

**73. MBOZI DISTRICT COUNCIL FOR THE SIX MONTHS
PERIOD ENDED 30TH JUNE, 2004**

1. Revenue Collection Performance

During the period under review the council collected a total of Shs.210,819,450 under General Fund Account against the estimated income of shs.199,168,075 resulting in a surplus of Shs.11,651,375. The collection included Shs.155,601,492 received from the Government in lieu of the abolished revenue sources.

2. Out – Turn

The Council's accounts closed with a surplus of Shs.1,405,104 arising from total income of Shs.3,699,286,726 against a total expenditure of Shs.3,697,881,622 incurred during the period under review.

3. Consolidated Balance Sheet as at 30th June, 2004

3.1 Outstanding Imprests Shs.15,238,801

This balance related to the following accounts.

Account	Balance (Shs.)
General Fund	60,000
Education	13,663,131
Health	250,000
Water	77,490
NAEP II	364,000
Road Fund	201,540
DADS	375,000
PFM	250,000
Development	(2,360)
Total	15,238,801

However, the detailed schedules indicating the imprest holders and uncleared amounts did not indicate action taken or intended to be taken for the clearance of these balances.

Please confirm clearance action taken.

3.2 Outstanding debtors Shs.45,458,703

The debtors balance reflected in the Balance Sheet related to Women Development Fund Account (shs.13,000,000), Revenue account (shs.5,000,000) and deposit account (shs.27,458,704).

The balance of Shs.27,458,704 relating to deposit account included the following:-

Item	Balance (Shs.)
Salaries	8,749,213
Loans NMB	17,590,098
Deposits	465,584
D.C. Mbozi	210,000
Bank charges	443,809
Total	27,458,704

These balances were not supported by analysed schedules

3.3 Salary Advances Outstanding Shs.5,201,204

The outstanding advances related to the following accounts

Account	Balance (Shs.)
General Fund	1,134,078
Road services	79,077
Education	1,832,168
Health	1,569,705
Water services	196,100
Agriculture	390,076
Total	5,201,204

The situation remained similar to that pointed out in respect of uncleared imprests i.e. the detailed schedules did not indicate clearance action taken.

3.4 Deposits Shs.128,453,306

The Balance Sheet as at 30th June, 2004 reflected deposits of Shs.128,453,306 which included the following balances.

Category	Balance (Shs.)
Unclaimed salaries	16,487,867
W.E.O'S Salaries	20,683,949
Revenue received, in lieu of the abolished sources	37,603,694
Total	74,775,510

These balances ought to have been cleared before the end of the period under review.

3.5 Outstanding Creditors shs.12,968,195

This balance includes among others unsettled claims Shs.7,624,200 under Education services and unreimbursed transfer involving DADS Account Shs.5,100,000.

4. AUDIT CERTIFICATE

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