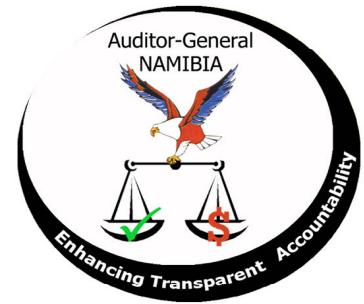




REPUBLIC OF NAMIBIA



REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE

VETERINARY COUNCIL

FOR THE FINANCIAL YEAR ENDED 31 MARCH 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 Veterinary Council for the financial years ended 31 March 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, April 2011

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

REPORT OF THE AUDITOR GENERAL
on the ACCOUNTS of the
VETERINARY COUNCIL
for the financial years ended
31 MARCH 2010

1. INTRODUCTION

The Namibian Veterinary Council was established in August 1984 under Section 2(1) of the Veterinary and Para-Veterinary Professions Proclamation, 1984 (Proclamation AG 14 of 1984). Its objectives are to:

- a) register persons practicing veterinary and para-veterinary professions;
- b) set the minimum standards for their tuition and training;
- c) create and maintain a professional code of conduct for members;
- d) encourage and promote efficiency and responsibility in the practice of the professions;
- e) maintain and protect their interests, prestige, status and dignity; and
- f) advise the Government on any matter concerning the veterinary or para-veterinary professions.

The Council obtains its funds mainly by way of membership and examination fees and may use these in terms of Section 15 of the Proclamation.

2. FINANCIAL STATEMENTS

The audited financial statements published in this report are filed in the Office of the Auditor-General and comprise the following:

- Annexure A - Balance sheet
- Annexure B - Income and expenditure statement
- Annexure C - Notes to the financial statements

3. SCOPE OF THE AUDIT

The Council is responsible for the preparation of the financial statements and for ensuring the regularity of the financial transactions. It is the responsibility of the Auditor-General 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 his 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 the financial transactions included in the financial statements,
- b) assessment of the significant estimates and judgement made by the President of the Council in the preparation of the financial statements and of whether the accounting policies are appropriate to the Council's circumstances, consistently applied and adequately disclosed, and

- c) evaluation of the overall adequacy of the presentation of 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 respect, 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 Government Grant Received

Finding

The auditors found that there was no correspondence letter from the Ministry of Agriculture, Water and Forestry at the time of the audit. The grant received was recorded as deferred income under current liabilities, while in fact it was supposed to be recorded as revenue in the income statement.

Recommendation

The Council is recommended to keep all supporting documentation related to all grants received. The Office recommend that the client disclose the income correctly.

5. FIXED ASSETS – NOT INSURED

5.1 Finding

The Auditors found that Council did not insure its assets for the year under review.

Recommendation

The Council is recommended to take out an insurance to cover all the assets. This will enable the Council to claim from an insurance company in case of theft or damage.

6. GENERAL OBSERVATIONS

6.1 Physical and environmental security.

The audit revealed a risk on physical and environmental security in the IT department.

Recommendation

Backups should be taken offsite on a daily basis.

7. ACKNOWLEDGEMENT

The courtesy extended and assistance rendered by the staff of the Veterinary Council of Namibia to the auditors during the audit is appreciated.

8. AUDIT OPINION

The financial statements of the Veterinary Council of Namibia for the financial year ended 31 March 2010 have been audited in accordance with the provisions of Section 25 (1) of the State Finance Act, 1991 read with Section 16(2) (a) of the Proclamation.

In my opinion the financial statements fairly present the financial position of the Council and the results of its operations for the year ended 31 March 2010

WINDHOEK, April 2011

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

VETERINARY COUNCIL OF NAMIBIA
BALANCE SHEET AS AT 31 MARCH

	<u>Notes</u>	<u>2010</u>	<u>2009</u>
		N\$	N\$
ASSETS			
Non-current assets			
Property, plant and equipment	1	10 413	9 859
Current assets			
		685 152	268 832
Accounts receivable	2	98 165	88 431
Bank and cash		586 987	180 401
TOTAL ASSETS		695 564	278 691
EQUITY AND LIABILITIES			
Funds and reserves			
Accumulated funds	3	293 564	276 991
Current liabilities			
		402 000	1 700
Creditors	4	400 000	-
Provision for accounting fees	5	2 000	1 700
Total equity and liabilities		695 564	278 691

INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH

Notes	2010	2009
	N\$	N\$
INCOME	142 484	212 846
New registrations	14 207	9 015
Temporary registration	1 770	4 500
Veterinary para-professional registrations	620	-
Veterinary legislation	700	90
Annual subscriptions	99 050	168 950
Examination registration	20 600	17 400
Letters of good standing	120	300
Interest Received – current account	4 767	5 591
Bad debts recovered	650	-
Insurance claim from stolen computer equipment	-	7 000
EXPENDITURE	125 911	75 422
Accounting fees	19 115	5 550
Bank charges	2 020	898
Computer expenses	8 594	2 967
Consulting fees	-	9 590
Depreciation	2 344	1 266
Books and library expenses	3 018	-
Honorarium – exams	39 418	12 405
Stationery and printing	10 367	1 752
Subscriptions written off	1 300	7 436
General expenses Stationery and printing	158	292
Courier and postage	1 125	1 624
Telephone, fax and Internet expenses	4 815	7 592
Travel and accommodation	33 637	24 050
(DEFICIT)/SURPLUS for the year	16 573	137 424

VETERINARY COUNCIL OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS 31 MARCH

1. PROPERTY, PLANT AND EQUIPMENT

	Balance 01/04/2009	Additions	Depreciation	Carrying Value 31/03/2010
	N\$	N\$	N\$	N\$
Furniture and Fittings	884	2 898	(487)	3 295
Computer equipment	8 975	-	(1 857)	7 118
	<u>9 859</u>	<u>2 898</u>	<u>2 344</u>	<u>10 413</u>

2. ACCOUNTS RECEIVABLE

	<u>2010</u>	<u>2009</u>
	N\$	N\$
Recovery account	-	-
Unpaid annual subscriptions (debtors)	98 165	88 431
Balance at end of the year	<u>98 165</u>	<u>88 431</u>

3. ACCUMULATED FUNDS

	<u>2010</u>	<u>2009</u>
	N\$	N\$
Balance as at 1 April	276 991	139 568
Surplus for the year	16 573	137 423
Balance at end of the year	<u>293 564</u>	<u>276 991</u>

4. DIFERRED INCOME

	<u>2010</u>	<u>2009</u>
	N\$	N\$
Balance at 1 April	-	-
Government grant received - training	300 000	
Government grant received - examination	<u>100 000</u>	<u>-</u>
Balance at end of the year	<u>400 000</u>	<u>-</u>

Government grants are assistance by government in the form of transfers of resources loan entity in return for past or future compliance with certain conditions relating to the operating activities of the entity. Government grants will be recognized in profit or loss on a systematic basis over the periods in which the Council recognizes as expenses the related costs for which the grants are intended to compensate, as per the IAS20 paragraph 15 Income Approach.

5. PROVISION FOR ACCOUNTING FEES

	<u>2010</u>	<u>2009</u>
	N\$	N\$
Balance at 1 April	1 700	1 500
Less: Payment in respect of accounting fees and adjustments	(1 700)	(1500)
Charge for the year	<u>2 000</u>	<u>1 700</u>
Liabilities at amortized cost	<u>2 000</u>	<u>1 700</u>