

# **FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018**



**AUDIT SERVICE SIERRA LEONE**

*2<sup>nd</sup> Floor, Lotto Building, Tower Hill, Freetown, Sierra Leone, West Africa*

---

## Contents

Abbreviations and acronyms.....	3
General Information.....	4
Statement of Management Responsibilities.....	5
Independent Auditors' Report to Parliament.....	7
Statement of cash receipts and payments for the year ended 31 December 2018...9	
Statement of detailed comparison of budget and actual, revenue and expenditure for the year ended 31 December 2018.....	11
Statement of cash position (all public funds) as at 31 December 2018.....	12
Notes to the Financial Statements.....	13

## Abbreviations and acronyms

AfDB-African Development Bank

ASSL-Audit Service Sierra Leone

CRF-Consolidated Revenue Fund

DFID-Department for International Development

GOSL-Government of Sierra Leone

GPFS-General Purpose Financial Statements

NRA-National Revenue Authority

MoF-Ministry of Finance

NASSIT-National Social Security and Insurance Trust

PFMICP-Public Financial Management Improvement and Consolidation Project

SAI-Supreme Audit Institution

SLCB-Sierra Leone Commercial Bank

LE- Leones

## General Information

### Board of Directors

Mr. Jonathan A. Thomas -	Chairman
Mrs. Marcella Jones -	Member
Mrs. Estina Kabia -	Member
Mrs. Lara Taylor-Pearce -	Member
Dr. Amadu Max Sesay -	Member

### Registered Office

Lotto Building  
Tower Hill  
Freetown

### Secretary to the Board

Mrs. Fatmata Binta Bah

### Bankers

Sierra Leone Commercial Bank  
Siaka Stevens Street  
Freetown

Rokel Commercial Bank  
Siaka Stevens Street  
Freetown

### Solicitor

F. A. M. Carlton Hanciles  
10 Charlotte Street  
Freetown

### Auditors

LKG Accountants  
Chartered Accountants  
29 Murray Town Road, Freetown

## Statement of Management Responsibilities

The Auditor-General confirms that the Financial Statements have been prepared in accordance with the provisions of the Public Financial Management Act of 2016 and in compliance with the International Public Sector Accounting Standard: Financial Reporting under the Cash Basis of Accounting (Cash Basis IPSAS), adopted by the Government of Sierra Leone.

Sections 86 of the Public Financial Management Act, 2016, requires that within three months after the accounts of the financial year are closed, the vote controller of every entity of sub-vented agency, and every other entity in the central government, shall submit to the Auditor General annual financial statements of the entity for the financial year.

The Auditor-General is responsible for the preparation and presentation of the public sector entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of each financial year. This responsibility is stipulated in Sections 13 and 15 of the Public Financial Management Act, 2016, includes: (i) maintaining efficient and effective systems of financial management and internal controls; (ii) safeguard and manage assets and public money of the entity in the best interest of the entity with the due care and diligence; (iii) keep full and proper records of the financial affairs of the entity; and (iv) submit in a timely manner financial reports, accounts and statements of the entity.

The Auditor-General is of the opinion that the public sector entity's financial statements give a true and fair view of the state of the public sector entity's transactions during the



financial year-end. The Auditor-General confirms that the public sector entity has complied fully with applicable Government Regulations, and that the funds received during the year under review were used for the eligible purposes for which they were intended and were properly accounted for. The Auditor-General also confirms the adequacy of the system of internal controls. Further, the Auditor-General confirms that in preparing the Financial Statements, the most appropriate accounting policies have been consistently applied and supported by reasonable and prudent judgment and estimates. The vote controller further confirms to the best of his/her knowledge and belief the completeness of the accounting records maintained and that the Financial Statements agree with the books of accounts, which have been properly kept.

The Auditor General accepts responsibility for the integrity of the financial statements, the financial information they contain and their compliance with the provisions of Section 15 (4) of the Public Financial Management (PFM) Act of 2016.

#### Approval of the financial statements

The financial statements were approved and signed by the undersigned on 30 May, 2019.

---

Vote Controller

Date

30/5/19

## **Independent Auditors' Report to Parliament**

### **Report on the Financial Statements**

We have audited the financial statements of Audit Service Sierra Leone which comprise the Statement of Financial Position, as at 31 December 2018, the Statement of Financial Performance and the Statement of Cash Flows for the year.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation of financial statements so as to give a true and fair view in accordance with International Public Sector Accounting Standards (IPSAS) Cash and the requirements of the Sierra Leone Public Financial Management Act 2016. Management is also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with international standards on auditing (UK and Ireland adopted in Sierra Leone). 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 our judgement, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to

judgement, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit and fair 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our opinion.

### Opinion

In our opinion, the financial statements give a true and fair view of the cash position of Audit Service Sierra Leone as at 31 December 2018 and of its financial performance for the year in accordance with International Public Sector Accounting Standards (IPSAS) Cash and the requirements of the Sierra Leone Public Financial Management Act 2016.



LKG Accountants

Chartered Accountants

Freetown



**Statement of cash receipts and payments for the year ended 31 December 2018**

Amounts in Leones

	Note	2018		2017	
		Receipts/ Payments by ASSL	Receipts/ Payments by MoF/third party	Receipts/ Payments by ASSL	Receipts/ Payments by MoF/third party
<b>Receipts</b>					
Authorised Allocation/ MoF transfers	3.1	37,637,466,142	-	22,962,102,934	-
Proceeds from domestic and foreign grants	3.2	418,969,500	-	1,633,789,200	-
Other receipts		-	-	-	-
<b>Proceeds from borrowings:</b>					
Foreign	3.3	-	-	4,601,343,694	-
<b>Trading activities:</b>					
Audit fees	Pg. 19	1,376,682,500	-	1,885,445,000	-
Other receipts-Sales of bid		<u>4,250,000</u>	<u>-</u>	<u>168,015,022</u>	<u>-</u>
<b>Total receipts</b>		<b><u>39,437,368,142</u></b>	<b><u>-</u></b>	<b><u>31,250,695,850</u></b>	<b><u>-</u></b>
<b>Payments</b>					
Compensation of employees	4.1	24,122,995,364	-	20,745,116,883	-
Use of goods and services	4.2	10,834,949,298	-	7,299,538,948	-
Social benefits	4.3	1,342,875,107	-	1,213,008,096	-
Other payments	4.4	<u>74,200,000</u>	<u>-</u>	<u>153,600,000</u>	<u>-</u>
<b>Total payments</b>		<b><u>36,375,019,769</u></b>	<b><u>-</u></b>	<b><u>29,411,263,928</u></b>	<b><u>-</u></b>
<b>Surplus</b>		<b><u>3,062,348,374</u></b>	<b><u>-</u></b>	<b><u>1,839,431,923</u></b>	<b><u>-</u></b>
Cash at the beginning of the year		<u>8,375,055,062</u>	<u>-</u>	<u>6,535,623,140</u>	<u>-</u>
Cash at the close of the year		<u>11,437,403,436</u>	<u>-</u>	<u>8,375,055,063</u>	<u>-</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

Audit Service Sierra Leone financial statements were approved on ..... May 2019 and signed by:



Vote Controller



Head of Accounts

AUDIT SERVICE SIERRA LEONE AUDITED FINANCIAL STATEMENTS | 2018

Statement of detailed comparison of budget and actual, revenue and expenditure for the year ended 31<sup>st</sup> December 2018

Amounts in Leones	Final budget	2018 actual	Variance	Final budget	2017 Actual	Variance
Revenue						
Non-Tax						
GOSL-Salaries	31,554,308,457	29,114,903,642	(2,439,404,815)	28,495,678,133	19,222,102,934	(9,273,575,199)
GOSL- Other Charges	7,834,885,341	8,053,300,000	218,414,659	6,966,211,278	3,740,000,000	(3,226,211,278)
Audit Fees(Income)	1,855,875,000	1,376,682,500	(479,192,500)	1,767,500,000	1,885,445,000	117,945,000
Sale of Bid Document	-	4,250,000	4,250,000	-	5,500,000	5,500,000
Technical Audit	-	469,262,500	469,262,500	-	-	-
Proceeds from grant and loan:						
GOSL-PFMICP	4,484,519,760	-	(4,484,519,760)	2,721,940,000	4,601,343,694	1,879,403,694
GOSL-SAI Capacity Building Project	1,688,138,575	418,969,500	(1,269,169,075)	1,599,653,000	1,629,839,200	30,186,200
AfDB Support to ASSL ACCA Scheme	-	-	-	-	3,950,000	3,950,000
Total Income	<u>47,417,727,133</u>	<u>39,437,368,142</u>	<u>(7,980,358,990)</u>	<u>41,550,982,411</u>	<u>31,088,180,828</u>	<u>(10,462,801,583)</u>
Compensation of employees	<u>(29,651,429,524)</u>	<u>(24,122,995,364)</u>	<u>5,528,434,160</u>	<u>(26,798,145,890)</u>	<u>(20,745,116,883)</u>	<u>6,053,029,007</u>
Total expense	<u>(29,651,429,524)</u>	<u>(24,122,995,364)</u>	<u>5,528,434,160</u>	<u>(26,798,145,890)</u>	<u>(20,745,116,883)</u>	<u>6,053,029,007</u>
Programme1	<u>(18,511,757,139)</u>	<u>(12,252,024,405)</u>	<u>6,259,732,735</u>	<u>(18,069,698,374)</u>	<u>(8,666,147,045)</u>	<u>9,403,551,329</u>
Total expenditure	<u>(48,163,186,663)</u>	<u>(36,375,019,769)</u>	<u>11,788,166,895</u>	<u>(44,867,844,264)</u>	<u>(29,411,263,928)</u>	<u>15,456,580,336</u>

## Statement of cash position (all public funds) as at 31 December 2018

Amounts in Leones

		Notes	2018	2017	Changes in cash balances
<u>Cash/ bank account details</u>	<u>Project name</u>	<u>Currency held in</u>			
<u>General fund</u>					
Petty cash		5.1.2	3,329,000	3,482,000	(153,000)
Bank accounts					
Auditor General's Dept.-RCB		LE 5.1.1	5,325,296,701	1,860,499,228	3,464,797,473
AG's Dept.-OT-SLCB		LE 5.1.1	1,857,779,786	506,786,985	1,350,992,801
AG's Dept.-Training-SLCB		LE 5.1.1	<u>229,539,973</u>	<u>381,310,230</u>	<u>(151,770,257)</u>
Total held in bank account			<u>7,412,616,461</u>	<u>2,748,596,443</u>	<u>4,664,020,017</u>
Total cash and bank balances at the end			<u>7,415,945,461</u>	<u>2,752,078,443</u>	<u>4,663,867,017</u>
<u>Donor financed projects</u>					
Project bank accounts					
ASSL PFMICP	PFMIC	USD 5.1.1	3,347,538,131	4,158,152,098	(810,613,967)
SAICB Project-SLCB	SAI	USD 5.1.1	<u>673,919,845</u>	<u>1,464,824,521</u>	<u>(790,904,676)</u>
Total projects cash and bank balances at the end			<u>4,021,457,975</u>	<u>5,622,976,619</u>	<u>(1,601,518,644)</u>
Total cash & bank bal.-all public funds			<u>11,437,403,436</u>	<u>8,375,055,062</u>	<u>3,062,348,374</u>

## Notes to the Financial Statements

### 1 General information about Audit Service Sierra Leone

The Audit Service Sierra Leone (ASSL) being the Supreme Audit Institution (SAI) of the country is constitutionally responsible for the audit of all ministries, departments, agencies, parastatals and other government institutions. This mandate is enshrined in the 1991 Constitution of Sierra Leone and other related legislations, including the Public Financial Management Act, 2016 and the Audit Service Act, 2014.

Audit Service Act (ASA) was passed by Parliament on 9<sup>th</sup> July 1998, and the Statutory Instrument signed by H.E The President, Dr. Alhaji Ahmad Tejan Kabba on the 18<sup>th</sup> day of November 2004. Audit Service Sierra Leone commenced operation under the Audit Service Act on 1<sup>st</sup> October 2004.

Implementation of the 1998 Act started in the year 2000 when the Board members were appointed by the President and ratified by Parliament.

The Audit Service Act (ASA) 1998 has since been repealed and replaced by Audit Service Act 2014

### 2 Standardised Statement of Accounting Policies

The Standardised Accounting Policies given below have been developed using the cash basis of accounting that prescribed how financial transactions are treated and reported in the general purpose financial statements. These are developed based on the fundamental principles underlying the preparation of financial statements, including going-concern assumption, consistency of presentation and classification, cash basis of accounting, and aggregation and



## Notes to the Financial Statements-continued

materiality. They prescribed consistency in the definition, recognition, measurement and treatment of similar accounting items or financial transactions.

The Standardised accounting policies adopted in the preparation of the general purpose financial statements are set out below:

### 2.1 Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with the requirements of the Public Financial Management (PFM) Act, 2016, Section 14 (1) of the Audit Service Act (ACT), 2014 and comply with the International Public Sector Accounting Standard Financial Reporting under the Cash Basis of Accounting (Cash Basis IPSAS). The measurement basis applied is the historical cost basis, except where otherwise stated in the accounting policies below.

The financial statements have been prepared on the cash basis using the Government's standard chart of accounts.

The accounting policies adopted have been consistently applied to all the years presented.

### 2.2 Reporting Currency

The financial statements are presented in Sierra Leone Leones, which is the functional and reporting currency of the Government of Sierra Leone.

Financial information presented has been rounded up to the nearest Leones.



## Notes to the Financial Statements-continued

### 2.3 Reporting Period

The reporting period for these financial statements is a period of twelve months starting on 1<sup>st</sup> January 2018 to 31 December 2018, as specified in Section 1 of the PFM Act, 2016.

### 2.4 Receipts

Receipts are cash inflows within the Financial Year, comprising of receipts from Statutory/Authorised Allocations, Grants, fees from audit services rendered to departments, parastatals and agencies of the government of Sierra Leone, and sale of bid document.

### 2.5 Government Business activities

Cash receipts from trading activities shall be recorded net in the GPFS (after deducting direct expenses) unless otherwise provided for by law or policy in force. Total net receipts from all trading activities shall be disclosed in the Statement of cash receipts and payments under 'trading activities' item

Wherein gross revenue recorded, corresponding payments shall be charged under a corresponding payment item head 'Government business activities' in the Statement of Cash Receipts and Payments.

### 2.6 Payments

Payments are recurrent and capital cash outflows made during the financial year and shall be categorised either by major economic categories/programme (activities) and/or by function in the statement of cash receipts and payment.

Payments for purchase of items of capital nature shall be expensed in the year in which the items have been purchased. It shall be disclosed under capital

## Notes to the Financial Statements-continued

payments. Investments shall also be treated in the same way as capital purchases.

Prepaid expenses are amounts paid in advance of receipt of goods/services or work done (under contractual arrangements) and are charged directly to the respective expenditure item in the period of payment

### 2.7 Foreign Currency Translation

Cash flows arising from foreign currency transactions are translated into Leones using the spot exchange rates prevailing at the date of payment/receipt.

Foreign currency balances, as at the year end, shall be translated at the exchange rates prevailing on that date (closing spot rate or year-end exchange rate).

Foreign currency balances, as at the year end, shall be translated at the exchange rate prevailing on that date (closing spot rate or year-end exchange rate).

Foreign exchange gains and losses resulting from the settlement of foreign transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the Statement of Cash Receipts and Payments accordingly either as receipts/payments.

### 2.8 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are

## Notes to the Financial Statements-continued

subject to insignificant risk of changes in value. These comprise mainly Bank account balances; include amounts held at Rokel and Sierra Leone commercial bank, cash imprest and other short term highly liquid investments held at the end of the financial year. The cash and cash equivalents are stated at their face values, as this approximates to amortised cost.

### 2.9 Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The budget figures are the amounts approved by the legislature in accordance with the Appropriation Act (annual budget and supplementary budget) and as detailed in the Government of Sierra Leone Budget Printed Estimates.

An assessment of the actual budgetary performance, at the level of legislative approval, against the comparable budget for the financial year under review has been included as Statement B of these Financial Statements.

### 2.10 Welfare Fund

The fund is self-contributory by staff and was set up to alleviate urgent financial needs of members of staff.

### 2.11 Employee benefit

Audit Service operates on defined contribution and defined benefit plan of post-employment benefit plan. Defined contribution plans are post-employment benefit



## Notes to the Financial Statements-continued

plans under which Audit Service Sierra Leone pays fixed contributions of the employees' basic salary in to National Social Security and Insurance Trust (NASSIT) and will not have any legal or constructive obligation to pay further contributions at the end of the employment service.

Defined benefit plan on the other hand is one in which an employee who has completed a minimum number of years of continuous service and whose employment comes to an end as a result of retirement, resignation, death or termination shall be entitled to this severance benefit.

### 2.12 Other disclosures

#### 2.12.1 External support

##### 2.12.1.1 African Development Bank

African Development Bank (AfDB) under the project Public Financial Management and Business Enabling Support Project (PFMBESP) has been supporting staff of Audit Service Sierra Leone in capacity development in Association of Chartered Certified Accountants (ACCA) exams and logistical support. The amount stated in the financial statements as income is consideration received for 2017.

## Notes to the Financial Statements-continued

### 2.12.2 Government grant

#### 2.12.2.1 Public Financial Management Improvement and Consolidation Project (PFMICP)

Audit Service Sierra Leone has been benefiting from a government loan under the project Public Financial Management Improvement and Consolidation Project (PFMICP) that is co-funded by International Development Association (IDA), Multi-Donor Trust Fund (MDTF) and African Development Bank (AfDB). The amounts received are initially recognised as revenue at the average foreign exchange rate in force at the date of the transaction.

#### 2.12.2.2 Supreme Audit Institution Capacity Development Project (SAICDP)

The World Bank Group, through its agency – the International Development Association (IDA) – acting as administrator of grant funds under the Supreme Audit Institution

Capacity Development (SAICD) Multi-Donor Trust Fund is providing a grant to Audit Service Sierra Leone (ASSL) to strengthen its professional capacity to deliver quality public sector audit. The objective of the Capacity Building Project Grant is to improve the efficiency of public sector audit, thereby strengthening external oversight over the management of public resources in Sierra Leone. The project hopes to capacitate staff of Audit Service Sierra Leone on their financial oversight roles to ensure transparency and accountability on the use of public funds.

This project will come to an end on the 31<sup>st</sup> January, 2019.



## Notes to the Financial Statements-continued

## Statement of detailed revenue collected during the year ended 31st December 2018

Amounts in Leones				
Details	2018		2017	
	Budget	Actual	Budget	Actual
<u>Non tax-Audit fees income</u>				
Parliamentary Service				
Commission	-	-	-	5,000,000
S/L Stock Exchange Company Ltd	36,750,000	-	35,000,000	11,370,000
Africa Capacity Building Foundation				
Financial Intelligence Unit	-	-	-	5,000,000
Guma Valley Water Company	126,000,000	-	120,000,000	50,000,000
National Revenue Authority	199,500,000	155,925,000	190,000,000	155,925,000
Sierra Leone Insurance Commission				
Sierra Leone Maritime Administration	26,250,000	-	25,000,000	29,000,000
Human Rights Commission	84,000,000	19,950,000	80,000,000	19,950,000
Sierra Leone Anti-Corruption Commission	16,800,000	35,100,000	16,000,000	-
Njala University	42,000,000	42,000,000	40,000,000	-
National Commission for Children	-	45,000,000	-	-
EGTC	-	10,395,000	-	-
National Social Security & Insurance Trust	-	200,000,000	-	-
S/L Agricultural Research Institute	157,500,000	77,962,500	150,000,000	141,750,000
National Electoral Commission	16,800,000	-	16,000,000	20,790,000
	94,500,000	47,500,000	90,000,000	132,500,000

## Notes to the Financial Statements-continued

## Statement of detailed revenue collected during the year ended 31st December 2018-continued

Details	2018		2017	
	Budget	Actual	Budget	Actual
<u>Non tax-Audit fees income</u>				
Sierra Leone Road Safety Authority	157,500,000	92,500,000	150,000,000	152,000,000
National Power Authority	-	-	-	212,625,000
National Minerals Agency	39,375,000	24,475,000	37,500,000	47,500,000
Corporate Affairs Commission	14,700,000	-	14,000,000	10,395,000
Office of National Security	15,750,000	-	15,000,000	17,500,000
Statistics Sierra Leone	52,500,000	-	50,000,000	85,000,000
National Telecommunication Golden Tulip Kimbima Hotel	63,000,000	-	60,000,000	107,500,000
Independent Media Commission	-	23,625,000	-	-
Sierra Leone Ports Authority	15,750,000	-	15,000,000	6,615,000
Constitutional Review Committee	157,500,000	141,750,000	150,000,000	118,125,000
Justice Sector Coordination Road Maintenance Fund Administration	-	-	-	25,000,000
SIERRATEL	9,450,000	11,812,500	9,000,000	8,725,000
Eastern Polytechnic	63,000,000	28,500,000	60,000,000	78,375,000
National Youth Commission	157,500,000	145,000,000	150,000,000	145,000,000
Central Intelligence and Security Unit	-	13,000,000	-	36,500,000
Kambui Property Holdings	10,500,000	15,000,000	10,000,000	15,000,000
Sierra Leone Airports Authority	-	17,000,000	-	15,000,000
Political Parties Registration Commission	-	14,175,000	-	-
Petroleum Directorate	157,500,000	68,512,500	150,000,000	132,300,000
Sierra Leone Roads Authority	15,750,000	20,000,000	15,000,000	7,500,000
National Public Procurement Authority	52,500,000	22,500,000	50,000,000	61,500,000
Office of Ombudsman	-	105,000,000	-	-
	18,375,000	-	17,500,000	-
	21,000,000	-	20,000,000	-

**Statement of detailed revenue collected during the year ended 31st December 2018-  
continued**

Amounts in Leones Details	2018		2017	
	Budget	Actual	Budget	Actual
National Commission for Democracy	18,375,000	-	17,500,000	-
National Protected Area Authority	-	-	-	10,000,000
Nuclear Safety Radiation Protection Authority	<u>15,750,000</u>	<u>-</u>	<u>15,000,000</u>	<u>-</u>
Total revenue	<u>1,855,875,000</u>	<u>1,376,682,500</u>	<u>1,767,500,000</u>	<u>1,885,445,000</u>

**Statement of domestic revenue and allocation arrears as at 31st December 2018**

Amounts in Leones

Details	2018	2017
Non tax		
Salary	-	3,383,863,316
Other Charges	1,485,700,000	2,241,800,000
Audit fees	<u>198,750,000</u>	<u>321,600,000</u>
Total revenue	<u>1,684,450,000</u>	<u>5,947,263,316</u>

**Statement of unpaid commitments outstanding as at 31st December 2018**

Amount in Leones

Particulars	Note	Outstanding amounts	Aged analysis		
			0-6 month	6-12 months	> 12 months
Use of goods and services	6	49,808,109	49,808,109	-	-
Other payment	6	349,368,939	349,368,939	-	-
		<u>399,177,048</u>	<u>399,177,048</u>	-	-



## Notes to the Financial Statements continued

## Statement of fixed (physical) assets purchased during the year ended 31st December 2018

Amounts in Leones

Particulars	Account code	Note	2018	2017
Furniture, Office Equipment, Safes	2613	Pg. 28	125,908,000	63,983,000
Computer and Ancillary Equipment	2614	Pg. 29	395,218,987	94,068,393
Motor Vehicles	2615	Pg. 30	336,324,742	-
Plant, Equipment and Machinery	2631	Pg. 31	41,509,000	174,882,000
Total fixed (physical) assets purchased during the year			<u>898,960,729</u>	<u>332,933,393</u>

## Statement of undrawn external assistance as at the year Ended 31st December 2018

Amounts in Leones

	Others		Total
	2018	2017	
Opening balance:			
Loans	1,363,045,299	3,814,528,349	5,177,573,648
Grants	418,843,809	-	418,843,809
Approved in the period:	-	-	-
Loans	-	-	-
Grants	-	2,000,120,819	2,000,120,819
Drawdowns:			
Loans	-	(3,303,803,808)	(3,303,803,808)
Grants	(418,843,809)	(1,629,728,075)	(2,048,571,884)
Cancelled/expire:			
Loans	-	-	-
Grants	-	-	-
Exchange difference:			
Loans	-	852,320,758	852,320,758
Grants	-	48,451,065	48,451,065
Closing balance:			
Loans	1,363,045,299	1,363,045,299	2,726,090,598
Grants	-	418,843,809	418,843,809

**Notes to the Financial Statements-continued****3 Receipts**

Amount in Leones 2018 2017

**3.1 Authorised Allocation/ MoF transfers**

GoSL-salaries	29,114,903,642	19,222,102,934
GoSL-Recurrent expenditure	8,053,300,000	3,740,000,000
Technical Audit DSA for staff of SAI Ghana, Tanzania and Kenya	<u>469,262,500</u>	<u>-</u>
	<u><b>37,637,466,142</b></u>	<u><b>22,962,102,934</b></u>

**3.2 Proceeds from domestic and foreign grants**

SAI Capacity Building Project	418,969,500	1,629,839,200
Integrated Projects Administration Unit (IPAU)	<u>-</u>	<u>3,950,000</u>
	<u><b>418,969,500</b></u>	<u><b>1,633,789,200</b></u>

**3.3 Proceeds from borrowings: PFMICP**

International Development Association (\$534,414.56*Le7,396.08)	-	3,952,572,839
African Development Bank (AfDB) (\$86,299*Le7,517.71)	<u>-</u>	<u>648,770,855</u>
	<u><b>-</b></u>	<u><b>4,601,343,694</b></u>

**3.4 Other receipts**

Exchange rate gain	-	162,515,022
Sales of bid document	<u>4,250,000</u>	<u>5,500,000</u>
	<u><b>4,250,000</b></u>	<u><b>168,015,022</b></u>

**4 Payments****4.1 Compensation of employees**

Salaries	18,674,632,808	16,471,571,932
Wages	30,789,482	29,607,451
Bonus	1,106,720,795	1,021,990,520
Leave allowance	2,968,349,959	1,738,260,546
Overtime	44,988,987	32,242,911
Gratuity	1,024,393,660	1,155,362,049
Medical Allowances	269,119,673	266,081,474
Staff welfare Contributions	<u>4,000,000</u>	<u>30,000,000</u>
	<u><b>24,122,995,364</b></u>	<u><b>20,745,116,883</b></u>



## Notes to the Financial Statements-continued

Amounts in Leones

	2018	2017
<b>4.2 Use of goods and services</b>		
Audit Fees	70,000,000	65,000,000
Transfer to CRF	441,735,000	362,805,000
Local Travelling	447,984,000	461,585,478
Overseas Travelling	1,479,838,606	1,104,233,308
Overseas Training	950,392,231	734,514,668
Electricity	201,381,350	132,169,970
Water Charges	7,014,348	20,188,712
Telephone & other Communication	373,650,316	312,263,676
Life Assurance Policy	31,961,970	32,200,142
Rent and Rates	567,966,954	507,811,041
Office & general	317,529,711	258,159,953
Stationery	101,365,650	77,304,650
Computer Consumables	117,871,258	94,515,323
Advertisement	30,050,000	56,598,110
Printing and Publicity	257,893,204	294,798,100
Building (Maintenance)	22,103,250	33,261,000
Machinery & Furniture Maintenance	17,608,000	19,012,000
Vehicles Maintenance	364,302,033	350,807,573
Generator Running Cost	6,310,000	21,024,727
Vehicle Insurance & Licensing	91,922,296	119,847,610
Bank Charges	202,983,994	143,617,258
Sub & Membership dues	68,635,400	11,405,600
Training & Recruitment (Local)	267,616,456	183,706,052
Professional Fees	2,013,483,374	1,136,292,660
Overseas Audit	504,716,040	-
Solicitor Fee	20,350,000	15,000,000
Uniforms	28,920,000	24,734,000
Transport, Fuel and Oil	459,604,830	383,111,446
Technical Audit expense	470,798,300	-
Computer & Accessories	395,218,987	94,068,393
Furniture and Fitting	125,908,000	63,983,000
Plant & Machinery	41,509,000	174,882,000
Motor Vehicle	336,324,742	-
Intangible Asset	-	10,637,501
	<u>10,834,949,298</u>	<u>7,299,538,948</u>

## Notes to the Financial Statements-continued

Amounts in Leones

	2018	2017
<b>4.3 Social benefits</b>		
NASSIT (10%)	<u>1,342,875,107</u>	<u>1,213,008,096</u>
<b>4.4 Other payments</b>		
Directors Allowances	46,200,000	92,400,000
Sitting fees	<u>28,000,000</u>	<u>61,200,000</u>
	<u>74,200,000</u>	<u>153,600,000</u>
<b>5 Note supporting cash position</b>		
Cash and cash equivalent for the purpose of cash flows comprises:		
<b>5.1 Cash at the close of the year</b>		
Bank account	11,434,074,436	8,371,573,062
Petty cash	<u>3,329,000</u>	<u>3,482,000</u>
	<u>11,437,403,436</u>	<u>8,375,055,062</u>
<b>5.1.1 Bank balances at the close of the year</b>		
Auditor General's Dept.-RCB	5,325,296,701	1,860,499,228
Auditor General's Dept.-Other Charges-SLCB	1,857,779,786	506,786,985
Auditor General's Dept.-Training-SLCB	229,539,973	381,310,230
ASSL PFMICP	3,347,538,131	4,158,152,098
SAI Capacity Building Project-SLCB	<u>673,919,845</u>	<u>1,464,824,521</u>
	<u>11,434,074,436</u>	<u>8,371,573,062</u>
<b>5.1.2 Petty cash balances at the close of year</b>		
Lotto Building	1,265,000	2,669,000
Youyi Building	159,000	160,000
Kenema	571,000	477,000
Makeni	834,000	76,000
Bo	<u>500,000</u>	<u>100,000</u>
	<u>3,329,000</u>	<u>3,482,000</u>

## Notes to the Financial Statements-continued

Amounts in Leones

	2018	2017
<b>5.2 Cash at the beginning of the year</b>		
Bank balances	8,371,573,062	6,534,119,140
Cash in hand	<u>3,482,000</u>	<u>1,504,000</u>
	<u><b>8,375,055,062</b></u>	<u><b>6,535,623,140</b></u>
<b>5.2.1 Bank balances at the beginning of the year</b>		
Salary	1,860,499,228	4,838,788,335
Other Charges	506,786,985	1,034,919,384
Training	381,310,230	241,956,136
PFMICP	4,158,152,098	418,455,285
SAI Capacity	<u>1,464,824,521</u>	<u>-</u>
	<u><b>8,371,573,062</b></u>	<u><b>6,534,119,140</b></u>
<b>5.2.2 Cash in hand at the beginning</b>		
Lotto Building	2,669,000	1,062,000
Youyi Building	160,000	13,000
Kenema	477,000	235,000
Makeni	76,000	194,000
Bo	<u>100,000</u>	<u>-</u>
	<u><b>3,482,000</b></u>	<u><b>1,504,000</b></u>
<b>6 Unpaid commitments outstanding</b>		
Use of goods and services (6.1)	49,808,109	51,919,464
Other-Outstanding commitments (6.2)	<u>349,368,939</u>	<u>492,479,982</u>
	<u><b>399,177,048</b></u>	<u><b>544,399,446</b></u>
<b>6.1 Use of goods and services</b>		
Withholding tax for December	27,743,109	22,979,464
Signed contract	<u>22,065,000</u>	<u>28,940,000</u>
	<u><b>49,808,109</b></u>	<u><b>51,919,464</b></u>



**Notes to the Financial Statements-continued**

Amounts in Leones

	2018	2017
<b>6.2 Other-Outstanding commitments</b>		
Staff welfare returns for December	71,545,715	55,698,144
Performance Audit Consultancy fee for December	81,735,724	72,957,773
Graphic Design Consultancy fee for Dec.	-	21,534,065
Audit fees to be transferred to CRF	111,087,500	267,290,000
Audit fees for 2018 accounts	<u>85,000,000</u>	<u>75,000,000</u>
	<u>349,368,939</u>	<u>492,479,982</u>

**7 Statement of disposal of fixed (physical) assets during the year**

There were no fixed assets disposals during the year

**8 Statement of capital Development Projects**

There were no capital development projects during the year

**9 Capital Commitments**

No capital commitments existed as at 31 December 2018 (2017: nil)

**10 Contingent Assets and Liabilities**

No contingent assets and liabilities existed as at 31 December 2018 (2017: nil)

**11 Board Members' Interest**

None of the board members had or has any interest in any contract or arrangement of significance to which the Audit Service Sierra Leone was or is a party.

**12 Event after the reporting date**

There were no events that occurred after the financial year end that materially affected the financial position as at 31 December 2018.

## Notes to the Financial Statements-continued

## 13 Schedule Fixed Asset Addition

DATE OF PURCHASE	DETAILS	QTY	COST/INVOICE VALUE	Condition
26-Apr & 28-Jun-18	Shelf for 40ft container	1	2,681,250	Good
26-Apr & 28-Jun-18	Shelf for 40ft container	1	2,681,250	Good
15-May-18	Swivel Chair	1	1,380,000	Good
15-May-18	Swivel Chair	1	1,380,000	Good
15-May-18	Swivel Chair	1	1,380,000	Good
22-May-18	Swivel Chair	1	1,380,000	Good
06-Jun-18	1set settee chair	1	2,200,000	Good
12-Jun-18	Cabinet - 4drawer, metal	1	1,495,000	Good
12-Jun-18	Cabinet - 2door, metal with glass	1	2,185,000	Good
13-Jun-18	Office desk with L-shape with drawers	1	10,925,000	Good
19-Jul-18	Round conference table	1	1,725,000	Good
30-Jul-18	Shelf for 40ft container	1	1,938,750	Good
30-Jul-18	Shelf for 40ft container	1	1,938,750	Good
30-Jul-18	Shelf for 40ft container	1	1,938,750	Good
30-Jul-18	Shelf for 40ft container	1	1,938,750	Good
15-Aug-18	Swivel Chair	1	1,380,000	Good
15-Aug-18	Swivel Chair	1	1,380,000	Good
15-Aug-18	Swivel Chair	1	1,380,000	Good
15-Aug-18	Swivel Chair	1	1,380,000	Good
15-Aug-18	Swivel Chair	1	1,380,000	Good
15-Aug-18	Swivel Chair	1	1,380,000	Good
15-Aug-18	Swivel Chair	1	1,380,000	Good
16-Aug & 05-Oct-18	Wooden standing shelf	1	1,196,000	Good
20-Aug-18	Metal cupboard with glass	1	2,300,000	Good
20-Aug-18	Metal cupboard with glass	1	2,300,000	Good
25-Oct-18	Wooden standing shelf	1	1,621,000	Good
25-Oct-18	Wooden standing shelf	1	1,621,000	Good
15-Nov-18	Swivel Chair	1	2,760,000	Good
			<b>125,908,000</b>	



## Notes to the Financial Statements-continued

DATE OF PURCHASE	DETAILS	QTY	COST/INVOICE VALUE B/D	Condition
4-Jan-18	Desktop computer - Monitor	1	3,650,000	Good
4-Jan-18	Desktop computer - CPU	1	3,650,000	Good
10-Jan-18	Withholding tax for equipment bought in Dec-18	6 items	3,254,377	Good
23-Jan-18	Router - SIERRATEL	1	1,200,000	Good
1-Mar-18	Laptop computer - Dell	1	6,555,000	Good
1-Mar-18	Laptop computer - Dell	1	6,555,000	Good
1-Mar-18	Laptop computer - Dell	1	6,555,000	Good
1-Mar-18	Laptop computer - Dell	1	6,555,000	Good
1-Mar-18	Laptop computer - Dell	1	6,555,000	Good
1-Mar-18	Laptop computer - Lenovo	1	6,555,000	Good
1-Mar-18	Laptop computer - Lenovo	1	6,555,000	Good
1-Mar-18	Laptop computer - Lenovo	1	6,555,000	Good
1-Mar-18	Laptop computer - Lenovo	1	6,555,000	Good
1-Mar-18	Laptop computer - Lenovo	1	6,555,000	Good
1-Mar-18	Laptop computer - Lenovo	1	6,555,000	Good
1-Mar-18	Laptop computer - Lenovo	1	6,555,000	Good
1-Mar-18	Laptop computer - Lenovo	1	6,555,000	Good
1-Mar-18	Laptop computer - Lenovo	1	6,555,000	Good
1-Mar-18	Laptop computer - Lenovo	1	6,555,000	Good
1-Mar-18	Laptop computer - Lenovo	1	6,555,000	Good
1-Mar-18	Laptop computer - Lenovo	1	6,555,000	Good
28-May-18	UPS (650 VA)	1	2,875,000	Good
21-Jun & 13-Sept-18	Inverter (3000 watt) to retain internet server	1	29,611,650	Good
21-Jun & 13-Sept-18	6 Batteries (200 amp each)	6	19,188,350	Good
14-Aug-18	Laptop computer - Dell	1	8,397,922	Good
14-Aug-18	Laptop computer - Dell	1	8,397,922	Good
14-Aug-18	Laptop computer - Dell	1	8,397,922	Good
14-Aug-18	Laptop computer - Dell	1	8,397,922	Good
14-Aug-18	Laptop computer - Dell	1	8,397,922	Good
11-Sep-18	1 TB Backup Drive (DAG-SA)	1	1,725,000	Good
18-Sep-18	Laptop computer - Dell	1	7,590,000	Good
18-Sep-18	Laptop computer - Dell	1	7,590,000	Good
18-Sep-18	Laptop computer - Dell	1	7,590,000	Good
18-Sep-18	Laptop computer - Dell	1	7,590,000	Good
18-Sep-18	Laptop computer - Dell	1	7,590,000	Good
18-Sep-18	Laptop computer - Dell	1	7,590,000	Good
18-Sep-18	Laptop computer - Dell	1	7,590,000	Good
18-Sep-18	Laptop computer - Dell	1	7,590,000	Good





## Notes to the Financial Statements-continued

## Amounts in Leones

<b>DATE OF PURCHASE</b>	<b>DETAILS</b>	<b>QTY</b>	<b>COST/INVOICE VALUE</b>	<b>Condition</b>
29-Jan-18	Office Fridge (Samsung)	1	1,437,500	Good
15-Feb-18	Air Conditioner (12,000 BTU Split unit)	1	3,680,000	Good
26-Apr-18	Air Conditioner (18,000 BTU Split unit)	1	4,945,000	Good
22-May & 29-May-18	Air Conditioner (24,000 BTU Split unit)	1	6,053,000	Good
19-Jul-18	Office fridge	1	1,437,500	Good
19-Jul-18	Air Conditioner (12,000 BTU Split unit)	1	4,025,000	Good
27-Jul-18	Radio recorder - 8gb	1	1,000,000	Good
20-Aug-18	DVR CCTV with 1TB	1	2,426,000	Good
11-Sep & 22-Oct-18	Air Conditioner (12,000 BTU Split unit)	1	4,430,000	Good
11-Oct-18	Air Conditioner (12,000 BTU Split unit)	1	4,025,000	Good
11-Oct-18	Air Conditioner (12,000 BTU Split unit)	1	4,025,000	Good
11-Oct-18	Air Conditioner (12,000 BTU Split unit)	1	4,025,000	Good
			41,509,000	