

# Ministry of Agriculture, Livestock, Forests, Fisheries and Biosecurity (MALFFB)

Quarter 1, 2019

## Background

The Ministry of Agriculture, Livestock, Forests, Fisheries and Biosecurity (MALFFB) is budgeted to collect **VT 602.3 million** in form of fees and charges in 2019. This is **2.3%** of total budgeted Government revenue.

The Ministry of Agriculture, Quarantine, Livestock, Forestry and Fisheries' primary role is to ensure that the nation's agriculture, livestock, forestry and aquatic resources are sustainable and managed efficiently and that these resources make a significant contribution to economic growth and the well-being of the people of Vanuatu. The key activities of the Ministry are as follows:

- To secure self-sufficiency through sustainable agricultural, forestry and fisheries production systems;
- To develop commercial products for local and export markets;
- To protect Vanuatu from exotic animal and plant pests and enforce quality standard requirements;
- To conserve, develop and manage the biodiversity and genetic resources of Vanuatu
- To provide effective and efficient services to clients.

Percentage share of MALFFB revenue collected by each Department is:

1. Department of Fisheries – **71.3%**
2. Vanuatu Quarantine and Inspection Services – **26.4%**
3. Department of Livestock – **0.5%**
4. Department of Forestry – **1.4%**
5. Department of Agriculture – **0.5%**

This report provides an update on the revenue performance of different departments of MALFFB in first quarter of 2019.

## Brief Summary – Q1 Target Budget vs. Actuals

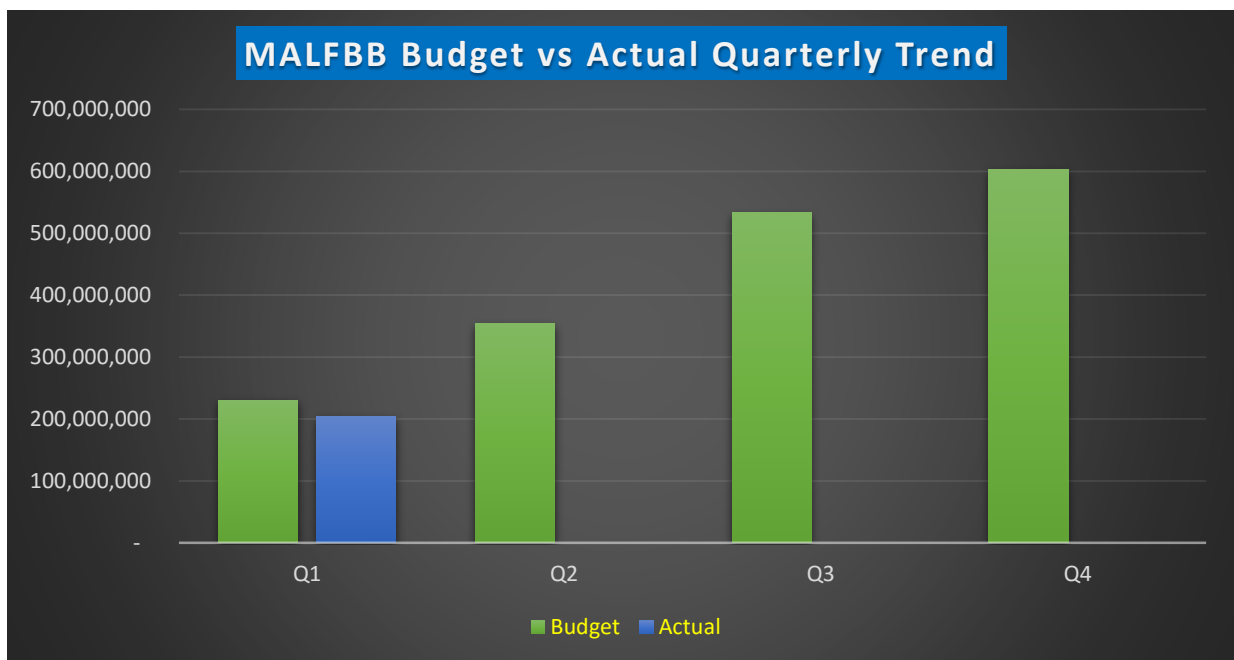
Departments	Annual Budget Revenue	Q1 Budget	Q1 Actuals	Variance
Department of Agriculture	2,004,800	293,590	188,130	-105,460
Department of Fisheries	429,575,500	188,898,023	164,969,536	-23,928,487
Department of Biosecurity	159,164,500	38,323,125	37,321,515	-1,001,610
Department of Livestock	2,819,500	829,613	949,721	120,108
Department of Forestry	8,698,900	2,175,075	763,242	-1,411,833
<b>Total</b>	<b>602,263,200</b>	<b>230,519,425</b>	<b>204,192,144</b>	<b>-26,327,281</b>

## Q1 Revenue Update -

At the end of Quarter 1 of 2019, revenue collected by MALFFB is VT 204.2 million which is 33.9 per cent of annual revenue budget. Quarterly budgeted collections were forecasted at VT 230.5 million which is 38.3 per cent of annual revenue budget of MALFFB. Actual collections is less than the budgeted target by 11.4 per cent.

Chart 1 shows cumulative revenue budgeted for MALFFB for each progressive quarter against the actual revenue collected.

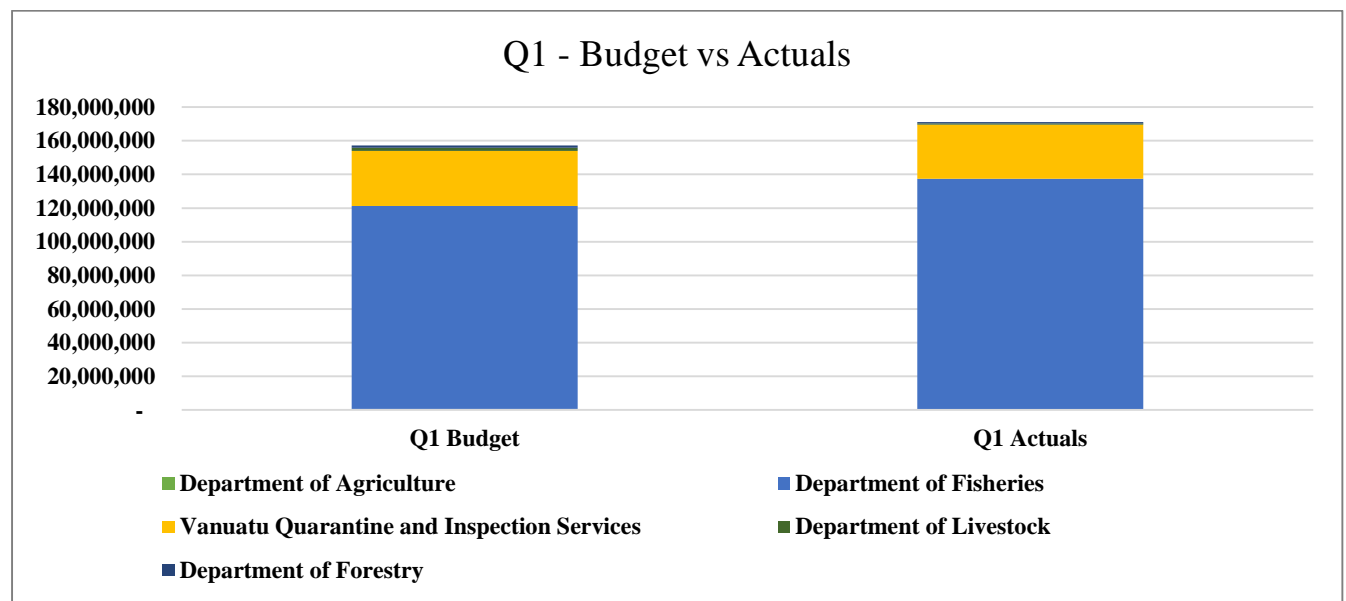
**Chart 1: MALFFB Quarterly Budget Revenue Vs Actuals**



On the Departmental front, Department of Fisheries exceeded its revenue target by 13.6 per cent due to healthy revenue collections from fishing licenses and registration. Other departments lagged behind their revenue target. However the shortfall is within acceptable limits and it is reasonable to expect revenue targets will be met for MALFFB in 2019.

Chart 2 shows comparative collections between budget and actual revenue with their departmental components.

**Chart 2 – Quarterly Budget vs. Actuals of Departments in MALFFB**



## Conclusion

Overall, revenue collected by Ministry of Agriculture, Quarantine, Livestock, Forestry and Fisheries is below the quarter 1 budget target. It is reasonable that the short fall will pick up in the remaining quarters of 2019. Therefore it is expected annual revenue forecasts will be met by MALFFB in 2019.

### Annex 1 - Revenue performance of each Department by revenue items

Department	2019 Budget	Q1 Budget	Q1 Actuals	Variance
<b>Department of Agriculture</b>	2,004,800	293,590	188,130	(105,460)
Products Sales	550,000	68,968	-	(68,968)
Other Asset Disposals	668,900	73,845	-	(73,845)
Application Charges Recoveries	55,900	15,223	-	(15,223)
Equipment Hire Recoveries	730,000	135,554	184,130	48,576
Levies Recoveries			4,000	4,000
<b>Department of Fisheries</b>	429,575,500	188,898,023	164,969,536	(23,928,487)
Products Sales	-	-	4,808	4,808
Other Fees	-	-	60,870	60,870
Repairs Fees	726,800	210,638	1,086,957	876,319
Permits Recoveries	850,000	190,967	7,873	(183,094)
<b>Fishing Licences &amp; Registration</b>				
	427,998,700	188,496,418	163,809,028	(24,687,390)
<b>Vanuatu Quarantine and Inspection Services</b>				
	159,164,500	38,323,125	37,321,515	(1,001,610)
Other Fees	33,642,400	8,869,815	7,430,496	(1,439,319)
Other Fines	2,234,200	522,811	1,054,500	531,689
Inspections Recoveries	-	-	6,000	6,000
Levies Recoveries	105,013,100	24,824,752	25,328,605	503,853
Permits Recoveries	18,274,800	4,105,747	3,501,914	(603,833)
<b>Department of Livestock</b>	2,819,500	829,613	949,721	120,108
Other Fees	385,300	101,584	-	(101,584)
Equipment Hire Recoveries	23,500	4,364	-	(4,364)
Levies Recoveries	603,300	142,618	208,850	66,232
Other Recoveries	1,807,400	581,047	740,871	159,824
<b>Department of Forestry</b>	8,698,900	2,175,075	763,242	(1,411,833)
Miscellaneous Charges	273,500	48,779	5,000	(43,779)
Other Sales	66,300	33,024	12,243	(20,781)
Permits Recoveries	239,700	53,853	59,550	5,697
Timber Licences	8,119,400	2,039,419	686,449	(1,352,970)
<b>Department of Industry</b>	-	-	9,750	9,750
Industrial Permit & Registration Fees	-	-	9,750	9,750
<b>TOTAL</b>	<b>602,263,200</b>	<b>230,519,425</b>	<b>204,192,144</b>	<b>(26,327,281)</b>