

46. MOSHI DISTRICT COUNCIL FOR THE SIX MONTHS PERIOD ENDED 30TH JUNE, 2004

1. REVENUE

1.1 Revenue Collection Performance

The Moshi District Council estimated to collect a total of Shs. 310,000,000 as revenue from own sources during the period of January 2004 to June 2004. However, the actual collection was Shs. 220,680,018 registering a collection deficit of Shs. 89,319,982 or 29% of the revenue target. The collection included grants of shs. 104,762,865 received in lieu of he abolished revenue sources.

2. EXPENDITURE

2.1 Questionable payments Shs. 13,496,517

2.1.1 Six payments totaling Shs. 37,705,417 were made to the District Executive Director Moshi in March, 2004 as net salaries of Council employees for the month of February 2004. The total amount of cheques drawn and recorded in the cash books amounted to Shs. 39,095,934. The apparent excess amount of Shs. 1,390,517 could not be explained.

2.1.2 A sum of Shs. 2,226,000 paid to an officer for preparation of a meeting on village and ward levels on how to improve Council own sources of revenue was not supported by the detailed list of participants.

2.1.3 A sum of Shs. 7,830,000 paid to an officer as special imprest for facilitating a seminar in respect of a Primary School Board was not supported by the list of participants and the venue of the seminar was not stated.

2.1.4 An amount of Shs. 2,050,000 paid as special imprest to an officer for binding 360 books of Njia Panga Himo Water Project was found to be doubtful in that the purpose of the books could not be stated.

2.2 Improperly vouched expenditure Shs. 19,048,368

Payments aggregating to Shs. 6,744,800 were not supported by any documents while payments totaling Shs. 12,303,568 were made on the strength of proforma invoices only.

2.3 Diferrea payments Shs. 4,477,320

Payments aggregating to Shs. 4,477,320 properly chargeable during the years 2002 and 2003 were paid during the year 2004 without budgetary provision. The reasons for the delayed payments were not given.

2.4 Purchases of goods not delivered Shs. 9,901,500

Various Primary School text books valued at Shs. 9,901,500 ordered and paid for were not delivered and accounted for as at the time of the audit inspection.

3. FINAL FINANCIAL STATEMENTS

3.1 Consolidated Balance Sheet as at 30th June, 2004

The following amounts were still outstanding:-

Category	Amount (Shs.)
(i) Debtors:	
KNCU - Cess	5,860,295
Prepayments	4,382,490
Salary Advances	2,113,406
Deposits	32,820,513
(ii) Creditors	26,951,211

Clearance of the outstanding amounts is needed.

4. AUDIT CERTIFICATE

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