

BULAWAYO BASIC NEEDS BASKET

July 2013

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The cost of the BNB for Bulawayo has slightly dropped by 0.82%, from \$503.65 in May 2013 to \$499.51 in July 2013. The prices of most basic commodities especially food remained stable during the month. The month saw a decline in prices of farm produce (including tomatoes, onions and greens) owing to their improved supply on the local market. The prices of vegetables dropped from an average price of \$0.85 in May to around \$0.75 in the month of July. The table below presents a detailed BNB for Bulawayo for July 2013.

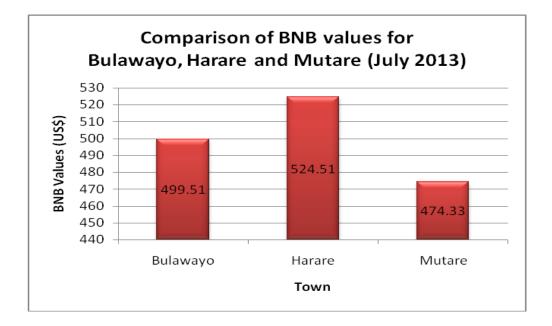
Item	Preferred brand	Unit available	Quantity	Bulawayo Average (US\$)
A. Essential Food Items:				
Mealie Meal	Red Seal (Roller meal)	20kg	2	25.50
Sugar	Brown Sugar	2kg	4	8.11
Cooking oil	Gold Star	2litres	2	8.51
Beef	Economy	1kg	5	28.73
Chicken	Chicken Cuts	2kg	2	14.99
Salt	Red Seal	1kg	2	1.00
Tea leaves	Stella Tea	250g	1	2.17
Bread	Lobels	1 loaf	30	30.00
Milk	Chimombe	500ml	12	9.26
Sugar Beans		500g	4	4.77
Vegetables		Bunche	22.5	18.38
Tomatoes		1kg	10	14.42
Kapenta		1kgl	1	9.53
Onions		1kg	10	14.77
Eggs		1crate	2	11.52
Sub Total				201.64
B. Essential Non Food Items				
Bath soap	Geisha	250g	5	4.88
Laundry soap	Green Bar	1kg	5	6.67
Washing Powder	Sunlight	1kg	2	6.19
Petroleum Jelly	Vaseline	250g	2	3.96
Toothpaste	Colgate	100ml	2	2.62
Sanitary wear	Always	500g	1	1.54
Toilet paper	Softex	Pack of 4	6	6.14
Sub-total			1	32.01
C. Rates and other services				•
Water & Sanitation (medium cost -				
fixed)	Water	Fixed		1.21
	Average usage/month	m3	80	6.00
	Sanitation (Sewage)	Fixed		8.65
Monthly rent (4 roomed house)	Basic Accommodation	per room	4	200.00
Electricity ²	Average usage/month		0	50.00
Sub-total				265.86

Bulawayo July 2013 BNB¹

¹ The following are the shops and markets where PRFT collected data on prices of basic commodities for the July 2013 BNB: City Centre (TM Hyper and SPAR); Lobengula (Mountview SPAR); Bellevue SPAR; Ascot (TM); Nkulumane (SPAR). The survey was conducted on the 15th and 16th of July 2013.

² Electricity charges were estimated using averages that families are now paying following the installation of pre-paid meters in most homes.

Total BNB for Bulawayo			499.51
D. Other Costs			
Telephone/Communication		1\$/day	\$30/month
Transport (public)		\$0.50/trip	\$30/month
School Fees:			
Tertiary	University Public		\$420 - \$550/Semester
	Technical/Colleges (Polytechnic)	National certificate level	\$175 - \$200/term
		National Diploma level	\$225/term
	Secondary		\$90/term
	Primary		\$45/term
	Creche		\$60/term
School Uniforms	Girls		\$69 (complete uniform)
	Boys		\$50 (complete uniform)
Health care	CIMAS Basicare Package	2 adults @ \$67 each and 3 children @ \$40 each	\$254/month
Fuel & Lighting	Paraffin (Pump price)		\$1.50/Litre
	Diesel (Pump price)		\$1.35/Litre
	Petrol (Pump price)		\$1.48/Litre
	Matches		\$.70/pack of 10
	Candles		\$1.65/pack of 6







Social services revival, a key step towards eradication of urban poverty in Zimbabwe

According to the recent Zimbabwe 2012 country report on the progress towards attainment of Millennium Development Goals (MDGs), Zimbabwe still lags behind in terms of eradication of poverty. The current level of poverty in Zimbabwe has its roots in the cumulative effects of the protracted economic decline that the country experienced prior to the formation of the Government of National Unity (GNU) in 2009. Although some progress has been achieved in terms of economic recovery after the formation of GNU, eradicating poverty has remained a mammoth challenge for the government. Urban poverty has been worsened by lack of access to affordable education and health care. The social services sector has not received enough support especially in terms of ensuring social protection to vulnerable residents. Due to high levels of unemployment in urban areas with most families earning their income from flea markets and street vending, the majorities are facing challenges and find it difficult to pay the exorbitant school fees and health care bills as the dollar is increasingly becoming scarce.

To access health care services, families on average pay \$20 as consultation fees and this amount excludes cost of buying drugs. Since most families are not on medical aid, payment on health care is done through out of pocket. On the other side, a family with school going children needs to folk school fees which is on average \$50 for crèche, \$45 primary and \$80 for secondary pupils per term. Poverty Reduction Forum Trust (PRFT) considers that such amounts are unaffordable especially to the poor families with low levels of income. An analysis of the households under the PRFT sentinel surveys in Bulawayo and Mutare has revealed that the average household monthly incomes for July 2013 were approximately US\$373.33 and US\$336, respectively. Comparing these average incomes with a minimum amount required for a decent life (Cost of Basic Needs Basket) in the respective cities, there is no doubt that the majority of families are already in food poverty. The PRFT's Basic Needs Basket (BNB) survey for July has shown that the cost of Basic Needs Basket for an average family of five to live a descent and dignified lifestyle in Harare was \$524.51 while the cost of the basket for same sized families in Bulawayo and Mutare is about \$499.51 and \$474.33, respectively. High school fees and out of pocket spending on health care impose a burden on poor families who are struggling to afford a monthly Basic Needs Basket.

The Millennium Development Goals (MDGs) have identified improvement in access to social services such education and health care as means to alleviate poverty. Investing in education especially primary level and health care positively influence income poverty through human capital development. Due to failure to cope with high bills in education and health care, most families are incurring huge debts. Huge debts have an effect of worsening poverty situation as families are left with no option but to sell their assets to pay the bills.

Due to urban poverty which is an emerging reality, PRFT continues to unmask urban poverty and recommend pro poor policies that aim to cushion the vulnerable families from unaffordable education and health care services. PRFT strongly advocates for social services revival in the process of fighting urban poverty. At policy level, the government should consider policies aiming at increasing social protection to the vulnerable groups in our society that include the aged, orphans and vulnerable children as well as people with disabilities. Implementing National Health Insurance (NHI) policy and increasing resources channelled to the Basic Education Assistance Module (BEAM) are some of the policy measures that can be pursued in this regard.

For more information about Poverty Reduction Forum Trust (PRFT) and the BNB initiative please contact us on Number 59, Mendel Road, Avondale, Harare; Tel: +263 4 307472; Email: <u>info@prftzim.org</u>; Website: <u>www.prftzim.org</u>