

**91. UKEREWE DISTRICT COUNCIL FOR THE SIX MONTHS PERIOD ENDED 30<sup>TH</sup> JUNE,2004**

**1. FOLLOW UP ON OUTSTANDING MATTERS FOR THE PREVIOUS YEARS**

**2002 Accounts**

**1.1 Para 3.2 Unproduced receipts books**

Fourteen (14) books worth Shs.1,200,000 are still missing as follows:-

D/Levy 2001 -	1 book Shs.	450,000
D/Levy 2002 -	1 book Shs.	750,000
GRR receipts 12 books (Open)		-
		<b>1,200,000</b>

**1.2 Para 3.3 Revenue collection not remitted to the main cashier Shs.2,601,850**

Revenue collection of Shs.1,772,750 has not yet been Remitted to the main cashier.

**1.3 Para 3.4 Missing acknowledgement receipts Shs.1,084,400**

The balance of Shs.413,400 has not yet been acknowledgement.

**1.4 Para 3.5 Outstanding revenue Collection from Council Agents Shs.1,256,080**

The balance of Shs.1,157,000 is still outstanding.

**1.5 Para 3.6 Outstanding House rent Shs.1,773,200**

The amount of Shs.1,155,200 is still outstanding.

**1.6 Para 3.6 Outstanding Hotel Levy Shs.722,620**

The balance of Shs.293,600 is still outstanding.

**1.7 Irrelevant acknowledgement receipts quoted Shs.256,400**

The balance of Shs.78,200 is still outstanding.

- 1.8 **Para 4.1** **Payment vouchers aggregating to Shs.28,416,142 were observed to the missing.**  
Payment vouchers for Shs.7,557,632 are still missing.
- 1.9 **Para 4.6** **Stores not supplied Shs.3,695,500**  
Stores worth Shs.3,695,500 are not yet delivered.
- 1.10 **Para 4.7** **Stores not taken on ledger charge Shs.6,410,700**  
Stores worth Shs.6,410,000 are yet to be accounted for.
- 1.11 **Para 4.10** **Overdraw salaries Shs.8,000,000**  
The item is yet to be resolved.
- 1.12 **Para 5.5** **Overdrawn deposits Shs.6,983,104**  
Clearance action is still awaited.

## **MATTERS ARISING FROM 2004 ACCOUNTS**

### **2. SUBMISSION OF FINAL ACCOUNTS**

Contrary to the Local Government Finances Act. No.9 of 1982 the Councils accounts which are required to be submitted to me within three months after the end of each financial year were submitted to me on 11/10/2004 after delay of eleven days beyond the statutory due date.

### **3. REVENUE**

#### **3.1 Unproduced receipt books**

A total of 65 general revenue receipt books (open) were not made available for audit examination. Revenue collected on them could not therefore be confirmed to have been correctly received and brought to account.

### **4. EXPENDITURE**

#### **4.1 School Equipment purchased not identified Shs.11,265,000**

A total payment of Shs.11,265,000 was made in respect of purchase of school equipment. However the equipments purchased were not identified in audit.

#### 4.2 Acknowledgement and Expenditure details not submitted Shs.10,000,000

A sum of Shs.10,000,000 paid to Kaseni village for rehabilitation of a dispensary was not supported by acknowledgement receipt and expenditure details.

#### 4.3 Payments to Teachers Shs.14,538,420

A sum of Shs.14,538,420 was paid to various Primary School teachers during the period. However the nature of payment could not be identified in audit.

### 5. FINAL FINANCIAL STATEMENTS

#### 5.1 Fixed Assets Shs.2,112,447,503

Fixed assets worth Shs.2,112,447,503 reported in the Balance Sheet were noted to have not been recorded in fixed asset register.

#### 5.2 Debtors Shs.60,644,859

The outstanding advances imprests and sundry debtors shown in the balance sheet amounted to Shs.60,644,859 as follows:-

<u>Category</u>	<u>Amount (Shs)</u>
Advances	2,979,938
Imprests	29,201,895
Sundry debtors	9,567,936
Women Revolving Fund	10,474,556
Youth Revolving Fund	8,420,534
	<u>60,644,859</u>

#### 5.3 Sundry Creditors Shs.556,432,220

Contrary to financial regulations, no efforts were made to clear the outstanding creditors amounting to Shs.556,432,220 analysed as follows:-

<u>Category</u>	<u>Amount (Shs.)</u>
Advances (Dr. balance)	16,162,252
Statutory deductions	292,322,928
Sundry Creditors	198,390,060
Miscellaneous deposits	49,556,980
	<u>556,432,220</u>

**6. AUDIT CERTIFICATE**

In my opinion, except for the matters specified in paragraph 1 through 5 above the balance sheet and Income and expenditure statement present fairly the Financial position of Ukerewe District Council as at 30<sup>th</sup> June,2004.