AUDIT OF THE RESOURCES MANAGED AND USED FOR THE PERIOD 1 JANUARY 2017 TO 30 NOVEMBER 2017 BY THE MINISTRY OF EDUCATION UNDER THE UNIVERSITY OF GUYANA SCIENCE AND TECHNOLOGY SUPPORT PROJECT CREDIT NUMBERS (4969-GY & 5373-GY)

AUDITORS: AUDIT OFFICE
63 HIGH STREET
KINGSTON
GEORGETOWN
GUYANA
# Table of Contents

<table>
<thead>
<tr>
<th>Section</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Transmittal Letter</td>
<td>i</td>
</tr>
<tr>
<td>2. Auditors' Opinion on the Financial Statement</td>
<td>1</td>
</tr>
<tr>
<td>Statement of Sources and Uses of Funds</td>
<td></td>
</tr>
<tr>
<td>Statement of Cumulative Investment &amp; the Asset Register</td>
<td></td>
</tr>
<tr>
<td>3. Audited Financial Statements</td>
<td>3</td>
</tr>
<tr>
<td>4. Auditor's Opinion on the Eligibility of Expenditure</td>
<td>13</td>
</tr>
<tr>
<td>5. Auditor's Opinion on Designated Account Reconciliation</td>
<td>15</td>
</tr>
<tr>
<td>6. Auditor's Opinion on Compliance with the Financing Agreement and the Relevant Laws and Regulations</td>
<td>17</td>
</tr>
<tr>
<td>7. Compliance with Financing Agreement</td>
<td>19</td>
</tr>
<tr>
<td>8. Management Letter</td>
<td>22</td>
</tr>
</tbody>
</table>
29 March 2018

Ms. Hongyu Yang
Task Team Leader
Human Development Department
Latin America and Caribbean Regional Office
World Bank
1818 H Street N.W
Washington D.C 20433
USA.

Dear Ms. Yang,

AUDIT OF THE RESOURCES MANAGED AND USED FOR THE PERIOD 1 JANUARY 2017 TO 30 NOVEMBER 2017 BY THE MINISTRY OF EDUCATION UNDER THE UNIVERSITY OF GUYANA SCIENCE AND TECHNOLOGY SUPPORT PROJECT (CREDIT NUMBERS 4969-GY & 5373-GY)

I forward herewith one (1) copy of the audited financial statements for the above-mentioned Project for the period 1 January 2017 to 30 November 2017, together with the Report of the Auditor General and management letter thereon.

Should you need any clarification or explanation, please do not hesitate to let me know.

With kind regards.

Yours sincerely,

[Signature]

ROSAMUND P. HALL
AUDIT MANAGER
178/IDA:14/1/2018
29 March 2018

Mr. Vibert Welch
Permanent Secretary
Ministry of Education
Brickdam
Georgetown.

Dear Mr. Welch,

AUDIT OF THE RESOURCES MANAGED AND USED
FOR THE PERIOD 1 JANUARY 2017 TO 30 NOVEMBER 2017
BY THE MINISTRY OF EDUCATION UNDER
THE UNIVERSITY OF GUYANA SCIENCE AND TECHNOLOGY SUPPORT PROJECT
(CREDIT NUMBERS 4969-GY & 5752-GY)

I forward herewith two (2) copies of the audited financial statements for the above-mentioned Project for the period 1 January 2017 to 30 November 2017, together with the Report of the Auditor General and management letter thereon.

Should you need any clarification or explanation, please do not hesitate to let me know.

With kind regards.

Yours sincerely,

[Signature]

[Stamp]

AUDIT MANAGER

[Name]
REPORT OF THE AUDITOR GENERAL ON THE
STATEMENT OF SOURCES AND USES OF FUNDS,
STATEMENT OF CUMULATIVE INVESTMENTS AND THE
ASSET REGISTER OF THE UNIVERSITY OF GUYANA SCIENCE AND TECHNOLOGY
SUPPORT PROJECT (CREDIT NUMBERS 4969-GY & 5753-GY)
FOR THE PERIOD 1 JANUARY 2017 TO 30 NOVEMBER 2017

Opinion

I have audited the Financial Statements, which comprise the Statement of Source and Uses of Funds, Statement of Cumulative Investments, the Asset Register and a summary of significant accounting policies for the University of Guyana Science and Technology Support Project for the period 1 January 2017 to 30 November 2017.

In my opinion, the financial statements present fairly, in all material respects, the Statement of Sources and Uses of Fund, Statement of Cumulative Investments and the Asset Register for the period 1 January 2017 to 30 November 2017, in accordance with the Cash Basis; International Public Sector Accounting Standards (IPSAS).

Basis for Opinion

I conducted my audit in accordance with International Standards on Auditing (ISAs) issued by the International Federation of Accountants (IFAC), the International Standards of Supreme Audit Institutions (ISSAI) and the Audit Act 2004. My responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Project in accordance with the ethical requirements that are relevant to my audit of the financial statements in Guyana, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.
Responsibilities of Management and those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Cash Basis; International Public Sector Accounting Standards (IPSAS) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. Financial Reporting under the Cash Basis of Accounting recognise transactions and acts only when the cash (and/or cash equivalent) is received or disbursed by the Project, and not when they give rise to, accrue or originate rights or obligations although there was no cash movement.

Those charged with governance are responsible for overseeing the Project’s financial reporting process.

Auditor’s Responsibilities for the Audit of the Financial Statements

My 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 my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs and ISSAIs 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.

D. SHARMA
AUDITOR GENERAL

AUDIT OFFICE
63 HIGH STREET
KINGSTON
GEORGETOWN
GUYANA
<table>
<thead>
<tr>
<th></th>
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</thead>
<tbody>
<tr>
<td></td>
<td>USD</td>
<td>G$</td>
<td>USD</td>
</tr>
<tr>
<td><strong>CASH RECEIPTS</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Designated Account</td>
<td>2,131,800</td>
<td>445,608,298</td>
<td>682,282</td>
</tr>
<tr>
<td>Direct Payment</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other Interest Accrued</td>
<td>344,903</td>
<td>71,808,808</td>
<td>344,903</td>
</tr>
<tr>
<td>Counterpart Funds (GOG) - In Cash</td>
<td>14,086,000</td>
<td>2,880,279</td>
<td>14,086,000</td>
</tr>
<tr>
<td><strong>TOTAL RECEIPTS (A)</strong></td>
<td>4,282,689</td>
<td>870,505,595</td>
<td>736,246,329</td>
</tr>
<tr>
<td><strong>LEGS EXPENDITURES</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Component 1: Education Quality</td>
<td>522,998</td>
<td>106,290,980</td>
<td>4,743</td>
</tr>
<tr>
<td>Component 2: Infrastructure Rehabilitation</td>
<td>3,000,000</td>
<td>597,600,000</td>
<td>17,889,980</td>
</tr>
<tr>
<td>Component 3: Project Management</td>
<td>540,999</td>
<td>108,800,000</td>
<td>540,999</td>
</tr>
<tr>
<td><strong>TOTAL EXPENDITURE (B)</strong></td>
<td>3,563,997</td>
<td>674,890,980</td>
<td>18,337,879</td>
</tr>
<tr>
<td><strong>NET CHANGE IN CASH (A - B)</strong></td>
<td>-2,781,378</td>
<td>-374,385,395</td>
<td>-6,482,023</td>
</tr>
<tr>
<td>Foreign Exchange Adjustment: Brought from Previous Years</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>BALANCE BANKS</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Opening Cash Balance</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Designated Account</td>
<td>191,912</td>
<td>38,382,219</td>
<td>291,912</td>
</tr>
<tr>
<td>Project Account</td>
<td>314,044</td>
<td>62,675,252</td>
<td>314,044</td>
</tr>
<tr>
<td><strong>TOTAL OPENING CASH BALANCE</strong></td>
<td>505,956</td>
<td>101,057,471</td>
<td>314,044</td>
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<tr>
<td>Closing Cash Balance</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Designated Account</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Project Account</td>
<td>394</td>
<td>78,382,218</td>
<td>394</td>
</tr>
<tr>
<td><strong>TOTAL CLOSING CASH BALANCE</strong></td>
<td>394</td>
<td>78,382,218</td>
<td>394</td>
</tr>
<tr>
<td>Difference - Sale of Bal</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Documents/Reconciliation Difference</td>
<td>1,393,477</td>
<td>287,752</td>
<td>2,110,000</td>
</tr>
</tbody>
</table>

*Vibert Witch*
Permanent Secretary
Ministry of Education

*Devali Munroe*
Project Coordinator (ng.)
University of Guyana Science & Technology Support Project
<table>
<thead>
<tr>
<th>CATEGORIES</th>
<th>CURRENT PERIODS</th>
<th>CUMULATIVE AS AT NOVEMBER 30, 2017</th>
<th>CUMULATIVE AS AT DECEMBER 31, 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>World Bank (IDA)</td>
<td>Counterpart</td>
<td>World Bank (IDA)</td>
</tr>
<tr>
<td></td>
<td>CREDIT No. 4905-GY</td>
<td>Contributions</td>
<td>CREDIT No. 4905-GY</td>
</tr>
<tr>
<td></td>
<td>TOTAL</td>
<td>CREDIT No. 4905-GY</td>
<td>CREDIT No. 5753-GY</td>
</tr>
<tr>
<td>Subtotal</td>
<td>SUB</td>
<td>SUB</td>
<td>SUB</td>
</tr>
<tr>
<td>1. Honours, Research Grants, Goods, Consulting Services, Non-reimbursable Services, Training and Operating Costs Under Part A of the Project</td>
<td>225,078</td>
<td>44,048,015</td>
<td>628,578,123</td>
</tr>
<tr>
<td>3. Honours, Goods, Consulting Services, Non-reimbursable Services, Training and Operating Costs Under Part C of the Project</td>
<td>234,305</td>
<td>41,039,781</td>
<td>-</td>
</tr>
<tr>
<td>TOTAL</td>
<td>2,993,469</td>
<td>486,103,688</td>
<td>580,290,213</td>
</tr>
</tbody>
</table>

Chairs/Words

Perpetual Secretary Ministry of Education

Project Coordinator (eng.)

University of Guyana Science & Technology Support Project
## Designated Account Reconciliation Statement

**Government of Guyana**  
**Ministry of Education**  
**University of Guyana Science & Technology Support Project**  
**IDA Credit NO. 4969-GY & IDA Credit NO. 5753-GY**  
**Account Number 702210**  
**As at 30/11/2017**

<table>
<thead>
<tr>
<th>Item</th>
<th>Amount Advanced by World Bank less refunds</th>
<th>Documented Expenditure</th>
<th>OUTSTANDING AMOUNT</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>12,538,906.44</td>
<td>10,061,562.48</td>
<td>2,497,343.96</td>
</tr>
<tr>
<td>2</td>
<td>8,848,549.93</td>
<td>8,356,099.33</td>
<td>492,540.60</td>
</tr>
<tr>
<td>3</td>
<td>3,710,356.51</td>
<td>1,705,533.15</td>
<td>2,004,803.36</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Item</th>
<th>Source of Financing (US$)</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>USS</td>
<td>IDA 4969-GY</td>
</tr>
</tbody>
</table>

| 4    | Balance as at 30.11.2017 as per attached Bank Statement - Designated Account (US$) | 594.26 | 594.26 |
| 5    | Plus amount of eligible expenditures documented in the attached application | 2,496,491.74 | 492,540.59 | 2,003,951.15 |
| 6    | Plus amount claimed in previous applications not yet credited at date of Bank Statement | - | - | - |
| 7 (a) | Plus balance as at 30.11.2017 as per attached Bank Statement - Local Currency Account (GS) | 627.13 | 627.13 |
| 7 (b) | Plus Petty Cash Balance as at 30.11.2017 | 346.71 | 346.71 |
| 8    | Less foreign exchange conversion rate differences | - | - | - |
| 9    | EQUALS TOTAL ADVANCE ACCOUNTED FOR | 2,498,059.84 | 492,540.59 | 2,005,519.25 |
| 10   | Discrepancies between (3 and 9): |    |    |   |
|      | a) Less Funds Deposited in Local Currency Account (GS) received from the Sale of Tender Documents and rounding difference | - | 715.88 | 0.01 | 715.89 |

**Explanation:**  
1) USS 715.89 - This amount represents net of funds received from the sale of tender documents and deposited to local currency account. Rounding difference of 0.58 Cents.

---

Michael Walsh  
Permanent Secretary  
Ministry of Education

Devin Nurmore  
Project Coordinator (ng.)  
University of Guyana Science & Technology Support Project
University of Guyana Science and Technology
Support Project (Credit Numbers 4969 & 5753-GY)
For the period 01st January to 30th November 2017

Notes to the Financial Statements

1. Program Description

The Government of the Cooperative Republic of Guyana (CRG) has received support from the World Bank (WB) through the Ministry of Education to fund the University of Guyana Science and Technology Support (UG STS) Project. The objective of this project is to strengthen the four science and technology faculties at the University of Guyana (UG) to better prepare graduates for jobs in low carbon industries, and build sustainable capacity to operate the University and plan for its future growth. The project focuses on improving the quality of science education through support for curriculum reform, applied research relevant to the Low Carbon Development Strategy (LCDS), renovation and re-equipment of science laboratories, establishment of campus-wide broadband Internet connectivity and institutional strengthening in the areas of strategic planning and facilities management. This effort is crucial for the development of knowledgeable and skilled human capital necessary for the success of the LCDS.

2. DEVELOPMENT OBJECTIVE AND PROJECT COMPONENTS

Project Development Objective (PDO): The proposed Project would strengthen the four science and technology faculties at the University of Guyana through infrastructure, research and curricular improvements while building the basis for improved facilities management and future growth.

The project is comprised of three components.

**Component 1: Education Quality Improvement Program:** This component would support (a) carrying out of a science curriculum reform process by updating existing curricula and/or reorienting the existing curricula of UG aimed to support the LCDS through, inter alia: (i) the provision of technical assistance on curriculum reform, instructional design and science content and (ii) the provision of honoraria to selected UG lecturers participating in such curriculum reform processes; and (b) carrying out of selected research relevant to the LCDS through the provision of Research Grants to selected UG lecturers.

**Component 2: Infrastructure Rehabilitation:** This component would support (a) rehabilitation and/or improvement of existing science laboratory buildings of four (4) faculties located within the UG campus aimed to provide basic teaching, including the improvement of UG campus wide drainage; (b) provision of scientific and multimedia equipment to the existing science laboratory buildings aimed to deliver practical science teaching and research; and (c) establishment of a campus wide internet network within UG to connect its faculties and libraries to the internet and to prepare UG to connect it into an international link including, inter alia, the development of
software applications, e-learning tools and digital content repositories to support the curriculum reform process described in Component 1.

**Component 3: Institutional Capacity Building:** This component would support the building of institutional capacity within UG through the provision of (a) technical assistance on (i) managerial and administrative capacities, including, *inter alia*, curricular supervision, information and communication technology, environmental and social management, monitoring, evaluation and facilities management. Project capacities, *including, inter alia*, the elaboration of a facilities management plan, a project website, and an environmental management framework; and (ii) strategic business planning matters, including, *inter alia*, the preparation of studies related to the creation of a biodiversity institute, the setup of a research and innovation fund, the establishment of a business development unit and an assessment of existing human resources; and (b) honoraria to selected UG staff for carrying out Project tasks.

3. **Project Financing**

a) **Parent Financing (PF)**

The Project received financing from the World Bank (WB) through an International Development Association (IDA) credit in the amount of Special Drawing Right (SDR) 6.2 million or United States Dollar (US$) 10 million equivalent.

**Financing USD in million**

<table>
<thead>
<tr>
<th>Project Components</th>
<th>Project Cost</th>
<th>IDA Financing</th>
<th>% Financing</th>
</tr>
</thead>
<tbody>
<tr>
<td>Improving Education Quality</td>
<td>1.9</td>
<td>1.5</td>
<td>79</td>
</tr>
<tr>
<td>Infrastructure Rehabilitation</td>
<td>6.2</td>
<td>5.5</td>
<td>89</td>
</tr>
<tr>
<td>Institutional Capacity Building</td>
<td>1.8</td>
<td>1.5</td>
<td>83</td>
</tr>
<tr>
<td>Contingencies</td>
<td>1.5</td>
<td>1.5</td>
<td>100</td>
</tr>
<tr>
<td><strong>Total Project Costs</strong></td>
<td><strong>11.4</strong></td>
<td><strong>10.0</strong></td>
<td><strong>88</strong></td>
</tr>
<tr>
<td>Interest During Implementation</td>
<td>0.0</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Front-End Fees</td>
<td>0.0</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total Financing</strong></td>
<td><strong>11.4</strong></td>
<td><strong>10.0</strong></td>
<td><strong>88</strong></td>
</tr>
</tbody>
</table>

In the year 2016, the UGSTSP through the Government of Guyana, requested a re-allocation of the Financing to each Category for the Parent Financing. The reallocation of the Categories is illustrated in the table below.
REPORT OF THE AUDITOR GENERAL ON THE
ELIGIBILITY OF EXPENDITURES
OF THE UNIVERSITY OF GUYANA SCIENCE AND TECHNOLOGY
SUPPORT PROJECT (CREDIT NUMBERS 4969-GY & 5753-GY)
FOR THE PERIOD 1 JANUARY 2017 TO 30 NOVEMBER 2017

Opinion

I have audited the Requests for Reimbursement of Expenditure submitted for the period 1 January 2017 to 30 November 2017, in support of credit withdrawals under Financial Agreement Credit Numbers 4969-GY & 5753-GY.

In my opinion, the expenditure submitted for replenishment were eligible to be replenished from the funds of the Project and internal control and procedures used in the preparation of the requests for reimbursement of expenditure can be relied upon to support each request.

Basis for Opinion

I conducted my audit in accordance with International Standards on Auditing (ISAs) issued by the International Federation of Accountants (IFAC), the International Standards of Supreme Audit Institutions (ISSAIs) and the Audit Act 2004. My responsibilities under these standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Project in accordance with the ethical requirements that are relevant to my audit of the financial statements in Guyana, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of Management and those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Cash Basis; International Public Sector Accounting Standards (IPSAS) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. Financial Reporting under the Cash Basis of Accounting recognises transactions and acts only when the cash (and/or cash equivalent) is received or disbursed by the Project, and not when they give rise to, accrue or originate rights or obligations although there was no cash movement.
Those charged with governance are responsible for overseeing the Project’s finance reporting process.

Auditor’s Responsibilities for the Audit of the Financial Statements

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and ISSAIs 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.
REPORT OF THE AUDITOR GENERAL ON THE
DESIGNATED ACCOUNT RECONCILIATION STATEMENT
OF THE UNIVERSITY OF GUYANA SCIENCE AND TECHNOLOGY
SUPPORT PROJECT (CREDIT NUMBERS 4969-GY & 5753-GY)
FOR THE PERIOD 1 JANUARY TO 30 NOVEMBER 2017

Opinion

I have audited the Designated Account Reconciliation Statement and the Project Accounts for the University of Guyana Science and Technology Support Project. This statement is the responsibility of the University of Guyana Science and Technology Support Project.

In my opinion, the Designated Account Reconciliation Statement and the Project Account, used for managing the funds provided by the World Bank, present fairly in all material respects, the availability of funds for the period 1 January 2017 to 30 November 2017, as well as the transactions made during the same period, in accordance with the financial reporting provisions outline in the Project’s legal agreements.

Basis for Opinion

I conducted my audit in accordance with International Standards on Auditing (ISAs) issued by the International Federation of Accountants (IFAC), the International Standards of Supreme Audit Institutions (ISSAIs) and the Audit Act 2004. My responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Project in accordance with the ethical requirements that are relevant to my audit of the financial statements in Guyana, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of Management and those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Cash Basis; International Public-Sector Accounting Standards (IPSAS) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. Financial Reporting under the Cash Basis of Accounting recognizes transactions and acts only when the cash
(and/or cash equivalent) is received or disbursed by the Project, and not when they give rise to, accrue or originate rights or obligations although there was no cash movement.

Those charged with governance are responsible for overseeing the Project’s financial reporting process.

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[Signature]
D. SHARMA
AUDITOR GENERAL

AUDIT OFFICE
63 HIGH STREET
KINGSTON
GEORGETOWN
GUYANA
REPORT OF THE AUDITOR GENERAL ON THE
COMPLIANCE WITH THE FINANCING AGREEMENTS AND THE
RELEVANT LAWS AND REGULATIONS
OF THE UNIVERSITY OF GUYANA SCIENCE AND TECHNOLOGY
SUPPORT PROJECT (CREDIT NUMBERS 4969-GY & 5753-GY)
FOR THE PERIOD 1 JANUARY TO 30 NOVEMBER 2017

Opinion

I have audited the Statement of Source and Uses of Fund, and the Statement of Cumulative Investments for the period 1 January 2017 to 30 November 2017, of the University of Guyana Science and Technology Support Project, entered into by the Government of Guyana and the International Development Association, executed by the Ministry of Education, and have issued my report thereon dated 29 March 2018.

In my opinion, the University of Guyana Science and Technology Support Project complied with the Articles II to V of the Financing Agreements Credit Numbers 4969-GY and 5753-GY and the relevant laws and regulations for the period 1 January 2017 to 30 November 2017.

Basis for Opinion

I conducted my audit in accordance with International Standards on Auditing (ISAs) issued by the International Federation of Accountants (IFAC), the International Standards of Supreme Audit Institutions (ISSAIs) and the Audit Act 2004. My responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the project in accordance with the ethical requirements that are relevant to my audit of the financial statements in Guyana, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.
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Auditor’s Responsibilities for the Audit of the Financial Statements

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and ISSAIs 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.

D. SHARMA
AUDITOR GENERAL

AUDIT OFFICE
63 HIGH STREET
KINGSTON
GEORGETOWN
GYANA
University of Guyana Science and Technology  
Support Project (Credit Numbers 4969-GY & 5753-GY)  
For the Period 1 January 2017 to 30 November 2017  

Compliance with Financing Agreement  

Article II - Financing  

2.02  
According to this Article, the Recipient may withdraw the proceedings of the Financing in accordance with Section IV of the Schedule 2 of the Agreement.  

*During the period under review, the amounts withdrawn were in accordance with Section IV of the Schedule 2 of the Financing Agreement. Therefore, the requirement of this Article was met.*  

2.03  
This Article stipulates that the Maximum Commitment Charge Rate Payable by the Recipient on the Unwithdrawn Financing Balance is one-half of the one percent (1/2of 1%) per annum.  

*It was observed during the period under review that the Maximum Commitment Charge Rate Payable by the Recipient did not exceed that stipulated in the Financing agreement therefore, the requirement of this Article was met.*  

2.04  
The service Charge payable by the Recipient on the withdrawal Credit Balance shall be equal to three-fourths of one-percent (3/4of 1%) per annum.  

*During the period under review, the Service Charge payable by the Recipient on the Withdrawn Credit Balance did not exceed that stipulated in the Financing Agreement and therefore, the requirement of this Article was met.*  

2.05  
The Payment Dates are June 1 and December 1 in each year.  

*The Government of Guyana paid to the Association, the sum of US$56,668.54 on 1 June 2017 and US$72,361.03 on 29 November 2017. Therefore, the requirement of this Article was met.*
2.06

The principal amount of the Credit shall be repaid in accordance with the repayment schedule set forth in the Agreement.

According to the repayment schedule, the amounts to be paid to the Association are due in June and December each year, with the first repayment on 1 December 2021 and the last 1 June 2031. Therefore, the requirement was applicable during the period.

2.07

The Payment Currency is United States Dollars.

The amount paid as Service Charges was in United States Dollars and therefore, the requirement of this Article was met.

Article III - Project

3.01

The Recipient declares it commitment to objective of the Project. To this end, the Recipient shall carry out Project with the assistance of the University of Guyana (UG); all in accordance with provisions of Article IV of the General Conditions and pursuant to the Subsidiary Agreement.

The Recipient declared its commitment to the objective of the Project and activities of the Project were undertaken with the assistance of the University of Guyana. The requirement of this Article was therefore met.

3.02

According to this Article, the Recipient shall ensure that the Project is carried out in accordance with the provision of Schedule 2 of the Financing Agreement.

During the period under review, the activities of the Project were carried out in accordance with the provisions of Schedule 2 of the Financing Agreement.

Article IV- Remedies to the Association

4.01

According to this Article, the Additional Event of Suspension shall consist of the following:

(a) The UG’s Act has been amended, suspended, abrogated, repealed or waived or failed to enforce so as to affect materially and adversely, in the opinion of the Association, the ability of UG to perform any of its obligations under the subsidiary Agreement.
(b) UG shall have failed to comply with any of its obligations under the Subsidiary Agreement.

*The University of Guyana did not amend, suspended, abrogated, repealed or waived or failed to enforce its act during the period under review. Therefore, the requirements of this Article were complied with.*

Article V – Effectiveness: Termination

5.01

The Additional Condition of Effectiveness consists of the following:

(a) The subsidiary Agreement shall have been executed on behalf of the Recipient, through the Ministry of Education, and UG and said agreement is full force and effect.

(b) The Steering Committee shall have been established in accordance with Section 1.A.1 of Schedule 2 to this Agreement.

(c) The Project Coordinator and at least the procurement specialist and the assistant accountant referred in Section 1.A.2 (a) (iii) of Schedule 2 of the Financing Agreement shall have been hired in accordance with the provisions of the said Section.

(d) The Recipient, through the Ministry of Education, and UG shall have adopted the Operation Manual in accordance with the provisions of the said Section.

*During the period under review:*

(i) **the Subsidiary Agreement between the University of Guyana and the Ministry of Education was in full force and effect;**

(ii) **the Steering Committee was established;**

(iii) **the Project Coordinator, procurement specialist and the assistant accountant were hired; and**

(iv) **the Ministry of Education and UG adopted the Operation Manual.**

*The requirements of this Article were therefore fully met.*