


THE UNITED REPUBLIC OF TANZANIA  
PRESIDENT'S OFFICE - REGIONAL ADMINISTRATION AND LOCAL GOVERNMENT  
KALAMBO DISTRICT COUNCIL

STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2019

		2019	Restated 2018
	Notes	TZS '000	TZS '000
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	21	1,902,771	1,812,588
Receivables and prepayments	22	752,337	347,816
Inventories	23	700,469	108,814
Non-current assets held for sale	25	16,000	-
		<b>3,371,577</b>	<b>2,269,217</b>
<b>Non-current assets</b>			
Property, plant and equipment	24	49,670,084	45,330,993
		<b>49,670,084</b>	<b>45,330,993</b>
<b>TOTAL ASSETS</b>		<b>53,041,661</b>	<b>47,600,209</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Payables	26	1,240,158	495,132
Employee benefits	28	2,150,368	643,352
Deferred income (Grant)	10	1,208,549	342,539
Borrowings (Bank Loan)	27	12,052	-
		<b>4,611,127</b>	<b>1,481,023</b>
<b>Non-current liabilities</b>			
Borrowings (Bank Loan)	27	-	156,683
Employee benefits	28	-	1,092,311
Deferred income (Grant)	29	1,125,360	1,469,042
		<b>1,125,360</b>	<b>2,718,036</b>
<b>TOTAL LIABILITIES</b>		<b>5,736,487</b>	<b>4,199,058</b>
<b>NET ASSETS</b>		<b>47,305,174</b>	<b>43,401,153</b>
Accumulated surplus/(deficit)		47,305,174	43,401,153
Minimum Compulsory Reserves		-	-
<b>TOTAL NET ASSETS</b>		<b>47,305,174</b>	<b>43,401,153</b>

These financial statements were authorised for issue by the Full Council meeting held on 28th September, 2019 and were signed on its behalf by :

  
MR. MSONGELA N. PALELA  
DISTRICT EXECUTIVE DIRECTOR  
Date: 24/12/2019

DISTRICT EXECUTIVE DIRECTOR  
KALAMBO

  
Hon. DAUD N. SICHONE  
COUNCIL CHAIRMAN  
KALAMBO

Date: 24/12/2019

THE UNITED REPUBLIC OF TANZANIA  
PRESIDENT'S OFFICE - REGIONAL ADMINISTRATION AND LOCAL GOVERNMENT  
KALAMBO DISTRICT COUNCIL

STATEMENT OF FINANCIAL PERFORMANCE  
FOR THE YEAR ENDED 30 JUNE 2019

		2019	Restated 2018
	Notes	TZS '000	TZS '000
<b>Revenue</b>			
Local taxes			
Fees, fines, penalties and licenses	8	811,214	695,473
Amortisation of recurrent grants	9	233,455	193,515
Transfer from other Government entities	10	19,189,749	19,081,777
Revenue from exchange transactions	11	356,413	281,369
Amortisation of capital grant	12	72,555	79,433
Other own revenue	29	4,913,653	2,348,646
	13	189,016	73,406
		<b>25,766,056</b>	<b>22,753,620</b>
<b>Expenses</b>			
Wages, salaries and employee benefits	14	15,917,619	16,662,790
Supplies and consumables used	15	3,840,768	3,582,749
Maintenance expenses	16	486,074	251,180
Grants and other transfer payments	17	335,144	259,503
Finance costs	18	17,418	21,636
Depreciation of property, plant and equipment	24	1,265,013	1,409,746
		<b>21,862,035</b>	<b>22,187,603</b>
Share of associates surplus/(deficit)			
<b>Surplus/(deficit) during the year</b>		<b>3,904,021</b>	<b>566,017</b>

THE UNITED REPUBLIC OF TANZANIA  
PRESIDENT'S OFFICE - REGIONAL ADMINISTRATION AND LOCAL GOVERNMENT  
KALAMBO DISTRICT COUNCIL

STATEMENT OF CHANGES IN NET ASSETS  
FOR THE YEAR ENDED 30 JUNE 2019

	Accumulated surplus/deficit TZS '000	Minimum Compulsory Reserves (MCR) TZS '000	Total TZS '000
At 01 July 2017	(3,493,109)	-	(3,493,109)
Changes in Accounting Policy	-	-	-
Restated balance	(3,493,109)	-	(3,493,109)
Surplus/(deficit) for the year	566,017	-	566,017
Errors in Recognition of Payable Expenses	288,382	-	288,382
Errors in Recognition of Deferred Capita Grant	46,039,863	-	46,039,863
Restated (At 30th June 2018)	<u>43,401,153</u>	<u>-</u>	<u>43,401,153</u>
At 01 July 2018	43,401,153	-	43,401,153
Surplus/(deficit) for the year	3,904,021	-	3,904,021
Transfer to and from surplus/deficit	-	-	-
At 30th June 2019	<u>47,305,174</u>	<u>-</u>	<u>47,305,174</u>

THE UNITED REPUBLIC OF TANZANIA  
PRESIDENT'S OFFICE - REGIONAL ADMINISTRATION AND LOCAL GOVERNMENT  
KALAMBO DISTRICT COUNCIL

**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2019**

		2019 TZS '000	2018 TZS '000
<b>Cash flows from operating activities</b>			
<b>Receipts</b>			
Taxes and levies	8A	892,894	878,518
Fees, fines, penalties and licenses	9	233,455	193,515
Reccurent Grants	10	20,055,760	19,104,496
Revenue from exchange transactions	12	72,555	79,433
Development Grant Received	40	4,235,831	3,050,208
Transfer from other Government Entities	11	-	281,369
Other Own Income	13	189,016	73,406
		<b>25,679,511</b>	<b>23,660,945</b>
<b>Payments</b>			
Wages, salaries and employee benefits	14A	(16,140,304)	(16,662,790)
Supplies and consumables used	15A	(3,632,688)	(3,530,732)
Maintenance expenses	16A	(464,433)	(245,232)
Grants and other transfer payments	17A	(259,403)	(252,621)
		<b>(20,496,828)</b>	<b>(20,691,375)</b>
Change in Misc. Deposit Account Balance	21A	111,539	
<b>Net cash from operating activities</b>		<b>5,294,223</b>	<b>2,969,571</b>
<b>Cash flows from investing activities</b>			
Acquisition of property, plant, and equipment	41	(5,059,410)	(2,536,427)
<b>Net cash from investing activities</b>		<b>(5,059,410)</b>	<b>(2,536,427)</b>
<b>Cash flows from financing activities</b>			
Cash payments for long term liabilities	27	(127,213)	(110,942)
Finance costs	18	(17,418)	(21,636)
Long Term Loan Received	27	-	250,000
<b>Net cash used in financing activities</b>		<b>(144,630)</b>	<b>117,422</b>
<b>Net increase in cash and cash equivalents</b>		<b>90,183</b>	<b>550,566</b>
<b>Cash and cash equivalents at beginning of period</b>	21	<b>1,812,588</b>	<b>1,262,021</b>
<b>Cash and cash equivalents at end of the period</b>		<b>1,902,771</b>	<b>1,812,588</b>

## **2.0 INDEPENDENT AUDIT REPORT OF THE CONTROLLER AND AUDITOR GENERAL**

**To** Hon. Chairperson of the Council,  
Kalambo District Council,  
P.O. Box 3,  
MATAI.

### **2.1 Report on the Audit of Financial Statements for the financial year ended 30<sup>th</sup> June, 2019**

#### **Unqualified Opinion**

I have audited the accompanying Financial Statements of Kalambo District Council, which comprise the Statement of Financial Position as at 30<sup>th</sup> June, 2019 and the Statement of Financial Performance, the Statement of Changes in Net Assets, the Cash Flow Statement and the Statement of Comparison of Budget and Actual amounts for the year then ended, as well as the Notes to the Financial Statements, including a Summary of Significant Accounting Policies as set out in part 3.0 of this Audit Report.

In my opinion, the accompanying Financial Statements present fairly in all material respects, the Financial Position of Kalambo District Council as at 30<sup>th</sup> June, 2019, and its Financial Performance and its Cash Flows for the year then ended in accordance with International Public Sector Accounting Standards (IPSASs) accrual basis of accounting and in the manner required by the Public Finance Act, 2001 (Revised 2004) and Local Government Finances Act 1982 (Revised 2000).

#### **Basis for Opinion**

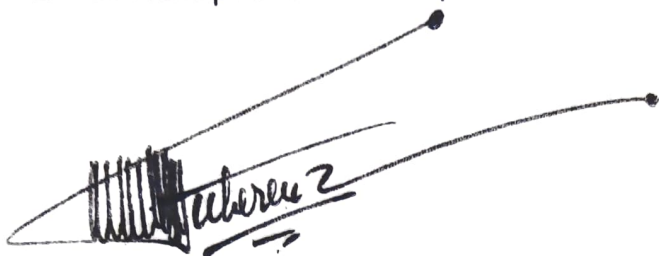
I conducted my audit in accordance with International Standards of Supreme Audit Institutions (ISSAIs). My responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of my report. I am independent of Kalambo District Council in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to my audit of the Financial Statements in Tanzania, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the IESBA Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

#### **Emphasis of Matters**

Without qualifying my opinion, I draw the attention of the users of this report on the following Notes to the Financial Statement:

Contrary to the above aforementioned regulation, I noted that the Council received and accepted, goods and services worth TZS 105,753,865 without being inspected by Goods Acceptance and Inspection Committee.

A handwritten signature in black ink, appearing to read 'Charles E. Kichere', with a large, stylized flourish extending from the end of the signature.

Charles E. Kichere  
**CONTROLLER AND AUDITOR GENERAL**  
March, 2020



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