



**GA WEST MUNICIPAL ASSEMBLY
AUDITED FINANCIAL STATEMENTS FOR
THE YEAR ENDED
31 DECEMBER 2022**

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STATEMENT OF MANAGEMENT RESPONSIBILITIES

The Financial Report of Ga West Municipal Assembly (GWMA) provides the financial information on a transparent and accessible basis as well as an important element in the overall framework of accountability and financial integrity of GWMA.


The Financial Statements and associated disclosures have been drawn up in accordance with the Public Financial Management Act, 2016 (Act 921), the Public Financial Management Regulations, 2019 (L.I. 2378), the Local Governance Act, 2016 (Act 936), as amended by Act 940, the International Public Sector Accounting Standards (IPSAS) and the relevant resolutions adopted by GWMA. Contributions from government and other sources have been used solely for the purposes for which these were specifically designated. All transactions have been properly documented.

The system of internal control relating to financial reporting is designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with the public financial management legal frameworks. This system includes relevant policies and procedures that: (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transaction; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of the financial statements and that receipts and expenditures are executed in accordance with authorizations of management in compliance with the public financial management legal frameworks; and (iii) provide reasonable assurance regarding the prevention or timely detection of unauthorized acquisition, use or disposition of GWMA's assets.


To the best of our knowledge, the Financial Statements fairly present GWMA's financial position at 31 December 2022. During the external audit process, Management provided the Audit Service with all relevant information and access as agreed in the terms of the audit engagement.


Hon. Clement Wilkinson

Municipal Chief Executive


Rachel Fosua Sa'pong

Municipal Coordinating Director


Emmanuel Ablorh Adjei

Municipal Finance Officer

FINANCIAL HIGHLIGHTS

The Financial Statements for 2022 was presented in accordance with the public financial legislative requirements and other statutes and the format required under IPSAS. The Financial Statements also include supplementary information that further explains and supports the information in the Financial Statements.

The summary highlights and analysis of the Financial Statements of GWMA for the year ended 31 December, 2022 are presented below:

Budget Performance

a. Budgeted Receipts

In 2022, the total actual receipts of GH¢16,370,789.09 was marginally lower than the approved budget of GH¢16,672,082.81. The total receipts of GH¢16,370,789.09 for 2022, compared with GH¢13,902,682.70 received in 2021, showed an increase of GH¢2,468,106.39 or 17.75% over the prior year.

b. Budgeted payments

During the period under review, GWMA approved budget was GH¢12,139,862.66 to spend on approved activities as compared to GH¢16,575,000.00 budgeted in 2021. However, actual payments came to GH¢12,562,483.66 (GH¢12,685,394.67 in 2021). The Assembly slightly exceeded the approved budget line expenditures by GH¢422,621.00 or 3.48%.

Financial Performance

Revenue

During the period under review, total revenue received by GWMA amounted to GH¢16,806,198.32 compared with GH¢13,902,682.70 received in 2021, showing an increase of 20.88%. This increase is attributable to increase in Internally Generated Funds and Grants.

Expenses

Total Expenses incurred by GWMA in 2022 amounted to GH¢12,905,522.66 as against GH¢12,685,394.67 for the previous year, showing an increase of GH¢220,127.99 or 1.74%.

Operational results

During the year under review, GWMA recorded a surplus of GH¢3,900,675.66 from its operations as compared to the reported surplus of GH¢1,217,288.03 in 2021. The increase in the surplus recorded was primarily due to increase in all revenue items over the previous year and the recognition of PPE and WIP which were previously expensed in the year of acquisition.

The net operational results was accordingly transferred to the Accumulated Fund Balance, resulting in an increase from GH¢1,903,806.77 in 2021 to GH¢3,445,806.95 as at the end of 2022 as adjusted.

Financial Position

Asset

As at 31 December, 2022, total assets of GWMA stood at GH¢7,304,096.45 as against GH¢1,903,806.77 recorded in the previous year, representing an increase of GH¢5,400,289.68 or 283.66%. The increase was mainly due recognition of PPE and WIP which were previously expensed in the year of acquisition. Cash and cash equivalent amounting to GH¢2,256,327.75 constituted 30.89% of the total assets.

Liabilities

Total liabilities stood at GH¢3,858,289.50 at the end of the year, compared with nil for the previous year, an increase of GH¢3,858,289.50. Account Payables of GH¢3,858,289.50 accounted for the entire liabilities for the period. At a current ratio of 0.71:1, our analysis showed that the GWMA will not be able to meet its short-term obligations as and when they fall due.

Fund Balances

The GWMA's Fund Balances stood at GH¢3,445,806.95 as at 31 December 2022, compared with GH¢1,903,806.77 as at 31 December 2021, registering an increase of GH¢1,542,000.18 translating to 81% per cent.

GA WEST MUNICIPAL ASSEMBLY - AMASAMAN

**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31
DECEMBER 2022**

	2022	2021
REVENUE		
Decentralized Transfers/GoG Subvention	2	7,064,992.47
Internally Generated Funds	3	5,668,280.10
Donations and Grants	4	4,072,925.75
		2,646,011.84
TOTAL REVENUE		16,806,198.32
		13,902,682.70
EXPENDITURE		
Compensation of Employees	6	7,761,408.54
Goods and Services	7	4,199,978.68
Interest		
Subsidy		
Social Benefits	8	560.00
Other Expenditure	9	754,403.71
Consumption of PPEs (Depreciation)	14	189,171.73
		1,318,490.58
TOTAL EXPENDITURE		12,905,522.66
		12,685,394.67
SURPLUS/(DEFICIT)		3,900,675.66
		1,217,288.03

To be read in conjunction with the accompanying notes to the financial statements.

GA WEST MUNICIPAL ASSEMBLY - AMASAMAN
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE YEAR ENDED 31 DECEMBER, 2022

	Budget 2022	Actual 2022	Variance 2022	Budget 2021	Actual 2021	Variance 2021
REVENUE						
Decentralized Transfers/ Gog Subvention	6,158,823.66	7,064,992.47	(906,168.81)	5,332,315.00	6,287,345.04	(955,030.04)
Internally Generated Funds	5,520,000.00	5,668,280.10	(148,280.10)	4,800,000.00	4,969,325.82	(169,325.82)
Donations and Grants	4,993,259.15	4,072,925.75	920,333.40	6,442,685.00	2,646,011.84	3,796,673.16
TOTAL REVENUE	16,672,082.81	16,806,198.32	(134,115.51)	16,575,000.00	13,902,682.70	2,672,317.30
EXPENDITURE						
Compensation of Employees	6,655,366.66	7,761,408.54	(1,106,041.88)	5,902,000.00	6,690,160.10	(788,160.10)
Goods and Services	4,624,310.42	4,199,978.68	424,331.74	4,356,415.20	4,170,392.02	186,023.18
Interest						
Subsidy						
Social Benefits	15,000.00	560.00	14,440.00	10,000.00		10,000.00
Other Expenditure	845,185.58	754,403.71	90,781.87	723,906.50	506,351.97	217,554.53
Consumption of Fixed Assets	-	189,171.73	(189,171.73)	5,582,678.30	1,318,490.58	4,264,187.72
TOTAL EXPENDITURE	12,139,862.66	12,905,522.66	(765,660.00)	16,575,000.00	12,685,394.67	3,889,605.33
TOTAL SURPLUS/(DEFICIT)	4,532,220.15	3,900,675.66	631,544.49	0.00	1,217,288.03	(1,217,288.03)
Net accrual adjustments						
Total on full accruals (IFASs) basis						

To be read in conjunction with the accompanying notes to the financial statements.

GA WEST MUNICIPAL ASSEMBLY - AMASAMAN
STATEMENT OF CHANGES IN NET ASSETS AND EQUITY FOR THE YEAR ENDED 31
DECEMBER 2022

	2022	2021	2020
NET ASSETS			
Accumulated Surplus (Deficits) B/F	1,903,806.77		686,518.74
Adjustments to Opening Balance			
Prior Year Adjustment			
Property, Plant and Equipment	539,680.00		
Account Payables	(2,828,355.48)		
Total Adjustments	(2,288,675.48)		0
Total Accumulator Surpluses (Deficits)	(484,868.71)		686,518.74
ADD			
Surpluses (Deficits) for the Period	3,932,675.66		1,217,288.03
TOTAL NET LIABILITIES/EQUITY	3,447,806.95		1,903,806.77

To be read in conjunction with the accompanying notes to the financial statements.

GA WEST MUNICIPAL ASSEMBLY – AMASAMAN

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2022

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Receipts from Operating Activities		
Decentralized Transfers/GoG Subvention	2	56,945.91
Internally Generated Funds	2	5,651,726.10
Donations and Grants	4	3,654,070.52
Total Receipts	9,362,742.53	7,937,314.04
Cash Payments for Operating Activities	,	
Compensation of Employees	6	757,687.43
Goods and Services	7	4,054,100.66
Social Benefits	8	560.00
Other Expenses	9	742,089.01
Total Payments	5,554,437.10	5,401,535.43
NET CASH FLOWS FROM OPERATING ACTIVITIES	3,808,305.43	2,535,778.61
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash Receipts from Investing Activities		
Recovery of Advances	5	21,140.00
Total Receipts	21,140.00	14,427.00
Cash Payments for Investing Activities		
Acquisition of Non-Financial Assets	10	3,340,373.45
Purchase of Investment		-
Total Payments	3,340,373.45	1,318,490.58
NET CASH FLOWS FROM INVESTING ACTIVITIES	(3,319,233.45)	(1,304,063.58)
CASH FLOWS FROM FINANCING ACTIVITIES		
Funds held for Capital Projects		
Finance Lease		
NET CASH FLOWS FROM FINANCING ACTIVITIES		
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	489,071.98	1,231,715.03
CASH AND CASH EQUIVALENTS- BEGINNING OF PERIOD	1,767,255.77	535,540.74
CASH AND CASH EQUIVALENTS- END OF PERIOD	11	2,256,327.75
		1,767,255.77