



**REPUBLIC OF NAMIBIA**



**REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE**

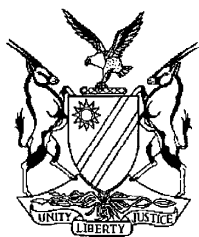
# **MINISTRY OF MINES & ENERGY**

**FOR THE FINANCIAL YEAR ENDED 31 MARCH 2012**

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**REPUBLIC OF NAMIBIA**



**TO THE HONOURABLE SPEAKER OF THE NATIONAL ASSEMBLY**

I have the honour to submit herewith my report on the accounts of the Ministry of Mines and Energy for the financial year ended 31 March 2012 in terms of Article 127(2) of the Namibian Constitution. The report is transmitted to the Honourable Minister of Finance in terms of Section 27(1) of the State Finance Act, 1991, (Act 31 of 1991) to be laid upon the Table of the National Assembly in terms of Section 27(4) of the Act.

**WINDHOEK, March 2013**

**JUNIAS ETUNA KANDJEKE  
AUDITOR-GENERAL**

**REPORT OF THE AUDITOR-GENERAL  
ON THE ACCOUNTS OF THE  
MINISTRY OF MINES AND ENERGY  
FOR THE FINANCIAL YEAR ENDED  
31 MARCH 2012**

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**1. INTRODUCTION**

**1.1 Report**

This report on the accounts of the Ministry of Mines and Energy for the financial year ended 31 March 2012 is presented to the National Assembly in accordance with Article 127(2) of the Constitution of the Republic of Namibia and Section 27(1) of the State Finance Act, 1991 (Act 31 of 1991), as amended.

**1.2 Powers and duties**

Section 25(1)(c) of the State Finance Act, 1991, provides that the Auditor-General should satisfy himself that:

- (a) all reasonable precautions have been taken to ensure that all monies due to the State are collected, and that the laws relating to the collection of such monies have been complied with;
- (b) all reasonable precautions have been taken to safeguard the receipt, custody and issue of and accounting for, the State's assets, such as stores, equipment, securities and movable goods; and
- (c) the expenditure has taken place under proper authority and is supported by adequate vouchers or other proof.

In addition, Section 26(1)(b)(iv) of the State Finance Act, 1991, empowers the Auditor-General to investigate and report on the economy, efficiency and effectiveness of the use of the State's resources.

**2. FINANCIAL STATEMENTS**

The appropriation accounts were submitted to the Auditor-General in terms of Section 13 of the State Finance Act, 1991.

The financial statements, notes to the financial statements and general information supplied by the Accounting Officer are attached as Annexure A.

**3. SCOPE OF THE AUDIT**

**3.1** The Accounting Officer of the Ministry in co-operation with the Permanent Secretary of the Ministry of Finance is responsible for the preparation of the financial statements and for ensuring the regularity of the financial transactions therein. It is the responsibility of the Auditor-General to form an independent opinion, based on the audit, on those statements and on the regularity of the financial transactions included in them and to report his opinion to the National Assembly. The audit included:

- (a) examination on a test basis of evidence relevant to the amounts, disclosure and regularity of the financial transactions included in the financial statements; and

- (b) evaluation of the overall adequacy of the presentation of information in the financial statements.

**3.2** The audit was planned and performed so as to obtain all the information and explanations considered necessary to provide sufficient evidence to give reasonable assurance that:

- (a) the financial statements are free from material misstatement, whether caused by error, fraud or other irregularity;
- (b) in all material respects, the expenditure and income have been applied to the purposes intended by the legislature; and
- (c) the financial transactions conform to the authorities that govern them.

#### **4. AUDIT OBSERVATIONS**

##### **4.1 MAIN ISSUES/FINDINGS IDENTIFIED BY THE AUDIT**

###### **4.1.1 Expenditure**

The total budget of the Ministry was underspend with an amount of N\$ 17 967 786.49 (8.17%). However, the under-mentioned unauthorised expenditure occurred during the financial year and is reported as such in terms of Section 27(6)(a) of the State Finance Act, 1991.

Although Treasury approval was obtained to utilise certain expected savings for defrayal of excess expenditure by means of virements during the year, three (3) sub-divisions were exceeded by an amount totalling N\$ 1 846 787.11. This excess expenditure is contrary to the stipulations of Section 6(a)(iii) of the Act.

It is recommended that the Accounting Officer should closely monitor and review the financial position of the Ministry on a continuous basis to enable better financial control, and take appropriate action timeously to avoid unauthorised expenditure in future.

###### **4.1.2 Virements**

Differences were noted between the virement authorised by Treasury also reported by the Accounting Officer and the virements processed in the Appropriation account:

<b>Main divisions</b>	<b>Virements processed</b>	<b>Authorised Virements</b>	<b>Difference</b>
	N\$	N\$	N\$
01	(98 614)	(137 000)	38 386
02	1 538 714	1 392 200	146 514
03	4 729 000	4 729 000	-
04	(300 000)	(264 000)	(36 000)
05	(5 969 100)	(5 970 200)	1 100
06	100 000	250 000	(150 000)

It is recommended that the Accounting Officer should see to it that the correct virement amounts from the Ministry of Finance is passed through to the Appropriation accounts and that the financial statements reflect these amounts.

#### 4.1.3 Subsistence and travelling allowances

According to the IFMS (DSA) Debit balance list, an amount of N\$ 314 143.20 was outstanding on advances at 31 March 2012. However, N\$ 53 292.85 of this amount was due after thirty (30) days of return by the staff members to their official duty station. The S&T Advance Suspense account indicates an amount of N\$ 305 205.37 which leaves an unexplained difference of N\$ 8 937.83.

It is recommended that the Accounting Officer should reconcile the suspense account and the IFMS debit balance list to ensure that correct information is submitted to the Auditor-General.

#### 4.1.4 Bank accounts – Ministry of Mines and Energy Petrol Card

A reconciliation statement between the bank statement and Cash-book was not provided for audit purpose. Also, a certificate in accordance with Treasury Instruction Chapter FB 0402 as indicated in the Auditor-General's Circular D12/2010 was not provided.

It is recommended that the reconciliation statements and all relevant documents be provided for audit purposes as required by the Auditor-General's Circular D12/2010.

#### 4.1.5 Deviation from normal tender procedures

During the financial year Tender Board exemption amounted to N\$ 28 908 914.62. The actual expenditure supporting information could not be verified because they were not provided by the Accounting Officer as requested by the Auditor-General's Circular D 12/2010. The approved exempted amounts are as follows:

<b>Exemption</b>	<b>Amount</b>
	N\$
E1/7-11/2011	20 234 000.00
E1/7-3/2011	4 062 798.68
E1/7-4/2011	450 000.00
E1/7-5/2011	295 496.02
E1/7-6/2011	80 803.79
E1/7-7/2011	15 400.00
E1/7-10/2011	1 438 445.90
E1/7-11/2011	259 170.23
E1/7-12/2011	400 000.00
E1/7-13/2011	1 672 800.00
<b>Total</b>	<b>28 908 914.62</b>

It is recommended that all supporting information regarding actual expenditure be forwarded to the Office of the Auditor-General for audit purpose.

#### 4.1.6 Suspense accounts

Twenty one (21) suspense accounts had outstanding balances at the end of the financial year of which nine (9) with debit balances and twelve (12) with credit balances.

The following suspense accounts had balances of more than N\$ 100 000.00 as at March 2012:

Description	Balance Debit/(Credit)
	N\$
RD Cheques	258 370.50
Norad – Energy Sector Corporation for 1998/99	(489 530.24)
S&T Advance Suspense Account	305 205.37
Rejection Account	(2 500 455.42)
Bills Payable	(8 523 336.89)
EFT	1 980 414.00
Salary interface Control Account	1 590 588.67
Mining Claims	(16 907 661.38)
Prospecting Rights	4 265 046.69

It is recommended once again that the Accounting Officer should take the necessary steps to reconcile all suspense accounts at all times in order to clear or reduce the balances of suspense accounts to a reasonable level by the end of each financial year and reconcile its records with the Ministry of Finance on a regular basis to avoid differences.

#### 5. ACKNOWLEDGEMENT

The co-operation and assistance by the management and staff of the Ministry of Mines and Energy during the audit is appreciated.

#### 6. EMPHASIS OF MATTER

Attention is drawn to the management on the following matters that relate to my responsibility in the audit of the financial statements:

- a) Paragraph 4.1.1 – Expenditure: Under spending of the total vote with 8.17% to the amount of N\$ 17 967 786.49.
- b) Paragraph 4.1.2 – Virements: Differences noted between virements authorized by Treasury and those processed to the Appropriation account.

#### 7. BASIS FOR QUALIFIED OPINION

The Ministry failed to carry out reconciliations on the following accounts:

- i) Subsistence and travelling allowances
- ii) Suspense accounts

These reconciliations are important in order to account for all transactions that need to be transferred to the relevant vote account or revenue account to ensure completeness thereof. Similar recommendations were made during previous financial years, however the situations remains unchanged.

**8. QUALIFIED AUDIT OPINION**

I certify that I have audited the financial statements of the Ministry of Mines and Energy for the year ended 31 March 2012 in accordance with the terms of Article 127(2) of the Namibian Constitution and Section 25(1) of the State Finance Act, Act 31 of 1991.

In my opinion, except for the possible effects of the matter described in the Basis for qualified opinion paragraph, the financial statements fairly represent the receipts and payments of Vote 15 for the year ended 31 March 2012, and in all material respects the receipts and payments have been applied for the purpose intended by the National Assembly and conform to the authorities which govern them.

**JUNIAS ETUNA KANDJEKE**  
**AUDITOR-GENERAL**

**OFFICE OF THE AUDITOR-GENERAL**  
**269 Independence Avenue**  
**Private Bag 13299**  
**WINDHOEK**  
**NAMIBIA**

## ANNEXURE A

## 1. FINANCIAL STATEMENTS

## 1.1 Appropriation account

Service	2011/2012		Variations		2010/2011	
	Authorized expenditure	Actual expenditure	Under expenditure/ (Excess)	Percentage	Actual expenditure	
	N\$	N\$	N\$	N\$	%	N\$
<b>01. Office of the minister</b>						
Original budget	4 009 000					
Plus: Virement	210 386	4 219 386	3 500 779.94	718 606.06	17.03	3 068 079.56
<b>02. Administration</b>						
Original budget	21 778 000					
Plus: Virement	2 387 714	24 165 714	22 842 130.93	1 323 583.07	5.48	19 265 941.02
<b>03. Mining</b>						
Original budget	19 332 000					
Plus: Virement	4 729 000	24 061 000	21 250 741.01	2 810 258.99	11.68	11 199 315.49
<b>04. Geological Survey</b>						
Original budget	36 316 000					
Plus: Virement	679 000	36 995 000	36 222 367.53	772 632.47	2.09	30 660 887.02
<b>05. Energy</b>						
Original budget	121 717 000					
Less: Virement	(5 407 836)	116 309 164	104 461 211.37	11 847 952.63	10.19	85 275 400.36
<b>06. Diamond Affairs</b>						
Original budget	13 847 000					
Plus: Virement	458 000	14 305 000	13 810 246.73	494 753.27	3.46	7 059 444.62
<b>TOTAL</b>		<b>220 055 264</b>	<b>202 087 477.51</b>	<b>17 967 786.49</b>	<b>8.17</b>	<b>156 529 068.07</b>



## ANNEXURE A (continued)

## 1.2 Standard subdivisions

	2011/2012			2010/2011
	Authorized expenditure	Actual expenditure	Under expenditure	Actual expenditure
	N\$	N\$	N\$	N\$
<b><u>Operational</u></b>				
<b>Current expenditure: Personnel</b>				
001. Remuneration	47 514 264	44 043 806.87	3 470 457.13	36 051 440.36
002. Employer's contribution to staff's pension fund	5 431 000	4 691 632.69	739 367.31	3 843 312.00
003. Other conditions of service	663 000	333 965.70	329 034.30	217 122.09
<b>Total</b>	<b>53 608 264</b>	<b>49 069 405.26</b>	<b>4 538 858.74</b>	<b>40 111 874.45</b>
<b>Current expenditure: Goods and other services</b>				
021. Travel and subsistence expenses	6 719 593	5 490 366.51	1 229 226.49	4 930 195.80
022. Materials and supplies	1 202 306	1 156 015.57	46 290.43	1 010 399.79
023. Transport	3 156 714	3 086 492.55	70 221.45	2 460 767.90
024. Utilities	4 727 000	4 474 226.18	252 773.82	3 816 192.93
025. Maintenance	1 494 341	1 465 622.57	28 718.43	1 962 941.30
027. Other services and expenses	3 005 394	2 742 291.69	263 102.31	2 629 949.50
<b>Total</b>	<b>20 305 348</b>	<b>18 415 015.07</b>	<b>1 890 332.93</b>	<b>16 810 447.22</b>
<b>Total Current expenditure</b>	<b>73 913 612</b>	<b>67 484 420.33</b>	<b>6 429 191.67</b>	<b>56 922 321.67</b>
<b>Subsidies and current transfers</b>				
041. Membership fees and subscriptions: International	5 902 151	5 805 576.94	96 574.06	120 779.02
045. Public and departmental enterprises and private industries	9 529 000	9 529 000.00	-	100 000.00
<b>Total</b>	<b>15 431 151</b>	<b>15 334 576.94</b>	<b>96 574.06</b>	<b>220 779.02</b>
<b>Capital expenditure: Acquisition of assets</b>				
101. Furniture and office equipment	1 004 700	1 068 036.67	(63 336.67)	423 963.67
102. Vehicles	5 395 801	4 496 726.70	899 074.30	319 738.57
<b>Total</b>	<b>6 400 501</b>	<b>5 564 763.37</b>	<b>835 737.63</b>	<b>743 702.24</b>
<b>Total: Operational Expenditure</b>	<b>95 745 264</b>	<b>88 383 760.64</b>	<b>7 361 503.36</b>	<b>57 886 802.93</b>
<b><u>Development:</u></b>				
<b>Capital expenditure: Goods and other services</b>				
022. Materials and supplies	4 770 000	4 640 240.10	129 759.90	10 378 939.49
027. Other services and expenses	12 920 000	14 524 507.67	(1 604 507.67)	9 998 320.33
<b>Total</b>	<b>17 690 000</b>	<b>19 164 747.77</b>	<b>(1 474 747.77)</b>	<b>20 377 259.82</b>
<b>Development Capital expenditure: Acquisition of assets</b>				
101. Furniture and office equipment	90 000	-	90 000.00	1 401 002.00
103. Operational equipment, machinery & plants	3 850 000	3 243 590.31	606 409.69	1 890 343.37
105. Feasibility studies, design & supervision	12 500 000	1 434 147.89	11 065 852.11	7 005 920.05
107. Construction, renovation & improvement	89 380 000	89 079 312.18	300 687.82	64 881 579.90
131. Government organizations	700 000	700 000.00	-	2 970 000.00
134. Abroad	100 000	81 918.72	18 081.28	116 160.00
<b>Total</b>	<b>106 620 000</b>	<b>94 538 969.10</b>	<b>12 081 030.90</b>	<b>78 265 005.32</b>
<b>Total: Development expenditure</b>	<b>124 310 000</b>	<b>113 703 716.87</b>	<b>10 606 283.13</b>	<b>98 642 265.14</b>
<b>GRAND TOTAL</b>	<b>220 055 264</b>	<b>202 087 477.51</b>	<b>17 967 786.49</b>	<b>156 529 068.07</b>

**ANNEXURE A (continued)****1.3 Departmental revenue**

Revenue for the year is as follows:

<b>Revenue heading</b>	<b>Estimate 2011/2012</b>	<b>Actual revenue 2011/2012</b>	<b>More/(Less) than estimated</b>	<b>Actual revenue 2010/2011</b>
	N\$	N\$	N\$	N\$
Geological services	400 000	325 242.26	(74 757.74)	228 501.84
Oil exploration fees-Rental fees	9 000 000	24 326 798.20	15 326 798.20	11 253 188.16
Miscellaneous	220 000	138 115.25	(81 884.75)	892 816.54
<b>TOTAL</b>	<b>9 620 000</b>	<b>24 790 155.71</b>	<b>15 170 155.71</b>	<b>12 374 506.54</b>

**1.4 Notes to the financial statements****1.4.1 Appropriation account: Explanations of variations exceeding 2% between authorised and actual expenditure.****(i) Underexpenditure****Main division 01- Office of the Minister (N\$ 718 606.06 - 17.03%)****Remuneration**

The Office of the Minister has under-spent on remuneration for the 2011/2012 financial year, due to the fact that a 2% salary adjustment was added to this sub-division during the financial year. The money added increased the budgeted amount but less was spent, therefore the underexpenditure occurred.

**GIPF**

An amount of N\$ 436 000 under this sub-division was budgeted to cater for Employees Contribution to GIPF, MPOOBPF and leave gratuity. Apart from GIPF and MPOOBPF where fewer amounts were spent, none of the projected expenditure occurred on leave gratuity, therefore an underexpenditure occurred.

**Subsistence and travel allowance**

An underexpenditure of N\$ 302 250.88 occurred as a result of the cancelled trips on a directive from His Excellency the President.

**Other services and expenses**

A total amount of N\$ 35 064.08 was not spent as some training did not take place as planned.

**Main division 02 – Administration (N\$ 1 323 583.07 - 5.48%)****Personnel expenditure**

The division under spent its budget with N\$ 651 570.08 which is 5.5% of the total on personnel expenditure as a result of an unfilled position of Deputy Director – Information Technology. Due to its technical nature the Ministry could not attract a suitable candidate although adverts were placed. This also translated into the underexpenditure on employees contribution to GIPF.

**Leave gratuity**

Expenditure under this subdivision is budgeted to cater for employees who go on retirement or resignation, however, only a few cases were recorded during the said period and this resulted in an underexpenditure of N\$ 86 091.47.

**ANNEXURE A (continued)****Travel and subsistence allowance**

An underexpenditure of N\$ 16 870.19 occurred as a result of trips that were only urgent and important that were undertaken.

**Utilities**

Underexpenditure of N\$ 235 636.63 is mainly as a result of water and electricity bills and inflations which the forecast was higher than the actual expenditure, and therefore the Ministry experienced as underexpenditure.

**DEVELOPMENT BUDGET/CAPITAL PROJECTS****Construction of a Ministerial Regional Office in Swakopmund**

Initial estimates for the feasibility study for the construction of the Regional Office in Swakopmund indicated an amount of N\$ 200 000.00, however when the Ministry received the invoice from the Architect through the Ministry of Works and Transport, it was only N\$ 80 000, thus resulting in the underexpenditure.

**Main Division 03 - Mining (N\$ 2 810 258.99 - 11.68%)****Personnel expenditure**

The Directorate of Mines has under spent its budget during the 2011/2012 financial year. The division under spent by N\$ 1 573 624.20 on personnel expenditure as a result of vacant positions that were budgeted for but could not be filled. The Chief Accountant within the Controlled Minerals and Minerals Development Division also resigned and the salary could not be spent although budgeted for in the 2011/2012 financial year. This also translated into the underexpenditure on employees contribution to GIPF.

**Subsistence and travel allowance**

An amount of N\$ 204 373.77 was unspent on the travel and subsistence expenses as a result of some trips that were not undertaken according to the annual travel plan because some exploration and mining sites were inaccessible due to heavy rains. Appreciation of the Namibia dollar against major trading currencies led to fluctuation in the exchange rates.

**Membership fees and subscription**

The Directorate under spent an amount of N\$ 37 206.86 that was budgeted for Membership fees and subscription. The metal price subscription was not paid for during the 2011/2012 financial year. This payment was processed by the Ministry of Mines and Energy and forwarded to Bank of Namibia (BON) through the Ministry of Finance in accordance with the normal procedure. Consequently, Bank of Namibia could not effect the transaction because the swift code was not provided by the company and this resulted in an under spending.

**Vehicles**

The Directorate ordered three (3) 4x4, single cabs through the Ministry of Works and Transport tender from Ongushu Trading CC. However, the suppliers did not provide the invoice on time to effect payment before 31 March 2012 resulting in funds being returned to Treasury. An amount of N\$ 890 508.10 was left unspent on vehicles.

**Main Division 04 - Geological survey (N\$ 772 632.47 - 2.09%)**

The majority of the Geological Survey's underexpenditure is related to personnel expenses. The biggest portion of underspending was mainly due to the staff turn-over and were not able to fill the positions due to the complex Government recruitment system.

In addition, unfilled positions led to underexpenditure on Travel and subsistence, Transport, Utilities, Maintenance expenses and other expenses.

**ANNEXURE A (continued)****Main Division 05 - Energy (N\$ 11 847 952.63 - 10.19%)**

The Directorate of Energy has underspent on its budget for the financial year 2011/2012.

**Remuneration**

The reason for under-spending on this subdivision is associated with the following vacant positions that were not filled during the period under-review:

- Chief Clerk;
- Principle Energy Researcher;
- Electrical Engineer; and
- Chief Energy Economist.

Some of these positions were only filled in the last quarter of 2011/2012 financial year. Due to the technical nature of the directorate, and the comparatively low salaries by Government, it has always been difficult to attract, recruit and retain suitable technical staff to fill the positions, despite numerous advertisements. Most affected is the area above the entry levels.

**GIPF**

Since the above mentioned positions were vacant, there were no contributions paid to the GIPF and this also resulted in an underexpenditure during 2011/2012 financial year.

**Subsistence and travel**

The underexpenditure under this subdivision was attributed to the high staff turn-over experienced in the Downstream Division and Renewable Energy Division during the period underreview. Due to the shortage of staff in that division, the directorate could not undertake some of its local and foreign trips effectively and efficiently. The fact that most of the budgeted positions were not filled to complete the activities and use the funds under this subdivision has resulted in the underexpenditure.

**Materials and supplies**

The Directorate did not purchase office equipment during the financial year 2011/2012 which resulted in the underexpenditure. Due to the fact that the budgeted vacant positions could not be filled on time made the Directorate not to purchase the office equipment.

**Other services and expenses**

Due to vacant positions the directorate could not utilise all the funds budgeted for training. Thus, this has resulted in the under spending in this sub-division.

**DEVELOPMENT/CAPITAL PROJECTS****Rural electrification**

The underexpenditure on the Rural Electrification project has occurred as a result of the consultants and contractors who were awarded the rural electrification tenders for Kavango and Ohangwena regions. They were unable to complete the projects on time because of limited experience and resources.

**Promotion of renewable energy and energy efficiency**

Some promotional materials for the energy shops established were to be procured through tender but the bids received were more than the budgeted amount. The time was too short to re-advertise and the tender was cancelled and this also resulted in the underexpenditure in this subdivision.

## ANNEXURE A (continued)

**Main Division 06 - Diamond Affairs (N\$ 494 753.27 - 3.46%)**

A 3.88% of the underexpenditure of N\$ 247 231.00 stems from unfilled vacancies in the directorate. This has arisen from a death, resignation and position of Deputy Director that could not be filled because the vetting process took too long. Most of those positions have now been filled except for one Deputy Director that has been advertised.

In addition, unfilled positions led to the underexpenditure on Travel and subsistence allowance.

**1.4.2 Departmental revenue: Explanations of deviations exceeding N\$ 100 000.00****(i) Under-estimated****Oil exploration rental fees**

The price of certain minerals dropped effectively affecting the amounts to be collected for the estimated volumes. Additionally, there were a number of work stoppages. Other operations also cut down and instead have been preparing future mining sites in anticipation of price increases.

**2. GENERAL INFORMATION****2.1 Fund Accounts**

The Ministry operated the following fund accounts:

<b>Account Name</b>	<b>Bank</b>	<b>Balance as 31/03/2012</b>
Mineral Development Fund of Namibia	First National Bank	3 300 178.50 CR
		1 713.36 CR
		156.92 CR
Diamond Valuation Funds	First National Bank	696 811.36 CR
Diamond Board of Namibia	Bank Windhoek	3 645 528.28 CR
Geological Survey Infrasound	Standard Bank	221 295.39 CR
OGEMP Solar Revolving Fund	First National Bank	3 564 677.43 CR
		370 133.89 CR
		4 073 383.99 CR
National Energy Fund	Bank Windhoek	186 394 975.40 CR
		86 640 498.19 CR
UNDP/GEP Renewable Energy Programme Project no. 00013960	NedBank	Project ended, account closed
Rural Electrification 2012	Bank Windhoek	43 196 000.00 CR

**ANNEXURE A (continued)****2.2 Bank accounts**

The Ministry operated the following bank account:

<b>Account Name</b>	<b>Bank</b>	<b>Balance at 31/03/2012</b>
Stannic Fleet Management	Standard Bank Namibia	N\$ 14 437.62 CR

**2.3 Bursary and Study Assistance**

The Ministry assisted nine (9) students with study assistance with a total amount of N\$ 70 776.00 at 31 March 2012.

**2.4 HIV/AIDS**

Expenditure in respect of HIV/AIDS awareness amounted to N\$ 91 500.00 during the financial year under review.

## 2.5 Development/Capital projects

The following are the estimates and actual expenditures on development projects:

Nature of project	Approved total budget	Total expenditure at 01/04/2011	Approved appropriation 2011/2012	Actual expenditure 2011/2012	Total expenditure at 31/03/2012	Expected year of completion
Renovations of the MME headquarters	N\$ 8 288 000	N\$ 3 186 301.85	N\$ 900 000	N\$ 847 973.33	N\$ 4 034 275.18	01 Mar 2013
Construction of ministerial regional office-Swakopmund	7 000 000	-	200 000	97 030.34	97 030.34	01 Mar 2014
Small scale mining	94 922 000	9 581 693.05	1 000 000	928 864.76	10 510 557.81	31 Mar 2012
High resolution airborne geophysics	192 000 000	54 308 408.78	2 000 000	1 968 420.12	56 276 828.90	31 Mar 2015
Geological sample storage and database	14 317 000	5 073 692.17	1 200 000	1 171 915.52	6 245 607.69	31 Nov 2008
Seismological network	12 000 000	7 982 539.69	800 000	672 389.81	8 654 929.50	31 Mar 2015
Regional geochemical sampling survey	62 856 000	2 664 193.20	1 500 000	1 191 736.56	3 855 929.76	31 Mar 2020
Airborne electromagnetic survey	25 000 000	12 527 604.74	6 000 000	6 946 788.25	19 474 392.99	31 Mar 2015
Geo-laboratories upgrading and staff training	18 285 000	7 110 442.54	1 000 000	549 347.02	7 659 789.56	31 Mar 2015
Remote sensing and database	14 500 000	2 828 092.89	3 000 000	3 830 557.79	6 658 650.68	30 Mar 2015
Gravity survey	7 500 000	-	1 000 000	1 000 000.00	1 000 000.00	31 Mar 2015
Ground geophysical equipment	4 000 000	2 122 055.90	1 200 000	1 142 873.92	3 264 929.82	31 Mar 2015
Off-grid electrification and REEE revolving fund	125 208 000	22 179 728.05	2 000 000	2 000 000.00	24 179 728.05	31 Mar 2029
Rural electrification	653 440 000	174 405 756.51	100 000 000	88 933 848.30	263 339 604.81	31 Mar 2015
Hydropower development	51 316 000	11 204 387.56	-	-	11 204 387.56	30 Mar 2011
Promotion of renewable energy efficiency	8 255 000	1 261 109.22	320 000	255 647.15	1 516 756.37	31 Mar 2012
Renewable energy and energy efficiency institute	13 790 000	6 170 000.00	1 200 000	1 200 000.00	7 370 000.00	31 Mar 2012
Environmental monitoring of active and abandoned mines	1 440 000	-	570 000	547 374.00	547 374.00	01 Apr 2011
Operation GSN Environmental and mechanics Lab	2 800 000	412 892.84	420 000	418 950.00	831 842.84	01 Apr 2012
<b>Total</b>	<b>1 316 917 000</b>	<b>323 018 898.99</b>	<b>124 310 000</b>	<b>113 703 716.87</b>	<b>436 722 615.86</b>	

WINDHOEK, 2012-10-16

K KAHUURE  
ACCOUNTING OFFICER