

THE UNITED REPUBLIC OF TANZANIA



PRESIDENT'S OFFICE REGIONAL ADMINISTRATION AND LOCAL GOVERNMENT



SHINYANGA DISTRICT COUNCIL SHINYANGA REGION

COUNCILORS' REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2016

SHINYANGA DISTRICT COUNCIL
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SHINYANGA

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SHINYANGA DISTRICT COUNCIL

(All correspondences should be addressed to District Executive Director)

Shinyanga Region
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In reply please quote
Ref.No.F1/34/95



District Executive Director's Office
P.O BOX. 113,
SHINYANGA.

Date 30/09/2016

Resident Auditor,
National Audit Office (NAO),
P.O. BOX 219,
SHINYANGA.

**RE: SUBMISSION OF THE COUNCILORS' REPORT AND FINANCIAL STATEMENTS OF
SHINYANGA DISTRICT COUNCIL FOR THE PERIOD ENDED 30TH JUNE, 2016**

The above subject matter refers.

In accordance with order 31(8) of the Local Authority Financial Memorandum (2009), I hereby submit the Councilors' report together with the Final Financial Statements on District Council operations for the year ended 30th June 2016.

This report comprises of the Statement of Financial Position, Statement of Financial Performance, Statement of Changes in Net Assets, Cash Flow Statement, statement of Financial Performance -by Function of the Council, Statement of Comparison of Budget and Actual Amount-by nature, Statement of Comparison of Budget and Actual amount – by Function, Statement of revenue and expenses – by Departments and Note to the Financial Statements.

Sincerely yours,


Julius T. Mulongo

**Ag DISTRICT EXECUTIVE DIRECTOR
SHINYANGA**

**DISTRICT EXECUTIVE DIRECTOR
SHINYANGA**

Copy: Permanent Secretary,
President's Office,
Regional Administration and Local Government,
P.O BOX 1923,
DODOMA.

The Regional Administration Secretary,
P.O BOX 320
SHINYANGA.

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

COUNCILLOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

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

**COUNCIL INFORMATION
30 JUNE 2016**

PRINCIPAL PLACE OF BUSINESS

SHINYANGA DISTRICT COUNCIL
P. O. Box 113,
SHINYANGA.
Tanzania

BANKERS

N.M.B -MANONGA
P. O. Box 811
SHINYANGA.
Tanzania

DISTRICT EXECUTIVE DIRECTOR

JULIUS T. MULONGO
P. O. Box 113,
SHINYANGA.
Tanzania

AUDITORS

The Controller and Auditor General
The National Audit Office
P. O. Box 9080
Dar es Salaam
Tanzania

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

**DISTRICT COUNCILLOR'S REPORT
FOR THE YEAR ENDED 30 JUNE 2016**

1. INTRODUCTION

Councilors have the pleasure in submitting their report, together with the financial statements of the Council for the year ended 30 June 2016.

2. VISION OF THE COUNCIL

The vision is to improve the living standard of her people and ultimately eradicate absolute poverty in the area of Shinyanga District council.

3. MISSION OF THE COUNCIL

"Shinyanga District Council has intended to raise the living standard of its people by providing better services that satisfy basic needs of the community using all available resources through participation of all genders and groups based on good governance of democracy, transparency, accountability, righteousness and rule of law"

4. CORE VALUES

- All Staff should work hard to ensure objectives identified are achieved.
- Every Stakeholder in the Council should strive to ensure that literacy rate of the Population is raised being a pre-requisite for improvement of living standard.
- Good working relationships between Councilors and Staff are the key to attainment of Council objectives.
- Participatory Planning and Implementation by involving Community and other Stakeholders in a secret to success.
- Quality and timely service delivery to the Community will improve living standard of our people.
- A well trained, experienced and motivated Staff will serve better the population of our Council.
- A well served population with health facilities and services will contribute substantially to development of the Council and Nation at large.
- Corruption is believed to be a stumbling block towards development and is being fought at all levels in the Council.

5. FUNCTIONS OF THE COUNCIL

According to the Local Government Act 1982, the Council has the following responsibilities:

- Collection of public funds through taxes, Licenses, fees and charges;
- To convince the public that the use of funds have achieved the maximum benefit through sound financial management;
- To promote the social welfare and economic well being of all persons within its area of jurisdiction, and ;
- To maintain and facilitate peace, order and good governance within its area of jurisdiction.

6. SOLVENCY EVALUATION

The management has made an assessment and concluded that Shinyanga District Council will continue to exist in foreseeable future (going concern).

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

STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 30 JUNE 2016

	Notes	2016 TZS	2015 TZS
ASSETS			
Current assets			
Cash and Cash Equivalent	21	3,067,414,171	193,602,390
Receivables and prepayments	22	588,715,224	1,673,226,284
Inventory	23	1,224,492,741	65,721,950
Other financial assets (MCR)	24	29,529,530	29,529,530
		<u>4,910,151,666</u>	<u>1,962,080,154</u>
Non- current assets			
Property, Plant and Equipment	25	18,427,221,922	15,536,172,419
Intangible assets	26	2,255,184	3,758,640
		<u>18,429,477,106</u>	<u>15,539,931,059</u>
TOTAL ASSETS		<u>23,339,628,773</u>	<u>17,502,011,213</u>
Liabilities			
Current liabilities			
Payables	27	2,095,951,810	2,324,532,071
Employee benefits	29	489,671,575	547,400,772
Long - term borrowings	28	-	-
Deferred income (Grant)	11	2,246,668,771	164,336,349
		<u>4,832,292,156</u>	<u>3,036,269,192</u>
Non- current liabilities			
Long - term borrowings	28	-	-
Deferred Capital (Grant)	31	17,250,840,508	14,851,041,725
		<u>17,250,840,508</u>	<u>14,851,041,725</u>
TOTAL LIABILITIES		<u>22,083,132,663</u>	<u>17,887,310,917</u>
NET ASSETS		<u>1,256,496,109</u>	<u>(385,299,704)</u>
NET ASSETS			
Accumulated deficit		1,256,496,109	(385,299,704)
TOTAL NET ASSETS		<u>1,256,496,109</u>	<u>(385,299,704)</u>

These financial statements were authorised by the Full Council on 30th June, 2016
and were signed on its behalf by;

Name: Julius T. Mulugo Title: Ag. DED Signature: [Signature]
Name: NAABSA S. MBOJE Title: MYKATI HFW CHY Signature: [Signature]

DISTRICT EXECUTIVE DIRECTOR
SHINYANGA

The notes on pages 34 to 78 form part of these financial statements

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

STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2016

		2016	2015
	Notes	TZS	TZS
Revenue			
Local taxes	9	371,783,381	342,484,734
Fees, fines, penalties and licences	10	247,100,473	259,723,600
Recurrent grants	11	25,994,602,343	20,880,843,476
Revenue From Exchange Transaction	12	-	800,619
Amortisation of Capital grant	31	1,473,321,600	1,269,209,914
Other Own Revenue	13	204,825,200	105,216,458
Cost of goods sold	46	1,528,063,318	
		29,819,696,315	22,858,278,802
Expenses			
Wages, salaries and employee benefits	14	21,374,535,756	19,270,607,521
Supplies and consumables used	15	2,472,683,138	1,313,132,845
Maintenance expenses	16	438,140,081	714,043,275
grants and other transfer payments	17	2,419,219,927	290,001,708
Finance costs	18	-	553,820
Depreciation of property, plant and equipment	25	1,471,818,144	1,267,706,458
Amortisation of intangible assets	26	1,503,456	1,503,456
		28,177,900,502	22,857,549,084
Surplus/(deficit) during the year		1,641,795,813	729,718

Name: Fulius T. Mubogo Title: Ag. DED Signature: [Signature] DISTRICT EXECUTIVE DIRECTOR SHINYANGA

Name: Nadisa S. Mubare Title: Mt. Hw SHY Signature: [Signature]

The notes on pages 34 to 78 form part of these financial statements

MWENYEKITI
HALMASHAURI YA WILAYA
SHINYANGA

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

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

	Accumulated surplus / (deficit) TZS	Total TZS
Balance 1 Julai 2014	(386,029,422)	(386,029,422)
Surplus for the year	729,718	729,718
Balance at 30 June 2015	(385,299,704)	(385,299,704)
Surplus for the year	1,641,795,813	1,641,795,813
Balance at 30 June 2016	1,256,496,109	1,256,496,109

DISTRICT EXECUTIVE DIRECTOR
SHINYANGA

Name: Julius T. Mulongo Title: AS DED Signature: [Signature]

Name: NGASSA S. MBEJE Title: M/ATI Hfw SHY Signature: [Signature]

MWENYEKITI
HALMASHAURI YA WILAYA
SHINYANGA

The notes on pages 34 to 78 form part of these financial statements

JAMHURI YA MUUNGANO WA TANZANIA
OFISI YA RAIS, TAWALA ZA MIKOA NA SERIKALI ZA MITAA
HALMASHAURI YA WILAYA YA SHINYANGA

MTIRIRIKO WA KIFEDHA
KWA MWAKA ULIOISHIA 30 JUNI 2016

	Note	2016 TZS	2015 TZS
Cash flows from operating activities			
Mapokezi			
Local taxes	9	371,783,381	342,484,734
Fees, fines, penalties and licences	10	247,100,473	259,723,600
Taxation			
Sales of goods and Services			
Grants	44	28,578,601,617	19,928,962,524
Interest received			
Own Source revenue	13	204,825,200	106,017,077
Total receipts		29,402,310,670	20,637,187,935
Payments			
Employee costs	45	(21,262,726,328)	(18,992,267,212)
Superannuation			
Suppliers	15 & 16	(4,297,462,880)	(846,512,608)
Other payments	17 & 18	(2,419,219,927)	(290,555,528)
Interest paid			
Total payments		(27,979,409,135)	(20,129,335,348)
Net cash from operating activities		1,422,901,535	507,852,587
Cash flows from investing activities			
Purchase of property, plant and equipment	25	(2,421,499,234)	(1,340,414,328)
Proceeds of sale of Property, plant and Equipment			
Adjustment of PPE			
Investments with LGLB		697,760,427	(695,066,808)
Purchase of intangible assets			
Acquisition of investments			
Net cash from investing activities		(1,723,738,807)	(2,035,481,136)
Cash flows from financing activities			
Proceeds from borrowings			
Repayment of borrowings			
Development grants received	43	3,175,360,443	964,150,466
Grants refunded/transferred			
Net cash used in financing activities		3,175,360,443	964,150,466
Net increase in cash and cash equivalents		2,874,523,171	(563,478,161)
Amount transfer from Capital Grant to Recurrent amount			
Cash and cash equivalents at beginning of year		193,602,390	757,080,551
Cash and cash equivalents at end of year	21	3,067,414,171	193,602,390

Name: Julius T. Mulego Title: As. DED

Signature: [Signature]

DISTRICT EXECUTIVE DIRECTOR
SHINYANGA

Name: NASSA S. MBATE Title: M/ICIT/HS/WSH

Signature: [Signature]

The notes on pages 34 to 78 form part of these financial statements