

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



REPORT OF FINANCIAL STATEMENTS AS AT 30 JUNE 2022

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022

	Notes	2022 TZS	2021 TZS
ASSETS			
Current Assets			
Cash and cash equivalent	12	4,092,253,794	4,119,581,756
Receivables	13	2,505,728,925	2,191,092,206
Prepayments	15	136,378,892	357,862,787
Inventories	16	889,102,953	813,703,723
Total Current Assets		7,623,464,565	7,482,240,472
Non-Current Assets			
Investment in LGLB/LGAs To LGLB	17	135,608,800	85,608,800
Investment in associates and Joint Ventures	18	854,081,870	979,564,480
Property, plant and equipment	33	117,038,223,417	109,419,878,954
Total Non-Current Assets		118,027,914,087	110,485,052,234
TOTAL ASSETS		125,651,378,652	117,967,292,706
LIABILITIES			
Current Liabilities			
Deferred income (Recurrent)	3	797,959,371	829,608,339
Payables and Accruals	19	2,009,760,219	1,844,224,680
Deposit: Others	20	458,288,004	1,292,530,560
Employee benefits Liabilities	21	389,770,419	404,284,642
Provisions	22	626,338,618	588,000,000
Total Current Liabilities		4,282,116,630	4,958,648,220
Non-Current Liabilities			
Deferred income (Development)	23	1,215,215,973	2,686,782,640
Total Non-Current Liabilities		1,215,215,973	2,686,782,640
TOTAL LIABILITIES		5,497,332,603	7,645,430,860
NET ASSETS		120,154,046,048	110,321,861,845
NET ASSETS/EQUITY			
Capital Contributed by:			
Other reserves		9,888,057,634	9,838,057,634
Accumulated surplus/(deficit)		110,265,988,414	100,483,804,211
TOTAL NET ASSETS/EQUITY		120,154,046,048	111,941,865,544

The financial statements were authorized for issue by the Full Council on 27 September 2022 and were signed on its behalf by:

Name: Erasto Nehemia Kiwale Title: Municipal Director Signature: KIGAMBONI

Name: Ernest Mafimbo Ndamo Title: Hon. Mayor Signature: KIGAMBONI

Controller and Auditor General AR/LGA/V/88-2049/2021/22 MAYOR KIGAMBONI MUNICIPAL COUNCIL

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STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2022

	Notes	2022 TZS	2021 TZS
REVENUE			
Revenue			
Levies	1	5,419,795,890	2,914,664,969
Fees, fines, penalties and licenses	2	2,924,524,004	3,035,022,608
Revenue from exchange transactions	5	3,441,967,277	3,158,140,094
Finance income	6	19,313,120	24,981,875
Other revenue	7	11,447,150	153,480,386
Subvention from other government entities	3623	33,746,245,291	29,870,111,303
Total Revenue		45,563,292,733	39,156,401,144
TOTAL REVENUE		45,563,292,733	39,156,401,144
EXPENSES AND TRANSFERS			
Expenses			
Wages, salaries and employee benefits	8	26,831,687,742	24,227,749,122
Supplies and consumables used	9	3,589,414,496	3,898,484,780
Routine Repair and Maintenance expenses	10	1,105,826,640	1,220,996,622
Other Expenses	11	1,133,971,411	1,375,694,720
Fair value Losses on Equity Investment	18	125,482,610	114,075,100
Depreciation of property, plant and equipment	33	1,952,948,484	1,404,659,933
Impairment of property plant and equipment	33	32,154,408	174,235,008
Expenses		34,771,485,790	32,415,895,236
TOTAL EXPENSES AND TRANSFERS		34,771,485,790	32,415,895,236
Surplus/(deficit) during the year		10,791,806,943	6,740,505,858

The financial statements were authorized for issue by the Full Council on 27 September 2022 and were signed on its behalf by:

Name: Erasto Nehemia Kiwale Title: Municipal Director Signature: KIGAMBONI

Name: Ernest Mafimbo Ndamo Title: Hon. Mayor Signature: KIGAMBONI

STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30, JUNE 2022

	Accumulated surplus/deficit TZS	Other reserves TZS	Total TZS
Opening Balance (01 July 2020)	76,177,402,945	9,777,448,834	85,954,851,779
Additional Capital Injected	-	-	-
Other reserves (MCR to LGLB)	(60,608,800)	60,608,800	-
Other Appropriation	19,094,807,047	-	19,094,807,047
Loan Receivables	(1,620,003,699)	-	(1,620,003,699)
Surplus/(deficit) for the year	6,892,206,718	-	6,892,206,718
Closing Balance (30th June 2021)	100,483,804,211	9,838,057,634	110,321,861,845
Opening Balance (01 July 2021)	100,483,804,211	9,838,057,634	110,321,861,845
Additional Capital Rejected	(419,396,038)	-	(419,396,038)
Other reserves (MCR to LGLB)	(50,000,000)	50,000,000	-
De-recognition/errors of other appropriation of 2020/21	(540,226,702)	-	(540,226,702)
Surplus/(deficit) for the year	10,791,806,943	-	10,791,806,943
Closing Balance (30th June 2022)	110,265,988,414	9,888,057,634	120,154,046,048

The financial statements were authorized for issue by the Full Council on 27 September 2022 and were signed on its behalf by:

Name: Erasto Nehemia Kiwale Title: Municipal Director Signature: KIGAMBONI

Name: Ernest Mafimbo Ndamo Title: Hon. Mayor

Signature: HON. MAYOR KIGAMBONI MUNICIPAL COUNCIL

CASH FLOW STATEMENT FOR THE YEAR ENDED 30, JUNE 2022

	Notes	2022 TZS	2021 TZS
CASH FLOW FROM OPERATING ACTIVITIES			
RECEIPTS			
Fees, fines, penalties and licenses	32	2,410,241,015	3,035,022,608
Finance Income	6	19,313,120	24,981,875
Other revenue	7	11,447,150	153,480,386
Subvention from other government entities	26	32,243,029,656	32,515,942,650
Revenue from exchange transactions	27	3,765,265,437	2,925,189,436
Levies	28	5,155,562,991	2,873,815,716
Increase/Decrease in deposits	20	(834,242,556)	841,217,606
Other Receipt (cash outflow) WYD	34	(168,404,704)	-
Exchequer Revenue	3	125,857,039	49,000,027
Total Receipts		42,728,069,148	42,418,650,304
PAYMENTS			
Maintenance expenses	10	1,105,826,640	1,220,996,622
Wages, salaries and employee benefits	29	26,846,201,965	24,462,489,744
Supplies and consumables used	30	3,702,237,301	4,636,856,067
Other Expenses	31	1,321,826,811	1,590,525,868
Total Payments		32,976,092,717	31,910,868,301
Net cash flows from in operating activities		9,751,976,431	10,507,782,002
CASH FLOW FROM INVESTING ACTIVITIES			
Loan Issued		-	977,929,730
Loan Repayment		-	(385,853,000)
LGLB/LGAs (investments)/shares receipts		50,000,000	60,608,800
Acquisition of property, plant, and equipment	33	9,603,447,355	7,595,812,735
Total Investing activities		9,653,447,355	8,248,498,265
Net Increase / Decrease in Cash		98,529,077	2,259,283,738
Effects of Foreign Currency Changes		-	-
Cash to be surrendered to Holding Account		-	-
Fund taken by Treasury on June 2022	3	125,857,039	49,000,027
Cash and cash equivalents at beginning of period	12	4,119,581,756	1,909,298,045
Effect of foreign currency changes		-	-
Cash and cash equivalents at end of period	12	4,092,253,794	4,119,581,756

The financial statements were authorized for issue by the Full Council on 27 September 2022 and were signed on its behalf by:

Name: Erasto Nehemia Kiwale Title: Municipal Director Signature: KIGAMBONI

Name: Ernest Mafimbo Ndamo Title: Hon. Mayor Signature: HON. MAYOR KIGAMBONI MUNICIPAL COUNCIL

1.0 INDEPENDENT REPORT OF THE CONTROLLER AND AUDITOR GENERAL

Hon. Mayor,
Kigamboni Municipal Council,
P.O. Box 36009,
DAR ES SALAAM, TANZANIA.

1.1 REPORT ON THE AUDIT OF FINANCIAL STATEMENTS

Unqualified Opinion

I have audited the financial statements of Kigamboni Municipal Council which comprise the statement of financial position as at 30 June 2022, and the statement of financial performance, statement of changes in net assets and 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.

In my opinion, the accompanying financial statements present fairly in all material respects, the financial position of Kigamboni Municipal Council as at 30 June 2022, and its financial performance and its cash flows for the year then ended in accordance with International Public Sector Accounting Standards (IPSAS) accrual basis of accounting and the manner required by the Local Government Finances Act, Cap. 290.

Basis for Opinion

I conducted my audit in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). My responsibilities under those standards are further described in the section below entitled "Responsibilities of the Controller and Auditor General for the Audit of the Financial Statements". I am Independent of Kigamboni Municipal Council in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the National Board of Accountants and Auditors (NBAA) Code of Ethics, and I have fulfilled my other ethical responsibilities in accordance with these requirements.

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

Emphasis of Matter

I draw attention to the matter below. My opinion is not modified in respect of this matter.

Note 25 (B) of the financial statements indicates that, during the financial year 2020/21, Kigamboni Municipal Council received assets from the defunct Dar es Salaam City Council. However, these assets have not been included in the Council's financial statements because they have not been valued.

1.2 REPORT ON COMPLIANCE WITH LEGISLATIONS

1.2.1 Compliance with the Public Procurement laws

Subject matter: Compliance audit on procurement of works, goods and services

I performed a compliance audit on procurement of works, goods and services at Kigamboni Municipal Council for the financial year 2021/22 as per the Public Procurement laws.

Conclusion

Based on the audit work performed, I state that, procurement of goods, works and services at Kigamboni Municipal Council is generally in compliance with the requirements of the Public Procurement laws.

1.2.2 Compliance with the Budget Act and other Budget Guidelines

Subject matter: Budget formulation and execution

I performed a compliance audit on budget formulation and execution at Kigamboni Municipal Council for the financial year 2021/22 as per the Budget Act and other Budget Guidelines.

Conclusion

Based on the audit work performed, I state that Budget formulation and execution at Kigamboni Municipal Council is generally in compliance with the requirements of the Budget Act and other Budget Guidelines.

Charles E. Kichere
Controller and Auditor General,
Dodoma, United Republic of Tanzania.
March, 2023

