

AUDIT SERVICE



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INDEPENDENT AUDITORS' REPORT TO THE CHAIRPERSON, PUBLIC INTEREST AND ACCOUNTABILITY COMMITTEE

Report on the financial statements

We have audited the accompanying financial statements of the Public Interest and Accountability Committee which comprise the statement of financial position as at 31 December, 2019, the statement of Financial Performance, the statement of Financial position, Statement of accumulated fund, the statement of cash flow for the year ended and a summary of significant accounting policies and other explanatory information as set out on pages 10 to 12.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standard (IPSAS) and provisions of the Public Financial Management Act (PMFA) and the accounting policies set out in Note 1 of the financial statements. This includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility

Our responsibility is to express an opinion on the financial statements based on our audit in accordance with International Standards of Supreme Auditing Institutions (ISSAIs). Those standards require that we comply with the ethical requirements, and

plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatements.


An audit includes 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 misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to PIAC'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 PIAC's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management team, 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 for our audit opinion.

Opinion

In our opinion, the financial statements present fairly in all material respects, the financial position of the Public Interest and Accountability Committee as at 31 December, 2019, and of its financial performance and cash flows for the year then ended in accordance with International Public Sector Accounting Standard (IPSAS).

Signed by



Samuel Nii Odartey Lamptey
(AAG-CGAD/MoF)

Date: *04th March, 2020*

The Public Interest and Accountability Committee (PIAC)

Mandate

The Public Interest and Accountability Committee (PIAC) was established under Section 51 of the PRMA, to among others:

- a. monitor and evaluate compliance with the PRMA by government and other relevant institutions in the management and use of the petroleum revenues and investments as provided in the PRMA,
- b. Provide space and platform for the public to debate whether spending prospects and management use of revenues conform to development priorities as provide under section 21 (3) of the PRMA and
- c. Provide independent assessments on the management and use of petroleum revenues to assist Parliament and the executive in the oversight and performance related functions respectively.

Reporting requirements

Section 56 of the PRMA requires The Accountability Committee to:

- a. publish a semi-annual report and an annual report in at least two state owned national daily newspapers by the 15th of September and March each year;
- b. publish the reports on the Accountability Committee's website;
- c. hold public meetings twice each year to report on its mandate to the general public, and
- d. submit a copy of its semi-annual report and annual report to the President and to Parliament.

Vision

Our vision is ensuring the efficient management of petroleum revenues for sustainable development.

Mission

A Statutory Institution committed to ensuring efficient, transparent and accountable management of petroleum revenues and investments to secure the greatest social and

economic benefit for the people of Ghana through active engagement with government and citizens. This is accomplished by maintaining a balanced stance, exhibiting high integrity and remaining independent of sectional influences.

Committee Members as at 31 December 2019

| Name | Designation |
|---------------------------------|--------------------|
| Dr. Emmanuel Steven Manteaw | Chairperson |
| Dr. Thomas Kojo Stephens | Vice Chairperson |
| Professor Albert Fiadoc I | Member |
| Mr. Noble Wadzah | Member |
| Ogyeahoho Yaw Gyebi II | Member |
| Mr. Joseph Winful | Member |
| Dr. Affail Monney | Member |
| Alhaji Alhassan Abdulai | Member |
| Nana Agyenim Boateng | Member |
| Rev. Dr. Kwabena Opuni-Frimpong | Member |
| Hajia Kansawurche Azara Bukari | Member |
| Prof. Akosua Darkwah | Member |
| Mrs. Mary Karimu | Member |

Contacts

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Auditors

Ghana Audit Service

Bankers

GCB Ltd and Standard Chartered Bank

PUBLIC INTEREST AND ACCOUNTABILITY COMMITTEE
STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2019

| | Notes | 2019 GH¢ | 2018 GH¢ |
|-----------------------------|-------|---------------------|---------------------|
| Non-Current Assets | | | |
| Property, Plant & Equipment | 2 | 2,273,780.99 | 169,562.46 |
| Current Assets | | | |
| Bank | 3 | 751,413.02 | 2,642,418.60 |
| Total Assets | | 3,025,194.01 | 2,811,981.06 |
| Financed By: | | | |
| Accumulated Fund | | 3,025,194.01 | 2,811,981.06 |

Signed:



The Chairperson
 Mr. Noble K. Wadzah



The Coordinator
 Marilyn Aniwa

Date: 04-03-2020

Date: 04-03-2020

PUBLIC INTEREST AND ACCOUNTABILITY COMMITTEE
STATEMENT OF INCOME AND EXPENDITURE FOR
THE YEAR ENDED 31 DECEMBER 2019

| | Notes | 2019 GH¢ | 2018 GH¢ |
|--|-------|---------------------|---------------------|
| Incomes | 4 | 3,134,841.78 | 5,068,984.81 |
| Other incomes | 5 | 5,414.75 | 18,204.75 |
| Total Income | | 3,140,256.53 | 5,087,189.56 |
| Expenditures | | | |
| Programmes & Activities | 6 | 1,274,821.47 | 1,352,735.88 |
| General and administrative Expenses | 7 | 1,361,413.83 | 1,128,981.74 |
| Governance Cost | 8 | 290,808.28 | 343,977.24 |
| Total Expenditure | | 2,927,043.58 | 2,825,694.86 |
| Income Surplus/Deficit | | 213,212.95 | 2,261,494.70 |

**PUBLIC INTEREST AND ACCOUNTABILITY COMMITTEE
ACCUMULATED FUND AS AT 31 DECEMBER 2019**

| | 2019 | 2018 |
|-----------------|---------------------|---------------------|
| | GH¢ | GH¢ |
| Balance Brought | | |
| Forward | 2,811,981.06 | 550,486.36 |
| Income | | |
| Surplus/Deficit | 213,212.95 | 2,261,494.70 |
| Total | 3,025,194.01 | 2,811,981.06 |

PUBLIC INTEREST AND ACCOUNTABILITY COMMITTEE
CASHFLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2019

| | 2019 | 2018 |
|---|-----------------------|---------------------|
| | GH¢ | GH¢ |
| OPERATING ACTIVITIES | | |
| Income Surplus | 213,212.95 | 2,261,494.70 |
| Adjustment for Depreciation | 174,889.89 | 70,210.61 |
| Net Cash flows from Operating Activities | 388,102.84 | 2,331,705.31 |
| INVESTING ACTIVITIES | | |
| Acquisition of Fixed Assets | (2,279,108.42) | (69,603.07) |
| Net Cash flows from Investing Activities | (2,279,108.42) | (69,603.07) |
| Increase In Cash & Cash Equivalents | (1,891,005.58) | 2,262,102.24 |
| ANALYSIS OF CHANGES IN CASH & CASH EQUIVALENTS | | |
| Opening Cash Balance | 2,642,418.60 | 380,316.36 |
| Net Cash flow | (1,891,005.58) | 2,262,102.24 |
| Closing Cash Balance | 751,413.02 | 2,642,418.60 |

PUBLIC INTEREST AND ACCOUNTABILITY COMMITTEE
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 1 ACCOUNTING POLICIES

Basis of Accounting

The Financial Statements have been prepared on modified Accrual Basis using the Historical Cost Convention.

Revenues and Expenditures

Revenues are recognized when they become available and lodged into PIAC's designated accounts while expenditures are recognized when incurred.

Property, Plant & Equipment

Properties, Plant & Equipment are capitalized and to be written off over the expected life of the asset using the Straight Line method with the following rates:

| Asset | Expected Useful Life | Depreciation Rate |
|----------------------|-----------------------------|--------------------------|
| Furniture & Fittings | 5 Years | 20 |
| Motor Vehicles | 5 Years | 20 |
| Office Equipment | 4 Years | 25 |
| Building | 50 Years | 02 |

PUBLIC INTEREST AND ACCOUNTABILITY COMMITTEE

NOTE 2: FIXED ASSETS SCHEDULE AS AT 31ST DECEMBER 2019

| | Building | Furniture & Fitting | Motor Vehicle | Office Equipment | Total |
|--------------------------------|---------------------|------------------------|-------------------|---------------------|---------------------|
| Cost | GH¢ | GH¢ | GH¢ | GH¢ | GH¢ |
| Balance at 01/01/2019 | 0.00 | 6,500.00 | 344,553.07 | 0.00 | 351,053.07 |
| Addition | 2,014,650.73 | 34,563.30 | 0.00 | 229,894.39 | 2,279,108.42 |
| Balance at 31/12/2019 | 2,014,650.73 | 41,063.30 | 344,553.07 | 229,894.39 | 2,630,161.49 |
| Depreciation | | | | | |
| Totals as at 01/01/2019 | 0.00 | 2,600.00 | 178,890.61 | 0.00 | 181,490.61 |
| Charge for the year | 40,293.01 | 8,212.66 | 68,910.61 | 57,473.60 | 174,889.89 |
| Totals as at 31/12/2019 | 40,293.01 | 10,812.66 | 247,801.22 | 57,473.60 | 356,380.50 |
| Net Book Value | | | | | |
| 31-Dec-2019 | 1,974,357.72 | 30,250.64 | 96,751.85 | 172,420.79 | 2,273,780.99 |
| 31-Dec-2018 | 0.00 | 3,900.00 | 165,662.46 | 0.00 | 169,562.46 |

Presentation Currency

The Financial Statements are presented in Ghana Cedis and all values are rounded to the nearest Ghana Cedi. Transactions denominated in foreign currency are converted using the exchange rate at the time of the transaction.

Comparative Figures

Comparative figures are, where appropriate, reclassified to be comparable with the figures presented in the current financial year.

Consistency

The Accounting Policies adopted in preparing the Financial Statements have been consistently applied throughout all periods presented unless otherwise stated.

3. Bank Balance- GH¢751,413.02

This represents the closing bank balance as at 31st December, 2019 for funds received from Government of Ghana.

4. Incomes

This represents funds received from Government of Ghana (GoG), the Department for International Development (DFID) and Harvard University for the implementation of various activities during the year.

| Incomes | 2019 GH¢ | 2018 GH¢ |
|--|---------------------|---------------------|
| GoG | 2,900,000.00 | 4,398,611.27 |
| DFID/NRGI | 234,841.78 | 91,394.47 |
| GOGIC | 0.00 | 564,310.32 |
| Harvard Support for District Engagement | 0.00 | 14,668.75 |
| Total | 3,134,841.78 | 5,068,984.81 |

5. Other Incomes

Other income represents refunds of moneys paid to some members of the Public Interest and Accountability Committee during the 2017 financial year.

| Other Incomes | 2019 GH¢ | 2018 GH¢ |
|-------------------------|---------------------|---------------------|
| Ghana Revenue Authority | 0.00 | 10,530.00 |
| Prof. Buah-Bassuah | 0.00 | 3,294.00 |
| Yaw Owusu Addo | 0.00 | 2,083.50 |
| Prince Asafu-Adjaye | 0.00 | 2,297.25 |
| Franklin Ashiadey | 2,409.75 | 0.00 |
| Kwame Adjei Djan | 3,005.00 | 0.00 |
| Total | 5,414.75 | 18,204.75 |

6. Programmes & Activities Expenses

This expenditure relates to PIAC reporting requirements and other statutory duties.

| | GoG 2019 GH¢ | DFID/NRGI 2019 GH¢ | 2019 GH¢ | 2018 GH¢ |
|---|-----------------------------|-----------------------------------|---------------------|---------------------|
| Publication of Semi & Annual Reports | 142,724.49 | 41,780.99 | 184,505.48 | 239,716.15 |
| District Engagements & Visits of ABFA Project | 455,420.84 | 127,041.50 | 582,462.34 | 620,826.91 |
| Media Interactions | 7,270.00 | 2,923.00 | 10,193.00 | 4,735.00 |
| Public Meetings and engagements | 140,889.25 | 109,881.63 | 250,770.88 | 301,665.65 |
| PIAC Communication Strategy | 0.00 | 0.00 | 0.00 | 20,293.10 |
| Hotel Accommodation | 5,436.81 | 0.00 | 5,436.81 | 41,139.57 |
| Info graphics | 7,500.00 | 0.00 | 7,500.00 | 14,840.25 |
| Constituency Engagements | 100,091.52 | 0.00 | 100,091.52 | 89,439.10 |
| Improve Visibility of PIAC | 2,610.00 | 0.00 | 2,610.00 | 1,546.00 |
| Transfer of Funds (Closure of Accounts) | 0.00 | 0.00 | 0.00 | 18,534.15 |
| Transfer to GOGIG - End of Grant | 0.00 | 131,251.44 | 131,251.44 | 0.00 |
| Total Programmes and activities expenses | 861,942.91 | 412,878.56 | 1,274,821.47 | 1,352,735.88 |

7. General & Administrative Expenses

These are expenditures incurred mainly on the day to day administration of the PIAC Secretariat.

| | GoG 2019 | DFID/NRGI 2019 | 2019 | 2018 |
|--|---------------------|-------------------|---------------------|---------------------|
| General and administrative Expenses | GH¢ | GH¢ | GH¢ | GH¢ |
| Staff Salaries | 619,107.98 | 133,333.84 | 752,441.82 | 749,554.02 |
| Administrative Expenses | 257,924.32 | 143,772.44 | 401,696.76 | 261,149.85 |
| Office rent | 25,516.36 | 0.00 | 25,516.36 | 10,530.00 |
| Other Expenditure | 6,869.00 | 0.00 | 6,869.00 | 37,537.26 |
| Depreciation | 174,889.89 | 0.00 | 174,889.89 | 70,210.61 |
| Total General and administrative expenses | 1,084,307.55 | 277,106.28 | 1,361,413.83 | 1,128,981.74 |

8. Governance Costs

This represents expenditures relating to meetings and capacity building for members of the Committee.

| | GoG 2019 | DFID/NRGI 2019 | 2019 | 2018 |
|------------------------------|-------------------|-------------------|-------------------|-------------------|
| Governance Cost | GH¢ | GH¢ | GH¢ | GH¢ |
| Meeting Expenses | 38,544.46 | 8,762.24 | 47,306.70 | 279,125.00 |
| Board Members Allowance | 218,950.00 | 0.00 | 218,950.00 | 15,735.09 |
| Capacity Building | 24,551.58 | 0.00 | 24,551.58 | 49,117.15 |
| Total Governance Cost | 282,046.04 | 8,762.24 | 290,808.28 | 343,977.24 |