

**10. MONDULI DISTRICT COUNCIL FOR THE SIX MONTHS  
PERIOD ENDED 30<sup>TH</sup> JUNE, 2004**

**1. REVENUE**

**1.1 Shortfall in revenue collection – Shs. 69,413,708**

As against Shs. 148,238,934 estimated to be collected by the Monduli District Council during the period ended 30<sup>th</sup> June, 2004 from own sources, only Shs. 78,825,226 was collected registering a deficit of Shs.69,413,708 or 47% of the revenue target.

**1.2 Missing revenue earning receipt books**

A total of 71 revenue earning receipt books issued to revenue collections were not produced when called for audit inspection as shown below:-

**(i) Fixed fee receipt books – 55**

Type	Quantity	Value (Shs)
Ada ya machinjio mbuzi/kondoo	1	25,000
Ushuru wa mifugo mhadani mbuzi/kondoo	7	420,000
Ushuru wa soko bidhaa madukani	10	500,000
Ushuru wa soko	<u>37</u>	<u>740,000</u>
<b>Total</b>	<b><u>55</u></b>	<b><u>1,685,000</u></b>

**(ii) Open receipt books – 16**

Type	Quantity
General receipts (GRR)	1
Subsidiary receipts	<u>15</u>
<b>Total</b>	<b><u>16</u></b>

Hence any revenue collected on them could not be confirmed to have been brought to account.

**2. EXPENDITURE**

**2.1 Unvouched and Improperly vouched expenditure - Shs. 20,701,375**

A test check of payment vouchers for the period ended 30<sup>th</sup> June, 2004 disclosed unvouched and improperly vouched expenditure amounting to Shs.20,701,375 as shown below:-

<b>Category</b>	<b>Amount (Shs)</b>
Unvouched expenditure	14,951,375
Improperly vouched expenditure	<u>5,750,000</u>
<b>Total</b>	<b><u>20,701,375</u></b>

**2.2 Imprests not recorded – Shs. 12,065,150**

Special Imprests amounting to Shs. 12,065,150 were not recorded in the imprest register.

Retirement particulars of these imprests were neither produced for scrutiny.

**2.3 Stores not accounted for – Shs. 7,625,000**

Stores worth Shs. 7,625,000 ordered and paid for were not accounted for in the respective ledgers.

**3. FINAL FINANCIAL STATEMENTS**

**3.1 Out-Turn**

The year's accounts closed with a deficit balance of shs. 1,140,918 arising from total expenditure of shs. 1,439,946,369 against total income of Shs.1,438,805,451 realized during the period under audit.

**Consolidated Balance Sheet**

**3.2 Examination of the Balance Sheet as at 30<sup>th</sup> June, 2004 disclosed the following outstanding balances:-**

**(i) Debtors – Shs. 67,965,802**

<b>Category</b>	<b>Amount (Shs)</b>
Salary advances	8,483,086
Imprests	24,754,136
Accrued Income from Plantation farms	18,000,000
Hire of pool vehicles	6,728,580
Loan to Engutoto Secondary School	<u>10,000,000</u>
<b>Total</b>	<b><u>67,965,802</u></b>

**(ii) Creditors – Shs. 61,433,729**

<b>Category</b>	<b>Amount (Shs)</b>
Statutory/contractual deductions	21,274,881
Tingatinga	280,000
Staff creditors	19,654,787
DRDP – Project	94,480
Monduli Trust Fund	10,865,648
Sundry creditors	<u>9,263,933</u>
<b>Total</b>	<b><u>61,433,729</u></b>

Clearance of these balances is awaited.

**3.3 Overdrawn Deposits – Shs. 14,745,000**

Two deposit items were overdrawn to the tune of Shs.14,745,000. Reimbursement of the amounts involved has not so far been made.

**4.0 AUDIT CERTIFICATE**

In my opinion, except for the matters specified in paragraphs 1 through 3 above the Consolidated Balance Sheet and the Summary Statement of Income and Expenditure present fairly the financial position of the Monduli District Council as at 30<sup>th</sup> June, 2004.