

THE UNITED REPUBLIC OF TANZANIA

NATIONAL AUDIT OFFICE



STATUTORY REPORT  
OF THE CONTROLLER AND AUDITOR GENERAL  
ON  
THE AUDIT OF THE FINANCIAL STATEMENTS OF  
LOCAL GOVERNMENT AUTHORITIES  
FOR  
THE FINANCIAL YEAR ENDED 30 JUNE 2005

The National Audit Office  
Dar es Salaam  
31 March 2006

Office of the Controller and Auditor General  
National Audit Office  
United Republic of Tanzania

(Established under Article 143 of the Constitution of the United Republic of Tanzania)

The statutory duties and responsibilities of the Controller and Auditor General are set out in the Public Finance Act No. 6 of 2001 (Revised in 2004)

© Statutory Report of the Controller and Auditor General on the  
Local Government Authorities

Financial Statements Audit  
For the year ended 30 June 2005.

Statutory date: 31 March 2006

**This Statutory Report is under embargo until after submission to the Speaker of the National Assembly.**

This **Statutory** Report is issued for use by the Parliament. However, upon receipt of the report by the Speaker of the National Assembly, this Statutory Report is a matter of public record and its distribution may not be limited.

National Audit Office,  
Dar es Salaam,  
Tanzania

## National Audit Office (NAO) – United Republic of Tanzania

The Controller and Auditor General is the head of the NAO.

Members of staff of the NAO assist the Controller and Auditor General to perform his functions and to prepare independent audit reports based on the results of the audit.

The Controller and Auditor General may also authorize any person eligible to be appointed as auditor under the Auditors and Accountants (Registration) Act No. 33 of 1972 or any public officer to conduct an inquiry, examination, or audit on his behalf and report to him.

According to the mandate, the Controller and Auditor General is the statutory auditor of all ministries, independent departments, executive agencies, local government authorities, donor-funded projects, all public bodies and entities whose operations create a liability to the government of the United Republic of Tanzania or who receive public monies for a public purpose.

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**STATUTORY REPORT OF THE CONTROLLER AND AUDITOR GENERAL  
ON THE FINANCIAL STATEMENTS OF LOCAL GOVERNMENT AUTHORITIES FOR  
THE YEAR ENDED 30 JUNE 2005**

**1 Executive Summary**

The audit of the Local Government Authorities for the financial year ended June 2005 took place between October and December 2005. This Audit Report is submitted in accordance with Section 48 of the Local Government Finances Act as a consolidation of the individual audit reports issued to each audited entity.

The main issues discussed in this report are the extent of compliance with laws and regulations on public financial management and adherence to professional standards and best practices of accounting by the LGAs. As a result of the audit tests carried, 62 LGAs are issued with clean opinion, 51 LGAs issued with qualified opinion, and 4 LGAs are issued with adverse opinion. The applicable reasons are discussed in detail both in this report and in the individual audit reports issued directly to the accounting officers.

The most striking audit findings are incompleteness of accounting records, in-correct bank reconciliations, failure to collect revenues due to the Councils, use of inappropriate procurement procedures, and gaps in payment procedures. Under these circumstances, the effectiveness of the procedures and systems for the control and management of resources in the Councils require closer monitoring.

The oversight function over the Councils needs to be strengthened. First, raising the capacity of internal audit units is critical. Second, the ongoing capacity building programs must be upheld at least for the foreseeable future. Thirdly, the oversight role of the Ministry of Regional Administration and Local Government should be strengthened, including taking prompt action on proved cases of financial mismanagement. These recommendations are being suggested so as to raise the accountability of the LGAs for the use of public resources.

**Dr. F. M. H. Mhilu**  
**Ag Controller and Auditor General**

Chapter One:        **BACKGROUND INFORMATION TO THE LGA STATUTORY  
AUDIT REPORT**

**AUTHORITY**

- 2     This General Audit Report is issued following the audit of the accounts of the Local Government Authorities (LGAs) for the financial year ended on 30<sup>th</sup> June 2005. This report is issued pursuant to Article 143(4) of the Constitution of the URT.
  
- 3     Article 143(2) of the Constitution of URT requires me among other things:
  - (a)    to satisfy myself that any proposed withdrawal from the Consolidated Fund is authorized by, or is provided under Article 136 of the said Constitution, and if so satisfied, to approve such a withdrawal.
  
  - (b)    To satisfy myself that all the monies the payment of which has been authorized to be charged on the Consolidated Fund, or the monies the use of which has been authorized by Parliament and which have been spent, have been applied to the purposes for which they were appropriated, and that the expenditure conforms to the authority which governs it, and
  
  - (c)    to at least once in every year to audit and report on the accounts of the government of the United Republic, the accounts managed by all officers of the Government of the United Republic, and the accounts of all courts of the United Republic, and the accounts managed by the Clerk of the National Assembly.
  
- 4     The statutory responsibilities of my office to audit the accounts of the LGAs is given under Section 45 of the Local Government Finances Act No. 9 of 1982 (The Act). Section 48 of the Act requires me to:
  - (a)    draw attention to every item of expenditure charged in the accounts, which is not authorized by law, or not sanctioned by the LGA;
  - (b)    draw attention to any deficiency or loss incurred by the negligence or misconduct of any person;
  - (c)    draw attention to any sum which ought to have been, but has not been, brought to account by any person; and
  - (d)    to make and sign a report thereof for submission to the Minister, Regional Commissioner, and to the respective Director.

- 5 Having completed the audit of the financial statements of the LGAs, individual audit reports were issued to each Council audited. The individual statutory audit reports give the detailed findings of the audit. The detailed findings were then condensed into one summary so as to come up with this LGA Statutory Report.

#### **STATEMENT OF PURPOSE**

- 6 Pursuant to the audit mandate, my office aspires to be an organization that fosters a culture of financial discipline, transparency and accountability within the Government of the United Republic. The National Audit Office which comprises the Office of the Controller and Auditor General as part of it, is the supreme audit institution in the United Republic, which strives to provide timely and high quality audit services to all audit clients in order to enhance public sector financial accountability and transparency. The office does this by educating key stakeholders on the effective management of public finances, providing value added services, and functioning independently and impartially in auditing and reporting on public accounts.
- 7 My office believes that proper financial management and accountability in the Government and in the local government authorities in particular is a fundamental pre-requisite for faster economic growth, a vital component of good governance, and a vehicle to alleviate poverty among the Tanzanians.

#### **SCOPE AND APPLICABLE STANDARDS**

- 8 As a member of the International Organization of Supreme Audit Institutions (INTOSAI), the National Audit Office is obliged to carry out audits in accordance with INTOSAI standards and apply appropriate procedures consistent with the International Standards on Auditing (ISAs). The audit has covered the evaluation of the effectiveness of the financial accounting systems used by the respective LGA to control and manage its activities.
- 9 The audit comprised of the examination and verification of the financial statements and supporting records and accounts and applied other audit procedures considered necessary in the circumstances necessary for the purpose of forming an independent audit opinion thereon.
- 10 The audit standards and procedures applied were not designed to specifically search for fraud, however, the audit was adequately planned and executed so that there would be a reasonable expectation of detecting material misstatement in the financial statements resulting from irregularities or fraud.

- 11 The Act places the responsibility to establish an effective internal control system to the management of the LGA. In addition, it is the responsibility of the management of the LGA to prevent, detect, and investigate any internal fraud or irregularity.
- 12 My responsibility is to express an independent opinion based on the audit, upon being satisfied whether the funds appropriated to the LGA were used exclusively and judiciously to meet eligible expenditures according to the provisions of the Constitution, with due attention to economy and efficiency, whether the accounts of the LGA have been kept in accordance with or do comply with generally accepted accounting principles (GAAPs).
- 13 The audit of the accounts of the Local Government authorities was carried out between October and December 2005. Preparation of the individual audit reports took place in January 2006. This LGA Statutory Audit Report for submission to the Parliament contains a condensed summary of the consolidated findings of the matters of public interest reported in the individual audit reports.
- 14 During the year under review, a total of 117 LGAs have been audited. The list of audited authorities which are the subject of this LGA Statutory Report is attached as Annexure I to this Report.

#### **STATUTORY REPORTING PROCEDURES**

- 15 In accordance with Section 48 of the Act this Report is submitted to the Honorable Minister responsible for LGAs who is required to table it before the National Assembly. Upon submission to the National Assembly, this LGA Statutory Audit Report will be a matter of public record and its distribution may not be limited.
- 16 As for the respective individual Audit Reports issued to the respective Regional Commissioners and Council Directors the later is required, under the said Section of the Act, to table the respective individual Audit Reports before the Council.
- 17 Section 49 of the Act requires each LGA to publish, subject to paragraph 15, the audit report and the financial statements so audited.

## Chapter Two: RESULTS OF THE AUDIT OF THE FINANCIAL STATEMENTS

### AUDIT ASSURANCE AND THE BASIS OF OPINIONS ISSUED

- 18 As a matter of statutory requirement I am obliged to give assurance to stakeholders of the respective Councils whether the information given in the financial statements presents fairly the results of the operations, cash flows and financial position for the year ended on 30 June 2005. This certification provides to stakeholders the audit assurance as to the veracity of the financial operations of the Local Authorities, including the Council's compliance with prescribed requirements. Based on the INTOSAI standards, the following opinions are issued as a measure of the assessment given on the financial information presented. These are unqualified opinion, qualified (except for) opinion, and adverse opinion.
- 19 For purposes of accountability and transparency to the Parliament, regardless of the opinion given in the individual audit reports, audit findings are narrated alongside their implication, recommendations, clients' responses, and auditors' comments. I believe that this form of presentation of audit findings and reporting promotes the obligations conferred to the accounting officer and to myself, hence raising the assurance to users of the audit report to a higher level since the accounting officer is effectively made part of the audit process.

#### Unqualified opinion

- 20 During the year under review, based on the findings of the audit, I have issued unqualified opinion to 62 Councils. The names of the Councils issued with an unqualified opinion is given under Annexure II to this Statutory Report which forms part of this paragraph.
- 21 An unqualified audit opinion is issued on the financial statements audited when I am satisfied in all material respects that (a) the financial statements have been prepared using acceptable accounting bases and policies which have been consistently prepared; (b) the financial statements comply with statutory requirements and relevant regulations (in this case Act No. 9 of 1982 and the Local Government Financial Memorandum of 1977); (c) the view presented by the financial statements is consistent with the knowledge on the circumstances of the audited entity; and (d) there is adequate disclosure of all material matters relevant to the financial statements.

- 22 However, issuance of an unqualified opinion does not mean that the Council has a clean wholesale system of internal control. It only means that nothing has come to my attention to warrant a qualified opinion. Accordingly, each audited entity which has been issued with an unqualified opinion has also been issued with a management letter giving details of the material issues that are equally potential to risks of financial and/or stores losses.
- 23 Further, an emphasis of matter paragraph is appended in each situation, which draws the immediate attention of the accounting officer warning him about those matters requiring urgent attention, failure of which may result in issuance of a qualified opinion in subsequent audits. However, the main objective of the emphasis of matter is to bring a closer understanding of the situation obtaining in the audited entity, despite the unqualified opinion given.

#### **Qualified opinion**

- 24 Depending on the nature and circumstances of each audited Council, I am compelled to issue a qualified opinion if I am convinced that there are material matters affecting the financial statement presentation as explained under paragraph 21, including long outstanding audit queries.

When I am unable to satisfy myself that the financial statements fairly reflect in all material respects, the results of operations and cash flows of the audited entity, I am obliged to qualify the audit report by referring to those material matters about which I have reservations. In principle, I am generally satisfied by the outcome of the audit except for the matters of disagreement or uncertainty specified therein.

- 25 From the results of the audit, the financial statements of 51 audited Local Authorities have accordingly been qualified and the reasons thereof given. The detailed list of audited entities whose accounts have been qualified is given under Annexure III which forms part of this paragraph.

#### **Adverse opinion**

- 26 Where, the situation presented by the financial statements in paragraphs 24 and 25 is not only material but also fundamental, I am obliged to issue an adverse opinion. An adverse opinion is expressed if the obtaining disagreement or limitation of scope is so fundamental that it undermines the position presented to the extent that a qualified opinion would not be adequate. In this case, I am making myself clear that the financial statements are not fairly stated.

- 27 As a result of the audit, and on the basis of the principle in paragraph 26, I have issued adverse opinion to 4 Councils, with the reasons appended thereto. The list of Councils with adverse opinions is given under Annexure IV which forms part of this paragraph.
- 28 **Summary of opinions issued**

	Unqualified opinion	Qualified opinion	Adverse opinion	Total
City Councils	-	2	-	2
Municipal Councils	4	8	-	12
Town Councils	4	6	1	11
District Councils	54	35	3	92
<b>Total</b>	<b>62</b>	<b>51</b>	<b>4</b>	<b>117</b>
<b>Percentage</b>	<b>53%</b>	<b>44%</b>	<b>3%</b>	<b>100%</b>

#### REASONS GIVING RISE TO QUALIFICATIONS IN THE AUDITED FINANCIAL STATEMENTS

- 29 The reasons given in the separate audit reports to substantiate qualifications can be classified into two - limitation of scope of audit and disagreement in best practice on records keeping and non compliance with laws

#### Qualifications due to Limitation of Scope of Audit

- 30 In accordance with section 32(5) of Public Finance Act No. 6 of 2001 in the exercise of my duties, I have the right of access to all records, books, vouchers, documents, cash stamps, stamps, securities, stores or public property in the possession of any officer or any other person who has received or dealt with public money or property.

Due to several reasons applicable to each individual Council audited, I was unable to obtain full access and/or information and explanations which I considered necessary in forming an opinion. More specifically there has been limitation of scope in the following situations:

- Unavailability of payment vouchers;
- Unavailability of delivery notes on goods/services procured;
- Absence of proper supporting documents on various payments made;
- Unavailability of Revenue books for audit verification;
- Unavailability of assets schedule; and
- Lack of acknowledgement receipts on various payments initiated.

As a result of the limitation of scope of audit, I could not verify payments amounting to about 5,853,811,073. The detailed breakdown of the financial effect of these short falls is given under Annexure V which forms part of this paragraph.

**Qualifications due to Disagreement in best practice on records keeping and non compliance with Public Finance Act**

31 Order Nos. 9 through 16 of the Local Government Financial Memorandum (LAFM) require the management of each Council to establish and support a sound system of Internal Control. Order No. 53 places responsibility to the Council management to prepare the financial statement of the Council based on the Generally Accepted Accounting Standards and the use of best practices. However, some of the Councils audited were found not to comply with these provisions. As a result I am compelled to issue the qualified opinion in these circumstances. Among the reasons that compelled me to be in disagreement with the records keeping includes the following:

- Unrecorded assets on registers;
- Stores not taken on ledger charge;
- Undisclosed Bank balances in the books of accounts;
- Improperly vouched transactions;
- Un vouched expenditures;
- Omissions, inaccuracy and incompleteness of accounting records, and
- Incomplete Bank reconciliations;

As a result of the disagreement in these situations, I could not verify an amount approximating Shs.5,442,310,836. The detailed breakdown of the financial effect of these short falls is given under Annexure V which forms part of this paragraph.

## Chapter Three: FINANCIAL MANAGEMENT IN THE COUNCILS

### FINANCIAL PERFORMANCE

- 32 An examination of the cash-flows in some selected Councils has revealed a mixed scenario of financial performance. While there were large savings in some of the Councils, others had spent over and above the monies received during the year. Annexure VI gives details of the financial performance of 14 selected Councils.

From the 14 selected Councils, it is clear that the large councils (City & Municipal Councils) had huge savings of amounts unexpended. This situation is led by Dar es Salaam City Council followed by Kinondoni Municipal, Ilala Municipal and Mwanza City.

### OUTSTANDING MATTERS FROM PREVIOUS AUDITS

- 33 During the previous years' audits we recommended actions to be taken by the Council's managements to rectify some of the key issues which were observed to be outstanding. The current year audit has once again pointed out these matters arising from previous findings. The financial effect of these outstanding matters is usually substantial. The table below shows the financial effect of such outstanding matters in 26 Councils only:

Name of Council	Amount (TShs.)
Temeke Municipal Council	395,351,114
Ngorongoro District Council	108,134,631
Dar es Salaam City Council	1,624,251,391
Kinondoni Municipal Council	85,469,707
Iringa Municipal Council	74,002,935
Nzega District Council	135,238,513
Urambo District Council	179,281,528
Shinyanga Municipal Council	1,279,487,677
Bukombe District Council	4,026,477,452
Pangani District Council	74,543,880
Lushoto District Council	36,902,889
Korogwe District Council	217,753,173
Muheza District Council	160,338,081
Korogwe District Council	40,111,671
Handeni District	17,194,772
Tanga Municipal Council	2,348,421
Lindi Town Council	70,558,559
Liwale District Council	174,248,217

Kilwa District Council	490,309,912
Ruangwa District Council	391,394,997
Nachingwea District Council	204,391,495
Kilombero District Council	7,885,700
Kilosa District Council	204,567,520
Ulanga District Council	537,217,674
Ilala Municipal Council	79,542,320
Morogoro Municipal Council	10,340,931
<b>Total</b>	<b>10,627,345,160</b>

## REVENUE RECEIPT BOOKS

- 34 One source of pilferage of Councils' revenues is the loss of receipt books. This anomaly has been reported in all previous audits as an area of concern. The situation has continued to persist in this year's audit. For example, in the following Councils, I noted loss of more than five Revenue Receipt Books missing from the Councils' control:

Name of Council	Number of Revenue Receipt Books found missing:
Dodoma Municipal Council	14
Kondoa District Council	67
Kondoa town Council	62
Kongwa District Council	24
Iringa Municipal Council	29
Mufindi District Council	7
Kilwa District Council	7
Musoma Town Council	47
Mtwara/Mikindani Town Council	9
Newala District Council	56
Misungwi District Council	12
Mwanza City Council	13
Maswa District Council	12
Shinyanga District Council	25
Igunga District Council	27
Nzega District Council	43
Urambo District Council	31
Handeni District Council	128
Monduli District Council	47
Manyoni District Council	13
<b>Total</b>	<b>673</b>

## OUTSTANDING DEBTORS

- 35 The Local Authority Financial Memorandum (1997 Order No.121 stipulates that accounts receivable (debtors) should be recovered in full. Examination of the accounting records of the Councils shows that substantial amounts of debtors had remained uncollected as at the balance sheet date. For example, 22 Councils only had outstanding debtors amounting to shillings 4,901,945,700. The details of the outstanding amounts of debtors of more than 50 million shillings in each Council and the corresponding percentage of the total are as follows:

Name of Council	Amount (Shs.)	Percentage
Monduli District Council	70,148,785	1.4%
Arumeru District Council	53,353,983	1.0%
Ilala Municipal Council	585,602,335	12.0%
Kinondoni Municipal Council	854,614,593	17.0%
Dar es Salaam City Council	458,936,411	9.0%
Njombe District Council	69,188,251	1.4%
Biharamulo District Council	136,626,380	2.8%
Ngara District Council	57,976,079	1.2%
Kilosa District Council	204,567,520	1.2%
Bagamoyo District Council	311,352,292	6.3%
Mwanza City Council	443,921,186	9.0%
Ukerewe District Council	558,942,364	14.5%
Ngorongoro District Council	87,126,063	1.8%
Iramba District Council	53,421,434	1.1%
Bukombe District Council	61,061,763	1.5%
Shinyanga District Council	193,482,380	4.0%
Dodoma Municipal Council	145,617,950	3.0%
Kondoa District Council	100,955,227	2.0%
Korogwe District Council	77,325,169	2.6%
Handeni District Council	55,772,100	1.2%
Serengeti District Council	57,644,355	1.2%
Temeke Municipal Council	264,354,079	5.4%
<b>Total</b>	<b>4,901,945,700</b>	<b>100%</b>

Again, the Dar es Salaam Region Councils are among the leading authorities who could not collect revenue from debtors.

## CREDITORS

- 36 Audit of Councils Balance Sheets disclosed outstanding creditors which could lead to Councils to loose their Credit Worthiness. As at 30<sup>th</sup> June 2005, a total of Shs.3,936,629,540 was owed by 27 Councils only to various creditors. The following is an example of Councils with credits amounting to more than Shs.50 million.

Name of Council	Amount (Shs.)	Percentage
Temeke Municipal Council	444,578,752	11.30%
Iringa Municipal Council	50,238,609	1.3%
Iringa District Council	160,316,599	4.1%
Ngorongoro District Council	82,068,510	2.1%
Biharamulo District Council	91,719,868	2.3%
Muleba District Council	132,623,740	3.4%
Dar es Salaam City Council	244,050,656	6.2%
Arumeru District Council	162,355,095	4.1%
Songea District Council	60,924,102	1.5%
Manyoni District Council	56,783,468	1.4%
Iramba District Council	81,073,622	2.1%
Shinyanga District Council	290,380,071	7.4%
Kondoa District Council	130,364,462	3.3%
Mpwapwa District Council	130,329,215	3.3%
Pangani District Council	54,381,253	1.4%
Korogwe District Council	74,682,345	1.9%
Muheza District Council	87,024,131	2.2%
Lindi District Council	134,136,045	3.4%
Kilwa District Council	102,234,433	2.6%
Nachingwea District Council	152,686,407	3.9%
Serengeti District Council	67,007,926	1.7%
Bunda District Council	83,091,224	2.1%
Musoma District Council	53,500,975	1.4%
Tarime District Council	365,948,182	9.3%
Kilosa District Council	181,185,970	4.6%
Morogoro District Council	257,852,150	6.6%
Ulanga District Council	205,091,730	5.2%
<b>Total</b>	<b>3,936,629,540</b>	<b>100%</b>

## UNSPENT GRANTS

- 37 During the financial year 2004/2005, Temeke Municipal Council received grants from the Government amounting to Shs.10,983,822,249 for recurrent and development expenditures. However, expenditure details revealed that a sum of TShs.10,250,141,021 was incurred leaving a balance of TShs. 733,681,228.

Grant	Total Receipts (TShs.)	Total Expenditure (TShs.)	Unspent Balance (TShs.)
Recurrent	7,353,033,730	7,065,202,117	287,831,613
Development	3,630,788,519	3,184,938,904	445,849,615
<b>Total</b>	<b>10,983,822,249</b>	<b>10,250,141,021</b>	<b>733,681,228</b>

The expenditure programme details of the unspent amount of TShs. 733,681,228 were not given.

## UNRETIRED IMPRESTS

- 38 The Local Authority Financial Memorandum (1997) Order No. 134 stipulates that special Imprests must be retired within two weeks after the officer has returned to base or after finalisation of the activity; failure to do so will not only necessitate the outstanding amount to be deducted from the officer's salary at an enhanced rate but may also attract a surcharged of not less than 5% of his salary. Audit of thirty one Councils disclosed huge outstanding Imprests. There was no evidence of recovery of the imprests as detailed below:

Name of Council	Amount Outstanding (Shs.)
Kinondoni Municipal Council	10,845,168
Ludewa District Council	7,008,784
Mufindi District Council	14,213,854
Iringa District Council	26,369,333
Bukoba District Council	11,557,000
Lindi District Council	61,172,996
Magu District Council	61,742,771
Newala District Council	48,010,074
Mbarali District Council	25,271,083
Igunga District Council	30,755,149
Tabora District Council	135,432,381
Sikonge District Council	22,041,554

Ngorongoro District Council	17,685,484
Monduli District Council	32,909,872
Manyoni District Council	63,697,600
Shinyanga Municipal Council	15,468,171
Bukombe District Council	19,410,512
Shinyanga District Council	86,317,145
Lushoto District Council	36,948,132
Handeni District Council	33,880,822
Kilwa District Council	69,921,121
Ruangwa District Council	14,937,185
Nachingwea District Council	53,466,126
Serengeti District Council	17,627,218
Musoma District Council	54,665,733
Tarime District Council	94,763,877
Kilombero District Council	45,246,840
Kilosa District Council	102,339,423
Morogoro District Council	24,283,751
Ulanga District Council	32,986,520
Dar es Salaam City Council	9,837,350
<b>Total</b>	<b>1,280,813,029</b>

#### OUTSTANDING ITEMS IN BANK RECONCILIATION STATEMENTS

- 39 The Local Government Financial Memorandum (1997) Order No. 68 stipulated that it shall be the duty of the Treasurer to ensure that all necessary reconciliation including those between control and individual accounts, and between cash books and bank statements are carried out promptly. Fourteen Councils had huge outstanding items in the bank statement amounting to Shs. 21,771,191,479 in total. Details are given under Annexure VII.

#### UNVOUCHED AND IMPROPERLY VOUCHERED EXPENDITURE

- 40 Various payments were incurred by 29 Councils for various activities. Examination of the payment vouchers revealed that these expenditures were not adequately supported to justify the amounts paid. The following is a list of Councils whose payment records were found to be inadequately supported for cases of above Shs.10 million.

Name of the Council	Amount Involved (Shs.)
Kinondoni Municipal Council	36,054,292
Monduli District Council	18,173,583
Mbinga District Council	12,849,895
Karagwe District Council	16,096,992
Mufindi District Council	19,552,981
Ludewa District Council	32,338,945
Bukoba Town Council	36,906,627
Singida Town Council	19,453,072
Singida District Council	12,492,000
Dodoma District Council	127,807,890
Dodoma Municipal Council	56,592,480
Kongwa District Council	69,810,747
Mpwapa District Council	211,969,387
Ruangwa District Council	59,713,181
Lindi District Council	19,894,200
Liwale District Council	90,608,882
Nachingwea District Council	36,051,894
<b>Total</b>	<b>969,312,780</b>

#### OUTSTANDING ADVANCES GRANTED TO STAFF OF OTHER COUNCILS

- 41 The Local Authority Financial Memorandum Order No. 151 stipulates that any such advances must be recovered within six months from the officer's Council. If the advance is not recovered within this time, the amount of unrecovered advances shall be debited to a recurrent account designated for that purpose. Twenty Councils had such long outstanding advances as detailed here below:-

Name of Council	Amount (Shs.)
Tunduru District Council	9,588,809
Iringa Municipal Council	4,439,330
Iringa District Council	6,269,203
Bukoba District Council	6,300,000
Karagwe District Council	67,231,842
Igunga District Council	11,000,318
Sikonge District Council	15,687,876
Monduli District Council	10,575,333
Manyoni District Council	9,624,900
Shinyanga District Council	99,474,424
Lushoto District Council	22,672,921
Kilwa District Council	16,697,206
Ruangwa District Council	8,218,352

Musoma Town Council	12,549,484
Serengeti District Council	4,271,156
Musoma District Council	5,956,380
Kilombero District Council	11,024,880
Kilosa District Council	38,695,355
Morogoro District Council	9,384,300
Dar es Salaam Council	30,815,310
	<b>400,477,379</b>

## Chapter Four: COMPLIANCE WITH PUBLIC PROCUREMENT LEGISLATION

- 42 Section 44 of the Public Procurement Act No. 21 of 2004 states that notwithstanding instructions given under any law, it is the responsibility of every accounting officer to ensure that the procurement of goods works or services is done in accordance with the procedures prescribed by under the said or related Regulations.

The Act requires me to state whether or not the provisions of the Section of the said Act have been complied with. The most disturbing shortfalls found during audit refer to:

- Frequent purchases and procurements based on direct shopping or quotations and budgeting;
- Lack of planning for procurement projects;
- Ineffective Tender Boards (such as failure to meet regularly), and
- Inadequate records kept on procurement proceedings.

### STORES NOT TAKEN ON LEDGER CHARGE

- 43 The Local Authority Financial Memorandum (1997) Order 207 stipulates that "A record of receipts, issues and physical balances of each item of stores shall be recorded in a separate page of the store ledger showing the following details:
- (i) Details of purchase, date of purchase, the goods recorded note, number and the rate per Item;
  - (ii) Details of the date of issue, the quantity of Issue and the stores Issue number, and
  - (iii) The physical balance.

The following Councils were observed to have not adhered to the above order for amounts exceeding Shs.10 million:

Name of the Council	Amount (TShs.)
Kinondoni Municipal Council	13,409,916
Mufindi District Council	17,339,251
Monduli District Council	12,291,250
Geita District Council	18,615,500
Misungwi District Council	33,616,200
Sengerema District Council	10,590,227
Bagamoyo District Council	22,693,793
Kisarawe District Council	41,499,415
Mtwara Mikindani District Council	26,981,760
Kongwa District Council	16,978,562
Nachingwea District Council	12,635,400
<b>Total</b>	<b>226,651,274</b>

## **INTERNAL AUDIT**

- 44 Section 45 (l) of the Local Government Finances Act No. 9 of 1982 and Orders No. 12 & 13 of the Local Authority Financial Memorandum of 1997 require each Council to employ its own qualified Internal Auditor who shall work closely with the Treasurer, but his/or her findings shall be reported directly to the Council Director for taking necessary corrective and control measures. The duties of the Internal Auditor if properly planned, executed and reported accordingly would minimize the work of the External Auditor.

It was, however, learnt from the audit visits to the Local Authorities that although most of the Councils have Internal Auditors, I still fail to rely on their work in that: -

- (i) Many of them are assigned accounting duties most of the time and do little or nothing of the internal audit activities, contrary to the regulations
- (ii) In many cases, copies of the Internal Audit Reports are not submitted to the Office of the Controller and Auditor General, and
- (iii) Some of the Internal Audit Reports are not attended to by the management nor tabled before the Finance Committees and/or Full Council

In view of the above, the Government is strongly advised through the Ministry of Regional Administration and Local Government, to step up the oversight role. In my previous Audit Report under Paragraph 5, I indicated that substantial amounts of Public Funds are directed to the Councils for obvious reasons. More efforts are required to be directed to them so as to ensure that there is sound financial discipline and accountability in the Councils.

## Chapter Five: CONCLUSION AND ACKNOWLEDGEMENTS

- 45 The audit of the LGA's has been a challenging exercise during the year. Apart from the expanded mandate, the number of audits has equally increased both in terms of numbers and in nature of the audits. The requirement to examine value for money issues, and environmental concerns under my audit mandate has given me an opportunity to re-examine the future role of audit and the challenges arising there-from. During this year's audit, the situation was however manageable despite constraints of capacity in my office.
- 46 It will be noticed that the structure and content of this annual report has significantly changed from the traditional reports that I have been issuing. This LGA Statutory Report is a consolidation of the individual audit reports issued to each Council which are written with a view to promote accountability of the Councils. The new style of audit reporting is intended to improve dialogue and communication between the auditees by making them part and parcel of the audit process, and also to gear up for more value added accountability reports and therefore facilitate the oversight function.
- 47 I am obliged to extend my regards to the Chairperson and Honorable members of the Local Authorities Accounts Committee for their commitment to deliberate on the contents of this report and the separate individual reports issued to the Councils. It is my belief that since this report is being issued on time, it will expedite the Committee's hearing so that this oversight function is brought up-to-date.
- 47.1 I wish to express my gratitude to the Paymaster General, Treasury, and the Council Directors for the much needed support and information availed to me. I also would like to thank the Printer for accepting to expedite the printing of this report and making it available for distribution to stakeholders.
- 47.2 Further, I wish to express my deepest gratitude to the donors and well-wishers of my office who have contributed immensely towards the modernization of the office.

47.3 Last but not least, I would like to thank staff members of my office who have worked tirelessly towards the timely release of this report. Their commitment and dedication has been very useful. I urge them to continue with the same team spirit they have demonstrated.

**Dr. Frank M.H. Mhlu**  
**Ag Controller and Auditor General**

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National Audit Office,  
Dar es Salaam,  
31 March 2006.

**LIST OF AUDITED LOCAL GOVERNMENT AUTHORITIES**

**ARUSHA REGION**

ARUMERU DISTRICT COUNCIL  
ARUSHA MUNICIPAL COUNCIL  
KARATU DISTRICT COUNCIL  
MONDULI DISTRICT COUNCIL  
NGORONGORO DISTRICT COUNCIL

**COAST REGION**

BAGAMOYO DISTRICT COUNCIL  
KIBAHA DISTRICT COUNCIL  
KIBAHA TOWNSHIP AUTHORITY  
KISARAWA DISTRICT COUNCIL  
MAFIA DISTRICT COUNCIL  
MKURANGA DISTRICT COUNCIL  
RUFUJI/UTETE DISTRICT COUNCIL

**DAR ES SALAAM REGION**

DAR ES SALAAM CITY COUNCIL  
ILALA MUNICIPAL COUNCIL  
KINONDONI MUNICIPAL COUNCIL  
TEMEKE MUNICIPAL COUNCIL

**DODOMA REGION**

DODOMA DISTRICT COUNCIL  
DODOMA MUNICIPAL COUNCIL  
KONDOA DISTRICT COUNCIL  
KONDOA TOWNSHIP  
KONGWA DISTRICT COUNCIL  
MPWPWA DISTRICT COUNCIL

**IRINGA REGION**

IRINGA DISTRICT COUNCIL  
IRINGA MUNICIPAL COUNCIL  
LUDEWA DISTRICT COUNCIL  
MAKETE DISTRICT COUNCIL  
MUFINDI DISTRICT COUNCIL  
NJOMBE DISTRICT COUNCIL

**KAGERA REGION**

BIHARAMULO DISTRICT COUNCIL  
BUKOBA DISTRICT COUNCIL  
BUKOBA TOWN COUNCIL  
KARAGWE DISTRICT COUNCIL  
MULEBA DISTRICT COUNCIL  
NGARA DISTRICT COUNCIL

**KIGOMA REGION**

KASULU DISTRICT COUNCIL  
KIBONDO DISTRICT COUNCIL  
KIGOMA DISTRICT COUNCIL  
KIGOMA/UJIJI TOWN COUNCIL

**KILIMANJARO REGION**

HAI DISTRICT COUNCIL  
MOSHI DISTRICT COUNCIL  
MOSHI MUNICIPAL COUNCIL  
MWANGA DISTRICT COUNCIL  
ROMBO DISTRICT COUNCIL  
SAME DISTRICT COUNCIL

**LINDI REGION**

KILWA DISTRICT COUNCIL  
LINDI DISTRICT COUNCIL  
LINDI TOWN COUNCIL  
LIWALE DISTRICT COUNCIL  
NACHINGWEA DISTRICT COUNCIL  
RUANGWA DISTRICT COUNCIL

**MANYARA REGION**

BABATI DISTRICT COUNCIL  
HANAN'G DISTRICT COUNCIL  
KITETO DISTRICT COUNCIL  
MBULU DISTRICT COUNCIL  
SIMANJIRO DISTRICT COUNCIL

**MARA REGION**

BUNDA DISTRICT COUNCIL  
MUSOMA DISTRICT COUNCIL  
MUSOMA TOWN COUNCIL  
SERENGETI DISTRICT COUNCIL  
TARIME DISTRICT COUNCIL

**MBEYA REGION**

CHUNYA DISTRICT COUNCIL  
ILEJE DISTRICT COUNCIL  
KYELA DISTRICT COUNCIL  
MBARALI DISTRICT COUNCIL  
MBEYA DISTRICT COUNCIL  
MBEYA MUNICIPAL COUNCIL  
MBOZI DISTRICT COUNCIL  
RUNGWE DISTRICT COUNCIL

**MOROGORO REGION**

KILOMBERO DISTRICT COUNCIL  
KILOSA DISTRICT COUNCIL  
MOROGORO MUNICIPAL COUNCIL  
MOROGORO DISTRICT COUNCIL  
ULANGA DISTRICT COUNCIL

**MTWARA REGION**

MASASI DISTRICT COUNCIL  
MTWARA DISTRICT COUNCIL  
MTWARA/MIKINDANI TOWN COUNCIL  
NEWALA DISTRICT COUNCIL  
TANDAHIMBA DISTRICT COUNCIL

**MWANZA REGION**

GEITA DISTRICT COUNCIL  
KWIMBA DISTRICT COUNCIL  
MAGU DISTRICT COUNCIL  
MISUNGWI DISTRICT COUNCIL  
MWANZA MUNICIPAL COUNCIL  
SENGEREMA DISTRICT COUNCIL  
UKEREWE DISTRICT COUNCIL

**RUKWA REGION**

MPANDA DISTRICT COUNCIL  
NKASI DISTRICT COUNCIL  
SUMBAWANGA DISTRICT COUNCIL  
SUMBAWANGA TOWN COUNCIL

**RUVUMA REGION**

MBINGA DISTRICT COUNCIL  
SONGEA DISTRICT COUNCIL  
SONGEA TOWN COUNCIL  
TUNDURU DISTRICT COUNCIL

**SHINYANGA REGION**

BARIADI DISTRICT COUNCIL  
BUKOMBE DISTRICT COUNCIL  
KAHAMA DISTRICT COUNCIL  
MASWA DISTRICT COUNCIL  
MEATU DISTRICT COUNCIL  
SHINYANGA DISTRICT COUNCIL  
SHINYANGA MUNICIPAL COUNCIL

**SINGIDA REGION**

IRAMBA DISTRICT COUNCIL  
MANYONI DISTRICT COUNCIL  
SINGIDA DISTRICT COUNCIL  
SINGIDA TOWN COUNCIL

**TABORA REGION**

IGUNGA DISTRICT COUNCIL  
NZEGA DISTRICT COUNCIL  
SIKONGE DISTRICT COUNCIL  
TABORA DISTRICT COUNCIL  
TABORA DISTRICT COUNCIL  
URAMBO DISTRICT COUNCIL

**TANGA REGION**

HANDENI DISTRICT COUNCIL  
KOROGWE TOWNSHIP COUNCIL  
KOROGWE DISTRICT COUNCIL  
LUSHOTO DISTRICT COUNCIL  
MUHEZA DISTRICT COUNCIL  
PANGANI DISTRICT COUNCIL  
TANGA MUNICIPAL COUNCIL

## ANNEXURE II

### LIST OF COUNCILS ISSUED WITH UNQUALIFIED OPINION

1.	ARUMERU DISTRICT COUNCIL
2.	MONDULI DISTRICT COUNCIL
3.	KIBAHA DISTRICT COUNCIL
4.	MAFIA DISTRICT COUNCIL
5.	MKURANGA DISTRICT COUNCIL
6.	RUFJI DISTRICT COUNCIL
7.	KIBONDO DISTRICT COUNCIL
8.	HAI DISTRICT COUNCIL
9.	ROMBO DISTRICT COUNCIL
10.	SAME DISTRICT COUNCIL
11.	MOSHI DISTRICT COUNCIL
12.	MWANGA DISTRICT COUNCIL
13.	GEITA DISTRICT COUNCIL
14.	KWIMBA DISTRICT COUNCIL
15.	MAGU DISTRICT COUNCIL
16.	SENGEREMA DISTRICT COUNCIL
17.	MBINGA DISTRICT COUNCIL
18.	SONGEA DISTRICT COUNCIL
19.	TUNDURU DISTRICT COUNCIL
20.	TABORA DISTRICT COUNCIL
21.	URAMBO DISTRICT COUNCIL
22.	TABORA MUNICIPAL COUNCIL
23.	KOROGWE DISTRICT COUNCIL
24.	KOROGWE TOWN COUNCIL
25.	LUSHOTO DISTRICT COUNCIL
26.	MUHEZA DISTRICT COUNCIL
27.	TANGA MUNICIPAL COUNCIL
28.	LUDEWA DISTRICT COUNCIL
29.	MAKETE DISTRICT COUNCIL
30.	MUFINDI DISTRICT COUNCIL
31.	BIHARAMULO DISTRICT COUNCIL
32.	BUKOBA DISTRICT COUNCIL
33.	KARAGWE DISTRICT COUNCIL
34.	MULEBA DISTRICT COUNCIL
35.	NGARA DISTRICT COUNCIL
36.	BUKOBA TOWN COUNCIL
37.	NACHINGWEA DISTRICT COUNCIL
38.	CHUNYA DISTRICT COUNCIL

39.	RUNGWE DISTRICT COUNCIL
40.	KYELA DISTRICT COUNCIL
41.	ILEJE DISTRICT COUNCIL
42.	MBEYA DISTRICT COUNCIL
43.	KILOMBERO DISTRICT COUNCIL
44.	MOROGORO MUNICIPAL COUNCIL
45.	MOROGORO DISTRICT COUNCIL
46.	ULANGA DISTRICT COUNCIL
47.	NEWALA DISTRICT COUNCIL
48.	MASASI DISTRICT COUNCIL
49.	MPANDA DISTRICT COUNCIL
50.	NKANSI DISTRICT COUNCIL
51.	SUMBAWANGA DISTRICT COUNCIL
52.	KAHAMA DISTRICT COUNCIL
53.	IRAMBA DISTRICT COUNCIL
54.	MANYONI DISTRICT COUNCIL
55.	SINGIDA DISTRICT COUNCIL
56.	SINGIDA TOWN COUNCIL
57.	MBOZI DISTRICT COUNCIL
58.	MBULU DISTRICT COUNCIL
59.	KIBAHA TOWN COUNCIL
60.	MEATU DISTRICT COUNCIL
61.	BAGAMOYO DISTRICT COUNCIL
62.	ARUSHA MUNICIPAL COUNCIL

## ANNEXURE III

## STATEMENT SHOWING LIST OF COUNCILS ISSUED WITH QUALIFIED OPINION

1.	KARATU DISTRICT COUNCIL
2.	NGORONGORO DISTRICT COUNCIL
3.	DAR ES SALAAM CITY COUNCIL
4.	ILALA MUNICIPAL COUNCIL
5.	KINONDONI MUNICIPAL COUNCIL
6.	TEMEKE MUNICIPAL COUNCIL
7.	DODOMA DISTRICT COUNCIL
8.	DODOMA MUNICIPAL COUNCIL
9.	KONDOA DISTRICT COUNCIL
10.	KONDOA TOWN COUNCIL
11.	KONGWA DISTRICT COUNCIL
12.	MPWAPWA DISTRICT COUNCIL
13.	IRINGA DISTRICT COUNCIL
14.	IRINGA MUNICIPAL COUNCIL
15.	KASULU DISTRICT COUNCIL
16.	KIGOMA DISTRICT COUNCIL
17.	KIGOMA/UJIJI TOWN COUNCIL
18.	LINDI TOWN COUNCIL
19.	KILWA DISTRICT COUNCIL
20.	LINDI DISTRICT COUNCIL
21.	LIWALE DISTRICT COUNCIL
22.	TANDAHIMBA DISTRICT COUNCIL
23.	KILOSA DISTRICT COUNCIL
24.	BUNDA DISTRICT COUNCIL
25.	MUSOMA DISTRICT COUNCIL
26.	MUSOMA TOWN COUNCIL
27.	SERENGETI DISTRICT COUNCIL
28.	TARIME DISTRICT COUNCIL
29.	MWANZA CITY COUNCIL
30.	UKEREWE DISTRICT COUNCIL
31.	MBEYA MUNICIPAL COUNCIL
32.	SONGEA TOWN COUNCIL
33.	BARIADI DISTRICT COUNCIL
34.	BUKOMBE DISTRICT COUNCIL
35.	MASWA DISTRICT COUNCIL
36.	SHINYANGA MUNICIPAL COUNCIL
37.	IGUNGA DISTRICT COUNCIL
38.	NZEGA DISTRICT COUNCIL
39.	SIKONGE DISTRICT COUNCIL
40.	PANGANI DISTRICT COUNCIL

41.	SIMANJIRO DISTRICT COUNCIL
42.	BABATI DISTRICT COUNCIL
43.	KITETO DISTRICT COUNCIL
44.	HANANG DISTRICT COUNCIL
45.	KISARAWA DISTRICT COUNCIL
46.	MOSHI MUNICIPAL COUNCIL
47.	RUANGWA DISTRICT COUNCIL
48.	MBARALI DISTRICT COUNCIL
49.	SUMBAWANGA TOWN COUNCIL
50.	SHINYANGA DISTRICT COUNCIL
51.	NJOMBE DISTRICT COUNCIL

#### ANNEXURE IV

##### LIST OF COUNCILS ISSUED WITH ADVERSE OPINION

1.	MISUNGWI DISTRICT COUNCIL
2.	MTWARA DISTRICT COUNCIL
3.	HANDENI DISTRICT COUNCIL
4.	MTWARA MIKINDANI TOWN COUNCIL

## ANNEXURE V

## LIST OF COUNCILS SHOWING CAUSES OF QUALIFICATIONS AND THEIR FINANCIAL EFFECT

MUNICIPAL COUNCIL TOWN COUNCIL DISTRICT COUNCIL	MATERIAL DISAGREEMENT IN BEST PRACTICE AND RECORDS KEEPING SHS.	LIMITATION OF SCOPE OF AUDIT SHS
KARATU DISTRICT COUNCIL	7,428,100	-
MONDULI DISTRICT COUNCIL	16,850,582	1,323,000
NGORONGORO DISTRICT COUNCIL	73,911,246	-
KIBAHA TOWN COUNCIL	340,429,778	-
ILALA MUNICIPAL COUNCIL	70,723,070	-
TEMEKE MUNICIPAL COUNCIL	5,673,400	-
DODOMA DISTRICT COUNCIL	6,612,000	156,554,390
DODOMA MUNICIPAL COUNCIL	-	56,592,480
KONDOA DISTRICT COUNCIL	408,798,667	-
KONDOA TOWN COUNCIL	25,611,669	-
KONGWA DISTRICT COUNCIL	101,615,560	69,810,747
MPWAPWA DISTRICT COUNCIL	9,079,500	174,171,217
IRINGA DISTRICT COUNCIL	-	59,478,585
IRINGA MUNICIPAL COUNCIL	88,563,267	23,451,523
NJOMBE DISTRICT COUNCIL	-	4,003,330,793
KASULU DISTRICT COUNCIL	1,811,013,237	-
KIGOMA DISTRICT COUNCIL	8,795,200	-
KIGOMA/UJIJI TOWN COUNCIL	209,503,587	-
LINDI DISTRICT COUNCIL	-	19,894,200
LINDI TOWN COUNCIL	57,897,199	3,257,265
LIWALE DISTRICT COUNCIL	89,276,093	4,580,538
BUNDA DISTRICT COUNCIL	15,392,700	166,065,519
MUSOMA TOWN COUNCIL	5,344,701	24,494,785
MUSOMA DISTRICT COUNCIL	563,370,408	-
SERENGETI DISTRICT COUNCIL	157,387,820	-
TARIME DISTRICT COUNCIL	194,523,133	-
UKEREWE DISTRICT COUNCIL	164,176,421	12,442,500
SONGEA TOWN COUNCIL	74,326,168	-
BARIADI DISTRICT COUNCIL	2,953,000	12,758,461
BUKOMBE DISTRICT COUNCIL	53,169,630	-
MASWA DISTRICT COUNCIL	-	15,399,883
SHINYANGA DISTRICT COUNCIL	10,674,914	2,693,600
SHINYANGA MUNICIPAL COUNCIL	32,838,022	-
IGUNGA DISTRICT COUNCIL	35,122,411	460,012,770
NZEGA DISTRICT COUNCIL	795,817,153	431,097,951
SIKONGE DISTRICT COUNCIL	5,432,200	154,231,866
<b>TOTAL</b>	<b>5,442,310,836</b>	<b>5,853,811,073</b>



## ANNEXURE VI

## STATEMENT SHOWING FINANCIAL PERFORMANCE OF SOME SELECTED COUNCILS

NAME OF COUNCIL	TOTAL INCOME (SHS.)	TOTAL EXPENDITURE (SHS.)	EXCESS EXPENDITURE (SHS.)	UNDER EXPENDITURE (SHS.)
DSM CITY COUNCIL	5,490,236,181	2,507,828,858	-	2,982,407,322
TEMEKE MUNICIPAL COUNCIL	13,941,468,226	14,116,746,828	(175,278,602)	-
KINONDONI MUNICIPAL COUNCIL	15,667,413,983	14,016,323,552	-	1,651,090,431
ILALA MUNICIPAL COUNCIL	15,917,514,092	14,324,318,178	-	1,593,195,914
MWANZA CITY COUNCIL	12,511,198,403	11,782,819,766	-	728,378,637
TANGA MUNICIPAL COUNCIL	5,071,543,970	4,616,667,438	-	454,876,532
MBEYA MUNICIPAL COUNCIL	5,883,607,720	5,957,441,599	(73,833,879)	-
MOROGORO MUNICIPAL COUNCIL	5,527,527,615	5,244,324,198	-	283,203,417
NJOMBE DISTRICT COUNCIL	7,815,490,529	7,950,246,343	(134,755,814)	-
MUFINDI DISTRICT COUNCIL	6,973,713,227	7,385,435,942	(411,722,715)	-
DODOMA MUNICIPAL COUNCIL	4,423,584,939	4,977,043,434	(553,458,495)	-
DODOMA DISTRICT COUNCIL	5,346,627,479	5,052,264,319	-	294,363,160
MPWAPWA DISTRICT COUNCIL	5,392,728,184	5,297,970,712	-	94,757,472
KONGWA DISTRICT COUNCIL	4,255,881,318	4,562,358,122	(306,476,803)	-
<b>TOTAL</b>	<b>114,218,535,865</b>	<b>107,791,789,290</b>	<b>(1,655,526,308)</b>	<b>8,082,272,884</b>
<b>PERCENTAGE</b>	<b>100%</b>	<b>94.2%</b>	<b>(1.4%)</b>	<b>7.1%</b>

**STATEMENT SHOWING LONG OUTSTANDING ITEMS IN BANK RECONCILIATION  
STATEMENTS OF SOME SLECTED COUNCILS**

NAME OF COUNCIL	RECEIPTS IN C/BOOK NOT IN BANK	UNPRESENTED CHEQUES	UNACOUNTED CHEQUES	CASH IN TRANSIT	DEBIT IN BANK STATEMENT NOT IN C/BOOK	RECEIPTS IN BANK STATEMENT NOT IN C/BOOK
ILALA M.C.	1,063,549,311	1,315,993,675				
KINONDONI M.C.	11,362,400	746,653,753	398,917,852	47,708,199	141,053,586	794,830,067
MAKETE D.C.	80,502,571	0.00	-			-
MONDULI D.C.	1,311,480	0.00	-			-
BUKOBA T.C.	11,669,533	31,785,708	-		1,800,166	405,600
NGARA D.C.	8,069,124	0.00	-			-
KARAGWE D.C.		450,231,685	-	297,009,495		-
DODOMA D.C.	3,084,862	56,414,345				3,327,500
DODOMA M.C.	232,617,723	809,507,844			2,370,177	
KONGWA D.C	14,214,896	0.00				5,679,225
LINDI D.C.	4,072,457	47,121.879				12,492,025
KILWA D.C.	39,868,736	00.00				
KONDOA T.C.		512,000				
RUANGWA D.C.		28,788,350				

URAMBO DC				229,282,472		
TABORA MC				15,056,084	3,826,028	
TABORA DC				25,272,890		
SIKONGE DC	669,699,976				7,967,114	
ARUSHA MC				35,996,827		
MBINGA DC				7,390,000		
SONGEA DC		49,786,461		28,799,083		
IRAMBA DC				2,720,000		
SHINYANGA MC	4,209,206				6,688,908	18,800,476
MASWA DC	49,540,928	210,109,027				
MEATU DC	1,326,295	102,612,738				
KAHAMA DC		369,861,670				
BUKOMBE DC	164,880,619	199,322,906				
SHINYANGA DC				237,054,966	9,405,720	2,565,790
KONDOA DC		669,761,547		39,249,967		
KOROGWE DC				36,766,089		
KILWA DC	45,388,734				11,031,945	
RUANGWA DC	9,286,985	28,788,351				
MUSOMA TC	16,392,057	139,395,644			573,011	
SERENGETI DC				3,139,200	871,708	
BUNDA DC	70,023,809	396,469,588			4,367,007	
MUSOMA DC	3,485,100	66,762,699			2,571,229	
TARIME DC	32,108,340	419,624,062			23,216,063	
MOROGORO MC		316,678,066		130,815,853		
<b>TOTAL</b>	<b>2,521,905,142</b>	<b>16,346,459,813</b>	<b>398,917,852</b>	<b>1,270,123,220</b>	<b>393,364,592</b>	<b>840,420,860</b>