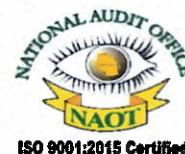




THE UNITED REPUBLIC OF TANZANIA
NATIONAL AUDIT OFFICE



TANZANIA ATOMIC ENERGY COMMISSION
(TAEC)

REPORT OF THE CONTROLLER AND AUDITOR GENERAL ON THE
FINANCIAL AND COMPLIANCE AUDIT FOR THE
FINANCIAL YEAR ENDED 30 JUNE 2025

Controller and Auditor General,
National Audit Office,
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March, 2026

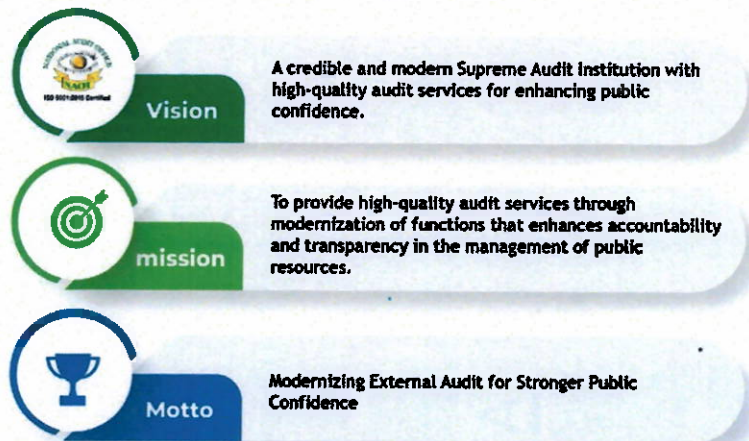
AR/PA/TAEC/2024/25

About the National Audit Office

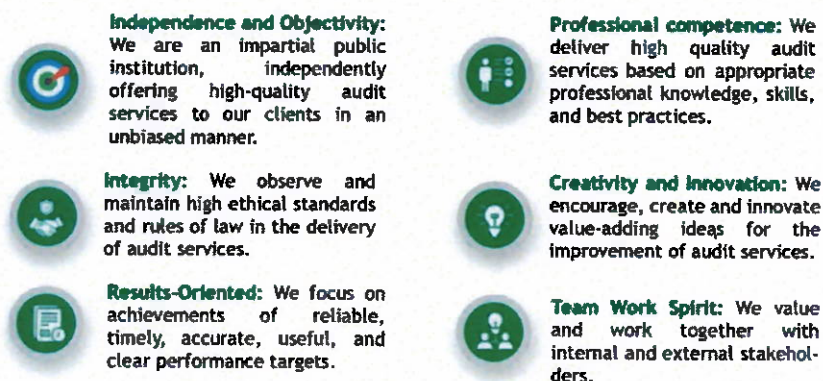
Mandate

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.

NAOT Vision, Mission & Motto



Core Values



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Abbreviations

AIDS	Acquired Immune Deficiency Syndrome
AR	Audit Report
CAG	Controller and Auditor General
CTBTO	Comprehensive Nuclear Test-Ban Treaty Organization
EDMS	Electronic Document Management System
GEPG	Government Electronic Payment Gateway
HIV	Human Immunodeficiency Virus
IAEA	International Atomic Energy Agency
ISSAIs	International Standard of Supreme Audit Institutions
IPSAS	International Public Sector Accounting Standards
NAO	National Audit Office
NHIF	National Health Insurance Fund
PA	Public Authorities
RAAWU	Researchers, Academicians, and Allied Workers Union
TAEC	Tanzania Atomic Energy Commission



1.0 REPORT OF THE CONTROLLER AND AUDITOR GENERAL

Chairperson of the Board,
Tanzania Atomic Energy Commission,
P.O. Box1585,
Dodoma-Tanzania.

1.1 REPORT ON THE AUDIT OF FINANCIAL STATEMENTS

Unqualified Opinion

I have audited the financial statements of Tanzania Atomic Energy Commission (TAEC), which comprise the statement of financial position as at 30 June 2025, and the statement of financial performance, statement of changes in net assets and cash flow statement and the 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 financial statements present fairly in all material respects, the financial position of Tanzania Atomic Energy Commission (TAEC) as at 30 June 2025, and its financial performance and its cash flows for the year then ended in accordance with International Public Sector Accounting Standards (IPSAS) 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 the Tanzania Atomic Energy Commission (TAEC) 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 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, statement of responsibilities by those charged with governance and Declaration by the Head of Finance 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 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 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 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 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.

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 conducted a compliance audit of the procurement of works, goods, and services at Tanzania Atomic Energy Commission (TAEC) for the year ended 30 June 2025 as per the Public Procurement Act, 2023, the Public Procurement Regulations, 2024, and related directives. I examined each phase of the procurement life cycle, including advertising of tenders, evaluation of bids, award of contracts, and contract management, to confirm that the entity issued competitive solicitations, applied approved evaluation criteria, secured authorizations before award, and maintained complete transaction records.

Conclusion

Based on the audit procedures performed, I conclude that, except for the matter described below, Tanzania Atomic Energy Commission (TAEC) generally complies, in all material respects, with the requirements of the Public Procurement laws in Tanzania.

Splitting of procurement into multiple contracts amounting to TZS 124.46 million

Regulation 70 of the PPR, 2013 requires a procuring entity to prepare its annual procurement plan as part of the budget process and submit the plan to the Authority within fourteen days after the completion of the budget process.

During the audit, it was observed that the institution divided related procurement into multiple smaller contracts or tenders totalling TZS 124,463,080, rather than aggregating them into a single procurement process.

1.2.2 Compliance with the Budget Act and other Budget Guidelines

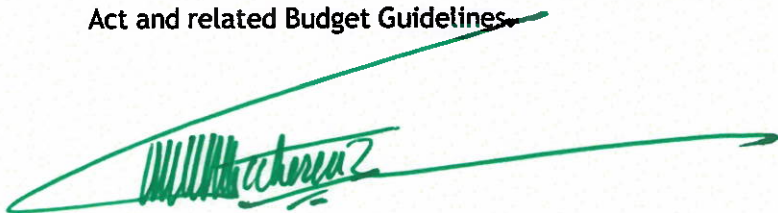
Subject matter: Budget formulation and execution

I conducted a compliance audit of budget formulation and execution at Tanzania Atomic Energy Commission (TAEC) for the year ended 30 June 2025 as per the Public Finance Act (Budget Act), Cap. 348, and the Budget Guidelines issued by the Ministry of Finance. I reviewed

budget submissions, approval memoranda, commitment registers, ledger entries and variance analyses to confirm that the entity prepared estimates in the prescribed format, obtained timely authorizations before incurring obligations, recorded transactions accurately and reported variances as required.

Conclusion

Based on the audit procedures performed, I conclude that, Tanzania Atomic Energy Commission (TAEC) complies, in all material respects, with the requirements of the Budget Act and related Budget Guidelines.



Charles E. Kichere
Controller and Auditor General,
Dodoma, United Republic of Tanzania.
March 2026



3.0 STATEMENT OF RESPONSIBILITIES BY THOSE CHARGED WITH GOVERNANCE

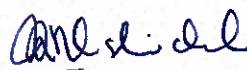
As required under section 15(1) of the Public Commission's Act (amendment) 1992, the Board is responsible for preparation of financial statements of the Commission which ought to show true and fair view of the results and the state of affairs of the Commission in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual basis.

The Board confirms that suitable accounting policies have been used and applied consistently; reasonable and prudent judgments and estimates have been made in the preparation of financial statements for the year ended 30 June 2025. The Board also confirms that applicable International Public Sector Accounting Standards (IPSAS) have been followed and that the financial statements have been prepared ongoing-concern basis.

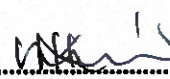
Board is also responsible for; designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

The Board Members have assessed the Commissions' ability to continue as a going concern and have no reason to believe the provision of services will not be a going concern in the financial year ahead.

Prof. Joseph Msambichaka
Board Chairman

Signature.....
Date 25/3/2026.....

Prof. Najat Kassim Mohammed
Director General

Signature.....
Date 25/03/2026.....

4.0 DECLARATION BY THE HEAD OF FINANCE

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 by 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 management to discharge the responsibility of preparing financial statements of the Commission showing a true and fair view of the Commission position and performance in accordance with applicable International Accounting Standards and statutory financial reporting requirements. Full legal responsibility for the preparation of financial statements rests with the Board Members under the Responsibility statement on earlier page.

I, Hadija Hamad Kikala, being the Head of Finance and Planning Section of Tanzania Atomic Energy Commission, hereby acknowledge my responsibility of ensuring that financial statements for the year ended 30th June 2025 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 of the position of Tanzania Atomic Energy Commission as on that date and that they have been prepared based on properly maintained financial records.



.....
Signed by: Hadija Hamad Kikala

Position: Head of Finance and Planning Section

NBAA Membership No.: ACPA 2904

Date: 25/03/2026

5.0 FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025

	NOTES	2024/25 TZS	2023/24 TZS
ASSETS			
CURRENT ASSETS			
Cash and Bank Balances	1	2,089,550,760	1,265,865,209
Receivable	2a	185,925,732	434,634,000
Loan receivables	2b	68,717,979	108,100,000
Prepayments	3	2,889,674,483	339,663,542
Inventories	4	69,418,910	55,474,195
Total Current Assets		5,303,287,864	2,203,736,946
NON-CURRENT ASSETS			
Property, Plant and Equipment	5(a & b)	42,556,803,890	41,953,143,675
Capital work in progress	5c (i & ii)	3,827,954,994	3,851,155,142
Intangible asset	12	129,741,250	144,156,945
Total Non-Current Assets		46,514,500,134	45,948,455,762
Total Assets		51,817,787,998	48,152,192,708
NON-CURRENT LIABILITIES			
Total Non-Current Liabilities			
CURRENT LIABILITIES			
Account payable & accruals	6	2,195,705,660	2,860,426,692
Total Current liabilities		2,195,705,660	2,860,426,692
Total Equity & Liabilities		2,195,705,660	2,860,426,692
Net Assets		49,622,082,338	45,291,766,016
NET ASSETS/EQUITY			
Equity			
Taxpayer's Funds		299,893,148	299,893,148
Accumulated Surplus		49,322,189,190	44,991,872,868
Total Equity		49,622,082,338	45,291,766,016

Notes form part of the financial statements which were approved and signed on behalf of the Board of the Commission by;

Prof. Joseph Msambichaka
Board Chairman

Signature.....
Date.....25/3/2026

Prof. Najat Kassim Mohammed
Director General

Signature.....
Date.....25/03/2026

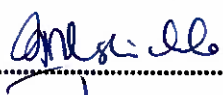
TANZANIA ATOMIC ENERGY COMMISSION

STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2025

	NOTES	2024/25 TZS	2023/24 TZS
REVENUE			
Revenue from Fees, Fines and Penalty	7	273,226,355	215,502,900
Revenue from exchange transaction	8	12,694,221,421	11,038,925,856
Revenue from non-exchange transaction	9	4,890,557,878	5,636,560,841
Other revenue	10	137,308,290	364,950,936
Reversal of Expected Credit Loss	11(b)	14,642,386	1,803,563
Foreign Currency Exchange Gain	11a	24,736,823	2,457,042
Total Revenue		18,034,693,153	17,260,201,138
EXPENSES			
Wages, Salaries and Employee Benefits	13	7,060,054,366	5,866,429,472
Use of Goods and Service	14	3,990,699,153	4,281,043,743
Maintenance Expenses	15	549,230,459	368,806,445
Other Expenses	16	403,438,170	272,912,108
Expected Credit Loss	17	-	62,297,196
Social Benefits	18	48,277,000	69,279,900
Depreciation expense	20	1,488,261,988	1,604,581,158
Amortization of Intangible Assets	12	14,415,695	20,432,720
Total Expenses		13,554,376,831	12,545,782,742
Transfer			
Other Transfers	19	150,000,000	100,000,000
Total Expenses and transfer		13,704,376,830	12,645,782,742
Surplus for the Year		4,330,316,322	4,614,418,396

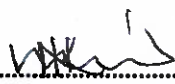
Notes form part of the financial statements.

Prof. Joseph Msambichaka
Board Chairman

Signature.....

Date 25/3/2026

Prof. Najat Kassim Mohammed .
Director General

Signature.....

Date 25/03/2026

TANZANIA ATOMIC ENERGY COMMISSION

STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2025

Description	Accumulated surplus/(Deficit) TZS	Capital Fund TZS	Total TZS
Balance as at 1 July 2024	44,991,872,868	299,893,148	45,291,766,016
Surplus for the year	4,330,316,322	-	4,330,316,322
Balance at 30 June 2025	49,322,189,190	299,893,148	49,622,082,338
Balance as at 1 July 2023	40,377,454,472	299,893,148	40,677,347,620
Surplus for the year	4,614,418,396	-	4,614,418,396
Balance at 30 June 2024	44,991,872,868	299,893,148	45,291,766,016

Prof. Joseph Msambichaka
Board Chairman

Signature.....
Date 25/3/2026

Prof. Najat Kassim Mohammed
Director General

Signature.....
Date 25/03/2026

TANZANIA ATOMIC ENERGY COMMISSION

CASH FLOW STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

CASH FLOW FROM OPERATING ACTIVITIES

		2024/25	2023/24
RECEIPTS	NOTES	TZS	TZS
Revenue Grants	9(i)	4,507,329,275	4,416,903,048
Revenue from Exchange Transactions	8(i)	12,833,609,188	11,568,858,186
Other Revenue	10	137,308,290	364,950,936
Increase in Deposit	6b	6,560,025	-
Fees, Fines, Penalties and Forfeits	7	273,226,355	215,502,900
Advances and Loans Payment made to other parties	21b	30,151,502	27,325,563.00
Total Receipts		17,788,184,635	16,593,540,633
PAYMENTS			
Wages, Salaries and Employee Benefits	13(i)	7,216,089,256	5,557,737,771
Use of Goods and Service	14(i)	4,246,624,404	6,359,428,553
Social Benefits	18	48,277,000	69,279,900
Other Transfers	19	150,000,000	100,000,000
Other Expenses	16	403,438,169	272,912,108
Maintenance Expenses	15	549,230,459	368,806,445
Decrease in Deposit	21a	-	59,537,915
Total Payments		12,613,659,288	12,787,702,692
NET CASH FLOW FROM OPERATING ACTIVITIES		5,174,525,347	3,805,837,941
CASH FLOW FROM INVESTING ACTIVITIES			
Payment for Work in Progress	26	23,200,148	4,039,532,072
Advance Payment for Acquisition of Property Plant and Equipment	5(a)(i)	-2,522,825,697	-743,933,184
Acquisition of Property, Plant and Equipment	5(a)(ii)	-1,848,802,203	-6,486,169,210
Total Investing Activities		-4,348,427,752	-3,190,570,322
NET INCREASE/DECREASE IN CASH		826,097,595	615,267,619
Effect of Foreign Currency Changes	11a	-2,416,228	-33,550,058
Cash and cash equivalent at beginning of period		1,265,865,209	684,147,648
Cash and cash equivalent at end of period		2,089,546,576	1,265,865,209

Prof. Joseph Msambichaka
Board Chairman

Signature

Date

Prof. Najat Kassim Mohammed
Director General

Signature

Date

Controller and Auditor General

AR/PA/TAEC/2024/25

TANZANIA ATOMIC ENERGY COMMISSION

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE YEAR ENDED 30 JUNE 2025

RECEIPTS	Original budget (A)	Reallocation	Final budget (C=A-B)	Actual amount on Accrual basis D	Accrued E	Actual Amount on Comparison basis F=D-E	Difference C-F	Variance in %	Notes
Revenue Grants	5,567,454,000	-	5,567,454,000	4,890,557,878	383,228,603	4,507,329,275	1,060,124,725	19%	a
Revenue from Exchange Transactions	14,612,408,800	1,857,067,855	16,469,476,685	12,694,221,421	139,387,767	12,833,609,188	3,635,867,497	22%	b
Other Revenue	-	-	-	137,308,290	-	137,308,290	-	100%	c
Fair value/ECL	-	-	-	14,642,386	14,642,386	-	-	-	
Financing income	-	-	-	24,736,823	(24,736,823)	-	-	100%	
Fees, Fines, Penalties and Forfeits	-	-	-	273,226,355	-	273,226,355	(273,226,355)	100%	d
Total Receipts	20,179,862,800	1,857,067,885	22,036,930,685	18,034,693,153	-	17,751,473,108	4,422,765,867		e
PAYMENTS									
Wages, Salaries and Employee Benefits	7,177,398,750	7,578,000	7,184,976,750	7,060,054,366	(156,034,890)	7,216,089,256	(31,112,506)	1%	f
Use of Goods and Service	5,630,528,870	124,722,000	5,755,250,870	3,990,699,153	(255,925,251)	4,246,624,404	1,508,626,466	26%	g
Social Benefits	64,000,000	-	64,000,000	48,277,000	-	48,277,000	15,723,000	25%	
Other Transfers	162,000,000	15,000,000	177,000,000	150,000,000	-	150,000,000	27,000,000	15%	
Other Expenses	782,723,860	(136,200,000)	646,523,860	403,438,169	-	403,438,169	243,085,691	38%	h
Maintenance Expenses	902,516,943	(163,900,000)	738,616,943	549,230,459	-	549,230,459	189,386,484	26%	i
Grants and Transfers	2,400,000	-	2,400,000	-	-	-	-	100%	
Depreciation and Amortization	-	-	-	1,502,677,683	1,502,677,683	-	-	-	
Advances and Loans	-	-	-	-	-	(30,151,502)	30,151,502	100%	
Payment made to other parties	-	-	-	-	-	(23,200,148)	23,200,148	100%	
Payment for Work in Progress	-	-	-	-	-	-	-	-	
Advance payment for Acquisition of Property, Plant and Equipment	7,313,362,232	152,800,000	7,466,162,232	-	-	2,522,825,697	(2,522,825,697)	41%	j
Acquisition of Property, Plant and Equipment	-	-	-	-	-	1,848,802,203	(1,848,802,203)	-	

Controller and Auditor General

AR/PA/TAEC/2024/25