

# AUDIT SERVICE



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Takoradi

17 June 20 21

The Presiding Member  
Mpohor District Assembly  
Mpohor



Dear Sir,

**ANNUAL AUDIT REPORT ON THE ACCOUNTS OF MPOHOR  
DISTRICT ASSEMBLY FOR THE FINANCIAL  
YEAR ENDED 31 DECEMBER 2020**

## Introduction

We have examined the accounts of the Mpohor District Assembly for the financial year ended 31 December 2020 in accordance with Section 80 (4) of the Public Financial Management Act, 2016 (Act 921) and Section 11 of the Audit Service Act, 2000, (Act 584).

## Account

2. The following financial statements and accounts are attached to the report:
  - a. Comparative Statement of Financial Position as at 31 December 2020;
  - b. Comparative Statements of Revenue and Expenditure for the year ended 31 December 2020;
  - c. Comparative Statement of Revenue for the year ended 31 December 2020;
  - d. Comparative Statement of Expenditure for the year ended 31 December 2020;
  - e. Statement of Cash flow for the year ended 31 December 2020;
  - f. Schedule of Accumulated Surplus for the year ended 31 December 2020 and
  - g. Schedule and Notes to the Accounts.

## Manner in which the accounts were kept and rendered for audit

3. The books of accounts were well kept. The financial statements were submitted on the 22 February, 2021 in accordance with Section 80 (1) of the Public Financial Management Act, 2016 (Act 921).

## Estimates

4. The annual estimates of the Assembly for the fiscal year 2020 were submitted to the Regional Coordinating Council Sekondi, Western Region and approved by the General Assembly in accordance with Section 123 (2) of the Local Governance Act, 2016 (Act 936).

## Internal control

5. Internal controls established by management of the Assembly during the 2020 fiscal year were satisfactory, though inadequate. The lapses and weaknesses noted during our audit were incorporated in our management letter for remedial action.

## Revenue and Expenditure

### Revenue

6. The total revenue of the Assembly increased from GH¢4,880,517.05 in 2019 to GH¢5,601,743.70 in 2020 which represents a growth of GH¢721,226.65 over the previous year's. The Assembly however achieved 76.39% of its revenue target of GH¢7,332,740.75 resulting in a shortfall of GH¢1,730,997.05 during the period under review as shown below;

	<b>2020</b>	<b>2020</b>	<b>2020</b>
<b>Revenue Head</b>	<b>Budget GH¢</b>	<b>Actual GH¢</b>	<b>Variance GH¢</b>
Internally Generated Fund	886,300.00	870,660.34	(15,639.66)
Grants	6,446,440.75	4,731,083.36	(1,715,357.39)
<b>Total</b>	<b>7,332,740.75</b>	<b>5,601,743.70</b>	<b>(1,730,997.05)</b>

7. The District Assembly Common Fund and Other Funds contributed 84.46 % to the total revenue of the Assembly during the period under review.

### Expenditure

8. The expenditure also increased by GH¢719,832.94 to GH¢4,171,808.91 in 2020 over the 2019 figure of GH¢3,451,975.97.

The Assembly's expenditure of GH¢4,171,808.91 was within the approved estimates of GH¢4,740,853.00 resulting in savings of GH¢569,044.09 as shown below;

	2020	2020	2020
<b>Expenditure Head</b>	<b>Budget GH¢</b>	<b>Actual GH¢</b>	<b>Variance GH¢</b>
Compensation of Employees	1,221,192.00	1,739,745.65	(518,553.65)
Goods and Services	2,740,776.00	1,791,069.52	949,706.48
Other Expenses	778,885.00	640,993.74	137,891.26
<b>Total</b>	<b>4,740,853.00</b>	<b>4,171,808.91</b>	<b>569,044.09</b>

### Operational Results

9. The financial operations of the Assembly resulted in a surplus of GH¢1,429,934.79 which shows an increase of GH¢1,393.71 over the previous year's figure of GH¢1,428,541.08.

	2020	2019	
	<b>Actual GH¢</b>	<b>Actual GH¢</b>	<b>Increase/(Decrease) GH¢</b>
Revenue	5,601,743.70	4,880,517.05	721,226.65
Expenditure	4,171,808.91	3,451,975.97	719,832.94
<b>Total</b>	<b>1,429,934.79</b>	<b>1,428,541.08</b>	<b>1,393.71</b>

### Statement of Financial Position as at 31 December 2020

#### Assets

10. **Fixed Assets - GH¢8,284,094.36:**

This figure represents the Fixed Assets of the Assembly as at 31 December 2020.

11. **Cash and Cash Equivalent - GH¢185,003.97:**

This figure represents the closing balances at the various banks as at the end of the financial year. These balances were reconciled with the relevant bank statements and found correct.

#### Financed By:

12. **Accumulated Fund - GH¢8,469,098.33:**

The favourable balance of GH¢7,039,163.54 brought forward at the beginning of the year was increased to GH¢8,469,098.33 as a result of a surplus of GH¢1,429,934.79 realized during the year under review.

#### Acknowledgement

13. We are grateful to the District Chief Executive and the entire Management for their cooperation and assistance.

Yours faithfully,



*for:* AUDITOR-GENERAL  
(COUNT ANUKWARE AKPELOO)  
ASSISTANT AUDITOR-GENERAL

Cc: The Auditor-General (2)  
Audit Service  
**Accra**

Head of Service  
Local Government Service  
**Accra**

The Regional Coordinating Director  
Regional Coordinating Council  
**Sekondi**

The District Coordinating Director  
Mpohor District Assembly  
**Mpohor**

The District Finance Officer  
Mpohor District Assembly  
**Mpohor**

The District Auditor  
Sekondi District 'B'  
**Sekondi**

## **OPINION OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS**

### **Introduction**

We have, in accordance with Section 11 of the Audit Service Act 2000 (Act 584), audited the accounts and financial statements of **MPOHOR DISTRICT ASSEMBLY** for the year ended 31 December, 2020.

### **Responsibility of management**

Section 80 of the Public Financial Management Act, 2016 (Act 921) requires that the Assembly shall, immediately after the end of the financial year, prepare financial statements of its accounts in such form as the Auditor-General may direct, and submit such statements to the Auditor-General or his representative for audit.

### **Auditor-General's responsibility**

Section 84 of the Public Financial Management Act, 2016 (Act 921) and Section 11 of the Audit Service Act 2000, (Act 584) require the Auditor-General to audit and report on the accounts of Metropolitan, Municipal and District Assemblies of Ghana. It is, therefore, the responsibility of the Auditor-General to express an independent opinion on the financial statements of the Assemblies.

### **Basis of opinion**

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

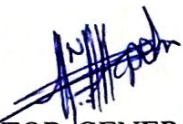
We planned and performed our audit so as to obtain all the information and explanation which we considered necessary to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatements, whether caused by error, fraud or any other irregularity and that, in all material respects, the revenue and expenditure have been applied for the purposes 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. We believe that our audit provide a reasonable basis for the audit opinion.

**Audit Opinion**

We have examined the financial statements and the supporting schedules of the **MPOHOR DISTRICT ASSEMBLY** under the historical cost convention for the financial year ended 31 December 2020.

In our opinion, the financial statements present fairly the financial position of the Assembly as at 31 December 2020 and the result of its operations for the year ended and that the transactions were in accordance with the Financial Laws.



*for:* AUDITOR-GENERAL  
COUNT ANUKWARE AKPELOO  
ASST. AUDITOR-GENERAL

DATED THIS.....17.....DAY OF.....JUNE..... 2021