



THE UNITED REPUBLIC OF TANZANIA
NATIONAL AUDIT OFFICE



TCRA CONSUMER CONSULTATIVE COUNCIL (TCRA CCC)

**REPORT OF THE CONTROLLER AND AUDITOR GENERAL ON THE
FINANCIAL AND COMPLIANCE AUDIT FOR THE FINANCIAL YEAR ENDED
30 JUNE 2024**

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March 2025

AR/PA/TCRA CCC/2023/24

1.0 INDEPENDENT REPORT OF THE CONTROLLER AND AUDITOR GENERAL

Chairperson of the Council,
TCRA Consumer Consultative Council,
P.O. Box 1516,
DAR ES SALAAM.

1.1 REPORT ON THE AUDIT OF FINANCIAL STATEMENTS

Unqualified Opinion

I have audited the financial statements of TCRA Consumer Consultative 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 TCRA Consumer Consultative 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 Public Finance Act, Cap. 348.

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 TCRA Consumer Consultative 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.

Other Information

Management is responsible for the other information. The other information comprises the Report by those charged with governance, Statement of responsibilities by those charges with

governance and the Declaration by the Head of Finance but does not include the financial statements and my audit report thereon which I obtained prior to the date of this auditor's report.

My opinion on the financial statements does not cover the other information, and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work I have performed on the other information that I obtained prior to the date of this audit report, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IPSAS and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the entity's financial reporting process.

Responsibilities of the Controller and Auditor General for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an audit report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISSAIs, I exercise professional judgment and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the entity to cease to continue as a going concern; and
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are, therefore, the key audit matters. I describe these matters in my audit report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest of such communication.

In addition, Section 10 (2) of the Public Audit Act, Cap. 418 requires me to satisfy myself that the accounts have been prepared in accordance with the appropriate accounting standards.

Further, Section 48(3) of the Public Procurement Act, Cap. 410 requires me to state in my annual audit report whether or not the audited entity has complied with the procedures prescribed in the Procurement Act and its Regulations.

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 the procurement of works, goods, and services in the TCRA Consumer Consultative Council for the financial year 2023/24 as per the Public Procurement laws.

Conclusion

Based on the audit work performed, I state that procurement of goods, works and services of TCRA Consumer Consultative Council is generally in compliance with the requirements of the Public Procurement laws in Tanzania.

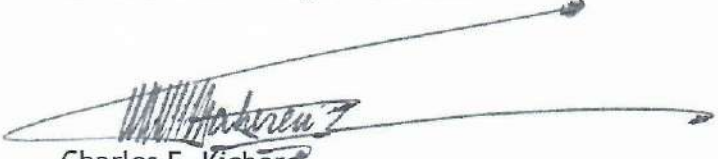
1.2.2 Compliance with the Budget Act and other Budget Guidelines

Subject matter: Budget formulation and execution

I performed a compliance audit on budget formulation and execution in TCRA Consumer Consultative Council for the financial year 2023/24 as per the Budget Act and other Budget Guidelines.

Conclusion

Based on the audit work performed, I state that Budget formulation and execution of TCRA Consumer Consultative 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 2025




TCRA CONSUMER CONSULTATIVE COUNCIL


5.0 FINANCIAL STATEMENTS

5.1 STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

| | Notes | 2023/24 TZS | 2022/23 TZS |
|--------------------------------------|--------|--------------------|--------------------|
| ASSETS | | | |
| Current assets | | | |
| Cash and cash equivalents | 5 | 103,480,708 | 170,585,952 |
| Receivable | 6 | - | 4,802,800 |
| | | <u>103,480,708</u> | <u>175,388,752</u> |
| Non-current assets | | | |
| Property, plant, and equipment | 7 | 27,449,131 | 22,434,551 |
| | | <u>27,449,131</u> | <u>22,434,551</u> |
| Total assets | | <u>130,929,839</u> | <u>197,823,303</u> |
| LIABILITIES | | | |
| Non-Current liabilities | | | |
| Gratuity | 9(ii) | 14,222,146 | 75,952,964 |
| Total non-current liabilities | | <u>14,222,146</u> | <u>75,952,964</u> |
| Current liabilities | | | |
| Accounts payable | 8 | - | 100,000 |
| Provisions | 9 | 90,757,014 | 58,298,673 |
| Total current liabilities | | <u>90,757,014</u> | <u>58,398,673</u> |
| Total liabilities | | <u>104,979,160</u> | <u>134,351,637</u> |
| Net assets | | <u>25,950,679</u> | <u>63,471,666</u> |
| Net assets and Equity | | | |
| Capital fund | 9(iii) | 58,388,000 | 58,288,000 |
| Accumulated surpluses(deficits) | | (32,437,321) | 5,183,666 |
| Total Net assets | | <u>25,950,679</u> | <u>63,471,666</u> |

Notes form part of these financial statements which were approved and signed on behalf of the Council by;


Hawa M. Ng'umbi
Council Chairperson


Ms. Mary Shao Msuya
Executive Secretary


Date 27/03/2025


TCRA CONSUMER CONSULTATIVE COUNCIL

5.2 STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2024

| | NOTES | 2023/24 TZS | 2022/23 TZS |
|---|-------|----------------------|--------------------|
| REVENUE | | | |
| Revenues from non-exchange transactions | 10 | 710,000,000 | 710,300,000 |
| Revenue from ECL gain | | 1,498,452 | - |
| | | 711,498,452 | 710,300,000 |
| EXPENSES | | | |
| Administrative expenses | 11 | 192,296,352 | 139,389,699 |
| Wages, salaries, and employee benefits | 12 | 253,229,121 | 248,429,121 |
| Core activities | 13 | 298,616,045 | 322,976,173 |
| Depreciation | 14 | 5,747,020 | 4,477,145 |
| Impairment for expected credit loss | 5 | - | 3,766,002 |
| TOTAL EXPENSES | | (749,888,538) | 719,038,140 |
| Surplus/(Deficit) for the year | | (38,390,086) | 8,738,140 |

Notes form part of these financial statements which were approved and signed on behalf of the Council by;


Hawa M. Ng'umbi
Board Chairperson


Ms. Mary Shao Msuya
Executive Secretary TCR CCC

Date 27/03/2025

TCRA CONSUMER CONSULTATIVE COUNCIL

5.3 STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2024

| | Capital Fund TZS | Accumulated Surplus/(Deficit) TZS | Total TZS |
|--------------------------------|------------------------|---|-------------------|
| Year ended 30 June 2024 | | | |
| A start of the year | 58,288,000 | 5,952,765 | 64,240,765 |
| Deficit for the year | - | (38,390,086) | (38,390,086) |
| Prior year's adjustment | 100,000 | - | 100,000 |
| At end of year | <u>58,388,000</u> | <u>(32,437,321)</u> | <u>25,950,679</u> |
| Year ended 30 June 2023 | | | |
| Opening Balance | 58,288,000 | 5,552,603 | 63,840,603 |
| Deficit for the year | - | (8,738,140) | (8,738,140) |
| Prior year's adjustment | - | 9,138,302 | 9,138,302 |
| At end of year | <u>58,288,000</u> | <u>5,952,765</u> | <u>64,240,765</u> |

Notes form part of these financial statements.



Hawa M. Ng'umbi
Board Chairperson



Ms. Mary Shao Msuya
Executive Secretary TCR CCC

Date 27/03/2025

TCRA CONSUMER CONSULTATIVE COUNCIL

5.4 CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2024

| | NOTES | 2023/24 TZS | 2022/23 TZS |
|--|-------|----------------------|--------------------|
| Cash flows from operating activities | | | |
| RECEIPTS | | | |
| Revenues from non-exchange transactions | 15 | 714,802,800 | 708,997,200 |
| | | <u>714,802,800</u> | <u>708,997,200</u> |
| PAYMENTS | | | |
| Administrative expenses | 16 | (169,423,676) | (138,909,594) |
| Wages, salaries and employee benefits | 17 | (314,944,546) | (234,832,798) |
| Core activities | 18 | (289,045,772) | (316,895,365) |
| | | <u>(773,413,994)</u> | <u>690,637,757</u> |
| Net cash flows from operating activities | | <u>(58,611,194)</u> | <u>18,359,443</u> |
| CASH FLOW FROM INVESTING ACTIVITIES | | | |
| Purchase of Property and Equipment | 7 | (10,761,600) | (7,315,000) |
| Net increase in cash and cash equivalent | | <u>(69,372,794)</u> | <u>11,044,443</u> |
| Cash and cash equivalents at the beginning of the year | | <u>174,351,954</u> | <u>163,307,511</u> |
| Cash and cash equivalents at end of the year | 5 | <u>104,979,160</u> | <u>174,351,954</u> |

Notes form part of these financial statements.



Hawa M. Ng'umbi
Board Chairperson



Ms. Mary Shao Msuya
Executive Secretary TCR CCC

Date 27/03/2025