

# KWARA STATE

## ***REPORT***

*of the*

**AUDITOR GENERAL**

*for*

**LOCAL GOVERNMENTS**

*on the*

**GENERAL PURPOSE FINANCIAL STATEMENTS (*CASH BASIS*)**

**OF THE SIXTEEN (16) LOCAL GOVERNMENTS**

*In*

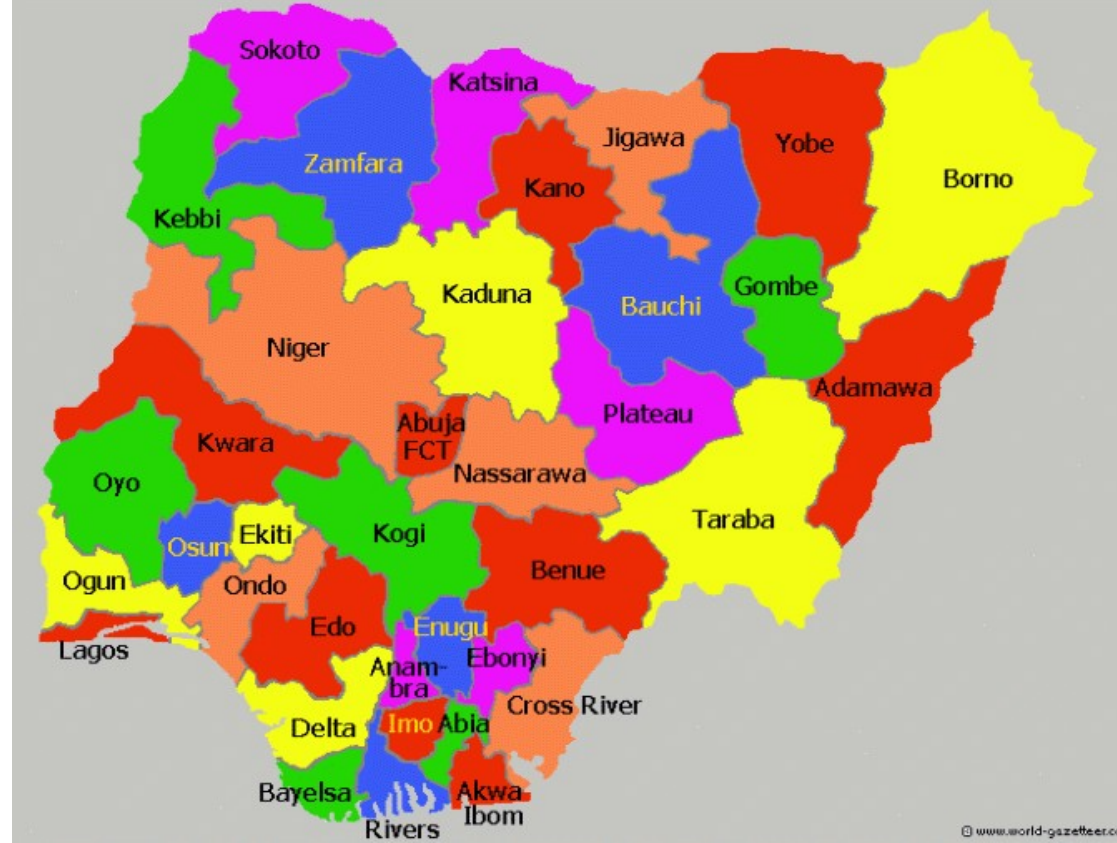
**KWARA**  
**STATE OF NIGERIA**

*for the*  
**YEAR ENDED**

31ST DECEMBER,  
2018

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THE 36 STATES OF NIGERIA & KWARA STATE SHOWING THE 16 LOCAL GOVERNMENTS





**LOCAL GOVERNMENTS' CHAIRMEN AND TREASURERS AS AT 31<sup>ST</sup> DECEMBER, 2018**

S/NO	LOCAL GOVERNMENT	TREASURER	CHAIRMEN
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1	ASA	ALH. IDRIS KPOTUN	HON. HAJIA RISIKAT OPAKUNLE
2	BARUTEN	ALH. ABDULRAUF OLAWALE	HON. MOHAMMED DANJUMA
3	EDU	ALH ABUBAKAR IBRAHIM OSI	HON. YUSUF UMARU SANDA
4	EKITI	IDRIS MUSA	HON. YINKA DALLAS
5	IFELODUN	ALH. ABDULLAHI ABDULRAHEEM	HON. FATAI GARBA
6	ILORIN EAST	ALH. ABDULMUMINI ALAYOKU	HON. ENGR. LAH ABDULMUMEEN
7	ILORIN SOUTH	MR. ARE OLAWALE	HON. HAJIA FUNMI SALAU
8	ILORIN WEST	PRINCE MURITALA A. YUSUF	HON. OMODARA AMINAT AROMOKE
9	IREPODUN	MR. OWOLABI SUNDAY	HON. OLADIPO SOLOMON MUYIWA
10	ISIN	MALLAM RASAQ FAROUQ	HON. PRINCE LADI OMOLE
11	KAIAMA	MALLAM KURANGA ABDULGANIYU	HON. ABDULLAHI ABUBAKAR BATA
12	MORO	ALH. A.O. SALIHU	HON. SAKA MUMINI ELEYOLE
13	OFFA	MR. A. D. OMOMEJI	HON. ABDULLATEEF GBADAMOSI
14	OKE ERO	ALH. YAHAYA IBN YUSUF	HON. ABEBAYO ONI JOHN
15	OYUN	MR. PETER	HON. JOSHUA OMOKANYE

		ADEWOYE	
16	PATIGI	MOHAMMED ZAKARI	HON. JIBRIL G. SALIHU

**KWARA STATE LOCAL COUNCILS POPULATION BY GENDER (2008 CENSUS)**

S/NO	NAME	HEADQUARTERS	POPULATION		
			MALES	FEMALES	TOTAL
1	ASA	AFON	62,751	61,917	124,668
2	BARUTEEN	KOSUBOSU	104,727	101,952	206,679
3	EDU	LAFIAGI	104,040	97,602	201,642
4	EKITI	ARAROMI-OPIN	27,611	26,788	54,399
5	IFELODUN	SHARE	103,650	101,325	204,975
6	ILORIN EAST	OKE-OYI	104,801	102,661	207,462
7	ILORIN SOUTH	FUFU	103,606	105,645	209,251
8	ILORIN WEST	ILORIN	180,387	184,834	365,221

9	IREPODUN	OMU-ARAN	73,554	74,040	147,594
10	ISIN	OWU-ISIN	30,088	29,393	59,481
11	KAIAMA	KAIAMA	64,901	59,114	124,015
12	MORO	BODE-SA'ADU	54,860	53,855	108,715
13	OFFA	OFFA	44,813	44,162	88,975
14	OKE-ERO	ILOFFA	28,358	28,612	56,970
15	OYUN	ILEMONA	47,890	46,564	94,454
16	PATIGI	PATIGI	<u>57,746</u>	<u>53,106</u>	<u>110,852</u>
	<b>TOTALS</b>		<b><u>1,193,783</u></b>	<b><u>1,171,570</u></b>	<b><u>2,365,353</u></b>

**COUNCILS' STAFF DISPOSITION DETAILS FOR 2017 & AS AT 31<sup>ST</sup> DECEMBER 2018**

S/NO	LOCAL GOVERNMENT	LOCAL COUNCILS		LOCAL EDUCATION AUTHORITY	
		2017	2018	2017	2018
<b>1</b>	<b>ASA</b>	726	738	2312	2234

<b>2</b>	<b>BARUTEEN</b>	1165	1160	895	868
<b>3</b>	<b>EDU</b>	940	946	1661	1620
<b>4</b>	<b>EKITI</b>	616	614	448	429
<b>5</b>	<b>IFELODUN</b>	1011	998	1842	1730
<b>6</b>	<b>ILORIN EAST</b>	1054	1045	2476	2335
<b>7</b>	<b>ILORIN SOUTH</b>	999	986	2783	2723
<b>8</b>	<b>ILORIN WEST</b>	933	913	3672	3513
<b>9</b>	<b>IREPODUN</b>	716	724	1433	1372
<b>10</b>	<b>ISIN</b>	464	466	572	550
<b>11</b>	<b>KAIAMA</b>	543	536	692	678
<b>12</b>	<b>MORO</b>	808	802	1514	1428
<b>13</b>	<b>OFFA</b>	437	432	1079	1001
<b>14</b>	<b>OKE ERO</b>	688	698	462	445
<b>15</b>	<b>OYUN</b>	487	489	967	908
<b>16</b>	<b>PATIGI</b>	558	566	672	605
	<b>TOTALS</b>	<b>12145</b>	<b>12113</b>	<b>23480</b>	<b>22439</b>

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**RETIREES IN 2018 AS PER GRATUITY COMPUTATIONS BY LOCAL GOVT  
AUDIT**

<b>S/NO</b>	<b>COUNCIL</b>	<b>LG STAFF</b>	<b>LGEA STAFF</b>	<b>TOTAL</b>
1	ASA	16	127	143
2	BARUTEN	31	48	79
3	EDU	18	62	80
4	EKITI	20	31	51
5	IFELODUN	38	127	165
6	ILORIN EAST	28	166	194
7	ILORIN SOUTH	19	164	183
8	ILORIN WEST	29	335	364
9	IREPODUN	15	137	152
10	ISIN	19	78	97

11	KAIAMA	16	23	39
12	MORO	44	149	193
13	OFFA	28	114	142
14	OKE ERO	11	20	31
15	OYUN	20	133	153
16	PATIGI	17	69	86
		<b>369</b>	<b>1783</b>	<b>2152</b>

**COUNCILS' STAFF DISPOSITION DETAILS OF AS AT 31<sup>ST</sup> DECEMBER 2018**

<b>S/NO</b>	<b>LOCAL GOVERNMENT</b>	<b>LOCAL EDUCATION AUTHORITY</b>	<b>LOCAL COUNCIL</b>	<b>TOTALS</b>	<b>% OF COUNCIL WORKERS OVER TOTAL EMPLOYEES</b>
<b>1</b>	<b>ASA</b>	2234	738	2972	25%
<b>2</b>	<b>BARUTEEN</b>	868	1160	2028	57%
<b>3</b>	<b>EDU</b>	1620	946	2566	37%
<b>4</b>	<b>EKITI</b>	429	614	1043	59%
<b>5</b>	<b>IFELODUN</b>	1730	998	2728	37%
<b>6</b>	<b>ILORIN EAST</b>	2335	1045	3380	31%
<b>7</b>	<b>ILORIN SOUTH</b>	2723	986	3709	27%
<b>8</b>	<b>ILORIN WEST</b>	3513	913	4426	21%
<b>9</b>	<b>IREPODUN</b>	1372	724	2096	35%
<b>10</b>	<b>ISIN</b>	550	466	1016	46%
<b>11</b>	<b>KAIAMA</b>	678	536	1214	44%
<b>12</b>	<b>MORO</b>	1428	802	2230	36%
<b>13</b>	<b>OFFA</b>	1001	432	1433	30%
<b>14</b>	<b>OKE ERO</b>	445	698	1143	61%

<b>15</b>	<b>OYUN</b>	908	489	1397	35%
<b>16</b>	<b>PATIGI</b>	605	566	1171	48%
	<b>TOTALS</b>	<b>22439</b>	<b>12113</b>	<b>34552</b>	<b>35%</b>

**SUMMARY OF GROSS STATUTORY ALLOCATIONS TO THE COUNCILS FROM 2016 TO 2018**

<u><b>NAME OF COUNCIL</b></u>	<u><b>2016</b></u>		<u><b>2017</b></u>		<u><b>2018</b></u>	
	<b>₦</b>	<b>k</b>	<b>₦</b>	<b>k</b>	<b>₦</b>	<b>k</b>
<b>ASA</b>						1,446,132,541.60
	661,986,558.28		964,324,971.83			
<b>BARUTEEN</b>						2,349,026,183.61
	1,088,080,974.93		1,566,401,794.56			
<b>EDU</b>						1,832,000,673.33
	752,422,720.98		1,221,633,527.28			
<b>EKITI</b>						1,078,245,177.52
	503,156,485.92		719,006,536.77			
<b>IFELODUN</b>						1,903,046,185.23
	988,549,660.07		1,269,008,826.05			
<b>ILORIN EAST</b>						1,646,278,805.00
	831,430,968.42		1,097,788,561.26			
<b>ILORIN SOUTH</b>						1,668,505,614.14
	799,120,824.93		1,112,610,070.69			
<b>ILORIN WEST</b>						2,011,798,324.25
	1,211,976,252.54		1,341,528,045.72			

<b>IREPODUN</b>	684,359,915.22	955,702,104.34	1,433,201,413.98
<b>ISIN</b>	531,190,263.00	722,999,699.00	1,084,233,451.21
<b>KAIAMA</b>	900,632,917.58	1,251,717,924.29	1,877,116,196.43
<b>MORO</b>	749,888,857.20	984,302,237.44	1,476,091,087.45
<b>OFFA</b>	596,059,057.83	871,664,285.50	1,307,175,615.53
<b>OKE ERO</b>	476,674,075.90	718,407,827.43	1,077,347,333.87
<b>OYUN</b>	583,115,586.31	840,839,486.76	1,260,949,762.34
<b>PATIGI</b>	609,812,193.96	1,009,418,948.95	1,513,756,910.61
<b>TOTALS</b>	<b>11,968,457,313.07</b>	<b>16,647,354,847.87</b>	<b>24,964,905,276.10</b>

**AUDIT OBJECTIVE**

The objective of the Audit of Local Government Councils of the State is to check the efficiency of the system, investigate the records, operations and the functioning of the various departments.

The Audit of the financial statements of the Sixteen (16) Local Councils as at 31<sup>st</sup> December, 2018 comprising the Cash Flow statements, the Statements of Assets and Liabilities, Consolidated Revenue Fund and Capital Development Fund have been carried out in accordance with the laid down statutory provisions.

### **RESPONSIBILITY FOR THE PREPARATION OF THE FINANCIAL STATEMENTS**

The Treasurer of each Council is individually responsible for the preparation of the Financial Statements which were prepared based on the cash basis of the International Public Sector Accounting Standards (IPSAS). The responsibility for the proper maintenance of adequate internal controls to ensure that the Financial Statements are free from any misstatement rests on the management of the various councils. However, the Consolidation of the reports into a Statement for all the Councils was done by my office.

The Consolidated IPSAS Cash based report gives an overview of the activities of the 16 Local Governments of the State in a single report. This allows for comparison of same with other Councils of the State.

**LOCAL GOVERNMENTS AUDITOR GENERAL'S CERTIFICATE ON THE ACCOUNTS OF THE LOCAL COUNCILS AND THE LOCAL GOVERNMENT SERVICE COMMISSION FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2018.**

**I have audited the financial statements of the Sixteen (16) Local Councils and the Local Government Service Commission of Kwara State for the year ended 31<sup>st</sup> December, 2018. The Treasurers of the various Council and the Management of the Local Government Service Commission are responsible for the financial statements, my responsibility is to audit and express opinion on the said statements.**

**The examination has been done in compliance with the provisions of Sections 125 subsection 2 of the 1999 Constitution of the Federal Republic of Nigeria and 67 subsection 2 of Kwara State Local Government Law of 2006 and in accordance with the Generally Accepted Auditing Standards.**

**In my opinion, the Financial Statements fairly reflects the financial positions, the operations and the cash flows of the Councils and the Local Government Commission as at 31<sup>st</sup> December, 2018.**



**Yemisi Esther Olanrewaju (Mrs.) BSc, MBA, MSc, ACIT,ACSA, FCNA  
Auditor General,Local Governments,  
Kwara State.**

## 2018 REPORTS

### 1. General

#### i. Gross Receipts by the Local Governments

The total accruing to the Councils from the Federation Account and the State's 10% share of its revenue in the year under review is **Thirty-Two Billion, Five Hundred and Eighty-Seven Million, Five Hundred and Eighty-Five Thousand, Seven Hundred and Fifty-Two Naira, Twenty-One Kobo (N32,587,585,752.21)**. The receipts are broken down as below:

S/NO	DETAILS	AMOUNT	
		₦	₵
1.	STATUTORY ALLOCATION	24,964,905,276.13	
2.	VALUE ADDED TAX	5,811,700,864.50	
3.	NNPC REFUND	83,750,693.10	



4.	FOREX EQUALIZATION FUND	631,510,139.71
5.	REFUND OF EXCESS BANK CHARGES	30,675,044.90
6.	EXCHANGE GAIN DIFFERENCE	415,602,826.36
7.	STATE 10% INTERNALLY GENERATED REVENUE	649,440,907.51
	<b>TOTAL</b>	<b>32,587,585,752.21</b>

**ii. Councils' Independent Revenue**

The Councils are again reminded of the need to look inwards in the area of independent revenue generation in order to reduce the over dependence on the allocation from the Federation account. There was a slight increase of **12.16%** in the independent revenue generated when compared with that of previous year. The total revenue generated by the Sixteen (16) Councils is **Three Hundred and Forty-Six Million, Five Hundred and Twenty-Three Thousand, Two Hundred and Eighty-Six Naira, Fourteen Kobo (₦ 346,523,286.14 ₦)** over the sum of **Three Hundred and Eight Million, Nine Hundred and Thirty-One Thousand, Nine Hundred and Fifty-Five Naira, Fifty-Three Kobo (₦308,931,955.53k)** of 2017. The details are as shown below:

LOCAL GOVERNMENTS	INDEPENDENT REVENUE		2018 ₦ k
	2016 ₦ k	2017 ₦ k	
ASA	15,572,298.20	11,470,582.71	10,855,475.34
BARUTEN	52,528,450.00	55,265,649.82	61,077,810.00
EDU	5,525,554.31	13,163,281.91	17,580,943.11
EKITI	9,247,057.45	9,842,469.09	5,065,557.16
IFELODUN	24,742,533.24	16,545,797.42	23,251,285.97
ILORIN EAST	19,134,751.77	16,452,702.10	26,948,785.28
ILORIN SOUTH	20,999,103.14	27,982,012.47	22,178,175.94
ILORIN WEST	94,377,370.09	65,497,401.05	63,585,083.55
IREPODUN	9,587,265.51	12,394,362.60	22,823,517.97
ISIN	2,554,840.00	7,136,141.34	8,391,983.55
KAIAMA	24,397,620.11	16,415,135.31	29,687,322.23
MORO	10,503,314.29	11,232,139.20	12,957,510.04

OFFA	16,296,343.02	25,754,457.77	18,980,743.59
OKE ERO	2,259,561.10	4,195,091.91	6,201,416.52
OYUN	1,543,647.01	6,745,052.75	7,819,721.37
PATIGI	4,390,780.00	8,839,678.08	9,117,954.52
	<b>313,660,489.24</b>	<b>308,931,955.53</b>	<b>346,523,286.14</b>

**iii. Preparation of Financial Statements**

The Councils are yet to imbibe the importance of timeliness and accuracy in financial statements preparation in compliance with statutory stipulations. This year 2018, I ensured there was no target set as penalties for late submissions of financial statements; my office was left with no choice than to penalize some Council that failed to submit by the stipulated time. It is unfortunate too, that those that submitted only did so to beat time without ensuring accuracy in the reports submitted. I look forward to a more accurate and timely reports as we prepare to transit from cash based to accrual based IPSAS format of reporting.

**iv. Budget Preparation**

My recommendation for training on budget preparation is yet to yield fruits, the gaps earlier mentioned are yet to be filled. Many Councils have not come to terms with the fact that the budget document is a law and a tool for financial control.

## 1. ASA LOCAL GOVERNMENT COUNCIL

### i. RECURRENT REVENUE

The total sum of **One Billion, Four Hundred and Ninety-Four Million, Six Hundred and Seven Thousand, Nine Hundred and Thirty-Two Naira, Fifty-Six Kobo (₦1,494,607,932.56k)** accrued to the Council purse for the year ended 31st December,2018 against the budgeted figure of **Two Billion, One Hundred and Four Million, Thirty Thousand, One Hundred and Seventy-Four Naira Only (₦2,104,030,174.00k)**.

RECURRENT REVENUE PERFORMANCE					
YEAR 2017	DETAILS	BUDGET 2018	ACTUAL 2018	VARIANCE	% PERF
N k		N k	N k	N k	
32,725.00	Direct Taxes	32,748,196.00	1,296,244.04	31,451,951.96	3.96%
445,193.11	Licenses	13,497,900.00	2,558,444.03	10,939,455.97	18.95%

463,569.20	Royalties	0	0	0	0.00%
776,300.00	Fees:	3,583,490.00	2,176,630.00	-1,406,860.00	60.74%
199,375.00	Fines	100,000.00	1,189,933.27	1,089,933.27	1189.93 %
1,838,000.00	Sales	0	0	0	0.00%
7,298,900.40	Earnings	1,990,600.00	2,082,000.00	91,400.00	104.59%
416,520.00	Sales/Rent of Government Buildings:	0	0	0	0.00%
	Sale/Rent on Lands and Others:	8,453,900.00	261,250.00	-8,192,650.00	3.09%
892,900.00	Proceeds From Internal Loans	0	1,290,974.00	1,290,974.00	
<b>12,363,482.71</b>	<b>Sub-Total-Independent Revenue</b>	<b>60,374,086.00</b>	<b>10,855,475.34</b>	<b>49,518,610.66</b>	<b>17.98%</b>
964,324,971.83	Statutory Allocation: FAAC	1,993,184,214.0 0	1,446,132,541.6 0	547,051,672.4 0	- 72.55%
31,984,179.53	10%State IGR	50,471,874.00	37,619,915.62	12,851,958.38	- 74.54%
<b>1,021,036,116.7 8</b>	<b>TOTAL</b>	<b>2,104,030,174.0 0</b>	<b>1,494,607,932.5 6</b>	<b>609,422,241.4 4</b>	<b>71.04%</b>

**ii. CAPITAL RECEIPTS**

The sum of **Six Hundred and Forty-Eight Million, Four Hundred and Fifty-Two Thousand, Five Hundred and Seventy-Eight Naira, Fifty Kobo (N648,452,578.50k)** accrued to the Council purse as capital receipts during the year ended 31st December, 2018, against the budgeted sum of **Seven Hundred and Forty-Eight Million, Two Hundred Thousand Naira Only (N748,200,000.00k)**. Thus the total sum of **Two Billion, One Hundred and Forty-Three Million, Sixty Thousand, Five Hundred and Eleven Naira, Six Kobo (N2,143,060,511.06k)** comprising the recurrent revenue and capital receipts were available to the Council to finance all its activities. The breakdown of the capital receipts is analyzed below:

**ACTUAL VERSUS ESTIMATED CAPITAL RECEIPTS**

<b>YEAR 2017</b>	<b>DETAILS</b>	<b>BUDGET 2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>% PERF</b>
<b>₦ k</b>		<b>₦ k</b>	<b>₦ k</b>	<b>₦ k</b>	
298,742,103.77	Value Added Tax Allocation	500,000,000.00	336,652,178.30	-163,347,821.70	67.33%
77,245,660.73	Exchange Gain Difference	77,000,000.00	16,705,244.51	-60,294,755.49	21.70%
69,495,512.03	Paris Club Refund			0.00	
	Contribution from other L.G		1,488,737.97	1,488,737.97	
24,700,733.39	Augmentation (Loan)	100,000,000.00	250,000,000.00	150,000,000.00	250%
	Special releases (forex equalization fund & excess bank charges)	71,200,000.00	43,606,417.72	-27,593,582.28	61.24%
<b>470,184,009.92</b>	<b>TOTAL</b>	<b>748,200,000.00</b>	<b>648,452,578.50</b>	<b>-99,747,421.50</b>	<b>86.67%</b>

### iii. ACTUAL EXPENDITURE

The total sum of **Two Billion, One Hundred and Forty Million, Forty-Four Thousand, Three Hundred and Ninety-Four Naira, Fifteen Kobo (₦2,140,044,394.15K)** was expended by the Council during the year under review against the budgeted sum of **Two Billion, Nine Hundred and Thirty-Three Million, One Hundred and Seventy-Eight Naira Only (₦2,933,000,178.00k)**. The breakdown is as below:

#### ACTUAL EXPENDITURE

YEAR 2017	DETAILS	BUDGET 2018	ACTUAL 2018	VARIANCE	% PERF
N k		N k	N k	N k	
417,111,474.76	Personnel Costs (including salaries on CRF Charges)	1,635,726,560.00	543,791,934.42	1,091,934,625.58	33.24%
157,905,040.60	Contribution to LGEA/LGA Pension	197,056,637.00	401,866,731.32	-204,810,094.32	203.93%
580,412,022.15	Subvention to SUBEB		816,872,806.30	-816,872,806.30	
39,507,186.28	Subvention to Traditional Council	60,000,000.00	62,730,177.77	-2,730,177.77	104.55%
66,194,033.49	Overhead Charges:	289,713,257.00	90,895,584.82	198,817,672.18	31.37%
0	Capital Expenditure: General Public Services	23,000,000.00	0	23,000,000.00	0.00%
0	Capital Expenditure: Public Other and Safety	8,000,000.00	0	8,000,000.00	0.00%
0	Capital Expenditure: Economic Affairs	23,000,000.00	0	23,000,000.00	0.00%
0	Capital Expenditure: Environmental Protection	22,000,000.00	0	22,000,000.00	0.00%
0	Capital Expenditure: Housing and Community Development	129,000,000.00	751,000.00	128,249,000.00	0.58%

0	Capital Expenditure: Health	52,000,000.00	10,149,508.00	41,850,492.00	19.52%
0	Capital Expenditure: Recreational, Culture and Religion	95,000,000.00	9,375,000.00	85,625,000.00	9.87%
0	Capital Expenditure: Education	97,000,000.00	0	97,000,000.00	0.00%
0	Capital Expenditure: Social Protection	81,503,724.00	0	81,503,724.00	0.00%
223,920,226.92	Repayment of External Loans (Including Servicing)	220,000,000.00	203,611,651.52	16,388,348.48	92.55%
<b>1,485,049,984.20</b>	<b>TOTAL</b>	<b>2,933,000,178.00</b>	<b>2,140,044,394.15</b>	<b>792,955,783.85</b>	<b>72.96%</b>

#### iv. CASH AND BANK BALANCES

The sum of **Three Million, Three Hundred and Seventy-One Thousand, Nine Hundred and Twenty-One Naira, Fifty- One Kobo (₦3,371,921.51k)** indicated in the Assets and Liabilities is the balance for the year ended 31<sup>st</sup> December, 2018.

#### v. ADVANCES

**Three Million, Nine Hundred and Ninety-Six Thousand, Nine Hundred and Twenty-Four Naira, Eighty-Nine Kobo (₦3,996,924.89k)** is shown on the statement of Assets and liabilities as outstanding personal advances, details are contained in the domestic reports.

#### vi. UNPAID DEPOSITS



The total sum of **Fifty-Six Million, Forty-One Thousand, Six Hundred and Sixty-Two Naira, Twenty Six Kobo (₦56,041,662.26k)** represents unremitted deposits as at the end of the reporting year. The details are contained in the domestic report.

**vii. INVESTMENT**

A sum of **Four Million, Eighty-Seven Thousand, Seven Hundred and Fifty Naira, Ninety-Eight Kobo (₦4,087,750.98k)** is indicated in the statement of Assets and liabilities as investments, details and further comments are contained in the domestic reports.

**viii. OUTSTANDING STATUTORY AUDIT FEE**

The sum of **Ten Million Naira (₦10,000,000.00k)** arrears of audit fee is expected to have been remitted to the State Government.

**ASA LOCAL GOVERNMENT OF NIGERIA**  
**STATEMENT 1**

<b>ANNUAL BUDGET 2018</b>	<b>CASHFLOWS FROM OPERATING ACTIVITIES :</b>	<b>NOTE S</b>	<b>ACTUAL YEAR 2018</b>	<b>PREVIOUS YEAR 2017</b>
<b>₦ k</b>	<b>RECEIPTS:</b>		<b>₦ k</b>	<b>₦ k</b>
1,993,184,214.0 0	Statutory Allocation: FAAC	1	1,446,132,541.6 0	964,324,971.83
500,000,000.00	Value Added Tax Allocation	1	336,652,178.30	298,742,103.77
	<b>Sub-total –Statutory Allocation</b>		<b>1,782,784,719.9 0</b>	<b>1,263,067,075.60</b>
112,586,560.00	<b>Independent Revenue</b>			
32,748,196.00	Direct Taxes	2	1,296,244.04	32,725.00
13,497,900.00	Licenses	2	2,558,444.03	445,193.11
	Royalties			463,569.20
3,583,490.00	Fees:	2	2,176,630.00	776,300.00
100,000.00	Fines		1,189,933.27	199,375.00
	Sales			1,838,000.00
1,990,600.00	Earnings	2	2,082,000.00	7,298,900.40
	Sales/Rent of Government Buildings:			416,520.00
8,453,900.00	Sale/Rent on Lands and Others:	2	261,250.00	
112,586,560.00	<b>Sub-Total-Independent Revenue</b>		<b>9,564,501.34</b>	<b>11,470,582.71</b>
	<b>Other Revenue Sources of the LG</b>			
50,471,874.00	10%State IGR	3	37,619,915.62	31,984,179.53
77,000,000.00	Exchange Gain Difference	1	16,705,244.51	77,245,660.73
	Paris Club Refund		0.00	69,495,512.03
	Contribution from other L.G	3	1,488,737.97	0.00
100,000,000.00	Augmentation (Loan)	1	250,000,000.00	24,700,733.39

71,200,000.00	Special releases (forex equalization fund & excess bank charges)	1	43,606,417.72	
	<b>Sub-Total</b>		<b>349,420,315.82</b>	<b>203,426,085.68</b>
<b>2,983,000,178.00</b>	<b>Total Receipts</b>		<b>2,141,769,537.06</b>	<b>1,477,963,743.99</b>
	<b>Payments:</b>			
1,635,726,560.00	Personnel Costs (including salaries on CRF Charges)	4	543,791,934.42	417,111,474.76
197,056,637.00	Contribution to LGEA/LGA Pension	6	401,866,731.32	157,905,040.60
	Subvention to SUBEB		816,872,806.30	580,412,022.15
60,000,000.00	Subvention to Traditional Council	6	62,730,177.77	39,507,186.28
289,713,257.00	Overhead Charges:	5	90,895,584.82	66,194,033.49
	<b>Total Payments</b>		<b>1,916,157,234.63</b>	<b>1,261,129,757.28</b>
	<b>Net Cash Flow From Operating Activities</b>		<b>225,612,302.43</b>	<b>216,833,986.71</b>
	<b><u>Cash Flows From investment Activities:</u></b>			
23,000,000.00	Capital Expenditure: General Public Services			
	Capital Expenditure: Defense			
8,000,000.00	Capital Expenditure: Public Other and Safety			
23,000,000.00	Capital Expenditure: Economic Affairs			
22,000,000.00	Capital Expenditure: Environmental Protection			
129,000,000.00	Capital Expenditure: Housing and Community Development	11	751,000.00	0.00
52,000,000.00	Capital Expenditure: Health	11	10,149,508.00	0.00
95,000,000.00	Capital Expenditure:	11	9,375,000.00	0.00

	Recreational, Culture and Religion			
97,000,000.00	Capital Expenditure: Education			
81,503,724.00	Capital Expenditure: Social Protection			
<b>530,503,724.00</b>	<b>Total cash flow from investment activities</b>		<b>20,275,508.00</b>	
	<b>Net Cash Flow from Investment Activities</b>		<b>205,336,794.43</b>	
	<b>Cash flows from financing Activities</b>			
0.00	Proceeds From Internal Loans	3	1,290,974.00	892,900.00
220,000,000.00	Repayment of External Loans (Including Servicing)	19	-203,611,651.52	-223,920,226.92
	<b>Net Cash Flow From Financing Activities:</b>		-203,340,234.37	-223,027,326.92
	Movement in other Cash Equivalent Accounts			
	(Increase)/ Decrease in Investments			
	Net(Increase)/Decrease in Other Cash Equivalents:			
	Total cash flow From Other cash Equivalent Accounts			
	<b>Net Cash flows from all Activities</b>		<b>3,016,116.91</b>	<b>-6,193,340.21</b>
	<b>Cash &amp; Its Equivalent as at 1<sup>st</sup> January, 2018</b>		<b>355,804.60</b>	<b>6,550,144.76</b>
	<b>Cash &amp; Its Equivalent as at 31<sup>st</sup> December, 2018</b>	<b>12</b>	<b>3,371,921.51</b>	<b>356,804.55</b>

**STATEMENT NO 2**  
**ASA LOCAL GOVERNMENT OF NIGERIA**  
**STATEMENT OF ASSETS AND LIABILITIES AS AT 31<sup>ST</sup> DECEMBER, 2018**

	NOTES	YEAR 2018		YEAR 2017	
		N	k	N	k
ASSETS:					
Liquid Assets: (Closing Balance)	12	3,371,921.51		356,804.60	
Cash Held by LGT:					
<b>TOTAL LIQUID ASSETS</b>		<b>3,371,921.51</b>		<b>356,804.60</b>	
INVESTMENT AND OTHER CASH ASSETS					
Local Government Investments	15	4,087,750.98		4,087,750.98	
Advances	17	3,996,924.89		5,669,143.51	
Total Investment and Other Cash Assets:		<b>11,456,597.38</b>		<b>10,113,699.09</b>	
		381,053,717.2		377,778,058.9	
Operating Liabilities over assets		7		7	
<b>TOTAL ASSETS</b>		<b>392,510,314.6</b>	<b>5</b>	<b>387,891,758.0</b>	<b>6</b>
LIABILITIES:-					
EXTERNAL AND INTERNAL LOANS					
External Loan	19	101,654,362.7	6	38,874,787.28	
TOTAL EXTERNAL AND INTERNAL LOANS					
OTHER LIABILITIES					
Deposits	18	56,041,662.26		56,212,567.63	
Outstanding Audit fee		8,000,000.00		8,000,000.00	

Outstanding Salaries/allowances		226,814,289.6 3	284,804,403.1 5
<b>TOTAL LIABILITIES</b>		<b>392,510,314.6</b> 5	<b>387,891,758.0</b> 6

**STATEMENT NO. 3**  
**ASA LOCAL GOVERNMENT OF NIGERIA**  
**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2018**

ACTUAL YEAR 2017		NOTE S	ACTUAL 2018	BUDGET 2018	VARIANCE ON BUDGET
N k			N k	N k	N k
6,550,144.76	OPENIING BALANCE:		355,804.60		
	ADD: REVENUE				
964,324,971.83	Statutory Allocation: FAAC	1	1,446,132,541.6	1,993,184,214.0	547,051,672.4

			0	0	0
298,742,103.77	Value Added Tax Allocation	1	336,652,178.30	500,000,000.00	163,347,821.70
<b>1,263,067,075.60</b>	<b>Sub-Total - Statutory Allocation</b>		<b>1,782,784,719.90</b>	<b>2,493,184,214.00</b>	<b>710,399,494.10</b>
	Independent Revenue:				
32,725.00	Direct Taxes	2	1,296,244.04	32,748,196.00	31,451,951.96
445,193.11	Licenses	2	2,558,444.03	13,497,900.00	10,939,455.97
463,569.20	Royalties:				0.00
776,300.00	Fees	2	2,176,630.00	3,583,490.00	1,406,860.00
199,375.00	Fines		1,189,933.27	100,000.00	-1,089,933.27
1,838,000.00	Sales				0.00
7,298,900.40	Earnings:	2	2,082,000.00	1,990,600.00	-91,400.00
416,520.00	Sale/Rent on Lands and Others:	2	261,250.00	200,000.00	-61,250.00
<b>11,054,062.71</b>	<b>Sub-Total- Independent Revenue</b>		<b>9,564,501.34</b>	<b>52,120,186.00</b>	<b>42,555,684.66</b>
	Other Revenue Sources of the Local Government				
31,984,179.53	10% State IGR	3	37,619,915.62	50,471,874.00	12,851,958.38
					-
24,700,733.39	Loan obtained	1	250,000,000.00	100,000,000.00	150,000,000.00
	Special releases (forex equalization fund & excess bank charges)	1	43,606,417.72		-43,606,417.72
	Contribution from other L.G	3	1,488,737.97		-1,488,737.97
77,245,660.73	Exchange gain	1	16,705,244.51	0	-16,705,244.51
69,495,512.03	Paris loan refund		0	0	0.00
892,900.00	Proceeds from internal loan	3	1,290,974.00	220,000,000.00	218,709,026.00
<b>204,318,985.68</b>	<b>SUB TOTAL</b>		<b>350,711,289.82</b>	<b>370,471,874.00</b>	<b>19,760,584.18</b>
<b>1,484,990,268.75</b>	<b>TOTAL REVENUE:</b>		<b>2,143,416,315.66</b>	<b>2,915,776,274.00</b>	<b>772,359,958.34</b>
	LESS:EXPENDITURE				0
417,111,474.76	Personnel Costs(including salaries on CRF Charges)	4	543,791,934.42	735,726,560.00	191,934,625.58
157,905,040.60	Contribution to LGEA/ LGA Pension		401,866,731.32	197,056,637.00	-

					204,810,094.3 2
580,412,022.15	Subvention to SUBEB		816,872,806.30	900,000,000.00	83,127,193.70
66,194,033.49	Overhead Charges:	6	90,895,584.82	289,713,257.00	198,817,672.1 8
39,507,186.28	Subvention to Parastatals Traditional Council		62,730,177.77	60,000,000.00	-2,730,177.77
	OTHER RECURRENT PAYMENTS/EXPENDITURE:				0
223,920,226.92	Repayments :External Loans: LGC	1	203,611,651.52	0	- 203,611,651.5 2
1,485,049,984.20	TOTAL EXPENDITURE:		2,119,768,886.1 5	2,182,496,454.0 0	62,727,567.85
356,804.55	OPERATING BALANCE:		23,647,429.51	733,279,820.00	709,632,390.4 9
	APPROPRIATIONS/TRANSFERS:				
355,804.60	Transfers to Capital Development Fund:	9	23,647,429.51		



**STATEMENT 4**  
**ASA LOCAL GOVERNMENT**  
**STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2018**

<b>YEAR 2017</b>		<b>NOTES</b>	<b>CAPITAL EXPENDITURE 2018</b>	<b>FINAL BUDGET 2018</b>	<b>% PERF</b>
	<b>OPENING BALANCE</b>				
	<b>ADD: REVENUE</b>		<b>₦ k</b>	<b>₦ k</b>	
<b>355,804.60</b>	Transfer From Consolidated Revenue Fund	9	<b>23,647,419.51</b>	306,651,465.00	7.71%
	Aid and Grant/Vat				
	External Loans: LGC				
	Special Allocation				
<b>355,804.60</b>	<b>Total Revenue Available</b>		<b>23,647,419.51</b>	306,651,465.00	7.71%
	<b>Less: Capital Expenditure</b>				
	Capital Expenditure: General Public		0	23,000,000.00	
	Capital Expenditure: Public Order and		0	8,000,000.00	
	Capital Expenditure: Economic Affairs,		0	23,000,000.00	
	Capital Expenditure: Environmental		0	22,000,000.00	
	Capital Expenditure: Housing and	11	751,000.00	129,000,000.00	0.58%
	Capital Expenditure: Health	11	10,149,508.00	52,000,000.00	19.52%
	Capital Expenditure: Recreation, Culture	11	9,375,000.00	95,000,000.00	9.87%
	Capital Expenditure: Education			97,000,000.00	
	Capital Expenditure: Social Protection			81,503,724.00	
	<b>TOTAL CAPITAL EXPENDITURE:</b>	11	<b>20,275,508.00</b>	<b>530,503,724.00</b>	3.82%
<b>355,804.60</b>	<b>Closing Balance:</b>		<b>3,371,921.51</b>		

**Responsibility for Financial Statement**

These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council. To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.



**Signature**

We accept responsibility for the integrity of these financial statements. The information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.

In our opinion, these financial statements fairly reflect the financial position of Asa Local Government as at 31<sup>st</sup> December 2018 and its operations for the year ended on that date.



Chairman.....

Date.....



Executive Chairman Treasurer.....

Date.....

## 2. BARUTEN LOCAL GOVERNMENT COUNCIL

### i. Recurrent Revenue.

A total sum of **Two Billion, Four Hundred and Seventy-One Million, Two Hundred and Eleven Thousand, Nine Hundred and Twenty-Four Naira, Ten Kobo (₦2,471,211,924.10k)** was received by the Council as recurrent revenue for the period against the budgeted sum of **One Billion,**

Nine Hundred and Thirty-Five Million, Eight Hundred and Sixty-Eight Thousand, Six Hundred and Three Naira, Fifty-Five Kobo

(₦1,935,868,603.55k), details are as follows:

**BUDGETED VERSUS ACTUAL RECURRENT REVENUE.**

<b>ACTUAL 2017</b>	<b>DETAILS</b>	<b>BUDGET 2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>% PERF</b>
<b>N k</b>		<b>N k</b>	<b>N k</b>	<b>N k</b>	
-	<b>Direct Taxes</b>	<b>20,000,000.00</b>	<b>44,000.00</b>	<b>-19,956,000.00</b>	<b>0.22</b>
<b>1,579,374.83</b>	<b>Licenses</b>	<b>5,600,000.00</b>	<b>4,025,813.87</b>	<b>-1,574,186.13</b>	<b>71.89</b>
<b>287,774.99</b>	<b>Fees:</b>	<b>3,500,000.00</b>	<b>60,221.63</b>	<b>-3,439,778.37</b>	<b>1.72</b>
	<b>Sales</b>	<b>20,000,000.00</b>	<b>5,858,430.00</b>	<b>-14,141,570.00</b>	<b>29.29</b>
<b>53,315,500.00</b>	<b>Earnings :</b>	<b>65,000,000.00</b>	<b>45,917,805.00</b>	<b>-19,082,195.00</b>	<b>70.64</b>
<b>83,000.00</b>	<b>Sales/Rent of Government</b>	<b>100,000.00</b>	<b>230,100.00</b>	<b>130,100.00</b>	<b>230.10</b>
	<b>Sale/Rent on Lands and Others:</b>	<b>1,500,000.00</b>	<b>1,211,200.00</b>	<b>-288,800.00</b>	<b>80.75</b>
<b>36,890.00</b>	<b>Repayment of loan from other source.</b>	<b>0</b>	<b>339,946.97</b>	<b>339,946.97</b>	<b>-</b>
	<b>Reimbursement</b>	<b>0</b>	<b>3,390,292.53</b>	<b>3,390,292.53</b>	
<b>55,302,539.82</b>	<b>TOTAL INDEPENDENT</b>	<b>115,700,000.00</b>	<b>61,077,810.00</b>	<b>-54,622,190.00</b>	<b>53%</b>
<b>1,566,401,794.56</b>	<b>Statutory Allocation</b>	<b>1,760,168,603.35</b>	<b>2,349,026,183.61</b>	<b>588,857,580.26</b>	<b>133%</b>
<b>51,953,519.46</b>	<b>10% State IGR</b>	<b>60,000,000.00</b>	<b>61,107,930.49</b>	<b>1,107,930.49</b>	<b>102%</b>
<b>1,618,355,314.02</b>	<b>Statutory Total Revenue (B)</b>	<b>1,820,168,603.35</b>	<b>2,410,134,114.10</b>	<b>589,965,510.75</b>	<b>132%</b>

<b>1,673,657,853.84</b>	<b>Revenue (A+B)</b>	<b>1,935,868,603.35</b>	<b>2,471,211,924.10</b>	<b>535,343,320.75</b>	<b>128%</b>
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**ii. CAPITAL RECEIPTS**

The sum of **Eight Hundred and Fifty-Seven Million, One Hundred and Fifty-Two Thousand, Eight Hundred and Eleven Naira, Ninety-Two Kobo (₦857,152,811.92k)** accrued to the Council as capital receipts, against a budgeted sum of **Nine Hundred and Fifty -Seven Million, Seven Hundred and Fifty-Two Thousand, Two Hundred and Thirteen Naira, Ten Kobo (₦957,752,213.10k)**. Thus a total of **Three Billion, Three Hundred and Twenty-Eight Million, Three Hundred and Sixty-Four Thousand, Seven Hundred and Thirty-Five Naira, Ninety-Nine Kobo (₦3,328,364,735.99k)** accrued to the Council to finance all its activities, the breakdown of the capital receipts is given below:

**BUDGET AND ACTUAL CAPITAL RECEIPTS**

<b>2017</b> <b>₦ k</b>	<b>DETAILS</b>	<b>BUDGET 2018</b> <b>₦ k</b>	<b>ACTUAL 2018</b> <b>₦ k</b>	<b>VARIANCE</b> <b>₦ k</b>	<b>% PERF</b>
485,261,899.37	Value Added Tax Allocation	489,752,213.10	546,841,149.65	57,088,936.55	112%
22,799,571.44	Augmentation/ Special release	100,000,000.00	43,606,417.73	(56,393,582.27)	44%
69,703,346.31	Exchange gain difference	118,000,000.00	16,705,244.51	(101,294,755.49)	14%
-	Domestic Loan	250,000,000.00	250,000,000.00	-	100%
93,175,071.51	Paris Club refund	-	-	-	-
<b>670,939,888.63</b>	<b>TOTAL</b>	<b>957,752,213.10</b>	<b>857,152,811.92</b>	<b>(100,599,402.21)</b>	<b>90%</b>

**ii. ACTUAL EXPENDITURE**

A total sum of **Three Billion, Three Hundred and Twenty-Eight Million, Three Hundred and Seventy Three Thousand, Ninety-Three Naira, Sixty-Nine Kobo (₦3,328,373,093.69k)** was expanded by the Council against the budgeted sum of **Three Billion, One Hundred and Ninety-Nine Million, Five Hundred and Ten Thousand, Nine Hundred and Twenty-Two Naira, Thirteen Kobo (₦3,199,510,922.13k)**, the breakdown is as below:

**BUDGETED VERSUS ACTUAL EXPENDITURES**

<b>ACTUAL 2017</b>	<b>DETAILS</b>	<b>BUDGETED 2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>% PERF</b>
<b>₦ k</b>		<b>₦ k</b>	<b>₦ k</b>	<b>₦ k</b>	
532,258,810.55	Personnel cost	891,343,769.82	659,815,130.76	231,528,639.06	74%
96,911,002.69	Overhead cost	278,960,000.00	114,543,797.75	164,416,202.25	41%
2,192,325.36	Capital Expenditure	603,778,139.82	20,990,100.00	582,788,039.82	4%
158,862,174.12	Contribution to pension	232,227,726.23	342,305,100.88	(110,077,374.65 )	147%
-	UBEA Teachers salary	900,000,000.00	1,489,073,241.51	(589,073,241.51 )	165%
	Contribution to Traditional Council	72,000,000.00	107,874,659.88	(35,874,659.88 )	150%
-	Clean and green	2,400,000.00	2,192,325.36	207,674.64	91%
	Contribution to other L.G	-	358,220,946.41	-	
-	Consolidated revenue fund charges	-	16,747,670.92	-	
1,332,410,199.02	Subvention to parastatals(SUBEB)	12,000,000.00	12,998,468.80	(998,468.80)	<b>108%</b>
223,920,226.97	Loan Repayment	206,801,286.26	203,611,651.52	3,189,634.74	<b>98%</b>

2,346,554,738.71	<b>TOTAL EXPENDITURE</b>	3,199,510,922.13	3,328,373,093.69	128,862,171.56	104%
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**iv. CASH AND BANK BALANCES**

The sum of **Two Million, Two Hundred and Twelve Thousand, Six Hundred and Twenty-Five Naira, Eighty-One Kobo (₦2,212,625.81k)** indicated in the Assets and Liabilities as cash and bank balances for the year ended 31st December, 2018 is in agreement with the cash flow statement and the statement of consolidated Revenue Fund'.

**v. GOVERNMENT DEPOSITS**

Inspection on Government Deposit ledger and other related documents reveals that various monies collected on these purposes amounting to the sum of **Fifty Million, Seven Hundred and Sixty-Four Thousand, Eight hundred and Twenty-Five Naira, Thirty-Six Kobo (₦50,764,825.36)** reported earlier in 2017 annual audit report as outstanding for 2016 financial year were yet to be remitted. See the details below:

S/NO	DETAILS	AMOUNT	
		₦	k
1	Pay as you Earn (PAYE)	38,134,685.06	
2	Water Rate	298,761.64	
3	Withholding Tax	5,595,832.27	
4	5% VAT	6,735,546.39	
	<b>TOTAL</b>	<b>50,764,825.36</b>	

**vi. OTHER DEPOSIT**



Inspection on Other Deposit ledger reveals that the under listed union dues deducted in the year 2016 with accumulated audit fees amounted to **Twenty Eight Million, Nine Hundred and Seventeen Thousand, Eight Hundred and Nineteen Naira, Seventy-Eight Kobo** (₦28,917,819.78k) were recorded as unpaid contrary with provision of M.F.M

S/NO	DETAILS	AMOUNT	
		₦	k
1	Retention fees	3,259,728.61	
2	Cooperative union dues	12,362,215.70	
3	NACHP	163,200.00	
4	NAINWN	92,426.94	
5	MDG	2,929,548.53	
6	EHANON	77,700.00	
7	NASOW	33,000.00	
8	Outstanding Audit Fees	10,000,000.00	
	<b>TOTAL</b>	<b>28,917,819.78</b>	

#### vii. PERSONAL ADVANCE

The Council's Personal Advance ledger depict that the sum of **Three Hundred and Thirty-Nine Thousand, Nine Hundred and Forty-Six Naira, Ninety-Seven Kobo** (₦339,946.97k) represent personal advance that was outstanding as at the year ended 31st December,2018. The details are contained in the domestic report.

Please, comment on the effort you are making to collect the sum of **₦339,946.97k** back to the Local Government coffer from the subsequent salary arrears paid to the affected

#### viii. INVESTMENTS

Total Investments by the Council as at 31st December, 2018 is **Five Million, Five Hundred Thousand Naira (₦5,500,000.00k)** indicated in the statement of assets and liabilities.

### **TREASURY MAIN ACCOUNT**

#### **(i) OUTSTANDING PAYMENT VOUCHERS**

During the year under review, fifty-two (52) payment vouchers were raised on incurred expenditure without been presented for audit inspection amounting to **Twenty Three Million, Nine Hundred and Thirty Eight Thousand, Four Hundred and Twenty-Nine Naira, Thirty-Nine Kobo (₦23,938,429.39k)**. See details in domestic audit report.

#### **(ii) UNRECEIPTED PAYMENT VOUCHERS**

Twenty- four (24) payment vouchers of expenditure for **Three Million, Seventeen Thousand, Three Hundred Naira Only (₦3,017,300.00k)** which were found leery during the course of our auditing for 2018 financial year is yet to be corrected contrary to provision of M.F.M 4.8 and 14.19. See details in domestic audit report.

#### **(iii) UNAPPROVED PAYMENT VOUCHERS**

Forty-nine (49) payment vouchers of expenditure amounting to **Eight Million, Six Hundred and Three Thousand, Six Hundred Naira Only (₦8,603,600.00k)** were not attached with relevant approval during the year under review. Affected payment vouchers are detailed in domestic audit report.

The Chairman should ensure that the payment vouchers with relevant approval are re-presented for audit verification or the stated sum of money be refunded to the Council purse without delay.

## WORKS, LAND AND HOUSING.

### (i) Sales of Unserviceable Vehicles.

The Local Government unserviceable vehicles had been auctioned by an approved Auctioneer assigned by the Local Government after getting an approval from the Auditor-General for Local Governments. The proceeds of the sales had been used to re-purchase four (4) other vehicles which are listed below:

S/N	DETAILS	UNI T	RATE		AMOUNT	
			₦	k	₦	k
1	<i>Purchase of Toyota corolla saloon car</i>	3	2,400,000.00		7,200,000.00	
2	<i>Purchase of High Lander Jeep</i>	1	3,300,000.00		3,300,000.00	
	<b>TOTAL</b>		<b>5,700,000.00</b>		<b>10,500,000.00</b>	

**BARUTEN LOCAL GOVERNMENT OF NIGERIA**  
**STATEMENT NO 1**  
**CASHFLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2018**

BUDGET 2018		NOTES	ACTUAL 2018	ACTUAL 2017
₦ k			₦ k	₦ k
	<b><u>Cash Flows from Operating Activities:</u></b>			
	<u>Receipts:</u>			
1,760,168,603.35	Statutory Allocations: FAAC	<b>1</b>	2,349,026,183.61	1,566,401,794.56
489,752,213.10	Value Added Tax Allocation	<b>1</b>	546,841,149.65	485,261,899.37
<b>2,249,920,816.45</b>	<b>Sub-Total - Statutory Allocation</b>		<b>2,895,867,333.26</b>	<b>2,051,663,693.93</b>
	<b>Independent Revenue</b>			

20,000,000.00	Direct Taxes		44,000.00	
5,600,000.00	Licenses	2	4,025,813.87	1,579,374.83
3,500,000.00	Fees General	2	60,221.63	287,774.99
20,000,000.00	Sales	2	5,858,430.00	
65,000,000.00	Earnings :	2	45,917,805.00	53,315,500.00
100,000.00	Sales/Rent of Government Buildings:	2	230,100.00	83,000.00
1,500,000.00	Sale/Rent on Lands and Others:		1,211,200.00	
-	Reimbursement	2	3,390,292.53	
<b>115,700,000.00</b>	<b>Sub-total - Independent Revenue</b>		<b>60,737,863.03</b>	<b>55,265,649.82</b>
	<b>Other Revenue Sources of the LG -</b>			
60,000,000.00	10% State IGR	3	61,107,930.49	51,953,519.46
250,000,000.00	Domestic loan		250,000,000.00	
100,000,000.00	Augmentations/ Special release	3	43,606,417.73	22,799,571.44
178,000,000.00	Excess Crude Oil		-	69,703,346.31
118,000,000.00	Exchange gain difference	3	16,705,244.51	93,175,071.51
-	Paris Club refund		-	
<b>706,000,000.00</b>	<b>Sub total</b>		<b>371,419,592.73</b>	<b>237,631,508.72</b>
<b>3,071,620,816.45</b>	<b>Total Receipts</b>		<b>3,328,024,789.02</b>	<b>2,344,560,852.47</b>
	<b>Payments:</b>	-		
891,343,769.82	Personnel Costs ( Including Salaries on CRF Charges):	4	659,815,130.76	532,258,810.55
232,227,726.23	LG Contribution to Pension	5	401,866,731.86	158,862,174.12
278,960,000.00	Overhead Charges:	6	107,414,726.49	96,911,002.69
	Consolidated Revenue fund charges(Incl. Service Wide votes)	7	16,747,670.92	
975,500,000.00	Subvention to Parastatals	8	1,705,789,828.29	1,332,410,199.02

	Contribution to other Local Government		212,137,253.95	
<b>2,378,031,496.05</b>	<b>Total Payments</b>		<b>3,103,771,342.27</b>	<b>2,120,442,186.38</b>
	<i>Net Cash Flow from Operating Activities</i>		<b>224,253,446.75</b>	<b>224,118,666.09</b>
	<b><u>Cash Flows from Investment Activities:</u></b>	-	-	-
120,000,000.00	Capital Expenditure: General Services	<b>11</b>	10,500,000.00	
196,000,000.00	Capital Expenditure: Economic Affairs	<b>11</b>	6,558,000.00	
13,700,000.00	Capital Expenditure: Environmental Sectors	<b>11</b>	1,000,000.00	2,192,325.36
105,801,382.26	Capital Expenditure: Housing/Comm. Amenities	<b>11</b>	847,000.00	
59,000,000.00	Capital Expenditure: Health			
4,000,000.00	Capital Expenditure: Recreation / Culture			
104,000,000.00	Capital Expenditure: Education	<b>11</b>	2,085,100.00	
1,276,757.56	Capital Expenditure: Social Protection			
<b>603,778,139.82</b>	<b><i>Net Cash Flow from Investment Activities:</i></b>		<b>20,990,100.00</b>	<b>(2,192,325.36)</b>
	<b>Cash flow from financing activities</b>			
	Proceed of loan from other fund		339,946.97	36,890.00
196,701,286,286.26	Repayments of External loan (Including servicing)	<b>19</b>	(203,611,651.52)	(223,920,226.97)
	<b><i>Net Cash Flow from Financing Activities:</i></b>		<b>203,271,704.55</b>	<b>(223,883,336.97)</b>
	<b><i>Movement in Other Cash</i></b>			

	<b><i>Equivalent Accounts</i></b>			
	Decrease in Investments			
	Net (Increase)/Decrease in Other Cash Equivalents:			
	<b>Total Cash flow from other Cash equivalent Accounts</b>			
	Net Cash for the year 2018		(8,357.80)	(1,956,996.24)
	Cash & Its Equivalent as at 1st January, 2018		2,220,983.61	4,177,979.85
	Cash & Its Equivalent as at 31st December, 2018		2,212,625.81	2,220,983.61

**BARUTEN LOCAL GOVERNMENT**

**STATEMENT 2**

**STATEMENT OF ASSETS AND LIABILITIES AS AT 31<sup>ST</sup> DECEMBER, 2018**

	NOTES	YEAR 2018		YEAR 2017	
		₹	k	₹	k
<b><u>ASSETS:-</u></b>					
<b><u>Liquid Assets:-</u></b>					
Cash Held by LGT:	12	320,000.00		169,696.59	
-CRF Bank Balance(CRF Bank):	12	1,892,625.81		2,051,287.02	
<b>TOTAL LIQUID ASSETS</b>		<b>2,212,625.81</b>		<b>2,220,983.61</b>	
<b><u>Investments and Other Cash Assets:</u></b>					
Local Government Investments	15	5,500,000.00		5,500,000.00	

Advances:-	17	405,637.90	745,584.87
<b>TOTAL INVESTMENTS AND</b>		<b>8,118,263.71</b>	<b>8,466,568.48</b>
Balance of Liability over Asset		276,733,689.69	385,011,947.41
<b>TOTAL ASSETS</b>		<b>284,851,953.40</b>	<b>393,478,515.89</b>
<b><i>LIABILITIES:-</i></b>			
<b>TOTAL PUBLIC FUNDS</b>			
<b><u>EXTERNAL AND INTERNAL</u></b>			
Other Internal Loans( Promissory			
Internal Loans from Other Funds			
<b>TOTAL EXTERNAL AND</b>			
<b>OTHER LIABILITIES</b>			
Deposits:-	25	69,682,645.14	77,682,645.14
Contingency Liability (Outstanding		215,169,308.26	315,795,870.75
<b>TOTAL LIABILITIES</b>		<b>284,851,953.40</b>	<b>393,478,515.89</b>

**BARUTEN LOCAL GOVERNMENT**  
**STATEMENT 3**  
**STATEMENT OF CONSOLIDATED REVENUE FUND AS AT 31<sup>ST</sup> DECEMBER, 2018**

<i>PREVIOUS YEAR 2017</i>		<b>NOTES</b>	<b>ACTUAL YEAR 2018</b>		<b>BUDGET 2018</b>
Rp k			Rp k	Rp k	Rp k
4,177,979.85	<b>Opening balance</b>		2,220,983.61	<b>2,090,105.68</b>	<b>2,090,105.68</b>
	<b>-ADD: REVENUE</b>				
1,566,401,794.56	Statutory Allocations: FAAC	1	2,349,026,183.61	1,760,168,603.35	1,706,168,603.35
485,261,899.37	Value Added Tax Allocation	1	546,841,149.65	489,752,213.10	489,752,213.10
<b>2,055,841,673.78</b>	<b>Sub-Total - Statutory Allocation</b>		<b>2,898,088,316.87</b>	<b>2,252,010,922.13</b>	<b>2,252,010,922.13</b>
	<b>Independent Revenue</b>				
	-Direct Taxes	2	44,000.00	20,000,000.00	20,000,000.00
1,579,374.83	Licenses	2	4,025,813.87	5,600,000.00	5,600,000.00
287,774.99	Fees:	2	60,221.63	3,500,000.00	3,500,000.00
	-Fines General		-		
	-Sales	2	5,858,430.00	20,000,000.00	20,000,000.00
53,315,500.00	Earnings :	2	45,917,805.00	65,000,000.00	65,000,000.00
83,000.00	Sales/Rent of Government Buildings:	2	230,100.00	100,000.00	100,000.00
	-Sale/Rent on Lands and Others:	2	1,211,200.00	1,500,000.00	1,500,000.00
	-Reimbursement	2	3,390,292.53		
<b>55,265,649.82</b>	<b>Sub-Total - Independent Revenue</b>	<b>2</b>	<b>60,737,863.03</b>	<b>115,700,000.00</b>	<b>115,700,000.00</b>



	<b>Other Revenue Sources of the LG</b>				
51,953,519.46	10% State IGR	<b>3</b>	61,107,930.49	60,000,000.00	60,000,000.00
	-Domestic loan	3	250,000,000.00	250,000,000.00	250,000,000.00
22,799,571.44	Augmentation/ Special release	3	43,606,417.73	100,000,000.00	100,000,000.00
	-Excess Crude Oil		-	178,000,000.00	178,000,000.00
69,703,346.31	Exchange gain difference	<b>3</b>	16,705,244.51	118,000,000.00	118,000,000.00
93,175,071.51	Paris Club refund			-	-
<b>237,631,508.72</b>	<b>Sub-Total</b>		<b>371,419,592.73</b>	<b>706,000,000.00</b>	<b>706,000,000.00</b>
<b>2,348,738,832.32</b>	<b>TOTAL REVENUE:</b>		<b>3,330,245,772.63</b>		
	<b><u>LESS:EXPENDITURE</u></b>				
532,258,810.55	Personnel Costs ( Including Salaries on CRF Charges):	<b>4</b>	659,815,130.76	891,343,769.82	891,343,769.82
158,862,174.12	LG Contribution to Pension	<b>5</b>	401,866,731.86	232,227,726.23	232,227,726.23
96,911,002.69	Overhead Charges:	<b>6</b>	107,414,726.49	227,660,000.00	227,660,000.00
	Consolidated Revenue fund charges(Incl. Service Wide votes)	<b>7</b>	16,747,670.92		
1,332,410,199.02	Subvention to Parastatals	<b>8</b>	1,705,789,828.29	975,500,000.00	975,500,000.00
	Contribution to Other Local Government		212,137,253.95		
<b>2,120,442,186.38</b>	<b>Sub Total</b>		<b>3,103,771,342.27</b>	<b>2,326,731,496.05</b>	<b>2,326,731,496.05</b>
	<b>OTHER RECURRENT PAYMENTS/ EXPENDITURE:</b>				

223,920,226.97	Repayments of External loan (Including servicing)	19	-203,611,651.52	196,701,286,286.26	196,701,286,286.26
(36,890.00)	Repayments of Loans from other funds		-339,946.97		
<b>223,883,336.97</b>	<b>Sub Total</b>		<b>203,271,704.55</b>		
<b>2,344,325,523.35</b>	<b>TOTAL EXPENDITURE:</b>		<b>3,307,043,046.82</b>		
<b>4,413,308.97</b>	<b>OPERATING BALANCE:</b>		<b>- 23,202,725.81</b>		
	<b><u>APPROPRIATIONS/TRANSFERS:</u></b>				
4,413,308.97	Transfer to Capital Development Fund:	<b>9</b>	23,202,725.81		

**STATEMENT NO. 4**  
**STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

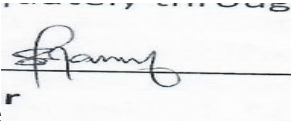
ACTUAL PREVIOUS YEAR(2017) ₦ k		NOTES	TOTAL CAPITAL EXPENDITURE 2018 ₦ k	FINAL BUDGET 2018 ₦ k	PERFO RMANC E ON TOTAL %
	<b>Opening Balance:</b>				
-	<b><u>ADD: REVENUE</u></b>	-			
4,413,308.97	Transfer from Consolidated Revenue Fund:	<b>9</b>	23,202,725.81	25,778,139.82	90.01%
	Aid and Grants			-	-
	External Loans: LGC			-	-
	LGC Bonds & Treasury Bonds.			-	-
	Nigerian Treasury Bills (NTB)			-	-
	Development Loan Stock			-	-
	Other Internal Loans( Promissory Notes)			-	-
	Internal Loans from Other Funds			-	-
<b>4,413,308.97</b>	<b>TOTAL REVENUE AVAILIABLE:</b>		<b>23,202,725.81</b>	<b>25,778,139.82</b>	<b>90.01%</b>
	<b><u>LESS: CAPITAL EXPENDITURE</u></b>				
	Capital Expenditure: General Services		10,500,000.00	120,000,000.00	8.75%
	Capital Expenditure: Economic Affairs		6,558,000.00	196,000,000.00	3.35%
(2,192,325.36)	Capital Expenditure: Environmental Protection		1,000,000.00	13,700,000.00	7.30%

	Capital Expenditure: Housing/Community Amenities	11	847,000.00	105,801,382.26	0.80%
	Capital Expenditure: Health			59,000,000.00	0.00%
	Capital Expenditure: Recreation, Culture & Religion			4,000,000.00	0.00%
	Capital Expenditure: Education			104,000,000.00	0.00%
	Capital Expenditure: Social Protection		2,085,100.00	1,276,757.56	163.31%
<b>(2,192,325.36)</b>	<b>TOTAL CAPITAL EXPENDITURE:</b>		<b>20,990,100.00</b>	<b>603,778,139.82</b>	<b>3.48%</b>
<b>2,220,983.61</b>	Balance C/F		<b>2,212,625.81</b>		

**Responsibility for Financial Statement**

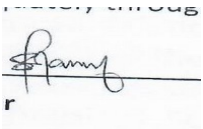
These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

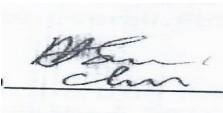
The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council. To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

Signature 

We accept responsibility for the integrity of these financial statements. The information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.

In our opinion, these financial statements fairly reflect the financial position of Baruten Local Government as at 31<sup>st</sup> December 2018 and its operations for the year ended on that date.

Treasurer.....  


Chairman.....  


## **EDU LOCAL GOVERNMENT COUNCIL**

### **i. RECURRENT REVENUE**

A total sum of **One Billion, Eight Hundred and Ninety-Seven Million, Two Hundred and Thirty-Nine Thousand, Five Hundred and Sixty-Five Naira, Thirty-Four Kobo (₦1,897,239,565.34k)** accrued to the Council as recurrent revenue against the budgeted figure of **One Billion, Three**

Hundred and Twelve Million, Four Hundred and Forty-Two Thousand, Eight Hundred and Sixty-Three Naira, Two Kobo(₦1,312,442,863.02k). The details are as follows:

**BUDGETED VERSUS ACTUAL RECURRENT REVENUE**

<b>ACTAL 2017</b>	<b>DETAILS</b>	<b>ESTIMATE 2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>% PERF</b>
<b>₦ k</b>		<b>₦ k</b>	<b>₦ k</b>	<b>₦ k</b>	
1,271,814.99	Direct Taxes	2,000,000.00	2,092,347.26	92,347.26	105%
431,562.84	Licenses	100,000.00	8,000.00	(92,000.00)	8%
176,271.25	Royalties				
7,238,334.27	Fees:	9,915,500.00	8,419,959.10	(1,495,540.90)	85%
	Fines	300,000.00		(300,000.00)	0.00%
3,859,598.56	Sales	5,000,000.00		(5,000,000.00)	0.00%
185,700.00	Earnings	6,000,000.00	7,060,636.75	1,060,636.75	118%
<b>13,163,281.91</b>	<b>Sub-Total-Independent Revenue</b>	<b>23,315,500.00</b>	<b>17,580,943.11</b>	<b>(5,734,556.89)</b>	<b>75%</b>
1,221,633,527.33	Statutory Allocation: FAAC	1,241,608,920.40	1,832,000,673.33	590,391,752.93	148%
40,518,442.62	10%state IGR	47,518,442.62	47,657,948.90	139,506.28	100%
13,112,526.57	Augmentation				
<b>1,275,264,496.52</b>	<b>sub total</b>	<b>1,289,127,363.02</b>	<b>1,879,658,622.23</b>	<b>590,531,259.21</b>	<b>1461%</b>
<b>1,288,427,778.43</b>	<b>Total</b>	<b>1,312,442,863.02</b>	<b>1,897,239,565.34</b>	<b>584,796,702.32</b>	<b>145%</b>

**ii. CAPITAL RECEIPTS**

A total sum of **Seven Hundred and Thirty-Six Million, Seven Hundred and Ninety-One Thousand, Nine Hundred and Forty-Six Naira, Forty-Four Kobo (₦736,791,946.44k)** accrued to the council as capital receipts during the year against the estimated sum of **Six Hundred and Twenty-Eight Million, Seven Hundred and Forty-Five Thousand, Three Hundred Naira, Ninety-Eight Kobo (₦628,745,300.98k)**, details below:

#### BUDGETED VERSUS ACTUAL CAPITAL RECEIPT

ACTUAL 2017	DETAILS	ESTIMATE 2018	ACTUAL 2018	VARIANCE	% PERF
₦ k		₦ k	₦ k	₦ k	
378,454,753.97	Value Added Tax Allocation	408,745,300.98	426,480,284.20	17,734,983.22	104%
13,112,526.57	Exchange Gain Diff. & Bank	170,000,000.00	60,311,662.24	(109,688,337.76)	36%
77,245,060.78	(loan from commercial bank)	50,000,000.00	250,000,000.00	200,000,000.00	500%
<b>455,699,814.75</b>	<b>Total</b>	<b>628,745,300.98</b>	<b>736,791,946.44</b>	<b>108,046,645.46</b>	<b>117%</b>

#### iii. ACTUAL EXPENDITURE

The Council expended a total sum of **Two Billion, Four Hundred and Two Million, Eight Hundred and Nineteen Thousand, Two Hundred and Fifty-Six Naira, Seventy Kobo (₦2,402,819,256.70)** against the estimate of **Two Billion, Four Hundred and Nine Million, Four Hundred and Thirty- Six Thousand, Three Hundred and Seventy-Seven Naira, Sixty-Eight Kobo (₦2,409,436,377.68k)**. The breakdown is given below:

#### STATEMENT OF ACTUAL EXPENDITURE

ACTUAL 2017	DETAILS	ESTIMATE 2018	ACTUAL 2018	VARIANCE	% PERF
₦ k		₦ k	₦ k	₦ k	
455,463,730.01	Personnel Costs (including salaries on CRF Charges)	1,348,875,180.65	563,993,914.21	(784,881,266.44)	42%

143,693,997.79	LGC Govt. Contribution to Pension	164,213,864.25	401,866,731.82	237,652,867.57	245%
869,458,051.80	LGEA Teachers Salary	718,013,861.78	1,147,803,573.88	429,789,712.10	160%
52,835,603.09	Contribution to Traditional Council	60,353,471.00	82,023,584.36	21,670,113.36	136%
85,517,759.35	Overhead Charges:	117,980,000.00	125,180,034.88	7,200,034.88	106%
	Consolidated Revenue Fund Charges (incl. Service Wide V)		44,589,576.26	44,589,576.26	
	Subvention to Parastatals (Contribution to other LGA)		37,361,841.29	37,361,841.29	
<b>1,606,969,142.04</b>	<b>Total Payments</b>	<b>2,409,436,377.68</b>	<b>2,402,819,256.70</b>	<b>(6,617,120.98)</b>	100%



**EDU LOCAL GOVERNMENT, KWARA STATE OF NIGERIA**

**STATEMENT 1**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2018**

<b>BUDGET 2018</b>	<b>CASHFLOWS FROM OPERATING ACTIVITIES :</b>	<b>NOTE S</b>	<b>ACTUAL 2018</b>	<b>YEAR 2017</b>
<b>₦ k</b>	<b>RECEIPTS:</b>		<b>₦ k</b>	<b>₦ k</b>
1,241,608,920.40	Statutory Allocation: FAAC	1	1,832,000,673.33	1,221,633,527.33
408,745,300.98	Value Added Tax Allocation	1	426,480,284.20	378,454,753.97
	<b>Sub-total –Statutory Allocation</b>		<b>2,258,480,957.53</b>	<b>1,600,088,281.30</b>

	Independent Revenue			
2,000,000.00	Direct Taxes	2	2,092,347.26	1,271,814.99
6,000,000.00	Licenses	2	8,000.00	431,562.84
	Royalties	2		176,271.25
9,915,500.00	Fees:	2	8,419,959.10	7,238,334.27
	Sales	2		3,859,598.56
6,000,000.00	Earnings	2	7,060,636.75	185,700.00
<b>18,715,500.00</b>	<b>Sub-Total-Independent Revenue</b>		<b>17,580,943.11</b>	<b>13,163,281.91</b>
	<b>Other Revenue Sources of the Local Government</b>			
47,518,442.62	10% State IGR	2	47,657,948.90	40,518,442.62
50,000,000.00	Loan from commercial bank	1	250,000,000.00	77,245,660.78
	Paris Club Refund	1	0	77,132,817.25
	Special release, Exchange gain diff. & Bank charge	1	60,311,662.24	13,112,526.57
	<b>Sub-Total</b>		<b>357,969,611.14</b>	<b>208,009,447.22</b>
<b>1,884,588,164.00</b>	<b>Total Receipts</b>		<b>2,634,031,511.78</b>	<b>1,821,261,010.43</b>
	<b>Payments:</b>			
1,348,875,180.65	Personnel Costs (including salaries on CRF Charges)	4	563,993,914.21	455,463,730.01
164,213,864.25	LGC Govt. Contribution to Pension	6	401,866,731.82	143,693,997.79
718,013,861.78	LGEA Teachers Salary		1,147,803,573.88	869,458,051.80
60,353,471.00	Contribution to Traditional Council	6	82,023,584.36	52,835,603.09
117,980,000.00	Overhead Charges:	6	125,180,034.88	85,517,759.35
	Consolidated Revenue Fund Charges (incl. Service Wide V)		44,589,576.26	
	Subvention to Parastatals (Contribution to other LGA)		37,361,841.29	
<b>1,695,922,515.90</b>	<b>Total Payments</b>		<b>2,402,819,256.70</b>	<b>1,606,969,142.04</b>
	<b>Net Cash Flow From Operating Activities</b>		<b>231,212,255.08</b>	<b>214,291,868.39</b>
	<b>Cash Flows From investment Activities:</b>			
11,553,150.00	Capital Expenditure: General Public Services	11	10,530,000.00	-2,722,000.00
	Capital Expenditure: Defense			

	Capital Expenditure: Public Other and Safety			
12,750,000.00	Capital Expenditure: Economic Affairs	11	12,050,000.00	
	Capital Expenditure: Environmental Protection			
8,827,089.00	Capital Expenditure: Housing and Community Development	11	2,722,200.00	
	Capital Expenditure: Health			
4,500,000.00	Capital Expenditure: Recreational, Culture and Religion	11	4,300,000.00	
	Capital Expenditure: Education			
	Capital Expenditure: Social Protection			
	<b>Total cash flow from investment activities</b>			
	<b>TOTAL CAPITAL EXPENDITURE</b>		<b>29,602,200.00</b>	
	<b>Net Cash Flow from Investment Activities</b>		<b>201,609,884.78</b>	<b>211,569,868.39</b>
	<b>Cash flows from financing Activities</b>			
	Proceeds From Aid and Grants			
	Proceeds From External Loan			
	Proceeds From Internal Loans		1,483,654.37	
35,000,000.00	Repayment of External Loans (Including Servicing)	19	-203,611,651.52	223,920,226.97
	<b>Net Cash Flow From Financing Activities:</b>		<b>-202,127,997.15</b>	
	<b>Movement in other Cash Equivalent Accounts</b>			
	<b>(Increase)/ Decrease in Investments</b>			
	<b>Net(Increase)/Decrease in Other Cash Equivalents:</b>			
	<b>Total cash flow From Other cash Equivalent Accounts</b>			
	<b>Net Cash flows from all Activities</b>		<b>-518,112.37</b>	<b>-12,350,358.58</b>
	<b>Cash &amp; Its Equivalent as at 1st January, 2018</b>		<b>885,513.89</b>	<b>13,235,872.47</b>
	<b>Cash &amp; Its Equivalent as at 31st December, 2018</b>		<b>367,401.52</b>	<b>885,513.89</b>

**EDU LOCAL GOVERNMENT, KWARA STATE OF NIGERIA  
STATEMENT 2**

**STATEMENT OF ASSETS AND LIABILITIES AS AT 31<sup>ST</sup> DECEMBER, 2018**

	NOTES	YEAR 2018	YEAR 2017
		N k	N k
<b><u>ASSETS:</u></b>			
Liquid Assets: (Closing Balance)	12	367,571.82	885,513.89
Cash Held by LGT:			
-CRF Bank Balance(CBN/ CRF Bank):			
<b>TOTAL LIQUID ASSETS</b>	<b>12</b>	<b>367,571.82</b>	<b>885,513.89</b>
<b>Investment and Other Cash Assets:</b>			
Local Government Investments		3,572,000.00	3,572,000.00
Advances:-	17	5,832,482.84	7,316,137.21
<b>TOTAL INVESTMENT AND OTHER CASH ASSETS</b>		<b>9,772,054.66</b>	<b>11,773,651.10</b>
Operating Liabilities over assets		294,790,003.17	323,382,901.94
<b>TOTAL ASSETS</b>		<b>304,562,057.88</b>	<b>335,156,553.04</b>
<b>LIABILITIES:-</b>			
EXTERNAL AND INTERNAL LOANS			

External Loan	19	101,654,362.76	38,874,787.28
OTHER LIABILITIES			
Deposits:-	18	13,049,692.78	13,149,692.78
Outstanding Audit fee		8,000,000.00	6,000,000.00
Outstanding Salaries/allowances		181,858,002.29	277,132,072.98
<b>TOTAL LIABILITIES</b>		<b>304,562,057.83</b>	<b>335,156,553.04</b>

**EDU LOCAL GOVERNMENT OF KWARA STATE**  
**STATEMENT 3**  
**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2018**

<u>ACTUAL 2017</u>			<u>ACTUAL 2018</u>	<u>BUDGET 2018</u>	<u>VARIANCE</u>
N k		NOTE	N k	N k	N k
		S			
13,235,872.47	<b>OPENING BALANCE:</b>		<b>885,513.89</b>		

	<b><u>ADD: REVENUE</u></b>				
1,221,633,527.33	Statutory Allocation: FAAC	1	1,832,000,673.33	1,241,608,920.40	-590,391,752.93
378,454,753.97	Value Added Tax Allocation	1	426,480,284.20	408,745,300.98	-17,734,983.22
<b>1,600,088,281.30</b>	<b>Sub-Total – Statutory Allocation</b>	<b>1</b>	<b>2,258,480,957.53</b>	<b>1,650,354,221.38</b>	<b>-608,126,736.15</b>
	<b>Independent Revenue</b>				
1,271,814.99	Direct Taxes	2	2,092,347.26	2,000,000.00	-92,347.26
431,562.84	Licenses	2	8,000.00	6,000,000.00	5,992,000.00
176,271.25	Royalties:	2			
7,238,334.27	Fees	2	8,419,959.10	9,915,500.00	1,495,540.90
3,859,598.56	Earnings:	2	7,060,636.75	6,000,000.00	-1,060,636.75
185,700.00	Sale/Rent on Lands and Others:	2			
<b>13,163,281.91</b>	<b>Sub-Total- Independent Revenue</b>		<b>17,580,943.11</b>	<b>23,915,500.00</b>	<b>6,334,556.89</b>
	<b>Other Revenue Sources of the LG</b>				
40,518,442.62	10% State IGR	3	47,657,948.90	47,518,442.62	-139,506.28
13,112,526.57	Augmentation	3			
	Special releases (FEF, Exchange gain diff. & Bank charges)		60,311,662.24	0	-60,311,662.24
77,245,660.78	Exchange gain (loans)	1	250,000,000.00	50,000,000.00	-200,000,000.00
77,132,817.25	Paris loan refund	1			
	Proceeds from internal loan		1,483,654.37		-1,483,654.37
<b>208,009,447.22</b>	<b>SUB-TOTAL</b>		<b>359,453,265.51</b>	<b>97,518,442.62</b>	<b>-261,934,822.89</b>

<b>1,626,487,463.68</b>	<b>TOTAL REVENUE:</b>		<b>2,636,400,680.04</b>	<b>1,884,588,164.00</b>	<b>-</b>
	<u>LESS:EXPENDITURE</u>				<b>0</b>
455,463,730.01	Personnel Costs(including salaries on CRF Charges)	4	563,993,914.21	1,348,875,180.65	784,881,266.44
143,693,997.79	Contribution to Pension	6	401,866,731.82	164,213,864.25	-
869,458,051.80	LGEA Teachers' Salary		1,147,803,575.88	718,013,861.78	237,652,867.57
85,517,759.35	Overhead Charges:	5	125,180,034.88	117,980,000.00	-
	Consolidated Revenue Fund Charges(includes: Services wide), clean and green		44,589,576.26		429,789,714.10
	Contribution to other local government (Traditional Council)		37,361,841.29		-
52,835,603.09		6	82,023,584.36	60,353,471.00	-7,200,034.88
	<b><u>OTHER RECURRENT PAYMENTS/EXPENDITURE:</u></b>				<b>0</b>
223,920,226.97	Repayments :External Loans: LGC	19	203,611,651.52		-
<b>1,830,889,369.01</b>	<b>TOTAL EXPENDITURE:</b>		<b>2,606,430,908.22</b>	<b>1,695,922,515.90</b>	<b>-</b>
<b>3,607,513.89</b>	<b>OPERATING BALANCE:</b>		<b>29,969,771.82</b>	<b>188,665,648.10</b>	<b>0</b>
	<b><u>APPROPRIATIONS/ TRANSFERS:</u></b>				<b>0</b>
<b>3,607,513.89</b>	Transfers to Capital Development Fund:	9	<b>29,969,771.82</b>	<b>188,665,648.10</b>	70,030,228.18

**EDU LOCAL GOVERNMENT OF KWARA STATE**  
**STATEMENT 4**  
**STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2018**

<b>YEAR 2017</b>		<b>NO TES</b>	<b>CAPITAL EXPENDITURE 2018</b>	<b>BUDGET 2018</b>	<b>PERF</b>
<b>₦ k</b>	<b>OPENING BALANCE</b>		<b>₦ k</b>	<b>₦ k</b>	
	<b>ADD: REVENUE</b>				
3,607,513.89	Transfer From Consolidated Revenue Fund	6	<b>29,969,771.82</b>	100,000,000.00	



	Other Internal Loans (Promissory Notes)				
	Internal Loans from other funds				
	Special Allocation				
3,607,513.89	<b>Total Revenue Available</b>	<b>6</b>	<b>29,969,771.82</b>	100,000,000.00	
	Less: Capital Expenditure				
2,722,000.00	Capital Expenditure: General Public Services:	11	10,530,170.30	11,553,150.00	
	Capital Expenditure: Defense				
	Capital Expenditure: Public Order and safety				
	Capital Expenditure: Economic Affairs,	11	12,050,000.00	12,750,000.00	
	Capital Expenditure: Environmental Protection				
	Capital Expenditure: Housing and Community Development	11	2,722,200.00	8,829,089.00	
	Capital Expenditure: Health				
	Capital Expenditure: Recreation, Culture and Religion	11	4,300,000.00	4,500,000.00	
	Capital Expenditure: Education				
	Capital Expenditure: Social Protection				
<b>2,722,000.00</b>	<b>TOTAL CAPITAL EXPENDITURE:</b>	<b>11</b>	<b>29,602,370.30</b>	33,112,239.00	
<b>885,513.89</b>	<b>Closing Balance:</b>		<b>367,401.52</b>		

**Responsibility for Financial Statement**

These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council. To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

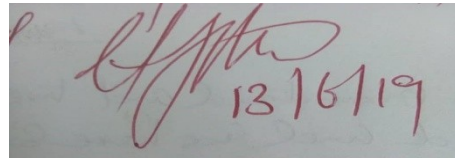
**Signature** 

We accept responsibility for the integrity of these financial statements. The information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.

In our opinion, these financial statements fairly reflect the financial position of Edu Local Government as at 31<sup>st</sup> December 2018 and its operations for the year ended on that date.



Chairman.....



Treasurer.....

## EKITI LOCAL GOVERNMENT COUNCIL

### i. RECURRENT REVENUE

The Revenue Section of the Treasury Department was observed not to have put in their optimum performance which gave rise to generation of a meagre amount of **Five Million, Sixty-Five Thousand, Five Hundred and Fifty-Seven Naira, Sixteen Kobo (₦5,065,557.16K)** which is 38.27% of the budgeted amount of **Thirteen Million, Two Hundred and Thirty-Six Thousand, Nine Hundred and Thirty-Eight Naira, Ninety-One Kobo (₦13,236,938.91K)**.

Furthermore, the Internally Generated Revenue of the Council for the year was **0.43%** of total recurrent revenue despite the realization of a sum of **One Million, Six Hundred Thousand Naira Only (₦1,600,000.00k)** from disposal of unserviceable items during the year. This is considerably too low to the ratio of **0.48%** obtained in previous year.

## BUDGET VERSUS ACTUAL RECURRENT REVENUE

<i>2017 ACTUAL</i>		DETAILS	<i>2018 BUDGET</i>		<i>2018 ACTUAL</i>		VARIANCE		<i>% PERF</i>
N	K		N	K	N	K	N	K	
4,000.00		Direct Taxes	261,300.00		-		(261,300.00)		0.00
585,244.84		Licences	1,224,912.64		923,320.24		(301,592.40)		75.38%
3,521,148.08		Fees:	3,920,627.20		347,817.53		(3,572,809.67)		8.87%
-		Fines			328,765.00		328,765.00		
-		Sales			1,792,000.69		1,792,000.69		
75,600.00		Earnings :	106,980.00		-		(106,980.00)		0.00%
20,999.96		Sales/Rent of Government Buildings:	397,400.00		837,776.83		440,376.83		210.81%
5,635,476.21		Repayments-General:	7,326,119.07		835,876.87		(6,490,242.20)		11.41%
<b>9,842,469.09</b>		<b>Sub-Total: Internally Generated Revenue A</b>	<b>13,237,338.91</b>		<b>5,065,557.16</b>		<b>(8,171,781.75)</b>		38.27%
719,006,536.77		Statutory Allocations: FAAC	1,077,245,177.52		1,078,245,177.52		1,000,000.00		100.09%
		Exchange Gain Difference			16,705,244.51		16,705,244.51		
10,992,554.69		Sure-P/Augmentation/Contribution from other Local Government	14,290,321.09		23,595,408.58		9,305,087.49		165.11%
		Forex Equalization Fund			43,328,883.31		43,328,883.31		
		Excess Bank Charges			277,534.42		277,534.42		
23,857,597.87		Share of 10% State IGR	30,000,000.00		28,049,636.82		(1,950,363.18)		93.50%
<b>753,856,689.33</b>		<b>Sub-Total: Statutory Share B</b>	<b>1,121,535,498.61</b>		<b>1,190,201,885.16</b>		<b>68,666,386.55</b>		<b>106.12%</b>
<b>763,699,158.42</b>		<b>Grand Total (A+B)</b>	<b>1,134,772,837.52</b>		<b>1,195,267,442.32</b>		<b>60,494,604.80</b>		<b>105.33%</b>

The Council Chairman is enjoined to set up Revenue driven task force comprising reputable personality to monitor the revenue collection of the Council.

ii. CAPITAL RECEIPTS

A sum of **Five Hundred and One Million, Nine Thousand, Nine Hundred and Two Naira, Fourteen Kobo (₦501,009,902.14K)** accrued to the Council as Capital Receipts out of which a whopping sum of **Two Hundred and Fifty Million Naira Only (₦250,000,000.00K)** (49.90%) was loan.

This will definitely put the Council in a tight financial pressure during the repayment period.

#### BUDGETED VERSUS ACTUAL CAPITAL RECEIPTS

<i>2017 ACTUAL</i>	DETAILS	2018BUDGET	<i>2018 CTUAL</i>	VARIANCE	% <i>PERF</i>
₦ K		₦ K	₦ K	₦ K	
222,164,151.68	Value Added Tax Allocation	288,813,397.19	251,009,902.14	(37,803,495.05)	86.91%
117,533,835.93	Domestic Loan	250,000,000.00	250,000,000.00	0.00	100.00%
28,627,023.37	Paris Club refund	130,000,000.00	-	(130,000,000.00)	0.00%
0	<b>Total</b>	0	501,009,902.14	(167,803,495.05)	74.91%

The Council Chairman is advised to refrain from securing loans to finance the recurrent activities of the Council.

#### iii. EXPENDITURES

The actual expenditure of the Council which is 81.81% of the appropriated sum of **₦2, 073,074,317.56K** was **₦1,696,001,634.42K**. Of this sum only an insignificant amount of **₦7,600,000.00K** (i.e. **0.45%**) was incurred on Capital Expenditure codes. Thus, most of the Capital receipts including the loan were expended on recurrent codes which are a financial mismatch.

YEAR 2017 ACTUAL	DETAILS	2018 ANNUAL BUDGET	YEAR 2018 ACTUAL	VARIANCE	% <i>PER</i>
₦ k		₦ k	₦ k	₦ k	
288,435,616.47	Personnel Costs (Including Salaries on CRF Charges):	495,563,734.80	419,452,550.41	76,111,184.39	84.64%
149,273,916.43	LG Contribution to Pension Fund,	405,000,000.00	387,394,763.62	17,605,236.38	95.65%

53,166,422.63	Overhead Charges:	128,854,218.00	114,345,247.69	14,508,970.31	88.74%
25,064,474.86	Consolidated Revenue Fund Charges ( Incl. Service Wide Votes)	20,000,000.00	37,588,043.77	(17,588,043.77)	187.94%
387,805,838.58	Subvention To SUBEB	574,411,089.58	463,341,727.45	111,069,362.13	80.66%
7,146,483.03	Subvention to parastatals	8,500,040.00	11,831,486.99	(3,331,446.99)	139.19%
-	Subvention To Traditional Council	68,000,000.00	50,833,162.97	17,166,837.03	74.75%
	Capital Expenditure: Sector By Sector	167,909,023.18	7,600,000.00	160,309,023.18	4.53%
208,734,565.26	Loan Repayment	0.00	0.00	0.00	
12,082,665.36	Other Loan Repayment	204,836,212.00	203,614,651.52	1,221,560.48	99.40%
<b>1,131,709,982.62</b>	<b>Total</b>	<b>2,073,074,316.98</b>	<b>1,696,001,634.42</b>	<b>377,072,683.14</b>	<b>81.81%</b>

**iv. CASH AND BANK BALANCES**

The balance in bank amounting to **One Million, One Hundred and Seventy-Six Thousand, Four Hundred and Ninety-One Naira, Fifty-Six Kobo (₦1,176,491.56K)** could not be confirmed as the bank statements and their reconciliations were not made available by the Council Treasurer.

The LGT is to present Certified Bank Statements of all the bank accounts maintained by the Council and the associated Reconciliation with other relevant records for authentication of the bank balance.

**v. TOTAL EXTERNAL AND INTERNAL LOANS**

The Total External and Internal Loans given as **₦101,654,362.76K** could not be certified correct. **₦250,000,000.00K** was obtained during the year out of which a sum of **₦203,614,651.52K** was repaid in the course of the year. Hence, the expected outstanding balance is **₦46,385,348.48K**.

**vi. DEPOSITS**

The sum of **Eighteen Million, Eight Hundred and Fifty-Six Thousand, Two Hundred and Seventy-Seven Naira, Ninety-Nine Kobo (₦18,856,277.99K)** given in the Statement of Asset and Liabilities is the outstanding deposits since 2017 Financial year. Means of gradual settlement needs to be adopted by the Council to prevent continual retention on future financial statements.

**vii. OUTSTANDING SALARIES**

The details of outstanding salary of **₦214,186,246.95K** as at 31<sup>st</sup> December, 2017 was not disclosed in Note 16 to the statement. This was, however, claimed to have been reduced to **₦154,932,600.03K** by a sum of **₦59,253,646.92K** during the year under review.

Should this claim be true, the total salary paid in the year would have been **₦414,685,841.84K** when **₦59,253,646.92K** is added to the current period salary of **₦355,432,194.92K**. The Council Treasurer should please explain why the actual personnel cost was **₦419,452,550.41K** but not the expected sum of **₦414,685,841.92K**.

**viii. ARREARS OF STATUTORY AUDIT FEES**

The amount of this as at 31<sup>st</sup> December, 2007 was not provided in Note 17 to the statement, however, the amount was given as **₦7,000,000.00K** in the statement of Assets and Liabilities. Thus, a sum of **₦1,937,500.00K** only was paid during the year in addition to **₦2,000,000.00K** due for the year under review. The total amount of **₦3,937,500.00K** settled in the year could not be traced in the financial statements.

The Council Treasurer is to clarify the code of expenditure where this was embedded while the Council is to intensify effort in settling the outstanding balance of **₦5,062,500.00K** within the shortest possible time.

**ix. BUDGET PREPARATION**

Both initial and supplementary budgets were not properly prepared as some codes' detail conflict with their summary. This has negative effect on the presentation of budget information on financial statement.

The Council Chairman is to ensure adequate internal check is conducted on both draft estimate prior to laying it before legislatures and the Appropriation Bill before granting accent.

**x. BUDGET IMPLEMENTATION**

Some codes/ sub-codes of Budget are still being poorly implemented as there were extra budgetary spending in them which the supplementary budget did not accommodate.

This was observed in nearly all the departments.

The Council Chairman is to ensure proper implementation of future budgets and their proper assessment before preparation of supplementary estimate to avoid reoccurrence.



**EKITI LOCAL GOVERNMENT, KWARA STATE.**

**STATEMENT NO. 1**

**CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2018**

<b>ANNUAL BUDGET 2018</b>		<b>NOTES</b>	<b>ACTUAL YEAR 2018</b>	<b>ACTUAL YEAR 2017</b>
<b>₦ K</b>			<b>₦ K</b>	<b>₦ K</b>
	<b><u>Cash Flows from Operating Activities:</u></b>			
	<u>Receipts:</u>			
1,077,245,177.52	Statutory Allocations: FAAC	1	1,078,245,177.52	719,006,536.77
288,813,397.19	Value Added Tax Allocation	1	251,009,902.14	222,164,151.68
<b>1,366,058,574.70</b>	<b>Sub-total - Statutory Allocation</b>		<b>1,329,255,079.66</b>	<b>941,170,688.45</b>

	<b>Independent Revenue</b>			
261,300.00	Direct Taxes	2		4,000.00
1,224,912.64	Licenses	2	923,320.24	585,244.84
3,920,627.20	Fees:	2	347,817.53	3,521,148.08
	Fines	2	328,765.00	-
	Sales	2	1,792,000.69	-
106,980.00	Earnings :	2		75,600.00
397,400.00	Sales/Rent of Government Buildings:	2	837,776.83	20,999.96
	Rent on Lands and Others:	2		-
7,326,119.07	Repayments-General:	2	835,876.87	5,635,476.21
<b>13,237,338.91</b>	<b>Sub-Total - Independent Revenue</b>		<b>5,065,557.16</b>	<b>9,842,469.09</b>
	<b>Other Revenue Sources of the Local Government</b>			
30,000,000.00	Share of 10% State IGR	3	28,049,636.82	23,857,597.87
	Exchange Gain Difference	3	16,705,244.51	-
14,290,321.09	Sure-P/Augmentation/Contribution from other Local Government	3	23,595,408.58	10,992,554.69
250,000,000.00	Domestic Loan	3	250,000,000.00	117,533,835.93
130,000,000.00	Paris Club refund	3	-	28,627,023.37
	Forex Equalization Fund	3	43,328,883.31	
	Excess Bank Charges	3	277,534.42	
<b>424,290,321.09</b>	<b>Sub- Total</b>		<b>361,956,707.64</b>	<b>181,011,011.86</b>
<b>1,803,586,234.71</b>	<b>Total Receipts</b>		<b>1,696,277,344.46</b>	<b>1,132,024,169.40</b>
	<b>Payments:</b>			
495,563,734.80	Personnel Costs ( Including Salaries on CRF Charges):	4	419,452,550.41	288,435,616.47
405,000,000.00	LG Contribution to Pension Fund,	5	387,394,763.62	149,273,916.43
128,854,218.00	Overhead Charges:	6	114,345,247.69	53,166,422.63
20,000,000.00	Consolidated Revenue Fund Charges (Incl. Service	7	37,588,043.77	25,064,474.86

	Wide Votes)			
574,411,089.58	Subvention To SUBEB	8	463,341,727.45	387,805,838.58
8,500,040.00	Subvention to parastatals	9	11,831,486.99	7,146,483.03
68,000,000.00	Subvention To Traditional Council	10	50,833,162.97	-
<b>1,700,329,082.38</b>	<b>Total Payments</b>		<b>1,484,786,982.90</b>	<b>910,892,752.00</b>
	<i>Net Cash Flow from Operating Activities</i>		<b>211,490,361.56</b>	<b>221,131,417.40</b>
	<b><u>Cash Flows from Investment Activities:</u></b>	-		
167,909,023.18	Capital Expenditure: Sector By Sector	11	(7,600,000.00)	
	<i>Net Cash Flow from Investment Activities:</i>		<b>(7,600,000.00)</b>	
	<b><u>Cash Flows from Financing Activities:</u></b>	-		
<b>204,836,212.00</b>	Loan Repayment	13	(203,614,651.52)	(208,734,565.26)
	Other Loan Repayment			(12,082,665.36)
	<i>Net Cash Flow from Financing Activities:</i>		<b>(203,614,651.52)</b>	<b>(220,817,230.62)</b>
	<b>Movement in Other Cash Equivalent Accounts</b>			
	<b>Total Cash flow from other Cash equivalent Accounts</b>			
	Net Cash for the year		<b>275,710.04</b>	<b>314,186.78</b>
	Cash & Its Equivalent as at 1st January, 2018		901,655.30	587,468.52
	Cash & Its Equivalent as at 31st December, 2018		<b>1,177,365.34</b>	<b>901,655.30</b>

**EKITI LOCAL GOVERNMENT**  
**STATEMENT NO. 2**  
**STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2018**

	NOTES	CURRENT YEAR 2018	CURRENT YEAR 2017
		₦ k	₦ k
<b><u>ASSETS:-</u></b>			
<b><u>Liquid Assets:-</u></b>			
Cash Balance as at 31st December 2017:	12	873.78	387,743.21
Bank Balance as at 31st December 2017:	12	1,176,491.56	513,912.09
-Other Bank of the Treasury		-	-
<b>TOTAL LIQUID ASSETS</b>		<b>1,177,365.34</b>	<b>901,655.30</b>
<b><u>Investments and Other Cash Assets:</u></b>			
Local Government Investments			
Imprests:-			
Advances:-			
<b>TOTAL INVESTMENTS AND OTHER CASH ASSETS</b>		<b>1,177,365.34</b>	<b>835,876.87</b>
Operating Liability over Asset		279,328,375.44	238,304,992.77
<b>TOTAL ASSETS</b>		<b>280,505,740.78</b>	<b><u>240,042,524.94</u></b>
<b><u>LIABILITIES:-</u></b>			
<b><u>PUBLIC FUNDS</u></b>			
Consolidated Revenue Fund:			
Capital Development Fund:			
<b>TOTAL PUBLIC FUNDS</b>			
<b><u>EXTERNAL AND INTERNAL LOANS</u></b>			

<b>TOTAL EXTERNAL AND INTERNAL LOANS</b>	<b>15</b>	101,654,362.76	
<b>OTHER LIABILITIES</b>			
Deposits:-	16	18,856,277.99	18,856,277.99
Outstanding Salaries	17	154,932,600.03	214,186,246.95
Arrears of Statutory Audit Fees	18	5,062,500.00	7,000,000.00
<b>TOTAL LIABILITIES</b>		<b><u>280,505,740.78</u></b>	<b><u>240,042,524.94</u></b>

**EKITI LOCAL GOVERNMENT**  
**STATEMENT NO. 3**  
**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

<i>ACTUAL YEAR 2017</i>		NOTES	<i>ACTUAL YEAR 2018</i>	FINAL BUDGET 2018	PERF
N k			N k	N k	%
587,468.52	Opening Balance		901,655.30		
	<i>ADD: REVENUE</i>				

719,006,536.77	Statutory Allocations: FAAC	1	1,078,245,177.52	1,077,245,177.52	99.91
222,164,151.68	Value Added Tax Allocation	1	251,009,902.14	288,813,397.19	115.06
<b>941,170,688.45</b>	<b>Sub-Total - Statutory Allocation</b>		<b>1,329,255,079.66</b>	<b>1,366,058,574.71</b>	
	<b>Independent Revenue</b>				
4,000.00	Direct Taxes	2	0	261,300.00	0
585,244.84	Licenses	2	923,320.24	1,224,912.64	132.66
3,521,148.08	Fees:	2	347,817.53	3,920,627.20	1,127.21
-	Fines	2	328,765.00	-	-
-	Sales	2	1,792,000.69	-	-
75,600.00	Earnings :	2	-	106,980.00	-
20,999.96	Sales/Rent of Government Buildings:	2	837,776.83	397,400.00	47.44
5,635,476.21	Repayment :General:	2	835,876.87	7,326,119.07	876.46
<b>9,842,469.09</b>	<b>Sub-Total - Independent Revenue</b>		<b>5,065,557.16</b>	<b>13,237,338.91</b>	
	Other Revenue Sources of the Local Government				
10,992,554.69	SURE-P/Augmentation/Contribution from other Local Government	3	23,595,408.58	14,290,321.09	165.11
23,857,597.87	Share of 10% State IGR	3	28,049,636.82	30,000,000.00	93.5
117,533,835.93	Domestic Loan	3	250,000,000.00	250,000,000.00	100
	Exchange Gain Difference	3	16,705,244.51		
	Forex Equalization Fund	3	43,328,883.31		
	Excess Bank Charges	3	277,534.42		

28,627,023.37	Paris Club	3	0	130,000,000.00	-
<b>181,011,011.86</b>	<b>SUB-TOTAL</b>		<b>361,956,707.64</b>	<b>424,290,321.09</b>	
<b>1,132,611,637.92</b>	<b>TOTAL REVENUE:</b>		<b>1,697,178,999.76</b>	<b>1,803,586,234.71</b>	
	<b><u>LESS:EXPENDITURE</u></b>				
288,435,616.47	Personnel Costs ( Including Salaries on CRF Charges):	4	419,452,550.41	495,563,734.80	84.29
149,273,916.43	LGC Govt. Contribution to Pension:	5	387,394,763.62	405,000,000.00	100.44
53,166,422.63	Overhead Charges:	6	114,345,247.69	128,854,218.00	41.7
25,064,474.86	Consolidated Revenue Fund Charges (Incl. Service Wide Votes)	7	37,588,043.77	20,000,000.00	
387,805,838.58	Subvention To SUBEB	8	463,341,727.45	574,411,089.58	
7,146,483.03	Subvention to Parastatals	9	11,831,486.99	8,500,040.00	
0	Subvention To Traditional Council	10	50,833,162.97	68,000,000.00	74.5
0	<b>OTHER RECURRENT PAYMENTS / EXPENDITURE:</b>				
208,734,565.26	Repayment of Loan	13	203,614,651.52	204,836,212.00	99
<b>1,119,627,317.26</b>	<b>TOTAL EXPENDITURE:</b>		<b>1,688,401,634.42</b>	<b>1,905,165,294.38</b>	
<b>12,984,320.66</b>	<b>OPERATING BALANCE:</b>		<b>8,777,365.34</b>	<b>-101,579,059.67</b>	
	<b><u>APPROPRIATIONS/ TRANSFERS:</u></b>				
901,655.30	Transfer to Capital Development Fund:		8,777,365.34	-101,579,059.67	

**EKITI LOCAL GOVERNMENT**

**STATEMENT NO. 4**

***STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018***

<b>ACTUAL 2017</b>		<b>NOTES</b>	<b>CAPITAL EXPENDITURE 2018</b>	<b>FINAL BUDGET 2018</b>	<b>PERF</b>
<b>₦ k</b>			<b>₦ k</b>	<b>₦ k</b>	<b>%</b>
	<b>Opening Balance:</b>				
	<b><u>ADD: REVENUE</u></b>				



901,655.30	Transfer from Consolidated Revenue Fund:	Smt 3	8,777,365.34		
-	Aid and Grants				
<b>901,655.30</b>	<b>TOTAL REVENUE AVAILABLE:</b>		<b>8,777,365.34</b>		
	<b><i>LESS: CAPITAL EXPENDITURE</i></b>				
-	Capital Expenditure: General Public Service:	10	3,400,000.00	32,062,773.18	10.60
-	Capital Expenditure: Public Order & Safety:	10		5,000,000.00	-
-	Capital Expenditure: Economic Affairs:	10		23,000,000.00	-
-	Capital Expenditure: Environmental Protection:	10		4,800,000.00	45.67
-	Capital Expenditure: Housing & Community Amenity:	10		45,246,250.00	-
-	Capital Expenditure: Health:	10		8,800,000.00	-
-	Capital Expenditure: Recreation, Culture & Religion:	10	4,200,000.00	5,000,000.00	84.00
-	Capital Expenditure: Education:	10		26,000,000.00	-
-	Capital Expenditure: Social Protection:			18,000,000.00	-
-	<b>TOTAL CAPITAL EXPENDITURE:</b>		<b>7,600,000.00</b>	<b>167,909,023.18</b>	-
<b>901,655.30</b>	<b>CLOSING BALANCE:</b>		<b>1,177,365.34</b>		

### **Responsibility for Financial Statement**


These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council. To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

**Signature** 

We accept responsibility for the integrity of these financial statements. The information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.

In our opinion, these financial statements fairly reflect the financial position of Ekiti Local Government as at 31<sup>st</sup> December 2018 and its operations for the year ended on that date.

  
Chairman.....

  
Treasurer.....

**IFELODUN LOCAL GOVERNMENT COUNCIL**

**i. RECURRENT REVENUE**

The total sum of **Two Billion, fifty-Four Million, four hundred and twenty Thousand, One Hundred and Fifty one Naira, only (₦2,054,420,151.00k)** accrued the Council as recurrent revenue during the year ended 31st December,2018 against the budgeted figure of **Two Billion, One Hundred and Seventy-Three Million Naira only (₦2,173,000,000.00k).**

**BUDGETED VERSUS ACTUAL RECURRENT REVENUE**

<b>ACTUAL 2017</b> ₦ k	<b>DETAILS</b>	<b>BUDGET 2018</b> ₦ k	<b>ACTUAL2018</b> ₦ k	<b>VARIANCE</b> ₦ k	<b>%PERF</b>
285,496.84	Direct Taxes	600,000.00	66,500.00	(533,500.00)	11.08%
5,644,378.73	Licenses	13,000,000.00	11,702,619.18	(1,297,380.82)	90.02%
7,911,754.89	Fees:	3,700,000.00	4,176,723.01	476,723.01	112.88%
584,700.00	Sales	75,000.00	3,000,000.00	2,925,000.00	4000.00%
1,137,372.52	Earnings :	2,200,000.00	1,754,510.62	(445,489.38)	79.75%
295,750.00	Sales/Rent of Government Buildings:	325,000.00	168,600.00	(156,400.00)	51.88%
686,344.44	Sale/Rent on Lands and Others:	5,100,000.00	511,700.00	(4,588,300.00)	10.03%
502,957.20	Repayments-General:		1,870,633.16	1,870,633.16	
<b>16,545,797.42</b>	<b>Sub-total - Independent Revenue</b>	<b>25,000,000.00</b>	<b>23,251,285.97</b>		
447,159,906.31	<b>Other Revenue Source of LG</b>				
	10% State Internal Revenue	50,000,000.00	49,506,137.82	(493,862.18)	99.01%
1,314,479,459.08	Federal Statutory Allocation	1,973,000,000.00	1,903,046,185.23	(69,953,814.77)	1973.00%

	Grants from other LGAs	100,000,000.00	18,304,879.74	(81,695,120.26)	
	Forex Equalization Fund		43,328,883.30	43,328,883.30	
	Exchange Gain Difference		16,705,244.51	16,705,244.51	
	Excess Bank Charges		277,534.45	16,705,244.51	
<b>1,761,639,365.39</b>	<b>Total Receipts</b>	<b>2,173,000,000.00</b>	<b>2,054,420,151.00</b>		

ii. **CAPITAL RECEIPTS**

A total sum of **Six Hundred and Ninety-Three Million, Nineteen Thousand, Three Hundred and Twelve Naira only (₦693,019,312.00k)** accrued to the Council purse as capital receipt against the budget of **Seven Hundred and Twenty-Three Million, Ten Thousand Naira only (₦723,010,000.00k)** for the year.

**BUDGETED VERSUS ACTUAL CAPITAL RECEIPTS**

<b>YEAR 2017</b>	<b>Details</b>	<b>BUDGET 2018</b>	<b>ACTUAL 2018</b>	<b>Variance</b>	<b>% Perf</b>
<b>₦</b>		<b>₦</b>	<b>₦</b>		
388,959,465.34	Value Added Tax Allocation	473,010,000.00	443,019,312.01	(29,990,687.99)	93.66%
	Excess (Parish fund)/Grants from N4B facility	250,000,000.00	250,000,000.00	-	100.00%
	<b>TOTAL</b>	<b>723,010,000.00</b>	<b>693,019,312.00</b>	<b>-29,990,688.00</b>	

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iii. EXPENDITURE

The total expenditure for the period under review is **Two Billion, Five Hundred and Forty-Four Million, Three Hundred and Sixteen Thousand, Seven Hundred and Fifty-Two Naira, Nineteen Kobo (₦2,544,316,752.19k)** while the budget is **Two Billion, Sixty-Eight Thousand Naira only (₦2,068,000,000.00k)** implying an over expenditure.

ACTUAL VERSUS BUDGETED EXPENDITURE

YEAR 2017	DETAILS	<i>ACTUAL YEA2018</i>	BUDGET 2018	VARIANCE	%PERF
569,330,622. 50	Personnel Costs (Including Salaries on CRF Charges):	745,616,630.00	746,000,000.00	383,370.00	100.05 %
43,583,112. 40	Overhead Charges:	105,203,363.19	151,452,000.00	46,248,636.81	143.96 %
	Consolidated Revenue Fund Charges (Incl. Service Wide Votes)	18,095,489.27	18,500,000.00	404,510.73	102.24 %
157,905,040.58	Ifelodun LGC Govt. Contribution to Pension	377,856,151.87	198,000,000.00	(179,856,151.87 )	52.40%
9,993,514. 52	Subvention to Parastatals: Traditional Council	14,011,846.52	14,048,000.00	36,153.48	100.26 %
7,855,221. 23	Other Operating Activities(Consultancy fee KWIRS)	2,212,250.70	8,500,000.00	6,287,749.30	384.22 %
1,075,871,984. 56	Other(SUBEB Salary Deduction)	1,195,745,160.6 9	862,000,000.00	(333,745,160.69 )	72.09%

55,287,244. 71	Traditional Council	85,575,859.95	87,500,000.00	1,924,140.05	102.25 %
<b>1,919,826,740.5 0</b>	<b>Total Payments</b>	<b>2,544,316,752.1 9</b>	<b>2,086,000,000.0 0</b>	<b>(458,316,752.19 )</b>	<b>81.99%</b>

**iv. CASH/BANK BALANCE**

The sum of **Six Hundred and Sixty-Seven Thousand, Six Hundred and Twenty-Six Naira, Eighty-Seven Kobo (N667,626.87k)** is indicated in the statement of Assets and Liabilities as cash and bank balances for the year ended 31st December ,2018.

**v. DEPOSIT LEDGER**

The sum of **Forty Million, Fifty-Seven Thousand, Seven Hundred and Sixty-Nine Naira, Fifty-Two Kobo (N40,057,769.52k)** was observed and confirmed as outstanding deposit to various Government Agencies in financial statement for the year ended 31st December,2018, details are contained in the domestic report.

**vi. INVESTMENTS**

A sum of **Ten Million, Eight Hundred and Seventeen Thousand, Twenty-Five Naira, Seventy-Eight Kobo (N10,817,025.78k)** carried forward from previous years was observed to be still outstanding as an un-recouped investment. Further effort should be intensified to recouped

**IFELODUN LOCAL GOVERNMENT OF NIGERIA  
STATEMENT 1  
CASHFLOW STSTEMENT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2018**

<b>BUDGET 2018</b>		<b>NOTES</b>	<b>ACTUAL 2018</b>	<b>ACTUAL 2017</b>
<b>₦ k</b>			<b>₦ k</b>	<b>₦ k</b>
	<b>Cash Flows from Operating Activities:</b>			
	<b>Receipts:</b>			
1,973,000,000.00	Statutory Allocations: FAAC	1	1,903,046,185.23	1,314,479,459.08
473,010,000.00	Value Added Tax Allocation	1	443,019,312.01	388,959,465.34
<b>2,446,010,000.00</b>	<b>Sub-total - Statutory Allocation</b>		<b>2,346,065,497.24</b>	<b>1,703,438,924.42</b>
	<b>Independent Revenue</b>			
600,000.00	Direct Taxes	2	66,500.00	285,496.84
13,000,000.00	Licences	2	11,702,619.18	5,644,378.73
3,700,000.00	Fees:	2	4,176,723.01	7,911,754.89
75,000.00	Sales	2	3,000,000.00	584,700.00
2,200,000.00	Earnings :	2	1,754,510.62	1,137,372.52
325,000.00	Sales/Rent of Government Buildings:	2	168,600.00	295,750.00
5,100,000.00	Sale/Rent on Lands and Others:	2	511,700.00	686,344.44
<b>25,000,000.00</b>	<b>Sub-total - Independent Revenue</b>		<b>21,380,652.81</b>	<b>16,545,797.42</b>
	<b>10% Share of state IGR</b>		<b>49,506,137.82</b>	
	<b>Exchange Gain Difference</b>		<b>16,705,244.51</b>	
	<b>Excess Bank Charges</b>		<b>277,354.43</b>	
	<b>Grant From other LG</b>		<b>18,304,879.74</b>	
	<b>Forex Equalization fund</b>		<b>43,328,883.30</b>	
			<b>250,000,000.00</b>	
400,000,000.00	Other Revenue Sources of the ----- Government	3	<b>378,122,499.80</b>	447,159,906.31
<b>2,871,010,000.00</b>	<b>Total Receipts</b>		<b>2,745,568,649.85</b>	<b>2,167,144,628.15</b>
	<b>Payments:</b>			
746,000,000.00	Personnel Costs ( Including Salaries on CRF Charges):	4	745,616,630.00	569,330,622.50

151,452,000.00	Overhead Charges:	6	105,203,363.19	43,583,112.40
18,500,000.00	Consolidated Revenue Fund Charges ( Incl. Service Wide Votes)		18,095,489.27	
198,000,000.00	Contribution to Pension	7	377,856,151.87	157,905,040.58
14,048,000.00	Subvention to Parastatals: Traditional Council	7	14,011,846.52	9,993,514.52
8,500,000.00	Other Operating Activities(Consultancy fee KWIRS)	7	2,212,250.70	7,855,221.23
862,000,000.00	Other(SUBEB Salary Deduction)	7	1,195,745,160.69	1,075,871,984.56
87,500,000.00	Traditional Council		85,575,859.95	55,287,244.71
<b>2,086,000,000.00</b>	<b>Total Payments</b>		<b>2,544,316,752.19</b>	<b>1,919,826,740.50</b>
<b>785,010,000.00</b>	<b>Net Cash Flow from Operating Activities</b>		<b>201,251,897.66</b>	<b>247,317,887.65</b>
	<b>Cash Flows from Investment Activities:</b>			
17,000,000.00	Capital Expenditure: General Public Services:	11	12,641,655.50	750,000.00
	Capital Expenditure: Defence			
17,000,000.00	Capital Expenditure: Public Order and Safety			
185,000,000.00	Capital Expenditure: Economic Affairs	11	5,950,120.00	2,500,000.00
5,000,000.00	Capital Expenditure: Environmental Protection	11	-	
30,000,000.00	Capital Expenditure: Housing and Community Development	11	6,736,600.00	2,000,000.00
20,000,000.00	Capital Expenditure: Health	11	3,000,000.00	
8,000,000.00	Capital Expenditure: Recreation, Culture and Religion			
50,000,000.00	Capital Expenditure: Education			
12,000,000.00	Capital Expenditure: Social Protection			
<b>344,000,000.00</b>	<b>Net Cash Flow from Investment Activities:</b>		<b>28,328,375.50</b>	<b>5,250,000.00</b>
	<b>Cash Flows from Financing Activities:</b>			
	Proceeds from Aid and Grants			
	Proceeds from External Loan :			
	Proceeds from Internal Loans: FGN/Treasury Bonds :		0	502,957.20
	Proceeds from Internal Loan:		1,870,633.16	0



444,000,000.00	Repayment of Internal Loan	23	-203,611,651.52	-223,920,220.97
	Repayment of Loans from Development of Nat Resources			
	Repayment of Loans from Other Funds	24		
<b>444,000,000.00</b>	<b><i>Net Cash Flow from Financing Activities:</i></b>		<b>-201,741,018.36</b>	<b>-223,417,263.77</b>
	<b>Movement in Other Cash Equivalent Accounts</b>			
	(Increase)/ Decrease in Investments			
	Net (Increase)/Decrease in Other Cash Equivalents:			
	<b>Total Cash flow from other Cash equivalent Accounts</b>			
	Net Cash for the year from all activities		<b>-28,817,496.20</b>	<b>18,650,623.88</b>
<b>-2,990,000.00</b>	Cash & Its Equivalent as at 1st January, 2018	12	29,484,943.07	10,834,319.19
	Cash & Its Equivalent as at 31st December, 2018	12	667,446.87	29,484,943.07

**STATEMENT 2**  
**STATEMENT OF ASSETS AND LIABILITIES AS AT 31<sup>ST</sup> DECEMBER, 2018**

	NOTES	2018		2017	
		₦	k	₦	k
<b><u>Liquid Assets:-</u></b>					
Cash Held by LGT as at 31st December 2018:	12	209,099.53		27,154,297.74	
Bank Balance as at 31st December, 2018:	12	458,527.34		2,330,645.33	
<b>TOTAL LIQUID ASSETS</b>		<b>667,626.87</b>		<b>29,484,943.07</b>	
<b><u>Investments and Other Cash Assets:</u></b>					
Local Government Investments	15	10,817,025.78		10,817,025.78	
Advances:-	17	4,171,998.31		6,042,631.47	
<b>TOTAL INVESTMENTS AND OTHER CASH ASSETS</b>		<b>14,989,024.09</b>		<b>16,859,657.25</b>	
<b>Excess of Assets over Liabilities</b>		459,260,984.91		287,357,256.32	
<b>TOTAL ASSETS</b>		<b>474,917,635.87</b>		<b>333,701,856.64</b>	
<b><u>LIABILITIES:-</u></b>					
<b><u>EXTERNAL AND INTERNAL LOANS</u></b>					
External Loans: LGC					
LGC Bonds & Treasury Bonds.					
Internal Loans from Other Funds	24				
<b>TOTAL EXTERNAL AND INTERNAL LOANS</b>					
<b><u>OTHER LIABILITIES</u></b>					
Deposits:-	25	41,754,220.25		3,147,866.21	

<b>Contingent liabilities</b>	26	433,163,415.62	330,554,020.54
<b>TOTAL LIABILITIES</b>		<b><u>474,917,635.87</u></b>	<b><u>333,701,886.75</u></b>

**IFELODUN LOCAL GOVERNMENT OF NIGERIA  
STATEMENT NO. 3**

**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

<b>ACTUAL YEAR 2017</b>		<b>NOTE S</b>	<b>YEAR 2018</b>	<b>BUDGET 2018</b>
<b>₦ k</b>			<b>₦ k</b>	<b>₦ k</b>
<b>10,834,319.19</b>	<b>Opening Balance:</b>		<b>29,484,943.07</b>	<b>2,990,000.00</b>
	<b><u>ADD: REVENUE</u></b>			
1,314,479,459.08	Statutory Allocations: FAAC	1	1,903,046,185.23	1,973,000,000.00
388,959,465.34	Value Added Tax Allocation	1	443,019,312.01	473,010,000.00
<b>1,703,438,924.42</b>	<b>Sub-Total - Statutory Allocation</b>		<b>2,346,065,497.24</b>	<b>2,446,010,000.00</b>
	<b>Independent Revenue:</b>			

285,496.84	Direct Taxes	2	66,500.00	600,000.00
5,644,378.73	Licences	2	11,702,619.18	13,000,000.00
7,911,754.89	Fees:	2	4,176,723.01	3,700,000.00
584,700.00	Sales	2	3,000,000.00	75,000.00
1,137,372.52	Earnings :	2	1,754,510.62	2,200,000.00
295,750.00	Sales/Rent of Government Buildings:	2	168,600.00	325,000.00
686,344.44	Sale/Rent on Lands and Others:	2	511,700.00	5,100,000.00
<b>16,545,797.42</b>	<b>Sub-Total - Independent Revenue</b>		<b>21,380,652.81</b>	<b>25,000,000.00</b>
447,159,906.31	<b>Other Revenue Sources of the LG Government</b>		378,122,679.80	400,000,000.00
<b>2,177,978,947.34</b>	<b>TOTAL REVENUE:</b>		<b>2,775,053,772.92</b>	<b>2,874,000,000.00</b>
	<b><i>LESS:EXPENDITURE</i></b>			
569,330,622.50	Personnel Costs ( Including Salaries on CRF Charges):	4	745,616,630.00	746,000,000.00
43,583,112.40	Overhead Charges:	5	105,203,363.19	151,452,000.00
	Consolidated Revenue Fund Charges ( Incl. Service Wide Votes)		18,095,489.27	18,500,000.00
157,905,040.58	Contribution to Pension:	6	377,856,151.87	198,000,000.00
9,993,514.52	Subvention to parastatal		14,011,846.52	14,048,000.00
7,855,221.23	Consultancy fee KWIRS	7	2,212,250.70	8,500,000.00

1,075,871,984.56	SUBEB Salary Arrears	7	1,195,745,160.69	862,000,000.00
55,287,244.71	Traditional Council	7	85,575,859.95	87,500,000.00
<b>1,919,826,740.50</b>	<b>OTHER RECURRENT PAYMENTS/EXPENDITURE:</b>		<b>2,544,316,752.19</b>	<b>2,086,000,000.00</b>
-502,957.20	Repayments: Other Internal Loan		-1,870,633.16	
223,417,263.77	Repayments: Internal Loans from Other Funds		203,611,651.52	194,000,000.00
<b>2,142,741,047.27</b>	<b>TOTAL EXPENDITURE:</b>		<b>2,746,057,770.55</b>	
<b>35,237,900.27</b>	<b>OPERATING BALANCE:</b>		<b>28,996,002.37</b>	<b>594,000,000.00</b>
	<b><u>APPROPRIATIONS/TRANSFERS:</u></b>			
<b>35,237,900.27</b>	Transfer to Capital Development Fund:	9	<b>28,996,002.37</b>	

**IFELODUN LOCAL GOVERNMENT OF NIGERIA**  
**STATEMENT NO. 4**  
**STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

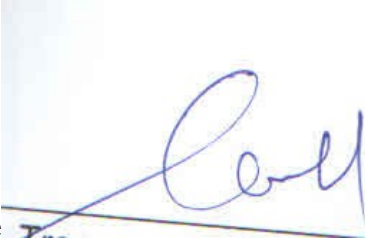
<b>YEAR 2017</b>		<b>NOTES</b>	<b>CAPITAL EXPENDITURE</b>	<b>BUDGET 2018</b>	<b>% PERF</b>
<b>₦ k</b>	<b>Opening Balance:</b>		<b>₦ k</b>	<b>₦ k</b>	
	<b><u>ADD: REVENUE</u></b>				
34,734,943.07	Transfer from Consolidated Revenue Fund:	9	28,996,002.37	344,000,000.00	
	Aid and Grants				
	External Loans: Ifelodun LGC				
<b>34,734,943.07</b>	<b>TOTAL REVENUE AVAILIABLE:</b>		<b>28,996,002.37</b>	<b>344,000,000.00</b>	

	<b><i>LESS: CAPITAL EXPENDITURE</i></b>				
750,000.00	Capital Expenditure: General Public Services:	11	12,641,655.50	17,000,000.00	
	Capital Expenditure: Defense	11		-	
	Capital Expenditure: Public Order and Safety	11		17,000,000.00	
2,500,000.00	Capital Expenditure: Economic Affairs	11	5,950,120.00	185,000,000.00	
	Capital Expenditure: Environmental Protection	11		5,000,000.00	
2,000,000.00	Capital Expenditure: Housing and Community Development	11	6,736,600.00	30,000,000.00	
	Capital Expenditure: Health	11	3,000,000.00	20,000,000.00	
	Capital Expenditure: Recreation, Culture and Religion	11		8,000,000.00	
	Capital Expenditure: Education	11		50,000,000.00	
	Capital Expenditure: Social Protection	11		12,000,000.00	
<b>5,250,000.00</b>	<b>TOTAL CAPITAL EXPENDITURE:</b>		<b>28,328,375.50</b>	<b>344,000,000.00</b>	
<b>29,484,943.07</b>	<b>CLOSING BALANCE:</b>		<b>667,626.87</b>		

**Responsibility for Financial Statement**

These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council. To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

**Signature** 

We accept responsibility for the integrity of these financial statements. The information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.



In our opinion, these financial statements fairly reflect the financial position of Ifelodun Local Government as 31<sup>st</sup> December 2018 and its operations

for the year ended on that date.

A handwritten signature in blue ink, appearing to be 'C. O. O.', written over a horizontal line.A handwritten signature in red ink, consisting of several overlapping loops and a long horizontal stroke.

Treasurer.....

Chairman.....

## ILORIN EAST LOCAL COUNCIL

### i. RECURRENT REVENUE

The total sum of **One Billion, Nine Hundred and Seventy-Nine Million, Six Hundred and Forty Six Thousand, Nine Hundred and Fifty Seven Naira, Two Kobo (₦1,979,646,957.02k)** accrued to the Council purse for the year ended 31st December, 2018 against the budgeted figure of **One Billion, Nine Hundred and Three Million, One Hundred and Seventy Seven Thousand, Four Hundred and Ten Naira Only (₦1,903,177,410.00k)**.

#### BUDGET VERSUS ACTUAL RECURRENT REVENUE

<i>2017 ACTUAL</i>		DETAILS	<i>2018 BUDGET</i>		<i>2018 ACTUAL</i>		VARIANCE		<i>PERF</i>
₦	K		₦	K	₦	K	₦	K	%
-		Direct Taxes	200,000.00		-		-200,000.00		0%
3,903,667.24		Licences	11,000,000.00		5,677,120.28		-5,322,879.72		52%
11,859,540.36		Fees:	18,100,000.00		4,998,977.45		-13,101,022.55		28%
314,294.50		Sales	350,000.00		238,500.00		-111,500.00		68%
-		Earnings :	500,000.00		-		-500,000.00		0%
-		Sales/Rent of Government Buildings:	3,000,000.00		6,123,319.00		3,123,319.00		204%
375,200.00		Rent on Lands and Others:	7,800,000.00		8,122,766.92		322,766.92		104%
-		Proceeds from Development of Nat Resources	-		1,788,101.63		1,788,101.63		
<b>16,452,702.10</b>		<b>Sub-Total: Independent Revenue</b>	<b>40,950,000.00</b>		<b>26,948,785.28</b>		<b>-14,001,214.72</b>		<b>66%</b>
1,137,124,096.04		Statutory Allocations: FAAC	1,675,654,310.00		1,646,278,805.00		-29,375,505.00		98%
68,346,334.84		Exchange Gain Difference	150,000,000.00		16,705,244.51		-133,294,755.49		11%
162,071,770.94		Sure-P/ Augmentation/ Contribution from other Local Government	-		203,281,153.00		203,281,153.00		

-	Forex Equalization Fund	-	43,328,883.30	43,328,883.30	
-	Excess Bank Charges	-	277,534.43	277,534.43	
36,410,823.61	Share of 10% State IGR	36,573,100.00	42,826,551.50	6,253,451.50	117%
<b>1,403,953,025.43</b>	<b>Sub-Total: Dependent Revenue</b>	<b>1,862,227,410.00</b>	<b>1,952,698,171.74</b>	<b>90,470,761.74</b>	<b>105%</b>
<b>1,420,405,727.53</b>	<b>Total Recurrent Revenue</b>	<b>1,903,177,410.00</b>	<b>1,979,646,957.02</b>	<b>76,469,547.02</b>	<b>104%</b>

The Council Chairman is enjoined to set up Revenue driven task force comprising reputable personality to monitor the revenue collection of the Council.

## ii. CAPITAL RECEIPTS

The sum of **Six Hundred and Thirty Three Million, Two Hundred and Forty Five Thousand, One Hundred and Ninety Three Naira, Fifty Four Kobo (N633,245,193.54k)** accrued to the Council purse as capital receipts during the year ended 31st December, 2018, against the budgeted sum of **Six Hundred and Ninety Three Million, Two Hundred and thirty Five Thousand, Two Hundred and Ninety Naira Only (N693,235,290.00k)**. Thus, the total sum of **Two Billion, Six Hundred and Twelve Million, Eight Hundred and Ninety Two Thousand, One Hundred and Fifty Naira, Fifty Six Kobo (N2,612,892,150.56k)** comprising the recurrent revenue and capital receipts were available to the Council to finance all its activities. The breakdown of the capital receipts is analyzed below:

### BUDGETED VERSUS ACTUAL CAPITAL RECEIPTS

<i>2017 ACTUAL</i>	DETAILS	2018 BUDGET	<i>2018 ACTUAL</i>	VARIANCE	<i>PERF</i>
N K		N K	N K	N K	%
308,657,989.35	Value Added Tax Allocation	343,235,290.00	383,245,193.54	40,009,903.54	112
50,745,454.85	Domestic Loan	350,000,000.00	250,000,000.00	<b>-100,000,000.00</b>	71

359,403,444.20	Total	693,235,290.00	633,245,193.54	-59,990,096.46	91
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The Council Chairman is advised to refrain from securing loans to finance the recurrent activities of the Council.

### iii. EXPENDITURES

The total sum of **Two Billion, Six Hundred and Nineteen Million, Eight Hundred and Twenty-Four Thousand, Four Hundred and Twenty-Four Naira, Sixty-Nine Kobo (₦2,619,824,424.69K)** was expended by the Council during the year under review against the budgeted sum of **Two Billion, Six Hundred and Eighty Million, Eight Hundred and Sixty-Two Thousand, Seven Hundred Naira Only (₦2,680,862,700.00k)**. The breakdown is as below:

2017 ACTUAL ₦ K	DETAILS	2018 BUDGET ₦ K	2018 ACTUAL ₦ K	VARIANCE ₦ K	% PER
463,528,405.93	Personnel Costs (Including Salaries on CRF Charges):	894,250,000.00	727,848,162.99	166,401,837.01	81
157,905,040.60	LG Contribution to Pension Fund,	362,000,000.00	393,357,927.38	-31,357,927.38	109
52,571,589.78	Overhead Charges:	-	103,505,890.80	-103,505,890.80	
-	Consolidated Revenue Fund Charges (Incl. Service Wide Votes)	-	18,559,476.82	-18,559,476.82	
786,824,768.51	Teachers Salary SUBEB	810,000,000.00	1,028,567,360.99	-218,567,360.99	127
	Subvention to parastatals	-	13,540,756.89	-13,540,756.89	
50,806,313.54	Contribution to traditional council	87,000,000.00	72,737,490.94	14,262,509.06	84

<b>43,618,530.00</b>	Capital Expenditure: Sector By Sector	177,612,700.00	57,016,930.00	120,595,770.00	32
-	Loan Repayment	350,000,000.00	203,611,651.50	146,388,348.50	58
6,657,039.98	Other Operating Expenses/KWIRS Consultancy fees	-	1,078,776.38	<b>-1,078,776.38</b>	
<b>1,561,911,688.34</b>	<b>Total</b>	<b>2,680,862,700.00</b>	<b>2,619,824,424.69</b>	<b>61,038,275.31</b>	<b>98</b>

#### iv. CASH AND BANK BALANCES

The sum of **Thirteen Million, Fifty-Eight Thousand, Seven Hundred and Eighty-Three Naira, Fifty- Nine Kobo (₦13,058,783.59k)** indicated in the Assets and Liabilities is the balance for the year ended 31<sup>st</sup> December, 2018.

#### v. ADVANCES

**Eleven Million, Eighty-Eight Thousand, and Seventy-Six Naira, Eight Kobo (₦11,088,076.08k)** is shown on the statement of Assets and liabilities as outstanding personal advances, details are contained in the domestic reports.

#### vi. OUTSTANDING STATUTORY AUDIT FEE

The sum of **Five Million, Sixty-Two Thousand, Five Hundred Naira Only (₦5,062,500.00k)** arrears of audit fee is expected to have been remitted to the State Government.

## 5. ILORIN EAST

### ILORIN EAST LOCAL GOVERNMENT, KWARA STATE

**STATEMENT NO. 1**

***CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2018***

<b>ANNUAL BUDGET 2018</b>		<b>NOTE S</b>	<b>2018</b>	<b>2017</b>
<b>₦</b>			<b>₦</b>	<b>₦</b>
<b>K</b>			<b>K</b>	<b>K</b>
	<b>Cash Flows from Operating Activities:</b>			
	Receipts:			
1,675,654,310.00	Statutory Allocations: FAAC	<b>1</b>	1,646,278,805.00	1,137,124,096.04
343,235,290.00	Value Added Tax Allocation	<b>1</b>	383,245,193.54	308,657,989.35
<b>2,018,889,600.00</b>	<b>Sub-total - Statutory Allocation</b>		<b>2,029,523,998.54</b>	<b>1,445,782,085.39</b>
	<b>Independent Revenue</b>			
200,000.00	Direct Taxes	<b>2</b>		
11,000,000.00	Licenses	<b>2</b>	5,677,120.28	3,903,667.24
18,100,000.00	Fees:	<b>2</b>	4,998,977.45	11,859,540.36
35,000.00	Sales	<b>2</b>	8,500.00	314,294.50
50,000.00	Earnings :	<b>2</b>		
3,000.00	Sales/Rent of Government Buildings:	<b>2</b>	6,123,319.00	
7,800,000.00	Rent on Lands and Others:	<b>2</b>	8,122,766.92	375,200.00
<b>40,950,000.00</b>	<b>Sub-total - Independent Revenue</b>		<b>25,160,683.65</b>	<b>16,452,702.10</b>
	<b>Other Revenue Sources of the Local</b>			

	<b>Government</b>				
36,57 3,100.00	Share of 10% State IGR		<b>1</b>	42,826 ,551.50	36,410, 823.61
150,00 0,000.00	Excess Crude Oil /Exchange Difference		<b>1</b>	16,705 ,244.51	68,346, 334.84
	Forex Equalization			43,328 ,883.30	
	Excess Bank Charges			27 7,534.43	
350,00 0,000.00	Domestic Loan		<b>1</b>	250,000 ,000.00	50,745, 454.85
-	Grants from Other Local Governments		<b>1</b>	203,281 ,153.00	155,771, 770.94
-	Other Revenue		<b>1</b>		6,300, 000.00
<b>536,573,100.00</b>	<b>Total Receipts</b>			<b>2,611,1 04,048.93</b>	<b>1,779,80 9,171.73</b>
	<b>Payments:</b>	-	-	-	-
894,25 0,000.00	Personnel Costs ( Including Salaries on CRF Charges):		<b>4</b>	727,848 ,162.99	463,528, 405.93
362,00 0,000.00	Contributions to Pension		<b>5</b>	393,357 ,927.38	157,905, 040.60
	Overhead Charges:		<b>6</b>	103,505 ,890.80	52,571, 589.78
87,00 0,000.00	Contribution to traditional council		<b>7B</b>	72,737 ,490.94	50,806, 313.54
810,00 0,000.00	Teachers Salary SUBEB		<b>8</b>	1,028,567 ,360.99	786,824, 768.51
	Consolidated Revenue Fund Charges ( Incl. Service Wide Votes)		<b>7A</b>	18,559 ,476.82	
	Subvention to Parastatals		<b>19</b>	13,540 ,756.89	
-	Other Operating Activities/KWIRS Consultancy fees		<b>10</b>	1,07 8,776.38	6,657, 039.98
<b>2,153,250,000.0</b>	<b>Total Payments</b>			<b>2359195843</b>	<b>1,518,293,</b>

0				158.34
4443,162,700.00	<i>Net Cash Flow from Operating Activities</i>		251,908,205.74	261,516,013.39
	<b><u>Cash Flows from Investment Activities:</u></b>			
13,000,000.00	Capital Expenditure: General Public Service:	11	-	-
40,000,000.00	Capital Expenditure: Economic Affairs:	11	-	-
53,612,700.00	Capital Expenditure: Environmental Protection:	11	43,618,530.00	43,618,530.00
10,500,000.00	Capital Expenditure: Housing & Community Amenity:	11	6,148,400.00	-
20,000,000.00	capital expenditure: Health:	11	7,250,000.00	-
10,500,000.00	Capital Expenditure: Recreation, Culture & Religion:	11	-	-
30,000,000.00	Capital Expenditure: Education:	11	-	-
177,612,700.00	<i>Net Cash Flow from Investment Activities:</i>		57016930	43618530
	<b><u>Cash Flows from Financing Activities:</u></b>			
-	Proceeds from Aid and Grants	10		
-	Proceeds from External Loan :	19		
-	Proceeds from Internal Loans: FGN/Treasury Bonds :	20		
-	Proceeds from Internal Loan: NTBs etc.	21		
-	Proceeds from Development of Nat Resources	23	1,788,101.63	
-	Proceeds of Loans from Other Funds	24		
350,000,000.00	Repayment of Loans from Other Funds	24	-203,611,651.50	-211,837,561.60
350,000,000.00	<i>Net Cash Flow from Financing Activities:</i>		(201,823,549.89)	(211,837,561.61)



	<b>Movement in Other Cash Equivalent Accounts</b>				
-	(Increase)/ Decrease in Investments				
-	Net (Increase)/Decrease in Other Cash Equivalents:				
<b>0</b>	<b>Total Cash flow from other Cash equivalent Accounts</b>				
-	Net Cash for the year			-	6,059,921.78
			6,932,274.15		
-	Cash & Its Equivalent as at 1st January, 2018			19,991,057.74	13,931,136.90
-	Cash & Its Equivalent as at 31st December, 2018			<b>13,058,783.59</b>	<b>19,991,058.68</b>

**ILORIN EAST LOCAL GOVERNMENT**  
**STATEMENT NO. 2**  
**STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2018**

	NOTE S	CURRENT YEAR 2018	PREVIOUS YEAR 2017
<b><u>ASSETS:-</u></b>		N      K	N      K
<b><u>Liquid Assets:-</u></b>			
Cash and cash equivalent	12	13,058,783.59	19,991,060.13
Bank Reconciliation Balance as at 31st December 2018:	12		
<b>TOTAL LIQUID ASSETS</b>		<b>13,058,783.59</b>	<b>19,991,060.13</b>
<b><u>Investments and Other Cash Assets:</u></b>			
Local Government Investments	15	1,594,277.47	1,594,277.47
Imprests:-	16	170,000.00	170,000.00
Advances:-	17	11,088,076.08	12,876,177.71

<b>TOTAL INVESTMENTS AND OTHER CASH ASSETS</b>		<b>25,911,137.14</b>	<b>34,631,515.31</b>
Operating Liability over Asset		576,496,784.32	648,541,918.32
<b>TOTAL ASSETS</b>		<b><u>602,407,921.46</u></b>	<b><u>683,173,433.63</u></b>
<b><u>LIABILITIES:-</u></b>			
<b><u>EXTERNAL AND INTERNAL LOANS</u></b>			
External Loans: LGC			
LGC Bonds & Treasury Bonds.			
Nigerian Treasury Bills (NTB)			
Development Loan Stock			
Other Internal Loans( Promissory Notes)			
Internal Loans from Other Funds			
<b>TOTAL EXTERNAL AND INTERNAL LOANS</b>			
<b>OTHER LIABILITIES</b>			
Deposits:-	25	41,080,279.58	40,353,593.77
Arrears of statutory audit fee	27	5,062,500.00	7,000,000.00
Other un-remitted Statutory Deduction	28	45,311,957.35	45,311,957.35
Outstanding Salaries And Leave Bonus	26	460,578,727.18	538,195,925.16
<b>TOTAL LIABILITIES</b>		<b><u>602,407,921.46</u></b>	<b><u>683,173,433.63</u></b>

**ILORIN EAST LOCAL GOVERNMENT**  
**STATEMENT NO. 3**  
**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

ACTUAL 2017		NOTES	ACTUAL 2018		BUDGET 2018		VARIANCE	
N	K		N	K	N	K	N	K
			<b>19,991,057.74</b>					
			<b><u>ADD: REVENUE</u></b>					
1,137,124,096.04		<b>1</b>	Statutory Allocations: FAAC		1,646,278,805.00	1,675,654,310.00	-29,375,505.00	
308,657,989.35		<b>1</b>	Value Added Tax Allocation		383,245,193.54	343,235,290.00	40,009,903.54	
<b>1,445,782,085.39</b>			<b>Sub-Total - Statutory Allocation</b>		<b>2,029,523,998.54</b>	<b>2,018,889,600.00</b>	<b>10,634,398.54</b>	
			<b>Independent Revenue</b>				<b>0.00</b>	
		<b>2</b>	Direct Taxes			200,000.00	<b>-200,000.00</b>	
3,903,667.24		<b>2</b>	Licences		5,677,120.28	11,000,000.00	<b>-5,322,879.72</b>	
		<b>2</b>	Mining Rents:			-		
		<b>2</b>	Royalties			-		
11,859,540.36		<b>2</b>	Fees:		4,998,977.45	18,100,000.00	-13,101,022.55	
		<b>2</b>	Fines			-		
314,294.50		<b>2</b>	Sales		238,500.00	350,000.00	-111,500.00	
		<b>2</b>	Earnings :			500,000.00	-500,000.00	
		<b>2</b>	Sales/Rent of Government Buildings:		6,123,319.00	3,000,000.00	3,123,319.00	
375,200.00		<b>2</b>	Rent on Lands and Others:		8,122,766.92	7,800,000.00	322,766.92	
		<b>2</b>	Repayment: General:				0.00	
		<b>2</b>	Investment Income			-		
		<b>2</b>				-		
		<b>2</b>	Re-Imbursements			-		
<b>16,452,702.10</b>			<b>Sub-Total - Independent Revenue</b>		<b>25,160,683.65</b>	<b>40,950,000.00</b>	<b>-15,789,316.35</b>	

					<b>0.00</b>
	Other Revenue Sources of the Local Government				
6,300,000.00	Grants from Other Local Governments	1	203,281,153.00	0	203,281,153.00
36,410,823.61	Share of 10% State IGR	1	42,826,551.50	36,573,100.00	6,253,451.50
50,745,454.85	Paris Club Refund	1			0.00
155,771,770.94	Other Revenue Sources of the Local Government	1			0.00
	Domestic Loan	3	250,000,000.00	350,000,000.00	-
68,346,334.84	Excess Crude/ Exchange Difference	1	16,705,244.51	150,000,000.00	-
	Forex Equalization		43,328,883.30		43,328,883.30
	Excess Bank Charges		277,534.43		<b>277,534.43</b>
<b>317,574,384.24</b>	<b>SUB-TOTAL</b>		<b>556,419,366.74</b>	<b>536,573,100.00</b>	<b>19,846,266.74</b>
<b>1,779,809,171.73</b>	<b>TOTAL REVENUE:</b>		<b>2,631,095,106.67</b>	<b>2,596,412,700.00</b>	<b>34,682,406.67</b>
	<b><i>LESS:EXPENDITURE</i></b>				
463,528,405.93	Personnel Costs ( Including Salaries on CRF Charges):	4	727,848,162.99	740,000,000.00	-12,151,837.01
157,905,040.60	LGC Contribution to Pension:	5	393,357,927.38	362,000,000.00	31,357,927.38
52,571,589.78	Overhead Charges:	6	103,505,890.80	200,000,000.00	-96,494,109.20
50,806,313.54	Consolidated Revenue Fund Charges ( Incl. Service Wide Votes)	7 A	18,559,476.82	87,000,000.00	-68,440,523.18
786,824,768.51	Teachers/ SUBEB Salary	8	1,028,567,360.99	810,000,000.00	218,567,360.99
	Subvention to Parastatals	19	13,540,756.89		13,540,756.89
	Contribution to Traditional	7	72,737,490.94		72,737,490.94

	Council	B			
6,657,039.98	Other operating activities/KWIRS Consultancy fees	10	1,078,776.38		1,078,776.38
	<b>OTHER RECURRENT PAYMENTS / EXPENDITURE:</b>				
	Repayments: External Loans: LGC	19			-
	Repayments: LGC Bonds & Treasury Bonds.	20			-
	Repayments :Nigerian Treasury Bills (NTB)	21			-
	Repayments: Development Loan Stock	22			-
	Repayments: Other Internal Loans	21			-
211,837,561.61	Repayments: Internal Loans from Other Funds	24	201,823,549.90	350,000,000.00	- 148,176,450.10
<b>1,730,130,719.95</b>	<b>TOTAL EXPENDITURE:</b>		<b>2,561,019,393.09</b>	<b>2,549,000,000.00</b>	<b>12,019,393.09</b>
<b>49,678,451.78</b>	<b>OPERATING BALANCE:</b>		70,075,713.58		50,129,653.46
	<b><u>APPROPRIATIONS/ TRANSFERS:</u></b>				-
49,678,451.78	Transfer to Capital Development Fund:	9	70,075,713.59		70,075,713.59

**ILORIN EAST LOCAL GOVERNMENT**  
**STATEMENT NO. 4**  
**STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

ACTUAL 2017		NOTES	CAPITAL EXPENDITURE 2018		BUDGET 2018		PERF
N	K		N	K	N	K	%
				-			
49,678,451.78	Transfer from Consolidated Revenue Fund:	9	70,075,713.59				-
-	Aid and Grants	10		-			-
<b>49,678,451.78</b>	<b>TOTAL REVENUE AVAILABLE:</b>		<b>70,075,713.59</b>	-			-
	<b><u>LESS: CAPITAL EXPENDITURE</u></b>						
	Capital Expenditure: General Public Service:	11		13,000,000.00			
-	Capital Expenditure: Public Order & Safety:	11					-
	Capital Expenditure: Economic Affairs:	11		40,000,000.00			
43,621,530.00	Capital Expenditure: Environmental Protection:	11	43,618,530.00	53,612,700.00			81.36
3,634,877.50	Capital Expenditure: Housing & Community Amenity:	11	6,148,400.00	105,000,000.00			5.86
	Capital Expenditure: Health:	11	7,250,000.00	20,000,000.00			36.25
	Capital Expenditure: Recreation, Culture & Religion:			105,000,000.00			-
	Capital Expenditure: Education:			20,000,000.00			-
-	Capital Expenditure: Social Protection:						
<b>47,256,407.50</b>	<b>TOTAL CAPITAL EXPENDITURE:</b>		<b>57,016,930.00</b>	<b>356,612,700.00</b>			15.99
<b>2,422,044.28</b>	<b>CLOSING BALANCE:</b>		<b>13,058,783.59</b>				

### **Responsibility for Financial Statement**

These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council. To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

**Signature**



We accept responsibility for the integrity of these financial statements. The information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.

In our opinion, these financial statements fairly reflect the financial position of Ilorin East Local Government as at 31<sup>st</sup> December 2018 and its operations for the year ended on that date.



Treasurer.....

Chairman.....

### ILORIN SOUTH LOCAL COUNCIL

#### i. RECURRENT REVENUE

A sum of **One Billion, Nine Hundred and Forty-Nine Million, Six Hundred and Sixty-One Thousand, Two Hundred and Ten Naira, Forty-Four Kobo (₦1,949,661,210.44k)** recurrent revenues was received by the Council against the estimated amount of **One Billion, Eight Hundred and Two Million, Nine Hundred and Twenty-Six Thousand, Nine Hundred and Three Naira, Eighteen Kobo (₦1,802,926,903.18k)** the breakdown is as analyzed below:

#### BUDGETED VERSUS RECURRENT REVENUE

ACTUAL 2017		DETAIL	BUDGET 2018		ACTUAL 2018		VARIANCE		% PERF
₦	K		₦	K	₦	K	₦	K	
3,454,256.47		Direct Taxes							
5,704,123.00		Licenses	35,490,000.00		8,872,500.00		(26,617,500.00)		25.00%
11,035,398.00		Fees:	33,030,000.00		10,700,675.94		(22,329,324.06)		32.40%

	Fines	110,000.00		(110,000.00)	0.00%
	Sales	710,000.00		(710,000.00)	0.00%
7,520,235.00	Earnings	950,000.00	600,000.00	(350,000.00)	63.16%
	Sales/Rent of Government Buildings:	5,000,000.00		(5,000,000.00)	0.00%
218,000.00	Sale/Rent on Lands and Others:	5,150,000.00		(5,150,000.00)	0.00%
50,000.00	Investment Income			0.00	
	Re-imburement	13,604,396.23		(13,604,396.23)	0.00%
507,000.00	Repayment General: Car Loan recovery		2,005,000.00	2,005,000.00	
<b>28,489,012.47</b>	<b><i>Sub-Total-Independent Revenue A</i></b>	<b>94,044,396.23</b>	<b>22,178,175.94</b>	<b>(71,866,220.29)</b>	<b>23.58%</b>
1,152,476,684.06	Statutory Allocation: FAAC	1,668,882,506.95	1,668,505,614.14	(376,892.81)	99.98%
36,902,414.95	10%State IGR	40,000,000.00	43,404,763.13	3,404,763.13	108.51%
89,052,135.36	Exchange Gain Difference	-	16,705,244.51	16,705,244.51	
97,753,611.12	Forex Equalization Fund	-	43,328,883.31	43,328,883.31	
7,700,000.00	Excess Bank Charges	-	277,534.43	277,534.43	
	Fund from other Local Government	-	155,260,994.98	155,260,994.98	
<b>1,383,884,845.49</b>	<b><i>Sub-Total B</i></b>	<b>1,708,882,506.95</b>	<b>1,927,483,034.50</b>	<b>218,600,527.55</b>	<b>112.79%</b>
<b>1,412,373,857.96</b>	<b><i>Total Recurrent Revenue( A +B)</i></b>	<b>1,802,926,903.18</b>	<b>1,949,661,210.44</b>	<b>146,734,307.26</b>	<b>108.14 %</b>

## ii. CAPITAL RECIEPTS

Capital receipts is **Six Hundred and Thirty-Eight Million, Four Hundred and Nineteen Thousand, Four Hundred and Seventy-Nine Naira, Eighty Kobo (₦638,419,479.80k)** against the budgeted sum of **Four Hundred and Ninety-Seven Million, Eight Hundred and Nineteen Thousand, Four Hundred and One Naira, Thirteen Kobo (₦497,819,401.13K)**. Thus, a total of **Two Billion, Five Hundred and Eighty-Eight Million, Eighty Thousand, Six Hundred and Ninety Naira, Twenty-Four Kobo (₦2,588,080,690.24K)** was available to the Council to finance all its activities.

**BUDGETED VERSUS ACTUAL CAPITAL RECEIPT**

<b>ACTUAL 2017</b>	<b>DETAIL</b>	<b>BUDGET 2018</b>		<b>ACTUAL 2018</b>		<b>VARIANCE</b>		<b>% PERF</b>
		<b>₦</b>	<b>K</b>	<b>₦</b>	<b>K</b>	<b>₦</b>	<b>K</b>	
312,825,255.6 9	Value Added Tax Allocation	497,819,401.13		388,419,479.8 0		(109,399,921.33)		78.02%
	Proceeds From Internal Loans: Commercial Bank			250,000,000.0 0		250,000,000.00		
<b>312,825,255.6 9</b>	<b>Total Receipts</b>	<b>497,819,401.13</b>		<b>638,419,479.8 0</b>		<b>140,600,078.67</b>		<b>128.24%</b>

**iii. ACTUAL EXPENDITURES**

The Council expended the total sum of **Two Billion, Five Hundred and Eighty-Eight Million, Three Hundred and Eighteen Thousand, and Eighty-One Naira, Fourteen Kobo (₦2,588,318,081.14k)** against its estimated sum of **Two Billion, Four Hundred and Fifty-Four Million, Seventy-Two Thousand, Six Hundred and Twenty-Five Naira, Sixty-Seven Kobo (₦2,454,072,625.67k)**. The breakdown is given below:

**BUDGETED VERSUS ACTUAL EXPENDITURES**

<b>ACTUAL YEAR 2017</b>	<b>DETAILS</b>	<b>ANNUAL BUDGET 2018</b>		<b>ACTUAL YEAR 2018</b>		<b>VARINCE</b>		<b>% PERF</b>
		<b>₦</b>	<b>K</b>	<b>₦</b>	<b>K</b>	<b>₦</b>	<b>K</b>	
478,759,548.39	Personnel Costs (including	680,426,496.40		633,403,633.69		47,022,862.71		93%

	salaries on CRF Charges)				
	Political office holders Salary	63,863,380.29	28,804,604.52	35,058,775.77	45%
165,863,719.83	Contribution to Local Government Pension	227,056,637.10	401,866,731.82	(174,810,094.72)	177%
728,123,128.25	Subvention to SUBEB	861,616,634.36	1,051,111,943.57	(189,495,309.21)	122%
46,744,655.94	Contribution to Traditional Council	55,159,539.68	73,848,831.40	(18,689,291.72)	134%
48,059,682.10	Overhead Charges:	147,849,937.84	82,320,796.20	65,529,141.64	56%
	Consolidated Revenue Fund Charges (incl. Service Wide V)		34,164,623.14	(34,164,623.14)	
	Subvention to Parastatals (LGSC & LGPB)	3,000,000.00	5,647,480.41	(2,647,480.41)	188%
43,618,492.08	Other Transfers (Clean and Green)		43,618,492.20	(43,618,492.20)	
4,214,444.50	Capital Expenditure: Sector by Sector	315,100,000.00	25,508,600.00	289,591,400.00	8%
208,351,921.45	Repayment of Loans (Including Servicing)	100,000,000.00	203,611,651.49	(103,611,651.49)	204%
2,979,515.22	Bank Charges		4,410,692.70	(4,410,692.70)	
<b>1,726,715,107.76</b>	<b>Total Payments</b>	<b>2,454,072,625.67</b>	<b>2,588,318,081.14</b>	<b>(134,245,455.47)</b>	106%

#### iv. CASH AND BANK BALANCES

The proportion of the cash and its equivalent balances of **Eighty-Six Thousand, Three Hundred and Seventy-Four Naira, Seven Kobo (₦86,374.07K)** in the bank could not be confirmed as the Bank Statements and its reconciliation were not made available.

#### v. INVESTMENTS

This was observed to have been reduced **from Seven Million, Three Hundred and Eighty Thousand Naira Only (₦7,380,000.00K)** in year 2017 to **Five Hundred Thousand Naira Only (₦500,000.00K)** in the year under review without either revaluation or realization of the investments. The Council Chairman should provide evidence of either of this.

**vi. LIBRARY INSPECTION**

The Library (Tunde Idiagbon Library Complex) is situated at Sakamo area off Taiwo road, Ilorin. Audit investigation revealed that all Books kept on the library shelves were obsolete. The library also lacks good Chairs, Tables and Modern book for learning. It was also discovered that the library was not connected with electricity which makes it less conducive for research/ study.

**vii. PAYMENT VOUCHERS WITHOUT EXPENDITURE RECEIPT**

Forty Four (44) payment voucher amounting to **Seven Million, Seven Hundred and Twenty Thousand, Six Hundred Naira Only (₦7,720,600.00k)** paid to various officers of the Council were not attached with expenditure receipts contrary to MFM 14.17, details contained in the domestic report.

**viii. PAYMENT VOUCHERS WITHOUT APPROVE LITERATURE**

Twenty (20) payment vouchers amounting to **One Million, Six Hundred and Twenty Thousand Naira Only (₦1,620,000.00k)** paid to Officers of the Council were not attached with appropriate expenditure details are not duly approved.

**iv. OUTSTANDING PAYMENT VOUCHERS**

Two (2) payment vouchers amounting to **Three Million, Nine Hundred and Fifty Thousand Naira Only (₦3,950,000.00k)** were not produced for audit contrary to MFM14.29. The audit could therefore not ascertain whether the payments were authorized and properly accounted for.

The Council Chairman and Treasurer should produce the payment vouchers or be surcharge accordingly. See the details below

S/N	MONTH	PV NO	PAYEE	PURPOSE	AMOUNT	
					₦	K
1.	November	64	Mazi Josiah A.	Rehabilitation of road in ISL	2,500,000.00	
2.	December	103	Hajia Sidikat Muritala	Purchase of gift items	1,450,000.00	
				<b>TOTAL</b>	<b>3,950,000.00</b>	

#### v. VETERINARY

In spite of the audit advice given in the departmental audit inspection, the council still remain adamant. The Veterinary Clinic could not be furnished with relevant materials and it really affecting the departmental ability to generate revenue.

### **ILORIN SOUTH LOCAL GOVERNMENT OF NIGERIA**

#### **STATEMENT NO 1**

#### **CASHFLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2018**

BUDGET 2018	CASHFLOWS FROM OPERATING ACTIVITIES :	NO	ACTUAL 2018	ACTUAL 2017

<b>₦ K</b>	<b>RECEIPTS:</b>	<b>S E T</b>	<b>₦ K</b>	<b>₦ K</b>
1,668,882,506.95	Statutory Allocation: FAAC	1	1,668,505,614.14	1,152,476,684.06
497,819,401.13	Value Added Tax Allocation	1	388,419,479.80	312,825,255.69
<b>2,166,701,908.08</b>	<b>Sub-total –Statutory Allocation</b>		<b>2,056,925,093.94</b>	<b>1,465,301,939.75</b>
	<b>Independent Revenue</b>			
	Direct Taxes			3,454,256.47
35,490,000.00	Licenses		8,872,500.00	5,704,123.00
33,030,000.00	Fees:	2	10,700,675.94	11,035,398.00
110,000.00	Fines	2		
710,000.00	Sales	2		
950,000.00	Earnings	2	600,000.00	7,520,235.00
5,000,000.00	Sales/Rent of Government Buildings:			
5,150,000.00	Sale/Rent on Lands and Others:			218,000.00
	Investment Income			50,000.00
13,604,396.23	Re-imburement			
<b>94,044,396.23</b>	<b>Sub-Total-Independent Revenue</b>		<b>20,173,175.94</b>	<b>27,982,012.47</b>
	<b>Other Revenue Sources of the Local Government</b>			
40,000,000.00	10%state IGR	3	43,404,763.13	36,902,414.95
	Fund from other Local Government		155,260,994.98	

	Exchange Gain Difference	17	16,705,244.51	89,052,135.36
	Forex Equalization Fund	17	43,328,883.31	97,753,611.12
	Excess Bank Charges	17	277,534.43	7,700,000.00
<b>40,000,000.00</b>	<b>Sub-Total</b>		<b>258,977,420.36</b>	<b>231,408,161.43</b>
<b>2,300,746,304.31</b>	<b>Total Receipts</b>		<b>2,336,075,690.24</b>	<b>1,724,692,113.65</b>
	<b>Payments:</b>			
680,426,496.40	Personnel Costs (including salaries on CRF Charges)	4	633,403,633.69	478,759,548.39
63,863,380.29	Political office holders Salary		28,804,604.52	
227,056,637.10	Local Government Pension	15	401,866,731.82	165,863,719.83
861,616,634.36	Subvention to SUBEB	15	1,051,111,943.57	728,123,128.25
55,159,539.68	Traditional Council	15	73,848,831.40	46,744,655.94
147,849,937.84	Overhead Charges:	7	82,320,796.20	48,059,682.10
	Consolidated Revenue Fund Charges (incl. Service Wide V)		34,164,623.14	
3,000,000.00	Subvention to Parastatals (LGSC & LGPB)	16	5,647,480.41	
	Other Transfers (Clean and Green)	15	43,618,492.20	43,618,492.08
<b>2,038,972,625.67</b>	<b>Total Payments</b>		<b>2,354,787,136.95</b>	<b>1,511,169,226.59</b>



261,773,678.64	<b>Net Cash Flow From Operating Activities</b>		<b>(18,711,446.71)</b>	<b>213,522,887.06</b>
	<b><u>Cash Flows From investment Activities:</u></b>			
131,000,000.00	Capital Expenditure: General Public Services	11	(4,500,000.00)	
	Capital Expenditure: Defense	11		
1,250,000.00	Capital Expenditure: Public Other and Safety	11		
45,000,000.00	Capital Expenditure: Economic Affairs	11	(7,758,600.00)	(3,144,444.50)
42,700,000.00	Capital Expenditure: Environmental Protection	11		(120,000.00)
48,000,000.00	Capital Expenditure: Housing and Community Development	11	(7,250,000.00)	(500,000.00)
22,500,000.00	Capital Expenditure: Health	11	(2,500,000.00)	
2,150,000.00	Capital Expenditure: Recreational, Culture and Religion	11		
19,000,000.00	Capital Expenditure: Education	11	(3,500,000.00)	(450,000.00)
3,500,000.00	Capital Expenditure: Social Protection			
<b>315,100,000.00</b>	<b>Total cash flow from investment activities</b>		<b>(25,508,600.00)</b>	<b>(4,214,444.50)</b>
	<b><i>Cash flows from financing Activities</i></b>			
	Proceeds From Aid and Grants			

	Proceeds From External Loan			
250,000,000.00	Proceeds From Internal Loans: Commercial Bank		250,000,000.00	
	Proceeds From Internal Loan: NTBs etc			
	Proceeds From Development of Nat Resources			
	Proceeds From Internal Loan (Car Loan recovery)		2,005,000.00	507,000.00
(100,000,000.00)	Repayment of Loans (Including Servicing)	15	(203,611,651.49)	(208,351,921.45)
	Bank Charges	15	(4,410,692.70)	(2,979,515.22)
150,000,000.00	<b>Net Cash Flow From Financing Activities:</b>		<b>43,982,655.81</b>	<b>(210,824,436.67)</b>
	Movement in other Cash Equivalent Accounts			
	(Increase)/ Decrease in Investments			
<b>726,873,678.64</b>	<b>Net Increase /(Decrease) in Cash and Other Cash Equivalents:</b>		<b>(237,390.90)</b>	<b>(1,515,994.11)</b>
	Total cash flow From Other cash Equivalent Accounts			
	<b>Net Cash flows from all Activities</b>		<b>(237,390.90)</b>	<b>(1,515,994.11)</b>
	<b>Cash &amp; Its Equivalent as at 1<sup>st</sup> January, 2018</b>	<b>12</b>	<b>323,764.97</b>	<b>1,839,759.08</b>
	<b>Cash &amp; Its Equivalent as at 31<sup>st</sup> December, 2018</b>	<b>12</b>	<b>86,374.07</b>	<b>323,764.97</b>

**ILORIN SOUTH LOCAL GOVERNMENT OF NIGERIA**

**STATEMENT NO 2**

**STATEMENT OF ASSETS AND LIABILITIES AS AT 31<sup>ST</sup> DECEMBER,2018**

	NOTES	2018		2017	
		₦	K	₦	K
<b>ASSETS:</b>					
Liquid Assets: (Closing Balance)		86,374.07		323,764.97	
<b>TOTAL LIQUID ASSETS</b>		<b>86,374.07</b>		<b>323,764.97</b>	
<b>Investment and Other Cash Assets:</b>					
Local Government Investments	15	500,000.00		7,380,000.00	
Imprests:-					
Advances:-	17	5,871,537.76		7,876,537.76	
<b>TOTAL INVESTMENT AND OTHER CASH ASSETS</b>		<b>6,457,911.83</b>		<b>15,580,302.73</b>	
Operating Liability Over Asset		566,630,966.44		545,145,375.99	
<b>TOTAL ASSETS</b>		<b>573,088,878.27</b>		<b>560,725,678.72</b>	
<b>LIABILITIES:-</b>					
Outstanding Salary and Allowances/Others	24	370,743,662.02		536,312,758.44	
Outstanding Salary of Political Office Holders		6,519,859.73			
<b>TOTAL PUBLIC FUNDS</b>					

<b>EXTERNAL AND INTERNAL LOANS</b>			
External Loan			
Other Internal Loans (Commercial Banks)		171,412,436.24	
Internal Loans from Other Funds			
<b>TOTAL EXTERNAL AND INTERNAL LOANS</b>			
Outstanding Audit Fees			
<b>OTHER LIABILITIES</b>			
Deposits:-	18	17,962,920.28	17,962,920.28
Contingent Liabilities (OTHER DEPOSIT)	19	6,450,000.00	6,450,000.00
<b><i>TOTAL LIABILITIES</i></b>		<b><i>573,088,878.27</i></b>	<b><i>560,725,678.72</i></b>

**ILORIN SOUTH LOCAL GOVERNMENT OF NIGERIA**

**STATEMENT 3**

**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER,2018**

<b><u>ACTUAL 2017</u></b>		<b><u>NOTES</u></b>	<b><u>ACTUAL 2018</u></b>	<b><u>FINAL</u></b>	<b><u>VARIANCE</u></b>
<b>₦ K</b>			<b>₦ K</b>	<b><u>BUDGET 2018</u></b>	
				<b>₦ K</b>	
	<b>OPENING BALANCE:</b>	-			
	<b><u>ADD: REVENUE</u></b>				
1,152,476,684.06	Statutory Allocation: FAAC	1	1,668,505,614.14	1,668,882,506.95	376,892.81
312,825,255.69	Value Added Tax Allocation	1	388,419,479.80	497,819,401.13	109,399,921.33
<b>1,465,301,939.75</b>	<b>Sub-Total – Statutory Allocation</b>		<b>2,056,925,093.94</b>	<b>2,166,701,908.08</b>	109,776,814.14
	<b>Independent Revenue</b>				-
3,454,256.47	Direct Taxes	2			-
5,704,123.00	Licenses	2	8,872,500.00	35,490,000.00	26,617,500.00
11,035,398.00	Fees	2	10,700,675.94	33,030,000.00	22,329,324.06
	Fines	2		110,000.00	110,000.00
	Sales	2		710,000.00	710,000.00
7,520,235.00	Earnings:	2	600,000.00	950,000.00	350,000.00
	Sales/Rent of Government Buildings:			5,000,000.00	5,000,000.00
268,000.00	Sale/Rent on Lands and Others:			5,150,000.00	5,150,000.00
	Interest Earned			13,604,396.23	13,604,396.23
	Re-imburements				-
<b>27,982,012.47</b>	<b>Sub-Total- Independent Revenue</b>		<b>20,173,175.94</b>	<b>94,044,396.23</b>	73,871,220.29
	<b>Other Revenue Sources</b>				-
36,902,414.95	10% IGR	3	43,404,763.13	40,000,000.00	(3,404,763.13)

194,505,746.48	Other revenue (Forex Equalisation Fund, Exchange Gain & Excess Bank Charges)	17	60,311,662.25	150,000,000.00	89,688,337.75
	Fund from other local Government		155,260,994.98		(155,260,994.98)
	Bank Loan		250,000,000.00	250,000,000.00	-
<b>231,408,161.43</b>	<b>Sub Total - Other Revenue Sources</b>		<b>508,977,420.36</b>	<b>440,000,000.00</b>	(68,977,420.36)
<b>1,724,692,113.65</b>	<b>TOTAL REVENUE:</b>		<b>2,586,075,690.24</b>	<b>2,700,746,304.31</b>	114,670,614.07
	<b>LESS:EXPENDITURE</b>				
478,759,548.39	Personnel Cost	4	633,403,633.69	680,426,496.40	47,022,862.71
	Political Office Holders Salary		28,804,604.52	63,863,380.29	35,058,775.77
165,863,719.83	Contribution to Local Government Pension	15	401,866,731.82	227,056,637.10	(174,810,094.72)
728,123,128.25	Contribution to Primary School Teachers' Salary	15	1,051,111,943.57	861,616,634.36	(189,495,309.21)
48,059,682.10	Overhead Charges:	7	82,320,796.20	147,849,937.84	65,529,141.64
43,618,492.08	Transfer (Clean and Green)	15	43,618,492.20		(43,618,492.20)
46,744,655.94	Subvention to Traditional Council	15	73,848,831.40	55,159,539.68	(18,689,291.72)
	Subvention to ALGON	16	1,650,000.00		(1,650,000.00)
	Subvention to LGSC/LGPB	16	3,947,480.41		(3,947,480.41)
	Local Government Audit	16	50,000.00		(50,000.00)
	Service wide vote	17	34,164,623.14		(34,164,623.14)
	<b>OTHER RECURRENT PAYMENTS/EXPENDITURE:</b>				-
	Repayments :External Loans:				-
	Repayments: LGC Bonds & Treasury Bonds				-

	Repayments: Nigerian Treasury Bills (NTB)				-
	Repayments: Development Loan Stock				-
	Repayments: Other Internal Loans (Promissory Notes)				-
210,824,436.67	Repayments: Internal Loans and Interest (Net)	15	206,017,344.19	100,000,000.00	(106,017,344.19)
<b>1,721,993,663.26</b>	<b>TOTAL EXPENDITURE:</b>		<b>2,560,804,481.14</b>	<b>2,135,972,625.67</b>	<b>(424,831,855.47)</b>
<b>2,698,450.39</b>	<b>OPERATING BALANCE:</b>		<b>25,271,209.10</b>		
	<b><u>APPROPRIATIONS/ TRANSFERS:</u></b>				
<b>2,698,450.39</b>	<i>Transfers to Capital Development Fund:</i>	<b>9</b>	<b>25,271,209.10</b>		

**ILORIN SOUTH LOCAL GOVERNMENT OF NIGERIA**

**STATEMENT 4**

**STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2018**

<b>PREVIOUS YEAR (2017)</b>		<b><u>NOTE</u></b>	<b>CAPITAL EXPENDITURE 2018</b>	<b>FINAL BUDGET 2018</b>	<b>% PERF</b>
<b>₦ K</b>			<b>₦ K</b>	<b>₦ K</b>	<b>%</b>
<b>1,839,759.03</b>	OPENING BALANCE		<b>323,764.97</b>		
	<b>ADD: REVENUE</b>				
<b>2,698,450.39</b>	Transfer From Consolidated Revenue		<b>25,271,209.10</b>		

	Fund				
	Internal Loans from other funds				
	Special Allocation				
<b>4,538,209.42</b>	<b>Total Revenue Available</b>		<b>25,594,974.07</b>		
	<b>Less: Capital Expenditure</b>				
	Capital Expenditure: General Public Services:	11	-4,500,000.00	(131,000,000.00)	<b>3.44%</b>
	Capital Expenditure: Defense	11			
	Capital Expenditure: Public Order and safety	11		(1,250,000.00)	<b>0.00%</b>
(3,144,444.50)	Capital Expenditure: Economic Affairs,	11	-7,758,600.00	(45,000,000.00)	<b>17.24%</b>
(120,000.00)	Capital Expenditure: Environmental Protection	11		(42,000,000.00)	<b>0.00%</b>
(500,000.00)	Capital Expenditure: Housing and Community Development	11	-7,250,000.00	(48,000,000.00)	<b>15.10%</b>
	Capital Expenditure: Health	11	-2,500,000.00	(22,500,000.00)	<b>11.11%</b>
	Capital Expenditure: Recreation, Culture and Religion	11		(2,150,000.00)	<b>0.00%</b>
(450,000.00)	Capital Expenditure: Education	11	-3,500,000.00	(19,000,000.00)	<b>18.42%</b>
	Capital Expenditure: Social Protection	11		(3,500,000.00)	<b>0.00%</b>
<b>-4,214,444.50</b>	<b>TOTAL CAPITAL EXPENDITURE:</b>	<b>11</b>	<b>-25,508,600.00</b>	<b>-314,400,000.00</b>	<b>8.11%</b>
	<b>Transfer to Consolidated Revenue Fund (CFR)</b>				
	<b>Intangible Assets</b>				
<b>323,764.92</b>	<b>Closing Balance:</b>		<b>86,374.07</b>		



**Responsibility for Financial Statement**

These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

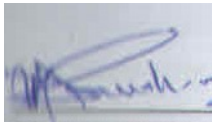
The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council.

To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

**Signature** 

We accept responsibility for the integrity of these financial statements. The information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.

In our opinion, these financial statements fairly reflect the financial position of Ilorin South Local Government as 31<sup>st</sup> December 2018 and its operations for the year ended on that date.





Chairman.....

Treasurer.....

**ILORIN WEST LOCAL COUNCIL**

**i. Capital Receipts**

The Estimated Capital Receipts was **Four Hundred and Nineteen Million, Four Hundred and Forty-Three Thousand, and Thirty-Nine Naira, Twenty Kobo (₦419,443,039.20k)** while the sum of **Seven Hundred and Eighteen Million, Three Hundred and Thirty-Six Thousand, Two Hundred and Forty-Seven Naira, Sixty-Seven Kobo (₦718,336,247.67k)** was actually collected.

The Breakdown is as shown below.

**BUDGETED VERSUS ACTUAL CAPITAL RECEIPTS**

<b>ACTUAL 2017</b>		<b>BUDGET 2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>PERF</b>
<b>₦ k</b>		<b>₦ k</b>	<b>₦ k</b>	<b>₦ k</b>	<b>%</b>
415,597,358.0 7	Value Added Tax Allocation	419,443,03 9.20	468,336,247.67	48,893,208.47	111.66%
	Domestic Loan		250,000,000.00	250,000,000.00	
<b>415,597,358.0 7</b>	<b>Total Capital Receipts</b>	<b>419,443,03 9.20</b>	<b>718,336,247.67</b>	<b>298,893,208.47</b>	<b>171.26%</b>

**ii. Recurrent Revenue**

A sum of **Two Billion, Four Hundred and Three Million, Nine Hundred and Twenty-One Thousand, Three Hundred and Forty-Eight Naira, Seventy-Eight Kobo (₦2,403,921,348.78k)** was the estimated recurrent revenue while a sum of **Two Billion, Two Hundred and Seventy-Eight Million, Seven Hundred and Six Thousand, Seven Hundred and Seven Naira, Twenty-Five Kobo (₦2,278,706,707.25k)** was realized, percentage performance of **94.79%**. The details are specified in the table below:

<b>ACTUAL 2017</b>		<b>BUDGET 2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>PERFORMANCE</b>
<b>₦ k</b>		<b>₦ k</b>	<b>₦ k</b>	<b>₦ k</b>	<b>%</b>
9,551,090.87	Direct Taxes	10,000,000.00	12,456,350.35	2,456,350.35	124.56%
12,181,635.36	Licenses	28,062,000.00	6,711,400.00	-21,350,600.00	23.92%
2,764,134.62	Fees:	35,507,897.96	7,431,204.00	-28,076,693.96	20.93%
3,235,768.88	Fines	3,500,000.00	2,710,250.00	-789,750.00	77.44%
6,563,900.00	Sales	3,150,000.00	11,118,485.60	7,968,485.60	352.97%
15,821,613.68	Earnings :		13,913,800.00	13,913,800.00	
	Sales/Rent of Government Buildings:	-	2,842,926.92		
15,328,800.00	Sale/Rent on Lands and Others:	40,746,500.00	4,260,820.78	-36,485,679.22	10.46%
	Repayments-General:	10,000,000.00		-10,000,000.00	0.00%
50,457.60	Investment Income	100,000.00		-100,000.00	0.00%
190	Miscellaneous			0.00	
	Interest Earned	100,000.00		-100,000.00	0.00%
439,679.37	Proceeds from Internal Loans:		2,139,845.90	2,139,845.90	
<b>1,095,572.08</b>	Proceeds of Loans from Other Funds			0.00	
<b>67,032,842.46</b>	<b>Sub-total - Independent Revenue</b>	<b>131,166,397.96</b>	<b>63,585,083.55</b>	<b>-67,581,314.41</b>	<b>48.48%</b>

<b>345,748,550.13</b>	Other Revenue Sources of the Local Government	330,499,847.04		-330,499,847.04	0.00%
1,341,528,045.7 2	Statutory Allocations: FAAC	1,897,561,768.74	2,011,798,324.2 5	114,236,555.51	106.02%
	10% State IGR	44,693,335.04	52,335,232.81	7,641,897.77	117.10%
	Contribution from other LG	-	90,676,404.40		
	Exchange gain/Forex exchange fund/Excess bank charges	0	60,311,662.24	60,311,662.24	
<b>1,687,276,595.8 5</b>	<b>Sub-total - Statutory Allocation and Grants</b>	<b>2,272,754,950.82</b>	<b>2,215,121,623.7 0</b>	-57,633,327.12	97.46%
<b>1,754,309,438.3 1</b>	<b>Total Recurrent Receipts</b>	<b>2,403,921,348.78</b>	<b>2,278,706,707.2 5</b>	-125,214,641.53	<b>94.79%</b>

**iii. Actual Expenditure**

The Council expended the total sum of **Two Billion, Nine Hundred and Ninety-Five Million, Nine Hundred and Forty-Seven Thousand, Three Hundred and Eighty-Two Naira, Eighty-Four Kobo (₦2,995,947,382.84k)** against its estimated sum of **Three Billion, Three Hundred and Fifty-Two Million, One Hundred and Five Thousand, One Hundred and Sixty-Four Naira, Ninety-Eight Kobo (₦3,352,105,164.98k)**. The breakdown is given below:

<b>ACTUAL 2017</b>		<b>BUDGET 2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>PERF</b>
<b>₦ k</b>		<b>₦ k</b>	<b>₦ k</b>	<b>₦ k</b>	<b>%</b>
557,693,441.02	Personnel Costs ( Including Salaries on CRF Charges):	1,043,222,632.00	791,328,451.80	251,894,180.20	75.85%
157,905,040.60	Contribution to LGC/LGEA Pension	200,000,000.00	401,866,731.82	-201,866,731.82	200.93%

1,004,023,349.65	Subvention to SUBEB	865,000,000.00	1,280,110,420.95	-415,110,420.95	147.99%
91,870,116.67	Overhead Charges:	865,000,000.00	126,964,982.26	738,035,017.74	14.68%
	Consolidated Revenue Fund Charges ( Incl. Service Wide Votes)		14,138,168.88	-14,138,168.88	
54,117,395.72	Subvention to Parastatals:		58,125,499.40	-58,125,499.40	
34,207,666.54	Other Operating Activities(KWIRS)		10,581,009.33	-10,581,009.33	
59,043,129.71	Subvention to Traditional Council:	15,000,000.00	91,013,466.91	-76,013,466.91	606.76%
905,000.00	Capital Expenditure: Sector by Sector	363,882,532.98	18,207,000.00	345,675,532.98	5.00%
223,920,220.97	Repayment of External Loans (Including Servicing)		203,611,651.49	-203,611,651.49	
<b>2,183,685,360.88</b>	<b>Total Expenditure</b>	<b>3,352,105,164.98</b>	<b>2,995,947,382.84</b>	<b>356,157,782.14</b>	<b>89.38%</b>

**STATEMENT 1**  
**ILORIN WEST LOCAL GOVERNMENT OF NIGERIA**  
**CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2018**

BUDGET 2018		NOTE	ACTUAL 2018	ACTUAL 2017
N K		S	N K	N K
-	<b>Cash Flows from Operating Activities:</b>			
	Receipts:			
1,897,561,768.74	Statutory Allocations: FAAC	1	2,011,798,324.25	1,341,528,045.72
419,443,039.20	Value Added Tax Allocation	1	468,336,247.67	415,597,358.07
<b>2,317,004,807.94</b>	<b>Sub-total - Statutory Allocation</b>		<b>2,480,134,571.92</b>	<b>1,757,125,403.79</b>
10,000,000.00	Direct Taxes	2	12,456,350.35	9,551,090.87
28,062,000.00	Licenses	2	6,711,400.00	12,181,635.36
35,507,897.96	Fees:	2	7,431,204.00	2,764,134.62
3,500,000.00	Fines	2	2,710,250.00	3,235,768.88
3,150,000.00	Sales	2	11,118,485.60	6,563,900.00
	Earnings :	2	13,913,800.00	15,821,613.68
	Sales/Rent of Government Buildings:	2	2,842,926.92	
40,746,500.00	Sale/Rent on Lands and Others:	2	4,260,820.78	15,328,800.00
10,000,000.00	Repayments-General:			
100,000.00	Investment Income			50,457.60
	Miscellaneous			190.00
100,000.00	Interest Earned			
	Re-imburement			
<b>131,166,397.96</b>	<b>Sub-total - Independent Revenue</b>	2	<b>61,445,237.65</b>	<b>65,497,591.01</b>
330,499,847.04	Other Revenue Sources of the Local			<b>345,748,550.13</b>
44,693,335.04	10% State IGR	1	52,335,232.81	

	Contribution from other local governments		90,676,404.40	
	Exchange gain/Forex exchange fund/Excess bank charges	3	60,311,662.24	
	Paris loan Refund (Loan)	3	250,000,000.00	
	<b>Sub- Total Other Revenue Source of the</b>	<b>3</b>	<b>453,323,299.45</b>	
<b>2,778,671,052.94</b>	<b>Total Receipts</b>		<b>2,994,903,109.02</b>	<b>2,168,371,544.93</b>
	<b>Payments:</b>	-		
1,043,222,632.00	Personnel Costs ( Including Salaries on CRF Charges)	4	791,328,451.80	557,693,441.02
200,000,000.00	Contribution to LGC/LGEA Pension		401,866,731.82	157,905,040.60
865,000,000.00	Subvention to SUBEB		1,280,110,420.95	1,004,023,349.65
865,000,000.00	Overhead Charges:	6	126,964,982.26	91,870,116.67
	Consolidated Revenue Fund Charges ( Incl. Service Wide Votes)	7	14,138,168.88	
	Subvention to Parastatals:	8	58,125,499.40	54,117,395.72
	Other Operating Activities(KWIRS)	7	10,581,009.33	34,207,666.54
15,000,000.00	Subvention to Traditional Council:	7	91,01	59,04
<b>2,988,222,632.00</b>	<b>Total Payments</b>		<b>2,774,128,731.35</b>	<b>1,958,860,139.91</b>
<b>-209,551,579.06</b>	<b>Net Cash Flow from Operating Activities</b>		<b>220,774,377.67</b>	<b>209,511,405.02</b>
	<b>Cash Flows from Investment Activities:</b>	-		
15,0	Capital Expenditure: General Public	11	3,757	
	Capital Expenditure: Defense			
10,0	Capital Expenditure: Public Order and Safety			
79,2	Capital Expenditure: Economic Affairs	11		420
50,2	Capital Expenditure: Environmental	11		
29,3	Capital Expenditure: Housing and	11	3,700	
27,000,000.00	Capital Expenditure: Health	11	5,200	
25,000,000.00	Capital Expenditure: Recreation, Culture and Religion	11		485,000.00
98,000,000.00	Capital Expenditure: Education	11	4,550	
30,0	Capital Expenditure: Social Protection	11	1,000	
<b>363,882,532.98</b>	<b>Net Cash Flow from Investment Activities:</b>		<b>18,20</b>	<b>905</b>

	<b>Cash Flows from Financing Activities:</b>	-		
	Proceeds from Aid and Grants			
	Proceeds from External Loan :			
	Proceeds from Internal Loans:	2	2,139,845.90	439,679.37
	Proceeds from Internal Loan: NTBs etc			
	Proceeds from Development of Nat			
	Proceeds of Loans from Other Funds			<b>1,095,572.08</b>
	Repayment of External Loans ( Including	19	203,611,651.49	223,920,220.97
	Repayment of FGN/Treasury Bonds :			
	Repayment of Internal Loan			
	Repayment of Loans from Development of Nat Resources			
	Repayment of Loans from Other Funds	24		
	<b>Net Cash Flow from Financing Activities:</b>		<b>-201,471,805.59</b>	<b>-223,480,541.60</b>
	<b>Movement in Other Cash Equivalent</b>			
	(Increase)/ Decrease in Investments			
	Net (Increase)/Decrease in Other Cash			
	<b>Total Cash flow from other Cash equivalent Accounts</b>			
	Net Cash for the year		<b>1,095</b>	<b>-14,874,136.58</b>
1,896,039.00	Cash & Its Equivalent as at 1st January, 2018	12	206,253.53	15,080,390.11
	Cash & Its Equivalent as at 31st December,	12	<b>1,301,825.61</b>	<b>206,253.53</b>

**STATEMENT 2**

**ILORIN WEST LOCAL GOVERNMENT OF NIGERIA**

**STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER 2018**



	NOTES	CURRENT YEAR 2018		PREVIUOS YEAR 2017	
		₦	K	₦	K
<b><u>Liquid Assets:-</u></b>					
-CRF Bank Balance					
-Pension Account					
-Other Bank of the Treasury					
-Cash Balances of Trust & Other Funds of the LGC	12	1,301,825.61		206,253.53	
<b>TOTAL LIQUID ASSETS</b>		<b>1,301,825.61</b>		<b>206,253.53</b>	
<b><u>Investments and Other Cash Assets:</u></b>					
Local Government Investments	15	5,500,000.00		5,500,000.00	
Advances:-	17	4,788,462.02		6,928,307.95	
Operating Liabilities over Assets		-503,017,466.17		559,266,764.40	
<b>TOTAL INVESTMENTS AND OTHER CASH ASSETS</b>		<b><u>11,590,287.63</u></b>		<b><u>12,634,561.48</u></b>	
<b>TOTAL ASSETS</b>		<b><u>514,607,753.80</u></b>		<b><u>571,901,325.88</u></b>	
<b><u>LIABILITIES:-</u></b>					
<b><u>PUBLIC FUNDS</u></b>					
Consolidated Revenue Fund:					
Capital Development Fund:					
<b>TOTAL PUBLIC FUNDS</b>					
<b><u>EXTERNAL AND INTERNAL LOANS</u></b>					
External Loans: LGC	19	166,257,210.22		54,229,719.39	
LGC Bonds.					
Internal Loans from Other Funds	24			-	
<b>TOTAL EXTERNAL AND INTERNAL LOANS</b>					

<b>OUTSTANDING LIABILITIES</b>	<b>25</b>	<b>348,350,543.58</b>	<b>517,671,606.49</b>
<b>TOTAL OUTSTANDING LIABILITIES</b>		<b>514,607,753.80</b>	<b>571,901,325.88</b>

**STATEMENT 3**

**ILORIN WEST LOCAL GOVERNMENT OF NIGERIA**

**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

<b>ACTUAL 2017</b>		<b>NOTES</b>	<b>ACTUAL 2018</b>	<b>FINAL BUDGET 2018</b>	<b>VARIANCE</b>
<b>₦ K</b>			<b>₦ K</b>	<b>₦ K</b>	<b>₦ K</b>
<b>15,080,390.11</b>	<b>Opening Balance:</b>		<b>206,253.53</b>		
	<b><u>ADD: REVENUE</u></b>				
1,341,528,045.72	Statutory Allocations: FAAC	<b>1</b>	2,011,798,324.25	1,897,561,768.74	-114,236,555.51
415,597,358.07	Value Added Tax Allocation	<b>1</b>	466,336,247.67	419,443,039.20	-46,893,208.47
<b>1,757,125,403.79</b>	<b>Sub-Total - Statutory Allocation</b>		<b>2,478,340,825.45</b>	<b>2,317,004,807.94</b>	-161,336,017.51
					0.00
9,551,090.87	Direct Taxes	<b>2</b>	12,456,350.35	10,000,000.00	-2,456,350.35
12,181,635.36	Licenses	<b>2</b>	6,711,400.00	28,062,000.00	21,350,600.00
	Mining Rents:				0.00
	Royalties				0.00

2,764,134.62	Fees:	2	7,431,204.00	35,507,897.96	28,076,693.96
3,235,768.88	Fines	2	2,710,250.00	3,500,000.00	789,750.00
6,563,900.00	Sales	2	11,118,485.60	3,150,000.00	-7,968,485.60
15,821,613.68	Earnings :	2	13,913,800.00		-13,913,800.00
-	Sales/Rent of Government Buildings:		2,842,926.92		-2,842,926.92
15,328,800.00	Sale/Rent on Lands and Others:	2	4,260,820.78	40,746,500.00	36,485,679.22
-	Repayment: General:			10,000,000.00	10,000,000.00
50,457.60	Investment Income			100,000.00	100,000.00
-	Interest Earned			100,000.00	100,000.00
190,000.00	Miscellaneous				0.00
	Re-Imbursements				0.00
<b>65,687,401.01</b>	<b>Sub-Total - Independent Revenue</b>	<b>2</b>	<b>61,445,237.65</b>	<b>131,166,397.96</b>	<b>69,721,160.31</b>
345,748,550.13	<b>Other Revenue Sources of the Local Government</b>	<b>3</b>		<b>330,499,847.04</b>	<b>6,557,515.45</b>
	10% State IGR		52,335,232.81		
	Augmentation				
	NNPC Refund				
	Exchange gain	3	21,607,098.78		
	Paris loan Refund (Loan)	3	250,000,000.00		
	<b>Sub- Total Other Revenue Source of the LG.</b>	<b>3</b>	<b>323,942,331.59</b>		
	<b>Proceed from Internal Loan</b>	<b>17</b>	<b>2,139,845.93</b>		<b>-2,139,845.93</b>
<b>2,183,641,745.04</b>	<b>TOTAL REVENUE:</b>		<b>2,865,868,240.62</b>	<b>2,778,671,052.94</b>	<b>-87,197,187.68</b>
	<b><u>LESS:EXPENDITURE</u></b>				

557,693,441.02	Personnel Costs (Including Salaries on CRF Charges):	4	803,749,549.57	1,043,222,632.00	239,473,082.43
157,905,040.60	Contribution to LGC/LGEA Pension		401,866,731.77	200,000,000.00	-201,866,731.77
1,004,023,349.65	Subvention to SUBEB		1,148,345,524.38	865,000,000.00	-283,345,524.38
91,872,116.67	Overhead Charges:	6	126,964,982.26	865,000,000.00	738,035,017.74
54,117,395.72	Subvention to other Parastatals		58,226,499.28		-58,226,499.28
-	Consolidated Revenue Fund Charges ( Incl. Service Wide			0	0.00
59,043,129.71	Subvention to traditional	7	93,013,466.90	15,000,000.00	-78,013,466.90
34,207,666.54	Consultancy Service KWIRS	7	10,581,009.33	0.00	-10,581,009.33
	<b>OTHER RECURRENT PAYMENTS/EXPENDITURE</b>				
223,920,226.70	Repayments: External Loans: States	19	<b>203,611,651.52</b>		-203,611,651.52
	Repayments: Internal Loans from Other Funds	24			0.00
<b>2,182,782,366.61</b>	<b>TOTAL EXPENDITURE:</b>		<b>2,846,359,415.01</b>	<b>2,988,222,632.00</b>	141,863,216.99
<b>859,378.43</b>	<b>OPERATING BALANCE:</b>		<b>19,508,825.61</b>	<b>-209,551,579.06</b>	-229,060,404.67
	<b><u>APPROPRIATIONS/ TRANSFERS:</u></b>				0.00
<b>859,378.43</b>	Transfer to Capital Development Fund:	9	<b>19,508,825.61</b>	-	0.00

**ILORIN WEST LOCAL GOVERNMENT OF NIGERIA**

**STATEMENT 4**

**STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**


<b>ACTUAL 2017</b>		<b>NOTES</b>	<b>CAPITAL EXP 2018</b>		<b>BUDGET 2018</b>		<b>PERF</b>
<b>₦</b>	<b>K</b>		<b>₦</b>	<b>K</b>	<b>₦</b>	<b>K</b>	<b>%</b>
					1,896,039.00		
					-		
123,244,093.1							
3		9	<b>19,508,825.61</b>		363,882,532.98		
<b>123,244,093.13</b>			<b>19,508,825.61</b>		<b>365,778,571.98</b>		
1,600,000.00		11	3,757,000.00		15,000,000.00		
		11			10,000,000.00		
42,187,187.0		11			79,287,420.00		
47,818,492.12		11			50,274,417.00		
8,2					29,320		
75,023.90		11	3,700,000.00		,695.98		
313,000.00		11	5,200,000.00		27,000,000.00		

1,970,000.00	Capital Expenditure: Recreation, Culture and Religion	11	-	25,000,000.00	
6,000,000.00	Capital Expenditure: Education	11	4,550,000.00	98,000,000.00	
-	Capital Expenditure: Social Protection	11	1,000,000.00	30,000,000.00	
<b>108,163,703.02</b>	<b>TOTAL CAPITAL EXPENDITURE:</b>	11	<b>18,207,000.00</b>	<b>363,882,532.98</b>	
<b>15,080,390.11</b>	<b>CLOSING BALANCE:</b>		<b>1,301,825.61</b>	<b>0.00</b>	

**for Financial Statement**

These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council. To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

**Signature** 

We accept responsibility for the integrity of these financial statements. The information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.

In our opinion, these financial statements fairly reflect the financial position of Ilorin West Local Government as at 31<sup>st</sup> December 2018 and its operations for the year ended on that date.



Treasurer.....

Chairman.....

## IREPODUN LOCAL GOVERNMENT

### 1. RECURENT REVENUE

A recurrent revenue of **One Billion, Five Hundred and Forty-Seven Million, Six Hundred and Ninety-Six Thousand, Five Hundred and Ninety-Nine Naira, Fifty Kobo (₦1,547,696,599.50K)** was received into the Council's purse against the estimated sum of **One Billion, Nine**

**Hundred and Thirty-Six Million, Nine Hundred and Fifty-Six Thousand, Four Hundred and Eighty-Eight Naira Only**

**(₦1,936,956,488.00K)** Leaving a shortfall of **Three Hundred and Eighty-Nine Million, Two Hundred and Fifty-Nine Thousand, Eight**

**Hundred and Eighty-Eight Naira, Fifty Kobo (₦389,259,888.50K).** The breakdown is as below

<b>YEAR 2017</b>	<b>DETAILS</b>	<b>BUDGET 2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>%PERF</b>
<b>₦ K</b>		<b>₦ K</b>	<b>₦ K</b>	<b>₦ K</b>	
	<b>INDEPENDENT REVENUE</b>				
467,775.00	Direct Taxes		280,660.00	280,660.00	
6,927,112.84	Licenses	4,786,000.00	8,188,445.43	3,402,445.43	171.09%
908,210.18	Fees:	12,025,000.00	4,260,097.00	7,764,903.00	35.43%
	Fines	50,000.00		50,000.00	0.00%
1,347,900.00	Sales	600,000.00	833,015.00	233,015.00	138.84%
1,077,519.56	Earnings :	300,000.00	2,351,847.84	2,051,847.84	783.95%
432,550.00	Sales/Rent of Government Buildings: / Property (Shops)	600,000.00	141,400.00	458,600.00	23.57%
1,233,295.02	Sale/Rent on Lands and Others: (Tenement Rate)	1,500,000.00	5,048,330.00	3,548,330.00	336.56%
	Repayments-General (Motor vehicle advances)	16,932,000.00	1,719,722.70	15,212,277.30	10.16%
<b>12,394,362.60</b>	<b>Sub-total - Independent Revenue</b>	<b>36,793,000.00</b>	<b>22,823,517.97</b>	<b>13,969,482.03</b>	<b>62.03%</b>



955,702,104.34	Statutory Allocations: FAAC	1,780,565,202. 00	1,433,201,413.9 8	347,363,788.02	80.49%
31,698,181.19	State 10% IGR	41,391,286. 00	37,283,523.28	4,107,762.72	90.08%
34,520,239.24	Argumentation	50,000,000. 00	-		
78,020,933.62	Special Release	65,000,000.00	16,900,000.00	48,100,000.00	26.00%
-	Forex Equalization Fund		43,328,883.31	43,328,883.31	
-	Ex Gain Difference		16,705,244.51	16,705,244.51	
-	Excess bank Charges refund		277,534.42	277,534.42	
<b>1,099,941,458.39</b>	<b>Sub Total - other Revenue</b>	<b>1,936,956,488. 00</b>	<b>1,547,696,59 9.50</b>	<b>389,259,888.50</b>	<b>79.90%</b>

## 2. CAPITAL RECEIPTS

Capital Receipts of **Five Hundred and Eighty-Three Million, Six Hundred and Forty-One Thousand, Eight Hundred and Seventy-Eight Naira, Sixty-Five Kobo (₦583,641,878.65k)** was received into the Council purse against the budgeted sum of **Three Hundred and Ninety-Eight Million, Eight Hundred and Ten Thousand, Four Hundred and Seventy-Seven Naira Only (₦398,810,477.00k)**.

ACTUAL 2017 ₦ K	DETAILS	BUDGET 2018		ACTUAL 2018		VARIANCE		%PERF
		₦	K	₦	K	₦	K	
296,070,791. 04	Value Added Tax Allocation	298,810,477. 00		333,641,878.65		34,831,401.65		111.66%
116,471,120. 36	Domestic Loan	100,000,000.00		250,000,000.00		150,000,000.00		250.00%
<b>412,541,911.40</b>	<b>Sub Total - Capital receipt</b>	<b>398,810,477. 00</b>		<b>583,641,87 8.65</b>		184,831,401.65		146.35%

	<i>Total Receipt</i>	<b>2,372,559,965.00</b>	<b>2,154,161,996.12</b>	<b>218,397,968.88</b>	90.79%
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### 3. ACTUAL EXPENDITURE

The total of **Two Billion, One Hundred and Fifty-Six Million, One Hundred and Ninety-Eight Thousand, Two Hundred and Ninety-Nine Naira, Eighty-Eight Kobo (₦2,156,198,299.88k)** was expended by the Council against the budgeted sum of **Three Billion, Four Hundred and Seventy-Three Million, Four Hundred and Seventy-Six Thousand, Seven Hundred and Seventy-Five Naira Only (₦3,473,476,775.00k)**, detail below

<b>ACTUAL 2017</b>	<b>DETAILS</b>	<b>BUDGET 2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>%PER F</b>
<b>₦ K</b>	<b>Payments:</b>	<b>₦ K</b>	<b>₦ K</b>	<b>₦ K</b>	
347,342,633.78	Personnel Costs ( Including Salaries on CRF Charges):	982,139,816.00	508,004,681.51	474,135,134.49	51.72%
158,312,174.14	LGC contribution to LGA/ LGEA Pension	168,000,000.00	395,047,491.80	<b>227,047,491.80</b>	235.15 %
49,617,792.33	Overhead Charges:	952,682,363.00	95,535,633.12	857,146,729.88	10.03%
94,011,712.58	Consolidated Revenue Fund Charges ( Incl. service wide)	2,756,010.00	23,406,810.62	<b>20,650,800.62</b>	849.30 %
6,267,322.00	Subvention to Parastatals (LGSC, ALGON & Pension)	6,525,000.00	16,707,308.04	<b>10,182,308.04</b>	256.05 %
658,724,008.84	Subvention to SUBEB	720,000,000.00	815,752,491.18	<b>95,752,491.18</b>	113.30 %
	Subvention to Tradition	46,500,000.00	62,083,621.39	<b>15,583,621.39</b>	133.51

	Council				%
-	Contribution to other Local Government		27,048,610.70	27,048,610.70	
<b>1,314,275,643.67</b>	<b>Total Payment On operating activities</b>	<b>2,878,603,189.00</b>	<b>1,943,586,648.36</b>	935,016,540.64	67.52%
-	<b>Investment Activities:</b>			0.00	
-	General Public Services	84,236,453.00	-	84,236,453.00	
-	Capital Expenditure: Public Order and Safety :	3,000,000.00	-	3,000,000.00	
-	Capital Expenditure: Economic Sector:	316,420,299.00	8,100,000.00	308,320,299.00	2.56%
-	Capital Expenditure: Environmental Protection	12,400,000.00	900,000.00	11,500,000.00	7.26%
-	Capital Expenditure:	29,000,000.00	-		
-	Capital Expenditure: Social	2,000,000.00		2,000,000.00	0.00%
211,837,561.61	Repayment of External Land	26,816,834.00	<b>203,611,651.52</b>	<b>176,794,817.52</b>	759.27%
<b>211,837,561.61</b>	<b>SUB TOTAL PAYMENTS</b>	<b>594,873,586.00</b>	<b>212,611,651.52</b>	261,261,934.48	44.87%
<b>1,526,113,205.28</b>	<b>TOTAL Payment</b>	<b>3,473,476,775.00</b>	<b>2,156,198,299.88</b>	1,196,278,475.12	64.32%
	<b>TOTAL REVENUE</b>	<b>2,154,161,996.12</b>			
	<b>TOTAL EXPENDITURE</b>	<b>2,156,198,299.88</b>			
	<b>DEFICIT</b>			<b>2,036,303.76</b>	

#### 4. INTERNALLY GENERATED REVENUE

Internally Generated Revenue (IGR) ratio to Council's Total Receipts as at 31<sup>st</sup> December, 2018 remain significantly unchanged just **1.06%** with the level attained in previous years. This affirms the overdependence on revenue from the Federation Account, which is consistently being pointed out in audit report.

#### 5. INTERNAL CONTROL

The Council internal control system has not witnessed a significant improvement. The Council Chairman should review the effectiveness of the system of internal control through regular reports and review at management meetings.

#### 6. CAPITAL COMMITMENTS

The Statement of Capital Development fund till date, revealed the capital commitment amounting to **Nine Million Naira Only (₦9,000,000.00k)** in respect of capital expenditure on economic sector and environmental protection contracted and undertaking directly as against the total sum of **Four Million, One Hundred Thousand Naira Only (₦4, 100,000.00k)** presented for audit verification

The Council Chairman should explain with documentary evidence the disagreement in the figure observed.

#### 7. LOANS AND ADVANCES

Council Domestic Loans and Advances increased significantly from **28.23%** (2017) to **42.83 %**( 2018). This ratio came under pressure during the year. Nonetheless, the IGR ratio remains significantly unchanged. The Council’s domestic loans and advances have increased significantly from **28.23%** to **42.83%** from 2017 to 2018 respectively. The Council Chairman should explain the measures put in place to ensure that these loans put no much pressure on the Treasury of the Council.

#### 8. CONTINGENT LIABILITIES

Irepodun Local Government closed the year with contingent liabilities of sum of **One Hundred and Sixty Million, Five Hundred and Sixty-Four Thousand, Five Hundred and Thirty-Nine Naira, Fifty-Four Kobo (₦160, 564,539.54k)**. The Council Chairman should initiate strategy to reduce this accumulated balance, and detail is below

Details	Amount 2018	Amount 2017
---------	-------------	-------------

	N	K	N	K
Outstanding salaries (Arrears)	154,498,039.54		224,101,288.16	
Outstanding audit fees	6,066,500		8,000,000.00	
	6,066,500.00			
Pending litigation		0	500,000.00	
<b>Total</b>	<b>160,564,539.54</b>		<b>232,601,288.16</b>	

The Council Chairman is to present documentary evidence for those outstanding settled and comment on the strategy put in place to offset this outstanding balance.

#### 9. CASH AND BANK BALANCES

Cash and Bank Balance of **One Million, One Hundred and Ten Thousand, Eight Hundred and Seventy-Seven Naira, Eighty-Six Kobo (N1, 110,877.86k)** indicated in the statement of Assets and liabilities for the year ended 31<sup>st</sup> December 2018 could not be confirmed to be correct.

#### x. UNCLEARED PERSONAL ADVANCES

Outstanding personal advances to Ex-Honourable member of the Council amount to **Fourteen Million Four Hundred and Forty-Eight Thousand, Six Hundred and Five Naira, Forty-Eight Kobo (N14, 448,605.48k)** as contained in the statement of assets and liabilities. The actual amount paid during the year ended 31<sup>st</sup> December 2018 was ascertained to be **N1, 719,722.70k**. However, a meager sum of **N11,242.26k** was recovered from dormant sum of **N2,772,681.55k** advanced to Hon. Tajudeen Bada since 2012.

The Council Chairman should comment on the effort making to collect the sum of **N14,448,605.48k** to the Council purse and provide documentary evidence of payment made along with updated personal advance ledger.

#### xi. DEPOSITS

The sum of **Thirty-Six Million, One Hundred and Twenty-Six Thousand, Two Hundred and Eighty-Six Naira, Forty-Eight Kobo (₦36,126,286.48k)** is indicated in the statement of assets and liabilities as unremitted Government Deposit against the sum of **Thirty-Six Million, Three Hundred and Ninety-Eight Thousand, Seven Hundred and Fifty Naira, Fourteen Kobo ( ₦36,398,750.14k)** indicated in the previous year.

The Council Chairman should confirm with approved documentary evidence that the unremitted government deposits had been actually remitted to the appropriate agencies.

#### **xii. INVESTMENT**

There is neither Investment nor investment income recorded in the financial statement of the Council of this magnitude.

The Council is advised to invest to increase internally generated revenue.

#### **xiii. WOMEN DEVELOPMENT CENTRE**

The Women Development centre in the Department requires refurbishment. Almost all the sewing machines available for the centre were not in good condition.

#### **xiv. REVENUE GENERATED**

It was observed that the Department generated a sum of **Seven Hundred and Sixty-Five Thousand, Five Hundred Naira Only (₦765,500.00k)** through marriage registry (Revenue code 12020418) Refusal of the council to account for revenue from other revenue code undermine the performance of the Council's IGR

The Chairman is advised to improve on their generation of adequate revenue by equipping the women wing with current/modern equipment in order to empower the women at the grass root level.

**xv. HEALTH AND MEDICAL DEPARTMENT**

The Internally Generated Revenue recorded by Health and Medical Department was **One Million, Six Hundred and Seventy-Seven Thousand, Nine Hundred and Twenty Naira Only (₦1,677,920.00k)** against the sum of **One Million, Six Hundred and Seventy Thousand, Two Hundred and Thirty-Four Naira, Forty-Two Kobo (₦1,670,234.42k)** recorded in the note to Financial Statement which has led to shortage of revenue of sum of **Seven Thousand, Six Hundred and Eighty-Five Naira, Fifty-Eight Kobo (₦7,685.58k)**. This placed emphasis on the weakness of internal control system aforementioned.

**xvi. STORE**

The NPI store rooms that contain most of the equipment and other hospital items, was inadequate. Most of the department valuable items were found outside. The Council Chairman's attention had been drawn to the above observation. Follow up is essential.

**xvii. DEPARTMENT OF LAND, WORKS AND HOUSING**

Two vehicles-Honda pilot Jeep and Honda baby boy, refurbished for a total sum of **Five Hundred Thousand Naira Only (₦500,000.00K)** were still grounded at the end of reporting period, 31<sup>st</sup> December 2018. It can be deduced that the money was misappropriated. The Chairman should comment on this serious financial crime.

**xix. PAYROLL REGISTER**

Analysis of pay register shows that allowances paid to employees was tagged as Irepodun allowance. This ineptitude action could breed fraudulent activity if not checked on time. The Council Treasurer is to ensure immediate presentation of corrected Pay Register for audit verification.

**IREPODUN LOCAL GOVERNMENT OMU-ARAN**

**STATEMENT NO. 1**

**CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2018**

<b>BUDGET 2018</b>	<b>DETAILS</b>	<b>NOTES</b>	<b>ACTUAL 2018</b>	<b>ACTUAL 2017</b>
<b>₦ K</b>			<b>₦ K</b>	<b>₦ K</b>
	<b><u>Cash Flows from Operating Activities:</u></b>			
	<u>Receipts:</u>			
1,780,562.00	Statutory Allocations: FAAC	<b>1A</b>	1,433,201,413.98	955,702,104.34
298,810,477.00	Value Added Tax Allocation	<b>1B</b>	333,641,878.65	296,070,791.04
	<b>Sub-total - Statutory Allocation</b>		<b>1,766,843,292.63</b>	<b>1,251,772,895.38</b>
	<b>INDEPENDENT REVENUE</b>			



	Direct Taxes	<b>2</b>	280,660.00	467,775.00
4,786,000.00	Licenses	<b>2</b>	8,188,445.43	6,927,112.84
12,025,000.00	Fees:	<b>2</b>	4,260,097.00	908,210.18
50,000.00	Fines	<b>2</b>		
600,000.00	Sales	<b>2</b>	833,015.00	1,347,900.00
300,000.00	Earnings :	<b>2</b>	2,351,847.84	1,077,519.56
600,000.00	Sales/Rent of Government Buildings: / Property (Shops)	<b>2</b>	141,400.00	432,550.00
1,500,000.00	Sale/Rent on Lands and Others: (Tenement Rate)	<b>2</b>	5,048,330.00	1,233,295.02
16,932,000.00	Repayments-General (Motor vehicle advances)			
<b>36,793,000.00</b>	<b>Sub-total - Independent Revenue</b>		<b>21,103,795.27</b>	<b>12,394,362.60</b>
	<b>Other Rev. Sources of the LG .</b>			
41,391,286.00	State 10% IGR	<b>3</b>	37,283,523.28	31,698,181.19
50,000,000.00	Argumentation	<b>3</b>	-	34,520,239.24
100,000,000.00	Domestic Loan	<b>3</b>	250,000,000.00	116,471,120.36
65,000,000.00	Special Release	<b>3</b>	16,900,000.00	78,020,933.62
	Forex Equalization Fund		43,328,883.31	-
	Ex Gain Difference		16,705,244.51	-
	Excess bank Charges refund		277,534.42	-
	<b>Sub Total - other Revenue</b>		<b>364,495,185.52</b>	<b>260,710,474.41</b>
	<b>Total Receipts</b>		<b>2,152,442,273.42</b>	<b>1,524,877,732.39</b>
	<b>Payments:</b>			
982,139,816.00	Personnel Costs ( Including Salaries on CRF Charges):	<b>4</b>	508,004,681.51	347,342,633.78
168,000,000.00	LGC contribution to LGA/ LGEA Pension	<b>5</b>	395,047,491.80	158,312,174.14
952,682,363.00	Overhead Charges:	<b>6</b>	95,535,633.12	49,617,792.33
2,756,010.00	Consolidated Revenue Fund Charges (Incl. service wide)	<b>7</b>	23,406,810.62	94,011,712.58

6,525,000.00	Subvention to Parastatals (LGSC, ALGON & Pension)	<b>8</b>	16,707,308.04	6,267,322.00
720,000,000.00	Subvention to SUBEB	<b>8a</b>	815,752,491.18	658,724,008.84
46,500,000.00	Subvention to Tradition Council	<b>8</b>	62,083,621.39	
	Contribution to other Local Government	<b>20</b>	27,048,610.70	-
<b>2,878,603,189.00</b>	<b>Total Payment</b>	<b>8</b>	<b>1,943,586,648.36</b>	<b>1,314,275,643.67</b>
	<b>Net Cash Flow from Operating</b>		<b>208,855,625.06</b>	<b>210,602,088.72</b>
	<b>Cash Flows from Investment Activities:</b>			-
84,236,453.00	General Public Services		-	-
3,000,000.00	Capital Expenditure: Public Order and Safety :		-	-
316,420,299.00	Capital Expenditure: Economic Sector:	<b>11</b>	(8,100,000.00)	-
12,400,000.00	Capital Expenditure: Environmental Protection	<b>11</b>	(900,000.00)	-
104,000,000.00	Capital Expenditure: Housing and Community Amenities			-
14,000,000.00	Capital expenditure: Health		-	-
3,000,000.00	Capital Expenditure: Recreation, Culture and Religion		-	-
29,000,000.00	Capital Expenditure: Education		-	-
2,000,000.00	Capital Expenditure: Social protection		-	-
	<b>Net Cash Flow from Investment Activities:</b>		<b>(9,000,000.00)</b>	
	<b>Cash Flows from Financing Activities:</b>			
16,932,000.00	Proceeds from Internal Loan: NTBs etc (Personal Adv.)	<b>17</b>	1,719,722.70	418,688.61
	Proceeds from Development of Nat Resources			
	Proceeds of loans from Other Funds			
	Repayment of External Loans			
26,816,834.00	Repayment of External Loan	<b>19</b>	<b>(203,611,651.52)</b>	(211,837,561.61)

	Repayment of Internal Loan – NTBs			
	Repayment of Loans from Development of Nat. Resources			
12,082,665.36	Repayment of Loans from other Funds			(12,082,665.36)
	<b><i>Net Cash Flow from Financing Activities</i></b>		<b>(201,891,928.82)</b>	<b>(12,899,449.64)</b>
	<b>Movement in Other Cash Equivalent Accounts</b>			
	(Increase)/ Decrease in Investments			
	Net (Increase)/Decrease in Other Cash Equivalents:			
	<b>Total Cash flow from other cash equivalent account</b>			
	Net Cash for the year		(2,036,303.76)	
-	Cash & Its Equivalent as at 1st January, 2018		3,147,180.92	16,046,630.56
-	Cash & Its Equivalent as at 31st December, 2018		<b>1,110,877.16</b>	<b>3,147,180.92</b>

**IREPODUN LOCAL GOVERNMENT OMU-ARAN**  
**STATEMENT NO. 2**  
**STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2018**

DETAILS	NOTES	CURRENT YEAR		PREVIOUS	
		₦	K	₦	K
<b><u>ASSETS:-</u></b>					
<b><u>Liquid Assets:-</u></b>					
Cash Held by AGF:					
-Cash Balances of Trust & Other Funds of the L.G.C	12	1,110,877.15		3,147,180.92	
<b>TOTAL LIQUID ASSETS</b>	<b>12</b>	<b>1,110,877.15</b>		<b>3,147,180.92</b>	
<b><u>Investments and Other Cash</u></b>					
Local Government Investments					
Advances: (Personal)	17	14,448,605.48		16,168,328.18	

Balance of Liabilities over Asset		181,127,343.39	249,684,529.20
<b>TOTAL INVESTMENTS AND OTHER CASH ASSETS</b>		<b>195,575,948.87</b>	265,852,857.38
<b>TOTAL ASSETS</b>		<b>196,686,826.02</b>	<b>269,000,038.30</b>
<b><u>LIABILITIES:-</u></b>			
<b><u>PUBLIC FUNDS</u></b>			
Consolidated Revenue Fund:			
Capital Development Fund:			
<b>TOTAL PUBLIC FUNDS</b>			
<b><u>EXTERNAL AND INTERNAL LOANS</u></b>			
External Loans: LGC			
LGC Bonds & Treasury Bonds.			
Internal Loans from Other Funds			
<b>TOTAL EXTERNAL AND INTERNAL LOANS</b>			
<b>OTHER LIABILITIES</b>			
Deposit	25	36,126,286.48	36,398,750.14
Contingent Liabilities	26	160,560,539.54	232,601,288.16
<b>TOTAL LIABILITIES</b>		<b>196,686,826.02</b>	269,000,038.30

**STATEMENT NO. 3**  
**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

<b>ACTUAL 2017</b>		<b>NOTES</b>	<b>ACTUAL 2018</b>	<b>BUDGET 2018</b>	<b>VARIA NCE</b>
<b>₦ K</b>			<b>₦ K</b>	<b>₦ K</b>	<b>%</b>
<b>16,046,630.00</b>	<b>Opening Balance:</b>		<b>3,147,180.92</b>		
	<b><u>ADD: REVENUE</u></b>				
955,702,104.34	Statutory Allocations :FAAC	1A	1,433,201,413.98	1,780,565,202.00	-
296,070,791.04	Value Added Tax Allocation	1B	333,641,878.65	298,810,477.00	-
<b>1,251,772,895.38</b>	<b>Sub-Total - Statutory Allocation</b>		<b>1,766,843,292.63</b>	<b>2,079,375,679.00</b>	-
	<b><u>Independent Revenue</u></b>				-
467,775.00	Direct Taxes	2	280,660.00	-	-
6,927,112.84	Licences	2	8,188,445.43	4,786,000.00	-
908,210.18	Fees:	2	4,260,097.00	12,025,000.00	-
	Fines	2		50,000.00	-
1,347,900.00	Sales	2	833,015.00	600,000.00	-
1,077,519.56	Earnings :	2	2,351,847.84	300,000.00	-
432,550.00	Sales/Rent of Govt.	2	141,400.00	600,000.00	-
1,233,295.02	Sale/Rent on Lands and Others (Tenement Rate)	2	5,048,330.00	1,500,000.00	-
<b>12,394,362.60</b>	<b>Sub-Total - Independent</b>		<b>21,103,795.27</b>	<b>19,861,000.00</b>	-
	<b><u>Other Revenue Sources of the</u></b>				
31,698,181.19	State 10% IGR	3	37,283,523.28	41,391,282.00	-
34,520,239.24	Augmentation		-	50,000,000.00	-
116,471,120.63	Domestic Loan	3	250,000,000.00	100,000,000.00	-
78,020,933.62	Special Release	3	16,900,000.00	65,000,000.00	-
	Forex Equalization Fund		43,328,883.31		

	Ex Gain Difference		16,705,244.51	50,000,000.00	
	Excess bank Charges refund		277,534.42		
<b>260,710,474.68</b>	<b>Sub Total</b>		<b>364,495,185.52</b>	<b>306,391,282.00</b>	-
<b>1,540,924,362.66</b>	<b>TOTAL REVENUE:</b>		<b>2,155,589,454.34</b>	<b>2,405,627,961.00</b>	-
	<b><u>LESS:EXPENDITURE</u></b>				
347,392,633.78	Personnel Costs ( Including Salaries on CRF Charges):	4	508,004,681.51	982,139,816.00	-
158,312,174.14	LGC Contribution to Pension: Including Arrears	5	395,047,491.80	168,000,000.00	-
49,617,792.33	Overhead Charges:	6	95,535,632.42	952,682,363.00	-
94,011,712.58	Consolidated Revenue Fund Charges (Incl. service wide) (Ex-	7	23,406,810.62		-
6,267,322.00	Subvention to Parastatals:	8	16,707,308.04	6,525,000.00	-
658,724,008.84	Subvention to SUBEB (Incl. Arrears)	8	815,752,491.18	720,000,000.00	-
37,348,376.95	<b>Subvention to Traditional Council</b>		62,083,621.39	39,316,800.00	-
	<b>Contribution to other LGA</b>		27,048,610.70		
	<b>OTHER REURRENT PAYMENTS/ EXPENDITURE</b>				-
211,837,561.61	Repayments of External Loan	19	203,611,651.52	126,816,834.00	-
	Repayments: LGC Bonds & Treasury Bond				-
12,082,665.36	Repayments: Internal Loans for Other Funds	24		12,082,665.36	-
(418,688.61)	Proceed of loan from other fund	17	<b>(1,719,722.70)</b>	16,720,000.00	-
<b>153,777,182.03</b>	<b>TOTAL EXPENDITURE:</b>		<b>2,145,478,576.48</b>	<b>3,024,283,478.36</b>	-
<b>3,147,180.92</b>	<b>OPERATING BALANCE:</b>		<b>10,110,877.86</b>		-
	<b><u>APPROPRIATIONS/ TRANSFERS:</u></b>				-

<b>3,147,180.92</b>	Transfer to Capital Development Fund				-
-	<b>Closing Balance:</b>		-	-	

**STATEMENT NO. 4**

**STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

ACTUAL PREVIOUS YEAR(2017)		NOTES	TOTAL CAPITAL EXPENDITURE 2018		FINAL BUDGET 2018	
₦	K		₦	K	₦	K
		<b><u>ADD: REVENUE</u></b>				
3,147,180.92		Transfer from Consolidated Revenue Fund:	10,110,877.86			




	Aid and Grants				
	Internal Loans from Other Funds				
<b>3,147,180.92</b>	<b>TOTAL REVENUE AVAILIABLE:</b>	stm3	<b>10,110,877.86</b>		
	<b><u>LESS: CAPITAL EXPENDITURE</u></b>				
-	General Public Services			84,235,433.00	
-	Capital Expenditure: Public Order and Safety :			3,000,000.00	
-	Capital Expenditure: Economic Sector:		8,100,000.00	316,420,299.00	
-	Capital Expenditure: Environmental Protection		900,000.00	12,400,000.00	
-	Capital Expenditure: Housing and Community Amenities			104,000,000.00	
-	Capital expenditure: Health			3,000,000.00	
-	Capital Expenditure: Recreation, Culture and Religion				
-	Capital Expenditure: Administrative Sector				
-	Capital Expenditure/Law & Justice				
-	Capital Expenditure: Education			29,000,000.00	
-	Capital Expenditure: Social protection			<b>2,000,000.00</b>	
-	<b>TOTAL CAPITAL EXPENDITURE:</b>		<b>9,000,000.00</b>	<b>554,055,732.00</b>	
<b>3,147,180.92</b>	<b>CLOSING BALANCE:</b>	stm3	<b>1,110,877.86</b>		

**Responsibility for Financial Statement**

These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council.

To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

**Signature** 

We accept responsibility for the integrity of these financial statements. The information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.

In our opinion, these financial statements fairly reflect the financial position of Irepodun Local Government as at 31<sup>st</sup> December 2018 and its operations for the year ended on that date.





Chairman.....

Treasurer.....

**ISIN LOCAL GOVERNMENT COUNCIL**  
**i. RECURRENT REVENUE**

A sum of **One Billion, One Hundred and Eighty-One Million, One Hundred and Forty-Two Thousand, Five Hundred and Thirteen Naira, Seventy Kobo (₦1,181,142,513.70k)**

was received into the Council's purse as recurrent revenue as against the estimated sum of **One Billion, Two Hundred and Twenty-Five Million, One Hundred and Sixty –Six Thousand, Six Hundred and Forty-Three Naira, Sixty-Three Kobo (₦1,225,166,643.63k).**

**BUDGETED VERSUS ACTUAL**

<b>PREVIOUS YEAR 2017</b>	<b>DETAILS</b>	<b>ESTIMATES 2018</b>	<b>ACTUAL YEAR 2018</b>	<b>VARIANCE</b>	<b>%PERF</b>
<b>₦ K</b>		<b>₦ K</b>	<b>₦ K</b>	<b>₦ K</b>	
160,380.00	Direct Taxes	5,000,000.00	1,710,000.00	3,290,000.00	34.20%
1,225,000.00	Licences	1,220,000.00	437,000.00	783,000.00	35.82%

4,975,000.00	Fees:	4,070,000.00	365,000.00	3,705,000.00	8.97%
	Sales	20,000,000.00	165,800.00	19,834,200.00	0.83%
	Earnings :	200,000.00	493,400.00	293,400.00	246.70%
775,761.34	Sales/Rent of Government Buildings:	600,000.00	0.00	600,000.00	0.00
	Rent on Lands and Others:	100,700.00	0.00	100,700.00	0.00%
	Revenue Generated by KWIRS		5,220,783.55	5,220,783.55	
<b>7,136,141.34</b>	<b>Sub-total - Independent Revenue (A)</b>	<b>31,190,700.00</b>	<b>8,391,983.55</b>	<b>22,798,716.45</b>	26.91%
	Other Revenue Sources of the Local Government				
722,999,699.00	Statutory Allocations: FAAC	1,017,889,032.85	1,084,233,451.21	66,344,418.36	106.52%
23,980,040.81	Share of 10% State IGR	26,086,910.78	28,205,416.70	2,118,505.92	108.12%
128,899,108.27	Exchange Diff		16,705,244.51	16,705,244.51	
0.00	SURE-P(Augmentation)				
6,300,000.00	Forex Equalization Fund		43,328,883.30	43,328,883.30	
22,248,669.43	Excess Bank Charges	150,000,000.00	277,534.43	149,722,465.57	0.19%
<b>904,427,517.51</b>	<b>SUB-total Revenue(B)</b>	<b>1,193,975,943.63</b>	<b>1,172,750,530.15</b>	<b>21,225,413.48</b>	98.22%
<b>911,563,658.85</b>	<b>TOTAL REVENUE C= A+B</b>	<b>1,225,166,643.63</b>	<b>1,181,142,513.70</b>	<b>44,024,129.93</b>	96.41%

## ii. CAPITAL RECEIPTS.

A total sum of **Five Hundred and Two Million, Four Hundred and Three Thousand, Nine Hundred and Forty-One Naira, Thirty-Two Kobo (₦502,403,941.32k)** as against the estimated sum of **Five Hundred and Forty-Eight Million, Two Hundred and Forty-Two Thousand, Six Hundred and Forty-Seven Naira, Fifty-Six Kobo (₦548,242,647.56k)** . The gross domestic loan is about **50%** of the total capital receipts.

## ACTUAL VERSUS ESTIMATE CAPITAL RECEIPTS

<b>YEAR 2017</b>	<b>DETAILS</b>	<b>ESTIMATE 2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>%PERF</b>
<b>₦ K</b>		<b>₦ K</b>	<b>₦ K</b>	<b>₦ K</b>	
	Receipts:				
223,980,978.87	Value Added Tax Allocation	298,242,647.56	252,403,941.32	-45,838,706.24	84.63%
	Domestic Loan	250,000,000.00	250,000,000.00	0.00	100%
<b>223,980,978.87</b>	<b>Sub Total capital receipt</b>	<b>548,242,647.56</b>	<b>502,403,941.32</b>	<b>-45,838,706.24</b>	<b>91.64%</b>

## **TOTAL EXPENDITURE**

A total sum of **One Billion, Six Hundred and Ninety Four Million, Three Hundred and Twenty-Six Thousand, Nine Hundred and Ninety-Three Naira, Ninety Kobo ( ₦1,694,326,993.90k)**

was expended by the Council during the year ended 31st December,2018 against estimated sum of

**Two Billion, Six Hundred and Ninety-Three Million, Eight Hundred and Twenty-One Thousand, Four Hundred and Fifty-Three Naira, Sixty-Five Kobo (₦2,691,321,453.65k).**

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## **ACTUAL VERSUS CAPITAL EXPENDITURE**

YEAR 2017		DETAILS	ESTIMATE 2018		ACTUAL 2018		VARIANCE	%PER F	
N	K	Payments:	N	K	N	K	N	K	
249,132,615.59		Personnel Costs (Including Salaries on CRF Charges):	469,354,347.00		333,547,777.76		135,806,569.24		71.07%
158,312,174.11		LGC Government Contribution to Pension Fund :	403,000,000.00		401,866,731.82		1,133,268.18		99.72%
63,284,961.57		Overhead Charges:	389,642,863.07		103,413,048.26		286,229,814.81		26.54%
23,323,527.76		Consolidated Revenue Fund Charges ( Ex -Council Arrears/ Severance/Furniture Allowance)	22,000,000.00		17,208,178.60		4,791,821.40		78.22%
397,400,007.52		Teacher Salary (SUBEB)	574,411,089.58		469,298,751.47		105,112,338.11		81.70%
1,524,269.41		Subvention to Parastatals	13,145,000.00		11,877,312.52		1,267,687.48		90.36%
		Grants / Contribution to Other Local Government	41,000,000.00		85,711,503.57		(44,711,503.57)		209.05 %
5,642,322.00		Subvention to Traditional Council	45,000,000.00		44,635,223.25		364,776.75		99.19%
		Commission KWIRS	300,000.00		258,265.95		41,734.05		86.09%
		Audit fees.	0.00		3,987,500.00		(3,987,500.00)		
<b>898,619,877.96</b>		<b>Sub Payments (A)</b>	<b>1,957,853,299.65</b>		<b>1,471,804,293.20</b>		<b>486,049,006.45</b>		<b>75.17%</b>
0.00		Capital Expenditure: General Public Service:	241,734,051.00		0.00		241,734,051.00		0.00%
0.00		Capital Expenditure: Public Order & Safety:	44,000,052.00		0.00		44,000,052.00		0.00%
0.00		Capital Expenditure: Economic Affairs:	120,000,000.00		9,595,400.00		110,404,600.00		8.00%
0.00		Capital Expenditure: Environmental Protection:	2,500,000.00		0.00		2,500,000.00		0.00%
0.00		Capital Expenditure:	43,000,000.00		0.00		43,000,000.00		0.00%

	Housing & Community Amenity:				
0.00	capital expenditure: Health:	15,000,000.00	9,315,650.00	5,684,350.00	62.10%
0.00	Capital Expenditure: Recreation, Culture & Religion:	2,000,000.00	0.00	2,000,000.00	0.00%
0.00	Capital Expenditure: Education:	10,000,000.00	0.00	10,000,000.00	0.00%
0.00	Capital Expenditure: Social Protection:	4,734,051.00	0.00	4,734,051.00	0.00%
211,837,561.63	Loan Repayments-General:	250,000,000.00	203,611,650.70	46,388,349.30	81.44%
12,082,665.36	Bank Charges	3,000,000.00	0.00	3,000,000.00	0.00%
<b>223,920,226.99</b>	<b>Sub Total Capital Expenditure(B)</b>	<b>735,968,154.00</b>	<b>222,522,700.70</b>	<b>513,445,453.30</b>	<b>30.24%</b>
<b>1,122,540,104.95</b>	<b>TOTAL OF EXPENDITURE A+B</b>	<b>2,693,821,453.65</b>	<b>1,694,326,993.90</b>	<b>999,494,459.75</b>	<b>62.90%</b>

**i. INTERNALLY GENERATED REVENUE**

Internally Generated Revenue (IGR) ratio to Council's Total Receipts as at 31<sup>st</sup> December, 2018 reduced in relative term to **Eight Million, Three Hundred and Ninety-One Thousand, Nine Hundred and Eighty-Three Naira, Fifty-Five Kobo (₦8,391,983.55k) (0.50%)** from **Seven Million, One Hundred and Thirty-Six Thousand, One Hundred and Forty-One Naira, Thirty-Four Kobo (₦7,136,141.34k) (0.63%)** in year 2017. However, the levels of actual internally generated revenue have remained approximately the same. The Council is becoming increasingly reliant on Federation Account, which will undoubtedly be a cause of great concern.

**ii. CAPITAL COMMITMENTS**

iii. The Statement of Capital Development fund till date, revealed a capital commitment amounting to **Eighteen Million, Nine Hundred and Eleven Thousand, and Fifty Naira Only (₦18,911,050.00k)** in respect of capital expenditure on economic sector and Health sector insignificant and moreover could not be ascertained.

iv. **LOANS AND ADVANCES**

Council Domestic Loans and Advances to total capital receipt increased significantly from **0.00%** (2017) to **49.76 %**( 2018). This ratio came under pressure during the year. This initiative has impacted the IGR ratio.

v. **THE COUNCIL DIRECT DEDUCTION**

During the period, the Council had reacted negatively to significant increases in direct deductions from **50.69%** in year 2017 to **60.05%** in year 2018. The Council management is advised to address this **strategic drift**.

vi. **CONTINGENT LIABILITIES**

The Council closed the year with liabilities of **One Hundred and Twenty-Nine Million, Nine Hundred and Fifty-Three Thousand, Two Hundred and Forty-Six Naira, Forty –One Kobo (₦129,953,246.41)** against the total sum indicated in the statement of asset and liabilities with audit fees slipping to **27.67%** from **N7 Million** to **₦5,062,500 Million** in 2018 records.

The attention of the Council's Treasurer has been drawn for the reconciliation.

The Council Chairman should initiate strategy to reduce this accumulated balance

The detail is as below



<b>DETAILS</b>	AMOUNT 2018		AMOUNT 2017	
	₦	K	₦	K
Outstanding salaries (arrears)	116,501,531.96		215,169,391.45	
Deposit	8,839,214.46		10,153,660.70	
Outstanding audit fees	5,062,500.00		7,000,000.00	

The Council Chairman is to present documentary evidence for those outstanding settled and comment on strategy put in place to accelerate these overdue liabilities.

**ISIN LOCAL GOVERNMENT, KWARA STATE.**

**STATEMENT 1**

***CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2018***

<b>BUDGET 2018</b>		<i>NOTES</i>	<i>ACTUAL 2018</i>		<i>ACTUAL 2017</i>	
₦	K		₦	K	₦	K
		<b><u>Cash Flows from Operating Activities:</u></b>				
		<u>Receipts:</u>				

1,017,889,032.85	Statutory Allocations: FAAC	1	1,084,233,451.2 1	722,999,699.00
298,242,647.56	Value Added Tax Allocation	1	252,403,941.32	223,980,978.83
<b>1,316,131,680.41</b>	<b>Sub-total - Statutory Allocation</b>		<b>1,336,637,392.5 3</b>	<b>946,980,677.83</b>
	<b>Independent Revenue</b>			
5,000,000.00	Direct Taxes	2	1,710,000.00	160,380.00
1,220,000.00	Licenses	2	437,000.00	1,225,000.00
4,070,000.00	Fees:	2	365,000.00	4,975,000.00
20,000,000.00	Sales	2	165,800.00	0.00
200,000.00	Earnings :	2	493,400.00	0.00
600,000.00	Sales/Rent of Government Buildings	2	0.00	775,761.34
100,700.00	Rent on Lands and Others:	2	0.00	0.00
	Revenue Generated by KWIRS	2	5,220,783.55	0.00
<b>31,190,700.00</b>	<b>Sub-total - Independent Revenue</b>		<b>8,391,983.55</b>	<b>7,136,141.34</b>
	Other Revenue Sources of the Local Government			
26,086,910.78	Share of 10% State IGR	3	28,205,416.70	23,980,040.81
	Exchange Diff	3	16,705,244.51	128,899,108.27
250,000,000.00	Domestic Loan	3	250,000,000.00	
	Forex Equalization Fund	3	43,328,883.30	6,300,000.00
150,000,000.00	Excess Bank Charges	3	277,534.43	22,248,669.43
<b>1,773,409,291.19</b>	<b>Total Receipts</b>		<b>1,683,546,455.0 2</b>	<b>1,135,544,637.68</b>
	<b>Payments:</b>			
469,354,347.00	Personnel Costs ( Including Salaries on CRF Charges):	4	333,547,777.76	249,132,615.59
403,000,000.00	LGC Government Contribution to Pension Fund :	5	401,866,731.82	158,312,174.11
389,642,863.07	Overhead Charges:	6	103,413,048.26	63,284,961.57

22,000,000.00	Consolidated Revenue Fund Charges ( Ex -Council Arrears/ Severance/Furniture Allowance)	7	17,208,178.60	23,323,527.76
574,411,089.58	Teacher Salary (SUBEB)	8	469,298,751.47	397,400,007.52
13,145,000.00	Subvention to Parastatals	9a	11,877,312.52	1,524,269.41
41,000,000.00	Grants / Contribution to Other Local Government	9b	85,711,503.57	0.00
45,000,000.00	Subvention to Traditional Council	10	44,635,223.25	5,642,322.00
300,000.00	Commission KWIRS	11a	258,265.95	0.00
0.00	Grants / Contribution to Other Local Government.	11b	3,987,500.00	0.00
<b>1,957,853,299.65</b>	<b>Total Payments</b>		<b>1,471,804,293.2 0</b>	<b>898,619,877.96</b>
<b>-184,444,008.46</b>	<b><i>Net Cash Flow from Operating Activities</i></b>		<b>211,742,161.82</b>	<b>236,924,759.72</b>
	<b><u>Cash Flows from Investment Activities:</u></b>			
241,734,051.00	Capital Expenditure: General Public Service:	12	0.00	0.00
44,000,052.00	Capital Expenditure: Public Order & Safety:		0.00	0.00
120,000,000.00	Capital Expenditure: Economic Affairs:	12	9,595,400.00	0.00
2,500,000.00	Capital Expenditure: Environmental Protection:	12	0.00	0.00
43,000,000.00	Capital Expenditure: Housing & Community Amenity:	12	0.00	0.00
15,000,000.00	capital expenditure: Health:	12	9,315,650.00	0.00
2,000,000.00	Capital Expenditure: Recreation, Culture & Religion:	12	0.00	0.00
10,000,000.00	Capital Expenditure: Education:	12	0.00	0.00
4,734,051.00	Capital Expenditure: Social Protection:	12	0.00	0.00

482,968,154.00	<i>Net Cash Flow from Investment Activities:</i>		18,911,050.00	0.00
	<b><u>Cash Flows from Financing Activities:</u></b>			
250,000,000.00	Loan Repayments-General:	13	203,611,650.70	-211,837,561.63
3,000,000.00	Bank Charges		0.00	-12,082,665.36
253,000,000.00	<i>Net Cash Flow from Financing Activities:</i>		203,611,650.70	-223,920,226.99
	<b>Movement in Other Cash Equivalent Accounts</b>			
	(Increase)/ Decrease in Investments			
	Net (Increase)/Decrease in Other Cash Equivalents:		-	
	<b>Total Cash flow from other Cash equivalent Accounts</b>		-	-
	Net Cash for the year		-10,780,538.88	13,004,532.73
	Cash & Its Equivalent as at 1st January, 2018		13,020,812.13	16,279.36
	Cash & Its Equivalent as at 31st December, 2018		2,240,273.25	13,020,812.09

**ISIN LOCAL GOVERNMENT**  
**STATEMENT 2**  
**STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2018**

	NOTE	YEAR 2018		YEAR 2017	
	S	₦	K	₦	K
<b><u>ASSETS:-</u></b>					
<b><u>Liquid Assets:-</u></b>					
Cash Held by LGT	14	74,911.07		30,653.79	
Bank Balance(CBN/CRF Bank):	14	2,165,362.18		12,990,158.30	
<b>TOTAL LIQUID ASSETS</b>		<b>2,240,273.25</b>		<b>13,020,812.09</b>	
<b><u>Investments and Other Cash Assets:</u></b>					
Local Government Investments	15	33,749,800.00		33,749,800.00	
Imprests:-	16	2,267,000.00		2,267,000.00	
<b>TOTAL INVESTMENTS AND OTHER CASH ASSETS</b>		<b>36,016,800.00</b>		<b>36,016,800.00</b>	
Operating Liability over Asset		257,953,383.38		183,285,440.06	
<b>TOTAL ASSETS</b>		<b><u>296,210,456.63</u></b>		<b><u>232,323,052.15</u></b>	
<b><u>LIABILITIES:-</u></b>					
<b><u>PUBLIC FUNDS</u></b>					
Consolidated Revenue Fund:			-		-
Capital Development Fund:					
<b>TOTAL PUBLIC FUNDS</b>			-		-
<b><u>EXTERNAL AND INTERNAL LOANS</u></b>					
External Loans :LGC	20	166,257,210.22			-
LGC Bonds & Treasury Bonds.			-		-
<b>TOTAL EXTERNAL AND INTERNAL LOANS</b>			-		-

<b>OTHER LIABILITIES</b>			
Deposits:-	17	8,839,214.46	10,153,660.70
Outstanding Salaries	18	116,051,531.95	215,169,391.45
Arrears of Statutory Audit Fees	19	5,062,500.00	7,000,000.00
<b>TOTAL LIABILITIES</b>		<b><u>296,210,456.63</u></b>	<b><u>232,323,052.15</u></b>

**ISIN LOCAL GOVERNMENT**  
**STATEMENT NO. 3**

**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

<i>PREVIOUS YEAR 2017</i>		NOTES	<i>ACTUAL 2018</i>	<i>BUDGET 2018</i>	<i>VARIANCE</i>
<b>N K</b>			<b>N K</b>	<b>N K</b>	<b>%</b>
<b>16,279.36</b>	<b>Opening Balance:</b>		<b>13,020,812.13</b>		
	<b><i>ADD: REVENUE</i></b>				
722,999,699.00	Statutory Allocations: FAAC	<b>1</b>	1,084,233,451.2 1	1,017,889,032.85	66,344,418.36
223,980,978.83	Value Added Tax Allocation	<b>1</b>	252,403,941.32	298,242,647.56	(45,838,706.24)
<b>946,980,677.83</b>	<b>Sub-Total - Statutory Allocation</b>		<b>1,336,637,392.5 3</b>	<b>1,316,131,680.41</b>	<b>20,505,712.12</b>
	<b>Independent Revenue</b>				
160,380.00	Direct Taxes	<b>2</b>	1,710,000.00	5,000,000.00	(3,290,000.00)
1,225,000.00	Licenses	<b>2</b>	437,000.00	1,220,000.00	(783,000.00)
0.00	Mining Rents:		0.00	0.00	0.00
4,975,000.00	Fees:	<b>2</b>	365,000.00	4,070,000.00	(3,705,000.00)
0.00	Sales	<b>2</b>	165,800.00	20,000,000.00	(19,834,200.00)
0.00	Earnings :	<b>2</b>	493,400.00	200,000.00	293,400.00
775,761.34	Sales/Rent of Government Buildings:	<b>2</b>	0.00	600,000.00	(600,000.00)
0.00	Rent on Lands and Others:	<b>2</b>	0.00	100,700.00	(100,700.00)

0.00	Revenue Generated by KWIRS	2	5,220,783.55	0.00	5,220,783.55
<b>7,136,141.34</b>	<b>Sub-Total - Independent Revenue</b>		<b>8,391,983.55</b>	<b>31,190,700.00</b>	<b>(22,798,716.45)</b>
0.00	Other Revenue Sources of the Local Government		0.00	0.00	0.00
23,980,040.81	Share of 10% State IGR	3	28,205,416.70	26,086,910.78	2,118,505.92
0.00	Domestic Loan	3	250,000,000.00	250,000,000.00	0.00
128,899,108.27	Exchange Diff	3	16,705,244.51	0.00	16,705,244.51
6,300,000.00	Forex Equalization Fund	3	43,328,883.30	0.00	43,328,883.30
22,248,669.43	Paris Club		0.00	0.00	0.00
0.00	Excess Bank Charges	3	277,534.43	150,000,000.00	(149,722,465.57)
<b>181,427,818.51</b>	<b>SUB-TOTAL</b>		<b>338,517,078.94</b>	<b>426,086,910.78</b>	<b>(87,569,831.84)</b>
<b>1,135,560,917.04</b>	<b>TOTAL REVENUE:</b>		<b>1,696,567,267.15</b>	<b>1,773,409,291.19</b>	<b>(76,842,024.04)</b>
	<b><u>LESS:EXPENDITURE</u></b>				
249,132,615.59	Personnel Costs ( Including Salaries on CRF Charges):	4	333,547,777.76	469,354,347.00	135,806,569.24
158,312,174.11	LGC Government Contribution to Pension:	5	401,866,731.82	403,000,000.00	1,133,268.18
63,284,961.57	Overhead Charges:	6	103,413,048.26	389,642,863.07	286,229,814.81
23,323,527.76	Consolidated Revenue Fund Charges ( Ex -Council Arrears/ Severance/Furniture Allowance)	7	17,208,178.60	22,000,000.00	4,791,821.40
397,400,007.52	Teacher Salary (SUBEB)	8	469,298,751.47	574,411,089.58	105,112,338.11
1,524,269.41	Contribution to other Agencies (1% Training & 0.5% JAAC Budget )	9	11,877,312.52	13,145,000.00	1,267,687.48
5,642,322.00	Indirect Distribution Charges	10	44,635,223.25	45,000,000.00	364,776.75
0.00	Contribution to other L. G.	11	89,699,003.57	41,000,000.00	(48,699,003.57)
0.00	Commission KWIRS		258,265.95	300,000.00	41,734.05
<b>898,619,877.96</b>			<b>1,471,804,293.2</b>	<b>1,957,853,299.65</b>	<b>486,049,006.45</b>



			<b>0</b>		
	<b>OTHER RECURRENT PAYMENTS/ EXPENDITURE:</b>				
223,920,226.99	Repayments: External Loans LGC		0.00	0.00	0.00
0.00	Loan Repayment General	<b>13</b>	203,611,650.70	0.00	0.00
<b>1,122,540,104.95</b>	<b>TOTAL EXPENDITURE:</b>		<b>1,675,415,943.90</b>	<b>1,957,853,299.65</b>	<b>486,049,006.45</b>
<b>13,020,812.09</b>	<b>OPERATING BALANCE:</b>		<b>21,151,323.25</b>	<b>-184,444,008.46</b>	<b>-562,891,030.49</b>
	<u><b>APPROPRIATIONS/ TRANSFERS:</b></u>				
<b>13,020,812.09</b>	Transfer to Capital Development Fund:		<b>21,151,323.25</b>		<b>(21,151,323.25)</b>



	Capital Expenditure: Recreation, Culture & Religion:				
	Capital Expenditure: Education:				
	Capital Expenditure: Social Protection:				-
	<b>TOTAL CAPITAL</b>		<b>18,911,050.00</b>	-	
<b>13,020,812.09</b>	<b>CLOSING BALANCE:</b>		<b>2,240,273.25</b>		

**Responsibility for Financial Statement**

These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council.

To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

**Signature**

**Name**

We accept responsibility for the integrity of these financial statements. The information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.

In our opinion, these financial statements fairly reflect the financial position of Isin Local Government as at 31<sup>st</sup> December 2018 and its operations for the year ended on that date.



Treasurer.....

Chairman.....

**KAIAMA LOCAL GOVERNMENT COUNCIL**

**i. RECURRENT REVENUE**

A total sum of **Two Billion, Fifteen Million, Nine Hundred and Thirty-Seven Thousand, Seven Hundred and Twenty-Two Naira, Three Kobo (₦2,015, 937,722.03)** accrued to the Council as recurrent revenue against the budgeted sum of **One Billion, Six Hundred and Seventy Four Million, Eight Hundred and Sixty-Five Thousand, Three Hundred and Ten Naira only (₦1,674,865,310.00k)**, the details are as follows:

**BUDGETED VERSUS ACTUAL RECURRENT REVENUE**

<b>YEAR 2017</b>	<b>PAYMENT</b>	<b>BUDGET2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>%PERF</b>
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N	K		N	K	N	K	N	K	
		<b>Independent Revenue</b>							
392,000.00		Direct Taxes							
1,110,000.00		Licenses	10,410,000.00		7,427,252.88		2,982,747.12		71%
445,195.62		Fees:	10,280,000.00		2,150,150.66		8,129,849.34		21%
927,682.00		Fines					0.00		
400,000.00		Sales	400,000.00		434,451.91		34,451.91		109%
11,747,060.00		Earnings :	8,934,000.00		11,831,377.60		2,897,377.60		132%
929,675.00		Sales/Rent of Government Buildings:	480,000.00		188,996.51		291,003.49		39%
207,000.00		Sale/Rent on Lands and Others:	1,560,000.00		4,208,671.25		2,648,671.25		270%
		Proceeds from Internal Loan: Vehicle Loan			3,369,920.00		3,369,920.00		
256,522.69		Re-imburement			76,501.42		76,501.42		
<b>16,415,135.31</b>		<b>Sub-total - Independent Revenue</b>	<b>32,064,000.00</b>		<b>29,687,322.23</b>		<b>2,376,677.77</b>		93%
1,296,568,996.42		Statutory Allocations: FAAC	971,219,200.00		1,877,116,196.43		905,896,996.43		193%
41,506,264.71		10% Share State IGR	417,013,000.00		48,831,591.08		368,181,408.92		12%
68,346,334.04		Exchange Gain	99,069,110.00		16,705,244.54		82,363,865.46		17%
		Forex Equalization fund	150,000,000.00		43,319,883.31		106,680,116.69		29%
45,407,126.80		Excess Bank charges	5,500,000.00		277,534.44		5,222,465.56		5%
9,971,495.66		Special Released					0.00		
<b>1,461,800,217.63</b>		<b>sub Total Revenue</b>	<b>1,642,801,310.00</b>		<b>1,986,250,449.80</b>		343,449,139.80		121%
<b>1,478,215,352.94</b>		<b>Total revenue</b>	<b>1,674,865,310.00</b>		<b>2,015,937,772.03</b>		<b>341,072,462.03</b>		<b>120%</b>

ii. CAPITAL RECEIPTS

A total sum of **Six Hundred and Eighty-Six Million, Nine Hundred and Eighty-Two Thousand, Nine Hundred and Forty-Four Naira, Seven Kobo (₦686,982,944.70k)** accrued to the Council purse as capital receipts during the year against the estimated sum of **Six Hundred and Thirty-One Million, Eight Hundred and Sixty-Two Thousand, Nine Hundred and Fifty Naira Only(₦631,862,950.00k)**

**BUDGETED VERSUS ACTUAL CAPITAL RECEIPT**

<b>YEAR 2017</b>	<b>PAYMENT</b>	<b>BUDGET2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>%PERF</b>
<b>₦ K</b>	<b>₦ K</b>	<b>₦ K</b>	<b>₦ K</b>	<b>₦ K</b>	
351,937,295.94	Value Added Tax Allocation	319,362,950.00	436,982,944.70	117,619,994.70	137%
	Proceeds from Internal Loans: Commercial Bank	312,500,000.00	250,000,000.00	62,500,000.00	80%
<b>351,937,295.94</b>	<b>Capital Receipt</b>	<b>631,862,950.00</b>	<b>686,982,944.70</b>	55,119,994.70	109%
<b>1,830,152,648.88</b>	<b>TOTAL RECEIPT</b>	<b>2,306,728,260.00</b>	<b>2,702,920,716.73</b>	<b>396,192,456.73</b>	<b>117%</b>

**iii. ACTUAL EXPENDITURE**

The Council expended a total sum of **Two Billion, Seven Hundred and Six Million, Six Hundred and Fifty Thousand, Two Hundred and Twenty-Four Naira, Thirteen Kobo (₦2,706,650,224.13K)**, against the estimate of **Two Billion, Six Hundred and Sixteen Million, Seven Hundred and Eighty-Seven Thousand, Eight Hundred Naira Only (₦2,616,787,800k)**. The breakdown is given below:

**ACTUAL EXPENDITURE VERSUS ESTIMATE**

<b>YEAR 2017</b>	<b>PAYMENT:</b>	<b>BUDGET2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>%PERF</b>
<b>₦ K</b>		<b>₦ K</b>	<b>₦ K</b>	<b>₦ K</b>	
302,123,186.43	Personnel Costs ( Including Salaries on CRF Charges):	391,328,770.00	313,058,331.22	78,270,438.78	0.80
157,905,040.59	Contribution to Pension	131,371,100.00	401,866,731.82	270,495,631.82	3.06

59,516,399.91	Overhead Charges:	194,996,820.00	85,460,093.81	109,536,726.19	0.44
931,423,533.55	Contribution to SUBEB	574,411,100.00	1,259,771,510.08	685,360,410.08	2.19
76,357,905.94	Consolidated Revenue Fund Charges ( Incl. Service Wide Votes)	131,371,100.00	15,664,616.62	115,706,483.38	0.12
1,524,269.42	Subvention to Parastatals/Operating activities	574,411,100.00	8,981,146.09	565,429,953.91	0.02
0	Traditional Council	2,662,200.00	84,279,360.52	81,617,160.52	31.66
64,382,699.09	Contribution to Other L.G		305,623,295.91	305,623,295.91	
	Bank Charges		4,962,154.54	4,962,154.54	
236,919,613.95	Capital Expenditure: General Public Services:	45,166,500.00	17,120,000.00	28,046,500.00	0.38
	Capital Expenditure: Economy Affairs,	175,053,590.00		175,053,590.00	-
	Capital Expenditure: Environmental Protection	14,000,000.00		14,000,000.00	-
9,160,000.00	Capital Expenditure: Housing and Community Development	35,000,000.00	3,736,000.00	31,264,000.00	0.11
	Capital Expenditure: Health	72,015,520.00	1,000,000.00	71,015,520.00	0.01
	Capital Expenditure: Recreation, Culture and Religion	5,000,000.00	1,515,350.00	3,484,650.00	0.30
	Capital Expenditure: Education	56,000,000.00		56,000,000.00	-
	Capital Expenditure: Social Protection	10,000,000.00		10,000,000.00	-
	Repayment of Internal Loan-NTBs	204,000,000.00	203,611,633.52	388,366.48	1.00
<b>1,839,312,648.88</b>	<b>TOTAL PAYMENT</b>	<b>2,616,787,800.00</b>	<b>2,706,650,224.13</b>	<b>89,862,424.13</b>	<b>1.03</b>

iv. **CASH AND BANK BALANCES**

The cash and its equivalent as at 1st January, 2018 was acclaimed sum of **Four Million, Four Hundred and Thirty Eight Thousand, Eight Hundred and Eight Naira, Seventy One Naira (₦4,438,808.71)** indicated in the statement of Cash Flow, could not be confirmed correct as the balance to be brought forward for the year should be **(₦16,031,530.77)** was not utilized in the year 2018. The necessary documents to ascertain the balance was not available. The Council Chairman is expected to produce the necessary documents

v. **DEPOSITS**

The sum of **Four Million, Five Hundred and Ninety-Four Thousand, Eight Hundred and Fifty-Three Naira, Seventy-Two Kobo (₦4,594,853.72k)** indicated in the Statement of Assets and liabilities as un-remitted Government Deposits for the year ended 31<sup>st</sup> December, 2018. The detail is given below:

S/N	SCHEDULE OF DEPOSIT	PURPOSE	2018	
			N	K
1	Kwara State Government	Withholding Tax 3%	112,888.71	
2	Kwara State Government	Development Levies 3%	4,277,326.31	
3	Federal Inland Revenue Services	VAT & WHT 5% each (2014)	70,313.34	
4	Local Government	2% Development Levies	134,325.36	
	<b>TOTAL</b>		<b>4,594,853.72</b>	



vi. **INVESTMENT**

A sum of **Eight Million, Five Hundred and Fifty Thousand Naira Only (₦8,550,000.00k)** indicated in the Statement of Assets and Liabilities for the year ended 31<sup>st</sup> December, 2018 is detailed below:

S/N	INVESTMENT	AMOUNT	
		₦	K
1	Trade Bank Plc	3,250,000.00	
2	Union Bank Plc	5,000,000.00	
3	First Amalgamated Building Society	300,000.00	
	<b>TOTAL</b>	<b>8,550,000.00</b>	

vii. **OUTSTANDING AUDIT FEE**

A sum of **Eight Million Naira only (₦8,000,000.00k)** was observed as arrears of audit fee due against financial years 2014, 2015, 2016, and 2017 financial year. This amount is expected to have been charged and remitted to the Kwara State Government Internally Generated Revenue Account.

Please explain the rationale behind the Local Government Council's failure to have charged and remitted the audit fee as at when due.

viii. **OUTSTANDING SALARY**

A sum of **Eight Million, Two Hundred and Eighty-Eight Thousand, Two Hundred and Thirteen Naira, Six kobo (₦8,288,213.06k)** was observed as total arrears of salary yet to be paid to staff of the Local Government Council as at the end of the financial year ended 31<sup>st</sup> December, 2018.

ix. **IRREGULAR PAYMENT VOUCHERS**

Thirty-six (36) payment vouchers amounting to **Six Million, Seven Hundred and Thirty-Nine Thousand, Five Hundred Naira (₦6,739,500.00k)** prepared in the names of various payees for different purposes were not attached with relevant receipts of expenditure during the year ended 31<sup>st</sup> December, 2018 contrary to MFM 1.14(7) and 14.4(8-9).

Twenty-one (21) payment vouchers amounted to **Three Million, Three Hundred and Eighty-Six Thousand, Five Hundred Naira only (₦3,386,500.00k)** detailed below were not attached with approved literature contrary to MFM 1.10(59) and 1.14(3). The details are contained in the domestic report.

#### x. **MEDICAL AND HEALTH**

During the inspection, it was observed that the store and various medical centres were not equipped with drugs and other essential medical items by the council while most of the Health centres were in dilapidated form.

#### xi. **AGRICULTURE AND NATURAL RESOURCES**

(a) A tractor machine to boost the farming activities and internal revenue generating capacity of the Local Government Council was acquired on credit in the year 2016. The machine was in operation and hired out to members of the community. The department, according to records presented to me generated only **Three Hundred and Sixty-Eight Thousand Naira only (₦368,000.00k)** during the period under review and the Local Government still owes the Company that supplied the Tractor a sum of **One Million, Three Hundred and Ninety-Five Thousand Naira only (₦1,395,000.00k)**.

(b) The three old tractors which were released on agreement to some farmers in the town, has been sold out during the Auctioning of some unserviceable vehicles during the period under review.

#### xii. **ABANDONED SECRETARIAT COMPLEX**

Kaiama of all the Local Governments is the only one without a Secretariat.

The structure embarked upon had been abandoned and is wasting away. There is no financial wisdom in this whatsoever. The Council should do all within its power to resuscitate this project, even if it is going to involve communal intervention as it is for the good of all. The structures are still good and solid, a stitch in time save nine.

**KAIAMA LOCAL GOVERNMENT, KWARA STATE –NIGERIA**  
**STATEMENT 1**  
***CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2018***

<b>BUDGET 2018</b>		<u>NOTE</u>	<i>ACTUAL 2018</i>	<i>YEAR 2017</i>
<b>Cash Flows from Operating Activities:</b>		-		
<b>₦</b>	<b>K</b>		<b>₦</b>	<b>₦</b>
			<b>K</b>	<b>K</b>
	<b>Receipts:</b>			
971,219,200.00	Statutory Allocations: FAAC	<b>1A</b>	1,877,116,196.4	1,296,568,996.4
319,362,950.00	Value Added Tax Allocation	<b>1C</b>	436,982,944.70	351,937,295.94
<b>1,362,582,150.0</b>	<b>Sub-total - Statutory Allocation</b>		<b>2,314,099,141.1</b>	<b>1,648,506,292.3</b>
	<b>Independent Revenue</b>			
	Direct Taxes	<b>2</b>		392,000.00
10,410,000.00	Licences	<b>2</b>	7,427,252.88	1,110,000.00
10,280,000.00	Fees:	<b>2</b>	2,150,150.66	445,195.62
	Fines	<b>2</b>		927,682.00
400,000.00	Sales	<b>2</b>	434,451.91	400,000.00
8,934,000.00	Earnings :	<b>2</b>	11,831,377.60	11,747,060.00
480,000.00	Sales/Rent of Government Buildings:	<b>2</b>	188,996.51	929,675.00

1,560,000.00	Sale/Rent on Lands and Others:	<b>2</b>	4,208,671.25	207,000.00
	Re-imburement	<b>2</b>	76,501.42	256,522.69
<b>32,064,000.00</b>	<b>Sub-total - Independent Revenue</b>		<b>26,317,402.23</b>	<b>16,415,135.31</b>
	Other Revenue Sources of the LG			
417,013,000.00	10% Share State IGR	<b>1B</b>	48,831,591.08	41,506,264.71
99,069,110.00	Exchange Gain	<b>1D</b>	16,705,244.54	68,346,334.04
150,000,000.00	Forex Equalization fund	<b>1E</b>	43,319,883.31	
5,500,000.00	Excess Bank charges	<b>1F</b>	277,534.44	45,407,126.80
	Special Released	<b>1G</b>		9,971,495.66
<b>671,582,110.00</b>	<b>Sub-total - Other Revenue</b>		<b>109,134,253.37</b>	<b>165,231,221.21</b>
	<b>Total Receipts</b>		<b>2,449,550,796.7</b>	1,830,152,648.7
	<b>Payments:</b>			
391,328,770.00	Personnel Costs ( Including Salaries on CRF Charges):	<b>4</b>	313,058,331.22	302,123,186.43
131,371,100.00	Contribution to Pension	<b>8</b>	401,866,731.82	157,905,040.59
194,996,820.00	Overhead Charges:	<b>6</b>	85,460,093.81	59,516,399.91
574,411,100.00	Contribution to SUBEB		1,259,771,510.0	<b>931,423,533.55</b>
131,371,100.00	Consolidated Revenue Fund Charges ( Incl. Service Wide Votes)	<b>7</b>	15,664,616.62	<b>76,357,905.94</b>
574,411,100.00	Subvention to Parastatals	<b>8</b>	8,981,146.09	<b>1,524,269.42</b>
2,662,200.00	Traditional Council	<b>9</b>	84,279,360.52	
	Contribution to Other L.G	<b>10</b>	305,623,295.91	<b>64,382,699.09</b>

	<b>Total Payments</b>		<b>2,474,705,086.0</b>	<b>1,593,233,034.9</b>
	<i>Net Cash Flow from Operating Activities</i>		<b>-25,154,289.34</b>	
	<b><u>Cash Flows from Investment Activities:</u></b>			
		-		
45,166,500.00	Capital Expenditure: General Public Services:	<b>11</b>	-17,120,000.00	236,919,613.05
175,053,590.00	Capital Expenditure: Economy Affairs	<b>11</b>		
14,000,000.00	Capital Expenditure: Environmental Protection	<b>11</b>		
35,000,000.00	Capital Expenditure: Housing and Community Development	<b>11</b>	-3,736,000.00	9,160,000.00
72,015,520.00	Capital Expenditure: Health	<b>11</b>	-1,000,000.00	
5,000,000.00	Capital Expenditure: Recreation, Culture and Religion	<b>11</b>	-1,515,350.00	
56,000,000.00	Capital Expenditure: Education	<b>11</b>		
10,000,000.00	Capital Expenditure: Social Protection			
412,235,610.00	<b><i>Total Cash Flow from Investment Activities:</i></b>		<b>-23,371,350.00</b>	
	<b>Net Cash Flow from Investing Activities:</b>			
	<b><u>Cash Flows from Financing Activities:</u></b>			
		-		
	Proceeds from Aid and Grants			
	Proceeds from External Loan :			
312,500,000.00	Proceeds from Internal Loans: Commercial Bank		250,000,000.00	

	Proceeds from Internal Loan: Vehicle Loan	<b>1H</b>	3,369,920.00	
204,000,000.00	Repayment of Internal Loan-NTBs	<b>21</b>	-203,611,633.52	
	Bank Charges		-4,962,154.54	
	Repayment of Loans from Other Funds	<b>21</b>		213,137,012.63
	<b><i>Net Cash Flow from Financing Activities:</i></b>		<b>-3,729,507.40</b>	<b>14,622,601.32</b>
	<b>Movement in Other Cash Equivalent Accounts</b>			
	(Increase)/ Decrease in Investments			
	Net (Increase)/Decrease in Other Cash Equivalents:			
	<b>Total Cash flow from other Cash equivalent Accounts</b>			
	<b>Net Cash Flow for all activities</b>			
	Cash & Its Equivalent as at 1st January, 2018	<b>12</b>	<b>4,438,808.71</b>	<b>1,408,929.45</b>
	Cash & Its Equivalent as at 31st December, 2018	<b>12</b>	<b>709,301.31</b>	<b>16,031,530.77</b>

**KAIAMA LOCAL GOVERNMENT OF NIGERIA**  
**STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2018**

<b><u>ASSETS:-</u></b>	<b>NOTES</b>	<b>CURRENT YEAR</b>		<b>PREVIOUS YEAR 2017</b>	
		<b>2018</b>			
		<b>₦</b>	<b>K</b>	<b>₦</b>	<b>K</b>
<b><u>Liquid Assets:-</u></b>					
Cash Held by LGT:			343.44	<b>2,326,353.60</b>	
-CRF Bank Balance:			708,957.86	<b>13,705,178.17</b>	
-Cash Balances of LGC:	12				
Cash Held by Ministries, Department & Agencies:-					
<b>TOTAL LIQUID ASSETS</b>			<b>709,301.30</b>	<b>16,031,531.77</b>	
<b><u>Investments and Other Cash Assets:</u></b>					
Local Government Investments	15		8,550,000.00	8,550,000.00	
Imprests:-	16			1,921,400.00	
Advances:-	17		2,810,786.83	6,180,706.83	
Revolving Loans Granted:-					
<b>Operating Liabilities over Assets</b>			<b>164,176,902.38</b>	<b>43,991,585.89</b>	
<b>TOTAL INVESTMENTS AND OTHER CASH ASSETS</b>			<b>12,070,088.13</b>	<b>32,683,638.60</b>	



<b>TOTAL ASSETS</b>		<b><u>176,246,990.51</u></b>	<b><u>76,675,224.49</u></b>
<b><u>LIABILITIES:-</u></b>			
<b><u>PUBLIC FUNDS</u></b>			
Consolidated Revenue Fund:			
Capital Development Fund:			
Trust & Other Public Funds:			
Police Reward Fund			
<b>TOTAL PUBLIC FUNDS</b>			<b>=</b>
<b><u>EXTERNAL AND INTERNAL LOANS</u></b>			
Other Internal Loans( Promissory Notes)			
Internal Loans from Other Funds		157,301,423.73	
<b>TOTAL EXTERNAL AND INTERNAL LOANS</b>			
<b><u>OTHER LIABILITIES</u></b>			
Deposits:-	21	4,594,853.72	4,594,853.72
Contingent liabilities (Audit fees)	21	6,062,500.00	8,000,000.00
Contingent liabilities (Salary Arrears)	21	8,288,213.06	64,080,370.77
<b>TOTAL LIABILITIES</b>		<b><u>176,246,990.51</u></b>	<b><u>76,675,224.49</u></b>

**KAIAMA LOCAL GOVERNMENT OF NIGERIA**

**STATEMENT 3**

**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

<b>N</b>	<b>K</b>		<b>N</b>	<b>K</b>	<b>N</b>	<b>K</b>	<b>%</b>
<b>1,408,929.45</b>		<b>Opening Balance:</b>		16,031,530.77			
		<b><u>ADD: REVENUE</u></b>					
1,296,568,996.42		Statutory Allocations: FAAC	<b>1A</b>	1,877,116,196.43		971,219,200.00	
351,937,295.94		Value Added Tax Allocation	<b>1C</b>	436,982,944.70		319,362,950.00	
<b>1,648,506,292.36</b>		<b>Sub-Total - Statutory Allocation</b>		<b>2,314,099,141.13</b>		<b>1,290,582,150.00</b>	

392,000.00	Direct Taxes				
1,110,000.00	Licences	2	7,427,252.88	10,410,000.00	
445,195.62	Fees	2	2,150,150.66	10,280,000.00	
927,682.00	Fines	2			
400,000.00	Sales	2	434,451.91	400,000.00	
11,747,060.00	Earnings :	2	11,831,377.60	8,934,000.00	
929,675.00	Sales/Rent of Government Buildings:	2	188,996.51	480,000.00	
207,000.00	Sale/Rent on Lands and Others:	2	4,208,671.25	1,560,000.00	
256,522.69	Re-Imbursements		76,501.42		
<b>16,415,135.31</b>	<b>Sub-Total - Independent Revenue</b>		<b>26,317,402.23</b>	<b>32,064,000.00</b>	
	<b>Other Revenue Sources of the -----Government</b>				
41,506,264.71	10% Share of State IGR	1B	48,831,591.08	41,701,300.00	
68,346,334.04	Exchange Gain	1D			
	Augmentation	1E			
45,407,126.80	Paris Club Refund	1F			
9,971,495.66	Special Released	1G	60,302,662.29	150,000.00	
<b>165,231,221.21</b>	<b>Sub-Total - Other Revenue</b>		<b>109,134,253.37</b>	<b>41,851,300.00</b>	
<b>1,831,561,578.33</b>	<b>TOTAL REVENUE:</b>		<b>2,465,582,327.50</b>	<b>1,364,497,450.00</b>	
	<b><u>LESS:EXPENDITURE</u></b>				
302,123,186.43	Personnel Costs ( Including Salaries on CRF Charges):	4	313,058,331.22	391,328,770.00	
157,905,040.91	Contribution to Pension		401,866,731.82	131,371,100.00	
59,516,399.00	Overhead Charges:	6	85,460,093.81	194,996,820.00	
76,357,905.94	Consolidated Revenue Fund Charges ( Incl. Service Wide Votes)		15,664,616.62	131,371,100.00	
931,423,533.55	Subvention to SUBEB	8	1,259,771,510.08	574,411,100.00	
	Subvention to Parastatals		8,981,146.09		
	Contribution to other Local Government		305,623,295.91		
	Traditional Council	9	84,279,360.52		
1,524,269.42	Operating Activities	9		2,662,200.00	

64,382,699.09	Other Transfer	9			
<b>1,593,233,034.34</b>	<b>Sub-Total Payment</b>			<b>2,474,705,086.07</b>	<b>1,426,141,090.00</b>
	<b>OTHER RECURRENT PAYMENTS/EXPENDITURE:</b>				
	<b>Repayments :External Loan</b>			250,000,000.00	
	<b>Repayments: Internal Loans from Other Funds</b>	2 1		-203,611,633.52	204,000,000.00
<b>213,137,012.63</b>	<i>Net Other Payment/Expenditure</i>				
				46,388,366.48	
<b>1,806,370,046.97</b>	<b>TOTAL EXPENDITURE:</b>				
	<b>OPERATING BALANCE:</b>			<b>24,080,651.30</b>	
	<b><u>APPROPRIATIONS/TRANSFERS:</u></b>				
<b>25,191,531.36</b>	Transfer to Capital Development Fund:			24,080,651.30	

**KAIAMA LOCAL GOVERNMENT  
STATEMENT 4  
STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

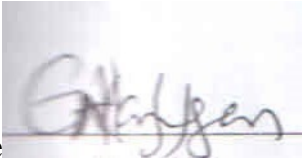
ACTUAL PREVIOUS YEAR 2017		NOTES	TOTAL CAPITAL EXPENDITURE 2017		FINAL BUDGET 2018		% PERF
			₪	K	₪	K	
	<b><u>ADD: REVENUE</u></b>						
25,191,530.77	Transfer from Consolidated Revenue Fund:		24,080,651.30		33,663,220.00		74.83
	Development Loan Stock						
	Other Internal Loans (Promissory Notes)						
<b>25,191,530.77</b>	<b>TOTAL REVENUE AVAILABLE:</b>						
	<b><u>LESS: CAPITAL EXPENDITURE</u></b>						

	Capital Expenditure: General Public Services:	11	17,120,000.00	45,166,500.00	0.00
	Capital Expenditure: Defense				
	Capital Expenditure: Public Order and Safety				
	Capital Expenditure: Economic Affairs	11		175,053,590.00	0.00
	Capital Expenditure: Environmental Protection	11		14,000,000.00	0.00
9,160,000.00	Capital Expenditure: Housing and Community Development	11	3,736,000.00	35,000,000.00	26.17
	Capital Expenditure: Health	11	1,000,000.00	72,015,520.00	0.00
	Capital Expenditure: Recreation, Culture and Religion	11	1,515,350.00	5,000,000.00	0.00
	Capital Expenditure: Education	11		56,000,000.00	0.00
	Capital Expenditure: Social Protection			10,000,000.00	0.00
<b>9,160,000.00</b>	<b>TOTAL CAPITAL EXPENDITURE:</b>		<b>23,371,350.00</b>	<b>412,235,610.00</b>	<b>2.22</b>
	<b>CLOSING BALANCE:</b>		<b>709,301.30</b>		
<b>16,031,530.77</b>					

**Responsibility for Financial Statement**

These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

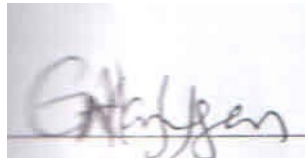
The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council. To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.



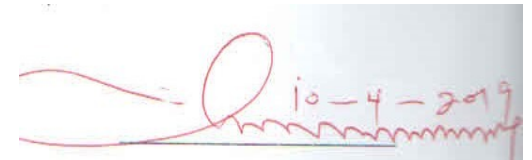
Signature

We accept responsibility for the integrity of these financial statements. The information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.

In our opinion, these financial statements fairly reflect the financial position of Kaiama Local Government as at 31<sup>st</sup> December 2018 and its operations for the year ended on that date.



Treasurer.....



Chairman.....

**MORO LOCAL GOVERNMENT COUNCIL**

**i. RECURRENT REVENUE**

The total sum of **One Billion, Five Hundred and Twenty-Seven Million, Four Hundred and Forty-Seven Thousand, Eight Hundred and Fifty-Nine Naira, Thirty-Seven Kobo (₦1,527,447,859.37k)** accrued to the Council purse for the year ended 31st December,2018 against the budgeted figure of **One Billion, Three Hundred and Thirty-Three Million Naira only (₦1,333,000,000.00k)** during the year under review.

<b>RECURRENT REVENUE PERFORMANCE</b>					
<b>ACTUAL 2017</b>	<b>DETAILS</b>	<b>BUDGET 2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>% PERF</b>
<b>₦ K</b>		<b>₦ K</b>	<b>₦ K</b>	<b>₦ K</b>	
3,804,196.09	Direct Taxes	4,100,000.00	2,400,000.00	(1,700,000.00)	58.54%
451,793.11	Licenses	12,570,000.00	1,900,000.00	(10,670,000.00)	15.12%
6,768,400.00	Fees:	12,940,000.00	3,240,124.00	(9,699,876.00)	25.04%
12,750.00	Fines	50,000.00	0.00	(50,000.00)	0.00%
0.00	Sales	1,000,000.00	786,400.00	(213,600.00)	78.64%
0.00	Earnings :	500,000.00	438,486.04	(61,513.96)	87.70%
90,000.00	Sales/Rent of Government Buildings:	0.00	0.00	0.00	
0.00	Repayment General	18,000,000.00	0.00	(18,000,000.00)	0.00%
105,000.00	Sale/Rent on Lands and Others:	8,700,000.00	4,192,500.00	(4,507,500.00)	48.19%
<b>11,232,139.20</b>	<b>Sub-total - Independent Revenue</b>	<b>57,860,000.00</b>	<b>12,957,510.04</b>	<b>(44,902,489.96)</b>	22.39%
1,019,571,374.1	Statutory	1,245,000,000.00	1,476,091,087.45	231,091,087.45	118.56%

9	Allocations: FAAC				
32,646,774.06	10% State IGR	48,140,000.00	38,399,261.88	(9,740,738.12)	79.77%
<b>1,052,218,148.25</b>	<b>Sub-Total Revenue</b>	<b>1,293,140,000.00</b>	<b>1,514,490,349.33</b>	221,350,349.33	117.12%
<b>1,063,450,287.45</b>	<b>TOTAL REVENUE</b>	<b>1,351,000,000.00</b>	<b>1,527,447,859.37</b>	176,447,859.37	113.06%

## ii. CAPITAL RECEIPTS

The sum of **Six Hundred and Ninety-Three Million, Six Hundred and Thirteen Thousand, Five Hundred and Fifty-Two Naira, Seventeen Kobo (₦693,613,552.17k)** accrued to the Council purse as capital receipts during the year ended 31st December, 2018, against the budgeted sum of **Six Hundred Million Naira only (₦600,000,000.00k)**. Thus the total sum of **Two Billion, Two Hundred and Twenty-Two Million, Sixty-One Thousand, Four Hundred and Eleven Naira, Fifty-Four Kobo (₦2,221,061,411.54k)** comprising the recurrent revenue and capital was available for the Council to finance all its activities. The breakdown of the capital receipts is analyzed below:

### ACTUAL VERSUS ESTIMATED CAPITAL RECEIPTS

ACTUAL 2017 ₦ K	DETAILS	BUDGET 2018		ACTUAL 2018		VARIANCE		% PERF
		₦	K	₦	K	₦	K	
276,749,786.11	Value Added Tax Allocation	350,000,000.00		343,626,372.93		6,373,627.07		98%
78,577,973.58	Domestic Loan	250,000,000.00		250,000,000.00		-		100%
80,241,393.08	Grant from exchange gain			16,702,744.50		(16,702,744.50)		
	Augmentation/ Forex Exchange Fund			43,331,383.28		(43,331,383.28)		
	Excess bank Charges			277,534.46		(277,534.46)		



	Contribution from other LGA		39,675,517.00	(39,675,517.00)	
<b>355,327,759.69</b>	<b>TOTAL</b>	<b>600,000,000.00</b>	<b>693,613,552.17</b>	<b>(93,613,552.17)</b>	<b>116%</b>

### iii. ACTUAL EXPENDITURE

The total sum of Two **Billion, Two Hundred and Twenty-One Million, Seven Hundred and Fifty-Nine Thousand, Four Hundred and Thirty-Three Naira, Eight Kobo (₦2,221,759,433.08k)** was expended by the Council during the year under review against the budgeted sum of **Two Billion, Two Hundred and Twenty-One Million, One Hundred Thousand Naira only (₦2,221,100,000.00k)**. The breakdown of expenditure is as below:

### ACTUAL EXPENDITURE

PREVIOUS YEAR 2017	DETAILS	BUDGET 2018	ACTUAL 2018	VARIANCE	PERF
₦ K		₦ K	₦ K	₦ K	%
	-	₦ K	₦ K	₦ K	
431,668,694.91	Personnel Costs ( Including Salaries on CRF Charges):	640,000,000.00	553,277,418.72	86,722,581.28	86.45%
164,213,864.24	LG Pension Contribution	115,000,000.00	399,030,463.66	(284,030,463.66)	346.98%
46,032,964.06	LG Overhead Charges	145,000,000.00	112,493,287.79	32,506,712.21	77.58%
50,863,962.33	Consolidated Revenue Charges (Traditional Council)	123,000,000.00	76,222,472.19	46,777,527.81	61.97%
582,928,340.18	Teacher Contribution	700,000,000.00	858,805,319.51	(158,805,319.51)	122.69%

1,524,269.40	Others Operating activities (Training and JAAC, TIC Salary, Pipe Admin & Traditional)	2,500,000.00	2,147,480.48	352,519.52	85.90%
0.00	Indirect distribution charges	1,500,000.00	1,141,340.25	358,659.75	76.09%
0.00	Capital Expenditure: Sector by Sector	294,100,000.00	15,030,000.00	279,070,000.00	5.11%
220,817,230.62	<i>Repayment General</i>	200,000,000.00	203,611,650.48	(3,611,650.48)	101.81%
<b>1,498,049,325.74</b>	<b>TOTAL</b>	<b>2,221,100,000.00</b>	<b>2,221,759,433.08</b>	<b>(659,433.08)</b>	<b>100.03%</b>

**MORO LOCAL GOVERNMENT OF NIGERIA**

**STATEMENT 1**

***CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2018***

<b>BUDGET 2018</b>		<b>NOTES</b>	<b>ACTUAL 2018</b>	<b>ACTUAL 2017</b>
<b>₦ K</b>			<b>₦ K</b>	<b>₦ K</b>
	<b><u>Cash Flows from Operating Activities:</u></b>			
	<b>Receipts:</b>			
1,245,000,000.00	Statutory Allocations: FAAC	<b>1</b>	1,476,091,087.4 5	1,019,571,374.19
350,000,000.00	Value Added Tax Allocation	<b>1</b>	343,626,372.88	276,749,786.11
<b>1,595,000,000.00</b>	<b>Sub-total - Statutory Allocation</b>		<b>1,819,717,460.3 3</b>	<b>1,296,321,160.30</b>
	<b>Independent Revenue</b>			
4,100,000.00	Direct Taxes	<b>2</b>	2,400,000.00	3,804,196.09
12,570,000.00	Licenses	<b>2</b>	1,900,000.00	451,793.11
12,940,000.00	Fees:	<b>2</b>	3,240,124.00	6,768,400.00
50,000.00	Fines	<b>2</b>	0.00	12,750.00
1,000,000.00	Sales	<b>2</b>	786,400.00	0.00
500,000.00	Earnings :	<b>2</b>	438,486.04	0.00
0.00	Sales/Rent of Government Buildings:	<b>2</b>	0.00	90,000.00
8,700,000.00	Sale/Rent on Lands and Others:	<b>2</b>	4,192,500.00	105,000.00
18,000,000.00	Repayment General		0.00	0.00
<b>57,860,000.00</b>	<b>Sub-total - Independent Revenue</b>		<b>12,957,510.04</b>	<b>11,232,139.20</b>
	<b>Other Revenue Sources of the LG -</b>			
48,140,000.00	10% State IGR	<b>3</b>	38,399,261.88	32,646,774.06
0.00	Grant from exchange gain	<b>3</b>	16,702,744.50	80,241,393.08
0.00	Forex Exchange Fund	<b>3</b>	43,331,383.28	0.00
250,000,000.00	Domestic Loan	<b>3</b>	250,000,000.00	78,577,973.58
270,000,000.00	Excess bank Charges	<b>3</b>	277,534.46	0.00
0.00	Contribution from other LGA	<b>3</b>	39,675,517.00	0.00

<b>2,221,000,000.00</b>	<b>Total Receipts</b>		<b>2,221,061,411.49</b>	<b>1,499,019,440.22</b>
	<b><u>Payments:</u></b>			
640,000,000.00	Personnel Costs ( Including Salaries on CRF Charges):	<b>4</b>	553,277,418.72	431,668,694.91
115,000,000.00	LG Pension Contribution	<b>5</b>	399,030,463.66	164,213,864.24
145,000,000.00	LG Overhead Charges	<b>6</b>	112,493,287.79	46,032,964.06
123,000,000.00	Consolidated Revenue Charges (Traditional Council)	<b>7</b>	76,222,472.19	50,863,962.33
700,000,000.00	Teacher Contribution	<b>8</b>	858,805,319.51	582,928,340.18
2,500,000.00	Others Operating activities (Training and JAAC, TIC Salary, Pipe Admin & Traditional)	<b>9</b>	2,147,480.48	1,524,269.40
1,500,000.00	Indirect distribution charges	<b>10</b>	1,141,340.25	0.00
<b>1,727,000,000.00</b>	<b>Total Payments</b>		<b>2,003,117,782.60</b>	<b>1,277,232,095.12</b>
<b>494,000,000.00</b>	<b><i>Net Cash Flow from Operating Activities</i></b>		<b>217,943,628.89</b>	<b>221,787,345.10</b>
	<b><u>Cash Flows from Investment Activities:</u></b>			
50,300,000.00	Capital Expenditure: General Services	<b>11</b>	2,580,000.00	0.00
155,800,000.00	Capital Expenditure: Economic Affairs	<b>11</b>	6,900,000.00	0.00
3,000,000.00	Capital Expenditure: Environmental Sectors	<b>11</b>	0.00	0.00
35,000,000.00	Capital Expenditure: Housing/Community Amenities	<b>11</b>	5,550,000.00	0.00
15,000,000.00	Capital Expenditure: Health	<b>11</b>	0.00	0.00
0.00	Capital Expenditure: Recreation / Culture	<b>11</b>	0.00	0.00
35,000,000.00	Capital Expenditure: Education	<b>11</b>	0.00	0.00
0.00	Capital Expenditure: Social Protection	<b>11</b>	0.00	0.00
<b>294,100,000.00</b>	<b><i>Net Cash Flow from Investment</i></b>		<b>15,030,000.00</b>	<b>0.00</b>

	<b>Activities:</b>			
	<b>Cash Flow from Financing Activities:</b>			
200,000,000.00	Repayment General	17	203,611,650.48	220,817,230.62
0.00	Repayment of loan from other fund	12	0.00	0.00
<b>200,000,000.00</b>	<b>Net Cash Flow from Financing Activities:</b>		<b>203,611,650.48</b>	220,817,230.62
	<b>Movement in Other Cash Equivalent Accounts</b>			
	(Increase)/ Decrease in Investments			
	Net (Increase)/Decrease in Other Cash Equivalents:			
	<b>Total Cash flow from other Cash equivalent Accounts</b>			
-100,000.00	Net Cash for the year 2018		<b>-698,021.59</b>	<b>970,114.48</b>
978,280.83	Cash & Its Equivalent as at 1st January, 2018		978,280.83	<b>8,166.35</b>
<b>878,280.83</b>	Cash & Its Equivalent as at 31st December, 2018		<b>280,259.24</b>	<b>978,280.83</b>

**MORO LOCAL GOVERNMENT OF NIGERIA**  
**STATEMENT 2**  
**STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2018**

	NOTES	YEAR 2018		YEAR 2017	
		₦	K	₦	K
<b><u>ASSETS:-</u></b>					
<b><u>Liquid Assets:-</u></b>					
Cash Held by Treasurer:	12	41,328.60		587,648.69	
-CRF Bank Balance (CRF Bank):	12	238,930.64		390,632.14	

<b>TOTAL LIQUID ASSETS</b>		<b>280,259.24</b>	<b>978,280.83</b>
<b>Investments and Other Cash Assets:</b>			
Local Government Investments	15	3,023,431.87	3,023,431.87
Imprests:-	16	0.00	5,490,700.00
Advances:-	17	0.00	21,998.89
Revolving Loans Granted:-	18	0.00	0.00
Intangible Assets / Balance of liability Over Asset		294,978,439.24	366,528,714.58
<b>TOTAL INVESTMENTS AND OTHER CASH ASSETS</b>		<b>298,001,871.11</b>	<b>375,064,845.34</b>
<b>TOTAL ASSETS</b>		<b>298,282,130.35</b>	<b>376,043,126.17</b>
<b><u>LIABILITIES:-</u></b>			
<b>EXTERNAL AND INTERNAL LOANS</b>			
External Loans: LGC		0.00	0.00
LGC Bonds & Treasury Bonds.		0.00	0.00
Nigerian Treasury Bills (NTB)		0.00	0.00
Development Loan Stock		0.00	0.00
Other Internal Loans( Promissory Notes)		0.00	0.00
Internal Loans from Other Funds		0.00	0.00
<b>TOTAL EXTERNAL AND INTERNAL LOANS</b>		<b>0.00</b>	<b>0.00</b>
<b>OTHER LIABILITIES</b>			
Deposits:-	25	36,360,654.63	36,360,654.63
Contingent Liabilities	26	261,921,475.72	339,682,471.54
<b>TOTAL LIABILITIES</b>		<b><u>298,282,130.35</u></b>	<b><u>376,043,126.17</u></b>

**MORO LOCAL GOVERNMENT OF NIGERIA**

**STATEMENT 3**

**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

ACTUAL 2017		NOTES	ACTUAL 2018		FINAL BUDGET 2018		VARIANCE
			₦	K	₦	K	%
<b>8,166.35</b>	<b>Opening Balance:</b>		<b>978,280.83</b>				
	<b><u>ADD: REVENUE</u></b>						
1,019,571,374.19	Statutory Allocations: FAAC	1	1,476,091,087.45		1,245,000,000.00		
276,749,786.11	Value Added Tax Allocation	1	343,626,372.88		350,000,000.00		
<b>1,296,321,160.30</b>	<b>Sub-Total - Statutory Allocation</b>		<b>1,819,717,460.33</b>		<b>1,595,000,000.00</b>		
	<b>Independent Revenue</b>						
3,804,196.09	Direct Taxes	2	2,400,000.00		4,100,000.00		
451,793.11	Licenses	2	1,900,000.00		12,570,000.00		
6,768,400.00	Fees:	2	3,240,124.00		12,940,000.00		
12,750.00	Fines	2	0.00		50,000.00		
0.00	Sales	2	786,400.00		1,000,000.00		
0.00	Earnings :	2	438,486.04		500,000.00		
90,000.00	Sales/Rent of Government Buildings:	2	0.00		0.00		
105,000.00	Sale/Rent on Lands and Others:	2	4,192,500.00		8,700,000.00		
0.00	Repayment: General/ others	2	0.00		18,000,000.00		
<b>11,232,139.20</b>	<b>Sub-Total - Independent Revenue</b>		<b>12,957,510.04</b>		<b>57,860,000.00</b>		
	<b>Other Revenue Sources of the LG</b>						

32,646,774.06	- 10% State IGR	3	38,399,261.88	48,140,000.00	
80,241,393.08	Grant from exchange gain	3	16,702,744.50	0.00	
0.00	Augmentation: FOREX Equalization	3	43,331,383.28	0.00	
78,577,973.58	Domestic Loan	3	250,000,000.00	250,000,000.00	
0.00	Special Release (Other Operating Activities)	3	0.00	270,000,000.00	
0.00	Contribution to other LGA		39,675,517.00	0.00	
0.00	Excess Bank Charges		277,534.46	0.00	
<b>191,466,140.72</b>	<b>Sub Total</b>		<b>389,364,721.95</b>	<b>568,140,000.00</b>	
<b>1,499,027,606.57</b>	<b>TOTAL REVENUE:</b>		<b>2,222,039,692.32</b>	<b>2,221,000,000.00</b>	
	<b><i>LESS:EXPENDITURE</i></b>				
431,668,694.91	Personnel Costs (Including Salaries on CRF Charges):	4	553,277,418.72	640,000,000.00	
164,213,864.24	LGC Contribution to Pension:	5	399,030,463.66	115,000,000.00	
46,032,964.06	Local Government Overhead	6	112,493,287.79	145,000,000.00	
50,863,962.33	Consolidated Revenue Fund Charges (Incl. Service Wide Votes)	7	76,222,472.19	123,000,000.00	
582,928,340.18	LGEA Teachers	8	858,805,319.51	700,000,000.00	
1,524,269.40	other Operating Activities	9	2,147,480.48	2,500,000.00	
0.00	Indirect Distribution Charges	<b>10</b>	1,141,340.25	1,500,000.00	
	<b>OTHER RECURRENT PAYMENTS/ EXPENDITURE:</b>				
0.00	Repayments :External Loans: LGC		0.00	0.00	
0.00	Repayment General		0.00	0.00	



220,817,230.62	Repayments: Internal Loans from Other Funds	Dec-17	203,611,650.48	200,000,000.00	
<b>1,498,049,325.74</b>	<b>TOTAL EXPENDITURE:</b>		<b>2,206,729,433.08</b>	<b>1,927,000,000.00</b>	
<b>978,280.83</b>	<b>OPERATING BALANCE:</b>		15,310,259.24	294,000,000.00	
	<b><u>APPROPRIATIONS/ TRANSFERS:</u></b>				
<b>978,280.83</b>	Transfer to Capital Development Fund:	<b>9</b>	15,310,259.24	294,000,000.00	

**MORO LOCAL GOVERNMENT OF NIGERIA**

**STATEMENT 4**

**STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

ACTUAL 2017		NOTE S	TOTAL CAPITAL		BUDGET 2018		PERF
₦	K		₦	K	₦	K	%
	-				978280.83		
<b>Opening Balance:</b>							

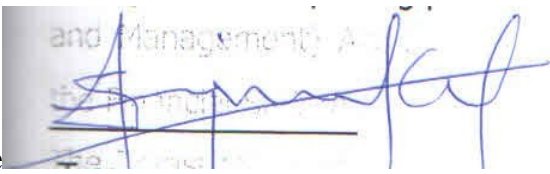
	<b><i>ADD: REVENUE</i></b>		-	-	-
978,280.83	Transfer from Consolidated Revenue Fund:	Stmnt 3	15,310,259.24	294,000,000.00	-
0.00	Aid and Grants		0.00	0.00	
<b>978,280.83</b>	<b>TOTAL REVENUE AVAILIABLE:</b>		<b>15,310,259.24</b>	<b>294,000,000.00</b>	
	<b><i>LESS: CAPITAL EXPENDITURE</i></b>				
0.00	Capital Expenditure: General Services	11	2,580,000.00	50,300,000.00	
0.00	Capital Expenditure: Economic Affairs	11	6,900,000.00	155,800,000.00	
0.00	Capital Expenditure: Environmental Protection	11	0.00	3,000,000.00	
0.00	Capital Expenditure: Housing/Community Amenities	11	5,550,000.00	35,000,000.00	
0.00	Capital Expenditure: Health	11	0.00	15,000,000.00	
0.00	Capital Expenditure: Recreation, Culture & Religion	11	0.00	0.00	
0.00	Capital Expenditure: Education	11	0.00	35,000,000.00	
0.00	Capital Expenditure: Social Protection	11	0.00	0.00	
<b>0.00</b>	<b>TOTAL CAPITAL EXPENDITURE:</b>		<b>15,030,000.00</b>	<b>294,100,000.00</b>	
<b>978,280.83</b>	<b>CLOSING BALANCE:</b>		<b>280,259.24</b>	<b>878,280.83</b>	

**Responsibility for Financial Statement**

These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council.

To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

**Signature** 

We accept responsibility for the integrity of these financial statements. The information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.

In our opinion, these financial statements fairly reflect the financial position of Moro Local Government as at 31<sup>st</sup> December 2018 and its operations for the year ended on that date.

Treasurer.....

Chairman.....

**OFFA LOCAL GOVERNMENT COUNCIL**

**i. RECURRENT REVENUE**

The total sum of **One Billion, Three Hundred and Sixty Million, One Hundred and Sixty-One Thousand, Four Hundred and Twenty -Seven Naira, Seventy-eight Kobo (₦1,360,161,427.78k)** accrued to the Council purse against the budgeted figure of **One Billion, Four Hundred and Forty-Three Million, Six Hundred and Seventy-Four Thousand, and Twenty-Seven Naira Only (₦1,443,674,027.00k)** during the year under review.

YEAR 2017		DETAILS	BUDGET 2018		ACTUAL 2018		VARIANCE		% PERF
₦	K		₦	K	₦	K	₦	K	
54,250.00		Direct Taxes							

5,130,100.50	Licenses	6,000,000.00	4,409,195.57	(1,590,804.43)	73%
1,720,400.00	Fees:	6,639,840.00	9,764,808.00	3,124,968.00	147%
7,232,757.27	Fines	30,000.00	307,282.72	277,282.72	1024%
	Sales	140,000.00		(140,000.00)	0%
523,500.00	Earnings :	257,900.00	226,800.00	(31,100.00)	88%
620,790.00	Sales General/Rent of Government Buildings:	1,325,000.00	1,699,320.00	374,320.00	128%
10,472,660.00	Sale/Rent on Lands and Others:	275,000.00	-		
	Repayments-General:	100,516.00		(100,516.00)	0%
7,200,000.00	Independent IGR	1,300,000.00	1,247,100.00	(52,900.00)	96%
589,437.83	Repayment of Loan from other Funds		1,326,237.30	1,326,237.30	
<b>33,543,895.60</b>	<b>Sub-total - Independent Revenue</b>	<b>16,068,256.00</b>	<b>18,980,743.59</b>	<b>2,912,487.59</b>	118%
902,897,422.76	Statutory Allocations: FAAC	1,391,854,151.00	1,307,175,615.53	<b>(84,678,535.47)</b>	94%
28,910,862.84	Share of 10% State IGR	35,751,620.00	34,005,068.66	<b>(1,746,551.34)</b>	95%
<b>965,352,181.20</b>	<b>TOTAL</b>	<b>1,443,674,027.00</b>	<b>1,360,161,427.78</b>	<b>(83,512,599.22)</b>	

## ii. CAPITAL RECEIPTS

The sum of **Six Hundred and Fourteen Million, Six Hundred and Fifteen Thousand, Three Hundred and Eighty-Six Naira, Sixty-Four Kobo (₦614,615,386.64k)** accrued to the Council purse as capital receipts during the year ended 31st December, 2018, against the budgeted sum of

**Seven Hundred and Fifteen Million, Two Hundred and Ninety-Five Thousand, Six Hundred and Sixty-Six Naira only (₦715,295,666.00k).**

Thus the total sum of **One Billion, Nine Hundred and Seventy-Four Million, Seven Hundred and Seventy-Six Thousand, Eight Hundred and Fourteen Naira, Forty-Two Kobo (₦1,974,776,814.42k)** comprising the recurrent and capital receipts accrued to the Council to finance all its activities. The breakdown of the capital receipt is analyzed below:

YEAR 2017	DETAILS	BUDGET 2018		ACTUAL 2018		VARIANCE		% PERF
		₦	K	₦	K	₦	K	
270,036,377 .81	Value Added Tax Allocation	354,295,66 6.00		304,303,724. 40		(49,991,941. 60)		86%
49,893,748 .11	Excess Crude(PARIS REFUND)	61,000,00 0.00				(61,000,000. 00)		0%
	Excess Bank Charges			277,534.42		277,53 4.42		
	Forex Equalization			43,328,883.31		43,328,883 .31		
68,356,334 .84	Exchange Gain Difference			16,705,244. 51		16,705,244 .51		
	Domestic Loan	300,000,00 0.00		250,000,000. 00		(50,000,000. 00)		83%
<b>388,286,460 .76</b>	<b>TOTAL</b>	<b>715,295,66 6.00</b>		<b>614,615,386. 64</b>		<b>(100,680,279. 36)</b>		<b>86%</b>

**vii. ACTUAL EXPENDITURE**

The total sum of **One Billion, Nine Hundred and Seventy-Four Million, Seven Hundred and Seventy-Three Thousand, Three Hundred and Forty-Two Naira, Seventy-One Kobo (₦1,974,773,342.71K)** was expended by the Council during the year under review against the budgeted

sum of **Two Billion, Twenty Million, Eight Hundred and Thirty-Six Thousand, Two Hundred Naira only (₦2,020,836,200.00k)**. The breakdown of expenditure is as below:

<b>YEAR 2017</b>	<b>DETAILS</b>	<b>BUDGET 2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>%</b>
<b>₦ K</b>		<b>₦ K</b>	<b>₦ K</b>	<b>₦ K</b>	<b>PERF</b>
344,680,879.53	Personnel Costs ( Including Salaries on CRF Charges):	380,000,000.00	372,924,987.60	(7,075,012.40)	98%
157,905,040.58	Contribution to LGA & LGEA Pension	405,000,000.00	401,866,731.85	(3,133,268.15)	99%
40,356,531.39	Overhead Charges:	90,000,000.00	86,574,532.39	(3,425,467.61)	96%
34,708,142.86	Traditional Council	58,000,000.00	55,782,331.47	(2,217,668.53)	96%
609,924,226.04	Subvention to SUBEB	725,000,000.00	720,848,150.16	(4,151,849.84)	99%
	Service wide vote	21,500,000.00	21,446,162.04	(53,837.96)	100%
9,356,700.33	Subvention to Parastatals	15,000,000.00	13,516,609.39	(1,483,390.61)	90%
6,268,129.69	Contribution to Other LGA	80,000,000.00	77,745,039.34	(2,254,960.66)	97%
26,349,825.00	Capital Expenditure: Sector by Sector	41,500,000.00	20,457,146.95	(21,042,853.05)	49%
223,920,220.97	Repayment on External Loan	204,836,200.00	203,611,651.52	(1,224,548.48)	99%
<b>1,453,469,696.39</b>	<b>TOTAL</b>	<b>2,020,836,200.00</b>	<b>1,974,773,342.71</b>	<b>(46,062,857.29)</b>	<b>98%</b>

#### iv. CASH AND BANK BALANCE

The cash and bank balance for the Council as at the end of the year is **Three Hundred and Eight Thousand, Two Hundred and Forty-Four Naira, Seventy-Two Kobo (₦308, 244.72k)** as contained in the statement of asset and liabilities statements.

#### **v. DEPOSIT**

The sum of **Sixty-Seven Million, Eight Hundred and Twenty-Two Thousand, Four Hundred and Thirty-Five Naira, Thirty-One Kobo (₦67, 822,435.31k)**, remains as unpaid statutory deductions, details contained in the domestic report.

#### **vi. ADVANCES**

The sum of **Eleven Million, Eight Hundred and Twenty-Four Thousand, Eight Hundred and Sixty-One Naira, Thirty-Four Kobo (₦11,824,861.34k)** indicated in the statement of Assets and liabilities as Personal Advance for the year ended 31<sup>st</sup> December, 2018.

#### **vii. INVESTMENT**

A sum of **Two Million, Five Hundred Naira only (₦2,500,000.00k)** carried forward from previous years as observed is still outstanding as an unrecouped investment. The investment could not be confirmed correct, because the relevant documents in respect of the investments are yet to be produced contrary to MFM 1.8(3) and 1.14 (10).

#### **viii. CONTINGENT LIABILITIES**

The Council's liabilities comprising of staff salaries, and statutory audit fees sum up to **One Hundred and Eighteen Million, Nine Hundred and Fifty-Six Thousand, Nine Hundred and Forty-Seven Naira, Fifty-One Kobo (₦118, 956,947.51k)**.

The Council should explain how it intends to pay off these debts, details contained in the domestic report.

#### **ix. AGRICULTURE AND NATURAL RESOURCES DEPARTMENT**

##### **a. Tractor hiring**



There was no effort put in place to repair the grounded tractor which could have been utilized to increase internally generated revenue for the Council.

**b. Poultry unit**

During, the audit inspection for the period under review it was observed that the Local Government poultry house was not habitable for breeding of chickens.

**x. EDUCATION AND SOCIAL WELFARE DEPARTMENT**

The women education center has some functioning sewing machines, but none was put into use. Effort should be made to put those machines into use, so as to improve the lives of women at the grassroots to be self-reliant.

**xi. WORKS, LANDS AND HOUSING DEPARTMENT**

The following vehicles and plants appeared to be abandoned

<b>S/N</b>	<b>TYPES OF EQUIPMENTS</b>	<b>LOCATION</b>	<b>PRESENT CONDITION</b>
<b>1.</b>	<b>D8 CAT BULLDOZER</b>	Local Govt. Secretariat	Unserviceable
<b>2.</b>	<b>TOYOTA BAMAKO HILUX</b>	Offa clean	Unserviceable
<b>3.</b>	<b>TOYOTA TIPPER LORRY</b>	Environmental unit	Unserviceable
<b>4.</b>	<b>HONDA ACCORD CAR</b>	L.G.E.A Secretariat	Unserviceable
<b>5.</b>	<b>NISSAN BUS</b>	NULGE OFFICE	Unserviceable
<b>6.</b>	<b>CAT GRADDER MACHINE</b>	L.G. Secretariat	Serviceable
<b>7.</b>	<b>TOYOTA COROLA CAR</b>	D.P.M OFFICE	Serviceable
<b>8.</b>	<b>TOYOTA COROLA CAR</b>	LGT/ Cashier office	Serviceable
<b>9.</b>	<b>TOYOTA HIACE BUS</b>	L.G Legislature unit	Serviceable
<b>10.</b>	<b>TOYOTA CAMRY CAR 2008 MODEL</b>	Chairman`s office	Serviceable
<b>11.</b>	<b>AVELYN ROLLER</b>	L.G. Secretariat	Serviceable
<b>12.</b>	<b>JINCHENG BUS</b>	Women unit	Unserviceable

13.	KAMA TIPPER LORRY	Environmental unit	Serviceable
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**xii. MEDICAL AND HEALTH DEPARTMENT**

**CLINIC INSPECTION**

During the course of our inspection to all the clinics across the Local Government, it was observed with total dismay that there were no resident Doctors at **Igbooro Clinic centre** despite the adequate facilities provided at the aforementioned Health Clinic.

**OFFA LOCAL GOVERNMENT, KWARA STATE OF NIGERIA  
STATEMENT 1  
CASHFLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2018**

<b>BUDGET 2018</b>		<b><i>NOT ES</i></b>	<b><i>ACTUAL 2018</i></b>	<b>ACTUAL 2017</b>
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		<b>Cash Flows from Operating Activities:</b>			
<b>₦</b>	<b>K</b>	<b>Receipts:</b>		<b>₦</b>	<b>K</b>
1,391,854,151.				1,307,1	902,897,42
	00	Statutory Allocations: FAAC	<b>1</b>	75,615.53	2.76
354,295,666.				304,3	270,036,37
	00	Value Added Tax Allocation	<b>1</b>	03,724.40	7.81
<b>1,746,149,817.</b>				<b>1,611,4</b>	<b>1,172,933,80</b>
	<b>00</b>	Sub-total - Statutory Allocation		<b>79,339.93</b>	<b>0.57</b>
		Direct Taxes			54,2
					50.00
6,000,000.00		Licences	<b>2</b>	4,4	5,130,10
				09,195.57	0.50
6,639,840.				9,7	1,720,40
	00	Fees:	<b>2</b>	64,808.00	0.00
30,000					7,232,75
	.00	Fines	<b>2</b>	307,282.72	7.27
140,000		Sales			
	.00				
257,900		Earnings :	<b>2</b>	226,800.00	523,5
	.00				00.00
1,325,000.		Sales General/Rent of Government Buildings:	<b>2</b>	1,6	620,7
	00			99,320.00	90.00
275,000		Sale/Rent on Lands and Others:		-	10,472,66
	.00				0.00
100,516		Repayments-General:			
	.00				
<b>14,768,256.</b>		<b>Sub-total - Independent Revenue</b>		<b>16,4</b>	<b>25,754,45</b>
	<b>00</b>			<b>07,406.29</b>	<b>7.77</b>
		<b>Other Revenue Sources of the LG</b>			
35,751,620.		Share of 10% State IGR	<b>3</b>	34,0	28,910,86
	00			05,068.66	2.84
61,000,000.		Excess Crude(PARIS REFUND)			49,893,74
	00				8.11
		Exchange Gain Difference	<b>3</b>	16,705	68,356,33
				,244.51	4.84

	Excess Bank Charges		277 ,534.42	
	Forex Equalization		43,328 ,883.31	
	SURE-P/AUGUMENTATION			16,845,61 1.15
1,300,000.00	INDEPENDENT IGR	3	1,247,100.00	7,200,000.00
	Grants		-	83,049,972.14
300,000,000.00	Domestic Loan	3	250,0 00,000.00	-
<b>398,051,620.00</b>	<b>SUB TOTAL</b>		<b>345,5 63,838.90</b>	
<b>2,158,969,693.00</b>	<b>Total Receipts</b>		<b>1,973,4 50,577.12</b>	<b>1,452,944,78 7.42</b>
	<b>Payments:</b>			
380,000,000.00	Personnel Costs ( Including Salaries on CRF Charges):	4	372,9 24,987.60	344,680,87 9.53
405,000,000.00	Contribution to LGA & LGEA Pension	5	401,8 66,731.85	157,905,04 0.58
90,000,000.00	Overhead Charges:	6	86,5 74,532.39	40,356,53 1.39
58,000,000.00	Traditional Council	7	55,7 82,331.47	34,708,14 2.86
725,000,000.00	Subvention to SUBEB	9	720,8 48,150.16	609,924,22 6.04
21,500,000.00	Service wide vote	7	21,4 46,162.04	
15,000,000.00	Subvention to Parastatals	7	13,5 16,609.39	9,356,70 0.33
80,000,000.00	Contribution to Other LGA	16	77,7 45,039.34	6,268,12 9.69
<b>1,774,500,000.00</b>	<b>Total Payments</b>		<b>1,750,7 04,544.24</b>	<b>1,203,199,65 0.42</b>
	<i>Net Cash Flow from Operating Activities</i>		<b>222,7 46,032.88</b>	<b>249,745,13 7.00</b>

	<b>Cash Flows from Investment Activities:</b>	-	-	
18,000,000.00	Capital Expenditure: Economic Affairs:	<b>10</b>	(16,557,146.95)	(10,596,000.00)
3,000,000.00	Capital Expenditure: General Public Service:		-	(5,500,000.00)
3,000,000.00	Capital Expenditure: Environmental Protection:		-	(2,470,500.00)
3,000,000.00	Capital Expenditure : Public Order & Safety		-	(6,283,325.00)
5,500,000.00	Capital Expenditure: Housing & Community Amenity:	<b>10</b>	(3,900,000.00)	(1,500,000.00)
3,000,000.00	Capital Expenditure: Health:			
3,000,000.00	Capital Expenditure: Recreation, Culture & Religion:			
3,000,000.00	Capital Expenditure: Education:			
<b>41,500,000.00</b>	<b>Net Cash Flow from Investment Activities:</b>		<b>(20,457,146.95)</b>	<b>(26,349,825.00)</b>
	<b>Cash Flows from Financing Activities:</b>	-	-	
	Repayment of Loan from other Funds	<b>17</b>	1,326,237.30	589,437.83
204,836,200.00	Repayment on External Loan	<b>19</b>	(203,611,651.52)	(223,920,220.97)
	<b>Net Cash Flow from Financing Activities:</b>		<b>(202,285,414.22)</b>	<b>(223,330,783.14)</b>
	<b>Movement in Other Cash Equivalent Accounts</b>			
	<b>(Increase)/ Decrease in Investments</b>			
	<b>Net (Increase)/Decrease in Other Cash Equivalents:</b>			
	<b>Total Cash flow from other Cash equivalent Accounts</b>			
	<b>Net Cash flow from All Activities</b>			<b>64,5</b>

			<b>3,471.71</b>	<b>28.86</b>
	<b>Cash &amp; Its Equivalent as at 1st January, 2018</b>	<b>12</b>	<b>304,773.01</b>	<b>240,244.15</b>
	<b>Cash &amp; Its Equivalent as at 31st December, 2018</b>	<b>12</b>	<b>308,244.72</b>	<b>304,773.01</b>

**OFFA LOCAL GOVERNMENT, KWARA STATE, NIGERIA**  
**STATEMENT 2**

**STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2018**

<b><u>ASSETS:-</u></b>	<b>NOTES</b>	<b>YEAR 2018</b>		<b>YEAR 2017</b>	
		<b>₦</b>	<b>K</b>	<b>₦</b>	<b>K</b>
<b><u>Liquid Assets:-</u></b>					
Cash Balance as at 31st December 2018:	12	65,912.24		35,592.03	
Bank Reconciliation Balance as at 31st December 2018:	12	242,332.48		26,918.98	
-Other Bank of the Treasury					
-Cash Balances of Trust & Other Funds of the LGC:					
<b>TOTAL LIQUID ASSETS</b>	<b>12</b>	<b>308,244.72</b>		<b>304,773.01</b>	
<b><u>Investments and Other Cash Assets:</u></b>					
Local Government Investments	15	500,000.00	2,	2,500,000.00	
Advances:-	17	1,824,861.34	1	13,151,098.64	
<b>TOTAL INVESTMENTS AND OTHER CASH ASSETS</b>		<b>14,633,106.06</b>		<b>15,955,871.65</b>	
EXCESS OF ASSET OVER LIABILITY		280,666,595.66	280,	175,058,696.12	
<b>TOTAL ASSETS</b>		<b>295,299,701.72</b>		<b>191,014,567.77</b>	
<b><u>LIABILITIES:-</u></b>					
-					
External Loans: LGC		101,654.36	2.76		
<b>TOTAL EXTERNAL AND INTERNAL LOANS</b>					
<b><u>OTHER LIABILITIES</u></b>					
Deposits	<b>25</b>	74,688,391.45		74,688,391.45	
Outstanding Salaries and leave bonus	<b>27</b>	110,956,947.51		162,157,087.85	

Arrears of Statutory Audit fees	<b>28</b>	8,000,000.00	8,000,000.00
<b>TOTAL LIABILITIES</b>		<b>295,299,701.72</b>	<b>244,845,479.30</b>

**OFFA LOCAL GOVERNMENT, KWARA STATE.  
STATEMENT 3**

**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018.**

ACTUAL PREVIOUS YEAR(2017) N K	Opening Balance:	NOTES	ACTUAL 2018		BUDGET 2018		VARIANCE ON FINAL BUDGET	
			N	K	N	K	N	K
<b>240,244.15</b>	Opening Balance		<b>304,773.01</b>					
	<b><u>ADD: REVENUE OPENING BALANCE</u></b>							
902,897,422.76	Statutory Allocations: FAAC	<b>1</b>	1,307,175,615.53		1,591,854,151.00		284,678,535.47	
270,036,377.81	Value Added Tax Allocation	<b>1</b>	304,303,724.40		354,295,666.00		49,991,941.60	
<b>1,172,933,800.57</b>	<b>Sub-Total - Statutory Allocation</b>		<b>1,611,479,339.93</b>		<b>1,946,149,817.00</b>		<b>334,670,477.07</b>	
	<b>Independent Revenue</b>							-
54,250.00	Direct Taxes				20,000.00		20,000.00	
5,130,100.50	Licenses	<b>2</b>	4,409,195.57		7,342,640.00		2,933,444.43	
	Mining Rents:							-
	Royalties							-
1,720,400.00	Fees:	<b>2</b>	9,764,808.00		9,217,400.00		(547,408.00)	
7,232,757.27	Fines	<b>2</b>	307,282.72		30,000.00		(277,282.72)	
	Sales				240,000.00		240,000.00	
523,500.00	Earnings :	<b>2</b>	226,800.00		757,900.00		531,100.00	



620,790.00	Sales/Rent of Government Buildings:	2	1,699,320.00	1,325,000.00	(374,320.00)
10,472,660.00	Sale/Rent on Lands and Others:			275,000.00	275,000.00
	Repayment :General:			2,216,516.00	2,216,516.00
	Investment Income				-
	Interest Earned				-
	Re-Imbursements				-
<b>25,754,457.77</b>	<b>Sub-Total - Independent Revenue</b>		<b>16,407,406.29</b>	<b>21,424,456.00</b>	<b>5,017,049.71</b>
49,893,748.11	Other Revenue Sources of the Govt (Independent)				-
16,845,611.15	SURE-P/ (LOAN)	3	250,000,000.00		(250,000,000.00)
28,910,862.84	Share of 10% State IGR	3	34,005,068.66	37,751,620.00	(12,580,612.66)
68,356,334.84	EXCHANGE GAIN DIFFERENCE & SPECIAL RELEASE	3	60,311,662.24	150,000,000.00	89,688,337.76
83,049,972.14	Grants/Proceed from other loan	19	1,326,237.30		(1,326,237.30)
7,200,000.00	INDEPENDENT IGR by Local Government.	3	1,247,100.00	400,000,000.00	398,752,900.00
<b>254,256,529.08</b>	<b>SUB- TOTAL:</b>		<b>346,890,068.20</b>	<b>587,751,620.00</b>	<b>240,861,551.80</b>
<b>1,453,185,031.57</b>	<b>Total Revenue</b>		<b>1,975,081,587.43</b>		<b>(1,975,081,587.43)</b>
	<b><u>LESS:EXPENDITURE</u></b>				-
344,680,879.53	Personnel Cost	4	<b>372,924,987.60</b>	451,379,896.00	78,454,908.40
157,905,040.58	LGC Government Contribution to Pension:	5	<b>401,866,731.85</b>	365,000,000.00	(36,866,731.85)
40,356,531.39	Overhead Charges:	6	<b>86,574,532.39</b>		(86,574,532.39)
6,268,129.69	Contribution to other LGA	16	<b>77,745,039.34</b>	2,000,000.00	(75,745,039.34)
	Service wide vote	7	<b>21,446,162.04</b>		

34,708,142.86	Traditional Council)	7	55,782,331.47	72,000,000.00	16,217,668.53
9,356,700.33	Subvention To Parastatals	7	13,516,609.39	15,094,727.63	1,578,118.24
609,924,226.04	Other Operating Activities(SUBEB SALARY)	9	720,848,150.16	740,000,000.00	19,151,849.84
	<b>OTHER RECURRENT PAYMENTS/EXPENDITURE:</b>		<b>1,750,704,544.24</b>		(1,750,704,544.24)
	Repayment Of External Loan				-
223,330,783.14	Repayment Of Local Government Loan	19	203,611,651.52	223,920,220.97	20,308,569.45
	Repayment Of Internal Loan From Other Funds			589,437.83	589,437.83
	Repayment Of Nigeria Treasury Bill				-
	Repayment Of Development Loan Stock				-
<b>1,426,530,433.56</b>	<b>TOTAL EXPENDITURE</b>		<b>3,705,020,740.00</b>	<b>1,869,984,282.43</b>	(1,835,036,457.57)
<b>26,654,598.01</b>	<b>OPERATING BALANCE</b>				-
	<b><u>APPROPRIATIONS/TRANSFERS:</u></b>				-
<b>26,654,598.01</b>	Transfer to Capital Development Fund:		<b>(1,729,939,152.57)</b>		1,729,939,152.57

**OFFA LOCAL GOVERNMENT, KWARA STATE**  
**STATEMENT 4**  
**STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**



## **Responsibility for Financial Statement**

These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council.

To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

**Signature**

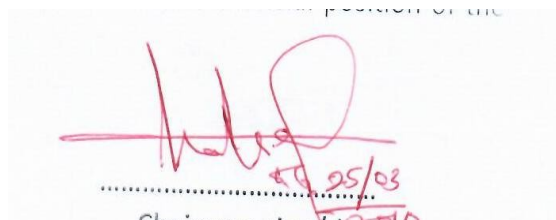
A handwritten signature in blue ink, consisting of several loops and flourishes, positioned above a dotted line.

We accept responsibility for the integrity of these financial statements. The information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.

In our opinion, these financial statements fairly reflect the financial position of Offa Local Government as at 31<sup>st</sup> December 2018 and its operations for the year ended on that date.



Chairman.....



Treasurer.....

## OKE-ERO LOCAL GOVERNMENT COUNCIL

### i. Recurrent Revenue

The sum of **One Billion, One Hundred and Eleven Million, Two Hundred and Thirty-Four Thousand, One Hundred and Sixty-Seven Naira, Seventy-Five Kobo (₦1,111,234,167.75k)** was received against the budgeted sum of **One Billion, One Hundred and Nine Million, Seven Hundred and Thirty-Seven Thousand, Seven Hundred and Fourteen Naira, Forty-Six Kobo (₦1,109,737,714.46k)**, the break down by source is as below:

#### ACTUAL VERSUS BUDGETED REVENUE

ACTUAL YEAR 2017	DETAILS	BUDGET 2018	ACTUAL 2018	VARIANCE	%PERF
₦ K	RECEIPTS:	₦ K	₦ K	₦ K	
	<b>Independent Revenue</b>				
61,500.00	Direct Taxes		370,390.09	<b>370,390.09</b>	

708,129.00	Licenses	1,076,533.00	379,349.19	<b>(697,183.81)</b>	35%
3,057,262.91	Fees:	4,123,467.00	4,704,815.00	<b>581,348.00</b>	114%
278,200.00	Sales	300,000.00	300,000.00	<b>0.00</b>	100%
	Sales/Rent of Government Buildings:		106,000.00	<b>106,000.00</b>	
90,000.00	Sale/Rent on Lands and Others:			<b>0.00</b>	
3,647,009.51	Proceeds From Internal Loans		340,862.24	<b>340,862.24</b>	
<b>7,842,101.42</b>	<b>SUB TOTAL REVENUE</b>	<b>5,500,000.00</b>	<b>6,201,416.52</b>	<b>701,416.52</b>	<b>113%</b>
744,149,538.61	Statutory Allocation: FAAC	1,078,237,714.46	1,077,347,333.87	<b>(890,380.59)</b>	<b>100%</b>
23,827,740.24	10%state IGR	26,000,000.00	28,026,279.60	<b>2,026,279.60</b>	<b>108%</b>
<b>775,819,380.27</b>	<b>TOTAL REVENUE</b>	<b>1,109,737,714.46</b>	<b>1,111,575,029.99</b>	<b>1,837,315.53</b>	<b>100%</b>

ii. **Capital Receipts**

The total sum of **Six Hundred and One Million, Seven Hundred and Forty-Eight Thousand, Eight Hundred and Sixty-One Naira, Fifteen Kobo (₦601,748,861.15k)** accrued to the Council purse as capital receipts against the estimated sum of **Seven Hundred and Eighty Million Naira Only (₦780,000,000.00k)**. Total receipt receipts by the Council to finance all its activities is **One Billion, Seven Hundred and Thirteen Million, Three Hundred and Twenty-Three Thousand, Eight Hundred and Ninety-One Naira, Fifteen Kobo (₦1,713,323,891.15k)**.

**BUDGETED CAPITAL RECEIPT VERSUS ACTUAL**

<b>ACTUAL 2017</b>	<b>DETAILS</b>	<b>ESTIMATE 2018</b>	<b>ACTUAL YEAR 2018</b>	<b>VARIANCE</b>	<b>% PERF</b>
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201,990,003.71	Value Added Tax Allocation	230,000,000.00	250,800,888.81	(20,800,888.81)	109%
132,727,025.80	Augmentation/Special Release	150,000,000.00	250,000,000.00	(100,000,000.00)	167%
	Excess bank charges		277,534.43		
58,623,503.40	Exchange Gain Difference	400,000,000.00	16,705,244.50	(383,294,755.50)	4%
59,684,399.17	Special releases (forex equalization fund )		43,328,883.30	43,328,883.30	
	Contribution from other L.G		40,636,310.11	40,636,310.11	
<b>453,024,932.08</b>	<b>TOTAL CAPITAL RECEIPT</b>	<b>780,000,000.00</b>	<b>601,748,861.15</b>	<b>(178251138.85)</b>	

### iii. BUDGETED VERSUS ACTUAL EXPENDITURE

The Council expended the total sum of **One Billion, Seven Hundred and Thirteen Million, Five Hundred and Nineteen Thousand, Eighty-Four Naira, Seventy-Five Kobo (₦1,713,519,084.75k)** against its estimated sum of **One Billion, Five Hundred and Fifty-Four Million, Two Hundred and Eighty-Nine Thousand, Three Hundred and Sixteen Naira only (₦1,554,289,316.00k)**. The breakdown is given below:

ACTUAL 2017 ₦ K	DETAILS	ESTIMATE 2018 ₦ K	ACTUAL 2018 ₦ K	VARIANCE ₦ K	%PERF
395,902,825.33	Personnel Costs (including salaries on CRF Charges)	629,710,443.00	455,661,678.54	174,048,764.46	72%
157,905,040.60	LGC Govt. Contribution to Pension	161,467,783.00	409,194,351.62	(247,726,568.62)	253%
392,793,044.15	LGEA Teachers Salary	524,411,090.00	501,193,245.65	23,217,844.35	96%
26,770,748.67	Contribution to Traditional Council	26,000,000.00	44,290,917.39	(18,290,917.39)	170%
37,352,399.95	Overhead Charges:	118,000,000.00	60,171,110.26	57,828,889.74	51%
	Consolidated Revenue Fund Charges (incl. Service Wide V)		14,813,309.04	(14,813,309.04)	
	Subvention to Parastatals		7,782,820.73	(7,782,820.73)	

755,000.00	Capital Expenditure: Sector by Sector	94,700,000.00	16,800,000.00	77,900,000.00	18%
222,903,049.73	Repayment of External Loans (Including Servicing)		203,611,651.52	-203,611,651.52	
<b>1,234,382,108.43</b>	<b>TOTAL</b>	<b>1,554,289,316.00</b>	<b>1,713,519,084.75</b>	<b>-159,229,768.75</b>	<b>110%</b>

iv. **CASH AND BANK BALANCE**

The cash and bank balance of **Six Hundred and Ninety-One Thousand, Six Hundred and Eighty-Seven Naira, Fifty-Eight Kobo (N691,687.58k)** indicated in the statement of asset and liabilities for the year ended 31<sup>st</sup> December, 2018, could not be confirmed correct as the balance brought forward for the year 2017 which amount to **(N14,600,364.26)** was not utilized in the year 2018. The necessary documents to ascertain the balance was not available. The Council Chairman is expected to produce same.

v. **CONTINGENT LIABILITY**

TYPE	AMOUNT	
	N	K
1. Outstanding Audit Fees	8,000,000.00	
2. Outstanding Salaries	195,843,979.24	
3. Other deposits	17,540,120.00	
4. Deposit	21,200,996.73	
<b>Total</b>	<b>242,585,095.97</b>	



The contingent liability of **Two Hundred and Forty-Two Million, Five Hundred and Eighty-Five Thousand, Nine Hundred and Ninety-Six Naira, Seventy-Three Kobo (₦242,585,996.73k)** indicated in the statement of asset and liability as at 31<sup>st</sup> December, 2018 could not be confirm to correct because the ledgers were not made available. The audit fees of **Eight Million Naira only (₦8,000,000k)** indicated in the previous year was repeated in the reporting year.

The Council Treasurer attention had been drawn to this for reconciliation.

**vi. EXTRA BUDGETARY SPENDINGS:**

- a. **WORKS DEPARTMENT-** **₦3,522,500.00k**
- b. **ADMINISTRATIVE DEPARTMENT-** **₦3,503,500.00k**
- c. **EDUCATION DEPARTMENT -** **₦3,911,547.90k**

**All details are contained in the domestic report.**

**vii. MEDICAL DEPARTMENT**

It was observed that the medical store and two health centres within the Local Government was fairly equipped with drugs. This is as a result of non-provision of sufficient funds to stock the health centres with drugs to serve the grassroots despite numerous appeals and letters to the council chairman for the release of funds.

**Recommendation:**

Inquiry from the store man shows readiness on his part to ensure accountability of the drugs brought and prompt distribution of same. The chairman should set up a committee to look into this and manage the money released for procurement of drugs in order to have medical impact on the people at the grassroots. If this is adhered to, it will have a positive on the Council's IGR.

**OKE-ERO LOCAL GOVERNMENT OF NIGERIA**

**STATEMENT 1**

**CASHFLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2018**

ANNUAL BUDGET 2018	CASHFLOWS FROM OPERATING ACTIVITIES :	NOTES	ACTUAL 2018		ACTUAL 2017	
			₦	K	₦	K
	<b>RECEIPTS:</b>					
1,172,172,364.0 0	Statutory Allocation: FAAC	1	1,077,347,333.87		744,149,538.61	
230,000,000.00	Value Added Tax Allocation	1	250,800,888.81		201,990,003.71	
	<b>Sub-total –Statutory Allocation</b>		<b>1,328,148,222.68</b>		<b>946,139,542.32</b>	
	<b>Independent Revenue</b>					
	Direct Taxes	2	370,390.09		61,500.00	
1,076,533.00	Licenses	2	378,349.19		708,129.00	
4,123,467.00	Fees:	2	4,704,815.00		3,057,262.91	
300,000.00	Sales	2	300,000.00		278,200.00	
0.00	Earnings					
	Sales/Rent of Government Buildings:		106,000.00			

	Sale/Rent on Lands and Others:	2		90,000.00
	<b>Sub-Total-Independent Revenue</b>		<b>5,859,554.28</b>	<b>4,195,091.91</b>
	<b>Other Revenue Sources of the LG</b>			
26,000,000.00	10%state IGR	3	28,026,280.20	23,827,740.24
400,000,000.00	Exchange Gain Difference	1	16,702,744.50	58,623,503.40
	Excess bank charges		277,534.42	
	Special releases (forex equalization fund	1	43,328,883.31	59,684,399.17
	Contribution from other L.G		40,636,310.11	
150,000,000.00	Augmentation/Special Release	1	250,000,000.00	132,727,025.80
	<b>Sub-Total</b>		<b>378,971,752.54</b>	<b>274,862,668.61</b>
	<b>Total Receipts</b>		<b>1,712,979,529.50</b>	<b>1,225,197,302.84</b>
	<b>Payments:</b>			
629,710,443.00	Personnel Costs (including salaries on CRF Charges)	4	455,661,678.54	395,902,825.33
161,467,783.00	LGC Govt. Contribution to Pension	4	409,194,351.62	157,905,040.60
524,411,090.00	LGEA Teachers Salary		501,193,245.65	392,793,044.15
26,000,000.00	Contribution to Traditional Council	6	44,290,917.39	26,770,748.67
118,000,000.00	Overhead Charges:	5	60,171,110.26	37,352,399.95
	Consolidated Revenue Fund Charges (incl. Service Wide V)		14,813,309.04	
	Subvention to Parastatals		7,782,820.73	
	Other Operating Activities			
	<b>Total Payments</b>		<b>1,493,107,433.23</b>	<b>1,010,724,058.70</b>
	<b>Net Cash Flow From Operating Activities</b>		<b>219,872,096.27</b>	<b>214,473,244.14</b>
	<b>Cash Flows From investment Activities:</b>			
28,500,000.00	Capital Expenditure: General Public Services	11	3,800,000.00	145,000.00
	Capital Expenditure: Defense			
500,000.00	Capital Expenditure: Public Other and Safety		900,000.00	
28,500,000.00	Capital Expenditure: Economic Affairs		3,780,000.00	

5,500,000.00	Capital Expenditure: Environmental Protection		600,000.00	
10,000,000.00	Capital Expenditure: Housing and Community Development		7,020,000.00	
4,000,000.00	Capital Expenditure: Health		0	
5,500,000.00	Capital Expenditure: Recreational, Culture and Religion		0	
7,200,000.00	Capital Expenditure: Education		150,000.00	
5,000,000.00	Capital Expenditure: Social Protection	11	550,000.00	610,000.00
94,700,000.00	Total cash flow from investment activities		<b>16,800,000.00</b>	<b>-755,000.00</b>
	<b>Net Cash Flow from Investment Activities</b>		<b>203,073,096.27</b>	
	<b>Cash flows from financing Activities</b>			
	Proceeds From Aid and Grants			
	Proceeds From External Loan			
	Proceeds From Internal Loans	17	340,862.24	3,647,009.51
	Repayment of External Loans (Including Servicing)		<b>203,611,651.52</b>	<b>-222,903,049.73</b>
	<b>Net Cash Flow From Financing Activities:</b>		230,270,789.28	-219,256,040.22
	Movement in other Cash Equivalent Accounts			
	(Increase)/ Decrease in Investments			
	Net(Increase)/Decrease in Other Cash Equivalents:			
	Total cash flow From Other cash Equivalent Accounts			
	<b>Net Cash flows from all Activities</b>		-198,693.01	-13,664,387.50
	<b>Cash &amp; Its Equivalent as at 1<sup>st</sup> January, 2018</b>		<b>890,380.59</b>	<b>28,264,751.76</b>

	Cash & Its Equivalent as at 31 <sup>st</sup> December, 2018		691,687.59	14,600,364.26
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**OKE-ERO LOCAL GOVERNMENT OF NIGERIA**

**STATEMENT 2**

**STATEMENT OF ASSETS AND LIABILITIES AS AT 31<sup>ST</sup> DECEMBER, 2018**

	NOTES	YEAR 2018		YEAR 2017	
		₦	K	₦	K
<b>ASSETS:</b>					
Liquid Assets: (Closing Balance)	12	695,187.59		890,380.59	
Cash Held by LGT:		20,315.52		2,991.92	
<b>TOTAL LIQUID ASSETS</b>	12	<b>695,187.59</b>		<b>890,380.59</b>	
<b>INVESTMENT AND OTHER CASH ASSETS:</b>					
Local Government Investments (Eco & Trade bank)		1,501,036.60		1,501,036.60	
Imprests:-		0.00		122,108.56	
Advances:-	17	3,306,147.27		3,647,009.51	
<b>Total Investments and Other Cash Assets</b>		<b>5,502,371.46</b>			
Operating Liabilities over Assets		394,384,148.24		5,270,154.67	
<b>TOTAL ASSETS</b>		<b>399,886,519.70</b>		<b>6,160,535.26</b>	
<b>LIABILITIES:-</b>					
<b>PUBLIC FUNDS</b>					
Consolidated Revenue Fund:					
<b>TOTAL PUBLIC FUNDS</b>					
<b>EXTERNAL AND INTERNAL LOANS</b>					
External Loan					

Other Internal Loans (Promissory Notes)			
Internal Loans from Other Funds		157,301,423.73	100,000,000.00
<b>TOTAL EXTERNAL AND INTERNAL LOANS</b>		<b>157,301,423.73</b>	<b>100,000,000.00</b>
<b>OTHER LIABILITIES</b>			
Deposits:-	18	21,200,996.73	21,200,996.73
Outstanding Audit fee		8,000,000.00	8,000,000.00
Outstanding Salaries/allowances	19b	195,843,979.24	232,807,125.78
Contingent Liabilities (OTHER DEPOSIT) contract	13	17,540,120.00	17,540,120.00
<b>TOTAL LIABILITIES</b>		<b>399,886,519.70</b>	<b>280,438,623.10</b>

**OKE-ERO LOCAL GOVERNMENT OF NIGERIA**  
**STATEMENT 3**

**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31<sup>ST</sup> December, 2018**

ACTUAL 2017		NOTE	ACTUAL 2018	BUDGET 2018	VARIANCE
₦ K		S	₦ K	₦ K	₦ K
28,264,751.77	<b>OPENING BALANCE:</b>	-	890,380.59	-	
	<b>ADD: REVENUE</b>				
744,149,538.61	Statutory Allocation: FAAC	1	1,077,347,333.87	1,172,172,364.00	94,825,030.13
201,990,003.71	Value Added Tax Allocation	1	250,800,888.81	230,000,000.00	-20,800,888.81
<b>974,404,294.09</b>	<b>Total – Statutory Allocation</b>		<b>1,329,038,603.27</b>	<b>1,402,172,364.00</b>	73,133,760.73
61,500.00	Direct Taxes	2	370,390.09	0.00	-370,390.09
708,129.00	Licenses	2	378,349.19	1,076,533.00	698,183.81

3,057,262.91	Fees	2	4,704,815.00	4,123,467.00	-581,348.00
278,200.00	Sales		300,000.00	300,000.00	0.00
	Sales/Rent of Government Buildings:		106,000.00	0.00	-106,000.00
90,000.00	Sale/Rent on Lands and Others:	2	0.00	0.00	0.00
<b>4,195,091.91</b>	<b>Sub-Total- Independent Revenue</b>	<b>2</b>	<b>5,860,554.28</b>	<b>5,500,000.00</b>	<b>-360,554.28</b>
	<b>Other Revenue Sources of the LG</b>				
23,827,740.24	10% State IGR	3	28,026,280.20	26,000,000.00	-2,026,280.20
132,727,025.80	Augmentation/loan		250,000,000.00	150,000,000.00	-100,000,000.00
58,623,503.40	Exchange gain		16,702,744.50	0.00	-16,702,744.50
	Excess bank charges		277,534.42		
-	Forex Equalization		43,328,883.31		
59,684,399.17	Paris loan refund		0.00	0.00	0.00
	Contribution from other L.G		40,636,310.11	0.00	-40,636,310.11
3,647,009.51	Proceeds from internal loan		340,862.24	<b>0.00</b>	-340,862.24
<b>278,509,678.12</b>	<b>sub total</b>		<b>379,312,614.78</b>	<b>176,000,000.00</b>	<b>-203,312,614.78</b>
<b>1,257,109,064.12</b>	<b>TOTAL REVENUE:</b>		<b>1,714,211,772.33</b>	<b>1,583,672,364.00</b>	<b>-130,539,408.33</b>
	<u>LESS:EXPENDITURE</u>				
395,902,825.33	Personnel Costs(including salaries on CRF Charges)	4	455,661,678.54	629,710,443.00	174,048,764.46
157,905,040.60	Contribution to Pension	4	409,194,351.62	161,467,783.00	-247,726,568.62
392,793,044.15	LGEA Teachers' Salary		501,193,245.65	524,411,090.00	23,217,844.35
37,352,399.95	Overhead Charges:	5	60,171,110.26	118,000,000.00	57,828,889.74
37,352,399.95	Consolidated Revenue Fund Charges(includes: Services wide), clean and green	6	14,813,309.04	26,000,000.00	11,186,690.96
10,263,600.93	5% Traditional Council		44,290,917.39	26,000,000.00	-18,290,917.39
26,770,748.67	Subvention to Parastatals		7,782,820.73	150,000,000.00	142,217,179.27
	<b>OTHER RECURRENT PAYMENTS/EXPENDITURE:</b>				
222,903,049.73	Repayments :External Loans: LGC				0.00
	Repayments: Internal Loans From Other Funds	19	203,611,651.52	228,306,600.00	24,694,948.48

<b>1,281,243,109.31</b>	<b>TOTAL EXPENDITURE:</b>		<b>1,696,719,084.75</b>	<b>1,837,895,916.00</b>	141,176,831.25
<b>-24,134,045.19</b>	<b>OPERATING BALANCE:</b>		<b>17,492,687.58</b>		



**STATEMENT NO 4**  
**OKE-ERO LOCAL GOVT OF NIGERIA**  
**STATEMENT OF CAPITA DEVELOPMENT FUND FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2018**

YEAR 2017		NOT ES	CAPITAL EXPENDITURE 2018		FINAL BUDGET 2018		PERF
			N	K	N	K	
	<b>OPENING BALANCE</b>			<b>17,495,187.59</b>			
	<b>ADD: REVENUE</b>						
	Transfer From Consolidated Revenue Fund			0.00			
	Internal Loans from other funds			0.00			
	Special Allocation			0.00			
	<b>Total Revenue Available</b>			<b>17,495,187.59</b>			
	Less: Capital Expenditure						
48,315,896.00	Capital Expenditure: General Public Services:	11		3,800,000.00		28,500,000.00	
48,315,896.00	Capital Expenditure: Defense			0		0	
48,315,896.00	Capital Expenditure: Public Order and safety			900,000.00		500,000.00	
23,970,000.00	Capital Expenditure: Economic Affairs,	11		3,780,000.00		28,500,000.00	
5,000,000.00	Capital Expenditure: Environmental Protection	11		600,000.00		5,500,000.00	
5,660,000.00	Capital Expenditure: Housing and Community Development	11		7,020,000.00		10,000,000.00	
5,000,000.00	Capital Expenditure: Health	11		0		4,000,000.00	
8,000,000.00	Capital Expenditure: Recreation, Culture and Religion	11		0		5,500,000.00	
12,740,000.00	Capital Expenditure: Education	11		150,000.00		7,200,000.00	
1,950,000.00	Capital Expenditure: Social Protection	11		550,000.00		5,000,000.00	
<b>110,635,896.00</b>	<b>TOTAL CAPITAL EXPENDITURE:</b>			<b>16,800,000.00</b>		<b>94,700,000.00</b>	
	<b>Closing Balance:</b>			<b>695,187.59</b>			

**Responsibility for Financial Statement**

These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council.

To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

**Signature** 

We accept responsibility for the integrity of these financial statements. The information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.

In our opinion, these financial statements fairly reflect the financial position of OkeEro Local Government as at 31<sup>st</sup> December 2018 and its operations for the year ended on that date.



Chairman.....



Treasurer.....

## OYUN LOCAL GOVERNMENT COUNCIL

### i. CASH AND BANK BALANCE

The Cash and Bank Balance of **Ninety-Nine Thousand, Five Hundred and Eighty-Four Naira, Forty-Eight Kobo (₦99,584.48K)** as indicated in the statement of Assets and liabilities for the year ended 31<sup>st</sup> December, 2018.

### ii. ADVANCES

The sum of **One Million, Four Hundred and Thirty-Six Thousand, Three Hundred and Fifty-Five Naira, Sixty-Seven Kobo (₦1,436,355.67K)** indicated in the statement of assets and liabilities for the year ended 31<sup>st</sup> December, 2018 are advances to Ex-political office holders as car loan yet to be cleared, details are contained in the domestic report.

### iii. DEPOSITS

The sum of **Six Million, Nine Hundred and Seventeen Thousand, Six Hundred and Thirty-Five Naira, Thirty Kobo (₦6,917,635.30K)** indicated in the statement of assets and liabilities as un-remitted Government Deposits for the year ended 31<sup>st</sup> December, 2018, becoming like a recurring decimal.

### iv. CONTINGENT LIABILITIES:

The total sum of **One Hundred and Twenty-Five Million, Nine Hundred and Twenty-Five Thousand, Twenty-Four Naira, Forty-Eight Kobo (₦125,925,024.48K)** indicated in statement of Asset and liabilities is the contingent liabilities as at the end of 31<sup>st</sup> December, 2018.

### i. TREASURY MAIN ACCOUNTS:

- (a) Four (4) payment vouchers amounting to **Six Hundred and Seventy-Eight Thousand, Five Hundred Naira only (₦678,500.00K)** were outstanding as at the end of financial year ended 31<sup>st</sup> December, 2018. This is contrary to MFM 1.8 (5) 14.4 (1.9) and 1.14 (19).
- (b) Two (2) payment vouchers totaling **Ninety-Five Thousand Naira only (₦95,000.00K)** were not attached with relevant receipts contrary to MFM 1.14 (7) and 14.4 (8.9).

(c) One payment vouchers carrying a sum of **Twenty-Six Million, Seven Hundred and Thirty-Four Thousand, Five Hundred and Seventy Naira, Fifty-One Kobo (₦26,734,570.51k)** was found to be irregular. The PV was either controlled or pre audited contrary to the provision of MFM 14.4 (2,8 and 9).

(d) Two (2) payment vouchers totaling the sum of **Two Hundred and Ninety Thousand Naira only (₦290,000.00k)** was not attached with relevant document during the mounting inspection.

#### **vi. MEDICAL AND HEALTH DEPARTMENT:**

During our Audit Inspection to all the medical institution across the Local Government Area in a State of disrepair and it was observed that all the Clinics have no drugs for patients, it was also noticed that the entire clinic within the Local Government are being financed by the communities where the clinics are located.

Furthermore, we observed that there was a big solar refrigerator for storing drugs donated by a good Samaritan of the communities but this refrigerator was not well maintained by the Council.

#### **vii. WORKS, LANDS AND HOUSING DEPARTMENT**

- a. Audit investigation revealed that the Council has two (2) graders belonging to the Local Government Authority, which should serve as a means of Revenue Generation were seen within the Local Government premises and confirmed not functioning.
- b. Six other vehicles were found within the Council premises without necessary steps towards reviving

- c. Our Inspection on staff quarters revealed that the quarters requires fencing with gate and the building need to be renovated, all this is to safe guide against the looting of the Government properties within the GRA.

**viii. AGRICULTURE AND NATURAL RESOURCES**

Audit Inspection 2018, revealed that the Local Government has one (1) Tractor, which should serve as means of Revenue Generating into the Council purse. It was claimed that the only tractor which should stand as Revenue generation to the Council purse was not functioning and it was parked within the Local Government Secretariat. The H.O.D works should seek for the help of mechanical Personnel to quantify the level of damages on the tractor so as to know whether the tractor is repairable or not Furthermore, there was no activity in the department during the reporting year, all the officers in the department are redundant.

**ix. RECURRENT REVENUE**

A sum of **One Billion, Three Hundred and One Million, Five Hundred and Seventy-Two Thousand, Twenty-Five Naira, Eighty-Eight Kobo (₦1,301,572,025.88k)** was received by the Council's as recurrent revenue for the year ended 31st December,2018 against the estimated sum of **One Billion, One Hundred and Fifty-Nine Million, Six Hundred and Ten Thousand, Four Hundred Naira only (₦1,159,610,400.00k)**, details of the collection are as shown below...

ACTUAL 2017		DETAILS	BUDGET 2018		ACTUAL 2018		VARIANCE		%
₦	K		₦	K	₦	K	₦	K	
		Direct Taxes	1,000,000.00		5,565,221.37		4,565,221.37		557%
3,812,000.00		Licenses	4,035,000.00		1,585,700.00		-2,449,300.00		39%
1,320,457.75		Mining Rents:					0.00		
		Fees:	7,165,000.00		589,600.00		-6,575,400.00		8%
1,411,460.56		Fines					0.00		
201,134.44		Sales	800,000.00		79,200.00		-720,800.00		10%

	Earnings :	1,400,000.00		-1,400,000.00	0%
	Sale/Rent on Lands and Others:	600,000.00		-600,000.00	0%
	Repayments-General: car loan	600,000.00		-600,000.00	0%
	Interest Earned	20,000.00		-20,000.00	0%
<b>6,745,052.75</b>	<b>Sub-total - Independent Revenue</b>	<b>15,620,000.00</b>	<b>7,819,721.37</b>	<b>-7,800,278.63</b>	<b>50%</b>
861,117,587.34	Statutory Allocations: FAAC	1,110,900,400.00	1,260,949,762.34	150,049,362.34	
133,295,552.14	10% State IGR,	32,000,000.00	32,802,542.17	802,542.17	103%
<b>1,001,158,192.23</b>	<b>Total Receipts</b>	<b>1,158,520,400.00</b>	<b>1,301,572,025.88</b>	<b>143,051,625.88</b>	

**x. CAPITAL RECEIPTS**

A total sum of **Seven Hundred and Sixty-Three Million, One Hundred and Sixteen Thousand, Four Hundred and Thirty-Eight Naira, Seventy-Two Kobo (₦763,116,438.72k)** accrued to the Council as capital receipt against the estimated budget of **Four Hundred and Twenty-Five Million, Eight Hundred and Ninety-Seven Thousand, Four Hundred and Twenty-Eight Naira only (₦425,897,428.00k)**. Total receipts by the Council to finance all its activities is **Two Billion, Sixty-Four Million, Six Hundred and Eighty-Eight Thousand, Four Hundred and Sixty Four Naira, Sixty-Kobo (₦2,064,688,464.60k)** the breakdown of the capital receipts is given below:

ACTUAL 2017		DETAILS	BUDGET 2018		ACTUAL 2018		VARIANCE		%
₦	K		₦	K	₦	K	₦	K	
133,295,552.14		Argumentation	160,000,000.00		159,262,191.69		<b>737,808.31</b>		99.54%
241,706,275.10		Value Added Tax Allocation	265,897,428.00		293,542,584.79		27,645,156.79		110.40%
		Domestic Loan			250,000,000.00		250,000,000.00		
		Excess bank charges			277,534.42		277,534.42		
		Forex equalization funds			43,328,883.30		43,328,883.30		

	Exchange gain difference		16,705,244.52	16,705,244.52	
375,001,827.24	TOTAL	425,897,428.00	763,116,438.72	337,219,010.72	179.18 %

**xi. EXPENDITURES**

The total sum of **One Billion, Eight Hundred and Fifty-Six Million, Eight Hundred and Ninety-Two Thousand, Six Hundred and Eighty-One Naira, Ninety-Seven Kobo (₦1,856,892,681.97k)** was budgeted for expenditure (Recurrent and Capital) for the year; total actual expenditure was **One Billion, Two Hundred and Forty-Six Million, One Hundred and Seventy-One Thousand, Eight Hundred and Sixty-Eight Naira Only (₦1,246,171.868.00k)**, breakdown is as follow.

ACTUAL 2017		DETAILS	BUDGET 2018		ACTUAL 2018		VARIANCE		% PERF
₦	K		₦	K	₦	K	₦	K	
292,515,405.85		Personnel Costs (Including Salaries on CRF Charges):	378,212,582.00		372,622,500.73		-5,590,081.27		98.52
138,978,568.99		Contribution to LG/ LGEA Pension	160,000,000.00		342,305,100.86		182,305,100.90		213.94
37,111,136.42		Overhead Charges:	106,151,386.00		150,428,247.86		44,276,861.86		141.71



53,091,182.83	Subvention to Traditional Council	50,000,000.00	53,471,038.81	3,471,038.81	106.94
516,702,099.74	Subvention to SUBEB	551,807,900.00	550,532,721.95	-1,275,178.05	99.71
,	Subvention to Parastatals		368,640,991.54	368,640,991.5	
	Consolidated Revenue Fund Charges (Severance Allowance)		18,892,080.22	18,892,080.22	
1,038,398,393.83	TOTAL	1,246,171,868.00	1,856,892,681.97	610,720,814.00	149.01

**OYUN LOCAL GOVERNMENT, KWARA STATE OF NIGERIA**  
**STATEMENT 1**

**CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2018**

BUDGET 2018 N K	Cash flows from Operating Activities: Receipts:	NOTES	ACTUAL 2018		ACTUAL 2017	
			N	K	N	K
1,110,900,400.00	Statutory Allocations: FAAC	1	1,260,949,762.34		861,117,587.34	
265,897,428.00	Value Added Tax Allocation	1	293,542,584.79		241,706,275.10	
1,377,342,772.00	Sub-total - Statutory Allocation		1,554,492,347.13		1,102,823,862.44	
	<b>Independent Revenue</b>					

1,000,000.00	Direct Taxes	2	5,565,221.37	
4,035,000.00	Licenses	2	1,585,700.00	3,812,000.00
	Mining Rents:			1,320,457.75
7,165,000.00	Fees:	2	589,600.00	
	Fines			1,411,46
800,000.00	Sales	2		201,13
1,400,000.00	Earnings :			
	Sales/Rent of Government Buildings:			
600,	Sale/Rent on Lands and Others:			
1,690,000.00	Repayments-General: car loan	3		
20,	Interest Earned			
	Re-imburement			
16,710,000.00	<b>Sub-total - Independent Revenue</b>	2	7,819,721.37	6,745,052.75
	<b>Other Revenue Sources</b>			
	Domestic Loan		250,000,000.00	
	Excess bank charges	3	277,534.42	
	Forex equalization funds	3	43,328,883.30	
	Exchange gain difference	3	1 6,705,244.52	
32,000,000.00	10% State IGR	3	32,802,542.17	133,295,552.14
160,000,000.00	Argumentation	3	159,262,191.69	
	<b>Sub-total</b>		<b>502,376,396.10</b>	
<b>1,586,052,772.00</b>	<b>Total Receipts</b>		<b>2,064,688,464.60</b>	<b>1,109,568,915.19</b>
	<u>Payments:</u>			
378,212,582.00	Personnel Costs ( Including Salaries on CRF Charges):	4	372,622,500.73	292,515,405.85
160,000,000.00	Contribution to LG/ LGEA Pension	7	342,305,100.86	138,978,568.99
106,151,386.00	Overhead Charges:	6	150,428,247.86	37,111,136.42
50,000,000.00	Subvention to Traditional Council	7	53,471,038.81	53,091,182.83
551,807,900.00	Subvention to SUBEB	4	550,532,721.95	516,702,099.74

	Subvention to Parastatals	8	36 8,640,991.54	
	Consolidated Revenue Fund Charges (Severance Allowance)	7	1 8,892,080.22	
1,246,171,868.00	Total Payments		1,856,892,681.97	1,038,398,393.83
339,880,904.00	<i>Net Cash Flow from Operating Activities</i>		207,795,782.63	204,466,073.50
	<u>Cash Flows from Investment Activities:</u>			
23,651,194.00	Capital Expenditure: General Public Services:	11	4,143,000.00	
	Capital Expenditure: Defense			
2,152,950.00	Capital Expenditure: Public Order and Safety			
33,833,983.00	Capital Expenditure: Economic Affairs	11	140,000.00	
4,308,391.00	Capital Expenditure: Environmental Protection			
24,404,226.00	Capital Expenditure: Housing and Community Development	11	582,220.00	
11,004,505.00	Capital Expenditure: Health			
6,020,508.00	Capital Expenditure: Recreation, Culture and Religion			
8,855,304.00	Capital Expenditure: Education			
10,649,843.00	Capital Expenditure: Social Protection		1,034,300.00	
124,880,904.00	<i>Net Cash Flow from Investment Activities:</i>	11	5,899,520.00	
	<u>Cash Flows from Financing Activities:</u>			
215,000,000.00	Repayment of External Loans ( Including Servicing)		203,611,651.49	211,837,561.61
	Repayment general		(1,270,038.26)	-423,346.74
215,000,000.00	<i>Net Cash Flow from Financing Activities:</i>		202,341,613.23	211,414,214.87
	Movement in Other Cash Equivalent Accounts			
	Increase in Investments			
	Net Increase/Decrease in Other Cash Equivalents:			

	Total Cash flow from other Cash equivalent Accounts			
	Net Cash for the year			(6,948,141.37)
	Cash & Its Equivalent as at 1st January, 2017		544,935.08	7,493,076.45
	Cash & Its Equivalent as at 31st December, 2018	12	99,584.48	544,935.08

**OYUN LOCAL GOVERNMENT, KWARA STATE OF NIGERIA**

**STATEMENT 2**

**STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2018**

<b><u>ASSETS: -</u></b>	<b>NOTES</b>	<b>2018</b>	<b>2017</b>
		<b>₦ K</b>	<b>₦ K</b>
<b><u>Liquid Assets:-</u></b>			
Cash Held by LGT:			
Cash Balances of Trust & Other Funds of the LGC:A11	12	99,584.48	544,935.08
<b>TOTAL LIQUID ASSETS</b>		<b>99,584.48</b>	<b>544,935.08</b>
<b><u>Investments and Other Cash Assets:</u></b>			
Local Government Investments			
Advances (Car loan)	27	1,436,355.67	2,706,393.93
<b>Total Investment and other cash Assets</b>		<b>1,535,940.15</b>	

Intangible assets (Balance of Liability over assets)	26	129,770,77 9.48	184, 051,327.79
<b>TOTAL ASSETS</b>		<b>132,842,659.78</b>	<b>187,636,3 50.51</b>
<b><u>LIABILITIES:-</u></b>			
<b><u>PUBLIC FUNDS</u></b>			
Consolidated Revenue Fund:			
<b>TOTAL PUBLIC FUNDS</b>			
<b><u>EXTERNAL AND INTERNAL LOANS</u></b>			
External Loans: LGC			
Development Loan Stock			
Internal Loans from Other Funds			
<b>TOTAL EXTERNAL AND INTERNAL LOANS</b>			
<b>OTHER LIABILITIES</b>			
Deposits:-	25	6,917,635.30	6,917,635.30
Contingent liabilities (outstanding salary and arrears)	26	125,925,02 4.48	180, 385,021.50
<b>TOTAL LIABILITIES</b>		<b>132,842,659.78</b>	<b>187,636,350.51</b>

**OYUN LOCAL GOVERNMENT, KWARA STATE OF NIGERIA**

**STATEMENT NO. 3**

**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

ACTUAL 2017		NOTES	ACTUAL 2018	BUDGET 2018	VARIANCE ON BUDGET
₦ K			₦ K	₦ K	₦ K
7,493,076.45	OPENING BALANCE:		544,935.08	544,944.00	(8.92)

	<u>ADD: REVENUE</u>				
861,117,587.34	Statutory Allocations: FAAC	1	1,260,949,762.34	1,110,900,400.00	150,049,362.34
241,706,275.10	Value Added Tax Allocation	1	293,542,584.79	265,897,428.00	27,645,156.79
1,102,823,862.44	Sub-Total - Statutory Allocation		1,555,037,282.21	1,377,342,772.00	177,694,510.21
	<b>Independent Revenue</b>				
	Direct Taxes	2	5,565,221.37	1,000,000.00	4,565,221.37
3,812,000.00	Licenses	2	1,585,700.00	4,035,000.00	(2,449,300.00)
1,320,457.75	Mining Rents:				
	Fees:	2	589,600.00	7,165,000.00	(6,575,400.00)
1,411,460.5	Fines				
201,134.4	Sales	2		800,000.00	(720,800.00)
4			79,200.00		
	Earnings :			1,400,000.00	(1,400,000.00)
	Sales/Rent of Government Buildings:				
	Sale/Rent on Lands and Others:			600,000.00	(600,000.00)
	Repayment: General:			1,690,000.00	(1,690,000.00)
	Interest Earned			20,000.00	(20,000.00)
6,745,052.75	Sub-Total – Independent Revenue		7,819,721.37	16,710,000.00	(8,890,278.63)
	<b>Other Revenue Sources</b>				
	Domestic loan		250,000,000.00		
	Forex Equalization Fund		43,328,883.30		(43,328,879.30)
	Excess Bank Charges		277,534.42		(277,534.42)
	Exchange Gain Difference		16,705,244.52		(16,705,244.52)
133,295,552.14	10% State IGR, Argumentation		32,802,542.17	32,000,000.00	802,542.17
			159,262,191.69	160,000,000.00	(737,808.31)
1,250,357,543.78	TOTAL REVENUE:		2,065,233,399.68	1,586,052,772.00	479,180,627.68
	<u>LESS: EXPENDITURE</u>				

292,515,405.85	Personnel Costs (Including Salaries on CRF Charges):	4	372,622,500.73	378,212,582.00	5,590,081.27
138,978,568.99	LG Contribution to Pension:	7	342,305,100.86	160,000,000.00	(182,305,100.86)
37,111,136.42	Overhead Charges:	6	150,428,247.86	106,151,386.00	(44,276,861.86)
53,091,182.83	Subvention to Traditional Council	7	53,471,038.81	50,000,000.00	(3,471,038.81)
	Consolidated Revenue Charges (Severance Allowance)	7	18,892,080.22		(18,892,080.22)
516,702,099.74	Subvention to Teachers salary	8	550,532,721.95	551,807,900.00	1,275,178.05
	Subvention to Parastatals		368,640,991.54		(368,640,991.54)
	<b>OTHER RECURRENT PAYMENTS/EXPENDITURE:</b>				
211,414,214.87	Repayments: External Loans: LGC		202,341,613.23	215,000,000.00	12,658,386.77
1,249,812,608.70	<b>TOTAL EXPENDITURE:</b>		2,059,234,295.20	1,461,171,868.00	(598,062,427.20)
544,935.08	<b>OPERATING BALANCE:</b>		5,999,104.48	124,880,904.00	118,881,799.52
	<b><u>APPROPRIATIONS/ TRANSFERS:</u></b>				
544,935.08	Transfer to Capital Development Fund:		5,999,104.48	124,880,904.00	118,881,799.52

**OYUN LOCAL GOVERNMENT, KWARA STATE OF NIGERIA**

**STATEMENT 4**

**STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

ACTUAL 2017		NOTES	CAPITAL EXPENDITURE 2018		BUDGET 2018		VARIANCE	
			₦	K	₦	K	₦	K
544,935.08	Transfer from Consolidated Revenue Fund:		5,999,104.48		124,880,904.00		118,881,799.52	
	Aid and Grants							
	Internal Loans from Other Funds							
<b>544,935.08</b>	<b>TOTAL REVENUE AVAILABLE:</b>							
	<b><i>LESS: CAPITAL EXPENDITURE</i></b>							
	Capital Expenditure: General Public Services:	11	4,143,000.00		23,651,194.00		19,508,194.00	
	Capital Expenditure: Defense						-	
	Capital Expenditure: Public Order and Safety				2,152,950.00		2,152,950.00	
	Capital Expenditure: Economic Affairs	11	140,000.00		33,833,983.00		33,693,983.00	
	Capital Expenditure: Environmental Protection				4,308,391.00		4,308,391.00	
	Capital Expenditure: Housing and Community Development	11	582,220.00		24,404,226.00		23,822,006.00	
	Capital Expenditure: Health				11,004,505.00		11,004,505.00	



	Capital Expenditure: Recreation, Culture and Religion			6,020,508.00	6,020,508.00
	Capital Expenditure: Education			8,855,304.00	8,855,304.00
	Capital Expenditure: Social Protection		1,034,300.00	10,649,843.00	9,615,543.00
	<b>TOTAL CAPITAL EXPENDITURE:</b>	<b>11</b>	<b>5,899,520.00</b>	<b>124,880,904.0 0</b>	<b>118,981,384.00</b>
<b>544,935.08</b>	<b>CLOSING BALANCE:</b>		<b>99,584.48</b>	<b>-</b>	<b>99,584.48</b>

**Responsibility for Financial Statement**

These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council.

To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these financial statements, the information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.

In our opinion, these financial statements fairly reflect the financial position of Oyun Local Government as at 31<sup>st</sup> December 2018 and its operations for the year ended on that date.



Treasurer.....

Chairman.....

**PATIGI LOCAL GOVERNMENT COUNCIL**

**i. RECURRENT REVENUE**

The sum of **One Billion, Five Hundred and Sixty- Two Million, Two Hundred and Fifty-Three Thousand, Nine Hundred and Seventy-One Naira, Fifty-Eight Kobo (₦1,562,253,971.58k)** was received as recurrent revenue against the budgeted sum of **One Billion, Four Hundred and Seventy-Five Million, One Hundred and Sixteen Thousand, Six Hundred Naira only (₦1,475,116,600.00k)**. The breakdown is analyzed below:

**BUDGETED AND ACTUAL RECURRENT REVENUE**

ACTUAL 2017 ₦ K	DETAILS	ESTIMATE 2018 ₦ K	ACTUAL 2018		VARIANCE		% PERF
			₦	K	₦	K	
2,542,499.34	Licenses	3,660,800.00	885,534.22		(2,775,265.78)		24%
4,177,486.56	Fees:	5,550,000.00	3,056,300.00		(2,493,700.00)		55%
564,000.00	Sales	800,000.00	299,000.00		(501,000.00)		37%
1,342,000.00	Earnings :	2,000,000.00	2,142,600.00		142,600.00		107%
210,384.51	Sale/Rent on Lands and Others:	300,000.00			(300,000.00)		0%
3,307.67	Interest Earned	5,000.00	1,707.42		(3,292.58)		34%
1,753,328.29	Repayment of car loan	1,745,800.00	2,732,812.88		987,012.88		157%
<b>10,593,006.37</b>	<b>Sub-total - Independent Revenue</b>	<b>14,061,600.00</b>	<b>9,117,954.52</b>		<b>(4,943,645.48)</b>		<b>74%</b>
1,009,418,948.95	Statutory Allocations: FAAC	1,427,800,800.00	1,513,756,910.61		85,956,110.61		106%
33,479,830.79	Re-imbusement(10% STATE IGR)	35,000,000.00	39,379,106.45		4,379,106.45		113%
<b>1,053,491,786.11</b>	<b>TOTAL RECURRENT REVENUE</b>	<b>1,476,862,400.00</b>	<b>1,562,253,971.58</b>		<b>85,391,571.58</b>		<b>106%</b>

**ii. CAPITAL RECIEPT**

The sum of **Six Hundred and Sixty-Two Million, Seven Hundred and Six Thousand, Four Hundred and Forty-Three Naira, Ninety-Seven Kobo (₦662,706,443.97k)** accrued to the Council's purse as capital receipts against the estimated sum of **Six Hundred and Sixty-Six Million, One Hundred and Seventy-Four Thousand, Eight Hundred Naira Only (₦666,174,800.00k)**. Total of **Two Billion, Two Hundred and Twenty-**

Four Million, Nine Hundred and Sixty Thousand, Four Hundred and Fifteen Naira, Fifty-Five Kobo (₦2,224,960,415.55K) was available to the Council to finance all its activities. The breakdown is shown below:

**BUDGETED VERSUS CAPITAL RECEIPT**

ACTUAL 2017	DETAILS	BUDGET 2018		ACTUAL 2018		VARIANCE		% PERF
		₦	K	₦	K	₦	K	
312,711,947.95	Value Added Tax Allocation	316,174,800.00		352,394,781.73		36,219,981.73		111%
80,241,393.08	Exchange Gain Difference	100,000,000.00		16,705,244.51		(83,294,755.49)		17%
45,655,350.19	Paris Club Refund							
49,167,501.10	Exchange PPT/ Forex Equalization			43,328,883.30		43,328,883.30		
	Domestic Loan	250,000,000.00		250,000,000.00				100%
-	Excess bank charges			277,534.43		277,534.43		
<b>487,776,192.32</b>	<b>TOTAL</b>	<b>666,174,800.00</b>		<b>662,706,443.97</b>		<b>(3,468,356.03)</b>		<b>99%</b>

**iii. ACTUAL EXPENDITURE**

The sum of Two Billion, Two Hundred and Twenty Million, Eight Hundred and Thirty-Eight Thousand, Four Hundred and Seventeen Naira, Ten Kobo (₦2,220,838,417.10K) was expended by the Council against the estimated sum of Two Billion, One Hundred and Forty-Three Million, One Hundred Thousand Naira only (₦2,143,100,000.00K).

The breakdown of the expenditure is shown below:

<b>ACTUAL 2017</b>	<b>DETAILS</b>	<b>BUDGET 2018</b>	<b>ACTUAL 2018</b>	<b>VARIANCE</b>	<b>%</b>
<b>₦ K</b>		<b>₦ K</b>	<b>₦ K</b>	<b>₦ K</b>	<b>PERF</b>
318,393,287.65	Personnel Costs ( Including Salaries on CRF Charges):	364,000,000.00	349,371,557.84	(14,628,442.16)	96%
201,548,442.88	LGC Government Contribution to Pension	345,210,000.00	401,295,818.61	56,085,818.61	116%
42,991,874.10	Overhead Charges:	142,575,000.00	104,895,395.54	(37,679,604.46)	74%
59,330,219.18	Traditional Council	79,500,000.00	66,111,396.21	(13,388,603.79)	83%
685,306,925.45	Contribution to SUBEB	914,895,000.00	1,021,752,323.84	106,857,323.84	112%
3,820,589.81	Contribution to Parastatals	5,000,000.00	4,641,340.25	(358,659.75)	93%
703,679.60	Other Transfers(1% Training Fund)	2,400,000.00	2,147,480.48	(252,519.52)	89%
2,192,325.36	Sanitation / Waste Management	2,200,000.00	2,192,325.36	(7,674.64)	100%
-	Grant to other Local Government		60,311,662.24	60,311,662.24	
3,095,816.93	Other CRF Bank Charges	4,050,000.00	4,001,614.69	(48,385.31)	99%
223,920,226.97	Repayment of Loans	195,605,000.00	195,089,502.04	(515,497.96)	100%
	Capital Expenditure: Sector by Sector	87,665,000.00	9,028,000.00	(78,637,000.00)	10%
<b>1,314,287,344.03</b>	<b>TOTAL EXPENDITURE</b>	<b>2,143,100,000.00</b>	<b>2,220,838,417.10</b>	<b>77,738,417.10</b>	<b>104%</b>

#### CASH/BANK BALANCES

The available balance for the Council as at the end of the year is **Two Hundred and Eighteen Thousand, Two Hundred and Fifty-Seven Naira, Eighty-Seven Kobo (₦218,257.87k)** as indicated in the Assets and liabilities statement.

**ii. UNPAID SALARIES**

A sum of **Eighty-Three Million, Six Hundred and Thirty-Two Thousand, One Hundred and Forty-Six Naira, Ninety-Two Kobo (₦83,632,146.92k)** was observed in the financial statement as total arrears of salary yet to be paid to staff of the Local Government Council as at the end of the financial year ended 31<sup>st</sup> December,2018. The breakdown is contained in the domestic report.

**iii. INTERNALLY GENERATED REVENUE.**

The Internally Generated Revenue (IGR) into the coffer of the Local Government for the reporting year amounts to **Six Million, Three Hundred and Eighty-Three Thousand, Two Hundred and fifty-Four Naira, Twenty-Two Kobo (₦6,383,254.22k)** against the total estimation in the budget of **Twelve Million, Three Hundred and Fifteen Thousand, Eight Hundred Naira only (₦12,315,800.00k)**. The total Internally Generated Revenue (IGR) of the Local Government for the reporting year was **51.8%** of the budgeted estimate on Internally Generated Revenue for the year 2018.

The Council should look for some other means to generate fund than over dependency on Federal allocation.

**iv. MEDICAL AND HEALTH DEPARTMENT**

**CLINIC INSPECTION.**

Audit sampling gathered that most of the Clinics do not have trained staff and only few were supplied with drugs, materials, and equipment.

Twenty-two (22) clinics were functioning while eight (8) clinics were not functioning across the three (3) districts of the Local Government.

The Council Chairman is to ensure adequate supervision of the clinics which will allow the people at the grass root enjoy the dividend of democracy from this sector.

**v. WORKS, LAND AND HOUSING DEPARTMENT**

**UNSERVICEABLE VEHICLES**

The following vehicles were found within the Council’s premises during the inspection. The said vehicles were not in good condition and needs to be repaired or boarded to avoid looting of Government properties. The detail is given below:

<b>S/ N</b>	<b>DESCRIPTIO N</b>	<b>CHASIS NUMBER</b>	<b>COLOUR</b>	<b>ENGINE NUMBER</b>	<b>NUMBER PLATE</b>	<b>LOCATION</b>
1.	Honda (Bullet)	UNKNOW N	Harsh	UNKNOW N	NIL	Secretariat Gate
2.	Honda (Baby boy)	UNKNOW N	Black	UNKNOW N	NIL	Secretariat Premises
3.	Nissan Jeep	UNKNOW N	Black	UNKNOW N	NIL	Secretariat Premises
4.	Lite ace Bus	UNKNOW N	Blue	UNKNOW N	NIL	Secretariat Gate
5.	Mazda Hilux	UNKNOW N	Black	UNKNOW N	NIL	Secretariat Gate

**viii. AGRICULTURE AND NATURAL RESOURCES DEPARTMENT**

**LOCAL GOVERNMENT TRACTORS**

Audit inspection on the Department revealed that there were two (2) tractors owned by the Council. One of the tractor is serviceable while the other unserviceable. The serviceable one as gathered by audit, is about ten years of age, it needs some parts replacement. The unserviceable one has major faults, the clutch and brake system has to be completely replaced and the reverse gear also needs to be replaced. It will be advisable for the Council to dispose it and get another one because the Council might not be able to bear the cost of repairing the said tractor as gathered from Experts.

**SLAUGHTER SLAB.**

This is one of the areas where the Council should generate revenue, while ensuring the protection of the health of the citizen.

It was gathered that the Butchers have made request from the Council to assist them in using grader to clean the environment which the Council has not responded and this has made them refuse to pay revenue to the Council.





	<b>Payments:</b>	-		
364,000,000.00	Personnel Costs ( Including Salaries on CRF Charges):	5	349,371,557.84	318,393,287.65
345,210,000.00	LGC Government Contribution to Pension	7a	401,295,818.61	201,548,442.88
142,575,000.00	Overhead Charges:	6	104,895,395.54	42,991,874.10
79,500,000.00	Traditional Council	7a	66,111,396.21	59,330,219.18
914,895,000.00	Contribution to SUBEB	7a	1,021,752,323.84	685,306,925.45
5,000,000.00	Contribution to parastatals	7b	4,641,340.25	3,820,589.81
2,400,000.00	Other Transfers(1% Training Fund)	7a	2,147,480.48	703,679.60
2,200,000.00	Sanitation / Waste management	7a	2,192,325.36	2,192,325.36
-	Grant to other Local Government	7c	60,311,662.24	-
4,050,000.00	Other CRF Bank Charges	7d	4,001,614.69	3,095,816.93
<b>1,859,830,000.00</b>	<b>Total Payments</b>		<b>2,020,687,455.23</b>	<b>1,317,383,160.96</b>
<b>281,461,400.00</b>	<b>Net Cash Flow from Operating Activities</b>		<b>201,540,147.44</b>	<b>222,131,489.18</b>
	<b>Cash Flows from Investment Activities:</b>	-		
12,000,000.00	Capital Expenditure: General Public Services:	8	8,788,000	
1,000,000.00	Capital Expenditure: Economic Affairs	8	240,000.00	-
-	Capital Expenditure: Environmental Protection	8	-	-
-	Capital Expenditure: Housing and Community Development	8	-	-
24,665,000.00	Capital Expenditure: Health	8	-	-
5,000,000.00	Capital Expenditure: Recreation, Culture and Religion	8	-	-
35,000,000.00	Capital Expenditure: Education	8	-	-
10,000,000.00	Capital Expenditure: Social Protection	8	-	-
<b>(87,665,000.00)</b>	<b>Cash Flow from Investment Activities:</b>		<b>(9,028,000)</b>	<b>-</b>
	<b>Cash Flows from Financing Activities:</b>	-		
1,745,800	Repayment General(loan)	3	2,732,812.88	1,753,328.29
-195,605,000.00	Repayment of Loans	24	(195,089,502.04)	(223,920,226.97)
<b>-193,859,200.00</b>	<b>Net Cash Flow from Financing Activities:</b>		<b>(192,356,689.16)</b>	<b>(222,166,898.68)</b>
	<b>Movement in Other Cash Equivalent Accounts</b>			
-	(Increase)/ Decrease in Investments		-	

-	Net (Increase)/Decrease in Other Cash Equivalents:		-	
-	<b>Total Cash flow from other Cash equivalent Accounts</b>		-	
	Net Cash from all activities		155,458.28	(35,409.50)
(62,800.00)	Cash & Its Equivalent as at 1st January, 2018		62,799.59	98,209.09
-	Cash & Its Equivalent as at 31st December, 2018	9	<b>218,257.87</b>	<b>62,799.59</b>

**PATIGI LOCAL GOVERNMENT OF NIGERIA**  
**STATEMENT 2**  
**STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2018**

	NOTES	2018		2017	
		₦	K	₦	K
<b><u>ASSETS:-</u></b>					
<b><u>Liquid Assets:-</u></b>					
Cash Held by AGF:					0.00
Cash balance as at 31st December 2018	9	5,095.3	1	348.94	
Bank balance as at 31st December, 2018	9	213,162.5	6	62,450.65	
<b>TOTAL LIQUID ASSETS</b>		<b>218,257.8</b>	<b>7</b>	<b>62,799.59</b>	
<b><u>Investments and Other Cash Assets:</u></b>					
Advances:-	10			2,732,812.88	
Revolving Loans Granted:-					-
<b>TOTAL INVESTMENTS AND OTHER CASH</b>					-

<b>ASSETS</b>			
<b>OPERATING LIABILITY OVER ASSET</b>		96.685127.37	142,619,008.37
<b>TOTAL ASSETS</b>		<b>96.685127.37</b>	<b>145,351,821.25</b>
			-
<b><u>LIABILITIES:-</u></b>			-
<b><u>PUBLIC FUNDS</u></b>			-
Consolidated Revenue Fund:		-	-
Capital Development Fund:		-	-
Trust & Other Public Funds:		-	-
Police Reward Fund		-	-
<b>TOTAL PUBLIC FUNDS</b>			-
<b><u>EXTERNAL AND INTERNAL LOANS</u></b>			-
External Loans: LGC		-	-
Internal Loans from Other Funds		-	-
<b>TOTAL EXTERNAL AND INTERNAL LOANS</b>			-
<b>OTHER LIABILITIES</b>			-
Deposits:-		-	-
Outstanding Liabilities	12	96,685,127.37	145,351,821.25
<b>TOTAL OTHER LIABILITIES</b>			
<b>TOTAL LIABILITIES</b>		<b>96,685,127.37</b>	<b>145,351,821.25</b>

**PATIGI LOCAL GOVERNMENT OF NIGERIA**  
**STATEMENT 3**  
**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

ACTUAL 2017		NOT ES	2018		BUDGET 2018		VARIANCE
N	K		N	K	N	K	

98,209.09			62,799.59	62,800.00	-0.41
	<b><i>ADD: REVENUE</i></b>				
1,009,418,948.95	Statutory Allocations: FAAC	<b>1a</b>	1,513,756,910.61	1,427,800,800.00	85,956,110.61
312,711,947.95	Value Added Tax Allocation	<b>1b</b>	352,394,781.73	316,174,800.00	36,219,981.73
<b>1,322,130,896.90</b>	<b>Sub-Total - Statutory Allocation</b>		<b>1,866,151,692.34</b>	<b>1,743,975,600.00</b>	<b>122,176,092.34</b>
	<b>Independent Revenue</b>				
2,542,499.34	Licences	<b>2</b>	885,534.22	3,660,800.00	-2,775,265.78
4,177,486.56	Fees:	<b>2</b>	3,056,300.00	5,550,000.00	-2,493,700.00
564,000.00	Sales	<b>2</b>	299,000.00	800,000.00	-501,000.00
1,342,000.00	Earnings :	<b>2</b>	2,142,600.00	2,000,000.00	142,600.00
210,384.51	Sale/Rent on Lands and Others:	<b>2</b>	-	300,000.00	-300,000.00
3,307.67	Interest Earned	<b>2</b>	1,707.42	5,000.00	-3,292.58
<b>8,839,678.08</b>	<b>Sub-Total - Independent Revenue</b>		<b>6,385,141.64</b>	<b>12,315,800.00</b>	<b>-5,930,658.36</b>
	<b>Other Revenue Sources of the</b>				
<b>33,479,830.79</b>	<b>10% STATE IGR</b>	<b>4</b>	<b>39,379,106.45</b>	<b>35,000,000.00</b>	<b>4,379,106.45</b>
80,241,393.08	Exchange Gain Difference	<b>1c</b>	1,892,278.53	100,000,000.00	-98,107,721.47
-	<b>Domestic Loan</b>	<b>1h</b>	66,476,941.76	<b>250,000,000.00</b>	<b>-183,523,058.24</b>
45,655,350.19	Paris Club refund	<b>1e</b>	-	-	0.00
49,167,501.10	Exchange PPT/FOREX EQUALIZATION	<b>1g</b>	9,413,733.06	-	9,413,733.06
-	Excess Crude	<b>1f</b>	-	104,933,600.00	0.00
<b>1,539,612,859.23</b>	<b>TOTAL REVENUE:</b>		<b>1,989,761,693.37</b>	<b>2,141,354,200.00</b>	<b>-151,592,506.63</b>
	<b><i>LESS:EXPENDITURE</i></b>				
318,393,287.65	Personnel Costs ( Including Salaries on CRF Charges):	<b>5</b>	340,264,188.86	364,000,000.00	-23,735,811.14
201,548,442.88	LGC Contribution to Pension:	<b>7a</b>	345,141,369.03	345,210,000.00	-68,630.97
46,087,691.03	Overhead Charges:	<b>6</b>	108,755,010.23	146,625,000.00	-37,869,989.77
59,330,219.18	Consolidated Revenue Fund Charges (Traditional Council)	<b>7a</b>	79,185,305.36	79,500,000.00	-314,694.64

685,306,925.45	Subvention To Parastatal (Teachers' Salaries)	7a	905,689,726.77	914,895,000.00	-9,205,273.23
3,820,589.81	Other Operating Activities	7b	4,783,340.25	5,000,000.00	-216,659.75
2,192,325.36	Sanitation Waste Management	7a	2,192,325.36	2,200,000.00	-7,674.64
703,679.60	1% Training Fund	7a	2,147,480.48	2,400,000.00	-252,519.52
	<b>OTHER RECURRENT PAYMENTS/EXPENDITURE:</b>		-	-	
-	Repayments: External Loans: LGC		-	-	0.00
223,920,226.97	Repayment Of Loans	24	195,089,502.04	195,605,000.00	-515,497.96
(1,753,328.29)	Repayment: General:	3	<b>-2,732,812.88</b>	<b>-1,745,800.00</b>	<b>(987,012.88)</b>
<b>1,539,550,059.64</b>	<b>TOTAL EXPENDITURE:</b>		1,980,515,435.50	<b>2,053,689,200.00</b>	<b>-73,173,764.50</b>
<b>62,799.59</b>	<b>OPERATING BALANCE:</b>		<b>9,246,257.87</b>	87,665,000.00	<b>-78,418,742.13</b>
	<b><u>APPROPRIATIONS/TRANSFERS</u></b>				
62,799.59	Transfer to Capital Development Fund:		9,246,257.87	87,665,000.00	<b>-78,418,742.13</b>

**PATIGI LOCAL GOVERNMENT OF NIGERIA**  
**STATEMENT 4**  
**STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2018**

ACTUAL 2017			NOTES	TOTAL CAPITAL EXPENDITURE 2018		FINAL BUDGET 2018		PERF %
₦	K			₦	K	₦	K	
	-	Opening Balance:						0.00
		<b><i>ADD: REVENUE</i></b>						
62,799.59		Transfer from Consolidated Revenue Fund:	11	9,246,257.87		87,665,000.00		11%
	-	Aid and Grants				0.00		0.00
	-	Internal Loans from Other Funds				0.00		
<b>62,799.59</b>		<b>TOTAL REVENUE AVAILIABLE:</b>		<b>9,246,257.87</b>		<b>87,665,000.00</b>		<b>11%</b>
	-	<b><i>LESS: CAPITAL EXPENDITURE</i></b>						

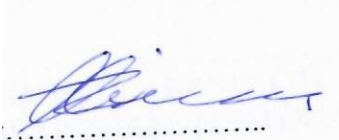
-	Capital Expenditure: General Public Services:	8	8,788,000.00	12,000,000.00	73%
-	Capital Expenditure: Defence	8	-	-	0.00
-	Capital Expenditure: Public Order and Safety	8	-	-	0.00
-	Capital Expenditure: Economic Affairs	8	240,000.00	1,000,000.00	24%
-	Capital Expenditure: Environmental Protection	8	-	-	0.00
-	Capital Expenditure: Housing and Community Development	8	-	-	0.00
-	Capital Expenditure: Health	8	-	24,665,000.00	0.00
-	Capital Expenditure: Recreation, Culture and Religion	8	-	5,000,000.00	0.00
-	Capital Expenditure: Education	8	-	35,000,000.00	0.00
-	Capital Expenditure: Social Protection	8	-	10,000,000.00	0.00
-	<b>TOTAL CAPITAL EXPENDITURE:</b>	8	<b>9,028,000.00</b>	<b>87,665,000.00</b>	<b>10%</b>
<b>62,799.59</b>	<b>CLOSING BALANCE:</b>		<b>218,257.87</b>	<b>0.00</b>	<b>0.00</b>

### **Responsibility for Financial Statement**

These financial statements have been prepared by me in accordance with the provisions of the Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with the generally accepted accounting practice.

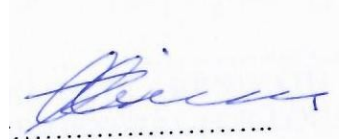



The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council. To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

  
.....  
**IMED ZAKARI**  
Signature

We accept responsibility for the integrity of these financial statements, the information they contain and their compliance with the finance (Control and Management) Act cap 144 LFN 1990 as Amended.

In our opinion, these financial statements fairly reflect the financial position of Patigi Local Government as at 31<sup>st</sup> December 2018 and its operations for the year ended on that date

  
.....  
**IMED ZAKARI**  
Treasurer.....

  
.....  
**IMED ZAKARI**  
Chairman.....

**REPORT OF AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF KWARA STATE LOCAL GOVERNMENT SERVICE COMMISSION FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2018**

In compliance with the provisions of section 125(2) of 1999 constitution of Federal Republic of Nigeria and section 67(2) of Kwara State Local Government Law, the accounts of Kwara State Local Government Service Commission with that of the Local Government Staff Pension Board have been audited for the year ended 31<sup>st</sup> December, 2018. The Annual statements of Accounts are attached as presented by the Commission. The findings from the scrutiny are as stated below:

**LOCAL GOVERNMENT STAFF PENSION BOARD ACCOUNTS**

**A.** Pension monthly payment for year 2018 was 100% except for the month of April when 90% was paid. Total amount paid was **Five Billion, Four Hundred and Seventy Million, Three Hundred and Forty- Nine Thousand, Thirty-Five Naira, Thirty-Five kobo(₦5,470,349,035.35k)**. Receipts from the Local Government Joint Account was **Five Billion, Five Hundred and Twenty-Two Million, Two Hundred and Sixty-One Thousand, Nine Hundred and Four Naira, Sixteen kobo(₦5,522,261,904.16)** only.

1. The number on the pension payroll and the gross monthly payment for the period are as follows.

MONTH	NO ON ROLL	GROSS PENSION		ALLOCATION FROM JAAC	
		₦	K	₦	K
January	10,121	421,010,668.00		421,630,420.64	
February	10,513	436,767,796.94		437,294,540.48	
March	10,607	448,725,341.79		449,235,596.64	
April	10,674	407,769,151.53		408,422,612.23	

May	10,839	457,554,892.18	458,184,637.28
June	10,946	460,202,227.93	460,902,614.40
July	11,046	463,458,553.63	464,186,796.96
August	11,115	466,195,237.29	466,827,148.64
September	11,200	468,077,020.95	468,915,262.40
October	11,343	473,460,801.58	473,828,121.44
November	11,363	481,670,314.12	481,996,833.28
December	11,454	485,457,029.41	485,457,029.44
<b>Total</b>		<b>5,470,349,035.35</b>	<b>5,476,881,613.78</b>

Thus, excess fund to the tune of **Six Million, Five Hundred and Thirty-Two Thousand, Five Hundred and Seventy-Eight Naira, Forty-Three kobo (₦6,532,578.43k)** was receipted by the Commission. Other observations month by month are as follows:

- **JANUARY 2018**

- Total Pensioners on roll in December, 2017 was **Eight Thousand, Eight Hundred and Sixty-Six (8,886)** while an additional **Three Hundred and Fifty-One(351)** pensioners were computed at our own end to be added in January,2018 giving a total number of **Nine Thousand, Two Hundred and Thirty-Seven(9,237)** as expected pensioner in January, 2018. However, the figure produced at your end was **Ten Thousand, One Hundred and Twenty-One (10,121)** with a difference of **Eight Hundred and Eighty-Four (884)** pensioners added.

Please, justify the source of the additional **Eight Hundred and Eighty-Four (884)** pensioners included.

- **FEBRUARY, 2018**

- I. There was a net increase of **Three Hundred and Ninety-Three (393)** in number on roll over that of January, 2018, approved computation from this office is **Three Hundred and Eighty-Two (382)**. Your comment please.
- II. **Twenty-Three** pensioners had their monthly pension increased by total sum of **One Million, Thirteen Thousand, Four Hundred and Forty-Six Naira, Fifty-One kobo (₦1,013,446.51)**. Provide the authorities for this increase.

- **MARCH, 2018**

- I. Pensioners on March payroll is **Ten Thousand, Six Hundred and Seven (10,607)**, please justify this number over that of preceding month which was **Ten Thousand, Five Hundred and Thirteen (10,513)**.
- II. There were upward reviews of pension payment to 10,314 beneficiaries on the payroll, details as follows
  - a) 9,350 had an increase of ₦501.42
  - b) 911 had theirs increased by ₦5,635.69
  - c) 47 others had theirs ranging from ₦5,788-N113,718.05
  - d) 6 others had amount ranging from ₦1,815.66-N5,252.39 added to their January pension, your comments/clarifications.

- **APRIL, 2018**

- I. 964 had various increases totaling **Thirty-Two Million, One Hundred and Ninety-Four Thousand, Nine Hundred and Forty-Five Naira, Twenty-Four Kobo (₦32,194,945.24k)**. Approval for these varying increases should be made available for audit inspection.

- **MAY, 2018**

The increases in monthly pension to **₦9,625,00k** pensioners ranging from **₦85.33k** to **₦53,479.36k** cumulating to a total of **₦83,672,421.56k** need further clarification. Your clarification please.

2. On assumption that there was no deletion from the payroll either by reason of death or termination of payment based on time, expected total increase in number for the year is **2,152**. This is based on the approved computation by audit. Please reconcile differences.
3. Also, find attached various payments requiring further clarification from you. These are payments with;
  - A. Duplicated Names and Verification numbers but different Accounts **₦5,472,388.54k**
  - B. Same Account number, different Name, different verification number **₦16,543,539.12k**
  - C. Duplicated Names, Duplicated Account number, different verification number **₦4,244,274.24k**
  - D. The same verification number and same account number **₦87,137,643.72k**

#### **GOING FORWARD**

- I. The monthly payment register, Authorities for variation in payment and payment report should be passed to this office as soon as payment for the preceding month is completed, to prevent accumulation of irregularities in the payment process
- II. Thus, for effective and efficient payroll auditing, it is pertinent for your office to avail us soft copy of pension payroll monthly payment.
- III. The name field to be broken down as expected of any robust system. In the current payroll, all two or three names of an individual are one word.

IV. A well-documented register must be provided for all retirees to include progress of payment in their gratuity, this will ensure proper record keeping and accurate balance of outstanding gratuities.

**OUTSTANDING PENSION**

Audit observed from your records that the total outstanding pension from September, 2015 to December, 2018 was **Three Billion, Three Hundred and Twenty-Two Million, Eight Hundred and Sixty Thousand, Seven Hundred and Sixty-Eight Naira, Five Kobo (₦3,322,860,768.05k)** detailed below:

YEAR	ACTUAL PENSION		AMOUNT PAID		OUTSTANDING BALANCE	
	₦	K	₦	K	₦	K
SEPT. 2015	369,503,741.70		332,553,367.53		₦36,950,374.17	
2016	3,696,081,577.57		1,560,727,166.92		₦2,135,354,410.65	
2017	4,485,537,648.48		2,352,657,113.82		₦2,132,880,534.66	
2018	5,522,230,186.91		5,476,849,896.66		₦45,380,290.25	
2018	Arrears		1,027,704,841.68			
<b>GRAND TOTAL</b>	14,073,353,154.66		10,750,492,386.61		₦3,322,860,768.05	

**B.GRATUITY**

A total sum of **One Hundred Million Naira Only (₦100,000,000.00k)** was available for settlement of gratuity to concerned retired staffs of Local Government Council out of the total outstanding gratuity of **Seventeen Billion, Three Hundred and Sixty-Seven Million, Thirty-One Thousand, One Hundred and Sixty-Nine Naira, Seventy-One Kobo (₦17,367,031,169.71k)** giving a balance of **Seventeen Billion, Two Hundred and Sixty-Seven Million, Thirty-One Thousand, One Hundred and Sixty-Nine Naira, Seventy-One Kobo (₦17,267,031,169.71k)** as at the year ended 31<sup>st</sup> December, 2018.

However, the payment was randomly paid to cut across every year that has arrears instead of completing 2008 with 20 pensioners which amounted to **Nine Million, Six Hundred and Twenty Seven Thousand, Nine Hundred and Twenty-Two Naira, Four Kobo (₦9,627,922.04k)**.

#### SUMMARY OF TOTAL OUTSTANDING GRATUITY

S/N	YEAR	AMOUNT	
		₦	K
1	2008	9,627,922.04	
2	2009	351,946,115.08	
3	2010	575,212,830.20	
4	2011	683,701,930.31	
5	2012	1,371,584,485.70	
6	2013	2,480,987,506.90	
7	2014	1,890,726,297.10	
8	2015	2,347,801,417.70	
9	2016	2,162,143,809.84	
10	2017	1,866,054,863.61	
11	2018	3,627,243,991.23	
	<b>TOTAL</b>	<b>17,367,031,169.71</b>	

### RELEASES FOR GRATUITY IN YEAR 2018

S/N	MONTH	AMOUNT RELEASED	
		N	K
1	July	20,000,000.00	
2	September	20,000,000.00	
3	October	10,000,000.00	
4	November	20,000,000.00	
5	December	30,000,000.00	
	<b>TOTAL</b>	<b>100,000,000.00</b>	

### B. TRAINING FUND

A total sum of **Thirty-Four Million, Six Hundred and Sixty-Five Thousand, Eight Hundred Naira only (N34,665,800.00k)** was expended on seminars/workshop for staff of the sixteen (16) Local Government Councils and staff of the commission during the year ended 31<sup>st</sup> December, 2018.

The details are contained in the domestic report.

### AUDIT OBSERVATION

- I. The procurement procedure was not dully followed as consultants were engaged without any competitive bidding
- II. The following documents were not cited
  - a) Training Content and report
  - b) Training certificate
  - c) Training materials e.t.c
- III. Excessive benefit allowance by few and repeated officers were observed.



Based on the above observations, it is advised that transparency and due process should be followed in all subsequent training/workshop programs.

**B KWARA STATE LOCAL GOVERNMENT SERVICE COMMISSION  
SOURCES & APPLICATION OF FUND FOR THE YEAR ENDED 31ST DECEMBER,2018**

DETAIL/INCOME	BALANCES B/F	AMOUNT	
		₦	K
Pension allowance received in the Year		5,476,881,613.94	
Pension arrears received		392,000,000.00	
Gratuity allowance received		100,000,000.00	
Running costs from JAAC	174,229.62	9,774,229.62	
Training fund released from JAAC	13,101.18	34,372,787.81	
Contribution from the 16 LGAs		19,200,000.00	
<b>TOTAL FUND RECEIVED</b>	<b>187,330.80</b>	<b>6,032,228,631.37</b>	
LESS EXPENDITURE:			
Actual pension paid		5,471,598,950.44	

Gratuity paid		99,447,617.58
Pension arrears paid		392,000,000.00
Over-head cost		18,848,550.00
Bank charges(Commission)		25,912.65
Seminar/Workshop		34,665,800.00
Bank charged(COT Pension)		1,974,433.39
Over-head cost(Pension)		9,600,000.00
<b>TOTAL EXPENDITURE(B)</b>		<b>6,028,161,264.06</b>
<b>Balance (A-B)</b>	<b>187,330.80</b>	<b>4,067,367.31</b>