

VOTE 54 RADIO TANZANIA

382. AUDIT QUERIES

A test check of the accounts and related records for the year ended 30th June, 2004 resulted in the issue of 8 audit queries, none of which have been satisfactorily replied and settled.

383. OUT-TURN

383.1 Supply Vote

The Supply Vote closed with net expenditure of Shs.3,750,447,098 against net approved estimates and actual exchequer issues of Shs.3,752,541,598, leaving a cash balance of Shs.2,094,500 which was reduced by outstanding imprests of Shs.2,094,500 to close with a nil balance with the Paymaster General's Account.

383.2 Development Vote

The out-turn on the Development Vote was an expenditure of Shs.300,000,000 against the net approved estimates and actual exchequer issues of Shs.300,000,000 resulting in a nil cash balance with PMG's Account.

384. STATEMENT OF REVENUE COLLECTION FOR THE YEAR ENDED 30TH JUNE, 2004

384.1 Over-Collection of Revenue Shs. 146,463,537

The Statement of Revenue for the year ended 30th June, 2004 showed actual revenue collected Shs.987,577,613 against net approved estimates of Shs.841,114,076 resulting in an overcollection of Shs.146,463,537 or 17.4% of the estimated figure.

384.2 Arrears of Revenue Shs. 832,484,502

The Statement of Arrears of Revenue as at 30th June, 2004 showed large arrears of Shs.832,484,502 as at 30th June, 2004. More effort is necessary to collect these amounts.

384.3 Outstanding creditors Shs. 242,580,840

The reported amount of creditors for the year ended 30th June, 2004 was Shs.242,580,840. However, the respective bills/invoices, and register were not produced to authenticate the correctness of the outstanding creditors.

384.4 Deficit of Shs. 2,175,060,324

The CPO recurrent cash book reflected a nil balance as at 30th June, 2004 whereas the statement of Income and Expenditure showed a deficit of Shs.2,175,060,324, causing a difference of Shs. 2,175,060,324.

385. STATEMENT OF ASSETS AND LIABILITIES

385.1 Deposit General – Shs. 48,820,065/=

The statement shows a balance of Shs. 48,820,065 as at 30th June 2004, under item Deposit General. However analysis schedule to support the balance was not reflected in the accounts.

385.2 Cash with PMG – Shs. 50,064,914/=

The statement shows cash with PMG of Shs. 50,064,914/= as at 30th June 2004. However the CPO analysis schedule shows a cash balance of Shs. 1,244,849. Reconciliation of the variance is needed.

386. UNVOUCHED EXPENDITURE SHS. 232,681,217

A test check of the year's accounts and related records revealed that expenditure totalling Shs.232,681,217 from Supply Vote account were not supported by the relevant payment vouchers. I have failed to authenticate the correctness of the amount in the absence of the payment vouchers and other supporting documents. An audit query raised in this regard has not been replied.

387. PAYMENT BASED ON PROFORMA INVOICES SHS. 22,273,889

A test check of payments revealed that expenditure totalling Shs.22,273,889 were made on proforma invoices. In the absence of sales documents such as cash sales receipts, delivery notes and utilization records I was unable to confirm whether the goods and services paid for were correctly received and brought to account as required by Public Finance and Procurement Acts of 2001.

388. STORES NOT TAKEN ON LEDGER CHARGE SHS. 4,440,000

A test check of the stores records for the year 2003/2004 revealed that stores worth Shs. 4,440,000 purchased by Radio Tanzania were not recorded in the stores ledgers. I am waiting for a reply to one audit query seeking confirmation of receipt and accountability of the items stores purchased.

389. NON SUBMISSION OF EXPENDITURE RETURNS OF FUNDS PAID TO RTD OFFICES IN THE REGIONS SHS. 25,745,980

Examination of payments for the year 2003/2004 revealed that a sum of Shs.25,745,980 was paid to Radio Tanzania Zonal Offices. However acknowledgement receipts and returns of expenditure were not made available for verification.

390. MISSING EXCHEQUER RECEIPT BOOKS (ERVS)

During audit inspection, 14 Exchequer Receipt Books were not produced for audit purpose. As a result any revenue collected on them could not be confirmed to have been brought to account.

391. IRREGULAR AND QUESTIONABLE PAYMENTS SHS. 75,964,136

391.1 Payment not certified by Electrical and Mechanical Department Shs.30,000,000

Examination of payments for the year 2003/2004 revealed that a sum of Shs.30,000,000 was paid to the Permanent Secretary, Ministry of Home Affairs for installation of first aid fire fighting equipment. The work included fixing portable fire extinguisher, hose, reels, dry riser system and conducting training to personnel. However audit verification noted the following anomalies:-

- There was no contract agreement signed between the two parties
- The work done was not certified by the Director of Electrical and Mechanical Director of the Ministry of Works.

391.2 Purchase of Equipments Shs. 11,220,000

A test check of payments for the year under review revealed that Radio Tanzania purchased one (1) CD Player, DCPD 500, MIN DISC Machine MDS B 5 Sony and Cassette deck, 112 MK 111 as per LPO No. 300000444 as per acknowledgement receipt No. 029 of 09/10/2003.

However audit scrutiny of the payment noted that Delivery Note No. 0059 of 26/1/2004 and Taxi Invoice No. 621 of 28/1/2004 attached to the payment voucher were improper. Further, the items purchased were not recorded in the stores ledger contrary to P.F.R. No. 220(1) and (2). Audit could not therefore confirm delivery of the goods purchased.

**391.3 Repair and maintenance of motor vehicles at private garages
Shs. 34,744,136**

Radio Tanzania Dar es Salaam made payments to various garages amounting to Shs. 34,744,136 for repair and maintenance of motor vehicles registration No. STJ. 392, STH. 4899, STJ. 322 STH 4898 and STH.1117. However prior approval of the Director of Electrical and Mechanical Department was not obtained.

392. AUDIT CERTIFICATE

In my opinion, subject to clearance of the matters raised in the preceding paragraphs, the Supply Vote and Development Vote Revenue and Miscellaneous Deposit accounts present fairly the financial position of Vote 54 as at 30th June, 2004.