

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

REPORT

OF



THE INDEPENDENT AUDITOR

ON

THE FINANCIAL STATEMENTS OF  
GENERAL AUDITING COMMISSION  
OF LIBERIA

FOR THE YEAR ENDED  
30 JUNE 2017





Promoting Accountability of Public Resources

## General Auditing Commission (GAC)

### FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED  
JUNE 30, 2017



**Yusador S. Gaye, CPA, CGMA**

**Auditor General, R.L.**

## TABLE OF CONTENTS

STATEMENT OF RESPONSIBILITIES OF THE AUDITOR GENERAL, RL .....	ii
MANAGEMENT DISCUSSION AND ANALYSIS ON THE FINANCIAL STATEMENTS .....	iii
Introduction .....	iii
The Approved Budget.....	iii
Financial Performance .....	iii
Concerns and Strategic Focus .....	iv
STATEMENT OF CASH RECEIPTS AND PAYMENTS .....	1
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNT.....	3
STATEMENT OF CASH POSITION .....	4
NOTES TO THE FINANCIAL STATEMENTS.....	6
APPENDICES .....	11



## **STATEMENT OF RESPONSIBILITIES OF THE AUDITOR GENERAL, R.L**

The following Financial Statements set out from pages 1 to page 11 have been prepared on the Cash Basis in accordance with International Public Sector Accounting Standards (IPSAS) and in compliance with the Public Finance Management Act, 2009.

In accordance with the provisions of the Public Finance Management Act, I am responsible for the control and accounting of funds and all other public funds received, held and expended for and on behalf of the General Auditing Commission (GAC).

Section 3.6 (a) and (c) of the General Auditing Commission Act of 2014 requires that the financial statements of the GAC be completed within three (3) months of the end of the fiscal year and its audited statements submitted by the independent auditors to the Legislature within an additional two (2) months. Accordingly, I am pleased to submit the required Statement of Receipts and Payments for the fiscal year ended June 30, 2017. I hope the notes to the Financial Statements will further clarify the information in 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 Finance Management Act, 2009.



.....  
Yusador S. Gaye, CPA, CGMA  
**Auditor General, R.L**

*8/15/2019*  
.....  
Date



## **MANAGEMENT DISCUSSION AND ANALYSIS ON THE FINANCIAL STATEMENTS**

### **Introduction**

This Section gives a synopsis of significant items, transactions and events presented in the Financial Statements and the factors that influenced them. It introduces the statements and presents an analytical overview of the GAC's financial activities for fiscal year 2016/2017.

### **The Approved Budget**

The original budget for the General Auditing Commission was US\$5,768,142 but the fiscal outturn summed at US\$ 5,479,735, which we have considered the final budget. Likewise, the original budget for the Integrated Public Financial Management Reform Project (IPFMRP) (grants) was US\$ 264,244 and the outturn from third party payment was US\$261,380.

The Commission incurred a 54.7% over expenditure in goods and services. This happened because cash brought forward from previous period was expended in the reporting period to settle obligations.

### **Financial Performance**

The General Auditing Commission received US\$5,227,468 as budgetary allocation for FY16/17. Of this amount, Compensation of Employees constituted 87% and the remaining 13% was allocated to Goods and Services Consumed. Other receipts which totaled US\$566,084 include a receipt of US\$10,993 from Ministry of Health, US\$5,480 from Lofa County Community College audit, US\$10,970 from National Oil Company of Liberia, US\$150,000 from Liberia Petroleum Refinery Company, US\$35,068 from PFMU, US\$ 7,434 from Civil Service Agency as audit fees. US\$20,000 from Roberts International Airport, US\$13,975 from the Ministry of Agriculture, US\$50,000 from the National Port Authority, US\$37,500 from NASSCORP, US\$175,000 from PFMU, US\$11,196 from Ministry of Lands Mines & Energy as well as US\$31,170 from IPFMRP audit. There were also miscellaneous collections of US\$7,298 that covered refunds, and bid document purchases and made up the total of Other Receipts. Additionally, the Commission received from INTOSAI a refund amount of US\$1,712 for the printing of reports of which US\$30 was used for the transfer of said amount. Hence, the total cash receipt that was controlled by the Commission through its bank account during the fiscal period is US\$5,795,264.

Total staff compensation during the period was US\$4,560,609. This amount also included retirement benefit for personnel that the Commission laid off during the fiscal year. In addition, US\$1,291,706 was spent to pay for Goods and Services provided, with 51% being spent on audit activities, 13% on Fuel and Lubricants, and the remaining on other budgetary lines. Other payments included bank charges, pass-through expenditure and exchange losses and gains on operational transactions that amounted to US\$9,462. Total payments from budgetary allocations for the fiscal period was US\$5,861,777.

The IPFMRP also made third party payments on behalf of the GAC during the period under review. These payments covered the cost of hiring a consultant. The IDI also sponsored and made payment on behalf of the GAC. The payment made by the IDI was for air tickets, accommodation, per Diem, conference package and meal. The total payment advice made available to the Commission sums



*General Auditing Commission  
Financial Statements  
For The Fiscal Year Ended June 30, 2017*



Promoting Accountability of Public Resources

up to US\$275,970.

**Concerns and Strategic Focus**

The GAC completed twenty-five (25) audits and commissioned an additional thirty-Five (35) during the reporting period, as audit is our core activity. Management did not complete the additional twenty-four (24) audits during the fiscal year due to challenges such as lack of readiness from the auditees and other related factors.

Yusador S. Gaye, CPA, CGMA

**Auditor General, R.L**

Date



# REPUBLIC OF KENYA

Telephone: +254-20-342330  
Fax: +254-20-311482  
E-mail: oag@oagkenya.go.ke  
Website: www.kenao.go.ke



P.O. Box 30084-00100  
NAIROBI

## OFFICE OF THE AUDITOR-GENERAL

### REPORT OF THE INDEPENDENT AUDITOR ON GENERAL AUDITING COMMISSION OF LIBERIA FOR THE YEAR ENDED 30 JUNE 2017

---

#### REPORT ON THE FINANCIAL STATEMENTS

##### Opinion

I have audited the accompanying financial statements of General Auditing Commission of Liberia set out on pages 1 to 11, which comprise the statement of cash position as at 30 June 2017, and the statement of cash receipts and payment, the statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Section 37 (4) of the Public Finance Management Act, 2009 and Section 3.6 of General Auditing Commission Act, 2014. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the cash position of General Auditing Commission of Liberia as at 30 June 2017 and of its receipts and payments for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2009 of the Laws of Liberia.

##### Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of General Auditing Commission of Liberia in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Liberia. 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, are of most significance in the audit of the financial statements. I have determined that there are no key audit matters to communicate in my report.

##### Other Matters

The following matters came to my attention during the audit.

---

*Report of the Independent Auditor on the Financial Statements of General Auditing Commission of Liberia for the year ended 30 June 2017*

## **1. Audit of Consolidated Fund Account**

Section 37 of the GAC Act, 2014 stipulates that the Minister for Finance shall prepare the Consolidate Fund financial statements not later than 4 months after the end of fiscal year (31 October). The Auditor-General shall in turn audit and submit report to the legislature on the financial statements not later than 4 months (28 February). As at the time of finalizing this audit, and one and half years past the stipulated deadline, the Auditor-General was yet to opine and issue the audit report on the Fund financial statements. Although the Commission management attributed the delay to late submission of the financial statements and non-cooperation of the auditee, this had inordinately taken long. Consequently, the Auditor-General is in breach of Section 37 of the GAC Act, 2014.

## **2. Inadequate Funding of the Commission**

During the year under review, National Government disbursements to the Commission amounted to US\$5,227,468 (2016-US\$5,740,382) representing 8.9% decline. Further, this was against the submitted budget of US\$14,759,045 and resulting in a deficiency of US\$9,531,577 or 65% of the submitted budget. The reduction was effected by the overall national budgetary process without considering the provisions of Section 3.2 (a)(V) of the GAC Act, 2014 which stipulates that GAC is an autonomous public commission and shall have the right to financial autonomy. This is also contrary to Lima & Mexico Declarations on SAls' independence. This reduction may have affected GAC ability to deliver of its mandate.

## **3. Prior Year Audit Findings**

As reported previously the following audit observations remained unresolved: -

### **3.1. Insufficient Resources to Undertake Audits**

As previously reported, the Commission continues to operate with two (2) Deputy Auditor Generals (DAGs) instead of the stipulated three in accordance with Section 2.2.1 of the GAC Act, 2014. Further, only one DAG is charged with the audits as the other is vested with administration. Further, there was notable deficit in staff auditors as evidenced by mandate coverage from the statement of management discussion and analysis of the financial statements for the year ended 30 June 2017. During the period, the Commission completed twenty-five (25) audits against its mandate of 124 audits translating to 20% coverage. GAC management response that most of the budget is audited at the consolidated fund financial statements is inadequate as the implementation of the budgeted activities is undertaken at the individual Ministries and Agencies level not currently audited.

From the foregoing, GAC's mandate of ensuring accountability and transparency in the use and management of public funds is not being achieved.

### **3.2. Discretionary Mandate of the Auditor- General**

Section 2.1.3 (a) of the GAC Act, 2014 stipulates "the Auditor-General shall carry out such audits and inquiries as he/she considers necessary". Further, Section 2.1.3(c) stipulates "the Auditor-General shall have the right to determine which audits are to be carried out, to select the type of audits to be carried out, when to carry them out and report the findings". The



implication is the Auditor-General has the discretion on the entities to or not to audit. This is contrary to International Standards of Supreme Audit Institutions (ISSAIs) 1 Part VII Section 18 (3) which stipulates "all public financial operations, regardless of whether or how they are reflected in the national budget, shall be subject to audit by the Supreme Audit Institution". However, an amendment to remedy the inconsistency is underway in the proposed draft regulations, and optimum performance of the GAC.

### **3.3. Auditor-General Control Over Staff**

Further, Section 2.1.8 (c) of the GAC Act, 2014 stipulates "the Auditor General shall have the right to appoint staff, dismiss staff and set the terms and conditions of service". However, Section 2.2.1 of the Act stipulates "the President shall appoint at least three Deputies for the GAC" while Section 2.2.6 (b) states "a Deputy Auditor General may be removed from the office by the President, in consultation of the Legislature, consistent with due process, only for cause, malfeasance, gross breach of duty, acts of impropriety or failure to carry out his/her duty and functions". The later two provisions conflict with Section 2.1.8 (c) of the GAC Act, 2014.

Consequently, the Auditor-General does not have absolute control over her staff.

### **Other Information**

Management is responsible for the other information. The other information comprises the information in the management discussion and analysis on the financial statements on page 4 but does not include the financial statements and my auditor's report thereon. 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, 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 of General Auditing Commission of Liberia is responsible for the preparation and fair presentation of these financial statements in accordance with the International Public Sector Accounting Standards (Cash Basis) 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.

Management is also responsible for the submission of the financial statements to the Independent Auditor in accordance with the provisions of Section 41(2) of the Public Finance Management Act, 2009 and Section 3.6 of the General Auditing Commission Act, 2014.

Those charged with governance are responsible for overseeing the Commission's financial reporting process.

### **Responsibility of the Independent Auditor for the Audit of the Financial Statements**

The audit 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 independent auditor's report that includes my opinion in accordance with the provisions of Section 37(4) of the Public Finance Management Act, 2009 and submit the audit report to the National Legislature of Liberia in compliance with Section 3.6 of the General Auditing Commission Act, 2014. 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 conducted in accordance with ISSAIs, I exercise professional judgement 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 giving an assurance on the effectiveness of the Commission's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- 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.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Commission to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide management 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.



**FCPA Edward R. O. Ouko, CBS**  
**AUDITOR-GENERAL REPUBLIC OF KENYA**

**Nairobi**

**23 August 2019**



**GENERAL AUDITING COMMISSION**  
**STATEMENT OF CASH RECEIPTS AND PAYMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Note	FY 16/17			FY 15/16		
		Receipts/ (Payments) Controlled by Entity	Payments by Other Government Entities	Payments by External Third Parties	Receipts/ (Payments) Controlled by Entity	Payments by Other Government Entities	Payments by External Third Parties
		US\$	US\$	US\$	US\$	US\$	US\$
<b>RECEIPTS</b>							
Authorized Allocation/Appropriation	3	5,227,468	-	-	5,740,382	-	-
External Assistance	4	1,712	-	275,970	7,093	-	554,523
Other Receipts	5	566,084	-	-	22,957	-	-
<b>Total Receipts</b>		<b>5,795,264</b>	<b>-</b>	<b>275,970</b>	<b>5,770,432</b>	<b>-</b>	<b>554,523</b>
<b>PAYMENTS</b>							
Wages, Salaries and Employee Benefits	6	4,560,609	-	-	4,474,359	-	-
Use of Goods and Services	7	1,291,706	-	94,270	1,401,015	-	349,992
Purchase/Construction of Property	8	-	-	181,700	-	-	204,531
Other Expenditures/Payments	9	9,462	-	-	22,831	-	-
<b>Total Payments</b>		<b>5,861,777</b>	<b>-</b>	<b>275,970</b>	<b>5,898,205</b>	<b>-</b>	<b>554,523</b>
<b>Increase/(Decrease) in Cash</b>		<b>(66,513)</b>			<b>(127,773)</b>		
<b>Cash at the beginning of the FY</b>		<b>300,975</b>			<b>438,548</b>		
<b>Increase/(Decrease) in Cash</b>		<b>(66,513)</b>			<b>(127,773)</b>		
<b>Foreign currency translation difference</b>		<b>(159)</b>			<b>(9,800)</b>		
<b>Cash at the End of the FY</b>	2	<b>234,303</b>			<b>300,975</b>		



*General Auditing Commission  
Financial Statements  
For The Fiscal Year Ended June 30, 2017*



Promoting Accountability of Public Resources

The accompanying notes are an integral part of the financial statements. The financial statements on page 1 to 11 were approved and signed by management.

.....  
Auditor General,  
General Auditing Commission, Liberia

*8/15/2019*  
.....  
Date

.....  
Comptroller,  
General Auditing Commission, Liberia

*8/15/19*  
.....  
Date





**GENERAL AUDITING COMMISSION**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

**- Budget Approved on the Cash Basis**

ACCOUNT TITLE/DESCRIPTION	Actual Amount	Final Budget	Original Budget	Difference: Final Budget and Actual	Percentage Variance
	US \$	US \$	US \$	US \$	%
<b>CASH INFLOWS</b>					
Authorized Allocation/Appropriation	5,227,468	5,479,735	5,768,142	252,267	4.6%
Grants	263,092	263,092	264,244	-	-
Other receipts	566,084	-	-	-566,084	-
<b>Total Receipts</b>	<b>6,056,644</b>	<b>5,742,827</b>	<b>6,032,386</b>	<b>-313,817</b>	
<b>CASH OUTFLOWS</b>					
Wages, Salaries and Employee Benefits	4,560,609	4,674,840	4,674,840	114,231	2.4%
Goods and Services Consumed ( <i>see note 10</i> )	1,371,386	886,287	1,357,546	-485,099	-54.7%
Purchase/Construction of Property, Plant , & Equipment	181,700	181,700	-	-	-
Other Payments	9,462	-	-	-9,462	-
<b>Total Payments</b>	<b>6,123,157</b>	<b>5,742,827</b>	<b>6,032,386</b>	<b>-380,330</b>	
<b>NET CASH FLOWS</b>	<b>-66,513</b>	<b>-</b>	<b>-</b>	<b>66,513</b>	

\* Actual amounts encompass both cash and third party settlements.





**GENERAL AUDITING COMMISSION**  
**STATEMENT OF CASH POSITION**  
**AS AT JUNE 30, 2017**

	Currency Held In	Notes	As At June 30, 2017	As At June 30, 2016	Change in Cash Balances
<b>Cash/ Bank Account Details</b>					
<b>Bank Accounts</b>					
Guaranty Trust Bank (206600000210) –Operations A/C	USD		11,066	124,704	-113,638
Guaranty Trust Bank (206600000110) –Operations A/C	LRD		363	102,720	-102,357
Guaranty Trust Bank (206600000211) –Payroll A/C	USD		41,760	74,548	-32,788
Guaranty Trust Bank (206600000111) –Payroll A/C	LRD		6,618	-23	6,641
EcoBank (0011134701659502) –Operations A/C	USD		-	-	
EcoBank (001-1134701659-501) –Payroll A/C	USD		-	-	
LBDI (002USD21320422701)	USD		-	-	
UBA Prepaid Card #1	USD		96	96	0
UBA Prepaid Card #4	USD		1,382	388	994
Un-deposited Check	USD		175,000		175,000
<b>Total Cash in Banks</b>			<b>236,285</b>	<b>302,433</b>	<b>-66,148</b>
<b>Petty Cash Account</b>					
Petty Cash on Hand	USD		<b>540</b>		<b>540</b>



*General Auditing Commission  
Financial Statements  
For The Fiscal Year Ended June 30, 2017*



Promoting Accountability of Public Resources

	Currency Held In	Notes	As At June 30, 2017	As At June 30, 2016	Change in Cash Balances
<b>Cash Held By Others For Reimbursement/Refund/Repayment</b>					
Cash Held In Staff Advances	USD		2,933	2,297	636
Cash Held In By IPFMRP (For Refund)	USD		-	1,700	-1700
Excess Of Refund On Other Payments By IPFMRP	USD		-5,455	-5,455	0
<b>Total Cash Held By Others</b>			<b>-2,522</b>	<b>-1,432</b>	<b>-1,064</b>
<b>Total Cash And Bank Balances</b>			<b>234,303</b>	<b>300,975</b>	<b>-66,673</b>

*\* All Liberian Dollar amounts are converted at the spot rate.*







## **NOTES TO THE FINANCIAL STATEMENTS**

### **1. Accounting Policies**

#### **a) Basis of Preparation**

These financial statements have been prepared in accordance with the requirements of the Public Finance 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 accounting policies adopted have been consistently used throughout.

#### **b) Reporting Entity**

The financial statements are for the GAC. The Commission is an autonomous agency and is controlled by the National Government of Liberia.

The GAC's principal activity is to conduct audits of all accounts of the Government of Liberia. It controls its own bank accounts with appropriations and other cash receipts being deposited into these accounts as they are received from the Ministry of Finance and Development Planning (MFDP) and other stakeholders.

#### **c) Payments by Other Government Entities**

The GAC benefits from payments made on its behalf by its controlling entity (Government of Liberia) and other government entities.

#### **d) Payments by External Third Parties**

External third parties (entities external to the economic entity) also make payments on the GAC's behalf for goods and services. These payments do not constitute cash receipts or payments by the Commission, but do benefit the Commission. They are disclosed in the Payments by External Third Parties column in the Statement of Cash Receipts and Payments and in other financial statements.

#### **e) Reporting Currency and Translation of Foreign Currencies**

##### **i. Functional and Presentation Currency**

The functional currencies are the Liberian Dollar and the United States Dollar and the reporting currency is the United States Dollar. Items included in the financial statements are measured in the currency of the primary economic environment in which the entity operates. The figures in the financial statements are rounded to the nearest dollar.

##### **ii. Translation of Transactions in Foreign Currency**

Foreign currency transactions are translated into United States Dollar using the exchange rates



*General Auditing Commission  
Financial Statements  
For The Fiscal Year Ended June 30, 2017*



Promoting Accountability of Public Resources

circulated by the Central bank of Liberia (CBL). Closing monetary balances are translated into the reporting currency using the closing rate. The closing rate for the reporting period is 1USD to 111.12LD. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at the year-end are disclosed on the face of the financial statements for reconciliation purpose.

## 2. Cash at the End of the year

This amount comprises cash available in banks, cash held in salary advances, and cash disbursed to others to be reimbursed.

	<b>FY 16/17</b>	<b>FY 15/16</b>
	<b>US\$</b>	<b>US\$</b>
Cash Available in Banks	236,285	302,433
Cash Held in Salary Advances	2,933	2,297
Petty Cash	540	-
Reimbursables	(5,455)	(3,755)
<b>Total</b>	<b><u>234,303</u></b>	<b><u>300,975</u></b>

Below is a summary list of amount from ending cash balance not available for use to settle operational obligations.

Unpaid Wages to be Remitted	7,248
Staff Social Security Withheld	31,972
Staff Medical Insurance	9,117
Vendor Taxes to be remitted	16,565
<b>Total</b>	<b><u>64,902</u></b>

## 3. Authorized Allocations

The total amount of Authorized Allocations received for FY2016/17 is presented below comparatively:

	<b>FY 16/17</b>	<b>FY 15/16</b>
	<b>US\$</b>	<b>US\$</b>
Compensation of Employees	4,567,858	4,483,360
Goods and Services	659,610	1,257,022
<b>Total</b>	<b><u>5,227,468</u></b>	<b><u>5,740,382</u></b>

## 4. External Assistance

The IPFMRP contribution to SAI Liberia's expenditures is considered external assistance to the GAC. These payments were made by the IPFMRP to facilitate training, pay consultants, and purchase laptops for auditors.



*General Auditing Commission  
Financial Statements  
For The Fiscal Year Ended June 30, 2017*



Promoting Accountability of Public Resources

	<b>FY 16/17</b>	<b>FY 15/16</b>
	<b>US\$</b>	<b>US\$</b>
EU (BDO)	1,712	7,093
IPFMRP (Pool Fund)	261,380	528,984
IDI Project (to SAI Liberia)	14,590	25,539
<b>Total</b>	<b><u>277,682</u></b>	<b><u>561,616</u></b>

Below is a detail of Undrawn External Assistance.

	Budgeted	Actual	Balance
Multilateral Agency (IPFMRP)	3,235,000	2,970,616	264,384
Bilateral Agency	-	-	
Total	<u>3,235,000</u>	<u>2,970,616</u>	
<b>Total Undrawn External Assistance</b>			<b><u>264,384</u></b>

### 5. Other Receipts

The Commission received fees from clients as reimbursement for audit costs; it also received fees from the sale of bid documents to vendors. These amounts were received and controlled by the Commission through its bank account.

	<b>FY 16/17</b>	<b>FY 15/16</b>
	<b>US\$</b>	<b>US\$</b>
Bid Document Purchased by Vendors	2,445	3,969
Audit Fees	558,785	16,744
Refunds	-	2,215
Miscellaneous Receipts	4,854	29
<b>Total</b>	<b><u>566,084</u></b>	<b><u>22,957</u></b>

### 6. Wages, Salaries and Employee Benefits

This amount represents payment to employees of the General Auditing Commission as remuneration. The below schedule shows monthly salaries for all GAC Staff during the fiscal year.

	<b>FY 16/17</b>	<b>FY 15/16</b>
	<b>US\$</b>	<b>US\$</b>
July	382,986	363,574
August	380,737	361,276
September	382,421	362,131
October	382,900	377,816
November	378,236	369,991
December	378,614	382,602
January	376,514	376,505
February	373,014	372,177
March	72,832	376,025



*General Auditing Commission  
Financial Statements  
For The Fiscal Year Ended June 30, 2017*



Promoting Accountability of Public Resources

April	684,923	378,112
May	399,834	376,212
June	367,598	377,938
<b>Total</b>	<b>4,560,609</b>	<b>4,474,359</b>

### 7. Use of Goods and Services

In general, all expenses are recognized in the statement of Cash Receipts and Payments when payments are made. Below are the amounts disbursed in goods and services and broken down according to economic classification:

	<b>FY 16/17</b>	<b>FY 15/16</b>
	<b>US\$</b>	<b>US\$</b>
Foreign Travel - Means of Travel	81,279	76,365
Water & Sewage	8,788	11,098
Telephone, Fax, Internet, P&C	77,524	69,789
Fuel & Lubricants – Vehicles & Generators	166,180	210,800
Repair & Maintenance-Vehicles	39,225	56,163
Repair & Maintenance-Machinery, Equipment & Furniture	17,186	39,967
Stationery	12,508	35,779
Printing, Binding & Publication Service	50,835	76,480
News Papers, Books & Periodicals	3,347	3,992
Other Office Materials & Consumables	11,051	14,236
Audit Expense/Fees	657,695	583,535
Entertainment, Representations & GI	31,419	34,545
Subscription (Members Fees & Dues)	13,606	9,894
Legal Dues & Compensations	799	1,995
Personnel Insurance	74,654	126,444
Vehicle Insurance	45,610	49,933
<b>Total</b>	<b>1,291,706</b>	<b>1,401,015</b>

The Commission also benefited from the donor projects from which goods and services were procured and advice was remitted to the GAC at the end of the fiscal period. Please see comparative amount stated below:

	<b>FY 16/17</b>	<b>FY 15/16</b>
	<b>US\$</b>	<b>US\$</b>
IPFMRP	79,680	324,453
IDI Project (to SAI Liberia)	14,590	25,539
<b>Total</b>	<b>94,270</b>	<b>349,992</b>

### 8. Purchase/Construction of Property, Plant, and Equipment

The GAC maintains at historical costs a memorandum record in its Fixed Asset Registry for all of





its non-current assets.

The Commission also benefited from fixed assets purchased under the IPFMRP. Schedule is provided below:

	<b>FY 16/17</b>	<b>FY 15/16</b>
	<b>US\$</b>	<b>US\$</b>
Capital Expenditure	181,700	204,531
<b>Total</b>	<b>181,700</b>	<b>204,531</b>

### 9. Other Expenditure/ Payments

The GAC incurred bank service charges, exchange losses/gains from operational transactions and pass-through cash flow paid in by Mutual Benefit Assurance for injured staff that are not enshrined in its operational budget. These outflows are summarized as other payments.

	<b>FY 16/17</b>	<b>FY 15/16</b>
	<b>US\$</b>	<b>US\$</b>
Bank Charges	3,420	4,384
Exchange Losses/gains	6,042	12,814
Pass-Through Cash Flows	-	5,633
<b>Total</b>	<b>9,462</b>	<b>22,831</b>

### 10. Statement of Comparison of Budget and Actual Amounts

The budget figures include the GAC's controlled amounts and third party settlements. Due to the usual carryover of cash to settle obligations from previous period, payments for goods and services consumed exceeded budget by 54.7%.

### 11. Liabilities and Commitments

At the close of the fiscal year, the GAC's total liability and commitment position was US\$2,068,049. Of this amount, US\$1,911,569 represents the Commission's accrued total contribution (4.75%) to the National Social Security and Welfare Corporation (NASSCORP), while US\$156,480 represents liabilities and commitments to vendors for goods and services provided. The Commission has placed in its 2017/2018 fiscal year budget the 4.75% contribution liability to NASSCORP which has been accruing over the years. (see appendix 1)



General Auditing Commission  
 Financial Statements  
 For The Fiscal Year Ended June 30, 2017



Promoting Accountability of Public Resources

**APPENDICES**

<b>APPENDIX 1 – LIABILITIES AND COMMITMENTS AS AT 30TH JUNE 2017</b>			
No.	Economic Classification	Currency	Total Amount Outstanding
			US \$
1	Fuel and Lubricants Generators	US \$	550
2	Printing, Binding and Publications	US \$	3,865
3	Telephone, fax and postage	US \$	11,424
4	Repair Maintenance Vehicles	US \$	2,469
5	Foreign Means of Travel	US \$	4,132
6	Personnel Insurance	US \$	32,832
7	Water and Sewage	US \$	7,310
8	Audit	US \$	93,898
9	Liabilities-NASSCORPS	US\$	1,911,569
<b>GRAND TOTAL</b>		US\$	<b>2,068,049</b>

NOTE: LRD currency figures are presented in USD at spot rate

<b>APPENDIX 2 - DETAILS OF FIXED ASSET PAYMENTS DURING THE PERIOD 1ST JULY 2016 - 30TH JUNE 2017</b>				
Date	Fixed Asset Type	Qty	Description	Amount
				US \$
1	Furniture & Fixture	1	Generators (Project)	64,250
2	Furniture & Fixture		Assorted Office Furniture	440
3	Furniture & Fixture	1	Mini Safe	215
4	Furniture & Fixture		Assorted Printers	6,575
5	ICT Equipment	1	Shredder	375
6	ICT Equipment	87	Laptops (Project)	117,450
7	ICT Equipment	25	Laptops	25,662
8	ICT Equipment	3	Air Conditioners	1,240
9	ICT Equipment	2	Binding Machines	525
10	ICT Equipment	3	Camera	2,907
11	Transport Equipment	4	Vehicles (Ford & Nissan)	153,430
<b>GRAND TOTAL</b>				<b>373,069</b>

