

11. NGORONGORO DISTRICT COUNCIL FOR THE SIX MONTHS PERIOD ENDED 30TH JUNE, 2004

1. REVENUE

1.1 Revenue Collection Performance

As against Shs. 206,896,408 estimated to be collected by the Ngorongoro District Council during the period ended 30th June, 2004 from own sources, only Shs. 159,496,389 was collected registering a collection deficit of Shs.47,400,019 or 23% of the revenue estimates. The collection included Shs. 56,887,509 being grants received in lieu of the abolished revenue resources.

1.2 Revenue collections not accounted for – Shs. 2,192,000

Revenue collections totalling Shs. 2,192,000 could not be confirmed to have been accounted for as the respective acknowledgement receipts were not quoted against the issued receipts.

2. EXPENDITURE

2.1 Unvouched and Improperly Vouched Expenditure – Shs. 33,293,272

A test check of payment vouchers for the period ended 30th June, 2004 disclosed unvouched and improperly vouched expenditure amounting to Shs. 33,293,272 as shown below:-

| Category | Amount (Shs) |
|--------------------------------|--------------------------|
| Unvouched expenditure | 11,102,648 |
| Improperly vouched expenditure | <u>22,190,624</u> |
| Total | <u>33,293,272</u> |

2.2 Stores not taken on ledger charge – Shs. 47,143,870

Stores worth Shs. 9,655,350 ordered and paid for were not taken on ledger charge while others worth Shs. 37,488,520 could not be evidenced as having been taken on ledger charge as the respective stores ledgers were not made available and stated to have been taken by the Prevention for Corruption Bureau (PCB) before the audit.

2.3 Irregular and Questionable payment – Shs. 9,000,000

A total amount of Shs. 9,000,000 was paid to a contractor for building dormitories at Arash Primary School without calling for Tenders. The signed contract and the certificate of completion of the works issued by the District Building Engineer were not made available when called for audit scrutiny.

3. FINAL FINANCIAL STATEMENTS

3.1 Consolidated Balance Sheet as at 30th June, 2004

3.1.1 Outstanding debtors and creditors

The Balance Sheet disclosed outstanding balances as shown below:-

(i) Debtors – Shs. 110,113,606

| Category | Amount (Shs) |
|-----------------|---------------------------|
| Imprests | 5,721,690 |
| Advances | 4,369,953 |
| Accrued Revenue | <u>100,021,963</u> |
| Total | <u>110,113,606</u> |

(ii) Creditors - Shs. 147,109,017

| Category | Amount (Shs) |
|------------------|-----------------|
| Sundry creditors | 147,109,017 |

Clearance of these balances is called for.

3.2 Overdrawn Deposits - Shs. 14,520,227

The following items were overdrawn to the tune of Shs. 14,520,227, as shown below:-

| L/F No. | Item | Amount (Shs.) |
|---------|-----------------------|--------------------------|
| 93 | Uchaguzi wa vitongoji | 215,650 |
| 115 | Sensa ya watu, 2002 | 350 |
| 116 | Mkopo na marejesho | 12,532,900 |
| 135 | Ruzuku, 2004 | 828,548 |
| 129 | Gharama za Benki | <u>942,779</u> |
| | Total | <u>14,520,227</u> |

4. BANK RECONCILIATION STATEMENTS

4.1 Item not cleared.

The following item in the bank reconciliation statements was still outstanding as at the date of writing this report.

| Item | No of Accounts | Total Amount (Shs) |
|--|---------------------------|-----------------------------------|
| Receipts in cash books not in bank statements | 9 | 3,462,829 |

Clearance of the outstanding item is called for.

5. AUDIT CERTIFICATE

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