FEDERAL GOVERNMENT OF SOMALIA

Mid-Year Budget Performance Report Fiscal Year 2026 (Draft)

Prepared by the Budget Directorate

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1. Summary Highlights

- GDP growth for 2026 has been downgraded from the initial estimate of 3.3% at the time of formulating the budget to 2.8%, as per recent World Bank estimates. Reasons: continued aid reductions, climate variability, global price shocks due to the conflict in the Middle East, and limited productive capacity.
- Government mobilized a total of $407.6 million in revenue and grants at mid-year point, which was only 30.0% of the annual budget target (20 percentage points below the 50% mid-year pro-rata benchmark). This was driven mainly by weak donor grant inflows, which stood at just 23.5% of the annual target. Domestic revenue performed better than grants at 42%, but still lagged behind the 50% mid-year benchmark. All domestic revenue broad categories fell short of the 50% mid-year benchmark.
- On the expenditure side, a total of $444.6 million was spent at half-year, reaching only 32.1% of the annual budget, largely because of shortages in revenue. The half-year spending was 17.3% higher than the total half year spending in 2025.
- Donor projects absorbed $149.2 million at half-year, which was 21.2% of the annual budget of $704.3 million. The MOF plans to conduct monthly meetings with ALL project coordinators starting August 2026 to improve absorption of project grant funds.
- Full year fiscal projections suggest revenue and grants will only reach about 80% of the original budget. Hence there may be need to request Parliament for a downward adjustment of the annual budget numbers.
- Recurrent spending was $421.9 million at half-year (36% of the annual budget), whereas capital spending was just $22.7 million (10.6% of the annual budget). Recurrent spending accounted for 95% of total spending at half-year, whereas capital spending, which is expected to lead in generating economic growth, accounted for 5% of total half-year spending.
- There was a fiscal balance of minus $37 million at end of June (-0.3% of GDP).
- Feedback from the 29 MDAs that started implementing program-based budgeting (PBB) since January 2026 indicate programs are helping MDAs to focus on achieving results, which wasn't the case before. Half-year expenditure for the 126 programs (for the 29 MDAs) was $230.9 million which represented of 26.1% of the annual budget, and accounted for 51.9% of total FGS half-year expenditure.
- Performance of revenue for all FMSs at half-year 2026 were all below the 50% prorata expectation. Reasons for this lower-than-expected performance are still being analyzed, among which overestimation of fiscal aggregates likely to emerge as the most probable factor.

2. Review of Macroeconomic Assumptions

The FGS currently uses the elasticity approach with respect to GDP at current market prices to forecast major components of revenues and expenditures. Thus, GDP growth is one of the most important macroeconomic assumptions used and monitored in the preparation and execution of the national budget. The other key assumptions include inflation, growth in imports, exports, and remittances. A review of these assumptions is provided below.

2.1. GDP

Economic growth for fiscal year 2026 was estimated at 3.3% at the time of formulating the 2026 budget. However, recent estimates by the World Bank (2026)[1] indicate economic growth is projected at 2.8% in 2026 and to pick up to 3.1% in 2027. A contraction in growth means a contraction in the tax base. As such, the projected slowdown in growth is expected to lead to lower-than-expected tax revenues at the end of fiscal year 2026, which will also mean lower-than-expected delivery of public services. The slowdown in growth is attributed to continued aid reductions, climate variability, global price shocks due to the conflict in the Middle East, and limited productive capacity. These causes are briefly explained here below.

Continued aid reductions—According to the IMF[2], in 2025, bilateral aid to Sub Sahara Africa fell sharply, with early estimates pointing to cuts of about 26% in a single year (2025). Multilateral support is also under pressure, with major institutions projecting sizeable budget reductions, as donors reset priorities in a shifting geopolitical environment. In the case of Somalia, preliminary projections indicate only about 60% of the on-budget aid for fiscal year 2026 will be realized.

Climate variability—Weather forecasts[3] for the 2026 Gu season indicate above-average rainfall, which will increase the risk of flash floods, particularly in the Juba–Shabelle river basins. Forecasts also indicate higher temperatures which may increase evapotranspiration, water demand, and heat stress, potentially reducing the effectiveness of rainfall for crop and pasture recovery, thereby disrupting agriculture and pastoral systems on which over 70% of the population depends.

Global price shocks—These are largely due to the conflict in the Middle East and have played a large part in not only increasing inflation in 2026, but also influencing donor decisions on volume of aid disbursed to aid recipient countries including Somalia. According to UN-WIDER[4], Official Development Assistance (ODA) is subject to a pro-cyclical trend. That is, it falls when the donors encounter an economic recession.

Limited productive capacity— Because of the above-mentioned constraints to growth, planned investments have not been implemented as planned, which has further constrained the country's productive capacity in agriculture, manufacturing and services. This has led to limited gross capital formation, thereby contributing to a slowdown in growth. Businesses have also struggled gaining access to sufficient capital to invest in production facilities and expand operations. In addition, improvements to reduce infrastructure deficiencies in the energy and road sectors have also been slow, which has continued keeping costs of production and distribution high, which has meant continued reliance on imports.

2.2. Inflation

Inflation had been estimated at below 5% at the time of formulating the budget, however recent estimates indicate inflation is projected to rise to 8% in 2026 from 3.7% in 2025, as shown by

[1] Somalia Economic #11 EDIT.indd

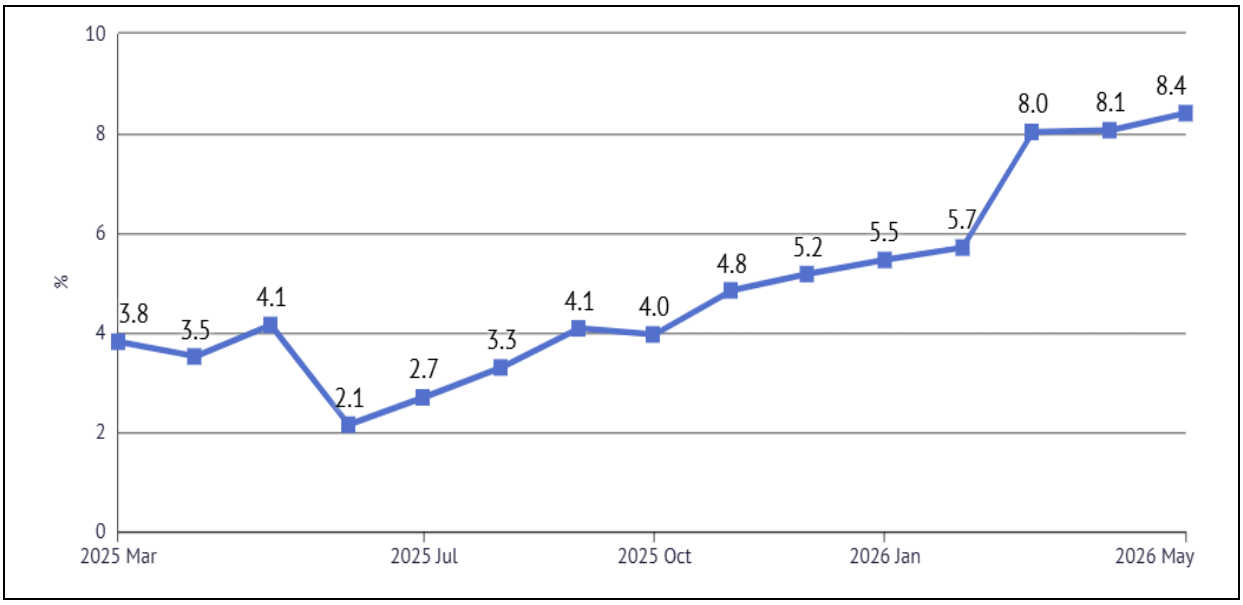
[2] https://www.imf.org/en/news/articles/2026/06/22/aid-is-falling-fast-what-can-african-countries-do

[3] https://moecc.gov.so/somalia-releases-gu-2026-seasonal-climate-outlook-highlighting-increased-rainfall-and-flood-risks/#

[4] https://www.wider.unu.edu/publication/how-aid-supplies-donor-countries-respond-economic-crisis

Figure 1. This implies there may be need to adjust budgets for some MDAs e.g., rations for security personnel since these are inflation-sensitive, budgets for fuel and lubricants, etc.

Figure 1: Inflation in Somalia March 2025 – May 2026



Source: https://somalia.opendataforafrica.org/ednxwbe/consumer-price-index

2.3. Imports and Exports

Table 1 projects a 4.0% growth in imports in 2026, which is a 0.1 percentage point below the growth in 2025. On the other hand, exports are projected to increase by 2.3% in 2026 compared to a -1.2% decrease in 2025. The growth rates in these assumptions appear in line with the projections adopted at the time of formulating the budget for 2026, although the 0.1% year on year increase in customs revenue at the end of June 2026 (see **Table 1**) appear out of line with the projected growth rates in imports.

Table 1: Macro outlook indicators (annual % change unless indicated otherwise)

Priority	2023	2024	2025e	2026 f	2027 f	2028 f
Real GDP growth, at constant market prices	4.2	4.1	3.0	2.8	3.1	3.5
Private consumption	5.6	8.8	3.1	2.7	3.3	3.8
Government consumption	2.1	16.1	11.0	1.9	3.9	6.0
Gross fixed capital investment	14.5	21.1	8.7	7.8	8.3	9.3
Exports, goods and services	41.8	42.3	-1.2	2.3	3.4	4.7
Imports, goods and services	18.8	28.5	4.1	4.0	5.2	6.3
Inflation (consumer price index)[1]	6.2	3.3	3.7	6.0	4.3	4.0
Current account balance (% of GDP)	-9.8	-9.3	-9.6	-9.9	-9.9	-10.0
Fiscal balance (% of GDP)	0.3	0.1	-0.4	-0.6	-0.8	-1.2
Revenues (% of GDP)	6.7	7.6	7.1	6.8	6.2	5.8
Debt (% of GDP)	10.2	9.3	8.9	8.6	8.2	9.1
Primary balance (% of GDP)	0.3	0.1	-0.3	-0.5	-0.7	-1.1
National poverty line[2]	52.8	49.8	49.5	49.6	49.2	48.8
GHG emissions growth (mtCO2e)	-0.1	0.0	0.1	0.1	0.1	0.1

Source: Somalia World Bank Economic Update, May 2026

3. Revenue performance

The FGS collected $407.6 million in revenue and grants in the first half of fiscal year 2026. Although this collection was 24.7% higher than the revenue collection at halfway point in the previous year 2025, the collection represented 30% of the annual target of $1.36 billion, which was far below the expected 50% prorata performance level for the mid-year point. The lower-than-expected performance at half-year point was largely due to underperformance in donor grants, which fetched only 23.5% of their annual target. On the other hand, domestic revenue performed relatively better, achieving 42% of its annual target by mid-year, albeit it fell below the 50% prorata expectation by 8 percentage points (which translates to a half-year shortfall of $38.5m in respect to domestic revenue). All domestic revenue categories fell short of the 50% mid-year benchmark (see **Table 2**). The performance of each of the broad revenue categories is presented below.

Table 2: Revenue Performance as at end June 2026

Fiscal Variable	2023 Actual	2024 Actual	2025 Actual	2026					
				Annual budget	Jan-Jun actual	Jan-Jun Pfce% (ref: 50%)	Year to Year%	%share to total (Jan-Jun)	%share to total (budget)
Revenue and Grants	**738.0**	**912.7**	**920.9**	**1,357.8**	**407.6**	**30.0%**	**24.7%**	**100%**	**100%**
Domestic revenue	**329.5**	**369.4**	**405.4**	**479.0**	**201.0**	**42.0%**	**12.0%**	**49.3%**	**35.3%**
Income taxes	24.38	36.17	44.79	53.26	25.23	47.4%	2.0%	*12.6%*	*11.1%*
Tax on [local] goods & services	38.61	51.42	67.25	77.00	34.15	44.3%	28.9%	*17.0%*	*16.1%*
Taxes on international trade	154.1	168.9	158.4	182.4	74.8	41.0%	0.1%	*37.2%*	*38.1%*
Other taxes	7.6	10.3	10.2	14.4	5.5	38.0%	29.5%	*2.7%*	*3.0%*
Non-tax revenue	104.9	102.6	124.7	151.9	61.3	40.4%	24.4%	*30.5%*	*31.7%*
Grants	**408.5**	**543.4**	**515.5**	**878.8**	**206.7**	**23.5%**	**40.2%**	**50.7%**	**64.7%**
Bilateral	0.8	29.7	18.6	27.0	7.0	25.9%	-46.4%	*3.4%*	*3.1%*
Multilateral	407.7	513.7	496.9	851.8	199.7	23.4%	48.6%	*96.6%*	*96.9%*

Source: Federal Ministry of Finance

3.1.Income tax

A total of $25.2 million was collected from income taxes in the first half of the fy2026. This represented 47.4% of the annual target, which meant the performance fell short of the 50% prorata expectation by 2.6 percentage points (or a half-year shortfall of $1.4m). This performance was also 2% higher than the collection from income tax in the same period last year. This growth was largely attributed to the continued identification and registration of new taxpayers for income tax, and targeted tax audits. In terms of revenue composition, income taxes accounted for 12.6% of total domestic revenue at half-year point (as opposed to the planned share of 11.1% at the time of formulating the budget). The annual target for this tax category is expected to be achieved by the end of the fiscal year.

3.2.Taxes on local goods and services

A total of $34.2 million was realized from taxes on goods and services at half year point, which represented 44.3% of the annual budget (5.7 percentage points below the 50% pro rata expectation, translating to a half-year shortall of $4.4m). In terms of year-on-year growth, taxes from this source exhibited a 28.9% growth in comparison to the collections in the same period last year. The observed high year-on-year growth in revenue from this source was driven by collections from urban road users' taxes (Trimestral), notary taxes and signature bonus which each exceeded the 50% prorata half-year expectation at 62%, 70.2% and 189.6% of the annual target at half-year, respectively. On the other hand, the rest oof the tax sources for sales tax performed below the 50% prorata expectation—sales tax on hotels at just 15.5% at half year, telecoms 23.3%, electricity 15.1%, airline tickets 36.6%, other local sales 35.3%, and sales tax

on imported goods 41.3%. The annual targets for these underperforming items may need to be adjusted downwards should there be a chance to revise the fy2026 budget, all other factors remaining constant.

3.3.Taxes on international trade

Customs revenues amounted $74.8 million at half year, representing 41% of the annual budget, thus it was 9 percentage points below the 50% pro rata expectation for half-year. The 9 percentage points translate to a half-year shortfall of $16.4m, for customs alone). In terms of year-on-year growth, the half year collection was almost equal to what was collected in the same period last year, having registered only a 0.1% year-on-year growth. The 0.1% growth, when compared to the projected GDP growth of 2.8% for 2026, implies Customs revenues are so far growing regressively, especially given that there was at least an increase of 1.4% in trade volumes at Hama Port (which handles majority of imports into Mogadishu) between half-years for 2025 and 2026 (see **Table 4**).

Data on ship arrivals at Mogadishu also show a 5.3% increase in the number of incoming ships from a total of 114 ships in Jan-Jun 2025 to 120 ships in the half year of 2026 (see **Table 3**). Given that the levying of import duties is still administered using specific rates, the observed 1.4% increase in volume of imports at half-year should have been expected to translate in higher customs revenue in comparison to half-year collections in 2025, unless a significant portion of imports was exempted from paying customs revenue. This notwithstanding, while more analysis continues to be done to establish the underlying cause for the observed insignificant growth in customs revenues at half-year point, **the annual target for customs revenues is a strong candidate for downward revision if the 2026 budget is to be revised**, and if the customs revenue effort remains unchanged from that of the first half of 2026.

Table 3: Ships Arrivals at Mogadishu, 2024-2026 (Jan-Jun)

Month	2024	2025	2026
Jan	18	20	25
Feb	18	16	17
Mar	23	21	18
Apr	18	18	28
May	16	20	16
Jun	22	19	16
Half-year total	**115**	**114**	**120**
%change		**-0.9%**	**5.3%**

Source: IMF Port Watch

Table 4: Volume of Imports at Hama Port, 2024-2026 (Jan-Jun), in Metric Tons

Month	2024	2025	2026
Jan	147,779	148,160	211,740
Feb	135,088	150,940	156,114
Mar	187,183	189,890	138,362
Apr	91,309	105,558	220,792
May	146,052	179,893	113,104
Jun	179,770	148,158	95,496
Half-year total	**887,181**	**922,599**	**935,608**
%change		**4.0%**	**1.4%**

Source: IMF Port Watch

3.4.Non-tax revenue (NTRs)

A total of $61.3 million was realized from non-tax revenue sources in the first half of 2026, which was 40.4% of the annual target (below the 50% pro rata expectation for the first half of the year by 9.6 percentage points or a shortfall of $14.6m). In terms of revenue growth on a year-to-year basis, NTRs registered a positive growth of 24.4% in comparison to the NTR collections in the first half of 2025. Performance details for each NTR source are found in Annex 1. NTRs come from 35 different sources, although 95.6% of NTR in the first half of the year came from 15 sources (see **Table 5**).

Of the 15 top NTR sources, seven sources performed above the 50% prorata expectation for the half year. These include claims for insurance 152.5%, passenger fees 115.7%, telecom spectrum fees 50.6%, service charges 71.8%, airport fees 53%, penalties 70.7%, and clearance letter fees 61.4%. This notwithstanding, the good performance from the 7 sources could not compensate for the half-year shortfalls for the four top NTR sources (harbour fees, overflight fees, visa fees and passport fees), as can be seen in **Table 5** below. The middle east war is partly responsible for the under-performance in harbour fees and overflight fees, yet these two sources contribute almost half (46.3%) of the revenue from NTRs. In the case of passport fees, the under-performance is attributed to delays in concluding the contract offer for vendor hired to print passports. The under-performance in the rest of NTR sources is attributed to reduction in economic activities due to the middle east war, and delay in finalizing the planned introduction of the NTR portal.

With a half-year shortfall of $14.6 million, **NTR also qualifies as a strong candidate for the downward revision of the annual budget target**, unless new policy and administrative measures are proposed and implemented in the second half of 2026 to close the shortfall, which is highly unlikely given 2026 and early 2027 are an elections period.

Table 5: Top 15 NTR Sources Jan-Jun 2026

Rank	Top 15 NTR Sources	Annual Budget	Outturn Jan-Jun	Outturn as % of annual budget	Yr to Yr Growth%	%share to total (outturn)	Cumulative %share
1	Harbour Fees - Albayrak	40.87	18.15	**44.4%**	36.8%	29.6%	29.6%
2	Overflight Fees (Iata)	30.69	10.24	**33.4%**	0.3%	16.7%	46.3%
3	Visa Fees	8.94	4.35	**48.7%**	14.1%	7.1%	53.4%
4	Passport Fees	9.83	4.12	**41.9%**	-4.7%	6.7%	60.1%
5	Claims for Nonlife insurances & Schemes	2.26	3.44	**152.5%**		5.6%	65.7%
6	Passenger Fee	2.88	3.33	**115.7%**	158.3%	5.4%	71.2%
7	Customs Harbour Fees	6.75	3.22	**47.8%**	2.1%	5.3%	76.4%
8	Telecommunication Spectrum Fees	5.87	2.97	**50.6%**	-15.8%	4.8%	81.3%
9	Service Charges Fees	3.56	2.55	**71.8%**	96.0%	4.2%	85.4%
10	Airport Fees	4.02	2.13	**53.0%**	37.2%	3.5%	88.9%
11	Work Permit Taxes	2.76	1.20	**43.5%**	4.3%	2.0%	90.8%
12	Number Plate Registration Fees	2.79	0.83	**29.8%**	-29.2%	1.4%	92.2%
13	Gifts of A Capital Nature	-	0.80			1.3%	93.5%
14	Penalties	1.09	0.77	**70.7%**	56.8%	1.3%	94.8%
15	Clearances Letter Fees	0.97	0.60	**61.4%**	27.9%	1.0%	95.7%
	Total top 15 NTR sources	**123.26**	**58.70**	**47.6%**	**28.4%**	**95.7%**	**95.7%**
	Total NTR	**151.87**	**61.32**	**40.4%**	**24.4%**	**100%**	**100%**

Source: SFMIS and MOF staff calculations

3.5.Other taxes

Other taxes yielded a total of $5.5 million at half-year, representing 38% of the annual budget, which was 12 percentage points below the 50% prorata expectation, or a half-year shortfall of $1.73 million. In terms of revenue growth, the $5.5m collection was 3% higher than the collection from other taxes in the same period last year. Other taxes are comprised by four revenue sources. Stamp duty (customs) performed at 29.9% (which was lower than the 50% pro rata), road worthiness (galawito) performed at 11.5%, stamp duty on invoices and contracts at 64.9%, and there was no collection from stamp duty on food items in the entire first half of the year. Other taxes contributed 1.3% of total revenues and grants for the first six months of the year. Key reasons for the observed weak performance for these revenue sources in the first half of the year include the delayed enforcement in collection of stamp duties on food items, and a dip in economic activities (GDP growth for 2026 projected at 2.8% instead of the assumed growth of 3.2% at the time of formulating the budget). **This revenue source is also candidate for downward revision of the target**, as there appears to be no prospects of covering the $1.7m half-year shortfall in the second half of the year.

3.6.Donor grants

A total of $206.7 million was received in donor grants in the first half of 2026, which was 23.5% of the annual budget, and 40.2% higher than the grants received in the same period last year. Grants from bilateral sources were $7 million, representing 25.9% of the expected total grants in 2026, but were 46.7% lower than the bilateral grants received in the first half of 2025. The $7m bilateral grants came from Turkey ($5m) and Burkina Faso ($1.99m). Grants from multilateral sources (project grants) totaled $199.7 million at half-year, which was 23.4% of the budgeted grants for the whole year, and 48.6% higher than the multilateral grants received in the first half of 2025. The total grants received at half year accounted for 50.7% of total revenue and grants. At the time of formulation of the budget donor grants were expected to account for 64.7% of the total revenue and grants for the whole fiscal year 2026.

A slow start in the implementation of planned project activities was largely responsible for the observed weak performance of just 23.5% (instead of 50% prorata) in the inflow of donor grants. The MOF plans to conduct monthly meetings with all project coordinators to discuss and resolve any bottlenecks that are constraining projects from implementing all the planned activities for the year or, in the case of multilateral budget support, to require beneficiary MDAs to fulfill all the agreed requirements to be able to reach at least 85% disbursement rate at the end of the fiscal year. The achievement rate of donor grants in 2025 was 57%. Accordingly, there will likely be a projected shortfall in donor grants of about $132 million at the end of the fiscal year, **which makes donor grants as another strong candidate for a downward revision of the budgeted grants for 2026**.

4. Expenditure Performance

A total of $444.6 million was spent at half-year in 2026 overall, which was 32.1% of the annual budget and 17.3% higher than the total government spending in the same period last year (**see Table 6**). Of the $444.6m, $295.5 million was spent through the Government Fund (which is funded from domestic revenue, budget support and borrowings where necessary), whereas $149.1 million was expenditure on donor projects. Spending through the Government Fund performed at 43.3% (in comparison to annual budget) which was 7.7 percentage points below the 50% pro rata expectation for half-year, largely due to shortfalls in revenue as observed in Section 3 above. Spending on donor projects performed at 21.2% (28.8 percentage points below the 50% pro rata expectation) largely due to a slow start in implementation of the planned

project activities for 2026, delays in approving new grants yet corresponding budgets had been included for such grants in the budget, and delays in fulfilling requirements for accessing multilateral budget support.

Table 6: Expenditure Performance Jan-Jun 2026

Fiscal Variable	2023	2024	2025	2026					
	Actual	Actual	Actual	Budget	Actual Jan-Jun	Jan-Jun as % of budget	Yr on year growth	%share (budget)	%share (actual Jan-Jun)
Revenue and Grants	**738.0**	**912.7**	**920.9**	**1,357.8**	**407.6**	**30.0%**	**24.7%**	**100.0%**	**100.0%**
Expenditure	**720.3**	**905.2**	**971.3**	**1,386.8**	**444.6**	**32.1%**	**17.3%**	**100.0%**	**100.0%**
Government Local Fund (GLF)	**468.9**	**537.2**	**621.3**	**682.5**	**295.5**	**43.3%**	**13.8%**	**49.2%**	**66.5%**
Compensation of employees	290.1	338.2	366.4	379.1	179.4	47.3%	3.3%	*55.5%*	*60.7%*
Use of goods and services	93.3	110.2	125.6	178.8	76.0	42.5%	49.8%	*26.2%*	*25.7%*
Consumption of fixed capital	5.2	2.4	22.3	17.7	2.4	13.5%	-76.9%	*2.6%*	*0.8%*
Interest and other charges	13.2	7.5	8.1	6.7	3.2	47.0%	8.3%	*1.0%*	*1.1%*
Grants	67.1	79.0	98.9	90.3	29.7	32.9%	35.4%	*13.2%*	*10.1%*
Social benefits	-	-	-	9.9	4.9	49.0%		*1.5%*	*1.6%*
Donor Projects Fund (DF)	**251.4**	**368.0**	**350.0**	**704.3**	**149.1**	**21.2%**	**24.7%**	**50.8%**	**33.5%**
Compensation of employees	2.1	3.4	4.6	6.3	1.5	23.0%	-19.0%	*0.9%*	*1.0%*
Use of goods and services	44.9	94.3	128.3	289.0	66.5	23.0%	79.8%	*41.0%*	*44.6%*
Consumption of fixed capital	9.2	26.1	52.4	197.8	20.4	10.3%	15.1%	*28.1%*	*13.6%*
Subsidies	5.4	9.0	12.6	7.2	-	0.0%	-100.0%	*1.0%*	*0.0%*
Grants	59.2	81.4	80.8	133.9	41.2	30.8%	25.7%	*19.0%*	*27.7%*
Social benefits	130.6	153.8	19.1	35.0	0.7	1.9%		*5.0%*	*0.4%*
Other expenses	-	-	52.1	35.1	18.9	53.7%	-35.5%	*5.0%*	*12.7%*
Total Expenditure (GLF+DF)	**720.3**	**905.2**	**971.3**	**1,386.8**	**444.6**	**32.1%**	**17.3%**	**100.0%**	**100.0%**
Compensation of employees	292.2	341.6	371.1	385.5	180.8	46.9%	3.0%	*27.8%*	*40.7%*
Use of goods and services	138.2	204.5	253.9	467.8	142.5	30.5%	62.4%	*33.7%*	*32.0%*
Consumption of fixed capital	14.4	28.5	74.6	215.5	22.7	10.6%	-18.8%	*15.5%*	*5.1%*
Interest and other charges	13.2	7.5	8.1	6.7	3.2	47.0%	8.3%	*0.5%*	*0.7%*
Subsidies	5.4	9.0	12.6	7.2	-	0.0%	-100.0%	*0.5%*	*0.0%*
Grants	126.3	160.3	179.7	224.2	71.0	31.7%	29.6%	*16.2%*	*16.0%*
Social benefits	130.6	153.8	19.1	44.9	5.5	12.3%		*3.2%*	*1.2%*
Other expenses	-	-	52.1	35.1	18.9	53.7%	-35.5%	*2.5%*	*4.2%*
Fiscal Balance (incl project grants	17.7	7.5	(50.4)	(29.0)	(37.0)				
Fiscal Balance as % of GDP	0.2%	0.1%	-0.4%	-0.2%	-0.3%				
Total recurrent expenditure	*705.9*	*876.7*	*896.7*	*1,171.4*	*421.9*	*36.0%*	*20.1%*	*84.5%*	*94.9%*
Total capital (development) expena	*14.4*	*28.5*	*74.6*	*215.5*	*22.7*	*10.6%*	*-18.8%*	*15.5%*	*5.1%*
Recurrent as % of total expenditur	*98.0%*	*96.8%*	*92.3%*	*84.5%*	*94.9%*				
Capital as % of total expenditure	*2.0%*	*3.2%*	*7.7%*	*15.5%*	*5.1%*				

4.1.Compensation of employees

Compensation of employees for the civil service amounted $179.4 million at half-year, which was 47.3% of the annual budget, 2.8 percentage points below the 50% prorata expectation for the first half of the fiscal year. This was due to rescheduling and postponement of salary payments for some MDAs due to cash shortages. If all salary payments were made, the performance should have been 50% or around there. In terms of year-to-year growth, the half-year spending on GLF compensation of employees was 3.3% higher than the spending in the same period (Jan-Jun) in 2025. The 3.3% year-to-year increase was partly due to a 0.7% increase in civil servants from the planned number of 5,319 at the time of formulating the budget to currently 5,357 as at end June 2026 (see **Table 7**). The execution of this budget item is expected to reach at 99.5% at the end of the fiscal year.

Table 7: Number of Permanent Civil Servants by Grade, fy2026

Grade	Planned No. of civil servants at time of budget formulation	No. of civil servants as at end Jun 2026	%change
A	2,573	2,693	4.7%
B	1,280	1,220	-4.7%
C	1,001	1,000	-0.1%
D	465	444	-4.5%
Total	**5,319**	**5,357**	**0.7%**

Compensation of employees for project staff amounted to $1.5 million at half-year, which was 23% of the annual budget (28 percentage points below the 50% prorata expectation). In terms of year-on-year growth, this was -19% lower than the salaries paid to project staff in the first half of 2025. Delays in starting implementation of three new projects contributed to the observed underperformance in this spending item.

4.2.Use of goods and services

A total of $142.5 million was spent on purchase of goods and services in the first half of 2026, which was 30.5% of the annual budget, hence it was about 19.5 percentage points below the 50% prorata expectation at half-year. This was largely due to shortages in revenue during the first half of the year, as observed in section 3 above. On a year-to-year basis, the GLF spending on goods and services increased by 62.4% in comparison to the spending on goods and services in the same period last year. **Given that the domestic revenue target for the whole year is unlikely to be reached, it would be prudent for the target for spending on purchase of goods and services financed through the GLF to also be considered for downward revision**.

Spending financed through the GLF performed at 42.5% of the annual budget, and 49.8% higher than the spending in the first half of 2025. Goods and services purchased by donor projects absorbed only 23% of the annual budget at half-year, and increased by 79.8% in comparison to the spending in the first half of 2025. It should be noted that spending by donor projects is never constrained by shortages of revenue (as grants funds are often available when duly requested), but is often constrained by the [slow] speed in implementation of planned activities.

4.3.Capital expenditure

Total capital spending during the first half of 2026 amounted to $22.7 million, representing 10.6% of the annual budget, hence nearly 40 percentage points below the 50% prorata expectation for the first half of the year. In terms of year-to-year growth, the spending of $22.7m was -18.8% below capital spending recorded in the same period last year. The largest part of the $22.7m capital spending at half year was through donor projects, which spent $20.4m (10.3% of annual budget, 15.1% year-on-year growth), whereas capital projects executed under the GLF absorbed just $2.4m at half year, which was 13.5% of the annual budget and -76.9% lower than capital spending in the first half of 2025.

In terms of composition, 22.4% of the half-year capital spending was spent on Buildings and Structures, 73.4% on Machinery and Equipment, and 4.1% on Other Fixed Assets. The budget for capital spending financed through the GLF also qualifies for downward revision, given that it is usually the first target for budget-cutting in the face of revenue shortages. The annual target for capital spending financed by donors need not be adjusted, but efforts are needed to speed up the procurement of contractors for the planned but yet to be implemented capital activities to be able to absorb the budgeted capital funds.

4.4.Interest charges

A total of $3.2 million was spent on debt servicing at the 2026 half-year point, which covered 47% of the debt servicing planned for 2026, and was 8.3% more than the spending on debt servicing in the same period last year. The annual target for this spending item needs no adjusting.

4.5.Subsidies

No subsidies were paid out at half-year. All subsidies are funded by donor projects. The zero disbursements for subsidies at half-year point was attributed to a slow start in the follow up project to replace SCALE-UP, under which subsidies were budgeted. It is expected that the budgeted subsidies for 2026 will be disbursed in the second half of the year.

4.6.Transfers

Grants to FMSs and international organizations amounted to $71 million at half year, which represented 31.7% of the annual budget, and 29.6% higher than the grants disbursed to FMSs and international organizations in the same period last year. Revenue shortages in the first half of the year and slow request for donor projects disbursements are the two key reasons for the rather slow budget execution rate of grants of only 31.7% at the end of the first half of 2026. The annual budget for grants financed from domestic revenue will need to be considered for downward revision especially for grants to the BRA which are pegged on customs revenue collected at Mogadishu Seaport—whose 2026 target has been recommended for downward revision due to its significantly lower-than-expected performance at half-year.

4.7.Social benefits

A total of $5.5 million was spent on social benefits at half year point in 2026, which was 12.3% of the annual target. This spending category was allocated $45 million in 2026, of which $10m was budgeted to be funded through the GLF and $35m through donor projects. Of the $5.5m half year spending, $4.9m was spent from the GLF, while $0.7m was spent from the donor fund. The social benefits funded through the GLF comprised support to vulnerable communities in form of education materials and school fees and health support. There will be no need for adjusting the annual budget for this item as there is commitment to execute all the budgeted funds by the end of the fiscal year.

4.8.Other expenses

A total of $18.9 million was spent on other expenses at half year of 2026, which was 53.7% of the annual budget and -35.5% lower than the spending on other expenses in the same period in 2025. This is the only spending item that exceeded the 50% prorata expectation at half year point among all the spending items. This item is financed under a donor project in the Ministry of Health. The 54% execution rate at half year point reflects bits of high efficiency in the execution of this project.

4.9.Expenditure by sector

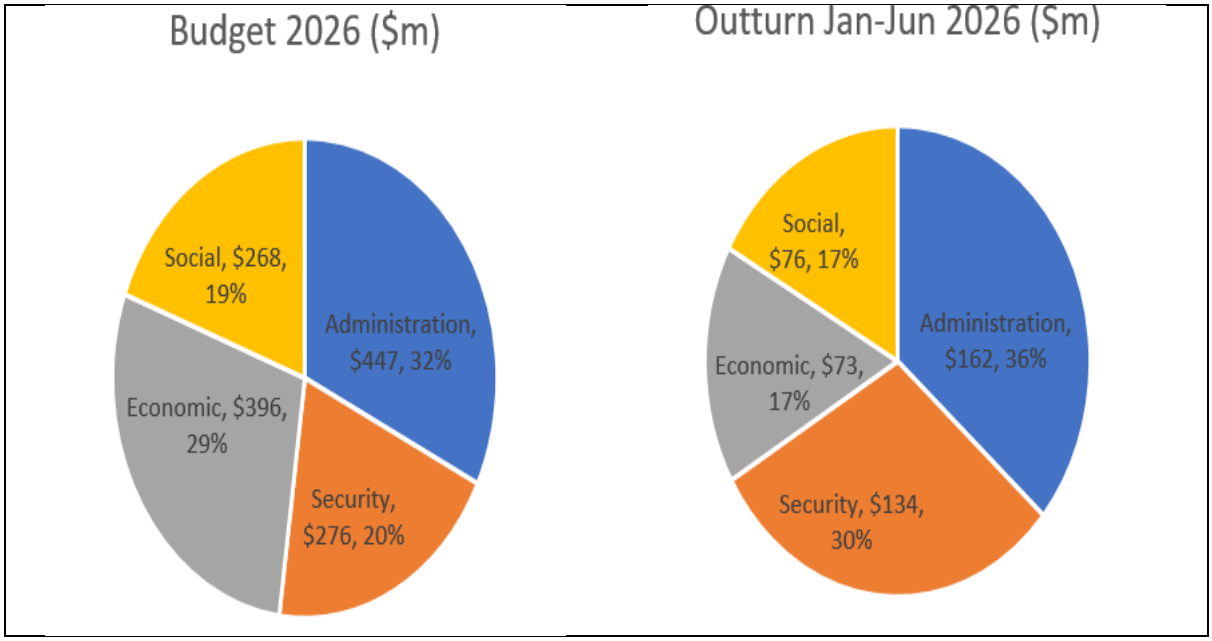
Table 8: FGS Expenditure by Sector Jan-Jun 2026, in $million

Sector	2023	2024	2025	Budget	Outturn Jan-Jun	Outturn as % of Budget	Year to Year Growth	%share to total (budget)	%share to total (outturn Jan-Jun)
Administration	296.1	321.2	379.9	447.3	161.7	36.1%	14.4%	32.3%	36.4%
Security	191.6	235.3	265.9	275.6	134.3	48.7%	9.1%	19.9%	30.2%
Economic	78.3	129.3	161.6	396.0	73.0	18.4%	33.7%	28.6%	16.4%
Social	154.3	219.4	163.9	267.9	75.7	28.2%	25.6%	19.3%	17.0%
Total	**720.3**	**905.2**	**971.3**	**1,386.8**	**444.6**	**32.1%**	**17.3%**	**100.0%**	**100.0%**

Only the security sector executed its budget close to the 50% prorata expectation at half-year (see Table 8). The rest of the sectors, due to revenue shortages and slow start in implementation of project activities, registered weak execution rates for the first half of the year 2026. In terms of year-on-year growth in spending, all sectors registered a positive growth, with the economic sector registering the highest growth rate of 33.7%.

In regards to expenditure prioritization, **Table 8** and Figure 2 show the highest priority in spending [continued] resting on the security sector, to ensure consolidation of the gains so far attained in the restoration of security in the country. The security sector received 30.2% of the total expenditure at half-year, against its planned share of 19.9%. On the other hand, the economic sector, which was planned to account for 28.6% of the total budget at the time of formulating the budget, received the least share of 16.4% at half-year. From a budget credibility perspective, all annual budgets for the four sectors are candidates for adjustment should the decision be made to request Parliament to revise the budget for 2026. Revising the budget notwithstanding, the Government plans to accord the economic sector its planned priority to ensure it plays its crucial part towards the attainment of the now revised economic growth rate of 2.8% for 2026.

Figure 2: Expenditure Prioritization by Sector at Half-Year 2026



4.10. Donor Projects Expenditure

Donor projects absorbed $149.2 million as at end of June 2026 (half-year pint), which was 21.2% of the annual budget of $704.3 million. **Table 9** presents the half-year absorption rates for each of the 43 projects being implemented in 2026. Only 9 of the 43 projects registered absorption rates of at least 35%. There are also 5 projects that were approved in the first half of the year, whose effective implementation is planned to commence in the second half of the year, which explains their 0% performance at the half-year point. The MOF plans to conduct monthly meetings with all project coordinators starting August 2026 to discuss and try to resolve any bottlenecks that tend to hinder projects to implement their activities on time.

Table 9: Performance of Donor Projects Jan-Jun 2026, in US Dollars

	Code	Description	Budget	Total	Performance ref: 50%	Flag
	12904	**World Bank Grants**	**588,743,252**	**129,957,745**	**22.1%**	
1	70214	SOMALIA CAPACITY ADVANCEMENT, LIVELIHOODS AND ENTREPRENEURSHIP, THROUGH DIGITAL UPLIFT PROJECT	9,104,766	7,235,241	**79.5%**	
2	70216	Shock Responsive Safety Net for Human Capital Project	2,084,730	1,306,470	**62.7%**	
3	70218	Somalia Urban Resilience Project II	47,680,186	15,137,566	**31.7%**	
4	70221	Somalia Crisis Recovery Project (SCRP)	8,616,000	5,614,324	**65.2%**	
5	70222	Somali Integrated Statistics and Economic Planning Capacity Building (SISEPCB Project)	12,648,943	2,049,581	**16.2%**	
6	70225	Somalia Recurrent Cost and Reform Financing Project - Phase III	9,005,110	3,960,572	**44.0%**	
7	70226	Somalia Education for Human Capital Development Project	18,667,570	5,267,925	**28.2%**	
8	70227	Damal Caafimad Project	45,129,376	20,333,915	**45.1%**	
9	70228	SOMALIA COVID-19 EMERGENCY VACCINATION PROJECT	2,224,808	2,211,158	**99.4%**	
10	70229	Somalia - Horn of Africa Infrastructure Integration Project (SHIIP)	40,000,000	10,689,027	**26.7%**	
11	70230	DE-RISKING, INCLUSION AND VALUE ENHANCEMENT OF PASTORAL ECONOMIES IN THE HORN OF AFRICA PROJECT	9,539,910	1,339,163	**14.0%**	
12	70231	Somali Electricity Sector Recovery Project (SESRP)	72,494,907	10,547,040	**14.5%**	
13	70232	Ground Water for Resilience Project (GW4R)	10,369,543	1,220,031	**11.8%**	
14	70233	SOMALIA EMPOWERING WOMEN THROUGH EDUCATION AND SKILLS PROJECT - "RAJO KAABA"	26,727,623	7,857,751	**29.4%**	
15	70238	Somalia Enhancing Public Resource Management Project	21,357,800	5,864,187	**27.5%**	
16	70239	SOMALIA WATER FOR RURAL RESILIENCE PROJECT	17,651,784	5,145,325	**29.1%**	
17	70241	Eastern Africa Regional Digital Integration Project (EA-RDIP)	13,601,690	3,223,948	**23.7%**	
18	70245	Somali Food Systems Resilience Project	54,669,552	11,762,410	**21.5%**	
19	70246	Somali Sustainable Fisheries Development Project	16,877,000	2,316,444	**13.7%**	
20	70250	ASCENT	46,597,792	241,480	**0.5%**	
21	70253	Bulsho: Strengthening Community and Local Institutions for Social Cohesion, Inclusion and Resilience	6,552,893	194,741	**3.0%**	
22	70254	Somalia productive resilient and inclusive growth (SPRING) Project	19,290,698	6,136,914	**31.8%**	
23	70255	Multiphase Programmatic Approach (Aviation, Public Transport STARS) Project	13,232,300	-	**0.0%**	
24	70256	Building Opportunities and Outcomes in Social Protection and YouthEmployment in Somalia	64,618,270	302,530	**0.5%**	
	12913	**African Development Bank**	**71,654,881**	**7,626,558**	**10.6%**	
25	70217	Road Infrastructure Programme (RIP)	22,211,081	984,979	**4.4%**	
26	70234	Somalia Strengthening Accountability and Debt Management Project (SADMS)	553,000	236,391	**42.7%**	
27	70235	Program To Build Resilience For Food And Nutrition Security In The Horn Of Africa	19,912,847	1,265,826	**6.4%**	
28	70236	Statistics Development Support Project for Somalia	79,900	-	**0.0%**	
29	70242	HOUSEHOLDS ACCESS TO RENEWABLE ENERGY AND ADVANCED COOKING TECHNOLOGIES PROJECT	6,017,503	945,180	**15.7%**	
30	70243	Somalia - Skill, Employability, Inclusion and Productivity Project	3,787,510	294,787	**7.8%**	
31	70247	Somalia - Institutional Support for Economic Governance Project-ISEGP	5,794,271	1,204,317	**20.8%**	
32	70251	Financial Sector Development Project (FSDP)	4,247,830	531,064	**12.5%**	
33	70252	African Disaster Risk Financing (ADRiFi)	4,035,000	2,164,015	**53.6%**	
34	70257	Rehabilitation & Expansion of Bosaso Power Grid & Strengthening Energy Sector Institutions (ESPSEI)	1,393,940	-	**0.0%**	
35	70258	Economic Governance Institutional Support Project (EGISP)	2,292,000	-	**0.0%**	
36	70259	Catalyzing Economic Growth through Fostering Somali Private Sector Development and Investment	1,330,000	-	**0.0%**	
	12919	**Organization of the Petroleum Exporting Countries (OPEC)**	**1,315,000**	**-**	**0.0%**	
37	70290	SMART Clean Cooking Somalia	1,315,000	-	**0.0%**	
	12992	**United Nations Agencies (UN)**	**6,511,691**	**1,093,096**	**16.8%**	
38	70296	IFAD-Rural Livelihoods Resilience Programme (RLRP)	6,511,691	1,093,096	**16.8%**	
	12997	**Global Partnership for Education**	**36,000,712**	**10,446,152**	**29.0%**	
39	70237	SAGAL Project	319,200	102,910	**32.2%**	
40	70244	GPE System Capacity Grant (SCG)	673,500	261,982	**38.9%**	
41	70248	GPE Girls Education Accelerator (GEA)	7,972,764	1,979,575	**24.8%**	
42	70249	GPE - System transformation grants (STG) Project	27,035,248	8,101,685	**30.0%**	
	12011	**Swiss Agency for Development and Co-operation**	**58,670**	**374**	**0.6%**	
43	70260	Swiss Cooperation Agency	58,670	374	**0.6%**	
		Grand Total	**704,284,206**	**149,123,925**	**21.2%**	

4.11. Expenditure by programs

The FGS started implementing program-based budgeting (PBB) in January 2026, on a pilot basis. A total of 29 MDAs were enrolled on PBB, with the rest of the MDAs expected to be enrolled starting fiscal year 2027. The 29 MDAs have a total of 126 programs including donor projects[5], with a total budget of $883.5 million accounting for 63.7% of the total FGS budget for 2026. At half-year, total expenditure for the 126 programs was $230.9 million which represented of 26.1% of the annual budget (for PBB pilot MDAs), which was far below the 50% prorata expectation for the first half of the year by 23.9 percentage points. The half-year expenditure accounted for 51.9% of the total FGS half-year expenditure (**see Table 10**).

Table 10: Total expenditure for all PBB pilot MDAs Jan-Jun 2026

Variable	Budget ($)	Jan-Jun Actual ($)	Execution Rate %	%share (budget)	%share (Jan-Jun)
Total Expenditure for 29 PBB pilot MDAs	883.45	230.86	26.1%	63.7%	51.9%
Total Expenditure (FGS)	1,386.81	444.62	32.1%	100.0%	100.0%

The low average execution rate of 26.1% notwithstanding, there were a few programs (8 out of 126) that registered budget execution rates within or beyond the 50% prorata expectations at half-year, and another 48 programs registered execution rates of between 40% and 49%. These 8 best performing programs are presented in **Table 11**. Details on the execution rates of each of the 126 programs are presented in **Annex 4**.

Table 11: Best performing programs with execution rates within the 50% prorata expectation at half-year

	Program Name	MDA	Halfyear execution rate (ref: 50%)
1	Disaster Management	SoDMA	92.2%
2	Donor Projects (SoDMA)	SoDMA	53.6%
3	Governance & Administration (SPA)	Somalia Petroleum Authority	55.1%
4	Petroleum Sector Operations	Somalia Petroleum Authority	68.6%
5	Somali Shipping Agency	Ministry of Transport & Ports	50.0%
6	Somali Port Authority	Ministry of Transport & Ports	50.0%
7	Family Health	Ministry of Health	51.2%
8	Human Resource for Health	Ministry of Health	50.0%

Source: Annex 4

4.12. KPI Analysis

Annex 5 presents the KPIs for each of the 29 MDAs that started piloting program-based budgeting in January 2026. Unfortunately, the status for each KPI at half-year of 2026 was not provided by the MDAs as they were still learning how to compile the relevant data needed to update the KPIs. The only updates provided are for the financial KPI that tracks budget absorption rates for each MDA (***see each first KPI for each MDA in Annex 5***). **Table 12** below summarizes these financial KPIs, and is presented in form a league table that ranks MDAs on basis of their overall budget execution rates, in a descending order (i.e., MDA with highest

[5] All projects under every MDA were lumped into a single program under each respective MDA.

execution rate at the time would be ranked No. 1 and so on). The table also includes MDAs that are yet to implement PBB, since the information on their overall execution rates is readily available.

Table 12: MDAs' budget execution rates as at end June 2026

Code	Description	PBB?	Annual Budget 2026	Outturn Jan-Jun 2026	Halfyear execution rate	Rank at halfyear
010703	Somali Disaster and Humanitarian Management Agency	Yes	29.0	21.8	75.2%	1
030201	Somalia Patrol Authority	Yes	1.5	0.9	61.5%	2
020202	National Security Force	No	32.1	16.6	51.8%	3
020201	Police Force	No	49.7	24.5	49.3%	4
020101	Armed Forces	No	177.5	86.4	48.7%	5
020203	Immigration Department	No	6.6	3.2	48.6%	6
010501	Accountant General	No	4.3	2.1	48.2%	7
010901	Custodian Corps	No	11.5	5.5	48.0%	8
040100	Ministry of Health	Yes	61.4	29.4	47.8%	9
020102	Military Court	No	3.7	1.7	46.5%	10
011002	Banadir Regional Court	No	2.3	1.0	45.3%	11
031100	Ministry of Industry & Commerce	No	2.5	1.1	44.7%	12
010300	Office of the Prime Minister	No	11.3	4.9	43.0%	13
010701	Somali Refugee and IDPs Commission	No	0.9	0.4	42.9%	14
040500	Ministry of Women and Human Rights Development	Yes	1.2	0.5	41.8%	15
012200	National Reconciliation Commission	No	0.5	0.2	41.8%	16
040201	Somali National University	Yes	8.2	3.4	41.7%	17
012700	The Independent Commission for Combating Corruption	No	0.1	0.1	41.6%	18
011300	Auditor General	Yes	4.2	1.7	41.4%	19
010201	Office of the Parliament - Peoples' House	Yes	28.1	11.5	40.9%	20
010100	Office of the Presidency	No	12.6	5.1	40.4%	21
011100	Attorney General	No	2.1	0.9	40.4%	22
012600	National Civil Service Commission	No	1.7	0.7	40.2%	23
011003	Appeal Court	No	1.2	0.5	40.0%	24
040400	Ministry of Youth and Sport	Yes	1.2	0.5	39.5%	25
012500	Independence Constitution Review and Imp. Commission	No	1.1	0.4	39.4%	26
040202	Somali Academy of Sciences and Arts	No	1.3	0.5	39.4%	27
012400	Human Rights Commission	No	0.5	0.2	39.2%	28
030801	Somali Construction Development Agency	No	0.5	0.2	39.0%	29
010400	Ministry of Foreign Affairs	No	4.8	1.8	38.8%	30
031002	Somali Marine Research	Yes	0.6	0.2	38.5%	31
011200	Solicitor General	No	0.7	0.3	38.0%	32
010202	Members of Parliament Senate	Yes	8.0	3.0	37.7%	33
040501	Somali Disable Agency	No	0.6	0.2	37.7%	34
031101	Somali Quality Assurance Agency	No	1.5	0.5	37.4%	35
031001	Hamar Port Authority	No	1.0	0.4	37.0%	36
010900	Ministry of Justice	Yes	2.5	0.9	36.1%	37
030600	Ministry of Information	Yes	6.3	2.3	35.9%	38
030200	Ministry of Mineral	No	2.7	1.0	35.8%	39
031200	Ministry of Environment and Climate Change	No	1.5	0.5	35.2%	40
010503	Directorate of Financial Reporting Center	No	1.0	0.3	35.2%	41
030702	Data Protection Authority	No	0.3	0.1	34.9%	42
011001	Supreme Court	No	2.7	0.9	34.8%	43
020200	Ministry of Internal Security	No	1.6	0.6	34.7%	44
010401	Embassies	No	5.2	1.8	34.6%	45
010502	General Activities for the Government	No	114.1	39.0	34.2%	46
010800	Ministry of Religious Affairs and Endowment	Yes	5.4	1.8	33.3%	47
010702	National ID Authority DADSOM	No	2.1	0.7	32.9%	48
030901	Civil Aviation and Metro-Authority	Yes	13.8	4.5	32.7%	49
030701	National Communication Agency	Yes	0.8	0.3	31.9%	50
010500	Ministry of Finance	Yes	118.4	37.7	31.8%	51
040200	Ministry of Education and Higher Education	Yes	120.4	38.0	31.5%	52
010600	Ministry of Planning	No	20.5	6.1	29.8%	53
020100	Ministry of Defense	No	4.3	1.3	29.4%	54
031000	Ministry of Transport and Ports	Yes	2.6	0.8	29.3%	55
011005	Judiciary Service Committee	No	0.2	0.1	28.1%	56
020103	Disabled and Orphans Organization	No	0.1	0.0	26.9%	57
010700	Ministry of Interior and Federal Affairs	Yes	22.3	6.0	26.7%	58
030700	Ministry of Communications and Technology	Yes	15.7	4.1	26.2%	59
030502	Offshore and Fisheries Development Project	No	0.1	0.0	25.8%	60
040203	Intergovernmental Academy of Somali Language	No	0.3	0.1	24.9%	61
030900	Ministry of Transportation and Aviation	Yes	4.5	1.1	24.1%	62
030800	Ministry of Public Work & Reconstruction	Yes	98.8	22.9	23.1%	63
030300	Ministry of Agriculture	Yes	63.2	13.7	21.7%	64
010601	National Statistics Agency	Yes	14.1	2.5	17.9%	65
030500	Ministry of Fishery and Marine Resource	Yes	18.4	2.9	16.0%	66
012300	National Independent Electoral Commission	Yes	14.1	1.9	13.2%	67
030100	Ministry of Water and Energy	Yes	138.5	13.6	9.9%	68
030400	Ministry of Livestock and Forestry	Yes	21.4	1.9	8.8%	69
040300	Ministry of Labor and Social Affairs	Yes	73.2	3.1	4.2%	70
030301	Somali Agricultural Regulatory & Inspection Service (SARIS)	No	0.0	-	0.0%	71
	TOTAL		**1,386.8**	**444.6**	**32.1%**	

4.13. Feedback from Pilot MDAs on PBB Implementation

The PBB pilot MDAs have so far informally provided the following preliminary feedback regarding PBB implementation during the first half of 2026:

i) Due to revenue shortages experienced in the first half of the year, funds allotted to MDAs mostly cover compensation of employees, leaving insufficient funds to execute the planned core program activities.
ii) Tracking of KPIs is proving hard, largely due to limited capacity within MDAs. More training of MDAs in M&E is needed to close these capacity gaps.
iii) It would be good to incorporate KPIs within the SFMIS so that MDAs simply provide updates online, as opposed to MOF sending questionnaires to MDAs at the end of the quarter.
iv) Programs are helping MDAs to focus on achieving results, which wasn't the case before. Staff roles and division of labor are becoming clearer.
v) More MDA staff need to be provided PBB training as some that were trained have moved to different roles.
vi) MDAs assigned PBB monitoring responsibilities to staff that did not attend the PBB trainings.

4.14. Proposed Remedial Interventions

In light of the above feedback from MDAs on the PBB implementation, the Budget Directorate proposes the following recommendations to improve PBB implementation:

i) Arrange general PBB refresher trainings for all pilot MDAs.
ii) Conduct PBB M&E training for MDAs.
iii) Conduct quarterly PBB review meetings/workshops involving MOF and pilot MDAs.
iv) Request for a **regular slot** on Cabinet's Agenda to present and discuss these budget execution monitoring reports at Cabinet.
v) Seek for funds to procure an IT system for capturing non-financial M&E information required for monitoring budget execution. Alternatively, engage the AccGen and SFMIS technical team to explore the possibility of creating a module for such a purpose.
vi) Explore feasibility of acquiring concessional loans to finance critical program activities particularly those of capital nature, as efforts to improve domestic revenue mobilization continue.

5. FMS fiscal performance as at end June 2026

Revenue collections for the FGS and all FMSs at half-year 2026 were all below the 50% prorata expectation (see **Table 13**). Among the States, Jubaland had the lowest half-year revenue achievement rate at 19.2%, whereas BRA had the highest achievement rate at 33.8%. Jubaland also registered the lowest achievement rate for domestic revenue at 17.2%, whereas Hirshabelle had the highest achievement rate for domestic revenue at 38%. Reasons for this lower-than-expected performance are still being analyzed, among which overestimation of fiscal aggregates likely to emerge as the most probable factor. In terms of spending, Galmudug registered the highest spending rate at 53.6%, although this is still being scrutinized to confirm the fiscal numbers, and to confirm the feasibility of the indicated fiscal deficit of $16.7 million at half year and how it was financed. The BRA registered the lowest half-year spending rate at 19%, and had a surplus of $1.8 million. The details on the consolidated revenue and expenditure

performance for FGS/FMSs at half-year 2026 can be seen in **Table 13 (next page)**. Fiscal data for North Eastern State of Somalia (NESS) and Puntland was not readily available.

Table 13: Consolidated FGS/FMS Budget Performance Report for Jan-Jun 2026

Provisional 2026 Halfyear Budget Performance Consolidated Report (FGS and FMSs)								
BUDGET	**FGS**	**Jubbaland**	**Hirshabelle**	**Galmudug**	**SWS**	**BRA**	**NES**	**Total**
Revenue and Grants	**1,357,811,103**	**75,481,494**	**47,498,887**	**54,267,808**	**40,318,610**	**63,845,853**	**16,222,526**	**1,655,446,282**
Domestic Revenue	**478,974,645**	**40,221,502**	**9,509,512**	**14,077,511**	**6,799,293**	**58,179,186**	**8,291,084**	**616,052,734**
Income tax	53,262,627	3,196,123	1,013,587	1,512,915	4,205,129	25,000	818,525	64,033,907
Tax on goods & services	77,001,675	7,125,003	5,883,682	8,400,000	1,474,053	15,846,225	617,612	116,348,250
Taxes on international trade	182,424,346	18,545,667	1,080,000	2,329,596	412,824	22,115,619	2,977,066	229,885,118
Taxes on Property	3,244,397	-	-	-	-	7,060,913	401,592	10,706,903
Non-tax revenue	148,629,359	11,184,509	680,532	1,835,000	580,050	13,017,309	3,251,639	179,178,399
Other taxes	14,412,241	170,200	851,711	-	127,237	114,120	224,649	15,900,158
Grants	**878,836,458**	**35,259,992**	**37,989,375**	**40,190,297**	**33,519,317**	**5,666,667**	**7,931,442**	**1,039,393,548**
From Foriegn government	27,000,000	-	-	-	-	-	-	27,000,000
From international organizations	851,836,458	3,289,085	9,053,596	3,301,670	2,901,183	-	4,646,256	875,028,247
From other general government units	-	31,970,908	28,935,779	36,888,627	30,618,134	5,666,667	3,285,186	137,365,300
fines, penalties and forfeits		-	-				-	-
Expenditure	**1,386,807,242**	**75,481,494**	**47,098,886**	**54,334,793**	**39,918,610**	**63,845,853**	**16,222,526**	**1,683,709,405**
Compensation of Employees	385,107,958	34,778,308	13,372,721	14,477,540	9,285,567	24,994,150	11,430,552	493,446,796
Use of Goods and Services	467,414,951	24,049,374	14,250,870	15,731,852	22,976,652	21,796,130	4,047,448	570,267,277
Grants	224,778,611	120,000	931,231	632,502	50,000	5,666,667	-	232,179,011
Social Benefits	45,000,000	23,000	-	-	-	1,199,480	120,000	46,342,480
interest on debt	6,715,000	-	-	100,000	-	-	-	6,815,000
Subsidies	8,660,000	-	-	-	-	-	-	8,660,000
Other Expenses	33,205,110	4,029,922	7,701,536	6,208,840	11,000	717,775	624,527	52,498,711
Nonfinancial assets	215,925,611	12,480,890	10,842,528	17,184,059	7,595,391	9,471,650	0	273,500,129
Fiscal Balance	**(28,996,139)**	**-**	**400,001**	**(66,985)**	**400,000**	**(0)**	**-**	**(28,263,123)**

Outturn (Actual)	**FGS**	**Jubbaland**	**Hirshabelle**	**Galmudug**	**SWS**	**BRA**	**NES**	**Total**
Revenue and Grants	**407,727,736**	**14,488,855**	**10,145,114**	**12,472,654**	**8,633,144**	**13,947,610**	**5,490,621**	**472,905,735**
Domestic Revenue	201,064,919	6,909,839	3,612,285	5,235,137	2,191,751	13,933,810	3,090,821	236,038,562
Income tax	25,230,406	506,085	519,383	551,950	1,241,972	1,425	113,903	28,165,124
Tax on goods & services	34,146,631	1,377,289	2,309,018	3,994,855	597,847	3,920,411	235,237	46,581,288
Taxes on international trade	74,788,362	3,188,586	249,824	-	95,170	5,014,691	2,216,292	85,552,924
Taxes on Property	29,387	-	-	-	-	3,859,758	84,459	3,973,604
Non-tax revenue	61,389,582	1,791,237	274,140	688,332	154,742	1,137,525	402,270	65,837,828
Other taxes	5,480,551	46,642	259,920	-	102,019	-	38,661	5,927,794
Grants	206,662,817	7,579,016	6,532,829	7,237,517	6,441,393	13,800	2,399,800	236,867,172
From Foriegn government	6,999,990	-	-	-	-	-	-	6,999,990
From international organizations	199,662,827	713,321	840,215	779,942	327,259	13,800	2,399,800	204,737,164
From other general government units	-	6,865,695	5,692,614	6,457,575	6,114,134	-	-	25,130,018
Expenditure	**444,617,815**	**26,426,801**	**10,807,705**	**29,130,075**	**9,065,925**	**12,123,826**	**5,730,565**	**537,902,712**
Compensation of Employees	180,841,673	6,353,177	4,952,827	10,929,425	3,856,972	6,531,165	2,524,086	215,989,326
Use of Goods and Services	142,494,743	3,539,811	3,252,164	11,467,294	3,611,325	4,510,483	3,015,583	171,891,403
Grants	70,987,098	-	670,758	401,091	49,900	13,800	-	72,122,647
Social Benefits	5,532,373	23,000	-	-	-	143,101	-	5,698,474
interest on debt	3,157,901	-	-	-	-	-	-	3,157,901
Subsidies	-	-	-	-	-	-	-	-
Other Expenses	18,869,468	4,029,922	1,678,921	3,286,748	-	104,003	190,895	28,159,957
Nonfinancial assets	22,734,558	12,480,890	253,035	3,045,517	1,547,728	821,275	0	40,883,003
Fiscal Balance	**(36,890,079)**	**(11,937,945)**	**(662,591)**	**(16,657,421)**	**(432,781)**	**1,823,784**	**(239,943)**	**(64,996,977)**

PERFORMANCE (Ref: 50%)	**FGS**	**Jubbaland**	**Hirshabelle**	**Galmudug**	**SWS**	**BRA**	**BRA**	**Total**
Revenue and Grants	**30.0%**	**19.2%**	**21%**	**23.0%**	**21.4%**	**21.8%**	**33.8%**	**28.6%**
Domestic Revenue	**42.0%**	**17.2%**	**38%**	**37.2%**	**32.2%**	**23.9%**	**37.3%**	**38.3%**
Income tax	47.4%	15.8%	51%	36.5%	29.5%	5.7%	13.9%	44.0%
Tax on goods & services	44.3%	19.3%	39%	47.6%	40.6%	24.7%	38.1%	40.0%
Taxes on international trade	41.0%	17.2%	23%	0.0%	23.1%	22.7%	74.4%	37.2%
Taxes on Property	0.0%	0.0%		0.0%	100.0%	200.0%	200.0%	37.1%
Non-tax revenue	41.3%	16.0%	40%	37.5%	26.7%	8.7%	12.4%	36.7%
Other taxes	38.0%	27.4%	31%	0.0%	100.0%	200.0%	200.0%	37.3%
Grants	23.5%	21.5%	17%	18.0%	19.2%	0.2%	30.3%	22.8%
From Foriegn government	25.9%	0.0%	0%	0.0%	0.0%	0.0%	0.0%	25.9%
From international organizations	23.4%	21.7%	9%	23.6%	11.3%	0.0%	0.0%	23.4%
From other general government units	0.0%	21.5%	20%	17.5%	20.0%	0.0%	0.0%	18.3%
Expenditure	**32.1%**	**35.0%**	**23%**	**53.6%**	**22.7%**	**19.0%**	**35.3%**	**31.9%**
Compensation of Employees	47.0%	18.3%	37%	75.5%	41.5%	26.1%	22.1%	43.8%
Use of Goods and Services	30.5%	14.7%	23%	72.9%	15.7%	20.7%	74.5%	30.1%
Grants	31.6%	0.0%	72%	63.4%	99.8%	0.0%	0.0%	31.1%
Social Benefits	12.3%	100.0%	0%	100.0%	200.0%	300.0%	300.0%	500.0%
interest on debt	47.0%	0.0%	0%	100.0%	200.0%	300.0%	300.0%	500.0%
Subsidies	0.0%	0.0%	0%	100.0%	200.0%	300.0%	300.0%	500.0%
Other Expenses	56.8%	100.0%	22%	52.9%	0.0%	14.5%	30.6%	53.6%
Nonfinancial assets	10.5%	100.0%	2%	17.7%	20.4%	8.7%		14.9%

Annexes

Annex 1: Revenue performance in detail as at end June 2026

Fiscal Variable	Budget 2026	Actual 2026 (m$)			Expected Prfc (50%)	Year to Year Growth	% share to total
		Q1	Q2	Total			
Total Revenue	**1357.8**	**153.81**	**253.81**	**407.63**	**30.0%**	**24.7%**	**100.0%**
Domestic Revenue	**478.97**	**100.55**	**100.41**	**200.96**	**42.0%**	**12.0%**	**49.3%**
Taxes	**327.10**	**70.67**	**68.97**	**139.65**	**42.7%**	**7.3%**	**34.3%**
Tax on income, profit and capital gain	**53.26**	**12.37**	**12.86**	**25.23**	**47.4%**	**2.0%**	**6.2%**
Payable By individuals	39.07	8.59	9.48	18.07	**46.2%**	**9.1%**	**4.4%**
Personal income Tax on Public Employee	9.46	2.13	2.42	4.55	**48.1%**	**0.4%**	**1.1%**
Personal income Tax on on Private Employ	19.97	4.23	4.77	9.00	**45.1%**	**9.7%**	**2.2%**
Personal income Tax on Property income	9.64	2.23	2.29	4.52	**46.9%**	**18.0%**	**1.1%**
Payable By Corporation and Other Enterpr	14.20	3.78	3.38	7.16	**50.5%**	**-12.2%**	**1.8%**
Payable By Corporations	14.20	3.78	3.38	7.16	**50.5%**	**-12.2%**	**1.8%**
Taxes on goods and services	**77.00**	**14.92**	**19.22**	**34.15**	**44.3%**	**28.9%**	**8.4%**
General Taxes on Goods and Services	68.42	13.21	11.50	24.71	**36.1%**	**2.6%**	**6.1%**
Sales Taxes - Hotels	1.23	0.03	0.16	0.19	**15.5%**	**-26.2%**	**0.0%**
Sales Taxes - Telecommunications	8.61	1.10	0.91	2.01	**23.3%**	**-21.3%**	**0.5%**
Sales Taxes - Electricity and Electric Equip	0.38	0.06	0.00	0.06	**15.1%**	**-62.4%**	**0.0%**
Sales Taxes - Airline Tickets	7.58	1.13	1.65	2.77	**36.6%**	**8.9%**	**0.7%**
Sales Taxes - Pharmacy	0.00	0.00	0.00	0.00		**0.0%**	**0.0%**
Sales Taxes - Other Taxes on Sales	19.96	3.70	3.34	7.04	**35.3%**	**16.8%**	**1.7%**
Sales Taxes - on Other Imported Goods	30.63	7.19	5.45	12.64	**41.3%**	**0.8%**	**3.1%**
Taxes on Use of Goods and on Permission t	8.58	1.71	7.72	9.44	**110.0%**	**292.3%**	**2.3%**
Urban Road Users Taxes (Tremistrale)	3.85	1.20	1.18	2.39	**62.0%**	**44.4%**	**0.6%**
Notary Collection Taxes.	1.61	0.51	0.62	1.13	**70.2%**	**49.7%**	**0.3%**
Signature Bonus	3.12	0.00	5.92	5.92	**189.6%**	**0.0%**	**1.5%**
Taxes on international trade and transactions	**182.42**	**41.66**	**33.13**	**74.79**	**41.0%**	**0.1%**	**18.3%**
Customs and Other Import Duty	181.31	41.46	33.00	74.45	**41.1%**	**0.3%**	**18.3%**
Customs and Other Import Duties	22.85	0.00	0.00	0.00	**0.0%**	**0.00%**	**0.0%**
Consumption Goods	51.14	14.21	10.49	24.70	**48.3%**	**1.2%**	**6.1%**
Building Materials	18.79	5.15	4.73	9.88	**52.6%**	**14.0%**	**2.4%**
Electric and Electronics	6.56	1.29	0.94	2.23	**34.1%**	**-35.5%**	**0.5%**
Vehicle and Spare Parts	6.55	1.71	0.96	2.67	**40.8%**	**-13.1%**	**0.7%**
Cosmetics and Perfumes	1.46	0.39	0.26	0.65	**44.6%**	**-14.3%**	**0.2%**
Khat	17.15	3.94	4.28	8.22	**47.9%**	**1.8%**	**2.0%**
Cigarate and tobacco Product	2.08	0.39	0.57	0.96	**46.1%**	**8.4%**	**0.2%**
Fuel and Lubricants	16.09	2.90	2.03	4.92	**30.6%**	**-37.2%**	**1.2%**
Clothes and Shoes	13.80	4.21	2.99	7.20	**52.1%**	**13.7%**	**1.8%**
Detergents	2.99	0.99	0.78	1.77	**59.2%**	**35.1%**	**0.4%**
Plastic and Plastic Products	1.03	0.30	0.24	0.55	**53.0%**	**12.7%**	**0.1%**
Other Import Duty	1.87	0.11	0.09	0.19	**10.4%**	**-83.1%**	**0.0%**
Gold	0.08	0.03	0.02	0.06	**74.5%**	**208.9%**	**0.0%**
Household Materials	8.84	1.74	1.00	2.75	**31.1%**	**-39.4%**	**0.7%**
Medicine & Health Equipment	2.64	0.78	0.49	1.27	**48.2%**	**0.2%**	**0.3%**
Office Supplies	0.97	0.20	0.21	0.41	**42.5%**	**12.4%**	**0.1%**
Machinery & Equipment	0.75	0.40	0.22	0.63	**83.4%**	**216.3%**	**0.2%**
Entertainment & Sports Material	0.09	0.10	0.04	0.14	**164.3%**	**367.1%**	**0.0%**
Livestock and livestok Products	1.31	0.73	1.02	1.75	**134.2%**	**360.2%**	**0.4%**
Agriculture Products	0.25	0.14	0.28	0.42	**164.4%**	**372.6%**	**0.1%**
Seafood Products	0.05	0.02	0.01	0.03	**55.6%**	**159.0%**	**0.0%**
Frankincense, Gums and chemicals	0.03	0.01	0.01	0.02	**62.8%**	**220.3%**	**0.0%**
Consumption Tax	3.74	1.66	1.30	2.95	**78.9%**	**267.9%**	**0.7%**
Taxes on Exports For All Levies That Becon	1.11	0.20	0.13	0.33	**30.1%**	**-36.2%**	**0.1%**
Livestock Products	0.07	0.01	0.00	0.01	**18.7%**	**-64.5%**	**0.0%**
Agriculture Products	0.21	0.01	0.00	0.01	**5.9%**	**-87.9%**	**0.0%**
Other Export Duty	0.80	0.17	0.12	0.29	**35.8%**	**-22.8%**	**0.1%**

Code	Fiscal Variable	Budget 2026	Actual 2026 (m$)			Expected Prfc (50%)	Year to Year Growth	% share to total
			Q1	Q2	Total			
116	**Other taxes**	**14.41**	**1.73**	**3.76**	**5.48**	**38.0%**	**29.5%**	**1.3%**
1161	**Other Taxes Payable Solely By Business**	14.41	1.73	3.76	5.48	**38.0%**	**29.5%**	**1.3%**
116101	Stamp Duty on Customs	5.29	0.90	0.68	1.58	**29.9%**	**0.8%**	**0.4%**
116102	Road Worthiness (Galawito)	1.22	0.07	0.07	0.14	**11.5%**	**28.5%**	**0.0%**
116103	Stamp Duties on invoices and Contracts (n	5.78	0.76	3.00	3.76	**64.9%**	**47.2%**	**0.9%**
116104	Stamp Duties on Food Items	2.12	0.00	0.00	0.00	**0.0%**	**0.0%**	**0.0%**
13	**Grants**	**878.84**	**53.26**	**153.40**	**206.66**	**23.5%**	**40.2%**	**50.7%**
131	**Grants from foreign governments**	**27.00**	**0.00**	**7.00**	**7.00**	**25.9%**	**-46.4%**	**1.7%**
1311	**Current From Foreign Governments**	27.00	0.00	7.00	7.00	**25.9%**	**-46.4%**	**1.7%**
131101	Current Grants in Cash	27.00	0.00	7.00	7.00	**25.9%**	**-46.4%**	**1.7%**
132	**Grants from international organizations**	**851.84**	**53.26**	**146.40**	**199.66**	**23.4%**	**48.6%**	**49.0%**
1321	**Current From International Originations**	851.84	53.26	146.40	199.66	**23.4%**	**48.6%**	**49.0%**
132101	Current Grants in Cash	851.84	53.26	146.40	199.66	**23.4%**	**48.6%**	**49.0%**
14	**Non Taxes**	**151.87**	**29.88**	**31.44**	**61.32**	**40.4%**	**24.4%**	**15.0%**
141	**Property Rent**	**3.24**	**0.00**	**0.03**	**0.03**	**0.9%**	**0.0%**	**0.0%**
1412	**Dividends**	1.44	0.00	0.00	0.00	**0.0%**	**0.0%**	**0.0%**
141211	from Non-Residents	1.44	0.00	0.00	0.00	**0.0%**	**0.0%**	**0.0%**
1415	**Rent**	1.80	0.00	0.03	0.03	**1.6%**	**0.0%**	**0.0%**
141504	Rent of Land and Buildings	1.80	0.00	0.03	0.03	**1.6%**	**0.0%**	**0.0%**
142	**Sales of goods and services**	**148.63**	**29.88**	**31.41**	**61.29**	**41.2%**	**24.4%**	**15.0%**
1421	**Sales By Market Establishment**	6.93	0.23	0.09	0.32	**4.6%**	**12.5%**	**0.1%**
142101	Building Rental income	0.74	0.23	0.09	0.32		**12.5%**	**0.1%**
142104	Data & Research Studies	6.20	0.00	0.00	0.00	**0.0%**	**0.0%**	**0.0%**
1422	**Administrative Fees**	138.35	28.53	27.44	55.96	**40.5%**	**15.4%**	**13.7%**
142201	Visa Fees	8.94	1.85	2.50	4.35	**48.7%**	**14.1%**	**1.1%**
142202	Passport Fees	9.83	2.07	2.05	4.12	**41.9%**	**-4.7%**	**1.0%**
142203	Work Permit Taxes	2.76	0.57	0.63	1.20	**43.5%**	**4.3%**	**0.3%**
142204	Airport Fees	4.02	1.12	1.01	2.13	**53.0%**	**37.2%**	**0.5%**
142205	Overflight Fees (Iata)	30.69	5.65	4.59	10.24	**33.4%**	**0.3%**	**2.5%**
142207	Business and Profession Licenses	1.10	0.16	0.18	0.34	**30.7%**	**-39.4%**	**0.1%**
142212	Local NGO'S Registrations.	0.34	0.04	0.05	0.10	**28.3%**	**-47.0%**	**0.0%**
142214	Local Company Registrations	0.46	0.05	0.06	0.11	**23.8%**	**-50.8%**	**0.0%**
142217	Agriculture Fees.	0.04	0.02	0.01	0.03	**68.1%**	**16.9%**	**0.0%**
142221	Service Charges Fees	3.56	0.17	2.38	2.55	**71.8%**	**96.0%**	**0.6%**
142227	Fishing Licenses Fees	5.29	0.00	0.00	0.00	**0.0%**	**-99.8%**	**0.0%**
142229	Driving Licenses Fee	1.46	0.26	0.24	0.49	**33.9%**	**-33.7%**	**0.1%**
142231	Number Plate Registration Fees	2.79	0.37	0.47	0.83	**29.8%**	**-29.2%**	**0.2%**
142240	Education Services Fees	0.21	0.05	0.04	0.09	**45.8%**	**-12.7%**	**0.0%**
142245	Telecommunication Spectrum Fees	5.87	2.06	0.91	2.97	**50.6%**	**-15.8%**	**0.7%**
142250	Election Registration Fee	0.19	0.00	0.15	0.15	**83.3%**	**40.8%**	**0.0%**
142256	Clearances Letter Fees	0.97	0.34	0.26	0.60	**61.4%**	**27.9%**	**0.1%**
142257	Court Filing Fees	1.00	0.24	0.22	0.46	**46.4%**	**-2.4%**	**0.1%**
142259	Harbour Fees - Albayrak	40.87	9.93	8.23	18.15	**44.4%**	**36.8%**	**4.5%**
142260	Customs Harbour Fees	6.75	1.83	1.40	3.22	**47.8%**	**2.1%**	**0.8%**
142261	**Administrative Charges**	7.40	0.00	0.00	0.00	**0.0%**	**0.0%**	**0.0%**
142262	Passenger Fee	2.88	1.52	1.81	3.33	**115.7%**	**158.3%**	**0.8%**
142263	Air Waybill Fee	0.03	0.01	0.01	0.02	**50.3%**	**6.2%**	**0.0%**
142264	Registration Fee of Arrival and Departure	0.91	0.23	0.24	0.47	**51.8%**	**12.9%**	**0.1%**
1431	**Fines, Penalties**	1.09	0.32	0.45	0.77	**70.7%**	**56.8%**	**0.2%**
143102	Penalties	1.09	0.32	0.45	0.77	**70.7%**	**56.8%**	**0.2%**
1442	**Capital Transfers Not-Elsewhere Class**	0.00	0.80	0.00	0.80		**0.0%**	**0.2%**
144201	Gifts of A Capital Nature	0.00	0.80	0.00	0.80		**0.0%**	**0.2%**
1451	**Premium, Fees, and Current Claims Receiv**	2.26	0.00	3.44	3.44	**152.5%**	**0.0%**	**0.8%**
145131	Current Claim Receivables For Nonlife insu	2.26	0.00	3.44	3.44	**152.5%**	**0.0%**	**0.8%**

Annex 2: Expenditure performance in detail as at end June 2026, by object

Code	Fiscal Variable	Budget 2026	Actual 2026 (m$)			Expected Prfc (50%)	Year to Year Growth	% share to total
			Q1	Q2	Total			
2	**Expenditure**	**1386.81**	**170.85**	**273.77**	**444.61**	**32.1%**	**17.3%**	**100.0%**
21	**Compensation of Employees**	**385.45**	**86.70**	**94.14**	**180.84**	**46.9%**	**3.0%**	**40.7%**
211	**Wages and Salaries**	**385.45**	**86.70**	**94.14**	**180.84**	**46.9%**	**3.0%**	**40.7%**
2111	Wages and salaries in Cash	206.30	50.07	52.67	102.74	49.8%	3.1%	23.1%
2113	Allowances in cash	139.39	30.33	32.33	62.66	45.0%	2.8%	14.1%
2114	Other employees costs	39.76	6.30	9.14	15.44	38.8%	3.8%	3.5%
22	**Use of goods and services**	**467.98**	**37.10**	**105.39**	**142.49**	**30.4%**	**62.4%**	**32.0%**
221	**Travel and Conference**	**32.95**	**1.51**	**5.24**	**6.75**	**20.5%**	**29.7%**	**1.5%**
2211	Travel and Conference Expenses	32.95	1.51	5.24	6.75	20.5%	29.7%	1.5%
222	**Operating Expenses**	**51.54**	**5.36**	**8.89**	**14.25**	**27.6%**	**22.2%**	**3.2%**
2221	Utilities	9.28	1.26	1.95	3.21	34.6%	24.3%	0.7%
2222	Communications	2.47	0.18	0.45	0.62	25.3%	86.2%	0.1%
2223	Fuel and lubricants	15.50	1.99	3.25	5.24	33.8%	23.1%	1.2%
2224	Materials and supplies	11.86	1.00	1.84	2.84	23.9%	-5.3%	0.6%
2225	Maintenance and repairs	12.43	0.94	1.39	2.34	18.8%	56.7%	0.5%
223	**Rent**	**7.50**	**0.90**	**1.07**	**1.96**	**26.2%**	**-19.4%**	**0.4%**
2231	Rent	7.50	0.90	1.07	1.96	26.2%	-19.4%	0.4%
224	**Finance costs**	**280.69**	**18.24**	**56.81**	**75.05**	**26.7%**	**66.0%**	**16.9%**
2241	Education and training expense	47.80	2.08	8.42	10.50	22.0%	1151.8%	2.4%
2242	Consulting and professional expense	209.48	13.27	41.80	55.07	26.3%	43.8%	12.4%
2243	Financing costs	18.29	2.76	4.47	7.23	39.5%	25.9%	1.6%
2244	Advertisement and subscriptions	1.56	0.04	0.05	0.09	5.9%	-54.1%	0.0%
2245	Insurances charges and premium	3.56	0.09	2.07	2.16	60.6%	1963.8%	0.5%
225	**Specialized materials and services**	**7.47**	**1.59**	**1.70**	**3.29**	**44.1%**	**15.9%**	**0.7%**
2251	Police - Materials, supplies and services	7.47	1.59	1.70	3.29	44.1%	3033.9%	0.7%
226	**Other General expenses**	**84.21**	**9.51**	**31.69**	**41.20**	**48.9%**	**102.0%**	**9.3%**
2261	Other General Expenses in goods and servi	84.21	9.51	31.69	41.20	48.9%	102.0%	9.3%
229	**Contingency**	**3.61**	**0.00**	**0.00**	**0.00**	**0.0%**	**0.0%**	**0.0%**
2291	Contingency	3.61	0.00	0.00	0.00	0.0%	0.0%	0.0%
24	**Interest and other charges**	**6.72**	**1.09**	**2.07**	**3.16**	**47.0%**	**8.3%**	**0.7%**
241	**To non-residents**	**6.72**	**1.09**	**2.07**	**3.16**	**47.0%**	**8.3%**	**0.7%**
2411	Interest payable to nonresidents	6.72	1.09	2.07	3.16	47.0%	8.3%	0.7%
25	**Subsidies**	**7.16**	**0.00**	**0.00**	**0.00**	**0.0%**	**-100.0%**	**0.0%**
252	**To private enterprises**	**5.80**	**0.00**	**0.00**	**0.00**	**0.0%**	**-100.0%**	**0.0%**
2521	Private non financial enterprises	5.80	0.00	0.00	0.00	0.0%	-100.0%	0.0%
253	**To private enterprises**	**1.35**	**0.00**	**0.00**	**0.00**	0.0%	-100.0%	0.0%
2533	Subsidies Payable to Other General Goverr	1.30	0.00	0.00	0.00	0.0%	-100.0%	0.0%
26	**Grants**	**224.03**	**27.19**	**43.80**	**70.99**	**31.7%**	**29.6%**	**16.0%**
262	**To International Organizations**	**8.63**	**0.51**	**0.36**	**0.87**	**10.1%**	**-79.1%**	**0.2%**
2621	Current grants to international organization	8.63	0.51	0.36	0.87	10.1%	-79.1%	0.2%
263	**To other General Government Units**	**215.40**	**26.67**	**43.44**	**70.11**	**32.6%**	**38.5%**	**15.8%**
2631	Current grants to other general government	142.50	18.46	25.37	43.83	30.8%	61.1%	9.9%
2632	Capital grants to other general government	72.90	8.21	18.07	26.28	36.1%	12.4%	5.9%
27	**Social benefits**	**44.92**	**0.00**	**5.53**	**5.53**	**12.3%**	**0.0%**	**1.2%**
271	**Social Security benefits**	**13.00**	**0.00**	**0.67**	**0.67**	**5.2%**	**0.0%**	**0.2%**
2711	Social security benefits in cash	3.00	0.00	0.67	0.67	22.3%	0.0%	0.2%
2712	Social security benefits in kind	10.00	0.00	0.00	0.00	0.0%	0.0%	0.0%
272	**Social Assistance Benefits**	**31.92**	**0.00**	**4.86**	**4.86**	**15.2%**	**0.0%**	**1.1%**
2721	Social assistance benefit in cash	31.92	0.00	4.86	4.86	15.2%	0.0%	1.1%
28	**Other expenses**	**35.11**	**12.24**	**6.63**	**18.87**	**53.7%**	**-35.5%**	**4.2%**
282	**Tramsfers not elsewhere classified**	**35.11**	**12.24**	**6.63**	**18.87**	**53.7%**	**-35.5%**	**4.2%**
2821	Current transfers not elsewhere classified	35.11	12.24	6.63	18.87	53.7%	-35.5%	4.2%
31	**Non Financial Assets**	**215.45**	**6.53**	**16.21**	**22.73**	**10.6%**	**-18.8%**	**5.1%**
311	**Fixed Assets**	**215.45**	**6.53**	**16.21**	**22.73**	**10.6%**	**-18.8%**	**5.1%**
3111	Buildings and Structures	52.93	3.32	2.84	6.16	11.6%	684.8%	1.4%
3112	Machinery and Equipment	150.52	3.15	12.55	15.69	10.4%	-37.0%	3.5%
3113	Other Fixed Assets	11.60	0.06	0.82	0.88	7.6%	-61.9%	0.2%

Annex 3: Expenditure performance in detail as at end June 2026, by MDA

Sector/MDA	Budget 2026	Q1	Q2	Actual Total	Pfce 50%	YTY %
Administration and General Services	**447.32**	**52.49**	**109.18**	**161.67**	**36.1%**	**14.4%**
Office of the Presidency	12.60	1.97	3.13	5.09	40.4%	**-2.9%**
Office of the Parliament - Peoples' House	28.08	6.19	5.29	11.48	40.9%	**-13.3%**
Members of Parliament Senate	7.97	1.50	1.51	3.01	37.7%	**-7.0%**
Office of the Prime Minister	11.33	1.79	3.08	4.87	43.0%	**-8.3%**
Ministry of Foreign Affairs	4.75	0.82	1.03	1.85	38.9%	**10.0%**
Embassies	5.22	0.72	1.08	1.81	34.6%	**-20.8%**
Ministry of Finance	118.36	9.20	28.47	37.67	31.8%	**10.1%**
Accountant General	4.26	0.92	1.13	2.05	48.3%	**26.2%**
General Activities for the Government	114.09	14.04	24.96	39.01	34.2%	**28.7%**
Directorate of Financial Reporting Center	1.00	0.14	0.21	0.35	35.0%	**-0.3%**
Ministry of Planning	20.45	2.10	4.00	6.10	29.8%	**14.2%**
National Statistics Agency	14.12	1.33	1.20	2.53	17.9%	**-5.7%**
Ministry of Interior and Federal Affairs	22.35	3.16	2.81	5.97	26.7%	**-33.1%**
Somali Refugee and IDPs Commission	0.90	0.18	0.21	0.38	42.9%	**8.4%**
National ID Authority DADSOM	2.07	0.25	0.43	0.68	32.9%	**26.3%**
Somali Disaster and Humanitarian Management Agency	29.01	0.46	21.36	21.82	75.2%	**1870.1%**
Ministry of Religious Affairs and Endowment	5.38	0.91	0.88	1.79	33.3%	**33.3%**
Ministry of Justice	2.46	0.42	0.47	0.89	36.1%	**-8.8%**
Custodian Corps	11.46	2.64	2.85	5.50	48.0%	**1.2%**
Supreme Court	2.71	0.38	0.56	0.94	34.8%	**-4.2%**
Banadir Regional Court	2.28	0.46	0.58	1.03	45.3%	**6.2%**
Appeal Court	1.19	0.19	0.28	0.48	40.0%	**9.6%**
Judiciary Service Committee	0.19	0.02	0.03	0.05	28.1%	**-6.6%**
Attorney General	2.13	0.38	0.48	0.86	40.3%	**-2.8%**
Solicitor General	0.73	0.12	0.15	0.28	38.0%	**3.5%**
Auditor General	4.19	0.92	0.82	1.73	41.4%	**3.2%**
National Reconciliation Commission	0.48	0.09	0.11	0.20	41.8%	**-0.6%**
National Independent Electoral Commission	14.11	0.61	1.25	1.86	13.2%	**-82.2%**
Human Rights Commission	0.50	0.06	0.13	0.19	39.2%	**0.0%**
Independence Constitution Review and Imp. Commission	1.11	0.17	0.26	0.44	39.4%	**12.1%**
National Civil Service Commission	1.70	0.31	0.37	0.68	40.2%	**5.4%**
The Independent Commission for Combating Corruption	0.14	0.02	0.04	0.06	41.6%	**0.0%**
Security	**275.63**	**64.35**	**69.96**	**134.31**	**48.7%**	**9.1%**
Ministry of Defense	4.30	0.83	0.43	1.26	29.4%	**97.3%**
Armed Forces	177.46	40.97	45.41	86.38	48.7%	**8.5%**
Military Court	3.74	0.76	0.98	1.74	46.5%	**3.1%**
Disabled and Orphans Organization	0.09	0.02	0.01	0.03	26.9%	**-16.7%**
Ministry of Internal Security	1.64	0.26	0.31	0.57	34.7%	**0.6%**
Police Force	49.68	11.88	12.61	24.49	49.3%	**2.7%**
National Security Force	32.07	8.10	8.52	16.61	51.8%	**20.3%**
Immigration Department	6.65	1.52	1.71	3.23	48.6%	**12.2%**

Sector/MDA	Budget 2026	Q1	Q2	Actual Total	Pfce 50%	YTY %
Economic Service	**395.99**	**22.92**	**50.06**	**72.98**	**18.4%**	**33.7%**
Ministry of Water and Energy	138.53	3.95	9.70	13.65	9.9%	**28.6%**
Ministry of Mineral	2.66	0.41	0.54	0.95	35.9%	**21.5%**
Somalia Patrol Authority	1.48	0.14	0.77	0.91	61.4%	**138.8%**
Ministry of Agriculture	63.17	8.62	5.10	13.72	21.7%	**1.3%**
Ministry of Livestock and Forestry	21.41	0.49	1.39	1.88	8.8%	**151.3%**
Ministry of Fishery and Marine Resource	18.39	1.35	1.59	2.94	16.0%	**47.6%**
Offshore and Fisheries Development Project	0.11	0.01	0.02	0.03	25.8%	**0.0%**
Ministry of Information	6.27	0.98	1.27	2.25	35.9%	**3.9%**
Ministry of Communications and Technology	15.67	0.84	3.27	4.10	26.2%	**165.8%**
National Communication Agency	0.83	0.09	0.17	0.26	31.9%	**-4.2%**
Data Protection Authority	0.28	0.04	0.06	0.10	34.9%	**163.9%**
Ministry of Public Work & Reconstruction	98.76	2.35	20.51	22.85	23.1%	**60.9%**
Somali Construction Development Agency	0.50	0.07	0.12	0.19	39.0%	**0.0%**
Ministry of Transportation and Aviation	4.47	0.43	0.65	1.08	24.1%	**2.4%**
Civil Aviation and Metro-Authority	13.82	1.49	3.03	4.52	32.7%	**22.4%**
Ministry of Transport and Ports	2.58	0.35	0.40	0.76	29.4%	**9.0%**
Hamar Port Authority	1.03	0.15	0.23	0.38	37.0%	**-0.4%**
Somali Marine Research	0.58	0.10	0.12	0.23	38.5%	**0.0%**
Ministry of Industry & Commerce	2.50	0.52	0.60	1.12	44.6%	**-3.1%**
Somali Quality Assurance Agency	1.45	0.30	0.24	0.54	37.4%	**5.2%**
Ministry of Environment and Cilmate Change	1.46	0.22	0.29	0.52	35.2%	**-1.5%**
Social Service	**267.87**	**31.09**	**44.56**	**75.66**	**28.2%**	**25.6%**
Ministry of Health	61.40	14.86	14.49	29.35	47.8%	**-18.5%**
Ministry of Education and Higher Education	120.39	13.38	24.60	37.98	31.5%	**154.4%**
Somali National University	8.22	1.41	2.02	3.43	41.7%	**0.6%**
Somali Academy of Sciences and Arts	1.32	0.22	0.30	0.52	39.4%	**0.8%**
Intergovernmental Academy of Somali Language	0.34	0.04	0.05	0.09	24.9%	**-16.1%**
Ministry of Labor and Social Affairs	73.15	0.65	2.43	3.07	4.2%	**-24.7%**
Ministry of Youth and Sport	1.21	0.22	0.26	0.48	39.5%	**1.0%**
Ministry of Women and Human Rights Development	1.20	0.23	0.27	0.50	41.6%	**3.0%**
Somali Disable Agency	0.64	0.09	0.15	0.24	37.9%	**3.0%**
Total	**1386.81**	**170.85**	**273.77**	**444.61**	**32.1%**	**17.3%**

Annex 4: Expenditure performance by Programs Jan-Jun 2026 (in $m)

MDA Code	MDA	Program Code	Program Name	Annual Budget 2026	Total Jan-Jun 2026	Pfce% (ref 50% prorata)	%share (budget)	%share (outturn)
010201	Office of the Parliament - Peoples' House	102011	Governance and Administration (Lower House)	6.73	2.73	40.6%	24.0%	23.8%
		102012	Lower House Parliamentary Core Business	21.35	8.75	41.0%	76.0%	76.2%
			Total (People's House)	**28.08**	**11.48**	**40.9%**	**100.0%**	**100.0%**
010202	Members of Parliament Senate	102021	Governance and Administration (Senate)	3.30	1.05	31.8%	41.4%	34.9%
		102022	Upper House Parliamentary Core Business	4.68	1.96	41.9%	58.6%	65.1%
			Total (Senate)	**7.97**	**3.01**	**37.7%**	**100.0%**	**100.0%**
010500	Ministry of Finance	105001	Governance and Administration (MOF)	12.73	5.91	46.5%	10.8%	15.7%
		105002	Budget Planning, Preparation and Implementation	0.23	0.08	36.0%	0.2%	0.2%
		105003	Revenue Mobilization	4.31	2.09	48.6%	3.6%	5.6%
		105004	Economic Policy and Planning	0.05	0.01	18.0%	0.0%	0.0%
		105006	Public Procurement and Asset Disposal	0.10	0.04	43.3%	0.1%	0.1%
		105007	National Assets Management	0.06	0.03	42.7%	0.0%	0.1%
		105008	Donor Projects	100.88	29.51	29.2%	85.2%	78.3%
			Total (MOF)	**118.36**	**37.67**	**31.8%**	**100.0%**	**100.0%**
010601	National Statistics Agency	106011	Governance and Administration (NBS)	1.28	0.48	37.0%	9.1%	18.8%
		106012	Statistics Production and Management	0.05	0.00	6.4%	0.4%	0.1%
		106018	Donor Projects	12.79	2.05	16.0%	90.5%	81.1%
			Total (SNBS)	**14.12**	**2.53**	**17.9%**	**100.0%**	**100.0%**
010700	Ministry of Interior and Federal Affairs	107001	Governance and Administration (MOIFA)	2.03	0.74	36.3%	9.1%	12.4%
		107002	Federal Affairs, Democratization and Inter-State Relations	0.36	0.17	47.9%	1.6%	2.9%
		107003	Local Government and Rural Development	0.19	0.09	48.9%	0.9%	1.6%
		107004	National Reconciliation	0.14	0.07	47.1%	0.6%	1.1%
		107005	Civil and NGO Registration	0.20	0.10	47.2%	0.9%	1.6%
		107009	Donor Projects	19.42	4.80	24.7%	86.9%	80.4%
			Total (MoIFA)	**22.35**	**5.97**	**26.7%**	**100.0%**	**100.0%**
010703	Somali Disaster and Humanitarian Management Agency	107031	Governance and Administration (SoDMA)	4.39	0.77	17.5%	15.1%	3.5%
		107032	Government Humanitarian Action	0.16	0.05	31.4%	0.6%	0.2%
		107033	Disaster Management	20.42	18.84	92.2%	70.4%	86.3%
		107039	Donor Projects	4.04	2.16	53.6%	13.9%	9.9%
			Total (SoDMA)	**29.01**	**21.82**	**75.2%**	**100.0%**	**100.0%**
010800	Ministry of Religious Affairs and Endowment	108001	Governance and Administration (MOIAE)	1.30	0.49	37.8%	24.2%	27.4%
		108002	Endowments and National Zakat Fund	0.43	0.18	42.8%	7.9%	10.2%
		108003	Management of Mosques	0.44	0.19	42.0%	8.3%	10.4%
		108004	Quranic Education	2.16	0.57	26.6%	40.1%	32.0%
		108005	Hajj Services, Community Engagement, Religious Guidanc	1.05	0.36	34.1%	19.6%	20.0%
			Total (MoRAE)	**5.38**	**1.79**	**33.3%**	**100.0%**	**100.0%**
010900	Ministry of Justice	109001	Governance and Administration (MOJCA)	1.86	0.64	34.6%	75.8%	72.6%
		109002	Judiciary Affairs	0.17	0.07	40.8%	6.9%	7.7%
		109003	Correctional Affairs	0.05	0.02	41.7%	2.2%	2.5%
		109004	Legal Drafting and Agreements Support	0.20	0.08	41.7%	8.3%	9.6%
		109005	Constitutional Affairs	0.10	0.04	44.3%	4.0%	5.0%
		109006	Human Rights Affairs	0.05	0.02	40.9%	2.0%	2.3%
		109007	Somali School of Law	0.02	0.00	12.5%	0.8%	0.3%
			Total (Justice)	**2.46**	**0.89**	**36.1%**	**100.0%**	**100.0%**
011300	Auditor General	000000	Undefined	0.05	0.05	100.0%	1.2%	2.9%
		113001	Governance and Administration (AudGen)	2.40	0.92	38.2%	57.4%	52.9%
		113002	Supreme Audit Services	1.74	0.77	44.1%	41.4%	44.2%
			Total (AudGen)	**4.19**	**1.73**	**41.4%**	**100.0%**	**100.0%**
030100	Ministry of Water and Energy	301001	Governance and Administration (MOWE)	1.60	0.69	43.3%	1.2%	5.1%
		301002	Energy Resources Management	0.03	-	0.0%	0.0%	0.0%
		301003	Water Resources Management	0.03	-	0.0%	0.0%	0.0%
		301009	Donor Projects	136.87	12.95	9.5%	98.8%	94.9%
			(Total MoWE)	**138.53**	**13.65**	**9.9%**	**100.0%**	**100.0%**

MDA Code	MDA	Program Code	Program Name	Annual Budget 2026	Total Jan-Jun 2026	Pfce% (ref 50% prorata)	%share (budget)	%share (outturn)
030201	Somalia Patrol Authority	302011	Governance and Administration (SPA)	0.78	0.43	55.1%	52.7%	47.3%
		302012	Petroleum Sector Operations	0.70	0.48	68.6%	47.3%	52.7%
			Total (SPA)	**1.47**	**0.91**	**61.5%**	**100.0%**	**100.0%**
030300	Ministry of Agriculture	0303001	Governance and Administration (MOA)	1.93	0.85	44.2%	3.05%	6.22%
		0303002	Crops production and productivity improvement	0.03	0.01	21.8%	0.04%	0.04%
		0303003	Crops protection	0.03	0.01	23.8%	0.04%	0.04%
		0303004	Mechanization, irrigation and water management	0.01	0.00	17.7%	0.02%	0.02%
		0303009	Donor Projects	61.18	12.86	21.0%	96.85%	93.68%
			Total (MoA)	**63.17**	**13.72**	**21.7%**	**100.00%**	**100.00%**
030400	Ministry of Livestock and Forestry	0304001	Governance and Administration (MOLF)	1.02	0.39	38.1%	4.8%	20.7%
		0304002	Livestock Development and Management	0.38	0.18	45.9%	1.8%	9.4%
		0304003	Forest Management and Development	0.10	0.05	47.3%	0.4%	2.4%
		0304009	Donor Projects	19.91	1.27	6.4%	93.0%	67.5%
			Total (MoLF)	**21.41**	**1.88**	**8.8%**	**100.0%**	**100.0%**
030500	Ministry of Fishery and Marine Resource	0305001	Governance and Administration (MOFBE)	1.44	0.62	43.1%	7.8%	21.2%
		0305002	Fisheries Development and Marine Resource Management	0.07	-	0.0%	0.4%	0.0%
		0305009	Donor Projects	16.88	2.32	13.7%	91.8%	78.8%
			Total (MoFMR)	**18.39**	**2.94**	**16.0%**	**100.0%**	**100.0%**
030600	Ministry of Information	0306001	Governance and Administration (MOICT)	3.17	1.12	35.2%	50.6%	49.5%
		0306002	Information Dissemination	2.36	0.99	41.9%	37.6%	43.8%
		0306003	Cultural Affairs	0.47	0.08	16.7%	7.5%	3.5%
		0306004	Tourism Development	0.27	0.07	26.6%	4.4%	3.2%
			Total (MoI)	**6.27**	**2.25**	**35.9%**	**100.0%**	**100.0%**
030700	Ministry of Communications and Technology	0307001	Governance and Administration (MOCT)	1.10	0.45	41.0%	7.0%	11.0%
		0307002	Government Digitalization	0.37	0.16	43.7%	2.3%	3.9%
		0307003	Postal and Courier Services	0.17	0.06	38.5%	1.1%	1.6%
		0307004	ICT Capacity Development	0.24	0.12	48.0%	1.5%	2.8%
		0307005	ICT Innvovation and Emerging Technologies	0.19	0.09	45.7%	1.2%	2.1%
		0307009	Donor Projects	13.60	3.22	23.7%	86.8%	78.6%
			Total (MoCT)	**15.67**	**4.10**	**26.2%**	**100.0%**	**100.0%**
030701	National Communication Agency	0307011	Governance and Administration (NCA)	0.67	0.20	29.5%	80.8%	74.8%
		0307012	National SIM Card Registration	0.04	0.02	42.8%	4.3%	5.7%
		0307013	National Telecom Traffic Monitoring	0.05	0.02	41.7%	6.4%	8.3%
		0307014	Spectrum Management, Monitoring and Enforcement	0.04	0.02	41.7%	5.3%	7.0%
		0307015	National Cyber Security Infrastructure Development	0.03	0.01	41.7%	3.2%	4.2%
			Total (NCA)	**0.83**	**0.26**	**31.9%**	**100.0%**	**100.0%**
030800	Ministry of Public Work & Reconstruction	0308001	Governance and Administration (MOPWR)	1.68	0.65	38.5%	1.7%	2.8%
		0308002	Engineering and Physical Planning Services	0.03	0.00	9.8%	0.0%	0.0%
		0308003	Road Transport and Infrastructure Services	0.03	0.00	7.9%	0.0%	0.0%
		0308009	Donor Projects	97.03	22.20	22.9%	98.2%	97.2%
			Total (MoPWR)	**98.76**	**22.85**	**23.1%**	**100.0%**	**100.0%**
030900	Ministry of Transportation and Aviation	000000	Undefined	0.16	0.07	41.7%	3.6%	6.3%
		0309001	Governance and Administration (MOTA)	2.40	0.60	25.2%	53.7%	56.0%
		0309002	Air Transport Technical and Regulatory Services	1.10	0.27	24.4%	24.6%	24.8%
		0309003	Land Transport Services	0.81	0.14	17.3%	18.1%	13.0%
			Total (MoTA)	**4.47**	**1.08**	**24.1%**	**100.0%**	**100.0%**
030901	Civil Aviation and Metro-Authority	0309011	Governance and Administration (SCAA)	10.14	3.99	39.3%	73.4%	88.2%
		0309012	Air Navigation Services	2.76	0.26	9.5%	20.0%	5.8%
		0309013	Aviation Safety and Security Services	0.56	0.14	25.5%	4.0%	3.2%
		0309014	Aviation Academy	0.36	0.13	35.5%	2.6%	2.9%
			Total (SCAA)	**13.82**	**4.52**	**32.7%**	**100.0%**	**100.0%**
031000	Ministry of Transport and Ports	0310001	Governance and Administration (MOTP)	1.90	0.44	23.0%	73.4%	57.6%
		0310002	Somali Maritime Administration	0.50	0.23	47.2%	19.2%	31.0%
		0310003	Somali Shipping Agency	0.08	0.04	50.0%	3.2%	5.4%
		0310004	Somali Port Authority	0.08	0.04	50.0%	3.0%	5.1%
		0310005	Martime Institute of Somalia	0.03	0.01	21.0%	1.2%	0.8%
			Total (MoTP)	**2.58**	**0.76**	**29.3%**	**100.0%**	**100.0%**

MDA Code	MDA	Program Code	Program Name	Annual Budget 2026	Total Jan-Jun 2026	Pfce% (ref 50% prorata)	%share (budget)	%share (outturn)
031002	Somali Marine Research	0310021	Governance and Administration (Marine Research)	0.38	0.13	34.9%	65.4%	59.3%
		0310022	Marine Resource Research	0.15	0.07	45.2%	25.6%	30.0%
		0310023	Academy of Marine Studies	0.05	0.02	45.9%	9.0%	10.7%
			Total (Marine Research)	**0.58**	**0.23**	**38.5%**	**100.0%**	**100.0%**
040100	Ministry of Health	0401001	Governance and Administration (MOH)	1.33	0.39	29.0%	2.2%	1.3%
		0401002	Medical Services	2.28	0.90	39.7%	3.7%	3.1%
		0401003	Public Health	0.40	0.10	24.4%	0.7%	0.3%
		0401004	Family Health	5.33	2.73	51.2%	8.7%	9.3%
		0401005	Human Resource for Health	0.25	0.12	50.0%	0.4%	0.4%
		0401009	Donor Projects	51.82	25.12	48.5%	84.4%	85.6%
			Total (MoH)	**61.40**	**29.35**	**47.8%**	**100.0%**	**100.0%**
040200	Ministry of Education and Higher Education	0402001	Governance and Administration (MOEHE)	4.21	1.82	43.2%	3.5%	4.8%
		0402002	Curriculum Development and Evaluation	0.42	-	0.0%	0.3%	0.0%
		0402003	Quality Assurance and Standards in Education	0.03	-	0.0%	0.0%	0.0%
		0402004	Basic and Secondary Education	5.29	2.22	42.1%	4.4%	5.9%
		0402007	Examination and Certification	1.25	-	0.0%	1.0%	0.0%
		0402005	High Commission	0.66	0.28	41.7%	0.5%	0.7%
		0402006	Teacher Management	27.11	10.15	37.4%	22.5%	26.7%
		0402009	Donor Projects	81.41	23.51	28.9%	67.6%	61.9%
			Total (MoEHE)	**120.39**	**37.98**	**31.5%**	**100.0%**	**100.0%**
040201	Somali National University	0402011	Governance and Administration (SNU)	2.57	1.10	42.7%	31.2%	32.0%
		0402012	Undergraduate Studies	5.64	2.33	41.4%	68.5%	68.0%
		0402013	Graduate Studies	0.02	-	0.0%	0.2%	0.0%
			Total (SNU)	**8.22**	**3.43**	**41.7%**	**100.0%**	**100.0%**
040300	Ministry of Labor and Social Affairs	0403001	Governance and Administration (MOLSA)	2.27	1.05	46.2%	3.1%	34.1%
		0403002	Employment and Job Creation Coordination Services	0.03	0.01	28.0%	0.0%	0.3%
		0403003	Social Affairs	0.03	0.00	16.9%	0.0%	0.2%
		0403004	Labor relations management	0.01	0.00	24.1%	0.0%	0.1%
		0403009	Donor Projects	70.81	2.01	2.8%	96.8%	65.3%
			Total (MoLSA)	**73.15**	**3.07**	**4.2%**	**100.0%**	**100.0%**
040400	Ministry of Youth and Sport	0404001	Governance and Administration (MOYS)	0.81	0.31	37.9%	66.8%	64.1%
		0404002	Youth Affairs	0.27	0.12	43.9%	22.1%	24.6%
		0404003	Sports Affairs	0.13	0.05	40.3%	11.1%	11.3%
			Total (MoYS)	**1.21**	**0.48**	**39.5%**	**100.0%**	**100.0%**
040500	Ministry of Women and Human Rights Development	0405001	Governance and Administration (MOWHRD)	1.13	0.49	43.4%	94.5%	97.9%
		0405002	Children Rights Promotion, Protection and Development	0.03	0.01	15.9%	2.8%	1.0%
		0405003	Gender Equality and Women Empowerment	0.03	0.01	15.9%	2.8%	1.0%
			Total (MoWHR)	**1.20**	**0.50**	**41.8%**	**100.0%**	**100.0%**
	Total expenditure for PBB pilot MDAs			**883.45**	**230.86**	**26.1%**	**63.7%**	**51.9%**
	Total FGS expenditure			**1,386.81**	**444.62**	**32.1%**	**100.0%**	**100.0%**

Annex 5: MDA Key Performance Indicators Status as at end Jun 2026

Code	KPI	Baseline value	Target 2026	Status as at end Jun 2026	Performance Rating
010201	**Office of the Parliament - Peoples' House**				
1	Budget absorption rate	97.9%	100%	40.9%	
2	No. of bills submitted to Parliament	30	tbd		
3	Proportion of bills submitted to Parliament passed	tbd	60%		
4	No. of oversight hearings conducted	tbd	50		
5	No. of motions and resolutions issued	13	20		
6	No. of committee meetings held	tbd	30		
7	Proportion of recommendations from parliament acted upon by the executive	70%	70%		
8	No. of public consultations conducted by parliamentary committees	tbd	20		
010202	**Members of Parliament Senate**				
1	Budget absorption rate	90.9%	100%	37.7%	
2	No. of bills approved by the Upper House	4	tbd		
3	Bills approved as percentage of bills submitted by the Lower House	44%	Atleast 80%		
4	No. of oversight hearings conducted	tbd	tbd		
5	No. of plenary sittings	5	6		
6	Proportion of recommendations from Senate acted upon by FGS and/or FMS	tbd	tbd		
7	No. of public consultations conducted by the Upper House	tbd	tbd		
010400	**Ministry of Foreign Affairs**				
1	Budget absorption rate	92.7%	100%	38.8%	
2	No. of foreign investors assisted/facilitated	tbd	tbd		
3	No. of foreign market deals for Somali products secured	tbd	tbd		
4	No. of international and national ceremonies facilitated	tbd	tbd		
5	No. of tourists visiting Somalia	tbd	tbd		
6	No. of visas issued	tbd	tbd		
7	No. of Somalis in diaspora assisted/facilitated	tbd	tbd		

Code	KPI	Baseline value	Target 2026	Status as at end Jun 2026	Performance Rating
8	No. of Presidential and other VIP visits facilitated	tbd	tbd		
010500	**Ministry of Finance**				
1	Budget absorption rate	85.7%	100%	31.8%	
2	Aggregate expenditure outturn compared to original approved budget	83.90%	94.00%		
3	Public investment programme published on MOF website	N/A	Yes		
4	Aggregate domestic revenue outturn compared to original approved budget	106.70%	100%		
5	Domestic tax revenue as % of GDP	3.30%	3.60%		
6	% deviation between forecast of macro-economic assumptions and reality	8.10%	0-5%		
7	% of planned borrowing actualized	N/A	100%		
8	Debt to GDP ratio	11.87%	11.00%		
9	% of procurement contracts competitively awarded	tbd	tbd		
10	% of planned PPPs actualized	N/A	N/A		
11	National asset register published on MOF website	N/A	Yes		
010501	**Accountant General's Office**				
1	Budget absorption rate	99.3%	100%	48.2%	
2	Date FGS annual financial statements submitted for audit	15-Apr-24	30-Apr		
3	% of MDA financial statements without audit qualified opinion	tbd	tbd		
4	No. of quarterly fiscal reports published on MOF website	4	4		
5	No. of internal control reports produced	tbd	tbd		
010600	**Ministry of Planning, Investment and Economic Development**				
1	Budget absorption rate	66.6%	100%	29.8%	
2	% of projects in NTP under implementation	tbd	tbd		
3	% of annual investment financing targets in NTP covered	tbd	tbd		
4	No. of new investments	tbd	tbd		
5	Value of FDI realized ($million)	tbd	tbd		

Code	KPI	Baseline value	Target 2026	Status as at end Jun 2026	Performance Rating
6	Credit to private sector ($million)	tbd	tbd		
7	No. of investment forums organized	tbd	tbd		
8	No. of macroeconomic performance reports produced	tbd	tbd		
9	No. of development M&E reports produced	tbd	tbd		
10	No. of development research papers produced	tbd	tbd		
010601	**Somalia National Bureau of Statistics**				
1	Budget absorption rate	92.4%	100%	17.9%	
2	No. of statistical reports produced (economic)	tbd	tbd		
3	No. of statistical reports produced (social)	tbd	tbd		
4	No. of surveys conducted	tbd	tbd		
5	No. of new statistics variables on which data are compiled and produced	tbd	tbd		
6	No. of staff trained in statistical management	tbd	tbd		
7	No. of graduates from the Institute of Statistics and Applied Economics	N/A	N/A		
010700	**Ministry of Interior and Federal Affairs**				
1	Budget absorption rate	49.2%	100%	26.7%	
2	No. of inter-regional conflicts resolved	10	15		
3	No. of NGOs registered	360	600		
4	No. of rural development projects supported	5	10		
5	No. of staff in local administrative units trained	tbd	tbd		
6	Amount of grants to FMSs ($m, FGS & donor grants)	238.6	248.4		
010800	**Ministry of Endowment and Islamic Affairs**				
1	Budget absorption rate (actual/budget%)	98.7%	100%	33.3%	

Code	KPI	Baseline value	Target 2026	Status as at end Jun 2026	Performance Rating
2	No. of initiatives to increase awareness and practice of Islam	5	5		
3	No. of pilgrims facilitated for Hajj and Umrah	11,500	14,500		
4	No. of Islamic Imams supported	200	300		
5	No. of graduates from Madrasa	1,500	2,000		
6	Zakat collections ($m)	tbd	tbd		
7	No. of Zakat beneficiaries	tbd	tbd		
010900	**Ministry of Justice and Constitutional Affairs**				
1	Budget absorption rate (actual/budget%)	96.9%	100%	36.1%	
2	No. of legislative reviews conducted	tbd	tbd		
3	No. of judges, prosecutors and legal professionals trained	tbd	tbd		
4	No. of Somalis provided with legal representation and advice	tbd	tbd		
5	No. of legal reports produced	tbd	tbd		
6	No. of new laws drafted	tbd	tbd		
7	No. of prisoners graduated from prison vocational centers	tbd	tbd		
8	Proportion of women in middle-management and leadership positions within the justice sector	tbd	tbd		
011100	**Attorney General**				
1	Budget absorption rate (actual/budget%)	91.5%	100%	40.4%	
2	No. of legal cases handled in a year	tbd	tbd		
3	Proportion of cases prosecuted successfully	tbd	tbd		
4	Average duration taken to resolve legal matters	tbd	tbd		
5	Average duration taken to review and approve contracts	tbd	tbd		
011300	**Auditor General's Office**				
1	Budget absorption rate (actual/budget%)	99.2%	100%	41.4%	
2	Audit of annual financial statements of FGS submitted to Parliament in time	30-Jun	30-Jun		

Code	KPI	Baseline value	Target 2026	Status as at end Jun 2026	Performance Rating
3	Percentage of planned audits completed	tbd	tbd		
4	No. of government contracts registered and their assessment completed	tbd	tbd		
5	No. of OAGS staff trained	tbd	tbd		
6	No. of compliance audits completed	tbd	tbd		
7	No. of specialized audits completed	tbd	tbd		
8	No. of forensic audits completed	tbd	tbd		
9	No. of performance audits delivered	tbd	tbd		
10	No. of donor funded projects audits delivered	tbd	tbd		
011400	**Somalia Disaster Management Agency**				
1	Budget absorption rate (actual/budget%)	54.2%	100%	75.2%	
2	No. of people provided with life-saving, humanitarian food and cash assistance	5,474	200,000		
3	No. of affected people and properties due to calamities	tbd	tbd		
4	No. of disasters responded to in a year	tbd	tbd		
012300	**National Independent Electoral Commission**				
1	Budget absorption rate (actual/budget%)	97.8%	100%	13.2%	
2	No. of voter education events conducted in a year	tbd	tbd		
3	No. of electoral boundaries related conflicts registered	tbd	Nil		
4	No. of electoral and political disputes recorded in a year	tbd	tbd		
5	No. of electoral and political disputes resolved in a year	tbd	tbd		
6	No. of political parties registered	tbd	tbd		
7	% accuracy of voter register (duplicate/invalid entries removed)	tbd	tbd		
030100	**Ministry of Energy and Water Resources**				

Code	KPI	Baseline value	Target 2026	Status as at end Jun 2026	Performance Rating
1	Budget absorption rate (actual/budget%)	36.4%	100%	9.9%	
2	Average cost of unit of electricity in Somalia	tbd	tbd		
3	Total power generated in megawatts	tbd	tbd		
4	% of population accessing electricity in Somalia	tbd	tbd		
5	Average cost of a water unit (1000 liters)	tbd	tbd		
6	% of population with access to clean water	tbd	tbd		
030200	**Ministry of Petroleum and Mineral Resources**				
1	Budget absorption rate (actual/budget%)	81.4%	100%	35.8%	
2	FDI relating to the petroleum sector	tbd	tbd		
3	FDI relating to the mineral sector	tbd	tbd		
4	No. of licenses issued for mineral exploration/extraction	tbd	tbd		
5	No. of licenses issued for oil and gas exploration/extraction	tbd	tbd		
6	No. of mineral exploration/extraction programmes	tbd	tbd		
030300	**Ministry of Agriculture**				
1	Budget absorption rate (actual/budget%)	79.8%	100%	21.7%	
2	No. of active cooperative associations	tbd	tbd		
3	Prevalence of moderate or severe food insecurity in the population	tbd	tbd		
4	No. of agricultural extension workers in the field	tbd	tbd		
5	Value of crop exports	tbd	tbd		
6	Prevalence of plant diseases	tbd	tbd		
7	No. of functional irrigation schemes in the country	tbd	tbd		
8	Hectares of land under irrigation	tbd	tbd		
9	No. of tractors distributed to farmers	tbd	tbd		
030400	**Ministry of Livestock and Forestry**				
1	Budget absorption rate (actual/budget%)	36.4%	100%	8.8%	

Code	KPI	Baseline value	Target 2026	Status as at end Jun 2026	Performance Rating
2	Value of livestock exported	tbd	tbd		
3	Estimated number of livestock in Somalia	tbd	tbd		
4	No. of public livestock dips in entire country	tbd	tbd		
5	No. of regions with technical capacity to control major epidemic livestock disease	tbd	tbd		
6	No. of trees planted	tbd	tbd		
030500	**Ministry of Fishery and Blue Economy**				
1	Budget absorption rate (actual/budget%)	45.1%	100%	16.0%	
2	Estimated fish caught in tons	tbd	tbd		
3	No. of fishing licenses issued to foreign fishing vessels	tbd	tbd		
4	No. of fishing licences issued to Somali fishing boats	tbd	tbd		
5	Estimated number of fishermen	tbd	tbd		
6	Value of Somalia's fish exports	tbd	tbd		
030501	**Somali Marine Research**				
1	Budget absorption rate (actual/budget%)	97.4%	100%	38.5%	
2	No. of scientific marine research studies conducted	tbd	tbd		
3	No. of students enrolled at the maritime academy	tbd	tbd		
4	No. of students graduated at the maritime academy	tbd	tbd		
5	No. of fishermen trained in modern fishing techniques	tbd	tbd		
6	% of survey respondents indicating Somali sea waters are not polluted	N/A	60%		
030700	**Ministry of Communications and Technology**				
1	Budget absorption rate (actual/budget%)	36.5%	100%	26.2%	
2	Proportion of MDAs delivering some services online	tbd	tbd		
3	% of respondents surveyed using mobile and email messaging services	tbd	tbd		

Code	KPI	Baseline value	Target 2026	Status as at end Jun 2026	Performance Rating
4	No. of Somalis benefited from digital skills training	tbd	tbd		
5	No. of telecom technicians and engineers graduated at NTTI	tbd	tbd		
6	No. of Government's electronic network users trained	tbd	tbd		
7	No. of ICT research studies produced	tbd	tbd		
8	No. of recorded cyber-attacks incidents	tbd	tbd		
9	% coverage of 4G service in major towns	tbd	tbd		
030701	**Somali National Communication Agency**				
1	Budget absorption rate (actual/budget%)	83.6%	100%	31.9%	
2	No. of active SIM cards	tbd	tbd		
3	Estimated revenue from active SIM cards	tbd	$3.5m		
4	Estimated revenue from National Telecom Traffic Monitoring	tbd	$6.0m		
5	Estimated revenue from Spectrum Management, Monitoring & Enforcement	tbd	$2.5m		
030800	**Ministry of Public Works & Reconstruction**				
1	Budget absorption rate (actual/budget%)	36.5%	100%	23.1%	
2	Length of paved roads in km	tbd	tbd		
3	Proportion of road network in good condition (Somalia)	tbd	tbd		
4	Proportion of road network in good condition (urban areas)	tbd	tbd		
5	Proportion of road network in good condition (rural areas)	tbd	tbd		
6	State of urban drainage systems (all cities)	Very poor	Poor		
7	State of urban drainage systems (Mogadishu)	Very poor	Poor		
8	Proportion of government buildings in good condition	tbd	tbd		

Code	KPI	Baseline value	Target 2026	Status as at end Jun 2026	Performance Rating
030900	**Ministry of Transportation and Aviation**				
1	Budget absorption rate (actual/budget%)	52.2%	100%	24.1%	
2	Proportion of airlines that choose Mogadishu Airport to service or repair their planes	tbd	tbd		
3	No. of registered motor vehicles in FGS (all vehicles)	tbd	tbd		
4	No. of registered motor vehicles in FGS (tuktuk)	tbd	tbd		
5	No. of motor vehicles tested for road worthiness	tbd	tbd		
6	No. of driving licenses issued	tbd	tbd		
7	Average time to drive 1km during peak hours in Mogadishu on a working day	tbd	tbd		
030901	**Civil Aviation and Metro-Authority**				
1	Budget absorption rate (actual/budget%)	92.6%	100%	32.7%	
2	No. of flights facilitated with aviation information	tbd	tbd		
3	Revenue from overflight fees	$30.1m	tbd		
4	Tonnage of exports by air	tbd	tbd		
5	% score from aviation safety audits	tbd	tbd		
6	No. of aviation accidents recorded	tbd	tbd		
7	No. of aviation personnel trained	tbd	tbd		
8	No. of flights facilitated with aviation information	tbd	tbd		
031001	**Hamar Port Authority**				
1	Budget absorption rate (actual/budget%)	88.9%	100%	37.0%	
2	No. of ships arrivals recorded	318	357		
3	No. of twenty-foot equivalent containers recorded	188,152	219,442		
4	Value of cargo (dray and wet cargo) in $m	$1.21m	$1.47m		
5	Revenue collected at Mogadishu in $m	$70.6m	$79.4m		
031100	**Ministry of Industry & Commerce**				

Code	KPI	Baseline value	Target 2026	Status as at end Jun 2026	Performance Rating
1	Budget absorption rate (actual/budget%)	94.8%	100%	44.7%	
2	No. of business licenses issued	tbd	tbd		
3	No. of export products tariff lines recorded	tbd	tbd		
4	Value of manufactured exports	tbd	tbd		
5	Annual businesses constraints survey undertaken	No	Yes		
6	No. of SMEs supported	tbd	tbd		
7	No. of business development trainings organized	tbd	tbd		
8	No. of new marketable products designed	tbd	tbd		
9	Value of exports	tbd	tbd		
10	Value of imports	tbd	tbd		
11	No. of trade barriers recorded	tbd	tbd		
031200	**Ministry of Environment and Climate Change**				
1	Budget absorption rate (actual/budget%)	85.2%	100%	35.2%	
2	Climate change interventions included in the national budget	tbd	tbd		
3	Revenue collected from environment taxes	N/A	tbd		
4	Acres of land and sea protected	tbd	tbd		
5	No. of environment reports produced	tbd	tbd		
040101	**Ministry of Health**				
1	Budget absorption rate (actual/budget%)	76.3%	100%	47.8%	
2	No. of patients attended to in government hospitals (in million)	6.89	7.93		
3	Prevalence of garbage in urban areas	tbd	tbd		
4	No. of public health inspections carried out	tbd	tbd		
5	% of safe births/deliveries	287,686	316,454		
6	Doctor/patient ratio in Somalia	tbd	tbd		
7	No. of health workers provided with specialized training	tbd	tbd		
040200	**Ministry of Education and Higher Education**				

Code	KPI	Baseline value	Target 2026	Status as at end Jun 2026	Performance Rating
1	Budget absorption rate (actual/budget%)	49.5%	100%	31.5%	
2	No. of ECE learners enrolled	tbd	tbd		
3	No. of primary learners enrolled	tbd	tbd		
4	No. of secondary school learners enrolled	tbd	tbd		
5	No. of learners enrolled in TVET centers	tbd	tbd		
6	No. of students enrolled in universities	tbd	tbd		
7	No. of students enrolled in higher institutions other than universities	tbd	tbd		
8	% of primary learners passed final examinations	tbd	tbd		
9	% of secondary learners passed final examinations	tbd	tbd		
10	No. of graduates from TVET institutions	tbd	tbd		
11	No. of graduates from universities	tbd	tbd		
12	No. of graduates from higher institutions other than universities	tbd	tbd		
13	No. of scholarships granted	tbd	tbd		
040201	**Somali National University**				
1	Budget absorption rate (actual/budget%)	98.8%	100%	41.7%	
2	No. of students enrolled at SNU (undergraduate)	tbd	tbd		
3	No. of students enrolled at SNU (postgraduate)	tbd	tbd		
4	No. of students graduated (undergraduate)	tbd	tbd		
5	No. of students graduated (postgraduate)	tbd	tbd		
6	% of final year students graduated (undergraduate)	tbd	tbd		
7	No. of research papers published	tbd	tbd		
8	No. of innovative ideas/solutions developed	tbd	tbd		
040300	**Ministry of Labor and Social Affairs**				
1	Budget absorption rate (actual/budget%)	25.4%	100%	4.2%	

Code	KPI	Baseline value	Target 2026	Status as at end Jun 2026	Performance Rating
2	No. of new jobs created/identified in a year	tbd	tbd		
3	No. of households supported with social benefits	250,000	300,000		
4	No. of labor disputes or complaints registered	tbd	tbd		
5	No. of work-related accidents or incidents reported	tbd	tbd		
6	No. of TVET centers registered in the country	tbd	tbd		
7	No. of TVET centers operational	tbd	tbd		
040400	**Ministry of Youth and Sports**				
1	Budget absorption rate (actual/budget%)	97.1%	100%	39.5%	
2	No. of youths trained in entrepreneurship skills on starting business	250	300		
3	No. of youths supported to attend programs at TVET centers	200	350		
4	No. of youths rehabilitated from substance abuse	300	500		
5	No. of national sports events organized	5	8		
6	No. of community youth sports teams established and active	tbd	tbd		