2020

*Prepared in accordance with the International
Public Sector Accounting Standard (IPSAS) -
Financial Reporting Under the Cash Basis of
Accounting (2017)*

**Prepared by the Ministry of Finance
& Economic Development**
Hirshabelle State of Somalia

Jamhuuriyadda Federaalka Soomaaliya
Dowlad Goboleedka Hirshabelle
Wasaaradda Maaliyadda & Horumarinta
Dhaqaalaha



جمهورية الصومال الفيدرالية
ولاية هيرشبيلي
وزارة المالية والتنمية الاقتصادية

Federal Republic of Somalia
Hirshabelle State of Somalia
Ministry of Finance & Economic Development
Office of the Minister

DCHSH/XWM/026/2021

TR/ 29/5/2021

Statement of Certification - 2020 Financial Statements

The 2020 financial statements, together with the accompanying notes, have been prepared in accordance with the International Public Sector Accounting Standard, Financial Reporting under the Cash Basis of Accounting (2017).

In the opinion of the Ministry of Finance and Economic Development, the financial statements of the Hirshabelle State of Somalia (HSS) as submitted for Audit in accordance with Section 30 of the Public Finance Management Act 2018 passed by the parliament, are materially accurate and provide a true and fair view of the HSS's financial position for the year ended 31 December 2020.

For and on behalf of the Hirshabelle State of Somalia

HE. Mohamed Mohamed Abdulle

Minister for Finance & Economic Development - HSS



Hirshabelle State of Somalia
Consolidated Fund Statement of Cash Receipts and Payments
Treasury Single Account
for the Year Ended 31 December 2020

		<u>2020</u>	<u>2019</u>
		Controlled by TSA	Controlled by TSA
Receipts / Inflows	<u>Notes</u>	<u>USD</u>	<u>USD</u>
Taxes			
Taxes on payroll and workforce			273
Taxes on property			
Taxes on goods and services			800,805
Taxes on international trade and transactions			
Taxes	2	-	801,079
Grants			
From foreign governments			
From international organizations	3	385,814	653,946
From other general government units	4	9,688,597	4,529,800
Grants		10,074,411	5,183,746
Total Receipts / Inflows		10,074,411	5,984,825
Payments / Outflows			
Compensation of Employees			
Wages and Salaries	5	6,203,103	3,610,910
Compensation of Employees		6,203,103	3,610,910
Use of Goods and Services			
Travel & Conferences	6	134,155	257,858
Operating Expenses	7	953,939	642,699
Rent	8	77,290	96,570
Other Operating Expenses	9	245,046	9,153
Use of Goods and Services		1,410,429	1,006,281
Grants			
Grants To Other General Government Units	10	1,775,620	491,503
Grants		1,775,620	491,503
Nonfinancial assets			
Fixed Assets		618,830	832,300
Nonfinancial assets	11	618,830	832,300
Payments / Outflows		10,007,981	5,940,994
Increase Decrease in Cash		66,429	43,831
Cash at Beginning of Year		83,304	39,473
Cash at End of Year	1.3	149,733	83,304

Hirshabelle State of Somalia
Consolidated Fund Statement of Comparison of Budget and Actual Amounts
Treasury Single Account
for the Year Ended 31 December 2020
Appropriation Budget Approved on Cash Basis
Classification of Payments By Economic Class

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		A	B	C	C-B	
		USD	USD	USD	USD	USD
Receipts / Inflows						
Taxes						
Taxes on payroll and workforce						273
Taxes on property		441,379	441,379	-	(441,379)	
Taxes on goods and services		5,226,455	5,226,455	-	(5,226,455)	800,805
Taxes on international trade and transactions		699,316	699,316	-	(699,316)	
Taxes	12	6,367,150	6,367,150	-	(6,367,150)	801,079
Grants						
From foreign governments						
From international organizations		623,236	623,236	385,814	(237,422)	653,946
From other general government units		11,814,958	11,814,958	9,688,597	(2,126,361)	4,529,800
Grants	13	12,438,194	12,438,194	10,074,411	(2,363,783)	5,183,746
Other Revenue						
Sale of goods and services		422,465	422,465	-	(422,465)	-
Fines, penalties and forfeits		5,000	5,000	-	(5,000)	-
Other Revenue	14	427,465	427,465	-	(427,465)	-
Receipts / Inflows		19,232,809	19,232,809	10,074,411	(9,158,398)	5,984,825
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		11,661,303	11,661,303	6,203,103	(5,458,200)	3,610,910
Compensation of Employees	15	11,661,303	11,661,303	6,203,103	(5,458,200)	3,610,910
Use of Goods and Services						
Travel & Conferences		781,593	781,593	134,155	(647,438)	257,858
Operating Expenses		2,091,340	2,091,340	953,939	(1,137,402)	642,699
Rent		153,790	153,790	77,290	(76,500)	96,570
Other Operating Expenses		525,759	525,759	245,046	(280,714)	9,153
Contingency		388,809	388,809	-	(388,809)	-
Use of Goods and Services	16	3,941,291	3,941,291	1,410,429	(2,530,862)	1,006,281
Grants						
Grants To Other General Government Units		2,180,800	2,180,800	1,775,620	(405,180)	491,503
Grants	17	2,180,800	2,180,800	1,775,620	(405,180)	491,503
Nonfinancial assets						
Fixed Assets		1,449,415	1,449,415	618,830	(830,585)	832,300
Nonfinancial assets	18	1,449,415	1,449,415	618,830	(830,585)	832,300
Payments / Outflows		19,232,809	19,232,809	10,007,981	(9,224,828)	5,940,994
Increase / (Decrease) in Cash				66,429		43,831

Hirshabelle State of Somalia
Statement of Government Operations
For the Year Ended 31 Decembe 2020

	2020	2019
Transactions Affecting Net Worth		
REVENUE	10,074,411	5,984,825
Taxes	-	801,079
Taxes on payroll and workforce	-	273
Taxes on property	-	-
Taxes on goods and services	-	800,805
Taxes on international trade and transaction	-	-
Grants	10,074,411	5,183,746
From foreign governments	-	-
From international organizations	385,814	653,946
From other general government units	9,688,597	4,529,800
EXPENDITURE	9,389,152	5,108,694
Compensation of Employees	6,203,103	3,610,910
Wages and Salaries	6,203,103	3,610,910
Cost of Goods and Services	1,410,429	1,006,281
Travel & Conferences	134,155	257,858
Operating Expenses	953,939	642,699
Rent	77,290	96,570
Other Operating Expenses	245,046	9,153
Grants	1,775,620	491,503
Grants To Other General Government Unit	1,775,620	491,503
Gross Operating Balance	685,259	876,131
TRANSACTIONS IN NON-FINANCIAL ASSETS		
Nonfinancial assets	618,830	832,300
Fixed Assets	618,830	832,300
TRANSACTIONS FINANCIAL ASSETS		
Net Acquisition of Financial Assets	66,429	43,831
Financial assets	66,429	43,831
Liabilities	-	-
Liabilities	-	-
Liabilities	-	-
Overall Statistical Discrepancy	-	-

Notes to the Financial Statements

Note 1 Accounting Policies

1.1. Basis of Preparation

The Hirshabelle State of Somalia's (HSS) consolidated financial statements have been prepared in accordance with the *Public Financial Management Act 2018* and the International Public Sector Accounting Standard (IPSAS) - *Financial Reporting under the Cash Basis of Accounting (2017)*. The notes to the financial statements form an integral part to understanding the statements and must be read in conjunction with the statements.

The accounting policies have been applied consistently throughout the period.

1.2. Reporting Entity

The Financial statements are for the Hirshabelle State of Somalia. The Hirshabelle Government operates from Jowhar which is the capital city of Hirshabelle State. The principal address of the Government is:

Jowhar Middle Shabelle region

The principal activities of the Government and its controlled entities include the provision of health, education, defense, security, and general public services.

The financial statements encompass the reporting entities as specified in the *Appropriation Act No. 1 2020* and are comprised of:

- 1 Ministry of Justice & Religious Affairs
- 2 Ministry of Livestock, Forestry and Vegetation
- 3 Ministry of Ports and Maritime Transport
- 4 Ministry of Youth and Sports
- 5 Ministry of Postal, Communication and Modern Technology
- 6 Ministry of Education and Tertiary
- 7 Ministry of Environmental and Sea Protection
- 8 Ministry of Agriculture and Irrigation
- 9 Ministry of Health and Social Care
- 10 Ministry of Fishery & Marine Resources
- 11 Ministry of Public Works and Reconstruction
- 12 Ministry of Information and Culture
- 13 Ministry of Interior and Local Government
- 14 Ministry of Planning, Investment and International Cooperation
- 15 Ministry of Transport, Air and Land
- 16 Ministry of Security and Rehabilitation
- 17 Ministry of Labour and Employment

- 18 Ministry of Finance and Economic Development
- 19 Ministry of Constitution & Federal Affairs
- 20 Ministry of Commerce & Industry
- 21 Ministry of Women & Human Rights
- 22 Ministry of Water, Energy and Minerals
- 23 Ministry of Humanitarian and Disaster Management
- 24 Civil Service Commission
- 25 Hirshabelle Parliament
- 26 Auditor General's Office
- 27 Ministry of State Presidency
- 28 Ministry of Rehabilitation and Disbarment
- 29 Ministry of Religious and Endowments
- 30 Ministry of Petroleum and mining
- 31 Ministry of Reconciliation and Resettlement

Ministries were created by a preceding Presidential Decree on 20th February 2017 entitled *A Decree Establishing Ministries of Hirshabelle State of Somalia and Defining Roles and Functions of Ministries*. Number of Ministries/Agencies were increased to 31 by a preceding Presidential Decree on 22nd January 2019. The Ministry of Finance & Economic Development and Revenue Collection Authority was Established by a Presidential Decree in March 2017. The purposes of establishing the Ministry of Finance & Economic Development and Revenue Collection Authority was to ensure that the Hirshabelle State of Somalia has a Ministry of Finance & Economic Development that is responsible for the overall financial management of the Hirshabelle State of Somalia and to also ensure that within the Ministry of Finance & Economic Development there is a Revenue Collection Authority that is fully staffed, organized, administered and empowered to collect & deposit into the Treasury Single Account (TSA) all legally established taxes and other revenues of the Hirshabelle State of Somalia and Other Related Matters.

The Decree Establishing the Ministry of Finance & Economic Development was changed into an Act of Parliament on 06 February 2018. The Auditor General's Office was created via Presidential Decree in 2018 and changed to an Audit Act on 18 March 2019 and became operational during the 2019 financial year.

A subsequent decree on establishing the Civil Service Commission (CSC) and its purpose entitled *A Decree for establishing the Civil Service Commission of the Hirshabelle State of Somalia dated December, 2017* established the office of the Civil Service Commission. Companion Decrees also established the Civil Service and the Civil Service Salary structure. The inauguration of the HSS constitution automatically established the Hirshabelle Parliament. The Civil Service Commission (CSC) was changed into an Act in October 2018. The respective statements of all the listed entities form part of the consolidated Financial statements as these entities were included as part of the *HSS Appropriation Act No. 1, 2020*.

The consolidated financial statements include all entities controlled during the year. None of the entities own another entity however HSS Municipalities is controlled by the Ministry of Interior and Local Government.

1.3. Treasury Single Account & Project Accounts

Four bank accounts were operational during the 2020 financial year, the Treasury Single Account (TSA), and sub-accounts of the TSA: a Project account which relates to the RCRF II project account, the HSS GPE Project Account and the wasaaradda Arimaha Gudaha Hirshabelle. As at the end of the

	<u>2020</u>	<u>2019</u>
	<u>USD</u>	<u>USD</u>
Treasury Single Account - Main	38,070	-
Project Account - RCRF II	24,437	83,304
HSS GPE Project Account	87,226	-
Wasaaradda Arimaha Gudaha Hirshabelle	-	-
TOTAL	<u>149,733</u>	<u>83,304</u>

2020 financial year, balances of these accounts were as follows:

1.4. Cash & Cash Equivalents

Cash and Cash Equivalents means notes and coins held, and any deposits held at call with a bank or financial institution. Cash is recognized at its nominal amount. Somali banks do not pay interest.

Cash included in the statement of cash receipts and payment comprises the following amounts:

	<u>2020</u>	<u>2019</u>
	<u>USD</u>	<u>USD</u>
Treasury Single Account - Main	38,070	-
Project Account - RCRF II	24,437	83,304
HSS GPE Project Account	87,226	-
Wasaaradda Arimaha Gudaha Hirshabelle	-	-
TOTAL	<u>149,733</u>	<u>83,304</u>

1.5. Reporting Currency

The reporting currency is the United States Dollar (USD) and rounded to the nearest dollar (\$).

1.6. Borrowings

HSS did not receive any loans during the 2020 financial year and has no balances owing in respect of banks, and other commercial institutions.

1.7. Original and Final Approved Budget and Comparison of Actual and Budget Amount

The approved budget is developed on the same accounting basis (Cash basis), same classification basis and for the same period (From 1st January 2020 to 31st December 2020) as the financial statements. It encompasses the same entities as the consolidated financial statement (these are identified in Note 1.2)

The original budget was approved by the Hirshabelle Parliament on 2nd April 2020. No Supplementary Budget was passed in FY 2020.

1.8. Authorization Date

The financial statements were authorized to issue on 20 March 2021 by HE Mohamed Mohamud Abdulle, Minister of Finance and Economic Development.

Note 2 Taxes on Goods and Services

These are combined taxes charged for the use of services offered by HSS. During this financial year, HSS have not collected any revenue, which was as a result of political tensions and Security issues. However, it is expected that commencing in the 2021 financial year that the MoF and other MDAs will be commencing collecting revenue and depositing to the TSA.

Note 3 Grants from International Organizations

In the 2020 financial year, grants were received from international organizations totaling USD \$385,814 (USD\$653,946 in 2019). The Joint Programme on Local Governance (JPLG) project, funded by the United Nation Development Program (UNDP), provided USD\$194,185 while Public Resource Management in Somalia (PREMIS) funded USD\$191,629 (USD\$64,644 in 2019).

Note 4 Grants from Other Government Units

In 2020 the Federal Government of Somalia granted a total of USD\$9,688,597 (USD\$4,529,800 in 2019) to the Hirshabelle State of Somalia. Funds were provided for budget support, SURGE projects, HSS COVID19 Emergence Preparedness response, Baletwayne Floods Support Project and MOE

	2020	2019
	USD	USD
Unconditional Budget Support	2,271,900	
Budget Support	4,119,654	3,635,200
Surge Support	450,000	894,600
HSS COVID19 Emergence Preparedness response	500,000	
Baletwayne Floods Support Project	1,140,000	
MOE GPE Project	164,213	
National Exam Form 4	24,476	
RCRF11	972,834	
Mass campaign of Community health Workers/FHWs	45,520	
TOTAL	9,688,597	4,529,800

GPE Project providing funding for specific expenditure as approved by FGS.

Note 5 Wages and Salaries

Wages and salaries are a combination of all salaries, allowances, and in-kind payments to staff. The staffs include both the civil servants and political positions.

Remuneration to Ministers and statutory appointments encompasses salaries made to Ministers and Parliamentarians. Daily meals are in-kind payments to the Military forces of Hirshabelle that is made in form of food and other related food supplies.

	2020	2019
	USD	USD
Permanent employees/Regular staff	495,860	418,710
Contract employees	84,318	3,360
Wage workers	88,410	35,400
Security forces (Police, intel forces and prison)	3,814,890	1,019,500
Remuneration to minister & Statutory Appointments	908,500	1,498,700
Teacher salary	338,600	-
Accommodation Allowance	161,765	140,000
Other allowances	-	5,950
Professional allowance	39,890	-
Daily Meals	270,870	489,290
TOTAL	6,203,103	3,610,910

Note 6 Travel and Conferences

Travel and Conferences amounting to USD\$134,155 (USD\$257,858 in 2019) comprise of travel and conferences costs within the country and no outside travel or conference in the year 2020 due to the Covid-19 restrictions. The following provides a breakdown of the total costs

	2020	2019
	USD	USD
Internal Travel	104,952	178,610
External Travel		74,584
Local conferences	29,203	4,664
TOTAL	134,155	257,858

Note 7 Operating Expenses

Operating Costs are costs that are geared towards facilitating the running of the Ministries, Departments and Agencies of the HSS. Following is a detailed breakdown of the operating costs incurred by HSS during the year.

	2020	2019
	USD	USD
Water	10,000	3,708
Electricity	20,000	112,965
Mobile Phone Expenses	800	
Internet	1,400	
Gasoline	285,019	270,000
Telephone fees		223
Stationary	14,595	18,445
Meeting Supplies	48,040	102,995
Publications	9,000	
Cleaning Supplies	10,000	364
Medical Supply	194,810	
Maintenance of equipment	40,000	38,850
Maintenance of buildings and repairs	115,000	
Maintenance of furniture & fittings		150
Maintenance of Vehicles	104,350	95,000
Vehicle Hire/car rental	100,925	
	953,939	642,699

Note 8 Rent

Office rent expenses amounting to USD\$77,290 (USD\$96,570 in 2019) was funded through a grant from PREMIS with the purpose of paying the Office Rent for the Civil Service Commission and the Auditor General's Office

Note 9 Other Operating Expenses

Other operating expenses comprise of bank charges, staff training adverting and marketing costs and consultation and non-consultancy service.

	2020	2019
	USD	USD
Consultation Fees	127,602	
Bank Charges	63	91
Television and Newspaper Advertisement	3,027	1,250
Staff training and Development	26,031	7,030
Fee for Service Provided (non Consultancy Service)	88,323	
Marketing and Promotion		782
TOTAL	245,046	9,153

Note 10 Grants to other General Government units

Transfers to other government units refer to lower-level governments transfers to Jowhar, Beledwayne and Balcad Municipalities. These are the only active local governments in HSS that collect revenue and incur expenditure. The Municipalities collect revenue from the public transport system and other mobile businesses within HSS. There is an informal agreement between the Ministry of Finance and Economic Development and the Municipalities specifying that all revenue collections shall be deposited into the TSA and request for incurring expenditures is made by the local government to the State.

During 2020 these municipalities stopped depositing to the TSA due to political tensions and disputes among the administrations of the two regions, despite positive promises being made by the current administration to deposit all funds into the TSA. The Municipalities were receiving transfers from HSS to meet their operational costs with no fund deposited to the TSA for the 2020 financial year. The administration has recently changed and they are proactively ensuring that they comply with the Public Financial Management Act 2018 which required funds to be deposited to the TSA. USD\$1,140,000 out of the USD\$1,775,620 was support to the Beletwayne floods from different units (USD\$600,000 Djibouti, USD\$500,000 Federal Government of Somalia and USD\$40,000 Banadir Floods Emergency Committee).

Djibouti	600,000
Federal Government	500,000
Banadir floods emergency committee	40,000
Transfers to Lower Level Government	635,620
Total	1,775,620

Note 11 Non-Financial Assets

Non-Financial Assets consist of costs that were incurred for building other than dwellings, machinery and equipment not elsewhere classified, and Information, computer, and telecom (ICT) equipment. Following are the details:

	2020	2019
	USD	USD
Buildings other than dwellings	491,845	
Machinery and Equipment not elsewhere classified	105,000	
Road Construction		550,000
Cars		238,650
information, Computer and telecom (ICT) equipment	21,985	29,448
Office equipment, Furniture & fixtures		14,202
	618,830	832,300

Note 12 Taxes

A total of USD\$6,367,150, tax collections was estimated to be raised in the 2020 financial year, however there was no revenue collected due to the revenue check-points controlled by other agencies (Municipalities, Ministry of Interior, Ministry of Trade, Ministry of Public Works and across MDAs).

	2020			2019		
	USD			USD		
	Estimate	Actual	Variance	Estimate	Actual	Variance
Payroll Tax - Non-Government		-	-		273	273
Livestock Fees	787,796		(787,796)	886,500	3,072	(883,428)
Fishing Fees	19,850	221,900	202,050	19,850		(19,850)
Business & Professional Licenses	200,100	-	(200,100)	200,100	400	(199,700)
International NGOs registration	9,864	-	(9,864)	9,864	-	(9,864)
Local NGO's Registraton	9,450	-	(9,450)	9,450	-	(9,450)
Local Companies Registration	7,890		(7,890)			
Work Permit Licenses	9,856	-	(9,856)	9,860	-	(9,860)
Vehicle & Drivers Licences	19,450	-	(19,450)	19,450	-	(19,450)
Landing Fees	238,491					
International Departure Tax	145,509	-	(145,509)	145,509	-	(145,509)
Property Tax	441,379	-	(441,379)	441,379	-	(441,379)
Turnover Tax	603,890	-	(603,890)	603,890	-	(603,890)
Fuel Tax	115,200	-	(115,200)	115,200	-	(115,200)
Electricity Tax	59,870	-	(59,870)	59,870	-	(59,870)
Road User Tax	2,999,239	-	(2,999,239)	2,921,320	797,333	(2,123,987)
Customs duties - Tobacco	144,120	-	(144,120)	144,120	-	(144,120)
Customs duties - KHAT	482,855	-	(482,855)	482,835	-	(482,835)
Customs duties - Cigarettes	72,341	-	(72,341)	72,341	-	(72,341)
TOTAL	6,367,150	221,900	(5,906,759)	6,141,538	801,078	(5,340,460)

Lack of political will and very weak revenue collection controls also attributed to the non-collection of own source revenue for the year.

There was a share of fishing fees paid to Hirshabelle State by the Federal Government of Somalia (USD\$221,900). This was across the Federal member State as per Seychelles agreement which was that States share in the fishing revenue collected across the country.

Note 13 Grants

Total grants of USD\$10,074,411 were received against an estimate of USD\$12,438,194. These grants comprised of grants from Federal Government and grants from International organization (PREMIS and UNDP). Grants from the Federal Government were received as forecast whereas the Grants from International Organizations were not received as per estimated due to the delay in implementing some projects. Due to the COVID 19 outbreak the revenue collections through State were affected.

	2020	2019
	USD	USD
Unconditional Budget Support	2,271,900	
Budget Support	4,119,654	3,635,200
Surge Support	450,000	894,600
HSS COVID19 Emergence Preparedness response	500,000	
Baletwayne Floods Support Project	1,140,000	
MOE GPE Project	164,213	
National Exam Form4	24,476	
RCRF11	972,834	
Mass campaign of Community health Workers/FHWs	45,520	
TOTAL	9,688,597	4,529,800

13.1 Grants from Federal Government

	2020			2019		
	USD			USD		
	Estimate	Actual	Variance	Estimate	Actual	Variance
Civil Servant Identification Fee	50,000	-	(50,000)	50,000	-	(50,000)
Birth Certificate Fee	500	-	(500)	5,000	-	(5,000)
Land Certificate Fee	221,965	-	(221,965)	221,965	-	(221,965)
Number Plate Registration	100,000	-	(100,000)	100,000	-	(100,000)
Logbook Registration	50,000	-	(50,000)	50,000	-	(50,000)
Fines/Penalties	5,000	-	(5,000)	5,000	-	(5,000)
TOTAL	427,465	-	(427,465)	431,965	-	(431,965)

Note 14 Other Revenue

Sale of government goods and services and fines and penalties constitute other sources of revenue. A total of USD\$427,465 was budgeted in the year of 2020; however, no revenue in this category was collected due to the state's fragility, political unwillingness and capacity to collect the revenue.

Note 15 Employee Compensation

A total of USD\$6,203,103 was spent on employee compensation against a final budget of USD\$11,661,303. The under spend of USD\$5,458,200 was mostly due to the State's fragility and thus significant under collection of revenues. Due to this, there were insufficient resources to fund employee compensation as budgeted. Additionally, HSS have not fully benefited from the RCRFII Project due to the delay in recruitment of staff as planned. The COVID 19 also affected the State paid staff due to weak revenue collection and grants reduction due to this worldwide affected pandemic.

	2020			2019		
	USD			USD		
	Budget	Actual	Variance	Budget	Actual	Variance
Permanent employees/Regular staff	982,931	495,860	(487,071)	1,313,627	418,710	(894,917)
Contract employees	272,640	84,318	(188,322)	27,410	3,360	(24,050)
Wage workers	305,425	88,410	(217,015)	222,843	35,400	(187,443)
Security forces (Police, intel forces and prison)	4,268,229	3,814,890	(453,339)	1,243,575	1,019,500	(224,075)
Remuneration to minister & Statutory Appointments	4,395,600	908,500	(3,487,100)	4,307,200	1,498,700	(2,808,500)
Teacher salary	557,040	338,600	(218,440)			-
Accommodation Allowance	168,095	161,765	(6,330)	146,330	140,000	(6,330)
Professional allowance	39,890	39,890	-			-
Transportation allowance	3,870		(3,870)	4,270		(4,270)
Other allowances	13,900		(13,900)	13,900	5,950	(7,950)
Daily Meals	653,683	270,870	(382,813)	538,683	489,290	(49,393)
Grand Total	11,661,303	6,203,103	(5,458,200)	7,817,838	3,610,910	(4,206,928)

Note 16 Use of Good and Services

The ability to spend is limited to the amount of revenue that was collected. In the case of goods and services, a total of USD\$1,410,429 was spent against a budget of USD\$3,941,291, representing 36% of the final budget. The variance distributed across the entities is mainly attributed to constraints in funds availability.

	2020			2019		
	USD			USD		
	Budget	Actual	Variance	Budget	Actual	Variance
Internal Travel	395,840	104,952	290,888	343,640	178,610	165,030
External Travel	289,921		289,921	277,421	74,584	202,837
Local conferences	89,532	29,203	60,329	52,992	4,664	48,328
Overseas Conferences	6,300		6,300	6,800		6,800
Water	46,500	10,000	36,500	46,500	3,708	42,792
Electricity	77,500	20,000	57,500	152,500	112,965	39,535
Telephone fees	6,390		6,390	6,050	223	5,827
Mobile Phone Expenses	10,610	800	9,810	9,600		9,600
Internet	63,700	1,400	62,300	39,300		39,300
Gasoline	586,800	285,019	301,781	438,150	270,000	168,150
Oil(machines)	1,200		1,200			-
Stationary	81,304	14,595	66,710	92,826	18,445	74,381
Books	9,406		9,406	9,406		9,406
Published fees	7,900		7,900	7,900		7,900
Meeting Supplies	472,840	48,040	424,800	437,840	102,995	334,845
Publications	11,700	9,000	2,700	2,700		2,700
Cleaning Supplies	64,100	10,000	54,100	54,100	364	53,736
Medical Supply	194,840	194,810	30			-
Computer Consumables	800		800	800		800
Maintenance of equipment	107,500	40,000	67,500	107,500	38,850	68,650
Maintenance of furniture & fitting	2,200		2,200	2,200	150	2,050
Maintenance of Vehicles	111,000	104,350	6,650	96,200	95,000	1,200
Maintenance of buildings and rep:	115,000	115,000	-			-
Maintenance contracts	5,000		5,000	5,000		5,000
Vehicle Hire/car rental	115,050	100,925	14,125	8,730		8,730
Office Rent	150,990	77,290	73,700	157,180	96,570	60,610
Other Rent	2,800		2,800	2,800		2,800
Consultation Fees	240,749	127,602	113,147	85,228		85,228
Audit Fees	20,000		20,000	20,000		20,000
Staff training and Development	66,030	26,031	39,999	13,500	7,030	6,470
Fee for Service Provided (non Con	140,000	88,322.50	51,678	140,000		140,000
Bank charges	17,310	63	17,247	21,820	91	21,729
Television and Newspaper Advert	41,440	3,027	38,413	34,890	1,250	33,640
Marketing and Promotion	230		230	1,012	782	230
Contingency	388,809		388,809	388,809		388,809
TOTAL	3,941,291	1,410,429	2,530,862	3,063,394	1,006,281	2,057,113

Note 17 Grants to Other General Government Units

Grants to other General Government Units relates to transfers made to lower levels of Government of HSS. An amount of USD\$2,180,800 was budgeted for the Lower-level Governments of HSS and USD\$1,775,620 was actually transferred to the Middle Shabelle and Hiran Regions to facilitate their operations as well as provide key services to the Region. While in 2019 a total of USD\$810,600 was budgeted and actual was USD\$491,503. The lower-level municipalities of the Middle Shabelle and Hiran Regions operating under an informal agreement between the MoFED and HSS Municipalities (see Note 10), operate their own standard procedures in managing funds as stipulated in the informal agreement with the MoFED

Note 18 Non-Financial Assets

During the year, 42.7% (USD\$618,830) of the non-financial assets budget of USD\$1,449,415 was spent. Costs were mainly associated with the rehabilitation of Government institutions and equipment which was funded by the Federal Government under the SURGE project

	2020			2019		
	USD			USD		
	Budgeted	Actual	Variance	Budgeted	Actual	Variance
Information, computer, & telecom. (ICT) equipment	82,690	21,985	60,705	82,438	29,448	52,990
Machinery and Equipment not elsewhere classified	164,550	105,000	59,550	69,543	9,802	59,741
Buildings other than dwellings	1,085,000	491,845	593,155	85,000		85,000
Cars	50,000		50,000	288,650	238,650	50,000
furniture & Fixture	67,175		67,175	71,575	4,400	67,175
Total	1,449,415	618,830	830,585	236,981	39,250	197,731

Note 19 Payments by Third Parties, External, Other & Undrawn Assistance

19.1 Payments by Third Parties

Third party payments totaling USD\$672,725 was paid by PREMIS on behalf of HSS. These amount of USD\$672,725 related to technical assistance, training and ICT support paid by PREMIS.

The PREMIS project, funded by the UK Department for International Development (DFID) and European Union (EU) to provide support previously provided by the Somalia Stability Fund (SSF), providing continuing support to the HSS in the areas of public financial management and public administration. The nature of the support in 2020 is summarized below:

Budget Entities	2020			
	USD\$			
	Technical Assistance	Training	ICT Support	Total
Ministry of Finance	259,007.10	78,385.97	119,680.60	457,074
Civil Service Commission	84,859.36	21,379.70	16,229.77	122,469
Office of the Auditor General	73,716.14	19,466.35		93,182
Total	417,583	119,232	135,910	672,725

19.2 External Assistance

External Assistance	2020
Total Cash Receipts	1,164,463
Total Third Party Payment	672,725
Total External Assistance	1,837,188
Multilateral Aid Agencies	
Cash Receipt	972,834
Third Party Payment	
	972,834
Bilateral Aid Agencies	
Cash Receipt	191,629
Third Party payment	672,725
	864,354

External assistance was received in the form of grants from multilateral and bilateral donor agencies under agreements specifying the purpose for which the assistance will be utilized. Total assistance in cash was utilized for funding salaries and third-party assistance is described in Note 21.1 above. The following amounts were received in FY2020:

21.3 Undrawn External Assistance

During the 2018 financial year, HSS became eligible to participate in the Recurrent Cost and Reform Financing (RCRF II) project. This project runs through to 30 June 2023 and is reviewable on an annual basis. The RCRF II project is a multi-partner fund administered by the International Development Association (IDA), with funds flowing through the Federal Government of Somalia and to HSS. The objective of the project is to support the recipient to provide a credible and sustainable payroll, and to establish the foundation for efficient budget execution and payment systems for the non-security sectors in the Federal Government, eligible Federal Member States and Interim and Emerging Administration.

As specified in a binding agreement *Number TFOA0534 Dated 29 June 2015* between the Federal Government of Somalia (FGS), acting on behalf of all other existing & emerging states, and the

International Development Association (IDA), the Hirshabelle State of Somalia, by virtue of a sub-agreement with FGS, has a current project which will last to 30 June 2023.

Undrawn External assistance in respect to the RCRF II project is contingent upon HSS meeting the threshold conditional requirements of the project. The RCRF II budget outlined in the Project Appraisal Document (PAD) does not identify the budgeted breakdown for HSS in particular the grant amount is subject to annual review and approval by the IDA.

As at the 31 December 2020, HSS had accessed a total of USD\$1,760,659 (USD\$787,725 in 2019) of the RCRF II project funds since becoming eligible. The variance resulted from a number of Civil Servants not being recruited as originally planned and some staff turnover during 2019 and 2020 fiscal years.

	Year					
	2020		2019		2018	
	Original Budget	Actual	Original Budget	Actual	Original Budget	Actual
External Assistance	1,707,180	972,834	1,254,254	589,302	45,067	198,423

It is expected that conditions will continue to be satisfied and the projects are anticipated to continue under the terms of agreement between the donor and HSS. There have been no instances of non-compliance with terms and conditions which can result in cancellation of external assistance grants.

Note 20 Statements of Operations

The Statement of Operations report is in accordance with the Government Finance Statistics Manual 2014 (GFSM 2014). Government Finance Statistics (GFS) is an accounting framework developed by the International Monetary Fund (IMF) to provide guidelines for the compilation of fiscal accounts. The GFS framework is designed to provide statistics that enable policymakers and analysts to study developments in the financial operations and financial position of government. It is also used to analyze the operations of a specific level of government, transactions between levels of government, and the public sector

The Statement of Operations produces summary information on the overall performance and financial position of the general government. This Statement is divided into three sections that present: revenue and expense transactions; transactions in non-financial assets; and transactions in financial assets and liabilities. This Statement is a voluntary disclosure and not a reporting requirement under the International Public Sector Accounting Standards, Financial Reporting under the Cash Basis of Accounting standard, which is the standard adopted in preparing these financial statements.

HIRSHABELLE STATE OF SOMALIA
INDIVIDUAL BUDGET ENTITY
STATEMENT OF CASH RECEIPTS & PAYMENTS &
COMPARISON TO BUDGET

For the Year Ended 31 December 2020
Prepared in accordance with the
International Public Sector Accounting Standard (IPSAS) - Financial Reporting Under the Cash Basis of Accounting (2017)

Ministry of Justice & Religious Affairs
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

		2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
Notes		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	6,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	6,000
Compensation of Employees	7	80,000	80,000		(80,000)	6,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	6,000

Ministry of Livestock, Forestry and Vegetation
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

		2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	6,000
Taxes						
Taxes on goods and services		787,796	787,796		(787,796)	
Taxes	4	787,796	787,796		(787,796)	
Receipts / Inflows		897,796	897,796		(897,796)	6,000
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	6,000
Compensation of Employees	7	80,000	80,000		(80,000)	6,000
Use of Goods and Services						
Travel & Conferences		1,900	1,900		(1,900)	
Operating Expenses		22,600	22,600		(22,600)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	6,000

Ministry of Ports and Maritime Transport
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

		2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
Notes		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	6,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	6,000
Compensation of Employees	7	80,000	80,000		(80,000)	6,000
Use of Goods and Services						
Travel & Conferences		2,500	2,500		(2,500)	
Operating Expenses		22,000	22,000		(22,000)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	6,000

Ministry of Youth and Sports
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	8,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	8,000
Compensation of Employees	7	80,000	80,000		(80,000)	8,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	8,000

Ministry of Postal, Communication and Modern Technology
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

		2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
Notes		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	6,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	6,000
Compensation of Employees	7	80,000	80,000		(80,000)	6,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	6,000

Ministry of Education and Tertiary
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	908,115	908,115	499,489	(408,626)	92,700
Grants						
From international organizations						148,526
From other general government units		802,695	802,695	531,798	(270,897)	
Grants	5	802,695	802,695	531,798	(270,897)	148,526
Receipts / Inflows		1,710,810	1,710,810	1,031,287	(679,523)	241,226
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		691,616	691,616	398,656	(292,960)	92,700
Compensation of Employees	7	691,616	691,616	398,656	(292,960)	92,700
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		35,430	35,430	11,320	(24,110)	
Other Operating Expenses		155,969	155,969	72,363	(83,606)	
Use of Goods and Services	8	193,799	193,799	83,683	(110,116)	
Nonfinancial assets						
Fixed Assets		22,700	22,700	17,150	(5,550)	
Nonfinancial assets	10	22,700	22,700	17,150	(5,550)	
Payments / Outflows		908,115	908,115	499,489	(408,626)	92,700

Ministry of Environmental and Sea Protection
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

		2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
Notes		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	4,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	4,000
Compensation of Employees	7	80,000	80,000		(80,000)	4,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	4,000

Ministry of Agriculture and Irrigation
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020			2019
		Original Estimate Appropriation	Final Estimate Appropriation	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD
Receipts / Inflows	2				
Consolidated Fund Appropriations	3	110,000	110,000	(110,000)	6,000
Receipts / Inflows					
Payments / Outflows					
Compensation of Employees					
Wages and Salaries		80,000	80,000	(80,000)	6,000
Compensation of Employees	7	80,000	80,000	(80,000)	6,000
Use of Goods and Services					
Travel & Conferences		2,400	2,400	(2,400)	
Operating Expenses		22,100	22,100	(22,100)	
Use of Goods and Services	8	24,500	24,500	(24,500)	
Nonfinancial assets					
Fixed Assets		5,500	5,500	(5,500)	
Nonfinancial assets	10	5,500	5,500	(5,500)	
Payments / Outflows		110,000	110,000	(110,000)	6,000

Ministry of Health and Social Care
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

		2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
	Notes	USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	929,920	929,920	599,371	(330,549)	4,000
Grants						
From other general government units		819,920	819,920	604,329	(220,631)	
Grants	5	819,920	819,920	604,329	(220,631)	
Receipts / Inflows		1,749,840	1,749,840	1,203,700	(551,180)	4,000
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		317,000	317,000	62,044	(254,956)	4,000
Compensation of Employees	7	317,000	317,000	62,044	(254,956)	4,000
Use of Goods and Services						
Travel & Conferences		74,920	74,920	59,451	(15,469)	
Operating Expenses		226,500	226,500	344,400	(22,100)	
Other Operating Expenses		61,000	61,000	28,476	(32,524)	
Use of Goods and Services	8	362,420	362,420	432,327	(70,093)	
Nonfinancial assets						
Fixed Assets		110,500	110,500	105,000	(5,500)	
Nonfinancial assets	10	110,500	110,500	105,000	(5,500)	
Payments / Outflows		929,920	929,920	604,329	(330,549)	4,000

Ministry of Fishery & Marine Resources
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000	20,000	(90,000)	32,000
Taxes						
Taxes on goods and services		19,850	19,850		(19,850)	
Taxes	4	19,850	19,850		(19,850)	
Grants						
From other general government units				221,900	221,900	
Grants				221,900	221,900	
Receipts / Inflows		129,850	129,850	241,900	112,050	32,000
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000	20,000	(60,000)	6,000
Compensation of Employees	7	80,000	80,000	20,000	(60,000)	6,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	9,000
Operating Expenses		22,100	22,100		(22,100)	17,000
Use of Goods and Services	8	24,500	24,500		(24,500)	26,000
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000	20,000	(90,000)	32,000

Ministry of Public Works and Reconstruction
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

		2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
Notes		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	1,110,000	1,110,000	455,300	(654,700)	562,200
Grants						
From foreign governments						
From international organizations						
From other general government units		1,000,000	1,000,000	450,000	(550,000)	894,600
Grants	5	1,000,000	1,000,000	450,000	(550,000)	894,600
Receipts / Inflows		2,110,000	2,110,000	905,300	(1,204,700)	1,456,800
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000	5,300	(74,700)	12,200
Compensation of Employees	7	80,000	80,000	5,300	(74,700)	12,200
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		1,005,500	1,005,500	450,000	(555,500)	550,000
Nonfinancial assets	10	1,005,500	1,005,500	450,000	(555,500)	550,000
Payments / Outflows		1,110,000	1,110,000	455,300	(654,700)	562,200

Ministry of Information and Culture
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000	11,000	(99,000)	6,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	6,000
Compensation of Employees	7	80,000	80,000		(80,000)	6,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100	11,000	(11,100)	
Use of Goods and Services	8	24,500	24,500	11,000	(13,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000	11,000	(99,000)	6,000

Ministry of Interior and Local Government
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	2,524,800	2,524,800	1,970,805	(553,995)	508,503
Taxes						
Taxes on goods and services		237,160	237,160		(237,160)	
Taxes	4	237,160	237,160		(237,160)	
Grants						
From international organizations		182,600	182,600	194,185	11,585	
From other general government units		1,172,400	1,172,400	1,140,000	(32,400)	
Grants	5	1,355,000	1,355,000	1,334,185	(20,815)	
Other Revenue						
Sale of goods and services		222,465	222,465		(222,465)	
Other Revenue	6	222,465	222,465		(222,465)	
Receipts / Inflows		4,339,425	4,339,425	3,304,990	(1,034,435)	508,503
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		177,390	177,390	93,330	(84,060)	9,000
Compensation of Employees	7	177,390	177,390	93,330	(84,060)	9,000
Use of Goods and Services						
Travel & Conferences		26,980	26,980	14,413	(12,567)	2,000
Operating Expenses		71,800	71,800	85,415	(41,195)	6,000
Rent		3,000	3,000		(3,000)	
Other Operating Expenses		6,390	6,390	2,027	(4,363)	
Use of Goods and Services	8	108,170	108,170	101,855	(61,155)	8,000
Grants						
Grants To Other General Government Units		2,180,400	2,180,400	1,775,620	(404,780)	491,503
Grants	9	2,180,400	2,180,400	1,775,620	(404,780)	491,503
Nonfinancial assets						
Fixed Assets		4,000	4,000		(4,000)	
Nonfinancial assets	10	4,000	4,000		(4,000)	
Payments / Outflows		2,524,800	2,524,800	1,970,805	(553,995)	508,503

Ministry of Planning, Investment and International Cooperation
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

		2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
Notes		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	5,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	5,000
Compensation of Employees	7	80,000	80,000		(80,000)	5,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	5,000

Ministry of Transport, Air and Land
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	6,000
Taxes						
Taxes on goods and services		403,450	403,450		(403,450)	
Taxes	4	403,450	403,450		(403,450)	
Other Revenue						
Sale of goods and services		150,000	150,000		(150,000)	
Other Revenue	6	150,000	150,000		(150,000)	
Receipts / Inflows		663,450	663,450		(663,450)	6,000
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	6,000
Compensation of Employees	7	80,000	80,000		(80,000)	6,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	6,000

Ministry of Security and Rehabilitation
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

		2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
Notes		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	4,623,795	4,623,795	4,174,544	(449,251)	1,283,000
Grants						
From other general government units		3,674,654	3,674,654	3,674,654		685,000
Grants	5	3,674,654	3,674,654	3,674,654		685,000
Receipts / Inflows		8,298,449	8,298,449	7,849,198	(449,251)	1,968,000
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		4,283,095	4,283,095	3,934,544	(348,551)	949,500
Compensation of Employees	7	4,283,095	4,283,095	3,934,544	(348,551)	949,500
Use of Goods and Services						
Travel & Conferences		3,000	3,000		(3,000)	
Operating Expenses		327,700	327,700	240,000	(87,700)	133,500
Rent		6,000	6,000		(6,000)	
Use of Goods and Services	8	336,700	336,700	240,000	(96,700)	133,500
Nonfinancial assets						
Fixed Assets		4,000	4,000		(4,000)	200,000
Nonfinancial assets	10	4,000	4,000		(4,000)	200,000
Payments / Outflows		4,623,795	4,623,795	4,174,544	(449,251)	1,283,000

Ministry of Labor and Employment
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

		2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
Notes		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	6,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	6,000
Compensation of Employees	7	80,000	80,000		(80,000)	6,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	6,000

Ministry of Finance and Economic Development
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	1,439,837	1,439,837	431,152	(1,008,684)	330,254
Taxes						
Taxes on payroll and workforce						273
Taxes on property		441,379	441,379		(441,379)	
Taxes on goods and services		3,778,199	3,778,199		(3,778,199)	800,805
Taxes on international trade and transactions		699,316	699,316		(699,316)	
Taxes	4	4,918,894	4,918,894		(4,918,894)	801,079
Grants						
From international organizations		380,301	380,301	155,874	(224,427)	304,537
From other general government units		3,590,137	3,590,137	2,311,150	(1,278,987)	2,635,200
Grants	5	3,970,438	3,970,438	2,467,024	(1,503,414)	2,939,737
Other Revenue						
Fines, penalties and forfeits		5,000	5,000		(5,000)	
Other Revenue	6	5,000	5,000		(5,000)	
Receipts / Inflows		10,334,169	10,334,169	2,898,176	(7,435,992)	4,071,070
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		375,521	375,521	205,368	(170,153)	208,685
Compensation of Employees	7	375,521	375,521	205,368	(170,153)	208,685
Use of Goods and Services						
Travel & Conferences		92,272	92,272	28,541	(63,731)	33,658
Operating Expenses		127,570	127,570	8,385	(119,186)	10,974
Rent		24,000	24,000		(24,000)	
Other Operating Expenses		274,450	274,450	142,180	(132,271)	8,143
Contingency		388,809	388,809		(388,809)	
Use of Goods and Services	8	907,101	907,101	179,105	(727,996)	52,775
Nonfinancial assets						
Fixed Assets		157,215	157,215	46,680	(110,535)	68,794
Nonfinancial assets	10	157,215	157,215	46,680	(110,535)	68,794
Payments / Outflows		1,439,837	1,439,837	431,152	(1,008,684)	330,254

Ministry of Constitution & Federal Affairs
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	6,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	6,000
Compensation of Employees	7	80,000	80,000		(80,000)	6,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	6,000

Ministry of Commerce & Industry
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	6,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	6,000
Compensation of Employees	7	80,000	80,000		(80,000)	6,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	6,000

Ministry of Women & Human Rights
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	6,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	6,000
Compensation of Employees	7	80,000	80,000		(80,000)	6,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	6,000

Ministry of Water, Energy and Minerals
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

		2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
Notes		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	4,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	4,000
Compensation of Employees	7	80,000	80,000		(80,000)	4,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	4,000

Ministry of Humanitarian and Disaster Management
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000	1,000	(109,000)	6,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000	1,000	(79,000)	6,000
Compensation of Employees	7	80,000	80,000	1,000	(79,000)	6,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000	1,000	(109,000)	6,000

Civil Service Commission
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

		2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
Notes		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	153,994	153,994	77,014	(76,980)	72,666
Grants						
From international organizations		32,630	32,630	17,050	(15,580)	78,532
From other general government units		59,964	59,964	59,964		
Grants	5	92,594	92,594	77,014	(15,580)	78,532
Other Revenue						
Sale of goods and services		50,000	50,000		(50,000)	
Other Revenue	6	50,000	50,000		(50,000)	
Receipts / Inflows		296,588	296,588	154,028	(142,560)	151,198
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		113,944	113,944	59,964	(53,980)	48,799
Compensation of Employees	7	113,944	113,944	59,964	(53,980)	48,799
Use of Goods and Services						
Travel & Conferences		6,900	6,900		(6,900)	
Operating Expenses		7,550	7,550		(7,550)	2,840
Rent		19,850	19,850	17,050	(2,800)	13,950
Other Operating Expenses		5,750	5,750		(5,750)	1,010
Use of Goods and Services	8	40,050	40,050	17,050	(23,000)	17,800
Nonfinancial assets						
Fixed Assets						6,067
Nonfinancial assets	10					6,067
Payments / Outflows		153,994	153,994	77,014	(76,980)	72,666

Hirshabelle Parliament
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	3,209,790	3,209,790	929,965	(2,279,825)	1,720,384
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		2,632,340	2,632,340	864,446	(1,767,894)	1,382,500
Compensation of Employees	7	2,632,340	2,632,340	864,446	(1,767,894)	1,382,500
Use of Goods and Services						
Travel & Conferences		261,000	261,000		(261,000)	119,500
Operating Expenses		202,450	202,450	22,219	(180,231)	140,384
Rent		84,000	84,000	43,300	(40,700)	78,000
Use of Goods and Services	8	547,450	547,450	65,519	(481,931)	337,884
Nonfinancial assets						
Fixed Assets		30,000	30,000		(30,000)	
Nonfinancial assets	10	30,000	30,000		(30,000)	
Payments / Outflows		3,209,790	3,209,790	929,965	(2,279,825)	1,720,384

Ministry of State Presidency
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	1,905,082	1,905,082	771,465	(1,133,617)	1,180,791
Grants						
From international organizations		1,765	1,765	1,765		83,855
From other general government units		646,252	646,252	645,866	(386)	315,000
Grants	5	648,017	648,017	647,631	(386)	398,855
Receipts / Inflows		2,553,099	2,553,099	1,419,096	(1,134,003)	1,579,646
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		1,246,861	1,246,861	508,515	(738,346)	760,645
Compensation of Employees	7	1,246,861	1,246,861	508,515	(738,346)	760,645
Use of Goods and Services						
Travel & Conferences		256,921	256,921	31,750	(225,171)	93,700
Operating Expenses		401,300	401,300	231,200	(170,100)	326,446
Use of Goods and Services	8	658,221	658,221	262,950	(395,271)	420,146
Payments / Outflows		1,905,082	1,905,082	771,465	(1,133,617)	1,180,791

Auditor General's Office
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	117,476	117,476	65,876	(51,600)	38,496
Grants						
From international organizations		25,940	25,940	16,940	(9,000)	38,496
From other general government units		48,936	48,936	48,936		
Grants	5	74,876	74,876	65,876	(9,000)	38,496
Receipts / Inflows		192,352	192,352	131,752	(60,600)	76,992
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		63,536	63,536	48,936	(14,600)	25,881
Compensation of Employees	7	63,536	63,536	48,936	(14,600)	25,881
Use of Goods and Services						
Travel & Conferences		4,800	4,800		(4,800)	
Operating Expenses		9,600	9,600		(9,600)	556
Rent		16,940	16,940	16,940		4,620
Other Operating Expenses		22,200	22,200		(22,200)	
Use of Goods and Services	8	53,540	53,540	16,940	(36,600)	5,176
Grants						
Grants To Other General Government Units		400	400		(400)	
Grants	9	400	400		(400)	
Nonfinancial assets						
Fixed Assets						7,439
Nonfinancial assets	10					7,439
Payments / Outflows		117,476	117,476	65,876	(51,600)	38,496

Ministry of Rehabilitation and Disarmament
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

		2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
Notes		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	4,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	4,000
Compensation of Employees	7	80,000	80,000		(80,000)	4,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	4,000

Ministry of Religious and Endowments
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000	1,000	(109,000)	4,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000	1,000	(79,000)	4,000
Compensation of Employees	7	80,000	80,000	1,000	(79,000)	4,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000	1,000	(109,000)	4,000

Ministry of Petroleum and mining
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

	Notes	2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	4,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	4,000
Compensation of Employees	7	80,000	80,000		(80,000)	4,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	
Use of Goods and Services	8	24,500	24,500		(24,500)	
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	4,000

Ministry of Reconciliation and Resettlement
Combined Statement of Cash receipts and Payment & comparison to Budget
For the year Ended 31 December, 2020
Government Uses a Treasury Single Account System to Manage Funds

		2020				2019
		Original Estimate Appropriation	Final Estimate Appropriation	Controlled by TSA	Difference Between Final Budget and Actual	Controlled by TSA
Notes		USD	USD	USD	USD	USD
Receipts / Inflows	2					
Consolidated Fund Appropriations	3	110,000	110,000		(110,000)	11,000
Receipts / Inflows						
Payments / Outflows						
Compensation of Employees						
Wages and Salaries		80,000	80,000		(80,000)	6,000
Compensation of Employees	7	80,000	80,000		(80,000)	6,000
Use of Goods and Services						
Travel & Conferences		2,400	2,400		(2,400)	
Operating Expenses		22,100	22,100		(22,100)	5,000
Use of Goods and Services	8	24,500	24,500		(24,500)	5,000
Nonfinancial assets						
Fixed Assets		5,500	5,500		(5,500)	
Nonfinancial assets	10	5,500	5,500		(5,500)	
Payments / Outflows		110,000	110,000		(110,000)	11,000

Note 1 Accounting Policies for All Budget Entities

1.1 Financial Statement

Unlike the two single purpose consolidated financial statements for the HSS Consolidated Fund, HSS has chosen to issue a financial statement for each budget entity that combines the *Statement of Receipts and Payments* with the *Statement of Comparison of Budget and Actual Amounts*, in accordance with the International Public Sector Accounting Standard (IPSAS) - *Financial Reporting Under the Cash Basis of Accounting (2017)*

1.2 Basis of Preparation

The individual budget entity financial statement for each ministry/authority of the Hirshabelle State of Somalia's (HSS) has been prepared in accordance with the *Public Financial Management Act 2018* and the International Public Sector Accounting Standard (IPSAS) - *Financial Reporting under the Cash Basis of Accounting (2017)*. These notes to the financial statements form an integral part to understanding the budget entity statements and must be read in conjunction with the statements.

The accounting policies have been applied consistently throughout the period.

1.3 Consolidated Notes

The following notes serve as notes for all budget entities. There will not be separate distinct notes given for each budget entity immediately following the respective budget entity financial statement. Where clarification is required for a particular budget entity, it will be clearly given in these combined notes.

1.4 Reporting Entities

The financial statement for each entity encompasses the reporting entity as specified in the *HSS Appropriation Act No. 1 of 2020*. All budget entities listed below are controlled by the HSS. All activities of budget entities are funded by the HSS Consolidated Budget or through 3rd Party external assistance.

The preceding financial statements are for the following public sector entities which were created by a preceding Presidential Decree on 20th February 2017 entitled *A Decree Establishing Ministries of Hirshabelle State of Somalia and Defining Roles and Functions of Ministries*. The Ministry of Finance & Economic Development and Revenue Collection Authority was Established by a Presidential Decree in March 2017. The Decree Establishing the Ministry of Finance & Economic Development (MoFED) was changed into an Act of Parliament on 06 Feb. 2018. The Auditor

General's Office was created via Presidential Decree in 2018 and changed into Audit Act on 18 March 2019, however, the Office was not established during the 2018 financial year the Office of the Auditor General came onboard in 2019 and is now functioning progressively.

A subsequent decree on establishing the Civil Service Commission (CSC) and its purpose entitled *A Decree for establishing the Civil Service Commission of the Hirshabelle State of Somalia dated December, 2017* established the office of the Civil Service Commission. Companion Decrees also established the Civil Service and the Civil Service Salary structure. The inauguration of the HSS constitution automatically established the Hirshabelle Parliament. The Civil Service Commission (CSC) was changed in to act in October 2018. The respective statements of all the listed entities form part of the consolidated Financial statements as these entities were included as part of the *HSS Appropriation Act No. 1, 2020*.

NO	Budget Entities
1	Ministry of Justice & Religious Affairs
2	Ministry of Livestock, Forestry and Vegetation
3	Ministry of Ports and Maritime Transport
4	Ministry of Youth and Sports
5	Ministry of Postal, Communication and Modern Technology
6	Ministry of Education and Tertiary
7	Ministry of Environmental and Sea Protection
8	Ministry of Agriculture and Irrigation
9	Ministry of Health and Social Care
10	Ministry of Fishery & Marine Resources
11	Ministry of Public Works and Reconstruction
12	Ministry of Information and Culture
13	Ministry of Interior and Local Government
14	Ministry of Planning, Investment, and International Cooperation
15	Ministry of Transport, Air and Land
16	Ministry of Security and Rehabilitation
17	Ministry of Labor and Employment
18	Ministry of Finance and Economic Development
19	Ministry of Constitution & Federal Affairs
20	Ministry of Commerce & Industry
21	Ministry of Women & Human Rights
22	Ministry of Water, Energy and Minerals

- 23 Ministry of Humanitarian and Disaster Management
- 24 Civil Service Commission
- 25 Hirshabelle Parliament
- 26 Auditor General's Office
- 27 Ministry of State Presidency
- 28 Ministry of Rehabilitation and Disbarment
- 29 Ministry of Religious and Endowments
- 30 Ministry of Petroleum and mining
- 31 Ministry of Reconciliation and Resettlement

1.5 Treasury Single Account

Budget entities do not operate their own bank account. The Government operates a centralized treasury function which administers cash expenditures incurred and cash receipts collected by all budget entities during the financial year. Payments made on this account in respect of the budget entities are disclosed in the Treasury Single Account (TSA) column in the *Individual Entity Combined Statement of Cash Receipts and Payments and Comparison to Budget*.

1.7 Reporting Currency

The reporting currency is the United States Dollar (USD) rounded to the nearest dollar (\$)

Note 2 Receipts/ Inflows

Receipts / Inflows other than Consolidated Fund Appropriations relate to revenue the Budget entity collects on behalf of the Government through its collections activities and are deposited into the Treasury Single Account administered by the Treasury Department. The revenue collected cannot be used to support the operations of the Ministry / Department without specific appropriation by Parliament. Therefore, cash collected is not controlled by the Ministry / Department. Funds allocated for use by the Ministry / Department to fund expenditure are through funds appropriations as outlined in Note 3.

Note 3 Consolidated Fund Appropriations

This represents the cumulative amount of expenditure that was funded from the consolidated fund (Treasury Single Account).

Amounts appropriated by the Hirshabelle Parliament to the budget entities are managed through a single account administered by the Treasury Department. These amounts are not controlled by the individual budget entities but are deployed on their behalf by the single account administrator (Treasury department) on completion of appropriate documentation and authorization through the Financial Management Information System (FMIS). The amount reported as Consolidated Fund Appropriations in the *Individual Entity Combined Statement of Cash Receipts and Payments & Comparison to Budget* is the amount Treasury has released through the Treasury Single Account for the benefit of the budget entities (the amount of “draw down” on the appropriation).

The amount does not reflect actual cash receipts from Treasury because the budget entities do not control their own bank account. The amount reflects the “source” of funds used to make payments.

The following are supporting not in relation to the nature of source of income and the expenses financed through general fund appropriations.

Note 4 Taxes

Taxes refer to revenue arising from taxes on goods and services, local government tax collections (Other taxes). For 2020, no taxes were Collected by the Ministry of Finance and Economic Development due to the State’s fragility and disputes among the two regions which led each region to collect their own and expense their own. There is a positive hope for the 2021 as administration has changed and reconciliations are ongoing.

Note 5 Grants

Grants from international organizations and the Federal Government of Somalia are remitted through the TSA and therefore recorded under the MoFED. In certain cases, donors may fund ministerial projects unequivocally designed for and implemented by a selected entity. Such project will fall under that particular entity even though the funds are deposited into the TSA. Grant income of USD\$12,438,194 was budgeted during the reporting period of FY2020 however USD\$10,074,411 received.

Note 6 Other Revenue

Sale of government goods and services and fines and penalties constitute other sources of revenue. A total of USD\$427,465 was budgeted in the year of 2020; however no revenue in this category was collected.

Note 7 Employee Compensation

Employee Compensation entails all salaries and wages including in-kind payment. Salaries to the civil servants and the security forces make up the prime part of employee compensation. The Recurrent Cost and Reform Financing (RCRF II) provides funding for the reimbursement of the payments of salaries of permanent employees of HSS who have been recruited competitively by the Civil Service Commission. During the reporting period, the RCRF II project has reimbursed salaries to the following Entities.

Other salaries totaling USD\$311,200 were paid by RCRF for teacher salaries as separate from the civil servants for the Ministry of education. The total number of teachers are 274 teachers across the State.

<u>Budget Entity</u>	<u>RCRFII</u>	<u># of Staff paid</u>
Ministry of Finance and Economic Development	170,940	24
Civil Service Commission	59,964	10
Office of the Auditor General	48,936	9
State Presidency	200,866	56
Total	480,706	99

Note 8 Use of Good and Services

HSS's ability to pay for its operating costs, goods and services and other miscellaneous expenses are determined by its ability to collect sufficient revenue for its budget execution. HSS does not have access to a credit facility and therefore due to this integral constraint HSS has prioritized the available funds in executing budgets across the entities.

Budget Entity	2020		
	Final Budget	Execution	Execution %
Ministry of Justice & Religious Affairs	110,000		0%
Ministry of Livestock, Forestry and Vegetation	110,000		0%
Ministry of Ports and Maritime Transport	110,000		0%
Ministry of Youth and Sports	110,000		0%
Ministry of Postal, Communication and Modern Technology	110,000		0%
Ministry of Education and Tertiary	105,420	900	1%
Ministry of Environmental and Sea Protection	110,000		0%
Ministry of Agriculture and Irrigation	110,000		0%
Ministry of Health and Social Care	110,000		0%
Ministry of Fishery & Marine Resources	110,000	20,000	18%
Ministry of Public Works and Reconstruction	110,000	5,300	5%
Ministry of Information and Culture	110,000	11,000	10%
Ministry of Interior and Local Government	1,169,800	636,620	54%
Ministry of Planning, Investment and International Cooperation	110,000		0%
Ministry of Transport, Air and Land	110,000		0%
Ministry of Security and Rehabilitation	949,141	499,890	53%
Ministry of Labor and Employment	110,000		0%
Ministry of Finance and Economic Development	633,097	3,935	1%
Ministry of Constitution & Federal Affairs	110,000		0%
Ministry of Commerce & Industry	110,000		0%
Ministry of Women & Human Rights	110,000		0%
Ministry of Water, Energy and Minerals	110,000		0%
Ministry of Humanitarian and Disaster Management	110,000	1,000	1%
Civil Service Commission	61,400		0%
Hirshabelle Parliament	3,209,790	929,965	29%
Ministry of State Presidency	1,257,065	124,220	10%
Auditor General's Office	42,600		0%
Ministry of Rehabilitation and Disarmament	110,000		0%
Ministry of Religious and Endowments	110,000	1,000	1%
Ministry of Petroleum and mining	110,000		0%
Ministry of Reconciliation and Resettlement	110,000		0%
Total	9,958,313	2,233,830	22%

Note 9 Grants to Other Government Units

Other government units refer to lower-level governments such as Jowhar, Beledwayne and Balcad Municipalities. These are the only active local governments in HSS that operates a revenue collection centre and incurs expenditure. The Municipalities collect revenue from the public transport system and other mobile businesses within HSS. In the agreement between the Ministry of Finance & Economic Development and the Municipalities, all revenue collections shall be deposited into the TSA and request for incurring expenditures but in 2020 due to COVID-19 outbreak and disputes among the administration and week revenue collections caused by the disputes the revenue deposit from the Municipalities were on stack. Municipalities has not deposited any revenue to the TSA during 2020 but the ongoing reconciliations and administration changes have promised progress to be made on 2021 and the municipalities to be back to the agreement between the MoF and the Municipalities.

Note 10 Non-Financial Assets

Non-financial assets consist of assets acquired by entities in running their business operations and include assets such as computers, office equipment, furniture and fixtures, tools and specialized professional services and construction of ministerial offices. During the reporting period, a total of USD\$618,830 was disbursed on non-financial assets which represented 43% percent of the estimated budget. The variance was a result of cash availability for entities not being unable to utilize the budget allocation. The non-financial asset purchases were distributed as follows:

	2020			2019		
	USD			USD		
	Budgeted	Actual	Variance	Budgeted	Actual	Variance
Information, computer, & telecom. (ICT) equipment	82,690	21,985	60,705	82,438	29,448	52,990
Machinery and Equipment not elsewhere classified	164,550	105,000	59,550	69,543	9,802	59,741
Buildings other than dwellings	1,085,000	491,845	593,155	85,000		85,000
Cars	50,000		50,000	288,650	238,650	50,000
furniture & Fixture	67,175		67,175	71,575	4,400	67,175
Total	1,449,415	618,830	830,585	236,981	39,250	197,731