

**STATEMENT OF INCOME AND EXPENDITURE AT THE
MUHIMBILI UNIVERSITY OF HEALTH AND ALLIED SCIENCES
(MUHAS) FOR THE FINANCIAL YEAR 2012/2013**

EXECUTIVE SUMMARY

This Statement of Income and Expenditure reviews the budget performance for the financial year 2012/2013. It covers the period from 01st July 2012 to 30th June 2013. In the year under review, funds for Personnel Emolument (PE), Other Charges (OC) and Capital Development (CD) were disbursed with shortfalls. Funds for rent assistance were also received with shortfalls. Total collections from internally generated sources reached 91% of the target and were applied to support recurrent expenditure according to the allocated budget. Collections are generally impressive in almost all areas. More details are given below and in the attached appendices.

1.0 INCOME

A. Government Grants

In the year under review the Government disbursed TZS 13,383,827,216/= for PE against the wage bill of TZS 14,405,914,800/= leaving a shortfall of TZS1,022,087,584/=. A total of TZS 158,986,800/= were disbursed for OC against the budget of TZS 403,657,200/= leaving a shortfall of TZS 244,670,400/=. A total of TZS 700,000,000/= was disbursed for Capital Development (CD) against the budget of TZS 2,700,000,000/=.

B. Internally Generated Funds.

The University collected a total of TZS 5,791,546,172/= from internally generated sources against the target of TZS. 6,381,074,749/= in the year under review. This collection is 91% of the target. Collection performance item-wise fared as follows;-

(i) Postgraduate Students Fees

The amount of TZS 2,387,796,365/= was collected from postgraduate students fees against budget projections of TZS 2,306,550,000/=. The target was surpassed by TZS 81,246,365/=.

(ii) Undergraduate Students Fees

The University managed to collect TZS 2,179,076,000/= from undergraduate students' fees against budget projections of TZS 2,654,293,015/= in the period under review. There is a shortfall of TZS 475,217,015/= payable from HESLB and private students.

(iii) Students Accommodation Fee

The projections for students' accommodation fee in the year under review was TZS 115,640,000/=, while the actual collection amounted to TZS 115,150,000/=. There was a shortfall of TZS 490,000/=.

(iv) Institutional Support

A total of TZS 890,361,093/= was collected as Institutional Support (from Research grants) against the target of TZS 900,000,000/= in the year under review. There was a shortfall of TZS 9,638,907/=.

(v) Internet Fee

Collection from Internet Fee amounted to TZS 40,389,200/= against the target of TZS 50,292,000/=. There was a shortfall of TZS 9,289,800/=.

(vi) Tender Fee

TZS 5,700,000/= was collected from tender fee. There was a shortfall of TZS 1,300,000/= because some of the tenders were awarded under GPSA.

(vii) Rent and Utility

In the year under review, income from rent and utility was estimated at TZS 80,760,000/=, while actual collection amounted to TZS 40,929,250/=. This resulted into a shortfall of TZS 39,830,750/= because some tenants did not settle their rent in full.

(viii) Application Fees

TZS 92,000,000/= was projected as to be collected as application fees in the year under review. Actual collection amounted to TZS23,890,000/=. There was a shortfall of TZS 68,110,000/=

(ix) Elective Students from Other Universities

Revenue projection for fees collected from elective students coming from other universities was TZS 115,000,000/=. while actual collection amounted to TZS 48,714,530/=. There was a shortfall of TZS 66,285,470/= primarily because costs of residence permit increased drastically from 120 USD per permit to 550 USD. Later it dropped to 250 USD which is still on the higher side.

(x) Dental Clinic Service Income

A total of TZS 59,539,734/= was collected from the provision of Dental Clinic services. This source of income started during the reporting year.

2.0 EXPENDITURE

A. Personnel Emolument

The wage bill for PE in the year under review amounted to TZS. 14,405,914,800/= while funds disbursed for that purpose was TZS 13,383,827,216/=. There was unfavorable variance of TZS 1,022,087,584/= because the Government disbursed insufficient funds.

B. Other Charges/Recurrent expenditure

In the year under review recurrent expenditure (*which utilizes OC funds plus internally generated revenue*) amounted to TZS. 5,349,551,560/= against the allocated budget of TZS. 5,445,972,349/=. There is an unspent balance of TZS. 96,420,789/= which is committed to recurrent expenditure.

C. Capital Development Expenditure

(i) Funded from Internally Generated Income

A total of TZS 180,578,387/= was spent in the year under review for maintenance of buildings and rehabilitation of students hostels and lecture theatres.

(ii) Funded from Government Grants

A total of TZS 680,450,103/= was incurred for capital development activities relating to Mloganzila. These activities included evacuation of Mloganzila residents, purchase of transformer and accessories, topographical survey, development of Master Plan, soil analysis, clearing of boundary, replacement of beacons and placement of concrete poles. The expenditure was incurred using funding received in 2011/2012 since no capital development funds were received in the year under review.

D. Rent Assistance

In the year under review a total of TZS 734,400,000/= was received as rent assistance arrears up to December 2012. The amount was paid to entitled staff accordingly. Management continues to make follow-up for the remaining amount.