

## 1.0 INDEPENDENT REPORT OF THE CONTROLLER AND AUDITOR GENERAL

Hon. Mayor of the Council,  
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 2024, the statement of financial performance, statement of changes in net assets, 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 2024, 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 with a title "Responsibilities of the Controller and Auditor General on 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 these matter.

Note 92 to the financial statements disclose that the Council has pending legal cases against various suppliers of which preliminary hearings are in progress. The outcome of the cases cannot present be determined, and no provision for liability that may result has been made in the financial statements. However, initial estimates indicate that the Council may be obliged to pay a sum of TZS 626,338,618 if the cases are ruled in favour of the plaintiff.

**3. Unimplemented development projects despite being allocated with TZS 3,694,648,424**

I reviewed the annual budget implementation report for the financial year 2023/24 and found that the Council at the end of financial year 2023/24 had not implemented projects of TZS 3,694,648,424 despite of the overcollection of revenue by TZS 6,292,165,523 contrary to Regulation 21(2) of Budget Regulations, 2015 which requires all undischarged commitments at the end of any financial year to be spent within the first quarter of the subsequent financial year. Further, Regulation 21(3) requires all unspent carryovers to be returned to the Consolidated Fund after the end of the first quarter of the subsequent financial year. Delay in implementation of the planned activities give raise to increase in project costs in the subsequent years and adversely affect service delivery to the community.

  
Charles E. Kichere  
Controller and Auditor General,  
Dodoma, United Republic of Tanzania.  
March 2025





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

3.5 STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

		2024 TZS	2023 TZS
<b>ASSETS</b>	<b>Note</b>		
<b>Current Asset</b>			
Cash and Cash Equivalents	62	11,351,519,166	6,560,166,622
Receivables	67	14,457,286,061	4,073,479,852
Prepayments	69	80,835,442	398,380,756
Inventories	70	2,873,548,505	3,528,874,102
Other Financial Assets	71	682,969,220	751,414,280
<b>Total Current Asset</b>		<b>29,446,158,402</b>	<b>15,312,315,612</b>
<b>Non-Current Asset</b>			
Investment Property	76	20,658,535,449	20,663,660,816
Property, Plant and Equipment	77	99,618,025,223	96,336,404,584
Work in Progress	82	5,802,438,036	5,736,499,614
Investments in LGLB: LGAs to LGLB	86	135,608,800	135,608,800
<b>Total Non-Current Asset</b>		<b>126,214,607,508</b>	<b>122,872,173,813</b>
<b>TOTAL ASSETS</b>		<b>155,660,765,910</b>	<b>138,184,489,425</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Payables and Accruals	89	3,562,617,835	2,014,906,801
Employee Benefits	91	490,973,352	397,799,360
Provisions	92	626,338,618	626,338,618
Deferred Income	93	0	3,111,509,868
Deposits	94	3,329,220,732	373,298,412
<b>Total Current Liabilities</b>		<b>8,009,150,537</b>	<b>6,523,853,069</b>
<b>TOTAL LIABILITIES</b>		<b>8,009,150,537</b>	<b>6,523,853,069</b>
<b>Net Assets</b>		<b>147,651,615,373</b>	<b>131,660,836,356</b>
<b>NET ASSETS/EQUITY</b>			
<b>Capital Contributed by:</b>			
Other Reserves		135,608,800	135,608,800
Taxpayers/Share Capital			
Accumulated Surpluses / Deficits		147,516,006,573	131,525,027,556
<b>TOTAL NET ASSETS/EQUITY</b>		<b>147,651,615,373</b>	<b>131,660,636,356</b>

The financial statements were authorized for issue by the Full Council on 30 August 2024 and were signed on its behalf by:

Name: Erasto Nehemia Kiwale

Title: Municipal Director

Signature: .....



Name: Ernest Mafimbo Ndamo

Title: Hon. Mayor

Signature: .....



Controller and Auditor General

AR/LG/VT88.Z5/2049/2023/24

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PRESIDENT'S OFFICE - REGIONAL ADMINISTRATION AND LOCAL GOVERNMENT  
KIGAMBONI MUNICIPAL COUNCIL

3.6 STATEMENT OF FINANCIAL PERFORMANCE FOR YEAR ENDED 30 JUNE 2024

<i>Classification of Expenses by Nature</i>		2024	2023
	Note	TZS	TZS
Revenue from Exchange Transactions	17	18,066,941,152	3,120,420,079
Levies	18	4,010,697,159	6,352,431,238
Fees, Fines, Penalties and Forfeits	19	3,744,140,070	2,916,648,019
Social Contributions (Revenue)	20	2,341,465,344	2,172,607,920
Financing Income	21	12,070,700	26,283,738
Other Revenue	31	4,938,000	4,232,601
Subvention from other Government entities	32	38,362,608,760	33,602,847,948
<b>Total Revenue</b>		<b>66,542,861,185</b>	<b>48,195,471,543</b>
<b>TOTAL REVENUE</b>		<b>66,542,861,185</b>	<b>48,195,471,543</b>
<b>EXPENSES AND TRANSFERS</b>			
Wages, Salaries and Employee Benefits	34	29,698,538,848	28,472,307,395
Use of Goods and Service	35	10,613,862,032	3,291,482,165
Maintenance Expenses	36	4,352,479,082	678,757,369
Loss on Financial Assets	44	68,445,060	102,667,590
Other Expenses	52	1,153,010,167	2,388,065,613
Expected Credit Loss	54	60,147,057	157,916,443
Social Benefits	56	728,032,389	0
Depreciation of Property, Plant and Equipment	77	2,351,680,734	2,125,674,107
Depreciation of Investment Property	76	5,125,367	5,125,367
Impairment of Property, Plant and Equipment	77	39,905,878	53,288,253
<b>Total Expenses</b>		<b>49,071,226,613</b>	<b>37,275,284,298</b>
<b>Transfer</b>			
Grants and Transfers	59	0	1,158,640,923
Other Transfers	60	1,480,655,556	0
<b>Total Transfer</b>		<b>1,480,655,556</b>	<b>1,158,640,923</b>
<b>Total Expenses and Transfers</b>		<b>50,551,882,169</b>	<b>38,433,925,221</b>
<b>Surplus / Deficit</b>		<b>15,990,979,017</b>	<b>9,761,546,322</b>

Name: Erasto Nehemia Kiwale

Title: Municipal Director

Signature: \_\_\_\_\_

Name: Ernest Mafimbo Ndamo

Title: Hon. Mayor

Signature: \_\_\_\_\_

**MUNICIPAL COUNCIL  
KIGAMBONI**

**HON. MAYOR  
KIGAMBONI MUNICIPAL**

3.7 STATEMENT OF CHANGES IN NET ASSET AND EQUITY FOR THE PERIOD ENDED 30  
JUNE, 2024

	Accum. Surplus/(Deficit) TZS	Tax Payer's Fund TZS	Minimum Compulsory Reserve TZS	T otal TZS
Opening Balance as at 01 Jul 2023	131,525,027,556	0	135,608,800	131,660,636,356
Surplus/ Deficit for the Year	15,990,979,017	0	0	15,990,979,017
Closing Balance as at 30 Jun 2024	147,516,006,573	0	135,608,800	147,651,615,373
Opening Balance as at 01 Jul 2022	121,763,481,234	0	135,608,800	121,899,090,034
Surplus/ Deficit for the Year	9,761,546,322	0	0	9,761,546,322
Closing Balance as at 30 Jun 2023	131,525,027,556	0	135,608,800	131,660,636,356

The financial statements were authorized for issue by the Full Council on 30 August, 2024  
and were signed on its behalf by:

Name: Erasto Nehemia Kiwale

Title: Municipal Director

Signature.....

**MUNICIPAL COUNCIL  
KIGAMBONI**

Name: Ernest Mafimbo Ndamo

Title: Hon. Mayor

Signature.....

*Ernest Mafimbo Ndamo*

**HON. MAYOR  
KIGAMBONI MUNICIPAL**



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

CASHFLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2024

	2024 TZS	2023 TZS
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>RECEIPTS</b>		
Subvention from other Government entities	36,703,986,192	34,561,182,471
Social Contributions (Revenue)	2,318,903,202.76	2,129,155,715
Revenue Grants	0	0
Revenue from Exchange Transactions	7,555,773,105	2,434,626,574
Other Revenue	4,938,000	4,232,601
Levies	4,359,568,080	6,081,544,540
Increase in Deposit	2,955,922,319	0
Financing Income	12,070,700	26,283,738
Fees, Fines, Penalties and Forfeits	3,560,139,043	2,142,656,013
External Assistance	0	0
<b>Total Receipts</b>	<b>57,471,300,643</b>	<b>47,379,681,653</b>
<b>PAYMENTS</b>		
Wages, Salaries and Employee Benefits	29,605,364,856	28,464,278,451
Use of Goods and Service	5,198,493,011	5,276,353,752
Social Benefits	728,032,389	0
Other Transfers	1,102,064,641	898,576,282
Other Expenses	1,153,010,167	2,388,065,613
Maintenance Expenses	4,352,479,082	678,757,369
Decrease in Deposit	0	84,989,592
<b>Total Payments</b>	<b>42,139,444,145</b>	<b>37,791,021,060</b>
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>15,331,856,498</b>	<b>9,588,660,593</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
<b>Investing Activities</b>		
Payment for Work in Progress	(3,589,648,325)	(2,704,082,561)
Advance Payment for Acquisition of Property Plant and Equipment	0	0
Acquisition of Property, Plant and Equipment	(5,476,681,470)	(4,295,625,322)
<b>Total Investing Activities</b>	<b>(9,066,329,795)</b>	<b>(6,999,707,883)</b>
<b>NET CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>(9,066,329,795)</b>	<b>(6,999,707,883)</b>
<b>Net Increase</b>	<b>6,265,526,703</b>	<b>2,588,952,710</b>
Transfer to PMG	(1,452,887,300)	0
Cash and cash equivalent at beginning of period	6,681,206,504	4,092,253,794
Cash and cash equivalent at end of period	11,493,845,906	6,681,206,504

The financial statements were authorized for issue by the Full Council 30 June 2024 and were signed on its behalf by:

Name: Erasto Nehemia Kiwale

Title: Municipal Director Signature: .....

**MUNICIPAL COUNCIL  
KIGAMBONI**

Name: Ernest Mafimbo Ndamo

Title: Hon. Mayor

Signature: .....

**HON. MAYOR  
KIGAMBONI MUNICIPAL**

Controller and Auditor General

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