

**PUBLIC INTEREST AND ACCOUNTABILITY
COMMITTEE**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2021**

INDEPENDENT AUDITOR'S REPORT

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BACKGROUND INFORMATION - PIAC

The Public Interest and Accountability Committee (PIAC) was established under Section 51 of the PRMA, to among others, monitor and evaluate compliance with the Act. The Committee was inaugurated and commenced work on 15th September, 2011. So far Twenty (20) reports (Ten Annual and Ten Semi-annual Reports) have been published by the committee. Fourteen (14) regional public fora have also been held in all regional capitals of the Country and two other regional fora in Tarkwa and Hohoe in fulfilment of the mandate of the committee. District engagements have also been held in over 60 districts across the country and several ABFA funded projects inspected.

Vision

To fulfil our mandate of ensuring the efficient management of petroleum revenues for sustainable development.

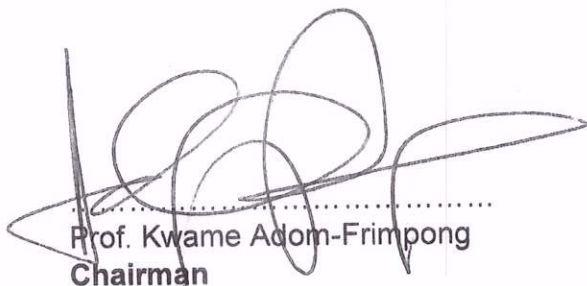
Mission

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.

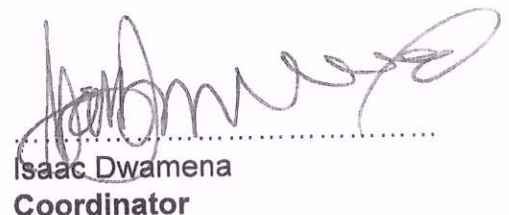
Mandate

The Accountability Committee has three main objects as outlined in the PRMA;

1. To monitor and evaluate compliance with the Act by government and relevant institutions in the management and use of petroleum revenues and investments;
2. To provide space and platform for the public to debate on whether spending prospects and management and use of revenues conform to development priorities as provided under section 21 (3);
3. To provide independent assessment on the management and use of petroleum revenues to assist parliament and the executive in the oversight and the performance of related functions.



.....
Prof. Kwame Adom-Frimpong
Chairman



.....
Isaac Dwamena
Coordinator



PUBLIC INTEREST AND ACCOUNTABILITY COMMITTEE (PIAC)

Independent Auditor's Report to the Members of the Board

Report on the Audit of Public Interest and Accountability Committee's Financial Statements

Opinion

We have audited the financial statements of *Public Interest and Accountability Committee* (PIAC) for the year ended 31 December, 2021. These financial statements comprise; the statement of financial position and statement of financial performance for the year then ended, cash flow statement and a summary of significant accounting policies and other explanatory notes set out on pages 6 to 8 of this report.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the *Public Interest and Accountability Committee* (PIAC), as at 31 December, 2021, and of its statement of financial performance for the year then ended in accordance with the International Public Sector Accounting Standards and Public Financial Management Act, 2016 Act 921.

Basis for Opinion

We conducted our audit in accordance with International Standards for Supreme Audit Institutions. Our responsibilities under those 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 *Public Interest and Accountability Committee* (PIAC) in accordance with the Code of Ethics for Supreme Audit Institutions together with the ethical requirements that are relevant to our audit of the financial statements in Ghana, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the Committee and those charged with Governance for the Financial Statements

The Committee is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (*IPSAS*), and legislations, and for such internal control as the Board determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, the Committee is responsible for assessing the Public Interest and Accountability Committee's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee either intends to liquidate the Public Interest and Accountability Committee (PIAC) or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible of overseeing the entity's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with *IPSAS*, which is consistent with the Fundamental Auditing Principles (ISSAIs 100-999) of the International Standards for Supreme Audit Institutions, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with *IPSAS* which is consistent with the Fundamental Auditing Principles (ISSAIs 100-999) of the International Standards for Supreme Audit Institutions, we exercised professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Public Interest and Accountability Committee's internal controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board.
- Conclude on the appropriateness of the Committee's use of the going concern basis of accounting and, based on the audit evidence, obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Public Interest and Accountability Committee's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Public Interest and Accountability Committee to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



NAME: RUSSELL OWUSU ASANTE
RANK: DIRECTOR OF AUDIT

for: **AUDITOR-GENERAL**

8 April, 2022

PUBLIC INTEREST AND ACCOUNTABILITY COMMITTEE (PIAC)

STATEMENT OF RECEIPTS AND EXPENDITURE FOR THE YEAR ENDED 31ST DECEMBER, 2021

Items	Notes	2021 GH¢	2020 GH¢
<u>Income</u>			
Government Subvention	4	4,708,862.18	3,091,200.00
Other Income	5	362,898.46	-
		5,071,760.64	3,091,200.00
<u>Expenditure</u>			
Programmes and Activities Expense	6	2,241,769.86	1,039,482.01
General and Administrative Expense	7	1,860,370.83	1,525,451.96
Governance Cost	8	784,275.45	506,184.11
		4,886,416.14	3,071,118.08
Net Receipts		185,344.50	20,081.92

PUBLIC INTEREST AND ACCOUNTABILITY COMMITTEE (PIAC)

CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2021

Items	2021 GH¢	2020 GH¢
<u>OPERATING ACTIVITIES</u>		
Excess Income over Expenditure	185,344.50	20,081.92
Depreciation	135,568.24	179,177.26
Net Cashflows from Operating Activities	320,912.74	199,259.18
<u>INVESTING ACTIVITIES</u>		
Acquisition of Fixed Assets	(50,063.92)	(17,149.50)
Net Cashflows from Investing Activities	(50,063.92)	(17,149.50)
Net Cash Flow	270,848.82	182,109.68
ANALYSIS OF CHANGE IN CASH & CASH EQUIVALENT		
Balance 1/01/2021	933,522.70	751,413.02
Net Cash Flow	270,848.82	182,109.68
Balance 31/12/2021	1,204,371.52	933,522.70

PUBLIC INTEREST AND ACCOUNTABILITY COMMITTEE (PIAC)

NOTES TO FINANCIAL STATEMENT

Note 1 ACCOUNTING POLICIES

The significant accounting policies adopted by Public Interest and Accountability Committee (PIAC) and which have been used in preparing these financial statements are as follows:

a. Basis of Accounting

The financial statements have been prepared on a historical cost basis.

b. Property, Plant and Equipment

The committee provides for depreciation of Property Plant and Equipment at the following rates as stated below

	Asset	Estimated Useful Life	Depreciation Rate
i	Furniture and Fittings	5 years	20%
ii	Motor Vehicle	5 years	20%
iii	Office Equipment	4 years	25%
iv	Property (building part only)	50 years	2%

Assets with costs exceeding five thousand Ghana cedis (GHS5,000), with useful lives exceeding one financial year, are classified as property plant and equipment (PPE).

c. Income

Income is recognised upon receipt of funds

d. Expenditure

Expenditure is recognised when it is incurred

PUBLIC INTEREST AND ACCOUNTABILITY COMMITTEE (PIAC)

NOTES TO FINANCIAL STATEMENT

	Building GH¢	Furniture & Fitting GH¢	Motor Vehicle GH¢	Office Equipment GH¢	Total GH¢
Cost					
Balance as at 1-Jan-21	2,014,650.73	41,063.30	344,553.07	247,043.89	2,647,310.99
Additions	-	22,700.00	-	27,363.92	50,063.92
Disposals	-	-	-	-	-
Balance as at 31-Dec-21	2,014,650.73	63,763.30	344,553.07	274,407.81	2,697,374.91
Depreciation					
Balance as at 1 Jan-21	80,586.02	19,025.32	316,711.83	119,234.57	535,557.74
Charge for the year	40,293.01	12,752.66	13,920.61	68,601.95	135,568.24
Balance as at 31-Dec-21	120,879.03	31,777.98	330,632.44	187,836.52	671,125.98
Net Book Value as at 31-Dec-21	1,893,771.70	31,985.32	13,920.63	86,571.29	2,026,248.93

Note 3

Accumulated Fund Account

	2021	2020
Balance as at 1 January	3,045,275.94	3,025,194.02
Excess income Over Expenditure	185,344.50	20,081.92
	<u>3,230,620.45</u>	<u>3,045,275.94</u>

PUBLIC INTEREST AND ACCOUNTABILITY COMMITTEE (PIAC)

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2021

	NOTE		2021 GHS	2020 GHS
INCOME				
Total Income received from GoG	4	GOG	CONSOLIDATED	CONSOLIDATED
First Quarter 2020			706,377.00	618,240.00
Second Quarter 2020			1,293,623.00	1,391,040.00
Third & Fourth Quarter 2020			2,708,862.18	1,081,920.00
			4,708,862.18	3,091,200.00
Other Income				
Support from GiZ	5			
PIAC Media Engagement with IFEJ			68,837.18	68,837.18
Review of Strategic Document			114,767.02	114,767.02
Assessment Report, Petroleum Revenue Management for the past 10 years			179,294.26	179,294.26
			-	-
			362,898.46	362,898.46
EXPENDITURE				
Programmes and activities expenses	6			
Publication of Semi & Annual Reports			342,667.54	336,704.83
District Engagements & Visits of ABFA Project			277,716.00	307,137.53
Public Meetings/ Media Interaction			508,030.16	221,165.35
Strategic Partnerships/Scheme of Service/Strategic Plan			398,291.51	-
PIAC General Assembly Meetings			48,878.00	-
Constituency Engagements			48,927.50	138,493.74
Improve Visibility of PIAC			27,110.00	35,980.56
Technical Roundtable Discussion			20,420.00	-
PIAC @ 10 /Report on Petroleum Revenue Management for the past 10 y			149,070.28	328,364.54
Engagement with Tertiary Institutions			57,760.41	-
Total Programmes and activities expenses			1,878,871.40	1,039,482.01
General and administrative Expenses	7			
Staff Salaries			1,247,896.35	972,695.36
Administrative Expenses			379,847.19	373,579.34
Capacity Building Staff			93,639.05	-
Other Expenditure			3,420.00	-
Depreciation			135,568.24	179,177.26
Total General and administrative expenses			1,860,370.83	1,525,451.96
Governance Cost	8			
Board Members Allowance			614,614.37	324,363.00
Meeting Expenses			75,820.51	51,991.00
Capacity Building			93,840.57	129,830.11
Total Governance Cost			784,275.45	506,184.11
BANK BALANCES	9			
			1,204,371.52	1,204,371.52