



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



STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023

ASSETS	Note	2023 TZS	2022 TZS
Current Asset			
Cash and Cash Equivalents	62	5,901,233,346	1,739,766,802
Receivables	67	386,450,684	649,685,088
Prepayments	69	549,514,135	431,162,872
Inventories	70	2,387,491,719	2,392,941,719
Other Financial Assets (LGLB)	71	48,006,330	42,005,367
Total Current Asset		9,272,696,214	5,255,561,848
Non-Current Asset			
Property, Plant and Equipment	77	38,200,498,342	32,409,605,524
Biological Assets	79	284,613,250	204,375,000
Work In Progress	82	2,391,838,473	5,282,983,396
Equity Investments (UIT)	83	9,124,284	7,835,669
Total Non-Current Asset		40,886,074,349	37,904,799,589
TOTAL ASSETS		50,158,770,563	43,160,361,437
LIABILITIES			
Current Liabilities			
Payables and Accruals	89	1,712,811,509	1,811,119,888
Deferred Income	93	4,592,149,560	1,588,351,594
Deposits	94	628,990,262	570,676,837
Total Current Liabilities		6,933,951,331	3,970,148,319
TOTAL LIABILITIES		6,933,951,331	3,970,148,319
Net Assets		43,224,819,232	39,190,213,118
NET ASSETS/EQUITY			
Capital Contributed by:			
Accumulated Surpluses / Deficits		43,224,819,232	39,190,213,118
TOTAL NET ASSETS/EQUITY		43,224,819,232	39,190,213,118

These Financial Statements were authorized by Full Council meeting for issue on 30 August 2023 and were signed on its behalf by:

Lain E. Kamendu
 Council Director
 Date 24/08/2024

Anna M. Msola
 Council Chairperson
 Date 24/08/2024

DISTRICT EXECUTIVE DIRECTOR
 KILOLO



CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2023

	2023 TZS	2022 TZS
CASH FLOW FROM OPERATING ACTIVITIES		
RECEIPTS		
Subvention from other Government entities	39,331,821,064	35,130,097,986
Social Contributions (Revenue)	376,784,474	132,224,030
Revenue from Exchange Transactions	207,419,554	133,495,163
Other Revenue	607,299,589	85,728,169
Other receipts	0	2,779,315,989
Levies	2,504,114,968	3,600,562,429
Increase in Deposit	58,313,425	0
Fees, Fines, Penalties and Forfeits	483,940,727	246,025,829
External Assistance	2,016,297,480	0
Total Receipts	45,585,991,281	42,107,449,594
PAYMENTS		
Wages, Salaries and Employee Benefits	29,760,757,202	27,116,649,314
Use of Goods and Service	4,371,804,221	4,113,948,862
Social Benefits	2,396,599,773	1,454,446,910
Other Transfers	369,224,934	0
Other Payments	0	2,594,870,995
Other Expenses	63,263,030	54,905,722
Maintenance Expenses	644,905,387	780,122,155
Grants and Transfers	9,890,000	298,833,200
Total Payments	37,616,444,547	36,413,777,158
NET CASH FLOW FROM OPERATING ACTIVITIES	7,969,546,734	5,693,566,436
CASH FLOW FROM INVESTING ACTIVITIES		
Investing Activities		
Payment for Work In Progress	(1,367,400,532)	0
Acquisition of Property, Plant and Equipment	(2,445,945,872)	(5,611,490,179)
Acquisition of Other Financial Assets (LGLB)	(6,000,963)	0
Total Investing Activities	(3,819,346,523)	(5,611,490,179)
NET CASH FLOW FROM INVESTING ACTIVITIES	(3,819,346,523)	(5,611,490,179)
CASH FLOW FROM FINANCING ACTIVITIES		
Own source recurrent GF cash Account overdraft	0	11,266,333
Settlement of own source recurrent GF cash Account overdraft	(11,266,333)	0
NET CASH FLOW FROM FINANCING ACTIVITIES	(11,266,333)	11,266,333
Net Increase	4,161,466,544	93,342,590
Cash to be surrendered to PNG	0	(212,278,789)
Cash and cash equivalent at beginning of period	1,739,766,802	1,858,703,000
Cash and cash equivalent at end of period	5,901,233,346	1,739,766,802

Lain E. Kamendu
 Council Director
 Date 24/08/2024

Anna M. Msola
 Council Chairperson
 Date 24/08/2024

DISTRICT EXECUTIVE DIRECTOR
 KILOLO



STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2023

Classification of expenses by nature	Note	2023 TZS	2022 TZS
Revenue			
Revenue from Exchange Transactions	17	170,090,554	133,495,163
Levies	18	2,302,266,314	3,346,588,767
Fees, Fines, Penalties and Forfeits	19	483,940,727	246,025,829
Social Contributions (Revenue)	20	380,561,873	132,224,030
Fair value Gains on Assets and Liabilities	24	1,288,615	0
External Assistance	25	2,016,297,480	0
Other Revenue	31	687,537,839	275,635,041
Subvention from other Government entities	32	37,001,843,307	36,555,505,099
Total Revenue		43,043,826,709	40,689,473,929
TOTAL REVENUE		43,043,826,709	40,689,473,929
EXPENSES AND TRANSFERS			
Expenses			
Wages, Salaries and Employee Benefits	34	29,661,752,487	27,477,024,641
Use of Goods and Service	35	4,995,079,011	4,455,006,511
Maintenance Expenses	36	646,044,922	723,839,280
Depreciation of Property, Plant and Equipment	37	913,598,508	897,792,733
Impairment of receivables	44	0	39,500
Other Expenses	52	63,263,030	54,905,722
Social Benefits	56	2,396,599,773	1,861,710,600
Total Expenses		38,676,337,731	35,470,318,987
Transfer			
Grants and Transfers	59	9,890,000	63,661,589
Other Transfers	60	322,992,863	344,465,271
Total Transfer		332,882,863	408,126,860
TOTAL EXPENSES AND TRANSFERS		39,009,220,594	35,878,445,847
Surplus		4,034,606,114	4,811,028,082

These Financial Statements were authorized by Full Council meeting for issue on 30 August 2023 and were signed on its behalf by:

Lain E. Kamendu
 Council Director
 Date 24/08/2024

Anna M. Msola
 Council Chairperson
 Date 24/08/2024

DISTRICT EXECUTIVE DIRECTOR
 KILOLO



1.1 REPORT ON THE AUDIT OF FINANCIAL STATEMENTS

Unqualified Opinion

I have audited the financial statements of Kilolo District Council which comprise the statement of financial position as at 30 June 2023, 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 Kilolo District Council as at 30 June 2023, 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 Kilolo District 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.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the financial statements of the current period. I have determined that there are no key audit matters to communicate in my report.

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 of Kilolo District Council for the financial year 2022/23 as per the Budget Act and other Budget Guidelines.

Conclusion

Based on the audit work performed, I state that, except for the matter described below, Budget formulation and execution of Kilolo District Council is generally in compliance with the requirements of the Budget Act and other Budget Guidelines.

Inadequate budgetary provision for payment of outstanding liabilities TZS 1,604,699,437

I noted that, Kilolo District Council budgeted TZS 112,400,000 to facilitate payment of creditors' claims which is equivalent to 27% of total debts of TZS 411,359,193 that is required to be settled by Council, implying that, the Council did not plan to settle 73% equivalent to TZS 298,959,193 of its obligations contrary to Para 78 of the Budget Guideline for financial year 2022/23.

Charles E. Kichere
 Controller and Auditor General,
 Dodoma, United Republic of Tanzania.
 March 2024

