



REPUBLIC OF NAMIBIA



REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE MINISTRY OF FINANCE

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016

Published by authority

Price (Vat excluded) N\$ 26.40
Report no: 2017/41

REPUBLIC OF NAMIBIA



TO THE HONOURABLE SPEAKER OF THE NATIONAL ASSEMBLY

I have the honour to submit herewith my report on the accounts of the Ministry of Finance for the financial year ended 31 March 2016 in terms of Article 127(2) of the Namibian Constitution. The report is transmitted to the Honourable Minister of Finance in terms of Section 27(1) of the State Finance Act, 1991, (Act 31 of 1991) to be laid upon the Table of the National Assembly in terms of Section 27(4) of the Act.

WINDHOEK, April 2017

A handwritten signature in black ink, appearing to read 'Junias Etuna Kandjeke'.

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

Table of Contents

1.	REPORT ON THE FINANCIAL STATEMENTS	1
1.1	INTRODUCTION.....	1
1.2	MANAGEMENT’S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS	1
1.3	AUDITOR’S RESPONSIBILITY	1
1.4	KEY AUDIT FINDINGS	2
1.4.1	UNAUTHORIZED EXPENDITURE	2
1.4.2	OUTSTANDING SUBSISTENCE ADVANCES	3
1.4.3	TAX RETURNS	3
1.4.4	WASTEFUL EXPENDITURE	3
1.5	ACKNOWLEDGEMENT.....	4
1.6	UNQUALIFIED AUDIT OPINION	4
2.	ADDITIONAL REPORTING RESPONSIBILITIES	5
2.1	OTHER MATTERS	5
2.1.1	AUDIT COMMITTEE	5
1.	AUDITED FINANCIAL STATEMENTS	6
1.1	APPROPRIATION ACCOUNT	6
1.2	STANDARD SUBDIVISIONS	8
1.3	DEPARTMENTAL REVENUE.....	9
1.4	NOTES TO THE FINANCIAL STATEMENTS.....	10
1.4.1	APPROPRIATION ACCOUNT: EXPLANATIONS OF VARIATIONS EXCEEDING 2% BETWEEN AUTHORIZED AND ACTUAL EXPENDITURE	10
1.4.2	DEPARTMENTAL REVENUE: EXPLANATIONS OF VARIANCES EXCEEDING N\$ 200 000.....	11
2.	GENERAL INFORMATION.....	12
2.1	CAPITAL PROJECTS.....	12
2.2	EXEMPTION FROM NORMAL TENDER BOARD PROCEDURES.....	12
2.3	SUSPENSE ACCOUNTS.....	13

DEFINITIONS

Treasury:	Financial authority in public service. (The department of Government that has control over the collection, management and disbursement of public revenue).
Vote:	Represents an Office/Ministry/Agency.
Appropriation Act:	Estimate of expenditure and revenue for a particular financial year presented to the National Assembly, the Act passed by Parliament.
Appropriation Account:	Government Income and Expenditure statement, showing on receipt side the estimated budgeted amounts and on expenditure side the actual expenditure amounts and the difference thereof.
Standard sub-division:	Government Balance account, showing balances incurred on each account/activity.
Suspension:	Reduction on budget (Treasury may from time without or suspend any amount in an estimate of expenditure).
Virement:	Moving of budgeted funds from one account to another account within the same budget of the same office/ministry/agency. The utilization of a saving under one main division/sub division of a vote to defray an excess under another existing division of the same vote.
Unauthorised Expenditure:	Expenditure that exceeds the amount appropriated (budgeted) for a vote, main division or subdivision.
Underexpenditure:	Saving on the budget.
Miscellaneous Revenue:	All revenue collected and not having a specified revenue code.
Tender Board Exemptions:	To free from an obligation (Tender Board Regulations) to which others are subjected.
Commitments:	Funds reserved to acquire goods or services from a supplier.
Suspense accounts:	Is an account opened in the books of Government that records movement of transactions of a temporarily nature, for example salary deductions of housing instalments.
S&T Advance Suspense Account:	A suspense account reflecting the outstanding subsistence and travel advances.
Rejection Account:	A suspense account reflecting names and balances of all persons/companies that owe the money to the State.
Budget:	Is an estimation of the revenue and expenses over a specified future period of time
Subsistence Advance:	Payment given in advance to an employee to reimburse accommodation, meal and incidental expenses, while on an official assignment.
Performance Information:	Measurement of an individual, group, organization, system or component which is collected, analysed and reported. (Includes Strategic plans, annual plans, performance agreements and personal development plans)

**REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE
MINISTRY OF FINANCE
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016**

1. REPORT ON THE FINANCIAL STATEMENTS

1.1 INTRODUCTION

This report on the accounts of the Ministry of Finance for the financial year ended 31 March 2016 is presented to the National Assembly in accordance with the terms of Article 127(2) of the Constitution of the Republic of Namibia and Section 27(1) of the State Finance Act, 1991 (Act 31 of 1991), as amended.

I have audited the accompanying financial statements of the Ministry of Finance for the financial year ended 31 March 2016. These financial statements comprise the following statements submitted for the year ended:

- Appropriation account;
- Standard subdivisions;
- Departmental revenue;
- Notes to the financial statements; and
- General information.

The appropriation account was submitted by the Accounting Officer to the Auditor-General in terms of Section 13 of the State Finance Act, 1991 (Act 31 of 1991).

The financial statements, notes to the financial statements and general information supplied by the Accounting Officer are attached as Annexure A.

1.2 MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Section 12 and 13 of the State Finance Act, 1991 (Act 31 of 1991) and other legislation, and for such internal control as management determines it necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

1.3 AUDITOR'S RESPONSIBILITY

My responsibility is to express an opinion on these financial statements based on the audit. I conducted the audit in accordance with International Standards for Supreme Audit Institutions (ISSAIs). These standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

Powers and Duties

Section 25(1)(c) of the State Finance Act, 1991 (Act 31 of 1991), provides that the Auditor-General should satisfy himself that:

- (a) all reasonable precautions have been taken to ensure that all monies due to the State are collected, and that the laws relating to the collection of such monies have been complied with;
- (b) all reasonable precautions have been taken to safeguard the receipt, custody and issue of and accounting for, the State's assets, such as stores, equipment, securities and movable goods; and

- (c) the expenditure has taken place under proper authority and is supported by adequate vouchers or other proof.

In addition, Section 26(1)(b)(iv) of the State Finance Act, 1991 (Act 31 of 1991), empowers the Auditor-General to investigate and report on the economy, efficiency and effectiveness of the use of the State's resources.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, 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 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 includes 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 financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for the audit opinion.

1.4 KEY AUDIT FINDINGS

1.4.1 Unauthorized expenditure

The following unauthorized expenditure occurred during the financial year and is hereby reported as such in terms of Section 27(6)(a) of the State Finance Act, 1991 (Act 31 of 1991):

- (i) Four (4) main divisions were exceeded with a total amount of N\$ 3 890 395. 98. This amount is unauthorised in term of section 6(a)(ii) of the Act.
- (ii) Although Treasury authorization was obtained to utilize certain expected savings for the defrayal of expenditure by way of virements during the year, seventeen (17) operational subdivisions were exceeded by a total amount of N\$ 8 174 596.75. These excesses are unauthorized in terms of Section 6(a)(iii) of the Act.

Although the Accounting Officer provided explanations for unauthorized expenditure, it is recommended that the Accounting Officer should put control measures in place to avoid unauthorized expenditure in future.

Management comment

In her response on the draft report, the Accounting Officer indicated that the Ministry has put measures in place to avoid unauthorised expenditure in future.

1.4.2 Outstanding Subsistence advances

According to Treasury Instruction FD 0702, “the Accounting Officer should keep auxiliary registers (superfluous) to enable the Ministry to reconcile the suspense accounts placed under their control with the respective ledger accounts”. However, the audit found that the outstanding subsistence advance balance reflected two different amounts as follows:

Debit balance list	Subsistence and travel advance suspense account
N\$ 568 911.85	N\$ 1 737 865.96

It is recommended that the Accounting Officer should explain the differences and should adhere to Treasury Instruction FD 0702.

Management comment

In her response on the draft report, the Accounting Officer indicated that differences are brought about by inadequate reconciliation of the suspense account.

1.4.3 Tax returns

The audit found that companies filed nil tax returns but have rendered services to the various Offices, Ministries and Agencies to whom payments amounting to N\$ 12 053 125.94 were made for the year under review, and were issued with Good Standing Certificates. This could be attributed to possible tax evasion schemes used by the companies, not declaring their income to the Receiver.

It is recommended that the Accounting Officer should recover the tax due to the Receiver of Revenue and submit evidence of recovered amounts for audit purposes.

1.4.4 Wasteful expenditure

The State Finance Act, Section 27 (6) (b) states that, “The Auditor-General shall, in a report, draw attention to any expenditure which is, in the Auditor-General’s opinion, wasteful or detrimental to the State or the statutory institution concerned. The audit found that a Department consisting of ten (10) staff members acquired hundred and four (104) cartridges with a value of N\$ 369 496.72 during the financial year under review. The goods purchased were also not reconciled in the Counter Book register as there was no Counter Book provided for audit purpose.

It is recommended that the Accounting Officer should procure supplies in a more economical and efficient manner.

Management comment

In her response on the draft report, the Accounting Officer indicated that the alleged company is under investigation by the Ministry. The Ministry has centralised the procurement of do common items.

1.5 ACKNOWLEDGEMENT

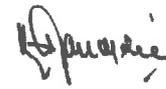
The assistance and co – operation of the management and staff of the Ministry of Finance during the audit is appreciated.

1.6 UNQUALIFIED AUDIT OPINION

I certify that I have audited the financial statements of the Ministry of Finance for the year ended 31 March 2016 in accordance with the terms of Article 127(2) of the Namibian Constitution and Section 25(1) of the State Finance Act, 1991 (Act 31 of 1991).

In my opinion, the financial statements present fairly in all material respects, the financial position of the Ministry of Finance as at 31 March 2016 and its financial performance and its receipts and payments for the year then ended in accordance with the terms of Article 127(2) of the Namibian Constitution and Section 25(1) of the State Finance Act, 1991 (Act 31 of 1991).

WINDHOEK, April 2017



**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

2. ADDITIONAL REPORTING RESPONSIBILITIES

2.1 OTHER MATTERS

Attention is drawn to the management on the following matters that relate to my responsibility in the audit of the financial statements, and excluding matters already disclosed by the Ministry of Finance in the financial statements:

2.1.1 Audit Committee

During the audit it was noted that the Ministry has a non-functional Audit Committee thus resulting in a lack of developing and improving the Internal Audit Departments' mandate.

In the absence of an Audit Committee:

- There is no Committee to review internal audit reports and management responses and ensure implementation of recommendations; and
- There is no Committee to monitor and review the effectiveness of the Internal Audit Department.

It is recommended that the Accounting Officer ensures that a functional Audit Committee is established to monitor and review the work of the Internal Audit division and to ensure implementation of audit recommendations.

1. AUDITED FINANCIAL STATEMENTS

1.1 Appropriation account

2015/2016						2014/2015
Service	Authorized expenditure	Actual expenditure	Variations		Actual expenditure	
			Under-expenditure/ (Excess)	Percentage		
N\$	N\$	N\$	N\$	%	N\$	
01. Office of the Minister:						
Original budget	2 478 000					
Plus: Virement	1 994 743	4 472 743	4 346 412.88	126 330.12	2.82	1 064 298.68
02. Administration:						
Original budget	151 343 000					
Plus: Virement	3 965 186					
Less: Suspension	(36 026 294)	119 281 892	117 597 385.94	1 684 506.06	1.41	143 855 733.78
03. Internal Audit:						
Original budget	7 365 000					
Less: Virement	(29 937)					
Less: Suspension	(250 000)	7 085 063	7 050 653.78	34 409.22	0.49	5 109 260.51
04. State Revenue:						
Original budget	221 108 000					
Plus: Virement	18 996 161					
Less: Suspension	(18 946 000)	221 158 161	220 154 395.97	1 003 765.03	0.45	200 736 038.89
05. Economic Policy Advisory Services:						
Original budget	9 074 000					
Plus: Virement	1 705 223					
Less: Suspension	(1 304 000)	9 475 223	8 211 833.81	1 263 389.19	13.33	8 389 507.14
06. Customs and Excise:						
Original budget	303 006 000					
Plus: Virement	34 132 767					
Less: Suspension	(21 788 979)	315 349 788	317 320 785.45	(1 970 997.45)	(0.63)	277 834 663.91
07. Public Private Partnership:						
Original budget	1 676 000					
Plus: Virement	510 497	2 186 497	2 218 931.15	(32 434.15)	(1.48)	(80 232.44)

ANNEXURE A (continued)

2015/2016						2014/2015
Service	Authorized expenditure	Actual expenditure	Variations		Actual expenditure	
			Under-expenditure/ (Excess)	Percentage		
N\$	N\$	N\$	N\$	%	N\$	
08. Medical Aid						
Scheme:						
Original budget	2 158 162 000					
Less: Virement	(29 021 808)					
Less: Suspension	(13 244 000)	2 115 896 192	2 115 750 134.02	146 057.98	0.01	1 804 787 854.96
09. Tender Board:						
Original budget	8 596 000					
Less: Virement	(423 256)					
Less: Suspension	(426 000)	7 746 744	7 795 433.98	(48 689.98)	(0.63)	7 106 544.00
10. Budget Management and Control:						
Original budget	525 279 000					
Less: Virement	(4 717 579)					
Less: Suspension	(4 784 288)	515 777 133	453 873 489.14	61 903 643.86	12.00	427 480 518.50
11. Expenditure and Financial Management:						
Original budget	43 812 000					
Less: Virement	(347 300)					
Less: Suspension	(1 767 439)	41 697 261	40 988 852.60	708 408.40	1.70	32 705 256.80
12. Asset, Cash and Debt Management:						
Original budget	342 553 000					
Less: Virement	(90 000)					
Less: Suspension	(62 051 000)	280 412 000	282 250 274.40	(1 838 274.40)	(0.66)	488 316 436.04
13. Information Technology:						
Original budget	116 809 000					
Less: Virement	(9 607 697)	107 201 303	101 042 034.64	6 159 268.36	5.75	84 078 488.06
GRAND TOTAL	3 747 740 000	3 678 600 617.76	69 139 382.24	1.84	3 481 384 368.83	

1.2 Standard subdivisions

Subdivision	2015/2016			2014/2015
	Authorized expenditure	Actual expenditure	Under-expenditure/ (Excess)	Actual expenditure
	N\$	N\$	N\$	N\$
Operational:				
Current expenditure: Personnel				
001. Remuneration	444 785 127	449 346 217.55	(4 561 090.55)	378 976 350.80
002. Employer's contribution to G.I.P.F	49 778 182	50 381 391.51	(603 209.51)	42 378 970.19
003. Other conditions of service	2 518 427	3 171 670.28	(653 243.28)	2 262 996.98
005. Employers contribution to social security	79	78.31	0.69	-
Total	497 081 815	502 899 357.65	(5 817 542.65)	423 618 317.97
Current expenditure: Goods and other services				
021. Travel and subsistence allowances	21 507 007	19 076 228.93	2 430 778.07	21 221 001.16
022. Materials and supplies	14 364 059	13 304 170.44	1 059 888.56	15 748 337.32
023. Transport	10 448 435	10 282 129.84	166 305.16	11 427 087.07
024. Utilities	49 004 023	48 772 775.77	231 247.23	55 814 119.37
025. Maintenance expenses	97 690 097	95 378 669.84	2 311 427.16	52 287 364.88
026. Property rental and related charges	5 586 090	5 586 809.78	(719.78)	2 899 039.37
027. Other services and expenses	165 665 331	159 997 338.78	5 667 992.22	166 393 064.25
Total	364 265 042	352 398 123.38	11 866 918.62	325 790 013.42
Current expenditure: Membership fees and subscriptions				
041. International	14 940 200	15 107 940.64	(167 740.64)	7 514 608.70
042. Domestic	-	-	-	1 561.41
Total	14 940 200	15 107 940.64	(167 740.64)	7 516 170.11
Current expenditure: Subsidies, grants and other transfers				
043. Government organisation	747 286 000	685 267 302.45	62 018 697.55	868 302 549.60
044. Individuals and non-profit organisations	2 061 479 265	2 061 432 765.15	46 499.85	1 758 572 709.40
045. Public and departmental enterprises	1 300 705	155 056.32	1 145 648.68	-
Total	2 810 065 970	2 746 855 123.92	63 210 846.08	2 626 875 259.00
Total: Current expenditure	3 686 353 027	3 617 260 545.59	69 092 481.41	3 383 799 760.50
Capital expenditure: Acquisition of assets				
101. Furniture and office equipment	18 538 649	18 495 643.39	43 005.61	18 514 222.74
103. Operational equipment	33 001	33 000.40	0.60	8 895 449.99
Total	18 571 650	18 528 643.79	43 006.21	27 409 672.73
Total: Operational expenditure	3 704 924 677	3 635 789 189.38	69 135 487.62	3 411 209 433.23
Lending and equity participation				
176. Equity participation: Nampower and others	20 748 861	21 612 212.77	(863 351.77)	17 217 721.07
Total	20 748 861	21 612 212.77	(863 351.77)	17 217 721.07

ANNEXURE A (continued)

Subdivision	2015/2016			2014/2015
	Authorized expenditure	Actual expenditure	Under-expenditure/ (Excess)	Actual expenditure
	N\$	N\$	N\$	N\$
Development:				
Capital expenditure: Acquisition of assets				
107. Construction, renovation and improvement	22 066 462	21 199 215.61	867 246.39	52 955 364.74
Total: Development expenditure	22 066 462	21 199 215.61	867 246.39	52 955 364.74
GRAND TOTAL	3 747 740 000	3 678 600 617.76	69 139 382.24	3 481 382 519.04

1.3 Departmental revenue

Revenue for the year is as follows:

Revenue head	Estimate	Actual revenue 2015/2016	More/(Less) than estimated	Actual revenue 2014/2015
	N\$	N\$	N\$	N\$
Members' contribution to Government				
Employees Medical Aid Scheme	595 556 640	351 860 479.12	(243 696 160.88)	309 279 452.89
Sale of tender documents	1 663 695	3 650 644.25	1 986 949.25	3 808 960.00
Unclaimed cheques	-	-	-	8 489 550.63
Auction sales (Customs)	500 000	-	(500 000.00)	488 285.85
Warehouse rent (Customs)	100 000	97 153.87	(2 846.13)	199 138.22
Collateral losses	20 000	330 700.00	310 700.00	96 450.00
Special attendance	714 340	786 491.15	72 151.15	794 692.60
Miscellaneous	-	9 639 003.68	9 639 003.68	450 708.96
Export Levy (Customs)	7 184 803	572 320.00	(6 612 483.00)	8 595 443.75
Additional Duty (Customs)	5 000 000	650 381.18	(4 349 618.82)	2 032 403.53
Licence Fees (Customs)	23 416	27 732.00	4 316.00	13 100.00
Provisional payments (Customs)	-	45 912 902.65	45 912 902.65	-
TOTAL	610 762 894	413 527 807.90	(197 235 086.10)	334 248 186.43

1.4 Notes to the financial statements

1.4.1 Appropriation account: Explanations of variations exceeding 2% between authorized and actual expenditure.

Underexpenditure

Main division 01 – Office of the Minister (N\$ 126 330.12 – 2.82%)

The underexpenditure on this main division was due to the Minister undertaking fewer trips than anticipated.

Main division 05 – Economic Policy Advisory Services (N\$ 1 263 389.19 – 13.33%)

The underexpenditure on this main division was due to a directive issued by the Office of the President, Cabinet Secretariat to restrict measures on spending with a special emphasis on cross border trips. The Ministry therefore enforced the implementation of the directive by restricting international travel on management to three trips per year.

The underexpenditure was caused by the wrong coding of the budget line. The funds budgeted were allocated to fund Political Parties instead of Financial Literacy Initiative (FLI) Grants & Transfers to Government organisations.

The requested virementation could not be effected until the budget was suspended during the mid-year review exercise. The funds were then availed towards the end of the financial year, and the transfer to the Financial Literacy Initiative could not be made in time before the closure of the financial year.

Main division 10 – Budget Management and Control (N\$ 61 903 643 .86 – 12%)

During the financial year, the main division committed funds for the purchase of material & supplies before the closure of the financial year and some suppliers did not deliver on time. Funds for Maintenance expenses were not spend during the year under review as a result of cost cutting measures.

The acquisition of tickets and the payment for the training for the !Namtrimo Model that is annually held in the Netherlands, could not be procured and the training could not be paid as the trip did not materialise.

Main division 13 – Information Technology (N\$ 6 159 268.36 – 5.75%)

The underexpenditure realised under this main division was as a result of exchange rate fluctuations.

The Oracle software updated licences and support are submitted annually by the 13th February. At the time invoices were received, the exchange rate was one (1) USD to N\$ 15.16, which amounted to N\$ 8 973 500.80, and the budgeted funds were insufficient to honour the invoice as per the agreement by Oracle to settle the full account.

1.4.2 Departmental Revenue: Explanations of variances exceeding NS 200 000.**(i) Over-estimated****Members' contribution to the Medical Aid**

The Public Service Employees Medical Aid Scheme is a voluntary scheme and the estimate for the year under review is overestimated when compared to the previous year's actual revenue collected. During the 2015/2016 financial year, the contribution on membership fees did not increase but significant increases were observed between the two newly introduced options.

Additional Duty (Customs)

Additional duty is levied on some specified items such as Pasta for the protection of the local infant industry. The ban of some additional duties on milk reduced the total revenue collected from the original estimate of N\$ 5 000 000 to N\$ 650 381 representing a decrease of 87%.

Auction sales

The auction sales collections depend on the number of detained goods and the price value upon auction. In the financial year under review, no auctions took place as it is depended on the number of item/goods destined for auctioning (sufficient goods accumulated) and the Department of Work's auction time schedule.

Export Levy

An export levy was introduced to discourage the exportation of some specified locally produced commodities for the purpose of promoting value addition. There was a decrease in the demand of animals on the hoof to South Africa, hides and skins due to the economic downturn, as well as the severe drought that restricted production during the 2015-2016 financial year, thus, the actual revenue collected during the year under review, reduced to N\$ 572 320.

(ii) Underestimated**Sale of Tender documents**

The sales of tender documents increased significantly due to the campaign and many reforms undertaken that resulted in people tendering more and this was not expected to yield this high result in excess revenue of N\$ 1 986 949.25.

Collateral Losses

Actual collection exceeded estimated due to the effectiveness of collection efforts to recover the losses against defaulting members to the value of N\$ 310 700.

Provisional payments

This revenue of N\$ 45 912 902.65 was part of the Southern African Customs Union(SACU) transfers and was reversed to be part of non-tax revenue as of 2015/2016, hence no estimates existed during 2015/2016 financial year as the budget process for the three(3) year rolling budget (2015/2016 to 2017/2018) was done.

Misscellanues revenue

An amount of N\$ 8 258 377.35 was a transfer by the Agronomic Board to the State account from the liquidation of the investment held in trust on behalf of the Ministry of Agriculture, Water and Forestry. An amount of N\$ 6 34 558.57 is a lump sum of district collections and N\$ 504 073.83 was a double credit in the year 2014

2. GENERAL INFORMATION

2.1 Capital projects

The following were the development projects of the Ministry:

Nature of the project	Approved total budget	Total expenditure as at 31/03/2015	Approved appropriation 2015/2016	Actual expenditure 2015/2016	Total expenditure as at 31/03/2016	Expected year of completion
Omahenene Border Post Housing	68 321 000	15 529 080.91	6 561 000	6 536 541.32	22 065 622.23	31/03/2017
TransKalahari Border Post Housing	33 932 000	9 936 012.88	4 500 000	4 500 000.00	14 436 012.88	31/03/2016
Ariamsvlei Border Post: New Admin Facilities Office	10 818 000	6 789 362.55	92 462	92 461.72	6 881 824.27	31/03/2016
Accommodation for MOF	123 900 000	127 165 725.01	5 564 000	4 751 311.83	131 917 036.84	31/03/2016
Noordoewer Border Post: New Admin Facility	-	25 602 303.48	3 149 000	3 140 880.07	28 743 183.55	-
Walvisbay Regional Revenue Office Additions	4 124 000	831 660.21	2 200 000	2 178 020.67	3 009 680.88	31/03/2014
Total	241 095 000	185 854 145.04	22 066 462	21 199 215.61	207 053 360.65	

2.2 Exemption from normal Tender Board procedures

Tender Board exemption amounting to N\$ 617 721 000 was granted by Tender Board for the following goods and services for the financial year under review:

Exemption number	Description	Approved exemption	Actual expenditure	Difference
		N\$	N\$	N\$
E1/17-01/2015	Annual exemption	615 221 000	415 994 337.09	199 226 662.91
	Increase in annual exemption 2015-2016	2 500 000	761 321.56	1 738 678.44
Total		617 721 000	416 755 658.65	200 965 341.35

2.3 Suspense accounts

The final ledger shows fifteen (15) suspense accounts with balances at the end of the financial year of which nine (9) had debit balances and six (6) with credit balances as follows:

Description	Debit/(Credit)
	N\$
Receipt suspense	(112 915.75)
S&T advance suspense account	1 737 865.96
Bills Payable	(52 976 904.22)
Electronic fund transfer clearing account	(912 820.73)
Electronic Banking	(284 102 272.47)
Receipt suspense customs	6 670 013.74
Receipt suspense IRD	529 273 500.98
RD suspense IRD	227 593.32
RD cheques	44 572.04
Social security	(324.00)
Salary interface control account	46 136.13
Pension Fund: GIPF	(148 119.64)
Debt establishment	7.11
Rejection account	1 735 915.37
RD suspense customs	1 460.25

WINDHOEK, 2016-10-28

MS. E. SHAFUDAH
ACCOUNTING OFFICER

