



REPUBLIC OF NAMIBIA



REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE

EDUCATION DEVELOPMENT FUND

FOR THE FINANCIAL YEARS ENDED 31 MARCH 2009 AND 2010

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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 Education Development Fund for the financial years ended 31 March 2009 and 2010 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, December 2011

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

**REPORT OF THE AUDITOR GENERAL
ON THE ACCOUNTS OF THE EDUCATION DEVELOPMENT FUND
FOR THE FINANCIAL YEARS ENDED 31 MARCH 2009 AND 2010**

1. INTRODUCTION

The Education Development Fund for the financial years ended 31 March 2009 and 2010 have been completed in accordance with Section 25 (1)(b) of the State Finance Act, 1991 (Act 31 of 1991) and Section 31 (3) of the Education Act, (Act 16 of 2001).

Figures in this report are rounded off to the nearest Namibia Dollar.

2. FINANCIAL STATEMENTS

The financial statements for the financial years ended 31 March 2009 and 2010 as signed by the Accounting Officer are filed in the Office of the Auditor-General. The following annexures are attached to this report:

Annexure A: Balance sheet
Annexure B: Income statement
Annexure C: Cash flow statement

3. SCOPE OF THE AUDIT

The Accounting Officer of the Fund is responsible for the preparation of the financial statements and for ensuring the regularity of the financial transactions. It is my responsibility to form an independent opinion, based on the audit, on those statements and on the regularity of the financial transactions included in them and to report my opinion to the National Assembly.

The audit included:

- (a) Examination on a test basis of the evidence relevant to the amounts, disclosure and regularity of financial transactions included in the financial statements;
- (b) assessment of the significant estimates and judgements made by the Accounting Officer of the Fund in the accounting of the transactions, his determination of and decision on relevance of transactions to the Fund and of whether the accounting policies are appropriate to the Fund's circumstances, consistently applied and adequately disclosed; and
- (c) evaluation of the overall adequacy of the presentation of information for its inclusion in the financial statements.

The audit was planned and performed so as to obtain all the information and explanations considered necessary to provide sufficient evidence to give reasonable assurance that:

- The financial statements are free from material misstatement, whether caused by error, fraud or other irregularity;

- in all material respects, the expenditure and income have been applied to the purposes intended; and
- the financial transactions conform to the authorities which govern them.

4. AUDIT OBSERVATIONS

4.1 EXPENDITURE (2009/2010)

The following expenditures with material amounts were incurred by the Fund during the year without authorization:

Cheque No.	Date	Details	Amount
			N\$
368	07.07.2009	Maintenance	400 000
392	15.10.2009	Maintenance	66 125
442	22.12.2009	Other services & expenses	197 152
TOTAL			663 277

It is recommended that the Accounting Officer ensures that expenditures are authorized as per delegations.

4.2 Minutes of Board meetings

The Fund could not provide minutes of Board meetings held in terms of Section 12 of the Act for both years under review.

It is recommended that the Fund should ensure that minutes of meetings held are kept and they should be available for audit purposes.

5. ACKNOWLEDGEMENT

The assistance and co-operation given by the staff of the Education Development Fund during the audit is appreciated.

6. AUDIT OPINION

The accounts and the financial statements of the Education Development Fund for the financial years ended 31 March 2009 and 2010 were audited by me in terms of Section 31(3) of the Education Act, 2001 read with Section 25(1)(b) of the State Finance Act, 1991.

I certify, that in my opinion the financial statements fairly reflects the transactions and the financial position of the Fund for the financial years ended 31 March 2009 and 2010 and in all material respects the income and expenditure have been applied for the purposes intended and conform to the authorities that govern them.

WINDHOEK, December 2011

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

EDUCATION DEVELOPMENT FUND
BALANCE SHEETS AS AT 31 MARCH

	<u>2010</u>	<u>2009</u>	<u>2008</u>
	N\$	N\$	N\$
ASSETS			
Current Assets			
Current account	3 678 039	6 717 047	6 508 309
	3 678 039	6 717 047	6 508 309
EQUITY AND LIABILITIES			
Retained Income	3 678 039	6 717 047	6 508 309
TOTAL EQUITY AND LIABILITIES	3 678 039	6 717 047	6 508 309

EDUCATION DEVELOPMENT FUND
INCOME STATEMENT FOR THE YEARS ENDED 31 MARCH

	2010	2009	2008
	N\$	N\$	N\$
REVENUE	1 250 373	1 220 111	4 366 744
Education	-	-	4 000 000
Government Grant	978 294	668 000	-
Interest received	272 079	552 111	366 744
EXPENSES	4 289 380	1 011 372	2 086 704
Bank charges	4 986	5 358	4 974
Accommodation	21 000	24 710	2 500
Other services	2 629 822	-	-
Subsistence & Travel Allowance (S & T)	87 673	21 579	919
Salaries & Wages	177 429	487 839	628 648
Materials & Supplies	18 324	-	78 264
Telephone bills	37 223	43 305	832 267
Inventory items	-	-	488 879
Maintenance expenses	1 158 102	102 859	27 423
Tuition fees	73 800	17 714	20 470
Lecture materials	-	6 138	2 360
Feasibility studies	-	244 565	-
Renovation & Construction	100 000	20 000	-
Issued August 08	-	(138)	-
B/F 03/08	-	37 443	-
Social Security & Rev N/C	(19 428)	-	-
Other debts	449	-	-
NET PROFIT/ (LOSS) FOR THE YEAR	(3 039 007)	208 739	2 280 040
ACCUMULATED SURPLUS: 1 APRIL	6 717 047	6 508 309	4 228 269
ACCUMULATED SURPLUS: 31 MARCH	3 678 040	6 717 047	6 508 309

EDUCATION DEVELOPMENT FUND

CASH FLOW STATEMENT FOR THE YEARS ENDED 31 MARCH

	2010	2009	2008
	N\$	N\$	N\$
Cash at begin of period	6 717 047	6 508 309	4 228 269
Interest received	272 078	552 111	366 744
Net (expenses)/Income	(3 311 086)	(343 373)	1 913 296
Cash at end of the period	3 678 039	6 717 047	6 508 309