

109. SINGIDA DISTRICT COUNCIL FOR THE SIX MONTHS PERIOD ENDED 30TH JUNE, 2004

1. REVENUE

1.1 Revenue collection performance

The Council did not prepare and submit to me an itemized revenue statement for the period under review. Hence, it could not be established the revenue collection performance based on individual revenue items estimated. The omission is a serious departure from the annual accounts disclosure requirements.

2. FINAL FINANCIAL STATEMENTS

2.1 Missing explanatory notes to the consolidated income and expenditure statements

The Council did not prepare and submit the explanatory notes in support of various revenue and expenditure summary items reported. This is contrary to regulation No.85 of the Local Authority Financial Memorandum (1997).

2.2 Missing annual statements

The following statements were not prepared and submitted along with other financial statements for the year under review.

- (i) Separate income and expenditure statement for each account for the year.
- (ii) Separate balance sheets for each account as at 30th June, 2004.
- (iii) Receipts and payments statement in respect of miscellaneous Deposit Account.
- (iv) Consolidated Trial Balance as at 30th June, 2004
- (v) Consolidated Bank Reconciliation statement as at 30th June, 2004.

2.3 Capital expenditure statement

The Council did not prepare and submit a capital expenditure statement indicating sources of funds for the year ended 30th June, 2004 as required by the Local Authority Financial Memorandum No.84(v).

2.4 Grants in lieu of the abolished revenue source not disclosed

The Trial Balance for the General Fund Account as at 30th June, 2004 did not disclose any entry relating to grants in lieu of the abolished revenue sources though it is known that all Councils received the grant. Accountability of this grant was therefore not established in audit.

2.5 Consolidated balance Sheet as at 30th June, 2004

2.5.1 Fixed Assets Shs.4,293,364,864

The fixed assets balance of Shs.4,293,364,864 reported in the balance sheet as at 30th June, 2004 was in respect of buildings, machinery, motor vehicles, Roads and cycles. The Values of these assets reflected in the analysed schedules differed from those reported in the summary statement of assets and hence those in the Balance sheet as follows:-

Type of Assets	Values per schedules (Shs)	Value as per Summary statement (Shs)
Buildings	235,567,206	3,669,118,666
Furniture and equipment	Not shown	235,567,206
Motor vehicles and cycles	232,264,736	239,404,736
Roads and bridges	Not shown	99,146,857

Hence, the correctness of the values reported in the balance sheet could not be confirmed.

2.5.2 Deposits Shs.40,655,463

The deposit balance reported in the balance sheet related to six uncleared deposit items including NHI Shs.8,320,744 UNICEF Shs.23,759,328 and unclaimed salaries shs.3,644,642, Tamisemi Shs.2203079, LAPF 1812770 and Mwenge 914900.

3. AUDIT CERTIFICATE

In my opinion, the Consolidated Balance Sheet and the Consolidated Income and Expenditure Statement do not present fairly the financial position of Singida District Council as at 30th June, 2004.