

ESAAG 22ND ANNUAL INTERNATIONAL CONFERENCE

Why IPSAS?

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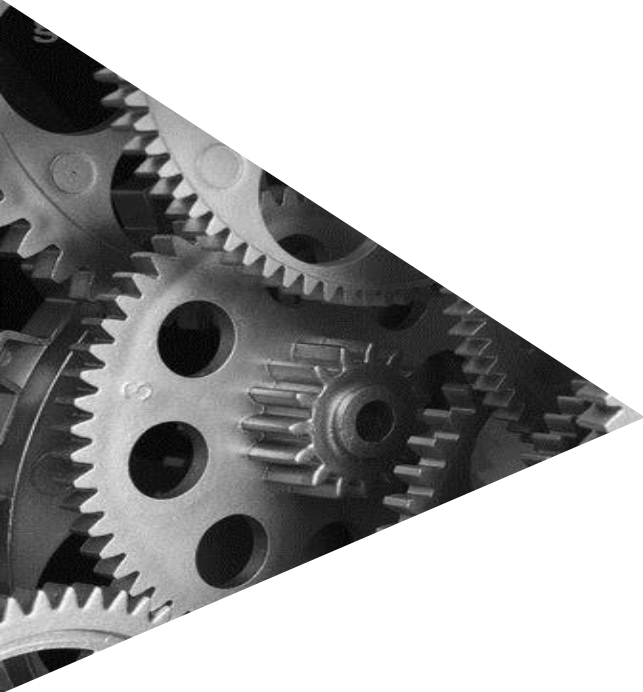
Dar es Salaam



AGENDA

- ▶ Introduction
- ▶ The Public Sector in Tanzania
- ▶ Why IPSAS?
- ▶ Challenges
- ▶ Status
- ▶ Conclusion





Introduction



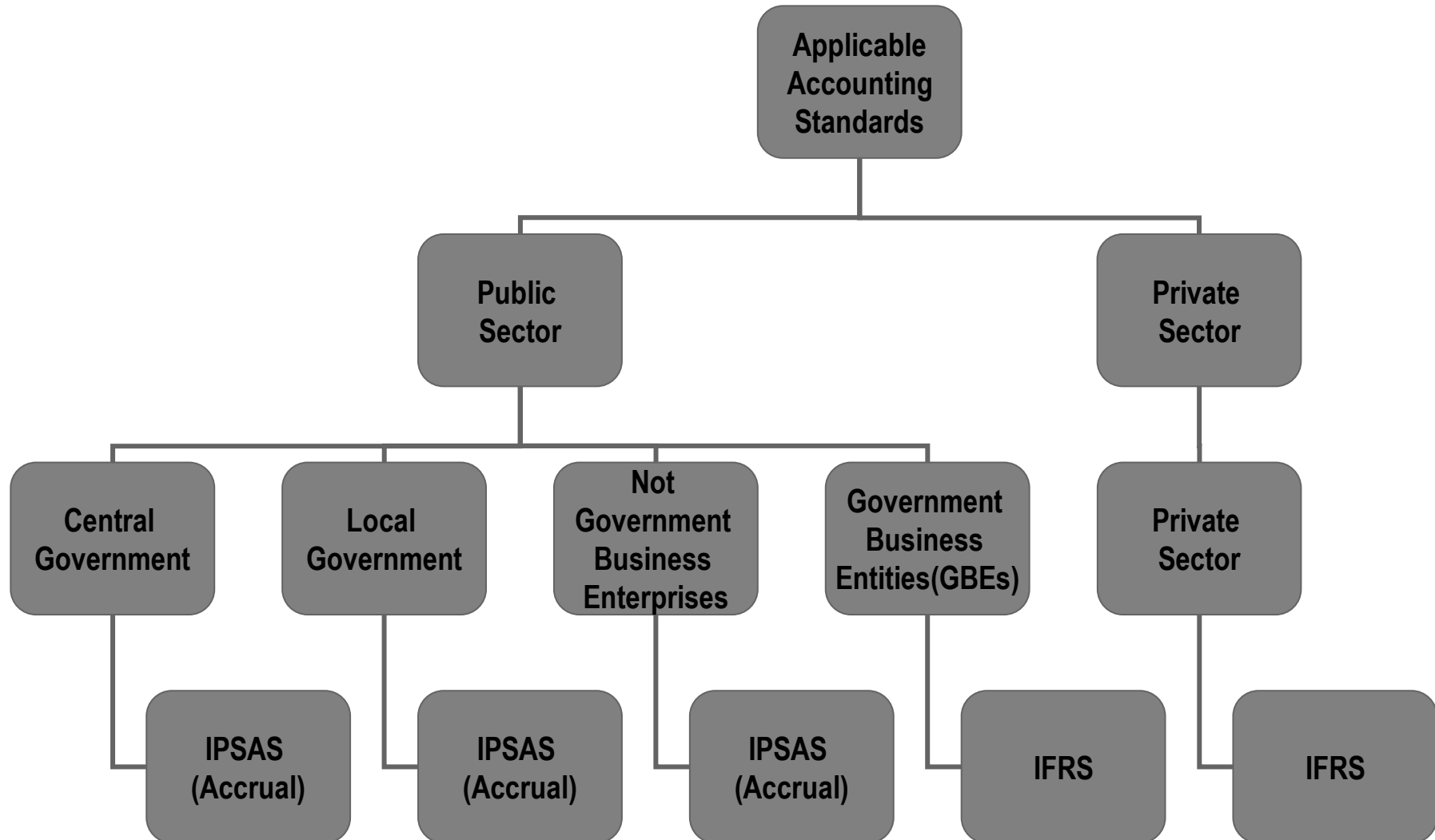
Introduction

- ▶ The History of Accounting in Tanzania
 - ▶ TSSAPs (1983)
 - ▶ TFAS
 - ▶ TFRS

- ▶ Applicable Accounting Standards in Tanzania
 - ▶ IFRSs
 - ▶ IFRSs For SMEs
 - ▶ IPSAS



Introduction

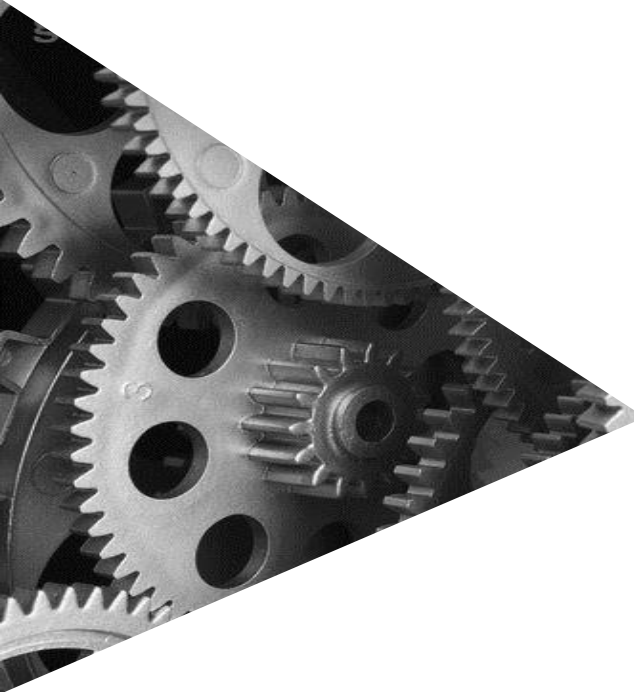


Introduction

Benefits of Accrual Accounting

- ▶ The information contained in reports prepared on an accrual basis of accounting is useful both for accountability and decision-making.
- ▶ Financial reports prepared on an accrual basis allow users to:
 - ▶ Assess the accountability for all resources the entity controls and the deployment of those resources;
 - ▶ Assess the financial position, financial performance, and cash flows of the entity; and
 - ▶ Make decisions about providing resources to, or doing business with, the entity.

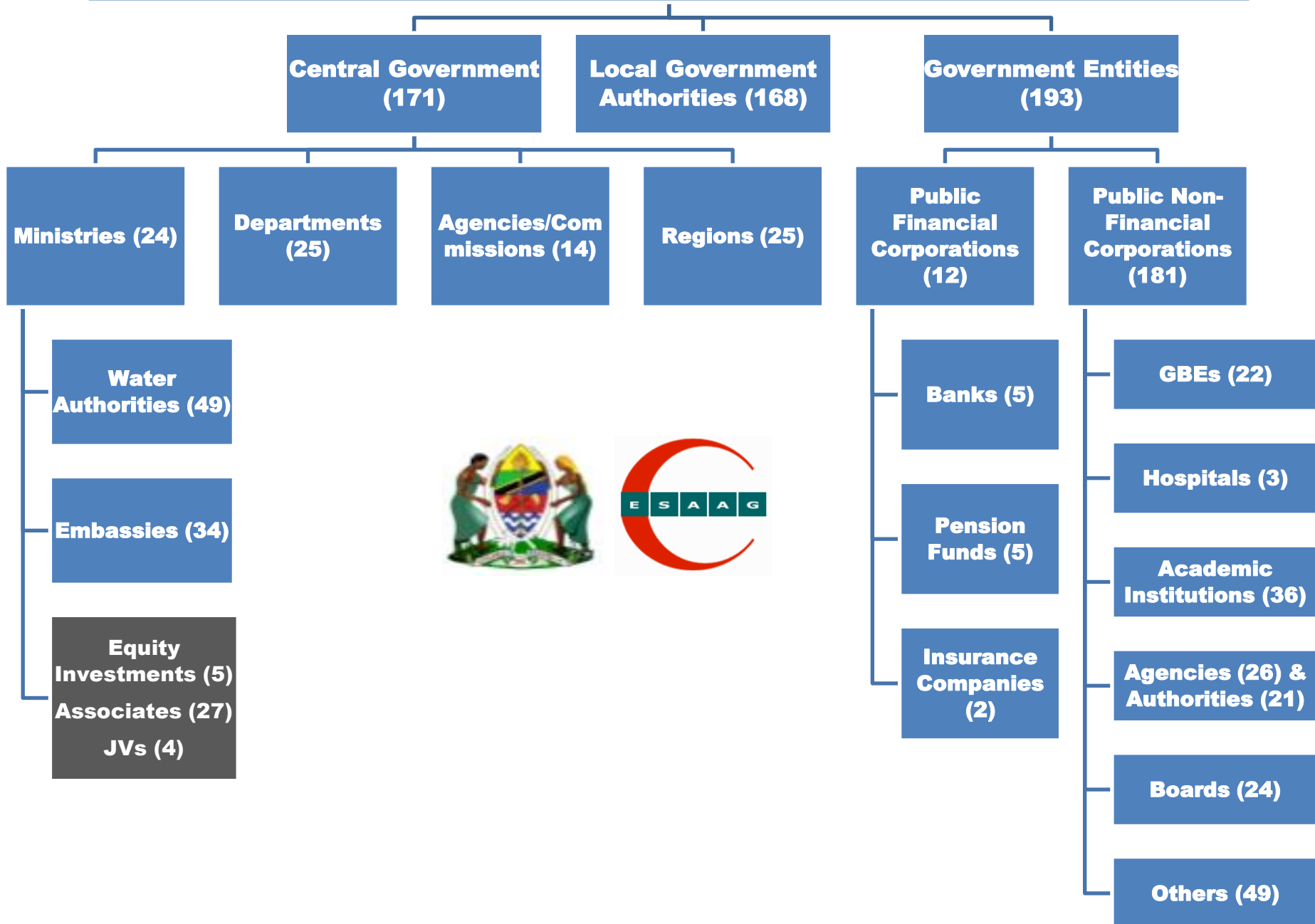




The Public Sector in Tanzania



Government of Tanzania (Mainland) – (532)



Why IPSAS?

- ▶ Improved accountability
- ▶ Greater transparency
- ▶ Greater credibility
- ▶ Improved overall management and planning
- ▶ Improved resources management
- ▶ Harmonization of reports and statements



Challenges

The Case of Tanzania

- ▶ Accounting & IT System (2017)
- ▶ Timely completion of audits of entities to be consolidated
- ▶ Property, Plant and Equipment (2017)
- ▶ Taxes (2017)
- ▶ Elimination of balances and transactions between entities (2015)

▶ Timeframe:	Preparations	2008 – 2012
	Migration	2013 – 2017



Status

The Case of Tanzania

- ▶ The first set of consolidated financial statements for all the Government Entities was prepared for the first time for the year ended 30 June 2014 – audit is still going on.



Conclusion

*“Tenacity of purpose is extremely essential for success, which is nothing but the will to win. Remember - a winner never quits, and a quitter never wins.”
(Eliakim Lovililo, AAG)*





*Thank you very much for
listening*

