

**VOTE 73  
IRINGA REGION**

**581. AUDIT QUERIES**

A test check of the accounts and related records for the year 2003/2004 resulted in the issue of 61 audit queries, the more significant of which are commented upon in this report. At the time of writing this report (January, 2005) only 5 queries have been replied.

In addition 47 audit queries pertaining to the previous financial years are still outstanding as follows:-

Year	No. of Queries outstanding
2001/2002	4
2002/2003	<u>43</u>
<b>Total</b>	<b><u>47</u></b>

**582. OUT TURN**

**582.1 Supply Vote**

The Supply Vote for the year ended 30<sup>th</sup> June, 2004 closed up with an apparent saving of Shs. 3,764,717 arising from net expenditure of Shs.20,612,402,947 against approved estimates of Shs. 20,616,168,664. Similarly, since the actual exchequer issues received during the year amounted to Shs. 20,616,168,664 the real saving was shs. 3,764,717.

**582.2 Development Vote**

The year's outturn on the Development Vote was Shs. 2,170,511,230 against approved provision of shs. 4,066,954,600 an apparent saving of Shs. 1,896,443,370. However, as exchequer issues received during the year amounted to Shs. 2,170,746,485 the Development Vote closed with a real saving of Shs. 235,255 as cash on hand with the Paymaster General's Account.

**583. STATEMENT OF REVENUE**

The statement of revenue for the year ended 30<sup>th</sup> June, 2004 reported total collection of Shs. 3,525,729 against estimated revenue of Shs.4,000. The overcollection was noted on item 80303 – Rent.

## 584. FIXED ASSETS

The schedule of fixed assets involving buildings, motor vehicles, furniture and equipment submitted together with the final accounts could not be confirmed to be correct due to the following:-

- All items shown did not indicate their values
- Contrary to best accounting practice, no depreciation charges had been raised in respect of these assets.
- No fixed assets register appeared to have been maintained by the Secretariat as required by financial regulations.

## 585. STATEMENT OF OUTSTANDING STAFF DEBTORS AS AT 30<sup>TH</sup> JUNE, 2004

### 585.1 Outstanding Debts shs. 5,904,110

Staff debtors amounting to Shs. 1,175,650 were still outstanding as at 30<sup>th</sup> November, 2004 detailed below:-

S/No.	Name	Amount Outstanding Shs.
1	Mary Tarimo	1,100,000
2.	Ikolo Charles	45,650
3.	Z. Geke	<u>30,000</u>
	<b>Total</b>	<b><u>1,175,650</u></b>

Further, no debtors register was found put in place by the Secretariat for control purposes.

## 586. SCHEDULE OF DEPOSITS AS AT 30<sup>TH</sup> JUNE, 2004

The deposit statement revealed Uncleared Deposits of shs. 57,670,221 pertaining to 17 Deposit items. Huge balances related to unpaid salaries Shs.14,100,763. DAS-Iringa Shs.5,318,750 and Natural Resources deposits shs. 22,412,427.

Clearance action taken on the balance is awaited.

**587. UNVOUCHED AND IMPROPERLY VOUCHERED EXPENDITURE SHS. 54,418,583.85**

A test check of the years payment vouchers disclosed a total of Shs.54,418,583 as unvouched and improperly vouched expenditure as follows:-

Details	No. of queries	Amount Shs.
Improperly vouched (Expenditure not supported by relevant documents i.e. invoice, cash sale etc.)	59	53,718,083.85
Payment based on Proforma Invoices	1	<u>700,500.00</u>
	<b>Total</b>	<b><u>54,418,583.85</u></b>

**588. STORES NOT TAKEN ON LEDGER CHARGE SHS.12,977,270**

Eleven queries were raised on the accounts relating to procurement of goods totalling Shs. 12,977,270 which were not accounted for in the respective stores ledger.

**589. STATUTORY DEDUCTION NOT ACKNOWLEDGED RECEIPT BY PAYEES SHS. 100,494,345**

In the absence of acknowledgement receipts, payments totalling Shs.100,494,345 made by the Secretariat to other Institution/Agencies could not be authenticated as having been received by the intended payees.

**590. MATTERS ARISING FROM LOCAL INSPECTIONS**

As a result of local inspections conducted during the year, the following audit findings were raised:-

**590.1 Revenue Collections not accounted for shs. 3,221,600**

Revenue collection amounting to Shs.3,221,600 was noted to have not been accounted for viz:-

Name of Office	Amount Shs.
(i) Regional Hospital -- Iringa	2,168,600
(ii) District Office – Makete	<u>1,053,000</u>
<b>Total</b>	<b><u>3,221,600</u></b>

## **591. TREASURY STOCK VERIFICATION UNIT**

Verification carried out at Njombe District Administrative Secretary's Office in February, 2004 revealed the following irregularities:-

- (i) Issue vouches supporting issues of stores worth Shs.4,276,760 including fuel, cement and paints were not authenticated by respective recipients.
- (ii) 158 pcs of corrugated iron sheets worth Shs.505,600 were issued to Manyunyu Sec. School vide issue voucher 9/004466 dated 25/06/1999 but the issue vouchers was missing for verification.
- (iii) Comparison between physical and ledger stock balances disclosed deficient stores worth Shs. 1,339,000.

## **592. AUDIT CERTIFICATE**

In my opinion, the Supply, Development Vote, Revenue and Deposit accounts present fairly the financial position of Vote 73 as at 30<sup>th</sup> June 2004.