

23. DODOMA DISTRICT COUNCIL FOR THE SIX MONTHS PERIOD ENDED 30TH JUNE, 2005

1. REVENUE

1.1 Revenue budget performance

The Council planned to collect revenues amounting to Shs.36,280,000 during the period from January to June, 2004. However, a total of Shs.38,337,544 was collected, hence registering a surplus of Shs.2,057,544 or 5.7% of the total budget for the period. The Council also received grants of Shs.99,337,418 in lieu of the abolished revenue sources.

1.2 Revenue earning receipt books not produced

A total of six (6) revenue earning receipt books (not quantified) were not produced for audit. So revenues collected on them could not be confirmed during the audit. Unless the books are produced for audit the question of losses of revenues cannot be ruled out.

2.0 EXPENDITURE

2.1 Improperly vouched expenditure Shs.9,281,053

In the course of audit it was detected that expenditures amounting to Shs.9,281,053 were based on copy supporting documents. Unless the original supporting documents are submitted for audit the total expenditure incurred cannot be accepted as a proper charge to the public funds.

2.2 Loans not recovered Shs.8,656,108

- Loans amounting to Shs.6,256,108 paid to Women and Youth Groups had not been recovered from the groups. The amount includes Shs.4,156,108 outstanding since 1994.
- Shs.2,500,000 loaned to CHAMA CHA WALIMU TANZANIA of Dodoma (Rural) had not been recovered. Though according to the reply to the management letter Shs.500,000 had been recovered however no recovery particulars were produced for audit examination.

2.3 Uncollected revenue Shs.8,011,000

The Council awarded revenue collection contracts to seven contractors for collection of revenues to the tune of Shs.39,504,000. However, according

to the contract register produced revenues amounting to Shs.8,011,000 were still due from the following contractors:

	Shs.
M/S Tumaini Masaga	1,064,000
M/S Dodoma Movement Service	4,357,000
M/s Felix Mhagama	990,000
M/S Jaribu Myonga	<u>1,600,000</u>
Total	<u>8,011,000</u>

2.4 Stores not confirmed as received shs.10,190,800

Stores worth Shs.10,190,800 were issued to Lamait, Msisi and Ninhi dispensaries for construction of Doctors' houses. Site visits in September, 2004 disclosed that the stores had not been recorded in the site ledgers. In addition, no site ledger was being maintained at Msisi dispensary. As such receipt and utilization of the stores issued to the said sites could not be confirmed to have been properly received for the intended use.

2.5 Unverified payment of funds to Kongwa District Council Shs.31,805,100

A sum of shs.31,805,100 transferred from Development Account to Deposit Account in June 2004 by DED Dodoma was later on explained to have been paid over to Kongwa District Council, as the amount was wrongly credited to DED Dodoma account instead of Kongwa District Council. However no evidence was produced to audit to certify that the paid sum Shs.31,805,100 was actually received at Kongwa District Council

2.6 Debtors and Creditors

Balances of debtors and creditors included the following

Item	Balance (Shs)
- Imprests	120,500
- Sundry debtors	1,737,278
- Creditors – LAPF	31,550,728

Clearance of the outstanding debtors and creditors is called for.

2.7 Deposit Balance Shs.63,189,503

The total balance of deposits account included Shs.1,165,800 being unclaimed salaries Shs.1,817,959 payable to LAPF statutory contributors and Shs.60,205,744 salary grants.

Clearance of these balances is called for.

3. AUDIT CERTIFICATE

In my opinion, the Consolidated Balance Sheet and a summary of Income and Expenditure Statement present fairly the financial position of the Dodoma District Council as at 30th June, 2004.