

TANZANIA SECOND SOCIAL ACTION FUND



Second Quarter Implementation Progress Report (October - December 2009)

Prepared by
TASAF Management Unit
Old Kilwa Road/Malindi Street
P. O. Box 9381,
Dar Es Salaam, Tanzania
Tel: +255 22 2123583/4
Fax: +255 22 2123582
E-mail: info@tasaf.org
Website: www.tasaf.org

TABLE OF CONTENTS

EXECUTIVE SUMMARY	V
1.0 PROJECT IMPLEMENTATION PROGRESS.....	ERROR! BOOKMARK NOT DEFINED.
1.1 IMPLEMENTATION STATUS	ERROR! BOOKMARK NOT DEFINED.
1.1.1 OVERVIEW.....	ERROR! BOOKMARK NOT DEFINED.
1.1.2 THE NATIONAL VILLAGE FUND (NVF).....	8
1.1.3 RING FENCED FUNDS	ERROR! BOOKMARK NOT DEFINED.
2.0 CAPACITY ENHANCEMENT	12
2.1. <i>Development Communication</i>	12
2.2. <i>Training, Research and Participation</i>	14
2.3 <i>Monitoring and Evaluation</i>	15
2.4. <i>Information Technology/ Management Information System</i>	19
2.5. <i>COMMUNITY SAVINGS AND INVESTMENT PROMOTION</i>	20
2.6. AUDIT	20
3.0 FINANCIAL AND PROCUREMENT ASPECTS.....	23
3.1.2. IMPLEMENTATION STATUS.....	23
2.3 SOURCES AND USES OF FUNDS.....	27
2.4 EXPENDITURE AGAINST PLAN BY CATEGORY-IDA.....	28
2.5 DEVIATIONS AND REASONS	31
2.6 EXTERNAL AUDIT EXERCISE FOR THE YEAR 2008/2009 ACCOUNTS	32
2.7 REVIEW OF ANNUAL PLAN AND BUDGET FOR THE YEAR 2009/2010.....	32
3.2. PROCUREMENT	32
4.0. PROJECT OUTCOMES	35
5.0 IMPLEMENTATION SUCCESS AND CHALLENGES.....	38
7.0 RECOMMENDATIONS AND WAY FORWARD.....	40
8. ANNEXES	41
A. KEY PERFORMANCE INDICATORS	41
B. FMR DECEMBER, 2009.....	41
C. TASAF Success story.....	51

LIST OF ABBREVIATIONS

CCT	Conditional Cash Transfer
CDD	Community Driven Development
CE	Capacity Enhancement
CF	Community Foundation
CMT	Council Management Committee
COMSIP	Community Savings and Investment Promotion
CSC	Community Score Card
CSTWG	Census and Survey technical Working Group
DC	District Council
DED	District Executive Director
E-PRA	Extended Participatory Rural Appraisal
FI	Food insecure
FMAS	Financial Management and Accounting Systems
IDA	International Development Agency
IEC	Information, Education and Communication
IT/MIS	Information Technology/Management Information Systems
JAST	Joint Assistance Strategy of Tanzania
JSDF	Japan Social Development Fund
LGA	Local Government Authority
LSP	Local Service Providers
M&E	Monitoring and Evaluation
MACEMP	Marine and Coastal Environmental Management Project
MDGs	Millennium Development Goals
MKUKUTA	Mkakati wa Kukuza Uchumi na Kupunguza Umaskini Tanzania
MOHSW	Ministry of Health and Social Welfare
NPS	National Panel Survey
NSC	National Steering Committee
NSGRP	National Strategy for Growth and Reduction of Poverty
NVF	National Village Fund
OBoQ	Operational Bills of Quantities
OFID	OPEC Fund for International Development
O&M	Operation and Maintenance
PFM	Participatory Forest Management
PTS	Project Tracking System
SET	Sector Expert Team
SP	Social Protection
SPDS	Sub-project Data Sheet
SPIF	Sub-project Interest Form
TASAF	Tanzania Social Action Fund
TC	Town Council
TFCMP	Tanzania Forest Conservation and Management Project
TMAP	Tanzania Multi-Sectoral AIDS Project
TMU	TASAF Management Unit
TRP	Training, research and Participation
Tshs	Tanzanian Shilling
VGs	Vulnerable Group Support
VFC	Village Fund Coordinator

VFJA Village Fund Justification Assistant
VFSA Village Fund Systems Auditor
ZAC Zanzibar AIDS Commission

OVERVIEW OF TASAF

Tanzania Social Action Fund (TASAF) is a Community-Driven Development (CDD) operation initiated by the Government of Tanzania to enhance its efforts on poverty reduction. Its Development Objective is *to improve access of communities to enhanced socio-economic services and income generating opportunities*. The objective is linked to Millennium Development Goals (MDG's) indicator targets as stipulated in the National Strategy for Growth and Reduction of Poverty (NSGRP/MKUKUTA). The project provides a mechanism that allows local government to respond to community demands focusing on interventions that will ultimately contribute to the attainment of MKUKUTA objectives and those of the Millennium Development Goals.

The Project has been delivering critical infrastructure services and social assistance to the urban and rural poor, while at the same time addressing institutional organization and capacity-building needs at village and district levels. Eventually communities have been able to improve access to basic socio-economic services, increase access to income generating opportunities and improve the quality of basic services as well as enhancing livelihoods of beneficiaries in the marginalized groups in the communities.

TASAF II operations are guided by the following key principles:

- (i) Autonomous but operating in harmony with other ongoing initiatives within the Local Government Reform Program, in order to ensure sustainability of the Fund's achievements.
- (ii) Demand-driven and follows a bottom up planning and decision-making approach.
- (iii) Finances community-initiated projects directly;
- (iv) Acts as a safety net by targeting vulnerable households and poor communities;
- (v) Conform to sector norms and standards.
- (vi) Non-partisan and apolitical.
- (vii) Modalities to access the Fund have to be clear;
- (viii) Delivery structure ensures speedy operations;
- (ix) Adequate and timely technical support;
- (x) Transparent and demonstrate full public accountability;
- (xi) Processing and management are cost-effective; and
- (xii) Strengthen community empowerment.

TASAF II MAIN COMPONENTS

TASAF II is implemented under two major components, namely the National Village Fund (NVF) and Capacity Enhancement (CE). The target groups for the NVF are: the service poor communities who lack basic social and market services such as education, water and sanitation, roads, banking and markets; the able-bodied individuals in food insecure households who are provided with employment opportunities so as to increase their *cash income, skills, and opportunities* from working in NVF financed public works programs; and households with vulnerable individuals (orphans, disabled, elderly, widows/widowers and those infected or affected by HIV/AIDS) who are provided with assistance to manage sustainable economic activities for income generation purposes.

TASAF II also receives Ring-fenced funds from Marine and Coastal Environment Management Project (MACEMP), the Participatory Forest Management (PFM) a sub component under Tanzania Forest Conservation and Management Project (TFCMP), Community AIDS Response Fund (CARF) sub component under Tanzania Commission For Aids (TACAIDS), Community AIDS Response Fund (CARF) sub component under Zanzibar AIDS Commission (ZAC), and Tanzania Poverty Reduction Project (TPRP) under Organization of Petroleum Exporting Countries (OPEC). Following TASAF II principles and procedures these institutions have been disbursing funds to the community for the selected sub project related to their sectors. The Ring-fenced facility operates under the NVF and follows the NVF rules of access, and serves as a collaborative arrangement and broadens the use of the CDD approach.

The Capacity Enhancement (CE) component provides expertise required for communities to efficiently achieve their objectives. Its major functions are to enhance capacities of communities and other stakeholders; to promote transparency and accountability in the management of TASAF supported activities at all levels and promote formation of voluntary savings and investment groups.

EXECUTIVE SUMMARY

This report provides the status of TASAF II implementation during the Second quarter of 2009/10 financial year. Implementation challenges that the Project has encountered during the period are also pointed out and the way forward to achieve the Project's Development Objective (PDO).

During the quarter under review, LGAs submitted a total of 111 approved sub projects applications for funds to TMU. The NSC endorsed 658 sub projects for funding. The number of sub projects that were submitted was 95% lower than those submitted in the first quarter of this financial year. We have seen an increase in the number of vulnerable groups' subprojects from most of the LGAs because of a deliberate move made by TMU to allocate a specific percentage of each LGA allocation for supporting Vulnerable Groups and Food Insecure subprojects. Cumulatively, 9,519 subprojects have so far been processed for funding. Their distribution in accordance with beneficiary groups is SP-4,286 (47%), VG-4,752 (48%) and FI-481 (5%). The number of VG subprojects has slightly exceeded the SP which took the leading position for all the times.

TASAF II has obtained 30 million US Dollars as additional financing for implementation of Accelerated Food Security Program. During the first year, implementation will be done in 40 selected food-insecure districts/LGAs in Tanzania mainland and Zanzibar; will be rolled out to others in subsequent years depending on assessment of the food situation. Orientation and sensitization workshops have been done to TMU staff, LGA technical facilitators and finalized by sensitization workshops for District Commissioners, Councils Chairpersons/Mayors and selected CMT members of respective LGAs. Funds for sensitization at District and targeted Communities have been sent and most Districts are now processing subproject applications at LGA level and few at Community Level.

During the quarter the Project received a total of TZS 8,076,919,078.35 from IDA grant and credit and ring fenced funds. Total expenditure for the reporting period amounts to TZS 9,523,471,907.00¹.

Justification status shows that as at 31/12/2009 TZS. 78.7 billions were justified against TZS. 94.1 billions disbursed above 1 year reflecting 83.6% of amount disbursed. For amounts disbursed between 6 and 12 months (TZS 22.8 billion) TZS 12.3 billions have been justified reflecting 54.% of disbursed amount, and for amounts disbursed below 6 months (TZS 42.9 billion) TZS 9.4 billions have been justified which is 22% of disbursed amount. Overall, TZS 100,358,817,323.75 representing 63% of the total amount disbursed of TZS. 159,836,892,775.67 has been justified as at 31st, December, 2009.

The Pilot Community Based Conditional Cash Transfer (CB-CCT) implementation activities continued during the period in three pilot LGAs of Kibaha, Bagamoyo and Chamwino district councils. Funds have been disbursed to all pilot LGAs for first payment to beneficiaries - the poorest targeted households.

There are two impact evaluations studies in progress, namely TASAF II Impact Evaluation on VG subprojects and CB-CCT pilot impact evaluation. The former is being conducted in five selected LGAs of Moshi, Kwimba, Lushoto, Makete and Nzega and the latter in pilot CB-CCT of Kibaha, Bagamoyo and Chamwino.

Notwithstanding the highlighted implementation challenges, Project implementation has registered big and positive achievements towards attaining the PDO.

¹ The exchange rate used in converting USD currency was TZS 1,365 as at December 31st, 2009

1 The National Village Fund (NVF)

During the period under review, the number of subproject applications that were received from LGAs, and from Pemba and Unguja in Zanzibar, decreased from 2,485 in the previous quarter to 111 by the end of the current quarter. Also, 658² subprojects with NVF contribution amounting to TZS 5,632,778,267 were forwarded to NSC for endorsement and funding compared to 942 forwarded in previous quarter. The number of applications is diminishing because most LGAs have exhausted their NVF allocations. In view of that, the focus of implementation is to ensure that communities complete the sub projects and fully account for all funds that were disbursed thereof. Focus now was to move their subprojects towards completion and justification.

The distribution of endorsed subprojects across beneficiary categories was as follows: 584 for vulnerable groups, 60 for service poor, and 14 for food insecure. The total value of the endorsed subprojects is TZS 1,813,963,146.

A total of 11,310 subproject applications have been approved by LGAs and received at TMU for review since the Project effectiveness. However, 9,519 subprojects have been endorsed by NSC and funded. The number of funded subprojects across three beneficiary groups is: 4,286 for service poor, 4,752 for vulnerable groups and 481 for food insecure. The total NVF contribution to the sub projects amount to TZS 164,355,880,504, of which TZS 100,413,108,253 is under the credit, TZS 29,363,674,958 under the grant, and TZS 34,579,097,293 under ring-fenced funds.

² The difference between the number of subproject applications received and processed is explained by the reasons that, some of the subprojects files are at various stages, for example SET, some with project officers at TMU, and some are pending due to deficiencies noted in documents submitted

A total of 529 subprojects, valued at TZS 3,772,896,870, were endorsed for funding, under ring-fenced arrangements. This number is less than the sub projects funded in the same category for previous quarter by 92 sub projects. The total number of sub projects which have been funded under these arrangements is 3,513 worth TZS 34,579,097,293.00. The distribution of sub projects for each Project under the arrangement is shown in the Table below.

The table below illustrates the number of community subprojects and their values funded through the ring-fenced funds:

.#	Funding Source	Number of Sub projects		Value in TZS	
		This reporting period	Cumulative	This Reporting Period	Cumulative
1	MACEMP				
	Mainland	102	392	1,682,528,446	5,737,474,476
	Island	0	243	0	4,063,825,713
					9,801,300,189
2	ZAC				
	Pemba	0	98	0	652,463,638
	Unguja	0	154	0	1,031,558,996
					1,684,022,634
3	OPEC	0	380	0	10,029,252,240
4	PFM	37	273	560,980,552	4,849,606,769
5	TACAIDS	390	1,973	1,529,367,872	8,214,915,561
	Total	529	3,513	3,772,876,870	34,579,097,393

Sub projects Completion

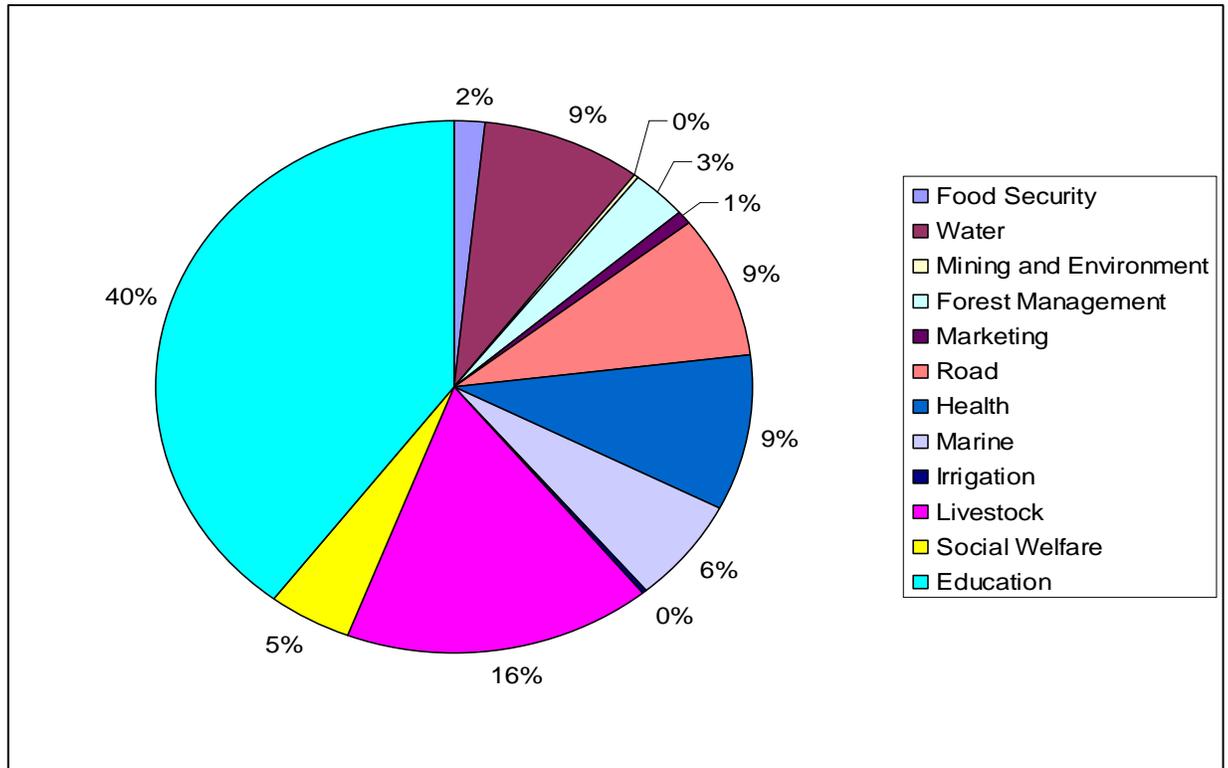
During the quarter under review, 264 completion certificates were processed and issued to communities for completed subprojects compared to 313 during previous quarter. The slight drop was due to Rollout and Sensitization of Accelerated Food Security activities as well as applications for additional funds occupying most technical personnel in the LGAs. Cumulatively a total of 2,779 certificates have been issued compared to 4,625 subprojects which have been reported to be completed. This means that half of completed sub projects have not yet applied for completion certificates. However, communities have already started getting services from

facilities created through implementation of the completed sub projects. As part of backstopping activities, TMU is providing technical support to LGAs in order to ensure that completion and justification are done in accordance with the laid down procedures to finalise the completion aspect of sub projects. The table and chart below show the percentage distribution of completed sub-projects by sector.

PERCENTAGE OF SUB-PROJECT COMPLETED BY SECTORS

SECTOR	PERCENTAGE
Food Security	1.78%
Water	8.58%
Mining and Environment	0.22%
Forest Management	3.05%
Marketing	0.87%
Road	8.53%
Health	9.36%
Marine	6.40%
Irrigation	0.48%
Livestock	16.46%
Social Welfare	4.53%
Education	39.75%
Total	100.00%

PERCENTAGE OF COMPLETION OF SUB-PROJECTS BY SECTORS



Quarterly Meetings

During this period no SET meeting was held due to having technical launch activities for accelerated Food security Project in the mainland and Tanzania Zanzibar respectively and World Bank implementation support mission held in October 2009. However, one field visit was organized for some SET members at Muheza district Council.

Processing requests for additional funds from the LGAs

During the quarter under review, LGAs continued to submit requests for uncompleted subprojects that qualify for additional funds to TMU. This is essential for assuring completion and functionality of the assets created. A total of 162 requests were critically reviewed and processed for funding from the following

LGAs: Rufiji, Mbeya, Mbinga, Magu, Shinyanga, Igunga, Ukerewe, Mvomero, Nzega, Pemba Island, Namtumbo, Songea, Iringa, Rombo, Urambo, Kasulu, Hai, Kigoma, Mbulu, Mafia, Mbeya and Kahama DCs.

Providing Technical Support to LGAs and Islands

During the period under review TMU continued to offer technical assistance to LGAs on issues related to operations, especially moving subprojects to completion and requesting completion certificates.

2.0 Capacity Enhancement

2.1. Development Communication

The implementation status and achievement of activities under the Development Communication during the reporting period is as summarized below:

2.1.1. Coordinate production of Radio Programmes

A quarter hour radio programme on TASAF has continued to be broadcasted through Uhuru FM every Wednesday. The programme focuses mainly on progress made in implementation of sub projects and their impacts to communities that are getting services from the facilities created and income generating activities. Programs have taken the format of straight talk, interviews and panel discussions. For the period October-December the main focus was on justifications, completion of sub projects, challenges encountered and best practices. Also with the introduction of accelerated food security program, some of the radio programs were prepared specifically to address the areas with emphasis on the target areas and types of sub projects to be funded under the AFS program. During this quarter 12 quarter hour programs were broadcast.

2.1.2. Production of IEC materials

During this quarter Posters on environment, completion of sub projects, accelerated food security, CB CCT brochures and posters, calendars and diaries were produced. Cumulatively some 200,000 materials have been printed and distributed to LGAs.

2.1.3. Press release

Two press releases, one in October and the other in December, showing LGA implementation in relation to completion of sub projects and justifications was published in five different newspapers namely Daily News, The Guardian, Majira, Tanzania Daima and Uhuru. There has been an improvement on each of the press release issued with more LGAs reporting many completed sub projects that have received completion certificates as well as justification of funds.

2.1.4. Preparation of TASAF National newsletter

TASAF National newsletter edition for September – December 2009 is still in preparation stage and is expected to come out in January 2010. It is expected that 25,000 copies will be printed and distributed to LGAs and stakeholders. This time around the newsletter will be bi lingual with one side carrying articles in Kiswahili and the other in English so as to allow readers conversant in either language to read the newsletter.

2.1.5. Regional newsletters

Submitted articles for production of regional newsletter were received, reviewed and compiled. Printing of 12 regional newsletters for Arusha, Manyara, Singida, Tanga, Mbeya, Iringa, Lindi, Mtwara, Rukwa, Ruvuma, Mtwara and Zanzibar is now in progress. Stories submitted highlighted on achievements and impacts on the sub projects implemented and assets created.

2.2. Training, Research and Participation

During the reporting period, the activities implemented under the Training, Research and Participation (TRP) are summarised as follows:

- i) Facilitation of rollout of AFSP
All 40 LGAs on the Mainland and the Islands of Unguja and Pemba in Zanzibar submitted requests to rollout AFSP in their respective areas. They were facilitated, and implementation is on going.
- ii) Review of orientation of VCs, MCs and SACs
Reports on orientation of VCs, MCs and SACs that were submitted to the TMU by the LGAs and Islands were reviewed.
- iii) Facilitating CB-CCT pilot programme
The pilot has reached a stage of implementation of enrolment and payment processes. This entailed training of LGA facilitators, pre testing of enrolment of beneficiaries and enrolment of beneficiaries in Bagamoyo and Chamwino district councils. A summary of LGA Facilitators, staff in health facilities and schools as well as members of Village Councils trained were 64 facilitators, 66 LGA experts and 402 CMCs were trained in Enrolment and Payment processes in Dodoma ,Chamwino and Bagamoyo.

A reflection meeting was organized in Chamwino to draw lessons learned during pre testing of enrolment of beneficiaries. The orientation of VCs and training of CMCs on enrolment and payment processes was conducted in Chamwino District Council.

Also undertaken were conclusion of review, revision and translation of case management, payment and compliance monitoring handbooks and guides.

- iv) Establishing community foundations in four urban areas
Mwanza City Community Foundation was facilitated and concluded the process of recruitment of its Chief Executive Officer.
- v) Coordinating designing of TASAF carbon project
Work was also done in the area of Climate Change and Clean Development Mechanism involving an expert at the College of Engineering and Technology (CoET) of the University of Dar es Salaam (UDSM) who is preparing five more Project Idea Notes (PINs) for submission to the World Bank Carbon Finance Unit and other organizations. The status of the earlier submission (April 2009) of the PIN to UNDP has been followed up.
- vi) Community participation
A survey of participation was conducted in LGAs of Mbeya region with a view to ensure quality of participation in TASAF-supported interventions.
- vii) Support to students conducting practical training and research
Students from institutions of higher learning were supported to undertake practical training and conduct research on TASAF supported activities. Supported students during the reporting period were largely from within the country.

2.3 Monitoring and Evaluation

The following activities were carried out with respect to Monitoring and Evaluation:

2.3.1. Finalise preparation of consolidated First quarter implementation progress report

A consolidated TASAF II Project first quarter implementation Progress Report for the period ended 30th September 2009 was prepared, and distribution to appropriate Stakeholders done. Also, Annual implementation Progress report for

the year 2008/2009 was finalised and scheduled to be printed during the third quarter (January-March 2010).

2.3.2. Coordination and Supervision of Impact evaluation studies

Implementation of TASAF II and CB-CCT Impact Evaluations was coordinated; which are being conducted by same consultant.

a) TASAF II Impact Evaluation:

TASAF II Impact evaluation activities in five selected LGAs- Moshi, Lushoto, Kwimba, Makete and Nzega, continued during the period under review. The implementation of VG subprojects in IE study districts are at different stages of implementation and differs from district to district. The consultant has completed the second round/follow up survey in Moshi and Lushoto districts, where according to IE design, the control groups there, now can access funds for subprojects implementation. Despite of reported challenges, there are improvements in subprojects implementation in three districts, Kwimba, Makete and Nzega, where follow up surveys were postponed due to implementation delays.

b) CB-CCT Impact Evaluation

Baseline data collection for Pilot Community based Conditional Cash Transfer (CB-CCT) Impact Evaluation in three pilot LGAs has been completed. Currently, data cleaning is in progress before data set are submitted to TMU for analysis. Follow up survey, will be done after payments are effected in an interval of one year in order to assess any change in beneficiary livelihood.

2.3.4. Preparation of Ad-hoc Reports demanded by different stakeholders

During the reporting period, various reports demanded by stakeholders on ad-hoc basis were prepared and submitted. These include the report on implementation of 2005 CCM Manifesto, TASAF II implementation progress status and achievements to State House, Vice President's office, Prime Minister's office and Treasury. Standardized formats for regular reporting to the key stakeholders were prepared.

2.3.5. Review of reports submitted by LGAs

Review of quarterly implementation progress reports submitted by LGAs and provide feedback.

The quarterly implementation progress reports received from LGAs were reviewed and reported challenges were consolidated. The feedback report to LGAs is being prepared and will be distributed to all LGAs during the first month of the third quarter.

2.3.6. Other Activities Undertaken

§ Conducting Community Score Card (CSC)

During the reporting period, the CSC TOT training was conducted to some TMU staff as well as 15 selected participants from Mtwara DC. Field visits were conducted to support implementation of CSC process in Mtwara DC where four communities were reached. The exercise was extended to other 9 LGAs receiving OPEC funds through TASAF, in Mtwara and Lindi regions. LGAs from Mtwara region included: Mtwara DC, Masasi DC, Nanyumbu DC and Tandahimba DC. On the other hand, others from Lindi region were: Lindi DC, Nachingwea DC, Ruangwa DC, Kilwa DC, Liwale DC and Newala DC.

The outcomes of the exercise were shared with respective accounting officers of LGA's so that challenges identified are taken care for improvements.

§ Review of KPI to Address the Ring fenced Needs

A working session was organised at CEEMI conference room with a team from IT/MIS, Finance, Audit and Operation to discuss and address issues pertaining to M&E, as they emerged in the Aide memoire of the October 5-16, 2009 WB Implementation Support Mission. The key issues were as follows: improve M&E Reporting on funding and sector distribution, disbursements, justifications and completions, establish separate KPI tables for each Ring fenced, post Completion Tracking including O&M, Use CSC in Ring fenced Funds, develop methodology to initiate Functionality Exercise, engagement of Short Term Consultant as a top-gap measure and engagement of Consultant for Citizen Report Card (CRC). The deliberated findings and report were prepared to facilitate management decision.

§ Mid Year review of Annual plan and budget for 2009/10

The plan and budget review session was organised and held at Bagamoyo Livingstone Hotel from 16-18 December 2009 to conduct mid year review of 2009/2010 Annual plan and budget. A revised six month plan and budget for January-June 2010 was prepared and is ready to be shared with the NSC.

2.4. Information Technology/ Management Information System

During the period under review, achievements in the following areas was registered: installation and configuration of designated CB-CCT MIS server with Linux and Apache, weekly routine back ups were done, uploading of recent virus definition files to the shared folder in the primary server, procurement and distribution of ICT equipment (Printers, Desktops, Laptops and fax), preparation and submission of ad-hoc reports as demanded by stakeholders and management.

Data capturing, involving entering of subprojects details and updating of Project Tracking System (PTS). Cumulatively, a total of 9,021 subproject data sheets have been captured in the system, for NVF and PFM, MACEMP, ZAC and OPEC. 1,793 for TACAIDS-CARF, 1,719 COMSIP group records, 7,138 disbursement records and baseline data for all OPEC funded LGAs. 90% of disbursement records have been revised and updated for accuracy.

Several updates have been made which include upload of TASAF II various guidelines, annual and quarterly reports, MIS reports, Newsletters, information showing TASAF achievement and major events that occurred, e.g., CB-CCT first transfer.

Development of Baseline modules has been completed and tested using internal capacity. Finalization of development of enrolment and payment modules for CB-CCT and Coordination of development of CB-CCT MIS by local firm (3 technical meetings have been convened). Data capture for Kibaha, Chamwino and Bagamoyo districts have been completed and verification completed and payment lists (payment schedules) for the first payment have been generated

2.5. COMMUNITY SAVINGS AND INVESTMENT PROMOTION

Communities have been highly motivated in saving and investment through income generating activities. A total of 1,778 voluntary saving groups have been formed with a total of 21,712 individual savers in the targeted LGAs. Some groups have started to invest their savings in income generating activities like rice growing. TMU and respective LGAs continued to provide technical support to enable the groups pick up.

The following activities were accomplished:-

- i) final editing of the COMSIP Facilitator's guide was done whereby comments from different stakeholders were incorporated,
- ii) follow up was made at Financial Sector Deepening Trust (FSDT) on requested support,
- iii) backstopping was done to Geita, Mwanza City Council, Ukerewe, Nachingwea, Mkuranga, Kibaha, Kwimba, Magu and Pemba island on various issues related to training of groups, and
- iv) finalised preparation on development of a strategy for enhancing LGA staff knowledge and skills on COMSIP.

2.6. AUDIT

The following activities were carried out with respect to audit aimed at enhancing risk management in all activities being carried out in implementation of the Project

- 2.6.1. Conducted systems audit at LGAs, where major audit findings were found and recommended corrective measures to respective LGA Directors for immediate corrective actions,
- 2.6.2. Provided orientation to newly appointed VFCs and VFJAs on TASAF operations, principles and procedures.

- 2.6.3. Provided capacity building to LGAs' staff participating in TASAF supported activities-VFCs, technical expert and VFJAs on project management, supervision, accounting, auditing and Justification.
- 2.6.4. Made follow-ups and provided feedback to LGA Directors on matters which needed their back up especially on low rate of *justification* and *completion* of subprojects, as well as to avoid frequent change of VFCs and VFJAs for smooth implementation.
- 2.6.5. Addressed and provided capacity building on Operation and Maintenance issues especially on Water Subprojects.
- 2.6.6. Conducted dialogue with LGA Directors, District Internal Auditors in the LGA where no internal audit is conducted and emphasised on the importance of conducting Internal Audit to TASAF supported activities within the council.

Shortage of technical staff and deficiency in capability for staff in technical know how in a number of LGAs affect implementation as communities do not get adequate support needed to aptly complete sub projects.

2.7. HUMAN RESOURCES MANAGEMENT

2.7.1 RECRUITMENT:

The interview for the Procurement Manager position was conducted on Dec 01, 2009 and the report by the interview panel has been submitted to TMU, vetting process is underway before names are forwarded to the WB for a No Objection.

2.7.2 OBITUARY:

TASAF lost one of its committed staff, Ms Euphrasia Herman, Monitoring and Evaluation Officer, who passed away in October 2009.

2.7.3 STAFF DEVELOPMENT PROGRAMME

During this reporting period training were conducted out and inside the country on a need basis and specialization. TASAF continue to encourage and support training at all levels upon availability of funds. The following personnel attended various trainings:

- Director of Finance, Director of Audit, Director of Operations and System, System Manager, Ag. Procurement Manager and two Program Officers. They all attended Procurement Training in Tanzania,
- Human Resources Manager on Labour Laws in Tanzania
- Monitoring and Evaluation Officers (3) attended an M& E course in South Africa
- Assistant Internal Auditors (2) attended Audit Training in Tanzania.

2.7.4 CONTRACTS RENEWAL

No objection from IDA for staff contracts renewal was granted on December 29, 2009.

3.0 FINANCIAL AND PROCUREMENT ASPECTS

3.1. FINANCE

The Directorate of Finance supports project management by ensuring sound Financial Management and Accounting Systems (FMAS) are in place and adhered to. In addition, it ensures that appropriate internal controls are maintained to generate accurate financial information to support TASAF activities at all levels of TASAF operations.

3.1.1 Planned Activities

During the Quarter under review, the following activities were planned to be carried out:

- i) Disbursement of funds to LGAs/Islands and Communities for Sub projects implementation
- ii) Receiving and booking Justification Reports in the IFMAS
- iii) Replenishment of funds from IDA and Ring Fenced
- iv) Facilitation of External Audit to 2008/2009 Accounts by National Audit Office.
- v) Review of 2009/2010 Annual Plan and Budget, and
- vi) Conducting routine accounting activities

3.1.2. IMPLEMENTATION STATUS

- i) Disbursement of Funds to LGAs/Islands and Communities

During the quarter, implementation of community sub-projects went on well and the support provided by LGAs/CMO experts was adequate to allow fund absorption. All LGAs have qualified to Local Government Development Grant access criteria and therefore 100% disbursement is now made to all LGAs. The total approved and disbursed amount in this quarter was TZS 5,928,248,379.22. Cumulatively, a total of TZS 156, 317,882,934.99 has been approved for funding subprojects. Out of the total approved amount TZS 143,719,792,242.65 has been

disbursed to date. The difference between the approved amounts and disbursed amounts was caused by the fact that 50% was disbursed earlier to the LGCDG non-compliant LGAs.

It is important to note that the newly established LGAs operate through the original LGAs which signed MoU with TASAF. TACAIDS is the latest entrant in the ring-fenced funds under the TMAP-CARF component. Its disbursement during this quarter amounted to TZS 1,201,207,449.34 representing batches 19 & 20 not disbursed last quarter and batches 21 & 22 approved and disbursed this current quarter. Cumulatively TZS 8,120,658,501.70 were approved and TZS 5,729,753,997.17 disbursed to community subprojects leaving an amount of TZS 1,189,697,055.19 not disbursed due to delays in receiving funds replenishment from TACAIDS; causing a reputational risk to TASAF.

ii. Replenishment of Funds

a) *IDA Credit and Grant*

During the Quarter, seven applications totaling USD 5,352,394.31 were processed for replenishment of funds from IDA Credit and no application was processed for Grant. Three applications were as well processed for CB-CCT trust fund. Two applications were processed as initial deposit and a reimbursement for the latest approved Accelerated Food Security Program (AFSP).

TABLE 2.3: REPLENISHMENT APPLICATIONS CREDIT 4002 TA

S/N	Description	Current Total Applications	Previous Quarter Applications	
	IDA Credit	5,352,394.3	5,461,420.23	
	IDA Grant	0	1,206,169.07	
	CB-CCT Trust Fund	199,333.21	211,438.14	
	AFSP	6,353,129.00	0	
	Total	11,904,856.30	6,879,027.44	

b) Counterpart Funds

During the quarter, the Project received Government contribution for the 1st quarter 2009/2010 amounting to TZS 800,000,000.00. Cumulatively, from the beginning of the project to date, the Government has contributed a total of TZS 12,242,000,000.00. GOT projected contribution to project closure is US\$ 15m (equivalent to TZS 15,000,000,000.00 at negotiation).

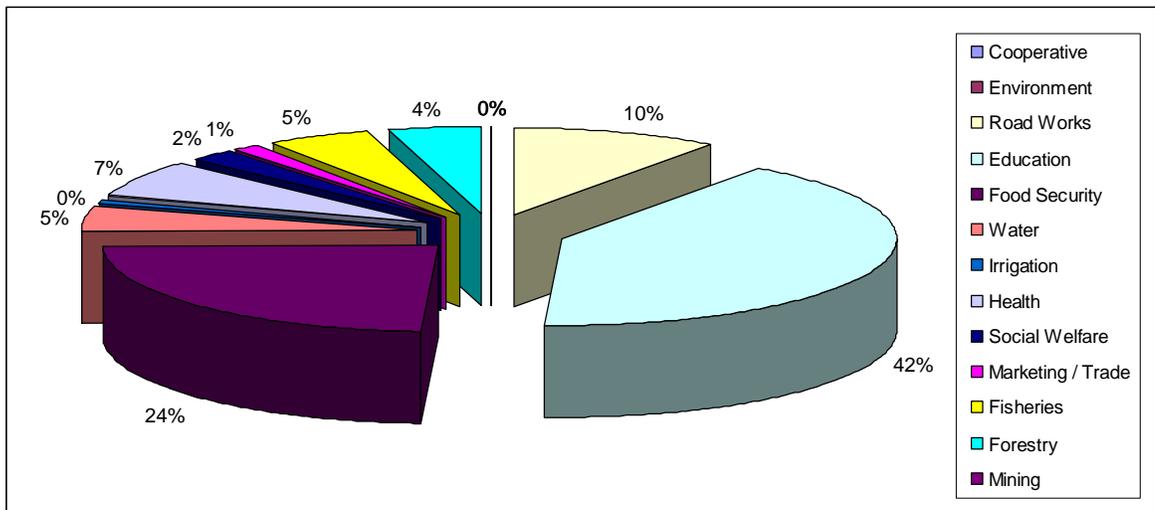
iii. Justification of Advances

Justification of funds disbursed for subprojects implementation and facilitation have been submitted smoothly especially for the LGA's/Zanzibar (Unguja and Pemba) with full time Village Fund Justification Assistants and Village Fund Coordinators. In LGAs without full time VFCs and VFJAs, reminders have been made to respective LGA Directors to allocate full time qualifying officers and ensure smooth flow of justification reports using various means including a circular from the Prime Minister.

The justification status shows that as at 31/12/2009 TZS 78.7 billions were justified against TZS 94.1 billions disbursed above 1 year; reflecting 83.58% of amount disbursed. For amounts disbursed between 6 and 12 months (TZS 22.8 billion) TZS 12.3 billions have been justified reflecting 54.04% of disbursed amount, and for amounts disbursed below 6 months (TZS 42.9 billion) TZS 9.4 billions have been justified which is 21.84% of disbursed amount. In overall TZS 100,358,817,323.75 representing 62.79% of the total amount disbursed of TZS. 159,836,892,775.67 has been Justified as at 31st, December, 2009. Efforts are underway to accelerate the justification status to above 85% for amounts disbursed over one year by end of 3rd Quarter of the 2009/2010 financial year. The table and the chart below demonstrate the percentage distribution of justifications by sectors;

Sector	% Justifications
Cooperative	99%
Environment	99%
Road Works	73%
Education	71%
Food Security	66%
Water	60%
Irrigation	55%
Health	51%
Social Welfare	44%
Marketing / Trade	44%
Fisheries	39%
Forestry	27%
Mining	22%
Average justification	63%

Distribution of Justification of funds disbursed by sectors



2.3 Sources and uses of Funds

The Project received a total of TZS 16,849,992,571.75 and used a total of TZS 11,916,221,101.79 respectively from IDA grant and credit, as well as GOT and Ring fenced funds during the quarter. To date the Project has received a total of TZS 239,058,832,382.54 against the total allocation (Credits and Grants) of TZS 299,435,878,035.00, while the total expenditure is TZS 219,106,226,933.59. Table 2.7 below shows sources and uses of funds for each source during the quarter. Table 2.8 shows the cumulative figures to date for each source.

Table 2.8: Source and Expenditure of Funds for the Quarter Ended 31st December 2009 (in TZS)

SOURCE	RECEIPTS	EXPENDITURE
IDA Credit / Grant	4,766,003,191.40	8,556,683,223.88
Government of Tanzania	800,000,000.00	619,887,965.62
OPEC Fund	0.00	242,407,218.36
Forestry (PFM)	1,322,707,107.13	127,826,300.00
MACEMP	0.00	1,004,864,654.24
ZAC	0.00	19,650,050.00
CB-CCT	161,736,751.92	137,094,910.00
TACAIDS	1,298,739,153.15	1,207,806,779.69
AFSP	8,208,000,000.00	0.00
Exchange Gain	292,806,368.15	0.00
Total Receipts	16,849,992,571.75	11,916,221,101.79

Table 2.9: Cumulative Source and Expenditure of Funds as at 31ST DECEMBER 2009 (in TZS)

SOURCE	RECEIPTS TO END OF PROJECT	RECEIPTS TO DATE	EXPENDITURE TO DATE	UN USED RECEIPTS TO DATE
IDA Credit / Grant	195,000,000,000.00	182,057,631,853.40	175,156,793,447.65	6,900,838,405.75
Government of Tanzania	19,500,000,000.00	12,242,600,000.00	11,545,487,965.62	697,112,034.38
OPEC Fund	13,000,000,000.00	11,945,025,024.99	10,698,740,113.08	1,246,284,911.91
Forestry	5,200,000,000.00	4,896,651,519.30	3,701,770,712.17	1,194,880,807.13

SOURCE	RECEIPTS TO END OF PROJECT	RECEIPTS TO DATE	EXPENDITURE TO DATE	UN USED RECEIPTS TO DATE
(PFM)				
MACEMP	10,400,000,000.00	8,968,951,619.63	8,736,316,273.87	232,635,345.76
ZAC	1,865,878,035.00	1,865,878,035.00	1,865,878,035.00	0
CB-CCT	2,470,000,000.00	800,649,609.90	643,638,745.20	157,010,864.70
TACAIDS	13,000,000,000.00	7,780,638,352.17	6,757,601,641.00	1,023,036,711.17
AFSP	39,000,000,000.00	8,208,000,000.00	0	8,208,000,000.00
EXCHANGE GAIN	0.00	292,806,368.15	0.00	292,806,368.15
Total	299,435,878,035.00	239,058,832,382.54	219,106,226,933.59	19,952,605,448.95

2.4 Expenditure against Plan by Category-IDA

A total of TZS 21.37 billions against the planned TZS 21.33 billions were used during the quarter. Category 2 - Goods recorded the highest expenditure followed by Category 1- Subprojects due to increasing absorption of allocated funds and office equipments procured under OPEC funds. Table 2.9 gives expenditures by category during the quarter and table 2.10 give expenditures by category to-date.

Table 2.8: Source and Expenditure of Funds for the Quarter Ended 31st December 2009 (In Tzs)

SOURCE	RECEIPTS	EXPENDITURE
IDA Credit / Grant	4,766,003,191.40	8,556,683,223.88
Government of Tanzania	800,000,000.00	619,887,965.62
OPEC Fund	0.00	242,407,218.36
Forestry (PFM)	1,322,707,107.13	127,826,300.00
MACEMP	0.00	1,004,864,654.24
ZAC	0.00	19,650,050.00
CB-CCT	161,736,751.92	137,094,910.00
TACAIDS	1,298,739,153.15	1,207,806,779.69
AFSP	8,208,000,000.00	0.00
Exchange Gain	292,806,368.15	0.00
Total Receipts	16,849,992,571.75	11,916,221,101.79

Category Type	Actual Expenditure	Planned	Variance	% of Quarter Performance
Sub – Projects (Category 1)	7,679,480,033.72	2,464,000,000.00	-5,215,480,033.72	311.67
Goods (Category 2)	1,847,454.00	14,749,999.98	12,902,545.98	12.53
Consultants Services (Category 3)	1,403,660,951.70	1,128,881,169.99	-274,779,781.71	124.34
Training (Category 4)	184,876,748.20	238,050,327.45	53,173,579.25	77.66
Operating Costs (Category 5)	2,646,355,914.17	1,585,779,947.55	-1,060,575,966.62	166.88
Total Expenditure	11,916,221,101.79	5,431,461,444.97	-6,484,759,656.82	

TABLE 2.10: IDA EXPENDITURE AGAINST PLAN BY CATEGORY (TZS) FOR THE QUARTER

Table 2.11 IDA Cumulative Expenditure to date (USD)

S/n	Category Description	Allocated	Current quarter expenditure	Cumulative expenditure	Cumulative percentage
1A-C	SUB PROJECTS	112,126,226.00	4,864,982.09	107,529,852.42	95.90
2	GOODS	4,081,404.60	1,353.45	6,776,794.92	166.04
3	CONSULTANCY SERVICES	10,240,887.00	1,653,818.56	10,166,203.64	99.27
4	TRAINING	8,088,058.20	153,440.84	11,430,567.34	141.33
5	OPERATING COSTS	5,083,068.00	985,454.76	17,022,831.24	334.89
6	UNALLOCATED	12,274,114.20	0.00	0.00	0.00
	TOTAL	151,893,758.00	7,659,049.70	152,926,249.56	

Table 2.12 CB-CCT Cumulative Expenditure to date (USD)

Category	Category Description	Allocated	Disbursed	Undisbursed	Cumulative Percentage
1	GOODS	235,825.00	386.70	235,438.30	02
2	CONSULTANTS	683,990.00	520,233.07	163,756.93	76
3	TRAINING	232,600.00	194,645.35	37,954.65	84
4	CONDITIONAL CASH TRANSFER	727,500.00	0.00	727,500.00	0
5	UNALLOCATED	0.00	200,000.00	-200,000.00	
Total		1,879,915	915,265.12	964,649.88	47

2.5 Deviations and Reasons

During the quarter, activities were carried-out as planned with the exception of operating costs which exceeded planned budgets as a result of unforeseen necessity to provide technical assistance to LGAs. (Refer to Table 2.6). However Table 2.7 shows that cumulatively Category 2 (Goods), Category 4 (Training) and Category 5 (Operating costs) are overdrawn. Following the advise during the second phase of the Mid Term Review mission in February 2008, the TASAF Management Unit sought for the assistance of TASAF II Task Team Leader on the continuation of replenishing the overdrawn categories 2, 4 and 5 as the re-allocation proposals have been agreed upon and we are awaiting the actual re-allocation effected in the IDA records after which all the categories will not show over expenditures.

CB-CCT pilot preparatory operations have continued to take shape through continuous guidance of the Lead Consultant. Targeting and Enrolment of beneficiaries was completed and the *first* payment to beneficiaries for the three pilot

LGAs of Kibaha DC, Bagamoyo DC and Chamwino DC was disbursed on 30th December, 2009. The *second* disbursement falls due at the end of February 2010.

2.6 External Audit exercise for the Year 2008/2009 Accounts

The External Audit exercise was concluded on time and the audit report for the 2008/2009 was issued and submitted to IDA and GOT on 28/12/2009.

2.7 Review of Annual Plan and Budget for the year 2009/2010

The Annual Plan and Budget for the year 2009/2010 were reviewed to accommodate and adjust for emerging realities and confirmed receipt of the Accelerated Food Security Programme funds during the coming six months from January –June 2010.

3.2. *PROCUREMENT*

Planned Activities:

The following were the proposed actions for the quarter.

1. Finalize the Preparation of the Procurement Plan for year 2009/2010 based on the approved budget and Implementation Plan for year 2009/2010.
2. Follow up with IDA on the provision of a No Objection for TOR for consultancy services to Conduct evaluation of Food Insecure (FI- PWP) interventions.
3. Forward to IDA for review and provision of a No objection on the short listing report on the consultancy services to conduct TASAF II IEC Impact assessment.
4. Finalize the procurement process to engage consultancy firms for consultancy services to conduct Citizen Report Card (CRC) design and implementation and consultancy services to conduct an assessment of the performance of the four pilot community foundations of Arusha, Kinondoni, Morogoro and Mwanza when the analysis of the Technical and Financial proposal for both consultancies is completed.

5. Forward to IDA for review and provision of a No Objection on the short listing report when the short listing report of EOI for consultancy services for Environmental and Social Audit in TASAF funded sub project areas is completed.

6. Continue to provide Procurement support services and guidance to all users in TASAF and LGA's to meet requirements.

3.2.2. Progress made:

During this quarter, the following were achieved:

- The preparations of the Procurement Plan for year 2009/2010 was completed and Forwarded to IDA for review and provision of a No Objection.
- IDA has not yet granted a No Objection clearing TOR for consultancy services to conduct evaluation of Food Insecure (FI- PWP) interventions, a reminder has been sent for all pending No Objections.
- IDA granted No Objections on the short listing report and RFP (Request for Proposal was prepared and sent to the selected consultant.) for the short listing report on the consultancy services to conduct TASAF II IEC Impact assessment
- First round of contract negotiations with the consultants for consultancy services to conduct Citizen Report Card (CRC) design and assessment of the performance of the four pilot community foundations of Arusha, Kinondoni, Morogoro and Mwanza was conducted. The second and last round will be conducted in the beginning of the next quarter after receipt of the revised Technical and Financial proposals which incorporate what was agreed in the negotiations.

- The short listing report on the EOI for consultancy services for Environmental and Social Audit in TASAF funded sub projects was forwarded to IDA for review and provision of a No Objection; awaiting No Objection.
- Support services and guidance continued to be provided to all users at TASAF and at the LGA on issues pertaining to procurement.

4.0. PROJECT OUTCOMES

Assessment of Achievement of Project Development Objective

As the Project's Development Objective is to empower communities to improve their access to basic socio-economic services, much has been done to achieve that objective. Communities through the Project support have managed to create assets that have substantially reduced the acute shortage of services in their respective communities and neighboring villages. That also has improved outcomes in respective sectors in terms of number of people with direct access to particular services. The number of people served differs widely given the fact that communities had their priorities.

Education

In this sector the assets created so far enable 237,000 children to have access to education services. These include classrooms, dormitories/hostels, offices, desks, toilets and others. The prospective number of children will increase when all assets in education sub projects will be completed.

Health

A total of 5,860,000 people have access to enhanced health facilities through the assets created by implementing sub projects in that category. This number applies for people who are directly related to the sub projects in the targeted areas. This number is slightly less than that of baseline. However, the health services are also used by people in neighboring villages.

Water

The number of people with access to safe water has reached 874,750 for the facilities that have been created through the Project support. The increase is more than half the number of people during the start of Project implementation. As such, this has

the potential of reducing water-borne diseases in respective areas and increasing productivity as people spend less time in search for water than it used to be.

Sanitation

A total of 573,255 people have access to sanitation services. These facilities are mainly being created in urban and semi urban areas to improve drainage. There was no baseline figure for this as there were no sub projects implementation of this category before.

Economic Infrastructure

This sector consists of rural roads, irrigation and markets. On this category, there are 2,233,000 people with access to services compared to 693,000 from the baseline. Yet, the roads have the highest number of beneficiaries compared to other two. The overall increase is 76 per cent in population being served by assets created in this category.

Conclusion

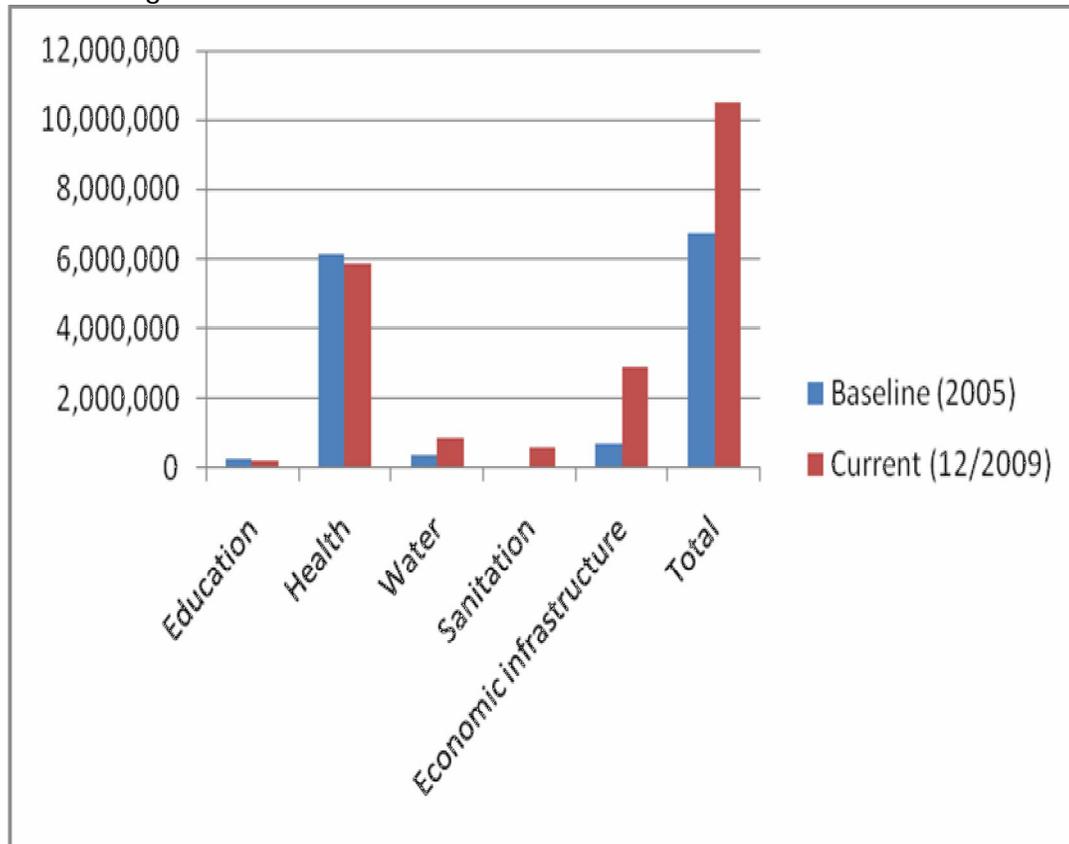
Looking at the number of people having access to improved services which has been achieved so far, it is evident that the Project is achieving the defined Development Objective and therefore contributing to the government efforts towards poverty reduction. The capability created at community level leaves the people with the ability to manage the services so that they can access the same for quite a long time. However, as capacity enhancement is a continuous process, LGAs must constantly support their respective communities so that they are updated on their skills and technical know how. This is possible as the Project has invested a lot in enabling the LGAs to give the required support through provision of training and operational guidelines.

On the other hand, communities show satisfaction on services provided through this kind of support. The CSC conducted in selected communities indicates that 85% of communities that were asked indicated that they were satisfied with the delivery of social services. This goes hand in hand with the improvement of management and accountability of service providers at community level that have improved considerably.

The table and the graph below illustrates the above facts

S/N	Sector	Baseline (2005)	Current (12/2009)
	Education	244,162	237,602
	Health	6,146,633	5,860,534
	Water	350,000	874,750
	Sanitation	0	573255
	Economic infrastructure	693,000	2,926,000
	Total	6,740,795	10,472,141

Chart: Progress towards PDO Achievement



5.0 IMPLEMENTATION SUCCESS AND CHALLENGES

Despite of tremendous achievements recorded in implementation of TASAF II towards attaining PDO; there are diverse implementation challenges. These include but not limited to the following:

- i. Slow pace in moving community subprojects to completion and justification of funds in some LGAs. Many subprojects have long stayed and yet uncompleted, due to inadequate community contributions and ineffective supervision and support from LGAs,
- ii. Many districts and communities are food insecure but not currently targeted for support under Accelerated Food Security Project (AFSP). Therefore more districts with severe food shortages need to be assisted but the available

resources under AFSP are inadequate to scale up the interventions to other districts.

- iii. Limited available sector experts at LGAs/Islands for supervision and monitoring of the large number of subprojects pose difficulties in monitoring and follow-up during implementation for some LGAs.
- iv. Environmental and social safeguards issues not observed during subprojects preparation and implementation due to inadequate knowledge in some LGAs and community levels,
- v. Delays in transfer of funds from some Ring Fenced Projects to TASAF like PFM, MACEMP and TACAIDS. This may tarnish the good image of TASAF to communities which submitted applications earlier and are yet to be disbursed with funds to implement their subprojects.
- vi. Some LGAs do not comply with reporting requirements. Quarterly implementation progress reports are not submitted on time, format not followed and others do not submit reports altogether.
- vii. Rising operating and maintenance costs due to aged vehicles. Frequent breakdowns also affect provision of technical backstopping.
- viii. There is still virus attack threat and this is due to sharing of information with LGAs, getting information in on time from LGAs as well as low size of IT-MIS staffing at TMU which overwhelms the support function.

7.0 RECOMMENDATIONS AND WAY FORWARD

Achievement of Project Development Objective (PDO) depends much on the extent to which the challenges outlined above are addressed.

The LGAs should focus on timely completion of subprojects and justification of all funds applied in subprojects implementation. TMU will continue providing backstopping support to laggard LGAs to reverse the current trends in the areas of completion and justification.

The concern with other food insecure districts, not in AFSP will be communicated to responsible ministry for their consideration to increase allocated resources to extend interventions.

TMU will continue to remind LGA staff to sensitize communities to take into account environmental and social safeguards issues during subproject preparation and implementation.

The TMU to remind all LGAs to comply with reporting requirement and submission of quarterly progress reports on time and in accordance with provided format.

A dialogue is necessary with Ring Fenced funds officials who have delayed disbursement of subprojects funds to TMU, to chart out the way forward.

8. ANNEXES

- a. Key Performance Indicators
- b. FMR December, 2009
- c. TASAF Success Stories

Project Development Objectives and Outcomes	
Project Development Objective (from Project Appraisal Document):[text from PAD]	
The Project Development Objective (PDO) is to empower communities to access opportunities so that they can request, implement and monitor sub-projects that contribute to improved livelihoods linked to the Millennium Development Goal (MDG) indicator targets in the Tanzania Poverty Reduction Strategy (PRS).	
Board Approved Revised Project Development Objective : [if project is formally restructured][if project is formally restructured]	
The Project Development Objective (PDO) is to improve access of beneficiary households to enhanced socioeconomic services and income-generating opportunities.	

Status of agreed outcomes indicators:	
Measurement	
<i>Insert the measured value, or a qualitative indicator, or a brief explanation of why indicators are not available, together with the date of the information</i>	

	Baseline Value		Progress To Date		End-of-Project Target Value	
	Number or text	Date	Number or text	Date	Number or text	Date
1. Number of people with access to improved social economic services: (i) Health facilities (ii) Safe drinking water (iii) sanitation (iv) Roads (v) Irrigation\ (vi) Markets	(i) 6,146,533 (ii) 350,000 (iii) 0 (iv) 612,000 (v) 33,000 (vi) 48,000	12/31/2005	(i) 3,770,356 (ii) 874,750 (iii) 573,255 (iv) 1,845,000 (v) 303,000 (vi) 105,000	30/12/2009	(i) increased by 10% (ii) increased by 10% (iii) increased by 10% (iv) increased by 20% (v) increased by 15% (vi) increased by 5%	06/30/2012
2. Student classroom ration (in targeted areas)	1:70	12/31/2005	1:45	30/12/2009	1:45	06/30/2012
3. Increase in income of targeted vulnerable beneficiary (%)	Not applicable	12/31/2008	5%	30/12/2009	5%	06/30/2012

	Baseline Value		Progress To Date		End-of-Project Target Value	
	Number or text	Date	Number or text	Date	Number or text	Date
4. Person-days provided in labor intensive public works program (number)	5,431,992	12/31/2005	1,083,963	30/12/2009	Increase by 80%	06/30/2012
5. Improved quality of basic social services	78%	12/31/2005	85%	30/12/2009	85%	06/30/2012
Intermediate outcome indicator(s)						
1. 1.1 Communities receiving subproject grants (number)	1,483	12/31/2005	9,519	30/12/2009	100%	06/30/2012
2. 1.2 Community Management Committees for Service Poor and Food Insecure beneficiaries who have at least 50% of elected women (number)	1,940	12/31/2005	5,753	30/12/2009	100%	06/30/2012
3. 1.3 Subprojects with permanent maintenance mechanism in place (%)	90%	12/31/2005	100%	30/12/2009	90%	06/30/2012
4. 1.4 Health Centers built and/or rehabilitated (IDA15) (number)	312	12/31/2005	418	30/12/2009		06/30/2012
5. 1.5 Classrooms built and/or rehabilitated (IDA15) (number)	2,586	12/31/2005	4,107	30/12/09	10%	06/30/2012
6. 1.6 Other facilities built and/or rehabilitated for		12/31/2005		30/12/2009		06/30/2012

	Baseline Value		Progress To Date		End-of-Project Target Value	
	Number or text	Date	Number or text	Date	Number or text	Date
improved learning environment (IDA15) (number) (i) Hostel/dormitory (ii) Laboratory (iii) Library (iv) Administration block (v) Staff off (vi) teacher's House	(i) 13 (ii) 18 (iii) 0 (iv) 26 (v) 468 (vi) 335		(i) 108 (ii) 130 (iii) 9 (iv) 151 (v) 463 (vi) 285		10%; 10%; 10%; 15%; 10%; 60%	
7. 1.7 Markets rehabilitated/constructed (number)	16	12/31/2005	49	30/12/2009	5%	06/30/2012
8. 1.8 Roads rehabilitated/constructed (km)	2,174	12/31/2005	1,470	30/12/2009	1,650	06/30/2012
9. 1.9 Irrigation systems constructed (number)	11	12/31/2005	101	30/12/2009	110	06/30/2012
10. 1.10 Hectares of land conserved in target areas	0	12/31/2005	N/A	20/12/2009	4,000	06/30/2012
11. 1.11 Vulnerable individual getting support (number)	2,736	12/31/2005	482,009	30/12/2009	Increase by 5%	06/30/2012
12. 1.12 Share of PWP wage bill/total subproject cost (%)	40%	12/31/2005	48%	30/12/2009	50%	06/30/2012
13. 1.13 Beneficiaries of public works program (number) (i) Men (ii) Women	(i) 60,000 (ii) 53,414	12/31/2005	(i) 139,265 (ii) 147,879	30/12/2009	90%	06/30/2012
14. 1.14 Beneficiaries of Conditional Cash Transfer (CCT)	NA	12/31/2005	NA	31/12/2009	8,920	06/30/2012

	Baseline Value		Progress To Date		End-of-Project Target Value	
	Number or text	Date	Number or text	Date	Number or text	Date
(number)						
15. 2.1 Individuals participating in community savings (number)	NA	12/31/2005	22,712 savers	30/12/2009	20,000	06/30/2012
16. 2.2 Communities satisfaction with support provided by LGAs/CMO (%)	NA	12/31/2005	90%	30/12/2009	85%	06/30/2012
17. 2.3 Trained Trainers facilitating the LGAs and Communities on subproject cycle management (number)	732	12/31/2005	3,492	30/12/2009	3,500	06/30/2012
18. 2.4 Trained Community Management Committees members in subproject implementation (number)	22,687	12/31/2005	126,773	30/12/2009	90,000	06/30/2012
19. 2.5 O&M committees members trained (number)	NA	12/31/2005	64,230	30/12/2009	50,000	06/30/2012
20. 2.6 Subprojects completed according to design (number)	1,483	12/31/2005	4,625	30/12/2009	6,000	06/30/2012
21. 2.7 Subprojects completed within time of subproject cycle (Number)	1,483	12/31/2005	2,297	30/12/2009	90%	06/30/2012

**TANZANIA SECOND SOCIAL ACTION FUND
FINANCIAL MANAGEMENT REPORT
FOR THE QUARTER ENDING DECEMBER 31, 2009**

Rate used US\$ 1365

DESCRIPTION	QUARTER			YEAR TO DATE			PROJECT TO DATE		
	Actual	Planned	Variance	Actual	Planned	Variance	Actual	Allocation	Balance
Receipt									
IDA Credit/Grant Acc	4,766,003,191.40	2,411,161,750.00	-2,354,841,441.40	14,039,157,778.38	4,822,323,500.00	-9,216,834,278.38	182,057,631,853.40	195,000,000,000.00	12,942,368,146.60
GOT	800,000,000.00	775,000,000.00	-25,000,000.00	1,317,600,000.00	1,550,000,000.00	232,400,000.00	12,242,600,000.00	19,500,000,000.00	7,257,400,000.00
OPEC Fund	0.00	539,627,500.00	539,627,500.00	1,156,722,298.32	1,079,255,000.00	-77,467,298.32	11,945,025,024.99	13,000,000,000.00	1,054,974,975.01
Forestry	1,322,707,107.13	498,552,250.00	-824,154,857.13	1,500,547,107.13	997,104,500.00	-503,442,607.13	4,896,651,519.30	5,200,000,000.00	303,348,480.70
MACEMP	0.00	295,593,250.00	295,593,250.00	1,237,500,000.00	591,186,500.00	-646,313,500.00	8,968,951,619.63	10,400,000,000.00	1,431,048,380.37
ZAC	0.00	380,291,500.00	380,291,500.00	0.00	760,583,000.00	760,583,000.00	1,865,878,035.00	1,865,878,035.00	0.00
CB – CCT	161,736,751.92	0.00	-161,736,751.92	442,966,568.72	0.00	-442,966,568.72	800,649,609.90	2,470,000,000.00	1,669,350,390.10
TACAIDS	1,298,739,153.15	467,235,000.00	-831,504,153.15	2,141,189,748.20	934,470,000.00	-1,206,719,748.20	7,780,638,352.17	13,000,000,000.00	5,219,361,647.83
AFSP	8,208,000,000.00	7,208,000,000.00	-1,000,000,000.00	8,208,000,000.00	13,000,000,000.00	4,792,000,000.00	8,208,000,000.00	39,000,000,000.00	30,792,000,000.00
Others E/Fluctuation	292,806,368.15	0.00	-292,806,368.15	292,806,368.15	0.00	-292,806,368.15	292,806,368.15	0.00	-292,806,368.15
Total Receipts	16,849,992,571.75	12,575,461,250.00	-4,274,531,321.75	30,336,489,868.90	23,734,922,500.00	-6,601,567,368.90	239,058,832,382.54	299,435,878,035.00	60,377,045,652.46
EXPENDITURE									
Sub Projects (Category 1)									
Advance to Sub Projects	514,502,916.55	2,100,128,500.02	1,585,625,583.47	-6,821,535,564.51	4,200,257,000.04	11,021,792,564.55	52,043,952,718.97	4,200,257,000.04	-47,843,695,718.93
Work in Progress	1,457,007,516.48		-1,457,007,516.48	4,625,215,539.59		-4,625,215,539.59	44,016,585,233.78		-44,016,585,233.78
Completed Sub Projects	4,469,190,121.35		-4,469,190,121.35	11,638,036,083.52		11,638,036,083.52	50,717,710,604.34		-50,717,710,604.34
TACAIDS Sub Projects	1,175,224,479.34	299,871,500.01	-875,352,979.33	2,415,083,500.06	599,743,000.02	-1,815,340,500.04	6,812,193,303.87	599,743,000.02	-6,212,450,303.85
CB - CCT Sub projects	63,555,000.00	64,000,000.00	445,000.00	63,555,000.00	64,000,000.00	445,000.00	63,555,000.00	64,000,000.00	445,000.00
Total Sub Projects Advance	7,679,480,033.72	2,464,000,000.03	-5,215,480,033.69	11,920,354,558.66	4,864,000,000.06	-7,056,354,558.60	153,653,996,860.96	4,864,000,000.06	148,789,996,860.90

DESCRIPTION	QUARTER			YEAR TO DATE			PROJECT TO DATE		
	Actual	Planned	Variance	Actual	Planned	Variance	Actual	Allocation	Balance
Goods (Category 2)	1,847,454.00	14,749,999.98	12,902,545.98	11,447,454.00	29,499,999.96	18,052,545.96	9,250,325,061.32	29,499,999.96	-9,220,825,061.36
Consultancy Services (Category 3)	1,403,660,951.70	1,128,881,169.99	-274,779,781.71	2,363,682,594.88	2,257,762,339.98	-105,920,254.90	14,013,367,979.44	2,257,762,339.98	-11,755,605,639.46
Training (Category 4)	184,876,748.20	238,050,327.45	53,173,579.25	226,711,748.20	476,100,654.90	249,388,906.70	15,602,724,414.66	476,100,654.90	-15,126,623,759.76
Operating Costs (Category 5)	1,345,145,743.42	1,585,779,947.55	240,634,204.13	3,627,138,251.47	3,171,559,895.10	-455,578,356.37	23,236,164,643.33	3,171,559,895.10	-20,064,604,748.23
Operating Costs (Ring Fenced)	1,301,210,170.75		-1,301,210,170.75	1,038,710,910.75		-1,038,710,910.75	3,349,647,973.88		-3,349,647,973.88
Total Expenditure	11,916,221,101.79	5,431,461,445.00	-6,484,759,656.79	19,188,045,517.96	10,798,922,890.00	-8,389,122,627.96	219,106,226,933.59	10,798,922,890.00	208,307,304,043.59
SURPLUS/DEFICIT	4,933,771,469.96	7,143,999,805.00	2,210,228,335.04	11,148,444,350.94	12,935,999,610.00	1,787,555,259.06	19,952,605,448.95	288,636,955,145.00	268,684,349,696.05
Opening Balances									
IDA Credit/Grant Acc	9,788,738,222.75	3,700,738,000.75	6,088,000,222.00	7,085,122,372.95	2,685,522,372.95	4,399,600,000.00	0.00	0.00	0.00
IDA Credit/Grant Acc	295,365,930.28	95,000,930.28	200,365,000.00	-767,404,534.57	850,004,534.57	-1,617,409,069.14	0.00	0.00	0.00
GOT	202,036,533.67	102,036,000.67	100,000,533.00	241,981,533.67	551,001,533.67	-309,020,000.00	0.00	0.00	0.00
OPEC Fund	2,545,448,265.36	541,008,000.36	2,004,440,265.00	2,023,839,874.36	1,623,000,874.36	400,839,000.00	0.00	0.00	0.00
Forestry	-574,626,669.86	25,000,545.86	-599,627,215.72	-868,779,205.41	855,079,205.41	-1,723,858,410.82	0.00	0.00	0.00
MACEMP	903,493,628.13	403,063,000.13	500,430,628.00	289,517,704.59	500,527,704.59	-211,010,000.00	0.00	0.00	0.00
ZAC	53,197,533.62	3,197,000.62	50,000,533.00	53,215,733.62	3,215,733.62	50,000,000.00	0.00	0.00	0.00
CB - CCT	167,981,113.02	267,981,113.02	-100,000,000.00	57,600,241.68	159,600,241.68	-102,000,000.00	0.00	0.00	0.00
TACAIDS	787,985,172.02	85,085,172.02	702,900,000.00	277,346,377.12	1,277,346,377.12	-1,000,000,000.00	0.00	0.00	0.00
AFSP	0.00		0.00			0.00	0.00	0.00	0.00
Others	849,214,250.00	252,258,136.74	596,956,113.26	411,721,000.00	298,862,520.04	112,858,479.96	0.00	0.00	0.00
Total Opening Balances	15,018,833,978.99	5,475,367,900.45	9,543,466,078.54	8,804,161,098.01	8,804,161,098.01	0.00	0.00	0.00	0.00
Closing Balances									
IDA Credit/Grant Acc	7,105,992,853.05	5,181,033,201.05	1,924,959,652.00	7,105,992,853.05	5,181,033,201.05	7,105,992,853.05	7,105,992,853.05	5,181,033,201.05	7,105,992,853.05
IDA Credit/Grant Acc	1,559,638,386.57	133,001,302.39	1,426,637,084.18	1,559,638,386.57	133,001,302.39	1,559,638,386.57	1,559,638,386.57	133,001,302.39	1,559,638,386.57
GOT	1,376,961,873.83	142,850,400.94	1,234,111,472.89	1,376,961,873.83	142,850,400.94	1,376,961,873.83	1,376,961,873.83	142,850,400.94	1,376,961,873.83
OPEC Fund	2,208,590,840.78	757,411,200.50	1,451,179,640.28	2,208,590,840.78	757,411,200.50	2,208,590,840.78	2,208,590,840.78	757,411,200.50	2,208,590,840.78
Forestry	-519,278,473.08	35,000,764.20	-554,279,237.28	-519,278,473.08	35,000,764.20	-519,278,473.08	-519,278,473.08	35,000,764.20	-519,278,473.08

DESCRIPTION	QUARTER			YEAR TO DATE			PROJECT TO DATE		
	Receipt	Actual	Planned	Variance	Actual	Planned	Variance	Actual	Allocation
MACEMP	-1,101,405,534.59	564,288,200.18	-1,665,693,734.77	-1,101,405,534.59	564,288,200.18	-1,101,405,534.59	-1,101,405,534.59	564,288,200.18	-1,101,405,534.59
ZAC	33,547,483.62	4,475,800.87	29,071,682.75	33,547,483.62	4,475,800.87	33,547,483.62	33,547,483.62	4,475,800.87	33,547,483.62
CB - CCT	186,527,702.10	375,173,558.23	-188,645,856.13	186,527,702.10	375,173,558.23	186,527,702.10	186,527,702.10	375,173,558.23	186,527,702.10
TACAIDS	83,519,219.91	119,119,240.83	-35,600,020.92	83,519,219.91	119,119,240.83	83,519,219.91	83,519,219.91	119,119,240.83	83,519,219.91
AFSP	8,035,987,500.00	7,545,000,000.00	490,987,500.00	8,035,987,500.00	7,545,000,000.00	8,035,987,500.00	8,035,987,500.00	7,545,000,000.00	8,035,987,500.00
Others	982,523,596.76	353,161,391.44	629,362,205.32	982,523,596.76	353,161,391.44	982,523,596.76	982,523,596.76	353,161,391.44	982,523,596.76
Total Closing Balances	19,952,605,448.95	15,210,515,060.63	4,742,090,388.32	19,952,605,448.95	15,210,515,060.63	19,952,605,448.95	19,952,605,448.95	15,210,515,060.63	19,952,605,448.95

TASAF Success Stories

‘TASAF is our savior’, earnestly say Ruangwa elders by Gratian Luhikula

Ahmad Kamtende, the chairman of the vigilant Elders Group at Chinokole village in Ruangwa district, does not stammer when he relates of the support provided by TASAF.

“TASAF is indeed our savior! It has provided valuable support to us who are desperately fighting against poverty.” The chairman told me when I asked him of his opinion on the TASAF support to their indigenous chicken rearing.

He quickly added: “Certainly we have not yet reaped fruits yet, but the attained progress so far, gives us great hope and anticipation. It is like we have woken from slumber! any member of this group has a high hopes from this project”

Indeed the elders group, composed of five women and seven men, was demonstrating confidence and determination in their project now six months old. The group’s secretary, Mr. Bakari Lukanga, says unless something unexpected happens, they are determined to use the project to escape from the persistent poverty strains.

“We are determined and Allah willing, we shall succeed and set an example to other elderly people. There are many elderly people who are almost giving up due to the existing poverty as they cannot brace the present hard times to raise money to sustain their living and livelihoods.”

To this, the secretary says they will be guided by the late Mwalimu Nyerere’s wise words which he used during the pre-independence struggle: ‘It can be done, play your part!’ “We will indeed put in every thing we have to make sure we use this opportunity provided by TASAF, and set a good example for others to emulate.”

Asked to explain on the future plans, he says only the sky will be the limit. “Now that we have an expert who help us to follow the poultry keeping basic principals, we are now convinced that we will overcome.”

The quickly noted shortfall in this undertaking is the size of the chicken shed that requires to be increased, and the lack of adequate facilities including facilities for layers and incubators for hatching to avoid egg spoilage.

The group started this venture by building the chicken shade at Mr. Kamtende’s residence in mid September 2008. By February 2009, the shade was ready and the initial chicken stock of 219, including 199 layers and 20 roosters were put in place.

“With the assistance of the District Livestock Officer, we managed to keep our chicks in good care. So far, we have experienced only 16 deaths. Now that they have started laying eggs, we are planning to reduce the chicken, by either distributing to members, or selling some to expand the shade and other vital facilities,” Mr. Lukanga further explains.

In their hand written two page summary report of their project, these determined elderly people, say they wish the TASAF assistance would have come much earlier. “What TASAF is doing in improving the lives of people in the entire community in terms of promoting education, offering services in clean and safe water, in building dispensaries and other services we had never dreamed of, we feel we have been rescued! If TASAF services were here much earlier, we would have been now talking a different language.”

This group of elders, is one of the communities benefiting from the OPEC funds amounting to 11,000,000/= .Other development activities targeted by this funding include public works, agriculture, education, health, water environment and construction of village markets, which, in fare terms is making a big difference in the current national policies that work to improving lives of every individual by eradicating poverty.



Some members of the Elders' Group at Chinokole village in Ruangwa district, who are participating in the local chicken rearing