THE FEDERAL GOVERNMENT OF SOMALIA

Office of the Accountant General

Consolidated Reports and Financial Statements
For the year ended 31 December 2020

Prepared in accordance with International Public Sector Accounting Standards (IPSAS), Cash basis of Accounting (2017)

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FEDERAL GOVERNMENT OF SOMALIA
Consolidated Reports and Financial Statements
For the Year ended 31 December 2020

I. STATEMENT OF THE MINISTER OF FINANCE

Somalia recently adopted its ninth National Development Plan (2020-2024), which outlines the country's priorities for programs to reduce poverty and boost inclusive growth.1 It aims at promoting human development, boost economic recovery, strengthening governance, establishing peace and security and making politics more inclusive. Addressing the needs of the NDP Agenda requires substantial financial resources, sound financial management systems, improved inter-governmental coordination between FGS and FMS, and a responsive citizen-centric state system.

The Federal Government with the support of its development partners has continued to make steady progress in the implementation of various public financial management reforms providing critical support to national development priorities and helping to provide a modicum of macroeconomic stability during a tumultuous year. Specifically, a number of interventions were undertaken during the year to strengthen systems of domestic revenue mobilization, expenditure control and accountability in the federal government and selected states.

During the financial year 2020, the FGS developed and promulgated the Public Financial Management Regulations to operationalize the Public Financial Management Act enacted in December 2019. The promulgation of these regulations on the Ministry's website in December 2020 ensures that the Somali public and development partners are able to better understand Somalia's legislative framework for public financial management, critical to the successful implementation of the NDP and broader developmental objectives.

From the government's revenue reform effort, local revenue collection was originally estimated to be US$234 million and because of the confluence of the Covid-19 pandemic, locusts, and erratic droughts and flooding, there was a shortfall of 10% (US$211M) of the actual revenue collected compared to the budget with US$60 million collected in in the first quarter of the year which indicates that if it were not for the effects of the outbreak of COVID-19 pandemic, the original budgeted domestic revenue of US$240 million may have been collected in 2020 if the trajectory had continued.

In March 2020, Somalia – one of 37 countries identified for debt relief through the International Monetary Fund's Heavily Indebted Poor Countries Initiative – became the most recent to reach

[1] http://mop.gov.so/wp-content/uploads/2019/12/NDP-9-2020-2024.pdf

the initiative's Decision Point. Through a series of international negotiations and significant public financial management reforms led by the Ministry of Finance in the preceding IMF Staff Monitored Programs, Somalia is now on track to achieve debt cancellation for arrears accumulated following the collapse of the Republic, irrevocably reducing our debt burden from US$5.2 billion at end-2018 to US$557 million in net present value terms once we reach the HIPC Completion Point. I cannot overemphasize how critical this normalization of our relationships with international financial institutions is to Somalia's economic recovery and development. In the IMF March Country Report No. 20/85, IMF staff stated that:

"Somalia has reached the HIPC Decision Point given the authorities' sustained commitment to reform in a challenging political, security and climate environment. The authorities' strong policy commitment has helped strengthen public financial management and the financial sector, improve governance, and enhance macroeconomic stability".

The Use of Country Systems (UCS) is an increasingly salient issue for both the Somali Government and the international community and following the passage of the PFM Act in 2019, it is now a legal requirement that donor funds provided to FGS institutions use government systems. The PFM Act requires all donor grants to FGS institutions to be appropriated in the FGS budget ('on budget) and to be paid into the Treasury Single Account ('on treasury'). It requires all donor grant agreements with FGS institutions to be signed by the Minister of Finance and registered with the Auditor General. A UCS roadmap (2021 – 2023) is currently in place to guide the donors to improve the way in which thy use country systems to better serve state building objectives. During the year, discussions commenced with the UN and the affiliated Agencies to bring aid on-budget and on-treasury.

Finally, despite the challenges brought about the COVID-19 pandemic, the FGS is committed and determined to continue with its ambitious reform agenda to improve the FGS capacity and systems in order to utilize public funds towards meeting the aspirations of the NDP.

JAMHUURIYADDA FEDERAALKA SOOMAALIYA
FEDERAL REPUBLIC OF SOMALIA
OFFICE OF THE MINISTER
XAFIISKA WASIIRKA
MINISTRY OF FINANCE & TREASURY
WASAARADDA MAALIYADDA & LACAGTA

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Dr. Abdirahman D. Beileh

The Minister

II. STATEMENT OF RESPONSIBILITIES

The financial statements set out from page 17 to page 41 have been prepared in line with the provisions of the Public Financial Management Act (2019) (PFM Act), the Public Financial Management Regulations (2020) (PFM Regulations), and in accordance with the requirements of the International Public Sector Accounting Standards (IPSAS), Cash Basis of Accounting (2017).

In accordance with Article 45 of the PFM Act (2019), the Accountant General is required to prepare the financial statements of the Government (National Consolidated Fund) in accordance with Article 103 of the Public Financial Management Regulations (2020) and in accordance with IPSAS.

Under Article 94 (2) of the PFM Regulations 2020, the financial statements shall be prepared in compliance with International Public Sector Accounting Standards (IPSAS) and includes additional information as outlined in Article 103 (2) of the PFM Regulations (2020).

Article 45(3) of the PFM Act requires that the Auditor General shall audit the national consolidated Fund and submit his audit report along with the financial statements, to the Federal Parliament no later than two months after receipt of the unaudited financial statements. Further, and in line with Article 43 of the PFM Act (2019), the Accountant General shall advise the Public Bodies, Sub-National Governments and State-Owned Enterprises on the accounting and classification systems to be adopted and applied accordingly throughout Government. In line with this article, the Accountant General adopts and continues to apply internationally accepted accounting standards in the preparation of the accounts of the government and has adopted the IPSAS, Cash Basis of Accounting (2017) in the preparation of these financial statements.

Accordingly, and in reference to Article 45(1) of the PFM Act (2019), I am pleased to submit the annual financial statements of the Federal Government of Somalia for the financial year ended 31st December, 2020.

I have provided and will continue to provide all the information and explanations as may be required in connection with these financial statements. To the best of my knowledge and belief, these financial statements agree with the accounts of the Government, which have been properly kept.

To the best of my knowledge these financial statements of the Federal Government of Somalia for the year ended 31 December 2020 have been prepared in accordance with the Public Financial Management Act (2019), the Public Financial Management Regulations (2020) and IPSAS Cash Basis of Accounting (2017) and provide a true and fair view of the operations of the Federal Government of Somalia.

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Fatuma Osman Farah,

Accountant General

XAFIISKA XISAABIYAHA GUUD EE DOWLADDA
OFFICE OF THE ACCOUNTANT GENERAL

III. EXECUTIVE COMMENTARY

1) Overview of the Financial Statements

The Financial Statements of the Federal Government of Somalia (FGS) provide a record of the Government's financial performance over the financial year, 2020 as outlined in the Statement of Receipts and Payments and the Statement of Comparison of Budget and Actual Amounts. The Financial Statements further summarize all financial transactions for the year ended 31st December 2020 and the FGS's financial cash position as at the 31st December 2020. These statements have been prepared by the Accountant General of the Federal Government of Somalia at the federal level and include financial information related to all Federal Government Ministries, Departments and Agencies (MDAs).

The 2020 financial statements focus on reporting, primarily budgeted activities of the FGS for which an Annual Budget Statement was prepared for and authorized by the Federal Parliament of Somalia for the 2020 fiscal year. The budget and annual financial statements are produced to support FGS's strategic business and financial decisions critical to the fiscal and economic wellbeing of the nation. The annual reports include the financial and budget activities of MDAs which directly and indirectly receive budget allocations from the Federal Government of Somalia. These MDA entities are listed in Note 1.2 (c) of this report.

Disclosure has also been made on the extrabudgetary funds consolidating the financial information that MDAs have provided in respect of their extrabudgetary transactions.

2) Format of the Financial Statements and additional disclosures

Financial statements of the Federal Government of Somalia have been prepared on a cash basis with activities and related transactions recognized when cash is received, and payments are made. The financial statements for the financial year have been compiled and presented in order to make a fair presentation of the FGS's financial information and have been prepared in compliance with Part 1 of the IPSAS Cash Basis of Accounting which requires the following mandatory information to be disclosed:

- *Statement of Cash Receipts and Payments*

This is a statement of financial performance and measures the net surplus or deficit (the difference between total receipts and total payments) for the year. The statement provides information on the FGS's sources of revenue and the cost of its activities.

- *Statement of Comparison of Budget and Actual Amounts by Economic Nature*

The statement of comparison of budget and actual amounts presents a comparison of the budget amounts and the actual amounts for the year based on the GFS economic classification. The statements are prepared to provide information on the extent to which resources were obtained and used in accordance with the budget approved by the Federal Parliament of Somalia.

- *Statement of Payments by Functions of Government*

This is a statement that is an optional requirement under IPSAS Part 1 and provides further details of the amounts disclosed in the Statement of Cash Receipts and Payments by comparing the budget and government spending during the financial year. The statement is based on the Division Classification of Government outlays by functions of Government (COFOG) and identifies the purpose of spending by the Government.

- *Accounting Policies*

These are the specific principles, bases, conventions, rules, and practices adopted by the Federal Government of Somalia in preparing and presenting the financial statements.

- *Explanatory Notes to the Financial Statements*

The explanatory notes to the financial statements assist in understanding the information reported in the principal statements to provide full disclosure and are considered an integral part of the financial statements.

3) Additional Disclosures

In order to meet the requirements under Article 103 of the PFM Regulations (2020) and also to provide further information to the financial statements reported under IPSAS, Cash Basis of Accounting, the following additional disclosures have been provided so as to provide more information necessary for accountability and decision-making purposes.

- *Statement of Cash flow*

The statement of cash flow presents the movements of cash during the year resulting from operating, investing and financing activities. This statement provides information on how cash has been raised and used during the year, including borrowing and repayment of borrowing, and the acquisition and disposal of fixed assets.

- *Balance Sheet*

This Balance Sheet (previously the Statement of Assets and Liabilities) provides details of the assets and liabilities of the Government reporting the net assets (the difference between total assets and total liabilities) of the Government. The PFM Regulations (2020) allows for a phased-in approach to report all assets and liabilities in the balance sheets stating that the Balance Sheet "*may initially include financial assets and liabilities and progressively cover all the entity assets and liabilities".* Currently the Balance Sheet provides information on the financial assets and liabilities.

- *Schedule of Receivables and Payables*

Accounts receivable (AR) is the balance of money due to the Government for goods or services delivered or used but not yet paid for by customers as at the 31st of December 2020. The FGS does not have any accounts receivable as at the 31st December 2020.

Accounts payable (AP) represents the amount that the Government owes to its suppliers as at the 31st December 2020. Accounts payable is recorded on the balance sheet under current liabilities.

- *Statement of Expenditure Arrears*

This statement provides information on the outstanding payments that have built-up over the years for the supply of goods and services including employee costs. Expenditure arrears is recorded on the balance sheet under current liabilities.

- *Statement of Public Debt*

This statement provides information on the outstanding external debt of the Federal Government of Somalia at the end of the year and makes a distinction between multilateral and bilateral creditors. Bilateral are further broken down into Paris and Non-Paris club creditors.

- *Statement of Extrabudgetary Transactions of all Public Bodies*

The statement of extrabudgetary funds is a summary of the extrabudgetary transactions prepared and submitted by the MDAs to the Accountant General in respect of funds operated outside the national budget.

- *Disclosure of all State-Owned Enterprises (SoEs) Controlled by the Federal Government*

In accordance with Article 102 of Public Financial Management Regulations (2020) and for the purposes of Article 3 of the Public Financial Management Act 2019, state-owned enterprises shall carry the same meaning assigned to public corporations by Internationally accepted statistical standards which is defined as "*A legal entity that is owned or controlled by the government and that produces goods or services for sale in the market at economically significant prices. All corporations are members of the non-financial corporations' sector or financial corporations' sector.*"

A survey is to be undertaken to identify all state-owned enterprises in which the Government has a controlling interest and follow up to ensure all SoEs reporting requirements are met in line with the provisions of the PFM Act (2019).

4) Summary of Financial Results

Financial Statement Highlights and Analysis

Table 1 – Summary of Financial Performance

Financial Performance	**2020 USD$**	**2019 USD$**	**2018 USD$**
Revenue	496,826,962	337,800,903	295,333,647
Expenditure	**485,287,246**	315,638,470	268,521,523
Surplus	**11,539,716**	**22,162,433**	**26,812,124**
% Change	47%	14.2%	19.5%
Original Budget	476,150,905	344,199,037	274,630,191
Revised Budget (Mid-year Revision)	**685,270,734**	**390,158,833**	**297,072,158**
Actual Expenditure	485,287,246	315,638,470	268,521,523
Under Spending (Budget Saving)	**(200,002,027)**	**(74,520,363)**	**(28,550,635)**
% Change	54%	17.5%	14%

5) Revenue

Revenue Analysis

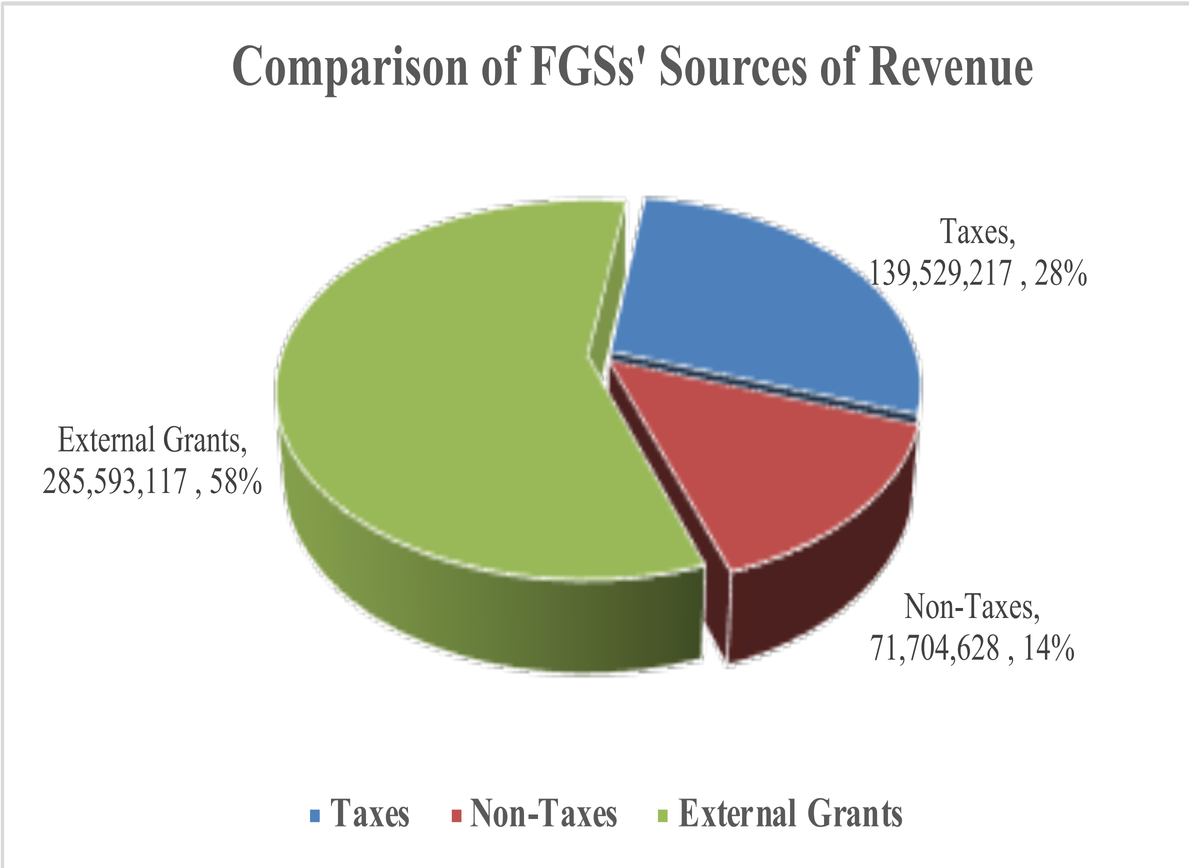
The Federal Government of Somalia's total revenue has increased significantly from $337.8 million in 2019 to US$496.9 million in the 2020 financial year and increase of US$159.1 million (47%). The main sources of the FGS's revenue are internally generated income; (taxes and domestic fees and charges) as well as external assistance from Multilateral and Bilateral organizations. Revenue from internal revenue (taxes and fees) was 42% (US$211.2 million of US$496.8 million) of total revenue which compared to the previous year was US$229.7 million (68%) of total revenue (US$337.8 million).

Table 2 – Summary of Receipts

Revenue Analysis **Revenue Type**	**2020**	**2019**	**2018**
Taxes	139,529,217	154,744,603	138,945,588
Non-Taxes	71,704,628	74,939,156	44,473,235
External Grants	285,593,117	108,117,144	111,914,824
Total	**496,826,962**	**337,800,903**	**295,333,647**

The following chart further highlights, the breakdown of revenue collections for the year which shows that external grants was 58% of the total receipts.

Chart 1 – Comparison of FGSs' Sources of Revenue



Non-Tax Receipts

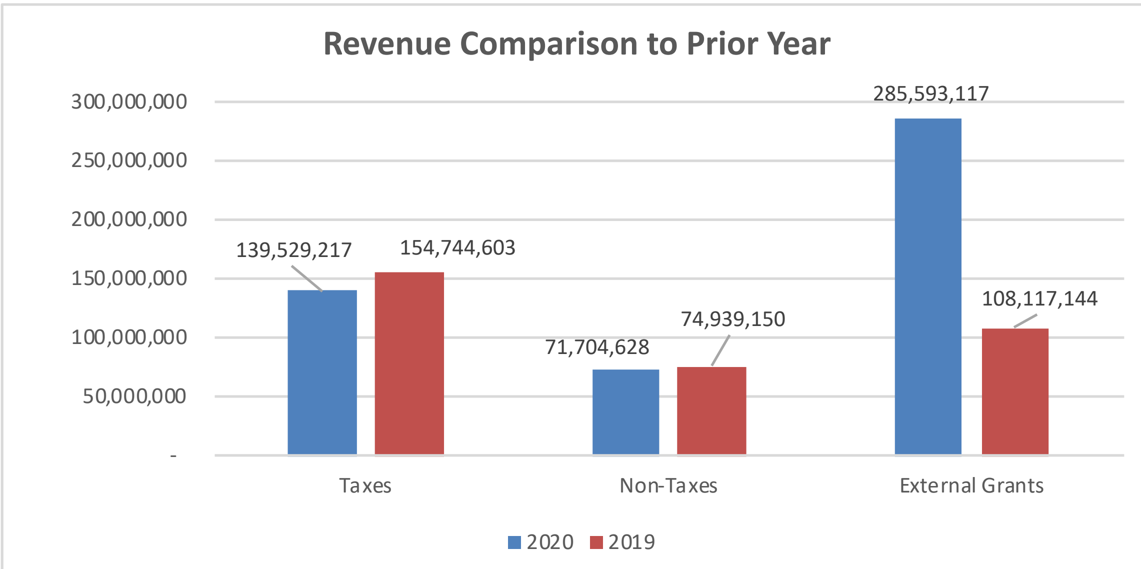
The financial year 2020 saw non-tax receipts decreasing by US$15.2 million when compared to the previous year . As detailed in Table 2, the current year's non-tax revenue (domestic receipts) stands at US$71.7 million down from US$74.9 million last year, in the same period. This downward movement of US$3.0 million in this category of the revenue has mainly come from passport fees which have not been issued due to COVID19 lockdown. As depicted in Chart 1 non-tax receipts was 14% of the total revenue for the year.

Tax Receipts

The financial year 2020 saw revenue from taxes decrease from US$154.7 million last year to US$139.5 million. This decrease of US$15.2 million has been mainly attributed to the consequence of the deteriorated political relationship between FGS and Kenya and the FGSs ban over imported Khat from Kenya. As depicted in Chart 1 above, revenue from taxes collected was 28% of the total revenue for the year.

Further illustration and comparisons between current year and previous year is highlighted in Chart 2.

Chart 2 – Revenue Comparison to Prior Year



External Assistance

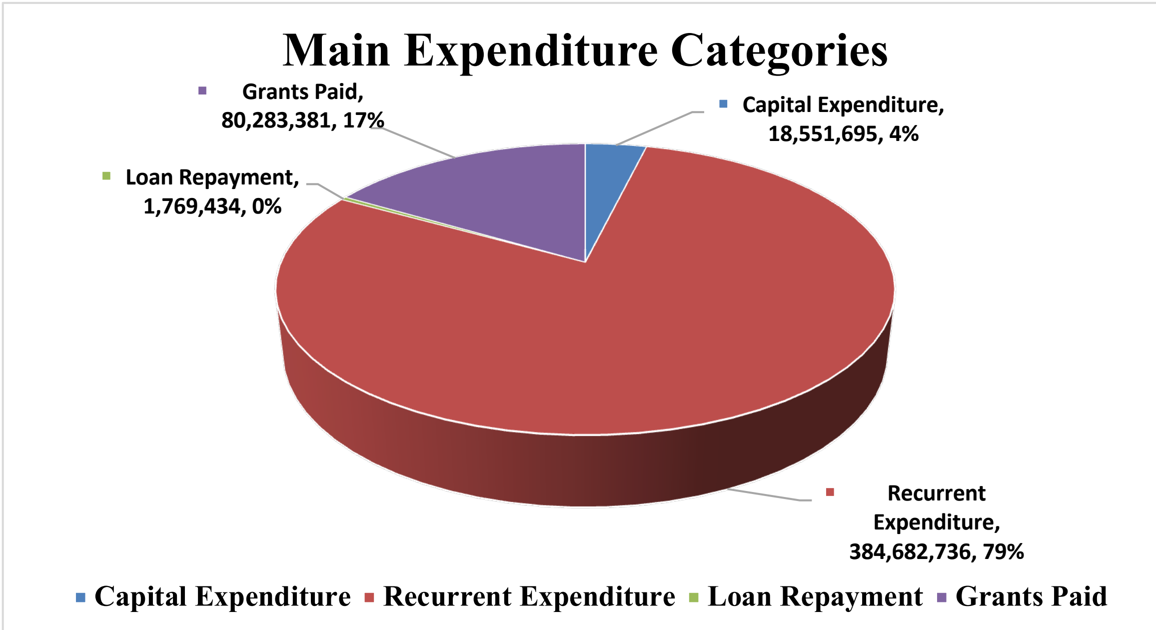
External assistance and grants from bilateral and multilateral agencies were significant sources of funds accounting for US$285.6 million (58%) of total revenue compared to US$108.1 million in the previous year, an Increase of US$ 177.5 million, (164%). This is mainly due to the introduction of new projects and the financial assistance provided in relation to the COVID-19 pandemic.

6) Expenditure

Expenditure Analysis

The FGS's payments fall into four distinct categories; recurrent, capital expenditure, loan repayments and Grants paid to sub-national governments. The recurrent expenses or costs are primarily manpower related expenses and cost on goods and services for operations. The recurrent expenses also include interest and other charges. Chart 3 summarizes the major areas of expenditure incurred by FGS.

Chart 3 – Main Expenditure Categories



The total payments made during the year amounted to US$485.3 million in comparison to US$315.6 million in 2019. Overall, the FGS has increased its expenditure by US$170 million, (53.8%), with the highest increases to the previous year resulting from compensation of employees of US$64.2 million and social benefits expenditure incurred this year of US$62.1 million with no spending on social benefits for the previous year.

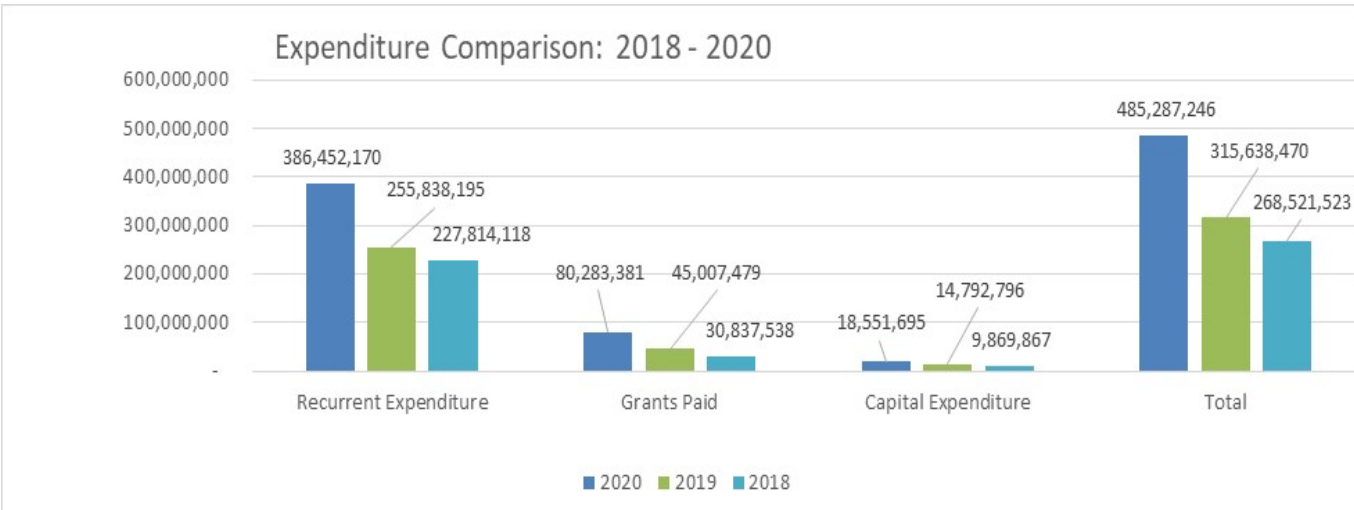
The largest expenditure category was the employee salary cost which amounted to US$227.0 million, which was 46.8% of the total expenditure, up 39% from US$162.9 million in 2019. The second highest cost is the use of goods and services expenditure, which was 20% of total expenditure for the year.

Table 3 below shows expenditure categories for the 2020 financial year in comparison to the 2019 and 2018 financial years.

Table 3 – Summary of Expenditure, 2018 - 2020

	2020	2019	2018
Expenditure			
Employee Consumption	227,014,247	162,862,398	143,071,787
Use of Goods and Service	80,696,010	92,393,185	80,635,606
Grants Paid	80,283,381	45,007,479	30,837,538
Capital Expenditure	18,551,695	14,792,796	9,869,867
Interest and loan repayments	14,444,846		
Subsidy	2,161,914		
Social benefits	62,135,152		

Other Payments		582,612	4,106,725
Total	**485,287,246**	**315,638,470**	**268,521,523**
% Change	54%	17.5%	14%



7) Capital Expenditure Analysis

Capital expenditure (non-financial assets) for the year was US$18.6 million compared to US$14.8 million for the previous year, an increase of US$3.8 million (25.4%). The major areas of expenditure were other fixed assets followed by ICT infrastructure expenses. In accordance with reporting on a cash-basis and complying with IPSAS, cash basis of accounting, capital expenditure is expensed in the year of acquisition.

Table 4 – Summary of Capital Expenditure

Capital Expenditure	**2020 USD$**	**2019 USD$**
Non – residential buildings	546,050	682,500
ICT infrastructure, hardware, networks, facilities	6,370,451	428,366
Other fixed assets	10,280,331	13,560,223
Transport equipment	320	1,950
Machinery and other equipment	218,444	35,030
Intangible assets	617,199	84,727
Software application	464,135	
Furniture and fixtures	54,765	
Total Capital expenditure	**18,551,695**	**14,792,796**

8) Budget and Expenditure Analysis

The annual budget of the FGS is the principal document by which the Government sets out its financial plan for the year. The original budget or financial plan approved by the Federal Parliament for the budgeted expenditure for the year was US$476.2 million. A Supplementary Budget was approved by Parliament on the 31st August 2020 which revised the budget, to US$685.3 million, an increase of, (43.9%). The budgets were increased for grants paid, social security benefits, use of goods and services with a budget decrease relating to subsidies, realigning costs in relation to priorities during the COVID-19 pandemic which was funded by additional grant funding of US$166.8 million to counteract the decrease in recurrent revenue estimates of US$66.7 million resulting from the impact of the COVID-19 pandemic.

The table below depicts the allocations and actual payments of each category of the expenditure.

Table 4 – Expenditure, Budget and Actual comparison

	2020		
Expenditure Category	**Budget USD$**	**Actual USD$**	**Variance (Underspend) USD$**
Compensation of Employees	235,262,920	227,014,247	-4%
Use of Goods & Services	154,010,694	80,696,010	-48%
Grants Paid	143,048,110	80,283,381	-44%
Capital Expenditure	41,918,594	18,551,695	-56%
Interest and loan repayments	14,563,584	14,444,846	-1%
Subsidy	2,210,000	2,161,914	-2%
Social benefit	93,435,025	62,135,152	-33%
Other Expenditure (Contingency Fund)	821,807		
Total Expenditure	**685,270,734**	**485,287,246**	**-187.2%**

9) Functions of Government

Developed by the OECD, the Classification of the Functions of Government (COFOG) classifies government expenditure data for the purpose for which the funds are used by Ministries, Departments and Agencies. All expenditure relating to a particular function is aggregated into one category regardless of the economic nature of the expenditure. The functions of the Federal Government of Somalia are:

Table 5 – Summary of Expenditure by Functions of Government

Classification of Functions of Government (COFOG)	**2020 USD$**	**2019 USD$**
General Public Service	201,227,385	136,030,319.0
Defense	83,704,942	59,019,490.0
Public Order and Safety	89,974,889	74,813,485.0
Economic Affairs	86,690,260	22,761,662.0

Health	6,235,712	2,681,401.0
Education	14,512,290	13,616,218.0
Social Security and Welfare	1,338,523	4,269,060.0
Recreation, Culture and religion:	1,603,244	2,276,364.0
Refund s2s project		170,362.0
Total Expenditure by Functions of Government	**485,287,246**	**315,638,361**

10) Net financial worth

The Federal Government's net financial worth increased by US$12.3 million in 2020 from a net worth of US$1 million at the end of 2019 to a positive net financial worth of US$13.3 million as at the 31st December 2020.

11) Balance Sheet (Statement of Financial Assets & Liabilities)

The Balance sheet is required to be disclosed in accordance with Article 103 of the Public Financial Management Regulations (2020). The Government reports on a cash basis with the balance sheet currently not including all assets and liabilities of the Government but as outlined in the PFM Regulations 2020 will initially include financial assets and liabilities and will progressively include all the assets and liabilities over time.

The following is a summary of the Balance Sheet (Statement of Assets and liabilities)

Table 6 – Balance Sheet

Description	**12/31/20 USD$**	**12/31/19 USD$**	**% Change**
Cash & Cash Equivalents	66,139,209	54,615,371	21%
Receivables			
Total Assets			
Payables			
Expenditure Arears	52,795,274	53,620,274	2%
Total Liabilities	52,795,274	53,620,274	
Net Financial Worth	**13,343,935**	**995,097**	**1241%**

(a) *Net financial worth equals total financial assets minus total liabilities excluding external debt.*
(b) *Expenditure arrears are liabilities that have so far been verified as outstanding . So far these relate to payroll arrears.*

12) Public Debt

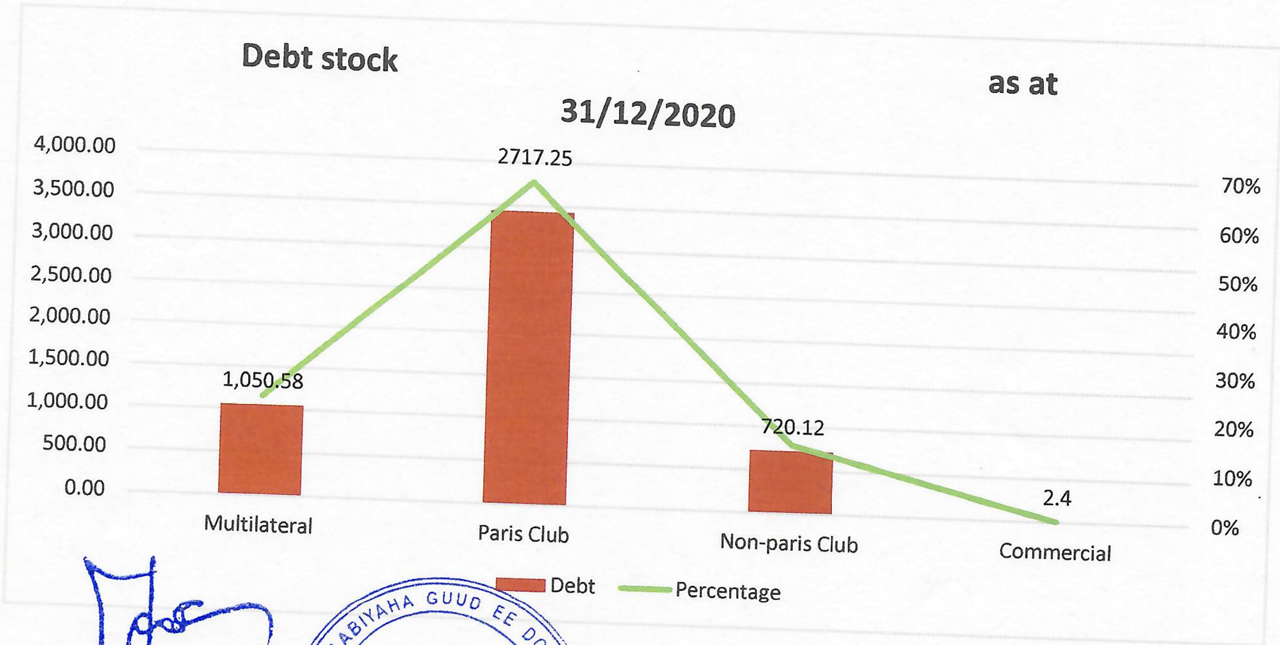
Public debt, also referred to as government debt, represents the total outstanding debt (bonds and other securities) of the Government. The Government public debt includes multilateral, Paris Club and non-Paris Club debt. Multilateral debt. Multilateral debt is that portion of a country's external debt burden owed to international financial institutions (IFIs) such as the International Monetary Fund (IMF) and the World Bank. The Paris Club (Club de Paris) is a group of officials from major creditor countries whose role is to find co-ordinated and sustainable solutions to the payment difficulties experienced by debtor countries.

bilateral debt. The main creditors are Russia1, USA, Italy and France. Non-Paris club debt amounts to S0.7 billion and the main creditors are Arab creditors, mainly Abu Dhabi Fund, Iraq, and the Saudi and Kuwait Funds

The external debt composition of the Federal Government of Somalia is shown in the table below.

Table 7 – Summary of Public Debt

Public Debt	12/31/20 USD$	12/31/19 USD$	% Change
Multilateral Debt	1,051	1,529.62	-0.31
Paris Club Debt	2,717	3,072.20	-0.12
Non-Paris Club Debt	720	709.03	0.02
Commercial-Serbia	2		
Total Public Debt	**4,490**	**5,311**	**-0.41**



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Fatuma Osman Farah
Accountant General

IV. Statement of Cash Receipts and Payments

Federal Government of Somalia
Statement of Cash Receipts and Payments
for the Year ended 31 December 2020.
Budget Approval on Cash basis
[Classification of Receipt and Payments by Economic Classification]

	Note	2020 USD$	2019 USD$
RECEIPTS			
Tax Receipts	1	139,529,217	154,744,603
Non-Tax Cash Receipts	2	71,704,629	74,939,156
External Assistance Grants	3	285,593,117	108,117,144
TOTAL RECEIPTS		**496,826,962**	**337,800,903**
PAYMENTS			
Compensation of Employees	4	227,014,247	162,862,398
Use of goods and services	5	80,696,010	92,393,185
Consumption of Fixed Assets	6	18,551,695	14,792,796
Grants Paid/Transferred	7	80,283,381	45,007,479
Interest charges & Loan Repayments	9	14,444,846	-
Subsidy	10	2,161,914	-
Social benefit	8	62,135,152	-
Other Payments	11	-	582,612
TOTAL PAYMENTS		**485,287,246**	**315,638,470**
Increase/(Decrease) in Cash		11,539,716	22,162,433
Cash at the beginning of the Year	12	54,615,371	32,452,938
Prior year Adjustment	14	150	-
Adjusted Cash at the beginning of the year		**54,615,521**	32,452,938
Increase/(Decrease) in Cash		11,539,716	22,162,433
Adjustment	15	(16,026)	-
Cash at the end of the Year	12	**66,139,210**	**54,615,371**

** As indicated under note 12, a total amount of US$46,559,656 (FY 2019: US$42,834,682) included in the cash balance at the end of the year are restricted funds relating to externally financed projects and the Fiscal Buffer Account*

The accounting policies and explanatory notes from pages 17 to 41 to these financial statements form an integral part of the financial statements.

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Fatuma Osman Farah
Accountant General

XAFIISKA XISAABIYAHA GUUD EE DOWLADDA
OFFICE OF THE ACCOUNTANT GENERAL

V. Statement of Comparison of Budget and Actual Amount

Federal Government of Somalia
Statement of Comparison of Budget and Actual Amount
for the Year ended 31 December 2020.

Budget Approved on a cash basis
[Classification of Receipt and Payments by Economic Classification]

Receipt/Expense Item	Notes	Original Budget USD$	Budget Adjustments USD$	Final Budget USD$	Actual Outturn USD$	Variance between Budget and Actual USD$	% Varian
Receipts (Inflows)							
Tax Receipts	1	155,500,000	48,451,930	107,048,070	139,529,217	32,492,519	30%
Non-Tax Cash Receipts	2	78,900,000	-18,428,343	60,471,657	71,704,628	11,232,971	19%
Bilateral Sources-Grants	3	30,000,000	-	30,000,000	15,000,000	15,000,000	-50%
Multilateral Sources-Capital	3		12,000,000	12,000,000			0%
Multilateral Sources-Grants	3	201,750,902	166,833,606	368,584,508	270,593,117	-97,991,451	-27%
Total Cash Receipts		**466,150,902**	**111,953,333**	**578,104,235**	**496,826,962**	**-69,265,961**	
Expenses (Outflows)							
Compensation of Employees	4	223,591,491	11,671,429	235,262,920	227,014,247	8,248,673	4%
Use of goods and services	5	131,457,121	22,553,573	154,010,694	80,696,010	73,333,222	48%
Subsidies	10	10,050,000	-7,840,000	2,210,000	2,161,914	48,086	2%
Grants Paid	7	42,646,869	100,401,241	143,048,110	80,283,381	62,764,729	44%
Interest & Loan repayments	9	276,000	14,287,584	14,563,584	14,444,846	118,738	1%
Social Benefits	8	25,000,000	68,435,025	93,435,025	62,135,152	31,299,873	33%
Other Expenses-	11	2,500,000	-1,678,193	821,807	-	-	0%
Total Expenses		**435,521,481**	**207,830,659**	**643,352,140**	**466,735,551**	**175,813,321**	
Capital Expenditure							
Capital Expenditure	6	40,629,424	1,289,170	41,918,594	18,551,695	-23,366,899	-56%
Total Capital Expenditure		40,629,424	1,289,170	41,918,594	-	-23,366,899	-56%
Total Cash Expenditure		**476,150,905**	**209,119,829**	**685,270,734**	**485,287,246**	**152,446,422**	**22%**
NET CASH FLOWS		**(10,000,003)**	**(97,166,496)**	**(107,166,499)**	**11,539,716**	**(221,712,383)**	

The accounting policies and explanatory notes from pages 17 to 41 to these financial statements form an integral part of the financial statements.

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Fatuma Osman Farah
Accountant General

XAFIISKA XISAABIYAHA GUUD EE DOWLADDA * OFFICE OF THE ACCOUNTANT GENERAL

VI. Statement of Payments by Functions of Government

Federal Government of Somalia
Statement of Payments by Functions of Government
For the Year Ended 31st December 2020

Functions of Government based on GFS 2014 classification	**Budgeted Expenditure for the Federal Government Sector Entities**	***Actual Payments***	***Actual Payments***
	2020	**2020**	**2019**
	US $	**US $**	**US $**
Payments-Recurrent			
General Public Service	269,436,557	191,816,102	124,923,136
Defense	87,017,853	83,704,942	58,959,490
Public order and safety	110,708,938	87,900,189	73,479,564
Economic Affairs	127,172,066	82,017,179	21,615,911
Health	24,092,002	3,940,402	2,681,401
Education	21,556,737	14,403,110	12,482,277
Social Security and Welfare	1,610,893	1,338,523	4,257,060
Recreation, Culture and Religion	1,757,095	1,603,244	2,276,364
Total Payments-Operating	**643,352,141**	**466,723,691**	**300,675,203**
Payments-Capital			
General Public Service	16,801,040	9,411,283	11,107,183
Defense	-	-	12,000
Public order and safety	7,249,029	2,074,700	60,000
Economic Affairs	8,979,501	4,673,081	1,145,751
Health	6,753,900	2,295,310	-
Education	2,135,124	109,180	1,133,941
Social Security and Welfare	-	-	1,333,921
Recreation, Culture and Religion	-	-	-
Total Payments-Capital	**41,918,594**	**18,563,554**	**14,792,796**
Refund of funds upon closure of S2S project			170,362
Total Payments	**685,270,734**	**485,287,245**	**315,638,361**

The accounting policies and explanatory notes from pages 17 to 41 to these financial statements form an integral part of the financial statements

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Fatuma Osman Farah
Accountant General

VII. Statement of Cash Flows

Federal Government of Somalia
Statement of Cash Flows
For the Year Ended 31st December 2020

	Notes	2020	2019
Cash flow from Operating Activities			
Receipts from Operating Activities			
Tax Receipts	1	139,529,217	154,744,603
Non-tax Receipts	2	71,704,628	74,939,156
External Grants	3	285,593,117	108,117,144
		496,826,962	**337,800,903**
Payment for operating Activities			
Compensation of Employees	4	227,014,247	162,862,398
Use of goods and services	5	80,696,010	92,393,185
Grants paid	7	80,283,381	45,007,479
Subsidy	10	2,161,914	-
Social benefit	8	62,135,152	-
Interest Charges	9	1,769,434	-
Other expenses	11	-	582,612
Total Payments from Operating Activities		**454,060,138**	**300,845,674**
Net cash flow from operating Activities		**42,766,824**	**36,955,229**
Cash flow From Investing Activities			
Acquisition of Fixed Assets	6	18,551,695	14,792,796
Net Cash flow from Investing Activities		**18,551,695**	**14,792,796**
Cash flow from Financing Activities			
Repayments of Foreign borrowing	9	12,675,412	-
Net cash flow from Financing Activities		**12,675,412**	**-**
NET INCREASE IN CASH AND CASH EQUIVALENT		11,539,716	22,162,433
Adjustments	14/15	(15,878)	**-**
Cash and cash equivalent at beginning- 2020	12	54,615,371	32,452,938
Cash and cash equivalent at end-2020	**12**	**66,139,209**	**54,615,371**

** As indicated under note 12 and out of a total of US$ 66,139,209, a total amount of US$ 46,559,656 (FY 2019: US$42,834,682) are restricted balances relating to externally financed projects and the Fiscal Buffer Account.*

The accounting policies and explanatory notes from pages 17 to 41 to these financial statements form an integral part of the financial statements.

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Fatuma Osman Farah
Accountant General

ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

I. Accounting Policies

1.1. General Information

The Federal Government of Somalia has its seat in Mogadishu, the capital of the Federal Republic of Somalia. The principal address of the reporting entity is:

The Office of the Accountant General
Building of the Ministry of Finance
Shangani District
Mogadishu
Somalia

The principal activities of the Government and its controlled entities include the provision of health, education, defence, security, economic, social, administration and other general public services

The relevant legislation governing the Government's operations are the FGS laws currently underpinned by: -

a) The Appropriation Act, 2020;
b) The Public Financial Management Act (2019) and
c) The Public Financial Management Regulations (2020).

In December 2019 the Public Financial Management Act 2019 (PFMA) was approved by Parliament with the supporting Public Financial Management Regulations 2020 (PFMR) approved and promulgated in December 2020. The PFMA replaced the Financial and Accounting Procedures Regulations of 1961 of the State as amended 1971. The reporting requirements under of the PFMR 2020 are consistent with the previous Financial and Accounting Procedure Regulations (1961, as amended 1971) and require the financial statements to be prepared in accordance with International Public Sector Accounting Standards, Article 94 (2), with additional disclosures outlined in Article 103 of the PFMR 2020.

1.2. Significant Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the Federal Government of the Republic of Somalia in preparing and presenting the financial statements. The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all transactions unless otherwise stated. The following specific policies have been used:

a) Basis of Preparation

The financial statements have been prepared in accordance with the:

- Public Financial Management Act (2019) and related legal framework, and
- International Public Sector Accounting Standards (IPSAS), Cash Basis of Accounting (2017)

Pursuant to Paragraph (1) and in accordance with article (43) (2) of the PFM Act and Article 94(1),(2) and (a) and (h) of the PFM Regulations 2020, the financial statements have been prepared using the International Public Sector Accounting Standards (IPSAS), Financial Reporting under the Cash Basis of Accounting (2017) (as issued by the International Public Sector Accounting Standards Board (IPSASB) of the International Federation of Accountants) and as set out in the accounting policy note below.

The Cash Basis of Accounting has been supplemented with appropriate disclosures as required under Article 103 (2) of the Public Financial Management Regulations (2020).

b) Going Concern

The financial statements have been prepared on a going concern basis and accounting policies have been applied consistently throughout the period.

c) Reporting Entity

The Report and the Financial Statements have been prepared by the Office of the Accountant General pursuant to Articles 45 (1) of the PFM Act (2019) that empowers the Accountant General to prepare the Annual Financial Statements of the Federal Government of Somalia.

These financial statements are for the Federal Government of Somalia and includes transactions with Federal Government entities as specified in the Appropriation Act, 2020; the budget sector entities for that year. The budget sector entities are:

Reporting Entity (MDA)

1. Office of the Presidency
2. Parliament
3. Prime Minister
4. Ministry of Foreign Affairs
5. Ministry of Finance
6. Ministry of Planning and Economic Development
7. Ministry of Interior and Federal Affairs
8. Ministry of Endowment and Religious Affairs
9. Ministry of Justice
10. Judicial Authorities
11. Attorney General
12. Solicitor General
13. Auditor General
14. Ministry of Humanitarian and Disaster Management
15. Ministry of Constitution
16. Ministry of Defense

17. Ministry of National Security
18. Ministry of Water and Energy
19. Ministry of Mineral
20. Ministry of Agriculture
21. Ministry of Livestock and Forestry
22. Ministry of Fishery and Marine Resource
23. Ministry of Information
24. Ministry of Post and Telecommunication
25. Ministry of Public Work & Reconstruction
26. Ministry of Transport and Aviation
27. Ministry of Transport and Ports
28. Ministry of Industry & Commerce
29. Ministry of Health
30. Ministry of Education
31. Ministry of Labour and Social Affairs
32. Ministry of Youth and Sport
33. Ministry of Women and Human Rights Development.
34. Boundaries and Federation Commission
35. National Reconciliation Commission
36. National Independent Electoral Commission
37. Human Rights Commission
38. Independent Constitution Review and Implementation Commission
39. National Civil Service Commission
40. National Independent Anti- Corruption Commission

d) Reporting Currency

The functional currency of the Federal Government of Somalia is the United States dollar because: (a) government revenues and expenditures are transacted in that currency; (b) the majority of financing is provided in that currency; and (c) bank transactions and balances are principally in the US $ (United States Dollar). The reporting currency is the United States Dollar (USD), rounded to the nearest dollar ($).

e) Reporting Period

The Federal Government of Somalia fiscal and financial year covers the period from 1st January to 31st December, the calendar year. These financial statements are for the period of 1st January 2020 to 31st December 2020. The comparative figures reflect the 12 month period ended 31st December 2019.

f) Revenue Recognition

Receipts represent cash received by the FGS during the financial year and comprise tax revenue, non-tax revenue, grants and external assistance. These receipts are recognized and included in the financial statements only when received as cash or cash equivalent by the FGS or on behalf of the FGS.

(i) *Tax Revenues* is recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received.

(ii) *Non-Tax Revenues* represents other domestic revenues collected by the FGS other than from taxes and these are recognized in the financial statements at the time associated cash is received.

(iii) External *Assistance* was received in the form of grants from multilateral and bilateral donor agencies under agreements specifying the purposes for which the assistance will be utilized. This represents grants received from the donor community that are not repayable in future. The amounts in the statement of cash receipts and payments are only recognized when received by and are under the control of the FGS.

g) Recognition of Expenditure

Payments represent outlays of cash made by the FGS or other agencies for and on behalf of the FGS. All payments are recognized and included in the financial statements when cash or cash equivalent is paid out.

(i) *Compensation of Employees* include employee benefits such as salaries, allowances, and other related-employment costs and these have been recognized in the financial statements only when payments have been made.

(ii) *Use of Goods and Services* are recognized as payments in the period when the goods/services are consumed and paid for. If not paid for during the period where goods/services are consumed, they shall be included in the statement of financial assets and liabilities (Balance sheet) as financial liabilities with supporting schedules (detailed notes).

(iii) *Property, Plant and Equipment & other non-current assets (Capital items)* principally comprise of land, buildings, plant, vehicles, equipment, and any other capital assets controlled by the Federal Government of Somalia. Under the cash basis of accounting, acquisition of property, plant, equipment, and other non-current assets have been expensed fully in the year of purchase. However, these assets are recorded in the Governments Asset Register at historical cost as a memorandum record.

h) Cash and Cash Equivalents

Cash and cash equivalents are reported in the financial statements at cost. For the purposes of the cash flow statement, cash and cash equivalents comprise cash on hand, deposits held at call with banks, other short-term highly liquid investments, and bank overdrafts.

This is comprised of the cash and bank balances of all bank accounts operated by the Treasury of the Federal Government of Somalia with the Central Bank of Somalia under the Treasury Single Account (TSA) framework. This includes balances on the main Treasury Single Account, MDA TSA sub-accounts and the project designated accounts also as TSA sub-accounts. It also includes deposit accounts, revenue collection bank accounts with commercial banks and petty cash balances held by the ministries, departments, and agencies at the end of the financial year.

i) Fiscal Buffer Account

A Fiscal Buffer Account was established by the Government following guidance provided by the IMF under the SMP IV program for purposes of sustaining critical expenditures in the face of volatile revenues. In accordance with the Fiscal Buffer Account Guidelines, the fiscal buffer account shall be built from any surplus revenue realised during a financial year from taxes, non-tax revenues, grants or from any other fund sources with these funds deposited (via the Treasury Single Account) into the fiscal buffer account to be utilized for the sole purpose of financing the FGS annual budget either in the current year or in the future financial year(s) to meet periods of revenue shortfalls and depending on the needs of critical expenditures, amounts are transferred from the Fiscal Buffer Account to general budget support (TSA main account) to finance appropriated expenditure.

j) Restriction on Cash

Restricted cash represents amounts that are limited/restricted from being used to settle a liability for at least twelve months after the reporting period.

Funds held in the Fiscal Buffer Account may only be used for funding any financing gaps where revenue shortfalls are experienced in the FGS annual budget during the year. Funds utilized are not to exceed the current year budget amount as authorized by Parliament in the Appropriation Act or Supplementary Budget. The withdrawal of money from the fiscal buffer account shall only be made for the purposes of financing the FGS budget.

Funds held in other TSA sub-bank accounts are to be spent in accordance with the project they relate to and as outlined in the financing agreement and or memorandum of understanding between the donor and the Federal Government of Somalia.

k) Prior Period Adjustment

As a result of adjustments to the bank balances of the FGS there is a variance to the opening cash balance for the 2020 financial year This relates to variances in opening cash balance between the general ledger and audited financial statements for the prior year. The closing cash balance has not been restated in these financial statements but is disclosed by way of a prior year adjustment to the 2020 opening cash balance due to reconciliation errors in previous year. Details of the adjustment as shown under Note 14.

l) Original and final approved budget and comparison of budget and actual amounts

The approved national budget of the FGS was prepared on the same accounting cash basis, consistent with the accounting basis of these financial statements. The budget used the same classification basis using the Government Financial Statistics, 2014 (GFSM2014) economic classification for the same period (1st January 2020 to 31st December 2020) as the financial statements. It encompasses the same budget sector entities of the Federal Government of Somalia as identified under accounting policy 1.2(c) and section III providing additional closure on the externally financed projects that use country systems i.e "on-budget", "on-Treasury" and "on-account".

The original budget of US$476,150,905 was approved by Parliament on 31st December, 2019 and a supplementary appropriation to increase the budget to US$685,270,735 was approved by Parliament on 31st August 2020 under an Act of Parliament cited as 00007/2020.

The original budget's objectives and policies, the subsequent revisions and the material differences between the budget and actual amounts are explained in the executive commentary provided as part of these financial statements and also with further details in other budget performance reports published online: http://mof.gov.so/fiscal/.

m) Foreign Currency Transactions and Foreign Operations

Foreign currency transactions denominated in foreign currencies are recorded in the United States Dollars (USD$) at the exchange rate ruling on the date of the transaction. Balances of cash, other assets and liabilities denominated in other foreign currencies at the year-end are translated into US Dollars (USD$) at the closing rate of exchange with the resulting exchange gains/(losses), if any, are dealt with as a reconciling item through changes in net assets or deficits. However, there were no balances of cash, assets and liabilities held in other foreign currencies during the reporting period.

n) Exchange Rates

All monetary amounts in the financial statements are expressed in United States Dollars (US$), the transaction and reporting currency. The US $ closing rates (the Central Bank of Somalia middle rate) were:

	2020 USD$	**2019 USD**
Euros (Euro €)	0.885	0.84
Somali Shilling (SOS $)	22,500	22,500

o) Functions of Government

For presentation of certain information in the financial statements by functions of government, the Government Finance Statistics [GFS] as developed by the Organization for Economic Cooperation and Development [the OECD], and as published by the International Monetary Fund [IMF], 2014 has been used.

p) Contingencies

Contingent liabilities are recorded and disclosed when the contingency becomes evident. Contingent assets are neither recognized nor disclosed. Contingent liabilities are aggregated when reported by the individual public bodies and disclosed. No contingent liabilities were reported at the end of the year.

q) Extrabudgetary Funds

Extra-budgetary funds are receipts, payments and account balances outside the National Budget i.e., not appropriated. These are not included in the primary financial statements but are disclosed separately in a statement of extra-budgetary funds as a summary of transactions reported by the individual entities. The list of reporting entities included in the financial statements is provided under Annex B.

r) Expenditure Arrears

An expenditure arrear is a sub-set of accounts payable that is past its due date. Expenditure arrears are included in the Balance Sheet as a separate account payable when duly verified and certified.

s) Payments by Third Parties

The Federal Government of Somalia may also benefit from goods and services purchased on its behalf as a result of cash payments made to third parties during the period. Requests for third party payments are processed through the use of country systems, and at the request of the government, the donor makes payment directly to a third party (e.g., supplier, contractor, and consultant) for eligible expenditures. An example is the direct payments processed by the World Bank/African Development Bank upon requests from the FGS which are formally advised and verified by the Government and are included in the financial statements.

On the other hand, and through direct execution, third parties including donors may make payments to external suppliers outside the country systems and provide goods and services including in-kind donations e.g., food aid, big contract of works, vehicles, equipment, technical assistance or personnel services. The payments made by the third parties outside the country systems do not constitute cash receipts or payments managed by the government even though it does benefit from such payments. Such payments are therefore not included in the statement of cash receipts and payments but are reported and disclosed where the financial value of the goods and services received can be reliably verified and determined by government. No direct execution transactions have been reported during the financial year.

t) Authorization Date

The financial statements were authorized for publication on 30th April 2021 by Dr. Abdirahman Dualeh Beileh, the Minister of Finance and Ms. Fatuma Osman Farah, the Accountant General of the Federal Government of Somalia.

II. Explanatory Notes to the Financial Statements

1. Tax Receipts

Tax revenues arise from both direct and indirect taxes levied and collected by the FGS and consists of the following:

	2020 USD$	2019 USD
Payable Individual	12,415,562	9,744,929
Payable Corporation	3,181,771	1,458,724
Other Income Tax	556,905	490,606
General Taxes on goods and Services	21,293,612	24,959,917
Customs and other Import Duty	91,054,110	90,458,623
Other Taxes on International trade and Transactions	-	16,569,175
Taxes Payable solely by businesses	11,027,257	11,062,629
Total Tax Receipts	**139,529,217**	**154,744,603**

A total of US$107,048,070 was estimated to be collected in the 2020 financial year, with an actual collection of US$139,540,589 was achieved which is US$32,492,519 million (30%) more than estimated the amount collected and represents 28% of the total tax revenue for the 2020 financial year.

2. Non-Tax Cash Receipts [NTR]

Non-Tax revenue represents other domestic revenues collected by the FGS other than from taxes. These comprise of the following:

Non- Tax Cash Receipts	2020 USD$	2019 USD$
Administrative Charges	67,170,229	70,492,976
Harbour Fees	4,534,399	4,446,180
Total	**71,704,628**	**74,939,156**

A total of US$60,471,657 was estimated to be collected in the 2020 financial year, with an actual collection of US$71,704,628 was achieved which is US$11,232,971 (19%) more than estimated. The amount collected represents 14% of the total tax revenue for the year.

3. External Assistance (Grants)

External assistance was received in the form of grants from multilateral and bilateral donor agencies under agreements specifying the purposes for which the assistance will be utilized. This represents grants received from the donor community that are not repayable in future. The amounts in the statement of cash receipts and payments are only recognized when received by and are under the control of the FGS. The amount of external assistance received in 2020 consists of the following:

Name of Donor	2020 USD	2019 USD
Government of Turkey	15,000,000	15,000,000
State Qatar	-	21,316,829
Government of Algeria	-	100,000
Total	**15,000,000**	**36,416,829**
Grants Received from Multilateral Donors (International Organizations)		-
World Bank	178,192,800	37,493,686
EU	7,664,241	29,078,979
AFDB	27,698,693	1,926,485
UNOPS	-	1,670,632
United Nations	2,477,962	640,590
IGAD	100,000	-
Global education partnership	1,438,636	889,943
Urban Investment Planning (SUIP)	2,396,942	-
Somali Shock Responsive and Safety Net	50,623,840	-
Total	**270,593,117**	**71,700,315**
Total External Assistance	**285,593,117**	**108,117,144**

Non – compliance with significant terms and conditions:

There have been no known instances of non-compliance with terms and conditions with regards to the external assistance agreements or guarantees which have resulted in cancellation of the assistance or has given rise to an obligation to return the assistance previously given.

A total of US$410,584,508 was estimated to be collected in the 2020 financial year, with an actual collection of US$285,593,057 was achieved which is US$112,991,451 (27.5%) less than estimated and represents 57.5% of the total revenue for the 2020 financial year.

4. Compensation of employees

Compensation of employees comprised of the following:

Compensation of Employees	2020 USD$	2019 USD$
Employee salaries	140,980,460	44,470,683
Employee allowances	72,092,051	105,662,362
Social contributions	-	-
Other employee costs	-	11,402,763
Arrears - Salaries and Allowances	13,941,736	1,326,590
Other personnel payments	-	-
Total	**227,014,247**	**162,862,398**

The other employee costs are salaries for the staff hired under the Capacity Injection Program.

5. Use of Goods and Services

These comprise the following:

Use of Goods and Services	2020 USD$	2019 USD
Utilities	4,334,479	6,200,097
Rent expenses	1,955,537	1,781,418
Repairs and maintenance	2,345,356	2,264,793
Office Materials and other consumables	3,063,533	3,178,163
Travel expenses	6,386,033	8,737,764
Education expense	1,624,774	1,281,277
Training expense	1,172,144	1,140,522
Consulting and Professional fees	13,211,505	8,144,302
Fuel	5,274,171	5,253,989
Audit fees	62,023	73,937
Bank Commission	6,361,183	6,091,644
Health and hygiene	775,739	933,242
Insurance Charges /premium	16,150	-
Military material supplies and service	633,049	628,818
Other specialized material and service	1,972,022	3,047,185
Special Operational Service	7,112,726	8,204,769
Other General Expenses	24,395,587	35,431,266
Total	**80,696,011**	**92,393,186**

A total of US$154,010,694 was budgeted to be paid in the 2020 financial year, with payments of US$80,677,472 made which is US$73,333,222 (48%) less than budgeted for the year.

6. Acquisition of Fixed Assets (Capital Expenditure)

All non-current assets acquired during the year are expensed in the year of purchase [fully depreciated in the year of purchase]. The value of capital expenditure acquired during the financial year and expensed comprised of the following:

	2020 USD$	2019 USD
Non – residential buildings	546,050	682,500
ICT infrastructure, hardware, networks	6,370,451	428,366
Other fixed assets	10,280,331	13,560,223
Office furniture	54,765	-
Transport equipment	320	1,950
Machinery and other equipment	218,444	35,030
Software and applications	464,135	
Intangible assets	617,199	84,727
Total	**18,551,695**	**14,792,796**

A total of US$41,918,594 was budgeted to be paid in the 2020 financial year, with payments of US$18,551,695 made which is $23,366,899 (56%) less than budgeted for the year.

7. Grants Paid

The Government paid Grants to sub-national governments as support grants to Federal Member States within the appropriated amounts by Parliament. These were unconditional grants.

Grants paid during the year relate to the following:

Grants Paid	2020 USD$	2019 USD$
To Foreign Governements	-	-
To international Organisations as meembership contributions	619,908	1,444,631
To other gneral government units & sub-national Governments	-	-
Somaliland	1,003,271	200,000
Puntland Sate of Somalia	17,355,991	6,806,439
Jubbaland State of Somalia	8,020,557	4,419,223
South West State of Somalia	10,602,600	6,418,014
Galmudug State of Somalia	12,220,554	4,510,815
Hirshabelle State of Somalia	9,597,196	5,198,095
Benadir-Mogadishu City	20,094,824	16,010,262
Chamber of Commerce	384,241	
Somali Development Bank	384,241	
Total Grants	**80,283,383**	**45,007,479**

A total of US$143,048,110 was budgeted to be paid in the 2020 financial year, with payments of US$80,283.381 which is US$62,764,729 (44%) less than budgeted for the year.

8. Social Benefits

These comprises of the following;

Social Benefits	2020 USD$	2019 USD$
Social Security Benefits	46,850,834	
Social Assistance Benefits	15,284,318	
Total Social Benefits	**62,135,152**	**-**

A total of US$93,435,025 was budgeted to be paid in the 2020 financial year, with payments of US$62,135,152 made which is US$31,299,873 million (33%) less than budgeted for the year.

9. Interest Charges and Loan Repayments

Interest and charges are comprised of the following:

Interest Charges and Principal Loan Repayments	2020 USD$	2019 USD$
Loan Interest	1,769,434	-
Principal Loan Repayments	12,675,412	-
Total Interest and Charges	**14,444,846**	**-**

A total of US$14,563,584 was budgeted to pay the loan interest and loan repayments in the 2020 financial year, with payments of US$14,444,846 made which is US$118,738 thousand (1%) less than budgeted for the year.

10. Subsidies

These comprises of the following

Subsidy	2020 USD$	2019 USD
To non-financial private enterprises	2,161,914	-
	2,161,914	**-**

A total of US$2,210,000 was budgeted to be paid in the 2020 financial year, with payments of US$2,161,914 which is US$48,086 (2%) less than budgeted for the year.

11. Other Payments

These comprised of the following:

Other Payments	2020 USD$	2019 USD$
Other expenses -Contingencies	-	412,140
Refund of donor funds on closure of project	-	170,362
Total Other Payments	**-**	**582,502**

A total of US$821,807 was budgeted to be paid during the year, with no payments made. Contingency expenditure relates to urgent and unforeseen expenditure and there were no refunds to donors on closure of projects for the year.

12. Cash and Cash equivalents

Cash and cash equivalents comprise of cash and bank balances of all bank accounts operated by the Treasury of the Federal Government of Somalia with the Central Bank of Somalia under the Treasury Single Account (TSA) framework. This includes balances on the main Treasury Single Account, MDA TSA sub-accounts and the project designated accounts which are TSA sub - accounts. It also includes deposit accounts, revenue collection bank accounts with commercial banks and petty cash balances held by the ministries, departments and agencies at the end of the financial year.

Details of the cash balances are provided as follows: -

Name of Bank Account		
	2020 **USD$**	**2019** **USD**
Treasury Main Account	523,222	1,558,364
African Development Bank	-	-
African Development Bank Phase II	199	5,044
Capacity Injection Project	133,684	40
ICT Phase 2	54,485	503,231
ICT – Puntland	2,302	48,957
PFM Phase 2 Scaled up	387,554	108,038
RCRF Phase 2 FGS Bank	297,166	1,773,142
RCRF Phase 2 Regions	1,342,059	2,482,795
RCRF Surge Support	894,711	1,877,181
SCORE Project	-	137,346
SFF-LD Project UN	1,499,881	520,318
SFF-LD World Bank	104	93,611
SURP Project	108,469	191,863
Support to Stabilization Project (S2S) – Phase II	425,114	655,056
EU Buffer Funds	-	12,006,969
Kingdom of Saudi Arabia (KSA) Buffer Funds	-	7,885,300
SCALED – UP	192,730	633,807
Gargaara co. LTD	1,329,457	-
Civil Aviation External	-	10,206,425
Armed Forces	-	3,257
Police	-	12,769
Education Sector Program Implementation Grant	470,022	111,401
SEAP Project	50,827	50,082
SIEPMID Project	66,379	365,456
Somalia Petroleum Technical Assistance Project	5	1,893
SUIPP -AF Project	22,182	25,164
Qatar Buffer Funds	-	13,358,012
Road infrastructure Program (ADF Grant)	27,704	-
Road infrastructure Program (TSF Grant)	68,920	-
Shock Responsive Safety Net for Human Capital	289,809	-
SCAA	187	-
Water for Agro Pastoral Productivity and Resiliance (Biyoole A)	129,787	-
DPO	17,726,875	-
Buffer Account	13,500,000	-
Somali Crisis Recovery Project	9,610,858	-
SISEPCB	800,642	-
Somali Urban Resiliance project Phase II	3,397	-
TSF-Crisis Response Programe for National and Regional of metgation of COVID-19 Impact	2,241,780	-
ADF Crisis Response Programe for National and Regional mitigation of COVID-19 Impact	12,725,239	-
SURP Project Phase II FMS	1,213,461	-
Total	**66,139,210**	**54,615,521**

Included in the above balances, are restricted cash balances at the year-end which comprise of the following: -

	31-Dec- 20 US $	31- Dec- 19 US $
For the Buffer Fund	13,500,000	33,250,281
For designated externally projects	33,059,656	9,584,401
Total restricted cash balances at the end of the year	**46,559,656**	**42,834,682**

13. Fiscal Buffer Account

The Fiscal Buffer Account was established in accordance with Article 71 of the PFM Regulations (2020) and is managed in accordance with the Fiscal Buffer Guidelines 2019 with funds deposited (via the Treasury Single Account) into the fiscal buffer account to be utilized for the sole purpose of financing the FGS annual budget either in the current year or in the future financial year(s) to meet periods of revenue shortfalls and depending on the needs of critical expenditures, amounts are transferred from the Fiscal Buffer Account to general budget support (TSA main account) to finance appropriated expenditure.

During the year US$13,500,000 was transferred to the Fiscal Buffer Account from the Somali Civil Aviation Authority (SCAA) in respect of revenue from overflight fees. Also, US$7,664,241 of EU Budget Support Funds were transferred to the EU Buffer Fund Account. A total amount of US$40, 914,522 was transferred from the buffer accounts to finance appropriated expenditure during the financial year 2020. During the year the fiscal buffer bank accounts configuration was rationalized to maintain one physical bank account no: 311151.

Fiscal Buffer Account	2020 USD$	2019 USD$
Balance - 1 January 2020	33,250,281	19,048,046
Receipts - SCAA	13,500,000	-
Receipts - EU account	7,664,241	31,567,130
Receipts - Saudi Arabia	-	-
Receipts - Qatar	-	21,316,829
Total Receipts during the year	21,164,241	52,883,959
Transfers duirng the year		
Kingdom of Saudi Arabia	7,885,300	6,174,700
The European Union	19,671,210	24,548,206
The Government of Qatar	13,358,012	7,958,817
Total Transfers	40,914,522	38,681,723
Net Movement of the Fiscal Buffer A	- 19,750,281	14,202,236
Balance - 31 December 2020	**13,500,000**	**33,250,282**

Fiscal Buffer Account Details	Opening Balance 1 January 2020	Receipts	Transfers	Closing Balance 31 December 2020
Saudi Arabia	7,885,300	-	7,885,300	-
European Union	12,006,969	7,664,241	19,671,210	-
Qatar	13,358,012	-	13,358,012	-
Somali Civil Aviation Authority	-	13,500,000	-	13,500,000
Total Fiscal Buffer Account	**33,250,281**	**21,164,241**	**40,914,522**	**13,500,000**

14. Prior year adjustments

As a result of adjustments to some bank accounts after the finalization of the 2019 financial statements, an adjustment of US$150 has been recorded in the 2020 financial year . Due to the materiality and nature of these transaction, the comparative figures have not been restated with the adjustment reflected to the 2020 opening balance.

	Adjusted 2020 Opening Balance	2019 Financial Statements	Adjusted Amount
Government Main Account	1,558,364	1,558,226	138
SCALED-UP	633,807.12	633,807	-
Civil Aviation external	10,206,425.45	10,206,425	-
Armed Forces	3,257.00	3,257	-
Police Force	12,769.00	12,769	-
African Development Bank	0.19	0	-
African Development Bank Phase II	5,043.96	5,044	-
Capacity Injection Project	40.26	40	-
Education Sector Program Implementation Grant	111,400.55	111,401	-
ICT Phase 2	503,231.10	503,231	-
ICT Phase 2 (Puntland)	48,956.86	48,957	-
PFM Phase 2 Scale-Up	108,037.80	108,038	-
RCRF Phase 2 FGS Bank A/c	1,773,142.03	1,773,157	(15)
RCRF Phase 2 Regions	2,482,795.12	2,482,766	29
RCRF WB Surge Support	1,877,181.24	1,877,181	-
SCORE Project	137,345.67	137,346	-
SEAP Project	50,082.01	50,082	-
SFF-LD UN Bank A/c	520,317.82	520,318	-
SFF-LD WB Bank A/c	93,611.10	93,611	-
SIEPMID PROJECT	365,456.45	365,456	-
Somali Petroleum Technical Assistance Project	1,892.83	1,893	-
Somalia Urban Resilience Project	191,862.58	191,863	-
SUIPP-AF PROJECT	25,163.58	25,164	-
Support to Stabilization project PH 2	655,055.96	655,056	-
European Union	12,006,969.40	12,006,969	-
Saudi Arabia	7,885,299.88	7,885,300	-
Qatar	13,358,012.13	13,358,012	-
Total	**54,615,520.83**	**54,615,369**	**152**
Rounding		2	(2)
		54,615,371	**150**

15. Bank Balance Adjustment

An adjustment of $16,026 is reported in the Statement of Receipts and Payments which relates to two (2) bank accounts: Armed Forces (US$3,257) and Police forces (US$12,769). These two accounts remained open up until the end of the financial year 2020. In 2018, the Government took action to close all MDA special accounts and bring them under the control of the Accountant General's Office. Accounts for eight (8) MDAs which included Armed and Police Forces retained their accounts which were to be operated under the Accountant General's Office. During this transition process, an amount totaling US$16,026 of these 2 bank accounts remained reported in the Government Financial Management Information System despite funds being spent by the MDA. As a result, a management decision was taken to remove these amounts from the accounts through an adjustment the 2020 cash balances.

Bank Account	2020 Opening Balance USD$	Adjustment USD$	2020 Closing Balance USD$
Armed Forces	3,257	3,257	-
Police Force	12,769	12,769	-
	16,026	**16,026**	**-**

III. Additional Disclosures

1. Projects

MDA	Project	Donor	Amount USD
Office of the Prime Minister	Capacity Injection Project	World Bank	1,250,842
Ministry of Finance	Special Financing Facility (SFF-LD)	World Bank	-
	Public Financial Management		3,221,361
	SCORE Project	World Bank	3,749,699
	RCRF - Budget Support	World Bank	30,368,404
	Somalia Crisis Recovery Project	World Bank UN African	19,359,093
Ministry of Public Work & Reconstruction	Special Financing Facility (UN)	Development Bank	1,761,977
	Economic and Financial Governance Institutional Support Project	World Bank African	27,698,693
	SCALED-UP Project	World Bank	5,219,506
	Road Infrastructure Program	African Development Bank	169,949

Ministry Post-Telecommunication	ICT Sector Support	World Bank	40,117
Ministry of Mineral	SOPTAP Project	World Bank	218,932
Ministry interior	S2S Project	UN	715,985
Banadir Region	SUIIP Project	World Bank	2,396,942
Ministry Education	Global Partnership for Education	World Bank	1,438,636
Ministry Planning	BIYOOLE Project	World Bank	2,668,305
Banadir region	SUIP Project	World Bank	660,926
Banadir region	SURP Project	World Bank	1,650,690
Ministry labour	Somalia Emergency Locust Response Project	World Bank	7,700,127
Ministry labour	Shock Responsive Safety Net for Human Capital	World Bank	50,623,840
Ministry Planning	Somali Integrated Statistics and Economic	World Bank	850,000
Ministry of Water and E nergy	SEAP Project	World Bank	677,595.41
	European Union - Budget support	EU	7,664,241

Ministry/ Department	Project Name
Prime Minister	
	Capacity Injection and Institutional Strengthening Project
Ministry of Finance	
	Special Financing Facility (MPTF and UN)
	Public Financial Management Reform Project
	Economic and Financial Governance Institutional Support Project
	Recurrent Cost & Reform Financing Facility
	Somali Core Economic Institutions and Opp. Prg (SCORE)
	Somalia Shock-Responsive Social Safety Net Project
	SCALED - UP PROJECT
	Technical Assistance and Capacity Building for Setting up the Regulatory Authority for Energy Secto
Ministry of Planning and Economic Development	
	Water For Agro-Pastoral Productivity and Resilience or the "Biyoole" Project
Ministry of Interior	
	Support Stabilization Project (S2)
	Somali Urban Investment Planning Project (UN)
	Somali Urban Investment Planning Project - Additional Financing
	Somalia Urban Resilience Project PH2
Ministry of Water and Energy	
	Somali Electricity Access Project (SEAP)
Ministry of Minerals	
	SOPTAP (Petroleum)
Ministry of Post and Telecommunications - Special Projects	
	ICT Sector Support
Ministry of Health	
	Recurrent Cost & Reform Financing Facility
Ministry of Education and Higher Education	
	Education Sector Program Implementation Grant (ESPIG)
	Recurrent Cost & Reform Financing Facility
Ministry of Labour and Social Affairs	
	Somalia Shock-Responsive Social Safety Net Project

Annex A Balance Sheet

Federal Government of Somalia
Balance Sheet
As At 31 December 2020

	Note	2020 USD$	2019 USD$
ASSETS			
Current Assets			
Cash and Cash Equivalents			
Bank Balances	II-12	66,139,209	54,615,371
Petty Cash		-	-
Total Cash And Cash Equivalents		**66,139,209**	**54,615,371**
Non-Current Assets			
Fixed Assets			
Property, Plant & Equipment			
Total Non-current Assets		-	-
Total Assets		66,139,209	54,615,371
LIABILITIES			
Current Liabilities			
Payables			
Expenditure Arrears	Annex A - 1	52,795,274	53,620,274
Total Curent Liabilities		52,795,274	53,620,274
Non-current Liabilities			
Public Debt		-	-
Total Non-current Liabilities		-	-
Total Liabilities		52,795,274	53,620,274
NET ASSETS		**13,343,935**	**995,097**
REPRESENTED BY			
NET ASSETS / EQUITY			
Fund balance b/fwd	Annex A - 2	**995,097**	- **22,493,926**
Surplus/Defict for the year	Annex A - 2	**11,539,716**	**22,162,433**
Adjustments	II - 14/15	- 15,878	-
Settlement of Expenditure Arrears during the year	Annex A - 2	825,000	1,326,590
TOTAL NET ASSETS / EQUITY		**13,343,935**	**995,097**

Annex A.1 Explanatory Notes to the Balance Sheet

1. Payables

These comprise of:

	December 31 st 2020 USD	December 31 st 2019 USD
Domestic Payables		
Payroll Arrears	52,795,274	53,620,274
Total Domestic Payables	**52,795,274**	**53,620,274**
Foreign Payables		
Other Payables	-	-
Deposits	-	-
	-	-
TOTAL	**52,795,274**	**53,620,274**

2. Accumulated Funds

The accumulated surplus (deficit) as at the year-end was as follows:

	December 31st 2020 USD	December 31st 2019 USD
Opening Balance- As at 1 Jan 2020	995,097	-22,493,926
Surplus/Deficit for the Year	11,539,716	22,162,433
Payroll Arrears	825,000	1,326,590
Adjustments – bank balances	(15,878)	-
Balance At the end of the year – As at 31 Dec	**13,343,935**	**995,097**

3. Expenditure Arrears

Payroll arrears of US$52,795,274 were confirmed at the end of the financial year ended 31 December 2020 after arrears amounting to US$825,000 were settled during the year. However, verification to determine eligible expenditure arrears relating to goods and services is still ongoing.

4. **Property, Plant and Equipment**

The Government plans to develop and implement the SFMIS fixed asset module to enable the asset registers Government Ministries, Department and Agencies to maintain comprehensive and up-to-date asset registers from which appropriate asset disclosures shall be prepared and included in the Federal Government annual financial statements.

In line with the PFM Regulations (2020) , the Government also intends to develop asset management policies that will guide public entities on the classification, valuation (so as reflect the current value of assets), tagging and verification of assets which is an ongoing process. The fixed assets shall be included in the Government balance sheet upon the conclusion of the verification exercise and when credible asset information can be obtained from the SFMIS.

5. **Public Debt**

The total stock of debt as at the 31st December, 2020 stood at US$4.5 billion, of which multilaterals representing less than 25% with US$1.0 billion. The largest creditors are the IMF, AFESD and IDA in that order. Debt to bilateral creditors reached US$3.4 billion with Paris Club creditors representing close to 80% of the bilateral debt. The main creditors are Russia, USA, Italy and France. Non-Paris club debt amounts to US$0.7 billion, and the main creditors are Arab creditors, mainly Abu Dhabi Fund, Iraq, and the Saudi and Kuwait Funds.

Because of the matching principle, public debt has been disclosed separately and it will be included in the Balance Sheet at the same time with the fixed assets.

Annex B – STATEMENT OF EXTRABUDGETARY FUNDS FOR PUBLIC BODIES

Federal Government of Somalia
Statement of Extrabudgetary Receipts and Payments for Public Bodies
For the Year Ended 31 December 2020
(Reported by Public Entity & GFS Economic Classification for Expenditure)

	Notes	2020 USD$	2019 USD$
Revenue (by Public Entity)			
Somali National University	1.1	1,287,305	1,096,250
Mogadishu Ports Authority		-	354,193
Ministry of Energy & Water	1.2	1,427,590	640,110
Minstry of Finance -Dryland project	1.3	979,206	981,341
Total Revenue		**3,694,101**	**3,071,894**
Expenditure			
Compensation of employees	2.1	1,076,747	759,573
Use of goods and services	2.2	2,645,259	1,309,225
Acquisition of fixed assets	2.3	579,824	352,716
Total Expenditure		**4,301,830**	**2,421,514**
Surplus/(Deficit)		**(607,728)**	**650,380**
Balance at the beginning of the year		**809,776**	**159,396**
Cash end of the year	3	**202,048**	**809,776**

Notes to the Statement of Extrabudgetary Receipts and Payments

1. Extrabudgetary Revenue

1.1. Somali National University

Funding received during the 2020 financial year was USD$1,427,590 (USD$640,110 in 2019) and was collected from the following sources:

Revenue Source	2020 USD$	2019 USD$
Student service	1,084,157	714,092
Fees for Social Work		206,998
Fees for journalism		11,207
Income from priviate activities	500	11,250
Other income	293	1,016
Income from Training	192,793	90,152
Research Income	4,263	-
Grants	5,300	61,536
Total Revenue	**1,287,305**	**1,096,250**

1.2. Ministry of Energy & Water

Funding received during the 2020 financial year was USD$1,427,590 (USD$640,110 in 2019) from the following donors:

Donor	2020 USD$	2019 USD$
UNICEF	1,422,590	640,110
Save the Children International	5,000	
Total	**1,427,590**	**640,110**

1.3. Ministry of Finance - Dryland Project

During the year, funds were received for the Dryland project from the Islamic Development Bank. The key objective of the project is to:

a) strengthen the livestock and drylands farming system
b) building value chains activities, and
c) improving access to basic social services.

The executing agency is the Ministry of Finance.
Funding received during the 2020 financial year was USD$979,206 (USD$981,341 for 2019)

2. Expenditure

2.1. Compensation of Employees

Prior Period Adjustment
Compensation of Employees reported an incorrect total amount in the 2019 financial statements which resulted from the omission of the Ministry for Finance employee costs from the total. The comparatives in the 2020 financial year Statement of Extrabudgetary Receipts and Payments have been restated to report the correct total. The following table reflects the impact of correcting this error.

	2020 USD$	2019 USD$ (Restated)	2019 USD$
Compensation of Employees	1,076,747	759,573	623,863

Compensation of employees totalled USD$1,076,747 in comparison to USD$759,573 for the previous year, the increase was attributed to the increase of employee costs for the Ministry for Finance's Dryland Project of USD$542,480. Expenditure relating to compensation of employees is detailed in the following table as provided by the Public Bodies:

	2020	2019
Somali National University	**USD$**	**USD$**
Allowances	266,917	156,405
	266,917	**156,405**
Ministry of Energy & Water		
	2020	**2019**
	USD$	**USD$**
Salary	131,640	113,265
	131,640	**113,265**
Ministry of Finance - Dryland Project		
	2020	**2019**
	USD$	**USD$**
Compensation of Employees	678,190	135,710
	678,190	**135,710**
Mogadishu Ports		
	2020	**2019**
	USD$	**USD$**
Compensation of Employees	-	354,194
	-	**354,194**
TOTAL	**1,076,747**	**759,573**

2.2. Use of Goods and Services

Prior Period Adjustment

Use of Goods and Services reported an incorrect total amount in the 2019 financial statements which resulted from the omission of the Ministry for Finance costs of Goods and Services from the total. The comparatives in the 2020 financial year Statement of Extrabudgetary Receipts and Payments have been restated to report the correct total. The following table reflects the impact of correcting this error.

	2020 USD$	2019 USD$ (Restated)	2019 USD$
Use of Goods and Services	2,645,259	1,309,225	937,989

Use of Goods and Services expenditure totalled USD$2,645,259 in comparison to USD$309,225 for the previous year, an increase of $1,336,034 the increase was attributed to the increase of expenditure for the Ministry for Finance's Dryland Project of USD$383,326 and the Ministry of Energy & Water of USD$1,048,461 and a decrease in expenditure for the Somali National University of USD$95,753. A breakdown of Expenditure relating to the purchase of goods and services is detailed in the following table as provided by the Public Bodies

Somali National University

	2020 USD$	2019 USD$
Training Expenses		91,356
Rent	18,390	
General Operational Costs	236,438	100,268
Oil & Gas	29,690	11,316
Maintenance	73,221	57,154
Office Equipment	47,056	16,233
Travel Expenses	32,523	59,251
Ceremony Expenses		37,742
Social Benefits		11,374
Student Expenses		50,092
Other Project Costs		13,200
Special Operational Costs		28,214
Operational Costs - Galmudug State		56,872
Total Use of Goods & Services	**437,317**	**533,070**

Ministry of Energy & Water

	2020 USD$	2019 USD$
Use of Goods & Services	**1,453,380**	**404,919**

Ministry of Finance - Dryland Project

Use of Goods & Services	2020 USD$	2019 USD$
Use of Goods & Services	739,824	371,236
Finance Costs	14,738	-
Total Use of Goods & Services	**754,562**	**371,236**
TOTAL	**2,645,259**	**1,309,225**

2.3. Capital Expenditure

Acquisition of Assets (Capital Expenditure) for the year was USD$579,824 in comparison to $352,716 for the previous year, an increase of USD$227,108. A breakdown of capital expenditure s is detailed in the following table as provided by the Public Bodies

Somali National University

	2020 USD$	2019 USD$
Capital Expenditure	550,324	352,716
	550,324	**352,716**

Ministry of Finance - Dryland Project

	2020 USD$	2019 USD$
Office Equipment, Furniture & Fittings	29,500	
	29,500	**-**
TOTAL	**579,824**	**352,716**

3. Cash and Bank Balances

Prior Period Adjustment

This relates to the variance in the 2020 opening cash balance and the 2019 closing cash balance as reported in the 2019 financial statements. The difference of $12,842 related to the omission of the opening balance of the IDB – Dryland bank account. The amount reported in the 2019 Extrabudgetary Fund statement was USD$796,934. The 2020 opening balance has been restated to USD$809,776 to reflect the correct bank balance and the petty cash balance and CBS bank account balances were adjusted accordingly.

	2020 USD$	2019 USD$ (Restated)	2019 USD$
Closing Cash Balance (31/12/2019)	202,048	809,776	796,934

The following is a breakdown of the opening and closing cash and bank balances:

Cash and Bank balances	2020 USD$	2019 USD$ (Restated)	2019 USD$
Petty cash balance	2,530	1,066	1,565
Salaam bank	49,329	70,617	70,617
Dahabshiil Local	57,104	58,395	58,395
Premier Bank	31,243	18,157	18,157
Dahabshil Int.	55,031	169,120	169,120
Amal Bank	1,412	3,173	3,173
Salaam XDX	692	1,513	1,513
CBS	500	500	-
IBS	16	-	-
IDB - Dryland	4,191	487,237	487,237
Total balance	**202,048**	**809,776**	**809,776**

Annex C – STATEMENT OF EXPENDITURE ARREARS AS AT 31st DECEMBER 2020

GUNNADDA BAARLAMAANKA 213

No	MDA	January	February	March	April	May	June	July	August	September	October	November	December	Total
1	Shaqalaaha Bankiga												904,301.70	904,301.70
	Total	-	-	-	-	-	-	-	-	-	-	-	**904,301.70**	**904,301.70**

MUSHAARAADKA CIIDAMADA 2015

No	MDA	January	February	March	April	May	June	July	August	September	October	November	December	Total
1	Ciidanka Xooga									1,779,100.00	1,779,100.00	1,779,100.00	1,779,100.00	7,116,400.00
2	Ciidanka Asluubta									216,500.00	216,500.00	216,500.00	216,500.00	866,000.00
3	H. Nabadsugidda												457,333.33	457,333.33
4	Shaqalaaha Bankiga											2,117,678.00	2,117,678.00	4,235,356.00
5	Shaqlaha Gudaha											1,031,067.00	1,031,067.00	2,062,134.00
	Total	-	-	-	-	-	-	-	-	**1,995,600.00**	**1,995,600.00**	**1,995,600.00**	**5,601,678.33**	**14,737,223.33**

MUSHAARAADKA CIIDAMADA 2016

No	MDA	January	February	March	April	May	June	July	August	September	October	November	December	Total
1	Ciidanka Xooga				1,042,900.00	1,770,700.00	1,770,700.00	1,770,700.00	1,770,700.00	1,895,700.00	1,895,700.00	1,895,700.00	1,895,700.00	15,708,500.00
2	Ciidanka Booliiska							466,350.00	466,350.00	466,350.00	466,350.00	466,350.00	466,350.00	2,798,100.00
3	Ciidanka Asluubta								216,500.00	216,500.00	216,500.00	216,500.00	216,500.00	1,082,500.00
4	H. Nabadsugidda											457,333.33	457,333.33	914,666.66
5	Shaqaalah Bankiga									2,573,322.00	2,573,322.00	2,573,322.00	2,573,322.00	10,293,288.00
6	Shaqlaha Gudaha									897,869.00	1,005,805.20	1,005,805.20	1,005,805.20	3,915,284.60
7	Xubnaha G. Shacabka								918,600.00	918,601.00	918,602.00	918,603.00	918,604.00	4,593,000.00
	T+RC:RC[12]otal	-	-	-	**1,042,900.00**	**1,770,700.00**	**1,770,700.00**	**2,237,050.00**	**2,453,550.00**	**2,578,550.00**	**2,578,550.00**	**3,035,883.33**	**7,533,614.53**	**39,305,339.26**

Summary	
Total verified Exepnditure	**54,946,864.29**
Total Paid in 2019	1,326,590.00
Closing Balance 2019	**53,620,274**
Opening Balance 01-2020	**53,620,274.29**
Paid in 2020	825,000.00
Closing Balance 2020	**52,795,274.29**

Annex D – STATEMENT OF EXTERNAL DEBT AS AT 31st DECEMBER 2020

Standard Debt Reporting as of December 31, 2020 Total Outstanding Debt By Creditor			In USD Million
	Total Outstanding Debt	Of which arrears	As % of total
Total Debt Stock	**4,490.35**	2,277.03	51%
Total Multilateral	**1,050.58**	569.13	54%
AfDB	26.27	-	0%
IMF	313.19	-	0%
IDA	137.83	-	0%
AFESD	186.95	186.95	100%
IFAD	27.53	23.36	85%
IsDB	13.52	13.52	100%
OFID	35.82	35.82	100%
AMF	309.48	309.48	100%
Total Bilateral	**3,437.37**	**1,705.50**	**50%**
Paris Club Bilateral Creditors (BC-PC)	2717.25	988.21	36%
Denmark	2.97	-	0%
France	156.88	-	0%
Italy	629.32	-	0%
Japan	135.66	-	0%
Netherlands	2.38	-	0%
Norway	0.61	-	0%
Spain	40.45	-	0%
UK	28.88	-	0%
USA	731.58	-	0%
Russia	986.89	986.89	100%
EU IDA	1.66	1.32	80%
Non Paris Club bilateral creditors (BC-NPC)	720.12	**717.29**	**100%**
Algeria	1.56	1.56	100%
Bulgaria	10.71	10.71	100%
Iraq	192.06	192.06	100%
KFAED	120.71	120.71	100%
Libya	33.90	33.90	100%
Romania	2.53	2.53	100%
SFD	112.67	109.85	97%
ADFD	245.98	245.98	100%
Total Commercial	**2.40**	**2.40**	**100%**
Serbia	2.40	2.40	100%