

VOTE 70 ARUSHA REGION

547. OUT TURN

547.1 Supply Vote

The Supply Vote closed with a saving of Shs. 112,440,076 arising from net expenditure of Shs. 15,505,683,874 against reported net approved estimates of Shs. 15,618,123,950.

However, exchequer issues received during the year totalled Shs. 15,508,661,850 resulting in a cash balance of Shs. 2,977,976. The real saving was slightly increased by surplus appropriations in aid Shs. 637,284 and decreased by outstanding imprests Shs. 2,634,050 resulting in a cash balance of Shs. 981,210 with the Paymaster General's Account.

547.2 Development Vote

The year's reported out turn on the Development Vote was Shs. 1,420,237,985 (Local Shs. 428,658,175 and Foreign 991,579,810) against approved estimates Shs. 1,667,037,000 (Local Shs.430,330,000 and Foreign Funds Shs.1,236,707,000) an apparent saving of Shs. 246,799,015.

However, exchequer issues received during the year totalled Shs. 1,457,352,923 resulting in a real saving and similar cash balance of Shs. 37,114,938 with the Paymaster General's Account.

548. STATEMENT OF ARREARS OF REVENUE

The statement of arrears of revenue as at 30th June,2004 reported by the Secretariat reflected arrears of revenue totalling Shs. 10,311,938 which included a sum of Shs. 7,272,540 pertaining to previous years.

549. Outstanding Liabilities Shs.99,756,842

The Secretariat reported outstanding liabilities totalling Shs.99,756,842 as at 30th June, 2004 comprising:-

(i)	Suppliers of goods and services	Shs. 65,532,800
(ii)	Civil servants	Shs. <u>34,224,042</u>
	Total	Shs. <u>99,756,842</u>

Early clearance action of the long-outstanding debts is called for.

550. LOSSES OF CASH AND STORES – SHS. 29,587,232

Losses of cash Shs. 2,722,500 and stores worth Shs. 26,864,732 reported during the year have not been finalized.

551. MATTERS ARISING FROM LOCAL INSPECTIONS

551.1 Stores not taken on ledger charge – Shs. 6,417,205

Audit inspections carried out at the Regional Medical Office and the District Administrative Secretary, Arusha , revealed that stores including foodstuffs, stationeries, fuel and building materials all worth Shs. 6,417,205 were not accounted for in the respective stores ledgers as shown below:-

<u>Station</u>	<u>Description</u>	<u>Value (Shs)</u>
(i) Regional Medical Office, Arusha	Foodstuffs, stationeries and Building materials	4,545,205
(ii) District Administrative Office, Arusha	Fuel	<u>1,872,000</u>
Total		<u>6,417,205</u>

552. TREASURY STOCK VERIFICATION REPORT

(a) Unsupported Issues of Stores – Shs. 25,670,000.00

Various stores worth Shs. 25,670,000.00 were issued and struck off ledger charge without supporting issue vouchers as follows:-

	Shs.
i. District Administrative Secretary – Arusha (October 2003)	8,665,000.00
ii. Mount Meru Regional Hospital – Arusha (December 2003)	6,125,000.00
iii. District Administrative Secretary – Arumeru (October, 2003)	880,000.00
	25,670,000.00

- (b) Verification carried out in October, 2003 at Arusha District Administrative Secretary's Office revealed that motorcycle STJ 5120 Honda 110 valued at Shs. 2,000,000.00 issued on 9/7/2002 to Mr. S.A. Mpunju Sunje Divisional Secretary was stolen on 17/10/2003 at his residence but no loss report had been submitted to the Treasury to date of this verification.
- (c) **Verification carried out at Mount Meru Regional Hospital, Arusha in December, 2003 revealed the following irregularities:-**
- (i) Stores worth Shs. 36,750,400.00 received from different sources were not taken on ledger charge.
 - (ii) Comparison between physical stock and ledger balances disclosed deficient stores worth Shs. 581,400.
 - (iii) Drugs, anaesthetic reagents, antiseptics and I.V. solutions all valued at Shs. 3,923,250.00 were time expired before use.
- (d) **Unaccounted For Purchases – Shs. 1,422,625.00**

Verification carried out in December, 2003 at Arumeru District Administrative Secretary's Office revealed that stores including fire wood and diesel all worth Shs. 1,422,625.00 were purchased but were neither taken on ledger charge nor could their utilization account be produced for verification.

553. AUDIT CERTIFICATE

In my opinion, the Supply Vote, Development Vote, Revenue and Miscellaneous Deposit Accounts present fairly the financial position of Vote 70 as at 30th June, 2004.