



Promoting Accountability of Public Resources

AUDITOR GENERAL'S REPORT

**On the Financial Statements Audit of the Ministry
of Finance and Development Planning (MFDP)**



**For the Fiscal Period Ended July 1, 2017 to
June 30, 2018**

October 2025

**P. Garswa Jackson, Sr., FCCA, CFIP, CFC
Auditor General, R.L.**

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ACRONYM

Acronyms	Meaning
ACCA	Association of Chartered Certified Accountants
AG	Auditor General
BCP	Business Community Plan
CBL	Central Bank of Liberia
COBIT	Control Objective Information and Related
CFIP	Certified Forensic Investigation Professional
CFC	Certified Financial Consultant
CSA	Civil service Agency
COSO	Committee of Sponsoring Organizations of the
GAC	General Auditing Commission
GoL	Government of Liberia
IFMIS	Integrated Financial Management Information System
IPSAS	International Public Sector Accounting Standards
ISSAIs	International Standards of Supreme Audit Institutions
MFDP	Ministry of Finance and Development Planning
PFM	Public Finance Management
PPCC	Public Procurement and Concession Commission
US\$	United States Dollar



Republic of Liberia



The Honourable Speaker of the House of Representatives and the President Pro-Tempore of the House of Senate

We have undertaken a financial statements audit of the Ministry of Finance and Development Planning (MFDP) for the fiscal period ended July 1, 2017 to June 30, 2018. The audit was conducted under the Auditor General's statutory mandate, as provided for under section 2.1.3 of the GAC Act of 2014.

Findings conveyed in this report have been formally communicated to the Management of the Ministry of Finance and Development Planning (MFDP). Where responses have been provided by the Management on the audit findings, these have been evaluated and incorporated in this report.

Given the significance of the matters raised in this report, we urge the Hon. Speaker and the members of the House of Representatives and Hon. Pro-Tempore and members of the Liberian Senate to consider the implementation of the recommendations conveyed herein with urgency.


**P. Garswa Jackson FCCA, CFIP, CFC
Auditor General, R.L.**

Monrovia, Liberia
March, 2026

March 20, 2025

Hon. Augustine Kpehe Ngafuan
Minister
Ministry of Finance and Development Planning
Monrovia, Liberia

**AUDITOR GENERAL'S REPORT ON THE FINANCIAL STATEMENTS AUDIT OF THE
MINISTRY OF FINANCE AND DEVELOPMENT PLANNING (MFDP) FOR THE FISCAL
PERIOD JULY 1, 2017 TO JUNE 30, 2018.**

Adverse Opinion

We have audited the financial statements of the Ministry of Finance and Development Planning (MFDP), which comprise the Statement of Financial Position as at June 30, 2018, the Statement of Cash Receipts and Payments, Statement of Comparison of Budget and Actual Amounts for the fiscal period then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, because of the significance of the matters described in the Basis for Adverse Opinion section of our report, the accompanying financial statements do not present fairly, in all material respects, the Financial Position of Ministry of Finance and Development Planning (MFDP), as at June 30, 2018, and its Statement of Cash Receipts and Payments, Statement of Comparison of Budget and Actual Amounts and a summary of significant accounting policies and other explanatory information for the period then ended in accordance with International Public Sector Accounting Standards (IPSAS 2017) Cash Basis of Accounting.

Basis for Adverse Opinion

During the audit of the financial statements of the Ministry of Finance and Development Planning for the fiscal period ended June 30, 2018, we identified several significant issues that have led to our adverse opinion:

Spending in Excess of Approved Budget

The entity incurred expenditure in excess of the approved annual budget by US\$1,346,585 without Legislative approval. The excess expenditures have a pervasive impact on the financial statements, causing material misstatements and raising concerns about the accuracy and reliability of the reported financial position and performance for the fiscal period then ended June 30, 2018.

Variance between Approved Budget and Actual Amounts

A variance of US\$19,889,002 exists between the final approved budget and actual amounts reported in the Fiscal Outturn Report which impairs the accuracy and reliability of budget execution and financial reporting. Furthermore, Management did not provide evidence of an approved recast budget by the National Legislature comprehensively cataloging the adjusted increment to the MFDP's budget.

Inadequate Documentation of Expenses

Management made payments for various transactions amounting to US\$99,000.00 without evidence of supporting documents, such as payment vouchers, invoices/receipts, delivery notes, contracts, etc. These expenses were not supported by adequate documentation, which raises concerns about their validity and accuracy.

Management provided no evidence of adjustments to the financial statements to include explanation for material variance amounting to US\$522,165.00 for the goods and services account which affected the overall accuracy and reliability of the financial statements.

Internal Operating Budget

The entity failed to prepare an internal operating budget as required under Section 19(1) of the PFM Act, which mandates that each spending entity develop an annual work plan and budget aligned with the approved national budget. This weakness in internal control increases the risk of errors and irregular expenditures, compromising the reliability of the financial statements.

The above issues have a pervasive impact on the financial statements of the entity, causing material misstatements and raising concerns about the accuracy and reliability of the reported financial position and performance for the fiscal period ended June 30, 2018.

We conducted our audit in accordance with International Standards of Supreme Audit Institutions (ISSAIs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Management of the Ministry of Finance and Development Planning (MFDP) in accordance with the ethical requirements that are relevant to our audit of the financial statements under INTOSAI, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse opinion.

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 International Public Sector Accounting Standards (IPSAS 2017) Cash Basis of Accounting., and for such internal control as management determines 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 institution's ability to continue as a going concern, disclosing, as applicable, matters related to the going concern and using the going concern basis of accounting unless management either intends to liquidate the institution or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Ministry of Finance and Development Planning's financial reporting process.

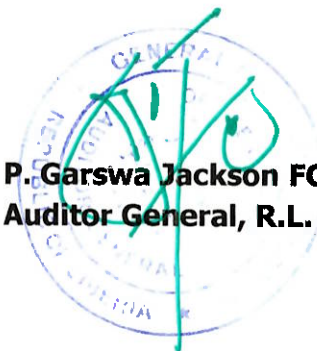
Auditor's Responsibilities for the Audit of the Financial Statements

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 an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAs 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.

An audit in accordance with ISSAIs involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

Monrovia, Liberia
March 2026

P. Garswa Jackson FCCA, CFIP, CFC
Auditor General, R.L.



FINANCIAL STATEMENTS COVERING THE PERIOD JULY 1, 2017 – JUNE 30, 2018



(AUDITED)

Statement of Responsibilities

Ministry of Finance & Development Planning (MFDP)

The Financial statements set out from page 11 to page 14 have been prepared in accordance with the provisions of the Public Financial Management Act, 2009 and in compliance with the Cash Basis International Public Sector Accounting Standard (Cash Basis IPSAS).

In accordance with the provisions of the Public Financial Management Act, 2009, I am responsible for the control of and accounting for funds controlled by the Ministry of Finance and Development Planning.

Under the provisions of the same Act, I am required to prepare financial statements which are submitted to the Auditor General, the Minister and the Comptroller General, 15 days after the end of the quarter to which the financial statements relate. Accordingly, I am pleased to submit the required financial statements in compliance with the Act. I have provided, and will continue to provide all the information and explanations as may be required in connection with these financial statements.

To the best of my knowledge and belief, these financial statements agree with the books of accounts, which have been properly kept.

I accept responsibility for the integrity of these financial statements, the financial information they contain and their compliance with the Public Financial Management Act, 2009.



Samuel D. Tweah, Jr.
MINISTER



Introduction

The Ministry of Finance and Development Planning (MFDP) was created in 2013 by an Act of the National Legislature, in line with the International Financial best practices. The MFDP effectively replaces the Ministry of Finance and the Ministry of Planning and Economic Affairs, with the mandate to formulate, institutionalize and administer economic development, fiscal and tax policies for the promotion of sound and efficient management of financial resources of the government.

In addition to the aforesaid mandate, the Ministry of Finance and Development Planning is charged with the following duties:

- Effectively and efficiently manage the financial resources of the Republic; be the depository of Government funds and of all indicia to title of assets of Government
- Administer the revenue programs of the government, including supervision of the policy for the collection of the revenues
- Report the financial activities and financial position of the Government to the President and the National Legislature
- Maintain the central accounting records of the Government and prescribe for all Government agencies of accounts reporting and documentation necessary to safeguard the assets of the Government
- Formulate fiscal policies for financial planning
- Disburse Government funds in accordance with legislative appropriations
- Perform all such services relative to the government finances as are required by law.

This document contains the Annual Financial Statements prepared in accordance with the Cash Basis-International Public Sector Accounting Standards (IPSAS) as adopted by the Government of Liberia. The Statement of Cash Receipt and Payments, the Statement of Budget and Actual and the Statement of Cash Position are also component of this report and are preceded by the Statement of Responsibility and the Executive Summary.

Executive Summary

The Ministry of Finance and Development Planning (MFDP) serves as the financial hub for the Republic of Liberia thus provides support to all governmental line ministries and agencies. Over the course of the fiscal year 2017-2018, the Ministry in congruence with various governmental entities, embarked on various initiatives to stimulate economic growth and boost infrastructural development in Liberia. The basis for this growth and development has been the steady increase in the national budget which is crafted through a participatory process in consultations with the various government entities and managed by the MFDP. Under the auspices of the MFDP through its management, the national budget has remained steady from US\$619 million in FY2014/15 to US\$565 million in FY2017/18; this decrease has allowed Liberia to demonstrate considerable improvement in the Country's economic outlook and the MFDP's sound fiscal management which allowed government expenditures to increase to over 550 Million United States Dollars. It is also important to note that execution of the national budget has also improved each year as the Public Financial Management (PFM) reforms are ongoing thus increasing efficiency and reducing waste and fraud in budget execution.

As mentioned previously, the ministry has endeavored to increase efficiency and promote sound fiscal management through various reforms. A pillar to these reforms has been Liberia's Medium Term Expenditure Framework (MTEF). MTEF covers a period of three years and it contains a Three revenue outlook and a three year expenditure plan. One important benefit of the MTEF budget is that it allows resources to be allocated based on priorities (Youth Employment, Building Roads, Improving Technology, Maintaining Peace and improving Security and providing essential social services such as Education, Health, Water and Food Production) which are all aligned with the country's national goals and objectives as stated in the Budget Framework Paper (BFP) and



the Agenda for Transformation. With the MFDP's implementations of MTEF there are several benefits. These benefits are but not limited to:

- Resource availability for the most critical investment needs;
- A three-year rolling framework for reconciling sectors' long term spending needs with short term resource availability;
- Greater link between utilization of public resources and actual results achieved; thereby putting the Government of Liberia (GOL) in a better position to communicate services delivered to the public; linkage between policy making with budgeting, planning and implementation of programs and projects;
- Considers past performances and future plans;
- Captures donor financing (on-budget and off-budget), aligned to the budget and investment projects by geographical location;
- Requires Ministries and Agencies (M&As) to specify priority interventions under each policy area, which are measurable through Key Performance Indicators (KPIs); and
- Allows policymakers and other stakeholders to assess if progress is on or off track, in accordance with targets developed by the M&As.

The Departments of Fiscal Affairs, Economic Management, Budget & Development Planning and Administration & Management comprise the MFDP. All four departments are charged with administering policies to adequately manage the financial affairs of Liberia.

The Department of Fiscal Affairs is responsible for all fiscal matter relating to Expenditure and Revenue as well as Tax Policy. With the establishment of semi-autonomous revenue authority, the Department deals with revenue and tax Policy issues, including framing of tax laws and regulations, role of taxation and tax exemptions in the broader economic and development policy framework, and issues relating to non-tax revenue. In addition to Revenue and Tax issues, Fiscal

Affairs further deals with public Expenditure issues ranging from framing of Financial Rules and Regulations to matters pertaining to Government Accounting. The Department has oversight of the Comptroller and Accounting General Office, the Integrated Financial Management Information System (IFMIS), Policies on Government Subsidies, pay, Allowances, Pension Policies and monitoring of public expenditure.

The Department of Economic Management is charged with the responsibilities for formulating and monitoring the Country's economic policies and programs, and serving as the principal advisor to the GOL on economic policy, and driving the agenda of economic transformation. The Department also deals with all matters relating to debt management including external and domestic debts as well as coordinating foreign aid and relations with bilateral and multilateral financial institutions. It serves as the nodal department for dealing with the Central Bank and on matters concerning financial sector policies including banking, insurance and capital markets. The Department is composed of two Divisions: Economic Policy, Macroeconomic Policy and Financial Policy Division, and External Resources and Debt Management Division.

The Department of Budget and Development Planning is responsible for preparing, framing and implementing the annual budget, as well as under taking fiscal consolidation, monitoring the budgetary position and engaging with the Legislative Budget Office (LBO) for legislative approval of the budget. The department also assists with preparing development plans and providing guidance to all Government agencies for preparing development programs and projects, as well as implementations and monitoring. The department is also responsible to advise on the allocation of resources to line ministries and agencies for the implementation of development programs and projects. It has oversight for monitoring and evaluating government's overall development agenda and liaising with Ministries and Agencies (M&As) as well as donor partners to maximize adherence to development plans. Working with Sector Agencies, the Department is also



responsible to appraise and approve all public investment proposals of the line ministries. In short, the Department is effectively the voice of development within government.

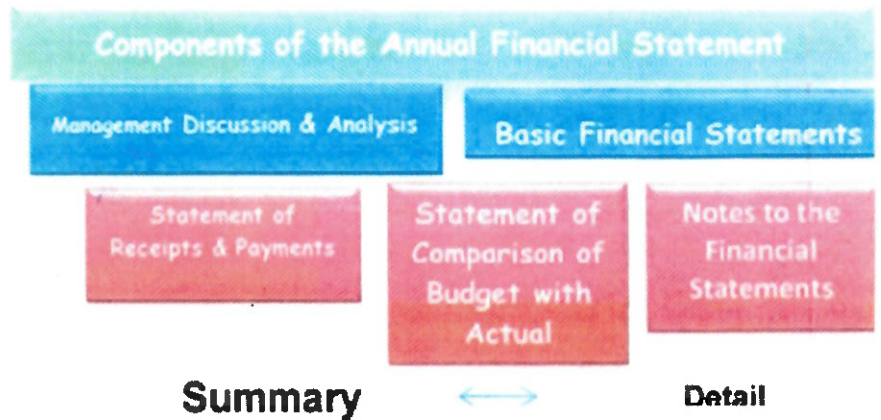
The Department of Administration and Management is responsible to formulate policies and guidelines on the management of Human and Physical resources, as well as supervise Ministry-wide services relating to internal cash management, personnel administration, property and supplies, procurement, custody and maintenance of central files and corresponding reporting systems. The Department also designs and develops training policies and guidelines as well as administers and evaluates training programs. The Department performs other functions as may be assigned by the Minister as well as imposed by law.

This report is the annual financial operations for FY 2017/2018. The budget execution of MFDP is guided by commitment control and transparency. Additionally, the report seeks to provide the management of the Ministry of Finance and Development Planning basic insights on the Ministry's budget execution and its current position in terms of deliverables achievement.

Management Discussion and Analysis on the Financial Statements

This segment of the MFDP's Annual Financial Statements presents a narrative overview and analysis of the Ministry's financial performance for the year ended June 30, 2018.

It serves as an introduction to the Ministry's basic financial statements which present two different views of the Ministry through the use of the Statement of



Receipts & Payments and Statement of Comparison of Budget with Actual Amounts. This diagram shows how the components of the statements are arranged and relate.

For the period under review (July 1, 2017 – June 30, 2018), the MFDP total receipt in terms of allotment was US\$24,400,112.; of which Compensation of Employees accounted for US\$9,623,536 or 39.4%, Goods & Services accounted for US\$3,950,097 amounting to 16.2% and Consumption of Fixed Capital accounted for US\$323,545 or 1.3%, Interest and Other Charges US\$2,982,714 or 12.2%, Grant/Special Programs and US\$7,520,220 or 30.8%. Out of the total allotment used, US\$23,573,649 was expended representing 97% execution rate for the period. Compensation of Employees accounted for US\$9,618,054 or 41.0%; Goods and Services was US\$3,765,666 accounting for 16.0%; Consumption of Fixed Capital amounted to US\$309,979 or 1.3%, Interest & Other Charges US\$2,958,476 or 13.0%, and US\$6,921,474 or 29.0% for Grant/Special Programs. Amount internally controlled by the Ministry including other receipts amounted to US\$866,637, payment of same accounted for US\$706,596. Third Party Payments made on behalf of the MFDP through the Public Financial Management Unit (PFMU) for the period under review amounted to US\$818,532 (July 1, 2017 – June 30, 2018).

Director,

Budget & Finance /Comptroller

Date June 30, 2018

STATEMENT OF CASH RECEIPTS AND PAYMENTS (ALL PUBLIC FUNDS) For the FINANCIAL YEAR ENDED 30th JUNE 2018 (FY2017/18)							
RECEIPTS BY TYPE AND PAYMENTS CLASSIFICATION BY NATURE							
FUND/ACCOUNTS DESCRIPTION	NOTES	FOR THE FINANCIAL FIRST QUARTER ENDED 30 SEPTEMBER 2017			FOR THE FINANCIAL FIRST QUARTER ENDED 30 SEPTEMBER 2016		
		RECEIPTS/ PAYMENTS CONTROLLED BY ENTITY	PAYMENTS BY OTHER GOVERNMENT ENTITIES	PAYMENTS BY EXTERNAL PARTIES	RECEIPTS/ PAYMENTS CONTROLLED BY ENTITY	PAYMENTS BY OTHER GOVERNMENT ENTITIES	PAYMENTS BY EXTERNAL PARTIES
		US \$'000	US \$'000	US \$'000	US \$'000	US \$'000	US \$'000
OPERATIONAL FUND							
RECEIPTS							
Authorized Allocation/Appropriation	2	803,548	23,573,649		550,782	12,290,853	
Other Receipts	3	63,089			15,000		
External Assistance:							
Grants From Multilateral Agencies	4			818,532	-		9,577,024
Grants From Bilateral & Other Agencies		-			-		
Borrowings from Multilateral Agencies		-			-		
Borrowings from Bilateral Agencies		-			-		
Other Grants and Aid		-			-		
Other Borrowings		-			-		
Total Receipts - Operational Fund		866,637	23,573,649	818,532	565,782	12,290,853	9,577,024
PAYMENTS							
Operations:							
Wages, Salaries and Employee Benefits	5	-	9,618,054			8,728,848	
Supplies and Consumables	6	706,596	3,765,666	612,872 00	610,162	3,120,224	5,630,889
TRANSFERS:							
Grants	7		6,921,474			50,000	
Other transfer payments	8	-	2,958,475	205,660			3,946,135
CAPITAL EXPENDITURES:							
Purchase/Construction of Property, plant and Equipment	9		309,979			391,781	
Purchase of Financial Instruments		-			-		
Total Payments - Operational Fund		706,596	23,573,649	818,532	610,162	12,290,853	9,577,024



*AUDITOR GENERAL'S REPORT On the
Financial Statements Audit of the Ministry of Finance and Development Planning (MFDP)
For the Period Ended July 1, 2017 to June 30, 2018*

Increase/Decrease in Cash	10	160,041	-	1	(44,380)	-	-
Cash at the beginning of the year	11	30,453			48,062		
Net change in cash (receipts less payments)		190,494			3,182		
Foreign currency translation difference	12	(53,108)			26,390		
Cash at the End of the year - Operational Fund	13	137,386	-	1	29,572	-	-
CAPITAL DEVELOPMENT FUNDS (DONOR FINANCED PROJECTS)							
RECEIPTS							
External Assistance:							
Grants	14	6,910			292,500		
Loans		-					
Total Receipts - Capital Development Funds		6,910	-	-	292,500	-	-
PAYMENTS							
Operations:							
Wages, Salaries and Employee Benefits		-					
Supplies and Consumables	15	8,046			291,364		
TRANSFERS:							
Grants							
Other transfer payments							
CAPITAL EXPENDITURES:							
Purchase/Construction of Property, plant and Equipment		-					
Purchase of Financial Instruments		-					
Total Payments - Capital Development Funds		8,046	-	-	291,364	-	-
Increase/Decrease in Cash		(1,136)	-	-	1,136	-	-
Cash at the beginning of the year	16	1,141			5		
Net change in cash (receipts less payments)					1,141		
Foreign currency translation difference							
Cash at the End of the year - Capital Development Funds	17	5	-	-	1,141	-	-
Cash at the Beginning of the year - All Funds	18	31,594	-	-	48,067	-	-
Cash at the End of the year - All Funds	19	137,391	-	0.61	30,713	-	-

MINISTRY OF FINANCE & DEVELOPMENT						
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNT (OPERATIONAL FUND)						
FOR THE YEAR ENDED 30 JUNE 2018						
- Budget Approved on the Cash Basis						
ACCOUNT TITLE/DESCRIPTION	For the Quarter Ended 30 JUNE 2018 (FY2017/18)					FY2016/17
	Actual Amounts	Final Budget	Original Budget	Difference: Final Budget and Actual	Percentage Variance	Actual Amounts
	US\$'000	US\$'000	US\$'000	US\$'000	%	US\$'000
CASH INFLOWS						
Authorized Allocation/Appropriation	24,377,197	24,400,112	49,060,732	(22,915)	(0)	2,383,459
Grants				-	-	4,095
Borrowings	-	-	-	-	-	-
Other receipts	63,089			63,089.00	-	42,627
Total Cash Receipts	24,440,286	24,400,112	49,060,732	40,174	0	2,430,182
CASH OUTFLOWS						
Wages, Salaries and Other Employee Benefits	9,618,054	9,623,536	9,093,480	(5,482)		2,186,068
Goods and Services Consumed	4,472,262	3,950,097	3,101,545	522,165		255,098
Capital Expenditure	309,979	323,545	2,900	(13,566)		6,530
Transfers to other Government Units	6,921,474	7,520,220	6,840,243	(598,746)		
Domestic/Foreign Liabilities	-	-	26,283,709	-		
Other Payments	2,958,476	2,982,714	3,738,855	24,238	0	
Total Cash Payments	24,280,245	24,400,112	49,060,732	(119,867)	(0)	2,447,696
NET CASHFLOW - OPERATIONAL FUND	160,041	-	-	160,041	-	(17,515)

MINISTRY OF FINANCE & DEVELOPMENT PLANNING					
STATEMENT OF CASH POSITION (ALL PUBLIC FUNDS)					
AS AT 30 June 2018					
		Notes	As at 1st July 2017	As at 30 June 2018	Change in Cash Balances
Cash/Bank Account Details	Currency Held In		US \$'000	US \$'000	US \$'000
OPERATIONAL FUND MFDP					
Petty Cash or Imprest					
MFDP Petty Cash	US\$		-	-	
MFDP Petty Cash	LRD		-	-	
Total held in petty cash:			-	-	-
Bank Accounts MFDP					
MFDP Operational Fund	US\$		2,523	109,456	106,933
MFDP Operational Fund	LRD		27,930	27,930	0
Total held in Bank Accounts:			30,453	137,386	106,933
Total Cash and Bank Balances at the end of the period (Operational Fund):			30,453	137,386	106,933
CAPITAL DEVELOPMENT FUNDS (DONOR FINANCED PROJECTS)					
Petty Cash or Imprest					
C4DE			1,141	5	(1,136)
Total held in petty cash:			1,141	5	(1,136)
Bank Accounts					
C4DE Operational Fund	US\$				-
Total held in Bank Accounts:			-	-	-
Total Cash and Bank Balances at the end of the period (Donor Financed Projects):			1,141	5	(1,136)
TOTAL CASH AND BANK BALANCES - ALL PUBLIC FUNDS			31,594	137,391	105,797

Notes to the Financial Statements

1. General Information and Accounting Policies

The principal address of the reporting entity is:

Ministry of Finance & Development Planning (MFDP)
Broad & Mechlin Streets
Monrovia, Liberia

Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the Government of the Republic of Liberia in preparing and presenting the financial statements.

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

(a) Basis of preparation

These financial statements have been prepared in accordance with the requirements of the Public Financial Management Act, 2009 and comply with the Cash Basis International Public Sector Accounting Standard (Cash Basis IPSAS): Financial Reporting under the Cash Basis of Accounting.

The measurement basis applied is the historical cost basis, except where otherwise stated in the accounting policies below. The accounting policies adopted have been consistently used throughout.

(b) Reporting entity

The financial statements are for the Ministry of Finance & Development Planning.

(c) Reporting currency and translation of foreign currencies

• Functional and presentation currency

The functional currency is the Liberian Dollars & the United States Dollars and the reporting currency is the United States Dollars, which is legal tender of the Republic of Liberia. Items included in the financial statements are measured in the currency of the primary economic environment in which the entity operates.

(ii) Translation of transactions in foreign currency

Foreign currency transactions are translated into United States Dollars using the exchange rates prevailing at the dates of the transactions. Closing monetary balances are translated into the reporting currency using the closing rates. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at the end of the year exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of financial performance.

(d) Reporting Period

The reporting period for these financial statements is the Annual of the financial year of the Government of Liberia which runs from July 1, 2017 to June 30, 2018.

• **Payments by Third Parties**

The Ministry or Agency also benefits from goods and services purchased on its behalf as a result of cash payments made by third parties during the period by way of loans and contributions. The payments made by the third parties do not constitute cash receipts or payments by the Ministry or Agency but do benefit it. They are disclosed in the *Payments by third parties* column in the Statement of Cash Receipts and Payments and other financial statements.

• **Receipts**

Receipts represent cash received by the entity during the year and comprise Authorized allocation/appropriations, Grants, Borrowings and Other receipts.

Receipts are recognized as follows:

(i) **Authorized allocations**

Authorized allocations are recognized when they are received and under the control of the Ministry or Agency.

(ii) **Grants and Borrowings**

Grants and Borrowings are recognized when received. Similarly, grants/transfers to other entities of government are recognized when disbursement is made.

(iii) **Other Receipts**

Other receipts are recognized when received and under the control of the Ministry or Agency.

g) **Expenses**

In general, all expenses are recognized in the statement of Cash Receipts and Payments when paid for. However in the Statement of Financial Performance, expenses are recognized when incurred. Expenses incurred but not paid for are recognized in the Statement of Financial Position as a liability.

(h) **Property, Plant and Equipment (physical assets or fixed assets)**

Property, plant and equipment principally comprises land, buildings, plant, vehicles, equipment, and any other capital assets controlled by the Ministry or Agency.

Under government's cash basis of accounting, purchases of property, plant and equipment are expended fully in the quarter of purchase. However, a memorandum record is maintained in the Fixed Asset Registers at historical cost for all non-current assets of the Ministry or Agency.

Unrealized gains or losses arising from changes in the values of property, plant and equipment are not recognized in the financial statements. Proceeds from disposal of

property, plant and equipment are recognized as non-tax receipt in the period in which it is received.

(i) **Other policy notes**

Other policy notes relating to encouraged disclosures may be included. Examples can be found in part 2 of this Standard (The encouraged disclosures)

2. Authorized Allocation from GOL

Authorized allocations are in two-fold; payments made to the entity and under its "control" while the other refer to payment made on behalf of the entity outside of the control of the entity but through the budgetary process.

A. Receipts internally controlled by the Ministry of Finance & Development Planning

For the period under review (July 1, 2017 – June 30, 2018), the total receipts for the MFDP that was internally controlled amounted to USD 803,548

A. Operational Fund

SUMMARIZED SCHEDULE			
RECEIPTS Controlled by MFDP			
FY 2017 - 2018			
RECEIPTS			
Schedule 2a Funds controlled by MFDP			
AUTHORIZED ALLOCATION FROM GoI:			
	Receipts in US\$	Translated LRD \$(LRD to USD)	Total US\$
Operational Fund	420,798	382,750	803,548
TOTAL	420,798	382,750	803,548

Receipts controlled by Other Government Entities

Cash receipts controlled by other Government entities comprise budgetary allocations for used by the Ministry of Finance & Development Planning to cover Compensation to employees, use of goods and services, consumption of fixed capitals and grants.



Receipts controlled by other entity amounted to US\$ 23,573,649 for the period July 1, 2017 to June 30, 2018

COA	EXPENDITURE CATEGORY/OBJECT	Receipt
21	COMPENSATION OF EMPLOYEES (COE)	
211101	Basic Salary-Civil Service	9,544,924
211104	Honorarium	59,950
211128	Training Stipend	2,750
211129	Transport Reimburse.Allowance	8,030
211130	Residential Rental & Lease Allowance	2,400
Total (COE)		9,618,054

22	USE OF GOODS & SERVICES (UOGS)	
221101	Foreign Travel-Means of Travel	182,774
221102	Foreign Travel-Daily Subsistence Allowance	124,360
221103	Foreign Travel-Incidental Allowance	26,600
221104	Domestic Travel-Means of Travel	-
221105	Domestic Travel-Daily Subsistence Allowance	49,443
221107	Carriage, Haulage, Freight and Transport Hire	-
221201	Electricity	-
221202	Water Sewage	19,385
221203	Telecommunications, Internet, Postage and Courier	188,908
221302	Residential Property Rental & Lease	-
221303	Office Building Rental & Lease	38,500
221305:	Vehicle Rental & Lease	-
221401	Fuel & Lubricants-Vehicles	339,717
221402	Fuel & Lubricants-Generators	15,113
221501	Repairs & Maintenance-Civil	50,923
221502	Repairs & Maintenance-Vehicles	50,283
221503	Repairs & Maintenance-Generato	23,378
221504	Repairs & Maintenance-Machinery, Equipment & Furniture	92,055
221505	Repairs & Maintenance-ICT	-
221506	Repairs and Maintenance- Motorcycles & Othe	-
221601	Cleaning Materials & Services	45,589
221602	Stationery	85,775
221603	Printing, Binding & Publication Services	85,995
221605	Computer Supplies & ICT Services	4,325
221606:	Other office material & consumable	-
221604	Newspapers, Books & Periodicals	-
221607	Employee I.D. Cards	-
221701	Consultancy	458,676
221804	Uniforms & Specialized Clothing	6,235
221811	Feasibility Studies and Surveys	-
221813	Media Relations, Intelligence & Promotion	-
221903	Staff Training-Local	-
221904	Staff Training-Foreign	-
221905	Tax Education	-
221906	Study Tours	-
221907	Scholarships-Local	-
221908	Scholarships-Foreign	-
221909	Capacity Building	-
222102	Workshops, Conferences, Symposia and Seminars	4,090
222103	Food & Catering Services	35,312
222104	Tools Small Equipment and Household Materials	-
222105	Entertainment, Representation & Gift	69,500
222106	Employee Awards	-
222109	Operational Expenses	-
222112	IFMIS Recurrent Cost	443,455
222116	Bank Charges	187,250
222137	Japanese Concession Fees	800,000
223105	Land Insurance	-
223101	Personnel Insurance	44,352
223106	Vehicle Insurance	38,780
224117	Principal Repayment - Domestic	254,893
Total (UOGS)		3,765,666

23	CONSUMPTION OF FIXED CAPITAL (COFC)	
232101	Non-Residential Building	-
231151	Transport Equipment	-
232211	Machinery Other Equipmet	-
232221	Furniture & Fixture	15,827
232301	ICT Infrastructure, Hardware, Networks Facilities	294,152
Total (COFC)		309,979

24 Interest & Other Charges		
	Interest on Foreign Debt	1,807,618
	Interest on other Dom. Debt	1,150,858
Total (IAOC)		2,958,476

26	GRANTS	
262102	Trade Agreement Levy - ECOWAS	-
262104	Contributions to Int'l Organizaation	390,035
262107	Transfer to ECOWAS National Coord. Comm.	71,726
262108	Transfer to African Peer Review Sacretariat	230,872
262112	Transfer to SOE	100,077
262113	Transfer to SIDA	345,136
262201	Contributions to Int'l Org MRU	440,000
263106	Contingency Transfers - Recurrent	3,829,824
263107	Transfer to LIMPAC	186,874
263116	Transfer to PFM Reform Sacretariat	346,391
263151	Transfer to NIOC Interim Management Team	29,999
263646	Transfer to Project Financial Management	174,265
263647	Transfer to LEC Reserved Funds	289,992
263802	Transfer to Liberia Petroleum Regulatory Authority	149,997
264108	Institute of Certified Public Accountants	192,105
265509	Transfer to MCC Compact Project	144,181
Total (Grants)		6,921,474

Total	23,573,649
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3. OTHER RECEIPTS

Other receipts internally controlled by the Ministry of Finance & Development Planning

For the period under review (July 1, 2017 – June 30, 2018) other receipts amounted to US\$ 63,089

Date	Receipt	Description	Amount
17-Oct-17	MFDP Operational Account	Support to MFDP Outstation Employees in the performance Management System to be financed from the Disbursement Link Indicators (DLI) under the Public Sector Modernization Project (PSMP).	40,000
15-Jun-18	MFDP Operational Account	Receipt from the UNICEF to MFDP to fund the development of the PADP.	10,050
15-Jun-18	MFDP Operational Account	Receipt from the UNICEF to fund the 2nd stakeholders consultation Dialogue on the GoI National Development Agenda (PADP).	13,039
			63,089

4. Receipts by third party on behalf of MFDP

During the period under review, total third party payment made on behalf of the MFDP by the Public Financial Management Unit amounted to US\$818,532 (July 1, 2017 – June 30, 2018).

Quarterly Schedule of Third Party Payments		
Quarter I-IV		
Quarter	Amount	Percentage Composition
Quarter I	US\$505,191	62%
Quarter II	US\$180,386	22%
Quarter III	US\$63,839	8%
Quarter IV	US\$69,115	8%
Total	US\$818,532	100%

5. Compensation of employees

Compensation to employees accounts for all payments made directly to employees for work performed during the quarter under review. It includes Basic-Salary-Civil Services (payments to all GOL personnel irrespective of title or designation) and Honorarium.

- During the period under review (July 1, 2017 – June 30, 2018), total employee cost for MFDP amounted to US\$9,618,054.

COA	EXPENDITURE CATEGORY/OBJECT	Expenditure
21	COMPENSATION OF EMPLOYEES (COE)	
211101	Basic Salary-Civil Service	9,544,924
211104	Honorarium	59,950
211128	Training Stipend	2,750
211129	Transort Reimburse.Allowance	8,030
211130	Residential Rental & Lease Allowance	2,400
Total (COE)		9,618,054

6. Goods & Services - Supplies and Consumables

A. Payment internally controlled by MFDP

SUMMARIZED SCHEDULES			
PAYMENTS Controlled by MFDP			
FY 2017-18			
PAYMENTS			
	Payments in US\$	Translated US\$(LRD to USD)	Total US\$
Operational Expenses	474,262	231,995	706,257
Others (Bank Charges)	225	113	338
TOTAL	474,487	232,109	706,596

B. Payment controlled by other government entities

22	USE OF GOODS & SERVICES (UOGS)	
221101	Foreign Travel-Means of Travel	182,774
221102	Foreign Travel-Daily Subsistence Allowance	124,360
221103	Foreign Travel-Incidental Allowance	26,600
221104	Domestic Travel-Means of Travel	-
221105	Domestic Travel-Daily Subsistence Allowance	49,443
221107	Carriage, Haulage, Freight and Transport Hire	-
221201	Electricity	-
221202	Water Sewage	19,385
221203	Telecommunications, Internet, Postage and Courier	188,908
221302	Residential Property Rental & Lease	-
221303	Office Building Rental & Lease	38,500
221305:	Vehicle Rental & Lease	-
221401	Fuel & Lubricants-Vehicles	339,717
221402	Fuel & Lubricants-Generators	15,113
221501	Repairs & Maintenance-Civil	50,923
221502	Repairs & Maintenance-Vehicles	50,283
221503	Repairs & Maintenance- Generato	23,378
221504	Repairs & Maintenance-Machinery, Equipment & Furniture	92,055
221505	Repairs & Maintenance-ICT	-
221506	Repairs and Maintenance- Motocycles & Othe	-
221601	Cleaning Materials & Services	45,589
221602	Stationery	85,775
221603	Printing, Binding & Publication Services	85,995
221605	Computer Supplies & ICT Services	4,325
221606:	Other office material & consumable	-
221604	Newspapers, Books & Periodicals	-
221607	Employee I.D. Cards	-
221701	Consultancy	458,676
221804	Uniforms & Specialized Clothing	6,235
221811	Feasibility Studies and Surveys	-
221813	Media Relations, Intelligence & Promotion	-
221903	Staff Training-Local	-
221904	Staff Training-Foreign	-
221905	Tax Education	-
221906	Study Tours	-
221907	Scholarships-Local	-
221908	Scholarships-Foreign	-
221909	Capacity Building	-
222102	Workshops, Conferences, Symposia and Seminars	4,090
222103	Food & Catering Services	35,312
222104	Tools Small Equipment and Household Materials	-
222105	Entertainment, Representation & Gift	69,500
222106	Employee Awards	-
222109	Operational Expenses	-
222112	IFMIS Recurrent Cost	443,455
222116	Bank Charges	187,250
222137	Japanese Concession Fees	800,000
223105	Land Insurance	-
223101	Personnel Insurance	44,352
223106	Vehicle Insurance	38,780
224117	Principal Repayment - Domestic	254,893
Total (UOGS)		3,765,666

C. Payment controlled by external parties

Summary Schedule		
Payments Made By External Parties		
July – June 30, 2018		
Source of funding	Category of Expenditure	Amount
1 st Quarter	Goods & Services	324,960
2 nd Quarter	Goods & Services	166,831
3 rd Quarter	Goods & Services	65,712
4 th Quarter	Goods & Services	US\$ 55,367
Total		US\$612,872

7. Grant

26	GRANTS	
262102	Trade Agreement Levy - ECOWAS	-
262104	Contributions to Int'l Organizaation	390,035
262107	Transfer to ECOWAS National Coord. Comm.	71,726
262108	Transfer to African Peer Review Sacretariat	230,872
262112	Transfer to SOE	100,077
262113	Transfer to SIDA	345,136
262201	Contributions to Int'l Org MRU	440,000
263106	Contingency Transfers - Recurrent	3,829,824
263107	Transfer to LIMPAC	186,874
263116	Transfer to PFM Reform Sacretariat	346,391
263151	Transfer to NIOC Interim Management Team	29,999
263646	Transfer to Project Financial Management	174,265
263647	Transfer to LEC Reserved Funds	289,992
263802	Transfer to Liberia Petroleum Regulatory Authority	149,997
264108	Institute of Certified Public Accountants	192,105
265509	Transfer to MCC Compact Project	144,181
Total (Grants)		6,921,474

8.A. other transfer payments

24	Interest & Other Charges	
	Interest on Foreign Debt	1,807,618
	Interest on other Dom. Debt	1,150,858
Total (IAOC)		2,958,476

B. Goods and Other Services by third party

Total Others paid by third party for the period July 1 to June 30. 2018 stands at **US\$205,660**

Summary Schedule		
Payments Made By External Parties		
July – June 30, 2018		
Source of funding	Category of Expenditure	Amount
1 st Quarter	Others	180,230
2 nd Quarter	Others	13,555
3 rd Quarter	Others	-1,873
4 th Quarter	Others	US\$13,748
Total		US\$205,660

9. Capital Expenditure.

The Ministry of Finance & Development Planning Capital Expenditure for the period under review amounted to **US\$309,979**

23	CONSUMPTION OF FIXED CAPITAL (COFC)	
232101	Non-Residential Building	-
231151	Transport Equipment	-
232211	Machinery Other Equipmet	-
232221	Furniture & Fixture	15,827
232301	ICT Infrastructure, Hardware, Networks Facilities	294,152
Total (COFC)		309,979

10. Increase/Decrease in Cash

US\$160,041 as reported in the Statement of Cash Receipts and Payments represents an increase in cash and is calculated by deducting the total payments for the period from the total receipts.

11. Cash at the beginning of the year (Operational Fund)

Cash at the beginning of the Fiscal Year 2017/2018 as reported in the Statement of Cash Receipts and Payments, stands at US\$30,453. This amount represents a US\$881 increase from the ending balance (US\$29,572) as was reported in the FY 2016/2017 Financial Statement.

Account Title	Opening Bank Balance @ January 2018
MFDP's Operational Account	US\$30,453
Total	US\$30,453

1-Jan-18	Lonestar Communications Corp.	Reversal of Payment for the procurement of Six (6) pieces of LTE Mifi Modem and Data Activation for the Public Expenditure Tracking Survey (PETS) in June, 2017	Reversal	230
1-Jan-18	Office Ideas	Reversal of payment for the procurement of internet Router to be used in the office of Ms. Ruby Z. Foly, Sr. Training and Development Analyst, Ministry of Finance and Development Planning in June, 2017	Reversal	170
1-Jan-18	Master Trading Center	Reversal of payment for the procurement of two (2) tires for utility vehicle RL-1653 assigned to the Department of Fiscal Affairs, MFDP in June, 2017	Reversal	450
	Others		Refund	30
TOTAL				881

12. Foreign currency translation

The operational fund for the Ministry of Finance & Development Planning was paid in both Liberian and United States Dollars at the monthly rate published by the Central Bank of Liberia. The figure US\$-53,108 represents difference in currencies translation.

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13. Cash at the end of the year (Operational Funds)

Total cash at the end of the year under review for Operational Funds amounted to US\$137,386

14. Grants (Donor Funds)

During period under review the Ministry received the amount of US\$6,910 from Donor (UNDP)

15. Payments - (Donor Funds) Supplies and Consumables

Total Payment made by MFDP from donor funds accounted for US\$8,046

16. Increase or decrease in cash (Capital Development Funds)

US\$1,141 as reported in the Statement of Cash Receipts and Payments represents the total cash at the beginning of the year.

17. Cash at the end of year (Capital Development Funds)

Total cash at the end of the year Donor Funds amounted to US\$5

18. Cash at the Beginning of year (All funds)

Total cash at the beginning of the year under review for All Funds amounted to US\$31,594

19. Cash at the end of year (All funds)

Total cash at the end of the year under review for All Funds amounted to US\$137,391



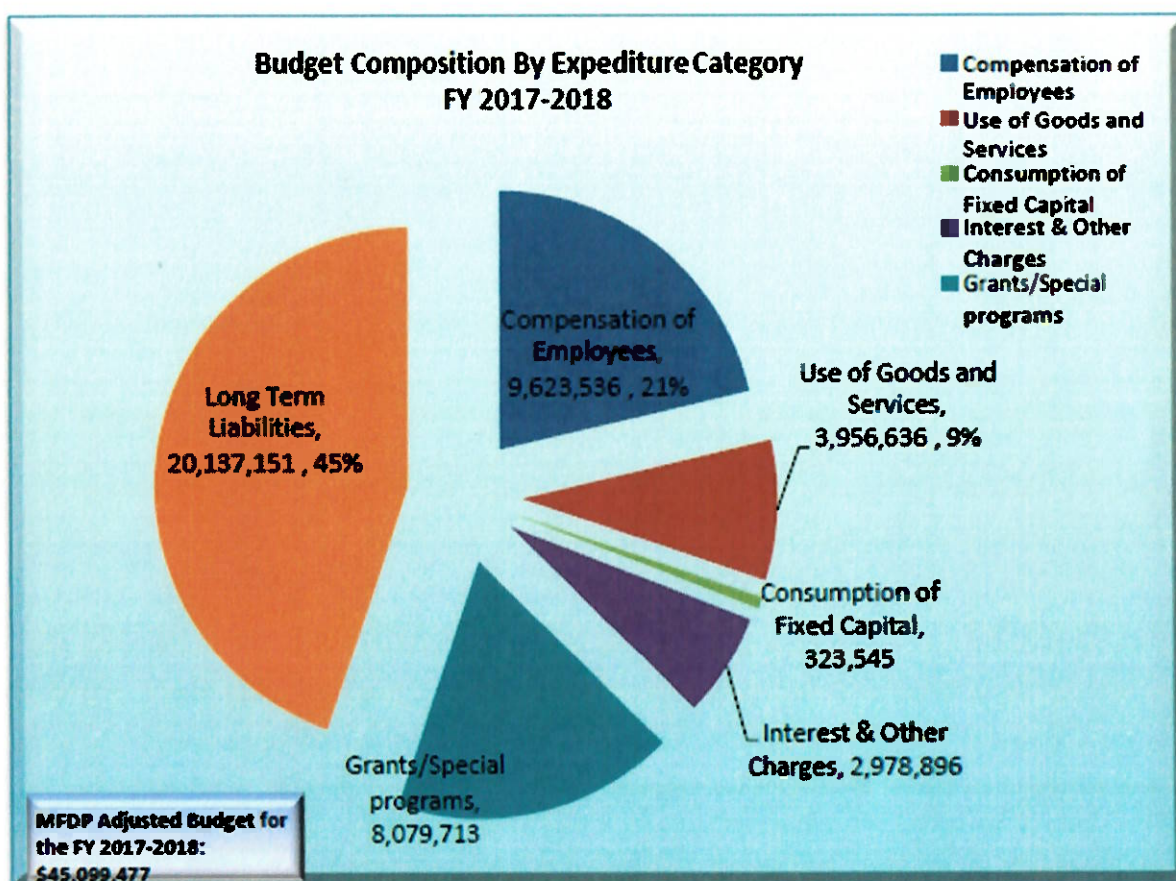
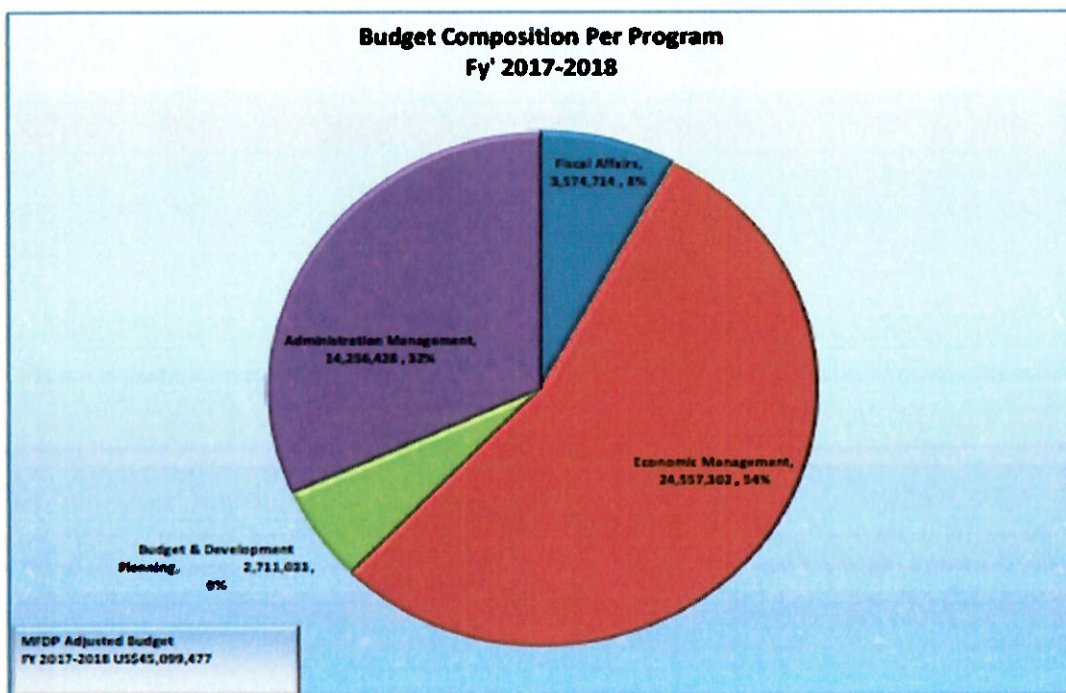
Additional Disclosures

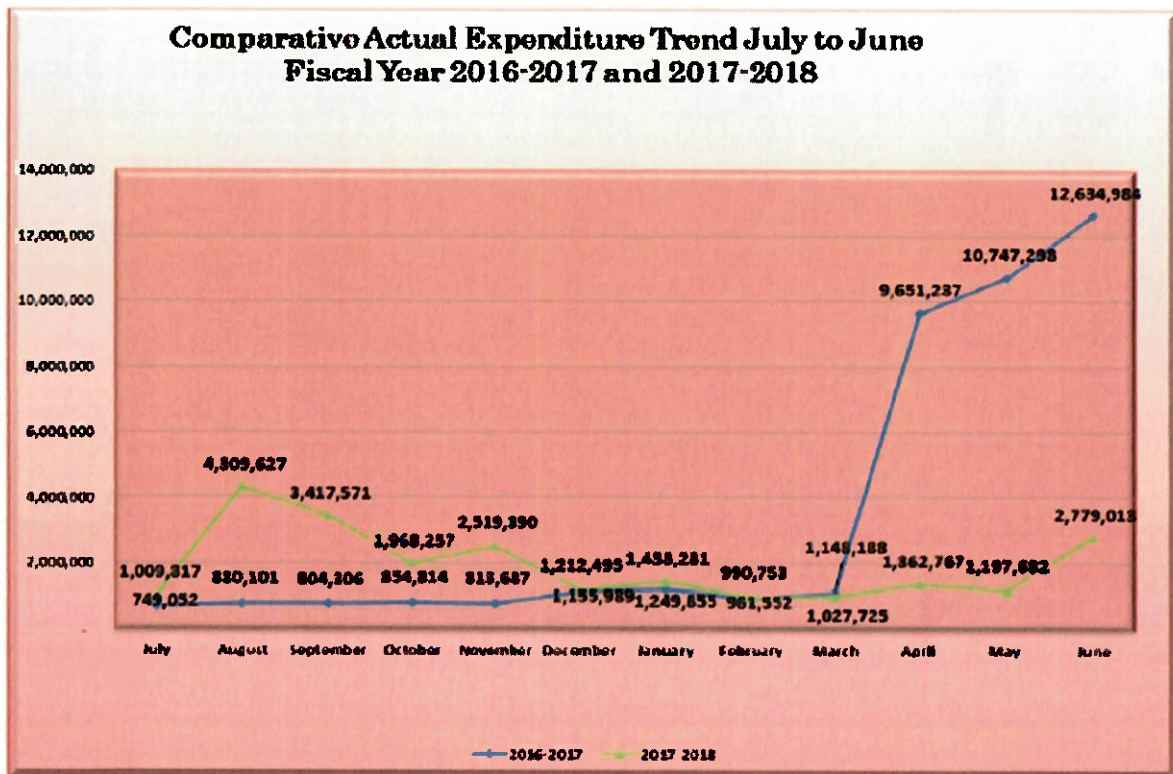
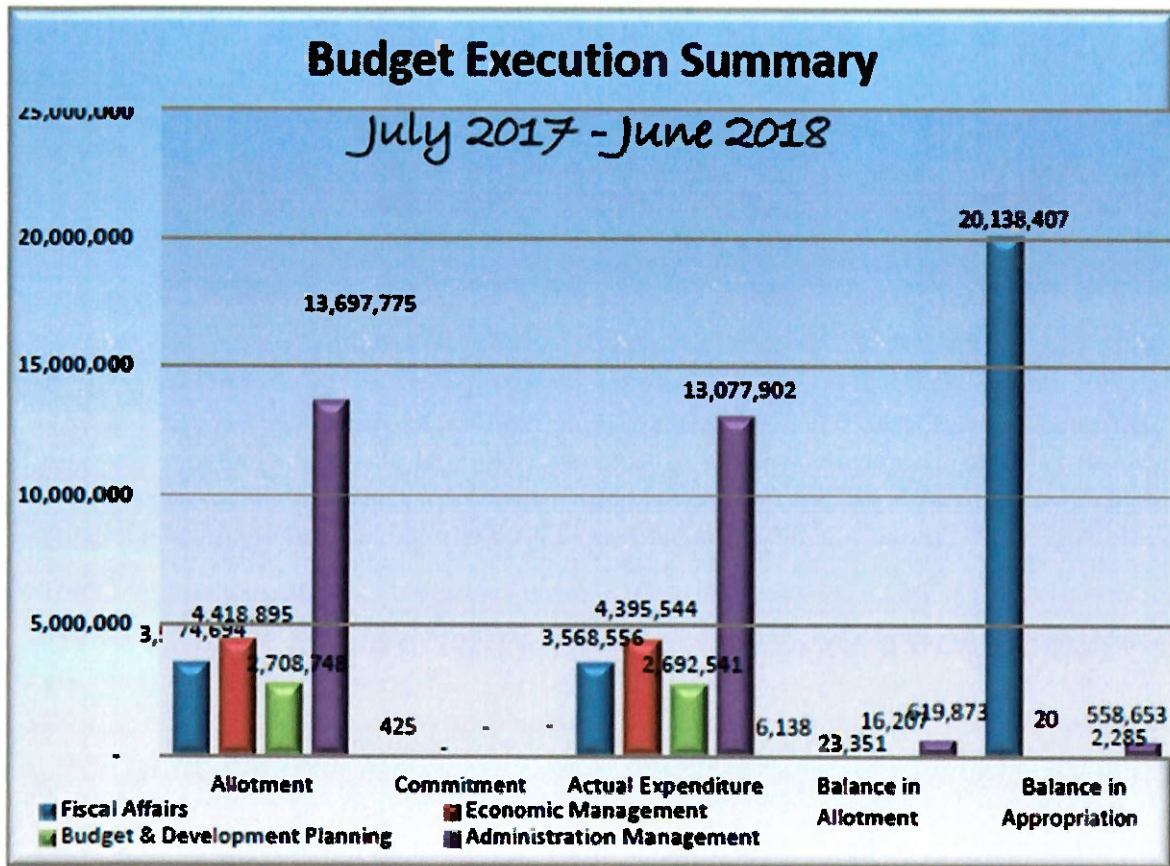
✓ **Budget performance analysis:**

MINISTRY OF FINANCE & DEVELOPMENT PLANNING (MFDP)															
BUDGET EXECUTION REPORT (BER)															
FY 2018															
SUMMARY BY PROGRAM															
NO	PROGRAM	PROPORTION	CONTINGENT REACTION	BUDGETARY TRANSFER	ADJUSTED APPROPRIATION	ALLOTMENT YTD	% OF APPROPRIATION ALLOTTED	COMMITMENT	ACTUAL EXPENDITURE ACTUAL EXPENDITURE YTD	CUMULATIVE	BALANCE IN ALLOTMENT	BALANCE IN APPROPRIATION	UNENCUMBERED BALANCE	BUDGET PERFORMANCE	
														% OF ACTUAL SPENDING	% OF ACTUAL SPENDING
1040100	FISCAL AFFAIRS	3,062,760	-	522,749	3,304,714	3,304,714	100%	425	3,304,714	3,304,714	5,713	20	3,304,714	100%	100%
1040200	ECONOMIC MANAGEMENT	30,487,397	-	(6,930,095)	24,557,302	4,418,895	18%	-	4,394,784	4,394,784	24,111	20,138,407	20,162,518	28%	99%
1040300	BUDGET AND DEVELOPMENT	2,633,910	-	57,117	2,711,033	2,708,748	100%	-	2,649,453	2,649,453	99,295	2,285	61,580	98%	98%
1040400	ADMINISTRATION	11,857,454	-	2,398,974	14,256,428	13,607,775	96%	-	12,960,856	12,960,856	796,919	558,653	1,206,372	91%	93%
Total		48,060,732	-	(3,961,255)	45,099,477	24,400,112	54%	425	23,573,649	23,574,074	826,030	20,699,365	21,525,403	52%	97%

21	COMPENSATION OF EMPLOY	3,062,760	-	530,056	3,623,536	3,623,536	100%	-	3,618,054	3,618,054	5,482	-	5,482	100%	100%
22	USE OF GOODS & SERVICES	3,101,545	-	855,091	3,956,636	3,950,097	100%	425	3,765,666	3,766,091	187,825	2,720	186,683	95%	95%
23	CONSUMPTION OF FIXED CA	2,900	-	320,645	323,545	323,545	100%	-	309,979	309,979	13,566	-	13,566	96%	96%
24	Interest & other charges	3,738,855	-	(759,959)	2,978,896	2,382,714	100%	-	2,958,476	2,958,476	20,419	1	20,420	99%	99%
26	GRANTS / SPECIAL PROGRAM	6,840,243	-	1,239,470	8,079,713	7,520,220	93%	-	6,921,474	6,921,474	598,746	559,493	1,179,440	86%	92%
41	LONG TERM LIABILITIES	26,283,709	-	(6,146,558)	20,137,151	-	0%	-	-	-	-	20,137,151	20,137,151	0%	0%
Total		48,060,732	-	(3,961,255)	45,099,477	24,400,112	54%	425	23,573,649	23,574,074	826,030	20,699,365	21,525,403	52%	97%

YTD Consolidated Budget Performance Indicator		
PROGRAM	% OF ACTUAL SPENDING/ APPROPRIATION	% OF ACTUAL SPENDING/ ALLOTMENT
FISCAL AFFAIRS	100%	100%
ECONOMIC MANAGEMENT	18%	99%
BUDGET & DEVELOPMENT PLANNING	98%	98%
ADMINISTRATION MANAGEMENT	91%	95%
TOTAL	52%	97%





Liabilities Schedule

During Fiscal Year 2017/18, the MFDP incurred a liability which amounted to US\$150,455.61 was unsettled due to limited budgetary allocations.

Summary per Account Category & Classification			SUMMARY: CATEGORY PER YEAR & CLASSIFICATION		
Summary by Account Category					
Use of Goods & Services		150,455.61	Use of Goods & Services		150,455.61
Consumption of Fixed Capital		-	Consumption of Fixed Capital		-
Total		150,455.61	Total		150,455.61
Summary of Account Class			Details Per Fiscal Year		
Code	Account Title	Amount			
2211	Foreign Travel-Mean	22,747	2211	Foreign Travel-Mean	22,747
2211	Foreign Travel-DSA	1,548	2211	Foreign Travel-DSA	1,548
2211B	Foreign Travel-Incidental Allowance	840.00	2211B	Foreign Travel-Incidental Allowance	840.00
221203	Telecommunication	34,950.00	221203	Telecommunication	34,950.00
223106	Vehicle Rental	11,369.00	223106	Vehicle Rental	11,369.00
2254	Repairs Maintenance-Machinery	1,350.00	2254	Repairs Maintenance-Machinery	1,350.00
2254	Repairs Maintenance-Vehicle	54,265.11	2254	Repairs Maintenance-Vehicle	54,265.11
2223	Food & Catering Services	3,637.00	2223	Food & Catering Services	3,637.00
2293	Staff Training-Local	320.00	2293	Staff Training-Local	320.00
2263	Printing, Binding & Publication	18,930.00	2263	Printing, Binding & Publication	18,930.00
2220	Workshop	500.00	2220	Workshop	500.00
	Total	150,455.61		Total	150,455.61

