

**48. MWANGA DISTRICT COUNCIL FOR THE SIX MONTHS  
PERIOD ENDED 30TH JUNE, 2004**

**1. REVENUE**

**1.1 Revenue Collection Performance**

The Mwangi District Council estimated to collect a total of Shs. 104,739,660 as revenue from own sources during the period January to June 2004. The actual collection was Shs. 62,128,046 registering a collection deficit of Shs. 42,611,614 or 41% of the revenue target. The collection made included grants of Shs.7,419,220 received in lieu of the abolished revenue sources.

**2. EXPENDITURE**

Test examination of payment vouchers and other related records revealed the following irregularities

2.1	Missing payment vouchers	Shs. 31,714,314
2.2	Unsupported payments	Shs. 31,227,245
2.3	Questionable contract payment for rehabilitation of Kituri Irrigation Scheme	Shs. 18,092,060
2.4	Repair costs made in respect of a motor vehicle which had been sold	Shs. 607,250
2.5	Imprests not recorded in respective registers	Shs. 3,690,000

**3. FINAL FINANCIAL STATEMENTS**

**3.1 Missing Explanatory Notes**

The consolidated Balance sheet and consolidated income and Expenditure Statement prepared did not reflect explanatory notes to support the various summary items of the accounts reported therein. The situation implies violation of regulation number 85 of the Local Authority Financial memorandum (1997).

**4.2 Consolidated Balance Sheet as at 30<sup>th</sup> June 2004**

The Balance Sheet disclosed the following outstanding balances:-

<b>Category</b>	<b>Amount (Shs)</b>
Salary Advances	4,228,652
Imprests	12,627,600
Sundry Debtors	11,935,211
Unclaimed Salaries	17,060,183
Overdraft	14,710,569

**4. AUDIT CERTIFICATE**

In my opinion, the Consolidated Balance Sheet and the Summary statement of Income and Expenditure present fairly the financial position of the Mwanga District Council as at 30<sup>th</sup> June, 2004.