

# TARKWA - NSUAFEM MUNICIPAL ASSEMBLY



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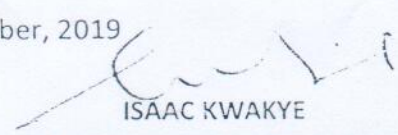
REPUBLIC OF GHANA

31<sup>ST</sup> JAN., 2020

## ANNUAL FINANCIAL STATEMENTS AND ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2019

I submit for your information and necessary action twelve (12) copies of Annual Financial Statements and Account for the year ended 31<sup>st</sup> December, 2019 comprising the following:

- A. Statement of Financial position as at 31<sup>st</sup> December, 2019
- B. Statement of Revenue and Expenditure Account for the period ended 31<sup>st</sup> December, 2019
- C. Statement of Cash Flow for the period ended as at 31<sup>st</sup> December, 2019
- D. Schedule of Receipts and Payments for the period ended as at 31<sup>st</sup> December, 2019
- E. Statement of Revenue for the period ended 31<sup>st</sup> December, 2019
- F. Statement of Expenditure for the period ended 31<sup>st</sup> December, 2019
- G. Schedule of Cash at Bank as at 31<sup>st</sup> December, 2019
- H. Schedule of Retention and Payables as at 31<sup>st</sup> December, 2019

  
ISAAC KWAKYE

For: MUNICIPAL CHIEF EXECUTIVE  
(MUNICIPAL CO-ORDINATING DIRECTOR)

THE DISTRICT AUDITOR  
AUDIT SERVICE  
P.O.BOX 328  
TARKWA

CC: THE HON. MINISTER  
MINISTRY OF LOCAL GOVERNMENT  
AND RURAL DEVELOPMENT  
ACCRA

CONTROLLER AND ACCOUNTANT  
GENERAL'S DEPARTMENT  
ACCRA

THE REGIONAL DIRECTOR  
CONTROLLER AND ACCOUNTANT  
GENERAL'S DEPARTMENT.  
SEKONDI. W/R

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**TARKWA NSUAEM MUNICIPAL ASSEMBLY**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2019**

	NOTES	2019	2018
<b>ASSETS</b>			
<i>NON CURRENT ASSETS</i>			
<i>FIXED DEPOSIT</i>			
INFRASTRUC. , PLANT & EQUIP.	1	8,152,964.09	4,770,717.86
WORK-IN-PROGRESS	1	1,144,251.98	167,140.31
<b>TOTAL NON CURRENT ASSET</b>		<b>9,297,216.07</b>	<b>4,937,858.17</b>
<i>CURRENT ASSETS</i>			
CASH AND BANK	2	2,867,198.13	786,000.51
RECEIVABLES	3	52,197.76	11,920.00
<i>PREPAYMENTS</i>			
<b>TOTAL CURRENT ASSETS</b>		<b>2,919,395.89</b>	<b>797,920.51</b>
<b>TOTAL ASSETS</b>		<b>12,216,611.96</b>	<b>5,735,778.68</b>
<b>LIABILITIES</b>			
<i>CURRENT LIABILITIES</i>			
RETENTION	4	80,709.28	80,709.28
CREDITORS	5	313,313.38	339,313.38
DEPOSITS AND OTHER MONIES	6	100.00	100.00
<i>SHORT-TERM BORROWINGS</i>			
<b>TOTAL CURRENT LIABILITIES</b>		<b>394,122.66</b>	<b>420,122.66</b>
<b>TOTAL LIABILITIES</b>		<b>394,122.66</b>	<b>420,122.66</b>
<b>NET ASSETS</b>		<b>11,822,489.30</b>	<b>5,315,656.02</b>
<i>CONTRIBUTED BY</i>			
SURPLUSES/(DEFICITS)	7	6,506,833.28	168,846.77
ACCUMULATED SURPLUSES B/F	7	5,315,656.02	5,146,809.25
<b>NET WORTH</b>		<b>11,822,489.30</b>	<b>5,315,656.02</b>

.....  
MUNICIPAL CO-ORDINATING DIRECTOR

.....  
MUNICIPAL FINANCE OFFICER

MUNICIPAL CO-ORDINATING DIRECTOR  
TARKWA NSUAEM MUNICIPAL ASSEMBLY  
Tarkwa-Nsuaem, Municipal Assembly



**COMPARATIVE STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED DECEMBER, 2019**

RECEIPT	ANNUAL ESTIMATE 2019	ACCUMULATED TOTAL 2019	ANNUAL ESTIMATE 2018	ACCUMULATED TOTAL 2018
RATES	2,864,600.00	2,712,422.00	2,612,000.00	2,063,638.30
LAND AND CONCESSIONS	7,165,014.02	6,322,139.96	5,968,682.40	4,222,260.00
FEES AND FINES	524,800.00	419,757.50	477,500.00	406,918.04
LICENCES	1,253,500.00	1,345,101.24	922,710.00	1,105,259.85
RENT	40,000.00	48,847.50	30,000.00	25,679.00
GRANTS	8,346,914.42	5,220,217.74	7,168,246.58	5,309,945.79
INVESTMENT INCOME	5,000.00	-	-	-
MISCELLANEOUS	3,000.00	600.00	3,000.00	1,748.50
<b>TOTAL RECEIPTS</b>	<b>20,202,828.44</b>	<b>16,069,085.94</b>	<b>17,182,138.98</b>	<b>13,135,449.48</b>
<b>PAYMENT</b>				
COMPENSATION OF EMPLOYEES	4,037,121.89	2,584,550.78	3,667,458.18	3,175,907.10
GOODS AND SERVICES	6,426,269.71	6,250,263.22	3,490,122.51	3,471,538.46
INTEREST	-	-	-	-
OTHER GRANTS	-	-	492,425.95	788,545.06
SOCIAL BENEFITS	5,000.00	-	5,000.00	3,645.00
OTHER EXPENSES	741,137.93	688,234.68	724,917.00	589,108.92
NON-FINANCIAL ASSETS	1,083,090.00	2,930,853.38	8,529,915.94	4,770,717.86
OTHER PAYMENTS (WIP)	7,910,208.91	1,428,504.52	272,299.40	167,140.31
<b>TOTAL PAYMENTS</b>	<b>20,202,828.44</b>	<b>13,882,406.58</b>	<b>17,182,138.98</b>	<b>12,966,602.71</b>

EXCESS RECEIPTS OVER PAYMENTS

2,186,679.36

168,846.77



**COMPARATIVE STATEMENT OF REVENUE AND EXPENDITURE FOR THE YEAR ENDED DECEMBER, 2019**

MAIN HEAD REVENUE	ANNUAL	ACCUMULATED	ANNUAL	ACCUMULATED
	ESTIMATE 2019	TOTAL 2019	ESTIMATE 2018	TOTAL 2018
RATES	2,864,600.00	2,673,218.02	2,612,000.00	2,063,638.30
LAND AND CONCESSIONS	7,165,014.02	6,322,139.96	5,968,682.40	4,222,260.00
FEES AND FINES	524,800.00	419,757.50	477,500.00	406,918.04
LICENCES	1,253,500.00	1,345,101.24	922,710.00	1,105,259.85
RENT	40,000.00	48,847.50	30,000.00	25,679.00
GRANTS	8,346,914.42	5,220,217.74	7,168,246.58	5,309,945.79
INVESTMENT INCOME	5,000.00	-	-	-
MISCELLANEOUS	3,000.00	600.00	3,000.00	1,748.50
<b>TOTAL REVENUE</b>	<b>20,202,828.44</b>	<b>16,029,881.96</b>	<b>17,182,138.98</b>	<b>13,135,449.48</b>
<b>EXPENDITURE</b>				
COMPENSATION OF EMPLOYEES	4,037,121.89	2,584,550.78	3,667,458.18	3,175,907.10
GOODS AND SERVICES	6,426,269.71	6,250,263.22	3,490,122.51	3,471,538.46
INTEREST	-	-	-	-
OTHER GRANTS	-	-	492,425.95	788,545.06
SOCIAL BENEFITS	5,000.00	-	5,000.00	3,645.00
OTHER EXPENSES	741,137.93	688,234.68	724,917.00	589,108.92
<b>TOTAL EXPENDITURE</b>	<b>11,209,529.53</b>	<b>9,523,048.68</b>	<b>8,379,923.64</b>	<b>8,028,744.54</b>

**SURPLUS/(DEFICIT)**

**6,506,833.28**

**5,106,704.94**



**TARKWA NSUAEM MUNICIPAL ASSEMBLY**  
**COMPARATIVE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019**

DESCRIPTION	2019	2018
<b>CASH RECEIPTS FROM OPERATING ACTIVITIES</b>		
GRANTS	5,220,217.74	5,309,945.79
RATES	2,712,422.00	2,063,638.30
OTHER REVENUE	8,136,446.20	5,761,865.39
<b>NET CASH RECEIPTS FROM OPERATING ACTIVITIES</b>	<b>16,069,085.94</b>	<b>13,135,449.48</b>
<b>CASH PAYMENT FROM OPERATING ACTIVITIES</b>		
COMPENSATION OF EMPLOYEES	2,584,550.78	3,175,907.10
GOODS AND SERVICES	6,250,263.22	3,471,538.46
INTEREST	-	-
GRANTS	-	788,545.06
SOCIAL BENEFITS	-	3,645.00
OTHER EXPENSES	688,234.68	589,108.92
	<b>9,523,048.68</b>	<b>8,028,744.54</b>
<b>NET CHANGE IN WORKING CAPITAL</b>		
(INCREASE)/DECREASE IN ACCOUNT RECEIVABLE	11,920.00	300.00
INCREASE/(DECREASE) IN ACCOUNT PAYABLES	-	(854,940.47)
	<b>11,920.00</b>	<b>(854,640.47)</b>
<b>NET CASH PAYMENT FROM OPERATING ACTIVITIES</b>	<b>9,523,048.68</b>	<b>8,883,385.01</b>
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>6,546,037.26</b>	<b>4,252,064.47</b>
<b>PURCHASE/GRANTING OF NON-FINANCIAL ASSETS</b>		
NON-FINANCIAL ASSETS	2,930,853.38	4,770,717.86
INVENTORY	-	-
WIP	1,428,504.52	167,140.31
<b>CASH FLOW FROM INVESTING IN NON-FINANCIAL ASSETS</b>	<b>4,359,357.90</b>	<b>4,937,858.17</b>
<b>SALE/RECOVERY OF NON-FINANCIAL ASSETS</b>		
NON-FINANCIAL ASSETS	-	-
INVENTORY	-	-
WIP	-	-
<b>CASH FLOW FROM SALES OF NON-FINANCIAL ASSETS</b>	<b>-</b>	<b>-</b>
<b>NET CASH FLOW FROM INVESTMENT IN FINANCIAL ASSETS</b>	<b>4,359,357.90</b>	<b>4,937,858.17</b>
<b>CASH FLOW FROM FINANCIAL ACTIVITY</b>		
DOMESTIC		
INFLOWS	-	-
OUTFLOWS	-	-
NET INCURRENCE OF DOMESTIC LIABILITY	-	-
FOREIGN		
INFLOWS	-	-
OUTFLOWS	-	-
NET INCURRENCE OF FOREIGN LIABILITY	-	-
<b>NET CHANGES IN STOCK OF CASH</b>	<b>2,081,197.62</b>	<b>(685,793.70)</b>
<b>CASH AND CASH EQUIVALENT - OPENING</b>	<b>786,000.51</b>	<b>1,471,794.21</b>
<b>CASH AND CASH EQUIVALENT - CLOSING</b>	<b>2,867,198.13</b>	<b>786,000.51</b>



## NOTES TO THE ACCOUNTS

### 1) REPORTING ENTITY

The reporting entity is Tarkwa-Nsuaem Municipal Assembly (T.N.M.A.). The financial report is for activities that took place during the 2019 fiscal year. The entity is non-profit organization operating under the ministry of Local Government and Rural Development.

### OUR MISSION

The Tarkwa-Nsuaem Municipal Assembly exists to improve the quality of life of its inhabitants through the provision of effective and efficient socio-economic services in collaboration with other stakeholders.

### OUR VISION

To become a world class Municipality providing excellent socio-economic services for inhabitants.

### 2) ACCOUNTING POLICIES

#### *a) Statement Of Compliance*

The financial statement of the Assembly have been prepared in accordance with the accounting policies of the Government of Ghana to comply with the Public Financial Management (PFM) Act, 2016 (ACT 921), Financial Administration Regulation, 2004 (LI 1802) (FAR) Financial Memoranda for District Assembly 2004, Accounting Manuals and other Legislative and standard accounting documents developed and approved by Controller and Accountant General's Department in consultation with the Auditor-General and Ministry of Local Government and Rural Development.

#### *b) Basis of Preparation*

The annual financial statements have been prepared on accrual basis. The accounting policies adopted in preparing the financial statement have been consistency applied throughout all periods presented unless otherwise stated.

#### *c) Functional and Presentation Currency*

The functional currency is the currency that best reflects the primary economic environment in which the entity operates. The financial statements have been presented in Ghana Cedis (GH¢) which is the functional and presentation currency of the entity.

#### *d) Revenue*

The Assembly generates its revenue from the following sources which are used for the implementation of developmental projects and programmes. To this end income or revenue is recognized as and when it is earned.

- I. Internally Generated Fund (IGF) consisting:
  - I. Rates
  - II. Land and Concessions
  - III. Fees and Fines

- IV. Licenses
- V. Rent
- VI. Investment Income
- VII. Miscellaneous
- II. The District Assemblies and MP's Common Funds
- III. Other Donor Grants
  - i. Urban Development Grants
  - ii. Capacity Support Fund
  - iii. District Development Facilities
  - iv. CWSA (IDA)
  - v. CIDA etc.

e) *Expenditure*

The Municipal Assembly's expenditure has been categorized as follows:

- i. Compensation of Employees
- ii. Use of Goods and Services
- iii. Grants
- iv. Social Benefits
- v. Other Expenses
- vi. Capital Expenditure.