



**UNIVERSITY OF HEALTH
AND ALLIED SCIENCES**
— *Health for Development* —

**ACCOUNTS FOR THE YEAR ENDED
31 DECEMBER 2017**

AYEW AGYEMAN & CO.

CHARTERED ACCOUNTANTS

MOBILE: 0243 19 784 OR 0244 573 302

E-MAIL: ayewagyeman@yahoo.com

25 LIBERIA ROAD

TOTAL HOUSE

P.O.BOX GP 3599

ACCRA

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
FINANCIAL STATEMENTS FOR THE
YEAR ENDED 31 DECEMBER 2017**

Contents	Page
Corporate Information	2
Report of the Council	3 - 7
Financial Highlights	8
Independent Auditor's Report	9 - 11
Statement of Financial Position	12
Statement of Comprehensive Income	13
Statement of Changes in Accumulated Fund	14
Statement of Cash Flows	15
Notes to the Financial Statements	16 to 26

UNIVERSITY OF HEALTH AND ALLIED SCIENCES
FINANCIAL STATEMENTS FOR THE
YEAR ENDED 31 DECEMBER 2017

General Information

Council

Justice V. M. Jones Dotse (Chairman)
Prof. John Owusu Gyapong (Vice Chancellor)
Prof. V. P. Yao Gadzekpo
Dr. Sylvia Ayeley Deganus
Dr. Nana Owusu-Afari
Mr. Richard K. Adjei
Dr. Mark Amexo
Mr. Emmanuel Newman
Prof. Harry Kwami Tagbor
Ms. Yaa Amankwaa Opuni
Dr. Huseini N. Alidu
Mr. Kwesi Aseredum Hagan
Mr. Joshua Gadasu
Mr. Courage Meteku
Mr. Iddrisu Bukari
Mr. Derrick Asare
Mr. Desmond D. Otoo

Registered Office

Volta Regional Hospital
PMB 31
Ho
Volta Region

Auditors

Ayew Agyeman & Co.
(Chartered Accountants)
Total House
Liberia Road
Accra

Bankers

Agricultural Development Bank Limited
Ecobank Ghana Limited
GCB Bank Limited
Zenith Bank

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

COUNCIL MEMBERS REPORT FOR THE YEAR ENDED 31 DECEMBER 2017

The Council present their report and the financial statements of the University for the year ended 31 December 2017.

GOVERNANCE STATEMENT

The following describes the governance and legal structure of the University. The governance arrangements are set out in the University of Health and Allied Sciences Act 2011 (Act 828) and the University statutes.

The University Council

The University Council is the governing body of the University and exercises general oversight over the institution and its affairs. In accordance with section 5(i) of the University of Health and Allied Sciences Act 2011 (Act 828), the University Council is composed of the following members:

- a) A Chairperson nominated by the President
- b) The Vice-Chancellor;
- c) Five persons nominated by the President;
- d) One representative of National Council for Tertiary Education.
- e) Two elected members of convocation representing the professorial and the non-professorial staff.
- f) One elected representative of the University Teachers Association of Ghana;
- g) One elected representative of the University branch of the Federation of Universities Senior Staff Association of Ghana;
- h) One elected representative of the Teachers and Education Workers Union;
- i) One elected representative of the Conference of Heads of Assisted Secondary Schools;
- j) One elected representative of undergraduates students of the University elected by the students Representative Council.
- k) One representative of graduate students of the University elected by the University branch of the Graduate Students Association; and
- l) One representative of the alumni of University.

According to Section 9 (6) of the University Act, the following officers shall attend meetings of the Council but are not entitled to vote on any issue for a decision of the Council.

- a) The Pro Vice-Chancellor
- b) The Registrar
- c) The Director of Finance

The chairperson and other members of the Council are appointed by the President in accordance with article 70 of the Constitution.

The Governing Council is responsible for the management of the University's finances and assets, in accordance with the provisions of the University of Health and Allied Sciences Act 2011 (Act 828) and the Financial Administration Act 2003 (Act 654) as amended by the Public Financial Management Act 2016 (Act 921); and for keeping accounts and records of funds administered by Council.

Council is also responsible for preparing financial statements for each accounting period which give a true and fair view of the state of affairs of the University as at the end of the accounting period, and of the surplus or deficit of the University for the period.

In preparing these financial statements, the Council through the University management is required to:

- i) Select suitable accounting policies and apply them consistently;
- ii) Make judgements and estimates that are reasonable and prudent;
- iii) State whether applicable accounting standards have been followed.
- iv) Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the University will continue in business.

The Governing Council, through the University management is responsible for keeping proper accounting records which disclose with reasonable accuracy, at anytime the financial position of the University. These records enable the University Council to ensure that the financial statements comply with the relevant legislations and accounting standards. The Council is also responsible for safeguarding the assets of the University and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Committees of Council

According to Section 7 (1) of the University of Health and Allied Sciences Act 2011 (Act 828), the University Council may establish standing or ad-hoc committees made up of members or non-members of the Council and assign them functions that the Council considers appropriate. The following are the Committees that functioned in the period.

Procurement and Entity Tender Committees

The University Tender Committee is responsible for advising Council on procurement matters ensuring that the prescribed processes as detailed in the Public Procurement Act 2003 (Act 663) as amended by the Public Procurement (Amendment) Act. 2016 (Act 914) are duly followed by the University.

The membership of the Procurement and Entity Tender Committee is as follows:

- i) Vice-Chancellor - (Chairman)
- ii) Registrar
- iii) Director of Finance
- iv) Lawyer appointed by Council
- v) Representative of National Council on Tertiary Education
- vi) 3 Heads of Department (including user department)
- vii) 1 member of a professional body.

The Head of Procurement Unit is in attendance and is the secretary of the Committee.

Audit Committee

The Audit Committee is responsible for the review and provision of advice to Council on the reports of both internal and external reviewers on the various areas of the University's activities.

The Audit Committee comprises members as follows:

- i) 2 members from the Internal Audit Agency.
- ii) 1 member from the Institute of Chartered Accountants, Ghana;
- iii) 2 members nominated by the Vice-Chancellor.

The law requires that one of the external members be the chair of the Committee.

The secretary to the Committee is the Senior Assistant Registrar of the Human Resources Directorate.

Works and Physical Development Committee

This Committee is responsible for all matters concerning the acquisition, development, maintenance and disposal of property that fall within the functions of the Council.

The Committee is composed of the following officers:

- a) Vice-Chancellor - Chairman
- b) Pro Vice-Chancellor
- c) 2 persons appointed by Council
- d) 3 persons elected by Academic Board

The following officers are in attendance at the Committee meetings;

- a) Registrar
- b) Director of Finance
- c) Director of Works and Physical Development
- d) Director of Information Communication Technology.

The Committee has the powers to co-opt other persons.

Finance and General Purpose Committee

The Committee is responsible for the consideration of the financial resources available to the University and proposing for approval by Council the overall income and expenditure budget, the overall capital budget and the strategic plan for the University. The committee is also responsible for reviewing the University's annual financial, statements and advising Council thereon.

The membership of the Finance and General Purpose Committee.

- a) Chairman (Appointed by Council from outside the University)
- b) Vice-Chancellor
- c) Pro Vice-Chancellor
- d) 5 members elected by Academic Board
- e) 1 representative of FUSSAG
- f) 1 representative of TEWU
- g) 1 representative of SRC.

The following officers are in attendance at Finance and General Purpose Committee meetings:

- Registrar
- Director of Finance

Academic Board

The Academic Board is responsible for advising Council on all matters relating to development of academic policy, promotion of teaching and research as well as admissions, examination and award of degrees and certificates.

The Academic Board consists of the following:

- Vice-Chancellor - (Chairperson)
- Pro Vice-Chancellor
- Deans
- Directors of Schools, Institutes and Centres
- Heads of Academic Department
- Professors and Associate Professors
- Librarian
- Nine members, five of whom are non-teaching staff, elected by Convocation in accordance with the Statutes of the University.
- Registrar - (Secretary)
- A representative from each Academic Department, School, Institute and Centre.
- Dean of Student Affairs.
- Director of International Programmes

The following officers shall be in attendance at meetings of the Academic Board.

- i) Director of Finance
- b) Director of Internal Audit
- c) Director of Works and Physical Development
- d) Director of Health Services
- e) Chief Information and Technology Officer
- f) Director of Academic Affairs
- g) Director of Human Resource
- h) Director of Public Affairs

Any other officers as the Vice-Chancellor may determine.

Financial Statements

The results are summarised as follows:

	<u>2017</u> GH¢	<u>2016</u> GH¢
Surplus/(Deficit) of income over expenditure for the Year	3,306,655	3,639,693
to which is added balance brought forward on accumulated fund account	11,295,709	7,258,575
Prior Year items	230,812	397,441
Leaving a surplus on the accumulated fund of	<u>14,833,176</u>	<u>11,295,709</u>

The Council considers the state of the university's affairs to be satisfactory.

Nature of Business

The principal activity of the university is to provide educational opportunities to students and health care professionals, advance knowledge through research, patients care and services that improve health and quality life.

Approval of Financial Statements

The financial statements of the University as indicated above were approved by the Council on *February 14, 2018* and are signed on their behalf by:


.....
Vice Chancellor


.....
Director of Finance

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

THREE YEAR SUMMARY OF KEY STATISTICS

The operations of the university continued to improve in 2017. Summary of the key statistics are provided below:

Financial Performance and Position

	2017	2016	2015
Government Subventions and grants	34,053,579	16,455,813	9,730,514
Tuition Fees	9,663,115	9,513,177	5,305,050
Other Income	8,123,207	6,900,643	8,804,784
Gain/(Loss) on Disposal	-	(8,405)	97,792
Total Income	51,839,901	32,861,228	23,938,140
	2017	2016	2015
Employee's Compensation	33,546,194	14,212,474	11,081,516
Administrative and general expenses	9,157,825	9,708,235	7,777,880
Repairs and Maintenance	871,906	768,476	452,494
Depreciation	4,957,321	4,532,350	2,681,338
Total Expenditure	48,533,246	29,221,535	21,993,228
Surplus	3,306,655	3,639,693	1,944,912
Non-Current Assets	88,329,330	86,661,114	79,804,387
Current Assets	16,897,320	13,634,424	8,286,558
Current Liabilities	17,132,025	12,890,514	5,853,037
Non-Current Liabilities	73,261,449	76,109,315	74,961,333
Accumulated Fund	14,833,176	11,295,709	7,258,575
	Accumulated Fund	Total Income	Total Expenditure
2015	7,258,575	23,938,140	21,993,223
2016	11,295,709	32,861,228	29,221,535
2017	14,833,176	51,839,901	48,519,146

Financial Highlights

Result for the year

Total income increased by 57.75% to GHc 51,839,901 (2016: 37.27% to GHc 32,861,228). Government Subventions & grants continue to be the major source of funding, recording 65.69% (2016:50.07) of total income

INDEPENDENT AUDITOR'S REPORT
TO THE COUNCIL OF THE UNIVERSITY OF HEALTH AND ALLIED SCIENCES

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of University of Health and Allied Sciences, which comprise the statement of financial position as at 31 December, 2017, the statement of comprehensive income, statement of changes in accumulated fund and statement of cash flows for the year then ended, and notes to the financial statements, which include a summary of significant accounting policies, other explanatory notes and schedules as set out on pages 12 to 27.

In our opinion, these financial statements give a true and fair view of the financial position of University of Health and Allied Sciences as at 31 December, 2017 and of its financial performance and its cash flows for the year then ended in accordance with International Public Sector Accounting Standards (IPSAS) and in the manner required by the University of Health and Allied Sciences (UHAS) Act, 2011 (Act 828).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as well as International Public Sector Accounting Standards (IPSAS). 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 University in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Council's Responsibilities for the Financial Statements

The Council is responsible for the preparation and fair presentation of the financial statements in accordance with International Public Sector Accounting Standards (IPSAS) and in the manner required by the University of Health and Allied Sciences (UHAS) Act, 2011 (Act 828), and for such internal control as Council determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Council is responsible for assessing the University'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 Council either intends to liquidate the University or to cease operations, or has no realistic alternative but to do so.

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

The Council is responsible for overseeing the University's financial reporting process.

Auditor's Responsibilities 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 ISAs and IPSAS 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 ISAs and IPSAS, we exercise professional judgment and maintain professional skepticism 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 control.
- 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 University's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Council.
- Conclude on the appropriateness of the Council'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 University'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 University 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.

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

- We communicate with the Council regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
- We also provide the Council 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.
- From the matters communicated with the Council, we determine these matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Compliance with the requirements of Section 33 of the University of Health and Allied Sciences (UHAS) Act, 2011 (Act 828)

We have obtained all the information and explanations which, to the best of our knowledge and belief were necessary for the purpose of our audit.

In our opinion, proper books of account have been kept, and the financial position and income statements are in agreement with the books of account.

The engagement partner on the audit resulting in this independent auditor's report is Emmanuel Asamoah (ICAG/P/1295)

Ayew Agyeman

FOR AND ON BEHALF OF AYEW AGYEMAN & CO.
(ICAG/F/2019/163) CHARTERED ACCOUNTANTS
TOTAL HOUSE, 25 LIBERIA ROAD
P. O. BOX 3599, ACCRA

19TH FEBRUARY 2019

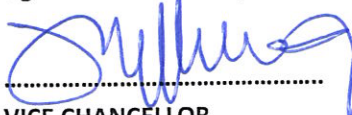
UNIVERSITY OF HEALTH AND ALLIED SCIENCES

STATEMENTS OF FINANCIAL POSITION

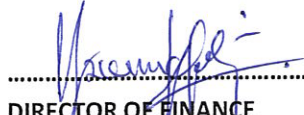
AT 31 DECEMBER 2017

	<u>NOTES</u>	<u>2017</u> GH¢	<u>2016</u> GH¢
<u>NON-CURRENT ASSETS</u>			
Property, Plant & Equipment	9	88,329,330	86,661,114
Long Term Investment	10	-	-
		<u>88,329,330</u>	<u>86,661,114</u>
<u>CURRENT ASSETS</u>			
Inventories	11	551,020	527,331
Receivables from Exchange Transaction	12	506,540	2,167,839
Other Receivables	13	3,571,844	3,436,623
Cash and Cash Equivalents	14	12,267,916	7,502,631
		<u>16,897,320</u>	<u>13,634,424</u>
TOATAL ASSETS		<u>105,226,650</u>	<u>100,295,538</u>
<u>ACCUMULATED FUND</u>			
Accumulated Fund		14,833,176	11,295,709
		<u>14,833,176</u>	<u>11,295,709</u>
<u>NON-CURRENT LIABILITIES</u>			
Non-Monetary Grants	15	67,261,449	71,134,658
Other Grants	16	6,000,000	4,974,657
		<u>73,261,449</u>	<u>76,109,315</u>
<u>CURRENT LIABILITIES</u>			
Accounts Payable	17	6,164,389	2,434,293
Deferred Tuition Fees	18	7,427,560	6,712,292
Non-Monetary Grants	15	3,540,076	3,743,929
		<u>17,132,025</u>	<u>12,890,514</u>
Total Liabilities		<u>90,393,474</u>	<u>88,999,829</u>
Net Assets and liabilities		<u>105,226,650</u>	<u>100,295,538</u>

The Financial Statements on pages 12 to 26 were approved by the Council and signed on its behalf by:



 VICE CHANCELLOR



 DIRECTOR OF FINANCE

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

STATEMENT OF COMPREHENSIVE INCOME FOR
THE YEAR ENDED 31 DECEMBER 2017

	<u>NOTES</u>	<u>2017</u> GH¢	<u>2016</u> GH¢
Income			
Tuition Fees		9,663,115	9,513,177
Government Grants & Subvention	4	34,053,579	16,455,813
(Loss)/Gain on Disposal	5	-	(8,405)
Other Income	6	8,123,207	6,900,643
Total Income		<u>51,839,901</u>	<u>32,861,228</u>
Expenditure			
Employee Compensation	7	33,546,194	14,212,474
Administration & General Expenses	8	9,157,825	9,708,235
Depreciation		4,957,321	4,532,350
Repairs and Maintenance		871,906	768,476
Total Expenditure		<u>48,533,246</u>	<u>29,221,535</u>
Surplus for the Year Transferred to Accumulated Fund		<u><u>3,306,655</u></u>	<u><u>3,639,693</u></u>

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

STATEMENT OF CHANGES IN ACCUMULATED FUND
FOR THE YEAR ENDED 31 DECEMBER 2017

	Accumulated Fund	Total
	GH¢	GH¢
2017		
Balance at 1/1	11,295,709	11,295,709
Surplus (Deficit) for the Year	3,306,655	3,306,655
Prior Year Adjustment	230,812	230,812
Balance at 31/12	<u>14,833,176</u>	<u>14,833,176</u>
2016		
Balance at 1/1	7,258,575	7,258,575
Surplus (Deficit) for the Year	3,639,693	3,639,693
Prior Year Adjustment	397,441	397,441
Balance at 31/12	<u>11,295,709</u>	<u>11,295,709</u>

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

STATEMENT OF CASHFLOWS FOR THE
YEAR ENDED 31 DECEMBER 2017

	<u>2017</u> <u>GH¢</u>	<u>2016</u> <u>GH¢</u>
<u>OPERATING ACTIVITIES</u>		
Surplus for the year	3,306,655	3,639,693
Adjusted for the year:		
Depreciation	4,957,321	4,532,350
Grants released	(4,881,896)	(3,940,978)
Interest Income	(313,353)	(435,866)
Transfer to Income	-	(3,600,000)
Prior Year Items	230,812	(121,791)
Non-cash Movements	-	(514,388)
Loss/Profit on disposal	-	8,405
	<u>3,299,539</u>	<u>(432,575)</u>
(Increase)/Decrease in Inventory	(23,689)	28,822
(Increase)/Decrease in Accounts Receivable	1,526,078	(2,628,400)
Increase/(Decrease) in Accounts Payable	3,715,996	1,643,281
Increase in deferred Tuition fees	<u>715,268</u>	<u>3,634,128</u>
	<u>9,233,192</u>	<u>2,219,256</u>
<u>INVESTING ACTIVITIES</u>		
Purchase of Property, Plant and Equipment	(6,625,537)	(11,389,077)
Interest Income	313,353	435,866
Proceeds from disposal	-	25,215
Net Cash Out flow from Investing Activities	<u>(6,312,184)</u>	<u>(10,927,996)</u>
<u>FINANCING ACTIVITIES</u>		
Non-monetary Grants received	804,834	8,724,028
Other Grants received	<u>1,025,343</u>	<u>2,725,000</u>
Net Cash In flow from Financing Activities	<u>1,830,177</u>	<u>11,449,028</u>
Increase in Cash and Cash Equivalents	<u>4,765,285</u>	<u>2,740,288</u>
<u>ANALYSIS OF CHANGES IN CASH & CASH</u> <u>EQUIVALENTS DURING THE YEAR</u>		
Balance at 1/1	7,502,631	4,762,343
Net Cash Inflow for the Year	<u>4,765,285</u>	<u>2,740,288</u>
Balance at 31/12	<u><u>12,267,916</u></u>	<u><u>7,502,631</u></u>

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

NOTES TO THE FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2017

NOTES

1a. GENERAL INFORMATION

University of Health and Allied Sciences (UHAS) was established under the provisions of the University of Health and Allied Sciences Act 2011, (Act 828), which received presidential approval in December 2011. It is devoted to teaching, research and service in the Health Sciences. Community health service and problem-solving techniques for the poor and vulnerable.

2. Basis of Compliance and Basis of Preparation

a. Statement of Compliance

The financial statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) and its interpretations adopted by the International Accounting Standards Board (IASB).

b. Basis of Preparation

The financial statements have been prepared under the historical cost convention except where otherwise stated in the accounting policies below. The financial statements are prepared on an accrual basis. The statement of cash flows is prepared using the indirect method. The accounting policies have been consistently applied to the year presented.

c. Functional and Presentation Currency

These financial statements are presented in Ghana Cedi (GH¢), which is the functional currency of the University.

3. Summary of Significant Accounting Policies

The principal accounting policies adopted in the preparation of these financial statements are set out below:

a. Use of Estimates and Judgement

The preparation of financial statements in conformity with IPSAS requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

Key estimates management has made in preparing the financial statements concerns the useful lives of property, plant and equipment which are as set out in the relevant notes.

b. Property, Plant and Equipment

Items of property, plant and equipment are stated at cost less accumulated depreciation and any accumulated impairment losses. Costs includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied with the part will flow to the university and its cost can be measured reliably. The costs of day-to-day maintenance, repair and servicing expenditures incurred on property, plant and equipment are recognized in the statement of comprehensive income.

Depreciation is charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using straight line method. The annual rates generally in use for the current and comparative periods are as follows:

Buildings	2%
Plant and Equipment	20%
Furniture and Fittings	20%
Motor Vehicles	20%
ICT Equipment	50%
Software	33%

Depreciation on additions to property, plant and equipment is charged full in the year of acquisition and no depreciation in the year of disposals. If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of an asset, the depreciation of the asset is revised prospectively to reflect the new expectations.

c. Receivables from Exchange Transaction

Student fee receivables, prepayments and other receivables outstanding as at the end of the reporting period are treated as receivables in the statement of financial position. Receivables are recorded at their stated cost.

d. Cash and Cash Equivalents

University of Health and Allied Sciences cash and cash equivalents comprise cash on hand and cash at bank and highly liquid investments (fixed deposits) with an original maturity of 3 months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

Cash and Cash Equivalents is measured at cost.

e. **Payables**

Payables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method.

f. **Tuition Fees**

Tuition fees are recognized in the statement of comprehensive income on an accrual basis when it is probable that future economic benefits of the transaction will flow to the entity, the tuition fees can be measured reliably and the costs are identifiable and can be measured reliably.

If the University provides tuition services over different reporting periods, then the tuition fees are deferred on a relative fair value basis between the different reporting periods.

g. **Expenditure**

The university's expenditure is recognized on accrual basis.

h. **Employees Benefits**

The university has defined benefit plans. A defined benefit plan is a pension plan under which the university pays fixed benefits into a separate entity and has no legal or constructive obligations to pay further contributions. Obligations for contributions to defined benefit schemes are recognized as an expense in the statement of comprehensive income in periods during which services are rendered by employees.

i. **Events after the Reporting Period**

Events subsequent to the reporting date are reflected in the financial statements only to the extent that they relate to the year under consideration and the effect is material.

j. **Grants**

Government and other public institutions subvention – Remittances from the Government and other public institutions are recognized when funds are received. These are recognized in the statement of comprehensive income on a systematic basis as the University recognizes as expense the costs that the subvention intended to compensate.

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

k. Inventory

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions (for no cost or for a nominal costs), the cost of the inventory is its fair value at the date of acquisition.

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge that class of inventory is measured at the lower of cost and current replacement costs.

Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the University.

l. Prepayment

The University rents apartment in Ho and its environs for the staff, under tenancy agreements. Included in the tenancy agreement is a requirement to pay the landlords in advance for the entire period, which is expensed annually on a pro-rata basis. Other prepayments include insurance and other services for which payments go beyond the financial period.

m. Comparative Information

Except when a standard or an international interpretation permits or requires otherwise, all amounts are reported or disclosed with comparative information.

n. Research Grant

These are monetary grants given to the University for the purpose of carrying out research projects.

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

	<u>2017</u>	<u>2016</u>
	GH¢	GH¢
4 <u>GOVERNMENT AND OTHER PUBLIC</u>		
<u>INSTITUTION SUBVENTION</u>		
Government Grants	32,235,463	16,455,813
Book and Research Allowance	1,818,116	-
	<u>34,053,579</u>	<u>16,455,813</u>
5 <u>DISPOSAL OF PROPERTY, PLANT AND EQUIPMENT</u>		
Cost	-	168,100
Accumulated depreciation	-	(134,480)
Net book value	-	33,620
Proceeds	-	(25,215)
Gain/(Loss) on Disposal	-	<u>8,405</u>
6 <u>OTHER INCOME</u>		
Application Forms	1,299,752	937,904
Procurement Forms	70,900	17,112
Grants released	4,881,896	3,940,978
Sundry Income ***	332,656	528,004
Interest Income	313,353	427,937
Donations	100,317	135,661
Accommodation Charges	728,072	913,047
Project.....Marcad	396,261	-
	<u>8,123,207</u>	<u>6,900,643</u>

***Included in the Sundry income are service charges of GH¢68,971; Congregation fees of GH¢120,270; Vehicle rental of GH¢20,150; Facilities rental of GH¢52,950 and student Re-sit of GH¢25,440.
(2016: GH¢48,331; GH¢55,730; GH¢10,150; GH¢2,900; GH¢19,280 respectively).

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

	<u>2017</u>	<u>2016</u>
	GH¢	GH¢
7 <u>SALARIES AND BENEFITS</u>		
Staff Salary Cost	31,786,327	14,076,295
Book and Research Allowance	<u>1,571,181</u>	<u>(26,593)</u>
Total Teaching and Research (A)	<u>33,357,508</u>	<u>14,049,702</u>
 <u>Other Operating Expenses</u>		
Part time allowance	150,266	102,303
Honorarium	<u>38,420</u>	<u>60,469</u>
Total Other Operating Expenses (B)	<u>188,686</u>	<u>162,772</u>
 Overall Total (A + B)	<u><u>33,546,194</u></u>	<u><u>14,212,474</u></u>
 8 <u>ADMINISTRATIVE AND GENERAL EXPENSES</u>		
Hotel Accommodation and Meals	224,157	368,456
Staff Meeting Expense	6,655	95,018
Publicity and Advertisement	38,638	241,030
University Council Expense	60,389	58,667
Consultancy Fees	63,217	42,807
Fuel and Lubricants	616,033	462,508
Student Feeding	-	529,562
Rent	823,825	1,105,907
Printing and Stationary	118,369	12,733
Audit Fees	72,000	60,000
Vat on Audit Fee	12,600	10,500
Subscription	32,783	4,399
Insurances	233,392	359,623
Travel and Transport	45,173	92,824
Training and workshop	77,222	96,989
Utilities	304,160	229,311
Postage	1,759	2,765
Overseas Travelling	44,801	-
Academic Expenses	2,946,534	2,875,068
Other Administrative Expenses***	<u>3,436,118</u>	<u>3,060,068</u>
	<u><u>9,157,825</u></u>	<u><u>9,708,235</u></u>

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

***Included in Other Administrative Expenses are:

Marcad project allowance of GH¢396,261; Non-academic per diem of GH¢158,039; Inventory issuance expenses of GH¢751,994; Airtime-Interest services of GH¢821,557 and Meeting expenses of GH¢158,032.

(2016: GH¢112,198; GH¢252,001; GH¢240,489; GH¢480,842; GH¢115,793 respectively).

	<u>2017</u>	<u>2016</u>
	GH¢	GH¢
9 <u>PROPERTY, PLANT AND EQUIPMENT</u>		
See attached Schedule		
10 <u>LONG TERM INVESTMENT</u>	<u>-</u>	<u>-</u>
11 <u>INVENTORY</u>		
IPAD	539,740	335,000
General Stock	11,280	192,331
	<u>551,020</u>	<u>527,331</u>
12 <u>RECEIVABLES FROM EXCHANGE TRANSACTION</u>	<u>506,540</u>	<u>2,167,839</u>
13 <u>OTHER RECEIVABLES</u>		
Prepayment	852,306	1,392,925
Sundry Debtors	663,011	406,541
Accrued salary receivable	2,056,527	1,637,157
	<u>3,571,844</u>	<u>3,436,623</u>
14 <u>CASH AND CASH EQUIVALENTS</u>		
Cash/Imprest	(761)	13,448
Bank Balances	7,268,677	4,889,183
Fixed Deposit (91 Days ^{F.D} F/Bills)	5,000,000	2,600,000
Cash and Bank Balances in the Statement of Financial Position	<u>12,267,916</u>	<u>7,502,631</u>

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

	<u>2017</u>	<u>2016</u>
	GH¢	GH¢
15 <u>NON-MONETARY GRANTS</u>		
Balance at 1 January	74,878,587	70,095,537
Received during the year	804,834	8,724,028
Grants released	(4,881,896)	(3,940,978)
Balance at 31/12	<u>70,801,525</u>	<u>74,878,587</u>
 Grants available after one year	 67,261,449	 71,134,658
Grants available within one year	3,540,076	3,743,929
	<u>70,801,525</u>	<u>74,878,587</u>

Total grants received during the year amounted to GH¢804,834. This relates to GETFund allocation for the purchase of motor vehicles.

16 <u>OTHER GRANTS</u>		
Funded by Bank of Ghana	6,000,000	4,974,657
	<u>6,000,000</u>	<u>4,974,657</u>

Other Grant relates to funds received from the Bank of Ghana for the purposes of constructing a Multi-purpose auditorium.

17 <u>ACCOUNTS PAYABLE</u>		
Creditors (University of Education, Winneba)	250,000	340,792
Student Creditors	2,868,127	1,411,927
Project Funds	2,369,824	-
Sundry Creditors	676,438	681,574
	<u>6,164,389</u>	<u>2,434,293</u>

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

PROPERTY, PLANT AND EQUIPMENT FOR THE YEAR ENDED 2017

9i.

<u>Cost</u>	<u>Lab Equipment</u>	<u>Buildings</u>	<u>Furniture & Fittings</u>	<u>Plant & Equipment</u>	<u>Computer & Accessories</u>	<u>Motor Vehicles</u>	<u>Capital Work-In Progress</u>	<u>Software</u>	<u>Totals</u>
	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢
Balance at 1/1/2017	4,415,562	75,004,065	4,265,471	1,315,509	367,488	4,906,654	5,806,973	82,335	96,164,057
Additions	7,230	10,000	283,721	201,307	263,393	804,834	5,055,052	-	6,625,537
Balance at 31/12/2017	4,422,792	75,014,065	4,549,192	1,516,816	630,881	5,711,488	10,862,025	82,335	102,789,594
Accumulated Depreciation	20%	2%	20%	20%	50%	20%		33%	
Balance at 1/1/2017	883,112	3,470,896	1,684,518	601,836	310,416	2,497,549	-	54,616	9,502,943
Charge for the Year	884,558	1,500,281	909,838	303,363	189,264	1,142,298	-	27,719	4,957,321
Balance at 31/12/2017	1,767,670	4,971,177	2,594,356	905,199	499,680	3,639,847	-	82,335	14,460,264
Carrying Value									
Balance at 31/12/2017	2,655,122	70,042,888	1,954,836	611,617	131,201	2,071,641	10,862,025	-	88,329,330
Balance at 31/12/2016	3,532,450	71,533,169	2,580,953	713,673	57,072	2,409,105	5,806,973	27,719	86,661,114

Capital work-in progress additions for the year relates to funds received from Bank of Ghana for an auditorium project on the permanent site and other related cost towards the preparation of the University site for other projects. Whilst motor vehicles addition of GH¢804,834 relates to donation by Getfund.

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

9ii

PROPERTY, PLANT AND EQUIPMENT FOR THE YEAR ENDED 2016

<u>Cost</u>	<u>Lab Equipment</u>	<u>Buildings</u>	<u>Furniture & Fittings</u>	<u>Plant & Equipment</u>	<u>Computer & Accessories</u>	<u>Motor Vehicles</u>	<u>Capital Work-In Progress</u>	<u>Software</u>	<u>Totals</u>
	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢
Balance at 1/1/2016	-	74,959,212	2,089,368	728,079	300,225	2,794,354	3,989,507	82,335	84,943,080
Additions	4,415,562	44,853	2,176,103	587,430	67,263	2,280,400	1,817,466	-	11,389,077
Disposals	-	-	-	-	-	(168,100)	-	-	(168,100)
Balance at 31/12/2016	4,415,562	75,004,065	4,265,471	1,315,509	367,488	4,906,654	5,806,973	82,335	96,164,057
Accumulated Depreciation	20%	2%	20%	20%	50%	20%		33%	
Balance at 1/1/2016	-	1,970,815	831,424	338,734	285,957	1,684,318	-	27,445	5,138,693
Charge for the Year	883,112	1,500,081	853,094	263,102	24,459	981,331	-	27,171	4,532,350
Release on disposal	-	-	-	-	-	(134,480)	-	-	(134,480)
Disposal.... Sale	-	-	-	-	-	(33,620)	-	-	(33,620)
Balance at 31/12/2016	883,112	3,470,896	1,684,518	601,836	310,416	2,497,549	-	54,616	9,536,563
Carrying Value									
Balance at 31/12/2016	3,532,450	71,533,169	2,580,953	713,673	57,072	2,409,105	5,806,973	27,719	86,661,114
Balance at 31/12/2015	-	72,988,397	1,257,944	389,345	14,268	1,110,036	3,989,507	54,890	79,804,387

Capital work-in progress additions for the year relates to funds received from Bank of Ghana for an auditorium project on the permanent site and other related cost towards the preparation of the University site for other projects. Included in Furniture & Fittings additions is GH¢2,176,103 which relates to denotions in form of furniture towards the opening of the permanent campus whiles motor vehicles addition of GH¢2,280,400 relates to donation by Getfund.

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

	<u>2017</u> GH¢	<u>2016</u> GH¢
18 <u>DEFERRED TUITION FESS</u>		
Balance at 1 January	6,712,292	3,078,164
Amount deferred	7,427,560	6,712,292
Amount released	(6,712,292)	(3,078,164)
Balance at 31 December	<u><u>7,427,560</u></u>	<u><u>6,712,292</u></u>

19 TAXATION

The University is a Public Institution and its income is exempted from income tax in accordance with Income Tax Act, 2015 (Act 896), Section 7 (1) ©.

20 RELATED PARTY DISCLOSURE

The University is governed by Council whose members are entitled to payment of sitting allowance and other travel related expenses when participating in council meetings or any other University business. The list of members during the year under review is shown on page 2 of this report.

Except for the Vice-Chancellor, who is remunerated by the university, no other member of Council received any remuneration other than the entitlements indicated above during the year under review.

Key management staff

Key Management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the University directly or indirectly including any Vice-Chancellor of the University.

21 CAPITAL COMMITMENTS

There were no capital commitments as at 31 December 2017. (2016: Nil).

22 CONTINGENT LIABILITIES

There were no contingent liabilities as at 31 December 2017. (2016: Nil).