



Promoting Accountability of Public Resources

# AUDITOR GENERAL'S REPORT

**On the Audit of the National Housing  
Authority (NHA) Financial Statements**

**For the Period Ended June 30, 2017**

**December 2022**

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



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### **Acronyms/Abbreviations/Symbols**

<b>Acronyms/Abbreviations/Symbol</b>	<b>Meaning</b>
AG	Auditor General
BCP	Business Community Plan
CBL	Central Bank of Liberia
COBIT	Control Objective Information and Related Technologies Tecee
DRP	Disaster Recovery Plan
CSA	Civil service Agency
COSO	Committee of Sponsoring Organizations of the Treadway Commission
LBDI	Liberia Bank for Development and Investment
GAC	General Auditing Commission
GOL	Government of Liberia
IFMIS	Integrated Financial Management Information
ISSAI	International Standards of Supreme Audit
IT	Information Technology
GST	Goods and Services Tax
INTOSAI	International Organization of Supreme Audit
ISSAI	International Standards of Supreme Audit
L\$	Liberian Dollars
LBR	Liberia Business Registry
NHA	National Housing Authority
PFM Act	Public Finance Management Act
LIFE	Liberia Innovation fund for Entrepreneurs
PPC Act	Public Procurement Concession Act
PPCC	Public Procurement and Concession Committee
ToR	Terms of Reference
US\$	United States Dollar
MIP	Monrovia Industrial Park
NASSCORP	National Standard Laboratory
NSL	National Standard Laboratory
MFDP	Ministry of finance and Development Planning
PAN	Personnel Action Notice

## **Auditor General's Report**

Hon. Cecelia Cuffy-Brown  
Managing Director  
National Housing Authority (NHA)  
Capitol Hill, Behind the Executive Mansion Ground  
Monrovia, Liberia

December 4, 2022

Dear Hon. Brown:

### **RE: Auditor General Report on the Audit of the National Housing Authority Financial Statements for the Period Ended June 30, 2017**

#### **Adverse Opinion**

We have audited the accompanying financial statement of the National Housing Authority (NHA) for the Fiscal Period ended June 30, 2017, which comprises the Statement of Receipts and Payments, a Statement of Comparison of Budget and Actual Amounts, and a summary of other accounting policies and explanatory notes.

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion Section of our report, the accompanying financial statements do not give a true and fair view of the financial position of the National Housing Authority as at June 30, 2017, and of its statement of receipts and payments, Statement of Comparison of Budget and Actual Amount for the year then ended in accordance with International Public Sector Accounting Standards (IPSAS) Cash Basis.

#### **Basis for Adverse Opinion**

There was a net unexplained variance of US\$619,216 in expenditures reported in the financial statements as compared to accounting information provided in the Integrated Financial Management Information System (IFMIS).

Management did not prepare a cashbook/general ledger for FY 2016/2017 although Management presented financial statements for audit.

Amounts of US\$187,000.00 variance as the result of misstated opening balance in the financial statement reported by the management of National Housing Authority.

Management of the National Housing Authority did not include explanatory notes in the financial statements on the budgetary and classification basis adopted in the approved budget. as required by the IPSAS Cash Basis Accounting.

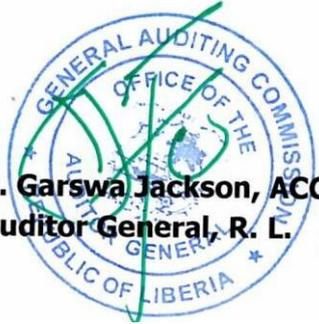
## **Management Responsibilities**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Public Sector Accounting Standards (IPSAS) 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.

## **Auditor's Responsibilities**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk 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.

We conducted our audit in accordance with International Standards for supreme Audit Institution (ISSAIs). Our responsibilities under these 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 National Housing Authority Management in accordance with the code of ethics for Supreme Audit Institutes together with the ethical requirements that are relevant to audit of the financial statements, and we have fulfilled our other ethical responsibilities an accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide the basis for our opinion.

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

**Monrovia, Liberia**

December 2022

## STATEMENT OF RESPONSIBILITIES

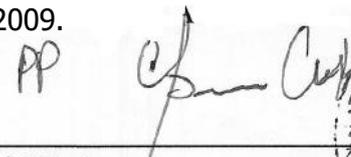
The Financial Statements as set out on pages 8 to 11 have been prepared in accordance with the provisions of the Public Financial Management Act of 2009 and in compliance with the Cash Basis International Public Sector Accounting Standards (Cash IPSAS), adopted by the Government of Liberia.

In accordance with the provisions of the Public Financial Management (PFM) Act of 2009, I am responsible for the control of and accounting for public funds received, held, and expended for and on behalf of the NATIONAL HOUSING AUTHORITY.

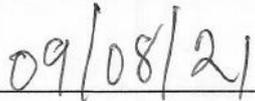
Under the provisions of the same Act, I am required to prepare unaudited Final Account of the National Housing Authority to be submitted to the Minister of Finance and Development Planning, 15 days after end of each quarter to which it relates. However, I have delegated the preparation of the unaudited Final Account to the Comptroller for my transmittal to the Minister, as provided in the attendant Regulations of the Public Financial Management Act of 2009. Accordingly, I am pleased to submit the required Annual Public Account of the National Housing Authority in compliance with the PFM Act and its attendant Regulations. I have provided, and will continue to provide, all the information and explanations as may be required in connection with the financial statements presented therein.

In preparing these Financial Statements, the most appropriate accounting policies have been consistently applied and supported by reasonable and prudent judgment and estimates. 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 provisions of the Public Financial Management (PFM) Act of 2009.

  
\_\_\_\_\_  
**Prince A. Wreh**  
**Acting Managing Director**  
**National Housing Authority**



  
\_\_\_\_\_  
**Date**

## REPORT OF THE COMPTROLLER

### 1 Introduction

The National Housing Authority (NHA) was created by an Act of Legislature in April 1961 with the core responsibility to construct affordable housing units for low income earners to include women, youth and the vulnerable.

This Report analyses and evaluates the implementation and performance of FY 2016/17 Budget of the Authority. It highlights the authority's activities and programs, as it relates to budgetary appropriations, allotments, expenditures, revenue, achievement and challenges for FY 2016/17.

### 2 The FY2016/17 Approved Budget

For the FY2016-17, the consolidated approved budget for the National Housing Authority by its Board of Directors amounted to **US\$4,811,709.00**. This projected revenue envelope comprises **US\$2,926,739** appropriations by GOL, **US\$180,000 grant from AfDB** and **US\$1,704,970 as proceeds from sales of housing units**.

#### Summary

Total inflows received for the FY 2016-2017 ended June 30, 2017 was **US\$4,908,004.37** while total outflow was **US\$5,626,649.27**, resulting in a negative cash flow of **(US\$718,644.90)**

### 3 Authorised Appropriation/Allocations

Authorized Appropriation/Allocations for the FY 2016-17 was **US\$1,757,046.48**, which comprised the following: Housing Project (**US\$1,099,999.00**), Recurrent Expenditure (**US\$65,311.20**) and Employee Compensation (**US\$591,736.28**)

### 4 Grant

**US\$ 243,391.00** was received from the AfDB during the FY 2016-17.

### 5 Other Receipts

For the period under review, **US\$1,103,366.89** was received from sales of housing units, NHA Mortgage program and other miscellaneous income. See breakdown of the amount:

Rent-to-Own Mort. Program	83,597.00
Sites and Services	10,079.39
Sales of Housing units	1,005,515.08
Miscellaneous income	4,175.42
<b>Total</b>	<b><u>US\$ 1,103,366.89</u></b>

**6 Expenditure – Operational Fund**

- a. Employee benefits -----US\$773,799.52
- b. Goods and Services-----746,299.78
- c. Transfer payments----- 565,000.00
- d. Purchase of Capital Items-----57,910.00

**7 Project Outflows-----US\$3,483,639.97**

**8 Outstanding Commitments-----0.00**

• **Cash Balances-----US\$1,353,307.78**

• **Contingent Liabilities and Commitments-----0.00**

There were no Contingent liabilities and long-term commitments at the end of the third quarter which ended March 31, 2017.

**9 Conclusion**

The Financial Statements for the FY 2016-17 ended 30<sup>th</sup> June 2017 should be read in conjunction with the underlying notes and supplementary disclosures for better understanding and interpretation.

.....

**Molly Kamara, Jr.**  
**Comptroller**

.....

Date



**STATEMENT OF CASH RECEIPTS AND PAYMENTS**  
(ALL PUBLIC FUNDS)  
**FOR THE FY 2016-17 ENDED 30<sup>TH</sup> JUNE, 2017 (FY2016/17)**  
*RECEIPTS BY TYPE AND PAYMENTS CLASSIFICATION BY NATURE*

FUND/ACCOUNTS DESCRIPTION	NOTES	FOR THE FIRST QUARTER OF FINANCIAL YEAR ENDED 31 <sup>ST</sup> DECEMBER, 2016			FOR THE FIRST QUARTER OF FINANCIAL YEAR ENDED 31 <sup>ST</sup> DECEMBER, 2015		
		RECEIPTS/PAYMENTS CONTROLLED BY ENTITY US \$'000	PAYMENTS BY OTHER GOVERNMENT ENTITIES US \$'000	PAYMENTS BY EXTERNAL PARTIES US \$'000	RECEIPTS/PAYMENTS CONTROLLED BY ENTITY US \$'000	PAYMENTS BY OTHER GOVERNMENT ENTITIES US \$'000	PAYMENTS BY EXTERNAL PARTIES US \$'000
<b>GENERAL FUND</b>							
<b>RECEIPTS</b>							
Authorized							
Allocation/Appropriation	4	1,165	592	2,711	608		
Other Receipts	5	1,103	-	2,058			
<b>External Assistance:</b>	<b>6</b>						
Grants From Multilateral Agencies							
Grants From Bilateral & Other Agencies							



*Auditor General's Report on the Audit of The  
National Housing Authority (NHA) Financial Statements  
For the Period Ended June 30, 2017*

Borrowings from Multilateral  
Agencies

Borrowings from Bilateral  
Agencies

Other Grants and Aid

Other Borrowings

**Total Receipts - General  
Fund**

<b>2,269</b>	<b>592</b>	<b>0.00</b>	<b>4,769</b>	<b>608</b>
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**PAYMENTS**

**Operations: 7**

Wages, Salaries and

Employee Benefits 182 593 140 608

Supplies and Consumables 8 561 185 697

**TRANSFERS: 9**

Grants - -

Other transfer payments 535 -

**CAPITAL EXPENDITURES: 11**

Residential Building 385 - - 1,049 - -

Non-Residential Building

Roads & Bridges 118

Other Structure 192 58 - 1,084 43 -

ICT Infrastructure

**LOAN & INTEREST**

**REPAYMENTS: 10** - - - -

Loan Repayments 30 79

Interest Payments

*Auditor General's Report on the Audit of The  
National Housing Authority (NHA) Financial Statements  
For the Period Ended June 30, 2017*

<b>Other Payments</b>						
<b>Total Payments - General Fund</b>	<b>1,885</b>	<b>836</b>	<b>-</b>	<b>3,167</b>	<b>684</b>	
<b>Increase/Decrease in Cash</b>	<b>961</b>	-	<u>0.00</u>	<b>1,597</b>	(0)	<u>0.00</u>
Cash at the beg. of Qtr1-Jul 1, 2016	1,672	-		76		
Foreign currency translation difference	<u>0.00</u>		<u>0.00</u>	<u>0.00</u>		<u>0.00</u>
<b>Cash at the End of the June 30th, 2017 - General Fund</b>	<b>2,633</b>	<b>0.00</b>	<b>0.00</b>	<b>1,673</b>	<b>0.00</b>	<b>0.00</b>
<b><u>CAPITAL DEVELOPMENT FUNDS (DONOR FINANCED PROJECTS)</u></b>						
<b>RECEIPTS</b>						
Authorized Allocation/Appropriation	-	-	-	-	-	-
Other Receipts	-	-	-	-	-	-
<b>External Assistance: 14</b>	-	-	-	-	-	-
Grants From Multilateral Agencies						
Grants From Bilateral & Other Agencies	1,804			2,222		
Borrowings from Multilateral Agencies						
Borrowings from Bilateral Agencies		243			77	
Other Grants and Aid						





*Auditor General's Report on the Audit of The  
National Housing Authority (NHA) Financial Statements  
For the Period Ended June 30, 2017*

Cash at the beginning of FY July 1, 2016	399		0.00		
Foreign currency translation difference		<u>0.00</u>		<u>0.00</u>	<u>0.00</u>
			<u>0.00</u>		
<b>Cash at the End of FY June 30<sup>th</sup> 2017 - Capital Development Funds</b>	<b>1,280</b>	<b>0.00</b>	<b>0.00</b>	<b>213</b>	<b>0.00</b>
<b>Cash at the Beg of FY (July 1, 2016) All Funds</b>	<b>2,072</b>	<b>0.00</b>	<b>0.00</b>	<b>76</b>	<b>0.00</b>
<b>Cash at the End of FY. ( July 30, 2017) All Funds</b>	<b>1,353</b>	<b>0.00</b>	<b>0.00</b>	<b>1,885</b>	<b>0.00</b>

The Accounting Policies and Notes set out on pages 18 to 33 form an integral part of the financial statements.

**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNT (GENERAL FUND)**

**FOR THE FY 2016-17 ENDED 30<sup>TH</sup> JUNE 2017**

*- RECEIPTS BY TYPE AND PAYMENTS CLASSIFICATION BY NATURE*

**- Budget Approved on the Cash  
Basis**

ACCOUNT TITLE/DESCRIPTION	For the Financial Year Ended 30TH JUNE 2017 (FY2016/17)					Percent age Variance	FY2015/16  Actual Amounts  US \$'000
	Actual	Amounts	Final Budget	Original Budget	Difference:		
					Final Budget		
					and Actual		
US \$'000	US \$'000	US \$'000	US \$'000	US \$'000	%		
<b>CASH INFLOWS</b>							
Authorized Allocation/Appropriation		1,758	169	2,927	1,589	9	3,319
Grants		2,048	173	180	1,875	11	2,299
Borrowings							
Other receipts		1,103	250	1,705	853	3	2,058
<b>Total Cash Receipts</b>		<b>4,909</b>	<b>592</b>	<b>4,812</b>	<b>4,317</b>	<b>7</b>	<b>7,676</b>
<b>CASH OUTFLOWS</b>							
Wages, Salaries and Other Employee							
Benefits		775	199	796	(575)	(3)	748
Goods and Services Consumed		746	33	320	(714)	(22)	730
Capital Expenditure		3,542	-	2,225	(3,542)	-	4
Loan Repayment		30	-	-	30	-	79
Payment of Interest						-	
Other Payments (Transfer)		535	24	71	(511)	(22)	
Capital Reserve			<b>350</b>	<b>1,400</b>	<b>350</b>		
<b>Total Cash Payments</b>		<b>5,628</b>	<b>255</b>	<b>4,812</b>	<b>5,372</b>	<b>21</b>	<b>1,561</b>
<b>NET CASH FLOW - GENERAL FUND</b>		<b>(719)</b>	<b>606</b>	<b>0</b>	<b>4,960</b>	<b>47</b>	<b>6,144</b>



**STATEMENT OF CASH POSITION (ALL PUBLIC FUNDS)  
AS AT 31<sup>st</sup> MARCH 2017**

<b>Cash/ Bank Account Details</b>	<b>Project Name</b>	<b>Currency Held In</b>	<b>Notes</b>	<b>As at 30<sup>th</sup> March 2017</b>	<b>As at 30<sup>th</sup> March 2016</b>	<b>Change in Cash Balances</b>
				<b>US \$'000</b>	<b>US \$'000</b>	<b>US \$'000</b>
<b>GENERAL FUND</b>						
<b>Petty Cash or Imprest</b>						
Petty Cash -Finance & Accounts		LRD		0	0	-
Petty Cash-MD Officer		LRD		0	-	-
Petty Cash –Comptroller		USD		-	-	-
Petty Cash- DMD Technical		LRD		-	0	0
Petty Cash- DMD Administration		LRD		-	0	0
<b>Total Held in Petty Cash</b>				<b>0</b>	<b>-</b>	<b>0</b>
<b>Petty Cash or Imprest</b>						
NHA/MARSHALL PROJECT –GTB		USD		2		(328)
NH A OPERATIONS		USD		0		39
NHA PAYROLL-ECOBANK		USD		3		3
NHA PAYROLL-ECOBANK		LRD		(2)	329	(2)
NHA SPECIAL PROJECT-ECOBANK		LRD		(0)	(39)	(1)
NHA ESCROW-LBDI		USD		465	0	(143)
NHA ESCROW-LBDI		USD		354	0	65
UBA		LRD		0	1	(260)
NHA-MOH HOUSING PROJECT		USD		2	608	(496)
NHA LBDI		USD		3	289	(1)
NHA LBDI		USD			261	(2)
UBA/NHA VOA PROJECT		LRD		250	497	250
UBA/NHA VOA PROJECT		USD			4	
				250	2	250
				1,331	1,953	(621)
<b>Total Cash and Bank Balances at the end of the period</b>				<b>2,658</b>	<b>3,905</b>	<b>(1,246)</b>

**(General Fund):**

**CAPITAL DEVELOPMENT FUNDS (DONOR FINANCED PROJECTS)**

21

**Petty Cash or Imprest**

Petty Cash A/c 1

**Total held in petty cash:**

**Bank Accounts**

NHA/NASSCORP PROJ. –FIBLL

USD

21

119

(98)

NHA/NASSCORP PROJ. –FIBLL

LRD

(0)

(0)

(0)

**Total held in Bank Accounts:**

**21**

**119**

**(98)**

**Total Cash and Bank Balances at the end of the period**

**(Donor Financed Projects):**

**21**

**119**

**(98)**

**TOTAL CASH AND BANK BALANCES - ALL**

**PUBLIC FUNDS**

**1,353**

**2,072**

**(719)**

*Name*

**Head of Agency**

.....

**Date**

*Name*

**Comptroller**

.....

**Date**

The Accounting Policies and Notes set out on pages 18 to 33 form an integral part of the financial statements.



## NOTES OF EXPLANATIONS AND ELABORATION RELATING TO THE FINANCIAL STATEMENTS

The numbered notes that follow relate directly to the content of the Financial Statements above and are numbered accordingly.

### 1 General Information – Reporting Entity

The financial statements are for **NATIONAL HOUSING AUTHORITY** a public sector entity of the Government of Liberia. The financial statements encompass the reporting entity as specified in the relevant legislation (*Public Finance Act 2009*). National Housing Authority's principal activity is to *construct/provide affordable housing units for low income earners (Liberians)*.

The Financial Statements presented above reflect the Cash Receipts and Payments of the **National Housing Authority** for the FY 2016-17 ended June 30<sup>th</sup> 2017 on the basis of moneys received by, held in or paid out by the **National Housing Authority** during the quarter under review. The Entity controls its own bank accounts. Appropriations and other cash receipts are deposited into its bank accounts, from which cash expenditures are administered upon presentation of appropriate documentation and authorisation.

Information to be provided on Donor Funded Projects included in the Financial Statements.

The principal address of the reporting entity is National Housing Authority is

#### **National Housing Authority**

Capitol Hill, Executive Mansion Ground  
Adjacent LISGIS  
Monrovia-LIBERIA

### 2 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 the financial statements therein are set out below.

#### **(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 currency and translation of foreign currencies**

### **(i) Functional and presentation (or reporting) currency**

The Republic of Liberia operates a dual currency regime comprising the Liberian Dollar (LD) and the United States of America Dollar (US \$) both of which are legal tenders. The attendant Financial Regulations to the PFM Act of 2009 states that:

“ the monetary unit of Liberia for all government agency accounting and financial reporting shall be the Liberian Dollar. The United States Dollars **may** also be used for financial reporting purposes, but the Liberian Dollar is the base currency.”

Hence, for the purpose of the Financial Statements being submitted, the United States Dollar is used as the reporting currency, which is permitted under the attendant Financial Regulations to the PFM Act of 2009 and adopted by the Government of Liberia as its reporting currency.

### **(ii) Translation of transactions in foreign currency**

Foreign currency transactions and transactions in Liberian Dollar and other foreign currencies are translated into United States Dollar 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 year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of financial performance.

The FY 2016-17 (30<sup>th</sup> June 2017) exchange rate for the Liberian Dollar was 103 LD per 1.00US \$.

## **(c) Reporting Period**

The reporting period for these financial statements is for the Fiscal Year, which runs from 1<sup>st</sup> July 2016 to 30<sup>th</sup> June 2017.

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

*NATIONAL HOUSING AUTHORITY* 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 other Government Units (Government Projects) and the Third Parties do not constitute cash receipts or payments by *NATIONAL HOUSING AUTHORITY* 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.

## **(e) Receipts**

Receipts represent cash received by *NATIONAL HOUSING AUTHORITY* during the financial year, comprising Authorised allocations/appropriations, Grants and other receipts. Receipts are recognized as follows:

### **(i) Authorized Allocations/Appropriations**

Authorized Allocations are recognized when they are received and under the control of the

## NATIONAL HOUSING AUTHORITY.

### **(ii) Grants**

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

### **(iii) Other Receipts**

Other Receipts are fees/charges collected and proceed from sales of designated services by the NATIONAL HOUSING AUTHORITY. Sales of services are recognized in the period in which the payment for the service is received and not necessarily when the service is rendered. Other Receipts, whether directly collected by the NATIONAL HOUSING AUTHORITY or collected by another entity on its behalf is recognized when received and under its control.

### **(f) Expenses**

In general, all expenses are recognised in the statement of Cash Receipts and Payments when paid for.

### **(g) 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 NATIONAL HOUSING AUTHORITY.

Under the Government's cash basis of accounting, purchases of property, plant and equipment are expensed fully in the year of purchase. However, a memorandum record is maintained in the Fixed Assets Register at historical cost for all non-current assets of the NATIONAL HOUSING AUTHORITY. 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 other receipt in the period in which it is received.

### **(h) Inventories**

Consumable supplies are expensed in the period in which they are paid for.

### **(i) Employee benefits**

Employee benefits include salaries, wages, allowances, pensions and other related-employment costs. Employee benefits are recognized when they are paid. No provision is made for accrued leave or reimbursable duty allowances.

### **(j) Contingencies**

Contingent liabilities are recorded in the Statement of Contingent Liabilities (on memorandum basis) when the contingency becomes evident and under the cash accounting method they are recognized only when the contingent event occurs and payment is made. Contingent assets are neither recognized but disclosed where probable.

### **(k) Commitments and Guarantees**

Long term Commitments, including operating and capital commitments arising from non-cancellable

contractual or statutory obligations as well as Guarantees made, will be reported as Notes to the Financial Statements.

### 3 Authorization Date

The financial statements were authorized for issue on 15<sup>th</sup> June 30, 2017 by Mr. Prince A.Wreh, Managing Director of the National Housing Authority

### 4 Authorised Allocations/Appropriation

The total amount of Authorised Allocations received for the FY2016/17 is **US \$ 1,758,046.48**  
The comparative analysis of Estimated and Actual Receipts for the financial year FY2016/17 is presented below:

#### NOTE 4 - COMPARATIVE ANALYSIS OF ESTIMATED AND ACTUAL AUTHORISED ALLOCATIONS RECEIVED FOR THE FISCAL YEAR ENDED 30<sup>TH</sup> JUNE 2017

	Actual FY 2016/17 US \$'000	Final Budget FY 2016/17 US \$'000	Original Budget FY 2016/17 US \$'000	Difference : Final Budget and Actual FY 2016/17 US \$'000	Percentag e Variance FY 2016/17	Actual FY 2015/16 US \$'000
Employee Comp	593	593	611	(0)	(0)	152
Goods and Services	65	65	65			30
Capital Expenditure		738	738	(738)	(1)	
Other Payment	-				-	875
<b>TOTAL RECEIPTS</b>	<b>635</b>	<b>1,396</b>	<b>1,414</b>	<b>(738)</b>	<b>1</b>	<b>1,057</b>

### 5 Other Receipts

The total amount of Other Receipts for FY2016/17 is **US\$1,103,366.89** represents receipts from Mortgage program and donor in the table below:

#### NOTE 5 - COMPARATIVE ANALYSIS OF ESTIMATED AND ACTUAL OTHER RECEIPTS FOR THE FINANCIAL YEAR ENDED 30<sup>TH</sup> JUNE 2017

	Actual FY 2016/17 US \$'000	Final Budget FY 2016/17 US \$'000	Original Budget FY 2016/17 US \$'000	Variance (Actual vs. Revised Estimates ) FY 2016/17 US \$'000	% Variance FY 2016/17	Actual FY 2015/16 US \$'000
Mortgage Program	1,103	250	1,000	853	3	884
Donor	-	-	-	-	-	1,368
Other Property Inc.	-					

Administrative Fees and Licenses						
Fines, Penalties and Forfeits						
Miscellaneous receipts						
<b>TOTAL OTHER RECEIPTS</b>	<b>1,103</b>	<b>250</b>	<b>1,000</b>	<b>863</b>	<b>3</b>	<b>2,252</b>

## 6 External Assistance

No Grants assistance has been received thus far for FY2016/17.

### NOTE 6 - COMPARATIVE ANALYSIS OF EXTERNAL ASSISTANCE RECEIVED DURING THE FISCAL YEAR ENDED 30<sup>th</sup> JUNE 2017

Account Title	Actual FY 2016/17 US \$'000	Final Budget FY 2016/17 US \$'000	Original Budget FY 2016/17 US \$'000	Variance (Actual vs. Revised Estimate s)	%	Actual FY 2015/16 US \$'000
				FY 2016/17 US \$'000	FY 2016/17 US \$'000	
<b>Comparative Analysis by Economic Classification</b>						
Grants - Foreign Governments (Current)						-
Grants - Foreign Governments (Capital)						
Grants - International Organizations (Current)						
Grants - International Organizations (Capital)						
Multi-laterals Loans						
Bi-lateral Loans	-	-	-	-	-	-
Other Loans						
<b>GRAND TOTAL</b>	<b>2,269</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

### Payments – Operations (Wages, Salaries and other Employee Benefits)

The total amount of Cash Payments made against Compensations of Employee during FY2016/17 was **US\$ 771,234.96** is classified in the same form as the National Budget. The Comparative Analysis of Estimated and Actual payments made for the financial year FY2016/17 is presented below by **Economic Classifications**.

**NOTE 7 - COMPARATIVE ANALYSIS OF ESTIMATED AND ACTUAL PAYMENTS MADE DURING THE FIRST QUARTER ENDED 30<sup>TH</sup> SEPTEMBER 2016**

Account Title	Actual FY 2016/1 7 US \$'000	Final Budget FY 2016/1 7 US \$'000	Original Budget FY 2016/1 7 US \$'000	Variance (Actual vs. Revised Estimates)	% Variance	Actual FY 2015/1 6 US \$'000
				FY 2016/1 7 US \$'000	FY 2016/1 7 US \$'000	
<b>Comparative Analysis by Economic Classification</b>						
<b>Wages, Salaries and other Employee Benefits</b>						
Wages and Salaries	182	796	797	25	0	184
Social Contributions				-	-	
Other Employee Costs	4	1	5	(2)	(2)	2
<b>GRAND TOTAL</b>	<b>775</b>	<b>797</b>	<b>802</b>	<b>(23)</b>	<b>(0)</b>	<b>186</b>

**7 Payments – Operations (Good and Services)**

The total amount of Cash Payments made against Goods and Services during the FY2016/17 is US\$560,818.78 is classified in the same form as the National Budget. The Comparative Analysis of Estimated and Actual payments made for the FY 2016/17 is presented below by **Economic Classifications**.

**NOTE 8 - COMPARATIVE ANALYSIS OF ESTIMATED AND ACTUAL PAYMENTS MADE DURING THE FY ENDED 30<sup>TH</sup> JULY 2017**

Account Title	Actual FY 2016/17 US \$'000	Final Budget FY 2016/17 US \$'000	Original Budget FY 2016/17 US \$'000	Variance (Actual vs. Revised Estimate )	% Variance	Actual FY 2015/16 US \$'000
				FY 2016/17 US \$'000	FY 2016/17 US \$'000	
<b>Comparative Analysis by Economic Classification</b>						
<b>Supplies and Consumables</b>						
Travel Expenses	40	1	1	(5)	(5)	14
Utilities	13	1	1	(5)	(3)	3
<b>Utilities</b>						

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Rent	18	-	-	(7)	-	14
Fuel and Lubricants	11	2	2	(0)	(0)	1
Repairs and Maintenance	31	2	2	(2)	(1)	4
Office Materials, Consumables & Services	56	-	-	(2)	-	15
Consultancy services/Audit/Studies	123	-	20	(3)	-	43
Specialized materials and services	-	-	-	-	-	-
Education and Training Related	-	-	-	-	-	-
Other General Expenses & Arrears	289	82	82	(36)	0	140
<b>GRAND TOTAL</b>	<b>561</b>	<b>88</b>	<b>108</b>	<b>(60)</b>	<b>(9)</b>	<b>234</b>

## 8 Grant/Transfer payments

The total amount of Grant transfers made during FY2016/17 of US \$x million are classified in the same form as the National Budget. The Comparative Analysis of Estimated and Actual transfer made for the financial year FY2016/17 is presented below by ***Economic Classifications***.

### NOTE 9 - COMPARATIVE ANALYSIS OF TRANSFER MADE DURING THE FIRST QUARTER ENDED 30<sup>TH</sup> SEPTEMBER 2016

Account Title	Actual FY 2016/17 US \$'000	Final Budget FY 2016/17 US \$'000	Original Budget FY 2016/17 US \$'000	Variance (Actual vs. Revised Estimates )	% Variance	Actual
				FY 2016/17 US \$'000	FY 2016/17 US \$'000	FY 2016/17 US \$'000
<b>Comparative Analysis by Economic Classification</b>						
Grants - Foreign Governments (Current)				-	-	
Grants - Foreign Governments (Capital)				-	-	
Grants - International Organizations (Current)				-	-	
Grants - International Organizations (Capital)				-	-	
Grants- Non-Governmental Organizations (Current)				-	-	
Grants- Non-Governmental Organizations (Capital)				-	-	
Grants- Private Entities (Current)				-	-	
Grants- Private Entities (Capital)				-	-	
<b>GRAND TOTAL</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

## 9 Purchase of Capital Items

For the third quarter under review, **US\$175,352.03** was expended in the below categories of FY2016/17 fiscal year.

**NOTE 10 - COMPARATIVE ANALYSIS OF CAPITAL EXPENDITURE PAYMENTS MADE DURING THE SECOND QUARTER ENDED 31<sup>ST</sup> DECEMBER 2016**

Account Title	Actual	Final Budget	Original Budget	Variance (Actual vs. Revised Estimates)	% Variance	Actual
	FY 2016/17 US \$'000	FY 2016/17	FY 2015/16 US \$'000			
<b>Comparative Analysis by Economic Classification:</b>						
<b>CAPITAL EXPENDITURES:</b>						
Non-residential buildings						
Residential Buildings	124	420	1400	296	1	417
Roads and Bridges	6	143	475	137	1-	
Other Structures	46	75	250	29	0	531
Machinery, Furniture and Equipment				-	-	
Transport Equipment				-	-	
Machinery and other Equipment				-	-	
Security Equipment						
Furniture and Fixtures						
ICT Infrastructure						
ICT infrastr., Hardware, Networks & Facilities						
<b>GRAND TOTAL</b>	<b>176</b>	<b>638</b>	<b>2,125</b>	<b>462</b>	<b>2.0</b>	<b>948</b>

**10 External Assistance**

**a) Grant from Bi-lateral Agency**

This Includes funding received from the x government as support to the government program in an amount of US x million.

**b) Grant from Multilateral Agencies**

This involves funding from UNDP and the AfDB in the amount of x million See schedule below:

**NOTE 11 - COMPARATIVE ANALYSIS OF EXTERNAL ASSISTANCE RECEIVED DURING THE SECOND QUARTER ENDED 31<sup>ST</sup> DECEMBER 2016 (CAPITAL DEVELOPMENT FUNDS, DONOR**

**FINANCED PROJECTS)**

Account Title	Actual	Final Budget	Original Budget	Variance (Actual vs. Revised Estimates)	% Variance	Actual
	FY 2016/17	FY 2016/17	FY 2016/17	FY 2016/17	FY 2016/17	4FY 2015/16
	US \$'000	US \$'000	US \$'000	US \$'000		US \$'000
<b>Comparative Analysis by Economic Classification</b>						
Grants - Foreign Governments (Current)	147	147	180	-	-	
Grants - Foreign Governments (Capital)				-	-	
Grants - International Organizations (Current)				-	-	
Grants - International Organizations (Capital)				-	-	
Multi-laterals Loans				-	-	
Bi-lateral Loans				-	-	
Grant				-	-	525
<b>GRAND TOTAL</b>	<b>147</b>	<b>147</b>	<b>180</b>	<b>-</b>	<b>-</b>	<b>525</b>

**11 Payments – Operations (Wages, Salaries & other Employee Benefits and Supplies & Consumables)**

The total amount of Cash Payments made under operational activities (Capital Development, Donor Financed Projects) during FY2016/17 amount to **US \$146,751.00**. The Comparative Analysis of Estimated and Actual payments made for the financial year FY2016/17 is presented below by **Economic Classifications**

**NOTE 12 - COMPARATIVE ANALYSIS OF ESTIMATED AND ACTUAL PAYMENTS MADE DURING THE SECOND QUARTER ENDED 31<sup>ST</sup> DECEMBER 2016 (CAPITAL DEVELOPMENT (FUNDS, DONOR FINANCED PROJECTS))**

Account Title	Actual	Final Budget	Original Budget	Variance (Actual vs. Revised Estimates)	% Variance	Actual
	FY 2016/17	FY 2016/17	FY 2016/17	FY 2016/17	FY 2016/17	FY 2015/16
	US \$'000	US \$'000	US \$'000	US \$'000		US \$'000
<b>Comparative Analysis by Economic Classification</b>						
<b>Wages, Salaries and other Employee Benefits</b>						
Wages and Salaries	-	-	-	-	-	2
Social Contributions	-	-	-	-	-	
Other Employee Costs	-	-	-	-	-	
<b>Total Compensation</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2</b>
<b>Supplies and Consumables</b>						
Travel Expenses	57	57	40	-	-	1
Utilities	-	-	-	-	-	
Rent	-	-	-	-	-	2
Fuel and Lubricants	3	-	-	(3)	-	
Repairs and Maintenance	-	-	-	-	-	
Office Materials, Consumables & Services	5	-	-	(5)	-	2
Consultancy services/Audit/Studies	49	50	50	1	0	1
Specialized Materials and Services	-	-	-	-	-	
Education and Training Related	3	-	-	(3)	-	
Other General Expenses & Arrears	30	27	27	(3)	(0)	67
<b>Total Goods and Services</b>	<b>147</b>	<b>134</b>	<b>117</b>	<b>(13)</b>	<b>(0)</b>	<b>73</b>
<b>GRAND TOTAL</b>	<b>147</b>	<b>134</b>	<b>117</b>	<b>(13)</b>	<b>(0)</b>	<b>73</b>

**12 Grant/Transfer payments (Capital Development, Donor Financed Projects)**

The total amount of Grant transfers made during FY2016/17 of US \$x million. The Comparative Analysis of Estimated and Actual transfer made for the financial year FY2016/17 is presented below by **Economic Classifications**.

**NOTE 13 - COMPARATIVE ANALYSIS OF TRANSFER MADE DURING THE FOURTH QUARTER ENDED 30TH SEPTEMBER 2016 (CAPITAL DEVELOPMENT FUNDS, DONOR FINANCED PROJECTS)**

	Actual	Final Budget	Original Budget	Variance (Actual vs. Revised Estimates)	% Variance	Actual
	FY 2016/17 US \$'000	FY 2016/17 US \$'000	FY 2016/17 US \$'000	FY 2016/17 US \$'000	FY 2016/17	FY 2015/16 US \$'000
<b>Comparative Analysis by Economic Classification</b>						
Grants - Foreign Governments (Current)				-	-	
Grants - Foreign Governments (Capital)				-	-	
Grants - International Organizations (Current)				-	-	
Grants - International Organizations (Capital)				-	-	
Grants- Non-Governmental Organizations (Current)				-	-	
Grants- Non-Governmental Organizations (Capital)				-	-	
Grants- Private Entities (Current)				-	-	
Grants- Private Entities (Capital)				-	-	
<b>GRAND TOTAL</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**13 Purchase of Capital Items (Capital Development, Donor Financed Projects)**

**US\$107,973.00.52** was spent on the construction of housing units, roads and drainages and other structures during the second quarter of 2016-17 fiscal period.

**NOTE 14- COMPARATIVE ANALYSIS OF CAPITAL EXPENDITURE PAYMENTS MADE DURING THE FIRST QUARTER OF ENDED 30TH SEPTEMBER 2016 (CAPITAL DEVELOPMENT FUNDS, DONOR FINANCED PROJECTS)**

	Actual	Final Budget	Original Budget	Variance (Actual vs. Revised Estimates)	% Variance	Actual
Account Title	FY 2016/1	FY 2016/1	FY 2016/1	FY 2016/1	FY 2016/1	FY 2015/1

	7 US \$'000	7 US \$'000	7 US \$'000	7 US \$'000	7	6 US \$'000
<b>Comparative Analysis by Economic Classification</b>						
<b>CAPITAL EXPENDITURES:</b>						
Non-residential buildings						
Residential Buildings						286
Roads and Bridges						
Other Structures	108			108		
Machinery, Furniture and Equipment					-	-
Transport Equipment					-	-
Machinery and other Equipment					-	-
Security Equipment					-	-
Furniture and Fixtures	-	-	-	-	-	-
ICT Infrastructure					-	-
ICT infrastr., Hardware, Networks and Facilities	-	-	-	-	-	-
Strategic Stocks & Other fixed assets	-	-	-	-	-	-
<b>GRAND TOTAL</b>	<b>108</b>	<b>-</b>	<b>-</b>	<b>108</b>	<b>-</b>	<b>286</b>

### 15 Cash and Cash Equivalents

Cash and Cash Equivalents comprise Cash on hand, demand deposits and cash equivalents. Demand deposits and cash equivalents comprise balances with banks. Cash included in the statement of cash receipts and payments comprise the following amounts:

### 16 Original and Final Approved Budget and Comparison of Actual and Budget Amounts

The approved budget is developed on the same accounting basis (cash basis), same classification basis, and for the same period (from 1 July 2016 to 30<sup>th</sup> September 2016) as for the financial statements. The original budget was approved by the Board of Directors September 7, 2016. There was no supplemental appropriation for the first quarter ended 30<sup>th</sup> September 2016. The original budget objectives and policies, and subsequent revisions are explained more fully in the Report of the Comptroller issued in conjunction with the financial statements.

### 17 External Assistance - Payment by Other Government Units and Third Parties

Payments by Other Government Units and Third Parties is included below as memorandum item to the Financial Statements for the first quarter ended 30<sup>th</sup> September 2016.

## SUPPLEMENTARY DISCLOSURES

### APPENDIX 1 - OUTSTANDING COMMITMENTS AS AT 30<sup>th</sup> SEPTEMBER 2016

No	Economic Classification	Curren- cy	Total Amount Outstandi- ng US \$	Aged Analysis		Prior Year US \$
				3 Months US \$	6 Months US \$	
1	Fuel and Lubricants Generators	US\$	1,626	-		
2	Office Materials, Consumables & Services	US\$	210,654			
3	Machinery, Furniture and Equipment	US \$	-	-	-	-
4	ICT Infrastructure	US \$				
<b>GRAND TOTAL</b>			<b>212,280.00</b>			<b>-</b>

NOTE: USD figure includes commitment denominated in  
LRD

### APPENDIX 2 - DETAILS OF FIXED ASSETS PURCHASED DURING THE PERIOD 1ST JULY 2016– 30<sup>th</sup> SEPTEMBER 2016

Date	Fixed Asset Type	Qty	Description	Amount US \$
1				
2				
3				
4				
<b>GRAND TOTAL</b>				