AUDITORS' REPORT
ON THE FINANCIAL STATEMENTS OF THE
STRENGTHENING THE NATIONAL STATISTICAL
SYSTEM PROJECT
IMPLEMENTED BY THE
LIBERIA INSTITUTE OF STATISTICS &
GEO-INFORMATION SERVICES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

MCLMONRO & COMPANY, CERTIFIED PUBLIC ACCOUNTANTS
AUDITORS' REPORT ON THE
STRENGTHENING THE NATIONAL STATISTIC SYSTEM PROJECT TF016277
FOR THE YEAR ENDED JUNE 30, 2016

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AUDITORS' REPORT ON THE
STRENGTHENING THE NATIONAL STATISTIC SYSTEM PROJECT TF016277
FOR THE YEAR ENDED JUNE 30, 2016

PROJECT MANAGEMENT TEAM

IMPLEMENTATION UNIT: LIBERIA INSTITUTE OF STATISTICS AND GEO-INFORMATION SERVICES

FINANCIAL MANAGEMENT: MINISTRY OF FINANCE & DEVELOPMENT PLANNING
PROJECT FINANCIAL MANAGEMENT UNIT

PROJECT OFFICIALS:

Implementation Unit,

1. Mr. Boima H. M. Sonii; Project Coordinator
2. Mr. T. Edward Liberty, Head Project Implementation Unit

Project Financial Management Unit, Ministry of Finance & Development Planning

1. Dr. Christopher K. Sokpor, Unit Manager
2. Dr. Hussein Salia, Senior Project Accountant

AUDITORS

MGI MONBO & COMPANY
Certified Public Accountants
2nd Floor King's Building
Corner Broad & Gurley Streets
Monrovia, Liberia
AUDITORS’ REPORT

We have audited the accompanying balance sheet of Strengthening the National Statistic System Project TF016277 under the International Development Association Grant and the related statements of fund receipts and disbursements, cash flows for the fiscal year ended June 30, 2016 and a summary of significant accounting policies and explanatory notes on pages 9-10.

Management’s Responsibility

These financial statements preparation and fair presentation in accordance with International Public Sector Accounting Standards (IPSAS), adopted by the Government of Liberia and with relevant provisions of the Project Grant Agreement is the responsibility of the management of the Project Implementation Unit of the Liberia Institute of Statistics and Geo-Information Services (LISIGS) and the Project Financial Management Unit of the Ministry of Finance & Development Planning. These responsibilities include; designing, implementing and maintaining internal controls 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 estimates that are reasonable in the circumstances.

Auditor’s Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing promulgated by the International Federation of Accountants and International Organization of Supreme Audit Institution (INTOSI). These Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the project financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the project financial statements. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the project financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity’s preparation and fair presentation of the project 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 the entity’s internal control. An audit also include evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management as well as evaluating the overall presentation of the project financial statements.
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Auditor's Opinion**

In our opinion, proper books of accounts have been maintained and the financial statements referred to in the first paragraph above present fairly in all material respects, the financial position of Strengthening the National Statistic System Project TF016277 as of June 30, 2016, the Receipts and Disbursements and cash flows for the period ended are in conformity with the Cash Basis International Public Sector Accounting Standard (IPSAS) promulgated by the International Federation of Accountants (IFAC), adopted by the Government of Liberia and IDA guidelines stipulated in the agreement for the project.

MGI-MONBO & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

September 7, 2016
Strengthening the National Statistic System Project  
Balance Sheet  
As at June 30, 2016

<table>
<thead>
<tr>
<th>ASSETS EMPLOYED</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>CURRENT ASSETS</td>
<td>US$</td>
<td>US$</td>
</tr>
<tr>
<td>CASH AND BANK</td>
<td>1,421.99</td>
<td>2,111.30</td>
</tr>
<tr>
<td>TOTAL ASSETS</td>
<td>1,421.99</td>
<td>2,111.30</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>FUND BALANCES</th>
</tr>
</thead>
<tbody>
<tr>
<td>ACCUMULATED FUNDS BALANCE</td>
</tr>
<tr>
<td>TOTAL FUNDS BALANCE</td>
</tr>
</tbody>
</table>

NOTES ON PAGES 9-10 FORM AN INTEGRAL PART OF THE FINANCIAL STATEMENTS
AUDITORS’ REPORT ON THE
STRENGTHENING THE NATIONAL STATISTIC SYSTEM PROJECT TF016277
FOR THE YEAR ENDED JUNE 30, 2016

Strengthening the National Statistic System Project
Fund Receipts and Disbursements Statement
For the 16 Months ended June 30, 2016

<table>
<thead>
<tr>
<th>NOTES</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>RECEIPTS</td>
<td></td>
<td></td>
</tr>
<tr>
<td>IDA Credit</td>
<td>4</td>
<td>875,286.71</td>
</tr>
<tr>
<td>Total IDA Credit</td>
<td></td>
<td>875,286.71</td>
</tr>
</tbody>
</table>

| DISBURSEMENTS |       |          |
| Component 1 | 3     | 875,976.02 | 912,564.51 |
| Total Disbursement |     | 875,976.02 | 912,564.51 |

Excess of Disbursements over Receipts
(689.31) | 2,111.30
Beginning Balance as at July 1, 2015
2,111.30 | -
Accumulated Fund as at June 30, 2016
1,421.99 | 2,111.30

NOTES ON PAGES 9-10 FORM AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

MCI-MONRO & COMPANY, CERTIFIED PUBLIC ACCOUNTANTS
Strengthening the National Statistic System Project  
Cash Flows Statement  
For the 16 Months ended June 30, 2016

<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Operating Activities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Credit Received from IDA</td>
<td>4 875,286.71</td>
<td>914,675.81</td>
</tr>
<tr>
<td><strong>Net Operating Activities</strong></td>
<td>875,286.71</td>
<td>914,675.81</td>
</tr>
<tr>
<td><strong>Investing Activities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Component 1</td>
<td>3 (875,976.02)</td>
<td>(912,564.51)</td>
</tr>
<tr>
<td><strong>Net Investing Activities</strong></td>
<td>(875,976.02)</td>
<td>(912,564.51)</td>
</tr>
<tr>
<td>Net Increase/Decrease in Cash Balance</td>
<td>(689.31)</td>
<td>2,111.30</td>
</tr>
<tr>
<td>Beginning Balance as at July 1, 2015</td>
<td>2,111.30</td>
<td>-</td>
</tr>
<tr>
<td><strong>Net Cash Balance as at June 30, 2016</strong></td>
<td>1,421.99</td>
<td>2,111.30</td>
</tr>
</tbody>
</table>

NOTES ON PAGES 9-10 FORM AN INTEGRAL PART OF THE FINANCIAL STATEMENTS
NOTES TO THE FINANCIAL STATEMENTS

1. **Strengthening the National Statistic System Project**

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**Project Objectives and Description.** The objective of the project is to improve the capacity of the national statistics system in provision of national accounts, price and poverty data and baseline indicators for the medium-term development strategy. The project consists of the following parts:

**Part 1: Support to the 2013 Household Income Expenditure Survey**

a) Carrying out of the preparation of the Household Income Expenditure Survey (HIES) including the survey questionnaire design, the development of a timetable for the field survey, the preparation of a data collection plan, and the preparation of field and training manuals;

b) Carrying out of the field survey and related training activities;

c) Management of the survey data including data entry/cleaning/editing.

d) Carrying out an analysis of the HIES data for the generation of, inter alia, new estimates of the benchmark national accounts, poverty analysis, the reconstruction of the consumer price index; and the drafting and dissemination of the HIES reports produced.

**Part 2: strengthening capacity of Statistical Users and Producers.**

Provision of training: (i) officials in the Member Country's key ministries and agencies to improve statistical literacy and build statistical skill; and (ii) producers of statistics on principal statistical methodologies deployed for compilation of statistics in the Member country's territory, with the aim of ensuring that statistics are produced in accordance with international standards.

**Part 3: Project Management**

Carrying out the management of the project, including the financial management, and the hiring of an international procurement specialist.
2. Accounting Policies

The following are the significant accounting policies adopted in the preparation of these financial statements:

a) Basis of accounting
   The financial statements have been prepared on the historical cost convention and no procedures have been adopted to reflect either price changes or changes in the general level of inflation. The financial statements were prepared under Cash Basis International Public Sector Accounting Standard (IPSAS) promulgated by the International Federation of Accountants (IFAC), adopted by the Government of Liberia and IDA guidelines stipulated in the agreement for the project.

b) Fixed assets
   Fixed assets represent the expenditure incurred in capital works and acquiring property and equipment. All fixed assets have been stated at the actual contracted cost of purchase or development. No depreciation is charged in the financial statements.

c) Foreign Currency translations
   Transactions in foreign currencies (currencies other than the United States Dollar) are converted at the rate ruling at the date in which the transaction took place. Current assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date and fixed assets at the rate of exchange ruling at the time of acquisition. Gains or losses arising on foreign currency transactions are credited to or charged against recurrent expenditure in the period in which they arise.

d) Grants
   Grant is recognized on cash basis and credited to the project account when received.

NOTE 3

<table>
<thead>
<tr>
<th>Component 1</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Services, Training, Gds</td>
<td>875,976.02</td>
<td>912,564.51</td>
</tr>
<tr>
<td>TOTAL</td>
<td>875,976.02</td>
<td>912,564.51</td>
</tr>
</tbody>
</table>

NOTE 4

<table>
<thead>
<tr>
<th>Receipts</th>
<th>2015</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>IDA Credit</td>
<td>875,286.71</td>
<td>877,398.01</td>
</tr>
<tr>
<td>Total IDA Credit</td>
<td>875,286.71</td>
<td>877,398.01</td>
</tr>
</tbody>
</table>

NOTE 5

No fixed assets were acquired during the year under review.
## Designated Account Reconciliation Statement
For The 16 Months Ended 30 June 2016

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Account Number</td>
<td>0011134701659623</td>
</tr>
<tr>
<td>Depository Bank</td>
<td>Ecobank Liberia Limited</td>
</tr>
<tr>
<td>Address</td>
<td>Ashmun &amp; Randall Street Monrovia, Liberia</td>
</tr>
<tr>
<td>IDA Credit Number</td>
<td>TF 016277</td>
</tr>
<tr>
<td>Currency</td>
<td>US $</td>
</tr>
<tr>
<td>Designated Account Balance brought forward</td>
<td>2,111.30</td>
</tr>
<tr>
<td>Advances/ Replenishment Transfers from IDA:</td>
<td></td>
</tr>
<tr>
<td>STNS/MOF/006</td>
<td>565,445.00</td>
</tr>
<tr>
<td>STNS/MOF/007</td>
<td>309,841.71</td>
</tr>
<tr>
<td>Total Funds in Designated Account</td>
<td>877,398.01</td>
</tr>
<tr>
<td>Less: Disbursement during the period</td>
<td>(875,976.02)</td>
</tr>
<tr>
<td>Balance as at June 30, 2016</td>
<td>1,421.99</td>
</tr>
</tbody>
</table>
INDEPENDENT AUDITORS’ REPORT ON THE DESIGNATED ACCOUNT STATEMENT FOR THE STRENGTHENING THE NATIONAL STATISTIC SYSTEM PROJECT TF016277

We have audited the accompanying project Designated Account Statement of the Strengthening the National Statistic System Project TF016277 financed by the International Development Association Grant as stated in this report for the fiscal year ended June 30, 2016.

Management's Responsibility
The Designated Account Statement preparation and the fair presentation of this Statement is the responsibility of the Project Financial Management Unit (PFMU) at the Ministry of Finance & Development Planning, Republic of Liberia. This responsibility includes: designing, implementing, and maintaining internal control relevant to the fair presentation of the Designated Account Statement that is free from all material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility
Our responsibility is to express an opinion on the Designated Account Statement based on our audit. We conducted our audit in accordance with International Standards on Auditing promulgated by the International Federation of Accountants. These Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the project financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Designated Account Statement. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Designated Account Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Designated Account Statement 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 entity's internal control. An audit also include evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management as well as evaluating the overall presentation of the Designated Account Statement.
AUDITORS' REPORT ON THE
STRENGTHENING THE NATIONAL STATISTIC SYSTEM PROJECT TF016277
FOR THE YEAR ENDED JUNE 30, 2016

In our opinion, the receipts have been properly accounted for and disbursements were made for
the purpose of the project in accordance with the provisions of the International Development
Association Grant.

MGI-MONBO AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

September 7, 2016
INDEPENDENT AUDITORS’ REPORT ON THE STATEMENT OF EXPENDITURE FOR THE STRENGTHENING THE NATIONAL STATISTIC SYSTEM PROJECT TF016277

We have audited the accompanying project Statement of Expenditure of the Strengthening the National Statistic System Project TF016277 financed by the International Development Association Grant as stated in this report for the fiscal year ended June 30, 2016 and obtained all related information required.

Management’s Responsibility
The Statement of Expenditure preparation and the fair presentation of this Statement is the responsibility of the Project Financial Management Unit (PFMU) at the Ministry of Finance & Development Planning, Republic of Liberia. This responsibility includes: designing, implementing, and maintaining internal control relevant to the fair presentation of the Statement of Expenditure that is free from all material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies: and making accounting estimates that are reasonable in the circumstances.

Auditor’s Responsibility
Our responsibility is to express an opinion on the Statement of Expenditure based on our audit. We conducted our audit in accordance with International Standards on Auditing promulgated by the International Federation of Accountants. These Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the project financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement of Expenditure. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the Statement of Expenditure, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity’s preparation and fair presentation of the Statement of Expenditure 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 entity’s internal control. An audit also include evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management as well as evaluating the overall presentation of the Statement of Expenditure.

In our opinion, the Statement of Expenditure present fairly the view of the financial transactions of the Strengthening the National Statistic System Project TF016277 for the fiscal year ended June 30, 2016 is in accordance with the Cash Basis International Public Sector Accounting Standards (IPSAS), adopted by the Government of Liberia and relevant provision of the Grant Agreement.

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Broud & Gurley Streets
Monrovia, Liberia

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Monrovia, Liberia

Cell: +231-6512549
E-mail: monboco@yahoo.com
AUDITORS' REPORT ON THE
STRENGTHENING THE NATIONAL STATISTIC SYSTEM PROJECT TF016277
FOR THE YEAR ENDED JUNE 30, 2016

Additionally, with respect to the Statements of Expenditure (SOEs), sufficient supporting
documentations have been maintained in accordance with Cash Basis International Public Sector
Accounting Standards Promulgated by the International Federation of Accountants and the
requirement of the World Bank guidelines.

The expenditures are eligible under the International Development Association Grant agreement.

MGI-MONBO AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

September 7, 2016
Strengthening the National Statistic System Project July 2015 - June 2015

Schedule of Expenditure Component

<table>
<thead>
<tr>
<th>NO.</th>
<th>Expenditure Component</th>
<th>Total Amt. Paid (USD)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Services, Training, Gds</td>
<td>875,976.02</td>
</tr>
</tbody>
</table>

Total: 875,976.02
Mr. Boima H. M. Sonii  
Project Coordinator  
Liberia Institute of Statistics and Geo-Information Services (LISIGS)  
Statistics House  
Capitol Hill  
Monrovia, Liberia  

Dear Sir:

Ref: Management letter

As part of our audit, it is our responsibility to report to management our observations and recommendations for improvement. In the audit of the Strengthening the National Statistical System Project TF016277, significant matters that could warrant a management letter did not come to our attention as such we did not issue a separate Management Letter report.