



**THE UNITED REPUBLIC OF TANZANIA**

**NATIONAL AUDIT OFFICE**



**ISO 9001:2015 Certified**

**WATER INSTITUTE (WI)**

**REPORT OF THE CONTROLLER AND AUDITOR GENERAL ON THE  
FINANCIAL AND COMPLIANCE AUDIT FOR THE FINANCIAL YEAR  
ENDED 30 JUNE 2023**

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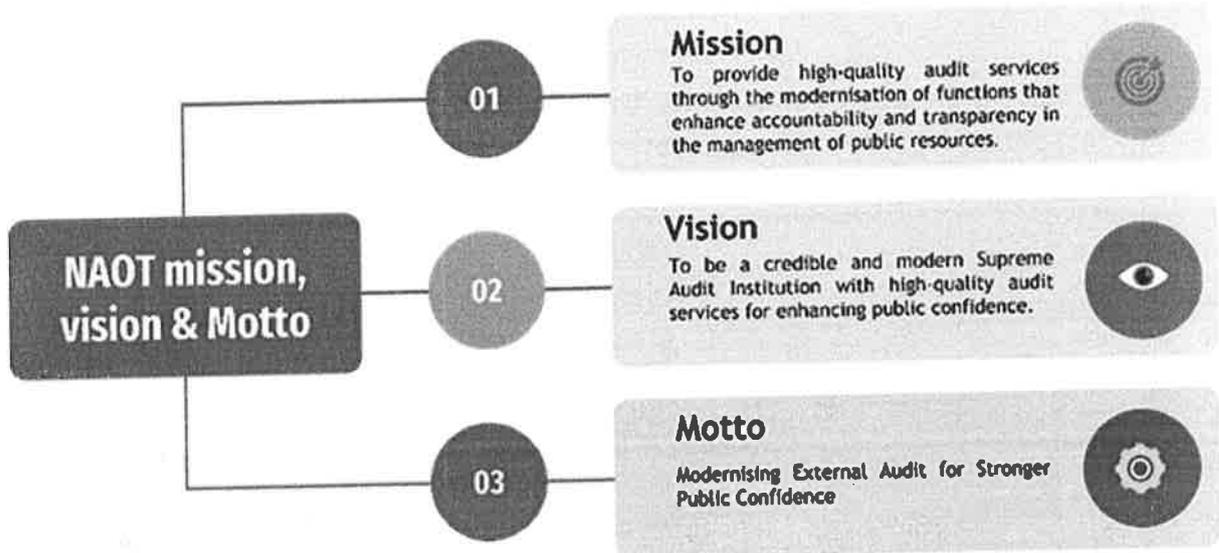
March 2024

AR/ CG/WI/2022/23

## About the National Audit Office

### Mandate

The statutory mandate and responsibilities of the Controller and Auditor-General are provided for under Article 143 of the Constitution of the United Republic of Tanzania of 1977 and in Section 10 (1) of the Public Audit Act, Cap 418[R.E 2021].



#### Independence and objectivity

We are an impartial public institution, independently offering high-quality audit services to our clients in an unbiased manner.

#### Teamwork Spirit

We value and work together with internal and external stakeholders.

#### Results-Oriented

We focus on achievements of reliable, timely, accurate, useful, and clear performance targets.



#### Professional competence

We deliver high-quality audit services based on appropriate professional knowledge, skills, and best practices

#### Integrity

We observe and maintain high ethical standards and rules of law in the delivery of audit services.

#### Creativity and Innovation

We encourage, create, and innovate value-adding ideas for the improvement of audit services.

© This audit report is intended to be used by the Water Institute (WI) and may form part of the annual general report, which once tabled to the National Assembly, becomes a public document; hence, its distribution may not be limited.

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## Abbreviations

<b>CAG</b>	Controller and Auditor General
<b>IPSAS</b>	International Public Sector Accounting Standards
<b>ISSAIs</b>	International Standard of Supreme Audit Institutions
<b>PAA</b>	Public Audit Act
<b>PAC</b>	Public Accounts Committee
<b>PAR</b>	Public Audit Regulation
<b>PFA</b>	Public Finance Regulations
<b>PPA</b>	Public Procurement Act
<b>PPR</b>	Public Procurement Regulations

## 1.0 INDEPENDENT REPORT OF THE CONTROLLER AND AUDITOR GENERAL

Rector,  
Water Institute,  
P.O. Box 35059,  
University Road-Ubungu,  
DAR ES SALAAM, TANZANIA

### 1.1 REPORT ON THE AUDIT OF FINANCIAL STATEMENTS

#### Unqualified Opinion

I have audited the financial statements of the Water Institute (WI), which comprise the statement of financial position as of 30 June 2023, the statement of financial performance, the statement of changes in net assets and 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 the Water Institute (WI) as of 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 Public Finance Act, Cap. 348/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 the Water Institute (WI) 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.

#### 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 based on these financial statements.

As part of an audit in accordance with ISSAIs, I exercise professional judgment and maintain professional skepticism 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 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 [R.E 2021] 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 [ R.E 2022] requires me to state in my annual audit report whether the audited entity has complied with the procedures prescribed in the Procurement Act and its Regulations.

## 1.2 REPORT ON COMPLIANCE WITH LEGISLATION

### 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 Water Institute (WI) for the financial year 2022/23 as per the Public Procurement laws.

#### **Conclusion**

Based on the audit work performed, I state that the procurement of works, goods and services of the Water Institute (WI) 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 the Water Institute (WI) 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, Budget formulation and execution of the Water Institute (WI) 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 2024



THE UNITED REPUBLIC OF TANZANIA  
WATER INSTITUTE (WI)

REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 30 JUNE  
2023

## 2.0 FINANCIAL STATEMENTS

Water Institute (formerly Water Development and Management Institute) and Water Resources Institute (WRI) were established in the year 1974, being a unit in the Ministry of Water and Energy. The aim was to meet the need for middle-level water technicians under the former National massive 20-year Rural Water Supply Programme (1971-1991). In 1980 the name of the Institute was changed to Rwegarulila Water Resources Institute (RWRI).

On 22 August 2008, the former name of the Institute was changed to Water Development and Management Institute (WDMI) following a transformation of organizational status from a unit in the Ministry of Water to an Executive Agency. However, in 2016, the Water Development and Management Institute changed its name to the current name "Water Institute" (WI). Water Institute aims to develop and provide the expertise required in the water sector through training, consultancy, and research under the policy guidelines of the Ministry of Water.

Water Institute provides training programmes leading to National Technical Awards (NTA) level 4, 5 and 6 that is diploma in Water Supply and Sanitation Engineering, Hydrology and Meteorology, Hydrogeology and Water Well Drilling, Water Quality Laboratory Technology, Irrigation Engineering, and Sanitation Engineering and NTA 7, 8 that is Bachelor Degree in Water Resources and Irrigation Engineering, Sanitation Engineering, Community Development for Water Supply and Sanitation, Hydrogeology and Drilling and Engineering Hydrology.

From 2008 up to 2022 the institute being an executive agency a total of 2,320 students has been enrolled indicating a rapid growth in enrolment in comparison to previous enrolment before being an executive agency.

WI is fully registered, and its programs are accredited by the National Council for Technical Education (NACTE). In the financial year 2022/23 WI has managed enrolled 2,350 (795 and 1,555 diploma and degree students respectively).

During the year, Total budget was TZS 8,966,261,183 which includes Own Source Collection TZS 4,246,293,399, Personal Emolument TZS 2,322,535,084 Other Charges (OC) TZS 696,397,000, Local Development Funds TZS 750,443,700, and TZS 950,592,000 for Foreign Development Funds.

Total Actual amounts during the year 2022/23 amounted TZS 9,378,708,464 which includes TZS 4,326,006,306 from Own Source Collection, TZS 2,410,381,978 for Personal Emolument, TZS 494,405,004 Other Charges and TZS 947,915,176 for Local Development Funds and TZS 1,200,000,000 from other sources, however, the Institute did not receive Foreign Development from foreign Partners.

Dr. Rehema Nchimbi

MAB Chairperson

Date:

## 2.0 FINANCIAL STATEMENTS

### STATEMENT OF THE CHAIRPERSON OF THE MINISTERIAL ADVISORY BOARD

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Dr. Rehema Nchimbi  
MAB Chairperson

Date: 13<sup>th</sup> March 2024

## 2.1 STATEMENT BY THE RECTOR FOR THE YEAR ENDED 30 JUNE 2023

### INTRODUCTION

It is my pleasure to present the Institute's Financial Statements for the year ended 30 June 2023 to the Stakeholders. These have been prepared by the requirements of Section 25(4) of the Public Finance Act Cap 348 and presented based on the Accrual basis of International Public Sector Accounting Standards (IPSAS) under Public Finance Regulations 2001, Regulations 53.

However, additional details have been included to promote understanding and comparison of data as required and in compliance with the International Public Sector Accounting Standards (IPSAS) under the accrual basis of accounting.

The Financial statements for the year ended 30 June 2023 include The Statement of Financial Position, Statement of Financial Performance, Statement of Changes in Net Assets, The Statement of Cash Flow, The Statement of Budget and Actual amount, as well as other Schedules, Summary Statements and Notes as provided in IPSAS 1.

### VISION

A leading Institution for providing technical education and training in water and sanitation for sustainable development.

### MISSION

To deliver state of art quality products and services in technical education, training, research, and consultancy for sustainable water management

### CORE VALUES

- Teamwork:** We work as a group of individuals passionately committed and focused to meet our goal.
- Professionalism:** We perform our duties by using the highest standard of skills and expertise to create a better world.
- Accountability:** We are responsible for our actions and rendered services
- Integrity:** We are honest, fair, and transparent - free from bias and favoritism in delivering services to our customers.
- Innovation and creativity:** We strive to invent and adopt emerging technologies to improve our products and service delivery.

## **2.2 THE NATURE, OBJECTIVES AND STRATEGIES OF THE INSTITUTE**

Water Institute (formerly Water Development and Management Institute) and Water Resources Institute (WRI) were established in the year 1974, being a unit in the Ministry of Water and Energy. The aim was to meet the need for middle-level water technicians under the former National massive 20-year Rural Water Supply Programme (1971-1991). In 1980 the name of the Institute was changed to Rwegarulila Water Resources Institute (RWRI). On 2 August 2008 the former name of the Institute was changed to Water Development and Management Institute (WDMI) following a transformation of organizational status from a unit in the Ministry of Water to an Executive Agency.

Now Water Institute, aims to develop and provide the expertise required in the water sector through training, consultancy, and research under the policy guidelines of the Ministry of Water.

Water Institute provides training programs leading to National Technical Awards (NTA) levels 4, 5 and 6 in Water Supply and Sanitation Engineering; Hydrology and Meteorology; Hydrogeology and Water Well Drilling; Water Laboratory Technology and Irrigation Engineering. From 2008 up to 2022, the Institute being an executive agency a total of 2,320 students were enrolled indicating a rapid growth in enrolment in comparison to previous enrolment before being an executive agency. WI is fully registered, and its programs are accredited by the National Council for Technical and Vocational Education and Training. (NACTVET).

### **2.2.1 OBJECTIVES**

According to the Executive Agency Act CAP 245 (Revised Edition; R.E 2009), the Institute has the following objectives:

- A: HIV/AIDS Infections and non-communicable diseases Reduced and Supportive Services Improved
- B: National Anti-Corruption Strategy implementation enhanced and sustained
- C: Training, research, and consultancy services improved
- D: Service delivery improved
- E: Learning infrastructures, equipment and facilities improved
- F: Human resource management improved
- G: Sustainability of financial resources improved

### **2.2.2 PRINCIPALS OF THE INSTITUTE**

The functions of the Institute as stipulated in the Executive Agency Act CAP 245 (Revised Edition; R.E 2009) shall be:

- (i) To provide high-quality training programs on water development and Management.
- (ii) To conduct research and provide consultancy services in the water sector.
- (iii) To provide efficient management of the Institute's resources.
- (iv) To offer an adequate and stimulating learning environment.

### 2.2.3 STRATEGIES OF THE INSTITUTE

The strategies of the Institute are as follows:

- Strengthen Integrity Committee
- Integrate governance and accountability issues in WI operations.
- Conduct awareness programs on governance and ethical issues.
- Integrate Open Government initiatives in public service business processes.

### 2.3 CURRENT AND FUTURE DEVELOPMENT

In the next financial year, the Institute will continue to improve the cooperation with stakeholders and societies at large to increase the number of ongoing research and enrolment of many students.

### 2.4 MANAGEMENT ORGANIZATION AND STRUCTURE

#### 2.4.1 MANAGEMENT

The Institute is headed by the Rector who is the Accounting Officer, who is vested with the overall powers of Management of daily activities of the Institute. Administratively the Rector reports to the Permanent Secretary of the Ministry of Water where the Institute office is structurally positioned. The Rector is assisted by Deputy Rector ARC, Deputy Rector PFA and Heads of Units.

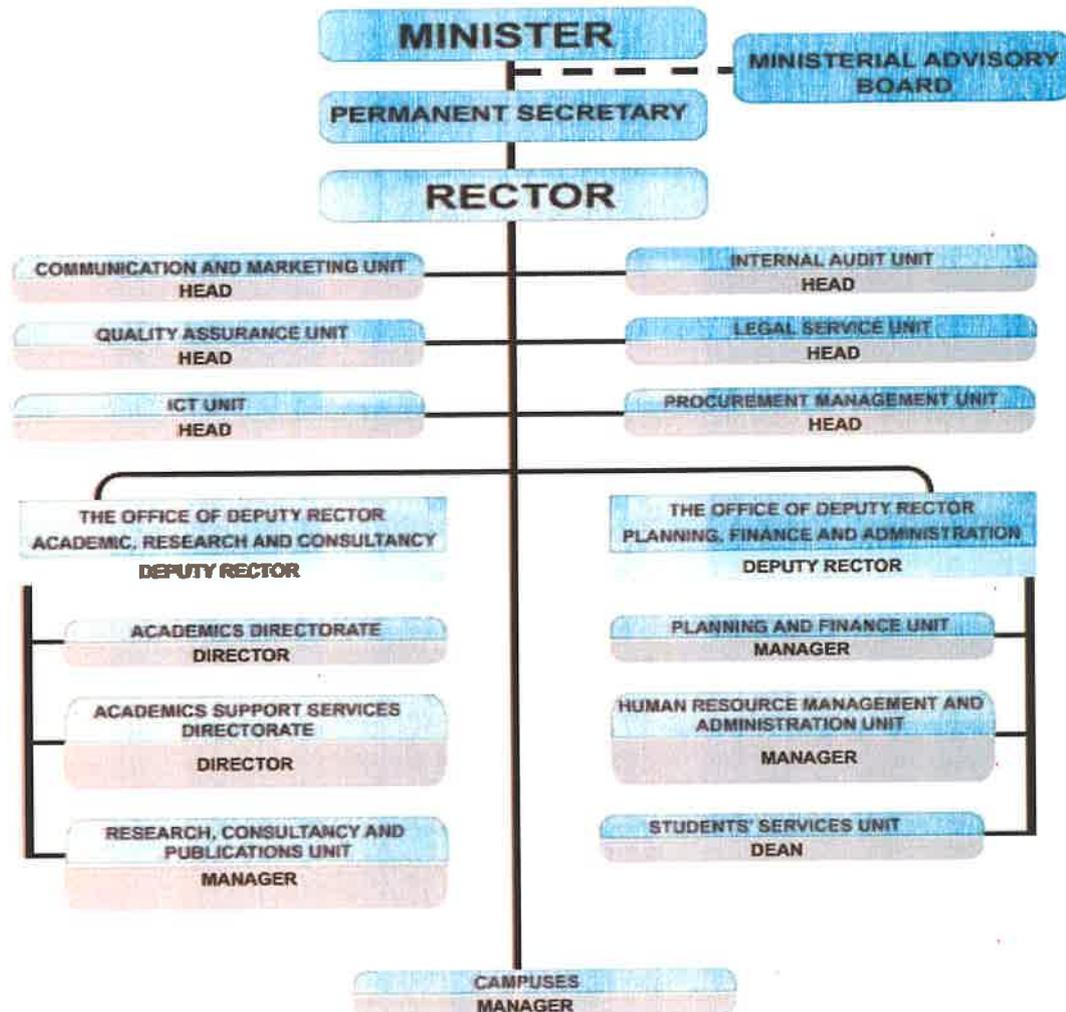
**Table 1:** The Institute comprises 2 divisions, six independent Units as follows:

DIVISIONS	NAME	EMAIL
Academic Research and Consultancy	Head: Dr Tulinave Mwamila (Ag)	<a href="mailto:tulinave.mwamila@waterinstitute.ac.tz">tulinave.mwamila@waterinstitute.ac.tz</a>
Planning Finance and Administration	Head: Dr William Senkondo (Ag)	<a href="mailto:William.senkondo@waterinstitute.ac.tz">William.senkondo@waterinstitute.ac.tz</a>
Legal Service Unit	Head: Adelina Rogath	<a href="mailto:adelina.rogath@waterinstitute.ac.tz">adelina.rogath@waterinstitute.ac.tz</a>
Internal Audit Unit	Head: Japhet Mtigile	<a href="mailto:japhet.mtigile@waterinstitute.ac.tz">japhet.mtigile@waterinstitute.ac.tz</a>
Quality Assurance and Control Unit	Head: Grace Mvungi	<a href="mailto:grace.mvungi@waterinstitute.ac.tz">grace.mvungi@waterinstitute.ac.tz</a>
Procurement Management Unit	Head: Mgata R. Mgata	<a href="mailto:mgata.mgata@waterinstitute.ac.tz">mgata.mgata@waterinstitute.ac.tz</a>
Communication and Marketing unit	Head: Ghanima Chanzi	<a href="mailto:ghamina.chazi@waterinstitute.ac.tz">ghamina.chazi@waterinstitute.ac.tz</a>
ICT Unit	Head: Juma Masoud	<a href="mailto:juma.mchiro@waterinstitute.ac.tz">juma.mchiro@waterinstitute.ac.tz</a>

## 2.4.2 ORGANISATION STRUCTURE

The Institute structure was approved by the His Excellency President of URT in November 2022.

Figure 1: Organization Structure



The Institute has the following Board and Committee:

- Audit Committee.
- Tender Board.
- Ministerial Advisory Board.

#### 2.4.2.1 AUDIT COMMITTEE

The Audit Committee members of the Institute were appointed by the Rector as Accounting Officers by the Public Finance Regulations No. 31 (1) of 2001 and one member from outside was appointed by the Permanent Secretary of the Treasury. The Audit Committee has been appointed to serve for three years, commencing from 22 November 2022 to 22 November 2025. The audit committee met three (3) times during the period covering July 2022 to June 2023.

**Table 2: Audit Committee Members**

SN	Name	Position	Qualification	Office	Nationality	Attendance		
						1 <sup>st</sup> Meeting	2 <sup>nd</sup> Meeting	3 <sup>rd</sup> Meeting
1	Dr Tumaini M Katunzi	Chairman	PhD	The Eastern Africa Statistical	Tanzanian	Attended	Attended	Attended
2	Grace Mvungi	Secretary	Master's degree	Water Institute	Tanzanian	Attended	Attended	Attended
3	Bernard Rugayi	Member	Master's degree	Dawasa	Tanzanian	Attended	Attended	Attended
4	CPA Elikira Mathew	Member	CPA	National Land Use	Tanzanian	Attended	Attended	Attended
5	Eng Evangelista Khawili	Member	Master's degree	RUWASA Pwani region	Tanzanian	Attended	Absent with apology	Absent with apology
6	Dr Tumplae S. Mwankenja	Member	PhD	Ardhi University	Tanzanian	Attended	Attended	Attended

#### 2.4.2.2 TENDER BOARD

Tender board members of the Institute were appointed by the Rector as Accounting Officers by the Public Procurement Act No.9 of 2011 and its Regulation. Tender Board members have been appointed to serve for three years, commencing from 25 October 2022 to 25 October 2025. The tender board met two (2) times during the period ending June 2023.

**Table 3: Tender Board Members**

SN	Name	Position	Qualifications	Nationality	Attendance	
					1 <sup>st</sup> Meeting	2 <sup>nd</sup> Meeting
1	Dr. William Senkondo	Chairman	PhD	Tanzanian	Attended	Attended
2.	Renatus Mgata	Secretary	CPSP	Tanzanian	Attended	Attended
3	Nancy Mduma	Member	Master's degree	Tanzanian	Absent with apology	Absent with apology
4	Sylvanus Ntrimolekwa	Member	Master's degree	Tanzanian	Attended	Attended
5.	George Ishabairu	Member	Master's degree	Tanzanian	Attended	Attended
6	Ghanima Chanzi	Member	Master's degree	Tanzanian	Absent with apology	Absent with apology

7	Riziki Chambuso	Member	Master's degree	Tanzanian	Attended	Attended
8	Dr. Tulinave Mwamila	Member	PhD	Tanzanian	Absent with apology	Attended

### MAB

The Ministerial Advisory Board was established by the Executive Agencies Act, of 1997(amended 2009). MAB has been appointed for three years with effect from 25 August 2022 up to 25 August 2025.

**Table 4: Ministerial Advisory Board**

SN	Name	Position	Nationality	Qualification	Attendance	
					1 <sup>st</sup> Meeting	2 <sup>nd</sup> Meeting
1	Dr. Rehema Nchimbi	Chairman	Tanzanian	PhD	Attended	Attended
2	Dr. Adam Karia	Secretary	Tanzanian	PhD	Attended	Attended
3	Dr. Felician J. Komu	Member	Tanzanian	PhD	Absent with apology	Attended
4	CPA Joyce A. Msiru	Member	Tanzanian	CPA	Attended	Absent with apology
5	Dr. Said A.	Member	Tanzanian	PhD	Attended	Attended
6	Dr. Masud A. Senzia	Member	Tanzanian	PhD	Attended	Attended
7	CPA Lucy E Mrikaria	Member	Tanzanian	CPA	Attended	Attended

The Board met three times during the year, the first meeting was held on August 2022 discussion was on the annual budget performance report for the year 2021/22, a review of MTEF and Business Plan 2022/23, a report on the implementation of the annual procurement plan for the year 2021/22, review of Annual Procurement Plan 2022/23, Presentation of a strategic plan for 2022/23 - 2026/27. The second meeting was held in November 2022 and the discussion was on the induction course and inauguration ceremony.

The third meeting was held on February 2023, the discussion was on a visit to Tabata and Mabibo WI areas, a review of MTEF & Business Plan for the financial year 2023/24, formulation of board committees, presentation of the board charter and code of ethics and good conduct.

### 2.5 ACCOUNTING POLICIES

The accounting policies used in preparing the financial statements have been disclosed in note 1-2 of the financial statements. These policies are all considered to be critical to an understanding of the financial performance and position of the Institute.

### 2.6 SOLVENCY

The management confirms that the International Public Sector Accounting Standards have been adhered to in the preparation of financial statements and also, they have

been prepared on a going concern basis. Management has reasonable expectations that the Institute will continue to be operational for the foreseeable future.

## **2.7 PERFORMANCE OF THE FINANCIAL YEAR ENDED 30 JUNE 2023**

During this financial year 2022/23, the implementation of the Plan and Budget experienced some achievements and challenges as follows:

### **Achievements**

- i. 464 students graduated in November 2022 (46 with a Basic certificate, 16 as a technician, 269 at a Diploma and 133 at a degree level) in various programs.
- ii. The institute managed to enrol new students a total of 1,364 (704 Diploma Main campus 160 Diploma - Singida campus and 500 Degree students respectively).
- iii. The institute has managed to rehabilitate 5 students' dormitories A, B, C, D, E
- iv. The institute has managed to construct 17 students' classrooms.
- v. Institute under implementing capacity development plan managed to support staff members attending long-term courses (PhD and Masters). 21 staff members are being supported by the Institute.
- vi. The institute has managed to procure one (1) vehicle after receiving a permit from the Prime Minister's Office.

### **Challenges**

- a) Financial constraints because of delays, and non-disbursement of WSDP funds, which contributed to the delays or nonpayment to contractors, consultants, and service providers. This resulted in delays in the completion of ongoing activities and total failure of implementation of some of the planned activities.
- b) Projects which are affected by delays in fund release are the procurement of the Drilling rig, Construction of the building near the gate, and Construction of hostel new hostel at Tabata. Procurement of ICT equipment and its accessories.
- c) Shortage of 158 support and academic staff.

### **The way forward**

- (i) Increase the number of consultancy services, this will be achieved through increasing efforts on Project write-up and submission to donors/funders.
- (ii) Request of recruitment permit from the President's Office of Public Service Management and Good Governance, for recruitment of new staff, this will reduce the burden on WI.
- (iii) Strengthen marketing strategies such as advertisements via media (TV, Radio and Newspapers and physical visits, especially during Industrial Practical Training.

### **Employee Welfare**

The Institute believes that its employees should find working for the Institute a stimulating and personally enriching experience and consequently accept co-responsibility for the development of each employee to his/her full potential, career progress is based on the contribution made by the individual towards the fulfilment

of the responsibilities of the Institute and initiative, innovative thinking and professional expertise are therefore systematically developed. The Institute is convinced that equal opportunities for all irrespective of ethnicity, race, gender, disability or religion should be pursued. The Institute accepts that only through the loyalty and dedication of its employees will be able to achieve its goal and fulfil its objectives. It gives equal access to employment opportunities and ensures that the best available person is appointed to any given position free from discrimination of any kind and without regard to factors like gender, marital status, tribe, religion and disability which does not impair the ability to discharge duties.

#### **Employee Benefit Plans**

Employees are members of the Public Service Social Security Fund (PSSSF). The Government contributes 15% of the basic salary of each employee to PSSSF on behalf of all permanent employees and 5% of the employee's salary in total 20%. All these plans are defined contribution plans. The Institute's employment terms are regularly reviewed to ensure that they continue to meet statutory requirements and prevailing market conditions. The Institute communicates with its employees through regular management and staff meetings and circulars. The Institute has continued to maintain a favourable working environment.

#### **Medical Scheme**

All employees and up to four dependents are covered under the National Health Insurance Fund Scheme. 3% is collected from employees and 3% from employers. The Institute strives to educate staff on HIV/AIDS at the workplace and also provides education on voluntary counselling and testing.

#### **Gender parity**

The Institute had 95 employees in the financial year ended 30 June 2023 (where 34 were females and 61 were males) as compared to 91 employees on 30 June 2022.

#### **Prevention of Corrupt Conduct**

The Institute offers training on corruption to their staff every year to educate them on corruption issues.

  
.....

**Dr. Adam O. Karia**  
**Rector**

13<sup>th</sup> March 2024

**Date**

## 2.8 STATEMENT OF MANAGEMENT RESPONSIBILITY

The management is responsible for the preparation of these Financial Statements for the year ended 30 June 2023, which gives a true and fair view of the Institute's state of affairs and its operating results in accordance with International Public Sector Accounting Standards (IPSAS) Accrual Basis, in conformity with the provision of the Public Finance Act No. 6 of 2001 Section 25 (2) & (4) (as revised in 2004). This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and presentation of financial statements that are free from material misstatement, whether on account of fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances which provide reasonable assurance that the transactions are within Institute, and properly record the use of all public financial resources accordingly. The Government budget for the Institute was approved for the financial period from 1 July 2022 to 30 June 2023 and the Institute continued to operate in the same manner as in the approved budget for the period to 30 June 2023. Financial Statements during the year under review have been prepared based on the Institute as was in the previous year provide comparative figures with the actual of the previous year 2021/22, to serve for decision-making purposes.

To the best of our knowledge, the system of internal control has operated adequately throughout the reporting period and the records and underlying accounts provide a reasonable basis for the preparation of the Financial Statements for the year ended 30 June 2023. Procurement of goods, works and consultancy and non-consultancy services, reflected in these financial statements, have been done in accordance with the Public Procurement Act no. 7 of 2011 and its Regulations 2013 as they were both amended in 2016.

The Management accepts the responsibility for the integrity of these financial statements, the information they contain and their compliance with the Public Finance Act No. 6 of 2001 as revised in 2004) and its Regulations; International Public Sector Accounting Standards (IPSAS) Accruals basis and Guidelines issued (or may be issued) from time to time by the paymaster General and Accountant General. Management is taking responsibility for building confidence in users of these financial statements that portray the true and fair view of the state of affairs of the Institute.

In our opinion, nothing has come to the attention of the management that the financial statements don't present fairly all material respect of the operation of the Institute and will remain a going concern for the next twelve months from the date of these statements.



.....  
**Dr. Adam O. Karia**  
Rector

13<sup>th</sup> March 2024

**Date:**

## 2.9 DECLARATION BY THE HEAD OF FINANCE

The National Board of Accountants and Auditors (NBAA) according to the power conferred under the Auditors and Accountants (Registration) Act. No.23 of 1972, as amended by Act No. 2 of 1995, requires financial statements to be accompanied by a declaration issued by the Chief Accountant responsible for the preparation of financial statements of the Institute.

It is the duty of a Professional Accountant to assist the Management in discharging the responsibility of preparing financial statements of an Institute showing a true and fair view of the Institute's position and performance in accordance with applicable International Accounting Standards and statutory financial reporting requirements. Full legal responsibility for the preparation of financial statements rests with the management of the Institute.

I CPA SAMUEL JOSEPH KARIMILI being the Head of Finance of the Institute here acknowledge my responsibility of ensuring that financial statements for the year ended 30 June 2023 have been prepared in compliance with applicable accounting standards and statutory requirements.

Thus, I confirm that the financial statements give a true and fair view position of Water Institute as on 30 June 2023, that they have been prepared based on properly maintained financial records.

Signed by: CPA SAMUEL JOSEPH KARIMILI

Position: HEAD OF FINANCE

NBAA Members No: 10607

Date: 13<sup>th</sup> March 2024

### 3.0 COMMENTARIES

The financial statements for the year ended 30 June 2023 provide records of financial performance and state of affairs of Water Institute as of that date.

The financial statements provide information that is useful for the Government and Stakeholders to measure the transparency and accountability of the Institute. It also provides comparative figures for the previous year with the actual current year's figure to facilitate decision-making purposes.

The financial statements should be read in conjunction with the underlying notes and schedules for better understanding.

### 3.1 Budget Implementation

The Institute budget is based on the Medium-Term Expenditure Framework (MTEF) covering 2022/23.

The total budget for the year ended 30 June 2023 was TZS 8,966,261,183 which includes Own Source Collection TZS 4,246,293,399, Personal Emolument TZS 2,322,535,084 Other Charges (OC) TZS 696,397,000, Local Development Funds TZS 750,443,700, and TZS 950,592,000 for Foreign Development Funds.

Total actual amounts during the year 2022/23 was TZS 9,378,708,464 which includes 4,326,006,306 from Own Source Collection, TZS 2,410,381,978 for Personal Emolument, TZS 494,405,004 Other Charges and TZS 947,915,176 for Local Development Funds and TZS 1,200,000,000 from other sources; however, the Institute did not receive Foreign Development from foreign Partners.

**Table 5: Budget and Actual Amount for the year 2022/23**

Description	Budgeted	Actual
Own Source Collection	4,246,293,399	4,326,006,306
Personal Emolument	2,322,535,084	2,410,381,978
Other Charges	696,397,000	494,405,004
Local Development	750,443,700	947,915,176
Foreign Development	950,592,000	-
Other Sources		1,200,000,000
<b>Total</b>	<b>8,966,261,183</b>	<b>9,378,708,464</b>

## **3.2 Financial Performance**

### **3.2.1 Revenue from Exchange Transactions**

During the year, revenue from exchange transactions was TZS 4,252,148,009 compared to the financial year 2021/22 which was TZS 3,716,660,115. The increase is due to the increase in the number of students enrolled during the year.

### **3.2.2 Revenue from non-Exchange Transactions**

During the year, revenue from non-exchange transactions was TZS 5,412,160,890 compared to TZS 3,956,950,248 in 2021/22. This is due to an increase in disbursed funds from the Government.

### **3.2.3 Other Revenue**

During the year there was no non-monetary revenue.

### **3.2.4 Wages, Salaries and Employee Benefits**

Total wages, salaries and employee benefits were TZS 3,364,673,583 compared to the previous year 2021/22 which was TZS 2,673,545,379. The changes are due to the increase in expenses such as salaries and staff allowances.

### **3.2.5 Supplies and Consumables**

The Institute incurred total expenses of TZS 973,010,698 for Goods and Services during the current year compared to 2021/22 which was TZS 957,941,435. The changes are due to the increase in expenses such as diesel, per diem and office consumables.

### **3.2.6 Maintenance Expenses**

During the year, the Institute incurred a total expense of TZS 203,062,325 for Repairs and Maintenance expenses compared to last year 2021/22 which was TZS 62,493,396. The changes are due to the increase in expenses such as diesel, per diem and office consumables.

### **3.2.7 Other Expenses**

The Institute incurred a total other expense of TZS 2,279,948,687 during the current year compared to TZS 2,981,738,244 for 2021/22 the decrease is due to the decrease of allowances and remittance to consolidation funds.

### **3.2.8 Depreciation of Property, Plant and Equipment**

During the year depreciation charges were TZS 1,284,132,523 compared to TZS 1,225,271,119 for 2021/22 the increase is due to the addition of assets during the year.

### **3.2.9 Amortization Expenses**

Amortization of intangible assets was TZS 4,234,425 during the year and TZS 10,488,124 for the previous year of 2021/22.

### **3.3 Financial Position**

#### **3.3.1 Property, Plant and Equipment**

Property, Plant and Equipment amount as of 30 June 2023 was TZS 57,834,422,284 this figure is net of accumulated depreciation compared to 2021/22 Property, Plant and Equipment was TZS 55,569,826,710. The increase is due to the addition of land at Singida Campus, graduation gowns, computer equipment, motor vehicle and buildings.

#### **3.3.2 Intangible Assets**

Intangible Assets amount as of 30 June 2023 was TZS 13,590,721 this figure is net of amortization expenses, for the year 2021/22 Intangible Assets was TZS 18,711,770.

#### **3.3.3 Work In progress**

There was no amount paid for uncompleted assets during the year. This is due to the completion of the construction projects.

#### **3.3.4 Inventories**

The Institute has recorded inventories amount of TZS 110,871,634 in the financial year 2022/23 compared to TZS 47,866,902 in the year 2021/22. This is due to the addition of stationery for the institute operations.

#### **3.3.5 Prepayment**

The Institute has recorded a prepayment amount of TZS 301,663,171 in the financial year 2022/23, with no prepayment for the year 2021/22. This is the result of undelivered motor vehicles purchased from GPSA.

#### **3.3.6 Receivables**

The Institute recorded a Receivable of TZS 137,005,294 for the year 2022/2023 compared to TZS 210,863,591 for the year 2021/2022. The increase in receivables was due to unpaid student fees and rental charges.

#### **3.3.7 Cash and Cash Equivalents**

During the financial year, the Institute remained with cash and cash equivalent amounts of TZS 356,369,924 compared to TZS 1,039,367,926 in the previous financial year.

#### **3.3.8 Payables**

There was an outstanding payable of TZS 433,982,775 during the year 2022/23 compared to TZS 185,510,410 for the year 2021/22, the increase is due to an increase in staff and suppliers' claims.

#### **3.3.9 Accumulated Surplus**

The Institute recorded an accumulated surplus of TZS 4,232,112,792 during the financial year 2022/23 compared to TZS 2,676,866,133 in the previous financial year 2021/22.

### 3.3.10 Auditors

The Controller and Auditor General (CAG) is the statutory auditor for the Institute pursuant to the provisions of Article 143 of the constitution of the United Republic of Tanzania of 1977 (Revised 2005), Sects. 26 - 37 of the Public Financial Act No. 6 of 2001 (Revised 2004) and the "Executive Agency Act (CAP.245); Executive Agencies (The Water Institute) Establishment Sec 6(2.8), and Section 30-33 of the Public Audit Act, 2008.

*Adam O. Karia*

.....  
Dr. Adam O. Karia  
Rector

*13<sup>th</sup> March 2024*

Date:

**STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023**

<b>ASSETS</b>	<b>Note</b>	<b>2022/23 TZS</b>	<b>2021/22 TZS</b>
<b>Current Assets</b>			
Cash and Cash Equivalent	14	356,369,924	1,039,367,926
Receivables	15	137,005,294	210,863,591
Prepayments	16	301,663,171	0
Inventories	17	110,871,634	47,866,902
<b>Total Current Asset</b>		<b>905,910,023</b>	<b>1,298,098,419</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	20	57,834,422,284	55,569,829,650
Intangible Assets	21	13,590,721	18,711,770
Work in Progress	22	0	423,025,838
<b>Total Non-Current Asset</b>		<b>57,848,013,005</b>	<b>56,011,567,258</b>
<b>TOTAL ASSETS</b>		<b>58,753,923,028</b>	<b>57,309,665,677</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Payables and Accruals	18	433,982,775	185,510,410
Deferred Income	5	491,148,567	850,610,239
<b>Total Current Liabilities</b>		<b>925,131,342</b>	<b>1,036,120,649</b>
<b>TOTAL LIABILITIES</b>		<b>925,131,342</b>	<b>1,036,120,649</b>
<b>Net Assets</b>		<b>57,828,791,686</b>	<b>56,273,545,028</b>
<b>NET ASSETS</b>			
<b>Capital Contributed by:</b>			
Taxpayers Funds		53,596,678,894	53,596,678,894
Accumulated Surplus		4,232,112,792	2,676,866,133
<b>TOTAL NET ASSETS</b>		<b>57,828,791,686</b>	<b>56,273,545,027</b>

  
 .....  
**Dr. Rehema Nchimbi**  
**MAB Chairperson**

13<sup>th</sup> March 2024  
 .....  
**Date**

  
 .....  
**Dr. Adam O. Karia**  
**Rector**

**STATEMENT OF FINANCIAL PERFORMANCE FOR THE PERIOD ENDED 30 JUNE 2023**

	Note	2022/23 TZS	2021/22 TZS
<b>Revenue</b>			
Revenue Grants	5 A	5,412,160,890	3,956,950,248
Revenue from Exchange Transactions	7	4,252,148,009	3,716,660,115
Other Revenue	6		2,241,711,129
<b>Total Revenue</b>		<b>9,664,308,899</b>	<b>9,915,321,492</b>
<b>Expenses</b>			
Wages, Salaries and Employee Benefits	9	3,364,673,583	2,673,545,380
Supplies and Consumables	10	973,010,698	957,941,435
Maintenance Expenses	11	203,062,325	62,493,396
Other Expenses	12	2,279,948,687	2,981,738,245
Depreciation Expenses	20	1,284,132,523	1,225,271,119
Amortization Expenses	21	4,234,425	10,488,124
<b>Total Expenses</b>		<b>8,109,062,241</b>	<b>7,911,477,698</b>
<b>Surplus</b>		<b>1,555,246,658</b>	<b>2,003,843,794</b>

  
 .....  
**Dr. Rehema Nchimbi**  
**MAB Chairperson**

13<sup>th</sup> March 2024  
 .....  
**Date**

  
 .....  
**Dr. Adam O. Karia**  
**Rector**

**STATEMENT OF CHANGES IN NET ASSET FOR THE PERIOD ENDED 30 JUNE 2023**

	<b>Taxpayers Fund (TZS)</b>	<b>Accumulated Surplus (TZS)</b>	<b>Total</b>
Balance as of 1 July 2022	53,596,678,894	2,676,866,134	56,273,545,028
Surplus for the Year		1,555,246,658	1,555,246,658
<b>Balance as of 30 June 2023</b>	<b>53,596,678,894</b>	<b>4,232,112,792</b>	<b>57,828,791,686</b>
Balance as of 1 July 2021	53,596,678,894	673,022,340	54,269,701,234
Surplus for the		2,003,843,794	2,003,843,794
<b>Balance as of 30 June 2022</b>	<b>53,596,678,894</b>	<b>2,676,866,134</b>	<b>56,273,545,028</b>

  
 .....  
**Dr. Rehema Nchimbi**  
**MAB Chairperson**

*13<sup>th</sup> March 2024*  
 .....  
**Date**

  
 .....  
**Dr. Adam O. Karia**  
**Rector**

## CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2023

Cash Flow from Operating Activities	Note	2022/23 TZS	2021/22 TZS
<b>Receipts</b>			
Grants Received	24	5,052,702,158	4,295,202,689
Revenue from Exchange	25	4,326,006,306	3,660,444,119
Other Receipt	8	930,625,795	988,875,419
<b>Total</b>		<b>10,309,334,260</b>	<b>8,944,522,227</b>
<b>Payments</b>			
Wages, Salaries and Employees	26	(3,185,974,814)	(3,017,071,643)
Supplies and Consumables	27	(966,241,834)	(1,054,859,509)
Maintenance Expenses	11	(203,062,325)	(62,439,396)
Other Expenses	12	(2,279,948,687)	(2,981,738,244)
Other Payment	13	(930,625,795)	(988,875,419)
<b>Total</b>		<b>(7,565,853,455)</b>	<b>(8,105,038,211)</b>
<b>Net Cash Flow from Operating Activities</b>		<b>2,743,480,805</b>	<b>839,484,016</b>
<b>Cash flow from Investing Activities</b>			
Payment for Work in Progress	22	0	(723,013,038)
Prepayment for motor vehicles	16	(301,663,171)	0
Acquisition of Property, Plant and Equipment	20	(3,124,815,636)	(118,074,800)
<b>Net Cash Flow from Investing</b>		<b>(3,426,478,807)</b>	<b>(841,087,838)</b>
<b>Cashflow from Financing</b>			
Proceeds from Borrowing		0	0
<b>Net Cash Flow from Financing</b>		<b>0</b>	<b>0</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalent</b>		<b>(682,998,002)</b>	<b>(1,603,822)</b>
Cash and Cash Equivalent at the Beginning of the Period		1,039,367,926	1,040,971,748
Cash and Cash Equivalent at End of Period		356,369,924	1,039,367,926



Dr. Rehema Nchimbi  
MAB Chairperson

13<sup>th</sup> March 2024

Date



Dr. Adam O. Karia  
Rector

**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE YEAR ENDED 30 JUNE 2023**

	Original Budget TZS	Reallocation/ Adjustments TZS	Final Budget (B) TZS	Actual Amount on Comparison Basis(A) TZS	Difference Final Budget & Actual(B-A) TZS
<b>Receipts</b>					
Grants Received	4,719,967,784	0	4,719,967,784	5,052,702,158	(332,734,374)
Revenue from Exchange Transaction	4,246,293,399	0	4,246,293,399	4,326,006,306	(79,712,907)
<b>Total</b>	<b>8,966,261,183</b>	<b>0</b>	<b>8,966,261,183</b>	<b>9,378,708,464</b>	<b>(412,447,281)</b>
<b>Payments</b>					
Wages, Salaries and Employees Benefit	3,200,000,000	0	3,200,000,000	3,185,974,814	14,025,186
Supplies and Consumables	1,100,000,000	0	1,100,000,000	966,241,834	133,758,166
Maintenance Expenses	205,000,000	0	205,000,000	203,062,325	1,937,675
Other Expenses	2,250,000,000	0	2,250,000,000	2,581,611,858	(331,611,858)
Acquisition of Property, Plant and Equipment	2,201,261,183	0	2,201,261,183	3,124,815,636	(923,554,453)
Acquisition of Intangible Assets	10,000,000	0	10,000,000	10,000,000	10,000,000
<b>Total Payments</b>	<b>8,966,261,183</b>	<b>0</b>	<b>8,966,261,183</b>	<b>10,061,706,467</b>	<b>(1,095,445,284)</b>
<b>Net Payments</b>				<b>(682,998,003)</b>	

  
**Dr. Rehema Nchimbi**  
MAB Chairperson

*13<sup>th</sup> March 2024*  
.....  
**Dr. Adam O. Karia**  
Rector

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### **Basis of Preparation**

The Institute's financial statements have been prepared in accordance with Public Finance Act No. 6 of 2001 (Revised in 2004) and International Public Sector Accounting Standards (IPSAS) under Accrual basis. The financial statements also comply with Treasury Circulars and Guidelines issued from time to time.

### **Currency**

The financial statements are presented in Tanzanian Shillings (TZS).

### **Authorization Date**

The authorised date for issue of Financial Statements to the Public is after receiving opinion from the Controller and Auditor General and the report being tabled to the Parliament.

### **Summary of Significant Accounting Policies**

Except for depreciation and amortization, the accounting policies adopted in the preparation of these financial statements are consistent with those followed for the year ended 30 June 2023. The policies are shown below:

### **Reporting Period**

The reporting period for these financial statements is the financial year of the Government which is from 1 July 2022 to 30 June 2023.

### **Cash and Cash Equivalents**

Cash and cash equivalent in the statement of financial position comprise cash at banks, cash in hand and short-term deposits. To the cash flow statement, cash and cash equivalents consist of cash and cash equivalents as defined above.

### **Unspent Cash Balances**

Unspent cash balances by the Institute at the end of the financial year are carried forward to the following financial year.

### **Related Party Transactions**

Disclosure of Related Party Transactions is in respect of transactions between related parties. Other than transactions that would occur within a normal supplier of client/recipient relationship on terms and conditions no more or less favorable than those which it is reasonable to expect the entity would have adopted if dealing with that individual or entity at arm's length in the same circumstances, the reporting entity should disclose according to IPSAS 20 (a) The nature of the related party relationships; (b) The types of transactions that have occurred; and (c) The elements of the transactions necessary to clarify the significance of these transactions to its operations and sufficient to enable the financial statements to provide relevant and reliable information for decision making and accountability purposes. Key management personnel include the Rector and Deputy.

**Table 6: Key Management Personnel**

	Number	Annual salary	Annual Allowances	Total
Rector	1	75,720,000	25,560,000	101,280,000
Deputy Rector	2	135,912,000	40,560,000	176,472,000
<b>Total</b>		<b>211,632,000</b>	<b>66,120,000</b>	<b>277,752,000</b>

**Accrual**

Expenses are recognized when incurred accrued rather than when cash is paid, revenue is also recognized when earned rather than when cash is received.

**Disbursement**

Government disbursement and other grants to WI are recognized as part of the revenue of the financial period to which they relate.

**The Objectives of the WI Accounting System**

The objectives of the Water Institute accounting system are to:

- Record assets, liabilities, income, and expenditures of the WI to meet statutory and other requirements.
- Provide information to management required to assist them in running the WI activities on a day-to-day basis.
- Provide information on reporting and accountability to stakeholders.
- Provide a suitable financial framework for planning the WI's future activities using annual budgets and long-term strategies.

**Transaction**

- Each transaction is processed through a double-entry accounting system whether manually or electronically. The underlying principle of double entry is that for every transaction there are two entries: a debit and a credit.
- Every transaction that takes place must be recorded on a source document. These source documents include sales invoices, suppliers' invoices, cash receipts, petty cash vouchers, agreements, letters, memos, and other similar documents.
- The WI's accounting records are maintained manually and electronically.
- Management information and other reports flow from the basic recording system described above. In addition, certain non-accounting information is obtained from other sources including the operation and technical departments.

### Employees' benefits

Employee benefit is guided by IPSAS 39, two types of benefits exist at the Institute such as.

#### Other long-term employee benefits (Pension benefits)

All the Institute's employees are members of the Public Service Social Security Fund

(PSSSF), which are defined contribution plans. These plans are prescribed by law that all employees must be members of Public Service Social Security Funds. The Institute and employees both contribute the following percentage to the mentioned Funds: -

**Table 7: Contribution Percentage**

No	Name of the Fund	Employer Contribution	Employee Contribution
1	Public Service Social Security Fund	15%	5%

Additionally, the Government operates an insured (health benefit) plan where contributions are made by the employer and employee, each contributes 3% of the gross salary of the respective employee. The Institute contribution is charged to the cash flow statement and Performance statement when incurred.

#### Termination benefits

Termination benefits are payable when employment is terminated before the normal retirement date, or when an employee accepts voluntary redundancy in exchange for these benefits. The Government recognizes termination benefits when it is demonstrably committed to either: terminating the employment of current employees according to a detailed formal plan without the possibility of withdrawal; or providing termination benefits as a result of an offer made to encourage voluntary redundancy based on the number of employees expected to accept the offer.

#### Revenue from exchange transactions

Revenue from exchange transactions is governed by IPSAS 9, thus the amount collected as an agent of the government or another government organization or on behalf of other third parties. The Institute's source of revenue is from tuition fees, research and consultancy and rental charges.

### **Revenue from Non-Exchange Transactions**

Revenue from non-exchange transactions is governed by IPSAS 23 and mainly comprises taxes, grants, and transfers.

### **Government Grants**

An inflow of resources from a non-exchange transaction recognized as an asset shall be as revenue except to the extent that a liability is also recognized in respect of the inflow. As an entity satisfies a present obligation recognized as a liability in respect of an inflow of resources from a non-exchange transaction recognized as an asset, it shall reduce the carrying amount of the liability recognized and recognized revenue equal to that reduction.

### **Value Added Tax**

Revenues, expenses, and assets are recognized net of the amount of Value Added Tax, except:

- Where the Value Added Tax incurred on a purchase of assets or services is not recoverable from the taxation Institute, in which case the Value Added Tax is recognized as part of the cost of acquisition of the asset or as part of the expense item as applicable.
- Receivables and payables that are stated with the amount of Value Added Tax included. The net amount of Value Added Tax recoverable from, or payable to, the Taxation Institute is included as part of receivables or payables in the Institute's Financial Statement.

### **Property, Plant and Equipment**

Property, Plant and Equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any such cost includes the cost of replacing part of the property, plant and equipment if the recognition criteria are met. When significant parts of property, plant and equipment are required to be replaced at intervals, the Institute recognizes such parts as individual assets with specific useful lives and depreciates them accordingly.

All other repair and maintenance costs are recognized in the statement of performance and cash flow statement as incurred.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de derecognition of the asset, (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Performance statement and cash flow statement in the year the asset is derecognized. The assets' residual values, useful lives and depreciation methods are reviewed and adjusted prospectively, if appropriate, after receiving instruction from the Treasury.

## Depreciation

Depreciation Policy is an internal matter of the entity. However, the Institute is a public institution. Thus, we adopted a government depreciation policy for some of the assets and depending on the nature and usage, sometimes we depart from the suggested estimated useful lives.

The Institute also charges depreciation depending on the number of months the asset has been from when it was acquired (proration).

During the year 2022/23 there are asset-library books which have zero value, but they are still in the library for use.

## Estimated Useful Life (EUL)

Assets ran an economic life peculiar to themselves depending on make, constant handling and operational use. Some assets are continued in use much beyond the EUL due to periodical maintenance and repairs. Assets expected life are projected in ranges as follows:

**Table 8: Estimated Useful Life (EUL)**

Asset Category	Annual Depreciation Rate - %	Useful life (Years)
Land	N/A	Lease Term
Building	2	50
Motor Vehicles	10	10
Computers and ICT Equipment	12.5	8
Plant and Machinery	10	10
Workshop Tools & Laboratory	10	10
Furniture and Equipment	10	10
Intangible Assets	10	10
Borehole	2	50
Graduation Gowns	20	5
Library books	10	10
Tri cycle	14.3	7

## Inventories

Inventories are stated at the low of costs and current replacement cost - cost is determined first in first out. However, a Memorandum record is maintained in the Inventory Registers at cost. Inventories are disclosed in the statement of stores and other assets by IPSAS 12.

## Comparatives

Where necessary, comparative figures are adjusted or reclassified to conform to changes in the presentation in the reporting period. Adjustments and re-classification of the comparative amounts have been made during the year 2022/23.

### **Intangible assets**

Intangible assets consisting of computer software acquired are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at a cost less than any accumulated impairment losses. Expenditure on internally generated intangible assets shall be recognized as an expense when it is incurred unless it forms part of the cost of an intangible asset that meets the recognition criteria.

### **RISKS MANAGEMENT**

The Institute is subject to a number of financial and operational risks and is responsible for ensuring appropriate risk management strategies and policies are in place within any mandate provided by legislation. The Categories of risk are as follows:

#### **Credit risk**

Credit risk is the risk that the counterpart in any financial transaction may not be able to fulfil its obligation on the due date. This risk relates to the availability of adequate funding for the Institute's operations. The demand for our services might put excessive pressure on our budget. Risks encompass the entire scope of general financial management, Potential factors to consider include Cash flow adequacy and management thereof; financial losses; Wasteful expenditure; Budget allocations; Financial statement integrity; and increasing operational expenditure.

**Mitigation:** Liaison with Treasury to increase the Institute Budget and disbursement on time

#### **Human resources Risk**

Risks that relate to the human resources of the Institute, these risks can affect the Institute's human capital about: Integrity and honesty; Employee Wellness, employee relations and retention.

**Mitigation:** Human resources risk can be mitigated by Proper Training and Ongoing Education, Recruiting & secondment, and Certification Tracking

#### **Operational risk**

This is a risk resulting from the Institute's activities not being conducted formally recognized procedures.

**Mitigation:** Management ensures that the Institute complies with internal policies and procedures.

## Liquidity Risk

Financial risk is a situation whereby for a certain period the Institute does not receive enough funds from the Treasury to meet its obligations.

**Mitigation:** Identify and divide tasks, assign tasks to the Right People, Brainstorm the exceptions, measure performance/Exceptions and adopt an ongoing approach.

## Events after the reporting date

According to IPSAS 14 -Post balance sheet events are those events, favorable and unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. Two types of events can be identified.

5	Differed Government Grants	2022/23	2021/22
	A: Recurrent Grants:	TZS	TZS
	<b>Receipt During the Year</b>		
	Personnel Emoluments	2,410,381,978	2,319,739,800
	Other Charges	494,405,004	644,167,225
	<b>Total Recurrent Grants Received</b>	<b>2,904,786,982</b>	<b>2,963,907,025</b>
	<b>B: Capital Grants</b>		
	Capital Received During the Year	2,147,915,176	1,331,295,664
	<b>Total Government Grants Received</b>	<b>5,052,702,158</b>	<b>4,295,202,689</b>
	<b>C: Capital Grants</b>		
	Opening Balance	850,607,299	512,354,858
	Capital Received During the Year	5,052,702,158	4,295,202,689
	<b>Cash Government Grants Received</b>	<b>5,903,309,457</b>	<b>4,807,557,547</b>
	<b>Amortization for the Year</b>		
	A: Recurrent Grants:	2,904,786,982	2,963,907,025
	B: Capital Grants	2,507,373,908	993,043,223
	<b>Total Amortized Grants</b>	<b>5,412,160,890</b>	<b>3,956,950,248</b>
	<b>Balance at the end of the Year:</b>		
	A: Recurrent Grants:		
	B: Capital Grants	491,148,567	850,607,299
	<b>Total</b>	<b>491,148,567</b>	<b>850,607,299</b>

<b>5A Revenue Grants (Amortization)</b>		
A: Recurrent Grants:	2,904,786,982	2,963,907,025
B: Capital Grants	2,507,373,908	993,043,223
<b>Total Amortized Grants</b>	<b>5,412,160,890</b>	<b>3,956,950,248</b>
<b>6 Other Receipt</b>		
Receipt in kind	0	2,241,711,129
<b>Total Other Receipt</b>	<b>0</b>	<b>2,241,711,129</b>
<b>7 Revenue from Exchange Transactions</b>		
Ordinary Diploma - Tuition Fees	3,296,170,114	1,087,633,098
Bachelor's degree - Tuition Fees	295,932,589	1,815,762,381
Short Courses - (Continue Education Development)	64,920,000	37,094,000
Research and Consultancy	297,099,774	500,542,591
Application Fees	463,000	35,000
Accommodation Fees	184,407,000	150,759,000
Re-sitting Exam Fees	26,643,792	19,216,725
Rental Charges	50,394,748	72,495,070
Tender and Quotation Documents Fees		65,000
Exams Appeal Fees	2,325,000	16,350,000
Graduation Income	1,292,000	688,000
Identity Fees	1,375,000	1,508,000
Certificate Fees	6,260,000	7,865,000
Miscellaneous Receipts	24,864,992	4,422,300
Collection from NHIF		2,223,950
<b>Total Revenue</b>	<b>4,252,148,009</b>	<b>3,716,660,115</b>
<b>8 Other Receipts</b>	<b>2022/23</b>	<b>2021/22</b>
	<b>TZS</b>	<b>TZS</b>
HESLB Accommodation and Meals	178,906,250	279,311,093
Water Resources meeting - MoW	31,871,274	0
Water Resources meeting - MoW	44,295,000	0
Nile Basin meeting -MoW	244,664,500	0
Handing over an event for water infrastructure - MoW	251,345,500	0
Best Students Award from MoW	10,000,000	0
MoW- Management Meeting	0	13,380,000
MoW - Training to accountants	0	45,742,000
MoW - Evaluation of Water Quality Management	0	34,306,500
MoW - Nile Day	0	184,397,000
MoW - National Water Sector Meeting	0	49,000,000

RUWASA - Task Force for World Bank Proposal	0	9,980,000
Loliondo Project	0	4,397,500
Incentive from Minister of Water	0	5,000,000
Compensation For Singida Campus	0	134,857,183
MoW - Water Quality Laboratory	125,455,386	194,586,143
Scientific Conference	44,087,885	33,918,000
<b>Total Cash Received</b>	<b>930,625,795</b>	<b>988,875,419</b>

<b>9 Wages, Salaries and Employee Benefits</b>	<b>2022/23</b>	<b>2021/22</b>
	<b>TZS</b>	<b>TZS</b>
Salaries - Pensionable Posts	2,289,862,879	2,087,936,546
Salaries - Non-Pensionable Posts	238,742,889	120,098,870
Deductions to Social Security Funds	120,519,099	136,393,140
Staff Allowances	179,653,032	82,540,000
Leave Travel Expenses	72,817,640	39,875,382
Extra-Duty	332,852,910	76,430,919
Statutory Benefit	106,425,134	98,467,542
Subsistence Allowance	19,000,000	16,330,980
Condolence Allowance	4,800,000	15,472,000
<b>Total</b>	<b>3,364,673,583</b>	<b>2,673,545,379</b>

**10 Supplies and Consumables**

Cleaning and Security	240,200,000	290,944,491
Water Bill	7,879,519	31,745,355
Food & Refreshments	63,290,000	85,055,000
Electricity	36,706,207	34,822,502
Ceremony Expenses	13,000,000	55,609,000
Perdiem Expenses	113,410,640	71,384,026
Staff Training Fee	52,996,348	46,467,500
Advertising & Publication	71,688,849	40,800,000
Exhibition, Festivals & Celebrations	30,000,000	61,496,000
News Papers & Magazines	6,728,000	1,928,000
Telephone Expenses	105,000	6,137,435
Photocopy, Telephone& Office		
Pabx- Systems Repair	49,871,320	37,291,658
Software, Electrical & Telephone Cable	4,200,000	14,678,855
Office Consumables	80,950,447	71,243,300

	Printing and Photocopying Cost	71,213,567	1,695,000
	Small Engineering Tools & Eqp	3,287,400	8,637,500
	Supplies of Building Materials	16,500,400	69,419,698
	Diesel	110,983,000	28,586,115
	<b>Total</b>	<b>973,010,698</b>	<b>957,941,435</b>
<b>11</b>	<b>Repairs and Maintenance Expenses</b>	<b>2022/23</b>	<b>2021/22</b>
		<b>TZS</b>	<b>TZS</b>
	Maintenance & Repair General Activities	9,786,846	13,512,381
	Air Condition Rep & Maintenance	32,877,804	7,966,250
	Refurbishment of C-Room & Dormitory	46,752,184	
	Laboratory Workshop and Equipment Maintenance	53,577,804	30,511,265
	Mechanical Elect & Electronic Spare Parts	38,301,804	10,503,500
	Motor Vehicle & Generator Service	21,765,883	
	<b>Total</b>	<b>203,062,325</b>	<b>62,493,396</b>
<b>12</b>	<b>Other Expenses</b>	<b>2022/23</b>	<b>2021/22</b>
		<b>TZS</b>	<b>TZS</b>
	Training Meal Allowance		569,589,000
	Examination Expenses	426,345,169	391,576,521
	Prospectus & Regulation Review Cost	18,500,000	7,800,000
	Student Training Expenses (Degree & Diploma)	445,664,294	464,343,117
	Student Admission Expenses	430,163,230	422,648,429
	Student Welfare Expenses	392,663,895	385,163,958
	Sports & Recreation Expenses	60,425,200	49,956,000
	IPT- Students Allowances	97,006,800	64,220,000
	Consultancy Bureau	146,229,820	185,569,466
	Water Quality Testing Consultancy	118,918,000	73,496,458
	Consultancy on Ground Water Survey	31,951,954	64,577,664
	Short Course	26,498,083	41,778,000
	Students Refunds	2,580,000	1,076,450
	Medical & Laboratory Requirements	18,270,000	1,598,219
	Curriculum Review Development Costs	64,732,241	248,344,962
	Remittance to Consolidated fund	0	10,000,000
	<b>Total</b>	<b>2,279,948,687</b>	<b>2,981,738,245</b>
<b>13</b>	<b>Other Payment</b>	<b>2022/23</b>	<b>2021/22</b>
		<b>TZS</b>	<b>TZS</b>
	HESLB Accommodation and Meals	178,906,250	279,311,093
	Water Resources meeting - MoW	31,871,274	0
	Water Resources meeting - MoW	44,295,000	0
	NILE Basin meeting	244,664,500	0
	Handover event for water infrastructure - MoW	251,345,500	0

	Best student award	10,000,000	0
	MoW - Training to accountants	0	45,742,000
	MoW - Evaluation of Water Quality Management	0	34,306,500
	MoW - Nile Day	0	184,397,000
	MoW - National Water Sector Meeting	0	49,000,000
	RUWASA - Task Force for World Bank Proposal	0	9,980,000
	Loliondo Project	0	4,397,500
	Incentive from Minister of Water	0	5,000,000
	Compensation For Singida Campus	0	134,857,183
	MoW - Water Quality Laboratory	125,455,386	194,586,143
	Scientific Conference	44,087,885	33,918,000
	<b>Total Payments</b>	<b>930,625,795</b>	<b>988,875,419</b>
<b>14</b>	<b>Cash and Cash Equivalent</b>	<b>2022/23</b>	<b>2021/22</b>
		<b>TZS</b>	<b>TZS</b>
	Water Institute Collection - NMB	0	0
	Water Institute - NMB	227,560,992	238,393,934
	Own Source Collection - CRDB	4,014,285	0
	Own Source Collection - NBC	0	0
	Water Institute Expenditure Account	94	0
	Water Institute Account	620	0
	BOT - Collection Account	124,793,932	800,973,992
	<b>Total</b>	<b>356,369,924</b>	<b>1,039,367,926</b>
<b>15</b>	<b>Receivables</b>	<b>2022/23</b>	<b>2021/22</b>
		<b>TZS</b>	<b>TZS</b>
	Ordinary Diploma NTA 4	22,041,000	40,486,250
	Ordinary Diploma NTA 5	15,230,000	44,618,000
	Ordinary Diploma NTA 6	28,853,869	13,265,500
	Bachelor's degree	44,161,145	13,151,000
	Staff		2,220,000
	Rental Charges	26,719,280	97,122,841
	<b>Total</b>	<b>137,005,294</b>	<b>210,863,591</b>
<b>16</b>	<b>Prepayments</b>	<b>2022/23</b>	<b>2021/22</b>
		<b>TZS</b>	<b>TZS</b>
	Laboratory Equipment		
	Motor Vehicle	301,663,171	
	<b>Total</b>	<b>301,663,171</b>	
<b>17</b>	<b>Inventories</b>	<b>2022/23</b>	<b>2021/22</b>
		<b>TZS</b>	<b>TZS</b>
	Fuel		14,737,617

	Stationary	110,871,634	3,129,285
	<b>Total</b>	<b>110,871,634</b>	<b>47,866,902</b>
<b>18</b>	<b>Payables</b>	<b>2022/23</b>	<b>2021/22</b>
		<b>TZS</b>	<b>TZS</b>
	Suppliers' Debts	152,265,017	82,491,421
	Staffs' Debts	281,717,758	103,018,989
	<b>Total</b>	<b>433,982,775</b>	<b>185,510,410</b>

**19 Reconciliation of Net Cash Flows from Operating Activities to Surplus**

Surplus	1,555,246,658	2,003,843,794
<b>Adjustment for Non-Cash Items</b>		
Depreciation Expenses	1,284,132,523	1,225,271,119
Amortization Expenses	4,234,425	10,488,124
Non-Cash Revenue		(2,241,711,129)
<b>Adjustment for Change in Working Capital Items</b>	<b>2,843,613,606</b>	<b>(1,005,951,886)</b>
(Increase)/Decrease in Receivables	73,858,297	(56,215,996)
(Increase)/ Decrease in Inventory	(63,004,732)	(44,669,344)
Increase/ (Decrease) in Payables	248,472,365	(395,774,994)
Increase/ (Decrease) in Deferred Income	(359,458,732)	338,252,441
	<b>(100,132,802)</b>	<b>(158,407,893)</b>
<b>Net Cash Flow from Operating Activities</b>	<b>2,743,480,804</b>	<b>839,484,015</b>

20: Property, Plant and Equipment									
2022/23	01/07/2022	Additions Paid by Cash	Additions Others Non-Monetary	Transfer	30/06/2023	Balance at the beginning	Depreciation charge for the year	30/06/2023	30/06/2023
Land	46,066,329,000.00	134,857,182		423,025,837.86	46,201,186,182.0	1,370,973,475.88	180,298,757.43	1,551,272,233.31	46,201,186,182.00
Buildings	5,798,384,630.82	2,787,356,874			9,014,937,871.71	1,370,973,475.88		1,551,272,233.31	7,463,665,638.40
Borehole	16,000,000.00				16,000,000.00	1,785,863.01	320,000.00	2,105,863.01	13,894,136.99
Furniture & Fittings	1,549,044,282.00				1,549,044,282.00	1,392,172,361.61	154,904,428.20	1,547,076,789.81	1,967,492.19
Graduation	39,133,080.00	8,860,000			47,993,080.00	36,090,747.51	9,598,616.00	45,689,363.51	2,303,716.49
Computer	1,496,842,990.35	38,638,142			1,535,481,132.35	1,225,987,129.9	191,935,141.54	1,417,922,271.49	117,558,860.86
Laboratory	5,710,836,232.57	155,103,438			5,710,836,232.57	2,120,932,637.0	571,083,623.26	2,692,016,260.34	3,018,819,972.23
Motor	1,359,819,130.21				1,514,922,568.20	361,405,509.50	151,492,256.82	512,897,766.32	1,002,024,801.88
Tricycle	7,400,000.00				7,400,000.00	2,557,316.67	1,058,200.00	3,615,516.67	3,784,483.33
Plant and	234,415,000.00				234,415,000.00	201,756,500.00	23,441,500.00	225,198,000.00	9,217,000.00
TOTAL	62,278,201,345.94	3,124,815,635.84		423,025,837.86	65,832,216,348.83	6,713,661,541.70	1,284,132,523.25	7,997,794,064.46	57,834,422,284.37
Property, Plant and Equipment									
2021/22	01/07/2021	Additions Paid by Cash	Additions Others Non-Monetary	Transfer	30/06/2022	Balance at the beginning	Depreciation charge for the year	30/06/2022	30/06/2022
Land	46,066,329,000.00	-			46,066,329,000.00	-			46,066,329,000.00
Buildings	5,025,899,525.00			772,482,105.	5,798,384,630.82	1,255,005,843.2	115,967,692.62	1,370,973,535.88	4,427,411,094.94
Borehole	16,000,000.00				16,000,000.00	1,465,863.01	320,000.00	1,785,863.01	14,214,136.99
Furniture & Graduation	1,536,159,282.00	12,885,000.00			1,549,044,282.00	1,237,267,933.4	154,447,928.20	1,391,715,861.61	156,871,920.39
Computer	31,818,080.00	7,315,000.00			39,133,080.00	28,264,131.51	7,826,616.00	36,090,747.51	3,042,332.49
Laboratory	1,173,713,134.35	97,874,800.00	225,255,056		1,496,842,990.35	1,038,881,756.1	187,105,373.79	1,225,987,129.95	270,855,860.40
Motor	4,540,540,298.57		1,170,295,934		5,710,836,232.57	1,549,849,013.8	571,083,623.26	2,120,932,637.08	3,589,903,595.49
Tricycle	513,658,991.20		846,160,139		1,359,819,130.21	225,423,596.48	135,981,913.02	361,405,509.50	998,413,620.00
Tricycle	7,400,000.00				7,400,000.00	1,499,116.67	1,058,200.00	2,557,316.67	4,842,683.33
Library	275,818,323.00				275,818,323.00	242,949,585.51	27,581,832.30	270,531,417.81	5,286,905.19
Plant and	234,415,000.00				234,415,000.00	178,315,000.00	23,441,500.00	201,756,500.00	32,658,500.00
TOTAL	59,421,751,634.12	118,074,800.	2,241,711,129	772,482,105	62,554,022,668.	5,758,921,839.	1,225,271,179.19	6,984,193,019.	55,569,829,649.94



**22 Work in Progress**  
**2021/22**

Item	01/07/2021	Additions Paid by Cash	Transfer	30/06/2022
Building's dispensary	266,271,627.15	41,474,197.00	(307,745,824.15)	-
Building's hydraulics lab	38,735,520.81	50,612,538.92	(89,348,059.73)	-
Buildings block f	167,487,757.83	207,900,464.11	(375,388,221.94)	-
Block A, B, D, E		141,548,337.86		141,548,337.86
Block C		276,443,500.00	-	276,443,500.00
Bench Workshop		5,034,000.00	-	5,034,000.00
<b>Total</b>	<b>472,494,905.79</b>	<b>723,013,037.89</b>	<b>(772,482,105.82)</b>	<b>423,025,837.86</b>

**23 Projects completed during the year 2023.**

Item	Amount
Rehabilitation Block A, B, D, E	1,489,735,302.66
Block C	315,626,900
Bench Workshop	26,486,220
Classrooms	955,508,451.19
<b>Total</b>	<b>2,787,356,873.85</b>

24	<b>Government Received</b>	<b>2022/23</b>	<b>2021/22</b>
A:	Recurrent Grants:	TZS	TZS
	<b>Receipt During the Year</b>		
	Personnel Emoluments	2,410,381,978	2,319,739,800
	Other Charges	494,405,004	644,167,225
	<b>Total Recurrent Grants Received</b>	<b>2,904,786,982</b>	<b>2,963,907,025</b>
	<b>B: Capital Grants</b>		
	Capital Received During the Year	2,147,915,176	1,331,295,664
	<b>Total Government Grants Received</b>	<b>5,052,702,158</b>	<b>4,295,202,689</b>
25	<b>Revenue from Exchange Transactions</b>	<b>2022/23</b>	<b>2021/22</b>
		TZS	TZS
	Ordinary Diploma - Tuition Fees	3,370,028,411	1,031,417,102
	Bachelor's degree - Tuition Fees	295,932,589	1,815,762,381
	Short Courses - (Continue Education Development)	64,920,000	37,094,000
	Research and Consultancy	297,099,774	500,542,591
	Application Fees	463,000	35,000
	Accommodation Fees	184,407,000	150,759,000
	Re-sitting Exam Fees	26,643,792	19,216,725
	Rental Charges	50,394,748	72,495,070
	Tender and Quotation Documents Fees		65,000
	Exams Appeal Fees	2,325,000	16,350,000
	Graduation Income	1,292,000	688,000
	Identity Fees	1,375,000	1,508,000
	Certificate Fees	6,260,000	7,865,000
	Miscellaneous Receipts	24,864,992	4,422,300
	Collection from NHIF		2,223,950
	<b>Total Cash Received</b>	<b>4,326,006,306</b>	<b>3,660,444,119</b>
26	<b>Wages, Salaries and Employee Benefits</b>	<b>2022/23</b>	<b>2021/22</b>
	Salaries - Pensionable Posts	2,289,862,879	2,203,752,810
	Salaries - Non-Pensionable Posts	133,044,120	143,098,870
	Deductions to Social Security Funds	120,519,099	136,393,140
	Staff Allowances	149,653,032	147,250,000
	Leave Travel Expenses	32,817,640	59,875,382
	Extra-Duty	332,852,910	96,430,919
	Statutory Benefit	106,425,134	198,467,542

Subsistence Allowance	16,000,000	16,330,980
Condolence Allowance	4,800,000	15,472,000
<b>Total Cash Paid</b>	<b>3,185,974,814</b>	<b>3,017,071,643</b>

<b>27</b>	<b>Supplies and Consumables</b>	<b>2022/23</b>	<b>2021/22</b>
	Cleaning and Security	240,200,000	290,944,491
	Water Bill	7,879,519	31,745,355
	Food & Refreshments	63,290,000	85,055,000
	Electricity	36,706,207	34,822,502
	Ceremony Expenses	13,000,000	55,609,000
	Perdiem Expenses	113,410,640	168,302,100
	Staff Training Fee	52,996,348	46,467,500
	Advertising & Publication	71,688,849	40,800,000
	Exhibition, Festivals & Celebrations	30,000,000	61,496,000
	News Papers & Magazines	6,728,000	1,928,000
	Telephone Expenses	105,000	6,137,435
	Photocopy, Telephone & Office Pabx-	49,871,320	37,291,658
	Software, Electrical & Telephone Cable	4,200,000	14,678,855
	Office Consumables	74,181,583	71,243,300
	Printing and Photocopying Cost	71,213,567	1,695,000
	Small Engineering Tools & Eqp	3,287,400	8,637,500
	Supplies of Building Materials	16,500,400	69,419,698
	Diesel	110,983,000	28,586,115
	<b>Total Cash Paid</b>	<b>966,241,834</b>	<b>1,054,859,509</b>

**28. Reconciliation of Statement of Comparison of Budget and Actual Amounts and Statement of Cash Flows**

Description	Operating	Financing	Investing	Total
	TZS	TZS	TZS	TZS
Actual Amount on Comparable Basis as Presented in the Budget and Actual Comparative Statement	2,441,817,634		(3,124,815,636)	(682,998,000)
Basis Difference				
Timing Difference				
Entity Differences				
<b>Actual Amount in the Statement of Cash Flows</b>	<b>2,441,817,634</b>		<b>(3,124,815,636)</b>	<b>(682,998,000)</b>

## 29. Receivables and Payables Aging Analysis

### Receivables

Category	Amount	Less than 12 Months	More than 12
Tuition Fees not Received	110,286,014	110,286,014	-
Rental Charges	26,719,280	26,719,280	
<b>Total</b>	<b>137,005,294</b>	<b>137,005,294</b>	

### 30. Payables

Category	Amount	Less than 12 Months	More than 12 Months
Suppliers Cost	152,265,017	84,129,480	68,135,538
Staff Debt	281,717,758	190,996,264	90,721,494
<b>Total</b>	<b>433,982,775</b>	<b>275,125,744</b>	<b>158,857,032</b>

### 31. Contingent Assets and Liabilities

The institute has no contingent liabilities or assets during the reporting time.

### 28. Explanation of Variances between Budget and Actual Amount

SN	Details	Variance	Percentage	Reasons
1	Grants Received	- 332,734,374.00	-7%	The WI received funds above the budget from the National Water Fund and the Ministry of Water for the construction projects
2	Revenue from Exchange Transaction	- 79,712,907.00	-2%	Increase the number of students enrolled during the financial year 2022/23
3	Other Expenses	- 331,611,858.00	-15%	Increase in cost of examination expenses and admission expenses from increase in student enrollment
4	Acquisition of Property, Plant and Equipment	- 923,554,453.00	-42%	Increase in development grant for the construction

### 32. Assets with zero balance

IPSAS 17 requires the disclosure of assets with zero book value but still in use. During the reporting time, the institute has assets which have been fully depreciated such as library books which were reported in a prior financial year.

### 33. Events after the reporting date

According to IPSAS 14 -Post balance sheet events are those events, favourable and unfavourable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. No event after the reporting period occurred during the reporting period.

### 31. Intra government entities transaction

SN	Entities	Amount (TZS)
1	TEMESA	5,166,777
2	TANESCO	8,879,000
3	DUWASA	5,000,000
4	e-Government Authority	1,000,000
5	Engineer Registration Board	4,430,000
6	Internal Drainage Basin Water Board	22,500,000
7	Lake Victoria Basin Water Office	15,896,406
8	Pangani Basin Water Office	7,574,400

### 34. Recurrent and Development Grants Receipt.

During the year 2022-23, Water Institute received Grants amounting to TZS 5,052,702,158 Whereby TZS 2,904,786,982 was for Recurrent (Personal Emolument and Other Charges) and TZS 2,147,915,176 for Development activities as shown in tables below.

#### Recurrent grants Receipt (Personal Emoluments)

SN	Month	Receipt	Amount
1	July, 2022	Salary payment slip for 31 July 2022	200,510,000.00
2	August, 2022	Salary payment slip for 31 August 2022	213,293,600.00
3	September, 2022	Salary payment slip for 30 September 2022	195,600,000.00
4	October, 2022	Salary payment slip for 31 October 2022	195,114,000.00
5	November, 2022	Salary payment slip for 30 November 2022	198,376,000.00
6	December, 2022	Salary payment slip for 31 December 2022	198,474,000.00
7	January, 2023	Salary payment slip for 31 January 2023	198,474,000.00
8	February, 2023	Salary payment slip for 29 February 2023	200,259,000.00
9	March, 2023	Salary payment slip for 31 March 2023	204,495,000.00
10	April, 2023	Salary payment slip for 30 April 2023	197,031,000.00
11	May, 2023	Salary payment slip for 31 May 2023	201,223,999.91
12	June, 2023	Salary payment slip for 30 June 2023	207,531,378.00
Total			2,410,381,977.91

**Recurrent Grants Receipt (Other Charges)**

No	Month	Receipt	Amount
1	July, 2022	-	-
2	August, 2022	OT370000DR2300007	58,033,083.33
3	September, 2022	OT370000DR2300024	58,033,083.33
4	October, 2022	OT370000DR2300033	52,229,775.00
5	November, 2022	OT370000DR2300051	58,033,083.33
6	December, 2022	OT370000DR2300065	122,993,270.83
7	January, 2023	OT370000DR2300308	29,016,541.66
8	February, 2023	-	-
9	March, 2023	OT370000DR2300676	43,524,812.50
10	April, 2023	OT370000DR2300699	43,524,812.50
11	May, 2023	-	-
12	June, 2023	OT370000DR2300717	29,016,541.66
		<b>Total</b>	<b>494,405,004.14</b>

**Development Grants Receipts**

No	Month	Receipt	Amount
1	July, 2022	OT370000DR2300014	300,000,000.00
2	August, 2022	-	-
3	September, 2022	-	-
4	October, 2022	OT370000DR2300029	100,000,000.00
5	October, 2022	OT370000DR2300032	100,000,000.00
6	November, 2022	OT370000DR2300044	100,000,000.00
7	November, 2022	OT370000DR2300048	100,000,000.00
8	December, 2022	-	-
9	January, 2023	OT370000DR2300269	456,766,608.63
10	February, 2023	OT370000DR2300402	80,000,000.00
11	March, 2023	OT370000DR2300667	120,000,000.00
12	April, 2023	OT370000DR2300677	300,000,000.00
13	May, 2023	-	-
14	June, 2023	OT370000DR2300719	491,148,567.41
		<b>Total</b>	<b>2,147,915,176.04</b>