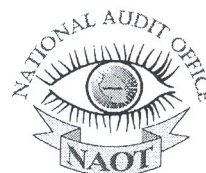


THE UNITED REPUBLIC OF TANZANIA

NATIONAL AUDIT OFFICE



**REPORT OF THE CONTROLLER AND AUDITOR GENERAL ON  
THE FINANCIAL STATEMENTS OF GAIRO DISTRICT  
COUNCIL FOR THE YEAR ENDED 30 JUNE 2016**

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March, 2017

AR/LGA/GDC/2015/2016

THE UNITED REPUBLIC OF TANZANIA  
 PRESIDENT'S OFFICE - MINISTRY OF REGIONAL ADMINISTRATIVE AND LOCAL GOVERNMENT  
 GAIRO DISTRICT COUNCIL

STATEMENT OF FINANCIAL POSITION  
 AS AT 30 JUNE 2016

	<u>Notes</u>	2016	2015
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	24	2,727,140,249	1,720,862,729
Receivables and prepayments	25	1,584,422,385	1,318,827,641
Inventories	26	229,608,728	195,234,274
Other financial assets	27	-	-
		4,541,171,362	3,234,924,644
<b>Non-current assets</b>			
Other financial assets	27	-	-
Investments in associates	28	-	-
Property, plant and equipment	29	7,056,312,365	6,345,643,630
Intangible assets	31	-	-
Biological assets	32	-	-
Investment property	30	-	-
		7,056,312,365	6,345,643,630
Non-current assets held for sale	34	-	-
<b>TOTAL ASSETS</b>		<b>11,597,483,727</b>	<b>9,580,568,274</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Payables	35	310,818,356	273,739,072
Short-term borrowings	36	-	-
Long-term borrowings	37	-	-
Employee benefits	38	1,172,897,996	897,764,000
Provisions	39	-	-
Deferred income (Current Grant)	11	1,029,507,165	194,903,602
		1,483,716,352	1,366,406,673
<b>Non-current liabilities</b>			
Long-term borrowings	37	-	-
Employee benefits	38	-	-
Provisions	39	-	-
Deferred income (Capital Grant)	41	9,118,294,628	7,810,267,256
		9,118,294,628	7,810,267,256
<b>TOTAL LIABILITIES</b>		<b>10,602,010,980</b>	<b>9,176,673,929</b>
<b>NET ASSETS</b>		<b>995,472,747</b>	<b>403,894,345</b>
<b>NET ASSETS</b>			
Capital/Taxpayers Fund		-	-
Accumulated surplus/(deficit)		995,472,747	403,894,345
Revaluation surplus		-	-
Other reserves		-	-
<b>TOTAL NET ASSETS</b>		<b>995,472,747</b>	<b>403,894,345</b>

The financial statements were authorised for issue by the Full Council Meeting held on 28.09.2016 and were signed on its behalf by:

Name: RACHEL GODWIN NYANGASA Title: COUNCIL CHAIRPERSON

Signature: 

Name: AGNES MARTIN MKANDYA Title: DISTRICT EXECUTIVE DIRECTOR

Signature: 

THE UNITED REPUBLIC OF TANZANIA  
 PRESIDENT'S OFFICE - MINISTRY OF REGIONAL ADMINISTRATIVE AND LOCAL GOVERNMENT  
 GAIRO DISTRICT COUNCIL

STATEMENT OF FINANCIAL PERFORMANCE  
 FOR THE YEAR ENDED 30 JUNE 2016

		2016	2015
<b>Revenue</b>	<u>Notes</u>		
Taxes and levies	9	108,992,810.08	158,697,400.00
Fees, fines, penalties and licenses	10	80,388,340.00	8,123,472.00
Amortization of Revenue grants	11	9,205,017,839.93	6,517,862,296.75
Revenue from exchange transactions	12	-	-
Finance income	13	-	-
Amortisation of capital grant	41	515,835,758.26	339,792,978.00
Other revenue	14	49,538,058.00	194,096,884.00
Gain/(loss) on foreign currency translation	15	-	-
Gain/(loss) on disposal of assets	16	-	-
Fair value gains on investment property	30	-	-
		<b>9,959,772,806.27</b>	<b>7,218,573,030.75</b>
<b>Expenses</b>			
Wages, salaries and employee benefits	18	4,303,914,854.21	4,252,805,582.00
Direct production costs			
Supplies and consumables used	19	1,721,365,005.86	1,162,462,404.00
Maintenance expenses	20	1,957,696,523.94	818,071,006.00
Grants and other transfer payments	21	869,382,261.92	621,990,532.00
Finance costs	22	-	-
Impairment of receivables		-	-
Provision for obsolete inventories		-	-
Impairment of other financial assets		-	-
Depreciation of property, plant and equipment	29	515,835,758.26	339,792,978.00
Impairment of property plant and equipment	29	-	-
Depreciation of investment property - carried at cost	30	-	-
Amortisation of intangible assets	31	-	-
Impairment of intangible assets	31	-	-
		<b>9,368,194,404.19</b>	<b>7,195,122,502.00</b>
Share of associates surplus/(deficit)			
Surplus/(deficit) during the year		<b>591,578,402.08</b>	<b>23,450,528.75</b>

Attributable to:

Owners

Non-controlling interests

Name: RACHEL GODWIN NYANGASA Title: COUNCIL CHAIRPERSON

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

Name: AGNES MARTIN BRANDYA

Title: DISTRICT EXECUTIVE DIRECTOR

Signature: 



THE UNITED REPUBLIC OF TANZANIA  
 PRESIDENT'S OFFICE - MINISTRY OF REGIONAL ADMINISTRATIVE AND LOCAL GOVERNMENT  
 GAIRO DISTRICT COUNCIL

STATEMENT OF CHANGES IN NET ASSETS  
 FOR THE YEAR ENDED 30 JUNE 2016

	Accumulated surplus/(deficit)	surplus	Other reserves	Total
At 01 July 2015	403,894,345	-	-	403,894,345
Additional capital injected	-	-	-	-
Surplus/(deficit) for the year	591,578,402	-	-	591,578,402
Transfer to and from surplus/deficit	-	-	-	-
Other reserves	-	-	-	-
	315,879,784.55			
At 30 June 2016	995,472,747	-	-	995,472,747
	455,332,990			
At 01 July 2014	12,052,000	-	-	995,472,747
Additional capital injected	-	-	-	-
Surplus/(deficit) for the year	23,450,529	-	-	23,450,529
Transfer to and from surplus/deficit	368,391,816	-	-	368,391,816
Other reserves	-	-	-	-
At 30 June 2015	403,894,345	-	-	1,387,315,092

Name: RACHEL GODWIN NYANGASA Title: COUNCIL CHAIRPERSON

Signature: *R. Nyangasa*

Name: AGNES MARTIN MKANDYA Title: DISTRICT EXECUTIVE DIRECTOR

Signature: *Agnes*

*[Faint stamp or watermark]*

### Qualified Opinion

In my opinion, except for the effect of the matters described on the basis for qualified opinion paragraph above, the Financial Statements present fairly, in all material respects, the Financial Position of Gairo District Council as at 30 June 2016, and its Financial Performance and its cash flows for the year then ended in accordance with the International Public Sector Accounting Standards (IPSASs) and Part IV of the Local Government Finances Act No. 9 of 1982 (revised 2000).

### Report on Other Legal and Regulatory Requirements

#### Compliance with the Public Procurement Act, 2011

In view of my responsibility on the procurement legislation and taking into consideration the procurement transactions and processes I have reviewed as part of this audit, I state that, Gairo District Council procurement transactions and processes have generally complied with the requirements of the Public Procurement Act No.7 of 2011 and its underlying Regulations of 2013.

  
Prof. Mussa J. Assad  
CONTROLLER AND AUDITOR GENERAL

March, 2017

Copy: Chief Secretary,  
State House,  
P.O. Box 9120,  
1 Barack Obama Road,  
11400 DAR ES SALAAM.

