



THE UNITED REPUBLIC OF TANZANIA

NATIONAL AUDIT OFFICE



TANZANIA INSTITUTE OF EDUCATION (TIE)

**REPORT OF THE CONTROLLER AND AUDITOR GENERAL ON THE
CONSOLIDATED FINANCIAL STATEMENTS AND COMPLIANCE AUDIT FOR
THE FINANCIAL YEAR ENDED 30 JUNE 2022**

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March 2023

AR/PA/TIE/2021/22



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About the National Audit Office

Mandate

The statutory mandate and responsibilities of the Controller and Auditor-General are provided for under Article 143 of the Constitution of the United Republic of Tanzania of 1977 and in Section 10 (1) of the Public Audit Act, Cap 418.

Vision

A credible and modern Supreme Audit Institution with high-quality audit services for enhancing public confidence.

Mission

To provide high-quality audit services through modernization of functions that enhances accountability and transparency in the management of public resources.

Motto: "Modernizing External Audit for Stronger Public Confidence"

Core values

In providing quality services, NAO is guided by the following Core Values:

- i. Independence and objectivity
- ii. Professional competence
- iii. Integrity
- iv. Creativity and Innovation
- v. Results-Oriented
- vi. Teamwork Spirit

We do this by:

- ✓ Contributing to better stewardship of public funds by ensuring that our clients are accountable for the resources entrusted to them;
- ✓ Helping to improve the quality of public services by supporting innovation on the use of public resources;
- ✓ Providing technical advice to our clients on operational gaps in their operating systems;
- ✓ Systematically involve our clients in the audit process and audit cycles; and
- ✓ Providing audit staff with adequate working tools and facilities that promote independence.

© This audit report is intended to be used by Tanzania Institute of Education and may form part of the annual general report, which once tabled to National Assembly, becomes a public document; hence, its distribution may not be limited.

TABLE OF CONTENTS

MANDATE	i
TABLE OF CONTENTS	ii
ABBREVIATIONS.....	iii
1.0 INDEPENDENT REPORT OF THE CONTROLLER AND AUDITOR GENERAL	1
1.1 REPORT ON THE AUDIT OF FINANCIAL STATEMENTS	1
1.2 REPORT ON COMPLIANCE WITH LEGISLATIONS	4
2.0 THE REPORT OF THOSE CHARGED WITH GOVERNANCE	7
3.0 STATEMENT OF DIRECTOR GENERAL ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022	24
4.0 STATEMENT OF GOVERNING COUNCIL RESPONSIBILITIES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022.....	25
5.0 DECLARATION OF THE HEAD OF FINANCE/ACCOUNTING OF TANZANIA INSTITUTE OF EDUCATION	26
6.0 FINANCIAL STATEMENTS	27

ABBREVIATIONS

3Rs	Reading, Writing and Arithmetic
ADB	Africa Development Bank
ARC	Audit and Risk Committee
BOT	Bank of Tanzania
BSCEd	Bachelor of Science in Education
CAG	Controller and Auditor General
CDC	Center for Disease Control
FIFO	First in First Out
I4ID	Institution for Inclusive Development
IPSAS	International Public Sector Accounting Standards
LANES	Literacy and Numeracy Support in Education
MA	Master in Arts
MBP	Mzumbe Book Project
MoEST	Ministry of Education Science and Technology
NBAA	National Board of Accountants and Auditors
NHIF	National Health Insurance Fund
NMB	National Microfinance Bank
NSSF	National Social Security Fund
PAA	Public Audit Act
PHD	Doctor of Philosophy
PPA	Public Procurement Act, 2011 (amended 2016)
PPE	Property, Plant and Equipment
PPF	Public Provident Fund
PPR	Public Procurement Regulations, 2013 (amended 2016)
RTI	Research Triangle Institute International
TESP	Teachers Educational Support Program
THTU	Tanzania Higher Learning Institutions Trade Union
TIE	Tanzania Institute of Education
TZS	Tanzanian Shillings
UDSM	University of Dar es Salaam
UK	United Kingdom
UN	United Nations
UNESCO	United Nations Education, Science and Cultural Organization.
UNICEF	United Nations Children Fund
URT	United Republic of Tanzania

1.0 INDEPENDENT REPORT OF THE CONTROLLER AND AUDITOR GENERAL

Chairperson of the Governing Council,
Tanzania Institute of Education,
P.O Box 35094,
Dar es Salaam,
Tanzania.

1.1 REPORT ON THE AUDIT OF FINANCIAL STATEMENTS

Unqualified Opinion

I have audited the consolidated financial statements of Tanzania Institute of Education, which comprise the consolidated statement of financial position as at 30 June 2022, and the consolidated statement of financial performance, consolidated statement of changes in net assets and consolidated cash flow statement and the consolidated statement of comparison of budget and actual amounts for the year then ended, as well as the notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying consolidated financial statements present fairly in all material respects, the financial position of Tanzania Institute of Education as at 30 June 2022, and its financial performance and its cash flows for the year then ended in accordance with International Public Sector Accounting Standards (IPSASs) Accrual basis of accounting and the manner required by the Public Finance Act, Cap. 348.

Basis for Opinion

I conducted my audit in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). My responsibilities under those standards are further described in the section below entitled "Responsibilities of the Controller and Auditor General for the Audit of the Financial Statements". I am independent of Tanzania Institute of Education in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the National Board of Accountants and Auditors (NBAA) Code of Ethics, and I have fulfilled my other ethical responsibilities in accordance with these requirements.

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

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the consolidated financial statements of the current period. I have determined that there are no key audit matters to communicate in my report.

Other Information

Management is responsible for the other information. The other information comprises the Report by those charged with Governance and the Declaration by the Head of Finance and but does not include the financial statements and my audit report thereon which I obtained prior to the date of this auditor's report.

My opinion on the financial statements does not cover the other information, and I do not express any form of assurance conclusion thereon. In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements, or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work I have performed on the other information that I obtained prior to the date of this audit report, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IPSAS and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the entity's financial reporting process.

Responsibilities of the Controller and Auditor General for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an audit report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISSAIs, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the entity to cease to continue as a going concern; and
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are, therefore, the key audit matters. I describe these matters in my audit report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report

because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

In addition, Section 10 (2) of the Public Audit Act, Cap 418 [R.E. 2021] requires me to satisfy myself that the accounts have been prepared in accordance with the appropriate accounting standards.

Further, Section 48(3) of the Public Procurement Act, 2011 (as amended in 2016) requires me to state in my annual audit report whether the audited entity has complied with the procedures prescribed in the Procurement Act and its Regulations.

1.2 REPORT ON COMPLIANCE WITH LEGISLATIONS

1.2.1 Compliance with the Public Procurement laws

Subject matter: Compliance audit on procurement of works, goods, and services

I performed a compliance audit on procurement of works, goods, and services in the Tanzania Institute of Education for the financial year 2021/22 as per the Public Procurement laws.

Conclusion

Based on the audit work performed, I state that, except for the matters described below, procurement of goods, works and services of Tanzania Institute of Education is generally in compliance with the requirements of the Public Procurement laws in Tanzania.

i) Planned procurements not implemented TZS 1.79 billion

Regulation 69 (3) of the Public Procurement Regulations, 2013 provides that a procuring entity shall forecast its requirements for goods, services and works as accurately as is practicable with reference to services or activities already programmed in the annual work plan and included in the annual estimates. Further Regulation 69(7) of Public Procurement Regulations, 2013 added that procuring entity shall draw up procurement plans for those requirements for which sufficient funds have been included in the approved budget in the current financial year or if payment will be due in subsequent financial year, such payment have been budgeted for.

The Institute planned to implement procurements of Goods, Works, Non-Consultancy Services and Consultancy Services amounting to TZS 34,903,512,118 during the year 2021/22. However, out of the planned amount, procurements amounting to TZS 33,106,494,436 were implemented during the period. Procurement not implemented, which pertained to eleven activities aggregated to TZS 1,797,017,682, equivalent to (5%) of the planned procurements.

The Institute may thus not be in a position of attaining its planned objectives specifically on the areas relating to the activities not implemented.

(ii) Tenders awarded beyond respective budget allocations by TZS 722,178,912

Reg. 69 (3) of the PPR, 2013 (amended 2016) directs that a procuring entity shall forecast its requirements for goods, services and works as accurately as is practicable with reference to services or activities already programmed in the annual work plan and included in the annual estimates. In addition, Reg. 69 (7) of PPRA, 2013 (amended 2016) guides that procuring entity shall draw up procurement plans for those requirements for which sufficient funds have been included in the approved budget in the current financial year or if payment will be due in subsequent financial year, such payment have been budgeted for.

The management awarded eight contracts/tenders for supply of goods and non-consultancy services to various suppliers aggregating to TZS 6,869,861,768. Corresponding actual budget allocated to those projects during the period, however, amounted to TZS 6,147,682,856. There was thus an excess amount of TZS 722,178,912 re-allocated from other activities to finance implementation of the stated contracts. There was no evidence that Annual Procurement Plan was revised to accommodate the re-allocation of budget in this regard.

1.2.2 Compliance with the Budget Act and other Budget Guidelines**Subject matter: Budget formulation and execution**

I performed a compliance audit on budget formulation and execution in the Tanzania Institute of Education for the financial year 2021/22 as per the Budget Act and other Budget Guidelines.

Conclusion

Based on the audit work performed, I state that, except for the matters described below, Budget formulation and execution of Tanzania Institute of Education is generally in compliance with the requirements of the Budget Act and other Budget Guidelines.

(i) Activities budgeted for not implemented

On reviewing TIE budget implementation report for the year 2021/22, I observed that activities amounting to TZS 23,370,228,140.51, forming 26% of the total expenditure budget, were not implemented as at 30 June 2022.

Among the unimplemented activities, there was an item "Quality Curricula and Curricular Materials in Tanzania Schools and Teachers Colleges Developed" which pertains to one of the core functions of the Institute. Non-implementation of the item was attributed to delay in receiving funds from the government.

I further found that, the Institute received TZS 15,292,801,031 from the government in March 2022 for implementation of LANES II project and an additional amount of TZS 8,979,579,536.00

received in May 2022 for implementation of other activities. The LANES II project together with these activities were planned to be implemented from July 2021.

(ii) Unreleased funds from the government for budget TZS 902,152,426.49

I observed that there was unreleased budgeted amount of TZS 902,152,426.49 which was planned for printing textbook for secondary schools during the year 2021/22. This activity was planned to be financed by the government, but the funds were not released and hence the activity was not implemented as at 30 June 2022.



Charles E. Kichere
Controller and Auditor General,
Dodoma, United Republic of Tanzania.
March, 2023



2.0 THE REPORT OF THOSE CHARGED WITH GOVERNANCE

2.1 INTRODUCTION

The Governing Council Members are pleased to present the financial statements for the year ended 30 June 2022, which disclose the state of affairs of Tanzania Institute of Education.

2.2 THE INSTITUTE'S VISION, MISSION AND CORE VALUES

VISION STATEMENT

To become the centre of excellence in curriculum design, development and implementation with highly competent, motivated and committed professionals.

MISSION STATEMENT

To facilitate provision of quality education through quality curricula in pre-primary, primary, secondary and teacher education levels.

CORE VALUES

The following are core values that the Institute undertakes to uphold in order to deliver quality services to its clients efficiently and effectively.

(i) **Promotion of Excellency**

We promote and encourage innovations on the provision of efficient service to our stakeholders.

(ii) **Transparency**

We consult the stakeholders to ensure openness and fairness in carrying out our functions.

(iii) **Professionalism**

We strictly abide by professional ethics and codes of conduct. Honesty and integrity are highly upheld in the discharge of our duties.

(iv) **Accountability**

We maintain accountability on execution of our duties.

(v) **Integrity**

We perform all of our activities and duties honestly.

(vi) **Responsiveness**

We uphold a customer responsive culture by providing courteous, prompt and quality services.

(vii) **Dedication and Innovativeness**

We promote commitment and inspire innovativeness to our staff on provision and delivery of quality services.

2.3 STRATEGIC PLAN OF THE INSTITUTE

TIE as a public Institution has developed a Five Year Rolling Corporate Strategic Plan (CSP) for the period of July 2018 to June 2023. This Corporate Strategic Plan sets the direction that TIE will follow in the course of fulfilling its mandatory roles in the coming five years. Specifically, the Corporate Strategic Plan is intended to fulfill the National Development Vision 2025, Millennium Development Goals and the National Strategy for Growth and Reduction of Poverty.

2.4 OBJECTIVES OF THE INSTITUTE

The following are main objectives of TIE:

- a) Quality of curricula and curriculum supporting materials in Tanzanian schools Improved;
- b) Competencies on curricula development and implementation improved;
- c) Capacity of TIE to deliver its core functions strengthened;
- d) Collaboration and networking with the national, regional and international educational stakeholders strengthened;
- e) Care and Supportive Services Improved and HIV and AIDS infection reduced; and
- f) National Anti - Corruption Strategy Enhanced, Sustained and Effectively Implemented.

In achieving the above-mentioned objectives TIE performed the following activities for the Financial Year 2021/22:

A: Quality of curricula and curriculum supporting materials improved

- (i) Conducting curriculum analysis for pre-primary, primary and secondary education levels;
- (ii) Collecting stakeholders' opinions on the improvements of curriculum for Pre-primary, Primary and Secondary education levels;
- (iii) Preparation of diploma curricula and syllabi for Pre-primary and Primary school teachers;
- (iv) Conducting chemistry subject panel;
- (v) Preparing the Tanzanian sign language dictionary and guide for deaf students in secondary education level;
- (vi) Preparing syllabus for Tanzanian History at Pre-primary, Primary and Secondary levels;
- (vii) Design and develop five titles of STD VII textbooks for English Medium Schools;
- (viii) Review and improve 20 titles for secondary school textbooks, Form 1-4;
- (ix) Develop 14 titles of Braille and Large Print Textbooks for STD VI and VII;
- (x) Develop four titles of Braille Textbooks for Forms 1 and 2;
- (xi) Evaluation of 150 references and supplementary books from private publishers;
- (xii) Develop eight titles of Standard VII textbooks (including English Medium, Braille and large print);
- (xiii) Writing various policies and framework related to core functions of the institute to guide research, monitoring and soft copy storage;
- (xiv) Train 1,302 tutors from 35 teacher's colleges;
- (xv) Development of five titles of Standard VII textbooks for English Medium schools;
- (xvi) Prepare an evaluation Report for re-printing and distribution 12,681,647 Standard VI and VII textbooks and Braille textbooks and large prints;

- (xvii) Print and distribute a total of 4,443,586 standard VII textbooks and 2,178 braille textbooks;
- (xviii) Preparing COBET curriculum for cohort one and two;
- (xix) Prepare CPD module for continuous training for Primary Teachers (Standard V-VII) for new curriculum together with teaching and learning materials and continuous Assessment;
- (xx) Prepare a module for on the job training for facilitators of Complementary Basic Education (COBET) on new curriculum, teaching and learning materials and continuous Assessment;
- (xxi) Prepare a CPD module for on job teacher training for Special Education on new curriculum and enabling teaching environment; and
- (xxii) Develop a new syllabus for Complementary Basic Education of Tanzania (COBET);

B: Competencies on curricula development and implementation improved

- (i) Conducted training for implementation of competence-based curriculum to primary and secondary teachers and school quality assurers.

C: Capacity of TIE to deliver its core functions strengthened

- (i) Developed "TIE Online Library" for electronic documents dissemination;

D: Collaboration and networking with the national, regional and international educational stakeholders strengthened

- (i) Evaluation of 150 references and supplementary books from private publishers; and
- (ii) Record television and radio lessons for Primary and Secondary schools.

E: Care and Supportive Services Improved and HIV and AIDS infection reduced

- (i) Awareness to TIE staff on HIV/AIDS and its prevention; and
- (ii) Voluntary testing of HIV/AIDS was advocated and implemented.

F: National Anti - Corruption Strategy Enhanced, Sustained and Effectively Implemented

- (i) Posters around TIE premises titled "*This is a Corruption Free Zone*" were administered

2.5 ENVIRONMENT, SOCIAL AND GOVERNANCE ISSUES (ESG)

2.5.1 ENVIRONMENT CONTROL PROGRAMME

The Institute has been implementing the National Environment Policy whose salient features among others include preservation of air pollution which constitute our life support systems. Waste water and solid waste are systematically managed and disposed-off accordingly.

i) SOCIAL RESPONSIBILITY

The Institute has also been responsive to providing inclusive education at all levels from pre-primary, primary, secondary education and teachers colleges. It is providing training to private institutions including teachers' colleges and secondary schools and other stakeholders. We also support donation of learning material to private schools and grant to students attending higher education at different levels.

The entity has been providing equal opportunities representative of the wider communities in which we operate. We have been committed to treating all people equally and nurturing great talent, regardless of gender. This culture is something that we are incredibly proud of, and we believe that it is this supportive environment that has helped us to recruit and retain our exceptional team. We promote diversity within our working places and beyond. Currently we have an average number of 198 employees who served during the year, 109 males and 89 females.

The Institute have seven disabled employees and have been attending training and various conferences outside the office for development and promotion of the disabled people. It remains the entity's policy to accept disabled persons for employment for those vacancies that they are able to fill.

ii) GOVERNANCE

The entity has a code of ethics' which all staff are required to abide. We believe in adopting the best practices in Governance. Management and employees are committed to upholding the core values of transparency, integrity, honesty and accountability, which are fundamental to the attainment of good governance and excellent performance in any entity.

We remain conscious of Environmental, Social and Governance issues and have identified better ways of measuring what we have been doing.

2.5.2 ENTITY OPERATING MODEL

TIE is a public institution under the Ministry of Education, Science and Technology charged with the following principal activities:

- i. To develop education programs within the United Republic of Tanzania having regard to objectives specified by the Government and to undertake the evaluation of courses of study and practices on the basis of such objectives;
- ii. To undertake analysis, review and revision of curricula and syllabi and to initiate, promote and supervise such changes in syllabi and educational programs as are necessary for the implementation of policy on education;
- iii. To specify standards of equipment, instructions and other devices this may be used for educational purposes in schools, colleges and other institutions of learning and training;
- iv. To advise and assist the Government and other public authorities in the United Republic of Tanzania on matters relating to the achievement and maintenance of high standards of competence in teaching;
- v. To sponsor, arrange and provide facilities for in-service training courses, conferences, workshops and seminars for discussion on matters relating to its work and activities.

2.5.3 RELATIONSHIP WITH STAKEHOLDERS

The Institute has established and maintains good relationships with both internal and external stakeholders including suppliers of goods and services, pupils, students, teachers, parents and other educational partners who provide support initiatives.

Further, the Institute has established a working relationship with parent ministry, various regulatory authorities and educational institutions such as the Ministry of Education, Science, and Technology (MoEST), President's Office Regional Administration and Local Government Administration (PO RALG), University of Dar es Salaam, National Council for Technical Education (NACTE), Dar es Salaam Institute of Technology (DIT), National Board of Accountants and Auditors (NBAA), Public Procurement Regulatory Authority (PPRA) and Tanzania Revenue Authority (TRA).

2.5.4 DEVELOPMENT PROJECTS IMPLEMENTED, THOSE ONGOING AND EXPECTED FUTURE DEVELOPMENT PROJECTS.

The Institute has been implementing various development projects as follows:

S/N	Name of Project	Descriptions	Status
i	LANES II	The project supported the development and printing of primary and COBET' textbooks (Pre-primary and Standard I-VII and out of school children and distribution to schools). During the implementation of this project various reading materials for primary schools' pupils and teachers' guides were printed and distributed to schools.	Ongoing
ii	TESP - CIDA CANADA	Supported in-service teacher training, quality assurers training programs and rehabilitation of teachers' colleges. Under this project various activities were carried out including capacity development of teachers, district quality assurers and education supervisors. The	Ongoing

S/N	Name of Project	Descriptions	Status
		aim of this training was to improve supervision, assessment and teaching methods.	
iii	UNICEF Tanzania	Supported the development of Training Guides and Training 866 secondary and primary school teachers in Mbeya and Songwe regions, and supporting the enhancement of on line Library. The support was successful in which upgrading and running of online library was enhanced and trained to teachers in 13 regions.	Ongoing
iv	UNESCO Tanzania	The project was for improving the learning environment, through building skills for respectful and non-violence relationship. To date, prevention on how to report and build skills to pupils in primary schools in Tanzania.	Ongoing
v	SLOAM Project	Support for producing Braille textbooks for form 1-6 blind secondary school students in Tanzania	Ongoing
vi	SEQUIP	Develop training modules, facilitators guides and conduct training to 20,000 science and mathematics teachers in Tanzania Mainland	expected

2.5.5 CAPITAL STRUCTURE AND TREASURY POLICIES

The capital structure of the Institute is financed by equity which is comprised of capital grants from the Government and accumulated surplus with a total amount of TZS 42,003,877,383.00.

2.6 MEMBERSHIP OF THE GOVERNING COUNCIL

Members of the Governing Council who served the Institute during the financial year 2021/22 were as follows:

No	Name	Age	Position	Nationality	Date of appointment	Qualifications	Others
1	Prof. Maulid Walad Mwatawala	53	Chairperson	Tanzanian	16 Dec 2021	PhD in Agriculture, Sokoine University	College of Agriculture, Sokoine University of Agriculture -
2	Dr. Ali Makame Ussi	45	Member	Tanzanian	16 Dec 2021	PhD in Marine Science, University of Dar es Salaam	State University of Zanzibar - Deputy Vice Chancellor Academics
3	Prof. Hulda Shaidi Swai	70	Member	Tanzanian	16 Dec 2021	PhD in Biomedical Materials, Science in Biomaterials in Dentistry, University of London, Queen Mary & Westerfield College	The Nelson Mandela African Institution of Science and Technology - Centre Leader CREATES-FNS
4	Prof. Joel Samson Mtebe	47	Member	Tanzanian	16 Dec 2021	PhD in Interactive Technology/Human Computer Interaction,	College of Information and Communication Technologies -

No	Name	Age	Position	Nationality	Date of appointment	Qualifications	Others
						University of Tampere (UTA) Finland	University of Dar es Salaam - Principal
5	Mr. Meshack Joram Anyingisye		Member	Tanzanian	16 Dec 2021	MPhil. International and Business Law - Yokohama National University, Japan	Ministry of Finance and Planning - Assistant Commissioner for Government Budget (Ministries)
6	Ms. Felister Emmanuel Shull	45	Member	Tanzanian	16 Dec 2021	Master of Human Resources Management, Mzumbe University	President's Office Public Service Management and Good Governance - Director of Establishment
7	Mr. Henry Michael Kulaya	49	Member	Tanzanian	16 Dec 2021	Postgraduate Diploma in Education with Specialism in Mathematics and ICT - Nottingham Trent University, UK	Equitable Inclusion in Education Consultancy London, UK - Senior International Education Consultant
8	Mr. Jumanne Rajab Mtambalike	35	Member	Tanzanian	16 Dec 2021	Master of IT and Management - Avinashilingam Institute for Home Science and Higher Education for Women	Sahara Ventures - Chief Executive Officer
9	Mr. Kadari Lincoln Singo	54	Member	Tanzanian	16 Dec 2021	Master of Business Administration - USA	Institute of African Leadership for Sustainable Development - Chief Executive Officer
10	Mr. Stanslaus Wilfred Mpembe	48	Member	Tanzanian	16 Dec 2021	Master of Business Administration (Executive MBA - ESAMI)	Ministry of Energy - Principal Internal Auditor I
11	Mr. Ephraim Andrew Simbeye	46	Member	Tanzanian	16 Dec 2021	Master of Education (MA-ED), University of Arusha	President's Office Regional Administration and Local Government - Director of Education Administration
12	Ms. Felista Steven Lelo	37	Member	Tanzanian	16 Dec 2021	Master of Law in Taxation, University of Dar es Salaam	Office of Attorney General - State Attorney

Source: TIE Governing Council file

KEY PERFORMANCE INDICATORS

For the purpose of implementing the planned activities against the functions of the Institute, the following activities were implemented during the year:

- (a) 5 Titles of Textbooks and its Teacher's Guide for STD VII for English Medium Schools developed and approved;
- (b) Reviewed Four Braille titles textbooks for Form 1 and 2 (English F 1 & 2, Geography F 1 and History F 2;
- (c) A total of 35 textbooks for secondary education form 1 - 4 and 9 subjects for secondary education Form 5 - 6 developed and approved;
- (d) Developed 32 textbooks for technical schools for form 1 to 4 in Tanzania.
- (e) Developed a History of Tanzania syllabus and its textbooks for students from Pre-primary to secondary levels (O-level and A-level);
- (f) Research and Consultancy policy prepared and approved;
- (g) Monitoring and Evaluation Framework prepared and approved;
- (h) Installed printing machine at Press A printing unit;
- (i) Prepared 58 lessons for E-content in form of Cartoons for Pre-primary children ready for approval process;
- (j) Evaluated 51 titles of supplementary Electronic teaching and learning content (ETLC), 73 titles of supplementary books (23 submitted to the Council, 25 submitted to Commissioner for Education and 55 submitted to management for improvement);
- (k) Printed and distributed a total of 4,443,586 Standard VII textbooks, 238,000 copies of teacher's guide, 2,178 braille, 43,671 curricula and 305,697 syllabi;
- (l) A total of 1,567,460 copies of textbooks have been received from bidders out of 10,034,650 and 299,964 copies of teachers guides out of 599,970 copies printed and received;
- (m) Conducted Education Stakeholders meeting in Dar es Salaam, Dodoma and Zanzibar to receive views on improving the curriculum;
- (n) Prepared a curriculum, syllabi and guidelines that will be used by students with special needs;
- (o) 4 Curricula and 36 Syllabi of Teacher Diploma for Pre-primary and Primary Education have been prepared;
- (p) 1,302 tutors from 35 teachers' colleges were trained on curriculum implementation;
- (q) Program for COBET, facilitators' guides and textbooks developed. A total of 1,510,832 COBET textbooks and facilitators' guides printed;
- (r) Need assessment conducted and report prepared. Four (4) modules (named Moduli ya Ujifunzaji na Ufundishaji; Moduli ya Upimaji, Tathmini na Mrejesho; Moduli ya Stadi za Maisha na Moduli ya Kiingereza) for upper primary teachers on new curriculum developed;
- (s) 10 CPD modules for upper primary teachers, COBET facilitators, Special Needs Education teachers on new curriculum, materials and continuous assessment approved by Commissioner for Education and
- (t) Trained 1,231 teachers for government schools and 800 teachers from private schools in different phases.

2.7 FUTURE PLANS/ WAY FORWARD

The Institute has the following plans for the future for enhancing its operational efficiency and improving service delivery:

- Review curriculum for pre-primary, primary, secondary education (Form 1-6) and teacher education to address prevailing challenges by June 2023.
- Develop 30 titles of textbooks for Forms I-VI by June 2023;
- Print secondary education textbooks, teacher guidelines and teacher education materials by June 2023;
- Establish an innovative technology supported learning for in-and-out of school adolescents by June 2023.
- Facilitate TIE to print and distribute two million copies of textbooks for four subjects (Mathematics, Biology, Chemistry and Physics) for form I-IV by June 2023.
- Reprint and distribute textbooks, teachers guide and practical manuals for Pre-primary, Primary schools, and Secondary schools by June 2023.
- To facilitate capacity building for TRC's coordinators for them to master LS-based SRH, HIV/AIDS and connect with respect contents so that they can train in-service teachers by June 2023.
- Support adaptation of existing training manuals and facilitators guide that address life skills based SRH, HIV/AIDS and GBV to suit learners with special needs by June 2023;
- Train teachers, Schools Quality Assurers and education officials on reviewed curriculum by June, 2023;
- Engage Ministry of Education, TIE and TACAIDS on revision and integrating CSE & Life skills in revised curriculum and CPD by June, 2023;
- Facilitate digitalization of LS-based SRH, HIV/AIDS and GBV materials in line with Teacher Development Framework by June 2023.
- Facilitate printing addition and dissemination of Life skills based SRH, HIV/AIDS and GBV education materials by June 2023.
- Facilitate preparation of Human Resource Training Program by June 2023.
- Review, monitor and evaluate implementation of Risk Register by June 2023.
- Facilitate the review of TIE Act, Staff Regulations, TIE Regulation and Evaluation by June 2023.

2.8 SUMMARY OF FINANCIAL PERFORMANCE DURING THE YEAR 2021/22

Total receipts for the year 2021/22 amounted to TZS 87,892,352,749.00 The comparison between total receipts and the budget is as shown below

Source of fund	Budget TZS	Receipts TZS	Over/(Under) TZS
Revenue from own Source	9,305,905,000	9,592,010,954	286,105,954
Salaries Subvention	5,425,728,000	4,185,324,300	(1,240,403,700)
Other charges	464,264,698	396,559,688	(67,705,010)
Development Fund	24,768,910,218	23,777,488,744	(991,421,474)
Funded Educational Development Projects	48,637,736,237	49,940,969,063	1,303,232,826
Total	88,602,544,153	87,892,352,749	(710,191,404)

Source: TIE Financial Statements 2021-22

Out of TZS 4,581,883,988 received as recurrent Government grants, TZS 396,559,688 was received as other charges (OC) and TZS 4,185,324,300 was staff salaries which were sent

directly to their bank accounts by the Treasury, and corresponding taxes and pension contributions paid directly to respective authorities.

2.9 EXPENDITURE

During the year 2021/22 the Group spent a total of TZS 64,450,774,749 to run its operations. Out of total amount spent, TZS 2,906,969,572 was spent in operational and administrative activities other than salaries and staff benefits and TZS 56,305,429,813 spent on production of books and teaching materials.

2.10 SIGNIFICANT CHANGES

During the year ended 30 June 2022 the Institute exercised control to manage the Mzumbe Book Project (MBP) located in Morogoro region, Press A and Press B Printing Press located in Dar es Salaam, Kisumu Printing Press - Mwanza, NuruYetu Printing Press - Mbeya, Tujiliemishe Printing Press - Songea and Elimu ni Bahari Printing Press - Tabora. These printing units were handed over from the Ministry of Education, Science and Technology (MoEST) in 2019. These Printing Presses have semi-autonomous status under the MoEST, through Tanzania Institute of Education.

2.11 CONSOLIDATED FINANCIAL STATEMENTS

The Institute consolidates the financial statements following acquisition of control, rights to variable benefits from its involvement with the above-mentioned printing press and possession of ability to affect the nature or amount of those benefits through its power over the project.

On consolidation, total assets, liabilities, net assets/equity, revenue, expenses and cash flows of the Institute and its controlled entities are presented together as a single entity, with appropriate adjustments for intra-group transactions.

2.12 INSTITUTE'S COUNCIL COMMITTEES

For the purpose of discharging the oversight responsibilities, there are four (4) Committees established by the Governing Council. Members of these Committees are appointed by the Institute's Council meeting.

(a) Audit and Risk Management Committee

The Audit and Risk Management Committee comprises of three (3) members. All members are from the Governing Council and appointed by the Council.

The objective of the Audit and Risk Management Committee is to enhance financial and non-financial Information, System of Internal Controls, Risk Management and the legal and ethical Governance issues.

During the year the Audit and Risk Management Committee conducted one extra ordinary meeting to receive and deliberate on Financial Statements of 2020/21 submitted to CAG and four ordinary meetings and deliberate on the following:

- (i) Discuss and approve the audit annual work plan and budget for 2022/23;
- (ii) Quarterly and annual audit reports 2021/22.
- (iii) Review Risk Management implementation plan; and
- (iv) Review of financial report of 2020/21

The Committee is composed of the following members who served from 16 December 2021;

No	Name	Position	Qualification	Others
1	Mr. Stanslaus Wilfred Mpenbe	Chairperson	Master of Business Administration (Executive MBA - ESAMI)	Ministry of Energy - Principal Internal Auditor I
2	Ms. Felista Steven Lelo	Member	Master of Law in Taxation, University of Dar es Salaam	Office of Attorney General - State Attorney
3	Mr. Kadari Lincoln Singo	Member	Master of Business Administration - USA	Institute of African Leadership for Sustainable Development - Chief Executive Officer

Source: TIE Governing Council file

(b) Finance and Planning Committee

This Committee is responsible for all matters regarding to finance, and planning. During the year the committee conducted four meetings to:

- (i) Discuss and approve the Institute's work plan and budget for financial year 2022/23,
- (ii) Receive the annual reports for 2020/21, and
- (iii) Receive and deliberate on the quarterly and annually financial reports for 2021/22.

The committee is comprised of the following members:

No	Name	Position	Qualification	Others
1	Mr. Meshack Joram Anyingsiye	Chairperson	MPhil. International and Business Law - Yokohama National University, Japan	Ministry of Finance and Planning - Assistant Commissioner for Government Budget (Ministries)
2	Mr. Kadari Lincoln Singo	Member	Master of Business Administration - USA	Institute of African Leadership for Sustainable Development - Chief Executive Officer
3	Mr. Jumanne Rajab Mtambalike	Member	Master of IT and Management - Avinashilingam Institute for Home Science and Higher Education for Women	Sahara Ventures - Chief Executive Officer

4	Mr. Henry Michael Kulaya	Member	Postgraduate Diploma in Education with Specialisation in Mathematics and ICT - Nottingham Trent University, UK	Equitable Inclusion in Education Consultancy London, UK - Senior International Education Consultant
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Source: TIE Governing Council file

(c) Academic Committee

This Committee is responsible for all matters regarding to core function of the Institute which is academics. During the year, the Committee conducted four meetings in which it:

- (i) Approved the work plan and budget for Financial Year 2022/23.
- (ii) Received and deliberated on the annual report for 2020/21 and quarterly reports of respective periods for year 2021/22.

The Committee was comprised of the following members:

No.	Name	Position	Qualification	Others
1	Prof. Joel Samson Mtebe	Chairperson	PhD in Interactive Technology/Human Computer Interaction, University of Tampere (UTA) Finland	College of Information and Communication Technologies - University of Dar es Salaam - Principal
2	Prof. Hulda Swai	Member	PhD in Marine Science, University of Dar es Salaam	The Nelson Mandela African Institution of Science and Technology - Centre Leader CREATES-FNS
3	Dr Ali Makame Ussi	Member	PhD in Marine Science, University of Dar es Salaam	State University of Zanzibar - Deputy Vice Chancellor Academics
4	Mr. Henry Michael Kulaya	Member	Postgraduate Diploma in Education with Specialisation in Mathematics and ICT - Nottingham Trent University, UK	Equitable Inclusion in Education Consultancy London, UK - Senior International Education Consultant

Source: TIE Governing Council file

(d) Appointment, Disciplinary and Human Resources Development Committee

This Committee is responsible for all matters pertaining to staff recruitment, discipline and development welfare. The Committee conducted four meetings to:

- iii) Approved the work plan and budget for the Financial Year 2022/23; and
- iv) Received and deliberated on the annual report for 2020/21 and quarterly reports for 2021/22.

The Committee is comprised of the following members:

No	Name	Position	Qualification	Others
1	Ms. Felister Emanuel Shuli	Chairperson	Master of Human Resources Management, Mzumbe University	President's Office Public Service Management and Good Governance - Director of Establishment
2	Bi. Felister Steven Lelo	Member	Master of Law in Taxation, University of Dar es Salaam	Office of Attorney General - State Attorney
3	Mr. Ephraim Andrew Simbeye	Member	Master of Education (MA-ED), University of Arusha	President's Office Regional Administration and Local Government - Director of Education Administration
4	Stanlaus Wilfred Mpembe	Member	Master of Business Administration (Executive MBA - ESAMI)	Ministry of Energy - Principal Internal Auditor I

Source: TIE Governing Council file

2.13 BOARD MEETINGS

During the year, the Governing Council held meetings as follows:

No.	Name	Designation	Nationality	No. of meetings 2021/2022
1	Prof. Maulid Walad Mwatawala	Chairman	Tanzanian	3
2	Dr. Ali Makame Ussi	Member	Tanzanian	1
3	Prof. Hulda Shahidi Swai	Member	Tanzanian	3
4	Prof. Joel Samson Mtebe	Member	Tanzanian	3
5	Mr. Meshack Joram Anyingisye	Member	Tanzanian	2
6	Ms. Felister Emmanuel Shuli	Member	Tanzanian	1
7	Mr. Henry Michael Kulaya	Member	Tanzanian	3
8	Mr. Jumanne Rajab Mtambalike	Member	Tanzanian	2
9	Mr. Kadari Lincoln Singo	Member	Tanzanian	2
10	Mr. Stanlaus Wilfred Mpembe	Member	Tanzanian	3
11	Mr. Ephraim Andrew Simbeye	Member	Tanzanian	3
12	Ms. Felista Steven Lelo	Member	Tanzanian	3

Source: TIE Governing Council file

During the year, the Council:

- Discussed and approved the Institute's budget for financial year 2022/23;
- Received the annual reports for 2020/21;
- Received and deliberated of the quarterly and annually financial reports for 2021/22 and
- Reviewed and approved deliberations of Council committees

2.14 MANAGEMENT OF THE INSTITUTE

The Management of the Institute is under the Director General who reports to the Chairman of the Council. In assisting the Director General to discharge her responsibilities the Institute is organized in the following departments and units reporting directly to the Director General:

- (i) Curriculum Design and Development Department;
- (ii) Research Information and Publication Department;
- (iii) Centre for Curriculum Training Department;
- (iv) Educational Material Design and Development Department;
- (v) Human Resources and Administration Department;
- (vi) Finance and Accounts Department;
- (vii) Planning Unit;
- (viii) Procurement and Logistic Unit;
- (ix) Internal Audit Unit; and
- (x) Legal Services Unit.

2.15 FACTORS WHICH CONTRIBUTED TO THE INSTITUTE'S PERFORMANCE

(a) Dedication and Loyalty

The Institute has a dedicated, committed and loyal workforce ready to provide quality services to stakeholders and the public in general. The workforce has a team working culture that builds a productive synergy in achieving the Institute's objectives.

(b) Good Governance Policy

The Institute works under Good Governance Policies which are aimed at improving service delivery to the public in general.

(c) Good Relationship with Development Partners

During the year the Institute continued to receive enormous support from Development Partners and Agencies. The support included funding of education projects implemented during the year; contribution from these partners was substantial compared to other revenue streams. The Institute believes that good relationship with these partners will continue in the next financial year.

2.16 PRINCIPAL RISKS AND UNCERTAINTIES

Most of the expenditure (both recurrent and development) are financed by the funds received from the Treasury on monthly basis. The Institute is uncertain of cash flow if it could suffice the respective month's requirements.

In mitigating this risk, the Institute is planning to:

- Prioritize maximum utilization of limited resources on implementation of its operations and objectives within financial limits;
- Enhance utilization of existing strength on its workforce in the area of curriculum and capitalize on opportunity for production of teaching and learning materials; and
- Indulge into public private partnership practice as an alternative source of financing its operational activities;

2.17 EMPLOYEES WELFARE

ii) Relationship between Management and Employees

There is a systematic procedure of communication with employees on a regular basis which is done through the workers' trade union known as Tanzania Higher Learning Institutions Trade Union (THTU) at the Institute and Staff Workers Council Meetings.

iii) Workers' Council

Workers' Council convened four meetings in a year. The members of the Workers' Council include heads of departments, employee representatives from each department and other employees representing Employees' Trade Union (THTU). All major decisions affecting employees are discussed in the Workers' Council including Staff Benefit Package Policies and Staff Regulations.

iv) Employment Policy

The Institute is an equal opportunity employer. It gives equal access to employment opportunities that ensures that the best available person is appointed to any given position on merit and free from discrimination of any kind and without regard to factors like gender, marital status, tribes, religion and disability which does not impair ability to discharge duties.

v) Medical Services

All members of the staff together with a maximum number of four beneficiaries (dependants) for each employee were availed medical insurance under the National Health Insurance (NHIF). The Institute contributed 3% of employee salary towards this fund.

vi) Free Morning Tea Served at TIE Canteen

During the financial year 2021/22 the Institute continued to offer free breakfast to all employees at TIE canteen.

vii) Training and Development

Training programs have been and are continually being developed to ensure that employees are adequately trained at all levels. The programmes are focused on raising staff skills to make them more competent. In implementing training programmes, only a few employees could be

trained due to financial constraints facing the Institute, three staff attended long courses and were sponsored by development partners.

viii) Persons with Disability

It is the policy of the Institute not to discriminate persons with disability in recruitment, bearing in mind the aptitudes of applicant concerned. The Institute gives equal opportunities to disabled persons for vacancies they can fill. Similarly, under the Workmen's Compensation Act, the Institute compensates employees who become disabled while in service of the Institute.

ix) Gender Parity

The Institute is an equal opportunity employer. It gives equal access to employment and ensures that the best person is appointed to any given position free from discrimination of any kind and without regard to his/her gender. The Institute had 197 employees, out of which 88 (46%) were female and 109 (54%) were male.

2.18 SOLVENCY

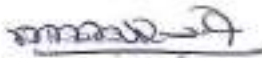
The Institute depends on subvention from Government. Out of the total recurrent expenditure budget of TZS 5,889,992,698 (as analyzed in paragraph 2.9) TZS 5,425,728,000 which forms 92% of the recurrent budget is paid by the Government in form of personal emolument and other charges.

Funding of development projects depends on support from the Government subvention and development partners. During the year, the Institute received TZS 23,799,796,251 which is (96%) of the amount budgeted for development project. Budget of funds allocated by educational development partners was TZS 48,637,736,237 and subvention from the Government was TZS 24,768,910,218.

The Institute has reasonable expectation that, the Government through the Ministry of Finance and Planning will continue to fund various projects and recurrent expenditures. The Institute's statement of financial position as at 30 June 2022 is set out in these financial statements. The Institute confirms that applicable financial reporting standards have been followed and that the financial statements have been prepared on a going-concern basis. No matters have come to the attention of Management to indicate that the Institute will not remain a going concern for at least the ensuing financial year.

2.19 AUDITORS

The Controller and Auditor General (CAG) is the statutory auditor of Tanzania Institute of Education by virtue of Article 143 of the Constitution of the United Republic of Tanzania and amplified in section 10(1) of the Public Audit Act Cap.418. However, the audit for the year ended 30 June 2022 was carried out jointly by TAC Associates and the Controller and Auditor General.

BY ORDER OF THE COUNCIL

Prof. Maulid Walad Mwatawala
Chairperson



Mr. Stanlaus Wilfred Mpembe
Member

DATE 13th March, 2023

3.0 STATEMENT OF DIRECTOR GENERAL ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

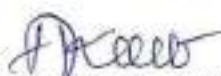
These financial statements have been prepared by the management of Tanzania Institute of Education in accordance with the provision of section 25(4) of the Public Finance Act. No. 6 of 2001. The financial statements comply with the International Public Sector Accounting Standards and are presented in a manner consistent with the same standards.

Management of Tanzania Institute of Education is responsible for establishing and maintaining a system of effective Internal Control designed to provide reasonable assurance that the transactions recorded in the accounts are within the statutory authority and that they contain the receipt and use of all public financial resources by the authority.

To the best of my knowledge, the system of Internal Control has operated adequately throughout the reporting period and that the accounts and underlying records provide a reasonable basis for the preparation of the financial statements for the financial year ended 30 June 2022.

I accept responsibility for the integrity of the Financial Statements, the information it contains, and its compliance with the Public Finance Act. No. 6 of 2001 as revised in 2004 and instructions issued by the Treasury in respect of the year under review.

Signed by:



Dr. Aneth A. Komba

Director General

13.3.2023

Date

4.0 STATEMENT OF GOVERNING COUNCIL RESPONSIBILITIES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022


The Governing Council is required to prepare financial statements for each financial year which give a true and fair view of the affairs of the Institute as at the end of the financial year and of the operating results of the Institute for that year. The Governing Council also is required to ensure that, the Institute keeps proper accounting records which disclose with reasonable assurance at any time the financial position of the Institute. It is also responsible for safeguarding the assets of the Institute.

The Governing Council accepts responsibility for the annual financial statements which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Public Sector Accounting Standards (IPSAS). To the best of the Council's knowledge and belief, the Governing Council confirms that the financial statements give a true and fair view of the affairs of the Institute and of its operating results. The Governing Council further accepts responsibility for the maintenance of accounting records which may be relied upon in the preparation of financial statements, as well as adequate systems of internal control.

Nothing has come to the attention of the Governing Council to indicate that the Institute will not remain a going concern for at least next twelve months from the date of this statement.



Prof. Maulid Walad Mwatawala
Chairperson



Mr. Stanslaus Wilfred Mpembe
Member

DATE 13th March, 2023

5.0 DECLARATION OF THE HEAD OF FINANCE/ACCOUNTING OF TANZANIA INSTITUTE OF EDUCATION

The National Board of Accountants and Auditors (NBAA) according to the power conferred under the Auditors and Accountants (Registration) Act, No. 33 of 1972, as amended by Act No. 2 of 1995, requires financial statements to be accompanied with a declaration issued by the Head of Finance/Accounting responsible for the preparation of financial statements of the entity concerned.

It is the duty of a Professional Accountant to assist the Governing Council/Management to discharge the responsibility of preparing financial statements of an entity showing true and fair view of the entity position and performance in accordance with applicable International Public Sector Accounting Standards and statutory financial reporting requirements.

Full legal responsibility for the preparation of financial statements rests with the Governing Council as under Governing Council's Responsibility statement on an earlier page.

I, **CPA Deo L. Fazaah** being the Head of Finance/Accounting of Tanzania Institute of Education (TIE) hereby acknowledge my responsibility of ensuring that Financial Statements for the year ended 30 June 2022 have been prepared in compliance with applicable accounting standards and statutory requirements.

I thus confirm that the Financial Statements give a true and fair view position of Tanzania Institute of Education as on that date and that they have been prepared based on properly maintained financial records.

Signature: 

Signed by: **Deo L. Fazaah**

Position: Director of Finance & Planning

NBAA Membership No: 2376


Date: 13th March 2023

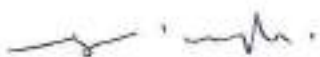
6.0 FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022

		Group		Institute	
		2021/22	2020/21	2021/22	2020/21
<u>Assets</u>	Notes	TZS	TZS	TZS	TZS
Current assets					
Cash and cash equivalents	6	23,411,822,463	45,429,583,277	23,410,986,895	45,269,883,148
Other receivables & Pre-payments	7	33,291,621	323,258,724	33,291,621	323,258,724
Trade receivables	8	148,851,499	324,318,931	-	-
Inventories	9	<u>2,531,727,104</u>	<u>2,172,785,266</u>	<u>2,517,857,336</u>	<u>2,152,843,590</u>
		26,125,692,687	48,249,946,198	25,962,135,852	47,745,985,462
Non-Current Assets					
Property, plant and equipment	10	<u>39,850,608,338</u>	<u>32,646,868,223</u>	<u>31,588,598,529</u>	<u>31,203,242,397</u>
Total Assets		<u>65,976,301,025</u>	<u>80,896,814,421</u>	<u>57,550,734,381</u>	<u>78,949,227,859</u>
<u>Equity and Liabilities</u>					
Equity and reserve					
Capital fund	11	3,553,277,160	3,553,277,160	1,720,262,514	1,720,262,514
Accumulated surplus/(deficit)		<u>38,450,600,223</u>	<u>31,269,852,763</u>	<u>32,119,299,472</u>	<u>31,610,917,990</u>
Total Equity and Reserves		<u>42,003,877,383</u>	<u>34,823,129,923</u>	<u>33,839,561,986</u>	<u>33,331,180,504</u>
Current Liabilities					
Sundry payables and Accruals	12	602,195,502	803,801,351	340,944,255	348,164,208
Advance received and Deferred income	13	<u>23,370,228,140</u>	<u>45,269,883,147</u>	<u>23,370,228,140</u>	<u>45,269,883,147</u>
Total Current Liabilities		<u>23,972,423,642</u>	<u>46,073,684,498</u>	<u>23,711,172,395</u>	<u>45,618,047,355</u>
Total Equity and Liabilities		<u>65,976,301,025</u>	<u>80,896,814,421</u>	<u>57,550,734,381</u>	<u>78,949,227,859</u>

Notes form part of these financial statements.


Prof. Maulid Walad Mwatawala
Chairperson



Mr. Stanslaus Wilfred Mpenbe
Member

DATE 13th March, 2023

**CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2022**

		Group		Institute	
	Notes	2021/22 TZS	2020/21 TZS	2021/22 TZS	2020/21 TZS
Revenue					
Revenue from non exchange transactions	-				
Funded projects income	14	31,887,622,545	14,695,345,368	31,887,622,545	14,695,345,368
Government grants	15	<u>23,042,491,110</u>	<u>7,781,550,090</u>	<u>23,042,491,110</u>	<u>7,781,550,090</u>
		54,930,113,655	22,476,895,458	54,930,113,655	22,476,895,458
Non-Monetary Revenue	16(a)	7,109,397,600	87,718,526	176,284,000	87,718,526
Revenue from exchange transactions					
Other revenue	16(b)	<u>9,592,010,954</u>	<u>8,219,169,664</u>	<u>9,029,861,131</u>	<u>7,022,307,249</u>
Total Revenue		<u>71,631,522,209</u>	<u>30,783,783,648</u>	<u>64,136,258,786</u>	<u>29,586,921,233</u>
Expenses					
Curriculum development expenses	17	56,305,429,813	22,869,825,114	56,063,967,830	22,256,716,141
Salaries, wages and staff benefits	18	5,238,375,364	4,473,740,198	4,984,625,364	4,414,160,075
Administrative expenses	19	1,926,458,086	2,390,775,200	1,713,502,241	2,178,766,287
Statutory audit fees	20	112,000,000	112,000,000	112,000,000	112,000,000
Depreciation	10	<u>868,511,486</u>	<u>356,214,009</u>	<u>753,781,869</u>	<u>296,077,253</u>
Total Expenses		<u>64,450,774,749</u>	<u>30,202,554,521</u>	<u>63,627,877,304</u>	<u>29,257,719,756</u>
Surplus for the year		<u>7,180,747,460</u>	<u>581,229,127</u>	<u>508,381,482</u>	<u>329,201,478</u>

Notes form part of these financial statements.


Prof. Maulid Walad Mwatawala
Chairperson

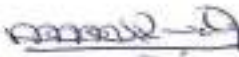

Mr. Stanslaus Wilfred Mpembe
Member

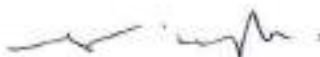
DATE 13th March, 2023

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2022

	Note	Group		Institute	
		2021/22 TZS	2020/21 TZS	2021/22 TZS	2020/21 TZS
Cash Flows from operating activities					
Subvention from Government	23.1	14,339,108,602	20,523,614,163	14,339,108,604	20,523,614,163
Funded projects	23.2	18,713,657,553	33,225,544,808	18,713,657,553	33,225,544,808
Other Revenue	23.3	9,767,478,386	8,112,473,660	9,029,861,131	7,027,244,240
Salaries and staff benefits	23.4	(5,238,375,364)	(4,473,740,198)	(4,984,625,364)	(4,414,160,075)
Payments in respect of goods and services received	23.5	(58,792,435,585)	(25,246,706,031)	(58,149,703,771)	(24,273,019,232)
Audit fee paid	23.6	(112,000,000)	(112,000,000)	(112,000,000)	(112,000,000)
Net cash generated from operating activities		<u>(21,322,566,408)</u>	<u>32,029,186,402</u>	<u>(21,163,701,847)</u>	<u>31,977,223,904</u>
Cash flows from investing activities					
Acquisition of fixed assets	23.7	(695,194,406)	(304,714,704)	(695,194,406)	(304,714,704)
Pre-payment for acquisition of Motor vehicle	7		<u>(267,659,595)</u>	=	<u>(267,659,595)</u>
Net cash used in Investing activities		<u>(695,194,406)</u>	<u>(572,374,299)</u>	<u>(695,194,406)</u>	<u>(572,374,299)</u>
Net Increase in cash and cash equivalents		(22,017,760,814)	31,456,812,103	(21,858,896,253)	31,404,849,605
Cash and cash equivalents at the beginning of the period		<u>45,429,583,277</u>	<u>13,972,771,174</u>	<u>45,269,883,148</u>	<u>13,865,033,543</u>
Cash and cash equivalents at the end of the period		<u>23,411,822,463</u>	<u>45,429,583,277</u>	<u>23,410,986,895</u>	<u>45,269,883,148</u>

Notes form part of these financial statements.


 Prof. Maulid Walad Mwatawala
 Chairperson


 Mr. Stanlaus Wilfred Mpembe
 Member
DATE 13th March, 2023

CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2022

Group	Capital Fund TZS	Accumulated surplus TZS	Total TZS
Balance at 1 July 2020	3,553,277,160	29,810,345,274	33,363,622,434
Prior year adjustment	-	878,278,362	878,278,362
Surplus for the year	-	<u>581,229,127</u>	<u>581,229,127</u>
Balance at 30 June 2021	<u>3,553,277,160</u>	<u>31,269,852,763</u>	<u>34,823,129,923</u>
Balance at 1 July 2021	3,553,277,160	31,269,852,763	33,944,851,561
Surplus for the year	-	<u>7,180,747,460</u>	<u>7,180,747,460</u>
Balance at 30 June 2022	<u>3,553,277,160</u>	<u>38,450,600,223</u>	<u>42,003,877,383</u>

Notes form part of these financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2022 (CONTINUED)

Institute	Capital Fund TZS	Accumulated Surplus TZS	Total TZS
Balance at 01 July 2020	1,720,262,514	30,688,418,636	32,408,681,150
Prior year adjustment		593,297,876	593,297,876
Surplus for the year	-	329,201,478	329,201,478
Balance at 30 June 2021	<u>1,720,262,514</u>	<u>31,610,917,990</u>	<u>33,331,180,504</u>
Balance at 01 July 2021	1,720,262,514	31,610,917,990	33,331,180,504
Surplus for the year	=	508,381,482	508,381,482
Balance at 30 June 2022	<u>1,720,262,514</u>	<u>32,119,299,472</u>	<u>33,839,561,986</u>

Notes form part of these financial statements.

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE YEAR ENDED 30 JUNE 2022

Details	Original and Final Budget Amounts 2021/22	Adjustment/cor- rection over budget	Final Budget	Actual Comparable Basis 2021/22	Performance Difference 2021/22	% change from the Budget
Revenue	TZS	TZS	TZS	TZS	TZS	
Subvention from Government (Note 23.9)	16,616,331,279	14,042,571,637	30,658,902,916	28,359,372,732	(2,299,530,184)	-8
Other revenue	9,305,905,000	-	9,305,905,000	9,592,010,954	286,105,954	3
Funded projects (Note 23.9)	17,410,424,727	31,227,311,510	48,637,736,237	49,940,969,063	1,303,232,826	3
Total revenue	43,332,661,006	45,269,883,147	88,602,544,153	87,892,352,749	(710,191,404)	-1
Expenses						
Salaries and staff benefits	5,425,728,000	-	5,425,728,000	5,238,375,364	187,352,636	3
Payment in respect of goods and services	37,794,933,006	45,269,883,147	83,064,816,153	58,792,435,586	24,272,380,567	29
Audit fees	112,000,000	-	112,000,000	112,000,000	-	
Total expenses	43,332,661,006	45,269,883,147	88,602,544,153	64,142,810,950	24,459,733,203	28

Notes form part of these financial statements.

EXPLANATION OF MATERIAL VARIANCES EMANATING FROM STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE FINANCIAL YEAR 2021/22

1. **Government Grants** - The shortage of TZS 2,299,530,184.00 was due to delay on receipt of funds for development of Secondary Schools textbooks and review of pre-primary, primary, secondary and teachers' education curriculum.
2. **Internal Generated Funds** -The excess of TZS 286,105,954 was due to receipt of funds from Plan International for procurement and distribution of primary school textbooks and distribute them to selected schools with low performance in Lake Zone and northern highland zone.
3. **Funded Projects**-The excess of TZS 1,303,232,826 was due to receipt of funds for printing and distribution of pre - primary, primary, and secondary schools' textbooks to all Tanzania Mainland Teachers college that will be used on learning process.
4. **Salaries and Staff Benefits** - The saving of TZS 187,352,636.00 was due to delay in getting salary arrears of employees transferred to TIE from other Government Institutions.
5. **Payments in respect of goods and services** - The saving of TZS 24,272,380,567.00, includes an amount of 23 billion which was deferred for ongoing printing activities.

**** Comparison of Budget and Actual Amount** - During the Financial Year 2021/2022 TIE got an approval from Ministry of Finance and Planning to carry over funds amounting to TZS. 45,269,883,147.00. The carry over funds were included in original budget to make a total of TZS. 88,602,544,153.00 approved for use. The comparison was based on final budget and actual amounts obtained and spent during the year.

RECONCILIATION OF BUDGET AND FINANCIAL STATEMENTS AMOUNTS

Details	Amounts reported on budget comparative 2021/22 TZS	Amount recognized in Financial Statements TZS	Amount deferred for future accounting periods TZS
Revenue			
Subvention from Government	28,359,372,732	23,042,491,110	5,316,881,622
Other revenue	9,592,010,954	9,592,010,954	-
Funded educational development projects	<u>49,940,969,063</u>	<u>31,887,622,545</u>	<u>18,053,346,518</u>
Total revenue	<u>87,892,352,749</u>	<u>64,522,124,609</u>	<u>23,370,228,140</u>
Expenses			
Salaries and staff benefits	5,238,375,364	5,238,375,364	-
Payment in respect of goods and services	58,792,435,586	58,231,887,899	560,547,687
Statutory audit fee	<u>112,000,000</u>	<u>112,000,000</u>	-
Total expenses	<u>64,142,810,950</u>	<u>63,582,263,263</u>	<u>560,547,687</u>

7.0 NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022**1 BASIS OF PREPARATION****(a) Statement of Compliance**

These financial statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS), and the financial statements have been prepared on accrual basis. Budget statement have been prepared using the cash basis of accounting.

(b) Basis of Measurement

The financial statements have been prepared at the historical cost, as modified by the revaluation of available-for-sale financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.

(c) Use of Estimates and Judgements

The preparation of financial statements in conformity with IPSAS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Institute's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are separately disclosed in a note.

(d) Functional and Presentation Currency

These financial statements are presented in Tanzanian Shillings, which is the institute's functional currency and presentation currency.

(e) Changes in Accounting Policies

2 Changes in accounting policies are prescribed in IPSAS 3. The objective of this Standard is to prescribe the criteria for selecting and changing accounting policies, together with the accounting treatment and disclosure of changes in accounting policies, changes in accounting estimates and the corrections of errors. This Standard is intended to enhance the relevance and reliability of an entity's financial statements and the comparability of those financial statements over time. **ADOPTION OF INTERNATIONAL PUBLIC SECTOR ACCOUNTING STANDARDS (IPSAS)**

With effect from 1 July 2014, TIE adopted the International Public Sector Accounting Standards (IPSASs).

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently in all periods presented in these financial statements:

(a) Foreign Currency Translation

Transactions in foreign currencies are translated into the respective functional currency of the operation at the spot exchange rate at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated into the functional currency at the spot exchange rate at that date. The foreign currency gain or loss on monetary items is the difference between amortized cost in the functional currency at the beginning of the period, adjusted for effective interest and payments during the period, and the amortized cost in foreign currency translated at the exchange rate at the end of the period. Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are retranslated into the functional currency at the spot exchange rate at the date that the fair value was determined. Foreign currency differences arising on retranslation are recognized in profit or loss, except for differences arising on the retranslation of available-for-sale equity instruments which is recognized directly in equity.

(b) Financial Assets and Liabilities**(i) Recognition**

The Institute initially recognizes loans and advances, deposits, debt securities issued and liabilities on the date at which they are originated. Regular way purchases and sales of financial assets are recognized on the trade date at which the Institution commits to purchase or sell the asset. All other financial assets and liabilities (including assets and liabilities designated at fair value through profit or loss) are initially recognized on the trade date at which the Institution becomes a party to the contractual provisions of the instrument.

A financial asset or financial liability is initially measured at fair value plus (for an item not subsequently measured at fair value through profit or loss) transaction costs that are directly attributable to its acquisition or issue.

(ii) De-recognition

The Institute derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or when it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. Any interest in transferred financial assets that is created or retained by the Institution is recognized as a separate asset or liability.

The Institute derecognizes a financial liability when its contractual obligations are discharged or cancelled or expire.

The Institute enters into transactions whereby it transfers assets recognized on its statement of financial position, but retains either all or substantially all of the risks and rewards of the transferred assets or a portion of them. If all or substantially all risks and rewards are retained, then the transferred assets are not derecognized from the statement of financial position.

Transfers of assets with retention of all or substantially all risks and rewards include, for example, securities lending and repurchase transactions.

In transactions in which the Institute neither retains nor transfers substantially all the risks and rewards of ownership of a financial asset, it derecognizes the asset if it does not retain control over the asset. The rights and obligations retained in the transfer are recognized separately as assets and liabilities as appropriate. In transfers in which control over the asset is retained, the Institute continues to recognize the asset to the extent of its continuing involvement, determined by the extent to which it is exposed to changes in the value of the transferred asset.

TIE writes off certain loans when they are determined to be uncollectible.

(iii) Off-setting

Financial assets and liabilities are set off and the net amount presented in the statement of financial position when, and only when, the Institute has a legal right to set off the amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

Income and expenses are presented on a net basis only when permitted by the accounting standards, or for gains and losses arising from a group of similar transactions such as in the Institute's trading activity.

(iv) Amortized Cost Measurement

The amortized cost of a financial asset or liability is the amount at which the financial asset or liability is measured at initial recognition, minus principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between the initial amount recognized and the maturity amount, minus any reduction for impairment.

(v) Fair Value

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction on the measurement date.

When available, the Institute measures the fair value of an instrument using quoted prices in an active market for that instrument. A market is regarded as active if quoted prices are readily and regularly available and represent actual and regularly occurring market transactions on an arm's length basis.

(vi) Fair Value Measurement

If a market for a financial instrument is not active, the Institute establishes fair value using a valuation technique. Valuation techniques include using recent arm's length transactions between knowledgeable, willing parties (if available), reference to the current fair value of

other instruments that are substantially the same, discounted cash flow analyses and option pricing models.

The best evidence of the fair value of a financial instrument at initial recognition is the transaction price, i.e., the fair value of the consideration given or received, unless the fair value of that instrument is evidenced by comparison with other observable current market transactions in the same instrument (i.e., without modification or repackaging) or based on a valuation technique whose variables include only data from observable markets.

When transaction price provides the best evidence of fair value at initial recognition, the financial instrument is initially measured at the transaction price and any difference between this price and the value initially obtained from a valuation model is subsequently recognized in profit or loss depending on the individual facts and circumstances of the transaction but not later than when the valuation is supported wholly by observable market data or the transaction is closed out.

Fair values reflect the credit risk of the instrument and include adjustments to take account of the credit risk of the institution where appropriate. Fair value estimates obtained from models are adjusted for any other factors, such as liquidity risk or model uncertainties; to the extent that the Institution believes a third-party market participant would take them into account in pricing a transaction.

(vii) Identification and Measurement of Impairment

At each statement of financial position date the Institute assesses whether there is objective evidence that financial assets not carried at fair value through profit or loss are impaired. Financial assets are impaired when objective evidence demonstrates that a loss event has occurred after the initial recognition of the asset, and that the loss event has an impact on the future cash flows of the asset that can be estimated reliably.

Objective evidence that financial assets (including equity securities) are impaired can include default or delinquency by a borrower, restructuring of a loan or advance by the Institute on terms that the Institution would not otherwise consider, indications that a borrower or issuer will enter bankruptcy, the disappearance of an active market for a security, or other observable data relating to a group of assets such as adverse changes in the payment status of borrowers or issuers in the group, or economic conditions that correlate with defaults in the group.

The Institute considers evidence of impairment for loans and advances at both a specific asset and collective level. All individually significant loans and advances securities are assessed for specific impairment. All individually significant loans and advances found not to be specifically impaired are then collectively assessed for any impairment that has been incurred but not yet identified. Loans and advances that are not individually significant are collectively assessed for impairment by grouping together loans and advances and held-to-maturity investment securities with similar risk characteristics.

In assessing collective impairment, the Institute uses statistical modeling of historical trends of the probability of default, timing of recoveries and the amount of loss incurred, adjusted for management's judgment as to whether current economic and credit conditions are such that the actual losses are likely to be greater or less than suggested by historical modeling. Default rates, loss rates and the expected timing of future recoveries are regularly benchmarked against actual outcomes to ensure that they remain appropriate.

Impairment losses on assets carried at amortized cost are measured as the difference between the carrying amount of the financial asset and the present value of estimated future cash flows discounted at the asset's original effective interest rate.

(viii) Identification and Measurement of Impairment

Losses are recognized in profit or loss and reflected in an allowance account against loans and advances. Interest on the impaired asset continues to be recognized through the unwinding of the discount.

When a subsequent event causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through profit or loss.

(c) Cash and Cash Equivalents

Cash and cash equivalents include notes and coins on hand, and highly liquid financial assets with original maturities of less than three months, which are subject to insignificant risk of changes in their fair value, and are used by the bank in the management of its short-term commitments.

Cash and cash equivalents are carried at amortized cost in the statement of financial position.

(d) Property, Plant and Equipment

Land and buildings are shown at fair value, based on valuations by external independent valuers, less subsequent depreciation for buildings. Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset, and the net amount is restated to the revalued amount of the asset. All other property, plant and equipment are stated at historical cost less depreciation.

Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the group and the cost of the item can be measured reliably. Where an asset is acquired at no cost, or for a nominal cost through a non-exchange transaction, its cost shall be measured at its fair value at the date of acquisition.

The carrying amount of the replaced part is derecognized. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Increases in the carrying amount arising on revaluation of land and buildings are credited to other comprehensive income and shown as other reserves in shareholders' equity.

Decreases that offset previous increases of the same asset are charged in other comprehensive income and debited against other reserves directly in equity; all other decreases are charged to the income statement. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to the income statement, and depreciation based on the asset's original cost is transferred from 'other reserves' to 'retained earnings'.

Land is not depreciated. Depreciation on other assets is calculated using the straight-line method to allocate their cost or revalued amounts to their residual values over their estimated useful lives, as follows:

Particulars	Rate - p.a.
Buildings	2%
Office and Household Equipment and Furniture	20%
Motor Vehicles	20%
Motor Cycles	14%
Computer Equipment	25%
Library Books & Publications	20%
Plant and Machinery	7%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Major renovations are depreciated over the remaining useful life of the related assets or to the date of the next major renovation, whichever is sooner. All other repairs and maintenance expenditure is charged to the statement of Financial Performance during the financial period in which it is incurred. The asset's residual values and useful lives are reviewed and adjusted if appropriate at each statement of financial position's date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognized within 'Other (losses)/gains - net' in the income statement.

When revalued assets are sold, the amounts included in other reserves are transferred to retained earnings.

(e) Intangible Assets

Generally, costs associated with maintaining computer software and programs are recognized as an expense as incurred. However, costs that are clearly associated with an identifiable and unique product, which will be controlled by the Institute and has a probable benefit accruing to the Institute beyond one year, are recognized as an intangible asset.

Expenditure which enhances and extends the computer software and programs beyond their original specifications and lives is recognized as a capital improvement and added to the original cost of the software. Computer software development costs recognized as assets are amortized using the straight-line method over their useful lives, estimated at two years (50%).

(f) Impairment of Non-Financial Assets

Assets that have an indefinite useful life - for example, goodwill or intangible assets not ready for use - are not subject to amortization and are tested annually for impairment. Assets that are subject to amortization are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount.

The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units). Non-financial assets other than goodwill that suffered impairment are reviewed for possible reversal of the impairment at each reporting date.

(g) Inventories

Inventories are stated at the lower of cost and net realizable value. Cost is determined using the first-in, first-out (FIFO) method. The cost of finished goods and work in progress comprises design costs, raw materials, direct labour, other direct costs and related production overheads (based on normal operating capacity). It excludes borrowing costs. Net realizable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses.

(h) Trade Receivables

Trade receivables are amounts due from customers for merchandise sold or services performed in the ordinary course of business. If collection is expected in one year or less (or in the normal operating cycle of the business if longer), they are classified as current assets. If not, they are presented as non-current assets. Trade receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment.

(i) Trade Payables

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less (or in the normal operating cycle of the business if longer). If not, they are presented as non-current liabilities. Trade payables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method.

(j) Provisions

A provision is recognized if, as a result of a past event, the Institution has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

(k) Employee Benefits**(i) Defined Contribution Plans**

Obligations for contributions to defined contribution pension plans are recognized as an expense in profit or loss when they are due.

(ii) Short-term Benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided.

A provision is recognized for the amount expected to be paid under short-term cash bonus if the Institution has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(iii) Termination Benefits

Termination benefits are payable whenever an employee's employment is terminated before the normal retirement date or whenever an employee accepts voluntary redundancy in exchange of these benefits.

The Institute recognizes termination benefits when it is constructively obliged to either terminate the employment of the current employees according to detailed formal plan without possibility of withdrawal or to provide termination benefits as a result of an offer made to encourage voluntary redundancy.

(l) Revenue Recognition

Revenue comprises the fair value of the consideration received or receivable for the sale of goods and services in the ordinary course of the Institute's activities.

The Institute recognizes revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and when specific criteria have been met for each of the Institute's activities as described below. The institution bases its estimates on historical results, taking into consideration the type of customer, the type of transaction and the specifics of each arrangement.

(i) Sales of Publications

The Institute sales a range of curricula support materials such syllabi and teacher guides. Sales of these publications are recognized when the Institute has delivered the products to the customer, delivery does not occur until the products have been moved to the specified location. The syllabus and teacher guides are rarely sold with volume discounts; customers have a right to return damaged books to the Institute. Sales are recorded based on the price specified by the Institute's price list, net of the estimated volume discounts and returns at the time of sale.

(ii) Royalty Income

Royalty income is recognized on an accrual basis in accordance with the substance of the relevant agreements.

(iii) Revenue from Non-exchange Transactions***Grant income and deferred grants***

Revenue from non-exchange transactions such as voluntary contributions to the institute supported by enforceable agreements is recognized as revenue at the time the agreement becomes binding unless the agreement includes conditions related to specific performance or the return of unexpended balances. Such agreements require initial recognition of a liability to defer revenue recognition, and then revenue is recognized as the liability is discharged through the performance of the specific conditions included in the agreement

Government Grants

Grants from the government are recognized at their fair value where there is a reasonable assurance that the grant will be received and the Institute will comply with all attached conditions. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the costs, which it is intended to compensate, are expensed. When the grant relates to an asset, it is recognised as income in equal amounts over the expected useful life of the related asset.

Government grants relating to non-monetary grants, the asset and the grant are recorded at nominal amounts and released to Statement of Financial Performance over the expected useful life in a pattern of consumption of the benefit of the underlying asset by equal annual instalments. When loans or similar assistance are provided by governments or related institutions, with an interest rate below the current applicable market rate, the effect of this favourable interest is regarded as a government grant.

Income Received for Designated Specific Purposes

- 4 Income received for designated specific purposes will arise from contracts, grants, donations, and income on specifically purposed endowments. In all cases, any such income is brought to the statement of financial performance in the financial period when received

or when conditions attached to it are fulfilled. Over or under expended grants and donations are transferred to or from the surplus or deficit directly to Deferred Income account. Thus, funds included as income, but which will not be used until some specified future period or occurrence, are held in an appropriate fund until the period for usage of funds occurs.

FINANCIAL RISK MANAGEMENT

The Institution has exposure to the following risks from its use of financial instruments:

- i) Credit risk
- ii) Liquidity risk
- iii) Market risk.

Risk Management Framework

The Governing council members have overall responsibility for the establishment and oversight of the Institution's risk management framework. The Governing Council has established Audit and Risk Committee (ARC) which is responsible for developing and monitoring the Company's risk management policies. The Committee reports regularly to the Board of Directors on its activities.

The Institution's risk management policies are established to identify and analyze the risks faced by the Institution, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Institution's activities. The Institute through its training and management standards and procedures aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

The ARC oversees how management monitors compliance with the Group's risk management policies and procedures, and reviews the adequacy of the risk management framework in the relation to the risks faced by the Institute. The Institute ARC is assisted in its oversight role by Planning Unit. Internal Audit undertakes both regular and ad hoc reviews of risk management control and procedures, the results of which are reported to the Audit and Risk Committee.

The Institute exposure to risk, its objectives, policies and processes for managing the risks and the methods used to measure it have been consistently applied in the years presented, unless otherwise stated.

This note presents information about the Institute exposure to each of the above risks, the Institute objectives, policies and processes for measuring and managing risk, and the group management of capital. Further quantitative disclosures are included throughout these financial statements.

i) Credit Risk

Credit risk is the risk of financial loss to the Institution if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Institution's trade and other receivables.

Trade and Other Receivables

The Institution's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the demographics of the Institution's customer base, including the default risk of the industry and country in which customers operate, as these factors may have an influence on credit risk.

The Institution has established a credit policy under which each new customer is analyzed individually for creditworthiness before the Institution's standard payment and delivery terms and conditions are offered.

The Institution's review includes external ratings, when available, and in some cases bank references. Purchase limits are established for each customer, which represents the maximum open amount without requiring approval from the Risk Management Committee; these limits are reviewed quarterly. Customers that fail to meet the Institution's benchmark creditworthiness may transact with the Institution only on a prepayment basis. More than 85 percent of the Institution's customers have been transacting with the Institution for over four years, and no impairment loss has been recognized against these customers.

The Institute (Group) has policies in place to ensure that debts are recoverable after the invoice is issued to customers. Credit risk arising from cash at bank is managed by having deposits with more than one bank with good reputation and all bulk cash balances are transferred to Institute Bank account held at Central Bank.

The carrying amounts of financial assets represent the maximum credit exposure. The 139 maximum credit exposure to credit risk at the reporting date was as follows:

	Group		Institute	
	30.06.2022 TZS	30.06.2021 TZS	30.06.2022 TZS	30.06.2021 TZS
Cash and cash equivalent	23,411,822,463	45,429,583,276	23,410,986,895	45,269,883,147
Trade receivables	148,851,499	324,318,931	-	-
Other receivables	33,291,621	323,258,724	33,291,621	323,258,724
	<u>23,593,965,583</u>	<u>46,077,160,931</u>	<u>23,444,278,516</u>	<u>45,593,141,871</u>

Analysis of receivables and other receivables is provided in note 7 and 8.

Cash and cash equivalents

The Group held cash and cash equivalents of TZS 23,411,822,463 (Institute: TZS 23,410,986,895) at 30 June 2022 which represents its maximum credit exposure on these assets. The cash and cash equivalents are generally held with bank of good reputation.

ii) Liquidity Risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

Prudent liquidity risk management implies maintaining sufficient cash and the availability of funding through an adequate amount of committed credit facilities.

The table below analyses the Group's financial liabilities that will be settled into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts disclosed in the table below are the contractual undiscounted cash flows:

30 June, 2022	Contractual Cash Flows TZS	Less than 1 year TZS	Between 1-2 years TZS
Group			
Trade and other payables	<u>602,195,502</u>	<u>521,666,067</u>	<u>80,529,435</u>
30 June, 2022 Institute			
Trade and other payables	<u>340,944,255</u>	<u>291,444,255</u>	<u>49,500,000</u>
30 June, 2021 Group			
Trade and other payables	<u>803,801,351</u>	<u>632,019,183</u>	<u>171,782,168</u>
30 June, 2021 Institute			
Trade and other payables	<u>348,164,208</u>	<u>256,911,475</u>	<u>91,252,733</u>

iii) Market Risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Institution's income or the value of its holdings of financial instruments.

The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

iv) Foreign exchange risk

Foreign exchange risk arise from commercial transaction as the Group incurs a significant portion of it in US dollar and the Euro on purchases while its earnings are based in its functional currency that is Tanzania shillings. The group is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the US dollar and the Euro.

Institution's policy is to ensure that its net exposure is kept to an acceptable level by buying or selling foreign currencies at spot rates when necessary to address short-term imbalances.

The summary of quantitative data about Group's exposure to currency risks are shown below:

	Group 30.06.2022		Institute 30.06.2022	
	USD	EURO	USD	EURO
Cash and cash equivalents	7,323.72	6,513.22	7,323.72	15,109
Trade and other payables	-	-	-	-
Net exposure	7,323.72	6,513.22	7,323.72	15,109

The following significant exchange rates applied during the year/period (TZS values for 1 unit of selected currencies);

	Average rate		Reporting rate	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
USD	2,851.15	2,298.93	2,304.15	2,310.37
EURO	2,571.93	2,732.97	2,434.15	2,747.03

Interest Rate Risk

The Institute adopts a policy of ensuring that between 45 and 65 percent of its exposure to changes in interest rates on borrowings is on a fixed-rate basis, taking into account assets with exposure to changes in interest rates. This is achieved by entering into interest rate swaps.

5 DETERMINATION OF FAIR VALUES**Trade and Other Receivables**

The fair value of trade and other receivables is estimated as the present value of future cash flows, discounted at the market rate of interest at the reporting date.

Non-Derivative Financial Liabilities

Fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the market rate of interest at the reporting date.

6 CASH AND CASH EQUIVALENTS

	Group		Institute	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	TZS	TZS	TZS	TZS
General Account NO. 2221100009	152,153,363	40,310,317	152,153,363	40,310,317
Revenue Collection Account (NMB) NO:2221100007	251,270,418	19,380,500	251,270,418	19,380,500
CRDB (Staff RF)	19,055,831	19,405,480	19,055,831	19,405,480
CRDB-CDC Account no 2J1013986400	16,458,335	17,196,095	16,458,335	17,196,095
NICHE Project Account No1950013986400	16,997,672	17,455,430	16,997,672	17,455,430
Revenue Coll. Account (CRDB) No.150013986401	29,775,000	23,457,500	29,775,000	23,457,500
Mzumbe Book Project CRDB	95,309	39,353,163	-	-
Kisumu Printing Press	12,353	45,863,380	-	-
NuruYetu Printing Press	357,912	15,672,136	-	-
Press A Printing Press	369,994	58,811,450	-	-
Revenue & Collection Account (9925261181) - BOT	<u>22,925,276,276</u>	<u>45,132,677,826</u>	<u>22,925,276,276</u>	<u>45,132,677,826</u>
Total	<u>23,411,822,463</u>	<u>45,429,583,277</u>	<u>23,410,986,895</u>	<u>45,269,883,148</u>

7 OTHER RECEIVABLES & PRE-PAYMENT

	Group		Institute	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	TZS	TZS	TZS	TZS
Staff Loans	9,461,851	9,461,851	9,461,851	9,461,851
Treasury Staff Deductions (Hazina)	<u>23,829,770</u>	<u>46,137,278</u>	<u>23,829,770</u>	<u>46,137,278</u>
Sub-total	33,291,621	55,599,129	33,291,621	55,599,129
Pre-payment for acquisition of motor vehicle	-	<u>267,659,595</u>	-	<u>267,659,595</u>
Total	<u>33,291,621</u>	<u>323,258,724</u>	<u>33,291,621</u>	<u>323,258,724</u>

8 TRADE RECEIVABLES

Receivables	776,792,307	895,847,739	9,503,500	9,503,500
Less: Provision for Impairment of Receivables	<u>(627,940,808)</u>	<u>(571,528,808)</u>	<u>(9,503,500)</u>	<u>(9,503,500)</u>
Net	<u>148,851,499</u>	<u>324,318,931</u>	-	-
MOVEMENT IN IMPAIRMENT PROVISION				
Opening Balance	(571,528,808)	(422,010,803)	(9,503,500)	(9,503,500)
Current Year Provision	<u>(56,412,000)</u>	<u>(149,518,005)</u>	-	-

TANZANIA INSTITUTE OF EDUCATION (TIE)

TOTAL PROVISION FOR IMPAIRMENT	<u>(627,940,808)</u>	<u>(571,528,808)</u>	<u>(9,503,500)</u>	<u>(9,503,500)</u>
9 INVENTORIES				
Books and Teaching Materials	4,533,206,926	2,714,610,269	4,533,206,926	2,714,610,269
Raw Materials	13,869,768	19,941,676	-	-
Less: Provision for Impairment of Books and Teaching Materials	<u>(2,066,067,984)</u>	<u>(566,067,984)</u>	<u>(2,066,067,984)</u>	<u>(566,067,984)</u>
Net Consumables (Stock for stationery & office Supplies)	2,481,008,710	2,168,483,961	2,467,138,942	2,148,542,285
	<u>50,718,394</u>	<u>4,301,305</u>	<u>50,718,394</u>	<u>4,301,305</u>
TOTAL	<u>2,531,727,104</u>	<u>2,172,785,266</u>	<u>2,517,857,336</u>	<u>2,152,843,590</u>

10 PROPERTY, PLANT AND EQUIPMENT GROUP

	Land TZS	Buildings TZS	Office Equipment and Furniture TZS	Computer Equipment's TZS	Motor vehicles TZS	Plant & Machinery TZS	Library Books & Publications TZS	Total TZS
Cost								
1 July 2021	28,485,581,530	3,336,877,492	1,333,690,175	800,869,588	1,547,477,238	990,503,780	57,356,933	36,552,356,736
Disposal			(116,094,198)	(82,575,195)	(51,500,639)	(1,800,000)	-	(251,970,032)
Additions			608,594,001	262,884,405	267,659,595	6,933,113,600		8,072,251,601
30 June 2022	28,485,581,530	3,336,877,492	1,826,189,978	981,178,798	1,763,636,194	7,921,817,380	57,356,933	44,372,638,305
Accumulated depreciation								
30 June 2020	-	847,804,687	1,022,675,252	633,556,427	1,427,655,403	805,752,230	46,322,876	4,783,766,875
Prior year adjustment	-	-	(314,332,258)	(207,166,685)	(134,562,935)	(221,405,124)	(811,360)	(878,278,362)
Adjusted Acc. Depr	-	847,804,687	708,342,994	426,389,742	1,293,092,468	584,347,106	45,511,516	3,905,488,513
1 July 2021	-	847,804,687	708,342,994	426,389,742	1,293,092,468	584,347,106	45,511,516	3,905,488,513
Disposal	-	-	(116,094,198)	(82,575,195)	(51,500,639)	(1,800,000)	-	(251,970,032)
Charge for the year	-	62,030,803	328,771,725	220,162,960	179,917,168	66,157,447	11,471,383	868,511,486
30 JUNE 2022	-	909,835,490	921,020,521	563,977,507	1,421,508,997	648,704,553	56,982,899	4,522,029,967
Net Book Value								
30 JUNE 2022	28,485,581,530	2,427,042,002	905,169,457	417,201,291	342,127,197	7,273,112,827	374,034	39,850,608,338
30 JUNE 2021	28,485,581,530	2,489,072,805	625,347,181	374,479,846	254,384,770	406,156,674	11,845,417	32,646,868,223

PROPERTY, PLANT AND EQUIPMENT (CONTINUED)
INSTITUTE

	Land TZS	Buildings TZS	Office Equipment and Furniture TZS	Computer Equipment's TZS	Motor vehicles TZS	Plant & Machinery TZS	Library Books & Publications TZS	Total TZS
Cost								
1 July 2021	28,363,781,530	2,543,383,416	1,152,599,723	743,432,648	1,393,758,199	233,239,965	57,356,933	34,487,552,414
Disposal			(112,578,058)	(71,885,195)	(45,281,600)	-	-	(229,744,853)
Additions	-	-	608,594,001	262,884,405	267,659,595	-	-	1,139,138,001
30 June 2022	28,363,781,530	2,543,383,416	1,648,615,666	934,431,858	1,616,136,194	233,239,965	57,356,933	35,396,945,562
Accumulated depreciation								
30 June 2020	-	774,857,743	977,603,888	572,458,419	1,273,936,364	233,239,963	45,511,516	3,877,607,893
Prior year adjustment			(261,751,753)	(170,572,793)	(93,562,935)	(67,410,395)	-	(593,297,876)
Adjusted Acc. Depr.		774,857,743	715,852,135	401,885,626	1,180,373,429	165,829,568	45,511,516	3,284,310,017
1 July 2021		774,857,743	715,852,135	401,885,626	1,180,373,429	165,829,568	45,511,516	3,284,310,017
Disposal			(112,578,058)	(71,885,195)	(45,281,600)	-	-	(229,744,853)
Charge		46,160,921	320,101,332	206,114,509	153,606,926	16,326,798	11,471,383	753,781,869
30 June 2022		821,018,664	923,375,409	536,114,940	1,288,698,755	182,156,366	56,982,899	3,808,347,033
Net Book Value								
30 June 2022	28,363,781,530	1,722,364,752	725,240,257	398,316,918	327,437,439	51,083,599	374,034	31,588,598,529
30 June 2021	28,363,781,530	1,768,525,673	436,747,588	341,547,022	213,384,770	67,410,397	11,845,417	31,203,242,397

11 CAPITAL FUND

Capital fund of TZS 3,553,277,160.00 represent capital grants from the Government and other donors and press centers transferred from MoEST to the Institute along with their respective managements.

	Group		Institute	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	<u>TZS</u>	<u>TZS</u>	<u>TZS</u>	<u>TZS</u>
1 July 2021	3,553,277,160	3,553,277,160	1,720,262,514	1,720,262,514
Other Presses				
30 June, 2022	<u>3,553,277,160</u>	<u>3,553,277,160</u>	<u>1,720,262,514</u>	<u>1,720,262,514</u>

12 SUNDRY PAYABLES AND ACCRUALS

	Group		Institute	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	<u>TZS</u>	<u>TZS</u>	<u>TZS</u>	<u>TZS</u>
Audit fee accrual	112,000,000	112,000,000	112,000,000	112,000,000
Staff accrual	-	-	-	-
Trade creditors	375,107,707	455,637,142	-	-
Other Creditors	-	-	113,856,460	-
THTU	-	1,230,000	-	1,230,000
PSPF	-	16,876,393	-	16,876,393
NHIF	-	10,125,836	-	10,125,836
WADU	3,720,000	610,000	3,720,000	610,000
TIE CREDIT UNION	22,865,559	27,567,011	22,865,559	27,567,010
Accrued Expenditure	<u>88,502,236</u>	<u>179,754,969</u>	<u>88,502,236</u>	<u>179,754,969</u>
Total	<u>602,195,502</u>	<u>803,801,351</u>	<u>340,944,255</u>	<u>348,164,208</u>

13 ADVANCE RECEIVED AND DEFERRED INCOME

	Group		Institute	
	2021/22	2020/21	2021/22	2020/21
	TZS	TZS	TZS	TZS
Development Subvention for Printing Text Books	5,316,881,622	12,742,386,900	5,316,881,622	12,742,386,900
EP4R for printing of standard VII certificate	-	1,300,184,737	-	1,300,184,737
LANES Project fund for development & printing text books	16,718,452,405	23,518,826,824	16,718,452,405	23,518,826,824
TESP fund for development of teachers curriculum, modules and training	1,297,361,473	317,839,022	1,297,361,473	317,839,022
UNICEF	37,532,640	-	37,532,640	-
COVID 19 Recovery Plan	-	7,390,645,664	-	7,390,645,664
Development	-	-	-	-
Total	23,370,228,140	45,269,883,147	23,370,228,140	45,269,883,147

Below is the statement which shows a reconciliation of deferred income account up to 30 June 2022:

	2021/22	2020/21
	TZS	TZS
SUBVENTIONS FROM GOVERNMENT ENTITIES		
Balance at the beginning of the year	45,269,883,147	13,840,801,298
Subvention received during the year	33,052,766,155	53,203,814,262
Amount utilised during the year	(54,989,953,802)	(21,774,732,413)
(a) Deferred amount as at year end	23,332,695,500	45,269,883,147
GRANTS, TRANSFERS AND SUBSIDIES FROM PRIVATE ENTITIES		
Balance at the beginning of the year	-	156,495,510
Grants received during the year	479,195,901	493,003,512
Amount utilised/incurred during the year	(441,663,261)	(649,499,022)
(b) Deferred amount as at the year end	37,532,640	-
Grand Total (a) + (b)	23,370,228,140	45,269,883,147

14 FUNDED PROJECT INCOME

	Group		Institute	
	2021/22	2020/21	2021/22	2020/21

	TZS	TZS	TZS	TZS
UNESCO	44,100,000	184,610,930	44,100,000	184,610,930
UNICEF	380,109,560	450,010,092	380,109,560	450,010,092
LANES Project	22,440,113,126	10,682,653,633	22,440,113,126	10,682,653,633
TESP	1,615,200,495	3,130,861,356	1,615,200,495	3,130,861,356
I4ID	-	14,878,000	-	14,878,000
COVID 19 Recovery	7,390,645,664	232,331,357	7,390,645,664	232,331,357
NICHE	17,453,700	-	17,453,700	-
Total	31,887,622,545	14,695,345,368	31,887,622,545	14,695,345,368

15 GOVERNMENT GRANTS

	<u>Group</u>		<u>Institute</u>	
	2021/22 TZS	2020/21 TZS	2021/22 TZS	2020/21 TZS
Salaries	4,185,324,300	3,637,029,570	4,185,324,300	3,637,029,570
Development	18,460,607,122	3,680,255,822	18,460,607,122	3,680,255,822
Other charges	396,559,688	464,264,698	396,559,688	464,264,698
Total	23,042,491,110	7,781,550,090	23,042,491,110	7,781,550,090

16 (a) NON-MONETARY REVENUE

	<u>Group</u>		<u>Institute</u>	
	2021/22 TZS	2020/21 TZS	2021/22 TZS	2020/21 TZS
Grants of 1 motor vehicle	-	87,718,526	-	87,718,526
Grants for printing machine received from MOEST	6,933,113,600	-	-	-
Grants for Computer and equipment	167,284,000	-	167,284,000	-
Grants for Laptop computer received from Digital Pipeline UK	9,000,000	-	9,000,000	-
Total	7,109,397,600	87,718,526	176,284,000	87,718,526

16 (b) OTHER REVENUE

	<u>GROUP</u>		<u>INSTITUTE</u>	
	2021/22 TZS	2020/2021 TZS	2021/22 TZS	2020/2021 TZS
Staff House Rental	8,412,000	18,957,500	8,412,000	18,957,500
Seminar Room	900,000	4,800,000	900,000	4,800,000
Income from other sources (Note 24.1)	758,924,730	4,560,818,414	196,774,907	3,363,955,999
Training Income	-	9,870,000	-	9,870,000

TANZANIA INSTITUTE OF EDUCATION (TIE)

Sales of books	8,637,084,224	3,572,649,750	8,637,084,224	3,572,649,750
Fund for Evaluation of Books & Learning	186,690,000	52,074,000	186,690,000	52,074,000
Exchange gains/loss	-	-	-	-
Total other Income	<u>9,592,010,954</u>	<u>8,219,169,664</u>	<u>9,029,861,131</u>	<u>7,022,307,249</u>

17 CURRICULUM DEVELOPMENT

	Group		Institute	
	2021/22 TZS	2020/21 TZS	2021/22 TZS	2020/21 TZS
Production of Books & teaching materials (Note 21)	51,998,912,768	19,754,631,909	51,757,450,785	19,141,522,936
Stationery (Note 22)	641,753,969	159,615,127	641,753,969	159,615,127
Books printing charges (Note 22)	<u>3,664,763,076</u>	<u>2,955,578,078</u>	<u>3,664,763,076</u>	<u>2,955,578,078</u>
Total	<u>56,305,429,813</u>	<u>22,869,825,114</u>	<u>56,063,967,830</u>	<u>22,256,716,141</u>

18 SALARIES, WAGES AND STAFF BENEFITS

	Group		Institute	
	2021/22 TZS	2020/21 TZS	2021/22 TZS	2020/21 TZS
Staff salaries	4,262,081,000	3,610,271,091	4,185,324,300	3,657,804,767
Pensions contributions	30,572,090	1,067,273	30,572,090	-
Housing allowance	96,000,000	92,400,000	96,000,000	92,400,000
Death condolences	48,319,500	41,228,000	48,319,500	41,228,000
Staff welfare	54,738,370	46,452,232	39,307,070	40,273,767
Overtime	263,312,254	104,710,900	145,267,254	-
Leave allowances	33,166,640	34,326,260	27,544,640	34,326,260
Recruitment/moving allowances	35,667,300	114,776,205	35,667,300	108,171,205
Casual Labourers	210,171,450	113,398,061	172,276,450	124,845,900
Staff training	49,561,760	19,250,000	49,561,760	19,250,000
Responsibility allowance	34,500,000	34,500,000	34,500,000	34,500,000
Communication allowance	38,585,000	35,280,000	38,585,000	35,280,000
Furniture allowance	34,000,000	176,000,000	34,000,000	176,000,000
Water and electricity	<u>47,700,000</u>	<u>50,080,176</u>	<u>47,700,000</u>	<u>50,080,176</u>
Total (Note 24.1)	<u>5,238,375,364</u>	<u>4,473,740,198</u>	<u>4,984,625,364</u>	<u>4,414,160,075</u>

19 ADMINISTRATIVE EXPENSES

	Group		Institute	
	2021/22 TZS	2020/21 TZS	2021/22 TZS	2020/21 TZS
Insurance & License fee - Motor Vehicles	11,151,000	70,325,710	11,151,000	70,325,710
Transport and Traveling	307,613,790	217,539,622	264,723,490	194,836,432
Software licenses	34,491,525	11,006,688	34,491,525	11,006,688
Internet	27,349,485	22,850,368	26,393,488	21,388,732
Electricity	82,934,058	72,809,719	55,188,671	60,853,119
Water Charges	13,854,213	11,696,859	10,920,786	10,620,000
Petrol and Oils	200,569,359	93,933,341	187,354,159	85,356,574
Maintenance and repairs - Motor Vehicles	96,574,087	115,906,338	90,724,567	114,406,338
Maintenance and Repairs - Office Equipment	69,441,352	134,737,598	69,157,952	102,361,357
Maintenance and Repairs - Machines	39,994,957	24,226,452	19,927,600	-
Council Meetings	72,532,999	167,275,000	72,532,999	167,275,000
Maintenance of Buildings	87,524,642	19,239,260	87,524,642	19,239,260
Bank Charges	32,380,229	49,027,980	29,753,801	47,695,667
General Expenses	35,963,000	129,265,006	33,000,000	74,852,650
Office Rent	44,928,558	17,640,000	44,928,558	14,400,000
Tender Board expenses	18,620,000	9,375,000	17,850,000	-
Other Committee, P.E. & Budgets Meetings	89,618,781	97,552,270	67,617,981	74,952,271
Hospitality Allowance	27,607,000	17,680,000	27,607,000	10,200,000
THTU & Workers Council Expenses	6,586,441	5,400,000	6,586,441	5,400,000
Security Charges	271,998,000	289,618,862	269,358,000	282,422,862
Upkeep of ground and Amenities	66,813,560	58,495,504	66,632,560	56,000,004
Corporate Social Responsibility	29,437,000	10,320,000	29,437,000	10,320,000
Stock taking expenses	20,154,000	23,119,000	20,154,000	23,119,000
Audit expenses	25,100,100	24,364,500	22,000,800	24,364,500
Legal & Consulting Expenses	1,000,000	109,584,965	1,000,000	109,584,965
Professional Contribution fee	13,035,000	9,982,500	13,035,000	9,982,500
Freight Forwarding & Clearing charges	81,881,981	-	81,881,981	-
Annual Treasury Contributions	33,300,000	33,300,000	33,300,000	33,300,000
Development of Printing Presses	-	518,070,723	-	518,070,723
Provision for bad debts	56,412,000	-	-	-
Other expenses	27,590,969	26,431,935	19,268,240	26,431,935
Total	1,926,458,086	2,390,775,200	1,713,502,241	2,178,766,287

20 STATUTORY AUDIT FEES

	Group		Institute	
	2021/22 TZS	2020/21 TZS	2021/22 TZS	2020/21 TZS
Audit fees for the year	112,000,000	112,000,000	112,000,000	112,000,000
Total	112,000,000	112,000,000	112,000,000	112,000,000

21 PRODUCTION OF BOOKS, TEACHING MATERIALS AND TRAINING EXPENSES

	Group		Institute	
	2021/22 TZS	2020/21 TZS	2021/22 TZS	2020/21 TZS
UNICEF	158,743,566	450,010,092	158,743,566	450,010,092
UNESCO	43,930,000	184,610,930	43,930,000	184,610,930
LANES II Project	22,814,583,674	10,722,404,554	22,814,583,674	10,722,404,554
TESP	297,979,285	3,130,861,356	297,979,285	3,130,861,356
EP4R	-	1,094,225,942	-	1,094,225,942
COVID 19 Recovery Plan	7,574,171,659	232,331,357	7,574,171,659	232,331,357
Sub-total (Educational Projects)	<u>30,889,408,184</u>	<u>15,814,444,231</u>	<u>30,889,408,184</u>	<u>15,814,444,231</u>
Teacher Education	1,179,023,220	-	1,179,023,220	-
Advertisements and Publicity	103,199,650	69,021,510	103,199,650	69,021,510
Review & Evaluation of books	623,262,462	32,604,400	623,262,462	32,604,400
Writing of Primary School Textbooks	-	331,207,180	-	331,207,180
Writing of Secondary School Textbooks	5,642,355,601	2,585,351,198	5,642,355,601	2,585,351,198
Curriculum Review & Implementation	1,626,954,381	-	1,626,954,381	-
Printing of Books, Guides & Syllabi	8,830,573,537	285,516,197	8,830,573,537	285,516,197
Presses printing expenses (Note 24.1)	241,461,983	613,108,973	-	-
Provision for impairment of textbooks	1,500,000,000	-	1,500,000,000	-
Distribution of Books & Syllabus	1,362,673,750	23,378,220	1,362,673,750	23,378,220
Sub - Total	<u>21,109,504,584</u>	<u>3,940,187,678</u>	<u>20,868,042,601</u>	<u>3,327,078,705</u>
Grand Total	<u>51,998,912,768</u>	<u>19,754,631,909</u>	<u>51,757,450,785</u>	<u>19,141,522,936</u>

22 COST OF GOODS/STATIONERY USED: -
FOR THE YEAR 2021/22

	BOOKS TZS GROUP	STATIONERY TZS	TOTAL TZS
Opening Stock	2,714,610,269	159,615,127	2,874,225,396
Purchases	<u>5,483,359,733</u>	<u>532,857,236</u>	<u>6,016,216,969</u>
Cost of Goods Available	8,197,970,002	692,472,363	8,890,442,365
Less Closing Stock (note 9)	<u>(4,533,206,926)</u>	<u>(50,718,394)</u>	<u>4,583,925,320</u>
Cost of Goods Sold	<u>3,664,763,076</u>	<u>641,753,969</u>	<u>13,474,367,685</u>
	INSTITUTE		
Opening Stock	2,714,610,269	159,615,127	2,874,225,396
Purchases	<u>5,483,359,733</u>	<u>532,857,236</u>	<u>6,016,216,969</u>

TANZANIA INSTITUTE OF EDUCATION (TIE)

Cost of Goods Available	8,197,970,002	692,472,363	8,890,442,365
Less Closing Stock	<u>(4,533,206,926)</u>	<u>(50,718,394)</u>	<u>(4,583,925,320)</u>
Cost of Goods Sold	<u>3,664,763,076</u>	<u>641,753,969</u>	<u>4,306,517,045</u>
FOR THE YEAR 2020/21			

	BOOKS TZS GROUP	STATIONERY TZS	TOTAL TZS
Opening Stock	4,482,499,743	16,692,240	4,499,191,983
Purchases	<u>1,187,688,604</u>	<u>147,224,192</u>	<u>1,334,912,796</u>
Cost of Goods Available	5,670,188,347	163,916,432	5,834,104,779
Less Closing Stock (note 9)	<u>(2,714,610,269)</u>	<u>(4,301,305)</u>	<u>(2,718,911,574)</u>
Cost of Goods Sold	<u>2,955,578,078</u>	<u>159,615,127</u>	<u>3,115,193,205</u>

	INSTITUTE		
Opening Stock	4,482,499,743	16,692,240	4,499,191,983
Purchases	<u>1,187,688,604</u>	<u>147,224,192</u>	<u>1,334,912,796</u>
Cost of Goods Available	5,670,188,347	163,916,432	5,834,104,779
Less Closing Stock	<u>(2,714,610,269)</u>	<u>(4,301,305)</u>	<u>(2,718,911,574)</u>
COGS	<u>2,955,578,078</u>	<u>159,615,127</u>	<u>3,115,193,205</u>

23 NOTES TO STATEMENT OF CASH FLOWS

23.1 SUBVENTION FROM GOVERNMENT

	2021/22 TZS	2020/21 TZS	2021/22 TZS	2020/21 TZS
	<u>Group</u>		<u>Institute</u>	
Salaries subvention	4,185,324,300	3,637,029,570	4,185,324,300	3,637,029,570
Development funds	18,460,607,122	3,680,255,822	18,460,607,122	3,680,255,822
Other Charges	<u>396,559,688</u>	<u>464,264,698</u>	<u>396,559,688</u>	<u>464,264,698</u>
Sub-total	<u>23,042,491,110</u>	<u>7,781,550,090</u>	<u>23,042,491,110</u>	<u>7,781,550,090</u>
Prior year deferred	(14,042,571,637)		(14,042,571,637)	
Amount deferred	5,316,881,621	12,742,386,900	5,316,881,623	12,742,386,900
Uncollected salaries deduction (Note 7)	(23,829,770)	(46,137,278)	(23,829,770)	(46,137,278)
Received in Prior year (Note 7)	<u>46,137,278</u>	<u>45,814,451</u>	<u>46,137,278</u>	<u>45,814,451</u>
Total	<u>14,339,108,602</u>	<u>20,523,614,163</u>	<u>14,339,108,604</u>	<u>20,523,614,163</u>

23.2 FUNDED PROJECTS

	2021/22 TZS	2020/21 TZS	2021/22 TZS	2020/21 TZS
	<u>Group</u>		<u>Institute</u>	
Funded project income	31,887,622,545	14,695,345,368	31,887,622,545	14,695,345,368
Amount deferred	<u>18,053,346,518</u>	<u>32,527,496,247</u>	<u>18,053,346,518</u>	<u>32,527,496,247</u>

TANZANIA INSTITUTE OF EDUCATION (TIE)

	49,940,969,063	47,222,841,615	49,940,969,063	47,222,841,615
Received in prior year	<u>(31,227,311,510)</u>	<u>(13,997,296,807)</u>	<u>(31,227,311,510)</u>	<u>(13,997,296,807)</u>
	<u>18,713,657,553</u>	<u>33,225,544,808</u>	<u>18,713,657,553</u>	<u>33,225,544,808</u>

23.3 OTHER REVENUE

	Group		Institute	
	2021/22	2020/21	2021/22	2020/21
	TZS	TZS	TZS	TZS
Other income	9,592,010,954	8,219,169,665	9,029,861,131	7,022,307,249
Prior year trade receivable balance (Note 8)	324,318,931	212,685,935	-	-
Trade receivable closing bal. (Note 8)	(148,851,499)	(324,318,931)	-	-
Prior year another receivable (Note 7)	9,461,851	14,398,842	9,461,851	14,398,842
Other receivable closing bal.	(9,461,851)	(9,461,851)	(9,461,851)	(9,461,851)
Total	<u>9,767,478,386</u>	<u>8,112,473,660</u>	<u>9,029,861,131</u>	<u>7,027,244,240</u>

23.4 SALARIES, WAGES AND STAFF BENEFITS

	Group		Institute	
	2021/22	2020/21	2021/22	2020/21
	TZS	TZS	TZS	TZS
Wages, salary & benefits	5,238,375,364	4,473,740,198	4,984,625,364	4,414,160,075
Liabilities not paid	<u>5,238,375,364</u>	<u>4,473,740,198</u>	<u>4,984,625,364</u>	<u>4,414,160,075</u>

23.5 PAYMENTS TO SUPPLIERS IN RESPECT OF GOODS AND SERVICES

	Group		Institute	
	2021/22	2020/21	2021/22	2020/21
	TZS	TZS	TZS	TZS
Curriculum development (Note 17)	56,305,429,813	22,869,825,114	56,063,967,830	22,256,716,141
Administrative expense	<u>1,926,458,086</u>	<u>2,390,775,201</u>	<u>1,713,502,241</u>	<u>2,178,766,287</u>
Sub-total	58,231,887,899	25,260,600,315	57,777,470,071	24,435,482,428
Prior year liabilities	803,801,351	2,550,245,801	348,164,209	1,965,981,422
Unpaid liabilities	<u>(602,195,502)</u>	<u>(803,801,351)</u>	<u>(340,944,255)</u>	<u>(348,164,209)</u>
Sub-total	201,605,849	1,746,444,450	7,219,954	1,617,817,213
Prior year prepayment amortized to expenses	-	-	-	-
Closing inventory bal.	2,531,727,104	2,172,785,266	2,517,857,336	2,152,843,590
Prior year inventory bal.	<u>(2,172,785,266)</u>	<u>(3,933,124,000)</u>	<u>(2,152,843,590)</u>	<u>(3,933,123,999)</u>
Sub-total	<u>358,941,838</u>	<u>(1,760,338,734)</u>	<u>365,013,746</u>	<u>(1,780,280,409)</u>
Total	<u>58,792,435,586</u>	<u>25,246,706,031</u>	<u>58,149,703,771</u>	<u>24,273,019,232</u>

23.6 AUDIT FEE PAID

	Group		Institute	
	2021/22 TZS	2020/21 TZS	2021/22 TZS	2020/21 TZS
Audit fees for the year	112,000,000	112,000,000	112,000,000	112,000,000
Prior year accrued liabilities	<u>112,000,000</u>	<u>112,000,000</u>	<u>112,000,000</u>	<u>112,000,000</u>
	224,000,000	224,000,000	224,000,000	224,000,000
Unpaid liabilities at year end	<u>(112,000,000)</u>	<u>(112,000,000)</u>	<u>(112,000,000)</u>	<u>(112,000,000)</u>
Amount paid	<u>112,000,000</u>	<u>112,000,000</u>	<u>112,000,000</u>	<u>112,000,000</u>

23.7 PREPAYMENT & ACQUISITION OF PPE

	Group		Institute	
	2021/22 TZS	2020/21 TZS	2021/22 TZS	2020/21 TZS
Assets acquired	8,072,251,601	392,433,230	1,139,138,001	392,433,230
Less: Asset received 2021/2022 but payment made in advance 2020/2021	(267,659,595)	-	(267,659,595)	-
Less: Motor vehicle received as grant	-	(87,718,526)	-	(87,718,526)
Less: Printing Machine received as grant (Note 16a)	(6,933,113,600)	-	-	-
Less: Computer received as grant (Note 16a)	(176,284,000)	-	(176,284,000)	-
Amount paid	<u>695,194,406</u>	<u>304,714,704</u>	<u>695,194,406</u>	<u>304,714,704</u>

23.8 RECONCILIATION OF NET CASH FLOWS FROM OPERATING ACTIVITIES TO SURPLUS/(DEFICIT)

	Group		Institute	
	2021/22 TZS	2020/21 TZS	2021/22 TZS	2020/21 TZS
Surplus/(deficit)	7,180,747,460	581,229,127	508,381,482	329,201,478
Depreciation of Property and Equipment	868,511,486	356,214,009	753,781,869	296,077,253
Amortization of motor vehicle grant received	(7,109,397,600)	(87,718,526)	(176,284,000)	(87,718,526)
Increase/(Decrease) in Payables	(201,605,849)	(1,746,444,450)	(7,219,953)	(1,617,817,213)
Increase/(Decrease) in Deferred Income	(21,899,655,007)	31,272,586,340	(21,899,655,007)	31,272,586,340
(Increase)/Decrease in Inventories	(358,941,838)	1,760,338,734	(365,013,746)	1,780,280,408
(Increase)/Decrease in Trade Receivables	175,467,432	(111,632,996)	-	-
(Increase)/Decrease in Other Receivables (Note 7)	<u>22,307,508</u>	<u>4,614,164</u>	<u>22,307,508</u>	<u>4,614,164</u>
Net Cash Flows from Operating Activities	<u>21,322,566,408</u>	<u>32,029,186,402</u>	<u>(21,163,701,847)</u>	<u>31,977,223,904</u>

23.9 BUDGET AND ACTUAL RECONCILED COLLECTION

Government Subvention	TZS
Actual collection (Note 23.1)	23,042,491,110
Amount Deferred	<u>5,316,881,623</u>
Total subvention available for use	<u>28,359,372,733</u>
Funded Project	TZS
Actual collection (Note 23.1)	18,053,346,518
Prior year deferred amortised	<u>31,887,622,545</u>
Total subvention available for use	<u>49,940,969,063</u>

24 SEGMENT REPORTING

24.1 SEGMENT REVENUE & EXPENSES

Revenue Item	TIE TZS	Press A TZS	MBP TZS	Nuru Yetu TZS	Kisomo TZS	Elimination TZS	Consolidated TZS
Other Income	196,774,907	3,439,645,659	741,856,765	42,024,780	165,502,085	-	4,585,804,196
Net off (fund from TIE)	-	(3,294,989,066)	(531,890,400)	-	-	(3,826,879,466)	(3,826,879,466)
Total (Note 16)	<u>196,774,907</u>	<u>144,656,593</u>	<u>209,966,365</u>	<u>42,024,780</u>	<u>165,502,085</u>	<u>(3,826,879,466)</u>	<u>758,924,730</u>
Segment Expenses							
Salaries & Staff benefits (Note 18)	4,984,625,364	129,129,800	92,381,100	10,403,600	21,835,500	-	5,238,375,364
Administrative Expenses							
Printing Presses expenses (Note 21)	1,713,502,241	120,327,700	50,697,618	18,113,573	23,816,954	-	1,926,458,086
Depreciation	-	3,353,395,137	588,965,479	34,341,189	91,639,644	(3,826,879,466)	241,461,983
Total	<u>753,781,869</u>	<u>60,618,937</u>	<u>12,648,177</u>	<u>41,675,744</u>	<u>1,476,517</u>	<u>-</u>	<u>870,201,244</u>
	<u>7,451,909,474</u>	<u>3,663,471,574</u>	<u>744,692,374</u>	<u>104,534,106</u>	<u>138,768,615</u>	<u>(3,826,879,466)</u>	<u>8,276,496,677</u>

24.2 TRADE PAYABLES

Descriptions	TIE TZS	Press A TZS	MBP TZS	Nuru Yetu TZS	Kisomo TZS	Elimination TZS	Consolidated TZS
Running balance	340,944,255	126,908,496	85,340,162	1,316,203	161,542,846	-	716,051,962
Net off	(113,856,460)	-	-	-	-	(113,856,460)	(113,856,460)
Total (Note 12)	227,087,795	126,908,496	85,340,162	1,316,203	161,542,846	(113,856,460)	602,195,502

24.3 OTHER RECEIVABLES

Descriptions	TIE TZS	Press A TZS	MBP TZS	Nuru Yetu TZS	Kisomo TZS	Elimination TZS	Consolidated TZS
Running balance	33,291,621	-	62,282,890	768,000	50,805,570	-	147,148,081
Net off	-	-	(62,282,890)	(768,000)	(50,805,570)	(113,856,460)	(113,856,460)
Total (Note 7)	33,291,621	-	-	-	-	(113,856,460)	33,291,621

24.4 TRADE RECEIVABLES

Descriptions	TIE TZS	Press A TZS	MBP TZS	Kisomo TZS	Elimination TZS	Consolidated TZS
Running balance	9,503,500	226,170,378	12,567,800	528,550,629	-	776,792,307
Net off	-	-	-	-	-	-
Total (Note 8)	9,503,500	226,170,378	12,567,800	528,550,629	-	776,792,307

25 LIST OF TRANSACTIONS/BALANCES WITH OTHER GOVERNMENT ENTITIES FOR THE YEAR ENDED 30 JUNE, 2022

25.1 GOODS/SERVICES PROVIDED				
S/N	Goods/Services provided	Name of entity received goods/services	Amount received	Receivables balance
1	Printing of examination booklets	ADEM		10,244,373
2	Printing of examination booklets	ADEM		3,000,000
3	Printing of office documents	NEMC		6,996,000
4	Printing of standard VII mock exams	Chato District Council		13,226,610
5	Printing of standard VII mock exams	Geita Districts		44,207,400
6	Printing of standard VII mock exams	Shinyanga MC		29,322,330
Total				106,996,713

25.2 GOODS/SERVICES RECEIVED				
S/N	Goods/Services received	Name of entity received goods/services	Amount paid	Payables balance
1	Electricity utility	TANESCO	82,934,058	
2	Water	DAWASCO	8,483,467	
3	Security Service	Suma JKT	263,458,000	
4	Internet Services	TTCL	18,383,488	
5	Fuel consumption for motor vehicles & generator	GPSA	118,783,885	
6	Transportation of Textbooks and other learning materials to all Tanzania Mainland districts	JWTZ	2,203,709,956	
8	Service and maintenance of motor vehicles	TEMESA	25,738,190	
9	Hiring of conference and seminar rooms	Tanzania Library Service Board	7,050,000	
10	Hiring of conference and seminar rooms	ADEM	16,672,800	
11	Hiring of conference and seminar rooms	VETA	68,125,000	
12	Hiring of conference	MoFP	1,500,000	

25.2 GOODS/SERVICES RECEIVED				
S/N	Goods/Services received	Name of entity received goods/services	Amount paid	Payables balance
13	Hiring of conference	Institute of Rural Development	1,050,000	
14	Hiring of conference	Institute of Adult Education	27,000,000	
15	Hiring of conference	Morogoro Secondary School	22,450,000	
16	Hiring of conference	Morogoro Teachers College	48,480,000	
17	Hiring of conference	Kilakala Secondary school	7,500,000	
18	Hiring of conference	UMWEMA - SUMA JKT	6,329,500	
19	Insurance cover for motor vehicles	NIC	11,151,000	
20	Advertisement and publications	TBC	47,852,660	
21	Printing of textbooks	Malindi printing	406,998,580	
22	Training on awareness of updates and implementation of Public Procurements Acts and its regulations	PPRA	8,200,000	
23	Office rent at Mwanza	NHC	13,219,507	
24	Training fee	Tanzania Public Service College	18,240,000	
25	Fee for participating on Sabasaba international trade fair exhibition	Tanzania Trade Development Authority	2,186,760	
26	Laboratory testing the quality of paper used on printed textbooks	Tanzania Bureau of Standards	2,080,000	
Total			3,437,576,851	

26 PROVISION FOR IMPAIRMENT OF TEXTBOOKS STOCKS

Tanzania Institute of Education through Ministry of Education Science and Technology received a government instruction to review and improve curriculum for Pre-primary, Primary, Secondary Schools and Teachers College which will address the challenges of unemployment by

preparing school leavers to be knowledgeable, competent, skilled based and ready for self-employment. The process started in April 2021 and the new curriculum is expected to be put in use in January 2024. This process will enforce TIE to develop new curriculum supporting materials (textbooks, syllabi, teachers guide etc) in line with new curriculum. Due to fear of new textbooks that will be developed for the new curriculum, large numbers of customers (Booksellers and Private schools) of TIE textbooks reduced procuring volume of the said textbooks to avoid unexpected loss.

The customers perceptions resulted into slow movement of textbooks stocks. If this conception will be considered taking to account the TIE life span of textbooks of three years this will be a big loss to TIE and Government respectively. Management test for impairment and for all slow-moving textbooks affected by ongoing situations worth TZS 1,500,000,000 were distributed freely to all government schools.

27 ANNUAL REVIEW OF USEFUL LIFE OF NON-CURRENT ASSETS

During the Financial Year 2021/2022 TIE reviewed the residual values and useful life of her non-current assets as per Para 67 of IPSAS 17. This review reduced the accumulated depreciation by TZS. 593,297,876 for the institute and TZS. 284,980,486 for printing presses and the same was adjusted in the prior year on retained earnings.

28 GOING CONCERN

The Group net profit was TZS 7,180,747,460 and Institute net profit is TZS 508,381,482 for the year ended 30 June 2022. As at reporting date, the Group's current assets exceeded current liabilities by TZS 2,153,269,045 Institute current assets exceeded its current liabilities by TZS 2,250,963,457. These conditions indicate that the entity is capable of honoring all maturing obligations in the near future.

The Group relies on Government support to finance its turnkey projects and meeting its recurrent expenditure, and the Government has shown its willingness to continue its support to the Group.

In this respect, the consolidated and Institute financial statements have been prepared on the going concern basis, and nothing has come to the attention to the management that indicate that the Institute will not remain a going concern for at least next twelve months period.

29 REVALUATION

During the financial year 2018/2019, TIE revalued its Land, Buildings, Office Equipment and Furniture, Computer Equipment, Household Equipment and Furniture and Motor vehicles. The valuation was done by M/S. Stan Property (T) Limited and a revaluation report was issued at 30 June 2019. Valuation of the said assets was based on Cost Approach method. No revaluation reserve has been recognized in the books according to Treasury circular number 2 of 2018/19 issued on November, 2018.

30 PRIOR YEAR'S FIGURES

Previous year's figures have been regrouped whenever necessary to make them comparable with those of the current year.

31 TAXATION

Provision for taxation has not been made in the accounts because the Institute is exempted from tax on its income which is mainly grants and donations.

32 RELATED PARTY TRANSACTIONS

Related parties as defined by IPSAS 20, are the members of the Governing Council and key management personnel. Key management personnel of the Tanzania Institute of Education comprise members of executive management team. These includes Director General, Department Directors, Heads of Units and Managers.

Payments made to the members of the Governing Council during the year are as shown below:-

	2021/22 TZS	2020/21 TZS
Governing Council Allowances	72,532,999	167,275,000

Transactions which were carried out with key management personnel during the year ended 30 June, 2022, are disclosed as required by IPSAS 20 below:-

Related Party Disclosure	Consolidated 30.06.2022 TZS	Consolidated 30.06.2021 TZS	Institute 30.06.2022 TZS	Institute 30.06.2021 TZS
Salaries and Wages	432,714,000	432,714,000	432,714,000	432,714,000
Other Benefits	<u>216,000,000</u>	<u>216,000,000</u>	<u>216,000,000</u>	<u>216,000,000</u>
Total	<u>648,714,000</u>	<u>648,714,000</u>	<u>648,714,000</u>	<u>648,714,000</u>

33 GRANTS RECEIVED

During the Financial Year 2021/2022, the Institute received a new set of printing machines at zero cost from Ministry of Education, Science and Technology worth TZS 6,933,113,600 and installed at Press A Printing Press. Moreover, the Institute received computers and office equipment worth TZS 176,284,000 as shown below;

SN	DESCRIPTIONS	GRANTOR	VALUE
1	Printing machines	Ministry of Education, Science and Technology	6,933,113,600
2	Computers and office equipment	Ministry of Education Republic of Korea	176,284,000

3	Laptop computers	Digital pipelines (UK)	9,000,000
Total			7,109,397,600

34 PRIOR YEAR ADJUSTMENTS

During the annual reporting date the Institute reviewed its assets as per IPSAS 17. By so doing decided to make prior year adjustments on accumulated depreciation to extend the useful lives to all assets whose net book values were approaching to zero but are still in use. Amounts of accumulated depreciation adjusted to each category of assets were disclosed on Note No. 10

35 DISPOSAL OF NON CURRENT ASSETS

The Institute received a permission with reference No. KA.32/159/01/117 dated 12 November, 2021 from Ministry of Finance and Planning to dispose all assets which were not on use and identified for disposal. Different assets with zero values were auctioned realizing TZS. 31,689,000.00 as proceeds.

36 COMMITMENTS

As at the financial position's date, the Institute had the following commitments:

No.	Descriptions	30.06.2022
		TZS
1	Printing of secondary school textbooks 13 titles	1,871,698,000.00
2	Printing and distribution of standard III-V textbooks including Braille and Large print	4,561,690,553.00
3	Printing and distribution of supplementary books	6,208,279,399.00
4	Printing and distribution of additional textbooks for standard I-II	4,154,267,837.00
5	Development of 3Rs Digital Learning Materials	368,563,242.00
6	Develop, print and distribute standard VI & VII materials (Textbooks, and teacher guides) including SNE textbooks	302,358,135.95
7	Develop, Print and distribute COBET Materials for the new Curriculum	901,412,099.56
8	Develop CPD Modules for upper primary teachers on new curriculum, materials and continuous assessment	16,193,743.05
9	Develop CPD Modules for COBET facilitators on new curriculum, materials and continuous assessment	16,184,950.00
10	Develop CPD for special needs teachers on new curriculum, accommodation and continuous assessment	44,146,457.29
11	Facilitate validation and approval of CPD Modules for upper primary teachers CPD, COBET facilitators, SNE Teachers on new curriculum, Materials ; and continuous assessment	145,355,988.60
12	Printing of 17 textbooks titles for secondary schools for teachers' colleges	906,948,000.00
13	Printing of 5 titles textbooks for primary schools for teachers' colleges	390,413,472.50
14	Printing of secondary schools' textbooks (F1-4) 29 titles	3,433,708,622.56
15	Consultancy services for business plan for PRESS A	11,475,000.00
16	Digitizing textbook content of standard IV and VII; F2 and F4	37,532,640.00
Total		23,370,228,140.51

37 CONSOLIDATED FIGURES

It is the 5th time for the Institute to consolidate figures after acquiring a control and has rights to variable benefits from its involvement with Mzumbe Books Projects and eight presses. The Institute has the ability to affect the nature or amount of those benefits through its power over Mzumbe Books Project and the other printing presses.

38 COMPARATIVE FIGURES

Prior year's figures have been regrouped whenever considered necessary in order to make them comparable with current year's figures.