



**KWAME NKRUMAH
UNIVERSITY OF SCIENCE
AND TECHNOLOGY
KUMASI**

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2018

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GENERAL INFORMATION

ADDRESS : KWAME NKRUMAH UNIVERSITY OF SCIENCE AND TECHNOLOGY

PRIVATE MAIL BAG
UNIVERSITY POST OFFICE
KNUST – KUMASI
GHANA

AUDITORS : GHANA AUDIT SERVICE
P.O. BOX M.96
MINISTRIES
ACCRA

BANKERS : GCB BANK
ECOBANK GHANA
BANK OF AFRICA
CONSOLIDATED BANK GHANA
CAL BANK
REPUBLIC BANK
STANDARD CHARTERED BANK
GUATANTY TRUST BANK
STANBIC BANK
BARCLAYS BANK

REPORT OF THE GOVERNING COUNCIL

The Council Members present herewith the Audited Consolidated Financial Statements of KNUST for the Year ended 31st December, 2018 comprising a Statement of Financial Position, a Statement of Financial Performance, a Statement of Cash Flows and a Statement of Changes in Accumulated Fund and report thereon as follows:-

- a) The Council acknowledges its duty to:
 - i) Maintain proper Books of Accounts, and
 - ii) Prepare Consolidated Financial Statements which comply with The University of Science and Technology Act 80/81 of 1961 as amended by PNDCL 240, and Act 559 (1998) and Generally Accepted Accounting Principles (GAAPs) and give a true and fair view of the state of affairs and the operational results for the period.
- b) The Council confirms that the Consolidated Financial Statements and Notes (1-26) are in agreement with the Books and Records for the period.
- c) The Report have been signed by two Members of the Council and the Finance Officer indicating the Council's approval of such Statement of Financial Position and annexed Financial Statements.

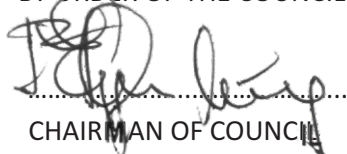
- a) The Balance brought forward on Accumulated Fund at the beginning of the year was
Prior Year Adjustments

Balance Restated
To which has been added the Surplus of Income over Expenditure for the period after charging all Expenses including Depreciation of

Resulting in a favourable balance carried forward on
Accumulated Fund at the end of the period of

2018 GH¢	2017 GH¢
467,702,705	374,926,778
(824,440)	2,732,597
466,878,265	377,659,376
88,487,348	90,043,329
555,365,613	467,702,705

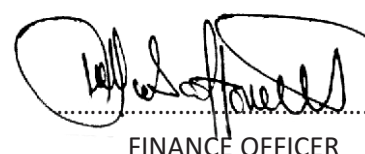
BY ORDER OF THE COUNCIL


CHAIRMAN OF COUNCIL

KUMASI


VICE CHANCELLOR

25th March, 2020


FINANCE OFFICER



STATEMENT OF COUNCIL'S RESPONSIBILITIES

The University of Science & Technology Act, 1961 80/81 (1961) as amended by PNDCL 240 and Act 559 (1998) requires the Council Members to prepare Financial Statements for each financial year, which give a true and fair view of the state of affairs of the University as at the end of the financial year and of the Financial Performance for the year.

They consider that in preparing the Financial Statements they have used appropriate accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates, and that all International Accounting Standards which they consider to be appropriate have been followed.

The Council Members are responsible for ensuring that the University keeps accounting records which disclose with reasonable accuracy the financial position of the University and which enable them to ensure that the Financial Statements comply with the University of Science & Technology Act, 1961 80/81 (1961) as amended by PNDCL 240 and Act 559 (1998). They are also responsible for taking such steps as are reasonably open to them to safeguard the assets of the University and to prevent and detect fraud and other irregularities.

The above statement which should be read in conjunction with the Statement of the Auditors' responsibilities set out on pages 4 to 6 are made with a view to distinguishing between the respective responsibilities of the Council Members and the Auditors in relation to the Financial Statements.



INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE GOVERNING COUNCIL

Opinion

We have audited the consolidated financial statements of Kwame Nkrumah University of Science and Technology, Kumasi (KNUST) which comprise the Statement of Financial Position, Statement of Financial Performance and Statement of cash flow for the year ended 31 December, 2018, and notes to the financial statements which include a summary of significant accounting policies and other explanatory notes, assetoutonpage10to27.

In my opinion, the accompanying financial statements in all material respects, give a true and fair view of the financial position of the University as at 31December2018, and of its financial performance and its cash flow for the year then ended in accordance with Generally Accepted Accounting Principles (GAAPs) and in a manner required by the University of Science and Technology Act, 1961(Act 80/81) as amended by PNDCL 240, and Act 559 (1998) and other relevant legislations.

Basis for Opinion

We conducted our audit in accordance with International Standards for Supreme Audit Institutions. 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 KNUST in accordance with the Code of Ethics for Supreme Audit Institutions together with the ethical requirements that are relevant to our audit of the financial statements in Ghana, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the Council Members for the Financial Statements

The Council Members are responsible for the preparation and fair presentation of the financial

statements in accordance with Generally Accepted Accounting Principles (GAAPs) and in a manner required by the University of Science and Technology Act, 1961(Act 80) and for such internal control as the Council Members determine 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 Members are 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. The Council Members are also, responsible for overseeing the University's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Fundamental Auditing Principles (ISSAIs100-999) of the International Standards for Supreme Audit Institutions, 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 the Fundamental Auditing Principles (ISSAIs100-999) of the International Standards for Supreme Audit Institutions, we exercised professional skepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the financial statements,



INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE GOVERNING COUNCIL

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 controls.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the University's internal controls.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Council Members.

Conclude on the appropriateness of the Council Members 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 communicate with the Council Members 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.



JOHNSON AKUAMOA AH ASIEDU
DEPUTY AUDITOR-GENERAL/CAD
for: AUDITOR-GENERAL

27th March, 2020

STATEMENT OF FINANCIAL PERFORMANCE

FOR THE YEAR ENDED 31ST DECEMBER, 2018


	NOTES	Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH¢
INCOME			
Government Subvention	2	222,072,136	220,762,015
Fees and Charges	3	230,379,232	185,276,220
Miscellaneous Income	4	54,358,378	57,280,972
		506,809,747	463,319,206
EXPENDITURE			
Non Teaching Staff Cost	5	71,049,445	66,144,857
Direct Teaching And Research	6	207,439,557	186,655,969
General Education Expenses	7	14,838,469	7,789,360
Municipal Services	8	50,903,953	39,641,483
General Administration	9	33,221,613	39,132,760
Library Expenses	10	3,748,702	3,451,771
Production Cost	11	10,619,183	9,428,991
Depreciation	12	25,724,551	20,716,272
Miscellaneous	13	776,926	314,413
		418,322,400	373,275,877
Excess of Income Over Expenditure		88,487,347	90,043,329



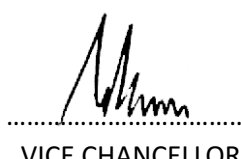
STATEMENT OF FINANCIAL POSITION

AS AT 31ST DECEMBER, 2018

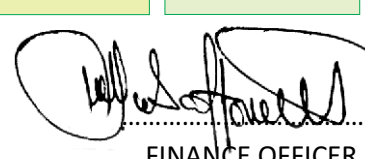
	NOTES	Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH¢
NON-CURRENT ASSETS			
Property, Plant And Equipment	14	368,883,130	267,763,630
Long Term Investment	15	218,733	47,025
		369,101,863	267,810,655
CURRENT ASSETS			
Inventories	16	11,308,109	7,761,701
Accounts Receivable	17	55,384,688	20,950,294
Short Term Investments	18	143,567,431	193,153,250
Cash And Bank Balances	19	67,577,828	74,803,960
		277,838,056	296,669,205
CURRENT LIABILITIES			
Accounts Payable	20	50,138,282	19,513,725
Sundry Deposits	21	34,071,708	60,613,401
Accrued Expenses	22	5,807,739	3,507,464
Bank Overdraft	23	1,556,577	1,406,404
		91,574,307	85,040,994
NET CURRENT ASSETS			
		186,263,749	211,628,211
NON-CURRENT LIABILITIES			
Medium Term Loan - IDL	24	0	11,736,161
NET ASSETS			
		555,365,613	467,702,705
FUNDED BY			
Accumulated Fund	25	555,365,613	467,702,705
		555,365,613	467,702,705



CHAIRMAN OF COUNCIL
KUMASI 25th March, 2020



VICE CHANCELLOR



FINANCE OFFICER

STATEMENT OF CASH FLOW

FOR THE YEAR ENDED 31ST DECEMBER, 2018

OPERATING ACTIVITIES

Cash inflow from Operating Activities

	Year Ended 31 December 2018 GH	Year Ended 31 December 2017 GH
Net Operating Income	88,487,347	90,043,329
Prior Year Adjustments	(1,528,240)	2,732,597
(Profit)/Loss on Sale of Motor Vehicle	0	(24,680)
Depreciation	25,724,551	20,634,861
Adjusted Operating Income	112,683,658	113,386,107

(Increase)/Decrease in Inventories	(3,546,408)	(3,873,241)
(Increase)/Decrease in Accounts Receivable	(34,434,394)	(6,324,083)
Increase/(Decrease) in Accounts Payable	30,624,557	3,825,206
Increase/(Decrease) in Sundry Deposits	(26,541,693)	19,975,117
Increase/(Decrease) in Accrued Expenses	2,300,275	(74,280)
Changes in Working Capital	(31,597,663)	13,528,719

Net cash inflow/Out from Operating Activities

81,085,996 **126,914,827**

INVESTING ACTIVITIES

Additions to Fixed Assets	(126,142,720)	(90,779,514)
Long Term Investment	(169,242)	0
Proceeds from Sale of Vehicle	0	380,000
Net Cash Inflow/(Outflow) from Investing Activities	(126,311,962)	(90,399,514)

FINANCING ACTIVITIES

Increase/(Decrease) in Medium-Term Loan	(11,736,161)	0
Net Cash (Outflow)/Inflow from Financing Activities	(11,736,161)	0

Increase/(Decrease) in Cash and Cash Equivalents

(56,962,127) **36,515,313**



STATEMENT OF CASH FLOW

FOR THE YEAR ENDED 31ST DECEMBER, 2018 (Cont'd)

Changes in Cash and Cash Equivalent During The Period:

Balances at beginning of Period:

Cash/Bank

Short-Term Investments

Bank Overdraft

Add Increase/(Decrease) in Cash and Cash Equivalents during the Period

Represented By:

Cash/Bank

Short-Term Investments

Bank Overdraft

Balance as per Account

Year Ended 31 December 2018 GH	Year Ended 31 December 2017 GH
74,803,960	72,956,353
193,153,250	157,880,809
(1,406,403)	(801,667)
266,550,808	230,035,495
(56,962,127)	36,515,313
209,588,681	266,550,808
67,577,828	74,803,960
143,567,431	193,153,250
(1,556,577)	(1,406,403)
209,588,681	266,550,808



NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

a) Stocks & Stores

These have been valued at lower of cost or net realisable value as at 31st December, 2018.

b) Depreciation

These are on straight-line method at the following rates:

Asset	Rate%
Building & Structures	2
Production Equipment	10
Office Equipment	20
Computers and Related Equipment	25
Furniture, Fixtures & Fittings	25
Motor Vehicles	20
Land Improvement	10

c) Grants

In previous years, amounts (Capital/Revenue) expended on specific grants were set off against the grant received and/or the balance on the grants brought forward.

In the current period, expenditure on Grants are charged to the relevant assets.

d) Non-Current Assets

These are stated at cost and include the cost plus additions less accumulated depreciation.

e) Foreign Currencies

Transactions in foreign currencies are translated on date of transactions and closing balances at closing rates on 31st December (the Balance Sheet date).

Differences are credited or debited appropriately in Profit or Loss in Foreign Currency Account

f) Revenue

i. Fees shall be recognised as revenue when students validly register for that period;

ii. Subvention from Government shall be recorded as and when received, and any deferred subvention shall be recorded in the period in which it is received;

iii. Rent income shall be recognised in the period in which it relates

iv. All other income shall be recognised in the period to which it relates.

g) Expenditure

i. Revenue expenditure shall be expensed in the period in which the benefit is consumed by the University.

ii. Capital expenditure is accounted for in accordance with the University's Capitalisation Policy.

iii. Research expenditure shall be fully written off in the period in which the expenditure is incurred.

iv. Borrowing costs directly attributable to the acquisition or construction of a qualifying asset shall form part of the asset and capitalised. All other borrowing costs are recognised as revenue items.

v. Books and periodicals are written off in the year of acquisition.



NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

2 SUBVENTION SCHEDULE:

Subvention Personal Emoluments:

Personal Emoluments

Income Tax (PAYE)

Payroll Deduction SSNIT-Snr. Members

Payroll Deduction SSNIT-Snr. Staff

Payroll Deduction SSNIT-Jnr. Staff

SSNIT Employer Contribution-Jnr Staff

SSNIT Employer Contribution-Snr Staff

SSNIT Employer Contribution-Snr members

Subvention-Administration

Subvention-Service

Subvention-Investment

2018 GHS	2018 GHS	2017 GHS	2017 GHS
	161,002,007		156,901,069
32,990,043		28,854,944	
77,402		62,045	
1,546,696		1,354,611	
639,484		620,937	
1,511,680		1,467,896	
3,656,276		3,202,422	
184,166	40,605,745	147,452	35,710,308
	201,607,753		192,611,377
	357,006		0
	19,431,247		26,940,125
	676,131		1,210,513
	222,072,136		220,762,015



NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

3 FEES AND CHARGES

	Year Ended 31 December 2018	Year Ended 31 December 2017
Central Administration	70,671,601	76,923,440
College of Engineering	14,570,200	7,617,653
College of Art & Built Environment	9,172,613	5,208,182
College of Science	8,422,475	5,203,625
College of Humanities & Social Sciences	18,273,226	8,477,234
College of Health Sciences	26,112,730	9,418,665
College of Agric. & Natural Resources	3,419,845	4,698,703
Institute of Distance Learning	40,992,010	36,716,838
University Health Services	9,620,912	8,768,172
University Printing Press	5,892,364	4,151,255
KNUST Basic School	3,472,562	2,798,518
Photocopy Unit	2,195,073	3,000,896
Office of Dean of Students	1,670,824	1,588,592
School of Graduate Studies	2,991,180	3,237,880
Senior staff Clubhouse	2,056,194	1,573,246
KNUST Guest House Accra	1,608,808	1,500,860
Africa Hall	914,669	441,562
Independence Hall	1,547,569	742,656
Queens Hall	1,586,498	740,126
University Hall	1,471,133	725,904
Unity Hall	2,337,710	979,537
Republic Hall	1,379,036	762,678
	230,379,232	185,276,220



NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

4 MISCELLANEOUS INCOME

	Year Ended 31 December 2018	Year Ended 31 December 2017
Central Administration	23,381,443	25,859,941
KNUST Guest House	151,629	228,430
College of Engineering	3,021,482	5,460,591
College of Art & Built Environment	2,932,235	2,392,102
College of Science	2,781,255	2,272,928
College of Humanities & Social Sciences	2,152,956	5,127,051
College of Health Sciences	9,695,356	7,800,581
College of Agric. & Natural Resources	3,687,760	1,932,020
Institute of Distance Learning	1,670,779	1,544,306
University Health Services	1,011,131	1,069,219
KNUST Basic School	435,825	409,128
Photocopy Unit	410,044	402,839
Office of Dean of Students	314,715	229,963
School of Graduate Studies	1,187,181	859,708
Senior Staff Club	1,500	0
Africa Hall	137,101	109,607
Independence Hall	393,209	435,019
Queens Hall	274,422	247,363
University Hall	118,602	150,851
Unity Hall	403,739	376,442
Republic Hall	196,012	372,885
	54,358,378	57,280,972

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

5 NON-TEACHING STAFF COST

	Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH¢
Central Administration	40,848,432	41,073,506
University Health Services	11,661,522	10,251,362
KNUST Basic School	8,982,242	7,794,753
Photocopy Unit	795,748	323,837
University Printing Press	2,186,787	934,306
Office of Dean of Students	1,560,066	1,246,267
School of Graduate Studies	682,591	630,142
Senior Staff Club	223,535	194,405
Accra Guest House	834,912	736,692
Africa Hall	432,341	433,004
Independence Hall	521,436	414,927
Queens Hall	488,818	489,603
University Hall	545,184	502,704
Unity Hall	573,618	513,979
Republic Hall	712,214	605,370
	71,049,446	66,144,857

6 DIRECT TEACHING AND RESEARCH

College of Engineering	29,219,509	26,661,323
College of Art & Built Environment	25,739,773	25,112,183
College of Science	24,526,473	23,297,492
College of Humanities & Social Sciences	29,648,601	27,955,599
College of Health Sciences	54,189,223	41,833,700
College of Agric. & Natural Resources	21,208,227	19,043,503
Institute of Distance Learning	21,906,325	22,752,170
	206,438,131	186,655,969



NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

7 GENERAL EDUCATION EXPENSES

	Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH¢
KNUST Basic School	944,686	742,492
Office of Dean of Students	88,500	183,380
School of Graduate Studies	2,079,293	2,181,639
Central Administration	11,707,090	0
University Health Services	18,900	0
	14,838,469	7,789,360

8 MUNICIPAL SERVICES

Central Administration	43,891,942	33,912,800
Senior Staff Club	8,470	0
Accra Guest House	891,823	882,334
University Health Services	1,634,665	852,694
KNUST Basic School	416,790	495,459
Photocopy Unit	25,963	37,939
University Printing Press	91,393	65,703
Office of Dean of Students	243,908	163,601
School of Graduate Studies	115,838	81,730
Africa Hall	451,536	348,977
Independence Hall	573,143	425,022
Queens Hall	363,130	428,415
University Hall	687,290	456,946
Unity Hall	1,158,478	1,163,622
Republic Hall	349,582	326,241
	50,903,953	39,641,483

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

9 GENERAL ADMINISTRATION EXPENSES

	Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH¢
Central Administration	27,856,550	32,073,483
Senior Staff Club	17,648	0
KNUST Guest House	263,877	266,955
University Health Services	1,388,743	2,234,092
KNUST Basic School	333,037	360,293
Photocopy Unit	113,572	738,710
University Printing Press	342,351	508,505
Office of Dean of Students	861,164	859,888
School of Graduate Studies	218,664	183,687
Africa Hall	200,704	185,255
Independence Hall	343,428	359,543
Queens Hall	355,958	358,310
University Hall	220,269	169,652
Unity Hall	413,735	433,911
Republic Hall	291,913	400,477
	33,221,613	39,132,760

10 LIBRARY EXPENSES

Library Operating Expenses	3,748,702	3,451,771
	3,748,702	3,451,771

11 PRODUCTION COST

College of Art And Built Environment	516,021	107,141
College of Agric and natural Resources	485,405	0
University Health Services	5,364,723	4,783,797
Photocopy Unit	1,186,086	1,086,513
University Printing Press	2,273,422	1,823,538
Senior Staff Club	1,794,951	1,628,002
	11,620,610	9,428,991



NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

12 DEPRECIATION EXPENSE

	Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH¢
Africa Hall	187,055	164,042
Basic Schools	474,745	221,392
College of Agric. and Natural Resources	1,078,677	1,034,417
College of Art & Built Environment	656,052	510,813
College of Engineering	1,238,090	1,181,644
College of Health Sciences	2,924,096	1,908,156
College of Humanities & Social Sciences	1,097,888	1,652,423
College of Science	1,528,679	1,476,429
Independence Hall	244,219	210,575
Institute of Distance Learning	2,992,263	2,582,980
KNUST Guest House Accra	127,774	106,559
Central Administration	10,191,664	7,603,542
Office of Dean of Students	57,514	49,241
Photocopy Unit	103,927	91,251
Queen's Hall	246,516	198,159
Republic Hall	220,470	185,346
School of Graduate Studies	108,465	80,269
Senior Staff Club	0.00	7,729
Unity Hall	190,414	146,548
University Hall	240,958	189,963
University Health Services	1,152,890	505,679
University Printing Press	662,195	609,114

13 MISCELLANEOUS EXPENSES

Central Administration	730,328	247,576
University Hall	4,743	9,045
KNUST Guest House	10,534	8,056
Senior Staff Club	668	0
KNUST Basic School	4,812	3,850
University Printing Press	12,891	42,401
Office of Dean of Students	1,217	2,950
School of Graduate Studies	11,734	536
	776,926	314,413

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

14 PROPERTY, PLANT & EQUIPMENT

COST	Balance 1/1/2018	Additions	Disposals/ Transfers	Balance 31/12/2018
Buildings & Structures	94,765,780	18,246,158	57,619,238	170,631,176
Land Improvement	2,352,006	3,036,549	0	5,388,555
Work-In-Progress	130,702,746	81,395,861	(57,619,238)	154,479,369
Equipment	57,929,096	6,761,809	0	64,690,905
Computers & Related Equipment	15,737,838	4,868,456	(2,815,200)	17,791,094
Production Equipment	6,082,083	59,729	0	6,141,812
Furniture, Fixtures & Fittings	23,197,707	8,838,785	0	32,036,492
Motor Vehicles	10,000,704	5,750,573	0	15,751,278
	340,767,960	128,957,920	(2,815,200)	466,910,681
DEPRECIATION	Balance 1/1/2018	Charge for Year	Disposals/ Transfers	Balance 31/12/2018
Buildings & Structures	6,821,802	3,412,557	0	10,234,359
Land Improvement	235,201	538,855	0	774,056
Equipment	36,707,882	9,071,921	0	45,779,804
Computers & Related Equipment	8,231,561	4,345,994	(703,800)	11,873,755
Production Equipment	1,724,979	609,603	0	2,334,581
Furniture, Fixtures & Fittings	13,088,202	5,370,286	0	18,460,954
Motor Vehicles	6,194,705	2,375,334	0	8,570,039
	73,004,331	25,724,551	(703,800)	98,027,548
NET BOOK VALUE	267,763,630			368,883,130



NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

2b WORK-IN-PROGRESS

	Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH¢
Main University - Exams & Lecture Hall	4,415,775	4,415,775
Main University - College of Engineering - Laboratory Equipment	28,244,979	19,974,497
Main University - UITS WIFI Project	9,486,014	5,153,580
Main University - KNUST Teaching Hospital	5,407,602	5,407,602
Main University -Residential Bungalows & Infrastructure	1,055,495	0
College of Humanities & Soc Sci - Business School Complex	43,629,395	14,186,000
College of Humanities & Soc Sci -Faculty of Social Sciences Complex	31,030,196	18,052,955
College of Health Sciences - Faculty of Allied Health Sciences	10,006,835	6,511,918.76
College of Health Sciences - SMS Clinical Hostel	7,254,210	4,240,455.61
College of Health Sciences - School of Verterinary Medicine	4,055,103	0.00
College of Art & Built Environment - Lecture Halls & TV Studio	2,620,001	1,124,736.90
College of Science - Dept of Food Science Processing Plant Building	184,138	0
Inst. of Distance Learning: Kumasi Project	249,011	249,011
Inst. of Distance Learning: Tamale Project	5,515,905	5,022,041
Inst. of Distance Learning: Takoradi Project	0	38,513,362
Inst. of Distance Learning: Cape Coast Project	0	7,714,851
Unity Hall -Tennis Court	52,279	52,279
Africa Hall - Market Building	83,680	83,680
KNUST Basic Schools	877,113	0
University Health Services - Students Clinic improvement	329,644	0
	154,497,377	130,702,745

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

15 LONG-TERM INVESTMENTS

Main University: Equity Shares in Standard Chartered Bank, Ghana

College of Agric: Investment in KNUST Fruits
Processing Company- Mentukwa

Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH¢
47,025	47,025
171,708	0
218,733	47,025
<hr/>	
6,508,992	4,298,717
4,762	10,689
89,600	54,430
0	3,590
32,091	13,225
170,519	77,449
290,452	683,205
203,137	215,925
1,008,812	149,720
1,766,171	1,072,184
4,230	5,089
310,570	329,384
888,173	783,510
30,600	64,584
11,308,109	7,761,701
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NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

17 ACCOUNTS RECEIVABLE

	Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH¢
Central Administration	42,251,224	11,053,929
KNUST Guest House	78,346	62,045
College of Engineering	324,777	238,528
College of Art & Built Environment	441,639	870,627
College of Science	452,961	514,276
College of Humanities & Social Sciences	572,116	334,561
College of Health Sciences	258,610	718,820
College of Agric. & Natural Resources	1,146,847	977,633
Institute of Distance Learning	144,473	40,600
University Health Services	5,741,552	3,634,070
KNUST Basic School	1,789,671	1,310,496
Photocopy Unit	1,158,612	283,737
University Printing Press	303,023	261,271
Office of Dean of Students	463,650	475,551
Senior Staff Club	64,338	72,926
Africa Hall	6,923	100,617
Independence Hall	48,849	0
Queens Hall	17,963	0
School of Graduate Studies	16,071	0
University Hall	14,797	606
Unity Hall	88,246	0
	55,384,688	20,950,294

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

18 SHORT TERM INVESTMENTS

	Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH¢
Central Administration	98,501,556	137,845,539
KNUST Guest House	455,929	573,184
College of Engineering	3,471,089	2,670,618
College of Science	11,505,554	9,117,493
College of Art & Built Environment	5,821,324	4,640,807
College of Humanities & Social Sciences	0	12,195,891
College of Health Sciences	2,529,871	9,134,413
College of Agric. & Natural Resources	1,167,740	1,533,182
Institute of Distance Learning	2,086,658	664,957
University Health Services	712,118	1,621,937
KNUST Basic School	845,256	1,270,119
Photocopy Unit	4,147,146	3,080,257
Office of Dean of Students	1,624,162	1,677,565
School of Graduate Studies	6,974,583	4,962,073
Africa Hall	200,000	0
Independence Hall	857,904	953,579
Queens Hall	224,396	0
University Hall	400,000	203,932
Unity Hall	2,042,146	370,861
Republic Hall	0	636,844
	143,567,431	193,153,250



NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

19 CASH AND BANK BALANCES

	Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH¢
Central Administration	24,270,095	23,469,328
KNUST Guest House	40,635	76,726
College of Engineering	12,071,341	25,779,239
College of Art & Built Environment	2,032,338	779,727
College of Science	6,875,444	3,741,905
College of Humanities & Social Sciences	1,871,077	2,782,995
College of Health Sciences	8,073,883	3,413,592
College of Agric. & Natural Resources	4,023,614	5,261,205
Institute of Distance Learning	693,250	4,267,191
University Health Services	325,627	896,012
KNUST Basic School	85,773	44,326
Photocopy Unit	548,345	456,304
University Printing Press	1,912,984	1,165,316
Office of Dean of Students	1,055,124	207,188
School of Graduate Studies	159,799	596,115
Senior Staff Club	277,227	77,819
Africa Hall	14,391	46,346
Independence Hall	947,045	178,614
Queens Hall	993,520	448,011
University Hall	94,778	13,832
Unity Hall	0	1,042,741
Republic Hall	1,211,537	59,429
	67,577,828	74,803,960

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

20 ACCOUNTS PAYABLE

	Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH¢
Central Administration	17,139,413	8,432,346
KNUST Guest House	36,842	74,812
College of Engineering	7,908,589	294,309
College of Science	623,995	722,967
College of Humanities & Social Sciences	9,220,977	197,630
College of Art & Built Environment	217,455	371,088
College of Health Sciences	1,618,673	715,678
College of Agric. & Natural Resources	791,931	705,086
Institute of Distance Learning	1,299,383	551,028
GUSSS Secretariat	0.00	(2,751)
University Health Services	8,090,747	5,752,750
KNUST Basic Schools	67,805	64,181
Photocopy Unit	1,420,718	975,804
University Printing Press	1,299,910	401,124
Office of Dean of Students	102,262	6,926
School of Graduate Studies	3,262	2,163
Senior Staff Club	4,275	0.00
Republic Hall	5,036	(2,842)
Africa Hall	252,274	201,863
Independence Hall	10,402	16,186
Queens Hall	14,740	21,173
Unity Hall	9,594	(336)
University Hall	0.00	12,540
	50,138,282	19,513,725



NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

21 SUNDRY DEPOSITS

	Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH¢
Central Administration	16,700,373	22,834,697
College of Engineering	0	21,782,551
College of Science	4,020,916	2,321,095
College of Humanities & Social Sciences	8,921	95,758
College of Art & Built Environment	1,354,993	1,136,835
College of Health Sciences	4,243,694	2,198,153
College of Agric. & Natural Resources	6,877,621	9,843,807
Institute of Distance Learning	383,505	0
University Health Services	0	10,150
Basic Schools	384,140	174,300
Office of Dean of Students	75,760	181,600
Senior Staff Club	0	4,275
University Hall	21,785	30,180
	34,071,708	60,613,401

22 ACCRUED EXPENSES

Central Administration	5,540,199	463,253
College of Agric & Natural Resources	63,663	142,347
College of Health Sciences	0	142,347
Institute of Distance Learning	0	2,901,864
University Printing Press	203,878	0
	5,807,739	3,507,464

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

23 BANK OVERDRAFT

	Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH
Central Administration	601,354	78,638
KNUST Guest House	33,860	87,947
College of Art & Built Environment	7,089	0
College of Engineering	0	21,004
College of Humanities & Social Sciences	965	965
College of Health Sciences	0	104,535
Institute of Distance Learning	827,680	1,112,838
Basic Schools	71,588	300
University Hall	0	178
Unity Hall	14,042	0
	1,556,577	1,406,404

24 MEDIUM-TERM LOAN

Institute of Distance Learning	0	11,736,161
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Note: The loan was fully repaid in 2018

25 STATEMENT OF CHANGES IN ACCUMULATED FUND

Balance as at 1st January	467,702,705	374,926,778
Prior Year Adjustment	(824,440)	2,732,597
	466,878,265	377,659,375
Excess of Income over Expenditure	88,487,348	90,043,329
Balance as at 31st December	555,365,613	467,702,705



NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

PRIOR YEAR ADJUSTMENTS 2018

UNIT	DESCRIPTION	GHS
College of Agric	LONG TERM INVESTMENT IN KNUST FRUITS PROCESSING COMPANY LTD TREATED AS CAPITAL GRANT NOW CORRECTED	(146,611)
Independence Hall	ADJUSTMENT FOR STOCK OF HALL CLOTH	29,036
IDL	STOCK OF NETBOOK COMPUTERS FOR IDL STUDENTS WRONGLY CLASSIFIED AS PPE AND DEPRECIATED IN 2017, NOW CORRECTED	(703,800)
Main Finance	DONATIONS RECEIVED IN 2015 ON BEHALF OF COLLEGE OF ART NOW TRANSFERRED	1,449,389
Photocopy Unit	CANCELLATION OF PROVISION FOR STAFF AND MANAGEMENT INCENTIVE	346,380
Univ Printing Press	WRITE OFF OF OF PROVISION FOR STAFF AND MANAGEMENT INCENTIVE	(149,954)
	TOTAL	824,440

APPENDIX TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER, 2018

	Reference	Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH¢
2 DIRECT TEACHING AND RESEARCH	Note 6		
Direct Teaching and Research Exp		36,088,493	12,083,570
General Administration Expenses		11,174,600	21,749,373
General Education Expenses		14,585,498	10,006,591
Miscellaneous Expenses		411,169	43,034
Municipal Services		9,294,145	6,643,004
Production Cost		2,038,714	107,141
Staff Cost		132,845,513	136,023,257
		206,438,131	186,655,969
3 GENERAL EDUCATION EXPENSES	Note 7		
Admission, examination and Grauduation		7,447,940	0
Affiliation Expenses		373,440	0
Course writers' allowance		0	700
External examination claims		1,049,679	1,098,333
Feeding cost		296,619	297,933
Internal examination claims		989,099	1,083,306
KNUST research fund		0	499,514
Laboratory expenses		0	96,369
Other teaching & learning materials		180,581	111,937
Part-time/overload lecturing allowances		0	4,078,716
Printing & publications of research		1,380	6,550
Printing & Stationery		410,932	103,276
Printing of Examination Materials		4,000,300	189,673
Student Grant		88,500	183,380
Workshops seminars & training on research		0	39,674
		14,838,469	7,789,360



APPENDIX TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER, 2018 (Cont'd)

	Reference	31 December 2018 GH¢	31 December 2017 GH¢
4 MUNICIPAL SERVICES	Note 8		
Carpentry Works		391,579	183,635
Charges And Fees For Security Services		123,122	13,920
Cleaning & Sanitation		1,888,062	1,746,743
Electrical Works & Repairs		3,656,624	323,812
Electricity		18,610,361	23,224,500
Fire Fighting Equipment		15,900	14,494
Fire Prevention		47,017	12,576
Fuel & Lubricants		2,039,826	1,420,628.86
Fumigation		88,622	192,993
Grounds & Gardening		508,984	208,580
Hire Of Equipment		6,994	10,300
Laundry Services		17,297	14,891
Maintenance & repairs of air conditioner		77,888	36,874
Maintenance & servicing of generator		90,766	83,448
Maintenance of equipment		1,394,246	284,244
Maintenance of buildings		12,479,923	4,071,667
Maintenance of computers & accessories		183,023	235,198
Maintenance of furniture, fittings and fixtures		392,499	160,542
Maintenance of Sporting Facilities		43,768	217,809
Masonry & tiling		544,945	149,177
Other maintenance & repair cost		3,508,716	662,614
Plumbing works		669,602	262,212
Protective clothing		190,993	217,279
Security personnel uniform		213,161	177,863
Security equipment/ gadgets		73,732	6,517
Sports expenses		1,144,785	235,986
Vehicle repairs and maintenance		1,321,354	933,726
Water charges		1,180,166	4,539,252
		50,903,953	39,641,483

APPENDIX TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER, 2018 (Cont'd)

	Reference Note 9	31 December 2018 GH	31 December 2017 GH
5 GENERAL ADMINISTRATION EXPENSES			
Academic board and sub committees		0	16,152
Accident free allowance		141,099	149,586
Accreditation expenses		0	15,050
Admissions, examination & graduation exp		0	1,950,392
Advertisement		87,494	130,278
Affiliation expenses		0	347,253
Audit expenses		146,209	191,532
Audit fees		300,237	236,364
Bank charges		437,430	303,453
Committee allowance		2,100	23,050
Conference & seminars		779,078	440,382
Conference/workshop material cost		16,959	1,160
Conference/workshop participation fees		27,100	6,881
Consultancy and related expenditure		87,031	48,950
Council and sub committees		1,481,712	1,038,072
Courier & postal charges		111,674	239,427
Distribution of IGF		662,409	0
Days celebrations		54,088	58,012
Donations		13,906	115,160
Drugs, Medical Supplies & Examination		26,500	0
Ex-grattia		6,803,783	7,116,059
Expenses on hall cloth		0	39,552
Financial support to other units		1,372,977	119,551
Foreign travel and subsistence		1,209,644	1,345,856
Funeral & other social donations		2,600	9,090
Ground/lease rent & other rentals		569,887	214,952
Hall functions & activities		544,230	908,916
Honorarium		564,191	586,847
Honorarium for examiners & moderators		0	195,340
Honorarium for student registration		11,410	5,015
Hotel accommodation		138,244	13,991
ID Cards Materials & Printing		140,000	0
Import & custom duties		38,548	5,790
Insurance & compensation		177,494	11,970
Internet & other ict charges		4,359,958	5,926,602
Invigilation expenses		0	1,498,462
Local travel and subsistence		950,487	819,864
Management & staff incentive		0	32,676
Management expenses		321,358	452,675
Materials and consumables		1,368,684	1,279,175



APPENDIX TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER, 2018 (Cont'd)

	Year Ended 31 December 2018 GH	Year Ended 31 December 2017 GH
Printing of certificates & related expen	0	91,410
Printing of examination materials	0	3,514,829
Prizes and awards	171,712	4,489
Refreshments	818,412	697,807
Relocation allowance- overseas	198,734	115,422
Relocation allowance-local	150,332	106,206
Removal & severance allowance	137,298	75,297
Rent	5,793	29,041
Returns on knust investment	0	386,272
Sanitation exp	10,318	33,335
Script marking allowance	0	21,365
Short courses Expenditure	155,146	0
Sitting allowance	230,868	239,134
Staff & management incentive	0	219,241
Staff drug refunds and medical claims	2,346,311	1,196,765
Staff end of year gifts and get-together	716,006	327,133
Staff study leave & book grant	70,483	165,170
Staff training & referresher courses-local	650,316	617,727
Staff training & referresher courses-overseas	5,060	142,271
Staff welfare general	135,401	67,409
Students drugs expenses	451.40	525
Study & work	11,787	18,815
Subscription fee	1,371,509	1,498,012
Telephone bills & recharge units	21,985	28,731
Telephone expenses	81,953	125,537
Vehicle insurance	318,497	496,987
Workshops seminars & training on research	14,212	1,742
VCG & Related expenditure	110,373	0
	33,221,613	39,132,760

APPENDIX TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER, 2018 (Cont'd)

	Reference	Year Ended 31 December 2018 GH	Year Ended 31 December 2017 GH
6 LIBRARY EXPENSES	Note 10		
Personnel Emoluments		3,584,391	3,438,506
Library Books		164,310	13,265
		3,748,702	3,451,771
7 PRODUCTION COST	Note 11		
Bar Purchases		120,336	129,821
Canteen Purchases		1,674,016	1,301,262
Dental Expenses		33,593	33,428
Drugs & material consumed		2,302,006	2,523,171
Eye Expenses		0	70
Factory Expenses		989,733	1,151,575
Fuel & Lubricants		58,828	49,248
Laboratory Expenses		1,073,203	748,171
Maintenance of Production Equipment		194,071	138,446
Materials and Consumables		169,416	226,565
Medical consumables expenditure		1,260,939	1,017,550
Purchases of materials-printing& production		1,906,044	1,310,994
Restaurant Purchases		120,336	196,918
Scan Expenses		34,830	32,783
Specialist consultation expenses		325,424	183,910
Students Drugs Expenses		166,374	4,549
Students Feeding Cost		14,682	25,381
Vehicle repairs and maintenance		21,680	33,223
X-ray Expenses		153,672	214,785
Production Cost- CANR		485,405	0
Production cost- Design Press		516,021	107,141
		11,620,609	9,428,991



APPENDIX TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER, 2018 (Cont'd)

	Reference	Year Ended 31 December 2018 GH¢	Year Ended 31 December 2017 GH¢
8 MISCELLANEOUS EXPENSES	Note 13		
Clearing charges		219,267	137,890
GUSA Games & Related Expenditure		311,113	0
Legal charges		250	4,942
Miscellaneous expenses		11,734	536
Official entertainment		26,074	57,883
Other charges & fees		123,537	82,309
Removal and Baggage		6,324	0
Periodicals magazines & journals		78,628	30,853
		776,926	314,413