



TANZANIA EDUCATION AUTHORITY

ANNUAL REPORT **FOR** FINANCIAL YEAR 2015/2016

NOVEMBER, 2016



About us

Tanzania Education Authority

Tanzania Education Authority (TEA) was established under section 5 (1) of the Education Fund Act No.8 of 2001 to manage the Education Fund. The Fund was established under the same Act with the intention of supplementing the Government's efforts in financing education development in all levels of education in Tanzania Mainland, and financing tertiary levels of education to Tanzania Zanzibar.

Based on section 4 (3) of the Education Fund Act, the monies deposited in the Fund are used to improve Access, Equity and Quality of education in accordance with provisions of the enabling Act.

Tanzania has been facing significant challenges with regard to provision of equitable quality education to all for decades. One of the major challenges has (persistently) been the means to collect sufficient resources for improvement of quality, equity and access to Education. In early 2000s, the Government had, among other programmes and strategies, established the Education Fund (Managed by Tanzania Education Authority -TEA) for the aim of exploring sustainable sources of revenue for improvement of Access, Equity and Quality of education countrywide.

GENERAL INFORMATION

A. The Mandate

Tanzania Education Authority (TEA) was established under section 5 (1) of the Education Fund Act No.8 of 2001 to manage the Education Fund. The Education Fund was established under the same Act with the intention of supplementing the Government's efforts in financing education. According to section 4 (3) of the Act, the Education Fund shall be used for the purposes of improving quality, access and equity of education at all education levels in the Mainland Tanzania and tertiary levels of education in Tanzania Zanzibar.

B. Our Vision

Tanzania Education Authority (TEA) aspires to be a leading strategic financial and material resources interventionist in the education sector.

C. Our Mission

To secure financial and material resources for the Education Fund and efficiently and effectively deploy these resources to support education projects or programmes for the realization of improved access, equity and quality of education

D. Functions

Section 6 of the Education Fund Act of 2001 as amended thereof, provides the principal functions of the Tanzania Education Authority which include:

- a) To provide funds to supplement the provision of education at all levels.
- b) To advise the Government on new sources of revenue for the purpose of ensuring an adequate and stable flow of money into the Fund.
- c) To raise the quality of education and increase access and equity.
- d) To promote education and training according to needs within the framework of overall national socio-economic development plans and policies.
- e) To apply the money deposited into the Fund for the purpose of improvement and promotion of education.
- f) To develop and make a periodic review of the formula for allocation and disbursement of the financial resources of the Authority to different educational

levels except that, at least fifty percent of the financial resources shall be provided to finance basic and secondary education.

- g) To develop and make a periodic review of the resources allocated for facilitation of education to students with disabilities.
- h) To monitor the use of the funds disbursed and ensure adherence to objectives of the Fund other than the funds allocated to other institutions specified under this section.
- i) To apply the monies deposited into the Fund for the purpose of giving effect to the mandate of the Authority (TEA), the Higher Education Students' Loans Board (HESLB), the Tanzania Commission for Universities (TCU) and the National Council for Technical Education (NACTE) pursuant to the formula specified in the Third Schedule, except that, the funds so applied shall relate to the sources specified under section 13 (a) to (c). Provided that the Authority shall consult with the Institutions referred to in this section in the application of the money deposited into the Fund.
- j) To receive gifts, donations, grants or other money on behalf of the Fund. To sponsor and provide facilities for higher learning and to establish a relationship or association with institutions both nationally and internationally.

E. Our Core Values

TEA is committed to exercising team spirit, transparency, objectivity and equitable treatment in offering prompt and quality services to its stakeholders with due integrity, courtesy and professionalism.

F. Our contacts

Tanzania Education Authority

Plot No. 771/1, Mikocheni B, Bima Road

P.o.Box 34578,

Dar es Salaam.

Tel: +255 22 2781165 | +255 22 2781079 | +255 22 2781181

Fax: +255 22 2781086

Email: info@tea.or.tz

G. Our Main Bankers

Bank of Tanzania,
P.o. Box 2939,
Dar es Salaam,
Tel: +255-22-2233000-20
Fax: +255-22-223 4075/8

And;

CRDB Bank Limited, Azikiwe Branch,
P. o. Box 72344 Dar es Salaam, Tanzania Azikiwe Street
Tel: +255 22 22 214556/2124558
Fax: +255 22 22 211660

H. Our Auditors

Controller and Auditor General
National Audit Office
P.O. Box 9080
Dar es Salaam.

LETTER OF TRANSMITTAL

Hon. Prof Joyce Ndalichako (MP),
Minister for Education, Science and Technology
P. O. Box 9121,
Dar es Salaam

RE: SUBMISSION OF TANZANIA EDUCATION AUTHORITY ANNUAL REPORT AND AUDITED ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2016.

Pursuant to section 16(3) of the Education Fund Act No. 8 of 2001, I am honoured to submit the Authority's Annual Report for the Financial Year 2015/2016. The report presents activities accomplished by the Authority and Audited Financial Statements for the year under review.

During the year, the Authority was instrumental in facilitating the Student-Teachers' Enrichment Program (STEP), it also addressed shortage of teachers' houses in hard to reach areas, construction of classrooms and pit latrines in schools with overcrowded pupils/students. Further, the Authority put an emphasis on projects addressing special needs.

It is my expectation that the report provides an insight of the Authority's performance for the year under review and that the information will be useful to our valued stakeholders.

Dr. Naomi B. Katunzi

BOARD CHAIRPERSON



CHAIRPERSON'S STATEMENT

I am pleased to present the Annual Performance Report of Tanzania Education Authority for the Financial Year 2015/2016. As the Chairperson of the Board, I am also happy to report that TEA has continued to work diligently to support the improvement of education in the country. TEA has continued to ensure that its projects contribute to Government's efforts to bring about equitable access to quality education for all.

In the Financial Year 2015/2016, a total of 95 education projects valued at TZS 18,609,000,000 were funded. These projects included provision of Teaching and Learning facilities, provision of desks, construction of classrooms, and learning facilities for students with disabilities. We are confident that these interventions have contributed to lasting improvements in our education sector.

No success however goes without challenges. In the year under review, TEA encountered a two major challenges of inadequate financial resources and a horizontal organization structure, a structure most common in start-ups and small organizations that could no longer suit TEA as it has grown in size and scope. Despite these challenges, TEA continued to ensure that interventions were meaningful, sustainable, relevant and had positive impact to schools, communities served and the country as a whole.

In order to mitigate the challenge of financial resources, in collaboration with the Parent Ministry (Ministry of Education, Science and Technology) TEA continued to pursue the possibility of reviewing the establishing Act to ensure there is a defined source of income, other than Government subvention. It is evident that if reliable sources of income are provided for the Education Fund in the Education Fund Act, TEA will obtain adequate financial resources and be able to make more strategic Interventions that will support Government's efforts in achieving its education policies and strategies.

Dr. Naomi B. Katunzi
CHAIRPERSON OF THE BOARD

STATEMENT OF THE DIRECTOR GENERAL



On behalf of the Management and staff of Tanzania Education Authority, I am pleased to report our performance for the financial year 2015/2016. While we feel proud of our performance, we also thank the Ministry of Education, Science and Technology, and everyone who has contributed to TEA's performance in the year.

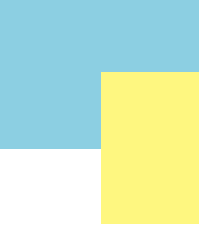
In this year, we have financed various education projects, in form of loans and grants. Our support covered a broad spectrum of educational projects at all levels of education in Tanzania. I thank the Government for its continued support to the Education Fund as it has remained to be our biggest funder in all our undertakings.

During this year, the Fund's revenue was TZS 39,679,912,185 received from various sources as per Section 13 of the Education Fund Act No.8 of 2001. With this fund the Authority was able to run its operations smoothly and allocate funds to needful education projects worth TZS 18,721,140,846 in forms of grants and loans to projects deemed for improvement of equity, quality and access to education in Tanzania.

Also, during the year, various major projects commenced. The Authority addressed the need for rehabilitation and remodelling of National Secondary schools; Teachers' settlements in hard to reach areas; support for special education, support for education infrastructural development (such as construction of girls' dormitories), support for higher education as well as providing Teaching and Learning facilities to needful projects countrywide.

We are also grateful for the support of our voluntary contributors who again in this year came out to support our projects. The Authority is open to receiving contributions from individuals, corporates, local and international companies concerned with the development of the education sector in our country.

I extend my sincere appreciation to the Ministry of Education, Science and Technology and to the President's Office, Regional and Local Government for the cooperation they have extended to TEA in our joint operations especially in coordination and supervision of various joint education programmes, such as the Student Teachers' Enrichment Programme (STEP).



I also wish to thank the Board Members, Management and Staff of Tanzania Education Authority for their untiring commitment and their allegiance to duty that keeps the Authority delivering.

Lastly, I would like to assure our stakeholders of our continued commitment, efforts and dedication to working with them in extending support for improvement of Quality, Access and Equity to Education.

Joel Laurent

DIRECTOR GENERAL

COMPOSITION OF THE BOARD

TEA is governed by the Board comprising of six non-executive members and the Director General who serves as the secretary. The Chairperson of the TEA Board was appointed by his Excellency, the President of the United Republic of Tanzania to serve for a term of three years. The Minister of Education, Science and Technology appointed five other Members to the TEA Board for the same tenure of three years. The Board composition in the FY 2015/16 is as shown in the following Table 1:

Table 1: Composition of the Board

S/N	Name	Position	Qualification	Date of Appointment/ Retired
1.	Dr. Naomi B. Katunzi	Chairperson	PhD in Education & Curriculum Studies	Reappointed on 1 st January 2012
2.	Dr. Charles S. Kimei	Vice Chairperson	PhD in Money & Finance	Reappointed on 1 st January 2012
3.	Prof. Sirel N. Massawe	Member	PhD in Obstetrics & Gynecology	Appointed on 1 st January 2012
4.	Prof. Immanuel K. Bavu	Member	PhD in Political Science & Public Administration	Reappointed on 1 st January 2012
5.	Mr. Vuai K. Juma	Member	Bachelor Degree in Education	Appointed on 1 st January 2012
6.	Mr. Clifford Tandari	Member	Master's Degree in International trade/Master's Degree in Economics	Appointed on 1 st November 2015
7.	Mr. Joel Laurent	Director General	Masters (LLM) in Corporate Law and Finance.	Appointed on 1 st February 2015

Corporate Governance

Governance

Tanzania Education Authority is well managed and its policies and operations are directed, controlled and managed in conformity to duty, responsibility, and accountability. The Board ensures that the Authority complies with governance structures that identify distribution of rights and responsibilities among different participants in the organization.

The Board and its Committees

TEA is governed by a Board comprising of six non-executive Members and one executive Member. The Board is responsible for the performance of the functions and management of the affairs of the Authority. Generally, responsibilities of the Board include considering financial matters, reviewing management performance against budgets and plans, Investment decisions, Risk Management and Internal controls.

The Board is required, by virtue of section 7(5), (6) and (7) of the Education Fund Act 8 of 2001, to establish two permanent committees, the Revenue and Award Committees for the purpose of fulfilling its oversight responsibilities. The Board, established two more Committees namely, the Executive and Audit Committees.

The Authority's operations are directed, controlled and managed in conformity with good corporate Governance principles. To discharge the obligation contained in the first schedule of the Education Fund Act No. 8 of 2001, the Board held meetings as follows:-

- (i) 4 Ordinary Board Meetings.
- (ii) 4 Extra Ordinary Board Meetings.
- (iii) 4 Executive Committee Meetings.
- (iv) 4 Revenue Committee Meetings.
- (v) 4 Award Committee Meetings.
- (vi) 4 Audit Committee Meetings.

These meetings deliberated on matters relating to the control and performance of the Authority. Members of the Committees of the Board as of 30th June, 2016 were as follows:

a) **REVENUE COMMITTEE**

Name	Position
Prof. Immanuel K. Bavu	Chairperson
Dr. Charles S. Kimei	Member
Mr. Clifford Tandari	Member
Mr. Joel Laurent	Secretary

b) **AWARD COMMITTEE**

Name	Position
Prof. Sirel N. Massawe	Chairperson
Dr. Naomi B. Katunzi	Member
Mr. Clifford Tandari	Member
Mr. Joel Laurent	Secretary

c) **EXECUTIVE COMMITTEE**



Name	Position
Dr. Naomi B. Katunzi	Chairperson
Mr. Vuai K. Juma	Member
Prof. Sirel N. Massawe	Member
Mr. Joel Laurent	Secretary

d) **AUDIT COMMITTEE**


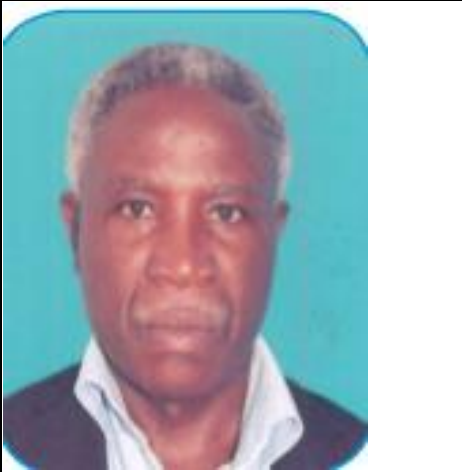
Name	Position
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Dr. Charles Kimei	Chairperson
Prof. Immanuel K. Bavu	Member
Mr. Vuai K. Juma	Member
Mr. Simon Sayore	Co-opted Member
Mr. Joel Laurent	Secretary

TEA MANAGEMENT TEAM

 <p>Joel Laurent</p>	<p>Director General</p>	<p>Is the Chief Executive Officer and Accounting Officer. He is responsible to the Board for developing and carrying out corporate policies, programmes and daily functions of managing the affairs of the Authority.</p> <p>Email: jlaurent@tea.or.tz</p>
 <p>Mr. Moshy Juma</p>	<p>Ag. Director Finance & Administration</p>	<p>Provides administrative and common services support to all Departments and the Director General. Participates in formulation of annual budgets and ensures proper budgetary execution. Responsible for preparation of generation of Management and financial reports monthly, quarterly, half yearly and annually. Formulates policies and guidelines for Human Resources and Administration.</p> <p>Email: jmoshy@tea.or.tz</p>

 <p>Mrs. Anna Magalla</p>	<p>Ag. Director Allocation of Funds</p>	<p>Overseeing all activities pertaining to educational projects and programmes funding. Email: amagalla@tea.or.tz</p>
 <p>Mr. Julius Rugemalira</p>	<p>Manager- Planning and Investment</p>	<p>Responsible for coordinating corporate strategic planning processes and advising on other sources of funds including investments. Email: jrugemalira@tea.or.tz</p>
 <p>Mrs. Wendo O. Chiduo</p>	<p>Monitoring and Evaluation Manager</p>	<p>Responsible for preparation and management of a Performance Monitoring Plan (PMP) and an M&E System. The system involves identification of key performance indicators, and conducting project evaluation and impact assessment of projects and programmes. Email: wchiduo@tea.or.tz</p>

 <p>Emmanuel Shirima</p>	<p>Ag. Information Technology Unit Manager</p>	<p>Managing all ICT related activities of the Authority, including supporting the operations, systems and processes of the Authority through integrated management system. Email: eshirima@tea.or.tz</p>
 <p>Mrs Sylvia Lupembe Gunze</p>	<p>Information Education and Communication Manager</p>	<p>Responsible for managing information dissemination process and public awareness. She is also responsible for providing advisory services pertaining to public relations and promoting transparency. Email: slupembe@tea.or.tz</p>
	<p>Procurement Management Manager</p>	<p>Responsible for managing all procurement processes and activities of the Authority Email: fmbeyella@tea.or.tz.</p>

Mr. Freddy Mbeyella		
 <p data-bbox="264 748 504 775">CPA. Richard Mazinge</p>	Chief Internal Auditor	Responsible for managing all internal Audit processes. Also to ensure compliance to the financial standards and best practices for the Authority

PERFORMANCE OVERVIEW FOR FINANCIAL YEAR 2015/16

Annual Approved Income for FY 2015/16

During the year under review, a total of TZS 57,586,375,772.00 was approved as income for the Fund. This amount was to be received from Government Subvention OC, Government Subvention PE, Government Subvention Development and own sources.

However, the actual income received during the period was TZS 36,513,825,268 This is 63% of the budgeted amount. Less receipt of Development funds contributed largely to this variance. Details of the budgeted revenue against actual revenue received for each funding source is as shown in the following Table 2.

Table 2: Annual Approved Revenue Vs Actual Collection FY 2015/2016

PARTICULARS	ANNUAL APPROVED BUDGET 2015/2016 TZS	ACTUAL INCOME 2015/2016 TZS	VARIANCE TZS
(A) Income from Government			
Government Subvention OC	412,255,740	87,310,342	324,945,398
Government Subvention PE	1,776,800,100	771,355,113	1,005,444,987
Government Subvention Development	51,000,000,000	32,391,000,000	18,609,000,000
Sub Total	53,189,055,840	33,249,665,455	19,939,390,385
(B) Income from internal source			
Donations	1,456,000,000	4,560,000	1,451,440,000
Interest from Loans Advanced	82,568,570	39,926,392	42,642,178
Endowment Scheme	302,400,000	-	302,400,000
Dividend Income/Sale of Shares	20,000,000	1,671,098	18,328,902
Other Income	10,250,000	463,675,362	(453,425,362)

PARTICULARS	ANNUAL APPROVED BUDGET 2015/2016 TZS	ACTUAL INCOME 2015/2016 TZS	VARIANCE TZS
Interest Income	1,500,000,000	2,113,375,689	(613,375,689)
Revolving Fund	1,026,101,362	640,951,272	385,150,090
Sub Total Own Sources	4,397,319,932	3,264,159,813	1,133,160,119
Total Income	57,586,375,772	36,513,825,268	21,072,550,504

Annual Approved Expenditure for FY 2015/16

During the year under review, a total of TZS 57,586,375,772 was approved as expenditure for the Fund. Being TZS 6,287,127,416 for recurrent expenditure and TZS 50,851,250,000 for development expenditure. However, actual expenditure was TZS 35,635,016,585.

Overview of projects implementation in FY 2015/2016

(i) Program for Rehabilitation and Remodelling of National Secondary Schools

In the FY 2015/2016 the Authority embarked on rehabilitation of National Secondary Schools, in a program spearheaded by the Ministry of Education Science and Technology. In this year, the Authority implemented rehabilitation of 10 national secondary schools namely; Ilboru Secondary School, Same Secondary School, Mwenge Secondary School, Msalato Secondary School, Nganza Secondary School, Pugu Secondary School, Kilakala Secondary School, Mzumbe Secondary School, Tabora Boys Secondary School and Tabora Girls Secondary School.

Most of national secondary schools are old, and were constructed prior or during the National independence era. Based on the magnitude of deteriorations and dilapidation of infrastructures in these national secondary schools, the program is

expected to be funded gradually in different phases, and to be implemented in more than one financial year.

(ii) Program for Construction of Teachers' Houses in Hard to Reach Areas

In the FY 2015/2016 the Authority addressed the problem of teachers' settlements, especially in areas which are hard to reach, or where settlement services for teachers is evidently scarce. TEA allocated a total of TZS 5.6 Billion for the construction of 40 teachers' houses.

Based on the fact that these houses would serve civil servants, TEA contracted Watumishi Housing Company to undertake the construction. The list of schools and locations where the project of construction of teachers' houses was implemented is outlined in the following Table 3.

Table 3: Construction of Teachers' Houses in Hard to Reach Areas

	PROJECT	COUNCIL	REGION
1	Mvuti Secondary School	Ilala	Dar es Salaam
2	Mjawa Secondary School	Kibiti	Pwani
3	Msata Secondary School	Chalinze	Pwani
4	Iyogwe Secondary School	Gairo	Morogoro
5	Mikangaula Secondary School	Nanyumbu	Mtwara
6	Likokona Secondary School	Nanyumbu	Mtwara
7	Duga Secondary School	Mkinga	Tanga
8	Ndoleleji Secondary School	Itilima	Simiyu
9	Isanzu Secondary School	Mkalama	Singida
10	Uleling'ombe Secondary School	Kilosa	Morogoro
11	Kinamapula Secondary School	Ushetu	Shinyanga
12	Luegu Secondary School	Namtumbo	Ruvuma
13	Kandawale Secondary School	Kilwa	Lindi
14	Kiangara Secondary School	Liwale	Lindi
15	Mihambwe Secondary School	Tandahimba	Mtwara
16	Sakami Secondary School	Kondoa	Dodoma
17	Micheni Secondary School	Mafia	Pwani
18	Itebula Secondary School	Uvinza	Kigoma
19	Eng'eno Secondary School	Simanjiro	Manyara

	PROJECT	COUNCIL	REGION
20	Lesoit Secondary School	Kiteto	Manyara
21	Leiboriret Secondary School	Simanjiro	Manyara
22	YaedaAmpa Secondary School	Mbulu	Manyara
23	Nyaluhande Secondary School	Busega	Simiyu
24	Mwasamba Secondary School	Busega	Simiyu
25	Nyasato Secondary School	Mbongwe	Geita
26	Shishani Secondary School	Magu	Mwanza
27	Manda Secondary School	Ludewa	Njombe
28	Nduruma Secondary School	Ukerewe	Mwanza
29	Kisaka Secondary School	Serengeti	Mara
30	Nyambureti Secondary School	Serengeti	Mara
31	Vumari Secondary School	Same	Kilimanjaro
32	Kapalala Secondary School	Chunya	Mbeya
33	Usunga Secondary School	Sikonge	Tabora
34	Kasanga Secondary School	Kalambo	Rukwa
35	Inyonga Secondary School	Mlele	Katavi
36	Uhambingeto Secondary School	Kilolo	Iringa
37	Arash Secondary School	Ngorongoro	Arusha
38	Kakunyu Secondary School	Misenyi	Kagera
39	Nemba Secondary School	Biharamulo	Kagera
40	Oldonyolengai Secondary School	Monduli	Arusha

(iii) Support for Students with Special Needs

Supporting education projects for students with special needs is one of TEA's priority area that recurs in every year of its education support. This is an area where TEA works towards ensuring equity in accessing education despite of one's disability. In the Financial year 2015/2016, TEA allocated a total of TZS 713,296,070/= to finance 12 projects ranging from infrastructural development to provision of Teaching and Learning facilities for students with special needs.

The following Table 4 indicates projects supported, the location of the projects and the amount of funds allocated.

Table 4: Support for Students with Special Needs

	PROJECT	COUNCIL & REGION	AMOUNT ALLOCATED TZS.
1	Nansio Primary school - Provision of teaching and learning materials for Visual Impairment, Intellectual Impairment and hearing Impairment for 23 students.	Ukerewe DC - Mwanza	15,000,000
2	Patrick Winter Primary school - Provision of teaching and learning materials for Visual Impairment, Intellectual Impairment and hearing Impairment.	Babati DC - Manyara	10,200,000
3	Balagdalalu Secondary school - Provision of teaching and learning materials for Hearing Impairment for 13 female deaf students.	Hanang DC - Manyara	12,000,000
4	Jangwani Girls Secondary School -Support for Special Education infrastructure, renovation of electrical system and ICT facilities.	Ilala MC- Dar es Salaam	130,454,620
5	Rugambwa Girls Secondary School - Support for construction of Special Education infrastructure and purchase of mobility devices, teaching and learning materials	Bukoba MC - Kagera	129,728,000
6	Bwiru Boys Secondary school -Provision of teaching and learning materials for Hearing Impairment and physical disability: i. 18 Deaf students. ii. 30 Physical disabled students.	Ilemela MC - Mwanza	57,246,000
7	Malangali Secondary school -Provision of teaching and learning materials for Hearing Impairment 17 male deaf students.	Mufindi- Iringa	8,500,000
8	TangaUfundi Secondary school -Provision of teaching and learning materials for Hearing & Visual Impairment with Albinism for: i. 29 Deaf ii. 37 Visual impaired & students with Albinism	Tanga MC - Tanga	134,050,000

	PROJECT	COUNCIL & REGION	AMOUNT ALLOCATED TZS.
9	Songea Boys secondary school -Support for Special Education infrastructure and mobility devices.	Songea MC-Ruvuma	42,800,000
10	Ilboru Boys secondary school -Support for Special Education infrastructure and mobility devices.	Arusha DC-Arusha	37,940,000
11	Patandi Teachers College-Grant for procurement of teaching and learning facilities for visual impairment.	Arumeru DC - Arusha	72,741,450
12	Mpwapwa Teachers College - Support for purchase of teaching and learning materials for Visual impaired teachers training	Mpwapwa DC - Dodoma	62,636,000
	TOTAL		713,296,070

(i) Program for Construction of Girls' Dormitories

The construction of girls' dormitories is one of TEA's thematic areas for increasing equitable access to education for all students regardless of their gender. Most of the schools are located in longer distances from areas of community residence, making it challenging for female students especially those who have reached a puberty stage to escape pregnancies and early (forced) marriages. In the year under review, TEA allocated TZS 1,643,096,535.5 for construction of girls' dormitories in areas with greater needs.

The funds were allocated to construct dormitories in the following schools; Muyenzi Secondary school, Kasange Secondary school, Mkula Secondary school, Kamagi Secondary school, Inyonga Secondary school, Lulumba Secondary school, Kibakwe Secondary school, Endasak Secondary school, and Kilumba Secondary school.

(ii) Strategic interventions

In the FY 2015/16, TEA also supported a number of projects deemed as strategic interventions. These projects enable education institutions to overcome obstacles or challenges that hinder offering quality education in a long run. In the FY 2015/16 TEA allocated TZS 10,290,000,265/= in the form of grants to 15 education institutions and the Ministry of Education Science and Technology.

The following Table 5 indicates supported institutions, the amount and the nature of the supported projects.

Table 5: Strategic Interventions in various Education Institutions

	PROJECT	COUNCIL/ REGION	TYPE OF PROJECT	AMOUNT ALLOCATED TZS.
1	Mwl Julius K. Nyerere University of Science & Technology (MJNUST) Butiama	Butiama DC- Mara	Grant for Development of curricula and Purchase of ICT facilities and office furniture.	133,910,000
2	Chang'ombe Demonstration Secondary School	Temeke MC- Dar es Salaam	Purchase of Laboratory Equipment and Apparatus	71,978,500
3	Farkwa Secondary school	Chemba DC- Dodoa	Grant for drilling of boreholes and construction of water supply project.	119,426,000
4	Msakwalo Secondary school	Chemba DC- Dodoma	Grant for drilling of boreholes and construction of water supply project.	136,844,000
5	University of Dodoma (UDOM)	Dodoma (MC) - Dodoma	Grant for Purchase of Laboratory Equipment & ICT facilities.	380,590,848

	PROJECT	COUNCIL/ REGION	TYPE OF PROJECT	AMOUNT ALLOCATED TZS.
6	Marian University College	Bagamoyo DC - Pwani	Grant for Purchase of Laboratory Equipment for training of science teachers.	119,172,000
7	Mzumbe University	Mvomero DC - Morogoro	Grant for purchase of teaching and learning materials and infrastructure for Science Engineering programmes.	188,248,000
8	University of Dar es salaam (UDSM)	Ubungo MC - Dar es Salaam	Construction of wall fence to the UDSM Hostels along Sam Nujoma Road	496,646,868
9	Tanzania Institute of Education (TIE)	Kinondoni MC - Dar es Salaam	Loan for Printing Facilities and Printing of Textbooks for Basic Education	3,000,000,000
10	Bagamoyo Secondary School	Bagamoyo DC - Pwani	Construction of girls' dormitory wall fencing.	200,000,000
11	Azania Boys Secondary school	Ilala MC - Dar es Salaam	Rehabilitation of toilets and sewerage system for dormitories, classrooms and Headmaster's house.	111,000,000
12	National Examination Council of Tanzania (NECTA)	Kinondoni-Dar es Salaam	Grant for purchase of Auto Polly Packing and Wrapping Machine	3,011,764,750
13	Tanzania Library Services Board (TLSB)	Mbeya and Mtwara	Grant for rehabilitation of Mtwara and Mbeya Regional Libraries	250,000,000

	PROJECT	COUNCIL/ REGION	TYPE OF PROJECT	AMOUNT ALLOCATED TZS.
14	Sokoine University of Agriculture (SUA)	Morogoro MC –Morogoro	i. Grant for Rehabilitation of 2 Teaching halls: 200,000,000 ii. Construction of 6 stand-alone Toilets: 156,000,000 iii. Purchasing & fixing of chairs and Tables for 250 students: 93,000,000	449,000,000
15	Ministry of Education Science and Technology	Ministry of Education, Science and Technology (MoEST)	Grant to conduct Inspection to Primary and Secondary Schools Quality Assurance.	1,598,899,299
16	Dar es salaam Institute of Technology (DIT)	Ilala MC - Dar es Salaam	Grant to support Female Science Pre-entry course for 40 female students	22,520,000
			TOTAL	10,290,000,265

(iii) Education Support through Loans

Issuing concessional loans to Education institutions is one of the methods that Tanzania Education Authority has been using in supporting education development in Tanzania. It is expected that loaned institutions use the loans to finance priority education projects that increase equity, access and quality of education. The loans are refunded to TEA in an agreed period. In the FY 2015/16 TEA allocated TZS 3,962,722,260/= to eight education institutions in order to finance a number of education projects as indicated in the following Table 6:

Table 6: Concessional Loans to Education institutions

	PROJECT	AMOUNT ALLOCATED (TZS)
1	Bethel Mission Primary School Kinondoni Dar es salaam - Loan for Construction of 6 classrooms	157,795,000
2	Local Government Training Institute, Hombolo, Dodoma - Loan for Construction of Girls Hostel	303,200,000
3	Mwenge Catholic University Moshi Kilimanjaro - Loan for Construction of Girls Hostel	500,000,000
4	Arusha Technical College - Loan for Construction of Girls Hostel	500,000,000
5	Mzumbe University Morogoro. -Loan for construction of Lecture Theatre at Mbeya Campus	1,200,000,000
6	Ardhi University, Dar es salaam - Loan for completion of lecture theatre storey building.	601,732,260
7	Dar es salaam University College of Education (DUCE) - Loan for Construction of DUCE Research Flats	500,000,000
8	Institute of Adult Education (IAE), Dar es salaam - Loan for construction of lecture halls and offices at in IAE-WAMO Morogoro campus	200,000,000
	TOTAL	3,962,727,260

AUDIT REPORT ON THE FINANCIAL STATEMENTS

**To: Chairperson of the Board,
Tanzania Education Authority,
P.O. Box 34578,
DAR ES SALAAM.**

RE: REPORT OF THE CONTROLLER AND AUDITOR GENERAL ON THE FINANCIAL STATEMENTS OF TANZANIA EDUCATION AUTHORITY FOR THE YEAR ENDED 30TH JUNE, 2016

Introduction

I have audited the Financial Statements of the Tanzania Education Authority which comprise of the Statement of Financial Position, Statement of Financial Performance, Statement of Changes in Net Assets, Statement of cash flows for the year then ended and Notes to the Financial Statements for the year ended 30th June, 2016 as shown from pages 19 to 42 of this report.

Board Responsibilities for the financial statements

Board of TEA is responsible for the preparation and fair presentation of these Financial Statements in accordance with the International Public Sector Accounting Standards, (IPSAS) and for such internal controls as the Board determines are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error as per the Statement of Board's responsibility on the Financial Statements enclosed in this report.

Responsibilities of the Controller and Auditor General

My responsibilities as an auditor is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with International Standards of Supreme Audit Institutions (ISSAI) and such other procedures I considered necessary in the circumstances. These standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial

statements, whether due to fraud or error. In making those risk assessments, I considered the internal control relevant to Tanzania Education Authority preparation and fair presentation of the financial statements 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 TEA internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

In addition, Sect. 10 (2) of the Public Audit Act, No. 11 of 2008 requires me to satisfy myself that the accounts have been prepared in accordance with the appropriate accounting standards and that reasonable precautions have been taken to safeguard the collection of revenue, receipt, custody, disposal, issue and proper use of public property, and that the law, directions and instructions applicable thereto have been duly observed and expenditures of public monies have been properly authorized.

Further, Sect 48(3) of the Public Procurement Act, (No.7) of 2011 and para 269 (1) of the Public Procurement Regulations 2013 require me to state in my annual audit report whether or not the auditee has complied with the provisions of the Law and its Regulations.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Unqualified opinion

In my opinion, the Financial Statements present fairly, in all material respects the financial position of Tanzania Education Authority as at 30th June 2016, and of its financial performance and its cash flows for the year then ended in accordance with the International Public Sector Accounting Standards (IPSAS).

Report on Other Legal and Regulatory Requirements

Compliance with Procurement Legislation

In view of my responsibility on the procurement legislation, and taking into consideration the procurement transactions I have reviewed as part of this audit, I state that Tanzania Education Authority has generally complied with the requirements of the Public Procurement Act, (No.7) of 2011 and its underlying Regulations 2013.

.....
Prof. Mussa J. Assad
CONTROLLER AND AUDITOR GENERAL

National Audit Office,
Dar es Salaam, Tanzania
2nd February, 2017

TANZANIA EDUCATION AUTHORITY

STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE, 2016

ASSETS EMPLOYED

CURRENT ASSETS

	NOTE	30.06.2016	30.06.2015
		TZS	TZS
Cash and Cash Equivalents	2	17,047,511,773	16,747,213,844
Loans Receivable Due	3	2,187,742,650	1,291,365,429
Other Advances & Prepayments	4	1,853,908,136	1,574,284,912
Accrued Income	5	=	6,123,000,000
Held to Maturity Investments	7	<u>20,650,292,629</u>	<u>3,512,760,359</u>
Total Current Assets		<u>41,739,455,188</u>	<u>29,248,624,544</u>

NON-CURRENT ASSETS

Property, Plant and Equipments	6	1,246,569,033	2,814,077,192
Intangible Assets	8	160,000,000	240,000,000
Loans and Receivables Not Due	10	2,101,161,306	1,710,088,443
Investment in Shares	11	<u>3,906,845,769</u>	<u>1,696,936,592</u>
Total Non-Current Assets		<u>7,414,576,108</u>	<u>6,461,102,227</u>

TOTAL ASSETS 49,154,031,296 35,709,726,771

FINANCED BY:

EQUITY

Capital Fund	12	1,283,574,727	1,073,665,550
Deferred Capital Grant	13	85,505,893	1,598,000,000
Accumulated Surplus	14	18,550,223,173	17,671,414,490
Revaluation Reserve		<u>706,844,604</u>	<u>706,844,604</u>
Total Equity		<u>20,626,148,397</u>	<u>21,049,924,644</u>

LIABILITIES

Accrued Expenses Payable	15	<u>28,527,882,899</u>	<u>14,659,802,127</u>
Total Liabilities		<u>28,527,882,899</u>	<u>14,659,802,127</u>
TOTAL EQUITY AND LIABILITIES		<u>49,154,031,296</u>	<u>35,709,726,771</u>

NOTES 1 TO 28 FORM PART OF THE FINANCIAL STATEMENTS

.....
CHAIRPERSON OF THE BOARD	DATE	ACTING DIRECTOR GENERAL

TANZANIA EDUCATION AUTHORITY
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30TH JUNE, 2016

INCOME	NOTE	30.06.2016	30.06.2015
		TZS	TZS
Government Subvention OC & PE	16	858,665,455	1,013,983,120
Government Subvention Development (Education Investment Levy)	17	32,391,000,000	32,273,700,000
Donations		4,560,000	334,379,344
Interest from Loans Advanced		39,926,392	317,612,713
Income from Endowment Fund		-	105,120,000
Interest Income		2,113,375,689	877,878,062
Grants Written Off		640,951,272	-
Dividend Income		1,677,098	1,677,098
Other Income		<u>463,675,362</u>	<u>66,039,906</u>
		<u>36,513,825,268</u>	<u>34,990,390,243</u>
LESS EXPENDITURE			
Fund Assisted Educational Projects	18	31,628,837,047	27,733,223,874
Staff Cost	19A	2,044,738,768	1,837,229,695
Office Expenses	19B	385,988,654	418,940,635
Board Expenses	19C	218,516,885	262,944,072
Audit Fee and Expenses	19D	129,957,765	118,989,240
Administration Expenses	19E	1,008,838,820	1,663,113,889
Depreciation and Amortization Expenses	19F	197,957,275	10,532,827
Finance Cost	19G	<u>20,181,371</u>	<u>19,492,040</u>
TOTAL EXPENDITURE		<u>35,635,016,585</u>	<u>32,034,466,272</u>
Surplus/(Deficit) for the Year		878,808,683	2,955,923,971

Accumulated Surplus/(Deficit) Brought
Forward

17,671,414,490

14,715,490,519

**ACCUMULATED SURPLUS CARRIED
FORWARD**

18,550,223,173

17,671,414,490

NOTES 1 TO 28 FORM PART OF THE FINANCIAL STATEMENTS

.....
CHAIRPERSON OF THE BOARD

.....
.....
DATE

.....
DIRECTOR GENERAL

TANZANIA EDUCATION AUTHORITY
CASH FLOWS STATEMENT FOR THE YEAR ENDED 30TH JUNE, 2016

PARTICULARS	30.06.2016	30.06.2015
CASH FLOWS FROM OPERATING ACTIVITIES	TZS	TZS
Receipts		
Government Subvention OC	87,310,342	128,758,876
Government Subvention PE	287,024,015	425,309,608
Government Subvention Development	38,514,000,000	31,150,700,000
Donations	4,560,000	35,650,000
Interest from Loans Advanced	-	317,612,713
Income from Endowment Fund	-	105,120,000
Interest Income	323,342,466	529,067,483
Other Income	<u>463,675,362</u>	<u>66,039,906</u>
Total Receipts	39,679,912,185	32,758,258,586
Payments		
Fund Assisted Educational Projects	(18,721,140,846)	(14,768,843,548)
Grants Disbursed	(664,911,978)	(124,954,552)
Staff Costs	(2,044,738,768)	(1,837,229,695)
Office Expenses	(385,988,654)	(151,640,635)
Board Expenses	(218,516,885)	(262,944,072)
Audit Expenses	(92,323,040)	(65,189,200)
Administration Expenses	(1,009,181,286)	(786,898,779)
Payment for Investment in Call Account	(11,137,532,269)	(6,000,000,000)

PARTICULARS	30.06.2016	30.06.2015
Finance Cost	<u>(20,181,371)</u>	<u>(19,492,040)</u>
Total payments	(34,294,515,097)	(24,017,192,521)
NET CASH FLOW FROM OPERATING ACTIVITIES	5,385,397,088	8,741,066,065
CASH FLOWS FROM INVESTING ACTIVITIES		
Loans Repayments Received	665,630,179	424,079,973
Loans Disbursements Paid	(2,020,877,824)	(69,963,700)
Purchase of Assets	(62,943,223)	(31,602,592)
Advance – Acquisition of Assets	(1,456,999,113)	-
Increase/ Decrease of Investments in Money Market	-	6,000,000,0000
Increase/ Decrease of Investments in Treasury Bills	(2,209,909,177)	1,000,000,000
Net Cash Flows From Investing Activities	(5,085,099,158)	7,322,513,681
CASH FLOW FROM FINANCING ACTIVITIES		
Increase/ Decrease of Financing Activities	-	-
NET CASH FLOW FROM FINANCING ACTIVITIES	-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	300,297,930	16,063,579,746
Cash and cash equivalent at beginning of the year	<u>16,747,213,844</u>	<u>683,634,098</u>
Cash and Cash Equivalents at the end of the year	<u>17,047,511,773</u>	<u>16,747,213,884</u>

NOTES 1 TO 28 FORM PART OF THE
FINANCIAL STATEMENTS

.....

CHAIRPERSON OF THE BOARD

.....

DATE

.....

DIRECTOR GENERAL

TANZANIA EDUCATION AUTHORITY

STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR
ENDED 30TH JUNE, 2016

PARTICULARS	CAPITAL FUND	DEFERRED CAPITAL GRANT	ACCUMULATED SURPLUS	REVALUATION SURPLUS	TOTAL
	TZS	TZS	TZS	TZS	TZS
Balance as at 1 st July 2015	1,073,665,550	1,598,000,000	17,671,414,490	706,844,604	21,049,924,644
Surplus/ (Deficit) for the year ended 30.06.2016			878,808,683		878,808,684
Adjustment		(1,512,494,107)			(1,512,494,107)
Capital Gains from Investments (DSE)	209,909,176				209,909,176
Sub Total	1,283,574,727	85,505,893	18,550,223,173	706,844,604	20,626,148,397
Balance as at 30th June 2016	1,283,574,727	85,505,893	18,550,223,173	706,844,604	20,626,148,397

NOTES 1 TO 28 FORM PART OF THE FINANCIAL STATEMENTS

.....
CHAIRPERSON OF THE BOARD

.....
DATE

.....
DIRECTOR GENERAL

TANZANIA EDUCATION AUTHORITY

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL EXPENDITURE

EXPENDITURES	Budget	Actual	Variance	% Change	Remarks
Staff Costs	2015/2016	2015/2016			
Salaries and Wages	1,037,296,000	1,028,674,188	-8,621,812	-1%	
Consolidated Allowances	781,633,760	732,315,968	-49,317,792	-6%	
Employers Pension Contribution	150,000,000	107,779,350	-42,220,650	-39%	Resulting from increase of salaries
Travel on Leave	96,033,760	111,650,573	15,616,813	16%	Leave arrears
Staff Welfare	102,530,000	39,049,234	-63,480,766	62%	Reduced spending
Medical Expenses	15,000,000	25,269,456	10,269,456	68%	Increased cost of Medical Expenses
Office Expenses					
Telephone	84,000,000	65,117,763	-18,882,237	-29%	Economical use of the facility
Office Rent	249,448,148	231,665,790	-17,782,358	-8%	
Postage and Telegrams	4,000,000	3,488,062	-511,938	-15%	Economical use of the facility

Printing and Publications	18,760,000	22,122,640	3,362,640	15%	Increased costs of printing
Stationery and Office Supplies	33,200,000	35,592,774	2,392,774	7%	
Newspapers & Periodicals	26,400,000	11,294,000	-15,106,000	-134%	No periodicals printed
Office Cleaning	11,934,000	16,707,625	4,773,625	29%	Increased costs of materials
Board and Audit Expenses					
Board Meeting Expenses	240,550,000	218,516,885	-22,033,115	-10%	
External Audit Fees & Expenses	84,344,000	112,896,240	28,552,240	25%	Mainly caused by the scope increase and field visits
Internal Audit & Investigations Expenses	53,036,800	17,061,525	-35,975,275	-211%	Fewer projects were audited
Administrative Expenses					
Staff Recruitment and Repatriation	19,000,000	9,310,000	-9,690,000	-104%	Recruitment through POPSM
Travel Local	78,280,000	70,136,421	-8,143,579	-12%	Economical use of the Motor vehicle
Foreign Travelling	55,000,000	12,047,072	-42,952,928	-357%	Reduced foreign travelling

Administrative Expenses	109,099,600	23,302,246	-85,797,354	-368%	Rescheduling resulted in less expenditure
Staff Training Expenses	403,560,000	157,950,680	-245,609,320	-155%	Reduced foreign training
Seminars	62,520,000	35,955,180	-26,564,820	-74%	Use of public institutions
Electricity	51,600,000	418,956,000	367,356,000	88%	Economical power cut
Consultancy	12,000,000	1,905,525	-10,094,475	-530%	Use of own expertise
Public Relations	75,670,000	1,590,000	-74,080,000	-4659%	Use of website and internet
Advertisement Expenses	39,400,000	18,665,065	-20,734,935	-111%	Use of Press Conferences
Motor Vehicles Running costs	102,000,000	85,121,941	-16,878,059	-20%	Economical use of the Motor vehicle
Motor Vehicles Insurance	12,000,000	18,615,715	6,615,715	36%	Increased Premium Rates
System Development and maintenance	80,000,000	48,825,044	-31,174,956	-64%	Fewer activities
Tender Board Meeting	26,300,000	32,357,700	6,057,700	23%	Increase in tenders for construction
Withholding Tax on Income from Investment	0	246,076,750	246,076,750	100%	Amount not budgeted
Donations	25,000,000	20,600,000	-4,400,000	-21%	Reduced donations activity

Fund Raising	118,760,000	4,636,832	-114,123,168	-2461%	Rescheduled Fund Raising Events
Legal Expenses	22,000,000	10,725,000	-11,275,000	-105%	No major legal disputes
Security Expenses	20,400,000	27,089,749	6,689,749	25%	Extra guards for Milkocheni flats
Repair and Maintenance- motor Vehicles	144,000,000	118,315,679	-25,684,321	-22%	Economical use of the Motor vehicle
Repair and Maintenance- Plant & Machinery	12,400,000	0	-12,400,000	-100%	No repair needs raised during the year
Repair and Maintenance – Computer Hardware	25,000,000	20,141,820	-4,858,180	-24%	Economical use of the computers and preventive measure
Bank Charges	19,000,000	20,181,371	-1,181,371	-2.59%	-

NOTE: Any variance which exceeds 10% had to be explained.

Negative variance represents under expenditure while positive variance represents over expenditure.

TANZANIA EDUCATION AUTHORITY

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED

30TH JUNE, 2016

NOTE 1: ACCOUNTING POLICIES

1.1 Basis of Preparation of the Financial Statements

The Financial Statements have been prepared under the historical cost convention in Tanzania Shillings with modifications where considered necessary to incorporate revaluation adjustments on property, plant and equipment. The Financial Statements have been prepared in accordance with International Public Sector Accounting Standards.

The accounting policies have been consistently applied in these financial statements.

1.1.1 The Tanzania Education Authority adopted the following Fundamental Accounting Concepts: -

- Going Concern Concept
- Accrual Basis of Accounting
- Matching Principle of Accounting

1.1.2 The Accounting Policies as detailed in the financial statements were developed taking into account the following criteria: -

- Prudence
- Substance Over Form
- Relevance and Materiality

1.2 Summary of Significant Accounting Policies for the Year ended 30th June, 2016

1.2.1 Property, Plant and Equipment

Property, Plant and Equipment are initially recorded at cost and later modified whenever revaluation is undertaken in order to incorporate the revaluation adjustments in the accounts.

1.2.2 Cost comprises of expenditure that is directly attributable to the acquisition (purchase or construction) of the item. Subsequent costs are included in the asset's carrying amount, only when it is probable that the future economic benefits associated with the use of the asset

TANZANIA EDUCATION AUTHORITY

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED

30TH JUNE, 2016

Will flow to the Authority and the cost of an item can be measured reliably.

1.2.3 Depreciation of Assets

Depreciation is charged on assets from the date when they are ready for use and stop on the date when the asset is derecognized by the Authority. Assets that are subject to depreciation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Gain and losses on disposal are determined by comparing the disposal proceeds with the carrying amount and the resulting difference credited/charged to Statement of Comprehensive Income account.

Depreciation expense on Property, Plant and Equipment and amortization of intangible assets have all been charged on a straight-line method using approved depreciation rates as shown hereunder.

• Motor Vehicles	25%
• Plant and Equipment	12.5%
• Furniture and fittings	10%
• IT Hardware	33.3%
• Office Machines	12.5%

1.2.4 Amortization of Intangible Assets (IT-Software)

Intangible Assets which comprise of IT Software are amortized over a period of 3 years at a rate of 33.3% per annum.

1.2.5 Investments

Tanzania Education Authority classifies its investments in the following categories: Loans, Receivables, and Held to Maturity. The classification depends on the purpose for which the investments were acquired.

1.2.5.1 Loans and Receivables

Loans and Receivables are non-derivative financial assets with fixed or determinable payments and are not quoted in the active market and with no intention of being traded in the financial markets. They are included in current assets category except for those of maturities greater than twelve months after Statement of Financial Position date. These are classified as non-current assets. Loans and Receivables are included in non-current assets category in the 2015/2016 Statement of Financial Position.

1.2.5.2 Held to Maturity Investments (Fixed Deposits & Treasury Bonds)

Held to Maturity Investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that Tanzania Education Authority Management has the ability and positive intention to hold to maturity. Those Investments maturing from less than twelve months have been classified under current assets.

1.2.5.3 Non-Current Assets (Intangible Assets)

Acquired Computer Software and web development costs are capitalized on the basis of the costs incurred to acquire and bring to use the specific assets.

Amortization expense for intangible assets has been computed at a rate of 33.3% for IT Software.

1.2.5.4 Cash and Cash Equivalents

Cash comprises of cash in hand and demand deposits with banks. Cash Equivalents comprises of investments in money market instruments (fixed deposits) with maturity periods of not greater than twelve months.

1.2.5.5 Loans and Receivables

Loans Receivables Due and Other Receivables are classified under Current Assets, except for those that mature more than 12 months after the Statement of Financial Position date. The latter are classified as non-current assets. Loans Receivable Due and Other Receivables are disclosed in the Statement of Financial Position under Notes 3 and 4, respectively.

TANZANIA EDUCATION AUTHORITY

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2016 CONT'D

NOTE 2 CASH AND CASH EQUIVALENTS: -

Current Account Balances		30.06.2016	30.06.2015
Particulars	Currency	TZS	TZS
Bank of Tanzania	TZS	16,000,000,000	-
Bank M Ltd Call Account	TZS	34,392,161	34,392,161
CRDB Bank PLC Call Account	TZS	1,147,905	6,323,342,466
CRDB Bank PLC - Azikiwe	TZS	892,920,563	224,350,438
CRDB Bank PLC - Kijitonyama	TZS	108,760,700	10,156,665,302
CRDB Bank PLC- Kijitonyama	USD	8,290,445	6,463,477
Cash in Hand	TZS	2,000,000	2,000,000
Total Cash & Cash Equivalents		17,047,511,773	16,747,213,844

TANZANIA EDUCATION AUTHORITY

NOTE 3: LOANS RECEIVABLE DUE SCHEDULE 30TH JUNE 2016

INSTITUTION	BALANCE AS AT 30.06.2015	DISBURSED DURING THE YEAR	PROVISION FOR IMPAIRMENTS	REPAYMENTS PRINCIPAL 2015/16	BALANCE AS AT 30.06.2016	INSTALMENTS DUE WITHIN NEXT 12 MONTHS 30.06.2016	INSTALMENTS DUE WITHIN NEXT 12 MONTHS 30.06.2015
	TZS	TZS	TZS	TZS	TZS	TZS	
Wazo Hill Secondary School	36,940,438	-	-	(30,160,000)	6,780,438	6,780,438	-
St Joseph Millennium	-	-	-	-	-	-	-
St Moses Primary School	19,300,000	-	-	(7,000,000)	12,300,000	12,300,000	19,300,000
St Augustine University-Mwanza	221,089,800	-	-	-	221,089,800	221,089,800	136,080,000
The Winning Spirit Sec School	26,060,000	-	-	(3,900,000)	22,160,000	8,273,384	26,060,000
SKY English Medium School	8,800,000	-	4,050,000	(12,850,000)	-	-	8,800,000
Muleba Secondary School	13,940,000	-	-	(12,000,000)	1,940,000	1,940,000	13,940,000
Archbishop John Sepeku	112,251,037	-	(3,000,000)	(100,000,000)	9,251,037	9,251,037	112,251,037
Sebastian Kolowa University	58,148,862	-	-	-	58,148,862	58,148,862	58,148,862
St Augustine University Tabora	696,065,053	-	(8,000,000)	-	688,065,053	688,065,053	-
College of Business Education	-	-	-	-	-	-	-
Josiah Kibira	31,921,167	-	(31,921,167)	-	-	-	31,921,167
AllangaJuniour Seminary	26,074,065	-	-	(13,820,179)	12,253,886	12,253,886	26,074,066

INSTITUTION	BALANCE AS AT 30.06.2015	DISBURSED DURING THE YEAR	PROVISION FOR IMPAIRMENT/ADJUSTMENTS	REPAYMENTS PRINCIPAL 2015/16	BALANCE AS AT 30.06.2016	INSTALMENTS DUE WITHIN NEXT 12 MONTHS 30.06.2016	INSTALMENTS DUE WITHIN NEXT 12 MONTHS 30.06.2015
	TZS	TZS	TZS	TZS	TZS	TZS	TZS
Theofilo Kisanji University	500,000,000	-	-	(30,000,000)	470,000,000	470,000,000	500,000,000
Sokoine University of Agriculture	468,887,350	4,480,765	(11,793,059)	(260,000,000)	201,575,055	201,575,055	-
Libermann Pre-Primary	13,521,216	-	-	-	13,521,216	13,521,216	13,521,216
Mbogamo Sec. School	25,811,000	-	-	(2,000,000)	23,811,000	23,811,000	21,041,524
Kisukuru Regent	101,949,497	-	(2,133,332)	(39,000,000)	60,816,165	60,816,164	-
Mzinga Secondary School	100,053,055	-	(1,000,000)	(20,000,000)	79,053,055	79,053,055	85,160,000
Daystar Primary School	80,000,000	-	(1,000,000)	(30,000,000)	49,000,000	49,000,000	68,097,556
Loamo Secondary School	95,000,000	-	(2,000,000)	(35,000,000)	58,000,000	47,000,000	58,160,000
Genius King School	100,000,000	-	-	-	98,000,000	55,000,000	

				(2,000,000)						58,160,000
Charles Totera Sec School	67,004,759	28,257,059	(3,000,000)	-	92,261,818	81,000,000	29,000,000			
TEJ Secondary School	43,038,325	-	(900,000)	-	42,138,325	36,900,000	25,650,000			
Pemier Secondary School	85,634,547	-	(3,000,000)	(30,000,000)	52,634,547	24,000,000	-			
Agape Secondary School	69,963,700	-	(2,100,000)	(39,900,000)	27,963,700	27,963,700	-			
TIE	-	1,988,140,000	-		1,988,140,000	-				
TOTAL	3,001,453,872	2,020,877,824	(67,797,560)	(665,630,179)	4,288,903,958	2,187,742,650	1,291,365,429			

TANZANIA EDUCATION AUTHORITY

NOTE 4: OTHER RECEIVABLES, PREPAYMENTS & ADVANCES

	30.06.2016	30.06.2015
	TZS	TZS
Loans to Staff	648,148,885	578,254,653
Imprest to Staff	18,544,500	54,513,555
Loan to TIE	-	8,001,698
Loans Interest Receivable	743,458,215	703,431,823
Other Advances / Prepayments	433,064,503	119,352,380
PE subvention Receivables	9,017,936	109,053,706
Dividends Receivables	1,677,097	1,677,097
TOTAL	<u>1,853,908,136</u>	<u>1,574,284,912</u>

NOTE 5: ACCRUED INCOME

TZS 6,123,000,000 were received from MoEVT as revenue for Financial Year 2015/2016 as follows: -

RECEIVED FROM	DATE BANKED	RECEIPT NUMBER	AMOUNT 30.06.2016	AMOUNT 30.06.2015
				TZS
Treasury	10/09/2015	2034	-	3,098,000,000
Treasury	10/10/2015	2047	-	3,025,000,000
TOTAL			-	6,123,000,000

NOTE 6: PROPERTY, PLANT AND EQUIPMENTS

COST	Land	Motor Vehicles	Plant & Equipments	Furniture & Fittings	IT Hardware	Office Machines	TOTAL
01.07.2015	855,500,000	279,050,000	16,251,000	61,788,500	85,735,476	13,790,936	1,312,115,912
Additions 2015/16	-	-	-	-	62,943,223	-	62,943,223
Disposals 2015/16	-	-	-	-	-	-	-
Revaluation Adjustments	855,500,000	279,050,000	16,251,000	61,788,500	148,678,699	13,790,936	1,375,059,135
30.06.2016							
DEPRECIATION							
01.07.2015		4,857,543	36,962	767,219	3,904,904	966,199	10,532,827
Charge for the year 2015/16		69,762,500	4,062,750	6,178,850	36,229,308	1,723,867	117,957,275
Disposals 2015/16	-	-	-	-	-	-	-
30.06.2016		74,620,043	4,099,712	6,946,069	40,134,212	2,690,066	128,490,102
NBV 30.6.16	855,500,000	204,429,957	12,151,288	54,842,431	108,544,487	11,100,870	1,246,569,033
NBV 30.6.15	2,367,994,107	274,192,457	16,214,038	61,021,281	81,830,572	12,824,737	2,814,077,192

NOTE 7: HELD TO MATURITY INVESTMENTS**(MATURITY ABOVE 3 MONTHS BUT WITHIN ONE YEAR)**

Name of Bank	30.06.2016	30.06.2015
	TZS	TZS
African Banking Corporation	5,320,889,448	2,052,242,334
Commercial Bank of Africa	917,124,288	751,898,761
Bank M Ltd	1,313,502,988	-
United Bank for Africa	1,948,235,812	708,619,264
CRDB Bank PLC	3,125,512,668	-
KCB Bank Ltd	532,739,953	-
Twiga Bancorp Ltd	3,150,694,982	-
Equity Bank (T) Ltd	3,262,730,427	-
Maendeleo Bank Ltd	<u>1,078,862,063</u>	=
Total Held to Maturity Investments	<u>20,650,292,629</u>	<u>3,513,760,359</u>

Note: By the time of audit completion all the investments in fixed deposits and Accrued interest amounting to TZS **20,650,292,629** were already transferred to the Bank of Tanzania as required by the secular.

NOTE 8: INTANGIBLE ASSETS

	30.06.2016	30.06.2015
	TZS	TZS
COST		
As at 30 th June, 2015	570,307,659	330,307,660
Additions during the Year	-	
Revaluation during the Year	-	239,999,999
As at 30th June, 2016	570,307,660	570,307,660

AMORTIZATION		
As at 30th June, 2015	330,307,660	330,307,660
Amortization Charge for The Year	80,000,000	-
As at 30th June, 2016	410,307,659	330,307,660
Net Book Value as at 30th June 2016	160,000,000	240,000,000

TANZANIA EDUCATION AUTHORITY

NOTE 9: CAPITAL WORK IN PROGRESS

	30.06.2016	30.06.2015
	TZS	TZS
COST		
As at 30 th June	-	62,244,107
Additions during the Year	-	5,750,000
Transfer to Building	-	(67,994,107)

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NOTE 10 LOANS & INTEREST RECEIVABLES NOT DUE AS AT 30TH JUNE 2016

INSTITUTION	BALANCE AS AT 30.06.2015	DISBURSED DURING THE YEAR	PROVISION FOR IMPAIRMENT / ADJUSTMENTS	REPAYMENTS PRINCIPAL 2015/16	BALANCE AS AT 30.06.2016	INSTALMENTS NOT DUE WITHIN NEXT 12 MONTHS 30.06.2016
	TZS	TZS	TZS	TZS	TZS	TZS
Wazo Hill Secondary School	36,940,438	-	-	(30,160,000)	6,780,438	-
St Moses Primary School	19,300,000	-	-	(7,000,000)	12,300,000	-
St Augustine University-Mwanza	221,089,800	-	-		221,089,800	-
The Winning Spirit Sec School	26,060,000	-	-	(3,900,000)	22,160,000	13,886,616
SKY English Medium School	8,800,000	-	4,050,000	(12,850,000)	-	-
Muleba Secondary School	13,940,000	-	-	(12,000,000)	1,940,000	-
Archbishop J Sapeku	112,251,037	-	(3,000,000)	(100,000,000)	9,251,037	-
Sebastian Kolowa University	58,148,862	-	-	-	58,148,862	-
			(8,000,000)			
St Augustine University-Tabora	696,065,053	-		-	688,065,053	-
Josiah Kibira	31,921,167	-	(31,921,167)	-	-	-

NOTE 10: LOANS & INTEREST RECEIVABLE NOT DUE AS AT 30th June 2016 (CONT'D)

INSTITUTION	BALANCE AS AT 30.06.2015	DISBURSED DURING THE YEAR	PROVISION FOR IMPAIRMENT/ ADJUSTMENTS	REPAYMENTS PRINCIPAL 2015/16	BALANCE AS AT 30.06.2016	INSTALLMENTS NOT DUE WITHIN NEXT 12 MONTHS 30.06.2016
	TZS	TZS	TZS	TZS	TZS	TZS
Alianga Junior Seminary	26,074,065	-	-	(13,820,179)	12,253,886	-
Theofilo Kisanji University	500,000,000	-	-	(30,000,000)	470,000,000	-
Sokoine University of Agriculture	468,887,350	4,480,765	(11,793,059)	(260,000,000)	201,575,055	-
Libermann Pre-Primary	13,521,216	-	-	-	13,521,216	-
Mbogamo Sec School	25,811,000	-	-	(2,000,000)	23,811,000	-
Kisukuru Regent	101,949,497	-	(2,133,332)	(39,000,000)	60,816,165	-
Mzinga Sec School	100,053,055	-	(1,000,000)	(20,000,000)	79,053,055	-
Daystar Primary School	80,000,000	-	(1,000,000)	(30,000,000)	49,000,000	-
Loamo Sec School	95,000,000	-	(2,000,000)	(35,000,000)	58,000,000	11,000,000
Genius King School	100,000,000	-	(2,000,000)	-	98,000,000	43,000,000
Charles Totera Sec School	67,004,759	28,257,059	(3,000,000)	-	92,261,818	11,261,818
TEJ Sec School	43,038,325	-	(900,000)	-	42,138,325	5,238,325

Pemier Sec School	85,634,547		(3,000,000)	(30,000,000)	52,634,547	28,634,547
Agape Sec School	69,963,700	-	(2,100,000)	39,900,000)	27,963,700	-
TIE	-	1,988,140,000	-	-	1,988,140,000	1,988,140,000
TOTAL	3,001,453,871	2,020,877,824	(67,797,560)	(665,630,179)	4,288,903,957	2,101,161,306

TANZANIA EDUCATION AUTHORITY

NOTE 11: INVESTMENTS IN SHARES HELD IN OTHER COMPANIES

	30.06.2016	30.06.2015
	TZS	TZS
CRDB Bank PLC Shares	36,352,900	46,907,200
Unit Trust of Tanzania	3,870,492,869	1,650,029,392
TOTAL	<u>3,906,845,769</u>	<u>1,696,936,592</u>

NOTE 12: CAPITAL FUND

	30.06.2016	30.06.2015
	TZS	TZS
Balance as at 30th June, 2014	<u>1,073,665,550</u>	<u>753,791,926</u>
Capital Gain from Investments in shares with Companies listed under DSE and units held with UTT.	209,909,177	<u>319,873,624</u>
Balance as at 30th June, 2016	<u>1,283,574,727</u>	<u>1,073,665,550</u>

NOTE 13: DEFERRED CAPITAL GRANT

Under the Authority's policy, the capital grant is amortized to Statement of Financial Performance annually in terms of amounts relating to annual depreciation expenses, which relate to fixed assets received under the grant still in use by TEA as of Statement of Financial Position date.

	30.06.2016	30.06.2015
	TZS	TZS
Additional Development Subvention from Government (Capital Grant)		
During the year ended 30 th June 2014 the Authority received as Government Capital Grant a total of TZS 1,598,000,000 as Development Grant. This money was meant to facilitate acquisition of office building. The asset was acquired at a cost of TZS 2,300,000,000 of which the building was valued at TZS 1,512,494,107 the rest is the value of land (financed by capital grant and	1,598,000,000 (1,512,494,107)	1,598,000,000

other internal sources.) The grant will be amortised after putting the asset into use.		
TOTAL	85,505,893	1,598,000,000

NOTE 14: ACCUMULATED SURPLUS

	30.06.2016	30.06.2015
	TZS	TZS
Balance as at 30 th June, 2015	17,671,414,490	14,715,490,519
Surplus/(Deficit) for the Year	<u>878,808,683</u>	<u>2,955,923,971</u>
Balance as at 30th June, 2016	<u>18,550,223,173</u>	<u>17,671,414,490</u>

The Accumulated Fund balance of TZS 18,550,223,173 up to 30th June, 2016 has been arrived at after taking into account Surplus of income over expenditure for the year amounting to TZS 878,808,683. The Accumulated Fund, inter alia, provides financial resources for loans granted to Educational Institutions which have been receiving educational support from TEA since 11th September, 2003.

NOTE 15: ACCRUED EXPENSES PAYABLE

	30.06.2016	30.06.2015
	TZS	TZS
Accrued Expenses Fund Assisted Projects	27,772,892,811	12,427,351,345
Accrued Expenses- Operation	754,220,738	1,061,011,059
Advance payment – Asset Acquisition	-	1,150,000,000
Other Creditors	-	17,590,223
Withholding Tax Payable	-	3,080,150
TACAIDS Fund	<u>769,350</u>	<u>769,350</u>
TOTAL	<u>28,527,882,899</u>	<u>14,659,802,127</u>

NOTE 16: GOVERNMENT SUBVENTION RECEIVED FOR THE YEAR 2015/2016

DATE	TZS	TZS	TZS
15-Jul	74,047,251	-	74,047,251
15-Aug	74,047,251	-	74,047,251
15-Sep	35,341,777	-	35,341,777
15-Oct	56,965,876	34,355,000	91,320,876
15-Nov	55,629,469	27,484,000	83,113,469
15-Dec	76,024,972	15,164,842	91,189,814
16-Jan	58,718,516	10,306,500	69,025,016
16-Feb	57,934,502	-	57,934,502
16-Mar	57,106,169	-	57,106,169
16-Apr	63,340,066	-	63,340,066
16-May	62,557,525	-	62,557,525
16-Jun	99,641,739	-	99,641,739
TOTAL	771,355,113	87,310,342	858,665,455

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NOTE 17: EDUCATION LEVY FOR THE YEAR 2015/2016

In order to enhance its resources, the Education Fund Act was amended to include levy based income [2.5% excise duty imposed on electronic communication services under the Excise (Management and Tariff) Act]. During the year, the Authority received TZS 32,391,000,000 from the Government being part of Education levy.

MONTH	BUDGET	ACTUAL RECEIVED	CUMULATIVE VARIANCE
	TZS	TZS	TZS
Jul-15	4,233,333,333	4,233,000,000	(333,333)
Aug-15	4,233,333,333	3,361,000,000	(872,666,666)
Sep-15	4,233,333,333	-	(5,105,999,999)
Oct-15	4,233,333,333	3,545,000,000	(5,794,333,332)
Nov-15	4,233,333,333	4,266,000,000	(5,761,666,665)
Dec-15	4,233,333,333	3,232,000,000	(6,762,999,898)
Jan-16	4,233,333,333	2,343,000,000	(8,653,333,231)
Feb-16	4,233,333,333	2,000,000,000	(10,886,666,564)
Mar-16	4,233,333,333	4,343,000,000	(10,776,999,897)
Apr-16	4,233,333,333	2,078,000,000	(12,932,333,230)
May-16	4,233,333,333	2,990,000,000	(14,175,666,563)
Jun-16	4,233,333,333	-	(18,408,999,896)
TOTAL	50,800,000,000	32,391,000,000	(18,408,999,896)

TANZANIA EDUCATION AUTHORITY

NOTE 18: FUND ASSISTED EDUCATIONAL PROJECTS - GRANTS

(a) Projects	30.06.2016	30.06.2015
	TZS	TZS
Textbooks	-	101,139,500
Pre-entry Programme	-	21,584,000
Fixture & Fitting	-	180,960,000
Learning Facilities	-	20,000,000
Capacity Building	-	15,348,000
School Improvement Toolkit	-	61,200,000
Curriculum Review	-	300,000,000
Official School Ranking	3,834,007,250	2,999,998,439
TEA office Building	500,000,000	366,000,000
MOEVT Office Building	-	1,000,000,000
Rehabilitation of national Libraries	-	250,000,000
Gender & Pre-Entry Support	-	492,000,000
School Incentive Scheme	569,000,000	1,457,451,272
STEP Primary	7,507,694,224	6,242,386,500
STEP Secondary	3,025,091,194	3,545,947,500
Basic facility Construction	5,700,000,000	6,381,750,400
Construction of Teacher's Houses	6,000,000,000	-
Boarding Facilities	1,828,773,979	-
School Inspection & Quality Assurance	998,000,000	-
EMIS MOEVT	-	1,398,000,000
EMIS PMORALG	225,000,000	383,742,400
Monitoring & Management	1,441,270,400	2,515,715,863
TOTAL	31,628,837,047	27,733,223,874

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NOTE 19: OPERATIONAL COSTS

19A: Staff Costs

	30.06.2016	30.06.2015
	TZS	TZS
Salaries and Wages	1,028,674,188	983,537,319
Consolidated Allowances	732,315,968	588,304,513
Employers Pension Contribution	107,779,350	118,508,846
Travel on Leave	111,650,573	77,055,897
Staff Welfare	39,049,234	55,854,900
Medical Expenses	<u>25,269,455</u>	<u>13,968,220</u>
Sub Total	<u>2,044,738,768</u>	<u>1,837,229,695</u>

19B. Office Expenses

Telephone	65,117,763	73,620,883
Office Rent	231,665,790	267,300,000
Postage and Telegrams	3,488,062	1,293,680
Printing and Publications	22,122,640	30,587,100
Stationery and Office Supplies	35,592,774	15,422,000
Newspapers & Periodicals	11,294,000	15,289,200
Office Cleaning	<u>16,707,625</u>	<u>15,427,772</u>
Sub Total	<u>385,988,654</u>	<u>418,940,635</u>

19C: Board Expenses.

Board Meeting Expenses	<u>218,516,885</u>	<u>262,944,072</u>
Sub Total	<u>218,516,885</u>	<u>262,944,072</u>

19D: Audit Expenses

External Audit Fees & Expenses	112,896,240	105,512,040
Internal Audit & Investigation expenses	<u>17,061,525</u>	<u>13,477,200</u>
Sub Total	<u>129,957,765</u>	<u>118,989,240</u>

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19E: Administrative Expenses

	30.06.2016	30.06.2015
	TZS	TZS
Staff Recruitment and Repatriation	9,310,000	49,987,313
Travel Local	70,136,421	24,816,800
Foreign Travelling	12,047,072	3,387,233
Staff Training Expenses	157,952,680	185,705,247
Seminars	35,955,180	36,330,050
Water & Electricity	41,895,600	40,400,000
Consultancy	1,905,525	8,916,000
Public Relations	1,590,000	12,961,000
Advertisement Expenses	18,665,065	10,625,273
Professional Membership	3,044,648	1,475,212
Group Asset Insurance	3,967,599	3,330,000
Motor Vehicles Fuel Costs	85,121,941	72,499,596
Motor Vehicles Insurance	18,615,715	15,975,000
System Development and Maintenance	48,275,044	99,388,519
Tender Board Meetings	32,357,700	5,386,500
Withholding Tax on Income from		
Investment	246,076,750	14,310,154
Donations	20,600,000	25,025,000
Fund Raising	4,636,832	15,885,100
Legal Expenses	10,725,000	5,396,000
Security Expenses	27,089,749	20,700,017
Repair and Maintenance- Motor Vehicles	118,315,679	77,486,213
Repair and Maintenance- Plant &		
Machinery	-	2,000,000
Repair and Maintenance- Furniture & Fittings	1,466,500	1,105,800

Repair and Maintenance- Office Machines	2,106,300	1,937,560
Repair and Maintenance- Computer		
Hardware	20,141,820	5,787,428
Entertainment	15,590,000	25,217,500
Management Meeting Expenses	1,250,000	20,864,264
Provision for Bad Debt	-	846,215,110
Sub Total	<u>1,008,838,820</u>	<u>1,633,113,889</u>
19F. Depreciation and Amortization Expenses		
Depreciation and Amortization Expenses	<u>197,957,275</u>	<u>10,532,827</u>
19G. Finance Cost		
Finance Cost	<u>20,181,370</u>	<u>19,492,040</u>
GRAND TOTAL (A+B+C+D+E+F+G)	<u>4,006,179,537</u>	<u>4,301,242,398</u>

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NOTE 20: COMMITMENT ON TEA'S LIQUID FUNDS

LOANS APPROVED FOR ALLOCATION BUT NOT YET DISBURSED

NAME	TYPE OF PROJECT	FINANCIAL YEAR	ALLOCATED TZS	UNDISBURSED TZS	REMARKS
SECONDARY SCHOOLS					
Ng'amba Secondary School	Loan for construction of four classrooms	2013/14	100,000,000	100,000,000	Failure to fulfil loan conditions.
TEACHERS COLLEGES					
Mbeya Moravian Teachers' College	Loan for construction of Lecture Rooms	2012/13	200,000,000	200,000,000	Failure to fulfil loan conditions
UNIVERSITIES					
Mzumbe University	Loan for construction of five storey extension block for rooms and library	2013/14	500,000,000	500,000,000	Waiting for counterpart funding for the project to take off
INSTITUTIONS					
Tanzania Institute of Education	Loan for Improvement of Infrastructure for Printing and Publishing of Textbooks	2014/15	3,000,000,000	3,000,000,000	To be executed in financial 2016/17
TOTAL			3,800,000,000	3,800,000,000	

NOTE 21: RISK MANAGEMENT

The Authority has introduced an Entity Wide Risk Management Framework (EWRMF) which will, inter alia, facilitate risk based planning and management of its business operations in conformance to the requirements of sound Corporate Governance principles and best practice.

TANZANIA EDUCATION AUTHORITY

NOTE 22: RELATED PARTY TRANSACTIONS

IPSAS 20 requires certain disclosures to be made on the remuneration of key management personnel and close members of the families of key management personnel during the reporting period.

Transactions with related parties during the year 2015/2016 amounted to TZS 1,203,384,000. These were disbursements in favour of key Management personnel in terms of remuneration, allowances, training and loans.

The analysis is as follows: -

	2015/2016 TZS	2014/2015 TZS
Key Management Remuneration	561,000,000	571,600,000
Key Management Allowances	373,384,000	324,603,333
Key Management Loans	269,000,000	25,000,000
Balance as at 30th June 2016	1,203,384,000	921,203,333

NOTE 23: COMPARATIVE FIGURES

Previous year's figures in the Financial Statements have been reclassified or re-arranged wherever considered necessary to make them comparable to the current year's figures in order to facilitate better presentation and comparability.

NOTE 24: PRESENTATION CURRENCY

Financial reports are presented in Tanzania Shillings at full amount. Figures have been rounded to the nearest shilling.

NOTE 25: PRESENTATIONS AND CLASSIFICATION OF ITEMS

Presentation and classification of items of accounts comprising various assertions in the financial statements for the current year have, where considered necessary, been reclassified or regrouped to facilitate comparability with previous year's figures.

NOTE 26: RESTRICTIONS

There were no amounts of restrictions on title, property, plant and equipment pledged as security for liabilities.

TANZANIA EDUCATION AUTHORITY

NOTE 27: CONTINGENT LIABILITIES

There were no contingent liabilities outstanding as at the year end.

NOTE 28: BUILDING PURCHASED DURING THE YEAR UNDER REVIEW

The Authority acquired a building located at Mikocheni from National Insurance Corporation (NIC) valued at TZS 1,512,494,107. This building has not been included in the Property, Plant and Equipments pool because the Authority has not assessed useful life of this building and update the depreciation policy to incorporate the building in the Property Plant and Equipment schedule and depreciation rate.



What we do

We secure adequate and stable financing for the Education Fund. We advise the Government on new sources of revenue for the purpose of ensuring adequate and stable financing flow of money into the Fund. We promote education and training according to needs within the framework of overall national socio-economic development plans and policies.

We apply the monies deposited into the Fund for purposes of improvement and promotion of education of education. We develop and review periodically formula for allocation and disbursement of funds to different educational levels. We monitor use of funds disbursed and ensure adherence to the objectives of the Fund.

We receive gifts, donations, grants or other moneys on behalf of the Fund.

We establish and promote relationship or association with institutions both nationally and internationally.

Contact Us :

Tanzania Education Authority
Bima Road, Plot No.711,
Mikocheni B,
P.O.BOX 34578, Dar es salaam,
Email: info@tea.or.tz

www.tea.or.tz