



REPUBLIC OF NAMIBIA



**REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE
REGIONAL COUNCIL OF THE OMUSATI
REGION**

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2019

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REPUBLIC OF NAMIBIA



TO THE HONOURABLE SPEAKER OF THE NATIONAL ASSEMBLY

I have the honour to submit herewith my report on the accounts of the Regional Council of the Omusati region for the financial year ended 31 March 2019, in terms of Article 127(2) of the Namibian Constitution. The report is transmitted to the Honourable Minister of Finance in terms of Section 27(1) of the State Finance Act, 1991, (Act 31 of 1991) to be laid upon the Table of the National Assembly in terms of Section 27(4) of the Act.

A handwritten signature in black ink, appearing to read 'Junias Etuna Kandjeke'.

WINDHOEK, February 2020

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

**REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE
REGIONAL COUNCIL OF OMUSATI
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2019**

1. ADVERSE AUDIT OPINION

I have audited the financial statements of the Regional Council of Omusati for the financial year ended 31 March 2019. These financial statement comprise the statement of financial position, statement of comprehensive income, statement of changes in equity, statement of cash flows and notes to the annual financial statements.

In my opinion, because of the significance of matters discussed in the Basis for Adverse audit Opinion paragraph, the financial statements do not present fairly the financial position of the Omusati Regional Council as at 31 March 2019 and its financial performance and their receipts and payments / cash flows for the year then ended.

2. BASIS FOR ADVERSE AUDIT OPINION

I conducted my audit in accordance with International Standards for Supreme Audit Institutions (ISSAIs). My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the entity in accordance with the Code of Ethics for Supreme Audit Institutions together with the ethical requirements that are relevant to my audit of the financial statements in Namibia and I have fulfilled my other ethical responsibilities in accordance with these requirements and the Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion. The adverse audit opinion is expressed due to the following:

- Inappropriate financial reporting framework was used;
- The trade receivable is overstated with N\$ 2 288 411;
- Failure to provide proof that Ogongo pump station with the value of N\$ 983 263 was operational during the time of the audit;
- The trade payable is overstated with N\$ 6 514 482;
- Ongoing investigation related to procurement and payment process for Rural services;
- Inventory related to envelopes to the value of N\$ 2 387 481 inflated the inventory balance due to incorrect unit prices; and
- The above mentioned 78 400 envelopes constitute to a fruitless expenditure.

3. 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. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters I have nothing to report in this regard.

4. OTHER INFORMATION

Management is responsible for the other information. My opinion on the financial statements does not cover the other information and, accordingly, 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.

5. RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of these financial statements in accordance with legislation 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 of overseeing the entity's financial reporting process.

6. AUDITOR'S RESPONSIBILITY 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 a 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 the International Standards for Supreme Audit Institutions, 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.

My powers and duties towards auditing and reporting on the financial statements and compliance to Subject Matters are outlined under Section 25(1) (c), Section 26 (1) and Section 27(3) of the State Finance Act, 1991 (Act 31 of 1991).

As part of an audit in accordance with the International Standards for Supreme Audit Institutions, I exercise 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 controls.

- 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 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 report. However future events or conditions may cause the Entity to cease to continue as a going concern.
- 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 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 benefits of such communication.

7. REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

The accounts were submitted by the Accounting Officer to the Auditor-General on 31 July 2019 in terms of Section 40(1) of the Regional Council Act, 1992.

8. ACKNOWLEDGEMENT

The co-operation and assistance by the management and staff of Omusati Regional Council during the audit is appreciated.

WINDHOEK, February 2020



**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

**REGIONAL COUNCIL OF OMUSATI
STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH**

	Note	2019	2018
		N\$	N\$
Assets			
Non - Current Assets			
Property plant and equipment	3	90 989 211	92 944 314
Current Assets			
Inventories		2 387 481	2 717 015
Trade and other receivables	4	7 183 744	6 115 537
Cash and Cash Equivalents	5	5 474 172	6 517 593
Total assets		106 034 608	108 294 458
Equity and liabilities			
Distributable reserves			
Accumulated funds	6	78 386 705	79 794 437
Current liabilities			
Trade and other payables	7	27 647 903	28 500 021
Total equity and liabilities		106 034 608	108 294 458

ANNEXURE B

**REGIONAL COUNCIL OF OMUSATI
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR
THE YEAR ENDED 31 MARCH**

	Note	2019 N\$	2018 N\$
Operating income		73 559 568	76 934 294
Government subsidy	2.1	65 952 330	68 420 233
Revenue from own source	2.2	7 607 238	8 514 062
Operating expenditure		74 967 300	77 557 708
Administrative expenses	2.3	46 695 575	51 147 313
Other expenses	2.4	28 153 590	26 109 240
Finance costs	2.5	118 135	301 156
Surplus/(deficit) for the year		(1 407 732)	(623 414)

REGIONAL COUNCIL OF OMUSATI

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2019

	<u>Total</u> N\$
Balance at 01 April 2018	79 794 437
Surplus / (Deficit) for the year	<u>(1 407 732)</u>
Balance at 31 March 2019	<u>78 386 705</u>

ANNEXURE D

**REGIONAL COUNCIL OF OMUSATI
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH**

	2019	2018
Note	N\$	N\$
Cash flows from operating activities	216 784	3 735 941
Cash receipts from customers and government	72 085 052	77 047 962
Cash paid to suppliers	(25 247 467)	(24 597 635)
Cash paid to and on behalf of employees	(46 620 801)	(48 714 385)
Cash generated from operations	288 173	221 036
Interest received	406 308	233 442
Finance cost	(118 135)	(301 156)
Dividends	-	288 750
Net cash generated from operating activities	504 957	3 956 977
Cash flows from investing activities	(1 548 378)	(1 479 056)
Purchase of property, plant and equipment	(1 548 378)	(1 689 998)
Disposal of property, plant and equipment	-	210 942
Net change in cash and cash equivalents	(1 043 421)	2 477 921
Cash at the beginning of the year	6 517 593	4 039 672
Total cash end of the year	5 474 172	6 517 593

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REGIONAL COUNCIL OF OMUSATI
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH

1. Accounting Policies

The annual financial statements are prepared on the historic cost basis and incorporated the following principal accounting policies which have been consistent in all material aspects.

Property, plant and equipment

Land and buildings are recorded as cost and are considered to be investment properties. Accordingly land and buildings are depreciated at a very low rate. This is because all of the buildings are used for administration purpose only.

Motor vehicle, furniture and fittings, computer equipment, office equipment, plant and machinery, and buildings are stated at cost and depreciated on the straight line method at the following rates per annum:

Motor	5 years	20%
Plants & machinery	5 years	20%
Computer Equipment	3 years	33.33%
Furniture	5 years	20%
Office Equipment	3 years	33.33%
Land & Buildings	50 years	2%

Revenue

Revenue represents subsidy from central government collection from water PTO fee as well as the royalties, dividend and other income.

2. Deficit for the year includes

	2019	2018
	N\$	N\$
2.1 Revenue from subsidy	65 952 330	68 420 233
Subsidy: Recurrent	63 384 860	64 483 901
Subsidy: Development	2 567 470	3 936 332

ANNEXURE E

REGIONAL COUNCIL OF OMUSATI
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(continued)

	2019	2018
	N\$	N\$
2.2 Revenue from own source	7 607 238	8 514 062
Commission Insurance	44 576	35 596
Income Photocopy & other sales	120 476	50 029
Income from Water	2 315 662	1 772 022
Income from Sewerage	48 635	11 297
Income from Refuse	204 236	178 102
PTO/Ervens Recurrent	271 077	496 675
Rates income Recurrent	10 420	10 859
Income from basic charges	206 749	8 664
Income from build plans	5 386	-
Assets Disposal	22 654	17 219
Discount Received	9 647	4 352
Interest Received-Recurrent	150 447	117 890
Other Income	309 483	14 256
Rental Income-RF	-	-
Refund	79 203	346 592
Rates from Local Authorities - Development	829 248	715 627
Interest Received Development Fund	255 861	115 552
VAT Refund: Development	779 359	2 656 975
VAT Refund - Recurrent	-	-
PTO Development	556 272	398 452
Royalties Development	679 272	433 566
Tender Fees Recurrent	174 240	-
Bid Fees Development	161 760	317 600
Rental Income - Development	305 777	499 529
Other Income - Development	2 163	741
Dividends - Development	-	288 750
Sales income	-	22 711
Income from basic charges-Development Fund	64 636	350
Refund-Development	-	656

REGIONAL COUNCIL OF OMUSATI
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(continued)

	2019	2018
	N\$	N\$
2.3 Administrative Expenses	46 695 575	51 147 313
Salary and wages	38 971 089	39 978 433
Employer contributions to Pension	4 971 685	5 053 105
Contract Employee	480 140	621 052
Employer contributions to Social Security	417 971	334 451
Housing subsidy	1 269 829	1 137 776
Leave Gratuity	510 086	1 589 569
Service Bonus Accrued (Provision)	(1 138 337)	1 129 276
Leave Days Accrued (Provision)	1 213 112	1 303 652
2.4 Other Expenses	28 153 590	26 109 240
Casual labour	25 732	32 177
Allowance for students on attachment	33 216	9 323
Employee wellness	53 928	20 655
Travel & Subsistence allowance - Overseas	139 959	-
Travel & Subsistence allowance - Domestic	1 515 938	1 369 985
KM & Other means of transport	228 361	151 800
Cleaning materials	68 606	-
Gardening Tools	17 962	-
Computer Supplies and Accessories	399 882	-
General office supply	357 719	-
Photocopy paper supplies	283 105	-
Water metres	147 772	-
Repairs spare parts & servicing - vehicles	701 688	390 902
Tyres	192 949	133 837
Vehicle licence fees	84 572	76 858
Accessories and Batteries	42 889	40 992
Fuel and lubricants	1 590 812	1 229 146
Motor Vehicle tools	2 928	-
Car hire (private garage)	42 298	97 145
Electricity	1 738 665	1 603 233
Internet Email & Subscription costs	-	14 679
Other licences	216 738	223 890

ANNEXURE E

REGIONAL COUNCIL OF OMUSATI
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(continued)

	2019	2018
	N\$	N\$
P/Bag Postage & Courier Charge	157 585	150 628
Rates and Taxes	-	92 742
Water	2 879 057	2 218 283
Sewerage	-	95 542
Telephone cellphone & fax charges	1 410 257	1 318 824
Municipal charges	1 009 491	703 642
Maintenance - Buildings	42 782	50 380
Maintenance - Office Equipment	94 852	-
Maintenance - Fencing	20 000	60 349
Maintenance - Computer Equipments	13 223	-
Maintenance - Other properties	22 266	23 178
Maintenance - Furniture and Fittings	44 940	-
Maintenance - Sewer pump machine	120 517	162 165
Property rental - Office machines	528 963	305 393
Property rental - Settlement offices	166 066	242 711
Property rental - Other properties	-	5 377
Advertising - other media	84 715	51 054
Claims against the Council	200	19 300
Entertainment - Official	128 382	96 580
Entertainment - REMU RDCC CDC	8 010	10 922
CACOC salaries - HIV/AIDS Cordination	286 995	175 326
Insurance	1 140 751	1 084 573
Printing and Distribution	114 146	89 495
Promotional materials	72 802	27 414
Refuse removal	315 960	303 835
Security	221 310	222 313
Sitting allowance	-	4 050
Professional services	261 128	233 327
Training - courses and Workshops	563 415	552 822
Entertainment - Councillors	85 540	78 873
Entertainment - Constituencies	128 623	134 514
Disaster Risk management - Constituencies	196 862	121 309
Established commitees - Constituencies & Settlement	36 190	33 831

REGIONAL COUNCIL OF OMUSATI
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(continued)

	2019	2018
	N\$	N\$
Microsoft license - professional fees	140 000	315 000
CACOC Meetings	12 460	7 348
RACOC Meetings	10 932	3 540
Support group meetings	6 185	14 202
Support group projects	13 933	-
World AIDS Day	15 275	13 494
CACOC refresher training	4 893	-
Membership fees - International	3 900	3 280
Membership fees - ARC	127 809	41 000
Grants/Donations	19 583	26 139
Debtors transferred to Tsandi	-	950 476
Depreciation - Computer Equipment	190 763	203 961
Depreciation - Furniture Fixture & Fittings	176 462	148 406
Depreciation - Land and Building	2 126 579	1 904 818
Depreciation - Office Equipment	142 458	173 683
Depreciation - Plant and Machineries	6 939	6 939
Depreciation - Vehicles	860 279	864 559
Traditional Authority Expenses	12 001	-
Electrification of Growth points	1 591 407	827 323
Planning and surveying of Okalongo EXT 3 and 4	445 249	-
Planning of Onesi Extension 1 & New Reception	87 057	-
Construction of Services-Tsandi	184 493	-
Plan and Design-Okalongo Settlement Office	-	1 261 010
Constituency Development projects	1 767 687	480 147
Remedial work treatment plant Ogongo Settlement	226 610	-
Remedial work for sewere treatment Ogongo Settlement	561 963	-
Electrical Services Onesi Settlement	1 357 955	-
Master plan for roads-Okalongo Settlement	-	243 685
Homestead compensations	-	3 029 053
Construction of services Tsandi Village Council	-	1 321 350
Construction of Electrical services - Onesi Settlement	-	112 112
Construction of electricity Ogongo Settlement Phase 1	-	94 342

REGIONAL COUNCIL OF OMUSATI
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(continued)

	2019	2018
	N\$	N\$
2.5 Finance Costs	118 135	301 156
Bank charges -Recurrent Fund	96 400	92 346
Interests paid - Recurrent Fund	-	191 929
Bank charges - Development	21 735	16 882

**REGIONAL COUNCIL OF OMUSATI
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (continued)**

Recognition of Net Book Value as at 31 March 2018

3. Property, plant and equipment	Land & Buildings	Motor Vehicle	Furniture & Fitting	Plant and Machinery	Office equipment	Computer equipment	Total
	N\$	N\$	N\$	N\$	N\$	N\$	N\$
01-Apr-17	80 164 561	3 432 338	829 763	1 692 219	963 320	760 332	87 842 533
Cost	94 237 556	9 035 981	3 823 529	6 711 079	1 651 870	2 370 705	117 830 720
Accumulated depreciation	(14 072 995)	(5 603 643)	(2 993 766)	(5 018 860)	(688 550)	(1 610 373)	(29 988 187)
Additions	12 158 606	325 500	156 729	-	346	213 927	12 855 108
Disposals	-	(1 015 435)	(142 867)	(475)	(78 961)	(273 667)	(1 511 405)
31-Mar-18	90 425 346	1 489 366	483 457	16 849	230 340	298 956	92 944 314
Cost	106 396 162	8 346 046	3 837 391	6 710 604	1 573 256	2 310 965	129 174 424
Accumulated depreciation	(15 970 816)	(6 856 680)	(3 353 934)	(6 693 755)	(1 342 916)	(2 012 009)	(36 230 110)

ANNEXURE E

**REGIONAL COUNCIL OF OMUSATI
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (continued)**

Recognition of Net Book Value as at 31 March 2019

	Furniture, fixture & Fittings							Total
	Land & Buildings	Motor Vehicle	Plant & Machinery	Office Equipment	Computer Equipment			
	N\$	N\$	N\$	N\$	N\$	N\$	N\$	
1-Apr-2018	90 425 346	1 489 367	483 457	16 849	230 339	298 957	92 944 314	
Cost	106 396 162	8 346 046	3 837 391	6 710 604	1 573 256	2 310 965	129 174 424	
Less: Acc. Depreciation	15 970 816	6 856 680	3 353 934	6 693 755	1 342 916	2 012 009	36 230 110	
Additions	1 256 092	-	98 689	-	873	192 723	1 548 378	
31-Mar-2019	89 554 859	629 087	405 685	9 910	88 754	300 917	90 989 211	
Cost	107 652 254	8 346 046	3 936 080	6 710 604	1 574 129	2 503 688	130 722 802	
Less: Acc. Depreciation	18 097 395	7 716 959	3 530 396	6 700 694	1 485 375	2 202 771	39 733 590	

Stock taking report for 2018/2019 forwarded to Treasury through MURD dated 21 February 2019 has requested approval to write off worn and damaged assets with a total value N\$ 119 106 and assets obsolete and redundant with a total value N\$ 42 041.

REGIONAL COUNCIL OF OMUSATI
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(continued)

	2019	2018
	N\$	N\$
4. Trade and other receivables	7 183 744	6 115 537
Account Receivable-Recurrent Fund	2 873 498	1 972 186
Less: Provision for Bad Debt	(56 196)	(56 196)
Account Receivable Development	3 675 732	3 684 784
S&T Line Ministry	306 799	267 253
OPM Account	207 025	207 025
Public Participation survey	22 351	22 351
Road Fund Administration	18 135	18 135
Account Receivable - Miscellaneous Fund	136 400	-
5. Cash and cash equivalents	5 474 172	6 517 593
Call Account	1 452 332	6 667
Current Account	1 040 105	672 469
Nampost Call Account	775 278	607 975
48 Hour Cash Accelerator Account	209 643	78 565
Capital - Current Account	420 252	1 483 018
Capital - Call Account	1 576 562	3 502 341
Trust Fund Call	-	166 558
6. Accumulated Funds	78 386 705	79 794 437
Recurrent Fund	(13 729 076)	(11 466 400)
Development Fund	93 523 513	91 884 251
Surplus / (Deficit) for the Year	(1 407 732)	(623 414)

REGIONAL COUNCIL OF OMUSATI
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(continued)

	2019	2018
	N\$	N\$
7. Trade and other payables	27 647 903	28 500 021
Account Payable - Recurrent Fund	6 445 088	6 484 695
Accrued expenses Recurrent Fund	731 970	-
Account Payable Development	939 822	2 866 995
Accrued expenses	423 122	-
Consumer Deposit	15 228	7 700
Provision for leave days	15 446 515	14 233 405
Provision for service bonus	1 118 158	2 256 495
Staff Savings	-	122 731
Rural Development Centre	2 528 000	2 528 000

REGIONAL COUNCIL OF OMUSATI
STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH – BUILT TOGETHER

		2019	2018
	Note	N\$	N\$
CURRENT ASSETS		2 552 247	2 425 939
Trade and other receivables		742 071	705 086
Cash and Cash Equivalents	8	1 810 175	1 720 854
Total assets		2 496 465	2 425 939
EQUITY AND LIABILITIES			
Distribution reserves		2 496 465	2 380 943
Accumulated fund		2 380 943	3 223 977
Surplus / (Deficit) for the year		115 522	(853 034)
Current liabilities		55 782	44 996
Trade and other payables	9	55 782	44 996
Total equity and liabilities		2 552 247	2 425 939

ANNEXURE G

**REGIONAL COUNCIL OF OMUSATI
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR
THE YEAR ENDED 31 MARCH – BUILT TOGETHER**

	Note	2019 N\$	2018 N\$
Revenue	10	119 063	105 553
Expenses	11	3 541	958 587
Surplus/(deficit) for the year		115 522	(853 034)
NOTES – BUILT TOGETHER			
8. Cash and Cash Equivalent		1 810 175	1 720 854
Current Account		380 433	403 198
Call Account		658 460	637 432
32 Days Account		771 282	680 224
9. Trade and other payables		55 782	44 996
Oshikuku and Okahao beneficiaries		19 006	15 540
Tsandi Village Council beneficiaries		36 776	29 456
10. Revenue		119 063	105 553
Interest Received - Debtor account		39 376	19 702
Interest Received - Bank account		78 702	81 283
Insurance		985	4 568
11. Expenses		3 541	958 587
Finance costs		1 833	1 548
Insurance paid		1 709	4 165
Funds transferred to Tsandi Village Council		-	356 000
Debtors transferred to Tsandi Village Council		-	596 874

**REGIONAL COUNCIL OF OMUSATI
STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH – RURAL
DEVELOPMENT**

	Note	2019 N\$	2018 N\$
ASSETS			
CURRENT ASSETS			
Trade and other receivables		-	110 192
Cash and Cash Equivalents	12	2 564 469	2 057 294
Total assets		2 564 469	2 167 486
EQUITY AND LIABILITIES			
Distribution reserves			
Accumulated fund		251 451	(3 486 503)
Surplus / (Deficit) for the year		2 001 087	5487 590
Current liabilities		311 932	166 399
Trade and other payables	13	311 932	166 399
Total equity and liabilities		2 564 469	2 167 486

ANNEXURE I

**REGIONAL COUNCIL OF OMUSATI
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR
THE YEAR ENDED 31 MARCH – RURAL DEVELOPMENT**

	Note	2019 N\$	2018 N\$
Revenue	14	3 620 622	3 066 569
Expenses	15	3 369 171	6 553 072
Surplus/(deficit) for the year		251 451	3 486 503

NOTES – RURAL DEVELOPMENT

12. Cash and Cash Equivalent	2 564 469	2 057 294
Current Account	865 162	1 023 588
Call Account	1 699 307	1 033 706
13. Trade and other payables	311 932	166 399
Accounts payable	196 562	156 399
Accrued expenses	105 370	
World Foods Day	10 000	10 000
14. Revenue	3 620 622	3 066 569
Interest Received	110 658	223 085
Other income	414 000	-
Support to poor farmers	-	346 154
Micro finance	-	781 523
Cash Food for work	788 272	985 342
Rural development Centre	-	38 655
Food Security Action Plan	-	346 154
World Food Day	-	22 245
Rural Employment Scheme	-	323 411
Rural Sanitation	2 307 692	-

**REGIONAL COUNCIL OF OMUSATI
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH –
RURAL DEVELOPMENT (continued)**

	2019	2018
	N\$	N\$
15. Expenses	3 369 171	6 553 072
One Region One Initiative	347 788	745 732
Bank Charges	1 130	7 558
Micro Finance	401 266	690 611
Food security Action plan	54 685	347 637
Cash food for work	1 394 025	755 509
Rural sanitation-	305 900	2 208 514
Support to poor farmers	70 758	245 200
Rural employment scheme	180 100	345 373
Electricity RDC	-	198 552
Rural Development Centre	613 518	986 340
World Food Day	-	22 046

ANNEXURE J

**REGIONAL COUNCIL OF OMUSATI
STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH – MISCELLANEOUS
FUND**

	Note	2019 N\$	2018 N\$
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	16	333 500	332 507
Total assets		333 500	332 507
SHARE CAPITAL AND RESERVES			
Distribution reserves		197 100	196 107
Accumulated fund		196 107	196 461
Surplus / (Deficit) for the year		993	(354)
Current liabilities		136 400	136 400
Trade and other payables		136 400	136 400
Total equity and liabilities		333 500	332 507

ANNEXURE K

**REGIONAL COUNCIL OF OMUSATI
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR
THE YEAR ENDED 31 MARCH – MISCELLANEOUS FUND**

	Note	2019	2018
		N\$	N\$
Revenue		3 759	2 612
Expenses		2 766	2 966
Surplus/(deficit) for the year		993	(354)

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NOTES - MISCELLANEOUS FUND

16. Cash and cash equivalent	333 500	332 507
Current Account	304 575	31 178
Call Account	28 925	301 329

