

108. MANYONI DISTRICT COUNCIL FOR THE SIX MONTHS PERIOD ENDED 30TH JUNE, 2004

1. EXPENDITURE

Audit examination of the payment vouchers and related records revealed the following irregularities.

	Category	Amount (Shs)
1.1	Unsupported payments	13,814,080
1.2	Missing payment vouchers	1,690,000
1.3	Missing acknowledgement receipts	4,902,500
1.4	Questionable issue of diesel	<u>4,331,900</u>
	Total	<u>24,738,480</u>

2. FINAL FINANCIAL STATEMENTS

2.1 Directors' notes not furnished

The council's financial statements for the six months period ended 30th June, 2004 submitted for audit examination excluded the Directors Notes contrary to the requirements of the Tanzania Financial Accounting Standards (TFAs) No.12. The Directors' notes are essentially meant to present an overview of the council activities, operating results and its financial position as at the end of the financial period.

2.2 Missing statement

Contrary to the Local Authority Financial Memorandum (1997) No.84, the council did not prepare and submit a statement of capital expenditure and its financing.

2.3 Debtors and Creditors outstanding

The final financial statements for the period ended 30th June, 2004 disclosed the following balances of debtors and creditors.

	Amount (Shs)
Debtors	307,789,782
Creditors	199,614,982

Clearance of the balance is called for.

3. **BANK RECONCILIATION STATEMENTS**

The bank reconciliation statements as at 31st October, 2004 revealed the following item which was still uncleared.

Item	Amount (Shs)
Receipts in cash book not in Bank Statement	21,935,646

4. **AUDIT CERTIFICATE**

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