



REPUBLIC OF NAMIBIA



REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE

REGIONAL COUNCIL OF THE OMAHEKE REGION

FOR THE FINANCIAL YEARS ENDED 31 MARCH 2008, 2009 AND 2010

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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 Omaheke Region for the financial years ended 31 March 2008, 2009 and 2010, 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.

WINDHOEK, August 2012

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

**REPORT OF THE AUDITOR-GENERAL ON THE
ACCOUNTS OF THE REGIONAL COUNCIL OF THE OMAHEKE REGION
FOR THE FINANCIAL YEARS ENDED 31 MARCH 2008, 2009 & 2010**

1. INTRODUCTION

The Regional Council of the Omaheke region was established under Section 2(1) of the Regional Councils Act, 1992 (Act 22 of 1992).

The financial powers, duties and functions of the Council are stipulated in Article 108 of the Namibian Constitution and Section 28 of the Regional Councils Act. Sections 39 and 40 of the Act require that accounting records of the Council shall be kept and its financial statements shall be prepared by its Chief Regional Officer.

Figures in the report are rounded off to the nearest Namibia dollar.

2. FINANCIAL STATEMENTS

The Regional Council's financial statements were submitted to the Auditor-General by the Accounting Officer in compliance with Section 40(1) of the Regional Councils Act, 1992, **except that these were submitted on 01 October 2011 for 2008 and on 24 October 2011 for 2009 and 2010 instead of three months after the end of the financial year as stipulated in the Act.** The abridged balance sheets, Annexure A, are a true reflection of the originals.

The following annexures are also attached to this report:

- Annexure B: Income and expenditure statements
- Annexure C: Cash flow statements
- Annexure D: Notes to the financial statements

3. SCOPE OF AUDIT

The Chief Regional Officer of the Regional Council is responsible for the preparation of the financial statements and of ensuring the regularity of the financial transactions. It is the responsibility of the Auditor-General to form an independent opinion, based on the audit, on those statements and the regularity of the financial transactions included in them and to report his opinion to the National Assembly.

The audit as carried out by audit staff of his Office, included:

- Examination on a test basis of the evidence relevant to the amounts, disclosure and regularity of financial statements.

The audit was planned and performed so as to obtain all the information and explanations considered necessary to provide sufficient evidence to give reasonable assurance that:

- The financial statements are free from material misstatement, whether caused by error, fraud or other irregularity;
- in all material respects, expenditure and income have been applied to the purposes intended by the Regional Councils Act; and
- the financial transactions conform to the authorities, which govern them.

4. AUDIT OBSERVATIONS AND COMMENTS

4.1 Matters arising from prior year. These matters remained unchanged.

4.1.1 Income from settlement areas

The revenue collection system has not improved. During the financial years under review, the auditors discovered that the revenue collection system controls are very weak which may lead to possible fraud.

Management comment

The Council agreed with the finding and indicated that Assistant Accountants were appointed at Settlement Offices and the billing system was introduced to improve the system.

4.1.2 General expenditure

The Council's filing system did not improve as most of the supporting vouchers and documents were not provided to auditors during the audit. Supporting documents for payments to the values of N\$ 969 808 (2007/2008) and N\$ 309 159 (2008/2009) were not provided for audit purposes.

4.1.3 Payroll

Wrong rates are still being used to calculate allowances and deductions such as Pay As You Earn (PAYE) and the Motor Vehicle and Housing allowances. Filing is still not properly done as some salary sheets to the value of N\$ 3 489 253 could not be provided to the auditors.

2008, 2009 & 2010

4.2 Audit observations for the years under review

4.2.1 Adjustments

An adjustment of N\$ 2 670 461 for 2007/2008, N\$ 2 025 554 for 2008/2009 and N\$ 574 757 for 2009/2010 financial years had to be made in the income statement of the Council to balance the accounts. The Council should investigate the reason for such a high adjustment and avoid re-occurrence of this in future.

4.3 Comparison of opening balances with the annual financial statements (2008, 2009 & 2010)

4.3.1 Cash and bank - 5 % Account (Own Funds)

The audit found that there is a difference of N\$ 25 065 between the total amount of N\$ 643 880 for the 5% account reported in the 2006/ 2007 tabled report of the Auditor-General and the amount of N\$ 597 046 as disclosed in the opening balance of the 2007/2008 annual financial statements of the Council.

4.3.2 Distributable reserves

The difference of N\$ 431 126 was also found when a comparison was made between the distributable reserves of N\$ 4 058 815 in the report of the Auditor-General and total amount of N\$ 4 489 941 for the same account which was disclosed in the 2007/2008 annual financial statements of the Council.

4.3.3 Build Together Fund (Liabilities)

The balance of this account could not be confirmed because according to the tabled report of 2006/2007 the balance is reported as N\$ 8 033 685, while in the annual financial statements the balance is disclosed as N\$ 8 626 388 and the Trial balance figure is N\$ 4 489 263.

4.3.4 Sundry income

The difference on this account amounted to N\$ 148 327 and the tabled report figure is N\$ 1 362 432 while the annual financial statement figure is N\$ 1 510 759.

The amount disclosed in the annual financial statement amounted to N\$ 1 510 759 whilst the figure reported amounted to N\$ 1 362 432 resulted in a difference of N\$ 148 327 in the sundry income account.

Recommendations

The auditors recommend that the closing balances of the prior year should be the same as the opening balances for the next year.

Management comment

The difference between the tabled report of 2006/2007 and the opening balances as disclosed in the annual financial statement of 2007/2008 were as the result of adjustment made after the tabled report.

4.4 Fixed assets

The Council does not have an assets register for all financial years audited. Auditors were unable to confirm the accuracy, completeness and the existence of assets as disclosed in the annual financial statements.

A difference of N\$ 5 114 861 was observed between the prior year closing balance of 2006/2007 in the audit report and the opening balance in the 2007/2008 annual financial statements submitted by the Council.

Recommendations

It is recommended that the Council should have a register for all its assets. This register should reflect amongst others the following information: date and cost of the asset, depreciation, accumulated depreciation, new additions and any write-off as well as disposal and the net book value of the asset.

Management comment

The Council is acquiring software of an asset register that will capture the date, cost of the assets, depreciation and accumulated depreciation and net book value of the assets.

4.5 Other income

4.5.1 2007/2008

During the audit of other income the following finding was noted:

- The balance of other income of N\$ 1 210 122 could only be confirmed to the bank statements. The auditors could not confirm the authenticity of this amount as supporting documents were not provided.

4.5.2 2008/2009

- The balance of other income of N\$ 633 442 could only be confirmed to the bank statements. The auditors could not confirm the authenticity of the amount disclosed in the annual financial statements as supporting documents were not provided.

4.5.3 2009/2010

- The balance of other income of N\$ 745 433 could only be confirmed to bank statements. The auditors could not confirm the authenticity of the amount disclosed in the annual financial statements as supporting documents were not provided.

Recommendations

It is recommended that the Council keep all the supporting documents as required by the State Finance Act, 1991, Section 26(1)(b)(i) and (ii) and provide them to the auditors during the audit.

4.6 Grants from central Government

2007/2008

The auditors were not provided with supporting documents to confirm the balance of N\$ 15 400 000 disclosed in the annual financial statements. The amount in the general ledger could only be confirmed to the bank statements.

2008/2009

Total grants received from the Ministry of Regional, Local Government and Housing and Rural Development (MRLGH) amounts to N\$ 15 400 000.

During the financial year under audit, no notification letter or remittance advice could be provided to the auditors to confirm the accuracy of the amount disclosed in the annual financial statements.

2009/2010

Total grants received from MRLGH amounts to N\$ 17 335 000.

The notification letter/remittance advice of the transfer received by the Council could not be provided to the auditors to confirm the accuracy of the amount disclosed in the Annual Financial Statements.

Recommendations

The Council is recommended to provide the notification letter or remittance advises for all grants received and submit them for audit purposes.

Transfers between bank accounts should not be processed through the Grant account.

4.7 Revenue from settlement areas

2007/2008

The accuracy of the following amounts could not be confirmed:

	N\$
2007/2008	2 776 376
2008/2009	1 551 821
2009/2010	3 129 467

Recommendations

It is recommended that the Council adheres to the State Finance Act, 1991 (Act 31 of 1991), Section 26(1)(b)(i) and (ii) which clearly states that the Auditor-General or any competent person employed in the Office of the Auditor-General:

- (i) Shall have access to all books, vouchers, other documents, money, stamps, securities, forms having a face or potential value, equipment stores and other movable goods owned or leased by the State or the statutory institution concerned, in the possession or under the control of any person and which the Auditor-General deems necessary for an investigation, examination and audit in terms of this Act;*
- (ii) May request such particulars, accounts and statements as he or she deems necessary for such an investigation, examination and audit.*

Management comment

Due to the fact that record clerks were assisting with finance record keeping, it caused the non-submission of documents. In 2010 Assistant Accountants were appointed at settlement Offices to improve record keeping.

4.8 Donation received

2008/2009

Supporting documents (notification letter/ advice remittance advices) to verify the amount of N\$154 076 disclosed in the annual financial statements could not be provided. Failure to submit documents could result in figures not being verified and certain audit tests not being performed.

Recommendations

It is recommended that the Council keep all the supporting documents as required by the State Finance Act, 1991, Section 26(1)(b)(i) and (ii) for easy access to the auditors to be able to carry out the audit.

4.9 Trade and other account receivables

4.9.1 Build Together programme

Loans to the value of N\$ 336 000 could not be confirmed and a loan was given to an individual who does not meet the requirements of the Build Together Guidelines and Procedures manual.

It was also not possible to determine the repayments of the loans as the Council does not have a system of collections of loan repayments from the beneficiaries.

The auditors also noted that the Council does not conduct reconciliation and age analysis for the Build Together debtors.

It was further noticed that the Chief Regional Officer did not sign the applications for approval of the loans, as required by the Build Together Guidelines and Procedures manual.

Recommendations

- The Chief Regional Officer of the Council is recommended to approve all Build Together applications before any loans are disbursed.
- The Council should come up with a system to collect payments from beneficiaries and should update the records on Build Together debtors.
- Build Together loans should only be granted to applicants who qualify as per stipulation of the Build Together guidelines.

Management comment

The Ministry of Regional Local Government and Housing and Rural Development contracted an expert who had installed a financial system for the Regional Councils and local authorities. This system is not up and running in Omaheke Regional Council and efforts were communicated to the Head Office to rectify the technical problems. However, settlement offices are collecting payments on the basis of the spreadsheet designed for build together loans as allocated to the beneficiaries' at each settlement.

4.9.2 VAT/TAX Control account (2007/2008, 2008/2009 AND 2009/2010)

The auditors found that VAT returns were not submitted to the Receiver of Revenue; therefore the auditors could not re-perform VAT reconciliation. Auditors could only reconcile the amounts in the trial balance to the general ledger. VAT Control Account balance for the respective years totalled; N\$ 709 323 (2009/2010); N\$ 1 842 324 (2008/2009) and N\$ 1 404 963 (2007/2008).

Recommendations

- The Council should complete and submit VAT returns timeously.
- Perform VAT reconciliations and do management checks on the reconciliations.
- The Council should be consistent when processing input and output VAT.

4.10 Build Together programme

2009/2010

The figure of N\$ 5 921 000 in the annual financial statements was brought forward from prior years without adding any interest of between 4% and 7% on the outstanding loan balances which contradicts the Build Together guidelines and procedures. This amount of N\$ 5 921 000 remained the same for 2008/2009 and 2009/2010 financial years.

Recommendations

Council should ensure that interest rate between 4% and 7% are charged as required by the Build Together guidelines and procedures.

4.11 Payroll/salaries and wages

4.11.1 Housing allowance

2007/2008, 2008/2009 and 2009/2010

Housing allowance for employees below management cadre was not taxed.

Recommendation

It is recommended that the Council ensures that housing allowance is taxable according to Chapter D.VIII of the Public Service Act.

Management comment

The Council taxed housing allowances since 2011/2012 financial year.

4.12 Stock/ inventory

During the years under review the Council did not prepare the mini-stock report for consumable items at year-end as required by paragraphs 9.5 of the Accounting Policies and Procedures manual for the Regional Councils. Auditors were not present at the time of stock taking.

RECOMMENDATION

It is recommended that the Council must prepare a report on consumable items at the end of each financial year as required by paragraphs 9.5 of the Accounting Policies and Procedures manual for the Regional Councils. The report should contain the cost and the stock on hand.

5. ACKNOWLEDGEMENT

The courtesy and assistance extended to the Auditor-General's staff by the Chief Regional Officer and his staffs during the audit are appreciated.

6. DISCLAIMED AUDIT OPINION

The accounts of the Regional Council of the Omaheke Region for the financial years ended 31 March 2008, 2009 and 2010 have been audited in terms of Section 38 of the Regional Councils Act, 1992 (Act 22 of 1992) and Section 25(1)(b) of the State Finance Act, 1991 (Act 31 of 1991).

I am unable to express an opinion due to following reasons:

- The completeness and correctness of revenue could not be confirmed for the years under review;
- The salary sheets to the value of N\$ 3 489 253 could not be provided for audit purposes;
- Supporting documents for payments to the value of N\$ 969 808 (2007/2008), N\$ 309 159 (2008/2009) were not provided for audit purposes;
- Unexplained adjustment of N\$ 2 670 461 (2007/2008), N\$ 2 025 554 (2008/2009) and N\$ 574 757 (2009/2010) were made;
- The opening balance of the Build Together Fund decreased from N\$ 8 033 685 to N\$ 4 489 263 without any explanation;
- No fixed asset register was kept for the years under review;
- Supporting documents in respect of grants from the Ministry of Regional Local Government and Housing and Rural Development and donations received were not submitted for audit purposes; and
- VAT returns were not submitted to the Receiver of Revenue.

WINDHOEK, August 2012

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

REGIONAL COUNCIL OF THE OMAHEKE REGION

BALANCE SHEETS AS AT 31 MARCH

	Note	2010	2009	2008	2007
		N\$	N\$	N\$	N\$
ASSETS					
Non-current assets		-	-	-	5 827 019
Property, plant and equipment	2				5 827 019
Investments					-
Current assets		29 708 561	21 349 609	23 326 164	19 936 432
Cash and cash equivalents	6.1 & 6.2	22 598 972	13 586 285	15 793 391	11 750 259
Accounts receivable	7	7 109 560	7 763 324	7 532 773	8 186 173
Total		29 708 561	21 349 609	23 326 164	25 763 451
EQUITY AND LIABILITIES					
Equity		6 457 414	6 984 676	5 588 778	4 058 815
Accumulated Fund		6 457 414	6 984 676	5 588 778	4 058 815
Current liabilities		23 251 147	14 364 933	17 737 386	21 704 636
Trade and other payables	3	14 586	86 966	2 063 499	1 703 215
Funds	8	21 734 560	12 708 190	15 340 029	20 001 421
Overdraft	6.3	1 502 001	1 569 777	333 858	-
Total equity and liabilities		29 708 561	21 349 609	23 326 164	25 763 451

REGIONAL COUNCIL OF THE OMAHEKE REGION

INCOME STATEMENTS FOR THE YEAR ENDED 31 MARCH

	Notes	2010	2009	2008	2007
		N\$	N\$	N\$	N\$
Income	4	22 756 474	19 232 556	21 085 916	16 729 470
Expenditure	9	24 337 891	19 963 134	22 295 834	19 054 942
Net operating surplus/(loss)		(1 581 417)	(730 578)	(1 209 918)	(2 325 472)
Interest on current account	5	479 398	100 922	69 420	(177 523)
Accumulated income/(deficit)		(1 102 019)	(629 656)	(1 140 498)	(2 502 995)
Accumulated funds					
~at the beginning of the year		6 984 676	5 588 778	4 058 815	6 810 300
~ adjustments		574 757	2 025 554	2 670 461	(248 490)
~at the end of the year		6 457 414	6 984 676	5 588 778	4 058 815

REGIONAL COUNCIL OF THE OMAHEKE REGION

CASH FLOW STATEMENTS AS AT 31 MARCH

	Note	2010 N\$	2009 N\$	2008 N\$	2007 N\$
Cash flow from operating activities					
Net operating (surplus)/ loss		(1 581 417)	(730 578)	(1 209 918)	(2 325 472)
Movement in current assets (increases)/ decrease		653 735	(230 551)	653 400	6 177 427
Net cash inflow from operations		(927 682)	(961 129)	(556 518)	3 851 955
Cash flow from investing Activities					
Interest received (paid)	5	479 398	100 922	69 420	(177 523)
Investments (increase)/decrease		-	-	-	1 000 000
Property, plant and equipment acquired (increase)/ decrease		-	-	5 827 019	-
Net change in cash and cash equivalents		(448 284)	(860 207)	5 339 922	4 674 432
Adjustments		574 757	2 025 554	2 670 461	(248 490)
Current liabilities increase/(decrease)		(72 380)	(1 976 533)	360 284	1 167 101
Movement in funds (decreases)/increase		9 026 370	(2 631 839)	(4 661 392)	(8 958 425)
Increase in cash and cash equivalents					
Cash and cash equivalents at the beginning of the year		12 016 508	15 459 534	11 750 259	15 115 641
Cash and cash equivalents at the end of the year	6	21 096 971	12 016 508	15 459 534	11 750 259

REGIONAL COUNCIL OF OMAHEKE REGION

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH 2008, 2009 AND 2010

1. BASIS OF PREPARATION

The financial statements are prepared in accordance with Namibian Statement of Generally Accepted Accounting Practice.

The financial statements are prepared under the historical cost convention as modified by the revaluation of certain marketable securities.

1.1 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Regional Council and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised.

Government grants are recognised as and when received.

Interest is recognised on a time proportion basis which takes into account the effective yield on the assets over the period it is expected to be held.

Income from water, electricity and other services are recognised when the services are rendered. Income from prepaid water and electricity is recognised as and when received.

1.2 Property, plant and equipment

All property, plant and equipment are initially recorded at cost and adjusted for any impairment in value.

Depreciation is calculated on the straight - line method to write off the cost of each asset, or the revalued amounts, to their residual values over their estimated useful lives. The depreciation rates applicable to each category of property, plant and equipment are as follows:

Motor vehicles	20%
Furniture and fittings	20%
Office equipment	33.33%
Computer equipment	33.33%

1.3 Government grants

Government grants are recognised at their fair value where there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. When the grant is related to expenses item, it is recognised as income over the periods necessary to match the grant on a systematic basis to the costs that it is intended to compensate. Where the grant relates to an asset, the fair value is credited to the Capital Project Fund.

REGIONAL COUNCIL OF OMAHEKE REGION

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH 2008, 2009 AND 2010 (continued)

1.4 Financial instruments

Financial instruments carried on the balance sheet include cash and bank balances, investments, receivables and trade creditors. The particular recognition methods adopted are disclosed in the individual policy statement associated with each item.

1.5 Capital projects

Capital projects include all direct and related indirect expenditure on contracts. The stage of completion is based on the inspection performed. Once commissioned, they are transferred to other categories of fixed assets. Capital project relating to settlements once the settlements are proclaimed as Town or Village Councils.

	2010	2009	2008	2007
	N\$	N\$	N\$	N\$
2. PROPERTY, PLANT AND EQUIPMENT				
Development expenditure	-	-	-	2 153 609
Development expenditure	-	-	-	2 961 252
Motor vehicles - Net value	-	-	-	371 843
Computer equipment - Net value	-	-	-	143 916
Office equipment - Net value	-	-	-	41 730
Furniture & fittings - Net value	-	-	-	109 263
Machinery & equipment - Net value	-	-	-	45 407
	-	-	-	5 827 020

REGIONAL COUNCIL OF OMAHEKE REGION

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH 2008, 2009 AND 2010 (continued)

2006/2007	Office equipment	Motor vehicle	Furniture and fittings	Office equipment	Computer equipment	Total
		N\$	N\$	N\$	N\$	N\$
Opening carrying amount	-	181 047	31 148	30 571	110 221	352 987
Cost	-	293 590	37 974	30 746	131 682	493 992
Accumulated depreciation	-	(112 543)	(6 826)	(175)	(21 461)	(141 005)
Additions	52 899	287 901	91 141	25 724	86 222	543 887
Depreciation	(7 492)	(97 105)	(13 027)	(14 565)	52 527	(184 716)
Closing carrying amount	45 407	371 843	109 262	41 730	143 916	712 158
Cost	52 899	581 491	129 115	56 470	217 904	1 037 879
Accumulated depreciation	(7 492)	(209 648)	(19 853)	(14 740)	(73 988)	(325 721)
Special Purpose Fund Assets		2010	2009	2008	2007	
		N\$	N\$	N\$	N\$	
Opening carrying value		-	-	-	2 153 609	
Cost					-	
Depreciation		-	-	-		
Additions					2 961 252	
Closing carrying value		-	-	-	5 114 861	
cost					5 114 861	

REGIONAL COUNCIL OF OMAHEKE REGION

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH 2008, 2009 AND 2010 (continued)

	2010	2009	2008	2007
	N\$	N\$	N\$	N\$
3. TRADE AND OTHER PAYABLES				
ORC Build Together Cheque Account	-	-	-	409 152
ORC Decentralization Cheque Account	-	-	-	405 825
Social Upliftment & Brickmaking	-	-	-	1 059
Supplier Control Account	14 586	86 966	2 063 499	861 903
ORC Stanic Account	-	-	-	-
Inter Bank Account	-	-	-	-
Trade payables / accounts payable	-	-	-	25 276
	14 586	86 966	2 063 499	1 703 215
4. GROSS REVENUE				
<i>Income from PTO's/ Utility income</i>				
Service fees	4 556 414	3 045 037	3 904 680	1 232 974
Water Consumption	-	-	-	2 760
Water Basic	-	-	-	(500)
Pre-paid Electricity	-	-	-	73 780
Epukiro deposits	-	-	-	2 105
Aminuis deposits	-	-	-	78 637
Talismanus deposits	-	-	-	104 308
Otjinene deposits	-	-	-	294 784
Other services	101 497	-	571 113	2 560
Income from tenders	-	-	-	1 300
Recurring budget from MRLGH	17 335 000	15 400 000	15 400 000	13 091 631
<i>Donations Received</i>	-	154 076	-	408 117
Donations received OVC	-	-	-	31 800
Grants – Ministry of Gender	-	124 076	-	-
Rural Development Fund SAN	-	30 000	-	-
UN children fund/UNICEF fund	-	-	-	376 317
World Habitat Day	-	-	-	-
Sundry income	763 563	633 443	1 210 123	1 153 812
Levy Gobasis Town Council	-	-	-	200 095
Levy Leonard Village Council	-	-	-	8 525
Natis (Roads Authority)	-	-	-	74 582
	22 756 474	19 232 556	21 085 916	16 729 470

REGIONAL COUNCIL OF OMAHEKE REGION

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH 2008, 2009 AND 2010 (continued)

	2010	2009	2008	2007
	N\$	N\$	N\$	N\$
5. INVESTMENT INCOME				
Bank interest	-	-	-	(179 561)
Interest received on investment/own funds	479 398	100 922	69 420	2 038
	479 398	100 922	69 420	(177 523)
6. CASH AND CASH EQUIVALENTS				
6.1 Own Funds	740 910	878 098	797 602	673 627
ORC Decentralization account	62 174	59 682	10 345	-
Change Project account	38 389	29 709	76 175	29 747
Fleet Management account	-	7	42 424	-
5% Account	548 964	430 576	667 193	643 880
Nampost Saving Post	91 383	358 124	1 465	-
6.2 Special Purpose Funds	21 858 062	12 708 187	14 995 790	11 076 632
Capital Projects account	319 533	79 755	1 070 588	24 881
Capital Project call account	14 379 103	5 446 488	5 643 164	6 671 160
Build Together account	361 471	94 997	551 169	-
Build Together call account	6 405 381	6 785 200	7 488 701	3 737 171
Build Together Receipt account	234 017	161 730	87 107	51 355
Decentralisation call account NDP	-	-	-	56 557
ORC Stannic account	-	-	-	21 769
RACOC cheque account BWK	-	-	-	30 601
Social Upliftment Call Account	2 114	2 114	5 030	46 284
Social Upliftment Account	-	202	418	-
Governor's Social Fund - Call account	66 785	65 706	62 423	59 668
HIV/Aids Awareness account	30 383	29 535	29 884	-
Independence Celebrations account	26 599	5 930	12 123	5 617
Orphans and Vulnerable Children account	11 497	12 785	13 796	12 888
Emergency Disaster Fund	329	1 187	2 027	3 408
Traditional Authorities cheque account	20 850	22 558	29 360	43 279
Interbank account	-	-	-	260 000
Social Upliftment & Brickmaking - Fund	-	-	-	51 994
	22 598 972	13 586 285	15 793 392	11 750 259

REGIONAL COUNCIL OF OMAHEKE REGION

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH 2008, 2009 AND 2010 (continued)

	2010	2009	2008	2007
	N\$	N\$	N\$	N\$
6.3 Overdraft	(1 502 001)	(1 569 777)	(333 858)	-
ORC Decentralization Account	(1 499 487)	(1 569 777)	(333 858)	-
ORC Stannic Current Account Std	(2 255)	-	-	-
Social Upliftment Brick-make pro	(259)	-	-	-
TOTAL CASH AND CASH EQUIVALENTS	21 096 971	12 016 508	15 459 534	11 750 259

7. ACCOUNTS RECEIVABLE

Customer Control Account	479 266	-	206 810	6 837 923
Build Together Sundry Debtors	5 921 000	5 921 000	5 921 000	1 163 530
Opening Balance/ Suspense Account	-	-	-	184 720
VAT /Tax Control account	709 323	1 842 324	1 404 963	-
	7 109 589	7 763 324	7 532 773	8 186 173

Service debtors	1 188 589	1 842 324	1 611 773	7 022 643
Customer control Account	479 266	-	206 810	6 837 923
VAT/Tax control	709 323	1 842 324	1 404 963	-
Opening Balance/Suspense Account	-	-	-	184 720

Build Together Debtors	5 921 000	5 921 000	5 921 000	1 163 530
Aminius	-	-	1 506 000	-
Otjinene	-	-	1 485 000	-
Epukiro	-	-	889 000	-
Talismanus	-	-	543 000	-
Corridor	-	-	1 498 000	-
Sundry debtors	5 921 000	5 921 000	-	1 163 530
	7 109 589	7 763 324	7 532 773	8 186 173

REGIONAL COUNCIL OF OMAHEKE REGION

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH 2008, 2009 AND 2010 (continued)

	2010	2009	2008	2007
	N\$	N\$	N\$	N\$
8. FUND ACCOUNTS				
Capital Project Fund	14 810 680	5 526 242	6 996 855	11 810 902
Build Together Fund	6 766 724	7 041 928	8 196 314	8 033 685
HIV/AIDS Awareness Fund	30 429	29 535	29 884	30 601
Independence Celebrations Fund	25 159	5 930	3 841	5 642
OVC Fund	12 486	12 785	13 796	12 150
Emergency Disaster	441	1 187	2 027	5 494
Traditional Authorities Fund	21 080	22 561	29 418	43 279
Social Upliftment & Brickmaking - Fund	1 855	2 316	5 456	-
Governor's Social Fund	65 706	65 706	62 438	59 668
	21 734 560	12 708 190	15 340 029	20 001 421
9. EXPENDITURE				
Remuneration	11 332 465	9 978 608	9 440 936	8 676 571
Salaries	11 332 465	9 978 608	9 440 936	5 235 529
Allowances	-	-	-	32 255
Overtime	-	-	-	12 505
Bonus	-	-	-	2 562
Casual workers	-	-	-	-
Pay As you Earn	-	-	-	1 418 045
Social Security Commission	-	-	-	22 672
Life insurance	-	-	-	210 167
Medical aid	-	-	-	119 130
Pension GIPF & MPOOBPF	-	-	-	427 705
Other salary deductions	-	-	-	388 724
GIPF & MPOOBPF's	-	-	-	807 277
Other conditions of service	-	-	-	70 320
Leave gratuity	-	-	-	35 738
Social Security Commission	-	-	-	22 672
Other	-	-	-	11 910
Subsistence & travelling allowance	1 035 647	1 056 690	1 672 635	1 273 917
S & T Councillors	-	-	-	332 882
S & T staff members	1 035 647	1 056 690	1 672 635	933 547
S & T other	-	-	-	7 488

REGIONAL COUNCIL OF OMAHEKE REGION

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH 2008, 2009 AND 2010 (continued)

	2010	2009	2008	2007
	N\$	N\$	N\$	N\$
Materials & supplies	914 845	6 200 939	7 613 552	302 129
Photocopying supplies	-	-	-	808
Fax stationery	-	-	-	2 250
General office supplies	604 660	265 733	1 406 970	149 327
Micro computer supplies	276 838	70 262	162 154	12 160
Protective clothing	22 989	14 421	33 252	20 343
Cleaning materials	10 358	42 462	28 227	33 306
Tools for water & electricity	-	5 808 061	5 982 949	83 935
Other	-	-	-	-
Transport	427 178	576 440	750 250	1 203 147
Fuel & lubricants	-	-	-	652 628
Repairs & services	427 178	576 440	750 250	-
Others - Specify	-	-	-	550 519
Utilities	7 244 526	496 266	420 322	4 781 507
Electricity charge	-	-	-	3 079 824
Water & sewerage charge	-	-	-	1 244 962
Telephone & fax charge	-	465 582	398 603	351 817
Postage stamps	-	30 684	21 719	8 126
Courier charge	-	-	-	14 916
Other (e.g internet)	-	-	-	81 862
Utilities (Diesel for Tallismanus)	7 244 526	-	-	-
Maintenance expenses	14 177	20 228	3 282	620 847
Telefax machines	-	-	-	691
Photocopying machines	-	-	-	-
Calculators	-	-	-	-
Microcomputers/computers	-	-	-	24 497
Other	-	-	-	31 233
Water & electricity reticulation	-	-	-	518 647
Operational equipment, machinery & plant	-	-	-	112
Other assets	-	-	-	45 667
Property rental & related charges	14 177	20 228	3 282	38 752

REGIONAL COUNCIL OF OMAHEKE REGION

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH 2008, 2009 AND 2010 (continued)

	2010	2009	2008	2007
	N\$	N\$	N\$	N\$
Other services & expenses	597 981	465 162	700 665	703 536
Training courses	-	-	-	1 710
Symposiums & workshops	143 686	45 501	76 657	47 060
Printing	-	-	-	1 526
Security contracts	58 508	76 612	69 509	34 748
Entertainment - Politicians (Governor/ Councillor)	-	-	-	29 395
Official entertainment	60 209	39 839	86 072	60 271
Commissions, board & committee fees	-	-	-	-
Advertising	17 700	35 469	149 610	33 697
Insurance of assets	120	-	-	-
Other services & expenses	-	-	-	25 772
Professional fees	59 342	30 505	64 978	212 072
Refuse removal	165 365	162 187	164 737	176 123
Bank charges	93 051	75 049	89 101	81 162
Membership fees & subscriptions	-	-	-	69 085
Interest on overdraft	-	6 609	951	-
Motorcard expenses				
- Acc 3405 on budget	-	-	-	528 231
ORC 5% account expenditure	664 519	360 092	467 768	353 246
Subsidies, grants, contributions, etc	-	117 638	173 384	132 723
Nampost Saving Account Expenses	1 050 000			
Furniture & office equipment	1 056 553	684 462	1 052 089	300 931
Chairs	-	-	-	38 223
Desks	-	-	-	86 141
Shelves	-	-	-	37 850
Fax machines	-	-	-	15 690
Computers (Hardware & Software)	-	-	-	96 016
Other	-	-	-	21 480
Pro material	-	-	-	5 531
Vehicles	1 056 553	684 462	1 052 089-	-
Total	24 337 891	19 963 134	22 295 834	19 054 942