

38. KARAGWE DISTRICT COUNCIL FOR THE SIX MONTHS PERIOD ENDED 30TH JUNE, 2004

1. REVENUE

1.1 The out-turn on Revenue Collection

The out-turn on revenue collections for the period of six months was TShs.229,222,687 as against estimated revenue of TShs.304,458,196 resulting in an apparent shortfall of Shs.75,235,509 or 25% percent of the revenue collection target.

The collection made included grants of Shs.193,527,502 received in lieu of the abolished revenue sources.

2. EXPENDITURE

Audit examination of the payment vouchers for the period from January to June,2004 disclosed the following anomalies.

2.1	Unvouched expenditure	Shs. 7,220,523
2.2	Unsupported payments	Shs. 3,531,000
2.3	Un- refunded loans	Shs. 12,743,000

3. FINAL FINANCIAL STATEMENTS

3.1 Financial Performance

The six months accounts closed with a surplus balance of Shs.296,874,306 arising from total expenditure of Shs.2,303,378,353 against total income of Shs.2,600,252,659 realized during the period under review.

3.2 Consolidated Balance Sheet

Examination of Balance Sheet as at 30th June,2004 disclosed the following outstanding Debtors and Creditors.

<u>Item</u>	<u>Balance (Shs)</u>
Imprests	15,806,740
Advance Receivables	55,400,655
Salary Advance	<u>2,551,347</u>
Total	<u>73,758,742</u>
Sundry Creditors	26,018,562
Deposits	77,799,993
Other Deposits	<u>946,795</u>
Total	<u>104,765,350</u>

Clearance action take is awaited.

4. **AUDIT CERTIFICATE**

In my opinion, the balance sheet and the consolidated summary of Income and expenditure present fairly the Financial position of the Karagwe District Council as at 30th June,2004.