

UNIVERSITY OF HEALTH AND ALLIED SCIENCES

***ANNUAL REPORT AND FINANCIAL STATEMENTS
31ST DECEMBER 2022***



**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
ANNUAL REPORT AND FINANCIAL STATEMENTS**

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**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
CORPORATE INFORMATION**

COUNCIL MEMBERS

Justice V.M. Jones Dotse - *Chairman*
Prof. Lydia Aziato – *Vice Chancellor*
Prof. John O. Gyapong – *Vice Chancellor (Retired)*
Prof. Victor P.Y Gadzepko
Prof. Boateng Onwona-Agyeman
Prof. Kwame Asamoah
Dr. Mark Amexo
Mrs. Lucy B. Ofori-Ayeh
Dr. Emmanuel Newman
Mr. Courage Meteku
Prof. Eric Kwesi Ofori
Mr. Nurudeen I. Idrisu
Dr. Reuben Ayivor-Djanie
Mr. Jeffrey Nii Otu Larkai
Mr. Prosper Alorwu
Mr. Felix Ofori
Mr. Alfred A. Azure
Mr. Rudolph S. Amudzi

REGISTERED OFFICE

Volta Regional Hospital
PMB 31
Ho
Volta Region
Accra

AUDITORS

Baker Tilly Andah + Andah
Chartered Accountants
18 Nyanyo Lane, Asylum Down
P. O. Box CT 5443
Cantonments, Accra

BANKERS

ADB Bank Limited
Zenith Bank Ghana Limited
Ecobank Ghana PLC
GCB Bank PLC
Fidelity Bank Ghana Limited
Bank of Ghana

UNIVERSITY OF HEALTH AND ALLIED SCIENCES REPORT OF THE COUNCIL MEMBERS

The Council has pleasure in presenting the audited financial statements of the university for the year ended 31st December 2022.

Statement of Council's Responsibilities

The Council is responsible for the preparation of the financial statements for each financial year which give a true and fair view of the state of affairs of the university and of its surplus or deficit and cash flows for that year. In preparing these financial statements, the Council has selected suitable accounting policies and applied them consistently, made judgments and estimates that are reasonable and prudent and followed International Public Sector Accounting Standards (IPSAS) and complied with the requirements of the University of Health and Allied Sciences Act, 2011 (Act 828).

The Council is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the university. 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, and for such internal controls as the Council determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Nothing has come to the attention of the Council to indicate that the university will not remain a going concern for at least twelve months from the date of this statement.

Principal Activities

The nature of business of the university is the provision of higher education to students and health care professionals, undertaking research, advance knowledge through research, patients care and services that improve health and quality of life.

Council Members

The name of the Council members who held office during the year under review are: Justice V.M. Jones Dotse, Prof. Lydia Aziato, Prof. John O. Gyapong, Prof. Victor P.Y Gadzepko, Prof. Boateng Onwona-Agyeman, Prof. Kwame Asamoah, Dr. Mark Amexo, Mrs. Lucy B. Ofori-Ayeh, Dr. Emmanuel Newman, Mr. Courage Meteku, Prof. Eric Kwesi Ofori, Mr. Nurudeen I. Idrisu, Dr. Reuben Ayivor-Djanie, Mr. Jeffrey Nii Otu Larkai, Mr. Prosper Alorwu, Mr. Felix Ofori, Mr. Alfred A. Azure, Mr. Rudolph S. Amudzi.

Council Members' Interest

The Council Members have no material interest in any contract entered into by the university.

Financial Results

The surplus for the year was GHS 11,863,174 (2021: GHS 18,621,933) of which an agreed auditor's remuneration of GHS 111,784 inclusive of VAT, NHIL, GETFund and COVID-19 Levy was charged to general and administrative expenses.

The results for the year are set out in the Statement of financial performance on page 8 of the financial statements.

The results are summarized as follows:

	2022 GHS	2021 GHS
Surplus of Income over Expenditure for the year amounted to	11,863,174	18,621,933
which is added to the balance brought forward on Accumulated Fund of	78,304,308	59,682,375
Leaving a balance to be carried forward on the Accumulated Fund Account of	<u>90,167,482</u>	<u>78,304,308</u>

State of Affairs

The Council considers the state of the university's affairs to be satisfactory. The financial statements present fairly the financial position, financial performance and cash flows of the University.

Events after the Reporting Period

The Council members are not aware of any material event which occurred after the reporting date and up to the date of this report.

Auditors

Messrs Baker Tilly Andah + Andah have indicated their willingness to continue in office as Auditors of the university.

Approval of Financial Statements

The financial statements of University of Health and Allied Sciences as indicated above were approved by the Council on

..... and signed on their behalf by:


.....
COUNCIL CHAIRMAN


.....
VICE CHANCELLOR

22/12/ 2023

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 December 31, 2022, the statement of financial performance, the statement of changes in net assets, the statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies as set out on pages 13 to 27.

In our opinion, the accompanying financial statements of University of Health and Allied Sciences present fairly, in all material respects, the financial position of the university as at December 31, 2022 and of its financial performance and its cash flows for the year then ended in compliance with the requirements of IPSAS and in the manner required by the University of Health and Allied Sciences Act, 2011 (Act 828).

Basis for Opinion

We conducted our audit in accordance with International Standards of Supreme Audit Institutions (ISSAI). 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 Code of Ethics for Professional Accountants (including International Independence Standards) (the Code) issued by the International Ethics Standards Board for Accountants (IESBA) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Council is responsible for the other information. The other information comprises the information included in the Councils' report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work that we have performed, we conclude that there is a material misstatement of this other information, then we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Council Members for the Financial Statements

The Council is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards and in a manner required by the University of Health and Allied Sciences Act, 2011 (Act 828) and for such internal control the 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 intend to liquidate the university or cease operations or has no realistic alternative but to do so. The Council is responsible for overseeing the university's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

The objectives of our audit 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 ISAAIs 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 ISAAIs, we exercise professional judgment and maintain professional skepticism throughout the planning and performance of 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 entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management'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.

We are required to 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.

Report on other Legal and Regulatory Requirements

The University of Health and Allied Sciences Act, 2011 (Act 828) requires that in carrying out our audit work we consider and report on the following matters.

We confirm that:

- we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of the audit;
- in our opinion proper books of account have been kept by the university, so far as appears from the examination of those books;
- the university's financial statements are in agreement with the books of account and returns.

The engagement partner responsible for the audit resulting in this independent opinion is **K. B. Andah (ICAG/P/1098)**



Baker Tilly Andah + Andah (ICAG/F/2023/122)

Chartered Accountants

18 Nyanyo Lane, Asylum Down



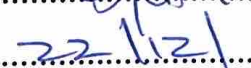
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**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31ST DECEMBER 2022**

	Notes	2022 GHS	2021 GHS
INCOME			
Government Subvention and Grants	4	79,271,502	64,403,085
Academic Fees and Other Student Charges	5	28,965,535	25,900,812
Interest Income	6	14,300	799,095
Other Income	7	15,750,261	17,395,807
TOTAL INCOME		<u>124,001,598</u>	<u>108,498,799</u>
EXPENDITURE			
Personnel Cost	8	83,058,437	63,930,582
Administrative and General Expenses	9	22,604,652	21,370,877
Depreciation	10a	6,475,335	4,575,407
TOTAL OPERATING EXPENSES		<u>112,138,424</u>	<u>89,876,866</u>
SURPLUS FOR THE YEAR	11	<u>11,863,174</u>	<u>18,621,933</u>

UNIVERSITY OF HEALTH AND ALLIED SCIENCES
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2022

	Notes	2022 GHS	2021 GHS
ASSETS			
NON-CURRENT ASSETS			
Property, Plant and Equipment	10	167,285,019	117,310,934
		-----	-----
CURRENT ASSETS			
Inventories	12	1,321,022	538,384
Receivables from Exchange Transactions	13	22,410,265	15,891,886
Cash & Cash Equivalents	14	25,866,975	25,260,796
		-----	-----
		49,598,262	41,691,066
		-----	-----
TOTAL ASSETS		216,883,281	159,002,000
		=====	=====
RESERVES AND LIABILITIES			
RESERVES			
Accumulated Fund		90,167,482	78,304,308
Endowment Fund		627,083	627,083
		-----	-----
TOTAL RESERVES		90,794,565	78,931,391
		-----	-----
NON-CURRENT LIABILITIES			
Non-Monetary Grants	15	51,910,689	54,948,594
Long Term Loan	16	53,512,389	6,958,102
		-----	-----
		105,423,078	61,906,696
		-----	-----
CURRENT LIABILITIES			
Payables from Exchange Transactions	17	20,665,638	18,163,913
		-----	-----
		20,665,638	18,163,913
		-----	-----
TOTAL LIABILITIES		126,088,716	80,070,609
		-----	-----
) COUNCIL CHAIRMAN			
) VICE CHANCELLOR			
) 2023			
TOTAL RESERVES AND LIABILITIES		216,883,281	159,002,000
		=====	=====

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 31ST DECEMBER 2022**

	Accumulated Fund GHS	Endowment Fund GHS	Total GHS
2022			
At 1 st January 2022	78,304,308	627,083	78,931,391
Surplus for the year	11,863,174	-	11,863,174
Endowment Fund	-	-	-
Balance at 31st December 2022	<u>90,167,482</u> =====	<u>627,083</u> =====	<u>90,794,565</u> =====
2021			
At 1 st January 2021	59,682,375	603,518	60,285,893
Surplus for the year	18,621,933	-	18,621,933
Endowment Fund Receipts	-	23,565	23,565
Balance at 31st December 2021	<u>78,304,308</u> =====	<u>627,083</u> =====	<u>78,931,391</u> =====

UNIVERSITY OF HEALTH AND ALLIED SCIENCES
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST DECEMBER 2022

	Notes	2022 GHS	2021 GHS
Cash Flows from Operating Activities			
Surplus for the year		11,863,174	18,621,933
<i>Adjustment for:</i>			
Depreciation	10a	6,475,335	4,575,407
Grants Released		(3,037,905)	(3,582,629)
Interest Income		(14,300)	(799,095)
Loss/(Profit) from Disposal		58,208	(23,102)
Over Provision of Depreciation		-	(3,015,304)
Movement In Working Capital			
Increase in Inventory	14	(782,638)	(94,215)
Increase in Receivables from Exchange Transactions	13	(6,518,379)	(7,309,703)
Increase/(Decrease) in Payables from Exchange Transactions	17	2,501,725	(2,131,552)
Cash Generated from Operating Activities		10,545,220	6,241,740
Cash Flows from Investing Activities			
Acquisition of Property, Plant and Equipment	10	(56,572,999)	(16,670,409)
Proceeds from Disposal		65,371	23,102
Interest Income		14,300	799,095
Net Cash Used in Investing Activities		(56,493,328)	(15,848,212)
Cash Flows from Financing Activities			
Loan Received		46,554,287	6,958,102
Endowment Reserve Receive		-	23,565
Net Cash Generated from Financing Activities		45,927,204	6,981,667
Net Increase/(Decrease) in Cash and Cash Equivalents		606,179	(2,624,805)
Movement in Cash and Cash Equivalents			
At the Start of the Year		25,260,796	27,885,601
Increase/(Decrease) during the Year		606,179	(2,624,805)
At End of the Year		25,866,975	25,260,796

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
ANALYSIS OF CHANGES IN CASH AND CASH EQUIVALENTS**

	31/12/2022 GHS	Change During the Period GHS	31/12/2021 GHS
Cash	880,357	281,279	599,078
Bank Balances	24,359,534	3,302,562	21,056,972
91days Fixed Deposit	627,084	(2,977,662)	3,604,746
	----- 25,866,975 =====	----- 606,179 =====	----- 25,260,796 =====

UNIVERSITY OF HEALTH AND ALLIED SCIENCES
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022

1. GENERAL INFORMATION

University of Health and Allied Sciences is a university established under the provisions of the University of Health and Allied Sciences Act, 2011 (Act 828). The university is engaged in the provision of higher education to students and health care professionals, undertaking research, advancing knowledge through research, patients care and services that improve health and quality of life.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following are the significant accounting policies adopted by the university in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

a) Basis of Accounting

The financial statements have been prepared under the historical cost convention and in accordance with International Public Sector Accounting Standards (IPSAS) and the requirements of the University of Health and Allied Sciences Act, 2011 (Act 828). The financial statements comply with IPSAS as issued by the International Public Sector Accounting Standards Board (IPSASB). In the absence of an International Public Sector Accounting Standard that specifically applies to a transaction, other event or condition, management uses its judgement in developing and applying an accounting policy that results in information that is relevant to the decision-making needs of users so that the financial statements:

- i. represent faithfully the financial position, financial performance and cash flows of the entity;
- ii. reflect the economic substance of transactions, other events and conditions and not merely the legal form;
- iii. are neutral, i.e. free from bias;
- iv. are prudent; and
- v. are complete in all material respects.

The preparation of financial statements in conformity with IPSAS requires the use of certain critical accounting estimates. It also requires the Council to exercise judgement in the process of applying the university's accounting policies. Changes in assumptions may have a significant impact on the financial statements in the period the assumptions changed.

The financial statements have been prepared in accordance with the organisation's accounting policies described below:

(i) New and amended standards adopted by the university

The university has applied all the relevant IPSASs and amendments that are effective at the end of the reporting period.

Other standards and amendments which are effective for the financial period beginning 1st January 2023 that have not been applied do not have material impact on the university's financial statements or are not relevant to the university.

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022 (CONT'D)**

ii) New standards that are not yet effective and have not been early adopted

A number of improvements to IPSAS were made by the IPSASB in 2022 in order to align with amendments to International Financial Reporting Standards based on the IASB's Improvements to IFRS projects, Narrow Scope Amendments projects, and Interpretations of the IFRS Interpretations Committee. These amendments are effective for annual periods beginning after 1st January 2023 and none of these is expected to have a significant effect on the financial statements of the university.

1. Measurement

The IPSASB approved IPSAS 46, *Measurement*, which brings measurement guidance together in a single standard, and introduces a public sector specific current value measurement basis for assets held for their operational capacity and provides additional generic guidance on fair value. This completes the initial phase of the measurement project, now the IPSASB will consider the broader impact of this new guidance across IPSAS in the ongoing measurement – Application Phase project.

IPSAS 46 will be effective for periods beginning on or after January 1, 2025.

2. Revenue

The IPSASB approved IPSAS 47, *Revenue*, which is a single standard to account for revenue transactions in the public sector. IPSAS 47 replaces the existing three revenue standards, and presents accounting models which will improve financial reporting and support effective public sector financial management.

IPSAS 47 will be effective for periods beginning on or after January 1, 2026.

3. Transfer Expenses

The IPSASB approved IPSAS 48, *Transfer Expenses*, which provides guidance on a major area of expenditure for governments and other public sector entities. IPSAS 48 fills a gap which had previously led to ambiguity and inconsistency of accounting policies in the public sector.

IPSAS 48 will be effective for periods beginning on or after January 1, 2026.

b) 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 recognised in the period in which the estimates are revised and in any future periods affected.

The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

Useful lives of property, plant and equipment

The university's management determines the estimated useful lives and related depreciation charges for its property, plant and equipment. This estimate is based on projected lifecycles for assets. It could change significantly as a result of technical innovations. Management will increase the depreciation charge where useful lives are less than previously estimated lives, or it will write-off or write-down technically obsolete or non-strategic assets that have been abandoned or sold.

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022 (CONT'D)**

c) Income Recognition

The university's income consists of both income from exchange and non-exchange transactions. The university recognises income when the amount of income can be measured reliably; it is probable that the economic benefits associated with the transaction will flow to the entity; and specific criteria have been met for each of the university's activities. Income is measured at the fair value of the consideration received or receivable. Income is recognised on an accrual basis in the period in which it accrues.

Income comprises of Government subvention, academic fees, other student charges, research grants, bursaries and financial aid.

Income from non-exchange transactions

i) Government subvention and grants

The University of Health and Allied Sciences is classified as a subvented institution by the Government of Ghana. Government subvention is made up of emolument, service and administration subventions. Emolument subvention refers to funds received from the Government of Ghana to pay for staff salaries and social security contributions. Emolument subvention is recognised on accrual basis.

Government subvention and grants are recognised as revenue over the period necessary to match them with related costs for which they are intended to compensate, on a systematic basis. Grants from the government are recognised at their fair value where there is reasonable assurance that the grant will be received and the university will comply with all attached conditions. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, deferred income is recognised instead of revenue. Non-monetary grants such as land or other resources are accounted for at fair value by the university.

ii) Bursaries and financial aid

Bursaries and financial aid represent funds received from individuals and organisations purposely to support the university's scholarship schemes and awards. The university recognises bursaries and financial aid as revenue upon receipt of funds into the specified bank account upon fulfilment of the requirements agreed on, in writing with the donor. Where there are conditions attached to the aid that give rise to a liability to repay any unspent amount, deferred revenue is recognised up to the point where revenue criteria are met.

iii) Revenue from other non-exchange transactions

Revenue from other non-exchange transactions comprises donation to the university in cash or in-kind by organisations and individuals. Cash donations are recognised as revenue into the university's bank account while in-kind donations are recognised as revenue and assets when it is probable that future economic benefits or service potential associated with the donation will flow to the university and the fair value can be measured reliably. Donation in-kind are recognised as assets when the goods are received, or there is a binding arrangement to receive the goods. If donation in-kind are received without conditions attached, revenue is recognised immediately. If conditions are attached, a liability is recognised, which is reduced by the revenue recognised as the conditions are satisfied.

Income from exchange transactions

iv) Academic fees and other student charges

Academic fees and other student charges from rendering of teaching services are recognised by reference to stage of completion when the outcome of the transaction can be estimated reliably. The

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022 (CONT'D)**

stage of completion is measured by reference to the services performed as a percentage of total services to be performed. Students' fees received by the university in advance are recognised as deferred revenue. Where the fees income cannot be measured reliably, income is recognised only to the extent that the expenses incurred are recoverable.

d) Interest Income

Interest income is recognised on a time proportion basis using the effective interest method. In this regard interest income is recognised on a time proportion basis that takes into account the effective yield on the asset.

e) Expenditure

Expenditure comprises of costs incurred directly for the activities of the university. Expenses are recognised when incurred on an accrual basis.

f) Employee Benefits

Retirement benefit obligations

The university contributes to the Social Security and National Insurance Trust (SSNIT) fund and the Tier two (2) approved pension scheme on behalf of its employees. These are defined contribution schemes.

A defined contribution plan is a pension plan under which the university pays fixed contributions into a separate entity. The university has no legal or constructive obligation to make further contributions if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

The university's contributions to the defined contribution scheme are recognised as an employee benefit expense when they fall due. The university has no further payment obligations once the contributions have been paid.

g) Taxation

The university is a non-profit oriented entity and is thus not subject to corporate taxes.

h) Foreign Currency Translation

Functional and presentation currency

The financial statements are presented in Ghana Cedis which is the functional currency of the university.

Transactions and balances

Transactions in foreign currencies are translated to Ghana Cedis at the approximate rates of exchange prevailing at the date of the transactions. Monetary assets and liabilities denominated in currencies other than Ghana Cedis at the reporting date are translated into Ghana Cedis at the rates of exchange ruling as at that date. The resulting gains or losses are recognised in the statement of financial performance.

i) Accumulated Fund

Accumulated fund is arrived at after accounting for surplus or deficit for the year.

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022 (CONT'D)**

j) Property, Plant and Equipment

Property, plant and equipment are initially stated at historical cost and is subsequently measured at historical cost less depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition/construction of the items. Where the asset is acquired through a non-exchange transaction, it is recognized at its fair value determined at the date of acquisition. Work-in-progress is valued on the basis of actual costs incurred on projects as at the reporting date.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the university and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to the statement of financial performance during the financial year in which they are incurred.

Depreciation is computed on a straight-line basis at rates calculated to allocate the cost of the assets, less their anticipated residual value, if any, over its estimated useful life. Depreciation is charged at rates calculated to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life. The annual rates used are:

Buildings	2%
Plant and equipment	20%
Furniture and fittings	20%
Software	33%
Motor vehicles	20%
Computer and Accessories	50%
Lab Equipment	20%

k) Inventories

Inventory is recognized when it is probable that future economic benefits will flow to the university and the asset has a cost or value that can be measured reliably. Where inventory is acquired through non-exchange transactions (at no cost or at a nominal cost), the cost of the inventory is its fair value at the date of acquisition.

After initial recognition, inventories are measured at the lower of cost and net realizable value except where they are held for distribution or consumption in the production process of goods to be distributed at no charge or for a nominal charge. In this instance, the university measures inventory at the lower of cost and current replacement cost. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the university.

l) Receivables from Exchange Transactions

The university's receivables from exchange transaction is made up of amounts due from students, staff and third parties for school fees and other goods sold or services performed in the ordinary course of business. Prepaid expenses are cash paid amounts that represent costs incurred from which a service or benefit is expected to be derived in the future. When the period to which a prepaid cost relates arrives, the costs will be treated as a period cost for the period in question. Normally such prepaid costs will be written off based on the elapse of time.

Prepaid expenses are classified as current assets unless a portion of the prepayment covers a period longer than 12 months, in which case they are classified as deferred charges in the statement of financial position.

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022 (CONT'D)**

Receivables from exchange transactions are measured at fair value. Receivable from exchange transactions are written off when proved uncollectible.

m) Cash and cash equivalents

Cash and cash equivalents include cash and imprest, deposits held at call with banks, net of bank overdrafts and other short term highly liquid investments with original maturities of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

n) Financial instruments

Financial assets

Financial assets and liabilities are recognised in the statement of financial position when the university becomes a party to the contractual provisions of the instrument.

Classification

All financial instruments of the university are non-derivative financial instruments. These non-derivative instruments are cash and cash equivalents, investment in fixed deposits, accounts payable and accounts receivable.

The university's financial assets are classified as loans and receivables from exchange transactions. This is based on the purpose for which the financial assets were acquired. The classification of the financial assets is determined at the time of initial recognition. Loans and receivables from exchange transactions are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets and current liabilities, except for maturities greater than 12 months after the end of the reporting period which are classified as non-current assets or non-current liabilities.

The university's loans and receivables from exchange transactions comprise 'Payable from exchange transactions', 'receivables from exchange transactions', 'investments' and 'cash and cash equivalents' in the statement of financial position.

Recognition and measurement

Cash and short-term deposits, fixed deposit investments, accounts receivable, accounts payable and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments. Thus, the university's loans and receivables from exchange transactions are initially recognised at fair value plus transaction costs and subsequently carried at amortised cost using the effective interest method.

Offsetting

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022 (CONT'D)**

Derecognition

Financial assets are derecognised when the contractual rights to the cash flows from the assets expire, are waived or have been transferred and the university has transferred substantially all the risks and rewards of ownership. Financial liabilities are derecognised when the obligation specified in the contract is discharged, waived, cancelled or expires.

o) Payables from Exchange Transactions

University of Health and Allied Sciences' payables from exchange transactions include accruals for works and services provided but yet to be paid. Accruals represent amounts due at the year-end as a result of services already received but for which payment has not been made. Payables from exchange transactions are classified as current liabilities if payment is due within one year or less (or in the normal operating cycle of the business if longer). If not, they are presented as non-current liabilities.

p) Provisions

Provisions are recognized when the university has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The amount recognized as provision is the best estimate of the expenditure required to settle the obligation at the balance sheet date.

3. FINANCIAL RISK MANAGEMENT

All financial instruments to which University of Health and Allied Sciences is a party are recognised in the financial statements.

Credit risk

Credit risk arises from cash and cash equivalents and deposits with banks and financial institutions as well as outstanding receivables from exchange transactions due from donors/partners. Credit risk is the risk that a counterparty will default on its contractual obligations resulting in financial loss to the university. The university manages its exposure to credit risk by holding bank balances and short-term fixed deposits (demand deposits) with reputable Ghanaian registered banking institutions.

For receivable from exchange transactions due from donors and partners, Management assesses each donor/partner and their ability to fulfil the commitment, taking into account its financial position, past experience and other factors.

The maximum exposure as at 31 December 2022 was equal to the total amount of bank balances and receivables from exchange transactions as disclosed in the statement of financial position.

Foreign currency exchange rate risk

Contributions from project partners are received in foreign currency and some fees are also collected in foreign currency. The Foreign exchange risk arises from future transactions with partners, and recognised assets and liabilities.

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022 (CONT'D)**

The university's policy to manage foreign exchange risk is to hold foreign currency bank accounts. University of Health and Allied Sciences operates separate bank accounts in US dollars, Pounds sterling and euros which acts as hedge against foreign currency transactions.

Interest rate risk

Interest rate risk arises from possible impact of changes in the interest rates on the value of financial instruments. The university does not have assets and liabilities that are dependent on interest rate levels. Therefore, management believes that the university has no exposure to interest rate risk.

Fair values

As at 31st December 2022, the carrying amounts approximate the fair values for all financial instruments held by the university.

	2022 GHS	2021 GHS
4. GOVERNMENT SUBVENTION AND GRANTS		
Government Grants	73,194,465	60,993,183
Book and Research Allowance	6,077,037	3,409,902
	79,271,502	64,403,085
	=====	=====

5. ACADEMIC FEES AND OTHER STUDENT CHARGES

Academic Charges	21,294,660	18,031,605
Other Approved Charges	7,670,875	7,869,207
	28,975,535	25,900,812
	=====	=====

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022 (CONT'D)**

	2022 GHS	2021 GHS
6. INTEREST INCOME		
Interest on Fixed Deposit	-	789,723
Interest on Current Account	14,300	9,372
	-----	-----
	14,300	799,095
	=====	=====
 7. OTHER INCOME		
Application Forms	3,143,923	2,220,397
Procurement Forms	1,900	24,300
Grant Released	3,037,905	-
Sundry Income (7a)	4,253,307	10,510,088
Donations	19,241	297
Accommodation Charges	5,293,985	3,792,608
Marcad Project	-	848,117
	-----	-----
	15,750,261	17,395,807
	=====	=====
 7a) Sundry Income		
IGF	98,987	127,663
Insurance Claims	368,374	3,539
Staff Rent Income	240,504	246,522
Vehicle Rental Income	55,094	42,087
Service Charge	1,407	1,630
Endowment	14,306	-
Consultancy Income	570,023	-
Project Overheads	88,302	531,161
Asset Revaluation Reserve	2,099,864	1,173,796
Congregation	249,950	430,871
Disposal of Assets Account	93,462	28,714
Facilities Rental	150,973	39,592
Commission on Fuel	3,591	10,300
Student Extra Utility Fees	2,232	1,208
Accreditation Fees for Functions	320	-
Students Surcharge	1,000	100
Academic Awards	52,794	48,812
Prefinancing Refunds	-	559,496
Institutional Affiliation Fee	-	23,500
Workshop Participation Fee Income	-	6,500
Over Provision for Depreciation	-	3,015,305
Income - Research Funds-Nuoguchi	-	4,219,292
Letter of Introduction	20	-
UHAS Anniversary Income	162,104	-
	-----	-----
	4,253,307	10,510,088
	=====	=====

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022 (CONT'D)**

	2022 GHS	2021 GHS
8. PERSONNEL COST		
Staff Salary	76,407,282	59,804,156
Book and Research Allowance	5,812,066	3,399,945
Part time Allowance	425,483	525,974
Honorarium	413,606	200,507
	-----	-----
	83,058,437	63,930,582
	=====	=====
9. ADMINISTRATIVE AND GENERAL EXPENSES		
Hotel Accommodation and Meals	141,444	86,667
Staff Meeting Expenses	-	44,400
Publicity and Advertisements	27,732	16,356
University Council Expenses	329,353	345,240
Vice Chancellors Ghana	167,610	187,114
Consultancy Fees	46,778	279,749
Fuel and Lubricants	1,853,506	946,306
Rent	17,700	112,680
Printing and Stationery	21,427	57,398
Audit Fees	111,784	110,396
Subscription	225,077	89,802
Insurance	398,409	865,141
Travel and Transport	338,559	281,121
Training and Workshop	372,279	86,105
Utilities	511,153	202,830
Postage	4,879	5,371
Overseas Travel Expenses	230,252	18,522
Academic Expenses	9,758,597	10,292,336
Other Administrative Expenses	5,977,592	5,755,245
Repairs and Maintenance	2,070,521	1,588,098
	-----	-----
	22,604,652	21,370,877
	=====	=====

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022 (CONT'D)**

10. PROPERTY, PLANT AND EQUIPMENT

2022	Lab Equipment GHS	Buildings GHS	Furniture & Fittings GHS	Plant & Equipment GHS	Computer Accessories GHS	Motor Vehicles GHS	Capital Work in Progress GHS	Total GHS
Cost								
At 01/01/2022	4,976,774	110,689,401	6,805,401	2,363,020	2,167,304	8,839,975	15,811,122	151,652,997
Additions	104,015	33,362,526	2,997,531	1,017,490	843,937	11,406	18,236,094	56,572,999
Removal/Disposal	-	-	-	-	-	(998,895)	-	(998,895)
Transfers	-	26,648,097	-	-	-	-	(26,648,097)	-
At 31/12/2022	5,080,789	170,700,024	9,802,932	3,380,510	3,011,241	7,852,486	7,399,119	207,227,101
Accumulated Depreciation								
At 01/01/2022	4,689,375	12,721,734	5,813,429	2,097,708	2,097,684	6,922,133	-	34,342,063
Charge for the year	131,599	3,414,000	1,050,748	635,840	491,590	751,558	-	6,475,335
Removal/Disposal	-	-	-	-	-	(875,316)	-	(875,316)
At 31/12/2022	4,820,974	16,135,734	6,864,177	2,733,548	2,589,274	6,798,375	-	39,942,082
Net Book Value								
At 31/12/2022	259,815	154,564,290	2,938,755	646,962	421,967	1,054,111	7,399,119	167,285,019

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022 (CONT'D)**

10. PROPERTY, PLANT AND EQUIPMENT

2021	Lab Equipment GHS	Buildings GHS	Furniture & Fittings GHS	Plant & Equipment GHS	Computer Accessories GHS	Motor Vehicles GHS	Capital Work in Progress GHS	Total GHS
Cost								
At 01/01/2021	4,781,848	102,578,094	6,300,941	2,242,469	2,028,062	8,542,975	8,508,199	134,982,588
Additions	194,926	-	504,460	120,551	139,242	297,000	15,414,230	16,670,409
Transfers	-	8,111,307	-	-	-	-	(8,111,307)	-
At 31/12/2021	4,976,774	110,689,401	6,805,401	2,363,020	2,167,304	8,839,975	15,811,122	151,652,997
Accumulated Depreciation								
At 01/01/2021	4,577,133	10,507,946	6,136,866	2,109,453	1,469,945	7,980,617	-	32,781,960
Charge for the year	112,242	2,213,788	507,986	326,988	627,739	786,664	-	4,575,407
Adjustment	-	-	(831,423)	(338,733)	-	(1,845,148)	-	(3,015,304)
At 31/12/2021	4,689,375	12,721,734	5,813,429	2,097,708	2,097,684	6,922,133	-	34,342,063
Net Book Value								
At 31/12/2021	287,399	97,967,667	991,972	265,312	69,620	1,917,842	15,811,122	117,310,934

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022 (CONT'D)**

	2022 GHS	2021 GHS
10a. Depreciation Charge	6,475,335 =====	4,575,407 =====

11. SURPLUS

This is stated after charging:

Audit Fees	111,784	110,396
Depreciation	6,475,335	4,575,407

12. INVENTORIES

Huawei Tablets	1,260,156	485,952
General Stock	60,866	52,432
	-----	-----
	1,321,022 =====	538,384 =====

13. RECEIVABLES FROM EXCHANGE TRANSACTIONS

School of Nursing & Midwifery	94,814	339,865
School of Sports & Exercise Medicine	45,156	46,695
School of Public Health	208,173	-
Prepayment	985,038	503,220
Sundry Debtors	972,934	2,853,931
Accrued Salary Receivables	10,548,611	8,430,789
Foreign Currency Revaluation Reserve	9,555,540	3,609,269
Interest Receivable Account	-	108,117
	-----	-----
	22,410,265 =====	15,891,886 =====

14. CASH & CASH EQUIVALENTS

Cash and Imprest	880,357	599,078
Bank Balances	24,359,534	21,056,972
91days Fixed Deposit	627,084	3,604,746
	-----	-----
	25,866,975 =====	25,260,796 =====

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022 (CONT'D)**

	2022 GHS	2021 GHS
15. NON-MONETARY GRANTS		
At 1 st January	54,948,594	58,531,223
Grants Received during the year	-	-
Non-Monetary Grant Amortization	(3,037,905)	(3,582,629)
	<u>51,910,689</u>	<u>54,948,594</u>
	=====	=====
Grant available after 1 year	51,910,689	54,948,594
Grant available within 1 year	-	-
	<u>51,910,689</u>	<u>54,948,594</u>
	=====	=====
 16. LONG TERM LOAN		
Long Term Borrowings	53,512,389	6,958,102
	<u>53,512,389</u>	<u>6,958,102</u>
	=====	=====
 17. PAYABLES FROM EXCHANGE TRANSACTIONS		
Creditors (UCE, Winneba)	250,000	250,000
Trade Creditors	2,138,548	2,345,326
Project Funds	13,780,801	11,500,521
Sundry Creditors	3,369,859	2,124,363
School of Medicine	746,071	1,067,747
School of Public Health	-	121,407
School of Allied Health Sciences	31,800	384,920
School of Biomedical Sciences	82,806	93,014
School of Pharmacy	258,926	276,615
Staff Salary Advance	6,827	-
	<u>20,665,638</u>	<u>18,163,913</u>
	=====	=====

**UNIVERSITY OF HEALTH AND ALLIED SCIENCES
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022**

18. RELATED PARTY

Related party transactions are initially recognised at the amounts received from or advanced to the related party and is subsequently measured at cost less any provision for impairment amount written off or repayment. Related party balances with duration less than 12 months are classified as current assets or liabilities. Those with more than 12 months duration are classified as non-current assets/liabilities.

University of Health and Allied Sciences is governed by a Council whose members are paid sitting allowances and other travel related expenses when participating in Council meetings or any other university business. The list of Council during the year under review is shown on page 2 of this report.

Related Party Transactions

	2022 GHS	2021 GHS
Payments to Related Parties		
University Council Expenses	329,353 =====	345,240 =====

19. CAPITAL COMMITMENTS

There were no capital commitments as of 31st December 2022 (2021: Nil).

20. EVENTS AFTER THE REPORTING PERIOD

There were no events after the reporting date which could have a material effect of the statement of financial performance of the organisation and of the results for the year then ended which have not been adequately provided for and or disclosed.

21. CONTINGENT LIABILITIES

Frank Oliver Kpodo V. University of Health and Allied Sciences (UHAS) – Suit No. E2/10/2017

The plaintiff is a former employee of (UHAS) whose appointment was duly terminated for non-performance of his duties. Prior to his exit from UHAS, he was paid a total of six (6) month’s salaries in accordance with his terms of employment. Upon exit from UHAS, the plaintiff instituted the action before the High Court, Ho claiming among other reliefs an amount of GHS 794,084.82 being compensation for unfair termination of his employment.

Parties have made a number of attempts for amicable settlement of the matter in accordance with the rules of court. The University pursuant to decision of its Governing Council has proposed to pay the Plaintiff eight (8) months’ basic salaries for the amicable resolution of the suit which proposal is being considered by the plaintiff.

Parties are yet to conclude the terms of settlement and thereafter same filed and adopted by the court as consent Judgment.

Estimated base claim of GHS 794,084.82 with interest.