

AUDIT SERVICE

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Good Governance
and Accountability

P. O. Box44.....

.....Sunyani.....

.....20 May..... 20 ..21...

The Presiding Member
Asutifi North District Assembly
Kenyasi



ANNUAL AUDIT REPORT ON THE ACCOUNTS OF ASUTIFI NORTH DISTRICT ASSEMBLY, KENYASI FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

Introduction

We have audited the accounts and Financial Statements of the Asutifi North District Assembly, Kenyasi for the financial year ended 31 December 2020. Attached to this report are the following financial statements and accounts for the financial year ended 31 December, 2020.

- i) Statement of Financial Position as at 31 December 2020;
- (ii) Statement of Revenue and Expenditure for the year ended 31 December 2020;
- (iii) Statement of Changes in Reserves for the year ended 31 December 2020;
- (iv) Statement Cash flows for the year ended 31 December 2020; and
- (v) Notes to the 2020 Financial Statements

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 2020. To achieve this, we carried out test checks on the financial statements to ensure that they are correctly stated. We also carried out other audit procedures and tests in accordance with Generally Accepted Auditing and Accounting Standards.

Manner in which the accounts were kept and rendered for audit

3. The accounts were satisfactorily kept. The financial statements and accounts enumerated above were submitted to this office for audit certification on 14 January 2021, in compliance with Section 80(1) of the Public Financial Management Act, 2016 Act 921.

Approved estimates

4. Revenue and expenditure for the year ended 31 December 2020 were supported by approved and supplementary Estimates. The Estimates were approved by the General Assembly on 26 October 2019.

Internal controls

5. Internal controls instituted by management for the administration of the Assembly were found to be adequate.

Budget Vrs Actual

6. The Assembly budgeted for a total revenue of GH¢12,967,025.00 during the 2020 financial year. However, they realized total revenue of GH¢13,484,549.65 representing 102.72% as a result of a positive variance of GH¢517,524.65. Details are shown below;

Source of Funds	Budget	Actual	Variance	%Received
GOG - Fund Grants	2,763,576.38	3,838,076.00	1,074,499.62	138.88
IGF	4,645,220.00	6,247,117.72	1,601,897.72	134.48
DACF	3,632,751.68	2,434,614.32	(1,198,137.36)	67.02
Donor Fund – Projects	1,925,476.94	964,741.61	(960,735.33)	50.10
Total	12,967,025.00	13,484,549.65	517,524.65	103.99

7. The increase in revenue was attributed to increase in royalties and compensation of employees.

We however, urged management not to relent on their efforts, but continue to explore other traditional revenue sources to get enough revenue for development.

Financial Position

8. The Assembly's financial position as at 31 December, 2020 is shown in the table below.

	2020 GH¢	2019 GH¢	% Change
Current Assets	702,786.91	1,015,001.64	(30.76)
Current Liabilities	31.37	9,851.35	(99.68)
Net Assets	702,755.54	1,005,150.29	(30.08)
Represented by: Accumulated Fund	702,755.54	1,005,150.29	(30.08)
Current ratio	22,403.15	103.03	

Assets

Cash at Bank – GH¢702,786.91

9. This represents the total balances of 16 bank accounts operated by the Assembly as at 31 December 2020 which were reconciled with the relevant certified bank statements. Note 12 to the accounts provide the details of the balances.

Debtors

10. The Assembly did not have any outstanding as at the close of the year.

Liabilities

Bank Overdraft - GH¢31.37

11. The figure represents overdrawn balance of school feeding accounts of the Assembly as at 31 December 2020. Note 14 attached to the accounts provides the details.

Accumulated Fund – GH¢702,755.54

12. The positive balance of GH¢1,005,150.29 carried over from the previous year, decreased to GH¢702,755.54 due to current year's deficit of GH¢302,394.75. This is analysed in the Statement of Accumulated Fund/Reserves attached to the financial statements.

Cash Flow

13. The cash balance of GH¢1,015,001.64 at the beginning of the year decreased to GH¢702,786.91 at the year end, resulting in a net cash inflow/outflow of GH¢312,214.73 during the year. The decrease in cash and cash equivalents is partly/fully attributable to inadequate control over the current year's expenditure.

Acknowledgement

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



DAVID K. SEGBENYA)
ASST. AUDITOR-GENERAL
for: **AUDITOR-GENERAL**

**OPINION OF THE AUDITOR- GENERAL ON THE
FINANCIAL STATEMENTS OF ASUTIFI NORTH DISTRICT ASSEMBLY,
KENYASI FOR THE YEAR ENDED 31 DECEMBER 2020**

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 Asutifi North District Assembly for the year ended 31 December, 2020.

Audit Opinion

We have examined the financial statements, the accounts and the supporting schedules of the Assembly – which were prepared on Modified Cash basis for the year ended 31 December, 2020.

In our opinion, the financial statements present fairly in all material respects fairly, the financial position of the Assembly as at 31 December, 2020 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.

Basis of opinion

We conducted the audit in accordance with Generally Accepted Auditing Standards and International Standards 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.

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) 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 Asutifi North District Assembly.



DAVID K. SEGBENYA)
ASST. AUDITOR-GENERAL
for: AUDITOR-GENERAL

DATED THIS 20 DAY OF MAY 2021

Cc:

The Auditor-General (2)
Audit Service
Accra

The District Auditor
Audit Service
Bechem

The Regional Coordinating Director
Ahafo Regional Coordinating Council
Goaso

The District Coordinating Director
Asutifi North District Assembly
Kenyasi

The District Chief Executive
Asutifi North District Assembly
Kenyasi

The District Finance Officer ✓
Asutifi North District Assembly
Kenyasi