

**BABUA
CAKAUDROVE
KADAVULAU
LOMAIVITIMACUATA**

**REPORT OF THE
AUDITOR-GENERAL OF
THE REPUBLIC OF FIJI**

**Provincial Councils
Volume 3**

**NADROGA-NAVOSA
NAITASIRINAMOSI
RAREWA
SERUATAILEVU**



OFFICE of the AUDITOR GENERAL
Republic of Fiji



PARLIAMENT OF FIJI
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Republic of Fiji

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File: 102

20 May 2020

The Honorable Ratu Epeli Nailatikau
Speaker of the Parliament of the Republic of Fiji
Government Buildings
Constitution Avenue
SUVA

Dear Sir

AUDIT REPORT ON PROVINCIAL COUNCILS – VOLUME 3

In accordance with section 152(13) of the Constitution of the Republic of Fiji, I am pleased to transmit to you my report on Provincial Councils – Volume 3.

A copy of the report has been submitted to the Minister for Economy who as required under section 152(14) of the Constitution shall lay the report before Parliament within 30 days of receipt, or if Parliament is not sitting, on the first day after the end of that period.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Ajay Nand', with a horizontal line underneath.

Ajay Nand
AUDITOR-GENERAL



Encl.

The Auditor-General and Office of the Auditor-General – Republic of Fiji

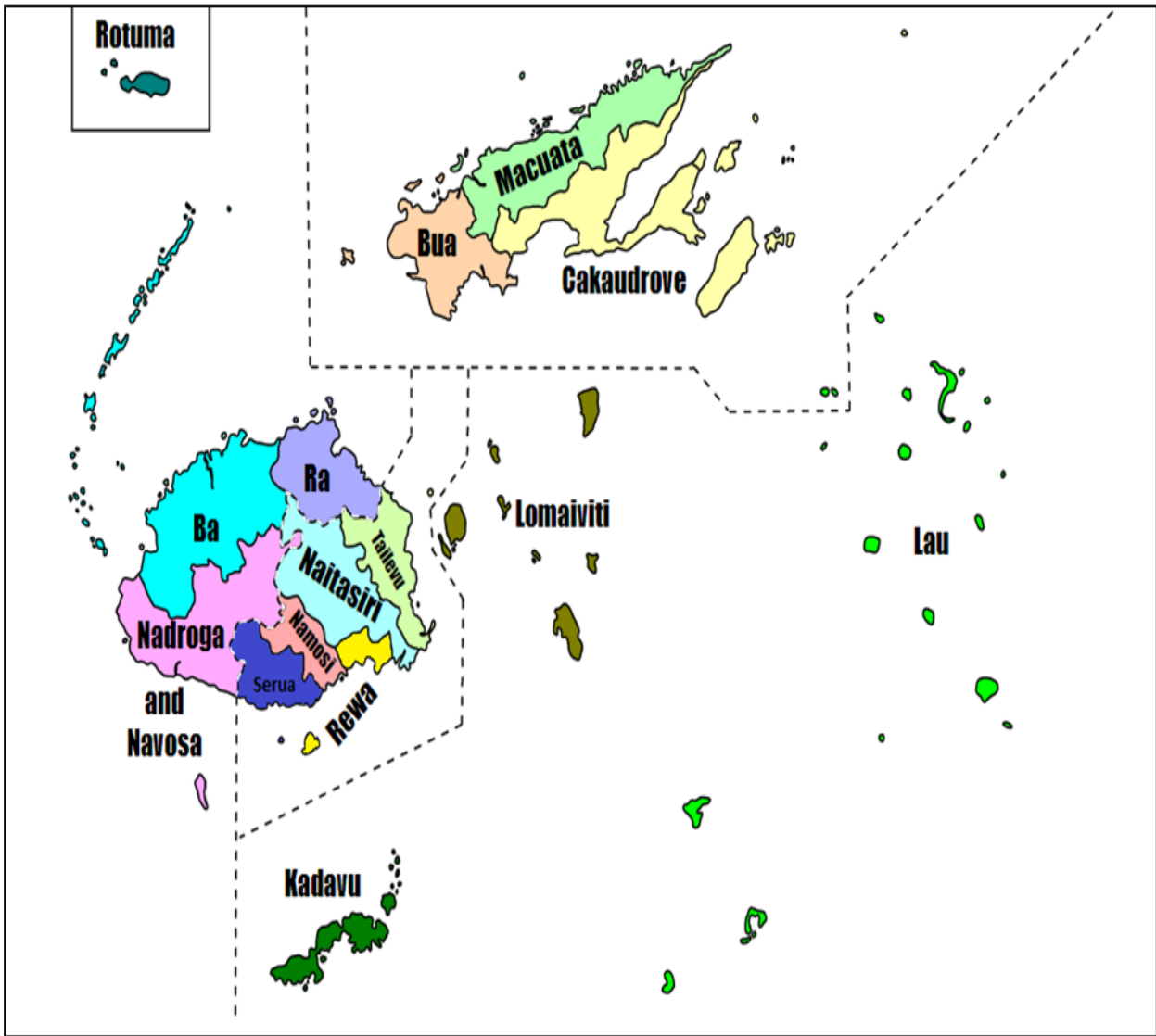
The roles and responsibilities of the Auditor-General include expressing an opinion on the financial statements of the 14 Provincial Councils. The Auditor-General has the mandate under the iTaukei Affairs (Provincial Councils) Regulations 1996 to audit the Provincial Councils. Sections 33(2) and 33(3) state that “*the accounts of every Council shall be audited by the Auditor-General*” and that financial statements are to be submitted to the Auditor-General by 1 April each year.

The Office of the Auditor-General is established as an Independent Office by the Constitution of Republic of Fiji and assist the Auditor-General carry out the audits on behalf of Parliament.

At least once every year, the Auditor-General must report to Parliament on the audits conducted and on *other significant matters* the Auditor-General wishes to bring to the attention of Parliament.

This report satisfies these requirements.

The Office of the Auditor-General notes the impact of its reports to Parliament on the ordinary citizens and strives for accuracy and high quality reporting including recommendations which are not only value-adding to the entity subject to audit but its customers, the general public as well.



(Source - https://wikivisually.com/wiki/Provinces_of_Fiji)

There are 14 Provinces in Fiji comprising of 190 districts and 1172 i-Taukei villages. A Provincial Council promotes the health, peace, order, welfare and good government of i-Taukei residing in that Province.

TABLE OF CONTENTS

AUDITOR-GENERAL’S FOREWORD	4
VOSA TAUMADA NI AUDITOR-GENERAL.....	5
EXECUTIVE SUMMARY	6
VAKALEKALEKA.....	7
1.0 Introduction.....	8
2.0 Financial Reporting.....	13
3.0 Internal Controls	18
4.0 Other Significant Matters.....	21
5.0 Audit Conclusion and Recommendations	23
6.0 Macala ni Sogoivola kei na Vakatumu	25
7.0 Appendices	27
Appendix A: Limitation of Scope – Unsubstantiated Balances	27
Appendix B: Qualification Issues	34
Appendix C: Abridged Financial Statements	82
Appendix D: Key Elements of Internal Control Assessments.....	93
Appendix E: Responses from iTaukei Affairs Board	94
Appendix F: Glossary/Volavosa	96

AUDITOR-GENERAL'S FOREWORD



I am pleased to present Volume 3 – Report of the Auditor-General on Provincial Councils. And for the first time, a number of Sections of the Report of the Auditor-General has been translated to the iTaukei language. This is the third report on the backlog audits for Provincial Councils.

Section 33 of the iTaukei Affairs (Provincial Councils) Regulations 1996 mandate the Auditor-General to audit the accounts of the Provincial Councils. As stressed in Volume 1, financial accountability by the Provincial Councils in terms of financial reporting and making available

to the members of the Provinces and public audited financial statements is seriously lacking. The financial audits of all 14 Provincial Councils are substantially behind by 9 years or more as financial statements were not submitted annually to the Auditor-General.

Between 2015 and 30 April 2020, the Office of the Auditor-General received from the iTaukei Affairs Board 151 draft financial statements for Provincial Councils. All Provincial Councils have submitted for audit draft financial statements up to the year ended 31 December 2012. I am expecting to receive an additional 98 draft financial statements up to the financial year ended 2019 by the end of 2020. As I have mentioned in previous volumes, the enormous responsibility of resourcing the audits of this huge number of draft financial statements continues to be a challenge which my Office has embraced for the past three years. From 1 August 2017, a Financial Audit Group was established to undertake the auditing the financial statements of Provincial Councils.

Status of the Audits

I am pleased to report that we have completed the audits of 123 of the 151 financial statements as has been reported in this report and in Volumes 1 & 2. The financial audits for the years 2011 to 2012 for all Provincial Councils will commence from April 2020.

Report

This report contains summaries and my analysis of the audit findings, the quality and timeliness of financial reporting by Provincial Councils, the audit opinions issued on the financial statements and the key reasons for such opinions, internal control assessments, other significant issues identified from the audits and high level recommendations aimed to strengthen financial reporting, governance and internal controls.

The issues discussed in this report require the immediate attention and prompt actions by the iTaukei Affairs Board, Provincial Councils and the Ministry of iTaukei Affairs to improve financial accountability by the Provincial Councils. On the same note, I would like to acknowledge the efforts already made by the iTaukei Affairs Board to improve financial reporting by the Provincial Councils.

My Office is committed to fulfilling the immense task of updating the audits of Provincial Councils and will continue to work with the iTaukei Affairs Board and the Provincial Councils to ensure that this is achieved.

Ajay Nand
AUDITOR-GENERAL

VOSA TAUMADA NI AUDITOR-GENERAL



E ka ni marau vei au meu vakaraitaka yani vei kemuni na *ikatolu ni Tukutuku ni Auditor-General me baleta na kena dikevi nai tukutuku vakailavo ni vei Matabose ni Yasana*.

E lavaki ena Wase 33 ni lawa ni Matabose ni vei Yasana (iTaukei Affairs (Matabose ni Yasana) Regulations) 1996 me dau sogota-(vakadonuya) na Auditor-General na ivola vakailavo ni Matabose ni Yasana. Me vaka sa vakabibitaki ena imatai ni *Tukutuku ni Auditor General*, e malumalumu sara na qaravi ni veika vakailavo ena vei Matabose ni Yasana ena kedra volai kei na kedra sogoti na itukutuku vakailavo mera wilika na lewe ni yasana kei na lewenivanua raraba. E bera tiko na sogoti se dikevi na itukutuku vakailavo ni vei Matabose ni Yasana kece ena yabaki ciwa se sivia, me vaka ni sega ni vakau mai na itukutuku vakailavo e veiyabaki.

Ena loma ni 2015 kei na ika 30 ni Epereli 2020, e taura kina na Tabana ni Auditor-General mai na Matabose ni Veika Vakaitaukei e 151 na itukutuku vakailavo vakacaca ni vei Matabose ni Yasana. Na Matabose ni Yasana kece sa vakau itukutuku vakailavo vakacaca mai ni veiyabaki me yacova na 31 Tiseba 2012. Au vakabauta ni na vakau tale mai e 98 na itukutuku vakailavo vakacaca me yacova na yabaki vakailavo 2019 ni bera ni cava na 2020. Me vaka au sa tukuna oti ena ivola tukutuku e rua sa taba oti, sa dua na icolacola vakaitamera na kena sagai me sogoti se dikevi na ibinibini itukutuku vakailavo vakacaca sa mai bolea na noqu Tabana ena yabaki tolu sa oti qo. Ena 1 Okosita 2017 a tauyavu kina e dua na matasogoivola (Financial Audit Group) me qarava vakatabakidua na sogoti ni itukutuku vakailavo ni vei Matabose ni Yasana.

Tosotoso ni Sogoivola

E ka ni marau vei au meu vakaraitaka ni keitou sa sogota rawa e 123 na itukutuku vakailavo, mai na 151 ka vakau mai, me vaka sa volai tu ena ivola qo kei na Volume 1 & 2. Ena tekivu ena Epereli 2020 na sogoivola ni itukutuku vakailavo ni Matabose ni Yasana kece baleta na yabaki 2011-2012.

Volatukutuku

E lewe ni ivolatukutuku qo na ivakalekaleka eso kei na noqu vakadidike ni macala ni sogoivola, na itagede ni itukutuku vakailavo ni vei Matabose ni Yasana kei na kena vakayacori taudonu, na rai eso ni sogoivola me baleta na itukutuku vakailavo kei na vuna lelevu, vakadidike ni qarauni ni vakayagataki ilavo, e so tale na ka lelevu e vure mai na sogoivola kei na vakatutu eso ni vetaicake me vaqacotaki kina na itukutuku vakailavo, na lewai ni vakayagataki ilavo kei na kena qarauni.

Na leqa e dusimaki ena ivolatukutuku qo e dodonu me dikeva sara na Matabose ni Veika Vakaitaukei, vei Matabose ni Yasana kei na Tabacacacaka iTaukei ka yavavala sara kina, me torocake kina na qaravi ilavo ni vei Matabose ni Yasana. Ia au via vakamuduotaka talega na sasaga sa vakayacora oti na Matabose ni Veika Vakaitaukei me torocake kina na itukutuku vakailavo ni vei Matabose ni Yasana.

Sa dei tu na noqu Tabana ena inaki me na vakacavara na cacacaka levu ni sogoivola ni Matabose ni Yasana, ena veitauriliga kei na Matabose ni Veika Vakaitaukei kei na vei Matabose ni Yasana.

Ajay Nand
AUDITOR-GENERAL

EXECUTIVE SUMMARY

1. Introduction

Provincial Councils

There are 14 Provincial Councils which the Auditor-General has the mandate to audit under Section 33 of the iTaukei Affairs (Provincial Councils) Regulations 1996.

Status of Audits

The audits for all Provincial Councils are in backlog by 9 years or more. The delay in the audits is due primarily to the non-submission of draft financial statements to the Auditor-General for audit, by the legislated date of 1 April annually. Of the 151 draft financial statements received by the Auditor-General, the audits of 123 financial statements for the 14 Provincial Councils have been completed and the remaining 28 financial statements will be audited from April 2020. From the 123 financial statements that have been audited, the results of the audits for 79 financial statements have already been reported in Volumes 1 & 2.

2. Financial Reporting

Quality of Financial Reporting

The overall quality of financial reporting has been assessed as ineffective and requiring improvements:

- We issued modified (Disclaimer of Opinion) audit opinions on all 44 financial statements audited.
- We reported to the iTaukei Affairs Board 208 significant matters concerning material accounting issues and deficiencies in internal controls, most of which were recurring issues also highlighted in Volumes 1 & 2.

Timeliness of Financial Reporting

Timeliness of financial reporting has been assessed as ineffective and requiring substantial improvements. The audits for Provincial Councils are in backlog by 9 years or more.

3. Internal Controls

Assessment

Internal controls for the fourteen Provincial Councils have been assessed as ineffective. The Provincial Councils need to strengthen controls over cash management, journals & reconciliation, purchases & payments and payroll.

4. Other Significant Matters

Common Findings

Other areas that require immediate attention by the iTaukei Affairs Board and the Provincial Councils for priority and prompt actions for resolutions include:

- significant delays in submission of draft financial statements for audit, non-compliance with the accounting standards, limitation of scope due to insufficient supporting documents, poor records management, poor asset management, lack of documentation for loans and advances to staff and public, policies & procedures not updated or non-existent, poor collection and recording of provincial rates, absence of confirmations of investment with Provincial Companies, lack of proper and updated records relating to transactions with Provincial Companies and the resolution on whether Provincial Councils are subject to VAT has been pending for years.

5. Audit Conclusion

Disclaimer of Opinions (modified audit opinion) were issued on all the 44 financial statements audited which reflected negatively on the iTaukei Affairs Board and the Provincial Councils. Urgent and close attention should be given to address matters highlighted in the Auditors' Reports including the significant matters raised in Sections 3 & 4.

VAKALEKALEKA

1. Taumada

Vei Matabose ni Yasana

E 14 na Matabose ni Yasana e lavaki vakalawa me sogota na kedra ivola vakailavo na Auditor-General ena Wase 33 ni iTaukei Affairs (Matabose ni Yasana) Regulations 1996.

Sogoivola sa rawa

Na sogoivola ni vei Matabose ni Yasana kece e bera tiko ena ciwa na yabaki se sivia. Qo e baleta ni sega ni dau soli mai na itukutuku vakailavo vakacaca ena imatai ni Epereli ni veiyabaki, me vaka e lavaki vakalawa. Mai na 151 na itukutuku vakailavo vakacaca ni vei Matabose ni Yasana sa taura na Auditor-General, sa sogo rawa e 123 na itukutuku ni Matabose ni Yasana e 14, na kena vo, e 28, ena tekivu dikevi ena Epereli 2020. Sa sogo rawa e 123 na itukutuku vakailavo, qai tabaki oti na macala ni 79 na itukutuku vakailavo ena Volume 1 & 2.

2. Tukutuku Vakailavo

Tagede ni Tukutuku Vakailavo

Ni dikevi oti na itagede raraba ni tukutuku vakailavo, sa kune ni malumalumu ka dodonu me toroi cake:

- sa lewā na Auditor General ni dredre ni sogo vakavinaka (Disclaimer of Opinion) na itukutuku vakailavo kece e 44 sa dikevi oti.
- sa vakaraitaki kina Matabose ni Veika Vakaitaukei e 208 na kisi bibi ni malumalumu ni tukutuku vakailavo kei na kena yadravi, dua na kena iwase levu sa tukuni oti ena Volume 1 & 2.

Taudonu ni Tukutuku Vakailavo

Ni dikevi oti na kena vakacavari taudonu na itukutuku vakailavo, sa kune ni malumalumu, ka dodonu me toroi cake. Na sogoivola ni vei Matabose ni Yasana e bera tiko ena 9 se sivia na yabaki.

3. Yadravi

Kena lewā

Ni dikevi oti na yadravi ni veika vakailavo ni vei Matabose ni Yasana e 14, sa kune ni malumalumu. Dodonu mera vaqacotaka na vei Matabose ni Yasana na yadravi ni vakayagataki ilavo, kena vakaivolataki kei na kena lesuvi (reconciliation), na volivoli, na sausaumi kei na veisaumi.

4. Ka Bibi Tale Eso

Macala ni Vakadidike

E vica tale na ka sa kune ni dodonu me qarā sara vakatotolo na kena iwali na Matabose ni Veika Vakaitaukei kei na vei Matabose ni Yasana, wili kina: bera vakalevu na soli itukutuku vakailavo vakacaca me dikevi; sega ni muri na itovo vinaka ni daunifika; sega ni veirauti na itukutuku baleta ni lailai na kena ivakadinadina vakaivola; malumalumu na maroroi itukutuku; malumalumu na maroroi iyau (asset management); sega na ivola vakadinadina ni dinau soli vei ira na liganicakacaka kei na lewenivanua; sega ni vakavoui se sega saraga na polisi kei na ivakarau vakacakacaka (procedures); malumalumu na kumuni soli ni yasana kei na kena vakaivolataki; sega na ivola vakadinadina ni vakacuruilavo ena Kabani ni Yasana; vakaivolataki vakavo se bera na isema vakailavo kei na Kabani ni Yasana; qai yabaki vica tu kena sega ni macala se me saumi VAT na vei Matabose ni Yasana se kua.

5. Macala ni Vakadidike

Na kena segani rawa ni tau na lewa e (modified audit opinion) na itukutuku vakailavo kece e 44 sa dikevi oti e sa boroya e dua na yaloyaloyalo ca ni Matabose ni Veika Vakaitaukei kei na vei Matabose ni Yasana. Me dikevi matua sara vakatotolo na veika sa vakaraitaki ena itukutuku ni Auditor General, oka kina na veika lelevu e dusimaki ena Wase 3 & 4.

1.0 Introduction

The Provincial Councils (“Councils”) are established under Section 7 of the iTaukei Affairs Act 1944 and Section 3 of the iTaukei Affairs (Provincial Council) Regulation 1996. Each Provincial Council is a body corporate.

The functions of the Councils are:

- To formulate and implement policies for promoting the health, peace, order, welfare and good government of iTaukei residing in the Province;
- To formulate and implement policies for promoting the economic, cultural and social developments of the Province; and
- To carry out such other duties and functions, which the Minister for iTaukei Affairs or the Board may see fit to delegate to the Council.

The operations of the Councils are funded by Government subventions disbursed through the Ministry of iTaukei Affairs and the iTaukei Affairs Board. Other operational costs not covered by Government Subvention are funded through the collection, on communal basis, of provincial rates.

The Auditor-General has the mandate under the iTaukei Affairs (Provincial Councils) Regulations 1996 to audit the Provincial Councils. Sections 33(2) and 33(3) state that “*the accounts of every Council shall be audited by the Auditor-General*” and that financial statements are to be submitted to the Auditor-General by 1 April each year.

This report includes the audit results of 44 financial statements for the fourteen Provincial Councils as follows:

Provincial Council	Year
1. Ba	2008 - 2010
2. Bua	2008 - 2010
3. Cakaudrove	2008 - 2010
4. Kadavu	2008 - 2010
5. Lau	2008 - 2010
6. Lomaiviti	2006 - 2010
7. Macuata	2008 - 2010
8. Nadroga/Navosa	2008 - 2010
9. Naitasiri	2008 - 2010
10. Namosi	2008 - 2010
11. Ra	2008 - 2010
12. Rewa	2008 - 2010
13. Serua	2008 - 2010
14. Tailevu	2008 - 2010

The audits of Provincial Councils have been extensively delayed and is due primarily to the non-submission of financial statements annually to the Auditor-General. The audits of Provincial Councils are now behind by 9 years compared to 19 years when the audit of accounts in back-log commenced.

An update on the progress of the Provincial Councils’ audits is provided under Section 1.4.

1.1 Legislative Framework

The following legislation establishes the financial accountability frameworks and legislative time frames to complete financial statements audits for the Provincial Councils:

1. iTaukei Affairs Act 1944
2. iTaukei Affairs (Provincial Councils) Regulations 1996
3. Audit Act 1969

The respective legislative frameworks indicate the minimum requirements for financial accountability and reporting such as:

- Good governance
- Financial management and performance
- Entity's performance against corporate intent or plan
- Financial reporting
- Annual reports

1.2 Accountability and Audit Requirements

The Auditor-General has the mandate under the iTaukei Affairs (Provincial Councils) Regulations 1996 to audit the Provincial Councils. Section 33 states that financial statements are to be submitted to the Auditor-General by 1 April each year. Therefore, all Provincial Councils come under the provision of the Audit Act 1969.

The management of Provincial Councils and the iTaukei Affairs Board are responsible for the preparation and fair presentation of financial statements in accordance with applicable accounting standards, which is the Fiji Accounting Standards¹ for the financial statements reported and requirements of applicable laws and regulations. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation of financial statements that are free from material misstatement, whether due to fraud or error, selecting appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

The Auditor-General may conduct audits in the manner considered appropriate but must ensure that they are conducted in a competent manner having regard to assessment of effectiveness of any relevant internal control system. The Auditor-General must carry out the audit in accordance with the relevant provisions of the standards on auditing determined by the Fiji Institute of Accountants or other relevant standards considered appropriate.

Following completion of an audit, the Auditor-General must give an opinion on each set of financial statements audited. In addition, an audit memorandum or management letter should be issued to the responsible authority for each entity audited.

The Auditor-General's responsibility is to express an opinion on these financial statements based on his or her audit in accordance with the International Standards on Auditing (ISA). Those standards require the Auditor-General to comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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, the auditor considers internal controls relevant to the entity's

¹ Although withdrawn, the Fiji Accounting Standards still apply up to 2010

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 the entity's 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.

1.3 Types of Audit Opinions

In accordance with International Standards on Auditing, the Auditor-General expresses an **unmodified opinion** when the financial statements are prepared in accordance with the relevant financial reporting framework and legislative requirements. This type of opinion indicates that material misstatements, individually or in the aggregate, were not noted in our audit, which would affect the financial statements of an entity.

Modified Opinions:

A **qualified opinion** is issued when having obtained sufficient appropriate audit evidence, we conclude that misstatements, individually or in the aggregate, are material, but not pervasive, to the financial statements; or we are unable to obtain sufficient appropriate audit evidence on which to base the opinion, but the auditor concludes that the possible effects on the financial statements of undetected misstatements, if any, could be material but not pervasive.

An **adverse opinion** is expressed when, having obtained sufficient appropriate audit evidence, conclude that misstatements, individually or in the aggregate, are both material and pervasive to the financial statements.

A **disclaimer of opinion** is issued when sufficient appropriate audit evidence is unable to be obtained on which to base the opinion, and we conclude that the possible effects on the financial statements of undetected misstatements, if any, could be both material and pervasive.

1.4 Status of Audits – Update

As at 30 April 2020, a total of 151 draft financial statements for Provincial Councils were submitted to the Auditor-General for audit. Due to the significant number, resourcing to promptly complete these audits continued to be a challenge. In response to this challenge, a Financial Audit Group was established from 1 August 2017 to undertake the backlog audits for the 14 Provincial Councils.

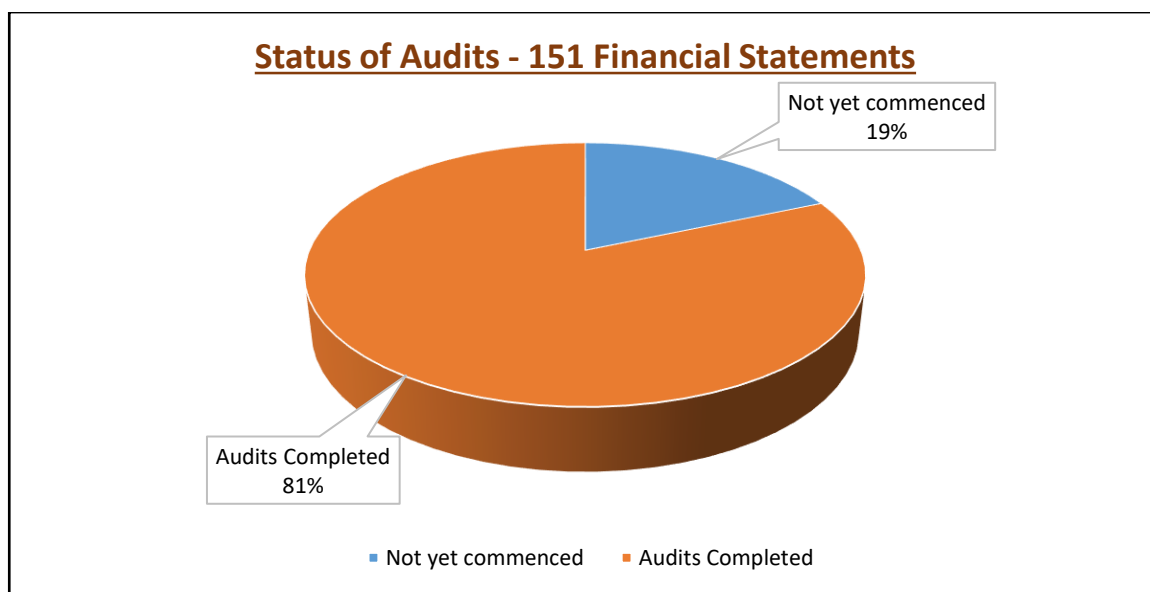
Below is a summary of the status of audits as at 30 April 2020:

Provincial Council	Draft Financials Statements Received	Audits Completed	Audits to commence from April 2020	Draft Financial Statements not yet received for audit
Ba	2001 - 2012	2001 - 2010	2011 - 2012	2013 - 2019
Bua	2003 - 2012	2003 - 2010	2011 - 2012	2013 - 2019
Cakaudrove	2002 - 2012	2002 - 2010	2011 - 2012	2013 - 2019
Kadavu	2002 - 2012	2002 - 2010	2011 - 2012	2013 - 2019
Lau	2003 - 2012	2003 - 2010	2011 - 2012	2013 - 2019
Lomaiviti	2006 - 2012	2006 - 2010	2011 - 2012	2013 - 2019
Macuata	2005 - 2012	2005 - 2010	2011 - 2012	2013 - 2019
Nadroga/Navosa	2002 - 2012	2002 - 2010	2011 - 2012	2013 - 2019
Naitasiri	2000 - 2012	2000 - 2010	2011 - 2012	2013 - 2019
Namosi	2001 - 2012	2001 - 2010	2011 - 2012	2013 - 2019
Ra	2000 - 2012	2000 - 2010	2011 - 2012	2013 - 2019

Provincial Council	Draft Financials Statements Received	Audits Completed	Audits to commence from April 2020	Draft Financial Statements not yet received for audit
Rewa	2002 - 2012	2002 - 2010	2011 - 2012	2013 - 2019
Serua	2002 - 2012	2002 - 2010	2011 - 2012	2013 - 2019
Tailevu	2002 - 2012	2002 - 2010	2011 - 2012	2013 - 2019
Total	151	123	28	98

Of the 151 draft financial statements submitted to the Auditor-General:

- Audits of 79 financial statements have been completed and reported in Volumes 1 & 2;
- Audits of 44 financial statements have been completed and reported in this report; and
- Audits of 28 financial statements will commence from April 2020.



Efforts are being made to complete in 2020 the audits of financial statements up to the year ended 31 December 2012, for all fourteen Provincial Councils.

It is expected that an additional 98 draft financial statements will be submitted to the Auditor-General in 2020.

As the Auditor-General is mandated to audit the Provincial Councils, the Office of the Auditor-General is strongly committed to fulfilling this mandate and will continue to work closely with the iTaukei Affairs Board and the Provincial Councils to update the audits of all Provincial Councils by 2021.

1.5 Reference to Comments

The draft financial statements for the Provincial Councils were submitted to the Auditor-General by the iTaukei Affairs Board, as such all audited financial statements and management letters were issued to the Board.

As at 31 March 2020, we received responses from the iTaukei Affairs Board on the audits of 44 financial statements for all fourteen Provincial Councils reported in this report. The comments provided by the iTaukei Affairs Board are summarized on [Appendix E](#). Comments received subsequently will be provided to the Parliament Standing Committee on Public Accounts when this report is tabled for discussion.

It is important to note that the deficiencies detailed in this report were identified during our audit and may have been subsequently resolved by the iTaukei Affairs Board and the Provincial Councils.

2.0 Financial Reporting

Sound financial management require the important elements of accurate and timely financial statements. They bring accountability and transparency to the way public resources are utilized by the Provincial Councils. We have assessed financial reporting for the Provincial Councils by the following aspects:

- quality of financial reporting
- timeliness of financial reporting

2.1 Quality of financial reporting

The following two indicators assisted us in assessing the quality of the Councils' financial statements:

- modified and unmodified audit opinions; and
- significant matters reported to management and those responsible for governance of the Councils, in this case the iTaukei Affairs Board.

As shown in the Table below, we assessed the quality of financial reporting by the type of audit opinion issued on the financial statements and the impact and number of significant issues reported to management and those charged with the governance of the Provincial Councils:

Rating	Quality of financial reporting assessment
Effective	Unmodified opinions with minimal issues reported to the Provincial Council through the iTaukei Affairs Board
Ineffective	Modified opinions with more than five significant issues reported to the Provincial Council through the iTaukei Affairs Board

The modified audit opinions issued on all 44 financial statements and the prevalence of the significant matters reported across the Provincial Councils indicated that the overall quality of financial reporting is ineffective and require substantial improvements.

Audit opinions

The main outcome of our audits are independent auditors' reports on the financial statements of the Provincial Councils that were produced and submitted to the Auditor-General by the iTaukei Affairs Board.

We issued 44 modified audit opinions on all the financial statements of the nine Provincial Councils reported in this report. The modified audit opinions were all Disclaimer of Opinions as shown in the Table below:

Provincial Council	Year	Unmodified Opinion	Modified Opinion – Disclaimer of Opinion
Ba	2008 - 2010		✓
Bua	2008 - 2010		✓
Cakaudrove	2008 - 2010		✓
Kadavu	2008 - 2010		✓
Lau	2008 - 2010		✓
Lomaiviti	2006 - 2010		✓

Provincial Council	Year	Unmodified Opinion	Modified Opinion – Disclaimer of Opinion
Macuata	2008 - 2010		✓
Nadroga/Navosa	2008 - 2010		✓
Naitasiri	2008 - 2010		✓
Namosi	2008 - 2010		✓
Ra	2008 - 2010		✓
Rewa	2008 - 2010		✓
Serua	2008 - 2010		✓
Tailevu	2008 - 2010		✓

Key Reasons for Disclaimed Audit Opinions

Provincial Council	Year	Limitation of Scope	Non-Compliance with Accounting Standards	Significant Breakdown in internal controls
Ba	2008 - 2010	✓	✓	✓
Bua	2008 - 2010	✓	✓	✓
Cakaudrove	2008 - 2010	✓	✓	✓
Kadavu	2008 - 2010	✓	✓	✓
Lau	2008 - 2010	✓	✓	✓
Lomaiviti	2006 - 2010	✓	✓	✓
Macuata	2008 - 2010	✓	✓	✓
Nadroga/Navosa	2008 - 2010	✓	✓	✓
Naitasiri	2008 - 2010	✓	✓	✓
Namosi	2008 - 2010	✓	✓	✓
Ra	2008 - 2010	✓	✓	✓
Rewa	2008 - 2010	✓	✓	✓
Serua	2008 - 2010	✓	✓	✓
Tailevu	2008 - 2010	✓	✓	✓

Audit opinions were disclaimed due to the following major reasons:

- Limitation of scope – we were unable to obtain sufficient appropriate audit evidences to substantiate major components of the financial statements. The absence of accounting and other records created significant limitations on the scope of the audits and restricted the performing of necessary audit procedures. The limitations were pervasive and material to understanding the financial information disclosed in the financial statements.

Appendix A demonstrates the unsubstantiated balances due to unavailability of accounting and related records, which also affected the ability to quantify the financial effects to adjust and correct the financial statements.

- Non-compliance with the disclosure requirements of the financial reporting framework used in the preparation and presentations of the financial statements for the Provincial Councils.
- Due to the nature of transactions inherent in the collection of provincial rates, it was not practicable to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, the audit was unable to determine whether income from provincial rates were fairly stated in the financial statements.

- Significant breakdowns in financial internal controls affected the reliability of financial reporting of the Provincial Councils.

Appendix B contains the qualification issues raised in the Auditors' Reports issued to the fourteen Provincial Councils.

The abridged financial statements are presented as **Appendix C**.

Significant Matters Reported

The Audit Act 1969 requires that the Auditor-General report on significant matters identified during the audit to those responsible for the governance of the Provincial Councils. This includes the iTaukei Affairs Board and the Roko Tui.

As the audits for several years were conducted at the same time, the issues that were identified from the audit as significant for the individual Provincial Councils for those years were rated medium to high risks and were communicated to the iTaukei Affairs Board in one report or Management Letter.

Issues that are classified as medium to high risks are control and compliance weaknesses of such fundamental significance or substantial importance to the Provincial Councils that they require immediate attention by the iTaukei Affairs Board for priority and prompt actions for resolutions.

We reported to the Provincial Councils through the iTaukei Affairs Board 208 significant matters on the audits of the 44 financial statements for the nine Provincial Councils.

Provincial Council	Year	No. of Significant Matters Reported
Ba	2008 - 2010	15
Bua	2008 - 2010	12
Cakaudrove	2008 - 2010	13
Kadavu	2008 - 2010	16
Lau	2008 - 2010	14
Lomaiviti	2006 - 2010	16
Macuata	2008 - 2010	16
Nadroga/Navosa	2008 - 2010	15
Naitasiri	2008 - 2010	13
Namosi	2008 - 2010	13
Ra	2008 - 2010	13
Rewa	2006 - 2010	17
Serua	2006 - 2010	21
Tailevu	2008 - 2010	14

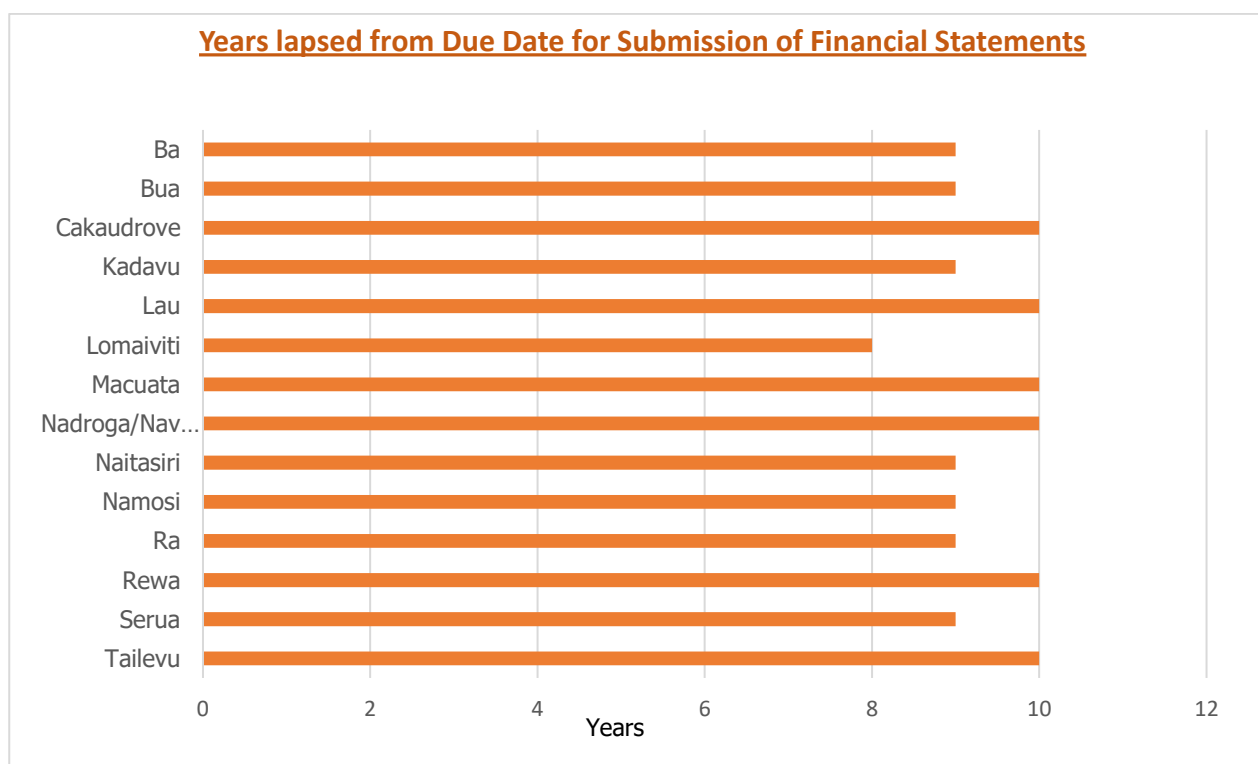
An analysis and common significant issues across the Provincial Councils are discussed further on Sections 3 & 4 of the report.

2.2 Timeliness of financial reporting

To assess the timeliness of draft acceptable financial statements, we have compared the date the draft financial statements were received for audit after allowing for at least 30 days before the legislative deadlines for our audit.

Rating	Timeliness of financial reporting assessment
Effective	Acceptable draft financial statements received by 1 April each year
Ineffective	Acceptable draft financial statements received more than 30 days after 1 April each year

The diagram below shows the length of time for the submissions of financial statements to the Auditor-General:



All fourteen Provincial Councils did not comply with the statutory requirements to submit to the Auditor General financial statements for audit by 1 April each year.

The submissions of financial statements to the Auditor General were more than 9 years behind the statutory deadlines. In some cases, multiples versions of the financial statements were presented for audit, which further delayed the audits for certain Councils.

The timeliness of financial reporting is ineffective due to the length of time it took the iTaukei Affairs Board and the Provincial Councils to prepare and present the financial statements, submit them to the Auditor-General for audit and make them available to the public.

2.3 Results Summary

Both the quality and timeliness of financial reporting for the fourteen Provincial Councils have been assessed as ineffective and therefore require the immediate attention of the iTaukei Affairs Board for prompt resolutions.

The following Table summarizes our assessment of financial reporting processes:

Provincial Council	Year	Financial Reporting	
		Q	T
Ba	2008 - 2010	*	*
Bua	2008 - 2010	*	*
Cakaudrove	2008 - 2010	*	*
Kadavu	2008 - 2010	*	*
Lau	2008 - 2010	*	*
Lomaiviti	2006 - 2010	*	*
Macuata	2008 - 2010	*	*
Nadroga/Navosa	2008 - 2010	*	*
Naitasiri	2008 - 2010	*	*
Namosi	2008 - 2010	*	*
Ra	2008 - 2010	*	*
Rewa	2008 - 2010	*	*
Serua	2008 - 2010	*	*
Tailevu	2008 - 2010	*	*

T=Timeliness of financial reporting Q=Quality of financial reporting

3.0 Internal Controls

3.1 Internal Controls Assessments

Good internal controls provide reasonable assurance that an entity is achieving its objectives relating to operations and reporting and support the production of effective financial statements.

We assess the financial controls used by the Provincial Councils using the following five key elements:

- (i) Control Environment (CE) – actions, attitudes and values that influence daily operations
- (ii) Risk Assessment (RA) – processes for identifying, assessing and managing risk
- (iii) Monitoring Activities (MA) – oversight of internal controls for existence and effectiveness
- (iv) Control activities (CA) – policies, procedures, and actions taken to prevent or detect errors
- (v) Information and Communication (IC) – systems to inform staff about control responsibilities

The five key elements are explained in detail on [Appendix D](#).

When we identify that internal controls in any of these elements are missing or are not operating as intended, we refer to them as *control deficiencies (audit finding)*. If we identify that a control deficiency, either alone or in combination with other deficiencies, may lead to a material misstatement in the entity's financial statements, we refer to this as *a significant audit finding*. If we identify a deficiency (audit finding) with any of these internal controls as part of our audits, we report the finding to the entity's management.



A deficiency occurs when internal controls are unable to prevent, detect or correct errors in the financial statements or where controls are missing. A significant deficiency is a deficiency that either alone or in combination with multiple deficiencies may lead to a material misstatement in the financial statements. It requires immediate management action.

The Results Summary in Section 3.3 shows the strength of controls in key elements for the fourteen Provincial Councils for which 44 financial statements were audited.

Our audit indicated that all five components were areas where significant deficiencies were identified.

In 2015, the iTaukei Affairs Board issued a Financial Manual to supplement the existing Accounting Manual. However, we have yet to determine whether the supplementary Finance Manual has assisted the Provincial Councils to operate reliably and to produce effective financial statements.

The following Table outlines the rating we have used to assess internal controls:

Rating	Internal Control Assessment
 Effective	No deficiencies identified in internal controls
 Ineffective	Significant deficiencies identified in internal controls

It is important to note that the deficiencies detailed below were identified during our audit and may have been subsequently resolved by the iTaukei Affairs Board and the Provincial Councils. These have been included in this report as they impacted on the overall system of control of the Provincial Councils as at the dates of the financial statements.

3.2 Common findings

Internal control deficiencies identified were communicated to the iTaukei Affairs Board through our Management Letters. Common internal control weaknesses relate to the following main areas:

- Cash management
- Journals and reconciliation
- Purchases and payments
- Payroll

Our audits found the following internal control weaknesses to be prevalent with the Provincial Councils:

Cash management

- Monthly bank reconciliations were either not prepared or if performed were untimely and inaccurate. As a result, there were unreconciled variances between the Bank Reconciliation Statements and the General Ledger with neither balances reconciled to the confirmations provided by the banks.
- Receipts were not banked intact as deposits could not be traced to the bank statements. This indicated that receipts may have been utilized for cash payments, however, could not be properly substantiated due to missing records.
- Daily or regular banking of receipts were not done.
- Accurate and timely cash flow analysis were not performed.
- Stale cheques were not appropriately dealt with.
- Cash records such as lodgment books, cheque books and cashbooks were not properly maintained resulting in the records not being able to be located for audit.

The various internal control weaknesses identified indicated that cash management for Provincial Councils is a high risk area that is susceptible to fraud and mismanagement.

Journals and Reconciliations

- Inadequate supporting documents for journals posted to the General Ledger.
- Reconciliations for other key account balances were not prepared. Reconciliations were not reviewed or if reviewed, were not done independently and in a timely manner.
- Salary reconciliations were not performed.

Journals without appropriate controls and oversight increases the risk of error and fraud. The Provincial Councils need to improve the process in preparing and reviewing account reconciliations by performing timely reconciliations that are independently reviewed.

Purchases and payments

Purchases and payments processes were not complied with as follows:

- Local Purchase Orders were not issued for purchases.
- Competitive quotations were not obtained.
- Payment vouchers and supporting documents were not stamped "PAID".
- Payments were not always supported with proper and appropriate documentations.

As records such as payment vouchers and supporting documentations have been misplaced, some payments made during the years could not be substantiated during the audit.

Improving internal controls for the purchases and payments functions for Provincial Councils are crucial to minimizing the risks of unauthorized purchases and fraud.

Payroll

- Payments of wages were not supported with timesheets/timecards.
- Employee details were not updated in the Personnel Files such as Employment Agreements, salary rates and positions, and leave schedules.
- Personnel Files and Pay Run Reports were not provided for audit verification.
- Salary reconciliations were not performed.

Weaknesses in payroll controls could result in incorrect payments to employees due to either error or fraud. As employee salaries/wages and related costs represents the largest portion of total expenditures for Provincial Councils, effective payroll controls is crucial.

[Appendix D](#) provides a summary of the management comments received from the iTaukei Affairs Board.

3.3 Results Summary

For the years audited, we have assessed the internal controls for the Provincial Councils as ineffective. The common significant findings discussed in Sections 3 & 4 have contributed to this assessment.

The Table below summarizes our assessment of internal controls across the Provincial Councils which were audited:

Provincial Council	Year	Internal Controls				
		CE	RA	CA	IC	MA
Ba	2008 - 2010	✖	✖	✖	✖	✖
Bua	2008 - 2010	✖	✖	✖	✖	✖
Cakaudrove	2008 - 2010	✖	✖	✖	✖	✖
Kadavu	2008 - 2010	✖	✖	✖	✖	✖
Lau	2008 - 2010	✖	✖	✖	✖	✖
Lomaiviti	2006 - 2010	✖	✖	✖	✖	✖
Macuata	2008 - 2010	✖	✖	✖	✖	✖
Nadroga/Navosa	2008 - 2010	✖	✖	✖	✖	✖
Naitasiri	2008 - 2010	✖	✖	✖	✖	✖
Namosi	2008 - 2010	✖	✖	✖	✖	✖
Ra	2008 - 2010	✖	✖	✖	✖	✖
Rewa	2008 - 2010	✖	✖	✖	✖	✖
Serua	2008 - 2010	✖	✖	✖	✖	✖
Tailevu	2008 - 2010	✖	✖	✖	✖	✖

CE=Control Environment	RA=Risk Assessment
CA=Control Activities	IC=Information and Communication Control
MA=Monitoring Activities	

4.0 Other Significant Matters

The Audit Act 1969 requires, amongst other things, that the Auditor-General must report on other significant matters which the Auditor-General wishes to bring to the attention of Parliament.

Other significant matters highlighted in this report, include control weaknesses which *could cause* or *is causing* severe disruption to the process or on the ability of the Provincial Councils to achieve process objectives and comply with relevant legislation, which are in addition to those discussed in [Section 3](#).

It is likely that these issues may have an impact on the operations of the Provincial Councils in future, if necessary action is not taken to address them.

It is important to note that the deficiencies detailed in this report were identified during our audit and may have been subsequently resolved by the iTaukei Affairs Board and the Provincial Councils. These have been included in this report as they impacted on the overall system of control of the Provincial Councils as at the dates of the financial statements.

4.1 Common Findings

Other significant matters identified during the audit were communicated to the iTaukei Affairs Board through our Management Letters and they relate to the following areas:

- **Submission of financial statements for audit** – Significant delays in the submission of draft financial statements for audit, which is discussed in detail in [Section 2](#) of this report. Lack of capacity has been identified as a contributing factor to preparing appropriate, timely and accurate draft financial statements.
- **Compliance with the accounting standards** – Non-compliance with the requirements of the applicable financial reporting framework used.
- **Limitation of scope** – Lack of sufficient appropriate supporting documentations to substantiate the account balances reported in the financial statements. Refer to [Appendix A](#). The absence of records created a significant limitation on the scope of the audits and restricted the performing of necessary audit procedures.
- **Records management** – Records management for the Provincial Councils were generally poor resulting in missing financial and related records to support most of the balances reflected in the financial statements.
- **Asset management** - The Provincial Councils have not reviewed the valuation of property, plant and equipment since 1999. In addition, the accuracy and completeness of the Fixed Assets Registers/Schedules could not be determined as the balances in the General Ledger and the Fixed Assets Schedule did not reconcile.

There was no capitalisation policy to set the threshold for recording expenditures related to fixed assets.

- **Loans and advances to staff and public** – Loans and advances to staff and public were not supported with appropriate documentations. The Provincial Councils were not effective in the recovery process of loans and advances resulting in substantial provisions for doubtful debts for the years audited.

- **Policies and procedures** - Absence of clear policies that requires the development of strategic and operational plans. These include but not limited to strategic and corporate plans, business plans, risk management plans, disaster recovery plans.

We also looked at whether policies and procedures for various aspects of the Provincial Councils' operations exist and were updated. For the years audited, we noted that policies and procedures were not reviewed and updated.

- **Provincial rates** – The Provincial Councils did not maintain Rates Collection Registers. As such detailed listing of rates due and payable could not be determined. Consistent over projection of revenue from provincial rates over the years.
- **Confirmations for Investment with Provincial Companies** – The Provincial Councils hold various investments with the Provincial Companies. For 8 of the 14 Provincial Councils audited, investment confirmations were not provided by the Provincial Companies as such the audits were unable to determine the authenticity of the investments.

Appendix E provides a summary of the management comments received from the iTaukei Affairs Board.

5.0 Audit Conclusion and Recommendations

5.1 Audit Conclusion

Modified audit opinions (Disclaimer of Opinion) were issued on all the 44 financial statements audited which reflected negatively on the iTaukei Affairs Board and the Provincial Councils. Urgent and close attention should be given to address matters which have been highlighted in the Auditors' Reports including the significant matters raised in Management Letters.

Quality and timely financial reporting is a major concern that needs to be addressed by those charged with governance of the Provincial Councils. Delays in submission of financial statements for audit prevents the Auditor-General from giving an opinion on them on a timely basis and informing Parliament and other stakeholders of the outcome of such audits.

Good governance and internal controls are lacking because regulations, formal policies and procedures to govern all aspects of the Provincial Councils' operations were not reviewed and updated for a long period of time or they do not exist. This has not been given due consideration over the years. In addition, records management is poor resulting in missing financial records. There is no policy currently existing that is directed towards effective records management.

The majority of Provincial Councils had made large investments and/or provided loans & advances to Provincial Companies. However, it was difficult to obtain confirmations and information on the establishment and the current operations of most Provincial Companies as information/records were not available.

The monitoring role of the Ministry of the iTaukei Affairs and iTaukei Affairs Board on the operations of the Provincial Councils should be strengthened to improve financial accountability. It has been noted that it becomes challenging for entities to prepare annual financial statements when these have not been done for some time resulting in backlog.

5.2 Recommendations

1. Management of the iTaukei Affairs Board and the Provincial Councils should urgently address all the issues that give rise to the audit qualifications, internal control deficiencies and other significant issues discussed and identified in Sections 3 & 4 and [Appendix B](#) of this report.
2. Improving the quality and timeliness of financial statements should be given the utmost priority. The quality of financial reporting can be improved by involving suitably qualified accountants in the Provincial Councils that are capable of preparing and presenting draft financial statements on time and in accordance with the requirements of the applicable financial reporting framework.
3. The iTaukei Affairs Board should consider the establishment of a robust and capable audit, risk and improvement committee to specifically look at the quality and timeliness of financial reporting by the Provincial Councils and formulate action plans to resolve governance and internal control deficiencies and significant audit findings reported by the Auditor-General.
4. The iTaukei Affairs Board should consider reviewing and strengthening the capability of its internal audit function to assist in reviewing the systems and processes for the Provincial Councils and develop recommendations for improvements to those charged with governance.
5. Formulation of strategic plans and corporate plans including risk management plans for the Provincial Councils should be given due consideration. Regulations and formal policies and

procedures to support effective governance and internal controls should be regularly reviewed and kept up to date or established for those that do not exist.

6. The iTaukei Affairs Board and the Provincial Councils need to ensure that plans, policies, standards and guidelines are available to all staff and that staff are aware of them. These should provide direction for the day-to-day operations of the Provincial Councils, promote consistency across the 14 Provincial Councils, clarify accountability and support compliance with laws and regulations by staff and management of the Councils.
7. Maintaining accurate and complete fixed assets records is important to ensure effective management of property, plant and equipment and accurate financial reporting. In addition, there should be a clear plan on asset valuations to ensure that the process is appropriately managed and documented.
8. The Provincial Councils and the iTaukei Affairs Board should maintain accurate and updated records/information on the Provincial Companies.
9. The monitoring role of the Ministry of iTaukei Affairs and iTaukei Affairs Board on the operations of the Provincial Councils should be strengthened to improve financial accountability.

6.0 Macala ni Sogoivola kei na Vakatumu

6.1 Macala ni Sogoivola

Na kedra sega ni rawa ni vakatumewataki (disclaimer of opinion) na itukutuku vakailavo kece e 44 sa dikevi oti e boroi kina e dua na yaloyalo ca ni Matabose ni Veika Vakaitaukei kei na vei Matabose ni Yasana. Me dikevi matua sara vakatotolo me kune na iwali ni leqa eso sa dusimaki ena itukutuku ni Auditor-General, oka kina na veika lelevu e cavuti ena ivola vei ira na veiliutaki (management letters).

E leqataki vakalevu na itagede kei na taudonu ni itukutuku vakailavo, ka dodonu mera qara vakatotolo na kena iwali o ira na tataunaki vei ira na liutaki ni vei Matabose ni Yasana. Ni dau bera na kena vakau mai na itukutuku vakailavo me dikevi, ena bera talega nona vakatumewa kina na Auditor-General kei na kena vakadewataki na kena macala vei ira na lewe ni Palimedi kei ira tale eso era kauwai kina.

E sega tu na veiliutaki vinaka kei na yadravi ni ilavo baleta ni sa dede sara na kena sega ni vakavoui na lawa kei na ivakarau vakacakacaka ni vei Matabose ni Yasana, se a sega beka ga. Sa vakayabaki na kena weletaki tu mai. E malumalumu talega na maroroi ivolatukutuku (records management) qai dau yali wasoma na ivola vakadinadina vakailavo. E sega tu mada ga ena gauna qo na polisi se ivakarau vakacakacaka baleta na kena maroroi ni ivolatukutuku.

Na iwase levu ni vei Matabose ni Yasana sa vakacuru ilavo vakalevu ena Kabani ni Yasana, se soli dinau kina. Ia e dredre me vakadeitaki se kune mada ga na itukutuku ni tauyavutaki kei na cicivaki ni levu vei ira na Kabani ni Yasana, ni sega tu kena ivolatukutuku.

E dodonu me vaqacotaki na nodratou yadrava na Tabacakacaka iTaukei kei na Matabose ni Veika Vakaitaukei na cakacaka ni vei Matabose ni Yasana, me savasava kina na vakayagataki ilavo. Sa kune ni dau dredre na vakarautaki itukutuku vakailavo e veiyabaki ni sa dede kena sega tu ni caka, qai bini tu na itukutuku se bera ni qaravi.

6.2 Vakatumu

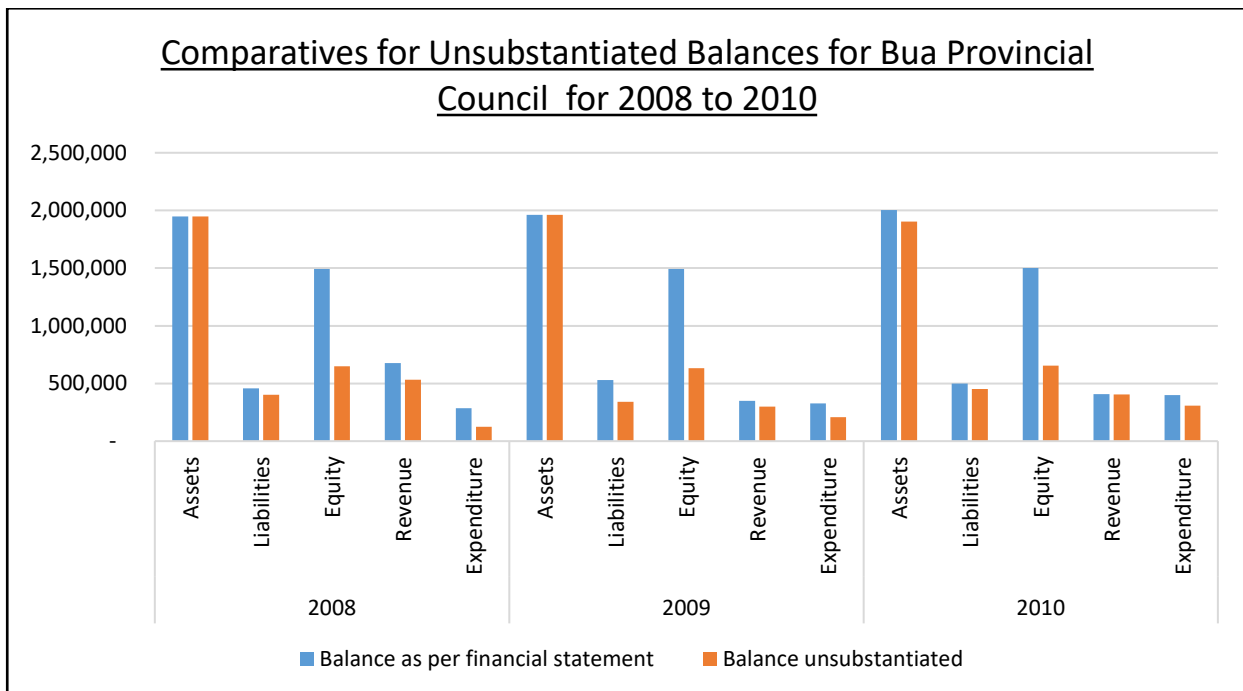
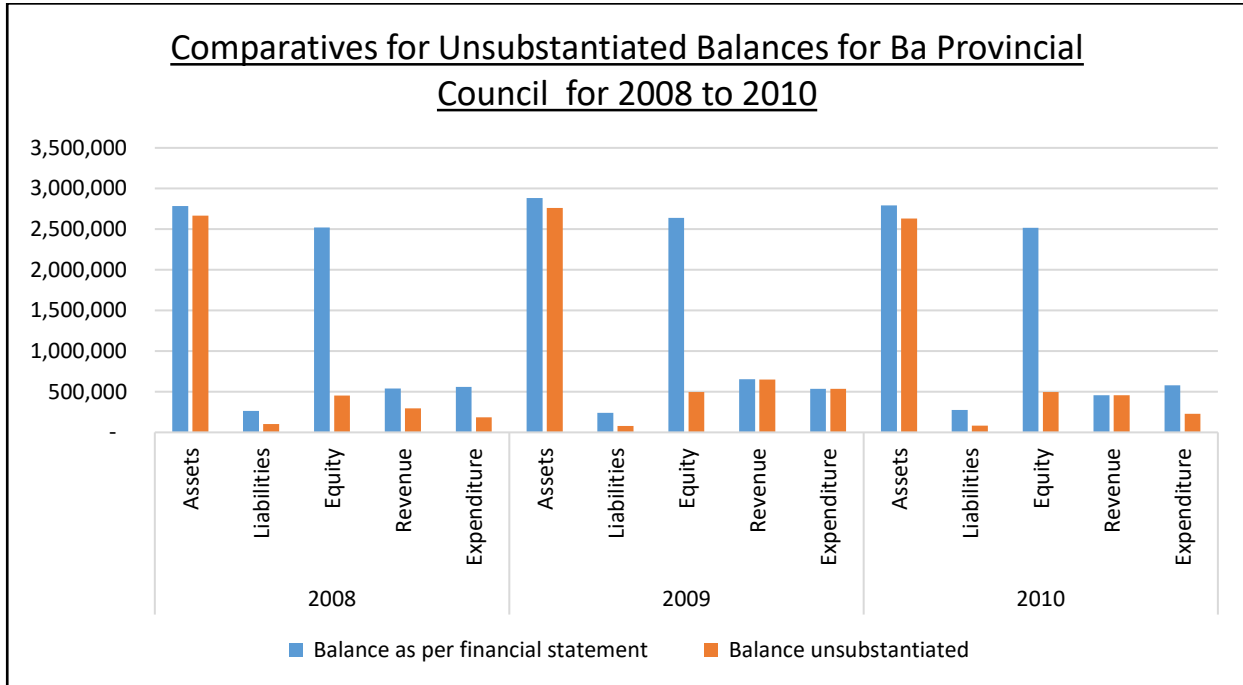
1. Na mataveiliutaki ni Matabose ni Veika Vakaitaukei kei na Matabose ni Yasana me dikeva vakatotolo se cava so na vu ni kedra vakadonu ga vakavo na itukutuku vakailavo, malumalumu ni yadravi ni ilavo kei na veika tale eso e cavuti ka sereki ena Wase 3 & 4 kei na **iKuri B** ni itukutuku qo.
2. Me vakaliuci ga na iwali ni itagede kei na taudonu ni itukutuku vakailavo. E rawa ni toroi cake na kedra itagede ena nodra vakaitavi na daunifika vakaivola me ganita ena Matabose ni Yasana mera vakarautaka ka solia taudonu na itukutuku vakailavo vakacaca, ena nodra muria na itovo lavaki ni tukutuku vakailavo me vaka e ganita.
3. Na Matabose ni Veika Vakaitaukei me bosea na kena tauyavu e dua na komiti cecere ni kenadau ena dikevi ni veika vakailavo, na kena ririko kei na kena toroi cake, me dikeva vakatabakidua na itagede kei na taudonu ni tukutuku vakailavo ni vei Matabose ni Yasana, qai buli ituvatuva eso ni cakacaka me wali kina na malumalumu ni lewai ni ilavo kei na kena yadravi, kei na leqa lelevu sa dusimaka na Auditor-General.
4. Na Matabose ni Veika Vakaitaukei me bosea na kena lesuvi ka vaqacotaki na mana ni kena yadravi na vakayagataki ilavo me yaga ena kena veisautaki na ivakarau vakacakacaka ni vei Matabose ni Yasana, qai buli vakatumu me yaga vei ira na veiliutaki kina.

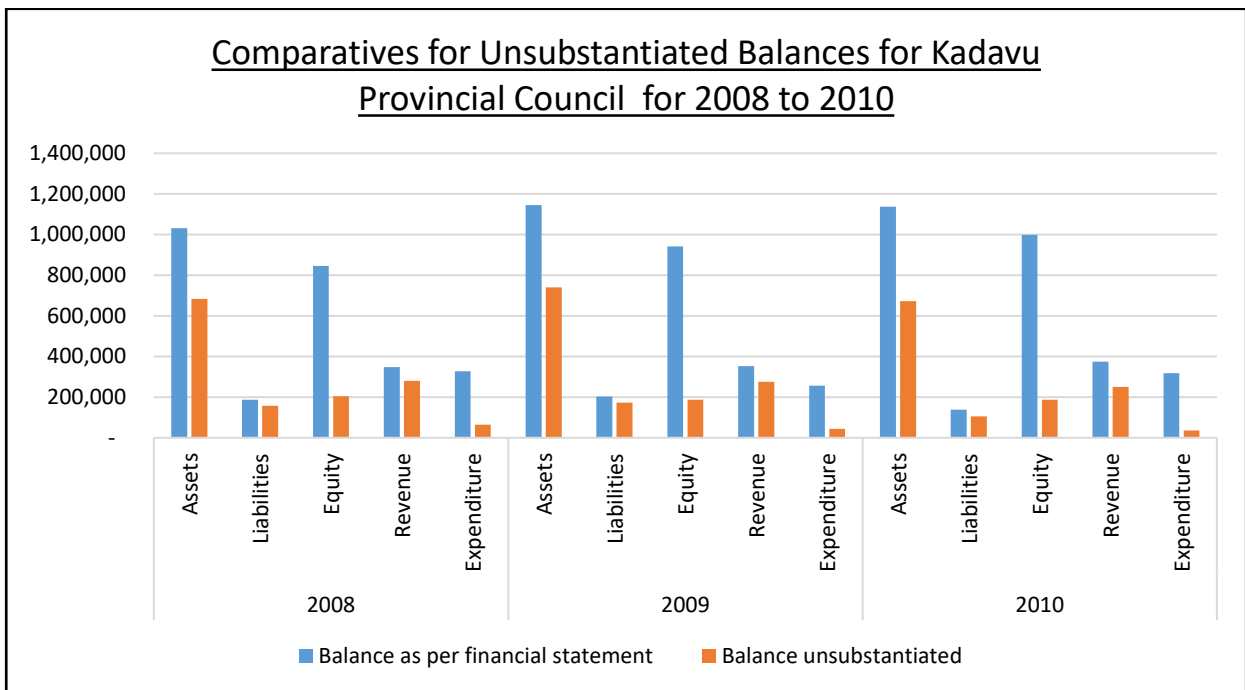
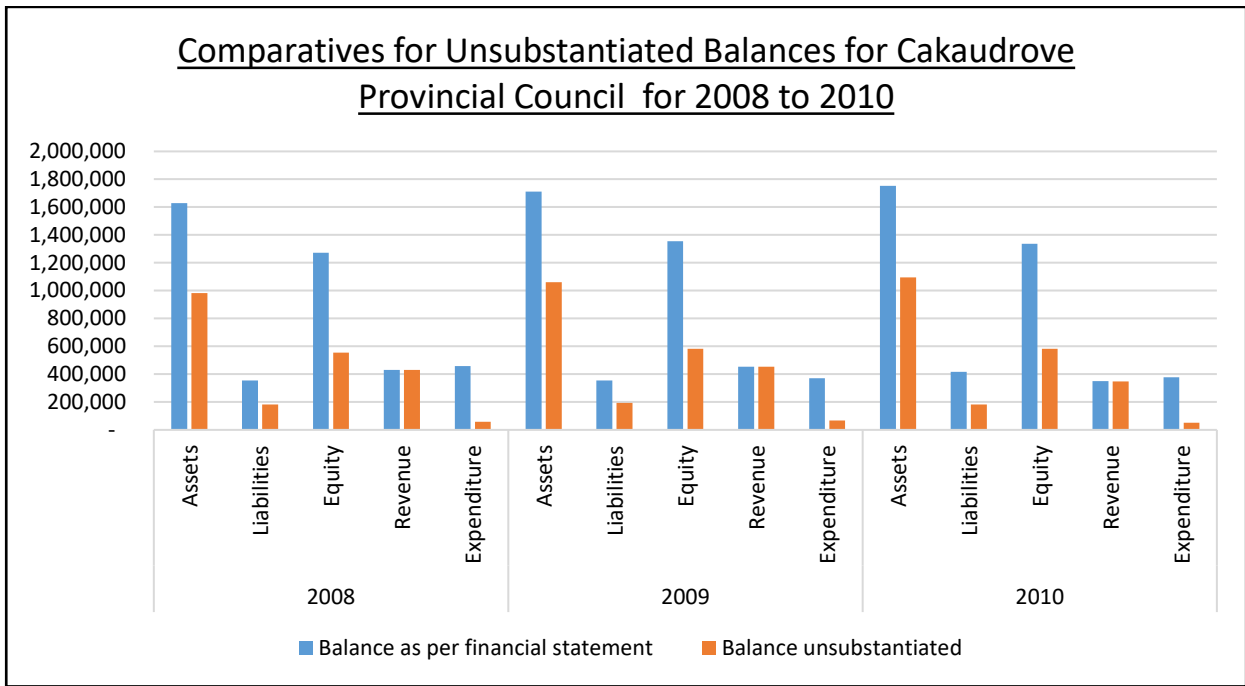
5. Me vakasamataki matua na ituvatuva eso, wili kina na ituvatuva ni qaqarauni (risk management), me baleta na vei Matabose ni Yasana. Me dau lesuvi wasoma qai vakavoutaki na lawa kei na ivakarau vakacakacaka me mana kina na veiliutaki kei na yadravi ni ilavo; ke sega tu, me buli.
6. Na Matabose ni Veika Vakaitaukei kei na Matabose ni Yasana me dau qarauna mera kila vinaka na liganicakacaka na ituvutuva kei na ivakarau vakacakacaka kece, ka tu vakarawarawa vei ira. Qo me dusimaki kina na sala me murī ena cakacaka ni veisiga ni vei Matabose ni Yasana, me bau tautauvata kina na qaravi itavi ena Matabose ni Yasana e 14, me matata kina na cakacaka savasava vei ira kece na veiliutaki se veiqaravi ena Yasana, ka mera vauci tu ga ena lawa eso e ganita.
7. E bibi me vakaivolataki vakavinaka na iyau (fixed asset) kece, me mana kina na qaravi ni iyau kei na iyaya, qai donu na kena itukutuku vakailavo. Me tuvai vakamatata talega na dikevi ni iyau (asset valuation) me dau qaravi ka vakaivolataki vakavinaka.
8. Na vei Matabose ni Yasana kei na Matabose ni Veika Vakaitaukei me dau vola wasoma na itukutuku matailalai ni Kabani ni Yasana.
9. Me vaqacacotaki na itovo ni veiyadravi ni Tabacakacaka iTaukei kei na Matabose ni Veika Vakaitaukei ena cakacaka ni vei Matabose ni Yasana, me savasava kina na vakayagataki ilavo.

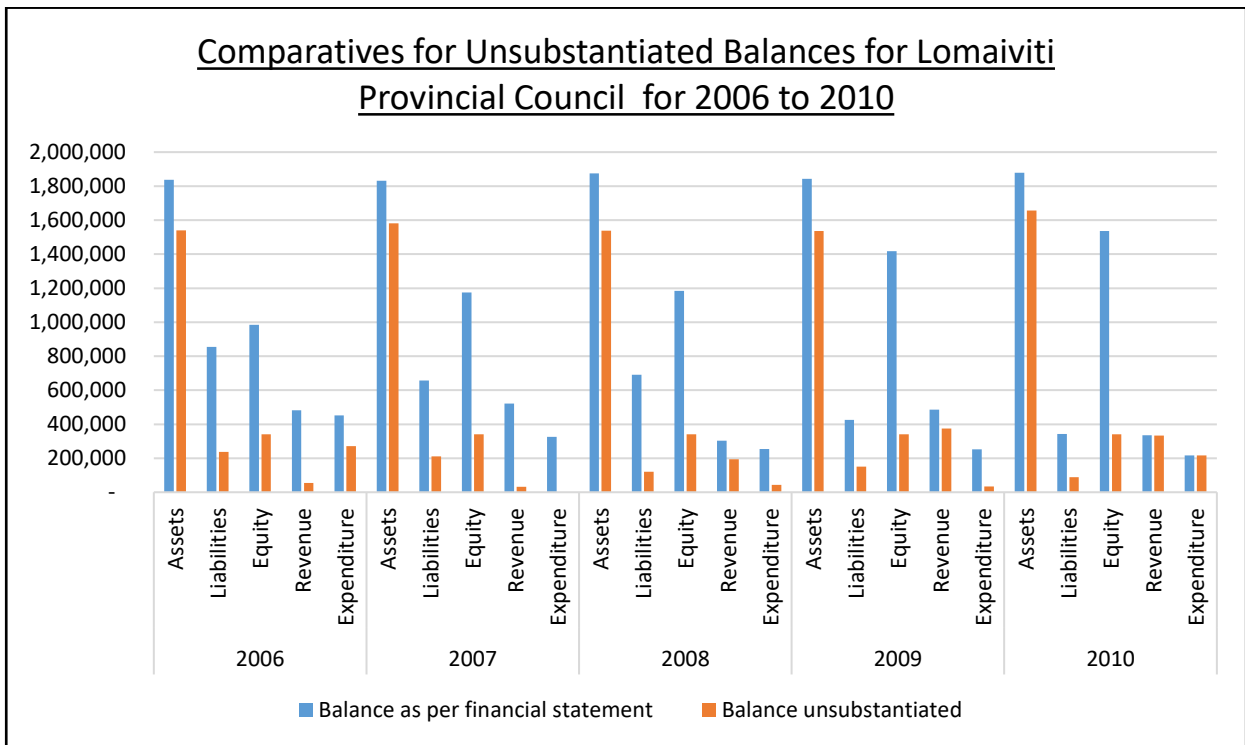
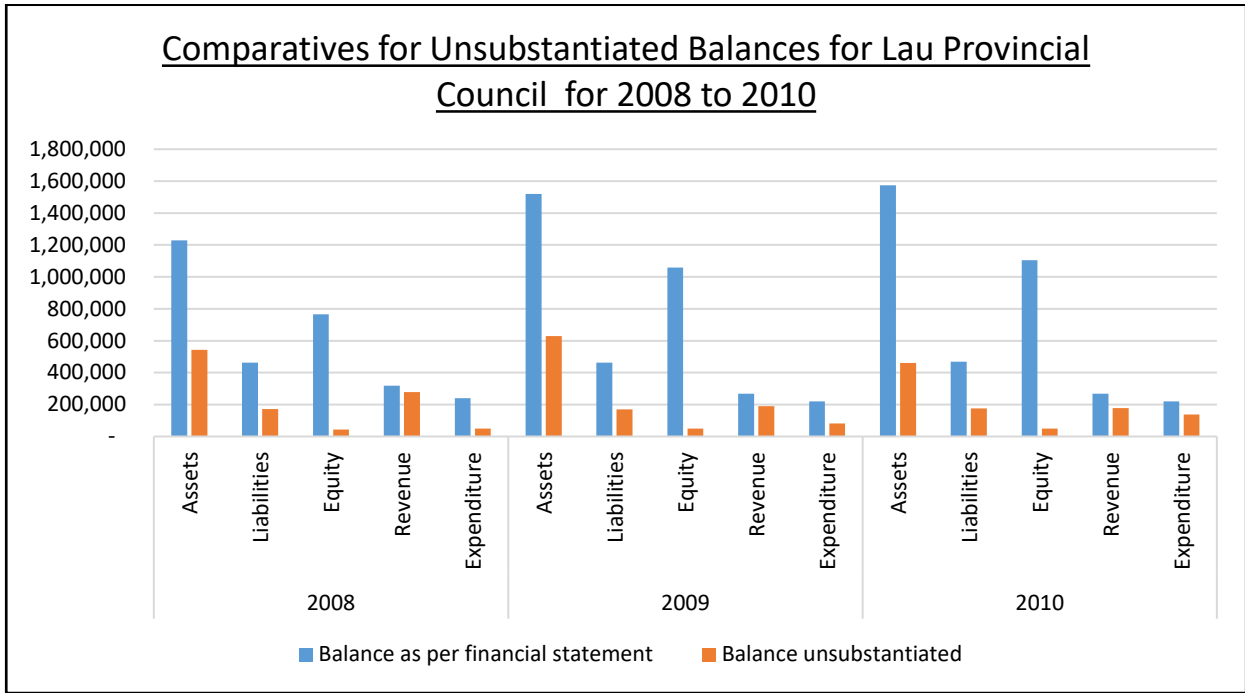
7 Appendices

Appendix A: Limitation of Scope – Unsubstantiated Balances

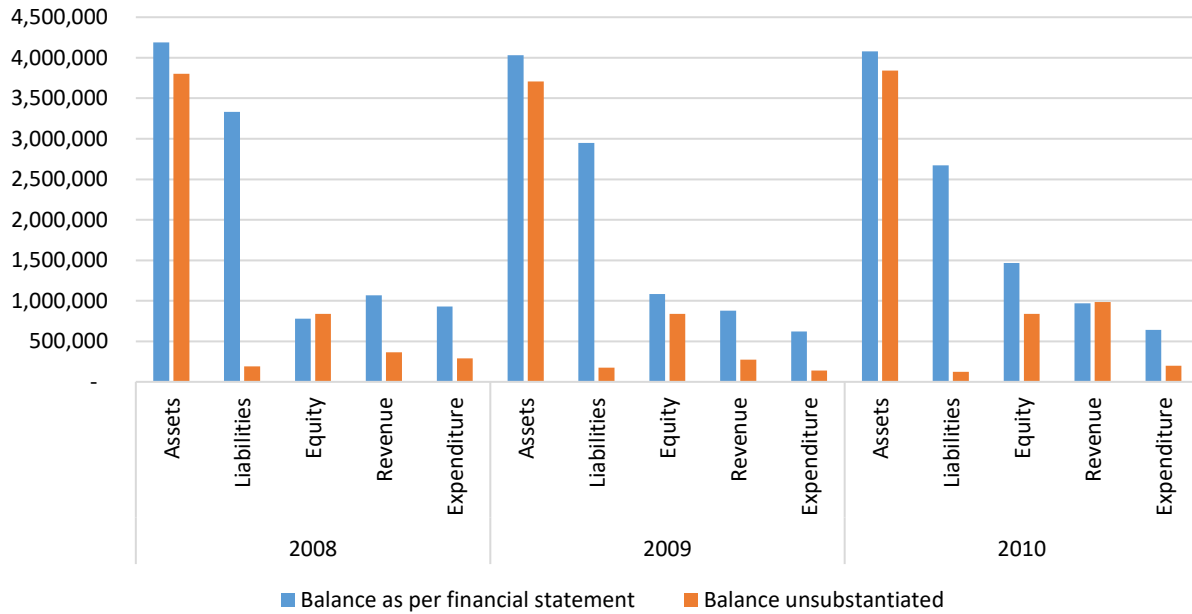
The audit was not provided with sufficient appropriate supporting documents to substantiate the balances reported in the financial statements:



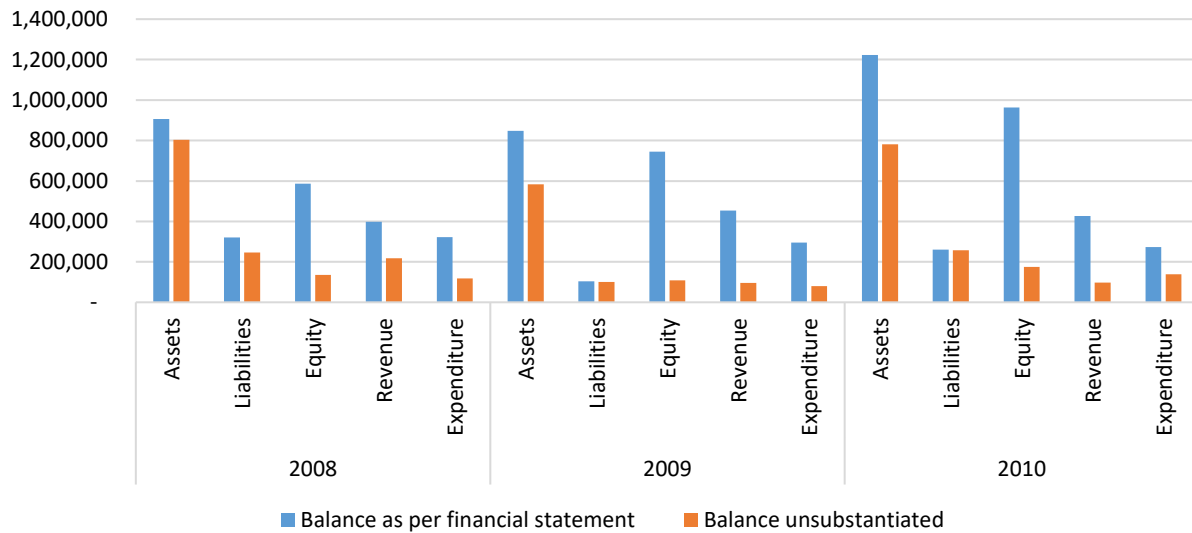




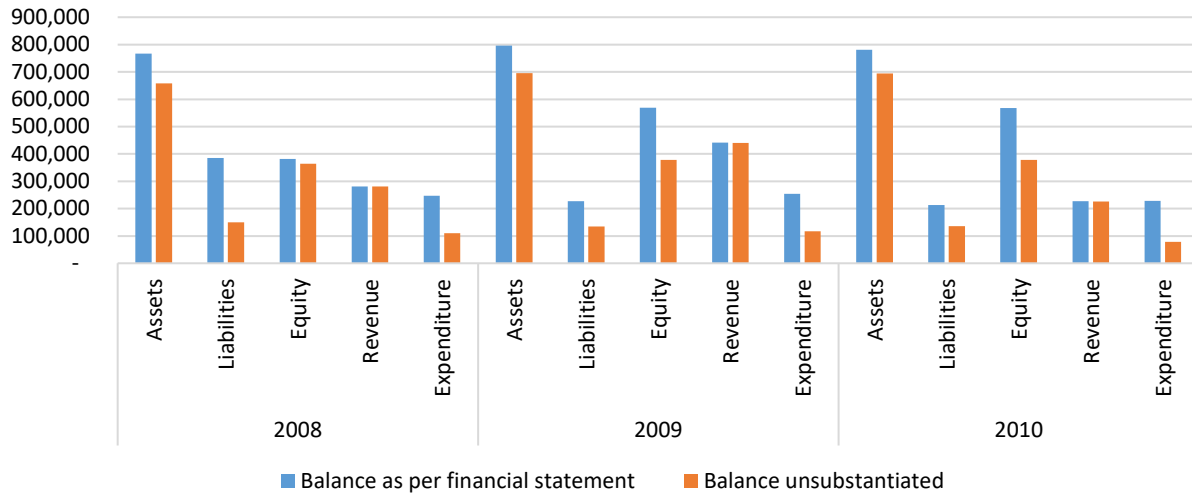
Comparatives for Unsubstantiated Balances for Macuata Provincial Council for 2008 to 2010



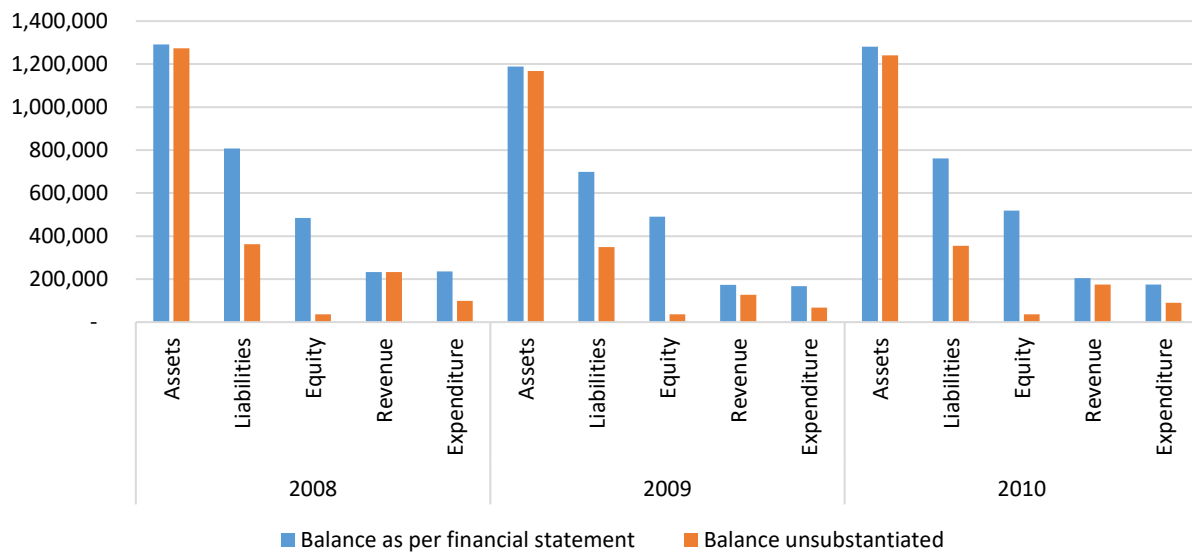
Comparatives for Unsubstantiated Balances for Nadroga/Navosa Provincial Council for 2008 to 2010

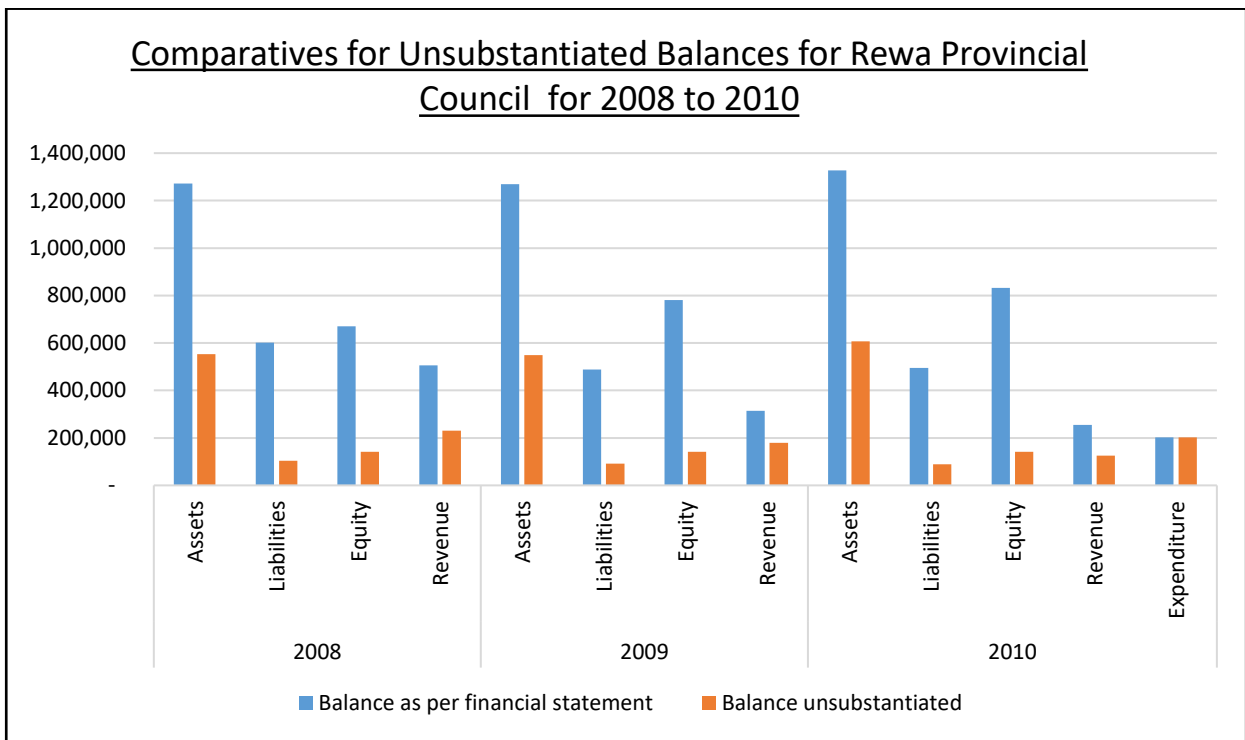
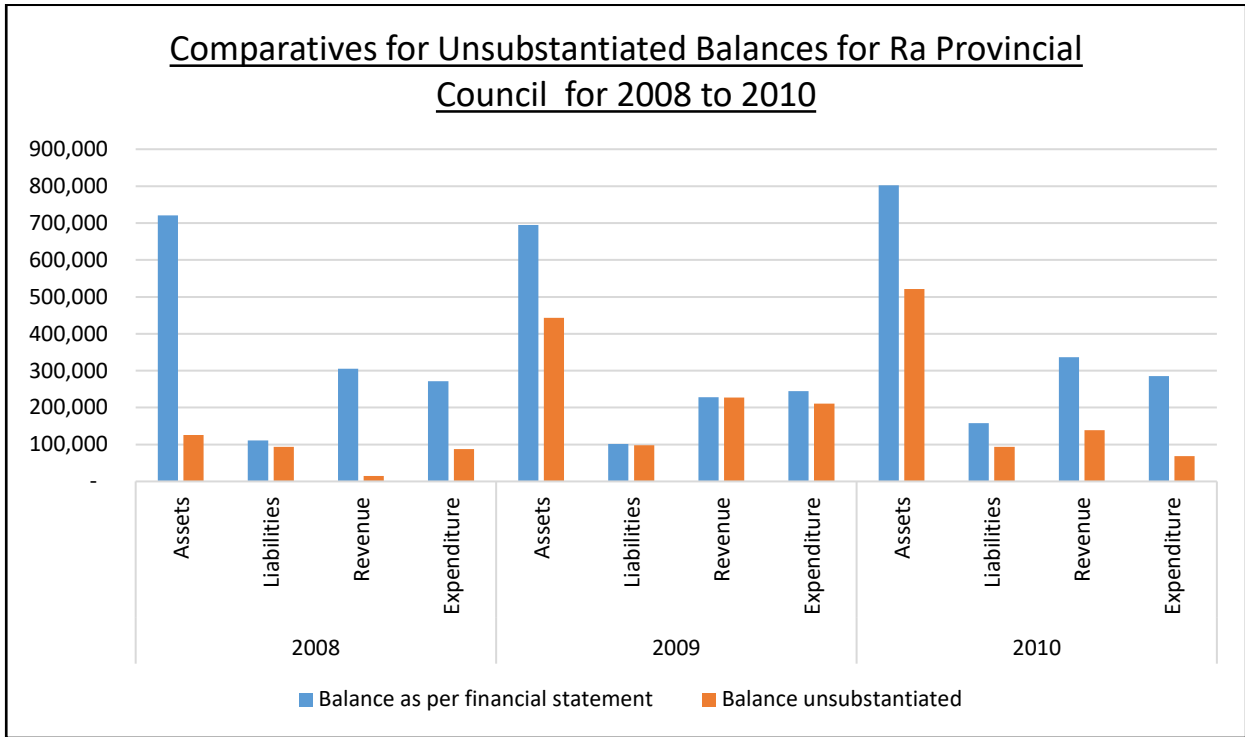


Comparatives for Unsubstantiated Balances for Naitasiri Provincial Council for 2008 to 2010

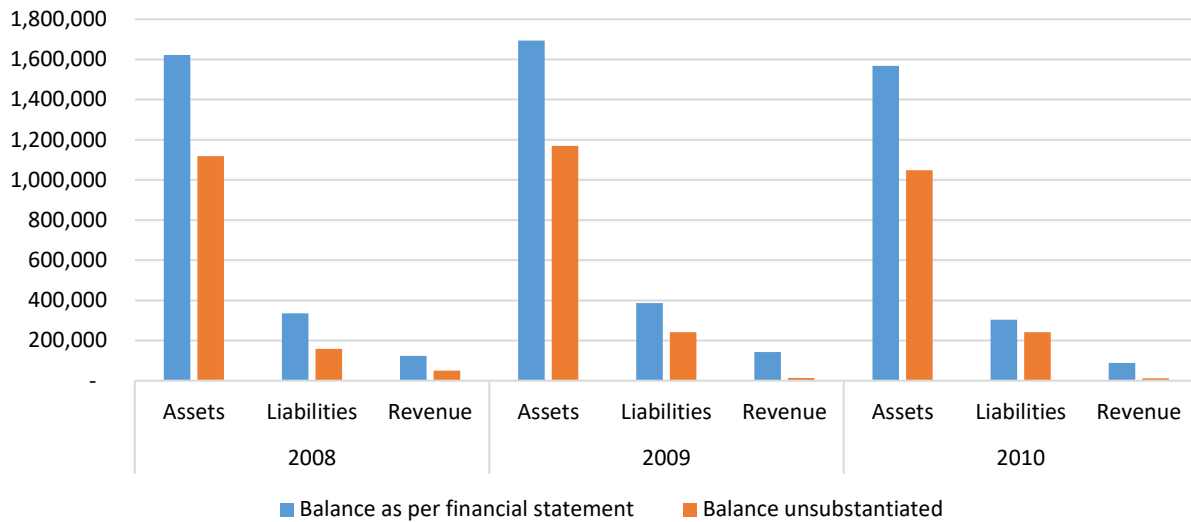


Comparatives for Unsubstantiated Balances for Namosi Provincial Council for 2008 to 2010

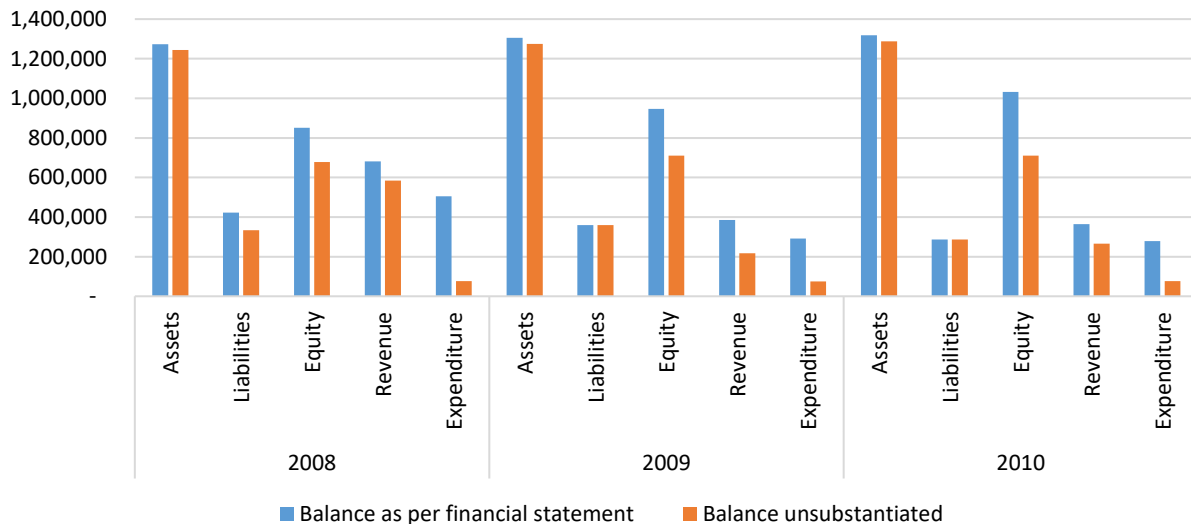




Comparatives for Unsubstantiated Balances for Serua Provincial Council for 2008 to 2010



Comparatives for Unsubstantiated Balances for Tailevu Provincial Council for 2008 to 2010



Appendix B: Qualification Issues

Due to the absence of documentations to appropriately support the various balances reflected in the financial statements, we were unable to determine the necessary adjustments to correct the financial statements.

Provincial Council	Qualification Issues
Ba:	
2008	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$64,540 in the Statement of Financial Position as at 31 December 2008. Included in the balance were \$28,896 for the bank current account, \$35,642 under the bank 'Adi Salusalu' festival account and cash on hand of \$2. The Council was unable to provide me with appropriate documentations which included records such as bank reconciliations and cashbook reconciliations for the bank current account and cash receipt statements, cash payment statements, receipts, payment vouchers, bank reconciliations and cashbook reconciliations to support the bank 'Adi Salusalu' festival account. 2. The Council recorded salary advance of \$5,026, loans and advances to staff of \$13,465, loans and advances to public of \$31,629, provision for doubtful debts of \$26,056, component of other assets of \$35,714, current liabilities of (\$25,472), Ba Provincial Council advance of \$90,412 and special funds of \$35,642 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide appropriate documentations which included records such as subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors' ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances. 3. The Council recorded investments of \$1,987,644 with Ba Provincial Holdings Limited in the Statement of Financial Position as at 31 December 2008. I was not provided with investment confirmations from the company which was necessary to confirm the existence and completeness of the balances. 4. The Council recorded property, plant and equipment at a net value of \$556,157 which included land of \$130,596, building of \$293,244 and motor vehicle of \$84,478 in the Statement of Financial Position as at 31 December 2008. I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances. 5. The Council recorded an asset revaluation reserve of \$496,626 which had been carried forward from previous years and prior year adjustment of \$42,910 in the Statement of Changes in Equity for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the above balances. 6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$252,291 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2008. 7. The Council recorded income from government subvention for operating expenses of \$188,890 and other income of \$42,311 in the Statement of Income

	<p>and Expenditure for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documents to adjustments made to the general ledger to support the above balances.</p> <p>8. The Council recorded salary, wages, allowances and related payments of \$124,291, special events of \$27,513 and doubtful debts of \$34,977 in the Statement of Income and Expenditure for the year ended 31 December 2008. The Council was unable to provide various other records such as the supporting documentations for adjustments made to the general ledger, some payment vouchers and documents to support the payments made during the year, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.</p> <p>9. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 – Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.</p>
2009	<p>1. The Council recorded cash at bank and on hand of \$113,437 in the Statement of Financial Position as at 31 December 2009. Included in the balance were \$98,168 for the bank current account, \$14,952 for the bank ‘Adi Salusalu’ festival account and cash on hand of \$317. The Council was unable to provide me with appropriate documentations which included records such as bank reconciliations and cashbook reconciliations for the bank current account and cash receipt statements, cash payment statements, receipts, payment vouchers, bank reconciliations and cashbook reconciliations to support the bank ‘Adi Salusalu’ festival account.</p> <p>2. The Council recorded salary advance of \$5,596, loans and advances to staff of \$19,232, loans and advances to public of \$32,238, provision for doubtful debts of \$26,056, component of other assets of \$134,428, current liabilities of (\$26,257), Ba Provincial Council advance of \$90,412 and special funds of \$14,952 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide appropriate documentations which included records such as subsidiary debtors’ ledgers and loan approvals, payment vouchers, receipts, creditors’ ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.</p> <p>3. The Council recorded investments of \$1,987,644 with Ba Provincial Holdings Limited in the Statement of Financial Position as at 31 December 2009. I was not provided with investment confirmations from the company which was necessary to confirm the existence and completeness of the balances.</p> <p>4. The Council recorded property, plant and equipment at a net value of \$497,936 which included land of \$128,809, building of \$284,817 and motor vehicle of \$45,478 in the Statement of Financial Position as at 31 December 2009. I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances.</p> <p>5. The Council recorded an asset revaluation reserve of \$496,626 which had been carried forward from previous years in the Statement of Changes in Equity for</p>

	<p>the year ended 31 December 2009. The Council was unable to provide appropriate documentations which included the approved valuation report and supporting documentations to adjustments made to the general ledger to support the asset revaluation balance.</p> <p>6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$311,805 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2009.</p> <p>7. The Council recorded income from government subvention for operating expenses of \$225,507 and investment income of \$112,520 in the Statement of Income and Expenditure for the year ended 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documents to adjustments made to the general ledger to support the above balances.</p> <p>8. The Council recorded total expenditure of \$535,279 in the Statement of Income and Expenditure for the year ended 31 December 2009. The Council was unable to provide various other records such as the supporting documentations for journal entries, some payment vouchers and documents to support the payments made during the year, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.</p> <p>9. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 – Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.</p>
<p>2010</p>	<p>1. The Council recorded cash at bank and on hand of \$81,450 in the Statement of Financial Position as at 31 December 2010. Included in the balance were \$72,773 in the bank current account, \$8,360 in the bank 'Adi Salusalu' festival account and cash on hand of \$317. The Council was unable to provide me with appropriate documentations which included records such as bank reconciliations and cashbook reconciliations for the bank current account and cash receipt statements, cash payment statements, receipts, payment vouchers, bank reconciliations and cashbook reconciliations to support the bank 'Adi Salusalu' festival account.</p> <p>2. The Council recorded salary advance of \$4,400, loans and advance to staff of \$22,583, loans and advances to public of \$36,381, provision for doubtful debts of \$26,056, component of other assets of \$63,000, current liabilities of (\$14,327), Ba Provincial Council advance of \$90,412 and special funds of \$8,360 in the Statement of Financial Position as at 31 December 2010. The Council was unable to provide appropriate documentations which included records such as subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors' ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.</p>

	<ol style="list-style-type: none"> 3. The Council recorded investments of \$1,987,644 with Ba Provincial Holdings Limited in the Statement of Financial Position as at 31 December 2010. I was not provided with investment confirmations from the company which was necessary to confirm the existence and completeness of the balances. 4. The Council recorded property, plant and equipment at a net value of \$503,574 which included land of \$127,022, building of \$276,389 and motor vehicle of \$67,278 in the Statement of Financial Position as at 31 December 2010. I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances. 5. The Council recorded an asset revaluation reserve of \$496,626 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2010. The Council was unable to provide me with appropriate documentations which included the approved valuation report to support the asset revaluation balance. 6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$228,537 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2010. 7. The Council recorded income from government subvention for operating expenses of \$181,128 and other income of \$45,614 in the Statement of Income and Expenditure for the year ended 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documents to adjustments made to the general ledger to support the above balances. 8. The Council recorded salaries, wages, allowance and related payments of \$120,590, rates refund of \$77,261, interest – loans of \$19,698 and repairs and maintenance of \$10,396 in the Statement of Income and Expenditure for the year ended 31 December 2010. The Council was unable to provide various other records such as the supporting documentations for journal entries, some payment vouchers and documents to support the payments made during the year, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit. 9. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 – Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.
<p>Bua: 2008</p>	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$662,460 in the Statement of Financial Position as at 31 December 2008. Included in the balance were \$399,559 for the bank current account, \$96,758 under bank 'Naulumatua' account, \$109,749 under bank savings account, \$22,245 under bank primary

school development, \$22,055 under bank scholarship and cash on hand of \$12,094. The Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements and cashbook reconciliations for bank current account; bank statements, bank reconciliation statements, cashbook reconciliations, receipts and payment vouchers for the bank 'Naulumatu' account, bank savings accounts, bank primary school development and bank scholarship; confirmations to support the cash on hand balance; and supporting documents to adjustments made to the general ledger of \$118,329.

2. The Council recorded advances of \$5,844, accrued income/interest of \$862, subvention claimed not received of \$15,755, other debtors of \$1,456, current liabilities of \$39,779, Native Land Trust Board loan (unsecured) of \$53,011 and special funds of \$309,594 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide appropriate documentations which included records such as subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors' ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.
3. The Council recorded investments of \$397,861 in the Statement of Financial Position as at 31 December 2008. Included in the balance were investments with Bulacakau Limited of \$22,500, Colonial National Bank of \$38,259 and Unit Trust of Fiji of \$200,000. I was not provided with investment confirmation from the companies which was necessary to confirm the existence and completeness of the balances.
4. The Council recorded property, plant and equipment at a net value of \$864,044 in the Statement of Financial Position as at 31 December 2008. Included in the balance were land of \$30,000, building of \$774,047 and motor vehicle of \$36,300 for which I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances.
5. The Council recorded an asset revaluation reserve of \$654,613, which had been carried forward from previous years, and a component of prior year adjustment of \$5,180 in the Statement of Changes in Equity for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the above balances.
6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Council for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$28,381 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2008.
7. The Council recorded income of \$678,144 in the Statement of Income and Expenditure for the year ended 31 December 2008. Included in the balance were income from investment of \$243,560, income – rent from PC quarters of \$69,306 and other income of \$190,058. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balances.
8. The Council recorded total expenditure of \$286,699 which included payroll costs of \$43,427 and other operations – PC quarters repairs & maintenance of \$80,405

	<p>in the Statement of Income and Expenditure for the year ended 31 December 2008. The Council was unable to provide various other records such as the supporting documentations for journal entries, documents to support the current salary rate, pay run reports and payment vouchers. The missing records have provided limitation to the scope of my audit.</p> <p>9. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 – Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.</p>
2009	<p>1. The Council recorded cash at bank and on hand of \$506,037 in the Statement of Financial Position as at 31 December 2009. Included in the balance were \$237,377 for the bank current account, \$77,555 under bank 'Naulumatua' account, \$135,449 under bank savings account, \$22,428 under bank primary school development, \$22,484 under bank scholarship and cash on hand of \$10,744. The Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements and cashbook reconciliations for bank current account; bank statements, bank reconciliation statements, cashbook reconciliations, receipts and payment vouchers for the bank 'Naulumatua' account, bank savings accounts, bank primary school development and bank scholarship; confirmations to support the cash on hand balance; and supporting documents to adjustments made to the general ledger of \$58,856.</p> <p>2. The Council recorded advances of \$7,717, accrued income/interest of \$862, subvention claimed not received of \$4,026, other debtors of \$196, current liabilities of \$53,430, Native Land Trust Board loan (unsecured) of \$53,011 and special funds of \$309,594 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors' ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.</p> <p>3. The Council recorded investments of \$603,356 in the Statement of Financial Position as at 31 December 2009. Included in the balance were investments with Fijian Holdings Limited of \$137,102, Bulacakau Limited of \$22,500, Colonial National Bank of \$38,259, term deposit with Merchant Finance of \$205,495 and Unit Trust of Fiji of \$200,000. I was not provided with investment confirmation from the companies which was necessary to confirm the existence and completeness of the balances.</p> <p>4. The Council recorded property, plant and equipment at a net value of \$838,709 in the Statement of Financial Position as at 31 December 2009. Included in the balance were land of \$30,000, building of \$754,053 and motor vehicle of \$26,400 for which I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances.</p> <p>5. The Council recorded an asset revaluation reserve of \$654,613, which had been carried forward from previous years, and prior year net adjustment of \$21,259 in the Statement of Changes in Equity for the year ended 31 December 2009. The</p>

	<p>Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the above balances.</p> <ol style="list-style-type: none"> 6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Council for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$21,555 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2009. 7. The Council recorded total income of \$350,641 in the Statement of Income and Expenditure for the year ended 31 December 2009. Included in the balance were government subvention for operating expenses of \$134,642, income – rent from PC quarters of \$69,877 and other income of \$73,083. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balances. 8. The Council recorded total expenditure of \$327,818 in the Statement of Income and Expenditure for the year ended 31 December 2009. Included in the balance were personal cost of \$41,036, other personal costs of \$6,908, ‘mata ni tikina’ allowance of \$17,381, travelling and subsistence allowance of \$3,076, occupancy of \$5,953, motor vehicle cost of \$11,682, repair and maintenance of \$3,272, administration cost of \$2,856, special events of \$16,631, other expenses of \$16,182 and other operations – PC quarters repairs and maintenance of \$81,716. The Council was unable to provide various other records such as the supporting documentations for journal entries, documents to support the current salary rate, pay run reports and payment vouchers. The missing records have provided limitation to the scope of my audit. 9. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 – Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.
2010	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$583,612 in the Statement of Financial Position as at 31 December 2010. Included in the balance were \$304,175 for the bank current account, \$73,678 under bank ‘Naulumatua’ account, \$140,353 under bank savings account, \$25,213 under bank primary school development, \$29,355 under bank scholarship and cash on hand of \$10,838. The Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements and cashbook reconciliations for bank current account; bank statements, bank reconciliation statements, cashbook reconciliations, receipts and payment vouchers for the bank ‘Naulumatua’ account, bank savings accounts, bank primary school development and bank scholarship; confirmations to support the cash on hand balance; and supporting documents to adjustments made to the general ledger of \$122,416. 2. The Council recorded advances of \$13,663, accrued income/interest of \$862, subvention claimed not received of \$18,299, other debtors of \$214, current

liabilities of \$88,504, Native Land Trust Board loan (unsecured) of \$53,011 and special funds of \$309,594 in the Statement of Financial Position as at 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors' ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.

3. The Council recorded investments of \$557,006 in the Statement of Financial Position as at 31 December 2010. Included in the balance were investments with Fijian Holdings Limited of \$137,102, Bulacakau Limited of \$22,500, Colonial National Bank of \$38,259, term deposit with Merchant Finance of \$59,145 and Unit Trust of Fiji of \$200,000. I was not provided with investment confirmation from the companies which was necessary to confirm the existence and completeness of the balances.
4. The Council recorded property, plant and equipment at a net value of \$828,630 in the Statement of Financial Position as at 31 December 2010. Included in the balance were land of \$30,000, building of \$734,058 and motor vehicle of \$16,500 for which I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances.
5. The Council recorded an asset revaluation reserve of \$654,613, which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2010. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the above balance.
6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Council for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$30,685 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2010.
7. The Council recorded income of \$408,671 in the Statement of Income and Expenditure for the year ended 31 December 2010. Included in the balance were government subvention for operating expenses of \$127,871, income from investment of \$39,281, income – rent from PC quarters of \$75,289 and other income of \$132,858. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balances.
8. The Council recorded expenditure of \$399,675 in the Statement of Income and Expenditure for the year ended 31 December 2010. Included in the balance were personal cost of \$39,178, other personal costs of \$6,470, travelling and subsistence allowance of \$9,497, occupancy of \$10,581, motor vehicle cost of \$34,286, administration cost of \$5,660, special events of \$30,447, and other expenses of \$6,117 and other operations – PC quarters repair and maintenance of \$165,498. The Council was unable to provide various other records such as the supporting documentations for journal entries, documents to support the current salary rate, pay run reports and payment vouchers. The missing records have provided limitation to the scope of my audit.
9. The Council did not disclose the Statement of Compliance, Information about the

	<p>entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 – Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.</p>
Cakaudrove:	
2008	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$186,468 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide me with appropriate documentations to support the cash at bank balance of \$186,486. 2. The Council recorded loans and advances of \$61,207, other assets of \$156,547, current liabilities of \$125,388, special funds – savings account of \$9,182 and deferred income of \$47,592 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors’ ledgers and loan approvals, payment vouchers, receipts, creditors’ ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances. 3. The Council recorded an asset revaluation reserve of \$583,226 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the above balance. 4. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$33,524 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2008. 5. The Council recorded income from government subvention for operating expenses of \$201,380, income from investment of \$90,664 and other income of \$106,118 in the Statement of Income and Expenditure for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balance. 6. The Council recorded salaries, wages, allowance and related payments of \$58,726 in the Statement of Income and Expenditure for the year ended 31 December 2008. The Council was unable to provide various other records such as the supporting documentations for journal entries, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.
2009	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$267,791 in the Statement of Financial Position as at 31 December 2009. Included in the balance were \$264,177 for the cash at bank and cash on hand of \$3,614. The Council was unable to provide me with appropriate documentations which included records such as bank reconciliations statements, cashbook reconciliations, receipts,

	<p>payment vouchers for cash at bank and confirmations to support the cash on hand balance.</p> <ol style="list-style-type: none"> 2. The Council recorded loans and advances of \$53,728, other assets of \$191,495, current liabilities of \$136,777, special funds – savings account of \$9,182 and deferred income of \$47,592 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors’ ledgers and loan approvals, payment vouchers, receipts, creditors’ ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances. 3. The Council recorded property, plant and equipment at a net value of \$546,644 which included land of \$31,817, building of \$453,604 and motor vehicle of \$41,273 in the Statement of Financial Position as at 31 December 2009. I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances. 4. The Council recorded an asset revaluation reserve of \$583,226 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2009. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the above balance. 5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$60,918 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2009. 6. The Council recorded income from government subvention for operating expenses of \$281,422 in the Statement of Income and Expenditure for the year ended 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balance. 7. The Council recorded salaries, wages, allowance and related payments of \$68,327 in the Statement of Income and Expenditure for the year ended 31 December 2009. The Council was unable to provide various other records such as the supporting documentations for journal entries, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit. 8. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.
2010	1. The Council recorded cash at bank and on hand of \$282,886 in the Statement of

Financial Position as at 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as bank reconciliations statements, cashbook reconciliations, receipts, payment vouchers, cash receipt statements, cash payment statements for cash at bank and confirmations to support the cash on hand balance.

2. The Council recorded loans and advances of \$47,841, other assets of \$181,714, current liabilities of \$126,460, special funds – savings account of \$9,182 and deferred income of \$47,592 in the Statement of Financial Position as at 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors' ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.
3. The Council recorded property, plant and equipment at a net value of \$582,709 which included land of \$31,464, building of \$440,692 and motor vehicle of \$87,643 in the Statement of Financial Position as at 31 December 2010. I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances.
4. The Council recorded an asset revaluation reserve of \$583,226 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2010. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the above balance.
5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$54,448 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2010.
6. The Council recorded income from government subvention for operating expenses of \$229,448 and income from investment of \$64,604 in the Statement of Income and Expenditure for the year ended 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balance.
7. The Council recorded salaries, wages, allowance and related payments of \$51,005 in the Statement of Income and Expenditure for the year ended 31 December 2010. The Council was unable to provide various other records such as the supporting documentations for journal entries, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.
8. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 –

	Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.
Kadavu:	
2008	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$321,521 in the Statement of Financial Position as at 31 December 2008. Included in the balance were \$328,304 cash at bank and credit cash on hand balance of \$6,783. The Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements and cashbook reconciliations for cash at bank; confirmations to support the cash on hand balance; and supporting documents to adjustments made to the general ledger of \$125,717. 2. The Council recorded gross loans and advances of \$6,402, provision for doubtful debt of \$15,194, special funds – Kadavu Provincial Council of \$13,000, current liabilities of \$145,067 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors' ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances. 3. The Council recorded investments of \$254,711 in the Statement of Financial Position as at 31 December 2008 which included investments with Kadavu Development Company of \$64,000. I was not provided with investment confirmations from the company which was necessary to confirm the existence and completeness of the balances. 4. The Council recorded property, plant and equipment at a net value of \$306,277 which included building of \$242,543 and motor vehicle of \$33,475 in the Statement of Financial Position as at 31 December 2008. I was not provided with the title deeds for building and registration details for motor vehicle to confirm the existence and completeness of the balances. 5. The Council recorded an asset revaluation reserve of \$187,380 which had been carried forward from previous years and component of prior year adjustment of \$17,068 in the Statement of Changes in Equity for the year ended 31 December 2008. The Council was unable to provide appropriate documentations which included the approved valuation report and supporting documentations to adjustments made to the general ledger to support the above balances. 6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$49,091 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2008. 7. The Council recorded income from government subvention for operating expenses of \$158,766 and other income of \$71,595 in the Statement of Income and Expenditure for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for adjustments made to the general ledger to support the above balances. 8. The Council recorded salaries of \$29,256 and rates refund of \$23,033 in the Statement of Income and Expenditure for the year ended 31 December 2008.

	<p>The Council was unable to provide various other records such as the supporting documentations for journal entries, some payment vouchers and documents to support the payments made during the year, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.</p> <p>9. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 – Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.</p>
2009	<p>1. The Council recorded cash at bank and on hand of \$397,052 in the Statement of Financial Position as at 31 December 2009. Included in the balance were \$404,682 for cash at bank and credit cash on hand balance of \$7,630. The Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements and cashbook reconciliations for cash at bank; confirmations to support the cash on hand balance; and supporting documents to adjustments made to the general ledger of \$14,907.</p> <p>2. The Council recorded gross loans and advances of \$5,931, provision for doubtful debt of \$15,194, special funds – Kadavu Provincial Council of \$13,000, current liabilities of \$159,864 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors' ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.</p> <p>3. The Council recorded investments of \$309,757 in the Statement of Financial Position as at 31 December 2009 which included investments with Kadavu Development Company of \$64,000. I was not provided with investment confirmations from the company which was necessary to confirm the existence and completeness of the balances.</p> <p>4. The Council recorded property, plant and equipment at a net value of \$288,441 which included building of \$237,644 and motor vehicle of \$23,175 in the Statement of Financial Position as at 31 December 2009. I was not provided with the title deeds for building and registration details for motor vehicle to confirm the existence and completeness of the balances.</p> <p>5. The Council recorded an asset revaluation reserve of \$187,380 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2009. The Council was unable to provide me with appropriate documentations which included the approved valuation report to support the asset revaluation balance.</p> <p>6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$119,978 is fairly stated in the financial statements and</p>

	<p>whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2009.</p> <p>7. The Council recorded income from government subvention for operating expenses of \$155,023 in the Statement of Income and Expenditure for the year ended 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for adjustments made to the general ledger to support the above balances.</p> <p>8. The Council recorded salaries of \$26,847 in the Statement of Income and Expenditure for the year ended 31 December 2009. The Council was unable to provide various other records such as the supporting documentations for journal entries, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.</p> <p>9. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 – Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.</p>
2010	<p>1. The Council recorded cash at bank and on hand of \$351,321 in the Statement of Financial Position as at 31 December 2010. Included in the balance were \$357,870 and credit cash on hand balance of \$6,549. The Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements and cashbook reconciliations for cash at bank and confirmations to support the cash on hand balance.</p> <p>2. The Council recorded gross loans and advances of \$5,631, provision for doubtful debt of \$15,194, special funds – Kadavu Provincial Council of \$13,000, current liabilities of \$92,982 in the Statement of Financial Position as at 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors' ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.</p> <p>3. The Council recorded investments of \$369,212 in the Statement of Financial Position as at 31 December 2010 which included investments with Kadavu Development Company of \$64,000. I was not provided with investment confirmations from the company which was necessary to confirm the existence and completeness of the balances.</p> <p>4. The Council recorded property, plant and equipment at a net value of \$267,210 which included building of \$232,746 and motor vehicle of \$12,875 in the Statement of Financial Position as at 31 December 2010. I was not provided with the title deeds for building and registration details for motor vehicle to confirm the existence and completeness of the balances.</p> <p>5. The Council recorded an asset revaluation reserve of \$187,380 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2010. The Council was unable to provide me with appropriate documentations which included the approved valuation report to</p>

	<p>support the asset revaluation balance.</p> <ol style="list-style-type: none"> 6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$78,940 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2010. 7. The Council recorded income from government subvention for operating expenses of \$172,058 in the Statement of Income and Expenditure for the year ended 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for adjustments made to the general ledger to support the above balances. 8. The Council recorded salaries of \$36,581 in the Statement of Income and Expenditure for the year ended 31 December 2010. The Council was unable to provide various other records such as the supporting documentations for journal entries, payment vouchers and documents to support the payments made in March, October, November and December, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit. 9. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 – Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.
<p>Lau: 2008</p>	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$61,906 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide me with appropriate documentations which included cashbook reconciliations and bank reconciliation statements for the current account; and bank reconciliation statements, bank statements, cashbook reconciliations, receipts, and payment vouchers for the saving accounts. 2. The Council recorded net loans and advances to staff of \$285, 223, net loans and advances to public of \$12,945, other assets of \$123,434, Inter iTaukei Affairs Board and Provincial Council transaction of \$362, deposits of \$68,819, other creditors of \$72,442, loans with iTaukei Affairs Board Central iTaukei Treasury of \$24,286 and deferred income of \$5,268 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide with me with appropriate documentations which included records such as loan approval, debtors' ledger, creditors' ledger, payment vouchers, receipts and supporting documentations to adjustments made to the general ledger, to support the above balances. 3. The Council recorded property, plant and equipment at a net value of \$58,931 which included land of \$5,134 and building of \$30,196 in the Statement of Financial Position as at 31 December 2008. I was not provided with the title

	<p>deeds for land and building to confirm the existence and completeness of the balances.</p> <ol style="list-style-type: none"> 4. The Council recorded an asset revaluation reserve of \$49,566 which had been carried forward from previous years and prior year adjustment – unsubstantiated balances for accrual expenses of \$6,969 in the Statement of Changes in Equity for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documentations to adjustments made to the general ledger to support the above balances. 5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$45,320 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2008. 6. The Council recorded income from government subvention for operating expenses of \$145,403, other income of \$16,046 and income from investment from Fijian Holdings Limited (TAB investment) of \$71,428 in the Statement of Income and Expenditure for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included records such as receipts, bank lodgements and supporting documentations to adjustments made to the general ledger, to support the above balances. 7. The Council recorded payroll of salary, wages, allowances and related payments of \$49,291 in the Statement of Income and Expenditure for the year ended 31 December 2008. The Council was unable to provide various other records such as the supporting documentations for journal entries, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit. 8. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.
2009	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$101,593 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as cashbook reconciliations and bank reconciliation statements for the current account; and bank reconciliation statements, bank statements, cashbook reconciliations, receipts, and payment vouchers for the saving accounts. 2. The Council recorded net loans and advances to staff of \$279,023, net loans and advances to public of \$10,894, other assets of \$184,446, Inter iTaukei Affairs Board and Provincial Council transaction of \$362, deposits of \$61,771, other creditors of \$81,104, loans with iTaukei Affairs Board Central iTaukei Treasury of \$24,286 and deferred income of \$2,565 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as loan approval, debtors' ledger,

	<p>creditors' ledger, payment vouchers, receipts and supporting documentations to adjustments made to the general ledger, to support the above balances.</p> <ol style="list-style-type: none"> 3. The Council recorded property, plant and equipment at a net value of \$53,573 which included land of \$5,134 and building of \$29,558 in the Statement of Financial Position as at 31 December 2009. I was not provided with the title deeds for land and building to confirm the existence and completeness of the balances. 4. The Council recorded an asset revaluation reserve of \$49,566 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2009. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documentations to adjustments made to the general ledger to support the asset revaluation balance. 5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$45,924 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2009. 6. The Council recorded income from government subvention for operating expenses of \$143,061 in the Statement of Income and Expenditure for the year ended 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as receipts, bank lodgments and supporting documentations to adjustments made to the general ledger to support the above balance. 7. The Council recorded payroll of salary, wages, allowances and related payments of \$49,900, rates refund of \$15,955, grant to school of \$10,699 and sundry expenses of \$5,044 in the Statement of Income and Expenditure for the year ended 31 December 2009. The Council was unable to provide various other records such as the supporting documentations for journal entries, some payment vouchers and documents to support the payments made during the year, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit. 8. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.
<p>2010</p>	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$104,630 in the Statement of Financial Position as at 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as cashbook reconciliations and bank reconciliation statements for the current account; and bank reconciliation statements, bank statements, cashbook reconciliations, receipts, and payment vouchers for the saving accounts. 2. The Council recorded net loans and advances to staff of \$282,782, net loans and

advances to public of \$12,626, other assets (excluding accrued income) of \$10,538, Inter iTaukei Affairs Board and Provincial Council transaction of \$362, deposits of \$65,768, other creditors of \$83,670, loans with iTaukei Affairs Board Central iTaukei Treasury of \$24,286 and deferred income of \$1,438 in the Statement of Financial Position as at 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as loan approval, debtors' ledger, creditors' ledger, payment vouchers, receipts and supporting documentations to adjustments made to the general ledger, to support the above balances.

3. The Council recorded property, plant and equipment at a net value of \$50,734 which included land of \$5,134 and building of \$28,920 in the Statement of Financial Position as at 31 December 2010. I was not provided with the title deeds for land and building to confirm the existence and completeness of the balances.
4. The Council recorded an asset revaluation reserve of \$49,566 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2010. The Council was unable to provide appropriate documentations which included the approved valuation report and supporting documentations to adjustments made to the general ledger to support the asset revaluation balance.
5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$30,281 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2010.
6. The Council recorded income from government subvention for operating expenses of \$148,268 in the Statement of Income and Expenditure for the year ended 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as receipts, bank lodgments and supporting documentations to adjustments made to the general ledger to support the above balance.
7. The Council recorded payroll of salary, wages, allowances and related payments of \$44,452, rates refund of \$9,817, grant to school of \$12,758, sundry expenses of \$2,411, outboard motor fuel of \$1,764, travelling and subsistence of \$30,904, occupancy cost of \$8,999, administration cost of \$11,429, special events of \$12,846 and repairs and maintenance of \$2,344 in the Statement of Income and Expenditure for the year ended 31 December 2010. The Council was unable to provide various other records such as the supporting documentations for journal entries, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.
8. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 - Disclosure of prior period errors, Fiji Accounting Standards 16 - Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 - Borrowing Costs.

<p>Lomaiviti: 2008</p>	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$20,025 in the Statement of Financial Position as at 31 December 2008. Included in the balance were \$14,769 for the bank current account, \$317 under bank savings account, \$3,610 under bank house rent account and cash on hand of \$1,329. There was a variance of \$7,334 between the bank reconciliation statement for the current account and the general ledger at the end of financial year. In addition, the Council was unable to provide me with appropriate documentations which included records such as receipts, payment vouchers, bank statements, bank reconciliation statements, cheques books and lodgement books for the bank savings and house rent accounts; and confirmation to support the cash on hand balance. 2. The Council recorded loans and advances of \$51,978, Small Business Advisory Unit loan of \$264,379, other assets – subvention claimed not received and sundry debtors of \$5,048 and current liabilities of \$119,921 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors’ ledgers and loan approvals, payment vouchers, receipts, creditors’ ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances. 3. The Council recorded property, plant and equipment at a net value of \$1,210,857 which included land of \$90,000, building of \$1,053,931 and motor vehicle of \$56,067 in the Statement of Financial Position as at 31 December 2008. I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances. 4. The Council recorded an asset revaluation reserve of \$340,660 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the asset revaluation balance. 5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$29,670 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2008. 6. The Council recorded income from government subvention for operating expenses of \$146,897 and other income of \$16,648 in the Statement of Income and Expenditure for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balances. 7. The Council recorded payroll of salary, wages, allowances and related payments of \$42,710 in the Statement of Income and Expenditure for the year ended 31 December 2008. The Council was unable to provide various other records such as the supporting documentations for journal entries, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit. 8. The Council did not disclose a Statement of Compliance, information about the entity, the fact that it is impracticable to restate prior period errors, current
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	<p>portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.</p>
<p>2009</p>	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$102,049 in the Statement of Financial Position as at 31 December 2009. Included in the balance were \$80,792 for the bank current account, \$12,578 under bank savings account, \$5,388 under bank house rent and cash on hand of \$3,291. There was a variance of \$80,792 between the bank reconciliation statement for the current account and the general ledger at the end of financial year. In addition, the Council was unable to provide me with appropriate documentations which included records such as receipts, payment vouchers, bank statements, bank reconciliation statements, cheques books and lodgement books for the bank savings and house rent accounts; and confirmation to support the cash on hand balance. 2. The Council recorded loans and advances of \$57,282, Small Business Advisory Unit loan of \$264,379, other assets – subvention claimed not received and sundry debtors of \$8,134 and current liabilities of \$149,945 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors’ ledgers and loan approvals, payment vouchers, receipts, creditors’ ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances. 3. The Council recorded property, plant and equipment at a net value of \$1,185,532 which included land of \$90,000, building of \$1,037,823 and motor vehicle of \$44,467 in the Statement of Financial Position as at 31 December 2009. I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances. 4. The Council recorded an asset revaluation reserve of \$340,660 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2009. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the asset revaluation balance. 5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$52,140 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2009. 6. The Council recorded income from government subvention for operating expenses of \$149,546 and other income of \$173,839 in the Statement of Income and Expenditure for the year ended 31 December 2009. Included in other income balance are income from DAS funds of \$167,500 and miscellaneous income of \$6,339. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the income from government subvention for operating expenses and other income from DAS funds.

	<p>7. The Council recorded payroll of salary, wages, allowances and related payments of \$33,965 in the Statement of Income and Expenditure for the year ended 31 December 2009. The Council was unable to provide various other records such as the supporting documentations for journal entries, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.</p> <p>8. The Council did not disclose a Statement of Compliance, information about the entity, the fact that it is impracticable to restate prior period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.</p>
2010	<p>1. The Council recorded cash at bank and on hand of \$157,713 in the Statement of Financial Position as at 31 December 2010. Included in the balance were \$90,630 for the bank current account, \$61,555 under bank savings account, \$2,412 under bank house rent and cash on hand of \$3,116. The Council was unable to provide me with appropriate documentations which included records such as cashbook reconciliations for the current account; receipts, payment vouchers, bank statements, bank reconciliation statements, cheques books and lodgement books for the bank savings and house rent accounts; and confirmation to support the cash on hand balance.</p> <p>2. The Council recorded loans and advances of \$66,481, Small Business Advisory Unit loan of \$264,379, other assets – subvention claimed not received and sundry debtors of \$12,177 and current liabilities of \$87,642 in the Statement of Financial Position as at 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors’ ledgers and loan approvals, payment vouchers, receipts, creditors’ ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.</p> <p>3. The Council recorded property, plant and equipment at a net value of \$1,156,078 which included land of \$90,000, building of \$1,021,716 and motor vehicle of \$32,867 in the Statement of Financial Position as at 31 December 2010. I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances.</p> <p>4. The Council recorded an asset revaluation reserve of \$340,660 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2010. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the asset revaluation balance.</p> <p>5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$100,128 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2010.</p> <p>6. The Council recorded income from government subvention for operating</p>

	<p>expenses of \$164,842, income from investment of \$33,391 and other income of \$35,149 in the Statement of Income and Expenditure for the year ended 31 December 2010. Included in other income balance are income from DAS funds of \$167,500 and miscellaneous income of \$6,339. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balances.</p> <p>7. The Council recorded total expenditure of \$215,952 in the Statement of Income and Expenditure for the year ended 31 December 2010. The Council was unable to provide various other records such as the supporting documentations for journal entries, payment vouchers and documents to support the payments made in January, February, March, June, July, October, November and December, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.</p> <p>8. The Council did not disclose a Statement of Compliance, information about the entity, the fact that it is impracticable to restate prior period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.</p>
<p>Macuata: 2008</p>	<p>1. The Council recorded cash at bank and on hand of \$1,346 and bank overdraft of \$68,362 in the Statement of Financial Position as at 31 December 2008. Included in the balance were cash on hand of \$1,346, \$59,835 for the bank overdraft - current account, \$8,527 under bank overdraft savings account. Although the bank had confirmed a total balance of \$31,308 for the current account, the Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements, cashbook reconciliations, payment vouchers and receipts for bank savings account; confirmation to support the cash on hand balance; and supporting documents to adjustments made to the general ledger of \$7,042.</p> <p>2. The Council recorded gross loans and advances of \$155,245, provision for doubtful debts of \$179,167, payables of \$38,525 and deferred income of \$4,597 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors' ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.</p> <p>3. The Council recorded investments of \$389,860 in the Statement of Financial Position as at 31 December 2008. Included in the balance were investments with Macuata Fijian Cane Farmers for \$4,861. I was not provided with investment confirmations from the companies which was necessary to confirm the existence and completeness of the balances.</p> <p>4. The Council recorded property, plant and equipment at a net value of \$3,820,414 in the Statement of Financial Position as at 31 December 2008. Included in the balance were land of \$372,291, building of \$3,377,379 and motor vehicle of \$54,266. I was not provided with the title deeds for land and building and</p>

	<p>registration details for motor vehicle to confirm the existence and completeness of the balances.</p> <ol style="list-style-type: none"> 5. The Council recorded interest bearing borrowings of \$3,284,747 in the Statement of Financial Position as at 31 December 2008. Included in the balance were loans with Fiji Development Bank of \$81,090. I was not provided with loan confirmations from the companies which was necessary to confirm the existence and completeness of the balances. 6. The Council recorded an asset revaluation reserve of \$839,199 in the Statement of Changes in Equity for the year ended 31 December 2008, which had been carried forward from previous years. The Council was unable to provide me with appropriate documentations which included the approved valuation report to support the above balances. 7. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$56,417 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2008. 8. The Council recorded income of \$1,067,531 in the Statement of Income and Expenditure for the year ended 31 December 2008. Included in the balance were government subvention for operating income of \$148,879, other income of \$157,914 and income from investment of \$54,890. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balances. 9. The Council recorded salaries of \$41,171, special events of \$143,368, insurance of \$11,500, Macuata House repairs and maintenance of \$62,095 and Value Added Tax of \$30,115 in the Statement of Income and Expenditure for the year ended 31 December 2008. The Council was unable to provide various other records such as the supporting documentations for journal entries taken up in the general ledger, payment vouchers and documents to support the payments made during the year, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit. 10. The Council did not disclose a Statement of Compliance, information about the entity, the fact that it is impracticable to restate prior period errors, current portion of interest bearing, and reconciliation of the carrying amounts for property, plant and equipment in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, and Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment.
<p>2009</p>	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$5,847 and bank overdraft of \$8,822 in the Statement of Financial Position as at 31 December 2009. Included in the balance were \$4,999 for current account, cash on hand of \$848 and \$8,822 under bank overdraft. Although the bank had confirmed a total balance of \$101,333 for the current account, the Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements, cashbook reconciliations, payment vouchers and receipts for the overdraft account; confirmation to support the cash on hand balance; and

supporting documents to adjustments made to the general ledger.

2. The Council recorded gross loans and advances of \$123,997, provision for doubtful debts of \$179,767, payables of \$82,199 and deferred income of \$4,597 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors' ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.
3. The Council recorded investments of \$389,860 in the Statement of Financial Position as at 31 December 2009. Included in the balance were investments with Macuata Fijian Cane Farmers for \$4,861. I was not provided with investment confirmations from the companies which was necessary to confirm the existence and completeness of the balances.
4. The Council recorded property, plant and equipment at a net value of \$3,751,166 in the Statement of Financial Position as at 31 December 2009. Included in the balance were land of \$372,291, building of \$3,327,867 and motor vehicle of \$37,466. I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances.
5. The Council recorded interest bearing borrowings of \$2,853,070 in the Statement of Financial Position as at 31 December 2009. Included in the balance were loans with Fiji Development Bank of \$81,090. I was not provided with loan confirmations from the companies which was necessary to confirm the existence and completeness of the balances.
6. The Council recorded an asset revaluation reserve of \$839,199 in the Statement of Changes in Equity for the year ended 31 December 2009, which had been carried forward from previous years. The Council was unable to provide me with appropriate documentations which included the approved valuation report to support the above balances.
7. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$16,515 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2009.
8. The Council recorded income of \$876,634 in the Statement of Income and Expenditure for the year ended 31 December 2009. Included in the balance were government subvention for operating income of \$150,277, other income of \$61,233 and income from investment of \$45,010. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balances.
9. The Council recorded salaries of \$30,272, sundry expense of \$40,469, Macuata House repairs and maintenance of \$36,422 and Value Added Tax of \$32,161 in the Statement of Income and Expenditure for the year ended 31 December 2009. The Council was unable to provide various other records such as the supporting documentations for journal entries taken up in the general ledger, payment

	<p>vouchers and documents to support the payments made during the year, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.</p> <p>10. The Council did not disclose a Statement of Compliance, information about the entity, the fact that it is impracticable to restate prior period errors, current portion of interest bearing, and reconciliation of the carrying amounts for property, plant and equipment in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, and Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment.</p>
2010	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$59,411 and bank overdraft of \$75,129 in the Statement of Financial Position as at 31 December 2010. Included in the balance were \$40,564 for sinking fund account, \$18,618 for savings account, cash on hand of \$229 and \$75,129 under bank overdraft – current account. There was a variance of \$85,633 between the bank reconciliation statement for the current account and the general ledger at the end of financial year. In addition, the Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements, cashbook reconciliations, payment vouchers and receipts for the sinking fund and savings account; confirmation to support the cash on hand balance; and supporting documents to adjustments made to the general ledger of \$22,781. 2. The Council recorded gross loans and advances of \$146,992, provision for doubtful debts of \$179,767, payables of \$39,700 and deferred income of \$4,597 in the Statement of Financial Position as at 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors’ ledgers and loan approvals, payment vouchers, receipts, creditors’ ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances. 3. The Council recorded investments of \$291,544 in the Statement of Financial Position as at 31 December 2010. Included in the balance were investments with Macuata Fijian Cane Farmers for \$4,861. I was not provided with investment confirmations from the companies which was necessary to confirm the existence and completeness of the balances. 4. The Council recorded property, plant and equipment at a net value of \$3,761,239 in the Statement of Financial Position as at 31 December 2010. Included in the balance were land of \$372,291, building of \$3,278,354 and motor vehicle of \$92,616. I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances. 5. The Council recorded interest bearing borrowings of \$2,551,183 in the Statement of Financial Position as at 31 December 2010. Included in the balance were loans with Fiji Development Bank of \$81,090. I was not provided with loan confirmations from the companies which was necessary to confirm the existence and completeness of the balances. 6. The Council recorded an asset revaluation reserve of \$839,199 in the Statement of Changes in Equity for the year ended 31 December 2010, which had been carried forward from previous years. The Council was unable to provide me with appropriate documentations which included the approved valuation report to support the above balances.

	<p>7. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$15,351 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2010.</p> <p>8. The Council recorded income of \$968,377 in the Statement of Income and Expenditure for the year ended 31 December 2010. Included in the balance were government subvention for operating income of \$151,648. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balances.</p> <p>9. The Council recorded salaries of \$29,151, 'turaga ni koro' allowance of \$66,717, Macuata House repairs and maintenance of \$75,535 and Value Added Tax of \$28,176 in the Statement of Income and Expenditure for the year ended 31 December 2010. The Council was unable to provide various other records such as the supporting documentations for journal entries taken up in the general ledger, payment vouchers and documents to support the payments made during the year, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.</p> <p>10. The Council did not disclose a Statement of Compliance, information about the entity, the fact that it is impracticable to restate prior period errors, current portion of interest bearing, and reconciliation of the carrying amounts for property, plant and equipment in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, and Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment.</p>
<p>Nadroga/Navosa: 2008</p>	<p>1. The Council recorded cash at bank and on hand of \$318,666 in the Statement of Financial Position as at 31 December 2008. Included in the balance were bank current account of \$117,902, bank 'Adi Nadroga' carnival account of \$200,695 and cash on hand of \$69. There was an unreconciled variance of \$75,913 between the bank reconciliation statement for the current account and the amount reflected in the financial statements. In addition, the Council was unable to provide me with appropriate documentations which included cashbook reconciliations for the current account; bank reconciliation for the Carnival Account; and supporting documentations to adjustments made to the general ledger amounting to \$81,064.</p> <p>2. The Council recorded gross loans and advances of \$287,162, provision for doubtful debts of \$36,618, current liabilities of \$45,664 and 'Adi Nadroga' carnival account of \$200,695 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide appropriate documentations which included records such as loan approval, debtors' ledger, creditors' ledger, payment vouchers, receipts and supporting documentations to adjustments made to the general ledger, to support the above balances.</p> <p>3. The Council recorded property, plant and equipment at a net value of \$179,755 in the Statement of Financial Position as at 31 December 2008. Included in the balance were land of \$12,259 and building of \$148,967 for which I was not</p>

	<p>provided with the title deeds for land and building to confirm the existence and completeness of the balances.</p> <ol style="list-style-type: none"> 4. The Council recorded investment of \$157,390 in the Statement of Financial Position as at 31 December 2008. I was not provided with investment confirmations which was necessary to confirm the existence and completeness of the ANZ term deposit of \$54,890. 5. The Council recorded an asset revaluation reserve of \$108,664, which had been carried forward from previous years, and components of prior year adjustment of \$61,965 in the Statement of Changes in Equity for the year ended 31 December 2008. The Council was unable to provide appropriate documentations which included the approved valuation report and supporting documentations to adjustments made to the general ledger to support the above balances. 6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Council for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$72,526 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2008. 7. The Council recorded total income of \$397,595 in the Statement of Income and Expenditure for the year ended 31 December 2008 which include other income of \$145,001. The Council was unable to provide appropriate supporting documentations which included records such as receipts and supporting documents to adjustments made to the general ledger to support the other income balance. 8. The Council recorded total expenditure of \$322,959 in the Statement of Income and Expenditure for the year ended 31 December 2008 which included personal costs of \$65,738, special events of \$13,114 and other expenses of \$38,776. The Council was unable to provide appropriate supporting documentations which included records such as payment vouchers, supporting documentations to adjustments made to the general ledger, documents to support the current salary rate and pay run reports to support the above balance. 9. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 – Presentation of Financial Statements, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.
2009	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$188,046 in the Statement of Financial Position as at 31 December 2009. Included in the balance were \$63,495 for the bank 'Adi Nadroga' carnival account, bank current account of \$124,482 and cash on hand of \$69. There was an unreconciled variance of \$96,732 between the bank reconciliation statement for the current account and the amount reflected in the financial statements. In addition, the Council was unable to provide me with appropriate documentations which included cashbook reconciliations for the current account; bank reconciliation for the Carnival Account; and supporting documentations to adjustments made to the general

	<p>ledger amounting to \$36,414.</p> <ol style="list-style-type: none"> 2. The Council recorded gross loans and advances of \$86,411, provision for doubtful debts of \$36,618, receivable from PC company of \$128,545, current liabilities of \$36,572 and 'Adi Nadroga' carnival account of \$63,495 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide appropriate documentations which included records such as loan approval, debtors' ledger, creditors' ledger, payment vouchers, receipts and supporting documentations to adjustments made to the general ledger, to support the above balances. 3. The Council recorded property, plant and equipment at a net value of \$216,466 in the Statement of Financial Position as at 31 December 2009. Included in the balance were land of \$12,259, building of \$143,733 and motor vehicle of \$40,670 for which I was not provided with the title deeds for land and building and registration details of motor vehicle to confirm the existence and completeness of the balances. 4. The Council recorded investment of \$122,064 in the statement of financial position as at 31 December 2009. There was an unreconciled variance of \$19,176 between the bank audit confirmation and the amount reflected in the financial statements for the BSP term deposits. 5. The Council recorded an asset revaluation reserve of \$108,664 in the Statement of Changes in Equity for the year ended 31 December 2009, which had been carried forward from previous years. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documentations to adjustments made to the general ledger to support the asset revaluation balance. 6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Council for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$95,145 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2009. 7. The Council recorded total expenditure of \$295,333 in the Statement of Income and Expenditure for the year ended 31 December 2009 which included personal costs of \$80,314. The Council was unable to provide appropriate supporting documentations which included records such as payment vouchers, supporting documentations to adjustments made to the general ledger, documents to support the current salary rate and pay run reports to support the above balance. 8. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 – Presentation of Financial Statements, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.
2010	1. The Council recorded cash at bank and on hand of \$348,469 in the Statement of

Financial Position as at 31 December 2010. The Council was unable to provide me with appropriate documentations which included cashbook reconciliations, bank reconciliations, receipts, payment vouchers for the cash at bank account, supporting documentations to adjustments made to the general ledger of \$83,677; and confirmations to support the cash on hand balance.

2. The Council recorded gross loans and advances of \$84,924, provision for doubtful debts of \$36,618, receivable from PC company of \$128,545, current liabilities of \$39,216 and 'Adi Nadroga' carnival account of \$218,773 in the Statement of Financial Position as at 31 December 2010. The Council was unable to provide appropriate documentations which included records such as loan approval, debtors' ledger, creditors' ledger, payment vouchers, receipts and supporting documentations to adjustments made to the general ledger, to support the above balances.
3. The Council recorded property, plant and equipment at a net value of \$255,835 in the Statement of Financial Position as at 31 December 2010. Included in the balance were land of \$12,259, building of \$138,833 and motor vehicle of \$83,510 for which I was not provided with the title deeds for land and building and vehicle registration details to confirm the existence and completeness of the balances.
4. The Council recorded investment of \$199,284 in the Statement of Financial Position as at 31 December 2010. There was an unreconciled variance of \$4,705 between the bank audit confirmation and the amount reflected in the financial statements for the BSP term deposits.
5. The Council recorded an asset revaluation reserve of \$108,664, which had been carried forward from previous years, and prior year adjustment of \$66,000 in the Statement of Changes in Equity for the year ended 31 December 2010. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documentations to adjustments made to the general ledger to support the above balances.
6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Council for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$97,343 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2010.
7. The Council recorded total expenditure of \$273,910 in the Statement of Income and Expenditure for the year ended 31 December 2010. Included in the balance were personal costs of \$68,996, occupancy of \$11,354, special events of \$5,685, 'mata ni tikina' allowance of \$19,916, fuel of \$5,765, repairs, maintenance and insurance of \$13,002, other expenses of \$8,039, youth of \$3,120 and 'soqosoqo vakamarama' of \$2,175. The Council was unable to provide appropriate supporting documentations which included records such as payment vouchers, supporting documentations to adjustments made to the general ledger, documents to support the current salary rate and pay run reports to support the above balances.
8. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part

	of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 – Presentation of Financial Statements, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.
Naitasiri:	
2008	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$124,008 in the Statement of Financial Position as at 31 December 2008. Included in the balance were \$32,910 for the bank current account, \$88,290 under bank savings account, and cash on hand of \$2,808. Although the bank had confirmed a total balance of \$35,063 for the current account, the Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements, cashbook reconciliations, payment vouchers, receipts and bank statement for bank savings account; confirmation to support the cash on hand balance; and supporting documents to adjustments made to the general ledger of \$25,541. 2. The Council recorded loans and advances of \$3,367, other assets of \$35,744, current liabilities of \$46,045, and special funds of \$103,320 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide me with appropriate documentations which included records such subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances. 3. The Council recorded property, plant and equipment at a net value of \$495,228 in the Statement of Financial Position as at 31 December 2008. Included in the balance were land of \$64,025, building of \$371,960 and motor vehicle of \$45,326 for which I was not provided with the title deeds for land and building and the registration details of the motor vehicle to confirm the existence and completeness of the balances. 4. The Council recorded an asset revaluation reserve of \$378,665, which had been carried forward from previous years, and prior year adjustments of \$14,651 in the Statement of Changes in Equity for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the above balances. 5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Council for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$25,398 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2008. 6. The Council recorded income of \$281,241 in the Statement of Income and Expenditure for the year ended 31 December 2008. Included in the balance were government subvention for operating income of \$159,848, other income of \$40,341 and income from investment of \$54,890. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balances. 7. The Council recorded total expenditure of \$246,639 in the Statement of Income and Expenditure for the year ended 31 December 2008. Included in the balance

	<p>were salary, wages allowance and related payments of \$44,502, travelling and subsistence of \$3,864, occupancy of \$9,571, insurance of \$3,911, repairs and maintenance of \$5,144, special events of \$21,740, write-off loans and advances of \$13,440, sundry expenses of \$3,718, and 'ka vakavanua' of \$3,535. The Council was unable to provide me with appropriate documentations which included records such as payment vouchers, documents to support the current salary rate and supporting documentations for journal entries to support the above balances.</p> <p>8. The Council did not disclose a Statement of Compliance, information about the entity, the fact that it is impracticable to restate prior period errors, current portion of interest bearing, and reconciliation of the carrying amounts for property, plant and equipment in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, and Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment.</p>
2009	<p>1. The Council recorded cash at bank and on hand of \$118,569 in the Statement of Financial Position as at 31 December 2009. Included in the balance were \$14,167 bank current account, \$2,576 under bank savings account, \$100,141 under bank dividend account and cash on hand of \$1,685. The Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements for the current account; bank statements, bank reconciliation statements, cashbook reconciliations, receipts, payment vouchers for the dividend and savings accounts; and confirmation to support the cash on hand balance.</p> <p>2. The Council recorded loans and advances of \$4,240, other assets of \$32,456, current liabilities of \$36,719, and special funds of \$97,657 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.</p> <p>3. The Council recorded property, plant and equipment at a net value of \$474,677 in the Statement of Financial Position as at 31 December 2009. Included in the balance were land of \$64,025, building of \$370,594 and motor vehicle of \$25,006 for which I was not provided with the title deeds for land and building and the registration details of the motor vehicle to confirm the existence and completeness of the balances.</p> <p>4. The Council recorded investments of \$166,629 in the Statement of Financial Position as at 31 December 2009 which included the term deposit with Fiji Development Bank of \$66,000. I was not provided with investment confirmations from the bank which was necessary to confirm the existence and completeness of the investment balance.</p> <p>5. The Council recorded an asset revaluation reserve of \$378,665 in the Statement of Changes in Equity for the year ended 31 December 2009, which had been carried forward from previous years. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the asset revaluation balance.</p> <p>6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend</p>

	<p>beyond the amounts recorded in the official receipts issued by the Council for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$23,451 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2009.</p> <p>7. The Council recorded total income of \$440,827 in the Statement of Income and Expenditure for the year ended 31 December 2009. Included in the balance were government subvention for operating income of \$181,704, other income of \$15,693 and income from investment of \$219,059. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balances.</p> <p>8. The Council recorded total expenditure of \$253,460 in the Statement of Income and Expenditure for the year ended 31 December 2009. Included in the balance were salary, wages allowance and related payments of \$60,640, insurance costs of \$3,322, repairs and maintenance of \$6,460, special events of \$18,524, motor vehicle cost of \$5,638, sundry expenses of \$5,731, interest and financial costs of \$12,683 and rates refund of \$3,443. The Council was unable to provide me with appropriate documentations which included records such as payment vouchers, documents to support the current salary rate and supporting documentations for journal entries to support the above balances.</p> <p>9. The Council did not disclose a Statement of Compliance, information about the entity, the fact that it is impracticable to restate prior period errors, current portion of interest bearing, and reconciliation of the carrying amounts for property, plant and equipment in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, and Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment.</p>
2010	<p>1. The Council recorded cash at bank and on hand of \$136,907 in the Statement of Financial Position as at 31 December 2010. Included in the balance were \$39,589 bank current account, \$2,576 under bank savings account, \$93,207 under bank dividend account and cash on hand of \$1,535. The Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements for the current account; bank statements, bank reconciliation statements, cashbook reconciliations, receipts, payment vouchers for the dividend and savings accounts; and confirmation to support the cash on hand balance.</p> <p>2. The Council recorded loans and advances of \$3,701, other assets of \$16,728, current liabilities of \$37,669, and special funds of \$98,387 in the Statement of Financial Position as at 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.</p> <p>3. The Council recorded property, plant and equipment at a net value of \$471,206 in the Statement of Financial Position as at 31 December 2010. Included in the balance were land of \$64,025, building of \$364,728 and motor vehicle of \$5,582 for which I was not provided with the title deeds for land and building and the registration details of the motor vehicle to confirm the existence and completeness of the balances.</p>

	<ol style="list-style-type: none"> 4. The Council recorded investments of \$166,629 in the Statement of Financial Position as at 31 December 2009 which included the term deposit with Fiji Development Bank of \$66,000. I was not provided with investment confirmations from the bank which was necessary to confirm the existence and completeness of the investment balance. 5. The Council recorded an asset revaluation reserve of \$378,665 in the Statement of Changes in Equity for the year ended 31 December 2010, which had been carried forward from previous years. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the asset revaluation balance. 6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Council for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$14,014 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2010. 7. The Council recorded total income of \$227,347 in the Statement of Income and Expenditure for the year ended 31 December 2010. Included in the balance were government subvention for operating income of \$169,236, other income of \$23,946 and income from investment of \$19,176. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balances. 8. The Council recorded total expenditure of \$246,639 in the Statement of Income and Expenditure for the year ended 31 December 2008. Included in the balance were salary, wages allowance and related payments of \$53,171, occupancy of \$7,880, insurance of \$1,080, and special events of \$16,690. The Council was unable to provide me with appropriate documentations which included records such as payment vouchers, documents to support the current salary rate and supporting documentations for journal entries to support the above balances. 9. The Council did not disclose a Statement of Compliance, information about the entity, the fact that it is impracticable to restate prior period errors, current portion of interest bearing, and reconciliation of the carrying amounts for property, plant and equipment in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, and Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment.
<p>Namosi: 2008</p>	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$34,879 in the Statement of Financial Position as at 31 December 2008. Included in the balance were \$20,320 for the bank current, \$320 under bank savings account and \$14,329 under bank trust account. The Council was unable to provide me with appropriate documentations which included records such as cashbook reconciliations, bank reconciliation statements for the current account; and bank reconciliation statements, bank statements, cashbook reconciliations, receipts, payment vouchers for the savings and trust accounts. 2. The Council recorded loans and advances of \$18,535, advance to public of

	<p>\$48,601, loans to public of \$774,310, other assets – subvention claimed not received of \$21,529, current liabilities of \$86,849 and borrowings - Taukei Affairs Board loan of \$275,000 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide me with appropriate documentations which included records such subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.</p> <ol style="list-style-type: none"> 3. The Council recorded property, plant and equipment at a net value of \$280,810 which included land of \$10,000 building of \$229,499 and motor vehicle of \$21,920 in the Statement of Financial Position as at 31 December 2008. I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances. 4. The Council recorded an asset revaluation reserve of \$37,054 which had been carried forward from previous years and prior year adjustment of \$2,595 in the Statement of Changes in Equity for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the above balances. 5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$37,836 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2008. 6. The Council recorded income from government subvention for operating expenses of \$84,743, income from investment of \$73,999 and other income of \$35,755 in the Statement of Income and Expenditure for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balance. 7. The Council recorded payroll of salary, wages, allowances and related payments of \$38,194, bad debts of \$7,015, special events of \$2,800 and doubtful debts of \$51,465 in the Statement of Income and Expenditure for the year ended 31 December 2008. The Council was unable to provide various other records such as the supporting documentations for journal entries, some payment vouchers and documents to support the payments made during the year, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit. 8. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.
2009	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$28,611 in the Statement of Financial Position as at 31 December 2009. Included in the balance were \$26,721

for the bank current account, \$260 under bank savings account and \$1,630 under bank trust account. The Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements, cashbook reconciliations for the current account; bank reconciliation statements, cashbook reconciliations, payment vouchers, receipts, cheques book, lodgement forms to support the savings and trust account balances.

2. The Council recorded loans and advances of \$23,061, advance to public of \$52,145, loans to public of \$774,310, other assets – subvention claimed not received of \$26,485, current liabilities of \$73,909 and non-current liabilities - loan with Taukei Affairs Board loan of \$275,000 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.
3. The Council recorded property, plant and equipment at a net value of \$263,898 which included land of \$10,000 building of \$222,785 and motor vehicle of \$12,525 in the Statement of Financial Position as at 31 December 2009. I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances.
4. The Council recorded an asset revaluation reserve of \$37,054 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2009. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the asset revaluation reserve.
5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$39,837 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2009.
6. The Council recorded income from government subvention for operating expenses of \$89,541 and other income of \$1,788 in the Statement of Income and Expenditure for the year ended 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balance.
7. The Council recorded payroll of salary, wages, allowances and related payments of \$38,725, insurance of \$2,399, repairs and maintenance of \$15,477 and rates refund of \$10,508 in the Statement of Income and Expenditure for the year ended 31 December 2009. The Council was unable to provide various other records such as the supporting documentations for journal entries, some payment vouchers and documents to support the payments made during the year, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.
8. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part

	<p>of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.</p>
<p>2010</p>	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$52,656 in the Statement of Financial Position as at 31 December 2010. Included in the balance were \$27,065 for the bank current account, \$200 under bank savings account, \$24,895 under bank trust account and cash on hand of \$496. The Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements, cashbook reconciliations for the current account; bank reconciliation statements, cashbook reconciliations, payment vouchers, receipts, cheques book, lodgement forms for the savings and trust accounts; and confirmation to support the cash on hand balance. 2. The Council recorded loans and advances of \$22,405, advance to public of \$50,275, loans to public of \$774,310, other assets – subvention claimed not received of \$29,110, current liabilities of \$79,896 and non-current liabilities - loan with Taukei Affairs Board loan of \$275,000 in the Statement of Financial Position as at 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances. 3. The Council recorded property, plant and equipment at a net value of \$312,492 which included land of \$10,000 building of \$216,071 and motor vehicle of \$68,637 in the Statement of Financial Position as at 31 December 2010. I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances. 4. The Council recorded an asset revaluation reserve of \$37,054 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2010. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the asset revaluation reserve. 5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$32,824 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2010. 6. The Council recorded income from government subvention for operating expenses of \$75,418, income from investment of \$19,206 and other income of \$47,261 in the Statement of Income and Expenditure for the year ended 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balance. 7. The Council recorded payroll of salary, wages, allowances and related payments of \$36,300, special events of \$2,000, repairs and maintenance of \$4,578, rates refund of \$11,524 and sundry expense of \$35,741 in the Statement of Income and Expenditure for the year ended 31 December 2010. The Council was unable

	<p>to provide various other records such as the supporting documentations for journal entries, some payment vouchers and documents to support the payments made during the year, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.</p> <p>8. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.</p>
<p>Ra: 2008</p>	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$57,968 in the Statement of Financial Position as at 31 December 2008. Included in the balance were bank current account of \$30,014, bank savings account of \$21,204 and cash on hand of \$6,750. There was an unreconciled variance of \$13,369 between the bank reconciliation statement for the current account and the amount reflected in the financial statements. In addition, the Council was unable to provide me with appropriate documentations which included bank reconciliation statements, cashbook reconciliations, receipts, and payment vouchers for the saving accounts; confirmations to support cash on hand; and supporting documents to the journal entries made to the general ledger of \$90,845. 2. The Council recorded gross receivables - loans and advances of \$58,679, provision for doubtful debts of \$16,526, component of other assets of \$18,092, current liabilities of \$87,349 and Fiji Cane Growers Development fund of \$6,369 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide with me with appropriate documentations which included records such as loan approval, debtors' ledger, creditors' ledger, payment vouchers, receipts and supporting documentations to adjustments made to the general ledger, to support the above balances. 3. The Council recorded property, plant and equipment at a net value of \$350,584 in the Statement of Financial Position as at 31 December 2008. Included in the balance were land of \$22,400, building of \$280,490 and motor vehicle of \$32,143 for which I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances. 4. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Council for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$15,077 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2008. 5. The Council recorded salary, wages allowances and related payments of \$44,605, personal costs - salaries of \$4,648, 'turaga ni koro' allowance of \$3,420 and sundry expenses of \$34,796 in the Statement of Income and Expenditure for the year ended 31 December 2008. The Council was unable to provide various other records such as the supporting documentations for journal entries, documents to support the current salary rate and pay run reports. The missing records have

	<p>provided limitation to the scope of my audit.</p> <p>6. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.</p>
2009	<p>1. The Council recorded cash at bank and on hand of \$48,781 in the Statement of Financial Position as at 31 December 2009. Included in the balance were cash at bank current account of \$36,287, cash at bank savings account of \$5,744 and cash on hand of \$6,750. There was an unreconciled variance of \$23,603 between the bank reconciliation statement for the current account and the amount reflected in the financial statements. In addition, the Council was unable to provide me with appropriate documentations which included bank reconciliation statements, cashbook reconciliations, cash receipt statements, cash payment statements, receipts, and payment vouchers for the current and saving accounts; confirmations to support cash on hand; and supporting documents to the journal entries made to the general ledger of \$11,299.</p> <p>2. The Council recorded gross receivables - loans and advances of \$58,853, provision for doubtful debts of \$16,526, component of other assets of \$21,684, current liabilities of \$91,331 and Fiji Cane Growers Development fund of \$6,369 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as loan approval, debtors' ledger, creditors' ledger, payment vouchers, receipts and supporting documentations to adjustments made to the general ledger, to support the above balances.</p> <p>3. The Council recorded property, plant and equipment at a net value of \$330,258 in the Statement of Financial Position as at 31 December 2009. Included in the balance were land of \$22,400, building of \$274,893 and motor vehicle of \$19,786 for which I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances.</p> <p>4. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Council for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$20,143 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2009.</p> <p>5. The Council recorded total income of \$228,234 in the Statement of Income and Expenditure for the year ended 31 December 2009. Included in the balance were income from government subvention for operating expenses of \$135,866, income from other operations of \$4,303, other income of \$3,911 and income from investment of \$63,404. The Council was unable to provide me with appropriate documentations such as receipts and supporting documentations to adjustments made to the general ledger to support the above balances.</p> <p>6. The Council recorded salary, wages allowances and related payments of \$33,974,</p>

	<p>personal costs - salaries of \$15,479, occupancy of \$1,414, motor vehicle cost of \$19,050, administration cost \$9,148, special events of \$17,449, 'turaga ni koro' allowance of \$55,650, 'mata ni tikina' allowance of \$12,908, repair and maintenance of \$9,570, 'ka vakavanua' of \$12,726 and sundry expenses of \$23,875 in the Statement of Income and Expenditure for the year ended 31 December 2009. The Council was unable to provide various other records such as the payment vouchers, supporting documentations for adjustments made to the general ledger, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.</p> <p>7. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.</p>
2010	<p>1. The Council recorded cash at bank and on hand of \$67,101 in the Statement of Financial Position as at 31 December 2010. Included in the balance were cash at bank current account of \$59,754, cash at bank savings account of \$246 and cash on hand of \$7,101. There was an unreconciled variance of \$13,548 between the bank reconciliation statement for the current account and the amount reflected in the financial statements. In addition, the Council was unable to provide me with appropriate documentations which included bank reconciliation statements, cashbook reconciliations, cash receipt statements, cash payment statements, receipts, and payment vouchers for the current and saving accounts; confirmations to support cash on hand; and supporting documents to the journal entries made to the general ledger of \$76,255.</p> <p>2. The Council recorded gross receivables - loans and advances of \$54,241, provision for doubtful debts of \$16,526, component of other assets of \$41,360, current liabilities of \$87,459 and Fiji Cane Growers Development fund of \$6,369 in the Statement of Financial Position as at 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as loan approval, debtors' ledger, creditors' ledger, payment vouchers, receipts and supporting documentations to adjustments made to the general ledger, to support the above balances.</p> <p>3. The Council recorded property, plant and equipment at a net value of \$375,243 in the Statement of Financial Position as at 31 December 2010. Included in the balance were land of \$22,400, building of \$269,296 and motor vehicle of \$62,680 for which I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances.</p> <p>4. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Council for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$22,682 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2010.</p> <p>5. The Council recorded total income of \$336,312 in the Statement of Income and Expenditure for the year ended 31 December 2010. Included in the balance was</p>

	<p>income from investment of \$116,547. The Council was unable to provide me with appropriate documentations such as receipts and supporting documentations to adjustments made to the general ledger to support the above balances.</p> <p>6. The Council recorded salary, wages allowances and related payments of \$56,223 and personal costs - salaries of \$12,805 in the Statement of Income and Expenditure for the year ended 31 December 2010. The Council was unable to provide various other records such as the payment vouchers, supporting documentations for adjustments made to the general ledger, documents to support the current salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.</p> <p>7. The Council did not disclose the Statement of Compliance, Information about the entity, the fact that it is impracticable to restate period errors, current portion of interest bearing, reconciliation of the carrying amounts for property, plant and equipment and accounting policy for borrowing costs in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment, and Fiji Accounting Standards 23 – Borrowing Costs.</p>
<p>Rewa: 2008</p>	<p>1. The Council recorded cash at bank and on hand of \$269,917 in the Statement of Financial Position as at 31 December 2008. Included in the balance were \$280,381 for bank current account and credit cash on hand balance of \$10,764. Although the bank had confirmed a total balance of \$70,504 for the current account, the Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements, cashbook reconciliations, payment vouchers, receipts and bank statement for bank savings account; confirmation to support the cash on hand balance; and supporting documents to journal adjustments made to the general ledger of \$54,990.</p> <p>2. The Council recorded gross loans and advances of \$63,952, provision for doubtful debts of \$1,896, other assets of \$81,279, current liabilities of \$24,048, deferred income of \$4,753 and special funds of \$80,000 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide me with appropriate documentations which included records such subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors ledgers, account reconciliation statements and relevant supporting documents to journal adjustments made to the general ledger, to support the above balances.</p> <p>3. The Council recorded property, plant and equipment at a net value of \$139,160 in the Statement of Financial Position as at 31 December 2008. Included in the balance were building of \$106,167 and motor vehicle of \$11,600. I was not provided with the title deeds for building and the registration details of the motor vehicle to confirm the existence and completeness of the balances.</p> <p>4. The Council recorded an asset revaluation reserve of \$140,936 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included the approved valuation report to support the above balance.</p> <p>5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend</p>

	<p>beyond the amounts recorded in the official receipts issued by the Provincial Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$38,699 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2008.</p> <p>6. The Council recorded income of \$505,735 in the Statement of Income and Expenditure for the year ended 31 December 2008. Included in the balance were government subvention for operating income of \$201,808, government subvention for fixed assets of \$1,751 and income from investment of \$191,456. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balances.</p> <p>7. The Council did not disclose a Statement of Compliance, information about the entity, the fact that it is impracticable to restate prior period errors, current portion of interest bearing, and reconciliation of the carrying amounts for property, plant and equipment in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, and Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment.</p>
2009	<p>1. The Council recorded cash at bank and on hand of \$281,908 in the Statement of Financial Position as at 31 December 2009. Included in the balance were \$292,645 for bank current account and credit cash on hand balance of \$10,737. Although the bank had confirmed a total balance of \$71,980 for the current account, the Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements, cashbook reconciliations, payment vouchers, receipts and bank statement for bank savings account; confirmation to support the cash on hand balance; and supporting documents to journal adjustments made to the general ledger of \$17,282.</p> <p>2. The Council recorded gross loans and advances of \$63,952, provision for doubtful debts of \$3,792, other assets of \$30,835, current liabilities of (\$12,027) and special funds of \$80,000 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors' ledgers, account reconciliation statements and relevant supporting documents to journal adjustments made to the general ledger, to support the above balances.</p> <p>3. The Council recorded property, plant and equipment at a net value of \$176,496 in the Statement of Financial Position as at 31 December 2009. Included in the balance were building of \$102,667 and motor vehicle of \$50,214. I was not provided with the title deeds for building and the registration details of the motor vehicle to confirm the existence and completeness of the balances.</p> <p>4. The Council recorded an asset revaluation reserve of \$140,936 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2009. The Council was unable to provide me with appropriate documentations which included the approved valuation report to support the above balance.</p> <p>5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Provincial Councils for provincial rates. Accordingly, I am unable to determine whether</p>

	<p>income from provincial rates of \$47,560 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2009.</p> <p>6. The Council recorded income of \$313,674 in the Statement of Income and Expenditure for the year ended 31 December 2009. Included in the balance were government subvention for operating income of \$115,312, other income – profit from sale of fixed asset of \$10,724 and income from investment of \$132,137. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balances.</p> <p>7. The Council did not disclose a Statement of Compliance, information about the entity, the fact that it is impracticable to restate prior period errors, current portion of interest bearing, and reconciliation of the carrying amounts for property, plant and equipment in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, and Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment.</p>
<p>2010</p>	<p>1. The Council recorded cash at bank and on hand of \$358,923 in the Statement of Financial Position as at 31 December 2010. Included in the balance were \$369,722 for bank current account and credit cash on hand balance of \$10,799. Although the bank had confirmed a total balance of \$76,646 for the current account, the Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements, cashbook reconciliations, payment vouchers, receipts and bank statement for bank savings account; confirmation to support the cash on hand balance; and supporting documents to journal adjustments made to the general ledger of \$53,833.</p> <p>2. The Council recorded gross loans and advances of \$68,697, provision for doubtful debts of \$5,688, other assets of \$26,637, current liabilities of \$8,621 and special funds of \$80,000 in the Statement of Financial Position as at 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors ledgers, account reconciliation statements and relevant supporting documents to journal adjustments made to the general ledger, to support the above balances.</p> <p>3. The Council recorded property, plant and equipment at a net value of \$158,509 in the Statement of Financial Position as at 31 December 2010. Included in the balance were building of \$99,167 and motor vehicle of \$38,240. I was not provided with the title deeds for building and the registration details of the motor vehicle to confirm the existence and completeness of the balances.</p> <p>4. The Council recorded an asset revaluation reserve of \$140,936 which had been carried forward from previous years in the Statement of Changes in Equity for the year ended 31 December 2010. The Council was unable to provide me with appropriate documentations which included the approved valuation report to support the above balance.</p> <p>5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Provincial Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$46,398 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect</p>

	<p>of the provincial rates income for the year ended 31 December 2010.</p> <ol style="list-style-type: none"> 6. The Council recorded income of \$255,141 in the Statement of Income and Expenditure for the year ended 31 December 2010. Included in the balance were government subvention for operating income of \$129,627, other income – profit from sale of fixed asset of \$10,724 and income from investment of \$74,271. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balances. 7. The Council recorded expenditure of \$202,830 in the Statement of Income and Expenditure for the year ended 31 December 2010. The Council was unable to provide with appropriate documentations which included records such as payments vouchers, pay run reports and supporting documentations for journal adjustment entries to support the above balances. 8. The Council did not disclose a Statement of Compliance, information about the entity, the fact that it is impracticable to restate prior period errors, current portion of interest bearing, and reconciliation of the carrying amounts for property, plant and equipment in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, and Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment.
<p>Serua: 2008</p>	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$103,769 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide me with appropriate documentations to support the cash at bank and on hand balance of \$103,769. 2. The Council recorded loans and advances of \$496, other assets of \$93,498, current liabilities of \$58,354 and special funds of \$100,000 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide appropriate documentations to support the above balance. 3. The Council recorded investments of \$946,266 in the Statement of Financial Position as at 31 December 2008. Included in the balance were investments with Unit Trust of Fiji and Serua Provincial Investment Company Limited for \$17,258 and \$825,289 respectively. I was not provided with investment confirmations from the companies which was necessary to confirm the existence and completeness of the balances. As a result, I was unable to determine whether any adjustments might have been necessary in respect of investment balances at year end. 4. The Council recorded property, plant and equipment at a net value of \$78,570 which included land of \$45,000, building of \$4,550 and motor vehicle of \$11,600 in the Statement of Financial Position as at 31 December 2008. I was not provided with the title deeds for land and building and the registration details of the motor vehicle to confirm the existence and completeness of the balances. 5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Council for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$9,234 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2008.

	<p>6. The Council recorded income from investment of \$40,573 in the Statement of Income and Expenditure for the year ended 31 December 2008. The Council was unable to provide appropriate documentations to support the above balances.</p>
<p>2009</p>	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$200,138 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide me with appropriate documentations to support the cash at bank and on hand balance of \$200,138. 2. The Council recorded loans and advances of \$429, current liabilities of \$141,131 and special funds of \$100,000 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide appropriate documentations to support the above balances. 3. The Council recorded investments of \$946,309 in the Statement of Financial Position as at 31 December 2009. Included in the balance were investments with Unit Trust of Fiji and Serua Provincial Investment Company Limited for \$17,258 and \$825,289 respectively. I was not provided with investment confirmations from the companies which was necessary to confirm the existence and completeness of the balances. 4. The Council recorded property, plant and equipment at a net value of \$125,851 which included land of \$45,000, building of \$4,400 and motor vehicle of \$54,167 in the Statement of Financial Position as at 31 December 2009. I was not provided with the title deeds for land and building and the registration details of the motor vehicle to confirm the existence and completeness of the balances. 5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Council for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$13,590 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2009. 6. The Council was unable to provide various other records such as the payment vouchers and documents to support the payments made during the year and supporting documentation for journal entries taken up in the general ledger. The missing records have provided limitation to the scope of my audit.
<p>2010</p>	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$97,132 in the Statement of Financial Position as at 31 December 2010. There was an unreconciled variance of \$51,453 between the bank reconciliation statement and the amount reflected in the financial statements. As a result, I was unable to determine whether any adjustment might have been necessary in respect of the Council's cash at bank balance at year end and any corresponding adjustments to the elements making up the Statement of Income and Expenditure. 2. The Council recorded loans and advances of \$301, current liabilities of \$141,130 and special funds of \$100,000 in the Statement of Financial Position as at 31 December 2010. The Council was unable to provide appropriate documentations to support the above balances. 3. The Council recorded investments of \$946,361 in the Statement of Financial Position as at 31 December 2010. Included in the balance were investments with Unit Trust of Fiji and Serua Provincial Investment Company Limited for \$17,258 and \$825,289 respectively. I was not provided with investment confirmations

	<p>from the companies which was necessary to confirm the existence and completeness of the balances. As a result, I was unable to determine whether any adjustments might have been necessary in respect of investment balances at year end.</p> <ol style="list-style-type: none"> 4. The Council recorded property, plant and equipment at a net value of \$108,129 which included land of \$45,000, building of \$4,250 and motor vehicle of \$41,167 in the Statement of Financial Position as at 31 December 2010. I was not provided with the title deeds for land and building and the registration details of the motor vehicle to confirm the existence and completeness of the balances. 5. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Council for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$11,090 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2010. 6. The Council was unable to provide various other records such as the payment vouchers and documents to support the payments made during the year and supporting documentation for journal entries taken up in the general ledger. The missing records have provided limitation to the scope of my audit.
<p>Tailevu: 2008</p>	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$176,741 in the Statement of Financial Position as at 31 December 2008. Included in the balance were \$176,336 for the bank current account and cash on hand of \$405. There was a variance of \$141,060 between the bank statement for the current account and bank audit certificate at the end of financial year. In addition, the Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements and cashbook reconciliations for bank current account and confirmations to support the cash on hand balance. 2. The Council recorded loans and advances of \$23,677, other assets of \$35,714, current liabilities of \$125,520 and special funds held in trust of \$208,586 in the Statement of Financial Position as at 31 December 2008. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors' ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances. 3. The Council recorded investments of \$803,825 in the Statement of Financial Position as at 31 December 2008. Included in the balance were investments with Tailevu Provincial Cooperative Dairy Farm Ltd and Tailevu Provincial Holdings Company Ltd of \$41,900 and \$731,986 respectively. I was not provided with investment confirmations from the companies which was necessary to confirm the existence and completeness of the balances. 4. The Council recorded property, plant and equipment at a net value of \$233,920 which included land of \$32,111 and building of \$186,967 in the Statement of Financial Position as at 31 December 2008. I was not provided with the title deeds for land and building to confirm the existence and completeness of the balances. 5. The Council recorded an asset revaluation reserve of \$710,574 which had been carried forward from previous years and prior year adjustment of \$32,966 in the

	<p>Statement of Changes in Equity for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the above balances.</p> <ol style="list-style-type: none"> 6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$20,775 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2008. 7. The Council recorded income from government subvention for operating expenses of \$255,077 and other income of \$308,068 in the Statement of Income and Expenditure for the year ended 31 December 2008. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balance. 8. The Council was unable to provide various other records such as supporting documentations for journal entries, some payment vouchers and documents to support the payments made during the year, documents to support the salary rate and pay run reports. The missing records have provided limitation to the scope of my audit. 9. The Council did not disclose a Statement of Compliance, information about the entity, the fact that it is impracticable to restate prior period errors and reconciliation of the carrying amounts for property, plant and equipment in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, and Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment.
2009	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$223,219 in the Statement of Financial Position as at 31 December 2009. Included in the balance were \$156,191 for the bank current account, \$64,568 under bank savings account, and cash on hand of \$2,460. There was a variance of \$15,206 between the bank statement for the current account and the bank audit certificate at the end of financial year. In addition, the Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements and cashbook reconciliations for the current account; bank statements, bank reconciliation statements, cashbook reconciliations, payment vouchers and receipts for the savings account; and confirmation to support the cash on hand balance. 2. The Council recorded loans and advances of \$13,884, current liabilities of \$150,539, and special funds held in trust of \$208,586 in the Statement of Financial Position as at 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors' ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances. 3. The Council recorded investments of \$804,257 in the Statement of Financial Position as at 31 December 2009. Included in the balance were investments with Tailevu Provincial Cooperative Dairy Farm Ltd and Tailevu Provincial Holdings

	<p>Company Ltd for \$41,900 and \$731,986 respectively. I was not provided with investment confirmations from the companies which was necessary to confirm the existence and completeness of the balances.</p> <ol style="list-style-type: none"> 4. The Council recorded property, plant and equipment at a net value of \$264,081 which included land of \$32,000, building of \$184,067 and motor vehicle of \$36,031 in the Statement of Financial Position as at 31 December 2009. I was not provided with the title deeds for land and building and registration details of motor vehicle to confirm the existence and completeness of the balances. 5. The Council recorded an asset revaluation reserve of \$710,574 in the Statement of Changes in Equity for the year ended 31 December 2009, which had been carried forward from previous years. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the asset revaluation balance. 6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$22,781 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2009. 7. The Council recorded income from government subvention for operating expenses of \$194,843 in the Statement of Income and Expenditure for the year ended 31 December 2009. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balance. 8. The Council was unable to provide various other records such as supporting documentations for journal entries, some payment vouchers and documents to support the payments made during the year, documents to support the salary rate and pay run reports. The missing records have provided limitation to the scope of my audit. 9. The Council did not disclose a Statement of Compliance, information about the entity, the fact that it is impracticable to restate prior period errors and reconciliation of the carrying amounts for property, plant and equipment in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, and Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment.
2010	<ol style="list-style-type: none"> 1. The Council recorded cash at bank and on hand of \$259,748 in the Statement of Financial Position as at 31 December 2010. Included in the balance were \$171,072 for the bank current account, \$87,982 under bank savings account, and cash on hand of \$694. There was an unreconciled variance of \$152,544 between the bank reconciliation statement and the financial statement for the current account. In addition, the Council was unable to provide me with appropriate documentations which included records such as bank reconciliation statements and cashbook reconciliations for the current account; bank statements, bank reconciliation statements, cashbook reconciliations, payment vouchers and receipts for the savings account; and confirmation to support the cash on hand balance. 2. The Council recorded loans and advances of \$8,173, current liabilities of \$78,664,

and special funds held in trust of \$208,586 in the Statement of Financial Position as at 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as subsidiary debtors' ledgers and loan approvals, payment vouchers, receipts, creditors' ledgers, account reconciliation statements and relevant supporting documents to adjustments made to the general ledger, to support the above balances.

3. The Council recorded investments of \$804,831 in the Statement of Financial Position as at 31 December 2010. Included in the balance were investments with Tailevu Provincial Cooperative Dairy Farm Ltd and Tailevu Provincial Holdings Company Ltd for \$41,900 and \$731,986 respectively. I was not provided with investment confirmations from the companies which was necessary to confirm the existence and completeness of the balances.
4. The Council recorded property, plant and equipment at a net value of \$246,162 which included land of \$31,889, building of \$178,692 and motor vehicle of \$27,207 in the Statement of Financial Position as at 31 December 2010. I was not provided with the title deeds for land and building and registration details for motor vehicle to confirm the existence and completeness of the balances.
5. The Council recorded an asset revaluation reserve of \$710,574 in the Statement of Changes in Equity for the year ended 31 December 2010, which had been carried forward from previous years. The Council was unable to provide me with appropriate documentations which included the approved valuation report and supporting documents to adjustments made to the general ledger to support the asset revaluation balance.
6. Due to the nature of transactions inherent in the collection of provincial rates, it is not practicable for my examination to include audit procedures to extend beyond the amounts recorded in the official receipts issued by the Councils for provincial rates. Accordingly, I am unable to determine whether income from provincial rates of \$1,615 is fairly stated in the financial statements and whether any adjustment might have been necessary in respect of the provincial rates income for the year ended 31 December 2010.
7. The Council recorded income from government subvention for operating expenses of \$264,594 in the Statement of Income and Expenditure for the year ended 31 December 2010. The Council was unable to provide me with appropriate documentations which included records such as receipts and supporting documentations for journal entries to support the above balances.
8. The Council was unable to provide various other records such as supporting documentations for journal entries, some payment vouchers and documents to support the payments made during the year, documents to support the salary rate and pay run reports. The missing records have provided limitation to the scope of my audit.
9. The Council did not disclose a Statement of Compliance, information about the entity, the fact that it is impracticable to restate prior period errors and reconciliation of the carrying amounts for property, plant and equipment in the notes forming part of the financial statements. This is a departure from the requirements of the Fiji Accounting Standards 1 - Presentation of Financial Standards, Fiji Accounting Standards 8 – Disclosure of prior period errors, and Fiji Accounting Standards 16 – Disclosure of Property, Plant and Equipment.

Appendix C: Abridged Financial Statements

Ba Provincial Council

Abridged Statement of Financial Performance

	2008 \$	2009 \$	2010 \$
Govt Subvention for operating expenses	188,890	225,507	181,128
Provincial Rates	252,291	311,805	228,537
Income from Investment	55,463	112,520	-
Other Income	42,844	5,712	46,147
Total Income	539,488	655,544	455,812
Personal Cost	45,088	63,253	38,037
Travelling and Subsistence	11,155	8,370	8,356
Fuel, repair and maintenance motor vehicle	18,126	17,756	12,631
Administration	16,379	14,539	12,124
Special Events	27,881	24,483	18,462
Turaga ni Koro allowance	67,950	69,361	63,358
Mata ni Tikina allowance	10,474	11,791	18,361
Other Expenses	23,075	7,144	15,432
Total Expenses covered by subvention	220,128	216,697	186,761
Personal cost-salaries	79,203	66,171	82,553
Depreciation-expenses	60,617	58,688	61,729
Other Expenses	201,039	193,723	246,619
Total Expenses not covered by subvention	340,859	318,582	390,901
Total Expenditure	560,987	535,279	577,662
Net (deficit)/ profit	(21,499)	120,265	(121,850)

Abridged Statement of Financial Position

	2008 \$	2009 \$	2010 \$
Cash at bank and on hand	64,540	113,437	81,450
Other current assets	174,917	282,339	219,423
Property, plant and equipment	556,157	497,936	503,574
Investments	1,987,644	1,987,644	1,987,644
Total Assets	2,783,258	2,881,356	2,792,091
Other creditors	12,244	(9,764)	(4,959)
Interest bearing borrowings	251,206	251,047	278,827
Total Liabilities	263,450	241,283	273,868
Net Assets	2,519,808	2,640,073	2,518,223
Accumulated Funds	2,023,182	2,143,447	2,021,597
Asset revaluation reserve	496,626	496,626	496,626
Total Funds Employed	2,519,808	2,640,073	2,518,223

Bua Provincial Council

Abridged Statement of Financial Performance

	2008 \$	2009 \$	2010 \$
Govt Subvention for operating expenses	144,152	134,642	127,871
Provincial Rates	28,381	21,555	30,685
Income from Investment	243,560	48,797	39,281
Other Income	262,051	145,647	210,834
Total Income	678,144	350,641	408,671
Personal Cost	36,365	38,817	34,629
Travelling and Subsistence	4,699	7,005	5,867

	2008 \$	2009 \$	2010 \$
Fuel, repair and maintenance motor vehicle	12,515	12,430	8,155
Administration	10,923	5,524	5,660
Special Events	13,520	7,667	20,882
Turaga ni Koro allowance	27,120	32,440	32,400
Mata ni Tikina allowance	8,430	17,381	14,072
Other Expenses	26,980	21,565	11,856
Total Expenses covered by subvention	140,552	142,829	133,521
Personal cost-salaries	7,062	9,127	11,019
Depreciation-expenses	33,358	32,198	31,803
Other Expenses	105,728	143,664	223,331
Total Expenses not covered by subvention	146,148	184,989	266,153
Total Expenditure	286,700	327,818	399,674
Net profit	391,444	22,823	8,997

Abridged Statement of Financial Position

	2008 \$	2009 \$	2010 \$
Cash at bank and on hand	662,460	506,037	583,612
Other current assets	23,917	12,819	33,038
Property, plant and equipment	864,044	838,709	828,630
Investments	397,861	603,356	557,006
Total Assets	1,948,282	1,960,921	2,002,286
Other creditors	522,030	533,124	565,492
Interest bearing borrowings	(2,092)	(2,111)	(2,111)
Total Liabilities	519,938	531,013	563,381
Net Assets	1,428,344	1,429,908	1,438,905
Accumulated Funds	773,731	775,295	784,292
Asset revaluation reserve	654,613	654,613	654,613
Total Funds Employed	1,428,344	1,429,908	1,438,905

Cakaudrove Provincial Council

Abridged Statement of Financial Performance

	2008 \$	2009 \$	2010 \$
Govt Subvention for operating expenses	201,380	281,422	229,448
Provincial Rates	33,524	60,918	54,449
Income from Investment	90,664	111,813	64,604
Other Income	106,118	15	12,000
Total Income	431,686	454,168	360,501
Personal Cost	58,726	68,327	51,005
Travelling and Subsistence	18,632	20,918	25,286
Fuel, repair and maintenance motor vehicle	26,714	22,814	24,233
Administration	22,842	17,821	19,880
Special Events	47,515	35,593	34,640
Turaga ni Koro allowance	76,157	82,450	71,212
Mata ni Tikina allowance	12,808	17,137	15,220
Other Expenses	7,610	8,364	6,407
Total Expenses covered by subvention	271,004	273,424	247,883
Personal cost-salaries	13,231	10,668	29,397
Depreciation-expenses	37,196	36,002	45,799
Other Expenses	137,531	51,708	55,145
Total Expenses not covered by subvention	187,958	98,378	130,341
Total Expenditure	458,962	371,802	378,224
Net (deficit)/profit	(27,276)	82,366	(17,723)

Abridged Statement of Financial Position

	2008 \$	2009 \$	2010 \$
Cash at bank and on hand	186,468	267,791	282,886
Other current assets	217,754	245,223	229,555
Property, plant and equipment	577,240	546,644	582,709
Investments	646,845	650,731	656,925
Total Assets	1,628,307	1,710,389	1,752,075
Other creditors	310,293	325,568	321,444
Interest bearing borrowings	45,048	30,032	95,252
Total Liabilities	355,341	355,600	416,696
Net Assets	1,272,966	1,354,789	1,335,379
Accumulated Funds	689,740	771,563	752,153
Asset revaluation reserve	583,226	583,226	583,226
Total Funds Employed	1,272,966	1,354,789	1,335,379

Kadavu Provincial Council**Abridged Statement of Financial Performance**

	2008 \$	2009 \$	2010 \$
Govt Subvention for operating expenses	158,766	155,023	172,058
Provincial Rates	49,091	119,978	78,940
Income from Investment	68,325	76,688	121,262
Other Income	71,595	1,558	2,395
Total Income	347,777	353,247	374,655
Personal Cost	29,256	26,847	19,327
Travelling and Subsistence	22,071	17,038	15,073
Fuel, repair and maintenance motor vehicle	11,362	8,590	10,376
Administration	11,086	8,926	7,356
Special Events	31,546	24,284	31,418
Turaga ni Koro allowance	45,320	41,850	44,035
Mata ni Tikina allowance	12,821	17,137	18,045
Other Expenses	6,647	3,891	5,186
Total Expenses covered by subvention	170,109	148,563	150,816
Personal cost-salaries	11,758	16,397	17,254
Depreciation-expenses	22,025	22,295	21,201
Other Expenses	120,201	69,527	128,627
Total Expenses not covered by subvention	156,984	108,219	167,082
Total Expenditure	327,093	256,782	317,898
Net profit	20,684	96,465	56,757

Abridged Statement of Financial Position

	2008 \$	2009 \$	2010 \$
Cash at bank and on hand	321,521	397,052	351,321
Other current assets	149,692	149,221	148,921
Property, plant and equipment	306,277	288,441	267,240
Investments	404,711	459,757	519,212
Total Assets	1,182,201	1,294,471	1,286,694
Other creditors	176,849	192,654	128,103
Interest bearing borrowings	10,000	10,000	10,000
Total Liabilities	186,849	202,654	138,103
Net Assets	995,352	1,091,817	1,148,591
Accumulated Funds	807,972	904,437	961,211
Asset revaluation reserve	187,380	187,380	187,380

	2008 \$	2009 \$	2010 \$
Total Funds Employed	995,352	1,091,817	1,148,591

Lau Provincial Council

Abridged Statement of Financial Performance

	2008 \$	2009 \$	2010 \$
Govt Subvention for operating expenses	145,403	143,061	148,268
Govt Subvention for fixed assets	5,307	2,703	1,127
Provincial Rates	45,320	45,924	30,281
Income from Investment	105,338	150,129	85,257
Other Income	16,046	202,524	3,163
Total Income	317,414	544,341	268,096
Personal Cost	49,291	49,900	44,452
Travelling and Subsistence	7,382	12,710	15,036
Fuel, repair and maintenance motor vehicle	4,555	4,687	3,832
Administration	7,997	7,812	7,148
Special Events	12,308	10,699	7,472
Turaga ni Koro allowance	43,210	42,220	42,300
Mata ni Tikina allowance	16,096	16,711	20,345
Other Expenses	10,398	8,433	6,826
Total Expenses covered by subvention	151,237	153,172	147,411
Personal cost-salaries	12,008	9,019	8,607
Depreciation-expenses	4,578	4,656	4,704
Other Expenses	72,582	84,816	59,820
Total Expenses not covered by subvention	89,168	98,491	73,131
Total Expenditure	240,405	251,663	220,542
Net Profit/(deficit)	77,009	292,678	47,554

Abridged Statement of Financial Position

	2008 \$	2009 \$	2010 \$
Cash at bank and on hand	61,906	101,593	104,630
Other current assets	421,602	474,363	527,142
Property, plant and equipment	58,931	53,573	50,734
Investments	685,915	890,678	891,932
Total Assets	1,228,354	1,520,207	1,574,438
Other creditors	141,623	143,237	149,800
Interest bearing borrowings	248,649	248,649	248,649
Deferred Income	5,268	2,565	1,438
Special funds	67,666	67,930	69,171
Total Liabilities	463,206	462,381	469,058
Net Assets	765,148	1,057,826	1,105,380
Accumulated Funds	715,582	1,008,260	1,055,814
Asset revaluation reserve	49,566	49,566	49,566
Total Funds Employed	765,148	1,057,826	1,105,380

Lomaiviti Provincial Council

Abridged Statement of Financial Performance

	2006 \$	2007 \$	2008 \$	2009 \$	2010 \$
Govt Subvention for operating expenses	291,922	351,282	146,897	149,546	164,842
Provincial Rates	54,365	32,856	29,670	52,140	100,128
Income from Investment	133,260	135,399	108,025	108,363	33,391

	2006 \$	2007 \$	2008 \$	2009 \$	2010 \$
Other Income	2,229	2,342	19,370	175,913	35,892
Total Income	481,776	521,879	303,962	485,962	334,253
Personal Cost	172,404	142,095	28,576	24,571	37,682
Travelling and Subsistence	16,275	11,058	10,750	20,780	15,437
Fuel, repair and maintenance motor vehicle	16,064	9,520	15,780	15,062	9,521
Administration	23,521	15,667	12,722	15,487	12,670
Special Events	15,726	20,568	26,809	11,571	5,624
Turaga ni Koro allowance	43,200	38,692	44,770	43,760	36,400
Mata ni Tikina allowance	8,839	8,504	8,224	13,053	17,541
Other Expenses	9,312	7,656	11,665	6,256	10,842
Total Expenses covered by subvention	305,341	253,760	159,296	150,540	145,717
Personal cost-salaries	33,644	20,831	14,134	9,394	730
Depreciation-expenses	22,063	22,063	32,435	29,899	29,380
Other Expenses	90,785	29,075	47,730	61,544	40,125
Total Expenses not covered by subvention	146,492	71,969	94,299	100,837	70,235
Total Expenditure	451,833	325,729	253,595	251,377	215,952
Net profit	29,943	196,150	50,367	234,585	118,301

Abridged Statement of Financial Position

	2006 \$	2007 \$	2008 \$	2009 \$	2010 \$
Cash at bank and on hand	48,652	29,272	20,025	102,049	157,713
Other current assets	370,701	400,164	437,769	347,935	355,426
Property, plant and equipment	1,167,674	1,177,185	1,210,857	1,185,532	1,156,078
Investments	251,212	224,494	206,416	207,976	210,469
Total Assets	1,838,239	1,831,115	1,875,067	1,843,492	1,879,686
Other creditors	245,610	217,101	182,751	227,573	164,126
Interest bearing borrowings	608,957	439,779	508,782	197,800	179,140
Total Liabilities	854,567	656,880	691,533	425,373	343,266
Net Assets	983,672	1,174,235	1,183,534	1,418,119	1,536,420
Accumulated Funds	643,012	833,575	842,874	1,077,459	1,195,760
Asset revaluation reserve	340,660	340,660	340,660	340,660	340,660
Total Funds Employed	983,672	1,174,235	1,183,534	1,418,119	1,536,420

Macuata Provincial Council

Abridged Statement of Financial Performance

	2008 \$	2009 \$	2010 \$
Govt Subvention for operating expenses	148,879	150,277	151,648
Provincial Rates	56,417	16,515	63,117
Income from Investment	75,898	45,010	139,637
Other Income	795,758	692,133	613,477
Total Income	1,076,953	903,935	967,879
Personal Cost	41,171	30,272	29,151
Travelling and Subsistence	8,834	6,181	6,052
Fuel, repair and maintenance motor vehicle	20,142	14,088	11,737
Administration	8,564	9,910	10,954
Special Events	25,566	13,156	11,609
Turaga ni Koro allowance	59,940	63,440	66,717
Mata ni Tikina allowance	18,426	21,627	28,129
Other Expenses	3,330	6,638	8,416
Total Expenses covered by subvention	185,973	165,313	172,765
Personal cost-salaries	8,128	6,000	6,627

	2008 \$	2009 \$	2010 \$
Depreciation-expenses	67,014	69,249	68,393
Other Expenses	667,377	380,553	395,604
Total Expenses not covered by subvention	742,520	455,801	470,625
Total Expenditure	928,493	621,114	643,390
Net profit	148,460	282,821	324,489

Abridged Statement of Financial Position

	2008 \$	2009 \$	2010 \$
Cash at bank and on hand	1,346	5,847	59,411
Other current assets	(21,279)	(55,770)	(32,778)
Property, plant and equipment	3,820,415	3,751,166	3,761,240
Investments	389,860	410,032	369,811
Total Assets	4,190,342	4,111,275	4,157,684
Other creditors	116,283	119,634	143,442
Interest bearing borrowings	3,213,980	2,848,741	2,546,853
Total Liabilities	3,330,263	2,968,375	2,690,295
Net Assets	860,079	1,142,900	1,467,389
Accumulated Funds	20,880	303,701	628,190
Asset revaluation reserve	839,199	839,199	839,199
Total Funds Employed	860,079	1,142,900	1,467,389

Nadroga/Navosa Provincial Council

Abridged Statement of Financial Performance

	2008 \$	2009 \$	2010 \$
Govt Subvention for operating expenses	179,038	194,888	197,113
Provincial Rates	72,526	95,145	97,343
Income from Investment	124,001	163,100	130,721
Other Income	22,030	849	767
Total Income	397,595	453,982	425,944
Personal Cost	37,908	41,434	34,131
Travelling and Subsistence	4,046	4,550	5,127
Fuel, repair and maintenance motor vehicle	17,181	12,960	13,116
Administration	8,455	9,556	9,443
Special Events	15,243	9,938	5,685
Turaga ni Koro allowance	74,806	76,430	55,720
Mata ni Tikina allowance	22,926	20,895	19,916
Other Expenses	5,873	5,174	4,879
Total Expenses covered by subvention	186,438	180,937	148,017
Personal cost-salaries	27,830	38,880	34,865
Depreciation-expenses	8,352	16,754	30,471
Other Expenses	100,339	58,762	60,557
Total Expenses not covered by subvention	136,521	114,396	125,893
Total Expenditure	322,959	295,333	273,910
Net profit	74,636	158,649	152,034

Abridged Statement of Financial Position

	2008 \$	2009 \$	2010 \$
Cash at bank and on hand	318,666	188,046	348,469
Other current assets	250,544	321,194	419,478
Property, plant and equipment	179,755	216,466	255,835

Investments	157,390	122,064	199,284
Total Assets	906,355	847,770	1,223,066
Other creditors	250,373	103,284	260,546
Interest bearing borrowings	70,145	-	-
Total Liabilities	320,518	103,284	260,546
Net Assets	585,837	744,486	962,520
Accumulated Funds	477,173	635,822	853,856
Asset revaluation reserve	108,664	108,664	108,664
Total Funds Employed	585,837	744,486	962,520

Naitasiri Provincial Council

Abridged Statement of Financial Performance

	2008 \$	2009 \$	2010 \$
Govt Subvention for operating expenses	159,848	181,704	169,236
Provincial Rates	25,398	23,451	14,014
Income from Investment	54,890	219,059	19,176
Other Income	41,105	16,613	24,921
Total Income	281,241	440,827	227,347
Personal Cost	34,172	52,440	45,302
Travelling and Subsistence	3,864	6,252	4,988
Fuel, repair and maintenance motor vehicle	19,256	19,001	16,604
Administration	5,522	5,636	7,165
Special Events	21,740	18,524	16,690
Turaga ni Koro allowance	54,150	54,600	54,270
Mata ni Tikina allowance	13,059	16,494	15,633
Other Expenses	10,607	9,349	9,115
Total Expenses covered by subvention	162,370	182,296	169,767
Personal cost-salaries	10,330	8,200	7,869
Depreciation-expenses	30,263	28,380	26,925
Other Expenses	43,676	34,584	23,834
Total Expenses not covered by subvention	84,269	71,164	58,628
Total Expenditure	246,639	253,460	228,395
Net profit/ (deficit)	34,602	187,367	(1,048)

Abridged Statement of Financial Position

	2008 \$	2009 \$	2010 \$
Cash at bank and on hand	124,008	118,569	136,907
Other current assets	39,111	36,696	20,429
Property, plant and equipment	495,228	474,677	471,206
Investments	108,379	166,629	152,686
Total Assets	766,726	796,571	781,228
Other creditors	155,138	141,928	142,633
Interest bearing borrowings	229,830	85,518	70,518
Total Liabilities	384,968	227,446	213,151
Net Assets	381,758	569,125	568,077
Accumulated Funds	3,093	190,460	189,412
Asset revaluation reserve	378,665	378,665	378,665
Total Funds Employed	381,758	569,125	568,077

Namosi Provincial Council

Abridged Statement of Financial Performance

	2008 \$	2009 \$	2010 \$
Govt Subvention for operating expenses	84,743	89,541	75,418
Provincial Rates	37,836	39,837	32,824
Income from Investment	73,999	41,121	19,206
Other Income	36,150	2,183	76,524
Total Income	232,728	172,682	203,972
Personal Cost	29,888	31,261	22,114
Travelling and Subsistence	899	2,247	5,210
Fuel, repair and maintenance motor vehicle	12,988	15,067	11,176
Administration	5,290	8,044	7,400
Special Events	12,937	12,644	13,517
Turaga ni Koro allowance	15,550	16,019	15,110
Mata ni Tikina allowance	8,020	7,999	3,697
Other Expenses	9,305	6,963	4,815
Total Expenses covered by subvention	94,877	100,244	83,039
Personal cost-salaries	8,306	7,464	14,186
Depreciation-expenses	16,516	16,516	17,679
Other Expenses	116,687	43,113	60,420
Total Expenses not covered by subvention	141,509	67,093	92,285
Total Expenditure	236,386	167,337	175,324
Net (deficit)/profit	(3,658)	5,345	28,648

Abridged Statement of Financial Position

	2008 \$	2009 \$	2010 \$
Cash at bank and on hand	34,879	28,611	52,656
Other current assets	957,690	877,050	896,884
Property, plant and equipment	280,810	263,898	312,492
Investments	18,726	18,726	18,726
Total Assets	1,292,105	1,188,285	1,280,758
Other creditors	138,299	130,552	141,732
Interest bearing borrowings	669,192	567,774	620,419
Total Liabilities	807,491	698,326	762,151
Net Assets	484,614	489,959	518,607
Accumulated Funds	447,560	452,905	481,553
Asset revaluation reserve	37,054	37,054	37,054
Total Funds Employed	484,614	489,959	518,607

Ra Provincial Council

Abridged Statement of Financial Performance

	2008 \$	2009 \$	2010 \$
Govt Subvention for operating expenses	161,881	135,866	184,041
Provincial Rates	15,077	20,143	22,682
Income from Investment	104,943	63,404	116,547
Other Income	23,313	8,821	13,042
Total Income	305,214	228,234	336,312
Personal Cost	44,605	33,974	56,223
Travelling and Subsistence	10,622	5,739	6,544
Fuel, repair and maintenance motor vehicle	12,798	12,631	20,553
Administration	5,112	7,308	5,861

Special Events	29,597	17,449	21,223
Turaga ni Koro allowance	55,800	55,650	55,800
Mata ni Tikina allowance	14,062	12,908	13,225
Other Expenses	7,657	2,982	8,353
Total Expenses covered by subvention	180,253	148,641	187,782
Personal cost-salaries	4,648	15,479	12,805
Depreciation-expenses	18,796	19,718	29,977
Other Expenses	67,461	61,150	54,773
Total Expenses not covered by subvention	90,905	96,347	97,555
Total Expenditure	271,158	244,988	285,337
Net profit/ (deficit)	34,056	(16,754)	50,975

Abridged Statement of Financial Position

	2008 \$	2009 \$	2010 \$
Cash at bank and on hand	57,968	48,781	67,101
Other current assets	67,506	64,287	99,659
Property, plant and equipment	350,584	330,258	375,243
Investments	244,867	251,272	260,175
Total Assets	720,925	694,598	802,178
Other creditors	95,608	98,983	94,504
Interest bearing borrowings	15,610	2,663	63,747
Total Liabilities	111,218	101,646	158,251
Net Assets	609,707	592,952	643,927
Accumulated Funds	400,433	383,678	434,653
Asset revaluation reserve	209,274	209,274	209,274
Total Funds Employed	609,707	592,952	643,927

Rewa Provincial Council

Abridged Statement of Financial Performance

	2008 \$	2009 \$	2010 \$
Govt Subvention for operating expenses	201,808	115,312	129,627
Provincial Rates	38,699	47,560	46,398
Income from Investment	191,456	132,137	74,271
Other Income	73,772	18,665	4,845
Total Income	505,735	313,674	255,141
Personal Cost	9,505	20,422	30,821
Travelling and Subsistence	5,674	7,721	4,816
Fuel, repair and maintenance motor vehicle	14,114	8,374	13,645
Administration	10,873	9,462	7,221
Special Events	18,433	10,935	10,236
Turaga ni Koro allowance	7,755	32,980	37,970
Mata ni Tikina allowance	-	8,510	14,341
Other Expenses	36,071	6,244	3,859
Total Expenses covered by subvention	102,425	104,648	122,909
Personal cost-salaries	6,329	7,001	6,656
Depreciation-expenses	16,337	21,474	17,155
Other Expenses	122,114	70,327	56,110
Total Expenses not covered by subvention	144,780	98,802	79,921
Total Expenditure	247,205	203,450	202,830
Net profit	258,530	110,224	52,311

Abridged Statement of Financial Position

	2008 \$	2009 \$	2010 \$
Cash at bank and on hand	269,617	281,908	358,923
Other current assets	143,335	90,995	89,647
Property, plant and equipment	139,160	176,496	158,509
Investments	719,378	719,674	720,183
Total Assets	1,271,490	1,269,073	1,327,262
Other creditors	108,801	71,894	91,710
Interest bearing borrowings	492,455	416,721	402,783
Total Liabilities	601,256	488,615	494,493
Net Assets	670,234	780,458	832,769
Accumulated Funds	529,298	639,522	691,833
Asset revaluation reserve	140,936	140,936	140,936
Total Funds Employed	670,234	780,458	832,769

Serua Provincial Council**Abridged Statement of Financial Performance**

	2008 \$	2009 \$	2010 \$
Govt Subvention for operating expenses	72,876	70,928	64,859
Provincial Rates	9,234	13,590	11,090
Income from Investment	40,573	47,370	7,043
Other Income	779	10,333	5,978
Total Income	123,462	142,221	88,970
Personal Cost	25,343	26,054	22,894
Travelling and Subsistence	5,547	7,072	8,325
Fuel, repair and maintenance motor vehicle	9,129	12,155	12,138
Administration	6,501	10,953	12,944
Special Events	6,802	7,302	5,662
Turaga ni Koro allowance	14,625	14,400	14,580
Mata ni Tikina allowance	4,235	2,028	6,016
Other Expenses	4,450	5,587	7,282
Total Expenses covered by subvention	76,632	85,551	89,841
Personal cost-salaries	675	-	8,636
Depreciation-expenses	15,261	17,278	17,721
Other Expenses	12,431	19,029	16,603
Total Expenses not covered by subvention	28,367	36,307	42,960
Total Expenditure	104,999	121,858	132,801
Net profit	18,463	20,363	(43,831)

Abridged Statement of Financial Position

	2008 \$	2009 \$	2010 \$
Cash at bank and on hand	103,769	200,138	97,132
Other current assets	494,025	421,688	416,465
Property, plant and equipment	78,570	125,851	108,129
Investments	946,266	946,309	946,361
Total Assets	1,622,630	1,693,986	1,568,087
Other creditors	158,354	241,131	174,945
Interest bearing borrowings	176,971	145,187	129,305
Total Liabilities	335,325	386,318	304,250
Net Assets	1,287,305	1,307,668	1,263,837
Accumulated Funds	1,210,305	1,230,668	1,186,837

	2008 \$	2009 \$	2010 \$
Asset revaluation reserve	77,000	77,000	77,000
Total Funds Employed	1,287,305	1,307,668	1,263,837

Tailevu Provincial Council

Abridged Statement of Financial Performance

	2008 \$	2009 \$	2010 \$
Govt Subvention for operating expenses	255,077	194,843	264,594
Provincial Rates	20,775	22,781	1,615
Income from Investment	97,732	154,651	95,955
Other Income	308,068	13,377	2,663
Total Income	681,652	385,652	364,827
Personal Cost	74,004	67,908	66,814
Travelling and Subsistence	8,487	11,380	13,835
Fuel, repair and maintenance motor vehicle	46,259	31,499	37,904
Administration	-	-	-
Special Events	31,631	23,018	14,801
Turaga ni Koro allowance	84,459	66,840	78,100
Mata ni Tikina allowance	15,524	37,259	16,907
Other Expenses	19,709	15,745	9,659
Total Expenses covered by subvention	280,073	253,649	238,020
Personal cost-salaries	2,461	7,190	1,289
Depreciation-expenses	12,960	13,959	17,919
Other Expenses	209,327	16,248	22,251
Total Expenses not covered by subvention	224,748	37,397	41,459
Total Expenditure	504,821	291,046	279,479
Net profit	176,831	94,606	85,348

Abridged Statement of Financial Position

	2008 \$	2009 \$	2010 \$
Cash at bank and on hand	176,741	223,219	259,748
Other current assets	59,391	13,884	8,173
Property, plant and equipment	233,920	264,081	246,162
Investments	803,825	804,257	804,831
Total Assets	1,273,877	1,305,441	1,318,914
Other creditors	334,106	359,125	287,250
Interest bearing borrowings	88,062	-	-
Total Liabilities	422,168	359,125	287,250
Net Assets	851,709	946,316	1,031,664
Accumulated Funds	141,135	235,742	321,090
Asset revaluation reserve	710,574	710,574	710,574
Total Funds Employed	851,709	946,316	1,031,664

Appendix D: Key Elements of Internal Control Assessments

Internal controls are categorized against the following five components of internal control:

Control Environment

The set of standards, processes and structures that provide the basis for carrying out internal controls across the Provincial Council. These include commitment to integrity and ethical values, independence of management to exercise oversight for the development and performance of internal control, documented structures, reporting lines and appropriate authorities such as delegated levels of authority and responsibilities in the pursuit of the entity's objectives. It also includes commitment to attract, develop and retain competent individuals, and holding them accountable for their internal control responsibilities.

Examples of issues which fall under this category are ethical breaches, gaps in internal controls or controls are non-existent, individuals are not held accountable for breaches in control or entities code of ethics, staff recruitment, and training and professional development, performance assessment and succession planning matters.

Risk Assessment

This involves a dynamic process for identifying and analyzing risks to achieve the entity's objectives, forming a basis for determining how risks should be managed.

Examples of issues which would fall under this category are absence of risk management framework, operational including fraud and enterprise risks not identified, assessed and mitigated and impact of changes in business processes on controls not identified and assessed.

Control Activities

These are established by policies and procedures to help ensure that management's directives to mitigate risks to the achievement of objectives are carried out. Control activities are performed at all levels of an entity and at various stages within business processes, and over the technology environment.

Examples of issues which would fall under this category are general controls relating to information technology, documentation of procedures which have in-built checks and balances which are aligned to the policies of the entity. Specific control activities include those relating to authorization, performance reviews, information processing, physical controls, and segregation of duties.

Information and Communication Control

Information is necessary for the entity to carry out internal control responsibilities in support of achievement of its objectives. Communication occurs both internally and externally and provides the entity with the information needed to carry out day-to-day controls. Communication enables personnel to understand internal control responsibilities and their importance for the achievement of objectives.

Examples of issues which would fall under this category are reporting to the Council and the iTaukei Affairs Board and Ministry of iTaukei Affairs on matters relating to internal controls.

Monitoring Activities

On-going evaluations, separate evaluations or some combination of the two are used to ascertain whether controls are present and functioning. Findings are evaluated and deficiencies are communicated in a timely manner.

Examples of issues which would fall under this category are self-assessment by entities to determine whether internal controls are present and function. This may include the establishment of independent internal audit functions within entities which would assist in identifying any gaps in controls.

Appendix E: Responses from iTaukei Affairs Board

We provided the Final Management Letters for the fourteen Provincial Councils to the Chief Executive Officer of the iTaukei Affairs Board. The iTaukei Affairs Board is responsible for the accuracy, fairness, and balance of the comments for the Provincial Councils.

The Table below provides a summary of management comments received from the iTaukei Affairs Board on the significant issues highlighted in Sections 3 & 4.

Section 3: Internal Controls

<p>Cash Management:</p> <p>Major drawback was missing records. Proper bank reconciliations are carried out from 2011 onwards. Cashbooks are now subject to spot-check and regular monitoring.</p> <p>Receipts and payments records are now updated and kept well. Daily banking has now been strengthened.</p>
<p>Journals & Reconciliations</p> <p>This is primarily due to missing records. The auditors were provided with the records that were available at the time of the audit.</p>
<p>Purchases & Payments</p> <p>As part of the corrective actions introduced, Finance Manual and Standards Operating Procedures have been developed and compliance is strictly monitored by Supervisors and by the Internal Audit Function.</p> <p>Quality Assurance Check is conducted in-house on financial returns received from Provincial Councils on a bimonthly basis. This is to ensure that anomalies are identified and addressed in a timely manner.</p> <p>Roko Tui now no longer approve their own expenditure.</p>
<p>Payroll</p> <p>Missing records continue to impede the effectiveness of reporting. As part of corrective actions, filing system at the HR unit has been improved for ease of reference</p>

Section 4: Other Significant Matters

<p>Submission of financial statements for audit</p> <p>The iTaukei Affairs Board has developed submission targets to clear the audit backlog and it will continue to efficiently allocate its resources to meet the timeline. A Taskforce has been formed to focus on this backlog and target has been set to clear this by end of the financial year 31/07/2020.</p>
<p>Compliance with the accounting standards</p> <p>IFRS Training was organized for officers and Board will continue to build capacity of existing resources and ensure that qualified personnel is recruited for the Taskforce. Relevant trainings will be provided on financial reporting standards during Treasurers workshops.</p> <p>Statements were prepared and submitted for audit however few disclosures on domicile and legal form of the entity, and the carrying amount of property, plant and equipment was not provided. This has been rectified and included in the 2011 financial statement.</p>
<p>Limitation of scope</p> <p>Unavailability of supporting documents is a major drawback. The auditors were provided with the records that were available at the time of the audit.</p>

Records management
Records management has been improved and auditors will notice a vast improvement from 2013 onwards.
Asset Management
Assets valuation was carried out in 2019.
Loans and advances to staff and public
<p>The Provincial Councils have ceased loans to staff and public. The 2015 Finance Manual has clear provision on staff advances including a surcharge of 10% for late retirements. List of all staff imprest issued and retirements is reported during the monthly Senior Management Board meeting.</p> <p>Internal control has been strengthened such as all advances issued to Roko Tui requires Head Office assessment and approval. Strict measures now put in place for advances to staff. Retirement must be made within 7 days of return to station. No new advances issued to officers with outstanding imprest.</p>
Policies & Procedures
<p>ITAB and PCs now have a four year Strategic Development Plan (SDP) and an Annual Operations Plan (AOP). The Monitoring and Evaluation Unit has been established to monitor achievements of SDP and AOP targets on a monthly basis, quarterly and annual basis.</p> <p>Guideline for capitalizing versus expenses acquisition has been developed and captured in the Finance Manual.</p>
Provincial Rates
Rates reports are now maintained and updated daily. Quarterly reports are prepared and sent to HQ for monitoring and follow ups. Rates awareness is done in every Tikina Council meeting. TNKs have been advised to have this information disseminated and discussed at village council meetings.
Confirmations for Investment with Provincial Companies
Requests for audit confirmations were sent, however, no confirmation received till to date. Discussions on the issue is currently ongoing between the office of the Permanent Secretary and the Independent Directors of the Companies.

Appendix F: Glossary/Volavosa

Term/Vosa	Definition/Balebale
Accountability	<p>Responsibility of public sector entities to achieve their objectives in reliability of financial reporting, effectiveness and efficiency of operations, and compliance with applicable laws.</p> <p><i>Na itavi ni veitabana vakamatanitu mera rawata na inaki ena soli itukutuku vakailavo nuitaki, qarauna me mana ka maqosa na cakacaka, ka muri na kena lawa.</i></p>
Audit evidence	<p>Information used by the auditor in arriving at the conclusions on which the auditor's opinion is based. Audit evidence includes both information contained in the accounting records underlying the financial statements and other information.</p> <p><i>Na ivolatukutuku vakailavo e vakayagataka o koya e vakadikeva ena nona vakatulewa. Qo e wili kina na ivolatukutuku e yavutaki kina na itukutuku vakailavo kei na ivolatukutuku tale eso.</i></p>
Audit Memorandum	<p>Management Letter highlighting areas where improvements can be made by an entity following an audit.</p> <p><i>Na ivola vei ira na veiliutaki ka dusimaki kina na tikina eso e rawa ni toroi cake ni oti na vakadidike vakailavo.</i></p>
Audit Strategy	<p>The strategy that sets the scope, timing and direction of the audit, and guides the development of the more detailed audit plan.</p> <p><i>Na ituvatuva ni vakadidike vakailavo (audit) e virikotori kina na lewe ni vakadidike, kena gauna kei na kena mua, me qai muri na kena ituvatuva matailalai (audit plan).</i></p>
Business continuity risk	<p>Business interruption can result from natural occurrences and accidental or deliberate criminal acts. Those interruptions can have significant financial and operational ramifications. Over time, an organization will experience an event that will result in the loss of information, access to properties (tangible or intangible), or the services of personnel. Exposure to those types of risks and the planning for business continuity is an integral part of an organization's risk management process.</p> <p><i>Na tao ni bisinisi e rawa ni vu mai na draki se leqa tubu koso e vuravura, na vakacalaka, se na inaki ca. Na kena tao e rawa ni tu na kena revurevu vakailavo se vakacakacaka. Na tabana kece ena qai donuya na leqa tubu koso ena yali kina na itukutuku, se sogoti na iyau (laurai se sega ni laurai), se na vei qaravi ni vakaillesilesi. Na ivakarau ni qaqarauni ni tabana cava ga ena namaki kina na mataqali leqa vaqori, ka vakarautaki na sala eso me toso tikoga kina na cakacaka.</i></p>
Capital works	<p>Amount capitalized to the balance sheet for contributions by an entity to major assets owned by the entity, including expenditure on:</p> <ul style="list-style-type: none"> capital renewal of existing assets that returns the service potential or the life of the asset to that which it had originally capital expansion which extends an existing asset at the same standard to a new group of users. <p><i>Na levu ni ilavo vakaivolataki me baleta na cau ni tabana kina iyau lelevu e</i></p>

	<p><i>taukena, wili kina na vakayagataki ilavo ena:</i></p> <ul style="list-style-type: none"> <i>vakavoutaki ni iyau sa tu rawa, me suka tale kina na kena yaga se na dede ni kena bula kina kena itutu e liu</i> <i>vakarabailevutaki ni iyau, me yaga vakatautauvata vei ira tale eso.</i>
Deficiency	<p>Failing, weakness or shortcoming.</p> <p><i>Malumalumu se leqa.</i></p>
Deposits from public	<p>Deposits received from the public for specific purpose.</p> <p><i>Na ilavo ra vakacuruma na lewenivanua ena dua na inaki.</i></p>
Depreciation	<p>The systematic allocation of a fixed asset's capital value as an expense over its expected useful life to take account of normal usage, obsolescence, or the passage of time.</p> <p><i>Kena dau okati me ilavo vakayagataki (expense) na isau ni dua na iyau ena, namaki me na yaga kina, me veiraurau kei na kena vakayagataki tu, kena mako mai, se na toso ga ni gauna.</i></p>
Development Assistance Scheme	<p>Funds provided for capital assistance for the villages within the boundaries of the respective Provincial Councils.</p> <p><i>Na ilavo ni veivuke baleti ira na koro ni dui Yasana.</i></p>
Disclaimer of opinion	<p>The auditor is unable to obtain sufficient appropriate audit evidence on which to base the opinion. It is therefore not possible to form an opinion on the financial statements.</p> <p><i>Lailai na ivakadinadina vakaivola e tiko me yavutaki kina na lewa ni sogoivola. E sega gona ni rawa ni tau na lewa ena itukutuku vakailavo.</i></p>
Express an opinion	<p>A written expression of the auditor's overall conclusion on the financial report based on audit evidence obtained.</p> <p><i>Na ivolatukutuku ni lewā ni auditor baleta na itukutuku vakailavo, yavutaki ena ivola vakadinadina sa rawa.</i></p>
Fraud	<p>An intentional act by one or more individuals among management, those charged with governance, employees, or third parties, involving the use of deception to obtain an unjust or illegal advantage.</p> <p><i>Veidabui - Na ka e cakava e le dua se ratou bukia vata vakailala na veiliutaki, liganicakacaka se duatani tale, vakayagataki kina na lasu me rawa na inaki tawadodonu se tabu vakalawa.</i></p>
Governance	<p>Governance is defined as the manner in which those in vested authority uses its powers to achieve the institution's objectives, including its powers to design, implement and innovate the organization's policies, rules, systems and processes and to engage and involve its stakeholders.</p> <p><i>Nona vakatulewa na vakaillesilesi me rawa kina na inaki ni tabana, oka kina na vakatulewa ena tuvanaki, cakacakataki se vakavoui ni lawa se ivakarau vakacakacaka ni tabana, kei na nodra vakaitavitaki o ira kece na kauwai kina.</i></p>
Governing bodies/ Charged with governance	<p>A body of persons or officers having ultimate control. They are mainly constituted for the purpose of administration.</p>

	<p><i>Na matailala eratou lesi me ratou vakatulewa. Eratou dau lesi vakalevu me ratou veiliutaki.</i></p>
Government subvention for operating expenses	<p>This is financial assistance provided by the Government to the Provincial Councils for the operational expenditures.</p> <p><i>Veivuke vakailavo ni Matanitu ki na Matabose ni Yasana mera cicivaki kina.</i></p>
Impairment	<p>When an asset’s carrying amount exceeds the amount that can be recovered through use or sale of the asset.</p> <p><i>Ni levu na isau ni iyau se iyaya ena itukutuku vakailavo (carrying amount), lailai na ilavo e rawa ena kena vakayagataki se volitaki.</i></p>
“i-Taukei”	<p>Includes every member of an aboriginal race indigenous to the Fiji. Also included every member of aboriginal race indigenous to Melanesia, Micronesia and Polynesia living in Fiji who has elected to live in an iTaukei village.</p> <p><i>Lewe kece ni matatamata era itaukei e Viti. Wili talega kina na itaukei kece ni vanua vakaMelanisia, Maikoronesia se Polynisia ra vakaitikotiko e Viti kara sa lewā mera tiko ena koro vakaitaukei.</i></p>
Fiji Accounting Standards	<p>Standards adopted by Fiji Institute of Accountants for financial reporting by large and medium entities in Fiji.</p> <p><i>Na ivakarau eso ni tukutuku vakailavo sa lewa na Fiji Institute of Accountants me taurivaki e Viti.</i></p>
“Ka Vakavanua”	<p>A customary thing or way of the land. Expenses related to “Ka Vakavanua” include kava, mats, whale’s teeth, etc.</p> <p><i>Na veika vakavanua se na kena itovo. Na ka e voli baleta na “Ka Vakavanua” e wili kina na yaqona, ibe, tabua kei na veika tale e so.</i></p>
“Koro”	<p>A village.</p> <p><i>Na koro.</i></p>
Management	<p>Those with the executive responsibility for conducting an entity’s operations.</p> <p><i>Veiliutaki – O ira na tataunaki vei ira na cicivaki ni tabana.</i></p>
“Mata ni Tikina” (MNT)	<p>Elected person from a Tikina who is appointed by the Minister of iTaukei Affairs to link the traditional structure (or Vanua) for his or her Tikina and the Provincial Council. He or she represents the Tikina at Provincial Council meetings. The MNT submit a monthly report on the physical development such as schools, hospitals and roads in the villages and outside the villages to the Provincial Council. The report is analyzed by the Provincial Council and is used to justify the payment of the allowance.</p> <p><i>Lewe ni Tikina digitaki, lesia na Minisita ni Veika Vakaitaukei me isema ni nona vanua se tikina kei na Matabose ni Yasana. E matataka na tikina ena Matabose ni Yasana. E dau soli itukutuku vakavula ki na Matabose ni Yasana baleta na veivakatorocaketaki me vaka na koronivuli, valenibula kei na gaunisala ena koro kei na kena sauka. Na itukutuku qo e dikeva na Matabose</i></p>

		<i>ni Yasana qai taurivaka me vakadonui kina na isau kei mata ni tikina.</i>
Material misstatement		<p>A significant difference between the amounts, classification, presentation, or disclosure of a reported financial statement item and the amount, classification, presentation, or disclosure that is required for the item to be in accordance with the applicable financial reporting framework.</p> <p><i>Na veisivi ni levu, iwasewase, vakaivolataki se vakacilavi ni lewe ni itukutuku vakailavo kei na kena levu, iwasewase, vakaivolataki se vakacilavi e gadrevi me sota kei na itovo ni tukutuku vakailavo e vakayagataki tiko.</i></p>
Materiality		<p>The size or nature of the item or error judged in the particular circumstances of its omission or misstatement. Information is material if its omission or misstatement could influence the economic decisions of users, taken on the basis of the financial statements.</p> <p><i>Na bibi ni kena lutu se cala na lewe ni itukutuku vakailavo. E wili me cala bibi kevaka e rawa ni cala kina na vakatulewa ni yavutaki ena itukutuku vakailavo.</i></p>
Misstatement		<p>A difference between the amounts, classification, presentation, or disclosure of a reported financial report item and the amount, classification, presentation, or disclosure that is required for the item to be in accordance with the applicable financial reporting framework. Misstatements can arise from error or fraud.</p> <p><i>Na veisivi ni levu, iwasewase, vakaivolataki se vakacilavi ni lewe ni itukutuku vakailavo kei na kena levu, iwasewase, vakaivolataki se vakacilavi e gadrevi me sota kei na itovo ni tukutuku vakailavo e vakayagataki tiko. Na veisivi qo e rawa ni vakacalaka se nakiti (fraud).</i></p>
Non-government expenditures	subvention	<p>Generally refers to non-operating expenses. The expenses incurred that are unrelated to the Council’s core operations.</p> <p><i>Vakalevu na ilavo vakayagataki ena veika eso ena taudaku ni kena cicivaki. Na ilavo vakayagataki ena veika e sega ni usutu ni itavi ni Matabose.</i></p>
Other significant matters		<p>Include control weaknesses which could cause or are causing severe disruption of the process or severe adverse effects on the ability of an auditee to achieve process objectives and comply with relevant legislation. It is likely that these issues may have an impact on the operations of the entities in future, if action is not taken to address them.</p> <p><i>Wili kina na malumalumu ni veiyadravi sa vakavuna se rawa ni vakavuna me tao vakalevu na itosotoso se vakaleqa vakalevu na tabana e dikevi vakailavo ena kena sasaga me rawa na inaki se rokova na lawa e baleta. Na mataqali leqa vaqo e rawa ni qai vakataotaka na tabana mai muri, ke sega ni wali.</i></p>
Provincial rates		<p>A rate imposed by the Council upon every iTaukei male of a Province between the ages of twenty one and sixty years. The rates are collected on a communal basis and used to fund expenditures not covered by Government Subvention.</p> <p><i>Soli ni yasana – Na soli e lavaka na MataMatabose ni Yasana vei ira kece na iTaukei tagane lewe ni Yasana ena maliwa ni yabaki ruasagavulukadua kei na onosagavulu. Na Soli e dau kumuni vakavanua qai vakailavotaki kina na veika e sega ni vakailavotaka na Matanitu Levu.</i></p>

<p>Revaluation</p>	<p>The action of assessing the value of something again.</p> <p><i>Kena vakadeitaki tale na kena isau dina vakailavo.</i></p>
<p>Risks</p>	<p>The probability or threat of quantifiable damage, injury, liability, loss, or any other negative occurrence that is caused by external or internal vulnerabilities, and that may be avoided through preemptive action.</p> <p><i>Ririko – Kena rawa ni yaco na leqa e rawa ni vakarautaki, me vaka ni vakacacani, mavoava, totogitaki, yali, se leqa cava ga e vu mai na malumalumu e loma ni tabana se e taudaku, ka rawa ni levei.</i></p>
<p>“Roko Tui”</p>	<p>Chief Executive Officer, Chief Accounting Officer and Secretarial to the Council. The Roko Tui is the main communication link between the modern and traditional government systems.</p> <p><i>Liuliu, Daunifika Levu, ka Vunivola Levu ni Matabose ni Yasana. Na Roko Tui na isema levu ni Matanitu Levu kei na matanitu vakaitaukei.</i></p>
<p>“Soqosoqo Vakamarama”</p>	<p>The iTaukei women’s organization that operates at a village level. Expenses related to Soqosoqo Vakamarama include contributions of the Council to women’s projects.</p> <p><i>Na isoqosoqo ni marama iTaukei ena veikoro. Na ilavo vakayagataki ena iSoqosoqo Vakamarama e wili kina na cau ni Matabose ni Yasana ki na nodra sasaga na marama.</i></p>
<p>Standards on auditing</p>	<p>International Standards on Auditing adopted by the Fiji Institute of Accountants and applied by the Office of the Auditor-General for audits carried out.</p> <p><i>Na ivakarau ni Sogovola (Standards on Auditing) taurivaki ena veimatanitu sa lewa na Fiji Institute of Accountants me muria ka sa taurivaka na Tabana ni Auditor-General.</i></p>
<p>“Tikina”</p>	<p>A District – established under the iTaukei Affairs Act 1944 or By-Laws.</p> <p><i>Tikina, me vaka e virikotori ena iTaukei Affairs Act 1944 se ena Lawa Lalai (By-Laws).</i></p>
<p>“Turaga-ni-Koro”(TNK)</p>	<p>A village member elected by the village council and approved by the Tikina council or appointed in such manner as may be prescribed by the Board, to see to the carrying out of social services or to undertake such duties as may be prescribed. The TNK submits a monthly report on all issues including environmental, political and social at village level to the Provincial Council. The report is analyzed by the Council and is used to justify the payment of the allowances.</p> <p><i>Lewe ni koro ra digitaka na bese vakoro ka vakadonuya na Bose ni Tikina, se lesi ena ivakarau sa lavaka na Matabose, me vakaraica na veiqaravi raraba, se vakayacora na itavi eso e lavaki. E dau soli itukutuku vakavula ki na Matabose ni Yasana baleta na veika kece ena koro, wili kina na veikabula kei na veika vakapolitiki se vakavanua. Na itukutuku qo e dikeva na Matabose qai taurivaka me vakadonui kina na kena isau.</i></p>
<p>Valuation</p>	<p>The process of determining the fair value of an asset.</p>

	<i>Kena vakadeitaki na kena isau dina vakailavo</i>
Value-adding	<p>Financial or non-financial gains arising from improved compliance or mitigation of risks.</p> <p><i>Tubu, vakailavo se sega, vu mai na toroi cake ni muri lewā (compliance) se vakalailaitaki ni ririko.</i></p>
“Yasana”	<p>A Province – established under the iTaukei Affairs Act 1944 or By-Laws.</p> <p><i>Yasana – me vaka e virikotori ena iTaukei Affairs Act 1944 se Lawa Lalai (By-Laws).</i></p>



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