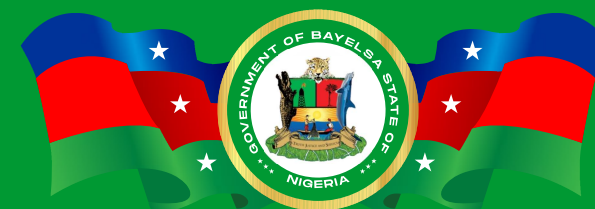


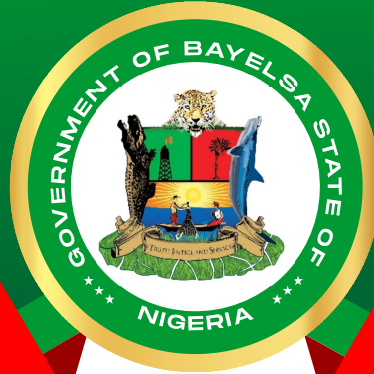


REPORT OF THE AUDITOR - GENERAL FOR LOCAL GOVERNMENTS ON THE CONSOLIDATED ACCOUNTS OF THE EIGHT LOCAL GOVERNMENT COUNCILS FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



REPORT
OF THE
AUDITOR-GENERAL FOR LOCAL
GOVERNMENTS ON THE ACCOUNTS OF THE
EIGHT
LOCAL GOVERNMENT COUNCILS FOR THE
FINANCIAL YEAR ENDED 31ST DECEMBER
2023





REPORT
OF THE
AUDITOR-GENERAL FOR LOCAL
GOVERNMENTS ON THE ACCOUNTS OF THE
EIGHT
LOCAL GOVERNMENT COUNCILS FOR THE
FINANCIAL YEAR ENDED 31ST DECEMBER
2023





— TABLE OF CONTENTS —

1.	CONSOLIDATED FINANCIAL STATEMENT OF EIGHT L.G.A	8
	AUDITOR – GENERAL'S REPORT	9
	AUDIT CERTIFICATION	11
	CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE	12
	CONSOLIDATED STATEMENT OF FINANCIAL POSITION	13
	CONSOLIDATED STATEMENT OF CASH FLOW	15
	CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/EQUITY	18
	NOTES TO THE ACCOUNTS	19
2.	THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL	33
	STATEMENT OF FINANCIAL RESPONSIBILITY	35
	AUDITOR – GENERAL'S REPORT	36
	AUDIT CERTIFICATION	40
	CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE	41
	CONSOLIDATED STATEMENT OF FINANCIAL POSITION	43
	CONSOLIDATED STATEMENT OF CASH FLOW	44
	CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/EQUITY	46
	NOTES TO THE ACCOUNTS	47
	STATEMENT OF ACCOUNTING POLICY	63
3.	THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL	83
	STATEMENT OF FINANCIAL RESPONSIBILITY	85
	AUDITOR – GENERAL'S REPORT	86
	AUDIT CERTIFICATION	90
	CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE	91
	CONSOLIDATED STATEMENT OF FINANCIAL POSITION	92
	CONSOLIDATED STATEMENT OF CASH FLOW	94
	CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/EQUITY	97
	NOTES TO THE ACCOUNTS	98
	STATEMENT OF ACCOUNTING POLICY	113
4.	THE ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT	135
	STATEMENT OF FINANCIAL RESPONSIBILITY	137
	AUDITOR – GENERAL'S REPORT	138
	AUDIT CERTIFICATION	142
	CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE	143
	CONSOLIDATED STATEMENT OF FINANCIAL POSITION	145
	CONSOLIDATED STATEMENT OF CASH FLOW	147
	CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/EQUITY	150
	NOTES TO THE ACCOUNTS	151
	STATEMENT OF ACCOUNTING POLICY	165
5.	THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL	192
	STATEMENT OF FINANCIAL RESPONSIBILITY	194
	AUDITOR – GENERAL'S REPORT	195
	AUDIT CERTIFICATION	199
	CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE	200
	CONSOLIDATED STATEMENT OF FINANCIAL POSITION	201



— TABLE OF CONTENTS —

	CONSOLIDATED STATEMENT OF CASH FLOW	203
	CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/EQUITY	206
	NOTES TO THE ACCOUNTS	207
	STATEMENT OF ACCOUNTING POLICY	223
6.	THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL	245
	STATEMENT OF FINANCIAL RESPONSIBILITY	247
	AUDITOR – GENERAL'S REPORT	248
	AUDIT CERTIFICATION	252
	CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE	253
	CONSOLIDATED STATEMENT OF FINANCIAL POSITION	254
	CONSOLIDATED STATEMENT OF CASH FLOW	255
	CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/EQUITY	257
	NOTES TO THE ACCOUNTS	258
	STATEMENT OF ACCOUNTING POLICY	275
7.	THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL	295
	STATEMENT OF FINANCIAL RESPONSIBILITY	297
	AUDITOR – GENERAL'S REPORT	298
	AUDIT CERTIFICATION	302
	CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE	303
	CONSOLIDATED STATEMENT OF FINANCIAL POSITION	305
	CONSOLIDATED STATEMENT OF CASH FLOW	307
	CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/EQUITY	310
	NOTES TO THE ACCOUNTS	311
	STATEMENT OF ACCOUNTING POLICY	327
8.	THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL	350
	STATEMENT OF FINANCIAL RESPONSIBILITY	351
	AUDITOR – GENERAL'S REPORT	353
	AUDIT CERTIFICATION	357
	CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE	358
	CONSOLIDATED STATEMENT OF FINANCIAL POSITION	360
	CONSOLIDATED STATEMENT OF CASH FLOW	362
	CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/EQUITY	365
	NOTES TO THE ACCOUNTS	366
	STATEMENT OF ACCOUNTING POLICY	382
9.	THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL	402
	STATEMENT OF FINANCIAL RESPONSIBILITY	404
	AUDITOR – GENERAL'S REPORT	405
	AUDIT CERTIFICATION	409
	CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE	410
	CONSOLIDATED STATEMENT OF FINANCIAL POSITION	412
	CONSOLIDATED STATEMENT OF CASH FLOW	414
	CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/EQUITY	415
	NOTES TO THE ACCOUNTS	417
	STATEMENT OF ACCOUNTING POLICY	418
		433



HIS EXCELLENCY
SENATOR DOUYE DIRI
GOVERNOR, BAYELSA STATE



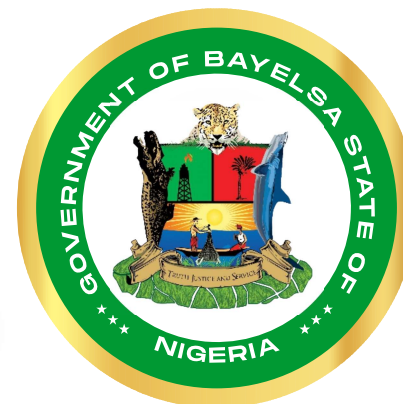
**HIS EXCELLENCY
SENATOR LAWRENCE EWHRUDJAKPOR
DEPUTY GOVERNOR, BAYELSA STATE**



CHIEF (HON.) THOMPSON AMULE
HON. COMMISSIONER MINISTRY OF LOCAL GOVERNMENT,
CHIEFTAINCY & COMMUNITY DEVELOPMENT



MRS. FAGHA H. PRENANAGHA (FCNA)
AUDITOR-GENERAL FOR LOCAL
GOVERNMENTS BAYELSA STATE



THE CONSOLIDATED FINANCIAL STATEMENT OF THE EIGHT LOCAL GOVERNMENTS



REPORT OF THE AUDITOR – GENERAL FOR LOCAL GOVERNMENTS ON THE CONSOLIDATED FINANCIAL STATEMENTS OF THE EIGHT LOCAL GOVERNMENT AREA OF BAYELSA STATE FOR THE YEAR ENDED 31ST DECEMBER, 2023.

INTRODUCTION

The financial statements of the Eight (8) Local Government Councils for the year ended 31st December 2023 have been examined in accordance with the generally accepted auditing practice and section 51 subsection 1 and 2 of Bayelsa State Local Government Law 2000.

SUBMISSION OF REPORT

In compliance with Section 5 Sub – section 2 of Bayelsa State Local Government Law 2000, it is my pleasure to humbly lay before the honourable House of Assembly, Bayelsa State, the Auditor – General for Local Governments' report on the accounts of the Eight Local Government Councils for the financial year ended 31st December, 2023.

CONSTITUTIONALITY

In accordance with the section of the Bayelsa State Local Government Law 2000 quoted above, the draft annual report and accounts including the related financial statements for the year ended 31st December 2023, were submitted to my office by the accounting officers on the 8th May, 2024.

STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION (IPSAS ACCRUAL)

The General Purpose Financial Statements (GPFS) were prepared in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting. The financial statements were presented in Nigeria Naira (N) and kobo (k) which is the functional and reporting currency in Nigeria. The accounting year to which the financial statements date is from 1st January to 31st December, 2023.

STATEMENT OF COMPLETENESS OF THE LOCAL GOVERNMENT REVENUE

Revenue accruable to the Eight Local Government Councils from the Federation accounts and managed by the State Local Governments Joint Accounts Allocation Committee (SLGJAAC) were fairly stated. I have confirmed the completeness and correctness of the SLGJAAC receipts, the relevant deductions and balances of transfer of the SLGJAAC allocations accruable to the Local Government Councils.

RESPONSIBILITY OF THE ACCOUNTING OFFICER

In line with the provisions of Section 48 subsection 1 of Bayelsa State Local Government Law



2000, the accounting officers are responsible for the preparation of financial statements. They are responsible for the general and overall supervision of all accounting activities of the local governments. In carrying out this mandate, they have the responsibility to:

- Ensure that the treasury department of the council keep proper books of accounts that reasonably discloses the financial position of the local governments.
- Establish and maintain a functional and adequate system of internal control designed to provide reasonable assurance that the transaction recorded reflect the utilization of the public financial resources.
- Ensure that appropriate accounting policies and estimate are consistently deployed in the preparation of financial statements.
- Taking steps to safeguard the assets of the local government and prevent and detect fraud and irregularities.

RESPONSIBILITIES OF THE AUDITOR – GENERAL FOR LOCAL GOVERNMENTS

The responsibility is to form or express an independent opinion based on the financial statements as presented by the accounting officer of the local government and report to the State House of Assembly.



GOVERNMENT OF BAYELSA STATE OF NIGERIA

Office of the Auditor-General for Local Governments

e-mail address: localgovtsauditbys@gmail.com

Our Ref: LGCON.21/VOL.II/113

Your Ref: _____



State Govt. Secretariat
P.M.B. 30 Yenagoa,
Bayelsa State.

25th July, 2024

Date: _____

AUDIT CERTIFICATE

In compliance with section 125(2) of the Constitution of the Federal Republic of Nigeria 1999 (as amended) and Section 55(3) of the Bayelsa State Audit Law 2021, the audit of the Financial Statements of the Eight Local Government Councils of Bayelsa State for the year ended 31st December, 2023 was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

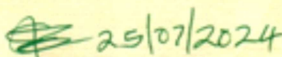
The audit was conducted in accordance with International Standards on Auditing and INTOSAI Auditing Standards

Within the period under review, the information presented in the General-Purpose Financial Statements are in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting as prescribed in the statement of accounting policies.

In my opinion, the Financial Statements which agree with the books of Accounts and records show a true and fair view of the Financial Position of Councils for the year ended 31st December, 2023.



Office of the Auditor –
General For
Local Governments
P.M.B. 30, Yenagoa

 25/07/2024
Fagha Henry Prenanagha FCMA, ACTA, CIPFP, BCTP
*Auditor – General for
Local Governments
Bayelsa State.*

All Correspondence to be addressed to the Auditor-General for Local Governments



STATEMENT I
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE (INCOME & EXPENDITURE)
FOR THE YEAR ENDED 31ST DECEMBER, 2023

Actual 2022		No tes	Actual 2023	Final Budget 2023	Initial Budget 2023	Supplementary Budget 2023	Variance on Final Budget
	REVENUE						
14,501,898,309.29	GOVERNMENT SHARE OF FAAC (STATUTORY REVENUE)	1	16,441,558,943.46	21,300,261,596.57	18,490,105,900.43	2,810,155,696.14	4,858,702,653.11
9,265,737,596.81	GOVERNMENT SHARE OF VAT	2	12,862,429,988.91	9,033,603,894.06	8,964,253,894.06	69,350,000.00	3,828,826,094.85
-	TAX REVENUE		-	2,890,524,014.00	76,186,674.00	2,814,337,340.00	-
203,248,900.86	NON – TAX REVENUE	3	219,305,938.97	483,517,400.45	483,517,400.45	-	264,211,461.48
-	INVESTMENT INCOME		-	106,863,575.21	-	106,863,575.21	-
-	INTEREST EARNED		-	-	-	-	-
-	AID & GRANTS		-	1,074,325,400.20	-	1,074,325,400.20	-
293,022,190.16	OTHER REVENUE		-	-	-	-	-
24,263,906,997.12	TOTAL REVENUE		29,523,294,871.34	34,889,095,880.49	28,014,063,868.94	6,875,032,011.55	8,951,740,209.44
	EXPENDITURE						
13,039,851,301.11	SALARIES & WAGES	4	13,545,844,992.23	13,233,375,996.82	12,759,667,072.37	473,708,924.45	312,468,995.41
1,575,879,879.97	SOCIAL BENEFITS	5	1,718,182,375.91	1,006,017,538.21	1,006,017,538.21	-	712,164,837.70
6,633,615,908.94	OVERHEAD COST	6	6,516,636,006.67	6,711,123,583.13	5,586,568,569.19	1,124,555,013.94	194,487,576.47
-	GRANTS & CONTRIBUTIONS		-	924,547,582.98	924,547,582.98	-	-
-	DEPRECIATION	7	922,546,777.87	-	-	-	922,546,777.87
297,218,649.81	TRANSFER TO OTHER GOVT ENTITIES	8	346,030,219.82	159,402,484.66	159,402,484.66	-	186,627,735.16
21,546,565,739.83	TOTAL EXPENDITURE		23,049,240,372.50	22,034,467,185.80	20,436,203,247.41	1,598,263,938.39	2,328,295,922.61
2,717,341,257.29	SURPLUS FROM OPERATING ACTIVITIES FOR THE PERIOD		6,474,054,498.84	-	-	-	-
-	PUBLIC DEBT REPAYMENT	11		-	-	-	-
	GAIN/LOSS ON DISPOSAL OF ASSET						
	GAIN/LOSS ON DISPOSAL OF ASSET						
-	TOTAL NON- OPERATING REVENUE (EXPENSES)		-	-	-	-	-
2,717,341,257.29	SURPLUS/ (DEFICIT) FROM ORDINARY ACTIVITIES	13	6,474,054,498.84	-	-	-	-
-	MINORITY INTEREST SHARE OF SURPLUS/DEFICIT		-	-	-	-	-
2,717,341,257.29	NET SURPLUS/(DEFICI T) FOR THE PERIOD		6,474,054,498.84	-	-	-	-



STATEMENT 2
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)
AS AT 31ST DECEMBER, 2023

	Economic Code	Notes	2023		2022	
			N	N	N	N
ASSETS						
Current Assets						
Cash and Cash Equivalents	3101-4	9A	127,506,445.87		22,327,274.21	
Inventories	3105		-			
Receivables	3106-7		-		-	
Prepayments	3108		-		-	
A				127,506,445.87		22,327,274.21
Non-Current Assets						
Loans & Debts (short-term)	3110		-		-	
Investments	3109		-		-	
Property, Plant & Equipment	3201	10A	22,509,011,201.92		-	
Investment Property	3202		-		-	
Intangible Assets	3301		-		-	
B				22,509,011,201.92		-
Total Assets C = A+B				22,636,517,647.79	.	-
LIABILITIES						
Current Liabilities						
Deposits	4101		-		-	
Short Term Loans & Debts	4102		-		-	
Unremitted Deductions	4103		-		-	
Accrued Expenses	4104		-		-	
Current Portion of Borrowings	4105		-		-	



STATEMENT 2
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)
AS AT 31ST DECEMBER, 2023

D				-		-
Non-Current Liabilities						
Public Funds	4601				-	
Borrowings	4602	11A	(542,982,534.92)		638,571,126.98	-
E			(542,982,534.92)		638,571,126.98	
Total Liabilities: F = D + E				(542,982,534.92)		638,571,126.98
				22,093,535,112.87		660,898,401.19
NET ASSETS/EQUITY						
Reserves	4701	12	15,619,480,614.03		-	
Surpluses/(Deficits)	4702	13	6,474,054,498.84		-	
Total Net Assets/Equity				22,093,535,112.87		660,898,401.19



STATEMENT 3
CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

Description	Notes	2023		2022	
		N	N	N	N
CASH FLOWS FROM OPERATING ACTIVITIES					
Inflows					
Government Share of FAAC (Statutory Revenue)	1	16,441,558,943.46		14,501,898,309.29	
Government Share of VAT	2	12,862,429,988.91		9,265,737,596.81	
Direct Taxes		-		-	
Licences	3A	62,127,000.00		84,000.00	
Fines		-		124,000.00	
Royalties		-		-	
Fees		-		7,034,709.42	
Earnings & Sales	3A	157,178,938.97		196,006,191.44	
Rents of Government Properties		-		-	
Investment Income		-		-	
Interest & Repayment General		-		-	
Re- imbursement		-		-	
Funds from Special Accounts		-		-	
Domestic Aid & Grants		-		-	
External Aid & Grants		-		-	
Gains from exchange transactions		-		-	
Other Revenue (e.g. plea Bargain)		-		293,022,190.16	
Total inflow from Operating Activities			29,523,294,871.34		24,263,906,997.12
Outflows					
Salaries & Wages	4A	13,545,844,992.23		13,039,851,301.11	
Social Benefits	5A	1,718,182,375.91		1,575,879,879.97	
Overhead Cost	6A	6,516,636,006.67		6,633,615,908.94	
Grants & Contributions		-		-	



STATEMENT 3
CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

Subsidies		-		-	
Transfer to other Government Entities	8A	346,030,219.82		297,218,649.81	
Public Debts Repayment		-		-	
Total Outflow from Operating Activities (B)			(22,126,693,594.63)		(21,546,565,739.83)
Net Cash Inflow/(Outflow) From Operating Activities* C=(A-B)			7,396,601,276.71		2,717,341,257.29
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>					
Proceeds from Sale of PPE		-		-	
Proceeds from Sales of Investment Property		-		-	
Proceeds from Sale of Intangible Assets		-		-	
Proceeds from Sale of Investment		-		-	
Dividends Received		-		-	
		-			
Purchase/Construction of PPE	14	(7,195,833,512.99)		(2,502,118,651.91)	
Purchase/Construction of Investment Property		-		-	
Purchase of Intangible Assets		-		-	
Acquisition of Investments		-		-	
Net Cash Flow from Investing Activities			(7,195,833,512.99)		(2,502,118,651.91)
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>					
Proceeds from Borrowings	11A	-		-	



STATEMENT 3
CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

Repayment of Borrowings		(95,588,592.06)		(293,022,190.16)	
Distribution of Surplus/Dividends Paid		-		-	
Net Cash Flow from Financing Activities			(95,588,592.06)		(293,022,190.16)
Net Cash Flow from all Activities			105,179,171.66		(77,799,584.78)
Cash & Its Equivalent as at 1/1/2023			22,327,274.21		100,126,858.99
Cash & Its Equivalent as at 31/12/2023			127,506,445.87		22,327,274.21
Notes: 1					
RECONCILIATION:					
Surplus/ (Deficit) per Statement of Performance	13	6,474,054,498.84		-	
Add back non cash movement-		-		-	
Depreciation Charges	7A	922,546,777.87		-	
Net Cash Flow from Operating Activities		7,396,601,276.71		-	
Note: 2					
Cash & its equivalent as at 31/12/2023					
Cash Balances		-		-	
Bank Balances	9A	127,506,445.87	127,506,445.87	-	22,327,274.21



STATEMENT 4
CONSOLIDATED STATEMENT OF CHANGES IN NET ASSET/EQUITY
FOR THE YEAR ENDED 31ST DECEMBER, 2023

	Note	Revaluation Reserve N	Translation Reserve N	Accumulated Surpluses N	Total N
Balance as at 1st January 2023	12	15,619,480,614.03		-	15,619,480,614.03
Changes in Accounting Policy					
Restated Balance		15,619,480,614.03		-	15,619,480,614.03
Surplus on Revaluation of Properties					
Deficit on Revaluation of Investments					
Net Gains and losses not recognized in the statement of Financial Performance					-
Net Surplus for the year	13	6,474,054,498.84		-	6,474,054,498.84
Balance at 31 December 2023		-		-	
Deficit on Revaluation of Property		-		-	
Surplus on Revaluation of Investments		-		-	
Net gains and Losses not Recognized in the Statement of Financial Performance					
Net deficit for the Period					
Balance at 31 December 2023		22,093,535,112.87		-	22,093,535,112.87



EIGHT LOCAL GOVERNMENT CONSOLIDATED FINANCIAL STATEMENT
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2023

Note	Details	Ref Sup. Note	Amount	Amount		Remarks
1	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	1	10,987,470,601.69			
	Add: Deduction at source	1A	395,949,441.63	11,383,420,043.32		
	Share of Statutory Allocation (Other Agencies)	2		5,454,088,341.77		
	Share of Statutory Allocation (Excess Crude Oil)			-		
	Total (Gross) Statutory Allocation			16,441,558,943.46		
2	B. Value Added Tax					
	Share of Value Added Tax (VAT)			12,862,429,988.91		
	NON TAX REVENUE	Ref Sup. Note	Actual	Budget	% Variance	
3	RATES GENERAL (TENEMENT RATE)		-	-		
	LICENSE GENERAL		81,788,997.79	-		
	FEES GENERAL		1,663,000.00	-		
	FINES GENERAL		-	-		
	EARNINGS GENERAL		135,853,941.18	-		
	Sale/Rent of Government Property		-	-		
			219,305,938.97	-		
4	WAGES AND SALARIES			2023		2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
4A	PERSONNEL COST	4A				
	ADMINISTRATIVE SECTOR		3,511,080,284.14	-	-	-
	ECONOMIC SECTOR		1,640,491,773.02	-	-	-
	SOCIAL SECTOR		7,836,117,925.29	-	-	-
	REGIONAL SECTOR		-	-	-	-
	LAW AND JUSTICE		3,402,446.16	-	-	-
	SUB TOTAL		12,991,092,428.61	-	-	-
4B	CONSOLIDATED REVENUE FUND CHARGES	4B	554,752,563.62	-	-	-
	TOTAL WAGES AND SALARIES		13,545,844,992.23			
4C	PERSONNEL ANALYSIS			2023		2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	TOTAL NO, OF EMPLOYEES AT THE BEGINNING OF THE YEAR		0			
	TOTAL NO, OF EMPLOYEES EMPLOYED IN 2023		0			
	TOTAL NO, OF EMPLOYEES RETIRED DURING THE YEAR		0			
	TOTAL NO, OF EMPLOYEES AT THE END OF THE YEAR 2023		0			



5	SOCIAL BENEFITS		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	ADMINISTRATIVE SECTOR	5	1,718,182,375.91			
	ECONOMIC SECTOR		-			
	SOCIAL SECTOR		-			
	REGIONAL SECTOR		-			
	LAW AND JUSTICE		-			
6	OVERHEAD COST		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
6A	OVERHEAD COST BY FUNCTION	6A				
	TRAVEL & TRANSPORT - GENERAL		859,133,354.98			
	UTILITIES - GENERAL		657,531,784.01			
	MATERIALS AND SUPPLY - GENERAL		1,021,937,212.37			
	MAINTENANCE SERVICES - GENERAL		1,221,439,778.49			
	FUEL AND LUBRICANT - GENERAL		2,277,975,565.11			
	FINANCIAL CHARGES - GENERAL		478,618,311.71			
	TOTAL		6,516,636,006.67			
6B	OVERHEAD COST BY SECTOR	6B				
	ADMINISTRATIVE SECTOR		3,260,642,446.68			
	ECONOMIC SECTOR		2,175,161,055.65			
	SOCIAL SECTOR		1,080,832,504.35			
	REGIONAL SECTOR		-			
	LAW & JUSTICE		-			
	TOTAL		6,516,636,006.68			
7	DEPRECIATION		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	BUILDING - GENERAL	7A	204,785,531.38			
	INFRASTRUCTURE - GENERAL		311,502,074.65			
	PLANT & MACHINERY - GENERAL		117,308,250.00			
	TRANSPORTATION EQUIPMENT - GENERAL		29,892,000.00			
	OFFICE EQUIPMENT		99,234,667.50			
	FURNITURE & FITTINGS - GENERAL		159,824,254.33			
	TOTAL		922,546,777.87			
8	TRANSFER TO OTHER GOVERNMENT ENTITIES					
	COMMON SERVICES	8A	60,000,000.00	-		-
	TRAINING FUND		286,030,219.82	-		-
			346,030,219.82	-		-



9	CASH AND CASH EQUIVALENT	Ref Sup. Note	2023	2022		
	CASH IN HAND		3,765.49	158,965.49		
	CASH AT BANK	9A	127,502,680.38	21,951,450.25		
	TOTAL		127,506,445.87	22,110,415.74		
10	PROPERTY, PLANT AND EQUIPMENT	Ref Sup. Note	31/12/2023	01/01/2023		
	BUILDING –GENERAL		11,108,464,352.26	9,147,832,369.57		
	INFRASTRUCTURE –GENERAL		9,900,376,071.50	4,819,186,208.73		
	PLANT & MACHINERY –GENERAL		440,225,250.00	319,594,500.00		
	TRANSPORT EQUIPMENT- GENERAL		119,568,000.00	149,460,000.00		
	OFFICE EQUIPMENT –GENERAL		297,879,002.50	197,448,670.00		
	FURNITURE AND FITTINGS		642,498,525.67	494,542,480.00		
	TOTAL		22,509,011,201.92	15,128,064,228.30		
11	BORROWINGS	Ref Sup. Note	2023	2022		
	EXTERNAL LOANS					
	DOMESTIC LOANS		542,982,534.92			
	TOTAL					
12	RESERVES	Ref Sup. Note	2023	2022		
	FOR THE YEAR		15,619,480,614.03			
13	SURPLUS	Ref Sup. Note	2023	2022		
	FOR THE YEAR		6,474,054,498.84			
14	PURCHASE/CONSTRUCTION OF PPE	Ref Sup. Note	2023	2022		
	BUILDING		1,574,001,139.07			
	INFRASTRUCTURE		5,364,044,073.92			
	PLANTS AND EQUIPMENTS		252,000,000.00			
	TRANSPORT EQUIPMENT		-			
	OFFICE EQUIPMENT		300,000.00			
	FURNITURE AND FITTINGS		5,488,300.00			
	TOTAL		7,195,833,512.99			



SUPPLEMENTART NOTES TO THE FINANCIAL STATEMENTS

SUPPLEMENTARY NOTE 1 SHARE OF FAAC (STATUTORY REVENUE)

DETAILS/ MONTH	NET RECEIPT SEE SUPPLEMENTARY NOTE 1A	ADD: DEDUCTIONS AT SOURCE (SEE – SUPPLEMENTARY NOTE 1A	GROSS
	N	N	N
JANUARY	1,501,199,690.52	45,035,990.71	1,546,235,681.23
FEBRUARY	866,927,567.08	26,007,827.00	892,935,394.08
MARCH	825,087,248.10	24,752,617.44	849,839,865.54
APRIL	1,124,676,407.84	33,740,292.23	1,158,416,700.07
MAY	798,908,578.74	23,967,257.36	822,875,836.10
JUNE	1,208,356,508.63	36,250,695.26	1,244,607,203.89
JULY	677,444,696.17	20,323,340.87	697,768,037.04
AUGUST	879,602,693.20	26,388,080.80	905,990,774.00
SEPTEMBER	734,919,875.78	88,372,920.07	823,292,795.85
OCTOBER	881,257,099.38	26,437,713.00	907,694,812.38
NOVEMBER	681,435,902.57	20,443,077.08	701,878,979.65
DECEMBER	807,654,333.68	24,229,629.81	831,883,963.49
GRAND TOTAL	10,987,470,601.69	395,949,441.63	11,383,420,043.32

SUPPLEMENTARY NOTE 1A NET STATUTORY ALLOCATION

DETAILS/ MONTH	GROSS STATUTORY ALLOCATION (a)	TOTAL DEDUCTIONS (b)	NET ALLOCATION c = (a - b)
	N	N	N
JANUARY	1,546,235,681.23	45,035,990.71	1,501,199,690.52
FEBRUARY	892,935,394.08	26,007,827.00	866,927,567.08
MARCH	849,839,865.54	24,752,617.44	825,087,248.10
APRIL	1,158,416,700.07	33,740,292.23	1,124,676,407.84
MAY	822,875,836.10	23,967,257.36	798,908,578.74
JUNE	1,244,607,203.89	36,250,695.26	1,208,356,508.63
JULY	697,768,037.04	20,323,340.87	677,444,696.17
AUGUST	905,990,774.00	26,388,080.80	879,602,693.20
SEPTEMBER	823,292,795.85	88,372,920.07	734,919,875.78
OCTOBER	907,694,812.38	26,437,713.00	881,257,099.38
NOVEMBER	701,878,979.65	20,443,077.08	681,435,902.57
DECEMBER	831,883,963.49	24,229,629.81	807,654,333.68
GRAND TOTAL	11,383,420,043.32	395,949,441.63	10,987,470,601.69



SUPPLEMENTARY NOTE 1B ANALYSIS OF SHARE OF STATUTORY ALLOCATION (OTHER AGENCIES)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010101	ELECTRONIC MONEY TRANSFER LEVY	85,732,478.45	46,844,913.40	41,683,935.56	51,997,373.70	51,534,419.78	51,269,925.03	40,495,718.07	45,462,815.63	50,338,665.09	39,368,337.59	55,193,690.90	42,431,279.25	602,343,552.45
11010101	NON OIL REVENUE	-	243,254,415.46	-	-	58,381,059.71	-	-	-	-	-	145,852,649.28	-	447,586,124.45
11010101	NON OIL REVENUE 2	-	37,582,807.18	-	-	24,325,441.55	-	-	-	-	-	-	-	61,908,248.73
11010101	FOREX EQUALISATION 1	-	-	253,957,609.73	-	105,815,670.72	-	-	-	-	-	-	-	359,773,280.45
11010101	FOREX EQUALISATION 2	-	-	-	-	42,326,268.29	-	-	-	-	-	-	-	42,326,268.29
11010101	SOLID MINERALS	-	-	-	-	35,302,205.00	-	-	-	-	-	-	-	35,302,205.00
11010101	EXCHANGE GAIN DIFFERENCE 1	53,386,773.50	-	-	-	-	1,416,133.68	-	-	-	-	-	-	54,802,906.78
11010101	EXCHANGE GAIN DIFFERENCE 2	-	-	-	-	-	399,900,524.97	721,059,083.15	652,364,294.10	528,458,706.72	395,462,911.94	430,926,066.65	811,852,166.09	3,850,043,755.62
		139,119,261.65	327,682,136.04	255,641,545.29	51,997,373.70	317,685,065.05	362,576,583.58	761,554,601.22	697,827,109.73	578,797,371.81	434,851,249.53	632,072,406.63	854,283,447.34	6,454,088,341.77

SUPPLEMENTARY NOTE 2 ANALYSIS OF SHARE OF VALUE ADDED TAX (VAT)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010202	VALUE ADDED TAX	931,815,851.93	1,124,358,675.20	747,326,930.73	1,025,837,022.55	1,155,735,902.54	919,695,392.79	1,180,056,385.96	1,144,601,344.99	1,110,213,749.40	1,153,529,639.73	1,253,662,166.22	1,115,553,926.87	12,862,429,968.91

SUPPLEMENTARY NOTE 3 ANALYSIS OF NON TAX REVENUE

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
12020459	FEES - RIGHT OF OCCUPANCY FEES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020466	FEES - INDIGINE REGISTRATION FEES	2,000,000.00	19,474,997.79	50,000.00	-	220,000.00	200,000.00	-	220,000.00	-	-	-	-	22,164,997.79
12020501	FINES - FINES/PENALTIES	23,500.00	11,500.00	16,500.00	155,000.00	20,500.00	87,000.00	-	152,000.00	145,000.00	92,500.00	64,500.00	55,000.00	823,000.00
12020122	LICENCES	2,000,000.00	2,000,000.00	4,000,000.00	5,000,000.00	3,000,000.00	2,925,000.00	3,031,000.00	8,000,000.00	10,000,000.00	2,508,000.00	4,000,000.00	14,000,000.00	60,464,000.00
12020711	EARNINGS - EARNINGS FROM COMMERCIAL ACTIVITIES	900,000.00	10,716,735.46	20,854,571.97	60,006,633.75	1,580,000.00	3,172,000.00	240,000.00	270,000.00	480,000.00	-	114,000.00	37,560,000.00	135,873,941.18
	TOTAL	4,923,500.00	32,203,233.25	24,901,671.97	65,161,633.75	4,820,500.00	6,384,000.00	3,271,000.00	8,642,000.00	10,625,000.00	2,600,500.00	4,178,500.00	51,615,000.00	219,325,938.97



**SUPPLEMENTARY NOTE 4
SALARIES AND WAGES**

S	HEALTH WORKERS SALARIES N	TEACHERS SALARIES N	CONSOLIDATED REVENUE FUND CHARGES - SALARIES 9B N	COUNCIL SALARY ARREARS N	ALLOWANCE N	TOTAL N
	21010101	21010101	21010103	21010101		
337,478,116.51	247,318,595.10	394,985,895.19	-	80,000,000.00	-	1,059,782,606.80
337,054,165.12	247,637,525.27	395,417,038.36	-	80,000,000.00	-	1,060,108,728.75
338,108,086.44	247,697,903.85	395,281,315.40	-	80,000,000.00	-	1,061,087,305.69
339,503,015.71	247,807,449.35	395,281,315.40	-	80,000,000.00	-	1,062,591,780.46
337,105,124.00	247,664,296.95	393,857,976.04	-	80,000,000.00	-	1,058,627,396.99
338,724,678.58	247,342,621.31	393,947,476.04	-	80,000,000.00	-	1,060,014,775.93
346,377,571.81	254,342,250.74	394,034,998.21	-	80,000,000.00	-	1,074,754,820.76
343,626,199.72	247,251,478.48	400,948,599.89	117,830,712.72	80,000,000.00	-	1,189,656,990.81
343,524,072.55	246,853,998.16	399,399,941.04	110,323,712.72	80,000,000.00	-	1,180,101,724.47
355,659,531.80	258,143,737.28	399,636,518.12	108,932,712.72	80,000,000.00	-	1,202,372,499.92
388,017,981.67	289,155,291.90	400,152,001.67	108,932,712.72	80,000,000.00	-	1,266,257,987.96
389,795,959.60	290,812,255.04	401,147,446.30	108,932,712.72	80,000,000.00	-	1,270,688,373.66
13.49	3,072,027,403.43	4,764,090,521.66	554,952,563.60	960,000,000.00	-	13,546,044,992.18

**SUPPLEMENTARY NOTE 4A
WAGES AND SALARIES FOR THE YEAR ENDED 31ST DECEMBER, 2023**

ADMIN CODE	ECON CODE	HEAD DESCRIPTION	ESTIMATE N	SUPPLEMENT N	TOTAL N	ACTUAL N	EXCESS N	SAVINGS N
	Sector :	ADMINISTRATIVE						
	21010103	OFFICE OF THE CHAIRMAN	-	252,442,510.76	252,442,510.76	250,370,261.80	2,072,248.96	
	21010103	OFFICE OF THE VICE CHAIRMAN	-	47,171,794.42	47,171,794.42	46,172,422.26	999,372.16	
	21010103	SECRETARY TO THE LOCAL GOVT.	-	18,757,728.77	18,757,728.77	17,535,241.26	1,222,487.51	
	21010103	LEGISLATORS	-	242,042,000.00	242,042,000.00	240,674,638.30	1,367,361.70	
	21010101	ADMINISTRATIVE DEPARTMENT	3,283,174,077.51	229,500,000.00	3,512,674,077.51	3,511,080,284.14	1,593,793.37	
		SUB TOTAL	3,283,174,077.51	789,914,033.95	4,073,088,111.46	4,065,832,847.76	7,255,263.70	
	Sector :	ECONOMIC						
	21010101	DEPARTMENT OF FINANCE AND SUPPLIES	727,662,350.49	2,480,000.00	730,142,350.49	695,411,706.62	34,730,643.87	
	21010101	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	85,921,550.76	-	85,921,550.76	78,220,472.39	7,701,078.37	
	21010101	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	147,472,953.76	1,500,000.00	148,972,953.76	142,200,514.17	6,772,439.59	
	21010101	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	757,516,698.20	28,350,000.00	785,866,698.20	724,659,079.84	61,207,618.36	
		SUB TOTAL	1,718,573,553.21	32,330,000.00	1,750,903,553.21	1,640,491,773.02	110,411,780.19	
	Sector :	LAW & JUSTICE						
	21010101	LEGAL DEPARTMENT	7,306,339.93	-	7,306,339.93	3,402,446.16	3,903,893.77	
		SUB TOTAL	7,306,339.93	-	7,306,339.93	3,402,446.16	3,903,893.77	
	Sector :	SOCIAL SECTOR						
	21010101	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	4,274,086,286.79	550,000,000.00	4,824,086,286.79	4,764,090,521.86	59,995,764.93	
		DEPARTMENT OF PRIMARY HEALTH CARE	2,619,863,892.61	498,200,000.00	3,118,063,892.61	3,072,227,403.41	45,836,489.20	
		SUB TOTAL	6,893,950,179.40	1,048,200,000.00	7,942,150,179.40	7,836,317,925.27	105,832,254.13	
	21010101	GRAND TOTAL	11,903,004,150.05	1,870,444,033.95	13,773,448,184.00	13,546,044,992.21	227,403,191.79	



SUPPLEMENTARY NOTE 4B

CONSOLIDATED REVENUE FUND CHARGES – SALARIES

DESCRIPTION	MONTHLY ESTIMATE	ANNUAL PAID	TOTAL
CHAIRMAN	43,348,670.23	216,743,351.15	216,743,351.15
CHAIRMAN'S AIDES	8,825,382.13	44,126,910.65	44,126,910.65
VICE CHAIRMAN	9,499,461.56	46,172,422.26	46,172,422.26
SECRETARY TO THE LG	3,623,958.85	17,535,241.26	17,535,241.26
LEGISLATORS	36,082,096.03	165,115,802.98	165,115,802.98
SUPERVISORS	12,949,086.65	61,630,751.79	61,630,751.79
TOTAL	15,879,714.09	551,324,480.09	551,324,480.09

SUPPLEMENTARY NOTE 4C

PERSONNEL ANALYSIS

		2023			2022
		ACTUAL	BUDGET	VARIANCE	ACTUAL
TOTAL NO, OF EMPLOYEES AT THE BEGINNING OF THE YEAR		7,902	0	0	1,471
TOTAL NO, OF EMPLOYEES EMPLOYED IN 2023		0		0	169
TOTAL NO, OF EMPLOYEES RETIRED DURING THE YEAR		74		0	5
TOTAL NO, OF EMPLOYEES AT THE END OF THE YEAR 2023		7,848		6	1,635

SUPPLEMENTARY NOTE 5A

ANALYSIS OF EMPLOYEES SOCIAL BENEFITS

MONTHS	GRATUITY	PENSION	DEATH BENEFITS	TOTAL
JANUARY	-	139,443,602.19	-	139,443,602.19
FEBRUARY	-	140,496,194.94	-	140,496,194.94
MARCH	-	140,157,620.29	-	140,157,620.29
APRIL	-	140,148,191.11	-	140,148,191.11
MAY	-	141,869,930.41	-	141,869,930.41
JUNE	-	142,440,393.35	-	142,440,393.35
JULY	-	142,540,645.35	-	142,540,645.35
AUGUST	-	142,621,009.00	-	142,621,009.00
SEPTEMBER	-	142,686,636.62	-	142,686,636.62
OCTOBER	-	145,738,821.73	-	145,738,821.73
NOVEMBER	-	147,519,614.75	-	147,519,614.75
DECEMBER	-	152,519,716.17	-	152,519,716.17
GRAND TOTAL	-	1,718,182,375.91	-	1,718,182,375.91



SUPPLEMENTARY NOTE 6A
ANALYSIS OF OVERHEAD PAYMENTS

MONTHS	TRAVEL& TRANSPORT - GENERAL	UTILITIES – GENERAL 220202	MATERIALS AND SUPPLY – GENERAL 220203	MAINTENANCE SERVICES – GENERAL 220204	FUEL AND LUBRICANT - GENERAL 220207	FINANCIAL CHARGES - GENERAL 220209	TOTAL
	220201	220202	220203	220204	220207	220209	
	N	N	N	N	N	N	N
JANUARY	35,029,069.77	11,560,000.00	79,660,591.46	116,420,683.02	72,394,249.41	33,507,821.42	348,572,415.08
FEBUARY	46,154,000.00	176,675,782.40	45,486,475.46	73,789,453.76	106,406,786.78	3,199,857.05	451,712,355.45
MARCH	48,345,537.65	8,722,000.00	65,175,838.47	171,704,445.76	48,605,215.41	27,634,371.86	370,187,409.14
APRIL	211,851,361.51	36,290,034.89	67,846,975.46	93,836,173.73	97,218,347.87	26,586,895.45	533,629,788.91
MAY	36,420,500.00	13,798,000.00	109,114,325.46	68,545,067.32	69,643,307.41	61,423,047.66	358,944,247.85
JUNE	39,100,770.00	81,614,391.31	81,667,277.55	54,867,442.38	126,792,673.02	28,199,734.28	412,242,288.54
JULY	48,617,900.00	77,105,391.31	118,317,255.22	90,030,200.68	359,168,740.98	63,159,241.05	756,398,729.25
AUGUST	31,607,830.53	48,655,630.00	84,287,584.41	78,963,269.55	260,325,963.92	76,351,780.93	580,192,059.33
SEPTEMBER	36,265,790.28	49,660,000.00	23,139,000.00	94,209,908.23	282,662,709.41	31,421,916.16	517,359,324.08
OCTOBER	30,906,000.00	47,720,000.00	188,614,329.14	176,111,867.92	355,797,700.72	29,989,681.62	829,139,579.40
NOVEMBER	196,461,645.34	48,473,000.00	101,588,780.31	65,798,545.40	247,559,196.62	27,861,071.80	687,742,239.46
DECEMBER	98,372,949.91	57,257,554.10	57,038,779.44	137,162,720.73	251,400,673.58	69,282,892.43	670,515,570.19
TOTAL	859,133,354.98	657,531,784.01	1,021,937,212.37	1,221,439,778.49	2,277,975,565.11	478,618,311.71	6,516,636,006.67

SUPPLEMENTARY NOTE 6B
ANALYSIS OF OVERHEAD COST FOR THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	ESTIMATE	SUPPLEMENTARY	TOTAL	ACTUAL	SAVINGS	EXCESS
SECTOR			ADMINISTRATIVE						
1	11100100100	1	OFFICE OF THE CHAIRMAN	-	232,808,000.00	232,808,000.00	224,815,510.79	7,992,489.21	
2	11100100200	1	VICE CHAIRMAN	-	94,766,013.94	94,766,013.94	93,333,040.73	1,432,973.21	
3	11100200100	1	SECRETARY TO THE LG	-	55,796,000.00	55,796,000.00	55,278,907.58	517,092.42	
		1	LEGISLATORS	-	529,705,000.00	529,705,000.00	528,957,268.25	747,731.75	
		1	ADMINISTRATIVE DEPT	1,217,916,928.26	1,146,000,000.00	2,363,916,928.26	2,358,257,719.33	5,659,208.93	
			Sub total	1,217,916,928.26	2,059,075,013.94	3,276,991,942.20	3,260,642,446.68	16,349,495.52	
SECTOR			ECONOMIC			#VALUE!	-	#VALUE!	
4	11100200400	2	DEPARTMENT OF FINANCE AND SUPPLIES	215,666,244.57	76,700,000.00	292,366,244.57	291,255,627.24	1,110,617.33	
5	11100200500	2	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	80,313,939.24	78,700,000.00	159,013,939.24	157,900,749.01	1,113,190.23	
6	11100200600	2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	113,715,305.33	70,000,000.00	183,715,305.33	183,137,489.47	577,815.86	
		2	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY	879,437,881.96	665,100,000.00	1,544,537,881.96	1,542,867,189.94	1,670,692.02	
		2	DEPARTMENT						
			Sub total	1,289,133,371.10	890,500,000.00	2,179,633,371.10	2,175,161,055.66	4,472,315.44	
SECTOR			LAW & JUSTICE			-	-	-	
9	11100201000	3	LEGAL DEPARTMENT	14,959,054.28	-	-	-	-	
SECTOR			SOCIAL			-	-	-	
10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	204,667,512.62	152,600,000.00	113,000,000.00	371,960,427.74	(258,960,427.74)	
11		4	DEPARTMENT OF PRIMARY HEALTH CARE	263,417,512.62	230,500,000.00	437,017,512.62	708,872,076.60	(271,854,563.98)	
			Sub total	488,084,025.24	383,100,000.00	550,017,512.62	1,080,832,504.34	-	
	GRAND TOTAL			2,990,094,378.87	3,332,675,013.94	6,006,642,825.91	6,516,636,006.68	-	



**SUPPLEMENTAR NOTE 7A
DEPRECIATION**

	BUILDING - GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT - GENERAL	OFFICE EQUIPMENT		FURNITURE & FITTINGS - GENERAL	TOTAL
	240101	240102	240103	240104	GENERAL	BOOKS	240106	
RATE	2%	5%	10%	20%	25%	3%	20%	
LEGACY ASSETS	194,784,974.89	242,391,703.61	115,208,250.00	29,892,000.00	99,203,417.50	-	159,366,896.00	840,847,242.00
ASSETS DURING YEAR 2023	10,000,556.49	69,110,371.04	2,100,000.00	-	31,250.00	-	457,358.33	81,699,535.87
SUB- TOTAL	10,000,556.49	69,110,371.04	2,100,000.00	-	31,250.00	-	457,358.33	81,699,535.87
GRAND TOTAL	204,785,531.38	311,502,074.65	117,308,250.00	29,892,000.00	99,234,667.50	-	159,824,254.33	922,546,777.87

**SUPPLEMENTAR NOTE 7B
DEPRECIATION FOR ASSETS ACQUIRED DURING THE YEAR 2023**

MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	TOTAL
	2%	5%	10%	20%	25%	20%	
JANUARY	-	151,250.00	-	-	-	-	151,250.00
FEBRUARY	-	545,366.67	-	-	-	-	545,366.67
MARCH	33,333.33	588,875.00	-	-	-	-	622,208.33
APRIL	-	-	-	-	-	-	-
MAY	3,502.50	743,701.55	-	-	-	-	747,204.05
JUNE	-	-	-	-	-	-	-
JULY	-	-	-	-	-	-	-
AUGUST	1,269,305.32	10,200,995.16	-	-	6,250.00	91,471.67	11,568,022.14
SEPTEMBER	1,269,305.32	10,200,995.16	-	-	6,250.00	91,471.67	11,568,022.14
OCTOBER	2,586,499.40	20,320,990.42	2,100,000.00	-	6,250.00	91,471.67	25,105,211.49
NOVEMBER	2,419,305.32	13,179,098.55	-	-	6,250.00	91,471.67	15,696,125.53
DECEMBER	2,419,305.32	13,179,098.55	-	-	6,250.00	91,471.67	15,696,125.53
GRAND TOTAL	10,000,556.49	69,110,371.04	2,100,000.00	-	31,250.00	457,358.33	81,699,535.87

THE DEPRECIATION IS PRO RATED ACCORDING TO THE MONTH OF THE YEAR THE ASSETS VALUE IS CAPITALISED.

**SUPPLEMENTAR NOTE 8A
TRANSFER TO OTHER GOVERNMENT ENTITIES**

DESCRIPTION		2023		2022	
		ACTUAL	BUDGET	VARIANCE	ACTUAL
COMMON SERVICES	SEE SUPL. NOTE 14B	60,000,000.00	-	-	-
TRAINING FUNDS		286,030,214.82	-	-	-
TOTAL		346,030,214.82	-	-	-



SUPPLEMENTARY NOTE 8B

ANALYSIS OF STATUTORY TRANSFERS

MONTHS	TRAINING FUND	COMMON SERVICES	PENSION	TOTAL
	₦	₦	₦	₦
JANUARY	25,648,444.67	5,000,000.00	#VALUE!	30,648,444.67
FEBUARY	22,669,891.64	5,000,000.00		27,669,891.64
MARCH	18,603,443.75	5,000,000.00		23,603,443.75
APRIL	21,893,879.91	5,000,000.00		26,893,879.91
MAY	21,411,334.16	5,000,000.00		26,411,334.16
JUNE	21,717,123.80	5,000,000.00		26,717,123.80
JULY	26,120,958.83	5,000,000.00		31,120,958.83
AUGUST	26,287,811.47	5,000,000.00		31,287,811.47
SEPTEMBE	24,104,329.97	5,000,000.00		29,104,329.97
OCTOBER	24,571,379.88	5,000,000.00		29,571,379.88
NOVEMBER	25,456,704.65	5,000,000.00		30,456,704.65
DECEMBER	27,544,917.09	5,000,000.00		32,544,917.09
TOTAL	286,030,219.82	60,000,000.00		346,030,219.82

SUPPLEMENTARY NOTE 9A

CASH AND CASH EQUIVALENTS

DESCRIPTION	REF. S. NOTE	2023	2022
CASH IN HAND		3,765.49	158,965.49
CASH AT BANK	16B	127,502,680.38	22,168,308.72
TOTAL		127,506,445.87	22,327,274.21



SUPPLEMENTARY NOTE 10A PROPERTY PLANT AND EQUIPMENT

	BUILDING – GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT - GENERAL	OFFICE EQUIPMENT - GENERAL	FURNITURE AND FITTINGS	TOTAL
	320101	320102	320103	320103	320105		
CARRYING AMOUNT 01/01/2023	9,739,248,744.57	4,847,834,072.23	305,533,500.00	149,460,000.00	396,813,670.00	796,834,480.00	16,235,724,466.80
ADD ASSET DURING THE YEAR (SEE - SUPPLEMENTARY NOTE	1,574,001,139.07	5,364,044,073.92	252,000,000.00	0.00	300,000.00	5,488,300.00	7,195,833,512.99
	11,313,249,883.64	10,211,878,146.15	557,533,500.00	149,460,000.00	397,113,670.00	802,322,780.00	23,431,557,979.79
	204,785,531.38	311,502,074.65	117,308,250.00	29,892,000.00	99,234,667.50	159,824,254.33	922,546,777.87
CARRYING AMOUNT 31/12/2023	11,108,464,352.26	9,900,376,071.50	440,225,250.00	119,568,000.00	297,879,002.50	642,498,525.67	22,509,011,201.92

SUPPLEMENTARY NOTE 10B PURCHASES/CONSTRUCTION OF PROPERTY PLANT AND EQUIPMENT (PPE) DURING THE YEAR 2023

MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	
	-	36,300,000.00	-	-	-	-	36,300,000.00
	-	130,888,000.00	-	-	-	-	130,888,000.00
	20,000,000.00	141,330,000.00	-	-	-	-	161,330,000.00
	-	-	-	-	-	-	-
	2,101,500.00	178,488,372.00	-	-	-	-	180,589,872.00
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	761,583,189.07	2,448,238,837.27	-	-	300,000.00	5,488,300.00	3,215,610,326.34
	-	-	-	-	-	-	-
	790,316,450.00	2,428,798,864.65	252,000,000.00	-	-	-	3,471,115,314.65
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	1,574,001,139.07	5,364,044,073.92	252,000,000.00	-	300,000.00	5,488,300.00	7,195,833,512.99



SUPPLEMENTARY NOTE 10C ANALYSIS OF PROPERTY PLANT AND EQUIPMENT

DETAILS	CLASS OF PPE						TOTAL
	LAND & BUILDING – SEE SUPPLEMENTARY NOTE 20D	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT (– SEE SUPPLEMENTARY NOTE 20D)	FURNITURE AND FITTINGS	
LEGACY ASSETS	9,739,248,744.57	4,847,834,072.23	305,533,500.00	149,460,000.00	396,813,670.00	796,834,480.00	16,235,724,466.80
ASSETS FOR THE YEAR	1,574,001,139.07	5,364,044,073.92	252,000,000.00	0.00	300,000.00	5,488,300.00	7,195,833,512.99
SUB TOTAL (A)	11,313,249,883.64	10,211,878,146.15	557,533,500.00	149,460,000.00	397,113,670.00	802,322,780.00	23,431,557,979.79
DEP. RATE	2%	5%	10%	20%	25%	20%	
DEP. LEGACY ASSETS	194,784,974.89	242,391,703.61	30,553,350.00	29,892,000.00	49,203,417.50	87,651,696.00	634,477,142.00
DEP. ASSETS DURING YEAR	10,000,556.49	69,110,371.04	420,000.00	0.00	31,250.00	457,358.33	80,019,535.87
TOTAL DEPRECIATION (B)	204,785,531.38	311,502,074.65	30,973,350.00	29,892,000.00	49,234,667.50	88,109,054.33	714,496,677.87
NET BOOK VALUE (A-B)	11,108,464,352.26	9,900,376,071.50	526,560,150.00	119,568,000.00	347,879,002.50	714,213,725.67	22,717,061,301.92

SUPPLEMENTARY NOTE 10D ANALYSIS OF PROPERTY PLANT AND EQUIPMENT

DETAILS	CLASS OF PPE					
	LAND & BUILDING			OFFICE EQUIPMENT		
	LAND	BUILDING	TOTAL LAND AND BUILDING	BOOKS	OTHER EQUIPMENTS	TOTAL OFFICE EQUIPMENT
LEGACY ASSETS	-	9,739,248,744.57	9,739,248,744.57	0.00	401,952,670.00	401,952,670.00
ASSETS DURING THE YEAR	-	1,574,001,139.07	1,574,001,139.07	0.00	300,000.00	300,000.00
SUB TOTAL (A)	-	11,313,249,883.64	11,313,249,883.64	-	402,252,670.00	402,252,670.00
DEP. RATE	-	2%		3%	25%	
DEP. LEGACY ASSETS	-	194,784,974.89	194,784,974.89	0.00	100,488,167.50	100,488,167.50
ASSETS DURING YEAR	-	10,000,556.49	10,000,556.49	0.00	31,250.00	31,250.00
TOTAL DEPRECIATION (B)	-	204,785,531.38	204,785,531.38	-	100,519,417.50	100,519,417.50
NET BOOK VALUE A-B	-	11,108,464,352.26	11,108,464,352.26	-	301,733,252.50	301,733,252.50



**SUPPLEMENTARY NOTE 11A
BORROWINGS (LONG TERM LOANS) AS AT 31ST DECEMBER, 2023.**

S/NO	INSITUIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
A	EXTERNAL LOANS (SEE – SUPPL. NOTE 225A)	-	-	-	-	-	-
B	DOMESTIC LOANS (SEE - SUPPL. NOTE 22)	638,571,126.98	-	65,893,837.98	29,694,754.08	95,588,592.06	542,982,534.92
	SUB TOTAL	638,571,126.98	-	65,893,837.98	29,694,754.08	95,588,592.06	542,982,534.92

**SUPPLEMENTARY NOTE 11B
LONG TERM BORROWINGS
(INTERNAL LOANS) AS AT 31ST DECEMBER, 2023**

S/NO	INSITUIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
1	LGA SALARY BALLOUT	638,571,126.98	-	66,979,106.08	30,694,754.08	97,673,860.16	540,897,266.82
	TOTAL DOMESTIC	638,571,126.98	-	66,979,106.08	30,694,754.08	97,673,860.16	540,897,266.82

**SUPPLEMENTARY NOTE 12A
ANALYSIS OF TRANSITIONAL RESERVES**

	CASH AND CASH EQUIVALENT 2022	LEGACY ASSETS CAPITALISED	LIABILITIES OVER ASSETS 2022	TOTAL
	22,327,274.21	16,235,724,466.80	(638,571,126.98)	15,619,480,614.03



SUPPLEMENTARY NOTE 13A SURPLUS/ DEFICIT STATEMENT

YEAR			DEFICIT	SURPLUS
			DR	CR
			₦	₦
TOTAL 2023				5,800,174,322.79

SUPPLEMENTARY NOTE 14A ANALYSIS OF PURCHASE/ CONSTRUCTION OF PPE DURING THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	BUDGET	ACTUAL	SAVINGS	EXCESS	FINAL BUDGET	ACTUAL	EXCESS	SAVING \$
	SECTOR		ADMINISTRATIVE								
1		1	OFFICE OF THE CHAIRMAN	-	-	-	-	-	-	-	-
2		1	VICE CHAIRMAN	-	-	-	-	-	-	-	-
3		1	SECRETARY TO THE LG	-	-	-	-	-	-	-	-
		1	LEGISLATORS	-	-	-	-	-	-	-	-
		1	ADMINISTRATIVE DEPT	2,398,983,200.00	1,831,789,439.07	567,193,760.93	-	-	-	-	-
	SECTOR		ECONOMIC								
4		2	DEPARTMENT OF FINANCE AND SUPPLIES	-	-	-	-	-	-	-	-
5		2	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	-	-	-	-	-	-	-	-
6		2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-	-	-	-	-	-	-	-
		2	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	7,892,391,765.66	5,364,044,073.92	1,731,347,691.74	-	-	-	-	-
	SECTOR		LAW & JUSTICE								
9		3	LEGAL DEPARTMENT	-	-	-	-	-	-	-	-
	SECTOR		SOCIAL								
10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	-	-	-	-	-	-	-	-
11		4	DEPARTMENT OF PRIMARY HEALTH CARE	1,262,000,000.00	-	1,262,000,000.00	-	-	-	-	-
			GRAND TOTAL	11,553,374,965.66	7,195,833,512.99	3,560,541,452.67	-	-	-	-	-



**REPORT OF THE AUDITOR - GENERAL
FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF
BRASS
LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR
ENDED 31ST DECEMBER, 2023**



HON. ALABO HANSON AYEBAIKIO
ACTING CHAIRMAN BRASS LOCAL
GOVERNMENT AREA



COMR. THANKGOD SINGER
TREASURER/DFS BRASS LOCAL GOVERNMENT
COUNCIL BAYELSA STATE



BRASS LOCAL GOVERNMENT

Telegrams: BALGA
Telephone:



HEADQUARTERS:
Local Government Council Secretariat
P.m.b. 1, Consulate,
Twon - Brass,
Bayelsa State.

8th May, 2024

STATEMENT OF FINANCIAL RESPONSIBILITY

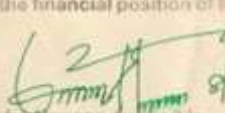
These Financial Statements and accounts have been prepared by the Treasurer of Brass Local Government Council, Bayelsa State in accordance with the provisions of section 24 of the Finance (Control and Management) LFN 2004 & Section 85(5) of the Federal Republic of Nigeria and other relevant extant laws, regulations and policies. The accounting framework adopted in the preparation of the financial statements and accounts is IPSAS ACCRUAL accounting basis and the Financial Statements comply with generally accepted accounting policies and practice.

To fulfil the accounting and reporting responsibility, the Treasurer of Brass Local Government Council is responsible for preparing, reporting, 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 receipt and payment of Public Financial resources by the Local Government.

In compliance with International Public Sector Accounting Standard (IPSAS) 33 (First Time Adoption of Accrual Basis IPSAS) and the guidelines issued by the Federation Account Allocation Committee (FAAC) Technical Sub Committee 2004 on IPSAS implementation, reasonable efforts have been made to ensure that the Financial Statements prepared herein reflect the true and fair view of the financial position of Brass Local Government Council as at 31st December, 2023.

On behalf of Brass Local Government Council, I write to accept responsibility for the integrity, credibility and objectivity of the Financial Statements. The information embedded reflects the financial position of the Local Government as at 31st December, 2023.


Comr. Singer ThankGod
Treasurer


Hon. Alabo Hanson Ayibaido
Acting Chairman

(All replies to be addressed to the chairman of the local government)



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2023

INTRODUCTION

The financial statements of Brass Local Government council for the year ended 31st December 2023 have been examined in accordance with the generally accepted auditing practice and section 51 subsection 1 and 2 of Bayelsa State Local Government law 2000.

SUBMISSION OF REPORT

In compliance with Section 5 Sub – section 2 of Bayelsa State Local Government law 2000, it is my pleasure to humbly lay before the honourable House of Assembly, Bayelsa State, the Auditor-General for Local Governments report on the accounts of Brass Local Government Council for the financial year ended 31st December, 2023.

CONSTITUTIONALITY

In accordance with the section of the Bayelsa State Local Government Law 2000 quoted above, the draft annual report and accounts including the related financial statements for the year ended 31st December 2023, was submitted to my office by the accounting officer on the 10th April, 2024.

STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION (IPSAS)

The General Purpose Financial Statements (GPFS) were prepared in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting. The financial statements were presented in Nigeria Naira (N) and kobo (k) which is the functional and reporting currency in Nigeria. The accounting year to which the financial statements date is from 1st January to 31st December, 2023.

STATEMENT OF COMPLETENESS OF THE LOCAL GOVERNMENT REVENUE

Revenue accruable to Brass Local Government Council from the Federation accounts and managed by the State Local Governments Joint Accounts Allocation Committee (SLGJAAC) were fairly stated. I have confirmed the completeness and correctness of the SLGJAAC receipts, the relevant deductions and balances of transfer of the SLGJAAC allocations accruable the Local Government Council.

RESPONSIBILITY OF THE ACCOUNTING OFFICER

In line with the provisions of Section 48 subsection 1 of Bayelsa State Local Government Law 2000, the accounting officer is responsible for the preparation of financial statements. He is responsible for



the general and overall supervision of all accounting activities of the local government. In carrying out this mandate, he has the responsibility to:

- Ensure that the treasury department of the council keep proper books of accounts that reasonably discloses the financial position of the local government.
- Establish and maintain a functional and adequate system of internal control designed to provide reasonable assurance that the transaction recorded reflect the utilization of the public financial resources.
- Ensure that appropriate accounting policies and estimates are consistently deployed in the preparation of financial statements.
- Taking steps to safeguard the assets of the local government and prevent and detect fraud and irregularities.

RESPONSIBILITIES OF THE AUDITOR–GENERAL FOR LOCAL GOVERNMENTS

The responsibility is to form or express an independent opinion based on the financial statements as presented by the accounting officer of the local government and report to the State House of Assembly.

FINANCIAL HIGHLIGHTS

FIVE YEAR FINANCIAL SUMMARY

REVENUE					
REVENUE	2023	2022	2021	2020	2019
DESCRIPTION	N	N	N	N	N
Opening Balance	13,970,554.47	14,855,137.32	1,802,320.62	841,679.14	47,390,305.08
Statutory Allocation	3,430,024,525.13	2,836,152,661.27	2,362,844,297.87	2,110,329,041.66	2,236,830,312.71
Independent Revenue	32,920,000.00	34,575,100.00	903,500.00	37,662,000.00	33,290,305.00
Other Revenue		36,627,773.77			
Total	3,476,915,079.60	2,922,210,672.36	2,365,550,118.49	2,148,832,720.80	2,317,510,922.79
EXPENDITURE					
EXPENDITURE	2023	2022	2021	2020	2019
Description	N	N	N	N	N
Personnel cost	506,978,274.82	715,553,758.06	624,502,516.57	545,418,032.01	569,687,205.06
Overhead Cost	454,669,506.67	610,833,415.99	473,727,675.61	498,710,833.15	855,572,262.94
Statutory Deduction	1,002,196,354.50	951,380,032.75	918,033,788.99	890,893,943.86	844,914,489.46
Capital Expenditure	1,301,802,026.34	593,845,137.52	334,430,000.00	208,475,000.00	427,250,838.97
Loan Repayment		36,627,773.77			
Total	3,265,646,162.33	2,908,240,118.09	2,350,693,981.17	2,143,497,809.02	2,697,424,796.43



PATTERN AND MANNER IN WHICH THE ACCOUNTS WERE KEPT AND RENDERED

Section 5(3) of the Audit Law (Cap 13, Laws of Eastern Nigeria 1963) applicable to Bayelsa State and the provisions of IPSAS (Accrual) and Section 48(1) of Bayelsa State Local Government Law 2000 requires the Accounting officer of Brass Local Government Council to, within three (3) months after the 31st day of December, each year, transmit to the Auditor-General for Local Governments accounts showing the financial position of the local government on the said 31st day of December specified financial summary for five years.

Financial statements submitted for audit are:

1. Statement of Financial Performance
2. Statement of Financial Position
3. Statement of Cash flow
4. Statement of Changes in Net Assets
4. Statement of Recurrent Revenue
5. Statement of Recurrent Expenditure
6. Statement of external/internal loans
7. Statement of personnel cost
8. Statement of overhead cost

BOOK-KEEPING AND FINANCIAL CONTROL

It was observed that the Book-Keeping procedure still needs more training and supervision. Audit observed that no changes were effected from our last audit, payment vouchers do not pass through the internal Auditor before payment is made. Payment vouchers are not duly signed by Authorising officers. Payment vouchers are not duly signed by Receiver to ascertain payment. Audit observed that salary variation statement was not prepared. Capital Expenditure payment are made without due process.

RECOMMENDATION: Audit recommend that Authorising officers should adhere to the accounting procedures and guideline in the expenditure of funds.

The internal control system still needs right placement of personnel that are qualify to do the job effectively and efficiently to easy the job of the Auditor and Timely submission of financial records Audit.



GENERAL OBSERVATION / RECOMMENDATION

INTERNAL CONTROL SYSTEM

The Audit observed that the Internal Control System has improved a little than the previous year, but there is still need for more improvement in the system to correct the lapses in the area of delegation of duties.

RECOMMENDATION: Audit recommends that duties be delegated to staff, and supervision of staff be introduced into the control system. In order for the job to be carried out effectively, efficiently and on timely bases for easy Auditing.

BOOK - KEEPING

It was observed that proper book-keeping procedure is not kept yet by the Local Government Council, which has made it difficult for Audit, where Financial Records are not posted into the various Books of Records, like Revenue Abstract, Expenditure Abstract, Project Ledger, Deposit Leger etc.

RECOMMENDATION: Audit recommends training and retraining of Accounting Staff of the Local Government Council on proper book-keeping procedures for easy Audit.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
BRASS LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



GOVERNMENT OF BAYELSA STATE OF NIGERIA

Office of the Auditor-General for Local Governments

e-mail address: localgovtsauditbys@gmail.com

LGCON.21/VOL.II/106

Our Ref: _____

Your Ref: _____



State Govt. Secretariat
P.M.B. 30 Yenagoa,
Bayelsa State.

25th July, 2024

Date: _____

AUDIT CERTIFICATE

In compliance with section 125(2) of the Constitution of the Federal Republic of Nigeria 1999 (as amended) and Section 55(3) of the Bayelsa State Audit Law 2021, the audit of the Financial Statements of Brass Local Government Council of Bayelsa State for the year ended 31st December, 2023 was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

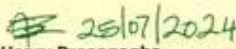
The audit was conducted in accordance with International Standards on Auditing and INTOSAI Auditing Standards



Within the period under review, the information presented in the General Purpose Financial Statements are in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting as prescribed in the statement of accounting policies.

In my opinion, the Financial Statements which agree with the books of Accounts and records show a true and fair view of the Financial Position of Brass Local Government Council for the year ended 31st December, 2023.

Office of the Auditor –
General For
Local Governments
P.M.B. 30, Yenagoa

 25/07/2024
Fagha Henry Prenanagha FCNA, ACTL, CHPS, BUEF
Auditor – General for
Local Governments
Bayelsa State.

All Correspondence to be addressed to the Auditor-General for Local Governments



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
BRASS LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**



STATEMENT NO.1
CONSOLIDATEDDD STATEMENT OF FINANCIAL PERFORMANCE
(INCOME & EXPENDITURE) FOR THE YEAR ENDED 31ST DECEMBER, 2023

Actual 2022		Notes	Actual 2023	Final Budget 2023	Initial Budget 2023	Supple- mentary Budget 2023	Variance on Final Budget
	REVENUE						
1,725,834,756.92	Government share of FAAC (Statutory Revenue)	1, 1B	1,956,231,207.47	1,767,503,631.26	1,767,503,631.26	-	188,727,576.21
1,110,317,903.35	Government share of VAT	2	1,541,815,742.29	1,160,580,648.35	1,160,580,648.35	-	381,235,093.94
-	Tax Revenue		-	-	-	-	-
34,575,100.00	Non – Tax Revenue	3	32,920,000.00	37,634,962.00	37,634,962.00	-	4,714,962.00
-	Investment Income		-	-	-	-	-
-	Interest Earned		-	-	-	-	-
-	AID & Grants		-	-	-	-	-
-	Other Revenue		-	-	-	-	-
2,870,727,760.27	Total Revenue		3,530,966,949.76	2,965,719,241.61	2,965,719,241.61	-	574,677,632.15
	EXPENDITURE						
1,441,271,231.86	Salaries & Wages	4	1,509,174,629.32	1,581,111,467.00	1,581,111,467.00	-	71,936,837.68
189,801,032.33	Social Benefits	5	204,776,221.45	-	-	-	204,776,221.45
610,833,414.79	Overhead Cost	6	845,124,934.70	1,008,300,000.00	1,008,300,000.00	-	163,175,065.30
-	Grants & Contributions		-	-	-	-	-
-	Depreciation	7	187,284,096.48	-	-	-	187,284,096.48
35,861,526.62	Transfer to other Govt Entities	8	41,800,245.23	-	-	-	41,800,245.23
2,277,767,205.60	Total Expenditure		2,788,160,127.18	2,589,411,467.00	2,589,411,467.00	-	668,972,466.14
592,960,554.67	Surplus from Operating Activities for the period		742,806,822.58	-	-	-	-
-	Public Debt Repayment	11	-	-	-	-	-



STATEMENT NO.1
CONSOLIDATEDDD STATEMENT OF FINANCIAL PERFORMANCE
(INCOME & EXPENDITURE) FOR THE YEAR ENDED 31ST DECEMBER, 2023

	Gain/Loss on Disposal of asset						
	Gain/Loss on Disposal of asset						
-	Total non-operating revenue (expenses)		-	-	-	-	-
592,960,554.67	Surplus/ (deficit) from Ordinary Activities	13	742,806,822.58	-	-	-	-
-	Minority Interest share of surplus/deficit		-	-	-	-	
592,960,554.67	Net Surplus/(Deficit) for the period		742,806,822.58	-	-	-	-

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

 08/25/2024

ThankGod Singer
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
BRASS LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT NO.2

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(BALANCE SHEET) AS AT 31ST DECEMBER, 2023**

	Economic Code	Notes	2023		2022	
			₦	₦	₦	₦
ASSETS						
Current Assets						
Cash and Cash Equivalents	3101-4	9A	230,214.67		13,970,554.47	
Inventories	3105		-		-	
Receivables	3106-7		-		-	
Prepayments	3108		-		-	
A				230,214.67		13,970,554.47
Non-Current Assets						
Loans & Debts (short-term)	3110		-		-	
Investments	3109		-		-	
Property, Plant & Equipment	3201	10	2,914,428,036.13		-	
Investment Property	3202		-		-	
Intangible Assets	3301		-		-	
B				2,914,428,036.13		-
Total Assets C = A+B				2,914,658,250.80		13,970,554.47
LIABILITIES						
Current Liabilities						
Deposits	4101		-		-	
Short Term Loans & Debts	4102		-		-	
Unremitted Deductions	4103		-		-	
Accrued Expenses	4104		-		-	
Current Portion of Borrowing	4105		-		-	
D				-		-
Non-Current Liabilities						
Public Funds	4601				-	
Borrowings	4602	11A	(1,967,416.91)		14,176,649.43	-
E				(1,967,416.91)	14,176,649.43	
Total Liabilities: F = D + E				(1,967,416.91)		14,176,649.43
Net Assets: G = C – F				2,912,690,833.89		28,147,203.90
NET ASSETS/EQUITY						
Reserves	4701	12	2,169,884,011.31		-	
Surpluses/(Deficits)	4702	13	742,806,822.58		-	
Total Net Assets/Equity				2,912,690,833.89		28,147,203.90

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

ThankGod Singer 08/25/2024

ThankGod Singer
Treasurer



STATEMENT NO.3

CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

Description	Notes	2023		2022	
		₦	₦	₦	₦
CASH FLOWS FROM OPERATING ACTIVITIES					
Inflows					
Government Share of FAAC (Statutory Revenue)	1	1,956,231,207.47		1,725,834,756.92	
T	2	1,541,815,742.29		1,110,317,903.35	
Government Share of VA		-		-	
Direct Taxes		-		84,000.00	
Licences		-		124,000.00	
Fines		-		-	
Royalties		-		585,600.00	
Fees	3	32,920,000.00		33,781,500.00	
Earnings & Sales		-		-	
Rents of Government Properties		-		-	
Investment Income		-		-	
Interest & Repayment		-		-	
Re-imbursement		-		-	
Funds from Special Accounts		-		-	
Domestic Aid & Grants		-		-	
External Aid & Grants		-		-	
Gains from exchange transactions		-		-	
Other Revenue (e.g. pluriannual gain)		-		36,627,773.77	
Total inflow from Operating Activities			3,530,966,949.76		2,907,355,534.04
Outflows					
Salaries & Wages	4A	1,509,174,629.32		1,441,271,231.86	
Social Benefits	5	204,776,221.45		189,801,032.33	
Overhead Cost	6A	845,124,934.70		610,833,414.79	
Grants & Contributions		-		-	
Subsidies		-		-	
Transfer to other Government Entities	8A	41,800,245.23		35,861,526.62	
Public Debts Repayment		-		-	
Total Outflow from Operating Activities (B)			(2,600,876,030.70)		(2,277,767,205.60)
Net Cash Inflow/(Outflow) From Operating Activities* C=(A-B)			930,090,919.06		629,588,328.44



STATEMENT NO.3

CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

CASH FLOW FROM INVESTING ACTIVITIES					
Proceeds from Sale of PPE		-		-	
Proceeds from Sales of Investment Property		-		-	
Proceeds from Sale of Intangible Assets		-		-	
Proceeds from Sale of Investment		-		-	
Dividends Received		-		-	
Purchase/Construction of PPE	14	(931,622,026.34)		(593,845,137.52)	
Purchase/Construction of Investment Property		-		-	
Purchase of Intangible Assets		-		-	
Acquisition of Investments		-		-	
Net Cash Flow from Investing Activities			(931,622,026.34)		(593,845,137.52)
CASH FLOW FROM FINANCING ACTIVITIES					
Proceeds from Borrowings	11A	-		-	
Repayment of Borrowings		(12,209,232.52)		(36,627,773.77)	
Distribution of Surplus/Dividends Paid		-		-	
Net Cash Flow from Financing Activities			(12,209,232.52)		(36,627,773.77)
Net Cash Flow from all Activities			(13,740,339.80)		(884,582.85)
Cash & Its Equivalent as at 1/1/2023			13,970,554.47		14,855,137.32
Cash & Its Equivalent as at 31/12/2023			230,214.67		13,970,554.47
Notes: 1					
RECONCILIATION:					
Surplus/ (Deficit) per Statement of Performance	13	742,806,822.58		-	
Add back non cash movement-		-		-	
Depreciation Charges	7A	187,284,096.48		-	
Net Cash Flow from Operating Activities		930,090,919.06		-	
Note: 2					
Cash & its equivalent as at 31/12/2023					
Cash Balances		-		-	
Bank Balances	9A	230,214.67	230,214.67	-	13,970,554.47

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

 08/25/2024

ThankGod Singer
Treasurer



STATEMENT NO.4

CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/ EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2023.

	Note	Revaluation Reserve ₦	Translation Reserve ₦	Accumulated Surpluses ₦	Total ₦
Balance as at 1st January 2023	12	2,169,884,011.31	-	-	2,169,884,023.31
Changes in Accounting Policy					
Restated Balance		2,169,884,011.31		-	2,169,884,023.31
Surplus on Revaluation of Properties					
Deficit on Revaluation of Investments					
Net Gains and losses not recognized in the statement of Financial Performance					-
Net Surplus for the year	13	742,806,822.58	-	-	742,806,822.58
Balance at 31 December 2023		-		-	
Deficit on Revaluation of Property		-		-	
Surplus on Revaluation of Investments		-		-	
Net gains and Losses not Recognised in the Statement of Financial Performance					
Net deficit for the Period					
Balance at 31 December 2023		2,912,690,833.89	-	-	2,912,690,845.89

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

 08/25/2024

ThankGod Singer
Treasurer



NOTES TO THE ACCOUNTS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2023

Note	Details	Ref Sup. Note	Amount	Amount		Remarks
1	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	1	1,307,126,205.98			
	Add: Deduction at source	1A	45,217,816.84	1,352,344,022.82		
	Share of Statutory Allocation (Other Agencies)	2		649,105,001.49		
	Share of Statutory Allocation (Excess Crude Oil)			-		
	Total (Gross) Statutory Allocation			1,956,231,207.47		
2	B. Value Added Tax					
	Share of Value Added Tax (VAT)			1,541,815,742.29		
3	NON TAX REVENUE	Ref Sup. Note	Actual	Budget	% Variance	
	RATES GENERAL (TENEMENT RATE)		-	54,000,000.00		
	LICENSE GENERAL		-	2,500,000.00		
	FEES GENERAL		-	12,000,000.00		
	FINES GENERAL		-			
	EARNINGS GENERAL		32,920,000.00	21,500,000.00		
	Sale/Rent of Government Property		-			
			32,920,000.00			
4	WAGES AND SALARIES		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
4A	PERSONNEL COST	4A				
	ADMINISTRATIVE SECTOR		444,077,704.37	-	-	-
	ECONOMIC SECTOR		266,844,890.04	-	-	-
	SOCIAL SECTOR		735,351,464.46	-	-	-
	REGIONAL SECTOR		-	-	-	-
	LAW AND JUSTICE		-	-	-	-
	SUB TOTAL		1,446,274,058.87	-	-	-
4B	CONSOLIDATED REVENUE FUND CHARGES	4B	62,900,570.45	-	-	-
	TOTAL WAGES AND SALARIES		1,509,174,629.32			
4C	PERSONNEL ANALYSIS		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	TOTAL NO. OF EMPLOYEES AT THE BEGINNING OF THE YEAR		917			
	TOTAL NO. OF EMPLOYEES EMPLOYED IN 2023		0			
	TOTAL NO. OF EMPLOYEES RETIRED DURING THE YEAR		0			
	TOTAL NO. OF EMPLOYEES AT THE END OF THE YEAR 2023		917			



NOTES TO THE ACCOUNTS

5	SOCIAL BENEFITS	Ref Sup. Note	2023			2022
			Actual	Budget	% Variance	Actual
	ADMINISTRATIVE SECTOR	5	204,776,221.45			
	ECONOMIC SECTOR		-			
	SOCIAL SECTOR		-			
	REGIONAL SECTOR		-			
	LAW AND JUSTICE		-			
6	OVERHEAD COST	Ref Sup. Note	2023			2022
			Actual	Budget	% Variance	Actual
6A	OVERHEAD COST BY FUNCTION	6A				
	TRAVEL & TRANSPORT - GENERAL		91,994,085.61			
	UTILITIES – GENERAL		7,330,000.00			
	MATERIALS AND SUPPLY - GENERAL		180,465,535.36			
	MAINTENANCE SERVICES – GENERAL		174,085,255.59			
	FUEL AND LUBRICANT - GENERAL		375,444,397.98			
	FINANCIAL CHARGES - GENERAL		15,805,660.16			
	TOTAL		845,124,934.70			
6B	OVERHEAD COST BY SECTOR	6B				
	ADMINISTRATIVE SECTOR		422,562,467.35			
	ECONOMIC SECTOR		261,988,729.76			
	SOCIAL SECTOR		160,573,737.59			
	REGIONAL SECTOR		-			
	LAW & JUSTICE		-			
	TOTAL		845,124,934.70			
7	DEPRECIATION	Ref Sup. Note	2023			2022
			Actual	Budget	% Variance	Actual
	BUILDING – GENERAL	7A	8,483,767.37			
	INFRASTRUCTURE – GENERAL		83,626,779.11			
	PLANT & MACHINERY – GENERAL		4,050,000.00			
	TRANSPORTATION EQUIPMENT - GENERAL		820,000.00			
	OFFICE EQUIPMENT		34,575,750.00			
	FURNITURE & FITTINGS – GENERAL		55,727,800.00			
	TOTAL		187,284,096.48			
8	TRANSFER TO OTHER GOVERNMENT ENTITIES					
	COMMON SERVICES	8A	7,500,000.00	-		-
	TRAINING FUNDS		34,300,245.23	-		-
	TOTAL		41,800,245.23	-		-



NOTES TO THE ACCOUNTS

9	CASH AND CASH EQUIVALENT	Ref Sup. Note	2023	2022		
	CASH IN HAND					
	CASH AT BANK	9A	230,214.67	13,970,554.47		
	TOTAL		230,214.67	13,970,554.47		
10	PROPERTY, PLANT AND EQUIPMENT	Ref Sup. Note	31/12/2023	01/01/2023		
	BUILDING –GENERAL	10A	535,278,127.97	338,778,706.27		
	INFRASTRUCTURE –GENERAL		2,012,781,458.16	1,369,769,400.00		
	PLANT & MACHINERY –GENERAL		36,450,000.00	40,500,000.00		
	TRANSPORT EQUIPMENT- GENERAL		3,280,000.00	4,100,000.00		
	OFFICE EQUIPMENT –GENERAL		103,727,250.00	138,303,000.00		
	FURNITURE AND FITTINGS		222,911,200.00	278,639,000.00		
	TOTAL		2,914,428,036.13	2,170,090,106.27		
11	BORROWINGS	Ref Sup. Note	2023	2022		
	EXTERNAL LOANS					
	DOMESTIC LOANS	11A	1,967,416.91			
	TOTAL					
12	RESERVES	Ref Sup. Note	2023	2022		
	FOR THE YEAR		2,169,884,011.31			
13	SURPLUS	Ref Sup. Note	2023	2022		
	FOR THE YEAR		742,806,822.58			
14	PURCHASE/CONSTRUCTION OF PPE	Ref Sup. Note	2023	2022		
	BUILDING –GENERAL		204,983,189.07			
	INFRASTRUCTURE –GENERAL		726,638,837.27			
	PLANT & MACHINERY –GENERAL		-			
	TRANSPORT EQUIPMENT- GENERAL		-			
	OFFICE EQUIPMENT –GENERAL		-			
	FURNITURE AND FITTINGS		-			
	TOTAL		931,622,026.34			



SUPPLEMENTARY NOTES TO THE ACCOUNTS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 1 SHARE OF FAAC (STATUTORY REVENUE)

DETAILS/ MONTH	NET RECEIPT SEE SUPPLEMENTARY NOTE 1A	ADD: DEDUCTIONS AT SOURCE (SEE – SUPPLEMENTARY NOTE 1A	GROSS
ECONOMIC CODE	11010101	11010101	
	N	N	N
JANUARY	178,643,247.48	5,359,297.42	184,002,544.90
FEBRUARY	103,164,660.17	3,094,939.80	106,259,599.97
MARCH	98,185,648.71	2,945,569.46	101,131,218.17
APRIL	133,836,855.37	4,015,105.66	137,851,961.03
MAY	95,070,378.61	2,852,111.36	97,922,489.97
JUNE	143,794,814.36	4,313,844.43	148,108,658.79
JULY	80,616,137.40	2,418,484.12	83,034,621.52
AUGUST	104,673,004.26	3,140,190.13	107,813,194.39
SEPTEMBER	87,069,361.98	10,902,746.33	97,972,108.31
OCTOBER	104,869,879.16	3,146,096.37	108,015,975.53
NOVEMBER	81,091,092.24	2,432,732.77	83,523,825.01
DECEMBER	96,111,126.24	2,883,333.79	98,994,460.03
GRAND TOTAL	1,307,126,205.98	47,504,451.64	1,354,630,657.62

SUPPLEMENTARY NOTE 1A NET STATUTORY ALLOCATION

DETAILS/ MONTH	GROSS STATUTORY ALLOCATION (a)	TOTAL DEDUCTIONS (b)	NET ALLOCATION c = (a - b)
ECONOMIC CODE	11010101	11010101	
	N	N	N
JANUARY	184,002,544.90	5,359,297.42	178,643,247.48
FEBRUARY	106,259,599.97	3,094,939.80	103,164,660.17
MARCH	101,131,218.17	2,945,569.46	98,185,648.71
APRIL	137,851,961.03	4,015,105.66	133,836,855.37
MAY	97,922,489.97	2,852,111.36	95,070,378.61
JUNE	148,108,658.79	4,313,844.43	143,794,814.36
JULY	83,034,621.52	2,418,484.12	80,616,137.40
AUGUST	107,813,194.39	3,140,190.13	104,673,004.26
SEPTEMBER	97,972,108.31	10,902,746.33	87,069,361.98
OCTOBER	108,015,975.53	3,146,096.37	104,869,879.16
NOVEMBER	83,523,825.01	2,432,732.77	81,091,092.24
DECEMBER	98,994,460.03	2,883,333.79	96,111,126.24
GRAND TOTAL	1,354,630,657.62	47,504,451.64	1,307,126,205.98



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 1B ANALYSIS OF SHARE OF STATUTORY ALLOCATION (OTHER AGENCIES)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010101	ELECTRONIC MONEY TRANSFER LEVY	10,268,210.42	5,578,699.91	4,967,033.23	6,196,771.71	6,133,029.16	6,107,047.06	4,822,859.11	5,414,418.24	5,997,481.98	4,691,274.79	6,574,076.16	5,054,042.56	71,745,896.33
11010101	NON OIL REVENUE	-	28,847,353.92	-	-	6,947,364.94	-	-	-	-	-	17,368,412.35	-	53,263,131.21
11010101	NON OIL REVENUE 2	-	4,472,366.18	-	-	2,894,735.39	-	-	-	-	-	-	-	7,367,101.57
11010101	FOREX EQUALISATION 1	-	-	30,221,837.49	-	12,592,098.95	-	-	-	-	-	-	-	42,813,136.44
11010101	FOREX EQUALISATION 2	-	-	-	-	5,036,839.58	-	-	-	-	-	-	-	5,036,839.58
11010101	SOLID MINERALS	-	-	-	-	4,200,973.78	-	-	-	-	-	-	-	4,200,973.78
11010101	EXCHANGE GAIN DIFFERENCE 1	6,353,043.23	-	-	-	-	168,520.35	-	-	-	-	-	-	6,521,563.58
11010101	EXCHANGE GAIN DIFFERENCE 2	-	-	-	-	-	36,878,262.45	85,806,263.52	77,631,561.46	62,886,756.59	47,062,594.11	51,280,340.95	96,610,669.92	458,156,449.00
	TOTAL	16,561,253.65	38,998,380.01	35,188,870.72	6,196,771.71	37,805,941.80	43,153,829.86	90,629,122.63	83,045,979.70	69,884,238.57	51,753,866.90	75,222,631.46	101,064,712.48	649,105,001.49

SUPPLEMENTARY NOTE 2 ANALYSIS OF SHARE OF VALUE ADDED TAX (VAT)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010202	VALUE ADDED TAX	111,800,228.16	135,877,494.73	88,727,849.06	123,391,920.95	140,227,835.00	109,701,561.42	141,799,733.12	137,389,566.14	132,045,895.08	138,281,011.37	140,945,477.64	132,426,766.62	1,941,816,742.29

SUPPLEMENTARY NOTE 3 NON TAX REVENUE

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
12020459	FEES - RIGHT OF OCCUPANCY FEES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020466	FEES - INDIGINE REGISTRATION FEES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020501	FINES - FINES/PENALTY	-	-	-	-	-	-	-	-	-	-	-	-	-
12020711	EARNINGS - EARNINGS FROM COMMERCIAL ACTIVITIES	-	4,000,000.00	200,000.00	28,300,000.00	420,000.00	-	-	-	-	-	-	-	32,920,000.00
	TOTAL	-	4,000,000.00	200,000.00	28,300,000.00	420,000.00	-	-	-	-	-	-	-	32,920,000.00

SUPPLEMENTARY NOTE 4A SALARIES AND WAGES

MONTHS	COUNCIL SALARIES N	HEALTH WORKERS SALARIES N	TEACHERS SALARIES N	CONSOLIDATED REVENUE FUND CHARGES-SALARIES 9B N	COUNCIL SALARY ARREARS N	ALLOWANCES N	TOTAL N
	21010101	21010101	21010101	21010103	21010101		
JANUARY	46,992,344.25	21,717,190.13	39,071,051.44	-	10,000,000.00	-	117,780,585.82
FEBRUARY	46,992,344.25	21,865,954.52	39,071,051.44	-	10,000,000.00	-	117,929,350.21
MARCH	46,992,344.25	21,865,954.52	38,946,051.44	-	10,000,000.00	-	117,804,350.21
APRIL	48,292,344.25	21,865,954.52	38,946,051.44	-	10,000,000.00	-	119,104,350.21
MAY	48,292,344.25	21,865,954.52	38,313,571.28	-	10,000,000.00	-	118,471,870.05
JUNE	48,292,344.25	21,865,954.52	38,358,571.28	-	10,000,000.00	-	118,516,870.05
JULY	48,292,344.25	21,865,954.52	38,358,954.52	-	10,000,000.00	-	118,517,253.29
AUGUST	48,292,344.25	21,865,954.52	39,358,571.28	14,374,714.09	10,000,000.00	-	133,891,584.14
SEPTEMBER	48,292,344.25	21,865,954.52	39,213,306.56	14,374,714.09	10,000,000.00	-	133,746,318.42
OCTOBER	53,397,165.38	21,865,425.86	39,213,306.56	11,383,714.09	10,000,000.00	-	135,859,611.91
NOVEMBER	53,397,165.38	24,744,722.34	39,213,306.56	11,383,714.09	10,000,000.00	-	138,738,908.37
DECEMBER	53,397,165.38	24,819,390.59	39,213,306.56	11,383,714.09	10,000,000.00	-	138,813,576.62
GRAND TOTAL	590,922,594.41	268,074,365.08	467,277,099.38	62,900,570.45	120,000,000.00	-	1,509,174,629.32



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 4A WAGES AND SALARIES FOR THE YEAR ENDED 31ST DECEMBER 2023

S/No	ADMIN CODE	ECON CODE	HEAD DESCRIPTION	ESTIMATE N	SUPPLEMENTARY N	TOTAL N	ACTUAL N	EXCESS N	SAVINGS N
		Sector :	ADMINISTRATIVE						
1	11100100100	21010103	OFFICE OF THE CHAIRMAN	-	31,000,000.00	31,000,000.00	30,821,377.80	178,622.20	
2	11100100200	21010103	OFFICE OF THE VICE CHAIRMAN	-	6,000,000.00	6,000,000.00	5,299,542.16	700,457.84	
3	11100200200	21010103	SECRETARY TO THE LOCAL GOVT.	-	2,500,000.00	2,500,000.00	2,338,211.96	161,788.04	
4	11100201000	21010103	LEGISLATORS/ SUPERVISORS	-	24,500,000.00	24,500,000.00	24,441,438.53	58,561.47	
5	11100500100	21010101	ADMINISTRATIVE DEPARTMENT	374,646,852.28	69,500,000.00	444,146,852.28	444,077,704.37	69,147.91	
			SUB TOTAL	374,646,852.28	133,500,000.00	508,146,852.28	506,978,274.82		
	11101000100	Sector :	ECONOMIC	-	-			-	
6	11103500100	21010101	DEPARTMENT OF FINANCE AND SUPPLIES	110,157,622.92	-	110,157,622.92	99,774,626.10	10,382,996.82	
7		21010101	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	15,969,334.80		15,969,334.80	11,128,789.00	4,840,545.80	
8	11104400400	21010101	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	9,320,118.96	-	9,320,118.96	7,000,331.93	2,319,787.03	
9	11106000100	21010101	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	125,234,922.84	23,750,000.00	148,984,922.84	148,941,143.01	43,779.83	
			SUB TOTAL	260,681,999.52	23,750,000.00	284,431,999.52	266,844,890.04		
		Sector :	LAW & JUSTICE			-			
10		21010101	LEGAL DEPARTMENT	-		-			
			SUB TOTAL			-			
		Sector :	SOCIAL SECTOR			-			
11		21010101	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	510,800,621.83		510,800,621.83	467,277,099.38	43,523,522.45	
		21010101	DEPARTMENT OF PRIMARY HEALTH CARE	277,731,993.37		277,731,993.37	268,074,365.08	9,657,628.29	
			SUB TOTAL	788,532,615.20		788,532,615.20	735,351,464.46		
12			GRAND TOTAL	1,423,861,467.00	157,250,000.00	1,581,111,467.00	1,509,174,629.32		

SUPPLEMENTARY NOTE 4B

CONSOLIDATED REVENUE FUND CHARGES – SALARIES			
DESCRIPTION	MONTHLY ESTIMATE	ANNUAL PAID	TOTAL
CHAIRMAN	5,564,275.56	27,821,377.80	27,821,377.80
CHAIRMAN'S AIDES	600,000.00	3,000,000.00	3,000,000.00
VICE CHAIRMAN	1,324,885.54	5,299,542.16	5,299,542.16
SECRETARY TO THE LG	584,552.99	2,338,211.96	2,338,211.96
LEGISLATORS	3,380,000.00	13,520,000.00	13,520,000.00
SUPERVISORS	1,871,000.00	7,493,355.00	7,493,355.00
SPECIAL ADVISERS	1,050,000.00	3,428,083.53	3,428,083.53
TOTAL	14,374,714.09	62,900,570.45	62,900,570.45



SUPPLEMENTARY NOTE 4C PERSONNEL ANALYSIS

		2023			2022
		ACTUAL	BUDGET	VARIANCE	ACTUAL
TOTAL NO, OF EMPLOYEES AT THE BEGINNING OF THE YEAR		917	0	0	0
TOTAL NO, OF EMPLOYEES EMPLOYED IN 2023		0	0	0	0
TOTAL NO, OF EMPLOYEES RETIRED DURING THE YEAR		0	0	0	0
TOTAL NO, OF EMPLOYEES AT THE END OF THE YEAR 2023		917	0	0	0

SUPPLEMENTARY NOTE 5A ANAYSIS OF EMPLOYEES SOCIAL BENEFITS

MONTHS	GRATUITY	PENSION	DEATH BENEFITS	TOTAL
JANUARY	-	16,626,774.05	-	16,626,774.05
FEBRUARY	-	16,829,679.64	-	16,829,679.64
MARCH	-	16,508,035.02	-	16,508,035.02
APRIL	-	16,834,952.36	-	16,834,952.36
MAY	-	17,076,344.54	-	17,076,344.54
JUNE	-	16,878,543.03	-	16,878,543.03
JULY	-	16,986,410.46	-	16,986,410.46
AUGUST	-	16,951,481.12	-	16,951,481.12
SEPTEMBER	-	16,898,802.74	-	16,898,802.74
OCTOBER	-	17,387,011.92	-	17,387,011.92
NOVEMBER	-	17,616,696.67	-	17,616,696.67
DECEMBER	-	18,181,489.90	-	18,181,489.90
GRAND TOTAL	-	204,776,221.45	-	204,776,221.45



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 6A ANALYSIS OF OVERHEAD PAYMENTS

MONTHS	TRAVEL& TRANSPORT - GENERAL	UTILITIES – GENERAL 220202	MATERIALS AND SUPPLY – GENERAL	MAINTENANCE SERVICES – GENERAL	FUEL AND LUBRICANT - GENERAL	FINANCIAL CHARGES - GENERAL	TOTAL
	220201	220202	220203	220204	220207	220209	
	N	N	N	N	N	N	N
JANUARY	350,000.00	500,000.00	-	20,900,000.00	10,000,000.00	1,289,524.12	33,039,524.12
FEBRUARY	303,000.00	-	-	-	15,000,000.00	1,294,357.62	16,597,357.62
MARCH	550,000.00	350,000.00	15,000,000.00	78,091,085.61	-	1,431,222.04	95,422,307.65
APRIL	1,550,000.00	450,000.00	-	30,000,000.00	12,200,000.00	1,289,034.87	45,489,034.87
MAY	400,000.00	3,180,000.00	20,000,000.00	24,688,659.09	-	1,291,328.87	49,559,987.96
JUNE	2,000,000.00	600,000.00	-	6,000,000.00	78,091,085.61	1,291,050.75	87,982,136.36
JULY	900,000.00	250,000.00	23,300,000.00	266,851.80	10,751,000.00	1,338,964.62	36,806,816.42
AUGUST	2,300,000.00	230,000.00	24,074,449.75	-	45,677,226.76	1,342,021.31	73,623,697.82
SEPTEMBER	550,000.00	300,000.00	-	-	50,000,000.00	1,321,756.67	52,171,756.67
OCTOBER	-	660,000.00	78,091,085.61	3,000,000.00	60,000,000.00	1,319,887.42	143,070,973.03
NOVEMBER	78,091,085.61	210,000.00	20,000,000.00	4,500,000.00	15,634,000.00	1,310,469.62	119,745,555.23
DECEMBER	5,000,000.00	600,000.00	-	6,638,659.09	78,091,085.61	1,286,042.25	91,615,786.95
TOTAL	91,994,085.61	7,330,000.00	180,465,535.36	174,085,255.59	375,444,397.98	15,805,660.16	845,124,934.70

SUPPLEMENTARY NOTE 6B ANALYSIS OF OVERHEAD COST FOR THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	ESTIMATE	SUPPLEMENTARY	TOTAL	ACTUAL	SAVINGS	EXCESS
			ADMINISTRATIVE						
1		1	OFFICE OF THE CHAIRMAN	-	34,000,000.00	34,000,000.00	33,804,997.39	195,002.61	-
2		1	VICE CHAIRMAN	-	13,000,000.00	13,000,000.00	12,676,874.02	323,125.98	-
3		1	SECRETARY TO THE LG	-	6,500,000.00	6,500,000.00	6,338,437.01	161,562.99	-
		1	LEGISLATORS	-	84,600,000.00	84,600,000.00	84,512,493.47	87,506.53	-
		1	ADMINISTRATIVE DEPT	43,000,000.00	243,000,000.00	286,000,000.00	285,229,665.46	770,334.54	-
			Sub Total	43,000,000.00	381,100,000.00	424,100,000.00	421,562,467.35		
			ECONOMIC	-	-	-	-	-	-
4		2	DEPARTMENT OF FINANCE AND SUPPLIES	20,000,000.00	22,300,000.00	42,300,000.00	42,256,246.74	43,753.26	-
5		2	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	4,000,000.00	25,600,000.00	29,600,000.00	29,579,372.71	20,627.29	-
6		2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	3,000,000.00	18,200,000.00	21,200,000.00	21,128,123.37	71,876.63	-
		2	WORKS, TRANSPORT, HOUSING, LANDS SURVEY&DEPARTMENT	3,000,000.00	166,100,000.00	169,100,000.00	169,024,986.94	75,013.06	-
			Sub Total	30,000,000.00	232,200,000.00	262,200,000.00	261,988,729.76		
			LAW JUSTICE						
9		3	LEGAL DEPARTMENT	-	-	-	-	-	-
			Sub Total						
			SOCIAL	-	-	-	-	-	-
10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	51,000,000.00	-	51,000,000.00	50,707,496.08	292,503.92	-
11		4	DEPARTMENT OF PRIMARY HEALTH CARE	110,000,000.00	-	110,000,000.00	109,866,241.51	133,758.49	-
			Sub Total	161,000,000.00	-	161,000,000.00	160,573,737.59		
			GRAND TOTAL	395,000,000.00	613,300,000.00	1,008,300,000.00	845,124,934.70		



SUPPLEMENTAR NOTE 7A DEPRECIATION FOR ASSETS

	BUILDING - GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT - GENERAL	OFFICE EQUIPMENT	FURNITURE & FITTINGS - GENERAL	TOTAL
ECONOMIC CODE	240101	240102	240103	240104	240105 GENERAL	240106 BOOKS	
RATE	2%	5%	10%	20%	25%	3%	20%
LEGACY ASSETS	6,775,574.13	68,488,470.00	4,050,000.00	820,000.00	34,575,750.00	-	170,437,594.13
ASSETS DURING YEAR 2023	1,708,193.24	15,138,309.11	-	-	-	-	16,846,502.35
SUB- TOTAL	1,708,193.24	15,138,309.11	-	-	-	-	16,846,502.35
GRAND TOTAL	8,483,767.37	83,626,779.11	4,050,000.00	820,000.00	34,575,750.00	-	187,284,096.48

SUPPLEMENTAR NOTE 7B DEPRECIATION FOR ASSETS ACQUIRED DURING THE YEAR 2023

MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	
ECONOMIC CODE	240101	240102	240103	240104	240105	240106	
	0.02/12	0.05/12	10%	20%	DEP. RATE 25%	DEP. RATE 20%	
JANUARY	-	-	-	-	-	-	-
FEBRUARY	-	-	-	-	-	-	-
MARCH	-	-	-	-	-	-	-
APRIL	-	-	-	-	-	-	-
MAY	-	-	-	-	-	-	-
JUNE	-	-	-	-	-	-	-
JULY	-	-	-	-	-	-	-
AUGUST	341,638.65	3,027,661.82	-	-	-	-	3,369,300.47
SEPTEMBER	341,638.65	3,027,661.82	-	-	-	-	3,369,300.47
OCTOBER	341,638.65	3,027,661.82	-	-	-	-	3,369,300.47
NOVEMBER	341,638.65	3,027,661.82	-	-	-	-	3,369,300.47
DECEMBER	341,638.65	3,027,661.82	-	-	-	-	3,369,300.47
GRAND TOTAL	1,708,193.24	15,138,309.11	-	-	-	-	16,846,502.35

THE DEPRECIATION IS PRO RATED ACCORDING TO THE MONTH OF THE YEAR THE ASSETS VALUE IS CAPITALISED.



**SUPPLEMENTAR NOTE 8A
TRANSFER TO OTHER GOVERNMENT ENTITIES**

ECONOMIC CODE	DESCRIPTION	NOTES	2023			2022
			ACTUAL	BUDGET	VARIANCE	ACTUAL
	COMMON SERVICES	SEE SUPL. NOTE 14B	7,500,000.00	-	-	-
	TRAINING FUND		34,300,245.23			
	TOTAL		41,800,245.23	-	-	-

**SUPPLEMENTARY NOTE 8B
ANALYSIS OF STATUTORY TRANSFERS**

MONTHS	TRAINING FUND	COMMON SERVICES	PENSION	TOTAL
	N	N	N	N
JANUARY	3,068,047.29	625,000.00		3,693,047.29
FEBUARY	2,722,618.75	625,000.00		3,347,618.75
MARCH	2,221,015.59	625,000.00		2,846,015.59
APRIL	2,640,255.48	625,000.00		3,265,255.48
MAY	2,590,386.51	625,000.00		3,215,386.51
JUNE	2,597,719.43	625,000.00		3,222,719.43
JULY	3,130,449.93	625,000.00		3,755,449.93
AUGUST	3,136,085.52	625,000.00		3,761,085.52
SEPTEMBE	2,879,994.96	625,000.00		3,504,994.96
OCTOBER	2,949,052.59	625,000.00		3,574,052.59
NOVEMBER	3,062,594.01	625,000.00		3,687,594.01
DECEMBER	3,302,025.17	625,000.00		3,927,025.17
TOTAL	34,300,245.23	7,500,000.00	-	41,800,245.23

**SUPPLEMENTARY NOTE 9A
CASH AND CASH EQUIVALENTS**

DESCRIPTION	REF. S. NOTE	2023	2022
CASH IN HAND		-	-
CASH AT BANK	16B	230,214.67	13,970,554.47
TOTAL		230,214.67	13,970,554.47



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 9B CASH AND CASH EQUIVALENTS

RECEIPTS	ACCESS BANK 0710943437		ECO BANK 4802039476		ZENITH BANK 12166604497		STERLING BANK 00666393649		PREMIUM TRUST 0080032773		TOTAL
	N	N	N	N	N	N	N	N	N	N	N
OPENING BALANCE	13,831,919.04		85,069.44		29,419.94		24,126.49				13,970,554.47
JANUARY	629,471,915.81	608,985,307.34	57,707,696.71	49,743,209.16	-	-	324,083.49	324,083.49	-	-	
FEBRUARY	310,334,542.14	210,003,650.89	37,826,464.28	37,341,738.00	-	-	4,324,083.49	124,083.47	-	-	
MARCH	419,608,104.90	419,579,283.75	89,440,496.39	89,060,137.48	-	-	324,083.47	324,051.22	-	-	
APRIL	469,432,233.80	348,850,874.75	380,358.91	-	-	-	28,824,051.22	123,839.97	-	-	
MAY	469,202,302.24	466,602,352.23	95,005,352.95	94,997,045.43	-	-	543,839.97	543,796.97	-	-	
JUNE	221,462,052.41	221,417,205.34	44,451,188.99	44,393,339.61	-	-	543,796.97	543,796.97	217,344,186.05	217,303,979.75	
JULY	367,001,358.35	366,880,420.39	61,611,284.60	61,606,815.68	-	-	-	-	-	-	
AUGUST	211,494,086.04	127,052,268.29	5,945,336.40	5,934,456.68	-	-	-	-	-	-	
SEPTEMBER	225,288,598.82	221,170,732.59	139,708,513.86	85,009,810.62	-	-	-	-	-	-	
OCTOBER	1,342,741,404.89	1,198,443,423.43	85,691,942.57	85,679,911.57	568,082,739.33	-	-	-	-	-	
NOVEMBER	428,710,193.37	315,109,739.37	97,213,129.68	97,142,382.11	29,122,400.35	-	-	-	-	-	
DECEMBER	330,079,438.98	330,054,036.75	183,692,406.40	183,668,360.74	-	-	-	-	-	-	
CLOSING BALANCE		25,402.23		862.92		-	163,743.22		40,206.30		230,214.67

SUPPLEMENTARY NOTE 10A PROPERTY PLANT AND EQUIPMENT

	IG – GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT - GENERAL	OFFICE EQUIPMENT - GENERAL	FURNITURE AND FITTINGS	TOTAL
	320101	320102	320103	320104	320105	320106	
CARRYING AMOUNT 01/01/2023	38,778,706.27	1,369,769,400.00	40,500,000.00	4,100,000.00	138,303,000.00	278,639,000.00	2,170,090,106.27
ADD ASSET DURING THE YEAR (SEE - SUPPLEMENTARY NOTE	04,983,189.07	726,638,837.27			-		931,622,026.34
	43,761,895.34	2,096,408,237.27	40,500,000.00	4,100,000.00	138,303,000.00	278,639,000.00	3,101,712,132.61
	8,483,767.37	83,626,779.11	4,050,000.00	820,000.00	34,575,750.00	55,727,800.00	187,284,096.48
CARRYING AMOUNT 31/12/2023	35,278,127.97	2,012,781,458.16	36,450,000.00	3,280,000.00	103,727,250.00	222,911,200.00	2,914,428,036.13



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 10B PURCHASES/CONSTRUCTION OF PROPERTY PLANT AND EQUIPMENT (PPE) DURING THE YEAR 2023

MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	
JANUARY	-	-	-	-	-	-	-
FEBRUARY	-	-	-	-	-	-	-
MARCH	-	-	-	-	-	-	-
APRIL	-	-	-	-	-	-	-
MAY	-	-	-	-	-	-	-
JUNE	-	-	-	-	-	-	-
JULY	-	-	-	-	-	-	-
AUGUST	204,983,189.07	726,638,837.27	-	-	-	-	931,622,026.34
SEPTEMBER	-	-	-	-	-	-	-
OCTOBER	-	-	-	-	-	-	-
NOVEMBER	-	-	-	-	-	-	-
DECEMBER	-	-	-	-	-	-	-
GRAND TOTAL	204,983,189.07	726,638,837.27	-	-	-	-	931,622,026.34

SUPPLEMENTARY NOTE 10C ANALYSIS OF PROPERTY PLANT AND EQUIPMENT

DETAILS	CLASS OF PPE						TOTAL
	LAND & BUILDING – SEE SUPPLEMENTARY NOTE 20D	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT (– SEE SUPPLEMENTARY NOTE 20D)	FURNITURE AND FITTINGS	
LEGACY ASSETS	338,778,706.27	1,369,769,400.00	40,500,000.00	4,100,000.00	138,303,000.00	278,639,000.00	2,170,090,106.27
ASSETS FOR THE YEAR	204,983,189.07	726,638,837.27	-	-	-	-	931,622,026.34
SUB TOTAL (A)	543,761,895.34	2,096,408,237.27	40,500,000.00	4,100,000.00	138,303,000.00	278,639,000.00	3,101,712,132.61
DEP. RATE	2%	5%	10%	20%		20%	
DEP. LEGACY ASSETS	6,775,574.13	68,488,470.00	4,050,000.00	820,000.00	34,575,750.00	55,727,800.00	170,437,594.13
DEP. ASSETS DURING YEAR	1,708,193.24	15,138,309.11	-	-	-	-	16,846,502.35
TOTAL DEPRECIATION (B)	8,483,767.37	83,626,779.11	4,050,000.00	820,000.00	34,575,750.00	55,727,800.00	187,284,096.48
NET BOOK VALUE (A - B)	535,278,127.97	2,012,781,458.16	36,450,000.00	3,280,000.00	103,727,250.00	222,911,200.00	2,914,428,036.13
THE LEGACY ASSETS VALUE WERE THE FAIR VALUE OF PPE AS AT 01/01/2023							

SUPPLEMENTARY NOTE 10D ANALYSIS OF PROPERTY PLANT AND EQUIPMENT

DETAILS	CLASS OF PPE					
	LAND & BUILDING			OFFICE EQUIPMENT		
	LAND	BUILDING	TOTAL LAND AND BUILDING	BOOKS	OTHER EQUIPMENTS	TOTAL OFFICE EQUIPMENT
LEGACY ASSETS	-	338,778,706.27	338,778,706.27	-	138,303,000.00	138,303,000.00
ASSETS DURING THE YEAR	-	204,983,189.07	204,983,189.07	-	-	-
SUB TOTAL (A)	-	543,761,895.34	543,761,895.34	-	138,303,000.00	138,303,000.00
DEP. RATE	-	2%		3%	25%	
DEP. LEGACY ASSETS	-	6,775,574.13	6,775,574.13	-	34,575,750.00	34,575,750.00
ASSETS DURING YEAR	-	1,708,193.24	1,708,193.24	-	-	-
TOTAL DEPRECIATION (B)	-	8,483,767.37	8,483,767.37	-	34,575,750.00	34,575,750.00
NET BOOK VALUE A+B	-	535,278,127.97	535,278,127.97	-	103,727,250.00	103,727,250.00



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
BRASS LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 11A
BORROWINGS (LONG TERM LOANS) AS AT 31ST DECEMBER, 2023.

S/NO	INSITUIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
A	EXTERNAL LOANS (SEE – SUPPL. NOTE 225A)	-	-	-	-	-	-
B	DOMESTIC LOANS (SEE - SUPPL. NOTE 22B)	14,176,649.43	-	8,372,388.26	3,836,844.26	12,209,232.52	1,967,416.91
	SUB TOTAL	14,176,649.43	-	8,372,388.26	3,836,844.26	12,209,232.52	1,967,416.91

SUPPLEMENTARY NOTE 11B
LONG TERM BORROWINGS
(INTERNAL LOANS) AS AT 31ST DECEMBER, 2023

S/NO	INSITUIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
1	LGA SALARY BALLOUT	14,176,649.43	-	8,372,388.26	3,836,844.26	12,209,232.52	1,967,416.91
	TOTAL DOMESTIC	14,176,649.43	-	8,372,388.26	3,836,844.26	12,209,232.52	1,967,416.91

SUPPLEMENTARY NOTE 12
ANALYSIS OF TRANSITIONAL RESERVES

	CASH AND CASH EQUIVALENT 2022	LEGACY ASSETS CAPITALISED	LIABILITIES OVER ASSETS 2022	TOTAL
	13,970,554.47	2,170,090,106.27	(14,176,649.43)	2,169,884,011.31



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 13 SURPLUS/ DEFICIT

YEAR				DEFICT	SURPLUS
				DR	CR
				N	N
2023					742,806,822.58
TOTAL				-	-

SUPPLEMENTARY NOTE 14 ANALYSIS OF PURCHASE/ CONSTRUCTION OF PPE DURING THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	BUDGET	ACTUAL	SAVINGS	EXCESS	FINAL BUDGET	ACTUAL	EXCESS	SAVINGS
	SECTOR		ADMINISTRATIVE								
1	11100100100	1	OFFICE OF THE CHAIRMAN	-	-	-	-	-	-	-	-
2	11100100200	1	VICE CHAIRMAN	-	-	-	-	-	-	-	-
3	11100200100	1	SECRETARY TO THE LG	-	-	-	-	-	-	-	-
		1	LEGISLATORS								
		1	ADMINISTRATIVE DEPT	204,983,200.00	204,983,189.07	-	-	-	-	-	-
	SECTOR		ECONOMIC								
4	11100200400	2	DEPARTMENT OF FINANCE AND SUPPLIES	-	-	-	-	-	-	-	-
5	11100200500	2	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	-	-	-	-	-	-	-	-
6	11100200600	2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-	-	-	-	-	-	-	-
		2	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	726,638,840.00	726,638,837.27	-	-	-	-	-	-
	SECTOR		LAW & JUSTICE								
9	11100201000	3	LEGAL DEPARTMENT	-	-	-	-	-	-	-	-
	SECTOR		SOCIAL								
10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	-	-	-	-	-	-	-	-
11		4	DEPARTMENT OF PRIMARY HEALTH CARE	-	-	-	-	-	-	-	-
	GRAND TOTAL			931,622,040.00	931,622,026.34	-	-				



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

BRASS LOCAL GOVERNMENT AREA								
SECTOR	2022				2023			
	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure
ADMINISTRATION SECTOR								
OFFICE OF THE CHAIRMAN								
Chairman	152,865,340.42	70,547,541.07	-	70,547,541.07	3,037,453.04	61,626,375.19	-	61,626,375.19
Vice- Chairman	-	18,561,585.54	-	18,561,585.54	-	17,976,416.18	-	17,976,416.18
Internal Audit	-	-	-	-	-	-	-	-
Adviser/Assistant to the Chairman/ Vice Chairman	-	7,200,000.00	-	-	-	3,000,000.00	-	3,000,000.00
LOCAL GOVERNMENT COUNCIL	-	-	-	-	-	-	-	-
The Council	60,658,400.00	110,723,341.48	-	110,723,341.48	-	98,032,493.47	-	98,032,493.47
Assistants/Aides/Advisers	-	-	-	-	-	3,428,083.53	-	3,428,083.53
Council Committees	-	26,733,447.01	-	-	-	7,493,355.00	-	7,493,355.00
Office of the House Leader	-	-	-	-	-	-	-	-
Office of the Deputy Leader	-	-	-	-	-	-	-	-
Office of the Majority Leader	-	-	-	-	-	-	-	-
Office of the Deputy Majority Leader	-	-	-	-	-	-	-	-
Office of the Chief Whip	-	-	-	-	-	-	-	-
Office of the Deputy Chief Whip	-	-	-	-	-	-	-	-
Clerk to the House	-	-	-	-	-	-	-	-
OFFICE OF THE HEAD OF LOCAL GOVERNMENT SERVICE	-	-	-	-	-	-	-	-
Office of the Head of Local Government Service	-	401,749,952.71	-	401,749,952.71	-	390,353,534.60	-	390,353,534.60
ADMINISTRATION & GENERAL SERVICES	-	-	-	-	-	-	-	-
Administration and General Services	367,819,937.28	639,252,702.84	-	639,252,702.84	417,646,852.28	585,530,301.91	-	585,530,301.91



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SECRETARY TO THE LOCAL GOVERNMENT	-	-	-	-	-	-	-	-
Secretary to the Local Government	9,801,563.06	8,492,227.52	-	8,492,227.52	-	8,676,648.97	-	8,676,648.97
ECONOMIC SECTOR	-	-	-	-	-	-	-	-
DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-	-	-	-	-	-	-	-
Department of Agriculture & Natural Resources	11,082,634.04	15,270,835.37	-	15,270,835.37	12,320,118.96	28,128,455.30	-	28,128,455.30
DEPARTMENT OF FINANCE AND SUPPLIES	-	-	-	-	-	-	-	-
Department of Finance and Supplies	132,933,448.04	30,541,670.74	-	30,541,670.74	130,157,622.92	142,030,872.84	-	142,030,872.84
DEPARTMENT OF WORKS, TRANSPORT, HOUSING, LANDS & SURVEY	-	-	-	-	-	-	-	-
Department of Works, Transport, Housing, Lands & Survey	136,593,484.12	122,166,682.96	593,845,137.52	716,011,820.48	128,234,922.84	317,966,129.95	931,622,026.34	1,249,588,156.29
DEPARTMENT OF BUDGET, PLANNING, RESEARCH & STATISTICS (BPRS)	-	-	-	-	-	-	-	-
Department of Budget, Planning, Research & Statistics (BPRS)	15,652,208.00	21,379,169.52	-	21,379,169.52	19,969,334.84	40,708,161.71	-	40,708,161.71
WATER, SANITATION & HYGIENE (WASH)	-	-	-	-	-	-	-	-
Water, Sanitation & Hygiene (WASH)	-	-	-	-	-	-	-	-
SOCIAL SECTOR	-	-	-	-	-	-	-	-
WOMEN DEVELOPMENT OFFICE	-	-	-	-	-	-	-	-
Women Development Office	-	-	-	-	-	-	-	-
DEPARTMENT OF SOCIAL DEVELOPMENT	-	-	-	-	-	-	-	-
Department of social Development	-	-	-	-	-	-	-	-
DEPARTMENT OF EDUCATION	-	-	-	-	-	-	-	-
Department of Education	35,574,437.32	501,014,206.72	-	501,014,206.72	51,260,676.24	517,984,595.46	-	517,984,595.46
DEPARTMENT OF HEALTH	-	-	-	-	-	-	-	-
Department of Primary Health Care	-	340,761,615.89	-	340,761,615.89	-	377,940,606.59	-	377,940,606.59
TOTAL	922,981,452.28	2,314,394,979.37	593,845,137.52	2,908,240,116.89	762,626,981.12	2,600,876,030.70	931,622,026.34	3,532,498,057.04



BRASS LOCAL GOVERNMENT

Telegrams: BALGA
Telephone:



HEADQUARTERS:
Local Government Council Secretariat
P.m.b. 1, Consulate,
Twon - Brass,
Bayelsa State.

FINANCIAL STATEMENT

FOR THE YEAR ENDED 31ST OF DECEMBER 2023

STATEMENT OF ACCOUNTING POLICIES
INTERNATIONAL PUBLIC SECTOR ACCOUNTING
STANDARDS
(IPSAS) ACCRUAL BASIS.

ISSUED BY
OFFICE OF THE ACCOUNTANT- GENERAL
BAYELSA STATE OF NIGERIA
2023

(All replies to be addressed to the chairman of the local government)



Introduction

In line with the adoption of the International Public Sector Accounting Standards (IPSAS) in Nigeria, a Standardised Chart of Account (COA) alongside with a set of General-Purpose Financial Statements (GPFS) have been designed and introduced by Federation Accounts Allocation Committee (FAAC) for adoption by all tiers of Government in Nigeria.

The standardised COA and the GPFS have been adopted Brass Local Government Council to comply with FAAC directive in order to harmonise public sector accounts reporting in Nigeria.

In order to ensure an effective and efficient utilisation of the COA and GPFS, the Accounting Policies have been developed as a set of guidelines to direct the Processes and Procedures relating to financial reporting in Brass Local Government Council. These policies shall form part of the universally agreed framework for financial reporting in Bayelsa State.

IPSAS ACCRUAL BASIS OF ACCOUNTING

The GPFS are prepared under the historical cost convention and in accordance with International Public Sector Accounting Standards (IPSAS) and other applicable standards as defined by the Fiscal Responsibility Law (FRL) and the Financial Reporting Council of Nigeria. In addition, GPFS are in compliance with the provisions of other financial regulations of the State.

This Accounting Policy addresses the following fundamental accounting issues:

- Definition of Accounting Terminologies
- Recognition of Accounting Items
- Measurement of Accounting Items
- Treatment of Accounting items

The Accounting Policy is subject to periodic reviews and updates as shall be deemed necessary by the Accountant-General of Bayelsa State.



1. **Accounting Terminologies / Definitions**

- **Accounting policies** are the specific principles, bases, conventions, rules and practices adopted by the Bayelsa State Government in preparing and presenting Financial Statements.
- **Accrual basis means** a basis of accounting that recognizes transactions and other events immediately when revenue is earned or expenses incurred.
- **Cash:** Cash comprises cash in hand, demand deposits in financial institutions and cash equivalents.
- **Cash equivalents** are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.
- **Cash flows** are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.
- **Cash receipts** are cash inflows.
- **Cash payments** are cash outflows.
- **Cash Controlled by Bayelsa State Government:** Cash is deemed to be controlled by Local Government when the government can freely use the available cash for the achievement of its objectives or enjoy benefit from the cash, and can also exclude or regulate the access of others to that benefit. Cash collected by, or appropriated or granted to the government which the government can freely use to fund its operating objectives, such as acquiring of capital assets or repaying its debt is controlled by the government.
- **Government Business Enterprise** means a ministry, department or agency that has all the following characteristics:
 - Is an entity with the power to contract in its own name;
 - Has been assigned the financial and operational authority to carry on a Business;
 - Sells goods and services, in the normal course of its business, to other MDAs and the general public at a profit or full cost recovery;
 - Is not reliant on continuing government funding or subvention to remain a going concern (other than purchases of outputs at arm's length); and



	• Is controlled by a public sector management or the government. Notes to the GPFS • This shall include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information • Notes shall be presented in a systematic manner. The items in the Statements should cross reference to any related information in the notes.
2.	Fundamental Accounting Concepts The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State:
	• Accrual Basis of Accounting; • Under-stability; • Materiality, • Relevance; • Going Concern Concept; • Consistency Concept • Prudence • Completeness, etc.
3.	Accounting Period The accounting year (fiscal year) is from 1st January to 31st December in line with the National Treasury Circular Ref. OAGF/CAD/026/V.1/102 of 30th December, 2013. Each accounting year is divided Into 12 calendar months (periods) and shall be set up as such in the accounting system.
4.	Reporting Currency • The General Purpose Financial Statements are prepared in Nigerian Naira.
5.	General Purpose Financial Statements (GPFS) The GPFS comprise of the followings:



	• Statement of Financial Performance; • Statement of Financial Position; • Statement of Cashflow; • Statement of Net Asset/Equity; • Notes to the Accounts: Additional disclosures to explain the GPFS; and
6.	Consolidation Policy • The Consolidation of the GPFS is based on Accrual Basis of Accounting • All Ministries, Department and Agencies (MDAs) of Bayelsa State Government except Government Business Enterprises (GBEs) shall be consolidated. • Consolidation of the GPFS shall be in agreement with the provisions of IPSAS
7.	Notes to the GPFS ▪ Notes to the GPFS shall be presented in a systematic manner. The items in the Statement should cross reference to any related information in the Notes. ▪ It shall follow the format provided in the Accounting Manual.
8.	Comparative Information • The General Purpose Financial Statements shall disclose all numerical information relating to previous period (at least one year).
9.	Budget Figures • These are figures from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State.
10.	Revenue: Fees, taxes and fines • In this GPFS revenue is recognizes from non-exchange transactions such as fees, taxes and fines when the event occurs and the assets recognition criteria are met. • Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the government and the fair value of the asset will flow to the government and fair value of the asset can be measured reliably. Other operating revenues



	• Other operating revenues arises from exchange transactions in the ordinary course of Government activities. • Revenues comprise the fair value of the consideration received or receivable for the sale of good and services in the ordinary course of government activities. • Revenue is shown net of tax, returns, rebates and discounts. Sale of goods Revenue from the sale of goods is recognized when the significant risks and rewards of ownership has been transferred to buyer, usually when goods are delivered. Other revenue ▪ Other revenue consists of gains on disposal of property, plant and equipment. Any gain on disposal is recognized at the date control of the asset is passed to the buyer and is determined after deducting from the proceeds the carrying value of the asset at that time.
11.	Aid and Grants: ▪ Aid and Grants to the Bayelsa State Government is recognized as income on entitlement, while aid and grants to other governments/agencies are recognized as expenditure on commitment.
12.	Subsidies, Donations and Endowments • Subsidies, Donations and endowments to the Government are recognized as income when money is received, or entitlement to receive money is established, except where fulfillment of any restrictions attached to these monies is not probable.
13.	Transfers from other government entities • Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on receipt of the asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the government and can be measured.
14.	Expenses • All expenses shall be reported on an accrual basis, I.e. all expenses are to be recognized in the period they are incurred or when the related services are enjoyed, irrespective of when the payment is made.
15.	Employee Benefits/Pension obligations: Under the Defined Benefits Scheme. • Provision has been made, where applicable, using an actuarial valuation determines the extent of anticipated entitlement payable under employment contracts and brings to account a liability using the present value measurement basis, which discounts expected future cash flows.



	- To the extent that it is anticipated that the liability will arise during the following year the entitlement are recorded as Current Liabilities. The remainder of the anticipated entitlements are records as Non-Current Liabilities. Under the Defined Contribution Scheme - Public entities make pension and national insurance contributions on behalf of employees in line with Pension Act 2014. The contributions are treated as payments to a defined contribution pension plan. - A defined contribution plan is a pension plan under which fund managed by Pension Fund Administrators(PFAs) - The Government has no legal or constructive obligations to pay further contributions if the pension Entity does not hold sufficient assets in the current and prior periods. - The contributions are recognized as employee benefit expense when they are due. - Prepaid contributions are recognized as an assets to the extent that a cash refund or a reduction in the future payments is available.
16.	Interest on Loans: - Interest on loans shall be treated as expenditure or as a charge in the financial performance report (Statement of Financial Performance) - Interest expense is accrued using the effective interest rate method.
	- The effective interest rate exactly discounts estimated future cash payments through there expected life of the financial liability to that liability's net carrying amount. - The method applies this rate to the principal outstanding to determine interest expense in each period.
17.	Foreign currency transactions: - Foreign Currency Transactions throughout the year shall be converted into Nigerian Naira at the ruling (Central Bank of Nigeria –CBN) rate of exchange at the dates of the transactions. Foreign currency balances, as at the year end, shall be translated at the exchange rates prevailing on that date. - At the end of the financial year, additional amounts (in cash or at bank) arising out of Foreign Exchange Gains/Losses shall be recognised in the Statement of Cash Receipts and Payments either as Receipts / Payments respectively. - Foreign exchange gains/losses are recognized in the Statement of Financial Performance.
18.	Minority Interest This represents the interest of external parties during the year under review.
19.	Statement of Cash Flow



	This statement shall be prepared using the direct method. The Cash Flow Statement shall consists of three (3) sections: • Operating activities section include cash received from all income sources of the government and record the cash payments made for the supply of goods and services • Investing activities section are those activities relating to the acquisition and disposal of non- current assets. • Financial activities section comprise the change in equity and debt capital structure of the government.
20.	Cash & Cash Equivalent • Cash and Cash Equivalent means cash balances on hand, held in bank accounts, demasnd deposits and other highly liquid investments with an original maturity of 6 months or less in which the Entity invests as part of its day-t0-day cash management and are subject to insignificant risk of changes in value. • Cash and Cash Equivalent is reported under Current Assets in the statement of financial position.
21.	Accounts Receivable: a. Receivables from exchange transaction ▪ Receivables from exchange transactions are recognized initiallyat fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. ▪ A provision for impairment of receivables is established when there is objective evidence that entity will not be able to collect all amounts due according to the original terms of the receivables. b. Receivables from non-exchange transactions ▪ Receivables from non-exchange transactions comprises; fees, taxes and fines (and any penalties associated with these activities) as well as social benefit receivables that do not arise out of a contract. ▪ These receivables are initially assessed at nominal amount or face value; that is, the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable. ▪ These receivables are subsequently adjusted for penalties as they are charged and tested for impairment. ▪ Interest and penalties charged on tax receivables are presented as tax revenue in the statement of financial performance.



22.	Prepayments. ▪ Prepaid expenses are amounts paid in advance of receipt of goods or services. ▪ They can represent payments made early in the year for benefits to be received over the latter part of the year, or payments made in one year for benefits to be received in subsequent years. ▪ Prepayments for which the benefits are to be derived in the following 12 months should be classified as Current Assets. Where the benefits are expected to accrue beyond the next 12 months, it should be accounted for as a Long-Term Prepayment and classified as Non-Current Assets. ▪ Prepayments that are identifiable with specific future revenue or event, e.g. adverts, should be expensed in the period in which the related event takes place; those that relate to specific time periods, e.g. insurance, rent, leasehold premises, should be recognised as an expense in such periods.
	▪ Prepayments not exceeding e.g. N10, 000 shall be expensed immediately, except there is a possibility of obtaining a refund or credit within the same financial year.
23.	Inventories: ▪ Inventories are valued at the lower of cost and net realisable value. ▪ Cost is determined using the FIFO method. ▪ Inventories held for distribution for public benefit purposes are recorded at cost, adjusted where applicable for any loss of services potential. ▪ Inventories are reported under Current Assets in the Statement of Financial Position.
24.	Loans Granted: Loans Granted are shown at estimated realisable value after providing for bad, doubtful debts and impairments.
25.	Investments:



Investments in associates.

- An Entity's investments in its associates are accounted for using the equity method of accounting.
- An associate is an Entity over which Entity has significant influence and that is neither a subsidiary nor a joint venture.
- Under the equity method, investments in associates are carried in the statement of financial position at cost plus post acquisition changes in Entity's share of net assets of the associate. d. The statement of financial performance reflects the share of the results of operations of the associates.
- Where there has been a change recognised directly in the equity of the associate, Entity recognises its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity.

- Surpluses and deficits resulting from transactions between the Government and the associate are eliminated to the extent of the interest in the associate.

Investments in joint ventures.

- A Public Entity's investments in its joint ventures are accounted for using the equity method of accounting.
- A joint venture is a contractual arrangement whereby two or more parties undertake an economic activity that is subject to joint control.
- Under the equity method, investments in joint ventures are carried in the consolidated statement of financial position at cost plus post acquisition charges in Entity's share of net assets of the joint venture.
- The statement of financial performance reflects the share of the results of operations of the joint venture.
- Where there has been a change recognised directly in the equity of the joint venture, an Entity should recognise its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity.
- Surpluses and deficits resulting from transactions between Public Entity and Joint ventures are eliminated to the extent of the interest in the joint venture.

Investment in Controlled entities (subsidiaries)

- The controlled entities are all entities (including special purpose entities) over which a Public Entity or its entities has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights.
- The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether Public Entity controls another Entity.



- The controlled entities are fully consolidated from the date on which control is transferred to the Public Entity. They are de-consolidated from the date that control ceases.
- Inter-group transactions, balances and unrealised gains on transactions between inter-group transactions are eliminated, unrealised losses are also eliminated.
- Accounting policies of controlled entities are consistent with the policies adopted by the Public Entity.

Impairment of Investments.

Entity determines at each reporting date whether there is any objective evidence that the investment is impaired, if this is the case Entity calculates the amount of impairment as being the difference between the recoverable value of the investment and the carrying value and recognises the amount in the statement of financial performance.

26. Available for sale securities

- Where and Entity uses its surplus cash to purchase short-term investments, the financial assets are classified at initial recognition as available-for-sale.
- Available-for-sale financial assets are included in non-current assets unless Entity intends to dispose of the investment within 12 months of the reporting date.
- Regular purchases and sales of financial assets are recognized at fair value on the trade-date (the date on which Entity commits to purchase or sell the asset) and subsequently at fair value with any resultant fair value gains or losses recognised in the statement of Net Assets/Equity.
- Realized gains and losses on sale of available-for-sale securities are recognized in the consolidated statement of financial performance as 'gains and losses from available-for-sale securities.'
- Impairment losses and interest on available-for-sale securities is calculated using the effective interest method and is recognized in the consolidated statement of financial performance as part of other income.

- The fair values of quoted investments are based on current bid prices. If the market for a financial asset is not active, the entity shall establish fair value using valuation techniques. These include: i. the use of recent arm's length transactions, ii. reference to other instruments that are substantially the same iii. discounted cash flow analysis iv. and option pricing models v. making maximum use of market inputs and relying as little as possible on entity-specific inputs



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

- Entities shall ascertain at the date of preparation of each statement of financial report whether there is objective evidence that a financial asset or a group of financial assets is impaired.
- In the case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of the security below its cost is considered as an indicator that the securities are impaired.
- If any such evidence exists for available-for-sale financial assets, the cumulative loss – measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognized is recognized in the statement of financial performance.

27.

Property, Plant & Equipment (PPE)

- All property, plant and equipment are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.
- Where an asset (other than land) is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially recognised at fair value, where fair value can be reliably determined and as income in the statement of financial performance (unless there are restrictions on the asset's use in which case income is deferred).
- All land held by Government owned entities is not included in the Entity's financial statements unless that land is to be used for development purposes.

- The following shall constitute expenditure on PPE: i. Amounts incurred on the purchase of such assets. Consumables are to be wholly expensed irrespective of their amounts. ii. Construction Cost-including materials, labour and overheads. iii. Improvements to existing PPE, which significantly enhance their useful life.

Cost

- The cost of an item of PPE shall comprise: its purchase price, including import and non-recurring costs and any directly attributable costs of bringing the asset to its location and working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.
 - a. PPE shall be stated at cost or at their professional valuation less accumulated depreciation and impairment.
 - b. The amount recorded for a PPE shall include all costs directly related to its acquisition including expenditures incurred to place the asset in usable condition for the Service. Accordingly, the cost of the assets shall include acquisition or construction costs, custom duties, transportation charges, professional fees and installation costs. Cash discounts shall be netted against the cost of the assets.



Capitalisation

- The capitalisation threshold shall be N250,000.00(Two hundred and fifty thousand naira only).
- Only amounts spent in connection with the above and whose values exceed (Two hundred and fifty thousand naira) N250, 000 shall be capitalised.
- All assets equal to or above this amount shall be recorded in the Fixed Assets Register. However in certain cases, it may be appropriate to aggregate individually insignificant value items such as chairs and tables, printers and UPS, etc. and apply the capitalisation threshold to the aggregate value.
- Fixed assets whose costs are below the capitalization threshold shall be charged appropriately to the following accounts: office supplies – furniture, office supplies – IT equipment, office supplies – household equipments, etc.

- Where an asset's category already exists for a newly acquired asset below the capitalisation threshold, such an asset shall be capitalised irrespective of its cost and recorded in the fixed assets register under the appropriate category

Depreciation

The cost of PPE shall be written off, from the time they are brought into use, on a straight line basis over their expected useful lives less any estimated residual value as follows:

- | | |
|------------------------|----------------------------|
| a. Lease Properties | Over the term of the lease |
| b. Buildings | 2% |
| c. Plant and Machinery | 10% |
| d. Motor Vehicles: | 20% |
| e. Office Equipment: | 25% |



f. IT Equipment: 25%

g. Furniture and Fittings: 20%

h. Infrastructure 5%

i. Books 3%

j. Specific cultural and heritage assets Unlimited

- The full depreciation charge shall be applied to PPE in the months of acquisition and disposal, regardless of the day of the month the transactions was carried out.
- Fully depreciated assets that are still in use are carried in the books at a net book value of N10.00
- An asset's carrying amount is written down immediately to its recoverable amount or recoverable service amount if the asset's carrying amount is greater than its estimated recoverable amount or recoverable service amount

Revaluation

a. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period

b. Surplus arising from the revaluation shall be transferred to the revaluation reserve in the financial position under reserves and to the statement of changes in net assets/equity.

c. In case of revaluation deficit, it shall be set against the respective asset value and the corresponding entry to either the revaluation reserve – if surplus exists on the same class of asset, or to the statement of financial performance as an expense.

Disposal

Gains or losses on the disposal of fixed assets are to be included in the income statement as either an income or expense respectively.

Impairment

Entities shall test for impairments of its PPE where it suspects that impairment has occurred.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

28.	Investment Property These are cash-generating property owned by the Government/ its entities. The cost, capitalisation, depreciation and impairment of Investment Property are same with PPE, but shall be reported separately in the GPFS.										
29.	Intangible Assets a. These shall consist of assets that are not physically tangible which have been acquired and held for use from which benefits are derivable beyond a financial year. b. The cost of an item of intangible asset shall comprise: its purchase price, including non-recurring costs and any directly attributable costs of bringing the asset to its state of intended use. Any trade discounts and rebates shall be deducted in arriving at the purchase price. c. Intangible assets are tested for impairment and amortised over the estimated useful life using the straight line method on an annual basis. d. Classes of Intangible Assets and their estimated useful lives are as follows: <table><tr><td>i. Softwares acquired externally</td><td>3 years</td></tr><tr><td>ii. Goodwill</td><td>4 years</td></tr><tr><td>iii. Copyrights</td><td>4 years</td></tr><tr><td>iv. Trademarks</td><td>4 years</td></tr><tr><td>v. Other Intangible assets</td><td>4</td></tr></table>	i. Softwares acquired externally	3 years	ii. Goodwill	4 years	iii. Copyrights	4 years	iv. Trademarks	4 years	v. Other Intangible assets	4
i. Softwares acquired externally	3 years										
ii. Goodwill	4 years										
iii. Copyrights	4 years										
iv. Trademarks	4 years										
v. Other Intangible assets	4										
30.	Deposits a. Deposits are amounts received in advance in respect of goods or services provided. b. Deposits can represent payments received early in the year for goods/services to be offered over the latter part of the year, or payments received in one year for services to be offered in subsequent years. Deposits for which the services are to be offered in the following 12 months shall be classified as Current Liabilities. Where the services are expected to span beyond the next 12 months, it shall be accounted for as a Non-Current Deposits and classified as Non-Current Liabilities.										
31.	Loans& Debts a. Loans are funds received to be paid back at an agreed period of time. They are classified under liability in the General Purpose Financial Statement and are categorised as either short or long term.										



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	▪ b. Short-term loans and debts are those repayable within one calendar year, while long-terms loans and debts shall fall due beyond one calendar year.
32.	Unremitted Deductions a. Unremitted Deductions are monies owed to third parties such as tax authorities, schemes and associations and other government agencies. These include: tax deductions and other deductions at source. b. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.
33.	Payables Payables are recognized initially at fair value and subsequently measured at amortised cost using the effective interest method. Accrued Expenses a. These are monies payable to third parties in respect of goods and services received.
	b. Accrued Expenses for which payment is due in the next 12 months shall be classified as Current Liabilities. Where the payments are due beyond the next 12 months, it shall be accounted for as Non-Current Liabilities.
34.	Current Portion of Borrowings This is the portion of the long-term loan/ borrow that is due for repayment within the next 12 months. This portion of the borrowings shall be classified under Current Liabilities in the Statement of Financial Position.
35.	Public Funds a. These are balances of Government funds at the end of the financial year. b. They are classified under the Non-Current Liabilities in the Statement of Financial Position and include: Trust Funds, Revolving Funds and other Funds created by Government.
36.	Reserves Reserves are classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/ (Deficit) and the Revaluation Reserve



37.	Contingent Liability a. A contingent liability is a possible obligation arising from past events whose existence will be confirmed only by uncertain future event(s) or present obligation arising from past events that are not recognised because either an outflow of economic benefit is not probable or the amount of the obligation cannot be reliably measured. b. Contingent liabilities shall only be disclosed in the Notes to the GPFS.
38.	Leases: Finance leases a. These are leases which effectively transfer to the lessee Entity substantially all the risks and benefits incidental to ownership of the leased item. b. They are capitalised at the present value of the minimum lease payment. c. The leased assets and corresponding liabilities are disclosed while the leased assets are depreciated over the period the Entity is expected to benefit from their use. Operating Leases a. Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. b. Payments made under operating leases (net of any incentives received from the lessor) are charged to the statement of financial performance on a straight-line basis over the period of the lease.
39.	Financial Instruments a. These form part of the Government's everyday operations. These financial instruments include Bank Accounts, Short Term Deposits, Trade and Accounts Receivable, Trade and Accounts Payable and Term Borrowings, all of which are recognised in the Statement of Financial Position. b. Revenue and expenses in relation to all financial instruments are recognised in the Statement of Financial Performance
40.	Borrowings a. Borrowings are recognized initially at fair value, net of transaction costs incurred.



	b. Borrowings are subsequently stated at amortized cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognized in the consolidated statement of financial performance over the period of the borrowings using the effective interest method. c. Fees paid on the establishment of loan facilities are recognized as transaction costs of the loan. The fee is capitalized and amortized over the period of the facility to which it relates. d. Borrowings falling due within 12 months are classified as current liabilities while borrowings falling due more than 12 months are classified as long term borrowings. e. Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized and included in the cost of that asset. f. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. g. All other borrowing costs are recognized as an expense in the period in which they are incurred.
41.	Transfers to other government entities. Transfers to other government entities are non-exchange items and are recognized as expenses in the statement of financial performance.
42.	Service Concession Arrangement: Service Concession Arrangement Assets a. Service Concession Assets are operated by third parties under the terms of Service Concession Arrangements. On classification the original service concession asset is measured at its fair value and any difference between its fair value and its book value is recognised in the Statement of Financial Performance. b. Since the fair value of assets previously transferred under Service Concession Arrangements is not reliably available, Government has chosen to adopt the standard prospectively from 1 January 2016. c. If the terms of the arrangement require Government to compensate the operator for the concession asset by making payments and the payments are separable between the asset and service portions of the payment then the fair value of the original service concession asset is the fair value of the asset portion of the payments. If however the asset and service portions of the payments are not separable, the fair value is determined using estimation techniques.



Service Concession Arrangement Liabilities

- a. When Government recognises a Service Concession Arrangement asset it also recognises a liability of an equal amount.
- b. The liability is split between a financial liability and a performance obligation.
- c. The financial liability arises from the payments due from an entity under the terms of the Service Concession Arrangement and the performance obligation from the rights granted to the operator under the terms of the Service Concession Arrangement to earn revenues from the Service Concession Assets(s) or associated asset(s).

List of Abbreviations/Acronyms

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
FAAC	Federation Accounts Allocation Committee
FGN	Federal Government of Nigeria
FRC	Financial Reporting Council
GAAP	Generally Accepted Accounting Principles
GPFS	General Purpose Financial Statement
IPSAS	International Public Sector Accounting Standards
LFN	Law of the Federal Republic of Nigeria
MDA	Ministries, Departments and Agencies
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
OAG	Office of the Accountant-General



PPE	Properties, Plants and Equipment
FR	Financial Regulation
FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act
IGR	Internally Generated Revenue
MDAs	Ministries, Departments, and Agencies
BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
HCF	Honourable Commissioner for Finance
AuG	Auditor-General (State)
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention

 05/25/2024

ThankGod Singer
Treasurer



**REPORT OF THE AUDITOR - GENERAL
FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF
EKEREMOR
LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR
ENDED 31ST DECEMBER, 2023**



HON. BARR. BELEMU ATIMI NEMINE
ACTING CHAIRMAN, EKEREMOR LOCAL
GOVERNMENT AREA



LOKPOBIRI SANCTUS T.
TREASURER/DFS EKEREMOR LOCAL GOVERNMENT
COUNCIL BAYELSA STATE



EKEREMOR LOCAL GOVERNMENT

Our Ref:.....

Your Ref:.....



LOCAL GOVT. COUNCIL SECRETARIAT,
EKEREMOR TOWN,
P.M.B. 84,
BAYELSA STATE.

Date: 8th May, 2024

STATEMENT OF FINANCIAL RESPONSIBILITY

These Financial Statements and accounts have been prepared by the Treasurer of Ekeremor Local Government Council, Bayelsa State in accordance with the provisions of section 24 of the Finance (Control and Management) LFN 2004 & Section 85(5) of the Federal Republic of Nigeria and other relevant extant laws, regulations and policies. The accounting framework adopted in the preparation of the financial statements and accounts is IPSAS ACCRUAL accounting basis and the Financial Statements comply with generally accepted accounting policies and practice.

To fulfill the accounting and reporting responsibility, the Treasurer of Ekeremor Local Government Council is responsible for preparing, reporting, 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 receipt and payment of Public Financial resources by the Local Government.

In compliance with International Public Sector Accounting Standard (IPSAS) 33 First Time Adoption of Accrual Basis IPSAS and the guidelines issued by the Federation Account Allocation Committee (FAAC) Technical Sub Committee 2004 on IPSAS implementation, reasonable efforts have been made to ensure that the Financial Statements prepared herein reflect the true and fair view of the financial position of Ekeremor Local Government Council as at 31st December, 2023.

On behalf of Ekeremor Local Government Council, I write to accept responsibility for the integrity, credibility and objectivity of the Financial Statements. The information embedded reflects the financial position of the Local Government as at 31st December, 2023.



Mr. Lokpobiri Sanctus T.

Director of Finance/Treasury

Barrister Nemine Belemu Atimi

Caretaker Committee Chairman



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2023

INTRODUCTION

The financial statements of Ekeremor local government council for the year ended 31st December 2023 have been examined in accordance with the generally accepted auditing practice and section 51 subsection 1 and 2 of Bayelsa State Local Government law 2000.

SUBMISSION OF REPORT

In compliance with Section 5 Sub – section 2 of Bayelsa State Local Government law 2000, it is my pleasure to humbly lay before the honourable House of Assembly, Bayelsa State, the Auditor – General for Local Governments' report on the accounts of Ekeremor Local Government Council for the financial year ended 31st December, 2023.

CONSTITUTIONALITY

In accordance with the section of the Bayelsa State Local Government Law 2000 quoted above, the draft annual report and accounts including the related financial statements for the year ended 31st December 2023, was submitted to my office by the accounting officer on the 8th May, 2024.

STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION (IPSAS)

The General Purpose Financial Statements (GPFS) were prepared in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting. The financial statements were presented in Nigeria Naira (N) and kobo (k) which is the functional and reporting currency in Nigeria. The accounting year to which the financial statements date is from 1st January to 31st December, 2023.

STATEMENT OF COMPLETENESS OF THE LOCAL GOVERNMENT REVENUE

Revenue accruable to Ekeremor Local Government Council from the Federation accounts and managed by the State Local Governments Joint Accounts Allocation Committee (SLGJAAC) were fairly stated. I have confirmed the completeness and correctness of the SLGJAAC receipts, the relevant deductions and balances of transfer of the SLGJAAC allocations accruable to the Local Government Council.



RESPONSIBILITY OF THE ACCOUNTING OFFICER

In line with the provisions of Section 48 subsection 1 of Bayelsa State Local Government Law 2000, the accounting officer is responsible for the preparation of financial statements. He is responsible for the general and overall supervision of all accounting activities of the local government. In carrying out this mandate, he has the responsibility to:

- Ensure that the treasury department of the council keep proper books of accounts that reasonably discloses the financial position of the local government.
- Establish and maintain a functional and adequate system of internal control designed to provide reasonable assurance that the transaction recorded reflect the utilization of the public financial resources.
- Ensure that appropriate accounting policies and estimate are consistently deployed in the preparation of financial statements.
- Taking steps to safeguard the assets of the local government and prevent and detect fraud and irregularities.

RESPONSIBILITIES OF THE AUDITOR – GENERAL FOR LOCAL GOVERNMENTS

The responsibility is to form or express an independent opinion based on the financial statements as presented by the accounting officer of the local government and report to the State House of Assembly.

FINANCIAL HIGHLIGHTS

FIVE YEAR FINANCIAL SUMMARY

REVENUE					
Revenue	2023	2022	2021	2020	2019
Description	N	N	N	N	N
Opening Balabnce	941,560.19	23,476,319.23	506,455.44	9,754,263.38	
Statutory Allocation	3,990,730,194.97	3,238,099,321.96	2,715,136,487.54	2,435,145,833.31	2,572,595,274.31
Dependent Revenue	25,146,997.79	25,606,997.79	29,256,997.79	23,079,997.85	19,944,991.80
Other Revenue		36,627,773.77			
Total	4,016,818,752.95	3,323,810,412.75	2,744,899,940.77	2,467,980,094.54	2,592,540,266.11
EXPENDITURE					
Expenditure	2023	2022	2021	2020	2019
Description	N	N	N	N	N
Personnel Cost	1,895,308,415.97	1,880,079,377.47	909,155,390.05	784,820,796.26	1,143,680,596.13
Overhead Cost	1,027,448,404.72	1,044,101,341.16	542,220,835.96	463,854,957.70	281,039,854.86
Other Operating Cost/Statutory Deduction	284,001,063.36	291,818,583.93	1,246,764,763.03	1,189,326,562.90	1,180,059,321.52
Capital Expenditure	797,000,000.00	106,869,550.00	23,282,632.50	21,760,850.00	48,288,000.00
Total	4,003,757,884.05	3,322,868,852.56	2,721,423,621.54	2,459,763,166.86	2,653,067,772.51



PATTERNS AND MANNER IN WHICH THE ACCOUNTS WERE KEPT AND RENDERED

Section 48 (1) of Bayelsa State Local Government Law 2000 requires the accounting officer of Ekeremor Local Government Council to, within three (3) months after 31st day of December, each year, transmit to the Auditor – General for Local Governments accounts showing the financial position of the local government on the said 31st day of December specified financial summary for five years.

FINANCIAL STATEMENT SUBMITTED FOR AUDIT ARE:

1. Statement of Recurrent Revenue
2. Statement of Recurrent Expenditure
3. Statement of Financial Performance
4. Statement of Financial Position
5. Statement of Cash flow
6. Statement of Changes in Net Assets
7. Statement of external/internal loan
8. Statement of Personnel Cost
9. Statement of Overhead Cost

BOOK-KEEPING AND FINANCIAL CONTROL

Audit observed that the state of book-keeping in Ekeremor Local Government Council has relatively improved. Nevertheless, there is still need for improvement as government has finally migrated from IPSAS (CASH) to IPSAS (ACCRUAL). The treasury department should ensure that expenditure items follow required standard as demanded by IPSAS accruals at all times. Provide detailed supporting documents for both current and capital expenditures.

AUDIT QUERIES

Audit queries raised within the period were mostly on capital expenditure. Responses were however made but not satisfactory due to non-availability of some supporting documents. Audit looks forward to a more complete responses to audit queries in the near future with respect to due process and corporate governance to ensure that information needed by the team of Auditors is made available and relevant to the expression of audit opinion.



GENERAL OBSERVATION AND RECOMMENDATION: BOOK-KEEPING/PAYMENT PROCEDURES

It was observed that the state of Book-keeping in Ekeremor Local Government Council has relatively improved. However, audit recommends monthly and timely recording of transactions as they occur to avoid the risk of incomplete and improper vouching.

a. BANK RECONCILIATION

Though the council prepared cash and its equivalent statement (bank balances) at the end of the period under review with respect to transactions with approved banks yearly, audit is of the opinion that reconciliation of bank balances be done on the face of the cash book with approved banks monthly.

b. VARIATION STATEMENT

During the period under review, audit observed that the council (payroll department) did not prepare satisfactory monthly salary variation statement with respect to its personnel cost amongst the various departments. This trend has not changed over the years. Audit looks forward to a more satisfactory increase/decrease analysis of its personnel cost monthly.

REQUIRED ACTION: it is hoped that the areas of improvements will continue.

AUDIT OPINION: Audit is of the opinion that except of the increase and decrease of personnel cost that has not been reconciled and most capital expenditure items not properly documented and verified by the auditors, the Financial Statements of Ekeremor local government council and its accompanying supporting documents is fairly stated.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



GOVERNMENT OF BAYELSA STATE OF NIGERIA

Office of the Auditor-General for Local Governments

e-mail address: localgovsauditbys@gmail.com

LGCON.21/VOL.II/107

Our Ref: _____

Your Ref: _____



State Govt. Secretariat
P.M.B. 30 Yenagoa,
Bayelsa State.

25th July, 2024

Date: _____

AUDIT CERTIFICATE

In compliance with section 125(2) of the Constitution of the Federal Republic of Nigeria 1999 (as amended) and Section 55(3) of the Bayelsa State Audit Law 2021, the audit of the Financial Statements of Ekeremor Local Government Council of Bayelsa State for the year ended 31st December, 2023 was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

The audit was conducted in accordance with International Standards on Auditing and INTOSAI Auditing Standards



Within the period under review, the information presented in the General Purpose Financial Statements are in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting as prescribed in the statement of accounting policies.

In my opinion, the Financial Statements which agree with the books of Accounts and records show a true and fair view of the Financial Position of Ekeremor Local Government Council for the year ended 31st December, 2023.

Office of the Auditor –
General For
Local Governments
P.M.B. 30, Yenagoa

 25/07/2024

Fagha Henry Prenanagha PCMA, ACTL, CIOPN, IICIF
Auditor – General for
Local Governments
Bayelsa State.

All Correspondence to be addressed to the Auditor-General for Local Governments



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



STATEMENT NO 1 CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE (INCOME & EXPENDITURE) FOR THE YEAR ENDED 31ST DECEMBER, 2023

Actual 2022		Notes	Actual 2023	Final Budget 2023	Initial Budget 2023	Supplementary Budget 2023	Variance on Final Budget
	REVENUE						
1,981,226,391.04	Government share of FAAC (Statutory Revenue)	1	2,247,172,269.42	4,688,007,351.00	3,350,188,681.00	1,337,818,670.00	2,440,835,081.58
1,256,872,930.92	Government share of VAT	2	1,743,557,925.55	1,571,597,490.00	1,502,247,490.00	69,350,000.00	171,960,435.55
-	Tax Revenue		-	-	-	-	-
25,606,997.79	Non – Tax Revenue	3	25,146,997.79	-	-	-	25,146,997.79
-	Investment Income		-	-	-	-	-
-	Interest Earned		-	-	-	-	-
-	AID & Grants		-	-	-	-	-
36,627,773.77	Other Revenue		-	-	-	-	-
3,300,334,093.52	Total Revenue		4,015,877,192.76	9,150,128,855.00	4,928,622,845.00	4,221,506,010.00	5,528,466,528.92
	EXPENDITURE						
1,880,079,377.47	Salaries & Wages	4	1,895,308,415.97	1,895,449,000.00	1,819,544,000.00	75,905,000.00	140,584.03
215,767,526.23	Social Benefits	5	238,608,476.18	327,344,300.85	327,344,300.85	-	88,735,824.67
1,044,101,341.16	Overhead Cost	6	1,027,448,404.72	1,027,459,000.00	860,498,000.00	166,961,000.00	10,595.28
-	Grants & Contributions		-	-	-	-	-
-	Depreciation	7	83,119,012.32	-	-	-	83,119,012.32
39,423,283.93	Transfer to other Govt Entities	8	45,392,587.18	43,387,612.32	43,387,612.32	-	2,004,974.86
3,179,371,528.79	Total Expenditure		3,289,876,896.36	2,753,567,725.99	2,573,606,725.99	179,961,000.00	713,802,010.28
120,962,564.73	Surplus from Operating Activities for the period		726,000,296.40	-	-	-	-
-	Public Debt Repayment	11	-	-	-	-	-
	Gain/Loss on Disposal of asset						
	Gain/Loss on Disposal of asset						
-	Total non-operating revenue (expenses)		-	-	-	-	-
120,962,564.73	Surplus/ (deficit) from Ordinary Activities	13	726,000,296.40	-	-	-	-
-	Minority Interest share of surplus/deficit		-	-	-	-	-
120,962,564.73	Net Surplus/(Deficit) for the period		726,000,296.40	-	-	-	-

The accompanying notes form an integral part of the General-Purpose Financial Statement (GPFS)


8/5/2024

Lokpobiri Sanctus T.
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



STATEMENT NO 2
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)
AS AT 31ST DECEMBER, 2023

	Economic Code	Notes	2023		2022	
			N	N	N	N
ASSETS						
Current Assets						
Cash and Cash Equivalents	3101-4	9A	851,636.38		941,560.19	
Inventories	3105		-		-	
Receivables	3106-7		-		-	
Prepayments	3108		-		-	
A				851,636.38		941,560.19
Non-Current Assets						
Loans & Debts (short-term)	3110		-		-	
Investments	3109		-		-	
Property, Plant & Equipment	3201	10A	2,695,223,966.71		-	
Investment Property	3202		-		-	
Intangible Assets	3301		-		-	
B			-	2,695,223,966.71		-
Total Assets = A+B	C			2,696,075,603.09		-
LIABILITIES						
Current Liabilities						
Deposits	4101		-		-	
Short Term Loans & Debts	4102		-		-	
Unremitted Deductions	4103		-		-	
Accrued Expenses	4104		-		-	
Current Portion of Borrowings	4105		-		-	
D			-	-		-
Non-Current Liabilities						



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



STATEMENT NO 2
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)
AS AT 31ST DECEMBER, 2023

Public Funds	4601				-	
Borrowings	4602	11A	(61,384,986.16)		73,594,218.68	-
E			(61,384,986.16)	-	73,594,218.68	
Total Liabilities: F = D ÷ E				(61,384,986.16)		73,594,218.68
Net Assets: G = C - F				2,634,690,616.93		74,535,778.87
NET ASSETS/EQUITY						
Reserves	4701	12	1,908,690,320.54		-	
Surpluses/(Deficits)	4702	13	726,000,296.40			
Total Net Assets/Equity				2,634,690,616.94	-	74,535,778.87

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

 8/5/2024

Lokpobiri Sanctus T.
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



STATEMENT NO 3
CONSOLIDATED STATEMENT OF CASH FLOW FOR THE
YEAR ENDED 31ST DECEMBER, 2023

Description	Notes	2023		2022	
		N	N	N	N
CASH FLOWS FROM OPERATING ACTIVITIES					
Inflows					
Government Share of FAAC (Statutory Revenue)	1	2,247,172,269.42		1,981,226,391.04	
Government Share of VAT	2	1,743,557,925.55		1,256,872,930.92	
Direct Taxes		-		-	
Licences		-		-	
Fines		-		-	
Royalties		-		-	
Fees		-		-	
Earnings & Sales	3	25,146,997.79		25,606,997.79	
Rents of Government Properties		-		-	
Investment Income		-		-	
Interest & Repayment General		-		-	
Re- imbursement		-		-	
Funds from Special Accounts		-		-	
Domestic Aid & Grants		-		-	
External Aid & Grants		-		-	
Gains from exchange transactions		-		-	
Other Revenue (e.g. plea Bargain)		-		36,627,773.77	
Total inflow from Operating Activities			4,015,877,192.76		3,300,334,093.52
Outflows					
Salaries & Wages	4	1,895,308,415.97		1,880,079,377.47	
Social Benefits	5	238,608,476.18		215,767,526.23	
Overhead Cost	6	1,027,448,404.72		1,044,101,341.16	



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



STATEMENT NO 3
CONSOLIDATED STATEMENT OF CASH FLOW FOR THE
YEAR ENDED 31ST DECEMBER, 2023

Grants & Contributions		-		-	
Subsidies		-		-	
Transfer to other Government Entities	8	45,392,587.18		39,423,283.93	
Public Debts Repayment				-	
Total Outflow from Operating Activities (B)		3,206,757,884.05	(3,206,757,884.05)		(3,179,371,528.79)
Net Cash Inflow/(Outflow) From Operating Activities* C=(A-B)			809,119,308.72		120,962,564.73
CASH FLOW FROM INVESTING ACTIVITIES					
Proceeds from Sale of PPE		-		-	
Proceeds from Sales of Investment Property		-		-	
Proceeds from Sale of Intangible Assets		-		-	
Proceeds from Sale of Investment		-		-	
Dividends Received		-		-	
		-			
Purchase/Construction of PPE	14	(797,000,000.00)		(106,869,550.00)	
Purchase/Construction of Investment Property		-		-	
Purchase of Intangible Assets		-		-	
Acquisition of Investments		-		-	
Net Cash Flow from Investing Activities			(797,000,000.00)		(106,869,550.00)
CASH FLOW FROM FINANCING ACTIVITIES					
Proceeds from Borrowings	11B			-	



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



STATEMENT NO 3
CONSOLIDATED STATEMENT OF CASH FLOW FOR THE
YEAR ENDED 31ST DECEMBER, 2023

Repayment of Borrowings		(12,209,232.52)		(36,627,773.77)	
Distribution of Surplus/Dividends Paid		-		-	
Net Cash Flow from Financing Activities			(12,209,232.52)		(36,627,773.77)
Net Cash Flow from all Activities			(89,923.80)		(22,534,759.04)
Cash & Its Equivalent as at 1/1/2023			941,560.19		23,476,319.23
Cash & Its Equivalent as at 31/12/2023			851,636.39		941,560.19
Notes: 1					
RECONCILIATION:					
Surplus/ (Deficit) per Statement of Performance	13B	726,000,296.40		-	
Add back non cash movement-		-		-	
Depreciation Charges		83,119,012.32		-	
Net Cash Flow from Operating Activities		809,119,308.72		-	
Note: 2					
Cash & its equivalent as at 31/12/2023					
Cash Balances		-		-	
Bank Balances		851,636.39	851,636.39	-	941,560.19

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

 8/5/2024

Lokpobiri Sanctus T.
Treasurer



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**



**STATEMENT NO 4
CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/
EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2023**

	Note	Revaluation Reserve N	Translation Reserve N	Accumulated Surpluses N	Total N
Balance as at 1st January 2023	12	1,908,690,320.54	-	-	1,908,690,332.54
Changes in Accounting Policy					
Restated Balance		1,908,690,320.54		-	1,908,690,332.54
Surplus on Revaluation of Properties					
Deficit on Revaluation of Investments					
Net Gains and losses not recognized in the statement of Financial Performance					-
Net Surplus for the year	13	726,000,296.40	-	-	726,000,296.40
Balance at 31 December 2023		-		-	
Deficit on Revaluation of Property		-		-	
Surplus on Revaluation of Investments		-		-	
Net gains and Losses not Recognized in the Statement of Financial Performance					
Net deficit for the Period					
Balance as at 31 December 2023		2,634,690,616.94	-	-	2,634,690,628.94

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)


8/5/2024

**Lokpobiri Sanctus T.
Treasurer**



NOTES TO THE ACCOUNTS

EKEREMOR LOCAL GOVERNMENT COUNCIL
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023

Note	Details	Ref Sup. Note	Amount	Amount		Remarks
1	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	1	1,501,778,983.32			
	Add: Deduction at source	1A	45,217,816.84	1,546,996,800.16		
	Share of Statutory Allocation (Other Agencies)	2		745,393,286.10		
	Share of Statutory Allocation (Excess Crude Oil)			-		
	Total (Gross) Statutory Allocation			2,247,172,269.42		
2	B. Value Added Tax					
	Share of Value Added Tax (VAT)			1,743,557,925.55		
	Internally Generated Revenue (Independent Revenue)					
	NON TAX REVENUE	Ref Sup. Note	Actual	Budget	% Variance	
3	RATES GENERAL (TENEMENT RATE)		-	54,000,000.00		
	LICENSE GENERAL		21,324,997.79	2,500,000.00		
	FEES GENERAL		-	12,000,000.00		
	FINES GENERAL		-			
	EARNINGS GENERAL		3,822,000.00	21,500,000.00		
	Sale/Rent of Government Property		-			
			25,146,997.79			
4	WAGES AND SALARIES			2023		2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
4A	PERSONNEL COST	4A				
	ADMINISTRATIVE SECTOR		635,517,011.07	-	-	-
	ECONOMIC SECTOR		219,510,232.42	-	-	-
	SOCIAL SECTOR		964,397,602.03	-	-	-
	REGIONAL SECTOR		-	-	-	-
	LAW AND JUSTICE		-	-	-	-
	SUB TOTAL		1,819,424,845.52	-	-	-
4B	CONSOLIDATED REVENUE FUND CHARGES	4B	75,883,570.45	-	-	-
	TOTAL WAGES AND SALARIES		1,895,308,415.97			
4C	PERSONNEL ANALYSIS			2023		2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	TOTAL NO. OF EMPLOYEES AT THE BEGINNING OF THE YEAR		1,943			
	TOTAL NO. OF EMPLOYEES EMPLOYED IN 2023		-			
	TOTAL NO. OF EMPLOYEES RETIRED DURING THE YEAR		-			
	TOTAL NO. OF EMPLOYEES AT THE END OF THE YEAR 2023		1,943			



EKEREMOR LOCAL GOVERNMENT COUNCIL
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023

5	SOCIAL BENEFITS		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	ADMINISTRATIVE SECTOR	5A	238,608,476.18			
	ECONOMIC SECTOR		-			
	SOCIAL SECTOR		-			
	REGIONAL SECTOR		-			
	LAW AND JUSTICE		-			
6	OVERHEAD COST		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
6A	OVERHEAD COST BY FUNCTION	6A				
	TRAVEL & TRANSPORT - GENERAL		102,972,145.49			
	UTILITIES - GENERAL		52,990,000.00			
	MAINTENANCE SERVICES - GENERAL		106,294,279.02			
	MAINTENANCE SERVICES – GENERAL		293,502,792.82			
	FUEL & LUBRICANTS GENERAL		461,098,053.85			
	FINANCIAL CHARGES - GENERAL		10,591,133.54			
	TOTAL		1,027,448,404.72			
6B	OVERHEAD COST BY SECTOR	6B				
	ADMINISTRATIVE SECTOR		513,724,202.36			
	ECONOMIC SECTOR		318,509,005.46			
	SOCIAL SECTOR		195,215,196.90			
	REGIONAL SECTOR		-			
	LAW & JUSTICE		-			
	TOTAL		1,027,448,404.72			
7	DEPRECIATION		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	BUILDING – GENERAL	7A	25,707,918.87			
	INFRASTRUCTURE – GENERAL		49,178,843.45			
	PLANT & MACHINERY – GENERAL		803,000.00			
	TRANSPORTATION EQUIPMENT - GENERAL		-			
	OFFICE EQUIPMENT		722,750.00			
	FURNITURE & FITTINGS – GENERAL		6,706,500.00			
	TOTAL		83,119,012.32			
8	TRANSFER TO OTHER GOVERNMENT ENTITIES					
	COMMON SERVICES	8A	7,500,000.00	-		-
	TRAINING FUNDS		37,892,587.18	-		-
	TOTAL		45,392,587.18	-		-



EKEREMOR LOCAL GOVERNMENT COUNCIL
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023

9	CASH AND CASH EQUIVALENT	Ref Sup. Note	2023	2022		
	CASH IN HAND					
	CASH AT BANK	9A	851,636.38	941,560.19		
	TOTAL		851,636.38	941,560.19		
10	PROPERTY, PLANT AND EQUIPMENT	Ref Sup. Note	31/12/2023	01/01/2023		
	BUILDING –GENERAL		1,259,688,024.43	1,285,395,943.30		
	INFRASTRUCTURE –GENERAL		1,399,314,692.28	651,493,535.73		
	PLANT & MACHINERY –GENERAL		7,227,000.00	8,030,000.00		
	TRANSPORT EQUIPMENT- GENERAL		-	-		
	OFFICE EQUIPMENT –GENERAL		2,168,250.00	2,891,000.00		
	FURNITURE AND FITTINGS		26,826,000.00	33,532,500.00		
	TOTAL		2,695,223,966.71	1,981,342,979.03		
11	BORROWINGS	Ref Sup. Note	2023	2022		
	EXTERNAL LOANS					
	DOMESTIC LOANS		61,384,986.16			
	TOTAL					
12	RESERVES	Ref Sup. Note	2023	2022		
	FOR THE YEAR		1,908,690,320.54			
13	SURPLUS	Ref Sup. Note	2023	2022		
	FOR THE YEAR		726,000,296.40	-		
14	PURCHASE/CONSTRUCTION OF PPE	Ref Sup. Note	2023	2022		
	BUILDING –GENERAL					
	INFRASTRUCTURE –GENERAL		797,000,000.00			
	PLANT & MACHINERY –GENERAL		-			
	TRANSPORT EQUIPMENT- GENERAL		-			
	OFFICE EQUIPMENT –GENERAL		-			
	FURNITURE AND FITTINGS		-			
	TOTAL		797,000,000.00			



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**



SUPPLEMENTARY NOTES TO THE ACCOUNTS

**EKEREMOR LOCAL GOVERNMENT COUNCIL
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2023**

**SUPPLEMENTARY NOTE 1
SHARE OF FAAC (STATUTORY REVENUE)**

DETAILS/ MONTH	NET RECEIPT SEE SUPPLEMENTARY NOTE 1A	ADD: DEDUCTIONS AT SOURCE (SEE – SUPPLEMENTARY NOTE 1A	GROSS
ECONOMIC CODE	11010101	11010101	
	N	N	N
JANUARY	205,083,374.32	6,152,501.23	211,235,875.55
FEBRUARY	118,433,564.75	3,553,006.94	121,986,571.69
MARCH	112,717,633.78	3,381,529.01	116,099,162.79
APRIL	153,645,403.86	4,609,362.12	158,254,765.98
MAY	109,141,287.55	3,274,238.63	112,415,526.18
JUNE	165,077,192.42	4,952,315.77	170,029,508.19
JULY	92,547,743.70	2,776,432.31	95,324,176.01
AUGUST	120,165,151.59	3,604,954.55	123,770,106.14
SEPTEMBER	101,147,400.80	11,325,087.50	112,472,488.30
OCTOBER	120,391,164.99	3,611,734.95	124,002,899.94
NOVEMBER	93,092,994.33	2,792,789.83	95,885,784.16
DECEMBER	110,336,071.23	3,310,082.14	113,646,153.37
GRAND TOTAL	1,501,778,983.32	53,344,034.98	1,555,123,018.30

**SUPPLEMENTARY NOTE 1A
NET STATUTORY ALLOCATION**

DETAILS/ MONTH	GROSS STATUTORY ALLOCATION (a)	TOTAL DEDUCTIONS (b)	NET ALLOCATION c = (a - b)
ECONOMIC CODE	11010101	11010101	
	N	N	N
JANUARY	211,235,875.55	6,152,501.23	205,083,374.32
FEBRUARY	121,986,571.69	3,553,006.94	118,433,564.75
MARCH	116,099,162.79	3,381,529.01	112,717,633.78
APRIL	158,254,765.98	4,609,362.12	153,645,403.86
MAY	112,415,526.18	3,274,238.63	109,141,287.55
JUNE	170,029,508.19	4,952,315.77	165,077,192.42
JULY	95,324,176.01	2,776,432.31	92,547,743.70
AUGUST	123,770,106.14	3,604,954.55	120,165,151.59
SEPTEMBER	112,472,488.30	11,325,087.50	101,147,400.80
OCTOBER	124,002,899.94	3,611,734.95	120,391,164.99
NOVEMBER	95,885,784.16	2,792,789.83	93,092,994.33
DECEMBER	113,646,153.37	3,310,082.14	110,336,071.23
GRAND TOTAL	1,555,123,018.30	53,344,034.98	1,501,778,983.32



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 1B

ANALYSIS OF SHARE OF STATUTORY ALLOCATION (OTHER AGENCIES)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010101	ELECTRONIC MONEY TRANSFER LEVY	11,762,364.31	6,425,379.82	5,711,348.65	7,122,814.38	7,066,861.01	7,025,579.74	5,553,866.14	6,235,088.65	6,898,917.26	5,393,732.43	7,568,093.40	5,817,850.83	82,581,936.82
11010101	NON OIL REVENUE	-	33,231,712.38	-	-	7,975,610.97	-	-	-	-	-	19,939,027.43	-	61,146,350.76
11010101	NON OIL REVENUE 2	-	5,134,299.56	-	-	3,323,171.24	-	-	-	-	-	-	-	8,457,470.80
11010101	FOREX EQUALISATION 1	-	-	34,693,987.72	-	14,455,794.89	-	-	-	-	-	-	-	49,149,782.61
11010101	FOREX EQUALISATION 2	-	-	-	-	5,782,317.95	-	-	-	-	-	-	-	5,782,317.95
11010101	SOLID MINERALS	-	-	-	-	4,822,739.69	-	-	-	-	-	-	-	4,822,739.69
11010101	EXCHANGE GAIN DIFFERENCE 1	7,293,326.57	-	-	-	-	193,462.24	-	-	-	-	-	-	7,486,788.81
11010101	EXCHANGE GAIN DIFFERENCE 2	-	-	-	-	-	42,536,436.49	98,046,035.40	89,121,476.85	72,184,322.81	84,026,102.84	58,870,897.29	110,849,640.86	526,965,878.84
	TOTAL	19,055,690.88	44,791,391.76	40,405,286.37	7,122,814.38	43,426,436.76	7,219,041.98	5,553,866.14	6,235,088.65	6,898,917.26	5,393,732.43	27,887,120.83	5,817,850.83	745,393,266.10

SUPPLEMENTARY NOTE 2

ANALYSIS OF SHARE OF VALUE ADDED TAX (VAT)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010202	VALUE ADDED TAX	126,510,854.93	150,558,195.05	103,060,333.57	136,947,673.01	153,189,007.70	125,783,839.45	159,263,739.19	154,771,899.20	152,623,741.64	156,348,953.83	170,619,534.79	153,881,159.19	1,743,587,825.55

SUPPLEMENTARY NOTE 3

NON - TAX REVENUE

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
12020459	FEES - RIGHT OF OCCUPANCY FEES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020466	FEES - INDIGINE REGISTRATION FEES	2,000,000.00	19,324,997.79	-	-	-	-	-	-	-	-	-	-	21,324,997.79
12020501	FINES - FINES/PENALTIES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020711	EARNINGS - EARNINGS FROM COMMERCIAL ACTIVITIES	-	-	350,000.00	240,000.00	300,000.00	2,932,000.00	-	-	-	-	-	-	3,822,000.00
	TOTAL	2,000,000.00	19,324,997.79	350,000.00	240,000.00	300,000.00	2,932,000.00	-	-	-	-	-	-	25,146,997.79



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 4 SALARIES AND WAGES

MONTHS	COUNCIL SALARIES N	HEALTH WORKERS SALARIES N	TEACHERS SALARIES N	CONSOLIDATED REVENUE FUND CHARGES - SALARIES 9B N	COUNCIL SALARY ARREARS N	ALLOWANCE N	TOTAL N
	21010101	21010101	21010101	21010103	21010101		
JANUARY	60,224,180.86	22,359,846.94	56,199,193.73	-	10,000,000.00	-	148,783,221.53
FEBRUARY	60,258,374.86	22,397,335.71	56,197,147.41	-	10,000,000.00	-	148,852,857.98
MARCH	60,785,302.94	22,397,335.71	56,572,147.41	-	10,000,000.00	-	149,754,786.06
APRIL	60,785,059.93	22,397,335.71	56,572,147.41	-	10,000,000.00	-	149,754,543.05
MAY	58,590,602.94	22,449,297.14	56,448,532.52	-	10,000,000.00	-	147,488,432.60
JUNE	60,335,001.89	22,449,589.78	56,448,532.52	-	10,000,000.00	-	149,233,124.19
JULY	60,297,989.61	22,562,006.57	57,009,094.53	-	10,000,000.00	-	149,869,090.71
AUGUST	60,131,721.06	22,562,006.57	58,009,094.53	15,176,714.09	10,000,000.00	-	165,879,536.25
SEPTEMBER	60,132,671.05	22,562,006.57	57,316,981.35	15,176,714.09	10,000,000.00	-	165,188,373.06
OCTOBER	58,143,766.23	22,656,546.09	57,316,981.35	15,176,714.09	10,000,000.00	-	163,294,007.76
NOVEMBER	67,742,094.51	27,764,390.95	57,316,981.35	15,176,714.09	10,000,000.00	-	178,000,180.90
DECEMBER	67,600,477.61	28,126,088.83	58,306,981.35	15,176,714.09	10,000,000.00	-	179,210,261.88
GRAND TOTAL	735,027,243.49	280,683,786.57	683,713,815.46	75,883,570.45	120,000,000.00	-	1,895,308,415.97

SUPPLEMENTARY NOTE 4A WAGES AND SALARIES FOR THE YEAR ENDED 31ST DECEMBER, 2023

S/No	ADMIN CODE	ECON CODE	HEAD DESCRIPTION	ESTIMATE N	SUPPLEMENT N	TOTAL N	ACTUAL N	EXCESS N	SAVINGS N
		Sector :	ADMINISTRATIVE						
1		21010103	OFFICE OF THE CHAIRMAN	-	31,330,000.00	31,330,000.00	31,321,377.80	8,622.20	
2		21010103	OFFICE OF THE VICE CHAIRMAN	-	5,875,000.00	5,875,000.00	5,874,427.70	572.30	
3		21010103	SECRETARY TO THE LOCAL GOVT.	-	2,230,000.00	2,230,000.00	2,222,764.95	7,235.05	
4		21010103	LEGISLATORS/ SUPERVISORS	-	36,470,000.00	36,470,000.00	36,465,000.00	5,000.00	
5		21010101	ADMINISTRATIVE DEPARTMENT	635,520,000.00	-	635,520,000.00	635,517,011.07	2,988.93	
			SUB TOTAL	635,520,000.00	75,905,000.00	711,425,000.00	711,400,581.52	-	
		Sector :	ECONOMIC						
6		21010101	DEPARTMENT OF FINANCE AND SUPPLIES	103,000,000.00	-	103,000,000.00	102,975,255.59	24,744.41	
7		21010101	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	6,860,000.00		6,860,000.00	6,859,529.18	470.82	
8		21010101	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	5,200,000.00	-	5,200,000.00	5,109,942.76	90,057.24	
9		21010101	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	104,566,000.00	-	104,566,000.00	104,565,504.89	495.11	
			SUB TOTAL	219,626,000.00	-	219,626,000.00	219,510,232.42		
		Sector :	LAW & JUSTICE						
10		21010101	LEGAL DEPARTMENT						
			SUB TOTAL						
		Sector :	SOCIAL SECTOR						
11		21010101	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	683,714,000.00		683,714,000.00	683,713,815.46	184.54	
		21010101	DEPARTMENT OF PRIMARY HEALTH CARE	280,684,000.00		280,684,000.00	280,683,786.57	213.43	
			SUB TOTAL	964,398,000.00	-	964,398,000.00	964,397,602.03		
12			GRAND TOTAL	1,819,544,000.00	75,905,000.00	1,895,449,000.00	1,895,308,415.97		



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 4B

CONSOLIDATED REVENUE FUND CHARGES – SALARIES			
DESCRIPTION	MONTHLY ESTIMATE	ANNUAL PAID	TOTAL
CHAIRMAN	5,764,275.56	28,821,377.80	28,821,377.80
CHAIRMAN'S AIDES	500,000.00	2,500,000.00	2,500,000.00
VICE CHAIRMAN	1,174,885.54	5,874,427.70	5,874,427.70
SECRETARY TO THE LG	444,552.99	2,222,764.95	2,222,764.95
LEGISLATORS	5,793,000.00	28,965,000.00	28,965,000.00
SUPERVISORS	1,500,000.00	7,500,000.00	7,500,000.00
TOTAL	15,176,714.09	75,883,570.45	75,883,570.45

SUPPLEMENTARY NOTE 4C PERSONNEL ANALYSIS

		2023			2022
		ACTUAL	BUDGET	VARIANCE	ACTUAL
TOTAL NO, OF EMPLOYEES AT THE BEGINNING OF THE YEAR		1,943	0	0	0
TOTAL NO, OF EMPLOYEES EMPLOYED IN 2023		0	0	0	0
TOTAL NO, OF EMPLOYEES RETIRED DURING THE YEAR		0	0	0	0
TOTAL NO, OF EMPLOYEES AT THE END OF THE YEAR 2023		1,943	0	0	0

SUPPLEMENTARY NOTE 5A ANAYSIS OF EMPLOYEES SOCIAL BENEFITS

MONTHS	GRATUITY	PENSION	DEATH BENEFITS	TOTAL
JANUARY	-	19,672,839.22	-	19,672,839.22
FEBRUARY	-	19,672,036.68	-	19,672,036.68
MARCH	-	19,770,396.96	-	19,770,396.96
APRIL	-	19,312,028.63	-	19,312,028.63
MAY	-	19,460,969.09	-	19,460,969.09
JUNE	-	19,852,042.02	-	19,852,042.02
JULY	-	19,793,877.60	-	19,793,877.60
AUGUST	-	19,941,723.46	-	19,941,723.46
SEPTEMBER	-	20,118,854.68	-	20,118,854.68
OCTOBER	-	20,184,371.04	-	20,184,371.04
NOVEMBER	-	20,045,127.85	-	20,045,127.85
DECEMBER	-	20,784,208.95	-	20,784,208.95
GRAND TOTAL	-	238,608,476.18	-	238,608,476.18



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 6A ANALYSIS OF OVERHEAD PAYMENTS

MONTHS	TRAVEL & TRANSPORT - GENERAL	UTILITIES - GENERAL	MAINTENANCE SERVICES - GENERAL	MAINTENANCE SERVICES - GENERAL	FUEL & LUBRICANTS GENERAL	FINANCIAL CHARGES - GENERAL	TOTAL+
	220201	220202	220203	220204	22020208	22020209	22020401
	N	N	N	N	N		N
JANUARY	10,765,000.00	3,980,000.00	288,000.00	19,009,336.66	63,550.00	653,000.00	34,758,886.66
FEBRUARY	6,870,000.00	4,840,000.00	1,320,000.00	19,033,416.70	26,761,306.92	125,000.00	58,949,723.62
MARCH	1,267,000.00	2,852,000.00	26,955,438.47	19,057,723.09	187,000.00	631,000.00	50,950,161.56
APRIL	27,111,775.49	6,098,000.00	1,980,000.00	19,080,176.20	26,430,138.47	350,000.00	81,050,090.15
MAY	7,854,000.00	3,421,000.00	3,280,000.00	16,212,667.45	570,220.00	748,000.00	31,885,887.45
JUNE	3,456,670.00	6,980,000.00	26,056,202.09	21,654,300.88	523,000.00	1,805,133.54	60,475,306.51
JULY	13,456,900.00	3,236,000.00	4,389,000.00	26,793,890.89	26,802,838.47	785,000.00	75,463,629.36
AUGUST	1,343,200.00	2,320,000.00	26,695,438.47	29,261,641.19	75,640,000.00	1,765,000.00	137,025,279.66
SEPTEMBER	4,659,000.00	5,560,000.00	5,789,000.00	30,045,614.10	75,680,000.00	122,000.00	121,855,614.10
OCTOBER	22,560,000.00	3,890,000.00	1,483,800.00	30,120,267.92	75,620,000.00	2,343,000.00	136,017,067.92
NOVEMBER	2,265,000.00	4,123,000.00	4,894,700.00	31,543,545.40	75,620,000.00	842,000.00	119,288,245.40
DECEMBER	1,563,600.00	5,690,000.00	3,162,700.00	31,690,212.34	77,200,000.00	422,000.00	119,728,512.34
TOTAL	102,972,145.49	52,990,000.00	106,294,279.02	293,502,792.82	461,098,053.85	10,591,133.54	1,027,448,404.72

SUPPLEMENTARY NOTE 6B ANALYSIS OF OVERHEAD COST FOR THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	ESTIMATE	SUPPLEMENTARY	TOTAL	ACTUAL	SAVINGS	EXCESS
	SECTOR		ADMINISTRATIVE						
1		1	OFFICE OF THE CHAIRMAN	-	41,098,000.00	41,098,000.00	41,097,936.19	63.81	-
2		2	VICE CHAIRMAN	-	15,412,000.00	15,412,000.00	15,411,726.07	273.93	-
3		3	SECRETARY TO THE LG	-	7,706,000.00	7,706,000.00	7,705,863.04	136.96	-
			LEGISLATORS		102,745,000.00	102,745,000.00	102,744,840.47	159.53	-
		1	ADMINISTRATIVE DEPT	346,764,000.00		346,764,000.00	346,763,836.59	163.41	-
			Sub Total	346,764,000.00	166,961,000.00	513,725,000.00	513,724,202.36		-
	SECTOR		ECONOMIC	-				-	-
4		2	DEPARTMENT OF FINANCE AND SUPPLIES	51,380,000.00	-	51,380,000.00	51,372,420.24	7,579.76	-
5		2	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	35,961,000.00	-	35,961,000.00	35,960,694.17	305.83	-
6		2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	25,687,000.00	-	25,687,000.00	25,686,210.12	789.88	-
			WORKS, TRANSPORT, HOUSING, LANDS & SURVEY	205,490,000.00	-	205,490,000.00	205,489,680.94	319.06	-
		2	DEPARTMENT						
			Sub Total	318,518,000.00	-	318,518,000.00	318,509,005.47		-
	SECTOR		LAW & JUSTICE						
9		3	LEGAL DEPARTMENT	-				-	-
			Sub Total						
	SECTOR		SOCIAL	-				-	-
10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	61,647,000.00		61,647,000.00	61,646,904.28	95.72	-
11		4	DEPARTMENT OF PRIMARY HEALTH CARE	133,569,000.00		133,569,000.00	133,568,292.61	707.39	-
			Sub Total	195,216,000.00	-	195,216,000.00	195,215,196.89		-
	GRAND TOTAL			860,498,000.00	166,961,000.00	1,027,459,000.00	1,027,448,404.72	-	-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 7A DEPRECIATION FOR ASSETS

	BUILDING - GENERAL	INFRASTRUCTURE -	PLANT & MACHINERY -	TRANSPORTATION	OFFICE EQUIPMENT		FURNITURE &	TOTAL
	240101	240102	240103	240104	240105		240106	
					GENERAL	BOOKS		
	2%	5%	10%	20%	25%	3%	20%	
	25,707,918.87	32,574,676.79	803,000.00	-	722,750.00	-	6,706,500.00	66,514,845.65
ASSETS DURING YEAR 2023		16,604,166.67		-	-	-	-	16,604,166.67
	-	16,604,166.67	-	-	-	-	-	16,604,166.67
	25,707,918.87	49,178,843.45	803,000.00	-	722,750.00	-	6,706,500.00	83,119,012.32

SUPPLEMENTARY NOTE 7B DEPRECIATION FOR ASSETS ACQUIRED DURING THE YEAR 2023

	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	
	240101	240102	240103	240104	240105	240106	
	0.02/12	0.05/12	10%	20%	DEP. RATE 25%	DEP. RATE 20%	
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	3,320,833.33	-	-	-	-	3,320,833.33
	-	3,320,833.33	-	-	-	-	3,320,833.33
	-	3,320,833.33	-	-	-	-	3,320,833.33
	-	3,320,833.33	-	-	-	-	3,320,833.33
	-	3,320,833.33	-	-	-	-	3,320,833.33
	-	16,604,166.67	-	-	-	-	16,604,166.67

THE DEPRECIATION IS PRO RATED ACCORDING TO THE MONTH OF THE YEAR THE ASSETS VALUE IS CAPITALISED.



SUPPLEMENTARY NOTE 8A TRANSFER TO OTHER GOVERNMENT ENTITIES

I	NOTES	2023			2022
		ACTUAL	BUDGET	VARIANCE	ACTUAL
	SEE SUPL. NOTE 14B	7,500,000.00	-	-	-
		37,892,587.18			
		45,392,587.18	-	-	-

SUPPLEMENTARY NOTE 8B

ANALYSIS OF STATUTORY TRANSFERS				
D	COMMON SERVICES	PENSION	TOTAL	TOTAL
	N	N	N	N
3,433,565.94	625,000.00		4,058,565.94	
3,022,234.72	625,000.00		3,647,234.72	
2,484,718.75	625,000.00		3,109,718.75	
2,845,930.77	625,000.00		3,470,930.77	
2,855,834.41	625,000.00		3,480,834.41	
2,890,544.88	625,000.00		3,515,544.88	
3,488,713.84	625,000.00		4,113,713.84	
3,575,435.74	625,000.00		4,200,435.74	
3,193,643.82	625,000.00		3,818,643.82	
3,236,619.53	625,000.00		3,861,619.53	
3,285,897.47	625,000.00		3,910,897.47	
3,579,447.31	625,000.00		4,204,447.31	
587.18	7,500,000.00	-	45,392,587.18	-

SUPPLEMENTARY NOTE 9A CASH AND CASH EQUIVALENTS

	2023	2022
	-	-
	851,636.38	941,560.19
	851,636.38	941,560.19



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 9B CASH AND CASH EQUIVALENTS

FCMB BANK: 6812359016		ACCESS BANK: 0710952396		PREMIUM BANK: 0080032780		ZENITH BANK: 1010533940		UBA BANK		
N	N	N	N	N	N	N	N	N	N	N
28,115.42		752,003.68				34,283.79		127,157.30		941,560.19
67,121,222.60	66,986,102.55	555,239,208.17	541,504,033.73	-	-	-	-	200,000.00	220,515.02	
41,671,375.59	41,692,178.56	205,343,471.32	158,089,977.89	-	-	-	-	21,674,997.79	21,365,430.40	
122,692,579.72	122,460,435.50	285,442,950.20	345,270,381.32	-	-	-	-	-	-	
5,678,271.78	5,743,465.01	294,589,175.40	206,620,881.91	-	225.75	-	225.75	-	96.50	
122,542,053.74	122,676,751.75	163,938,947.04	241,745,661.25	-	25.50	-	25.50	240,000.00	372,495.90	
60,852,526.87	60,783,565.36	82,877,713.66	94,700,294.30	196,623,255.81	175,549,490.84	2,932,000.00	2,930,065.75	-	64.00	
77,824,527.53	78,014,628.02	125,031,326.80	124,905,363.71	-	21,051,000.96	-	21.50	-	-	
81,645,696.68	66,328,918.05	157,687,186.60	121,504,504.39	-	-	-	-	-	-	
37,698,271.32	52,728,166.63	139,755,629.21	77,959,597.35	-	-	-	-	-	-	
109,389,590.27	109,467,100.94	1,021,109,432.81	938,402,748.47	-	-	-	-	-	-	
232,082,330.88	120,701,213.99	220,493,973.84	385,822,759.31	-	-	-	-	-	-	
119,495,866.81	230,799,473.03	180,866,503.98	196,432,123.85	-	-	-	-	-	-	
1,078,722,429.21	1,078,381,999.39	3,433,127,522.71	3,432,958,327.48	196,623,255.81	196,600,743.05	2,966,283.79	2,930,338.50	22,242,155.09	21,958,601.82	
	340,429.82		169,195.24		22,512.76		35,945.29		283,553.27	851,636.38

SUPPLEMENTARY NOTE 10A PROPERTY PLANT AND EQUIPMENT

BUILDING - GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT - GENERAL	OFFICE EQUIPMENT - GENERAL	FURNITURE AND FITTINGS	TOTAL
320101	320102	320103	320104	320105	320106	
1,285,395,943.30	651,493,535.73	8,030,000.00	-	2,891,000.00	33,532,500.00	1,981,342,979.03
	797,000,000.00		-			797,000,000.00
1,285,395,943.30	1,448,493,535.73	8,030,000.00	-	2,891,000.00	33,532,500.00	2,778,342,979.03
25,707,918.87	49,178,843.45	803,000.00	-	722,750.00	6,706,500.00	83,119,012.32
1,259,688,024.43	1,399,314,692.28	7,227,000.00	-	2,168,250.00	26,826,000.00	2,695,223,966.71



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 10B							
PURCHASES/CONSTRUCTION OF PROPERTY PLANT AND EQUIPMENT (PPE) DURING THE YEAR 2023							
MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	
JANUARY	-	-	-	-	-	-	-
FEBRUARY	-	-	-	-	-	-	-
MARCH	-	-	-	-	-	-	-
APRIL	-	-	-	-	-	-	-
MAY	-	-	-	-	-	-	-
JUNE	-	-	-	-	-	-	-
JULY	-	-	-	-	-	-	-
AUGUST	-	797,000,000.00	-	-	-	-	797,000,000.00
SEPTEMBER	-	-	-	-	-	-	-
OCTOBER	-	-	-	-	-	-	-
NOVEMBER	-	-	-	-	-	-	-
DECEMBER	-	-	-	-	-	-	-
GRAND TOTAL	-	797,000,000.00	-	-	-	-	797,000,000.00

SUPPLEMENTARY NOTE 10C							
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT							
DETAILS	CLASS OF PPE						TOTAL
	LAND & BUILDING – SEE SUPPLEMENTARY NOTE 20D	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT (– SEE SUPPLEMENTARY NOTE 20D)	FURNITURE AND FITTINGS	
LEGACY ASSETS	1,285,395,943.30	651,493,535.73	8,030,000.00	-	2,891,000.00	33,532,500.00	1,981,342,979.03
ASSETS FOR THE YEAR	-	797,000,000.00	-	-	-	-	797,000,000.00
SUB TOTAL (A)	1,285,395,943.30	1,448,493,535.73	8,030,000.00	-	2,891,000.00	33,532,500.00	2,778,342,979.03
DEP. RATE	2%	5%	10%	20%		20%	
DEP. LEGACY ASSETS	25,707,918.87	32,574,676.79	803,000.00	-	722,750.00	6,706,500.00	66,514,845.65
DEP. ASSETS DURING YEAR	-	16,604,166.67	-	-	-	-	16,604,166.67
TOTAL DEPRECIATION (B)	25,707,918.87	49,178,843.45	803,000.00	-	722,750.00	6,706,500.00	83,119,012.32
NET BOOK VALUE (A - B)	1,259,688,024.43	1,399,314,692.28	7,227,000.00	-	2,168,250.00	26,826,000.00	2,695,223,966.71
THE LEGACY ASSETS VALUE WERE THE FAIR VALUE OF PPE AS AT 01/01/2023							

SUPPLEMENTARY NOTE 10D						
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT						
DETAILS	CLASS OF PPE					
	LAND & BUILDING			OFFICE EQUIPMENT		
	LAND	BUILDING	TOTAL LAND AND BUILDING	BOOKS	OTHER EQUIPMENTS	TOTAL OFFICE EQUIPMENT
LEGACY ASSETS	-	1,285,395,943.30	1,285,395,943.30	-	8,030,000.00	8,030,000.00
ASSETS DURING THE YEAR	-	-	-	-	-	-
SUB TOTAL (A)	-	1,285,395,943.30	1,285,395,943.30	-	8,030,000.00	8,030,000.00
DEP. RATE	-	2%		3%	25%	
DEP. LEGACY ASSETS	-	25,707,918.87	25,707,918.87	-	2,007,500.00	2,007,500.00
ASSETS DURING YEAR	-	-	-	-	-	-
TOTAL DEPRECIATION (B)	-	25,707,918.87	25,707,918.87	-	2,007,500.00	2,007,500.00
NET BOOK VALUE A+B	-	1,259,688,024.43	1,259,688,024.43	-	6,022,500.00	6,022,500.00



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**



**SUPPLEMENTARY NOTE 11A
BORROWINGS (LONG TERM LOANS) AS AT 31ST DECEMBER, 2023**

S/NO	INSITUATIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
A	EXTERNAL LOANS (SEE – SUPPL. NOTE 225A)	-	-	-	-	-	-
B	DOMESTIC LOANS (SEE - SUPPL. NOTE 22B)	73,594,218.68	-	8,372,388.26	3,836,844.26	12,209,232.52	61,384,986.16
	SUB TOTAL	73,594,218.68	-	8,372,388.26	16,627,773.77	12,209,232.52	61,384,986.16

**SUPPLEMENTARY NOTE 11B
LONG TERM BORROWINGS
(INTERNAL LOANS)AS AT 31ST DECEMBER, 2023**

S/NO	INSITUATIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
1	LGA SALARY BALLOUT	73,594,218.68	-	8,372,388.26	3,836,844.26	12,209,232.52	61,384,986.16
	TOTAL DOMESTIC	73,594,218.68	-	8,372,388.26	3,836,844.26	12,209,232.52	61,384,986.16

**SUPPLEMENTARY NOTE 12A
ANALYSIS OF TRANSITIONAL RESERVES**

YEAR	CASH AND CASH EQUIVALENT 2022	LEGACY ASSETS CAPITALISED	LIABILITIES OVER ASSETS 2022	TOTAL
1/1/2023	941,560.19	1,981,342,979.03	(73,594,218.68)	1,908,690,320.54



SUPPLEMENTARY NOTE 13A SURPLUS/ DEFICIT

YEAR				DEFICIT	SURPLUS
				DR	CR
				N	N
2023					726,000,296.40
TOTAL				-	-

SUPPLEMENTARY NOTE 14A ANALYSIS OF PURCHASE/ CONSTRUCTION OF PPE DURING THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	BUDGET	ACTUAL	SAVINGS	EXCESS	FINAL BUDGET	ACTUAL	EXCESS	SAVINGS
			ADMINISTRATIVE								
1		11100100100	OFFICE OF THE CHAIRMAN	-	-	-	-	-	-	-	-
2		11100100200	VICE CHAIRMAN	-	-	-	-	-	-	-	-
3		11100200100	SECRETARY TO THE LG	-	-	-	-	-	-	-	-
			1 LEGISLATORS	-	-	-	-	-	-	-	-
			1 ADMINISTRATIVE DEPT	-	-	-	-	-	-	-	-
			ECONOMIC	-	-	-	-	-	-	-	-
4		11100100400	DEPARTMENT OF FINANCE AND SUPPLIES	-	-	-	-	-	-	-	-
5		11100200500	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	-	-	-	-	-	-	-	-
6		11100200600	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-	-	-	-	-	-	-	-
			WORKS, TRANSPORT, HOUSING, LANDS & SURVEY	2,443,800,000.00	797,000,000.00	1,646,800,000.00	-	1,646,800,000.00	-	-	1,646,800,000.00
			DEPARTMENT	-	-	-	-	-	-	-	-
			LAW & JUSTICE	-	-	-	-	-	-	-	-
9		11100201000	LEGAL DEPARTMENT	-	-	-	-	-	-	-	-
			SOCIAL	-	-	-	-	-	-	-	-
10			SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	-	-	-	-	-	-	-	-
11			DEPARTMENT OF PRIMARY HEALTH CARE	862,000,000.00	-	-	-	-	-	-	-
			GRAND TOTAL	3,305,800,000.00	797,000,000.00						



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



EKEREMOR LOCAL GOVERNMENT AREA								
SECTOR	2022				2023			
	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure
ADMINISTRATION SECTOR								
OFFICE OF THE CHAIRMAN								
Chairman	64,666,637.39	-	-	-	32,000,000.00	69,919,313.99	-	69,919,313.99
Vice- Chairman	19,814,975.48	-	-	-	9,000,000.00	21,286,153.77	-	21,286,153.77
Internal Audit		-	-	-	-	-	-	-
Adviser/Assistant to the Chairman/ Vice Chairman		-	-	-	-	2,500,000.00	-	2,500,000.00
LOCAL GOVERNMENT COUNCIL								
The Council	41,989,600.00	-	-	-	18,000,000.00	131,709,840.47	-	131,709,840.47
Assistants/Aides/Advisers		-	-	-		-	-	-
Council Committees		-	-	-		7,500,000.00	-	7,500,000.00
Office of the House Leader		-	-	-		-	-	-
Office of the Deputy Leader		-	-	-		-	-	-
Office of the Majority Leader		-	-	-		-	-	-
Office of the Deputy Majority Leader		-	-	-		-	-	-
Office of the Chief Whip		-	-	-		-	-	-
Office of the Deputy Chief Whip		-	-	-		-	-	-
Clerk to the House	2,000,000.00	-	-	-	2,350,000.00	-	-	-
OFFICE OF THE HEAD OF LOCAL GOVERNMENT SERVICE								
Office of the Head of Local Government Service	11,130,000.00	558,768,677.19	-	558,768,677.19	13,403,760.00	506,512,764.41	-	506,512,764.41
ADMINISTRATION & GENERAL SERVICES								
Administration and General Services	402,386,146.40	874,780,789.56	-	874,780,789.56	550,051,143.48	759,769,146.61	-	759,769,146.61
SECRETARY TO THE LOCAL GOVERNMENT								
Secretary to the Local Government	16,198,260.00	-	-	-	8,000,000.00	9,928,627.99	-	9,928,627.99
ECONOMIC SECTOR								
DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES								
Department of Agriculture & Natural Resources	10,424,154.00	-	-	-	8,677,134.40	30,796,152.88	-	30,796,152.88
DEPARTMENT OF FINANCE AND SUPPLIES								
Department of Finance and Supplies	26,503,449.46	-	-	-	173,183,934.96	154,347,675.83	-	154,347,675.83
DEPARTMENT OF WORKS, TRANSPORT, HOUSING, LANDS & SURVEY								
Department of Works, Transport, Housing, Lands & Survey	149,697,710.96	-	106,869,550.00	106,869,550.00	1,220,619,287.48	310,055,185.83	797,000,000.00	1,107,055,185.83
DEPARTMENT OF BUDGET, PLANNING, RESEARCH & STATISTICS (BPRS)								
Department of Budget, Planning, Research & Statistics (BPRS)	16,194,194.40	-	-	-	150,794,649.84	42,820,223.35	-	42,820,223.35
WATER, SANITATION & HYGIENE (WASH)								
Water, Sanitation & Hygiene (WASH)	-	-	-	-	-	-	-	-
SOCIAL SECTOR								
WOMEN DEVELOPMENT OFFICE								
Women Development Office	-	-	-	-	-	-	-	-
DEPARTMENT OF SOCIAL DEVELOPMENT								
Department of social Development	-	-	-	-	74,840,000.00	-	-	-
DEPARTMENT OF EDUCATION								
Department of Education	305,522,941.18	-	-	-	67,494,787.72	745,360,719.74	-	745,360,719.74
DEPARTMENT OF HEALTH								
Department of Primary Health Care	74,840,000.00	-	-	-	323,314,826.80	414,252,079.18	-	414,252,079.18
TOTAL	1,141,368,069.27	1,433,549,466.75	106,869,550.00	1,540,419,016.75	2,328,414,697.88	3,206,757,884.05	797,000,000.00	4,003,757,884.05



EKEREMOR LOCAL GOVERNMENT

Our Ref:.....

Your Ref:.....



LOCAL GOVT. COUNCIL SECRETARIAT,
EKEREMOR TOWN,
P.M.B. 84,
BAYELSA STATE. May 8 2023

Date:.....

STATEMENT OF ACCOUNTING POLICIES

(IPSAS ACCRUAL)

ISSUED BY

OFFICE OF THE ACCOUNTANT – GENERAL OF
BAYELSA STATE OF NIGERIA 2023





Introduction

In line with the adoption of the International Public Sector Accounting Standards (IPSAS) in Nigeria, a Standardised Chart of Account (COA) alongside with a set of General-Purpose Financial Statements (GPFS) have been designed and introduced by Federation Accounts Allocation Committee (FAAC) for adoption by all tiers of Government in Nigeria.

The recognizes COA and the GPFS have been adopted by Ekeremor Local Government Council to comply with FAAC directive in order to harmonise public sector accounts reporting in Nigeria.

In order to ensure an effective and efficient recognizes of the COA and GPFS, the Accounting Policies have been developed as a set of guidelines to direct the Processes and Procedures relating to financial reporting in Ekeremor Local Government Council. These policies shall form part of the universally agreed framework for financial reporting in Bayelsa State.

IPSAS ACCRUAL BASIS OF ACCOUNTING

The GPFS are prepared under the historical cost convention and in accordance with International Public Sector Accounting Standards (IPSAS) and other applicable standards as defined by the Fiscal Responsibility Law (FRL) and the Financial Reporting Council of Nigeria. In addition, GPFS are in compliance with the provisions of other financial regulations of the State.

This Accounting Policy addresses the following fundamental accounting issues:

- Definition of Accounting Terminologies
- Recognition of Accounting Items
- Measurement of Accounting Items
- Treatment of Accounting items

The Accounting Policy is subject to periodic reviews and updates as shall be deemed necessary by the Accountant-General of Bayelsa State.



1. **Accounting Terminologies / Definitions**

- **Accounting policies** are the specific principles, bases, conventions, rules and practices adopted by the Bayelsa State Government in preparing and presenting Financial Statements.
- **Accrual basis means** a basis of accounting that recognizes transactions and other events immediately when revenue is earned or expenses incurred.
- **Cash:** Cash comprises cash in hand, demand deposits in financial institutions and cash equivalents.
- **Cash equivalents** are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.
- **Cash flows** are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.
- **Cash receipts** are cash inflows.
- **Cash payments** are cash outflows.
- **Cash Controlled by Bayelsa State Government:** Cash is deemed to be controlled by Bayelsa State Government when the government can freely use the available cash for the achievement of its objectives or enjoy benefit from the cash, and can also exclude or regulate the access of others to that benefit. Cash collected by, or appropriated or granted to the government which the government can freely use to fund its operating objectives, such as acquiring of capital assets or repaying its debt is controlled by the government.
- **Government Business Enterprise** means a ministry, department or agency that has all the following characteristics:
 - Is an entity with the power to contract in its own name;
 - Has been assigned the financial and operational authority to carry on a Business;
 - Sells goods and services, in the normal course of its business, to other MDAs and the general public at a profit or full cost recovery;
 - Is not reliant on continuing government funding or subvention to remain a going concern (other than purchases of outputs at arm's length); and
 - Is controlled by a public sector management or the government.



Notes to the GPFS

- This shall include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information
- Notes shall be presented in a systematic manner. The items in the Statements should cross reference to any related information in the notes.

2. Fundamental Accounting Concepts

The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State:

- Accrual Basis of Accounting;
- Under-stability;
- Materiality,
- Relevance;
- Going Concern Concept;
- Consistency Concept
- Prudence
- Completeness, etc.

3. Accounting Period

The accounting year (fiscal year) is from 1st January to 31st December in line with the National Treasury Circular Ref. OAGF/CAD/026/V.1/102 of 30th December, 2013. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.

4. Reporting Currency

- The General Purpose Financial Statements are prepared in Nigerian Naira.



5.	General Purpose Financial Statements (GPFS) The GPFS comprise of the followings: • Statement of Financial Performance; • Statement of Financial Position; • Statement of Cashflow; • Statement of Net Asset/Equity; • Notes to the Accounts: Additional disclosures to explain the GPFS; and
6.	Consolidation Policy • The Consolidation of the GPFS is based on Accrual Basis of Accounting • All Ministries, Department and Agencies (MDAs) of Bayelsa State Government except Government Business Enterprises (GBEs) shall be consolidated. • Consolidation of the GPFS shall be in agreement with the provisions of IPSAS
7.	Notes to the GPFS ▪ Notes to the GPFS shall be presented in a systematic manner. The items in the Statement should cross reference to any related information in the Notes. ▪ It shall follow the format provided in the Accounting Manual.
8.	Comparative Information • The General Purpose Financial Statements shall disclose all numerical information relating to previous period (at least one year).
9.	Budget Figures • These are figures from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State.
10.	Revenue: Fees, taxes and fines • In this GPFS revenue is recognizes from non-exchange transactions such as fees, taxes and fines when the event occurs and the assets recognition criteria are met.



- Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the government and the fair value of the asset will flow to the government and fair value of the asset can be measured reliably.

Other operating revenues

- Other operating revenues arises from exchange transactions in the ordinary course of Government activities.
- Revenues comprise the fair value of the consideration received or receivable for the sale of good and services in the ordinary course of government activities.
- Revenue is shown net of tax, returns, rebates and discounts.

Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership has been transferred to buyer, usually when goods are delivered.

Other revenue

- Other revenue consists of gains on disposal of property, plant and equipment.
Any gain on disposal is recognized at the date control of the asset is passed to the buyer and is determined after deducting from the proceeds the carrying value of the asset at that time.

11. Aid and Grants:

- Aid and Grants to the Bayelsa State Government is recognized as income on entitlement, while aid and grants to other governments/agencies are recognized as expenditure on commitment.

12. Subsidies, Donations and Endowments

- Subsidies, Donations and endowments to the Government are recognized as income when money is received, or entitlement to receive money is established, except where fulfillment of any restrictions attached to these monies is not probable.

13. Transfers from other government entities

- Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on receipt of the asset (cash, goods, services, and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the government and can be measured.



14.	Expenses All expenses shall be reported on an accrual basis, i.e. all expenses are to be recognized in the period they are incurred or when the related services are enjoyed, irrespective of when the payment is made.
15.	Employee Benefits/Pension obligations: Under the Defined Benefits Scheme. - Provision has been made, where applicable, using an actuarial valuation determines the extent of anticipated entitlement payable under employment contracts and brings to account a liability using the present value measurement basis, which discounts expected future cash flows. - To the extent that it is anticipated that the liability will arise during the following year the entitlement are recorded as Current Liabilities. The remainder of the anticipated entitlements are records as Non-Current Liabilities. Under the Defined Contribution Scheme - Public entities make pension and national insurance contributions on behalf of employees in line with Pension Act 2014. The contributions are treated as payments to a defined contribution pension plan. - A defined contribution plan is a pension plan under which fund managed by Pension Fund Administrators(PFAs) - The Government has no legal or constructive obligations to pay further contributions if the pension Entity does not hold sufficient assets in the current and prior periods. - The contributions are recognized as employee benefit expense when they are due. - Prepaid contributions are recognized as an assets to the extent that a cash refund or a reduction in the future payments is available.
16.	Interest on Loans: - Interest on loans shall be treated as expenditure or as a charge in the financial performance report (Statement of Financial Performance) - Interest expense is accrued using the effective interest rate method. - The effective interest rate exactly discounts estimated future cash payments through there expected life of the financial liability to that liability's net carrying amount.



	The method applies this rate to the principal outstanding to determine interest expense in each period.
17.	Foreign currency transactions: - Foreign Currency Transactions throughout the year shall be converted into Nigerian Naira at the ruling (Central Bank of Nigeria –CBN) rate of exchange at the dates of the transactions. Foreign currency balances, as at the year end, shall be translated at the exchange rates prevailing on that date. - At the end of the financial year, additional amounts (in cash or at bank) arising out of Foreign Exchange Gains/Losses shall be recognized in the Statement of Cash Receipts and Payments either as Receipts / Payments respectively. - Foreign exchange gains/losses are recognized in the Statement of Financial Performance.
18.	Minority Interest This represents the interest of external parties during the year under review.
19.	Statement of Cash Flow This statement shall be prepared using the direct method. The Cash Flow Statement shall consist of three (3) sections: - Operating activities section include cash received from all income sources of the government and record the cash payments made for the supply of goods and services - Investing activities section are those activities relating to the acquisition and disposal of non-current assets. - Financial activities section comprise the change in equity and debt capital structure of the government.
20.	Cash & Cash Equivalent - Cash and Cash Equivalent means cash balances on hand, held in bank accounts, demand deposits and other highly liquid investments with an original maturity of 6 months or less in which the Entity invests as part of its day-to-day cash management and are subject to insignificant risk of changes in value. - Cash and Cash Equivalent is reported under Current Assets in the statement of financial position.



- | | |
|-----|---|
| 21. | <p>Accounts Receivable:</p> <p>a. Receivables from exchange transaction</p> <ul style="list-style-type: none">Receivables from exchange transactions are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment.A provision for impairment of receivables is established when there is objective evidence that entity will not be able to collect all amounts due according to the original terms of the receivables. <p>b. Receivables from non-exchange transactions</p> <ul style="list-style-type: none">Receivables from non-exchange transactions comprises; fees, taxes and fines (and any penalties associated with these activities) as well as social benefit receivables that do not arise out of a contract.These receivables are initially assessed at nominal amount or face value; that is, the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable.These receivables are subsequently adjusted for penalties as they are charged and tested for impairment.Interest and penalties charged on tax receivables are presented as tax revenue in the statement of financial performance. |
| 22. | <p>Prepayments.</p> <ul style="list-style-type: none">Prepaid expenses are amounts paid in advance of receipt of goods or services. |



	▪ They can represent payments made early in the year for benefits to be received over the latter part of the year, or payments made in one year for benefits to be received in subsequent years. ▪ Prepayments for which the benefits are to be derived in the following 12 months should be classified as Current Assets. Where the benefits are expected to accrue beyond the next 12 months, it should be accounted for as a Long-Term Prepayment and classified as Non-Current Assets. ▪ Prepayments that are identifiable with specific future revenue or event, e.g. adverts, should be expensed in the period in which the related event takes place; those that relate to specific time periods, e.g. insurance, rent, leasehold premises, should be recognized as an expense in such periods. ▪ Prepayments not exceeding e.g. N10, 000 shall be expensed immediately, except there is a possibility of obtaining a refund or credit within the same financial year.
23.	Inventories: ▪ Inventories are valued at the lower of cost and net realizable value.
	▪ An associate is an Entity over which Entity has significant influence and that is neither a subsidiary nor a joint venture. ▪ Under the equity method, investments in associates are carried in the statement of financial position at cost plus post acquisition changes in Entity's share of net assets of the associate. D. The statement of financial performance reflects the share of the results of operations of the associates. ▪ Where there has been a change recognized directly in the equity of the associate, Entity recognizes its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity. ▪ Surpluses and deficits resulting from transactions between the Government and the associate are eliminated to the extent of the interest in the associate. Investments in joint ventures.



	▪ Cost is determined using the FIFO method. ▪ Inventories held for distribution for public benefit purposes are recorded at cost, adjusted where applicable for any loss of services potential. ▪ Inventories are reported under Current Assets in the Statement of Financial Position.
24.	Loans Granted: Loans Granted are shown at estimated 56ecognizes value after providing for bad, doubtful debts and impairments.
25.	Investments: Investments in associates. ▪ An Entity's investments in its associates are accounted for using the equity method of accounting.
	▪ A Public Entity's investments in its joint ventures are accounted for using the equity method of accounting. ▪ A joint venture is a contractual arrangement whereby two or more parties undertake an economic activity that is subject to joint control. ▪ Under the equity method, investments in joint ventures are carried in the consolidated statement of financial position at cost plus post acquisition charges in Entity's share of net assets of the joint venture. ▪ The statement of financial performance reflects the share of the results of operations of the joint venture. ▪ Where there has been a change 58 recognizes directly in the equity of the joint venture, an Entity should 58recognize its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity.



- Surpluses and deficits resulting from transactions between Public Entity and Joint ventures are eliminated to the extent of the interest in the joint venture.

Investment in Controlled entities (subsidiaries)

- The controlled entities are all entities (including special purpose entities) over which a Public Entity or its entities has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights.
- The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether Public Entity controls another Entity.
- The controlled entities are fully consolidated from the date on which control is transferred to the Public Entity. They are de-consolidated from the date that control ceases.

- Inter-group transactions, balances and 60ecognizes gains on transactions between inter-group transactions are eliminated, 60ecognizes losses are also eliminated.
- Accounting policies of controlled entities are consistent with the policies adopted by the Public Entity.

Impairment of Investments.

Entity determines at each reporting date whether there is any objective evidence that the investment is impaired, if this is the case Entity calculates the amount of impairment as being the difference between the recoverable value of the investment and the carrying value and 60ecognizes the amount in the statement of financial performance.

26. Available for sale securities

- Where and Entity uses its surplus cash to purchase short-term investments, the financial assets are classified at initial recognition as available-for-sale.



	▪ Available-for-sale financial assets are included in non-current assets unless Entity intends to dispose of the investment within 12 months of the reporting date. ▪ Regular purchases and sales of financial assets are recognized at fair value on the trade-date (the date on which Entity commits to purchase or sell the asset) and subsequently at fair value with any resultant fair value gains or losses recognized in the statement of Net Assets/Equity. ▪ Realized gains and losses on sale of available-for-sale securities are recognized in the consolidated statement of financial performance as 'gains and losses from available-for-sale securities.' ▪ Impairment losses and interest on available-for-sale securities is calculated using the effective interest method and is recognized in the consolidated statement of financial performance as part of other income. ▪ The fair values of quoted investments are based on current bid prices. If the market for a financial asset is not active, the entity shall establish fair value using valuation techniques. These include: i. the use of recent arm's length transactions, ii. Reference to other instruments that are substantially the same iii. Discounted cash flow analysis iv. And option pricing models v. making maximum use of market inputs and relying as little as possible on entity-specific inputs.
27.	▪ Entities shall ascertain at the date of preparation of each statement of financial report whether there is objective evidence that a financial asset or a group of financial assets is impaired. ▪ In the case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of the security below its cost is considered as an indicator that the securities are impaired. ▪ If any such evidence exists for available-for-sale financial assets, the cumulative loss – measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognized is recognized in the statement of financial performance. Property, Plant & Equipment (PPE)



- All property, plant and equipment are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.
- Where an asset (other than land) is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially recognized at fair value, where fair value can be reliably determined and as income in the statement of financial performance (unless there are restrictions on the asset's use in which case income is deferred).
- All land held by Government owned entities is not included in the Entity's financial statements unless that land is to be used for development purposes.
- The following shall constitute expenditure on PPE: i. Amounts incurred on the purchase of such assets. Consumables are to be wholly expensed irrespective of their amounts. ii. Construction Cost- including materials, labour and overheads. iii. Improvements to existing PPE, which significantly enhance their useful life.

Cost

- The cost of an item of PPE shall comprise: its purchase price, including import and non-recurring costs and any directly attributable costs of bringing the asset to its location and working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. A. PPE shall be stated at cost or at their professional valuation less accumulated depreciation and impairment. B. The amount recorded for a PPE shall include all costs directly related to its acquisition including expenditures incurred to place the asset in usable condition for the Service. Accordingly, the cost of the assets shall include acquisition or construction costs, custom duties, transportation charges, professional fees and installation costs. Cash discounts shall be netted against the cost of the assets.

Capitalisation

- The recognition threshold shall be N250,000.00 (Two hundred and fifty thousand naira only).



- Only amounts spent in connection with the above and whose values exceed (Two hundred and fifty thousand naira) N250, 000 shall be recognized.
- All assets equal to or above this amount shall be recorded in the Fixed Assets Register. However in certain cases, it may be appropriate to aggregate individually insignificant value items such as chairs and tables, printers and UPS, etc. and apply the recognized threshold to the aggregate value.
- Fixed assets whose costs are below the capitalization threshold shall be charged appropriately to the following accounts: office supplies – furniture, office supplies – IT equipment, office supplies – household equipments, etc.
- Where an asset's category already exists for a newly acquired asset below the recognized threshold, such an asset shall be recognized irrespective of its cost and recorded in the fixed assets register under the appropriate category

Depreciation

The cost of PPE shall be written off, from the time they are brought into use, on a straight line basis over their expected useful lives less any estimated residual value as follows:

- | | |
|--|----------------------------|
| a. Lease Properties | Over the term of the lease |
| b. Buildings | 2% |
| c. Plant and Machinery | 10% |
| d. Motor Vehicles: | 20% |
| e. Office Equipment: | 25% |
| f. IT Equipment: | 25% |
| g. Furniture and Fittings: | 20% |
| h. Infrastructure | 5% |
| i. Books | 3% |
| j. Specific cultural and heritage assets | Unlimited |



	▪ The full depreciation charge shall be applied to PPE in the months of acquisition and disposal, regardless of the day of the month the transactions was carried out. ▪ Fully depreciated assets that are still in use are carried in the books at a net book value of N10.00 ▪ An asset's carrying amount is written down immediately to its recoverable amount or recoverable service amount if the asset's carrying amount is greater than its estimated recoverable amount or recoverable service amount Revaluation a. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period b. Surplus arising from the revaluation shall be transferred to the revaluation reserve in the financial position under reserves and to the statement of changes in net assets/equity. c. In case of revaluation deficit, it shall be set against the respective asset value and the corresponding entry to either the revaluation reserve – if surplus exists on the same class of asset, or to the statement of financial performance as an expense. Disposal
	Gains or losses on the disposal of fixed assets are to be included in the income statement as either an income or expense respectively. Impairment Entities shall test for impairments of its PPE where it suspects that impairment has occurred.
28.	Investment Property These are cash-generating property owned by the Government/ its entities. The cost, depreciation and impairment of Investment Property are same with PPE, but shall be reported separately in the GPFS.
29.	Intangible Assets a. These shall consist of assets that are not physically tangible which have been acquired and held for use from which benefits are derivable beyond a financial year. b. The cost of an item of intangible asset shall comprise: its purchase price, including non-recurring costs and any directly attributable costs of bringing the asset to its state of intended use. Any trade discounts and rebates shall be deducted in arriving at the purchase price.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



	c. Intangible assets are tested for impairment and amortised over the estimated useful life using the straight line method on an annual basis. d. Classes of Intangible Assets and their estimated useful lives are as follows: i. Softwares acquired externally 3 years ii. Goodwill 4 years iii. Copyrights 4 years iv. Trademarks 4 years v. Other Intangible assets 4
30.	Deposits • a. Deposits are amounts received in advance in respect of goods or services provided. • b. Deposits can represent payments received early in the year for goods/services to be offered over the latter part of the year, or payments received in one year for services to be offered in subsequent years. Deposits for which the services are to be offered in the following 12 months shall be classified as Current Liabilities. Where the services are expected to span beyond the next 12 months, it shall be accounted for as a Non-Current Deposits and classified as Non-Current Liabilities.
31.	Loans& Debts ▪ a. Loans are funds received to be paid back at an agreed period of time. They are classified under liability in the General Purpose Financial Statement and are recognized as either short or long term. ▪ b. Short-term loans and debts are those repayable within one calendar year, while long-terms loans and debts shall fall due beyond one calendar year.
32.	Unremitted Deductions c. Unremitted Deductions are monies owed to third parties such as tax authorities, schemes and associations and other government agencies. These include: tax deductions and other deductions at source. b. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.
33.	Payables Payables are recognized initially at fair value and subsequently measured at amortised cost using the effective interest method. Accrued Expenses d. These are monies payable to third parties in respect of goods and services received.



	b. Accrued Expenses for which payment is due in the next 12 months shall be classified as Current Liabilities. Where the payments are due beyond the next 12 months, it shall be accounted for as Non-Current Liabilities.
34.	Current Portion of Borrowings This is the portion of the long-term loan/ borrow that is due for repayment within the next 12 months. This portion of the borrowings shall be classified under Current Liabilities in the Statement of Financial Position.
35.	Public Funds a. These are balances of Government funds at the end of the financial year. b. They are classified under the Non-Current Liabilities in the Statement of Financial Position and include: Trust Funds, Revolving Funds and other Funds created by Government.
36.	Reserves Reserves are classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/ (Deficit) and the Revaluation Reserve
37.	Contingent Liability a. A contingent liability is a possible obligation arising from past events whose existence will be confirmed only by uncertain future event(s) or present obligation arising from past events that are not 72ecognizes because either an outflow of economic benefit is not probable or the amount of the obligation cannot be reliably measured. b. Contingent liabilities shall only be disclosed in the Notes to the GPFS.
38.	Leases: Finance leases e. These are leases which effectively transfer to the lessee Entity substantially all the risks and benefits incidental to ownership of the leased item. f. They are 72ecognizes72 at the present value of the minimum lease payment. g. The leased assets and corresponding liabilities are disclosed while the leased assets are depreciated over the period the Entity is expected to benefit from their use. Operating Leases h. Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. b. Payments made under operating leases (net of any incentives received from the lessor) are charged to the statement of financial performance on a straight-line basis over the period of the lease.



39.	Financial Instruments i. These form part of the Government's everyday operations. These financial instruments include Bank Accounts, Short Term Deposits, Trade and Accounts Receivable, Trade and Accounts Payable and Term Borrowings, all of which are recognized in the Statement of Financial Position. b. Revenue and expenses in relation to all financial instruments are recognized in the Statement of Financial Performance
40.	Borrowings a. Borrowings are recognized initially at fair value, net of transaction costs incurred. b. Borrowings are subsequently stated at amortized cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognized in the consolidated statement of financial performance over the period of the borrowings using the effective interest method. c. Fees paid on the establishment of loan facilities are recognized as transaction costs of the loan. The fee is capitalized and amortized over the period of the facility to which it relates. d. Borrowings falling due within 12 months are classified as current liabilities while borrowings falling due more than 12 months are classified as long term borrowings. e. Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized and included in the cost of that asset. f. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. g. All other borrowing costs are recognized as an expense in the period in which they are incurred.
41.	Transfers to other government entities. Transfers to other government entities are non-exchange items and are recognized as expenses in the statement of financial performance.
42.	Service Concession Arrangement: Service Concession Arrangement Assets a. Service Concession Assets are operated by third parties under the terms of Service Concession Arrangements. On classification the original service concession asset is measured at its fair value and any difference between its fair value and its book value is recognized in the Statement of Financial Performance. b. Since the fair value of assets previously transferred under Service Concession Arrangements is not reliably available, Government has chosen to adopt the standard prospectively from 1 January 2016.



c. If the terms of the arrangement require Government to compensate the operator for the concession asset by making payments and the payments are separable between the asset and service portions of the payment then the fair value of the original service concession asset is the fair value of the asset portion of the payments. If however the asset and service portions of the payments are not separable, the fair value is determined using estimation techniques.

Service Concession Arrangement Liabilities

- a. When Government recognizes a Service Concession Arrangement asset it also recognizes a liability of an equal amount.
- b. The liability is split between a financial liability and a performance obligation.
- c. The financial liability arises from the payments due from an entity under the terms of the Service Concession Arrangement and the performance obligation from the rights granted to the operator under the terms of the Service Concession Arrangement to earn revenues from the Service Concession Assets(s) or associated asset(s).



List of Abbreviations/Acronyms

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
FAAC	Federation Accounts Allocation Committee
FGN	Federal Government of Nigeria
FRC	Financial Reporting Council
GAAP	Generally Accepted Accounting Principles
GPFS	General Purpose Financial Statement
IPSAS	International Public Sector Accounting Standards
LFN	Law of the Federal Republic of Nigeria
MDA	Ministries, Departments and Agencies
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
OAG	Office of the Accountant-General



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



PPE	Properties, Plants and Equipment
FR	Financial Regulation
FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act
IGR	Internally Generated Revenue
MDAs	Ministries, Departments, and Agencies
BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
HCF	Honourable Commissioner for Finance
AuG	Auditor-General (State)
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention


8/5/2024

Lokpobiri Sanctus T.
Treasurer



**REPORT OF THE AUDITOR - GENERAL
FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF
KOLOKUMA/
OPOKUMA
LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR
ENDED 31ST DECEMBER, 2023**



HON. (BAR) INEMO ORUEBIMIEKUMO
ACTING CHAIRMAN KOLOKUMA/OPOKUMA
LOCAL GOVERNMENT AREA



JOHN SYLVANUS AYEBATONYE
TREASURER/DFS KOLOKUMA/OPOKUMA LOCAL
GOVERNMENT COUNCIL BAYELSA STATE



KOLOKUMA/OPOKUMA LOCAL GOVERNMENT

Telegram: LOGGOVSEC
Telephone:

Headquarters Office:
P.M.B.1, Kalama,
Bayelsa State.



Our Ref: _____

Your Ref: _____

29th April, 2024.

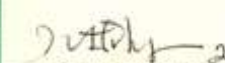
STATEMENT OF FINANCIAL RESPONSIBILITY

In reference to your letter (**LGCON.21/VOL.11/100**) dated 12th April, 2024, These Financial Statements and accounts have been prepared by the Treasurer of Kolokuma/Opokuma Local Government Council, Bayelsa State in accordance with the provisions of section 24 of the Finance (Control and Management) LFN 2004 & Section 85 (5) of the Constitution, Federal Republic of Nigeria and other relevant extant laws, regulations and policies. The accounting framework adopted in the preparation of the financial statements and accounts in IPSAS ACCRUAL accounting basis and the Financial Statements comply with generally accepted accounting policies and practice.

To fulfill the accounting and reporting responsibility, the Treasurer of Kolokuma/Opokuma Local Government Council is responsible for preparing, reporting, establishing and maintain a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the receipts and payments of Public Financial resources by the Local Government.

In compliance with International Public Sector Accounting Standard (IPSAS) 33 (First Time Adoption of Accrual Basis IPSAS) and the guidelines issued by the Federation Account Allocation Committee (FAAC) Technical Sub Committee 2004 on IPSAS implementation, reasonable efforts have been made to ensure that the Financial Statements prepared herein reflect the true and fair view of the financial position of Kolokuma/Opokuma Local Government Council as at 31st December, 2023.

On behalf of Kolokuma/Opokuma Local Government Council, I write to accept responsibility for the integrity, credibility and objectivity of the Financial Statements. The information embedded reflects the financial position of the Local Government as at 31st December, 2023.


Sylvanus A. John
Treasurer

29/04/2024


Hon. (Barr) Inemo Oruebimiekumo
CTC Chairman

29/04/2024



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2023

INTRODUCTION

The Financial Statements of Kolokuma/Opokuma Local Government Council for the year ended 31st December 2023 have been examined in accordance with the generally accepted auditing practice and section 51 subsection 1 and 2 of Bayelsa State Local Government Law 2000.

SUBMISSION OF REPORT:

In compliance with Section 5 subsection 2 of Bayelsa state Local Government Law 2000, it is my pleasure to humbly lay before the Honourable House of Assembly, Bayelsa State, and the Auditor - General for Local Governments' report on the Accounts of Kolokuma/Opokuma Local Government Council for the financial year ended 31st December, 2023.

CONSTITUTIONALITY

In accordance with the section of the Bayelsa State Local Government Law 2000 quoted above, the draft annual report and accounts including the related financial statements for the year ended 31st December 2023, was submitted to my office by the accounting officer on the 29th April, 2024.

STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION [IPSAS]

The General Purpose Financial Statements (GPFS) were prepared in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting. The financial statements were presented in Nigeria Naira (N) and kobo (k) which is the functional and reporting currency in Nigeria. The accounting year to which the financial statements date is from 1st January to 31st December, 2023.

STATEMENT OF COMPLETENESS OF THE LOCAL GOVERNMENT REVENUE

Revenue accruable to Kolokuma/Opokuma Local Government Council from the Federation accounts and managed by the State Local Governments Joint Accounts Allocation Committee [SLGJAAC] were fairly stated. I have confirmed the completeness and correctness of the SLGJAAC receipts, the relevant deductions and balances of transfer of the SLGJAAC allocations accruable to the Local Government Council.

RESPONSIBILITY OF THE ACCOUNTING OFFICER

In line with the provisions of section 48 subsection 1 of Bayelsa State Local Government Law 2000, the accounting officer is responsible for the preparation of the financial statements. He is responsible for the general and overall supervision of all accounting activities of the local



government. In carrying out this mandate, he has the responsibility to;

- Ensure that the treasury department of the council keep proper books of accounts that reasonably disclose the financial position of the local government.
- Establish and maintain a functional and adequate system of internal control designed to provide reasonable assurance that the transaction recorded reflect the utilization of the public financial resources.
- Ensure that appropriate accounting policies and estimate are consistently deployed in the preparation of financial statements.
- Taking steps to safeguard the assets of the local government and prevent and detect fraud and irregularities.

RESPONSIBILITIES OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS

The responsibility is to form or express an independent opinion based on the financial statements as presented by the accounting officer of the local government and report to the State House of Assembly.

2 FINANCIAL HIGHLIGHTS

FIVE YEARS FINANCIAL SUMMARY

REVENUE

Revenue	2023	2022	2021	2020	2019
Description		N	N	N	N
Opening Balance	512,159.90	27,191,416.03	-	-	-
Statutory Allocation	2,782,583,668.42	2,246,060,667.66	1,841,151,855.24	1,069,272,533.99	1,331,144,524.16
Independent Revenue	1,939,633.75	1,701,633.75	1,750,633.75	1,697,133.75	2,724,635.75
Other Revenue		36,627,773.77	-	-	-
Total	2,784,523,302.17	2,311,581,491.21	1,842,902,488.99	1,070,969,667.74	1,333,869,159.91

EXPENDITURE

Expenditure	2023	2022	2021	2020	2019
Description	N	N	N	N	N
Personnel Cost	1,128,166,553.88	1,071,383,182.93	1,025,136,416.20	289,402,277.01	328,545,141.51
Overhead Cost	716,764,716.86	947,930,359.35	564,416,971.22	343,174,548.15	394,314,064.47
Other Operating Cost /Statutory Deduction	201,648,769.96	217,820,789.03	158,477,333.79	659,242,901.14	775,365,236.90
Capital Expenditure	716,988,300.00	801,006,581.07	70,770,000.00	194,693,322.64	215,664,057.52
Total	2,763,768,340.70	3,038,140,912.38	1,818,800,721.21	1,486,513,048.94	1,713,888,500.40



PATTERN AND MANNER IN WHICH THE ACCOUNTS WERE KEPT AND RENDERED

Section 48 [1] of Bayelsa State Local Government Law 2000 requires the accounting officer of Kolokuma/Opokuma Local Government Council to, within three [3] month after 31st day of December, each year, transmit to the Auditor- General for Local Governments accounts showing the financial position of the local government on the said 31st day of December specified financial summary for five years.

The Financial Statements submitted for my audit are:

1. Statement of Financial Performance
2. Statement of Financial Position
3. Statement of Cash Flow
4. Statement of Changes in Net Assets
5. Statement of Recurrent Revenue
6. Statement of Recurrent Expenditure
7. Statement of External/Internal Loan
8. Statement of Personnel Cost
9. Statement of Overhead cost

AUDIT QUERIES

The Audit team raised few queries within the period under review, but the response of these queries was low due to the timing of the audit exercise. The key officers that are in charge of keeping the books of Account should do so, in order to avoid delay of Audit process by the External Auditors.

GENERAL OBSERVATION/RECOMMENDATION

BOOK KEEPING AND FINANCIAL CONTROL

The main and subsidiary books were maintained by the finance department of the Kolokuma/Opokuma Local Government Council for the period under review. The only observation the Audit team made in respect to the book keeping, is the delay in getting the books of accounts ready as at when due.

So, I recommend that the books of account be updated whenever a transaction takes place so as to avoid delay in getting the books ready for the Audit.

a] BANK RECONCILIATION

During the period under review, audit observed that the council [accounts department] did not prepare bank reconciliation statement with respect to its transactions with approved banks monthly. This statutory requirement is part of the overall control system whereby cash



book balance [bank column] is reconciled with the bank balance to avoid loss of financial assets.

REQUIRED ACTION: The council treasurer should in subsequent years prepared monthly bank reconciliation as statutory required.

INTERNAL CONTROL

Chapter 40.1 of the model financial memoranda [FM] states that an internal audit unit headed by an internal auditor be established in the local government council to provide a complete and continues audit of the accounts and records of revenue, expenditures, plant, allocated and unallocated stores where applicable with reference to basic internal accounting control of the local government council which are relevant to the expression of an audit opinion on the financial statements.

The Audit team observed that some of the transactions/activities of the council, were not properly classified into the various heads and sub-heads in the expenditure abstract.

ACTION REQUIRED: The accounting officer should liaise with experts to establish a functional internal audit department in the council as statutorily required. The accounting officer should also get a copy of the Chart of Account [COA] and work accordingly.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

GOVERNMENT OF BAYELSA STATE OF NIGERIA

Office of the Auditor-General for Local Governments

e-mail address: localgovtsauditbys@gmail.com

LGCON.21/VOL.II/108

Our Ref: _____

Your Ref: _____



State Govt. Secretariat
P.M.B. 30 Yenagoa,
Bayelsa State.

25th July, 2024

Date: _____

AUDIT CERTIFICATE

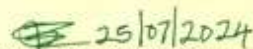
In compliance with section 125(2) of the Constitution of the Federal Republic of Nigeria 1999 (as amended) and Section 55(3) of the Bayelsa State Audit Law 2021, the audit of the Financial Statements of Kolokuma / Opokuma Local Government Council of Bayelsa State for the year ended 31st December, 2023 was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

The audit was conducted in accordance with International Standards on Auditing and INTOSAI Auditing Standards

Within the period under review, the information presented in the General Purpose Financial Statements are in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting as prescribed in the statement of accounting policies.

In my opinion, the Financial Statements which agree with the books of Accounts and records show a true and fair view of the Financial Position of Kolokuma / Opokuma Local Government Council for the year ended 31st December, 2023.

Office of the Auditor –
General For
Local Governments
P.M.B. 30, Yenagoa

 25/07/2024

Fagha Henry Prenanagha FCMA, ACCT, CRIPS, ICITP
Auditor – General for
Local Governments
Bayelsa State.

All Correspondence to be addressed to the Auditor-General for Local Governments



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT I
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE
(INCOME & EXPENDITURE) FOR THE YEAR ENDED 31ST DECEMBER, 2023

Actual 2022		Notes	Actual 2023	Final Budget 2023	Initial Budget 2023	Supplementary Budget 2023	Variance on Final Budget
	REVENUE						
	Government share of						
1,321,081,348.78	FAAC(Statutory Revenue)	1	1,495,898,102.62	1,201,884,113.33	1,201,884,113.33		294,013,989.29
924,979,318.88	Government share of VAT	2	1,286,685,565.80	526,569,341.01	526,569,341.01		760,116,224.79
	Tax Revenue						
1,701,633.75	Non – Tax Revenue	3	1,939,633.75	69,990,000.00	69,990,000.00		68,050,366.25
-	Investment Income						
-	Interest Earned						
-	AID & Grants						
36,627,773.77	Other Revenue						
2,284,390,075.18	Total Revenue		2,784,523,302.17	1,798,443,454.34	1,798,443,454.34	-	1,122,180,580.33
	EXPENDITURE						
1,071,383,182.93	Salaries & Wages	4B	1,128,366,553.86	1,135,786,849.25	1,036,878,270.17	98,908,579.08	7,420,295.39
151,232,408.59	Social Benefits	5	166,874,993.63				
947,930,359.35	Overhead Cost	6B	716,764,716.88	720,261,663.27	619,453,663.27	100,808,000.00	3,496,946.39
	Grants & Contributions						
	Depreciation	7B	63,863,085.40				
29,960,606.67	Transfer to other Govt Entities	8	34,773,776.33				
2,200,506,557.54	Total Expenditure		2,110,643,126.10	1,856,048,512.52	1,656,331,933.44	199,716,579.08	10,917,241.78
	Surplus from Operating Activities for the period		673,880,176.07				
83,883,517.64							
	Public Debt Repayment	11		-	-	-	-
	Gain/Loss on Disposal of asset						
	Gain/Loss on Disposal of asset						
	Total non- operating revenue (expenses)		-	-			-



STATEMENT I

**CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE
(INCOME & EXPENDITURE) FOR THE YEAR ENDED 31ST DECEMBER, 2023**

83,883,517.64	Surplus/ (deficit) from Ordinary Activities	13	673,880,176.07	-	-	-	-
-	Minority Interest share of surplus/deficit			-	-	-	-
83,883,517.64	Net Surplus/(Deficit) for the period		673,880,176.07	-	-	-	-

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

Sylvanus A. John 29/04/2024

Sylvanus A. John
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT 2
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)
AS AT 31ST DECEMBER, 2023

	Economic Code	Notes	2023		2022	
			N	N	N	N
ASSETS						
Current Assets						
Cash and Cash Equivalents	3101-4	9A	11,360,015.42		512,159.90	
Inventories	3105		-		-	
Receivables	3106-7		-		-	
Prepayments	3108		-		-	
A				11,360,015.42		512,159.90
Non-Current Assets						
Loans & Debts (short-term)	3110		-		-	
Investments	3109		-		-	
Property, Plant & Equipment	3201	10A	2,033,530,584.60		-	
Investment Property	3202		-		-	
Intangible Assets	3301		-		-	
B			-	2,033,530,584.60		-
Total Assets C = A+B				2,044,890,600.02		-
LIABILITIES						
Current Liabilities						
Deposits	4101		-		-	
Short Term Loans & Debts	4102		-		-	
Unremitted Deductions	4103		-		-	
Accrued Expenses	4104		-		-	
Current Portion of Borrowings	4105		-		-	
D			-	-		-
Non-Current Liabilities						



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT 2
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)
AS AT 31ST DECEMBER, 2023

Public Funds	4601		-		-
Borrowings	4602	11A		10,123,964.42	-
E			-	-	10,123,964.42
Total Liabilities: F = D + E				-	10,123,964.42
Net Assets: G = C – F				2,044,890,600.02	10,636,124.32
NET ASSETS/EQUITY					
Reserves	4701	12	1,371,010,423.95	-	
Surpluses/(Deficits)	4702	13	673,880,176.07	-	
Total Net Assets/Equity				2,044,890,600.02	10,636,124.32

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

Sylvanus A. John 29/04/2024

Sylvanus A. John
Treasurer



STATEMENT 3
CONSOLIDATED STATEMENT OF CASH FLOW FOR
THE YEAR ENDED 31ST DECEMBER, 2023

Description	Notes	2023		2022	
		N	N	N	N
CASH FLOWS FROM OPERATING ACTIVITIES					
Inflows					
Government Share of FAAC (Statutory Revenue)	1, 1B	1,495,898,102.62		1,321,081,348.78	
Government Share of VAT	2	1,286,685,565.80		924,979,318.88	
Direct Taxes		-			
Licenses		-			
Fines		-		-	
Royalties		-		-	
Fees	3A	823,000.00		490,000.00	
Earnings & Sales	3A	1,116,633.75		1,211,633.75	
Rents of Government Properties		-		-	
Investment Income		-		-	
Interest & Repayment General		-		-	
Re- imbursement		-		-	
Funds from Special Accounts		-		-	
Domestic Aid & Grants		-		-	
External Aid & Grants		-		-	
Gains from exchange transactions		-		-	
Other Revenue (e.g. plea Bargain)		-		36,627,773.77	
Total inflow from Operating Activities			2,784,523,302.17		2,284,390,075.18
Outflows					
Salaries & Wages	4A	1,128,366,553.86		1,071,383,182.93	
Social Benefits	5A	166,874,993.63		151,232,408.59	



STATEMENT 3
CONSOLIDATED STATEMENT OF CASH FLOW FOR

Overhead Cost	6A	716,764,716.88		947,930,359.35	
Grants & Contributions		-			
Subsidies		-			
Transfer to other Government Entities	8	34,773,776.33		29,960,606.67	
Public Debts Repayment				-	
Total Outflow from Operating Activities (B)			(2,046,780,040.70)		(2,200,506,557.54)
Net Cash Inflow/(Outflow) From Operating Activities* C=(A-B)			737,743,261.47		83,883,517.64
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>					
Proceeds from Sale of PPE		-		-	
Proceeds from Sales of Investment Property		-		-	
Proceeds from Sale of Intangible Assets		-		-	
Proceeds from Sale of Investment		-		-	
Dividends Received		-		-	
		-			
Purchase/Construction of PPE	14	(716,988,300.00)		(73,935,000.00)	
Purchase/Construction of Investment Property		-		-	
Purchase of Intangible Assets		-		-	
Acquisition of Investments		-		-	
Net Cash Flow from Investing Activites			(716,988,300.00)		(73,935,000.00)
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>					
Proceeds from Borrowings	11A			-	
Repayment of Borrowings		(10,123,964.42)		(36,627,773.77)	
Distribution of Surplus/Dividends Paid		-		-	



STATEMENT 3
CONSOLIDATED STATEMENT OF CASH FLOW FOR
THE YEAR ENDED 31ST DECEMBER, 2023

Net Cash Flow from Financing Activities			(10,123,964.42)		(36,627,773.77)
Net Cash Flow from all Activities			10,630,997.05		(26,679,256.13)
Cash & Its Equivalent as at 1/1/2023			729,018.37		27,408,274.50
Cash & Its Equivalent as at 31/12/2023			11,360,015.42		729,018.37
Notes: 1					
RECONCILIATION:					
Surplus/ (Deficit) per Statement of Performance	13	673,880,176.07		-	
Add back non cash movement-		-		-	
Depreciation Charges	7A	63,863,085.40		-	
Net Cash Flow from Operating Activities		737,743,261.47		-	
Note: 2					
Cash & its equivalent as at 31/12/2023					
Cash Balances		-		-	
Bank Balances	9A	11,360,015.42	11,360,015.42	-	729,018.37

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

Sylvanus A. John 29/04/2024

Sylvanus A. John
Treasurer



STATEMENT 4
**CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/
EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2023.**

	Notes	Revaluation Reserve ?	Translation Reserve ?	Accummulated Surpluses ?	Total ?
Balance as at 1st January 2023	12	1,371,010,423.95	-		1,371,010,435.95
Changes in Accounting Policy					
Restated Balance		1,371,010,423.95			1,371,010,435.95
Surplus on Revaluation of Properties					
Deficit on Revaluation of Investments					
Net Gains and losses not recognized in the statement of Financial Performance					-
Net Surplus for the year	13	673,880,176.07	-		673,880,176.07
Balance at 31 December 2023		-			
Deficit on Revaluation of Property		-			
Surplus on Revaluation of Investments		-			
Net gains and Losses not Recognised in the Statement of Financial Performance					
Net deficit for the Period					
Balance at 31 December 2023		2,044,890,600.02	-	-	2,044,890,612.02

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

Sylvanus A. John 29/04/2024

Sylvanus A. John
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

NOTES TO THE ACCOUNTS

KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023

Note	Details	Ref Sup. Note	Amount	Amount		Remarks
1	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	1	996,743,063.17			
	Add: Deduction at source	1A	38,192,957.36	1,034,936,020.53		
	Share of Statutory Allocation (Other Agencies)	2		499,155,039.45		
	Share of Statutory Allocation (Excess Crude Oil)			-		
	Total (Gross) Statutory Allocation			1,495,898,102.62		
2	B. Value Added Tax					
	Share of Value Added Tax (VAT)			1,286,685,565.80		
	Internally Generated Revenue (Independent Revenue)					
3	NON TAX REVENUE	Ref Sup. Note	Actual	Budget	% Variance	
	RATES GENERAL (TENEMENT RATE)					
	LICENSE GENERAL		-			
	FEES GENERAL		823,000.00			
	FINES GENERAL		-			
	EARNINGS GENERAL		1,116,633.75			
	Sale/Rent of Government Property		-			
			1,939,633.75			
4	WAGES AND SALARIES					
		Ref Sup. Note	Actual	Budget	% Variance	2022 Actual
4A	PERSONNEL COST	4A				
	ADMINISTRATIVE SECTOR		258,831,192.62	-	-	-
	ECONOMIC SECTOR		107,215,021.97	-	-	-
	SOCIAL SECTOR		703,485,768.82	-	-	-
	REGIONAL SECTOR		-	-	-	-
	LAW AND JUSTICE		-	-	-	-
	SUB TOTAL		1,069,531,983.41	-	-	-
4B	CONSOLIDATED REVENUE FUND CHARGES	4B	58,634,570.47	-	-	-
	TOTAL WAGES AND SALARIES		1,128,166,553.88			
4C	PERSONNEL ANALYSIS					
		Ref Sup. Note	Actual	Budget	% Variance	2022 Actual
	TOTAL NO. OF EMPLOYEES AT THE BEGINNING OF THE YEAR		350	0	0	359
	TOTAL NO. OF EMPLOYEES EMPLOYED IN 2023		0	0	0	0
	TOTAL NO. OF EMPLOYEES RETIRED DURING THE YEAR		7	0	0	8
	TOTAL NO. OF EMPLOYEES AT THE END OF THE YEAR 2023		343	0	0	350



KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023

5	SOCIAL BENEFITS		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	ADMINISTRATIVE SECTOR	5A	166,874,993.63			
	ECONOMIC SECTOR		-			
	SOCIAL SECTOR		-			
	REGIONAL SECTOR		-			
	LAW AND JUSTICE		-			
6	OVERHEAD COST		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
6A	OVERHEAD COST BY FUNCTION	6A				
	TRAVEL & TRANSPORT - GENERAL		135,039,987.91			
	UTILITIES – GENERAL		309,508,782.62			
	MATERIALS AND SUPPLY - GENERAL		6,850,000.00	15,300,000.00		
	MAINTENANCE SERVICES – GENERAL		140,269,881.65			
	FUEL AND LUBRICANT - GENERAL		122,921,205.24	6,500,000.00		
	FINANCIAL CHARGES - GENERAL		2,174,859.47	7,000,000.00		
	TOTAL		716,764,716.89			
6B	OVERHEAD COST BY SECTOR	118				
	ADMINISTRATIVE SECTOR		358,432,358.42			
	ECONOMIC SECTOR		243,618,003.77			
	SOCIAL SECTOR		114,714,354.70			
	REGIONAL SECTOR		-			
	LAW & JUSTICE		-			
	TOTAL		716,764,716.89			
7	DEPRECIATION		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	BUILDING – GENERAL	7A	18,647,142.73			
	INFRASTRUCTURE – GENERAL		32,894,166.67			
	PLANT & MACHINERY – GENERAL		5,614,250.00			
	TRANSPORTATION EQUIPMENT - GENERAL		-			
	OFFICE EQUIPMENT		770,105.00			
	FURNITURE & FITTINGS – GENERAL		5,937,421.00			
	TOTAL		63,863,085.40			
8	TRANSFER TO OTHER GOVERNMENT ENTITIES					
	COMMON SERVICES	8A	7,500,000.00	7,500,000.00		-
	TRAINING FUND		27,273,776.33	-		-
	TOTAL		34,773,776.33	-		-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023

9	CASH AND CASH EQUIVALENT	Ref Sup. Note	2023	2022		
	CASH IN HAND		3,765.49	158,965.49		
	CASH AT BANK	9A	11,356,249.93	353,194.41		
	TOTAL		11,360,015.42	512,159.90		
10	PROPERTY, PLANT AND EQUIPMENT	Ref Sup. Note	31/12/2023	01/01/2023		
	BUILDING—GENERAL		986,043,327.27	880,690,470.00		
	INFRASTRUCTURE—GENERAL		968,455,833.33	412,550,000.00		
	PLANT & MACHINERY—GENERAL		50,528,250.00	56,142,500.00		
	TRANSPORT EQUIPMENT- GENERAL		-	-		
	OFFICE EQUIPMENT—GENERAL		2,310,315.00	3,080,420.00		
	FURNITURE AND FITTINGS		26,192,859.00	27,941,980.00		
	TOTAL		2,033,530,584.60	1,380,405,370.00		
11	BORROWINGS	Ref Sup. Note	2023	2022		
	EXTERNAL LOANS					
	DOMESTIC LOANS					
	TOTAL					
12	RESERVES	Ref Sup. Note	2023	2022		
	FOR THE YEAR		1,371,010,423.95			
13	SURPLUS	Ref Sup. Note	2023	2022		
	FOR THE YEAR		673,880,176.07			
14	PURCHASE/CONSTRUCTION OF PPE	Ref Sup. Note	2023	2022		
	BUILDING		124,000,000.00			
	INFRASTRUCTURE		588,800,000.00			
	PLANTS AND EQUIPMENTS		-			
	TRANSPORT EQUIPMENT		-			
	OFFICE EQUIPMENT		-			
	FURNITURE AND FITTINGS		4,188,300.00			
	TOTAL		716,988,300.00			



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2023**

**SUPPLEMENTARY NOTE 1
SHARE OF FAAC (STATUTORY REVENUE)**

DETAILS/ MONTH	NET RECEIPT SEE SUPPLEMENTARY NOTE 1A	ADD: DEDUCTIONS AT SOURCE (SEE – SUPPLEMENTARY NOTE 1A	GROSS
	N	N	N
JANUARY	136,483,203.45	4,094,496.10	140,577,699.55
FEBRUARY	78,817,663.14	2,364,529.89	81,182,193.03
MARCH	75,013,705.01	2,250,411.15	77,264,116.16
APRIL	102,251,179.48	3,067,535.38	105,318,714.86
MAY	72,633,642.80	2,179,009.28	74,812,652.08
JUNE	109,859,046.89	3,295,771.41	113,154,818.30
JULY	61,590,621.74	1,847,718.65	63,438,340.39
AUGUST	79,970,036.02	2,399,101.08	82,369,137.10
SEPTEMBER	64,621,257.24	10,229,303.19	74,850,560.43
OCTOBER	80,120,448.18	2,403,613.45	82,524,061.63
NOVEMBER	61,953,486.61	1,858,604.60	63,812,091.21
DECEMBER	73,428,772.61	2,202,863.18	75,631,635.79
GRAND TOTAL	996,743,063.17	38,192,957.36	1,034,936,020.53

**SUPPLEMENTARY NOTE 1A
NET STATUTORY ALLOCATION**

DETAILS/ MONTH	GROSS STATUTORY ALLOCATION (a)	TOTAL DEDUCTIONS (b)	NET ALLOCATION c = (a - b)
	N	N	N
JANUARY	140,577,699.55	4,094,496.10	136,483,203.45
FEBRUARY	81,182,193.03	2,364,529.89	78,817,663.14
MARCH	77,264,116.16	2,250,411.15	75,013,705.01
APRIL	105,318,714.86	3,067,535.38	102,251,179.48
MAY	74,812,652.08	2,179,009.28	72,633,642.80
JUNE	113,154,818.30	3,295,771.41	109,859,046.89
JULY	63,438,340.39	1,847,718.65	61,590,621.74
AUGUST	82,369,137.10	2,399,101.08	79,970,036.02
SEPTEMBER	74,850,560.43	10,229,303.19	64,621,257.24
OCTOBER	82,524,061.63	2,403,613.45	80,120,448.18
NOVEMBER	63,812,091.21	1,858,604.60	61,953,486.61
DECEMBER	75,631,635.79	2,202,863.18	73,428,772.61
GRAND TOTAL	1,034,936,020.53	38,192,957.36	996,743,063.17



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 1B ANALYSIS OF SHARE OF STATUTORY ALLOCATION (OTHER AGENCIES)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010101	ELECTRONIC MONEY TRANSFER LEVY	8,242,773.36	4,507,868.47	4,025,746.07	5,025,665.94	4,965,510.16	4,945,438.73	3,888,402.19	4,376,569.89	4,857,495.57	3,802,022.44	5,317,011.91	4,087,977.60	58,053,382.33
11010101	NON OIL REVENUE	-	22,115,739.89	-	-	5,307,777.57	-	-	-	-	-	13,269,443.93	-	40,692,961.39
11010101	NON OIL REVENUE 2	-	3,416,681.81	-	-	2,211,673.99	-	-	-	-	-	-	-	5,628,455.80
11010101	FOREX EQUALISATION 1	-	-	23,088,832.44	-	9,620,346.85	-	-	-	-	-	-	-	32,709,179.29
11010101	FOREX EQUALISATION 2	-	-	-	-	3,846,138.74	-	-	-	-	-	-	-	3,846,138.74
11010101	SOLID MINERALS	-	-	-	-	3,269,536.36	-	-	-	-	-	-	-	3,269,536.36
11010101	EXCHANGE GAIN DIFFERENCE	4,853,716.58	-	-	-	-	128,749.33	-	-	-	-	-	-	4,982,465.91
11010101	EXCHANGE GAIN DIFFERENCE 2	-	-	-	-	-	20,174,043.46	65,555,871.19	59,310,459.69	48,045,398.38	35,865,759.30	39,178,112.28	73,810,423.31	350,030,917.61
		13,096,489.94	30,040,490.17	27,114,578.51	5,025,665.94	29,182,885.69	33,249,131.52	69,454,273.38	63,686,979.58	62,962,893.95	39,759,081.74	67,764,568.12	77,998,400.91	499,155,039.45

SUPPLEMENTARY NOTE 2 ANALYSIS OF SHARE OF VALUE ADDED TAX VAT

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010202	VALUE ADDED TAX	92,743,731.01	116,858,843.61	70,602,470.33	107,607,626.35	123,837,949.89	89,363,360.94	119,714,143.71	115,407,267.78	106,022,434.70	115,432,795.31	123,800,345.78	105,294,596.39	1,296,685,565.80

SUPPLEMENTARY NOTE 3 NON - TAX REVENUE

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
12020459	FEES - RIGHT OF OCCUPANCY FEES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020466	FEES - INDIGINE REGISTRATION FEES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020501	FINES - FINES/PENALTIES	23,500.00	11,500.00	16,500.00	155,000.00	20,500.00	87,000.00	-	152,000.00	145,000.00	92,500.00	64,500.00	55,000.00	823,000.00
12020711	EARNINGS - EARNINGS FROM COMMERCIAL ACTIVITIES	-	260,000.00	-	516,833.75	100,000.00	-	240,000.00	-	-	-	-	-	1,116,833.75
	TOTAL	23,500.00	271,500.00	16,500.00	671,833.75	120,500.00	87,000.00	240,000.00	152,000.00	145,000.00	92,500.00	64,500.00	55,000.00	1,939,833.75



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 4 SALARIES AND WAGES

MONTHS	COUNCIL SALARIES N	HEALTH WORKERS SALARIES N	TEACHERS SALARIES N	CONSOLIDATED REVENUE FUND CHARGES - SALARIES 9B N	SALARY ARREARS N	ALLOWANCE N	TOTAL N
	21010101	21010101	21010101	21010103			N
JANUARY	20,166,414.70	25,136,248.45	32,950,507.85	-	10,000,000.00	-	88,253,171.00
FEBRUARY	19,755,521.37	25,136,248.45	32,955,507.85	-	10,000,000.00	-	87,847,277.67
MARCH	20,262,366.03	25,136,248.45	32,759,751.78	-	10,000,000.00	-	88,158,366.26
APRIL	20,212,366.03	25,245,793.95	32,759,751.78	-	10,000,000.00	-	88,217,911.76
MAY	20,303,070.11	25,196,395.95	32,711,660.49	-	10,000,000.00	-	88,211,126.55
JUNE	20,263,070.11	25,196,395.95	32,711,660.49	-	10,000,000.00	-	88,171,126.55
JULY	20,263,070.11	25,196,395.95	32,716,885.78	-	10,000,000.00	-	88,176,351.84
AUGUST	20,160,638.18	25,196,395.95	33,716,885.78	14,275,714.09	10,000,000.00	-	103,349,634.00
SEPTEMBER	20,160,638.18	25,196,395.95	33,462,183.53	10,839,714.09	10,000,000.00	-	99,658,931.75
OCTOBER	20,263,332.93	25,196,395.95	33,462,183.53	11,239,714.09	10,000,000.00	-	100,161,626.50
NOVEMBER	22,117,863.42	27,260,753.95	33,462,183.53	11,239,714.09	10,000,000.00	-	104,080,514.99
DECEMBER	22,117,863.42	27,260,753.95	33,462,183.53	11,239,714.09	10,000,000.00	-	104,080,514.99
GRAND TOTAL	246,046,214.59	306,354,422.90	397,131,345.92	58,834,570.45	120,000,000.00	-	1,128,366,553.86

SUPPLEMENTARY NOTE 4A WAGES AND SALARIES FOR THE YEAR ENDED 31ST DECEMBER, 2023

S/No	ADMIN CODE	ECON CODE	HEAD DESCRIPTION	ESTIMATE N	SUPPLEMENT N	TOTAL N	ACTUAL N	EXCESS N	SAVINGS N
		Sector :	ADMINISTRATIVE						
1		21010103	OFFICE OF THE CHAIRMAN		29,771,306.72	29,771,306.72	29,321,377.60	449,928.92	
2		21010103	OFFICE OF THE VICE CHAIRMAN		5,898,626.48	5,898,626.48	5,874,427.70	24,198.78	
3		21010103	SECRETARY TO THE LOCAL GOVT.		3,014,645.88	3,014,645.88	2,172,764.95	841,880.93	
4		21010103	LEGISLATORS		22,224,000.00	22,224,000.00	21,266,000.02	957,999.98	
5		21010101	ADMINISTRATIVE DEPARTMENT	221,160,011.43	38,000,000.00	259,160,011.43	258,831,192.62	328,818.81	
			SUB TOTAL	221,160,011.43	98,908,579.08	320,068,590.51	317,465,763.09		
		Sector :	ECONOMIC		-			-	
6		21010101	DEPARTMENT OF FINANCE AND SUPPLIES	107,411,603.78	-	107,411,603.78	107,215,021.97	196,581.81	
7		21010101	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	-	-	-	-	-	
8		21010101	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-	-	-	-	-	
9		21010101	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	-	-	-	-	-	
			SUB TOTAL	107,411,603.78	-	107,411,603.78	107,215,021.97		
		Sector :	LAW & JUSTICE						
10		21010101	LEGAL DEPARTMENT	3,746,654.96		3,746,654.96			
			SUB TOTAL	3,746,654.96	-	3,746,654.96			
		Sector :	SOCIAL SECTOR						
11		21010101	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE	398,000,000.00		398,000,000.00	397,131,345.92	868,654.08	
			DEPARTMENT OF PRIMARY HEALTH CARE	306,560,000.00		306,560,000.00	306,554,422.88	5,577.12	
			SUB TOTAL	704,560,000.00	-	704,560,000.00	703,685,768.80		
12		21010101	GRAND TOTAL	1,036,878,270.17	98,908,579.08	1,135,786,849.25	1,128,366,553.86		



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE B

CONSOLIDATED REVENUE FUND CHARGES – SALARIES			
DESCRIPTION	MONTHLY ESTIMATE	ANNUAL PAID	TOTAL
CHAIRMAN	5,264,275.56	26,321,377.80	26,321,377.80
CHAIRMAN'S AIDES	600,000.00	3,000,000.00	3,000,000.00
VICE CHAIRMAN	1,174,885.54	5,874,427.70	5,874,427.70
SECRETARY TO THE LG	434,552.99	2,172,764.95	2,172,764.95
LEGISLATORS	3,299,942.73	16,132,760.02	16,132,760.02
SUPERVISORS	1,050,000.00	5,133,240.00	5,133,240.00
TOTAL	11,823,656.82	58,634,570.47	58,634,570.47

SUPPLEMENTARY NOTE 4C PERSONNEL ANALYSIS

		2023			2022
		ACTUAL	BUDGET	VARIANCE	ACTUAL
TOTAL NO. OF EMPLOYEES AT THE BEGINNING OF THE YEAR		350	0	0	359
TOTAL NO. OF EMPLOYEES EMPLOYED IN 2023		NIL	0	0	NIL
TOTAL NO. OF EMPLOYEES RETIRED DURING THE YEAR		7	0	0	8
TOTAL NO. OF EMPLOYEES AT THE END OF THE YEAR 2023		343	0	0	350

NOTE 5A

ANAYSIS OF EMPLOYEES SOCIAL BENEFITS

MONTHS	GRATUITY	PENSION	DEATH BENEFITS	TOTAL
JANUARY	-	13,521,527.69	-	13,521,527.69
FEBRUARY	-	14,041,708.14	-	14,041,708.14
MARCH	-	13,437,193.49	-	13,437,193.49
APRIL	-	14,067,104.20	-	14,067,104.20
MAY	-	14,384,515.04	-	14,384,515.04
JUNE	-	13,650,006.44	-	13,650,006.44
JULY	-	13,904,580.22	-	13,904,580.22
AUGUST	-	13,705,297.13	-	13,705,297.13
SEPTEMBER	-	13,469,912.29	-	13,469,912.29
OCTOBER	-	14,314,713.23	-	14,314,713.23
NOVEMBER	-	14,056,293.37	-	14,056,293.37
DECEMBER	-	14,322,142.39	-	14,322,142.39
GRAND TOTAL	-	166,874,993.63	-	166,874,993.63



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 6A ANALYSIS OF OVERHEAD PAYMENTS

MONTHS	TRAVEL & TRANSPORT- GENERAL	UTILITIES—GENERAL 220202	MATERIALS AND SUPPLY - GENERAL	MAINTENANCE SERVICES— GENERAL 220204	FUEL AND LUBRICANT - GENERAL 220208	FINANCIAL CHARGES - GENERAL 220209	TOTAL
	220201	220202	220203	220204	220208	220209	
	N	N	N	N	N		N
JANUARY	2,740,000.00	-	-	28,579,209.30	-	20,050.01	31,339,259.31
FEBRUARY	5,100,000.00	-	-	-	-	71,507.13	5,171,507.13
MARCH	10,250,000.00	-	80,000.00	27,716,600.00	-	2,068.15	38,048,668.15
APRIL	8,150,000.00	-	-	14,526,539.54	9,485,000.00	167,139.86	32,328,679.40
MAY	7,925,000.00	-	-	-	-	107,261.31	8,032,261.31
JUNE	7,285,000.00	68,729,391.31	-	603,141.50	-	39,895.64	76,657,428.45
JULY	-	68,729,391.31	-	65,000.00	39,744,050.71	88,628.78	108,627,070.80
AUGUST	5,985,000.00	34,290,000.00	-	50,000.00	-	74,640.05	40,399,640.05
SEPTEMBER	-	34,290,000.00	-	-	4,443,200.00	115,139.02	38,848,339.02
OCTOBER	-	34,290,000.00	-	-	66,644,091.31	1,130,949.84	102,065,041.15
NOVEMBER	35,621,559.73	34,590,000.00	6,700,000.00	-	947,863.22	174,273.83	78,033,696.78
DECEMBER	51,983,428.18	34,590,000.00	70,000.00	68,729,391.31	1,657,000.00	183,305.85	157,213,125.35
	- 135,039,987.91	309,508,782.62	6,850,000.00	140,269,881.65	122,921,205.24	2,174,859.47	716,764,716.88

SUPPLEMENTARY NOTE 6B ANALYSIS OF OVERHEAD COST FOR THE YEAR 2023

S/NO	S/NO	ADMIN	GRP	HEAD DESCRIPTION	ESTIMATE	SUPPLEMENTARY	TOTAL	ACTUAL	SAVINGS	EXCESS
		SECTOR		ADMINISTRATIVE						
1	1		1	OFFICE OF THE CHAIRMAN	-	28,700,000.00	28,700,000.00	28,678,588.67	21,411.33	-
2	2		1	VICE CHAIRMAN	-	10,828,000.00	10,828,000.00	10,754,470.75	73,529.25	-
3	3		1	SECRETARY TO THE LG	-	7,320,000.00	7,320,000.00	7,169,647.17	150,352.83	-
			1	LEGISLATORS	-	53,960,000.00	53,960,000.00	53,722,353.76	237,646.24	-
4			1	ADMINISTRATIVE DEPT	258,950,732.66	-	258,950,732.66	258,107,298.07	843,434.59	-
5				Sub Total	258,950,732.66	100,808,000.00	359,758,732.66	358,432,358.42		
6		SECTOR		ECONOMIC	-	-	-	-	-	-
	4		2	DEPARTMENT OF FINANCE	25,475,366.33	-	25,475,366.33	25,093,765.09	381,601.24	-
7	5		2	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	9,542,609.90	-	9,542,609.90	8,962,058.96	580,550.94	-
8	6		2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	21,932,756.43	-	21,932,756.43	21,508,941.51	423,814.92	-
9			2	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	188,301,465.31	-	188,301,465.31	188,053,238.21	248,227.10	-
				Sub Total	245,252,197.97	-	245,252,197.97	243,618,003.77		
10		SECTOR		LAW & JUSTICE	-	-	-	-	-	-
	9		3	LEGAL DEPARTMENT	-	-	-	-	-	-
				Sub Total	-	-	-	-	-	-
		SECTOR		SOCIAL	-	-	-	-	-	-
	10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	43,080,293.06	-	43,080,293.06	43,017,883.01	62,410.05	-
	11		4	DEPARTMENT OF PRIMARY HEALTH CARE	72,170,439.59	-	72,170,439.59	71,696,471.69	473,967.90	-
				Sub Total	115,250,732.65	-	115,250,732.65	114,714,354.70		
		GRAND TOTAL			619,453,663.27	100,808,000.00	720,261,663.27	716,764,716.89	-	-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTAR NOTE 7A DEPRECIATION

	BUILDING - GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT - GENERAL	OFFICE EQUIPMENT		FURNITURE & FITTINGS - GENERAL	TOTAL
	240101	240102	240103	240104			240106	
					GENERAL	BOOKS		
RATE	2%	5%	10%	20%	25%	3%	20%	
LEGACY ASSETS	17,613,809.40	20,627,500.00	5,614,250.00	-	770,105.00	-	5,588,396.00	50,214,060.40
ASSETS DURING YEAR 2023	1,033,333.33	12,266,666.67	-	-	-	-	349,025.00	13,649,025.00
SUB- TOTAL	1,033,333.33	12,266,666.67	-	-	-	-	349,025.00	13,649,025.00
GRAND TOTAL	18,647,142.73	32,894,166.67	5,614,250.00	-	770,105.00	-	5,937,421.00	63,863,065.40

SUPPLEMENTAR NOTE 7B DEPRECIATION FOR ASSETS ACQUIRED DURING THE YEAR 2023

MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & MACHINERY	TRANSPORT	EQUIPMENT	FURNITURE AND FITTINGS	
	DEP. RATE 2%	DEP. RATE 5%	DEP. RATE 10%	DEP. RATE 20%	DEP. RATE 25%	DEP. RATE 20%	
JANUARY	-	-	-	-	-	-	-
FEBRUARY	-	-	-	-	-	-	-
MARCH	-	-	-	-	-	-	-
APRIL	-	-	-	-	-	-	-
MAY	-	-	-	-	-	-	-
JUNE	-	-	-	-	-	-	-
JULY	-	-	-	-	-	-	-
AUGUST	206,666.67	2,453,333.33	-	-	-	69,805.00	2,729,805.00
SEPTEMBER	206,666.67	2,453,333.33	-	-	-	69,805.00	2,729,805.00
OCTOBER	206,666.67	2,453,333.33	-	-	-	69,805.00	2,729,805.00
NOVEMBER	206,666.67	2,453,333.33	-	-	-	69,805.00	2,729,805.00
DECEMBER	206,666.67	2,453,333.33	-	-	-	69,805.00	2,729,805.00
GRAND TOTAL	1,033,333.33	12,266,666.67	-	-	-	349,025.00	13,649,025.00

THE DEPRECIATION IS PRO RATED ACCORDING TO THE MONTH OF THE YEAR THE ASSETS VALUE IS CAPITALISED.

SUPPLEMENTAR NOTE 8A TRANSFER TO OTHER GOVERNMENT ENTITIES

DESCRIPTION		2023			2022
		ACTUAL	BUDGET	VARIANCE	ACTUAL
COMMON SERVICES	SEE SUPL. NOTE 14B	7,500,000.00	-	-	-
TRAINING FUND		27,273,776.33	-	-	-
TOTAL		34,773,776.33	-	-	-

SUPPLEMENTARY NOTE 8B ANALYSIS OF STATUTORY TRANSFERS

MONTHS	TRAINING FUND	COMMON SERVICES	PENSION	TOTAL
	N	N	N	N
JANUARY	2,423,234.24	625,000.00	-	3,048,234.24
FEBUARY	2,212,091.28	625,000.00	-	2,837,091.28
MARCH	1,727,307.54	625,000.00	-	2,352,307.54
APRIL	2,148,844.72	625,000.00	-	2,773,844.72
MAY	2,146,092.55	625,000.00	-	2,771,092.55
JUNE	2,042,965.96	625,000.00	-	2,667,965.96
JULY	2,507,590.39	625,000.00	-	3,132,590.39
AUGUST	2,475,642.83	625,000.00	-	3,100,642.83
SEPTEMBE	2,235,485.86	625,000.00	-	2,860,485.86
OCTOBER	2,353,119.25	625,000.00	-	2,978,119.25
NOVEMBER	2,435,184.01	625,000.00	-	3,060,184.01
DECEMBER	2,566,217.70	625,000.00	-	3,191,217.70
TOTAL	27,273,776.33	7,500,000.00	-	34,773,776.33



**SUPPLEMENTARY NOTE 9A
CASH AND CASH EQUIVALENTS**

REF. S. NOTE	2023	2022
	3,765.49	158,965.49
16B	11,356,249.93	353,194.41
	11,360,015.42	512,159.90

**SUPPLEMENTARY NOTE 9B
CASH AND CASH EQUIVALENTS**

UNITY BANK 1484239900		GLOBUS BANK 1000155744			ACCESS A/C 0710952176		ACCESS A/C 1484239900		CLOSING BALANCE
N	N	N	N	N	AMOUNT (#)	PAYMENTS (#)	AMOUNT (#)	PAYMENTS (#)	#
4,991.02	-	-	-		79,497.50		268,705.88		353,194.40
268,141,674.10	268,100,843.58	-	-						
		127,010,335.43	64,511,554.27						
		166,848,643.43	183,850,564.17						
		161,086,775.72	153,291,005.57						
		66,009,325.93	106,115,441.31						
		54,661,378.78	43,540,031.95						
		82,986,135.66	85,147,104.31						
		91,485,382.21	43,301,055.88						
		83,747,291.91	102,866,921.86						
		1,134,795,253.56	1,058,116,598.79						
		108,850,790.43	160,217,240.94						
		108,831,076.80	174,392,645.80						
268,146,665.12	268,100,843.58	2,186,312,389.86	2,175,350,164.85						
	45,821.54		10,962,225.01		79,497.50		268,705.88		11,356,249.93



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 10A PROPERTY PLANT AND EQUIPMENT

	BUILDING – GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT - GENERAL	OFFICE EQUIPMENT - GENERAL	FURNITURE AND FITTINGS	TOTAL
	320101	320102	320103	320103	320105		
CARRYING AMOUNT 01/01/2023	880,690,470.00	412,550,000.00	56,142,500.00	-	3,080,420.00	27,941,980.00	1,380,405,370.00
ADD ASSET DURING THE YEAR (SEE -SUPPLEMENTARY NOTE							
	124,000,000.00	588,800,000.00	-	-	-	4,188,300.00	716,988,300.00
TOTAL ASSETS	1,004,690,470.00	1,001,350,000.00	56,142,500.00	-	3,080,420.00	32,130,280.00	2,097,393,670.00
LESS DEPRECIATION	18,647,142.73	32,894,166.67	5,614,250.00	-	770,105.00	5,937,421.00	63,863,085.40
CARRYING AMOUN 31/12/2023	986,043,327.27	968,455,833.33	50,528,250.00	-	2,310,315.00	26,192,859.00	2,033,530,584.60

SUPPLEMENTARY NOTE 10B

PURCHASES/CONSTRUCTION OF PROPERTY PLANT AND EQUIPMENT (PPE) DURING THE YEAR 2023							
MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	
JANUARY	-	-	-	-	-	-	-
FEBRUARY	-	-	-	-	-	-	-
MARCH	-	-	-	-	-	-	-
APRIL	-	-	-	-	-	-	-
MAY	-	-	-	-	-	-	-
JUNE	-	-	-	-	-	-	-
JULY	-	-	-	-	-	-	-
AUGUST	124,000,000.00	588,800,000.00	-	-	-	4,188,300.00	716,988,300.00
SEPTEMBER	-	-	-	-	-	-	-
OCTOBER	-	-	-	-	-	-	-
NOVEMBER	-	-	-	-	-	-	-
DECEMBER	-	-	-	-	-	-	-
GRAND TOTAL	124,000,000.00	588,800,000.00	-	-	-	4,188,300.00	716,988,300.00

SUPPLEMENTARY NOTE 10C							
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT							
DETAILS	CLASS OF PPE						TOTAL
	LAND & BUILDING – SEE SUPPLEMENTARY NOTE 20D	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT (– SEE SUPPLEMENTARY NOTE 20D)	FURNITURE AND FITTINGS	
LEGACY ASSETS	880,690,470.00	412,550,000.00	56,142,500.00	-	3,080,420.00	27,941,980.00	1,380,405,370.00
ASSETS FOR THE YEAR	124,000,000.00	588,800,000.00	-	-	-	4,188,300.00	716,988,300.00
SUB TOTAL (A)	1,004,690,470.00	1,001,350,000.00	56,142,500.00	-	3,080,420.00	32,130,280.00	2,097,393,670.00
DEP. RATE	2%	5%	10%	20%		20%	
DEP. LEGACY ASSETS	17,613,809.40	20,627,500.00	5,614,250.00	-	770,105.00	5,588,396.00	50,214,060.40
DEP. ASSETS DURING YEAR	1,033,333.33	12,266,666.67	-	-	-	349,025.00	13,649,025.00
TOTAL DEPRECIATION (B)	18,647,142.73	32,894,166.67	5,614,250.00	-	770,105.00	5,937,421.00	63,863,085.40
NET BOOK VALUE	986,043,327.27	968,455,833.33	50,528,250.00	-	2,310,315.00	26,192,859.00	2,033,530,584.60
THE LEGACY ASSET-(LAND) IS VALUED AT N							



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**SUPPLEMENTARY NOTE 10D
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT**

DETAILS	CLASS OF PPE					
	LAND & BUILDING			OFFICE EQUIPMENT		
	LAND	BUILDING	TOTAL LAND AND BUILDING	BOOKS	OTHER EQUIPMENTS	TOTAL OFFICE EQUIPMENT
LEGACY ASSETS	-	880,690,470.00	880,690,470.00	-	3,080,420.00	3,080,420.00
ASSETS DURING THE YEAR	-	124,000,000.00	124,000,000.00			
SUB TOTAL (A)	-	1,004,690,470.00	1,004,690,470.00	-	3,080,420.00	3,080,420.00
DEP. RATE	-	2%		3%	25%	
DEP.LEGACY ASSETS	-	17,613,809.40	17,613,809.40	-	770,105.00	770,105.00
DEP. ASSETS DURING YEAR	-	1,033,333.33	1,033,333.33	-	-	-
TOTAL DEPRECIATION (B)	-	18,647,142.73	18,647,142.73	-	770,105.00	770,105.00
NET BOOK VALUE A+B	-	986,043,327.27	986,043,327.27	-	2,310,315.00	2,310,315.00

**SUPPLEMENTARY NOTE 11A
BORROWINGS (LONG TERM LOANS) AS AT 31ST DECEMBER, 2023.**

S/NO	INSITUIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
A	EXTERNAL LOANS (SEE – SUPPL. NOTE 225A)	-	-	-	-	-	-
B	DOMESTIC LOANS (SEE - SUPPL. NOTE 22)	10,123,964.42	-	7,287,120.16	2,836,844.26	10,123,964.42	-
	SUB TOTAL	10,123,964.42	-	7,287,120.16	2,836,844.26	10,123,964.42	-

**SUPPLEMENTARY NOTE 11B
LONG TERM BORROWINGS
(INTERNAL LOANS) AS AT 31ST DECEMBER, 2023**

S/NO	INSITUIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
1	LGA SALARY BALLOUT	10,123,964.42	-	7,287,120.16	2,836,844.26	10,123,964.42	-
	TOTAL DOMESTIC	10,123,964.42	-	7,287,120.16	2,836,844.26	10,123,964.42	-



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**SUPPLEMENTARY NOTE 13A
SURPLUS/ DEFICIT**

YEAR				DEFICT	SURPLUS
				DR	CR
				N	N
2023					
TOTAL				-	673,880,176.07

**SUPPLEMENTARY NOTE 14A
ANALYSIS OF PURCHASE/ CONSTRUCTION OF PPE DURING THE YEAR 2023**

S/NO	ADMIN	GRP	HEAD DESCRIPTION	BUDGET	ACTUAL	SAVINGS	EXCESS	FINAL BUDGET	ACTUAL	EXCESS	SAVINGS
	SECTOR		ADMINISTRATIVE								
1		1	OFFICE OF THE CHAIRMAN	-	-	-	-	-	-	-	-
2		1	VICE CHAIRMAN	-	-	-	-	-	-	-	-
3		1	SECRETARY TO THE LG	-	-	-	-	-	-	-	-
		1	LEGISLATORS	-	-	-	-	-	-	-	-
		1	ADMINISTRATIVE DEPT	200,000,000.00	128,188,300.00	71,811,700.00	-	71,811,700.00	-	-	71,811,700.00
	SECTOR		ECONOMIC	-	-	-	-	-	-	-	-
4		2	DEPARTMENT OF FINANCE AND SUPPLIES	-	-	-	-	-	-	-	-
5		2	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	-	-	-	-	-	-	-	-
6		2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-	-	-	-	-	-	-	-
		2	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY	600,000,000.00	588,800,000.00	11,200,000.00	-	11,200,000.00	-	-	11,200,000.00
	SECTOR		LAW & JUSTICE	-	-	-	-	-	-	-	-
9		3	LEGAL DEPARTMENT	-	-	-	-	-	-	-	-
	SECTOR		SOCIAL	-	-	-	-	-	-	-	-
10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	-	-	-	-	-	-	-	-
11		4	DEPARTMENT OF PRIMARY HEALTH CARE	-	-	-	-	-	-	-	-
	GRAND TOTAL			800,000,000.00	716,988,300.00	83,011,700.00	-				



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

KOLOKUMA/OPOKUMA LOCAL GOVERNMENT AREA								
SECTOR	2022				2023			
	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure
ADMINISTRATION SECTOR								
OFFICE OF THE CHAIRMAN								
Chairman	123,841,506.72	68,447,607.57	-	68,447,607.57	-	54,999,966.47	-	54,999,966.47
Vice- Chairman	18,598,626.48	27,182,805.97	-	27,182,805.97	-	16,628,896.45	-	16,628,896.45
Internal Audit	-	-	-	-	-	-	-	-
Adviser/Assistant to the Chairman/ Vice Chairman	-	12,600,000.00	-	-	-	-	-	-
LOCAL GOVERNMENT COUNCIL								
The Council	75,646,360.00	93,836,924.74	-	93,836,924.74	-	69,855,113.78	-	69,855,113.78
Assistants/Aides/Advisers	11,800,000.00	-	-	-	-	3,000,000.00	-	3,000,000.00
Council Committees	29,800.00	11,732,200.48	-	-	-	5,133,240.00	-	5,133,240.00
Office of the House Leader	-	-	-	-	-	-	-	-
Office of the Deputy Leader	-	-	-	-	-	-	-	-
Office of the Majority Leader	-	-	-	-	-	-	-	-
Office of the Deputy Majority Leader	-	-	-	-	-	-	-	-
Office of the Chief Whip	-	-	-	-	-	-	-	-
Office of the Deputy Chief Whip	-	-	-	-	-	-	-	-
Clerk to the House	-	-	-	-	-	-	-	-
OFFICE OF THE HEAD OF LOCAL GOVERNMENT SERVICE								
Office of the Head of Local Government Service	-	287,744,985.71	-	287,744,985.71	111,660,011.45	215,576,178.20	-	215,576,178.20
ADMINISTRATION & GENERAL SERVICES								
Administration and General Services	-	556,800,331.76	-	556,800,331.76	-	503,011,082.46	-	503,011,082.46
SECRETARY TO THE LOCAL GOVERNMENT								
Secretary to the Local Government	9,114,635.88	12,521,174.52	-	12,521,174.52	-	9,342,412.12	-	9,342,412.12
ECONOMIC SECTOR								
DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES								
Department of Agriculture & Natural Resources	-	27,813,075.09	-	27,813,075.09	9,157,319.64	21,508,941.51	-	21,508,941.51
DEPARTMENT OF FINANCE AND SUPPLIES								
Department of Finance and Supplies	-	46,355,125.15	-	46,355,125.15	61,337,323.00	132,308,787.06	-	132,308,787.06
DEPARTMENT OF WORKS, TRANSPORT, HOUSING, LANDS & SURVEY								
Department of Works, Transport, Housing, Lands & Survey	-	231,775,625.77	73,935,000.00	305,710,625.77	36,716,360.98	188,053,238.21	716,988,300.00	905,041,538.21
DEPARTMENT OF BUDGET, PLANNING, RESEARCH & STATISTICS (BPRS)								
Department of Budget, Planning, Research & Statistics (BPRS)	-	13,906,537.55	-	13,906,537.55	-	8,962,058.96	-	8,962,058.96
WATER, SANITATION & HYGIENE (WASH)								
Water, Sanitation & Hygiene (WASH)	-	-	-	-	-	-	-	-
SOCIAL SECTOR								
WOMEN DEVELOPMENT OFFICE								
Women Development Office	-	-	-	-	-	-	-	-
DEPARTMENT OF SOCIAL DEVELOPMENT								
Department of social Development	13,000,000.00	-	-	-	20,000,000.00	-	-	-
DEPARTMENT OF EDUCATION								
Department of Education	570,000,000.00	462,117,788.22	-	462,117,788.22	505,094,880.00	440,149,228.93	-	440,149,228.93
DEPARTMENT OF HEALTH								
Department of Primary Health Care	328,533,229.00	384,300,148.78	-	384,300,148.78	392,703,136.00	378,050,894.59	-	378,050,894.59
TOTAL	1,150,564,158.08	2,237,134,331.31	73,935,000.00	2,311,069,331.31	1,136,669,031.07	2,046,580,040.74	716,988,300.00	2,763,568,340.74



**KOLOKUMA/OPOKUMA LOCAL GOVERNMENT**

Telegram: LOGOVSEC
Telephone:

Headquarters Office:
P.M.B. 1, Karama,
Bayelsa State.

Over Ref: _____
Year Ref: _____

29th April, 2024.

STATEMENT OF ACCOUNTING POLICIES
(IPSAS ACCRUAL)
ISSUED BY
OFFICE OF THE ACCOUNTANT-GENERAL
OF BAYELSA STATE OF NIGERIA
2023





Introduction

In line with the adoption of the International Public Sector Accounting Standards (IPSAS) in Nigeria, a Standardised Chart of Account (COA) alongside with a set of General-Purpose Financial Statements (GPFS) have been designed and introduced by Federation Accounts Allocation Committee (FAAC) for adoption by all tiers of Government in Nigeria.

The standardised COA and the GPFS have been adopted by Kolokuma/Opokuma Local Government Council to comply with FAAC directive in order to harmonise public sector accounts reporting in Nigeria. In order to ensure an effective and efficient utilisation of the COA and GPFS, the Accounting Policies have been developed as a set of guidelines to direct the Processes and Procedures relating to financial reporting in Kolokuma/Opokuma Local Government Council. These policies shall form part of the universally agreed framework for financial reporting in Bayelsa State.

IPSAS ACCRUAL BASIS OF ACCOUNTING

The GPFS are prepared under the historical cost convention and in accordance with International Public Sector Accounting Standards (IPSAS) and other applicable standards as defined by the Fiscal Responsibility Law (FRL) and the Financial Reporting Council of Nigeria. In addition, GPFS are in compliance with the provisions of other financial regulations of the State.

This Accounting Policy addresses the following fundamental accounting issues:

- Definition of Accounting Terminologies
- Recognition of Accounting Items
- Measurement of Accounting Items
- Treatment of Accounting items

The Accounting Policy is subject to periodic reviews and updates as shall be deemed necessary by the Accountant-General of Bayelsa State.



1. **Accounting Terminologies / Definitions**

- **Accounting policies** are the specific principles, bases, conventions, rules and practices adopted by the Bayelsa State Government in preparing and presenting Financial Statements.
- **Accrual basis means** a basis of accounting that recognizes transactions and other events immediately when revenue is earned or expenses incurred.
- **Cash:** Cash comprises cash in hand, demand deposits in financial institutions and cash equivalents.
- **Cash equivalents** are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.
- **Cash flows** are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.
- **Cash receipts** are cash inflows.
- **Cash payments** are cash outflows.
- **Cash Controlled by Bayelsa State Government:** Cash is deemed to be controlled by Bayelsa State Government when the government can freely use the available cash for the achievement of its objectives or enjoy benefit from the cash, and can also exclude or regulate the access of others to that benefit. Cash collected by, or appropriated or granted to the government which the government can freely use to fund its operating objectives, such as acquiring of capital assets or repaying its debt is controlled by the government.
- **Government Business Enterprise** means a ministry, department or agency that has all the following characteristics:
 - Is an entity with the power to contract in its own name;
 - Has been assigned the financial and operational authority to carry on a Business;
 - Sells goods and services, in the normal course of its business, to other MDAs and the general public at a profit or full cost recovery;



- Is not reliant on continuing government funding or subvention to remain a going concern (other than purchases of outputs at arm's length); and
- Is controlled by a public sector management or the government.

Notes to the GPFS

- This shall include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information
- Notes shall be presented in a systematic manner. The items in the Statements should cross reference to any related information in the notes.

2. Fundamental Accounting Concepts

The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State:

- Accrual Basis of Accounting;
- Under-stability;
- Materiality,
- Relevance;
- Going Concern Concept;
- Consistency Concept
- Prudence
- Completeness, etc.

3. Accounting Period

The accounting year (fiscal year) is from 1st January to 31st December in line with the National Treasury Circular Ref. OAGF/CAD/026/V.1/102 of 30th December, 2013. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.

4. Reporting Currency



	• The General Purpose Financial Statements are prepared in Nigerian Naira.
5.	General Purpose Financial Statements (GPFS) The GPFS comprise of the followings: • Statement of Financial Performance; • Statement of Financial Position; • Statement of Cashflow; • Statement of Net Asset/Equity; • Notes to the Accounts: Additional disclosures to explain the GPFS; and
6.	Consolidation Policy • The Consolidation of the GPFS is based on Accrual Basis of Accounting • All Ministries, Department and Agencies (MDAs) of Bayelsa State Government except Government Business Enterprises (GBEs) shall be consolidated. • Consolidation of the GPFS shall be in agreement with the provisions of IPSAS
7.	Notes to the GPFS ▪ Notes to the GPFS shall be presented in a systematic manner. The items in the Statement should cross reference to any related information in the Notes. ▪ It shall follow the format provided in the Accounting Manual.
8.	Comparative Information • The General Purpose Financial Statements shall disclose all numerical information relating to previous period (at least one year).
9.	Budget Figures



- These are figures from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State.

10. **Revenue:**

Fees, taxes and fines

- In this GPFS revenue is recognizes from non-exchange transactions such as fees, taxes and fines when the event occurs and the assets recognition criteria are met.
- Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the government and the fair value of the asset will flow to the government and fair value of the asset can be measured reliably.

Other operating revenues

- Other operating revenues arises from exchange transactions in the ordinary course of Government activities.
- Revenues comprise the fair value of the consideration received or receivable for the sale of good and services in the ordinary course of government activities.
- Revenue is shown net of tax, returns, rebates and discounts.

Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership has been transferred to buyer, usually when goods are delivered.

Other revenue

- Other revenue consists of gains on disposal of property, plant and equipment.



	Any gain on disposal is recognized at the date control of the asset is passed to the buyer and is determined after deducting from the proceeds the carrying value of the asset at that time.
11.	Aid and Grants: Aid and Grants to the Bayelsa State Government is recognized as income on entitlement, while aid and grants to other governments/agencies are recognized as expenditure on commitment.
12.	Subsidies, Donations and Endowments Subsidies, Donations and endowments to the Government are recognized as income when money is received, or entitlement to receive money is established, except where fulfillment of any restrictions attached to these monies is not probable.
13.	Transfers from other government entities Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on receipt of the asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the government and can be measured.
14.	Expenses All expenses shall be reported on an accrual basis, i.e. all expenses are to be recognized in the period they are incurred or when the related services are enjoyed, irrespective of when the payment is made.
15.	Employee Benefits/Pension obligations: Under the Defined Benefits Scheme. Provision has been made, where applicable, using an actuarial valuation determines the extent of anticipated entitlement payable under employment contracts and brings to account a liability using the present value measurement basis, which discounts expected future cash flows.



- To the extent that it is anticipated that the liability will arise during the following year the entitlement are recorded as Current Liabilities. The remainder of the anticipated entitlements are records as Non- Current Liabilities.

Under the Defined Contribution Scheme

- Public entities make pension and national insurance contributions on behalf of employees in line with Pension Act 2014. The contributions are treated as payments to a defined contribution pension plan.
- A defined contribution plan is a pension plan under which fund managed by Pension Fund Administrators(PFAs)
- The Government has no legal or constructive obligations to pay further contributions if the pension Entity does not hold sufficient assets in the current and prior periods.
- The contributions are recognized as employee benefit expense when they are due.
- Prepaid contributions are recognized as an assets to the extent that a cash refund or a reduction in the future payments is available.

16. Interest on Loans:

- Interest on loans shall be treated as expenditure or as a charge in the financial performance report (Statement of Financial Performance)
- Interest expense is accrued using the effective interest rate method.
- The effective interest rate exactly discounts estimated future cash payments through there expected life of the financial liability to that liability's net carrying amount.
- The method applies this rate to the principal outstanding to determine interest expense in each period.

17. Foreign currency transactions:

- Foreign Currency Transactions throughout the year shall be converted into Nigerian Naira at the ruling (Central Bank of Nigeria –CBN) rate of exchange at the dates of the transactions.



	Foreign currency balances, as at the year end, shall be translated at the exchange rates prevailing on that date. • At the end of the financial year, additional amounts (in cash or at bank) arising out of Foreign Exchange Gains/Losses shall be recognised in the Statement of Cash Receipts and Payments either as Receipts / Payments respectively. • Foreign exchange gains/losses are recognized in the Statement of Financial Performance.
18.	Minority Interest • This represents the interest of external parties during the year under review.
19.	Statement of Cash Flow This statement shall be prepared using the direct method. The Cash Flow Statement shall consists of three (3) sections: • Operating activities section include cash received from all income sources of the government and record the cash payments made for the supply of goods and services • Investing activities section are those activities relating to the acquisition and disposal of non-current assets. • Financial activities section comprise the change in equity and debt capital structure of the government.
20.	Cash & Cash Equivalent • Cash and Cash Equivalent means cash balances on hand, held in bank accounts, demasnd deposits and other highly liquid investments with an original maturity of 6 months or less in which the Entity invests as part of its day-t0-day cash management and are subject to insignificant risk of changes in value. • Cash and Cash Equivalent is reported under Current Assets in the statement of financial position.
21.	Accounts Receivable: a. Receivables from exchange transaction



- Receivables from exchange transactions are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment.
- A provision for impairment of receivables is established when there is objective evidence that entity will not be able to collect all amounts due according to the original terms of the receivables.

b. Receivables from non-exchange transactions

- Receivables from non-exchange transactions comprises; fees, taxes and fines (and any penalties associated with these activities) as well as social benefit receivables that do not arise out of a contract.
- These receivables are initially assessed at nominal amount or face value; that is, the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable.
- These receivables are subsequently adjusted for penalties as they are charged and tested for impairment.
- Interest and penalties charged on tax receivables are presented as tax revenue in the statement of financial performance.

22. Prepayments.

- Prepaid expenses are amounts paid in advance of receipt of goods or services.



- They can represent payments made early in the year for benefits to be received over the latter part of the year, or payments made in one year for benefits to be received in subsequent years.
- Prepayments for which the benefits are to be derived in the following 12 months should be classified as Current Assets. Where the benefits are expected to accrue beyond the next 12 months, it should be accounted for as a Long-Term Prepayment and classified as Non-Current Assets.
- Prepayments that are identifiable with specific future revenue or event, e.g. adverts, should be expensed in the period in which the related event takes place; those that relate to specific time periods, e.g. insurance, rent, leasehold premises, should be recognised as an expense in such periods.
- Prepayments not exceeding e.g. N10, 000 shall be expensed immediately, except there is a possibility of obtaining a refund or credit within the same financial year.

23. **Inventories:**

- Inventories are valued at the lower of cost and net realisable value.
- Cost is determined using the FIFO method.
- Inventories held for distribution for public benefit purposes are recorded at cost, adjusted where applicable for any loss of services potential.
- Inventories are reported under Current Assets in the Statement of Financial Position.

24. **Loans Granted:**



	Loans Granted are shown at estimated realisable value after providing for bad, doubtful debts and impairments.
25.	Investments: Investments in associates. ▪ An Entity's investments in its associates are accounted for using the equity method of accounting. ▪ ▪ An associate is an Entity over which Entity has significant influence and that is neither a subsidiary nor a joint venture. ▪ Under the equity method, investments in associates are carried in the statement of financial position at cost plus post acquisition changes in Entity's share of net assets of the associate. d. The statement of financial performance reflects the share of the results of operations of the associates. ▪ Where there has been a change recognised directly in the equity of the associate, Entity recognises its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity. ▪ Surpluses and deficits resulting from transactions between the Government and the associate are eliminated to the extent of the interest in the associate. Investments in joint ventures.



- A Public Entity's investments in its joint ventures are accounted for using the equity method of accounting.
- A joint venture is a contractual arrangement whereby two or more parties undertake an economic activity that is subject to joint control.
- Under the equity method, investments in joint ventures are carried in the consolidated statement of financial position at cost plus post acquisition charges in Entity's share of net assets of the joint venture.
- The statement of financial performance reflects the share of the results of operations of the joint venture.
- Where there has been a change recognised directly in the equity of the joint venture, an Entity should recognise its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity.

Investment in Controlled entities (subsidiaries)

- The controlled entities are all entities (including special purpose entities) over which a Public Entity or its entities has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights.



- The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether Public Entity controls another Entity.
- The controlled entities are fully consolidated from the date on which control is transferred to the Public Entity. They are de-consolidated from the date that control ceases.
- Inter-group transactions, balances and unrealised gains on transactions between inter-group transactions are eliminated, unrealised losses are also eliminated.
- Accounting policies of controlled entities are consistent with the policies adopted by the Public Entity.

Impairment of Investments.

Entity determines at each reporting date whether there is any objective evidence that the investment is impaired, if this is the case Entity calculates the amount of impairment as being the difference between the recoverable value of the investment and the carrying value and recognises the amount in the statement of financial performance.

26. Available for sale securities

- Where and Entity uses its surplus cash to purchase short-term investments, the financial assets are classified at initial recognition as available-for-sale.
- Available-for-sale financial assets are included in non-current assets unless Entity intends to dispose of the investment within 12 months of the reporting date.



- Regular purchases and sales of financial assets are recognized at fair value on the trade-date (the date on which Entity commits to purchase or sell the asset) and subsequently at fair value with any resultant fair value gains or losses recognised in the statement of Net Assets/Equity.
- Realized gains and losses on sale of available-for-sale securities are recognized in the consolidated statement of financial performance as 'gains and losses from available-for-sale securities.'
- Impairment losses and interest on available-for-sale securities is calculated using the effective interest method and is recognized in the consolidated statement of financial performance as part of other income.
- The fair values of quoted investments are based on current bid prices. If the market for a financial asset is not active, the entity shall establish fair value using valuation techniques. These include: i. the use of recent arm's length transactions, ii. reference to other instruments that are substantially the same iii. discounted cash flow analysis iv. and option pricing models v. making maximum use of market inputs and relying as little as possible on entity-specific inputs.
- Entities shall ascertain at the date of preparation of each statement of financial report whether there is objective evidence that a financial asset or a group of financial assets is impaired.



	▪ In the case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of the security below its cost is considered as an indicator that the securities are impaired. ▪ If any such evidence exists for available-for-sale financial assets, the cumulative loss – measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognized is recognized in the statement of financial performance.
27.	Property, Plant & Equipment (PPE) ▪ All property, plant and equipment are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items. ▪ Where an asset (other than land) is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially recognised at fair value, where fair value can be reliably determined and as income in the statement of financial performance (unless there are restrictions on the asset's use in which case income is deferred). ▪ All land held by Government owned entities is not included in the Entity's financial statements unless that land is to be used for development purposes. ▪ The following shall constitute expenditure on PPE: i. Amounts incurred on the purchase of such assets. Consumables are to be wholly expensed irrespective of their amounts. ii. Construction Cost- including materials, labour and overheads. iii. Improvements to existing PPE, which significantly enhance their useful life. Cost ▪ The cost of an item of PPE shall comprise: its purchase price, including import and non-recurring costs and any directly attributable costs of bringing the asset to its location and working condition for its intended use. Any trade discounts and rebates are deducted in



arriving at the purchase price. a. PPE shall be stated at cost or at their professional valuation less accumulated depreciation and impairment. b. The amount recorded for a PPE shall include all costs directly related to its acquisition including expenditures incurred to place the asset in usable condition for the Service. Accordingly, the cost of the assets shall include acquisition or construction costs, custom duties, transportation charges, professional fees and installation costs. Cash discounts shall be netted against the cost of the assets.

Capitalisation

-
- The capitalisation threshold shall be N250,000.00(Two hundred and fifty thousand naira only).
- Only amounts spent in connection with the above and whose values exceed (Two hundred and fifty thousand naira) N250, 000 shall be capitalised.
-
- All assets equal to or above this amount shall be recorded in the Fixed Assets Register. However in certain cases, it may be appropriate to aggregate individually insignificant value items such as chairs and tables, printers and UPS, etc. and apply the capitalisation threshold to the aggregate value.
- Fixed assets whose costs are below the capitalization threshold shall be charged appropriately to the following accounts: office supplies – furniture, office supplies – IT equipment, office supplies – household equipments, etc.



- Where an asset's category already exists for a newly acquired asset below the capitalisation threshold, such an asset shall be capitalised irrespective of its cost and recorded in the fixed assets register under the appropriate category

Depreciation

The cost of PPE shall be written off, from the time they are brought into use, on a straight line basis over their expected useful lives less any estimated residual value as follows:

- | | |
|--|----------------------------|
| a. Lease Properties | Over the term of the lease |
| b. Buildings | 2% |
| c. Plant and Machinery | 10% |
| d. Motor Vehicles: | 20% |
| e. Office Equipment: | 25% |
| f. IT Equipment: | 25% |
| g. Furniture and Fittings: | 20% |
| h. Infrastructure | 5% |
| i. Books | 3% |
| j. Specific cultural and heritage assets | Unlimited |

- The full depreciation charge shall be applied to PPE in the months of acquisition and disposal, regardless of the day of the month the transactions was carried out.



- Fully depreciated assets that are still in use are carried in the books at a net book value of N10.00
- An asset's carrying amount is written down immediately to its recoverable amount or recoverable service amount if the asset's carrying amount is greater than its estimated recoverable amount or recoverable service amount

Revaluation

- a. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period
- b. Surplus arising from the revaluation shall be transferred to the revaluation reserve in the financial position under reserves and to the statement of changes in net assets/equity.
- c. In case of revaluation deficit, it shall be set against the respective asset value and the corresponding entry to either the revaluation reserve – if surplus exists on the same class of asset, or to the statement of financial performance as an expense.

Disposal

Gains or losses on the disposal of fixed assets are to be included in the income statement as either an income or expense respectively.

Impairment

Entities shall test for impairments of its PPE where it suspects that impairment has occurred.

28.

Investment Property



	These are cash-generating property owned by the Government/ its entities. The cost, capitalisation, depreciation and impairment of Investment Property are same with PPE, but shall be reported separately in the GPFS.										
29.	Intangible Assets a. These shall consist of assets that are not physically tangible which have been acquired and held for use from which benefits are derivable beyond a financial year. b. The cost of an item of intangible asset shall comprise: its purchase price, including non-recurring costs and any directly attributable costs of bringing the asset to its state of intended use. Any trade discounts and rebates shall be deducted in arriving at the purchase price. c. Intangible assets are tested for impairment and amortised over the estimated useful life using the straight line method on an annual basis. d. Classes of Intangible Assets and their estimated useful lives are as follows: <table><tr><td>i. Softwares acquired externally</td><td>3 years</td></tr><tr><td>ii. Goodwill</td><td>4 years</td></tr><tr><td>iii. Copyrights</td><td>4 years</td></tr><tr><td>iv. Trademarks</td><td>4 years</td></tr><tr><td>v. Other Intangible assets</td><td>4</td></tr></table>	i. Softwares acquired externally	3 years	ii. Goodwill	4 years	iii. Copyrights	4 years	iv. Trademarks	4 years	v. Other Intangible assets	4
i. Softwares acquired externally	3 years										
ii. Goodwill	4 years										
iii. Copyrights	4 years										
iv. Trademarks	4 years										
v. Other Intangible assets	4										
30.	Deposits a. Deposits are amounts received in advance in respect of goods or services provided. b. Deposits can represent payments received early in the year for goods/services to be offered over the latter part of the year, or payments received in one year for services to be offered in subsequent years. Deposits for which the services are to be offered in the following 12 months shall be classified as Current Liabilities. Where the services are expected to span beyond the										



	next 12 months, it shall be accounted for as a Non-Current Deposits and classified as Non-Current Liabilities.
31.	Loans& Debts ▪ a. Loans are funds received to be paid back at an agreed period of time. They are classified under liability in the General Purpose Financial Statement and are categorised as either short or long term. ▪ b. Short-term loans and debts are those repayable within one calendar year, while long-terms loans and debts shall fall due beyond one calendar year.
32.	Unremitted Deductions a. Unremitted Deductions are monies owed to third parties such as tax authorities, schemes and associations and other government agencies. These include: tax deductions and other deductions at source. b. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.
33.	Payables Payables are recognized initially at fair value and subsequently measured at amortised cost using the effective interest method. Accrued Expenses a. These are monies payable to third parties in respect of goods and services received.



	b. Accrued Expenses for which payment is due in the next 12 months shall be classified as Current Liabilities. Where the payments are due beyond the next 12 months, it shall be accounted for as Non-Current Liabilities.
34.	Current Portion of Borrowings This is the portion of the long-term loan/ borrow that is due for repayment within the next 12 months. This portion of the borrowings shall be classified under Current Liabilities in the Statement of Financial Position.
35.	Public Funds a. These are balances of Government funds at the end of the financial year. b. They are classified under the Non-Current Liabilities in the Statement of Financial Position and include: Trust Funds, Revolving Funds and other Funds created by Government.
36.	Reserves Reserves are classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/ (Deficit) and the Revaluation Reserve
37.	Contingent Liability a. A contingent liability is a possible obligation arising from past events whose existence will be confirmed only by uncertain future event(s) or present obligation arising from past events that are not recognised because either an outflow of economic benefit is not probable or the amount of the obligation cannot be reliably measured. b. Contingent liabilities shall only be disclosed in the Notes to the GPFS.
38.	Leases: Finance leases



	a. These are leases which effectively transfer to the lessee Entity substantially all the risks and benefits incidental to ownership of the leased item. b. They are capitalised at the present value of the minimum lease payment. c. The leased assets and corresponding liabilities are disclosed while the leased assets are depreciated over the period the Entity is expected to benefit from their use. Operating Leases a. Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. b. Payments made under operating leases (net of any incentives received from the lessor) are charged to the statement of financial performance on a straight-line basis over the period of the lease.
39.	Financial Instruments a. These form part of the Government's everyday operations. These financial instruments include Bank Accounts, Short Term Deposits, Trade and Accounts Receivable, Trade and Accounts Payable and Term Borrowings, all of which are recognised in the Statement of Financial Position. b. Revenue and expenses in relation to all financial instruments are recognised in the Statement of Financial Performance
40.	Borrowings a. Borrowings are recognized initially at fair value, net of transaction costs incurred.



	b. Borrowings are subsequently stated at amortized cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognized in the consolidated statement of financial performance over the period of the borrowings using the effective interest method. c. Fees paid on the establishment of loan facilities are recognized as transaction costs of the loan. The fee is capitalized and amortized over the period of the facility to which it relates. d. Borrowings falling due within 12 months are classified as current liabilities while borrowings falling due more than 12 months are classified as long term borrowings. e. Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized and included in the cost of that asset. f. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. g. All other borrowing costs are recognized as an expense in the period in which they are incurred.
41.	Transfers to other government entities. Transfers to other government entities are non-exchange items and are recognized as expenses in the statement of financial performance.
42.	Service Concession Arrangement: Service Concession Arrangement Assets a. Service Concession Assets are operated by third parties under the terms of Service Concession Arrangements. On classification the original service concession asset is measured at its fair value and any difference between its fair value and its book value is recognised in the Statement of Financial Performance.



b. Since the fair value of assets previously transferred under Service Concession Arrangements is not reliably available, Government has chosen to adopt the standard prospectively from 1 January 2016.

c. If the terms of the arrangement require Government to compensate the operator for the concession asset by making payments and the payments are separable between the asset and service portions of the payment then the fair value of the original service concession asset is the fair value of the asset portion of the payments. If however the asset and service portions of the payments are not separable, the fair value is determined using estimation techniques.

Service Concession Arrangement Liabilities

a. When Government recognises a Service Concession Arrangement asset it also recognises a liability of an equal amount.

b. The liability is split between a financial liability and a performance obligation.

c. The financial liability arises from the payments due from an entity under the terms of the Service Concession Arrangement and the performance obligation from the rights granted to the operator under the terms of the Service Concession Arrangement to earn revenues from the Service Concession Assets(s) or associated asset(s).



List of Abbreviations/Acronyms

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
FAAC	Federation Accounts Allocation Committee
FGN	Federal Government of Nigeria
FRC	Financial Reporting Council
GAAP	Generally Accepted Accounting Principles
GPFS	General Purpose Financial Statement
IPSAS	International Public Sector Accounting Standards
LFN	Law of the Federal Republic of Nigeria
MDA	Ministries, Departments and Agencies
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
OAG	Office of the Accountant-General
PPE	Properties, Plants and Equipment
FR	Financial Regulation
FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act
IGR	Internally Generated Revenue
MDAs	Ministries, Departments, and Agencies



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
HCF	Honourable Commissioner for Finance
AuG	Auditor-General (State)
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention

 29/04/2024

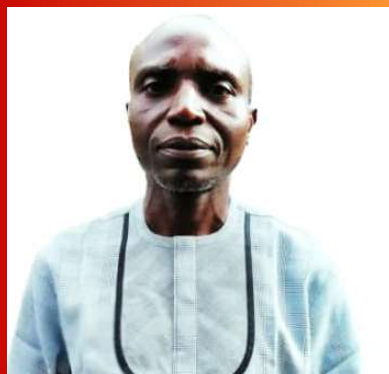
Sylvanus A. John
Treasurer



**REPORT OF THE AUDITOR - GENERAL
FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF
NEMBE
LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR
ENDED 31ST DECEMBER, 2023**



HON. SAMUEL KALANGO
ACTING CHAIRMAN NEMBE LOCAL
GOVERNMENT AREA



IGBAINFEGHA IDUBAMO (ACA)
TREASURER/DFS NEMBE LOCAL GOVERNMENT
COUNCIL BAYELSA STATE



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

NEMBE LOCAL GOVERNMENT COUNCIL

Telegram NELGA

Our Ref: *NELGA/ADM/COG/VOLU*

Your Ref: _____



HEADQUARTERS
Local Government Council Secretariat
P.M.B. 1
Nembe, Bayelsa State.

Date: 8th May, 2024

STATEMENT OF FINANCIAL RESPONSIBILITY

These Financial Statements and accounts have been prepared by the Treasurer of Nembe Local Government Council, Bayelsa State in accordance with the provisions of section 24 of the Finance (Control and Management) LFN 2004 & Section 85(5) Constitution of the Federal Republic of Nigeria and other relevant extant laws, regulations and policies. The accounting framework adopted in the preparation of the financial statements and accounts is IPSAS ACCRUAL accounting basis and the Financial Statements comply with generally accepted accounting policies and practice.

To fulfill the accounting and reporting responsibility, the Treasurer of Nembe Local Government Council is responsible for preparing, reporting, 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 receipt and payment of Public Financial resources by the Local Government.

In compliance with International Public Sector Accounting Standard (IPSAS) 33 (First Time Adoption of Accrual Basis IPSAS) and the guidelines issued by the Federation Account Allocation Committee (FAAC) Technical Sub Committee 2004 on IPSAS implementation, reasonable efforts have been made to ensure that the Financial Statements prepared herein reflect the true and fair view of the financial position of Nembe Local Government Council as at 31st December, 2023.

On behalf of Nembe Local Government Council, I write to accept responsibility for the integrity, credibility and objectivity of the Financial Statements. The information embedded reflects the financial position of the Local Government as at 31st December, 2023.

[Signature] 8/5/2024

Igbainfegha C. Idubamo
Treasurer

[Signature] 8/5/2024

Hon. Samuel Kalango
Acting Chairman



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2023

INTRODUCTION

The Financial Statements of Nembe Local Governments Council for the year ended 31st December 2023 have been examined in accordance with the Generally Accepted Auditing Practice and section 125(2) of the Constitution of the Federal Republic of Nigeria, section 55(3) of the Bayelsa State Audit Law and section 51 subsection 1 and 2 of Bayelsa State Local Government Law 2000.

SUBMISSION OF REPORT

In compliance with Section 5 Sub-section 2 of Bayelsa State Local Government Law 2000, it is my pleasure to humbly lay before the honourable House of Assembly, Bayelsa State, the Auditor – General for Local Governments report on the accounts of Nembe Local Government Council for the financial year ended 31st December, 2023.

CONSTITUTIONALITY

In accordance with the section of the Bayelsa State Local Government Law 2000 quoted above, the draft annual report and accounts including the related financial statements for the year ended 31st December 2023, was submitted to my office by the accounting officer on the 8th May, 2024.

STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION (IPSAS)

The General Purpose Financial Statements (GPFS) were prepared in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting. The financial statements were presented in Nigeria Naira (N) and kobo (k) which is the functional and reporting currency in Nigeria. The accounting year to which the financial statements date is from 1st January to 31st December, 2023.

STATEMENT OF COMPLETENESS OF THE LOCAL GOVERNMENT REVENUE

Revenue accruable to Nembe Local Government Council from the Federation accounts and managed by the State Local Governments Joint Accounts Allocation Committee (SLGJAAC) were fairly stated. I have confirmed the completeness and correctness of the SLGJAAC receipts, the relevant deductions and balances of transfer of the SLGJAAC allocations accruable to the Local Government Council.



RESPONSIBILITY OF THE ACCOUNTING OFFICER

In line with the provisions of Section 48 subsection 1 of Bayelsa State Local Government Law 2000, the accounting officer is responsible for the preparation of financial statements. He is responsible for the general and overall supervision of all accounting activities of the local government. In carrying out this mandate, he has the responsibility to:

- Ensure that the treasury department of the council keep proper books of accounts that reasonably discloses the financial position of the local government.
- Establish and maintain a functional and adequate system of internal control designed to provide reasonable assurance that the transaction recorded reflect the utilization of the public financial resources.
- Ensure that appropriate accounting policies and estimate are consistently deployed in the preparation of financial statements.
- Taking steps to safeguard the assets of the local government, prevent and detect fraud and irregularities.

RESPONSIBILITIES OF THE AUDITOR – GENERAL FOR LOCAL GOVERNMENTS

The responsibility is to form or express an independent opinion based on the financial statements as presented by the accounting officer of the local government and report to the State House of Assembly.

2. FINANCIAL HIGHLIGHTS:

FIVE YEAR FINANCIAL SUMMARY

REVENUE					
Revenue	2023	2022	2021	2020	2019
Description		N	N	N	N
Opening Balance	2,751,446.55	1,039,252.04	3,644,385.85	641,031.52	-
Statutory Allocation	3,253,358,578.02	2,641,268,170.38	2,195,297,807.82	1,961,790,957.24	2,086,849,516.81
Independent Revenue	12,644,571.97	12,664,571.97	26,249,919.43	23,009,919.43	8,194,571.97
Other Revenue		36,627,773.77		-	284,758,520.62
Total	3,268,754,596.54	2,691,599,768.16	2,225,192,113.10	1,985,441,908.19	2,379,802,609.40
EXPENDITURE					
Expenditure	2023	2022	2021	2020	2019
Description		N	N	N	N
Personnel Cost	1,714,797,724.75	1,636,112,485.50	1,605,013,679.21	524,072,964.30	667,917,788.63
Overhead Cost	425,789,313.02	650,945,303.06	366,578,519.97	400,656,275.53	380,388,034.90
Other Operating Cost /Statutory Deduction	229,467,199.65	242,485,464.40	190,560,661.88	990,552,538.27	959,508,028.46
Capital Expenditure	850,332,114.01	31,270,000.00	62,000,000.00	56,520,900.00	56,520,900.00
Total	3,220,386,351.43	2,560,813,252.96	2,224,152,861.06	1,971,802,678.10	2,064,334,751.99



PATTERN AND MANNER IN WHICH THE ACCOUNTS WERE KEPT AND RENDERED

Section 5(3) of the Audit Law (Cap 13, Laws of Eastern Nigeria 1963) applicable to Bayelsa State and the provisions of IPSAS (Accrual) and Section 48(1) of Bayelsa State Local Government Law 2000 requires the Accounting officer of Nembe Local Government Council to, within three (3) months after the 31st day of December, each year, transmit to the Auditor-General for Local Governments accounts showing the financial position of the local government on the said 31st day of December specified financial summaries for five years.

Financial statements submitted for audit are:

1. Statement of Financial Performance
2. Statement of Financial Position
3. Statement of Cash flow
4. Statement of Changes in Net Assets
5. Statement of Recurrent Revenue
6. Statement of Recurrent Expenditure
7. Statement of external/internal loans
8. Statement of personnel cost
9. Statement of overhead cost

BOOK-KEEPING AND FINANCIAL CONTROL

Audit observed that the state of Book-keeping in Nembe Local Government Council is below the required standard of record keeping. In most cases payments are made before payment vouchers are prepared, which has negatively affected the system of internal control and also hindered early submission of financial statements.

AUDIT QUERIES

Audit raised several queries within the period stated above, but the response to these queries were low due to the timing of the audit exercise.

Audit looks forward to a timely audit exercise in the near future to ensure that elected officers and other key local government personnel are on ground to give information and explanation that is relevant to the expression of an audit opinion.

GENERAL OBSERVATIONS/RECOMMENDATIONS

INTERNAL CONTROL

Chapter 40.1 of the model financial memoranda (FM) states that an internal audit unit headed by an Internal Auditor be established in the Local Government Council to provide a complete and continues audit of the accounts and records of revenue, expenditure, plants, allocated and unallocated stores



where applicable with reference to basic internal accounting controls that have been set-up by the accounting officer of the Council which are relevant to the expression of an audit opinion on the financial statements.

The basic accounting controls that are supposed to be built into the system, and which is expected to be followed at all times, and in respect of all transactions and disciplines over basic controls that are established as a check over the basic controls by way of management supervision which are key factors upon which the Auditors place reliance on the preparation of the financial statements are not properly utilised. This observation was raised in the 2022 audit. Though, the internal audit has been established but they are yet to carry out their main function of prepayment audit and maintaining internal control as regards to revenue and expenditure items as against budgeted estimates.

Action required: The Accounting officer should ensure that the internal audit department in the council operate as it is statutorily required.

BANK RECONCILIATION STATEMENTS

During the period under review, audit observed that the council (Accounts department) did not prepare bank reconciliation statement with respect to its transactions with approved banks monthly. This statutory requirement is part of the overall control system whereby cash book balance (Bank column) is reconciled with the bank balance to avoid loss of financial asset. This was observed in the previous (2021 and 2022) years audit and is yet to be responded to.

Required Action:- The Treasurer of the Council should in subsequent years prepare monthly bank reconciliation statement as statutorily required.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

GOVERNMENT OF BAYELSA STATE OF NIGERIA

Office of the Auditor-General for Local Governments

e-mail address: localgovtsauditbys@gmail.com

LGCON.21/VOL.II/105

Our Ref: _____

Your Ref: _____



State Govt. Secretariat
P.M.B. 30 Yenagoa,
Bayelsa State.

25th July, 2024

Date: _____

AUDIT CERTIFICATE

In compliance with section 125(2) of the Constitution of the Federal Republic of Nigeria 1999 (as amended) and Section 55(3) of the Bayelsa State Audit Law 2021, the audit of the Financial Statements of Nembe Local Government Council of Bayelsa State for the year ended 31st December, 2023 was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

The audit was conducted in accordance with International Standards on Auditing and INTOSAI Auditing Standards



Within the period under review, the information presented in the General Purpose Financial Statements are in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting as prescribed in the statement of accounting policies.

In my opinion, the Financial Statements which agree with the books of Accounts and records show a true and fair view of the Financial Position of Nembe Local Government Council for the year ended 31st December, 2023.

Office of the Auditor –
General For
Local Governments
P.M.B. 30, Yenagoa

 25/07/2024
Fagha Henry Prenanagha FCMA, ACT, CIPFP, HCFP
Auditor – General for
Local Governments
Bayelsa State.

All Correspondence to be addressed to the Auditor-General for Local Governments



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT I CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE (INCOME & EXPENDITURE) FOR THE YEAR ENDED 31ST DECEMBER, 2023

Actual 2022		Notes	Actual 2023	Final Budget 2023	Initial Budget 2023	Supplementary Budget 2023	Variance on Final Budget
	REVENUE						
1,624,031,491.60	Government share of FAAC (Statutory Revenue)	1, 1(b)	1,839,674,973.67	1,992,238,145.31	1,504,052,144.31	488,186,001.00	152,563,171.64
1,017,236,678.78	Government share of VAT	2	1,413,683,604.35	557,729,300.00	557,729,300.00	-	855,954,304.35
-	Tax Revenue		-	-	-	-	-
12,664,571.97	Non – Tax Revenue	3	12,644,571.97	94,000,000.00	94,000,000.00	-	81,355,428.03
-	Investment Income		-	-	-	-	-
-	Interest Earned		-	-	-	-	-
-	AID & Grants		-	-	-	-	-
36,627,773.77	Other Revenue		-	-	-	-	-
2,690,560,516.12	Total Revenue		3,266,003,149.99	2,643,967,445.31	2,155,781,444.31	488,186,001.00	(622,035,704.68)
	EXPENDITURE						
1,636,112,485.44	Salaries & Wages	4	1,714,797,724.75	1,715,211,010.62	1,637,865,182.92	77,345,827.70	413,285.87
171,945,008.91	Social Benefits	5	190,096,747.62	28,000,000.00	28,000,000.00	-	162,096,747.62
673,917,871.67	Overhead Cost	6	425,789,313.02	426,245,000.00	417,945,000.00	8,300,000.00	455,686.98
-	Grants & Contributions		-	-	-	-	-
	Depreciation	7	158,007,188.68	-	-	-	158,007,188.68
33,912,681.72	Transfer to other Govt Entities	8	39,370,452.03	32,000,000.00	32,000,000.00	-	7,370,452.03
2,515,888,047.74	Total Expenditure		2,528,061,426.09	2,201,456,010.62	2,115,810,182.92	85,645,827.70	328,343,361.18
174,672,468.38	Surplus from Operating Activities for the period		737,941,723.90	-	-	-	-
-	Public Debt Repayment			-	-	-	-
	Gain/Loss on Disposal of asset						
	Gain/Loss on Disposal of asset						
-	Total non-operating revenue (expenses)		-	-	-	-	-
174,672,468.38	Surplus/ (deficit) from Ordinary Activities	13	737,941,723.90	-	-	-	-
-	Minority Interest share of surplus/deficit		-	-	-	-	-
174,672,468.38	Net Surplus/(Deficit) for the period		737,941,723.90	-	-	-	-

The accompanying notes form an integral part of the General -Purpose Financial Statement (GPFS)


8/05/24
Idubamo Igbainfegha (ACA)
Treasurer



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**STATEMENT 2
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)
AS AT 31ST DECEMBER, 2023**

	Economic Code	Notes	2023		2022	
			N	N	N	N
ASSETS						
Current Assets						
Cash and Cash Equivalents	3101-4	9	36,159,012.59		2,751,446.55	
Inventories	3105		-		-	
Receivables	3106-7		-		-	
Prepayments	3108		-		-	
A				36,159,012.59		2,751,446.55
Non-Current Assets						
Loans & Debts (short-term)	3110		-		-	
Investments	3109		-		-	
Property, Plant & Equipment	3201	10	2,498,098,686.83		-	
Investment Property	3202		-		-	
Intangible Assets	3301		-		-	
B			-	2,498,098,686.83		-
Total Assets = A+B	C			2,534,257,699.42		2,751,446.55
LIABILITIES						
Current Liabilities						
Deposits	4101		-		-	
Short Term Loans & Debts	4102		-		-	
Unremitted Deductions	4103		-		-	



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**STATEMENT 2
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)
AS AT 31ST DECEMBER, 2023**

Accrued Expenses	4104		-		-	
Current Portion of Borrowings	4105		-		-	
D			-	-		-
Non-Current Liabilities						
Public Funds	4601					-
Borrowings	4602	11	(101,756,326.62)		113,965,559.14	-
E			(101,756,326.62)	-	113,965,559.14	
Total Liabilities: F = D + E				(101,756,326.62)		113,965,559.14
Net Assets: G = C - F				2,432,501,372.80		-
NET ASSETS/EQUITY						
Reserves	4701	12	1,694,559,648.91		-	
Surpluses/(Deficits)	4702	13	737,941,723.90		-	
Total Net Assets/Equity				2,432,501,372.81		116,717,005.69

The accompanying notes form an integral part of the General -Purpose Financial Statement (GPFS)

[Signature] 3/05/24

Idubamo Igbainfegha (ACA)
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



STATEMENT 3 CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

Description	Notes	2023		2022	
		N	N	N	N
CASH FLOWS FROM OPERATING ACTIVITIES					
Inflows					
Government Share of FAAC (Statutory Revenue)	1	1,839,674,973.67		1,624,031,491.60	
Government Share of VAT	2	1,413,683,604.35		1,017,236,678.78	
Direct Taxes		-		-	
Licenses		-		-	
Fines		-		-	
Royalties		-		-	
Fees		-		-	
Earnings & Sales	3	12,644,571.97		12,664,571.97	
Rents of Government Properties		-		-	
Investment Income		-		-	
Interest & Repayment General		-		-	
Re- imbursement		-		-	
Funds from Special Accounts		-		-	
Domestic Aid & Grants		-		-	
External Aid & Grants		-		-	
Gains from exchange transactions		-		-	
Other Revenue (e.g. plea Bargain)		-		36,627,773.77	
Total inflow from Operating Activities			3,266,003,149.99		2,690,560,516.12
Outflows					
Salaries & Wages	4	1,714,797,724.75		1,636,112,485.44	
Social Benefits	5	190,096,747.62		171,945,008.91	



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



STATEMENT 3 CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

Overhead Cost	6	425,789,313.02		673,917,871.67	
Grants & Contributions		-		-	
Subsidies		-			
Transfer to other Government Entities	8	39,370,452.03		33,912,681.72	
Public Debts Repayment				-	
Total Outflow from Operating Activities (B)		2,370,054,237.42	(2,370,054,237.42)		(2,515,888,047.74)
Net Cash Inflow/(Outflow) From Operating Activities* C=(A-B)			895,948,912.57		174,672,468.38
CASH FLOW FROM INVESTING ACTIVITIES					
Proceeds from Sale of PPE		-		-	
Proceeds from Sales of Investment Property		-		-	
Proceeds from Sale of Intangible Assets		-		-	
Proceeds from Sale of Investment		-		-	
Dividends Received		-		-	
		-			
Purchase/Construction of PPE	14	(850,332,114.01)		(136,332,500.00)	
Purchase/Construction of Investment Property		-		-	
Purchase of Intangible Assets		-		-	
Acquisition of Investments		-		-	
Net Cash Flow from Investing Activities			(850,332,114.01)		(136,332,500.00)



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**STATEMENT 3
CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023**

CASH FLOW FROM FINANCING ACTIVITIES					
Proceeds from Borrowings				-	
Repayment of Borrowings	11	(12,209,232.52)		(36,627,773.77)	
Distribution of Surplus/Dividends Paid		-		-	
Net Cash Flow from Financing Activities			(12,209,232.52)		(36,627,773.77)
Net Cash Flow from all Activities			33,407,566.04		1,712,194.61
Cash & Its Equivalent as at 1/1/2023			2,751,446.55		1,039,251.94
Cash & Its Equivalent as at 31/12/2023			36,159,012.59		2,751,446.55
Notes: 1					
RECONCILIATION:					
Surplus/ (Deficit) per Statement of Performance	13	737,941,723.90		-	
Add back non cash movement-		-		-	
Depreciation Charges	7A	158,007,188.68		-	
Net Cash Flow from Operating Activities		895,948,912.57		-	
Note: 2					
Cash & its equivalent as at 31/12/2023					
Cash Balances		-		-	
Bank Balances		36,159,012.59	36,159,012.59	-	2,751,446.55

The accompanying notes form an integral part of the General -Purpose Financial Statement (GPFS)

 8/05/24

Idubamo Igbainfegha (ACA)
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT 4 CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/ EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2023.

	Notes	Revaluation Reserve N	Translation Reserve N	Accumulated Surpluses N	Total N
Balance as at 1st January 2023	12	1,694,559,648.91	-	-	1,694,559,660.91
Changes in Accounting Policy					
Restated Balance		-		-	-
Surplus on Revaluation of Properties					
Deficit on Revaluation of Investments					
Net Gains and losses not recognized in the statement of Financial Performance					-
Net Surplus for the year	13	737,941,723.90	-	-	737,941,723.90
Balance as at 31 December 2023		-		-	
Deficit on Revaluation of Property		-		-	
Surplus on Revaluation of Investments		-		-	
Net gains and Losses not Recognized in the Statement of Financial Performance					
Net deficit for the Period					
Balance as at 31 December 2023		2,432,501,372.81	-	-	2,432,501,384.81

The accompanying notes form an integral part of the General -Purpose Financial Statement (GPFS)

 8/05/24

Idubamo Igbainfegha (ACA)
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

NEMBE LOCAL GOVERNMENT COUNCIL NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023

Note	Details	Ref Sup. Note	Amount	Amount		Remarks
1	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	1	1,230,905,052.11			
	Add: Deduction at source	1A	45,217,816.84	1,276,122,868.95		
	Share of Statutory Allocation (Other Agencies)	1B		608,769,921.56		
	Share of Statutory Allocation (Excess Crude Oil)			-		
	Total (Gross) Statutory Allocation			1,839,674,973.67		
2	B. Value Added Tax	2A				
	Share of Value Added Tax (VAT)			1,413,683,604.35		
	Internally Generated Revenue (Independent Revenue)					
	NON TAX REVENUE	Ref Sup. Note	Actual	Budget	% Variance	
3	RATES GENERAL (TENEMENT RATE)		-	54,000,000.00		
	LICENSE GENERAL		-	2,500,000.00		
	FEES GENERAL		-	12,000,000.00		
	FINES GENERAL		-			
	EARNINGS GENERAL		12,644,571.97	21,500,000.00		
	Sale/Rent of Government Property		-			
4	WAGES AND SALARIES			2023		2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
4A	PERSONNEL COST	4A				
	ADMINISTRATIVE SECTOR		396,863,979.47	-	-	-
	ECONOMIC SECTOR		246,050,316.90	-	-	-
	SOCIAL SECTOR		993,692,411.77	-	-	-
	REGIONAL SECTOR		-	-	-	-
	LAW AND JUSTICE		3,402,446.16	-	-	-
	SUB TOTAL		1,640,009,154.30	-	-	-
4B	CONSOLIDATED REVENUE FUND CHARGES	4B	74,788,570.45	-	-	-
	TOTAL WAGES AND SALARIES		1,714,797,724.75			
4C	PERSONNEL ANALYSIS			2023		2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	TOTAL NO. OF EMPLOYEES AT THE BEGINNING OF THE YEAR		972			
	TOTAL NO. OF EMPLOYEES EMPLOYED IN 2023		-			
	TOTAL NO. OF EMPLOYEES RETIRED DURING THE YEAR		10			
	TOTAL NO. OF EMPLOYEES AT THE END OF THE YEAR 2023		962			
5	SOCIAL BENEFITS			2023		2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	ADMINISTRATIVE SECTOR	5A	190,096,747.62			
	ECONOMIC SECTOR		-			
	SOCIAL SECTOR		-			
	REGIONAL SECTOR		-			
	LAW AND JUSTICE		-			



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



NEMBE LOCAL GOVERNMENT COUNCIL NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023

Note	Details	Ref Sup. Note	Amount	Amount		Remarks
1	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	1	1,230,905,052.11			
	Add: Deduction at source	1A	45,217,816.84	1,276,122,868.95		
	Share of Statutory Allocation (Other Agencies)	1B		608,769,921.56		
	Share of Statutory Allocation (Excess Crude Oil)			-		
	Total (Gross) Statutory Allocation			1,839,674,973.67		
2	B. Value Added Tax	2A				
	Share of Value Added Tax (VAT)			1,413,683,604.35		
	Internally Generated Revenue (Independent Revenue)					
	NON TAX REVENUE	Ref Sup. Note	Actual	Budget	% Variance	
3	RATES GENERAL (TENEMENT RATE)		-	54,000,000.00		
	LICENSE GENERAL		-	2,500,000.00		
	FEES GENERAL		-	12,000,000.00		
	FINES GENERAL		-			
	EARNINGS GENERAL		12,644,571.97	21,500,000.00		
	Sale/Rent of Government Property		-			
4	WAGES AND SALARIES			2023		2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
4A	PERSONNEL COST	4A				
	ADMINISTRATIVE SECTOR		396,863,979.47	-	-	-
	ECONOMIC SECTOR		246,050,316.90	-	-	-
	SOCIAL SECTOR		993,692,411.77	-	-	-
	REGIONAL SECTOR			-	-	-
	LAW AND JUSTICE		3,402,446.16	-	-	-
	SUB TOTAL		1,640,009,154.30	-	-	-
4B	CONSOLIDATED REVENUE FUND CHARGES	4B	74,788,570.45	-	-	-
	TOTAL WAGES AND SALARIES		1,714,797,724.75			
4C	PERSONNEL ANALYSIS			2023		2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	TOTAL NO. OF EMPLOYEES AT THE BEGINNING OF THE YEAR		972			
	TOTAL NO. OF EMPLOYEES EMPLOYED IN 2023		-			
	TOTAL NO. OF EMPLOYEES RETIRED DURING THE YEAR		10			
	TOTAL NO. OF EMPLOYEES AT THE END OF THE YEAR 2023		962			



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

5	SOCIAL BENEFITS		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	ADMINISTRATIVE SECTOR	5A	190,096,747.62			
	ECONOMIC SECTOR		-			
	SOCIAL SECTOR		-			
	REGIONAL SECTOR		-			
	LAW AND JUSTICE		-			
6	OVERHEAD COST		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
6A	OVERHEAD COST BY FUNCTION	6A				
	TRAVEL& TRANSPORT - GENERAL		90,010,053.19	40,000,000.00		
	UTILITIES – GENERAL		40,510,630.00	1,800,000.00		
	MATERIALS AND SUPPLY - GENERAL		41,992,760.26	9,930,000.00		
	MAINTENANCE SERVICES – GENERAL		223,356,437.25	11,150,000.00		
	FUEL AND LUBRICANT - GENERAL		29,816,802.55	8,620,000.00		
	FINANCIAL CHARGES - GENERAL		102,629.77			
	TOTAL		425,789,313.02			
6B	OVERHEAD COST BY SECTOR	6B				
	ADMINISTRATIVE SECTOR		212,894,656.51			
	ECONOMIC SECTOR		144,768,366.44			
	SOCIAL SECTOR		68,126,290.08			
	REGIONAL SECTOR		-			
	LAW & JUSTICE		-			
	TOTAL		425,789,313.03			
7	DEPRECIATION		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	BUILDING – GENERAL	7A	20,387,199.92			
	INFRASTRUCTURE – GENERAL		35,671,838.76			
	PLANT & MACHINERY – GENERAL		96,161,000.00			
	TRANSPORTATION EQUIPMENT - GENERAL		-			
	OFFICE EQUIPMENT		158,750.00			
	FURNITURE & FITTINGS – GENERAL		5,628,400.00			
	TOTAL		158,007,188.68			



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

8	TRANSFER TO OTHER GOVERNMENT ENTITIES					
	COMMON SERVICES	8A	7,500,000.00	-		-
	TRAINING FUNDS		31,870,452.03	-		-
	TOTAL		39,370,452.03	-		-
			-	-		-
9	CASH AND CASH EQUIVALENT	Ref Sup. Note	2023	2022		
	CASH IN HAND	9A				
	CASH AT BANK	9A	36,159,012.59	2,751,446.55		
	TOTAL		36,159,012.59	2,751,446.55	-	
10	PROPERTY, PLANT AND EQUIPMENT	Ref Sup. Note	31/12/2023	01/01/2023		
	BUILDING –GENERAL		1,084,512,875.08	1,011,583,625.00		
	INFRASTRUCTURE –GENERAL		1,140,695,961.75	671,352,136.50		
	PLANT & MACHINERY –GENERAL		249,900,000.00	94,061,000.00		
	TRANSPORT EQUIPMENT- GENERAL		-	-		
	OFFICE EQUIPMENT –GENERAL		476,250.00	635,000.00		
	FURNITURE AND FITTINGS		22,513,600.00	28,142,000.00		
	TOTAL		2,498,098,686.83	1,805,773,761.50		
11	BORROWINGS	Ref Sup. Note	2023	2022		
	EXTERNAL LOANS		-			
	DOMESTIC LOANS		101,756,326.62			
	TOTAL					
12	RESERVES	Ref Sup. Note	2023	2022		
	FOR THE YEAR		1,694,559,648.91			
13	SURPLUS	Ref Sup. Note	2023	2022		
	FOR THE YEAR		737,941,723.90			
14	PURCHASE/CONSTRUCTION OF PPE	Ref Sup. Note	2023	2022		
	BUILDING –GENERAL		93,316,450.00			
	INFRASTRUCTURE –GENERAL		505,015,664.01			
	PLANT & MACHINERY –GENERAL		252,000,000.00			
	TRANSPORT EQUIPMENT- GENERAL					
	OFFICE EQUIPMENT –GENERAL					
	FURNITURE AND FITTINGS					
	TOTAL		850,332,114.01			



SUPPLEMENTARY NOTES TO THE ACCOUNTS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 1 SHARE OF FAAC STATUTORY REVENUE ()

DETAILS/ MONTH	NET RECEIPT SEE SUPPLEMENTARY NOTE 1A	ADD: DEDUCTIONS AT SOURCE (SEE – SUPPLEMENTARY NOTE 1A	GROSS
ECONOMIC CODE	11010101	11010101	
	N	N	N
JANUARY	168,289,955.80	5,048,698.67	173,338,654.47
FEBRUARY	97,185,739.42	2,915,572.18	100,101,311.60
MARCH	92,495,287.19	2,774,858.62	95,270,145.81
APRIL	126,080,323.73	3,782,409.71	129,862,733.44
MAY	89,560,562.96	2,686,816.89	92,247,379.85
JUNE	135,461,167.96	4,063,835.04	139,525,003.00
JULY	75,944,019.10	2,278,320.57	78,222,339.67
AUGUST	98,606,667.25	2,958,200.02	101,564,867.27
SEPTEMBER	81,556,754.45	10,737,368.11	92,294,122.56
OCTOBER	98,792,132.23	2,963,763.97	101,755,896.20
NOVEMBER	76,391,447.88	2,291,743.44	78,683,191.32
DECEMBER	90,540,994.14	2,716,229.62	93,257,223.76
GRAND TOTAL	1,230,905,052.11	45,217,816.84	1,276,122,868.95

SUPPLEMENTARY NOTE 1A NET STATUTORY ALLOCATION

DETAILS/ MONTH	GROSS STATUTORY ALLOCATION (a)	TOTAL DEDUCTIONS (b)	NET ALLOCATION c = (a - b)
ECONOMIC CODE	11010101	11010101	
	N	N	N
JANUARY	173,338,654.47	5,048,698.67	168,289,955.80
FEBRUARY	100,101,311.60	2,915,572.18	97,185,739.42
MARCH	95,270,145.81	2,774,858.62	92,495,287.19
APRIL	129,862,733.44	3,782,409.71	126,080,323.73
MAY	92,247,379.85	2,686,816.89	89,560,562.96
JUNE	139,525,003.00	4,063,835.04	135,461,167.96
JULY	78,222,339.67	2,278,320.57	75,944,019.10
AUGUST	101,564,867.27	2,958,200.02	98,606,667.25
SEPTEMBER	92,294,122.56	10,737,368.11	81,556,754.45
OCTOBER	101,755,896.20	2,963,763.97	98,792,132.23
NOVEMBER	78,683,191.32	2,291,743.44	76,391,447.88
DECEMBER	93,257,223.76	2,716,229.62	90,540,994.14
GRAND TOTAL	1,276,122,868.95	45,217,816.84	1,230,905,052.11



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 1B

ANALYSIS OF SHARE OF STATUTORY ALLOCATION (OTHER AGENCIES)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010101	ELECTRONIC MONEY TRANSFER LEVY	9,224,123.52	5,040,884.26	4,484,297.55	5,608,615.93	5,549,611.62	5,523,661.12	4,358,575.06	4,893,187.35	5,424,955.05	4,245,124.17	5,942,751.09	4,568,862.91	64,871,650.53
11010101	NON OIL REVENUE	-	27,269,706.41	-	-	6,544,729.54	-	-	-	-	-	16,361,823.65	-	50,176,259.60
11010101	NON OIL REVENUE 2	-	4,213,169.64	-	-	2,726,970.64	-	-	-	-	-	-	-	6,940,140.28
11010101	FOREX EQUALISATION 1	-	-	28,469,573.49	-	11,862,322.29	-	-	-	-	-	-	-	40,331,895.78
11010101	FOREX EQUALISATION 2	-	-	-	-	4,744,928.92	-	-	-	-	-	-	-	4,744,928.92
11010101	SOLID MINERALS	-	-	-	-	3,967,605.62	-	-	-	-	-	-	-	3,967,605.62
11010101	EXCHANGE GAIN DIFFERENCE	5,984,851.62	-	-	-	-	158,753.73	-	-	-	-	-	-	6,143,605.35
11010101	EXCHANGE GAIN DIFFERENCE 2	-	-	-	-	-	34,740,978.15	80,833,350.82	73,132,414.64	59,242,146.77	44,335,075.60	48,306,382.40	91,011,586.50	431,603,934.88
	TOTAL	15,205,975.34	36,523,760.31	32,963,871.04	5,608,615.93	35,386,068.83	40,423,393.00	85,191,926.78	76,025,601.99	64,667,101.82	48,580,199.77	70,612,957.34	95,580,449.41	606,769,921.56

SUPPLEMENTARY NOTE 2

ANALYSIS OF SHARE OF VALUE ADDED TAX (VAT)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010202	VALUE ADDED TAX	102,130,089.26	126,226,342.96	79,624,869.87	115,763,358.03	131,956,464.40	99,487,257.63	135,707,891.13	126,349,560.25	118,576,325.31	126,806,369.33	136,814,801.66	118,800,333.92	1,413,683,694.35

SUPPLEMENTARY NOTE 3

NON - TAX REVENUE

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
12020459	FEES - RIGHT OF OCCUPANCY FEES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020466	FEES - INDIGINE REGISTRATION FEES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020501	FINES - FINES/PENALTIES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020711	EARNINGS - EARNINGS FROM COMMERCIAL ACTIVITIES	-	-	8,094,571.97	4,050,000.00	280,000.00	240,000.00	-	-	-	-	-	-	12,664,571.97
	TOTAL	-	-	8,094,571.97	4,050,000.00	280,000.00	240,000.00	-	-	-	-	-	-	12,664,571.97



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 4 SALARIES AND WAGES

MONTHS	COUNCIL SALARIES N	HEALTH WORKERS SALARIES N	TEACHERS SALARIES N	CONSOLIDATED REVENUE FUND CHARGES - SALARIES 9B N	COUNCIL SALARY ARREARS N	ALLOWANCES N	TOTAL N
	21010101	21010101	21010101	21010103	21010101		
JANUARY	41,243,647.22	46,104,578.70	34,897,824.38	-	10,000,000.00	-	132,246,050.30
FEBRUARY	41,243,647.22	46,104,578.70	34,819,624.14	-	10,000,000.00	-	132,167,850.06
MARCH	41,243,647.22	46,164,957.28	34,694,624.14	-	10,000,000.00	-	132,103,228.64
APRIL	41,253,823.14	46,164,957.28	34,694,624.14	-	10,000,000.00	-	132,113,404.56
MAY	41,407,307.84	46,164,957.28	34,694,624.14	-	10,000,000.00	-	132,266,889.26
JUNE	41,407,307.84	46,164,957.28	34,694,624.14	-	10,000,000.00	-	132,266,889.26
JULY	47,397,213.36	53,052,169.92	34,712,534.12	-	10,000,000.00	-	145,161,917.40
AUGUST	45,956,562.27	45,918,358.69	35,712,534.12	15,077,714.09	10,000,000.00	-	152,665,169.17
SEPTEMBER	45,954,978.26	45,962,937.70	35,320,847.92	14,477,714.09	10,000,000.00	-	151,716,477.97
OCTOBER	41,304,204.52	45,862,937.70	35,320,847.92	15,077,714.09	10,000,000.00	-	147,565,704.23
NOVEMBER	47,397,213.36	53,208,136.90	35,320,847.92	15,077,714.09	10,000,000.00	-	161,003,912.27
DECEMBER	50,507,190.24	52,614,479.34	35,320,847.92	15,077,714.09	10,000,000.00	-	163,520,231.59
GRAND TOTAL	526,316,742.50	573,488,006.77	420,204,405.00	74,788,570.45	120,000,000.00	-	1,714,797,724.72

SUPPLEMENTARY NOTE 4A WAGES AND SALARIES FOR THE YEAR ENDED 31ST DECEMBER, 2023

S/No	ADMIN CODE	ECON CODE	HEAD DESCRIPTION	ESTIMATE N	SUPPLEMENT N	TOTAL N	ACTUAL N	EXCESS N	SAVINGS N
		Sector :	ADMINISTRATIVE						
1	11100100100	21010103	OFFICE OF THE CHAIRMAN	-	31,571,400.00	31,571,400.00	31,571,377.80	22.20	22.20
2	11100100200	21010103	OFFICE OF THE VICE CHAIRMAN	-	5,874,427.70	5,874,427.70	5,874,427.70	-	-
3	11100200200	21010103	SECRETARY TO THE LOCAL GOVT.	-	2,300,000.00	2,300,000.00	2,222,764.95	77,235.05	77,235.05
4	11100201000	21010103	LEGISLATORS/ SUPERVISORS	-	35,120,000.00	35,120,000.00	35,120,000.00	-	-
5	11100500100	21010101	ADMINISTRATIVE DEPARTMENT	396,864,000.00	-	396,864,000.00	396,863,979.47	20.53	20.53
			SUB TOTAL	396,864,000.00	74,865,827.70	471,729,827.70	471,652,549.92		
	11101000100	Sector :	ECONOMIC						
6	11103500100	21010101	DEPARTMENT OF FINANCE AND SUPPLIES	71,016,497.95	2,480,000.00	73,496,497.95	73,478,821.32	17,676.63	17,676.63
7		21010101	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	12,100,000.00	-	12,100,000.00	12,074,241.42	25,758.58	-
8	11104400400	21010101	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	9,130,000.00	-	9,130,000.00	9,129,515.01	484.99	-
9	11106000100	21010101	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	151,500,000.00	-	151,500,000.00	151,367,739.15	132,260.85	-
			SUB TOTAL	243,746,497.95	2,480,000.00	246,226,497.95	246,050,316.90		
		Sector :	LAW & JUSTICE						
10		21010101	LEGAL DEPARTMENT	3,559,684.97	-	3,559,684.97	3,402,446.16	157,238.81	157,238.81
			SUB TOTAL	3,559,684.97	-	3,559,684.97	3,402,446.16		
		Sector :	SOCIAL SECTOR						
11		21010101	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	420,205,000.00	-	420,205,000.00	420,204,405.00	595.00	-
		21010101	DEPARTMENT OF PRIMARY HEALTH CARE	573,490,000.00	-	573,490,000.00	573,488,006.77	1,993.23	-
			SUB TOTAL	993,695,000.00	-	993,695,000.00	993,692,411.77		
12			GRAND TOTAL	1,637,865,182.92	77,345,827.70	1,715,211,010.62	1,714,797,724.75		



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

CONSOLIDATED REVENUE FUND CHARGES – SALARIES			
DESCRIPTION	MONTHLY ESTIMATE	ANNUAL PAID	TOTAL
CHAIRMAN	5,264,275.56	26,321,377.80	26,321,377.80
CHAIRMAN'S AIDES	1,050,000.00	5,250,000.00	5,250,000.00
VICE CHAIRMAN	1,174,885.54	5,874,427.70	5,874,427.70
SECRETARY TO THE LG	444,552.99	2,222,764.95	2,222,764.95
LEGISLATORS	5,364,000.00	26,220,000.00	26,220,000.00
SUPERVISORS	1,780,000.00	8,900,000.00	8,900,000.00
TOTAL	15,077,714.09	74,788,570.45	74,788,570.45

SUPPLEMENTARY NOTE 4C PERSONNEL ANALYSIS

		2023			2022
		ACTUAL	BUDGET	VARIANCE	ACTUAL
TOTAL NO, OF EMPLOYEES AT THE BEGINNING OF THE YEAR		972	0	0	0
TOTAL NO, OF EMPLOYEES EMPLOYED IN 2023		0	0	0	0
TOTAL NO, OF EMPLOYEES RETIRED DURING THE YEAR		10	0	0	0
TOTAL NO, OF EMPLOYEES AT THE END OF THE YEAR 2023		982	0	0	0

SUPPLEMENTARY NOTE 5A ANAYSIS OF EMPLOYEES SOCIAL BENEFITS

MONTHS	GRATUITY	PENSION	DEATH BENEFITS	TOTAL
JANUARY	-	15,384,648.53	-	15,384,648.53
FEBRUARY	-	15,656,523.62	-	15,656,523.62
MARCH	-	15,360,115.88	-	15,360,115.88
APRIL	-	15,677,097.95	-	15,677,097.95
MAY	-	15,944,210.23	-	15,944,210.23
JUNE	-	15,702,354.21	-	15,702,354.21
JULY	-	15,836,475.50	-	15,836,475.50
AUGUST	-	15,762,222.23	-	15,762,222.23
SEPTEMBER	-	15,586,867.64	-	15,586,867.64
OCTOBER	-	15,987,460.82	-	15,987,460.82
NOVEMBER	-	16,343,268.74	-	16,343,268.74
DECEMBER	-	16,855,502.27	-	16,855,502.27
GRAND TOTAL	-	190,096,747.62	-	190,096,747.62



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 6A ANALYSIS OF OVERHEAD PAYMENTS

MONTHS	TRAVEL & TRANSPORT - GENERAL	UTILITIES – GENERAL 220202	MATERIALS AND SUPPLY - GENERAL	MAINTENANCE SERVICES – GENERAL	FUEL AND LUBRICANT - GENERAL	FINANCIAL CHARGES - GENERAL	TOTAL
	220201	220202	220203	220204	220208	220209	
	N	N		N		N	N
JANUARY	3,150,000.00	-	100,000.00	-	100,000.00	4,684.53	3,354,684.53
FEBUARY	10,250,000.00	350,000.00	990,000.00	20,310,000.00	990,000.00	17,684.89	32,907,684.89
MARCH	9,279,231.46	-	600,000.00	18,910,000.00	600,000.00	12,174.28	29,401,405.74
APRIL	10,660,000.00	7,720,000.00	100,000.00	22,104,457.99	100,000.00	376.25	40,684,834.24
MAY	6,480,000.00	50,000.00	11,337,000.00	18,523,740.78	11,337,000.00	8,013.01	47,735,753.79
JUNE	12,450,000.00	2,000,000.00	415,000.00	20,410,000.00	415,000.00	309.88	35,690,309.88
JULY	7,025,000.00	3,120,000.00	265,000.00	22,104,457.99	265,000.00	15,101.86	32,794,559.85
AUGUST	-	2,345,630.00	100,000.00	23,875,028.36	100,000.00	19,888.38	26,440,546.74
SEPTEMBE	4,855,900.00	9,260,000.00	2,600,000.00	32,764,294.13	2,600,000.00	676.00	52,080,870.13
OCTOBER	6,400,000.00	8,500,000.00	100,000.00	-	100,000.00	8,499.89	15,108,499.89
NOVEMBER	-	4,620,000.00	16,057,411.70	22,250,000.00	3,881,453.99	3,983.88	46,812,849.57
DECEMBER	19,459,921.73	2,545,000.00	9,328,348.56	22,104,457.99	9,328,348.56	11,236.92	62,777,313.76
TOTAL	90,010,053.19	40,510,630.00	41,992,760.26	223,356,437.25	29,816,802.55	102,629.77	425,789,313.02

SUPPLEMENTARY NOTE 6B ANAYSIS OF OVERHEAD COST FOR THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	ESTIMATE	SUPPLEMENTARY	TOTAL	ACTUAL	SAVINGS	EXCESS
	SECTOR		ADMINISTRATIVE						
1		1	OFFICE OF THE CHAIRMAN	-	2,600,000.00	2,600,000.00	2,554,735.88	45,264.12	-
2		1	VICE CHAIRMAN	-	1,300,000.00	1,300,000.00	1,277,367.94	22,632.06	-
3		1	SECRETARY TO THE LG	-	900,000.00	900,000.00	851,578.63	48,421.37	-
		1	LEGISLATORS	-	3,500,000.00	3,500,000.00	3,406,314.50	93,685.50	-
		1	ADMINISTRATIVE DEPT	205,000,000.00		205,000,000.00	204,804,659.56	195,340.44	-
			Sub Total	205,000,000.00	8,300,000.00	213,300,000.00	212,894,656.51		
	SECTOR		ECONOMIC	-				-	-
4		2	DEPARTMENT OF FINANCE AND SUPPLIES	21,300,000.00	-	21,300,000.00	21,289,465.65	10,534.35	-
5		2	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	6,400,000.00	-	6,400,000.00	6,386,839.70	13,160.30	-
6		2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	10,645,000.00	-	10,645,000.00	10,644,732.83	267.17	-
		2	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	106,450,000.00	-	106,450,000.00	106,447,328.26	2,671.74	-
			Sub Total	144,795,000.00	-	144,795,000.00	144,768,366.44		
	SECTOR		LAW & JUSTICE			-			
9		3	LEGAL DEPARTMENT	-	-	-	-	-	-
			Sub Total	-	-	-	-		
	SECTOR		SOCIAL					-	-
10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	25,550,000.00	-	25,550,000.00	25,547,358.78	2,641.22	-
11		4	DEPARTMENT OF PRIMARY HEALTH CARE	42,600,000.00	-	42,600,000.00	42,578,931.30	21,068.70	-
			Sub Total	68,150,000.00	-	68,150,000.00	68,126,290.08		
	GRAND TOTAL			417,945,000.00	8,300,000.00	426,245,000.00	425,789,313.03	-	-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTAR NOTE 7A DEPRECIATION FOR ASSETS

	BUILDING - GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT -	OFFICE EQUIPMENT		FURNITURE & FITTINGS - GENERAL	TOTAL
ECONOMIC CODE	240101	240102	240103	240104	240105		240106	
					GENERAL	BOOKS		
RATE	2%	5%	10%	20%	25%	3%	20%	
LEGACY ASSETS	20,231,672.50	33,567,606.83	94,061,000.00	-	158,750.00		5,628,400.00	153,647,429.33
ASSETS DURING YEAR 2023	155,527.42	2,104,231.93	2,100,000.00	-	-	-	-	4,359,759.35
SUB- TOTAL	155,527.42	2,104,231.93	2,100,000.00	-	-	-	-	4,359,759.35
GRAND TOTAL	20,387,199.92	35,671,838.76	96,161,000.00	-	158,750.00	-	5,628,400.00	158,007,188.68

SUPPLEMENTAR NOTE 7B DEPRECIATION FOR ASSETS ACQUIRED DURING THE YEAR 2023

MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	
ECONOMIC CODE	240101	240102	240103	240104	240105	240106	
	0.02/12	0.05/12	10%	20%	DEP, RATE 25%	DEP. RATE 20%	
JANUARY	-	-	-	-	-	-	-
FEBRUARY	-	-	-	-	-	-	-
MARCH	-	-	-	-	-	-	-
APRIL	-	-	-	-	-	-	-
MAY	-	-	-	-	-	-	-
JUNE	-	-	-	-	-	-	-
JULY	-	-	-	-	-	-	-
AUGUST	-	-	-	-	-	-	-
SEPTEMBER	-	-	-	-	-	-	-
OCTOBER	155,527.42	2,104,231.93	2,100,000.00	-	-	-	4,359,759.35
NOVEMBER	-	-	-	-	-	-	-
DECEMBER	-	-	-	-	-	-	-
GRAND TOTAL	155,527.42	2,104,231.93	2,100,000.00	-	-	-	4,359,759.35

THE DEPRECIATION IS PRO RATED ACCORDING TO THE MONTH OF THE YEAR THE ASSETS VALUE IS CAPITALISED.

SUPPLEMENTAR NOTE 8A TRANSFER TO OTHER GOVERNMENT ENTITIES

ECONOMIC CODE	DESCRIPTION	NOTES	2023			2022
			ACTUAL	BUDGET	VARIANCE	ACTUAL
	COMMON SERVICES	SEE SUPL. NOTE 14B	7,500,000.00	-	-	-
	TRAINING FUND		31,870,452.03			
	TOTAL		39,370,452.03	-	-	-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 8B ANALYSIS OF STATUTORY TRANSFERS

MONTHS	TRAINING FUND	COMMON SERVICES	PENSION	TOTAL
	N	N	N	N
JANUARY	2,856,260.00	625,000.00		3,481,260.00
FEBUARY	2,548,949.58	625,000.00		3,173,949.58
MARCH	2,050,840.28	625,000.00		2,675,840.28
APRIL	2,474,522.98	625,000.00		3,099,522.98
MAY	2,419,115.85	625,000.00		3,044,115.85
JUNE	2,406,308.40	625,000.00		3,031,308.40
JULY	2,918,437.97	625,000.00		3,543,437.97
AUGUST	2,914,818.29	625,000.00		3,539,818.29
SEPTEMBE	2,652,001.82	625,000.00		3,277,001.82
OCTOBER	2,741,787.02	625,000.00		3,366,787.02
NOVEMBER	2,838,192.07	625,000.00		3,463,192.07
DECEMBER	3,049,217.77	625,000.00		3,674,217.77
TOTAL	31,870,452.03	7,500,000.00		39,370,452.03

SUPPLEMENTARY NOTE 9A CASH AND CASH EQUIVALENTS

DESCRIPTION	REF. S. NOTE	2023	2022
CASH IN HAND		-	-
CASH AT BANK	16B	36,159,012.59	2,751,446.55
TOTAL		36,159,012.59	2,751,446.55

SUPPLEMENTARY NOTE 9B CASH AND CASH EQUIVALENTS

	ZENITH BANK: 1013345616		PREMIUM TRUST BANK 0080032807		FCBM BANK		STERLING BANK		ACCESS BANK		
RECEIPTS	N	N	N	N	N	N	N	N	N	N	N
OPENING BALANCE	2,274,342.77				232,376.02		178,990.06		65,737.70		2,751,446.55
JANUARY	464,786,322.69	453,369,691.94	-	-	-	-	-	-	-	-	
FEBRUARY	165,671,507.28	86,012,866.73	-	-	-	-	-	-	-	-	
MARCH	282,147,067.84	313,115,750.27	-	-	-	-	-	-	-	-	
APRIL	269,778,037.75	243,890,474.55	-	-	-	-	-	-	-	-	
MAY	106,358,844.98	187,180,074.37	-	-	-	-	-	-	-	-	
JUNE	78,147,779.86	5,234,951.97	174,629,069.77	138,949,102.00	-	-	-	-	-	-	
JULY	121,942,139.13	199,525,075.50	-	-	-	-	-	-	-	-	
AUGUST	161,314,649.99	162,868,057.85	-	-	-	-	-	-	-	-	
SEPTEMBER	120,706,851.90	36,531,447.89	-	-	-	-	-	-	-	-	
OCTOBER	709,879,591.01	772,460,977.95	-	-	-	-	-	-	-	-	
NOVEMBER	123,441,220.12	99,804,732.24	-	-	-	-	-	-	-	-	
DECEMBER	270,966,543.47	317,418,856.49	-	-	-	-	-	-	-	-	
TOTAL	2,877,414,898.79	2,877,412,957.75	174,629,069.77	138,949,102.00	232,376.02	-	178,990.06	-	65,737.70	-	
CLOSING BALANCE		1,941.04		35,679,967.77		232,376.02		178,990.06		65,737.70	36,159,012.59



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 10A PROPERTY PLANT AND EQUIPMENT

	BUILDING – GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT - GENERAL	OFFICE EQUIPMENT - GENERAL	FURNITURE AND FITTINGS	TOTAL
	320101	320102	320103	320104	320105	320106	
CARRYING AMOUNT 01/01/2023	1,011,583,625.00	671,352,136.50	94,061,000.00	-	635,000.00	28,142,000.00	1,805,773,761.50
ADD ASSET DURING THE YEAR (SEE - SUPPLEMENTARY NOTE	93,316,450.00	505,015,664.01	252,000,000.00	-			850,332,114.01
TOTAL ASSETS	1,104,900,075.00	1,176,367,800.51	346,061,000.00	-	635,000.00	28,142,000.00	2,656,105,875.51
LESS DEPRECIATION	20,387,199.92	35,671,838.76	96,161,000.00	-	158,750.00	5,628,400.00	158,007,188.68
CARRYING AMOUNT 31/12/2023	1,084,512,875.08	1,140,695,961.75	249,900,000.00	-	476,250.00	22,513,600.00	2,498,098,686.83

SUPPLEMENTARY NOTE 10B PURCHASES/CONSTRUCTION OF PROPERTY PLANT AND EQUIPMENT (PPE) DURING THE YEAR 2023

MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	
JANUARY	-	-	-	-	-	-	-
FEBRUARY	-	-	-	-	-	-	-
MARCH	-	-	-	-	-	-	-
APRIL	-	-	-	-	-	-	-
MAY	-	-	-	-	-	-	-
JUNE	-	-	-	-	-	-	-
JULY	-	-	-	-	-	-	-
AUGUST	-	-	-	-	-	-	-
SEPTEMBER	-	-	-	-	-	-	-
OCTOBER	93,316,450.00	505,015,664.01	252,000,000.00	-	-	-	850,332,114.01
NOVEMBER	-	-	-	-	-	-	-
DECEMBER	-	-	-	-	-	-	-
GRAND TOTAL	93,316,450.00	505,015,664.01	252,000,000.00	-	-	-	850,332,114.01

SUPPLEMENTARY NOTE 10C ANALYSIS OF PROPERTY PLANT AND EQUIPMENT

DETAILS	CLASS OF PPE						TOTAL
	LAND & BUILDING – SEE SUPPLEMENTARY NOTE 20D	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT (– SEE SUPPLEMENTARY NOTE 20D)	FURNITURE AND FITTINGS	
LEGACY ASSETS	1,011,583,625.00	671,352,136.50	94,061,000.00	-	635,000.00	28,142,000.00	1,805,773,761.50
ASSETS FOR THE YEAR	93,316,450.00	505,015,664.01	252,000,000.00	-			850,332,114.01
SUB TOTAL (A)	1,104,900,075.00	1,176,367,800.51	346,061,000.00	-	635,000.00	28,142,000.00	2,656,105,875.51
DEP. RATE	2%	5%	10%	20%		20%	
DEP. LEGACY ASSETS	20,231,672.50	33,567,606.83	9,406,100.00	-	158,750.00	-	63,364,129.33
DEP. ASSETS DURING YEAR	155,527.42	2,104,231.93	420,000.00	-	-	-	2,679,759.35
TOTAL DEPRECIATION (B)	20,387,199.92	35,671,838.76	9,826,100.00	-	158,750.00	-	66,043,888.68
NET BOOK VALUE (A - B)	1,084,512,875.08	1,140,695,961.75	336,234,900.00	-	476,250.00	28,142,000.00	2,590,061,986.83
THE LEGACY ASSETS VALUE WERE THE FAIR VALUE OF PPE AS AT 01/01/2023							



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 10D ANALYSIS OF PROPERTY PLANT AND EQUIPMENT

DETAILS	CLASS OF PPE					
	LAND & BUILDING			OFFICE EQUIPMENT		
	LAND	BUILDING	TOTAL LAND AND BUILDING	BOOKS	OTHER EQUIPMENTS	TOTAL OFFICE EQUIPMENT
LEGACY ASSETS	-	1,011,583,625.00	1,011,583,625.00	-	635,000.00	635,000.00
ASSETS DURING THE YEAR	-	93,316,450.00	93,316,450.00	-	-	-
SUBTOTAL (A)	-	1,104,900,075.00	1,104,900,075.00	-	635,000.00	635,000.00
DEP. RATE	-	2%		3%	25%	
DEP. LEGACY ASSETS	-	20,231,672.50	20,231,672.50	-	158,750.00	158,750.00
ASSETS DURING YEAR	-	155,527.42	155,527.42	-	-	-
TOTAL DEPRECIATION (B)	-	20,387,199.92	20,387,199.92	-	158,750.00	158,750.00
NET BOOK VALUE A+B	-	1,084,512,875.08	1,084,512,875.08	-	476,250.00	476,250.00

SUPPLEMENTARY NOTE 11A BORROWINGS (LONG TERM LOANS) AS AT 31ST DECEMBER, 2023.

S/NO	INSITUIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
A	EXTERNAL LOANS (SEE – SUPPL. NOTE 225A)	-	-	-	-	-	-
B	DOMESTIC LOANS (SEE - SUPPL. NOTE 22B)	113,965,559.14	-	8,372,388.26	3,836,844.26	12,209,232.52	101,756,326.62
	SUB TOTAL	113,965,559.14	-	8,372,388.26	3,836,844.26	12,209,232.52	101,756,326.62

SUPPLEMENTARY NOTE 11B LONG TERM BORROWINGS (INTERNAL LOANS) AS AT 31ST DECEMBER, 2023

S/NO	INSITUIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
1	LGA SALARY BALLOUT	113,965,559.14	-	8,372,388.26	3,836,844.26	12,209,232.52	101,756,326.62
	TOTAL DOMESTIC	113,965,559.14	-	8,372,388.26	3,836,844.26	12,209,232.52	101,756,326.62

SUPPLEMENTARY NOTE 12A ANALYSIS OF TRANSITIONAL RESERVES

YEAR	CASH AND CASH EQUIVALENT 2022	LEGACY ASSETS CAPITALISED	LIABILITIES OVER ASSETS 2022	TOTAL
1/1/2023	2,751,446.55	1,805,773,761.50	(113,965,559.14)	1,694,559,648.91

SUPPLEMENTARY NOTE 13A SURPLUS/ DEFICIT

YEAR				DEFICT	SURPLUS
				DR	CR
				N	N
2023					737,941,723.90
TOTAL				-	-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 14A ANALYSIS OF PURCHASE/ CONTRUCTION OF PPE DURING THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	BUDGET	ACTUAL	SAVINGS	EXCESS	FINAL BUDGET	ACTUAL	EXCESS	SAVINGS
	SECTOR		ADMINISTRATIVE								
1		1	OFFICE OF THE CHAIRMAN	-	-	-	-	-	-	-	-
2		1	VICE CHAIRMAN	-	-	-	-	-	-	-	-
3		1	SECRETARY TO THE LG	-	-	-	-	-	-	-	-
		1	LEGISLATORS								
		1	ADMINISTRATIVE DEPT	350,000,000.00	345,316,450.00		4,683,550.00	4,683,550.00	-	-	4,683,550.00
	SECTOR		ECONOMIC								
4		2	DEPARTMENT OF FINANCE AND SUPPLIES	-	-	-	-	-	-	-	-
5		2	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	-	-	-	-	-	-	-	-
6		2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-	-	-	-	-	-	-	-
		2	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	505,100,000.00	505,015,664.01	-	84,335.99	84,335.99	-	-	84,335.99
	SECTOR		LAW & JUSTICE								
9	11100201000	3	LEGAL DEPARTMENT	-	-	-	-	-	-	-	-
	SECTOR		SOCIAL								
10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	-	-	-	-	-	-	-	-
11		4	DEPARTMENT OF PRIMARY HEALTH CARE	-	-	-	-	-	-	-	-
	GRAND TOTAL			855,100,000.00	850,332,114.01	-	-	-	-	-	-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

NEMBE LOCAL GOVERNMENT AREA								
	2022				2023			
SECTOR	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure
ADMINISTRATION SECTOR								
OFFICE OF THE CHAIRMAN								
Chairman	108,771,306.72	85,484,807.53	-	85,484,807.53	49,321,377.91	28,876,113.68	-	28,876,113.68
Vice- Chairman	18,598,626.48	22,722,374.49	-	22,722,374.49	8,874,427.70	7,151,795.64	-	7,151,795.64
Internal Audit	-	-	-	-	-	-	-	-
Adviser/Assistant to the Chairman/ Vice Chairman	-	-	-	-	-	-	-	-
LOCAL GOVERNMENT COUNCIL								
The Council	83,568,000.00	93,611,787.17	-	93,611,787.17	30,370,000.00	29,626,314.50	-	29,626,314.50
Assistants/Aides/Advisers	11,000,000.00	8,900,000.00	-	8,900,000.00	6,000,000.00	5,250,000.00	-	5,250,000.00
Council Committees	-	-	-	-	8,000,000.00	8,900,000.00	-	8,900,000.00
Office of the House Leader	-	-	-	-	-	-	-	-
Office of the Deputy Leader	-	-	-	-	-	-	-	-
Office of the Majority Leader	-	-	-	-	-	-	-	-
Office of the Deputy Majority Leader	-	-	-	-	-	-	-	-
Office of the Chief Whip	-	-	-	-	-	-	-	-
Office of the Deputy Chief Whip	-	-	-	-	-	-	-	-
Clerk to the House	-	-	-	-	-	-	-	-
OFFICE OF THE HEAD OF LOCAL GOVERNMENT SERVICE								
Office of the Head of Local Government Service	260,129,167.45	387,070,500.10	-	387,070,500.10	285,514,815.55	219,871,043.74	-	219,871,043.74
ADMINISTRATION & GENERAL SERVICES								
Administration and General Services	260,129,167.45	535,872,161.17	-	535,872,161.17	254,558,957.88	614,667,241.10	-	614,667,241.10
SECRETARY TO THE LOCAL GOVERNMENT								
Secretary to the Local Government	9,214,635.88	12,331,533.03	-	12,331,533.03	4,172,764.95	3,074,343.58	-	3,074,343.58



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

ECONOMIC SECTOR	-	-	-	-	-	-	-	-
DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-	-	-	-	-	-	-	-
Department of Agriculture & Natural Resources	9,953,409.20	20,217,536.15	-	20,217,536.15	10,253,241.20	19,774,247.84	-	19,774,247.84
DEPARTMENT OF FINANCE AND SUPPLIES	-	-	-	-	-	-	-	-
Department of Finance and Supplies	52,047,561.65	64,451,321.75	-	64,451,321.75	79,016,497.95	94,768,286.97	-	94,768,286.97
DEPARTMENT OF WORKS, TRANSPORT, HOUSING, LANDS & SURVEY	-	-	-	-	-	-	-	-
Department of Works, Transport, Housing, Lands & Survey	1,085,816,702.85	168,479,467.92	136,332,500.00	304,811,967.92	1,023,558,885.36	257,815,067.41	850,332,114.01	1,108,147,181.42
DEPARTMENT OF BUDGET, PLANNING, RESEARCH & STATISTICS (BPRS)	-	-	-	-	-	-	-	-
Department of Budget, Planning, Research & Statistics (BPRS)	12,639,018.45	10,108,768.08	-	10,108,768.08	13,138,955.45	18,461,081.12	-	18,461,081.12
WATER, SANITATION & HYGIENE (WASH)	-	-	-	-	-	-	-	-
Water, Sanitation & Hygiene (WASH)	-	-	-	-	-	-	-	-
SOCIAL SECTOR	-	-	-	-	-	-	-	-
WOMEN DEVELOPMENT OFFICE	-	-	-	-	-	-	-	-
Women Development Office	-	-	-	-	-	-	-	-
DEPARTMENT OF SOCIAL DEVELOPMENT	-	-	-	-	-	-	-	-
Department of social Development	-	-	-	-	-	-	-	-
DEPARTMENT OF EDUCATION	-	-	-	-	-	-	-	-
Department of Education	474,913,899.39	490,444,851.97	-	490,444,851.97	477,162,034.54	445,751,763.78	-	445,751,763.78
DEPARTMENT OF HEALTH	-	-	-	-	-	-	-	-
Department of Primary Health Care	488,232,437.36	616,192,938.38	-	616,192,938.38	517,024,761.74	616,066,938.07	-	616,066,938.07
TOTAL	2,875,013,932.88	2,515,888,047.74	136,332,500.00	2,652,220,547.74	2,766,966,720.23	2,370,054,237.43	850,332,114.01	3,220,386,351.44



NEMBE LOCAL GOVERNMENT COUNCIL

Telegram NELGA

Our Ref: _____

Your Ref: _____



HEADQUARTERS
Local Government Council Secretariat
P.M.B. 1
Nembe, Bayelsa State.

Date: May, 2023

STATEMENT OF ACCOUNTING POLICIES
INTERNATIONAL PUBLIC SECTOR ACCOUNTING
STANDARD (IPSAS) ACCRUAL ACCOUNTING BASIS

ISSUED BY

OFFICE OF THE ACCOUNTANT – GENERAL

BAYELSA STATE OF NIGERIA 2023





Introduction

In line with the adoption of the International Public Sector Accounting Standards (IPSAS) in Nigeria, a Standardised Chart of Account (COA) alongside with a set of General-Purpose Financial Statements (GPFS) have been designed and introduced by Federation Accounts Allocation Committee (FAAC) for adoption by all tiers of Government in Nigeria.

The standardised COA and the GPFS have been adopted by Nembe Local Government Council to comply with FAAC directive in order to harmonise public sector accounts reporting in Nigeria.

In order to ensure an effective and efficient utilisation of the COA and GPFS, the Accounting Policies have been developed as a set of guidelines to direct the Processes and Procedures relating to financial reporting in Bayelsa State. These policies shall form part of the universally agreed framework for financial reporting in Bayelsa State.

IPSAS ACCRUAL BASIS OF ACCOUNTING

The GPFS are prepared under the historical cost convention and in accordance with International Public Sector Accounting Standards (IPSAS) and other applicable standards as defined by the Fiscal Responsibility Law (FRL) and the Financial Reporting Council of Nigeria. In addition, GPFS are in compliance with the provisions of other financial regulations of the State.

This Accounting Policy addresses the following fundamental accounting issues:

- Definition of Accounting Terminologies
- Recognition of Accounting Items
- Measurement of Accounting Items
- Treatment of Accounting items

The Accounting Policy is subject to periodic reviews and updates as shall be deemed necessary by the Accountant-General of Bayelsa State.



1. **Accounting Terminologies / Definitions**

- **Accounting policies** are the specific principles, bases, conventions, rules and practices adopted by the Bayelsa State Government in preparing and presenting Financial Statements.
- **Accrual basis means** a basis of accounting that recognizes transactions and other events immediately when revenue is earned or expenses incurred.
- **Cash:** Cash comprises cash in hand, demand deposits in financial institutions and cash equivalents.
- **Cash equivalents** are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.
- **Cash flows** are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.
- **Cash receipts** are cash inflows.
- **Cash payments** are cash outflows.
- **Cash Controlled by Bayelsa State Government:** Cash is deemed to be controlled by Bayelsa State Government when the government can freely use the available cash for the achievement of its objectives or enjoy benefit from the cash, and can also exclude or regulate the access of others to that benefit. Cash collected by, or appropriated or granted to the government which the government can freely use to fund its operating objectives, such as acquiring of capital assets or repaying its debt is controlled by the government.
- **Government Business Enterprise** means a ministry, department or agency that has all the following characteristics:
 - Is an entity with the power to contract in its own name;
 - Has been assigned the financial and operational authority to carry on a Business;
 - Sells goods and services, in the normal course of its business, to other MDAs and the general public at a profit or full cost recovery;
 - Is not reliant on continuing government funding or subvention to remain a going concern (other than purchases of outputs at arm's length); and



	• Is controlled by a public sector management or the government. Notes to the GPFS • This shall include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information • Notes shall be presented in a systematic manner. The items in the Statements should cross reference to any related information in the notes.
2.	Fundamental Accounting Concepts The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State: • Accrual Basis of Accounting; • Under-stability; • Materiality, • Relevance; • Going Concern Concept; • Consistency Concept • Prudence • Completeness, etc.
3.	Accounting Period The accounting year (fiscal year) is from 1st January to 31st December in line with the National Treasury Circular Ref. OAGF/CAD/026/V.1/102 of 30th December,2013. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.
4.	Reporting Currency • The General Purpose Financial Statements are prepared in Nigerian Naira.
5.	General Purpose Financial Statements (GPFS) The GPFS comprise of the followings: • Statement of Financial Performance;



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	• Statement of Financial Position; • Statement of Cashflow; • Statement of Net Asset/Equity; • Notes to the Accounts: Additional disclosures to explain the GPFS; and
6.	Consolidation Policy • The Consolidation of the GPFS is based on Accrual Basis of Accounting • All Ministries, Department and Agencies (MDAs) of Bayelsa State Government except Government Business Enterprises (GBEs) shall be consolidated. • Consolidation of the GPFS shall be in agreement with the provisions of IPSAS
7.	Notes to the GPFS ▪ Notes to the GPFS shall be presented in a systematic manner. The items in the Statement should cross reference to any related information in the Notes. ▪ It shall follow the format provided in the Accounting Manual.
8.	Comparative Information • The General Purpose Financial Statements shall disclose all numerical information relating to previous period (at least one year).
9.	Budget Figures • These are figures from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State
10.	Revenue: Fees, taxes and fines • In this GPFS revenue is recognizes from non-exchange transactions such as fees, taxes and fines when the event occurs and the assets recognition criteria are met. • Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the government and the fair value of the asset will flow to the government and fair value of the asset can be measured reliably. Other operating revenues



	• Other operating revenues arises from exchange transactions in the ordinary course of Government activities. • Revenues comprise the fair value of the consideration received or receivable for the sale of good and services in the ordinary course of government activities. • Revenue is shown net of tax, returns, rebates and discounts. Sale of goods Revenue from the sale of goods is recognized when the significant risks and rewards of ownership has been transferred to buyer, usually when goods are delivered. Other revenue ▪ Other revenue consists of gains on disposal of property, plant and equipment. Any gain on disposal is recognized at the date control of the asset is passed to the buyer and is determined after deducting from the proceeds the carrying value of the asset at that time.
11.	Aid and Grants: ▪ Aid and Grants to the Bayelsa State Government is recognized as income on entitlement, while aid and grants to other governments/agencies are recognized as expenditure on commitment.
12.	Subsidies, Donations and Endowments • Subsidies, Donations and endowments to the Government are recognized as income when money is received, or entitlement to receive money is established, except where fulfillment of any restrictions attached to these monies is not probable.
13.	Transfers from other government entities • Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on receipt of the asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the government and can be measured.
14.	Expenses



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	• All expenses shall be reported on an accrual basis, i.e. all expenses are to be recognized in the period they are incurred or when the related services are enjoyed, irrespective of when the payment is made.
15.	Employee Benefits/Pension obligations: Under the Defined Benefits Scheme. • Provision has been made, where applicable, using an actuarial valuation determines the extent of anticipated entitlement payable under employment contracts and brings to account a liability using the present value measurement basis, which discounts expected future cash flows. • To the extent that it is anticipated that the liability will arise during the following year the entitlement are recorded as Current Liabilities. The remainder of the anticipated entitlements are records as Non- Current Liabilities. Under the Defined Contribution Scheme • Public entities make pension and national insurance contributions on behalf of employees in line with Pension Act 2014. The contributions are treated as payments to a defined contribution pension plan. • A defined contribution plan is a pension plan under which fund managed by Pension Fund Administrators(PFAs) • The Government has no legal or constructive obligations to pay further contributions if the pension Entity does not hold sufficient assets in the current and prior periods. • The contributions are recognized as employee benefit expense when they are due. • Prepaid contributions are recognized as an assets to the extent that a cash refund or a reduction in the future payments is available.
16.	Interest on Loans: • Interest on loans shall be treated as expenditure or as a charge in the financial performance report (Statement of Financial Performance) • Interest expense is accrued using the effective interest rate method. • The effective interest rate exactly discounts estimated future cash payments through there expected life of the financial liability to that liability's net carrying amount. • The method applies this rate to the principal outstanding to determine interest expense in each period.



17.	Foreign currency transactions: • Foreign Currency Transactions throughout the year shall be converted into Nigerian Naira at the ruling (Central Bank of Nigeria –CBN) rate of exchange at the dates of the transactions. Foreign currency balances, as at the year end, shall be translated at the exchange rates prevailing on that date. • At the end of the financial year, additional amounts (in cash or at bank) arising out of Foreign Exchange Gains/Losses shall be recognised in the Statement of Cash Receipts and Payments either as Receipts / Payments respectively. • Foreign exchange gains/losses are recognized in the Statement of Financial Performance.
18.	Minority Interest • This represents the interest of external parties during the year under review.
19.	Statement of Cash Flow This statement shall be prepared using the direct method. The Cash Flow Statement shall consists of three (3) sections: • Operating activities section include cash received from all income sources of the government and record the cash payments made for the supply of goods and services • Investing activities section are those activities relating to the acquisition and disposal of non- current assets. • Financial activities section comprise the change in equity and debt capital structure of the government.
20.	Cash & Cash Equivalent • Cash and Cash Equivalent means cash balances on hand, held in bank accounts, demasnd deposits and other highly liquid investments with an original maturity of 6 months or less in which the Entity invests as part of its day-t0-day cash management and are subject to insignificant risk of changes in value. • Cash and Cash Equivalent is reported under Current Assets in the statement of financial position.
21.	Accounts Receivable: a. Receivables from exchange transaction



- Receivables from exchange transactions are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment.
- A provision for impairment of receivables is established when there is objective evidence that entity will not be able to collect all amounts due according to the original terms of the receivables.

b. Receivables from non-exchange transactions

- Receivables from non-exchange transactions comprises; fees, taxes and fines (and any penalties associated with these activities) as well as social benefit receivables that do not arise out of a contract.
- These receivables are initially assessed at nominal amount or face value; that is, the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable.
- These receivables are subsequently adjusted for penalties as they are charged and tested for impairment.
- Interest and penalties charged on tax receivables are presented as tax revenue in the statement of financial performance.

22. Prepayments.

- Prepaid expenses are amounts paid in advance of receipt of goods or services.
- They can represent payments made early in the year for benefits to be received over the latter part of the year, or payments made in one year for benefits to be received in subsequent years.
- Prepayments for which the benefits are to be derived in the following 12 months should be classified as Current Assets. Where the benefits are expected to accrue beyond the next 12 months, it should be accounted for as a Long-Term Prepayment and classified as Non-Current Assets.
- Prepayments that are identifiable with specific future revenue or event, e.g. adverts, should be expensed in the period in which the related event takes place; those that



	relate to specific time periods, e.g. insurance, rent, leasehold premises, should be recognised as an expense in such periods. ▪ Prepayments not exceeding e.g. N10, 000 shall be expensed immediately, except there is a possibility of obtaining a refund or credit within the same financial year.
23.	Inventories: ▪ Inventories are valued at the lower of cost and net realisable value. ▪ Cost is determined using the FIFO method. ▪ Inventories held for distribution for public benefit purposes are recorded at cost, adjusted where applicable for any loss of services potential. ▪ Inventories are reported under Current Assets in the Statement of Financial Position.
24.	Loans Granted: Loans Granted are shown at estimated realisable value after providing for bad, doubtful debts and impairments.
25.	Investments: Investments in associates. ▪ An Entity's investments in its associates are accounted for using the equity method of accounting. ▪ An associate is an Entity over which Entity has significant influence and that is neither a subsidiary nor a joint venture. ▪ Under the equity method, investments in associates are carried in the statement of financial position at cost plus post acquisition changes in Entity's share of net assets of the associate. d. The statement of financial performance reflects the share of the results of operations of the associates. ▪ Where there has been a change recognised directly in the equity of the associate, Entity recognises its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity. ▪ Surpluses and deficits resulting from transactions between the Government and the associate are eliminated to the extent of the interest in the associate. Investments in joint ventures.



- A Public Entity's investments in its joint ventures are accounted for using the equity method of accounting.
- A joint venture is a contractual arrangement whereby two or more parties undertake an economic activity that is subject to joint control.
- Under the equity method, investments in joint ventures are carried in the consolidated statement of financial position at cost plus post acquisition charges in Entity's share of net assets of the joint venture.
- The statement of financial performance reflects the share of the results of operations of the joint venture.
- Where there has been a change recognised directly in the equity of the joint venture, an Entity should recognise its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity.
- Surpluses and deficits resulting from transactions between Public Entity and Joint ventures are eliminated to the extent of the interest in the joint venture.

Investment in Controlled entities (subsidiaries)

- The controlled entities are all entities (including special purpose entities) over which a Public Entity or its entities has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights.
- The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether Public Entity controls another Entity.
- The controlled entities are fully consolidated from the date on which control is transferred to the Public Entity. They are de-consolidated from the date that control ceases.
- Inter-group transactions, balances and unrealised gains on transactions between inter-group transactions are eliminated, unrealised losses are also eliminated.
- Accounting policies of controlled entities are consistent with the policies adopted by the Public Entity.

Impairment of Investments.

Entity determines at each reporting date whether there is any objective evidence that the investment is impaired, if this is the case Entity calculates the amount of



	impairment as being the difference between the recoverable value of the investment and the carrying value and recognises the amount in the statement of financial performance.
26.	Available for sale securities ▪ Where and Entity uses its surplus cash to purchase short-term investments, the financial assets are classified at initial recognition as available-for-sale. ▪ Available-for-sale financial assets are included in non-current assets unless Entity intends to dispose of the investment within 12 months of the reporting date. ▪ Regular purchases and sales of financial assets are recognized at fair value on the trade-date (the date on which Entity commits to purchase or sell the asset) and subsequently at fair value with any resultant fair value gains or losses recognised in the statement of Net Assets/Equity. ▪ Realized gains and losses on sale of available-for-sale securities are recognized in the consolidated statement of financial performance as 'gains and losses from available-for-sale securities.' ▪ Impairment losses and interest on available-for-sale securities is calculated using the effective interest method and is recognized in the consolidated statement of financial performance as part of other income. ▪ The fair values of quoted investments are based on current bid prices. If the market for a financial asset is not active, the entity shall establish fair value using valuation techniques. These include: i. the use of recent arm's length transactions, ii. reference to other instruments that are substantially the same iii. discounted cash flow analysis iv. and option pricing models v. making maximum use of market inputs and relying as little as possible on entity-specific inputs. ▪ Entities shall ascertain at the date of preparation of each statement of financial report whether there is objective evidence that a financial asset or a group of financial assets is impaired. ▪ In the case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of the security below its cost is considered as an indicator that the securities are impaired. ▪ If any such evidence exists for available-for-sale financial assets, the cumulative loss – measured as the difference between the acquisition cost and the current fair value,



	less any impairment loss on that financial asset previously recognized is recognized in the statement of financial performance.
27.	Property, Plant & Equipment (PPE) ▪ All property, plant and equipment are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items. ▪ Where an asset (other than land) is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially recognised at fair value, where fair value can be reliably determined and as income in the statement of financial performance (unless there are restrictions on the asset's use in which case income is deferred). ▪ All land held by Government owned entities is not included in the Entity's financial statements unless that land is to be used for development purposes. ▪ The following shall constitute expenditure on PPE: i. Amounts incurred on the purchase of such assets. Consumables are to be wholly expensed irrespective of their amounts. ii. Construction Cost- including materials, labour and overheads. iii. Improvements to existing PPE, which significantly enhance their useful life. Cost ▪ The cost of an item of PPE shall comprise: its purchase price, including import and non-recurring costs and any directly attributable costs of bringing the asset to its location and working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. a. PPE shall be stated at cost or at their professional valuation less accumulated depreciation and impairment. b. The amount recorded for a PPE shall include all costs directly related to its acquisition including expenditures incurred to place the asset in usable condition for the Service. Accordingly, the cost of the assets shall include acquisition or construction costs, custom duties, transportation charges, professional fees and installation costs. Cash discounts shall be netted against the cost of the assets. Capitalisation ▪ The capitalisation threshold shall be N250,000.00(Two hundred and fifty thousand naira only). ▪ Only amounts spent in connection with the above and whose values exceed (Two hundred and fifty thousand naira) N250, 000 shall be capitalised.



- All assets equal to or above this amount shall be recorded in the Fixed Assets Register. However in certain cases, it may be appropriate to aggregate individually insignificant value items such as chairs and tables, printers and UPS, etc. and apply the capitalisation threshold to the aggregate value.
- Fixed assets whose costs are below the capitalization threshold shall be charged appropriately to the following accounts: office supplies – furniture, office supplies – IT equipment, office supplies – household equipments, etc.
- Where an asset's category already exists for a newly acquired asset below the capitalisation threshold, such an asset shall be capitalised irrespective of its cost and recorded in the fixed assets register under the appropriate category

Depreciation

The cost of PPE shall be written off, from the time they are brought into use, on a straight line basis over their expected useful lives less any estimated residual value as follows:

- | | |
|--|----------------------------|
| a. Lease Properties | Over the term of the lease |
| b. Buildings | 2% |
| c. Plant and Machinery | 10% |
| d. Motor Vehicles: | 20% |
| e. Office Equipment: | 25% |
| f. IT Equipment: | 25% |
| g. Furniture and Fittings: | 20% |
| h. Infrastructure | 5% |
| i. Books | 3% |
| j. Specific cultural and heritage assets | Unlimited |

- The full depreciation charge shall be applied to PPE in the months of acquisition and disposal, regardless of the day of the month the transactions was carried out.



	- Fully depreciated assets that are still in use are carried in the books at a net book value of N10.00 - An asset's carrying amount is written down immediately to its recoverable amount or recoverable service amount if the asset's carrying amount is greater than its estimated recoverable amount or recoverable service amount Revaluation a. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period b. Surplus arising from the revaluation shall be transferred to the revaluation reserve in the financial position under reserves and to the statement of changes in net assets/equity. c. In case of revaluation deficit, it shall be set against the respective asset value and the corresponding entry to either the revaluation reserve – if surplus exists on the same class of asset, or to the statement of financial performance as an expense. Disposal Gains or losses on the disposal of fixed assets are to be included in the income statement as either an income or expense respectively. Impairment Entities shall test for impairments of its PPE where it suspects that impairment has occurred.
28.	Investment Property These are cash-generating property owned by the Government/ its entities. The cost, capitalisation, depreciation and impairment of Investment Property are same with PPE, but shall be reported separately in the GPFS.
29.	Intangible Assets



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

a. These shall consist of assets that are not physically tangible which have been acquired and held for use from which benefits are derivable beyond a financial year.

b. The cost of an item of intangible asset shall comprise: its purchase price, including non-recurring costs and any directly attributable costs of bringing the asset to its state of intended use. Any trade discounts and rebates shall be deducted in arriving at the purchase price.

c. Intangible assets are tested for impairment and amortised over the estimated useful life using the straight line method on an annual basis.

d. Classes of Intangible Assets and their estimated useful lives are as follows:

- i. Softwares acquired externally 3 years
- ii. Goodwill 4 years
- iii. Copyrights 4 years
- iv. Trademarks 4 years
- v. Other Intangible assets 4

30.

Deposits

- a. Deposits are amounts received in advance in respect of goods or services provided.
- b. Deposits can represent payments received early in the year for goods/services to be offered over the latter part of the year, or payments received in one year for services to be offered in subsequent years. Deposits for which the services are to be offered in the following 12 months shall be classified as Current Liabilities. Where the services are expected to span beyond the next 12 months, it shall be accounted for as a Non-Current Deposits and classified as Non-Current Liabilities.

31.

Loans& Debts

- a. Loans are funds received to be paid back at an agreed period of time. They are classified under liability in the General Purpose Financial Statement and are categorised as either short or long term.



	▪ b. Short-term loans and debts are those repayable within one calendar year, while long-terms loans and debts shall fall due beyond one calendar year.
32.	Unremitted Deductions a. Unremitted Deductions are monies owed to third parties such as tax authorities, schemes and associations and other government agencies. These include: tax deductions and other deductions at source. b. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.
33.	Payables Payables are recognized initially at fair value and subsequently measured at amortised cost using the effective interest method. Accrued Expenses a. These are monies payable to third parties in respect of goods and services received. b. Accrued Expenses for which payment is due in the next 12 months shall be classified as Current Liabilities. Where the payments are due beyond the next 12 months, it shall be accounted for as Non-Current Liabilities.
34.	Current Portion of Borrowings This is the portion of the long-term loan/ borrow that is due for repayment within the next 12 months. This portion of the borrowings shall be classified under Current Liabilities in the Statement of Financial Position.
35.	Public Funds a. These are balances of Government funds at the end of the financial year. b. They are classified under the Non-Current Liabilities in the Statement of Financial Position and include: Trust Funds, Revolving Funds and other Funds created by Government.
36.	Reserves



	Reserves are classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/ (Deficit) and the Revaluation Reserve
37.	Contingent Liability a. A contingent liability is a possible obligation arising from past events whose existence will be confirmed only by uncertain future event(s) or present obligation arising from past events that are not recognised because either an outflow of economic benefit is not probable or the amount of the obligation cannot be reliably measured. b. Contingent liabilities shall only be disclosed in the Notes to the GPFS.
38.	Leases: Finance leases a. These are leases which effectively transfer to the lessee Entity substantially all the risks and benefits incidental to ownership of the leased item. b. They are capitalised at the present value of the minimum lease payment. c. The leased assets and corresponding liabilities are disclosed while the leased assets are depreciated over the period the Entity is expected to benefit from their use. Operating Leases a. Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. b. Payments made under operating leases (net of any incentives received from the lessor) are charged to the statement of financial performance on a straight-line basis over the period of the lease.
39.	Financial Instruments a. These form part of the Government's everyday operations. These financial instruments include Bank Accounts, Short Term Deposits, Trade and Accounts Receivable, Trade and



	Accounts Payable and Term Borrowings, all of which are recognised in the Statement of Financial Position. b. Revenue and expenses in relation to all financial instruments are recognised in the Statement of Financial Performance
40.	Borrowings a. Borrowings are recognized initially at fair value, net of transaction costs incurred. b. Borrowings are subsequently stated at amortized cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognized in the consolidated statement of financial performance over the period of the borrowings using the effective interest method. c. Fees paid on the establishment of loan facilities are recognized as transaction costs of the loan. The fee is capitalized and amortized over the period of the facility to which it relates. d. Borrowings falling due within 12 months are classified as current liabilities while borrowings falling due more than 12 months are classified as long term borrowings. e. Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized and included in the cost of that asset. f. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. g. All other borrowing costs are recognized as an expense in the period in which they are incurred.
41.	Transfers to other government entities. Transfers to other government entities are non-exchange items and are recognized as expenses in the statement of financial performance.
42.	Service Concession Arrangement: Service Concession Arrangement Assets



a. Service Concession Assets are operated by third parties under the terms of Service Concession Arrangements. On classification the original service concession asset is measured at its fair value and any difference between its fair value and its book value is recognised in the Statement of Financial Performance.

b. Since the fair value of assets previously transferred under Service Concession Arrangements is not reliably available, Government has chosen to adopt the standard prospectively from 1 January 2016.

c. If the terms of the arrangement require Government to compensate the operator for the concession asset by making payments and the payments are separable between the asset and service portions of the payment then the fair value of the original service concession asset is the fair value of the asset portion of the payments. If however the asset and service portions of the payments are not separable, the fair value is determined using estimation techniques.

Service Concession Arrangement Liabilities

a. When Government recognises a Service Concession Arrangement asset it also recognises a liability of an equal amount.

b. The liability is split between a financial liability and a performance obligation.

c. The financial liability arises from the payments due from an entity under the terms of the Service Concession Arrangement and the performance obligation from the rights granted to the operator under the terms of the Service Concession Arrangement to earn revenues from the Service Concession Assets(s) or associated asset(s).



List of Abbreviations/Acronyms

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
FAAC	Federation Accounts Allocation Committee
FGN	Federal Government of Nigeria
FRC	Financial Reporting Council
GAAP	Generally Accepted Accounting Principles
GPFS	General Purpose Financial Statement
IPSAS	International Public Sector Accounting Standards
LFN	Law of the Federal Republic of Nigeria
MDA	Ministries, Departments and Agencies
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
OAG	Office of the Accountant-General
PPE	Properties, Plants and Equipment
FR	Financial Regulation



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act
IGR	Internally Generated Revenue
MDAs	Ministries, Departments, and Agencies
BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
HCF	Honourable Commissioner for Finance
AuG	Auditor-General (State)
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention

 8/05/24

Idubamo Igbainfegha (ACA)

Treasurer



**REPORT OF THE AUDITOR - GENERAL
FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF
OGBIA
LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR
ENDED 31ST DECEMBER, 2023**



HON. CHIEF MIZODOME IBU
CARETAKER CHAIRMAN OGBIA LOCAL
GOVERNMENT AREA



PAUL ARIWARENI ENGOYE, FCNA, FCPA.
TREASURER/DFS OGBIA LOCAL GOVERNMENT
COUNCIL BAYELSA STATE



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

**OGBIA LOCAL GOVERNMENT
OF BAYELSA STATE**

TELEGRAMS: LOGGOVSEC
TELEPHONE: _____
OGBALSA/AD/1016/52

HEADQUARTERS:
OGBIA LOCAL GOVERNMENT
PMB 1, OGBIA TOWN

8th May, 2024

Care Ref: _____
How Ref: _____

STATEMENT OF FINANCIAL RESPONSIBILITY

These Financial Statement and accounts have been prepared by the Treasurer of Ogbia Local Government Council, Bayelsa State in accordance with the provisions of section 24 of the Finance (Control and Management) LFN 2004 & Section 85(5) of the Federal Republic of Nigeria and other relevant extant laws, regulations and policies. The accounting framework adopted in the preparation of the financial statements and accounts is IPSAS ACCRUAL accounting basis and the Financial Statements comply with generally accepted accounting policies and practice.

To fulfill the accounting and reporting responsibility, the Treasurer of Ogbia Local Government Council is responsible for preparing, reporting, 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 receipt and payment of Public Financial resources by the Local Government.

In compliance with International Public Sector Accounting Standard (IPSAS) 33 (First Time Adoption of Accrual Basis IPSAS) and the guidelines issued by the Federation Account Allocation Committee (FAAC) Technical Sub Committee 2004 on IPSAS implementation reasonable efforts have been made to ensure that the Financial Statements prepared herein reflect the true and fair view of the financial position of Ogbia Local Government Council as at 31st December, 2023.

On behalf of Ogbia Local Government Council, I write to accept responsibility for the integrity, credibility and objectivity of the Financial Statements. The information embedded reflects the financial position of the Local Government as at 31st December, 2023.

[Signature] 8/05/2024
HON. CHIEF IBU MIZODOOME
CARETAKER CHAIRMAN, OGBIA LOCAL GOVERNMENT COUNCIL

[Signature] 08/05/2024
PAUL ARIWARENI E. FONA, FCPA,
DIR. FINANCE/TR



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2023

INTRODUCTION

The financial statements of Ogbia Local Government Council for the year ended 31st December 2023 have been examined in accordance with the generally accepted auditing practice and section 51 subsection 1 and 2 of Bayelsa State Local Government law 2020.

SUBMISSION OF REPORT

In compliance with Section 5 Sub-section 2 of Bayelsa State Local Government law 2000, it is my pleasure to humbly lay before the honourable House of Assembly, Bayelsa State, the Auditor-General for Local Governments' report on the accounts of Ogbia Local Government Council for the financial year ended 31st December, 2023.

CONSTITUTIONALITY

In accordance with the section of the Bayelsa State Local Government Law 2000 quoted above, the draft annual report and accounts including the related financial statements for the year ended 31st December 2023, was submitted to my office by the accounting officer on the 11th March, 2024.

STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION (IPSAS 1)

The General Purpose Financial Statements (GPFS) were prepared under historical cost convention and in line with IPSAS (AcCrua) and other applicable standards. The financial statements were presented in Nigeria Naira (N) and kobo (k) which is the functional and reporting currency in Nigeria. The accounting year to which the financial statements date is from 1st January to 31st December, 2023.

STATEMENT OF COMPLETENESS OF THE LOCAL GOVERNMENT REVENUE

Revenue accruable to Ogbia Local Government Council from the Federation accounts and managed by the State Local Governments Joint Accounts Allocation Committee (SLGJAAC) were fairly stated. I have confirmed the completeness and correctness of the SLGJAAC receipts, the relevant deductions and balances of transfer of the SLGJAAC allocations accruable to the Local Government Council.



RESPONSIBILITY OF THE ACCOUNTING OFFICER

In line with the provisions of Section 48 subsection 1 of Bayelsa State Local Government Law 2000, the accounting officer is responsible for the preparation of financial statements. He is responsible for the general and overall supervision of all accounting activities of the local government. In carrying out this mandate, he has the responsibility to:

- Ensure that the treasury department of the council keep proper books of accounts that reasonably discloses the financial position of the local government.
- Establish and maintain a functional and adequate system of internal control designed to provide reasonable assurance that the transaction recorded reflect the utilization of the public financial resources.
- Ensure that appropriate accounting policies and estimate are consistently deployed in the preparation of financial statements.
- Taking steps to safeguard the assets of the local government and prevent and detect fraud and irregularities.

RESPONSIBILITIES OF THE AUDITOR–GENERAL FOR LOCAL GOVERNMENTS

The responsibility is to form or express an independent opinion based on the financial statements as presented by the accounting officer of the local government and report to the State House of Assembly.

FINANCIAL HIGHLIGHTS FIVE YEAR FINANCIAL SUMMARY

Revenue	2023	2022	2021	2020	2019
Description	₦	₦	₦	₦	₦
Opening Balance	2,743,077.68	799,386.23	8,972,984.40	9,754,263.38	
Statutory Allocation	3,398,886,322.97	1,631,431,145.07	2,339,955,494.89	2,435,145,833.21	2,572,595,274.31
Independent Revenue	1,639,000.00	5,230,507.10	930,000.00	23,076,997.85	19,944,991.80
Other Revenue	1,283,294,422.66	36,627,773.77			
Total	4,686,562,823.31	1,674,088,812.17	2,349,858,479.29	2,467,977,094.44	2,592,540,266.11
EXPENDITURE					
Expenditure	2023	2022	2021	2020	2019
Description	₦	₦	₦	₦	₦
Personnel Cost	1,915,791,135.01	624,987,255.60	566,552,634.87	784,820,796.26	1,143,680,596.13
Overhead Cost	1,081,987,766.79	197,338,133.76	349,374,409.13	463,854,957.70	281,039,854.86
Statutory Deductions	255,337,130.56	1,481,230,883.44	1,393,436,049.06	1,189,326,562.90	1,180,059,321.52
Capital Expenditure	1,429,489,627.28	650,781,357.99	39,696,000.00	21,760,850.00	48,288,000.00
Total	4,682,605,659.64	2,954,337,630.79	2,349,059,093.06	2,459,763,166.86	2,653,067,772.51



PATTERNS AND MANNER IN WHICH THE ACCOUNTS WERE KEPT AND RENDERED

Section 48 (1) of Bayelsa State Local Government Law 2000 requires the accounting officer of Ogbia Local Government Council to, within three (3) months after 31st day of December, each year, transmit to the Auditor – General for Local Governments accounts showing the financial position of the local government on the said 31st day of December specified financial summary for five years.

FINANCIAL STATEMENTS SUBMITTED FOR AUDIT ARE:

1. Statement of Recurrent Revenue
2. Statement of Recurrent Expenditure
3. Statement of Financial Performance
4. Statement of Financial Position
5. Statement of Cash flow
6. Statement of external/internal loan
7. Statement of Personnel Cost
8. Statement of Overhead Cost

GENERAL OBSERVATION AND RECOMMENDATION

A. REVENUE COLLECTION AND GENERATION: Ogbia local government council is endowed with various sources of revenue generation to boost their statutory allocations from the federation account to manage the affairs of the council but it appears that the revenue collection system in place is weak and not functional. From the Financial Highlight, five year financial summary of the council 2023, 2022, 2021, 2020 and 2019 independent revenue shows that Nineteen Million, Nine Hundred and Forty Four – Thousand Nine Hundred and Ninety One Naira Eighty Kobo (N19,944,991.80) only in 2019, in 2020 Twenty Three Million, Seventy – Six Thousand Nine Hundred and Ninety Seven Naira Eighty five – Kobo (N23,076,997.85) only, in 2021 Nine Hundred and Thirty Thousand Naira (N930,000.00) only, in 2022 Five Million, Two Hundred and Thirty Thousand Five Hundred and Seven Naira Ten-kobo (N5,230,507.10) only was generated while in 2023 One million-Six hundred and thirty Nine thousand (N1,639,000.00) only

representing .00014% of statutory allocations received from the JAAC for the fiscal year ended 31st December, 2023.

B. EXPENDITURE – CLASSIFICATION AND CONTROL: Payments made in some vouchers are not classified or coded as required FR 40(10), 402(1) requires every officer controlling a vote to monitor the expenditure pattern of his department with reference to the amounts provided in



the estimate.

The pattern of expenditure in Ogbia local government reveals that classification and control was not observed or monitored by officers controlling vote.

FR (601) payment procedure is not strictly observed by the council contrary to FR (603) which requires that all payment shall contain full particulars of each service so as to enable them to be checked without reference to any other reference and will invariably be supported by relevant documents. In the case of contract payments, reference to contracts and details of any previous payment(s) under such contract.

C. INTERNAL AUDIT: Prepayment Audit of payment vouchers is always a case in Ogbia local government council. FR (10705) requires that the Head of Internal Audit Unit shall ensure that 100% prepayment audit of all chequed and passed vouchers is carried out and the vouchers forward under security schedule direct to the appropriate central pay office for payment.

RECOMMENDATION: Revenue officers responsible for revenue collection in the council be trained to meet today's trend in the collection of revenue. Electronic ways of revenue collection should be introduced into the system to meet with international practice, so is the officers responsible for the control and monitoring of vote.

The Head of Internal audit unit in the local government should be giving free access to all records and books of the local council to perform 100% prepayment audit to enable him/her prepare his monthly, Quarterly, half yearly and special reports as required by FR (1706) (I).



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

GOVERNMENT OF BAYELSA STATE OF NIGERIA

Office of the Auditor-General for Local Governments

e-mail address: localgovtsauditbys@gmail.com

Our Ref: LGCON.21/VOL.II/109

Your Ref: _____



State Govt. Secretariat
P.M.B. 30 Yenagoa,
Bayelsa State.
25th July, 2024

Date: _____

AUDIT CERTIFICATE

In compliance with section 125(2) of the Constitution of the Federal Republic of Nigeria 1999 (as amended) and Section 55(3) of the Bayelsa State Audit Law 2021, the audit of the Financial Statements of Ogbia Local Government Council of Bayelsa State for the year ended 31st December, 2023 was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

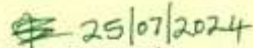
The audit was conducted in accordance with International Standards on Auditing and INTOSAI Auditing Standards.



Within the period under review, the information presented in the General Purpose Financial Statements are in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting as prescribed in the statement of accounting policies.

In my opinion, the Financial Statements which agree with the books of Accounts and records show a true and fair view of the Financial Position of Ogbia Local Government Council for the year ended 31st December, 2023.

Office of the Auditor –
General For
Local Governments
P.M.B. 30, Yenagoa

 25/07/2024
Fagha Henry Prenanagha FCMA, ACT, CIPM, ICPIP
**Auditor – General for
Local Governments
Bayelsa State.**

All Correspondence to be addressed to the Auditor-General for Local Governments



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT I CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE (INCOME AND EXPENDITURE) FOR THE YEAR ENDED 31ST DECEMBER, 2023

Actual 2022		Notes	Actual 2023	Final Budget 2023	Initial Budget 2023	Supplementary Budget 2023	Variance on Final Budget
	REVENUE						
1,708,656,999.77	GOVERNMENT SHARE OF FAAC(STATUTORY REVENUE)	1	1,936,672,965.98	2,109,168,969.96	2,109,168,969.96	-	172,496,003.98
1,101,206,507.67	GOVERNMENT SHARE OF VAT	2	1,529,686,305.69	1,096,317,264.96	1,096,317,264.96	-	433,369,040.73
-	TAX REVENUE		-	-	-	-	-
5,230,507.10	NON – TAX REVENUE	3	1,526,000.00	91,566,499.58	91,566,499.58	-	90,040,499.58
-	INVESTMENT INCOME		-	-	-	-	-
-	INTEREST EARNED		-	-	-	-	-
-	AID & GRANTS		-	-	-	-	-
36,627,773.77	OTHER REVENUE		-	-	-	-	-
2,851,721,788.31	TOTAL REVENUE		3,467,885,271.67	3,297,052,734.50	3,297,052,734.50	-	695,905,544.29
	EXPENDITURE						
1,875,306,827.42	SALARIES & WAGES	4	1,915,791,135.01	1,953,180,719.02	1,883,600,434.48	69,580,284.54	37,389,584.01
193,312,676.54	SOCIAL BENEFITS	5	213,848,267.33	202,756,734.60	202,756,734.60	-	11,091,532.73
213,924,014.57	OVERHEAD COST	6	568,588,873.95	577,870,927.65	474,740,927.65	103,130,000.00	9,282,053.70
	GRANTS & CONTRIBUTIONS		-	-	-	-	-
-	DEPRECIATION	7	47,198,310.17	-	-	-	47,198,317.17
35,598,635.08	TRANSFER TO OTHER GOVT ENTITIES	8	41,488,863.23	-	-	-	41,488,871.23
2,318,142,153.61	TOTAL EXPENDITURE		2,786,915,449.69	2,733,808,381.27	2,561,098,096.73	172,710,284.54	146,450,358.84
533,579,634.70	SURPLUS FROM OPERATING ACTIVITIES FOR THE PERIOD		680,969,821.98	-	-	-	-
36,627,773.77	Public Debt Repayment	11		-	-	-	-
	Gain/Loss on Disposal of asset						
	Gain/Loss on Disposal of asset						
-	Total non- operating revenue (expenses)			-	-	-	-
496,951,860.93	Surplus/ (deficit) from Ordinary Activities	13	680,969,821.98	-	-	-	-
-	Minority Interest share of surplus/deficit		-	-	-	-	-
496,951,860.93	Net Surplus/(Deficit) for the period		680,969,821.98	-	-	-	-

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

Paul Ariwareni Engoye

Paul Ariwareni Engoye
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT 2 CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET) AS AT 31ST DECEMBER, 2023

	Economic Code	Notes	2023		2022	
			N	N	N	N
ASSETS						
Current Assets						
Cash and Cash Equivalents	3101-4	9	3,957,163.67		2,743,077.68	
Inventories	3105		-		-	
Receivables	3106-7		-		-	
Prepayments	3108		-		-	
A				3,957,163.67		2,743,077.68
Non-Current Assets						
Loans & Debts (short-term)	3110		-		-	
Investments	3109		-		-	
Property, Plant & Equipment	3201	10	1,937,266,503.47		-	
Investment Property	3202		-		-	
Intangible Assets	3301		-		-	
B			-	1,937,266,503.47		-
Total Assets C = A+B				1,941,223,667.14		2,743,077.68
LIABILITIES						
Current Liabilities						
Deposits	4101		-		-	
Short Term Loans & Debts	4102		-		-	
Unremitted Deductions	4103		-		-	
Accrued Expenses	4104		-		-	
Current Portion of Borrowings	4105		-		-	
D			-	-		-
Non-Current Liabilities						
Public Funds	4601				-	
Borrowings	4602	11	(161,892,565.90)		174,101,798.42	-
E			(161,892,565.90)	-	174,101,798.42	
Total Liabilities: F = D + E				(161,892,565.90)		174,101,798.42
Net Assets: G = C - F				1,779,331,101.24		176,844,876.10
NET ASSETS/EQUITY						
Reserves	4701	12	1,098,361,279.26		-	
Surpluses/(Deficits)	4702	13	680,969,821.98		-	
Total Net Assets/Equity				1,779,331,101.24		176,844,876.10

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)


Paul Ariwareni Engoye
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT 3 CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

Description	Notes	2023		2022	
		N	N	N	N
CASH FLOWS FROM OPERATING ACTIVITIES					
Inflows					
Government Share of FAAC (Statutory Revenue)	1, 1B	1,936,672,965.98		1,708,656,999.77	
Government Share of VAT	2	1,529,686,305.69		1,101,206,507.67	
Direct Taxes		-		-	
Licences		-		-	
Fines		-		-	
Royalties		-		-	
Fees		-		-	
Earnings & Sales	3	1,526,000.00		5,230,507.10	
Rents of Government Properties		-		-	
Investment Income		-		-	
Interest & Repayment General		-		-	
Re- imbursement		-		-	
Funds from Special Accounts		-		-	
Domestic Aid & Grants		-		-	
External Aid & Grants		-		-	
Gains from exchange transactions		-		-	
Other Revenue (e.g. plea Bargain)		-		36,627,773.77	
Total inflow from Operating Activities		3,467,885,271.67	3,467,885,271.67		2,851,721,788.31
Outflows					
Salaries & Wages	4	1,915,791,135.01		1,875,306,827.42	
Social Benefits	5	213,848,267.33		193,312,676.54	
Overhead Cost	6	568,588,873.95		213,924,014.57	
Grants & Contributions		-		-	
Subsidies		-		-	
Transfer to other Government Entities	8	41,488,863.23		35,598,635.08	
Public Debts Repayment		-		-	
Total Outflow from Operating Activities (B)			(2,739,717,139.52)		(2,318,142,153.61)
Net Cash Inflow/(Outflow) From Operating Activities*					-
C=(A-B)			728,168,132.15		



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT 3 CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

CASH FLOW FROM INVESTING ACTIVITIES					
Proceeds from Sale of PPE		-		-	
Proceeds from Sales of Investment Property		-		-	
Proceeds from Sale of Intangible Assets		-		-	
Proceeds from Sale of Investment		-		-	
Dividends Received		-		-	
		-		-	
Purchase/Construction of PPE	14	(714,744,813.64)		(495,008,169.48)	
Purchase/Construction of Investment Property		-		-	
Purchase of Intangible Assets		-		-	
Acquisition of Investments		-		-	
Net Cash Flow from Investing Activities			(714,744,813.64)		(495,008,169.48)
CASH FLOW FROM FINANCING ACTIVITIES					
Proceeds from Borrowings	11B	-		-	
Repayment of Borrowings		(12,209,232.52)		(36,627,773.77)	
Distribution of Surplus/Dividends Paid		-		-	
Net Cash Flow from Financing Activities			(12,209,232.52)		(36,627,773.77)
Net Cash Flow from all Activities			1,214,085.99		1,943,691.45
Cash & Its Equivalent as at 1/1/2023			2,743,077.68		799,386.23
Cash & Its Equivalent as at 31/12/2023			3,957,163.67		2,743,077.68
Notes: 1					
RECONCILIATION:					
Surplus/ (Deficit) per Statement of Performance	13	680,969,821.98		-	
Add back non cash movement-		-		-	
Depreciation Charges	7A	47,198,310.17		-	
Net Cash Flow from Operating Activities		728,168,132.15		-	
Note: 2					
Cash & its equivalent as at 31/12/2023					
Cash Balances		-		-	
Bank Balances	9A	3,957,163.67	3,957,163.67	-	2,743,077.68

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

Paul Ariwareni Engoye

Paul Ariwareni Engoye
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT 4
**CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/
EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2023.**

	Note	Revaluation Reserve N	Translation Reserve N	Accumulated Surpluses N	Total N
Balance as at 1st January 2023	12	1,098,361,279.26	-	-	1,098,361,291.26
Changes in Accounting Policy					
Restated Balance		1,098,361,279.26		-	1,098,361,291.26
Surplus on Revaluation of Properties					
Deficit on Revaluation of Investments					
Net Gains and losses not recognized in the statement of Financial Performance					-
Net Surplus for the year	13	680,969,821.98	-	-	680,969,821.98
Balance as at 31 December 2023		-		-	
Deficit on Revaluation of Property		-		-	
Surplus on Revaluation of Investments		-		-	
Net gains and Losses not Recognized in the Statement of Financial Performance					
Net deficit for the Period					
Balance as at 31 December 2023		1,779,331,101.24	-	-	1,779,331,113.24

The accompanying notes form an integral part of the General-Purpose Financial Statement (GPFS)

Paul Ariwareni Engoye

Paul Ariwareni Engoye
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

NOTES TO THE ACCOUNTS

OGBIA LOCAL GOVERNMENT COUNCIL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2023

Note	Details	Ref Sup. Note	Amount	Amount	BUDGET	Remarks
1	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	1	1,293,983,701.13			
	Add: Deduction at source	1A	47,110,176.51	1,341,093,877.64	2,109,168,969.96	
	Share of Statutory Allocation (Other Agencies)	2		642,689,264.85		
	Share of Statutory Allocation (Excess Crude Oil)			-		
	Total (Gross) Statutory Allocation			1,936,672,965.98		
2	B. Value Added Tax					
	Share of Value Added Tax (VAT)			1,529,686,305.69	1,096,317,264.96	
	NON TAX REVENUE	Ref Sup. Note	Actual	Budget	% Variance	
3	RATES GENERAL (TENEMENT RATE)		-			
	LICENSE GENERAL		-			
	FEES GENERAL		-			
	FINES GENERAL		-			
	EARNINGS GENERAL		1,526,000.00			
	Sale/Rent of Government Property		-			
			1,526,000.00			
4	WAGES AND SALARIES					
		Ref Sup. Note	Actual	Budget	% Variance	2022 Actual
4A	PERSONNEL COST	4A				
	ADMINISTRATIVE SECTOR		326,224,504.29	-	-	-
	ECONOMIC SECTOR		143,306,118.88	-	-	-
	SOCIAL SECTOR		1,377,551,941.39	-	-	-
	REGIONAL SECTOR			-	-	-
	LAW AND JUSTICE			-	-	-
	SUB TOTAL		1,847,082,564.56	-	-	-
4B	CONSOLIDATED REVENUE FUND CHARGES	4B	68,708,570.45	-	-	-
	TOTAL WAGES AND SALARIES		1,915,791,135.01	940,600,434.48		
4C	PERSONNEL ANALYSIS					
		Ref Sup. Note	Actual	Budget	% Variance	2022 Actual
	TOTAL NO. OF EMPLOYEES AT THE BEGINNING OF THE YEAR		551			
	TOTAL NO. OF EMPLOYEES EMPLOYED IN 2023		0			
	TOTAL NO. OF EMPLOYEES RETIRED DURING THE YEAR		12			
	TOTAL NO. OF EMPLOYEES AT THE END OF THE YEAR 2023		539			



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

5	SOCIAL BENEFITS		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	ADMINISTRATIVE SECTOR	5A	213,848,267.33	202,756,734.60		
	ECONOMIC SECTOR		-			
	SOCIAL SECTOR		-			
	REGIONAL SECTOR		-			
	LAW AND JUSTICE		-			
6	OVERHEAD COST		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
6A	OVERHEAD COST BY FUNCTION	6A				
	TRAVEL & TRANSPORT - GENERAL		13,059,506.83	117,740,927.65		
	UTILITIES - GENERAL		3,000,000.00			
	MATERIALS AND SUPPLY - GENERAL		319,103,820.52			
	MAINTENANCE SERVICES - GENERAL		70,822,111.18			
	FUEL AND LUBRICANT - GENERAL		980,176.00			
	FINANCIAL CHARGES - GENERAL		161,623,259.42			
	TOTAL		568,588,873.95			
7	DEPRECIATION		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	BUILDING - GENERAL	7A	23,860,000.00			
	INFRASTRUCTURE - GENERAL		8,934,310.17			
	PLANT & MACHINERY - GENERAL		980,000.00			
	TRANSPORTATION EQUIPMENT - GENERAL		6,672,000.00			
	OFFICE EQUIPMENT		200,000.00			
	FURNITURE & FITTINGS - GENERAL		6,552,000.00			
	TOTAL		47,198,310.17			
8	TRANSFER TO OTHER GOVERNMENT ENTITIES					
	COMMON SERVICES	8A	7,500,000.00	-		-
	TRAINING FUNDS		33,988,863.23	-		-
	TOTAL		41,488,863.23	-		-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

9	CASH AND CASH EQUIVALENT	Ref Sup. Note	2023	2022		
	CASH IN HAND	9A				
	CASH AT BANK	9A	3,957,163.67	2,743,077.68		
	TOTAL					
10	PROPERTY, PLANT AND EQUIPMENT	Ref Sup. Note	31/12/2023	01/01/2023		
	BUILDING –GENERAL		1,169,140,000.00	1,193,000,000.00		
	INFRASTRUCTURE –GENERAL		705,810,503.47	-		
	PLANT & MACHINERY –GENERAL		8,820,000.00	9,800,000.00		
	TRANSPORT EQUIPMENT- GENERAL		26,688,000.00	33,360,000.00		
	OFFICE EQUIPMENT –GENERAL		600,000.00	800,000.00		
	FURNITURE AND FITTINGS		26,208,000.00	32,760,000.00		
	TOTAL		1,937,266,503.47	1,269,720,000.00		
11	BORROWINGS	Ref Sup. Note	2023	2022		
	EXTERNAL LOANS					
	DOMESTIC LOANS		161,892,565.90			
	TOTAL					
12	RESERVES	Ref Sup. Note	2023	2022		
	FOR THE YEAR		1,098,361,279.26			
13	SURPLUS	Ref Sup. Note	2023	2022		
	FOR THE YEAR		680,969,821.98	-		
14	PURCHASE/CONSTRUCTION OF PPE	Ref Sup. Note	2023	2022		
	BUILDING –GENERAL					
	INFRASTRUCTURE –GENERAL		714,744,813.64			
	PLANT & MACHINERY –GENERAL					
	TRANSPORT EQUIPMENT- GENERAL					
	OFFICE EQUIPMENT –GENERAL					
	FURNITURE AND FITTINGS					
	TOTAL		714,744,813.64			



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTES TO THE ACCOUNTS

OGBIA LOCAL GOVERNMENT COUNCIL
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 1 SHARE OF FAAC (STATUTORY REVENUE)

DETAILS/ MONTH	NET RECEIPT SEE SUPPLEMENTARY NOTE 1A	ADD: DEDUCTIONS AT SOURCE (SEE – SUPPLEMENTARY NOTE 1A	GROSS
ECONOMIC CODE	11010101	11010101	
	N	N	N
JANUARY	176,858,071.33	5,305,742.14	182,163,813.47
FEBRUARY	102,133,739.08	3,064,012.17	105,197,751.25
MARCH	97,204,482.72	2,916,134.48	100,120,617.20
APRIL	132,499,428.04	3,974,982.84	136,474,410.88
MAY	94,120,343.42	2,823,610.30	96,943,953.72
JUNE	142,357,877.47	4,270,736.32	146,628,613.79
JULY	79,810,542.96	2,394,316.29	82,204,859.25
AUGUST	103,627,010.35	3,108,810.31	106,735,820.66
SEPTEMBER	86,118,845.39	10,874,230.84	96,993,076.23
OCTOBER	103,821,917.87	3,114,657.54	106,936,575.41
NOVEMBER	80,280,751.61	2,408,422.55	82,689,174.16
DECEMBER	95,150,690.89	2,854,520.73	98,005,211.62
GRAND TOTAL	1,293,983,701.13	47,110,176.51	1,341,093,877.64

SUPPLEMENTARY NOTE 1A NET STATUTORY ALLOCATION

DETAILS/ MONTH	GROSS STATUTORY ALLOCATION (a)	TOTAL DEDUCTIONS (b)	NET ALLOCATION c = (a - b)
ECONOMIC CODE	11010101	11010101	
	N	N	N
JANUARY	182,163,813.47	5,305,742.14	176,858,071.33
FEBRUARY	105,197,751.25	3,064,012.17	102,133,739.08
MARCH	100,120,617.20	2,916,134.48	97,204,482.72
APRIL	136,474,410.88	3,974,982.84	132,499,428.04
MAY	96,943,953.72	2,823,610.30	94,120,343.42
JUNE	146,628,613.79	4,270,736.32	142,357,877.47
JULY	82,204,859.25	2,394,316.29	79,810,542.96
AUGUST	106,735,820.66	3,108,810.31	103,627,010.35
SEPTEMBER	96,993,076.23	10,874,230.84	86,118,845.39
OCTOBER	106,936,575.41	3,114,657.54	103,821,917.87
NOVEMBER	82,689,174.16	2,408,422.55	80,280,751.61
DECEMBER	98,005,211.62	2,854,520.73	95,150,690.89
GRAND TOTAL	1,341,093,877.64	47,110,176.51	1,293,983,701.13



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 1B ANALYSIS OF SHARE OF STATUTORY ALLOCATION (OTHER AGENCIES)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010101	ELECTRONIC MONEY TRANSFER LEVY	10,114,769.31	5,527,752.18	4,922,282.41	6,141,094.81	6,083,142.29	6,051,821.71	4,778,908.43	5,365,076.69	5,943,284.57	4,649,040.61	6,514,314.52	5,008,113.76	71,099,601.29
11010101	NON OIL REVENUE	-	28,658,083.95	-	-	6,877,940.15	-	-	-	-	-	17,194,850.37	-	52,730,874.47
11010101	NON OIL REVENUE 2	-	4,427,673.97	-	-	2,865,808.40	-	-	-	-	-	-	-	7,293,482.37
11010101	FOREX EQUALISATION 1	-	-	29,919,039.65	-	12,466,266.52	-	-	-	-	-	-	-	42,385,306.17
11010101	FOREX EQUALISATION 2	-	-	-	-	4,986,506.61	-	-	-	-	-	-	-	4,986,506.61
11010101	SOLID MINERALS	-	-	-	-	4,158,993.59	-	-	-	-	-	-	-	4,158,993.59
11010101	EXCHANGE GAIN DIFFERENCE	6,289,557.48	-	-	-	-	166,836.33	-	-	-	-	-	-	6,456,393.81
	EXCHANGE GAIN DIFFERENCE 2	-	-	-	-	-	36,509,739.18	84,948,804.32	76,855,791.80	62,258,331.28	46,592,299.14	50,767,898.18	95,645,242.64	453,578,106.54
	TOTAL	16,404,326.79	38,613,510.10	34,841,322.06	6,141,094.81	37,438,657.56	6,218,658.04	4,778,908.43	5,365,076.69	5,943,284.57	4,649,040.61	23,709,164.89	5,008,113.76	642,689,264.85



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 2 ANALYSIS OF SHARE OF VALUE ADDED TAX (VAT)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010202	VALUE ADDED TAX	110,703,749.65	134,782,815.50	87,866,120.92	123,212,976.28	139,448,624.54	108,734,639.54	140,749,736.60	136,344,482.21	130,808,683.69	137,195,234.17	148,702,481.63	131,136,760.96	1,529,686,305.69

SUPPLEMENTARY NOTE 3 NON - TAX REVENUE

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
12020459	FEES - RIGHT OF OCCUPANCY FEES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020466	FEES - INDIGINE REGISTRATION FEES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020501	FINES - FINES/PENALTIES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020711	EARNINGS - EARNINGS FROM COMMERCIAL ACTIVITIES		602,000.00						270,000.00	480,000.00		114,000.00	60,000.00	1,526,000.00
	TOTAL	-	602,000.00	-	-	-	-	-	270,000.00	480,000.00	-	114,000.00	60,000.00	1,526,000.00



SUPPLEMENTARY NOTE 4 SALARIES AND WAGES

MONTHS	COUNCIL SALARIES N	HEALTH WORKERS SALARIES N	TEACHERS SALARIES N	CONSOLIDATED REVENUE FUND CHARGES - SALARIES 9B N	COUNCIL SALARY ARREARS N	ALLOWANCES N	TOTAL N
	21010101	21010101	21010101	21010103	21010101		
JANUARY	28,787,513.00	37,717,397.58	76,158,471.33		10,000,000.00		152,663,381.91
FEBRUARY	28,797,631.00	37,717,397.58	76,288,471.33	-	10,000,000.00	-	152,803,499.91
MARCH	28,797,631.00	37,717,397.58	76,163,471.33	-	10,000,000.00	-	152,678,499.91
APRIL	28,797,631.00	37,717,397.58	76,163,471.33	-	10,000,000.00	-	152,678,499.91
MAY	28,797,631.00	37,717,397.58	75,956,301.59	-	10,000,000.00	-	152,471,330.17
JUNE	28,797,631.00	37,717,397.58	75,956,301.59	-	10,000,000.00	-	152,471,330.17
JULY	28,797,631.00	37,717,397.58	75,547,178.13	-	10,000,000.00	-	152,062,206.71
AUGUST	28,089,832.24	37,717,397.58	76,461,163.05	13,741,714.09	10,000,000.00	-	166,010,106.96
SEPTEMBER	28,243,743.91	37,717,397.58	76,284,948.00	13,741,714.09	10,000,000.00		165,987,803.58
OCTOBER	28,243,743.91	37,717,397.58	76,284,948.00	13,741,714.09	10,000,000.00		165,987,803.58
NOVEMBER	31,687,852.53	42,711,545.52	76,834,811.00	13,741,714.09	10,000,000.00		174,975,923.14
DECEMBER	31,692,151.78	42,711,545.52	76,855,337.67	13,741,714.09	10,000,000.00		175,000,749.06
GRAND TOTAL	349,530,623.37	462,597,066.84	914,954,874.35	68,708,570.45	120,000,000.00		1,915,791,135.01



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 4B ANALYSIS OF SALARIES AND WAGES

S/No	ADMIN CODE	ECON CODE	HEAD DESCRIPTION	ESTIMATE	SUPPLEMENT	TOTAL	ACTUAL	EXCESS	SAVINGS
				N	N	N	N	N	N
		Sector :	ADMINISTRATIVE						
1	11100100100	21010103	OFFICE OF THE CHAIRMAN		35,225,653.36	35,225,653.36	34,571,377.80	654,275.56	
2	11100100200	21010103	OFFICE OF THE VICE CHAIRMAN		5,949,313.24	5,949,313.24	5,874,427.70	74,885.54	
3	11100200200	21010103	SECRETARY TO THE LOCAL GOVT.		2,267,317.94	2,267,317.94	2,172,764.95	94,552.99	
4	11100201000	21010103	LEGISLATORS/ SUPERVISORS		26,138,000.00	26,138,000.00	26,090,000.00	48,000.00	
5	11100500100	21010101	ADMINISTRATIVE DEPARTMENT	326,358,957.88	-	326,358,957.88	326,224,504.29	134,453.59	
			SUB TOTAL	326,358,957.88	69,580,284.54	95,939,242.42	394,933,074.74		
	11101000100	Sector :	ECONOMIC		-			-	
6	11103500100	21010101	DEPARTMENT OF FINANCE AND SUPPLIES	69,853,751.76	-	69,853,751.76	64,423,337.96	5,430,413.80	
7		21010101	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	7,899,252.48		7,899,252.48	8,456,812.30	(557,559.82)	
8	11104400400	21010101	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	7,353,418.68	-	7,353,418.68	7,620,074.67	(266,655.99)	
9	11106000100	21010101	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	72,464,867.52	-	72,464,867.52	62,805,893.95	9,658,973.57	
			SUB TOTAL	157,571,290.44	-	157,571,290.44	43,306,118.88		
		Sector :	LAW & JUSTICE						
10		21010101	LEGAL DEPARTMENT						
			SUB TOTAL						
		Sector :	SOCIAL SECTOR						
11		21010101	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	915,068,672.76		915,068,672.76	914,954,874.55	113,798.21	
		21010101	DEPARTMENT OF PRIMARY HEALTH CARE	484,601,513.40		484,601,513.40	462,597,066.84	22,004,446.56	
			SUB TOTAL	1,399,670,186.16		1,399,670,186.16	1,377,551,941.39		
12			GRAND TOTAL	1,883,600,434.48	69,580,284.54	1,953,180,719.02	1,915,791,135.01		



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 4B

CONSOLIDATED REVENUE FUND CHARGES – SALARIES			
DESCRIPTION	MONTHLY ESTIMATE	ANNUAL PAID	TOTAL
CHAIRMAN	5,264,275.56	26,321,377.80	26,321,377.80
CHAIRMAN'S AIDES	1,650,000.00	8,250,000.00	8,250,000.00
VICE CHAIRMAN	1,174,885.54	5,874,427.70	5,874,427.70
SECRETARY TO THE LG	434,552.99	2,172,764.95	2,172,764.95
LEGISLATORS	3,438,000.00	17,190,000.00	17,190,000.00
SUPERVISORS	1,780,000.00	8,900,000.00	8,900,000.00
TOTAL	13,741,714.09	68,708,570.45	68,708,570.45

SUPPLEMENTARY NOTE 4C PERSONNEL ANALYSIS

		2023			2022
		ACTUAL	BUDGET	VARIANCE	ACTUAL
TOTAL NO, OF EMPLOYEES AT THE BEGINNING OF THE YEAR		551	0	0	0
TOTAL NO, OF EMPLOYEES EMPLOYED IN 2023		0	0	0	0
TOTAL NO, OF EMPLOYEES RETIRED DURING THE YEAR		12	0	0	0
TOTAL NO, OF EMPLOYEES AT THE END OF THE YEAR 2023		539	0	0	0

SUPPLEMENTARY NOTE 5A ANAYSIS OF EMPLOYEES SOCIAL BENEFITS

MONTHS	GRATUITY	PENSION	DEATH BENEFITS	TOTAL
JANUARY	-	17,625,833.74	-	17,625,833.74
FEBRUARY	-	17,838,236.61	-	17,838,236.61
MARCH	-	17,701,053.20	-	17,701,053.20
APRIL	-	17,845,161.68	-	17,845,161.68
MAY	-	17,994,896.81	-	17,994,896.81
JUNE	-	17,828,542.38	-	17,828,542.38
JULY	-	17,887,692.87	-	17,887,692.87
AUGUST	-	17,845,825.34	-	17,845,825.34
SEPTEMBER	-	17,783,834.37	-	17,783,834.37
OCTOBER	-	18,028,924.64	-	18,028,924.64
NOVEMBER	-	17,457,854.09	-	17,457,854.09
DECEMBER	-	18,010,411.60	-	18,010,411.60
GRAND TOTAL	-	213,848,267.33	-	213,848,267.33



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 6A

ANALYSIS OF OVERHEAD PAYMENTS

MONTHS	TRAVEL & TRANSPORT - GENERAL	UTILITIES – GENERAL	MATERIALS AND SUPPLY – GENERAL	MAINTENANCE SERVICES – GENERAL	FUEL AND LUBRICANT - GENERAL	FINANCIAL CHARGES - GENERAL	TOTAL
	220201	220202	220203	220204	220207	220209	
	N	N	N		N	N	N
JANUARY	2,600,000.00	250,000.00	36,709,475.46	23,089,037.06	175,612.00	-	62,824,124.52
FEBRUARY	100,000.00	250,000.00	36,709,475.46	23,089,037.06	241,532.00	-	60,390,044.52
MARCH	344,900.00	250,000.00	-	23,089,037.06	45,128.00	-	23,729,065.06
APRIL	196,086.02	250,000.00	36,709,475.46	-	60,122.00	23,089,037.06	60,304,720.54
MAY	100,000.00	250,000.00	36,709,475.46	-	98,000.00	23,089,037.06	60,246,512.52
JUNE	1,300,000.00	250,000.00	36,709,475.46	-	84,500.00	23,089,037.06	61,433,012.52
JULY	-	250,000.00	25,428,016.84	-	22,982.00	-	25,700,998.84
AUGUST	1,493,630.53	250,000.00	-	-	5,412.00	23,089,037.06	24,838,079.59
SEPTEMBER	5,374,890.28	250,000.00	-	-	96,422.00	23,089,037.06	28,810,349.34
OCTOBER	200,000.00	250,000.00	36,709,475.46	-	76,522.00	23,089,037.06	60,325,034.52
NOVEMBER	1,250,000.00	250,000.00	36,709,475.46	1,555,000.00	22,792.00	23,089,037.06	62,876,304.52
DECEMBER	100,000.00	250,000.00	36,709,475.46	-	51,152.00	-	37,110,627.46
TOTAL	13,059,506.83	3,000,000.00	319,103,820.52	70,822,111.18	980,176.00	161,623,259.42	568,588,873.95

SUPPLEMENTARY NOTE 6B

ANALYSIS OF OVERHEAD COST FOR THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	ESTIMATE	SUPPLEMENTARY	TOTAL	ACTUAL	SAVINGS	EXCESS
	SECTOR		ADMINISTRATIVE						
1			1 OFFICE OF THE CHAIRMAN	-	30,360,000.00	30,360,000.00	22,743,554.96	7,616,445.04	-
2			1 VICE CHAIRMAN	-	7,200,000.00	7,200,000.00	7,107,360.92	92,639.08	-
3			1 SECRETARY TO THE LG	-	8,540,000.00	8,540,000.00	8,528,833.11	11,166.89	-
			1 LEGISLATORS		57,030,000.00	57,030,000.00	56,858,887.40	171,112.60	
			1 ADMINISTRATIVE DEPT	189,200,000.00		189,200,000.00	189,055,800.59	144,199.41	
			Sub Total	189,200,000.00	103,130,000.00	292,330,000.00	284,294,436.98		
	SECTOR		ECONOMIC	-			-	-	-
4			2 DEPARTMENT OF FINANCE AND SUPPLIES	19,950,000.00	-	19,950,000.00	19,900,610.59	49,389.41	-
5			2 DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	10,000,000.00		10,000,000.00	9,950,305.29	49,694.71	-
6			2 DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	17,100,000.00		17,100,000.00	17,057,666.22	42,333.78	-
			2 WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	148,090,927.65		148,090,927.65	147,833,107.23	257,820.42	-
			Sub Total	195,140,927.65	-	195,140,927.65	194,741,689.33		
	SECTOR		LAW & JUSTICE						
9			3 LEGAL DEPARTMENT	-			-	-	-
	SECTOR		SOCIAL	-			-	-	-
10			4 SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	34,200,000.00		34,200,000.00	34,115,332.44	84,667.56	-
11			4 DEPARTMENT OF PRIMARY HEALTH CARE	56,200,000.00		56,200,000.00	55,437,415.21	762,584.79	-
			Sub Total	90,400,000.00	-	90,400,000.00	89,552,747.65		
	GRAND TOTAL			474,740,927.65	103,130,000.00	577,870,927.65	568,588,873.96	-	-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTAR NOTE 7A DEPRECIATION FOR ASSETS

	BUILDING - GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT -	OFFICE EQUIPMENT		FURNITURE & FITTINGS - GENERAL	TOTAL
ECONOMIC CODE	240101	240102	240103	240104	240105		240106	
					GENERAL	BOOKS		
RATE	2%	5%	10%	20%	25%	3%	20%	
LEGACY ASSETS	23,860,000.00		980,000.00	6,672,000.00	200,000.00		6,552,000.00	38,264,000.00
ASSETS DURING YEAR 2023		8,934,310.17		-	-	-	-	8,934,310.17
SUB- TOTAL	-	8,934,310.17	-	-	-	-	-	8,934,310.17
GRAND TOTAL	23,860,000.00	8,934,310.17	980,000.00	6,672,000.00	200,000.00	-	6,552,000.00	47,198,310.17

SUPPLEMENTAR NOTE 7B DEPRECIATION FOR ASSETS ACQUIRED DURING THE YEAR 2023

MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	
ECONOMIC CODE	240101	240102	240103	240104	240105	240106	
	0.02/12	0.05/12	10%	20%	DEP. RATE 25%	DEP. RATE 20%	
JANUARY	-	-	-	-	-	-	-
FEBRUARY	-	-	-	-	-	-	-
MARCH	-	-	-	-	-	-	-
APRIL	-	-	-	-	-	-	-
MAY	-	-	-	-	-	-	-
JUNE	-	-	-	-	-	-	-
JULY	-	-	-	-	-	-	-
AUGUST	-	-	-	-	-	-	-
SEPTEMBER	-	-	-	-	-	-	-
OCTOBER	-	2,978,103.39	-	-	-	-	2,978,103.39
NOVEMBER	-	2,978,103.39	-	-	-	-	2,978,103.39
DECEMBER	-	2,978,103.39	-	-	-	-	2,978,103.39
GRAND TOTAL	-	8,934,310.17	-	-	-	-	8,934,310.17

THE DEPRECIATION IS PRO RATED ACCORDING TO THE MONTH OF THE YEAR THE ASSETS VALUE IS CAPITALISED.

SUPPLEMENTAR NOTE 8A TRANSFER TO OTHER GOVERNMENT ENTITIES

ECONOMIC CODE	DESCRIPTION	NOTES	2023			2022
			ACTUAL	BUDGET	VARIANCE	ACTUAL
	COMMON SERVICES	SEE SUPL. NOTE 14B	7,500,000.00	7,500,000.00	-	7,500,000.00
	TRAINING FUND		33,988,863.23	32,602,793.28	1,386,069.95	28,098,635.08
	TOTAL		41,488,863.23	40,102,793.28	1,386,069.95	35,598,635.08



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 8B ANALYSIS OF STATUTORY TRANSFERS

MONTHS	TRAINING FUND	COMMON SERVICES	PENSION	TOTAL	TOTAL
	N	N	N	N	N
JANUARY	3,039,661.48	625,000.00		3,664,661.48	
FEBUARY	2,700,023.13	625,000.00		3,325,023.13	
MARCH	2,199,119.26	625,000.00		2,824,119.26	
APRIL	2,618,534.99	625,000.00		3,243,534.99	
MAY	2,570,721.68	625,000.00		3,195,721.68	
JUNE	2,573,111.75	625,000.00		3,198,111.75	
JULY	3,102,879.92	625,000.00		3,727,879.92	
AUGUST	3,106,923.61	625,000.00		3,731,923.61	
SEPTEMBE	2,851,291.45	625,000.00		3,476,291.45	
OCTOBER	2,922,584.92	625,000.00		3,547,584.92	
NOVEMBER	3,034,602.96	625,000.00		3,659,602.96	
DECEMBER	3,269,408.08	625,000.00		3,894,408.08	
TOTAL	33,988,863.23	7,500,000.00	-	41,488,863.23	-

SUPPLEMENTARY NOTE 9A CASH AND CASH EQUIVALENTS

DESCRIPTION	REF. S. NOTE	2023	2022
CASH IN HAND		-	-
CASH AT BANK	16B	3,957,163.67	2,743,077.68
TOTAL		3,957,163.67	2,743,077.68

SUPPLEMENTARY NOTE 9B CASH AND CASH EQUIVALENTS

	UBAA A/C 1001119755		PREMIUM TRUST A/C 0080032814 0080032807		HERITAGE A/C 5900010352		UBA A/C 1001119755		ACCESS BANK		
RECEIPTS	N	N	N	N	N	N	N	N	N	N	N
OPENING BALANCE	2,743,077.68		20,063.53		84,899.38						2,848,040.59
JANUARY	432,699,532.39	410,156,016.75	-	-	-	-	-	-	-	-	
FEBRUARY	138,547,874.82	56,703,240.33	-	-	-	-	-	-	-	-	
MARCH	167,504,571.64	274,405,633.91	-	-	-	-	-	-	-	-	
APRIL	261,811,285.17	214,124,552.18	-	-	-	-	-	-	-	-	
MAY	178,319,944.51	180,617,826.97	-	-	-	-	-	-	-	-	
JUNE	224,858,738.87	234,211,209.88	-	-	-	-	-	-	-	-	
JULY	95,362,074.59	131,518,415.47	-	-	-	-	-	-	-	-	
AUGUST	103,685,565.13	34,853,180.50	-	-	-	-	-	-	-	-	
SEPTEMBER	107,407,704.65	102,203,298.64	-	-	-	-	-	-	-	-	
OCTOBER	594,962,137.24	588,503,360.46	-	-	-	-	-	-	-	-	
NOVEMBER	164,902,449.28	147,314,213.31	-	-	-	-	-	-	-	-	
DECEMBER	458,579,536.54	552,868,966.08	-	-	-	-	-	-	-	-	
TOTAL	2,931,384,492.51	2,927,479,914.48	20,063.53	-	84,899.38	-	-	-	-	-	
CLOSING BALANCE		3,904,578.03		20,063.53		32,522.11					3,957,163.67



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 10A PROPERTY PLANT AND EQUIPMENT

	BUILDING – GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT - GENERAL	OFFICE EQUIPMENT - GENERAL	FURNITURE AND FITTINGS	TOTAL
	320101	320102	320103	320104	320105	320106	
CARRYING AMOUNT 01/01/2023	1,193,000,000.00	-	9,800,000.00	33,360,000.00	800,000.00	32,760,000.00	1,269,720,000.00
ADD ASSET DURING THE YEAR (SEE - SUPPLEMENTARY NOTE		714,744,813.64		-			714,744,813.64
TOTAL ASSETS	1,193,000,000.00	714,744,813.64	9,800,000.00	33,360,000.00	800,000.00	32,760,000.00	1,984,464,813.64
LESS DEPRECIATION	23,860,000.00	8,934,310.17	980,000.00	6,672,000.00	200,000.00	6,552,000.00	47,198,310.17
CARRYING AMOUNT 31/12/2023	1,169,140,000.00	705,810,503.47	8,820,000.00	26,688,000.00	600,000.00	26,208,000.00	1,937,266,503.47

SUPPLEMENTARY NOTE 10B PURCHASES/CONSTRUCTION OF PROPERTY PLANT AND EQUIPMENT (PPE) DURING THE YEAR 2023

MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	
JANUARY	-	-	-	-	-	-	-
FEBRUARY	-	-	-	-	-	-	-
MARCH	-	-	-	-	-	-	-
APRIL	-	-	-	-	-	-	-
MAY	-	-	-	-	-	-	-
JUNE	-	-	-	-	-	-	-
JULY	-	-	-	-	-	-	-
AUGUST	-	-	-	-	-	-	-
SEPTEMBER	-	-	-	-	-	-	-
OCTOBER	-	714,744,813.64	-	-	-	-	-
NOVEMBER	-	-	-	-	-	-	-
DECEMBER	-	-	-	-	-	-	-
GRAND TOTAL	-	714,744,813.64	-	-	-	-	-

SUPPLEMENTARY NOTE 10C ANALYSIS OF PROPERTY PLANT AND EQUIPMENT

DETAILS	CLASS OF PPE						TOTAL
	LAND & BUILDING – SEE SUPPLEMENTARY NOTE 20D	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT (– SEE SUPPLEMENTARY NOTE 20D)	FURNITURE AND FITTINGS	
LEGACY ASSETS	1,193,000,000.00	-	9,800,000.00	33,360,000.00	800,000.00	32,760,000.00	1,269,720,000.00
ASSETS FOR THE YEAR		714,744,813.64		-			714,744,813.64
SUB TOTAL (A)	1,193,000,000.00	714,744,813.64	9,800,000.00	33,360,000.00	800,000.00	32,760,000.00	1,984,464,813.64
DEP. RATE	2%	5%	10%	20%		20%	
DEP. LEGACY ASSETS	23,860,000.00	-	980,000.00	6,672,000.00	200,000.00	6,552,000.00	38,264,000.00
DEP. ASSETS DURING YEAR	-	8,934,310.17	-	-	-	-	8,934,310.17
TOTAL DEPRECIATION (B)	23,860,000.00	8,934,310.17	980,000.00	6,672,000.00	200,000.00	6,552,000.00	47,198,310.17
NET BOOK VALUE (A - B)	1,169,140,000.00	705,810,503.47	8,820,000.00	26,688,000.00	600,000.00	26,208,000.00	1,937,266,503.47
THE LEGACY ASSETS VALUE WERE THE FAIR VALUE OF PPE AS AT 01/01/2023							



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 10D ANALYSIS OF PROPERTY PLANT AND EQUIPMENT

DETAILS	CLASS OF PPE					
	LAND & BUILDING			OFFICE EQUIPMENT		
	LAND	BUILDING	TOTAL LAND AND BUILDING	BOOKS	OTHER EQUIPMENTS	TOTAL OFFICE EQUIPMENT
LEGACY ASSETS	-	1,193,000,000.00	1,193,000,000.00	-	800,000.00	800,000.00
ASSETS DURING THE YEAR	-	-	-	-	-	-
SUB TOTAL (A)	-	1,193,000,000.00	1,193,000,000.00	-	800,000.00	800,000.00
DEP. RATE	-	2%		3%	25%	
DEP.LEGACY ASSETS	-	23,860,000.00	23,860,000.00	-	200,000.00	200,000.00
ASSETS DURING YEAR	-	-	-	-	-	-
TOTAL DEPRECIATION (B)	-	23,860,000.00	23,860,000.00	-	200,000.00	200,000.00
NET BOOK VALUE A+B	-	1,169,140,000.00	1,169,140,000.00	-	600,000.00	600,000.00

SUPPLEMENTARY NOTE 11A BORROWINGS (LONG TERM LOANS) AS AT 31ST DECEMBER, 2023.

S/NO	INSITUATIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
	EXTERNAL LOANS (SEE – SUPPL. NOTE 225A)	-	-	-	-	-	-
	DOMESTIC LOANS (SEE - SUPPL. NOTE 22B)	174,101,798.42	-	8,372,388.26	3,836,844.26	12,209,232.52	161,892,565.90
	SUB TOTAL	174,101,798.42	-	8,372,388.26	3,836,844.26	12,209,232.52	161,892,565.90

SUPPLEMENTARY NOTE 11B (INTERNAL LOANS) AS AT 31ST DECEMBER, 2023

S/NO	INSITUATIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
1	LGA SALARY BALLOUT	174,101,798.42	-	8,372,388.26	3,836,844.26	12,209,232.52	161,892,565.90
	TOTAL DOMESTIC	174,101,798.42	-	8,372,388.26	3,836,844.26	12,209,232.52	161,892,565.90

SUPPLEMENTARY NOTE 12A ANALYSIS OF TRANSITIONAL RESERVES

YEAR	CASH AND CASH EQUIVALENT 2022	LEGACY ASSETS CAPITALISED	LIABILITIES OVER ASSETS 2022	TOTAL
1/1/2023	2,743,077.68	1,269,720,000.00	(174,101,798.42)	1,098,361,279.26



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 13A SURPLUS/ DEFICIT

YEAR				DEFICT	SURPLUS
				DR	CR
				₦	₦
2023					680,969,821.98
TOTAL				-	-

SUPPLEMENTARY NOTE 14A ANALYSIS OF PURCHASE/ CONSTRUCTION OF PPE DURING THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	BUDGET	ACTUAL	SAVINGS	EXCESS	FINAL BUDGET	ACTUAL	EXCESS	SAVINGS
	SECTOR		ADMINISTRATIVE								
1	11100100100	1	OFFICE OF THE CHAIRMAN	-	-	-	-	-	-	-	-
2	11100100200	1	VICE CHAIRMAN	-	-	-	-	-	-	-	-
3	11100200100	1	SECRETARY TO THE LG	-	-	-	-	-	-	-	-
		1	LEGISLATORS								
		1	ADMINISTRATIVE DEPT								
	SECTOR		ECONOMIC	-	-	-	-	-	-	-	-
4	11100200400	2	DEPARTMENT OF FINANCE AND SUPPLIES	-	-	-	-	-	-	-	-
5	11100200500	2	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	-	-	-	-	-	-	-	-
6	11100200600	2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-	-	-	-				
		2	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	800,000,000.00	714,744,813.64	85,255,186.36	-	85,255,186.36	-	-	85,255,186.36
	SECTOR		LAW & JUSTICE					-	-	-	-
9	11100201000	3	LEGAL DEPARTMENT	-	-	-	-	-	-	-	-
	SECTOR		SOCIAL	-	-	-	-				
10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	-	-	-	-	-	-	-	-
11		4	DEPARTMENT OF PRIMARY HEALTH CARE	-	-	-	-				
	GRAND TOTAL			800,000,000.00	714,744,813.64	85,255,186.36	-				



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

OGBIA LOCAL GOVERNMENT AREA								
SECTOR	2022				2023			
	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure
ADMINISTRATION SECTOR								
OFFICE OF THE CHAIRMAN								
Chairman	69,171,306.72	51,934,943.38	100,008,169.48	151,943,112.86	31,585,653.36	49,064,932.76	-	49,064,932.76
Vice- Chairman	14,098,626.48	12,670,162.32		12,670,162.32	7,049,313.24	12,981,788.62	-	12,981,788.62
Internal Audit	1,800,000.00	1,400,000.00		1,400,000.00	1,800,000.00	1,600,000.00	-	1,600,000.00
Adviser/Assistant to the Chairman/ Vice Chairman	-	-	-	-	-	-	-	-
LOCAL GOVERNMENT COUNCIL								
The Council	96,588,000.00	10,000,675.40	-	10,000,675.40	24,576,000.00	74,048,887.40	-	74,048,887.40
Assistants/Aides/Advisers	-	26,290,000.06	-	26,290,000.06	9,900,000.00	8,250,000.00	-	8,250,000.00
Council Committees	-	-	-	-	-	8,900,000.00	-	8,900,000.00
Office of the House Leader	-	-	-	-	-	-	-	-
Office of the Deputy Leader	-	-	-	-	-	-	-	-
Office of the Majority Leader	-	-	-	-	-	-	-	-
Office of the Deputy Majority Leader	-	-	-	-	-	-	-	-
Office of the Chief Whip	-	-	-	-	-	-	-	-
Office of the Deputy Chief Whip	-	-	-	-	-	-	-	-
Clerk to the House	-	-	-	-	-	-	-	-
OFFICE OF THE HEAD OF LOCAL GOVERNMENT SERVICE								
Office of the Head of Local Government Service	6,000,000.00	10,500,000.00	-	10,500,000.00	21,000,000.00	229,418,162.19	-	229,418,162.19
ADMINISTRATION & GENERAL SERVICES								
Administration and General Services	227,942,187.96	406,984,359.29	-	406,984,359.29	254,558,957.88	535,309,045.10	-	535,309,045.10
SECRETARY TO THE LOCAL GOVERNMENT								
Secretary to the Local Government	5,214,635.88	6,976,141.64	-	6,976,141.64	2,607,317.94	10,701,598.06	-	10,701,598.06
ECONOMIC SECTOR								



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-	-	-	-	-	-	-	-
Department of Agriculture & Natural Resources	7,452,210.00	9,634,430.53	-	9,634,430.53	8,553,418.68	24,677,740.89	-	24,677,740.89
DEPARTMENT OF FINANCE AND SUPPLIES	-	-	-	-	-	-	-	-
Department of Finance and Supplies	71,706,085.08	71,580,696.72	-	71,580,696.72	87,853,751.76	84,323,948.55	-	84,323,948.55
DEPARTMENT OF WORKS, TRANSPORT, HOUSING, LANDS & SURVEY	-	-	-	-	-	-	-	-
Department of Works, Transport, Housing, Lands & Survey	62,009,976.96	67,274,356.20	195,000,000.00	262,274,356.20	74,264,867.52	214,929,229.32	714,744,813.64	929,674,042.96
DEPARTMENT OF BUDGET, PLANNING, RESEARCH & STATISTICS (BPRS)	-	-	-	-	-	-	-	-
Department of Budget, Planning, Research & Statistics (BPRS)	5,179,190.04	6,456,812.30	-	6,456,812.30	9,699,252.48	18,407,117.59	-	18,407,117.59
WATER, SANITATION & HYGIENE (WASH)	-	-	-	-	-	-	-	-
Water, Sanitation & Hygiene (WASH)	-	-	-	-	-	-	-	-
SOCIAL SECTOR	-	-	-	-	-	-	-	-
WOMEN DEVELOPMENT OFFICE	-	-	-	-	-	-	-	-
Women Development Office	-	-	-	-	-	-	-	-
DEPARTMENT OF SOCIAL DEVELOPMENT	-	-	-	-	-	-	-	-
Department of social Development	-	-	-	-	-	-	-	-
DEPARTMENT OF EDUCATION	-	-	-	-	-	-	-	-
Department of Education	49,730,722.20	909,584,671.49	200,000,000.00	1,109,584,671.49	64,268,672.76	949,070,206.99	-	949,070,206.99
DEPARTMENT OF HEALTH	-	-	-	-	-	-	-	-
Department of Primary Health Care	459,624,502.32	497,943,592.66	-	497,943,592.66	485,801,513.40	518,034,482.05	-	518,034,482.05
TOTAL	1,076,517,443.64	2,318,142,153.61	495,008,169.48	2,813,150,323.09	1,083,518,719.02	2,739,717,139.52	714,744,813.64	3,454,461,953.16



OGBIA LOCAL GOVERNMENT OF BAYELSA STATE

TELEGRAMS: LOGGOVSEC
TELEPHONE:

OGBALGA/AD/1016/53

Our Ref: _____

Your Ref: _____



HEADQUARTERS:
OGBIA LOCAL GOVERNMENT
PMB 1, OGBIA TOWN

8th May, 2024

Date: _____

STATEMENT OF ACCOUNTING POLICIES

(IPSAS ACCRUAL)

ISSUED BY

OFFICE OF THE ACCOUNTANT – GENERAL

BAYELSA STATE OF NIGERIA

2023





Introduction

In line with the adoption of the International Public Sector Accounting Standards (IPSAS) in Nigeria, a Standardised Chart of Account (COA) alongside with a set of General-Purpose Financial Statements (GPFS) have been designed and introduced by Federation Accounts Allocation Committee (FAAC) for adoption by all tiers of Government in Nigeria.

The standardised COA and the GPFS have been adopted by Ogbia Local Government Council to comply with FAAC directive in order to harmonise public sector accounts reporting in Nigeria.

In order to ensure an effective and efficient utilisation of the COA and GPFS, the Accounting Policies have been developed as a set of guidelines to direct the Processes and Procedures relating to financial reporting in Ogbia Local Government Council. These policies shall form part of the universally agreed framework for financial reporting in Bayelsa State.

IPSAS ACCRUAL BASIS OF ACCOUNTING

The GPFS are prepared under the historical cost convention and in accordance with International Public Sector Accounting Standards (IPSAS) and other applicable standards as defined by the Fiscal Responsibility Law (FRL) and the Financial Reporting Council of Nigeria. In addition, GPFS are in compliance with the provisions of other financial regulations of the State.

This Accounting Policy addresses the following fundamental accounting issues:

- Definition of Accounting Terminologies
- Recognition of Accounting Items
- Measurement of Accounting Items
- Treatment of Accounting items

The Accounting Policy is subject to periodic reviews and updates as shall be deemed necessary by the Accountant-General of Bayelsa State.



1. **Accounting Terminologies / Definitions**

- **Accounting policies** are the specific principles, bases, conventions, rules and practices adopted by the Bayelsa State Government in preparing and presenting Financial Statements.
- **Accrual basis means** a basis of accounting that recognizes transactions and other events immediately when revenue is earned or expenses incurred.
- **Cash:** Cash comprises cash in hand, demand deposits in financial institutions and cash equivalents.
- **Cash equivalents** are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.
- **Cash flows** are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.
- **Cash receipts** are cash inflows.
- **Cash payments** are cash outflows.
- **Cash Controlled by Bayelsa State Government:** Cash is deemed to be controlled by Bayelsa State Government when the government can freely use the available cash for the achievement of its objectives or enjoy benefit from the cash, and can also exclude or regulate the access of others to that benefit. Cash collected by, or appropriated or granted to the government which the government can freely use to fund its operating objectives, such as acquiring of capital assets or repaying its debt is controlled by the government.
- **Government Business Enterprise** means a ministry, department or agency that has all the following characteristics:
 - Is an entity with the power to contract in its own name;
 - Has been assigned the financial and operational authority to carry on a Business;
 - Sells goods and services, in the normal course of its business, to other MDAs and the general public at a profit or full cost recovery;
 - Is not reliant on continuing government funding or subvention to remain a going concern (other than purchases of outputs at arm's length); and
 - Is controlled by a public sector management or the government.

Notes to the GPFS



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	• This shall include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information • Notes shall be presented in a systematic manner. The items in the Statements should cross reference to any related information in the notes.
2.	Fundamental Accounting Concepts The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State: • Accrual Basis of Accounting; • Under-stability; • Materiality, • Relevance; • Going Concern Concept; • Consistency Concept • Prudence • Completeness, etc.
3.	Accounting Period The accounting year (fiscal year) is from 1st January to 31st December in line with the National Treasury Circular Ref. OAGF/CAD/026/V.1/102 of 30th December, 2013. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.
4.	Reporting Currency • The General Purpose Financial Statements are prepared in Nigerian Naira.
5.	General Purpose Financial Statements (GPFS) The GPFS comprise of the followings: • Statement of Financial Performance; • Statement of Financial Position; • Statement of Cashflow; • Statement of Net Asset/Equity; • Notes to the Accounts: Additional disclosures to explain the GPFS; and



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

6. Consolidation Policy

- The Consolidation of the GPFS is based on Accrual Basis of Accounting
- All Ministries, Department and Agencies (MDAs) of Bayelsa State Government except Government Business Enterprises (GBEs) shall be consolidated.
- Consolidation of the GPFS shall be in agreement with the provisions of IPSAS

7.

Notes to the GPFS

- Notes to the GPFS shall be presented in a systematic manner. The items in the Statement should cross reference to any related information in the Notes.
- It shall follow the format provided in the Accounting Manual.

8. Comparative Information

- The General Purpose Financial Statements shall disclose all numerical information relating to previous period (at least one year).

9. Budget Figures

- These are figures from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State.

10. Revenue:

Fees, taxes and fines

- In this GPFS revenue is recognizes from non-exchange transactions such as fees, taxes and fines when the event occurs and the assets recognition criteria are met.
- Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the government and the fair value of the asset will flow to the government and fair value of the asset can be measured reliably.

Other operating revenues

- Other operating revenues arises from exchange transactions in the ordinary course of Government activities.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	- Revenues comprise the fair value of the consideration received or receivable for the sale of good and services in the ordinary course of government activities. - Revenue is shown net of tax, returns, rebates and discounts. Sale of goods Revenue from the sale of goods is recognized when the significant risks and rewards of ownership has been transferred to buyer, usually when goods are delivered. Other revenue - Other revenue consists of gains on disposal of property, plant and equipment. Any gain on disposal is recognized at the date control of the asset is passed to the buyer and is determined after deducting from the proceeds the carrying value of the asset at that time.
11.	Aid and Grants: Aid and Grants to the Bayelsa State Government is recognized as income on entitlement, while aid and grants to other governments/agencies are recognized as expenditure on commitment.
12.	Subsidies, Donations and Endowments Subsidies, Donations and endowments to the Government are recognized as income when money is received, or entitlement to receive money is established, except where fulfillment of any restrictions attached to these monies is not probable.
13.	Transfers from other government entities Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on receipt of the asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the government and can be measured.
14.	Expenses All expenses shall be reported on an accrual basis, i.e. all expenses are to be recognized in the period they are incurred or when the related services are enjoyed, irrespective of when the payment is made.
15.	Employee Benefits/Pension obligations: Under the Defined Benefits Scheme.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

- Provision has been made, where applicable, using an actuarial valuation determines the extent of anticipated entitlement payable under employment contracts and brings to account a liability using the present value measurement basis, which discounts expected future cash flows.
- To the extent that it is anticipated that the liability will arise during the following year the entitlement are recorded as Current Liabilities. The remainder of the anticipated entitlements are records as Non- Current Liabilities.

Under the Defined Contribution Scheme

- Public entities make pension and national insurance contributions on behalf of employees in line with Pension Act 2014. The contributions are treated as payments to a defined contribution pension plan.
- A defined contribution plan is a pension plan under which fund managed by Pension Fund Administrators(PFAs)
- The Government has no legal or constructive obligations to pay further contributions if the pension Entity does not hold sufficient assets in the current and prior periods.
- The contributions are recognized as employee benefit expense when they are due.
- Prepaid contributions are recognized as an assets to the extent that a cash refund or a reduction in the future payments is available.

16. Interest on Loans:

- Interest on loans shall be treated as expenditure or as a charge in the financial performance report (Statement of Financial Performance)
- Interest expense is accrued using the effective interest rate method.
- The effective interest rate exactly discounts estimated future cash payments through there expected life of the financial liability to that liability's net carrying amount.
- The method applies this rate to the principal outstanding to determine interest expense in each period.

17. Foreign currency transactions:

- Foreign Currency Transactions throughout the year shall be converted into Nigerian Naira at the ruling (Central Bank of Nigeria –CBN) rate of exchange at the dates of the transactions. Foreign currency balances, as at the year end, shall be translated at the exchange rates prevailing on that date.
- At the end of the financial year, additional amounts (in cash or at bank) arising out of Foreign Exchange Gains/Losses shall be recognised in the Statement of Cash Receipts and Payments either as Receipts / Payments respectively.
- Foreign exchange gains/losses are recognized in the Statement of Financial Performance.



18.	Minority Interest This represents the interest of external parties during the year under review.
19.	Statement of Cash Flow This statement shall be prepared using the direct method. The Cash Flow Statement shall consists of three (3) sections: - Operating activities section include cash received from all income sources of the government and record the cash payments made for the supply of goods and services - Investing activities section are those activities relating to the acquisition and disposal of non- current assets. - Financial activities section comprise the change in equity and debt capital structure of the government.
20.	Cash & Cash Equivalent - Cash and Cash Equivalent means cash balances on hand, held in bank accounts, demasnd deposits and other highly liquid investments with an original maturity of 6 months or less in which the Entity invests as part of its day-t0-day cash management and are subject to insignificant risk of changes in value. - Cash and Cash Equivalent is reported under Current Assets in the statement of financial position.
21.	Accounts Receivable: a. Receivables from exchange transaction - Receivables from exchange transactions are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. - A provision for impairment of receivables is established when there is objective evidence that entity will not be able to collect all amounts due according to the original terms of the receivables. b. Receivables from non-exchange transactions - Receivables from non-exchange transactions comprises; fees, taxes and fines (and any penalties associated with these activities) as well as social benefit receivables that do not arise out of a contract. - These receivables are initially assessed at nominal amount or face value; that is, the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable. - These receivables are subsequently adjusted for penalties as they are charged and tested for impairment. - Interest and penalties charged on tax receivables are presented as tax revenue in the statement of financial performance.



22. Prepayments.

- Prepaid expenses are amounts paid in advance of receipt of goods or services.
- They can represent payments made early in the year for benefits to be received over the latter part of the year, or payments made in one year for benefits to be received in subsequent years.
- Prepayments for which the benefits are to be derived in the following 12 months should be classified as Current Assets. Where the benefits are expected to accrue beyond the next 12 months, it should be accounted for as a Long-Term Prepayment and classified as Non-Current Assets.
- Prepayments that are identifiable with specific future revenue or event, e.g. adverts, should be expensed in the period in which the related event takes place; those that relate to specific time periods, e.g. insurance, rent, leasehold premises, should be recognised as an expense in such periods.
- Prepayments not exceeding e.g. N10, 000 shall be expensed immediately, except there is a possibility of obtaining a refund or credit within the same financial year.

23. **Inventories:**

- Inventories are valued at the lower of cost and net realisable value.
- Cost is determined using the FIFO method.
- Inventories held for distribution for public benefit purposes are recorded at cost, adjusted where applicable for any loss of services potential.
- Inventories are reported under Current Assets in the Statement of Financial Position.

24. Loans Granted:

Loans Granted are shown at estimated realisable value after providing for bad, doubtful debts and impairments.

25. Investments:

Investments in associates.

- An Entity's investments in its associates are accounted for using the equity method of accounting.
- An associate is an Entity over which Entity has significant influence and that is neither a subsidiary nor a joint venture.



- Under the equity method, investments in associates are carried in the statement of financial position at cost plus post acquisition changes in Entity's share of net assets of the associate. d. The statement of financial performance reflects the share of the results of operations of the associates.
- Where there has been a change recognised directly in the equity of the associate, Entity recognises its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity.
- Surpluses and deficits resulting from transactions between the Government and the associate are eliminated to the extent of the interest in the associate.

Investments in joint ventures.

- A Public Entity's investments in its joint ventures are accounted for using the equity method of accounting.
- A joint venture is a contractual arrangement whereby two or more parties undertake an economic activity that is subject to joint control.
- Under the equity method, investments in joint ventures are carried in the consolidated statement of financial position at cost plus post acquisition charges in Entity's share of net assets of the joint venture.
- The statement of financial performance reflects the share of the results of operations of the joint venture.
- Where there has been a change recognised directly in the equity of the joint venture, an Entity should recognise its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity.
- Surpluses and deficits resulting from transactions between Public Entity and Joint ventures are eliminated to the extent of the interest in the joint venture.

Investment in Controlled entities (subsidiaries)

- The controlled entities are all entities (including special purpose entities) over which a Public Entity or its entities has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights.
- The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether Public Entity controls another Entity.



- The controlled entities are fully consolidated from the date on which control is transferred to the Public Entity. They are de-consolidated from the date that control ceases.
- Inter-group transactions, balances and unrealised gains on transactions between inter-group transactions are eliminated, unrealised losses are also eliminated.
- Accounting policies of controlled entities are consistent with the policies adopted by the Public Entity.

Impairment of Investments.

Entity determines at each reporting date whether there is any objective evidence that the investment is impaired, if this is the case Entity calculates the amount of impairment as being the difference between the recoverable value of the investment and the carrying value and recognises the amount in the statement of financial performance.

26. Available for sale securities

- Where and Entity uses its surplus cash to purchase short-term investments, the financial assets are classified at initial recognition as available-for-sale.
- Available-for-sale financial assets are included in non-current assets unless Entity intends to dispose of the investment within 12 months of the reporting date.
- Regular purchases and sales of financial assets are recognized at fair value on the trade-date (the date on which Entity commits to purchase or sell the asset) and subsequently at fair value with any resultant fair value gains or losses recognised in the statement of Net Assets/Equity.
- Realized gains and losses on sale of available-for-sale securities are recognized in the consolidated statement of financial performance as 'gains and losses from available-for-sale securities.'
- Impairment losses and interest on available-for-sale securities is calculated using the effective interest method and is recognized in the consolidated statement of financial performance as part of other income.
- The fair values of quoted investments are based on current bid prices. If the market for a financial asset is not active, the entity shall establish fair value using valuation techniques. These include: i. the use of recent arm's length transactions, ii. reference to other instruments that are substantially the same iii. discounted cash flow analysis iv. and option pricing models v. making maximum use of market inputs and relying as little as possible on entity-specific inputs.



	▪ Entities shall ascertain at the date of preparation of each statement of financial report whether there is objective evidence that a financial asset or a group of financial assets is impaired. ▪ In the case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of the security below its cost is considered as an indicator that the securities are impaired. ▪ If any such evidence exists for available-for-sale financial assets, the cumulative loss – measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognized is recognized in the statement of financial performance.
27.	Property, Plant & Equipment (PPE) ▪ All property, plant and equipment are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items. ▪ Where an asset (other than land) is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially recognised at fair value, where fair value can be reliably determined and as income in the statement of financial performance (unless there are restrictions on the asset's use in which case income is deferred). ▪ All land held by Government owned entities is not included in the Entity's financial statements unless that land is to be used for development purposes. ▪ The following shall constitute expenditure on PPE: i. Amounts incurred on the purchase of such assets. Consumables are to be wholly expensed irrespective of their amounts. ii. Construction Cost- including materials, labour and overheads. iii. Improvements to existing PPE, which significantly enhance their useful life. Cost ▪ The cost of an item of PPE shall comprise: its purchase price, including import and non-recurring costs and any directly attributable costs of bringing the asset to its location and working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. a. PPE shall be stated at cost or at their professional valuation less accumulated depreciation and impairment. b. The amount recorded for a PPE shall include all costs directly related to its acquisition including expenditures incurred to place the asset in usable condition for the Service. Accordingly, the cost of the assets shall include acquisition or construction costs, custom duties, transportation charges, professional fees and installation costs. Cash discounts shall be netted against the cost of the assets.



Capitalisation

- The capitalisation threshold shall be N250,000.00(Two hundred and fifty thousand naira only).
- Only amounts spent in connection with the above and whose values exceed (Two hundred and fifty thousand naira) N250, 000 shall be capitalised.
- All assets equal to or above this amount shall be recorded in the Fixed Assets Register. However in certain cases, it may be appropriate to aggregate individually insignificant value items such as chairs and tables, printers and UPS, etc. and apply the capitalisation threshold to the aggregate value.
- Fixed assets whose costs are below the capitalization threshold shall be charged appropriately to the following accounts: office supplies – furniture, office supplies – IT equipment, office supplies – household equipments, etc.
- Where an asset's category already exists for a newly acquired asset below the capitalisation threshold, such an asset shall be capitalised irrespective of its cost and recorded in the fixed assets register under the appropriate category

Depreciation

The cost of PPE shall be written off, from the time they are brought into use, on a straight line basis over their expected useful lives less any estimated residual value as follows:

a. Lease Properties	Over the term of the lease
b. Buildings	2%
c. Plant and Machinery	10%
d. Motor Vehicles:	20%
e. Office Equipment:	25%
f. IT Equipment:	25%
g. Furniture and Fittings:	20%
h. Infrastructure	5%



	i. Books 3% j. Specific cultural and heritage assets Unlimited ▪ The full depreciation charge shall be applied to PPE in the months of acquisition and disposal, regardless of the day of the month the transactions was carried out. ▪ Fully depreciated assets that are still in use are carried in the books at a net book value of N10.00 ▪ An asset's carrying amount is written down immediately to its recoverable amount or recoverable service amount if the asset's carrying amount is greater than its estimated recoverable amount or recoverable service amount Revaluation a. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period b. Surplus arising from the revaluation shall be transferred to the revaluation reserve in the financial position under reserves and to the statement of changes in net assets/equity. c. In case of revaluation deficit, it shall be set against the respective asset value and the corresponding entry to either the revaluation reserve – if surplus exists on the same class of asset, or to the statement of financial performance as an expense. Disposal Gains or losses on the disposal of fixed assets are to be included in the income statement as either an income or expense respectively. Impairment Entities shall test for impairments of its PPE where it suspects that impairment has occurred
28.	Investment Property These are cash-generating property owned by the Government/ its entities. The cost, capitalisation, depreciation and impairment of Investment Property are same with PPE, but shall be reported separately in the GPFS.
29.	Intangible Assets



- a. These shall consist of assets that are not physically tangible which have been acquired and held for use from which benefits are derivable beyond a financial year.
- b. The cost of an item of intangible asset shall comprise: its purchase price, including non-recurring costs and any directly attributable costs of bringing the asset to its state of intended use. Any trade discounts and rebates shall be deducted in arriving at the purchase price.
- c. Intangible assets are tested for impairment and amortised over the estimated useful life using the straight line method on an annual basis.
- d. Classes of Intangible Assets and their estimated useful lives are as follows:
- i. Softwares acquired externally 3 years
 - ii. Goodwill 4 years
 - iii. Copyrights 4 years
 - iv. Trademarks 4 years
 - v. Other Intangible assets 4

30. **Deposits**

- a. Deposits are amounts received in advance in respect of goods or services provided.
- b. Deposits can represent payments received early in the year for goods/services to be offered over the latter part of the year, or payments received in one year for services to be offered in subsequent years. Deposits for which the services are to be offered in the following 12 months shall be classified as Current Liabilities. Where the services are expected to span beyond the next 12 months, it shall be accounted for as a Non-Current Deposits and classified as Non-Current Liabilities.

31. **Loans& Debts**

- a. Loans are funds received to be paid back at an agreed period of time. They are classified under liability in the General Purpose Financial Statement and are categorised as either short or long term.
- b. Short-term loans and debts are those repayable within one calendar year, while long-terms loans and debts shall fall due beyond one calendar year.

32. **Unremitted Deductions**

- a. Unremitted Deductions are monies owed to third parties such as tax authorities, schemes and associations and other government agencies. These include: tax deductions and other deductions at source.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	b. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.
33.	Payables Payables are recognized initially at fair value and subsequently measured at amortised cost using the effective interest method. Accrued Expenses a. These are monies payable to third parties in respect of goods and services received. b. Accrued Expenses for which payment is due in the next 12 months shall be classified as Current Liabilities. Where the payments are due beyond the next 12 months, it shall be accounted for as Non-Current Liabilities.
34.	Current Portion of Borrowings This is the portion of the long-term loan/ borrow that is due for repayment within the next 12 months. This portion of the borrowings shall be classified under Current Liabilities in the Statement of Financial Position.
35.	Public Funds a. These are balances of Government funds at the end of the financial year. b. They are classified under the Non-Current Liabilities in the Statement of Financial Position and include: Trust Funds, Revolving Funds and other Funds created by Government.
36.	Reserves Reserves are classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/ (Deficit) and the Revaluation Reserve
37.	Contingent Liability a. A contingent liability is a possible obligation arising from past events whose existence will be confirmed only by uncertain future event(s) or present obligation arising from past events that are not recognised because either an outflow of economic benefit is not probable or the amount of the obligation cannot be reliably measured. b. Contingent liabilities shall only be disclosed in the Notes to the GPFS.
38.	Leases: Finance leases



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	a. These are leases which effectively transfer to the lessee Entity substantially all the risks and benefits incidental to ownership of the leased item. b. They are capitalised at the present value of the minimum lease payment. c. The leased assets and corresponding liabilities are disclosed while the leased assets are depreciated over the period the Entity is expected to benefit from their use. Operating Leases a. Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. b. Payments made under operating leases (net of any incentives received from the lessor) are charged to the statement of financial performance on a straight-line basis over the period of the lease.
39.	Financial Instruments a. These form part of the Government's everyday operations. These financial instruments include Bank Accounts, Short Term Deposits, Trade and Accounts Receivable, Trade and Accounts Payable and Term Borrowings, all of which are recognised in the Statement of Financial Position. b. Revenue and expenses in relation to all financial instruments are recognised in the Statement of Financial Performance
40.	Borrowings a. Borrowings are recognized initially at fair value, net of transaction costs incurred. b. Borrowings are subsequently stated at amortized cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognized in the consolidated statement of financial performance over the period of the borrowings using the effective interest method. c. Fees paid on the establishment of loan facilities are recognized as transaction costs of the loan. The fee is capitalized and amortized over the period of the facility to which it relates. d. Borrowings falling due within 12 months are classified as current liabilities while borrowings falling due more than 12 months are classified as long term borrowings. e. Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized and included in the cost of that asset. f. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. g. All other borrowing costs are recognized as an expense in the period in which they are incurred.



41.	Transfers to other government entities Transfers to other government entities are non-exchange items and are recognized as expenses in the statement of financial performance.
42.	Service Concession Arrangement: Service Concession Arrangement Assets a. .Service Concession Assets are operated by third parties under the terms of Service Concession Arrangements. On classification the original service concession asset is measured at its fair value and any difference between its fair value and its book value is recognised in the Statement of Financial Performance. b. Since the fair value of assets previously transferred under Service Concession Arrangements is not reliably available, Government has chosen to adopt the standard prospectively from 1 January 2016. c. If the terms of the arrangement require Government to compensate the operator for the concession asset by making payments and the payments are separable between the asset and service portions of the payment then the fair value of the original service concession asset is the fair value of the asset portion of the payments. If however the asset and service portions of the payments are not separable, the fair value is determined using estimation techniques. Service Concession Arrangement Liabilities a. When Government recognises a Service Concession Arrangement asset it also recognises a liability of an equal amount. b. The liability is split between a financial liability and a performance obligation. c. The financial liability arises from the payments due from an entity under the terms of the Service Concession Arrangement and the performance obligation from the rights granted to the operator under the terms of the Service Concession Arrangement to earn revenues from the Service Concession Assets(s) or associated asset(s).



List of Abbreviations/Acronyms

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
FAAC	Federation Accounts Allocation Committee
FGN	Federal Government of Nigeria
FRC	Financial Reporting Council
GAAP	Generally Accepted Accounting Principles
GPFS	General Purpose Financial Statement
IPSAS	International Public Sector Accounting Standards
LFN	Law of the Federal Republic of Nigeria
MDA	Ministries, Departments and Agencies
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
OAG	Office of the Accountant-General
PPE	Properties, Plants and Equipment
FR	Financial Regulation
FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act
IGR	Internally Generated Revenue
MDAs	Ministries, Departments, and Agencies



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
HCF	Honourable Commissioner for Finance
AuG	Auditor-General (State)
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention

Paul Ariwareni Engoye
Treasurer



**REPORT OF THE AUDITOR - GENERAL
FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF
SAGBAMA
LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR
ENDED 31ST DECEMBER, 2023**



HON. RICHMAN SAMUEL EBIPADE
ACTING CHAIRMAN SAGBAMA LOCAL
GOVERNMENT AREA



APREALA ISREAL O.
TREASURER/DFS SAGBAMA LOCAL GOVERNMENT
COUNCIL BAYELSA STATE



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SAGBAMA LOCAL GOVERNMENT

Telegram: LOCGOVCHAIR

Telephone:

Our Ref:.....

Your Ref:.....
(All replies to be addressed to the Chairman)



P.O. BOX 2
Sagbama Town
Bayelsa State, Nigeria.

Date: 8th May, 2024

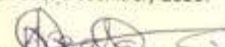
STATEMENT OF FINANCIAL RESPONSIBILITY

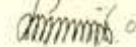
These Financial Statements and accounts have been prepared by the Treasurer of Sagbama Local Government Council, Bayelsa State in accordance with the provisions of section 24 of the Finance (Control and Management) LFN 2004 & Section 85(5) of the Federal Republic of Nigeria and other relevant extant laws, regulations and policies. The accounting framework adopted in the preparation of the financial statements and accounts is IPSAS ACCRUAL accounting basis and the Financial Statements comply with generally accepted accounting policies and practice.

To fulfill the accounting and reporting responsibility, the Treasurer of Sagbama Local Government Council is responsible for preparing, reporting, 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 receipt and payment of Public Financial resources by the Local Government.

In compliance with International Public Sector Accounting Standard (IPSAS) 33 (First Time Adoption of Accrual Basis IPSAS) and the guidelines issued by the Federation Account Allocation Committee (FAAC) Technical Sub Committee 2004 on IPSAS implementation, reasonable efforts have been made to ensure that the Financial Statements prepared herein reflect the true and fair view of the financial position of Sagbama Local Government Council as at 31st December, 2023.

On behalf of Sagbama Local Government Council, I write to accept responsibility for the integrity, credibility and objectivity of the Financial Statements. The information embedded reflects the financial position of the Local Government as at 31st December, 2023.


Apreala, Israel O. PHD, CMA, CFIPM, ACT
Director of Finance and Treasury


Hon. Richman Samuel Ehipatie
Chairman, Caretaker Committee



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2023

INTRODUCTION

The financial statements of Sagbama local government council for the year ended 31st December 2023 have been examined in accordance with the generally accepted auditing practice and section 51 subsection 1 and 2 of Bayelsa State Local Government law 2000.

SUBMISSION OF REPORT

In compliance with Section 5 Sub – section 2 of Bayelsa State Local Government law 2000, it is my pleasure to humbly lay before the honourable House of Assembly, Bayelsa State, the Auditor – General for Local Governments' report on the accounts of Sagbama Local Government Council for the financial year ended 31st December, 2023.

CONSTITUTIONALITY

In accordance with the section of the Bayelsa State Local Government Law 2000 quoted above, the draft annual report and accounts including the related financial statements for the year ended 31st December 2023, was submitted to my office by the accounting officer on the 8th May, 2024.

STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION (IPSAS)

The General Purpose Financial Statements (GPFS) were prepared in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting. The financial statements were presented in Nigeria Naira (N) and kobo (k) which is the functional and reporting currency in Nigeria. The accounting year to which the financial statements date is from 1st January to 31st December, 2023.

STATEMENT OF COMPLETENESS OF THE LOCAL GOVERNMENT REVENUE

Revenue accruable to Sagbama Local Government Council from the Federation accounts and managed by the State Local Governments Joint Accounts Allocation Committee (SLGJAAC) were fairly stated. I have confirmed the completeness and correctness of the SLGJAAC receipts, the relevant deductions and balances of transfer of the SLGJAAC allocations accruable to the Local Government Council.



RESPONSIBILITY OF THE ACCOUNTING OFFICER

In line with the provisions of Section 48 subsection 1 of Bayelsa State Local Government Law 2000, the accounting officer is responsible for the preparation of financial statements. He is responsible for the general and overall supervision of all accounting activities of the local government. In carrying out this mandate, he has the responsibility to:

- Ensure that the treasury department of the council keep proper books of accounts that reasonably discloses the financial position of the local government.
- Establish and maintain a functional and adequate system of internal control designed to provide reasonable assurance that the transaction recorded reflect the utilization of the public financial resources.
- Ensure that appropriate accounting policies and estimate are consistently deployed in the preparation of financial statements.
- Taking steps to safeguard the assets of the local government and prevent and detect fraud and irregularities.

RESPONSIBILITIES OF THE AUDITOR – GENERAL FOR LOCAL GOVERNMENTS

The responsibility is to form or express an independent opinion based on the financial statements as presented by the accounting officer of the local government and report to the State House of Assembly.

FINANCIAL HIGHLIGHTS

FIVE YEAR FINANCIAL SUMMARY

REVENUE					
Revenue	2023	2022	2021	2020	2019
Description	N	N	N	N	N
Opening Balance	17,575.26	67,293.03	27,678.40	48,092.44	
Statutory Allocation	3,385,944,640.99	2,795,275,495.48	2,324,243,321.50	2,069,750,935.44	2,190,678,221.07
Independend Revenue	41,630,000.00	51,831,410.57	2,237,000	6,883,776	20,450,000
Other Revenue	1,522,564,348.55	36,627,773.77			
TOTAL	4,950,156,564.80	2,883,801,972.85	2,326,507,999.90	2,076,682,804.33	2,211,128,221.07
EXPENDITURE					
Description	2023	2022	2021	2020	2019
Description	N	N	N	N	N
Personnel Cost	2,118,251,522.55	1,598,538,884.65	658,702,130.99	400,912,338.46	609,301,765.72
Over head Cost	1,174,211,551.99	961,411,468.40	407,168,547.21	446,854,353.06	380,520,108.10
Statutory Deductions	254,413,745.28	265,053,042.54	1,225,045,689.82	1,165,545,547.33	1,159,191,009.81
Capital Expenditure	1,712,265,860	58,781,000.00	35,526,338.85	54,668,230	63,150,986.70
Total	5,259,142,680.13	2,883,784,395.59	2,326,442,706.87	2,067,980,468.92	2,212,163,870.33



PATTERNS AND MANNER IN WHICH THE ACCOUNTS WERE KEPT AND RENDERED

Section 48 (1) of Bayelsa State Local Government Law 2000 requires the accounting officer of Sagbama Local Government Council to, within three (3) months after 31st day of December, each year, transmit to the Auditor – General for Local Governments accounts showing the financial position of the local government on the said 31st day of December specified financial summary for five years.

FINANCIAL STATEMENT SUBMITTED FOR AUDIT ARE:

1. Statement of Recurrent Revenue
2. Statement of Recurrent Expenditure
3. Statement of Financial Performance
4. Statement of Financial Position
5. Statement Cash flow
6. Statement of Changes in Net Assets
7. Statement of external/internal loan
8. Statement of Personnel Cost
9. Statement of Overhead Cost

BOOK-KEEPING AND FINANCIAL CONTROL

Audit observed that the state of book – keeping in Sagbama Local Government Council is below expectation. In most cases payments are made before payment vouchers are prepared, which has negatively affected the observance of internal control and also hindered early submission of financial statement.

AUDIT QUERIES

Audit raised several queries within the period stated above, but the response of these queries was low due to the timing of the audit exercise.

Audit looks forward to a more timely audit exercise in the near future to ensure that elected officers and other key local government personnels are on ground to give information and explanation that is relevant to the expression of audit opinion.



GENERAL OBSERVATIONS/RECOMMENDATIONS

a. BOOK-KEEPING/PREPAYMENT

During the course of the Audit Exercise, it was observed that payment were made before payment vouchers is being prepared.

REQUIRED ACTION: The council treasurer should in subsequent years improve on making sure that vouchers is being raised before payments.

INTERNAL CONTROL

Chapter 40.1 of the model financial memoranda (FM) states that an internal audit unit headed by an internal auditor be established in the local governments council to provide a complete and continues audit of the accounts and records of revenue, expenditures, plant, allocated and unallocated stores where applicable with reference to basic internal accounting control of the local government council which are relevant to the expression of an audit opinion on the financial statements.

The basic accounting controls that are supposed to be built into the system, and which is expected to be followed all the time, and in respect of all transactions; and discipline over basic controls by way of management supervision, which are key factors upon which the auditors can place reliance on the preparation of the financial statements are not in existence.

ACTION REQUIRED: The accounting officer should liaise with experts to establish a functional internal audit department in the council as statutorily required.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



GOVERNMENT OF BAYELSA STATE OF NIGERIA

Office of the Auditor-General for Local Governments

e-mail address: localgovtsauditbys@gmail.com

LGCON.21/VOL.II/110

Our Ref: _____

Your Ref: _____



State Govt. Secretariat
P.M.B. 30 Yenagoa,
Bayelsa State.

25th July, 2024

Date: _____

AUDIT CERTIFICATE

In compliance with section 125(2) of the Constitution of the Federal Republic of Nigeria 1999 (as amended) and Section 55(3) of the Bayelsa State Audit Law 2021, the audit of the Financial Statements of Sagbama Local Government Council of Bayelsa State for the year ended 31st December, 2023 was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

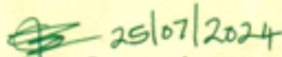
The audit was conducted in accordance with International Standards on Auditing and INTOSAI Auditing Standards

Within the period under review, the information presented in the General Purpose Financial Statements are in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting as prescribed in the statement of accounting policies.

In my opinion, the Financial Statements which agree with the books of Accounts and records show a true and fair view of the Financial Position of Sagbama Local Government Council for the year ended 31st December, 2023.



Office of the Auditor –
General For
Local Governments
P.M.B. 30, Yenagoa

 25/07/2024
Fagha Henry Prenanagha FCNA, ACTL, CIPPS, IICFP
**Auditor – General for
Local Governments
Bayelsa State.**

All Correspondence to be addressed to the Auditor-General for Local Governments



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT I CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE (INCOME & EXPENDITURE) FOR THE YEAR ENDED 31ST DECEMBER, 2023

Actual 2022		Notes	Actual 2023	Final Budget 2023	Initial Budget 2023	Supplementary Budget 2023	Variance on Final Budget
	REVENUE						
1,681,350,819.38	GOVERNMENT SHARE OF FAAC (STATUTORY REVENUE)	1, 1B	1,906,029,996.00	1,789,957,558.11	1,789,957,558.11	-	116,072,437.89
1,113,924,676.10	GOVERNMENT SHARE OF VAT	2	1,546,780,692.96	1,185,838,127.07	1,185,838,127.07	-	360,942,565.89
-	TAX REVENUE		-	-	-	-	-
51,831,410.57	NON – TAX REVENUE	3	41,630,000.00	10,700,000.00	10,700,000.00	-	30,930,000.00
-	INVESTMENT INCOME		-	-	-	-	-
-	INTEREST EARNED		-	-	-	-	-
-	AID & GRANTS		-	-	-	-	-
36,627,773.77	OTHER REVENUE		-	-	-	-	-
2,883,734,679.82	TOTAL REVENUE		3,494,440,688.96	2,986,495,685.18	2,986,495,685.18	-	507,945,003.78
	EXPENDITURE						
1,598,538,884.65	SALARIES & WAGES	4	1,762,084,799.75	1,852,850,304.83	1,787,407,531.95	65,442,772.88	90,765,505.08
192,972,513.82	SOCIAL BENEFITS	5	213,054,303.87	210,195,506.04	210,195,506.04	-	2,858,797.83
961,411,470.40	OVERHEAD COST	6	743,945,281.91	755,926,013.94	634,900,000.00	121,026,013.94	11,980,732.03
-	GRANTS & CONTRIBUTIONS		-	-	-	-	-
-	DEPRECIATION	7	79,253,700.00	-	-	-	-
35,452,754.95	TRANSFER TO OTHER GOVT ENTITIES	8	41,359,446.41	41,223,860.34	41,223,860.34	-	(135,586.07)
2,788,375,623.82	TOTAL EXPENDITURE		2,839,697,531.94	2,860,195,685.15	2,673,726,898.33	186,468,786.82	105,469,448.87
95,359,056.00	SURPLUS FROM OPERATING ACTIVITIES FOR THE PERIOD		654,743,157.02	-	-	-	-
-	PUBLIC DEBT REPAYMENT	11	-	-	-	-	-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT I
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE (INCOME & EXPENDITURE)
FOR THE YEAR ENDED 31ST DECEMBER, 2023

	GAIN/LOSS ON DISPOSAL OF ASSET						
	GAIN/LOSS ON DISPOSAL OF ASSET						
-	TOTAL NON- OPERATING REVENUE (EXPENSES)		-	-	-	-	-
95,359,056.00	SURPLUS/ (DEFICIT) FROM ORDINARY ACTIVITIES	12	654,743,157.02	-	-	-	-
-	MINORITY INTEREST SHARE OF SURPLUS/DEFICIT		-	-	-	-	-
95,359,056.00	NET SURPLUS/(DEFICIT) FOR THE PERIOD		654,743,157.02	-	-	-	-

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

 Apreala Israel O.

Apreala Israel O.
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT 2
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)
AS AT 31ST DECEMBER, 2023

	Economic Code	Notes	2023		2022	
			N	N	N	N
ASSETS						
Current Assets						
Cash and Cash Equivalents	3101-4	9	31,805,199.76		17,575.26	
Inventories	3105		-		-	
Receivables	3106-7		-		-	
Prepayments	3108		-		-	
A				31,805,199.76		17,575.26
Non-Current Assets						
Loans & Debts (short-term)	3110		-		-	
Investments	3109		-		-	
Property, Plant & Equipment	3201	10	2,903,519,800.00		-	
Investment Property	3202		-		-	
Intangible Assets	3301		-		-	
B				2,903,519,800.00		-
Total Assets C = A+B				2,935,324,999.76		17,575.26
LIABILITIES						
Current Liabilities						
Deposits	4101		-		-	
Short Term Loans & Debts	4102		-		-	
Unremitted Deductions	4103		-		-	



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**



**STATEMENT 2
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)
AS AT 31ST DECEMBER, 2023**

Accrued Expenses	4104		-		-	
Current Portion of Borrowings	4105		-		-	
D			-	-		-
Non-Current Liabilities						
Public Funds	4601				-	
Borrowings	4602	11B	(75,187,776.75)		87,397,009.27	-
E			(75,187,776.75)	-	87,397,009.27	
Total Liabilities: F = D + E				(75,187,776.75)		87,397,009.27
Net Assets: G = C – F				2,860,137,223.01		87,414,584.53
NET ASSETS/EQUITY						
Reserves	4701	12	2,205,394,065.99		-	
Surpluses/(Deficits)	4702	13	654,743,157.02		-	
Total Net Assets/Equity				2,860,137,223.01		87,414,584.53

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)



**Apreala Israel O.
Treasurer**



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



STATEMENT 3 CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

Description	Notes	2023		2022	
		N	N	N	N
CASH FLOWS FROM OPERATING ACTIVITIES					
Inflows					
Government Share of FAAC (Statutory Revenue)	1	1,906,029,996.00		1,681,350,819.38	
Government Share of VAT	2	1,546,780,692.96		1,113,924,676.10	
Direct Taxes		-		-	
Licences		-		-	
Fines		-		-	
Royalties		-		-	
Fees		-		-	
Earnings & Sales	3	41,630,000.00		51,831,410.57	
Rents of Government Properties		-		-	
Investment Income		-		-	
Interest & Repayment General		-		-	
Re- imbursement		-		-	
Funds from Special Accounts		-		-	
Domestic Aid & Grants		-		-	
External Aid & Grants		-		-	
Gains from exchange transactions		-		-	
Other Revenue (e.g. plea Bargain)		-		36,627,773.77	
Total inflow from Operating Activities			3,494,440,688.96		2,883,734,679.82
Outflows					
Salaries & Wages	4	1,762,084,799.75		1,598,538,884.65	



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



STATEMENT 3 CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

Social Benefits	5	213,054,303.87		192,972,513.82	
Overhead Cost	6	743,945,281.91		961,411,470.40	
Grants & Contributions		-		-	
Subsidies		-		-	
Transfer to other Government Entities	8	41,359,446.41		35,452,754.95	
Public Debts Repayment		-		-	
Total Outflow from Operating Activities (B)			(2,760,443,831.94)		(2,788,375,623.82)
Net Cash Inflow/(Outflow) From Operating Activities* C=(A-B)			733,996,857.02		95,359,056.00
CASH FLOW FROM INVESTING ACTIVITIES					
Proceeds from Sale of PPE		-		-	
Proceeds from Sales of Investment Property		-		-	
Proceeds from Sale of Intangible Assets		-		-	
Proceeds from Sale of Investment		-		-	
Dividends Received		-		-	
Purchase/Construction of PPE	14	(690,000,000.00)		(58,781,000.00)	
Purchase/Construction of Investment Property		-		-	
Purchase of Intangible Assets		-		-	
Acquisition of Investments		-		-	
Net Cash Flow from Investing Activities			(690,000,000.00)		(58,781,000.00)



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**STATEMENT 3
CONSOLIDATED STATEMENT OF CASH FLOW FOR THE
YEAR ENDED 31ST DECEMBER, 2023**

FINANCING ACTIVITIES					
Proceeds from Borrowings		-		-	
Repayment of Borrowings	11B	(12,209,232.52)		(36,627,773.77)	
Distribution of Surplus/Dividends Paid		-		-	
Net Cash Flow from Financing Activities			(12,209,232.52)		(36,627,773.77)
Net Cash Flow from all Activities			31,787,624.50		(49,717.77)
Cash & Its Equivalent as at 1/1/2023			17,575.26		67,293.03
Cash & Its Equivalent as at 31/12/2023			31,805,199.76		17,575.26
Notes: 1					
RECONCILIATION:					
Surplus/ (Deficit) per Statement of Performance	13	654,743,157.02		-	
Add back non cash movement-		-		-	
Depreciation Charges	7B	79,253,700.00		-	
Net Cash Flow from Operating Activities		733,996,857.02		-	
Note: 2					
Cash & its equivalent as at 31/12/2023					
Cash Balances		-		-	
Bank Balances	9B	31,805,199.76	31,805,199.76	-	17,575.26

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)



**Apreala Israel O.
Treasurer**



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**STATEMENT 4
CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/
EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2023.**

	Note	Revaluation Reserve N	Translation Reserve N	Accumulated Surpluses N	Total N
Balance as at 1st January 2023	12	2,205,394,065.99	-	-	2,205,394,077.99
Changes in Accounting Policy					
Restated Balance		2,205,394,065.99		-	2,205,394,077.99
Surplus on Revaluation of Properties					
Deficit on Revaluation of Investments					
Net Gains and losses not recognized in the statement of Financial Performance					-
Net Surplus for the year	13	654,743,157.02	-	-	654,743,157.02
Balance as at 31 December 2023		-		-	
Deficit on Revaluation of Property		-		-	
Surplus on Revaluation of Investments		-		-	
Net gains and Losses not Recognized in the Statement of Financial Performance					
Net deficit for the Period					
Balance as at 31 December 2023		2,860,137,223.01	-	-	2,860,137,235.01

The accompanying notes form an integral part of the General-Purpose Financial Statement (GPFS)

 **Apreala Israel O.**

Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

NOTES TO THE ACCOUNTS

SAGBAMA LOCAL GOVERNMENT COUNCIL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2023

Note	Details	Ref Sup. Note	Amount	Amount		Remarks
1	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	1	1,272,051,261.99			
	Add: Deduction at source	1A	46,452,203.34	1,318,503,465.33		
	Share of Statutory Allocation (Other Agencies)	2		633,978,734.01		
	Share of Statutory Allocation (Excess Crude Oil)			-		
	Total (Gross) Statutory Allocation			1,906,029,996.00		
2	B. Value Added Tax					
	Share of Value Added Tax (VAT)			1,546,780,692.96		
	NON TAX REVENUE	Ref Sup. Note	Actual	Budget	% Variance	
3	RATES GENERAL (TENEMENT RATE)		-	54,000,000.00		
	LICENSE GENERAL		-	2,500,000.00		
	FEES GENERAL		-	12,000,000.00		
	FINES GENERAL		-			
	EARNINGS GENERAL		41,630,000.00	21,500,000.00		
	Sale/Rent of Government Property		-			
			41,630,000.00			
4	WAGES AND SALARIES			2023		2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
4A	PERSONNEL COST	9A				
	ADMINISTRATIVE SECTOR		424,231,141.49	-	-	-
	ECONOMIC SECTOR		234,606,975.63	-	-	-
	SOCIAL SECTOR		1,037,937,112.18	-	-	-
	REGIONAL SECTOR		-	-	-	-
	LAW AND JUSTICE		-	-	-	-
	SUB TOTAL		1,696,775,229.30	-	-	-
4B	CONSOLIDATED REVENUE FUND CHARGES	9B	65,309,570.45	-	-	-
	TOTAL WAGES AND SALARIES		1,762,084,799.75			
4C	PERSONNEL ANALYSIS			2023		2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	TOTAL NO. OF EMPLOYEES AT THE BEGINNING OF THE YEAR					
	TOTAL NO. OF EMPLOYEES EMPLOYED IN 2023					
	TOTAL NO. OF EMPLOYEES RETIRED DURING THE YEAR					
	TOTAL NO. OF EMPLOYEES AT THE END OF THE YEAR 2023					



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

5	SOCIAL BENEFITS		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	ADMINISTRATIVE SECTOR	5A	213,054,303.87			
	ECONOMIC SECTOR		-			
	SOCIAL SECTOR		-			
	REGIONAL SECTOR		-			
	LAW AND JUSTICE		-			
6	OVERHEAD COST		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
6A	OVERHEAD COST BY FUNCTION	6A				
	TRAVEL & TRANSPORT - GENERAL		10,960,000.00			
	UTILITIES – GENERAL		3,000,000.00			
	MATERIALS AND SUPPLY – GENERAL		125,581,788.18			
	MAINTENANCE SERVICES – GENERAL		27,206,300.00			
	FUEL AND LUBRICANT - GENERAL		326,700,000.00			
	FINANCIAL CHARGES - GENERAL		250,497,193.73			
	TOTAL		743,945,281.91			
6B	OVERHEAD COST BY SECTOR	6B				
	ADMINISTRATIVE SECTOR		371,972,640.96			
	ECONOMIC SECTOR		230,623,037.40			
	SOCIAL SECTOR		141,349,603.56			
	REGIONAL SECTOR		-			
	LAW & JUSTICE		-			
	TOTAL		743,945,281.92			
7	DEPRECIATION		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	BUILDING – GENERAL	7A	35,830,000.00			
	INFRASTRUCTURE – GENERAL		30,500,000.00			
	PLANT & MACHINERY – GENERAL		400,000.00			
	TRANSPORTATION EQUIPMENT - GENERAL		5,000,000.00			
	OFFICE EQUIPMENT		2,845,000.00			
	FURNITURE & FITTINGS – GENERAL		4,678,700.00			
	TOTAL		79,253,700.00			
8	TRANSFER TO OTHER GOVERNMENT ENTITIES					
	COMMON SERVICES	8A	7,500,000.00	-		-
	TRAINING FUNDS		33,859,446.41	-		-
	TOTAL		41,359,446.41	-		-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

9	CASH AND CASH EQUIVALENT	Ref Sup. Note	2023	2022		
	CASH IN HAND	9A				
	CASH AT BANK	9A	31,805,199.76	17,575.26		
	TOTAL		31,805,199.76	17,575.26		
10	PROPERTY, PLANT AND EQUIPMENT	Ref Sup. Note	31/12/2023	01/01/2023		
	BUILDING –GENERAL		2,273,170,000.00	1,619,000,000.00		
	INFRASTRUCTURE –GENERAL		579,500,000.00	610,000,000.00		
	PLANT & MACHINERY –GENERAL		3,600,000.00	4,000,000.00		
	TRANSPORT EQUIPMENT- GENERAL		20,000,000.00	25,000,000.00		
	OFFICE EQUIPMENT –GENERAL		8,535,000.00	11,380,000.00		
	FURNITURE AND FITTINGS		18,714,800.00	23,393,500.00		
	TOTAL		2,903,519,800.00	2,292,773,500.00		
11	BORROWINGS	Ref Sup. Note	2023	2022		
	EXTERNAL LOANS	11A				
	DOMESTIC LOANS		75,187,776.75			
	TOTAL					
12	RESERVES	Ref Sup. Note	2023	2022		
	FOR THE YEAR	12A	2,205,394,065.99			
13	SURPLUS	Ref Sup. Note	2023	2022		
	FOR THE YEAR		654,743,157.02	-		
14	PURCHASE/CONSTRUCTION OF PPE	Ref Sup. Note	2023	2022		
	BUILDING –GENERAL		690,000,000.00			
	INFRASTRUCTURE –GENERAL		-			
	PLANT & MACHINERY –GENERAL		-			
	TRANSPORT EQUIPMENT- GENERAL		-			
	OFFICE EQUIPMENT –GENERAL		-			
	FURNITURE AND FITTINGS		-			
	TOTAL		690,000,000.00			



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTES TO THE ACCOUNTS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 1 SHARE OF FAAC (STATUTORY REVENUE)

DETAILS/ MONTH	NET RECEIPT SEE SUPPLEMENTARY NOTE 1A	ADD: DEDUCTIONS AT SOURCE (SEE – SUPPLEMENTARY NOTE 1A	GROSS
ECONOMIC CODE	11010101	11010101	
	N	N	N
JANUARY	173,878,938.56	5,216,368.16	179,095,306.72
FEBRUARY	100,413,320.17	3,012,399.61	103,425,719.78
MARCH	95,567,095.99	2,867,012.88	98,434,108.87
APRIL	130,267,506.22	3,908,025.19	134,175,531.41
MAY	92,534,908.28	2,776,047.25	95,310,955.53
JUNE	139,959,892.38	4,198,796.77	144,158,689.15
JULY	78,466,153.07	2,353,984.59	80,820,137.66
AUGUST	101,881,437.64	3,056,443.13	104,937,880.77
SEPTEMBER	84,532,606.91	10,826,643.68	95,359,250.59
OCTOBER	102,073,061.80	3,062,191.86	105,135,253.66
NOVEMBER	78,928,441.16	2,367,853.23	81,296,294.39
DECEMBER	93,547,899.81	2,806,436.99	96,354,336.80
GRAND TOTAL	1,272,051,261.99	46,452,203.34	1,318,503,465.33

SUPPLEMENTARY NOTE 1A NET STATUTORY ALLOCATION

DETAILS/ MONTH	GROSS STATUTORY ALLOCATION (a)	TOTAL DEDUCTIONS (b)	NET ALLOCATION c = (a - b)
ECONOMIC CODE	11010101	11010101	
	N	N	N
JANUARY	179,095,306.72	5,216,368.16	173,878,938.56
FEBRUARY	103,425,719.78	3,012,399.61	100,413,320.17
MARCH	98,434,108.87	2,867,012.88	95,567,095.99
APRIL	134,175,531.41	3,908,025.19	130,267,506.22
MAY	95,310,955.53	2,776,047.25	92,534,908.28
JUNE	144,158,689.15	4,198,796.77	139,959,892.38
JULY	80,820,137.66	2,353,984.59	78,466,153.07
AUGUST	104,937,880.77	3,056,443.13	101,881,437.64
SEPTEMBER	95,359,250.59	10,826,643.68	84,532,606.91
OCTOBER	105,135,253.66	3,062,191.86	102,073,061.80
NOVEMBER	81,296,294.39	2,367,853.23	78,928,441.16
DECEMBER	96,354,336.80	2,806,436.99	93,547,899.81
GRAND TOTAL	1,318,503,465.33	46,452,203.34	1,272,051,261.99



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 1B ANALYSIS OF SHARE OF STATUTORY ALLOCATION (OTHER AGENCIES)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010101	ELECTRONIC MONEY TRANSFER LEVY	10,246,458.71	5,599,498.00	4,985,351.11	6,219,561.95	6,161,764.42	6,129,652.50	4,840,849.46	5,434,615.24	6,019,666.63	4,708,562.53	6,598,541.23	5,072,842.63	72,017,364.41
11010101	NON OIL REVENUE	-	28,175,345.24	-	-	6,762,082.86	-	-	-	-	-	16,905,207.15	-	51,842,635.25
11010101	NON OIL REVENUE 2	-	4,353,090.84	-	-	2,817,534.52	-	-	-	-	-	-	-	7,170,625.36
11010101	FOREX EQUALISATION 1	-	-	29,415,060.43	-	12,256,275.18	-	-	-	-	-	-	-	41,671,335.61
11010101	FOREX EQUALISATION 2	-	-	-	-	4,902,510.07	-	-	-	-	-	-	-	4,902,510.07
11010101	SOLID MINERALS	-	-	-	-	4,086,936.32	-	-	-	-	-	-	-	4,086,936.32
11010101	EXCHANGE GAIN DIFFERENCE	6,183,811.36	-	-	-	-	164,026.02	-	-	-	-	-	-	6,347,837.38
11010101	EXCHANGE GAIN DIFFERENCE 2	-	-	-	-	-	35,884,741.17	83,517,861.62	75,561,173.99	61,209,604.28	45,807,462.78	49,912,724.83	34,034,120.94	445,937,689.61
	TOTAL	16,430,070.07	38,127,934.08	34,400,411.54	6,219,561.95	36,989,103.37	42,188,419.69	88,358,711.08	80,995,789.23	67,229,270.91	50,516,025.31	73,416,473.21	89,106,963.57	633,978,734.01

SUPPLEMENTARY NOTE 2 ANALYSIS OF SHARE OF VALUE ADDED TAX (VAT)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010202	VALUE ADDED TAX	111,967,184.13	136,043,714.20	89,080,567.96	124,310,766.74	140,546,789.58	110,097,262.01	142,229,528.69	137,817,353.65	132,552,323.49	138,726,157.73	150,454,273.64	132,954,681.23	1,546,780,692.96

SUPPLEMENTARY NOTE 3 NON - TAX REVENUE

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
12020459	FEES - RIGHT OF OCCUPANCY FEES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020466	FEES - INDIGINE REGISTRATION FEES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020501	FINES - FINES/PENALTIES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020711	EARNINGS - EARNINGS FROM COMMERCIAL ACTIVITIES	-	-	3,650,000.00	-	480,000.00	-	-	-	-	-	-	37,500,000.00	41,630,000.00
	TOTAL	-	-	3,650,000.00	-	480,000.00	-	-	-	-	-	-	37,500,000.00	41,630,000.00



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 4 SALARIES AND WAGES

MONTHS	COUNCIL SALARIES N	HEALTH WORKERS SALARIES N	TEACHERS SALARIES N	CONSOLIDATED REVENUE FUND CHARGES - SALARIES 9B N	COUNCIL SALARY ARREARS N	ALLOWANCES N	TOTAL N
	21010101	21010101	21010101	21010103	21010101		
JANUARY	43,860,363.64	27,418,207.78	57,166,939.73	-	10,000,000.00	-	138,445,511.15
FEBRUARY	43,858,033.66	27,418,207.71	57,332,130.73	-	10,000,000.00	-	138,608,372.10
MARCH	43,878,182.24	27,418,207.71	57,607,130.73	-	10,000,000.00	-	138,903,520.68
APRIL	44,035,741.08	27,418,207.71	57,607,130.73	-	10,000,000.00	-	139,061,079.52
MAY	43,845,092.98	27,272,491.88	57,533,951.08	-	10,000,000.00	-	138,651,535.94
JUNE	43,747,264.44	27,297,246.05	57,533,451.08	-	10,000,000.00	-	138,577,961.57
JULY	43,747,264.44	27,297,246.05	57,421,077.40	-	10,000,000.00	-	138,465,587.89
AUGUST	43,747,264.44	27,297,246.05	58,421,077.40	15,478,714.09	10,000,000.00	-	154,944,301.98
SEPTEMBER	43,671,396.75	27,151,530.22	58,007,639.85	12,007,714.09	10,000,000.00	-	150,838,280.91
OCTOBER	43,670,466.59	27,151,530.22	58,007,639.85	12,607,714.09	10,000,000.00	-	151,437,350.75
NOVEMBER	50,357,699.22	35,902,192.36	58,007,639.85	12,607,714.09	10,000,000.00	-	166,875,245.52
DECEMBER	50,419,347.64	36,105,784.70	58,143,205.31	12,607,714.09	10,000,000.00	-	167,276,051.74
GRAND TOTAL	538,838,117.12	345,148,098.44	692,789,013.74	65,309,570.45	120,000,000.00	-	1,762,084,799.75

SUPPLEMENTARY NOTE 4A WAGES AND SALARIES FOR THE YEAR ENDED 31ST DECEMBER, 2023

S/No	ADMIN CODE	ECON CODE	HEAD DESCRIPTION	ESTIMATE N	SUPPLEMENT N	TOTAL N	ACTUAL N	EXCESS N	SAVINGS N
		Sector :	ADMINISTRATIVE						
1	11100100100	21010103	OFFICE OF THE CHAIRMAN		33,622,772.88	33,622,772.88	33,620,817.20	2,155.68	
2	11100100200	21010103	OFFICE OF THE VICE CHAIRMAN	-	5,700,000.00	5,700,000.00	5,626,313.90	73,686.10	
3	11100200200	21010103	SECRETARY TO THE LOCAL GOVT.	-	2,100,000.00	2,100,000.00	2,060,439.60	39,560.40	
4	11100201000	21010103	LEGISLATORS/ SUPERVISORS	-	24,020,000.00	24,020,000.00	24,002,199.75	17,800.25	
5	11100500100	21010101	ADMINISTRATIVE DEPARTMENT	424,745,094.24	-	424,745,094.24	424,231,141.49	513,952.75	
			SUB TOTAL	424,745,094.24	65,442,772.88	490,187,867.12	489,540,711.94		
	11101000100	Sector :	ECONOMIC		-			-	
6	11103500100	21010101	DEPARTMENT OF FINANCE AND SUPPLIES	87,568,428.36	-	87,568,428.36	71,838,301.76	15,730,126.60	
7		21010101	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	10,988,495.04		10,988,495.04	8,042,948.15	2,945,546.89	
8	11104400400	21010101	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	27,083,525.44	-	27,083,525.44	22,650,703.75	4,432,821.69	
9	11106000100	21010101	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	183,410,997.24	-	183,410,997.24	132,075,021.97	51,335,975.27	
			SUB TOTAL	309,051,446.08	-	309,051,446.08	234,606,975.63		
		Sector :	LAW & JUSTICE						
10		21010101	LEGAL DEPARTMENT						
			SUB TOTAL						
		Sector :	SOCIAL SECTOR						
11		21010101	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	700,345,820.55		700,345,820.55	692,789,013.74	7,556,806.81	
		21010101	DEPARTMENT OF PRIMARY HEALTH CARE	353,265,171.08		353,265,171.08	345,148,098.44	8,117,072.64	
			SUB TOTAL	1,053,610,991.63	-	1,053,610,991.63	1,037,937,112.18		
12			GRAND TOTAL	1,787,407,531.95	65,442,772.88	1,852,850,304.83	1,762,084,799.75		



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 4B

CONSOLIDATED REVENUE FUND CHARGES – SALARIES			
DESCRIPTION	MONTHLY ESTIMATE	ANNUAL PAID	TOTAL
CHAIRMAN	5,198,741.31	25,993,706.55	25,993,706.55
CHAIRMAN'S AIDES	1,525,382.13	7,626,910.65	7,626,910.65
VICE CHAIRMAN	1,125,262.78	5,626,313.90	5,626,313.90
SECRETARY TO THE LG	412,087.92	2,060,439.60	2,060,439.60
LEGISLATORS	5,529,153.30	16,698,042.97	16,698,042.97
SUPERVISORS	1,688,086.65	7,304,156.79	7,304,156.79
TOTAL	15,478,714.09	65,309,570.45	65,309,570.45

SUPPLEMENTARY NOTE 4C PERSONNEL ANALYSIS

		2023			2022
		ACTUAL	BUDGET	VARIANCE	ACTUAL
TOTAL NO. OF EMPLOYEES AT THE BEGINNING OF THE YEAR			0	0	0
TOTAL NO. OF EMPLOYEES EMPLOYED IN 2023		0	0	0	0
TOTAL NO. OF EMPLOYEES RETIRED DURING THE YEAR		0	0	0	0
TOTAL NO. OF EMPLOYEES AT THE END OF THE YEAR 2023		0	0	0	0

NOTE 5A

ANALYSIS OF EMPLOYEES SOCIAL BENEFITS

MONTHS	GRATUITY	PENSION	DEATH BENEFITS	TOTAL
JANUARY	-	17,454,945.23	-	17,454,945.23
FEBRUARY	-	17,693,233.83	-	17,693,233.83
MARCH	-	17,554,208.91	-	17,554,208.91
APRIL	-	17,696,233.19	-	17,696,233.19
MAY	-	17,898,913.47	-	17,898,913.47
JUNE	-	17,729,376.47	-	17,729,376.47
JULY	-	17,784,170.87	-	17,784,170.87
AUGUST	-	17,730,133.66	-	17,730,133.66
SEPTEMBER	-	17,696,967.99	-	17,696,967.99
OCTOBER	-	18,455,196.34	-	18,455,196.34
NOVEMBER	-	17,420,337.76	-	17,420,337.76
DECEMBER	-	17,940,586.15	-	17,940,586.15
GRAND TOTAL	-	213,054,303.87	-	213,054,303.87



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 6A ANALYSIS OF OVERHEAD PAYMENTS

MONTHS	TRAVEL & TRANSPORT - GENERAL	UTILITIES – GENERAL	MATERIALS AND SUPPLY – GENERAL	MAINTENANCE SERVICES – GENERAL	FUEL AND LUBRICANT - GENERAL	FINANCIAL CHARGES - GENERAL	TOTAL
	220201	220202	220203	220204	220207	220209	
	N	N	N		N	N	N
JANUARY	1,096,000.00	1,000,000.00	905,000.00	16,993,100.00	-	27,551,255.35	55,690,355.35
FEBRUARY	1,096,000.00	-	-	-	-	-	1,096,000.00
MARCH	1,096,000.00	1,000,000.00	8,200,400.00	-	-	23,606,600.00	33,903,000.00
APRIL	1,096,000.00	-	-	-	-	-	1,096,000.00
MAY	-	-	5,800,000.00	-	-	33,828,100.00	39,628,100.00
JUNE	1,096,000.00	1,000,000.00	5,106,600.00	-	-	-	7,202,600.00
JULY	1,096,000.00	-	57,890,238.38	-	65,420,000.00	57,890,238.38	182,296,476.76
AUGUST	1,096,000.00	-	29,534,549.80	5,106,600.00	65,320,000.00	43,621,000.00	144,678,149.80
SEPTEMBER	1,096,000.00	-	-	-	65,320,000.00	-	66,416,000.00
OCTOBER	1,096,000.00	-	-	5,106,600.00	65,320,000.00	-	71,522,600.00
NOVEMBER	-	-	10,000,000.00	-	65,320,000.00	-	75,320,000.00
DECEMBER	1,096,000.00	-	-	-	-	64,000,000.00	65,096,000.00
TOTAL	10,960,000.00	3,000,000.00	125,581,788.18	27,206,300.00	326,700,000.00	250,497,193.73	743,945,281.91

SUPPLEMENTARY NOTE 6B ANALYSIS OF OVERHEAD COST FOR THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	ESTIMATE	SUPPLEMENTARY	TOTAL	ACTUAL	SAVINGS	EXCESS
	SECTOR		ADMINISTRATIVE						
1	11100100100	1	CHAIRMAN		29,800,000.00	29,800,000.00	29,757,811.28	42,188.72	-
2	11100100200	1	VICE CHAIRMAN		11,226,013.94	11,226,013.94	11,159,179.23	66,834.71	-
3	11100200100	1	SECRETARY TO THE LG		5,600,000.00	5,600,000.00	5,579,589.61	20,410.39	-
		1	LEGISLATORS		74,400,000.00	74,400,000.00	74,394,528.19	5,471.81	-
		1	ADMINISTRATIVE DEPT	30,000,000.00	222,000,000.00	252,000,000.00	251,081,532.64	918,467.36	-
			Sub Total	30,000,000.00	343,026,013.94	373,026,013.94	371,972,640.95		-
	SECTOR		ECONOMIC	-				-	-
4	11100200400	2	DEPARTMENT OF FINANCE AND SUPPLIES	15,000,000.00	22,200,000.00	37,200,000.00	37,197,264.10	2,735.90	-
5	11100200500	2	DEPARTMENT OF BUDGET, RESEARCH AND STATISTICS	5,000,000.00	21,100,000.00	26,100,000.00	26,038,084.87	61,915.13	-
6	11100200600	2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	12,000,000.00	6,600,000.00	18,600,000.00	18,598,632.05	1,367.95	-
		2	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY	8,000,000.00	141,000,000.00	149,000,000.00	148,789,056.38	210,943.62	-
		2	DEPARTMENT						
			Sub Total	40,000,000.00	190,900,000.00	230,900,000.00	230,623,037.40		-
	SECTOR		LAW & JUSTICE						
9	11100201000	3	LEGAL DEPARTMENT	-			-	-	-
			Sub Total	-			-	-	-
	SECTOR		SOCIAL	-			-	-	-
10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT		55,000,000.00	55,000,000.00	44,636,716.91	10,363,283.09	-
11		4	DEPARTMENT OF PRIMARY HEALTH CARE	-	97,000,000.00	97,000,000.00	96,712,886.65	287,113.35	-
			Sub Total	-	152,000,000.00	152,000,000.00	141,349,603.56		-
	GRAND TOTAL			70,000,000.00	685,926,013.94	755,926,013.94	743,945,281.91	-	-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTAR NOTE 7A DEPRECIATION FOR ASSETS

	BUILDING - GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT -	OFFICE EQUIPMENT		FURNITURE & FITTINGS - GENERAL	TOTAL
ECONOMIC CODE	240101	240102	240103	240104	240105	240106	240106	
					GENERAL	BOOKS		
RATE	2%	5%	10%	20%	25%	3%	20%	
LEGACY ASSETS	32,380,000.00	30,500,000.00	400,000.00	5,000,000.00	2,845,000.00	-	4,678,700.00	75,803,700.00
ASSETS DURING YEAR 2023	3,450,000.00	-	-	-	-	-	-	3,450,000.00
SUB- TOTAL	3,450,000.00	-	-	-	-	-	-	3,450,000.00
GRAND TOTAL	35,830,000.00	30,500,000.00	400,000.00	5,000,000.00	2,845,000.00	-	4,678,700.00	79,253,700.00

SUPPLEMENTAR NOTE 7B DEPRECIATION FOR ASSETS ACQUIRED DURING THE YEAR 2023

MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	
ECONOMIC CODE	240101	240102	240103	240104	240105	240106	
	0.02/12	0.05/12	10%	20%	25%	20%	
JANUARY	-	-	-	-	-	-	-
FEBRUARY	-	-	-	-	-	-	-
MARCH	-	-	-	-	-	-	-
APRIL	-	-	-	-	-	-	-
MAY	-	-	-	-	-	-	-
JUNE	-	-	-	-	-	-	-
JULY	-	-	-	-	-	-	-
AUGUST	-	-	-	-	-	-	-
SEPTEMBER	-	-	-	-	-	-	-
OCTOBER	1,150,000.00	-	-	-	-	-	1,150,000.00
NOVEMBER	1,150,000.00	-	-	-	-	-	1,150,000.00
DECEMBER	1,150,000.00	-	-	-	-	-	1,150,000.00
GRAND TOTAL	3,450,000.00	-	-	-	-	-	3,450,000.00

THE DEPRECIATION IS PRO RATED ACCORDING TO THE MONTH OF THE YEAR THE ASSETS VALUE IS CAPITALISED.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTAR NOTE 8A
TRANSFER TO OTHER GOVERNMENT ENTITIES

ECONOMIC CODE	DESCRIPTION	NOTES	2023			2022
			ACTUAL	BUDGET	VARIANCE	ACTUAL
	COMMON SERVICES	SEE SUPL. NOTE 14B	7,500,000.00		-	-
	TRAINING FUND		33,859,441.41			
	TOTAL		41,359,441.41		-	-

SUPPLEMENTARY NOTE 8B					
ANALYSIS OF STATUTORY TRANSFERS					
MONTHS	TRAINING FUND	COMMON SERVICES	PENSION	TOTAL	TOTAL
	N	N	N	N	N
JANUARY	3,022,761.93	625,000.00		3,647,761.93	
FEBUARY	2,689,854.70	625,000.00		3,314,854.70	
MARCH	2,190,480.75	625,000.00		2,815,480.75	
APRIL	2,607,978.35	625,000.00		3,232,978.35	
MAY	2,561,889.92	625,000.00		3,186,889.92	
JUNE	2,563,609.23	625,000.00		3,188,609.23	
JULY	3,090,543.93	625,000.00		3,715,543.93	
AUGUST	3,091,945.81	625,000.00		3,716,945.81	
SEPTEMBE	2,843,142.01	625,000.00		3,468,142.01	
OCTOBER	2,913,152.45	625,000.00		3,538,152.45	
NOVEMBER	3,027,991.88	625,000.00		3,652,991.88	
DECEMBER	3,256,095.45	625,000.00		3,881,095.45	
TOTAL	33,859,446.41	7,500,000.00	-	41,359,446.41	-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 9A CASH AND CASH EQUIVALENTS

DESCRIPTION	REF. S. NOTE	2023	2022
CASH IN HAND		-	-
CASH AT BANK	16B	31,805,199.76	17,575.26
TOTAL		31,805,199.76	17,575.26

SUPPLEMENTARY NOTE 9B CASH AND CASH EQUIVALENTS

	PREMIUM BANK			FCMB BANK	GLOBUS BANK			ACCESS BANK		
RECEIPTS	N	N	N	N	N	N	N	N	N	N
OPENING BALANCE				17,575.26						17,575.26
JANUARY		-	-	302,731,694.09	-	-	-	154,120.86	-	
FEBRUARY		-	-	21,206,951.58	-	-	-	136,758,491.94	-	
MARCH		-	-	45,862,236.16	-	-	-	165,140,422.84	-	
APRIL		-	-	5,692,534.78	-	-	-	299,266,898.76	-	
MAY		-	-	45,988,785.57	-	-	-	307,899,580.92	-	
JUNE	163,240,700.68			24,067,559.09	-	-	-	213,152,305.56	-	
JULY		-	-	33,408,865.21	-	-	-	181,187,932.52	-	
AUGUST		-	-	41,270,437.66	-	-	-	231,730,290.22	-	
SEPTEMBER		-	-	-	-	89,790,185.00	-	139,603,754.46	-	
OCTOBER		-	-	-	-	712,486,879.00	-	40,472,817.74	-	
NOVEMBER		-	-	-	-	180,412,229.17	-	-	-	
DECEMBER		-	-	-	-	140,772,025.19	-	-	-	
TOTAL	163,240,700.68	-	-	520,246,639.40	-	1,123,461,318.36	-	1,715,366,615.82	-	
CLOSING BALANCE	38,915.62		-		8,397,752.70		23,188,817.89		179,713.55	31,805,199.76



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 10A PROPERTY PLANT AND EQUIPMENT

	BUILDING – GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT - GENERAL	OFFICE EQUIPMENT - GENERAL	FURNITURE AND FITTINGS	TOTAL
	320101	320102	320103	320104	320105	320106	
CARRYING AMOUNT 01/01/2023	1,619,000,000.00	610,000,000.00	4,000,000.00	25,000,000.00	11,380,000.00	23,393,500.00	2,292,773,500.00
ADD ASSET DURING THE YEAR (SEE - SUPPLEMENTARY NOTE	690,000,000.00	-	-	-	-	-	690,000,000.00
TOTAL ASSETS	2,309,000,000.00	610,000,000.00	4,000,000.00	25,000,000.00	11,380,000.00	23,393,500.00	2,982,773,500.00
LESS DEPRECIATION	35,830,000.00	30,500,000.00	400,000.00	5,000,000.00	2,845,000.00	4,678,700.00	79,253,700.00
CARRYING AMOUN 31/12/2023	2,273,170,000.00	579,500,000.00	3,600,000.00	20,000,000.00	8,535,000.00	18,714,800.00	2,903,519,800.00

SUPPLEMENTARY NOTE 10B

PURCHASES/CONSTRUCTION OF PROPERTY PLANT AND EQUIPMENT (PPE) DURING THE YEAR 2023

MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	
JANUARY	-	-	-	-	-	-	-
FEBRUARY	-	-	-	-	-	-	-
MARCH	-	-	-	-	-	-	-
APRIL	-	-	-	-	-	-	-
MAY	-	-	-	-	-	-	-
JUNE	-	-	-	-	-	-	-
JULY	-	-	-	-	-	-	-
AUGUST	-	-	-	-	-	-	-
SEPTEMBER	-	-	-	-	-	-	-
OCTOBER	690,000,000.00	-	-	-	-	-	690,000,000.00
NOVEMBE	-	-	-	-	-	-	-
DECEMBER	-	-	-	-	-	-	-
GRAND TOTAL	690,000,000.00	-	-	-	-	-	690,000,000.00

SUPPLEMENTARY NOTE 10C

ANALYSIS OF PROPERTY PLANT AND EQUIPMENT

DETAILS	CLASS OF PPE						TOTAL
	LAND & BUILDING – SEE SUPPLEMENTARY NOTE 20D	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT (– SEE SUPPLEMENTARY NOTE 20D)	FURNITURE AND FITTINGS	
LEGACY ASSETS	1,619,000,000.00	610,000,000.00	4,000,000.00	25,000,000.00	11,380,000.00	23,393,500.00	2,292,773,500.00
ASSETS FOR THE YEAR	690,000,000.00	-	-	-	-	-	690,000,000.00
SUB TOTAL (A)	2,309,000,000.00	610,000,000.00	4,000,000.00	25,000,000.00	11,380,000.00	23,393,500.00	2,982,773,500.00
DEP. RATE	2%	5%	10%	20%		20%	
DEP. LEGACY ASSETS	32,380,000.00	30,500,000.00	400,000.00	5,000,000.00	2,845,000.00	4,678,700.00	75,803,700.00
DEP. ASSETS DURING YEAR	3,450,000.00	-	-	-	-	-	3,450,000.00
TOTAL DEPRECIATION (B)	35,830,000.00	30,500,000.00	400,000.00	5,000,000.00	2,845,000.00	4,678,700.00	79,253,700.00
NET BOOK VALUE (A - B)	2,273,170,000.00	579,500,000.00	3,600,000.00	20,000,000.00	8,535,000.00	18,714,800.00	2,903,519,800.00
THE LEGACY ASSETS VALUE WERE THE FAIR VALUE OF PPE AS AT 01/01/2023							



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 10D ANALYSIS OF PROPERTY PLANT AND EQUIPMENT

DETAILS	CLASS OF PPE					
	LAND & BUILDING			OFFICE EQUIPMENT		
	LAND	BUILDING	TOTAL LAND AND BUILDING	BOOKS	OTHER EQUIPMENTS	TOTAL OFFICE EQUIPMENT
LEGACY ASSETS		1,619,000,000.00	1,619,000,000.00	-	11,380,000.00	11,380,000.00
ASSETS DURING THE YEAR	-	690,000,000.00	690,000,000.00	-	-	-
SUB TOTAL (A)	-	2,309,000,000.00	2,309,000,000.00	-	11,380,000.00	11,380,000.00
DEP. RATE	-	2%		3%	25%	
DEP. LEGACY ASSETS	-	32,380,000.00	32,380,000.00	-	2,845,000.00	2,845,000.00
ASSETS DURING YEAR	-	3,450,000.00	3,450,000.00	-	-	-
TOTAL DEPRECIATION (B)	-	35,830,000.00	35,830,000.00	-	2,845,000.00	2,845,000.00
NET BOOK VALUE A-B	-	2,273,170,000.00	2,273,170,000.00	-	8,535,000.00	8,535,000.00

SUPPLEMENTARY NOTE 11A BORROWINGS (LONG TERM LOANS) AS AT 31ST DECEMBER, 2023.

S/NO	INSITUIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
A	EXTERNAL LOANS (SEE – SUPPL. NOTE 225A)	-	-	-	-	-	-
B	DOMESTIC LOANS (SEE - SUPPL. NOTE 22B)	87,397,009.27	-	8,372,388.26	3,836,844.26	12,209,232.52	75,187,776.75
	SUB TOTAL	87,397,009.27	-	8,372,388.26	3,836,844.26	12,209,232.52	75,187,776.75

SUPPLEMENTARY NOTE 11B LONG TERM BORROWINGS (INTERNAL LOANS) AS AT 31ST DECEMBER 2023

S/NO	INSITUIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
1	LGA SALARY BALLOUT	87,397,009.27	-	8,372,388.26	3,836,844.26	12,209,232.52	75,187,776.75
	TOTAL DOMESTIC	87,397,009.27	-	8,372,388.26	3,836,844.26	12,209,232.52	75,187,776.75

SUPPLEMENTARY NOTE 12A ANALYSIS OF TRANSITIONAL RESERVES

YEAR	CASH AND CASH EQUIVALENT 2022	LEGACY ASSETS CAPITALISED	LIABILITIES OVER ASSETS 2022	TOTAL
1/1/2023	17,575.26	2,292,773,500.00	(87,397,009.27)	2,205,394,065.99



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 13A SURPLUS/ DEFICIT

YEAR				DEFICT	SURPLUS
				DR	CR
				N	N
2023					654,743,157.02
TOTAL				-	-

SUPPLEMENTARY NOTE 14A ANALYSIS OF PURCHASE/ CONSTRUCTION OF PPE DURING THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	BUDGET	ACTUAL	SAVINGS	EXCESS	FINAL BUDGET	ACTUAL	EXCESS	SAVINGS
	SECTOR		ADMINISTRATIVE								
1		1	OFFICE OF THE CHAIRMAN	-	-	-	-	-	-	-	-
2		1	VICE CHAIRMAN	-	-	-	-	-	-	-	-
3		1	SECRETARY TO THE LG	-	-	-	-	-	-	-	-
		1	LEGISLATORS								
		1	ADMINISTRATIVE DEPT	700,000,000.00	690,000,000.00	10,000,000.00		10,000,000.00	-	-	10,000,000.00
	SECTOR		ECONOMIC	-	-	-	-	-	-	-	-
4		2	DEPARTMENT OF FINANCE AND SUPPLIES	-	-	-	-	-	-	-	-
5		2	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	-	-	-	-	-	-	-	-
6		2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-	-	-	-	-	-	-	-
		2	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY	-	-	-	-	-	-	-	-
	SECTOR		LAW & JUSTICE					-	-	-	-
9		3	LEGAL DEPARTMENT	-	-	-	-	-	-	-	-
	SECTOR		SOCIAL	-	-	-	-				
10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	-	-	-	-	-	-	-	-
11		4	DEPARTMENT OF PRIMARY HEALTH CARE	-	-	-	-				
	GRAND TOTAL			700,000,000.00	690,000,000.00	10,000,000.00	-				



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SAGBAMA LOCAL GOVERNMENT AREA								
SECTOR	2022				2023			
	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure
ADMINISTRATION SECTOR								
OFFICE OF THE CHAIRMAN								
Chairman	150,831,791.79	78,806,387.74	-	78,806,387.74	9,322,772.88	55,751,517.83	-	55,751,517.83
Vice- Chairman	-	22,645,370.84		22,645,370.84		16,785,493.13	-	16,785,493.13
Internal Audit	-	-		-		-	-	-
Adviser/Assistant to the Chairman/ Vice Chairman	-	4,200,000.00	-	-		7,626,910.65	-	7,626,910.65
LOCAL GOVERNMENT COUNCIL	-	-	-	-	-	-	-	-
The Council	107,291,005.90	139,576,147.04	-	139,576,147.04	41,223,860.34	91,092,571.16	-	91,092,571.16
Assistants/Aides/Advisers	-	-	-	-	-	-	-	-
Council Committees	-	9,100,000.00	-	-	-	7,304,156.79	-	7,304,156.79
Office of the House Leader	-	-	-	-	-	-	-	-
Office of the Deputy Leader	-	-	-	-	-	-	-	-
Office of the Majority Leader	-	-	-	-	-	-	-	-
Office of the Deputy Majority Leader	-	-	-	-	-	-	-	-
Office of the Chief Whip	-	-	-	-	-	-	-	-
Office of the Deputy Chief Whip	-	-	-	-	-	-	-	-
Clerk to the House	-	-	-	-	-	-	-	-
OFFICE OF THE HEAD OF LOCAL GOVERNMENT SERVICE	-	-	-	-	-	-	-	-
Office of the Head of Local Government Service	-	412,910,636.34	-	412,910,636.34	210,195,506.04	371,890,569.77	-	371,890,569.77
ADMINISTRATION & GENERAL SERVICES	-	-	-	-	-	-	-	-
Administration and General Services	244,606,800.53	655,993,728.27	-	655,993,728.27	331,745,094.24	792,442,830.27	-	792,442,830.27



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SECRETARY TO THE LOCAL GOVERNMENT	-	-	-	-	-	-	-	-
Secretary to the Local Government	5,184,635.88	10,252,456.96	-	10,252,456.96	2,060,439.60	7,640,029.21	-	7,640,029.21
ECONOMIC SECTOR	-	-	-	-	-	-	-	-
DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-	-	-	-	-	-	-	-
Department of Agriculture & Natural Resources	18,514,710.58	24,035,286.76	-	24,035,286.76	33,083,525.44	18,598,632.05	-	18,598,632.05
DEPARTMENT OF FINANCE AND SUPPLIES	-	-	-	-	-	-	-	-
Department of Finance and Supplies	101,442,076.73	48,070,573.52	-	48,070,573.52	102,568,428.36	37,197,264.10	-	37,197,264.10
DEPARTMENT OF WORKS, TRANSPORT, HOUSING, LANDS & SURVEY	-	-	-	-	-	-	-	-
Department of Works, Transport, Housing, Lands & Survey	76,582,097.62	192,282,294.08	58,781,000.00	251,063,294.08	191,410,997.24	148,789,056.38	690,000,000.00	838,789,056.38
DEPARTMENT OF BUDGET, PLANNING, RESEARCH & STATISTICS (BPRS)	-	-	-	-	-	-	-	-
Department of Budget, Planning, Research & Statistics (BPRS)	8,160,959.21	33,649,401.46	-	33,649,401.46	15,988,495.04	26,038,084.87	-	26,038,084.87
WATER, SANITATION & HYGIENE (WASH)	-	-	-	-	-	-	-	-
Water, Sanitation & Hygiene (WASH)	-	-	-	-	-	-	-	-
SOCIAL SECTOR	-	-	-	-	-	-	-	-
WOMEN DEVELOPMENT OFFICE	-	-	-	-	-	-	-	-
Women Development Office	-	-	-	-	-	-	-	-
DEPARTMENT OF SOCIAL DEVELOPMENT	-	-	-	-	-	-	-	-
Department of social Development	-	-	-	-	-	-	-	-
DEPARTMENT OF EDUCATION	-	-	-	-	-	-	-	-
Department of Education	652,114,346.26	767,105,776.48	-	767,105,776.48	759,653,938.91	737,425,730.65	-	737,425,730.65
DEPARTMENT OF HEALTH	-	-	-	-	-	-	-	-
Department of Primary Health Care	449,347,013.48	426,375,338.10	-	426,375,338.10	298,957,052.75	441,860,985.09	-	441,860,985.09
TOTAL	1,814,075,437.98	2,825,003,397.59	58,781,000.00	2,883,784,397.59	1,996,210,110.84	2,760,443,831.94	690,000,000.00	3,450,443,831.94



SAGBAMA LOCAL GOVERNMENT

Telegram: LOGGOVCHAIR
Telephone:

Our Ref: _____

Your Ref: _____
(All correspondence to be addressed to the Chairman)



P. O. BOX 2
Sagbama Town
Bayelsa State, Nigeria.

Date: 8th May, 2024

STATEMENT OF ACCOUNTING POLICIES (IPSAS ACCRUAL)

ISSUED BY
OFFICE OF THE ACCOUNTANT - GENERAL
BAYELSA STATE OF NIGERIA
2023





Introduction

In line with the adoption of the International Public Sector Accounting Standards (IPSAS) in Nigeria, a Standardised Chart of Account (COA) alongside with a set of General-Purpose Financial Statements (GPFS) have been designed and introduced by Federation Accounts Allocation Committee (FAAC) for adoption by all tiers of Government in Nigeria.

The standardised COA and the GPFS have been adopted by Sagbama Local Government Council to comply with FAAC directive in order to harmonise public sector accounts reporting in Nigeria.

In order to ensure an effective and efficient utilisation of the COA and GPFS, the Accounting Policies have been developed as a set of guidelines to direct the Processes and Procedures relating to financial reporting in Sagbama Local Government Council. These policies shall form part of the universally agreed framework for financial reporting in Bayelsa State.

IPSAS ACCRUAL BASIS OF ACCOUNTING

The GPFS are prepared under the historical cost convention and in accordance with International Public Sector Accounting Standards (IPSAS) and other applicable standards as defined by the Fiscal Responsibility Law (FRL) and the Financial Reporting Council of Nigeria. In addition, GPFS are in compliance with the provisions of other financial regulations of the State.

This Accounting Policy addresses the following fundamental accounting issues:

- Definition of Accounting Terminologies
- Recognition of Accounting Items
- Measurement of Accounting Items
- Treatment of Accounting items

The Accounting Policy is subject to periodic reviews and updates as shall be deemed necessary by the Accountant-General of Bayelsa State.



1. **Accounting Terminologies / Definitions**

- **Accounting policies** are the specific principles, bases, conventions, rules and practices adopted by the Bayelsa State Government in preparing and presenting Financial Statements.
- **Accrual basis means** a basis of accounting that recognizes transactions and other events immediately when revenue is earned or expenses incurred.
- **Cash:** Cash comprises cash in hand, demand deposits in financial institutions and cash equivalents.
- **Cash equivalents** are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.
- **Cash flows** are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.
- **Cash receipts** are cash inflows.
- **Cash payments** are cash outflows.
- **Cash Controlled by Bayelsa State Government:** Cash is deemed to be controlled by Bayelsa State Government when the government can freely use the available cash for the achievement of its objectives or enjoy benefit from the cash, and can also exclude or regulate the access of others to that benefit. Cash collected by, or appropriated or granted to the government which the government can freely use to fund its operating objectives, such as acquiring of capital assets or repaying its debt is controlled by the government.
- **Government Business Enterprise** means a ministry, department or agency that has all the following characteristics:
 - Is an entity with the power to contract in its own name;
 - Has been assigned the financial and operational authority to carry on a Business;
 - Sells goods and services, in the normal course of its business, to other MDAs and the general public at a profit or full cost recovery;



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

- Is not reliant on continuing government funding or subvention to remain a going concern (other than purchases of outputs at arm's length); and
- Is controlled by a public sector management or the government.

Notes to the GPFS

- This shall include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information
- Notes shall be presented in a systematic manner. The items in the Statements should cross reference to any related information in the notes.

2. Fundamental Accounting Concepts

The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State:

- Accrual Basis of Accounting;
- Under-stability;
- Materiality,
- Relevance;
- Going Concern Concept;
- Consistency Concept
- Prudence
- Completeness, etc.

3. Accounting Period

The accounting year (fiscal year) is from 1st January to 31st December in line with the National Treasury Circular Ref. OAGF/CAD/026/V.1/102 of 30th December, 2013. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.

4. Reporting Currency

- The General Purpose Financial Statements are prepared in Nigerian Naira.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

5.	General Purpose Financial Statements (GPFS) The GPFS comprise of the followings: • Statement of Financial Performance; • Statement of Financial Position; • Statement of Cashflow; • Statement of Net Asset/Equity; • Notes to the Accounts: Additional disclosures to explain the GPFS; and
6.	Consolidation Policy • The Consolidation of the GPFS is based on Accrual Basis of Accounting • All Ministries, Department and Agencies (MDAs) of Bayelsa State Government except Government Business Enterprises (GBEs) shall be consolidated. • Consolidation of the GPFS shall be in agreement with the provisions of IPSAS
7.	Notes to the GPFS ▪ Notes to the GPFS shall be presented in a systematic manner. The items in the Statement should cross reference to any related information in the Notes. ▪ It shall follow the format provided in the Accounting Manual.
8.	Comparative Information • The General Purpose Financial Statements shall disclose all numerical information relating to previous period (at least one year).
9.	Budget Figures • These are figures from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State.
10.	Revenue: Fees, taxes and fines



- In this GPFS revenue is recognizes from non-exchange transactions such as fees, taxes and fines when the event occurs and the assets recognition criteria are met.
- Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the government and the fair value of the asset will flow to the government and fair value of the asset can be measured reliably.

Other operating revenues

- Other operating revenues arises from exchange transactions in the ordinary course of Government activities.
- Revenues comprise the fair value of the consideration received or receivable for the sale of good and services in the ordinary course of government activities.
- Revenue is shown net of tax, returns, rebates and discounts.

Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership has been transferred to buyer, usually when goods are delivered.

Other revenue

- Other revenue consists of gains on disposal of property, plant and equipment.

Any gain on disposal is recognized at the date control of the asset is passed to the buyer and is determined after deducting from the proceeds the carrying value of the asset at that time.

11.

Aid and Grants:

- Aid and Grants to the Bayelsa State Government is recognized as income on entitlement, while aid and grants to other governments/agencies are recpgnized as expenditure on commitment.

12.

Subsidies, Donations and Endowments



	Subsidies, Donations and endowments to the Government are recognized as income when money is received, or entitlement to receive money is established, except where fulfillment of any restrictions attached to these monies is not probable.
13.	Transfers from other government entities Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on receipt of the asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the government and can be measured.
14.	Expenses All expenses shall be reported on an accrual basis, i.e. all expenses are to be recognized in the period they are incurred or when the related services are enjoyed, irrespective of when the payment is made.
15.	Employee Benefits/Pension obligations: Under the Defined Benefits Scheme. - Provision has been made, where applicable, using an actuarial valuation determines the extent of anticipated entitlement payable under employment contracts and brings to account a liability using the present value measurement basis, which discounts expected future cash flows. - To the extent that it is anticipated that the liability will arise during the following year the entitlement are recorded as Current Liabilities. The remainder of the anticipated entitlements are records as Non- Current Liabilities. Under the Defined Contribution Scheme - Public entities make pension and national insurance contributions on behalf of employees in line with Pension Act 2014. The contributions are treated as payments to a defined contribution pension plan. - A defined contribution plan is a pension plan under which fund managed by Pension Fund Administrators(PFAs)



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	• The Government has no legal or constructive obligations to pay further contributions if the pension Entity does not hold sufficient assets in the current and prior periods. • The contributions are recognized as employee benefit expense when they are due. • Prepaid contributions are recognized as an assets to the extent that a cash refund or a reduction in the future payments is available.
16.	Interest on Loans: • Interest on loans shall be treated as expenditure or as a charge in the financial performance report (Statement of Financial Performance) • Interest expense is accrued using the effective interest rate method. • The effective interest rate exactly discounts estimated future cash payments through there expected life of the financial liability to that liability's net carrying amount. • The method applies this rate to the principal outstanding to determine interest expense in each period.
17.	Foreign currency transactions: • Foreign Currency Transactions throughout the year shall be converted into Nigerian Naira at the ruling (Central Bank of Nigeria –CBN) rate of exchange at the dates of the transactions. Foreign currency balances, as at the year end, shall be translated at the exchange rates prevailing on that date. • At the end of the financial year, additional amounts (in cash or at bank) arising out of Foreign Exchange Gains/Losses shall be recognised in the Statement of Cash Receipts and Payments either as Receipts / Payments respectively. • Foreign exchange gains/losses are recognized in the Statement of Financial Performance.
18.	Minority Interest • This represents the interest of external parties during the year under review.
19.	Statement of Cash Flow This statement shall be prepared using the direct method. The Cash Flow Statement shall consists of three (3) sections:



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	• Operating activities section include cash received from all income sources of the government and record the cash payments made for the supply of goods and services • Investing activities section are those activities relating to the acquisition and disposal of non- current assets. • Financial activities section comprise the change in equity and debt capital structure of the government.
20.	Cash & Cash Equivalent • Cash and Cash Equivalent means cash balances on hand, held in bank accounts, demasnd deposits and other highly liquid investments with an original maturity of 6 months or less in which the Entity invests as part of its day-t0-day cash management and are subject to insignificant risk of changes in value. • Cash and Cash Equivalent is reported under Current Assets in the statement of financial position.
21.	Accounts Receivable: a. Receivables from exchange transaction ▪ Receivables from exchange transactions are recognized initiallyyat fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. ▪ A provision for impairment of receivables is established when there is objective evidence that entity will not be able to collect all amounts due according to the original terms of the receivables. b. Receivables from non-exchange transactions ▪ Receivables from non-exchange transactions comprises; fees, taxes and fines (and any penalties associated with these activities) as well as social benefit receivables that do not arise out of a contract. ▪ These receivables are initially assessed at nominal amount or face value; that is, the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	▪ These receivables are subsequently adjusted for penalties as they are charged and tested for impairment. ▪ Interest and penalties charged on tax receivables are presented as tax revenue in the statement of financial performance.
22.	Prepayments. ▪ Prepaid expenses are amounts paid in advance of receipt of goods or services. ▪ They can represent payments made early in the year for benefits to be received over the latter part of the year, or payments made in one year for benefits to be received in subsequent years. ▪ Prepayments for which the benefits are to be derived in the following 12 months should be classified as Current Assets. Where the benefits are expected to accrue beyond the next 12 months, it should be accounted for as a Long-Term Prepayment and classified as Non-Current Assets. ▪ Prepayments that are identifiable with specific future revenue or event, e.g. adverts, should be expensed in the period in which the related event takes place; those that relate to specific time periods, e.g. insurance, rent, leasehold premises, should be recognised as an expense in such periods. ▪ Prepayments not exceeding e.g. N10, 000 shall be expensed immediately, except there is a possibility of obtaining a refund or credit within the same financial year.
23.	Inventories: ▪ Inventories are valued at the lower of cost and net realisable value. ▪ Cost is determined using the FIFO method. ▪ Inventories held for distribution for public benefit purposes are recorded at cost, adjusted where applicable for any loss of services potential. ▪ Inventories are reported under Current Assets in the Statement of Financial Position.
24.	Loans Granted: Loans Granted are shown at estimated realisable value after providing for bad, doubtful debts and impairments.
25.	Investments:



Investments in associates.

- An Entity's investments in its associates are accounted for using the equity method of accounting.
- An associate is an Entity over which Entity has significant influence and that is neither a subsidiary nor a joint venture.
- Under the equity method, investments in associates are carried in the statement of financial position at cost plus post acquisition changes in Entity's share of net assets of the associate. d. The statement of financial performance reflects the share of the results of operations of the associates.
- Where there has been a change recognised directly in the equity of the associate, Entity recognises its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity.
- Surpluses and deficits resulting from transactions between the Government and the associate are eliminated to the extent of the interest in the associate.

Investments in joint ventures.

- A Public Entity's investments in its joint ventures are accounted for using the equity method of accounting.
- A joint venture is a contractual arrangement whereby two or more parties undertake an economic activity that is subject to joint control.
- Under the equity method, investments in joint ventures are carried in the consolidated statement of financial position at cost plus post acquisition charges in Entity's share of net assets of the joint venture.
- The statement of financial performance reflects the share of the results of operations of the joint venture.
- Where there has been a change recognised directly in the equity of the joint venture, an Entity should recognise its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity.
- Surpluses and deficits resulting from transactions between Public Entity and Joint ventures are eliminated to the extent of the interest in the joint venture.



Investment in Controlled entities (subsidiaries)

- The controlled entities are all entities (including special purpose entities) over which a Public Entity or its entities has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights.
- The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether Public Entity controls another Entity.
- The controlled entities are fully consolidated from the date on which control is transferred to the Public Entity. They are de-consolidated from the date that control ceases.
- Inter-group transactions, balances and unrealised gains on transactions between inter-group transactions are eliminated, unrealised losses are also eliminated.
- Accounting policies of controlled entities are consistent with the policies adopted by the Public Entity.

Impairment of Investments.

Entity determines at each reporting date whether there is any objective evidence that the investment is impaired, if this is the case Entity calculates the amount of impairment as being the difference between the recoverable value of the investment and the carrying value and recognises the amount in the statement of financial performance.

26. Available for sale securities

- Where and Entity uses its surplus cash to purchase short-term investments, the financial assets are classified at initial recognition as available-for-sale.
- Available-for-sale financial assets are included in non-current assets unless Entity intends to dispose of the investment within 12 months of the reporting date.
- Regular purchases and sales of financial assets are recognized at fair value on the trade-date (the date on which Entity commits to purchase or sell the



	asset) and subsequently at fair value with any resultant fair value gains or losses recognised in the statement of Net Assets/Equity. ▪ Realized gains and losses on sale of available-for-sale securities are recognized in the consolidated statement of financial performance as 'gains and losses from available-for-sale securities.' ▪ Impairment losses and interest on available-for-sale securities is calculated using the effective interest method and is recognized in the consolidated statement of financial performance as part of other income. ▪ The fair values of quoted investments are based on current bid prices. If the market for a financial asset is not active, the entity shall establish fair value using valuation techniques. These include: i. the use of recent arm's length transactions, ii. reference to other instruments that are substantially the same iii. discounted cash flow analysis iv. and option pricing models v. making maximum use of market inputs and relying as little as possible on entity-specific inputs. ▪ Entities shall ascertain at the date of preparation of each statement of financial report whether there is objective evidence that a financial asset or a group of financial assets is impaired. ▪ In the case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of the security below its cost is considered as an indicator that the securities are impaired. ▪ If any such evidence exists for available-for-sale financial assets, the cumulative loss – measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognized is recognized in the statement of financial performance.
27.	Property, Plant & Equipment (PPE) ▪ All property, plant and equipment are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.



- Where an asset (other than land) is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially recognised at fair value, where fair value can be reliably determined and as income in the statement of financial performance (unless there are restrictions on the asset's use in which case income is deferred).
- All land held by Government owned entities is not included in the Entity's financial statements unless that land is to be used for development purposes.
- The following shall constitute expenditure on PPE: i. Amounts incurred on the purchase of such assets. Consumables are to be wholly expensed irrespective of their amounts. ii. Construction Cost- including materials, labour and overheads. iii. Improvements to existing PPE, which significantly enhance their useful life.

Cost

- The cost of an item of PPE shall comprise: its purchase price, including import and non-recurring costs and any directly attributable costs of bringing the asset to its location and working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. a. PPE shall be stated at cost or at their professional valuation less accumulated depreciation and impairment. b. The amount recorded for a PPE shall include all costs directly related to its acquisition including expenditures incurred to place the asset in usable condition for the Service. Accordingly, the cost of the assets shall include acquisition or construction costs, custom duties, transportation charges, professional fees and installation costs. Cash discounts shall be netted against the cost of the assets.

Capitalisation

- The capitalisation threshold shall be N250,000.00(Two hundred and fifty thousand naira only).
- Only amounts spent in connection with the above and whose values exceed (Two hundred and fifty thousand naira) N250, 000 shall be capitalised.
- All assets equal to or above this amount shall be recorded in the Fixed Assets Register. However in certain cases, it may be appropriate to aggregate



individually insignificant value items such as chairs and tables, printers and UPS, etc. and apply the capitalisation threshold to the aggregate value.

- Fixed assets whose costs are below the capitalization threshold shall be charged appropriately to the following accounts: office supplies – furniture, office supplies – IT equipment, office supplies – household equipments, etc.
- Where an asset's category already exists for a newly acquired asset below the capitalisation threshold, such an asset shall be capitalised irrespective of its cost and recorded in the fixed assets register under the appropriate category

Depreciation

The cost of PPE shall be written off, from the time they are brought into use, on a straight line basis over their expected useful lives less any estimated residual value as follows:

- | | |
|--|----------------------------|
| a. Lease Properties | Over the term of the lease |
| b. Buildings | 2% |
| c. Plant and Machinery | 10% |
| d. Motor Vehicles: | 20% |
| e. Office Equipment: | 25% |
| f. IT Equipment: | 25% |
| g. Furniture and Fittings: | 20% |
| h. Infrastructure | 5% |
| i. Books | 3% |
| j. Specific cultural and heritage assets | Unlimited |

- The full depreciation charge shall be applied to PPE in the months of acquisition and disposal, regardless of the day of the month the transactions was carried out.
- Fully depreciated assets that are still in use are carried in the books at a net book value of N10.00



- An asset's carrying amount is written down immediately to its recoverable amount or recoverable service amount if the asset's carrying amount is greater than its estimated recoverable amount or recoverable service amount

Revaluation

- a. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period
- b. Surplus arising from the revaluation shall be transferred to the revaluation reserve in the financial position under reserves and to the statement of changes in net assets/equity.
- c. In case of revaluation deficit, it shall be set against the respective asset value and the corresponding entry to either the revaluation reserve – if surplus exists on the same class of asset, or to the statement of financial performance as an expense.

Disposal

Gains or losses on the disposal of fixed assets are to be included in the income statement as either an income or expense respectively.

Impairment

Entities shall test for impairments of its PPE where it suspects that impairment has occurred.

28.

Investment Property

These are cash-generating property owned by the Government/ its entities. The cost, capitalisation, depreciation and impairment of Investment Property are same with PPE, but shall be reported separately in the GPFS.

29.

Intangible Assets

- a. These shall consist of assets that are not physically tangible which have been acquired and held for use from which benefits are derivable beyond a financial year.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	b. The cost of an item of intangible asset shall comprise: its purchase price, including non-recurring costs and any directly attributable costs of bringing the asset to its state of intended use. Any trade discounts and rebates shall be deducted in arriving at the purchase price. c. Intangible assets are tested for impairment and amortised over the estimated useful life using the straight line method on an annual basis. d. Classes of Intangible Assets and their estimated useful lives are as follows: i. Softwares acquired externally 3 years ii. Goodwill 4 years iii. Copyrights 4 years iv. Trademarks 4 years v. Other Intangible assets 4
30.	Deposits • a. Deposits are amounts received in advance in respect of goods or services provided. • b. Deposits can represent payments received early in the year for goods/services to be offered over the latter part of the year, or payments received in one year for services to be offered in subsequent years. Deposits for which the services are to be offered in the following 12 months shall be classified as Current Liabilities. Where the services are expected to span beyond the next 12 months, it shall be accounted for as a Non-Current Deposits and classified as Non-Current Liabilities.
31.	Loans & Debts ▪ a. Loans are funds received to be paid back at an agreed period of time. They are classified under liability in the General Purpose Financial Statement and are categorised as either short or long term. ▪ b. Short-term loans and debts are those repayable within one calendar year, while long-terms loans and debts shall fall due beyond one calendar year.
32.	Unremitted Deductions



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	a. Unremitted Deductions are monies owed to third parties such as tax authorities, schemes and associations and other government agencies. These include: tax deductions and other deductions at source. b. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.
33.	Payables Payables are recognized initially at fair value and subsequently measured at amortised cost using the effective interest method. Accrued Expenses a. These are monies payable to third parties in respect of goods and services received. b. Accrued Expenses for which payment is due in the next 12 months shall be classified as Current Liabilities. Where the payments are due beyond the next 12 months, it shall be accounted for as Non-Current Liabilities.
34.	Current Portion of Borrowings This is the portion of the long-term loan/ borrow that is due for repayment within the next 12 months. This portion of the borrowings shall be classified under Current Liabilities in the Statement of Financial Position.
35.	Public Funds a. These are balances of Government funds at the end of the financial year. b. They are classified under the Non-Current Liabilities in the Statement of Financial Position and include: Trust Funds, Revolving Funds and other Funds created by Government.
36.	Reserves Reserves are classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/ (Deficit) and the Revaluation Reserve
37.	Contingent Liability a. A contingent liability is a possible obligation arising from past events whose existence will be confirmed only by uncertain future event(s) or present



	obligation arising from past events that are not recognised because either an outflow of economic benefit is not probable or the amount of the obligation cannot be reliably measured. b. Contingent liabilities shall only be disclosed in the Notes to the GPFS.
38.	Leases: Finance leases a. These are leases which effectively transfer to the lessee Entity substantially all the risks and benefits incidental to ownership of the leased item. b. They are capitalised at the present value of the minimum lease payment. c. The leased assets and corresponding liabilities are disclosed while the leased assets are depreciated over the period the Entity is expected to benefit from their use. Operating Leases a. Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. b. Payments made under operating leases (net of any incentives received from the lessor) are charged to the statement of financial performance on a straight-line basis over the period of the lease.
39.	Financial Instruments a. These form part of the Government's everyday operations. These financial instruments include Bank Accounts, Short Term Deposits, Trade and Accounts Receivable, Trade and Accounts Payable and Term Borrowings, all of which are recognised in the Statement of Financial Position. b. Revenue and expenses in relation to all financial instruments are recognised in the Statement of Financial Performance
40.	Borrowings a. Borrowings are recognized initially at fair value, net of transaction costs incurred. b. Borrowings are subsequently stated at amortized cost; any difference between the proceeds (net of transaction costs) and the redemption value is



	recognized in the consolidated statement of financial performance over the period of the borrowings using the effective interest method. c. Fees paid on the establishment of loan facilities are recognized as transaction costs of the loan. The fee is capitalized and amortized over the period of the facility to which it relates. d. Borrowings falling due within 12 months are classified as current liabilities while borrowings falling due more than 12 months are classified as long term borrowings. e. Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized and included in the cost of that asset. f. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. g. All other borrowing costs are recognized as an expense in the period in which they are incurred.
41.	Transfers to other government entities. Transfers to other government entities are non-exchange items and are recognized as expenses in the statement of financial performance.
42.	Service Concession Arrangement: Service Concession Arrangement Assets a. Service Concession Assets are operated by third parties under the terms of Service Concession Arrangements. On classification the original service concession asset is measured at its fair value and any difference between its fair value and its book value is recognised in the Statement of Financial Performance. b. Since the fair value of assets previously transferred under Service Concession Arrangements is not reliably available, Government has chosen to adopt the standard prospectively from 1 January 2016. c. If the terms of the arrangement require Government to compensate the operator for the concession asset by making payments and the payments are



separable between the asset and service portions of the payment then the fair value of the original service concession asset is the fair value of the asset portion of the payments. If however the asset and service portions of the payments are not separable, the fair value is determined using estimation techniques.

Service Concession Arrangement Liabilities

- a. When Government recognises a Service Concession Arrangement asset it also recognises a liability of an equal amount.
- b. The liability is split between a financial liability and a performance obligation.
- c. The financial liability arises from the payments due from an entity under the terms of the Service Concession Arrangement and the performance obligation from the rights granted to the operator under the terms of the Service Concession Arrangement to earn revenues from the Service Concession Assets(s) or associated asset(s).



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



List of Abbreviations/Acronyms

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
FAAC	Federation Accounts Allocation Committee
FGN	Federal Government of Nigeria
FRC	Financial Reporting Council
GAAP	Generally Accepted Accounting Principles
GPFS	General Purpose Financial Statement
IPSAS	International Public Sector Accounting Standards
LFN	Law of the Federal Republic of Nigeria
MDA	Ministries, Departments and Agencies
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
OAG	Office of the Accountant-General
PPE	Properties, Plants and Equipment
FR	Financial Regulation



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act
IGR	Internally Generated Revenue
MDAs	Ministries, Departments, and Agencies
BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
HCF	Honourable Commissioner for Finance
AuG	Auditor-General (State)
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention

Apreala Israel O.
Treasurer



**REPORT OF THE AUDITOR - GENERAL
FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF
SOUTHERN IJAW
LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR
ENDED 31ST DECEMBER, 2023**



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SOUTHERN IJAW LOCAL GOVERNMENT



SILGA/ADM/VOL.1/007

Our Ref: _____

Your Ref: _____

OFFICE:

Southern Ijaw, Local Govt.
Headquarters, Oporoma,
Bayelsa State.

Date: 8th May, 2024

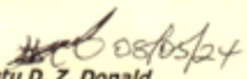
STATEMENT OF FINANCIAL RESPONSIBILITY

These Financial Statements and accounts have been prepared by the Treasurer of Southern Ijaw Local Government Council, Bayelsa State in accordance with the provisions of section 24 of the Finance (Control and Management) LFN 2004 & Section 85(5) of the Federal Republic of Nigeria and other relevant extant laws, regulations and policies. The accounting framework adopted in the preparation of the financial statements and accounts is IPSAS ACCRUAL accounting basis and the Financial Statements comply with generally accepted accounting policies and practice.

To fulfill the accounting and reporting responsibility, the Treasurer of Southern Ijaw Local Government Council is responsible for preparing, reporting, 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 receipt and payment of Public Financial resources by the Local Government.

In compliance with International Public Sector Accounting Standard (IPSAS) 33 (First Time Adoption of Accrual Basis IPSAS) and the guidelines issued by the Federation Account Allocation Committee (FAAC) Technical Sub Committee 2004 on IPSAS implementation, reasonable efforts have been made to ensure that the Financial Statements prepared herein reflect the true and fair view of the financial position of Southern Ijaw Local Government Council as at 31st December, 2023.

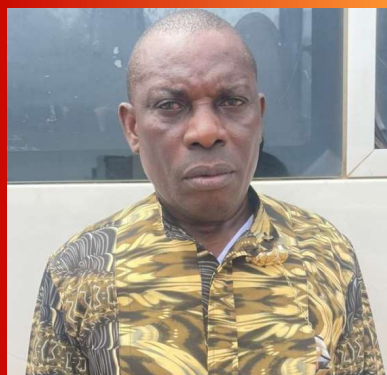
On behalf of Southern Ijaw Local Government Council, I write to accept responsibility for the integrity, credibility and objectivity of the Financial Statements. The information embedded reflects the financial position of the Local Government as at 31st December, 2023.


Aputu D. Z. Donald
Treasurer

 08/05/24
Mr Noel Itade
Head of Local Government



NOEL ITADE
HEAD OF LOCAL GOVERNMENT
SOUTHERN IJAW L.G.A



APUTU D. Z. DONALD
TREASURER/DFS SOUTHERN IJAW LOCAL
GOVERNMENT COUNCIL BAYELSA STATE



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2023

INTRODUCTION

The Financial Statements of Southern Ijaw Local Governments Council for the year ended 31st December 2023 have been examined in accordance with the Generally Accepted Auditing Practice and section 125(2) of the Constitution of the Federal Republic of Nigeria, section 55(3) of the Bayelsa State Audit Law and section 51 subsection 1 and 2 of Bayelsa State Local Government Law 2000.

SUBMISSION OF REPORT

In compliance with Section 5 Sub – section 2 of Bayelsa State Local Government Law 2000, it is my pleasure to humbly lay before the honourable House of Assembly, Bayelsa State, the Auditor – General for Local Governments' report on the accounts of Southern Ijaw Local Government Council for the financial year ended 31st December, 2023.

CONSTITUTIONALITY

In accordance with the section of the Bayelsa State Local Government Law 2000 quoted above, the draft annual report and accounts including the related financial statements for the year ended 31st December 2023, was submitted to my office by the accounting officer on the 8th May, 2024.

STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION (IPSAS)

The General Purpose Financial Statements (GPFS) were prepared in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting. The financial statements were presented in Nigeria Naira (N) and kobo (k) which is the functional and reporting currency in Nigeria. The accounting year to which the financial statements date is from 1st January to 31st December, 2023.

STATEMENT OF COMPLETENESS OF THE LOCAL GOVERNMENT REVENUE

Revenue accruable to Southern Ijaw Local Government Council from the Federation accounts and managed by the State Local Governments Joint Accounts Allocation Committee (SLGJAAC) were fairly stated. I have confirmed the completeness and correctness of the SLGJAAC receipts, the relevant deductions and balances of transfer of the SLGJAAC allocations accruable to the Local Government Council.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

RESPONSIBILITY OF THE ACCOUNTING OFFICER

In line with the provisions of Section 48 subsection 1 of Bayelsa State Local Government Law 2000, the accounting officer is responsible for the preparation of financial statements. He is responsible for the general and overall supervision of all accounting activities of the local government. In carrying out this mandate, he has the responsibility to:

- Ensure that the treasury department of the council keep proper books of accounts that reasonably discloses the financial position of the local government.
- Establish and maintain a functional and adequate system of internal control designed to provide reasonable assurance that the transaction recorded reflect the utilization of the public financial resources.
- Ensure that appropriate accounting policies and estimate are consistently deployed in the preparation of financial statements.
- Taking steps to safeguard the assets of the local government, prevent and detect fraud and irregularities.

RESPONSIBILITIES OF THE AUDITOR – GENERAL FOR LOCAL GOVERNMENTS

The responsibility is to form or express an independent opinion based on the financial statements as presented by the accounting officer of the local government and report to the State House of Assembly.

FINANCIAL HIGHLIGHTS

FIVE YEAR FINANCIAL SUMMARY

Revenue	2023	2022	2021	2020	2019
Description		₦	₦	₦	₦
Opening Balance	597,325.05	474,439.13	158,610.93	104,345.76	35,648.47
Statutory Allocation	4,485,657,388.46	3,656,483,404.37	3,092,026,385.37	2,800,933,656.89	2,970,119,936.90
Independent Revenue	25,494,735.46	24,279,109.42	24,680,538.21	24,164,735.46	24,284,735.46
Other Revenue		36,627,773.77		-	314,283,207.07
Total	4,511,152,123.92	3,717,864,726.69	3,116,865,534.51	2,825,202,738.11	3,308,723,527.90

EXPENDITURE

Expenditure	2023	2022	2021	2020	2019
Description	₦	₦	₦	₦	₦
Personnel Cost	1,616,264,437.07	703,124,691.69	630,597,436.51	784,788,231.72	1,537,207,268.85
Overhead Cost	838,483,103.87	1,064,666,344.95	945,133,658.76	772,998,814.14	550,650,481.57
Other Operating Cost / Statutory Deduction	249,706,002.12	1,148,469,783.93	1,142,917,000.11	1,071,003,734.32	241,104,195.78
Capital Expenditure	1,725,146,259.00	801,006,581.07	397,743,000.00	196,253,350.00	979,657,235.94
Total	4,429,599,802.06	3,717,267,401.64	3,116,391,095.38	2,825,044,130.18	3,308,619,182.14



PATTERNS AND MANNER IN WHICH THE ACCOUNTS WERE KEPT AND RENDERED

Section 48 (1) of Bayelsa State Local Government Law 2000 requires the accounting officer of Southern Ijaw Local Government Council to, within three (3) months after 31st day of December, each year, transmit to the Auditor – General for Local Governments accounts showing the financial position of the local government on the said 31st day of December specified financial summary for five years.

FINANCIAL STATEMENT SUBMITTED FOR AUDIT ARE:

1. Statement of Recurrent Revenue
2. Statement of Recurrent Expenditure
3. Statement of Financial Performance
4. Statement of Financial Position
5. Statement of Cash flow
6. Statement of Changes of Net Asset
7. Statement of external / internal loan
8. Statement of Personnel Cost
9. Statement of Overhead Cost

BOOK-KEEPING AND FINANCIAL CONTROL

Audit observed that the state of book – keeping in Southern Ijaw Local Government Council has improved. In most cases payments are made before payment vouchers are prepared, which has negatively affected the observance of internal control and also hindered early submission of financial statement.

AUDIT QUERIES

Audit raised several queries within the period stated above, but the response of these queries was low due to the timing of the audit exercise.

Audit looks forward to a more timely audit exercise in the near future to ensure that elected officers and other key local government personnels are on ground to give information and explanation that is relevant to the expression of audit opinion.

GENERAL OBSERVATIONS / RECOMMENDATIONS

AUDIT QUERIES

Audit raised some queries within the period which have been responded to by Southern Ijaw Local Government Council.



a. BANK RECONCILIATION

During the period under review, audit observed that some measures were taken to reconcile the bank statements with the bank balance, which is a statutory requirements.

INTERNAL CONTROL

During the period under review Audit Observed that some measures were put in place to strengthen the Internal Control of the Council. However internal Audit department need training and retraining.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

GOVERNMENT OF BAYELSA STATE OF NIGERIA

Office of the Auditor-General for Local Governments

e-mail address: localgovtsauditbys@gmail.com

LGCON.21/VOL.II/111

Our Ref: _____

Your Ref: _____



State Govt. Secretariat
P.M.B. 30 Yenagoa,
Bayelsa State.

25th July, 2024

Date: _____

AUDIT CERTIFICATE

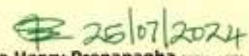
In compliance with section 125(2) of the Constitution of the Federal Republic of Nigeria 1999 (as amended) and Section 55(3) of the Bayelsa State Audit Law 2021, the audit of the Financial Statements of Southern Ijaw Local Government Council of Bayelsa State for the year ended 31st December, 2023 was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

The audit was conducted in accordance with International Standards on Auditing and INTOSAI Auditing Standards

Within the period under review, the information presented in the General Purpose Financial Statements are in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting as prescribed in the statement of accounting policies.

In my opinion, the Financial Statements which agree with the books of Accounts and records show a true and fair view of the Financial Position of Southern Ijaw Local Government Council for the year ended 31st December, 2023.

Office of the Auditor –
General For
Local Governments
P.M.B. 30, Yenagoa


Fagha Henry Prenanagha FCMA, ACT, CIPS, ICIEP
**Auditor – General for
Local Governments
Bayelsa State.**

All Correspondence to be addressed to the Auditor-General for Local Governments



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT I CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE (INCOME & EXPENDITURE) FOR THE YEAR ENDED 31ST DECEMBER, 2023

Actual 2022		Notes	Actual 2023	Final Budget 2023	Initial Budget 2023	Supplementary Budget 2023	Variance on Final Budget
	REVENUE						
2,315,063,729.76	GOVERNMENT SHARE OF FAAC (STATUTORY REVENUE)	1	2,625,715,570.91	4,273,135,426.10	4,273,135,426.10	-	1,647,419,855.19
1,341,419,674.61	GOVERNMENT SHARE OF VAT	2	1,859,941,817.55	1,354,829,130.48	1,354,829,130.48	-	505,112,687.07
-	TAX REVENUE		-	-	-	-	-
24,279,109.42	NON – TAX REVENUE	3	25,494,735.46	51,550,300.00	51,550,300.00	-	26,055,564.54
-	INVESTMENT INCOME		-	-	-	-	-
-	INTEREST EARNED		-	-	-	-	-
-	AID & GRANTS		-	-	-	-	-
36,627,773.77	OTHER REVENUE		-	-	-	-	-
3,717,390,287.56	TOTAL REVENUE		4,511,152,123.92	5,679,514,856.58	4,324,685,726.10	-	1,168,362,732.66
	EXPENDITURE						
1,532,203,477.29	SALARIES & WAGES	4	1,616,264,437.07	1,632,734,373.03	1,632,734,373.03	-	16,469,935.96
238,698,390.51	SOCIAL BENEFITS	5	265,930,230.07	237,720,996.72	237,720,996.72	-	28,209,233.35
1,064,666,344.95	OVERHEAD COST	6	838,483,103.87	840,730,978.27	840,730,978.27	-	2,247,874.40
-	GRANTS & CONTRIBUTIONS		-	-	-	-	-
-	DEPRECIATION	7	198,262,155.66	-	-	-	-
44,064,834.05	TRANSFER TO OTHER GOVT ENTITIES	8	51,443,846.46	42,791,012.00	42,791,012.00	-	8,652,834.46
2,879,633,046.80	TOTAL EXPENDITURE		2,970,383,773.13	-	2,753,977,360.02	-	55,579,878.17
837,757,240.76	SURPLUS FROM OPERATING ACTIVITIES FOR THE PERIOD		1,540,768,350.79	-	-	-	-



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**STATEMENT I
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE (INCOME & EXPENDITURE)
FOR THE YEAR ENDED 31ST DECEMBER, 2023**

-	PUBLIC DEBT REPAYMENT	11	-	-	-	-	-
	GAIN/LOSS ON DISPOSAL OF ASSET						
	GAIN/LOSS ON DISPOSAL OF ASSET						
-	TOTAL NON-OPERATING REVENUE (EXPENSES)		-	-	-	-	-
837,757,240.76	SURPLUS/ (DEFICIT) FROM ORDINARY ACTIVITIES	13	1,540,768,350.79	-	-	-	-
-	MINORITY INTEREST SHARE OF SURPLUS/DEFICIT		-	-	-	-	
837,757,240.76	NET SURPLUS/(DEFICIT) FOR THE PERIOD		1,540,768,350.79	-	-	-	-

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)



Aputu D. Z. Donald
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT 2 CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET) AS AT 31ST DECEMBER, 2023

	Economic Code	Notes	2023		2022	
			₦	₦	₦	₦
ASSETS						
Current Assets						
Cash and Cash Equivalents	3101-4	9A	2,272,339.98		597,325.05	
Inventories	3105		-		-	
Receivables	3106-7		-		-	
Prepayments	3108		-		-	
A				2,272,339.98		597,325.05
Non-Current Assets						
Loans & Debts (short-term)	3110		-		-	
Investments	3109		-		-	
Property, Plant & Equipment	3201	10A	4,440,318,103.34		-	
Investment Property	3202		-		-	
Intangible Assets	3301		-		-	
B				4,440,318,103.34		-
Total Assets C = A+B				4,442,590,443.32		597,325.05
LIABILITIES						
Current Liabilities						
Deposits	4101		-		-	
Short Term Loans & Debts	4102		-		-	
Unremitted Deductions	4103		-		-	



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**STATEMENT 2
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)
AS AT 31ST DECEMBER, 2023**

Accrued Expenses	4104		-		-	
Current Portion of Borrowings	4105		-		-	
D			-	-		-
Non-Current Liabilities						
Public Funds	4601				-	
Borrowings	4602	11A	(14,426,813.90)		26,636,046.42	-
E			(14,426,813.90)	-	-	
Total Liabilities: F = D + E				(14,426,813.90)		26,636,046.42
Net Assets: G = C – F				4,428,163,629.42		27,233,371.47
NET ASSETS/EQUITY						
Reserves	4701	12	2,887,395,278.63		-	
Surpluses/(Deficits)	4702	13	1,540,768,350.79		-	
Total Net Assets/Equity				4,428,163,629.42		27,233,371.47

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)


Aputu D. Z. Donald
Treasurer



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**STATEMENT 3
CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023**

Description	Notes	2023		2022	
		N	N	N	N
CASH FLOWS FROM OPERATING ACTIVITIES					
Inflows					
Government Share of FAAC (Statutory Revenue)	1	2,625,715,570.91		2,315,063,729.76	
Government Share of VAT	2	1,859,941,817.55		1,341,419,674.61	
Direct Taxes		-		-	
Licences		-		-	
Fines		-		-	
Royalties		-		-	
Fees	3A	840,000.00		5,959,109.42	
Earnings & Sales	3A	24,654,735.46		18,320,000.00	
Rents of Government Properties		-			
Investment Income		-		-	
Interest & Repayment General		-		-	
Re- imbursement		-		-	
Funds from Special Accounts		-		-	
Domestic Aid & Grants		-		-	
External Aid & Grants		-		-	
Gains from exchange transactions		-		-	
Other Revenue (e.g. plea Bargain)		-		36,627,773.77	
Total inflow from Operating Activities			4,511,152,123.92		3,717,390,287.56
Outflows					
Salaries & Wages	4A	1,616 264 437 07		1,532 203 477 29	



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**STATEMENT 3
CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023**

Social Benefits	5A	265,930,230.07		238,698,390.51	
Overhead Cost	6A	838,483,103.87		1,064,666,344.95	
Grants & Contributions		-		-	
Subsidies		-		-	
Transfer to other Government Entities	8A	51,443,846.46		44,064,834.05	
Public Debts Repayment		-		-	
Total Outflow from Operating Activities (B)		2,772,121,617.47	(2,772,121,617.47)		(2,879,633,046.80)
Net Cash Inflow/(Outflow) From Operating Activities* C=(A-B)			1,739,030,506.45		837,757,240.76
CASH FLOW FROM INVESTING ACTIVITIES					
Proceeds from Sale of PPE		-		-	
Proceeds from Sales of Investment Property		-		-	
Proceeds from Sale of Intangible Assets		-		-	
Proceeds from Sale of Investment		-		-	
Dividends Received		-		-	
		-		-	
Purchase/Construction of PPE	14	(1,725,146,259.00)		(801,006,581.07)	
Purchase/Construction of Investment Property		-		-	
Purchase of Intangible Assets		-		-	
Acquisition of Investments		-		-	
Net Cash Flow from Investing Activities			(1,725,146,259.00)		(801,006,581.07)



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT 3 CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

CASH FLOW FROM FINANCING ACTIVITIES					
Proceeds from Borrowings	11A	-		-	
Repayment of Borrowings		(12,209,232.52)		(36,627,773.77)	
Distribution of Surplus/Dividends Paid		-		-	
Net Cash Flow from Financing Activities			(12,209,232.52)		(36,627,773.77)
Net Cash Flow from all Activities			1,675,014.93		122,885.92
Cash & Its Equivalent as at 1/1/2023			597,325.05		474,439.13
Cash & Its Equivalent as at 31/12/2023			2,272,339.98		597,325.05
Notes: 1					
RECONCILIATION:					
Surplus/ (Deficit) per Statement of Performance	13	1,540,768,350.79		-	
Add back non cash movement-		-		-	
Depreciation Charges	7A	198,262,155.66		-	
Net Cash Flow from Operating Activities		1,739,030,506.45		-	
Note: 2					
Cash & its equivalent as at 31/12/2023					
Cash Balances		-		-	
Bank Balances	9A			-	597,325.05
		2,272,339.98	2,272,339.98		

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)


Aputu D. Z. Donald
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT 4 CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/ EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2023.

	Note	Revaluation Reserve N	Translation Reserve N	Accumulated Surpluses N	Total N
Balance as at 1st January 2023	12	2,887,395,278.63	-	-	2,887,395,290.63
Changes in Accounting Policy					
Restated Balance		2,887,395,278.63		-	2,887,395,278.63
Surplus on Revaluation of Properties					
Deficit on Revaluation of Investments					
Net Gains and losses not recognized in the statement of Financial Performance					-
Net Surplus for the year	13	1,540,768,350.79	-	-	1,540,768,350.79
Balance as at 31 December 2023		-		-	
Deficit on Revaluation of Property		-		-	
Surplus on Revaluation of Investments		-		-	
Net gains and Losses not Recognized in the Statement of Financial Performance					
Net deficit for the Period					
Balance as at 31 December 2023		4,428,163,629.42	-	-	4,428,163,629.42

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

Aputu D. Z. Donald

Aputu D. Z. Donald
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

NOTES TO THE ACCOUNTS

SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2023

Note	Details	Ref Sup. Note	Amount	Amount		Remarks
1	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	1	1,760,497,146.55			
	Add: Deduction at source	1A	61,105,579.86	1,821,602,726.41		
	Share of Statutory Allocation (Other Agencies)	2		865,218,424.36		
	Share of Statutory Allocation (Excess Crude Oil)			-		
	Total (Gross) Statutory Allocation			2,625,715,570.91		
2	B. Value Added Tax					
	Share of Value Added Tax (VAT)			1,859,941,817.55		
	Internally Generated Revenue (Independent Revenue)					
	NON TAX REVENUE	Ref Sup. Note	Actual	Budget	% Variance	
3	RATES GENERAL (TENEMENT RATE)		-	54,000,000.00		
	LICENSE GENERAL		-	2,500,000.00		
	FEES GENERAL		840,000.00	12,000,000.00		
	FINES GENERAL		-			
	EARNINGS GENERAL		24,654,735.46	21,500,000.00		
	Sale/Rent of Government Property		-			
	TOTAL		25,494,735.46			
4	WAGES AND SALARIES			2023		2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
4A	PERSONNEL COST	4A				
	ADMINISTRATIVE SECTOR		459,578,887.45	-	-	-
	ECONOMIC SECTOR		179,223,185.92	-	-	-
	SOCIAL SECTOR		908,333,793.25	-	-	-
	REGIONAL SECTOR		-	-	-	-
	LAW AND JUSTICE		-	-	-	-
	SUB TOTAL		1,547,135,866.62	-	-	-
4B	CONSOLIDATED REVENUE FUND CHARGES	4B	69,128,570.45	-	-	-
	TOTAL WAGES AND SALARIES		1,616,264,437.07			



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

4C	PERSONNEL ANALYSIS		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	TOTAL NO. OF EMPLOYEES AT THE BEGINNING OF THE YEAR		882			
	TOTAL NO. OF EMPLOYEES EMPLOYED IN 2023		0			
	TOTAL NO. OF EMPLOYEES RETIRED DURING THE YEAR		25			
	TOTAL NO. OF EMPLOYEES AT THE END OF THE YEAR 2023		857			
5	SOCIAL BENEFITS		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	ADMINISTRATIVE SECTOR	5	265,930,230.07			
	ECONOMIC SECTOR		-			
	SOCIAL SECTOR		-			
	REGIONAL SECTOR		-			
	LAW AND JUSTICE		-			
6	OVERHEAD COST		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
6A	OVERHEAD COST BY FUNCTION	6A				
	TRAVEL & TRANSPORT - GENERAL		39,944,500.00			
	UTILITIES – GENERAL		30,066,554.10			
	MATERIALS AND SUPPLY – GENERAL		146,566,311.96			
	MAINTENANCE SERVICES – GENERAL		36,733,000.00			
	FUEL AND LUBRICANT - GENERAL		564,877,048.89			
	FINANCIAL CHARGES - GENERAL		20,295,688.92			
	TOTAL		838,483,103.87			
6B	OVERHEAD COST BY SECTOR	6B				
	ADMINISTRATIVE SECTOR		419,241,551.94			
	ECONOMIC SECTOR		297,661,501.87			
	SOCIAL SECTOR		121,580,050.05			
	REGIONAL SECTOR		-			
	LAW & JUSTICE		-			
	TOTAL		838,483,103.86			
7	DEPRECIATION		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	BUILDING – GENERAL	7A	32,108,502.50			
	INFRASTRUCTURE – GENERAL		42,066,853.16			
	PLANT & MACHINERY – GENERAL		8,000,000.00			
	TRANSPORTATION EQUIPMENT - GENERAL		-			
	OFFICE EQUIPMENT		50,000,000.00			
	FURNITURE & FITTINGS – GENERAL		66,086,800.00			
	TOTAL		198,262,155.66			



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

8	TRANSFER TO OTHER GOVERNMENT ENTITIES				
	COMMON SERVICES	8A	7,500,000.00	-	-
	TRAINING FUNDS		43,943,846.46	-	-
	TOTAL		51,443,846.46	-	-
			-	-	-
9	CASH AND CASH EQUIVALENT	Ref Sup. Note	2023	2022	
	CASH IN HAND		-		
	CASH AT BANK	9A	2,272,339.98	597,325.05	
	TOTAL		2,272,339.98	597,325.05	
10	PROPERTY, PLANT AND EQUIPMENT	Ref Sup. Note	31/12/2023	01/01/2023	
	BUILDING –GENERAL		1,599,992,997.50	1,011,583,625.00	
	INFRASTRUCTURE –GENERAL		2,353,977,905.84	671,352,136.50	
	PLANT & MACHINERY –GENERAL		72,000,000.00	94,061,000.00	
	TRANSPORT EQUIPMENT- GENERAL		-	-	
	OFFICE EQUIPMENT –GENERAL		150,000,000.00	635,000.00	
	FURNITURE AND FITTINGS		264,347,200.00	28,142,000.00	
	TOTAL		4,440,318,103.34	1,805,773,761.50	
11	BORROWINGS	Ref Sup. Note	2023	2022	
	EXTERNAL LOANS				
	DOMESTIC LOANS		14,426,813.90		
	TOTAL				



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

12	RESERVES	Ref Sup. Note	2023	2022		
	FOR THE YEAR		2,887,395,278.63			
13	SURPLUS	Ref Sup. Note	2023	2022		
	FOR THE YEAR		1,540,768,350.79	-		
14	PURCHASE/CONSTRUCTION OF PPE	Ref Sup. Note	2023	2022		
	BUILDING –GENERAL		29,101,500.00			
	INFRASTRUCTURE –GENERAL		1,696,044,759.00			
	PLANT & MACHINERY –GENERAL		-			
	TRANSPORT EQUIPMENT- GENERAL		-			
	OFFICE EQUIPMENT –GENERAL		-			
	FURNITURE AND FITTINGS		-			
	TOTAL		1,725,146,259.00			



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTES TO THE ACCOUNTS

SUPPLEMENTARY NOTE 1 SHARE OF FAAC (STATUTORY REVENUE)

DETAILS/ MONTH	NET RECEIPT SEE SUPPLEMENTARY NOTE 1A	ADD: DEDUCTIONS AT SOURCE (SEE – SUPPLEMENTARY NOTE 1A	GROSS
ECONOMIC CODE	11010101	11010101	
	N	N	N
JANUARY	240,225,647.36	7,206,769.42	247,432,416.78
FEBRUARY	138,727,870.34	4,161,836.11	142,889,706.45
MARCH	132,032,480.13	3,960,974.40	135,993,454.53
APRIL	179,973,470.45	5,399,204.11	185,372,674.56
MAY	127,843,305.41	3,835,299.16	131,678,604.57
JUNE	193,364,164.93	5,800,924.95	199,165,089.88
JULY	108,406,357.74	3,252,190.73	111,658,548.47
AUGUST	140,756,175.03	4,222,685.25	144,978,860.28
SEPTEMBER	119,858,895.15	11,886,432.33	131,745,327.48
OCTOBER	141,020,917.18	4,230,627.52	145,251,544.70
NOVEMBER	109,045,040.35	3,271,351.21	112,316,391.56
DECEMBER	129,242,822.48	3,877,284.67	133,120,107.15
GRAND TOTAL	1,760,497,146.55	61,105,579.86	1,821,602,726.41

SUPPLEMENTARY NOTE 1A NET STATUTORY ALLOCATION

DETAILS/ MONTH	GROSS STATUTORY ALLOCATION (a)	TOTAL DEDUCTIONS (b)	NET ALLOCATION c = (a - b)
ECONOMIC CODE	11010101	11010101	
	N	N	N
JANUARY	247,432,416.78	7,206,769.42	240,225,647.36
FEBRUARY	142,889,706.45	4,161,836.11	138,727,870.34
MARCH	135,993,454.53	3,960,974.40	132,032,480.13
APRIL	185,372,674.56	5,399,204.11	179,973,470.45
MAY	131,678,604.57	3,835,299.16	127,843,305.41
JUNE	199,165,089.88	5,800,924.95	193,364,164.93
JULY	111,658,548.47	3,252,190.73	108,406,357.74
AUGUST	144,978,860.28	4,222,685.25	140,756,175.03
SEPTEMBER	131,745,327.48	11,886,432.33	119,858,895.15
OCTOBER	145,251,544.70	4,230,627.52	141,020,917.18
NOVEMBER	112,316,391.56	3,271,351.21	109,045,040.35
DECEMBER	133,120,107.15	3,877,284.67	129,242,822.48
GRAND TOTAL	1,821,602,726.41	61,105,579.86	1,760,497,146.55



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 1B ANALYSIS OF SHARE OF STATUTORY ALLOCATION (OTHER AGENCIES)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010101	ELECTRONIC MONEY TRANSFER LEVY	12,658,946.66	6,913,847.61	6,140,739.89	7,657,043.01	7,602,084.88	7,555,475.90	6,976,579.65	6,708,528.65	7,418,960.04	5,798,976.15	8,141,535.01	6,258,645.08	88,830,352.73
11010101	NON-OIL REVENUE	0.00	38,926,166.72	0.00	0.00	9,342,280.01	0.00	0.00	0.00	0.00	0.00	23,355,700.03	0.00	71,624,146.76
11010101	NON-OIL REVENUE 2	0.00	6,014,092.76	0.00	0.00	3,892,616.67	0.00	0.00	0.00	0.00	0.00	0.00	0.00	9,806,709.43
11010101	FOREX EQUALISATION 1	0.00	0.00	40,638,918.05	0.00	16,932,882.52	0.00	0.00	0.00	0.00	0.00	0.00	0.00	57,571,800.57
11010101	FOREX EQUALISATION 2	0.00	0.00	0.00	0.00	6,773,153.01	0.00	0.00	0.00	0.00	0.00	0.00	0.00	6,773,153.01
	SOLID MINERALS	0.00	0.00	0.00	0.00	5,649,145.22	0.00	0.00	0.00	0.00	0.00	0.00	0.00	5,649,145.22
11010101	EXCHANGE GAIN DIFFERENCE	8,543,082.07	0.00	0.00	0.00	0.00	226,613.16	0.00	0.00	0.00	0.00	0.00	0.00	8,769,695.23
11010101	EXCHANGE GAIN DIFFERENCE 2	-	0.00	0.00	0.00	0.00	49,591,040.22	115,385,638.65	104,392,930.44	84,565,255.19	63,286,143.17	68,957,843.50	129,914,570.24	616,093,421.41
	TOTAL	21,202,028.73	51,854,107.09	46,779,657.94	7,657,043.01	50,192,162.31	57,373,129.28	121,361,218.50	111,101,459.09	91,984,205.23	69,085,119.32	100,455,078.54	136,173,215.32	865,216,424.36

SUPPLEMENTARY NOTE 2 ANALYSIS OF SHARE OF VALUE ADDED TAX (VAT)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010202	VALUE ADDED TAX	135,112,708.85	159,142,784.59	111,328,665.78	144,421,771.08	160,664,656.02	135,061,602.71	169,338,622.80	164,799,664.98	164,494,981.73	166,771,956.39	182,546,278.27	166,258,124.35	1,859,941,817.55

SUPPLEMENTARY NOTE 3 ANALYSIS OF SHARE OF VALUE ADDED TAX (VAT)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
12020459	FEES - RIGHT OF OCCUPANCY FEES	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
12020466	FEES - INDIGINE REGISTRATION FEES	0.00	150,000.00	50,000.00	-	220,000.00	200,000.00	-	220,000.00	-	-	-	-	840,000.00
12020501	FINES - FINES/PENALTIES	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
12020711	EARNINGS - EARNINGS FROM COMMERCIAL ACTIVITIES	900,000.00	5,854,735.46	0.00	17,900,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	24,654,735.46
	TOTAL	900,000.00	6,004,735.46	50,000.00	17,900,000.00	220,000.00	200,000.00	-	220,000.00	-	-	-	-	25,494,735.46



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 4 SALARIES AND WAGES

MONTHS	COUNCIL SALARIES N	HEALTH WORKERS SALARIES N	TEACHERS SALARIES N	CONSOLIDATED REVENUE FUND CHARGES - SALARIES 9B N	COUNCIL SALARY ARREARS N	ALLOWANCES N	TOTAL N
	21010101	21010101	21010101	21010103	21010101		
JANUARY	40,978,503.34	26,266,002.64	47,392,191.69	-	10,000,000.00	-	124,636,697.67
FEBRUARY	40,923,463.26	26,398,679.72	47,371,290.42	-	10,000,000.00	-	124,693,433.40
MARCH	40,923,463.26	26,398,679.72	47,346,290.42	-	10,000,000.00	-	124,668,433.40
APRIL	40,900,900.78	26,398,679.72	47,346,290.42	-	10,000,000.00	-	124,645,870.92
MAY	40,643,925.38	26,398,679.72	47,163,306.77	-	10,000,000.00	-	124,205,911.87
JUNE	40,656,909.55	26,037,081.13	47,163,306.77	-	10,000,000.00	-	123,857,297.45
JULY	40,656,909.55	26,037,081.13	47,494,190.51	-	10,000,000.00	-	124,188,181.19
AUGUST	40,322,687.79	25,740,737.63	47,494,190.51	13,825,714.09	10,000,000.00	-	137,383,330.02
SEPTEMBER	40,143,150.66	25,444,394.13	47,872,471.08	13,825,714.09	10,000,000.00	-	137,285,729.96
OCTOBER	51,211,702.76	36,740,122.39	48,109,047.14	13,825,714.09	10,000,000.00	-	159,886,586.38
NOVEMBER	51,847,161.16	32,324,623.95	48,074,667.71	13,825,714.09	10,000,000.00	-	156,072,166.91
DECEMBER	49,593,295.88	33,397,767.72	47,924,020.21	13,825,714.09	10,000,000.00	-	154,740,797.90
GRAND TOTAL	518,802,073.37	337,582,529.60	570,751,263.65	69,128,570.45	120,000,000.00	-	1,616,264,437.07

SUPPLEMENTARY NOTE 4A WAGES AND SALARIES FOR THE YEAR ENDED 31ST DECEMBER, 2023

S/No	ADMIN CODE	ECON CODE	HEAD DESCRIPTION	ESTIMATE N	SUPPLEMENT N	TOTAL N	ACTUAL N	EXCESS N	SAVINGS N
		Sector:	ADMINISTRATIVE						
1		21010103	OFFICE OF THE CHAIRMAN	-	27,021,377.80	27,021,377.80	26,321,377.80	700,000.00	
2		21010103	OFFICE OF THE VICE CHAIRMAN	-	5,974,427.00	5,974,427.00	5,874,427.70	99,999.30	
3		21010103	SECRETARY TO THE LOCAL GOVT.	-	2,172,764.95	2,172,764.95	2,172,764.95	-	
4		21010103	LEGISLATORS/ SUPERVISORS	-	35,040,000.00	35,040,000.00	34,760,000.00	280,000.00	
5		21010101	ADMINISTRATIVE DEPARTMENT	338,123,161.68	122,000,000.00	460,123,161.68	459,578,887.45	544,274.23	
			SUB TOTAL	338,123,161.68	192,208,569.75	530,331,731.43	528,707,457.90		
		Sector:	ECONOMIC		-			-	
6		21010101	DEPARTMENT OF FINANCE AND SUPPLIES	64,198,445.72	-	64,198,445.72	61,250,853.41	2,947,592.31	
7		21010101	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	7,144,468.44	-	7,144,468.44	6,698,581.95	445,886.49	
8		21010101	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	45,809,890.68	1,500,000.00	47,309,890.68	47,114,121.51	195,769.17	
9		21010101	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	59,594,910.60	4,600,000.00	64,194,910.60	64,159,629.05	35,281.55	
			SUB TOTAL	176,747,715.44	6,100,000.00	182,847,715.44	179,223,185.92		
		Sector:	LAW & JUSTICE						
10		21010101	LEGAL DEPARTMENT						
			SUB TOTAL				-		
		Sector:	SOCIAL SECTOR						
11		21010101	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	576,023,711.40	-	576,023,711.40	570,751,263.65	5,272,447.75	
		21010101	DEPARTMENT OF PRIMARY HEALTH CARE	343,531,214.76	-	343,531,214.76	337,582,529.60	5,948,685.16	
			SUB TOTAL	919,554,926.16	-	919,554,926.16	906,333,793.25		
12			GRAND TOTAL	1,434,425,803.28	198,308,569.75	1,632,734,373.03	1,616,264,437.07		



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 4B

CONSOLIDATED REVENUE FUND CHARGES – SALARIES			
DESCRIPTION	MONTHLY ESTIMATE	ANNUAL PAID	TOTAL
CHAIRMAN	5,264,275.56	26,321,377.80	26,321,377.80
CHAIRMAN'S AIDES	2,100,000.00	10,500,000.00	10,500,000.00
VICE CHAIRMAN	1,174,885.54	5,874,427.70	5,874,427.70
SECRETARY TO THE LG	434,552.99	2,172,764.95	2,172,764.95
LEGISLATORS	3,072,000.00	15,360,000.00	15,360,000.00
SUPERVISORS	1,780,000.00	8,900,000.00	8,900,000.00
TOTAL	13,825,714.09	69,128,570.45	69,128,570.45

SUPPLEMENTARY NOTE 4C

PERSONNEL ANALYSIS

		2023			2022
		ACTUAL	BUDGET	VARIANCE	ACTUAL
TOTAL NO, OF EMPLOYEES AT THE BEGINNING OF THE YEAR		882	0	0	0
TOTAL NO, OF EMPLOYEES EMPLOYED IN 2023		-	0	0	0
TOTAL NO, OF EMPLOYEES RETIRED DURING THE YEAR		25	0	0	0
TOTAL NO, OF EMPLOYEES AT THE END OF THE YEAR 2023		857	0	0	0

NOTE 5A

ANALYSIS OF EMPLOYEES SOCIAL BENEFITS

MONTHS	GRATUITY	PENSION	DEATH BENEFITS	TOTAL
JANUARY	-	21,726,062.64	-	21,726,062.64
FEBRUARY	-	21,450,778.44	-	21,450,778.44
MARCH	-	21,999,412.04	-	21,999,412.04
APRIL	-	21,436,434.07	-	21,436,434.07
MAY	-	21,325,258.55	-	21,325,258.55
JUNE	-	22,281,690.10	-	22,281,690.10
JULY	-	22,060,709.50	-	22,060,709.50
AUGUST	-	22,266,712.06	-	22,266,712.06
SEPTEMBER	-	22,416,102.73	-	22,416,102.73
OCTOBER	-	22,978,435.18	-	22,978,435.18
NOVEMBER	-	22,484,905.65	-	22,484,905.65
DECEMBER	-	23,503,729.11	-	23,503,729.11
GRAND TOTAL	-	265,930,230.07	-	265,930,230.07



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 6A ANALYSIS OF OVERHEAD PAYMENTS

MONTHS	TRAVEL& TRANSPORT - GENERAL	UTILITIES – GENERAL 220202	MATERIALS AND SUPPLY – GENERAL	MAINTENANCE SERVICES – GENERAL	FUEL AND LUBRICANT - GENERAL	FINANCIAL CHARGES -GENERAL	TOTAL
	220201	220202	220203	220204	220207	220209	
	N	N	N		N	N	N
JANUARY	9,724,000.00	5,830,000.00	4,200,000.00	3,550,000.00	47,073,087.41	1,691,307.41	72,068,394.82
FEBUARY	2,140,000.00	2,146,000.00	2,696,000.00	1,463,000.00	47,073,087.41	1,691,307.41	57,209,394.82
MARCH	1,000,000.00	3,770,000.00	8,450,000.00	500,000.00	47,073,087.41	1,691,307.41	62,484,394.82
APRIL	2,810,000.00	2,120,000.00	15,125,000.00	2,770,000.00	47,073,087.41	1,691,307.41	71,589,394.82
MAY	2,440,500.00	4,638,000.00	31,300,000.00	4,200,000.00	47,073,087.41	1,691,307.41	91,342,894.82
JUNE	1,000,000.00	1,915,000.00	10,700,000.00	500,000.00	47,073,087.41	1,691,307.41	62,879,394.82
JULY	13,350,000.00	1,100,000.00	6,000,000.00		47,073,087.41	1,691,307.41	69,214,394.82
AUGUST	3,680,000.00	-	2,113,000.00	8,200,000.00	47,073,087.41	1,691,307.41	62,757,394.82
SEPTEMBER	1,300,000.00	-			47,073,087.41	1,691,307.41	50,064,394.82
OCTOBER	650,000.00	-	51,545,118.07	7,200,000.00	47,073,087.41	1,691,307.41	108,159,512.89
NOVEMBER	1,100,000.00	-	7,222,343.15	650,000.00	47,073,087.41	1,691,307.41	57,736,737.97
DECEMBER	750,000.00	8,547,554.10	7,214,850.74	7,700,000.00	47,073,087.41	1,691,307.41	72,976,799.66
TOTAL	39,944,500.00	30,066,554.10	146,566,311.96	36,733,000.00	564,877,048.89	20,295,688.92	838,483,103.87

SUPPLEMENTARY NOTE 6B ANAYSIS OF OVERHEAD COST FOR THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	ESTIMATE	SUPPLEMENTARY	TOTAL	ACTUAL	SAVINGS	EXCESS
	SECTOR		ADMINISTRATIVE						
1		1	OFFICE OF THE CHAIRMAN	-	33,550,000.00	33,550,000.00	33,539,324.15	10,675.85	-
2		1	VICE CHAIRMAN	-	26,000,000.00	26,000,000.00	25,154,493.12	845,506.88	-
3		1	SECRETARY TO THE LG	-	12,700,000.00	12,700,000.00	12,577,246.56	122,753.44	-
		1	LEGISLATORS	88,170,000.00		88,170,000.00	88,040,725.91	129,274.09	
		1	ADMINISTRATIVE DEPT	89,402,195.60	171,000,000.00	260,402,195.60	259,929,762.20	472,433.40	
			Sub Total	89,402,195.60	331,420,000.00	420,822,195.60	419,241,551.94		
	SECTOR		ECONOMIC						
4		2	DEPARTMENT OF FINANCE AND SUPPLIES	40,760,878.24	1,200,000.00	41,960,878.24	41,924,155.19	36,723.05	-
5		2	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	8,410,329.34	-	8,410,329.34	8,384,831.04	25,498.30	-
6		2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	22,350,548.90	7,000,000.00	29,350,548.90	29,346,908.64	3,640.26	-
		2	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	218,505,489.00	-	218,505,489.00	218,005,607.00	499,882.00	-
			Sub Total	290,027,245.48	8,200,000.00	298,227,245.48	297,661,501.87		
	SECTOR		LAW & JUSTICE						
9		3	LEGAL DEPARTMENT	-			-	-	-
			Sub Total						
	SECTOR		SOCIAL						
10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	13,940,219.56	19,600,000.00	33,540,219.56	33,539,324.15	895.41	-
11		4	DEPARTMENT OF PRIMARY HEALTH CARE	53,641,317.63	34,500,000.00	88,141,317.63	88,040,725.90	100,591.73	-
			Sub Total	67,581,537.19	54,100,000.00	121,681,537.19	121,580,050.05		
	GRAND TOTAL			447,010,978.27	393,720,000.00	840,730,978.27	838,483,103.86		



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTAR NOTE 7A DEPRECIATION FOR ASSETS

BUILDING - GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT -	OFFICE EQUIPMENT		FURNITURE & FITTINGS - GENERAL	TOTAL
	240102	240103	240104	240105		240106	
				GENERAL	BOOKS		
	5%	10%	20%	25%	3%	20%	
.000.00	35,000,000.00	8,000,000.00	-	50,000,000.00		66,086,800.00	191,146,800.00
502.50	7,066,853.16		-	-		-	7,115,355.66
502.50	7,066,853.16	-	-	-	-	-	7,115,355.66
502.50	42,066,853.16	8,000,000.00	-	50,000,000.00	-	66,086,800.00	198,262,155.66

SUPPLEMENTAR NOTE 7B DEPRECIATION FOR ASSETS ACQUIRED DURING THE YEAR 2023

CLASS OF PPE						TOTAL
BUILDING	INFRASTRUCTURE	PLANTS & MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	
	240102	240103	240104	240105	240106	
0.02/12	0.05/12	10%	20%	DEP. RATE 25%	DEP. RATE 20%	
-	151,250.00	-	-	-	-	151,250.00
-	545,366.67	-	-	-	-	545,366.67
333.33	588,875.00	-	-	-	-	622,208.33
-	-	-	-	-	-	-
502.50	743,701.55	-	-	-	-	747,204.05
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
666.67	5,037,659.95	-	-	-	-	5,049,326.61
-	-	-	-	-	-	-
-	-	-	-	-	-	-
502.50	7,066,853.16	-	-	-	-	7,115,355.66

PRO RATED ACCORDING TO THE MONTH OF THE YEAR THE ASSETS VALUE IS CAPITALISED.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTAR NOTE 8A TRANSFER TO OTHER GOVERNMENT ENTITIES

ECONOMIC CODE	DESCRIPTION	NOTES	2023			2022
			ACTUAL	BUDGET	VARIANCE	ACTUAL
	COMMON SERVICES	SEE SUPL. NOTE 14B	7,500,000.00	-	-	-
	TRAINING FUND		43,943,846.46			
	TOTAL		51,443,846.46	-	-	-

SUPPLEMENTARY NOTE 8B					
ANALYSIS OF STATUTORY TRANSFERS					
MONTHS	TRAINING FUND	COMMON SERVICES	PENSION	TOTAL	TOTAL
	N	N	N	N	N
JANUARY	3,965,403.85	625,000.00		4,590,403.85	
FEBUARY	3,428,109.14	625,000.00		4,053,109.14	
MARCH	2,901,408.04	625,000.00		3,526,408.04	
APRIL	3,320,522.85	625,000.00		3,945,522.85	
MAY	3,154,322.69	625,000.00		3,779,322.69	
JUNE	3,362,078.57	625,000.00		3,987,078.57	
JULY	3,991,061.99	625,000.00		4,616,061.99	
AUGUST	4,051,572.99	625,000.00		4,676,572.99	
SEPTEMBE	3,763,380.82	625,000.00		4,388,380.82	
OCTOBER	3,768,779.93	625,000.00		4,393,779.93	
NOVEMBER	3,920,463.97	625,000.00		4,545,463.97	
DECEMBER	4,316,741.62	625,000.00		4,941,741.62	
TOTAL	43,943,846.46	7,500,000.00	-	51,443,846.46	-

SUPPLEMENTARY NOTE 9A CASH AND CASH EQUIVALENTS

DESCRIPTION	REF. S. NOTE	2023	2022
CASH IN HAND		-	-
CASH AT BANK	16B	2,272,339.98	597,325.05
TOTAL		2,272,339.98	597,325.05

SUPPLEMENTARY NOTE 9B CASH AND CASH EQUIVALENTS

	ACCESS BANK 0710952231		PREMIUM TRUST BANK		ZENITH BANK 1010450775		UBA ACCOUNT		UBA ACCOUNT IGR		
RECEIPTS	N	N	N	N	N	N	N	N	N	N	
OPENING BALANCE	67,739.15				942.74		106,665.49		421,977.67		597,325.05
JANUARY	410,720,411.45	361,369,824.22	-	-			-	-	-	-	
FEBRUARY	199,325,271.14	122,393,756.38	-	-			-	-	-	-	
MARCH	209,725,187.40	332,881,137.58	-	-			-	-	-	-	
APRIL	243,418,131.58	173,544,303.87	-	-			-	-	-	-	
MAY	20,578,874.19	88,993,216.80	66,991,113.88	66,927,966.52	84,078,735.97	76,174,593.05	-	-	-	-	
JUNE	171,300,842.34	175,653,319.94				7,902,824.25	-	-	-	-	
JULY	72,481,384.62	72,513,914.65	-	-	35,781,600.00	35,780,165.75	-	-	-	-	
AUGUST	112,372,664.29	107,437,059.97	-	-	28,458,488.29	27,000,696.45	-	-	-	-	
SEPTEMBER	107,588,032.30	52,651,135.90	-	-	17,181,714.09		-	-	-	-	
OCTOBER	5,990,271.10	65,023,686.83	-	-	1,261,492,148.78	934,953,525.75	-	-	-	-	
NOVEMBER			-	-	98,360,656.86	442,520,413.60	-	-	-	-	
DECEMBER			-	-	280,517,546.27	280,566,518.11	-	-	-	-	
TOTAL	1,553,168,809.56	1,552,461,356.14	66,991,113.88	66,927,966.52	1,805,871,833.00	1,804,898,736.96	106,665.49	-	421,977.67	-	
CLOSING BALANCE		707,453.42		63,147.36		973,096.04		106,665.49		421,977.67	2,272,339.98



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 10A
PROPERTY PLANT AND EQUIPMENT

	BUILDING – GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT - GENERAL	OFFICE EQUIPMENT - GENERAL	FURNITURE AND FITTINGS	TOTAL
	320101	320102	320103	320104	320105	320106	
CARRYING AMOUNT 01/01/2023	1,603,000,000.00	700,000,000.00	80,000,000.00	-	200,000,000.00	330,434,000.00	2,913,434,000.00
ADD ASSET DURING THE YEAR (SEE - SUPPLEMENTARY NOTE	29,101,500.00	1,696,044,759.00		-			1,725,146,259.00
TOTAL ASSETS	1,632,101,500.00	2,396,044,759.00	80,000,000.00	-	200,000,000.00	330,434,000.00	4,638,580,259.00
LESS DEPRECIATION	32,108,502.50	42,066,853.16	8,000,000.00	-	50,000,000.00	66,086,800.00	198,262,155.66
CARRYING AMOUNT 31/12/2023	1,599,992,997.50	2,353,977,905.84	72,000,000.00	-	150,000,000.00	264,347,200.00	4,440,318,103.34

SUPPLEMENTARY NOTE 10B

PURCHASES/CONSTRUCTION OF PROPERTY PLANT AND EQUIPMENT (PPE) DURING THE YEAR 2023

MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	
JANUARY	-	36,300,000.00	-	-	-	-	36,300,000.00
FEBRUARY	-	130,888,000.00	-	-	-	-	130,888,000.00
MARCH	20,000,000.00	141,330,000.00	-	-	-	-	161,330,000.00
APRIL	-	-	-	-	-	-	-
MAY	2,101,500.00	178,488,372.00	-	-	-	-	180,589,872.00
JUNE	-	-	-	-	-	-	-
JULY	-	-	-	-	-	-	-
AUGUST	-	-	-	-	-	-	-
SEPTEMBER	-	-	-	-	-	-	-
OCTOBER	7,000,000.00	1,209,038,387.00	-	-	-	-	1,216,038,387.00
NOVEMBER	-	-	-	-	-	-	-
DECEMBER	-	-	-	-	-	-	-
GRAND TOTAL	29,101,500.00	1,696,044,759.00	-	-	-	-	1,725,146,259.00

SUPPLEMENTARY NOTE 10C

ANALYSIS OF PROPERTY PLANT AND EQUIPMENT

DETAILS	CLASS OF PPE						TOTAL
	LAND & BUILDING – SEE SUPPLEMENTARY NOTE 20D	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT (– SEE SUPPLEMENTARY NOTE 20D)	FURNITURE AND FITTINGS	
LEGACY ASSETS	1,603,000,000.00	700,000,000.00	80,000,000.00	-	200,000,000.00	330,434,000.00	2,913,434,000.00
ASSETS FOR THE YEAR	29,101,500.00	1,696,044,759.00		-			1,725,146,259.00
SUB TOTAL (A)	1,632,101,500.00	2,396,044,759.00	80,000,000.00	-	200,000,000.00	330,434,000.00	4,638,580,259.00
DEP. RATE	2%	5%	10%	20%	25%	20%	
DEP. LEGACY ASSETS	32,060,000.00	35,000,000.00	8,000,000.00	-	-	-	75,060,000.00
DEP. ASSETS DURING YEAR	48,502.50	7,066,853.16	-	-	-	-	7,115,355.66
TOTAL DEPRECIATION (B)	32,108,502.50	42,066,853.16	8,000,000.00	-	50,000,000.00	66,086,800.00	198,262,155.66
NET BOOK VALUE (A - B)	1,599,992,997.50	2,353,977,905.84	72,000,000.00	-	150,000,000.00	264,347,200.00	4,440,318,103.34
THE LEGACY ASSETS VALUE WERE THE FAIR VALUE OF PPE AS AT 01/01/2023							



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 10D ANALYSIS OF PROPERTY PLANT AND EQUIPMENT

DETAILS	CLASS OF PPE					
	LAND & BUILDING			OFFICE EQUIPMENT		
	LAND	BUILDING	TOTAL LAND AND BUILDING	BOOKS	OTHER EQUIPMENTS	TOTAL OFFICE EQUIPMENT
LEGACY ASSETS	-	1,603,000,000.00	1,603,000,000.00	-	200,000,000.00	200,000,000.00
ASSETS DURING THE YEAR	-	29,101,500.00	29,101,500.00	-	-	-
SUB TOTAL (A)	-	1,632,101,500.00	1,632,101,500.00	-	200,000,000.00	200,000,000.00
DEP. RATE	-	2%		3%	25%	
DEP. LEGACY ASSETS	-	32,060,000.00	32,060,000.00	-	50,000,000.00	50,000,000.00
ASSETS DURING YEAR	-	48,502.50	48,502.50	-	-	-
TOTAL DEPRECIATION (B)	-	32,108,502.50	32,108,502.50	-	50,000,000.00	50,000,000.00
NET BOOK VALUE A+B	-	1,599,992,997.50	1,599,992,997.50	-	150,000,000.00	150,000,000.00

SUPPLEMENTARY NOTE 11A BORROWINGS (LONG TERM LOANS) AS AT 31ST DECEMBER, 2023.

S/NO	INSITUIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
	EXTERNAL LOANS (SEE - SUPPL. NOTE 225A)	-	-	-	-	-	-
	DOMESTIC LOANS (SEE - SUPPL. NOTE 22B)	26,636,046.42	-	8,372,388.26	3,836,844.26	12,209,232.52	14,426,813.90
	SUB TOTAL	26,636,046.42	-	8,372,388.26	3,836,844.26	12,209,232.52	14,426,813.90

SUPPLEMENTARY NOTE 11B LONG TERM BORROWINGS (INTERNAL LOANS) AS AT 31ST DECEMBER, 2023

S/NO	INSITUIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
1	LGA SALARY BALLOUT	26,636,046.42	-	8,372,388.26	3,836,844.26	12,209,232.52	14,426,813.90
	TOTAL DOMESTIC	26,636,046.42	-	8,372,388.26	3,836,844.26	12,209,232.52	14,426,813.90

SUPPLEMENTARY NOTE 12A ANALYSIS OF TRANSITIONAL RESERVES

YEAR	CASH AND CASH EQUIVALENT 2022	LEGACY ASSETS CAPITALISED	LIABILITIES OVER ASSETS 2022	TOTAL
1/1/2023	597,325.05	2,913,434,000.00	(26,636,046.42)	2,887,395,278.63

SUPPLEMENTARY NOTE 13A SURPLUS/ DEFICIT

YEAR	DEFICT	SURPLUS
	DR	CR
	N	N
2023		1,540,768,350.79
TOTAL	-	-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 14A ANALYSIS OF PURCHASE/ CONSTRUCTION OF PPE DURING THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	BUDGET	ACTUAL	SAVINGS	EXCESS	FINAL BUDGET	ACTUAL	EXCESS	SAVINGS
	SECTOR		ADMINISTRATIVE								
1	11100100100	1	OFFICE OF THE CHAIRMAN	-	-	-	-	-	-	-	-
2	11100100200	1	VICE CHAIRMAN	-	-	-	-	-	-	-	-
3	11100200100	1	SECRETARY TO THE LG	-	-	-	-	-	-	-	-
		1	LEGISLATORS								
		1	ADMINISTRATIVE DEPT	150,000,000.00	29,101,500.00	120,898,500.00		120,898,500.00	-	-	120,898,500.00
	SECTOR		ECONOMIC	-	-	-	-	-	-	-	-
4	11100200400	2	DEPARTMENT OF FINANCE AND SUPPLIES	-	-	-	-	-	-	-	-
5	11100200500	2	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	-	-	-	-	-	-	-	-
6	11100200600	2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-	-	-	-	-	-	-	-
		2	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	2,302,000,000.00	1,696,044,759.00	605,955,241.00	-	605,955,241.00	-	-	605,955,241.00
	SECTOR		LAW & JUSTICE					-	-	-	-
9	11100201000	3	LEGAL DEPARTMENT	-	-	-	-	-	-	-	-
	SECTOR		SOCIAL	-	-	-	-	-	-	-	-
10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	-	-	-	-	-	-	-	-
11		4	DEPARTMENT OF PRIMARY HEALTH CARE	-	-	-	-	-	-	-	-
	GRAND TOTAL			2,452,000,000.00	1,725,146,259.00	726,853,741.00	-				



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SOUTHERN IJAW LOCAL GOVERNMENT AREA								
SECTOR	2022				2023			
	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure
ADMINISTRATION SECTOR								
OFFICE OF THE CHAIRMAN								
Chairman	116,870,005.20	120,000,000.00	-	120,000,000.00	17,571,377.80	52,756,866.79	-	52,756,866.79
Vice- Chairman		85,000,000.00		85,000,000.00	4,874,427.00	32,309,916.69	-	32,309,916.69
Internal Audit				-				-
Adviser/Assistant to the Chairman/ Vice Chairman			-	-	8,900,000.00		-	-
LOCAL GOVERNMENT COUNCIL								
The Council	84,096,000.00	458,500,000.00	-	458,500,000.00			-	-
Assistants/Aides/Advisers	-	-	-	-	21,760,000.00	400,690,230.07	-	400,690,230.07
Council Committees	-	-	-	-	8,550,000.00		-	-
Office of the House Leader	-	-	-	-	-	-	-	-
Office of the Deputy Leader	-	-	-	-	-	-	-	-
Office of the Majority Leader	-	-	-	-	-	-	-	-
Office of the Deputy Majority Leader	-	-	-	-	-	-	-	-
Office of the Chief Whip	-	46,995,007.01	-	-	-	-	-	-
Office of the Deputy Chief Whip	-	-	-	-	-	-	-	-
Clerk to the House	-	-	-	-	-	-	-	-
OFFICE OF THE HEAD OF LOCAL GOVERNMENT SERVICE								
Office of the Head of Local Government Service	-	-	-	-	-	84,374,019.42	-	84,374,019.42
ADMINISTRATION & GENERAL SERVICES								
Administration and General Services	-	359,800,000.00	190,190,146.11	549,990,146.11	-	432,238,418.72	29,101,500.00	461,339,918.72



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SECRETARY TO THE LOCAL GOVERNMENT			-	-	-			-
Secretary to the Local Government	5,214,635.88	125,000,000.00	-	125,000,000.00	-	78,608,253.94		78,608,253.94
ECONOMIC SECTOR	-	-	-	-	-	-	-	-
DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-		-	-	-	-	-	-
Department of Agriculture & Natural Resources	33,312,627.00	85,000,000.00	268,435,853.56	353,435,853.56	45,809,890.68	163,549,610.50	-	163,549,610.50
DEPARTMENT OF FINANCE AND SUPPLIES			-	-			-	-
Department of Finance and Supplies	260,120,434.28	287,627,773.77	-	287,627,773.77	64,198,445.72	261,250,853.41	-	261,250,853.41
DEPARTMENT OF WORKS, TRANSPORT, HOUSING, LANDS & SURVEY			-	-	-	-	-	-
Department of Works, Transport, Housing, Lands & Survey	43,845,993.12	520,000,000.00	342,380,581.40	862,380,581.40	59,594,910.60	142,804,406.16	878,902,759.00	1,021,707,165.16
DEPARTMENT OF BUDGET, PLANNING, RESEARCH & STATISTICS (BPRS)			-	-				-
Department of Budget, Planning, Research & Statistics (BPRS)	5,979,115.84	80,000,000.00	-	80,000,000.00	7,144,468.44	133,134,070.94		133,134,070.94
WATER, SANITATION & HYGIENE (WASH)	-	-	-	-	-	-	-	-
Water, Sanitation & Hygiene (WASH)	-	-	-	-	-	-	-	-
SOCIAL SECTOR	-	-	-	-	-	-	-	-
WOMEN DEVELOPMENT OFFICE	-	-	-	-	-	-	-	-
Women Development Office	-	-	-	-	-	-	-	-
DEPARTMENT OF SOCIAL DEVELOPMENT	-	-	-	-	-	-	-	-
Department of social Development	1,033,536.68	950,000.00	-	950,000.00	1,206,119.64	217,069,827.04	817,142,000.00	1,034,211,827.04
DEPARTMENT OF EDUCATION	-	-	-	-	-	-	-	-
Department of Education	729,449,082.60	747,388,039.79	-	747,388,039.79	551,723,711.40	773,335,143.82	-	773,335,143.82
DEPARTMENT OF HEALTH	-	-	-	-	-	-	-	-
Department of Primary Health Care	-	-	-	-	517,024,761.74	-	-	-
TOTAL	1,279,921,430.60	2,916,260,820.57	801,006,581.07	3,717,267,401.64	1,308,358,113.02	2,772,121,617.47	1,725,146,259.00	4,497,267,876.47



SOUTHERN IJAW LOCAL GOVERNMENT



OFFICE:
Southern Ijaw, Local Govt.
Headquarters, Oporoma,
Bayelsa State.
8th May, 2024
Date:.....

Our Ref:.....

Your Ref:.....

STATEMENT OF ACCOUNTING POLICIES

(IPSAS ACCRUAL)

ISSUED BY

OFFICE OF THE ACCOUNTANT – GENERAL

BAYELSA STATE OF NIGERIA

2023



Introduction

In line with the adoption of the International Public Sector Accounting Standards (IPSAS) in Nigeria, a Standardised Chart of Account (COA) alongside with a set of General-Purpose Financial Statements (GPFS) have been designed and introduced by Federation Accounts Allocation Committee (FAAC) for adoption by all tiers of Government in Nigeria.

The standardised COA and the GPFS have been adopted by Southern Ijaw Local Government Council to comply with FAAC directive in order to harmonise public sector accounts reporting in Nigeria.

In order to ensure an effective and efficient utilisation of the COA and GPFS, the Accounting Policies have been developed as a set of guidelines to direct the Processes and Procedures relating to financial reporting in Bayelsa State. These policies shall form part of the universally agreed framework for financial reporting in Bayelsa State.

IPSAS ACCRUAL BASIS OF ACCOUNTING

The GPFS are prepared under the historical cost convention and in accordance with International Public Sector Accounting Standards (IPSAS) and other applicable standards as defined by the Fiscal Responsibility Law (FRL) and the Financial Reporting Council of Nigeria. In addition, GPFS are in compliance with the provisions of other financial regulations of the State.

This Accounting Policy addresses the following fundamental accounting issues:

- Definition of Accounting Terminologies
- Recognition of Accounting Items
- Measurement of Accounting Items
- Treatment of Accounting items

The Accounting Policy is subject to periodic reviews and updates as shall be deemed necessary by the Accountant-General of Bayelsa State.



1. **Accounting Terminologies / Definitions**

- **Accounting policies** are the specific principles, bases, conventions, rules and practices adopted by the Bayelsa State Government in preparing and presenting Financial Statements.
- **Accrual basis means** a basis of accounting that recognizes transactions and other events immediately when revenue is earned or expenses incurred.
- **Cash:** Cash comprises cash in hand, demand deposits in financial institutions and cash equivalents.
- **Cash equivalents** are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.
- **Cash flows** are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.
- **Cash receipts** are cash inflows.
- **Cash payments** are cash outflows.
- **Cash Controlled by Bayelsa State Government:** Cash is deemed to be controlled by Bayelsa State Government when the government can freely use the available cash for the achievement of its objectives or enjoy benefit from the cash, and can also exclude or regulate the access of others to that benefit. Cash collected by, or appropriated or granted to the government which the government can freely use to fund its operating objectives, such as acquiring of capital assets or repaying its debt is controlled by the government.
- **Government Business Enterprise** means a ministry, department or agency that has all the following characteristics:
 - Is an entity with the power to contract in its own name;
 - Has been assigned the financial and operational authority to carry on a Business;
 - Sells goods and services, in the normal course of its business, to other MDAs and the general public at a profit or full cost recovery;
 - Is not reliant on continuing government funding or subvention to remain a going concern (other than purchases of outputs at arm's length); and
 - Is controlled by a public sector management or the government.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

Notes to the GPFS

- This shall include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information
- Notes shall be presented in a systematic manner. The items in the Statements should cross reference to any related information in the notes.

2. Fundamental Accounting Concepts

The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State:

- Accrual Basis of Accounting;
- Under-stability;
- Materiality,
- Relevance;
- Going Concern Concept;
- Consistency Concept
- Prudence
- Completeness, etc.

3. Accounting Period

The accounting year (fiscal year) is from 1st January to 31st December in line with the National Treasury Circular Ref. OAGF/CAD/026/V.1/102 of 30th December, 2013. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.

4. Reporting Currency

- The General Purpose Financial Statements are prepared in Nigerian Naira.

5. General Purpose Financial Statements (GPFS)

The GPFS comprise of the followings:

- Statement of Financial Performance;
- Statement of Financial Position;
- Statement of Cashflow;
- Statement of Net Asset/Equity;
- Notes to the Accounts: Additional disclosures to explain the GPFS; and

6. Consolidation Policy



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	• The Consolidation of the GPFS is based on Accrual Basis of Accounting • All Ministries, Department and Agencies (MDAs) of Bayelsa State Government except Government Business Enterprises (GBEs) shall be consolidated. • Consolidation of the GPFS shall be in agreement with the provisions of IPSAS
7.	Notes to the GPFS ▪ Notes to the GPFS shall be presented in a systematic manner. The items in the Statement should cross reference to any related information in the Notes. ▪ It shall follow the format provided in the Accounting Manual.
8.	Comparative Information • The General Purpose Financial Statements shall disclose all numerical information relating to previous period (at least one year).
9.	Budget Figures • These are figures from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State.
10.	Revenue: Fees, taxes and fines • In this GPFS revenue is recognizes from non-exchange transactions such as fees, taxes and fines when the event occurs and the assets recognition criteria are met. • Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the government and the fair value of the asset will flow to the government and fair value of the asset can be measured reliably. Other operating revenues • Other operating revenues arises from exchange transactions in the ordinary course of Government activities. • Revenues comprise the fair value of the consideration received or receivable for the sale of good and services in the ordinary course of government activities. • Revenue is shown net of tax, returns, rebates and discounts.



	Sale of goods Revenue from the sale of goods is recognized when the significant risks and rewards of ownership has been transferred to buyer, usually when goods are delivered. Other revenue Other revenue consists of gains on disposal of property, plant and equipment. Any gain on disposal is recognized at the date control of the asset is passed to the buyer and is determined after deducting from the proceeds the carrying value of the asset at that time.
11.	Aid and Grants: Aid and Grants to the Bayelsa State Government is recognized as income on entitlement, while aid and grants to other governments/agencies are recognized as expenditure on commitment.
12.	Subsidies, Donations and Endowments Subsidies, Donations and endowments to the Government are recognized as income when money is received, or entitlement to receive money is established, except where fulfillment of any restrictions attached to these monies is not probable.
13.	Transfers from other government entities Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on receipt of the asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the government and can be measured.
14.	Expenses All expenses shall be reported on an accrual basis, i.e. all expenses are to be recognized in the period they are incurred or when the related services are enjoyed, irrespective of when the payment is made.
15.	Employee Benefits/Pension obligations: Under the Defined Benefits Scheme. Provision has been made, where applicable, using an actuarial valuation determines the extent of anticipated entitlement payable under employment contracts and brings to account a liability using the present value measurement basis, which discounts expected future cash flows.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	- To the extent that it is anticipated that the liability will arise during the following year the entitlement are recorded as Current Liabilities. The remainder of the anticipated entitlements are records as Non-Current Liabilities. Under the Defined Contribution Scheme - Public entities make pension and national insurance contributions on behalf of employees in line with Pension Act 2014. The contributions are treated as payments to a defined contribution pension plan. - A defined contribution plan is a pension plan under which fund managed by Pension Fund Administrators(PFAs) - The Government has no legal or constructive obligations to pay further contributions if the pension Entity does not hold sufficient assets in the current and prior periods. - The contributions are recognized as employee benefit expense when they are due. - Prepaid contributions are recognized as an assets to the extent that a cash refund or a reduction in the future payments is available.
16.	Interest on Loans: - Interest on loans shall be treated as expenditure or as a charge in the financial performance report (Statement of Financial Performance) - Interest expense is accrued using the effective interest rate method. - The effective interest rate exactly discounts estimated future cash payments through there expected life of the financial liability to that liability's net carrying amount. - The method applies this rate to the principal outstanding to determine interest expense in each period.
17.	Foreign currency transactions: - Foreign Currency Transactions throughout the year shall be converted into Nigerian Naira at the ruling (Central Bank of Nigeria –CBN) rate of exchange at the dates of the transactions. Foreign currency balances, as at the year end, shall be translated at the exchange rates prevailing on that date. - At the end of the financial year, additional amounts (in cash or at bank) arising out of Foreign Exchange Gains/Losses shall be recognised in the Statement of Cash Receipts and Payments either as Receipts / Payments respectively. - Foreign exchange gains/losses are recognized in the Statement of Financial Performance.
18.	Minority Interest This represents the interest of external parties during the year under review.



19.	Statement of Cash Flow This statement shall be prepared using the direct method. The Cash Flow Statement shall consists of three (3) sections: • Operating activities section include cash received from all income sources of the government and record the cash payments made for the supply of goods and services • Investing activities section are those activities relating to the acquisition and disposal of non- current assets. • Financial activities section comprise the change in equity and debt capital structure of the government.
20.	Cash & Cash Equivalent • Cash and Cash Equivalent means cash balances on hand, held in bank accounts, demasnd deposits and other highly liquid investments with an original maturity of 6 months or less in which the Entity invests as part of its day-t0-day cash management and are subject to insignificant risk of changes in value. • Cash and Cash Equivalent is reported under Current Assets in the statement of financial position.
21.	Accounts Receivable: a. Receivables from exchange transaction ▪ Receivables from exchange transactions are recognized initiallyat fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. ▪ A provision for impairment of receivables is established when there is objective evidence that entity will not be able to collect all amounts due according to the original terms of the receivables b. Receivables from non-exchange transactions ▪ Receivables from non-exchange transactions comprises; fees, taxes and fines (and any penalties associated with these activities) as well as social benefit receivables that do not arise out of a contract. ▪ These receivables are initially assessed at nominal amount or face value; that is, the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable. ▪ These receivables are subsequently adjusted for penalties as they are charged and tested for impairment. ▪ Interest and penalties charged on tax receivables are presented as tax revenue in the statement of financial performance.
22.	Prepayments.



	▪ Prepaid expenses are amounts paid in advance of receipt of goods or services. ▪ They can represent payments made early in the year for benefits to be received over the latter part of the year, or payments made in one year for benefits to be received in subsequent years. ▪ Prepayments for which the benefits are to be derived in the following 12 months should be classified as Current Assets. Where the benefits are expected to accrue beyond the next 12 months, it should be accounted for as a Long-Term Prepayment and classified as Non-Current Assets. ▪ Prepayments that are identifiable with specific future revenue or event, e.g. adverts, should be expensed in the period in which the related event takes place; those that relate to specific time periods, e.g. insurance, rent, leasehold premises, should be recognised as an expense in such periods. ▪ Prepayments not exceeding e.g. N10, 000 shall be expensed immediately, except there is a possibility of obtaining a refund or credit within the same financial year.
23.	Inventories: ▪ Inventories are valued at the lower of cost and net realisable value. ▪ Cost is determined using the FIFO method. ▪ Inventories held for distribution for public benefit purposes are recorded at cost, adjusted where applicable for any loss of services potential. ▪ Inventories are reported under Current Assets in the Statement of Financial Position.
24.	Loans Granted: Loans Granted are shown at estimated realisable value after providing for bad, doubtful debts and impairments.
25.	Investments: Investments in associates. ▪ An Entity's investments in its associates are accounted for using the equity method of accounting. ▪ An associate is an Entity over which Entity has significant influence and that is neither a subsidiary nor a joint venture. ▪ Under the equity method, investments in associates are carried in the statement of financial position at cost plus post acquisition changes in Entity's share of net assets of the associate. d. The statement of financial performance reflects the share of the results of operations of the associates. ▪ Where there has been a change recognised directly in the equity of the associate, Entity recognises its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity.



- Surpluses and deficits resulting from transactions between the Government and the associate are eliminated to the extent of the interest in the associate.

Investments in joint ventures.

- A Public Entity's investments in its joint ventures are accounted for using the equity method of accounting.
- A joint venture is a contractual arrangement whereby two or more parties undertake an economic activity that is subject to joint control.
- Under the equity method, investments in joint ventures are carried in the consolidated statement of financial position at cost plus post acquisition charges in Entity's share of net assets of the joint venture.
- The statement of financial performance reflects the share of the results of operations of the joint venture.
- Where there has been a change recognised directly in the equity of the joint venture, an Entity should recognise its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity.
- Surpluses and deficits resulting from transactions between Public Entity and Joint ventures are eliminated to the extent of the interest in the joint venture.

Investment in Controlled entities (subsidiaries)

- The controlled entities are all entities (including special purpose entities) over which a Public Entity or its entities has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights.
- The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether Public Entity controls another Entity.
- The controlled entities are fully consolidated from the date on which control is transferred to the Public Entity. They are de-consolidated from the date that control ceases.
- Inter-group transactions, balances and unrealised gains on transactions between inter-group transactions are eliminated, unrealised losses are also eliminated.
- Accounting policies of controlled entities are consistent with the policies adopted by the Public Entity.



Impairment of Investments.

Entity determines at each reporting date whether there is any objective evidence that the investment is impaired, if this is the case Entity calculates the amount of impairment as being the difference between the recoverable value of the investment and the carrying value and recognises the amount in the statement of financial performance.

26.

Available for sale securities

- Where and Entity uses its surplus cash to purchase short-term investments, the financial assets are classified at initial recognition as available-for-sale.
- Available-for-sale financial assets are included in non-current assets unless Entity intends to dispose of the investment within 12 months of the reporting date.
- Regular purchases and sales of financial assets are recognized at fair value on the trade-date (the date on which Entity commits to purchase or sell the asset) and subsequently at fair value with any resultant fair value gains or losses recognised in the statement of Net Assets/Equity.
- Realized gains and losses on sale of available-for-sale securities are recognized in the consolidated statement of financial performance as 'gains and losses from available-for-sale securities.'
- Impairment losses and interest on available-for-sale securities is calculated using the effective interest method and is recognized in the consolidated statement of financial performance as part of other income.
- The fair values of quoted investments are based on current bid prices. If the market for a financial asset is not active, the entity shall establish fair value using valuation techniques. These include: i. the use of recent arm's length transactions, ii. reference to other instruments that are substantially the same iii. discounted cash flow analysis iv. and option pricing models v. making maximum use of market inputs and relying as little as possible on entity-specific inputs.
- Entities shall ascertain at the date of preparation of each statement of financial report whether there is objective evidence that a financial asset or a group of financial assets is impaired.

- In the case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of the security below its cost is considered as an indicator that the securities are impaired.
- If any such evidence exists for available-for-sale financial assets, the cumulative loss – measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognized is recognized in the statement of financial performance.



27. Property, Plant & Equipment (PPE)

- All property, plant and equipment are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.
- Where an asset (other than land) is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially recognised at fair value, where fair value can be reliably determined and as income in the statement of financial performance (unless there are restrictions on the asset's use in which case income is deferred).
- All land held by Government owned entities is not included in the Entity's financial statements unless that land is to be used for development purposes.
- The following shall constitute expenditure on PPE: i. Amounts incurred on the purchase of such assets. Consumables are to be wholly expensed irrespective of their amounts. ii. Construction Cost-including materials, labour and overheads. iii. Improvements to existing PPE, which significantly enhance their useful life.

Cost

- The cost of an item of PPE shall comprise: its purchase price, including import and non-recurring costs and any directly attributable costs of bringing the asset to its location and working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. a. PPE shall be stated at cost or at their professional valuation less accumulated depreciation and impairment. b. The amount recorded for a PPE shall include all costs directly related to its acquisition including expenditures incurred to place the asset in usable condition for the Service. Accordingly, the cost of the assets shall include acquisition or construction costs, custom duties, transportation charges, professional fees and installation costs. Cash discounts shall be netted against the cost of the assets.

Capitalisation

- The capitalisation threshold shall be N250,000.00(Two hundred and fifty thousand naira only).



- Only amounts spent in connection with the above and whose values exceed (Two hundred and fifty thousand naira) N250, 000 shall be capitalised.
- All assets equal to or above this amount shall be recorded in the Fixed Assets Register. However in certain cases, it may be appropriate to aggregate individually insignificant value items such as chairs and tables, printers and UPS, etc. and apply the capitalisation threshold to the aggregate value.
- Fixed assets whose costs are below the capitalization threshold shall be charged appropriately to the following accounts: office supplies – furniture, office supplies – IT equipment, office supplies – household equipments, etc.
- Where an asset's category already exists for a newly acquired asset below the capitalisation threshold, such an asset shall be capitalised irrespective of its cost and recorded in the fixed assets register under the appropriate category

Depreciation

The cost of PPE shall be written off, from the time they are brought into use, on a straight line basis over their expected useful lives less any estimated residual value as follows:

- | | |
|--|----------------------------|
| a. Lease Properties | Over the term of the lease |
| b. Buildings | 2% |
| c. Plant and Machinery | 10% |
| d. Motor Vehicles: | 20% |
| e. Office Equipment: | 25% |
| f. IT Equipment: | 25% |
| g. Furniture and Fittings: | 20% |
| h. Infrastructure | 5% |
| i. Books | 3% |
| j. Specific cultural and heritage assets | Unlimited |

- The full depreciation charge shall be applied to PPE in the months of acquisition and disposal, regardless of the day of the month the transactions was carried out.



- Fully depreciated assets that are still in use are carried in the books at a net book value of N10.00
- An asset's carrying amount is written down immediately to its recoverable amount or recoverable service amount if the asset's carrying amount is greater than its estimated recoverable amount or recoverable service amount

Revaluation

- a. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period
- b. Surplus arising from the revaluation shall be transferred to the revaluation reserve in the financial position under reserves and to the statement of changes in net assets/equity.
- c. In case of revaluation deficit, it shall be set against the respective asset value and the corresponding entry to either the revaluation reserve – if surplus exists on the same class of asset, or to the statement of financial performance as an expense.

Disposal

Gains or losses on the disposal of fixed assets are to be included in the income statement as either an income or expense respectively.

Impairment

Entities shall test for impairments of its PPE where it suspects that impairment has occurred.

28.	Investment Property These are cash-generating property owned by the Government/ its entities. The cost, capitalisation, depreciation and impairment of Investment Property are same with PPE, but shall be reported separately in the GPFS.
29.	Intangible Assets



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

- a. These shall consist of assets that are not physically tangible which have been acquired and held for use from which benefits are derivable beyond a financial year.
- b. The cost of an item of intangible asset shall comprise: its purchase price, including non-recurring costs and any directly attributable costs of bringing the asset to its state of intended use. Any trade discounts and rebates shall be deducted in arriving at the purchase price.
- c. Intangible assets are tested for impairment and amortised over the estimated useful life using the straight line method on an annual basis.
- d. Classes of Intangible Assets and their estimated useful lives are as follows:
 - i. Softwares acquired externally 3 years
 - ii. Goodwill 4 years
 - iii. Copyrights 4 years
 - iv. Trademarks 4 years
 - v. Other Intangible assets 4

30.

Deposits

- a. Deposits are amounts received in advance in respect of goods or services provided.
- b. Deposits can represent payments received early in the year for goods/services to be offered over the latter part of the year, or payments received in one year for services to be offered in subsequent years. Deposits for which the services are to be offered in the following 12 months shall be classified as Current Liabilities. Where the services are expected to span beyond the next 12 months, it shall be accounted for as a Non-Current Deposits and classified as Non-Current Liabilities.

31.

Loans& Debts

- a. Loans are funds received to be paid back at an agreed period of time. They are classified under liability in the General Purpose Financial Statement and are categorised as either short or long term.
- b. Short-term loans and debts are those repayable within one calendar year, while long-terms loans and debts shall fall due beyond one calendar year.



32.	Unremitted Deductions a. Unremitted Deductions are monies owed to third parties such as tax authorities, schemes and associations and other government agencies. These include: tax deductions and other deductions at source. b. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.
33.	Payables Payables are recognized initially at fair value and subsequently measured at amortised cost using the effective interest method. Accrued Expenses a. These are monies payable to third parties in respect of goods and services received. b. Accrued Expenses for which payment is due in the next 12 months shall be classified as Current Liabilities. Where the payments are due beyond the next 12 months, it shall be accounted for as Non-Current Liabilities.
34.	Current Portion of Borrowings This is the portion of the long-term loan/ borrow that is due for repayment within the next 12 months. This portion of the borrowings shall be classified under Current Liabilities in the Statement of Financial Position.
35.	Public Funds a. These are balances of Government funds at the end of the financial year. b. They are classified under the Non-Current Liabilities in the Statement of Financial Position and include: Trust Funds, Revolving Funds and other Funds created by Government.
36.	Reserves



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	Reserves are classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/ (Deficit) and the Revaluation Reserve
37.	Contingent Liability a. A contingent liability is a possible obligation arising from past events whose existence will be confirmed only by uncertain future event(s) or present obligation arising from past events that are not recognised because either an outflow of economic benefit is not probable or the amount of the obligation cannot be reliably measured. b. Contingent liabilities shall only be disclosed in the Notes to the GPFS.
38.	Leases: Finance leases a. These are leases which effectively transfer to the lessee Entity substantially all the risks and benefits incidental to ownership of the leased item. b. They are capitalised at the present value of the minimum lease payment. c. The leased assets and corresponding liabilities are disclosed while the leased assets are depreciated over the period the Entity is expected to benefit from their use. Operating Leases a. Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. b. Payments made under operating leases (net of any incentives received from the lessor) are charged to the statement of financial performance on a straight-line basis over the period of the lease.
39.	Financial Instruments a. These form part of the Government's everyday operations. These financial instruments include Bank Accounts, Short Term Deposits, Trade and Accounts Receivable, Trade and Accounts Payable and Term Borrowings, all of which are recognised in the Statement of Financial Position.



	b. Revenue and expenses in relation to all financial instruments are recognised in the Statement of Financial Performance
40.	Borrowings a. Borrowings are recognized initially at fair value, net of transaction costs incurred. b. Borrowings are subsequently stated at amortized cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognized in the consolidated statement of financial performance over the period of the borrowings using the effective interest method. c. Fees paid on the establishment of loan facilities are recognized as transaction costs of the loan. The fee is capitalized and amortized over the period of the facility to which it relates. d. Borrowings falling due within 12 months are classified as current liabilities while borrowings falling due more than 12 months are classified as long term borrowings. e. Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized and included in the cost of that asset. f. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. g. All other borrowing costs are recognized as an expense in the period in which they are incurred.
41.	Transfers to other government entities. Transfers to other government entities are non-exchange items and are recognized as expenses in the statement of financial performance.
42.	Service Concession Arrangement: Service Concession Arrangement Assets a. Service Concession Assets are operated by third parties under the terms of Service Concession Arrangements. On classification the original service concession asset is measured at its fair value and



any difference between its fair value and its book value is recognised in the Statement of Financial Performance.

b. Since the fair value of assets previously transferred under Service Concession Arrangements is not reliably available, Government has chosen to adopt the standard prospectively from 1 January 2016.

c. If the terms of the arrangement require Government to compensate the operator for the concession asset by making payments and the payments are separable between the asset and service portions of the payment then the fair value of the original service concession asset is the fair value of the asset portion of the payments. If however the asset and service portions of the payments are not separable, the fair value is determined using estimation techniques.

Service Concession Arrangement Liabilities

a. When Government recognises a Service Concession Arrangement asset it also recognises a liability of an equal amount.

b. The liability is split between a financial liability and a performance obligation.

c. The financial liability arises from the payments due from an entity under the terms of the Service Concession Arrangement and the performance obligation from the rights granted to the operator under the terms of the Service Concession Arrangement to earn revenues from the Service Concession Assets(s) or associated asset(s).

List of Abbreviations/Acronyms

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
FAAC	Federation Accounts Allocation Committee
FGN	Federal Government of Nigeria
FRC	Financial Reporting Council



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

GAAP	Generally Accepted Accounting Principles
GPFS	General Purpose Financial Statement
IPSAS	International Public Sector Accounting Standards
LFN	Law of the Federal Republic of Nigeria
MDA	Ministries, Departments and Agencies
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
OAG	Office of the Accountant-General
PPE	Properties, Plants and Equipment
FR	Financial Regulation
FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act
IGR	Internally Generated Revenue
MDAs	Ministries, Departments, and Agencies
BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
HCF	Honourable Commissioner for Finance
AuG	Auditor-General (State)
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention

Aputu D. Z. Donald
Treasurer



**REPORT OF THE AUDITOR - GENERAL
FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF
YENAGOA
LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR
ENDED 31ST DECEMBER, 2023**



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



HON. ANDY TOBY AFI
ACTING CHAIRMAN YENAGOA LOCAL
GOVERNMENT AREA



COMR. AKPOS EKIEGHA
TREASURER/DFS YENAGOA LOCAL GOVERNMENT
COUNCIL BAYELSA STATE



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



YENAGOA LOCAL GOVERNMENT COUNCIL
Telegram: YELGA

Our Ref:.....
Your Ref:.....
All correspondence to be addressed to the chairman

HEADQUARTERS
P.M.B. 500,
Yenagoa,
Bayelsa State
8th May, 2024
Date:.....

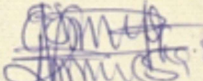
STATEMENT OF FINANCIAL RESPONSIBILITY

These Financial Statements and accounts have been prepared by the Treasurer of Yenagoa Local Government Council, Bayelsa State in accordance with the provisions of section 24 of the Finance (Control and Management) LFN 2004 & Section 85(5) of the Federal Republic of Nigeria and other relevant extant laws, regulations and policies. The accounting framework adopted in the preparation of the financial statements and accounts is IPSAS ACCRUAL accounting basis and the Financial Statements comply with generally accepted accounting policies and practice.

To fulfill the accounting and reporting responsibility, the Treasurer of Yenagoa Local Government Council is responsible for preparing, reporting, 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 receipt and payment of Public Financial resources by the Local Government.

In compliance with International Public Sector Accounting Standard (IPSAS) 33 (First Time Adoption of Accrual Basis IPSAS) and the guidelines issued by the Federation Account Allocation Committee (FAAC) Technical Sub Committee 2004 on IPSAS implementation, reasonable efforts have been made to ensure that the Financial Statements prepared herein reflect the true and fair view of the financial position of Yenagoa Local Government Council as at 31st December, 2023.

On behalf of Yenagoa Local Government Council, I write to accept responsibility for the integrity, credibility and objectivity of the Financial Statements. The information embedded reflects the financial position of the Local Government as at 31st December, 2023.


AKPOS EKIEGHA FRIC, FCPA, FCMA
Treasurer
HON. ANDY TOBÍ AFÍ
Acting Chairman

8/05/2024



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2023

INTRODUCTION

The financial statements of Yenagoa local government council for the year ended 31st December 2023 have been examined in accordance with the generally accepted auditing practice and section 51 subsection 1 and 2 of Bayelsa State Local Government law 2000.

SUBMISSION OF REPORT

In compliance with Section 5 Sub-section 2 of Bayelsa State Local Government law 2000, it is my pleasure to humbly lay before the honourable House of Assembly, Bayelsa State, the Auditor – General for Local Governments' report on the accounts of Yenagoa Local Government Council for the financial year ended 31st December, 2023.

CONSTITUTIONALITY

In accordance with the section of the Bayelsa State Local Government Law 2000 quoted above, the draft annual report and accounts including the related financial statements for the year ended 31st December 2023, was submitted to my office by the accounting officer on the 8th May, 2024.

STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION (IPSAS)

The General Purpose Financial Statements (GPFS) were prepared in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting. The financial statements were presented in Nigeria Naira (N) and kobo (k) which is the functional and reporting currency in Nigeria. The accounting year to which the financial statements date is from 1st January to 31st December, 2023.

STATEMENT OF COMPLETENESS OF THE LOCAL GOVERNMENT REVENUE

Revenue accruable to Yenagoa Local Government Council from the Federation accounts and managed by the State Local Governments Joint Accounts Allocation Committee (SLGJAAC) were fairly stated. I have confirmed the completeness and correctness of the SLGJAAC receipts, the relevant deductions and balances of transfer of the SLGJAAC allocations accruable to the Local Government Council.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

RESPONSIBILITY OF THE ACCOUNTING OFFICER

In line with the provisions of Section 48 subsection 1 of Bayelsa State Local Government Law 2000, the accounting officer is responsible for the preparation of financial statements. He is responsible for the general and overall supervision of all accounting activities of the local government. In carrying out this mandate, he has the responsibility to:

- Ensure that the treasury department of the council keep proper books of accounts that reasonably discloses the financial position of the local government.
- Establish and maintain a functional and adequate system of internal control designed to provide reasonable assurance that the transaction recorded reflect the utilization of the public financial resources.
- Ensure that appropriate accounting policies and estimate are consistently deployed in the preparation of financial statements.
- Taking steps to safeguard the assets of the local government and prevent and detect fraud and irregularities.

RESPONSIBILITIES OF THE AUDITOR – GENERAL FOR LOCAL GOVERNMENTS

The responsibility is to form or express an independent opinion based on the financial statements as presented by the accounting officer of the local government and report to the State House of Assembly.

FINANCIAL HIGHLIGHTS

FIVE YEAR FINANCIAL SUMMARY

REVENUE	2023	2022	2021	2020	2019
Revenue	N	N	N	N	N
Description					
Opening Balance	576,716.64	32,006,757.61	118,917.28		
Statutory Allocation	4,374,442,192.11	3,544,432,678.58	2,979,009,308.73	2,669,999,351.37	2,804,613,601.00
Independent Revenue	7,650,300.00	47,359,570.26	98,274,755.58	54,909,367.12	129,890,261.29
		36,627,773.77			
TOTAL	4,382,669,208.75	3,660,426,780.22	3,077,402,981.59	2,724,908,718.49	2,934,503,862.29
EXPENDITURE	2023	2022	2021	2020	2019
	N	N	N	N	N
Personnel Cost	2,004,257,296.48	2,004,955,834.05	1,093,211,397.82	906,720,496.39	589,800,295.94
Overhead Cost	1,350,291,377.63	1,116,831,092.05	423,848,988.49	445,910,425.26	716,231,926.52
Other Operating Cost/ Statutory Deduction	249,789,325.43	301,722,423.60	1,363,094,537.67	1,307,963,255.18	1,319,350,386.14
Capital Expenditure	770,000,000.00	236,340,713.84	165,241,300.00	53,555,000.00	325,957,958.07
TOTAL	4,374,337,999.54	3,659,850,063.54	3,045,396,223.98	2,714,149,176.83	2,951,340,566.67



PATTERNS AND MANNER IN WHICH THE ACCOUNTS WERE KEPT AND RENDERED

Section 48 (1) of Bayelsa State Local Government Law 2000 requires the accounting officer of Yenagoa Local Government Council to, within three (3) months after 31st day of December, each year, transmit to the Auditor – General for Local Governments accounts showing the financial position of the local government on the said 31st day of December specified financial summary for five years.

FINANCIAL STATEMENT SUBMITTED FOR AUDIT ARE:

1. Statement of Recurrent Revenue
2. Statement of Recurrent Expenditure
3. Statement of Financial Performance
4. Statement of Financial Position
5. Statement of Cash flow
6. Statement of Changes in Net Assets
7. Statement of external / internal loan
8. Statement of Personnel Cost
9. Statement of Overhead Cost

BOOK-KEEPING AND FINANCIAL CONTROL

Audit observed that the state of book – keeping in Yenagoa Local Government Council is relatively below expectation. In most cases payments are made before payment vouchers are prepared, which has adversely limited Audit and has negatively affected the observance of internal control and also hindered early submission of financial statement.

AUDIT QUERIES

Audit raised several queries within the period covered, but the response to these queries was low due to the unwillingness of the principal officers and timing of the audit exercise. Audit looks forward to the willingness and proactiveness of principal officers and timely audit exercise in the near future to ensure that elected officers and other key local government personnels are on ground to give information and explanation that is relevant to the expression of audit opinion.

GENERAL OBSERVATIONS / RECOMMENDATIONS

a. BANK RECONCILIATION

During the period under review, audit observed that the council (accounts department) did not prepare bank reconciliation statement with respect to its transactions with



approved banks monthly. This statutory requirement is part of the overall control system whereby cash book balance (bank column) is reconciled with the bank balance to avoid loss of financial assets. This query was raised in the previous year audit and has not been responded to.

REQUIRED ACTION: The council treasurer should in subsequent years prepare monthly bank reconciliation statement as statutorily required.

b. MONTHLY SALARY VARIATION STATEMENTS

Within the period of the audit exercise, it was observed that the council (account department) did not prepare monthly personnel cost variation statement. Increase / decrease of monthly personnel cost was not supported by any written evidence.

ACTION REQUIRED: The treasurer should give summary of increase/decrease of the council's monthly personnel cost in subsequent periods.

INTERNAL CONTROL

Chapter 40.1 of the model financial memoranda (FM) states that an internal audit unit headed by an internal auditor be established in the local governments council to provide a complete and continues audit of the accounts and records of revenue, expenditures, plant, allocated and unallocated stores where applicable with reference to basic internal accounting control of the local government council which are relevant to the expression of an audit opinion on the financial statements.

Despite the relevance of chapter 40.1 of the model Financial Memoranda (FM) the council has relatively neglected the position of the internal auditor in the financial operations thereby, making it difficult for the expression of audit opinion in the financial statements of the council.

ACTION REQUIRED: The accounting officer is admonished to quickly consult experts to ensure the functionality of the internal audit department in the council as statutorily required.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

GOVERNMENT OF BAYELSA STATE OF NIGERIA

Office of the Auditor-General for Local Governments

e-mail address: localgovtsauditbys@gmail.com

Our Ref: LGCON.21/VOL.II/112

Your Ref: _____



State Govt. Secretariat
P.M.B. 30 Yenagoa,
Bayelsa State.
25th July, 2024

Date: _____

AUDIT CERTIFICATE

In compliance with section 125(2) of the Constitution of the Federal Republic of Nigeria 1999 (as amended) and Section 55(3) of the Bayelsa State Audit Law 2021, the audit of the Financial Statements of Yenagoa Local Government Council of Bayelsa State for the year ended 31st December, 2023 was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

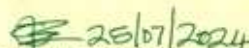
The audit was conducted in accordance with International Standards on Auditing and INTOSAI Auditing Standards.



Within the period under review, the information presented in the General Purpose Financial Statements are in compliance with the International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting as prescribed in the statement of accounting policies.

In my opinion, the Financial Statements which agree with the books of Accounts and records show a true and fair view of the Financial Position of Yenagoa Local Government Council for the year ended 31st December, 2023.

Office of the Auditor –
General For
Local Governments
P.M.B. 30, Yenagoa


Fagha Henry Prenanagha FCMA, ACCT, CHPS, ICAEF
Auditor – General for
Local Governments
Bayelsa State.

All Correspondence to be addressed to the Auditor-General for Local Governments



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT I CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE (INCOME & EXPENDITURE) FOR THE YEAR ENDED 31ST DECEMBER, 2023

Actual 2022		Notes	Actual 2023	Final Budget 2023	Initial Budget 2023	Supplementary Budget 2023	Variance on Final Budget
	REVENUE						
2,144,652,772.04	Government share of FAAC (Statutory Revenue)	1	2,434,163,857.39	3,478,366,401.50	2,494,215,376.36	984,151,025.14	1,044,202,544.11
1,399,779,906.50	Government share of VAT	2	1,940,278,334.72	1,580,142,592.19	1,580,142,592.19	-	360,135,742.53
-	Tax Revenue		-	-	-	-	-
47,359,570.26	Non – Tax Revenue	3	78,004,000.00	128,075,638.87	128,075,638.87	-	50,071,638.87
-	Investment Income		-	106,863,575.21	-	106,863,575.21	-
-	Interest Earned		-	-	-	-	-
-	AID & Grants		-	1,074,325,400.20	-	1,074,325,400.20	-
36,627,773.77	Other Revenue		-	-	-	-	-
3,628,420,022.57	Total Revenue		4,452,446,192.11	6,367,773,607.97	4,202,433,607.42	2,165,340,000.55	1,454,409,925.51
	EXPENDITURE						
2,004,955,834.05	Salaries & Wages	4	2,004,257,296.48	2,007,124,460.25	1,857,693,000.00	149,431,460.25	2,867,163.77
222,150,323.04	Social Benefits	5	224,993,135.76	-	-	-	224,993,135.76
1,116,831,092.05	Overhead Cost	6	1,350,291,377.64	1,354,330,000.00	730,000,000.00	624,330,000.00	4,038,622.36
-	Grants & Contributions		-	924,547,582.98	924,547,582.98	-	-
-	Depreciation	7	105,559,229.17	-	-	-	105,559,229.17
42,944,326.79	Transfer to other Govt Entities	8	50,401,002.95	-	-	-	50,401,002.95
3,386,881,575.93	Total Expenditure		3,735,502,042.00	4,286,002,043.23	3,512,240,582.98	773,761,460.25	550,500,001.23
241,538,446.64	Surplus from Operating Activities for the period		716,944,150.11	-	-	-	-
-	Public Debt Repayment	11	-	-	-	-	-



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**STATEMENT I
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE
(INCOME & EXPENDITURE) FOR THE YEAR ENDED 31ST DECEMBER, 2023**

	Gain/Loss on Disposal of asset						
	Gain/Loss on Disposal of asset						
-	Total non-operating revenue (expenses)		-	-	-	-	-
241,538,446.64	Surplus/ (deficit) from Ordinary Activities	13	716,944,150.11	-	-	-	-
-	Minority Interest share of surplus/deficit		-	-	-	-	-
241,538,446.64	Net Surplus/(Deficit) for the period		716,944,150.11	-	-	-	-

The accompanying notes form an integral part of the General-Purpose Financial Statement (GPFS)

 10/05/2024

Comr. Akpos Ekiegha
Treasurer



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**STATEMENT 2
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)
AS AT 31ST DECEMBER, 2023**

	Economic Code	Notes	2023		2022	
			N	N	N	N
ASSETS						
Current Assets						
Cash and Cash Equivalents	3101-4	9A	40,870,863.40		576,716.64	
Inventories	3105		-		-	
Receivables	3106-7		-		-	
Prepayments	3108		-		-	
A				40,870,863.40		576,716.64
Non-Current Assets						
Loans & Debts (short-term)	3110		-		-	
Investments	3109		-		-	
Property, Plant & Equipment	3201	10A	3,086,625,520.83		-	
Investment Property	3202		-		-	
Intangible Assets	3301		-		-	
B				3,086,625,520.83		-
Total Assets C = A+B				3,127,496,384.23		-
LIABILITIES						
Current Liabilities						
Deposits	4101		-		-	
Short Term Loans & Debts	4102		-		-	
Unremitted Deductions	4103		-		-	



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**STATEMENT 2
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)
AS AT 31ST DECEMBER, 2023**

Accrued Expenses	4104		-		-	
Current Portion of Borrowings	4105		-		-	
D				-		-
Non-Current Liabilities						
Public Funds	4601				-	
Borrowings	4602	11A	(126,366,648.68)		138,575,881.20	-
E			(126,366,648.68)		-	
Total Liabilities: F = D + E				(126,366,648.68)		138,575,881.20
				3,001,129,735.55		139,152,597.84
NET ASSETS/EQUITY						
Reserves	4701	12	2,284,185,585.44		-	
Surpluses/(Deficits)	4702	13	716,944,150.11		-	
Total Net Assets/Equity				3,001,129,735.55		139,152,597.84

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

AKPOS E
AKPOS E

Comr. Akpos Ekiegha
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT 3 CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

Description	Notes	2023		2022	
		N	N	N	N
CASH FLOWS FROM OPERATING ACTIVITIES					
Inflows					
Government Share of FAAC (Statutory Revenue)	1	2,434,163,857.39		2,144,652,772.04	
Government Share of VAT	2	1,940,278,334.72		1,399,779,906.50	
Direct Taxes		-		-	
Licences	3A	60,464,000.00		-	
Fines		-		-	
Royalties		-		-	
Fees		-		-	
Earnings & Sales	3A	17,540,000.00		47,359,570.26	
Rents of Government Properties		-		-	
Investment Income		-		-	
Interest & Repayment General		-		-	
Re- imbursement		-		-	
Funds from Special Accounts		-		-	
Domestic Aid & Grants		-		-	
External Aid & Grants		-		-	
Gains from exchange transactions		-		-	
Other Revenue (e.g. plea Bargain)		-		36,627,773.77	
Total inflow from Operating Activities			4,452,446,192.11		3,628,420,022.57
Outflows					
Salaries & Wages	4A	2,004,257,296.48		-	
Social Benefits	5A	224,993,135.76		222,150,323.04	
Overhead Cost	6A	1,350,291,377.64		1,116,831,092.05	



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT 3 CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

Grants & Contributions		-		-	
Subsidies		-		-	
Transfer to other Government Entities	8A	50,401,002.95		42,944,326.79	
Public Debts Repayment		-		-	
Total Outflow from Operating Activities (B)		3,629,942,812.83	(3,629,942,812.83)		(1,381,925,741.88)
Net Cash Inflow/(Outflow) From Operating Activities* C=(A-B)			822,503,379.28		2,246,494,280.69
CASH FLOW FROM INVESTING ACTIVITIES					
Proceeds from Sale of PPE		-		-	
Proceeds from Sales of Investment Property		-		-	
Proceeds from Sale of Intangible Assets		-		-	
Proceeds from Sale of Investment		-		-	
Dividends Received		-		-	
		-			
Purchase/Construction of PPE	14	(770,000,000.00)		(236,340,713.84)	
Purchase/Construction of Investment Property		-		-	
Purchase of Intangible Assets		-		-	
Acquisition of Investments		-		-	
Net Cash Flow from Investing Activities			(770,000,000.00)		(236,340,713.84)
CASH FLOW FROM FINANCING ACTIVITIES					
Proceeds from Borrowings	11A	-		-	



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

STATEMENT 3 CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

Repayment of Borrowings		(12,209,232.52)		(36,627,773.77)	
Distribution of Surplus/Dividends Paid		-		-	
Net Cash Flow from Financing Activities			(12,209,232.52)		(36,627,773.77)
Net Cash Flow from all Activities			40,294,146.76		1,973,525,793.08
Cash & Its Equivalent as at 1/1/2023			576,716.64		32,006,757.61
Cash & Its Equivalent as at 31/12/2023			40,870,863.40		2,005,532,550.69
Notes: 1					
RECONCILIATION:					
Surplus/ (Deficit) per Statement of Performance	13	716,944,150.11		-	
Add back non cash movement-		-		-	
Depreciation Charges	7A	105,559,229.17		-	
Net Cash Flow from Operating Activities		822,503,379.28		-	
Note: 2					
Cash & its equivalent as at 31/12/2023					
Cash Balances		-		-	
Bank Balances	9A	40,870,863.40	40,870,863.40	-	2,005,532,550.69

The accompanying notes form an integral part of the General Purpose Financial Statement (GPFS)

 31/05/2024

Comr. Akpos Ekiegha
Treasurer



	Notes	Revaluation Reserve ₪	Translation Reserve ₪	Accumulated Surpluses ₪	Total ₪
Balance as at 1st January 2023	12	2,284,185,585.44		-	2,284,185,585.44
Changes in Accounting Policy					
Restated Balance		2,284,185,585.44		-	2,284,185,585.44
Surplus on Revaluation of Properties					
Deficit on Revaluation of Investments					
Net Gains and losses not recognized in the statement of Financial Performance					-
Net Surplus for the year	13	716,944,150.11		-	716,944,150.11
Balance as at 31 December 2023		-		-	
Deficit on Revaluation of Property		-		-	
Surplus on Revaluation of Investments		-		-	
Net gains and Losses not Recognized in the Statement of Financial Performance					
Net deficit for the Period					
Balance as at 31 December 2023		3,001,129,735.55		-	3,001,129,735.55

The accompanying notes form an integral part of the General-Purpose Financial Statement (GPFS)

~~CONFIDENTIAL~~ 8/05/2024

Comr. Akpos Ekiegha
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

NOTES TO THE ACCOUNTS

YENAGOA LOCAL GOVERNMENT COUNCIL NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2023

Note	Details	Ref Sup. Note	Amount	Amount		Remarks
1	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	1	1,624,385,187.44			
	Add: Deduction at source	1A	57,022,221.10	1,681,407,408.54		
	Share of Statutory Allocation (Other Agencies)	2		809,778,669.95		
	Share of Statutory Allocation (Excess Crude Oil)			-		
	Total (Gross) Statutory Allocation			2,434,163,857.39		
2	B. Value Added Tax					
	Share of Value Added Tax (VAT)			1,940,278,334.72		
	NON TAX REVENUE	Ref Sup. Note	Actual	Budget	% Variance	
3	RATES GENERAL (TENEMENT RATE)		-	54,000,000.00		
	LICENSE GENERAL		320,000.00	2,500,000.00		
	FEES GENERAL		-	12,000,000.00		
	FINES GENERAL		-			
	EARNINGS GENERAL		7,330,300.00	21,500,000.00		
	Sale/Rent of Government Property		-			
			7,650,300.00			
4	WAGES AND SALARIES			2023		2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
4A	PERSONNEL COST	4A				
	ADMINISTRATIVE SECTOR		565,755,863.38	-	-	-
	ECONOMIC SECTOR		243,735,031.26	-	-	-
	SOCIAL SECTOR		1,115,367,831.39	-	-	-
	REGIONAL SECTOR		-	-	-	-
	LAW AND JUSTICE		-	-	-	-
	SUB TOTAL		1,924,858,726.03	-	-	-
4B	CONSOLIDATED REVENUE FUND CHARGES	4B	79,398,570.45	-	-	-
	TOTAL WAGES AND SALARIES		2,004,257,296.48			
4C	PERSONNEL ANALYSIS			2023		2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	TOTAL NO. OF EMPLOYEES AT THE BEGINNING OF THE YEAR		1,276			
	TOTAL NO. OF EMPLOYEES EMPLOYED IN 2023		0			
	TOTAL NO. OF EMPLOYEES RETIRED DURING THE YEAR		20			
	TOTAL NO. OF EMPLOYEES AT THE END OF THE YEAR 2023		1,256			



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

5	SOCIAL BENEFITS		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	ADMINISTRATIVE SECTOR	5	224,993,135.76			
	ECONOMIC SECTOR		-			
	SOCIAL SECTOR		-			
	REGIONAL SECTOR		-			
	LAW AND JUSTICE		-			
6	OVERHEAD COST		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
6A	OVERHEAD COST BY FUNCTION	6A				
	TRAVEL & TRANSPORT - GENERAL		375,153,075.96			
	UTILITIES - GENERAL		211,125,817.29			
	MATERIALS AND SUPPLY - GENERAL		95,082,717.07			
	MAINTENANCE SERVICES - GENERAL		255,464,000.00			
	FUEL AND LUBRICANT - GENERAL		396,137,880.60			
	FINANCIAL CHARGES - GENERAL		17,327,886.72			
	TOTAL		1,350,291,377.64			
6B	OVERHEAD COST BY SECTOR	68				
	ADMINISTRATIVE SECTOR		677,520,132.17			
	ECONOMIC SECTOR		483,050,721.64			
	SOCIAL SECTOR		189,720,523.82			
	REGIONAL SECTOR		-			
	LAW & JUSTICE		-			
	TOTAL		1,350,291,377.63			
7	DEPRECIATION		2023			2022
		Ref Sup. Note	Actual	Budget	% Variance	Actual
	BUILDING - GENERAL	7A	39,761,000.00			
	INFRASTRUCTURE - GENERAL		28,629,283.33			
	PLANT & MACHINERY - GENERAL		1,300,000.00			
	TRANSPORTATION EQUIPMENT - GENERAL		17,400,000.00			
	OFFICE EQUIPMENT		9,962,312.50			
	FURNITURE & FITTINGS - GENERAL		8,506,633.33			
	TOTAL		105,559,229.17			
8	TRANSFER TO OTHER GOVERNMENT ENTITIES					
	COMMON SERVICES	8A	7,500,000.00	-		-
	TRAINING FUND		42,901,002.95	-		-
			50,401,002.95	-		-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

9	CASH AND CASH EQUIVALENT	Ref Sup. Note	2023	2022		
	CASH IN HAND					
	CASH AT BANK	9A	40,870,863.40	576,716.64		
	TOTAL					
10	PROPERTY, PLANT AND EQUIPMENT	Ref Sup. Note	31/12/2023	01/01/2023		
	BUILDING—GENERAL		2,200,639,000.00	1,807,800,000.00		
	INFRASTRUCTURE—GENERAL		739,839,716.67	432,669,000.00		
	PLANT & MACHINERY—GENERAL		11,700,000.00	13,000,000.00		
	TRANSPORT EQUIPMENT- GENERAL		69,600,000.00	87,000,000.00		
	OFFICE EQUIPMENT—GENERAL		30,061,937.50	39,724,250.00		
	FURNITURE AND FITTINGS		34,784,866.67	41,991,500.00		
	TOTAL		3,086,625,520.83	2,422,184,750.00		
	ACCRUED EXPENSES	Ref Sup. Note	2023	2022		
	PENSION AND GRATUITY					
	BANK GUARANTEE AND OTHER LIABILITIES					
	TOTAL					
11	BORROWINGS	Ref Sup. Note	2023	2022		
	EXTERNAL LOANS					
	DOMESTIC LOANS		126,366,648.68			
	TOTAL					
12	RESERVES	Ref Sup. Note	2023	2022		
	FOR THE YEAR		2,284,185,585.44			
13	SURPLUS	Ref Sup. Note	2023	2022		
	FOR THE YEAR		716,944,150.12			
14	PURCHASE/CONSTRUCTION OF PPE	Ref Sup. Note	2023	2022		
	BUILDING		432,600,000.00			
	INFRASTRUCTURE		335,800,000.00			
	PLANTS AND EQUIPMENTS		-			
	TRANSPORT EQUIPMENT		-			
	OFFICE EQUIPMENT		300,000.00			
	FURNITURE AND FITTINGS		1,300,000.00			
	TOTAL		770,000,000.00			



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTES TO THE ACCOUNTS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 1 SHARE OF FAAC (STATUTORY REVENUE)

DETAILS/ MONTH	NET RECEIPT SEE SUPPLEMENTARY NOTE 1A	ADD: DEDUCTIONS AT SOURCE (SEE – SUPPLEMENTARY NOTE 1A	GROSS
	₦	₦	₦
JANUARY	221,737,252.22	6,652,117.57	228,389,369.79
FEBRUARY	128,051,010.01	3,841,530.30	131,892,540.31
MARCH	121,870,914.57	3,656,127.44	125,527,042.01
APRIL	166,122,240.69	4,983,667.22	171,105,907.91
MAY	118,004,149.71	3,540,124.49	121,544,274.20
JUNE	178,482,352.22	5,354,470.57	183,836,822.79
JULY	100,063,120.46	3,001,893.61	103,065,014.07
AUGUST	129,923,211.06	3,897,696.33	133,820,907.39
SEPTEMBER	110,014,753.86	11,591,108.09	121,605,861.95
OCTOBER	130,167,577.97	3,905,027.34	134,072,605.31
NOVEMBER	100,652,648.39	3,019,579.45	103,672,227.84
DECEMBER	119,295,956.28	3,578,878.69	122,874,834.97
GRAND TOTAL	1,624,385,187.44	57,022,221.10	1,681,407,408.54

SUPPLEMENTARY NOTE 1A NET STATUTORY ALLOCATION

DETAILS/ MONTH	GROSS STATUTORY ALLOCATION (a)	TOTAL DEDUCTIONS (b)	NET ALLOCATION c = (a - b)
	₦	₦	₦
JANUARY	228,389,369.79	6,652,117.57	221,737,252.22
FEBRUARY	131,892,540.31	3,841,530.30	128,051,010.01
MARCH	125,527,042.01	3,656,127.44	121,870,914.57
APRIL	171,105,907.91	4,983,667.22	166,122,240.69
MAY	121,544,274.20	3,540,124.49	118,004,149.71
JUNE	183,836,822.79	5,354,470.57	178,482,352.22
JULY	103,065,014.07	3,001,893.61	100,063,120.46
AUGUST	133,820,907.39	3,897,696.33	129,923,211.06
SEPTEMBER	121,605,861.95	11,591,108.09	110,014,753.86
OCTOBER	134,072,605.31	3,905,027.34	130,167,577.97
NOVEMBER	103,672,227.84	3,019,579.45	100,652,648.39
DECEMBER	122,874,834.97	3,578,878.69	119,295,956.28
GRAND TOTAL	1,681,407,408.54	57,022,221.10	1,624,385,187.44



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENOGA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023



SUPPLEMENTARY NOTE 1B

ANALYSIS OF SHARE OF STATUTORY ALLOCATION (OTHER AGENCIES)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010101	ELECTRONIC MONEY TRANSFER LEVY	13,277,832.16	7,251,023.15	6,437,136.65	8,025,805.97	7,971,576.24	7,921,248.27	6,266,676.93	7,035,330.92	7,777,913.99	6,076,704.47	8,537,365.58	6,562,843.88	93,143,458.21
11010101	NON OIL REVENUE	-	35,830,306.95	-	-	8,823,273.67	-	-	-	-	-	21,558,184.17	-	66,111,764.79
11010101	NON OIL REVENUE 2	-	5,551,232.42	-	-	3,593,030.70	-	-	-	-	-	-	-	9,144,263.12
11010101	FOREX EQUALISATION 1	-	-	37,511,240.46	-	15,629,683.52	-	-	-	-	-	-	-	53,140,923.98
11010101	FOREX EQUALISATION 2	-	-	-	-	6,251,873.41	-	-	-	-	-	-	-	6,251,873.41
11010101	SOLID MINERALS	-	-	-	-	5,214,372.20	-	-	-	-	-	-	-	5,214,372.20
11010101	EXCHANGE GAIN DIFFERENCE	7,885,584.09	-	-	-	-	209,172.42	-	-	-	-	-	-	8,094,756.51
11010101	EXCHANGE GAIN DIFFERENCE 2	-	-	-	-	-	45,774,363.85	106,505,257.63	96,356,577.03	78,056,891.62	58,415,475.80	63,650,667.22	119,916,004.58	568,677,257.73
		21,163,416.25	48,732,562.52	43,948,377.11	8,025,805.97	47,283,809.74	53,904,804.54	112,771,934.56	103,393,907.95	85,834,805.61	64,494,180.27	93,746,216.97	126,478,848.46	809,778,669.95

SUPPLEMENTARY NOTE 2

ANALYSIS OF SHARE OF VALUE ADDED TAX (VAT)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	GRAND TOTAL
11010202	VALUE ADDED TAX	141,650,325.94	165,068,484.56	117,036,062.24	148,580,930.11	165,825,575.41	141,465,785.09	176,293,030.72	171,721,548.78	172,689,363.85	173,966,661.00	190,778,972.81	174,801,594.21	1,940,278,334.72

SUPPLEMENTARY NOTE 3

NON TAX REVENUE

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
12020459	FEES - RIGHT OF OCCUPANCY FEES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020466	FEES - INDIGINE REGISTRATION FEES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020501	FINES - FINES/PENALTIES	-	-	-	-	-	-	-	-	-	-	-	-	-
12020122	LICENCES	2,000,000.00	2,000,000.00	4,000,000.00	5,000,000.00	3,000,000.00	2,925,000.00	3,031,000.00	8,000,000.00	10,000,000.00	2,508,000.00	4,000,000.00	14,000,000.00	60,464,000.00
12020711	EARNINGS - EARNINGS FROM COMMERCIAL ACTIVITIES	-	-	8,540,000.00	9,000,000.00	-	-	-	-	-	-	-	-	17,540,000.00
	TOTAL	2,000,000.00	2,000,000.00	12,540,000.00	14,000,000.00	3,000,000.00	2,925,000.00	3,031,000.00	8,000,000.00	10,000,000.00	2,508,000.00	4,000,000.00	14,000,000.00	78,004,000.00



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 4 SALARIES AND WAGES

	COUNCIL SALARIES N	HEALTH WORKERS SALARIES N	TEACHERS SALARIES N	CONSOLIDATED REVENUE FUND CHARGES - SALARIES 9B N	COUNCIL SALARY ARREARS N	ALLOWANCE N	TOTAL N
	21010101	21010101	21010101	21010103	21010101		
	55,225,149.49	40,599,122.88	51,149,715.04	-	10,000,000.00	-	156,973,987.41
	55,225,149.49	40,599,122.88	51,381,815.04	-	10,000,000.00	-	157,206,087.41
	55,225,149.49	40,599,122.88	51,191,848.15	-	10,000,000.00	-	157,016,120.52
	55,225,149.49	40,599,122.88	51,191,848.15	-	10,000,000.00	-	157,016,120.52
	55,225,149.49	40,599,122.88	51,036,028.17	-	10,000,000.00	-	156,860,300.54
	55,225,149.49	40,613,999.02	51,081,028.17	-	10,000,000.00	-	156,920,176.68
	56,925,149.49	40,613,999.02	50,775,083.22	-	10,000,000.00	-	158,314,231.73
	56,925,149.49	40,953,381.49	51,775,083.22	15,879,714.09	10,000,000.00	-	175,533,328.29
	56,925,149.49	40,953,381.49	51,921,563.75	15,879,714.09	10,000,000.00	-	175,679,808.82
	59,425,149.49	40,953,381.49	51,921,563.75	15,879,714.09	10,000,000.00	-	178,179,808.82
	63,470,932.09	45,238,925.93	51,921,563.75	15,879,714.09	10,000,000.00	-	186,511,135.86
	64,468,467.65	45,776,444.39	51,921,563.75	15,879,714.09	10,000,000.00	-	188,046,189.88
	689,490,894.64	498,099,127.23	617,268,704.16	79,398,570.45	120,000,000.00	-	2,004,257,296.48

SUPPLEMENTARY NOTE 4A WAGES AND SALARIES FOR THE YEAR ENDED 31ST DECEMBER, 2023

S/No	ADMIN CODE	ECON CODE	HEAD DESCRIPTION	ESTIMATE N	SUPPLEMENT N	TOTAL N	ACTUAL N	EXCESS N	SAVINGS N
		Sector:	ADMINISTRATIVE						
1		21010103	OFFICE OF THE CHAIRMAN	-	32,900,000.00	32,900,000.00	32,821,377.80	78,622.20	
2		21010103	OFFICE OF THE VICE CHAIRMAN	-	5,900,000.00	5,900,000.00	5,874,427.70	25,572.30	
3		21010103	SECRETARY TO THE LOCAL GOVT.	-	2,173,000.00	2,173,000.00	2,172,764.95	235.05	
4		21010103	LEGISLATORS	-	38,530,000.00	38,530,000.00	38,530,000.00	-	
5		21010101	ADMINISTRATIVE DEPARTMENT	565,756,000.00	-	565,756,000.00	565,755,863.38	136.62	
			SUB TOTAL	565,756,000.00	79,503,000.00	645,259,000.00	645,154,433.83		
		Sector:	ECONOMIC						
6		21010101	DEPARTMENT OF FINANCE AND SUPPLIES	114,456,000.00	-	114,456,000.00	114,455,488.51	511.49	
7		21010101	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	24,960,000.00	-	24,960,000.00	24,959,570.39	429.61	
8		21010101	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	43,576,000.00	-	43,576,000.00	43,575,824.54	175.46	
9		21010101	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	60,745,000.00	-	60,745,000.00	60,744,147.82	852.18	
			SUB TOTAL	243,737,000.00	-	243,737,000.00	243,735,031.26		
		Sector:	LAW & JUSTICE						
10		21010101	LEGAL DEPARTMENT						
			SUB TOTAL				-		
		Sector:	SOCIAL SECTOR						
11		21010101	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	69,928,460.25	550,000,000.00	619,928,460.25	617,268,704.16	2,659,756.09	
			DEPARTMENT OF PRIMARY HEALTH CARE	-	498,200,000.00	498,200,000.00	498,099,127.23	100,872.77	
			SUB TOTAL	69,928,460.25	1,048,200,000.00	1,118,128,460.25	1,115,367,831.39		
12		21010101	GRAND TOTAL	879,421,460.25	1,127,703,000.00	2,007,124,460.25	2,004,257,296.48		



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

SUPPLEMENTARY NOTE 4C

PERSONNEL ANALYSIS

		2023			2022
		ACTUAL	BUDGET	VARIANCE	ACTUAL
TOTAL NO, OF EMPLOYEES AT THE BEGINNING OF THE YEAR		1,276		0	1,112
TOTAL NO, OF EMPLOYEES EMPLOYED IN 2023		0		0	169
TOTAL NO, OF EMPLOYEES RETIRED DURING THE YEAR		20		0	5
TOTAL NO, OF EMPLOYEES AT THE END OF THE YEAR 2023		1,256		6	1,276

SUPPLEMENTARY NOTE 5A

ANAYSIS OF EMPLOYEES SOCIAL BENEFITS

MONTHS	GRATUITY	PENSION	DEATH BENEFITS	TOTAL
JANUARY	-	17,430,971.09	-	17,430,971.09
FEBRUARY	-	17,313,997.98	-	17,313,997.98
MARCH	-	17,827,204.79	-	17,827,204.79
APRIL	-	17,279,179.03	-	17,279,179.03
MAY	-	17,784,822.68	-	17,784,822.68
JUNE	-	18,517,838.70	-	18,517,838.70
JULY	-	18,286,728.33	-	18,286,728.33
AUGUST	-	18,417,614.00	-	18,417,614.00
SEPTEMBER	-	18,715,294.18	-	18,715,294.18
OCTOBER	-	18,402,708.56	-	18,402,708.56
NOVEMBER	-	22,095,130.62	-	22,095,130.62
DECEMBER	-	22,921,645.80	-	22,921,645.80
GRAND TOTAL	-	224,993,135.76	-	224,993,135.76



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 6A ANALYSIS OF OVERHEAD PAYMENTS

	TRAVEL & TRANSPORT - GENERAL	UTILITIES – GENERAL	MATERIALS AND SUPPLY – GENERAL	MAINTENANCE SERVICES – GENERAL	FUEL AND LUBRICANT - GENERAL	FINANCIAL CHARGES - GENERAL	TOTAL
	220201	220202	220203	220204	220207	220209	
	N	N	N	N	N	N	N
	4,604,069.77	-	29,313,116.00	4,300,000.00	14,982,000.00	2,298,000.00	55,497,185.77
FEBUARY	20,295,000.00	169,089,782.40	3,771,000.00	9,894,000.00	16,340,860.45	-	219,390,642.85
	24,558,406.19	500,000.00	5,890,000.00	4,340,000.00	700,000.00	60,000.00	36,048,406.19
	160,277,500.00	19,652,034.89	13,932,500.00	5,355,000.00	1,870,000.00	-	201,087,034.89
	11,421,000.00	2,259,000.00	687,850.00	4,920,000.00	10,565,000.00	660,000.00	30,512,850.00
	10,513,100.00	140,000.00	2,680,000.00	5,700,000.00	606,000.00	283,000.00	19,922,100.00
	12,790,000.00	420,000.00	1,045,000.00	40,800,000.00	169,089,782.40	1,350,000.00	225,494,782.40
	15,710,000.00	9,220,000.00	1,770,146.39	12,470,000.00	26,510,237.75	4,748,886.72	70,429,270.86
	18,430,000.00	-	14,750,000.00	31,400,000.00	37,450,000.00	5,082,000.00	107,112,000.00
	-	130,000.00	20,684,850.00	130,685,000.00	40,964,000.00	407,000.00	192,870,850.00
	78,134,000.00	4,680,000.00	4,850.00	5,300,000.00	39,060,000.00	750,000.00	127,928,850.00
	18,420,000.00	5,035,000.00	553,404.68	300,000.00	38,000,000.00	1,689,000.00	63,997,404.68
	375,153,075.96	211,125,817.29	95,082,717.07	255,464,000.00	396,137,880.60	17,327,886.72	1,350,291,377.64

SUPPLEMENTARY NOTE 6B ANALYSIS OF OVERHEAD COST FOR THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	BUDGET	SUPPLEMENTARY	TOTAL	ACTUAL	SAVINGS	EXCESS
				N	N	N	N	N	N
	SECTOR		ADMINISTRATIVE						
1	11100100100	1	OFFICE OF THE CHAIRMAN	-	32,700,000.00	32,700,000.00	32,638,562.27	61,437.73	-
2	11100100200	1	VICE CHAIRMAN	-	9,800,000.00	9,800,000.00	9,791,568.68	8,431.32	-
3	11100200100	1	SECRETARY TO THE LG	-	6,530,000.00	6,530,000.00	6,527,712.45	2,287.55	-
		1	LEGISLATORS	-	65,300,000.00	65,300,000.00	65,277,124.55	22,875.45	-
		1	ADMINISTRATIVE DEPT	55,600,000.00	510,000,000.00	565,600,000.00	563,285,164.22	2,314,835.78	-
			Sub total	55,600,000.00	624,330,000.00	679,930,000.00	677,520,132.17		
	SECTOR		ECONOMIC	-					
4	11100200400	2	DEPARTMENT OF FINANCE AND SUPPLIES	21,800,000.00	31,000,000.00	52,800,000.00	52,221,699.64	578,300.36	-
5	11100200500	2	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	1,000,000.00	32,000,000.00	33,000,000.00	32,638,562.27	361,437.73	-
6	11100200600	2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	1,000,000.00	38,200,000.00	39,200,000.00	39,166,274.73	33,725.27	-
		2	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	1,600,000.00	358,000,000.00	359,600,000.00	359,024,185.00	575,815.00	-
			Sub total	25,400,000.00	459,200,000.00	484,600,000.00	483,050,721.64		
	SECTOR		LAW & JUSTICE						
9	11100201000	3	LEGAL DEPARTMENT	-			-	-	-
	SECTOR		SOCIAL	-			-	-	-
10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	800,000.00	78,000,000.00	78,800,000.00	78,749,412.09	50,587.91	-
11		4	DEPARTMENT OF PRIMARY HEALTH CARE	12,000,000.00	99,000,000.00	111,000,000.00	110,971,111.73	28,888.27	-
			Sub total	12,800,000.00	177,000,000.00	189,800,000.00	189,720,523.82		
	GRAND TOTAL			93,800,000.00	1,260,530,000.00	1,354,330,000.00	1,350,291,377.63	-	-



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTAR NOTE 7A DEPRECIATION

	BUILDING - GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT -	OFFICE EQUIPMENT		FURNITURE & FITTINGS - GENERAL	TOTAL
	240101	240102	240103	240104			240106	
					GENERAL	BOOKS		
RATE	2%	5%	10%	20%	25%	3%	20%	
LEGACY ASSETS	36,156,000.00	21,633,450.00	1,300,000.00	17,400,000.00	9,931,062.50		8,398,300.00	94,818,812.50
ASSETS DURING YEAR 2023	3,605,000.00	6,995,833.33	-	-	31,250.00	-	108,333.33	10,740,416.67
SUB- TOTAL	3,605,000.00	6,995,833.33	-	-	31,250.00	-	108,333.33	10,740,416.67
GRAND TOTAL	39,761,000.00	28,629,283.33	1,300,000.00	17,400,000.00	9,962,312.50	-	8,506,633.33	105,559,229.17

SUPPLEMENTAR NOTE 7B DEPRECIATION FOR ASSETS ACQUIRED DURING THE YEAR 2023

MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	TOTAL
	2%	5%	10%	20%	25%	20%	
JANUARY	-	-	-	-	-	-	-
FEBRUARY	-	-	-	-	-	-	-
MARCH	-	-	-	-	-	-	-
APRIL	-	-	-	-	-	-	-
MAY	-	-	-	-	-	-	-
JUNE	-	-	-	-	-	-	-
JULY	-	-	-	-	-	-	-
AUGUST	721,000.00	1,399,166.67	-	-	6,250.00	21,666.67	2,148,083.33
SEPTEMBER	721,000.00	1,399,166.67	-	-	6,250.00	21,666.67	2,148,083.33
OCTOBER	721,000.00	1,399,166.67	-	-	6,250.00	21,666.67	2,148,083.33
NOVEMBER	721,000.00	1,399,166.67	-	-	6,250.00	21,666.67	2,148,083.33
DECEMBER	721,000.00	1,399,166.67	-	-	6,250.00	21,666.67	2,148,083.33
GRAND TOTAL	3,605,000.00	6,995,833.33	-	-	31,250.00	108,333.33	10,740,416.67

THE DEPRECIATION IS PRO RATED ACCORDING TO THE MONTH OF THE YEAR THE ASSETS VALUE IS CAPITALISED.



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF
YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023**

**SUPPLEMENTAR NOTE 8A
TRANSFER TO OTHER GOVERNMENT ENTITIES**

DESCRIPTION		2023		2022	
		ACTUAL	BUDGET	VARIANCE	ACTUAL
COMMON SERVICES	SEE SUPL. NOTE 14B	7,500,000.00	-	-	-
TRAINING FUNDS		17,296,189.67			
TOTAL		24,796,189.67	-	-	-

**SUPPLEMENTARY NOTE 8B
ANALYSIS OF STATUTORY TRANSFERS**

MONTHS	TRAINING FUND	COMMON SERVICES	PENSION	TOTAL
	N	N	N	N
JANUARY	3,839,509.94	625,000.00		4,464,509.94
FEBUARY	3,346,010.34	625,000.00		3,971,010.34
MARCH	2,828,553.54	625,000.00		3,453,553.54
APRIL	3,237,289.77	625,000.00		3,862,289.77
MAY	3,112,970.55	625,000.00		3,737,970.55
JUNE	3,280,785.58	625,000.00		3,905,785.58
JULY	3,891,280.86	625,000.00		4,516,280.86
AUGUST	3,935,386.68	625,000.00		4,560,386.68
SEPTEMBE	3,685,389.23	625,000.00		4,310,389.23
OCTOBER	3,686,284.19	625,000.00		4,311,284.19
NOVEMBER	3,851,778.28	625,000.00		4,476,778.28
DECEMBER	4,205,763.99	625,000.00		4,830,763.99
TOTAL	42,901,002.95	7,500,000.00		50,401,002.95

**SUPPLEMENTARY NOTE 9A
CASH AND CASH EQUIVALENTS**

DESCRIPTION	REF. S. NOTE	2023	2022
CASH IN HAND		-	-
CASH AT BANK	16B	40,870,863.40	576,716.64
TOTAL		40,870,863.40	576,716.64



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 9B
CASH AND CASH EQUIVALENTS

	ZENITH BANK A: 1015470602		FCBM BANK		ECO BANK		ACCESS BANK		ZENITH BANK		
RECEIPTS	N	N	N	N	N	N	N	N	N	N	
OPENING BALANCE	109,416.77	-	7,178.88	-	431,430.05	-	28,690.94	-	53,915.45	-	576,716.64
JANUARY	-	-	-	-	99,285,198.26	5,202,456.63	574,590,944.68	548,641,291.18	-	-	-
FEBRUARY	-	-	-	-	41,167,721.00	135,132,448.76	200,935,898.27	94,881,382.74	150,000.00	-	-
MARCH	-	-	-	-	190,024,553.50	95,578,711.53	278,226,388.02	410,194,167.78	39,000.00	4.00	-
APRIL	-	-	-	-	5,821,443.11	100,764,770.42	311,112,074.91	211,632,863.03	340,000.00	20.00	-
MAY	-	-	-	-	190,183,140.76	190,189,630.73	136,449,578.08	227,810,946.20	927,900.00	1,032,970.50	-
JUNE	-	-	-	-	95,185,176.75	18,588,681.74	55,509,368.36	63,687,699.22	1,087,600.00	1,520,209.25	-
JULY	-	-	-	-	112,649,513.81	188,382,122.72	45,329,368.36	45,353,051.89	70,000.00	16.00	-
AUGUST	-	-	-	-	100,827,217.42	9,326,233.71	190,320,443.34	155,621,669.19	627,000.00	325,852.96	-
SEPTEMBER	-	-	-	-	47,448,771.01	139,851,014.59	182,045,684.32	106,980,181.81	1,034,000.00	4.00	-
OCTOBER	-	-	-	-	137,904,713.63	137,769,411.45	1,146,783,049.27	1,097,380,583.33	1,787,600.00	1,785,626.65	-
NOVEMBER	-	-	-	-	152,215,858.05	152,317,842.17	239,097,259.24	257,227,994.71	205,200.00	900,127.50	-
DECEMBER	-	-	-	-	254,414,177.76	254,454,984.48	201,655,443.75	302,134,832.48	1,119,000.00	1,630,251.00	-
TOTAL	109,416.77	-	7,178.88	-	1,427,558,915.11	1,427,558,308.93	3,562,084,191.54	3,521,546,663.56	7,411,215.45	7,195,081.86	-
CLOSING BALANCE	109,416.77	-	7,178.88	-	1,427,558,915.11	606.18	-	40,537,527.98	216,133.59	40,870,863.40	-

SUPPLEMENTARY NOTE 10A
PROPERTY PLANT AND EQUIPMENT

	BUILDING - GENERAL	INFRASTRUCTURE - GENERAL	PLANT & MACHINERY - GENERAL	TRANSPORTATION EQUIPMENT - GENERAL	OFFICE EQUIPMENT - GENERAL	FURNITURE AND FITTINGS	TOTAL
	320101	320102	320103	320103	320105		
CARRYING AMOUNT 01/01/2023	1,807,800,000.00	432,669,000.00	13,000,000.00	87,000,000.00	39,724,250.00	41,991,500.00	2,422,184,750.00
ADD ASSET DURING THE YEAR (SEE - SUPPLEMENTARY NOTE)	432,600,000.00	335,800,000.00	-	-	300,000.00	1,300,000.00	770,000,000.00
TOTAL ASSETS	2,240,400,000.00	768,469,000.00	13,000,000.00	87,000,000.00	40,024,250.00	43,291,500.00	3,192,184,750.00
LESS DEPRECIATION	39,761,000.00	28,629,283.33	1,300,000.00	17,400,000.00	9,962,312.50	8,506,633.33	105,559,229.17
CARRYING AMOUNT 31/12/2023	2,200,639,000.00	739,839,716.67	11,700,000.00	69,600,000.00	30,061,937.50	34,784,866.67	3,086,625,520.83

SUPPLEMENTARY NOTE 10B
PURCHASES/CONSTRUCTION OF PROPERTY PLANT AND EQUIPMENT (PPE) DURING THE YEAR 2023

MONTHS	CLASS OF PPE						TOTAL
	BUILDING	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTINGS	
JANUARY	-	-	-	-	-	-	-
FEBRUARY	-	-	-	-	-	-	-
MARCH	-	-	-	-	-	-	-
APRIL	-	-	-	-	-	-	-
MAY	-	-	-	-	-	-	-
JUNE	-	-	-	-	-	-	-
JULY	-	-	-	-	-	-	-
AUGUST	432,600,000.00	335,800,000.00	-	-	300,000.00	1,300,000.00	770,000,000.00
SEPTEMBER	-	-	-	-	-	-	-
OCTOBER	-	-	-	-	-	-	-
NOVEMBER	-	-	-	-	-	-	-
DECEMBER	-	-	-	-	-	-	-
GRAND TOTAL	432,600,000.00	335,800,000.00	-	-	300,000.00	1,300,000.00	770,000,000.00



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 10C							
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT							
DETAILS	CLASS OF PPE						TOTAL
	LAND & BUILDING – SEE SUPPLEMENTARY NOTE 20D	INFRASTRUCTURE	PLANTS & EQUIPMENTS	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT (– SEE SUPPLEMENTARY NOTE 20D)	FURNITURE AND FITTINGS	
LEGACY ASSETS	1,807,800,000.00	432,669,000.00	13,000,000.00	87,000,000.00	39,724,250.00	41,991,500.00	2,422,184,750.00
ASSETS FOR THE YEAR	432,600,000.00	335,800,000.00	-	-	300,000.00	1,300,000.00	770,000,000.00
SUB TOTAL (A)	2,240,400,000.00	768,469,000.00	13,000,000.00	87,000,000.00	40,024,250.00	43,291,500.00	3,192,184,750.00
DEP. RATE	2%	5%	10%	20%	25%	20%	
DEP. LEGACY ASSETS	36,156,000.00	21,633,450.00	1,300,000.00	17,400,000.00	9,931,062.50	8,398,300.00	94,818,812.50
DEP. ASSETS DURING YEAR	3,605,000.00	6,995,833.33	-	-	31,250.00	108,333.33	10,740,416.67
TOTAL DEPRECIATION (B)	39,761,000.00	28,629,283.33	1,300,000.00	17,400,000.00	9,962,312.50	8,506,633.33	105,559,229.17
NET BOOK VALUE (A-B)	2,200,639,000.00	739,839,716.67	11,700,000.00	69,600,000.00	30,061,937.50	34,784,866.67	3,086,625,520.83

SUPPLEMENTARY NOTE 10D						
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT						
DETAILS	CLASS OF PPE					
	LAND & BUILDING			OFFICE EQUIPMENT		
	LAND	BUILDING	TOTAL LAND AND BUILDING	BOOKS	OTHER EQUIPMENTS	TOTAL OFFICE EQUIPMENT
LEGACY ASSETS	-	1,807,800,000.00	1,807,800,000.00	-	39,724,250.00	39,724,250.00
ASSETS DURING THE YEAR	-	432,600,000.00	432,600,000.00	-	300,000.00	300,000.00
SUB TOTAL (A)	-	2,240,400,000.00	2,240,400,000.00	-	40,024,250.00	40,024,250.00
DEP. RATE	-	2%		3%	25%	
DEP. LEGACY ASSETS	-	36,156,000.00	36,156,000.00	-	9,931,062.50	9,931,062.50
ASSETS DURING YEAR	-	3,605,000.00	3,605,000.00	-	31,250.00	31,250.00
TOTAL DEPRECIATION (B)	-	39,761,000.00	39,761,000.00	-	9,962,312.50	9,962,312.50
NET BOOK VALUE A-B	-	2,200,639,000.00	2,200,639,000.00	-	30,061,937.50	30,061,937.50

SUPPLEMENTARY NOTE 11A							
BORROWINGS (LONG TERM LOANS) AS AT 31ST DECEMBER, 2023.							
S/NO	INSITUIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
A	EXTERNAL LOANS (SEE – SUPPL. NOTE 225A)	-	-	-	-	-	-
B	DOMESTIC LOANS (SEE - SUPPL. NOTE 22	138,575,881.20	-	8,372,388.26	3,836,844.26	12,209,232.52	126,366,648.68
	SUB TOTAL	138,575,881.20	-	8,372,388.26	3,836,844.26	12,209,232.52	126,366,648.68

SUPPLEMENTARY NOTE 11B							
LONG TERM BORROWINGS							
(INTERNAL LOANS) AS AT 31 ST DECEMBER, 2023							
S/NO	INSITUIONS	BAL B/FWD (PRINCIPAL)	CURRENT YEAR PORTION	PRINCIPAL REPMT	INTEREST & OTHER FEES	TOTAL REPAYMENT	BAL OUTSTANDING
1	LGA SALARY BALLOUT	138,575,881.20	-	8,372,388.26	3,836,844.26	12,209,232.52	126,366,648.68
	TOTAL DOMESTIC	138,575,881.20	-	8,372,388.26	3,836,844.26	12,209,232.52	126,366,648.68



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SUPPLEMENTARY NOTE 13A SURPLUS/ DEFICIT

YEAR				DEFICT	SURPLUS
				DR	CR
				N	N
2023					716,944,150.11
TOTAL				-	-

SUPPLEMENTARY NOTE 14A ANALYSIS OF PURCHASE/ CONSTRUCTION OF PPE DURING THE YEAR 2023

S/NO	ADMIN	GRP	HEAD DESCRIPTION	BUDGET	ACTUAL	SAVINGS	EXCESS	FINAL BUDGET	ACTUAL	EXCESS	SAVINGS
	SECTOR		ADMINISTRATIVE								
1		1	OFFICE OF THE CHAIRMAN	-	-	-	-	-	-	-	-
2		1	VICE CHAIRMAN	-	-	-	-	-	-	-	-
3		1	SECRETARY TO THE LG	-	-	-	-	-	-	-	-
		1	LEGISLATORS								
		1	ADMINISTRATIVE DEPT	794,000,000.00	434,200,000.00	359,800,000.00		-	-	-	-
	SECTOR		ECONOMIC								
4		2	DEPARTMENT OF FINANCE AND SUPPLIES	-	-	-	-	-	-	-	-
5		2	DEPARTMENT OF BUDGET, PLANNING, RESEARCH AND STATISTICS	-	-	-	-	-	-	-	-
6		2	DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-	-	-	-				
		2	WORKS, TRANSPORT, HOUSING, LANDS & SURVEY DEPARTMENT	600,108,112.02	335,800,000.00	264,308,112.02	-	264,308,112.02	-	-	264,308,112.02
	SECTOR		LAW & JUSTICE								
9		3	LEGAL DEPARTMENT	-	-	-	-	-	-	-	-
	SECTOR		SOCIAL	-	-	-	-				
10		4	SOCIAL DEVELOPMENT, EDUCATION, INFORMATION, SPORTS AND CULTURE DEPARTMENT	-	-	-	-	-	-	-	-
11		4	DEPARTMENT OF PRIMARY HEALTH CARE	400,000,000.00	-	-	-				
			GRAND TOTAL	1,794,108,112.02	770,000,000.00	-	-				



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

YENAGOA LOCAL GOVERNMENT AREA								
	2022				2023			
SECTOR	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure	Final Budget	Recurrent Expenditure	Capital Expenditure	Total Expenditure
ADMINISTRATION SECTOR								
OFFICE OF THE CHAIRMAN								
Chairman	99,171,306.72	85,023,172.60	-	85,023,172.60	73,320,969.06	61,459,940.07	-	61,459,940.07
Vice- Chairman	24,424,763.80	24,976,665.16		24,976,665.16	52,953,576.41	15,665,996.38	-	15,665,996.38
Internal Audit	-	-		-	-	-	-	-
Adviser/Assistant to the Chairman/ Vice Chairman	-	7,200,000.00	-	-	-	4,000,000.00	-	4,000,000.00
LOCAL GOVERNMENT COUNCIL	-	-	-	-	-	-	-	-
The Council	62,538,000.00	155,125,109.21	-	155,125,109.21	52,301,494.26	96,307,124.55	-	96,307,124.55
Assistants/Aides/Advisers	10,142,178.00		-	-	-	-	-	-
Council Committees	-	15,000,000.00	-	-	-	7,500,000.00	-	7,500,000.00
Office of the House Leader	6,636,000.00	-	-	-	-	-	-	-
Office of the Deputy Leader	5,280,000.00	-	-	-	-	-	-	-
Office of the Majority Leader	-	-	-	-	-	-	-	-
Office of the Deputy Majority Leader	-	-	-	-	-	-	-	-
Office of the Chief Whip	-	-	-	-	-	-	-	-
Office of the Deputy Chief Whip	-	-	-	-	-	-	-	-
Clerk to the House	-	-	-	-	-	-	-	-
OFFICE OF THE HEAD OF LOCAL GOVERNMENT SERVICE	-	-	-	-	-	-	-	-
Office of the Head of Local Government Service	-	406,535,464.10	-	406,535,464.10	-	438,654,770.60	-	438,654,770.60
ADMINISTRATION & GENERAL SERVICES	-	-	-	-	-	-	-	-
Administration and General Services	841,144,158.00	862,359,103.22	-	862,359,103.22	362,044,434.25	965,780,395.72	-	965,780,395.72



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

SECRETARY TO THE LOCAL GOVERNMENT	-	-	-	-	-	-	-	-
Secretary to the Local Government	21,800,000.00	11,524,104.12	-	11,524,104.12	27,042,102.02	8,700,477.40	-	8,700,477.40
ECONOMIC SECTOR	-	-	-	-	-	-	-	-
DEPARTMENT OF AGRICULTURE & NATURAL RESOURCES	-	-	-	-	-	-	-	-
Department of Agriculture & Natural Resources	5,934,635.68	27,920,777.30	-	27,920,777.30	49,387,702.11	82,742,099.27	-	82,742,099.27
DEPARTMENT OF FINANCE AND SUPPLIES	-	-	-	-	-	-	-	-
Department of Finance and Supplies	92,733,658.68	55,841,554.60	-	55,841,554.60	69,009,640.00	166,677,188.15	-	166,677,188.15
DEPARTMENT OF WORKS, TRANSPORT, HOUSING, LANDS & SURVEY	-	-	-	-	-	-	-	-
Department of Works, Transport, Housing, Lands & Survey	384,361,573.74	346,217,638.54	236,340,713.84	582,558,352.38	3,496,562,045.44	419,768,332.82	770,000,000.00	1,189,768,332.82
DEPARTMENT OF BUDGET, PLANNING, RESEARCH & STATISTICS (BPRS)	-	-	-	-	-	-	-	-
Department of Budget, Planning, Research & Statistics (BPRS)	104,931,351.80	39,089,088.22	-	39,089,088.22	93,320,116.91	57,598,132.66	-	57,598,132.66
WATER, SANITATION & HYGIENE (WASH)	-	-	-	-	-	-	-	-
Water, Sanitation & Hygiene (WASH)	-	-	-	-	-	-	-	-
SOCIAL SECTOR	-	-	-	-	-	-	-	-
WOMEN DEVELOPMENT OFFICE	-	-	-	-	-	-	-	-
Women Development Office	54,904,802.36	-	-	-	-	-	-	-
DEPARTMENT OF SOCIAL DEVELOPMENT	-	-	-	-	-	-	-	-
Department of social Development	-	-	-	-	60,059,244.02	-	-	-
DEPARTMENT OF EDUCATION	-	-	-	-	-	-	-	-
Department of Education	84,344,963.40	715,534,344.69	-	715,534,344.69	70,728,460.25	696,018,116.25	-	696,018,116.25
DEPARTMENT OF HEALTH	-	-	-	-	-	-	-	-
Department of Primary Health Care	12,000,000.00	671,162,327.94	-	671,162,327.94	12,000,000.00	609,070,238.96	-	609,070,238.96
TOTAL	1,810,347,392.18	3,423,509,349.70	236,340,713.84	3,659,850,063.54	4,418,729,784.73	3,629,942,812.83	770,000,000.00	4,399,942,812.83





YENAGOA LOCAL GOVERNMENT COUNCIL
Telegram: YELGA
Our Ref:.....
Your Ref:.....
All correspondence to be addressed to the chairman

HEADQUARTERS
P.M.B. 500,
Yenagoa,
Bayelsa State
8th May, 2024
Date:.....

STATEMENT OF ACCOUNTING POLICIES
(IPSAS ACCRUAL)
ISSUED BY
OFFICE OF THE ACCOUNTANT – GENERAL
BAYELSA STATE OF NIGERIA
2023



Introduction

In line with the adoption of the International Public Sector Accounting Standards (IPSAS) in Nigeria, a Standardised Chart of Account (COA) alongside with a set of General-Purpose Financial Statements (GPFS) have been designed and introduced by Federation Accounts Allocation Committee (FAAC) for adoption by all tiers of Government in Nigeria.

The standardised COA and the GPFS have been adopted by Yenagoa Local Government Council to comply with FAAC directive in order to harmonise public sector accounts reporting in Nigeria.

In order to ensure an effective and efficient utilisation of the COA and GPFS, the Accounting Policies have been developed as a set of guidelines to direct the Processes and Procedures relating to financial reporting in Bayelsa State. These policies shall form part of the universally agreed framework for financial reporting in Bayelsa State.

IPSAS ACCRUAL BASIS OF ACCOUNTING

The GPFS are prepared under the historical cost convention and in accordance with International Public Sector Accounting Standards (IPSAS) and other applicable standards as defined by the Fiscal Responsibility Law (FRL) and the Financial Reporting Council of Nigeria. In addition, GPFS are in compliance with the provisions of other financial regulations of the State.

This Accounting Policy addresses the following fundamental accounting issues:

- Definition of Accounting Terminologies
- Recognition of Accounting Items
- Measurement of Accounting Items
- Treatment of Accounting items

The Accounting Policy is subject to periodic reviews and updates as shall be deemed necessary by the Accountant-General of Bayelsa State.



1.	Accounting Terminologies / Definitions • Accounting policies are the specific principles, bases, conventions, rules and practices adopted by the Bayelsa State Government in preparing and presenting Financial Statements. • Accrual basis means a basis of accounting that recognizes transactions and other events immediately when revenue is earned or expenses incurred. • Cash: Cash comprises cash in hand, demand deposits in financial institutions and cash equivalents. • Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. • Cash flows are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government. • Cash receipts are cash inflows. • Cash payments are cash outflows. • Cash Controlled by Bayelsa State Government: Cash is deemed to be controlled by Bayelsa State Government when the government can freely use the available cash for the achievement of its objectives or enjoy benefit from the cash, and can also exclude or regulate the access of others to that benefit. Cash collected by, or appropriated or granted to the government which the government can freely use to fund its operating objectives, such as acquiring of capital assets or repaying its debt is controlled by the government. • Government Business Enterprise means a ministry, department or agency that has all the following characteristics: • Is an entity with the power to contract in its own name; • Has been assigned the financial and operational authority to carry on a Business;



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

- Sells goods and services, in the normal course of its business, to other MDAs and the general public at a profit or full cost recovery;
- Is not reliant on continuing government funding or subvention to remain a going concern (other than purchases of outputs at arm's length); and
- Is controlled by a public sector management or the government.

Notes to the GPFS

- This shall include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information
- Notes shall be presented in a systematic manner. The items in the Statements should cross reference to any related information in the notes.

2. Fundamental Accounting Concepts

The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State:

- Accrual Basis of Accounting;
- Under-stability;
- Materiality,
- Relevance;
- Going Concern Concept;
- Consistency Concept
- Prudence
- Completeness, etc.

3. Accounting Period

The accounting year (fiscal year) is from 1st January to 31st December in line with the National Treasury Circular Ref. OAGF/CAD/026/V.1/102 of 30th December, 2013. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.

4. Reporting Currency



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	The General Purpose Financial Statements are prepared in Nigerian Naira.
5.	General Purpose Financial Statements (GPFS) The GPFS comprise of the followings: - Statement of Financial Performance; - Statement of Financial Position; - Statement of Cashflow; - Statement of Net Asset/Equity; - Notes to the Accounts: Additional disclosures to explain the GPFS; and
6.	Consolidation Policy - The Consolidation of the GPFS is based on Accrual Basis of Accounting - All Ministries, Department and Agencies (MDAs) of Bayelsa State Government except Government Business Enterprises (GBEs) shall be consolidated. - Consolidation of the GPFS shall be in agreement with the provisions of IPSAS
7.	Notes to the GPFS - Notes to the GPFS shall be presented in a systematic manner. The items in the Statement should cross reference to any related information in the Notes. - It shall follow the format provided in the Accounting Manual.
8.	Comparative Information The General Purpose Financial Statements shall disclose all numerical information relating to previous period (at least one year).
9.	Budget Figures These are figures from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State.
10.	Revenue: Fees, taxes and fines



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

- In this GPFS revenue is recognizes from non-exchange transactions such as fees, taxes and fines when the event occurs and the assets recognition criteria are met.
- Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the government and the fair value of the asset will flow to the government and fair value of the asset can be measured reliably.

Other operating revenues

- Other operating revenues arises from exchange transactions in the ordinary course of Government activities.
- Revenues comprise the fair value of the consideration received or receivable for the sale of good and services in the ordinary course of government activities.
- Revenue is shown net of tax, returns, rebates and discounts.

Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership has been transferred to buyer, usually when goods are delivered.

Other revenue

- Other revenue consists of gains on disposal of property, plant and equipment.

Any gain on disposal is recognized at the date control of the asset is passed to the buyer and is determined after deducting from the proceeds the carrying value of the asset at that time.

11.

Aid and Grants:

- Aid and Grants to the Bayelsa State Government is recognized as income on entitlement, while aid and grants to other governments/agencies are recognized as expenditure on commitment.

12.

Subsidies, Donations and Endowments



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	Subsidies, Donations and endowments to the Government are recognized as income when money is received, or entitlement to receive money is established, except where fulfillment of any restrictions attached to these monies is not probable.
13.	Transfers from other government entities Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on receipt of the asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the government and can be measured.
14.	Expenses All expenses shall be reported on an accrual basis, i.e. all expenses are to be recognized in the period they are incurred or when the related services are enjoyed, irrespective of when the payment is made.
15.	Employee Benefits/Pension obligations: Under the Defined Benefits Scheme. - Provision has been made, where applicable, using an actuarial valuation determines the extent of anticipated entitlement payable under employment contracts and brings to account a liability using the present value measurement basis, which discounts expected future cash flows. - To the extent that it is anticipated that the liability will arise during the following year the entitlement are recorded as Current Liabilities. The remainder of the anticipated entitlements are records as Non- Current Liabilities. Under the Defined Contribution Scheme - Public entities make pension and national insurance contributions on behalf of employees in line with Pension Act 2014. The contributions are treated as payments to a defined contribution pension plan. - A defined contribution plan is a pension plan under which fund managed by Pension Fund Administrators(PFAs)



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	• The Government has no legal or constructive obligations to pay further contributions if the pension Entity does not hold sufficient assets in the current and prior periods. • The contributions are recognized as employee benefit expense when they are due. • Prepaid contributions are recognized as an assets to the extent that a cash refund or a reduction in the future payments is available.
16.	Interest on Loans: • Interest on loans shall be treated as expenditure or as a charge in the financial performance report (Statement of Financial Performance) • Interest expense is accrued using the effective interest rate method. • The effective interest rate exactly discounts estimated future cash payments through there expected life of the financial liability to that liability's net carrying amount. • The method applies this rate to the principal outstanding to determine interest expense in each period.
17.	Foreign currency transactions: • Foreign Currency Transactions throughout the year shall be converted into Nigerian Naira at the ruling (Central Bank of Nigeria –CBN) rate of exchange at the dates of the transactions. Foreign currency balances, as at the year end, shall be translated at the exchange rates prevailing on that date. • At the end of the financial year, additional amounts (in cash or at bank) arising out of Foreign Exchange Gains/Losses shall be recognised in the Statement of Cash Receipts and Payments either as Receipts / Payments respectively. • Foreign exchange gains/losses are recognized in the Statement of Financial Performance.
18.	Minority Interest • This represents the interest of external parties during the year under review.
19.	Statement of Cash Flow



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	This statement shall be prepared using the direct method. The Cash Flow Statement shall consists of three (3) sections: • Operating activities section include cash received from all income sources of the government and record the cash payments made for the supply of goods and services • Investing activities section are those activities relating to the acquisition and disposal of non- current assets. • Financial activities section comprise the change in equity and debt capital structure of the government.
20.	Cash & Cash Equivalent • Cash and Cash Equivalent means cash balances on hand, held in bank accounts, demasnd deposits and other highly liquid investments with an original maturity of 6 months or less in which the Entity invests as part of its day-t0-day cash management and are subject to insignificant risk of changes in value. • Cash and Cash Equivalent is reported under Current Assets in the statement of financial position.
21.	Accounts Receivable: a. Receivables from exchange transaction ▪ Receivables from exchange transactions are recognized initiallyat fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. ▪ A provision for impairment of receivables is established when there is objective evidence that entity will not be able to collect all amounts due according to the original terms of the receivables b. Receivables from non-exchange transactions ▪ Receivables from non-exchange transactions comprises; fees, taxes and fines (and any penalties associated with these activities) as well as social benefit receivables that do not arise out of a contract. ▪ These receivables are initially assessed at nominal amount or face value; that is, the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable.



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	▪ These receivables are subsequently adjusted for penalties as they are charged and tested for impairment. ▪ Interest and penalties charged on tax receivables are presented as tax revenue in the statement of financial performance.
22.	Prepayments. ▪ Prepaid expenses are amounts paid in advance of receipt of goods or services. ▪ They can represent payments made early in the year for benefits to be received over the latter part of the year, or payments made in one year for benefits to be received in subsequent years. ▪ Prepayments for which the benefits are to be derived in the following 12 months should be classified as Current Assets. Where the benefits are expected to accrue beyond the next 12 months, it should be accounted for as a Long-Term Prepayment and classified as Non-Current Assets. ▪ Prepayments that are identifiable with specific future revenue or event, e.g. adverts, should be expensed in the period in which the related event takes place; those that relate to specific time periods, e.g. insurance, rent, leasehold premises, should be recognised as an expense in such periods. ▪ Prepayments not exceeding e.g. N10, 000 shall be expensed immediately, except there is a possibility of obtaining a refund or credit within the same financial year.
23.	Inventories: ▪ Inventories are valued at the lower of cost and net realisable value. ▪ Cost is determined using the FIFO method. ▪ Inventories held for distribution for public benefit purposes are recorded at cost, adjusted where applicable for any loss of services potential. ▪ Inventories are reported under Current Assets in the Statement of Financial Position.
24.	Loans Granted: Loans Granted are shown at estimated realisable value after providing for bad, doubtful debts and impairments.



25.

Investments:

Investments in associates.

- An Entity's investments in its associates are accounted for using the equity method of accounting.
- An associate is an Entity over which Entity has significant influence and that is neither a subsidiary nor a joint venture.
- Under the equity method, investments in associates are carried in the statement of financial position at cost plus post acquisition changes in Entity's share of net assets of the associate. d. The statement of financial performance reflects the share of the results of operations of the associates.
- Where there has been a change recognised directly in the equity of the associate, Entity recognises its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity.
- Surpluses and deficits resulting from transactions between the Government and the associate are eliminated to the extent of the interest in the associate.

Investments in joint ventures.

- A Public Entity's investments in its joint ventures are accounted for using the equity method of accounting.
- A joint venture is a contractual arrangement whereby two or more parties undertake an economic activity that is subject to joint control.
- Under the equity method, investments in joint ventures are carried in the consolidated statement of financial position at cost plus post acquisition charges in Entity's share of net assets of the joint venture.
- The statement of financial performance reflects the share of the results of operations of the joint venture.
- Where there has been a change recognised directly in the equity of the joint venture, an Entity should recognise its share of any changes and discloses this, when applicable, in the statement of changes in net assets/equity.



- Surpluses and deficits resulting from transactions between Public Entity and Joint ventures are eliminated to the extent of the interest in the joint venture.

Investment in Controlled entities (subsidiaries)

- The controlled entities are all entities (including special purpose entities) over which a Public Entity or its entities has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights.
- The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether Public Entity controls another Entity.
- The controlled entities are fully consolidated from the date on which control is transferred to the Public Entity. They are de-consolidated from the date that control ceases.
- Inter-group transactions, balances and unrealised gains on transactions between inter-group transactions are eliminated, unrealised losses are also eliminated.
- Accounting policies of controlled entities are consistent with the policies adopted by the Public Entity.

Impairment of Investments.

Entity determines at each reporting date whether there is any objective evidence that the investment is impaired, if this is the case Entity calculates the amount of impairment as being the difference between the recoverable value of the investment and the carrying value and recognises the amount in the statement of financial performance.

26. Available for sale securities

- Where and Entity uses its surplus cash to purchase short-term investments, the financial assets are classified at initial recognition as available-for-sale.
- Available-for-sale financial assets are included in non-current assets unless Entity intends to dispose of the investment within 12 months of the reporting date.



	▪ Regular purchases and sales of financial assets are recognized at fair value on the trade-date (the date on which Entity commits to purchase or sell the asset) and subsequently at fair value with any resultant fair value gains or losses recognised in the statement of Net Assets/Equity. ▪ Realized gains and losses on sale of available-for-sale securities are recognized in the consolidated statement of financial performance as 'gains and losses from available-for-sale securities.' ▪ Impairment losses and interest on available-for-sale securities is calculated using the effective interest method and is recognized in the consolidated statement of financial performance as part of other income. ▪ The fair values of quoted investments are based on current bid prices. If the market for a financial asset is not active, the entity shall establish fair value using valuation techniques. These include: i. the use of recent arm's length transactions, ii. reference to other instruments that are substantially the same iii. discounted cash flow analysis iv. and option pricing models v. making maximum use of market inputs and relying as little as possible on entity-specific inputs. ▪ Entities shall ascertain at the date of preparation of each statement of financial report whether there is objective evidence that a financial asset or a group of financial assets is impaired. ▪ In the case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of the security below its cost is considered as an indicator that the securities are impaired. ▪ If any such evidence exists for available-for-sale financial assets, the cumulative loss – measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognized is recognized in the statement of financial performance.
27.	Property, Plant & Equipment (PPE) ▪ All property, plant and equipment are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.



- Where an asset (other than land) is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially recognised at fair value, where fair value can be reliably determined and as income in the statement of financial performance (unless there are restrictions on the asset's use in which case income is deferred).
- All land held by Government owned entities is not included in the Entity's financial statements unless that land is to be used for development purposes.
- The following shall constitute expenditure on PPE: i. Amounts incurred on the purchase of such assets. Consumables are to be wholly expensed irrespective of their amounts. ii. Construction Cost- including materials, labour and overheads. iii. Improvements to existing PPE, which significantly enhance their useful life.

Cost

- The cost of an item of PPE shall comprise: its purchase price, including import and non-recurring costs and any directly attributable costs of bringing the asset to its location and working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. a. PPE shall be stated at cost or at their professional valuation less accumulated depreciation and impairment. b. The amount recorded for a PPE shall include all costs directly related to its acquisition including expenditures incurred to place the asset in usable condition for the Service. Accordingly, the cost of the assets shall include acquisition or construction costs, custom duties, transportation charges, professional fees and installation costs. Cash discounts shall be netted against the cost of the assets.

Capitalisation

- The capitalisation threshold shall be N250,000.00(Two hundred and fifty thousand naira only).
- Only amounts spent in connection with the above and whose values exceed (Two hundred and fifty thousand naira) N250, 000 shall be capitalised.



- All assets equal to or above this amount shall be recorded in the Fixed Assets Register. However in certain cases, it may be appropriate to aggregate individually insignificant value items such as chairs and tables, printers and UPS, etc. and apply the capitalisation threshold to the aggregate value.
- Fixed assets whose costs are below the capitalization threshold shall be charged appropriately to the following accounts: office supplies – furniture, office supplies – IT equipment, office supplies – household equipments, etc.
- Where an asset's category already exists for a newly acquired asset below the capitalisation threshold, such an asset shall be capitalised irrespective of its cost and recorded in the fixed assets register under the appropriate category

Depreciation

The cost of PPE shall be written off, from the time they are brought into use, on a straight line basis over their expected useful lives less any estimated residual value as follows:

a. Lease Properties	Over the term of the lease
b. Buildings	2%
c. Plant and Machinery	10%
d. Motor Vehicles:	20%
e. Office Equipment:	25%
f. IT Equipment:	25%
g. Furniture and Fittings:	20%
h. Infrastructure	5%
i. Books	3%
j. Specific cultural and heritage assets	Unlimited



- The full depreciation charge shall be applied to PPE in the months of acquisition and disposal, regardless of the day of the month the transactions was carried out.
- Fully depreciated assets that are still in use are carried in the books at a net book value of N10.00
- An asset's carrying amount is written down immediately to its recoverable amount or recoverable service amount if the asset's carrying amount is greater than its estimated recoverable amount or recoverable service amount

Revaluation

a. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period

b. Surplus arising from the revaluation shall be transferred to the revaluation reserve in the financial position under reserves and to the statement of changes in net assets/equity.

c. In case of revaluation deficit, it shall be set against the respective asset value and the corresponding entry to either the revaluation reserve – if surplus exists on the same class of asset, or to the statement of financial performance as an expense.

Disposal

Gains or losses on the disposal of fixed assets are to be included in the income statement as either an income or expense respectively.

Impairment

Entities shall test for impairments of its PPE where it suspects that impairment has occurred

28.

Investment Property



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	These are cash-generating property owned by the Government/ its entities. The cost, capitalisation, depreciation and impairment of Investment Property are same with PPE, but shall be reported separately in the GPFS.										
29.	Intangible Assets a. These shall consist of assets that are not physically tangible which have been acquired and held for use from which benefits are derivable beyond a financial year. b. The cost of an item of intangible asset shall comprise: its purchase price, including non-recurring costs and any directly attributable costs of bringing the asset to its state of intended use. Any trade discounts and rebates shall be deducted in arriving at the purchase price. c. Intangible assets are tested for impairment and amortised over the estimated useful life using the straight line method on an annual basis. d. Classes of Intangible Assets and their estimated useful lives are as follows: <table><tr><td>i. Softwares acquired externally</td><td>3 years</td></tr><tr><td>ii. Goodwill</td><td>4 years</td></tr><tr><td>iii. Copyrights</td><td>4 years</td></tr><tr><td>iv. Trademarks</td><td>4 years</td></tr><tr><td>v. Other Intangible assets</td><td>4</td></tr></table>	i. Softwares acquired externally	3 years	ii. Goodwill	4 years	iii. Copyrights	4 years	iv. Trademarks	4 years	v. Other Intangible assets	4
i. Softwares acquired externally	3 years										
ii. Goodwill	4 years										
iii. Copyrights	4 years										
iv. Trademarks	4 years										
v. Other Intangible assets	4										
30.	Deposits a. Deposits are amounts received in advance in respect of goods or services provided. b. Deposits can represent payments received early in the year for goods/services to be offered over the latter part of the year, or payments received in one year for services to be offered in subsequent years. Deposits for which the services are to be offered in the following 12 months shall be classified as Current Liabilities. Where the services are expected to span beyond the next 12 months,										



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	it shall be accounted for as a Non-Current Deposits and classified as Non-Current Liabilities.
31.	Loans & Debts a. Loans are funds received to be paid back at an agreed period of time. They are classified under liability in the General Purpose Financial Statement and are categorised as either short or long term. b. Short-term loans and debts are those repayable within one calendar year, while long-terms loans and debts shall fall due beyond one calendar year.
32.	Unremitted Deductions a. Unremitted Deductions are monies owed to third parties such as tax authorities, schemes and associations and other government agencies. These include: tax deductions and other deductions at source. b. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.
33.	Payables Payables are recognized initially at fair value and subsequently measured at amortised cost using the effective interest method. Accrued Expenses a. These are monies payable to third parties in respect of goods and services received. b. Accrued Expenses for which payment is due in the next 12 months shall be classified as Current Liabilities. Where the payments are due beyond the next 12 months, it shall be accounted for as Non-Current Liabilities.
34.	Current Portion of Borrowings This is the portion of the long-term loan/ borrow that is due for repayment within the next 12 months. This portion of the borrowings shall be classified under Current Liabilities in the Statement of Financial Position.
35.	Public Funds



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	a. These are balances of Government funds at the end of the financial year. b. They are classified under the Non-Current Liabilities in the Statement of Financial Position and include: Trust Funds, Revolving Funds and other Funds created by Government.
36.	Reserves Reserves are classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/ (Deficit) and the Revaluation Reserve
37.	Contingent Liability • a. A contingent liability is a possible obligation arising from past events whose existence will be confirmed only by uncertain future event(s) or present obligation arising from past events that are not recognised because either an outflow of economic benefit is not probable or the amount of the obligation cannot be reliably measured. • b. Contingent liabilities shall only be disclosed in the Notes to the GPFS.
38.	Leases: Finance leases a. These are leases which effectively transfer to the lessee Entity substantially all the risks and benefits incidental to ownership of the leased item. b. They are capitalised at the present value of the minimum lease payment. c. The leased assets and corresponding liabilities are disclosed while the leased assets are depreciated over the period the Entity is expected to benefit from their use. Operating Leases a. Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. b. Payments made under operating leases (net of any incentives received from the lessor) are charged to the statement of financial performance on a straight-line basis over the period of the lease.
39.	Financial Instruments



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

	a. These form part of the Government's everyday operations. These financial instruments include Bank Accounts, Short Term Deposits, Trade and Accounts Receivable, Trade and Accounts Payable and Term Borrowings, all of which are recognised in the Statement of Financial Position. b. Revenue and expenses in relation to all financial instruments are recognised in the Statement of Financial Performance
40.	Borrowings a. Borrowings are recognized initially at fair value, net of transaction costs incurred. b. Borrowings are subsequently stated at amortized cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognized in the consolidated statement of financial performance over the period of the borrowings using the effective interest method. c. Fees paid on the establishment of loan facilities are recognized as transaction costs of the loan. The fee is capitalized and amortized over the period of the facility to which it relates. d. Borrowings falling due within 12 months are classified as current liabilities while borrowings falling due more than 12 months are classified as long term borrowings. e. Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized and included in the cost of that asset. f. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. g. All other borrowing costs are recognized as an expense in the period in which they are incurred.
41.	Transfers to other government entities. Transfers to other government entities are non-exchange items and are recognized as expenses in the statement of financial performance.
42.	Service Concession Arrangement:



Service Concession Arrangement Assets

- a. Service Concession Assets are operated by third parties under the terms of Service Concession Arrangements. On classification the original service concession asset is measured at its fair value and any difference between its fair value and its book value is recognised in the Statement of Financial Performance.
- b. Since the fair value of assets previously transferred under Service Concession Arrangements is not reliably available, Government has chosen to adopt the standard prospectively from 1 January 2016.
- c. If the terms of the arrangement require Government to compensate the operator for the concession asset by making payments and the payments are separable between the asset and service portions of the payment then the fair value of the original service concession asset is the fair value of the asset portion of the payments. If however the asset and service portions of the payments are not separable, the fair value is determined using estimation techniques.

Service Concession Arrangement Liabilities

- a. When Government recognises a Service Concession Arrangement asset it also recognises a liability of an equal amount.
- b. The liability is split between a financial liability and a performance obligation.
- c. The financial liability arises from the payments due from an entity under the terms of the Service Concession Arrangement and the performance obligation from the rights granted to the operator under the terms of the Service Concession Arrangement to earn revenues from the Service Concession Assets(s) or associated asset(s).



List of Abbreviations/Acronyms

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
FAAC	Federation Accounts Allocation Committee
FGN	Federal Government of Nigeria
FRC	Financial Reporting Council
GAAP	Generally Accepted Accounting Principles
GPFS	General Purpose Financial Statement
IPSAS	International Public Sector Accounting Standards
LFN	Law of the Federal Republic of Nigeria
MDA	Ministries, Departments and Agencies
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
OAG	Office of the Accountant-General
PPE	Properties, Plants and Equipment
FR	Financial Regulation
FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENOGA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2023

IGR	Internally Generated Revenue
MDAs	Ministries, Departments, and Agencies
BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
HCF	Honourable Commissioner for Finance
AuG	Auditor-General (State)
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention

Comr. Akpos Ekiegha
Treasurer

