AUDIT SERVICE

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Good Governance and Accountability

SUNYANI WEST DISTRICT ASSEMBLY RECEIVED DATE 26/05/20 ODOMASE B/A

P. O. Box 44
Sunyani

18 May 2020

The Presiding Member
Sunyani West Municipal Assembly
Odumase

ANNUAL AUDIT REPORT ON THE FINANCIAL STATEMENTS OF SUNYANI WEST MUNICIPAL ASSEMBLY, ODUMASE FOR THE YEAR ENDED 31 DECEMBER, 2019

Introduction

We have audited the financial statements of the Sunyani West Municipal Assembly, Odumase for the financial year ended 31 December, 2019. Attached to this report are the following financial statements and accounts.

a) Statement of Financial Position as at 31 December, 2019
b) Statement of Revenue and Expenditure for the financial year ended
c) Statement of Accumulated Reserve for the year ended 31 December, 2019
d) Cash Flow Statement for the year ended 31 December, 2019
e) Notes to the 2019 financial statement

Audit objectives

2. Our 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 our report that includes our opinion on the financial statements for the financial year ended 31 December 2019. To achieve this, we carried out test checks on the financial statement figures to ensure accuracy and completeness occurrence, existence, right and obligations as asserted by the management of the

Assembly. We also carried out other audit procedures and test in accordance with generally accepted auditing and accounting standards.

Manner in which the accounts were kept and rendered for audit

3. The accounts were well kept. The financial statement and accounts enumerated above were submitted to this office for validation in 27 February 2020 in compliance with the Public Financial Management Act, 2016 Section 80(1) which requires that final accounts should be submitted two months after the end of the financial year to which the accounts relate.

Approved Estimates

4. Revenue and expenditure for the year ended 31 December 2019 were supported by Approved and Supplementary Estimates. The Estimates were Approved by the General Assembly on 30 October 2018.

Internal Control

5. The internal controls instituted by management to regulate the administration of the Assembly were found to be effective.

Operational Result

6. The Sunyani West Municipal Assembly ended its operations for the year 2019 with a surplus of GH¢692,193.66 against the previous year's surplus of GH¢40,601.47. This represents an increase of 1,604.85%. The increase could be attributed to release of the District Assembly Common Fund which was receipted on the 31 December 2019. The table below shows the performance indicators.

	Revenue	2019 GH¢	2018 GH¢	% Change
a.	GOG Fund - Compensation of Employees	4,233,018.26	2,557,990.65	65.48
b.	DACF	2,312,656.15	1,935,685.60	19.47
c.	IGF Revenue	742,093.20	598,137.64	24.07
d.	Goods and Services - Decentralised Dept.	10,772.00	132,732.79	(91.88)
e.	DDF	1,101,193.76	500,470.00	120.03
f.	Donor Fund	329,622.57	188,081.48	75.26
	Total	**8,729,355.94**	**5,913,098.16**	47.63

	EXPENDITURE	2019 GH¢	2018 GH¢	% Change
a.	Compensation of Employees	4,366,760.18	2,557,990.65	70.71
b.	Goods and Services	2,700,834.66	2,499,123.57	8.071
c.	Capital Expenditure	969,567.44	815,382.47	18.91
d.	**Total Expenditure**	**8,037,162.28**	**5,872,496.69**	36.86
	Excess Income over Expenditure	**692,193.66**	**40,601.47**	1,604.85

Financial Position

7. The Assembly's financial position as at 31 December, 2019 is shown in the table below.

	2019 GH₵	2018 GH₵	% Change
Current Assets	1,223,608.28	531,414.62	130.255
Current Liabilities	-	-	-
Net Assets	1,223,608.28	531,414.62	130.255
Represented by: Accumulated Fund	1,223,608.28	531,414.62	130.255
Current ratio	1,223,608.28	531,414.62	

Assets

Cash at Bank – GH¢1,223,608.28

8. This represents the total balances of 14 bank accounts operated by the Assembly as at 31 December 2019 which were reconciled with the relevant certified bank statements. The Assembly also reported a nil as cash on hand. Notes 8 & 9 to the accounts provide the details of the balances.

Accumulated Fund – GH¢1,223,608.28

9. The positive balance of GH¢531,414.62 carried over from the previous year, increased to GH¢1,223,608.28 due to current year's surplus of GH¢692,193.66 This is analyzed in the Statement of Accumulated Fund/Reserves attached to the financial statements.

Cash Flow

10. The cash balance of GH¢531,414.62 at the beginning of the year increased to GH¢1,223,608.28 at the year end, resulting in a net cash inflow of GH¢692,193.66 during the year. The increase in Cash and Cash equivalents is fully attributable to the delayed release of the 3rd quarter DACF allocation on 31 December 2019.

Acknowledgement

11. We gratefully acknowledge the co-operation of the management and staff of the Assembly during the audit.

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EDWARD K. AYEKPLEY
ASST. AUDITOR -GENERAL
for: AUDITOR- GENERAL

OPINION OF THE AUDITOR- GENERAL ON THE FINANCIAL STATEMENTS OF SUNYANI WEST MUNICIPAL ASSEMBLY, ODUMASE FOR THE YEAR ENDED 31 DECEMBER 2019

Introduction

We have in accordance with Section 84 of the Public Financial Management Act, 2016 (Act, 921) and Section 11 of the Audit Service Act, 2000 (Act 584) and other applicable laws, audited the accounts and financial statements of Sunyani West Municipal Assembly - for the year ended 31 December, 2019

Responsibility of management

Section 80(1) of the Public Financial Act 2016 (Act 921) requires a Principal Spending Officer of a covered entity shall, within two months after the end of each financial year, prepare and submit to the Auditor-General and Accountant – General, the accounts and information set out in the Schedule.

Auditor-General's responsibility

Section 11 of the Audit Service Act, 2000 (Act 584) and Section 176 of the Local Governance Act 2016 (Act 936) require the Auditor-General to audit and report on the accounts of public institutions of Ghana. It is therefore the responsibility of the Auditor-General or his representative to express an independent opinion on the financial statements of the Sunyani West Municipal Assembly.

Basis of opinion

We conducted the audit in accordance with Generally Accepted Auditing Standards and Auditing Standards of International Organization of Supreme Audit Institutions (INTOSAI) and International Standard of Supreme Audit Institutions (ISSAIs). An audit includes examination on a test basis of evidence relevant to the accounts, disclosures and regularity of financial transactions included in the financial statements.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatements, whether caused by error, fraud or any other irregularity and that, in all material respects, the expenditure and income have been applied to the purpose intended by Parliament, and the financial transactions conform to the authorities which govern them. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements.

Audit Opinion

We have examined the financial statements, the accounts and the supporting schedules of Sunyani West Municipal Assembly – which were prepared on Modified Cash basis for the year ended 31 December, 2019.

In our opinion, the financial statements present fairly in all material respects, the financial position of the Assembly as at 31 December, 2019 and the result of its operations for the year then ended and that the transactions were in accordance with the Financial Regulations and Ministerial guidelines.

EDWARD K. AYEKPLEY
ASST. AUDITOR-GENERAL
***For*: AUDITOR-GENERAL**

DATED THIS 18TH **DAY OF** MAY **2020**

Cc:

The Auditor-General (2)
Audit Service
Accra

The Regional Co-ordinating Director
Regional Co-ordinating Director
Sunyani

The Co-ordinating Director
Sunyani West Municipal Assembly
Sunyani

The Finance Officer
Sunyani West Municipal Assembly
Sunyani

The District Auditor 'A'
Audit Service
Sunyani