

**Table 4: Personnel Table**

<b>1. OFFICE OF THE PRESIDENT</b>	<b>NO. PERSONNEL</b>	<b>STIPENDS</b>	<b>TOTAL</b>
MINISTER	1	3,600	3,600
CHIEF OF STAFF	1	2,250	2,250
DIRECTOR GENERAL	6	1,725	10,350
HEAD OF SECTION	6	1,200	7,200
TECHNICAL OFFICERS	10	900	9,000
CLERKS	10	600	6,000
AUXILIARY	10	450	4,500
<b>SUB TOTAL</b>	<b>44</b>	<b>10,725</b>	<b>42,900</b>
<b>2. OFFICE OF THE PRIME MINISTER</b>			
MINISTER	1	3,600	3,600
CHIEF OF STAFF	1	2,250	2,250
DIRECTOR GENERAL	6	1,725	10,350
HEAD OF SECTION	6	1,500	9,000
TECHNICAL OFFICERS	10	900	9,000
CLERKS	10	600	6,000
AUXILIARY	10	450	4,500
<b>SUB TOTAL</b>	<b>44</b>	<b>11,025</b>	<b>44,700</b>
<b>3. OFFICE OF THE SPEAKER</b>			
DIRECTOR GENERAL	1	2,200	2,200
DEPUTY DIRECTOR GENERAL	1	2,100	2,100
TECHNICAL OFFICERS	14	1,500	21,000
CLERKS OF PARLIAMENTARY COMMITTEES	15	1,500	22,500
CLERICAL STAFF	6	686	4,116
AUXILIARY STAFF	17	452	7,684
<b>SUB TOTAL</b>	<b>54</b>	<b>8,438</b>	<b>59,600</b>

4. LINE MINISTRIES (39)	NO. PERSONNEL	STIPENDS	TOTAL
MINISTER	44	3,600	3,600
DIRECTOR GENERAL	39	1,500	1,500
DIRECTOR	117	1,200	3,600
HEAD OF SECTION	234	900	5,400
TECHNICAL OFFICERS	195	600	3,000
CLERKS	390	600	6,000
AUXILIARY	117	300	900
<b>SUB TOTAL</b>	<b>1,136</b>	<b>8,700</b>	<b>954,000</b>
<b>5. CENTRAL BANK</b>			
GOVERNOR	1	1,000	1,000
DIRECTOR GENERAL	3	800	2,400
HEAD OF SECTION	6	600	3,600
TECHNICAL OFFICERS	7	400	2,800
CLERKS	4	400	1,600
AUXILIARY	3	200	600
<b>SUB TOTAL</b>	<b>24</b>	<b>3,400</b>	<b>12,000</b>
<b>6. AUDITOR &amp; ACCOUNTANT GENERAL</b>			
ACCOUNTANT GENERAL/AUDITOR G	2	1,000	2,000
DIRECTOR GENERAL	6	800	4,800
HEAD OF SECTION	12	600	7,200
TECHNICAL OFFICERS	14	400	5,600
CLERKS	6	400	2,400
AUXILIARY	6	200	1,200
<b>SUB TOTAL</b>	<b>46</b>	<b>3,400</b>	<b>23,200</b>
<b>7. 3-CONSTITUTIONAL COMMISSIONS &amp; BODIES</b>			
CHAIRMAN	3	1,000	3,000
DEPUTY CHAIRMAN	3	800	2,400
SECRETARY GENERAL	3	800	2,400
COMMISSIONER	11	600	6,600
DIRECTOR	12	600	7,200
TECHNICAL OFFICERS	18	200	3,600
CLERKS	9	200	1,800
AUXILIARY	9	200	1,800
<b>SUB TOTAL</b>	<b>68</b>	<b>4,400</b>	<b>28,800</b>
<b>TOTAL</b>			<b>11,070,309</b>

### c. Domestic and External Financing Operations

#### Domestic Loans

The TFG's capacity to raise domestic loans and credits were extremely limited. First, there are no operative financial institutions in the country to lend to government and the only source available was to borrow small amounts from money transfer or Hawala companies. Accordingly, the domestic loans of the financial 2009 derived from Hawala companies equivalent to US\$ 1,500,000. The TFG incurred during 2009. These domestic loans are expected to decrease during the 2010 as the government manages to bring under its control more revenue facilities, such as ports and airports and strengthens administration around the country. But the TFG's ability to limit domestic borrowing for the years to come will also depend critically on the support from Somalia's development partners.

#### External Grants

As shown in Table 5, total external grants to TFG through PWC for the financial 2009 that came from development partners is equivalent to US\$ 2,875,000. Total external grants is far above the commitment made by the development partners to support Somalia through PWC, but details of other grants through UNPOS, UNDP, EU and Amisom for example are unavailable.

**Table 5: Domestic Loans and External Grants to TFG in 2009 in US Dollar**

	Domestic Loans	External Grants
i. Domestic Loans		
Qaran Express (05/09)	275,000	
Dahabshiil (10/10)	700,000	
Business Group (20/11)	525,000	
ii. External Grants		
China (22/09)		500,000
USA (05/10)		500,000
Libya (17/10)		1,600,000
Rwanda (03/12)		250,000
USA (16/12)		25,000
Totals	<u>1,500,000</u>	<u>2,875,000</u>

Sources: Domestic loans data from Ministry of Finance and External Grant data from PWC

### **3. Framework of Accounting Policies**

In view of the paramount nature of security matters in the country, about 55 percent of the Government direct allocations were assigned to National Security Agencies (Chart I); the rest of government expenditures were allocated for political governance institutions, personnel expenses and operations.

In preparing its statutory financial statements TFG complies with the requirements of the Somali Financial Regulation Act 1961 to the extent that the provisions do not conflict with international financial standards.

#### **Statement of Compliance**

The Financial Statements have been prepared in accordance with International Financial Reporting Standards (IFRS) being the standards and interpretations adopted by the International Accounting Standards Board. Therefore, the principal accounting policies adopted in the preparation of these financial statements are set out below.

##### **a. Income**

Income is recognized when received.

##### **b. Expenditure**

Expenditure is recorded when incurred.

##### **c. Foreign Currency Translation**

Currencies are translated into US Dollars at the exchange rate at the time the income is received and expenses incurred.

##### **d. Reporting Currency**

The accounts are presented in US Dollars.

## Annex

### Other contributors to the TFG 2009 Financial Annual Report

Names	Organization	Position
1. Ahmed Mohamud Ahmed (Yaqshid)	Ministry of Finance	Permanent Secretary
2. Amina Sheck Osman	Ministry of Finance	Budget Director
3. Shire Ahmed Jumcale	Ministry of Finance	Director of Administration & Finance
4. Mohamed Hajji Mohamud Abdulle (Leyloon)	Ministry of Treasury	Head of Department of Customs
5. Mohamed Ahmed Olow	Central Bank	Director of Administrative & Finance of the Central Bank
6. Omar Mohamed Muhiadin	Office of the Auditor General	Auditor General
7. Isse Sheikh Mohamed	Office of the Accountant General	Director of Treasury/Deputy Accountant General