



REPUBLIC OF NAMIBIA



REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE

VILLAGE COUNCIL OF AROAB

FOR THE FINANCIAL YEAR ENDED 30 JUNE 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 Aroab Village Council for the financial year ended 30 June 2019, in terms of Article 127(2) of the Namibian Constitution. The report is transmitted to the Honourable Minister 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.

WINDHOEK, December 2025

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

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

**REPORT OF THE AUDITOR - GENERAL
ON THE ACCOUNTS OF THE AROAB VILLAGE COUNCIL
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2019**

1. DISCLAIMER OPINION

I have audited the financial statements of the Aroab Village Council for the financial year ended 30 June 2019. These financial statements comprise the statement of financial position, statement of financial performance, statements of changes in equity, statement of cash flow, statement of comparisons of budget and actual and notes to the annual financial statements for the year then ended.

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, I do not express an opinion on the financial statements.

2. BASIS FOR DISCLAIMER OPINION

I conducted my audit in accordance with International Standards for Supreme Audit Institutions. 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, 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 not sufficient and appropriate to provide a basis for the audit opinion. A disclaimer audit opinion is being expressed due to the following:

2.1 REPORTING FRAMEWORK

It was noted that the Council did not adopt a financial reporting framework. In the absence of an acceptable financial reporting framework, Council does not have an appropriate basis for preparation of its annual financial statements.

It is recommended that the Council should ensure that they have an acceptable accounting reporting framework in place and that the reporting framework is disclosed in the financial statements.

2.2 OPENING BALANCES

The accounting records extracted from Accounting Software does not show opening balances for individual balance sheet items (accounts); thus there were no opening balance to compare the prior year closing balances.

2.3 CAPITAL OUTLAY AND FUND ACCOUNTS

The auditors noted differences between the trial balance (N\$ 32 574 557) and financial statements (N\$ 293 873) related to Capital outlay and fund accounts amounting to N\$ 32 280 684 and N\$ 234 074 respectively.

It is recommended that the Council ensures that reconciliations are performed.

2.4 ACCUMULATED FUNDS

The auditors were not provided with supporting documentation for an adjustment made to accumulated funds amounting to N\$ 35 240 613.

It is recommended that the Council should ensure that supporting documents are provided for audit purposes.

2.5 EXTERNAL LOANS

A difference amounting to N\$ 460 611 between the trial balance (N\$ 481 801) and annual financial (N\$ 942 412) statements was noted for external loans. The auditors further noted a difference of N\$187 727 between the annual financial statements (N\$ 942 412) and supporting documentations (N\$ 754 685).

It is recommended that the Council should ensure that supporting documents are provided.

2.6 PROPERTY, PLANT AND EQUIPMENT

A difference amounting N\$ 703 532 was noted between the trial balance (N\$ 32 762 486) and annual financial statements (N\$ 33 466 018) and supporting documents for assets additions amounting to N\$ 1 334 889 were not provided.

It is recommended that the Council ensures that reconciliations are performed and that supporting documents are provided.

2.7 INVESTMENTS

A difference amounting to N\$ 5 522 655 between the trial balance (N\$ 5 522 655) and annual financial statements (N\$ 0) was noted for investments.

It is recommended that the Council ensures that reconciliations are performed.

2.8 INVENTORY (Consumable and Biological assets)

The auditors could not confirm the existence and completeness of inventory disclosed in the statement of financial position amounting to N\$ 724 356, because there was no inventory count performed by the Auditors

The unit price used to value biological assets were unverifiable. Thus, the auditors were unable to satisfy themselves with regards to the valuation of biological assets included in the statement of financial position.

It is recommended that the Council ensures the Auditors are invited to confirm the inventory count.

2.9 INVENTORY (Open land)

It was noted during the audit that inventory of open land was not disclosed in the annual financial statements.

It is recommended that the Council ensures that the financial statements are complete.

2.10 TRADE AND OTHER RECEIVABLES (Consumer debtors)

The auditors noted a difference amounting to N\$ 486 644 between the trial balance (N\$ 1 410 565) and annual financial statements (N\$ 923 921) for consumer debtors, the auditors could not verify the accuracy of the tariffs used.

It is recommended that the Council ensures that reconciliations are performed and tariffs are updated.

2.11 TRADE AND OTHER RECEIVABLES (Build together debtors)

The auditors noted a difference for build together debtors amounting to N\$ 666 838 between the trial balance (N\$ 1 750 002) and annual financial statements (N\$ 2 416 840).

It is recommended that the Council ensures that reconciliations are performed.

2.12 TRADE AND OTHER PAYABLES

The auditors could not confirm the existence, completeness, rights and obligations pertaining to trade and other payables amounting to N\$ 2 145 476, as no supporting documents were provided.

It is recommended that the Council ensures that supporting documents is provided.

2.13 PROVISION FOR BAD DEBT

The auditors noted a difference amounting to N\$ 486 644 between the trial balance (N\$ 4 416 047) and annual financial statements (N\$ 4 902 690).

2.14 BAD DEBT EXPENSES

The auditors noted that provision for bad debts expense was not updated, thus leading to an understatement of bad debt expense for the year.

It is recommended that the Council ensures that reconciliations are performed.

2.15 CASH AND CASH EQUIVALENTS

A difference amounting N\$ 5 522 655 was noted between the trial balance (N\$ 814 155) and the financial statements (N\$ 6 336 810).

It is recommended that the Council ensures that reconciliations are performed.

2.16 PAYROLL AND OTHER EXPENDITURES

A difference was noted between the annual financial statements (N\$ 15 138 510) and trial balance (N\$ 11 633 240) amounting to N\$ 3 505 270. Furthermore, the auditors were not provided with supporting documents.

It is recommended that the Council ensures that supporting documents are provided.

2.17 INCOME

A difference was noted between the financial statements (N\$ 11 310 544) and trial balance (N\$ 11 076 470) amounting to N\$ 234 074. The auditors were not provided with supporting documents and due to the nature of the accounting records, the auditors were unable to verify the accuracy of tariffs used.

It is recommended that the Council ensures that reconciliations are performed.

2.18 INCOME (Audit grant)

It was noted that the Council did not disclose the income from audit grant received from the Office of the Auditor General.

It is recommended that the Council ensures that the grant is disclosed.

2.19 EXPENDITURE

A difference amounting to N\$ 3 505 270 was noted between the trial balance (N\$ 11 633 239) and annual financial statements (N\$ 15 138 509). Furthermore, the auditors noted a difference of N\$ 3 827 910 between the financial statements (N\$ 15 138 509) and the note (N\$ 11 310 599).

It is recommended that the Council ensures that reconciliations are performed.

2.20 STATEMENT OF CHANGES IN EQUITY

Items of equity were reported under cash flow from operating activities in the statement of cash flow.

It is recommended that the Council does not include equity items in the statement of cash flow.

3. OTHER INFORMATION

Management is responsible for the other information. My opinion on the financial statements does not cover the other information and, I do not express any form of assurance conclusion thereon. In connection with the 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 knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work, I have performed I conclude that there is a material misstatement of this other information; I am required to report that fact. I have nothing to report in this regard.

4. 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 International Public Sector Accounting Standards (IPSAS), and for such internal control as management determines it 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.

5. 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 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 (ISSAIs), will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with 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.
- 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.
- 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.

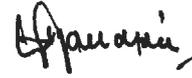
6. REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

The financial statements were submitted later than the required by the Accounting Officer to the Auditor-General on 22 January 2020 in terms of section 87 (1) of the Local Authority Act, 1992, instead of three months after year end.

7. ACKNOWLEDGEMENT

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

WINDHOEK, December 2025



JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL

THE VILLAGE COUNCIL OF AROAB
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE

	Note	2019 N\$	2018 N\$
ASSETS			
Non-current assets			
Property, plant, and equipment	2	33 466 017	35 029 770
Loans receivable	3	2 416 840	-
Investments	*4	-	6 692 567
Current assets			
Receivables from exchange transactions	5	923 921	2 637 573
Vat receivable		219 795	176 558
Inventory		73 106	1 489 781
Cash and cash equivalents	7	6 336 810	761 713
Biological stock	6	651 250	-
TOTAL ASSETS		44 087 740	46 787 962
EQUITY AND LIABILITIES			
Funds and reserves			
Capital outlay	8	293 873	34 825 538
Funds and accounts	9	7 968 448	7 786 223
Accumulated surplus/deficit		33 492 015	2 079 368
Long term liabilities			
Long term loans	10	187 928	204 232
Current liabilities			
Payables from exchange transactions	11	1 186 727	1 499 763
Employee benefits	12	865 383	320 330
Consumer deposits	13	93 366	72 508
TOTAL EQUITY AND LIABILITIES		44 087 740	46 787 962

* Note 4 figures do not agree to the note and 2018 note does not add up.

THE VILLAGE COUNCIL OF AROAB

STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE

	Note	2019	2018
		N\$	N\$
Revenue		11 022 571	12 997 046
Revenue from exchange transactions		5 599 716	-
Water services		1 425 049	-
Electricity services		2 449 962	-
Cleansing services		401 334	-
Sewerage		610 107	-
Grazing/ rental fees		258 423	-
Sale of ervens		78 599	-
Other		376 242	-
Sub total			
Revenue from non-exchange transactions		5 422 855	-
Rates and taxes		507 848	-
Government grants and subsidies		3 043 633	-
Demand subsidy		1 226 250	-
Fees and fines penalties		308 101	-
Farming		273 729	-
Other		63 294	-
Sub total			
Expenditure		(15 138 510)	(12 679 851)
Expenditure	*16	(10 263 599)	(12 679 851)
Non-cash	*16	(4 874 911)	-
Net operating surplus (deficit)		(4 115 939)	317 195
Interest received		287 974	69 891
Net (loss)/surplus after interest		(3 827 965)	387 085

*Note 16 figures do not agree to the note.

ANNEXURE C

THE VILLAGE COUNCIL OF AROAB
STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 30
JUNE

		Accumulated surplus/(deficit)	Total
	Note	N\$	N\$
Balance as at 01 July 2017		2 716 367	2 716 367
Surplus for the year		387 085	387 085
Adjustments to appropriation account	14	(1 024 084)	(1 024 084)
Balance as at 30 June 2018		2 079 368	2 079 368
Deficit for the year		(3 827 965)	(3 827 965)
Adjustments to appropriation account	14	35 240 613	35 240 613
Balance as at 30 June 2019		33 492 016	33 492 016

THE VILLAGE COUNCIL OF AROAB
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 30 JUNE

	Note	2019 N\$	2018 N\$
Cash flow from operating activities			
Cash receipts from customers		10 996 770	12 997 046
Cash paid to suppliers		(7 804 111)	(12 121 155)
Cash generated from operations		3 192 659	875 891
Investment income (Interest)		287 974	69 890
Increase in capital outlay		-	(607 148)
Decrease/increase in funds		(182 255)	425 681
Net cash flow from operating activities		3 298 378	764 314
Cash flow from investing activities			
Disposal/(Purchase) to plant and equipment		1 563 752	607 148
Decrease in investments		1 169 911	(1 083 968)
Decrease in loans receivables		(460 009)	-
Cash flow from financing activities		4 555	-
(Decrease) in long term loans		(16 303)	-
Increase in refundable deposits		20 858	-
Net movements in cash and cash equivalents		5 576 618	217 603
Cash and cash equivalents at the beginning of the year		760 192	542 589
Cash and cash equivalents at the end of the year		6 336 810	760 192

THE VILLAGE COUNCIL OF AROAB
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE

2019	2018
N\$	N\$

1. INTRODUCTION

The annual financial statements were prepared on the historical cost basis and incorporate the following principal accounting policies, which are consistent in all material respects with those applied in the previous year.

1.1.PROPERTY, PLANT AND MACHINERY

All items of property, plant and equipment are stated at cost or valuation. The cost or valuation of these items of property, plant and equipment are depreciated on the reducing balance basis over their expected useful lives.

1.2.SUMMARY OF ASSET REGISTER

Assets Department	Balance 30 June 2018	Additions	Depreciation	Balance 30 June 2019
	N\$	N\$	N\$	N\$
Land and building	5 331 918	-	361 782	4 970 136
Vehicles	1 040 482	-	371 146	669 335
Office furniture	7 142	-	5 604	1 536
Computers	5 698	6 435	5 196	6 937
Office equipment	7 889	32 020	10 686	29 223
Accommodation assets	56 048	-	17 452	38 596
Machines and equipment	570 424	4 536	83 236	491 724
Infrastructure	28 051 608	1 291 898	2 181 327	27 162 179
Intangible assets	105 986	-	9 635	96 351
	35 177 195	1 334 889	3 046 064	33 466 017

The assets have not been revalued.

1.3.FUND ACCOUNTS

The following funds were maintained:

Build together

The purpose of the fund is to provide for housing loans. Income for the fund is derived from a grant from MRLGH and interest earned on secure housing loans and investments.

Balance of build together fund 2018	4 417 981	4 210 954
Net transactions	182 180	207 027
Closing balance of the build together fund 2019	4 600 161	4 417 981
Balance of build together advances 2018	1 955 825	2 134 236
Net transactions	211 820	178 411
Closing balance of the build together advances 2019	1 744 005	1 955 825

THE VILLAGE COUNCIL OF AROAB
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE

	2019	2018
	N\$	N\$
FUNDS ACCOUNS (continued)		
Capital reserve fund		
The purpose of this fund is to build up a general reserve to ensure that the Village Council financial position is stable. Income to this fund is derived from general income and interest on investments.		
Capital reserve fund	3 102 052	3 102 052
Social housing		
The purpose of this fund is to build low-cost housing in the community. The project was complete, and the fund was written back in the 2019 financial year.		
Social housing fund	87 177	87 177
Housing fund		
The purpose of this fund is to provide housing loans. Income for the fund is derived from a grant from MRLGH and interest earned on secure housing loans and investments.		
Closing balance of the housing fund	179 058	179 013
Balance of the fund	179 013	178 418
Transactions	45	595
Closing balances of housing fund advances	688	1 005
Balance of housing fund advances	1 005	1295
Net transactions	317	290
2. PROPERTY, PLANT AND EQUIPMENT	33 466 017	35 029 770
Income assets	33 466 017	34 540 907
General capital assets	-	7 061
Loan assets	-	481 802
3. LOANS RECEIVABLE	2 416 840	-
Build together advances to buyers	1 744 694	-
Incomplete projects (work in progress)	672 146	-

THE VILLAGE COUNCIL OF AROAB
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE

	2019	2018
	N\$	N\$
4. INVESTMENTS		
Commercial banks	5 522 655	6 692 566
Deposits held at the following banks:		
Bank Windhoek account	2 890 736	3 167 554
Bank Windhoek NDP	191 838	182 047
Build Together receipts	894 735	1 508 390
Build Together disbursements	167 610	397
Bank Windhoek call	147 908	183 036
Bank Windhoek	595 940	162 266
Bank Windhoek	501 379	756 147
Nedbank Hulpfonds	132 509	106 688
	5 522 655	6 066 525
Interest earned		
Bank Windhoek account	223 181	-
Bank Windhoek NDP	9 791	-
Build Together receipts	76 110	-
Build Together	5 213	-
Bank Windhoek call	21 050	-
Bank Windhoek	34 630	-
Bank Windhoek	50 196	-
Nedbank Hulpfonds	3 704	-
	423 875	-
Interest earned on Build Together account is allocated to the Build Together Fund. All other interest has been allocated to the operating income vote.		
5. TRADE AND OTHER RECEIVABLES	923 921	2 637 573
Consumer Debtors	5 826 611	5 096 789
Housing Fund	-	1 005
Build Together Fund	-	1 955 825
Less: Provision for bad debts	(4 902 690)	(4 416 046)
Summary of debtors		
120 days+	4 902 690	-
120 days	121 676	-
90 days	186 248	-
60 days	214 361	-
30 days	248 448	-
Current	346 116	-
Transactions	(192 927)	-
Balance	5 826 612	-

THE VILLAGE COUNCIL OF AROAB

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE

	2019	2018
	N\$	N\$
6. BIOLOGICAL STOCK		
As per register and current average market value	651 250	-
Cattle		
Cows 7 @N\$8 000	56 000	-
Calves 7 @ N\$4 500	31 500	-
Bull calf @ N\$4 500	4 500	-
Sheep		
470 Sheep big @ N\$1 000	470 000	-
14 Rams @ N\$4 000	56 000	-
35 Young rams @ N\$950	33 250	-
7. CASH AND CASH EQUIVALENTS	814 155	761 713
Current account	812 635	760 193
Petty cash	1 520	1 520
Operational reconciliation		
Cashbook balance	805 809	-
Outstanding payments	25 483	-
Cash in transit	(507 976)	-
Balance per Finstel	323 316	-
Balance per bank statement	323 316	-
Total cash and cash equivalents	6 336 810	-
8. CAPITAL OUTLAY	293 873	34 825 538
Revenue contributions	-	34 540 907
General capital contributions	-	7 061
Loans redeemed	293 873	277 570
9. FUNDS, ACCOUNTS AND RESERVES	7 968 448	7 786 223
Build together fund	4 600 161	4 417 981
Capital reserve fund	3 102 052	3 102 052
Housing fund	179 058	179 013
Social housing fund	87 177	87 177

**THE VILLAGE COUNCIL OF AROAB
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE**

	2019	2018
	N\$	N\$
10. LONG TERM LOANS		
External loans	187 928	204 232
Summary of external loans		
PUB 57 Gravel Road	8 692	12 497
ARB 61 Service of erven	179 236	191 735
11. PAYABLES FROM EXCHANGE TRANSACTIONS	1 186 727	1 499 763
Trade payables	302 002	237 315
Government loans outstanding	754 685	720 360
Retention	66 248	83 879
Sundry	63 792	458 209
12. EMPLOYEE BENEFITS	865 383	320 330
Provision for leave days	325 066	320 330
3Severance pay	540 316	-
13. REFUNDABLE DEPOSITS		
Consumer deposits	93 366	72 508
Reconciliation of refundable deposits		
Balance 2018	72 123	72 508
Additions for the year	21 243	-
14. ADJUSTMENTS TO APPROPRIATION ACCOUNT	35 240 613	1 024 084
Expenditure	-	(724 231)
Provision for bad debts	-	(594 031)
Livestock adjustments	-	287 000
Capital transfers	34 695 392	-
Revenue	545 221	7 178

Consumer deposits are held as security in the event of default by an account holder. The matter of deposit due will be addressed by Council in the new financial year. NamDeb is currently deducting service amounts from the consumers and paying it to the council.

THE VILLAGE COUNCIL OF AROAB

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE

	2019	2018
	N\$	N\$
15. CASH UTILIZED BY OPERATIONS	(2 407 992)	875 891
Operating (deficit)/surplus before interest and adjustments	(3 827 965)	387 085
Adjustments to appropriation account	35 240 612	(1 024 084)
Net operating surplus/(deficit) before changes in working capital	31 412 647	(636 999)
CHANGES IN WORKING CAPITAL	(33 820 639)	1 512 800
Movement in capital outlay	(34 531 665)	-
Movement in inventories	765 425	(295 124)
Movement in trade and other receivables	(286 416)	1 728 246
Movement in trade and other payables	232 017	79 768

**THE VILLAGE COUNCIL OF AROAB
REPORT OF COMPARISON OF BUDGET AND ACTUAL**

	Budget 2019	Spent 2019	Variance 2019
	N\$	N\$	N\$
16. EXPENDITURE	15 214 808	11 310 544	4 406 156
SALARIES AND WAGES	4 262 128	3 926 680	335 448
Salaries and wages	2 235 185	2 030 675	204 510
Overtime	20 000	8 733	11 267
Councillor allowance	191 056	191 056	-
Housing allowance	586 979	564 875	22 104
Cell/airtime	22 800	13 682	9 118
Service bonus	186 266	172 009	14 257
Standby allowance	9 000	800	8 200
Pension fund contribution	485 995	454 640	31 355
Social security	18 757	17 362	1 395
Medical aid	231 878	208 266	23 612
Vehicle allowance	89 316	89 316	-
Transport	184 896	175 266	9 630
GENERAL EXPENSES	5 820 180	2 226 073	(233 856)
Protective clothing	20 400	15 490	4 910
Garden materials	15 000	-	15 000
Mass distance charges	20 000	420	19 580
Interest charges on late payments	-	28 966	(28 966)
Contractual labour	67 400	3 440	63 960
ECB levies Nampower	50 000	49 233	767
Bulk charges	2 565 507	2 782 146	(216 639)
License fees	135 000	146 946	(11 946)
Bank charges	160 000	179 803	(19 803)
Sundries	42 000	66 705	(24 705)
Official entertainment	20 000	14 219	5 781
Casual labour	5 000	-	5 000
Consultancy fees	90 000	22 784	67 216
Travel expense councillors	80 000	40 655	39 345
Casual labour	5 000	-	5 000
Subsistence	40 000	2 832	37 168
Workmen compensation	30 000	22 459	7 541
Travel expenses	190 000	177 815	12 185
Consulting services	15 000	-	15 000
Telephone and postage	70 000	44 001	25 999
Printing and stationary	75 000	41 507	33 493
Advertising	60 000	35 842	24 158
Legal costs	45 000	-	45 000
Valuation costs	160 000	-	160 000
Grants and donations	64 000	56 765	7 235
Insurance	285 000	175 837	109 163

**THE VILLAGE COUNCIL OF AROAB
REPORT OF COMPARISON OF BUDGET AND ACTUAL (continued...)**

	Budget 2019	Spent 2019	Variance 2019
	N\$	N\$	N\$
GENERAL EXPENSES (continued)			
Combart against wild beast	40 000	-	40 000
Insect and rodent control	18 000	-	18 000
Security services	130 043	-	130 043
Conveyancing	400 000	443 303	(43 303)
Fuel and oil	205 000	152 853	52 147
Stores and materials	44 800	2 108	42 692
Plant hire	6 000	-	6 000
Rental: office equipment	40 000	8 832	31 168
Fire protection	16 000	-	16 000
Tourism board levies	10 000	2 191	7 809
Tools and equipment	10 000	-	10 000
Casual labour	5 000	-	5 000
First aid equipment	7 000	-	7 000
Membership fees	40 000	30 000	10 000
Subsistence: advisory	30 000	-	30 000
Water consumption	120 000	91 074	28 926
Electricity consumption	112 000	101 142	10 858
Contribution: regional council	26 750	25 392	1 358
Sewerage charges	15 280	-	15 280
Farming equipment/medicine	50 000	37 119	12 881
Underbanked	-	1	1
Maximum demand paid by GRN	-	1 226 250	(1 226 250)
Local tender board	10 000	-	10 000
Capacity building	80 000	25 737	54 263
HIV/AIDS program	15 000	-	15 000
Utilities	10 000	171	9 829
CCE Program	40 000	-	40 000
Genderlinks	30 000	-	30 000
Surplus/deficit	-	(3 827 965)	-
REPAIRS AND MAINTANANCE	1 063 000	230 180	832 820
Buildings	65 000	716	64 284
Vehicles	220 000	73 208	146 792
Plant machinery and equipment	55 000	-	55 000
Furniture and equipment	30 000	-	30 000
Road and streets	80 000	-	80 000
Streetlights	20 000	-	20 000
Road and traffic signs	40 000	1 755	38 245
Reticulation	185 000	132 079	52 921
Cemetery	7 000	-	7 000
Park and recreation grounds	15 000	-	15 000
Refuse receptacle	5 000	-	5 000
Office equipment	70 000	13 159	56 841

**THE VILLAGE COUNCIL OF AROAB
REPORT OF COMPARISON OF BUDGET AND ACTUAL (continued...)**

	Budget 2019	Spent 2019	Variance 2019
	N\$	N\$	N\$
REPAIRS AND MAINTENANCE (continued)			
Fences	18 000	-	18 000
Fire protection equipment	18 000	4 404	13 596
Townlands	80 000	1 259	78 741
Tools and equipment	45 000	-	45 000
Dumping site	55 000	-	55 000
Sewerage reticulation	25 000	-	25 000
Cleaning of town	30 000	3 600	26 400
CAPITAL COSTS	42 500	34 325	8 175
Interest external	14 700	16 303	(1 603)
Redemption external	27 800	18 022	9 778
OTHER CAPITAL COSTS	3 915 000	18 375	3 896 625
Tools	10 000	542	9 458
Capital ex NPS	3 000 000	-	3 000 000
Electrical network	50 000	-	50 000
Office equipment	18 000	-	18 000
Binders and calculator	10 000	-	10 000
Prepaid vending	50 000	17 833	32 167
Upgrade streets	707 000	-	707 000
Civil protections	70 000	-	70 000
NON-CASH ITEMS	112 000	4 874 911	(433 053)
Depreciation	-	3 046 065	-
Provision for doubtful debts	-	486 643	-
Leave provision/severance	112 000	545 053	(433 053)
Revaluation livestock	-	797 150	-

**THE VILLAGE COUNCIL OF AROAB
REPORT OF COMPARISON OF BUDGET AND ACTUAL**

	Budget 2019	Spent 2019	Variance 2019
	N\$	N\$	N\$
17. INCOME	15 216 808	11 310 544	3 906 267
Property rates	535 000	507 848	27 152
Interest on arrears	295 000	246 864	48 136
Cleansing services	470 000	401 334	68 666
Electricity sales	1 566 846	1 144 493	422 353
Sale of water	1 350 000	1 407 089	(57 089)
Sewerage fees	750 000	610 107	139 893
Trading licenses	10 520	4 600	5 920
Site rentals	9 000	10 570	(1 570)
House rentals	70 000	84 902	(14 902)
Building plan fees	10 000	7 246	2 754
Subsidy: street maintenance	707 000	704 596	2 404
Connection fees	57 000	17 642	39 358
Grazing fees	150 000	86 674	63 326
Income NPS	3 000 000	799 939	2 200 061
Sundry income	31 700	24 927	6 773
Interest on investments	240 000	287 974	(47 974)
Sale of assets	70 000	-	70 000
Dog tax	1 200	-	1 200
Electricity connections	50 000	15 635	34 365
Contribution central Government	639 097	639 097	-
Burial sites	8 700	7 139	1 561
Tender documents	4 000	5 616	(1 616)
Rental buildings	19 200	29 062	(9 862)
Clearance/valuation certificate	600	435	165
Hall rental	12 000	12 138	(138)
Rent Small and Medium Enterprises	32 000	22 853	9 147
Duplication services	1 300	867	433
Plant hire	15 000	4 530	10 470
Prepaid water	55 000	17 960	37 040
Wood and sand sales	35 523	42 365	(6 842)
Pound fees	1 000	-	1 000
Remaining funds NPC	400 000	-	400 000
Sale of springbuck	55 840	-	55 840
Funds from call accounts	645 282	-	645 282
Rent camping site	16 000	930	15 070
Farming project	300 000	273 729	26 271
Subsidy salaries	900 000	900 000	-
Own resources	358 000	-	358 000
Selling of vegetables/fruit	12 000	796	11 204
Swimming pool	20 000	210	19 790
Fire protection services	31 000	20 505	10 495
Brick making	45 000	-	45 000

THE VILLAGE COUNCIL OF AROAB
REPORT OF COMPARISON OF BUDGET AND ACTUAL (continued...)

	Budget 2019	Spent 2019	Variance 2019
	N\$	N\$	N\$
Accommodation	135 000	106 765	28 235
Sale of ervens	333 000	30 651	302 349
Socio economic development	-	51 883	(51 883)
Sale of business ervens	-	47 948	(47 948)
Max demand paid by Government	-	1 226 250	(1 226 250)
Pre-paid electricity residential	1 350 000	1 230 060	119 940
Pre-paid electricity business	70 000	75 409	(5 409)
Transport	330 000	162 971	167 029
NEF Levy	10 000	16 253	(6 253)
Electricity Control Board levies	9 000	21 679	(12 679)
Income		11 310 544	
Expenditure		(10 263 599)	
Non-cash items		(4 874 911)	
Deficit		(3 827 966)	