



**REPORT OF THE
AUDITOR-GENERAL
FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF THE
EIGHT
LOCAL GOVERNMENT COUNCILS
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER,
2021**



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, 2021



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2021**







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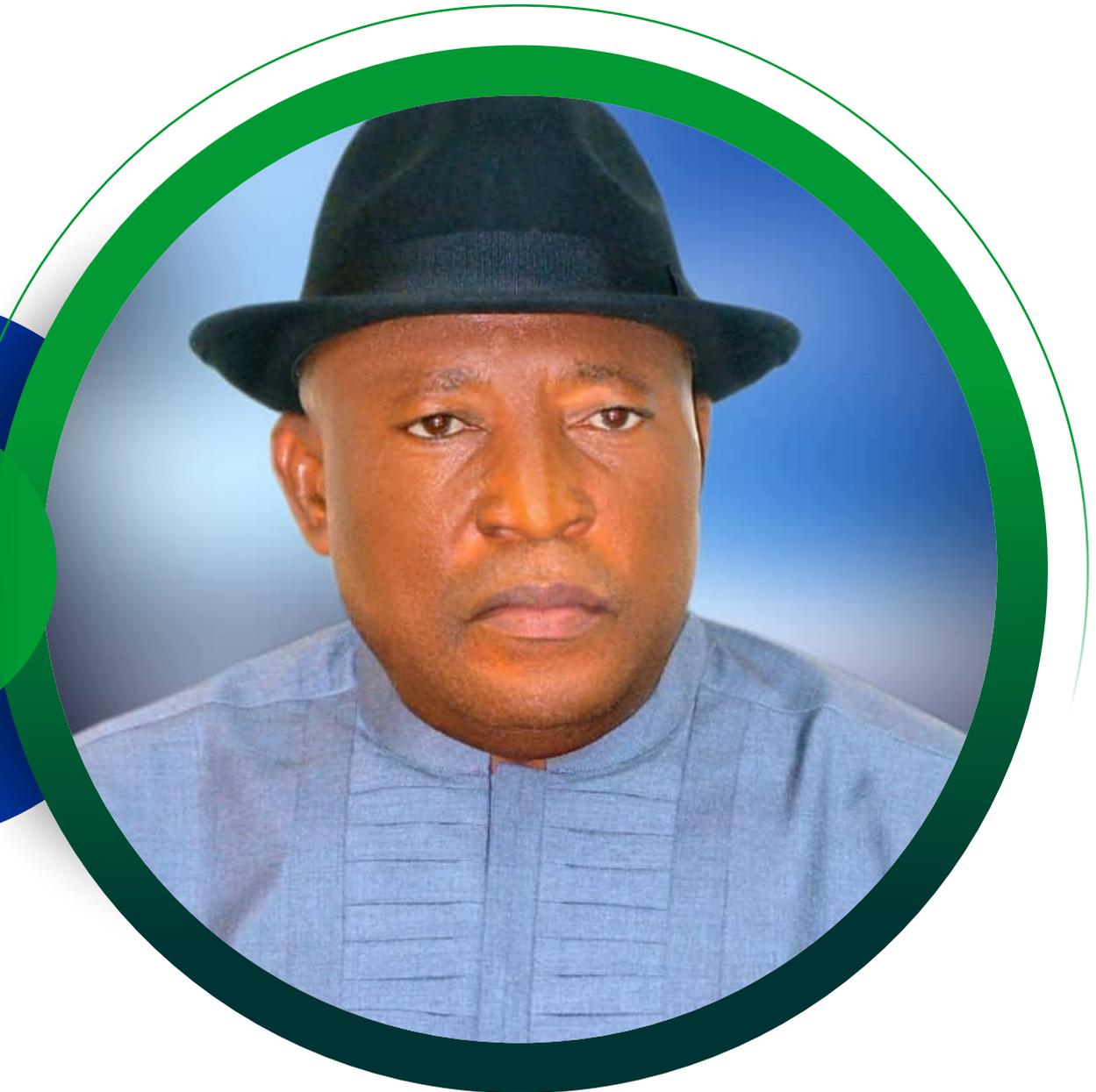
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HIS EXCELLENCY
SENATOR DOUYE DIRI
GOVERNOR BAYELSA STATE



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)
ACTING AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
BAYELSA STATE



THE CONSOLIDATED FINANCIAL STATEMENT OF THE EIGHT LOCAL GOVERNMENT



REPORT OF THE AUDITOR – GENERAL FOR LOCAL GOVERNMENTS ON THE CONSOLIDATED FINANCIAL STATEMENTS OF THE EIGHT LOCAL GOVERNMENT COUNCILS FOR THE YEAR ENDED 31ST DECEMBER, 2021.

INTRODUCTION

The financial statements of the Eight (8) Local Government Councils for the year ended 31st December 2021 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 Eight Local Government Councils for the financial year ended 31st December, 2021.

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 2021, was submitted to my office by the accounting officers on the 19th April, 2022.

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 (Cash) 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, 2021.

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.



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF THE EIGHT LOCAL GOVERNMENT COUNCILS
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



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 /53



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

Your Ref: _____

Date: 8th June, 2022

AUDIT CERTIFICATE

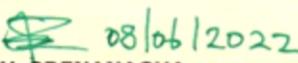
In compliance with section 5 (2) of Bayelsa State Local Government Law 2000, the audit of the financial statements was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

Within the period under review, the financial records and supported documents including operational framework are in compliance with the international Public Sector Accounting Standards (IPSAS) Cash Basis, Generally Accepted Accounting Principles (GAAP), Generally Accepted Auditing Standards (GAAS) and the International Organization of Supreme Audit Institutions (INTOSAI).

In my opinion, I certify that the statements of Financial Position, Consolidated Revenue Fund, Capital Development Fund, and the Cash Flow and Supporting accounts and statements show true and fair view of the state of affairs of the Local Government reported as at 31st December, 2021 and of the transactions for the year.



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

 08/06/2022
FAGHA H. PRENANAGHA FCNA, ACTI, CIFIPN
Auditor-General
for Local Governments
08037566365

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



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF THE EIGHT LOCAL GOVERNMENT COUNCILS
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



**EIGHT LOCAL GOVERNMENT COUNCILS STATEMENT OF CONSOLIDATED
REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2021**

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 N	FINAL BUDGET YEAR 2021 N	BUDGET VARIANCE %
	Opening Balance (A)		18,542,860.14		
	ADDD REVENUE				
	Statutory Allocation	1.0	11,786,154,489.92	13,990,793,567.87	(15.76%)
	Value Added Tax	1.1	7,237,472,843.39	4,836,896,476.69	49.63%
	Excess Crude	1.2	-	666,559,375.70	(100.00%)
	Exchange Gain Difference	1.3	65,811,415.55	207,167,148.51	(68.23%)
	Bailout	1.4		-	
	Allocation from State	1.5		-	
	Solid Minerals	1.6	16,803,618.47	63,918,702.07	(73.71%)
	Forex Equalisation	1.7	33,330,732.55	147,588,491.43	(77.42%)
	Additional Fund from NNPC	1.8	-	29,629,305.58	(100.00%)
	Excess Bank Charges	1.9	-	-	
	Augmentation	1.10	48,650,883.09	15,720,417.49	209.48%
	Intervention Fund	1.11		211,130,357.40	(100.00%)
	Non Oil Revenue	1.13	661,458,976.93	77,524,566.60	753.22%
	Statutory Allocation Total		19,849,682,959.90	20,246,928,409.34	(1.96%)
	Internally Generated Revenue			-	
	Rates	2.0		100,000,000.00	(100.00%)
	Licenses	3.0	385,500.00	12,400,000.00	(96.89%)
	Fees	3.1	664,000.00	70,406,063.00	(99.06%)
	Fines	3.2	120,000.00	53,450,040.03	(99.78%)
	Earnings	4.0	-	40,000,000.00	(100.00%)
	Sale/Rent of Government Property	4.1	567,000.00	19,819,000.00	(97.14%)
	Investment Income	4.2	-	-	
	Tenement Rate	4.3	182,545,844.76	980,985,999.79	(81.39%)
	Interest	4.4		-	
	Re-imbursements	4.5		-	
	Internally Generated Revenue Total		184,282,344.76	-	
	Other Revenue Sources	4.6		-	
	Total Revenue (B)		20,033,965,304.66	1,277,061,102.82	
	LESS EXPENDITURE:			-	
	Personnel Cost	5.0	13,046,758,787.53	9,886,545,462.55	(31.96%)
	Pension Fund	5.1	1,445,943,980.96	577,720,000.00	(150.28%)
	Transfer to Statutory Institutions	5.2	258,498,658.58	2,370,307,511.44	89.09%
	Overhead Charges	6.0	4,072,489,607.16	1,199,238,080.37	(239.59%)
	OTHER RECURRENT EXPENDITURE				
	Repayment of Internal Loans	10.0			
	Repayment of External Loans	10.1			
	Total Expenditure (C)		18,823,691,034.23	14,033,811,054.36	
	OPERATING BALANCE D = (A+B-C)		1,228,817,130.57		
	Transfer to Capital Dev. Fund (E)	19	1,228,817,130.57		
	CLOSING BALANCE (D-E)				



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF THE EIGHT LOCAL GOVERNMENT COUNCILS
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



**EIGHT LOCAL GOVERNMENT COUNCILS STATEMENT OF CONSOLIDATED
CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2021**

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 N	FINAL BUDGET YEAR 2021 N	BUDGET VARIANCE %
	Opening Balance				
	ADD: Revenue				
	Proceeds from Aid and Grants	8.0	-		
	Proceeds from External Loans	8.1	-		
	Proceeds from LG Bonds and Treasury Bonds	8.2	-		
	Proceeds from Internal Loans: FGN/Bonds	8.3	-		
	Other Funds	8.4	-		
	Transfer From Consolidated Fund	19	1,228,817,130.57		
	Total Revenue Available		1,228,817,130.57	-	-
	LESS: Capital Expenditure				
245,000,000.00	Capital Expenditure Admin Sector	7.0	295,753,492.95	864,000,087.00	65.77%
95,000,000.00	Capital Expenditure (Economic Sector)	7.1	263,808,000.00	1,399,213,279.87	81.15%
130,000,000.00	Capital Expenditure (Social Service Sector)	7.2	569,127,778.40	737,516,550.00	22.83%
	Capital Expenditure (Funded from Aid & Grants)	7.3	-	35,528,000.00	
470,000,000.00	Total Capital Expenditure		1,128,689,271.35	3,036,257,916.87	
	Closing Balance		100,127,859.22		



EIGHT LOCAL GOVERNMENT COUNCILS STATEMENT OF CONSOLIDATED FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

DETAILS	NOTES	ACTUAL 2021 N	PRIOR YEAR 2020 N
Cash	10.1	-	-
Bank	10.1	100,127,859.22	-
Total Liquid Assets		100,127,859.22	-
INVESTMENT & OTHERS			
Cash Equivalents	10.2	-	-
L/G Investment	11	-	-
Fixed Deposits	12	-	-
Imprest	13	-	-
Advances	14	-	-
Liabilities Over Assets	15	931,593,317.14	-
Total Investment & Cash Assets		-	-
Total Assets		1,031,721,176.36	-
Liabilities			
Consolidated Revenue Fund	16	-	-
Capital Development Fund	17	100,127,859.22	-
EXTERNAL AND INTERNAL LOANS			
External Loans	9.1	-	-
Internal Loans	9.2	931,593,317.14	-
OTHER LIABILITIES			
Deposits	18	-	-
Total Liabilities		1,031,721,176.36	-

STATEMENT OF CHANGES IN NET ASSETS AS AT 31ST DECEMBER, 2021

Opening Balance	18,542,860.14
Income for the Year	20,033,965,304.66
Total Income	20,052,508,164.80
Expenditure for the Year	19,952,380,305.58
Net Assets	100,127,859.22



EIGHT LOCAL GOVERNMENT COUNCILS CONSOLIDATED STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

DETAILS	Notes	ACTUAL YEAR 2021 ₦	PRIOR YEAR 2020 ₦
Cash Flow From Operating Activities			
Government Share of FAAC Statutory Revenue	1.0	11,786,154,489.92	
Government share of VAT	1.1	7,237,472,843.39	
Excess Crude Oil	1.2	-	
Exchange Gain Difference	1.3	65,811,415.55	
Bailout	1.4	-	
Allocation from State	1.5	-	
Solid Minerals	1.6	16,803,618.47	
Forex Equalisation	1.7	33,330,732.55	
Additional Fund from NNPC	1.8	-	
Excess Bank Charges	1.9	-	
Augmentation	1.10	48,650,883.09	
Intervention Fund	1.11	-	
Non Oil Revenue	1.13	661,458,976.93	
Rates	2.0		
Licenses	3.0	385,500.00	
Fees	3.1	664,000.00	
Fines	3.2	120,000.00	
Earnings	4.0	-	
Sale/Rent of Government Property	4.1	567,000.00	
Investment Income	4.2	-	
Tenement Rate	4.3	182,545,844.76	
Interest	4.4	-	
Re-imburements	4.5	-	
Other Revenue Sources	4.6	-	
Total Inflow From Operating Activities (A)		20,033,965,304.66	
Out Flows			
Salaries and Wages	5.0	5,395,928,341.97	
Teachers Salaries	5.0	4,901,483,755.05	
Health Workers Salaries	5.0	2,749,346,690.52	
Pension Cost	5.1	1,445,943,980.96	
Training Fund	5.2	198,498,658.58	
Common Services Cost	5.2	60,000,000.00	
Overhead Cost	6.0	4,072,489,607.16	
Total Outflow from Operating Activities (B)		18,823,691,034.24	
Net Cash Inflow/Outflow From Operating Activities		1,210,274,270.42	



EIGHT LOCAL GOVERNMENT COUNCILS CONSOLIDATED STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

Cash Flow From Investing Activities			
Capital Expenditure Admin Sector	7.0	(295,753,492.95)	
Capital Expenditure (Economic Sector)	7.1	(263,808,000.00)	
Capital Expenditure (Social Service Sector)	7.2	(569,127,778.40)	
Capital Expenditure (Funded from Aid & Grants)	7.3	-	
Total Outflow from Investing Activities (C)		(1,128,689,271.35)	
Net Cash Flow From Investing Activities		(1,128,689,271.35)	
Cash Flow From Financing Activities			
Proceeds from Aid and Grants	8.0	-	
Proceeds from External Loans	8.1	-	
Proceeds from LG Bonds and Treasury Bonds	8.2	-	
Proceeds from Internal Loans: FGN/Bonds	8.3	931,593,317.14	
Other Funds	8.4	-	
Repayment of External Loans: Aids & Grants	9.0	-	
Repayment of External Loans	9.1	-	
Repayment of Interan Loans: FGN/Bonds	9.2	-	
Repayment of Internal Loans: Commercial Banks	9.3	-	
Total Outflow from Financing Activities (D)		931,593,317.14	
Net Cash Flow From Financing Activities		931,593,317.14	
Net Cash Flow From All Activities		1,013,178,316.21	
Cash and Its Equivalent as at 1/1/2020	10.0	18,542,860.14	
Cash and Its Equivalent as at 31/12/2020	10.1	1,031,721,176.35	



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF THE EIGHT LOCAL GOVERNMENT COUNCILS
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



**EIGHT LOCAL GOVERNMENT COUNCILS
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2021**

Note	Details	Ref Note	Amount	Amount	Remarks
1.0	A. Share of Statutory Allocation from FAAC				
	Net share of Statutory Allocation from FAAC	A	12,278,979,837.06		
	Add: Deduction at source	B	492,825,347.14	11,786,154,489.92	
	B. Value Added Tax	C			
1.1	Share of Value Added Tax (VAT)			7,237,472,843.39	
	C. Other Receipts	D			
1.3	Exchange Gain Difference			65,811,415.55	
1.6	Solid Minerals			16,803,618.47	
1.7	Forex Equalisation			33,330,732.55	
1.10	Augmentation			48,650,883.09	
1.13	Non Oil Revenue			661,458,976.93	
				826,055,626.59	
	Internally Generated Revenue (Independent Revenue)	E	Actual	Budget	% Variance
2.0	Rates			100,000,000.00	
3.0	Licenses		50,000.00	12,400,000.00	
3.1	Fees		999,500.00	70,406,063.00	
3.2	Fines		120,000.00	53,450,040.03	
4.0	Earnings		567,000.00	40,000,000.00	
4.1	Sale/Rent of Government Property		-	19,819,000.00	
4.2	Investment Income		-	-	
4.3	Tenement Rate		53,937,536.00	980,985,999.79	
4.4	Interest		-	-	
4.5	Re-imbursments		-	-	
5.0	A. Total Personnel Costs (Including Salaries directly charged)	F	Actual	Budget	% Variance
	Political Office Holders Salaries		1,298,541,309.36		
	Council Salaries		4,097,387,032.61		
	Teachers Salaries		4,901,483,755.05		
	Health Workers Salaries		2,749,346,690.52	9,886,545,462.55	
5.1	Pension Cost		1,445,943,980.96	577,720,000.00	
5.2	Training Fund		198,498,658.58		
5.2	Common Services Cost		60,000,000.00	2,370,307,511.44	
6.0	Overhead Cost	G	4,072,489,607.16	1,199,238,080.37	
19	Transfer to Capital Development Fund (According to Sectors)	H	Actual	Budget	% Variance
	Administrative Sector		295,753,492.95	864,000,087.00	65.77%
	Economic Sector		263,808,000.00	1,399,213,279.87	81.15%
	Social Service Sector		569,127,778.40	737,516,550.00	22.83%
	Funded from Aid & Grants		-	35,528,000.00	-
			1,128,689,271.35	3,036,257,916.87	
	Details of Total Capital Expenditure (According to Sectors)	I			
7.0	Capital Expenditure Admin Sector		295,753,492.95	864,000,087.00	
7.1	Capital Expenditure (Economic Sector)		263,808,000.00	1,399,213,279.87	
7.2	Capital Expenditure (Social Service Sector)		569,127,778.40	737,516,550.00	
7.3	Capital Expenditure (Funded from Aid & Grants)		-	35,528,000.00	
			1,128,689,271.35	3,036,257,916.87	
	Repayment Internal Loans (Outstanding Balance)	J			
9.2	Internal Loan		931,593,317.14		
	Closing Cash and Bank Balances	K	Amount 2021	Amount 2020	
10.0	Reserve Fund			18,542,860.14	
10.1	Cash and Bank Balances at 31st December, 2021		100,127,859.22		



STATEMENT OF TRANSFERS FROM JAAC TO LOCAL GOVERNMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 2020										
	BRASS	EKEREMOR	KOLOKUMA /OPOKUMA	NEMBE	OGBIA	SAGBAMA	SOUTHERN IJAW	YENAGOA	TOTAL	
	₦	₦	₦	₦	₦	₦	₦	₦	₦	
FAAC (JAN-DEC)	1,399,599,393.57	1,615,864,948.65	1,054,753,645.30	1,314,915,216.91	1,384,997,644.03	1,360,629,992.33	1,903,309,227.27	1,752,084,421.86	11,786,154,489.92	
VAT	864,944,018.22	986,439,613.09	711,296,463.75	787,778,744.96	857,639,282.35	867,934,069.17	1,056,529,715.70	1,104,910,936.15	7,237,472,843.39	
Excess Crude										
Exchange Gain Difference	7,831,579.69	8,990,694.09	5,983,316.46	7,377,699.51	7,753,318.95	7,622,716.11	10,531,303.73	9,720,787.01	65,811,415.55	
Solid Minerals	1,999,636.02	2,295,592.52	1,527,719.26	1,883,746.86	1,979,653.72	1,946,306.92	2,688,956.14	2,482,007.03	16,803,618.47	
Forex Equalisation	3,966,367.93	4,553,410.94	3,030,299.82	3,736,496.58	3,926,732.14	3,860,587.26	5,333,665.37	4,923,172.51	33,330,732.55	
Additional Fund from NNPC										
Excess Bank Charges										
Augmentation	5,789,470.78	6,646,342.48	4,423,147.98	5,453,941.28	5,731,616.79	5,635,069.05	7,785,233.34	7,186,061.39	48,650,883.09	
Intervention Fund										
Non Oil Revenue	78,713,831.66	90,363,886.85	60,137,262.67	74,151,961.72	77,927,246.90	76,614,580.67	105,848,283.83	97,701,922.63	661,458,976.93	
TOTAL	2,362,844,297.87	2,715,154,488.62	1,841,151,855.24	2,195,297,807.82	2,339,955,494.88	2,324,243,321.51	3,092,026,385.38	2,979,009,308.58	19,849,682,959.90	
LESS:										
Statutory Deduction	738,913,972.17	1,246,764,763.03	545,913,642.63	613,208,772.34	931,591,199.21	1,225,045,689.82	1,142,917,000.11	912,770,511.51	7,357,125,550.82	
Net Transfer to LG	1,623,930,325.70	1,468,389,725.59	1,295,238,212.61	1,582,089,035.48	1,408,364,295.67	1,099,197,631.69	1,949,109,385.27	2,066,238,797.07	12,492,557,409.08	



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021



REPORT OF THE AUDITOR - GENERAL FOR LOCAL GOVERNMENTS

ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL

FOR THE FINANCIAL YEAR ENDED
31ST DECEMBER, 2021



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



HON. VICTOR INODUNIMI ISIAH
EXECUTIVE CHAIRMAN BRASS L.G.A



HON. PEREMOTE DAVID
VICE CHAIRMAN BRASS L.G.A



THANKGOD SINGER
TREASURER BRASS L.G.A



BRASS LOCAL GOVERNMENT

Telegram: BALGA
Telephone:



HEADQUARTERS:
Local Government Council Secretariat
P.M.B. 1, Constate,
Twon - Brass,
Bayelsa State.

STATEMENT OF FINANCIAL RESPONSIBILITY

These Financial Statements have been prepared by the Treasurer of Brass Local Government Council, Bayelsa State in accordance with the provisions of the Finance (Control and Management) Act 1958 as amended and other relevant extant laws and policies. The Financial Statements comply with generally accepted accounting policies and practice.

To fulfil accounting and reporting responsibilities, the Treasurer 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.

Efforts have been made to ensure that these Financial Statements reflect the true and fair view of the financial position of Brass Local Government Council as at 31st December, 2021.

 30/03/2022

ThankGod Singer
Treasurer

 30/03/2022

Hon. Victor I. Isaiah
Executive Chairman



REPORT OF THE AUDITOR – GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2021

INTRODUCTION

The financial statements of Brass Local Government Council for the year ended 31st December 2021 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, 2021.

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 2021, was submitted to my office by the accounting officer on the 19th April, 2022.

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 (Cash) 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, 2021.

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 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 Description	2021 N	2020 N	2019 N	2018 N	2017 N
Opening Balance	1,802,320.62	841,679.14	47,390,305.08	29,255,469.02	
Statutory All	2,362,844,297.87	2,110,329,041.66	2,236,830,312.71	2,294,020,680.56	1,864,191,238.26
Independent Revenue	902,500.00	37,682,000.00	33,290,305.00	41,276,609.08	50,842,966.13
Other Revenue				141,967,597.23	
Total	2,365,549,118.49	2,148,852,720.80	2,317,510,922.79	2,506,520,355.89	1,915,034,204.39

EXPENDITURE

Expenditure Description	2021 N	2020 N	2019 N	2018 N	2017 N
Personnel Cost	624,502,516.57	545,418,032.01	569,687,205.06	886,934,616.91	1,517,349,758.31
Overhead Cost	473,727,675.61	498,710,833.15	855,572,262.94	596,640,900.50	742,887,033.76
Statutory Deductions	918,033,788.99	890,893,943.86	844,914,489.46	100,657,343.79	101,730,485.46
Capital Expenditure	334,430,000.00	208,475,000.00	427,250,838.97	278,558,689.06	50,000,000.00
Total	2,350,693,981.17	2,143,497,809.02	2,697,424,796.43	1,862,791,550.26	2,411,967,277.53

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 (Cash) 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 statements for five years.

Financial statements submitted for audit are:

1. Statement of Consolidated Revenue Fund (CRF)
2. Statement of Capital Development Fund (CDF)
3. Statement of Financial Position
4. Cash flow statement
5. 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 payment vouchers are not pass to 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 guide line 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 to 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, 2021**



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 /53

Your Ref: _____



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

Date: 8th June, 2022

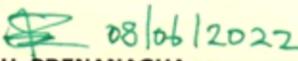
AUDIT CERTIFICATE

In compliance with section 5 (2) of Bayelsa State Local Government Law 2000, the audit of the financial statements was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

Within the period under review, the financial records and supported documents including operational framework are in compliance with the international Public Sector Accounting Standards (IPSAS) Cash Basis, Generally Accepted Accounting Principles (GAAP), Generally Accepted Auditing Standards (GAAS) and the International Organization of Supreme Audit Institutions (INTOSAI).

In my opinion, I certify that the statements of Financial Position, Consolidated Revenue Fund, Capital Development Fund, and the Cash Flow and Supporting accounts and statements show true and fair view of the state of affairs of the Local Government reported as at 31st December, 2021 and of the transactions for the year.

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

 08/06/2022
FAGHA H. PRENANAGHA FCNA, ACTI, CIFIPN
Auditor-General
for Local Governments
08037566365

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, 2021**



**STATEMENT OF CONSOLIDATED REVENUE FUND
FOR THE YEAR ENDED 31ST DECEMBER, 2021**

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 N	FINAL BUDGET YEAR 2021 N	BUDGET VARIANCE %
	Opening Balance (A)		1,802,320.62		
	ADD REVENUE				
1,916,572,677.91	Statutory Allocation	1.0	1,399,599,393.57	1,816,208,888.72	(22.94%)
483,689,523.04	Value Added Tax	1.1	864,944,018.22	537,636,272.57	60.88%
2,482,497.78	Excess Crude	1.2	-		
3,202,992.63	Exchange Gain Difference	1.3	7,831,579.69	44,165,809.28	(82.27%)
	Bailout	1.4	-		
	Allocation from State	1.5	-		
	Solid Minerals	1.6	1,999,636.02	2,319,123.38	
3,146,784.95	Forex Equalisation	1.7	3,966,367.93	18,267,061.37	(78.29%)
2,853,369.62	Additional Fund from NNPC	1.8	-		
4,556,987.15	Excess Bank Charges	1.9	-		
	Augmentation	1.10	5,789,470.78		
	Intervention Fund	1.11	-		
	Non Oil Revenue	1.13	78,713,831.66		
2,416,504,833.08	Statutory Allocation Total		2,362,844,297.87	2,418,597,155.32	
	Internally Generated Revenue				
	Rates	2.0			
1,980,000.00	Licenses	3.0	-		
1,419,000.00	Fees	3.1	335,500.00	400,000.00	(16.13%)
908600	Fines	3.2	-		
1,485,000.00	Earnings	4.0	-		
1,342,000.00	Sale/Rent of Government Property	4.1	567,000.00	859,000.00	(33.99%)
	Investment Income	4.2	-		
	Tenement Rate	4.3	-		
	Interest	4.4	-		
	Re-imbursements	4.5	-		
62,447,000.00	Internally Generated Revenue Total		902,500.00		
	Other Revenue Sources	4.6	-		
69,581,600.00	Total Revenue (B)		2,363,746,797.87	1,259,000.00	
	LESS EXPENDITURE:				
583,149,698.57	Personnel Cost	5.0	1,341,147,536.89	670,279,354.67	(100.09%)
349,673,600.00	Pension Fund	5.1	170,260,325.69	217,930,000.00	21.87%
	Transfer to Statutory Institutions	5.2	31,128,442.98	986,623,763.00	96.84%
	Overhead Charges	6.0	473,727,675.61		
	OTHER RECURRENT EXPENDITURE				
	Repayment of Internal Loans	10.0	-		
	Repayment of External Loans	10.1	-		
932,823,298.57	Total Expenditure (C)		2,016,263,981.17	1,874,833,117.67	
	OPERATING BALANCE D = (A+B-C)		349,285,137.32		
	Transfer to Capital Dev. Fund (E)	19	349,285,137.32		
	CLOSING BALANCE (D-E)		-		

The accompanying notes are an integral part of these statements.

ThankGod Singer 30/03/2022

ThankGod Singer
Treasurer



STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2021

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 ₦	FINAL BUDGET YEAR 2021 ₦	BUDGET VARIANCE %
	Opening Balance				
	ADD: Revenue				
	Proceeds from Aid and Grants	8.0	-		
	Proceeds from External Loans	8.1	-		
	Proceeds from LG Bonds and Treasury Bonds	8.2	-		
	Proceeds from Internal Loans: FGN/Bonds	8.3	-		
	Other Funds	8.4	-		
	Transfer From Consolidated Fund	19	349,285,137.32		
	Total Revenue Available		349,285,137.32	-	-
	LESS: Capital Expenditure				
245,000,000.00	Capital Expenditure Admin Sector	7.0	925,000.00	90,000,000.00	98.97%
95,000,000.00	Capital Expenditure (Economic Sector)	7.1	38,865,000.00	280,000,000.00	86.12%
130,000,000.00	Capital Expenditure (Social Service Sector)	7.2	294,640,000.00	50,000,000.00	-489.28%
	Capital Expenditure (Funded from Aid & Grants)	7.3	-		
470,000,000.00	Total Capital Expenditure		334,430,000.00	420,000,000.00	
	Closing Balance		14,855,137.32		

The accompanying notes are an integral part of these statements.

 30/03/2022

ThankGod Singer
Treasurer



STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

DETAILS	NOTES	ACTUAL 2021 N	PRIOR YEAR 2020 N
Cash	10.1	-	-
Bank	10.1	14,855,137.32	1,802,320.62
Total Liquid Assets		14,855,137.32	1,802,320.62
INVESTMENT & OTHERS			
Cash Equivalents	10.2	-	-
L/G Investment	11	-	-
Fixed Deposits	12	-	-
Imprest	13	-	-
Advances	14	-	-
Liabilities Over Assets	15	50,804,423.20	50,804,423.20
Total Investment & Cash Assets		-	-
Total Assets		65,659,560.52	52,606,743.82
Liabilities			
Consolidated Revenue Fund	16	-	-
Capital Development Fund	17	14,855,137.32	1,802,320.62
EXTERNAL AND INTERNAL LOANS			
External Loans	9.1	-	-
Internal Loans	9.2	50,804,423.20	50,804,423.20
OTHER LIABILITIES			
Deposits	18	-	-
Total Liabilities		65,659,560.52	52,606,743.82

STATEMENT OF CHANGES IN NET ASSETS AS AT 31ST DECEMBER, 2021

Opening Balance	1,802,320.62
Income for the Year	2,363,746,797.87
Total Income	2,365,549,118.49
Expenditure for the Year	2,350,693,981.17
Net Assets	14,855,137.32

The accompanying notes are an integral part of these statements.

ThankGod Singer
30/03/2022

ThankGod Singer
Treasurer



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

DETAILS	Notes	ACTUAL YEAR 2021 N	PRIOR YEAR 2020 N
Cash Flow From Operating Activities			
Government Share of FAAC Statutory Revenue	1.0	1,399,599,393.57	1,407,762,314.83
Government share of VAT	1.1	864,944,018.22	534,429,694.40
Excess Crude Oil	1.2	-	30,997,969.99
Exchange Gain Difference	1.3	7,831,579.69	43,902,394.91
Bailout	1.4	-	-
Allocation from State	1.5	-	-
Solid Minerals	1.6	1,999,636.02	2,305,291.63
Forex Equalisation	1.7	3,966,367.93	18,158,112.69
Additional Fund from NNPC	1.8	-	-
Excess Bank Charges	1.9	-	15,741,252.55
Augmentation	1.10	5,789,470.78	-
Intervention Fund	1.11	-	37,353,202.34
Non Oil Revenue	1.12	78,713,831.66	19,678,808.32
Rates	2.0	-	-
Licenses	3.0	-	-
Fees	3.1	335,500.00	-
Fines	3.2	-	-
Earnings	4.0	-	-
Sale/Rent of Government Property	4.1	567,000.00	-
Investment Income	4.2	-	-
Tenement Rate	4.3	-	37,682,000.00
Interest	4.4	-	-
Re-imbursments	4.5	-	-
Other Revenue Sources	4.6	-	-
Total Inflow From Operating Activities (A)		2,363,746,797.87	2,148,011,041.66
Out Flows			
Salaries and Wages	5.0	624,502,516.57	545,418,032.01
Teachers Salaries	5.0	458,380,413.20	451,270,295.18
Health Workers Salaries	5.0	258,264,607.12	252,690,804.20
Pension Cost	5.1	170,260,325.69	158,496,255.03
Training Fund	5.2	23,628,442.98	19,285,950.24
Common Services Cost	5.2	7,500,000.00	9,150,639.21
Overhead Cost	6.0	473,727,675.61	498,710,833.15
Total Outflow from Operating Activities (B)		2,016,263,981.17	1,935,022,809.02
Net Cash Inflow/Outflow From Operating Activities		347,482,816.70	212,988,232.64



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

Cash Flow From Investing Activities			
Capital Expenditure Admin Sector	7.0	(925,000.00)	(208,475,000.00)
Capital Expenditure (Economic Sector)	7.1	(38,865,000.00)	-
Capital Expenditure (Social Service Sector)	7.2	(294,640,000.00)	-
Capital Expenditure (Funded from Aid & Grants)	7.3	-	-
Total Outflow from Investing Activities (C)		(334,430,000.00)	(208,475,000.00)
Net Cash Flow From Investing Activities		(334,430,000.00)	(208,475,000.00)
Cash Flow From Financing Activities			
Proceeds from Aid and Grants	8.0	-	-
Proceeds from External Loans	8.1	-	-
Proceeds from LG Bonds and Treasury Bonds	8.2	-	-
Proceeds from Internal Loans: FGN/Bonds	8.3	50,804,423.20	-
Other Funds	8.4	-	-
Repayment of External Loans: Aids & Grants	9.0	-	-
Repayment of External Loans	9.1	-	-
Repayment of Interan Loans: FGN/Bonds	9.2	-	(3,552,591.16)
Repayment of Internal Loans: Commercial Banks	9.3	-	-
Total Outflow from Financing Activities (D)		50,804,423.20	(3,552,591.16)
Net Cash Flow From Financing Activities		50,804,423.20	(3,552,591.16)
Net Cash Flow From All Activities		63,857,239.90	960,641.48
Cash and Its Equivalent as at 1/1/2021	10.0	1,802,320.62	841,679.14
Cash and Its Equivalent as at 31/12/2021	10.1	65,659,560.52	1,802,320.62

The accompanying notes are an integral part of these statements.

ThankGod Singer 30/03/2022

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, 2021**



NOTES TO THE ACCOUNTS

Note	Details	Ref Note	Amount	Amount		Remarks
1.0	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	A	1,399,599,393.54			
	Add: Deduction at source	B	61,603,168.40	1,461,202,561.94		
	B. Value Added Tax	C				
1.1	Share of Value Added Tax (VAT)			864,944,018.22		
	C. Others Receipts	D				
1.3	Exchange Gain Difference			7,831,579.69		
1.6	Solid Minerals			1,999,636.02		
1.7	Forex Equalisation			3,966,367.93		
1.10	Augmentation			5,789,470.78		
1.13	Non Oil Revenue			78,713,831.66		
				98,300,886.08		
	Internally Generated Revenue (Independent Revenue)	E	Actual	Budget	% Variance	
2.0	Rates					
3.0	Licenses					
3.1	Fees		335,500.00	400,000.00		
3.2	Fines					
4.0	Earnings					
4.1	Sale/Rent of Government Property		567,000.00	859,000.00		
4.2	Investment Income		-			
4.3	Tenement Rate					
4.4	Interest		-			
4.5	Re-imbursments		-			
	A. Total Personnel Costs (Including Salaries directly charged)	F	Actual	Budget	% Variance	
5.0	Political Office Holders Salaries		130,715,971.84	670,279,354.67		
	Council Salaries		493,786,544.73			
	Teachers Salaries		458,380,413.20			
	Health Workers Salaries		258,264,607.12			
5.1	Pension Cost		170,260,325.69	217,930,000.00		
5.2	Training Fund		23,628,442.98			
5.2	Common Services Cost		7,500,000.00	986,623,763.00		
6.0	Overhead Cost	G	473,727,675.61	181,700,000.00		
19	Transfer to Capital Development Fund (According to Sectors)	H	Actual	Budget	% Variance	
	Administrative Sector		925,000.00	90,000,000.00	98.97%	
	Economic Sector		38,865,000.00	280,000,000.00	86.12%	
	Social Service Sector		294,640,000.00	50,000,000.00	-489.28%	
	Funded from Aid & Grants		-	-	-	
			334,430,000.00	420,000,000.00		
	Details of Total Capital Expenditure (According to Sectors)	I				
7.0	Capital Expenditure Admin Sector		925,000.00	90,000,000.00		
7.1	Capital Expenditure (Economic Sector)		38,865,000.00	280,000,000.00		
7.2	Capital Expenditure (Social Service Sector)		294,640,000.00	50,000,000.00		
7.3	Capital Expenditure (Funded from Aid & Grants)		-	-		
			334,430,000.00	420,000,000.00		
	Repayment Internal Loans (Outstanding balance)					
9.2	Internal Loans		50,804,423.20			
	Closing Cash and Bank Balances	J	Amount 2021	Amount 2020		
10.0	Reserve Fund			1,802,320.62		
10.1	Cash and Bank Balances at 31st December, 2021		14,855,137.32			



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



MAIN SUPPORTING DETAILS TO THE NOTES FOR FINANCIAL YEAR 2021

NOTE: 1.0

SUMMARY OF RECEIPTS FROM JAAC JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
11010100	STATUTORY ALLOCATION	100,540,204.24	115,994,134.78	85,034,630.88	95,171,697.79	107,321,659.82	89,773,470.61	148,064,759.71	157,615,314.56	123,234,774.43	150,346,256.35	99,153,300.96	127,349,189.44	1,399,590,393.57
NOTE: 1.1	VALUE ADDED TAX	59,991,001.93	89,338,412.48	68,134,076.64	103,169,549.20	76,502,261.59	72,670,445.82	61,799,581.42	55,849,552.12	70,027,159.47	62,414,690.50	69,023,956.64	76,023,330.41	864,944,018.22
NOTE: 1.3	EXCHANGE GAIN DIFFERENCE	1,007,509.50	-	-	786,813.16	577,606.78	441,350.20	978,728.73	625,782.09	733,120.05	790,163.71	821,419.90	1,069,085.57	7,831,579.69
NOTE: 1.6	SOLID MINERALS	-	-	-	-	-	1,999,636.02	-	-	-	-	-	-	1,999,636.02
NOTE: 1.7	FOREX EQUALISATION 1	1,789,126.49	-	2,177,241.44	-	-	5,789,470.78	-	-	-	-	-	-	9,755,838.71
NOTE: 1.10	AUGMENTATION	-	-	-	-	-	5,789,470.78	-	-	-	-	-	-	5,789,470.78
NOTE: 1.13	NON OIL REVENUE 1	-	-	149,777.65	-	162,891.95	14,473,676.96	-	-	14,473,676.96	-	28,947,353.92	126,763.70	58,334,141.14
	NON OIL REVENUE 2	-	-	-	-	162,891.95	5,789,470.78	-	-	116,542.78	-	14,473,676.96	-	20,377,690.52
		-	-	149,777.65	-	162,891.95	20,263,147.74	-	-	14,590,219.74	-	43,421,030.88	126,763.70	78,715,831.66

NOTE: 3.1

SUMMARY OF INTERNALLY GENERATED REVENUE (INDEPENDENT REVENUE)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	FEES		111,000.00	139,500.00	85,000.00									335,500.00

NOTE: 4.1

SUMMARY OF INTERNALLY GENERATED REVENUE (INDEPENDENT REVENUE)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	SALES	151,500.00	41,000.00	105,000.00	86,000.00	68,500.00	115,000.00							567,000.00

NOTE 5.0

SUMMARY OF PERSONNEL EMOLUMENT (SALARIES) FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
21010101	COUNCIL SALARIES	43,156,536.02	46,455,373.94	2,669,912.38	44,361,587.98	49,095,411.58	48,304,862.36	77,723,468.67	2,570,707.76	2,530,000.00	45,397,650.72	89,673,227.03	41,847,806.29	493,786,544.73
21010103	Cons. Fund Charges (Politicians Salaries)	9,586,714.10	9,329,714.09	1,550,000.00	9,844,714.09	9,816,713.40	9,948,989.80	22,733,763.54	5,633,714.09	5,489,333.36	9,810,161.10	25,581,930.18	11,400,714.09	130,715,971.84
21010101	Health Workers Salaries	20,068,433.76	20,068,433.76	21,728,123.99	21,738,679.92	21,738,679.92	21,738,679.92	21,770,831.40	21,770,831.40	21,832,413.83	21,832,413.83	21,939,684.58	22,037,401.81	259,264,607.12
21010101	Teachers Salaries	36,284,479.18	36,286,721.22	33,246,269.28	40,615,192.85	40,615,192.85	37,685,661.74	37,802,226.47	37,891,619.19	37,891,619.19	37,891,619.19	37,891,619.19	37,891,619.19	456,580,413.20
	TOTAL	111,075,663.06	114,120,243.01	59,194,504.65	116,560,174.84	121,265,997.75	120,607,734.93	159,916,725.35	67,467,479.72	67,745,366.38	114,931,844.84	211,111,111.11	113,177,541.38	1,341,147,536.89

NOTE 5.1

SUMMARY OF PENSION COST FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	Pension Cost	13,564,526.98	14,151,106.87	14,034,929.69	14,146,695.88	14,085,208.57	14,045,910.08	14,045,682.37	14,031,693.32	14,041,988.90	14,687,944.08	14,719,861.31	14,704,777.64	170,260,325.69



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



MAIN SUPPORTING DETAILS TO THE NOTES FOR FINANCIAL YEAR 2021

NOTE 5.2

SUMMARY OF STATUTORY DEDUCTION FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	Training Fund	1,633,278.42	2,053,325.47	1,991,280.60	1,991,280.60	1,554,957.27	1,991,280.60	2,108,430.70	2,140,906.49	2,085,852.74	2,135,511.11	2,124,197.08	2,045,683.69	23,628,442.98
	Common Services Fund	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	7,500,000.00
	Total Statutory Deduction	2,258,278.42	2,678,325.47	2,179,957.27	2,616,280.60	2,528,538.91	2,476,480.50	2,733,430.70	2,765,906.49	2,710,852.74	2,760,511.11	2,749,197.08	2,670,683.69	31,128,442.98

NOTE 6.0

SUMMARY OF OVERHEAD FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
2202102	LOCAL TRAVEL & TRANSPORT: OTHERS	195,000.00	-	687,000.00	-	1,477,000.00	870,000.00	1,760,000.00	927,467.48	1,500,000.00	3,050,000.00	200,000.00	-	10,664,467.48
2202002	TELEPHONE CHARGES	8,000.00	1,300,000.00	100,000.00	43,000.00	375,737.21	140,000.00	1,000,000.00	300,000.00	20,000.00	-	-	1,550,000.00	4,856,737.21
2202001	OFFICE STATIONERIES/COMPUTER CONSUMABLES	25,967.48	395,000.00	3,352,967.48	197,967.48	2,136,285.71	1,426,237.15	240,000.00	200,820.00	60,000.00	394,000.00	3,485,000.00	-	11,914,445.30
2202002	MAINTENANCE OF OFFICE FURNITURE	-	-	-	-	5,020,000.00	-	-	7,000,000.00	7,900,000.00	5,576,000.00	6,500,000.00	-	31,996,000.00
2202006	OTHER MAINTENANCE SERVICES	3,810,000.00	5,435,285.71	13,000,000.00	12,000,000.00	13,150,000.00	10,240,000.00	13,700,000.00	13,980,000.00	22,195,285.71	16,300,000.00	15,100,000.00	10,550,000.00	149,460,571.42
2202001	SECURITY SERVICES	1,460,285.71	189,500.00	3,784,500.00	1,461,000.00	5,650,000.00	1,620,000.00	10,295,285.71	5,460,000.00	19,360,000.00	15,460,000.00	6,750,000.00	1,060,000.00	72,550,571.42
2202003	FINANCIAL CONSULTING	-	-	-	-	-	-	-	-	-	-	-	-	-
2202003	PLANT/GENERATOR FUEL COST	1,880,794.43	104,744.53	1,053,653.73	31,223.46	497,847.01	1,232,840.10	123,467.89	354,941.40	1,260,000.00	1,049,610.00	1,166,664.25	1,449,385.75	10,205,172.55
2202001	BANK CHARGES (OTHER THAN INTEREST)	-	-	-	-	-	-	-	-	-	-	-	-	-
2202101	REFRESHMENT & MEALS	-	-	-	-	-	-	-	-	-	-	-	-	-
2202103	PUBLICITY & ADVERTISEMENTS	10,650,000.00	15,120,000.00	873,333.47	767,571.42	15,629,472.50	13,496,116.05	15,052,726.34	15,704,000.63	10,391,666.64	18,122,841.11	10,814,333.11	20,049,671.55	146,671,631.82
2202107	WELFARE PACKAGES	1,214,469.41	190,000.00	2,735,000.00	4,010,000.00	3,400,000.00	3,420,000.00	3,635,800.00	1,140,000.00	1,710,000.00	7,300,000.00	9,953,000.00	820,000.00	35,428,278.41
	TOTAL OVERHEAD COST	19,242,517.03	22,734,580.24	25,586,535.68	18,510,762.36	47,536,592.43	30,445,193.30	45,807,286.94	45,067,229.51	64,396,952.35	67,152,451.11	55,966,997.36	35,479,057.30	473,727,875.61

NOTE 7.0

SUMMARY OF CAPITAL EXPENDITURES FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
32010102	ADMINISTRATIVE SECTOR Lands and Buildings (residential)	-	-	-	-	-	925,000.00	-	-	-	-	-	-	925,000.00
32010202	ECONOMIC SECTOR Roads and Bridges	-	-	6,100,000.00	-	-	4,000,000.00	-	-	-	5,000,000.00	13,125,000.00	-	38,865,000.00
32010215	SOCIAL SECTOR Waste Disposal Equipments	-	-	46,000,000.00	30,000,000.00	60,640,000.00	-	-	-	-	8,000,000.00	35,000,000.00	115,000,000.00	294,640,000.00
	TOTAL CAPITAL EXPENDITURE	-	-	52,100,000.00	30,000,000.00	71,280,000.00	4,925,000.00	-	-	-	13,000,000.00	48,125,000.00	115,000,000.00	334,430,000.00

NOTE 9.2: INTERNAL LOANS (FGN) (SALARY BAILOUT FUND)

S/N/O	INSTITUTION	ORIGINAL LOAN	BALANCE B/F/D PRINCIPAL	ADDITIONS/ RESTRUCTURED	PRINCIPAL REPAID	INTEREST REPAID AND OTHER FEES	BALANCE OUTSTANDING (PRINCIPAL)
1	LOCAL GOVT SALARY BAILOUT	70,111,890.00	50,804,423.17	-	-	-	50,804,423.17
	TOTAL	-	50,804,423.17	-	-	-	50,804,423.17

NOTE: 10.1

BANK CLOSING BALANCES FOR THE PERIOD JANUARY - DECEMBER, 2021

NAME OF BANK	OPENING BALANCE	CLOSING BAL.
ECO BANK PIC	525,093.09	64,730.09
FCM BANK PIC	700,333.05	2,609.16
STERLING BANK PIC	776,894.48	8,949.00
ZENITH BANK	2,795.34	46,750.74
ACCESS BANK	307,251.99	14,732,098.33
		14,855,137.32

STATEMENT OF INTERNAL LOANS (FGN) FOR THE YEAR ENDED 31ST DECEMBER, 2021

S/N/O	INSTITUTION	ORIGINAL LOAN	BALANCE B/F/D PRINCIPAL	ADDITIONS/ RESTRUCTURED	PRINCIPAL REPAID	INTEREST REPAID AND OTHER FEES	BALANCE OUTSTANDING (PRINCIPAL)
1	LOCAL GOVT SALARY BAILOUT	70,111,890.00	50,804,423.17	-	-	-	50,804,423.17
	TOTAL	-	50,804,423.17	-	-	-	50,804,423.17



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



MAIN SUPPORTING DETAILS TO THE NOTES FOR FINANCIAL YEAR 2021

MONTH	SCHEDULE OF CASH AND BANK RECEIPTS FOR THE PERIOD JANUARY - DECEMBER, 2021	
	CASH RECEIPTS	BANK RECEIPTS
JANUARY	14,959,502.52	74,212,621.30
FEBRUARY		80,573,983.03
MARCH		14,862,983.72
APRIL	41,720,558.40	78,290,652.50
MAY	6,385,409.99	105,000,860.68
JUNE	11,733,572.26	94,538,214.78
JULY		175,736,963.90
AUGUST	59,701,226.92	78,318,764.17
SEPTEMBER	96,272,625.79	35,835,773.24
OCTOBER	13,752,817.67	122,625,804.68
NOVEMBER		230,851,401.18
DECEMBER	14,016,147.66	95,420,624.49
	258,541,861.21	1,186,268,647.67
		1,444,810,508.88

STATEMENT OF TRANSFERS FROM JAAC TO LOCAL GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2021

	BRASS	EKEREMOR	KOLOKUMA / OPOKUMA	NEMBE	OGBIA	SAGBAMA	SOUTHERN IJAW	YENAGOA	TOTAL
	₦	₦	₦	₦	₦	₦	₦	₦	₦
FAAC (JAN-DEC)	1,399,599,393.57								1,399,599,393.57
VAT	864,944,018.22								864,944,018.22
Excess Crude									-
Exchange Gain Differ	7,831,579.69								7,831,579.69
Solid Minerals	1,999,636.02								1,999,636.02
Forex Equalisation	3,966,367.93								3,966,367.93
Additional Fund from NNPC									-
Excess Bank Charges									-
Augmentation	5,789,470.78								5,789,470.78
Intervention Fund									-
Non Oil Revenue	78,713,831.66								78,713,831.66
TOTAL	2,362,844,297.87								2,362,844,297.87
LESS:									
Statutory Deduction	918,033,788.99								918,033,788.99
Net Transfer to LG	1,444,810,508.88								1,444,810,508.88



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF BRASS LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021



BRASS LOCAL GOVERNMENT

Telegram: BALGA
Telephone:



HEADQUARTERS:
Local Government Council Secretariat
P.M.B. 1, Constate,
Twon - Brass,
Bayelsa State.

STATEMENT OF ACCOUNTING POLICIES

(IPSAS CASH)

ISSUED BY

OFFICE OF THE ACCOUNTANT - GENERAL

BAYELSA STATE OF NIGERIA

2021

(All replies to be addressed to the Chairman of the Local Government)



LIST OF ABBREVIATIONS/ACRONYMS

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
JAAC	Joint 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
LGA	Local Government Area
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
TR	Treasurer of the Local Government
PPE	Properties, Plants and Equipment
FR	Financial Regulation
FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act
IGR	Internally Generated Revenue
LGC	Local Government Council
BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
ECH	Executive Chairman
AuG LGs	Auditor-General for Local Governments
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention



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 Bayelsa State Government 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 Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when Cash (including Cash Equivalents) is received or paid by the LGAs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of Cash raised during the period, the purposes for which Cash was used and the Cash balances at the reporting date. The measurement focus in the GPFS balances is Cash and changes during the period. Therefore, Bank Reconciliation Statement shall form integral part of periodic Reports in Bayelsa State.

Notes to the GPFS provide additional information about liabilities, including payables and borrowings, and non-cash assets that include receivables, investments and property, plant and equipment.

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 Treasurer of Brass Local Government Area, Bayelsa State.



S/N	Accounting Policies:
1	<p data-bbox="363 387 1394 432">Accounting Terminologies / Definitions</p> <ul data-bbox="363 443 1394 1964" style="list-style-type: none"><li data-bbox="363 443 1394 600">· Accounting policies are the specific principles, bases, conventions, rules and practices adopted by the Local Government Areas in Bayelsa State in preparing and presenting Financial Statements.<li data-bbox="363 611 1394 689">· Cash: Cash comprises cash in hand, demand deposits in financial institutions and cash equivalents.<li data-bbox="363 701 1394 824">· 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.<li data-bbox="363 835 1394 925">· Cash basis means a basis of accounting that recognizes transactions and other events only when cash is received or paid.<li data-bbox="363 936 1394 1137">· 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.<li data-bbox="363 1149 1394 1182">· Cash receipts are cash inflows.<li data-bbox="363 1193 1394 1272">· Cash payments are cash outflows. Payments are based on approvals, warrants and budgetary provisions.<li data-bbox="363 1283 1394 1653">· Cash Controlled by Brass Local Government: Cash is deemed to be controlled by Brass 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.<li data-bbox="363 1664 1394 1964">· Government Business Enterprise means a ministry, department or agency that has all the following characteristics:<ul data-bbox="363 1765 1394 1964" style="list-style-type: none"><li data-bbox="363 1765 1394 1798">· Is an entity with the power to contract in its own name;<li data-bbox="363 1809 1394 1888">· Has been assigned the financial and operational authority to carry on a Business;<li data-bbox="363 1899 1394 1964">· 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;



	<ul style="list-style-type: none"> · 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 shall include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information
2	<p>General Purpose Financial Statements (GPFS)</p> <p>The GPFS comprise of Statement of Cash Receipts and Payments and other statements that disclose additional information about the Cash Receipts, Payments and Balances controlled by the Local Government as well as Accounting Policies and Notes to the Financial Statements. In Bayelsa State, the GPFS Accounting Policy include the following:</p> <ul style="list-style-type: none"> · Statement 1- Cash Flow Statements: Statement of Cash Receipts and Payments which: <ul style="list-style-type: none"> · recognizes all Cash Receipts, Cash Payments and Cash Balances controlled by the State government; and · separately identifies payments made by third parties on behalf of the State government. · Statement 2- Statement of Assets and Liabilities: Statement of Financial Position (also known as Balance Sheet); · Statement 3- Statement of Consolidated Revenue Fund: Statement Recurrent Financial Performance (also known as Profit & Loss Account); · Statement 4- Statement of Capital Development Fund: Statement of Capital Financial Performance (also known as Capital Expenditure); · Notes to the Accounts: Additional disclosures to explain the GPFS; and · Accounting Policies and Explanatory Notes.
3.	<p>Basis of Preparation and Legal Provisions</p>



	<ul style="list-style-type: none"> 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.
4.	<p>Fundamental Accounting Concepts</p> <p>The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State:</p> <ul style="list-style-type: none"> Cash Basis of Accounting; Under-stability; Materiality, Relevance; Going Concern Concept; Consistency Concept Prudence Completeness, etc.
5.	<p>Accounting Period</p> <p>The accounting year (fiscal year) is from 1st January to 31st December. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.</p>
6.	<p>Reporting Currency</p> <p>The General Purpose GPFS are prepared in Nigerian Naira.</p>
7.	<p>MDA for Consolidation</p> <ul style="list-style-type: none"> The Consolidation of the GPFS is based on the Cash transactions of all departments of the Local Government except Government Business Enterprises (GBEs).
8.	<p>Comparative Information</p> <ul style="list-style-type: none"> The General Purpose GPFS shall disclose all numerical information relating to previous period (at least one year).



9.	<p>Budget Figures</p> <ul style="list-style-type: none"> These figures are from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State and reallocations within the budget.
10.	<p>Receipts</p> <ul style="list-style-type: none"> These are Cash inflows within the Financial Year. They comprise of receipts from Statutory Allocations (JAAC monthly disbursement), Taxes, External Assistance (from Bilateral and Multilateral Agencies), Other Aid and Grants, Other Borrowings, Capital Receipts (Sale of Government Assets, etc), Receipts from Trading activities and Other Cash Receipts. These items shall be disclosed at the face of the Statement of Cash Receipts and Payment for the year in accordance with the standardised GPFS. Notes shall be provided as per standardised Notes to GPFS.
11.	<p>External Assistance</p> <ul style="list-style-type: none"> Receipts from Loans are Funds received from external sources to be paid back at an agreed period of time. They are categorised either as Bilateral or Multilateral. External Loans receipts shall be disclosed separately under Statement of Cash Receipts and Payment for the year.
12.	<p>Other Borrowings / Grants & Aid Received</p> <ul style="list-style-type: none"> These shall be categorised as either Short or Long term Loans. Short-Term Loans are those repayable within one calendar year (12 months), while Long-Term Loans and Debts shall fall due beyond one calendar year (above 12 months). Loans shall be disclosed separately and Grants shall also be separately disclosed under Statement of Cash Receipts and Payment for the year.
13.	<p>Interest Received</p> <ul style="list-style-type: none"> Interest actually received during the financial year shall be treated as a receipt under item 'Other Receipts'.



14.	<p>Government Business Activities</p> <ul style="list-style-type: none">· Cash Receipts from Trading Activities shall be received net (after deducting direct expenses) unless otherwise provided for by law or policy in force. Total receipts from all trading activities shall be disclosed in the Statement of Cash Receipts and Payments under 'Trading Activities' item.· Where gross revenue is received, corresponding payments shall be charged under a corresponding payment item head 'Government Business Activities' in the Statement of Receipts and Payments.
15.	<p>Payments</p> <ul style="list-style-type: none">· These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorised either by Function and/or by Sector in the Statement of Cash Receipts and Payment.· Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.
16.	<p>Loans Granted:</p> <ul style="list-style-type: none">· Payments to other Government and Agencies in form of Loans during the year shall be shown separately in the Statement of Receipts and Payments. Amount disclosed shall be actual amount paid during the year.
17.	<p>Loan Repayments</p> <ul style="list-style-type: none">· Cash receipts from loans granted to other agencies and government shall be classified under loan repayments in the Statement of Receipts and Payments. Amount disclosed shall be actual amount received during the year.
18.	<p>Interest on Loans:</p> <ul style="list-style-type: none">· Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest payment in the Statement of Cash Receipts and Payments



19.	<p>Foreign Currency Transactions:</p> <ul style="list-style-type: none"> 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.
20.	<p>Prepayments</p> <ul style="list-style-type: none"> Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.
21.	<p>Investments:</p> <ul style="list-style-type: none"> Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are Capital Costs and are disclosed as purchase of Financial Instruments or may be given an appropriate name as the case may be. They are separately disclosed in the GPFs (Statement of Receipts and Payments) under capital payments.
22.	<p>Leases</p> <ul style="list-style-type: none"> Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments Operating lease cash payments, where the lessors effectively retain substantially all the risks and benefits of ownership of the leased items, are treated as operating expenses.
23.	<p>Cash Balances</p> <p>This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year and no restriction on cash balances.</p>



24.	<p>Advances</p> <ul style="list-style-type: none">· All Cash Advances shall be retired before the end of the financial year. However should circumstances occur (including an Emergency) where either an advance is given out close to the financial year end or an advance already given could not be accounted for, such an advance (or balance outstanding) shall be treated as cash equivalent since there shall be no proof that such funds have been utilised.
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ThankGod Singer 30/03/2022

**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, 2021



REPORT OF THE AUDITOR - GENERAL FOR LOCAL GOVERNMENTS

ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL

FOR THE FINANCIAL YEAR ENDED
31ST DECEMBER, 2021



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



HON DR. PEREKEME BERTOLA
EXECUTIVE CHAIRMAN EKEREMOR L.G.A



RANDY O. T. AWOLOWO
VICE CHAIRMAN EKEREMOR L.G.A



JOHN AYEBATONYE SYLVANUS
TREASURER EKEREMOR L.G.A



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



EKEREMOR LOCAL GOVERNMENT

Our Ref: _____

Your Ref: _____



LOCAL GOVT. COUNCIL SECRETARIAT,
EKEREMOR TOWN,
P.M. 884,
BAYELSA STATE

Date 30/03/2022

STATEMENT OF FINANCIAL RESPONSIBILITY

These Financial Statements have been prepared by the Treasurer of Ekeremor Local Government Council, Bayelsa State in accordance with the provisions of the Finance (Control and Management) Act 1958 as amended and other relevant extant laws and policies. The Financial Statements comply with generally accepted accounting policies and practice.

To fulfil accounting and reporting responsibilities, the Treasurer 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.

Efforts have been made to ensure that these Financial Statements reflect the true and fair view of the financial position of Ekeremor Local Government Council as at 31st December, 2021.

 30/3/2022

**John Ayebatonye Sylvanus
Treasurer**



**Hon. Dr. Perekeme Bertola
Executive Chairman**



REPORT OF THE AUDITOR – GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2021.

INTRODUCTION

The financial statements of Ekeremor Local Government Council for the year ended 31st December 2021 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 Ekeremor Local Government Council for the financial year ended 31st December, 2021.

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 2021, was submitted to my office by the accounting officer on the 19th April, 2022.

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 (Cash) 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, 2021.

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



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



REVENUE

Revenue Description	2021	2020	2019	2018	2017
	₦	₦	₦	₦	₦
Opening Balance	506,455.44	9,754,263.38			
Statutory Allocation	2,715,136,487.54	2,435,145,833.21	2,572,595,274.31	2,650,524,232.18	2,045,505,349.14
Independent Revenue	29,256,997.79	23,076,997.85	19,944,991.80	860,000.00	9,160,003.70
Other Revenue				462,729,251.93	
Total	2,744,899,940.77	2,467,977,094.44	2,592,540,266.11	3,114,113,484.11	2,054,665,352.84

EXPENDITURE

Expenditure Description	2021	2020	2019	2018	2017
	₦	₦	₦	₦	₦
Personnel Cost	909,155,390.05	784,820,796.26	1,143,680,596.13	2,436,583,632.66	1,947,393,342.82
				11,959,315.92	12,916,683.99
Overhead Cost	542,220,835.96	463,854,957.70	281,039,854.86	318,575,087.02	146,859,835.49
Statutory Deductions	1,246,764,763.03	1,189,326,562.90	1,180,059,321.52	151,411,828.12	127,745,647.54
Capital Expenditure	23,282,632.50	21,760,850.00	48,288,000.00	117,480,000.00	62,250,000.00
Total	2,721,423,621.54	2,459,763,166.86	2,653,067,772.51	3,036,009,863.72	2,297,165,509.84

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 statements for five years.

FINANCIAL STATEMENT SUBMITTED FOR AUDIT ARE:

1. Statement of Recurrent Revenue
2. Statement of Recurrent Expenditure
3. Statement of Capital Development Fund (CDF)
4. Statement of Financial Position
5. Cash flow Statement
6. Statement of external / internal loan
7. Statement of Personnel Cost
8. Statement of Overhead Cost



BOOK-KEEPING AND FINANCIAL CONTROL

Audit observed that the state of book – keeping in Ekeremor Local Government Council has fairly improved. However, there is still need for further improvement. The treasury department should ensure that all payment vouchers are properly authorised and recipients duly signed at all times. Supporting documents should also be attached to all payment vouchers.

AUDIT QUERIES

Audit queries raised within the period were responded to. However, some of the responses were 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 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 previously that the state of Book – keeping in Ekeremor Local Government Council was below expectation. But in the year 2021 the book – keeping aspect has fairly improved.

a. BANK RECONCILIATION

During the period under review in the previous years, audit observed that the council (accounts department) did not prepare bank reconciliation statement with respect to its transactions with approved banks monthly. But in the year 2021 the council has been able to prepare bank reconciliation statement with respect to its transaction 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. Audit looks forward to a more satisfactory increase/decrease analysis of its personnel cost monthly.

REQUIRED ACTION: it is hope that this trend will continue.



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



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 /53

Your Ref: _____



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

Date: 8th June, 2022

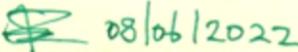
AUDIT CERTIFICATE

In compliance with section 5 (2) of Bayelsa State Local Government Law 2000, the audit of the financial statements was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

Within the period under review, the financial records and supported documents including operational framework are in compliance with the international Public Sector Accounting Standards (IPSAS) Cash Basis, Generally Accepted Accounting Principles (GAAP), Generally Accepted Auditing Standards (GAAS) and the International Organization of Supreme Audit Institutions (INTOSAI).

In my opinion, I certify that the statements of Financial Position, Consolidated Revenue Fund, Capital Development Fund, and the Cash Flow and Supporting accounts and statements show true and fair view of the state of affairs of the Local Government reported as at 31st December, 2021 and of the transactions for the year.

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

 08/06/2022
FAGHA H. PRENANAGHA FCNA, ACTI, CIFIPN
Auditor-General
for Local Governments
08037566365

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, 2021**



**CONSOLIDATED REVENUE FUND FOR THE
YEAR ENDED 31ST DECEMBER, 2021**

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 N	FINAL BUDGET YEAR 2021 N	BUDGET VARIANCE %
	Opening Balance (A)		506,455.44		
	ADDD REVENUE				
1,620,041,807.08	Statutory Allocation	1.0	1,615,866,948.37	1,945,344,857.78	(16.94%)
622,081,841.26	Value Added Tax	1.1	986,439,613.09	506,677,465.30	94.69%
35,585,830.27	Excess Crude	1.2	-	32,792,915.00	(100.00%)
50,400,176.96	Exchange Gain Difference	1.3	8,990,694.09	40,200,088.48	(77.64%)
	Bailout	1.4	-		
	Allocation from State	1.5	-		
2646486.74	Solid Minerals	1.6	2,295,592.52	3,823,243.37	(39.96%)
20,845,607.51	Forex Equalisation	1.7	4,553,410.94	39,251,368.48	(88.40%)
	Additional Fund from NNPC	1.8	-		
18,071,039.55	Excess Bank Charges	1.9	-		
	Augmentation	1.10	6,646,342.48	15,720,417.49	(57.72%)
42,881,669.94	Intervention Fund	1.11	-		
22,591,373.98	Non Oil Revenue	1.13	90,363,886.85		
2,435,145,833.29	Statutory Allocation Total		2,715,156,488.34	2,583,810,355.90	
	Internally Generated Revenue				
	Rates	2.0		50,000,000.00	(100.00%)
	Licenses	3.0		3,000,000.00	(100.00%)
	Fees	3.1		14,000,000.00	(100.00%)
	Fines	3.2			
	Earnings	4.0		20,000,000.00	(100.00%)
	Sale/Rent of Government Property	4.1			
	Investment Income	4.2			
23,076,997.85	Tenement Rate	4.3	29,256,997.79		
	Interest	4.4			
	Re-imbursments	4.5			
23,076,997.85	Internally Generated Revenue Total		29,256,997.79		
	Other Revenue Sources	4.6			
2,458,222,831.14	Total Revenue (B)		2,744,413,486.13	87,000,000.00	
	LESS EXPENDITURE:				
784,820,796.26	Personnel Cost	5.0	1,924,959,304.15	930,655,648.52	(106.84%)
563,854,957.70	Pension Fund	5.1	196,309,324.14		
1,189,326,562.90	Transfer to Statutory Institutions	5.2	34,651,524.79		
	Overhead Charges	6.0	542,240,836.76	228,378,500.00	(137.43%)
7,707,472.14	OTHER RECURRENT EXPENDITURE				
	Repayment of Internal Loans	10.0			
	Repayment of External Loans	10.1			
2,545,709,789.00	Total Expenditure (C)		2,698,160,989.84	1,159,034,148.52	
	OPERATING BALANCE D = (A+B-C)		46,758,951.73		
	Transfer to Capital Dev. Fund (E)	19	46,758,951.73		
	CLOSING BALANCE (D-E)				

The accompanying notes are an integral part of these financial statements.

John Ayebatonye Sylvanus 30/3/2022

John Ayebatonye Sylvanus
Treasurer



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



**STATEMENT OF CAPITAL DEVELOPMENT FUND
FOR THE YEAR ENDED 31ST DECEMBER, 2021**

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 N	FINAL BUDGET YEAR 2021 N	BUDGET VARIANCE %
	Opening Balance				
	ADD: Revenue				
	Proceeds from Aid and Grants	8.0	-		
	Proceeds from External Loans	8.1	-		
	Proceeds from LG Bonds and Treasury Bonds	8.2	-		
	Proceeds from Internal Loans: FGN/Bonds	8.3	-		
	Other Funds	8.4	-		
	Transfer From Consolidated Fund	19	46,758,951.73		
	Total Revenue Available		46,758,951.73	-	-
	LESS: Capital Expenditure				
137,367,000.00	Capital Expenditure Admin Sector	7.0	21,732,632.50	187,000,000.00	88.38%
187,000,000.00	Capital Expenditure (Economic Sector)	7.1	-		
122,200,000.00	Capital Expenditure (Social Service Sector)	7.2	1,550,000.00	87,500,000.00	98.23%
	Capital Expenditure (Funded from Aid & Grants)	7.3	-		
446,567,000.00	Total Capital Expenditure		23,282,632.50	274,500,000.00	
	Closing Balance		23,476,319.23		

The accompanying notes are an integral part of these financial statements.

John Ayebatonye Sylvanus 30/3/2022

John Ayebatonye Sylvanus
Treasurer



STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

DETAILS	NOTES	ACTUAL 2021 N	PRIOR YEAR 2020 N
Cash	10.1	-	-
Bank	10.1	23,476,319.23	506,455.44
Total Liquid Assets		23,476,319.23	506,455.44
INVESTMENT & OTHERS			
Cash Equivalents	10.2	-	-
L/G Investment	11	-	-
Fixed Deposits	12	-	-
Imprest	13	-	-
Advances	14	-	-
Liabilities Over Assets	15	110,221,992.45	110,221,992.45
Total Investment & Cash Assets		-	-
Total Assets		133,698,311.68	154,237,718.76
Liabilities			
Consolidated Revenue Fund	16	-	-
Capital Development Fund	17	23,476,319.23	506,455.44
EXTERNAL AND INTERNAL LOANS			
External Loans	9.1	-	-
Internal Loans	9.2	110,221,992.45	110,221,992.45
OTHER LIABILITIES			
Deposits	18	-	-
Total Liabilities		133,698,311.68	154,237,718.76

STATEMENT OF CHANGES IN NET ASSETS AS AT 31ST DECEMBER, 2021

Opening Balance	506,455.44
Income for the Year	2,744,413,486.13
Total Income	2,744,919,941.57
Expenditure for the Year	2,721,443,622.34
Net Assets	23,476,319.23

The accompanying notes are an integral part of these financial statements.

John Ayebatonye Sylvanus 30/3/2022

John Ayebatonye Sylvanus
Treasurer



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

DETAILS	Notes	ACTUAL YEAR 2021 ₦	PRIOR YEAR 2020 ₦
Cash Flow From Operating Activities			
Government Share of FAAC Statutory Revenue	1.0	1,615,866,948.37	1,620,041,807.08
Government share of VAT	1.1	986,439,613.09	622,081,841.26
Excess Crude Oil	1.2	-	35,585,830.27
Exchange Gain Difference	1.3	8,990,694.09	50,400,176.96
Bailout	1.4	-	
Allocation from State	1.5	-	
Solid Minerals	1.6	2,295,592.52	2,646,486.74
Forex Equalisation	1.7	4,553,410.94	20,845,607.51
Additional Fund from NNPC	1.8	-	
Excess Bank Charges	1.9	-	18,071,039.47
Augmentation	1.10	6,646,342.48	
Intervention Fund	1.11	-	42,881,669.94
Non Oil Revenue	1.13	90,363,886.85	22,591,373.98
Rates	2.0		
Licenses	3.0	-	
Fees	3.1	-	
Fines	3.2	-	
Earnings	4.0	-	
Sale/Rent of Government Property	4.1	-	
Investment Income	4.2	-	
Tenement Rate	4.3	29,256,997.79	23,076,997.85
Interest	4.4	-	
Re-imbursments	4.5	-	
Other Revenue Sources	4.6	-	-
Total Inflow From Operating Activities (A)		2,744,413,486.13	2,458,222,831.06
Out Flows			
Salaries and Wages	5.0	909,155,390.05	784,820,796.26
Teachers Salaries	5.0	749,938,729.84	756,359,679.01
Health Workers Salaries	5.0	265,865,184.26	210,261,735.62
Pension Cost	5.1	196,309,324.14	189,290,333.75
Training Fund	5.2	27,151,524.79	22,854,980.02
Common Services Cost	5.2	7,500,000.00	10,559,834.50
Overhead Cost	6.0	542,240,836.76	463,854,957.70
Total Outflow from Operating Activities (B)		2,698,160,989.84	2,438,002,316.86
Net Cash Inflow/Outflow From Operating Activities		46,252,496.29	20,220,514.20



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

Cash Flow From Investing Activities			
Capital Expenditure Admin Sector	7.0	(21,732,632.50)	(21,760,850.00)
Capital Expenditure (Economic Sector)	7.1	-	-
Capital Expenditure (Social Service Sector)	7.2	(1,550,000.00)	-
Capital Expenditure (Funded from Aid & Grants)	7.3	-	-
Total Outflow from Investing Activities (C)		(23,282,632.50)	(21,760,850.00)
Net Cash Flow From Investing Activities		(23,282,632.50)	(21,760,850.00)
Cash Flow From Financing Activities			
Proceeds from Aid and Grants	8.0	-	-
Proceeds from External Loans	8.1	-	-
Proceeds from LG Bonds and Treasury Bonds	8.2	-	-
Proceeds from Internal Loans: FGN/Bonds	8.3	110,221,992.45	-
Other Funds	8.4	-	-
Repayment of External Loans: Aids & Grants	9.0	-	-
Repayment of External Loans	9.1	-	-
Repayment of Interan Loans: FGN/Bonds	9.2	-	(7,707,472.14)
Repayment of Internal Loans: Commercial Banks	9.3	-	-
Total Outflow from Financing Activities (D)		110,221,992.45	(7,707,472.14)
Net Cash Flow From Financing Activities		110,221,992.45	(7,707,472.14)
Net Cash Flow From All Activities		133,191,856.24	(9,247,807.94)
Cash and Its Equivalent as at 1/1/2021	10.0	506,455.44	9,754,263.38
Cash and Its Equivalent as at 31/12/2021	10.1	133,698,311.68	506,455.44

The accompanying notes are an integral part of these financial statements.

John Ayebatonye Sylvanus 30/3/2022

John Ayebatonye Sylvanus
Treasurer



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



NOTES TO THE ACCOUNTS

Note	Details	Ref Note	Amount	Amount		Remarks
1.0	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	A	1,615,866,948.37			
	Add: Deduction at source	B	61,603,168.39	1,677,470,116.76		
	B. Value Added Tax	C				
1.1	Share of Value Added Tax (VAT)			986,439,613.09		
	C. Other Receipts					
1.3	Exchange Gain Difference			8,990,694.09		
1.6	Solid Minerals			2,295,592.52		
1.7	Forex Equalisation			4,553,410.94		
1.10	Augmentation			6,646,342.48		
1.13	Non Oil Revenue			90,363,886.85		
				112,849,926.88		
	Internally Generated Revenue (Independent Revenue)	D	Actual	Budget	% Variance	
2.0	Rates					
3.0	Licenses					
3.1	Fees					
3.2	Fines					
4.0	Earnings					
4.1	Sale/Rent of Government Property		-			
4.2	Investment Income		-			
4.3	Tenement Rate		29,256,997.79			
4.4	Interest		-			
4.5	Re-imbursements		-			
5.0	A. Total Personnel Costs (Including Salaries directly charged)	E	Actual	Budget	% Variance	
	Political Office Holders Salaries		176,019,431.76			
	Council Salaries		733,135,958.29			
	Teachers Salaries		749,938,729.84			
	Health Workers Salaries		265,865,184.26			
5.1	Pension Cost		196,309,324.14			
5.2	Training Fund		27,151,524.79			
5.2	Common Services Cost		7,500,000.00			
6.0	Overhead Cost	F	542,240,836.76			
19	Transfer to Capital Development Fund (According to Sectors)	G	Actual	Budget	% Variance	
	Administrative Sector		21,732,632.50	187,000,000.00	88.38%	
	Economic Sector					
	Social Service Sector		1,550,000.00	87,500,000.00	98.23%	
	Funded from Aid & Grants		-	-	-	
			23,282,632.50	274,500,000.00		
	Details of Total Capital Expenditure (According to Sectors)	H				
7.0	Capital Expenditure Admin Sector		21,732,632.50	187,000,000.00		
7.1	Capital Expenditure (Economic Sector)					
7.2	Capital Expenditure (Social Service Sector)		1,550,000.00	87,500,000.00		
7.3	Capital Expenditure (Funded from Aid & Grants)		-	-		
			23,282,632.50	274,500,000.00		
	Repayment Internal Loans (Outstanding Balance)	I				
9.2	Internal Loans		110,221,992.45			
	Closing Cash and Bank Balances	J	Amount 2021	Amount 2020		
10.0	Reserve Fund			506,455.44		
10.1	Cash and Bank Balances at 31st December, 2021		23,476,319.23			



MAIN SUPPORTING DETAILS TO THE NOTES FOR THE FINANCIAL YEAR 2021

NOTE 1.0

SUMMARY OF RECEIPTS FROM JAAC JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
11010100	STATUTORY ALLOCATION	116,410,141.22	133,170,490.91	99,590,505.31	110,247,067.98	124,195,287.39	104,049,875.19	170,968,577.30	181,932,663.79	142,463,625.46	172,793,435.22	#####	146,206,152.52	1,615,864,948.65
NOTE 1.1	VALUE ADDED TAX	70,177,168.44	98,691,974.57	77,486,174.19	113,971,205.03	87,006,573.01	83,434,405.54	70,981,578.76	64,833,554.71	80,652,118.98	72,583,774.12	78,921,297.30	87,699,788.44	986,439,615.09
NOTE 1.3	EXCHANGE GAIN DIFFERENCE	1,156,626.13	-	-	903,265.59	663,095.58	506,672.32	1,123,385.66	718,401.08	841,625.62	907,112.03	942,994.30	1,227,315.78	8,990,694.09
NOTE 1.6	SOLID MINERALS	-	-	-	-	-	2,295,592.52	-	-	-	-	-	-	2,295,592.52
NOTE 1.7	FOREX EQUALISATION 1	2,053,926.48	-	2,499,484.46	-	-	-	-	-	-	-	-	-	4,553,410.94
NOTE 1.10	AUGMENTATION	-	-	-	-	6,646,342.48	-	-	-	-	-	-	-	6,646,342.48
NOTE 1.13	NON OIL REVENUE 1	-	-	171,945.52	-	187,000.80	16,615,856.19	-	-	16,615,856.19	-	33,231,712.38	145,525.38	66,967,896.46
	NON OIL REVENUE 2	-	-	-	-	6,646,342.48	-	-	-	133,791.72	-	16,615,856.19	-	23,995,990.39
		-	-	171,945.52	-	187,000.80	23,262,198.67	-	-	16,749,647.91	-	49,847,568.57	145,525.38	90,363,886.85

NOTE 4.3

SUMMARY OF INTERNALLY GENERATED REVENUE (INDEPENDENT REVENUE)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	TENEMENT RATE	-	19,324,997.79	-	-	-	2,932,000.00	-	-	-	-	7,000,000.00	-	29,256,997.79

NOTE 5.0

SUMMARY OF PERSONNEL EMOLUMENT (SALARIES) FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
21010101	COUNCIL SALARIES	60,936,412.59	65,723,613.92	60,655,322.71	60,205,600.20	60,491,385.24	60,529,324.65	60,596,251.42	60,657,803.34	60,957,102.44	60,882,397.56	60,815,534.04	60,982,145.18	735,135,958.29
21010103	Cons. Fund Charges (Politicians Salaries)	14,668,285.98	14,668,285.98	14,668,285.98	14,668,285.98	14,668,285.98	14,668,285.98	14,668,285.98	14,668,285.98	14,668,285.98	14,668,285.98	14,668,285.98	14,668,285.98	176,019,431.76
21010101	Health Workers Salaries	16,361,476.75	16,361,476.75	23,297,692.95	20,684,096.54	23,651,599.85	23,779,335.34	23,779,335.34	23,823,905.38	23,823,905.38	23,823,905.38	23,239,227.31	23,239,227.31	265,865,184.26
21010101	Teachers Salaries	58,844,852.36	58,895,069.81	67,663,369.67	78,702,188.20	78,702,188.20	58,240,370.79	58,240,370.79	57,839,430.58	57,839,430.58	57,840,312.58	58,565,574.14	58,565,574.14	749,938,729.84
	TOTAL	150,511,027.68	155,648,451.46	166,284,671.31	174,260,170.92	177,513,457.27	157,217,316.76	157,284,243.53	156,989,425.28	157,288,784.36	157,214,901.50	#####	157,455,232.61	1,924,959,304.15

NOTE 5.1

SUMMARY OF PENSION COST FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	Pension Cost	15,762,886.38	16,068,092.31	16,300,645.32	16,081,361.32	16,239,420.99	16,278,331.33	16,270,876.29	16,297,072.08	16,282,017.21	16,939,318.79	16,876,999.46	16,912,302.66	196,309,324.14

NOTE 5.2

SUMMARY OF STATUTORY DEDUCTION FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	Training Fund	1,897,978.62	2,318,624.65	1,797,481.09	2,251,215.39	2,186,962.90	2,135,487.44	2,430,737.42	2,474,846.20	2,407,070.18	2,462,843.21	2,435,489.87	2,352,787.82	27,151,524.79
	Common Services Fund	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	7,500,000.00
	Total Statutory Deduction	2,522,978.62	2,943,624.65	2,422,481.09	2,876,215.39	2,811,962.90	2,760,487.44	3,055,737.42	3,099,846.20	3,032,070.18	3,087,843.21	3,060,489.87	2,977,787.82	34,651,524.79



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



MAIN SUPPORTING DETAILS TO THE NOTES FOR THE FINANCIAL YEAR 2021

NOTE 6.0

SUMMARY OF OVERHEAD FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
210201	ALLOWANCES & SOCIAL CONTRIBUTION GEN.		11,567,556.01	3,485,662.37	145,256.00	3,180,000.00	1,650,000.00	5,170,000.00	7,205,000.00	18,415,000.00	13,530,000.00	17,886,662.50	9,035,000.00	91,260,156.88
21020103	MEDICAL ALLOWANCES									210,000.00				210,000.00
22020101	TRAVELING & TRANSPORT: TRAINING					2,200,000.00			2,500,000.00	200,000.00	3,000,000.00	875,367.50	2,300,000.00	10,200,000.00
22020102	TRAVEL & TRANSPORT OTHERS		200,000.00		200,000.00		2,000,000.00	150,000.00	600,000.00	50,000.00	300,000.00		2,200,000.00	6,575,367.50
22020202	TELEPHONE & ONLINE SERVICES								500,000.00					500,000.00
22020301	COMPUTER CONSUMABLES		4,650,000.00	54,000.00	119,000.00	478,000.00	300,000.00	1,500,000.00	1,450,000.00	1,370,000.00	1,364,000.00	1,863,500.00	1,670,000.00	14,858,500.00
22020305	PRINTING OF NON SECURITY DOCUMENT							550,000.00		3,000,000.00				4,050,000.00
22020309	UNIFORM & OTHER CLOTHINGS												6,600,000.00	6,600,000.00
22020401	MAINTENANCE OF MOTOR VEHICLES		104,000.00											104,000.00
22020402	MAINTENANCE OF OFFICE FURNITURE		440,000.00											440,000.00
22020403	MAINTENANCE OF OFFICE BUILDING													
22020406	OTHER MAINTENANCE SERVICES													
22040109	COMMUNITY RELATIONS									1,000,000.00			28,000.00	1,028,000.00
22020601	SECURITY SERVICES	406,042.40		3,906,042.40	5,800,700.00	9,259,403.70	6,490,897.70	732,572.30	7,600,000.00	426,043.20	406,042.40	10,162,084.40	914,042.40	46,103,870.90
22020602	OFFICE RENT		700,000.00											700,000.00
22020605	CLEARING/FUMIGATION SERVICES					29,775,058.29		40,000.00	25,000,000.00	14,000,000.00	16,000,000.00	9,000.00		84,824,058.29
22020701	FINANCIAL CONSULTING		5,797,449.34	500,000.00	72,000.00		72,000.00		5,000,000.00	8,600,000.00	8,600,000.00	600,000.00		21,241,449.34
22020703	LEGAL SERVICES		950,000.00	200,000.00	240,000.00	250,000.00		500,000.00	400,000.00	550,000.00		150,000.00		3,504,000.00
22020803	PLANT/GENERATING FUEL COST													
22020901	BANK CHARGES	68,481.53	22,731.98	4,895.25	61,617.39	56,212.88	319.00	4,054.42	4,670.50	13,022.50	60,535.00	124,392.31	60,005.00	480,937.76
220201001	REFRESHMENT & MEALS								500,000.00		1,900,000.00			2,400,000.00
220201002	HONORARIUM & SITTING ALLOWANCES		90,000.00	1,150,000.00	305,000.00		2,000,000.00	305,000.00	305,000.00	170,000.00		300,000.00	350,000.00	5,145,000.00
220201003	PUBLICITY & ADVERTISEMENT									300,000.00				300,000.00
220201004	MEDICAL EXPENSES LOCAL				300,000.00									300,000.00
220201009	WELFARE PACKAGES					180,000.00			350,000.00	700,000.00	299,000.00	2,180,000.00	16,990,000.00	21,725,000.00
220201009	SPORTING ACTIVITIES								375,000.00		1,000,000.00	2,000,000.00	1,000,000.00	4,375,000.00
220201021	SPECIAL DAY CELEBRATIONS					200,000.00			1,200,000.00					1,400,000.00
220201021	SUNDY DEDUCTIONS	15,872,864.34	16,333,983.18	18,079,176.14	18,894,825.75	19,413,609.14	17,145,947.38	17,541,490.86	17,475,848.17	17,499,391.94	17,451,527.30	16,452,990.71	16,445,841.18	208,607,496.09
	TOTAL OVERHEAD COST	16,347,388.27	42,421,720.51	27,379,776.16	26,138,399.14	64,992,284.01	29,659,164.08	26,493,117.58	70,463,518.67	58,703,457.64	64,581,104.70	53,604,017.42	61,456,888.58	542,240,836.76

NOTE 7.0

SUMMARY OF CAPITAL EXPENDITURES FOR THE PERIOD JANUARY - DECEMBER, 2021

	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
ADMINISTRATIVE SECTOR													
32010102	Lands and Buildings (residential)								476,000.00		10,260,000.00	307,000.00	21,733,632.50
ECONOMIC SECTOR													
32010202	Roads and Bridges												
SOCIAL SECTOR													
32010215	Rehabilitation of Roads		1,300,000.00				250,000.00						1,550,000.00
	TOTAL CAPITAL EXPENDITURE		1,300,000.00				250,000.00		476,000.00		10,260,000.00	307,000.00	23,282,632.50

NOTE 9.2: INTERNAL LOANS (FGN) (SALARY BALLOUT FUND)

STATEMENT OF INTERNAL LOANS (FGN) FOR THE YEAR ENDED 31ST DECEMBER, 2021											
S/NO	INSTITUTION	ORIGINAL LOAN	BALANCE B/FD PRINCIPAL	ADDITIONS/ RESTRUCTURED	PRINCIPAL REPAYED	INTEREST REPAYED AND OTHER FEES	BALANCE OUTSTANDING (PRINCIPAL)				
	LOCAL GOVT	152,110,224.36	110,221,992.45				110,221,992.45				
	1 SALARY BALLOUT		110,221,992.45				110,221,992.45				
	TOTAL		110,221,992.45				110,221,992.45				



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF EKEREMOR LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



NOTE: 10.1

BANK CLOSING BALANCES FOR THE PERIOD JANUARY - DECEMBER, 2021

MONTH	ACCOUNT A (FCMB)		ACCOUNT B (ACCESS BANK)		ACCOUNT C (ZENITH)		ACCOUNT D (UBA SWALI)		CLOSING BALANCE	
	RECEIPTS (#)	PAYMENTS (#)	RECEIPTS (#)	PAYMENTS (#)	RECEIPTS (#)	PAYMENTS (#)	RECEIPTS (#)	PAYMENTS (#)	#	
Opening Bal.	2,331.97		31,756.08		11,012.79		461,354.60		506,155.44	
JANUARY	92,046,201.17	91,834,737.35						182.10	717,733.16	
FEBRUARY	15,525,070.59	8,638,831.76	76,608,633.59				19,324,997.79	19,288,362.57	84,249,240.80	
MARCH	79,294,518.16	85,987,812.81		76,608,826.84			4,028,766.65	4,004,702.00	971,183.96	
APRIL	92,010,703.48	92,416,175.03	149,574,051.00	149,574,313.93			240,000.00	72,141.40	733,308.08	
MAY	75,636,183.14	75,261,463.54	100,198,798.16	100,187,116.88			280,000.00	128.14	1,399,580.82	
JUNE	75,936,116.17	76,034,847.38	165,153,491.04	165,153,810.03				519,256.00	781,274.62	
JULY	15,176,714.18	15,449,900.36	207,063,601.85	183,597,517.91	2,932,100.00			67,335,950.32	86,646,786.61	
AUGUST			111,165,097.11	35,967,450.81				1,006,334.10	101,367,066.38	
SEPTEMBER			43,536,012.22	128,768,721.20				75,957,859.92	16,100,436.91	
OCTOBER			132,387,580.68	142,553,048.54				77,328,145.96	5,877,040.32	
NOVEMBER			266,384,581.15	235,799,046.94				161,354,412.28	39,246,572.60	
DECEMBER			123,478,181.70	136,131,310.67	100.00	4.00		77,070,663.61	23,476,319.23	
TOTAL	445,627,838.86	445,623,768.23	1,375,581,784.58	1,354,341,163.75	2,943,212.79	879,673.75	545,008,665.21	544,840,576.48	23,476,319.23	
Closing Bal.										

STATEMENT OF TRANSFERS FROM JAAC TO LOCAL GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2021

	BRASS		EKEREMOR		KOLOKUMA / OPOKUMA		NEMBE		OGBIA		SAGBAMA		SOUTHERN IJAW		YENAGOA		TOTAL		
	N		N		N		N		N		N		N		N		N		
FAAC (JAN-DEC)			1,615,864,948.65															1,615,864,948.65	
VAT			986,439,613.09															986,439,613.09	
Excess Crude																			
Exchange Gain Difference			8,990,694.09															8,990,694.09	
Solid Minerals			2,295,592.52															2,295,592.52	
Forex Equalisation			4,553,410.94															4,553,410.94	
Additional Fund from NNPC																			
Excess Bank Charges			6,646,342.48															6,646,342.48	
Augmentation																			
Intervention Fund																			
Non Oil Revenue			90,363,886.85															90,363,886.85	
TOTAL			2,715,154,488.62															2,715,154,488.62	
LESS:																			
Statutory Deduction			903,720,350.22															903,720,350.22	
Net Transfer to LG			1,811,434,138.40															1,811,434,138.40	



EKEREMOR LOCAL GOVERNMENT

Our Ref: _____

Your Ref: _____



LOCAL GOVT. COUNCIL SECRETARIAT,
EKEREMOR TOWN,
P.M. 884,
BAYELSA STATE

Date 30/03/2022

STATEMENT OF ACCOUNTING POLICIES

(IPSAS CASH)

ISSUED BY

OFFICE OF THE ACCOUNTANT - GENERAL

BAYELSA STATE OF NIGERIA

2021





LIST OF ABBREVIATIONS/ACRONYMS

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
JAAC	Joint 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
LGA	Local Government Area
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
TR	Treasurer of the Local Government
PPE	Properties, Plants and Equipment
FR	Financial Regulation
FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act
IGR	Internally Generated Revenue
LGC	Local Government Council
BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
ECH	Executive Chairman
AuG LGs	Auditor-General for Local Governments
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention



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 Bayelsa State Government 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 Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when Cash (including Cash Equivalents) is received or paid by the LGAs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of Cash raised during the period, the purposes for which Cash was used and the Cash balances at the reporting date. The measurement focus in the GPFS balances is Cash and changes during the period. Therefore, Bank Reconciliation Statement shall form integral part of periodic Reports in Bayelsa State.

Notes to the GPFS provide additional information about liabilities, including payables and borrowings, and non-cash assets that include receivables, investments and property, plant and equipment.

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 Treasurer of Ekeremor Local Government Area, Bayelsa State.



S/N	Accounting Policies:
1	<p>Accounting Terminologies / Definitions</p> <ul style="list-style-type: none"> · Accounting policies are the specific principles, bases, conventions, rules and practices adopted by the Local Government Areas in Bayelsa State in preparing and presenting Financial Statements. · 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 basis means a basis of accounting that recognizes transactions and other events only when cash is received or paid. · 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. Payments are based on approvals, warrants and budgetary provisions. · Cash Controlled by Ekeremor Local Government: Cash is deemed to be controlled by Ekeremor 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: <ul style="list-style-type: none"> · 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;



	<ul style="list-style-type: none"> · 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 shall include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information
2	<p>General Purpose Financial Statements (GPFS)</p> <p>The GPFS comprise of Statement of Cash Receipts and Payments and other statements that disclose additional information about the Cash Receipts, Payments and Balances controlled by the Local Government as well as Accounting Policies and Notes to the Financial Statements. In Bayelsa State, the GPFS Accounting Policy include the following:</p> <ul style="list-style-type: none"> · Statement 1- Cash Flow Statements: Statement of Cash Receipts and Payments which: <ul style="list-style-type: none"> · recognizes all Cash Receipts, Cash Payments and Cash Balances controlled by the State government; and · separately identifies payments made by third parties on behalf of the State government. · Statement 2- Statement of Assets and Liabilities: Statement of Financial Position (also known as Balance Sheet); · Statement 3- Statement of Consolidated Revenue Fund: Statement Recurrent Financial Performance (also known as Profit & Loss Account); · Statement 4- Statement of Capital Development Fund: Statement of Capital Financial Performance (also known as Capital Expenditure); · Notes to the Accounts: Additional disclosures to explain the GPFS; and · Accounting Policies and Explanatory Notes.



3.	<p>Basis of Preparation and Legal Provisions</p> <ul style="list-style-type: none"> · 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.
4.	<p>Fundamental Accounting Concepts</p> <p>The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State:</p> <ul style="list-style-type: none"> · Cash Basis of Accounting; · Under-stability; · Materiality, · Relevance; · Going Concern Concept; · Consistency Concept · Prudence · Completeness, etc.
5.	<p>Accounting Period</p> <p>The accounting year (fiscal year) is from 1st January to 31st December. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.</p>
6.	<p>Reporting Currency</p> <p>The General Purpose GPFS are prepared in Nigerian Naira.</p>
7.	<p>MDA for Consolidation</p> <ul style="list-style-type: none"> · The Consolidation of the GPFS is based on the Cash transactions of all departments of the Local Government except Government Business Enterprises (GBEs).
8.	<p>Comparative Information</p> <ul style="list-style-type: none"> · The General Purpose GPFS shall disclose all numerical information relating to previous period (at least one year).



9.	<p>Budget Figures</p> <ul style="list-style-type: none"> · These figures are from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State and reallocations within the budget.
10.	<p>Receipts</p> <ul style="list-style-type: none"> · These are Cash inflows within the Financial Year. They comprise of receipts from Statutory Allocations (JAAC monthly disbursement), Taxes, External Assistance (from Bilateral and Multilateral Agencies), Other Aid and Grants, Other Borrowings, Capital Receipts (Sale of Government Assets, etc), Receipts from Trading activities and Other Cash Receipts. · These items shall be disclosed at the face of the Statement of Cash Receipts and Payment for the year in accordance with the standardised GPFS. Notes shall be provided as per standardised Notes to GPFS.
11.	<p>External Assistance</p> <ul style="list-style-type: none"> · Receipts from Loans are Funds received from external sources to be paid back at an agreed period of time. They are categorised either as Bilateral or Multilateral. · External Loans receipts shall be disclosed separately under Statement of Cash Receipts and Payment for the year.
12.	<p>Other Borrowings / Grants & Aid Received</p> <ul style="list-style-type: none"> · These shall be categorised as either Short or Long term Loans. Short-Term Loans are those repayable within one calendar year (12 months), while Long-Term Loans and Debts shall fall due beyond one calendar year (above 12 months). Loans shall be disclosed separately and Grants shall also be separately disclosed under Statement of Cash Receipts and Payment for the year.
13.	<p>Interest Received</p> <ul style="list-style-type: none"> · Interest actually received during the financial year shall be treated as a receipt under item 'Other Receipts'.



14.	<p>Government Business Activities</p> <ul style="list-style-type: none">· Cash Receipts from Trading Activities shall be received net (after deducting direct expenses) unless otherwise provided for by law or policy in force. Total receipts from all trading activities shall be disclosed in the Statement of Cash Receipts and Payments under 'Trading Activities' item.· Where gross revenue is received, corresponding payments shall be charged under a corresponding payment item head 'Government Business Activities' in the Statement of Receipts and Payments.
15.	<p>Payments</p> <ul style="list-style-type: none">· These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorised either by Function and/or by Sector in the Statement of Cash Receipts and Payment.· Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.
16.	<p>Loans Granted:</p> <ul style="list-style-type: none">· Payments to other Government and Agencies in form of Loans during the year shall be shown separately in the Statement of Receipts and Payments. Amount disclosed shall be actual amount paid during the year.
17.	<p>Loan Repayments</p> <ul style="list-style-type: none">· Cash receipts from loans granted to other agencies and government shall be classified under loan repayments in the Statement of Receipts and Payments. Amount disclosed shall be actual amount received during the year.
18.	<p>Interest on Loans:</p> <ul style="list-style-type: none">· Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest payment in the Statement of Cash Receipts and Payments



19.	<p>Foreign Currency Transactions:</p> <ul style="list-style-type: none">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.
20.	<p>Prepayments</p> <ul style="list-style-type: none">Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.
21.	<p>Investments:</p> <ul style="list-style-type: none">Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are Capital Costs and are disclosed as purchase of Financial Instruments or may be given an appropriate name as the case may be. They are separately disclosed in the GPFS (Statement of Receipts and Payments) under capital payments.
22.	<p>Leases</p> <ul style="list-style-type: none">Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and paymentsOperating lease cash payments, where the lessors effectively retain substantially all the risks and benefits of ownership of the leased items, are treated as operating expenses.
23.	<p>Cash Balances</p> <p>This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year and no restriction on cash balances.</p>



24.	<p>Advances</p> <ul style="list-style-type: none">All Cash Advances shall be retired before the end of the financial year. However should circumstances occur (including an Emergency) where either an advance is given out close to the financial year end or an advance already given could not be accounted for, such an advance (or balance outstanding) shall be treated as cash equivalent since there shall be no proof that such funds have been utilised.
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John Ayebatonye Sylvanus 30/3/2022

John Ayebatonye Sylvanus
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, 2021



REPORT OF THE AUDITOR - GENERAL FOR LOCAL GOVERNMENTS

ON THE ACCOUNTS OF KOLOKUMA / OPOKUMA LOCAL GOVERNMENT COUNCIL

FOR THE FINANCIAL YEAR ENDED
31ST DECEMBER, 2021



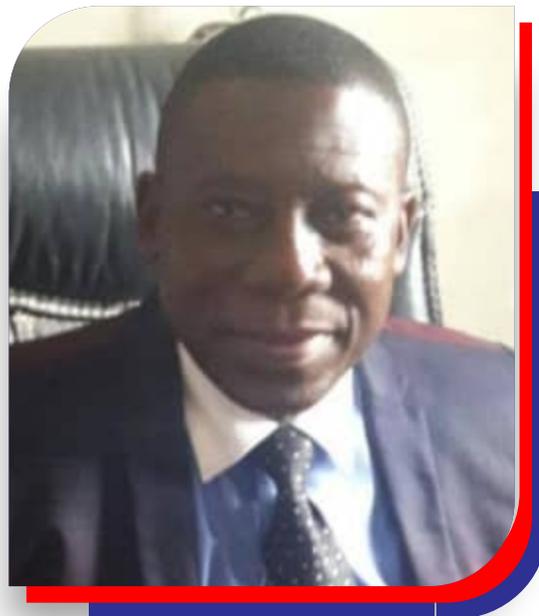
**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



HON. UBARUGU D. DENGIYE
EXECUTIVE CHAIRMAN KOLOKUMA/OPOKUMA L.G.A



HON. ALAGHA BRIAN WOTARI
VICE CHAIRMAN KOLOKUMA/OPOKUMA L.G.A



COMR. SINGABELE PATRICK
TREASURER KOLOKUMA/OPOKUMA L.G.A



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



KOLOKUMA/OPOKUMA LOCAL GOVERNMENT

Telegram: LOGGOVSEC
Telephone:

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



Our Ref: _____

Your Ref: _____

Date: 30/03/2022

STATEMENT OF FINANCIAL RESPONSIBILITY

These Financial Statements have been prepared by the Treasurer of Kolokuma/Opokuma Local Government Council, Bayelsa State in accordance with the provisions of the Finance (Control and Management) Act 1958 as amended and other relevant extant laws and policies. The Financial Statements comply with generally accepted accounting policies and practice.



To fulfil accounting and reporting responsibilities, the Treasurer 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.

Efforts have been made to ensure that these Financial Statements reflect the true and fair view of the financial position of Kolokuma/Opokuma Local Government Council as at 31st December, 2021.

 30/03/2022

Comr. Singabele Patrick
Treasurer

 30/3/22

Hon. Ubarugu D. Dengiye
Executive Chairman



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT FOR THE YEAR ENDED 31ST DECEMBER, 2021.

INTRODUCTION

The Financial Statements of Kolokuma/Opokuma Local Government Council for the year ended 31st December 2021 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 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, 2021.

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 2021, was submitted to my office by the accounting officer on the 19th April, 2022.

STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION [IPSAS]

The General Purpose Financial Statements [GPFS] were prepared under historical cost convention and in line with IPSAS [Cash] 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 statement date is from 1st January to 31st December, 2021.

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



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



REVENUE

REVENUE	2021	2020	2019	2018	2017
DESCRIPTION	N	N	N	N	N
Opening Balance					
Statutory Allocation	1,841,151,855.24	1,069,272,533.99	1,331,144,524.16	1,768,819,615.05	1,388,152,821.50
Independent Revenue	1,750,633.75	1,697,133.75	2,724,635.75	16,310,141.22	27,942,814.13
Other Revenue				49,177,245.60	
TOTAL	1,842,902,488.99	1,070,969,667.74	1,333,869,159.91	1,834,307,001.87	1,416,095,635.63

EXPENDITURE

EXPENDITURE	2021	2020	2019	2018	2017
DESCRIPTION	N	N	N	N	N
Personnel Cost	1,025,136,416.20	289,402,277.01	328,545,141.51	561,471,001.10	1,785,929,665.87
Over Head Cost	564,416,971.22	343,174,548.15	394,314,064.47	552,397,902.03	124,855,855.24
Other Operating Cost /Statutory Deduction	158,477,333.79	659,242,901.14	775,365,236.90	595,451,910.74	79,382,129.17
Capital Expenditure	70,770,000.00	194,693,322.64	215,664,057.52	124,482,327.18	26,023,804.00
TOTAL	1,818,800,721.21	1,486,513,048.94	1,713,888,500.40	1,833,803,141.05	2,016,191,454.28

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] 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 statements for five years.

The Financial Statements submitted for my audit are:

1. Statement of Cashflow
2. Statement of Financial Position
3. Statement of Consolidated Revenue Fund [CRF]
4. Statement of Capital Development Fund [CDF]
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.

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 period.



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, 2021**



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 /53

Your Ref: _____



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

Date: 8th June, 2022

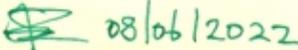
AUDIT CERTIFICATE

In compliance with section 5 (2) of Bayelsa State Local Government Law 2000, the audit of the financial statements was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

Within the period under review, the financial records and supported documents including operational framework are in compliance with the international Public Sector Accounting Standards (IPSAS) Cash Basis, Generally Accepted Accounting Principles (GAAP), Generally Accepted Auditing Standards (GAAS) and the International Organization of Supreme Audit Institutions (INTOSAI).

In my opinion, I certify that the statements of Financial Position, Consolidated Revenue Fund, Capital Development Fund, and the Cash Flow and Supporting accounts and statements show true and fair view of the state of affairs of the Local Government reported as at 31st December, 2021 and of the transactions for the year.

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

 08/06/2022
FAGHA H. PRENANAGHA FCNA, ACTI, CIFIPN
Auditor-General
for Local Governments
08037566365

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, 2021**



**STATEMENT OF CONSOLIDATED REVENUE FUND
FOR THE YEAR ENDED 31ST DECEMBER, 2021**

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 ₦	FINAL BUDGET YEAR 2021 ₦	BUDGET VARIANCE %
	Opening Balance (A)		3,306,507.22		
	ADDD REVENUE				
1,807,000,000.00	Statutory Allocation	1.0	1,054,753,645.30	1,539,178,160.00	(31.47%)
462,147,625.80	Value Added Tax	1.1	711,296,463.75	560,800,252.20	26.84%
	Excess Crude	1.2	-		
2,766,252.00	Exchange Gain Difference	1.3	5,983,316.46		
	Bailout	1.4	-		
	Allocation from State	1.5	-		
	Solid Minerals	1.6	1,527,719.26		
	Forex Equalisation	1.7	3,030,299.82		
	Additional Fund from NNPC	1.8	-		
	Excess Bank Charges	1.9	-		
	Augmentation	1.10	4,423,147.98		
	Intervention Fund	1.11	-		
	Non Oil Revenue	1.13	60,137,262.67		
2,271,913,877.80	Statutory Allocation Total		1,841,151,855.24	2,099,978,412.20	
	Internally Generated Revenue				
	Rates	2.0			
8,320,000.00	Licenses	3.0	-		
25,300,000.00	Fees	3.1	664,000.00	9,495,000.00	(93.01%)
	Fines	3.2	120,000.00	20,800,000.00	(99.42%)
2,100,000.00	Earnings	4.0	-		
	Sale/Rent of Government Property	4.1	-	18,960,000.00	(100.00%)
	Investment Income	4.2	-		
	Tenement Rate	4.3	966,633.75		
	Interest	4.4	-		
	Re-imbursments	4.5	-		
	Internally Generated Revenue Total		1,750,633.75		
	Other Revenue Sources	4.6	-		
35,720,000.00	Total Revenue (B)		1,842,902,488.99	49,255,000.00	
	LESS EXPENDITURE:				
1,584,744,318.19	Personnel Cost	5.0	1,025,136,416.20	1,221,563,412.24	16.08%
	Pension Fund	5.1	132,563,815.81		
	Transfer to Statutory Institutions	5.2	25,913,518.48		
	Overhead Charges	6.0	564,416,971.22		
	OTHER RECURRENT EXPENDITURE				
	Repayment of Internal Loans	10.0	-		
	Repayment of External Loans	10.1	-		
1,584,744,318.19	Total Expenditure (C)		1,748,030,721.71	1,221,563,412.24	
	OPERATING BALANCE D = (A+B-C)		98,178,274.50		
	Transfer to Capital Dev. Fund (E)	19	98,178,274.50		
	CLOSING BALANCE (D-E)		-		

The accompanying notes are an integral part of these statements.

Signature 30/03/2022

**Comr. Singabele Patrick
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, 2021**



**STATEMENT OF CAPITAL DEVELOPMENT FUND
FOR THE YEAR ENDED 31ST DECEMBER, 2021**

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 ₦	FINAL BUDGET YEAR 2021 ₦	BUDGET VARIANCE %
	Opening Balance				
	ADD: Revenue				
	Proceeds from Aid and Grants	8.0	-		
	Proceeds from External Loans	8.1	-		
	Proceeds from LG Bonds and Treasury Bonds	8.2	-		
	Proceeds from Internal Loans: FGN/Bonds	8.3	-		
	Other Funds	8.4	-		
	Transfer From Consolidated Fund	19	98,178,274.50		
	Total Revenue Available		98,178,274.50	-	-
	LESS: Capital Expenditure				
57,000,000.00	Capital Expenditure Admin Sector	7.0	11,966,000.00	145,360,000.00	91.77%
328,000,000.00	Capital Expenditure (Economic Sector)	7.1	15,774,000.00	207,500,000.00	92.40%
332,000,000.00	Capital Expenditure (Social Service Sector)	7.2	43,030,000.00	195,400,000.00	77.98%
	Capital Expenditure (Funded from Aid & Grants)	7.3	-		
717,000,000.00	Total Capital Expenditure		70,770,000.00	548,260,000.00	
	Closing Balance		27,408,274.50		

The accompanying notes are an integral part of these statements.

JS 30/03/2022

Comr. Singabele Patrick
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, 2021**



**STATEMENT OF FINANCIAL POSITION
AS AT 31ST DECEMBER, 2021**

DETAILS	NOTES	ACTUAL 2021 N	PRIOR YEAR 2020 N
Cash	10.1	16,014,065.18	2,603,190.62
Bank	10.1	11,394,209.32	703,316.60
Total Liquid Assets		27,408,274.50	3,306,507.22
INVESTMENT & OTHERS			
Cash Equivalents	10.2	-	-
L/G Investment	11	-	-
Fixed Deposits	12	-	-
Imprest	13	-	-
Advances	14	-	-
Liabilities Over Assets	15	46,751,738.19	46,751,738.19
Total Investment & Cash Assets		-	-
Total Assets		74,160,012.69	50,058,245.41
Liabilities			
Consolidated Revenue Fund	16	-	-
Capital Development Fund	17	27,408,274.50	3,306,507.22
EXTERNAL AND INTERNAL LOANS			
External Loans	9.1	-	-
Internal Loans	9.2	46,751,738.19	46,751,738.19
OTHER LIABILITIES			
Deposits	18	-	-
Total Liabilities		74,160,012.69	50,058,245.41

STATEMENT OF CHANGES IN NET ASSETS AS AT 31ST DECEMBER, 2021

Opening Balance	3,306,507.22
Income for the Year	1,842,902,488.99
Total Income	1,846,208,996.21
Expenditure for the Year	1,818,800,721.71
Net Assets	27,408,274.50

The accompanying notes are an integral part of these statements.

JS 30/03/2022

Comr. Singabele Patrick
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, 2021**



**STATEMENT OF CASH FLOW FOR THE
YEAR ENDED 31ST DECEMBER, 2021**

DETAILS	Notes	ACTUAL YEAR 2021 ₦	PRIOR YEAR 2020 ₦
Cash Flow From Operating Activities			
Government Share of FAAC Statutory Revenue	1.0	1,054,753,645.30	1,069,272,533.99
Government share of VAT	1.1	711,296,463.75	423,581,741.27
Excess Crude Oil	1.2	-	23,682,407.84
Exchange Gain Difference	1.3	5,983,316.46	33,541,371.30
Bailout	1.4	-	-
Allocation from State	1.5	-	-
Solid Minerals	1.6	1,527,719.26	1,761,239.74
Forex Equalisation	1.7	3,030,299.82	13,872,773.94
Additional Fund from NNPC	1.8	-	-
Excess Bank Charges	1.9	-	12,026,296.01
Augmentation	1.10	4,423,147.98	-
Intervention Fund	1.11	-	28,537,796.90
Non Oil Revenue	1.13	60,137,262.67	15,034,583.38
Rates	2.0	-	-
Licenses	3.0	-	-
Fees	3.1	664,000.00	-
Fines	3.2	120,000.00	-
Earnings	4.0	-	-
Sale/Rent of Government Property	4.1	-	-
Investment Income	4.2	-	-
Tenement Rate	4.3	966,633.75	1,697,133.75
Interest	4.4	-	-
Re-imbursements	4.5	-	-
Other Revenue Sources	4.6	-	-
Total Inflow From Operating Activities (A)		1,842,902,488.99	1,623,007,878.12
Out Flows			
Salaries and Wages	5.0	284,587,635.60	289,402,277.01
Teachers Salaries	5.0	436,038,436.01	409,358,858.99
Health Workers Salaries	5.0	304,510,344.60	227,843,583.56
Pension Cost	5.1	132,563,815.81	118,062,718.37
Training Fund	5.2	18,413,518.48	14,467,611.11
Common Services Cost	5.2	7,500,000.00	7,572,847.48
Overhead Cost	6.0	564,416,971.22	347,730,390.57
Total Outflow from Operating Activities (B)		1,748,030,721.71	1,414,438,287.09
Net Cash Inflow/Outflow From Operating Activities		94,871,767.28	208,569,591.03



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

Cash Flow From Investing Activities			
Capital Expenditure Admin Sector	7.0	(11,966,000.00)	(194,693,322.64)
Capital Expenditure (Economic Sector)	7.1	(15,774,000.00)	-
Capital Expenditure (Social Service Sector)	7.2	(43,030,000.00)	-
Capital Expenditure (Funded from Aid & Grants)	7.3	-	-
Total Outflow from Investing Activities @		(70,770,000.00)	(194,693,322.64)
Net Cash Flow From Investing Activities		(70,770,000.00)	(194,693,322.64)
Cash Flow From Financing Activities			
Proceeds from Aid and Grants	8.0	-	-
Proceeds from External Loans	8.1	-	-
Proceeds from LG Bonds and Treasury Bonds	8.2	-	-
Proceeds from Internal Loans: FGN/Bonds	8.3	46,751,738.19	-
Other Funds	8.4	-	-
Repayment of External Loans: Aids & Grants	9.0	-	-
Repayment of External Loans	9.1	-	-
Repayment of Interan Loans: FGN/Bonds	9.2	-	(10,683,444.45)
Repayment of Internal Loans: Commercial Banks	9.3	-	-
Total Outflow from Financing Activities (D)		46,751,738.19	(10,683,444.45)
Net Cash Flow From Financing Activities		46,751,738.19	(10,683,444.45)
Net Cash Flow From All Activities		70,853,505.47	3,192,823.94
Cash and Its Equivalent as at 1/1/2021	10.0	3,306,507.22	113,683.28
Cash and Its Equivalent as at 31/12/2021	10.1	74,160,012.69	3,306,507.22

The accompanying notes are an integral part of these statements.

JS 30/03/2022

Comr. Singabele Patrick
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, 2021**



NOTES TO THE ACCOUNTS

Note	Details	Ref Note	Amount	Amount		Remarks
1.0	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	A	1,054,753,645.30			
	Add: Deduction at source	B	61,603,168.40	1,116,356,813.70		
	B. Value Added Tax	C				
1.1	Share of Value Added Tax (VAT)			711,296,463.75		
	C. Other Receipts	D				
1.3	Exchange Gain Difference			5,983,316.46		
1.6	Solid Minerals			1,527,719.26		
1.7	Forex Equalisation			3,030,299.82		
1.10	Augmentation			4,423,147.98		
1.13	Non Oil Revenue			60,137,262.67		
				75,101,746.19		
	Internally Generated Revenue (Independent Revenue)	E	Actual	Budget	% Variance	
2.0	Rates					
3.0	Licenses					
3.1	Fees		664,000.00	9,495,000.00		
3.2	Fines			20,800,000.00		
4.0	Earnings		120,000.00			
4.1	Sale/Rent of Government Property		-	18,960,000.00		
4.2	Investment Income		-			
4.3	Tenement Rate		966,633.75			
4.4	Interest		-			
4.5	Re-imbursements		-			
5.0	A. Total Personnel Costs (Including Salaries directly charged)	F	Actual	Budget	% Variance	
	Political Office Holders Salaries		130,891,407.32			
	Council Salaries		153,696,228.28			
	Teachers Salaries		436,038,436.01			
	Health Workers Salaries		304,510,344.60	1,221,563,412.24		
5.1	Pension Cost		132,563,815.81			
5.2	Training Fund		18,413,518.48			
5.2	Common Services Cost		7,500,000.00			
6.0	Overhead Cost	G	564,416,971.22			
19	Transfer to Capital Development Fund (According to Sectors)	H	Actual	Budget	% Variance	
	Administrative Sector		11,966,000.00	145,360,000.00	91.77%	
	Economic Sector		15,774,000.00	207,500,000.00	92.40%	
	Social Service Sector		43,030,000.00	195,400,000.00	77.98%	
	Funded from Aid & Grants		-	-	-	
			70,770,000.00	548,260,000.00		
	Details of Total Capital Expenditure (According to Sectors)	I				
7.0	Capital Expenditure Admin Sector		11,966,000.00	145,360,000.00		
7.1	Capital Expenditure (Economic Sector)		15,774,000.00	207,500,000.00		
7.2	Capital Expenditure (Social Service Sector)		43,030,000.00	195,400,000.00		
7.3	Capital Expenditure (Funded from Aid & Grants)		-	-		
			70,770,000.00	548,260,000.00		
	Repayment Internal Loans (Outstanding Balance)	J				
9.2	Internal Loan		46,751,738.19			
	Closing Cash and Bank Balances	K	Amount 2021	Amount 2020		
10.0	Reserve Fund			3,306,507.22		
10.1	Cash and Bank Balances at 31st December, 2021		27,408,274.50			



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021



MAIN SUPPORTING DETAILS TO THE NOTES FOR THE FINANCIAL YEAR 2021

NOTE: 1.0

SUMMARY OF RECEIPTS FROM JMAC JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
110101100	STATUTORY ALLOCATION	75,234,832.37	88,605,613.25	61,824,594.45	71,133,300.59	80,415,855.42	67,205,062.20	111,543,529.54	118,840,140.74	92,373,453.81	114,553,158.42	75,735,240.61	97,280,861.90	1,054,753,645.30
NOTE: 1.1	VALUE ADDED TAX	47,109,221.53	77,509,572.58	56,307,088.84	89,509,399.59	63,218,144.05	59,057,968.02	50,187,708.27	44,488,070.02	56,590,466.16	49,554,313.72	56,507,435.45	61,256,875.52	711,286,463.75
NOTE: 1.3	EXCHANGE GAIN DIFFERENCE	769,735.92	-	-	601,124.21	441,290.81	337,190.97	747,747.45	478,096.68	560,102.74	603,684.02	627,563.71	816,779.95	5,983,316.46
NOTE: 1.6	SOLID MINERALS	-	-	-	-	-	1,527,719.26	-	-	-	-	-	-	1,527,719.26
NOTE: 1.7	FOREX RECALCULATION 1	1,366,890.26	-	1,663,409.56	-	-	-	-	-	-	-	-	-	3,030,299.82
NOTE: 1.10	AUGMENTATION	-	-	-	-	4,423,147.98	-	-	-	-	-	-	-	4,423,147.98
NOTE: 1.13	NON OIL REVENUE 1	-	-	114,429.93	-	124,449.23	11,057,869.94	-	-	89,038.52	-	22,115,739.89	96,847.30	33,598,374.81
	NON OIL REVENUE 2	-	-	-	-	-	4,423,147.98	-	-	11,057,869.94	-	11,057,869.94	-	26,538,887.86
		-	-	114,429.93	-	124,449.23	15,481,017.92	-	-	11,146,908.46	-	33,173,609.83	96,847.30	60,137,262.67

NOTE: 3.1

SUMMARY OF INTERNALLY GENERATED REVENUE (INDEPENDENT REVENUE)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	FEES	34,000.00	70,000.00	91,000.00	90,000.00	82,000.00	77,500.00	55,000.00	44,000.00	10,000.00	54,000.00	-	56,500.00	664,000.00

NOTE: 4.0

SUMMARY OF INTERNALLY GENERATED REVENUE (INDEPENDENT REVENUE)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	EARNINGS	-	30,000.00	30,000.00	30,000.00	-	-	-	-	-	30,000.00	-	-	120,000.00

NOTE: 4.3

SUMMARY OF INTERNALLY GENERATED REVENUE (INDEPENDENT REVENUE)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	TENEMENT RATE	-	210,000.00	156,633.75	360,000.00	240,000.00	-	-	-	-	-	-	-	966,633.75

NOTE 5.0

SUMMARY OF PERSONNEL EMOLUMENT (SALARIES) FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
21010101	COUNCIL SALARIES	10,979,952.97	11,296,345.82	11,574,544.86	13,488,419.73	13,358,373.76	13,318,587.60	13,581,519.60	13,457,857.11	13,609,927.08	13,559,540.15	12,584,193.73	12,886,965.87	153,686,228.28
21010103	Cons Fund Charges (Politicians Salaries)	10,907,617.28	10,907,617.28	10,907,617.28	10,907,617.28	10,907,617.28	10,907,617.28	10,907,617.28	10,907,617.28	10,907,617.28	10,907,617.28	10,907,617.28	10,907,617.28	130,891,407.32
21010101	Health Workers Salaries	20,527,791.36	20,527,791.36	27,757,097.99	26,009,866.83	26,041,197.71	26,470,988.14	26,665,676.49	26,665,676.49	26,785,524.35	26,004,624.44	25,814,178.89	25,239,930.55	304,510,344.60
21010101	Teachers Salaries	34,437,675.55	34,510,509.23	33,896,161.63	42,423,449.77	42,423,449.77	42,423,449.77	34,197,014.62	34,626,777.25	34,170,497.50	34,344,131.88	34,292,659.51	34,292,659.51	436,038,136.01
	TOTAL	76,853,037.16	77,242,265.69	84,135,421.76	92,829,353.61	92,730,638.52	93,120,642.79	85,351,827.99	85,637,928.13	85,475,566.21	84,815,913.75	83,596,649.41	83,327,772.21	1,025,136,416.20

NOTE 5.1

SUMMARY OF PENSION COST FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	Pension Cost	10,338,234.55	11,429,995.47	10,821,426.14	11,436,618.34	10,975,920.17	10,876,708.79	10,822,539.57	10,737,165.84	10,828,288.10	11,328,768.94	11,506,471.48	11,461,678.42	132,563,815.81

NOTE 5.2

SUMMARY OF STATUTORY DEDUCTION FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	Training Fund	1,244,806.80	1,661,151.88	1,199,095.17	1,434,382.24	1,486,228.37	1,624,789.85	1,638,063.07	1,638,063.07	1,608,709.31	1,647,113.56	1,660,478.50	1,594,513.65	18,413,517.98
	Common Services Fund	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	7,500,000.00
	Total Statutory Deduction	1,869,806.80	2,286,151.88	1,824,095.17	2,237,438.24	2,113,228.37	2,059,129.58	2,249,789.85	2,263,063.07	2,233,709.31	2,272,113.56	2,285,478.50	2,219,513.65	25,913,517.98



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021



MAIN SUPPORTING DETAILS TO THE NOTES FOR THE FINANCIAL YEAR 2021

NOTE 6.0

SUMMARY OF OVERHEAD FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
220201	ALLOWANCES & SOCIAL CONTRIBUTION GEN.	6,781,572.51	81,340,000.00	10,151,500.00	615,000.00	11,811,885.56	6,031,000.00	6,262,000.00	9,391,000.00	9,240,500.00	6,410,000.00	6,354,000.00	4,250,000.00	85,908,438.07
22020101	TRAVELING & TRANSPORT TRAINING	200,000.00	1,650,000.00	3,500,000.00	200,000.00	1,650,000.00	3,500,000.00	3,500,000.00	2,590,000.00	1,000,000.00	2,650,000.00	5,400,000.00	7,050,000.00	30,780,000.00
22020102	TRAVEL & TRANSPORT OTHERS	50,000.00	1,030,000.00	50,000.00	40,000.00	1,007,932.56	50,000.00	750,000.00	50,000.00	750,000.00	88,000.00	750,000.00	750,000.00	5,465,932.56
22020201	TELEPHONE & ONLINE SERVICES	2,000,000.00	-	2,510,000.00	-	2,210,000.00	-	430,000.00	1,470,000.00	1,440,000.00	700,000.00	500,000.00	-	12,600,000.00
22020301	COMPUTER CONSUMABLES	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	-	400,000.00	-	8,800,000.00
22020302	BOOKS	2,000,000.00	-	2,000,000.00	-	-	-	1,000,000.00	-	-	-	-	-	5,000,000.00
22020309	UNIFORM & OTHER CLOTHINGS	-	-	-	-	-	-	-	-	-	-	2,400,000.00	-	2,400,000.00
22020401	MAINTENANCE OF MOTOR VEHICLES	-	-	-	-	-	-	-	-	-	1,700,000.00	-	-	1,700,000.00
22020402	MAINTENANCE OF OFFICE FURNITURE	-	-	-	-	-	-	-	-	-	1,800,000.00	-	-	1,800,000.00
22020403	MAINTENANCE OF OFFICE BUILDING	-	-	-	-	-	-	-	-	-	4,270,000.00	-	-	4,270,000.00
22020406	OTHER MAINTENANCE SERVICES	-	-	-	-	-	81,000.00	-	-	-	-	-	-	81,000.00
22040109	INFORMATION TECHNOLOGY CONSULTING	78,000.00	100,000.00	187,000.00	-	-	200,000.00	200,000.00	200,000.00	200,000.00	200,000.00	200,000.00	200,000.00	1,600,000.00
22020604	SECURITY VOTE	2,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	24,000,000.00
22020703	LEGAL SERVICES	2,000,000.00	3,000,000.00	3,050,000.00	2,000,000.00	400,000.00	200,000.00	200,000.00	7,300,000.00	550,000.00	200,000.00	200,000.00	200,000.00	18,800,000.00
22020803	PLANT/GENERATING FUEL COST	300,000.00	300,000.00	300,000.00	-	-	200,000.00	200,000.00	200,000.00	200,000.00	200,000.00	200,000.00	400,000.00	2,600,000.00
22020901	BANK CHARGES	81,491.59	13,478.53	72,846.63	4,360.14	11,083.54	4,644.98	74,090.60	152,650.87	4,985.50	103,521.55	171,083.55	135,746.58	829,984.06
220201001	REFRESHMENT & MEALS	5,000,000.00	5,200,000.00	1,750,000.00	5,000,000.00	750,000.00	600,000.00	25,000.00	700,000.00	-	8,841,000.00	800,000.00	233,000.00	1,023,000.00
220201003	PUBLICITY & ADVERTISING	2,898,965.41	4,199,964.21	31,936,496.63	7,759,186.14	37,565,693.80	11,420,535.68	12,287,180.66	15,495,277.15	23,535,785.55	14,290,057.23	11,335,619.23	22,741,000.00	61,724,000.00
220201007	WELFARE PACKAGES	2,150,000.00	2,000,000.00	2,000,000.00	-	1,330,000.00	-	1,500,000.00	480,000.00	-	1,000,000.00	1,000,000.00	1,000,000.00	12,460,000.00
220201021	SPECIAL DAY CELEBRATIONS	4,567,964.38	4,567,964.38	4,567,964.38	4,567,964.38	4,567,964.38	4,567,964.38	4,567,964.38	4,567,964.38	4,567,964.38	4,567,964.38	4,567,964.38	4,567,964.38	54,815,572.56
22021001	SUNDAY DEDICATIONS	-	-	-	-	-	-	-	-	-	-	-	-	450,000.00
22021002	MAGAZINE & PERIODICALS	-	-	-	-	-	-	-	-	-	-	-	-	250,000.00
22021001	SPORTING ACTIVITIES	-	-	-	-	-	-	-	-	-	-	-	-	5,126,000.00
22021002	TOTAL OVERHEAD COST	31,807,993.89	35,341,407.12	66,275,807.64	27,236,510.66	68,504,539.86	30,145,145.04	35,896,235.64	46,596,892.40	44,489,335.43	50,020,543.16	52,755,667.16	76,346,993.22	564,416,971.22

NOTE 7.0

SUMMARY OF CAPITAL EXPENDITURES FOR THE PERIOD JANUARY - DECEMBER, 2021

ADMINISTRATIVE SECTOR	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
32010102	490,000.00	500,000.00	5,800,000.00	776,000.00	-	776,000.00	2,900,000.00	1,000,000.00	-	-	-	500,000.00	11,966,000.00
NOTE 7.1													
32010202			7,700,000.00		4,750,000.00		3,000,000.00						15,774,000.00
NOTE 7.2													
32010215	500,000.00	-	4,690,000.00	-	-	750,000.00	700,000.00	800,000.00	10,800,000.00	7,770,000.00	7,770,000.00	5,750,000.00	43,030,000.00
990,000.00	500,000.00	18,190,000.00	-	4,750,000.00	1,850,000.00	6,600,000.00	6,600,000.00	1,800,000.00	10,800,000.00	10,800,000.00	7,770,000.00	5,750,000.00	70,770,000.00
TOTAL CAPITAL EXPENDITURE													

NOTE 9.2: INTERNAL LOANS (FGN) (SALARY BALLOUT FUND)

S/NO	INSTITUTION	ORIGINAL LOAN	BALANCE B/F/D PRINCIPAL	ADDITIONS/ RESTRICTURED	PRINCIPAL REPAYD	INTEREST REPAYD AND OTHERS FEES	BALANCE OUTSTANDING (PRINCIPAL)
1	LOCAL GOVT SALARY BALLOUT	70,280,765.74	46,751,738.19	-	-	-	46,751,738.19
TOTAL		70,280,765.74	46,751,738.19	-	-	-	46,751,738.19

NOTE: 10.1

BANK CLOSING BALANCES FOR THE PERIOD JANUARY - DECEMBER, 2021

UBA A/C 1021184452	AMOUNT (#)	PAYMENTS (#)	FCMB A/C 6783151017	AMOUNT (#)	PAYMENTS (#)	ACCESS A/C 0710952176	AMOUNT (#)	PAYMENTS (#)	CLOSING BALANCE
Opening Bal.	4,129,708.38		4,167,651		84,714.90				
JANUARY	4,104,527.50		48,000,034.48	47,133,051.22					
FEBRUARY			25,567,463.03	15,215,978.21	33,256,220.37				
MARCH			88,183,647.57	99,195,952.80	33,256,351.87				
APRIL			14,382,511.79		79,127,394.39				
MAY					114,533,827.70				
JUNE					74,545,639.76				
JULY					66,292,665.55				
AUGUST					82,888.24				
SEPTEMBER					14,311,306.42				
OCTOBER									
NOVEMBER									
DECEMBER									
TOTAL	4,129,708.38	4,104,527.50	217,632,800.99	217,634,172.40	368,720,462.67	358,183,732.03	544,514,138.21	543,880,464.00	633,674.21
Closing Bal.		25,180.88	198,623.99		10,536,730.64				11,394,209.32



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021



MAIN SUPPORTING DETAILS TO THE NOTES FOR THE FINANCIAL YEAR 2021

NOTE: 10.1
CLOSING CASH BALANCES FOR THE PERIOD JANUARY - DECEMBER, 2021
UBA A/C.1021184452

MONTH	RECEIPTS (N)	PAYMENTS (N)
Opening Bal.	2,603,190.62	
JANUARY	8,080,035.68	8,063,535.68
FEBRUARY	15,302,535.68	12,716,485.68
MARCH	56,016,000.00	54,071,150.00
APRIL	390,000.00	5,354,826.60
MAY	36,511,521.98	36,186,535.68
JUNE	23,501,035.68	23,141,535.68
JULY	33,213,116.63	29,737,535.68
AUGUST	34,519,535.68	37,218,535.68
SEPTEMBER	39,018,498.23	35,120,300.00
OCTOBER	40,139,535.68	35,144,535.68
NOVEMBER	49,136,071.36	44,033,535.68
DECEMBER	71,778,035.68	73,406,535.68
TOTAL	410,209,112.90	394,195,047.72
Closing Bal.		16,014,065.18

SCHEDULE OF CASH AND BANK RECEIPTS FOR THE PERIOD JANUARY - DECEMBER, 2021

MONTH	CASH RECEIPTS	BANK RECEIPTS	TOTAL RECEIPTS
JANUARY	-	48,000,034.48	48,000,034.48
FEBRUARY	-	58,612,683.40	58,612,683.40
MARCH	-	87,916,212.42	87,916,212.42
APRIL	-	93,149,906.18	93,149,906.18
MAY	-	113,893,827.70	113,893,827.70
JUNE	27,384,793.92	74,545,639.76	101,930,433.68
JULY	27,384,793.92	128,063,550.49	155,448,344.41
AUGUST	27,384,793.92	86,109,676.19	113,494,470.11
SEPTEMBER	27,384,793.92	30,966,872.84	58,351,666.76
OCTOBER	27,384,793.92	92,110,189.17	119,494,983.09
NOVEMBER	27,384,793.92	186,232,508.06	213,617,301.98
DECEMBER	27,384,793.92	88,204,007.01	115,588,800.93
TOTAL	191,693,557.44	1,087,805,107.70	1,279,498,665.14

STATEMENT OF TRANSFERS FROM JAAC TO LOCAL GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2021

	BRASS	EKEREMOR	KOLOKUMA /OPOKUMA	NEMBE	OGBIA	SAGBAMA	SOUTHERN IJAW	YEMAGOA	TOTAL
	N	N	N	N	N	N	N	N	N
FAAC (JAN-DEC)			1,054,753,645.30						1,054,753,645.30
VAT			711,296,463.75						711,296,463.75
Excess Crude									
Exchange Gain Difference			5,983,316.46						5,983,316.46
Solid Minerals			1,527,719.26						1,527,719.26
Forex Equalisation			3,030,299.82						3,030,299.82
Additional Fund from NNPC									
Excess Bank Charges									
Augmentation			4,423,147.98						4,423,147.98
Intervention Fund									
Non Oil Revenue			60,137,262.67						60,137,262.67
TOTAL			1,841,151,855.24						1,841,151,855.24
LESS:									
Statutory Deduction			561,653,189.58						561,653,189.58
Net Transfer to LG									1,279,498,665.66



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF KOLOKUMA/OPOKUMA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



KOLOKUMA/OPOKUMA LOCAL GOVERNMENT

Telegram: LOGGOVSEC
Telephone:

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



Our Ref: _____

Your Ref: _____

Date: 30/03/2022

**STATEMENT OF ACCOUNTING POLICIES
(IPSAS CASH)**

ISSUED BY

OFFICE OF THE ACCOUNTANT - GENERAL

BAYELSA STATE OF NIGERIA

2021



LIST OF ABBREVIATIONS/ACRONYMS

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
JAAC	Joint 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
LGA	Local Government Area
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
TR	Treasurer of the Local Government
PPE	Properties, Plants and Equipment
FR	Financial Regulation
FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act
IGR	Internally Generated Revenue
LGC	Local Government Council
BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
ECH	Executive Chairman
AuG LGs	Auditor-General for Local Governments
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention



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 Bayelsa State Government 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 Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when Cash (including Cash Equivalents) is received or paid by the LGAs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of Cash raised during the period, the purposes for which Cash was used and the Cash balances at the reporting date. The measurement focus in the GPFS balances is Cash and changes during the period. Therefore, Bank Reconciliation Statement shall form integral part of periodic Reports in Bayelsa State.

Notes to the GPFS provide additional information about liabilities, including payables and borrowings, and non-cash assets that include receivables, investments and property, plant and equipment.

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 Treasurer of Kolokuma/Opokuma Local Government Area, Bayelsa State.



S/N	Accounting Policies:
1	<p>Accounting Terminologies / Definitions</p> <ul style="list-style-type: none"> · Accounting policies are the specific principles, bases, conventions, rules and practices adopted by the Local Government Areas in Bayelsa State in preparing and presenting Financial Statements. · 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 basis means a basis of accounting that recognizes transactions and other events only when cash is received or paid. · 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. Payments are based on approvals, warrants and budgetary provisions. · Cash Controlled by Kolokuma/Opokuma Local Government: Cash is deemed to be controlled by Kolokuma/Opokuma 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: <ul style="list-style-type: none"> · 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 shall** include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information

General Purpose Financial Statements (GPFS)

The GPFS comprise of Statement of Cash Receipts and Payments and other statements that disclose additional information about the Cash Receipts, Payments and Balances controlled by the Local Government as well as Accounting Policies and Notes to the Financial Statements. In Bayelsa State, the GPFS Accounting Policy include the following:

2.
 - Statement 1- Cash Flow Statements: Statement of Cash Receipts and Payments which:
 - recognizes all Cash Receipts, Cash Payments and Cash Balances controlled by the State government; and
 - separately identifies payments made by third parties on behalf of the State government.
 - Statement 2- Statement of Assets and Liabilities: Statement of Financial Position (also known as Balance Sheet);
 - Statement 3- Statement of Consolidated Revenue Fund: Statement Recurrent Financial Performance (also known as Profit & Loss Account);
 - Statement 4- Statement of Capital Development Fund: Statement of Capital Financial Performance (also known as Capital Expenditure);
 - Notes to the Accounts: Additional disclosures to explain the GPFS; and
 - Accounting Policies and Explanatory Notes.

3. **Basis of Preparation and Legal Provisions**

- 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.



4.	<p>Fundamental Accounting Concepts</p> <p>The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State:</p> <ul style="list-style-type: none">· Cash Basis of Accounting;· Under-stability;· Materiality,· Relevance;· Going Concern Concept;· Consistency Concept· Prudence· Completeness, etc.
5.	<p>Accounting Period</p> <p>The accounting year (fiscal year) is from 1st January to 31st December. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.</p>
6.	<p>Reporting Currency</p> <p>The General Purpose GPFS are prepared in Nigerian Naira.</p>
7.	<p>MDA for Consolidation</p> <ul style="list-style-type: none">· The Consolidation of the GPFS is based on the Cash transactions of all departments of the Local Government except Government Business Enterprises (GBEs).
8.	<p>Comparative Information</p> <ul style="list-style-type: none">· The General Purpose GPFS shall disclose all numerical information relating to previous period (at least one year).
9.	<p>Budget Figures</p> <ul style="list-style-type: none">· These figures are from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State and reallocations within the budget.



10.	<p>Receipts</p> <ul style="list-style-type: none">· These are Cash inflows within the Financial Year. They comprise of receipts from Statutory Allocations (JAAC monthly disbursement), Taxes, External Assistance (from Bilateral and Multilateral Agencies), Other Aid and Grants, Other Borrowings, Capital Receipts (Sale of Government Assets, etc), Receipts from Trading activities and Other Cash Receipts.· These items shall be disclosed at the face of the Statement of Cash Receipts and Payment for the year in accordance with the standardised GPFS. Notes shall be provided as per standardised Notes to GPFS.
11.	<p>External Assistance</p> <ul style="list-style-type: none">· Receipts from Loans are Funds received from external sources to be paid back at an agreed period of time. They are categorised either as Bilateral or Multilateral.· External Loans receipts shall be disclosed separately under Statement of Cash Receipts and Payment for the year.
12.	<p>Other Borrowings / Grants & Aid Received</p> <ul style="list-style-type: none">· These shall be categorised as either Short or Long term Loans. Short-Term Loans are those repayable within one calendar year (12 months), while Long-Term Loans and Debts shall fall due beyond one calendar year (above 12 months). Loans shall be disclosed separately and Grants shall also be separately disclosed under Statement of Cash Receipts and Payment for the year.
13.	<p>Interest Received</p> <ul style="list-style-type: none">· Interest actually received during the financial year shall be treated as a receipt under item 'Other Receipts'.
14.	<p>Government Business Activities</p> <ul style="list-style-type: none">· Cash Receipts from Trading Activities shall be received net (after deducting direct expenses) unless otherwise provided for by law or policy in force. Total receipts from all trading activities shall be disclosed in the Statement of Cash Receipts and Payments under 'Trading Activities' item.· Where gross revenue is received, corresponding payments shall be charged under a corresponding payment item head 'Government Business Activities' in the Statement of Receipts and Payments.



15.	<p>Payments</p> <ul style="list-style-type: none"> · These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorised either by Function and/or by Sector in the Statement of Cash Receipts and Payment. · Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.
16.	<p>Loans Granted:</p> <ul style="list-style-type: none"> · Payments to other Government and Agencies in form of Loans during the year shall be shown separately in the Statement of Receipts and Payments. Amount disclosed shall be actual amount paid during the year.
17.	<p>Loan Repayments</p> <ul style="list-style-type: none"> · Cash receipts from loans granted to other agencies and government shall be classified under loan repayments in the Statement of Receipts and Payments. Amount disclosed shall be actual amount received during the year.
18.	<p>Interest on Loans:</p> <ul style="list-style-type: none"> · Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest payment in the Statement of Cash Receipts and Payments
19.	<p>Foreign Currency Transactions:</p> <ul style="list-style-type: none"> · 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.



20.	Prepayments · Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.
21.	Investments: · Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are Capital Costs and are disclosed as purchase of Financial Instruments or may be given an appropriate name as the case may be. They are separately disclosed in the GPFS (Statement of Receipts and Payments) under capital payments.
22.	Leases · Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments · Operating lease cash payments, where the lessors effectively retain substantially all the risks and benefits of ownership of the leased items, are treated as operating expenses.
23.	Cash Balances This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year and no restriction on cash balances.
24.	Advances · All Cash Advances shall be retired before the end of the financial year. However should circumstances occur (including an Emergency) where either an advance is given out close to the financial year end or an advance already given could not be accounted for, such an advance (or balance outstanding) shall be treated as cash equivalent since there shall be no proof that such funds have been utilised.

 30/03/2022

Comr. Singabele Patrick
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021



REPORT OF THE AUDITOR - GENERAL FOR LOCAL GOVERNMENTS

ON THE ACCOUNTS OF **NEMBE** LOCAL GOVERNMENT COUNCIL

FOR THE FINANCIAL YEAR ENDED
31ST DECEMBER, 2021



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



HON. ALALIBO WEST
EXECUTIVE CHAIRMAN NEMBE L.G.A



HON. ABEL ALLISON
VICE CHAIRMAN NEMBE L.G.A



IDUBAMO IGBAINFEGHA (ACA)
TREASURER NEMBE L.G.A



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



NEMBE LOCAL GOVERNMENT COUNCIL

Telegram NELGA

Our Ref: _____

Your Ref: _____



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

Date 30/03/2022

STATEMENT OF FINANCIAL RESPONSIBILITY

These Financial Statements have been prepared by the Treasurer of Nembe Local Government Council, Bayelsa State in accordance with the provisions of the Finance (Control and Management) Act 1958 as amended and other relevant extant laws and policies. The Financial Statements comply with generally accepted accounting policies and practice.

To fulfil accounting and reporting responsibilities, the Treasurer 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.

Efforts have been made to ensure that these Financial Statements reflect the true and fair view of the financial position of Nembe Local Government Council as at 31st December, 2021.

 30/03/2022

Idubamo Igbainfegha (ACA)
Treasurer

 30/03/2022

Alalibo West
Executive Chairman



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNT OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2021

INTRODUCTION

The Financial Statements of Nembe Local Government Council for the year ended 31st December 2021 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 Nembe Local Government Council for the financial year ended 31st December, 2021.

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 2021, was submitted to my office by the accounting officer on the 19th April, 2022.

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 (Cash) 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, 2021.

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 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 YEAR FINANCIAL SUMMARY



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



REVENUE

Revenue	2021	2020	2019	2018	2017
Description	₦	₦	₦	₦	₦
Statutory Allocation	2,195,297,807.82	1,961,790,957.24	2,086,849,516.81	2,348,093,812.77	1,274,388,651.40
Independent Revenue	26,249,919.43	23,009,919.43	8,194,571.97	12,874,571.97	123,598,926.73
Other Revenue		-	284,758,520.62		
Total	2,221,547,727.25	1,984,800,876.67	2,379,802,609.40	2,360,968,384.74	1,397,987,578.13

EXPENDITURE

Expenditure	2021	2020	2019	2018	2017
Description	₦	₦	₦	₦	₦
Personnel Cost	1,605,013,679.21	524,072,964.30	667,917,788.63	1,225,305,621.49	1,578,844,690.25
Overhead Cost	366,578,519.97	400,656,275.53	380,388,034.90	248,559,618.46	235,702,507.59
Other Operating Cost /Statutory Deduction	190,560,661.88	990,552,538.27	959,508,028.46	664,447,145.21	101,849,026.71
Capital Expenditure	62,000,000.00	56,187,280.00	56,520,900.00	268,758,311.37	167,340,193.68
Total	2,224,152,861.06	1,971,469,058.10	2,064,334,751.99	2,407,070,696.53	2,083,736,418.23

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 (Cash) 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 statements for five years.

Financial statements submitted for audit are:

1. Statement of Consolidated Revenue Fund (CRF)
2. Statement of Capital Development Fund (CDF)
3. Statement of Financial Position
4. Cash flow statement
5. 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

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 in existence. This observation was raised in the 2020 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 (2020) year 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.

INSUFFICIENT VOUCHERING

Within the period of the exercise, it was observed by the Audit that the Council (Treasury Department) made payments without preparing a payment voucher at the time of payment therefore detail information about payments were not attached, recipients do not sign vouchers that payment were made in their names and vouchers are not duly certified by the Internal Auditor. This observation was raised in the 2020 audit and is yet to be responded to.

Action Required:- The Treasurer should going forward ensure that all payment vouchers are duly certified by the Internal Auditor before payments are made.



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



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 /53



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

Your Ref: _____

Date: 8th June, 2022

AUDIT CERTIFICATE

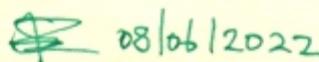
In compliance with section 5 (2) of Bayelsa State Local Government Law 2000, the audit of the financial statements was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

Within the period under review, the financial records and supported documents including operational framework are in compliance with the international Public Sector Accounting Standards (IPSAS) Cash Basis, Generally Accepted Accounting Principles (GAAP), Generally Accepted Auditing Standards (GAAS) and the International Organization of Supreme Audit Institutions (INTOSAI).

In my opinion, I certify that the statements of Financial Position, Consolidated Revenue Fund, Capital Development Fund, and the Cash Flow and Supporting accounts and statements show true and fair view of the state of affairs of the Local Government reported as at 31st December, 2021 and of the transactions for the year.



**Office of the Auditor-General
For Local Governments
P.M.B 30 Yenagoa**

 08/06/2022
**FAGHA H. PRENANAGHA FCNA, ACTI, CIFIPN
Auditor-General
for Local Governments
08037566365**

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, 2021**



**STATEMENT OF CONSOLIDATED REVENUE FUND
FOR THE YEAR ENDED 31ST DECEMBER, 2021**

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 N	FINAL BUDGET YEAR 2021 N	BUDGET VARIANCE %
	Opening Balance (A)		3,644,385.85		
	ADDD REVENUE				
1,959,306,889.32	Statutory Allocation	1.0	1,314,915,216.91	1,139,259,498.86	15.42%
378,873,465.54	Value Added Tax	1.1	787,778,744.96	422,692,513.22	86.37%
200,000,000.00	Excess Crude	1.2	-	150,000,000.00	(100.00%)
3,077,354.70	Exchange Gain Difference	1.3	7,377,699.51	376,283.63	1860.68%
	Bailout	1.4	-		
	Allocation from State	1.5	-		
	Solid Minerals	1.6	1,883,746.86		
20,690,454.48	Forex Equalisation	1.7	3,736,496.58	68,815,088.52	(94.57%)
	Additional Fund from NNPC	1.8	-		
	Excess Bank Charges	1.9	-		
	Augmentation	1.10	5,453,941.28		
	Intervention Fund	1.11	-	211,130,357.40	
	Non Oil Revenue	1.13	74,151,961.72	77,524,566.60	
2,561,948,164.04	Statutory Allocation Total		2,195,297,807.82	2,069,798,308.23	
	Internally Generated Revenue				
71,720,000.00	Rates	2.0	-	50,000,000.00	(100.00%)
4,000,000.00	Licenses	3.0	-	3,000,000.00	(100.00%)
16,000,000.00	Fees	3.1	-	14,000,000.00	(100.00%)
	Fines	3.2	-		
22,000,000.00	Earnings	4.0	-	20,000,000.00	(100.00%)
	Sale/Rent of Government Property	4.1	-		
	Investment Income	4.2	-		
	Tenement Rate	4.3	26,249,919.43		
	Interest	4.4	-		
	Re-imbursements	4.5	-		
	Internally Generated Revenue Total		26,249,919.43		
	Other Revenue Sources	4.6	-		
113,720,000.00	Total Revenue (B)		2,221,547,727.25	87,000,000.00	
	LESS EXPENDITURE:				
1,960,237,062.02	Personnel Cost	5.0	1,605,013,679.21	1,753,197,810.95	8.45%
	Pension Fund	5.1	161,107,683.79		
	Transfer to Statutory Institutions	5.2	29,452,978.09		
227,510,000.00	Overhead Charges	6.0	366,578,519.97	181,700,000.00	(101.75%)
	OTHER RECURRENT EXPENDITURE				
	Repayment of Internal Loans	10.0	-		
	Repayment of External Loans	10.1	-		
2,187,747,062.02	Total Expenditure (C)		2,162,152,861.06	1,934,897,810.95	
	OPERATING BALANCE D = (A+B-C)		63,039,252.04		
	Transfer to Capital Dev. Fund (E)	19	63,039,252.04		
	CLOSING BALANCE (D-E)		-		

The accompanying notes are an integral part of these financial statements.

30/03/2022

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, 2021**



**STATEMENT OF CAPITAL DEVELOPMENT FUND
FOR THE YEAR ENDED 31ST DECEMBER, 2021**

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 ₦	FINAL BUDGET YEAR 2021 ₦	BUDGET VARIANCE %
	Opening Balance				
	ADD: Revenue				
	Proceeds from Aid and Grants	8.0	-		
	Proceeds from External Loans	8.1	-		
	Proceeds from LG Bonds and Treasury Bonds	8.2	-		
	Proceeds from Internal Loans: FGN/Bonds	8.3	-		
	Other Funds	8.4	-		
	Transfer From Consolidated Fund	19	63,039,252.04		
	Total Revenue Available		63,039,252.04	-	-
	LESS: Capital Expenditure				
137,367,000.00	Capital Expenditure Admin Sector	7.0	19,500,000.00	136,500,000.00	85.71%
187,000,000.00	Capital Expenditure (Economic Sector)	7.1	40,000,000.00	84,000,000.00	52.38%
122,200,000.00	Capital Expenditure (Social Service Sector)	7.2	2,500,000.00	13,500,000.00	81.48%
	Capital Expenditure (Funded from Aid & Grants)	7.3	-		
446,567,000.00	Total Capital Expenditure		62,000,000.00	234,000,000.00	
	Closing Balance		1,039,252.04		

The accompanying notes are an integral part of these financial statements.

20/03/2022

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, 2021**



**STATEMENT OF FINANCIAL POSITION
AS AT 31ST DECEMBER, 2021**

DETAILS	NOTES	ACTUAL 2021 N	PRIOR YEAR 2020 N
Cash	10.1	-	-
Bank	10.1	1,039,252.04	3,644,385.85
Total Liquid Assets		1,039,252.04	3,644,385.85
INVESTMENT & OTHERS			
Cash Equivalents	10.2	-	-
L/G Investment	11	-	-
Fixed Deposits	12	-	-
Imprest	13	-	-
Advances	14	-	-
Liabilities Over Assets	15	150,593,332.91	150,593,332.91
Total Investment & Cash Assets		-	-
Total Assets		151,632,584.95	154,237,718.76
Liabilities			
Consolidated Revenue Fund	16	-	-
Capital Development Fund	17	1,039,252.04	3,644,385.85
EXTERNAL AND INTERNAL LOANS			
External Loans	9.1	-	-
Internal Loans	9.2	150,593,332.91	150,593,332.91
OTHER LIABILITIES			
Deposits	18	-	-
Total Liabilities		151,632,584.95	154,237,718.76

STATEMENT OF CHANGES IN NET ASSETS AS AT 31ST DECEMBER, 2021

Opening Balance	3,644,385.85
Income for the Year	2,221,547,727.25
Total Income	2,225,192,113.10
Expenditure for the Year	2,224,152,861.06
Net Assets	1,039,252.04

The accompanying notes are an integral part of these financial statements.

30/10/2022

Idubamo Igbainfegha (ACA)
Treasurer



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

DETAILS	Notes	ACTUAL YEAR 2021 ₦	PRIOR YEAR 2020 ₦
Cash Flow From Operating Activities			
Government Share of FAAC Statutory Revenue	1.0	1,314,915,216.91	1,324,638,979.59
Government share of VAT	1.1	787,778,744.96	478,759,347.91
Excess Crude Oil	1.2	-	29,201,478.78
Exchange Gain Difference	1.3	7,377,699.51	41,358,026.14
Bailout	1.4	-	-
Allocation from State	1.5	-	-
Solid Minerals	1.6	1,883,746.86	2,171,688.16
Forex Equalisation	1.7	3,736,496.58	17,105,757.00
Additional Fund from NNPC	1.8	-	-
Excess Bank Charges	1.9	-	14,828,966.29
Augmentation	1.10	5,453,941.28	-
Intervention Fund	1.11	-	35,188,392.84
Non Oil Revenue	1.13	74,151,961.72	18,538,320.53
Rates	2.0	-	-
Licenses	3.0	-	-
Fees	3.1	-	-
Fines	3.2	-	-
Earnings	4.0	-	-
Sale/Rent of Government Property	4.1	-	-
Investment Income	4.2	-	-
Tenement Rate	4.3	26,249,919.43	23,009,919.43
Interest	4.4	-	-
Re-imbursements	4.5	-	-
Other Revenue Sources	4.6	-	-
Total Inflow From Operating Activities (A)		2,221,547,727.25	1,984,800,876.67
Out Flows			
Salaries and Wages	5.0	628,619,199.56	524,072,964.30
Teachers Salaries	5.0	465,912,207.90	402,920,667.98
Health Workers Salaries	5.0	510,482,271.75	414,623,526.79
Pension Cost	5.1	161,107,683.79	146,443,892.97
Training Fund	5.2	21,952,978.09	17,861,929.41
Common Services Cost	5.2	7,500,000.00	8,702,521.12
Overhead Cost	6.0	366,578,519.97	400,656,275.53
Total Outflow from Operating Activities (B)		2,162,152,861.06	1,915,281,778.10
Net Cash Inflow/Outflow From Operating Activities		59,394,866.19	69,519,098.57



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

Cash Flow From Investing Activities			
Capital Expenditure Admin Sector	7.0	(19,500,000.00)	(56,187,280.00)
Capital Expenditure (Economic Sector)	7.1	(40,000,000.00)	-
Capital Expenditure (Social Service Sector)	7.2	(2,500,000.00)	-
Capital Expenditure (Funded from Aid & Grants)	7.3	-	-
Total Outflow from Investing Activities (C)		(62,000,000.00)	(56,187,280.00)
Net Cash Flow From Investing Activities		(62,000,000.00)	(56,187,280.00)
Cash Flow From Financing Activities			
Proceeds from Aid and Grants	8.0	-	-
Proceeds from External Loans	8.1	-	-
Proceeds from LG Bonds and Treasury Bonds	8.2	-	-
Proceeds from Internal Loans: FGN/Bonds	8.3	150,593,332.91	-
Other Funds	8.4	-	-
Repayment of External Loans: Aids & Grants	9.0	-	-
Repayment of External Loans	9.1	-	-
Repayment of Interan Loans: FGN/Bonds	9.2	-	(10,328,464.24)
Repayment of Internal Loans: Commercial Banks	9.3	-	-
Total Outflow from Financing Activities (D)		150,593,332.91	(10,328,464.24)
Net Cash Flow From Financing Activities		150,593,332.91	(10,328,464.24)
Net Cash Flow From All Activities		147,988,199.10	3,003,354.33
Cash and Its Equivalent as at 1/1/2021	10.0	3,644,385.85	641,031.52
Cash and Its Equivalent as at 31/12/2021	10.1	151,632,584.95	3,644,385.85

The accompanying notes are an integral part of these financial statements.

[Handwritten signature] 30/03/2022

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, 2021**



NOTES TO THE ACCOUNTS

Note	Details	Ref Note	Amount	Amount		Remarks
1.0	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	A	1,314,915,216.91			
	Add: Deduction at source	B	61,603,168.40	1,376,518,385.31		
	B. Value Added Tax	C				
1.1	Share of Value Added Tax (VAT)			787,778,744.96		
	C. Other Receipts	D				
1.3	Exchange Gain Difference			7,377,699.51		
1.6	Solid Minerals			1,883,746.86		
1.7	Forex Equalisation			3,736,496.58		
1.10	Augmentation			5,453,941.28		
1.13	Non Oil Revenue			74,151,961.72		
				92,603,845.95		
	Internally Generated Revenue (Independent Revenue)	E	Actual	Budget	% Variance	
2.0	Rates					
3.0	Licenses			50,000,000.00		
3.1	Fees			3,000,000.00		
3.2	Fines			14,000,000.00		
4.0	Earnings			20,000,000.00		
4.1	Sale/Rent of Government Property		-			
4.2	Investment Income		-			
4.3	Tenement Rate		26,249,919.43			
4.4	Interest		-			
4.5	Re-imbursments		-			
5.0	A. Total Personnel Costs (Including Salaries directly charged)	F	Actual	Budget	% Variance	
	Political Office Holders Salaries		180,932,569.08	187,652,569.08		
	Council Salaries		447,686,630.48	471,389,863.43		
	Teachers Salaries		465,912,207.90	618,168,957.60		
	Health Workers Salaries		510,482,271.75	475,986,420.84		
5.1	Pension Cost		161,107,683.79			
5.2	Training Fund		21,952,978.09			
5.2	Common Services Cost		7,500,000.00			
6.0	Overhead Cost	G	366,578,519.97	181,700,000.00		
19	Transfer to Capital Development Fund (According to Sectors)	H	Actual	Budget	% Variance	
	Administrative Sector		19,500,000.00	136,500,000.00	85.71%	
	Economic Sector		40,000,000.00	84,000,000.00	52.38%	
	Social Service Sector		2,500,000.00	13,500,000.00	81.48%	
	Funded from Aid & Grants		-	-	-	
			62,000,000.00	234,000,000.00		
	Details of Total Capital Expenditure (According to Sectors)	I				
7.0	Capital Expenditure Admin Sector		19,500,000.00	136,500,000.00		
7.1	Capital Expenditure (Economic Sector)		40,000,000.00	84,000,000.00		
7.2	Capital Expenditure (Social Service Sector)		2,500,000.00	13,500,000.00		
7.3	Capital Expenditure (Funded from Aid & Grants)		-	-		
			62,000,000.00	234,000,000.00		
	Repayment Internal Loans (Outstanding Balance)	J				
9.2	Internal Loan		150,593,332.91			
	Closing Cash and Bank Balances	K	Amount 2021	Amount 2020		
10.0	Reserve Fund			3,644,385.85		
10.1	Cash and Bank Balances at 31st December, 2021		1,039,252.04			



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021



MAIN SUPPORTING DETAILS TO THE NOTES FOR THE FINANCIAL YEAR 2021

NOTE: 1.0

SUMMARY OF RECEIPTS FROM JAAC (JANUARY - DECEMBER, 2021)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
110101100	STATUTORY ALLOCATION	94,325,934.26	109,268,303.78	79,334,914.89	89,268,560.27	100,714,369.74	84,183,188.02	139,096,198.19	148,093,249.44	115,705,237.80	141,556,503.13	93,403,482.57	119,965,274.82	1,314,915,216.91
NOTE: 1.1	VALUE ADDED TAX	53,521,480.77	83,397,701.83	62,194,296.15	96,309,113.44	69,830,677.63	65,833,951.92	55,967,836.37	50,143,559.12	63,278,948.51	55,956,019.17	62,737,876.91	68,607,283.14	787,778,746.96
NOTE: 1.3	EXCHANGE GAIN DIFFERENCE	949,119.16			741,213.31	544,131.51	415,771.70	922,006.39	589,514.81	690,631.98	744,369.67	773,814.40	1,007,126.58	7,377,699.51
NOTE: 1.6	SOLID MINERALS	-	-	-	-	-	1,883,746.86	-	-	-	-	-	-	1,883,746.86
NOTE: 1.7	FOREX EQUALISATION 1	1,685,437.44	-	2,051,059.14	-	-	-	-	-	-	-	-	-	3,736,496.58
NOTE: 1.10	AUGMENTATION	-	-	-	-	5,453,941.28	-	-	-	-	-	-	-	5,453,941.28
NOTE: 1.13	NON OIL REVENUE 1	-	-	141,097.27	-	153,451.52	13,634,853.21	-	-	109,288.52	-	27,269,706.41	119,417.09	41,428,316.02
	NON OIL REVENUE 2	-	-	-	-	-	5,453,941.28	-	-	13,634,853.21	-	13,634,853.21	-	32,723,647.70
		-	-	141,097.27	-	153,451.52	19,088,794.49	-	-	13,744,641.73	-	40,904,559.62	119,417.09	74,151,961.72

NOTE: 4.3

SUMMARY OF INTERNALLY GENERATED REVENUE (INDEPENDENT REVENUE)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	TENEMENT RATE	-	8,094,571.97	-	240,000.00	4,330,000.00	-	-	-	-	13,585,347.46	-	-	26,249,919.43

NOTE 5.0

SUMMARY OF PERSONNEL EMOLUMENT (SALARIES) FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
210101001	COUNCIL SALARIES	37,173,059.02	7,522,981.66	15,227,726.09	15,077,709.09	15,077,709.09	15,077,709.09	15,077,709.09	15,077,709.09	15,077,709.09	15,077,709.09	15,077,709.09	15,077,709.09	180,932,569.08
210101003	Consolidated Fund Charges (Salaries)	7,304,682.43	35,524,486.76	44,453,179.25	40,333,770.06	40,357,141.59	44,873,276.38	44,953,150.20	45,104,715.37	45,162,290.35	44,494,144.17	44,549,977.20	45,151,653.89	510,482,271.75
210101001	Health Workers Salaries	35,817,430.56	35,823,248.68	40,464,285.93	45,476,814.65	45,476,814.65	45,476,814.65	35,449,642.80	36,288,255.00	36,288,254.30	36,288,164.10	36,531,241.27	36,531,241.27	465,912,207.90
210101001	Teachers Salaries	115,819,658.77	78,870,716.90	137,803,458.75	124,686,823.39	137,817,418.08	146,306,642.23	190,660,425.17	81,392,970.37	133,260,203.26	132,894,849.26	#####	#####	1,605,013,679.21
	TOTAL													

NOTE 5.1

SUMMARY OF PENSION COST FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	Pension Cost	12,497,665.84	13,646,246.01	13,345,507.51	13,605,954.37	13,428,630.25	13,377,011.97	13,427,944.05	13,403,614.66	13,394,009.05	13,636,014.98	13,708,139.72	13,635,945.38	161,107,683.79

NOTE 5.2

SUMMARY OF STATUTORY DEDUCTION FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	Training Fund	1,504,819.72	1,926,660.06	1,437,213.67	1,863,188.87	1,766,965.72	1,714,054.53	1,959,860.41	1,988,263.23	1,934,194.60	1,982,568.92	1,978,197.34	1,896,991.02	21,952,978.09
	Common Services Fund	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	7,500,000.00
	Total Statutory Deduction	2,129,819.72	2,551,660.06	2,062,213.67	2,488,188.87	2,391,965.72	2,339,054.53	2,584,860.41	2,613,263.23	2,559,194.60	2,607,568.92	2,603,197.34	2,521,991.02	29,452,978.09



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021



MAIN SUPPORTING DETAILS TO THE NOTES FOR THE FINANCIAL YEAR 2021

NOTE 6.0

SUMMARY OF OVERHEAD FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
21020101	Non Regular Allowance	-	-	3,440,000.00	13,338,122.29	3,300,000.00	-	-	800,000.00	400,000.00	-	7,250,000.00	7,450,000.00	35,578,122.29
22020101	Local Travel & Transport (Training)	-	-	-	-	-	-	-	350,000.00	-	-	250,000.00	340,000.00	940,000.00
22020102	Local Travel & Transport (Others)	-	-	4,690,000.00	-	20,000.00	-	-	1,120,000.00	3,760,000.00	6,400,000.00	4,710,000.00	7,720,000.00	32,460,000.00
22020201	Electricity Charges	-	-	-	-	-	-	-	-	-	-	-	-	-
22020202	Telephone Charges	-	-	-	-	-	-	-	-	-	-	-	-	-
22020208	Multi Year Tariff Order	-	-	-	-	-	1,000,000.00	-	-	-	-	-	-	1,000,000.00
22020301	Office Stationeries/Computer consumal	-	100,000.00	-	-	-	-	-	-	130,000.00	-	-	-	420,000.00
22020304	Magazines and Periodicals	-	-	-	-	-	-	-	-	-	-	-	-	-
22020305	Printing of Soft Copy Documents	-	-	-	-	-	-	-	-	-	-	-	-	-
22020306	Maintenance of Office Buildings	-	-	-	-	2,000,000.00	-	-	-	-	-	-	-	2,000,000.00
22020403	Maintenance of Office Equipments	-	-	-	-	-	-	-	100,000.00	500,000.00	-	3,990,000.00	1,300,000.00	19,290,000.00
22020404	Maintenance of Plants and Generator	-	-	100,000.00	-	-	-	-	-	-	30,000.00	-	-	30,000.00
22020405	Other Maintenance Services	-	-	1,000,000.00	-	-	-	-	-	-	-	-	-	1,000,000.00
22020601	Security Services	-	-	13,250,000.00	13,200,000.00	-	-	9,093,243.52	17,550,000.00	13,000,000.00	17,000,000.00	18,500,000.00	11,500,000.00	142,093,243.52
22020602	Office Rent	-	-	-	-	-	200,000.00	-	-	354,294.13	-	-	-	554,294.13
22020603	Residential Rent	-	-	-	-	-	-	-	-	-	-	-	-	-
22020604	Security Vote (Including Operations	-	-	-	-	-	-	-	-	-	-	-	-	-
22020605	Cleaning and Fumigation Service	-	-	-	-	-	-	-	-	-	90,000.00	-	-	90,000.00
22020701	Financial Consulting	-	2,383,371.59	-	-	-	-	-	-	-	-	-	-	2,383,371.59
22020702	Information Technology Con	-	-	-	-	-	-	-	-	-	-	-	-	-
22020704	Engineering Services	-	400,000.00	-	-	-	-	-	-	-	270,000.00	-	-	670,000.00
22020705	Supervising Services	-	-	-	-	-	-	-	-	400,000.00	-	-	-	400,000.00
22020706	Auditing of Accounts	-	-	800,000.00	-	-	-	-	-	100,000.00	-	-	-	1,200,000.00
22020803	Plant/Generator Fuel Cost	-	-	-	-	-	-	-	-	-	-	-	-	-
22020903	Bank Charges	54,866.90	48,749.90	87,433.21	87,008.95	19,314.96	20,309.16	19,861.03	20,124.86	21,265.38	21,255.16	61,432.41	40,401.34	501,524.16
22020908	Domestic Interest/Discount - Short Term	-	-	1,900,000.00	-	-	-	-	-	-	-	-	-	1,900,000.00
22021001	Refreshment & Meals	-	150,000.00	-	-	-	-	-	-	-	-	-	-	150,000.00
22021002	Honourarium & Sitting Allowance	-	-	100,000.00	-	-	-	-	-	-	-	-	-	100,000.00
22021003	Publicity & Advertisements	-	-	100,000.00	-	-	-	-	-	-	-	-	-	100,000.00
22021004	Medical Expenses	-	-	1,000,000.00	-	-	-	-	-	-	-	-	-	1,000,000.00
22021005	Foreign Service School Fees payment	-	-	1,000,000.00	-	-	-	-	-	-	-	-	-	1,000,000.00
22021014	Medical Expenses (Deductions)	-	-	1,000,000.00	-	-	-	-	-	-	-	-	-	1,000,000.00
22021014	Medical Expenses (Deductions)	-	-	1,000,000.00	-	-	-	-	-	-	-	-	-	1,000,000.00
TOTAL OVERHEAD COST		4,571,249.06	4,944,999.56	33,071,932.77	34,130,130.80	29,704,314.52	25,149,483.00	17,757,605.11	29,275,124.42	36,680,559.07	54,838,777.56	51,512,780.53	41,834,575.18	365,578,519.97

NOTE 7.0

SUMMARY OF CAPITAL EXPENDITURES FOR THE PERIOD JANUARY - DECEMBER, 2021

ADMINISTRATIVE SECTOR	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
32010102	Lands and Buildings (Residential)	-	-	1,000,000.00	-	700,000.00	-	-	-	10,000,000.00	2,000,000.00	-	15,900,000.00
NOTE 7.1													
32010202	Roads and Bridges	-	10,500,000.00	-	-	6,000,000.00	-	-	-	2,000,000.00	-	-	40,000,000.00
NOTE 7.2													
32010215	Waste Disposal Equipments	-	-	11,500,000.00	-	-	-	-	-	-	-	-	2,500,000.00
TOTAL CAPITAL EXPENDITURE	-	-	-	-	6,700,000.00	-	-	-	-	12,000,000.00	-	-	62,000,000.00

NOTE 9.2: INTERNAL LOANS (FGN) (SALARY BAILOUT FUND)

S/N/O	INSTITUTION	ORIGINAL LOAN	BALANCE B/PD PRINCIPAL	ADDITIONS/ RESTORED	PRINCIPAL REPAYED	INTEREST REPAYED AND OTHER FEES	BALANCE OUTSTANDING (PRINCIPAL)
	LOCAL GOVT	203,836,613.02	-	-	-	-	150,593,332.91
	SALARY BAILOUT	-	150,593,332.91	-	-	-	150,593,332.91
	TOTAL	203,836,613.02	150,593,332.91	-	-	-	301,130,000.00

NOTE 10.1

BANK CLOSING BALANCES FOR THE PERIOD JANUARY - DECEMBER, 2021

RECEIPTS	ZEMITH BANK	FCMB BANK	STERLING BANK	ACCESS BANK
OPENING BALANCE	N	N	N	N
JANUARY	4.00	401,443.50	1,976,873.37	-
FEBRUARY	8,853,426.00	79,152,057.61	1,350,000.00	-
MARCH	16,928,444.80	79,151,804.51	48,694.50	-
APRIL	240,000.00	79,151,652.62	11,285,629.87	10,640,021.50
MAY	17,599,333.95	79,917,810.51	3,886,951.32	4,300,000.00
JUNE	-	16,545,082.23	10,855,511.36	110,616,681.92
JULY	-	21,125,238.39	10,855,511.36	101,381,788.77
AUGUST	47.00	397,250,216.81	187,202,362.71	99,250,322.33
SEPTEMBER	-	401,763.79	11,043,298.07	-
OCTOBER	-	17,292,475.72	34,113,073.35	123,772,479.73
NOVEMBER	34,677,231.61	17,454,140.39	118,058,625.98	117,517,013.11
DECEMBER	-	52,762,696.10	235,614,435.60	227,510,329.79
TOTAL	78,882,221.74	415,083,080.31	17,069,054.96	16,890,064.50
CLOSING BALANCE	23,349.57	178,990.06	1,104,687,538.28	604,536.39



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF NEMBE LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021



MAIN SUPPORTING DETAILS TO THE NOTES FOR THE FINANCIAL YEAR 2021

SCHEDULE OF CASH AND BANK RECEIPTS FOR THE PERIOD JANUARY - DECEMBER, 2021			
MONTH	CASH RECEIPTS	BANK RECEIPTS	TOTAL RECEIPTS
JANUARY	-	78,910,703.98	78,910,703.98
FEBRUARY	-	79,151,804.51	79,151,804.51
MARCH	-	28,214,074.67	28,214,074.67
APRIL	-	110,759,739.69	110,759,739.69
MAY	-	101,855,511.56	101,855,511.56
JUNE	-	102,021,105.10	102,021,105.10
JULY	47,882,898.83	193,703,287.13	241,586,185.96
AUGUST	47,882,898.83	101,905,305.81	149,788,204.64
SEPTEMBER	47,882,898.83	33,493,073.35	81,375,972.18
OCTOBER	47,882,898.83	118,058,625.98	165,941,524.81
NOVEMBER	47,882,898.83	235,614,435.60	283,497,334.43
DECEMBER	47,882,898.83	111,103,975.14	158,986,873.97
	287,297,392.96	1,294,791,642.52	1,582,089,035.48

STATEMENT OF TRANSFERS FROM JAAC TO LOCAL GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2021

	BRASS	EKEREMOR	KOLOKUMA /OPOKUMA	NEMBE	OGBIA	SAGBAMA	SOUTHERN IJAW	YENAGOA	TOTAL
	N	N	N	N	N	N	N	N	N
FAAC (JAN-DEC)				1,314,915,216.91					1,314,915,216.91
VAT				787,778,744.96					787,778,744.96
Excess Crude									-
Exchange Gain Difference				7,377,699.51					7,377,699.51
Solid Minerals				1,883,746.86					1,883,746.86
Forex Equalisation				3,736,496.58					3,736,496.58
Additional Fund from NNPC									-
Excess Bank Charges									-
Augmentation				5,453,941.28					5,453,941.28
Intervention Fund									-
Non Oil Revenue				74,151,961.72					74,151,961.72
TOTAL				2,195,297,807.82					2,195,297,807.82
LESS:									
Statutory Deduction				613,208,772.34					613,208,772.34
Net Transfer to LG				1,582,089,035.48					1,582,089,035.48



NEMBE LOCAL GOVERNMENT COUNCIL

Telegram NELGA

Our Ref: _____

Your Ref: _____



HEADQUARTERS

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

Date 30/03/2022

STATEMENT OF ACCOUNTING POLICIES

(IPSAS CASH)

ISSUED BY

OFFICE OF THE ACCOUNTANT - GENERAL

BAYELSA STATE OF NIGERIA

2021





LIST OF ABBREVIATIONS/ACRONYMS

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
JAAC	Joint 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
LGA	Local Government Area
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
TR	Treasurer of the Local Government
PPE	Properties, Plants and Equipment
FR	Financial Regulation
FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act
IGR	Internally Generated Revenue
LGC	Local Government Council
BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
ECH	Executive Chairman
AuG LGs	Auditor-General for Local Governments
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention



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 Bayelsa State Government 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 Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when Cash (including Cash Equivalents) is received or paid by the LGAs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of Cash raised during the period, the purposes for which Cash was used and the Cash balances at the reporting date. The measurement focus in the GPFS balances is Cash and changes during the period. Therefore, Bank Reconciliation Statement shall form integral part of periodic Reports in Bayelsa State.

Notes to the GPFS provide additional information about liabilities, including payables and borrowings, and non-cash assets that include receivables, investments and property, plant and equipment.

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 Treasurer of Nembe Local Government Area, Bayelsa State.



S/N	Accounting Policies:
1	<p>Accounting Terminologies / Definitions</p> <ul style="list-style-type: none"> · Accounting policies are the specific principles, bases, conventions, rules and practices adopted by the Local Government Areas in Bayelsa State in preparing and presenting Financial Statements. · 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 basis means a basis of accounting that recognizes transactions and other events only when cash is received or paid. · 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. Payments are based on approvals, warrants and budgetary provisions. · Cash Controlled by Nembe Local Government: Cash is deemed to be controlled by Nembe 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: <ul style="list-style-type: none"> · 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 shall** include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information

General Purpose Financial Statements (GPFS)

The GPFS comprise of Statement of Cash Receipts and Payments and other statements that disclose additional information about the Cash Receipts, Payments and Balances controlled by the Local Government as well as Accounting Policies and Notes to the Financial Statements. In Bayelsa State, the GPFS Accounting Policy include the following:

- Statement 1- Cash Flow Statements: Statement of Cash Receipts and Payments which:
 - recognizes all Cash Receipts, Cash Payments and Cash Balances controlled by the State government; and
- 2 · separately identifies payments made by third parties on behalf of the State government.
- Statement 2- Statement of Assets and Liabilities: Statement of Financial Position (also known as Balance Sheet);
- Statement 3- Statement of Consolidated Revenue Fund: Statement Recurrent Financial Performance (also known as Profit & Loss Account);
- Statement 4- Statement of Capital Development Fund: Statement of Capital Financial Performance (also known as Capital Expenditure);
- Notes to the Accounts: Additional disclosures to explain the GPFS; and
- Accounting Policies and Explanatory Notes.

3. **Basis of Preparation and Legal Provisions**

- 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.



4.	<p>Fundamental Accounting Concepts</p> <p>The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State:</p> <ul style="list-style-type: none">· Cash Basis of Accounting;· Under-stability;· Materiality,· Relevance;· Going Concern Concept;· Consistency Concept· Prudence· Completeness, etc.
5.	<p>Accounting Period</p> <p>The accounting year (fiscal year) is from 1st January to 31st December. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.</p>
6.	<p>Reporting Currency</p> <p>The General Purpose GPFS are prepared in Nigerian Naira.</p>
7.	<p>MDA for Consolidation</p> <ul style="list-style-type: none">· The Consolidation of the GPFS is based on the Cash transactions of all departments of the Local Government except Government Business Enterprises (GBEs).
8.	<p>Comparative Information</p> <ul style="list-style-type: none">· The General Purpose GPFS shall disclose all numerical information relating to previous period (at least one year).
9.	<p>Budget Figures</p> <ul style="list-style-type: none">· These figures are from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State and reallocations within the budget.



10.	<p>Receipts</p> <ul style="list-style-type: none">· These are Cash inflows within the Financial Year. They comprise of receipts from Statutory Allocations (JAAC monthly disbursement), Taxes, External Assistance (from Bilateral and Multilateral Agencies), Other Aid and Grants, Other Borrowings, Capital Receipts (Sale of Government Assets, etc), Receipts from Trading activities and Other Cash Receipts.· These items shall be disclosed at the face of the Statement of Cash Receipts and Payment for the year in accordance with the standardised GPFS. Notes shall be provided as per standardised Notes to GPFS.
11.	<p>External Assistance</p> <ul style="list-style-type: none">· Receipts from Loans are Funds received from external sources to be paid back at an agreed period of time. They are categorised either as Bilateral or Multilateral.· External Loans receipts shall be disclosed separately under Statement of Cash Receipts and Payment for the year.
12.	<p>Other Borrowings / Grants & Aid Received</p> <ul style="list-style-type: none">· These shall be categorised as either Short or Long term Loans. Short-Term Loans are those repayable within one calendar year (12 months), while Long-Term Loans and Debts shall fall due beyond one calendar year (above 12 months). Loans shall be disclosed separately and Grants shall also be separately disclosed under Statement of Cash Receipts and Payment for the year.
13.	<p>Interest Received</p> <ul style="list-style-type: none">· Interest actually received during the financial year shall be treated as a receipt under item 'Other Receipts'.
14.	<p>Government Business Activities</p> <ul style="list-style-type: none">· Cash Receipts from Trading Activities shall be received net (after deducting direct expenses) unless otherwise provided for by law or policy in force. Total receipts from all trading activities shall be disclosed in the Statement of Cash Receipts and Payments under 'Trading Activities' item.· Where gross revenue is received, corresponding payments shall be charged under a corresponding payment item head 'Government Business Activities' in the Statement of Receipts and Payments.



15.	<p>Payments</p> <ul style="list-style-type: none"> These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorised either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.
16.	<p>Loans Granted:</p> <ul style="list-style-type: none"> Payments to other Government and Agencies in form of Loans during the year shall be shown separately in the Statement of Receipts and Payments. Amount disclosed shall be actual amount paid during the year.
17.	<p>Loan Repayments</p> <ul style="list-style-type: none"> Cash receipts from loans granted to other agencies and government shall be classified under loan repayments in the Statement of Receipts and Payments. Amount disclosed shall be actual amount received during the year.
18.	<p>Interest on Loans:</p> <ul style="list-style-type: none"> Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest payment in the Statement of Cash Receipts and Payments
19.	<p>Foreign Currency Transactions:</p> <ul style="list-style-type: none"> 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.



20.	Prepayments <ul style="list-style-type: none">Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.
21.	Investments: <ul style="list-style-type: none">Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are Capital Costs and are disclosed as purchase of Financial Instruments or may be given an appropriate name as the case may be. They are separately disclosed in the GPFS (Statement of Receipts and Payments) under capital payments.
22.	Leases <ul style="list-style-type: none">Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and paymentsOperating lease cash payments, where the lessors effectively retain substantially all the risks and benefits of ownership of the leased items, are treated as operating expenses.
23.	Cash Balances <p>This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year and no restriction on cash balances.</p>
24.	Advances <ul style="list-style-type: none">All Cash Advances shall be retired before the end of the financial year. However should circumstances occur (including an Emergency) where either an advance is given out close to the financial year end or an advance already given could not be accounted for, such an advance (or balance outstanding) shall be treated as cash equivalent since there shall be no proof that such funds have been utilised.

 30/03/2022

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, 2021



REPORT OF THE AUDITOR - GENERAL FOR LOCAL GOVERNMENTS

ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL

FOR THE FINANCIAL YEAR ENDED
31ST DECEMBER, 2021



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



HON. EBINYO M. TURNER
EXECUTIVE CHAIRMAN OGBIA L.G.A



HON. BOYCE OBOM
VICE CHAIRMAN OGBIA L.G.A



PAUL ENGOYE ARIWARENI
TREASURER OGBIA L.G.A



OGBIA LOCAL GOVERNMENT OF BAYELSA STATE

Telegram: LOC GOVSEC
Telephone:

Our Ref: _____

Your Ref: _____



HEADQUARTERS:
OGBIA LOCAL GOVERNMENT
P.M.B.1, OGBIA TOAN

Date 30/03/2022

STATEMENT OF FINANCIAL RESPONSIBILITY

These Financial Statements have been prepared by the Treasurer of Ogbia Local Government Council, Bayelsa State in accordance with the provisions of the Finance (Control and Management) Act 1958 as amended and other relevant extant laws and policies. The Financial Statements comply with generally accepted accounting policies and practice.

To fulfil accounting and reporting responsibilities, the Treasurer 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.

Efforts have been made to ensure that these Financial Statements reflect the true and fair view of the financial position of Ogbia Local Government Council as at 31st December, 2021.

Paul Engoye Ariwareni 30-03-2022

Paul Engoye Ariwareni
Treasurer

Hon. Ebinyo Marvin Turner 30th March 2022

Hon. Ebinyo Marvin Turner
Executive Chairman



REPORT OF THE AUDITOR – GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2021

INTRODUCTION

The financial statements of Ogbia Local Government Council for the year ended 31st December 2021 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, 2021.

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 2021, was submitted to my office by the accounting officer on the 19th April, 2022.

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 (Cash) 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, 2021.

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



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



REVENUE

Revenue Description	2021 N	2020 N	2019 N	2018 N	2017 N
Opening Balance	8,972,984.40	9,754,263.38			
Statutory Allocation	2,339,955,494.89	2,435,145,833.21	2,572,595,274.31	2,650,524,232.18	2,045,505,349.14
Independent Revenue	930,000.00	23,076,997.85	19,944,991.80	860,000.00	9,160,003.70
Other Revenue				462,729,251.93	
Total	2,349,858,479.29	2,467,977,094.44	2,592,540,266.11	3,114,113,484.11	2,054,665,352.84

EXPENDITURE

Expenditure Description	2021 N	2020 N	2019 N	2018 N	2017 N
Personnel Cost	566,552,634.87	784,820,796.26	1,143,680,596.13	2,436,583,632.66	1,947,393,342.82
Overhead Cost	349,374,409.13	463,854,957.70	281,039,854.86	11,959,315.92	12,916,683.99
Statutory Deductions	1,393,436,049.06	1,189,326,562.90	1,180,059,321.52	318,575,087.02	146,859,835.49
Capital Expenditure	39,696,000.00	21,760,850.00	48,288,000.00	117,480,000.00	62,250,000.00
Total	2,349,059,093.06	2,459,763,166.86	2,653,067,772.51	3,036,009,863.72	2,297,165,509.84

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 statements for five years.

FINANCIAL STATEMENT SUBMITTED FOR AUDIT ARE:

1. Statement of Recurrent Revenue
2. Statement of Recurrent Expenditure
3. Statement of Capital Development Fund (CDF)
4. Statement of Financial Position
5. Cash flow Statement
6. Statement of external / internal loan
7. Statement of Personnel Cost
8. Statement of Overhead Cost

BOOK-KEEPING AND FINANCIAL CONTROL

Audit observed that the state of book – keeping in Ogbia 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 to 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 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 or not functional. From the Financial Highlight, five year financial summary of the council 2021, 2020, 2019, 2018 and 2017 independent revenue shows that in 2017 One Million, Eight Hundred and Fifty Thousand Naira (N1,850,000.00) only was generated, Five Million Eighty – Thousand Naira (N5,080,000.00) only in 2018, in 2019 Thirteen Million, Five Hundred and Eighty – Seven Thousand Four Hundred and Seventy Naira Fifteen – Kobo (N13,587,470.15) only, in 2020 One Million Five Hundred and Two Thousand Naira (N1,502,000.00) only in 2021 only Nine Hundred and Thirty Thousand Naira (N930,000.00) only was generated representing .00016% of statutory allocations received from the JAAC for the fiscal year ended 31st December, 2021.

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 patten 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 face access to all records and books of the local council to perform 100% prepayment audit to enable him prepare his monthly, Quarterly, half yearly and special reports as required by FR (1706) (I).

INTERNAL CONTROL

Relatively, the internal control system in Ogbia Local Government Council, 2021 is fair. Prepayment Audit is carried out and payment checked against budgetary provision as required in FM 40.1. The internal control built into the system and follow up in transaction and discipline over basic control by way of supervision place the Auditors reliance on the financial statements prepared by the council.

BANK RECONCILIATION STATEMENT

During the preceding year Audit, it was observed that monthly cash book bank balances were not reconciled with actual bank balances. But at the time of this Audit action was taking as required and cash and bank balances reconciled and balanced.

BOOK KEEPING/PAYMENT PROCEDURES

Accounts and records of the council area during the period under review were properly kept and brought to date. Receipts and payment were recorded as at due while payment was pre-audited and certified correct before payment.



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



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 /53

Your Ref: _____



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

Date: 8th June, 2022

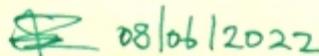
AUDIT CERTIFICATE

In compliance with section 5 (2) of Bayelsa State Local Government Law 2000, the audit of the financial statements was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

Within the period under review, the financial records and supported documents including operational framework are in compliance with the international Public Sector Accounting Standards (IPSAS) Cash Basis, Generally Accepted Accounting Principles (GAAP), Generally Accepted Auditing Standards (GAAS) and the International Organization of Supreme Audit Institutions (INTOSAI).

In my opinion, I certify that the statements of Financial Position, Consolidated Revenue Fund, Capital Development Fund, and the Cash Flow and Supporting accounts and statements show true and fair view of the state of affairs of the Local Government reported as at 31st December, 2021 and of the transactions for the year.

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

 08/06/2022
FAGHA H. PRENANAGHA FCNA, ACTI, CIFIPN
Auditor-General
for Local Governments
08037566365

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, 2021**



**STATEMENT OF CONSOLIDATED REVENUE FUND
FOR THE YEAR ENDED 31ST DECEMBER, 2021**

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 N	FINAL BUDGET YEAR 2021 N	BUDGET VARIANCE %
	Opening Balance (A)		8,972,984.40		
	ADDD REVENUE				
1,486,254,173.00	Statutory Allocation	1.0	1,384,997,644.03	1,712,493,030.24	(19.12%)
408,522,017.80	Value Added Tax	1.1	857,639,282.35	546,894,815.88	56.82%
	Excess Crude	1.2	-	1,779,371.16	(100.00%)
	Exchange Gain Difference	1.3	7,753,318.95	11,969,297.88	
	Bailout	1.4	-		
	Allocation from State	1.5	-		
	Solid Minerals	1.6	1,979,653.72		
	Forex Equalisation	1.7	3,926,732.14	21,254,973.06	
	Additional Fund from NNPC	1.8	-		
14,227,483.68	Excess Bank Charges	1.9	-		
	Augmentation	1.10	5,731,616.79		
	Intervention Fund	1.11	-		
	Non Oil Revenue	1.13	77,927,246.90		
1,909,003,674.48	Statutory Allocation Total		2,339,955,494.88	2,294,391,488.22	
	Internally Generated Revenue				
6,455,000.00	Rates	2.0			
4,105,000.00	Licenses	3.0	50,000.00		
	Fees	3.1	-		
	Fines	3.2	-		
4,100,000.00	Earnings	4.0	-		
	Sale/Rent of Government Property	4.1	-		
	Investment Income	4.2	-		
	Tenement Rate	4.3	880,000.00	62,415,327.24	(98.59%)
	Interest	4.4	-		
	Re-imbursements	4.5	-		
	Internally Generated Revenue Total		930,000.00		
	Other Revenue Sources	4.6	-		
14,660,000.00	Total Revenue (B)		2,340,885,494.88	62,415,327.24	
	LESS EXPENDITURE:				
717,898,759.16	Personnel Cost	5.0	1,756,110,945.18	911,457,493.64	(92.67%)
291,753,680.50	Pension Fund	5.1	172,978,183.80		
	Transfer to Statutory Institutions	5.2	30,899,554.95	990,893,778.12	96.88%
	Overhead Charges	6.0	349,374,409.12	213,800,927.65	(63.41%)
	OTHER RECURRENT EXPENDITURE				
	Repayment of Internal Loans	10.0	-		
	Repayment of External Loans	10.1	-		
1,009,652,439.66	Total Expenditure (C)		2,309,363,093.05	2,116,152,199.41	
	OPERATING BALANCE D = (A+B-C)		40,495,386.23		
	Transfer to Capital Dev. Fund (E)	19	40,495,386.23		
	CLOSING BALANCE (D-E)		-		

The accompanying notes are an integral part of these financial statements.

Paul Ariwareni Engoye 30-03-2022

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, 2021**



**STATEMENT OF CAPITAL DEVELOPMENT FUND
FOR THE YEAR ENDED 31ST DECEMBER, 2021**

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 ₦	FINAL BUDGET YEAR 2021 ₦	BUDGET VARIANCE %
	Opening Balance				
	ADD: Revenue				
	Proceeds from Aid and Grants	8.0	-		
	Proceeds from External Loans	8.1	-		
	Proceeds from LG Bonds and Treasury Bonds	8.2	-		
	Proceeds from Internal Loans: FGN/Bonds	8.3	-		
	Other Funds	8.4	-		
	Transfer From Consolidated Fund	19	40,495,386.23		
	Total Revenue Available		40,495,386.23	-	-
	LESS: Capital Expenditure				
91,000,000.00	Capital Expenditure Admin Sector	7.0	25,496,000.00	31,000,000.00	17.75%
280,492,204.00	Capital Expenditure (Economic Sector)	7.1	11,200,000.00	68,690,000.00	83.69%
160,000,000.00	Capital Expenditure (Social Service Sector)	7.2	3,000,000.00	73,913,200.00	95.94%
	Capital Expenditure (Funded from Aid & Grants)	7.3	-	35,528,000.00	
531,492,204.00	Total Capital Expenditure		39,696,000.00	209,131,200.00	
	Closing Balance		799,386.23		

The accompanying notes are an integral part of these financial statements.

Paul Ariwareni Engoye 30-03-2022

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, 2021**



STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

DETAILS	NOTES	ACTUAL 2021 ₦	PRIOR YEAR 2020 ₦
Cash	10.1	-	-
Bank	10.1	799,386.23	8,972,984.40
Total Liquid Assets		799,386.23	8,972,984.40
INVESTMENT & OTHERS			
Cash Equivalents	10.2	-	-
L/G Investment	11	-	-
Fixed Deposits	12	-	-
Imprest	13	-	-
Advances	14	-	-
Liabilities Over Assets	15	210,729,572.19	210,729,572.19
Total Investment & Cash Assets		-	-
Total Assets		211,528,958.42	219,702,556.59
Liabilities			
Consolidated Revenue Fund	16	-	-
Capital Development Fund	17	799,386.23	8,972,984.40
EXTERNAL AND INTERNAL LOANS			
External Loans	9.1	-	-
Internal Loans	9.2	210,729,572.19	210,729,572.19
OTHER LIABILITIES			
Deposits	18	-	-
Total Liabilities		211,528,958.42	219,702,556.59

STATEMENT OF CHANGES IN NET ASSETS AS AT 31ST DECEMBER, 2021

Opening Balance	8,972,984.40
Income for the Year	2,340,885,494.88
Total Income	2,349,858,479.28
Expenditure for the Year	2,349,059,093.05
Net Assets	799,386.23

The accompanying notes are an integral part of these financial statements.

Paul Ariwareni Engoye 30-03-2022

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, 2021**



**STATEMENT OF CASH FLOW FOR THE
YEAR ENDED 31ST DECEMBER, 2021**

DETAILS	Notes	ACTUAL YEAR 2021 N	PRIOR YEAR 2020 N
Cash Flow From Operating Activities			
Government Share of FAAC Statutory Revenue	1.0	1,384,997,644.03	1,393,429,696.05
Government share of VAT	1.1	857,639,282.35	529,159,743.81
Excess Crude Oil	1.2	-	30,688,208.29
Exchange Gain Difference	1.3	7,753,318.95	43,463,679.70
Bailout	1.4	-	-
Allocation from State	1.5	-	-
Solid Minerals	1.6	1,979,653.72	2,282,254.92
Forex Equalisation	1.7	3,926,732.14	17,976,659.27
Additional Fund from NNPC	1.8	-	-
Excess Bank Charges	1.9	-	15,583,950.74
Augmentation	1.10	5,731,616.79	-
Intervention Fund	1.11	-	36,979,933.00
Non Oil Revenue	1.13	77,927,246.90	19,482,158.62
Rates	2.0		
Licenses	3.0	50,000.00	-
Fees	3.1	-	-
Fines	3.2	-	-
Earnings	4.0	-	-
Sale/Rent of Government Property	4.1	-	-
Investment Income	4.2	-	-
Tenement Rate	4.3	880,000.00	1,502,000.00
Interest	4.4	-	-
Re-imbursements	4.5	-	-
Other Revenue Sources	4.6	-	-
Total Inflow From Operating Activities (A)		2,340,885,494.88	2,090,548,284.40
Out Flows			
Salaries and Wages	5.0	566,552,634.87	519,765,741.37
Teachers Salaries	5.0	810,988,550.09	811,628,682.23
Health Workers Salaries	5.0	378,569,760.22	311,179,034.60
Pension Cost	5.1	172,978,183.80	191,186,482.53
Training Fund	5.2	23,399,554.95	17,245,100.19
Common Services Cost	5.2	7,500,000.00	8,775,987.34
Overhead Cost	6.0	349,374,409.12	153,455,361.42
Total Outflow from Operating Activities (B)		2,309,363,093.05	2,013,236,389.68
Net Cash Inflow/Outflow From Operating Activities		31,522,401.83	77,311,894.72



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

Cash Flow From Investing Activities			
Capital Expenditure Admin Sector	7.0	(25,496,000.00)	(56,796,170.00)
Capital Expenditure (Economic Sector)	7.1	(11,200,000.00)	-
Capital Expenditure (Social Service Sector)	7.2	(3,000,000.00)	-
Capital Expenditure (Funded from Aid & Grants)	7.3		-
Total Outflow from Investing Activities (C)		(39,696,000.00)	(56,796,170.00)
Net Cash Flow From Investing Activities		(39,696,000.00)	(56,796,170.00)
Cash Flow From Financing Activities			
Proceeds from Aid and Grants	8.0	-	-
Proceeds from External Loans	8.1	-	-
Proceeds from LG Bonds and Treasury Bonds	8.2	-	-
Proceeds from Internal Loans: FGN/Bonds	8.3	210,729,572.19	-
Other Funds	8.4	-	-
Repayment of External Loans: Aids & Grants	9.0	-	-
Repayment of External Loans	9.1	-	-
Repayment of Interan Loans: FGN/Bonds	9.2	-	(14,735,646.44)
Repayment of Internal Loans: Commercial Banks	9.3	-	-
Total Outflow from Financing Activities (D)		210,729,572.19	(14,735,646.44)
Net Cash Flow From Financing Activities		210,729,572.19	(14,735,646.44)
Net Cash Flow From All Activities		202,555,974.02	5,780,078.28
Cash and Its Equivalent as at 1/1/2021	10.0	8,972,984.40	3,192,906.12
Cash and Its Equivalent as at 31/12/2021	10.1	211,528,958.42	8,972,984.40

The accompanying notes are an integral part of these financial statements.

Paul Ariwareni Engoye 30-03-2022

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, 2021**



NOTES TO THE ACCOUNTS

Note	Details	Ref Note	Amount	Amount		Remarks
1.0	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	A	1,384,997,644.03			
	Add: Deduction at source	B	61,603,168.40	1,446,600,812.43		
	B. Value Added Tax	C				
1.1	Share of Value Added Tax (VAT)			857,639,282.35		
	C. Other Receipts	D				
1.3	Exchange Gain Difference			7,753,318.95		
1.6	Solid Minerals			1,979,653.72		
1.7	Forex Equalisation			3,926,732.14		
1.10	Augmentation			5,731,616.79		
1.13	Non Oil Revenue			77,927,246.90		
				97,318,568.50		
	Internally Generated Revenue (Independent Revenue)	E	Actual	Budget	% Variance	
2.0	Rates					
3.0	Licenses		50,000.00			
3.1	Fees					
3.2	Fines					
4.0	Earnings					
4.1	Sale/Rent of Government Property		-			
4.2	Investment Income		-			
4.3	Tenement Rate		880,000.00	62,415,327.24		
4.4	Interest		-			
4.5	Re-imbursments		-			
	A. Total Personnel Costs (Including Salaries directly charged)	F	Actual	Budget	% Variance	
5.0	Political Office Holders Salaries		180,932,569.08			
	Council Salaries		385,620,065.79	911,457,493.64		
	Teachers Salaries		810,988,550.09			
	Health Workers Salaries		378,569,760.22	990,893,778.12		
5.1	Pension Cost		172,978,183.80			
5.2	Training Fund		23,399,554.95			
5.2	Common Services Cost		7,500,000.00			
6.0	Overhead Cost	G	349,374,409.12	213,800,927.65		
19	Transfer to Capital Development Fund (According to Sectors)	H	Actual	Budget	% Variance	
	Administrative Sector		25,496,000.00	31,000,000.00	17.75%	
	Economic Sector		11,200,000.00	68,690,000.00	83.69%	
	Social Service Sector		3,000,000.00	73,913,200.00	95.94%	
	Funded from Aid & Grants		-	35,528,000.00	-	
			39,696,000.00	209,131,200.00		
	Details of Total Capital Expenditure (According to Sectors)	I				
7.0	Capital Expenditure Admin Sector		25,496,000.00	31,000,000.00	17.75%	
7.1	Capital Expenditure (Economic Sector)		11,200,000.00	68,690,000.00	83.69%	
7.2	Capital Expenditure (Social Service Sector)		3,000,000.00	73,913,200.00	95.94%	
7.3	Capital Expenditure (Funded from Aid & Grants)		-	35,528,000.00	100.00%	
			39,696,000.00	209,131,200.00		
	Repayment Internal Loans (Outstanding Balance)	J				
9.2	Internal Loan		210,729,572.19			
	Closing Cash and Bank Balances	K	Amount 2021	Amount 2020		
10.0	Reserve Fund			8,972,984.40		
10.1	Cash and Bank Balances at 31st December, 2021		799,386.23			



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OGBIA LOCAL GOVERNMENT COUNCIL FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021



MAIN SUPPORTING DETAILS TO THE NOTES FOR THE FINANCIAL YEAR 2021

NOTE: 1.0

SUMMARY OF RECEIPTS FROM JAAC JANUARY - DECEMBER, 2021														
ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
11010100	STATUTORY ALLOCATION	99,468,702.84	114,834,426.99	84,051,851.94	94,153,843.70	106,182,391.55	88,809,560.82	146,518,346.98	155,973,463.45	121,936,486.93	148,830,674.81	98,161,883.07	126,076,010.95	#####
NOTE: 1.1	VALUE ADDED TAX	59,378,574.33	88,776,043.94	67,571,796.13	102,520,116.25	75,870,706.01	72,023,279.29	61,247,527.94	55,309,402.78	69,388,350.11	61,803,289.98	68,428,894.25	75,321,301.32	857,639,282.35
NOTE: 1.3	EXCHANGE GAIN DIFFERENCE	997,441.49	-	-	778,950.56	571,834.77	436,939.80	966,948.33	619,528.67	725,794.00	782,267.63	813,211.47	1,058,402.23	7,753,318.95
NOTE: 1.6	SOLID MINERALS	-	-	-	-	-	1,979,653.72	-	-	-	-	-	-	1,979,653.72
NOTE: 1.7	FOREX EQUALISATION 1	1,771,247.80	-	2,155,484.34	-	-	-	-	-	-	-	-	-	3,926,732.14
NOTE: 1.10	AUGMENTATION	-	-	-	-	5,731,616.79	-	-	-	-	-	-	-	5,731,616.79
NOTE: 1.13	NON OIL REVENUE 1	-	-	148,280.93	-	161,264.17	14,329,041.98	-	-	14,329,041.98	-	28,658,083.95	125,496.95	57,751,209.96
	NON OIL REVENUE 2	-	-	-	-	-	5,731,616.79	-	-	115,378.17	-	14,329,041.98	-	20,176,036.94
		-	-	148,280.93	-	161,264.17	20,060,658.77	-	-	14,444,420.15	-	42,987,125.93	-	125,496.95

NOTE: 3.0

SUMMARY OF INTERNALLY GENERATED REVENUE (INDEPENDENT REVENUE)														
ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	LICENSE	-	-	-	50,000.00	-	-	-	-	-	-	-	-	50,000.00

NOTE: 4.3

SUMMARY OF PERSONNEL EMOLUMENT (SALARIES) FOR THE PERIOD JANUARY - DECEMBER, 2021														
ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	COUNCIL SALARIES	27,598,449.67	27,598,449.67	31,283,891.75	33,348,921.21	33,784,681.38	33,735,031.13	33,436,244.18	33,637,756.00	33,637,756.00	33,637,756.00	33,676,563.25	30,117,622.17	385,620,065.79
	Cens. Fund Charges (Politicians Salaries)	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	180,932,569.08
	Health Workers Salaries	23,593,496.89	23,593,496.89	33,113,080.54	29,099,512.25	33,481,503.84	33,617,364.45	33,686,513.69	33,686,513.69	33,686,513.69	33,686,513.68	33,404,672.17	33,989,727.68	378,569,760.22
	Teachers Salaries	65,070,297.54	65,066,748.81	60,175,918.01	76,637,841.07	76,637,841.07	64,444,712.30	64,340,092.88	63,349,974.96	63,349,974.96	64,340,092.88	64,880,094.75	69,407,094.75	810,988,550.09
	TOTAL	131,339,958.19	131,336,409.46	139,650,604.39	154,163,988.62	158,981,740.38	159,117,600.99	146,874,821.87	146,540,564.84	145,741,958.74	146,732,094.65	147,039,044.26	148,592,158.69	#####

NOTE 5.0

SUMMARY OF PENSION COST FOR THE PERIOD JANUARY - DECEMBER, 2021														
ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	Pension Cost	13,422,354.11	14,580,542.95	14,442,247.45	14,575,817.39	14,478,216.25	14,455,276.81	14,454,071.84	14,437,205.81	14,450,118.56	14,541,108.17	14,579,287.64	14,561,936.82	172,978,183.80

NOTE 5.1

SUMMARY OF STATUTORY DEDUCTION FOR THE PERIOD JANUARY - DECEMBER, 2021														
ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	Training Fund	1,616,159.68	2,036,104.71	1,539,274.13	1,974,529.11	1,885,178.13	1,833,100.92	2,087,348.23	2,119,033.95	2,064,950.51	2,114,162.32	2,103,911.15	2,025,812.11	23,999,554.95
	Common Services Fund	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	7,500,000.00
	Total Statutory Deduction	2,241,159.68	2,661,104.71	2,164,274.13	2,599,529.11	2,510,178.13	2,458,100.92	2,712,348.23	2,744,023.95	2,689,950.51	2,739,162.32	2,728,911.15	2,650,812.11	30,899,554.95

NOTE 5.2

SUMMARY OF STATUTORY DEDUCTION FOR THE PERIOD JANUARY - DECEMBER, 2021														
ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	Training Fund	1,616,159.68	2,036,104.71	1,539,274.13	1,974,529.11	1,885,178.13	1,833,100.92	2,087,348.23	2,119,033.95	2,064,950.51	2,114,162.32	2,103,911.15	2,025,812.11	23,999,554.95
	Common Services Fund	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	7,500,000.00
	Total Statutory Deduction	2,241,159.68	2,661,104.71	2,164,274.13	2,599,529.11	2,510,178.13	2,458,100.92	2,712,348.23	2,744,023.95	2,689,950.51	2,739,162.32	2,728,911.15	2,650,812.11	30,899,554.95



OGBIA LOCAL GOVERNMENT OF BAYELSA STATE

Telegram: LOC GOVSEC
Telephone:

Our Ref: _____

Your Ref: _____



HEADQUARTERS:
OGBIA LOCAL GOVERNMENT
P.M.B.1, OGBIA TOAN

Date 30/03/2022

STATEMENT OF ACCOUNTING POLICIES (IPSAS CASH)

ISSUED BY

OFFICE OF THE ACCOUNTANT - GENERAL
BAYELSA STATE OF NIGERIA

2021





LIST OF ABBREVIATIONS/ACRONYMS

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
JAAC	Joint 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
LGA	Local Government Area
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
TR	Treasurer of the Local Government
PPE	Properties, Plants and Equipment
FR	Financial Regulation
FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act
IGR	Internally Generated Revenue
LGC	Local Government Council
BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
ECH	Executive Chairman
AuG LGs	Auditor-General for Local Governments
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention



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 Bayelsa State Government 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 Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when Cash (including Cash Equivalents) is received or paid by the LGAs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of Cash raised during the period, the purposes for which Cash was used and the Cash balances at the reporting date. The measurement focus in the GPFS balances is Cash and changes during the period. Therefore, Bank Reconciliation Statement shall form integral part of periodic Reports in Bayelsa State.

Notes to the GPFS provide additional information about liabilities, including payables and borrowings, and non-cash assets that include receivables, investments and property, plant and equipment.

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 Treasurer of Ogbia Local Government Area, Bayelsa State.



S/N	Accounting Policies:
1	<p>Accounting Terminologies / Definitions</p> <ul style="list-style-type: none"> ▪ Accounting policies are the specific principles, bases, conventions, rules and practices adopted by the Local Government Areas in Bayelsa State in preparing and presenting Financial Statements. ▪ 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 basis means a basis of accounting that recognizes transactions and other events only when cash is received or paid. ▪ 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. Payments are based on approvals, warrants and budgetary provisions. ▪ Cash Controlled by Ogbia Local Government: Cash is deemed to be controlled by Ogbia 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: <ul style="list-style-type: none"> ▪ 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



	<ul style="list-style-type: none">· Is controlled by a public sector management or the government.· Notes to the GPFS shall include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information
2	<p>General Purpose Financial Statements (GPFS)</p> <p>The GPFS comprise of Statement of Cash Receipts and Payments and other statements that disclose additional information about the Cash Receipts, Payments and Balances controlled by the Local Government as well as Accounting Policies and Notes to the Financial Statements. In Bayelsa State, the GPFS Accounting Policy include the following:</p> <ul style="list-style-type: none">· Statement 1- Cash Flow Statements: Statement of Cash Receipts and Payments which:<ul style="list-style-type: none">· recognizes all Cash Receipts, Cash Payments and Cash Balances controlled by the State government; and· separately identifies payments made by third parties on behalf of the State government.· Statement 2- Statement of Assets and Liabilities: Statement of Financial Position (also known as Balance Sheet);· Statement 3- Statement of Consolidated Revenue Fund: Statement Recurrent Financial Performance (also known as Profit & Loss Account);· Statement 4- Statement of Capital Development Fund: Statement of Capital Financial Performance (also known as Capital Expenditure);· Notes to the Accounts: Additional disclosures to explain the GPFS; and· Accounting Policies and Explanatory Notes.
3.	<p>Basis of Preparation and Legal Provisions</p> <ul style="list-style-type: none">· 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.



4.	<p>Fundamental Accounting Concepts</p> <p>The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State:</p> <ul style="list-style-type: none"> · Cash Basis of Accounting; · Under-stability; · Materiality, · Relevance; · Going Concern Concept; · Consistency Concept · Prudence · Completeness, etc.
5.	<p>Accounting Period</p> <p>The accounting year (fiscal year) is from 1st January to 31st December. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.</p>
6.	<p>Reporting Currency</p> <p>The General Purpose GPFS are prepared in Nigerian Naira.</p>
7.	<p>MDA for Consolidation</p> <ul style="list-style-type: none"> · The Consolidation of the GPFS is based on the Cash transactions of all departments of the Local Government except Government Business Enterprises (GBEs).
8.	<p>Comparative Information</p> <ul style="list-style-type: none"> · The General Purpose GPFS shall disclose all numerical information relating to previous period (at least one year).
9.	<p>Budget Figures</p> <ul style="list-style-type: none"> · These figures are from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State and reallocations within the budget.



10.	<p>Receipts</p> <ul style="list-style-type: none">· These are Cash inflows within the Financial Year. They comprise of receipts from Statutory Allocations (JAAC monthly disbursement), Taxes, External Assistance (from Bilateral and Multilateral Agencies), Other Aid and Grants, Other Borrowings, Capital Receipts (Sale of Government Assets, etc), Receipts from Trading activities and Other Cash Receipts.· These items shall be disclosed at the face of the Statement of Cash Receipts and Payment for the year in accordance with the standardised GPFS. Notes shall be provided as per standardised Notes to GPFS.
11.	<p>External Assistance</p> <ul style="list-style-type: none">· Receipts from Loans are Funds received from external sources to be paid back at an agreed period of time. They are categorised either as Bilateral or Multilateral.· External Loans receipts shall be disclosed separately under Statement of Cash Receipts and Payment for the year.
12.	<p>Other Borrowings / Grants & Aid Received</p> <ul style="list-style-type: none">· These shall be categorised as either Short or Long term Loans. Short-Term Loans are those repayable within one calendar year (12 months), while Long-Term Loans and Debts shall fall due beyond one calendar year (above 12 months). Loans shall be disclosed separately and Grants shall also be separately disclosed under Statement of Cash Receipts and Payment for the year.
13.	<p>Interest Received</p> <ul style="list-style-type: none">· Interest actually received during the financial year shall be treated as a receipt under item 'Other Receipts'.
14.	<p>Government Business Activities</p> <ul style="list-style-type: none">· Cash Receipts from Trading Activities shall be received net (after deducting direct expenses) unless otherwise provided for by law or policy in force. Total receipts from all trading activities shall be disclosed in the Statement of Cash Receipts and Payments under 'Trading Activities' item.· Where gross revenue is received, corresponding payments shall be charged under a corresponding payment item head 'Government Business Activities' in the Statement of Receipts and Payments.



15.	<p>Payments</p> <ul style="list-style-type: none">· These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorised either by Function and/or by Sector in the Statement of Cash Receipts and Payment. <p>· Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.</p>
16.	<p>Loans Granted:</p> <ul style="list-style-type: none">· Payments to other Government and Agencies in form of Loans during the year shall be shown separately in the Statement of Receipts and Payments. Amount disclosed shall be actual amount paid during the year.
17.	<p>Loan Repayments</p> <ul style="list-style-type: none">· Cash receipts from loans granted to other agencies and government shall be classified under loan repayments in the Statement of Receipts and Payments. Amount disclosed shall be actual amount received during the year.
18.	<p>Interest on Loans:</p> <ul style="list-style-type: none">· Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest payment in the Statement of Cash Receipts and Payments
19.	<p>Foreign Currency Transactions:</p> <ul style="list-style-type: none">· 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.



20.	Prepayments · Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.
21.	Investments: · Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are Capital Costs and are disclosed as purchase of Financial Instruments or may be given an appropriate name as the case may be. They are separately disclosed in the GPFS (Statement of Receipts and Payments) under capital payments.
22.	Leases · Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments · Operating lease cash payments, where the lessors effectively retain substantially all the risks and benefits of ownership of the leased items, are treated as operating expenses.
23.	Cash Balances This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year and no restriction on cash balances.
24.	Advances · All Cash Advances shall be retired before the end of the financial year. However should circumstances occur (including an Emergency) where either an advance is given out close to the financial year end or an advance already given could not be accounted for, such an advance (or balance outstanding) shall be treated as cash equivalent since there shall be no proof that such funds have been utilized.

Paul Ariwareni Engoye 30-03-2022

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, 2021



REPORT OF THE AUDITOR - GENERAL FOR LOCAL GOVERNMENTS

ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL

FOR THE FINANCIAL YEAR ENDED
31ST DECEMBER, 2021



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



HON. EMBELEAKPO P. ALALE
EXECUTIVE CHAIRMAN SAGBAMA L.G.A



HON. EMMANUEL OKOSUKEME
VICE CHAIRMAN SAGBAMA L.G.A



BIGBO OKI
TREASURER SAGBAMA L.G.A



SAGBAMA LOCAL GOVERNMENT

Telegram: **LOGGOVCHAIR**
Telephone:



P. O. BOX 2
Sagbama Town
Bayelsa State, Nigeria.

Our Ref: _____

Your Ref: _____
(All correspondence to be addressed to the Chairman)

Date 30/03/2022

STATEMENT OF FINANCIAL RESPONSIBILITY

These Financial Statements have been prepared by the Treasurer of Sagbama Local Government Council, Bayelsa State in accordance with the provisions of the Finance (Control and Management) Act 1958 as amended and other relevant extant laws and policies. The Financial Statements comply with generally accepted accounting policies and practice.



To fulfil accounting and reporting responsibilities, the Treasurer 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.

Efforts have been made to ensure that these Financial Statements reflect the true and fair view of the financial position of Sagbama Local Government Council as at 31st December, 2021.

Bigbo Oki 30/3/2022

Bigbo Oki
Treasurer

Hon. Embeleakpo P. Alale 30/3/2022

Hon. Embeleakpo P. Alale
Executive Chairman



REPORT OF THE AUDITOR – GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2021

INTRODUCTION

The financial statements of Sagbama Local Government Council for the year ended 31st December 2021 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 Sagbama Local Government Council for the financial year ended 31st December, 2021.

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 2021, was submitted to my office by the accounting officer on the 19th April, 2022.

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 (Cash) 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, 2021.

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



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



REVENUE

Revenue	2021	2020	2019	2018	2017
Description	N	N	N	N	N
Opening Balance	29,678.40	48,092.44			
Statutory Allocation	2,324,243,321.50	2,069,750,935.44	2,190,678,221.07	2,221,757,959.20	1,403,286,023.81
Independent Revenue	2,237,000.00	6,883,776.45	20,450,000.00	18,969,500.00	1,597,119.46
Other Revenue				141,967,597.23	
Total	2,326,509,999.90	2,076,682,804.33	2,211,128,221.07	2,382,695,056.43	1,404,883,143.27

EXPENDITURE

Expenditure	2021	2020	2019	2018	2017
Description	N	N	N	N	N
Personnel Cost	658,702,130.99	400,912,338.46	609,301,765.72	863,276,105.02	200,947,302.25
Overhead Cost	407,168,547.21	446,854,353.06	380,520,108.10	277,234,018.09	136,090,360.40
Statutory Deductions	1,225,045,689.82	1,165,545,547.33	1,159,191,009.81	1,120,364,379.77	976,453,734.89
Capital Expenditure	35,526,338.85	54,668,230.07	63,150,986.70	168,170,000	62,407,523.84
Total	2,326,442,706.87	2,067,980,468.92	2,212,163,870.33	2,429,044,502.88	1,375,898,921.38

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 statements for five years.

FINANCIAL STATEMENT SUBMITTED FOR AUDIT ARE:

1. Statement of Recurrent Revenue
2. Statement of Recurrent Expenditure
3. Statement of Capital Development Fund (CDF)
4. Statement of Financial Position
5. Cash flow Statement
6. Statement of external / internal loan
7. Statement of Personnel Cost
8. 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.

b. BOOK KEEPING

During the course of the Audit exercise it was observed that there was no heads or subhead shown in any of the vouchers.

ACTION REQUIRED: The council treasurer ensure that each voucher shows the head and subhead of expenditure to be charged.

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.



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



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, 2021**



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 /53

Your Ref: _____



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

Date: 8th June, 2022

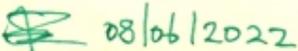
AUDIT CERTIFICATE

In compliance with section 5 (2) of Bayelsa State Local Government Law 2000, the audit of the financial statements was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

Within the period under review, the financial records and supported documents including operational framework are in compliance with the international Public Sector Accounting Standards (IPSAS) Cash Basis, Generally Accepted Accounting Principles (GAAP), Generally Accepted Auditing Standards (GAAS) and the International Organization of Supreme Audit Institutions (INTOSAI).

In my opinion, I certify that the statements of Financial Position, Consolidated Revenue Fund, Capital Development Fund, and the Cash Flow and Supporting accounts and statements show true and fair view of the state of affairs of the Local Government reported as at 31st December, 2021 and of the transactions for the year.

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


FAGHA H. PRENANAGHA FCNA, ACTI, CIFIPN
Auditor-General
for Local Governments
08037566365

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, 2021**



**STATEMENT OF CONSOLIDATED REVENUE FUND
FOR THE YEAR ENDED 31ST DECEMBER, 2021**

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 N	FINAL BUDGET YEAR 2021 N	BUDGET VARIANCE %
	Opening Balance (A)		29,678.40		
	ADDD REVENUE				
1,920,000,000.00	Statutory Allocation	1.0	1,360,629,992.32	1,520,000,000.00	(10.48%)
250,000,000.00	Value Added Tax	1.1	867,934,069.17	650,000,000.00	33.53%
130,000,000.00	Excess Crude	1.2	-	210,000,000.00	(100.00%)
	Exchange Gain Difference	1.3	7,622,716.11		
	Bailout	1.4	-		
	Allocation from State	1.5	-		
	Solid Minerals	1.6	1,946,306.92		
	Forex Equalisation	1.7	3,860,587.26		
	Additional Fund from NNPC	1.8	-		
	Excess Bank Charges	1.9	-		
	Augmentation	1.10	5,635,069.05		
	Intervention Fund	1.11	-		
	Non Oil Revenue	1.13	76,614,580.67		
2,300,000,000.00	Statutory Allocation Total		2,324,243,321.50	2,380,000,000.00	
	Internally Generated Revenue				
1,000,000.00	Rates	2.0	-		
2,000,000.00	Licenses	3.0	-	6,000,000.00	(100.00%)
500,000.00	Fees	3.1	-	500,000.00	(100.00%)
500,000.00	Fines	3.2	-	5,500,000.00	
	Earnings	4.0	-		
	Sale/Rent of Government Property	4.1	-		
	Investment Income	4.2	-		
	Tenement Rate	4.3	2,237,000.00		
	Interest	4.4	-		
	Re-imbursements	4.5	-		
	Internally Generated Revenue Total		2,237,000.00		
	Other Revenue Sources	4.6	-		
4,000,000.00	Total Revenue (B)		2,326,480,321.50	12,000,000.00	
	LESS EXPENDITURE:				
1,013,394,334.16	Personnel Cost	5.0	1,682,296,102.22	1,193,005,417.31	(41.01%)
365,720,000.00	Pension Fund	5.1	170,709,285.36	359,790,000.00	
	Transfer to Statutory Institutions	5.2	30,742,433.23		
	Overhead Charges	6.0	407,168,547.21		
	OTHER RECURRENT EXPENDITURE		-		
	Repayment of Internal Loans	10.0	-		
	Repayment of External Loans	10.1	-		
1,379,114,334.16	Total Expenditure (C)		2,290,916,368.02	1,552,795,417.31	
	OPERATING BALANCE D = (A+B-C)		35,593,631.88		
	Transfer to Capital Dev. Fund (E)	19	35,593,631.88		
	CLOSING BALANCE (D-E)		-		

The accompanying notes are an integral part of these financial statements.

Bigbo Oki 30/3/2022

Bigbo Oki
Treasurer



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



**STATEMENT OF CAPITAL DEVELOPMENT FUND
FOR THE YEAR ENDED 31ST DECEMBER, 2021**

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 N	FINAL BUDGET YEAR 2021 N	BUDGET VARIANCE %
	Opening Balance				
	ADD: Revenue				
	Proceeds from Aid and Grants	8.0	-		
	Proceeds from External Loans	8.1	-		
	Proceeds from LG Bonds and Treasury Bonds	8.2	-		
	Proceeds from Internal Loans: FGN/Bonds	8.3	-		
	Other Funds	8.4	-		
	Transfer From Consolidated Fund	19	35,593,631.88		
	Total Revenue Available		35,593,631.88	-	-
	LESS: Capital Expenditure				
62,000,000.00	Capital Expenditure Admin Sector	7.0	6,781,560.45	62,000,000.00	89.06%
312,997,929.00	Capital Expenditure (Economic Sector)	7.1	-	353,497,929.00	100.00%
198,950,000.00	Capital Expenditure (Social Service Sector)	7.2	28,744,778.40	188,950,000.00	84.79%
	Capital Expenditure (Funded from Aid & Grants)	7.3	-		
573,947,929.00	Total Capital Expenditure		35,526,338.85	604,447,929.00	
	Closing Balance		67,293.03		

The accompanying notes are an integral part of these financial statements.

Bigbo Oki 30/3/2022

Bigbo Oki
Treasurer



STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

DETAILS	NOTES	ACTUAL 2021 N	PRIOR YEAR 2020 N
Cash	10.1	-	-
Bank	10.1	67,293.03	29,678.40
Total Liquid Assets		67,293.03	29,678.40
INVESTMENT & OTHERS			
Cash Equivalents	10.2	-	-
L/G Investment	11	-	-
Fixed Deposits	12	-	-
Imprest	13	-	-
Advances	14	-	-
Liabilities Over Assets	15	124,024,783.04	124,024,783.04
Total Investment & Cash Assets		-	-
Total Assets		124,092,076.07	124,054,461.44
Liabilities			
Consolidated Revenue Fund	16	-	-
Capital Development Fund	17	67,293.03	29,678.40
EXTERNAL AND INTERNAL LOANS			
External Loans	9.1	-	-
Internal Loans	9.2	124,024,783.04	124,024,783.04
OTHER LIABILITIES			
Deposits	18	-	-
Total Liabilities		124,092,076.07	124,054,461.44

STATEMENT OF CHANGES IN NET ASSETS AS AT 31ST DECEMBER, 2021

Opening Balance	29,678.40
Income for the Year	2,326,480,321.50
Total Income	2,326,509,999.90
Expenditure for the Year	2,326,442,706.87
Net Assets	67,293.03

The accompanying notes are an integral part of these financial statements.

D/O/A 30/3/2022

Bigbo Oki
Treasurer



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

DETAILS	Notes	ACTUAL YEAR 2021 N	PRIOR YEAR 2020 N
Cash Flow From Operating Activities			
Government Share of FAAC Statutory Revenue	1.0	1,360,629,992.32	1,369,511,171.68
Government share of VAT	1.1	867,934,069.17	536,586,845.76
Excess Crude Oil	1.2	-	30,171,272.61
Exchange Gain Difference	1.3	7,622,716.11	42,731,544.20
Bailout	1.4	-	-
Allocation from State	1.5	-	-
Solid Minerals	1.6	1,946,306.92	2,243,810.87
Forex Equalisation	1.7	3,860,587.26	17,673,846.66
Additional Fund from NNPC	1.8	-	-
Excess Bank Charges	1.9	-	15,321,442.73
Augmentation	1.10	5,635,069.05	-
Intervention Fund	1.11	-	36,357,014.70
Non Oil Revenue	1.13	76,614,580.67	19,153,986.23
Rates	2.0	-	-
Licenses	3.0	-	-
Fees	3.1	-	-
Fines	3.2	-	-
Earnings	4.0	-	-
Sale/Rent of Government Property	4.1	-	-
Investment Income	4.2	-	-
Tenement Rate	4.3	2,237,000.00	6,883,776.45
Interest	4.4	-	-
Re-imbursements	4.5	-	-
Other Revenue Sources	4.6	-	-
Total Inflow From Operating Activities (A)		2,326,480,321.50	2,076,634,711.89
Out Flows			
Salaries and Wages	5.0	658,702,130.99	400,912,338.46
Teachers Salaries	5.0	754,382,296.51	770,717,814.01
Health Workers Salaries	5.0	269,211,674.72	212,700,876.15
Pension Cost	5.1	170,709,285.36	154,369,156.20
Training Fund	5.2	23,242,433.23	18,815,049.94
Common Services Cost	5.2	7,500,000.00	8,942,651.03
Overhead Cost	6.0	407,168,547.21	446,854,353.06
Total Outflow from Operating Activities (B)		2,290,916,368.02	2,013,312,238.85
Net Cash Inflow/Outflow From Operating Activities		35,563,953.48	63,322,473.04



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

Cash Flow From Investing Activities			
Capital Expenditure Admin Sector	7.0	(6,781,560.45)	(54,668,230.07)
Capital Expenditure (Economic Sector)	7.1	-	-
Capital Expenditure (Social Service Sector)	7.2	(28,744,778.40)	-
Capital Expenditure (Funded from Aid & Grants)	7.3	-	-
Total Outflow from Investing Activities (C)		(35,526,338.85)	(54,668,230.07)
Net Cash Flow From Investing Activities		(35,526,338.85)	(54,668,230.07)
Cash Flow From Financing Activities			
Proceeds from Aid and Grants	8.0	-	-
Proceeds from External Loans	8.1	-	-
Proceeds from LG Bonds and Treasury Bonds	8.2	-	-
Proceeds from Internal Loans: FGN/Bonds	8.3	124,024,783.04	-
Other Funds	8.4	-	-
Repayment of External Loans: Aids & Grants	9.0	-	-
Repayment of External Loans	9.1	-	-
Repayment of Interan Loans: FGN/Bonds	9.2	-	(8,672,657.01)
Repayment of Internal Loans: Commercial Banks	9.3	-	-
Total Outflow from Financing Activities (D)		124,024,783.04	(8,672,657.01)
Net Cash Flow From Financing Activities		124,024,783.04	(8,672,657.01)
Net Cash Flow From All Activities		124,062,397.67	(18,414.04)
Cash and Its Equivalent as at 1/1/2021	10.0	29,678.40	48,092.44
Cash and Its Equivalent as at 31/12/2021	10.1	124,092,076.07	29,678.40

The accompanying notes are an integral part of these financial statements.

Bigbo Oki 30/3/2022

Bigbo Oki
Treasurer



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



NOTES TO THE ACCOUNTS

Note	Details	Ref Note	Amount	Amount		Remarks
1.0	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	A	1,360,629,992.33			
	Add: Deduction at source	B	61,603,168.40	1,422,233,160.73		
	B. Value Added Tax	C				
1.1	Share of Value Added Tax (VAT)			867,934,069.17		
	C. Other Receipts	D				
1.3	Exchange Gain Difference			7,622,716.11		
1.6	Solid Minerals			1,946,306.92		
1.7	Forex Equalisation			3,860,587.26		
1.10	Augmentation			5,635,069.05		
1.13	Non Oil Revenue			76,614,580.67		
				95,679,260.01		
	Internally Generated Revenue (Independent Revenue)	E	Actual	Budget	% Variance	
2.0	Rates		-			
3.0	Licenses		-	6,000,000.00		
3.1	Fees		-	500,000.00		
3.2	Fines		-	5,500,000.00		
4.0	Earnings		-			
4.1	Sale/Rent of Government Property		-			
4.2	Investment Income		-			
4.3	Tenement Rate		2,237,000.00			
4.4	Interest		-			
4.5	Re-imbursements		-			
5.0	A. Total Personnel Costs (Including Salaries directly charged)	F	Actual	Budget	% Variance	
	Political Office Holders Salaries		185,744,569.08	1,193,005,417.31		
	Council Salaries		472,957,561.91			
	Teachers Salaries		754,382,296.51			
	Health Workers Salaries		269,211,674.72			
5.1	Pension Cost		170,709,285.36	359,790,000.00		
5.2	Training Fund		23,242,433.23			
5.2	Common Services Cost		7,500,000.00			
6.0	Overhead Cost	G	407,168,547.21			
19	Transfer to Capital Development Fund (According to Sector)	H	Actual	Budget	% Variance	
	Administrative Sector		6,781,560.45	62,000,000.00	89.06%	
	Economic Sector		-	353,497,929.00	100.00%	
	Social Service Sector		28,744,778.40	188,950,000.00	84.79%	
	Funded from Aid & Grants		-	-	-	
			35,526,338.85	604,447,929.00		
	Details of Total Capital Expenditure (According to Sectors)	I				
7.0	Capital Expenditure Admin Sector		6,781,560.45	62,000,000.00		
7.1	Capital Expenditure (Economic Sector)		-	353,497,929.00		
7.2	Capital Expenditure (Social Service Sector)		28,744,778.40	188,950,000.00		
7.3	Capital Expenditure (Funded from Aid & Grants)		-	-		
			35,526,338.85	604,447,929.00		
	Repayment Internal Loans (Outstanding balance)	J				
9.2	Internal Loan		124,024,783.04			
	Closing Cash and Bank Balances	K	Amount 2021	Amount 2020		
10.0	Reserve Fund			29,678.40		
10.1	Cash and Bank Balances at 31st December, 2021		67,293.03			



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



MAIN SUPPORTING DETAILS TO THE NOTES FOR THE FINANCIAL YEAR 2021

NOTE: 1.0

SUMMARY OF RECEIPTS FROM JAAC (JANUARY - DECEMBER, 2021)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
110101.00	STATUTORY ALLOCATION	97,680,562.81	112,899,086.60	82,411,773.48	92,455,231.22	104,281,161.01	87,200,971.54	143,937,666.72	153,233,513.96	113,769,882.34	146,301,446.17	96,507,387.77	123,951,308.71	1,360,629,992.33
NOTE: 1.1	VALUE ADDED TAX	60,241,687.21	89,568,607.06	69,364,235.17	103,435,381.89	76,760,776.53	72,935,350.80	62,025,553.73	56,070,651.71	70,288,643.60	62,664,955.36	69,267,533.81	76,310,692.30	867,934,069.17
NOTE: 1.3	EXCHANGE GAIN DIFFERENCE	980,639.82	-	-	765,829.32	562,202.35	429,579.65	952,626.62	609,092.85	713,566.17	789,090.51	799,513.12	1,040,573.70	7,622,716.11
NOTE: 1.6	SOLID MINERALS	-	-	-	-	-	1,946,306.92	-	-	-	-	-	-	1,946,306.92
NOTE: 1.7	FOREX EQUALISATION 1	1,741,411.55	-	2,119,175.71	-	-	-	-	-	-	-	-	-	3,860,587.26
NOTE: 1.10	AUGMENTATION	-	-	-	-	5,635,069.05	-	-	-	-	-	-	-	5,635,069.05
NOTE: 1.13	NON OIL REVENUE 1	-	-	145,785.17	-	158,547.72	14,087,672.62	-	-	14,087,672.62	-	28,175,345.24	123,382.98	56,778,404.35
	NON OIL REVENUE 2	-	-	-	-	5,635,069.05	-	-	-	113,434.65	-	14,087,672.62	-	19,836,176.32
		-	-	145,785.17	-	158,547.72	19,722,741.67	-	-	14,201,107.27	-	42,263,017.86	-	76,614,580.67

NOTE: 4.3

SUMMARY OF INTERNALLY GENERATED REVENUE (INDEPENDENT REVENUE)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	TENEMENT RATE	1,200,000.00	-	515,000.00	-	-	-	-	-	-	-	522,000.00	-	2,237,000.00

NOTE: 5.0

SUMMARY OF PERSONNEL EMOLUMENT (SALARIES) FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
210101.01	COUNCIL SALARIES	33,019,098.22	37,587,538.93	-	32,342,278.90	34,696,095.53	35,262,132.34	40,548,618.30	31,769,179.76	107,866,485.31	42,880,168.99	40,607,031.68	36,378,973.95	472,957,561.91
210101.03	Cons. Fund Charges (Politicians Salaries)	7,868,714.09	7,868,714.09	7,868,714.09	7,868,714.09	7,868,714.09	7,868,714.09	7,868,714.09	7,868,714.09	7,868,714.09	7,868,714.09	7,868,714.09	7,868,714.09	85,744,569.08
210101.01	Health Workers Salaries	16,097,191.58	16,097,191.58	20,955,394.63	20,955,394.63	24,465,822.98	24,465,822.98	23,997,839.12	23,997,839.12	23,883,429.94	24,241,692.43	24,360,026.97	25,847,903.72	269,211,674.72
210101.01	Teachers Salaries	59,039,274.99	58,977,824.65	60,062,733.80	75,461,364.50	75,461,364.50	58,162,973.25	57,858,304.18	57,858,304.18	57,819,607.79	57,819,607.79	57,778,938.28	60,478,938.28	754,382,296.51
	TOTAL	116,024,238.88	120,531,269.25	88,264,983.70	136,627,752.12	142,491,997.10	143,058,033.91	131,046,126.62	121,494,037.15	197,438,237.13	132,810,183.30	132,810,183.30	221,894,530.04	1,682,296,102.22

NOTE: 5.1

SUMMARY OF PENSION COST FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	Pension Cost	13,341,656.44	14,357,832.03	14,218,344.57	14,374,585.54	14,251,645.95	14,229,866.39	14,190,303.95	14,164,537.24	14,204,482.81	14,425,507.64	14,471,624.89	14,478,894.91	170,709,285.36

NOTE: 5.2

SUMMARY OF STATUTORY DEDUCTION FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	Training Fund	1,606,443.01	2,024,676.94	1,966,564.42	1,873,977.57	1,873,340.51	2,069,158.47	2,099,132.59	2,099,132.59	2,049,733.01	2,097,354.92	2,088,374.53	2,014,359.58	23,242,433.23
	Common Services Fund	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	7,500,000.00
	Total Statutory Deduction	2,231,443.01	2,649,676.94	2,155,409.68	2,159,156.42	2,498,977.57	2,449,340.51	2,694,158.47	2,724,132.59	2,674,733.01	2,722,354.92	2,713,374.53	2,639,259.58	30,742,433.23



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



MAIN SUPPORTING DETAILS TO THE NOTES FOR THE FINANCIAL YEAR 2021

NOTE 6.0

SUMMARY OF OVERHEAD FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
22020102	LOCAL TRAVEL & TRANSPORT: OTHERS	-	-	-	-	-	540,000.00	-	-	-	-	-	30,000.00	770,000.00
22020202	TELEPHONE CHARGES	-	-	-	-	-	200,000.00	-	-	-	-	-	-	200,000.00
22020301	OFFICE STATIONERIES/COMPUTER CONSUMA	-	-	-	-	-	-	-	-	-	-	-	-	-
22020402	MAINTENANCE OF OFFICE FURNITURE	-	-	-	-	-	-	80,000.00	-	2,800,000.00	1,400,000.00	1,400,000.00	238,400.00	438,400.00
22020406	OTHER MAINTENANCE SERVICES	-	-	-	-	-	119,065.00	659,065.00	659,065.00	659,065.00	659,065.00	659,065.00	659,065.00	4,313,455.00
22020601	SECURITY SERVICES	-	-	-	-	-	-	-	-	-	-	-	-	-
22020701	FINANCIAL CONSULTING	-	-	-	-	-	-	-	-	-	-	-	-	-
22020803	PLANT/GENERATOR FUEL COST	-	-	-	-	-	-	-	-	-	-	-	-	-
22020901	BANK CHARGES (OTHER THAN INTEREST)	-	-	450,000.00	-	-	-	210,000.00	210,000.00	280,000.00	870,000.00	820,000.00	2,220,000.00	6,760,000.00
22021001	FRESHMENT & MEALS	-	-	26,114,495.56	18,145,449.68	26,859,504.20	17,021,673.17	19,440,824.39	24,606,358.46	29,043,935.00	21,993,935.00	52,392,120.71	29,906,535.00	387,586,692.21
22021003	PUBLICITY & ADVERTISEMENTS	-	-	-	-	-	-	-	-	-	-	-	-	-
22021007	WELFARE PACKAGES	-	-	-	-	-	-	-	-	-	-	-	-	-
	TOTAL OVERHEAD COST	17,694,566.43	106,067,294.61	26,564,495.56	18,145,449.68	27,299,504.20	17,880,738.17	20,389,889.39	25,475,423.46	32,793,000.00	25,023,000.00	55,371,185.71	34,474,000.00	407,168,547.21

NOTE 7.0

SUMMARY OF CAPITAL EXPENDITURES FOR THE PERIOD JANUARY - DECEMBER, 2021

	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
ADMINISTRATIVE SECTOR													
32010102	Lands and Buildings (residential)	1,264,460.45	-	-	-	-	5,517,100.00	1,280,100.00	-	-	-	-	8,061,660.45
ECONOMIC SECTOR													
32010202	Roads and Bridges	-	-	-	-	-	-	-	-	-	-	-	-
SOCIAL SECTOR													
32010215	Waste Disposal Equipments	-	-	12,100,000.00	-	-	-	-	-	6,000,000.00	-	-	18,100,000.00
	TOTAL CAPITAL EXPENDITURE	1,264,460.45	12,100,000.00	12,100,000.00	-	-	5,517,100.00	1,280,100.00	6,000,000.00	2,864,678.40	6,500,000.00	-	27,464,678.40

NOTE 9.2: INTERNAL LOANS (SALARY BALLOUT FUND)

STATEMENT OF INTERNAL LOANS (IGN) FOR THE YEAR ENDED 31ST DECEMBER, 2021

INSTITUTION	ORIGINAL LOAN	BALANCE B/F PRINCIPAL	ADDITION	PRINCIPAL REPAYED	INTEREST REPAYED & OTHERS	TOTAL	BALANCE OUTSTANDING PRINCIPAL
LOCAL GOVT. SAL. BALLOUT	171,158,560.30	124,024,783.04	-	-	-	-	124,024,783.04
TOTAL	171,158,560.30	124,024,783.04	-	-	-	-	124,024,783.04

NOTE: 10.1

BANK CLOSING BALANCES FOR THE PERIOD JANUARY - DECEMBER, 2021

MONTH	DEPOSIT AMOUNT	WITHDRAWAL PAYMENT	CLOSING BALANCE
OPENING BAL.	29,678.40		
JANUARY	64,794,985.53	50,364,797.62	14,430,187.81
FEBRUARY	64,197,769.34	64,197,769.34	-
MARCH	8,382,050.14	8,632,050.14	-
APRIL	64,197,769.34	64,197,769.34	-
MAY	86,824,009.06	86,824,009.06	-
JUNE	81,668,197.82	81,668,197.82	-
JULY	112,981,758.54	109,921,243.85	23,060,514.69
AUGUST	71,608,322.86	71,608,322.86	-
SEPTEMBER	97,096,500.27	97,096,500.27	-
OCTOBER	89,757,901.77	89,757,901.77	-
NOVEMBER	184,126,325.93	184,126,325.93	-
DECEMBER	95,896,160.80	85,828,867.77	10,067,293.03
TOTAL	1,021,531,251.40	1,004,049,159.24	67,293.03



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF SAGBAMA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



MAIN SUPPORTING DETAILS TO THE NOTES FOR THE FINANCIAL YEAR 2021

MONTH	SCHEDULE OF CASH AND BANK RECEIPTS FOR THE PERIOD JANUARY - DECEMBER, 2021	
	CASH RECEIPTS	TOTAL RECEIPTS
JANUARY	64,794,985.53	64,794,985.53
FEBRUARY	64,197,769.34	64,197,769.34
MARCH	8,382,050.14	8,382,050.14
APRIL	64,197,769.34	64,197,769.34
MAY	86,824,009.06	86,824,009.06
JUNE	81,668,197.82	92,763,395.00
JULY	112,981,258.54	124,076,455.72
AUGUST	11,095,197.18	82,703,520.04
SEPTEMBER	11,095,197.18	97,096,500.27
OCTOBER	11,095,197.18	89,757,901.77
NOVEMBER	11,095,197.18	184,126,325.93
DECEMBER	11,095,197.18	95,896,160.80
	77,666,380.26	1,021,531,251.40
		1,099,197,631.66

STATEMENT OF TRANSFERS FROM JAAC TO LOCAL GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2021

	BRASS N	EKEREMOR N	KOLOKUMA /OPOKUMA N	NEMBE N	OGBIA N	SAGBAMA N	SOUTHERN I/JAW N	YENAGOA	TOTAL N
FAAC (JAN-DEC)						1,360,629,992.33			1,360,629,992.33
VAT						867,934,069.17			867,934,069.17
Excess Crude									-
Exchange Gain Difference						7,622,716.11			7,622,716.11
Solid Minerals						1,946,306.92			1,946,306.92
Forex Equalisation						3,860,587.26			3,860,587.26
Additional Fund from NNPC									-
Excess Bank Charges									-
Augmentation						5,635,069.05			5,635,069.05
Intervention Fund									-
Non Oil Revenue						76,614,580.67			76,614,580.67
TOTAL						2,324,243,321.51			2,324,243,321.51
LESS:									
Statutory Deduction						1,225,045,689.82			1,225,045,689.82
Net Transfer to LG						1,099,197,631.69			1,099,197,631.69



SAGBAMA LOCAL GOVERNMENT

Telegram: **LOGGOVCHAIR**
Telephone:



P. O. BOX 2
Sagbama Town
Bayelsa State, Nigeria.

Our Ref: _____

Your Ref: _____
(All correspondence to be addressed to the Chairman)

Date 30/03/2022

STATEMENT OF ACCOUNTING POLICIES

(IPSAS CASH)

ISSUED BY

OFFICE OF THE ACCOUNTANT - GENERAL

BAYELSA STATE OF NIGERIA

2021





LIST OF ABBREVIATIONS/ACRONYMS

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
JAAC	Joint 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
LGA	Local Government Area
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
TR	Treasurer of the Local Government
PPE	Properties, Plants and Equipment
FR	Financial Regulation
FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act
IGR	Internally Generated Revenue
LGC	Local Government Council
BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
ECH	Executive Chairman
AuG LGs	Auditor-General for Local Governments
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention



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 Bayelsa State Government 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 Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when Cash (including Cash Equivalents) is received or paid by the LGAs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of Cash raised during the period, the purposes for which Cash was used and the Cash balances at the reporting date. The measurement focus in the GPFS balances is Cash and changes during the period. Therefore, Bank Reconciliation Statement shall form integral part of periodic Reports in Bayelsa State.

Notes to the GPFS provide additional information about liabilities, including payables and borrowings, and non-cash assets that include receivables, investments and property, plant and equipment.

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 Treasurer of Sagbama Local Government Area, Bayelsa State.



S/N	Accounting Policies:
1	<p>Accounting Terminologies / Definitions</p> <ul style="list-style-type: none"> · Accounting policies are the specific principles, bases, conventions, rules and practices adopted by the Local Government Areas in Bayelsa State in preparing and presenting Financial Statements. · 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 basis means a basis of accounting that recognizes transactions and other events only when cash is received or paid. · 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. Payments are based on approvals, warrants and budgetary provisions. · Cash Controlled by Sagbama Local Government: Cash is deemed to be controlled by Sagbama 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: <ul style="list-style-type: none"> · 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;



	<ul style="list-style-type: none"> · 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 shall include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information
2	<p>General Purpose Financial Statements (GPFS)</p> <p>The GPFS comprise of Statement of Cash Receipts and Payments and other statements that disclose additional information about the Cash Receipts, Payments and Balances controlled by the Local Government as well as Accounting Policies and Notes to the Financial Statements. In Bayelsa State, the GPFS Accounting Policy include the following:</p> <ul style="list-style-type: none"> · Statement 1- Cash Flow Statements: Statement of Cash Receipts and Payments which: <ul style="list-style-type: none"> · recognizes all Cash Receipts, Cash Payments and Cash Balances controlled by the State government; and · Separately identifies payments made by third parties on behalf of the State government. · Statement 2- Statement of Assets and Liabilities: Statement of Financial Position (also known as Balance Sheet); · Statement 3- Statement of Consolidated Revenue Fund: Statement Recurrent Financial Performance (also known as Profit & Loss Account); · Statement 4- Statement of Capital Development Fund: Statement of Capital Financial Performance (also known as Capital Expenditure); · Notes to the Accounts: Additional disclosures to explain the GPFS; and · Accounting Policies and Explanatory Notes.
3.	<p>Basis of Preparation and Legal Provisions</p> <ul style="list-style-type: none"> · 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.



4.	<p>Fundamental Accounting Concepts</p> <p>The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State:</p> <ul style="list-style-type: none">· Cash Basis of Accounting;· Under-stability;· Materiality,· Relevance;· Going Concern Concept;· Consistency Concept· Prudence· Completeness, etc.
5.	<p>Accounting Period</p> <p>The accounting year (fiscal year) is from 1st January to 31st December. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.</p>
6.	<p>Reporting Currency</p> <p>The General Purpose GPFS are prepared in Nigerian Naira.</p>
7.	<p>MDA for Consolidation</p> <ul style="list-style-type: none">· The Consolidation of the GPFS is based on the Cash transactions of all departments of the Local Government except Government Business Enterprises (GBEs).
8.	<p>Comparative Information</p> <ul style="list-style-type: none">· The General Purpose GPFS shall disclose all numerical information relating to previous period (at least one year).
9.	<p>Budget Figures</p> <ul style="list-style-type: none">· These figures are from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State and reallocations within the budget.



10.	<p>Receipts</p> <ul style="list-style-type: none">· These are Cash inflows within the Financial Year. They comprise of receipts from Statutory Allocations (JAAC monthly disbursement), Taxes, External Assistance (from Bilateral and Multilateral Agencies), Other Aid and Grants, Other Borrowings, Capital Receipts (Sale of Government Assets, etc), Receipts from Trading activities and Other Cash Receipts.· These items shall be disclosed at the face of the Statement of Cash Receipts and Payment for the year in accordance with the standardised GPFS. Notes shall be provided as per standardised Notes to GPFS.
11.	<p>External Assistance</p> <ul style="list-style-type: none">· Receipts from Loans are Funds received from external sources to be paid back at an agreed period of time. They are categorised either as Bilateral or Multilateral.· External Loans receipts shall be disclosed separately under Statement of Cash Receipts and Payment for the year.
12.	<p>Other Borrowings / Grants & Aid Received</p> <ul style="list-style-type: none">· These shall be categorised as either Short or Long term Loans. Short-Term Loans are those repayable within one calendar year (12 months), while Long-Term Loans and Debts shall fall due beyond one calendar year (above 12 months). Loans shall be disclosed separately and Grants shall also be separately disclosed under Statement of Cash Receipts and Payment for the year.
13.	<p>Interest Received</p> <ul style="list-style-type: none">· Interest actually received during the financial year shall be treated as a receipt under item 'Other Receipts'.
14.	<p>Government Business Activities</p> <ul style="list-style-type: none">· Cash Receipts from Trading Activities shall be received net (after deducting direct expenses) unless otherwise provided for by law or policy in force. Total receipts from all trading activities shall be disclosed in the Statement of Cash Receipts and Payments under 'Trading Activities' item.· Where gross revenue is received, corresponding payments shall be charged under a corresponding payment item head 'Government Business Activities' in the Statement of Receipts and Payments.



15.	<p>Payments</p> <ul style="list-style-type: none"> · These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorised either by Function and/or by Sector in the Statement of Cash Receipts and Payment. · Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.
16.	<p>Loans Granted:</p> <ul style="list-style-type: none"> · Payments to other Government and Agencies in form of Loans during the year shall be shown separately in the Statement of Receipts and Payments. Amount disclosed shall be actual amount paid during the year.
17.	<p>Loan Repayments</p> <ul style="list-style-type: none"> · Cash receipts from loans granted to other agencies and government shall be classified under loan repayments in the Statement of Receipts and Payments. Amount disclosed shall be actual amount received during the year.
18.	<p>Interest on Loans:</p> <ul style="list-style-type: none"> · Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest payment in the Statement of Cash Receipts and Payments
19.	<p>Foreign Currency Transactions:</p> <ul style="list-style-type: none"> · 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.



20.	Prepayments · Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.
21.	Investments: · Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are Capital Costs and are disclosed as purchase of Financial Instruments or may be given an appropriate name as the case may be. They are separately disclosed in the GPFS (Statement of Receipts and Payments) under capital payments.
22.	Leases · Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments · Operating lease cash payments, where the lessors effectively retain substantially all the risks and benefits of ownership of the leased items, are treated as operating expenses.
23.	Cash Balances This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year and no restriction on cash balances.
24.	Advances · All Cash Advances shall be retired before the end of the financial year. However should circumstances occur (including an Emergency) where either an advance is given out close to the financial year end or an advance already given could not be accounted for, such an advance (or balance outstanding) shall be treated as cash equivalent since there shall be no proof that such funds have been utilised.

Bigbo Oki 30/3/2022

Bigbo Oki
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, 2021



REPORT OF THE AUDITOR - GENERAL FOR LOCAL GOVERNMENTS

ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL

FOR THE FINANCIAL YEAR ENDED
31ST DECEMBER, 2021



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



CHIEF (HON.) KIA EBIDOGHEBOFA NIGERIA
EXECUTIVE CHAIRMAN SOUTHERN IJAW L.G.A



HON. PARKINSON OGEDE
VICE CHAIRMAN SOUTHERN IJAW L.G.A



DONALD APUTU
TREASURER SOUTHERN IJAW L.G.A



SOUTHERN IJAW LOCAL GOVERNMENT



OFFICE:
Southern Ijaw, Local Govt.
Headquarters, Oporo ma,
Bayelsa State

Our Ref: _____

Your Ref: _____

Date: 30/03/2022

STATEMENT OF FINANCIAL RESPONSIBILITY

These Financial Statements have been prepared by the Treasurer of Southern Ijaw Local Government Council, Bayelsa State in accordance with the provisions of the Finance (Control and Management) Act 1958 as amended and other relevant extant laws and policies. The Financial Statements comply with generally accepted accounting policies and practice.

To fulfil accounting and reporting responsibilities, the Treasurer 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.

Efforts have been made to ensure that these Financial Statements reflect the true and fair view of the financial position of Southern Ijaw Local Government Council as at 31st December, 2021.

 30/03/22

**Donald Aputu
Treasurer**

 30/03/2022

**Hon. Kia Ebidoughebofa N.
Executive Chairman**



REPORT OF THE AUDITOR – GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2021

INTRODUCTION

The financial statements of Southern Ijaw Local Government council for the year ended 31st December 2021 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 Southern Ijaw Local Government Council for the financial year ended 31st December, 2021.

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 2021, was submitted to my office by the accounting officer on the 19th April, 2022.

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 (Cash) 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, 2021.

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.

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



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



REVENUE

Revenue Description	2021	2020	2019	2018	2017
	N	N	N	N	N
Opening Balance	158,610.93	104,345.76	35,648.47	33,817,864.77	408,343.74
Statutory Allocation	3,092,026,385.37	2,800,933,659.89	2,970,119,936.90	3,037,963,028.54	2,463,671,059.06
Independent Revenue	24,680,538.21	24,164,735.46	24,284,735.46	24,460,735.46	30,838,884.15
Other Revenue			314,283,207.07	299,802,179.12	2,494,918,286.95
Total	3,116,865,534.51	2,825,202,741.11	3,308,723,527.90	3,396,043,807.89	4,989,836,573.90

EXPENDITURE

Expenditure Description	2021	2020	2019	2018	2017
	N	N	N	N	N
Personnel Cost	630,597,436.51	784,788,231.72	1,537,207,268.85	1,771,368,959.68	2,177,800,624.95
Overhead Cost	945,133,658.76	772,998,814.14	550,650,481.57	447,244,093.84	104,427,144.18
Statutory Deductions	1,142,917,000.11	1,071,003,734.32	241,104,195.78	219,593,230.70	151,101,598.84
Capital Expenditure	397,743,000.00	196,253,350.00	979,657,235.94	957,801,875.20	92,900,000.00
Total	3,116,391,095.38	2,825,044,130.18	3,308,619,182.14	3,396,008,159.42	2,526,229,367.97

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 statements for five years.

FINANCIAL STATEMENT SUBMITTED FOR AUDIT ARE:

1. Statement of Recurrent Revenue
2. Statement of Recurrent Expenditure
3. Statement of Capital Development Fund (CDF)
4. Statement of Financial Position
5. Cash flow Statement
6. Statement of external / internal loan



7. Statement of Personnel Cost
8. Statement of Overhead Cost

BOOK-KEEPING AND FINANCIAL CONTROL

Audit observed that the state of book – keeping in Southern Ijaw 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

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, however more improvement is needed.



b. MONTHLY SALARY VARIATION STATEMENTS

Within the period of the audit exercise, it was observed that the council (account department) prepared monthly salary variation analysis which was cited by the Auditors, there is a lot of improvement in the account department, however more improvement is needed.

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, 2021**



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 /53



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

Your Ref: _____

Date: 8th June, 2022

AUDIT CERTIFICATE

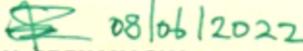
In compliance with section 5 (2) of Bayelsa State Local Government Law 2000, the audit of the financial statements was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

Within the period under review, the financial records and supported documents including operational framework are in compliance with the international Public Sector Accounting Standards (IPSAS) Cash Basis, Generally Accepted Accounting Principles (GAAP), Generally Accepted Auditing Standards (GAAS) and the International Organization of Supreme Audit Institutions (INTOSAI).

In my opinion, I certify that the statements of Financial Position, Consolidated Revenue Fund, Capital Development Fund, and the Cash Flow and Supporting accounts and statements show true and fair view of the state of affairs of the Local Government reported as at 31st December, 2021 and of the transactions for the year.



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

 08/06/2022
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**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



**STATEMENT OF CONSOLIDATED REVENUE FUND
FOR THE YEAR ENDED 31ST DECEMBER, 2021**

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 N	FINAL BUDGET YEAR 2021 N	BUDGET VARIANCE %
	Opening Balance (A)		158,610.93		
	ADD REVENUE				
2,881,835,516.24	Statutory Allocation	1.0	1,903,309,227.27	1,962,815,548.68	(3.03%)
608,798,227.68	Value Added Tax	1.1	1,056,529,715.69	650,877,790.32	62.32%
	Excess Crude	1.2	-	271,987,089.54	(100.00%)
225,129,496.92	Exchange Gain Difference	1.3	10,531,303.73	-	
	Bailout	1.4	-		
	Allocation from State	1.5	-		
	Solid Minerals	1.6	2,688,956.14	37,127,738.40	(92.76%)
	Forex Equalisation	1.7	5,333,665.37		
	Additional Fund from NNPC	1.8	-		
	Excess Bank Charges	1.9	-		
	Augmentation	1.10	7,785,233.34		
	Intervention Fund	1.11	-		
	Non Oil Revenue	1.13	105,848,283.83		
3,715,763,240.84	Statutory Allocation Total		3,092,026,385.37	3,715,763,240.84	
	Internally Generated Revenue				
	Rates	2.0			
13,000,000.00	Licenses	3.0	-		
8,830,000.00	Fees	3.1	-		
	Fines	3.2	-		
	Earnings	4.0	-		
4,000,000.00	Sale/Rent of Government Property	4.1	-		
	Investment Income	4.2	-		
	Tenement Rate	4.3	24,680,538.21	35,583,350.00	(30.64%)
	Interest	4.4	-		
3,751,677,600.84	Re-imbursments	4.5	-		
	Internally Generated Revenue Total		24,680,538.21		
	Other Revenue Sources	4.6	-		
3,777,507,600.84	Total Revenue (B)		3,116,706,923.58	35,583,350.00	
	LESS EXPENDITURE:				
1,819,391,591.89	Personnel Cost	5.0	1,505,907,091.61	1,607,241,111.04	6.30%
288,194,786.00	Pension Fund	5.1	229,187,232.04		
	Transfer to Statutory Institutions	5.2	38,420,112.97	392,789,970.32	90.22%
	Overhead Charges	6.0	945,133,658.76	385,504,474.72	(145.17%)
	OTHER RECURRENT EXPENDITURE		-		
	Repayment of Internal Loans	10.0	-		
	Repayment of External Loans	10.1	-		
2,107,586,377.89	Total Expenditure (C)		2,718,648,095.38		
	OPERATING BALANCE D = (A+B-C)		398,217,439.13		
	Transfer to Capital Dev. Fund (E)	19	398,217,439.13		
	CLOSING BALANCE (D-E)		-		

The accompanying notes are an integral part of these financial statements.

30/03/22
Donald Aputu
Treasurer



STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2021

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 N	FINAL BUDGET YEAR 2021 N	BUDGET VARIANCE %
	Opening Balance				
	ADD: Revenue				
	Proceeds from Aid and Grants	8.0	-		
	Proceeds from External Loans	8.1	-		
	Proceeds from LG Bonds and Treasury Bonds	8.2	-		
	Proceeds from Internal Loans: FGN/Bonds	8.3	-		
	Other Funds	8.4	-		
	Transfer From Consolidated Fund	19	398,217,439.13		
	Total Revenue Available		398,217,439.13	-	-
	LESS: Capital Expenditure				
65,500,000.00	Capital Expenditure Admin Sector	7.0	136,400,000.00	23,000,000.00	-493.04%
122,800,000.00	Capital Expenditure (Economic Sector)	7.1	107,843,000.00	120,000,000.00	10.13%
337,000,000.00	Capital Expenditure (Social Service Sector)	7.2	153,500,000.00	53,253,350.00	-188.24%
	Capital Expenditure (Funded from Aid & Grants)	7.3	-		
525,300,000.00	Total Capital Expenditure		397,743,000.00	196,253,350.00	
	Closing Balance		474,439.13		

The accompanying notes are an integral part of these financial statements.

30/03/22

Donald Aputu
Treasurer



STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

DETAILS	NOTES	ACTUAL 2021 N	PRIOR YEAR 2020 N
Cash	10.1	-	-
Bank	10.1	474,439.13	158,610.93
Total Liquid Assets		474,439.13	158,610.93
INVESTMENT & OTHERS			
Cash Equivalents	10.2	-	-
L/G Investment	11	-	-
Fixed Deposits	12	-	-
Imprest	13	-	-
Advances	14	-	-
Liabilities Over Assets	15	63,263,820.19	63,263,820.19
Total Investment & Cash Assets		-	-
Total Assets		63,738,259.32	63,422,431.12
Liabilities			
Consolidated Revenue Fund	16	-	-
Capital Development Fund	17	474,439.13	158,610.93
EXTERNAL AND INTERNAL LOANS			
External Loans	9.1	-	-
Internal Loans	9.2	63,263,820.19	63,263,820.19
OTHER LIABILITIES			
Deposits	18	-	-
Total Liabilities		63,738,259.32	63,422,431.12

STATEMENT OF CHANGES IN NET ASSETS AS AT 31ST DECEMBER, 2021

Opening Balance	158,610.93
Income for the Year	3,116,706,923.58
Total Income	3,116,865,534.51
Expenditure for the Year	3,116,391,095.38
Net Assets	474,439.13

The accompanying notes are an integral part of these financial statements.

Donald Aputu
30/03/22

Donald Aputu
Treasurer



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

DETAILS	Notes	ACTUAL YEAR 2021 N	PRIOR YEAR 2020 N
Cash Flow From Operating Activities			
Government Share of FAAC Statutory Revenue	1.0	1,903,309,227.27	1,902,188,104.02
Government share of VAT	1.1	1,056,529,715.69	672,647,855.40
Excess Crude Oil	1.2	-	41,683,676.90
Exchange Gain Difference	1.3	10,531,303.73	59,036,551.26
Bailout	1.4	-	-
Allocation from State	1.5	-	-
Solid Minerals	1.6	2,688,956.14	3,099,978.20
Forex Equalisation	1.7	5,333,665.37	24,417,628.08
Additional Fund from NNPC	1.8	-	-
Excess Bank Charges	1.9	-	21,167,621.16
Augmentation	1.10	7,785,233.34	-
Intervention Fund	1.11	-	50,229,702.72
Non Oil Revenue	1.12	105,848,283.83	26,462,542.15
Rates	2.0		
Licenses	3.0	-	-
Fees	3.1	-	-
Fines	3.2	-	-
Earnings	4.0	-	-
Sale/Rent of Government Property	4.1	-	-
Investment Income	4.2	-	-
Tenement Rate	4.3	24,680,538.21	24,164,735.46
Interest	4.4	-	-
Re-imbursements	4.5	-	-
Other Revenue Sources	4.6	-	-
Total Inflow From Operating Activities (A)		3,116,706,923.58	2,825,098,395.35
Out Flows			
Salaries and Wages	5.0	630,597,436.51	784,788,231.72
Teachers Salaries	5.0	580,027,287.06	588,796,523.47
Health Workers Salaries	5.0	295,282,368.04	241,201,869.77
Pension Cost	5.1	229,187,232.04	205,427,440.17
Training Fund	5.2	30,920,112.97	25,139,970.94
Common Services Cost	5.2	7,500,000.00	10,437,929.97
Overhead Cost	6.0	945,133,658.76	768,574,977.12
Total Outflow from Operating Activities (B)		2,718,648,095.38	2,624,366,943.16
Net Cash Inflow/Outflow From Operating Activities		398,058,828.20	200,731,452.19



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

Cash Flow From Investing Activities			
Capital Expenditure Admin Sector	7.0	(136,400,000.00)	(196,253,350.00)
Capital Expenditure (Economic Sector)	7.1	(107,843,000.00)	-
Capital Expenditure (Social Service Sector)	7.2	(153,500,000.00)	-
Capital Expenditure (Funded from Aid & Grants)	7.3	-	-
Total Outflow from Investing Activities (C)		(397,743,000.00)	(196,253,350.00)
Net Cash Flow From Investing Activities		(397,743,000.00)	(196,253,350.00)
Cash Flow From Financing Activities			
Proceeds from Aid and Grants	8.0	-	-
Proceeds from External Loans	8.1	-	-
Proceeds from LG Bonds and Treasury Bonds	8.2	-	-
Proceeds from Internal Loans: FGN/Bonds	8.3	63,263,820.19	-
Other Funds	8.4	-	-
Repayment of External Loans: Aids & Grants	9.0	-	-
Repayment of External Loans	9.1	-	-
Repayment of Interan Loans: FGN/Bonds	9.2	-	(4,423,837.02)
Repayment of Internal Loans: Commercial Banks	9.3	-	-
Total Outflow from Financing Activities (D)		63,263,820.19	(4,423,837.02)
Net Cash Flow From Financing Activities		63,263,820.19	(4,423,837.02)
Net Cash Flow From All Activities		63,579,648.39	54,265.17
Cash and Its Equivalent as at 1/1/2021	10.0	158,610.93	104,345.76
Cash and Its Equivalent as at 31/12/2021	10.1	63,738,259.32	158,610.93

The accompanying notes are an integral part of these financial statements.

Donald Aputu 30/03/22

Donald Aputu
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, 2021**



NOTES TO THE ACCOUNTS

Note	Details	Ref Note	Amount	Amount		Remarks
1.0	A. Share of Statutory Allocation from FAAC					
	Net share of Statutory Allocation from FAAC	A	1,903,309,227.28			
	Add: Deduction at source	B	61,603,168.39	1,964,912,395.67		
	B. Value Added Tax	C				
1.1	Share of Value Added Tax (VAT)			1,056,529,715.69		
	C. Other Receipts	D				
1.3	Exchange Gain Difference			10,531,303.73		
1.6	Solid Minerals			2,688,956.14		
1.7	Forex Equalisation			5,333,665.37		
1.10	Augmentation			7,785,233.34		
1.13	Non Oil Revenue			105,848,283.83		
				132,187,442.41		
	Internally Generated Revenue (Independent Revenue)	E	Actual	Budget	% Variance	
2.0	Rates					
3.0	Licenses					
3.1	Fees					
3.2	Fines					
4.0	Earnings					
4.1	Sale/Rent of Government Property		-			
4.2	Investment Income		-			
4.3	Tenement Rate		24,680,538.21			
4.4	Interest		-			
4.5	Re-imbursements		-			
5.0	A. Total Personnel Costs (Including Salaries directly charged)	F	Actual	Budget	% Variance	
	Political Office Holders Salaries		163,560,248.52			
	Council Salaries		467,037,187.99			
	Teachers Salaries		580,027,287.06			
	Health Workers Salaries		295,282,368.04			
5.1	Pension Cost		229,187,232.04			
5.2	Training Fund		30,920,112.97			
5.2	Common Services Cost		7,500,000.00			
6.0	Overhead Cost	G	945,133,658.76			
19	Transfer to Capital Development Fund (According to Sectors)	H	Actual	Budget	% Variance	
	Administrative Sector		136,400,000.00	23,000,000.00	-493.04%	
	Economic Sector		107,843,000.00	120,000,000.00		
	Social Service Sector		153,500,000.00	53,253,350.00	-188.24%	
	Funded from Aid & Grants		-	-	-	
			397,743,000.00	196,253,350.00		
	Details of Total Capital Expenditure (According to Sectors)	I				
7.0	Capital Expenditure Admin Sector		136,400,000.00	187,000,000.00		
7.1	Capital Expenditure (Economic Sector)		107,843,000.00			
7.2	Capital Expenditure (Social Service Sector)		153,500,000.00	87,500,000.00		
7.3	Capital Expenditure (Funded from Aid & Grants)		-	-		
			397,743,000.00	274,500,000.00		
	Repayment Internal Loans (Outstanding balance)	J				
9.2	Internal Loan		63,263,820.19			
	Closing Cash and Bank Balances	K	Amount 2021	Amount 2020		
10.0	Reserve Fund			158,610.93		
10.1	Cash and Bank Balances at 31st December, 2021		474,439.13			



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



MAIN SUPPORTING DETAILS TO THE NOTES FOR FINANCIAL YEAR 2021

NOTE: 1.0

SUMMARY OF RECEIPTS FROM JAAC JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
110101100	STATUTORY ALLOCATION	137,503,294.89	156,000,040.87	118,937,103.65	130,284,141.88	146,622,472.80	123,025,022.74	201,410,648.04	214,253,496.86	168,021,200.78	202,628,575.33	133,353,787.71	171,269,441.72	1,903,309,227.27
NOTE: 1.1	VALUE ADDED TAX	76,053,508.70	104,087,990.18	82,881,344.92	120,202,617.51	93,066,449.23	89,644,071.35	76,278,619.66	70,016,373.59	86,781,596.38	78,150,259.36	84,631,015.60	94,435,869.22	1,056,529,715.70
NOTE: 1.3	EXCHANGE GAIN DIFFERE	1,354,820.99	-	-	1,058,045.59	776,721.00	593,493.68	1,316,118.84	841,503.44	985,843.24	1,062,551.15	1,104,582.06	1,437,623.74	10,531,303.23
NOTE: 1.6	SOLID MINERALS	-	-	-	-	-	2,688,956.14	-	-	-	-	-	-	2,688,956.14
NOTE: 1.7	FOREX EQUALISATION 1	2,405,879.17	-	2,927,786.20	-	-	-	-	-	-	-	-	-	5,333,665.37
NOTE: 1.10	AUGMENTATION	-	-	-	-	7,785,233.34	-	-	-	-	-	-	-	7,785,233.34
NOTE: 1.13	NON OIL REVENUE 1 NON OIL REVENUE 2	-	-	201,409.42	-	219,044.51	19,463,083.36 7,785,233.34	-	-	19,463,083.36 156,717.73	-	38,926,166.72 19,463,083.36	170,462.03	78,443,249.40 27,405,034.43
		-	-	201,409.42	-	219,044.51	27,248,316.70	-	-	19,619,801.09	-	58,389,250.08	170,462.03	105,848,283.83

NOTE: 4.3

SUMMARY OF INTERNALLY GENERATED REVENUE (INDEPENDENT REVENUE)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
505,802.75	TENEMENT RATE	505,802.75	5,854,735.46	-	17,800,000.00	520,000.00	-	-	-	-	-	-	-	24,680,538.21



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



MAIN SUPPORTING DETAILS TO THE NOTES FOR FINANCIAL YEAR 2021

NOTE 5.0

SUMMARY OF PERSONNEL EMOLUMENT (SALARIES) FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
2101001	COUNCIL SALARIES	34,474,127.14	34,474,126.14	34,474,126.14	34,474,126.14	34,474,126.14	34,474,126.14	34,474,126.14	34,474,126.14	34,474,126.14	34,474,126.14	34,474,126.14	34,474,126.14	467,037,187.99
2101003	Const. Fund Charges (Polit)	13,630,020.71	13,630,020.71	13,630,020.71	13,630,020.71	13,630,020.71	13,630,020.71	13,630,020.71	13,630,020.71	13,630,020.71	13,630,020.71	13,630,020.71	13,630,020.71	163,560,246.52
2101001	Health Workers Salaries	19,387,746.84	19,387,746.84	19,387,746.84	19,387,746.84	19,387,746.84	19,387,746.84	19,387,746.84	19,387,746.84	19,387,746.84	19,387,746.84	19,387,746.84	19,387,746.84	295,282,366.04
2101001	Teachers Salaries	44,509,470.59	44,509,470.59	44,509,470.59	44,509,470.59	44,509,470.59	44,509,470.59	44,509,470.59	44,509,470.59	44,509,470.59	44,509,470.59	44,509,470.59	44,509,470.59	580,027,287.06
TOTAL		112,001,365.28	112,260,203.86	122,414,883.06	136,114,991.54	139,881,695.26	139,216,936.80	124,432,612.34	123,883,585.46	124,462,213.29	124,142,858.32	123,890,367.30	123,205,379.10	1,505,907,091.61

NOTE 5.1

SUMMARY OF PENSION COST FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	Pension Cost	18,048,417.82	18,738,587.84	19,289,461.77	18,685,916.10	19,156,076.99	19,242,931.69	19,375,139.36	19,471,408.88	19,330,534.72	19,405,550.62	19,228,192.39	19,215,013.86	229,187,232.04

NOTE 5.2

SUMMARY OF STATUTORY DEDUCTION FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	Training Fund	2,173,175.04	2,049,476.44	2,049,476.44	2,515,448.05	2,484,699.21	2,431,998.61	2,790,053.87	2,851,113.74	2,754,084.42	2,821,413.86	2,774,635.45	2,675,133.97	30,520,112.97
	Common Services Fund	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	7,500,000.00
	Total Statutory Deduction	2,798,175.04	3,225,880.31	2,674,476.44	3,140,448.05	3,109,699.21	3,056,998.61	3,415,053.87	3,476,113.74	3,379,084.42	3,446,413.86	3,399,635.45	3,298,133.97	38,420,112.97

NOTE 6.0

SUMMARY OF OVERHEAD FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
2202002	LOCAL TRAVEL & TRANSP	1,200,000.00	1,200,000.00	3,450,000.00	3,200,000.00	3,450,000.00	4,190,000.00	4,190,000.00	1,000,000.00	3,300,000.00	3,300,000.00	1,200,000.00	1,500,000.00	19,040,000.00
2202002	TELEPHONE CHARGES	1,000,000.00	1,000,000.00	300,000.00	2,000,000.00	500,000.00	550,000.00	600,000.00	550,000.00	450,000.00	500,000.00	550,000.00	2,000,000.00	10,000,000.00
2202003	OFFICE STATIONERIES/CO	6,890,000.00	2,340,000.00	1,000,000.00	2,840,000.00	2,840,000.00	1,840,000.00	4,290,000.00	2,040,000.00	2,540,000.00	1,540,000.00	2,240,000.00	4,940,000.00	40,600,000.00
2202002	MAINTENANCE OF OFFICE	3,600,000.00	8,000,000.00	10,000,000.00	3,500,000.00	5,500,000.00	14,100,000.00	7,800,000.00	3,600,000.00	2,900,000.00	2,737,500.00	3,700,000.00	4,200,000.00	69,697,500.00
2202006	OTHER MAINTENANCE SER	300,000.00	300,000.00	1,300,000.00	1,300,000.00	1,300,000.00	100,000.00	100,000.00	2,300,000.00	3,700,000.00	2,900,000.00	3,875,000.00	600,000.00	23,675,000.00
2202001	SECURITY SERVICES	24,000,000.00	23,500,000.00	20,800,000.00	15,000,000.00	16,300,000.00	17,500,000.00	20,600,000.00	23,000,000.00	14,000,000.00	23,700,000.00	23,200,000.00	23,700,000.00	245,900,000.00
2202001	FINANCIAL CONSULTING	2,700,000.00	2,700,000.00	2,700,000.00	5,540,000.00	2,400,000.00	2,200,000.00	2,200,000.00	2,000,000.00	3,200,000.00	2,700,000.00	2,200,000.00	2,200,000.00	34,156,420.64
2202003	PLANT/GENERATOR FUEL	1,507,670.46	1,299,667.38	3,146,816.17	2,027,122.07	3,146,816.17	2,027,122.07	4,800,000.00	2,000,000.00	3,095,148.72	3,077,385.68	2,785,083.98	1,548,315.70	25,128,115.58
2202001	BANK CHARGES (OTHER T	1,183,397.04	1,691,307.41	1,691,307.41	1,691,307.41	1,691,307.41	1,991,307.41	1,991,307.41	1,991,307.41	1,991,307.41	10,700,000.00	9,400,000.00	10,100,000.00	21,942,130.56
22021001	REFRESHMENT & MEALS	4,000,000.00	6,250,000.00	1,650,000.00	3,250,000.00	3,250,000.00	2,850,000.00	2,850,000.00	2,850,000.00	11,210,000.00	10,700,000.00	9,400,000.00	10,100,000.00	71,440,000.00
22021003	PUBLICITY & ADVERTISEM	27,150,000.00	26,510,000.00	35,577,963.56	34,447,963.57	30,660,000.00	31,540,000.00	26,663,000.00	25,370,000.00	32,387,963.56	24,990,000.00	24,720,000.00	25,496,601.29	345,513,491.98
22021007	WELFARE PACKAGES	2,210,000.00	3,000,000.00	3,050,000.00	1,300,000.00	3,000,000.00	1,300,000.00	450,000.00	5,000,000.00	3,500,000.00	3,750,000.00	2,750,000.00	5,500,000.00	39,810,000.00
	TOTAL OVERHEAD COST	75,741,067.50	82,747,395.43	75,034,994.45	82,790,452.92	72,538,123.58	74,573,429.48	80,344,307.41	71,901,307.41	82,274,429.69	75,586,193.09	85,125,743.40	83,476,224.40	945,133,658.76

NOTE 7.0

SUMMARY OF CAPITAL EXPENDITURES FOR THE PERIOD JANUARY - DECEMBER, 2021

ADMINISTRATIVE SECTO	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
3201002	Lands and Buildings (Resid	10,000,000.00	12,550,000.00	10,000,000.00	13,500,000.00	10,400,000.00	12,000,000.00	10,000,000.00	5,000,000.00	8,950,000.00	17,000,000.00	14,000,000.00	136,400,000.00
NOTE 7.1	ECONOMIC SECTOR												
3201002	Roads and Bridges	2,700,000.00	2,500,000.00	9,700,000.00	12,500,000.00	5,000,000.00	14,600,000.00	12,000,000.00	16,000,000.00	13,343,000.00	10,000,000.00	10,000,000.00	107,843,000.00
NOTE 7.2	SOCIAL SECTOR												
32010215	Rehabilitation of Roads	18,400,000.00	9,043,000.00	12,700,000.00	8,000,000.00	22,000,000.00	22,000,000.00	34,000,000.00	18,357,000.00	56,239,000.00	31,000,000.00	58,000,000.00	153,500,000.00
	TOTAL CAPITAL EXPENDI	31,100,000.00	24,093,000.00	19,700,000.00	38,200,000.00	23,400,000.00	48,600,000.00	22,000,000.00	39,357,000.00	56,239,000.00	58,000,000.00	14,000,000.00	397,743,000.00

NOTE 9.2: INTERNAL LOANS (FGN) (SALARY BALLOUT FUND)

STATEMENT OF INTERNAL LOAN (FGN) FOR THE YEAR ENDED 31ST DECEMBER, 2021

S/NO	INSTITUTION	ORIGINAL LOAN	ADDITIONS/ RESTRICTURED	PRINCIPAL REPAID	INTEREST REPAID AND OTHER FEES	BALANCE OUTSTANDING (PRINCIPAL)
1	LOCAL GOVT SALARY BALLOUT	87,306,295.83	-	-	-	63,263,820.19
	TOTAL	87,306,295.83	-	-	-	63,263,820.19



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



MAIN SUPPORTING DETAILS TO THE NOTES FOR FINANCIAL YEAR 2021

NOTE: 10.1 BANK CLOSING BALANCES FOR THE PERIOD JANUARY - DECEMBER, 2021

	CASH AT BANK BALANCE	ACCESS BANK	LODGEMENTS	WITHDRAWALS	CLOSING BALANCE
	98,245.12				
OPENING BALANCE					
JANUARY					
FEBRUARY					
MARCH	116,186,396.85	116,089,788.52			96,608.33
APRIL	133,885,736.14	133,461,410.15			424,325.99
MAY	154,970,288.97	147,024,831.79			7,945,457.18
JUNE	127,765,032.90	113,897,642.69			13,867,390.21
JULY	175,355,862.99	173,811,899.35			1,543,963.64
AUGUST	119,174,120.01	119,151,413.71			22,706.30
SEPTEMBER	165,971,662.94	165,440,206.51			531,456.43
OCTOBER	167,532,795.97	166,871,050.87			661,745.10
NOVEMBER	165,885,181.26	168,758,302.27			36,873.02
DECEMBER	155,000,572.41	134,950,749.01			9,823.40
TOTAL	1,484,637,650.47	1,459,527,294.87			
CLOSING BALANCE					
ACCESS BANK		9,823.40			
U.B.A		418,567.22			
U.B.A. PROJECT ACC.		46,048.51			
TOTAL		474,439.13			

	CASH RECEIPTS	BANK RECEIPTS	TOTAL RECEIPTS
MONTH			
JANUARY	-	127,633,460.22	127,633,460.22
FEBRUARY	-	110,402,318.27	110,402,318.27
MARCH	-	116,186,396.85	116,186,396.85
APRIL	-	133,885,736.14	133,885,736.14
MAY	-	154,970,288.97	154,970,288.97
JUNE	32,347,993.76	127,765,032.90	160,113,026.66
JULY	32,347,993.76	175,355,862.99	207,703,856.75
AUGUST	32,347,993.76	119,174,120.01	151,522,113.77
SEPTEMBER	32,347,993.76	165,971,662.94	198,319,656.70
OCTOBER	32,347,993.76	167,532,795.97	199,870,789.73
NOVEMBER	32,347,993.76	168,805,181.29	201,153,175.05
DECEMBER	32,347,993.76	155,000,572.41	187,348,566.17
TOTAL	226,435,956.30	1,722,673,428.96	1,949,109,385.26

STATEMENT OF TRANSFERS FROM JAACO TO LOCAL GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2021

	BRASS	EKEREMOR	NEWBE	OGBIA	SAGBAMA	SOUTHERN IJAW	YENIAGOA	TOTAL
JAAC (JAN-DEC)	N	N	N	N	N	N	N	N
VAT						1,903,506,227.27		1,903,506,227.27
Excess Crude						1,056,525,715.70		1,056,525,715.70
Exchange Gain Difference								
Solid Minerals								
Forex Equalisation						10,531,303.73		10,531,303.73
Additional Fund from NNPC						2,686,956.14		2,686,956.14
Excess Bank Charges						5,333,665.37		5,333,665.37
Augmentation								
Intervention Fund						7,785,233.34		7,785,233.34
Non OJL Revenue						105,848,283.83		105,848,283.83
TOTAL						3,092,026,385.38		3,092,026,385.38
LESS:								
Statutory Deduction						1,142,917,000.11		1,142,917,000.11
Net Transfer to LG						1,949,109,385.27		1,949,109,385.27



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF SOUTHERN IJAW LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021



SOUTHERN IJAW LOCAL GOVERNMENT



OFFICE:
Southern Ijaw, Local Govt.
Headquarters, Oporoma,
Bayelsa State

Our Ref: _____

Your Ref: _____

Date: 30/03/2022

STATEMENT OF ACCOUNTING POLICIES

(IPSAS CASH)

ISSUED BY

OFFICE OF THE ACCOUNTANT - GENERAL

BAYELSA STATE OF NIGERIA

2021



LIST OF ABBREVIATIONS/ACRONYMS

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
JAAC	Joint 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
LGA	Local Government Area
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
TR	Treasurer of the Local Government
PPE	Properties, Plants and Equipment
FR	Financial Regulation
FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act
IGR	Internally Generated Revenue
LGC	Local Government Council
BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
ECH	Executive Chairman
AuG LGs	Auditor-General for Local Governments
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention



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 Bayelsa State Government 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 Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when Cash (including Cash Equivalents) is received or paid by the LGAs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of Cash raised during the period, the purposes for which Cash was used and the Cash balances at the reporting date. The measurement focus in the GPFS balances is Cash and changes during the period. Therefore, Bank Reconciliation Statement shall form integral part of periodic Reports in Bayelsa State.

Notes to the GPFS provide additional information about liabilities, including payables and borrowings, and non-cash assets that include receivables, investments and property, plant and equipment.

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 Treasurer of Southern Ijaw Local Government Area, Bayelsa State.



S/N	Accounting Policies:
1	<p data-bbox="284 360 975 398">Accounting Terminologies / Definitions</p> <ul style="list-style-type: none"> <li data-bbox="284 416 1361 533">▪ Accounting policies are the specific principles, bases, conventions, rules and practices adopted by the Local Government Areas in Bayelsa State in preparing and presenting Financial Statements. <li data-bbox="284 555 1361 633">▪ Cash: Cash comprises cash in hand, demand deposits in financial institutions and cash equivalents. <li data-bbox="284 656 1361 772">▪ 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. <li data-bbox="284 795 1361 873">▪ Cash basis means a basis of accounting that recognizes transactions and other events only when cash is received or paid. <li data-bbox="284 896 1361 1059">▪ 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. <li data-bbox="284 1081 815 1115">▪ Cash receipts are cash inflows. <li data-bbox="284 1137 1361 1216">▪ Cash payments are cash outflows. Payments are based on approvals, warrants and budgetary provisions. <li data-bbox="284 1238 1361 1552">▪ Cash Controlled by Southern Ijaw Local Government: Cash is deemed to be controlled by Southern Ijaw 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. <li data-bbox="284 1574 1361 1993">▪ Government Business Enterprise means a ministry, department or agency that has all the following characteristics: <ul style="list-style-type: none"> <li data-bbox="284 1664 1182 1697">▪ Is an entity with the power to contract in its own name; <li data-bbox="284 1709 1361 1787">▪ Has been assigned the financial and operational authority to carry on a Business; <li data-bbox="284 1798 1361 1877">▪ 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; <li data-bbox="284 1888 1361 1993">▪ Is not reliant on continuing government funding or subvention to remain a going concern (other than purchases of outputs at arm's length); and



	<ul style="list-style-type: none"> · Is controlled by a public sector management or the government. · Notes to the GPFS shall include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information
2	<p>General Purpose Financial Statements (GPFS)</p> <p>The GPFS comprise of Statement of Cash Receipts and Payments and other statements that disclose additional information about the Cash Receipts, Payments and Balances controlled by the Local Government as well as Accounting Policies and Notes to the Financial Statements. In Bayelsa State, the GPFS Accounting Policy include the following:</p> <ul style="list-style-type: none"> · Statement 1- Cash Flow Statements: Statement of Cash Receipts and Payments which: <ul style="list-style-type: none"> · recognizes all Cash Receipts, Cash Payments and Cash Balances controlled by the State government; and · separately identifies payments made by third parties on behalf of the State government. · Statement 2- Statement of Assets and Liabilities: Statement of Financial Position (also known as Balance Sheet); · Statement 3- Statement of Consolidated Revenue Fund: Statement Recurrent Financial Performance (also known as Profit & Loss Account); · Statement 4- Statement of Capital Development Fund: Statement of Capital Financial Performance (also known as Capital Expenditure); · Notes to the Accounts: Additional disclosures to explain the GPFS; and · Accounting Policies and Explanatory Notes.
3.	<p>Basis of Preparation and Legal Provisions</p> <ul style="list-style-type: none"> · 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.
4.	<p>Fundamental Accounting Concepts</p> <p>The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State:</p>



	<ul style="list-style-type: none"> · Cash Basis of Accounting; · Under-stability; · Materiality, · Relevance; · Going Concern Concept; · Consistency Concept · Prudence · Completeness, etc.
5.	<p>Accounting Period</p> <p>The accounting year (fiscal year) is from 1st January to 31st December. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.</p>
6.	<p>Reporting Currency</p> <p>The General Purpose GPFS are prepared in Nigerian Naira.</p>
7.	<p>MDA for Consolidation</p> <ul style="list-style-type: none"> · The Consolidation of the GPFS is based on the Cash transactions of all departments of the Local Government except Government Business Enterprises (GBEs).
8.	<p>Comparative Information</p> <ul style="list-style-type: none"> · The General Purpose GPFS shall disclose all numerical information relating to previous period (at least one year).
9.	<p>Budget Figures</p> <ul style="list-style-type: none"> · These figures are from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State and reallocations within the budget.
10.	<p>Receipts</p> <ul style="list-style-type: none"> · These are Cash inflows within the Financial Year. They comprise of receipts from Statutory Allocations (JAAC monthly disbursement), Taxes, External Assistance (from Bilateral and Multilateral Agencies), Other Aid and Grants, Other Borrowings, Capital Receipts (Sale of Government Assets, etc), Receipts from Trading activities and Other Cash Receipts.



	<ul style="list-style-type: none"> · These items shall be disclosed at the face of the Statement of Cash Receipts and Payment for the year in accordance with the standardised GPFS. Notes shall be provided as per standardised Notes to GPFS.
11.	<p>External Assistance</p> <ul style="list-style-type: none"> · Receipts from Loans are Funds received from external sources to be paid back at an agreed period of time. They are categorised either as Bilateral or Multilateral. · External Loans receipts shall be disclosed separately under Statement of Cash Receipts and Payment for the year.
12.	<p>Other Borrowings / Grants & Aid Received</p> <ul style="list-style-type: none"> · These shall be categorised as either Short or Long term Loans. Short-Term Loans are those repayable within one calendar year (12 months), while Long-Term Loans and Debts shall fall due beyond one calendar year (above 12 months). Loans shall be disclosed separately and Grants shall also be separately disclosed under Statement of Cash Receipts and Payment for the year.
13.	<p>Interest Received</p> <ul style="list-style-type: none"> · Interest actually received during the financial year shall be treated as a receipt under item 'Other Receipts'.
14.	<p>Government Business Activities</p> <ul style="list-style-type: none"> · Cash Receipts from Trading Activities shall be received net (after deducting direct expenses) unless otherwise provided for by law or policy in force. Total receipts from all trading activities shall be disclosed in the Statement of Cash Receipts and Payments under 'Trading Activities' item. · Where gross revenue is received, corresponding payments shall be charged under a corresponding payment item head 'Government Business Activities' in the Statement of Receipts and Payments.
15.	<p>Payments</p> <ul style="list-style-type: none"> · These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorised either by Function and/or by Sector in the Statement of Cash Receipts and Payment.



	<ul style="list-style-type: none"> · Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.
16.	<p>Loans Granted:</p> <ul style="list-style-type: none"> · Payments to other Government and Agencies in form of Loans during the year shall be shown separately in the Statement of Receipts and Payments. Amount disclosed shall be actual amount paid during the year.
17.	<p>Loan Repayments</p> <ul style="list-style-type: none"> · Cash receipts from loans granted to other agencies and government shall be classified under loan repayments in the Statement of Receipts and Payments. Amount disclosed shall be actual amount received during the year.
18.	<p>Interest on Loans:</p> <ul style="list-style-type: none"> · Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest payment in the Statement of Cash Receipts and Payments
19.	<p>Foreign Currency Transactions:</p> <ul style="list-style-type: none"> · 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.
20.	<p>Prepayments</p> <ul style="list-style-type: none"> · Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.
	<p>Investments:</p>



21.	<ul style="list-style-type: none">· Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are Capital Costs and are disclosed as purchase of Financial Instruments or may be given an appropriate name as the case may be. They are separately disclosed in the GPFS (Statement of Receipts and Payments) under capital payments.
22.	<p>Leases</p> <ul style="list-style-type: none">· Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments· Operating lease cash payments, where the lessors effectively retain substantially all the risks and benefits of ownership of the leased items, are treated as operating expenses.
23.	<p>Cash Balances</p> <p>This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year and no restriction on cash balances.</p>
24.	<p>Advances</p> <ul style="list-style-type: none">· All Cash Advances shall be retired before the end of the financial year. However should circumstances occur (including an Emergency) where either an advance is given out close to the financial year end or an advance already given could not be accounted for, such an advance (or balance outstanding) shall be treated as cash equivalent since there shall be no proof that such funds have been utilised.

Donald Aputu 30/03/22

Donald Aputu
Treasurer



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021



REPORT OF THE AUDITOR - GENERAL FOR LOCAL GOVERNMENTS

ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL

FOR THE FINANCIAL YEAR ENDED
31ST DECEMBER, 2021



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



HON. UROUPAYE NIMIZUOGHA
EXECUTIVE CHAIRMAN YENAGOA L.G.A



HON. MANDY SYLVANUS AKPALO
VICE CHAIRMAN YENAGOA L.G.A



COMR. AKPOS EKIEGHA
TREASURER YENAGOA L.G.A



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



YENAGOA CITY LOCAL GOVERNMENT COUNCIL

Telegram: YELGA
Telephone: 089-490072

HEADQUARTERS
P.M.B. 500
Yenagoa,
Bayelsa State.

Our Ref: _____

Date 30/03/2022

Your Ref: _____

All correspondence to be address to the Chairman

STATEMENT OF FINANCIAL RESPONSIBILITY

These Financial Statements have been prepared by the Treasurer of Yenagoa Local Government Council, Bayelsa State in accordance with the provisions of the Finance (Control and Management) Act 1958 as amended and other relevant extant laws and policies. The Financial Statements comply with generally accepted accounting polidies and practice.

To fulfil accounting and reporting responsibilities, the Treasurer 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.

Efforts have been made to ensure that these Financial Statements reflect the true and fair view of the financial position of Yenagoa Local Government Council as at 31st December, 2021.

 30/03/2022

Comr. Akpos Ekiegha
Treasurer

 30/3/2022

Hon. Nimizuo Uroupaye
Executive Chairman



REPORT OF THE AUDITOR – GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2021.

INTRODUCTION

The financial statements of Yenagoa Local Government Council for the year ended 31st December 2021 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 Yenagoa Local Government Council for the financial year ended 31st December, 2021.

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 2021, was submitted to my office by the accounting officer on the 19th April, 2022.

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 (Cash) 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, 2021.

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.

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



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



REVENUE

Revenue Description	2021 N	2020 N	2019 N	2018 N	2017 N
Opening Balance	118,917.28				
Statutory Allocation	2,979,009,308.73	2,669,999,351.37	2,804,613,601.00	2,869,036,363.27	2,369,470,660.03
Independent Revenue	98,274,755.58	54,909,367.12	129,890,261.29	39,235,166.67	196,979,553.31
Other Revenue				388,473,705.96	
Total	3,077,402,981.59	2,724,908,718.49	2,934,503,862.29	3,296,745,235.90	2,566,450,213.34

EXPENDITURE

Expenditure Description	2021 N	2020 N	2019 N	2018 N	2017 N
Personnel Cost	1,093,211,397.82	906,720,496.39	589,800,295.94	1,268,010,333.19	2,179,727,557.17
Overhead Cost	423,848,988.49	445,910,425.26	716,231,926.52	531,192,277.27	95,245,721.04
Statutory Deductions	1,363,094,537.67	1,307,963,255.18	1,319,350,386.14	1,065,893,025.54	619,847,376.40
Capital Expenditure	165,241,300.00	56,555,000.00	325,957,958.07	342,474,146.08	294,884,721.30
Total	3,045,396,223.98	2,717,149,176.83	2,951,340,566.67	3,207,569,782.08	3,189,705,375.91

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 statements for five years.

FINANCIAL STATEMENT SUBMITTED FOR AUDIT ARE:

1. Statement of Recurrent Revenue
2. Statement of Recurrent Expenditure
3. Statement of Capital Development Fund (CDF)
4. Statement of Financial Position
5. Cash flow Statement
6. Statement of external / internal loan
7. Statement of Personnel Cost
8. Statement of Overhead Cost

BOOK-KEEPING AND FINANCIAL CONTROL

Audit observed that the state of book – keeping in Yenagoa 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. 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



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
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FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



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. The query was raised the previous year and no action has been taken.

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 YENAGOA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



GOVERNMENT OF BAYELSA STATE OF NIGERIA
Office of the Auditor-General for Local Governments

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Our Ref: LGCON.21/VOL. II /53

Your Ref: _____



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

Date: 8th June, 2022

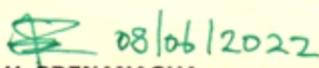
AUDIT CERTIFICATE

In compliance with section 5 (2) of Bayelsa State Local Government Law 2000, the audit of the financial statements was conducted in accordance with the provisions of the financial memoranda and other relevant regulations.

Within the period under review, the financial records and supported documents including operational framework are in compliance with the international Public Sector Accounting Standards (IPSAS) Cash Basis, Generally Accepted Accounting Principles (GAAP), Generally Accepted Auditing Standards (GAAS) and the International Organization of Supreme Audit Institutions (INTOSAI).

In my opinion, I certify that the statements of Financial Position, Consolidated Revenue Fund, Capital Development Fund, and the Cash Flow and Supporting accounts and statements show true and fair view of the state of affairs of the Local Government reported as at 31st December, 2021 and of the transactions for the year.

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

 08/06/2022
FAGHA H. PRENANAGHA FCNA, ACTI, CIFIPN
Auditor-General
for Local Governments
08037566365

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, 2021**



**STATEMENT OF CONSOLIDATED REVENUE FUND
FOR THE YEAR ENDED 31ST DECEMBER, 2021**

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 N	FINAL BUDGET YEAR 2021 N	BUDGET VARIANCE %
	Opening Balance (A)		118,917.28		
	ADDD REVENUE				
2,192,259,349.40	Statutory Allocation	1.0	1,752,084,421.83	2,355,493,583.59	(25.62%)
732,265,992.83	Value Added Tax	1.1	1,104,910,936.35	961,317,367.20	14.94%
11,526,266.00	Excess Crude	1.2	-		#DIV/0!
19,783,659.00	Exchange Gain Difference	1.3	9,720,787.01	110,455,669.24	
	Bailout	1.4	-		
	Allocation from State	1.5	-		
50,650,600.00	Solid Minerals	1.6	2,482,007.03		
	Forex Equalisation	1.7	4,923,172.51	20,648,596.92	
3,500,000.00	Additional Fund from NNPC	1.8	-		
	Excess Bank Charges	1.9	-	29,629,305.58	
	Augmentation	1.10	7,186,061.39		
	Intervention Fund	1.11	-		
	Non Oil Revenue	1.13	97,701,922.63		
3,009,985,867.23	Statutory Allocation Total		2,979,009,308.75	3,477,544,522.53	
	Internally Generated Revenue				
	Rates	2.0			
8,500,400.00	Licenses	3.0	-		
1,700,000.00	Fees	3.1	-	32,411,063.00	
600,000.00	Fines	3.2	-	27,150,040.03	
6,100,000.00	Earnings	4.0	-		
450,000.00	Sale/Rent of Government Property	4.1	-		
	Investment Income	4.2	-		
80,000,000.00	Tenement Rate	4.3	98,274,755.58	882,987,322.55	(88.87%)
	Interest	4.4	-		
	Re-imbursements	4.5	-		
	Internally Generated Revenue Total		98,274,755.58		
	Other Revenue Sources	4.6	-		
97,350,400.00	Total Revenue (B)		3,077,284,064.33	942,548,425.58	
	LESS EXPENDITURE:				
1,071,891,954.87	Personnel Cost	5.0	2,206,187,712.07	1,599,445,214.18	(37.93%)
217,207,677.76	Pension Fund	5.1	212,828,130.33		
	Transfer to Statutory Institutions	5.2	37,290,093.09		
	Overhead Charges	6.0	423,848,988.51	189,854,178.00	(123.25%)
	OTHER RECURRENT EXPENDITURE				
	Repayment of Internal Loans	10.0	-		
	Repayment of External Loans	10.1	-		
1,289,099,632.63	Total Expenditure (C)		2,880,154,924.00	1,789,299,392.18	
	OPERATING BALANCE D = (A+B-C)		197,248,057.61		
	Transfer to Capital Dev. Fund (E)	19	197,248,057.61		
	CLOSING BALANCE (D-E)		-		

The accompanying notes are an integral part of these financial statements.

[Signature] 30/03/2022

Comr. Akpos Ekiegha
Treasurer



STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2021

ACTUAL BUDGET PREVIOUS YEAR 2020	DETAILS	NOTES	ACTUAL YEAR 2021 ₦	FINAL BUDGET YEAR 2021 ₦	BUDGET VARIANCE %
	Opening Balance				
	ADD: Revenue				
	Proceeds from Aid and Grants	8.0	-		
	Proceeds from External Loans	8.1	-		
	Proceeds from LG Bonds and Treasury Bonds	8.2	-		
	Proceeds from Internal Loans: FGN/Bonds	8.3	-		
	Other Funds	8.4	-		
	Transfer From Consolidated Fund	19	197,248,057.61		
	Total Revenue Available		197,248,057.61	-	-
	LESS: Capital Expenditure				
14,520,000.00	Capital Expenditure Admin Sector	7.0	72,952,300.00	189,140,087.00	61.43%
66,000,000.00	Capital Expenditure (Economic Sector)	7.1	50,126,000.00	285,525,350.87	82.44%
231,832,000.00	Capital Expenditure (Social Service Sector)	7.2	42,163,000.00	75,000,000.00	43.78%
	Capital Expenditure (Funded from Aid & Grants)	7.3	-		
312,352,000.00	Total Capital Expenditure		165,241,300.00	549,665,437.87	
	Closing Balance		32,006,757.61		

The accompanying notes are an integral part of these financial statements.

[Signature] 30/03/2022

Comr. Akpos Ekiegha
Treasurer



STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

DETAILS	NOTES	ACTUAL 2021 ₦	PRIOR YEAR 2020 ₦
Cash	10.1	-	-
Bank	10.1	32,006,757.61	118,917.28
Total Liquid Assets		32,006,757.61	118,917.28
INVESTMENT & OTHERS			
Cash Equivalents	10.2	-	-
L/G Investment	11	-	-
Fixed Deposits	12	-	-
Imprest	13	-	-
Advances	14	-	-
Liabilities Over Assets	15	175,203,654.97	175,203,654.97
Total Investment & Cash Assets		-	-
Total Assets		207,210,412.58	175,322,572.25
Liabilities			
Consolidated Revenue Fund	16	-	-
Capital Development Fund	17	32,006,757.61	118,917.28
EXTERNAL AND INTERNAL LOANS			
External Loans	9.1	-	-
Internal Loans	9.2	175,203,654.97	175,203,654.97
OTHER LIABILITIES			
Deposits	18	-	-
Total Liabilities		207,210,412.58	175,322,572.25

STATEMENT OF CHANGES IN NET ASSETS AS AT 31ST DECEMBER, 2021

Opening Balance	118,917.28
Income for the Year	3,077,284,064.33
Total Income	3,077,402,981.61
Expenditure for the Year	3,045,396,224.00
Net Assets	32,006,757.61

The accompanying notes are an integral part of these financial statements.

 30/03/2022

Comr. Akpos Ekiegha
Treasurer



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

DETAILS	Notes	ACTUAL YEAR 2021 ₦	PRIOR YEAR 2020 ₦
Cash Flow From Operating Activities			
Government Share of FAAC Statutory Revenue	1.0	1,752,084,421.83	1,753,750,573.60
Government share of VAT	1.1	1,104,910,936.35	707,552,148.64
Excess Crude Oil	1.2	-	38,475,591.93
Exchange Gain Difference	1.3	9,720,787.01	54,492,943.61
Bailout	1.4	-	-
Allocation from State	1.5	-	-
Solid Minerals	1.6	2,482,007.03	2,861,395.76
Forex Equalisation	1.7	4,923,172.51	22,538,383.46
Additional Fund from NNPC	1.8	-	-
Excess Bank Charges	1.9	-	19,538,505.58
Augmentation	1.10	7,186,061.39	-
Intervention Fund	1.11	-	46,363,893.20
Non Oil Revenue	1.13	97,701,922.63	24,425,915.59
Rates	2.0	-	-
Licenses	3.0	-	-
Fees	3.1	-	-
Fines	3.2	-	-
Earnings	4.0	-	-
Sale/Rent of Government Property	4.1	-	-
Investment Income	4.2	-	-
Tenement Rate	4.3	98,274,755.58	54,909,367.12
Interest	4.4	-	-
Re-imbursments	4.5	-	-
Other Revenue Sources	4.6	-	-
Total Inflow From Operating Activities (A)		3,077,284,064.33	2,724,908,718.49
Out Flows			
Salaries and Wages	5.0	1,093,211,397.82	906,720,496.39
Teachers Salaries	5.0	645,815,834.44	679,513,723.33
Health Workers Salaries	5.0	467,160,479.81	390,933,663.46
Pension Cost	5.1	212,828,130.33	203,932,293.51
Training Fund	5.2	29,790,093.09	22,726,012.51
Common Services Cost	5.2	7,500,000.00	10,857,562.37
Overhead Cost	6.0	423,848,988.51	445,910,425.26
Total Outflow from Operating Activities (B)		2,880,154,924.00	2,660,594,176.83
Net Cash Inflow/Outflow From Operating Activities		197,129,140.33	64,314,541.66



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

Cash Flow From Investing Activities			
Capital Expenditure Admin Sector	7.0	(72,952,300.00)	(56,555,000.00)
Capital Expenditure (Economic Sector)	7.1	(50,126,000.00)	-
Capital Expenditure (Social Service Sector)	7.2	(42,163,000.00)	-
Capital Expenditure (Funded from Aid & Grants)	7.3		-
Total Outflow from Investing Activities (C)		(165,241,300.00)	(56,555,000.00)
Net Cash Flow From Investing Activities		(165,241,300.00)	(56,555,000.00)
Cash Flow From Financing Activities			
Proceeds from Aid and Grants	8.0	-	-
Proceeds from External Loans	8.1	-	-
Proceeds from LG Bonds and Treasury Bonds	8.2	-	-
Proceeds from Internal Loans: FGN/Bonds	8.3	175,203,654.97	-
Other Funds	8.4	-	-
Repayment of External Loans: Aids & Grants	9.0	-	-
Repayment of External Loans	9.1	-	-
Repayment of Interan Loans: FGN/Bonds	9.2	-	(12,134,225.92)
Repayment of Internal Loans: Commercial Banks	9.3	-	-
Total Outflow from Financing Activities (D)		175,203,654.97	(12,134,225.92)
Net Cash Flow From Financing Activities		175,203,654.97	(12,134,225.92)
Net Cash Flow From All Activities		207,091,495.30	(4,374,684.26)
Cash and Its Equivalent as at 1/1/2021	10.0	118,917.28	4,493,601.54
Cash and Its Equivalent as at 31/12/2021	10.1	207,210,412.58	118,917.28

The accompanying notes are an integral part of these financial statements.

Signature 30/03/2022

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, 2021**



NOTES TO THE ACCOUNTS

Details	Re Note	Amount	Amount		Remarks
A. Share of Statutory Allocation from FAAC					
Net share of Statutory Allocation from FAAC	A	1,752,084,421.86			
Add: Deduction at source	B	61,603,168.40	1,813,687,590.26		
B. Value Added Tax					
Share of Value Added Tax (VAT)	C		1,104,910,936.35		
C. Other Receipts					
Exchange Gain Difference	D		9,720,787.01		
Solid Minerals			2,482,007.03		
Forex Equalisation			4,923,172.51		
Augmentation			7,186,061.39		
Non Oil Revenue			97,701,922.63		
			122,013,950.57		
Internally Generated Revenue (Independent Revenue)					
	E	Actual	Budget	% Variance	
Rates					
Licenses		-			
Fees			32,411,063.00		
Fines		5,000.00	27,150,040.03		
Earnings		2,000.00			
Sale/Rent of Government Property		-			
Investment Income		-			
Tenement Rate		98,267,755.58	882,987,322.55		
Interest		-			
Re-imbursments		-			
A. Total Personnel Costs (Including Salaries directly charged)					
	F	Actual	Budget	% Variance	
Political Office Holders Salaries		149,744,542.68			
Council Salaries		943,466,855.14	1,599,445,214.18		
Teachers Salaries		645,815,834.44			
Health Workers Salaries		467,160,479.81			
Pension Cost		212,828,130.33			
Training Fund		29,790,093.09			
Common Services Cost		7,500,000.00			
Overhead Cost	G	423,848,988.51	189,854,178.00		
Transfer to Capital Development Fund (According to Sectors)					
	H	Actual	Budget	% Variance	
Administrative Sector		72,952,300.00	189,140,087.00	61.43%	
Economic Sector		50,126,000.00	285,525,350.87	82.44%	
Social Service Sector		42,163,000.00	75,000,000.00	43.78%	
Funded from Aid & Grants		-	-	-	
		165,241,300.00	549,665,437.87		
Details of Total Capital Expenditure (According to Sectors)					
	I				
Capital Expenditure Admin Sector		72,952,300.00	189,140,087.00	61.43%	
Capital Expenditure (Economic Sector)		50,126,000.00	285,525,350.87	82.44%	
Capital Expenditure (Social Service Sector)		42,163,000.00	75,000,000.00	43.78%	
Capital Expenditure (Funded from Aid & Grants)		-	-	-	
		165,241,300.00	549,665,437.87		
Repayment Internal Loans (Outstanding balance)					
	J				
Internal Loan		175,203,654.97			
Closing Cash and Bank Balances					
	K	Amount 2021	Amount 2020		
Reserve Fund			118,917.28		
Cash and Bank Balances at 31st December, 2021		32,006,757.61			



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



MAIN SUPPORTING DETAILS TO THE NOTES FOR THE FINANCIAL YEAR 2021

NOTE: 1.0

SUMMARY OF RECEIPTS FROM JAAC (JANUARY - DECEMBER, 2021)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
11010100	STATUTORY ALLOCATION	126,406,159.56	143,989,385.21	108,758,833.33	119,742,611.48	134,823,501.66	113,042,173.16	185,395,035.39	197,249,464.93	154,575,327.47	186,932,269.68	#####	158,083,612.97	1,752,084,421.86
NOTE: 1.1														
11010202	VALUE ADDED TAX	80,109,780.60	107,812,707.52	86,605,479.07	124,503,985.74	97,249,410.82	93,930,428.47	79,935,017.55	73,593,927.25	91,012,601.70	82,499,728.61	88,572,273.07	99,085,595.75	1,104,910,936.15
NOTE: 1.3														
1.250.550.42	EXCHANGE GAIN DIFFERENCE	1,250,550.42			976,615.63	716,942.52	547,816.85	1,214,826.88	776,739.13	909,970.17	980,774.43	1,019,570.53	1,326,980.45	9,720,787.01
NOTE: 1.6														
SOLID MINERALS							2,482,007.03							2,482,007.03
NOTE: 1.7														
FOREX EQUALISATION 1		2,220,716.41		2,702,456.10										4,923,172.51
NOTE: 1.10														
AUGMENTATION							7,186,061.39							7,186,061.39
NOTE: 1.13														
NON OIL REVENUE 1				185,908.42		202,186.28	17,965,153.48			17,965,153.48		35,930,306.95	157,342.83	72,406,051.44
NON OIL REVENUE 2							7,186,061.39			144,656.32		17,965,153.48		25,295,871.19
				185,908.42		202,186.28	25,151,214.87			18,109,809.80		53,895,460.43	157,342.83	97,701,922.63

NOTE: 3.2

SUMMARY OF INTERNALLY GENERATED REVENUE (INDEPENDENT REVENUE)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
FINES					5,000.00									5,000.00

NOTE: 4.0

SUMMARY OF INTERNALLY GENERATED REVENUE (INDEPENDENT REVENUE)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
EARNINGS				2,000.00										2,000.00

NOTE: 4.3

SUMMARY OF INTERNALLY GENERATED REVENUE (INDEPENDENT REVENUE)

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
TENEMENT RATE		1,500,000.00	23,349,155.58	2,540,000.00	65,940,000.00	1,000,000.00			1,076,000.00	410,000.00	2,452,000.00			98,267,755.58

NOTE: 5.0

SUMMARY OF PERSONNEL EMOLUMENT (SALARIES) FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
21010101	COUNCIL SALARIES	27,598,449.67	27,598,449.67	31,283,891.75	33,348,921.21	33,784,681.38	33,784,681.38	35,735,031.13	33,436,244.18	33,627,756.00	33,627,774.00	33,676,563.25	30,117,622.17	385,620,065.79
21010103	Cons: Fund Charges (Politicians Salaries)	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	15,077,714.09	180,932,969.08
21010101	Health Workers Salaries	23,593,496.89	23,593,496.89	33,113,080.54	29,099,512.25	33,481,503.84	33,617,364.45	33,617,364.45	33,686,513.69	33,686,513.69	33,686,513.68	33,404,672.17	33,989,727.68	378,569,760.22
21010101	Teachers Salaries	65,070,297.54	65,066,748.81	60,175,918.01	76,637,841.07	76,637,841.07	64,444,712.30	64,340,092.88	63,349,974.96	64,340,092.88	64,340,092.88	64,880,094.75	69,407,094.75	810,988,550.59
	TOTAL	131,339,958.19	131,336,409.46	139,650,604.39	154,163,988.62	158,981,740.38	159,117,600.99	146,874,821.97	146,540,564.84	145,741,958.74	146,732,094.65	#####	148,592,158.69	1,756,110,945.18

NOTE: 5.1

SUMMARY OF PENSION COST FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
Pension Cost		13,422,354.11	14,580,342.95	14,442,247.45	14,575,817.39	14,478,216.25	14,455,276.81	14,454,071.84	14,437,205.81	14,450,118.56	14,541,108.17	14,579,287.64	14,561,936.82	172,978,833.80

NOTE: 5.2

SUMMARY OF STATUTORY DEDUCTION FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
Training Fund		1,616,159.68	2,036,104.71	1,539,274.13	1,974,529.11	1,885,178.13	1,833,108.92	2,087,348.23	2,119,023.95	2,064,950.51	2,114,162.32	2,103,911.15	2,025,812.11	23,399,554.95
Common Services Fund		625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	625,000.00	7,500,000.00
Total Statutory Deduction		2,241,159.68	2,661,104.71	2,164,274.13	2,599,529.11	2,510,178.13	2,458,100.92	2,712,348.23	2,744,023.95	2,689,950.51	2,739,162.32	2,728,911.15	2,650,812.11	30,899,554.95



**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021**



MAIN SUPPORTING DETAILS TO THE NOTES FOR THE FINANCIAL YEAR 2021

NOTE 6.0

SUMMARY OF OVERHEAD FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
22020101	TRAVEL & TRANSPORT TRAINING	32,000.00		4,400,000.00	3,400,000.00	280,000.00		307,500.00	350,000.00	8,955,000.00	410,000.00	959,000.00	5,495,000.00	18,488,500.00
22020102	TRAVEL & TRANSPORT OTHERS	1,983,809.98	3,843,027.33	3,843,027.33	481,122.22	481,122.22	481,122.22	1,894,000.00	1,894,000.00	1,894,000.00	6,168,445.68	850,000.00	175,850.93	19,593,985.05
22020301	STATIONERY & PRINTING	412,000.00	450,000.00	411,699.48	865,088.24	195,398.85	1,934,904.09	400,000.00		1,934,904.09	6,168,445.68	850,000.00	175,850.93	10,796,695.91
22020401	MAINTENANCE OF VEHICLE	50,000.00	3,000,000.00	50,000.00				400,000.00		1,000,000.00		800,000.00	600,000.00	3,200,000.00
22020402	MAINTENANCE OF OFFICE FEE	508,000.00		508,000.00				600,000.00	2,172,000.00		565,000.00	580,000.00	390,000.00	3,253,000.00
22020405	MAINTENANCE OF BOAT	2,071,138.86	10,350,000.00	7,300,000.00	3,000,000.00	1,400,000.00	20,000.00	5,100,000.00	14,375,000.00	12,895,000.00	7,610,000.00	17,450,000.00	6,140,000.00	82,671,138.86
22020601	SECURITY SERVICES	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00	30,000,000.00
22020604	SECURITY VOTE						5,574,364.04	9,346,940.85						14,721,304.89
22020605	CLEANING & SANITATION	7,304,746.68							1,000,000.00		1,800,000.00			2,800,000.00
22020701	FINANCIAL CONSULTING	55,623.00	49,017.72	25,292.23	149,043.18	59,440.00	5,557.25	47,331.61	70,469.76		1,800,000.00	108,176.78	6,340.46	2,139,413.92
22020702	FINANCIAL CHIEFS	849.30												849.30
22021001	REPRESENTATION	120,000.00	700,000.00	430,000.00	120,000.00	1,405,000.00	6,352,700.00	1,660,000.00	1,080,000.00	1,865,000.00	130,000.00	4,843,000.00	860,000.00	13,395,700.00
22021002	REPRESENTATION MEALS	900,000.00	17,500,000.00	17,500,000.00	15,295,000.00	15,295,000.00	14,292,300.00	14,292,300.00	5,179,000.00	28,974,300.00	17,520,000.00	17,493,000.00	12,219,500.00	139,396,600.00
22021003	FOODSTUFFS/ALLOWANCES	2,367,165.68	4,321,585.68	4,321,585.68	12,294,295.68	12,294,295.68					3,958,873.15	6,681,956.94	1,361,555.65	39,966,663.74
22021004	WELFARE	150,000.00	150,000.00	2,350,000.00	1,700,000.00	100,000.00	250,000.00			2,100,000.00	3,240,000.00	2,950,000.00	1,360,000.00	15,450,000.00
22021005	LEGAL													3,250,000.00
22020705	TOTAL	5,372,448.52	28,376,735.04	36,727,293.38	12,996,121.24	27,098,128.34	37,687,033.04	36,212,888.87	27,390,781.61	68,493,039.03	44,949,490.77	58,227,781.64	40,235,247.03	423,846,988.91

NOTE 7.0

SUMMARY OF CAPITAL EXPENDITURES FOR THE PERIOD JANUARY - DECEMBER, 2021

ECONOMIC CODE	DESCRIPTION	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
22010102	ADMINISTRATIVE SECTOR (Lands and Buildings (residential))		12,732,000.00	7,300,000.00	7,370,000.00	8,990,000.00				1,020,000.00				21,560,000.00
22010202	ECONOMIC SECTOR (Roads and Bridges)			7,486,000.00				9,882,000.00		7,290,000.00	8,685,000.00	7,803,000.00	8,970,000.00	50,116,000.00
22010206	SOCIAL SECTOR (SECURITY INSTALLATIONS/EQUIPMENT)			4,251,000.00	3,000,000.00	300,000.00	13,842,000.00	720,000.00	1,600,000.00	15,550,000.00	4,300,000.00			43,163,000.00
22010206	TOTAL CAPITAL EXPENDITURE		12,732,000.00	19,037,000.00	10,370,000.00	9,290,000.00	12,842,000.00	10,112,000.00	1,600,000.00	23,870,000.00	13,075,000.00	29,563,000.00	22,940,000.00	165,241,300.00

NOTE 8.2: INTERNAL LOANS (FGN) FOR THE YEAR 2021

STATEMENT OF INTERNAL LOAN (FGN) FOR THE YEAR 2021

S/NO	INSTITUTION	ORIGINAL LOAN	ADDITIONS/ RESTRUCTURED	PRINCIPAL REPAID	INTEREST REPAID AND OTHER FEES	BALANCE OUTSTANDING
1	LOCAL GOVY. SALARY BALLOUT	175,203,654.97				175,203,654.97
TOTAL		175,203,654.97				175,203,654.97



REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
ON THE ACCOUNTS OF YENAGOA LOCAL GOVERNMENT COUNCIL
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021



YENAGOA CITY LOCAL GOVERNMENT COUNCIL

Telegram: YELGA
Telephone: 089-490072

Our Ref: _____

Your Ref: _____

All correspondence to be address to the Chairman

HEADQUARTERS

P.M.B. 500

Yenagoa,
Bayelsa State.

Date 30/03/2022

STATEMENT OF ACCOUNTING POLICIES

(IPSAS CASH)

ISSUED BY

OFFICE OF THE ACCOUNTANT - GENERAL

BAYELSA STATE OF NIGERIA

2021





LIST OF ABBREVIATIONS/ACRONYMS

Abbreviation/Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
JAAC	Joint 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
LGA	Local Government Area
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCoN	Financial Reporting Council of Nigeria
TR	Treasurer of the Local Government
PPE	Properties, Plants and Equipment
FR	Financial Regulation
FRL	Fiscal Responsibility Law
FCMA	Finance (Control & Management) Act
IGR	Internally Generated Revenue
LGC	Local Government Council
BYSG	Bayelsa State Government
CRFC	Consolidated Revenue Fund Charge
ECH	Executive Chairman
AuG LGs	Auditor-General for Local Governments
NAS	National Audit Standard
GAASG	General Accepted Audit Standard and Guidelines
HCC	Historical Cost Convention



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 Bayelsa State Government 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 Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when Cash (including Cash Equivalents) is received or paid by the LGAs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of Cash raised during the period, the purposes for which Cash was used and the Cash balances at the reporting date. The measurement focus in the GPFS balances is Cash and changes during the period. Therefore, Bank Reconciliation Statement shall form integral part of periodic Reports in Bayelsa State.

Notes to the GPFS provide additional information about liabilities, including payables and borrowings, and non-cash assets that include receivables, investments and property, plant and equipment.

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 Treasurer of Yenagoa Local Government Area, Bayelsa State.



S/N	Accounting Policies:
1	<p>Accounting Terminologies / Definitions</p> <ul style="list-style-type: none"> · Accounting policies are the specific principles, bases, conventions, rules and practices adopted by the Local Government Areas in Bayelsa State in preparing and presenting Financial Statements. · 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 basis means a basis of accounting that recognizes transactions and other events only when cash is received or paid. · 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. Payments are based on approvals, warrants and budgetary provisions. · Cash Controlled by Yenagoa Local Government: Cash is deemed to be controlled by Yenagoa 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: <ul style="list-style-type: none"> · 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



	<ul style="list-style-type: none"> · Is controlled by a public sector management or the government. · Notes to the GPFS shall include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information
2	<p>General Purpose Financial Statements (GPFS)</p> <p>The GPFS comprise of Statement of Cash Receipts and Payments and other statements that disclose additional information about the Cash Receipts, Payments and Balances controlled by the Local Government as well as Accounting Policies and Notes to the Financial Statements. In Bayelsa State, the GPFS Accounting Policy include the following:</p> <ul style="list-style-type: none"> · Statement 1- Cash Flow Statements: Statement of Cash Receipts and Payments which: <ul style="list-style-type: none"> · recognizes all Cash Receipts, Cash Payments and Cash Balances controlled by the State government; and · separately identifies payments made by third parties on behalf of the State government. · Statement 2- Statement of Assets and Liabilities: Statement of Financial Position (also known as Balance Sheet); · Statement 3- Statement of Consolidated Revenue Fund: Statement Recurrent Financial Performance (also known as Profit & Loss Account); · Statement 4- Statement of Capital Development Fund: Statement of Capital Financial Performance (also known as Capital Expenditure); · Notes to the Accounts: Additional disclosures to explain the GPFS; and · Accounting Policies and Explanatory Notes.
3.	<p>Basis of Preparation and Legal Provisions</p> <ul style="list-style-type: none"> · 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.



4.	<p>Fundamental Accounting Concepts</p> <p>The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Bayelsa State:</p> <ul style="list-style-type: none">· Cash Basis of Accounting;· Under-stability;· Materiality,· Relevance;· Going Concern Concept;· Consistency Concept· Prudence· Completeness, etc.
5.	<p>Accounting Period</p> <p>The accounting year (fiscal year) is from 1st January to 31st December. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.</p>
6.	<p>Reporting Currency</p> <p>The General Purpose GPFS are prepared in Nigerian Naira.</p>
7.	<p>MDA for Consolidation</p> <ul style="list-style-type: none">· The Consolidation of the GPFS is based on the Cash transactions of all departments of the Local Government except Government Business Enterprises (GBEs).
8.	<p>Comparative Information</p> <ul style="list-style-type: none">· The General Purpose GPFS shall disclose all numerical information relating to previous period (at least one year).
9.	<p>Budget Figures</p> <ul style="list-style-type: none">· These figures are from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Bayelsa State and reallocations within the budget.



10.	<p>Receipts</p> <ul style="list-style-type: none">· These are Cash inflows within the Financial Year. They comprise of receipts from Statutory Allocations (JAAC monthly disbursement), Taxes, External Assistance (from Bilateral and Multilateral Agencies), Other Aid and Grants, Other Borrowings, Capital Receipts (Sale of Government Assets, etc), Receipts from Trading activities and Other Cash Receipts.
	<ul style="list-style-type: none">· These items shall be disclosed at the face of the Statement of Cash Receipts and Payment for the year in accordance with the standardised GPFS. Notes shall be provided as per standardised Notes to GPFS.
11.	<p>External Assistance</p> <ul style="list-style-type: none">· Receipts from Loans are Funds received from external sources to be paid back at an agreed period of time. They are categorised either as Bilateral or Multilateral.· External Loans receipts shall be disclosed separately under Statement of Cash Receipts and Payment for the year.
12.	<p>Other Borrowings / Grants & Aid Received</p> <ul style="list-style-type: none">· These shall be categorised as either Short or Long term Loans. Short-Term Loans are those repayable within one calendar year (12 months), while Long-Term Loans and Debts shall fall due beyond one calendar year (above 12 months). Loans shall be disclosed separately and Grants shall also be separately disclosed under Statement of Cash Receipts and Payment for the year.
13.	<p>Interest Received</p> <ul style="list-style-type: none">· Interest actually received during the financial year shall be treated as a receipt under item 'Other Receipts'.
14.	<p>Government Business Activities</p> <ul style="list-style-type: none">· Cash Receipts from Trading Activities shall be received net (after deducting direct expenses) unless otherwise provided for by law or policy in force. Total receipts from all trading activities shall be disclosed in the Statement of Cash Receipts and Payments under 'Trading Activities' item.



	<ul style="list-style-type: none"> Where gross revenue is received, corresponding payments shall be charged under a corresponding payment item head 'Government Business Activities' in the Statement of Receipts and Payments.
15.	<p>Payments</p> <ul style="list-style-type: none"> These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorised either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.
16.	<p>Loans Granted:</p> <ul style="list-style-type: none"> Payments to other Government and Agencies in form of Loans during the year shall be shown separately in the Statement of Receipts and Payments. Amount disclosed shall be actual amount paid during the year.
17.	<p>Loan Repayments</p> <ul style="list-style-type: none"> Cash receipts from loans granted to other agencies and government shall be classified under loan repayments in the Statement of Receipts and Payments. Amount disclosed shall be actual amount received during the year.
18.	<p>Interest on Loans:</p> <ul style="list-style-type: none"> Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest payment in the Statement of Cash Receipts and Payments
19.	<p>Foreign Currency Transactions:</p> <ul style="list-style-type: none"> 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.



	<ul style="list-style-type: none">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.
20.	Prepayments <ul style="list-style-type: none">Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.
21.	Investments: <ul style="list-style-type: none">Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are Capital Costs and are disclosed as purchase of Financial Instruments or may be given an appropriate name as the case may be. They are separately disclosed in the GPFS (Statement of Receipts and Payments) under capital payments.
22.	Leases <ul style="list-style-type: none">Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and paymentsOperating lease cash payments, where the lessors effectively retain substantially all the risks and benefits of ownership of the leased items, are treated as operating expenses.
23.	Cash Balances <p>This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year and no restriction on cash balances.</p>



Advances

24.

- All Cash Advances shall be retired before the end of the financial year. However should circumstances occur (including an Emergency) where either an advance is given out close to the financial year end or an advance already given could not be accounted for, such an advance (or balance outstanding) shall be treated as cash equivalent since there shall be no proof that such funds have been utilised.

~~Signature~~ 30/03/2022

Comr. Akpos Ekiegha
Treasurer