

GOVERNMENT OF AKWA IBOM STATE OF NIGERIA

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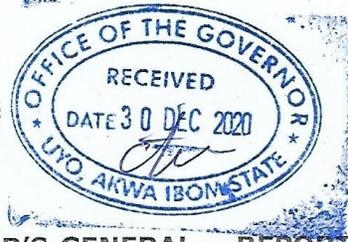
(All communications to be addressed to the Auditor-General for Local Governments)



OFFICE OF THE AUDITOR-GENERAL
FOR LOCAL GOVERNMENTS
NO. 8 OKPON STREET
P.M.B 1025
UYO
AKWA IBOM STATE

Date: 30th December, 2020

His Excellency
The Governor of Akwa Ibom State
Governor's Office
Uyo



SUBMISSION OF AUDITOR'S-GENERAL REPORT ON THE ACCOUNTS OF THE THIRTY-ONE LOCAL GOVERNMENT COUNCILS FOR 2019 FINANCIAL YEAR

I wish to respectfully submit herewith five (5) copies of the Auditor's-General for Local Governments Report on the accounts of the thirty-one (31) Local Governments for the year ended 31st December, 2019 for His Excellency's perusal.

I am grateful to His Excellency for supporting us to discharge our statutory responsibilities.


Francis Udofa Okon, FCA
Auditor-General for Local Governments

GOVERNMENT OF AKWA IBOM STATE OF NIGERIA

Telegrams:

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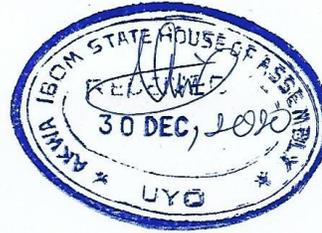
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OFFICE OF THE AUDITOR-GENERAL
FOR LOCAL GOVERNMENTS
NO. 8 OKPON STREET
P.M.B 1025
UYO
AKWA IBOM STATE

Date: 30th December, 2020

The Clerk
Akwa Ibom State House of Assembly
Udo Udoma Avenue
Uyo



SUBMISSION OF AUDITOR'S-GENERAL FOR LOCAL GOVERNMENTS REPORT ON THE ACCOUNTS OF THE THIRTY-ONE (31) LOCAL GOVERNMENT COUNCILS FOR 2019 FINANCIAL YEAR

In compliance with Section 9, Sub-section 3 of the Audit Law, CAP 17, the Laws of Akwa Ibom State of Nigeria, 2000, I submit herewith thirty (30) copies of the Report of the Auditor-General for Local Governments on the accounts of the thirty-one Local Government Councils for the year ended 31st December, 2019 for consideration by the House.

Thank you.


Francis Udofa Okon, FCA
Auditor-General for Local Governments



AKWA IBOM STATE OF NIGERIA

**REPORT OF THE AUDITOR –GENERAL
FOR LOCAL GOVERNMENTS**

ON THE

**ACCOUNTS OF THE THIRTY – ONE LOCAL
GOVERNMENTS OF AKWA IBOM STATE
FOR THE YEAR ENDED 31ST DECEMBER, 2019**

Contents	Pages
Auditor's -General Comments on the 2019 Accounts - - - -	3-9
Responsibility For Financial Statements-- - - - -	10-13
Opinion of the Auditor General on the Financial Statements-- - - - -	14-15
Auditor General's Audit Certificate-- - - - -	16
Accounting Policies - - - - -	17
Consolidated Cash Flow Statement - - - - -	18
Consolidated Statement of Assets and Liabilities - - - - -	19
Consolidated Statement of Consolidated Revenue Fund -- - - - -	20
Consolidated Statement of Capital Development Fund - - - - -	21
Notes to the Consolidated Financial Statements - - - - -	22-31

Financial Statements of Individual Local Governments

i. Abak - - - - -	32-41
ii. Eastern Obolo- - - - -	42-51
iii. Eket- - - - -	52-61
iv. EsitEket- - - - -	62-71
v. EssienUdim- - - - -	72-81
vi. EtimEkpo- - - - -	82-91
vii. Etinan- - - - -	92-101
viii. Ibeno- - - - -	102-111
ix. Ibesikpo/Asutan- - - - -	112-121
x. IbionIbom- - - - -	122-131
xi. Ika- - - - -	132-141
xii. Ikono- - - - -	142-151
xiii. IkotAbasi- - - - -	152-161
xiv. IkotEkpene- - - - -	162-171
xv. Ini- - - - -	172-181
xvi. Itu- - - - -	182-191
xvii. Mbo- - - - -	192-201
xviii. MkpatEnin- - - - -	202-211
xix. NsitAtai- - - - -	212-221
xx. NsitIbom- - - - -	222-231
xxi. NsitUbium- - - - -	232-241
xxii. ObotAkara- - - - -	242-251
xxiii. Okobo- - - - -	252-261
xxiv. Onna- - - - -	262-271
xxv. Oron- - - - -	272-281
xxvi. OrukAnam- - - - -	282-291
xxvii. UdungUko- - - - -	292-301
xxviii. Ukanafun- - - - -	302-311
xxix. Uruan- - - - -	312-321
xxx. Urueoffong/Oruko- - - - -	322-331
xxxi. Uyo- - - - -	332-342
xxxii. Summary of SLG JAAC Receipts for 2019 -- - - - -	343
xxxiii. Summary of SLG JAAC Receipts & Disbursement to Councils - - - - -	344
xxxiv. Remittances from SLG JAAC To Local Government Councils - - - - -	345

INTRODUCTION

The accounts of the thirty-one (31) Local Government Councils in Akwa Ibom State for the year ended 31st December, 2019 have been audited under my direction in accordance with section 9 (3) of the Audit Law, CAP 17, the Laws of Akwa Ibom State of Nigeria, 2000, VOL.1, as amended.

2. The books, records, procedures and the systems of the Councils were examined in addition to auditing the financial statements prepared by the Directors of Finance of the respective Local Government Councils.

My comments on the audit are here presented.

3. SUBMISSION OF ACCOUNTS

Section 9 Subsection 1 of the Akwa Ibom State Audit Law 2000 requires Local Governments to submit their accounts for audit three months following the end of the financial year in focus.

Again, none of the Local Governments met the deadline for the submission of 2019 accounts. Those that did submit, did so between July and October, 2020. The Financial Statements of Seven Local Governments were compiled during the audit.

It is the responsibility of Management to prepare Financial Statements. Any Local Government that fails to discharge this responsibility should be sanctioned.

4. BOOK-KEEPING

The standard book-keeping across the thirty-one (31) Local Governments was still poor. Omissions, mispostings and errors were observed and precious audit time was invested to address them. Specific observations in this regard are in the Inspection Reports of individual Local Government Councils.

RECOMMENDATIONS:

- (i) Training and re-training of Accounts Personnel.
- (ii) Automation of the Accounting System.
- (iii) Enforcement of extant rules on handing/taking over on the exit of officers.
- (iv) Directors of Finance to step up supervision of their Departments.

5. INTERNAL CONTROL SYSTEM

Failure to adhere to Internal Control Procedures stipulated by the Model Financial Memoranda (FM) for Local Governments, circulars and other rules was still observed across the thirty-one (31) Local Governments.

The infractions were duly rectified before the conclusion of the audit.

However, the following general recommendations are proffered to avoid recurrence of the lapses:

- i. Directors of Finance and other Heads of Department are enjoined to always abide by the provisions of the Model Financial Memoranda and other regulations to enthrone transparency and accountability in the Local Government System.
- ii. Internal Auditors of Local Government Councils should be trained on Internal Audit Functions and Modalities.

6. TRAINING ON INTERNATIONAL PUBLIC SECTOR ACCOUNTING STANDARDS (IPSAS)

Training in the practical application of IPSAS is recommended for staff of the unified Local Government Service in Akwa Ibom State

7. APPROPRIATIONS:

The Local Government Councils in Akwa Ibom State budgeted a total sum of ₦81,239,801,932.00 (Eighty-one Billion, Two Hundred and Thirty Nine Million, Eight Hundred and One Thousand, Nine Hundred and Thirty Two Naira) only for their services in 2019 financial year as follows:

				₦
(i)	Consolidated Revenue Fund Charges	-	-	31,742,500,000.00
(i)	Personnel Costs	-	-	14,177,768,590.00
(iii)	Overhead Costs	-	-	7,449,387,710.00
(iv)	Capital Expenditure	-	-	<u>27,870,145,632.00</u>
	Total			<u>81,239,801,932.00</u>

8. PROPOSED SOURCES OF FUNDING THE 2019 BUDGET

The Thirty One (31) Local Government Councils proposed the following sources for funding the 2019 budget:

			₦
(1)	Internally Generated Revenue		1,794,443,000.00
(2)	Statutory Allocation		74,483,200,000.00
(3)	Capital Receipts		4,962,158,932.00
	Total		81,239,801,932.00

HIGHLIGHTS OF FINANCIAL PERFORMANCE

9. REVENUE:

The Councils' total budgeted revenue for year 2019 was ₦81,239,801,932.00 whereas ₦19,772,320,134.46 or 24 % was actually collected.

The breakdown is as follows-

REVENUE ITEM	BUDGET 2019 ₦	ACTUAL 2019 ₦	% Performance
Internal Generated Revenue (IGR):-			
Taxes	171,005,000.00	8,348,400.00	5
Rate	340,073,500.00	150,061,300.00	44
Local License, Fees and Fines	495,352,000.00	106,403,870.79	21
Earnings from Commercial undertaking	337,830,000.00	115,092,830.00	34
Rent on Local Govt Property	124,615,500.00	11,289,600.00	9
Interest and Dividend	18,128,000.00	-	0
Grants	7,350,000.00	3,300,000.00	45
Miscellaneous	300,089,000.00	76,497,318.65	25
Total IGR	1,794,443,000.00	470,994,319.44	26
Statutory Allocation	74,483,200,000.00	19,301,325,815.02	26
Capital Receipts	4,962,158,932.00	-	0
Grand Total	81,239,801,932.00	19,772,320,134.46	24

The Councils' Internally Generated Revenue (IGR) performance at 26% of Budget for the year 2019 was very poor and portrays over reliance on the statutory allocation from the Federation Account. The Councils should ensure that all revenue sources are properly harnessed. The actual Statutory Allocations of ₦19,301,325,815.02 was the net amount distributed to the Local Government Councils after approved deductions by the State Local Government Joint Account Allocation Committee. The actual receipt was 26% of the budgeted sum of ₦74,483,200,000.00.

Details are shown in Notes 1 and 2.

10. EXPENDITURE:

The total actual expenditure of the Councils was ₦18,127,764,236.91 or 22% of the budget of ₦81,239,801,932.00

The breakdown is as follows:

S/N	DESCRIPTION	BUDGET 2019 A ₦	ACTUAL 2019 B ₦	VARIANCE 2019 A-B ₦	% Perfor mance
1	Consolidated Revenue Fund Charges	31,742,500,000.00	2,202,128,553.59	29,540,371,446.41	7
2.	Personnel Costs	14,177,768,590.00	10,067,975,706.39	4,109,792,883.61	71
3.	Overhead Costs	7,449,387,710.00	4,094,476,053.96	3,354,911,656.04	45
4.	Capital Expenditure	27,870,145,632.00	1,763,183,922.97	26,106,961,709.03	6
	Total	81,239,801,932.00	18,127,764,236.91	63,112,037,695.09	22

Generally, expenditures on all the heads/ subheads were within budget. However, a number of Local Government Councils overshot their personnel budgets during the year under review.

Capital expenditure was low at 6% of budget and 9.9% of total expenditure. Expenditures across the Local Government Councils in 2019 were substantially distorted because of non-retirement of current year and retirement of the previous years' advances in the current year. Councils should enforce prompt retirement of advances to ensure that expenditures are reported in the appropriate periods. Details of expenditures are shown in notes 3,4,5 and 6.

HIGHLIGHTS OF FINANCIAL POSITION

11. CASH AND BANK BALANCES:

The total Cash and Bank balances was ₦1,001,136,509.58 as at 31st December, 2019 as follows:

	₦
Cash in Hand	67,677,857.94
Cash at Bank	<u>933,458,651.64</u>
Total	<u>1,001,136,509.58</u>

It was observed that some Councils' bank balances were not reconciled as required by FM 19.23. Councils must ensure that bank reconciliation is given due priority to safeguard public funds. Details of the balances are in Note 9.

12. ADVANCES: ~~₦~~37,771,759,551.13.

Outstanding Advances for the thirty-one local Government Councils in Akwa Ibom State for year 2019 stood at ~~₦~~37,771,759,551.13. The Impersonal Advances should be retired. Salary/Special and Motor Vehicle advance which appeared to have been abandoned should be recovered from the salaries of the beneficiaries. Details of advances are in Note 10.

13. DEPOSITS: ₦9,595,558,500.38.

Deposit balances which represents obligations to third parties as at 31st December, 2019 totaled ₦9,595,558,500.38. The Councils must ensure prompt remittance of the balances to the rightful claimants. Details of the balances are in Note 11.

14. CONSOLIDATED REVENUE FUND BALANCE: ₦29,177,337,560.33

The sum of ₦29,177,337,560.33 (Twenty Nine Billion, One Hundred and Seventy Seven Million, Three Hundred and Thirty-seven Thousand, Five Hundred and Sixty Naira, Thirty –three kobo) was the Consolidated Revenue Fund balances for the thirty one (31) Local Government Councils in Akwa Ibom State as at 31st December, 2019. One Local Government ended up with negative reserve which is being looked into. The breakdown of the amount is shown in Note 12.

15. INSPECTION REPORTS

Audit Inspection Reports for the financial year, 2019 have been issued to individual Local Governments. The observations, queries and recommendations therein are under correspondence.

16. ACKNOWLEDGEMENT

I thank the Management and staff of the thirty-one (31) Local Government Councils for their cooperation during the audit.

I also thank all staff of the Office of the Auditor-General for Local Governments, Akwa Ibom State, for their hardwork and dedication to duty which have made this report possible.

I equally thank the Governor of Akwa Ibom State, His Excellency, Mr. Udom Emmanuel, for supporting us to discharge our statutory responsibilities.

Finally I appreciate, the Speaker and Members of the Akwa Ibom State House of Assembly, who through the Public Accounts Committee have done so much to assist us.



Francis Udofa Okon, FCA
Auditor-General for Local Governments
Akwa Ibom State

Responsibility For Financial Statements

The Financial Statements of the Local Government Councils of Akwa Ibom State have been prepared by the respective Directors of Finance in accordance with the Provisions of the Model Financial Memoranda.

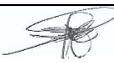
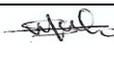
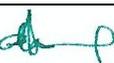
The Financial Statements comply with the International Public Sector Accounting Standards (IPSAS) Cash Basis.

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

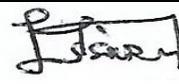
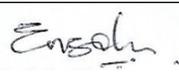
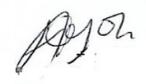
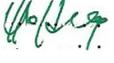
To the best of our knowledge, the system of internal controls have operated adequately throughout the period under review.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS Cash Basis and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of the Local Government Councils at as 31st December, 2019 and their operations for the period ended on that date.

S/N	LOCAL GOVT. AREAS	NAMES OF DIRECTORS OF FINANCE	SIGN	NAMES OF CHAIRMEN OF COUNCILS	SIGN.
1	Abak	Mr. Wilson E. Wilson Uyah		Hon. Barr. Imo Williams	
2	Eastern Obolo	Mr. Idongesit J. Udodiong		Hon. Victoria George Tallick	
3	Eket	Mrs. Faith S. Nyoho		Hon. Frank Archibong	
4	EsitEket	Eld. Udo S. Edemeka		Rt. Hon. Iniobong R. Nnamso	
5	EssienUdim	Pst. Dianabasi A. Eshiett		Hon. Raphael Isobara	

6	EtimEkpo	Mr. Okokon O. Ekpenyong		Rt. Hon. UdemeEduo	
7	Etinan	Mr. UdoUdoIsong		Hon. Cletus AsukwoEkpo	
8	Ibeno	Mrs. Joanna NseAbasiAkpan		Hon. Sunday Iseokobo	
9	IbesikpoAsutan	Mr. Utibe E. Etim		Rt. (Hon.) Sylvester E. George	
10	IbionoIbom	Pst. Victor John		Hon. EkomAbasi S. Akpan	
11	Ika	Mr. Edet N. Ekop		Rt. Hon. Anthony G. Udousung	
12	Ikono	Mr. Aniekan O. Dan		Hon. Itoro P. Columba	
13	IkotAbasi	Mr. NyeneimeUmoh		Hon. David D. Eshiet	
14	IkotEkpene	Mr. Idongesit T. Udoh		Rt. Hon. UnyimeEtim	
15	Ini	Mr. EdetEffiongUkosin		Hon. Israel Idaisin	
16	Itu	Mr. Aniefiok N. Udonte		Hon. Barr. EtetimOnuk	

17	Mbo	Akparawa Offiong Out		Rt. Hon. Asuquo E. Eyo	
18	MkpatEnin	Dcns. EnoUmanaEtor		Hon. Ekanem A. Brown	
19	NsitAtai	Mr. Ini Arthur Akpan		Rt. Hon. Lady Emembanga	
20	NsitIbom	Mrs. Mfon C. Ekanem		Rt. Hon. Eric Akpan	
21	NsitUbium	Mrs. Eno U. Etor		Hon (Eld.) Udemeobong S. Bassey	
22	ObotAkara	Mr. Uwem K. Essien		Hon. (Etubom) AnietieUdoUdo	
23	Okobo	Mrs. Rita A. Equere		Hon. Ubuo E. Ubuo	
24	Onna	Mr. Christian H. Akpan		Rt. Hon. Imo S. Attat	
25	Oron	Mrs. Enobong S. Andrews		Rt. Hon. Anthony B. Etim	
26	OrukAnam	Mr. Aniefiok I. Oyoh		Rt. Hon. Ubong S. Idiong	
27	UdungUko	Mr. OkonEdetEffiong		Hon. OkonEdet Oku	
28	Ukanafun	Mr. Iniobong J. Udoh		Rt. Hon. UkoOkonIdiong	

29	Uruan	Mr. Saviour A. Okon		Rt. Hon. Henry Isaiah Udofia	
30	UrueOffong/ Oruko	Mr. Nyaknobong J. Etuk		Hon. UmanahEdetEfombruh	
31	Uyo	Mr. Anietie O. Akpakpan		Eld. (Hon.) Imoh A. Okon	

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

Pursuant to Section 9 (3) of the Audit Law, CAP 17, Laws of AkwaIbom State of Nigeria 2000, VOL. I, as amended, I have audited the Financial Statements of the Thirty-One (31) Local Government Councils of Akwa Ibom State for the year ended 31st December, 2019.

RESPONSIBILITY OF DIRECTORS OF FINANCE AND THE AUDITOR-GENERAL

The Directors of Finance of the respective Local Governments are responsible for the preparation of the Financial Statements of the Local Government Councils for each financial year in compliance with the Finance (Control and Management) Law, CAP 50, Laws of Akwa Ibom State of Nigeria, 2000 VOL.3 as amended, Financial Memoranda and other relevant laws and regulations.

In preparing the Financial Statements, the Directors of Finance are expected to select suitable accounting policies and apply them consistently. The Financial Statements should be prepared on a going concern basis. The Directors of Finance are also responsible for ensuring that proper Books of Accounts are kept and that internal control procedures are maintained in order to safeguard the assets, detect and prevent fraud and other irregularities.

It is my responsibility as the Auditor-General for Local Governments to form and express an independent opinion, based on my audit, on the Financial Statements prepared by the Directors of Finance.

BASIS OF OPINION

I conducted my audit in compliance with the relevant laws of the Federal Republic of Nigeria and in accordance with Public Sector Auditing Standards. These standards require that I plan and perform the audit to obtain reasonable assurance that the Financial Statements are free from material misstatements. An audit includes examination, on a test basis, of evidence supporting the amounts and disclosures in the Financial Statements. It also includes an assessment of the Accounting Principles used and significant judgements made by the Directors of Finance in the preparation of the Financial Statements and an evaluation of the overall adequacy of the presentation of information in the Financial Statements. I planned and performed such audit

procedures so as to obtain all the information and explanations, which I considered necessary for the purpose of my audit.

The audit provided me with a reasonable basis for an independent opinion.

OPINION

In my opinion, the Financial Statements, which are in agreement with the books and returns, give a true and fair view of the financial position of the thirty-one (31) Local Government Councils for the year ended 31st December, 2019.


Francis Udofa Okon, FCA
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474

AUDIT CERTIFICATE

I have examined the Financial Statements of all the thirty-one (31) Local Government Councils of Akwa Ibom State for the year ended 31st December, 2019 in accordance with Section 9 (3) of Akwa Ibom State Audit Law, 1997.

I have obtained all the information and explanations that I required for my audit.

In my opinion, the Financial Statements which is in compliance with IPSAS Cash Basis give a true and fair view of the consolidated financial position of the thirty-one (31) Local Government Councils for the year ended 31st December 2019.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
December, 2020

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the Councils after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

AKWA IBOM STATE LOCAL GOVERNMENT COUNCILS
STATEMENT NO.1
CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASH FLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS:				
Statutory Allocation	1	54,072,000,000.00	19,301,325,815.02	16,495,115,843.60
OTHERS: Derivation	1	8,150,000,000.00	-	-
Value Added Tax	1	10,871,200,000.00	-	-
State Allocation	1	940,000,000.00	-	-
Excess Crude	1	100,000,000.00	-	-
Stabilization	1	-	-	-
Taxes	2	171,005,000.00	8,349,400.00	25,919,200.00
Rates	2	340,073,500.00	150,061,300.00	136,164,000.00
Local License, fines and fees	2	495,352,000.00	106,403,870.79	61,405,473.00
Earning from Commercial Undertakings	2	337,830,000.00	115,092,830.00	111,999,766.00
Rent on Local Government Property	2	124,615,500.00	11,289,600.00	10,918,100.00
Interest & Dividends Receivable	2	18,128,000.00	-	50,000.00
Grants	2	7,350,000.00	3,300,000.00	220,000.00
Miscellaneous	2	300,089,000.00	76,497,318.65	108,140,792.81
Capital Receipts : B/ F		151,640,000.00	-	-
Grants		3,593,368,932.00	-	-
Miscellaneous		1,217,150,000.00	-	-
TOTAL RECEIPTS		81,239,801,932.00	19,772,320,134.46	16,949,933,175.41
PAYMENTS:				
Consolidated Rev. Fund Charges:				
Political/Public Office Holders	3	2,416,050,000.00	2,172,775,233.59	1,828,546,483.05
Pensions/Training Fund/Traditional Rulers Council	3	6,845,450,000.00	4,300,000.00	-
Funding of Primary Education	3	22,014,000,000.00	-	-
Admin. Charges	3	75,000,000.00	-	-
Internal Debt Servicing	3	392,000,000.00	25,053,320.00	38,133,900.00
Total Consolidated Revenue Fund Charges	3	31,742,500,000.00	2,202,128,553.59	1,866,680,383.05
Personnel Costs	4	14,177,768,590.00	10,067,975,706.39	10,339,309,367.67
Overhead Costs	5	7,449,387,710.00	4,094,476,053.96	3,564,966,702.68
TOTAL PAYMENTS		53,369,656,300.00	16,364,580,313.94	15,770,956,453.40
Net Cash Flow From Operating Activities A		27,870,145,632.00	3,407,739,820.52	1,178,976,722.01
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	27,870,145,632.00	1,763,183,922.97	1,617,048,917.34
Net Cash Flow From Investing Activities B			(1,763,183,922.97)	(1,617,048,917.34)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(2,361,580,856.77)	(257,701,252.25)
Increase/decrease in other Liabilities	8		1,107,126,484.26	306,088,908.15
Total Cash Flow From other Cash equivalent Accounts C			(1,254,454,372.51)	48,387,655.90
Net Cash Flow For The Year (A +B+C)			390,101,525.04	(389,684,539.43)
Cash and its equivalent as at 1 st January,2019	9		611,034,984.54	1,000,719,523.97
Cash and its equivalent as at 31 st December,2019	9		1,001,136,509.58	611,034,984.54

**AKWA IBOM STATE LOCAL GOVERNMENT COUNCILS
STATEMENT NO.2**

CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	Notes	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	67,677,857.94	133,569,329.07
Cash at Bank	9	933,458,651.64	477,465,655.47
TOTAL LIQUID ASSETS		1,001,136,509.58	611,034,984.54
Investment & Other Cash Assets:			
Advances	10	37,771,759,551.13	35,410,178,694.36
TOTAL ASSETS		<u>38,772,896,060.71</u>	<u>36,021,213,678.90</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		29,177,337,560.33	27,532,781,662.78
OTHER LIABILITIES			
Deposits	11	9,595,558,500.38	8,488,432,016.12
TOTAL LIABILITIES		<u>38,772,896,060.71</u>	<u>36,021,213,678.90</u>

AKWA IBOM STATE LOCAL GOVERNMENT COUNCILS

STATEMENT NO.3

CONSOLIDATED STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019.

ACTUAL 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	ACTUAL 2019 ₦	VAR %
27,970,853,858.11	Opening Balances	-		-	27,532,781,662.78	
	Add Revenue:					
16,495,115,843.60	Statutory Allocation	54,072,000,000.00	-	54,072,000,000.00	19,301,325,815.02	(64)
-	Derivation	8,150,000,000.00	-	8,150,000,000.00	-	(100)
-	Value Added Tax	10,871,200,000.00	-	10,871,200,000.00	-	(100)
-	State Allocation	940,000,000.00	-	940,000,000.00	-	(100)
-	Excess Crude	100,000,000.00	-	100,000,000.00	-	(100)
-	Stabilization	-	-	-	-	
16,495,115,843.60	Sub Total Statutory Allocation	74,483,200,000.00	-	74,483,200,000.00	19,301,325,815.02	(74)
25,919,200.00	Taxes	171,005,000.00	-	171,005,000.00	8,349,400.00	(95)
136,164,000.00	Rates	340,073,500.00	-	340,073,500.00	150,061,300.00	(56)
61,405,473.00	Local License, fines and fees	495,352,000.00	-	495,352,000.00	106,403,870.79	(79)
111,999,766.00	Earning from commercial undertakings	337,830,000.00	-	337,830,000.00	115,092,830.00	(66)
10,918,100.00	Rent on Local Govt. Property	124,615,500.00	-	124,615,500.00	11,289,600.00	(91)
50,000.00	Interest & Dividends Receivable	18,128,000.00	-	18,128,000.00	-	(100)
220,000.00	Grants	7,350,000.00	-	7,350,000.00	3,300,000.00	(55)
108,140,792.81	Miscellaneous	300,089,000.00	-	300,089,000.00	76,497,318.65	(75)
454,817,331.81	Sub. Total IGR	1,794,443,000.00	-	1,794,443,000.00	470,994,319.44	(74)
44,920,787,033.52	TOTAL REVENUE	76,277,643,000.00	-	76,277,643,000.00	47,305,101,797.24	(38)
	EXPENDITURE		-			
	Consolidated Rev. Fund Charges:		-			
1,828,546,483.05	Political/Public Office Holders	2,416,050,000.00	-	2,416,050,000.00	2,172,775,233.59	10
-	Pensions/Training Fund/Traditional Rulers Council	6,845,450,000.00	-	6,845,450,000.00	4,300,000.00	99
-	Funding of Primary Education	22,014,000,000.00	-	22,014,000,000.00	-	100
-	Admin Charges	75,000,000.00	-	75,000,000.00	-	100
38,133,900.00	Internal Debt Servicing	392,000,000.00	-	392,000,000.00	25,053,320.00	94
1,866,680,383.05	Sub Total CRFC	31,742,500,000.00	-	31,742,500,000.00	2,202,128,553.59	93
10,339,309,367.67	Personnel Costs	14,177,768,590.00	-	14,177,768,590.00	10,067,975,706.39	29
3,564,966,702.68	Overhead Costs	7,449,387,710.00	-	7,449,387,710.00	4,094,476,053.96	45
15,770,956,453.40	Total Recurrent Expenditure	53,369,656,300.00	-	53,369,656,300.00	16,364,580,313.94	69
29,149,830,580.12	Operating Balance	22,907,986,700.00	-	22,907,986,700.00	30,940,521,483.30	
1,617,048,917.34	Transfer to Capital Dev. Fund	(27,870,145,632.00)	-	(27,870,145,632.00)	(1,763,183,922.97)	94
27,532,781,662.78	CLOSING BALANCE	(4,962,158,932.00)	-	(4,962,158,932.00)	29,177,337,560.33	

AKWA IBOM STATE LOCAL GOVERNMENT COUNCILS
STATEMENT NO.4
CONSOLIDATED STATEMENT OF CAPITAL DEVELOPMENT FUND FOR
THE YEAR ENDED 31ST DECEMBER, 2019.

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp-Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	151,640,000.00		151,640,000.00	-	
	Add Revenue:					
1,617,048,917.34	Transfer from Consolidated Rev. Fund	27,870,145,632.00	-	27,870,145,632.00	1,763,183,922.97	94
	Grant	3,593,368,932.00	-	3,593,368,932.00	-	100
	Miscellaneous	1,217,150,000.00	-	1,217,150,000.00	-	100
1,617,048,917.34	Total Revenue available	32,832,304,564.00		32,832,304,564.00	1,763,183,922.97	95
	Less Capital Expenditure :					
403,981,443.62	Economic Sector	7,897,389,000.00	-	7,897,389,000.00	267,953,116.17	97
177,577,340.00	Social Sector	5,805,751,150.00	-	5,805,751,150.00	235,776,015.00	96
111,969,095.74	Environmental/Reg. Dev.	2,960,049,000.00	-	2,960,049,000.00	121,908,250.00	96
923,521,037.98	General Administration	11,206,956,482.00	-	11,206,956,482.00	1,137,541,541.80	90
1,617,048,917.34	Total Expenditure	27,870,145,632.00	-	27,870,145,632.00	1,763,183,922.97	94
0	Closing Balance	4,962,158,932.00	-	4,962,158,932.00	0	

AKWA IBOM STATE LOCAL GOVERNMENT COUNCILS
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2019
NOTES TO THE ACCOUNTS

NOTE 1 STATUTORY REVENUE							
Actual 2018 N	S/N	Name of LGC	Gross Revenue from FAAC N	10% IGR from State N	Total Revenue N	JAAC Statutory Deductions N	Transfers to Councils- Actual 2019 N
527,292,300.89	1	Abak	1,851,429,220.73	19,980,194.04	1,871,409,414.77	1,241,004,102.92	630,405,311.85
402,630,899.31	2	Eastern Obolo	1,463,646,428.83	12,978,763.92	1,476,625,192.75	979,914,447.78	496,710,744.97
545,873,524.26	3	Eket	1,925,021,553.01	17,901,637.56	1,942,923,190.57	1,266,979,962.51	675,943,228.06
440,732,571.71	4	Esit Eket	1,489,446,741.84	15,590,272.44	1,505,037,014.28	959,411,315.47	545,625,698.81
611,228,788.28	5	Essien Udim	1,987,684,785.86	20,370,746.76	2,008,055,532.62	1,307,567,492.86	700,488,039.76
585,938,507.28	6	Etim Ekpo	1,713,962,895.90	17,008,513.32	1,730,971,409.22	1,044,281,045.50	686,690,363.72
552,918,750.85	7	Etinan	1,950,076,855.20	18,809,979.48	1,968,886,834.68	1,351,253,636.47	617,633,198.21
527,736,888.06	8	Ibena	1,564,737,669.83	14,962,239.24	1,579,699,909.07	993,393,874.85	586,306,034.22
571,786,735.62	9	Ibesikpo-Asutan	1,814,925,325.77	17,686,785.36	1,832,612,111.13	1,135,022,473.37	697,589,637.40
471,165,447.66	10	Ibiono-Ibom	1,985,261,483.15	18,793,858.08	2,004,055,341.23	1,449,035,160.87	555,020,180.36
353,859,505.85	11	Ika	1,527,826,853.81	15,432,450.84	1,543,259,304.65	1,011,676,098.91	531,583,205.74
568,351,293.20	12	Ikono	1,796,786,151.25	18,674,443.56	1,815,460,594.81	1,158,989,632.93	656,470,961.88
566,183,741.85	13	Ikot Abasi	1,797,286,455.89	17,507,321.76	1,814,793,777.65	1,194,491,679.52	620,302,098.13
638,064,893.45	14	Ikot Ekpene	1,851,086,598.90	18,597,362.64	1,869,683,961.54	1,185,829,684.94	683,845,276.60
620,325,690.73	15	Ini	1,687,615,353.55	16,433,836.68	1,704,049,190.23	1,033,883,378.26	670,165,811.97
565,379,181.16	16	Itu	1,739,303,362.77	17,892,433.08	1,757,195,795.85	1,117,211,966.47	639,988,829.38
467,483,541.28	17	Mbo	1,629,040,872.88	17,122,021.08	1,646,162,893.96	1,079,435,693.25	566,727,200.71
433,240,224.29	18	Mkpat Enin	2,000,293,103.29	19,946,982.36	2,020,240,085.65	1,464,141,944.35	556,098,141.30
446,882,952.44	19	Nsit Atai	1,679,645,506.23	16,770,650.28	1,696,416,156.51	1,173,670,920.87	522,745,235.82
551,836,090.92	20	Nsit Ibom	1,765,102,149.45	17,927,841.36	1,783,029,990.81	1,105,570,866.64	677,459,124.17
528,098,574.03	21	Nsit Ubium	1,837,822,456.48	17,962,025.64	1,855,784,482.12	1,280,888,713.06	574,895,769.06
550,379,448.11	22	ObotAkara	1,597,495,303.24	16,739,601.00	1,614,234,904.24	988,578,233.90	625,656,670.34
567,657,862.70	23	Okobo	1,668,713,849.44	18,940,526.76	1,687,654,376.20	1,065,582,243.29	622,072,132.91
571,689,648.11	24	Onna	1,669,776,112.76	16,057,825.20	1,685,833,937.96	1,037,217,641.23	648,616,296.73
510,420,786.59	25	Oron	1,978,543,337.68	20,441,645.52	1,998,984,983.20	1,373,918,768.53	625,066,214.67
560,737,887.27	26	Oruk Anam	1,478,406,002.67	13,749,140.64	1,492,155,143.31	827,673,767.73	664,481,375.58
433,090,998.41	27	Udung Uko	1,805,389,380.11	18,836,820.48	1,824,226,200.59	1,305,814,363.94	518,411,836.65
543,813,304.36	28	Ukanafun	1,487,647,513.49	16,326,340.20	1,503,973,853.69	897,603,948.54	606,369,904.55
581,243,292.74	29	Uruan	1,888,438,295.28	17,148,933.48	1,905,587,228.76	1,173,523,853.92	732,063,374.84
480,519,662.94	30	Urue-Offong/Oruko	1,586,202,046.51	15,390,348.72	1,601,592,395.23	1,034,498,392.41	567,094,002.82
718,552,849.25	31	Uyo	2,431,586,949.25	23,927,978.40	2,455,514,927.65	1,656,719,014.62	798,795,913.03
16,495,115,843.60		Total	54,650,200,615.05	545,909,519.88	55,196,110,134.93	35,894,784,319.91	19,301,321,814.24

AKWA IBOM STATE LOCAL GOVERNMENT COUNCILS
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2019
NOTES TO THE ACCOUNTS

Actual 2018 ₦	NOTE 2 INTERNALLY GENERATED REVENUE				
	S/N	Name of LGC	Budget 2019 ₦	Actual 2019 ₦	% Performance
16,423,680.00	1	Abak	26,783,000.00	6,266,970.00	23
306,000.00	2	Eastern Obolo	11,000,000.00	507,000.00	5
66,924,207.52	3	Eket	120,000,000.00	61,126,503.78	51
2,113,955.00	4	Esit Eket	45,000,000.00	22,742,500.00	51
4,982,562.28	5	EssienUdim	25,000,000.00	3,353,330.00	13
794,890.00	6	EtimEkpo	22,420,000.00	2,514,710.00	11
7,118,592.00	7	Etinan	50,000,000.00	3,930,570.00	8
60,499,810.00	8	Ibeno	150,000,000.00	59,310,850.00	40
5,388,090.00	9	Ibesikpo-Asutan	55,000,000.00	3,654,060.00	7
25,847,447.07	10	Ibiono-Ibom	15,000,000.00	27,025,104.21	180
513,850.00	11	Ika	35,000,000.00	1,544,730.00	4
3,621,870.00	12	Ikono	30,000,000.00	9,276,170.00	31
7,903,130.00	13	IkotAbasi	35,000,000.00	12,740,330.00	36
30,123,543.94	14	IkotEkpene	75,000,000.00	24,932,680.00	33
4,241,070.00	15	Ini	22,000,000.00	2,781,022.39	13
44,493,250.00	16	Itu	70,000,000.00	49,744,935.00	71
4,289,330.46	17	Mbo	50,240,000.00	780,300.00	2
43,346,603.31	18	MkpatEnin	22,000,000.00	9,009,950.00	41
1,623,836.80	19	NsitAtai	30,000,000.00	1,102,100.00	4
1,123,900.00	20	NsitIbom	20,000,000.00	3,775,042.16	19
1,337,550.00	21	NsitUbium	30,000,000.00	3,206,824.90	11
3,117,110.00	22	ObotAkara	40,000,000.00	7,590,755.00	19
2,565,495.00	23	Okobo	40,000,000.00	3,157,870.00	8
2,785,100.00	24	Onna	40,000,000.00	2,206,650.00	6
11,720,628.39	25	Oron	25,000,000.00	22,615,094.34	90
3,766,032.04	26	OrukAnam	22,000,000.00	12,729,947.46	58
821,520.00	27	UdungUko	24,000,000.00	688,810.00	3
5,914,500.00	28	Ukanafun	20,000,000.00	6,798,940.00	34
6,695,475.00	29	Uruan	24,000,000.00	18,168,420.00	76
2,635,450.00	30	Urue-Offong/Oruko	60,000,000.00	1,494,040.00	3
81,778,853.00	31	Uyo	560,000,000.00	86,218,110.20	15
454,817,331.81		Total	1,794,443,000.00	470,994,319.44	26

AKWA IBOM STATE LOCAL GOVERNMENT COUNCILS
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2019
NOTES TO THE ACCOUNTS

NOTE 3 CONSOLIDATED REVENUE FUND CHARGES

Actual 2018 ₦	S/N	Name of LGC	Budget 2019 ₦	Actual 2019 ₦	Variance ₦
64,803,976.46	1	Abak	980,000,000.00	70,974,511.20	909,025,488.80
60,855,055.76	2	Eastern Obolo	900,000,000.00	68,086,741.54	831,913,258.46
66,582,832.99	3	Eket	940,000,000.00	69,986,412.44	870,013,587.56
61,311,941.72	4	Esit Eket	940,000,000.00	67,484,495.68	872,515,504.32
53,482,573.55	5	Essien Udim	1,095,000,000.00	73,404,514.18	1,021,595,485.82
20,619,564.71	6	Etim Ekpo	1,130,000,000.00	43,659,148.05	1,086,340,851.95
54,380,733.97	7	Etinan	1,100,000,000.00	80,128,826.60	1,019,871,173.40
62,252,500.00	8	Ibena	960,000,000.00	68,010,205.92	891,989,794.08
47,768,925.02	9	Ibesikpo-Asutan	1,030,000,000.00	85,468,767.91	944,531,232.09
93,942,716.02	10	Ibiono-Ibom	1,015,000,000.00	71,575,510.52	943,424,489.48
54,354,678.30	11	Ika	1,130,000,000.00	74,870,114.62	1,055,129,885.38
58,640,497.70	12	Ikono	1,040,000,000.00	72,374,511.20	967,625,488.80
59,409,112.38	13	Ikot Abasi	915,000,000.00	66,695,916.82	848,304,083.18
64,864,669.95	14	Ikot Ekpene	1,480,000,000.00	74,652,538.68	1,405,347,461.32
60,230,634.42	15	Ini	1,064,000,000.00	66,261,890.21	997,738,109.79
61,617,357.66	16	Itu	1,130,000,000.00	69,580,309.26	1,060,419,690.74
26,918,263.12	17	Mbo	990,000,000.00	64,246,054.07	925,753,945.93
72,531,203.75	18	Mkpat Enin	1,040,000,000.00	82,727,019.56	957,272,980.44
68,291,771.90	19	Nsit Atai	695,000,000.00	72,918,989.34	622,081,010.66
61,893,846.50	20	Nsit Ibom	930,000,000.00	75,001,245.18	854,998,754.82
61,617,357.64	21	Nsit Ubium	840,000,000.00	57,431,588.76	782,568,411.24
58,994,051.77	22	Obot Akara	1,110,000,000.00	67,638,622.21	1,042,361,377.79
62,977,982.18	23	Okobo	1,042,500,000.00	77,330,833.68	965,169,166.32
72,286,662.35	24	Onna	895,000,000.00	76,846,355.24	818,153,644.76
59,645,176.49	25	Oron	1,030,000,000.00	68,010,214.92	961,989,785.08
71,177,212.98	26	Oruk Anam	1,160,000,000.00	76,903,103.76	1,083,096,896.24
61,649,779.81	27	Udung Uko	900,000,000.00	74,734,659.72	825,265,340.28
56,164,673.91	28	Ukanafun	830,000,000.00	74,128,826.64	755,871,173.36
63,637,365.66	29	Uruan	985,000,000.00	74,862,184.44	910,137,815.56
59,201,416.55	30	Urue-Offong/Oruko	951,000,000.00	65,159,930.04	885,840,069.96
64,575,847.83	31	Uyo	1,495,000,000.00	70,974,511.20	1,424,025,488.80
1,866,680,383.05		Total	31,742,500,000.00	2,202,128,553.59	29,540,371,446.41

AKWA IBOM STATE LOCAL GOVERNMENT COUNCILS
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2019
NOTES TO THE ACCOUNTS

NOTE 4 : PERSONNEL COSTS

Actual 2018 ₦	S/N	Name of LGC	Budget 2019 ₦	Actual 2019 ₦	Variance ₦
319,491,952.17	1	Abak	601,200,000.00	334,860,365.06	266,339,634.94
209,187,066.96	2	Eastern Obolo	320,000,000.00	187,750,052.92	132,249,947.08
307,441,932.36	3	Eket	370,000,000.00	375,481,330.66	(5,481,330.66)
260,802,533.92	4	Esit Eket	350,000,000.00	256,935,299.88	93,064,700.12
430,024,621.58	5	Essien Udim	500,000,000.00	395,164,842.06	104,835,157.94
387,233,288.93	6	Etim Ekpo	670,792,000.00	381,652,439.62	289,139,560.38
324,326,345.43	7	Etinan	420,000,000.00	304,879,301.64	115,120,698.36
284,863,354.37	8	Ibeno	450,000,000.00	285,980,697.20	164,019,302.80
378,720,757.03	9	Ibesikpo-Asutan	520,000,000.00	391,633,327.12	128,366,672.88
280,914,396.35	10	Ibiono-Ibom	350,000,000.00	254,066,960.84	95,933,039.16
221,291,294.98	11	Ika	400,000,000.00	246,805,940.20	153,194,059.80
372,306,443.57	12	Ikono	430,000,000.00	352,682,906.74	77,317,093.26
350,870,386.05	13	Ikot Abasi	470,000,000.00	310,796,628.05	159,203,371.95
466,834,926.79	14	Ikot Ekpene	545,000,000.00	396,045,043.14	148,954,956.86
417,066,912.57	15	Ini	630,000,000.00	416,219,315.85	213,780,684.15
378,241,894.41	16	Itu	450,000,000.00	354,138,802.12	95,861,197.88
288,827,121.10	17	Mbo	519,590,290.00	254,836,303.73	264,753,986.27
251,638,927.33	18	Mkpat Enin	350,000,000.00	232,339,176.70	117,660,823.30
235,416,469.91	19	Nsit Atai	300,000,000.00	216,974,787.51	83,025,212.49
388,543,033.26	20	Nsit Ibom	500,000,000.00	405,253,167.45	94,746,832.55
305,236,663.04	21	Nsit Ubium	380,000,000.00	349,216,815.46	30,783,184.54
370,129,309.75	22	Obot Akara	550,000,000.00	319,308,383.08	230,691,616.92
381,541,608.27	23	Okobo	651,186,300.00	309,270,038.06	341,915,961.94
362,292,052.79	24	Onna	450,000,000.00	345,020,672.77	104,979,327.23
317,019,703.19	25	Oron	460,000,000.00	318,931,707.74	141,068,292.26
370,756,713.62	26	Oruk Anam	400,000,000.00	336,262,003.35	63,737,996.65
206,910,808.95	27	Udung Uko	300,000,000.00	206,853,075.65	93,146,924.35
306,732,354.05	28	Ukanafun	400,000,000.00	303,304,626.62	96,695,373.38
372,565,119.27	29	Uruan	460,000,000.00	455,947,953.68	4,052,046.32
269,840,795.95	30	Urue-Offong/Oruko	380,000,000.00	266,358,048.27	113,641,951.73
522,240,609.72	31	Uyo	600,000,000.00	503,005,693.22	96,994,306.78
10,339,309,397.67		Total	14,177,768,590.00	10,067,975,706.39	4,109,792,583.61

AKWA IBOM STATE LOCAL GOVERNMENT COUNCILS
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2019
NOTES TO THE ACCOUNTS

NOTE 5 OVERHEAD COSTS

Actual 2018 ₦	S/N	Name of LGC	Budget 2019 ₦	Actual 2019 ₦	Variance ₦
146,870,581.78	1	Abak	356,678,000.00	150,647,582.75	206,030,417.25
56,140,530.06	2	Eastern Obolo	200,000,000.00	97,052,353.99	102,947,646.01
152,269,066.21	3	Eket	300,000,000.00	198,438,723.70	101,561,276.30
160,685,551.46	4	Esit Eket	200,000,000.00	154,495,332.11	45,504,667.89
129,272,202.83	5	Essien Udim	300,000,000.00	126,149,009.89	173,850,990.11
112,159,221.40	6	Etim Ekpo	234,360,000.00	162,844,924.41	71,515,075.59
100,635,150.50	7	Etinan	220,000,000.00	151,524,947.79	68,475,052.21
283,456,844.00	8	Ibeno	300,000,000.00	123,908,318.50	176,091,681.50
78,076,930.01	9	Ibesikpo-Asutan	220,000,000.00	119,493,206.39	100,506,793.97
117,472,136.37	10	Ibiono-Ibom	200,000,000.00	124,660,035.11	75,339,964.89
83,121,937.40	11	Ika	200,000,000.00	147,179,808.62	52,820,191.38
118,761,735.02	12	Ikono	200,000,000.00	155,209,749.88	44,790,250.12
140,813,359.47	13	Ikot Abasi	200,000,000.00	138,372,809.95	61,627,190.05
102,000,747.82	14	Ikot Ekpene	230,000,000.00	126,624,600.64	103,375,399.36
106,021,267.04	15	Ini	272,000,000.00	92,524,938.44	179,475,061.56
81,617,058.13	16	Itu	230,000,000.00	91,339,816.00	138,660,184.00
91,471,822.98	17	Mbo	271,649,710.00	146,313,881.41	125,335,828.59
119,083,250.00	18	Mkpat Enin	200,000,000.00	140,271,863.97	59,728,136.03
98,699,985.28	19	Nsit Atai	200,000,000.00	78,552,048.58	121,447,951.42
63,941,340.00	20	Nsit Ibom	250,000,000.00	148,262,959.97	101,737,040.03
79,376,973.00	21	Nsit Ubium	250,000,000.00	234,415,974.73	15,584,025.27
79,575,760.18	22	Obot Akara	200,000,000.00	71,367,500.02	128,632,499.98
80,342,777.00	23	Okobo	234,700,000.00	123,040,868.00	111,659,132.00
83,464,615.45	24	Onna	250,000,000.00	117,222,685.76	132,777,314.24
130,854,141.00	25	Oron	250,000,000.00	127,175,297.12	122,824,702.88
94,139,105.40	26	Oruk Anam	260,000,000.00	125,587,762.14	134,412,237.86
113,654,198.60	27	Udung Uko	200,000,000.00	91,490,111.82	108,509,888.18
93,488,697.01	28	Ukanafun	220,000,000.00	103,313,880.23	116,686,119.77
147,913,562.47	29	Uruan	200,000,000.00	85,975,919.45	114,024,080.55
110,579,275.57	30	Urue-Offong/Oruko	200,000,000.00	118,695,427.78	81,304,572.22
209,006,879.24	31	Uyo	400,000,000.00	222,323,714.81	177,676,285.19
3,564,966,702.68		Total	7,449,387,710.00	4,094,476,053.96	3,354,911,656.04

AKWA IBOM STATE LOCAL GOVERNMENT COUNCILS
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2018
NOTES TO THE ACCOUNTS

NOTE 6 CAPITAL EXPENDITURE

Actual 2018 N	S/N	Name of LGC	Budget 2019 N	Actual 2019 N	Variance N
16,152,000.00	1	Abak	1,360,605,000.00	3,730,000.00	1,356,875,000.00
9,548,000.00	2	Eastern Obolo	871,100,000.00	121,659,758.00	749,440,242.00
45,694,000.00	3	Eket	941,000,000.00	92,367,013.17	848,632,986.83
9,616,109.00	4	Esit Eket	856,000,000.00	44,134,664.00	811,865,336.00
6,041,000.00	5	Essien Udim	761,000,000.00	17,841,150.00	743,158,850.00
-	6	Etim Ekpo	885,908,000.00	22,664,588.00	863,243,412.00
28,197,000.00	7	Etinan	691,000,000.00	44,024,208.00	646,975,792.00
712,269,398.74	8	Ibena	921,000,000.00	121,108,458.47	799,891,541.53
45,932,000.00	9	Ibesikpo-Asutan	766,000,000.00	63,369,292.00	702,630,708.00
1,160,000.00	10	Ibiono-Ibom	947,368,932.00	104,521,983.28	842,846,948.72
18,509,050.00	11	Ika	686,000,000.00	23,152,000.00	662,848,000.00
20,970,000.00	12	Ikono	741,000,000.00	20,610,456.00	720,389,544.00
35,572,027.90	13	Ikot Abasi	781,500,000.00	107,558,348.00	673,941,652.00
14,144,000.00	14	Ikot Ekpene	870,400,000.00	10,134,000.00	860,266,000.00
36,818,000.00	15	Ini	834,000,000.00	23,708,000.00	810,292,000.00
18,897,000.00	16	Itu	671,000,000.00	110,877,325.00	560,122,675.00
5,310,000.00	17	Mbo	1,403,000,000.00	8,703,500.00	1,394,296,500.00
16,116,000.00	18	Mkpat Enin	865,300,000.00	119,155,783.53	746,144,216.47
44,635,000.00	19	Nsit Atai	876,000,000.00	38,445,392.00	837,554,608.00
13,521,427.00	20	Nsit Ibom	790,400,000.00	67,659,045.00	722,740,955.00
1,840,000.00	21	Nsit Ubium	911,000,000.00	25,050,000.00	885,950,000.00
10,796,150.00	22	Obot Akara	861,300,000.00	37,309,100.00	823,990,900.00
37,288,000.00	23	Okobo	1,963,613,700.00	80,676,500.00	1,882,937,200.00
226,141,002.72	24	Onna	626,000,000.00	56,175,440.00	569,824,560.00
56,119,600.00	25	Oron	635,000,000.00	28,813,616.00	606,186,384.00
2,000,000.00	26	Oruk Anam	783,000,000.00	38,533,980.00	744,466,020.00
30,052,327.98	27	Udung Uko	674,500,000.00	71,909,651.00	602,590,349.00
59,134,104.00	28	Ukanafun	1,151,000,000.00	88,124,538.00	1,062,875,462.00
40,642,220.00	29	Uruan	810,000,000.00	42,859,391.52	767,140,608.48
23,790,000.00	30	Urue-Offong/Oruko	679,150,000.00	37,788,430.00	641,361,570.00
30,143,500.00	31	Uyo	1,256,000,000.00	90,518,312.00	1,165,481,688.00
1,617,048,917.34		Total	27,870,145,632.00	1,763,183,922.97	26,106,961,709.03

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
2019 Advances	37,771,759,551.13	2018Advances	35,410,178,694.36
2018 Advances	35,410,178,694.36	2017Advances	35,152,477,442.11
	(2,361,580,856.77)		(257,701,252.25)

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	9,595,558,500.38	2018 Deposits	8,488,432,016.12
2018 Deposits	8,488,432,016.12	2017 Deposits	8,182,343,107.97
	1,107,126,484.26		306,088,908.15

NOTE 9: CONSOLIDATED CASH & BANK BALANCES

TOTAL 2018 ₦	S/N.	NAME OF LOCAL GOVT.	CASH IN HAND 2019 ₦	CASH AT BANK 2019 ₦	TOTAL 2019 ₦
11,055,121.70	1	Abak	868,553.97	22,244,440.57	23,112,994.54
11,578,029.65	2	Eastern Obolo	16,545.00	27,129,234.84	27,145,779.84
12,389,868.84	3	Eket	2,578,716.77	35,099,378.93	37,678,095.70
30,028,043.54	4	Esit Eket	12,935,256.21	40,536,837.96	53,472,094.17
26,055,753.32	5	Essien Udim	156,650.10	47,848,903.31	48,005,553.41
26,325,598.42	6	Etim Ekpo	5,966,412.59	37,663,798.37	43,630,210.96
40,310,246.18	7	Etinan	164,905.41	11,709,676.34	11,874,581.75
25,741,665.13	8	Ibena	32,520.00	53,497,890.00	53,530,410.00
10,055,849.91	9	IbesikpoAsutan	1,307,493.11	30,379,258.69	31,686,751.80
9,498,902.65	10	Ibiono Ibom	4,073,311.00	31,997,010.30	36,070,321.30
4,087,856.12	11	Ika	9,852,424.19	21,080,548.08	30,932,972.27
21,934,185.08	12	Ikono	16,295.69	40,918,759.24	40,935,054.93
17,637,230.63	13	Ikot Abasi	38,500.00	39,418,101.94	39,456,601.94
15,864,621.31	14	Ikot Ekpene	4,104,083.77	25,020,412.01	29,124,495.78
11,879,099.39	15	Ini	1,437,220.20	23,908,285.39	25,345,505.59
20,896,401.86	16	Itu	1,143.43	44,181,796.13	44,182,939.56
31,980,026.25	17	Mbo	535.66	6,845,098.97	6,845,634.63
61,427,637.06	18	Mkpat Enin	26,777.57	22,214,337.04	22,241,114.61
9,667,091.55	19	Nsit Atai	-	30,781,391.76	30,781,391.76
13,808,944.40	20	Nsit Ibom	2,874,062.47	31,412,165.61	34,286,228.08
41,641,214.60	21	Nsit Ubium	205,948.08	31,244,371.04	31,450,319.12
23,944,646.93	22	Obot Akara	-	32,742,402.63	32,742,402.63
14,610,641.89	23	Okobo	1,014,976.58	12,812,603.51	13,827,580.09
11,681,193.78	24	Onna	204,872.35	16,603,355.11	16,808,227.46
8,570,214.70	25	Oron	1,892,213.56	12,719,044.20	14,611,257.76
16,375,542.79	26	Oruk Anam	244,850.00	44,447,466.58	44,692,316.58
15,946,512.87	27	Udung Uko	4,616,352.35	20,999,117.81	25,615,470.16
23,707,901.44	28	Ukanafun	3,359,730.59	37,571,138.42	40,930,869.01
12,768,023.75	29	Uruan	278,907.22	43,420,672.19	43,699,579.41
16,724,552.31	30	Urueoffong/Oruko	9,067,474.70	23,562,129.16	32,629,603.86
12,842,366.49	31	Uyo	341,125.37	33,449,025.51	33,790,150.88
611,034,984.54		Total	67,677,857.94	933,458,651.64	1,001,136,509.58

NOTE 10: CONSOLIDATED ADVANCES AS AT 31ST DECEMBER,2019

S/N	NAME OF LOCAL GOVT.	TOTAL 2019 ₦	TOTAL 2018 ₦
1	Abak	447,291,394.33	379,765,444.33
2	Eastern Obolo	2,029,140,438.28	1,986,104,879.38
3	Eket	1,862,336,649.64	1,622,205,621.73
4	Esit Eket	681,371,786.00	634,383,606.00
5	Essien Udim	1,451,513,826.42	1,379,173,826.47
6	Etim Ekpo	1,294,010,716.69	1,239,669,722.84
7	Etinan	1,079,956,063.30	994,732,834.80
8	Ibena	467,718,620.00	448,709,810.74
9	Ibesikpo/Asutan	1,052,008,803.00	1,008,988,365.50
10	Ibiono Ibom	1,127,193,879.00	1,086,272,379.00
11	Ika	1,224,519,702.00	1,182,414,416.00
12	Ikono	1,101,853,865.15	1,046,170,661.06
13	Ikot Abasi	1,346,549,024.27	1,331,406,065.76
14	Ikot Ekpene	1,298,940,642.18	1,157,385,242.18
15	Ini	1,289,289,691.00	1,201,142,654.00
16	Itu	580,492,744.98	481,737,044.96
17	Mbo	1,269,287,699.68	1,139,498,590.56
18	Mkpat Enin	2,007,390,442.74	1,954,267,902.74
19	Nsit Atai	1,271,345,033.97	1,177,533,547.17
20	Nsit Ibom	781,158,519.75	730,765,314.75
21	Nsit Ubium	2,080,241,572.67	2,002,763,583.75
22	Obot Akara	1,524,262,655.09	1,306,645,350.09
23	Okobo	1,372,829,152.95	1,332,643,312.95
24	Onna	1,009,118,898.00	957,140,534.05
25	Oron	473,802,327.94	366,540,627.94
26	Oruk Anam	1,746,835,440.98	1,675,177,540.98
27	Udung Uko	1,217,076,648.00	1,122,241,481.34
28	Ukanafun	900,395,939.97	850,731,660.14
29	Uruan	1,267,437,859.02	1,176,528,659.02
30	UrueOffong/Oruko	1,238,700,135.85	1,173,272,835.85
31	Uyo	1,277,689,378.28	1,264,165,178.28
	Total	37,771,759,551.13	35,410,178,694.36

NOTE 11: CONSOLIDATED DEPOSIT BALANCES AS AT 31st DECEMBER, 2019

S/N.	NAME OF LOCAL GOVT.	Amount 2019 ₦	Amount 2018 ₦
1	Abak	121,539,132.27	118,415,132.27
2	Eastern Obolo	200,284,843.42	164,350,372.85
3	Eket	675,058,719.30	410,435,716.40
4	Esit Eket	305,061,332.59	279,9447,509.10
5	Essien Udim	286,929,176.22	283,921,229.81
6	Etim Ekpo	479,917,418.06	486,655,785.31
7	Etinan	382,094,085.14	366,313,005.25
8	Ibeno	684,828,216.50	684,639,866.50
9	Ibesikpo/Asutan	353,861,144.19	330,488,909.14
10	Ibiono Ibom	195,040,324.79	154,768,200.96
11	Ika	290,724,410.74	262,894,080.89
12	Ikono	53,618,240.06	43,803,674.18
13	Ikot Abasi	329,904,576.81	302,560,972.30
14	Ikot Ekpene	413,219,454.42	359,734,954.09
15	Ini	350,667,058.29	323,286,304.95
16	Itu	222,605,661.29	164,355,935.57
17	Mbo	98,010,356.59	86,763,400.59
18	Mkpat Enin	130,492,982.44	107,171,212.43
19	Nsit Atai	302,032,826.77	304,063,157.97
20	Nsit Ibom	238,012,797.93	152,200,057.98
21	Nsit Ubium	298,759,038.55	143,460,160.12
22	Obot Akara	526,090,822.86	437,299,582.19
23	Okobo	318,223,078.67	313,732,063.64
24	Onna	289,062,685.65	287,515,080.98
25	Oron	173,862,823.27	165,310,553.44
26	Oruk Anam	175,876,871.76	175,826,671.76
27	Udung Uko	194,612,614.99	164,221,639.50
28	Ukanafun	272,107,594.83	249,517,321.09
29	Uruan	255,202,122.19	223,947,712.28
30	Urueoffong/Oruko	486,658,232.79	485,912,087.97
31	Uyo	491,199,857.00	454,919,664.61
	Total	9,595,558,500.38	8,488,432,016.12

NOTE 12: CONSOLIDATED REVENUE FUND BALANCES

AS AT 31ST DECEMBER, 2019

S/N.	NAME OF LOCAL GOVT.	AMOUNT 2019 ₦	AMOUNT 2018 ₦
1	Abak	348,865,256.60	272,405,433.76
2	Eastern Obolo	1,856,001,374.70	1,833,332,536.18
3	Eket	1,224,956,026.04	1,224,159,774.17
4	Esit Eket	429,782,547.58	384,464,140.44
5	Essien Udim	1,212,590,203.61	1,121,308,349.98
6	Etim Ekpo	857,723,509.59	779,339,535.95
7	Etinan	709,736,559.91	668,730,075.73
8	Ibena	(163,579,186.50)	(210,188,390.63)
9	Ibesikpo Asutan	729,834,410.61	688,555,306.27
10	Ibiono-Ibom	968,223,875.51	941,003,080.69
11	Ika	964,728,263.53	923,608,191.23
12	Ikono	1,089,170,680.02	1,024,301,171.96
13	Ikot Abasi	1,056,101,049.40	1,046,482,324.09
14	Ikot Ekpene	914,845,683.54	813,514,909.40
15	Ini	963,968,138.30	889,735,448.44
16	Itu	402,070,023.25	338,277,511.25
17	Mbo	1,178,122,977.72	1,084,715,216.22
18	Mkpat Enin	1,899,138,574.91	1,908,524,327.37
19	Nsit Atai	1,000,093,598.96	883,137,480.75
20	Nsit Ibom	577,431,949.90	592,374,201.17
21	Nsit Ubium	1,812,932,853.24	1,900,944,638.23
22	Obot Akara	1,030,914,234.86	893,290,414.83
23	Okobo	1,068,433,654.37	1,033,521,891.20
24	Onna	736,864,439.81	681,306,646.85
25	Oron	314,550,762.43	209,800,289.20
26	Oruk Anam	1,615,650,885.80	1,515,726,412.01
27	Udung Uko	1,048,079,503.17	973,966,354.71
28	Ukanafun	669,219,214.15	624,922,240.49
29	Uruan	1,055,935,316.24	965,348,970.49
30	Urueoffong/Oruko	784,671,506.92	704,085,300.19
31	Uyo	820,279,672.16	822,087,880.16
	Total	29,177,337,560.33	27,532,781,662.78

ABAK LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

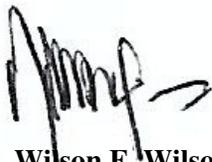
These Financial Statements have been prepared by the Director of Finance of Abak Local Government Council in accordance with the Provisions of the Model Financial Memoranda. The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Abak Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Wilson E. Wilson Uyah
Director of Finance
Date: 10/06/2020



Hon. Barr. Imo Williams
Chairman
Date: 10/06/2020

AUDIT CERTIFICATE

The Executive Chairman
Abak Local Government Council
Abak

AUDIT CERTIFICATE ON THE ACCOUNTS OF ABAK LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019

I have examined the Financial Statements of Abak Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Abak Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.


Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

ABAK LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

ABAK LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASH FLOW FROM OPERATING ACTIVITIES	NOTES	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS:				
Statutory Allocation	1	2,200,000,000.00	630,405,311.85	527,292,300.89
OTHERS: Derivation	1	300,000,000.00	-	-
Value Added Tax	1	591,200,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	200,000.00	15,000.00	8,500.00
Rates	2	3,500,000.00	1,860,000.00	5,443,000.00
Local License fines & fees	2	4,800,000.00	1,868,220.00	5,564,680.00
Earning from Commercial undertaking	2	7,095,000.00	1,688,250.00	5,247,500.00
Rent on Local Govt. Property	2	2,015,000.00	-	50,000.00
Interest and Dividends Receivable	2	-	-	50,000.00
Grants	2	-	-	-
Miscellaneous	2	9,173,000.00	835,500.00	60,000.00
Capital Receipts: B/F		500,000.00		
Grants		100,000,000.00		
Miscellaneous		50,000,000.00		
TOTAL RECEIPTS		3,298,483,000.00	636,672,281.85	543,715,980.89
PAYMENTS:				
Consolidated Revenue Fund Charges:				
Political/Public Office Holders	3	71,550,000.00	70,974,511.20	64,803,976.46
Pension/Training Fund/Traditional Rulers Council	3	198,450,000.00	-	-
Funding of Primary Education	3	700,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	-	-
Total Consolidated Revenue Fund Charges		980,000,000.00	70,974,511.20	64,803,976.46
Personnel Costs	4	601,200,000.00	334,860,365.06	319,491,952.17
Overhead Costs	5	356,678,000.00	150,647,582.75	146,870,581.78
TOTAL PAYMENTS		1,937,878,000.00	556,482,459.01	531,166,510.41
Net Cash flow from Operating Activities A		1,360,605,000.00	80,189,822.84	12,549,470.48
CASH FLOW FROM INVESTING ACTIVITIES		1,360,605,000.00		
Capital Expenditure	6		3,730,000.00	16,152,000.00
Net Cash flow From Investing Activities B			(3,730,000.00)	(16,152,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in Other Cash Assets	7		(67,525,950.00)	(29,289,500.00)
Increase/decrease in other Liabilities	8		3,124,000.00	6,506,835.50
Total Cash Flow From other Cash equiv. Accounts C			(64,401,950.00)	(22,782,664.50)
Net Cash Flow For the Year (A+ B+ C)			12,057,872.84	(26,385,194.02)
Cash and its equivalents as at 1st January, 2019			11,055,121.70	37,440,315.72
Cash and its equivalents as at 31st Dec, 2019	9		23,122,994.54	11,055,121.70

ABAK LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS:			
Liquid Assets:			
Cash in Hand	9	868,553.97	102,482.27
Cash at Bank	9	22,244,440.57	10,952,639.43
TOTAL LIQUID ASSETS:		23,112,994.54	11,055,121.70
Investments and Other Cash Assets:			
Advances	10	447,291,394.33	379,765,444.33
TOTAL ASSETS		<u>470,404,388.87</u>	<u>390,820,566.03</u>
LIABILITIES:			
PUBLIC FUNDS			
Consolidated Revenue Fund		348,865,256.60	272,405,433.76
OTHER LIABILITIES			
Deposits	11	121,539,132.27	118,415,132.27
TOTAL LIABILITIES		<u>470,404,388.87</u>	<u>390,820,566.03</u>

ABAK LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEARENDED 31ST DECEMBER, 2019

Actual 2018 N	Description	Initial Budget 2019 N	Supp- Budget 2019 N	Final Budget 2019 N	Actual 2019 N	Var. %
276,007,963.28	Opening Balance	-	-	-	272,405,433.76	
	ADD REVENUE:					
527,292,300.89	Statutory Allocation	2,200,000,000.00	-	2,200,000,000.00	630,405,311.85	(71)
-	Derivation	300,000,000.00	-	300,000,000.00	-	(100)
-	Value Added Tax (VAT)	591,200,000.00	-	591,200,000.00	-	(100.)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
527,292,300.89	Sub Total Statutory Allocations	3,121,200,000.00	-	3,121,200,000.00	630,405,311.85	(80)
8,500.00	Taxes	200,000.00	-	200,000.00	15,000.00	(93)
5,443,000.00	Rates (Tenement)	3,500,000.00	-	3,500,000.00	1,860,000.00	(47)
5,564,680.00	Local License fines & fees	4,800,000.00	-	4,800,000.00	1,868,220.00	(61)
5,247,500.00	Earning from Commercial undertaking	7,095,000.00	-	7,095,000.00	1,688,250.00	(76)
50,000.00	Rent on Local Govt. Property	2,015,000.00	-	2,015,000.00	-	(100)
	Interest & Dividends Receivable	-	-	-	-	-
50,000.00	Grants	-	-	-	-	-
60,000.00	Miscellaneous	9,173,000.00	-	9,173,000.00	835,500.00	(91)
16,423,680.00	Sub Total IGR	26,783,000.00	-	26,783,000.00	6,266,970.00	(77)
819,723,944.17	TOTAL REVENUE	3,147,983,000.00	-	3,147,983,000.00	909,077,715.61	(71)
	EXPENDITURE:					
	Consolidated Revenue Fund Charges:					
64,803,976.46	Political/Public Office Holders	71,550,000.00	-	71,550,000.00	70,974,511.20	1
-	Pensions/Training Fund/Traditional Rulers Council	198,450,000.00	-	198,450,000.00	-	100
-	Funding of Primary Education	700,000,000.00	-	700,000,000.00	-	100
-	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	-	100
64,803,976.46	Sub Total CRFC	980,000,000.00	-	980,000,000.00	70,974,511.20	92
319,491,952.17	Personnel Costs	601,200,000.00	-	601,200,000.00	334,860,365.06	44
146,870,581.78	Overhead Costs	356,678,000.00	-	356,678,000.00	150,647,582.75	58
531,166,510.41	Total Recurrent Expenditure	1,937,878,000.00	-	1,937,878,000.00	556,482,459.01	71
288,557,433.76	Operating Balance	1,210,105,000.00	-	1,210,105,000.00	352,595,256.60	
16,152,000.00	Transfer to Capital Dev. Fund	1,360,605,000.00	-	1,360,605,000.00	3,730,000.00	99
272,405,433.76	Closing Balance	(150,500,000.00)	0	(150,500,000.00)	348,865,256.60	

ABAK LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
-	Opening balance	500,000.00	-	500,000.00	-	
	Add Revenue:					
16,152,000.00	Transfer from Cons. Rev Fund	1,360,605,000.00	-	1,360,605,000.00	3,730,000.00	99
	Grant	100,000,000.00	-	100,000,000.00	-	(100)
	Miscellaneous	50,000,000.00	-	50,000,000.00	-	(100)
16,152,000.00	Total Revenue available	1,511,105,000.00		1,511,105,000.00	3,730,000.00	99
	Less Capital Expenditure :					
3,050,000.00	Economic Sector:-	526,460,000.00	-	526,460,000.00	530,000.00	99
200,000.00	Social Sector:-	342,227,650.00	-	342,227,650.00	-	100
150,000.00	Environmental/Regional Dev.	121,760,000.00	-	121,760,000.00	300,000.00	99
12,752,000.00	General Administration	370,157,350.00	-	370,157,350.00	2,900,000.00	99
16,152,000.00	Total Expenditure	1,360,605,000.00	-	1,360,605,000.00	3,730,000.00	99
0	Closing Balance	150,500,000.00		150,500,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc from SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	152,802,479.43	72,751,608.03	35,933,398.68
February	145,296,221.34	44,592,172.10	35,785,971.10
March	136,679,070.61	41,282,660.37	35,426,572.00
April	145,071,103.08	44,279,451.24	40,921,437.97
May	144,825,099.64	42,563,760.59	43,344,461.74
June	160,651,700.56	55,946,975.10	44,570,654.43
July	174,357,606.56	59,928,757.46	47,781,514.40
August	165,154,404.15	55,261,911.56	47,887,882.53
September	165,078,837.99	55,530,699.82	49,552,145.93
October	163,812,965.96	55,482,035.22	45,278,779.18
November	168,038,774.76	55,364,565.30	66,614,204.26
December	149,641,151.03	47,420,715.06	34,195,278.67
TOTAL	1,871,409,414.77	630,405,311.85	527,292,300.89

NOTE 2: INTERNALLY GENERATED REVENUE

HEAD	DESCRIPTION	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
1001	Taxes	200,000.00	15,000.00	8,500.00
1002	Rates	3,500,000.00	1,860,000.00	5,443,000.00
1003	Local License fees and fines	4,800,000.00	1,868,220.00	5,564,680.00
1004	Earnings from Comm. Undertakings	7,095,000.00	1,688,250.00	5,247,500.00
1005	Rent on Local Government property	2,015,000.00	-	50,000.00
1006	Miscellaneous	-	-	-
1007	Grants	-	-	50,000.00
1008	Miscellaneous	9,173,000.00	835,500.00	60,000.00
	TOTAL	26,783,000.00	6,266,970.00	16,423,680.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

DESCRIPTION	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
Office of the Executive Chairman	3,700,000.00	3,542,418.36	3,808,099.71
Office of the V/Chairman	3,400,000.00	3,326,918.40	3,576,437.28
Office of the Supervisor	15,800,000.00	15,771,577.20	10,470,574.85
Office of the Special Advisers	12,000,000.00	12,161,216.16	8,073,696.28
Office of the Secretary	3,200,000.00	3,154,315.44	3,390,889.09
Legislative/General Council	33,450,000.00	33,018,065.64	35,484,279.25
Total	71,550,000.00	70,974,511.20	64,803,976.46

NOTE 4: PERSONNEL COSTS

HEAD	DESCRIPTION	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
2004	Administration	169,340,010.00	87,825,059.67	83,795,003.41
2005	Finance and Supplies	93,408,440.00	50,522,794.93	49,555,931.73
2006	Education	64,244,230.00	33,035,949.16	31,408,699.01
2007	Health and Social Services	205,911,000.00	129,156,325.59	121,659,651.38
2008	Agric& Natural Resources	12,011,980.00	6,642,828.01	5,387,059.20
2009	Works and Housing	41,705,240.00	20,975,120.67	20,309,115.94
2010	Budget, Planning & Research	14,579,100.00	6,702,287.03	7,076,491.50
2011	Traditional Ruler's Council	-	-	-
	Total	601,200,000.00	334,860,365.06	319,191,952.17

NOTES 5: OVERHEAD COSTS

HEAD	DESCRIPTION	BUDGET 2019 N	ACTUAL 2019 N	ACTUAL 2018 N
2001A	Office of the Chairman	33,180,000.00	26,615,000.00	30,641,000.00
2001B	Office of the Vice Chairman	5,500,000.00	4,380,000.00	4,605,000.00
2002A	Office of the Secretary	3,938,000.00	2,725,000.00	3,565,000.00
2002B	Office of the Supervisors	6,200,000.00	4,050,000.00	4,517,000.00
2002C	Office of the Special Advisers	5,500,000.00	3,800,000.00	4,065,000.00
2003A	Legislative Arm/General Council	5,000,000.00	5,640,000.00	5,590,000.00
2003B	Office of the Leader	5,000,000.00	2,520,000.00	3,530,000.00
2003C	The Office of the Deputy Leader	4,000,000.00	2,400,000.00	2,520,000.00
2003D	Office of the Majority Leader	3,300,000.00	1,800,000.00	2,100,000.00
2003E	Office of the Dep. Majority Leader	3,300,000.00	1,600,000.00	3,200,000.00
2003F	Office of the Chief Whip	3,300,000.00	1,200,000.00	3,980,000.00
2003G	Office of the Dep. Chief Whip	3,300,000.00	-	1,700,000.00
2003H	Office of the Clerk	2,000,000.00	1,680,000.00	1,340,000.00
2004A	Office of the HOS L/G	6,000,000.00	4,866,799.04	3,795,000.00
2004B	General Administration	4,030,000.00	3,914,000.00	2,390,000.00
2005	Finance and Supplies	2,900,000.00	2,704,850.92	2,680,000.00
2006	Education	1,950,000.00	1,910,000.00	1,500,000.00
2007	Health and Social Services	2,450,000.00	2,325,000.00	1,740,000.00
2008	Agriculture	1,400,000.00	1,085,000.00	2,459,000.00
2009	Works and Housing	2,600,000.00	2,541,000.00	1,160,000.00
2010	Budget, Planning & Research	2,800,000.00	2,500,000.00	2,500,000.00
2011	Traditional Rulers Council	1,280,000.00	1,250,000.00	2,750,000.00
2012	Miscellaneous	248,700,000.00	69,140,932.79	54,543,581.78
	Total	357,628,000.00	150,647,582.75	146,870,581.78

NOTE 6: CAPITAL EXPENDITURE

DESCRIPTION	BUDGET 2019 N	ACTUAL 2019 N	ACTUAL 2018 N
Economic Sector	526,460,000.00	530,000.00	3,050,000.00
Social Sector	342,227,650.00	-	200,000.00
Environmental Sector	121,760,000.00	300,000.00	150,000.00
Administrative Sector:			
General Administration (Executive)	249,471,390.00	2,900,000.00	11,282,000.00
General Administration (Legislative)	120,685,960.00	-	1,470,000.00
Total	1,360,605,000.00	3,730,000.00	16,152,000.00

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

2019 N		2018 N	
2019 Advances	447,291,394.53	2018 Advances	379,765,444.33
2018 Advances	379,765,441.33	2017 Advances	350,475,944.33
	(67,525,950.00)		(29,289,500.00)

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019 N		2018 N	
2019 Deposits	121,539,132.27	2018 Deposits	118,415,132.27
2018 Deposits	118,415,132.27	2017 Deposits	111,908,296.77
	3,124,000.00		6,506,835.50

NOTE 9: CASH AND BANK BALANCES

DESCRIPTION	2019 ₦	2018 ₦
Cash in Hand	868,553.97	102,482.27
Cash at Bank:		
Zenith Bank	7,584,084.52	6,615,484.43
UBA PLC	9,115,438.55	14,337.50
Access Bank	43,609.80	43,609.80
Skye Bank	71,114.04	71,114.04
Akwa Savings	11,366.54	11,366.54
Union Bank	9,222.12	9,222.12
Diamond Bank	5,409,605.00	4,187,505.00
Sub Total	22,244,440.57	10,952,639.43
GRAND TOTAL	23,112,994.54	11,055,121.70

NOTE 10: ADVANCES

DETAIL	2019 ₦	2018 ₦
Purchases Advance	290,427,832.33	248,236,882.33
Imprest Advance	136,603,200.00	111,435,200.00
Touring Advance	20,155,362.00	19,988,362.00
Salary Advance	105,000.00	105,000.00
TOTAL	447,291,394.33	379,765,444.33

NOTE 11: DEPOSITS

DETAIL	2019 ₦	2018 ₦
PAYE Tax	52,176.27	52,176.27
NULGE Dues-State/Branch	2,217,952.29	2,217,952.29
NANNM	626,129.68	626,129.68
VAT	65,000.00	-
Withholding Tax	65,000.00	-
Pension Fund	1,504,164.73	1,504,164.73
Others	117,008,709.30	114,014,709.30
TOTAL	121,539,132.27	118,415,132.27

EASTERN OBOLO LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Eastern OboloLocal Government Council in accordance with the Provisions of the Model Financial Memoranda. The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Eastern OboloLocal Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Idongesit J. Udodiong
Director of Finance
3rd August 2020



Hon. Victoria George Tallick
Chairman
3rd August 2020

AUDIT CERTIFICATE

The Executive Chairman
Eastern Obolo Local Government Council
Okorette

AUDIT CERTIFICATE ON THE ACCOUNTS OF EASTERN OBOLO LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019

I have examined the Financial Statements of Eastern Obolo Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Eastern Obolo Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.


Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

EASTERN OBOLO LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

EASTERN OBOLO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

Description	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Receipts:				
Statutory Allocation	1	1,500,000,000.00	496,710,744.97	402,630,899.31
Other Description	1	300,000,000.00	-	-
Value Added Tax	1	300,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	650,000.00	28,000.00	-
Rates	2	3,100,000.00	247,500.00	250,000.00
Local License fines and fees	2	3,350,400.00	12,000.00	-
Earning from Commercial undertaking	2	600,000.00	-	-
Rent on Local Govt. Property	2	800,000.00	-	3,000.00
Interest & Dividends Receivable	2	-	-	-
Grants	2	-	-	-
Miscellaneous	2	2,500,000.00	219,500.00	53,000.00
Capital Receipts: B/F		100,000.00		
Grants		100,000,000.00		
Miscellaneous		50,000,000.00		
TOTAL RECEIPTS		2,291,100,000.00	497,217,744.97	402,936,899.31
PAYMENTS				
Consolidated Rev Fund Charge				
Political Public Office Holders	3	70,000,000.00	68,086,741.54	60,855,055.76
Pension Training/Traditional Rulers Council	3	300,000,000.00	-	-
Funding of Primary Education	3	500,000,000.00	-	-
Internal Debt Servicing	3	30,000,000.00	-	-
Total Consolidated Revenue Fund Charges	3	900,000,000.00	68,086,741.54	60,855,055.76
Personal Costs	4	320,000,000.00	187,750,052.92	209,187,066.96
Overhead Costs	5	200,000,000.00	97,052,353.99	56,140,530.06
TOTAL PAYMENTS		1,420,000,000.00	352,889,148.45	326,182,652.78
Net Cash Flow from Operating Activities A		871,100,000.00	144,328,596.52	76,754,246.53
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	871,100,000.00	121,659,758.00	9,548,000.00
Net cash Flow From Investing Activities B			(121,659,758.00)	(9,548,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(43,035,558.90)	(84,620,471.00)
Increase/decrease in other Liabilities	8		35,934,470.57	307,518.82
Total Cash Flow From other Cash equivalent Accounts C			(7,101,088.33)	(84,312,952.18)
Net Cash Flow for the Year (A+B+C)			15,567,750.19	(17,106,705.65)
Cash and the equivalent as at 1 st January, 2019	9		11,578,029.65	28,684,735.30
Cash and its equivalent as at 31st December, 2019	9		27,145,779.84	11,578,029.65

EASTERN OBOLO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS & LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	16,545.00	5,604.82
Cash at Bank	9	27,129,234.84	11,572,424.83
TOTAL LIQUID ASSETS		27,145,779.84	11,578,029.65
Investments and Other Cash Assets:			
Advances	10	2,029,140,438.28	1,986,104,879.38
TOTAL ASSETS		<u>2,056,286,218.12</u>	<u>1,997,682,909.03</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		1,856,001,374.70	1,833,332,536.18
OTHER LIABILITIES			
Deposits	11	200,284,843.42	164,350,372.85
TOTAL LIABILITIES		<u>2,056,286,218.12</u>	<u>1,997,682,909.03</u>

EASTERN OBOLO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
1,766,126,289.65	Operating Balances	-		-	1,833,332,536.18	
-	Add Revenue					
402,630,899.31	Statutory Allocation	1,500,000,000.00	-	1,500,000,000.00	496,710,744.97	(66)
-	Derivation	300,000,000.00	-	300,000,000.00	-	(100)
-	Value Added Tax	300,000,000.00	-	300,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	
-	Stabilization	-	-	-	-	
402,630,899.31	Sub-Total Statutory Allocation	2,130,000,000.00	-	2,130,000,000.00	496,710,744.97	(76)
-	Taxes	650,000.00	-	650,000.00	28,000.00	(95)
250,000.00	Rates	3,100,000.00	-	3,100,000.00	247,500.00	(92)
-	Local License fines and fees	3,350,400.00	-	3,350,400.00	12,000.00	(99)
-	Earning from commercial undertaking	600,000.00	-	600,000.00	-	(100)
3,000.00	Rent on Local Govt. Property	800,000.00	-	800,000.00	-	(100)
-	Interest & Dividends Receivable	-	-	-	-	(100)
-	Grants	-	-	-	-	
53,000.00	Miscellaneous	2,500,000.00	-	2,500,000.00	219,500.00	(91)
306,000.00	Sub. Total IGR	11,000,000.00	-	11,000,000.00	507,000.00	(95)
2,169,063,188.96	TOTAL REVENUEE	2,141,100,000.00	-	2,141,100,000.00	2,330,550,281.15	9
	EXPENDITURE					
	Consolidated Rev. Fund Charges					
60,855,055.76	Political/Public Office Holders	70,000,000.00	-	70,000,000.00	68,086,741.54	3
-	Pensions/Training Fund/TRC	300,000,000.00	-	300,000,000.00	-	100
-	Funding of Primary Education	500,000,000.00	-	500,000,000.00	-	100
-	Internal Debt Servicing	30,000,000.00	-	30,000,000.00	-	100
60,855,055.76	Sub. Total CRFC	900,000,000.00	-	900,000,000.00	68,086,741.54	92
209,187,066.96	Personnel Costs	320,000,000.00	-	320,000,000.00	187,750,052.92	41
56,140,530.06	Overhead Costs	200,000,000.00	-	200,000,000.00	97,052,353.99	51
326,182,652.78	Total Recurrent Expenditure	1,420,000,000.00	-	1,420,000,000.00	352,889,148.45	75
1,842,880,536.18	Operating Balance	721,100,000.00	-	721,100,000.00	1,977,661,132.70	
9,548,000.00	Transfer to Capital Dev. Fund	871,100,000.00	-	871,100,000.00	121,659,758.00	86
1,833,332,536.18	CLOSING BALANCE	(150,100,000.00)	0	(150,100,000.00)	1,856,001,374.70	

EASTERN OBOLO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4:

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	100,000.00	-	100,000.00	-	
	Add Revenue:					
9,548,000.00	Transfer From Consolidated Fund	871,100,000.00	-	871,100,000.00	121,659,758.00	86
	Grant	100,000,000.00	-	100,000,000.00		
	Miscellaneous	50,000,000.00	-	50,000,000.00		
9,548,000.00	Total Revenue available	1,021,200,000.00	-	1,021,200,000.00	121,659,758.00	88
	Less Capital Expenditure :					
-	Economic Sector	168,000,000.00	-	168,000,000.00	7,354,000.00	96
380,000.00	Social Sector	174,800,000.00	-	174,800,000.00	23,655,000.00	86
9,018,000.00	Environmental /Reg.Dev.	107,700,000.00	-	107,700,000.00	5,552,250.00	95
150,000.00	General Administration	420,600,000.00	-	420,600,000.00	85,098,508.00	80
9,548,000.00	Total Expenditure	871,100,000.00	-	871,100,000.00	121,659,758.00	86
0	Closing Balance	150,100,000.00	-	150,100,000.00	0	

EASTERN OBOLO LOCAL GOVERNMENT COUNCIL

NOTES TO THE ACCOUNTS

NOTE 1: Statutory Allocation

Months	Gross Alloc from SLGJaac 2019 ₦	2019 ₦	2018 ₦
January	120,485,885.13	22,159,336.79	26,684,705.10
February	114,632,628.78	36,597,047.45	26,609,287.88
March	107,879,268.43	32,083,268.53	26,512,961.10
April	114,378,023.16	29,662,093.35	31,015,812.00
May	114,342,803.80	32,358,795.00	32,720,903.41
June	126,656,231.54	30,588,597.81	33,661,250.89
July	137,713,306.90	43,798,000.76	37,207,109.15
August	130,097,470.30	49,208,714.55	37,254,885.73
September	130,072,395.47	45,601,764.45	38,539,149.11
October	129,420,735.58	67,084,623.29	42,973,255.66
November	132,944,993.10	44,028,583.34	46,654,549.26
December	118,001,450.56	63,539,919.65	22,797,030.02
Total	1,476,625,192.75	496,710,744.97	402,630,899.31

NOTE 2: Internally Generated Revenue (IGR)

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	650,000.00	28,000.00	-
1002	Rates	3,100,000.00	247,500.00	250,000
1003	Local license, fees and fines	3,350,000.00	12,000.00	-
1004	Earnings from Com. Undertaking	600,000.00	-	-
1005	Rent on Local Govt. Properties	800,000.00	-	3,000.00
1006	Interest on Dividends	-	-	-
1007	Grants	-	-	-
1008	Miscellaneous	2,500,000.00	219,500.00	53,000.00
	Total IGR	11,000,000.00	507,000.00	306,000.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Budget 2018 ₦
Office Executive Chairman	3,600,000.00	3,542,418.36	3,808,099.20
Office of the Vice Chairman	3,400,000.00	3,326,918.40	3,519,013.08
Office of the Supervisors	18,000,000.00	18,400,173.40	18,807,130.75
Office of the Special Advisers	9,000,000.00	9,627,629.46	-
Office of the Secretary	3,000,000.00	3,154,315.44	2,365,736.55
Legislative of General Council	33,000,000.00	30,035,286.48	32,355,076.18
Total	70,000,000.00	68,086,741.54	60,855,055.76

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	76,662,419.29	44,759,211.23	58,233,756.63
2005	Finance and Supplies	58,040,855.21	27,744,115.54	32,099,587.56
2006	Social Development, Information Youth, Sports & Culture	52,055,657.20	24,593,017.78	25,505,162.16
2007	Primary Health Care	100,473,723.64	71,807,454.30	73,056,676.03
2008	Agriculture and Natural Resources	10,347,447.06	5,416,186.76	5,342,688.59
2009	Works and Housing Lands & Survey	17,152,205.18	10,699,479.63	11,276,330.22
2010	Traditional Rulers Office	-	-	-
2011	Budget, Planning, Research and statistics	5,267,692.42	2,730,587.68	3,672,865.77
	Total	320,000,000.00	187,750,052.92	209,187,066.96

Note 5: OVERHEAD COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Executive Chairman	33,200,000.00	27,800,200.00	16,435,000.00
2001B	Office of the Vice Chairman	8,800,000.00	5,112,500.00	3,540,000.00
2002A	Office of the Secretary	4,600,000.00	3,048,600.00	1,600,000.00
2002B	Office of the Supervisors	8,700,000.00	5,577,700.00	620,000.00
2002C	Office of the Special Advisers	5,900,000.00	3,436,000.00	550,000.00
2003A	Office of the Legislative/General Council	18,900,000.00	8,320,000.00	8,210,000.00
2003B	Office of the Leader	7,340,000.00	1,800,000.00	1,200,000.00
2003C	Office of the Deputy Leader	4,550,000.00	1,740,000.00	20,000.00
2003D	Office of the Majority Leader	3,900,000.00	1,265,000.00	-
2003E	Office of the Deputy Majority Leader	-	-	-
2003F	Office of the Chief Whip	3,850,000.00	1,455,000.00	-
2003G	Office of Deputy Chief Whip	3,650,000.00	1,540,000.00	-
2003H	Office of the Clerk	2,450,000.00	8,550,000.00	549,000.00
2004A	Office of the Head of Local Government Services	5,200,000.00	3,525,000.00	100,000.00
2004B	Office of the Administration and General Office	3,320,000.00	7,816,950.00	795,000.00
2005	Finance and Supplies	4,450,000.00	2,231,000.00	1,094,000.00
2006	Education, Information & Sports	1,850,000.00	15,000.00	-
2007	Health	2,090,000.00	2,458,500.00	-
2008	Agricultural Natural Resources	1,850,000.00	-	4,222,030.06
2009	Work and Transport	2,800,000.00	1,450,000.00	-
2010	Budget, Planning, Research & Statistics	2,000,000.00	150,000.00	370,000.00
2011	Traditional Rulers Council	2,000,000.00	-	-
2012	Miscellaneous	68,600,000.00	9,760,903.99	16,835,500.00
	Total	200,000,000.00	97,052,353.99	56,140,530.06

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	168,000,000.00	7,354,000.00	-
Social Sector	174,800,000.00	23,655,000.00	2,898,000.00
Environmental Sector	107,700,000.00	5,552,250.00	6,500,000.00
Administration Sector			
General Administration (Executive)	245,400,000.00	53,147,784.00	-
General Administration (Legislature)	175,200,000.00	31,950,724.00	150,000.00
Total	871,100,000.00	121,659,758.00	9,548,000.00

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
2019 Advances	2,029,140,438.28	2018 Advances	1,986,104,879.38
2018 Advances	1,986,104,879.38	2017 Advances	1,901,484,408.38
	(43,035,558.90)		(84,620,471.00)

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	200,284,843.42	2018 Deposits	164,350,372.85
2018 Deposits	164,350,372.85	2017 Deposits	164,042,854.03
	35,934,470.57		307,518.82

NOTE 9: CASH AND BANK BALANCES AS AT 31ST DECEMBER,2019

Description	2019 N	2018 N
Cash in Hand	16,545.00	5,604.82
Bank:		
Zenith Bank A/C 1014517193	11,707,173.81	9,342,024.27
Skye Bank	79,000.00	79,000.00
Access Bank	8,167.73	8,167.73
FCMB -0799562010	1,998,135.02	1,998,315.02
FCMB – 101304026	69,649.70	69,649.70
ACCESS (FMR DIAMOND) 0027369790	13,211,261.74	19,421.27
DIAMOND – 0028989500	21,191.18	21,191.18
UBA -1011456574	34,339.83	34,339.83
UBA – 1015887620	315.83	315.83
Sub-Total Bank	27,129,234.84	11,572,424.83
Total	27,145,779.84	11,578,029.65

Note 10: ADVANCES

Detail	2019 N	2018 N
Purchase	1,068,320,591.09	1,086, 621,710.19
Imprest	366,775,934.00	310,933,256.00
Touring	154,056,744.40	148,715,744.40
Salary/Special	4,468,518.79	4,468,518.79
Upkeep	15,235,400.00	15,235,400.00
Other Advances	420,283,250.00	420,130,250.00
Total	2,029,140,438.28	1,986,104,879.38

Note 11: DEPOSITS

Detail	2019 N	2018 N
PAYE Tax	7,040,741.78	8,722,100.87
NULGE Dues State/Branch	2,854,792.02	1,394,087.73
NANNM	2009,916.75	2,343,759.48
VAT	8,814,900.18	8,814,990.18
Withholding Tax	9,878,709.03	9,878,709.03
Pension Deduction	13,059,076.99	13,059,076.99
Others	156,626,706.67	120,137,648.67
Total	200,284,843.42	164,350,372.85

EKET LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

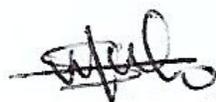
These Financial Statements have been prepared by the Director of Finance of Eket Local Government Council in accordance with the Provisions of the Model Financial Memoranda. The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of EketLocal Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mrs. Faith S. Nyoho
Director of Finance
20/08/2020



Hon. Frank Archibong
Chairman
20/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Eket Local Government Council
Eket

AUDIT CERTIFICATE ON THE ACCOUNTS OF EKET LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019

I have examined the Financial Statements of Eket Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Eket Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.


Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

EKET LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

EKET LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASHFLOW STATEMENT FOR THE YEAR ENDED 31STDECEMBER, 2019

CASHFLOW FROM OPERATING ACTIVITIES	NOTES	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS				
Statutory Allocation	1	1,600,000,000.00	675,943,228.06	545,873,524.26
Others: Derivation	1	300,000,000.00	-	-
Valued and Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	17,000,000.00	-	700.00
Rates	2	47,000,000.00	31,080,000.00	39,060,000.00
Local License Fines and Fees	2	14,600,000.00	27,314,820.00	1,514,510.00
Earning From Commercial Undertaking	2	10,200,000.00	509,000.00	25,393,500.00
Rent on Local Govt. Property	2	3,000,000.00	480,000.00	200,000.00
Interest and Dividend Receivable	2	10,200,000.00	-	-
Grant	2	-	-	-
Miscellaneous	2	18,000,000.00	1,742,683.78	755,497.52
Capital Receipts: B/F		1,000,000.00		
Grants		100,000,000.00		
Miscellaneous		50,000,000.00		
TOTAL RECEIPTS		2,551,000,000.00	737,069,731.84	612,797,731.78
PAYMENTS				
Consolidated Revenue Fund Charge				
Political/Public Office Holders	3	80,000,000.00	69,986,412.44	66,582,832.99
Pensions/Training Fund/Traditional Rulers Council	3	200,000,00.00	-	-
Funding of Primary Education	3	650,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	-	-
Total Consolidated Revenue Fund Charges		940,000,000.00	69,986,412.44	66,582,832.99
Personnel Costs	4	370,000,000.00	375,481,330.66	307,441,932.36
Overhead Costs	5	300,000,000.00	198,438,723.70	152,269,066.21
TOTAL PAYMENTS		1,610,000,000.00	643,906,466.80	526,293,831.56
Net Cash Flow from Operating Activities A		941,000,000.00	93,163,265.04	86,503,900.22
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	941,000,000.00	92,367,013.17	45,694,000.00
Net Cash Flow From Investing Activities B			(92,367,013.17)	(45,694,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(240,131,027.91)	(46,209,537.33)
Increase/decrease in other Liabilities	8		264,623,002.90	400,129.79
Total Cash Flow From other Cash equivalent Accounts C			24,491,974.99	(45,809,407.54)
NET CASH FLOW FOR THE YEAR (A+B+C)			25,288,226.86	(4,999,507.32)
Cash and its equivalent as at 1 st Jan. 2019	9		12,389,868.84	17,389,376.16
Cash and its equivalent as at 31st Dec. 2019	9		37,678,095.70	12,389,868.84

EKET LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	2,578,716.77	222,460.36
Cash at Bank	9	35,099,378.93	12,167,408.48
TOTAL LIQUID ASSETS		37,678,095.70	12,389,868.84
Investments and Other Cash Assets:			
Advances	10	1,862,336,649.64	1,622,205,621.73
TOTAL ASSETS		<u>1,900,014,745.34</u>	<u>1,634,595,490.57</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		1,224,956,026.04	1,224,159,774.17
OTHER LIABILITIES			
Deposits	11	675,058,719.30	410,435,716.40
TOTAL LIABILITIES		<u>1,900,014,745.34</u>	<u>1,634,595,490.57</u>

EKET LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

ACTUAL 2018 ₦	Description	Initial Budget 2019 ₦	Supp – Budget 2019 ₦	Final Budget 2019 ₦	ACTUAL 2019 ₦	VAR %
1,183,349,873.95	Opening Balance	-	-	-	1,224,159,774.17	
	Add Revenue:					
545,873,524.26	Statutory Allocation	1,600,000,000.00	-	1,600,000,000.00	675,943,228.06	(58)
-	Derivation	300,000,000.00	-	300,000,000.00	-	(100)
-	Valued Added Tax	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	
-	Stabilization	-	-	-	-	
545,873,524.26	Sub Total Statutory Allocation	2,280,000,000.00	-	2,280,000,000.00	675,943,228.06	(70)
700.00	Taxes	17,000,000.00	-	17,000,000.00	-	(100)
39,060,000.00	Rates	47,000,000.00	-	47,000,000.00	31,080,000.00	(34)
1,514,510.00	Local License, Fines and Fees	14,600,000.00	-	14,600,000.00	27,314,820.00	87
25,393,500.00	Earning From Commercial Undertaking	10,200,000.00	-	10,200,000.00	509,000.00	(95)
200,000.00	Rent On Local Govt. Property	3,000,000.00	-	3,000,000.00	480,000.00	(84)
-	Interest & Dividends Receivable	10,200,000.00	-	10,200,000.00	-	(100)
-	Grants	-	-	-	-	-
755,497.52	Miscellaneous	18,000,000.00	-	18,000,000.00	1,742,683.78	(90)
66,924,207.52	Sub. Total IGR	120,000,000.00	-	120,000,000.00	61,126,503.78	(49)
1,796,147,605.73	TOTAL REVENUE	2,400,000,000.00	-	2,400,000,000.00	1,961,229,506.01	(18)
-	EXPENDITURE		-			
-	Consolidated Rev. Fund Charges		-			
66,582,832.99	Political/Public Office Holders	80,000,000.00	-	80,000,000.00	69,986,412.44	13
-	Pension/Training Fund/Traditional Rulers Council	200,000,00.00	-	200,000,00.00	-	100
-	Funding Of Primary Education	650,000,000.00	-	650,000,000.00	-	100
-	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	-	100
66,582,832.99	Sub Total CRFC	940,000,000.00	-	940,000,000.00	69,986,412.44	93
307,441,932.36	Personnel Costs	370,000,000.00	-	370,000,000.00	375,481,330.66	(1.5)
152,269,066.21	Overhead Costs	300,000,000.00	-	300,000,000.00	198,438,723.70	34
526,293,831.56	Total Recurrent Expenditure	1,610,000,000.00	-	1,610,000,000.00	643,906,466.80	60
1,269,853,774.17	Operating Balance	790,000,000.00	-	790,000,000.00	1,317,323,039.21	
45,694,000.00	Transfer to Capital Dev. Fund	941,000,000.00	-	941,000,000.00	92,367,013.17	90
1,224,159,774.17	Closing Balance	(151,000,000.00)	-	(151,000,000.00)	1,224,956,026.04	

EKET LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	1,000,000.00		1,000,000.00		
	Add Revenue:					
45,694,000.00	Transfer from Consolidated Rev. Fund	941,000,000.00	-	941,000,000.00	92,367,013.17	90
	Grant	100,000,000.00	-	100,000,000.00	-	100
	Miscellaneous	50,000,000.00	-	50,000,000.00	-	100
45,694,000.00	Total Revenue available	1,092,000,000.000	-	1,092,000,000.000	92,367,013.17	92
	Less Capital Expenditure :					
	Economic Sector	128,000,000.00	-	128,000,000.00	25,080,399.17	80
	Social Sector	129,600,000.00	-	129,600,000.00	6,522,000.00	95
	Environmental/Regional Development	57,000,000.00	-	57,000,000.00	7,218,100.00	87
	General Administration	626,400,000.00	-	626,400,000.00	53,546,514.00	91
45,694,000.00	Total Expenditure	941,000,000.00	-	941,000,000.00	92,367,013.17	90
0	Closing Balance	151,000,000.00		151,000,000.00	0	

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc from SLG,Jaac 2019 ₦	2019 ₦	2018 ₦
January	158,724,586.46	76,500,092.28	-
February	151,045,332.15	47,865,178.46	36,439,035.49
March	142,035,311.14	43,465,771.59	36,023,998.58
April	150,626,132.54	48,160,724.48	35,941,951.16
May	150,419,879.85	45,310,283.35	41,024,092.32
June	166,908,156.74	58,519,360.88	43,539,834.77
July	181,016,270.09	63,756,657.79	44,818,159.73
August	171,356,008.03	60,068,227.62	47,930,273.43
September	171,175,285.84	60,611,331.45	47,280,443.94
October	169,900,207.60	59,083,788.68	50,733,767.71
November	174,419,011.93	60,023,338.92	60,743,385.74
December	155,297,008.20	52,578,472.56	101,077,181.50
Total	1,942,923,190.57	675,943,228.06	545,873,524.26

NOTE 2: INTERNALLY GENERATED REVENUE

HEAD	SUB HEAD	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	1-11	Taxes	17,000,000.00	-	700.00
1002	1-7	Rates	47,000,000.00	31,080,000.00	39,060,000.00
1003	1-97	Local Licenses, Fines & Fees	14,600,000.00	27,314,820.00	1,514,510.00
1004	1-9	Earning from Commercial Undertaking	10,200,000.00	509,000.00	25,393,500.00
1005	1-3	Rent on Local Govt. Property	3,000,000.00	480,000.00	200,000.00
1006	1-6	Interest and Dividends	10,200,000.00	-	-
1007	1-3	Grants	-	-	-
1008	1-9	Miscellaneous	18,000,000.00	1,742,683.78	755,497.52
		Total	120,000,000.00	61,126,503.78	66,924,207.52

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	4,000,000.00	3,542,418.36	3,762,087.69
Office of the Vice Chairman	3,500,000.00	3,326,918.40	3,021,295.86
Office of the Supervisors	10,000,000.00	27,932,793.36	18,782,764.44
Office of the Special Advisers	-	-	-
Office of the Secretary	3,000,000.00	3,154,315.44	4,386,861.62
Legislative/General Council	59,500,000.00	32,029,966.88	36,629,823.38
Total	80,000,000.00	69,986,412.44	66,582,832.99

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	95,000,000.00	99,939,481.28	85,052,011.31
2005	Finance and Supplies	85,000,000.00	66,073,677.24	55,366,843.56
2006	Social Development, Information, Youth Sport & Culture	35,000,000.00	29,613,575.91	28,184,222.45
2007	Primary Health Care	105,000,000.00	127,488,363.16	100,767,087.85
2008	Agriculture and Natural Resources	12,000,000.00	17,108,976.32	8,754,777.34
2009	Works And Housing, Land & Survey	23,000,000.00	23,363,972.96	18,550,386.56
2010	Traditional Rulers Office	-	-	-
2011	Budget, Planning, Research and Statistics	15,000,000.00	11,893,283.79	10,766,603.29
	Total	370,000,000.00	375,481,330.66	307,441,932.36

NOTE 5: OVERHEAD COSTS

S/N	HEAD	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1	2001A	Office of the Chairman	40,000,000.00	33,584,400.00	28,413,000.00
2	2001B	Office of the Vice Chairman	15,000,000.00	8,486,800.00	5,860,000.00
3	2002A	Office of the Secretary	8,000,000.00	4,164,480.00	2,595,000.00
4	2002B	Office of the Supervisors	10,000,000.00	5,740,450.00	4,162,000.00
5	2002C	Office of the Special Advisers	5,000,000.00	2,368,000.00	978,000.00
6	2003A	General Council	20,000,000.00	16,529,000.00	23,510,000.00
7	2003B	Office of the Leader	5,000,000.00	9,201,000.00	1,650,000.00
8	2003C	Office of the Deputy Leader	4,000,000.00	450,000.00	965,000.00
9	2003D	Office of the Majority Leader	3,000,000.00	2,552,500.00	752,000.00
10	2003E	Office of the Dep. Majority Leader	3,000,000.00	180,000.00	622,000.00
11	2003F	Office of the Chief Whip	3,000,000.00	1,021,000.00	450,000.00
12	2003G	Office of the Dep. Chief Whip	3,000,000.00	90,000.00	222,500.00
3	2003H	Office of the Clerk	2,000,000.00	160,000.00	4,251,000.00
14	2004A	Head of Local Govt. Service	3,000,000.00	1,957,000.00	3,910,799.27
15	2004B	Administration Department	6,000,000.00	4,127,000.00	4,020,635.00
16	2005	Finance/Supplies Department	7,000,000.00	5,527,332.46	4,515,096.35
17	2006	Education information & Sport	2,000,000.00	390,000.00	351,500.00
18	2007	Medical and Health Department	3,000,000.00	3,327,500.00	1,674,284.56
19	2008	Agricultural and Natural Resources	2,000,000.00	170,000.00	782,000.00
20	2009	Works and Housing Department	3,000,000.00	1,446,000.00	4,514,850.00
21	2010	Budget, Planning, Research & Statistic	2,000,000.00	520,000.00	1,066,500.00
22	2011	Traditional Rulers Office	8,000,000.00	5,235,000.00	1,740,000.00
23	2012	Miscellaneous	142,000,000.00	91,211,261.24	55,262,901.03
		Total	300,000,000.00	198,438,723.70	152,269,066.21

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	128,000,000.00	25,080,399.17	10720,000.00
Social Sector	129,600,000.00	6,522,000.00	1,150,000.00
Environmental Sector	57,000,000.00	7,218,100.00	9,907,000.00
Administration Sector:			
General Administration (Executive)	340,400,000.00	40,647,142.00	22,727,000.00
General Administration (Legislature)	286,000,000.00	12,899,372.00	1,190,000.00
TOTAL	941,000,000.00	92,367,013.17	45,694,000.00

NOTE 7: INCREASE/DECREASE OTHER CASH ASSETS

	2019 ₦		2018 ₦
2019 Advances	1,862,336,649.64	2018 Advances	1,622,205,621.73
2018 Advances	1,622,205,621.73	2017 Advances	1,575,996,084.40
	(240,131,027.91)		(46,209,537.33)

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

	2019 ₦		2018 ₦
2019 Deposits	675,058,719.30	2018 Deposits	410,435,716.40
2018 Deposits	410,435,716.40	2017 Deposits	410,035,586.61
	264,623,002.90		400,129.79

NOTE 9: CASH AND BANK BALANCES

Description	Account Numbers	2019 ₦	2018 ₦
Cash		2,578,716.77	222,460.36
Cash at Bank:			
(i) Diamond Bank /Access	0024071337	54,950.32	36,959.36
(ii) Diamond Bank/Access	0074223973	821,483.62	369,464.68
(iii) Zenith Bank	1010999843	16,637,336.31	5,382,457.76
(iv) Zenith Bank	1014517179	16,557,727.44	5,886,126.93
(v) UBA	1007338026	91,965.62	130,674.80
(vi)Heritage bank	6001956679	936,015.62	361,724.95
(vii) Zenith Bank	1013181696	-	-
(viii)ECO Bank	0063321392	-	-
(viii) Skye Bank	4040013579	-	-
Sub Total Bank		35,099,378.93	12,167,408.48
TOTAL		37,678,095.70	12,389,868.84

NOTE 10: ADVANCES

Detail	2019 ₦	2018 ₦
Purchases	1,612,066,528.91	1,377,937,370.24
Imprest	131,018,250.00	127,822,150.00
Touring	105,306,456.60	104,004,187.20
Salary/Special	5,171,815.00	5,074,665.00
Motor Vehicle	8,773,599.13	7,367,249.29
TOTAL	1,862,336,649.64	1,622,205,621.73

NOTE 11: DEPOSITS

Detail	2019 ₦	2018 ₦
NANNM	61,874.18	61,874.18
Vat	1,095,000.00	1,095,000.00
Withholding Tax	840,000.00	840,000.00
Pension Deductions	235,080,496.00	235,080,496.00
Others	437,981,349.12	173,358,346.22
Total	675,058,719.30	410,435,716.40

ESIT EKET LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Esit Eket Local Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Esit Eket Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Udo S. Edemeka
Director of Finance
Date: 27/07/2020



Hon. Iniobong R. Nnamso
Chairman
Date: 27/07/2020

AUDIT CERTIFICATE

The Executive Chairman
Esit Eket Local Government Council
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AUDIT CERTIFICATE ON THE ACCOUNTS OF ESIT EKET LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019

I have examined the Financial Statements of Esit Eket Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Esit Eket Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.


Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

ESIT EKET LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

ESIT EKET LOCAL GOVERNMENT COUNCIL
STATEMENT NO.1
CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2019

CASHFLOW FROM OPERATING ACTIVITIES	NOTES	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS				
Statutory Allocation	1	1,500,000,000.00	545,625,698.81	440,732,571.71
OTHERS: Derivation	1	350,000,000.00	-	-
Value Added Tax	1	300,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	5,500,000.00	-	140,000.00
Rates	2	3,650,000.00	15,600,000.00	-
Local License, Fines and Fees	2	4,110,000.00	5,506,200.00	465,155.00
Earnings from commercial undertaking	2	19,133,000.00	453,000.00	493,900.00
Rent on Local Govt. Property	2	3,000,000.00	100,000.00	60,000.00
Interest and Dividends Receivable	2	400,000.00	-	-
Grants	2	5,000,000.00	-	-
Miscellaneous	2	4,207,000.00	1,083,300.00	954,900.00
Capital Receipts: B/F		1,000,000.00		
Grants		100,000,000.00		
Miscellaneous		20,000,000.00		
TOTAL RECEIPTS		2,346,000,000.00	568,368,198.81	442,846,526.71
PAYMENTS:				
Consolidated Rev. Fund Charges:				
Political /Public Office Holders	3	70,000,000.00	67,484,495.68	61,311,941.72
Pensions/Training Funds/Traditional Rulers Council	3	200,000,000.00	-	-
Funding of Primary Education	3	650,000,000.00	-	-
Internal Debt Servicing	3	20,000,000.00	-	-
Total Consolidated Revenue Fund Charges		940,000,000.00	67,484,495.68	61,311,941.72
Personnel Costs	4	350,000,000.00	256,935,299.88	260,802,533.92
Overhead Costs	5	200,000,000.00	154,495,332.11	160,685,551.46
TOTAL PAYMENTS		1,490,000,000.00	478,915,127.67	482,800,027.10
Net Cash Flow From Operating Activities A		856,000,000.00	89,453,071.14	(39,953,500.39)
CASHFLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	856,000,000.00	44,134,664.00	9,616,109.00
Net Cash Flow From Investing Activities B			(44,134,664.00)	(9,616,109.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(46,988,180.00)	(32,379,934.00)
Increase/decrease in other Liabilities	8		25,113,823.49	84,491,653.95
Total Cash Flow From other Cash equivalent Accounts C			(21,874,356.51)	52,111,719.95
Net Cash Flow For The Year (A+B+C)			23,444,050.63	2,542,110.56
Cash and its equivalent as at 1st January, 2019	9		30,028,043.54	27,485,932.98
Cash and its equivalent as at 31st Dec. 2019	9		53,472,094.17	30,028,043.54

ESIT EKET LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	12,935,256.21	1,033,086.79
Cash at Bank	9	40,536,837.96	28,994,956.75
TOTAL LIQUID ASSETS		53,472,094.17	30,028,043.54
Investment & Other Cash Assets:			
Advances	10	681,371,786.00	634,383,606.00
TOTAL ASSETS		<u>734,843,880.17</u>	<u>664,411,649.54</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		429,782,547.58	384,464,140.44
OTHER LIABILITIES			
Deposits	11	305,061,332.59	279,947,509.10
TOTAL LIABILITIES		<u>734,843,880.17</u>	<u>664,411,649.54</u>

ESIT EKET LOCAL GOVERNMENT COUNCIL

STATEMENT NO. 3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

ACTUAL 2018 ₦	Description	Initial Budget 2019 ₦	Supp-Budget 2019 ₦	Final Budget 2019 ₦	ACTUAL 2019 ₦	VAR. %
434,033,749.83	Opening Balances	-		-	384,464,140.44	
	Add Revenue:					
440,732,571.71	Statutory Allocation	1,500,000,000.00	-	1,500,000,000.00	545,625,698.81	(64)
-	Derivation	350,000,000.00	-	350,000,000.00	-	(100)
-	Value Added Tax	300,000,000.00	-	300,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
440,732,571.71	Sub Total Statutory Allocation	2,180,000,000.00	-	2,180,000,000.00	545,625,698.81	(75)
140,000.00	Taxes	5,500,000.00	-	5,500,000.00	-	(100)
-	Rates	3,650,000.00	-	3,650,000.00	15,600,000.00	327
465,155.00	Local License, Fines and Fees	4,110,000.00	-	4,110,000.00	5,506,200.00	34
493,900.00	Earning from commercial undertaking	19,133,000.00	-	19,133,000.00	453,000.00	(98)
60,000.00	Rent on Local Govt. Property	3,000,000.00	-	3,000,000.00	100,000.00	(97)
-	Interest and Dividends Receivable	400,000.00	-	400,000.00	-	(100)
-	Grants	5,000,000.00	-	5,000,000.00	-	(100)
954,900.00	Miscellaneous	4,207,000.00	-	4,207,000.00	1,083,300.00	(74)
2,113,955.00	Sub. Total IGR	45,000,000.00	-	45,000,000.00	22,742,500.00	(49)
876,880,276.54	TOTAL REVENUE	2,225,000,000.00	-	2,225,000,000.00	952,832,339.25	(57)
	EXPENDITURE					
	Consolidated Rev. Fund Charges:					
61,311,941.72	Political /Public Office Holders	70,000,000.00	-	70,000,000.00	67,484,495.68	4
-	Pensions/Training Funds/Traditional Rulers Council	200,000,000.00	-	200,000,000.00	-	100
-	Funding of Primary Education	650,000,000.00	-	650,000,000.00	-	100
-	Internal Debt Servicing	20,000,000.00	-	20,000,000.00	-	100
61,311,941.72	Sub Total CRFC	940,000,000.00	-	940,000,000.00	67,484,495.68	93
260,802,533.92	Personnel Costs	350,000,000.00	-	350,000,000.00	256,935,299.88	27
160,685,551.46	Overhead Costs	200,000,000.00	-	200,000,000.00	154,495,332.11	23
482,800,027.10	TOTAL RECURRENT EXPENDITURE	1,490,000,000.00	-	1,490,000,000.00	478,915,127.67	68
394,080,249.44	Operating Balance	735,000,000.00	-	735,000,000.00	473,917,211.58	
9,616,109.00	Transfer to Capital Dev. Fund	856,000,000.00	-	856,000,000.00	44,134,664.00	95
384,464,140.44	CLOSING BALANCE	(121,000,000.00)	0	(121,000,000.00)	429,782,547.58	

ESIT EKET LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00		
	Add Revenue:					
9,616,109.00	Transfer from Consolidated Rev. Fund	856,000,000.00	-	856,000,000.00	44,134,664.00	95
	Grant	100,000,000.00	-	100,000,000.00	-	100
	Miscellaneous	20,000,000.00	-	20,000,000.00	-	100
9,616,109.00	Total Revenue available	977,000,000.00	-	977,000,000.00	44,134,664.00	96
	Less Capital Expenditure :					
-	Economic Sector	302,000,000.00	-	302,000,000.00	750,000.00	99
	Social Sector	224,000,000.00	-	224,000,000.00	1,000,000.00	99
-	Environmental/Reg. Dev	120,000,000.00	-	120,000,000.00	400,000.00	99
9,616,109.00	General Administration	210,000,000.00	-	210,000,000.00	41,984,664.00	80
	Total Expenditure	856,000,000.00	-	856,000,000.00		
0	Closing Balance	121,000,000.00	-	121,000,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1- STATUTORY ALLOCATION

MONTHS	Gross Alloc from SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	122,722,204.18	64,001,199.52	31,867,896.00
February	116,753,724.21	36,666,564.43	31,410,536.50
March	109,898,602.71	34,218,699.83	31,350,157.84
April	116,519,270.36	36,904,171.88	35,152,842.09
May	116,463,685.07	34,471,558.55	38,029,853.78
June	128,995,016.93	47,614,671.98	38,667,800.51
July	140,225,258.96	52,903,040.16	41,594,330.60
August	132,525,476.21	49,638,295.56	41,231,690.13
September	132,506,048.23	49,828,872.84	43,429,534.61
October	131,806,519.42	48,151,137.25	38,608,883.90
November	135,259,526.21	49,549,615.09	43,163,101.07
December	120,208,521.20	41,677,871.72	26,225,944.68
Total	1,503,973,853.69	545,625,698.81	440,732,571.71

NOTE 2. INTERNALLY GENERATED REVENUE

HEAD	DESCRIPTION	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
1001	Taxes	5,500,000.00	-	140,000.00
1002	Rates	3,650,000.00	15,600,000.00	-
1003	Local Licenses, Fines and Fees	4,110,000.00	5,506,200.00	465,155.00
1004	Earnings from commercial undertaking	19,133,000.00	453,000.00	493,900.00
1005	Rent on local government properties	3,000,000.00	100,000.00	60,000.00
1006	Interest on Dividends	400,000.00	-	-
1007	Grants	100,000,000.00	-	-
1008	Miscellaneous	4,207,000.00	1,083,300.00	954,900.00
	Total	140,000,000.00	22,742,500.00	2,113,955.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

Head	DESCRIPTION	BUDGET 2019 ₦	AUTUAL 2019 ₦	AUTUAL 2018 ₦
2001A	Office of the Executive Chairman	8,000,000.00	3,542,418.36	3,747,581.12
2001B	Office of the Vice Chairman	1,700,000.00	3,326,918.40	3,576,437.28
2002A	Office of the Secretaries	2,600,000.00	3,154,315.44	10,470,570.85
2002B	Office of the Supervisors	20,800,000.00	15,245,857.96	7,828,782.90
2002C	Office of the Special Advisers	3,600,000.00	12,161,216.16	3,390,889.12
2003B	Legislative/General Council	33,300,000.00	30,053,769.36	32,297,681.45
	TOTAL	70,000,000.00	67,484,495.68	61,311,942.72

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	90,000,000.00	71,993,707.03	73,751,778.61
2005	Finance and Supplies	50,000,000.00	42,502,099.25	43,351,480.35
2006	Social Development, Information, Youth, Sports and Culture Education	40,000,000.00	30,999,343.70	30,920,570.52
2007	Primary Health Care	102,000,000.00	78,086,267.31	78,594,215.07
2008	Agriculture and Natural Resources	18,000,000.00	8,619,782.13	8,356,932.17
2009	Works and Housing, Lands and Survey	30,000,000.00	19,203,614.64	20,789,438.36
2010	Traditional Rulers Office	-	-	-
2011	Budget, Planning, Research and Statistics	20,000,000.00	5,530,485.82	5,038,118.84
	TOTAL	350,000,000.00	256,935,299.88	260,802,533.92

NOTE 5: OVERHEAD COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Executive Chairman	15,000,000.00	23,945,000.00	29,607,000.00
2001B	Office of the Vice Chairman	4,000,000.00	4,397,000.00	4,366,500.00
2002A	Office of the Secretary	4,000,000.00	1,195,000.00	331,000.00
2002B	Office of the Supervisors	8,000,000.00	7,554,000.00	5,664,000.00
2002C	Office of the Special Advisers	4,000,000.00	6,127,000.00	1,839,500.00
2003A	Office of the Legislative/General Council	5,000,000.00	9,850,500.00	15,717,500.00
2003B	Office of the Leader	3,000,000.00	3,525,000.00	2,492,000.00
2003C	Office of the Deputy Leader	3,000,000.00	2,664,200.00	2,820,000.00
2003D	Office of the Majority Leader	2,000,000.00	2,405,000.00	2,130,000.00
2003E	Office of the Deputy Majority Leader	-	-	1,100,000.00
2003F	Office of the Chief Whip	2,300,000.00	2,157,500.00	1,815,000.00
2003G	Office of the Minority Leader	-	1,200,000.00	-
2003H	Office of the Clerk	-	-	-
2004A	Office of the Head of Local Government Service	4,000,000.00	2,081,000.00	2,854,000.00
2004B	Office of the Administration & General Services	4,000,000.00	2,636,700.00	2,828,500.00
2005	Finance & Supplies	4,000,000.00	2,898,500.00	2,398,500.00
2006	Education, Information & Sports	4,000,000.00	1,280,000.00	540,000.00
2007	Health	9,000,000.00	3,317,500.00	3,700,000.00
2008	Agriculture and Natural Resources	3,000,000.00	950,000.00	480,000.00
2009	Works and transport	5,700,000.00	1,835,000.00	693,000.00
2010	Budget, Planning, Research & Statistics	4,000,000.00	855,000.00	205,000.00
2011	Traditional Rulers Council	7,000,000.00	275,000.00	2,635,000.00
2012	Miscellaneous	105,000,000.00	73,425,932.11	76,469,051.46
	TOTAL	200,000,000.00	154,495,332.11	160,685,551.46

NOTE 6: CAPITAL EXPENDITURE:

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
4001	Economic sector	302,000,000.00	750,000.00	-
5001	Social sector	224,000,000.00	1,000,000.00	-
6001	Environmental sector	120,000,000.00	400,000.00	-
	Administration Sector			
7001A	General Administration (Executive)	132,000,000.00	34,184,664.00	600,000.00
7001B	General Administration (Legislative)	78,000,000.00	7,800,000.00	9,016,109.00
	TOTAL	856,000,000.00	44,134,664.00	9,616,109.00

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
2019 Advances	681,371,180.00	2018 Advances	634,383,606.00
2018 Advances	634,383,606.00	2017 Advances	602,003,672.00
	(46,988,180.00)		(32,379,934.00)

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	305,061,332.59	2018 Deposits	279,947,509.10
2018 Deposits	279,947,509.10	2017 Deposits	195,455,855.15
	25,113,823.49		84,491,653.95

NOTE 9: CASH AND BANK BALANCES

Description	Actual 2019 ₦	Actual 2018 ₦
CASH	12,935,256.21	1,033,086.79
Diamond Bank- 0028076220	-	7,851,412.48
Akwa Savings	-	(14,034.43)
Zenith Bank – 1014518224	18,224,292.54	9,814,547.33
Zenith Bank 1	-	-
Access Bank A/c – 0628076220	17,811,212.92	2,303,030.43
Polaris Bank 4040041145	4,501,332.50	2,952,464.18
UBA	-	6,087,536.76
Subtotal Bank	40,536,837.96	28,994,956.75
Total	53,472,094.17	30,028,043.54

NOTE 10 : ADVANCES

Detail	2019 ₦	2018 ₦
i Purchase Advances	496,247,287.00	460,239,607.00
ii Imprest	120,516,000.00	112,965,500.00
iii Touring	52,622,850.00	49,192,850.00
Iv Salary/ Special	4,975,649.00	4,975,649.00
V Motor Vehicle	7,010,000.00	7,010,000.00
Vi Others	-	-
TOTAL	681,371,786.00	634,383,606.00

NOTE 11: DEPOSITS

Detail	2019 ₦	2018 ₦
i. PAYE Tax	736,444.76	736,444.76
ii. NULGE Dues-State/Branch	2,586,647.11	2,586,648.11
iii. NANNM	1,504,387.51	1,504,387.51
iv. VAT	-	-
v. Withholding Tax	-	-
vi. Pension Deductions	4,638,334.42	4,638,334.42
vii. Others	295,595,518.79	270,481,694.30
Total	305,061,332.59	279,947,509.10

ESSIEN UDIM LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Essien Udim Local Government Council in accordance with the Provisions of the Model Financial Memoranda. The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Essien Udim Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Usen, Udo Michael
Director of Finance
Date: 23/09/2020



Hon. Raphael Isobara
Chairman
Date: 23/09/2020

AUDIT CERTIFICATE

The Executive Chairman
Essien Udim Local Government Council
Afaha Ikot Ebak

AUDIT CERTIFICATE ON THE ACCOUNTS OF ESSIEN UDIM LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019

I have examined the Financial Statements of Essien Udim Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Essien Udim Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.


Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

ESSIEN UDIM LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

ESSIEN UDIM LOCAL GOVERNMENT COUNCIL

STATEMENT NO. 1

CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASHFLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS				
Statutory Allocation	1	1,800,000,000.00	700,488,039.76	611,228,788.28
OTHERS: Derivation	1	300,000,000.00	-	-
Valued and Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	500,000.00	-	-
Rates	2	1,800,000.00	661,250.00	630,000.00
Local License Fines and Fees	2	1,203,000.00	56,780.00	89,790.00
Earning From Commercial Undertaking	2	10,750,000.00	557,800.00	2,539,800.00
Rent on Local Govt. Property	2	3,252,000.00	160,000.00	755,000.00
Interest and Dividend Receivable	2	500,000.00	-	-
Grant	2	-	-	-
Miscellaneous	2	6,995,000.00	1,917,500.00	967,972.28
Capital Receipts: B/F		1,000,000.00		
Grants		100,000,000.00		
Miscellaneous		50,000,000.00		
TOTAL RECEIPTS		2,656,000,000.00	703,841,369.76	616,211,350.56
PAYMENTS				
Consolidated Revenue Fund Charge			-	-
Political/ Public Office Holders	3	80,000,000.00	73,404,514.18	53,482,573.55
Pensions/ Training Fund/ Traditional Rulers Council	3	200,000,000.00	-	-
Funding Of Primary Education	3	800,000,000.00	-	-
Internal Debt Servicing	3	15,000,000.00	-	-
Total Consolidated Revenue Fund Charges		1,095,000,000.00	73,404,514.18	53,482,573.55
Personnel Costs	4	500,000,000.00	395,164,842.06	430,024,621.58
Overhead Costs	5	300,000,000.00	126,149,009.89	129,272,202.83
TOTAL PAYMENTS		1,895,000,000.00	594,718,366.13	612,779,397.96
Net Cash Flow from Operating Activities A		761,000,000.00	109,123,003.63	3,431,952.60
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	761,000,000.00	17,841,150.00	6,041,000.00
Net Cash Flow From Investing Activities B			(17,841,150.00)	(6,041,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(72,339,999.95)	5,378,140.88
Increase/decrease in other Liabilities	8		3,007,946.41	3,105,626.81
Total Cash Flow From other Cash equivalent Accounts C			(69,332,053.54)	8,483,767.69
NET CASH FLOW FROM FOR THE YEAR (A+B+C)			21,949,800.09	5,874,720.29
Cash and its equivalent as at 1 st January, 2019	9		26,055,753.32	20,181,033.03
Cash and its equivalent as at 31st December, 2019	9		48,005,553.41	26,055,753.32

ESSIEN UDIM LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	156,650.10	170.32
Cash at Bank	9	47,848,903.31	26,055,583.00
TOTAL LIQUID ASSETS		48,005,553.41	26,005,753.32
Investment & Other Cash Assets:			
Advances	10	1,451,513,826.42	1,379,173,826.47
TOTAL ASSETS		<u>1,499,519,379.83</u>	<u>1,405,229,579.79</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		1,212,590,203.61	1,121,308,349.98
OTHER LIABILITIES			
Deposits	11	286,929,176.22	283,921,229.81
TOTAL LIABILITIES		<u>1,499,519,379.83</u>	<u>1,405,229,579.79</u>

ESSIEN UDIM LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 N	Description	Initial Budget 2019 N	Supp- Budget 2019 N	Final Budget 2019 N	Actual 2019 N	VAR. %
1,123,917,397.38	Opening Balance	-	-	-	1,121,308,349.98	
	Add revenue:					
611,228,788.28	Statutory Allocation	1,800,000,000.00	-	1,800,000,000.00	700,488,039.76	(61)
-	Derivation	300,000,000.00	-	300,000,000.00	-	(100)
-	Valued Added Tax	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
611,228,788.28	Sub Total Statutory Allocation	2,480,000,000.00	-	2,480,000,000.00	700,488,039.76	(72)
-	Taxes	500,000.00	-	500,000.00	-	(100)
630,000.00	Rates	1,800,000.00	-	1,800,000.00	661,250.00	(63)
89,790.00	Local License, Fines And Fees	1,203,000.00	-	1,203,000.00	56,780.00	(95)
2,539,800.00	Earning From Commercial Undertaking	10,750,000.00	-	10,750,000.00	557,800.00	(95)
755,000.00	Rent on Local Govt. Property	3,252,000.00	-	3,252,000.00	160,000.00	(95)
-	Interest & Dividends Receivable	500,000.00	-	500,000.00	-	(100)
-	Grants	-	-	-	-	-
967,972.28	Miscellaneous	6,995,000.00	-	6,995,000.00	1,917,500.00	(73)
4,982,562.28	Sub. Total IGR	25,000,000.00	-	25,000,000.00	3,353,330.00	(87)
1,740,128,747.94	TOTAL REVENUE	2,505,000,000.00	-	2,505,000,000.00	1,825,149,719.74	(27)
-	EXPENDITURE					
-	Consolidated Rev. Fund Charges					
53,482,573.55	Political/Public Office Holders	80,000,000.00	-	80,000,000.00	73,404,514.18	8
-	Pension/Training Fund/Traditional Rulers Council	200,000,000.00	-	200,000,000.00	-	100
-	Funding Of Primary Education	800,000,000.00	-	800,000,000.00	-	100
-	Internal Debt Servicing	15,000,000.00	-	15,000,000.00	-	100
53,482,573.55	Sub Total CRFC	1,095,000,000.00	-	1,095,000,000.00	73,404,514.18	93
430,024,621.58	Personnel Costs	500,000,000.00	-	500,000,000.00	395,164,842.06	21
129,272,202.83	Overhead Costs	300,000,000.00	-	300,000,000.00	126,149,009.89	58
612,779,397.96	TOTAL RECURRENT EXPENDITURE	1,895,000,000.00	-	1,895,000,000.00	594,718,366.13	69
1,127,349,349.98	Operating balance	610,000,000.00	-	610,000,000.00	1,230,431,353.61	
6,041,000.00	Transfer to Capital Dev Fund	761,000,000.00	-	761,000,000.00	17,841,150.00	98
0	CLOSING BALANCE	(151,000,000.00)	-	(151,000,000.00)	0	

ESSIEN UDIM LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00		
	Add Revenue:					
6,041,000.00	Transfer from Consolidated Rev. Fund	761,000,000.00	-	761,000,000.00	17,841,150.00	98
	Grant	100,000,000.00	-	100,000,000.00	-	100
	Miscellaneous	50,000,000.00	-	50,000,000.00	-	100
6,041,000.00	Total Revenue available	912,000,000.00		912,000,000.00	17,841,150.00	98
	Less Capital Expenditure					
1,110,000.00	Economic Sector	226,700,000.00	-	226,700,000.00	400,000.00	99
-	Social Sector	144,800,000.00	-	144,800,000.00	1,150,000.00	99
300,000.00	Environmental/Regional Development	121,000,000.00	-	121,000,000.00	50,000.00	99
4,631,000.00	General Administration	268,500,000.00	-	268,500,000.00	16,241,150.00	94
6,041,000.00	Total Expenditure	761,000,000.00	-	761,000,000.00	17,841,150.00	98
0	Closing Balance	151,000,000.00	-	151,000,000.00	0	

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc from SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	164,387,433.44	78,887,916.45	41,440,337.61
February	156,197,301.97	49,896,571.04	41,022,447.81
March	146,870,450.66	47,107,337.65	40,431,916.33
April	155,703,060.11	49,856,339.39	45,810,136.00
May	155,494,621.70	52,905,537.85	48,342,097.26
June	172,548,589.09	60,248,245.63	50,725,045.66
July	187,044,576.46	65,158,682.66	53,922,744.89
August	177,365,530.37	61,652,088.08	53,438,429.91
September	176,838,450.05	61,771,279.14	54,951,693.29
October	175,507,027.65	59,688,875.24	70,725,922.21
November	180,203,090.04	60,594,970.87	73,287,884.05
December	160,495,401.08	52,720,195.76	37,130,133.26
Total	2,008,055,532.62	700,488,039.76	611,228,788.28

NOTE 2: INTERNALLY GENERATED REVENUE

HEAD	SUB HEAD	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	1-11	Taxes	500,000.00	-	-
1002	1-7	Rates	1,800,000.00	661,250.00	630,000.00
1003	1-97	Local Licenses, Fines & Fees	1,203,000.00	56,780.00	89,790.00
1004	1-9	Earning from Commercial Undertaking	10,750,000.00	557,800.00	2,539,800.00
1005	1-3	Rent on Local Govt. Property	3,252,000.00	160,000.00	755,000.00
1006	1-6	Interest and Dividends	500,000.00	-	-
1007	1-3	Grants	-	-	-
1008	1-9	Miscellaneous	6,995,000.00	1,917,500.00	967,972.28
		Total	25,000,000.00	3,353,330.00	4,982,562.28

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	3,500,000.00	13,142,418.36	3,512,898.18
Office of the Vice Chairman	3,000,000.00	3,576,918.40	3,299,194.08
Office of the Supervisors	13,000,000.00	20,397,906.60	6,264,820.93
Office of the Special Advisers	7,500,000.00	16,383,860.75	5,033,392.24
Office of the Secretary	3,000,000.00	3,399,651.10	2,602,310.23
Legislative/General Council	50,000,000.00	16,503,758.97	32,769,957.89
Total	80,000,000.00	73,404,514.18	53,482,573.55

NOTE 4 PERSONNEL COSTS

HEAD		Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	125,327,592.00	99,787,779.22	125,330,214.06
2005	Finance and Supplies	67,666,922.00	62,829,427.98	63,466,345.05
2006	Social Development, Information, Youth Sport & Culture	84,958,797.00	60,352,860.08	62,962,352.81
2007	Primary Health Care	144,164,933.00	122,870,973.80	127,569,429.80
2008	Agriculture and Natural Resources	13,855,511.00	9,408,679.04	9,536,838.08
2009	Works And Housing, Land & Survey	45,284,423.00	32,476,854.20	33,204,946.57
2010	Budget, Planning, Research and Statistics	10,555,210.00	7,438,267.74	7,954,495.21
2011	Traditional Rulers Office	8,186,612.00	-	-
	Total	500,000,000.00	395,164,842.06	430,024,621.58

NOTE 5: OVERHEAD COSTS

S/N	Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1	2001A	Office of the Chairman	35,000,000.00	24,130,000.00	25,815,000.00
2	2001B	Office of the Vice Chairman	12,000,000.00	3,135,000.00	4,230,000.00
3	2002A	Office of the Secretary	6,000,000.00	1,290,000.00	785,500.00
4	2002B	Office of the Supervisors	9,000,000.00	2,762,000.00	1,048,000.00
5	2002C	Office of the Special Advisers	8,000,000.00	2,355,000.00	840,000.00
6	2003A	General Council	18,400,000.00	910,000.00	6,250,000.00
7	2003B	Office of the Leader	5,000,000.00	1,875,000.00	1,847,000.00
8	2003C	Office of the Deputy Leader	4,000,000.00	1,210,000.00	1,345,000.00
9	2003D	Office of the Majority Leader	3,000,000.00	1,200,000.00	1,270,000.00
10	2003E	Office of the Dep. Majority Leader	3,000,000.00	220,000.00	1,220,000.00
11	2003F	Office of the Chief Whip	3,000,000.00	1,200,000.00	1,220,000.00
12	2003G	Office of the Dep. Chief Whip	3,000,000.00	1,225,000.00	1,200,000.00
13	2003H	Office of the Clerk	-	1,690,000.00	55,000.00
14	2004A	Head of Local Govt. Service	6,000,000.00	913,900.00	5,772,000.00
15	2004B	Administration Department	10,000,000.00	1,789,100.00	1,128,700.00
16	2005	Finance/Supplies Department	8,000,000.00	2,006,300.00	6,788,880.00
17	2006	Education information & Sport	3,500,000.00	115,000.00	295,300.00
18	2007	Medical and Health Department	9,000,000.00	2,227,500.00	380,000.00
19	2008	Agricultural and Natural Resources	3,000,000.00	350,000.00	380,000.00
20	2009	Works and Housing Department	3,600,000.00	2,747,150.00	1,430,000.00
21	2010	Budget, Planning, Research & Statistic	3,000,000.00	230,000.00	310,000.00
22	2011	Traditional Rulers Office	4,500,000.00	-	-
23	2012	Miscellaneous	140,000,000.00	72,568,059.89	65,661,822.83
		Total	300,000,000.00	126,149,009.89	129,272,202.83

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	226,700,000.00	400,000.00	1,110,000.00
Social Sector	144,800,000.00	1,150,000.00	-
Environmental Sector	121,000,000.00	50,000.00	300,000.00
Administration Sector			
General Administration (Executive)	167,600,000.00	10,741,150.00	4,631,000.00
General Administration (Legislature)	100,900,000.00	5,500,000.00	-
Total	761,000,000.00	17,841,150.00	6,041,000.00

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

	2019 ₦		2018 ₦
2019 Advances	1,451,513,826.42	2018 Advances	1,379,173,826.47
2018 Advances	1,379,173,826.47	2017 Advances	1,384,551,967.35
	(72,339,999.95)		5,378,140.88

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

	2019 ₦		2018 ₦
2019 Deposits	286,929,176.22	2018 Deposits	283,921,229.81
2018 Deposits	283,921,229.81	2017 Deposits	280,815,603.00
	3,007,946.41		3,105,626.81

NOTE 9: CASH AND BANK BALANCES

	Description	2019 ₱	2018 ₱
(1)	Cash	156,650.10	170.32
(2)	Cash at Bank:		
	(i) Zenith Bank A/C (Salary)	18,727,117.94	12,815,048.82
	(ii) Zenith Bank A/C (Project)	15,875,540.94	29,194.67
	(iii) Access Bank A/C No. 0021588241	21,561.29	21,561.29
	(iv) Skye Bank	4,999,758.38	4,999,758.39
	(v) Diamond Bank	7,660,590.53	7,660,590.53
	(vi) Diamond Bank (Sure - P)	529,429.30	529,429.30
	(vii) Zenith Bank A/C No. 1012848316	34,904.92	-
	Sub Total Bank Balance	47,848,903.31	26,055,583.00
	TOTAL	48,005,553.41	26,055,753.32

NOTE 10: ADVANCES

	Detail	2019 ₱	2018 ₱
(1)	Purchases	1,247,393,199.55	1,196,136,299.60
(2)	Imprest	138,532,250.00	119,998,650.00
(3)	Touring	64,124,760.00	61,575,260.00
(4)	Salary/Special	1,463,616.87	1,463,616.87
(5)	Motor Vehicle	-	-
(6)	Others	-	-
	Total	1,451,513,826.42	1,379,173,826.47

NOTE 11: DEPOSITS

Detail	2019 ₱	2018 ₱
PAYE Tax	(1,059,462.54)	(55,490.93)
NULGE Dues State/ Branch	(2,835,420.84)	(2,348,813.17)
NANNM	175,003.28	216,958.09
VAT	46,500.00	46,500.00
Withholding Tax	1,047,520.00	1,047,520.00
Pension Deductions	13,081,440.28	13,081,440.28
Others	276,473,596.04	271,933,115.54
Total	286,929,176.22	283,921,229.81

ETIM EKPO LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Etim Ekpo Local Government Council in accordance with the Provisions of the Model Financial Memoranda. The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Etim Ekpo Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Okokon O. Ekpenyong
Director of Finance
Date: 14/08/2020



Rt. Hon. UdemEduo
Chairman
Date: 14/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Etim Ekpo Local Government Council
Utu Etim Ekpo

AUDIT CERTIFICATE ON THE ACCOUNTS OF ETIM EKPO LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019

I have examined the Financial Statements of Etim Ekpo Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Etim Ekpo Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.


Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

ETIM EKPO LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

ETIM EKPO LOCAL GOVERNMENT COUNCIL
STATEMENT NO.1
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASH FLOW FROM OPERATING ACTIVITIES	NOTES	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS:				
Statutory Allocation	1	2,148,000,000.00	686,690,363.72	585,938,507.28
OTHERS: Derivation	1	200,000,000.00	-	-
Value Added Tax	1	300,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	500,000.00	-	-
Rates	2	2,300,000.00	547,000.00	-
Local License fines and fees	2	3,670,000.00	282,510.00	141,290.00
Earning from commercial undertaking	2	3,500,000.00	266,000.00	240,000.00
Rent on Local Govt. Property	2	1,200,000.00	984,000.00	130,000.00
Interest & Dividends Receivable	2	-	-	-
Grants	2	-	-	-
Miscellaneous	2	11,250,000.00	435,200.00	283,600.00
Capital Receipts: B/F		640,000.00		
Grants		200,000,000.00		
Miscellaneous		20,000,000.00		
TOTAL RECEIPTS		2,921,060,000.00	689,205,073.72	586,733,397.28
PAYMENTS:				
Consolidated Rev. Fund Charges				
Political/Public Office Holders	3	70,000,000.00	43,659,148.05	20,619,564.71
Pensions/Training Fund/Traditional Rulers Council	3	150,000,000.00	-	-
Funding of Primary Education	3	900,000,000.00	-	-
Internal Debt Serving	3	10,000,000.00	-	-
Total Consolidated Revenue Fund Charges		1,130,000,000.00	43,659,148.05	20,619,564.71
Personnel Costs	4	670,792,000.00	381,652,439.62	387,233,288.93
Overhead Costs	5	234,360,000.00	162,844,924.41	58,306,400.00
TOTAL PAYMENTS		2,035,152,000.00	588,156,512.08	520,012,075.04
Net Cash Flow from Operating Activities A		885,908,000.00	101,048,561.64	66,721,322.24
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	885,908,000.00	22,664,588.00	-
Net Cash Flow from Investing Activities B			(22,664,588.00)	-
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(54,340,993.85)	(45,323,850.00)
Increase/decrease in other Liabilities	8		(6,738,367.25)	18,778,444.01
Total Cash Flow From other Cash equivalent Accounts C			(61,079,361.10)	(26,545,405.99)
Net Cash Flow for The Year (A +B +C)			17,304,612.54	40,175,916.21
Cash and its equivalent as at 1 st January, 2019	9		26,325,598.42	(13,850,317.83)
Cash and its equivalent as at 31st December, 2019	9		43,630,210.96	26,325,598.42

**ETIM EKPO LOCAL GOVERNMENT COUNCIL
STATEMENT NO.2**

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	5,966,412.59	4,013,723.18
Cash at Bank	9	37,663,798.37	22,311,875.24
TOTAL LIQUID ASSETS		43,630,210.96	26,325,598.42
Investment & Other Cash Assets:			
Advances	10	1,294,010,716.69	1,239,669,722.84
TOTAL ASSETS		<u>1,337,640,927.65</u>	<u>1,265,995,321.26</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		857,723,509.59	779,339,535.95
OTHER LIABILITIES			
Deposits	11	479,917,418.06	486,655,785.31
TOTAL LIABILITIES		<u>1,337,640,927.65</u>	<u>1,265,995,321.26</u>

ETIM EKPO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	VAR %
712,618,213.71	Opening Balances	-	-	-	779,339,535.95	
	Add Revenue:		-			
585,938,507.28	Statutory Allocation	2,148,000,000.00	-	2,148,000,000.00	686,690,363.72	(68)
	Derivation	200,000,000.00	-	200,000,000.00	-	(100)
	Value Added Tax	300,000,000.00	-	300,000,000.00	-	(100)
	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
	Excess Crude	-	-	-	-	-
	Stabilization	-	-	-		
585,938,507.28	Sub Total Statutory Allocation	2,678,000,000.00	-	2,678,000,000.00	686,690,363.72	(74)
-	Taxes	500,000.00	-	500,000.00	-	(100)
-	Rates	2,300,000.00	-	2,300,000.00	547,000.00	(76)
141,290.00	Local License fines and fees	3,670,000.00	-	3,670,000.00	282,510.00	(92)
240,000.00	Earning from commercial undertaking	3,500,000.00	-	3,500,000.00	266,000.00	(92)
130,000.00	Rent on Local Govt. Property	1,200,000.00	-	1,200,000.00	984,000.00	(18)
-	Interest & Dividends Receivable	-	-	-	-	
-	Grants	-	-	-	-	
283,600.00	Miscellaneous	11,250,000.00	-	11,250,000.00	435,200.00	(96)
794,890.00	Sub-Total IGR	22,420,000.00	-	22,420,000.00	2,514,710.00	(89)
586,733,397.28	TOTAL REVENUE	2,700,420,000.00	-	2,700,420,000.00	1,468,544,609.67	(46)
	EXPENDITURE					
	Consolidated Rev. Fund Charges:					
20,619,564.71	Political/Public Office Holders	70,000,000.00	-	70,000,000.00	43,659,148.05	38
	Pensions/Training, Fund/Trad. Rulers Council	150,000,000.00	-	150,000,000.00	-	100
	Funding of Primary Education	900,000,000.00	-	900,000,000.00	-	100
	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	-	100
20,619,564.71	Sub Total CRFC	1,130,000,000.00	-	1,130,000,000.00	43,659,148.05	96
387,233,288.93	Personnel Costs	670,792,000.00	-	670,792,000.00	381,652,439.62	43
112,159,221.40	Overhead Costs	234,360,000.00	-	234,360,000.00	162,844,924.41	31
520,012,075.04	TOTAL RECURRENT EXPENDITURE	2,035,152,000.00	-	2,035,152,000.00	588,156,512.08	71
779,339,535.95	Operating Balance	665,268,000.00	-	665,268,000.00	880,388,097.59	
-	Transfer to Capital Dev. Fund	885,908,000.00	-	885,908,000.00	22,664,588.00	97
779,339,535.95	CLOSING BALANCE	(220,640,000.00)	-	(220,640,000.00)	857,723,509.59	

ETIM EKPO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
-	Opening balance	640,000.00	-	640,000.00		
-	Add Revenue:					
-	Transfer from Consol. Fund	885,908,000.00	-	885,908,000.00	22,664,588.00	97
-	Grant	200,000,000.00	-	200,000,000.00		100
-	Miscellaneous	20,000,000.00	-	20,000,000.00		100
-	Total Revenue available	1,106,548,000.00	-	1,106,548,000.00	22,664,588.00	99
-						
-	Less Capital Expenditure					
-	ECONOMIC SECTOR	264,708,000.00	-	264,708,000.00	6,100,000.00	98
-	Social Sector	166,000,000.00	-	166,000,000.00	2,500,000.00	98
-	Environmental/Reg. Dev.	119,200,000.00	-	119,200,000.00	4,219,000.00	96
-	General Administration	336,000,000.00	-	336,000,000.00	9,845,588.00	97
-	Total Expenditure	885,908,000.00	-	885,908,000.00	22,664,588.00	97
-	Closing Balance	220,640,000.00		220,640,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc from SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	141,282,709.74	77,984,245.25	39,747,857.15
February	134,318,250.69	47,875,239.08	-
March	126,374,097.89	45,209,658.58	39,767,151.31
April	134,145,373.87	47,907,852.19	39,282,964.63
May	133,949,051.24	46,452,773.01	43,856,711.09
June	148,531,839.93	59,839,388.90	46,002,112.17
July	161,330,302.78	65,086,744.02	47,277,232.86
August	152,738,732.88	61,535,089.33	50,651,658.95
September	152,711,073.76	61,690,867.98	51,580,152.61
October	151,629,227.78	60,044,019.61	53,054,415.99
November	155,556,149.69	60,622,642.40	65,689,858.20
December	138,404,598.97	52,441,843.37	109,028,392.32
Total	1,730,971,409.22	686,690,363.72	585,938,507.28

NOTE 2: INTERNALLY GENERATED REVENUE (IGR)

HEAD	DESCRIPTION	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
1001 -	Taxes	500,000.00	-	-
1002 -	Rates	2,300,000.00	547,000.00	-
1003 -	Local Licenses Fines and Fees	3,670,000.00	282,510.00	141,290.00
1004 -	Earnings from Commercial Undertaking	3,500,000.00	266,000.00	240,000.00
1005 -	Rent on Local Government Properties	1,200,000.00	984,000.00	130,000.00
1006 -	Interest on Dividends	-	-	-
1007 -	Grants	-	-	-
1008 -	Miscellaneous	11,250,000.00	435,200.00	283,600.00
	Total	22,420,000.00	2,514,710.00	794,890.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES

DESCRIPTION	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
Office of the Executive Chairman	3,600,000.00	2,656,813.77	2,036,890.53
Office of the Vice Chairman	3,400,000.00	2,217,945.56	1,912,978.08
Office of the Supervisors	15,000,000.00	10,514,384.80	-
Office of the Special Advisers	12,000,000.00	8,107,477.44	-
Office of the Secretary	3,000,000.00	2,102,876.96	1,813,461.13
Legislative/General Council	33,000,000.00	18,059,649.52	14,856,294.97
Total	70,000,000.00	43,659,148.05	20,619,564.71

NOTE 4: PERSONNEL COSTS:

HEAD	DESCRIPTION	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
2004	Administration	188,000,000.00	97,486,482.87	98,405,805.89
2005	Finance and Supplies	103,000,000.00	57,808,911.55	59,543,176.79
2006	Social Development, Information, Youth, Sports & Culture	56,470,000.00	29,452,684.66	31,106,997.71
2007	Primary Health Care	240,000,000.00	143,483,818.64	143,791,520.08
2008	Agriculture and Natural Resources	12,353,000.00	7,161,375.32	7,990,650.00
2009	Works and Housing, Lands & Survey	55,000,000.00	37,774,616.08	37,801,340.22
2010	Budget, Planning, Research and Statistics	15,969,000.00	8,484,550.50	8,593,798.24
2011	Traditional Rulers Office			-
	Total	670,792,000.00	381,652,439.62	387,233,288.93

NOTE 5: OVERHEAD COSTS:

HEAD	DESCRIPTION	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
2001A	Office of the Executive Chairman	38,000,000.00	30,631,000.00	25,195,000.00
2001B	Office of the Vice Chairman	11,400,000.00	8,635,520.00	2,400,000.00
2002A	Office of the Secretary	8,700,000.00	3,518,500.00	790,000.00
2002B	Office of the Supervisors	9,000,000.00	7,590,000.00	245,000.00
2002C	Office of the Special Advisers	7,000,000.00	3,605,200.00	-
2003A	Office of the Legislative/General Council	10,800,000.00	9,961,005.00	8,905,000.00
2003B	Office of the Leader	6,840,000.00	1,060,000.00	1,340,000.00
2003C	Office of the Deputy Leader	5,820,000.00	880,000.00	1,100,000.00
2003D	Office of the Majority Leader	4,200,000.00	4,005,000.00	105,000.00
2003E	Office of the Deputy Majority Leader	3,200,000.00	700,000.00	-
2003F	Office of the Chief Whip	3,000,000.00	800,000.00	-
2003G	Office of the Deputy Chief Whip	3,000,000.00	1,600,000.00	-
2003H	Office of the Clerk	2,000,000.00	298,000.00	121,500.00
2004A	Office of the Head of Local Govt. Service	4,500,000.00	3,156,400.00	356,300.00
2004B	Office of the Admin. & General Services	5,900,000.00	4,590,000.00	1,625,350.00
2005	Finance and supplies	8,000,000.00	1,972,660.00	481,750.00
2006	Education, Information & Sports	5,000,000.00	870,000.00	85,000.00
2007	Health	5,000,000.00	1,737,500.00	435,000.00
2008	Agricultural Natural Resources	5,000,000.00	415,000.00	97,500.00
2009	Works and Transport	5,000,000.00	3,131,000.00	2,724,000.00
2010	Budget, Planning, Research & Statistics	5,000,000.00	88,000.00	1,390,000.00
2011	Traditional Rulers Council	4,000,000.00	650,000.00	600,000.00
2012	Miscellaneous	74,000,000.00	72,950,139.41	64,162,821.40
	Total	234,360,000.00	162,844,924.41	112,159,221.40

NOTE 6: CAPITAL EXPENDITURE

DESCRIPTION	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
Economic Sector	264,708,000.00	6,100,000.00	-
Social Sector	166,000,000.00	2,500,000.00	-
Environmental Sector	119,200,000.00	4,219,000.00	-
Administration Sector			
General Administration (Executive)	189,000,000.00	5,135,300.00	-
General Administration (Legislature)	147,000,000.00	4,710,288.00	-
Total	885,908,000.00	22,664,588.00	-

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

NOTE 7: 2019 ₦		2018 ₦	
2019 Advances	1,294,010,716.69	2018Advances	1,239,669,722.84
2018 Advances	1,239,669,722.84	2017Advances	1,194,345,872.84
	(54,340,993.85)		(45,323,850.00)

NOTE : 8 INCREASE / DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	479,917,418.06	2018 Deposits	486,655,785.31
2018 Deposits	486,655,785.31	2017 Deposits	467,877,341.30
	(6,738,367.25)		18,778,444.01

NOTE 9: CASH AND BANK BALANCES

DESCRIPTION	2019 ₱	2018 ₱
CASH	5,966,412.59	4,013,723.18
BANKS:		
First Bank	6,596.12	6,596.12
Zenith Bank A/C (Salary)	31,772,724.92	18,204,796.38
Zenith Bank A/c (Project)	4,624,979.63	2,840,985.04
Zenith Bank A/c	375,548.60	375,548.60
Skye Bank	883,949.10	883,949.10
Sub Total Bank Bal.	37,663,798.37	22,311,875.24
Total	43,630,210.96	26,325,598.42

NOTE 10 : ADVANCES

Detail	2019 ₱	2018 ₱
i. Purchase Advances	574,828,103.76	544,016,609.91
ii. Imprest	238,793,940.00	215,264,440.00
iii. Touring	89,006,381.00	89,006,381.00
iv. Salary/Special	391,382,291.93	391,382,291.93
v. Motor Vehicle		
vi. Others		
Total	1,294,010,716.69	1,239,669,722.84

NOTE 11 : DEPOSITS

Detail	2019 ₱	2018 ₱
i. PAYE Tax	3,001,626.35	2,190,604.38
ii. NULGE Dues – State/Branch	5,741,562.43	7,577,287.16
iii. NANNM	2,815,918.41	1,897,201.80
iv. VAT	7,047,622.76	7,047,622.76
v. WITHHOLDING TAX	36,083.00	36,083.00
vi. Pension Deductions	5,895,039.38	5,895,039.38
vii. Others	455,379,565.73	462,011,946.83
Total	479,917,418.06	486,655,785.31

ETINAN LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Etinan Local Government Council in accordance with the Provisions of the Model Financial Memoranda.

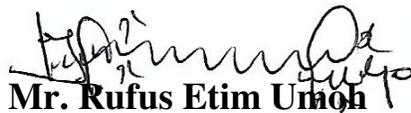
The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Etinan Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Rufus Etim Umoh

Director of Finance

Date: 06/08/2020



Hon. Cletus Asukwo Ekpo

Chairman

Date: 06/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Etinan Local Government Council
Etinan

AUDIT CERTIFICATE ON THE ACCOUNTS OF ETINAN LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Etinan Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Etinan Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

ETINAN LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

ETINAN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASH FLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS				
Statutory Allocation	1	1,600,000,000.00	617,633,198.21	552,918,750.85
OTHERS: Derivation	1	250,000,000.00	-	-
Value Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	200,000.00	-	-
Rates	2	2,800,000.00	1,110,000.00	1,010,000.00
Local License fines and fees	2	2,500,000.00	280,070.00	181,330.00
Earning from commercial undertaking	2	2,000,000.00	347,000.00	230,700.00
Rent on Local Government Property	2	1,500,000.00	227,000.00	8,000.00
Interest & Dividends Receivable	2	-	-	-
Grants	2	-	-	-
Miscellaneous	2	41,000,000.00	1,966,500.00	5,688,562.00
Capital Receipts: B/F		1,000,000.00		
Grants		100,000,000.00		
Miscellaneous		50,000,000.00		
TOTAL RECEIPTS		2,431,000,000.00	621,563,768.21	560,037,342.85
PAYMENTS:				
Consolidated Rev. Fund Charges:				
Political Public Office Holders	3	80,000,000.00	74,128,826.60	46,880,733.97
Pensions, Training Fund/Traditional Rules Council	3	150,000,000.00	-	-
Funding of Primary Education	3	850,000,000.00	-	-
Internal Debt Servicing	3	20,000,000.00	6,000,000.00	7,500,000
Total Consolidated revenue Fund Charges		1,100,000,000.00	80,128,826.60	54,380,733.97
Personnel Costs	4	420,000,000.00	304,879,301.64	324,326,345.43
Overhead Costs	5	220,000,000.00	151,524,947.79	100,635,150.50
TOTAL PAYMENTS	-	1,740,000,000.00	536,533,076.03	479,342,229.90
Net Cash Flow From Operating Activities A	-	691,000,000.00	85,030,692.18	80,695,112.95
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	691,000,000.00	44,024,208.00	28,197,000
Net Cash Flow From Investing Activities B			(44,024,208.00)	(28,197,000))
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans				
Net Cashflow from Financing Activities				
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(85,223,228.50)	(34,562,769)
Increase/decrease in other Liabilities	8		15,781,079.89	4,704,297.41
Total Cash Flow From other Cash equivalent Accounts C			(69,442,148.61)	(29,858,471.59)
Net Cash Flow from The Year (A+B+C)			(28,435,664.43)	22,639,641.36
Cash and its equivalent as at 1 st January, 2019	9		40,310,246.18	17,670,604.82
Cash and its equivalent as at 31st December, 2019	9		11,874,581.75	40,310,246.18

ETINAN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	164,905.41	757.84
Cash at Bank	9	11,709,676.34	40,309,488.34
TOTAL LIQUID ASSETS		11,874,581.75	40,310,246.18
Investment & Other Cash Assets:			
Advances	10	1,079,956,063.30	994,732,834.80
TOTAL ASSETS		<u>1,091,830,645.05</u>	<u>1,035,043,080.98</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		709,736,559.91	668,730,075.73
OTHER LIABILITIES			
Deposits	11	382,094,085.14	366,313,005.25
TOTAL LIABILITIES		<u>1,091,830,645.05</u>	<u>1,035,043,080.98</u>

ETINAN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	VAR %
616,231,962.78	Opening Balance	-	-	-	668,730,075.73	
	Add: REVENUE:					
552,918,750.85	Fed. Statutory Allocation	1,600,000,000.00	-	1,600,000,000.00	617,633,198.21	(61)
-	Derivation	250,000,000.00	-	250,000,000.00	-	(100)
-	Value Added Tax	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
552,918,750.85	Statutory Allocation	2,230,000,000.00	-	2,230,000,000.00	617,633,198.21	(72)
-	Taxes	200,000.00	-	200,000.00	-	(100)
1,010,000.00	Rates	2,800,000.00	-	2,800,000.00	1,110,000.00	(60)
181,330.00	Local License fines and fees	2,500,000.00	-	2,500,000.00	280,070.00	(89)
230,700.00	Earning from commercial undertaking	2,000,000.00	-	2,000,000.00	347,000.00	(83)
8,000.00	Rent on Local Govt. Property	1,500,000.00	-	1,500,000.00	227,000.00	(85)
-	Interest & Dividends Receivable	-	-	-	-	-
-	Grants	-	-	-	-	-
5,688,562.00	Miscellaneous	41,000,000.00	-	41,000,000.00	1,966,500.00	(95)
7,118,592.00	Sub. Total IGR	50,000,000.00	-	50,000,000.00	3,930,570.00	(92)
1,176,269,305.63	TOTAL REVENUE	2,280,000,000.00	-	2,280,000,000.00	1,290,293,843.94	(43)
	EXPENDITURE					
	Consolidated Rev. Fund Charges					
46,880,733.97	Political/Public Office Holders	80,000,000.00	-	80,000,000.00	74,128,826.60	7
-	Pensions/Training Fund/Traditional Rules Council	150,000,000.00	-	150,000,000.00	-	100
-	Funding of Primary Education	850,000,000.00	-	850,000,000.00	-	100
7,500,000.00	Internal Debt Servicing	20,000,000.00	-	20,000,000.00	6,000,000.00	70
54,380,733.97	Sub Total CRFC	1,100,000,000.00	-	1,100,000,000.00	80,128,826.60	93
324,326,345.43	Personnel Cost	420,000,000.00	-	420,000,000.00	304,879,301.64	27
100,635,150.50	Overhead Cost	220,000,000.00	-	220,000,000.00	151,524,947.79	31
479,342,229.90	TOTAL REC. EXPENDITURE	1,740,000,000.00	-	1,740,000,000.00	536,533,076.03	69
696,927,075.73	Operating Balance	540,000,000.00	-	540,000,000.00	753,760,767.91	
28,197,075.73	Transfer to Capital Dev. Fund	691,000,000.00	-	691,000,000.00	44,024,208.00	94
668,730,075.73	Closing Balance	(151,000,000.00)	-	(151,000,000.00)	709,736,559.91	

ETINAN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00	-	
	Add Revenue:					
28,197,000.00	Transfer from Consolidated Revenue Fund	691,000,000.00	-	691,000,000.00	44,024,208.00	94
	Grant	100,000,000.00	-	100,000,000.00	-	100
	Miscellaneous	50,000,000.00	-	50,000,000.00	-	100
28,197,000.00	Total Revenue available	842,000,000.00		842,000,000.00	44,024,208.00	95
	Less Capital Expenditure :					
3,160,000.00	Economic Sector	125,000,000.00	-	125,000,000.00	400,000.00	99
4,690,000.00	Social Sector	92,000,000.00	-	92,000,000.00	12,740,000.00	86
5,910,000.00	Environmental/Reg.Dev.	65,000,000.00	-	65,000,000.00	2,060,000.00	97
14,437,000.00	General Admin –Executive	409,000,000.00	-	409,000,000.00	28,824,208.00	93
28,197,000.00	Total Expenditure	691,000,000.00	-	691,000,000.00	44,024,208.00	94
0	Closing Balance	151,000,000.00	-	151,000,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1 – STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	160,817,738.16	72,963,367.35	35,944,054.51
February	152,968,394.85	42,920,899.76	-
March	143,855,566.73	40,066,132.02	35,218,013.79
April	152,640,910.08	42,933,802.43	35,218,013.79
May	152,385,167.59	40,303,695.33	40,651,239.90
June	169,102,705.09	53,629,491.39	42,006,259.61
July	83,427,157.46	58,790,156.10	43,332,796.32
August	173,734,413.94	55,081,218.59	47,159,350.21
September	173,593,416.06	55,016,750.45	47,000,158.38
October	172,230,366.07	53,895,047.18	49,758,832.57
November	176,722,599.32	54,993,529.02	58,348,615.62
December	157,408,399.33	47,039,108.59	117,584,457.87
Total	1,968,886,834.68	617,633,198.21	552,918,750.85

NOTE 2: INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	200,000.00	-	-
1002	Rates	2,800,000.00	1,110,000.00	1,010,000.00
1003	Local Licenses Fines and Fees	2,500,000.00	280,070.00	181,330.00
1004	Earnings from Commercial Undertaking	2,000,000.00	347,000.00	230,700.00
1005	Rent on Local Government Properties	1,500,000.00	227,000.00	8,000.00
1006	Interest on Dividends	-	-	-
1007	Grants	-	-	-
1008	Miscellaneous	41,000,000.00	1,966,500.00	5,688,562.00
	Total	50,000,000.00	3,930,570.00	7,118,592.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Exec. Chairman	8,000,000.00	3,542,418.36	3,247,216.83
Office of the Vice Chairman	5,000,000.00	3,326,918.40	2,824,707.68
Office of the Supervisor	16,000,000.00	3,154,315.44	8,148,648.64
Office of the Special Advisers	9,000,000.00	31,087,108.80	5,067,173.20
Office of the Secretary	4,000,000.00	-	2,084,163.85
Legislative/General Council	38,000,000.00	33,018,065.60	25,508,823.77
Sub-Total		74,128,826.60	46,880,733.97
Internal Debt Servicing	20,000,000.00	6,000,000.00	7,500,000.00
Total	100,000,000.00	80,128,826.60	54,380,733.97

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	126,850,000.00	72,655,453.93	96,874,496.15
2005	Finance and Supplies	56,450,000.00	42,826,319.86	44,277,480.89
2006	Social Development Information, Youth, Sport & Culture	27,400,000.00	18,223,948.03	19,525,486.79
2007	Primary Health Care	140,000,000.00	122,312,399.67	117,619,115.75
2008	Agriculture and Natural Resources	18,300,000.00	11,268,050.98	11,211,858.18
2009	Works and Housing Land & Survey	42,500,000.00	34,490,477.28	34,046,631.33
2010	Traditional Rulers Office	-	-	-
2011	Budget Planning Research and Statistics	8,500,000.00	3,102,651.89	771,276.34
2012	Total	420,000,000.00	304,879,301.64	324,326,345.43

NOTE 5: OVERHEAD COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Executive Chairman	42,000,000.00	28,774,050.00	27,783,050.00
2001B	Office of the Vice Chairman	6,000,000.00	3,460,000.00	3,197,000.00
2002A	Office of the Secretary	4,000,000.00	667,000.00	1,445,000.00
2002B	Office of the Supervisors	6,000,000.00	5,112,500.00	6,645,000.00
2002C	Office of the Special Advisers	4,000,000.00	3,097,000.00	2,335,000.00
2003A	Office of the Legislative/General Council	2,000,000.00	9,677,500.00	8,949,000.00
2003B	Office of the Leader	5,000,000.00	225,000.00	1,050,000.00
2003C	Office of the Deputy Leader	2,700,000.00	-	660,000.00
2003D	Office of the Majority Leader	2,700,000.00	-	-
2003E	Office of the Deputy Majority Leader	2,700,000.00	-	-
2003F	Office of the Chief Whip	2,700,000.00	-	142,500.00
2003G	Office of the Deputy Chief Whip	2,700,000.00	-	42,500.00
2003H	Office of the Clerk	14,500,000.00	887,500.00	280,000.00
2004A	Office of the Head of Local Govt. Service	5,000,000.00	2,903,000.00	5,553,000.00
2004B	Office of the Admin. & General Service	4,000,000.00	4,271,500.00	1,761,800.00
2005	Financial Supplies	4,000,000.00	3,059,500.00	2,394,000.00
2006	Education Information & Sports	4,000,000.00	420,000.00	275,500.00
2007	Health	4,000,000.00	4,360,000.00	1,367,500.00
2008	Agricultural natural Resources	4,000,000.00	500,000.00	295,000.00
2009	Works and Transport	4,000,000.00	740,000.00	2,365,300.00
2010	Budget Planning Research & Statistics	4,000,000.00	470,000.00	640,000.00
2011	Traditional Rulers Council	3,000,000.00	2,755,000.00	2,000,000.00
2012	Miscellaneous	87,000,000.00	80,145,397.79	31,454,000.50
	Total	220,000,000.00	151,524,947.79	100,635,150.50

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	125,000,000.00	400,000.00	3,160,000
Social Sector	92,000,000.00	12,740,000.00	4,690,000
Environmental Sector	65,000,000.00	2,060,000.00	5,910,000
Administration Sector			
General Administration (Executive)	314,000,000.00	19,120,912.00	14,437,000
General Administration (Legislature)	95,000,000.00	9,703,296.00	-
	691,000,000.00	44,024,208.00	28,197,000.00

NOTE 7: INCREASE / DECREASE IN OTHER CASH ASSETS

	2019 ₦		2018 ₦
2019 Advances	1,079,956,063.30	2018 Advances	994,732,834.80
2018 Advances	994,732,834.80	2017 Advances	960,170,065.80
	(85,223,228.50)		(34,562,769.00)

NOTE 8: INCREASE / DECREASE IN OTHER LIABILITIES

	2019 ₦		2018 ₦
2019 Deposits	382,094,085.14	2018 Deposits	366,313,005.25
2018 Deposits	366,313,005.25	2017 Deposits	361,608,707.84
	15,781,079.89		4,704,297.41

NOTE 9: CASH AND BANK BALANCES

Description	2019 ₦	2018 ₦
CASH	164,905.41	757.84
Zenith Bank A/C (Salary)	3,304,901.52	40,014,317.44
Zenith Bank A/C (Project)	8,188,927.35	79,323.43
Sky Bank	42,064.75	42,064.75
Diamond	300.00	300
Diamond II	38,603.75	38,603.75
FBN	134,878.97	134,878.97
Sub Total Bank	11,709,676.34	40,309,488.00
Total	11,874,581.75	40,310,246.18

NOTE 10: ADVANCES

S/N	Detail	2019 ₦	2018 ₦
1	Purchase Advances	816,346,464.33	735,413,735.83
2	Imprest	139,583,900.00	134,115,900.00
3	Touring	83,947,191.97	84,524,691.97
4	Salary/Special	8,206,993.00	8,206,993.00
5	Motor Vehicle	31,871,514.00	32,471,514
6	Others	-	-
	Total	1,079,956,063.30	994,732,834.80

NOTE 11: DEPOSITS

S/N	Detail	2019 ₦	2018 ₦
1	PAYE Tax	910,027.58	910,027.58
2	NULGE Dues State/Branch	17,608,257.83	17,608,257.83
3	NANNM	44,238.17	396,413.29
4	VAT	7,325,373.50	7,325,373.50
5	Withholding Tax	8,633,878.50	8,633,878.50
6	Pension Deductions	13,157,390.50	13,157,390.50
7	Others	334,414,919.06	318,281,664.05
	Total	382,094,085.14	366,313,005.25

IBENO LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Ibeno Local Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Ibeno Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mrs. Joanna NseAbasi Akpan
Director of Finance
Date: 13/08/2020



Hon. Sunday Iseokobo
Chairman
Date: 13/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Ibena Local Government Council
Ukpenekang

AUDIT CERTIFICATE ON THE ACCOUNTS OF IBENO LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Etinan Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Ibena Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

IBENO LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

IBENO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASHFLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS				
Statutory Allocation	1	1,600,000,000.00	586,306,034.22	527,736,888.06
Others: Derivation	1	300,000,000.00	-	-
Valued and Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	3,000,000.00	-	-
Rates	2	95,000,000.00	52,485,000.00	54,360,000.00
Local License Fines and Fees	2	13,000,000.00	1,372,350.00	407,310.00
Earning From Commercial Undertaking	2	22,000,000.00	5,407,000.00	4,855,000.00
Rent on Local Govt. Property	2	5,000,000.00	-	-
Interest and Dividend Receivable	2			-
Grant	2	1,000,000.00	-	-
Miscellaneous	2	11,000,000.00	46,500.00	877,500.00
Capital Receipts: B/F				
Grants		100,000,000.00	-	-
Miscellaneous		100,000,000.00	-	-
TOTAL RECEIPTS		2,631,000,000.00	645,616,884.22	588,236,698.06
PAYMENTS				
Consolidated Revenue Fund Charge		1,000,000.00	-	-
Political/ Public Office Holders	3	70,000,000.00	68,010,205.92	62,252,500.00
Pensions/ Training Fund/ Traditional Rulers Council	3	210,000,000.00	-	-
Funding Of Primary Education	3	670,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	-	-
Total Consolidated Revenue Fund Charges		960,000,000.00	68,010,205.92	62,252,500.00
Personnel Costs	4	450,000,000.00	285,980,697.20	284,863,354.37
Overhear Costs	5	300,000,000.00	123,908,318.50	283,456,844.00
TOTAL PAYMENTS		1,710,000,000.00	477,899,221.62	630,572,698.37
Net Cash Flow from Operating Activities A		921,000,000.00	167,717,662.60	(42,336,000.31)
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	921,000,000.00	(121,108,458.47)	712,269,398.74
Net Cash Flow From Investing Activities B			(121,108,458.47)	(712,269,398.74)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans				
Net Cashflow from Financing Activities				
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(19,008,809.26)	736,751,867.00
Increase/decrease in other Liabilities	8		188,350.00	7,005,106.37
Total Cash Flow From other Cash equivalent Accounts C			(18,820,459.26)	743,756,973.37
NET CASH FLOW FOR THE YEAR (A+B+C)			27,788,744.87	(10,848,425.68)
Cash and its equivalent as at 1 st Jan. 2019			25,741,665.13	36,590,090.81
Cash and its equivalent as at 31 st Dec. 2019	9		53,530,410.00	25,741,665.13

IBENO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	32,520.00	32,520.00
Cash at Bank	9	53,497,890.00	25,709,145.13
TOTAL LIQUID ASSETS		53,530,410.00	25,741,665.13
Investment & Other Cash Assets:			
Advances	10	467,718,620.00	448,709,810.74
TOTAL ASSETS		<u>521,249,030.00</u>	<u>474,451,475.87</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		(163,579,186.50)	(210,188,390.63)
OTHER LIABILITIES			
Deposits	11	684,828,216.50	684,639,866.50
TOTAL LIABILITIES		<u>521,249,030.00</u>	<u>474,451,475.87</u>

IBENO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	VAR %
544,417,008.42	Opening Balance	-	-	-	(210,188,390.63)	
	Add revenue:					
527,736,888.06	Statutory Allocation	1,600,000,000.00	-	1,600,000,000.00	586,306,034.22	(63)
-	Derivation	300,000,000.00	-	300,000,000.00	-	(100)
-	Valued Added Tax	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
527,736,888.06	Sub Total Statutory Allocation	2,280,000,000.00	-	2,280,000,000.00	586,306,034.22	(74)
-	Taxes	3,000,000.00	-	3,000,000.00	-	(100)
54,360,000.00	Rates	95,000,000.00	-	95,000,000.00	52,485,000.00	(45)
407,310.00	Local License, Fines And Fees	13,000,000.00	-	13,000,000.00	1,372,350.00	(89)
4,855,000.00	Earning From Commercial Undertaking	22,000,000.00	-	22,000,000.00	5,407,000.00	(75)
-	Rent On Local Govt. Property	5,000,000.00	-	5,000,000.00	-	(100)
-	Interest & Dividends Receivable		-	-	-	-
-	Grants	1,000,000.00	-	1,000,000.00	-	(100)
877,500.00	Miscellaneous	11,000,000.00	-	11,000,000.00	46,500.00	(99)
60,499,810.00	Sub. Total IGR	150,000,000.00	-	150,000,000.00	59,310,850.00	(60)
1,132,653,706.48	TOTAL REVENUE	2,430,000,000.00	-	2,430,000,000.00	435,428,493.59	(82)
	EXPENDITURE					
-	Consolidated Rev. Fund Charges					
62,252,500.00	Political/Public Office Holders	70,000,000.00	-	70,000,000.00	68,010,205.92	3
-	Pension/Training Fund/Traditional Rulers Council	210,000,000.00	-	210,000,000.00	-	100
-	Funding Of Primary Education	670,000,000.00	-	670,000,000.00	-	100
-	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	-	100
62,252,500.00	Sub Total CRFC	960,000,000.00	-	960,000,000.00	68,010,205.92	93
284,863,354.37	Personnel Costs	450,000,000.00	-	450,000,000.00	285,980,697.20	36
283,456,844.00	Overhead Costs	300,000,000.00	-	300,000,000.00	123,908,318.50	59
630,572,698.37	Total Recurrent Expenditure	1,710,000,000.00	-	1,710,000,000.00	477,899,221.62	72
502,081,008.11	Operating Balance	720,000,000.00	-	720,000,000.00	(42,470,728.03)	
712,269,398.74	Transfer to Capital Dev. Fund	921,000,000.00	-	921,000,000.00	(121,108,458.47)	87
(210,188,390.63)	CLOSING BALANCE	(201,000,000.00)	0	(201,000,000.00)	(163,579,186.50)	

IBENO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00		
	Add Revenue:					
712,269,398.74	Transfer to Capital Dev. Fund	921,000,000.00	-	921,000,000.00	121,108,458.47	87
	Grant	100,000,000.00	-	100,000,000.00		100
	Miscellaneous	100,000,000.00	-	100,000,000.00		100
712,269,398.74	Total Revenue available	1,122,000,000.00	-	1,122,000,000.00	121,108,458.47	87
	Less Capital Expenditure					
181,190,480.00	Economic Sector	203,900,000.00	-	203,900,000.00	24,138,000.00	88
86,805,840.00	Social Sector	208,000,000.00	-	208,000,000.00	23,665,000.00	89
23,840,500.74	Environmental/Regional Development	150,300,000.00	-	150,300,000.00	16,610,000.00	89
420,432,578.00	General Administration	358,800,000.00	-	358,800,000.00	56,695,458.47	84
712,269,398.74	Total Expenditure	921,000,000.00	-	921,000,000.00	121,108,458.47	87
0	Closing Balance	201,000,000.00	-	201,000,000.00	0	

NOTES TO THE FINANCIAL STATEMENTS
NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	128,901,490.67	68,848,600.26	34,173,208.58
February	122,574,560.59	40,911,074.47	34,338,622.10
March	115,347,228.04	38,002,256.14	34,335,743.26
April	122,388,312.05	40,697,946.48	38,778,169.25
May	122,273,911.22	39,587,028.70	41,130,922.73
June	135,504,721.81	51,514,741.67	42,177,138.48
July	147,282,851.98	57,001,406.53	44,660,479.22
August	139,300,546.89	53,740,870.65	44,763,684.45
September	139,291,348.64	52,096,245.02	50,238,293.89
October	138,446,950.13	49,648,929.37	56,001,477.19
November	142,105,524.29	51,151,464.73	47,071,431.93
December	126,282,462.76	43,105,470.20	60,067,711.98
Total	1,579,699,909.07	586,306,034.22	527,736,888.06

NOTE 2: INTERNALLY GENERATED REVENUE (IGR)

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	3,000,000.00	-	-
1002	Rates	95,000,000.00	52,485,000.00	54,360,000.00
1003	Local Licenses, Fines & Fees	13,000,000.00	1,372,350.00	407,310.00
1004	Earning from Commercial Undertaking	22,000,000.00	5,407,000.00	4,855,000.00
1005	Rent on Local Govt. Property	5,000,000.00	-	-
1006	Interest and Dividends	-	-	-
1007	Grants	1,000,000.00	-	-
1008	Miscellaneous	11,000,000.00	46,500.00	877,500.00
	Total	150,000,000.00	59,310,850.00	60,499,810.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	3,750,000.00	3,542,518.36	3,512,898.18
Office of the Vice Chairman	3,550,000.00	3,326,909.40	3,299,194.08
Office of the Supervisors	16,500,000.00	15,771,577.20	9,156,276.75
Office of the Special Advisers	12,700,000.00	12,161,216.16	9,242,851.58
Office of the Secretary	3,200,000.00	3,154,315.44	1,578,157.72
Leader	3,300,000.00	3,245,099.12	3,218,155.78
Deputy Leader	3,000,000.00	3,094,200.00	3,068,514.00
Legislative Council	12,000,000.00	11,857,185.12	11,758,275.13
House Leader	3,000,000.00	2,964,296.28	2,939,593.78
Deputy House Leader	3,000,000.00	2,964,296.28	2,939,593.78
Chief Whip	3,000,000.00	2,964,296.28	2,939,593.78
Deputy Chief Whip	3,000,000.00	2,964,296.28	8,599,395.44
Total	70,000,000.00	68,010,205.92	62,252,500.00

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	126,866,900.00	76,425,013.98	93,166,982.72
2005	Finance and Supplies	60,863,500.00	35,761,704.30	34,644,763.19
2006	Social Development, Information, Youth Sport & Culture	34,195,000.00	15,244,476.61	14,209,852.48
2007	Primary Health Care	169,740,200.00	135,343,354.44	121,186,824.84
2008	Agriculture and Natural Resources	8,275,670.00	4,381,984.46	4,053,986.14
2009	Works And Housing, Land & Survey	31,482,750.00	12,585,386.25	11,953,184.12
2010	Traditional Rulers Office	5,335,980.00	-	-
2011	Budget, Planning, Research and Statistics	13,240,000.00	6,238,777.16	5,647,760.88
	Total	450,000,000.00	285,980,697.20	284,863,354.37

NOTE 5: OVERHEAD COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Chairman	55,000,000.00	36,750,000.00	36,103,500.00
2001B	Office of the Vice Chairman	8,000,000.00	3,650,000.00	6,651,500.00
2002A	Office of the Secretary	5,000,000.00	1,380,000.00	1,548,500.00
2002B	Office of the Supervisors	15,000,000.00	4,037,500.00	6,783,310.00
2002C	Office of the Special Advisers	12,000,000.00	1,982,500.00	5,174,000.00
2003A	General Council	20,000,000.00	5,755,000.00	18,392,450.00
2003B	Office of the Leader	4,000,000.00	1,935,000.00	1,356,500.00
2003C	Office of the Deputy Leader	3,750,000.00	1,320,000.00	2,269,500.00
2003D	Office of the Majority Leader	3,000,000.00	1,370,000.00	2,721,900.00
2003E	Office of the Dep. Majority Leader	3,000,000.00	1,370,000.00	2,030,000.00
2003F	Office of the Chief Whip	3,000,000.00	1,285,000.00	1,200,000.00
2003G	Office of the Dep. Chief Whip	3,000,000.00	1,370,000.00	1,600,000.00
2003H	Office of the Clerk	2,000,000.00	52,500.00	7,601,840.00
2004A	Head of Local Govt. Service	8,000,000.00	4,106,000.00	14,721,495.00
2004B	Administration Department	10,000,000.00	4,529,500.00	9,381,125.00
2005	Finance/Supplies Department	8,000,000.00	5,992,400.00	17,022,290.00
2006	Education information & Sport	5,000,000.00	185,000.00	1,718,750.00
2007	Medical and Health Department	5,000,000.00	1,360,000.00	15,763,600.00
2008	Agricultural and Natural Resources	5,000,000.00	272,000.00	3,372,250.00
2009	Works and Housing Department	5,000,000.00	871,000.00	2,764,129.00
2010	Budget, Planning, Research & Statistic	5,000,000.00	945,000.00	750,300.00
2011	Traditional Rulers Office	5,000,000.00	3,100,000.00	7,365,575.00
2012	Miscellaneous	107,250,000.00	40,289,918.50	117,164,330.00
	Total	300,000,000.0	123,908,318.50	283,456,844.00

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	203,900,000.00	24,138,000.00	181,190,480.00
Social Sector	208,000,000.00	23,665,000.00	86,805,840.00
Environmental Sector	150,300,000.00	16,610,000.00	23,840,500.74
Administration Sector			
General Administration (Executive)	262,360,000.00	32,456,084.00	293,983,528.00
General Administration (Legislature)	96,440,000.00	24,239,374.47	126,449,050.00
	921,000,000.00	121,108,458.47	712,269,398.74

NOTE 7: INCREASE / DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
2019 Advances	467,718,620.00	2018 Advances	448,709,810.74
2018 Advances	448,709,810.74	2017 Advances	1,185,461,677.74
	19,008,809.26		736,751,867.00

NOTE 8: INCREASE / DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	684,828,216.50	2018 Deposits	684,639,866.50
2018 Deposits	684,639,866.50	2017 Deposits	677,634,760.13
	188,350.06		7,005,106.37

NOTE 9: CASH AND BANK BALANCES

Description	2019 ₦	2018 ₦
Cash in Hand	32,520.00	32,520.00
Cash at Bank:		
(i) Zenith Bank A/C (Salary) 1014518255	27,165,266.12	15,441,068.12
(ii) Zenith Bank A/C 1011311015	560,549.91	302,839.97
(iii) Access Bank A/C 0019489180	240,896.44	1,089,242.87
(iv) United Bank for Africa (UBA I)	16,676,358.03	21,173.79
(v) United Bank for Africa (UBA II)	10,672.50	10,672.50
(vii)Diamond Bank	8,198,225.00	8,198,225.00
(v) Skye bank	645,922.00	645,922.88
Sub Total Bank	53,497,890.00	25,709,145.13
Total	53,530,410.23	25,741,665.13

NOTE 10: ADVANCES

	Detail	2019 ₦	2018 ₦
(1)	Purchases	449,364,997.00	436,781,687.50
(2)	Imprest	24,725,700.00	18,050,200.00
(3)	Touring	(20,780,180.00)	(20,530,180.00)
(4)	Salary/Special	14,408,103.00	14,408,103.24
(5)	Motor Vehicle	-	-
	Others	-	-
	Total	467,718,620.00	448,709,810.74

NOTE 11: DEPOSITS

Detail	2019 ₦	2018 ₦
PAYE Tax	2,146,254.01	2,146,254.01
NULGE Dues State/ Branch	296,615.42	296,615.42
NANNM	1,256,246.68	1,256,246.68
VAT	6,008,259.07	6,008,259.07
Withholding Tax	-	-
Pension Deductions	2,267,215.35	2,267,215.35
2%, 5% and 10% Tax	11154,456.39	-
Unclaimed Balances	346,585,080.89	-
Unclaimed Bal to Contractors	178,527,438.06	-
MHWU	228,821.50	228,821.50
Miscellaneous	-	-
Others	136,357,829.13	672,436,454.47
Total	684,828,216.50	684,639,866.50

IBESIKPO ASUTAN LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Ibesikpo/Asutan Local Government Council in accordance with the Provisions of the Model Financial Memoranda.

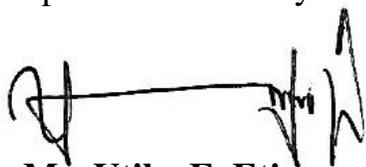
The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Ibesikpo/Asutan Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Utibe E. Etim
Director of Finance
Date: 27/07/2020



Rt. (Hon.) Sylvester E. George
Chairman
Date: 27/07/2020

AUDIT CERTIFICATE

The Executive Chairman
Ibesikpo/Asutan Local Government Council
Nung Udoe.

AUDIT CERTIFICATE ON THE ACCOUNTS OF IBESIKPO/ASUTAN LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Ibesikpo/Asutan Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Ibesikpo/Asutan Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

IBESIKPO ASUTAN LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

IBESIKPO ASUTAN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1:

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASH FLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS:				
Statutory Allocation	1	1,700,000,000.00	697,589,637.76	571,786,735.62
OTHERS: Derivation	1	250,000,000.00	-	-
Value Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	9,600,000.00	-	35,000.00
Rates	2	8,900,000.00	2,361,000.00	3,130,000.00
Local License fines & fees	2	11,200,000.00	665,060.00	386,090.00
Earning from Commercial undertaking	2	11,200,000.00	300,000.00	165,000.00
Rent on Local Govt. Property	2	4,600,000.00	43,000.00	43,000.00
Interest and Dividends Receivable	2	-	-	-
Grants	2	-	-	-
Miscellaneous	2	9,500,000.00	285,000.00	1,629,000.00
Capital Receipts: B/F		1,000,000.00		
Grants		100,000,000.00		
Miscellaneous		50,000,000.00		
TOTAL RECEIPTS		2,536,000,000.00	701,243,697.76	577,174,825.62
PAYMENTS:				
Consolidated Revenue Fund Charges:				
Political/Public Office Holders	3	70,000,000.00	77,140,447.91	47,768,925.02
Training Fund/Traditional Rulers Council	3	200,000,000.00	-	-
Funding of Primary Education	3	750,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	8,328,320.00	-
Total Consolidated Revenue Fund Charges		1,030,000,000.00	85,468,767.91	47,768,925.02
Personnel Costs	4	520,000,000.00	391,633,327.12	378,720,757.03
Overhead Costs	5	220,000,000.00	119,493,206.39	78,076,930.01
TOTAL PAYMENTS		1,770,000,000.00	596,595,301.42	504,566,612.06
Net Cash flow from Operating activities (A)		766,000,000.00	104,648,396.34	72,608,213.56
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	766,000,000.00	63,369,292.00	45,932,000.00
Net Cash flow From Investing Activities (B)			(63,369,292.00)	(45,932,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(43,020,437.50)	(30,244,453.54)
Increase/decrease in other Liabilities	8		23,372,235.05	7,066,770.86
Total Cash Flow From other Cash equivalent Accounts C				
Total Cash Flow From other Cash equivalent Accounts C			(19,648,202.45)	(23,177,682.68)
Net Cash Flow For the Year (A+B+C)			21,630,901.89	3,498,530.88
Cash and its equivalents as at 1st January, 2019	9		10,055,849.91	6,557,319.03
Cash and its equivalents as at 31st Dec, 2019	9		31,686,751.80	10,055,849.91

IBESIKPO ASUTAN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2:

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	1,307,493.11	721,296.28
Cash at Bank	9	30,379,258.69	9,334,553.63
TOTAL LIQUID ASSETS		31,686,751.80	10,055,849.91
Investment & Other Cash Assets:			
Advances	10	1,052,008,803.00	1,008,988,365.50
TOTAL ASSETS		<u>1,083,695,554.80</u>	<u>1,019,044,215.41</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		729,834,410.61	688,555,306.27
OTHER LIABILITIES			
Deposits	11	353,861,144.19	330,488,909.14
TOTAL LIABILITIES		<u>1,083,695,554.80</u>	<u>1,019,044,215.41</u>

IBESIKPO ASUTAN LOCAL GOVERNMENT COUNCIL
STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 N	Description	Initial Budget 2019 N	Supp- Budget 2019 N	Final Budget 2019 N	Actual 2019 N	VAR %
661,879,092.71	Opening Balance	-	-	-	688,555,306.27	
	ADD REVENUE:					
571,786,735.62	Statutory Allocation	1,700,000,000.00	-	1,700,000,000.00	697,589,637.76	(59)
-	Derivation	250,000,000.00	-	250,000,000.00	-	(100)
-	Value Added Tax	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	
-	Stabilization	-	-	-	-	
571,786,735.62	Sub Total Statutory Allocations	2,330,000,000.00	-	2,330,000,000.00	697,589,637.76	(70)
35,000.00	Taxes	9,600,000.00	-	9,600,000.00	-	(100)
3,130,000.00	Rates (Tenement)	8,900,000.00	-	8,900,000.00	2,361,000.00	(73)
386,090.00	Local License fines & fees	11,200,000.00	-	11,200,000.00	665,060.00	(94)
165,000.00	Earning from Comm. undertaking	11,200,000.00	-	11,200,000.00	300,000.00	(97)
43,000.00	Rent on Local Govt. Property	4,600,000.00	-	4,600,000.00	43,000.00	(99)
-	Interest & Dividends Receivable	-	-	-	-	
-	Grants	-	-	-	-	
1,629,000.00	Miscellaneous	9,500,000.00	-	9,500,000.00	285,000.00	(97)
5,388,090.00	Sub Total IGR	55,000,000.00	-	55,000,000.00	3,654,060.00	(93)
1,239,053,918.33	TOTAL REVENUE	2,385,000,000.00	-	2,385,000,000.00	1,389,799,004.03	(42)
-	EXPENDITURE:					
-	Consolidated Rev. Fund Charges:					
47,768,925.02	Political/Public Office Holders	70,000,000.00	-	70,000,000.00	77,140,447.91	(10)
-	Pensions/Training Fund/Traditional Rulers Council	200,000,000.00	-	200,000,000.00	-	100
-	Funding of Primary Education	750,000,000.00	-	750,000,000.00	-	100
-	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	8,328,320.00	17
47,768,925.02	Sub Total CRFC	1,030,000,000.00	-	1,030,000,000.00	85,468,767.91	92
378,720,757.03	Personnel Costs	520,000,000.00	-	520,000,000.00	391,633,327.12	25
78,076,930.01	Overhead Costs	220,000,000.00	-	220,000,000.00	119,493,206.39	45
504,566,612.06	TOTALRECURRENT EXPENDITURE	1,770,000,000.00	-	1,770,000,000.00	596,595,301.42	66
734,487,306.27	Operating Balance	615,000,000.00	-	615,000,000.00	793,203,702.61	
45,932,000.00	Transfer to Capital Dev. Fund	766,000,000.00	-	766,000,000.00	63,369,292.00	92
688,555,306.27	Closing Balance	(151,000,000.00)	0	(151,000,000.00)	729,834,410.61	

IBESIKPO ASUTAN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00		
	Add Revenue:					
45,932,000.00	Transfer from Consolidated Rev. Fund	766,000,000.00	-	766,000,000.00	63,369,292.00	92
	Grant	100,000,000.00	-	100,000,000.00		100
	Miscellaneous	50,000,000.00	-	50,000,000.00		100
45,932,000.00	Total Revenue available	917,000,000.00	-	917,000,000.00	63,369,292.00	
	Less Capital Expenditure :					
18,356,000.00	Economic Sector:-	239,825,000.00	-	239,825,000.00	20,313,000.00	92
17,716,000.10	Social Sector:-	149,762,000.00	-	149,762,000.00	13,509,000.00	91
9,860,000.00	Environmental/Regional Dev.	63,789,000.00	-	63,789,000.00	8,550,000.00	87
-	General Administration	312,624,000.00	-	312,624,000.00	20,997,292.00	93
45,932,000.00	Total	766,000,000.00	-	766,000,000.00	63,369,292.00	92
0	Closing Balance	151,000,000.00		151,000,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 N	Net 2019 N	Net 2018 N
January	149,645,451.32	79,336,443.64	36,263,675.11
February	142,335,773.26	49,761,654.21	36,359,590.90
March	133,882,664.92	47,127,149.11	36,415,820.32
April	142,049,731.27	51,835,222.15	41,125,034.82
May	141,846,794.71	48,387,317.93	44,820,925.70
June	157,341,214.32	60,920,170.74	46,145,837.48
July	170,768,512.27	66,066,836.00	50,250,751.15
August	161,669,361.94	60,636,820.46	51,116,373.09
September	161,570,716.73	60,623,888.06	53,996,643.78
October	160,393,926.95	59,142,027.76	66,364,264.44
November	164,600,247.19	60,844,278.75	53,808,039.80
December	146,507,716.25	52,907,828.95	55,119,779.03
TOTAL	<u>1,832,612,111.13</u>	<u>697,589,637.76</u>	<u>571,786,735.62</u>

NOTE 2: INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 N	Actual 2019 N	Actual 2018 N
1001	Taxes	9,600,000.00	-	35,000.00
1002	Rates	8,900,000.00	2,361,000.00	3,130,000.00
1003	Local License fees and fines	10,700,000.00	665,060.00	386,090.00
1004	Earnings from Comm. Undertakings	11,200,000.00	300,000.00	165,000.00
1005	Rent on Local Government property	4,600,000.00	43,000.00	43,000.00
1006	Interest on Dividends	-	-	-
1007	Grants	-	-	-
1008	Miscellaneous	9,500,000.00	285,000.00	1,629,000.00
	TOTAL	54,500,000.00	3,654,060.00	5,388,090.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES

Description	Budget 2019 N	Actual 2019 N	Actual 2018 N
Office of the Executive Chairman	4,246,968.00	4,234,969.32	2,066,410.00
Office of the V/Chairman	3,561,768.00	3,334,693.44	1,940,702.40
Office of the Supervisor	16,375,770.00	15,655,770.00	10,470,574.85
Office of the Special Advisers	10,295,164.00	9,935,163.96	8,073,696.28
Office of the Secretary	3,275,154.00	2,831,154.00	1,840,017.34
Legislative/General Council	32,245,176.00	41,148,697.19	23,377,523.64
Internal Debt Servicing	10,000,000.00	8,328,320.00	-
Total	72,540,000.00	85,468,767.91	47,768,925.51

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 N	Actual 2019 N	Actual 2018 N
2004	Administration	125,000,000.00	97,190,036.41	98,670,794.54
2005	Finance and Supplies	110,000,000.00	72,270,842.71	69,720,837.07
2006	Education	82,000,000.00	51,366,196.49	55,235,297.62
2007	Primary Health Care	126,000,000.00	121,702,291.73	103,802,389.49
2008	Agric& Natural Resources	19,000,000.00	9,925,614.96	9,614,548.31
2009	Land And Survey	36,000,000.00	25,973,304.45	28,495,905.50
2010	B. PRS	22,000,000.00	13,205,040.37	13,180,984.70
2011	Traditional Ruler's Council	-	-	-
	Total	<u>520,000,000.00</u>	<u>391,633,327.12</u>	<u>378,720,757.03</u>

NOTE 5: OVERHEAD COSTS

Head	Description	Budget 2019 N	Actual 2019 N	Actual 2018 N
2001A	Office of the Chairman	26,950,000.00	24,400,000.00	23,588,000.00
2001B	Office of the Vice Chairman	3,050,000.00	2,510,000.00	2,392,000.00
2002A	Office of the Secretary	3,050,000.00	1,049,000.00	1,174,000.00
2002B	Office of the Supervisors	7,700,000.00	2,118,000.00	230,000.00
2002C	Office of the Special Advisers	4,500,000.00	1,570,000.00	-
2003A	Legislative Arm/General Council	12,690,000.00	4,800,000.00	3,000,000.00
2003B	Office of the Leader	4,100,000.00	2,090,000.00	1,080,000.00
2003C	The Office of the Deputy Leader	3,300,000.00	1,870,000.00	990,000.00
2003D	Office of the Majority Leader	3,000,000.00	1,950,000.00	-
2003E	Office of the Dep. Majority Leader	3,000,000.00	1,200,000.00	600,000.00
2003F	Office of the Chief Whip	3,000,000.00	1,200,000.00	600,000.00
2003G	Office of the Dep. Chief Whip	3,000,000.00	1,300,000.00	600,000.00
2003H	Office of the Clerk	1,500,000.00	380,000.00	-
2004A	Office of the HOS L/G	3,200,000.00	1,485,000.00	1,378,000.00
2004B	General Administration	2,300,000.00	1,054,000.00	34,500.00
2005	Finance and Supplies	4,300,000.00	4,300,000.00	1,098,000.00
2006	Education, Information and Sports	2,300,000.00	151,000.00	1,055,000.00
2007	Health	3,900,000.00	402,000.00	285,000.00
2008	Agriculture and Natural Resources	2,300,000.00	240,000.00	195,000.00
2009	Works and Housing	5,100,000.00	2,140,000.00	153,000.00
2010	Budget, Planning, Research & Logistics	3,700,000.00	290,000.00	91,200.00
2011	Traditional Rulers Council	-	-	-
2012	Miscellaneous	110,000,000.00	63,004,206.39	77,352,730.01
	Total	215,940,000.00	119,493,206.39	78,076,930.01

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 N	Actual 2019 N	Actual 2018 N
Economic Sector	239,825,000.00	20,313,000.00	18,356,000.00
Social Sector	149,762,000.00	13,509,000.00	17,216,000.00
Environmental Sector	63,789,000.00	8,550,000.00	10,360,000.00
Administrative Sector:			
General Administration (Executive)	621,624,000.00	20,997,292.00	-
General Administration (Legislative)	-	-	-
Total	766,000,000.00	63,369,292.00	45,932,000.00

NOTE 7 : INCREASE / DECREASE IN OTHER CASH ASSETS

2019 N		2018 N	
2019 Advances	1,052,008,803.00	2018 Advances	1,008,988,365.50
2018 Advances	1,008,988,365.50	2017 Advances	978,743,911.96
	(43,020,437.50)		(30,244,453.54)

NOTE 8: INCREASE / DECREASE IN OTHER LIABILITIES

2019 N		2018 N	
2019 Deposits	353,861,144.19	2018 Deposits	330,488,909.14
2018 Deposits	330,488,909.14	2017 Deposits	323,422,138.28
	23,372,235.05		7,066,770.86

NOTE 9: CASH AND BANK BALANCES

Description	2019 N	2018 N
Cash in Hand	1,307,493.11	721,296.28
Cash at Bank:		
Zenith Bank A/c (Salary)	23,057,174.21	9,295,274.78
Zenith Bank A/c (Project)	7,282,805.63	
Diamond Bank A/c	16,344.71	16,344.71
Eco Bank 2062000878	22,934.14	22,934.14
Sub Total	30,379,258.69	9,334,553.63
Total	31,686,751.80	10,055,849.91

NOTE 10: ADVANCES

Detail	2019 N	2018 N
Purchases Advance	782,155,822.00	762,984,884.50
Imprest Advance	133,144,607.00	109,795,607.00
Touring Advance	91,257,857.00	90,757,357.00
Salary/Special Advance	45,450,517.00	45,450,517.00
Motor Vehicle	-	-
Others	-	-
TOTAL	1,052,008,803.00	1,008,988,365.50

NOTE 11: DEPOSITS

Detail	2019 N	2018 N
PAYE Tax	3,479,972.71	3,479,972.71
NULGE Dues-State/Branch	915,143.42	798,286.94
NANNM	1,230,774.20	1,169,918.18
VAT	4,552,145.34	4,552,145.34
Withholding Tax	3,856,772.92	3,856,772.92
Pension Fund	20,271,648.10	20,271,648.10
OTHERS	319,554,687.50	296,360,164.95
TOTAL	353,861,144.19	330,488,909.14

IBIONO IBOM LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Ibiono Ibom Local Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Ibiono Ibom Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Victor I. John
Director of Finance
Date: 18/11/2020



Hon. EkomAbasi S. Akpan
Chairman
Date: 18/11/2020

AUDIT CERTIFICATE

The Executive Chairman
Ibiono-Ibom Local Government Council
Okoi-Ita

AUDIT CERTIFICATE ON THE ACCOUNTS OF IBIONO-IBOM LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Ibiono-Ibom Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Ibiono-Ibom Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

IBIONO IBOM LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

IBIONO IBOM LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASHFLOW STATEMENT FOR THE YEAR ENDED 31STDECEMBER, 2019

CASHFLOW FROM OPERATING ACTIVITIES	NOTES	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS				
Statutory Allocation	1	1,500,000,000.00	555,020,180.36	471,165,447.66
OTHERS: Derivation	1	250,000,000.00	-	-
Valued and Added Tax	1	400,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	1,400,000.00	-	-
Rates	2	3,653,500.00	45,000.00	1,148,000.00
Local License Fines and Fees	2	1,163,500.00	150,150.00	1,095,950.00
Earning From Commercial Undertaking	2	3,683,000.00	14,395,000.00	-
Rent on Local Govt. Property	2	900,000.00	-	10,000.00
Interest and Dividend Receivable	2	200,000.00	-	-
Grant	2	-	-	-
Miscellaneous	2	4,000,000.00	12,434,954.21	23,593,497.07
Capital Receipts: B/F		1,000,000.00	-	-
Grants		306,368,932.00	-	-
Miscellaneous		10,000,000.00	-	-
TOTAL RECEIPTS		2,512,368,932.00	582,045,284.57	497,012,894.73
PAYMENTS				
Consolidated Revenue Fund Charge		-		
Political/ Public Office Holders	3	75,000,000.00	70,975,510.52	66,942,716.02
Pensions/ Training Fund/ Traditional Rulers Council	3	230,000,000.00	-	-
Funding Of Primary Education	3	700,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	600,000.00	27,000,000.00
Total Consolidated Revenue Fund Charges		1,015,000,000.00	71,575,510.52	93,942,716.02
Personnel Costs	4	350,000,000.00	254,066,960.84	280,914,396.35
Overhear Costs	5	200,000,000.00	124,660,035.11	117,472,136.37
TOTAL PAYMENTS		1,565,000,000.00	450,302,506.47	492,329,248.74
Net Cash Flow from Operating Activities A		947,368,932.00	131,742,778.10	4,683,645.99
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	947,368,932.00	104,521,983.28	1,160,000.00
Net Cash Flow From Investing Activities B			(104,521,983.28)	(1,160,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(40,921,500.00)	(65,532,317.00)
Increase/decrease in other Liabilities	8		40,272,123.83	40,930,000.00
Total Cash Flow From other Cash equivalent Accounts C			(649,376.17)	(24,602,317.00)
NET CASH FLOW FROM FOR THE YEAR (A+B+C)			26,571,418.65	(21,078,671.01)
Cash and its equivalent as at 1 st January, 2019	9		9,498,902.65	30,577,573.66
Cash and its equivalent as at 31 st December, 2019	9		36,070,321.30	9,498,902.65

IBIONO IBOM LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS & LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	4,073,311.00	413,560.00
Cash at Bank	9	31,997,010.30	9,085,342.65
TOTAL LIQUID ASSETS		36,070,321.30	9,498,902.65
Investment & Other Cash Assets:			
Advances	10	1,127,193,879.00	1,086,272,379.00
TOTAL ASSETS		<u>1,163,264,200.30</u>	<u>1,095,771,281.65</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		968,223,875.51	941,003,080.69
OTHER LIABILITIES			
Deposits	11	195,040,324.79	154,768,200.96
TOTAL LIABILITIES		<u>1,163,264,200.30</u>	<u>1,095,771,281.65</u>

IBIONO IBOM LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 N	Description	Initial Budget 2019 N	Supp- Budget 2019 N	Final Budget 2019 N	Actual 2019 N	VAR %
937,479,434.70	Opening Balance	-	-	-	941,003,080.69	
-	Add Revenue:					
471,165,447.66	Statutory Allocation	1,500,000,000.00	-	1,500,000,000.00	555,020,180.36	(63)
-	Derivation	250,000,000.00	-	250,000,000.00	-	(100)
-	Valued Added Tax	400,000,000.00	-	400,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
471,165,447.66	Sub Total Statutory Allocation	2,180,000,000.00	-	2,180,000,000.00	555,020,180.36	(75)
-	Taxes	1,400,000.00	-	1,400,000.00	-	(100)
1,148,000.00	Rates	3,653,500.00	-	3,653,500.00	45,000.00	(99)
1,095,950.00	Local License, Fines And Fees	1,163,500.00	-	1,163,500.00	150,150.00	(87)
	Earning From Commercial Undertaking	3,683,000.00	-	3,683,000.00	14,395,000.00	291
10,000.00	Rent On Local Govt. Property	900,000.00	-	900,000.00	-	(100)
-	Interest & Dividends Receivable	200,000.00	-	200,000.00	-	(100)
-	Grants	-	-	-	-	-
23,593,497.07	Miscellaneous	4,000,000.00	-	4,000,000.00	12,434,954.21	211
25,847,447.07	Sub. Total IGR	15,000,000.00	-	15,000,000.00	27,025,104.21	80
1,434,492,329.43	TOTAL REVENUE	2,195,000,000.00	-	2,195,000,000.00	1,523,048,365.26	(31)
	EXPENDITURE					
-	Consolidated Rev. Fund Charges	-	-	-	-	-
66,942,716.02	Political/Public Office Holders	75,000,000.00	-	75,000,000.00	70,975,510.52	5
-	Pension/Training Fund/Traditional Rulers Council	230,000,000.00	-	230,000,000.00	-	100
-	Funding Of Primary Education	700,000,000.00	-	700,000,000.00	-	100
27,000,000.00	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	600,000.00	94
93,942,716.02	Sub Total CRFC	1,015,000,000.00	-	1,015,000,000.00	71,575,510.52	93
280,914,396.35	Personnel Costs	350,000,000.00	-	350,000,000.00	254,066,960.84	27
117,472,136.37	Overhead Costs	200,000,000.00	-	200,000,000.00	124,660,035.11	38
492,329,248.74	Total Recurrent Expenditure	1,565,000,000.00	-	1,565,000,000.00	450,302,506.47	71
942,163,080.69	Operating Balance	630,000,000.00	-	630,000,000.00	1,072,745,858.79	-
1,160,000.00	Transfer to Capital Dev. Fund	947,368,932.00	-	947,368,932.00	104,521,983.28	89
941,003,080.69	Closing Balance	(317,368,932.00)	0	(317,368,932.00)	968,223,875.51	-

IBIONO IBOM LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp-Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00		
	Add Revenue:					
1,160,000.00	Transfer from Consolidated Rev. Fund	947,368,932.00	-	947,368,932.00	104,521,983.28	89
	Grant	306,368,932.00	-	306,368,932.00		100
	Miscellaneous	10,000,000.00	-	10,000,000.00		100
1,160,000.00	Total Revenue available	1,264,737,864.00	-	1,264,737,864.00	104,521,983.28	99
	Less Capital Expenditure :					
300,000.00	Economic Sector	219,000,000.00	-	219,000,000.00	18,967,000.00	91
400,000.00	Social Sector	161,000,000.00	-	161,000,000.00	-	100
400,000.00	Environmental / Regional Development	58,500,000.00	-	58,500,000.00	1,080,000.00	98
60,000.00	General Administration	508,868,932.00	-	508,868,932.00	84,474,983.28	83
1,160,000.00	Total Expenditure	947,368,932.00	-	947,368,932.00	104,521,983.28	89
0	Closing Balance	317,368,932.00		317,368,932.00	0	

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLG,Jaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	163,747,730.17	64,863,446.04	30,747,982.43
February	155,848,694.65	37,274,060.63	-
March	146,538,844.12	35,058,245.13	30,380,072.45
April	155,381,563.56	37,801,672.37	29,633,215.19
May	155,163,540.49	35,861,221.67	34,820,968.27
June	172,196,243.10	49,190,303.57	37,455,571.73
July	186,689,412.88	54,310,968.49	39,361,646.80
August	176,741,585.51	50,873,863.54	41,828,067.39
September	176,527,885.26	51,492,953.13	42,463,588.21
October	175,185,625.87	49,375,399.76	44,586,139.08
November	179,855,452.40	48,403,769.31	52,954,805.77
December	160,178,763.22	40,514,276.72	86,933,390.34
Total	2,004,055,341.23	555,020,180.36	471,165,447.66

NOTE 2: INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	1,400,000.00	-	-
1002	Rates	3,653,500.00	45,000.00	1,148,000.00
1003	Local Licenses, Fines & Fees	1,163,500.00	150,150.00	1,095,950.00
1004	Earning from Commercial Undertaking	3,683,000.00	14,395,000.00	
1005	Rent on Local Govt. Property	900,000.00	-	10,000.00
1006	Interest and Dividends	200,000.00	-	
1007	Grants	-	-	-
1008	Miscellaneous	4,000,000.00	12,434,954.21	23,593,497.07
	Total	15,000,000.00	27,025,104.21	25,847,447.07

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	5,500,000.00	3,542,418.36	4,042,780.65
Office of the Vice Chairman	4,000,000.00	3,326,918.40	3,576,437.28
Office of the Supervisors	15,000,000.00	12,161,215.82	11,934,766.42
Office of the Special Advisers	12,000,000.00	15,771,577.20	8,073,696.28
Office of the Secretary	3,000,000.00	3,154,315.44	3,603,089.61
Legislative / General Council	35,500,000.00	33,019,065.30	35,711,945.78
Internal Debt Servicing	10,000,000.00	600,000.00	27,000,000.00
Total	85,000,000.00	71,575,510.52	93,942,716.02

NOTE 4 PERSONNEL COSTS

Head/ Subhead	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	99,001,776.93	73,879,428.42	75,370,652.77
2005	Finance and Supplies	73,814,978.95	50,908,632.60	55,348,065.59
2006	Education	42,532,845.14	27,643,808.43	30,660,390.76
2007	Primary Health Care	99,020,287.49	76,511,229.31	90,811,384.59
2008	Agriculture and Natural Resources	10,076,108.82	7,900,612.92	8,809,073.75
2009	Works And Housing, Land & Survey	18,020,828.04	12,924,007.78	15,518,668.23
2010	Budget, Planning, Research and Statistics	7,533,174.63	4,299,241.38	4,396,160.66
	Total	350,000,000.00	254,066,960.84	280,914,396.35

NOTE 5: OVERHEAD COSTS

S/N	Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1	2001A	Office of the Chairman	37,000,000.00	33,039,000.00	30,224,900.00
2	2001B	Office of the Vice Chairman	6,000,000.00	3,839,000.00	6,487,400.00
3	2002A	Office of the Secretary	4,000,000.00	740,000.00	640,000.00
4	2002B	Office of the Supervisors	6,000,000.00	5,360,000.00	4,227,000.00
5	2002C	Office of the Special Advisers	5,000,000.00	3,805,000.00	1,120,000.00
6	2003A	General Council	20,000,000.00	17,167,500.00	12,830,000.00
7	2003B	Office of the Leader	4,000,000.00	-	395,000.00
8	2003C	Office of the Deputy Leader	3,000,000.00	10,000.00	195,000.00
9	2003D	Office of the Majority Leader	2,500,000.00	-	-
10	2003E	Office of the Dep. Majority Leader	-	-	-
11	2003F	Office of the Chief Whip	2,000,000.00	-	70,000.00
12	2003G	Office of the Dep. Chief Whip	2,000,000.00	-	120,000.00
13	2003H	Office of the Clerk	2,500,000.00	7,190,000.00	3,160,000.00
14	2004A	Head of Local Govt. Service	5,000,000.00	122,000.00	712,000.00
15	2004B	Administration & General Services Dept	6,000,000.00	3,304,500.00	6,183,500.00
16	2005	Finance/Supplies Department	5,000,000.00	1,673,000.00	2,047,000.00
17	2006	Education information & Sport	3,000,000.00	169,000.00	852,000.00
18	2007	Medical and Health Department	4,000,000.00	2,530,000.00	863,000.00
19	2008	Agricultural and Natural Resources	3,000,000.00	310,000.00	164,000.00
20	2009	Works and Housing Department	4,000,000.00	7,096,000.00	4,740,000.00
21	2010	Budget, Planning, Research & Statistic	4,000,000.00	40,000.00	475,600.00
22	2011	Traditional Rulers Office	2,000,000.00	-	600,000.00
23	2012	Miscellaneous	70,000,000.00	38,265,035.11	41,365,736.37
		Total	200,000,000.00	124,660,035.11	117,472,136.37

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	219,000,000.00	18,967,000.00	300,000.00
Social Sector	161,000,000.00	-	400,000.00
Environmental Sector	58,500,000.00	1,080,000.00	400,000.00
Administration Sector			
General Administration (Executive)	298,866,612.00	77,634,119.28	60,000.00
General Administration (Legislature)	210,002,320.00	6,840,864.00	-
Total	947,368,932.00	104,521,983.28	1,160,000.00

NOTE 7: INCREASE / DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
2019 Advances	1,127,193,879.00	2018 Advances	1,086,272,379.00
2018 Advances	1,086,272,379.00	2017 Advances	1,020,740,062.00
	(40,921,500.00)		(65,532,317.00)

NOTE 8: INCREASE / DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	195,040,324.79	2018 Deposits	154,768,200.96
2018 Deposits	154,768,200.96	2017 Deposits	113,838,200.96
	40,272,123.83		40,930,000.00

NOTE 9: CASH AND BANK BALANCES

	Description	Account Numbers	2019 ₦	2018 ₦
(1)	Cash		4,073,311.00	413,560.00
(2)	Cash at Bank:			
	(i) Zenith Bank A/C (Salary)	1011685750	16,035,057.01	162,249.22
	(ii) Zenith Bank A/C (Project)	1014513999	15,961,953.29	8,923,093.43
	TOTAL		36,070,321.30	9,498,902.65

NOTE 10: ADVANCES

	Detail	2019 ₦	2018 ₦
1	Purchases	866,420,110.00	835,384,110.00
2	Imprest	164,295,861.00	156,368,361.00
3	Touring	95,607,908.00	93,649,908.00
4	Salary/Special	870,000.00	870,000.00
5	Motor Vehicle	-	-
6	Others	-	-
	TOTAL	1,127,193,879.00	1,086,272,379.00

NOTE 11: DEPOSITS

Detail	2019 ₦	2018 ₦
PAYE Tax	1,282,182.20	1,282,182.20
NULGE Dues State/ Branch	2,628,329.07	2,628,329.07
NANNM	326,451.27	326,450.27
VAT	2,737,560.00	2,737,560.00
Withholding Tax	1,557,529.60	1,557,529.60
Pension Deductions	4,730,492.00	4,730,492.00
MHWU	433,832.01	433,832.01
Others	181,343,948.64	141,071,825.81
Total	195,040,324.79	154,768,200.96

IKA LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Ika Local Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Ika Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Edet N. Ekop
Director of Finance
Date: 17/08/2020



Rt. Hon. Anthony G. Udousung
Chairman
Date: 17/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Ika Local Government Council
Urua Inyang

AUDIT CERTIFICATE ON THE ACCOUNTS OF IKA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Ika Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Ika Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/0000009474
December, 2020

IKA LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

IKA LOCAL GOVERNMENT COUNCIL
STATEMENT NO.1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2019

CASH FLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2019 ₦
RECEIPTS:				
Statutory Allocation	1	1,600,000,000.00	531,583,205.74	353,859,505.85
OTHERS: Derivation	1	250,000,000.00	-	-
Value Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	4,540,000.00	-	-
Rates	2	3,000,000.00	-	-
Local License fines and fees	2	9,562,500.00	582,750.00	109,050.00
Earning from commercial undertaking	2	9,439,000.00	463,280.00	266,150.00
Rent on local Govt. property	2	2,194,000.00	-	10,000.00
Interest & Dividends Receivable	2	220,000.00	-	-
Grants	2	-	-	-
Miscellaneous	2	6,044,000.00	498,700.00	128,650.00
Capital Receipts: B/F		1,000,000.00	-	-
Grants		100,000,000.00	-	-
Miscellaneous		50,000,000.00	-	-
TOTAL RECEIPTS		2,416,000,000.00	533,127,935.74	354,373,355.85
PAYMENTS:			-	-
Consolidated Rev. Fund Charges			-	-
Political /Public Office Holders	3	1,130,000,000.00	74,870,114.62	54,354,678.30
Pensions/Training Fund/Traditional Rulers Council	3	-	-	-
Funding of primary Education	3	-	-	-
Internal Debt Servicing	3	-	-	-
Total Consolidated Revenue Fund Charges		1,130,000,000.00	74,870,114.62	54,354,678.30
Personnel Costs	4	400,000,000.00	246,805,940.20	221,291,294.98
Overhead Costs	5	200,000,000.00	147,179,808.62	83,121,937.40
TOTAL PAYMENTS		1,730,000,000.00	468,855,863.44	358,767,910.68
Net Cash Flow from operating Activities A		686,000,000.00	64,272,072.30	(4,394,554.83)
CASHFLOWFROM INVESTING ACTIVITIES				
Capital Expenditure	6	686,000,000.00	23,152,000.00	(18,509,050.00)
Net Cash Flow from Investing Activities B			(23,152,000.00)	18,509,050.00
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(42,105,286.00)	4,062,815.00
Increase/decrease in other Liabilities	8		27,830,329.85	6,631,708.43
Total Cash Flow From other Cash equivalent Accounts C			(14,274,956.15)	10,694,523.43
NET CASH FLOW FOR THE YEAR(A+B+C)			26,845,116.12	(12,209,081.40)
Cash and its equivalent as 31 st January 2019			4,087,856.12	16,296,937.52
Cash and its equivalent as at 31st December, 2019	9		30,932,972.27	4,087,856.12

IKA LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₱	2018 ₱
ASSETS			
Liquid Assets:			
Cash in Hand	9	9,852,424.19	92,618.55
Cash at Bank	9	21,080,548.08	3,995,237.57
TOTAL LIQUID ASSETS		30,932,972.27	4,087,856.12
Investment & Other Cash Assets:			
Advances	10	1,224,519,702.00	1,182,414,416.00
TOTAL ASSETS		<u>1,255,452,674.27</u>	<u>1,186,502,272.12</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		964,728,263.53	923,608,191.23
OTHER LIABILITIES			
Deposits	11	290,724,410.74	262,894,080.89
TOTAL LIABILITIES		<u>1,255,452,674.27</u>	<u>1,186,502,272.12</u>

IKA LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 N	Description	Initial Budget 2019 N	Supp- Budget 2019 N	Final Budget 2019 N	Actual 2019 N	VAR %
946,511,796.06	Opening Balances	-	-	-	923,608,191.23	
	Add Revenue:				-	
353,859,505.85	Statutory Allocation	1,600,000,000.00	-	1,600,000,000.00	531,583,205.74	(67)
-	Derivation	250,000,000.00	-	250,000,000.00	-	(100)
-	Value Added Tax	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
354,373,355.85	Sub Total Statutory Allocation	2,230,000,000.00	-	2,230,000,000.00	531,583,205.74	(76)
-	Taxes	4,540,000.00	-	4,540,000.00	-	(100)
-	Rates	3,000,000.00	-	3,000,000.00	-	(100)
109,050.00	Local license fines and fees	9,562,500.00	-	9,562,500.00	582,750.00	(94)
266,150.00	Earning from commercial undertaking	9,439,000.00	-	9,439,000.00	463,280.00	(95)
10,000.00	Rent on Local Govt. property	2,194,000.00	-	2,194,000.00	-	(100)
-	Interest & Dividends Receivable	220,000.00	-	220,000.00	-	(100)
-	Grants	-	-	-	-	-
128,650.00	Miscellaneous	6,044,000.00	-	6,044,000.00	498,700.00	(92)
947,025,646.06	Sub. Total IGR	35,000,000.00	-	35,000,000.00	1,544,730.00	(96)
1,300,885,151.91	TOTAL REVENUE	2,265,000,000.00	-	2,265,000,000.00	1,456,736,126.97	(36)
	EXPENDITURE		-			
	Consolidated Rev. Fund Charges;		-			
54,354,678.30	Political/Public Office Holders	1,130,000,000.00	-	1,130,000,000.00	74,870,114.62	93
-	Pensions/Training Fund/ Traditional Rulers Council	-	-	-	-	-
-	Funding of Primary Education	-	-	-	-	-
-	Internal Debt Servicing	-	-	-	-	-
54,354,678.30	Sub Total CRFC	1,130,000,000.00	-	1,130,000,000.00	74,870,114.62	93
221,291,294.98	Personnel Costs	400,000,000.00	-	400,000,000.00	246,805,940.20	38
83,121,937.40	Overhead Costs	200,000,000.00	-	200,000,000.00	147,179,808.62	26
358,767,910.68	Total Recurrent Expenditure	1,730,000,000.00	-	1,730,000,000.00	468,855,863.44	73
942,117,241.23	Operating Balance	535,000,000.00	-	535,000,000.00	987,880,263.53	
18,509,050.00	Transfer to Capital Dev. Fund	686,000,000.00	-	686,000,000.00	23,152,000.00	97
923,608,191.23	Closing Balance	(151,000,000.00)	0	(151,000,000.00)	964,728,263.53	

IKA LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₹	Description	Initial Budget 2019 ₹	Supp- Budget 2019 ₹	Final Budget 2019 ₹	Actual 2019 ₹	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00		
	Add Revenue:					
18,509,050.00	Transfer from Cons. Rev. Fund A	686,000,000.00	-	686,000,000.00	23,152,000.00	97
	Grant	100,000,000.00	-	100,000,000.00	-	100
	Miscellaneous	50,000,000.00	-	50,000,000.00	-	100
18,509,050.00	Total Revenue available	837,000,000.00		837,000,000.00	23,152,000.00	99
	Less Capital Expenditure :					
9,921,250.00	Economic Sector	223,000,000.00	-	223,000,000.00	342,000.00	99
1,000,000.00	Social Services_Sector	164,000,000.00	-	164,000,000.00	7,835,000.00	95
-	Environmental/Reg. Dev.	48,000,000.00	-	48,000,000.00	3,769,000.00	92
7,587,800.00	General Administration	251,000,000.00	-	251,000,000.00	11,206,000.00	99
18,509,050.00	Total	686,000,000.00	-	686,000,000.00	23,152,000.00	97
0	Closing Balance	151,000,000.00		151,000,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1: STATUTORY ALLOCATIONS

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	125,940,009.55	62,032,531.64	7,966,241.18
February	119,808,592.36	37,513,731.61	29,327,337.81
March	112,748,037.83	33,985,184.94	29,250,763.99
April	119,565,365.10	35,491,534.91	29,595,517.46
May	119,492,664.32	33,115,945.58	33,477,585.47
June	132,387,707.79	46,439,406.49	34,965,545.46
July	143,886,450.79	51,798,401.83	-
August	136,012,966.04	48,408,066.58	40,016,775.54
September	135,982,644.81	48,352,925.24	39,531,269.57
October	135,225,835.36	46,605,966.06	41,619,242.20
November	138,861,001.73	47,463,536.82	35,430,826.84
December	123,348,028.97	39,475,974.04	40,644,641.51
Total	1,543,259,304.65	531,583,205.74	353,859,505.85

NOTE 2. INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	4,540,000.00	-	-
1002	Rates	3,000,000.00	-	-
1003	Local licenses Fines and Fees	9,562,500.00	582,750.00	109,050.00
1004	Earnings from Commercial Undertaking	9,439,000.00	463,280.00	266,150.00
1005	Rent on local Government Properties	2,194,500.00	-	10,000.00
1006	Interest on Dividends	220,000.00	-	-
1007	Grants	-	-	-
1008	Miscellaneous	6,044,000.00	498,700.00	128,650.00
	Total	35,000,000.00	1,544,730.00	513,850.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES-POLITICAL OFFICE HOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	3,750,000.00	3,837,619.89	3,512,898.17
Office of the Vice Chairman	3,550,000.00	3,604,161.60	3,226,233.94
Office of the Supervisors	16,500,000.00	13,545,187.89	7,258,831.55
Office of the Special Advisers	12,600,000.00	13,421,675.54	7,455,501.12
Office of the secretary	3,200,000.00	3,417,175.06	3,128,029.85
Legislative /General Council	38,865,220.00	37,044,294.64	29,773,183.67
Total	78,515,220.00	74,870,114.62	54,354,678.30

NOTE 4: PERSONNEL COSTS:

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	88,875,440.00	68,855,046.65	64,853,367.88
2005	Finance and Supplies	48,887,230.00	33,035,080.22	29,972,367.18
2006	Social Development, information, Youth, Sports & Culture	45,942,970.00	29,402,402.70	27,436,342.09
2007	Primary Health Care	125,712,570.00	87,305,105.74	72,800,867.92
2008	Agriculture and Natural Resources	9,259,520.00	7,757,197.88	6,996,070.22
2009	Works and Housing, Lands & Survey	33,526,150.00	16,387,608.52	15,568,129.48
2010	Traditional Rulers Office	2,227,680.00	-	-
2011	Budget, Planning , Research And Statistic	7,019,000.00	4,063,498.49	3,664,148.21
	Total	361,450,560.00	246,805,940.20	221,291,294.98

NOTE 5: OVERHEAD COSTS

Head	Description	Budget 2019 ₦	Actual 2018 ₦	Actual 2018 ₦
2001A	Office of the Executive Chairman	35,000,000.00	34,355,000.00	25,657,750.00
2001B	Office of the Vice chairman	7,000,000.00	6,224,000.00	5,023,750.00
2002A	Office of the Secretary	3,000,000.00	2,950,000.00	1,391,750.00
2002B	Office of the Supervisors	7,000,000.00	3,952,600.00	2,204,000.00
2002C	Office of the Special Advisers	4,000,000.00	3,322,000.00	1,762,000.00
2003A	Office Of the Legislative/General Council	15,000,000.00	10,483,000.00	1,490,000.00
2003B	Office of the Leader	3,000,000.00	2,355,000.00	1,110,000.00
2003C	Office of The deputy Leader	2,500,000.00	1,520,000.00	427,000.00
2003D	Office of the Majority Leader	2,000,000.00	1,232,000.00	1,500,000.00
2003E	Office of the Deputy majority Leader	2,000,000.00	563,000.00	157,000.00
2003F	Office of the Chief Whip	2,000,000.00	1,710,000.00	630,000.00
2003G	Office of the Deputy Chief Whip	2,000,000.00	500,000.00	600,000.00
2003H	Office of the Clerk	3,000,000.00	1,737,500.00	2,600,000.00
2004A	Office of the Head of Local Government service	3,000,000.00	2,818,500.00	1,741,500.00
2004B	Office of the Administration & general services	4,000,000.00	3,818,500.00	2,199,100.40
2005	Finance and Supplies	3,500,000.00	3,450,500.00	2,616,000.00
2006	Education, Information& Sports	2,000,000.00	1,590,000.00	850,000.00
2007	Health	2,000,000.00	2,265,700.00	701,000.00
2008	Agriculture and natural Resources	2,000,000.00	1,065,000.00	651,600.00
2009	Works and Transport	2,000,000.00	1,333,500.00	888,000.00
2010	Budget, Planning research & Statistics	2,000,000.00	1,280,000.00	255,000.00
2011	Traditional Rulers Council	2,000,000.00	-	535,000.00
2012	Miscellaneous	90,000,000.00	58,674,008.62	28,131,487.00
	Total	200,000,000.00	147,179,808.62	83,121,937.40

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	223,000,000.00	345,000.00	9,921,250.00
Social Sector	164,000,000.00	7,832,000.00	1,000,000.00
Environmental Sector	48,000,000.00	3,769,000.00	-
Administration Sector			
General Administration(Executive)	161,000,000.00	9,238,000.00	7,587,800.00
General Administration(Legislature)	90,000,000.00	1,968,000.00	-
Total	686,000,000.00	23,152,000.00	18,509,050.00

NOTE 7: INCREASE / DECREASE IN OTHER CASH ASSETS

	2019 ₦		2018 ₦
2019Advances	1,224,519,702.00	2018Advances	1,182,414,416.00
2018Advances	1,182,414,416.00	2017Advances	1,186,477,231.00
TOTAL	(42,105,286.00)		(4,062,815.00)

NOTE 8: INCREASE / DECREASE IN OTHER LIABILITIES

	2019 ₦		2018 ₦
2019 Deposits	290,724,410.74	2018 Deposits	262,894,080.89
2018 Deposits	262,894,080.89	2017 Deposits	256,262,372.46
TOTAL	27,830,329.85		6,631,708.43

NOTE 9. CASH AND BANK BALANCES

Description	2019 N	2018 N
CASH	9,852,424.19	92,618.55
BANKS:		
Zenith bank (Salary) A/c 1014518262	10,655,179.65	3,784,627.13
Zenith bank(Allocation)A/c 1012848495	3,565,977.50	43,298.51
Diamond bank	7,801.00	7,801.00
Skye Bank	7,668.28	7,668.28
Union Bank 0117126898	6,821,439.00	129,360.00
Sterling bank 0006488821	22,482.65	22,482.65
Sub Total Bank Bal.	21,080,548.08	3,995,237.57
Total	30,932,972.27	4,087,856.12

NOTE 10 : ADVANCES

Detail	2019 N	2018 N
i. Purchase Advance	871,535,707.00	844,821,727.00
ii. Imprest Advance	206,514,000.00	194,706,854.00
iii. Touring Advance	138,964,695.00	135,380,535.00
iv. Salary/Special Advance	525,300.00	525,300.00
v. Motor Vehicle Advance	6,980,000.00	6,980,000.00
vi. Others	-	-
Total	1,224,519,702.00	1,182,414,416.00

NOTE 11: DEPOSITS

Detail	2019 N	2018 N
i. PAYE tax	1,332,750.00	217,503.92
ii. NULGE Dues-State /Branch	792,502.90	793,502.90
iii. NANNM	(9,905.45)	11,510.57
iv. VAT	1,332,750.00	1,332,750.00
v. WITHHOLDING TAX	-	-
vi. Pension Deductions	907,864.05	907,864.05
vii. Others	286,367,449.24	259,630,949.45
TOTAL	290,724,410.74	262,894,080.89

IKONO LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of IkonoLocal Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Ikono Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Aniekan O. Dan
Director of Finance
Date: 08/08/2020



Hon. Itoro P. Columba
Chairman
Date: 08/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Ikono Local Government Council
Ibiaku Ntuk Okpo

AUDIT CERTIFICATE ON THE ACCOUNTS OF IKONO LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Ikono Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Ikono Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

IKONO LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

IKONO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASH FLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS:				
Statutory Allocation	1	1,600,000,000.00	656,470,961.88	568,351,293.20
OTHERS: Derivation	1	250,000,000.00		-
Value Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	1,200,000.00	-	-
Rates	2	2,000,000.00	575,000.00	1,025,000.00
Local License fines and fees	2	4,000,000.00	202,170.00	338,030.00
Earning from commercial undertaking	2	3,300,000.00	7,504,000.00	896,000.00
Rent on Local Government Property	2	2,000,000.00	20,000.00	141,000.00
Interest & Dividends Receivable	2	500,000.00	-	-
Grants	2	-	-	-
Miscellaneous	2	17,000,000.00	975,000.00	1,221,840.00
Capital Receipts: B/F		1,000,000.00	-	-
Grants		100,000,000.00	-	-
Miscellaneous		50,000,000.00	-	-
TOTAL RECEIPTS		2,411,000,000.00	665,747,131.88	571,973,163.20
PAYMENTS:				
Consolidated Rev. Fund Charges:				
Political/Public Office Holders	3	80,000,000.00	70,974,511.20	57,640,497.70
Pensions/Training Fund/Traditional Rulers Council	3	300,000,000.00	-	-
Funding of Primary Education	3	650,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	1,400,000.00	1,000,000.00
Total Consolidated Revenue Fund Charges		1,040,000,000.00	72,374,511.20	58,640,497.70
Personnel Costs	4	430,000,000.00	352,682,906.74	372,306,443.57
Overhead Costs	5	200,000,000.00	155,209,749.88	118,761,735.02
TOTAL PAYMENTS:		1,670,000,000.00	580,267,167.82	549,708,676.29
Net Cash Flow from Operating Activities A		741,000,000.00	85,479,964.06	22,264,486.91
CASH FLOW FROM INVESTING ACTIVITIES				
Capital expenditure	6	741,000,000.00	20,610,456.00	20,970,000.00
Net Cash Flow From Investing Activities B			(20,610,456.00)	(20,970,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(55,683,204.09)	(35,074,400.00)
Increase/decrease in other Liabilities	8		9,814,565.88	9,885,098.89
Total Cash Flow From other Cash equivalent Accounts C			(45,868,638.21)	(25,189,301.11)
NET CASH FLOW FOR THE YEAR (A+B+C)			19,000,869.85	(23,894,814.20)
Cash and its equivalent as at 1 st January, 2019	9		21,934,185.08	45,828,999.28
Cash and its equivalent as at 31 st December, 2019	9		40,935,054.93	21,934,185.08

IKONO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	16,295.69	8,555.37
Cash at Bank	9	40,918,759.24	21,925,629.71
TOTAL LIQUID ASSETS		40,935,054.93	21,934,185.08
Investment & Other Cash Assets:			
Advances	10	1,101,853,865.15	1,046,170,661.06
TOTAL ASSETS		<u>1,142,788,920.08</u>	<u>1,068,104,846.14</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		1,089,170,680.02	1,024,301,171.96
OTHER LIABILITIES			
Deposits	11	53,618,240.06	43,803,674.18
TOTAL LIABILITIES		<u>1,142,788,920.08</u>	<u>1,068,104,846.14</u>

IKONO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 N	Description	Initial Budget 2019 N	Supp-Budget 2019 N	Final Budget 2019 N	Actual 2019 N	Var. %
1,023,006,685.05	Opening Balances	-	-	-	1,024,301,171.96	
	Add Revenue					
568,351,293.20	Statutory Allocation	1,600,000,000.00	-	1,600,000,000.00	656,470,961.88	(60)
-	Derivation	250,000,000.00	-	250,000,000.00	-	(100)
-	Value Added Tax	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
568,351,293.20	Sub Total Statutory Allocation	2,230,000,000.00	-	2,230,000,000.00	656,470,961.88	(59)
-	Taxes	1,200,000.00	-	1,200,000.00	-	(100)
1,025,000.00	Rates	2,000,000.00	-	2,000,000.00	575,000.00	(71)
338,030.00	Local License fines and fees	4,000,000.00	-	4,000,000.00	202,170.00	(95)
896,000.00	Earning from commercial undertaking	3,300,000.00	-	3,300,000.00	7,504,000.00	127
141,000.00	Rent on Local Govt. Property	2,000,000.00	-	2,000,000.00	20,000.00	(99)
-	Interest and Dividends Receivable	500,000.00	-	500,000.00	-	(100)
-	Grants	-	-	-	-	-
1,221,840.00	Miscellaneous	17,000,000.00	-	17,000,000.00	975,000.00	(94)
3,621,870.00	Sub. Total IGR	30,000,000.00	-	30,000,000.00	9,276,170.00	(69)
1,594,979,848.25	Total Revenue	2,260,000,000.00	-	2,260,000,000.00	1,690,048,303.84	(30)
	Expenditure		-			
	Consolidated Rev. Fund Charges:		-			
57,640,497.70	Political Public Office Holders	80,000,000.00	-	80,000,000.00	70,974,511.20	11
-	Pensions/Training Fund/Traditional Rulers Council	300,000,000.00	-	300,000,000.00	-	100
	Funding of Primary Education	650,000,000.00	-	650,000,000.00	-	100
1,000,000.00	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	1,400,000.00	86
58,640,497.70	Sub Total CRFC	1,040,000,000.00	-	1,040,000,000.00	72,374,511.20	93
372,306,443.57	Personnel Costs	430,000,000.00	-	430,000,000.00	352,682,906.74	18
118,761,735.02	Overhead Costs	200,000,000.00	-	200,000,000.00	155,209,749.88	22
549,708,676.29	Total Recurrent Expenditure	1,670,000,000.00	-	1,670,000,000.00	580,267,167.82	65
1,045,271,171.96	Operating Balance	590,000,000.00	-	590,000,000.00	1,109,781,136.02	
20,970,000.00	Transfer to Capital Dev. Fund	741,000,000.00	-	741,000,000.00	20,610,456.00	97
1,024,301,171.96	Closing Balance	(151,000,000.00)	0	(151,000,000.00)	1,089,170,680.02	

IKONO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 N	Description	Initial Budget 2019 N	Supp- Budget 2019 N	Final Budget 2019 N	Actual 2019 N	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00		
	Add Revenue:					
20,970,000.00	Transfer from Consolidated Fund	741,000,000.00	-	741,000,000.00	20,610,456.00	97
	Grant	100,000,000.00	-	100,000,000.00		100
	Miscellaneous	50,000,000.00	-	50,000,000.00		100
20,970,000.00	Total Revenue available	892,000,000.00	-	892,000,000.00	20,610,456.00	99
	Less Capital Expenditure :					
4,500,000.00	Economic Sector	207,800,000.00	-	207,800,000.00	30,000.00	99
4,900,000.00	Social Sector	136,500,000.00	-	136,500,000.00	1,300,000.00	99
8,950,000.00	Environmental/Reg. Dev.	89,700,000.00	-	89,700,000.00	500,000.00	99
2,620,000.00	General Administration	307,000,000.00	-	307,000,000.00	18,780,456.00	94
20,970,000.00	Total Expenditure	741,000,000.00	-	741,000,000.00	20,610,456.00	97
0	Closing Balance	151,000,000.00	-	151,000,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1: STATUTORY ALLOCATION

Months	Gross Alloc. From SLG Jaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	148,237,389.47	73,767,293.43	38,669,668.78
February	140,993,488.82	45,069,636.86	38,593,690.59
March	132,630,775.71	42,671,896.43	38,206,064.76
April	140,722,450.38	45,442,417.93	43,134,603.61
May	140,522,830.15	43,354,276.80	45,217,594.77
June	155,853,329.18	56,921,833.80	46,547,687.73
July	169,164,967.85	62,230,847.55	49,569,462.06
August	160,152,853.16	58,703,293.89	49,057,624.24
September	160,064,411.32	59,395,030.39	52,405,606.66
October	158,907,543.99	58,063,071.49	45,192,708.65
November	163,067,932.26	59,361,553.33	50,020,571.66
December	145,142,622.52	51,489,809.98	71,736,009.69
Total	1,815,460,594.81	656,470,961.88	568,351,293.20

NOTE 2: INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	1,200,000.00	-	-
1002	Rates	2,000,000.00	575,000.00	1,025,000.00
1003	Local licenses fines and fees	4,000,000.00	202,170.00	338,030.00
1004	Earnings from commercial undertaking	3,300,000.00	7,504,000.00	896,000.00
1005	Rent on Local Government properties	2,000,000.00	20,000.00	141,000.00
1006	Interest and Dividends	500,000.00	-	-
1007	Grants	-	-	-
1008	Miscellaneous	17,000,000.00	975,000.00	1,221,840.00
	Total	30,000,000.00	9,276,170.00	3,621,870.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	4,250,000.00	3,542,419.56	3,502,898.18
Office of the Vice Chairman	4,150,000.00	3,326,918.40	3,299,194.08
Office of the Supervisors	17,500,000.00	15,771,576.24	7,841,978.65
Office of the Special Advisers	10,500,000.00	12,161,216.16	6,058,829.32
Office of the Secretary	3,500,000.00	3,154,315.20	2,602,310.26
Legislative/General Council	1,000,100,000.00	33,018,065.64	34,335,287.21
Total	1,040,000,000.00	70,974,511.20	57,640,497.70

NOTE 4: PERSONNEL COSTS:

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	132,555,740.00	92,174,882.95	99,826,226.02
2005	Finance and Supplies	62,667,959.00	48,042,511.90	49,828,557.47
2006	Social Development, Information, Youth, Sports & Culture	29,245,993.00	25,036,091.14	27,488,360.11
2007	Primary Health Care	150,180,658.00	145,364,971.58	150,402,639.57
2008	Agriculture and Natural Resources	9,980,877.00	4,704,232.31	4,419,794.02
2009	Works and Housing, Lands & Survey	31,550,493.00	27,384,311.42	29,749,768.11
2010	Traditional Rulers Officer	-	-	-
2011	Budget, Planning, Research and Statistics	13,818,280.00	9,975,905.44	10,591,098.27
	Total	430,000,000.00	352,682,906.74	372,306,443.57

NOTE 5: OVERHEAD COSTS:

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Executive Chairman	31,000,000.00	28,542,000.00	25,905,000.00
2001B	Office of the Vice Chairman	6,000,000.00	2,770,000.00	2,250,000.00
2002A	Office of the Secretary	4,000,000.00	2,345,000.00	2,925,000.00
2002B	Office of the Supervisors	8,000,000.00	3,300,000.00	5,985,000.00
2002C	Office of the Special Advisers	3,000,000.00	6,665,456.00	2,290,000.00
2003A	Office of the Legislative/General Council	20,000,000.00	7,910,000.00	23,660,000.00
2003B	Office of the Leader	3,000,000.00	320,000.00	50,000.00
2003C	Office of the Deputy Leader	2,000,000.00	1,330,000.00	-
2003D	Office of the Majority Leader	2,000,000.00	-	-
2003E	Office of the Deputy Majority Leader	2,000,000.00	-	-
2003F	Office of the Chief Whip	2,000,000.00	-	150,000.00
2003G	Office of the Deputy Chief Whip	2,000,000.00	-	-
2003H	Office of the Clerk	1,800,000.00	2,800,000.00	2,550,000.00
2004A	Office of the Head of Local Government Service	5,200,000.00	-	100,000.00
2004B	Office of the Administration & General Services	6,500,000.00	4,448,000.00	5,001,500.00
2005	Finance and Supplies	5,500,000.00	3,063,769.00	2,250,000.00
2006	Education, Information & Sports	3,000,000.00	200,000.00	1,220,000.00
2007	Health	4,000,000.00	4,226,000.00	895,000.00
2008	Agricultural Natural Resources	2,800,000.00	1,496,000.00	395,000.00
2009	Works and Transport	3,000,000.00	4,053,000.00	864,300.00
2010	Budget, Planning, Research and Statistics	3,700,000.00	86,000.00	594,000.00
2011	Traditional Rulers Council	2,000,000.00	2,250,000.00	200,000.00
2012	Miscellaneous	76,900,000.00	79,404,524.88	41,476,935.02
	Total	200,000,000.00	155,209,749.88	118,761,735.02

NOTE 6: CAPITAL EXPENDITURE:

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	817,800,000.00	30,000.00	4,500,000.00
Social Sector	403,500,000.00	1,300,000.00	4,900,000.00
Environmental Sector	219,200,000.00	500,000.00	8,950,000.00
Administration Sector			
General Admin (Executive)	492,000,000.00	7,200,000.00	220,000.00
General Admin (Legislature)	319,500,000.00	11,580,456.00	2,400,000.00
Total	2,252,000,000.00	20,610,456.00	20,970,000.00

NOTE 7: INCREASE / DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
2019 Advances	1,101,853,865.15	2018 Advances	1,046,170,661.06
2018 Advances	1,046,170,661.06	2017 Advances	1,011,096,261.06
	(55,683,204.09)		(35,074,400.00)

NOTE 8: INCREASE / DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	53,618,240.06	2018 Deposits	43,803,674.18
2018 Deposits	43,803,674.18	2017 Deposits	33,918,575.29
	9,814,565.88		9,885,098.89

NOTE 9: CASH AND BANKS BALANCES

Description	2019 ₱	2018 ₱
Cash	16,295.69	8,555.37
Banks:		
Zenith Bank A/c (Salary) No.: 1014557081	30,874,706.10	21,168,705.30
Zenith Bank A/c (Project) No.: 1012921529	10,017,057.08	(5,469.07)
Zenith Bank A/c No.: REV. 1015678013	26,996.06	326,139.85
Skye Bank	-	436,253.63
Sub-Total Bank Bal.	40,918,759.24	21,925,629.71
Total	40,935,054.93	21,934,185.08

NOTE 10. ADVANCES

Purchase advances	837,723,807.15	792,781,203.00
Imprest	153,531,483.00	142,791,483.00
Touring	104,905,613.00	104,905,013.00
Salary/Special	5,692,962.00	5,692,962.00
Motor Vehicle	-	-
Others	-	-
Total	1,101,853,865.15	1,046,170,661.06

NOTE 11. DEPOSITS

Detail	2019 ₱	2018 ₱
PAYE Tax	731,439.72	731,439.72
NULGE Dues-State/Branch	2,852,108.29	3,852,398.58
NANNM	(76,706.82)	(46,806.82)
VAT	-	-
Withholding Tax	75,000.00	75,000.00
Pension Deductions	2,216,902.04	2,216,902.04
Others	47,819,496.83	36,974,740.66
Total	53,618,240.06	43,803,674.18

IKOT ABASI LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Ikot Abasi Local Government Council in accordance with the Provisions of the Model Financial Memoranda.

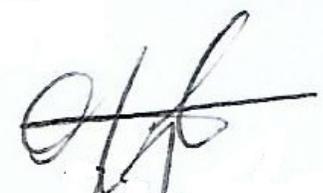
The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Ikot Abasi Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Nyeneime Umoh
Director of Finance:
Date; 11/8/2020



Hon. David D. Eshiet
Chairman:
Date; 11/8/2020

AUDIT CERTIFICATE

The Executive Chairman
Ikot Abasi Local Government Council
Ikot Abasi

AUDIT CERTIFICATE ON THE ACCOUNTS OF IKOT ABASI LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Ikot Abasi Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Ikot Abasi Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

IKOT ABASI LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

IKOT ABASI LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASHFLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS:				
Statutory Allocation	1	1,500,000,000.00	620,302,098.13	566,183,741.85
Others: Derivation	1	250,000,000.00	-	-
Value Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	2,500,000.00	-	-
Rates	2	2,000,000.00	3,935,000.00	3,240,000.00
Local License fines and fees	2	6,000,000.00	5,083,030.00	899,130.00
Earning from commercial undertaking	2	10,500,000.00	2,627,000.00	2,527,400.00
Rent on Local Govt. property	2	2,000,000.00	295,000.00	10,000.00
Interest & Dividends Receivable	2	-	-	-
Grants	2	-	-	-
Miscellaneous	2	12,000,000.00	800,300.00	1,226,600.00
Capital Receipts: B/F		1,500,000.00	-	-
Grants		150,000,000.00	-	-
Miscellaneous		50,000,000.00	-	-
TOTAL RECEIPTS		2,366,500,000.00	633,042,428.13	574,086,871.85
PAYMENTS:				
Consolidated Rev. Fund Charges:				
Political/Public office Holders	3	110,000,000.00	66,695,916.82	59,409,112.38
Pensions/Training Fund/Traditional Rulers Council	3	200,000,000.00	-	-
Funding of Primary Education	3	600,000,000.00	-	-
Internal Debt Servicing	3	5,000,000.00	-	-
Total Consolidated Revenue Fund Charges		915,000,000.00	66,695,916.82	59,409,112.38
Personal Costs	4	470,000,000.00	310,796,628.05	350,870,386.05
Overhead Costs	5	200,000,000.00	138,372,809.95	140,813,359.47
TOTAL PAYMENTS		1,585,000,000.00	515,865,354.82	551,092,857.90
Net Cash Flow Operation Activities A		781,500,000.00	117,177,073.31	22,994,013.95
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	781,500,000.00	107,558,348	35,572,027.90
Net Cash Flow from Investing Activities B			(107,558,348)	(35,572,027.90)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(15,142,958.51)	(26,617,951.03)
Increase/decrease in other Liabilities	8		27,343,604.51	19,944,180.81
Total Cash Flow From other Cash equivalent Accounts C			12,200,646.00	(6,673,770.22)
Net Cash Flow for the Year (A+B+C)			21,819,371.31	(19,251,784.17)
Cash and its equivalent as at 1 st January, 2019	9		17,637,230.63	36,889,014.80
Cash and its equivalent as at 31 st December, 2019	9		39,456,601.94	17,637,230.63

IKOT ABASI LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	38,500.00	60,450.00
Cash at Bank	9	39,418,101.94	17,576,780.63
TOTAL LIQUID ASSETS		39,456,601.94	17,637,230.63
Investment & Other Cash Assets:			
Advances	10	1,346,549,024.27	1,331,406,065.76
TOTAL ASSETS		<u>1,386,005,626.21</u>	<u>1,349,043,296.39</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		1,056,101,049.40	1,046,482,324.09
OTHER LIABILITIES			
Deposits	11	329,904,576.81	302,560,972.30
TOTAL LIABILITIES		<u>1,386,005,626.21</u>	<u>1,349,043,296.39</u>

IKOT ABASI LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019.

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	VAR %
1,059,060,338.04	Opening Balances	-	-	-	1,046,482,324.09	
	Add Revenue:					
566,183,741.85	Statutory Allocation	1,500,000,000.00	-	1,500,000,000.00	620,302,098.13	(59)
-	Derivation	250,000,000.00	-	250,000,000.00	-	(100)
-	Value Added Tax	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
566,183,741.85	Sub Total Statutory Allocation	2,130,000,000.00	-	2,130,000,000.00	620,302,098.13	(71)
-	Taxes	2,500,000.00	-	2,500,000.00	-	(100)
3,240,000.00	Rates	2,000,000.00	-	2,000,000.00	3,935,000.00	97
899,130.00	Local License fines and fees	6,000,000.00	-	6,000,000.00	5,083,030.00	(15)
2,527,400	Earning from Commercial undertaking	10,500,000.00	-	10,500,000.00	2,627,000.00	(75)
10,000.00	Rent on Local Govt. Property	2,000,000.00	-	2,000,000.00	295,000.00	(85)
-	Interest & Dividends Receivable	-	-	-	-	-
-	Grants	-	-	-	-	-
1,226,600.00	Miscellaneous	12,000,000.00	-	12,000,000.00	800,300.00	(93)
7,903,130.00	Sub. Total IGR	35,000,000.00	-	35,000,000.00	12,740,330.00	(64)
1,633,147,209.89	TOTAL REVENUE	2,165,000,000.00	-	2,165,000,000.00	1,679,524,752.22	(22)
	EXPENDITURE					
	Consolidated Rev. Fund Charges:					
59,409,112.38	Political/Public Office Holders	110,000,000.00	-	110,000,000.00	66,695,916.82	39
-	Pensions/Training Fund/Traditional Rulers Council	200,000,000.00	-	200,000,000.00	-	100
-	Funding of Primary Education	600,000,000.00	-	600,000,000.00	-	100
-	Internal Debt Servicing	5,000,000.00	-	5,000,000.00	-	100
59,409,112.38	Sub Total CRFC	915,000,000.00	-	915,000,000.00	66,695,916.82	93
350,870,386.05	Personnel Costs	470,000,000.00	-	470,000,000.00	310,796,628.05	34
140,813,359.47	Overhead Costs	200,000,000.00	-	200,000,000.00	138,372,809.95	31
551,092,857.90	Total Recurrent Expenditure	1,585,000,000.00	-	1,585,000,000.00	515,865,354.82	67
1,082,054,351.99	Operating Balance	580,000,000.00	-	580,000,000.00	1,163,659,397.40	
35,572,027.90	Transfer to Cap Dev fund	781,500,000.00	-	781,500,000.00	107,558,348.00	86
1,046,482,324.09	CLOSING BALANCE	(201,500,000.00)	0	(201,500,000.00)	1,056,101,049.40	

IKOT ABASI LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019.

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp-Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	1,500,000.00	-	1,500,000.00		
	Add Revenue:					
35,572,027.90	Transfer from Consolidated Rev. Fund	781,500,000.00	-	781,500,000.00	107,558,348.00	86
	Grant	150,000,000.00	-	150,000,000.00		100
	Miscellaneous	50,000,000.00	-	50,000,000.00		100
35,572,027.90	Total Revenue available	983,000,000.00	-	983,000,000.00	107,558,348.00	99
	Less Capital Expenditure :					
25,406,027.90	Economic Sector	270,500,000.00	-	270,500,000.00	-	100
1,800,000.00	Social Sector	174,500,000.00	-	174,500,000.00	1,165,000.00	99
3,831,000.00	Environmental/Reg. Dev.	120,000,000.00	-	120,000,000.00	30,135,000.00	75
4,535,000.00	General Administration	216,500,000.00	-	216,500,000.00	76,258,348.00	65
35,572,027.90	Total Expenditure	781,500,000.00	-	781,500,000.00	107,558,348.00	86
0	Closing Balance	201,500,000.00	-	201,500,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1 – STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	148,181,139.94	72,560,320.81	25,649,338.74
February	140,935,240.50	43,377,745.24	11,882,735.18
March	132,570,085.55	40,136,145.37	51,111,908.29
April	140,664,050.12	41,956,518.53	41,596,187.44
May	140,464,233.83	40,854,449.07	41,597,788.60
June	155,799,260.64	54,285,492.26	43,152,241.52
July	169,114,221.14	59,646,156.99	44,754,409.06
August	160,099,910.21	56,005,428.76	47,673,552.40
September	160,011,312.29	56,112,248.10	46,970,210.46
October	158,853,754.69	53,650,158.64	50,114,351.59
November	163,015,200.18	54,842,696.73	58,133,735.44
December	145,085,368.56	46,874,737.63	103,547,283.13
Total	1,814,793,777.65	620,302,098.13	566,183,741.85

NOTE 2. INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001-	Taxes	2,500,000.00	-	-
1002-	Rates	2,000,000.00	3,935,000.00	3,240,000.00
1003-	Local Licenses Fines and Fees	6,000,000.00	5,083,030.00	899,130.00
1004-	Earnings from Commercial Undertaking	10,500,000.00	2,627,000.00	2,527,400.00
1005-	Rent on Local Government Properties	2,000,000.00	295,000.00	10,000.00
1006-	Interest on Dividends	-	-	-
1007-	Grants	-	-	-
1008-	Miscellaneous	12,000,000.00	800,300.00	1,226,600.00
	Total	35,000,000.00	12,740,330.00	7,903,130.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	40,000,000.00	3,542,418.36	3,808,101.71
Office of the Vice Chairman	10,000,000.00	3,326,918.40	3,576,437.28
Office of the Supervisors	10,000,000.00	14,457,279.10	9,200,086.70
Office of the Special Advisers	5,000,000.00	12,161,216.16	7,094,042.76
Office of the Secretary	5,000,000.00	3,154,315.44	3,375,225.55
Legislative/General Council	40,000,000.00	30,053,769.36	32,355,218.38
Total	110,000,000.00	66,695,916.82	59,409,112.38

NOTE 4: PERSONNEL COSTS:

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	105,030,175.00	69,310,115.47	100,340,096.38
2005	Finance and Supplies	75,088,430.00	44,642,474.61	50,296,446.49
2006	Social Development, Information, Youth, Sports & Culture	45,070,025.00	27,318,771.95	32,778,933.49
2007	Primary Health Care	184,519,345.00	129,519,881.27	127,772,739.46
2008	Agriculture and Natural Resources	15,116,615.00	10,319,515.48	10,431,373.52
2009	Works and Housing, Lands & Survey	32,019,505.00	22,653,620.39	21,294,425.65
2010	Traditional Rulers Office	-	-	-
2011	Budget, Planning, Research and Statistics.	13,155,905.00	7,032,248.88	7,956,371.06
	Total	470,000,000.00	310,796,628.05	350,870,386.05

NOTE 5. OVERHEAD COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Executive Chairman	40,000,000.00	25,987,150.00	20,007,000.00
2001B	Office of the Vice Chairman	10,000,000.00	4,088,900.00	3,260,000.00
2002A	Office of the Secretary	5,000,000.00	1,545,000.00	750,000.00
2002B	Office of the Supervisor	10,000,000.00	1,000,000.00	1,505,000.00
2002C	Office of the Special Advisers	5,000,000.00	1,500,000.00	1,150,000.00
2003A	Office of the Legislative/General Council	5,000,000.00	15,880,108.00	8,500,000.00
2004B	Office of the Leader	4,000,000.00	2,090,000.00	2,230,000.00
2003C	Office of the Deputy Leader	3,000,000.00	1,660,000.00	1,150,000.00
2003D	Office of the Majority Leader	2,000,000.00	1,550,000.00	1,000,000.00
2003E	Office of the Deputy Majority Leader	2,000,000.00	45,000.00	-
2003F	Office of the Chief Whip	2,000,000.00	1,405,000.00	1,000,000.00
2003G	Office of the Deputy Chief Whip	2,000,000.00	390,000.00	-
2003H	Office of the Clerk	2,000,000.00	180,000.00	380,000.00
2004A	Office of the Head of Local Government Service	10,000,000.00	840,000.00	490,150.00
2004B	Office of the Administration & General Services	5,000,000.00	1,457,110.00	1,175,000.00
2005	Finance and Supplies	8,000,000.00	1,561,500.00	2,652,000.00
2006	Education, Information & Sports	4,000,000.00	2,278,000.00	155,000.00
2007	Health	5,000,000.00	12,534,500.00	105,000.00
2008	Agriculture and Natural Resources	4,000,000.00	496,000.00	165,000.00
2009	Works and Transport	4,000,000.00	5,050,000.00	-
2010	Budget, Planning, Research & Statistics	5,000,000.00	1,325,000.00	80,000.00
2011	Traditional Ruler Council	1,000,000.00	-	-
2012	Miscellaneous	62,000,000.00	55,509,541.95	95,059,209.47
	Total	200,000,000.00	138,372,809.95	140,813,359.47

NOTE 6. CAPITAL EXPENDITURE:

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	270,500,000.00	-	25,406,027.90
Social Sector	174,500,000.00	1,165,000.00	1,800,000.00
Environmental Sector	120,000,000.00	30,135,000.00	3,831,000.00
Administration Section			
General Administration (Executive)	123,500,000.00	36,913,000.00	4,535,000.00
General Administration (Legislature)	93,000,000.00	39,345,348.00	
Total	781,500,000.00	107,558,348.00	35,572,027.90

NOTE 7: INCREASE / DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
2019 Advances	1,346,549,024.27	2018 Advances	1,331,406,065.76
2018 Advances	1,331,406,065.76	2017 Advances	1,304,788,114.73
	(15,142,958.51)		(26,617,951.03)

NOTE 8: INCREASE / DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	329,904,576.81	2018 Deposits	302,560,972.30
2018 Deposits	302,560,972.30	2017 Deposits	282,616,791.49
	27,343,604.51		19,944,180.81

NOTE 9: CASH AND BANK BALANCES

Description	2019 ₦	2018 ₦
CASH	38,500.00	60,450.00
BANKS:		
UBA A/C 1001075819	93,250.91	
Zenith Bank A/C: 1014518279	27,573,944.95	16,548,062.44
Zenith Bank A/C: 1013180242	765,217.41	765,217.41
FCMB A/C: 1562844010	719.13	719.13
Skye Bank A/C: 4040013681	10,758,102.82	35,914.93
UBA A/C: 1001038269	30,793.62	30,793.62
UBA A/C: 1015886647	63,559.37	63,559.37
UBA A/C: 1011478864	104,811.73	104,811.73
Union Bank: 0052042554	27,702.00	27,702.00
Total	39,456,601.94	17,637,230.63
NOTE 10: ADVANCES		
Detail	2019 ₦	2018 ₦
i. Purchase Advances	1,045,512,780.27	1,039,722,821.76
ii. Imprest	182,359,393.00	179,474,393.00
iii. Touring	113,313,470.00	106,866,470.00
iv. Salary/Special	5,279,216.00	5,258,216.00
v. Motor Vehicle	84,165.00	84,165.00
vi. Others	-	-
Total	1,346,549,024.27	1,331,406,065.76
NOTE 11: DEPOSITS		
Detail	2019 ₦	2018 ₦
i. PAYE Tax	4,877,829.97	1,648,589.25
ii. NULGE Dues State/Branch	2,729,718.30	1,205,633.12
iii. NANNM	1,060,235.93	619,744.41
iv. VAT	342,500.00	342,500.00
v. Withholding Tax	2,780,000.00	2,780,000.00
vi. Pension Deductions	10,785,564.26	10,768,564.26
vii. Others	307,328,728.35	285,195,941.26
Total	329,904,576.81	302,560,972.30

IKOT EKPENE LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Ikot Ekpene Local Government Council in accordance with the Provisions of the Model Financial Memoranda.

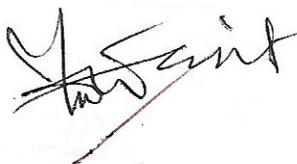
The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Ikot Ekpene Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Idongesit T. Udoh
Director of Finance
Date: 09/08/2020



Rt. Hon. Unyime Etim
Chairman
Date: 09/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Ikot Ekpene Local Government Council
Ikot Ekpene

AUDIT CERTIFICATE ON THE ACCOUNTS OF IKOT EKPENE LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Ikot Ekpene Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Ikot Ekpene Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

IKOT EKPENE LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

IKOT EKPENE LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASH FLOW FROM OPERATING, ACTIVITIES	NOTES	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
RECEIPTS:				
Statutory Allocation	1	2,100,000,000.00	683,854,276.60	638,064,893.45
OTHERS: Derivation	1	300,000,000.00	-	-
Value Added Tax	1	400,000,000.00	-	-
State Allocation	1	40,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	4,810,000.00	-	6,700.00
Rates	2	12,500,000.00	6,200,000.00	4,673,000.00
Local License fines and fees	2	17,210,000.00	3,804,180.00	4,111,830.00
Earning from commercial undertaking	2	26,100,000.00	9,078,000.00	17,296,886.00
Rent on Local Govt. Property	2	9,730,000.00	2,006,000.00	-
Interest & Dividends Receivable	2	110,000.00	-	-
Grants	2	-	-	-
Miscellaneous	2	4,540,000.00	3,844,500.00	4,035,127.94
Capital Receipts: B/F		400,000.00	-	-
Grants		200,000,000.00	-	-
Miscellaneous		10,000,000.00	-	-
TOTAL RECEIPTS		3,125,400,000.00	708,786,956.60	668,188,437.39
PAYMENTS:				
Consolidated Rev. Fund Charges:				
Political/Public Office Holders	3	80,000,000.00	74,652,538.68	64,864,669.95
Pensions Training Fund/Traditional Rulers Council	3	540,000,000.00	-	-
Funding of Primary education	3	850,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	-	-
Total consolidated revenue Fund Charges		1,480,000,000.00	74,652,538.68	64,864,669.95
Personnel costs	4	545,000,000.00	396,045,043.14	466,834,926.79
Overhead costs	5	230,000,000.00	126,624,600.64	102,000,747.82
TOTAL PAYMENTS		2,255,000,000.00	597,322,182.46	633,700,344.56
Net Cash flow from Operating Activities A		870,400,000.00	111,464,774.14	34,488,092.83
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	870,400,000.00	10,134,000.00	14,144,000.00
Net Cash flow from Investing Activities B			(10,134,000.00)	(14,144,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(141,555,400.00)	(49,135,013.00)
Increase/decrease in other Liabilities	8		53,484,500.33	26,228,521.10
Total Cash Flow From other Cash equivalent Accounts C			(88,070,899.67)	(22,906,491.90)
Net cash flow for the Year (A + B + C)			13,259,874.47	(2,562,399.07)
Cash and its equivalent as at 1 st January, 2019	9		15,864,621.31	18,427,020.38
Cash and its equivalent as at 31st December, 2019	9		29,124,495.78	15,864,621.31

IKOT EKPENE LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	4,104,083.77	-
Cash at Bank	9	25,020,412.01	15,864,621.31
TOTAL LIQUID ASSETS		29,124,495.78	15,864,621.31
Investment & Other Cash Assets:			
Advances	10	1,298,940,642.18	1,157,385,242.18
TOTAL ASSETS		<u>1,328,065,137.96</u>	<u>1,173,249,863.49</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		914,845,683.54	813,514,909.40
OTHER LIABILITIES			
Deposits	11	413,219,454.42	359,734,954.09
TOTAL LIABILITIES		<u>1,328,065,137.96</u>	<u>1,173,249,863.49</u>

IKOT EKPENE LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp-Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	VAR %
793,170,816.57	Opening Balances	-	-	-	813,514,909.40	
	Add Revenue:					
638,064,893.45	Statutory Allocation	2,100,000,000.00	-	2,100,000,000.00	683,854,276.60	(64)
-	Derivation	300,000,000.00	-	300,000,000.00	-	(100)
-	Value Added Tax	400,000,000.00	-	400,000,000.00	-	(100)
-	State Allocation	40,000,000.00	-	40,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
638,064,893.45	Sub Total Statutory Allocation	2,840,000,000.00	-	2,840,000,000.00	683,854,276.60	(76)
6,700.00	Taxes	4,810,000.00	-	4,810,000.00	-	(100)
4,673,000.00	Rates	12,500,000.00	-	12,500,000.00	6,200,000.00	(50.)
4,111,830.00	Local License fines and fees	17,210,000.00	-	17,210,000.00	3,804,180.00	(78)
17,296,886.00	Earning from commercial undertaking	26,100,000.00	-	26,100,000.00	9,078,000.00	(65)
-	Rent on Local Govt. Property	9,730,000.00	-	9,730,000.00	2,006,000.00	(79)
-	Interest & Dividends Receivable	110,000.00	-	110,000.00	-	(100)
-	Grants	-	-	-	-	-
4,035,127.94	Miscellaneous	4,540,000.00	-	4,540,000.00	3,844,500.00	(15)
30,123,543.94	Sub. Total IGR	75,000,000.00	-	75,000,000.00	24,932,680.00	(67)
1,461,359,253.96	TOTAL REVENUE	2,915,000,000.00	-	2,915,000,000.00	1,522,301,866.00	(48)
	EXPENDITURE					
	Consolidated Rev. Fund Charges:					
64,864,669.95	Political/Public Office Holders	80,000,000.00	-	80,000,000.00	74,652,538.68	7
-	Pensions/Training Fund/Traditional Rulers Council	540,000,000.00	-	540,000,000.00	-	100
-	Funding of Primary Education	850,000,000.00	-	850,000,000.00	-	100
-	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	-	100
64,864,669.95	Sub Total CRFC	1,480,000,000.00	-	1,480,000,000.00	74,652,538.68	95
466,834,926.79	Personnel Costs	545,000,000.00	-	545,000,000.00	396,045,043.14	27
102,000,747.82	Overhead Costs	230,000,000.00	-	230,000,000.00	126,624,600.64	45
633,700,344.56	Total Recurrent Expenditure	2,255,000,000.00	-	2,255,000,000.00	597,322,182.46	74
827,658,909.40	Operating Balance	660,000,000.00	-	660,000,000.00	924,979,683.54	
14,144,000.00	Transfer to Capital Development Fund	870,400,000.00	-	870,400,000.00	10,134,000.00	99
813,514,909.40	CLOSING BALANCE	(210,400,000.00)	0	(210,400,000.00)	914,845,683.54	

IKOT EKPENE LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	400,000.00	-	400,000.00		
	Add Revenue:					
14,144,000.00	Transfer to Consolidated Fund	870,400,000.00	-	870,400,000.00	10,134,000.00	99
	Grant	200,000,000.00	-	200,000,000.00	-	100
	Miscellaneous	10,000,000.00	-	10,000,000.00	-	100
14,144,000.00	Total Revenue available	1,080,800,000.00		1,080,800,000.00	10,134,000.00	99
	Less Capital Expenditure :					
5,610,000.00	Economic Sector	234,000,000.00	-	234,000,000.00	810,000.00	99
500,000.00	Social Sector	226,000,000.00	-	226,000,000.00	930,000.00	99
1,915,000.00	Environmental Sector	94,000,000.00	-	94,000,000.00	7,890,000.00	92
6,119,000.00	Administration Sector	316,400,000.00	-	316,400,000.00	504,000.00	99
14,144,000.00	Total Expenditure B	870,400,000.00	-	870,400,000.00	10,134,000.00	98
0	Closing Balance	210,400,000.00	-	210,400,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLG,Jaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	152,675,180.45	77,948,964.04	33,117,964.04
February	145,201,134.01	48,827,071.14	42,302,938.46
March	136,577,070.46	45,946,726.67	61,625,088.93
April	144,932,350.36	50,069,424.21	49,020,137.33
May	144,703,963.05	47,268,776.56	46,423,117.45
June	160,526,357.29	60,068,681.38	48,275,798.72
July	174,207,963.27	64,009,338.59	52,397,770.52
August	164,972,110.38	59,832,560.23	51,822,335.45
September	164,873,701.23	58,721,419.40	55,565,628.67
October	163,633,834.72	58,674,721.13	54,784,163.81
November	167,893,960.31	60,201,665.96	69,171,195.36
December	149,484,336.01	52,284,927.29	73,558,754.71
Total	1,869,683,961.54	683,854,276.60	638,064,893.45

NOTE 2: INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	4,810,000.00	-	6,700.00
1002	Rates	12,500,000.00	6,200,000.00	4,673,000.00
1003	Local Licenses Fines and Fees	17,210,000.00	3,804,180.00	4,111,830.00
1004	Earnings from Commercial Undertaking	26,100,000.00	9,078,000.00	17,296,886.00
1005	Rent on Local Government Properties	9,730,000.00	2,006,000.00	-
1006	Interest on Dividends	110,000.00	-	-
1007	Grants	-	-	-
1008	Miscellaneous	4,540,000.00	3,844,500.00	4,035,127.94
	Total	75,000,000.00	24,932,680.00	30,123,543.94

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES-POLITICAL OFFICE HOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Chairman	3,750,000.00	3,542,418.36	3,808,099.71
Office of the Vice Chairman	3,550,000.00	3,326,918.40	3,576,437.28
Office of the Supervisor	19,200,000.00	19,449,611.88	12,564,689.82
Office of the Special Advisers	12,800,000.00	12,161,216.16	6,040,275.21
Office of the Secretary	3,200,000.00	3,154,308.24	3,390,889.03
Legislative/General Council	37,500,000.00	33,018,065.64	35,484,278.90
Total	80,000,000.00	74,652,538.68	64,864,669.95

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	143,338,500.00	111,100,870.88	150,258,252.99
2005	Finance and Supplies	93,441,500.00	66,289,721.78	69,079,629.05
2006	Social Development, Information, Youth, Sports and Culture	62,403,400.00	43,206,044.08	45,174,816.28
2007	Primary Health Care	174,455,000.00	132,665,929.02	157,001,992.24
2008	Agriculture and Natural Resources	12,499,900.00	9,469,927.05	9,103,174.24
2009	Works and Housing Lands & Survey	32,358,300.00	20,851,972.30	23,278,686.34
2010	Budget, Planning, Research and Statistics	18,247,400.00	12,460,578.03	12,938,375.65
2011	Traditional Rulers Office	8,256,000.00	-	-
	Total	545,000,000.00	396,045,043.14	466,834,926.79

NOTE 5: OVERHEAD COSTS

HEAD	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Chairman	35,000,000.00	24,409,500.00	27,724,500.00
2001B	Office of the Vice Chairman	10,000,000.00	4,910,000.00	3,217,500.00
2001C	Office of the Supervisors	10,000,000.00	1,685,000.00	2,290,000.00
2001D	Special Advisers	8,000,000.00	1,580,000.00	2,841,000.00
2002	Office of the Secretary	4,000,000.00	1,580,000.00	2,140,000.00
2003A	Leader of Legislature	5,000,000.00	2,090,000.00	1,160,000.00
2003B	Deputy Leader	4,000,000.00	700,000.00	650,000.00
2003C	Legislative Council	10,000,000.00	11,814,600.00	13,505,500.00
2003D	Clerk	3,000,000.00	1,527,500.00	2,804,500.00
2003E	House Leader	3,000,000.00	300,000.00	-
2003F	Deputy House Leader	3,000,000.00	300,000.00	-
2003G	Chief Whip	3,000,000.00	300,000.00	-
2003H	Deputy Chief Whip	3,000,000.00	300,000.00	-
2004A	Head of LG Service	6,000,000.00	1,613,000.00	1,347,000.00
2004B	Administration	6,000,000.00	5,971,500.00	3,630,050.00
2005	Finance and Supplies	6,000,000.00	4,121,300.00	4,919,568.98
2006	Education	4,000,000.00	1,225,000.00	940,000.00
2007	Health	5,000,000.00	1,550,000.00	560,000.00
2008	Agric& Natural Resources	4,000,000.00	1,050,000.00	500,000.00
2009	Works & Housing	6,000,000.00	2,377,000.00	3,307,700.00
2010	Planning Research & Statistics	4,000,000.00	678,000.00	552,000.00
2011	Traditional Rulers	3,000,000.00	250,000.00	1,110,000.00
2012	Miscellaneous	85,000,000.00	56,292,200.64	28,801,428.84
	Total	230,000,000.00	126,624,600.64	102,000,747.82

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	234,000,000.00	810,000.00	5,610,000.00
Social Sector	226,000,000.00	930,000.00	500,000.00
Environmental Sector	94,000,000.00	7,890,000.00	1,915,000.00
Administration Sector			
General Administration (Executive)	129,900,000.00	404,000.00	3,334,000.00
General Administration (Legislative)	186,500,000.00	100,000.00	2,785,000.00
Total	870,400,000.00	10,134,000.00	14,144,000.00

NOTE 7: INCREASE / DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
2019 Advances	1,298,940,642.18	2018 Advances	1,157,385,242.18
2018 Advances	1,157,385,242.18	2017 Advances	1,108,250,229.18
	(141,555,400.00)		(49,135,013.00)

NOTE 8: INCREASE / DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	413,219,454.42	2018 Deposits	359,734,954.09
2018 Deposits	359,734,954.09	2017 Deposits	333,506,432.99
	53,484,500.33		26,228,521.10

NOTE 9: CASH AND BANK BALANCES

Description	2019 ₦	2018 ₦
CASH	4,104,083.77	-
BANKS:		
Zenith Bank 1011349074	257,321.41	84,129.96
UBA 1011255162	565,527.33	76,214.01
Akwa Savings	36,653.28	36,653.28
First Bank	259,102.29	259,102.29
MFC Savings & Loans	14,161.00	14,161.00
Zenith Bank – Udo Udoma, Uyo	7,719.87	7,719.87
Skye Bank – 4040013708	61,653.28	61,653.28
Zenith Bank 1014518286	23,818,273.55	15,324,987.62
Sub Total Bank	25,020,412.01	15,864,621.31
Total	29,124,495.78	15,864,621.31

NOTE 10. ADVANCES

Detail	2019 ₦	2018 ₦
(i) Purchases Advances	950,142,529.18	834,567,129.18
(ii) Imprest	197,628,200.00	178,033,200.00
(iii) Touring	132,052,690.00	125,667,690.00
(iv) Salary/Special	19,117,223.00	19,117,223.00
Total	1,298,940,642.18	1,157,385,242.18

NOTE 11. DEPOSITS

Detail	2019 ₦	2018 ₦
(i) NULGE	1,427,869.22	1,427,869.22
(ii) MHWUN	743,716.57	743,716.57
(iii) NANNM	1,356,496.31	1,356,496.31
(iv) VAT	6,733,182.47	6,170,682.47
(v) PAYE	3,714,695.52	3,714,695.52
(vi) Withholding Tax	187,500.00	-
(vii) Others	399,055,994.33	346,321,494.00
TOTAL	413,219,454.42	359,734,954.09

INI LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Ini Local Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Ini Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Edet Effiong Ukosin

Director of Finance

Date: 09/8/2020



Hon. Israel Idaisin

Chairman

Date: 09/8/2020

AUDIT CERTIFICATE

The Executive Chairman
Ini Local Government Council
Odoro Ikpe

AUDIT CERTIFICATE ON THE ACCOUNTS OF INI LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Ini Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Ini Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

INI LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

INI LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

Cash Flow from Operating Activities	Notes	Budget 2019 ₹	Actual 2019 ₹	Actual 2018 ₹
Receipts:				
Statutory Allocation	1	1,920,000,000.00	670,165,811.97	620,325,690.73
Others Derivation	1	-	-	-
Value added tax	1	320,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess crude	1	300,000,000.00	-	-
Stabilization	1	-	-	-
Taxes	2	2,000,000.00	-	-
Rates	2	1,500,000.00	870,000.00	1,745,000.00
Local License fines & fees	2	7,810,000.00	342,000.00	213,570.00
Earning from Council Undertaking	2	3,800,000.00	799,970.00	1,304,000.00
Rent on Local Government property	2	700,000.00	-	10,000.00
Interest & Dividend Receivable	2	860,000.00	-	-
Grants	2	-	-	-
Miscellaneous	2	5,330,000.00	769,052.39	968,500.00
Capital Receipts: B/F		1,000,000.00		
Grants		157,000,000.00		
Miscellaneous		50,000,000.00		
TOTAL RECEIPTS		2,800,000,000.00	672,946,834.36	624,566,760.73
PAYMENTS				
Consolidated Revenue Fund Charge:			-	-
Political/Public Office Holders	3	74,000,000.00	66,261,890.21	60,230,634.42
Pension Training Fund/Traditional Rulers Council	3	180,000,000.00	-	-
Funding of Primary Education	3	800,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	-	-
Total Consolidated Revenue Fund Charge	3	1,064,000,000.00	66,261,890.21	60,230,634.42
Personnel Costs	4	630,000,000.00	416,219,315.85	417,066,912.57
Overhead Costs	5	272,000,000.00	92,524,938.44	69,203,267.04
TOTAL PAYMENTS		1,966,000,000.00	575,006,144.50	583,318,814.03
NET CASH FLOW FROM OPERATING ACTIVITIES (A)		834,000,000.00	97,940,689.86	41,247,946.70
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	834,000,000.00	23,708,000.00	36,818,000.00
Net Cash Flow From Investing Activities (B)			(23,708,000.00)	(36,818,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(88,147,037.00)	(26,514,950.00)
Increase/decrease in other Liabilities	8		27,380,753.34	(9,417,624.19)
Total Cash Flow From other Cash equivalent Accounts C			(60,766,283.66)	(35,932,574.19)
NET CASH FLOW FOR THE YEAR A+B+C			13,466,406.20	(31,502,627.49)
Cash and its equivalent as at January 2019	9		11,879,099.39	43,381,726.88
Cash and its equivalent as at 31st December, 2019	9		25,345,505.59	11,879,099.39

INI LOCAL GOVERNMENT COUNCIL

STATEMENT NO. 2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	1,437,220.20	1,915,200.17
Cash at Bank	9	23,908,285.39	9,963,899.22
TOTAL LIQUID ASSETS		25,345,505.59	11,879,099.39
Investment & Other Cash Assets:			
Advances	10	1,289,289,691.00	1,201,142,654.00
TOTAL ASSETS		<u>1,314,635,196.59</u>	<u>1,213,021,753.39</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		963,968,138.30	889,735,448.44
OTHER LIABILITIES			
Deposits	11	350,667,058.29	323,286,304.95
TOTAL LIABILITIES		<u>1,314,635,196.59</u>	<u>1,213,021,753.39</u>

INI LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
885,305,501.74	Opening Balance	-	-	-	889,735,448.44	
	Add Revenue					
620,325,690.73	Statutory Allocation	1,920,000,000.00	-	1,920,000,000.00	670,165,811.97	(65)
-	Derivation	-	-	-	-	(100)
-	Value added tax	320,000,000.00	-	320,000,000.00	-	(100)
-	State allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess crude	300,000,000.00	-	300,000,000.00	-	(100)
-	Stabilization	-	-	-	-	-
620,325,690.73	Sub-total Statutory Allocation	2,570,000,000.00	-	2,570,000,000.00	670,165,811.97	(74)
-	Taxes	2,000,000.00	-	2,000,000.00	-	(100)
1,745,000.00	Rates	1,500,000.00	-	1,500,000.00	870,000.00	(42)
213,570.00	Local license fines and fees	7,810,000.00	-	7,810,000.00	342,000.00	(95)
1,304,000.00	Earning from commercial undertaking	3,800,000.00	-	3,800,000.00	799,970.00	(79)
10,000.00	Rent on local government property	700,000.00	-	700,000.00	-	(100)
	Interest & dividends receivable	860,000.00	-	860,000.00	-	(100)
	Grants	-	-	-	-	-
968,500.00	Miscellaneous	5,330,000.00	-	5,330,000.00	769,052.39	(86)
4,241,070.00	Sub Total I GR	22,000,000.00	-	22,000,000.00	2,781,022.39	(87)
1,509,872,262.47	Total Revenue	2,592,000,000.00	-	2,592,000,000.00	1,562,682,282.80	(40)
	Expenditure					
	Consolidated Rev. Fund charges:					
60,230,634.42	Political/Public Office Holders	74,000,000.00	-	74,000,000.00	66,261,890.21	10
-	Pension/Training fund/TR Council	180,000,000.00	-	180,000,000.00	-	100
-	Funding of Primary School	800,000,000.00	-	800,000,000.00	-	100
-	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	-	100
60,230,634.42	Sub Total CRFC	1,064,000,000.00	-	1,064,000,000.00	66,261,890.21	94
417,066,912.57	Personal Costs	630,000,000.00	-	630,000,000.00	416,219,315.85	34
106,021,267.04	Overhead Costs	272,000,000.00	-	272,000,000.00	92,524,938.44	66
583,318,814.03	Total Recurrent Expenditure	1,966,000,000.00	-	1,966,000,000.00	575,006,144.50	71
926,553,448.44	Operating Balance	626,000,000.00	-	626,000,000.00	987,676,138.30	
36,818,000.00	Transfer to Cap. Dev Fund	834,000,000.00	-	834,000,000.00	23,708,000.00	97
889,735,448.44	Closing balance	(208,000,000.00)	0	(208,000,000.00)	963,968,138.30	

INI LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp-Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00		
	Add Revenue:					
36,818,000.00	Transfer from Cons. Rev Fund	834,000,000.00	-	834,000,000.00	23,708,000.00	97
	Grant	157,000,000.00	-	157,000,000.00	-	100
	Miscellaneous	50,000,000.00	-	50,000,000.00	-	100
36,818,000.00	Total Revenue available	1,042,000,000.00		1,042,000,000.00	23,708,000.00	99
	Less Capital Expenditure :					
11,728,000.00	Economic sector	296,000,000.00	-	296,000,000.00	5,048,000.00	98
5,023,000.00	Social Sector	135,000,000.00	-	135,000,000.00	7,305,000.00	95
320,000.00	Environmental/Reg. Development	154,000,000.00	-	154,000,000.00	75,000.00	99
19,747,000.00	General Administration	249,000,000.00	-	249,000,000.00	11,280,000.00	95
36,818,000.00	Total Expenditure	834,000,000.00	-	834,000,000.00	23,708,000.00	97
0	Closing Balance	208,000,000.00		208,000,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1 – STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	139,075,255.12	77,687,269.38	39,876,636.06
February	132,216,397.16	47,240,550.71	41,029,096.26
March	124,400,745.75	45,780,754.13	41,006,955.09
April	132,051,039.93	46,819,869.39	44,820,379.93
May	131,865,235.23	44,440,169.03	48,212,441.43
June	146,209,563.20	57,768,852.67	69,718,231.36
July	158,832,847.86	63,081,869.30	51,847,119.46
August	150,356,561.16	59,167,220.09	52,134,454.62
September	150,336,890.77	58,566,186.73	53,588,717.99
October	149,291,656.75	57,299,354.62	49,845,113.85
November	153,163,288.46	62,640,544.84	72,219,997.44
December	136,249,706.84	49,673,171.08	56,026,547.24
Total	1,704,049,190.23	670,165,811.97	620,325,690.73

NOTE 2: INTERNALLY GENERATED REVENUE

HEAD	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	2,000,000.00	-	-
1002	Rates	1,500,000.00	870,000.00	1,745,000.00
1003	Local Licenses fines and fees	7,810,000.00	342,000.00	213,570.00
1004	Earnings from commercial undertaking	3,800,000.00	799,970.00	1,304,000.00
1005	Rent on Local Government Properties	700,000.00	-	10,000.00
1006	Interest on Dividends	860,000.00	-	-
1007	Grants		-	-
1008	Miscellaneous	5,330,000.00	769,052.39	968,500.00
	Total	22,000,000.00	2,781,022.39	4,241,070.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICEHOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	3,900,000.00	3,580,264.71	3,808,126.71
Office of the Vice Chairman	3,700,000.00	3,362,462.40	3,576,437.28
Office of the Supervisors	16,500,000.00	15,936,827.91	10,243,502.15
Office of the Special Advisers	13,350,000.00	12,287,895.48	8,300,760.98
Office of the Secretary	3,300,000.00	3,185,985.39	3,390,889.00
Legislative/General Council	33,250,000.00	27,908,454.32	30,910,918.30
Total	74,000,000.00	66,261,890.21	60,230,634.42

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	130,000,000.00	80,517,598.71	80,212,376.19
2005	Finance and Supplies	148,000,000.00	98,810,455.09	96,819,707.69
2006	Education, Social Development, Information, Youth, Sports & Culture	86,000,000.00	63,744,920.05	60,750,270.00
2007	Primary Health Care	176,000,000.00	106,241,186.46	90,630,450.00
2008	Agriculture and Natural Resources	22,000,000.00	19,538,167.21	18,715,000.70
2009	Works and Housing, Lands & Survey	51,000,000.00	36,171,374.20	32,103,625.50
2010	Traditional Rulers Office	-	-	-
2011	Budget, Planning, Research and Statistics	17,000,000.00	11,195,614.13	37,835,512.49
	TOTAL	630,000,000.00	416,219,315.85	417,066,942.57

NOTE 5: OVERHEAD COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Executive Chairman	35,000,000.00	18,411,900.00	24,047,000.00
2001B	Office of the Vice Chairman	8,400,000.00	5,072,500.00	2,000,000.00
2002A	Office of the Secretary	4,500,000.00	1,408,000.00	835,000.00
2002B	Office of the Supervisors	7,000,000.00	2,444,250.00	1,974,000.00
2002C	Office of the Special Advisers	6,200,000.00	1,700,000.00	1,690,000.00
2003A	Office of the Legislative/General Council	15,400,000.00	4,672,500.00	8,529,299.97
2003B	Office of the Leader	10,000,000.00	2,210,000.00	1,650,500.00
2003C	Office of the Deputy Leader	6,000,000.00	1,695,000.00	-
2003D	Office of the Majority Leader	5,000,000.00	1,532,500.00	1,770,000.00
2003E	Office of the Deputy Majority Leader	4,000,000.00	1,710,000.00	1,535,000.00
2003F	Office of the Chief Whip	4,000,000.00	1,280,000.00	1,100,000.00
2003G	Office of the Deputy Chief Whip	4,000,000.00	743,000.00	-
2003H	Office of the Clerk	3,000,000.00	330,000.00	-
2004A	Office of the Head of Local Government Service	5,000,000.00	2,552,000.00	1,335,000.00
2004B	Office of the Administration & General Services	5,500,000.00	2,236,500.00	1,595,100.00
2005	Finance and Supplies	6,000,000.00	2,395,600.00	2,447,900.00
2006	Education, Information & Sports	3,000,000.00	1,169,000.00	368,500.00
2007	Health	13,000,000.00	4,423,900.00	1,127,560.00
2008	Agriculture and Natural Resources	3,000,000.00	716,999.60	430,000.00
2009	Works and Transport	4,000,000.00	665,100.00	351,000.00
2010	Budget, Planning, Research & Statistics	5,400,000.00	518,400.00	244,000.00
2011	Traditional Rulers Council	5,500,000.00	2,050,000.00	1,420,000.00
2012	Miscellaneous	109,100,000.00	32,587,788.84	14,753,407.07
	Total	272,000,000.00	92,524,938.44	69,203,267.04

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	296,000,000.00	5,048,000.00	11,728,000.00
Social Sector	135,000,000.00	7,305,000.00	5,023,000.00
Environmental Sector	154,000,000.00	75,000.00	320,000.00
Administration Sector			
General Administration (Executive)	118,000,000.00	10,780,000.00	16,467,000.00
General Administration (Legislature)	131,000,000.00	500,000.00	3,280,000.00
TOTAL	834,000,000.00	23,708,000.00	36,818,000.00

NOTE 7: INCREASE / DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
2019 Advances	1,289,289,691.00	2018 Advances	1,201,142,654.00
2018 Advances	1,201,142,654.00	2017 Advances	1,174,627,704.00
	(88,147,037.00)		(26,514,950.00)

NOTE : 8 INCREASE / DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	350,667,058.29	2018 Deposits	323,286,304.95
2018 Deposits	323,286,304.95	2017 Deposits	332,703,929.14
	27,380,753.34		9,417,524.19

NOTE 9: CASH AND BANK BALANCES

Description	2019 ₦	2018 ₦
CASH	1,437,220.20	1,915,200.17
BANKS:		
Zenith Bank A/C (1014518293)	9,936,575.31	8,993,267.77
Zenith Bank A/C (1011351628)	4,016,524.08	66,611.45
Ini Micro Finance Bank A/C (2000103118360)	958,040.00	
UBA A/C 100746014	8,997,146.00	904,020.00
Sub Total Bank Bal.	23,908,285.39	9,963,899.22
Total	25,345,505.59	11,879,099.39

NOTE 10: ADVANCES

Detail	2019 ₦	2018 ₦
(i) Purchase Advances	918,378,566.00	839,520,529.00
(ii) Imprest Advances	219,408,510.00	209,645,510.00
(iii) Touring Advances	123,000,615.00	123,474,615.00
(iv) Salary/Special Advance	9,262,000.00	9,262,000.00
(v) Others Upkeep Advance	19,240,000.00	19,240,000.00
TOTAL	1,289,289,691.00	1,201,142,654.00

NOTE 11: DEPOSITS

Detail	2019 ₦	2018 ₦
(i) PAYE Tax	1,722,702.16	2,056,697.50
(ii) NULGE Dues-State/Branch	1,849,909.60	1,849,909.60
(iii) NANNM	28,298.00	28,298.00
(iv) VAT	-	-
(v) Withholding Tax	-	-
(vi) Pension Deductions	-	-
(vii) Others	347,066,148.53	319,351,399.85
TOTAL	350,667,058.29	323,286,304.95

ITU LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Itu Local Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Itu Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Aniefiok N. Udonte
Director of Finance
Date: 07/08/2020



Hon. Barr. Etetim Onuk
Chairman
Date: 07/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Itu Local Government Council
Mbak

AUDIT CERTIFICATE ON THE ACCOUNTS OF ITU LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Itu Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Itu Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

ITU LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

ITU LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER,2019

CASHFLOW FROM COPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECIEPTS:				
Statutory Allocation	1	1,600,000,000.00	639,983,829.38	565,379,181.16
Others Derivation	1	300,000,000.00	-	-
Value Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	6,000,000.00	1,835,700.00	-
Rates	2	9,000,000.00	4,971,000.00	4,595,000.00
Local Licenses fines and fees	2	7,000,000.00	1,086,430.00	1,705,150.00
Learning from Commercial undertaking	2	36,000,000.00	35,246,000.00	34,196,100.00
Rent on Local Govt. Property	2	6,000,000.00	452,500.00	976,000.00
Interest & Dividends Receivable	2	-	-	-
Grants	2	-	3,300,000.00	-
Miscellaneous	2	6,000,000.00	2,853,305.00	3,021,000.00
Capital Receipts: B/F		1,000,000.00		
Grants		100,000,000.00		
Miscellaneous		30,000,000.00		
TOTAL RECIEPTS		2,481,000,000.00	689,728,764.38	609,872,431.16
PAYMENTS:				
Consolidated Rev. Fund charges				
Political/Public Office Holders	3	70,000,000.00	68,380,309.26	61,617.357.66
Pension/Training fund/Traditional Rulers council	3	300,000,000.00	-	-
Funding of primary Education	3	750,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	1,200,000.00	-
Total consolidated Revenue Fund charges		1,130,000,000.00	69,580,309.26	61,617,357.66
Personnel Costs	4	450,000,000.00	354,138,802.12	378,241,894.41
Overhead Costs	5	230,000,000.00	91,339,816.00	81,617,058.13
TOTAL PAYMENTS		1,810,000,000.00	515,058,927.38	521,476,310.20
Net Cash Flow from Operating Activities A		671,000,000.00	174,669,837.00	88,396,120.96
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	671,000,000.00	110,877,325.00	18,897,000.00
Net Cash Flow from Investing Activities B			(110,877,325.00)	(18,897,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(98,755,700.02)	(72,079,221.98)
Increase/decrease in other Liabilities	8		58,249,725.72	10,537,186.87
Total Cash Flow From other Cash equivalent Accounts C			(40,505,974.30)	(61,542,035.11)
Net Cashflow for the year (A+B+C)			23,286,537.70	7,957,085.85
Cash and its equivalent asset 1 st January, 2019	9		20,896,401.86	12,939,316.01
Cash and its equivalent asset 31 st December, 2019	9		44,182,939.56	20,896,401.86

ITU LOCAL GOVERNMENT COUNCIL
STATEMENT NO.2
STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	1,143.43	154,154.66
Cash at Bank	9	44,181,796.13	20,742,247.20
TOTAL LIQUID ASSETS		44,182,939.56	20,896,401.86
Investment & Other Cash Assets:			
Advances	10	580,492,744.98	481,737,044.96
TOTAL ASSETS		<u>624,675,684.54</u>	<u>502,633,446.82</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		402,070,023.25	338,277,511.25
OTHER LIABILITIES			
Deposits	11	222,605,661.29	164,355,935.57
TOTAL LIABILITIES		<u>624,675,684.54</u>	<u>502,633,446.82</u>

ITU LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
268,778,390.29	Opening Balances	-	-	-	338,277,511.25	
	Add Revenue:					
565,379,181.16	Statutory Allocation	1,600,000,000.00	-	1,600,000,000.00	639,983,829.38	(60)
-	Derivation/ Excess Crude oil Proceed	300,000,000.00	-	300,000,000.00	-	(100)
-	Value Added Tax	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	
-	Stabilization	-	-	-	-	
565,379,181.16	Sub Total Statutory Allocation	2,280,000,000.00	-	2,280,000,000.00	639,983,829.38	(72)
-	Taxes	6,000,000.00	-	6,000,000.00	1,835,700.00	(69)
4,595,000.00	Rates	9,000,000.00	-	9,000,000.00	4,971,000.00	(45)
1,705,150.00	Local Licenses fines and fees	7,000,000.00	-	7,000,000.00	1,086,430.00	(84)
34,196,100.00	Earning from Commercial undertaking	36,000,000.00	-	36,000,000.00	35,246,000.00	(2)
976,000.00	Rent on Local Govt. Property	6,000,000.00	-	6,000,000.00	452,500.00	(92)
-	Interest & Dividends Receivable	-	-	-	-	
-	Grants	-	-	-	3,300,000.00	100
3,021,000.00	Miscellaneous	6,000,000.00	-	6,000,000.00	2,853,305.00	(52)
44,493,250.00	Sub. Total IGR	70,000,000.00	-	70,000,000.00	49,744,935.00	(29)
878,650,821.45	TOTAL REVENUE	2,350,000,000.00	-	2,350,000,000.00	1,028,106,275.63	(56)
	EXPENDITURE:					
	Consolidated Rev. Fund Charges(CRFC)					
61,617,357.66	Political/Public Office Holders	70,000,000.00	-	70,000,000.00	68,380,309.26	2
-	Pensions/Training/Fund/Traditional Rulers Council	300,000,000.00	-	300,000,000.00	-	100
-	Funding of Primary Education	750,000,000.00	-	750,000,000.00	-	100
-	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	1,200,000.00	88
61,617,357.66	Sub Total CRFC	1,130,000,000.00	-	1,130,000,000.00	69,580,309.26	94
378,241,894.41	Personnel Costs	450,000,000.00	-	450,000,000.00	354,138,802.12	21
81,617,058.13	Overhead Costs	230,000,000.00	-	230,000,000.00	91,339,816.00	60
521,476,310.20	Total Recurrent Expenditure	1,810,000,000.00	-	1,810,000,000.00	515,058,927.38	72
357,174,511.25	Operating Balance	540,000,000.00	-	540,000,000.00	512,947,348.25	24
18,897,000.00	Transfer to Capital Dev. Fund	671,000,000.00	-	671,000,000.00	110,877,325.00	83
338,277,511.25	CLOSNG BALANCE	(131,000,000.00)	0	(131,000,000.00)	402,070,023.25	

ITU LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00		
	Add Revenue:					
18,897,000.00	Transfer from Consolidated. Rev. Fund	671,000,000.00	-	671,000,000.00	110,877,325.00	83
	Grant	100,000,000.00		100,000,000.00		100
	Miscellaneous	30,000,000.00		30,000,000.00		100
18,897,000.00	Total Revenue available	802,000,000.00		802,000,000.00	110,877,325.00	99
	Less Capital Expenditure					
6,840,000.00	Economic Sector	218,000,000.00	-	218,000,000.00	23,103,717.00	89
4,030,000.00	Social Sector	121,000,000.00	-	121,000,000.00	20,146,000.00	83
642,500.00	Environmental/Reg. Dev.	51,000,000.00	-	51,000,000.00	2,422,000.00	95
7,384,500.00	General Administration	281,000,000.00	-	281,000,000.00	65,205,608.00	77
18,897,000.00	Total Expenditure	671,000,000.00	-	671,000,000.00	110,877,325.00	83
0	Closing Balance	131,000,000.00		131,000,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1. STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	143,494,945.77	72,852,237.12	26,539,314.97
February	136,547,417.69	44,719,039.93	10,053,518.86
March	128,446,691.97	41,951,051.44	36,618,105.09
April	136,199,150.00	44,736,399.09	36,734,546.92
May	136,059,875.40	42,767,813.82	41,423,108.20
June	150,867,760.63	56,228,267.45	60,688,332.14
July	163,750,087.79	61,483,932.88	44,161,745.59
August	154,916,422.19	57,147,395.80	47,338,780.26
September	154,800,591.91	56,772,290.35	48,497,982.45
October	153,773,944.49	55,6861,319.00	50,686,807.27
November	157,888,667.26	56,771,351.32	63,025,119.08
December	140,450,240.75	48,867,731.18	99,611,820.33
Total	1,757,195,795.85	639,983,829.38	565,379,181.16

NOTE: 2. INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	6,000,000.00	1,835,700.00	-
1002	Rates	9,000,000.00	4,971,000.00	4,595,000.00
1003	Local Licenses Fines and Fees	7,000,000.00	1,086,430.00	1,705,150.00
1004	Earning form Commercial Undertaking	36,000,000.00	35,246,000.00	34,196,100.00
1005	Rent on Local Government Properties	6,000,000.00	452,500.00	976,000.00
1006	Interest on Dividends	-	-	-
1007	Grants	-	3,300,000.00	-
1008	Miscellaneous	6,000,000.00	2,853,305.00	3,021,000.00
	Total	70,000,000.00	49,744,935.00	44,493,250.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	5,600,000.00	3,580,269.71	3,808,099.71
Office of the Vice Chairman	4,900,000.00	3,362,462.40	3,576,437.28
Office of the Supervisor	15,000,000.00	15,929,926.35	10,470,574.85
Office of the Special Advisers	13,000,000.00	12,287,895.57	8,073,696.28
Office of the Secretary	3,500,000.00	3,185,985.27	3,390,889.09
Legislative/General Council	28,000,000.00	30,033,769.96	32,297,660.45
Internal Debt Servicing	10,000,000.00	1,200,000.00	-
Total	80,000,000.00	69,580,309.26	61,617,357.66

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	97,767,541.70	97,423,566.86	103,521,088.08
2005	Finance and Supplies	95,655,488.23	63,540,110.23	70,852,288.68
2006	Social Development, Information, Youth Sport & Culture	56,271,621.65	33,824,203.45	36,284,944.32
2007	Primary Health Care	125,672,501.15	103,736,278.95	107,029,389.14
2008	Agriculture and Natural Resources	35,845,385.00	13,858,112.05	16,930,108.75
2009	Works and Housing. Lands & Survey	21,337,462.27	29,487,713.66	30,279,451.58
2010	Budget, Planning, Research and Statics	17,450,000.00	12,268,816.92	13,344,623.86
	Total	450,000,000.00	354,138,802.12	378,241,894.41

NOTE 5. OVER HEAD COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Executive chairman	30,000,000.00	25,206,000.00	24,661,250.00
2001B	Office of the vice chairman	12,000,000.00	3,170,000.00	3,700,000.00
2002A	Office of the secretary	4,000,000.00	496,000.00	1,352,000.00
2002B	Office of the supervisors	6,000,000.00	2,176,400.00	1,370,000.00
2002C	Office of the special Advisers	5,000,000.00	100,000.00	-
2003A	Office of the Legislative/General Council	20,000,000.00	10,941,000.00	10,452,000.00
2003B	Office of the Leader	5,000,000.00	2,150,000.00	1,905,000.00
2003C	Office of the Deputy leader	3,000,000.00	1,590,000.00	1,260,000.00
2003D	Office of the Majority Leader	2,500,000.00	1,300,000.00	-
2003E	Office of the Deputy Majority Leader	2,000,000.00	1,410,000.00	-
2003F	Office of the chief whip	2,500,000.00	-	-
2003G	Office of the Deputy Chief Whip	2,000,000.00	-	-
2003H	Office of the Clerk	2,000,000.00	-	10,000.00
2004A	Office of the Head of Local Government Service	4,000,000.00	261,000.00	1,597,000.00
2004B	Office of the Administration & General Services	6,000,000.00	1,189,000.00	2,235,000.00
2005	Finance and Supplies	4,000,000.00	1,536,200.00	3,333,300.00
2006	Education Information & Sports	3,000,000.00	485,000.00	624,970.00
2007	Health	5,000,000.00	675,000.00	593,000.00
2008	Agriculture and Natural Resources	2,000,000.00	360,000.00	305,000.00
2009	Works And Transport	3,000,000.00	601,000.00	713,000.00
2010	Budget, Planning Research & Statics	4,000,000.00	75,000.00	397,000.00
2011	Traditional Rulers Council	3,000,000.00	-	128,000.00
2012	Miscellaneous	100,000,000.00	37,618,216.00	26,962,538.13
	Total	230,000,000.00	91,339,816.00	81,617,058.13

NOTE 6. CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	218,000,000.00	23,103,717.00	6,840,000.00
Social Sector	121,000,000.00	20,146,000.00	4,030,000.00
Environmental Sector	51,000,000.00	2,422,000.00	642,500.00
Administration Sector			
General Administration (Executive)	206,000,000.00	65,205,608.00	2,124,500.00
General Administration (Legislative)	75,000,000.00	-	5,260,000.00
Total	671,000,000.00	110,877,325.00	18,897,000.00

NOTE 7: INCREASE / DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
2019 Advances	580,492,744.98	2018 Advances	481,737,044.96
2018 Advances	481,737,044.96	2017 Advances	409,657,822.98
	(98,755,700.02)		(72,079,221.98)

NOTE 8 : INCREASE / DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	222,605,661.29	2018 Deposits	164,355,935.57
2018 Deposits	164,355,935.57	2017 Deposits	153,818,748.70
	58,249,725.72		10,537,186.87

NOTE 9. CASH AND BANK BALANCES

Description	2019 ₦	2018 ₦
CASH:	1,143.43	154,154.66
BANKS:		
Zenith Bank A/c (Salary)	35,049,124.77	19,769,567.91
U.B.A A/c (Project)	8,104,854.05	15,041.68
Key Stone Bank (1006964585)	100,534.00	30,354.00
Skye Bank (17500344483)	41,912.90	41,912.90
Enterprise Bank (Heritage)	9,749.76	9,749.76
U.B.A Aka Road	12,564.04	12,564.04
UBA Udo-Udoma	38,691.63	38,691.63
Diamond Bank (Sure-P)	370,657.62	370,657.62
Diamond Bank (0028284133)	101,230.65	101,230.65
Skye Bank (4040013643)	335,614.35	335,614.35
Sterling (Equatorial Trust Bank)	16,862.36	16,862.36
Sub Total Bank	44,181,796.13	20,742,247.20
Total	44,182,939.56	20,896,401.86

NOTE 10: ADVANCES

Detail	2019 ₦	2018 ₦
Purchase Advances	425,057,471.12	360,145,271.10
Imprest	107,888,820.00	74,045,320.00
Touring	45,786,724.50	45,786,724.50
Salary/Special	1,498,179.56	1,498,179.56
Motor Vehicle	67,627.73	67,627.73
Others (Housing)	193,922.07	193,922.07
Total	580,492,744.98	481,737,044.96

NOTE 11: DEPOSITS

Detail	2019 ₦	2018 ₦
Pay Tax	5,004,599.78	5,004,599.78
Nudge Dues-State/Branch	1,406,239.74	1,406,239.74
NANNM	706,297.10	706,297.10
VAT	3,608,705.00	3,608,705.00
Withholding Tax	3,293,367.71	3,293,367.71
Pension Deductions	4,839,971.45	4,839,971.45
Other	203,746,480.51	145,496,754.79
Total	222,605,661.29	164,355,935.57

MBO LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Mbo Local Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

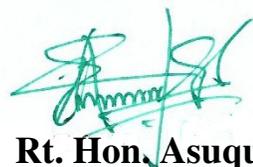
The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of MboLocal Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Akparawa Offiong Otu
Director of Finance
Date: 09/08/2020



Rt. Hon. Asuquo E. Eyo
Chairman
Date: 09/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Mbo Local Government Council
Enwang

AUDIT CERTIFICATE ON THE ACCOUNTS OF MBO LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Mbo Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Mbo Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

MBO LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

MBO LOCAL GOVERNMENT COUNCIL

STATEMENT: 1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASH FLOW FROM OPERATING ACTIVITIES:	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECIEPTS:				
Statutory Allocation	1	2,304,000,000.00	566,727,200.71	467,483,541.28
OTHERS: Derivation	1	250,000,000.00	-	-
Value Added Tax	1	300,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	100,000,000.00	-	-
Stabilization	1	-	-	-
Taxes	2	5,000,000.00	-	-
Rates	2	7,000,000.00	-	-
Local License, Fines and Fees	2	5,000,000.00	117,100.00	129,180.00
Earning from Commercial Undertakings	2	10,000,000.00	236,000.00	291,500.00
Rent on Local Government Properties	2	15,000,000.00	-	2,000,000.00
Interest & Dividends Receivable	2	-	-	-
Grants	2	-	-	-
Miscellaneous	2	8,240,000.00	427,200.00	1,868,650.00
Capital Receipts: B/F		12,350,000.00		
Grants		100,000,000.00		
Miscellaneous		37,650,000.00		
TOTAL RECIEPTS		3,184,240,000.00	567,507,500.71	471,772,871.74
PAYMENTS				
Consolidated Revenue Fund Charges:				
Political / Public Office Holders	3	84,000,000.00	64,246,054.07	26,018,263.12
Pension Training Fund/Trad. Rulers Council	3	196,000,000.00	-	-
Funding of Primary Education	3	700,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	-	-
Total Consolidated Revenue Fund Charges		990,000,000.00	64,246,054.07	26,918,263.12
Personnel Costs	4	519,590,290.00	254,836,303.73	288,827,121.10
Overhead Costs	5	271,649,710.00	146,313,881.41	91,471,822.98
TOTAL PAYMENTS		1,781,240,000.00	465,396,239.21	407,217,207.20
Net Cash flow from Operating Activities (A)		1,403,000,000.00	102,111,261.50	64,555,664.54
CASH FROM INVESTING ACTIVITIES				
Capital Expenditure	6	1,403,000,000.00	8,703,500.00	5,310,000.00
Net Cashflow from Investing Activities (B)			(8,703,500.00)	(5,310,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(129,789,109.12)	(409,040.00)
Increase/decrease in other Liabilities	8		11,246,956.00	(37,701,849.07)
Total Cash Flow From other Cash equivalent Accounts C			(118,542,153.12)	(38,110,889.07)
NET CASH FLOW FOR THE YEAR (A+B+C)			(25,134,391.62)	21,134,775.47
Cash and its Equivalent as at 1 st January, 2019			31,980,026.25	10,845,250.78
Cash and its Equivalent as at 31st December, 2019	9		6,845,634.63	31,980,026.25

MBO LOCAL GOVERNMENT COUNCIL

STATEMENT NO:2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	535.66	25,397,819.95
Cash at Bank	9	6,845,098.97	6,582,206.30
TOTAL LIQUID ASSETS		6,845,634.63	31,980,026.25
Investment & Other Cash Assets:			
Advances	10	1,269,287,699.68	1,139,498,590.56
TOTAL ASSETS		<u>1,276,133,334.31</u>	<u>1,171,478,616.81</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		1,178,122,977.72	1,084,715,216.22
OTHER LIABILITIES			
Deposits	11	98,010,356.59	86,763,400.59
TOTAL LIABILITIES		<u>1,276,133,334.31</u>	<u>1,171,478,616.81</u>

MBO LOCAL GOVERNMENT COUNCIL

STATEMENT NO. 3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
1,025,469,551.68	Opening Balance	-	-	-	1,084,715,216.22	
	Add Revenue:					
467,483,541.28	Statutory Allocation	2,304,000,000.00	-	2,304,000,000.00	566,727,200.71	(75)
-	Derivation	250,000,000.00	-	250,000,000.00	-	(100)
-	Value Added Tax	300,000,000.00	-	300,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	100,000,000.00	-	100,000,000.00	-	(100)
-	Stabilization	-	-	-	-	-
467,483,541.28	Sub Total Statutory Allocation	2,984,000,000.00	-	2,984,000,000.00	566,727,200.71	(81)
-	Taxes	5,000,000.00	-	5,000,000.00	-	(100)
-	Rates	7,000,000.00	-	7,000,000.00	-	(100)
129,180.00	Local License, Fines and Fees	5,000,000.00	-	5,000,000.00	117,100.00	(98)
291,500.00	Earnings from Comm. Undertaken	10,000,000.00	-	10,000,000.00	236,000.00	(98)
2,000,000.00	Rent on Local Govt. Property	15,000,000.00	-	15,000,000.00	-	(100)
-	Interest and Div. Receivable	-	-	-	-	-
-	Grants	-	-	-	-	-
1,868,650.46	Miscellaneous	8,240,000.00	-	8,240,000.00	427,200.00	(95)
4,289,330.46	Sub Total (IGR)	50,240,000.00	-	50,240,000.00	780,300.00	(98)
1,497,242,423.42	TOTAL REVENUE	3,034,240,000.00	-	3,034,240,000.00	1,652,222,716.93	(46)
	EXPENDITURE:					
	Consolidated Rev. Fund Charges					
26,918,263.12	Political / Public Office Holders	84,000,000.00	-	84,000,000.00	64,246,054.07	24
	Pensions/Training Fund/Traditional Rulers	196,000,000.00	-	196,000,000.00	-	100
	Funding of Primary Education	700,000,000.00	-	700,000,000.00	-	100
	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	-	100
26,918,263.12	Sub Total (CRFC)	990,000,000.00	-	990,000,000.00	64,246,054.07	94
288,827,121.10	Personnel Costs	519,590,290.00	-	519,590,290.00	254,836,303.73	51
91,471,822.98	Overhead Costs	271,649,710.00	-	271,649,710.00	146,313,881.41	46
407,217,207.20	Total Recurrent Expenditure	1,781,240,000.00	-	1,781,240,000.00	465,396,239.21	74
1,090,025,216.22	Operating Balance	1,253,000,000.00	-	1,253,000,000.00	1,186,826,477.72	
5,310,000.00	Transfer to Capital Dev. Fund	1,403,000,000.00	-	1,403,000,000.00	8,703,500.00	99
1,084,715,216.22	CLOSING BALANCE	(150,000,000.00)	0	(150,000,000.00)	1,178,122,977.72	

MBO LOCAL GOVERNMENT COUNCIL

STATEMENT 4:

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 N	Description	Initial Budget 2019 N	Supp-Budget 2019 N	Final Budget 2019 N	Actual 2019 N	Var. %
	Opening balance	12,350,000.00	-	12,350,000.00		
	Add Revenue:					
5,310,000.00	Transfer from Consolidated Fund	1,403,000,000.00	-	1,403,000,000.00	8,703,500.00	99
	Grant	100,000,000.00	-	100,000,000.00		100
	Miscellaneous	37,650,000.00	-	37,650,000.00		100
5,310,000.00	Total Revenue available	1,553,000,000.00		1,553,000,000.00	8,703,500.00	
	Less Capital Expenditure :					
740,000.00	Economic Sector	430,000,000.00	-	430,000,000.00	2,900,000.00	99
3,420,000.00	Social Sector:	145,000,000.00	-	145,000,000.00	3,450,000.00	98
600,000.00	Environment/Regional Dev	130,000,000.00	-	130,000,000.00	1,678,500.00	99
550,000.00	General Administration	698,000,000.00	-	698,000,000.00	675,000.00	99
5,310,000.00	Total	1,403,000,000.00	-	1,403,000,000.00	8,703,500.00	99
0	Closing Balance	150,000,000.00	-	150,000,000.00	0	

NOTES TO THE ACCOUNTS:

NOTE 1. STATUTORY ALLOCATION:

MONTHS	Gross Alloc. From SLG Jaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	134,405,011.17	65,933,639.83	34,458,101.87
February	127,922,291.83	38,098,152.33	34,440,848.69
March	120,352,967.30	35,607,493.96	34,035,596.45
April	127,573,029.24	38,264,965.40	38,072,805.86
May	127,490,737.72	36,205,656.33	40,209,395.04
June	141,299,871.03	49,608,613.49	41,320,072.28
July	153,432,745.88	55,069,278.82	44,615,270.65
August	145,056,199.51	51,566,526.73	42,890,792.44
September	144,958,262.91	51,654,139.22	45,435,055.82
October	1454,102,288.08	49,864,085.25	40,260,006.83
November	148,011,615.28	51,197,212.56	44,688,493.61
December	131,557,874.01	43,657,436.79	27,057,101.74
TOTAL	1,646,162,893.96	566,727,200.71	467,483,541.28

NOTE 2: INTERNALLY GENERATED REVENUE:

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	5,000,000.00	-	-
1002	Rates	7,000,000.00	-	-
1003	Local License, Fines and Fees	5,000,000.00	117,100.00	129,180.00
1004	Earning from Comm. Under.	10,000,000.00	236,000.00	291,500.00
1005	Rent on Local Govt. Prop.	15,000,000.00	-	2,000,000.00
1006	Interest on Dividends	-	-	-
1007	Grants	-	-	-
1008	Miscellaneous	8,240,000.00	427,200.00	1,868,650.46
	TOTAL	50,240,000.00	780,300.00	4,289,330.46

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	4,700,000.00	3,247,216.83	1,180,806.12
Office of the Vice Chairman	4,000,000.00	3,049,675.20	1,108,972.80
Office of the Supervisors	20,000,000.00	17,348,734.92	4,983,795.04
Office of the Special Advisers	10,000,000.00	11,147,781.48	3,952,395.04
Office of the Secretary	4,000,000.00	2,891,455.82	1,081,733.04
Legislative/General Council	41,300,000.00	26,561,189.82	14,610,561.08
TOTAL	84,000,000.00	64,246,054.07	26,918,263.12

NOTE 4: PERSONNEL COSTS:

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	205,938,437.00	87,273,453.40	98,033,470.18
2005	Finance and Supply	101,771,610.00	46,288,351.48	51,033,296.39
2006	Social Dev. Youth, Sports	41,196,095.00	20,681,716.88	22,851,565.73
2007	Primary Health Care	109,364,969.00	74,551,873.19	88,232,325.88
2008	Agric. and Nat. Resources	21,005,292.00	10,148,249.60	10,286,708.75
2009	Works and Housing,	26,994,562.00	8,796,892.98	10,472,480.37
2010	Traditional Rulers Office	-	-	-
2011	Budget, Resource and Stat.	13,369,325.00	7,095,766.20	7,917,273.78
	TOTAL	519,590,290.00	254,836,303.73	288,827,121.10

NOTE 5 : OVERHEAD COSTS

HEAD	DESCRIPTION	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
2001A	Office of the Exec. Chairman	40,000,000.00	32,605,000.00	30,515,500.00
2001B	Office of the Vice Chairman	10,000,000.00	3,925,000.00	2,900,000.00
2002A	Office of the Secretary	8,000,000.00	1,180,500.00	2,357,610.00
2002B	Office of the Supervisors	11,000,000.00	2,437,535.00	1,148,000.00
2002C	Office of the Special Advisers	16,000,000.00	6,687,155.00	920,100.00
2003A	Office of Legislative/Gen. Council	32,000,000.00	24,000,000.00	240,000.00
2003B	Office of the Leader	12,400,000.00	6,260,000.00	4,380,000.00
2003C	Office of the Deputy Leader	8,000,000.00	1,100,000.00	650,000.00
2003D	Office of the Majority Leader	6,000,000.00	2,240,000.00	5,430,950.00
2003E	Office of Deputy Maj. Leader	5,200,000.00	1,000,000.00	510,000.00
2003F	Office of the Chief Whip	4,700,000.00	1,212,000.00	600,000.00
2003G	Office of the Dep. Chief Whip	4,200,000.00	1,000,000.00	600,000.00
2003H	Office of the Clerk	3,000,000.00	-	-
2004A	Office of the HOLGS	5,500,000.00	1,063,000.00	2,193,600.00
2004B	Office of Admin./General Serv.	8,000,000.00	2,014,000.00	7,868,660.00
2005	Finance and Supply	6,000,000.00	1,724,000.00	2,430,200.00
2006	Education, Information & Sports	5,000,000.00	655,400.00	866,000.00
2007	Health	5,000,000.00	1,838,900.00	1,509,000.00
2008	Agric. And Natural Resources	5,000,000.00	150,000.00	591,000.00
2009	Works and Transport	5,000,000.00	492,000.00	8,560,952.98
2010	Budget, Planning, Research./Stat.	5,000,000.00	120,000.00	400,000.00
2011	Traditional Rulers Council	4,000,000.00	125,000.00	-
2012	Miscellaneous	62,649,710.00.00	54,484,391.41	16,800,250.00
	TOTAL	271,649,710.00	146,313,881.41	91,471,822.98

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	430,000,000.00	2,900,000.00	740,000.00
Social Sector	145,000,000.00	3,450,000.00	3,420,000.00
Environmental Sector	130,000,000.00	1,678,500.00	600,000.00
Administration Sector:			
General Admin. (Executive)	571,000,000.00	675,000.00	-
General Admin. (Legislative)	127,000,000.00	-	550,000.00
TOTAL	1,403,000,000.00	8,703,500.00	5,310,000.00

NOTE 7: INCREASE / DECREASE IN OTHER CASH ASSETS

	2019 ₦		2018 ₦
2019 Advances	1,269,287,699.68	2018 Advances	1,139,498,590.56
2018 Advances	1,139,498,590.56	2017 Advances	1,139,089,550.56
Total	(129,789,109.12)	Total	(409,040.00)

NOTE 8: INCREASE / DECREASE IN OTHER LIABILITIES

	2019 ₦		2018 ₦
2019 Deposits	98,010,356.59	2018 Deposits	86,763,400.59
2018 Deposits	86,763,400.59	2017 Deposits	124,465,249.66
Total	11,246,956.00	Total	(37,701,849.07)

NOTE 9: CASH AND BANK BALANCES:

Description	2019 ₦	2018 ₦
CASH	535.66	25,397,819.95
BANKS:		
Zenith: No.1010716572	89,598,.44	32,660.28
Zenith: 1014518303	6,372,280.93	6,166,326.42
UBA	1,000.00	1,000.00
Skye	139,818.49	139,818.49
Diamond	242,401.11	242,401.11
Sub. Total Bank	6,845,098.97	6,582,206.30
Grand Total	6,845,634.63	31,980,026.25

NOTE 10. ADVANCES

Detail	2019 ₦	2018 ₦
i. Purchases Advances	805,907,135.53	678,361,988.27
ii. Imprest	314,766,535.00	255,155,132.44
iii. Touring	142,471,523.00	199,908,963.70
iv. Salary/Special	2,520,774.83	2,520,774.83
v. Motor Vehicle	3,621,731.32	3,551,731.32
vi. Others		
TOTAL	1,269,287,699.68	1,139,498,590.56

NOTE 11. DEPOSITS

Detail	2019 ₦	2018 ₦
i. PAYE Tax	(1,363,811.44)	(1,363,811.44)
ii NULGE Dues State/Branch	(462,028.44)	(462,028.00)
iii NANNM	219,507.39	219,507.39
iv. VAT	1,323,400.46	1,323,400.46
v. Withholding Tax	172,146.71	172,146.71
vi. Pension Deductions	116,763.22	116,763.22
vii. Others	98,004,378.69	86,757,422.25
TOTAL	98,010,356.59	86,763,400.59

MKPAT ENIN LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Mkpato Enin Local Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Mkpato Enin Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mrs. Eno U. Etor
Director of Finance

Date: 11/08/2020



Hon. Ekanem A. Brown
Chairman

Date: 11/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Mkpat Enin Local Government Council
Mkpat Enin

AUDIT CERTIFICATE ON THE ACCOUNTS OF MKPAT ENIN LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Mkpat Enin Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of MkpatEnin Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

MKPAT ENINLOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

MKPAT ENIN LOCAL GOVERNMENT COUNCIL
STATEMENT NO. 1
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASH FLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS:				
Statutory Allocation	1	1,700,000,000.00	556,098,141.30	433,240,224.29
Others: Derivation	1	200,000,000.00	-	-
Value Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	700,000.00	-	-
Rates	2	2,300,000.00	484,500.00	830,000.00
Local License fines and fees	2	2,100,000.00	320,450.00	152,650.00
Earning from commercial undertaking	2	6,400,000.00	5,879,000.00	3,675,500.00
Rent on Local Govt. Property	2	2,500,000.00	-	-
Interest and Dividends Receivable	2	-	-	-
Grants	2	-	-	-
Miscellaneous	2	8,000,000.00	2,326,000.00	38,688,453.31
Capital Receipts: B/F		3,300,000.00	-	-
Grants		100,000,000.00	-	-
Miscellaneous		50,000,000.00	-	-
TOTAL RECEIPTS		2,455,300,000.00	565,108,091.30	476,586,827.60
PAYMENTS:				
Consolidated Revenue Fund Charges:			-	-
Political/Public Officer Holders	3	80,000,000.00	82,727,019.56	72,531,203.75
Pensions/Training Fund/Traditional Rulers Council	3	200,000,000.00	-	-
Funding of Primary Education	3	750,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	-	-
Total Consolidated Revenue Fund Charges		1,040,000,000.00	82,727,019.56	72,531,203.75
Personnel Costs	4	350,000,000.00	232,339,176.70	251,638,927.33
Overhead Costs	5	200,000,000.00	140,271,863.97	119,083,250.00
TOTAL PAYMENTS		1,590,000,000.00	455,338,060.23	443,253,381.08
Net Cash Flow from Operating Activities A		865,300,000.00	109,770,031.07	33,333,446.52
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	865,300,000.00	119,155,783.53	16,116,000.00
Net Cash Flow from Investing Activities B			(119,155,783.53)	(16,116,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(53,122,540.00)	(20,327,112.35)
Increase/decrease in other Liabilities	8		23,321,770.01	3,968,628.95
Total Cash Flow From other Cash equivalent Accounts C			(29,800,769.99)	(16,358,483.40)
Net Cash Flow for the Year (A+B+C)			(39,186,522.45)	858,963.12
Cash and its equivalent as at 1st January, 2019	9		61,427,637.06	60,568,673.94
Cash and its equivalent as at 31st Dec., 2019	9		22,241,114.61	61,427,637.06

MKPAT ENINLOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	26,777.57	39,992,269.63
Cash at Bank	9	22,214,337.04	21,435,367.43
TOTAL LIQUID ASSETS		22,241,114.61	61,427,637.06
Investment & Other Cash Assets:			
Advances	10	1,269,287,699.68	1,139,498,590.56
TOTAL ASSETS		<u>2,029,631,557.35</u>	<u>2,015,695,539.80</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		1,899,138,574.91	1,908,524,327.37
OTHER LIABILITIES			
Deposits	11	130,492,982.44	107,171,212.43
TOTAL LIABILITIES		<u>2,029,631,557.35</u>	<u>2,015,695,539.80</u>

MKPAT ENINLOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	VAR %
1,891,306,880.85	Opening Balances	-	-	-	1,908,524,327.37	
	Add Revenue:					
433,240,224.29	Statutory Allocation	1,700,000,000.00	-	1,700,000,000.00	556,098,141.30	(67)
-	Derivation	200,000,000.00	-	200,000,000.00	-	(100)
-	Value Added Tax	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
433,240,224.29	Sub Total Statutory Allocation	2,280,000,000.00	-	2,280,000,000.00	556,098,141.30	(76)
-	Taxes	700,000.00	-	700,000.00	-	(100)
830,000.00	Rates	2,300,000.00	-	2,300,000.00	484,500.00	(79)
152,650.00	Local License fines and fees	2,100,000.00	-	2,100,000.00	320,450.00	(85)
3,675,500.00	Earning from Commercial Undertaking	6,400,000.00	-	6,400,000.00	5,879,000.00	(8)
-	Rent on Local Govt. Property	2,500,000.00	-	2,500,000.00	-	(100)
-	Interest and Dividends Receivable	-	-	-	-	-
-	Grants	-	-	-	-	-
38,688,453.31	Miscellaneous	8,000,000.00	-	8,000,000.00	2,326,000.00	(71)
43,346,603.31	Sub Total IGR	22,000,000.00	-	22,000,000.00	9,009,950.00	(60)
2,367,893,708.45	TOTAL REVENUE	2,302,000,000.00	-	2,302,000,000.00	2,473,632,418.67	7
	EXPENDITURE					
	Consolidated Rev. Fund Charges:					
72,531,203.75	Political/Public Officer Holders	80,000,000.00	-	80,000,000.00	82,727,019.56	(3)
-	Pensions/Training Fund/Traditional Rulers Council –charges	200,000,000.00	-	200,000,000.00	-	100
-	Funding of Primary Education	750,000,000.00	-	750,000,000.00	-	100
-	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	-	100
72,531,203.75	Sub Total CRFC	1,040,000,000.00	-	1,040,000,000.00	82,727,019.56	92
251,638,927.33	Personnel Costs	350,000,000.00	-	350,000,000.00	232,339,176.70	34
119,083,250.00	Overhead Costs	200,000,000.00	-	200,000,000.00	140,271,863.97	30
443,253,381.08	TOTAL RECURRENT EXPENDITURE	1,590,000,000.00	-	1,590,000,000.00	455,338,060.23	71
1,924,640,327.37	Operating Balance	712,000,000.00	-	712,000,000.00	2,018,294,358.44	
16,116,000.00	Transfer to Capital Dev. Fund	865,300,000.00	-	865,300,000.00	119,155,783.53	86
1,908,524,327.37	CLOSING BALANCE	(153,300,000.00)	0	(153,300,000.00)	1,899,138,574.91	-

MKPAT ENIN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

**STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR
ENDED 31ST DECEMBER, 2019**

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	3,300,000.00	-	3,300,000.00		
	Add Revenue:					
16,116,000.00	Transfer from Cons Rev Fund	865,300,000.00	-	865,300,000.00	79,163,513.90	86
	Grant	100,000,000.00	-	100,000,000.00	-	100
	Miscellaneous	50,000,000.00	-	50,000,000.00	-	100
16,116,000.00	Total Revenue available	1,018,600,000.00		1,018,600,000.00	79,163,513.90	99
	Less Capital Expenditure :					
11,030,000.00	Economic Sector	297,820,000.00	-	297,820,000.00	12,570,000.00	96
3,686,000.00	Social Sector	240,019,000.00	-	240,019,000.00	16,440,000.00	93
800,000.00	Environmental/Reg. Dev.	137,100,000.00	-	137,100,000.00	2,340,000.00	98
600,000.00	General Administration	190,361,000.00	-	190,361,000.00	87,805,783.53	54
16,116,000.00	Total Expenditure	865,300,000.00	-	865,300,000.00	119,155,783.53	86
0	Closing Balance	153,300,000.00		153,300,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1. STATUTORY ALLOCATION

Months	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	165,016,207.26	66,388,457.62	29,895,883.88
February	156,942,045.99	37,300,687.97	30,023,897.76
March	147,590,860.19	34,495,557.24	29,518,027.30
April	156,633,650.99	38,588,763.05	36,190,525.16
May	156,344,513.37	35,297,975.90	38,404,902.74
June	173,517,377.81	47,778,829.37	39,601,292.13
July	188,192,527.42	53,360,098.78	41,936,377.68
August	178,306,143.27	50,003,491.47	40,249,707.23
September	178,165,916.46	50,714,253.32	41,703,970.61
October	176,715,117.91	49,175,300.90	37,902,003.74
November	181,285,973.27	50,972,162.42	42,238,185.89
December	161,529,751.71	42,022,563.26	25,575,450.17
TOTAL	2,020,240,085.65	556,098,141.30	433,240,224.29

NOTE 2. INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	700,000.00	-	-
1002	Rates	2,300,000.00	484,500.00	830,000.00
1003	Local Licenses Fines and Fees	2,100,000.00	320,450.00	152,650.00
1004	Earnings from Commercial Undertakings	6,400,000.00	5,879,000.00	3,675,500.00
1005	Rents from Local Government Properties	2,500,000.00	-	-
1006	Interest on Dividends	-	-	-
1007	Grants/Reimbursement	-	-	-
1008	Miscellaneous	8,000,000.00	2,326,000.00	38,688,453.31
	Total	22,000,000.00	9,009,950.00	43,346,603.31

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	8,198,018.00	3,542,418.36	3,778,579.53
Office of the Vice Chairman	3,873,221.00	3,326,918.40	3,548,712.94
Office of the Supervisors	13,341,990.00	15,771,577.20	11,155,722.30
Office of the Special Advisers	8,190,128.00	15,758,909.23	5,988,709.92
Office of the Secretary	3,299,578.00	3,157,315.44	3,364,603.15
Legislative/General Council	43,097,065.00	41,169,880.93	44,694,875.91
Total	80,000,000.00	82,727,019.56	72,531,203.75

NOTE 4: PERSONNEL COSTS:

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	89,929,315.00	68,263,630.77	86,375,269.22
2005	Finance and Supplies	48,649,276.00	29,352,113.16	29,465,198.53
2006	Social Development, Information, Youth, Sport & Culture	36,426,490.00	23,271,140.51	27,043,327.80
2007	Primary Health Care	143,122,847.00	87,210,373.22	83,887,848.05
2008	Agriculture and Natural Resources	6,649,020.00	2,658,904.44	2,730,078.00
2009	Works & Housing, Lands & Survey	18,652,935.00	17,353,701.00	18,826,060.79
2010	Budget, Planning, Research and Statistics	5,691,736.00	4,229,313.60	3,311,144.94
2011	Traditional Rulers Office	878,381.00	-	-
	Total	350,000,000.00	232,339,176.70	251,638,927.33

NOTE 5: OVERHEAD COSTS:

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Executive Chairman	40,300,000.00	30,528,000.00	26,474,500.00
2001B	Office of the Vice Chairman	8,000,000.00	2,600,000.00	4,845,000.00
2002A	Office of the Secretary	6,100,000.00	1,250,000.00	3,250,000.00
2002B	Office of the Supervisors	6,300,000.00	160,000.00	851,000.00
2002C	Office of the Special Advisers	4,430,000.00	30,000.00	-
2003A	Office of the Legislative/ General Council	12,000,000.00	10,900,000.00	11,080,000.00
2003B	Office of the Leader	2,000,000.00	1,560,000.00	4,090,000.00
2003C	Office of the Deputy Leader	3,920,000.00	1,582,500.00	1,400,000.00
2003D	Office of the Majority Leader	3,400,000.00	1,300,000.00	1,410,000.00
2003E	Office of the Deputy Majority Leader	3,100,000.00	6,547,500.00	1,000,000.00
2003F	Office of the Chief Whip	3,600,000.00	1,350,000.00	1,457,500.00
2003G	Office of the Deputy Chief Whip	3,500,000.00	1,450,000.00	1,297,500.00
2003H	Office of the Clerk	1,200,000.00	305,000.00	1,530,000.00
2004A	Office of the Head of Local Government Service	3,000,000.00	1,938,882.00	350,000.00
2004B	Office of the Administration & General Service	8,350,000.00	4,001,200.00	2,831,000.00
2005	Finance and Supplies	5,700,000.00	3,956,000.00	5,160,000.00
2006	Education, Information & Sports	3,100,000.00	570,000.00	65,000.00
2007	Health	4,200,000.00	1,099,000.00	65,000.00
2008	Agriculture and Natural Resources	3,350,000.00	157,281.97	115,000.00
2009	Works and Transport	4,150,000.00	1,008,500.00	1,050,000.00
2010	Budget, Planning, Research & Statistics	3,600,000.00	1,112,500.00	155,000.00
2011	Traditional Rulers' Council	1,400,000.00	650,000.00	950,000.00
2012	Miscellaneous	65,300,000.00	66,215,500.00	49,656,750.00
	Total	200,000,000.00	140,271,863.97	119,083,250.00

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	297,820,000.00	12,570,000.00	11,030,000.00
Social Sector	240,019,000.00	16,440,000.00	3,686,000.00
Environmental Sector	137,100,000.00	2,340,000.00	800,000.00
Administrative Sector			
General Administration (Executive)	169,157,000.00	87,105,783.53	600,000.00
General Administration (Legislative)	21,204,000.00	700,000.00	-
Total	865,300,000.00	119,155,783.53	16,116,000.00

NOTE 7: INCREASE / DECREASE IN OTHER CASH ASSETS

	2019 ₦		2018 ₦
2019 Advances	2,007,390,442.74	2018 Advances	1,954,267,902.74
2018 Advances	1,954,267,902.74	2017 Advances	1,933,940,790.39
	(53,122,540.00)		(20,327,112.35)

NOTE 8: INCREASE / DECREASE IN OTHER LIABILITIES

	2019 ₦		2018 ₦
2019 Deposits	130,492,982.44	2018 Deposits	107,171,212.43
2018 Deposits	107,171,212.43	2017 Deposits	103,202,583.48
	23,321,770.01		3,968,628.95

NOTE 9 : CASH AND BANK BALANCES

Description	2019 ₦	2018 ₦
CASH	26,777.57	39,992,269.63
BANKS:		
Zenith Bank A/C (Salary)	11,563,612.50	21,045,186.36
Zenith Bank A/C (Project)	10,616,342.93	360,799.46
Sterling Bank	18,377.16	13,377.16
Skye Bank	16,004.45	16,004.45
Sub Total	22,214,337.04	21,435,367.43
Grand Total	22,241,114.61	61,427,637.06

NOTE 10: ADVANCES

Detail	2019 ₦	2018 ₦
Purchase Advances	1,762,199,712.74	1,739,275,172.74
Imprest	195,980,500.00	165,782,500.00
Touring	47,941,230.00	47,941,230.00
Salary/Special	1,269,000.00	1,269,000.00
Motor Vehicle	-	-
Others	-	-
Total	2,007,390,442.74	1,954,267,902.74

NOTE 11: DEPOSITS

Detail	2019 ₦	2018 ₦
PAYE Tax	26,689,347.47	26,689,347.47
NULGE Dues – State / Branch	17,326,100.60	17,326,100.60
NANNM	(433,785.20)	(433,785.20)
VAT	-	-
Withholding Tax	1,626,223.64	1,626,223.64
Pension Deductions	7,264,824.94	7,264,824.94
Others	78,020,270.99	54,698,500.98
Total	130,492,982.44	107,171,212.43

NSIT ATAI LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Nsit AtaiLocal Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Nsit AtaiLocal Government Council as at 31st December, 2019 and its operations for the year ended on that date.


Mr. Ini Arthur Akpan
Director of Finance
Date: 10/08/2020


Rt. Hon. Lady EmemIbanga
Chairman
Date: 10/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Nsit Atai Local Government Council
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AUDIT CERTIFICATE ON THE ACCOUNTS OF NSIT ATAI LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Nsit Atai Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Nsit Atai Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

NSIT ATAI LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

NSIT ATAI LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DEC, 2019

CASH FLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS				
Statutory Allocation	1	1,300,000,000.00	522,745,235.64	446,882,952.44
OTHERS: Derivation	1	300,000,000.00	-	-
Valued and Added Tax	1	300,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	5,500,000.00	-	-
Rates	2	4,000,000.00	130,000.00	370,000.00
Local License Fines and Fees	2	7,482,000.00	199,700.00	78,540.00
Earning From Commercial Undertaking	2	3,000,000.00	4,000.00	7,000.00
Rent on Local Govt. Property	2	2,000,000.00	-	443,000.00
Interest and Dividend Receivable	2	688,000.00	-	-
Grant	2	-	-	-
Miscellaneous	2	7,330,000.00	768,400.00	725,296.80
Capital Receipts: B/F		111,000,000.00		
Grants		-	-	-
Miscellaneous		-	-	-
TOTAL RECEIPTS		2,071,000,000.00	523,847,335.64	448,506,789.24
PAYMENTS				
Consolidated Revenue Fund Charge			-	-
Political/Public Office Holders	3	75,000,000.00	72,918,989.34	68,291,771.90
Pensions/Training Fund/Traditional Rulers Council	3	160,000,000.00	-	-
Funding Of Primary Education	3	450,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	-	-
Total Consolidated Revenue Fund Charges		695,000,000.00	72,918,989.34	68,291,771.90
Personnel Costs	4	300,000,000.00	216,974,787.51	235,416,469.91
Overhear Costs	5	200,000,000.00	78,552,048.58	98,699,985.28
TOTAL PAYMENTS		1,195,000,000.00	368,445,825.43	402,408,227.09
Net Cash Flow from Operating Activities A		876,000,000.00	155,401,510.21	46,098,562.15
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	876,000,000.00	38,445,392.00	44,635,000.00
Net Cash Flow From Investing Activities B			(38,445,392.00)	(44,635,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(93,811,486.80)	(73,338,773.20)
Increase/decrease in other Liabilities	8		(2,030,331.20)	13,592,810.95
Total Cash Flow From other Cash equivalent Accounts C			(95,841,818.00)	(59,745,962.25)
NET CASH FLOW FROM FOR THE YEAR (A+B+C)			21,114,300.21	(58,282,400.10)
Cash and its equivalent as at 1 st January, 2019	9		9,667,091.55	67,949,491.65
Cash and its equivalent as at 31st December,2019	9		30,781,391.76	9,667,091.55

NSIT ATAI LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	-	92,436.22
Cash at Bank	9	30,781,391.76	9,574,655.33
TOTAL LIQUID ASSETS		30,781,391.76	9,667,091.55
Investment & Other Cash Assets:			
Advances	10	1,271,345,033.97	1,177,533,547.17
TOTAL ASSETS		<u>1,302,126,425.73</u>	<u>1,187,200,638.72</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		1,000,093,598.96	883,137,480.75
OTHER LIABILITIES			
Deposits	11	302,032,826.77	304,063,157.97
TOTAL LIABILITIES		<u>1,302,126,425.73</u>	<u>1,187,200,638.72</u>

NSIT ATAI LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	VAR %
881,673,918.60	Opening Balance	-	-	-	883,137,480.75	
	Add revenue:					
446,882,952.44	Statutory Allocation	1,300,000,000.00	-	1,300,000,000.00	522,745,235.64	(60)
	Derivation	300,000,000.00	-	300,000,000.00	-	(100)
	Valued Added Tax	300,000,000.00	-	300,000,000.00	-	(100)
	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
446,882,952.44	Sub Total Statutory Allocation	1,930,000,000.00	-	1,930,000,000.00	522,745,235.64	(73)
-	Taxes	5,500,000.00	-	5,500,000.00	-	(100)
370,000.00	Rates	4,000,000.00	-	4,000,000.00	130,000.00	(97)
78,540.00	Local License, Fines And Fees	7,482,000.00	-	7,482,000.00	199,700.00	(97)
7,000.00	Earning From Commercial Undertaking	3,000,000.00	-	3,000,000.00	4,000.00	(99)
443,000.00	Rent On Local Govt. Property	2,000,000.00	-	2,000,000.00	-	(100)
-	Interest & Dividends Receivable	688,000.00	-	688,000.00	-	(100)
-	Grants	-	-	-	-	(100)
725,296.80	Miscellaneous	7,330,000.00	-	7,330,000.00	768,400.00	(90)
1,623,836.80	Sub. Total IGR	30,000,000.00	-	30,000,000.00	1,102,100.00	(96)
1,330,180,707.84	TOTAL REVENUE	1,960,000,000.00	-	1,960,000,000.00	1,406,984,816.39	(28)
	EXPENDITURE					
	Consolidated Rev. Fund Charges					
68,291,771.90	Political/Public Office Holders	75,000,000.00	-	75,000,000.00	72,918,989.34	3
-	Pension/Training Fund/Traditional Rulers Council	160,000,000.00	-	160,000,000.00	-	100
-	Funding Of Primary Education	450,000,000.00	-	450,000,000.00	-	100
-	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	-	100
68,291,771.90	Sub Total CRFC	695,000,000.00	-	695,000,000.00	72,918,989.34	90
235,416,469.91	Personnel Costs	300,000,000.00	-	300,000,000.00	216,974,787.51	28
98,699,985.28	Overhead Costs	200,000,000.00	-	200,000,000.00	78,552,048.58	61
402,408,227.09	Total Recurrent Expenditure	1,195,000,000.00	-	1,195,000,000.00	368,445,825.43	69
927,772,480.75	Operating Balance	765,000,000.00	-	765,000,000.00	1,038,538,990.96	
44,635,000.00	Transfer to Capital Development Fund	876,000,000.00	-	876,000,000.00	38,445,392.00	96
883,137,480.75	CLOSING BALANCE	(111,000,000.00)	0	(111,000,000.00)	1,000,093,598.96	

NSIT ATAI LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	111,000,000.00	-	111,000,000.00		
	Add Revenue:					
44,635,000.00	Transfer from Cons. Rev. Funds	876,000,000.00	-	876,000,000.00	38,445,392.00	96
	Grant	-	-	-		
	Miscellaneous	-	-	-		
44,635,000.00	Total Revenue available	987,000,000.00		987,000,000.00	38,445,392.00	96
	Less Capital Expenditure :					
800,000.00	Economic Sector	214,000,000.00	-	214,000,000.00	2,100,000.00	99
6,585,000.00	Social Sector	263,500,000.00	-	263,500,000.00	7,900,000.00	97
-	Environmental/Regional Development	31,500,000.00	-	31,500,000.00	-	100
37,250,000.00	General Admin (Executive)	367,000,000.00	-	367,000,000.00	28,445,392.00	92
44,635,000.00	Total Expenditure B	876,000,000.00	-	876,000,000.00	38,445,392.00	96
0	Closing Balance A-B	111,000,000.00	-	111,000,000.00	0	

NOTE 1: STATUTORY ALLOCATION

Months	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	122,849,566.53	61,117,236.37	17,183,192.46
February	116,953,240.50	34,603,732.41	11,555,627.08
March	110,057,252.61	34,859,868.61	28,773,900.65
April	116,605,644.90	34,857,074.37	28,820,140.76
May	116,594,326.01	32,776,837.13	32,984,746.14
June	129,139,096.85	46,197,208.60	34,980,512.83
July	140,324,625.38	51,357,873.34	36,199,354.90
August	132,529,083.18	47,828,394.32	52,254,088.67
September	132,455,201.08	47,728,208.15	39,387,043.77
October	131,813,727.08	45,697,860.67	41,190,672.28
November	135,460,677.10	46,796,342.51	48,901,710.10
December	120,254,573.06	38,924,599.16	74,651,962.80
Total	1,505,037,014.28	522,745,235.64	446,882,952.44

NOTE 2. INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	5,500,000.00	-	-
1002	Rates	4,000,000.00	130,000.00	370,000.00
1003	Local license fees and fines	7,482,000.00	199,700.00	78,540.00
1004	Earning from commercial undertaking	3,000,000.00	4,000.00	7,000.00
1005	Rent on Local Government property	2,000,000.00	-	443,000.00
1006	Interest payment and dividend received	688,000.00	-	-
1008	Miscellaneous	7,330,000.00	768,400.00	725,296.80
	Total	30,000,000.00	1,102,100.00	1,623,836.80

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A/1	The Executive Chairman	4,000,000.00	3,542,418.36	9,487,621.41
2001 B/1	The Vice Chairman	3,500,000.00	3,326,918.40	2,190,221.28
2002 A/1	The Secretary	3,300,000.00	3,154,315.44	17,753,322.94
2002B	Supervisor	16,000,000.00	17,179,839.56	11,001,510.09
2002C	Special Advisers	13,000,000.00	12,161,216.16	8,073,696.28
2003	Legislative/Gen. Council	35,200,000.00	33,554,281.42	19,785,399.90
Total		75,000,000.00	72,918,989.34	68,291,771.90

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administrative Department	100,000,000.00	72,969,206.05	95,348,291.30
2005	Finance and Supplies Department	65,000,000.00	38,499,999.95	38,829,760.34
2006	Education Department	22,000,000.00	11,406,111.06	11,234,072.28
2007	Primary Health Care Department	60,000,000.00	57,340,544.09	54,836,057.58
2008	Agricultural Department	12,000,000.00	8,408,190.44	8,090,538.53
2009	Work	31,000,000.00	21,876,334.08	20,841,261.30
2010	BPRS	10,000,000.00	6,474,401.84	6,236,488.58
	Total	300,000,000.00	216,974,787.51	235,416,469.91

NOTE 5: OVERHEAD COSTS

Heads	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Chairman	36,200,000.00	34,762,000.00	29,811,606.00
2001B	Office of the Vice Chairman	9,100,000.00	3,620,000.00	2,505,000.00
2002A	Office of the Secretary	7,000,000.00	2,214,000.00	4,246,000.00
2002B	Office of the Supervisors	9,800,000.00	2,720,000.00	4,280,000.00
2002C	Office of the Special Advisers	6,500,000.00	300,000.00	1,430,000.00
2003A	The legislative council	14,800,000.00	4,800,000.00	8,000,000.00
2003B	Office of the Clerk of Council and Sergeant at Arm	2,600,000.00	60,000.00	-
2003C	Office of the Leader	6,100,000.00	1,440,000.00	2,780,000.00
2003D	Office of Deputy Leader	4,100,000.00	1,320,000.00	1,100,000.00
2003E	Office of the Majority Leader	3,000,000.00	1,200,000.00	1,000,000.00
2003F	Office of the Deputy Majority Leader	2,250,000.00	1,200,000.00	1,000,000.00
2003G	Office of the Chief Whip	3,000,000.00	1,200,000.00	1,000,000.00
2003H	Office of the Deputy Chief Whip	2,250,000.00	1,200,000.00	1,000,000.00
2004A	Office of the Head of Local Government Services	10,300,000.00	1,320,000.00	14,830,039.28
2004B	Administration & General Services	6,000,000.00	1,451,500.00	1,503,500.00
2005	Finance and Supplies	9,500,000.00	2,523,200.00	5,169,840.00
2006	Social Devi. Education Information Sport & Culture	2,000,000.00	40,000.00	615,000.00
2007	Primary Health Care Department	3,450,000.00	21,000.00	765,000.00
2008	Agriculture and Natural Resources	2,400,000.00	100,000.00	540,000.00
2009	Work and Transport Housing Land and Survey	2,800,000.00	-	1,884,000.00
2010	Traditional Rules Council	800,000.00	1,625,000.00	235,000.00
2011	Budget Planning Research and Statistics	5,000,000.00	830,000.00	230,000.00
2012	Miscellaneous	51,050,000.00	14,605,348.58	14,775,000.00
	Total	200,000,000.00	78,552,048.58	98,699,985.28

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	214,000,000.00	2,100,000.00	800,000.00
Social Service sector	263,500,000.00	7,900,000.00	6,585,000.00
Environmental sector	31,500,000.00	-	-
General administration	367,000,000.00	28,445,392.00	37,250,000.00
Total	876,000,000.00	38,445,392.00	44,635,000.00

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
2019 Advances	1,271,345,033.97	2018 Advances	1,177,533,547.17
2018 Advances	1,177,533,547.17	2017 Advances	1,104,194,773.97
	(93,811,486.80)		(73,338,733.20)

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	302,032,826.77	2018 Deposits	304,063,157.97
2018 Deposits	304,063,157.97	2017 Deposits	290,470,347.02
	(2,030,331.20)		13,592,810.95

NOTE 9: CASH AND BANK BALANCES

Description	2019 ₦	2018 ₦
Cash balance	-	92,436.22
Bank balance: UBA	16,183,334.05	2,179.10
Zenith Bank	14,598,057.71	9,572,476.23
Total	30,781,391.76	9,667,091.55

NOTE 10: ADVANCES

Detail	2019 ₦	2018 ₦
Purchase advance	1,013,959,740.56	952,560,953.76
Touring advance	89,381,253.50	86,951,053.50
Imprest advance	152,684,940.80	122,702,440.80
Salary advance	1,122,053.85	1,122,053.85
Motor vehicle advance	14,197,045.26	14,197,045.26
Total	1,271,345,033.97	1,177,533,547.17

NOTE 11: DEPOSITS

Detail	2019 ₦	2018 ₦
PAYEE Tax	2,408,421.28	2,408,421.28
7.5% Contributory Pension Fund	8,185,436.44	8,185,436.44
2½% Of Value Added Tax	2,889,940.50	2,749,940.70
Other Deposits	288,549,028.55	290,719,359.55
Total	302,032,826.77	304,063,157.97

NSIT IBOM LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Nsit Ibom Local Government Council in accordance with the Provisions of the Model Financial Memoranda.

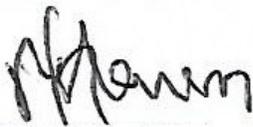
The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Nsit Ibom Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mrs. Mfon C. Ekanem
Director of Finance.
Date: 10/08/2020



Rt. Hon. Eric Akpan
Chairman.
Date: 10/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Nsit Ibom Local Government Council
Afaha Offiong

AUDIT CERTIFICATE ON THE ACCOUNTS OF NSIT IBOM LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Nsit Ibom Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Nsit Ibom Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

NSIT IBOM LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

NSIT IBOM LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASH FLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS:				
Statutory Allocation	1	1,700,000,000.00	677,459,124.17	551,836,090.92
OTHERS: Derivation	1	250,000,000.00	-	-
Value Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Taxes	2	500,000.00	-	-
Rates	2	2,000,000.00	1,536,250.00	960,000.00
Local License fines & fees	2	2,500,000.00	232,800.00	163,900.00
Earning from Commercial undertaking	2	3,000,000.00	-	-
Rent on Local Govt. Property	2	1,000,000.00	992,100.00	-
Interest and Dividends Receivable	2	-	-	-
Grants	2	-	-	-
Miscellaneous	2	11,000,000.00	1,013,892.16	-
Capital Receipts: B/F		400,000.00	-	-
Grants		100,000,000.00	-	-
Miscellaneous		20,000,000.00	-	-
Stabilization	2	2,470,400,000.00	-	-
TOTAL RECEIPTS			681,234,166.33	552,959,990.92
PAYMENTS:				
Consolidated Revenue Fund Charges:				
Political/Public Office Holders	3	70,000,000.00	73,801,245.18	61,893,846.50
Pension/Training Fund/Traditional Rulers Council	3	150,000,000.00	-	-
Funding of Primary Education	3	700,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	1,200,000.00	-
Total Consolidated Revenue Fund Charges	3	930,000,000.00	75,001,245.18	61,893,846.50
Personnel Costs	4	500,000,000.00	405,253,167.45	388,543,103.26
Overhead Costs	5	250,000,000.00	148,262,959.97	63,941,340.00
TOTAL PAYMENTS		1,680,000,000.00	628,517,372.60	514,378,189.76
Net Cash Flow From Operating Activities A		790,400,000.00	52,716,793.73	38,581,801.16
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	790,400,000.00	67,659,045.00	13,521,427.00
Net Cash flow From Investing Activities B			(67,659,045.00)	(13,521,427.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(50,393,205.00)	(63,622,210.00)
Increase/decrease in other Liabilities	8		85,812,739.95	12,394,909.67
Total Cash Flow From other Cash equivalent Accounts C			35,419,534.95	(51,227,300.33)
Net Cash Flow For the Year (A+B+C)			20,477,283.68	(26,166,926.17)
Cash and its equivalents as at 1st January, 2019	9		13,808,944.40	39,975,870.57
Cash and its equivalents as at 31st December, 2019	9		34,286,228.08	13,808,944.40

**NSIT IBOM LOCAL GOVERNMENT COUNCIL
STATEMENT NO.2**

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	2,874,062.47	397,382.69
Cash at Bank	9	31,412,165.61	13,411,561.71
TOTAL LIQUID ASSETS		34,286,228.08	13,808,944.40
Investment & Other Cash Assets:			
Advances	10	781,158,519.75	730,765,314.75
TOTAL ASSETS		<u>815,444,747.83</u>	<u>744,574,259.15</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		577,431,949.90	592,374,201.17
OTHER LIABILITIES			
Deposits	11	238,012,797.93	152,200,057.98
TOTAL LIABILITIES		<u>815,444,747.83</u>	<u>744,574,259.15</u>

NSIT IBOM LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECMBER, 2019

Actual 2018 N	Description	Initial Budget 2019 N	Supp- Budget 2019 N	Final Budget 2019 N	Actual 2019 N	VAR %
567,313,827.01	Opening Balance				592,374,201.17	
	ADD REVENUE:					
551,836,090.92	Statutory Allocation	1,700,000,000.00	-	1,700,000,000.00	677,459,124.17	(61)
-	Derivation	250,000,000.00	-	250,000,000.00		(100)
-	Value Added Tax	350,000,000.00	-	350,000,000.00		(100)
-	State Allocation	30,000,000.00	-	30,000,000.00		(100)
-	Excess Crude	-	-	-		
-	Stabilization	-	-	-		
551,836,090.92	Sub Total Statutory Allocations	2,330,000,000.00	-	2,330,000,000.00	677,459,124.17	(91)
-	Taxes	500,000.00	-	500,000.00	-	(100)
960,000.00	Rates (Tenement)	2,000,000.00	-	2,000,000.00	1,536,250.00	(23)
163,900.00	Local License fines & fees	2,500,000.00	-	2,500,000.00	232,800.00	(91)
-	Earning from Commercial undertaking	3,000,000.00	-	3,000,000.00	-	(100)
-	Rent on Local Govt. Property	1,000,000.00	-	1,000,000.00	992,100.00	(1)
-	Interest & Dividends Receivable	-	-	-	-	
-	Grants	-	-	-	-	
-	Miscellaneous	11,000,000.00	-	11,000,000.00	1,013,892.16	(91)
1,123,900.00	Sub Total IGR	20,000,000.00	-	20,000,000.00	3,775,042.16	(81)
1,120,273,817.93	TOTAL REVENUE	2,350,000,000.00	-	2,350,000,000.00	1,273,608,367.50	(46)
	EXPENDITURE:					
	Consolidated Revenue Fund Charges:					
61,893,846.50	Political/Public Office Holders	70,000,000.00	-	70,000,000.00	73,801,245.18	(5)
-	Pensions/Training Fund/Traditional Rulers Council	150,000,000.00	-	150,000,000.00		100
-	Funding of Primary Education	700,000,000.00	-	700,000,000.00		100
-	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	1,200,000.00	88
61,893,846.50	Sub Total CRFC	930,000,000.00	-	930,000,000.00	75,001,245.18	92
388,543,003.26	Personnel Costs	500,000,000.00	-	500,000,000.00	405,253,167.45	19
63,941,340.00	Overhead Costs	250,000,000.00	-	250,000,000.00	148,262,959.97	41
514,378,189.76	Total Recurrent Expenditure	1,680,000,000.00	-	1,680,000,000.00	628,517,372.60	63
605,895,628.17	Operating Balance	670,000,000.00	-	670,000,000.00	645,090,994.90	
13,521,427.00	Transfer to Capital Dev. Fund	790,400,000.00	-	790,400,000.00	67,659,045.00	91
592,374,201.17	Closing Balance	(120,400,000.00)	0	(120,400,000.00)	577,431,949.90	

NSIT IBOM LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	400,000.00	-	400,000.00		
	Add Revenue:					
13,521,427.00	Transfer from Consolidated Rev. Fund	790,400,000.00	-	790,400,000.00	67,659,045.00	91
	Grant	100,000,000.00	-	100,000,000.00	-	100
	Miscellaneous	20,000,000.00	-	20,000,000.00	-	100
13,521,427.00	Total Revenue available	910,800,000.00		910,800,000.00	67,659,045.00	
	Less Capital Expenditure :					
2,100,000.00	Economic Sector	335,926,000.00	-	335,926,000.00	5,170,000.00	98
3,200,000.00	Social Sector	108,733,000.00	-	108,733,000.00	11,540,045.00	89
2,070,000.00	Environmental/Regional Dev.	82,000,000.00	-	82,000,000.00	2,290,000.00	97
6,151,427.00	General Administration	263,741,000.00	-	263,741,000.00	48,659,000.00	82
13,521,427.00	Total Capital Expenditure	790,400,000.00	-	790,400,000.00	67,659,045.00	91
0	Closing Balance	120,400,000.00	-	120,400,000.00	0	

NOTES TO THE ACCOUNTS

NOTE1: STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	138,494,566.84	81,505,246.50	-
February	131,753,294.15	51,369,582.22	38,237,837.15
March	123,952,674.62	48,574,769.23	37,967,507.40
April	131,468,675.77	47,756,990.81	42,542,439.39
May	131,334,594.99	45,184,117.00	45,213,907.96
June	145,603,723.80	59,009,172.96	46,745,666.66
July	158,112,857.72	63,203,569.46	49,852,386.29
August	149,576,605.21	58,664,828.28	49,439,179.37
September	149,501,179.25	58,446,123.55	69,635,381.31
October	148,532,364.06	56,400,630.15	48,043,632.89
November	152,484,569.81	57,499,111.99	69,779,284.06
December	135,601,050.29	49,844,982.02	54,378,868.44
TOTAL	1,696,416,156.51	677,459,124.17	551,836,090.92

NOTE2: INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	50,000.00	-	-
1002	Rates	2,000,000.00	1,536,250.00	960,000.00
1003	Local License fees and fines	2,500,000.00	232,800.00	163,900.00
1004	Earnings from Comm. Undertakings	3,000,000.00	-	-
1005	Rent on Local Government property	1,000,000.00	992,100.00	-
1006	Interest and Dividend	-	-	-
1007	Grants	-	-	-
1008	Miscellaneous	11,000,000.00	1,013,892.16	-
	TOTAL	20,000,000.00	3,775,042.16	1,123,900.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	10,000,000.00	3,837,619.89	3,808,099.79
Office of the V/Chairman	5,000,000.00	3,604,161.60	3,576,357.68
Office of the Supervisor	10,000,000.00	20,503,050.36	11,408,164.76
Office of the Special Advisers	9,000,000.00	9,880,988.13	3,508,142.04
Office of the Secretary	3,000,000.00	3,417,175.06	3,390,889.06
Legislative/General Council	33,000,000.00	32,558,250.14	36,202,193.21
Internal Debt Servicing/Others	860,000,000.00	1,200,000.00	-
Total	930,000,000.00	75,001,245.18	61,893,846.54

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	83,545,000.00	97,588,052.71	104,271,224.25
2005	Finance and Supplies	50,425,000.00	57,222,297.47	57,458,752.53
2006	Education	48,672,000.00	51,029,567.54	52,337,863.64
2007	Health and Social Services	131,321,300.00	146,536,595.20	123,256,058.05
2008	Agric & Natural Resources	9,895,000.00	10,813,373.12	9,995,309.30
2009	Works and Housing	38,778,000.00	34,863,475.04	33,771,616.95
2010	Budget, Planning & Research	7,964,000.00	7,199,806.37	-
2011	Traditional Ruler's Council	-	-	7,452,178.54
	Provision for Minimum Wage	129,399,700.00	-	-
	Total	500,000,000.00	405,253,167.45	388,543,003.26

NOTE 5: OVERHEAD COSTS

Head	Description	Budget 2019 N	Actual 2019 N	Actual 2018 N
2001A	Office of the Chairman	39,600,000.00	38,530,000.00	33,980,000.00
2001B	Office of the Vice Chairman	12,600,000.00	4,860,000.00	2,150,000.00
2002A	Office of the Secretary	10,200,000.00	2,270,000.00	1,200,000.00
2002B	Office of the Supervisors	8,000,000.00	2,900,000.00	1,200,000.00
2002C	Office of the Special Advisers	7,000,000.00	1,970,000.00	1,625,000.00
2003A	Legislative Arm/General Council	20,000,000.00	13,454,000.00	11,360,000.00
2003B	Office of the Leader	8,200,000.00	1,289,000.00	450,000.00
2003C	The Office of the Deputy Leader	5,000,000.00	50,000.00	-
2003D	Office of the Majority Leader	4,200,000.00	-	-
2003E	Office of the Dep. Majority Leader	3,200,000.00	-	-
2003F	Office of the Chief Whip	5,000,000.00	-	-
2003G	Office of the Dep. Chief Whip	4,900,000.00	-	-
2003H	Office of the Clerk	2,000,000.00	200,000.00	999,900.00
2004A	Office of the HOS L/G	4,700,000.00	3,980,000.00	200,000.00
2004B	General Administration	5,900,000.00	3,050,000.00	2,275,000.00
2005	Finance and Supplies	8,400,000.00	2,650,000.00	153,940.00
2006	Education	5,000,000.00	80,000.00	30,000.00
2007	Health and Social Services	5,000,000.00	2,829,400.00	247,500.00
2008	Agriculture	5,000,000.00	60,000.00	30,000.00
2009	Works and Housing	5,000,000.00	340,000.00	10,000.00
2010	Budget, Planning & Research	4,900,000.00	30,000.00	10,000.00
2011	Traditional Rulers Council	4,000,000.00	100,000.00	-
2012	Miscellaneous	72,100,000.00	69,620,559.97	8,020,000.00
	Total	250,000,000.00	148,262,959.97	63,941,340.00

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 N	Actual 2019 N	Actual 2018 N
Economic Sector	335,926,000.00	5,170,000.00	2,100,000.00
Social Sector	108,733,000.00	11,540,045.00	3,200,000.00
Environmental Sector	82,000,000.00	2,290,000.00	2,070,000.00
Administrative Sector:			
General Administration (Executive)	149,722,000.00	33,759,000.00	4,307,427.00
General Administration (Legislative)	114,019,000.00	14,900,000.00	1,844,000.00
Total	790,400,000.00	67,659,045.00	13,521,427.00

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

2019 N		2018 N	
2019 Advances	781,158,519.75	2018 Advances	730,765,314.75
2018 Advances	730,765,314.75	2017 Advances	667,143,104.75
	(50,393,205.00)		63,622,210.00

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019 N		2018 N	
2019 Deposits	238,012,797.93	2018 Deposits	152,200,057.98
2018 Deposits	152,200,057.98	2017 Deposits	139,805,148.31
	85,812,739.95		12,394,909.67

NOTE 9: CASH AND BANK BALANCES

Description	2019 N	2018 N
Cash in hand	2,874,062.47	397,382.69
Cash at Bank:		
Zenith Bank	24,828,867.92	13,015,113.29
Zenith Bank	6,349,035.67	40,833.00
Skye Bank	25,336.56	204,395.96
Union Bank	30,389.43	30,389.43
Ecobank	178,536.03	120,830.03
Sub Total Bank Balance	31,412,165.61	13,411,561.71
Total	34,286,228.08	13,808,944.40

NOTE 10: ADVANCES

Detail	2019N	2018N
Purchases Advance	570,339,266.59	543,581,661.59
Imprest Advance	163,287,324.70	140,761,724.70
Touring Advance	44,213,362.40	43,103,362.40
Salary Advance	3,318,566.06	3,318,566.06
Motor Vehicle	-	-
Others	-	-
TOTAL	781,158,519.75	730,765,314.75

NOTE 11: DEPOSITS

Detail	2019 N	2018 N
PAYE Tax	395,900.11	395,900.11
NULGE Dues-State/Branch	5,329,706.30	5,329,706.30
NANNM	322,425.60	322,425.60
VAT	240,000.00	240,000.00
Withholding Tax	330,000.00	330,000.00
Pension Fund	6,900,349.32	6,900,349.32
OTHERS	224,494,416.60	138,681,676.65
TOTAL	<u>238,012,797.93</u>	<u>152,200,057.98</u>

NSIT UBIUM LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Nsit Ubium Local Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Nsit Ubium Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mrs. Eno U. Etor
Director of Finance
Date: 02/07/2020



Hon (Eld.) Udemeobong S. Bassey
Chairman
Date: 02/07/2020

AUDIT CERTIFICATE

The Executive Chairman
Nsit Ubium Local Government Council
Ikot Edibon

AUDIT CERTIFICATE ON THE ACCOUNTS OF NSIT UBIUM LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Nsit Ubium Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Nsit Ubium Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

NSIT UBIUM LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER , 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

NSIT UBIUM LOCAL GOVERNMENT COUNCIL
STATEMENT NO.1
CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASH FLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS:				
Statutory Allocation	1	1,500,000,000.00	574,895,769.06	528,098,574.03
Derivation	1	300,000,000.00	-	-
Value Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	1,000,000.00	-	-
Rates	2	3,000,000.00	1,290,000.00	-
Local License fines and fees	2	8,950,000.00	559,800.00	501,250.00
Earning from commercial undertaking	2	2,650,000.00	-	-
Rent on Local Govt. Property	2	2,500,000.00	264,000.00	92,000.00
Interest & Dividends Receivable	2	-	-	-
Grants	2	-	-	-
Miscellaneous	2	11,900,000.00	1,093,024.90	744,300.00
Capital Receipts: B/F		1,000,000.00		
Grants		150,000,000.00		
Miscellaneous		20,000,000.00		
TOTAL RECEIPTS		2,381,000,000.00	578,102,593.96	529,436,124.03
PAYMENTS:				
Consolidated Rev. Fund Charges:	3			
Political/Public Office Holders	3	70,000,000.00	57,431,588.76	61,617,357.64
Pensions, Training Fund/Traditional Rulers Council	3	160,000,000.00	-	-
Funding of Primary Education	3	600,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	-	-
Total consolidated Revenue Fund Charges	3	840,000,000.00	57,431,588.76	61,617,357.64
Personnel costs	4	380,000,000.00	349,216,815.46	305,236,663.04
Overhead costs	5	250,000,000.00	234,415,974.73	79,376,973.00
TOTAL PAYMENTS		1,470,000,000.00	641,064,378.95	446,230,993.73
Net Cash flow from Operating Activities A		911,000,000.00	(62,961,784.99)	83,265,130.35
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	911,000,000.00	25,050,000.00	1,840,000.00
Net Cash flow from Investing Activities B			(25,050,000.00)	(1,840,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(77,477,988.92)	(97,761,682.69)
Increase/decrease in other Liabilities	8		155,298,878.43	(926,299.55)
Total Cash Flow From other Cash equivalent Accounts C			77,820,889.51	(98,687,982.24)
Net cash flow for the Year (A+B+ C)			(10,190,895.48)	(17,322,851.89)
Cash and its equivalent as 1 st January, 2019	9		41,641,214.60	58,964,066.49
Cash and equivalent as at 31st December, 2019	9		31,450,319.12	41,641,214.60

NSIT UBIUM LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₱	2018 ₱
ASSETS			
Liquid Assets:			
Cash in Hand	9	205,948.08	26,057,952.40
Cash at Bank	9	31,244,371.04	15,583,262.20
TOTAL LIQUID ASSETS		31,450,319.12	41,641,214.60
Investment & Other Cash Assets:			
Advances	10	2,080,241,572.67	2,002,763,583.75
TOTAL ASSETS		<u>2,111,691,891.79</u>	<u>2,044,404,798.35</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		1,812,932,853.24	1,900,944,638.23
OTHER LIABILITIES			
Deposits	11	298,759,038.55	143,460,160.12
TOTAL LIABILITIES		<u>2,111,691,891.79</u>	<u>2,044,404,798.35</u>

NSIT UBIUM LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp-Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
1,819,579,507.88	Opening Balances	-	-	-	1,900,944,638.23	
	Add Revenue:					
528,098,574.03	Statutory Allocation	1,500,000,000.00	-	1,500,000,000.00	574,895,769.06	(62)
-	Derivation	300,000,000.00	-	300,000,000.00	-	(100)
-	Value Added Tax	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
528,098,574.03	Sub Total Statutory Allocation	2,180,000,000.00	-	2,180,000,000.00	574,895,769.06	(74)
-	Taxes	1,000,000.00	-	1,000,000.00	-	(100)
-	Rates	3,000,000.00	-	3,000,000.00	1,290,000.00	(57)
501,250.00	Local License, fines and fees	8,950,000.00	-	8,950,000.00	559,800.00	(94)
-	Earning from commercial undertaking	2,650,000.00	-	2,650,000.00	-	(100)
92,000.00	Rent on Local Govt. Property	2,500,000.00	-	2,500,000.00	264,000.00	(89)
-	Interest & Dividends Receivable	-	-	-	-	
-	Grants	-	-	-	-	
744,300.00	Miscellaneous	11,900,000.00	-	11,900,000.00	1,093,024.90	(91)
1,802,917,057.88	Sub. Total IGR	30,000,000.00	-	30,000,000.00	3,206,824.90	(89)
2,349,015,631.91	TOTAL REVENUE	2,210,000,000.00	-	2,210,000,000.00	2,479,047,232.19	4
	LESS: EXPENDITURE					
	Consolidated Rev. Fund Charges					
61,617,357.64	Political/Public Office Holders	70,000,000.00	-	70,000,000.00	57,431,588.76	18
-	Pensions/Training Fund/Traditional Rulers Council	160,000,000.00	-	160,000,000.00	-	100
-	Funding of Primary Education	600,000,000.00	-	600,000,000.00	-	100
-	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	-	100
61,617,357.64	Sub Total CRFC	840,000,000.00	-	840,000,000.00	57,431,588.76	93
305,236,663.04	Personnel Costs	380,000,000.00	-	380,000,000.00	349,216,815.46	8
79,376,973.00	Overhead Costs	250,000,000.00	-	250,000,000.00	234,415,974.73	6
446,230,993.68	TOTAL RECURRENT EXPENDITURE	1,470,000,000.00	-	1,470,000,000.00	641,064,378.95	56
1,902,784,638.25	Operating Balance	740,000,000.00	-	740,000,000.00	1,837,982,853.24	
1,840,000.00	Transfer to capital Dev. Fund	911,000,000.00	-	911,000,000.00	25,050,000.00	97
1,900,944,638.23	CLOSING BALANCE	(171,000,000.00)	0	(171,000,000.00)	1,812,932,853.24	

NSIT UBIUM LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00		
	Add Revenue:					
1,840,000.00	Transfer from Cons. Rev. Fund	911,000,000.00	-	911,000,000.00	25,050,000.00	97
	Grant	150,000,000.00	-	150,000,000.00	-	100
	Miscellaneous	20,000,000.00	-	20,000,000.00	-	100
1,840,000.00	Total Revenue available	1,082,000,000.00	-	1,082,000,000.00	25,050,000.00	99
	Less Capital Expenditure :					
-	Economic Sector	156,000,000.00	-	156,000,000.00	400,000.00	99
1,840,000.00	Social Sector	166,500,000.00	-	166,500,000.00	1,700,000.00	99
-	Environmental /Reg. Dev.	75,000,000.00	-	75,000,000.00	3,860,000.00	95
-	General Administration	513,500,000.00	-	513,500,000.00	19,090,000.00	96
1,840,000.00	Total Expenditure	911,000,000.00	-	911,000,000.00	25,050,000.00	97
0	Closing Balance	171,000,000.00	-	171,000,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	145,593,208.18	67,189,031.17	33,649,372.65
February	138,505,174.38	38,999,065.37	34,263,850.12
March	130,288,951.54	38,620,122.90	34,163,298.96
April	138,202,198.52	40,622,048.06	38,671,496.56
May	138,031,594.31	36,577,063.91	40,302,064.49
June	153,074,301.79	49,908,263.38	41,511,407.55
July	166,154,657.28	55,546,633.86	44,586,935.90
August	157,249,197.52	52,295,711.23	56,448,775.29
September	157,150,747.69	51,583,951.90	48,895,180.97
October	156,059,940.81	49,510,295.02	53,030,615.27
November	160,186,548.01	51,045,806.55	56,748,103.34
December	142,533,370.78	42,997,775.71	45,827,472.93
Total	1,783,029,990.81	574,895,769.06	528,098,574.03

NOTE 2: INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	1,000,000.00	-	-
1002	Rates	3,000,000.00	1,290,000.00	-
1003	Local Licenses Fines and Fees	8,950,000.00	559,800.00	501,250.00
1004	Earnings from Commercial Undertaking	2,650,000.00	-	-
1005	Rent on Local Government Properties	2,500,000.00	264,000.00	92,000.00
1006	Interest on Dividends	-	-	-
1007	Grants	-	-	-
1008	Miscellaneous	11,900,000.00	1,093,024.90	744,300.00
	Total	30,000,000.00	3,206,824.90	1,337,550.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Chairman	5,000,000.00	3,542,418.36	3,808,099.71
Office of the Vice Chairman	4,000,000.00	3,326,918.04	3,576,437.28
Secretary	4,000,000.00	3,154,315.44	3,390,889.09
Supervisor	15,000,000.00	5,192,951.46	10,470,577.85
Special Advisers	10,000,000.00	12,161,216.16	8,073,696.28
Councilors	12,500,000.00	11,857,185.12	12,746,473.80
Office of the Leader	3,600,000.00	3,245,199.12	3,478,447.85
Office of the Deputy Leader	3,500,000.00	3,094,200.00	3,326,265.00
Office of the Majority Leader	3,100,000.00	2,964,296.28	3,186,618.43
Office of the Deputy Majority Leader	3,100,000.00	2,964,296.28	3,186,615.45
Office of the Chief Whip	3,100,000.00	2,964,296.28	3,186,618.45
Office of the Deputy Chief Whip	3,100,000.00	2,964,296.28	3,186,618.45
Total	70,000,000.00	57,431,588.76	61,617,357.64

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	92,349,980.00	84,068,825.45	110,898,170.99
2005	Finance and Supplies	67,321,700.00	48,571,036.18	40,836,789.84
2006	Social Development Education, Information Youth Sports and Culture	45,316,000.00	26,998,372.79	25,910,542.66
2007	Primary Health Care	125,921,160.00	145,381,632.92	94,355,738.71
2008	Agriculture and Natural Resources	12,242,250.00	9,913,781.76	7,656,979.44
2009	Works and Housing Lands & Survey	28,484,540.00	24,883,467.84	18,996,722.85
2010	Budget Planning Research and Statistics	8,364,370.00	9,399,698.52	6,581,718.55
2011	Traditional Rulers Council	-	-	-
	Total	380,000,000.00	349,216,815.46	305,236,663.04

NOTE 5: OVERHEAD COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Chairman	41,000,000.00	40,983,500.00	22,611,440.00
2001B	Office of the Vice Chairman	8,000,000.00	7,545,000.00	4,050,000.00
2002A	Office of the Secretary	6,500,000.00	4,312,000.00	1,149,500.00
2002B	Office of the Special Advisers	4,500,000.00	3,790,000.00	930,000.00
2002C	Office of the Supervisors	5,300,000.00	5,105,000.00	300,000.00
2003A	Office of the Legislative/General Council	17,600,000.00	16,851,000.00	8,660,000.00
2003B	Office of the Leader	5,240,000.00	3,560,000.00	2,282,000.00
2003C	Office of the Deputy Leader	3,520,000.00	3,300,000.00	1,150,000.00
2003D	Office of the Majority Leader	1,300,000.00	900,000.00	420,000.00
2003E	Office of the Deputy Majority Leader	1,300,000.00	500,000.00	147,000.00
2003F	Office of the Chief Whip	1,200,000.00	600,000.00	125,000.00
2003G	Office of the Deputy Chief Whip	1,200,000.00	500,000.00	105,000.00
2003H	Office of the Clerk	1,300,000.00	670,000.00	500,000.00
2004A	Office of the Head of Local Government Service	6,000,000.00	5,175,500.00	3,540,000.00
2004B	Office of the Administration & General Services	5,000,000.00	4,987,700.00	7,903,533.00
2005	Finance and Supplies	6,000,000.00	5,690,000.00	4,532,000.00
2006	Social Development, Education Information, Youth & Culture	2,600,000.00	1,767,500.00	2,088,000.00
2007	Primary Health care	6,000,000.00	4,881,500.00	90,000.00
2008	Agricultural/Natural Resources	1,300,000.00	817,000.00	430,000.00
2009	Works, Housing, Transport, Land & Survey	1,300,000.00	1,005,000.00	2,330,000.00
2010	Budget, Planning, Research & Statistics	1,340,000.00	824,000.00	2,958,000.00
2011	Traditional Rulers Council	3,500,000.00	2,610,000.00	2,270,000.00
2012	Miscellaneous	119,000,000.00	118,041,274.73	10,805,000.00
	Total	250,000,000.00	234,415,974.73	79,376,973.00

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	156,000,000.00	400,000.00	-
Social Sector	166,500,000.00	1,700,000.00	1,840,000.00
Environmental Sector	75,000,000.00	3,860,000.00	-
Administration Sector			
General Administration (Executive)	385,500,000.00	3,540,000.00	-
General Administration (Legislative)	128,000,000.00	15,550,000.00	-
Total	911,000,000.00	25,050,000.00	1,840,000.00

NOTE 7: INCREASE /DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
Advances 2019	2,080,241,572.67	Advances 2018	2,002,763,583.75
Advances 2018	2,002,763,583.75	Advances 2017	1,905,001,901.06
	(77,477,988.92)		(97,761,682.69)

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	298,759,038.55	Deposits 2018	143,460,160.12
2018 Deposits	143,460,160.12	Deposits 2017	144,386,459.67
	155,298,878.43		(926,299.55)

NOTE 9: CASH AND BANK BALANCES

Description	2019 ₦	2018 ₦
Cash in Hand	205,948.08	26,057,952.40
UBA	9,451,679.00	9,451,679.00
Union Bank I 0018386223	12,205,902.45	275,212.31
Union Bank II 0036454764	32,637.76	32,637.76
Union Bank III 0018383057	68,029.85	124,037.60
Skye Bank 4040013564	72,577.51	72,577.51
Zenith Bank 1014557067	9,413,544.47	5,627,118.02
Sub Total Bank	31,244,371.04	15,583,262.20
Total	31,450,319.12	41,641,214.60

NOTE 10: ADVANCES

Detail	2019 ₦	2018 ₦
Purchases	1,655,735,843.95	1,587,979,954.95
Imprest	191,381,980.30	184,269,980.88
Touring	173,499,438.75	171,334,338.25
Salary/Special advance	1,506,250.00	1,506,250.00
Motor Vehicle	58,026,380.40	57,581,380.40
Housing	91,679.27	91,679.27
Total	2,080,241,572.67	2,002,763,583.75

NOTE 11: DEPOSITS

Detail	2019 ₦	2018 ₦
PAYE TAX	3,632,699.17	3,632,699.17
NULGE	1,495,131.41	1,278,602.48
NANNM	1,864,160.83	1,848,001.57
VAT	10,682,081.40	10,682,081.40
Withholding Tax	7,031,743.44	7,031,743.44
Others	274,053,222.30	118,987,032.06
TOTAL	298,759,038.55	143,460,160.12

OBOT AKARA LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Obot Akara Local Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Obot Akara Local Government Council as at 31st December, 2019 and its operations for the year ended on that date



Mr. Uwem K. Essien

Director of Finance:

Date: 11/08/2020



Hon. (Etubom) AnietieUdoUdo

Chairman:

Date: 11/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Obot Akara Local Government Council
Nto Edino

AUDIT CERTIFICATE ON THE ACCOUNTS OF OBOT AKARA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Obot Akara Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Obot Akara Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

OBOT AKARA LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

OBOT AKARA LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASHFLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS				
Statutory Allocation	1	1,900,000,000.00	625,656,670.34	550,379,448.11
OTHERS: Derivation	1	300,000,000.00	-	-
Value Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	3,000,000.00	14,500.00	2,000.00
Rates	2	6,500,000.00	141,800.00	620,000.00
Local License, Fines and Fees	2	5,000,000.00	504,850.00	408,910.00
Earnings from commercial undertaking	2	13,000,000.00	1,473,300.00	650,800.00
Rent on Local Govt. Property	2	7,000,000.00	4,691,000.00	1,100.00
Interest and Dividends Receivable	2	-	-	-
Grants	2	-	-	-
Miscellaneous	2	5,500,000.00	765,305.00	1,434,300.00
Capital Receipts: B/F		1,300,000.00		
Grants		50,000,000.00		
Miscellaneous		50,000,000.00		
TOTAL RECEIPTS		2,721,300,000.00	633,247,425.34	553,496,558.11
PAYMENTS:				
Consolidated Rev. Fund Charges:				
Political /Public Office Holders	3	70,000,000.00	67,638,622.21	58,994,051.77
Pensions/Training Funds/Traditional Rulers Council	3	230,000,000.00	-	-
Funding of Primary Education	3	800,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	-	-
Total Consolidated Revenue Fund Charges		1,110,000,000.00	67,638,622.21	58,994,051.77
Personnel Costs	4	550,000,000.00	319,308,383.08	370,129,309.75
Overhead Costs	5	200,000,000.00	71,367,500.02	79,575,760.18
TOTAL PAYMENTS		1,860,000,000.00	458,314,505.31	508,699,121.70
Net Cash Flow From Operating Activities A		861,300,000.00	174,932,920.03	44,797,436.41
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	861,300,000.00	37,309,100.00	10,796,150.00
Net Cash Flow From Investing Activities B			(37,309,100.00)	(10,796,150.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(217,617,305.00)	(83,597,925.03)
Increase/decrease in other Liabilities	8		88,791,240.67	21,584,265.58
Total Cash Flow From other Cash equivalent Accounts C			(128,826,064.33)	(62,013,659.45)
Net Cash Flow For The Year (A+B+C)			8,797,755.70	(28,012,373.04)
Cash and its equivalent as at 1st January, 2019			23,944,646.93	51,957,019.97
Cash and its equivalent as at 31st December, 2019	9		32,742,402.63	23,944,646.93

OBOT AKARA LOCAL GOVERNMENT COUNCIL

STATEMENT NO. 2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	-	5,965,915.03
Cash at Bank	9	32,742,402.63	17,978,731.90
TOTAL LIQUID ASSETS		32,742,402.63	23,944,646.93
Investment & Other Cash Assets:			
Advances	10	1,524,262,655.09	1,306,645,350.09
TOTAL ASSETS		<u>1,557,005,057.72</u>	<u>1,330,589,997.02</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		1,030,914,234.86	893,290,414.83
OTHER LIABILITIES			
Deposits	11	526,090,822.86	437,299,582.19
TOTAL LIABILITIES		<u>1,557,005,057.72</u>	<u>1,330,589,997.02</u>

OBOT AKARA LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 N	Description	Initial Budget 2019 N	Supp-Budget 2019 N	Final Budget 2019 N	Actual 2019 N	Var. %
866,233,961.31	Opening Balances	1,300,000.00	-	1,300,000.00	893,290,414.83	
	Add Revenue:					
550,379,448.11	Statutory Allocation	1,900,000,000.00	-	1,900,000,000.00	625,656,670.34	(67)
-	Derivation	300,000,000.00	-	300,000,000.00	-	(100)
-	Value Added Tax	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
550,379,448.11	Sub Total Statutory Allocation	2,580,000,000.00	-	2,580,000,000.00	625,656,670.34	(76)
2,000.00	Taxes	3,000,000.00	-	3,000,000.00	14,500.00	(99)
620,000.00	Rates	6,500,000.00	-	6,500,000.00	141,800.00	(98)
408,910.00	Local License, Fines and Fees	5,000,000.00	-	5,000,000.00	504,850.00	(90)
650,800.00	Earning from commercial undertaking	13,000,000.00	-	13,000,000.00	1,473,300.00	(89)
1,100.00	Rent on Local Govt. Property	7,000,000.00	-	7,000,000.00	4,691,000.00	(33)
-	Interest and Dividends Receivable	-	-	-	-	-
-	Grants	-	-	-	-	-
1,434,300.00	Miscellaneous	5,500,000.00	-	5,500,000.00	765,305.00	(86)
3,117,110.00	Sub. Total IGR	40,000,000.00	-	40,000,000.00	7,590,755.00	(81)
1,412,785,686.53	TOTAL REVENUE	2,620,000,000.00	-	2,620,000,000.00	1,526,537,840.17	(42)
	EXPENDITURE					
	Consolidated Rev. Fund Charges:					
58,994,051.77	Political /Public Office Holders	70,000,000.00	-	70,000,000.00	67,638,622.21	3
-	Pensions/Training Funds/Traditional Rulers Council/Admin Charges	230,000,000.00	-	230,000,000.00	-	100
-	Funding of Primary Education	800,000,000.00	-	800,000,000.00	-	100
-	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	-	100
58,994,051.77	Sub Total CRFC	1,110,000,000.00	-	1,110,000,000.00	67,638,622.21	93
370,129,309.75	Personnel Costs	550,000,000.00	-	550,000,000.00	319,308,383.08	42
79,575,760.18	Overhead Costs	200,000,000.00	-	200,000,000.00	71,367,500.02	64
508,699,127.70	Total Recurrent Expenditure	1,860,000,000.00	-	1,860,000,000.00	458,314,505.31	75
904,086,564.83	Operating Balance	760,000,000.00	-	760,000,000.00	1,068,223,334.86	
10,796,150.00	Transfer to Capital Dev. Fund	861,300,000.00	-	861,300,000.00	37,309,100.00	96
893,290,414.83	CLOSING BALANCE	(101,300,000.00)	0	(101,300,000.00)	1,030,914,234.86	

OBOT AKARA LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31STDECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp-Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	1,300,000.00	-	1,300,000.00		
	Add Revenue:					
10,796,150.00	Transfer from Consolidated Rev. Fund	861,300,000.00	-	861,300,000.00	37,309,100.00	96
	Grant	50,000,000.00	-	50,000,000.00		100
	Miscellaneous	50,000,000.00	-	50,000,000.00		100
10,796,150.00	Total Revenue available	962,600,000.00		962,600,000.00	37,309,100.00	
	Less Capital Expenditure:					
5,971,150.00	Economic Sector	286,000,000.00	-	286,000,000.00	12,465,000.00	96
2,200,000.00	Social Sector	184,200,000.00	-	184,200,000.00	6,274,100.00	97
-	Environmental/Reg. Dev	118,000,000.00	-	118,000,000.00	4,950,000.00	96
2,625,000.00	General Administration	273,100,000.00	-	273,100,000.00	13,620,000.00	95
10,796,150.00	Total Expenditure	861,300,000.00	-	861,300,000.00	37,309,100.00	96
0	Closing Balance	101,300,000.00	-	101,300,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	151,567,875.31	73,808,512.95	37,289,942.24
February	144,210,188.58	43,296,358.04	37,109,296.74
March	135,633,225.70	40,371,671.77	35,766,076.39
April	143,855,506.91	43,411,239.84	40,718,560.49
May	143,668,235.02	41,299,324.10	42,723,025.64
June	159,368,316.61	54,622,785.01	43,921,254.72
July	172,916,601.48	59,983,449.92	47,010,314.21
August	163,668,802.99	56,001,861.48	46,733,675.93
September	163,533,489.29	56,002,887.45	49,306,204.74
October	162,358,273.03	54,387,121.40	58,969,554.84
November	148,341,604.69	55,171,600.87	63,146,573.78
December	148,341,604.69	47,299,857.51	47,684,968.39
Total	1,855,784,482.12	625,656,670.34	550,379,448.11

NOTE 2: INTERNALLY GENERATED REVENUE

Head	Description	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
1001	Taxes	3,000,000.00	14,500.00	2,000.00
1002	Rates	6,500,000.00	141,800.00	620,000.00
1003	local Licenses, Fines and Fees	5,000,000.00	504,850.00	408,910.00
1004	Earnings from commercial undertaking	13,000,000.00	1,473,300.00	650,800.00
1005	Rent on local government properties	7,000,000.00	4,691,000.00	1,100.00
1006	Interest on Dividends	-	-	-
1007	Grants	-	-	-
1008	Miscellaneous	5,500,000.00	765,305.00	1,434,300.00
	Total	40,000,000.00	7,590,755.00	3,117,110.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	3,750,000.00	3,542,418.36	3,743,707.43
Office of the Vice Chairman	3,550,000.00	3,326,918.40	3,021,950.88
Office of the Supervisors	16,500,000.00	16,413,419.17	10,717,770.93
Office of the Special Advisers	12,700,000.00	11,147,781.48	7,812,337.61
Office of the Secretary	3,200,000.00	3,154,315.44	3,861,142.41
Legislative/General Council	30,300,000.00	30,053,769.36	29,837,142.51
Total	70,000,000.00	67,638,622.21	58,994,051.77

NOTE 4: PERSONNEL COSTS

Head	Discription	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	150,918,290.00	86,217,065.19	106,239,084.19
2005	Finance and Supplies	49,820,000.00	32,034,792.30	43,044,719.99
2006	Social Development, Information, Youth, Sports & Culture	59,200,000.00	29,825,269.04	34,925,788.27
2007	Primary Health Care	184,550,000.00	127,158,302.10	136,493,359.65
2008	Agriculture and Natural Resources	22,096,710.00	10,424,563.18	9,731,588.75
2009	Works and Housing, Lands and Survey	66,580,000.00	24,896,118.88	29,374,610.90
2010	Budget, Planning, Research and Statistics	14,250,000.00	8,752,272.39	10,320,158.00
2011	Traditional Rulers Office	2,585,000.00	-	-
	Total	550,000,000.00	319,308,383.08	370,129,309.75

NOTE 5: OVERHEAD COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Executive Chairman	40,000,000.00	28,679,000.00	32,895,000.00
2001B	Office of the Vice Chairman	7,000,000.00	3,225,000.00	2,010,000.00
2002A	Office of the Secretary	4,000,000.00	-	-
2002B	Office of the Supervisors	8,000,000.00	1,290,000.00	1,200,000.00
2002C	Office of the Special Advisers	6,000,000.00	1,320,000.00	675,000.00
2003A	Office of the Legislative/General Council	17,000,000.00	5,660,000.00	5,000,000.00
2003B	Office of the Leader	5,000,000.00	2,360,000.00	2,220,000.00
2003C	Office of the Deputy Leader	3,500,000.00	1,210,000.00	1,100,000.00
2003D	Office of the Majority Leader	3,000,000.00	1,100,000.00	1,000,000.00
2003E	Office of the Deputy Majority Leader	3,000,000.00	-	-
2003F	Office of the Chief Whip	3,000,000.00	1,100,000.00	1,000,000.00
2003G	Office of the Deputy Chief Whip	3,000,000.00	1,100,000.00	1,000,000.00
2003H	Office of the Clerk	3,000,000.00	1,060,000.00	1,050,000.00
2004A	Office of the Head of Local Government Service	7,000,000.00	1,180,500.00	1,116,000.00
2004B	Office of the Administration & General Services	8,000,000.00	1,922,500.00	1,715,400.00
2005	Finance & Supplies	5,000,000.00	3,270,650.00	1,146,810.18
2006	Education, Information & Sports	2,500,000.00	150,000.00	305,000.00
2007	Health	4,000,000.00	1,776,000.00	750,000.00
2008	Agriculture and Natural Resources	3,000,000.00	300,000.00	490,000.00
2009	Works and transport	3,000,000.00	1,475,000.00	2,052,700.00
2010	Budget, Planning, Research & Statistics	3,000,000.00	100,000.00	345,000.00
2011	Traditional Rulers Council	4,000,000.00	-	-
2012	Miscellaneous	55,000,000.00	13,088,850.02	22,504,850.00
	TOTAL	200,000,000.00	71,367,500.02	79,575,760.18

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic sector	286,000,000.00	12,465,000.00	5,971,150.00
Social sector	184,200,000.00	6,274,100.00	2,200,000.00
Environmental sector	118,000,000.00	4,950,000.00	-
Administration Sector			
General Administration (Executive)	175,000,000.00	11,565,000.00	875,000.00
General Administration (Legislative)	98,100,000.00	2,055,000.00	1,750,000.00
Total	861,300,000.00	37,309,100.00	10,796,150.00

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
2019 Advances	1,524,262,655.09	2018 Advances	1,306,645,350.09
2018 Advances	1,306,645,350.09	2017 Advances	1,223,047,425.06
	(217,617,305.00)		(83,597,925.03)

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	526,090,822.86	2018 Deposits	437,299,582.19
2018 Deposits	437,299,582.19	2017 Deposits	415,715,316.61
	88,791,240.67		21,584,265.58

NOTE 9: CASH AND BANK BALANCES

Description	Actual 2019 ₦	Actual 2018 ₦
CASH	-	5,965,915.03
BANKS:		
Zenith Bank A/c (Salary)	28,078,925.14	13,997,409.17
Zenith Bank A/c (Project)	655,859.09	3,795.33
First Bank a/c no. 2014083367	97,028.56	66,937.56
Skye Bank	881,147.51	881,147.51
FCMB	2,892,591.00	2,892,591.00
UBA	136,851.33	136,851.33
Sub Total Bank Bal.	32,742,402.63	17,978,731.90
Total	32,742,402.63	23,944,646.93

NOTE 10.: ADVANCES

Detail	2019 ₦	2018 ₦
Purchase Advances	1,283,359,454.29	1,099,031,299.29
ii Imprest	146,035,660.00	117,166,510.00
iii Touring	83,579,757.50	79,159,757.50
iv Salary/Special	1,687,400.00	1,687,400.00
v Motor Vehicle	9,600,383.30	9,600,383.30
Total	1,524,262,655.09	1,306,645,350.09

NOTE 11. DEPOSITS

Detail	2019 ₦	2018 ₦
i. PAYE Tax	7,018,052.98	8,070,040.36
ii. NULGE Dues-State/ Branch	2,409,661.94	2,745,015.08
iii. NANNM	627,282.06	685,636.49
iv. VAT	26,938,602.49	26,840,852.49
v. Withholding Tax	23,562,930.91	23,465,180.91
vi. Pension Deductions	-	-
vii. Others	465,534,292.48	375,492,856.86
Total	526,090,822.86	437,299,582.19

OKOBO LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Okobo Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

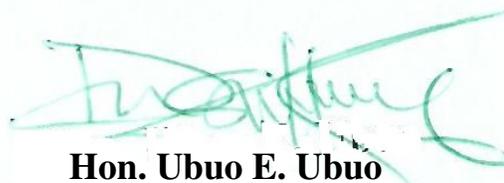
The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Okobo Local Government Council as at 31st December, 2019 and its operations for the year ended on that date



Mrs. Rita A. Equere
Director of Finance:
Date: 08/08/2020



Hon. Ubuo E. Ubuo
Chairman
Date: 08/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Okobo Local Government Council
Okopedi

AUDIT CERTIFICATE ON THE ACCOUNTS OF OKOBO LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Okobo Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Okobo Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

OKOBO LOCAL GOVERNMENT COUNCIL

NOTES TO THE ACCOUNTS

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER, 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

OKOBO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASH FLOW FROM OPERATING ACTIVITIES	NOTES	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS:				
Statutory Allocation	1	3,000,000,000.00	622,072,132.91	567,657,862.70
OTHERS: Derivation	1	300,000,000.00	-	-
Value Added Tax	1	400,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	1,000,000.00	-	-
Rates	2	2,500,000.00	800,000.00	700,000.00
Local License fines & fees	2	4,500,000.00	211,570.00	436,895.00
Earning from Commercial undertaking	2	16,000,000.00	887,800.00	402,100.00
Rent on Local Govt. Property	2	6,000,000.00	-	-
Interest and Dividends Receivable	2	-	-	-
Grants	2	-	-	-
Miscellaneous	2	10,000,000.00	1,258,500.00	1,026,500.00
Capital Receipts: B/F		122,000,000.00		
Grants		100,000,000.00		
Miscellaneous		20,000,000.00		
TOTAL RECEIPTS		3,892,000,000.00	625,230,002.91	570,223,357.70
PAYMENTS:				
Consolidated Revenue Fund Charges:				
Political/Public Office Holders	3	100,500,000.00	73,030,833.68	62,977,982.18
Pension/Training Fund/Traditional Rulers Council	3	230,000,000.00	4,300,000.00	-
Funding of Primary Education	3	700,000,000.00	-	-
Internal Debt Servicing	3	12,000,000.00	-	-
Total Consolidated Revenue Fund Charges		1,042,500,000.00	77,330,833.68	62,977,982.18
Personnel Costs	4	651,186,300.00	309,270,038.06	381,541,608.27
Overhead Costs	5	234,700,000.00	123,040,868.00	80,342,777.00
TOTAL PAYMENTS		1,928,386,300.00	509,641,739.74	524,862,367.45
Net Cash flow from Operating Activities (A)		1,963,613,700.00	115,588,263.17	45,360,990.25
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	1,963,613,700.00	80,676,500.00	37,288,000.00
Net Cash flow From Investing Activities (B)			(80,676,500.00)	(37,288,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(40,185,840.00)	(33,378,940.00)
Increase/decrease in other Liabilities	8		4,491,015.03	8,263,918.83
Total Cash Flow From other Cash equivalent Accounts C			(35,694,824.97)	(25,115,021.17)
Net Cash Flow For the Year (A+ B+ C)			(783,061.80)	(17,042,030.92)
Cash and its Equivalentents as at 1 st January, 2019			14,610,641.89	31,652,672.81
Cash and its Equivalentents as at 31st December, 2019	9		13,827,580.09	14,610,641.89

OKOBO LOCAL GOVERNMENT COUNCIL

STATEMENT NO. 2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	Notes	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	1,014,976.58	3,851,304.38
Cash at Bank	9	12,812,603.51	10,759,337.51
TOTAL LIQUID ASSETS		13,827,530.09	14,610,641.89
Investment & Other Cash Assets:			
Advances	10	1,372,829,152.95	1,332,643,312.95
TOTAL ASSETS		<u>1,386,656,733.04</u>	<u>1,347,253,954.84</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		1,068,433,654.37	1,033,521,891.20
OTHER LIABILITIES			
Deposits	11	318,223,078.67	313,732,063.64
TOTAL LIABILITIES		1,386,656,733.04	1,347,253,954.84

OKOBO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 N	Description	Initial Budget 2019 N	Supp-Budget 2019 N	Final Budget 2019 N	Actual 2019 N	Var. %
1,025,448,900.95	Opening Balance	-	-	-	1,033,521,891.20	
	ADD REVENUE:					
567,657,862.70	Statutory Allocation	3,000,000,000.00	-	3,000,000,000.00	622,072,132.91	(79)
-	Derivation	300,000,000.00	-	300,000,000.00	-	(100)
-	Value Added Tax	400,000,000.00	-	400,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	
-	Stabilization	-	-	-	-	
567,651,862.70	Sub Total Statutory Allocations	3,730,000,000.00	-	3,730,000,000.00	622,072,132.91	(83)
-	Taxes	1,000,000.00	-	1,000,000.00	-	(100)
700,000.00	Rates (Tenement)	2,500,000.00	-	2,500,000.00	800,000.00	(68)
436,895.00	Local License fines & fees	4,500,000.00	-	4,500,000.00	211,570.00	(95)
402,100.00	Earning from Commercial Undertaking	16,000,000.00	-	16,000,000.00	887,800.00	(94)
-	Rent on Local Govt. Property	6,000,000.00	-	6,000,000.00	-	(100)
-	Interest & Dividends Receivable	-	-	-	-	
-	Grants	-	-	-	-	
1,026,500.00	Miscellaneous	10,000,000.00	-	10,000,000.00	1,258,500.00	(87)
2,565,495.00	Sub Total IGR	40,000,000.00	-	40,000,000.00	3,157,870.00	(92)
1,595,672,258.65	TOTAL REVENUE	3,770,000,000.00	-	3,770,000,000.00	1,658,751,894.11	(56)
	EXPENDITURE:					
	Consolidated Revenue Fund Charges:					
62,977,982.18	Political/Public Office Holders	100,500,000.00	-	100,500,000.00	73,030,833.68	27
-	Pensions/Training Fund/Traditional Rulers Council	230,000,000.00	-	230,000,000.00	4,300,000.00	98
-	Funding of Primary Education	700,000,000.00	-	700,000,000.00	-	100
-	Internal Debt Servicing	12,000,000.00	-	12,000,000.00	-	100
62,977,982.18	Sub Total CRFC	1,042,500,000.00	-	1,042,500,000.00	77,330,833.68	93
381,541,608.27	Personnel Costs	651,186,300.00	-	651,186,300.00	309,270,038.06	53
80,342,777.00	Overhead Costs	234,700,000.00	-	234,700,000.00	123,040,868.00	48
524,862,367.45	Total Recurrent Expenditure	1,928,386,300.00	-	1,928,386,300.00	509,641,739.74	74
1,070,809,891.20	Operating Balance	1,841,613,700.00	-	1,841,613,700.00	1,149,110,154.37	
37,288,000.00	Transfer to Capital Dev. Fund	1,963,613,700.00	-	1,963,613,700.00	80,676,500.00	96
1,033,521,891.20	Closing Balance	(122,000,000.00)	-	(122,000,000.00)	1,068,433,654.37	

OKOBO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	2,000,000.00	-	2000,000.00		
	Add Revenue:					
37,288,000.00	Transfer from Cons Rev Fund	1,963,613,700.00	-	1,963,613,700.00	80,676,500.00	96
	Grant	100,000,000.00	-	100,000,000.00		100
	Miscellaneous	20,000,000.00	-	20,000,000.00		100
37,288,000.00	Total Revenue available	2,085,613,700.00		2,085,613,700.00	80,676,500.00	96
	Less Capital Expenditure :					
7,100,000.00	Economic Sector	477,000,000.00	-	477,000,000.00	22,549,000.00	95
9,363,000.00	Social Sector	370,059,500.00	-	370,059,500.00	40,212,500.00	89
3,650,000.00	Environmental/Regional Dev.	434,000,000.00	-	434,000,000.00	750,000.00	99
17,175,000.00	General Administration	682,554,200.00	-	682,554,200.00	17,165,000.00	97
37,288,000.00	Total Expenditure	1,963,613,700.00	-	1,963,613,700.00	80,676,500.00	96
0	Closing Balance	122,000,000.00	-	122,000,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	131,817,038.01	73,537,271.11	44,425,483.04
February	125,517,568.70	42,790,111.45	36,902,778.80
March	118,086,282.71	40,183,648.41	36,670,292.50
April	125,096,682.04	42,752,171.13	41,244,915.50
May	125,059,186.65	40,920,077.85	43,582,404.99
June	138,580,779.81	53,976,110.35	44,880,767.18
July	150,463,340.85	59,405,937.67	48,311,537.07
August	142,161,905.96	56,184,863.72	46,701,433.92
September	142,034,942.65	56,092,139.98	50,555,626.35
October	141,266,152.30	53,957,279.59	77,729,594.98
November	145,173,829.50	55,155,761.43	50,146,820.13
December	128,977,195.06	47,116,760.22	46,506,208.24
TOTAL	1,614,234,904.24	622,072,132.91	567,657,862.70

NOTE 2: INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	1,000,000.00	-	-
1002	Rates	2,500,000.00	800,000.00	700,000.00
1003	Local License fees and fines	4,500,000.00	211,570.00	436,895.00
1004	Earnings from Comm. Undertakings	16,000,000.00	887,800.00	402,100.00
1005	Rent on Local Government property	6,000,000.00	-	-
1006	Miscellaneous	-	-	-
1007	Grants	-	-	-
1008	Miscellaneous	10,000,000.00	1,258,500.00	1,026,500.00
	TOTAL	40,000,000.00	3,157,870.00	2,565,495.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	5,600,000.00	3,542,418.36	5,245,998.59
Office of the V/Chairman	4,900,000.00	3,326,918.40	3,576,437.28
Office of the Secretary	3,500,000.00	3,154,315.44	2,865,169.88
Office of the Special Advisers	19,200,000.00	9,880,988.13	8,031,469.91
Office of the Supervisor	19,200,000.00	23,072,423.99	10,435,526.86
Legislative/General Council	48,100,000.00	30,053,769.36	32,823,379.66
Pensions/Training Fund/TRC	230,000,000.00	4,300,000.00	-
Total	330,500,000.00	77,330,833.68	62,977,982.18

NOTE 4: PERSONNEL COSTS

HEAD	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	383,242,600.00	106,342,930.68	137,410,724.25
2005	Finance and Supplies	76,035,800.00	62,085,746.70	68,566,961.28
2006	Education	37,617,100.00	27,335,846.80	30,881,931.75
2007	Health and Social Services	90,994,900.00	77,151,477.77	102,651,123.91
2008	Agric& Natural Resources	18,607,800.00	10,225,533.73	11,256,185.33
2009	Works and Housing	21,549,800.00	16,611,525.14	20,628,655.42
2010	Budget, Planning & Research	16,390,100.00	9,516,977.24	10,146,026.33
2011	Traditional Rulers Council	6,748,200.00	-	-
	Total	651,186,300.00	309,270,038.06	381,541,608.27

NOTE 5: OVERHEAD COSTS

HEAD	Description	Budget 2019 N	Actual 2019 N	Actual 2018 N
2001A	Office of the Chairman	36,050,000.00	30,270,000.00	28,658,500.00
2001B	Office of the Vice Chairman	11,020,000.00	6,410,000.00	5,263,100.00
2002A	Office of the Secretary	7,140,000.00	1,382,000.00	1,145,000.00
2002B	Office of the Special Advisers	5,400,000.00	1,080,000.00	450,000.00
2002C	Office of the Supervisors	7,000,000.00	2,220,000.00	522,000.00
2003A	Office of the Clerk	2,400,000.00	439,000.00	400,000.00
2003B	Office of the Leader	6,100,000.00	2,405,000.00	-
2003C	The Office of the Deputy Leader	3,600,000.00	1,320,000.00	-
2003D	Office of the Majority Leader	3,140,000.00	1,200,000.00	170,000.00
2003E	Office of the Dep. Majority Leader	3,000,000.00	1,200,000.00	170,000.00
2003F	Office of the Chief Whip	2,500,000.00	1,200,000.00	-
2003G	Office of the Dep. Chief Whip	2,300,000.00	1,200,000.00	-
2003H	Office of the Minority Leader	3,000,000.00	80,000.00	160,000.00
2003I	Office of the Dep. Minority Leader	2,500,000.00	-	-
2003J	General Council	15,400,000.00	10,789,500.00	5,800,000.00
2004A	Office of the HOS L/G	10,400,000.00	4,489,000.00	639,487.00
2004B	Director of Administration&General Services	10,100,000.00	3,426,000.00	1,214,000.00
2005	Finance and Supplies	11,160,000.00	5,341,470.00	4,482,940.00
2006	Education	5,530,000.00	2,245,000.00	130,000.00
2007	Health and Social Services	6,250,000.00	5,278,000.00	937,500.00
2008	Agriculture	5,550,000.00	2,025,000.00	125,000.00
2009	Works and Housing	6,700,000.00	3,392,000.00	872,000.00
2010	Budget, Planning & Research	6,060,000.00	260,000.00	200,000.00
2011	Traditional Rulers Council	2,100,000.00	-	-
2012	Miscellaneous	60,300,000.00	35,388,898.00	29,003,250.00
	Total	234,700,000.00	123,040,868.00	80,342,777.00

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 N	Actual 2019 N	Actual 2018 N
Economic Sector	477,000,000.00	22,549,000.00	7,100,000.00
Social Sector	370,059,500.00	40,212,500.00	9,363,000.00
Environmental Sector	434,000,000.00	750,000.00	3,650,000.00
Administrative Sector:			
General Administration (Executive)	419,154,200.00	11,965,000.00	12,865,000.00
General Administration (Legislative)	263,400,000.00	5,200,000.00	4,310,000.00
Total	1,963,613,700.00	80,676,500.00	37,288,000.00

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

2019 N		2018 N	
2019 Advances	1,372,829,152.95	2018 Advances	1,332,643,312.95
2018 Advances	1,332,643,312.95	2017 Advances	1,299,264,372.95
	(40,185,840.00)		(33,378,940.00)

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019 N		2018 N	
2019 Deposits	318,223,078.67	2018 Deposits	313,732,063.64
2018 Deposits	313,732,063.64	2017 Deposits	305,468,144.81
	4,491,015.03		8,263,918.83

NOTE 9: CASH AND BANK BALANCES

Description	2019 ₦	2018 ₦
Cash in Hand	1,014,976.58	3,851,304.38
Cash at Bank:		
Zenith Bank A/c	12,337,775.50	10,574,440.92
UBA A/c	474,828.01	184,896.59
Sub Total	12,812,603.51	10,759,337.51
Total	13,827,580.09	14,610,641.89

NOTE 10: ADVANCES

Detail	2019 ₦	2018 ₦
Purchases Advance	1,042,037,053.72	1,018,156,213.72
Imprest Advance	220,159,919.00	206,344,919.00
Touring Advance	101,236,776.70	98,706,776.70
Salary Advance	8,553,532.68	8,593,532.68
Motor Vehicle	841,870.85	841,870.85
Others	-	-
TOTAL	1,372,829,152.95	1,332,643,312.95

NOTE 11: DEPOSITS

Detail	2019 ₦	2018 ₦
PAYE Tax	1,066,680.37	1,066,680.37
NULGE Dues-State/Branch	2,464,289.40	2,464,289.40
NANNM	634,410.88	634,410.88
VAT	-	-
Withholding Tax	879,950.00	879,950.00
Pension Fund	13,228,229.75	13,228,229.75
OTHERS	299,949,518.27	295,458,503.24
TOTAL	318,223,078.67	313,732,063.64

ONNA LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Onna Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Onna Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Christian H. Akpan
Director of Finance
Date: 07/08/2020



Rt. Hon. Imo S. Attat
Chairman
Date: 07/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Onna Local Government Council
Abat

AUDIT CERTIFICATE ON THE ACCOUNTS OF ONNA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Onna Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Onna Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

ONNA LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER, 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the Council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

ONNA LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASHFLOW STATEMENT FOR THE YEAR ENDED 31STDECEMBER, 2019.

CASH FLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 N	Actual 2019 N	Actual 2018 N
RECEIPTS:				
Statutory Allocation	1	1,400,000,000.00	648,616,296.73	571,689,648.11
OTHERS: Derivation	1	250,000,000.00	-	-
Value Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	2,950,000.00	-	-
Rates	2	9,050,000.00	750,000.00	530,000.00
Local License fines and fees	2	5,676,000.00	55,000.00	117,000.00
Earning from commercial undertaking	2	4,900,000.00	-	354,500.00
Rent on Local Govt. Property	2	4,424,000.00	-	-
Interest & Dividends Receivable	2	-	-	-
Grants	2	-	-	-
Miscellaneous	2	13,000,000.00	1,401,650.00	1,783,600.00
Capital Receipts: B/F		1,000,000.00		
Grants		130,000,000.00		
Miscellaneous		20,000,000.00		
TOTAL RECEIPTS		2,221,000,000.00	650,822,946.73	574,474,748.11
PAYMENTS:				
Consolidated Rev. Fund Charges:				
Political/Public Office Holders	3	75,000,000.00	76,846,355.24	72,286,662.35
Pensions Training Fund/Traditional Rulers Council	3	200,000,000.00	-	-
Funding of Primary education	3	600,000,000.00	-	-
Internal Debt Servicing	3	20,000,000.00	-	-
Total consolidated Revenue Fund Charges		895,000,000.00	76,846,355.24	72,286,662.35
Personnel Costs	4	450,000,000.00	345,020,672.77	362,292,052.79
Overhead Costs	5	250,000,000.00	117,222,685.76	83,464,615.45
TOTAL PAYMENTS		1,595,000,000.00	539,089,713.77	518,043,330.59
Net Cash flow from Operating Activities A		626,000,000.00	111,733,232.96	56,431,417.52
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	626,000,000.00	56,175,440.00	226,141,002.72
Net Cash Flow From Investing Activities B			(56,175,440.00)	(226,141,002.72)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans				
Net Cashflow from Financing Activities				
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(51,978,363.95)	131,544,321.53
Increase/decrease in other Liabilities	8		1,547,604.67	7,457,721.12
Total Cash Flow From other Cash equiv. Accounts C			(50,430,759.28)	139,002,042.65
Net cash flow for the Year (A+B+ C)			5,127,033.68	(30,707,542.55)
Cash and its Equivalent as 1 st January, 2019			11,681,193.78	42,388,736.33
Cash and Equivalent as at 31st December, 2019	9		16,808,227.46	11,681,193.78

ONNA LOCAL GOVERNMENT COUNCIL

STATEMENT NO. 2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₱	2018 ₱
ASSETS			
Liquid Assets:			
Cash in Hand	9	204,872.38	12,000.00
Cash at Bank	9	16,603,355.08	11,669,193.78
TOTAL LIQUID ASSETS		16,808,227.46	11,681,193.78
Investment & Other Cash Assets:			
Advances	10	1,009,118,898.00	957,140,534.05
TOTAL ASSETS		<u>1,025,927,125.46</u>	<u>968,821,727.83</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		736,864,439.81	681,306,646.85
OTHER LIABILITIES			
Deposits	11	289,062,685.65	287,515,080.98
TOTAL LIABILITIES		<u>1,025,927,125.46</u>	<u>968,821,727.83</u>

ONNA LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 N	Description	Initial Budget 2019 N	Supp-Budget 2019 N	Final Budget 2019 N	Actual 2019 N	Var. %
851,016,232.05	Opening Balances	-	-	-	681,306,646.85	
	Add Revenue:					
571,689,648.11	Statutory Allocation	1,400,000,000.00	-	1,400,000,000.00	648,616,296.73	(54)
-	Derivation	250,000,000.00	-	250,000,000.00	-	(100)
-	Value Added Tax	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
571,689,648.11	Sub Total Statutory Allocation	2,030,000,000.00	-	2,030,000,000.00	648,616,296.73	(68)
530,000.00	Taxes	2,950,000.00	-	2,950,000.00	-	(100)
117,000.00	Rates	9,050,000.00	-	9,050,000.00	750,000.00	(92)
354,500.00	Local License fines and fees	5,676,000.00	-	5,676,000.00	55,000.00	(99)
-	Earning from commercial undertaking	4,900,000.00	-	4,900,000.00	-	(100)
-	Rent on Local Govt. Property	4,424,000.00	-	4,424,000.00	-	(100)
-	Interest & Dividends Receivable	-	-	-	-	-
-	Grants	-	-	-	-	-
1,783,600.00	Miscellaneous	13,000,000.00	-	13,000,000.00	1,401,650.00	(89)
2,785,100.00	Sub. Total IGR	40,000,000.00	-	40,000,000.00	2,206,650.00	(94)
1,425,490,980.16	TOTAL REVENUE	2,070,000,000.00	-	2,070,000,000.00	1,332,129,593.58	(36)
	EXPENDITURE					
	Consolidated Rev. Fund Charges					
72,286,662.35	Political/Public Office Holders	75,000,000.00	-	75,000,000.00	76,846,355.24	(2)
-	Pensions/Training Fund/Traditional Rulers Council	200,000,000.00	-	200,000,000.00	-	100
-	Funding of Primary Education	600,000,000.00	-	600,000,000.00	-	100
-	Internal Debt Servicing	20,000,000.00	-	20,000,000.00	-	100
72,286,662.35	Sub Total CRFC	895,000,000.00	-	895,000,000.00	76,846,355.24	91
362,292,052.79	Personnel Costs	450,000,000.00	-	450,000,000.00	345,020,672.77	23
83,464,615.45	Overhead Costs	250,000,000.00	-	250,000,000.00	117,222,685.76	53
518,043,330.59	Total Recurrent Expenditure	1,595,000,000.00	-	1,595,000,000.00	539,089,713.77	66
907,447,649.57	Operating Balance	475,000,000.00	-	475,000,000.00	793,039,879.81	
226,141,002.72	Transfer to Capital Dev. Fund	626,000,000.00	-	626,000,000.00	56,175,440.00	91
681,306,646.85	CLOSING BALANCE	(151,000,000.00)	0	(151,000,000.00)	736,864,439.81	

ONNA LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31STDECEMBER; 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00		
	Add Revenue:					
226,141,002.72	Transfer from Cons. Rev Fund	626,000,000.00	-	626,000,000.00	56,175,440.00	91
	Grant	130,000,000.00	-	130,000,000.00		100
	Miscellaneous	20,000,000.00	-	20,000,000.00		100
226,141,002.72	Total Revenue available	777,000,000.00		777,000,000.00	56,175,440.00	99
	Less Capital Expenditure :					
689,530.72	Economic Sector	203,000,000.00	-	203,000,000.00	5,450,000.00	97
6,550,000.00	Social Sector	100,000,000.00	-	100,000,000.00	4,321,940.00	96
280,000.00	Environmental /Reg. Dev.	80,000,000.00	-	80,000,000.00	959,400.00	99
218,621,472.00	General Administration	243,000,000.00	-	243,000,000.00	45,444,100.00	81
226,141,002.72	Total	626,000,000.00	-	626,000,000.00	56,175,440.00	91
0	Closing Balance	151,000,000.00	-	151,000,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	137,847,681.82	59,991,889.41	38,853,618.62
February	131,281,702.75	49,474,666.08	39,145,547.17
March	123,497,801.53	44,300,678.24	38,626,621.19
April	130,813,620.06	43,549,888.37	43,795,493.65
May	130,758,426.45	43,540,323.81	46,275,838.57
June	144,923,905.12	41,304,037.62	47,532,712.71
July	157,266,464.30	54,601,043.47	50,635,186.41
August	148,632,446.27	58,479,133.83	49,700,541.24
September	148,471,027.88	55,720,287.89	52,700,365.04
October	147,617,720.70	55,358,005.60	63,257,680.43
November	151,696,361.41	53,431,447.83	49,898,071.17
December	134,847,217.91	54,485,183.67	51,267,971.91
Total	1,687,654,376.20	648,616,296.73	571,689,648.11

NOTE 2: INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	2,950,000.00	-	-
1002	Rates	9,050,000.00	750,000.00	530,000.00
1003	Local Licenses Fines and Fees	5,676,000.00	55,000.00	117,000.00
1004	Earnings from Commercial Undertaking	4,900,000.00	-	354,500.00
1005	Rent on Local Government Properties	4,424,000.00	-	-
1006	Interest on Dividends	-	-	-
1007	Grants	-	-	-
1008	Miscellaneous	13,000,000.00	1,401,650.00	1,783,600.00
	Total	40,000,000.00	2,206,650.00	2,785,100.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Chairman	4,500,000.00	3,542,518.36	3,542,518.36
Office of the Vice Chairman	3,500,000.00	3,326,918.40	3,326,918.40
Supervisor	15,750,000.00	15,771,577.20	15,771,577.20
Special Advisers	12,000,000.00	10,508,371.03	10,508,371.03
Secretary to Council	3,500,000.00	3,154,315.44	3,154,315.44
Office of the Leader	3,500,000.00	3,245,199.12	3,245,199.12
Councillors	18,500,000.00	23,789,869.22	20,750,073.96
House/Deputy Leader	5,500,000.00	4,484,393.91	2,964,496.28
Deputy Leader	2,750,000.00	3,094,200.00	3,094,200.00
Chief/Deputy Chief Whip	5,500,000.00	5,928,992.56	5,928,992.56
Total	75,000,000.00	76,846,355.24	72,286,662.35

NOTE 4: PERSONNEL COSTS

HEAD	Description	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
2004	Administration	118,863,249.72	86,798,442.22	89,304,109.63
2005	Finance and Supplies	68,355,273.00	55,359,638.26	56,608,034.15
2006	Education	45,875,314.00	34,549,772.83	35,996,838.23
2007	Primary Health Care	139,082,630.00	117,409,791.39	124,483,821.36
2008	Agriculture and Natural Resources	18,489,684.00	9,753,209.55	9,295,402.71
2009	Works and Housing Lands & Survey	35,724,058.00	30,571,326.71	36,104,096.07
2010	Budget Planning Research and Statistics	19,442,055.00	9,921,991.81	9,994,070.64
2011	Traditional Rulers Office	4,167,736.28	656,500.00	505,680.00
	Total	450,000,000.00	345,020,672.77	362,292,052.79

NOTE 5: OVERHEAD COSTS

HEAD	DESCRIPTION	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
2001A	Office of the Executive Chairman	41,000,000.00	40,570,950.00	33,108,890.00
2001B	Office of the Vice Chairman	10,600,000.00	-	-
2002A	Office of the Secretary	6,040,000.00	2,534,500.00	1,750,000.00
2002B	Office of the Supervisors	10,000,000.00	-	-
2002C	Office of the Special Advisers	6,600,000.00	-	-
2003A	Office of the Legislative/General Council	22,400,000.00	21,052,301.00	19,131,250.00
2003B	Office of the Leader	6,000,000.00	-	-
2003C	Office of the Deputy Leader	5,820,000.00	-	-
2003D	Office of the Majority Leader	8,940,000.00	-	-
2003E	Office of the Deputy Majority Leader	5,200,000.00	-	-
2003F	Office of the Chief Whip	3,800,000.00	-	-
2003G	Office of the Deputy Chief Whip	3,700,000.00	-	-
2003H	Office of the Clerk	3,500,000.00	-	-
2004A	Office of the Head of Local Government Service	10,500,000.00	4,183,300.00	3,379,234.48
2004B	Office of the Administration & General Services	15,500,000.00	-	-
2005	Finance and Supplies	11,500,000.00	5,753,584.76	3,429,307.11
2006	Education Information & Sports	5,100,000.00	663,500.00	514,000.00
2007	Health	12,500,000.00	926,000.00	1,380,500.00
2008	Agricultural/Natural Resources	4,500,000.00	357,000.00	540,000.00
2009	Works and Transport	8,300,000.00	312,800.00	205,000.00
2010	Budget, Planning, Research & Statistics	5,900,000.00	1,020,000.00	455,000.00
2011	Traditional Rulers Council	3,400,000.00	1,489,500.00	945,000.00
2012	Miscellaneous	39,200,000.00	38,359,250.00	18,626,433.86
	Total	250,000,000.00	117,222,685.76	83,464,615.45

NOTE 6: CAPITAL EXPENDITURE

DESCRIPTION	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
Economic Sector	203,000,000.00	5,450,000.00	689,530.72
Social Sector	100,000,000.00	4,321,940.00	6,550,000.00
Environmental Sector	80,000,000.00	959,400.00	280,000.00
Administration Sector			
General Administration (Executive)	243,000,000.00	45,444,100.00	218,621,472.00
General Administration (Legislative)	-	-	-
Total	626,000,000.00	56,175,440.00	226,141,002.72

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
Advances 2019	1,009,118,898.00	Advances 2018	957,140,534.05
Advances 2018	957,140,534.05	Advances 2017	1,088,684,855.58
	(51,978,363.95)		131,544,321.53

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	289,062,685.65	Deposits 2018	287,515,080.98
2018 Deposits	287,515,080.98	Deposits 2017	280,057,359.86
	1,547,604.67		7,457,721.12

NOTE 9: CASH AND BANK BALANCES

Description	2019 ₦	2018 ₦
Cash in Hand	204,872.38	12,000.00
Cash At Bank:		
(i) Zenith Bank – 1010915485	45.33	45.33
(ii) Zenith Bank – 1011731798	932.25	932.25
(iii) Zenith Bank – 1014046439	9,168,416.35	8,907.06
(iv) Zenith Bank – 1014046422	192,592.17	192,592.17
(v) Skye Bank – 4040014437	317,175.82	317,175.82
(vi) UBA PLC – 1006216255	268,819.41	268,819.41
(vii) Fidelity Bank – 5030040218	227,678.00	227,678.00
(viii) Zenith Bank – 1014557050	6,279,848.40	10,648,918.59
(ix) Zenith Bank – 1015487921	147,847.35	4,125.15
Sub Total	16,603,355.08	11,669,193.78
Total	16,808,227.46	11,681,193.78

NOTE 10: ADVANCES

S/N	Detail	2019 ₦	2018 ₦
I	Purchases	514,467,388.00	487,516,124.05
II	Imprest	273,398,120.00	252,528,120.00
III	Touring	164,825,070.00	160,237,970.00
IV	Salary/Special	2,473,221.00	2,903,221.00
V	Motor Vehicle	37,800,099.00	37,800,099.00
VI	Fuelling /Car Maintenance	16,155,000.00	16,155,000.00
	Total	1,009,118,898.00	957,140,534.05

NOTE 11: DEPOSITS

Details	2019 ₦	2018 ₦
(i) PAYE Tax	23,871,144.49	24,729,262.44
(ii) NULGE Dues State/Branch	1,704,298.37	2,078,249.07
(iii) NANNM	(2,079,540.51)	(2,067,665.61)
(iv) VAT	3,308,222.00	3,308,222.00
(v) Withholding Tax	7,145,680.00	7,145,680.00
(vi) Pension Deduction	7,521,855.73	7,521,855.73
(vii) NULGE Dues	1,704,298.37	2,078,249.07
(viii) Others	245,886,727.20	242,721,228.28
TOTAL	289,062,685.65	287,515,080.98

ORON LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Oron Government Council in accordance with the Provisions of the Model Financial Memoranda.

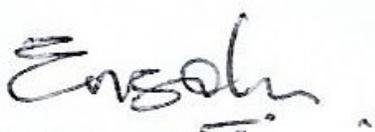
The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Oron Local Government Council as at 31st December, 2019 and its operations for the year ended on that date



Mrs. Enobong S. Andrews
Director of Finance
Date: 07/08/2020



Rt. Hon. Anthony B. Etim
Chairman
Date: 07/08/2020

⋮

AUDIT CERTIFICATE

The Executive Chairman
Oron Local Government Council
Oron

AUDIT CERTIFICATE ON THE ACCOUNTS OF ORON LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Oron Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Oron Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

ORON LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

ORON LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASH FLOW FROM OPERATING ACTIVITIES	NOTES	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS:				
Federal Allocations	1	1,600,000,000.00	625,066,214.67	510,420,786.59
Derivation	1	300,000,000.00	-	-
Value Added Tax (VAT)	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	3,000,000.00	-	15,000.00
Rates	2	2,370,000.00	-	-
Local Licenses and fees	2	4,420,000.00	10,059,779.22	6,176,360.00
Earnings from Comm. Undertaking	2	6,850,000.00	-	518,000.00
Rent on Local Govt. Property	2	3,600,000.00	-	155,000.00
Internal Payments & Dividends	2	200,000.00	-	-
Miscellaneous	2	4,560,000.00	12,555,315.12	4,856,268.39
TOTAL IGR		25,000,000.00	22,615,094.34	11,720,628.39
Capital Receipts: B/F		500,000.00	-	-
Grants		50,000,000.00	-	-
Miscellaneous		19,500,000.00	-	-
Sub Total – Stat. Allocation	2	2,375,000,000.00	625,066,214.67	510,420,786.59
Total Revenue			647,681,309.01	522,141,414.98
EXPENDITURE				
Consolidated Revenue Fund Charge:				
Political/ Public Office Holders	3	70,000,000.00	68,010,214.92	59,645,176.49
Pension/Training Fund/ TRC		250,000,000.00	-	-
Funding of Prim. Education		700,000,000.00	-	-
Internal Debt Servicing		10,000,000.00	-	-
Sub-Total Consolidated Revenue Fund Charge		1,030,000,000.00	68,010,214.92	59,645,176.49
Personnel Costs	4	460,000,000.00	318,931,707.74	317,019,703.19
Overhead Costs	5	250,000,000.00	127,175,297.12	130,854,141.00
Total Payments		1,740,000,000.00	514,117,219.78	507,519,020.68
Net Cash Flow From Operating Activities	A	635,000,000.00	133,564,089.23	14,622,394.30
Cash Flow From Investing Activities				
Capital Expenditure	6	635,000,000.00	28,813,616.00	(56,119,600.00)
Net Cash Flow From Investing Activities	B		(28,813,616.00)	(56,119,600.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(107,261,700.00)	25,054,037.39
Increase/decrease in other Liabilities	8		8,552,269.83	8,147,126.74
Total Cash Flow From other Cash equivalent Accounts	C		(98,709,430.17)	33,201,164.13
Net cash Flow for the year	A+ B+ C		6,041,043.06	(8,296,041.57)
Cash and its equivalent as at 1 st January, 2019	9		8,570,214.70	16,866,256.27
Cash and its equivalent as at 31st December, 2019	9		14,611,257.76	8,570,214.70

ORON LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	Notes	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	1,892,213.56	376,434.51
Cash at Bank	9	12,719,044.20	8,193,780.19
TOTAL LIQUID ASSETS		14,611,257.76	8,570,214.70
Investment & Other Cash Assets:			
Advances	10	473,802,327.94	366,540,627.94
TOTAL ASSETS		<u>488,413,585.70</u>	<u>375,110,842.64</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		314,550,762.43	209,800,289.20
OTHER LIABILITIES			
Deposits	11	173,862,823.27	165,310,553.44
TOTAL LIABILITIES		<u>488,413,585.70</u>	<u>375,110,842.64</u>

ORON LOCAL GOVERNMENT COUNCIL
STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp-Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
251,297,494.90	Opening Balance	-	-	-	209,800,289.20	
	ADD REVENUE:					
	Internal Generated Revenue:					
510,420,786.59	Statutory Allocations	1,600,000,000.00	-	1,600,000,000.00	625,066,214.67	(61)
-	Derivation	300,000,000.00	-	300,000,000.00	-	(100)
-	Value Added Tax (VAT)	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
510,420,786.59	Sub Total – Statutory Allocation	2,280,000,000.00	-	2,280,000,000.00	625,066,214.67	(73)
15,000.00	Taxes	3,000,000.00	-	3,000,000.00	-	(100)
-	Rates	2,370,000.00	-	2,370,000.00	-	(100)
6,176,360.00	Local Licenses and fees	4,420,000.00	-	4,420,000.00	10,059,779.22	128
518,000.00	Earnings from Comm. Undertaking	6,850,000.00	-	6,850,000.00	-	(100)
155,000.00	Rent on Local Govt. Property	3,600,000.00	-	3,600,000.00	-	(100)
-	Internal Payments & Dividends	200,000.00	-	200,000.00	-	(100)
4,856,268.39	Miscellaneous	4,560,000.00	-	4,560,000.00	12,555,315.12	175
11,720,628.39	Total IGR	25,000,000.00	-	25,000,000.00	22,615,094.34	(10)
773,438,909.88	Total Revenue	2,305,000,000.00	-	2,305,000,000.00	857,481,598.21	(63)
	EXPENDITURE					
	Consolidated Revenue Fund Charge:					
59,645,176.49	Political/ Public Office Holders	70,000,000.00	-	70,000,000.00	68,010,214.92	92
-	Pension/Training Fund/ TRC	250,000,000.00	-	250,000,000.00	-	100
-	Funding of Prim. Education	700,000,000.00	-	700,000,000.00	-	100
-	Internal Debt Servicing/ Charges	10,000,000.00	-	10,000,000.00	-	100
59,645,176.49	Sub Total- CRFC	1,030,000,000.00	-	1,030,000,000.00	68,010,214.92	93
317,019,703.19	Personnel Costs	460,000,000.00	-	460,000,000.00	318,931,707.74	3
130,854,141.00	Overhead Costs	250,000,000.00	-	250,000,000.00	127,175,297.12	49
507,519,020.68	Total Recurrent Expenditure	1,740,000,000.00	-	1,740,000,000.00	514,117,219.78	71
265,919,889.20	Operating Balance	565,000,000.00	-	565,000,000.00	343,364,378.43	46
56,119,600.00	Transfer to Capital Dev. Fund	635,000,000.00	-	635,000,000.00	28,813,616.00	95
209,800,289.20	Closing Balance	(70,000,000.00)	-	(70,000,000.00)	314,550,762.43	

ORON LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	500,000.00	-	500,000.00		
	Add Revenue:					
56,119,600.00	Transfer from Con. Rev. Fund	635,000,000.00	-	635,000,000.00	28,813,616.00	95
	Grant	50,000,000.00	-	50,000,000.00	-	
	Miscellaneous	19,500,000.00	-	19,500,000.00	-	
	Total Revenue available	705,000,000.00		705,000,000.00		
	Less Capital Expenditure :					
7,572,005.00	Economic Sector	206,000,000.00	-	206,000,000.00	200,000.00	99
2,000,000.00	Social Sector	160,000,000.00	-	160,000,000.00	2,320,000.00	99
12,920,095.00	Environmental Sector	49,000,000.00	-	49,000,000.00	1,680,000.00	97
33,627,500.00	Admin. Sector	220,000,000.00	-	220,000,000.00	24,613,616.00	89
56,119,600.00	Total Expenditure	635,000,000.00	-	635,000,000.00	28,813,616.00	95
0	Closing Balance	70,000,000.00		70,000,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1 - STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLG,Jaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	137,552,111.87	71,314,330.71	32,594,545.44
February	130,707,728.32	42,509,475.14	34,124,442.39
March	122,994,954.84	39,807,145.43	34,048,566.14
April	130,628,387.84	41,931,401.62	38,119,909.57
May	130,417,382.26	39,722,769.84	41,384,886.45
June	144,602,302.15	53,052,926.81	42,116,650.93
July	157,147,697.71	58,201,354.56	45,503,689.15
August	148,812,614.69	54,662,243.73	46,545,725.88
September	148,837,087.53	55,777,607.15	47,999,989.28
October	147,773,132.66	53,688,912.36	56,209,739.52
November	151,542,541.79	54,645,133.89	47,439,576.82
December	134,817,996.30	59,752,913.43	44,333,065.02
Total	<u>1,685,833,937.96</u>	<u>625,066,214.67</u>	<u>510,420,786.59</u>

NOTE 2. INTERNALLY GENERATED REVENUE

HEAD	DESCRIPTION	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
1001	Taxes	3,000,000.00	-	15,000.00
1002	Rates	2,370,000.00	-	-
1003	Local Licenses Fines and Fees	4,420,000.00	10,059,779.22	6,176,360.00
1004	Earnings from Comm. Undertaking	6,850,000.00	-	518,000.00
1005	Rent on Local Government Properties	3,600,000.00	-	155,000.00
1006	Interest on Dividends	200,000.00	-	-
1007	Grants	-	-	-
1008	Miscellaneous	<u>4,560,000.00</u>	<u>12,555,315.12</u>	<u>4,856,268.39</u>
	Total	<u>25,000,000.00</u>	<u>22,615,094.34</u>	<u>11,720,628.39</u>

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
Office of the Executive Chairman	5,000,000.00	3,542,418.36	3,959,779.64
Office of the Vice Chairman	4,000,000.00	3,326,918.40	3,780,720.34
Office of the Secretary	3,500,000.00	3,154,315.44	3,595,172.15
Office of the Supervisors	15,000,000.00	15,771,577.20	17,342,979.30
Office of the Special Advisers	10,000,000.00	12,161,216.16	2,018,424.07
Legislative/ General Council	32,500,000.00	30,053,769.36	28,948,100.99
Total	<u>70,000,000.00</u>	<u>68,010,214.92</u>	<u>59,645,176.49</u>

NOTE 4: PERSONNEL COSTS:

Head	DEPARTMENTS	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
2001	Office of the Chairman	2,785,700.00	-	-
2002	Office of the secretary	2,532,150.00	-	-
2004A	Office of the Head of Service	6,670,460.00	-	-
2004	Administration	132,203,450.00	113,381,716.76	103,692,236.84
2005	Finance and Supplies	82,286,850.00	48,568,276.59	48,191,543.47
2006	Social Development, Information, Youth, Sports & Culture	68,961,810.00	45,891,060.14	47,396,358.52
2007	Primary Health Care	112,168,700.00	93,270,446.75	86,872,663.24
2008	Agriculture and Natural Resources	8,750,770.00	4,699,723.88	4,668,910.44
2009	Works and Housing, Lands & Survey	17,990,990.00	10,728,856.16	11,114,999.95
2010	Budget, Planning, Research and Statistics	11,485,810.00	2,391,627.46	2,447,555.40
2011	Traditional Rulers Office	4,163,310.00	-	-
	Arrears Of Leave Grant(2014-2017)	10,000,000.00	-	12,635,435.33
	Total	<u>460,000,000.00</u>	<u>318,931,707.74</u>	<u>317,019,703.19</u>

NOTE 5: OVERHEAD COSTS:

Head	DESCRIPTION	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
2001A	Office of the Executive Chairman	45,000,000.00	33,006,125.00	35,865,020.00
2001B	Office of the Vice Chairman	10,000,000.00	3,392,575.00	6,438,100.00
2002A	Office of the Secretary	5,000,000.00	1,347,575.00	4,608,500.00
2002B	Office of the Supervisors	6,000,000.00	3,298,100.00	11,097,898.00
2002C	Office of the Special Advisers	5,000,000.00	2,195,000.00	1,970,000.00
2003A	Office of the Legislative/General Council	25,000,000.00	7,315,500.00	14,602,787.00
2003B	Office of the Leader	4,000,000.00	1,800,000.00	1,051,412.00
2003C	Office of the Deputy Leader	3,000,000.00	1,685,000.00	1,801,802.00
2003D	Office of the Majority Leader	2,500,000.00	1,200,000.00	712,500.00
2003E	Office of the Deputy Majority Leader	2,000,000.00	-	-
2003F	Office of the Chief Whip	2,000,000.00	1,482,500.00	-
2003G	Office of the Deputy Chief Whip	2,000,000.00	1,350,000.00	-
2003H	Office of the Clerk	2,500,000.00	120,000.00	-
2004A	Office of the Head of Local Govt Service	6,000,000.00	760,000.00	3,028,800.00
2004B	Office of the Administration & General Services	6,000,000.00	5,871,625.00	3,415,000.00
2005	Finance and Supplies	7,000,000.00	4,407,445.90	3,431,200.00
2006	Education, Information & Sports	4,000,000.00	357,000.00	1,088,500.00
2007	Health	5,000,000.00	1,120,000.00	876,100.00
2008	Agriculture and Natural Resources	3,000,000.00	634,000.00	594,340.00
2009	Works and Transport	4,000,000.00	295,000.00	420,000.00
2010	Budget, Planning, Research & Statistics	4,000,000.00	570,500.00	547,100.00
2011	Traditional Rulers Council	3,000,000.00	125,000.00	2,050,000.00
2012	Miscellaneous	94,000,000.00	54,842,351.22	37,255,082.00
	Total	250,000,000.00	127,175,297.12	130,854,141.00

NOTE 6: CAPITAL EXPENDITURE

	BUDGET 2019 ₦	ACTUAL 2019 ₦	ACTUAL 2018 ₦
Economic Sector	206,500,000.00	200,000.00	7,572,005.00
Social Sector	160,000,000.00	2,320,000.00	2,000,000.00
Environmental Sector	49,000,000.00	1,680,000.00	12,920,095.00
Administration Sector			
General Administration (Executive)	165,000,000.00	22,863,616.00	19,027,500.00
General Administration (Legislature)	55,000,000.00	1,750,000.00	14,600,000.00
Total	635,000,000.00	28,813,616.00	56,119,600.00

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
2019 Advances	473,802,327.94	2018 Advances	366,540,627.94
2018 Advances	366,540,627.94	2017 Advances	391,594,665.33
Total	(107,261,700.00)		25,054,037.39

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	173,862,823.27	2018 Deposits	165,310,553.44
2018 Deposits	165,310,553.44	2017 Deposits	157,163,426.70
Total	8,552,269.83	Total	8,147,126.74

NOTE 9: CASH ANDBANK BALANCES

DESCRIPTION	2019 ₦	2018 ₦
CASH IN HAND	1,892,213.56	376,434.51
BANKS:		
Zenith Bank A/c (Salary)-1014518327	12,217,541.54	7,806,441.04
Zenith Bank A/c (Project)-1012846147	413,456.67	85,107.17
Access Bank A/c No. 0019489180	88,045.99	302,231.98
Sub Total Bank Bal.	12,719,044.20	8,193,780.19
Total	14,611,257.76	8,570,214.70

NOTE 10: ADVANCES

Detail	2019 ₦	2018 ₦
i. Purchase Advances	387,857,984.94	330,304,784.94
ii Imprest	71,760,600.00	34,290,100.00
iii Touring	9,892,300.00	(2,351,700.00)
iv Upkeep	(1,015,000.00)	(1,015,000.00)
v. Motor Vehicle	4,543,150.00	4,543,150.00
vi Salary/ Special	763,293.00	769,293.00
Total	473,802,327.94	366,540,627.94

NOTE 11: DEPOSITS

Detail	2019 ₦	2018 ₦
I. PAYE Tax	1,506,355.75	537,989.31
ii. NULGE Dues-State/ Branch	1,650,739.74	1,650,739.74
iii. NANNM	1,047,793.90	1,047,793.90
iv. 5% VAT	1,335,109.28	1,335,109.28
v. 5% Withholding Tax	1,348,547.28	1,348,547.28
vi. Pension Deductions	-	-
vii. Others	166,974,277.32	159,390,373.93
Total	173,862,823.27	165,310,553.44

ORUK ANAM LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Oruk Anam Government Council in accordance with the Provisions of the Model Financial Memoranda.

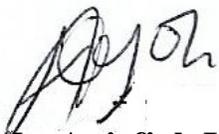
The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Oruk Anam Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Aniefiok I. Oyoh
Director of Finance
Date: 06/08/2020



Rt. Hon. Ubong S. Idiong
Chairman
Date: 06/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Oruk Anam Local Government Council
Ikot Ibritam

AUDIT CERTIFICATE ON THE ACCOUNTS OF ORUK ANAM LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Oruk Anam Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Oruk Anam Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/0000009474
December, 2020

ORUK ANAM LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER , 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

ORUK ANAM LOCAL GOVERNMENT COUNCIL

STATEMENT NO. 1

CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASHFLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS				
Statutory Allocation	1	1,800,000,000.00	664,481,375.58	560,737,887.27
OTHERS: Derivation	1	200,000,000.00	-	-
Valued and Added Tax	1	300,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	2,800,000.00	-	300.00
Rates	2	1,700,000.00	1,300,000.00	1,240,000.00
Local License Fines and Fees	2	4,110,000.00	250,650.00	202,610.00
Earning From Commercial Undertaking	2	6,470,000.00	-	5,000.00
Rent on Local Govt. Property	2	2,300,000.00	-	-
Interest and Dividend Receivable	2	500,000.00	-	-
Grant	2	-	-	-
Miscellaneous	2	4,120,000.00	11,179,297.46	2,318,122.04
Capital Receipts: B/F		1,000,000.00		
Grants		200,000,000.00		
Miscellaneous		50,000,000.00		
TOTAL RECEIPTS		2,603,000,000.00	677,211,323.04	564,503,919.31
PAYMENTS				
Consolidated Revenue Fund Charge				
Political/ Public Office Holders	3	80,000,000.00	76,903,103.76	71,177,212.98
Pensions/ Training Fund/ Traditional Rulers Council	3	250,000,000.00	-	-
Funding Of Primary Education	3	820,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	-	-
Total Consolidated Revenue Fund Charges		1,160,000,000.00	76,903,103.76	71,177,212.98
Personnel Costs	4	400,000,000.00	336,262,003.35	370,756,713.62
Overhead Costs	5	260,000,000.00	125,587,762.14	94,139,105.40
TOTAL PAYMENTS		1,820,000,000.00	538,752,869.25	536,073,032.00
Net Cash Flow from Operating Activities A		783,000,000.00	138,458,453.79	28,430,887.31
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	783,000,000.00	38,533,980.00	2,000,000.00
Net Cash Flow From Investing Activities B			(38,533,980.00)	(2,000,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(71,657,900.00)	(63,720,100.00)
Increase/decrease in other Liabilities	8		50,200.00	1,688,136.60
Total Cash Flow From other Cash equivalent Accounts C			(71,607,700.00)	(62,031,963.40)
NET CASH FLOW FROM FOR THE YEAR (A+B+C)			28,316,773.79	(35,601,076.09)
Cash and its equivalent as at 1 st January, 2019	9		16,375,542.79	51,976,618.88
Cash and its equivalent as at 31 st December, 2019	9		44,692,316.58	16,375,542.79

**ORUK ANAM LOCAL GOVERNMENT COUNCIL
STATEMENT NO. 2**

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	244,850.00	100,760.00
Cash at Bank	9	44,447,466.58	16,274,782.79
TOTAL LIQUID ASSETS		44,692,316.58	16,375,542.79
Investment & Other Cash Assets:			
Advances	10	1,746,835,440.98	1,675,177,540.98
TOTAL ASSETS		<u>1,791,527,757.56</u>	<u>1,691,553,083.77</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		1,615,650,885.80	1,515,726,412.01
OTHER LIABILITIES			
Deposits	11	175,876,871.76	175,826,671.76
TOTAL LIABILITIES		<u>1,791,527,757.56</u>	<u>1,691,553,083.77</u>

ORUK ANAM LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp-Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
1,489,295,524.70	Opening Balance	-	-	-	1,515,726,412.01	
	Add revenue:					
560,737,887.27	Statutory Allocation	1,800,000,000.00	-	1,800,000,000.00	664,481,375.58	(63)
-	Derivation	200,000,000.00	-	200,000,000.00	-	(100)
-	Valued Added Tax	300,000,000.00	-	300,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	
-	Stabilization	-	-	-	-	
560,737,887.27	Sub Total Statutory Allocation	2,330,000,000.00	-	2,330,000,000.00	664,481,375.58	(71)
300.00	Taxes	2,800,000.00	-	2,800,000.00	-	(100)
1,240,000.00	Rates	1,700,000.00	-	1,700,000.00	1,300,000.00	(24)
202,610.00	Local License, Fines And Fees	4,110,000.00	-	4,110,000.00	250,650.00	(94)
5,000.00	Earning From Commercial Undertaking	6,470,000.00	-	6,470,000.00	-	(100)
-	Rent On Local Govt. Property	2,300,000.00	-	2,300,000.00	-	(100)
-	Interest & Dividends Receivable	500,000.00	-	500,000.00	-	(100)
-	Grants	-	-	-	-	-
2,318,122.04	Miscellaneous	4,120,000.00	-	4,120,000.00	11,179,297.46	171
3,766,032.04	Sub. Total IGR	22,000,000.00	-	22,000,000.00	12,729,947.46	(42)
2,053,799,444.01	TOTAL REVENUE	2,352,000,000.00	-	2,352,000,000.00	2,192,937,735.05	(7)
-	EXPENDITURE					
	Consolidated Rev. Fund Charges					
71,177,212.98	Political/Public Office Holders	80,000,000.00	-	80,000,000.00	76,903,103.76	4
-	Pension/Training Fund/Traditional Rulers Council	250,000,000.00	-	250,000,000.00	-	100
-	Funding Of Primary Education	820,000,000.00	-	820,000,000.00	-	100
-	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	-	100
71,177,212.98	Sub Total CRFC	1,160,000,000.00	-	1,160,000,000.00	76,903,103.76	93
370,756,713.62	Personnel Costs	400,000,000.00	-	400,000,000.00	336,262,003.35	16
94,139,105.40	Overhead Costs	260,000,000.00	-	260,000,000.00	125,587,762.14	52
536,073,032.00	Total Recurrent Expenditure	1,820,000,000.00	-	1,820,000,000.00	538,752,869.25	70
1,517,726,412.01	Operating Balance	532,000,000.00	-	532,000,000.00	1,654,184,865.80	
2,000,000.00	Transfer to Capital Dev. Fund	783,000,000.00	-	783,000,000.00	38,533,980.00	95
1,515,726,412.01	CLOSING BALANCE	(251,000,000.00)	0	(251,000,000.00)	1,615,650,885.80	

ORUK ANAM LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00		
	Add Revenue:					
2,000,000.00	Transfer from Consolidated Rev. Fund	783,000,000.00	-	783,000,000.00	38,533,980.00	95
	Grant	200,000,000.00	-	200,000,000.00	-	100
	Miscellaneous	50,000,000.00	-	50,000,000.00	-	100
2,000,000.00	Total Revenue available	1,034,000,000.00		1,034,000,000.00	38,533,980.00	99
	Less Capital Expenditure :					
2,000,000.00	Economic Sector	175,000,000.00	-	175,000,000.00	350,000.00	99
-	Social Sector	178,000,000.00	-	178,000,000.00	1,200,000.00	99
	Environmental/Regional Development	65,000,000.00	-	65,000,000.00	250,000.00	99
-	General Administration	365,000,000.00	-	365,000,000.00	36,733,980.00	90
2,000,000.00	Total Expenditure B	783,000,000.00	-	783,000,000.00	38,533,980.00	95
0	Closing Balance A-B	251,000,000.00		251,000,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	163,273,751.20	74,058,610.14	37,266,950.48
February	155,284,899.96	45,011,176.23	37,236,892.80
March	146,040,310.02	42,492,603.42	36,579,313.96
April	154,985,356.35	45,283,154.24	42,752,593.19
May	154,703,845.20	43,422,076.40	46,261,025.12
June	171,679,929.93	56,832,618.29	46,575,875.42
July	186,211,799.68	61,827,796.89	49,467,070.17
August	176,422,644.46	58,184,804.07	48,402,829.97
September	176,290,277.84	58,329,179.08	51,193,136.22
October	174,868,280.72	56,424,620.99	63,421,841.45
November	179,391,377.54	57,412,997.43	51,271,206.76
December	159,832,510.30	65,201,738.40	50,309,151.73
Total	1,998,984,983.20	664,481,375.58	560,737,887.27

NOTE 2: INTERNALLY GENERATED REVENUE

Head	Sub Head	DESCRIPTION	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	1-11	Taxes	2,800,000.00	-	300.00
1002	1-7	Rates	1,700,000.00	1,300,000.00	1,240,000.00
1003	1-97	Local Licenses, Fines & Fees	4,110,000.00	250,650.00	202,610.00
1004	1-9	Earning from Commercial Undertaking	6,470,000.00	-	5,000.00
1005	1-3	Rent on Local Govt. Property	2,300,000.00	-	-
1006	1-6	Interest and Dividends	500,000.00	-	-
1007	1-3	Grants	-	-	-
1008	1-9	Miscellaneous	4,120,000.00	11,179,297.46	2,318,122.04
		Total	22,000,000.00	12,729,947.46	3,766,032.04

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

Head	DESCRIPTION	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Executive Chairman	7,000,000.00	3,542,418.36	3,808,099.71
2001B	Office of the Vice Chairman	4,000,000.00	3,326,918.40	3,576,437.25
2002A	Office of the Secretary	4,000,000.00	3,154,315.44	3,390,889.09
2002B	Office of the Special Advisers	10,000,000.00	12,161,216.16	8,073,696.28
2002C	Office of the Supervisory Councillors	15,000,000.00	15,771,577.20	10,470,574.85
2003B	Leader of the House	4,000,000.00	3,245,199.12	-
2003C	Deputy Leader of the House	3,000,000.00	3,094,200.00	-
2003D	Office of the Chief Whip	3,000,000.00	2,964,296.28	-
2003E	Office of the Deputy Chief Whip	3,000,000.00	2,964,296.28	-
2003F	Office of the Majority Leader	3,000,000.00	2,964,296.28	-
2003G	Office of the Deputy Majority Leader	3,000,000.00	-	-
2003H	Legislative/General Council	21,000,000.00	23,714,370.24	41,857,515.80
	Total	80,000,000.00	76,903,103.76	71,177,212.98

NOTE 4 PERSONNEL COSTS

Head	DETAILS	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004A	Head of Local Govt. Service	5,000,000.00	-	-
2004B	Administration	90,164,020.00	81,261,630.51	87,306,946.39
2005	Finance and Supplies	60,632,000.00	40,694,459.03	46,491,776.70
2006	Education	70,052,131.00	50,879,906.15	55,681,396.16
2007	Health	110,834,300.00	117,987,422.22	128,910,733.73
2008	Agriculture and Natural Resources	1,755,192.00	2,747,931.27	3,202,190.47
2009	Works And Housing, Land & Survey	50,632,318.00	33,047,691.19	37,224,848.15
2011	Budget, Planning, Research and Statistics	10,930,039.00	9,642,962.98	11,938,822.02
	Total	400,000,000.00	336,262,003.35	370,756,713.62

NOTE 5: OVERHEAD COSTS

Head	DESCRIPTION	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Chairman	40,000,000.00	29,212,000.00	23,690,000.00
2001B	Office of the Vice Chairman	10,000,000.00	7,625,000.00	3,600,000.00
2002A	Office of the Secretary	8,000,000.00	4,400,000.00	2,940,000.00
2002B	Office of the Supervisors	8,000,000.00	10,910,000.00	3,687,000.00
2002C	Office of the Special Advisers	5,000,000.00	4,370,000.00	2,225,000.00
2003A	General Council	11,000,000.00	16,734,000.00	16,775,000.00
2003B	Office of the Leader	4,000,000.00	2,880,000.00	580,000.00
2003C	Office of the Deputy Leader	3,000,000.00	2,240,000.00	570,000.00
2003D	Office of the Majority Leader	2,500,000.00	2,100,000.00	185,000.00
2003E	Office of the Dep. Majority Leader	2,000,000.00	2,251,000.00	6,575,000.00
2003F	Office of the Chief Whip	2,500,000.00	2,320,000.00	370,000.00
2003G	Office of the Dep. Chief Whip	2,000,000.00	2,235,000.00	185,000.00
2003H	Office of the Clerk	2,000,000.00	450,000.00	2,300,000.00
2004A	Head of Local Govt. Service	8,000,000.00	640,000.00	561,998.70
2004B	Administration Department	6,000,000.00	4,018,000.00	11,260,253.36
2005	Finance/Supplies Department	7,000,000.00	2,775,500.00	3,259,220.00
2006	Education information & Sport	4,000,000.00	790,000.00	960,000.00
2007	Medical and Health Department	5,000,000.00	1,170,000.00	988,000.00
2008	Agricultural and Natural Resources	3,000,000.00	225,000.00	590,000.00
2009	Works and Housing Department	4,000,000.00	1,485,000.00	709,500.00
2010	Budget, Planning, Research & Statistic	3,000,000.00	200,000.00	639,000.00
2011	Traditional Rulers Office	3,000,000.00	-	60,000.00
2012	Miscellaneous	117,000,000.00	26,557,262.14	11,429,133.34
	Total	260,000,000.00	125,587,762.14	94,139,105.40

NOTE 6: CAPITAL EXPENDITURE

DESCRIPTION	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	175,000,000.00	350,000.00	2,000,000.00
Social Sector	178,000,000.00	1,200,000.00	-
Environmental Sector	65,000,000.00	250,000.00	-
Administration Sector			-
General Administration (Executive)	270,000,000.00	36,733,980.00	-
General Administration (Legislative)	95,000,000.00		
Total	783,000,000.00	125,587,762.14	2,000,000.00

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

	2019 ₦		2018 ₦
2019 Advances	1,746,835,440.98	2018 Advances	1,675,177,540.98
2018 Advances	1,675,177,540.98	2017 Advances	1,611,457,440.98
	(71,657,900.00)		63,720,100.00

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

	2019 ₦		2018 ₦
2019 Deposits	175,876,871.76	2018 Deposits	175,826,671.76
2018 Deposits	175,826,671.76	2017 Deposits	174,138,535.16
	50,200.00		1,688,136.60

NOTE 9: CASH AND BANKBALANCES

Description	2019 ₦	2018 ₦
Cash in Hand	244,850.00	100,760.00
Cash at Bank:		
Zenith Bank A/c (Salary) 1014518334	31,461,638.43	15,911,771.27
Zenith Bank A/c (Main) 1010450304	12,985,828.15	306,608.40
UBA	-	45,027.59
Skye Bank	-	11,375.53
Sub Total	44,447,466.58	16,274,782.79
Total	44,692,316.58	16,375,542.79

NOTE 10: ADVANCES

		2019 ₦	2018 ₦
(1)	Purchases	1,296,807,383.98	1,242,331,483.98
(2)	Imprest	222,107,000.00	210,732,000.00
(3)	Touring	107,417,449.00	101,610,449.00
(4)	Salary/Special	22,387,208.00	22,387,208.00
(5)	Motor Vehicle	61,919,125.00	61,919,125.00
(6)	Project Advance	20,452,275.00	20,452,275.00
(7)	Upkeep	15,745,000.00	15,745,000.00
	TOTAL	1,746,835,440.98	1,675,177,540.98

NOTE 11: DEPOSITS

	2019 ₦	2018 ₦
PAYE Tax	5,973,758.00	5,481,441.14
NULGE Dues State/Branch	601,460.01	601,460.01
NANNM	63,770.47	63,770.47
VAT	5,973,758.00	5,973,758.00
Withholding Tax	6,698,181.00	6,698,181.00
Pension Deductions	22,178,463.00	22,178,463.00
Others	134,387,481.28	134,829,598.14
Total	175,876,871.76	175,826,671.76

UDUNG UKO LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Udung Uko Government Council in accordance with the Provisions of the Model Financial Memoranda.

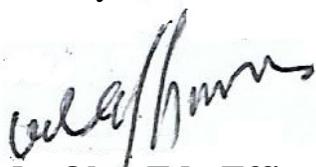
The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Udung Uko Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. OkonEdetEffiong
Director of Finance
Date: 11/08/2020



Hon. OkonEdet Oku
Chairman
Date: 11/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Udung Uko Local Government Council
Eyofin

AUDIT CERTIFICATE ON THE ACCOUNTS OF UDUNG UKO LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Udung Uko Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Udung Uko Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

UDUNG UKO LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER, 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

UDUNG UKO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASHFLOW FROM OPERATING ACTIVITIES	NOTES	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS:				
Statutory Allocation	1	1,400,000,000.00	518,411,836.65	433,090,998.41
OTHERS: Derivation	1	250,000,000.00	-	-
Value Added Tax	1	300,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	1,155,000.00	-	-
Rates	2	950,000.00	-	-
Local License fines & fees	2	4,615,000.00	82,200.00	28,320.00
Earning from Commercial undertaking	2	7,180,000.00	211,110.00	265,500.00
Rent on Local Govt. Property	2	3,600,000.00	-	86,000.00
Interest and Dividends Receivable	2	150,000.00	-	-
Grants	2	1,350,000.00	-	220,000.00
Miscellaneous	2	5,000,000.00	395,500.00	221,700.00
TOTAL RECEIPTS		2,074,500,000.00	519,100,646.65	433,912,518.41
PAYMENTS:				
Consolidated Revenue Fund Charges:				
Political/Public Office Holders	3	70,000,000.00	68,409,659.72	61,649,779.81
Pension/Training Fund/Traditional Rulers Council	3	220,000,000.00	-	-
Funding of Primary Education	3	600,000,000.00	-	-
Internal Debt Servicing/Administrative Charges	3	10,000,000.00	6,325,000.00	-
Total Consolidated Revenue Fund Charges		900,000,000.00	74,734,659.72	61,649,779.81
Personnel Costs	4	300,000,000.00	206,853,075.65	206,910,808.95
Overhead Costs	5	200,000,000.00	91,490,111.82	113,654,198.60
TOTAL PAYMENTS		1,400,000,000.00	373,077,847.19	382,214,787.36
Net Cash flow from Operating activities A		674,500,000.00	146,022,799.46	51,697,731.05
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	674,500,000.00	71,909,651.00	30,052,327.98
Net Cash flow From Investing Activities B			(71,909,651.00)	(30,052,327.98)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(94,835,166.66)	(44,677,199.74)
Increase/decrease in other Liabilities	8		30,390,975.49	1,241,346.81
Total Cash Flow From other Cash equivalent Accounts C			(64,444,191.17)	(43,435,852.93)
Net Cash Flow For the Year (A+B+C)			9,668,957.29	(21,790,449.86)
Cash and its equivalents as at 1st January, 2019	9		15,946,512.87	37,736,962.73
Cash and its equivalents as at 31st December, 2019	9		25,615,470.16	15,946,512.87

UDUNG UKO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	Notes	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	4,616,352.35	7,208,917.54
Cash at Bank	9	20,999,117.81	8,737,595.33
TOTAL LIQUID ASSETS		25,615,470.16	15,946,512.87
Investment & Other Cash Assets:			
Advances	10	1,217,076,648.00	1,122,241,481.34
TOTAL ASSETS		<u>1,242,692,118.16</u>	<u>1,138,187,994.21</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		1,048,079,503.17	973,966,354.71
OTHER LIABILITIES			
Deposits	11	194,612,614.99	164,221,639.50
TOTAL LIABILITIES		<u>1,242,692,118.16</u>	<u>1,138,187,994.21</u>

UDUNG UKO LOCAL GOVERNMENT COUNCIL
STATEMENT NO.3
STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST
DECEMBER, 2019

Actual 2018 N	Description	Initial Budget 2019 N	Supp-Budget 2019 N	Final Budget 2019 N	Actual 2019 N	Var. %
952,320,951.64	Opening Balance	-	-	-	973,966,354.71	
	ADD REVENUE:					
433,090,998.41	Statutory Allocation	1,400,000,000.00	-	1,400,000,000.00	518,411,836.65	(63)
-	Derivation	250,000,000.00	-	250,000,000.00	-	(100)
-	Value Added Tax	300,000,000.00	-	300,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
433,090,998.41	Sub Total Statutory Allocations	1,980,000,000.00	-	1,980,000,000.00	518,411,836.65	(74)
-	Taxes	1,155,000.00	-	1,155,000.00	-	(100)
-	Rates (Tenement)	950,000.00	-	950,000.00	-	(100)
28,320.00	Local License fines & fees	4,615,000.00	-	4,615,000.00	82,200.00	(98)
265,500.00	Earning from Commercial undertaking	7,180,000.00	-	7,180,000.00	211,110.00	(97)
86,000.00	Rent on Local Govt. Property	3,600,000.00	-	3,600,000.00	-	(100)
	Interest & Dividends Receivable	150,000.00	-	150,000.00	-	(100)
220,000.00	Grants	1,350,000.00	-	1,350,000.00	-	(100)
221,700.00	Miscellaneous	5,000,000.00	-	5,000,000.00	395,500.00	(92)
821,520.00	Sub Total IGR	24,000,000.00	-	24,000,000.00	688,810.00	(97)
	Capital Receipts:					
1,386,233,470.05	TOTAL REVENUE	2,004,000,000.00	-	2,004,000,000.00	1,493,067,001.36	(25)
	EXPENDITURE:					
	Consolidated Revenue Fund Charges:					
61,649,779.81	Political/Public Office Holders	70,000,000.00	-	70,000,000.00	68,409,659.72	2
-	Pensions/Training Fund/Traditional Rulers Council	220,000,000.00	-	220,000,000.00	-	100
-	Funding of Primary Education	600,000,000.00	-	600,000,000.00	-	100
-	Internal Debt Servicing/Administrative Charges	10,000,000.00	-	10,000,000.00	6,325,000.00	37
61,649,779.81	Sub Total CRFC	900,000,000.00	-	900,000,000.00	74,734,659.72	92
206,910,808.95	Personnel Costs	300,000,000.00	-	300,000,000.00	206,853,075.65	31
113,654,198.60	Overhead Costs	200,000,000.00	-	200,000,000.00	91,490,111.82	54
382,214,787.36	Total Recurrent Expenditure	1,400,000,000.00	-	1,400,000,000.00	373,077,847.19	73
1,004,018,682.69	Operating Balance	604,000,000.00	-	604,000,000.00	1,119,989,154.17	
30,052,327.98	Transfer to Capital Development Fund	674,500,000.00	-	674,500,000.00	71,909,651.00	89
973,966,354.71	Closing Balance	(70,500,000.00)	-	(70,500,000.00)	1,048,079,503.17	

UDUNG UKO LOCAL GOVERNMENT COUNCIL
STATEMENT NO.4
STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST
DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	500,000.00	-	500,000.00		
	Add Revenue:					
30,052,327.98	Transfer from Consolidated Fund	674,500,000.00	-	674,500,000.00	71,909,651.00	89
	Grant	50,000,000.00	-	50,000,000.00	-	100
	Miscellaneous	20,000,000.00	-	20,000,000.00	-	100
30,052,327.98	Total Revenue available	745,000,000.00	-	745,000,000.00	71,909,651.00	99
	Less Capital Expenditure :					
20,250,000.00	Economic Sector:-	167,050,000.00	-	167,050,000.00	5,449,500.00	97
500,000.00	Social Sector:-	146,250,000.00	-	146,250,000.00	120,000.00	99
5,985,000.00	Environmental/Regional Dev.	74,500,000.00	-	74,500,000.00	7,000,000.00	91
3,317,327.98	General Administration	286,700,000.00	-	286,700,000.00	59,340,151.00	79
30,052,327.98	Total Expenditure	674,500,000.00	-	674,500,000.00	71,909,651.00	89
0	Closing Balance	70,500,000.00	-	70,500,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	121,717,508.83	60,417,259.44	28,927,178.02
February	115,723,597.66	33,800,309.63	28,903,906.11
March	108,920,937.37	31,256,693.32	29,205,600.47
April	115,580,435.00	34,035,365.71	33,553,255.61
May	115,493,129.93	32,234,827.56	37,035,400.64
June	127,943,060.78	44,951,032.98	36,915,004.94
July	139,156,469.52	50,225,149.20	39,912,050.84
August	131,566,301.76	46,745,986.75	38,921,293.69
September	131,592,109.21	46,818,677.42	41,164,471.11
October	130,857,757.24	44,142,868.56	45,007,887.47
November	134,320,396.64	45,104,275.80	73,544,949.51
December	119,283,439.37	48,679,392.28	-
TOTAL	1,492,155,143.31	518,411,836.65	433,090,998.41

NOTE 2: INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	1,155,000.00	-	-
1002	Rates	950,000.00	-	-
1003	Local License fees and fines	4,615,000.00	82,200.00	28,320.00
1004	Earnings from Comm. Undertakings	7,180,000.00	211,110.00	265,500.00
1005	Rent on Local Government property	3,600,000.00	-	86,000.00
1006	Interest on Dividends	150,000.00	-	-
1007	Grants	1,350,000.00	-	220,000.00
1008	Miscellaneous	5,000,000.00	395,500.00	221,700.00
	TOTAL	24,000,000.00	688,810.00	821,520.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	4,000,000.00	3,742,418.36	3,808,099.21
Office of the V/Chairman	3,500,000.00	3,526,918.40	3,576,437.28
Office of the Supervisor	16,500,000.00	15,771,577.20	8,170,073.02
Office of the Special Advisers	9,900,000.00	12,161,220.96	10,373,198.35
Office of the Secretary	3,100,000.00	3,154,315.44	3,424,231.00
Legislative/General Council	33,000,000.00	30,053,209.36	32,297,740.95
Internal Debt Servicing/Admin	10,000,000.00	6,325,000.00	-
Total	80,000,000.00	74,734,659.72	61,649,779.81

NOTES 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004A	Head of Local Government Service	11,110,718.28	2,765,643.57	-
2004B	Administration	79,199,111.44	54,590,350.42	52,974,474.67
2005	Finance and Supplies	56,116,548.19	35,373,240.52	36,506,672.54
2006	Education	36,672,001.57	12,900,996.45	24,628,947.83
2007	Health and Social Services	88,221,290.22	67,629,324.83	68,385,382.55
2008	Agric & Natural Resources	5,993,272.00	6,096,662.79	5,090,444.70
2009	Works and Housing	11,921,037.88	10,919,531.49	10,773,823.28
2010	Budget, Planning & Research	4,102,361.60	9,877,286.50	3,357,602.28
2011	Traditional Ruler's Council	6,663,658.82	6,700,039.08	5,193,461.10
	Total	300,000,000.00	206,853,075.65	206,910,808.95

NOTE 5: OVERHEAD COSTS

Head	Description	Budget 2019 N	Actual 2019 N	Actual 2018 N
2001A	Office of the Chairman	45,900,000.00	27,180,925.89	28,505,000.00
2001B	Office of the Vice Chairman	15,400,000.00	4,435,000.00	8,817,298.60
2002A	Office of the Secretary	8,500,000.00	325,000.00	1,620,000.00
2002B	Office of the Supervisors	8,000,000.00	1,916,000.00	20,000.00
2002C	Office of the Special Advisers	11,500,000.00	1,720,000.00	1,100,000.00
2003A	Legislative Arm/General Council	23,600,000.00	6,397,500.00	12,380,000.00
2003B	Office of the Leader	6,640,000.00	2,277,500.00	2,632,500.00
2003C	The Office of the Deputy Leader	5,920,000.00	3,389,500.00	1,160,000.00
2003D	Office of the Majority Leader	4,200,000.00	1,277,000.00	1,420,000.00
2003E	Office of the Dep. Majority Leader	3,800,000.00	1,367,500.00	1,297,500.00
2003F	Office of the Chief Whip	3,300,000.00	1,150,000.00	1,172,500.00
2003G	Office of the Dep. Chief Whip	2,800,000.00	1,277,500.00	1,130,000.00
2003H	Office of the Clerk	2,000,000.00	1,247,500.00	642,500.00
2004A	Office of the HOS L/G	3,000,000.00	1,405,000.00	2,661,500.00
2004B	General Administration	5,256,000.00	4,589,500.00	4,402,900.00
2005	Finance and Supplies	3,000,000.00	2,539,400.00	2,469,000.00
2006	Education	2,900,000.00	296,000.00	2,665,000.00
2007	Health and Social Services	5,400,000.00	2,632,500.00	4,120,000.00
2008	Agriculture	2,950,000.00	1,495,000.00	970,000.00
2009	Works and Housing	3,600,000.00	1,150,000.00	2,940,000.00
2010	Budget, Planning & Research	2,900,000.00	100,000.00	2,245,000.00
2011	Traditional Rulers Council	4,000,000.00	675,000.00	1,850,000.00
2012	Miscellaneous	25,434,000.00	22,646,785.93	27,433,500.00
	Total	200,000,000.00	91,490,111.82	113,654,198.60

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 N	Actual 2019 N	Actual 2018 N
Economic Sector	167,050,000.00	5,449,500.00	20,250,000.00
Social Sector	146,250,000.00	120,000.00	500,000.00
Environmental Sector	74,500,000.00	7,000,000.00	5,985,000.00
Administrative Sector:			
General Administration (Executive)	196,300,000.00	54,340,151.00	3,317,327.98
General Administration (Legislative)	90,400,000.00	5,000,000.00	-
Total	674,500,000.00	71,909,651.00	30,052,327.98

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

2019 N		2018 N	
2019 Advances	1,217,076,648.00	2018 Advances	1,122,241,481.34
2018 Advances	1,122,241,481.34	2017 Advances	1,077,564,281.60
	(94,835,166.66)		44,677,199.74

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019 N		2018 N	
2019 Deposits	194,612,614.99	2018 Deposits	164,221,639.50
2018 Deposits	164,221,639.50	2017 Deposits	162,980,292.69
	30,390,975.49		1,241,346.81

NOTE 9: CASH AND BANK BALANCES

Description	2019 N	2018 N
Cash in Hand	4,616,352.35	7,208,917.54
Cash at Bank:		
Zenith Bank A/c – (Salary)	12,398,376.62	8,717,630.00
Zenith Bank A/c – (Project)	8,600,741.19	19,965.33
Sub Total Bank Balance	20,999,117.81	8,737,595.33
Total	25,615,470.16	15,946,512.87

NOTE 10: ADVANCES

Detail	2019N	2018N
Purchases Advance	758,416,400.00	715,970,264.00
Imprest Advance	305,208,480.00	263,435,730.00
Touring Advance	152,305,368.00	141,689,087.34
Salary Advance	1,146,400.00	1,146,400.00
Motor Vehicle	-	-
Others	-	-
TOTAL	1,217,076,648.00	1,122,241,481.34

NOTES 11: DEPOSITS

Detail	2019 N	2018 N
PAYE Tax	2,931,340.51	2,034,937.53
NULGE Dues-State/Branch	415,133.47	(228,739.91)
NANNM	2,931,340.51	484,125.19
VAT	908,454.00	908,454.00
Withholding Tax	1,055,854.90	1,055,854.90
Pension Fund	(468,394.75)	(468,394.75)
Others	186,838,886.35	160,435,402.54
TOTAL	194,612,614.99	164,221,639.50

UKANAFUN LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Ukanafun Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Ukanafun Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Iniobong J. Udoh
Director of Finance
Date: 05/08/2020



Rt. Hon. UkoOkonIdiong
Chairman
Date: 05/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Ukanafun Local Government Council
Ikot Akpa Nkuk

AUDIT CERTIFICATE ON THE ACCOUNTS OF UKANAFUN LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Ukanafun Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Ukanafun Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

UKANAFUN LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER , 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

UKANAFUN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASH FLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECEIPTS:				
Statutory Allocation	1	1,800,000,000.00	606,369,905.15	543,813,304.36
OTHERS: Derivation	1	250,000,000.00	-	-
Value Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	1,000,000.00	156,200.00	-
Rates	2	3,500,000.00	1,110,000.00	655,000.00
Local License fines and fees	2	3,000,000.00	159,740.00	288,550.00
Earning from commercial undertaking	2	6,500,000.00	4,616,500.00	3,480,450.00
Rent on Local Govt. Property	2	2,000,000.00	5,000.00	-
Interest & Dividends Receivables	2	500,000.00	-	-
Grants	2	-	-	-
Miscellaneous	2	3,500,000.00	751,500.00	1,490,500.00
Capital Receipts: B/F		1,000,000.00		
Grants		100,000,000.00		
Miscellaneous		50,000,000.00		
TOTAL RECEIPTS		2,601,000,000.00	613,168,845.15	549,727,804.36
PAYMENTS:				
Consolidated Rev. Fund Charges:				
Political/Public Office Holders	3	80,000,000.00	74,128,826.64	56,164,673.91
Pensions/Training Fund/Traditional Rulers Council	3	180,000,000.00	-	-
Funding of Primary Education	3	550,000,000.00	-	-
Internal Debt Servicing	3	20,000,000.00	-	-
Total Consolidated Revenue Fund Charges		830,000,000.00	74,128,826.64	56,164,673.91
Personnel Costs	4	400,000,000.00	303,304,626.62	306,732,354.05
Overhead Costs	5	220,000,000.00	103,313,880.23	93,488,697.01
TOTAL PAYMENTS		1,450,000,000.00	480,747,333.49	456,385,724.97
Net Cash Flow from Operating Activities A		1,151,000,000.00	132,421,511.66	93,342,079.39
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	1,151,000,000.00	88,124,538.00	59,134,104.00
Net Cash Flow from Investing Activities B			(88,124,538.00)	(59,134,104.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(49,664,279.83)	(48,135,670.00)
Increase/decrease in other Liabilities	8		22,590,273.74	13,574,481.65
Total Cash Flow From other Cash equivalent Accounts C			(27,074,006.09)	(34,561,188.35)
Net Cash Flow for The Year (A+B+C)			17,222,967.57	(353,212.96)
Cash and its equivalents as at 1 st January, 2019			23,707,901.44	24,061,114.40
Cash and its equivalents as at 31st December, 2019	9		40,930,869.01	23,707,901.44

UKANAFUN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	Notes	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	3,359,730.59	4,530,533.69
Cash at Bank	9	37,571,138.42	19,177,367.75
TOTAL LIQUID ASSETS		40,930,869.01	23,707,901.44
Investment & Other Cash Assets:			
Advances	10	900,395,939.97	850,731,660.14
TOTAL ASSETS		<u>941,326,808.98</u>	<u>874,439,561.58</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		669,219,214.15	624,922,240.49
OTHER LIABILITIES			
Deposits	11	272,107,594.83	249,517,321.09
TOTAL LIABILITIES		<u>941,326,808.98</u>	<u>874,439,561.58</u>

UKANAFUN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp-Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
590,714,265.10	Opening Balances	-	-	-	624,922,240.49	
	Add: Revenue					
543,813,304.36	Statutory Allocation	1,800,000,000.00	-	1,800,000,000.00	606,369,905.15	(66)
-	Derivation	250,000,000.00	-	250,000,000.00	-	(100)
-	Value Added Tax	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	
-	Stabilization	-	-	-	-	
543,813,304.36	Sub Total Statutory Allocation	2,430,000,000.00	-	2,430,000,000.00	606,369,905.15	(75)
-	Taxes	1,000,000.00	-	1,000,000.00	156,200.00	(84)
655,000.00	Rates	3,500,000.00	-	3,500,000.00	1,110,000.00	(68)
288,550.00	Local license, fines & fees	3,000,000.00	-	3,000,000.00	159,740.00	(94)
3,480,450.00	Earnings from Commercial undertaking	6,500,000.00	-	6,500,000.00	4,616,500.00	(29)
-	Rent on Local Govt. Property	2,000,000.00	-	2,000,000.00	5,000.00	(99)
-	Interest & Dividends Receivable	500,000.00	-	500,000.00	-	(100)
-	Grants	-	-	-	-	
1,490,500.00	Miscellaneous	3,500,000.00	-	3,500,000.00	751,500.00	(79)
5,914,500.00	Sub. Total IGR	20,000,000.00	-	20,000,000.00	6,798,940.00	(66)
1,140,442,069.46	TOTAL REVENUE	2,450,000,000.00	-	2,450,000,000.00	1,238,091,085.64	(49)
	EXPENDITURE					
	Consolidated Rev. Fund Charges:					
56,164,673.91	Political/Public Office Holders	80,000,000.00	-	80,000,000.00	74,128,826.64	7
-	Pensions/Training Fund/Traditional Rulers Council	180,000,000.00	-	180,000,000.00	-	100
-	Funding of Primary Education	550,000,000.00	-	550,000,000.00	-	100
-	Internal Debt Servicing	20,000,000.00	-	20,000,000.00	-	100
56,164,673.91	Sub Total CRFC	830,000,000.00	-	830,000,000.00	74,128,826.64	91
306,732,354.05	Personnel Costs	400,000,000.00	-	400,000,000.00	303,304,626.62	24
93,488,697.01	Overhead Costs	220,000,000.00	-	220,000,000.00	103,313,880.23	53
456,385,724.97	Total Recurrent Expenditure	1,450,000,000.00	-	1,450,000,000.00	480,747,333.49	67
684,056,344.49	Operating Balance	1,000,000,000.00	-	1,000,000,000.00	757,343,752.15	
59,134,104.00	Transfer to Capital Dev. Fund	1,151,000,000.00	-	1,151,000,000.00	88,124,538.00	92
624,922,240.49	Closing Balance	(151,000,000.00)	0	(151,000,000.00)	669,219,214.15	

UKANAFUN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 N	Description	Initial Budget 2019 N	Supp- Budget 2019 N	Final Budget 2019 N	Actual 2019 N	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00		
	Add Revenue:					
59,134,104.00	Transfer from Cons. Rev. Fund	1,151,000,000.00	-	1,151,000,000.00	88,124,538.00	92
	Grant	100,000,000.00	-	100,000,000.00		100
	Miscellaneous	50,000,000.00	-	50,000,000.00		100
59,134,104.00	Total Revenue available	1,302,000,000.00	-	1,302,000,000.00	88,124,538.00	99
	Less Capital Expenditure :					
16,275,000.00	Economic Sector	328,700,000.00	-	328,700,000.00	7,238,000.00	98
3,955,000.00	Social Sector	215,800,000.00	-	215,800,000.00	7,070,000.00	97
100,000.00	Environmental/Reg. Dev.	90,500,000.00	-	90,500,000.00	-	100
38,804,104.00	General Administration	516,000,000.00	-	516,000,000.00	73,816,538.00	86
59,134,104.00	Total Expenditure B	1,151,000,000.00	-	1,151,000,000.00	88,124,538.00	92
0	Closing Balance	151,000,000.00		151,000,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc. from SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	148,928,897.46	68,601,007.16	31,174,995.80
February	141,598,186.65	40,423,854.59	35,482,516.34
March	133,208,079.72	37,602,577.45	35,237,249.32
April	141,398,952.72	45,023,461.35	34,246,512.82
May	141,166,238.08	38,658,196.84	39,285,014.80
June	156,576,476.52	53,352,754.78	41,435,979.79
July	169,982,685.25	56,499,184.53	42,450,208.94
August	160,990,874.29	52,608,232.54	45,596,523.27
September	160,935,367.79	52,354,628.16	45,330,407.94
October	159,726,619.54	51,275,377.34	47,455,460.93
November	163,845,610.91	51,881,842.66	55,383,052.47
December	145,868,211.66	58,158,787.75	90,735,381.94
Total	1,824,226,200.59	606,369,905.15	543,813,304.36

NOTE 2: INTERNALLY GENERATED REVENUE

HEAD	DESCRIPTION	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001 -	Taxes	1,000,000.00	156,200.00	-
1002 -	Rates	3,500,000.00	1,110,000.00	655,000.00
1003 -	Local License, Fines & Fees	3,000,000.00	159,740.00	288,550.00
1004 -	Earnings from Commercial Undertaking	6,500,000.00	4,616,500.00	3,480,450.00
1005 -	Rent on Local Government Properties	2,000,000.00	5,000.00	-
1006 -	Interest on Dividends	500,000.00	-	-
1007 -	Grants	-	-	-
1008 -	Miscellaneous	3,500,000.00	751,500.00	1,490,500.00
	Total	20,000,000.00	6,798,940.00	5,914,500.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES – POLITICAL OFFICE HOLDERS

DESCRIPTION	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	4,250,000.00	3,542,418.36	3,157,156.06
Office of the Vice Chairman	4,150,000.00	3,326,918.40	2,743,707.78
Office of the Supervisors	17,500,000.00	18,925,892.64	17,130,309.93
Office of the Special Advisers	10,500,000.00	12,161,216.16	7,391,797.06
Office of the Secretary	3,500,000.00	3,154,315.44	3,128,029.95
Legislative/General Council	40,100,000.00	33,018,065.64	22,613,673.13
Total	80,000,000.00	74,128,826.64	56,164,673.91

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	87,677,920.00	69,597,027.67	75,207,290.37
2005	Finance and Supplies	74,466,300.00	44,860,958.76	46,566,577.22
2006	Social Development, Information, Youth, Sports & Culture	44,360,710.00	31,670,006.76	32,076,184.91
2007	Primary Health Care	147,447,810.00	121,752,673.64	115,525,737.74
2008	Agriculture and Natural Resources	8,788,710.00	7,577,403.11	7,668,102.00
2009	Works and Housing, Lands & Survey	30,787,150.00	23,188,896.18	25,095,860.54
2010	Budget, Planning, Research and Statistics	6,471,400.00	4,657,660.50	4,592,601.27
2011	Traditional Rulers Office	-	-	-
	Total	400,000,000.00	303,304,626.62	306,732,354.05

NOTE 5: OVERHEAD COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Executive Chairman	35,000,000.00	28,399,500.00	27,450,000.00
2001B	Office of the Vice Chairman	8,000,000.00	3,170,000.00	3,950,000.00
2002A	Office of the Secretary	3,500,000.00	-	910,000.00
2002B	Office of the Supervisors	8,000,000.00	1,305,000.00	1,200,000.00
2002C	Office of the Special Advisers	4,800,000.00	160,000.00	602,000.00
2003A	Office of the Legislative/General Council	10,000,000.00	6,665,000.00	6,230,000.00
2003B	Office of the Leader	3,000,000.00	1,440,000.00	1,470,000.00
2003C	Office of the Deputy Leader	2,800,000.00	1,500,000.00	1,185,000.00
2003D	Office of the Majority Leader	2,650,000.00	1,200,000.00	1,000,000.00
2003E	Office of the Deputy Majority Leader	2,500,000.00	1,200,000.00	1,000,000.00
2003F	Office of the Chief Whip	2,650,000.00	1,200,000.00	1,000,000.00
2003G	Office of the Deputy Chief Whip	2,500,000.00	1,200,000.00	1,000,000.00
2003H	Office of the Clerk	2,000,000.00	-	140,000.00
2004A	Office of the Head of Local Government Service	8,500,000.00	5,858,900.00	3,900,000.00
2004B	Office of the Administration & General Services	5,000,000.00	2,025,000.00	715,000.00
2005	Finance and Supplies	7,000,000.00	3,766,800.00	1,118,000.00
2006	Education, Information & Sports	3,500,000.00	670,000.00	330,000.00
2007	Health	10,000,000.00	2,980,000.00	524,000.00
2008	Agriculture & Natural Resources	3,500,000.00	40,000.00	-
2009	Works & Transport	4,000,000.00	76,500.00	310,000.00
2010	Budget, Planning, Research & Statistics	3,500,000.00	700,000.00	660,000.00
2011	Traditional Rulers Council	3,500,000.00	450,000.00	-
2012	Miscellaneous	84,100,000.00	39,307,180.23	38,794,697.01
	Total	220,000,000.00	103,313,880.23	93,488,697.01

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	328,700,000.00	7,238,000.00	16,275,000.00
Social Sector	215,800,000.00	7,070,000.00	3,955,000.00
Environmental Sector	90,500,000.00	-	100,000.00
Administration Sector			
General Administration (Executive)	314,000,000.00	36,125,130.00	14,950,000.00
General Administration (Legislature)	202,000,000.00	37,691,408.00	23,854,104.00
Total	1,151,000,000.00	88,124,538.00	59,134,104.00

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
2019 Advances	900,395,939.97	2018 Advances	850,731,660.14
2018 Advances	850,731,660.14	2017 Advances	802,595,990.14
	(49,664,279.83)		(48,135,670.00)

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	272,107,594.83	2018 Deposits	249,517,321.09
2018 Deposits	249,517,321.09	2017 Deposits	235,942,839.44
	22,590,273.74		13,574,481.65

NOTE 9: CASH AND BANK BALANCES

DESCRIPTION	2019 ₱	2018 ₱
CASH	3,359,730.59	4,530,533.69
BANK:		
UBA A/C – 1003849656	7,732,456.48	52,997.83
Zenith Bank A/c – 101458358	29,599,471.66	18,885,159.64
Enterprise Bank	12,724.38	12,724.38
Fidelity Bank	215,748.56	215,748.56
Skye Bank	10,737.34	10,737.34
Sub Total Bank Bal.	37,571,138.42	19,177,367.75
Total	40,930,869.01	23,707,901.44

NOTE 10: ADVANCES

DEtail	2019 ₱	2018 ₱
Purchase Advances	555,220,514.97	531,057,481.14
Imprest	103,057,200.00	81,716,200.00
Touring	106,000,600.00	101,840,600.00
Salary / Special	132,387,379.00	132,387,379.00
Motor Vehicle	2,400,000.00	2,400,000.00
Others	1,330,000.00	1,330,000.00
Total	900,395,939.97	850,731,660.14

NOTE 11: DEPOSITS

Detail	2019 ₱	2018 ₱
PAYE Tax	-	-
NULGE Dues-State/Branch	724,446.04	724,446.04
NANNM	650,836.02	650,836.02
VAT	26,000.00	26,000.00
WITHHOLDING TAX	33,200.00	33,200.00
Pension Deductions	-	-
Others	270,673,112.77	248,082,839.03
Total	272,107,594.83	249,517,321.09

URUAN LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Uruan Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Uruan Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Saviour A. Okon
Director of Finance
Date: 04/08/2020



Rt. Hon. Henry Isaiah Udofia
Chairman
Date: 04/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Uruan Local Government Council
Idu-Uruan

AUDIT CERTIFICATE ON THE ACCOUNTS OF URUAN LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Uruan Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Uruan Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

URUAN LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER , 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

URUAN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASH FLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 N	Actual 2019 N	Actual 2018 N
RECEIPTS:				
Statutory Allocation	1	1,700,000,000.00	732,063,374.84	581,243,292.74
OTHERS: Derivation	1	200,000,000.00	-	-
Value Added Tax	1	350,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	800,000.00		-
Rates	2	2,600,000.00	1,905,000.00	120,000.00
Local License fines & fees	2	4,420,000.00	7,596,450.00	475,220.00
Earning from Commercial undertaking	2	5,080,000.00	7,137,970.00	4,317,000.00
Rent on Local Govt. Property	2	1,800,000.00	10,000.00	40,000.00
Interest and Dividends Receivable	2	400,000.00	-	-
Grants	2	-	-	
Miscellaneous	2	8,900,000.00	1,519,000.00	1,743,255.00
Capital Receipts: B/F		1,000,000.00		
Grants		100,000,000.00		
Miscellaneous		50,000,000.00		
TOTAL RECEIPTS		2,455,000,000.00	750,231,794.84	587,938,767.74
PAYMENTS:				
Consolidated Revenue Fund Charges:				
Political/Public Office Holders	3	75,000,000.00	74,862,184.44	61,003,465.66
Pension/Training Fund/Traditional Rulers Council	3	200,000,000.00	-	-
Funding of Primary Education	3	700,000,000.00	-	-
Internal Debt Servicing	3	10,000,000.00	-	2,633,900.00
Total Consolidated Revenue Fund Charges	3	985,000,000.00	74,862,184.44	63,637,365.66
Personnel Costs	4	460,000,000.00	455,947,953.68	372,565,119.27
Overhead Costs	5	200,000,000.00	85,975,919.45	147,913,562.47
TOTAL PAYMENTS		1,645,000,000.00	616,786,057.57	584,116,047.40
Net Cash flow from Operating activities A		810,000,000.00	133,445,737.27	3,822,720.34
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Expenditure	6	810,000,000.00	42,859,391.52	40,642,220.00
Net Cash flow From Investing Activities B			(42,859,391.52)	(40,642,220.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(90,909,200.00)	(9,094,570.00)
Increase/decrease in other Liabilities	8		31,254,409.91	10,069,522.89
Total Cash Flow From other Cash equivalent Accounts C			(59,654,790.09)	974,952.89
Net Cash Flow For the Year (A+B+ C)			30,931,555.66	(35,844,546.77)
Cash and its equivalents as at 1st January, 2019	9		12,768,023.75	48,612,570.52
Cash and its equivalents as at 31st December, 2019	9		43,699,579.41	12,768,023.75

URUAN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	278,907.22	1,609,816.96
Cash at Bank	9	43,420,672.19	11,158,206.79
TOTAL LIQUID ASSETS		43,699,579.41	12,768,023.75
Investment & Other Cash Assets:			
Advances	10	1,267,437,859.02	1,176,528,659.02
TOTAL ASSETS		<u>1,311,137,438.43</u>	<u>1,189,296,682.77</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		1,055,935,316.24	965,348,970.49
OTHER LIABILITIES			
Deposits	11	255,202,122.19	223,947,712.28
TOTAL LIABILITIES		<u>1,311,137,438.43</u>	<u>1,189,296,682.77</u>

URUAN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST
DECEMBER, 2019**

Actual 2018 N	Description	Initial Budget 2019 N	Supp-Budget 2019 N	Final Budget 2019 N	Actual 2019 N	Var. %
1,002,168,470.15	Opening Balance	-	-	-	965,348,970.49	
	ADD REVENUE:					
581,243,292.74	Statutory Allocation	1,700,000,000.00	-	1,700,000,000.00	732,063,374.84	(57)
-	Derivation	200,000,000.00	-	200,000,000.00	-	(100)
-	Value Added Tax	350,000,000.00	-	350,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
581,243,292.74	Sub Total Statutory Allocations	2,280,000,000.00	-	2,280,000,000.00	732,063,374.84	(68)
-	Taxes	800,000.00	-	800,000.00	-	(100)
120,000.00	Rates (Tenement)	2,600,000.00	-	2,600,000.00	1,905,000.00	(27)
475,220.00	Local License fines & fees	4,420,000.00	-	4,420,000.00	7,596,450.00	72
4,317,000.00	Earning from Commercial undertaking	5,080,000.00	-	5,080,000.00	7,137,970.00	41
40,000.00	Rent on Local Govt. Property	1,800,000.00	-	1,800,000.00	10,000.00	(99)
-	Interest & Dividends Receivable	400,000.00	-	400,000.00	-	(100)
-	Grants	-	-	-	-	-
1,743,255.00	Miscellaneous	8,900,000.00	-	8,900,000.00	1,519,000.00	(83)
6,695,475.00	Sub Total IGR	24,000,000.00	-	24,000,000.00	18,168,420.00	(24)
1,590,107,237.89	TOTAL REVENUE	2,304,000,000.00	-	2,304,000,000.00	1,715,580,765.33	(26)
-	EXPENDITURE:					
-	Consolidated Revenue Fund Charges:					
61,003,465.66	Political/Public Office Holders	75,000,000.00	-	75,000,000.00	74,862,184.44	1
-	Pensions/Training Fund/Traditional Rulers Council	200,000,000.00	-	200,000,000.00	-	100
-	Funding of Primary Education	700,000,000.00	-	700,000,000.00	-	100
2,633,900.00	Internal Debt Servicing	10,000,000.00	-	10,000,000.00	-	100
63,637,365.66	Sub Total CRFC	985,000,000.00	-	985,000,000.00	74,862,184.44	92
372,565,119.27	Personnel Costs	460,000,000.00	-	460,000,000.00	455,947,953.68	1
147,913,562.47	Overhead Costs	200,000,000.00	-	200,000,000.00	85,975,919.45	57
584,116,047.40	Total Recurrent Expenditure	1,645,000,000.00	-	1,645,000,000.00	616,786,057.57	63
1,005,991,190.49	Operating Balance	659,000,000.00	-	659,000,000.00	1,098,794,707.76	
40,642,220.00	Transfer to Capital Dev. Fund	810,000,000.00	-	810,000,000.00	42,859,391.52	95
965,348,970.49	Closing Balance	(151,000,000.00)	0	(151,000,000.00)	1,055,935,316.24	

URUAN LOCAL GOVERNMENT COUNCIL

STATEMENT NO.4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00		
	Add Revenue:					
40,642,220.00	Transfer from Cons. Rev. Fund	810,000,000.00	-	810,000,000.00	42,859,391.52	95
	Grant	100,000,000.00	-	100,000,000.00		100
	Miscellaneous	50,000,000.00	-	50,000,000.00		100
40,642,220.00	Total Revenue available	961,000,000.00	-	961,000,000.00	42,859,391.52	99
	Less Capital Expenditure :					
20,252,000.00	Economic Sector:-	261,000,000.00	-	261,000,000.00	9,782,000.00	96
867,500.00	Social Sector:-	143,000,000.00	-	143,000,000.00	2,457,000.00	98
680,000.00	Environmental/Regional Dev.	66,000,000.00	-	66,000,000.00	2,460,000.00	96
18,842,720.00	General Administration	340,000,000.00	-	340,000,000.00	28,160,391.52	92
40,642,220.00	Total	810,000,000.00	-	810,000,000.00	42,859,391.52	95
0	Closing Balance	151,000,000.00	-	151,000,000.00	0	

NOTES TO THE ACCOUNTS

NOTE1: STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	155,483,682.90	81,822,082.43	38,312,690.78
February	147,605,230.36	55,185,871.40	41,910,050.16
March	138,869,891.95	48,722,955.69	42,103,157.47
April	147,687,234.96	51,839,886.26	41,389,431.85
May	147,299,571.42	48,877,273.38	46,657,884.07
June	163,469,147.70	62,206,536.00	49,477,165.14
July	177,580,984.98	67,273,914.76	50,723,513.58
August	168,463,748.62	62,184,304.81	53,837,943.97
September	168,529,018.50	62,205,788.83	53,028,606.85
October	167,040,914.93	59,943,424.75	57,251,791.38
November	171,090,055.61	61,141,506.58	51,133,781.01
December	152,467,746.83	70,659,829.95	55,417,246.48
TOTAL	<u>1,905,587,228.76</u>	<u>732,063,374.84</u>	<u>581,243,262.74</u>

NOTE 2: INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	800,000.00	-	-
1002	Rates	2,600,000.00	1,905,000.00	120,000.00
1003	Local License fees and fines	4,420,000.00	7,596,450.00	475,220.00
1004	Earnings from Comm. Undertakings	5,080,000.00	7,137,970.00	4,317,000.00
1005	Rent on Local Government property	1,800,000.00	10,000.00	40,000.00
1006	Interest & Dividends Receive	400,000.00	-	-
1007	Grants	-	-	-
1008	Miscellaneous	8,900,000.00	1,519,000.00	1,743,255.00
	TOTAL	24,000,000.00	18,168,420.00	6,695,475.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	4,000,000.00	3,837,619.89	3,747,579.12
Office of the V/Chairman	3,500,000.00	3,604,161.60	3,299,194.08
Office of the Supervisor	16,200,000.00	17,085,875.30	3,340,229.99
Office of the Special Advisers	12,000,000.00	11,147,781.48	7,661,988.44
Office of the Secretary	3,300,000.00	3,417,175.06	8,495,973.35
Legislative/General Council	36,000,000.00	35,769,571.11	34,458,500.68
Internal Debt Servicing	10,000,000.00	-	2,633,900.00
Total	85,000,000.00	74,862,184.44	63,637,365.66

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	118,000,000.00	117,358,086.68	102,839,574.00
2005	Finance and Supplies	85,000,000.00	81,666,127.83	68,771,964.33
2006	Education	40,000,000.00	40,440,353.74	32,224,566.03
2007	Health and Social Services	145,000,000.00	151,677,535.70	115,152,654.61
2008	Agric& Natural Resources	13,000,000.00	10,706,787.01	8,341,565.88
2009	Works and Housing	48,000,000.00	44,604,154.60	37,338,558.22
2010	Budget, Planning & Research	11,000,000.00	9,494,908.12	-
2011	Traditional Ruler's Council	-	-	7,896,236.20
	Total	<u>460,000,000.00</u>	<u>455,947,953.68</u>	<u>372,565,119.27</u>

NOTE 5: OVERHEAD COSTS

Head	Description	Budget 2019 N	Actual 2019 N	Actual 2018 N
2001A	Office of the Chairman	50,000,000.00	32,300,500.00	36,716,850.00
2001B	Office of the Vice Chairman	10,000,000.00	6,474,000.00	6,395,000.00
2002A	Office of the Secretary	5,000,000.00	2,563,500.00	2,872,400.00
2002B	Office of the Supervisors	7,000,000.00	3,875,000.00	4,870,000.00
2002C	Office of the Special Advisers	5,000,000.00	1,420,000.00	3,960,000.00
2003A	Legislative Arm/General Council	19,000,000.00	12,040,000.00	9,892,000.00
2003B	Office of the Leader	5,000,000.00	1,980,000.00	3,470,000.00
2003C	The Office of the Deputy Leader	4,000,000.00	1,715,000.00	2,755,000.00
2003D	Office of the Majority Leader	3,000,000.00	1,400,000.00	1,740,000.00
2003E	Office of the Dep. Majority Leader	-	-	-
2003F	Office of the Chief Whip	2,000,000.00	1,400,000.00	1,700,000.00
2003G	Office of the Dep. Chief Whip	2,000,000.00	1,400,000.00	1,600,000.00
2003H	Office of the Clerk	2,000,000.00	270,000.00	1,360,000.00
2004A	Office of the HOS L/G	4,000,000.00	2,311,500.00	3,279,000.00
2004B	General Administration	6,000,000.00	2,708,000.00	4,306,300.00
2005	Finance and Supplies	7,000,000.00	3,140,000.00	6,384,280.00
2006	Education	2,000,000.00	610,000.00	1,930,000.00
2007	Health and Social Services	3,000,000.00	2,386,500.00	4,371,000.00
2008	Agriculture	2,000,000.00	625,000.00	1,942,334.41
2009	Works and Housing	4,000,000.00	1,492,500.00	4,943,450.00
2010	Budget, Planning & Research	3,000,000.00	1,208,300.00	1,940,000.00
2011	Traditional Rulers Council	2,000,000.00	505,000.00	1,040,000.00
2012	Miscellaneous	53,000,000.00	4,151,119.45	40,445,948.00
	Total	200,000,000.00	85,975,919.45	147,913,562.41

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 N	Actual 2019 N	Actual 2018 N
Economic Sector	261,000,000.00	9,782,000.00	20,252,000.00
Social Sector	143,000,000.00	2,457,000.00	867,500.00
Environmental Sector	66,000,000.00	2,460,000.00	680,000.00
Administrative Sector:			
General Administration (Executive)	248,000,000.00	9,865,000.00	9,822,720.00
General Administration (Legislative)	92,000,000.00	18,295,391.52	9,020,000.00
Total	810,000,000.00	42,859,391.52	40,642,220.00

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

2019 N		2018 N	
2019 Advances	1,267,437,859.02	2018 Advances	1,176,528,659.02
2018 Advances	1,176,528,659.02	2017 Advances	1,167,434,089.02
	(90,909,200.00)		(9,094,570.00)

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019 N		2018 N	
2019 Deposits	255,202,122.19	2017 Deposits	223,947,712.28
2018 Deposits	223,947,712.28	2016 Deposits	213,878,189.39
	31,254,409.91		10,069,522.89

NOTE 9: CASH AND BANK BALANCES

Description	2019 N	2018 N
Cash in Hand	278,907.22	1,609,816.96
Cash at Bank:		
Zenith Bank 1014513676	28,028,057.17	10,531,347.27
Zenith Bank 1010452322	14,847,080.48	10,932.60
Eco Bank 0026323564	3,056.00	3,056.00
Eco Bank 2413010106	8,137.00	8,137.00

UBA PLC	1004466104	150,488.17	220,880.55
FBN	2010837737	192,340.00	192,340.00
Skye Bank	4040013629	191,513.37	191,513.37
Sub Total		43,420,672.19	11,158,206.79
Total		43,699,579.41	12,768,023.75

NOTE 10: ADVANCES

Detail	2019 ₦	2018 ₦
Purchases Advance	840,535,656.78	778,884,956.78
Imprest Advance	230,786,363.00	209,094,863.00
Touring Advance	116,593,879.24	109,018,879.24
Salary Advance	13,575,000.00	13,583,000.00
Motor Vehicle	65,946,960.00	65,946,960.00
Others	-	-
TOTAL	<u>1,267,437,859.02</u>	<u>1,176,528,659.02</u>

NOTE 11: DEPOSITS

Detail	2019 ₦	2018 ₦
PAYE Tax	3,187,718.84	3,187,718.84
NULGE Dues-State/Branch	2,258,817.46	2,258,817.46
NANNM	6,620,525.69	-
VAT	1,295,580.50	1,295,580.50
Withholding Tax	856,013.84	856,013.84
Pension Fund	6,799,131.00	6,799,131.00
OTHERS	234,184,334.86	209,550,450.64
TOTAL	<u>255,202,122.19</u>	<u>223,947,712.28</u>

URUE-OFFONG/ORUKO LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Urue-Offong Oruko Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Urue-Offong Oruko Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Nyaknobong J. Etuk
Director of Finance
Date: 09/08/2020



Hon. Umanah Edet Efombruh
Chairman
Date: 09/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Urue-Offong/Oruko Local Government Council
Urue-Offong

AUDIT CERTIFICATE ON THE ACCOUNTS OF URUE-OFFONG/ORUKO LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Urue-Offong/Oruko Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Urue-Offong/Oruko Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

URUE-OFFONG/ORUKO LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER, 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

URUE OFFONG/ORUKO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASHFLOW FROM OPERATING ACTIVITES	Notes	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
RECIEPTS:				
Statutory Allocation	1	1,500,000,000.00	567,094,002.82	480,519,662.94
OTHERS: Derivation	1	250,000,000.00	-	-
Value Added Tax	1	300,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	5,000,000.00		
Rates	2	4,500,000.00	470,000.00	370,000.00
Local License fines and fees	2	10,000,000.00	64,590.	138,870.00
Earning from commercial undertaking	2	25,000,000.00	349,850.00	1,108,480.00
Rent on Local Govt. Property	2	7,000,000.00	360,000.00	595,000.00
Interest & Dividends Receivable	2	-	-	-
Grants	2	-	-	-
Miscellaneous	2	8,500,000.00	249,600.00	423,100.00
Capital Receipts: B/F				
Grants		50,000,000.00		
Miscellaneous		20,000,000.00		
TOTAL RECEIPTS		2,210,150,000.00	568,588,042.82	483,155,112.94
PAYMENTS:				
Consolidated Revenue Fund Charges:				
Political / Public Office Holders	3	121,000,000.00	65,159,930.04	59,201,416.55
Pensions/ Training Fund/ Traditional Rulers Council	3	160,000,000.00	-	-
Funding of Primary Education	3	650,000,000.00	-	-
Internal Debt Servicing	3	20,000,000.00	-	-
Total Consolidated Revenue Fund Charges		951,000,000.00	65,159,930.04	59,201,416.55
Personnel Costs	4	380,000,000.00	266,358,048.27	269,840,795.95
Overhead Costs	5	200,000,000.00	118,695,427.78	110,579,275.57
TOTAL PAYMENTS		1,531,000,000.00	450,213,406.09	439,621,488.07
Net Cash Flow From Operating Activities A		679,150,000.00	118,374,636.73	43,533,624.87
CASH FLOW FROM INVESTING ACTIVITES				
Capital Expenditure	6	679,150,000.00	37,788,430.00	23,790,000.00
Net Cash Flow From Investing Activities B			(37,788,430.00)	(23,790,000.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans			-	-
Net Cashflow from Financing Activities			-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(65,427,300.00)	(54,148,884.91)
Increase/decrease in other Liabilities	8		746,144.82	1,853,906.90
Total Cash Flow From other Cash equivalent Accounts C			(64,681,155.18)	(52,294,978.01)
Net Cash Flow For The Year (A+B+C)			15,905,051.55	(32,551,353.14)
Cash and its equivalents as at 1 st January,2019	9		16,724,552.31	49,275,905.45
Cash and its equivalents as at 31st December,2019	9		32,629,603.86	16,724,552.31

URUE- OFFONG/ORUKO LOCAL GOVERNMENT COUNCIL

STATEMENT NO. 2

STATEMENT OF ASSESTS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	NOTES	2019 ₦	2018 ₦
ASSETS			
Liquid Assets:			
Cash in Hand	9	9,067,474.70	9,029,475.71
Cash at Bank	9	23,562,129.16	7,695,076.60
TOTAL LIQUID ASSETS		32,629,603.86	16,724,552.31
Investment & Other Cash Assets:			
Advances	10	1,238,700,135.85	1,173,272,835.85
TOTAL ASSETS		<u>1,271,329,739.71</u>	<u>1,189,997,388.16</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		784,671,506.92	704,085,300.19
OTHER LIABILITIES			
Deposits	11	486,658,232.79	485,912,087.97
TOTAL LIABILITIES		<u>1,271,329,739.71</u>	<u>1,189,997,388.16</u>

URUE-OFFONG/ ORUKO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.3

STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp-Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
684,341,675.32	Opening Balances	-	-	-	704,085,300.19	
	Add Revenue					
480,519,662.94	Statutory Allocation	1,500,000,000.00	-	1,500,000,000.00	567,094,002.82	(62)
-	Derivation	250,000,000.00	-	250,000,000.00	-	(100)
-	Value Added Tax	300,000,000.00	-	300,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude	-	-	-	-	-
-	Stabilization	-	-	-	-	-
480,519,662.94	Sub-Total Statutory Allocation	2,080,000,000.00	-	2,080,000,000.00	567,094,002.82	(73)
-	Taxes	5,000,000.00	-	5,000,000.00	-	(100)
370,000.00	Rates	4,500,000.00	-	4,500,000.00	470,000.00	(90)
138,870.00	Local License fines and fees	10,000,000.00	-	10,000,000.00	64,590.00	(99)
1,108,480.00	Earning from commercial undertaking	25,000,000.00	-	25,000,000.00	349,850.00	(99)
595,000.00	Rent on Local Govt. Property	7,000,000.00	-	7,000,000.00	360,000.00	(95)
-	Interest & Dividends Receivable	-	-	-	-	-
-	Grants	-	-	-	-	-
423,100.00	Miscellaneous	8,500,000.00	-	8,500,000.00	249,600.00	(97)
2,635,450.00	Sub. Total IGR	60,000,000.00	-	60,000,000.00	1,494,040.00	(98)
1,167,496,788.26	TOTAL REVENUE	2,140,000,000.00	-	2,140,000,000.00	1,272,673,343.01	(41)
	EXPENDITURE					
	Consolidated Rev. Fund Charges:					
59,201,416.55	Political /Public Office Holders	121,000,000.00	-	121,000,000.00	65,159,930.04	46
-	Pension / Training Fund /Traditional Rulers Council	160,000,000.00	-	160,000,000.00	-	100
-	Funding Of Primary Education	650,000,000.00	-	650,000,000.00	-	100
-	Internal Debt Servicing	20,000,000.00	-	20,000,000.00	-	100
59,201,416.55	Sub. Total CRFC	951,000,000.00	-	951,000,000.00	65,159,930.04	93
269,840,795.95	Personnel Costs	380,000,000.00	-	380,000,000.00	266,358,048.27	30
110,579,275.57	Overhead Costs	200,000,000.00	-	200,000,000.00	118,695,427.78	41
439,621,488.07	Total Recurrent Expenditure	1,531,000,000.00	-	1,531,000,000.00	450,213,406.09	71
727,875,300.19	Operating balance	609,000,000.00	-	609,000,000.00	822,459,936.92	
23,790,000.00	Transfer to Capital Dev. Fund	679,150,000.00	-	679,150,000.00	37,788,430.00	94
704,085,300.19	CLOSING BALANCE	(70,150,000.00)	0	(70,150,000.00)	784,671,506.92	

URUE-OFFONG/ORUKO LOCAL GOVERNMENT COUNCIL

STATEMENT NO. 4

**STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST
DECEMBER, 2019**

Actual 2018 ₦	Description	Initial Budget 2019 ₦	Supp- Budget 2019 ₦	Final Budget 2019 ₦	Actual 2019 ₦	Var. %
	Opening balance	150,000.00	-	150,000.00		
	Add Revenue:					
23,790,000.00	Transfer from consolidated Fund	679,150,000.00	-	679,150,000.00	37,788,430.00	94
	Grant	50,000,000.00	-	50,000,000.00		100
	Miscellaneous	20,000,000.00	-	20,000,000.00		100
23,790,000.00	Total Revenue available	749,300,000.00		749,300,000.00	37,788,430.00	95
	Less Capital Expenditure :					
10,400,000.00	Economic Sector	188,000,000.00	-	188,000,000.00	5,757,500.00	97
5,210,000.00	Social Sector	172,500,000.00	-	172,500,000.00	3,230,930.00	98
4,380,000.00	Environmental/Reg. Dev.	77,500,000.00	-	77,500,000.00	650,000.00	99
3,800,000.00	General Administration	241,150,000.00	-	241,150,000.00	28,150,000.00	88
23,790,000.00	Total Expenditure	679,150,000.00	-	679,150,000.00	37,788,430.00	94
0	Closing Balance	70,150,000.00	-	70,150,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1. STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	130,659,900.53	65,681,057.50	31,326,412.10
February	124,176,515.82	37,841,686.51	31,175,027.39
March	116,864,100.73	35,091,013.04	30,859,219.17
April	124,084,082.78	37,580,519.18	35,831,666.66
May	123,921,195.96	35,171,464.42	38,835,180.65
June	137,348,794.61	48,501,374.11	39,508,601.70
July	149,319,929.74	53,686,177.18	42,646,160.64
August	141,321,694.71	50,490,026.35	42,425,193.46
September	141,353,824.48	50,357,127.98	46,049,796.61
October	140,425,865.69	48,447,725.46	39,994,773.91
November	144,049,471.95	49,746,207.28	54,891,533.84
December	128,067,018.23	54,499,623.81	46,976,096.81
TOTAL	1,601,592,395.23	567,094,002.82	480,519,662.94

NOTE 2. INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	5,000,000.00	-	-
1002	Rates	4,500,000.00	470,000.00	370,000.00
1003	Local Licenses Fines and Fees	10,000,000.00	64,590.00	138,870.00
1004	Earnings from Commercial Undertaking	25,000,000.00	349,850.00	1,108,480.00
1005	Rent on Local Government Properties	7,000,000.00	360,000.00	595,000.00
1006	Interest on Dividends	-	-	-
1007	Grants	-	-	-
1008	Miscellaneous	8,500,000.00	249,600.00	423,100.00
	Total	60,000,000.00	1,494,040.00	2,635,450.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES:POLITICAL OFFICE HOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive chairman	6,474,936.00	3,542,418.36	3,789,719.45
Office of the Vice Chairman	6,109,168.00	3,326,918.40	3,599,565.50
Office of the Supervisors	27,901,140.00	18,925,892.64	10,893,550.23
Office of the Special Advisers	21,822,321.00	9,120,912.12	5,548,554.87
Office of the Secretary	5,480,228.00	3,154,315.44	3,112,365.91
Legislative/General Council	53,212,207.00	27,089,473.08	32,257,660.59
TOTAL	121,000,000.00	65,159,930.04	59,201,416.55

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	123,355,673.00	92,965,758.40	80,112,948.21
2005	Finance and Supplies	65,378,602.00	52,439,381.45	56,243,866.15
2006	Education	27,006,116.00	15,502,353.36	17,972,575.74
2007	Primary Health Care	112,285,388.00	78,132,959.54	86,003,115.25
2008	Agriculture and Natural Resources	7,242,310.00	2,917,917.72	3,452,989.10
2009	Works and Housing , Lands & Survey	33,649,818.00	20,450,176.20	21,563,377.64
2010	Budget, Planning, Research and Statistics	7,646,123.00	3,949,501.60	4,491,923.86
2011	Traditional Rulers Office	3,435,970.00	-	-
	TOTAL	380,000,000.00	266,358,048.27	269,840,795.95

NOTE 5: OVERHEAD COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001 A	Office of the Executive Chairman	35,000,000.00	34,845,000.00	24,173,000.00
2001 B	Office of the Vice Chairman	6,000,000.00	2,600,000.00	2,499,500.00
2002	Office of the Secretary	4,000,000.00	1,800,000.00	740,000.00
2001C	Office of the Supervisors	10,000,000.00	6,395,000.00	3,705,000.00
2001 D	Office of the Special Advisers	7,000,000.00	4,280,000.00	2,573,000.00
2003 A	Office of the Legislative/ General Council	10,000,000.00	4,590,000.00	5,500,000.00
2003 B	Office of the Leader	4,000,000.00	3,170,000.00	3,150,000.00
2003 C	Office of the Deputy Leader	3,500,000.00	1,040,000.00	1,445,000.00
2003 D	Office of the Majority Leader	2,500,000.00	2,320,000.00	1,410,000.00
2003 E	Office of the Deputy Majority Leader	2,500,000.00	1,040,000.00	-
2003 F	Office of the Chief Whip	2,500,000.00	1,650,000.00	1,000,000.00
2003 G	Office of the Deputy Chief Whip	2,500,000.00	1,295,000.00	900,000.00
2003 H	Office of the Clerk	2,500,000.00	2,320,000.00	1,308,000.00
2004 A	Office of the Head of Local Government Service	4,000,000.00	3,701,530.00	695,000.00
2004 B	Office of the Administration & General Service	5,000,000.00	4,171,200.00	4,962,000.00
2005	Finance and Supplies	5,000,000.00	4,490,540.24	1,506,000.00
2006	Education, Information & Sport	3,000,000.00	2,770,000.00	765,000.00
2007	Health	3,000,000.00	2,821,550.00	680,000.00
2008	Agriculture and Natural Resources	3,000,000.00	1,642,000.00	436,000.00
2009	Works and Transport	3,000,000.00	1,196,000.00	1,821,110.00
2010	Budget, Planning, Research & Statistics	3,000,000.00	1,370,000.00	180,000.00
2011	Traditional Rulers Council	3,000,000.00	225,000.00	-
2012	Miscellaneous	76,000,000.00	28,962,607.54	51,130,665.57
	TOTAL	200,000,000.00	118,695,427.78	110,579,275.57

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	188,000,000.00	5,757,500.00	10,400,000.00
Social Sector	172,500,000.00	3,230,930.00	5,150,000.00
Environmental Sector	77,500,000.00	650,000.00	4,440,000.00
Administration Sector			
General Administration (Executive)	126,150,000.00	20,650,000.00	1,770,000.00
General Administration (Legislature)	115,000,000.00	7,500,000.00	2,030,000.00
TOTAL	679,150,000.00	37,788,430.00	23,790,000.00

NOTE 7: INCREASE/ DECREASE IN OTHER CASH ASSETS

2019 ₦		2018 ₦	
2019 Advances	1,238,700,135.85	2018 Advances	1,173,272,835.85
2018 Advances	1,173,272,835.85	2017 Advances	1,119,123,950.94
	(65,427,300.00)		(54,148,884.91)

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019 ₦		2018 ₦	
2019 Deposits	486,658,232.79	2018 Deposits	485,912,087.97
2018 Deposits	485,912,087.97	2017 Deposits	484,058,181.07
	746,144.82		1,853,906.90

NOTE9. CASH AND BANK BALANCES

Description	2019 ₦	2018 ₦
CASH	9,067,474.70	9,029,475.71
BANKS:		
Diamond Bank Main A/c	-	23,980.43
Diamond Bank Sure-P	-	20,231.26
Skye Bank	-	50,714.93
Zenith Bank A/C No. 1014513968	12,561,352.92	7,408,623.39
Zenith Bank A/C No. 1014604590	11,000,776.24	191,526.59
SUB TOTAL BANK	23,562,129.16	7,695,076.60
TOTAL	32,629,603.86	16,724,552.31

NOTE 10: ADVANCES

Detail	2019 ₦	2018 ₦
i. Purchases	475,587,130.00	438,269,830.00
ii. Imprest	275,141,426.56	251,080,926.56
iii. Touring	200,895,875.90	196,846,375.90
iv. Special / Salary	2,331,780.69	2,331,780.69
v. Motor Vehicle	54,367,179.08	54,367,179.08
vi. Miscellaneous	213,324,793.62	213,324,793.62
vii. Upkeep	17,051,950.00	17,051,950.00
TOTAL ADVANCES	1,238,700,135.85	1,173,272,835.85

NOTE 11: DEPOSITS

Detail	2019 ₦	2018 ₦
i. PAYE Tax	6,878,429.24	6,878,429.24
ii NULGE Dues State / Branch	15,054,824.07	15,055,324.07
iii NANNM	3,785,786.79	3,798,660.12
iv VAT	16,920.00	16,920.00
v. WITHHOLDING TAX	-	-
vi. Pension Deductions	11,850,591.88	11,850,591.88
vii Others	449,071,680.81	448,312,162.66
TOTAL	486,658,232.79	485,912,087.97

UYO LOCAL GOVERNMENT COUNCIL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance of Uyo Government Council in accordance with the Provisions of the Model Financial Memoranda.

The Financial Statements comply with International Public Sector Accounting Standards (IPSAS) Cash Basis and Generally Accepted Accounting Practice.

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

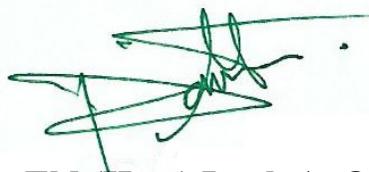
The Director of Finance has responsibility for ensuring that the internal controls are functional throughout the year and that financial records are properly kept, appropriate financial statements are prepared. To the best of my knowledge, the system of internal controls has operated adequately throughout the reporting period.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the International Public Sector Accounting Standard (IPSAS) and the Financial Memoranda.

In our opinion, these Financial Statements fairly reflect the financial position of Uyo Local Government Council as at 31st December, 2019 and its operations for the year ended on that date.



Mr. Anietie O. Akpakpan
Director of Finance
Date: 10/08/2020



Eld.(Hon.) Imoh A. Okon
Chairman
Date: 10/08/2020

AUDIT CERTIFICATE

The Executive Chairman
Uyo Local Government Council
Uyo

AUDIT CERTIFICATE ON THE ACCOUNTS OF UYO LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER, 2019.

I have examined the Financial Statements of Uyo Local Government Council for the year ended 31st December, 2019 in accordance with Section 9 (3) of the Akwa Ibom State Audit Law, 1997.

Management's and Auditors' Responsibilities

It is the responsibility of the Director of Finance to prepare the accounts in accordance with the provisions of the International Public Sector Accounting Standards (IPSAS) and the Financial Memoranda. It is my responsibility to audit and form an independent opinion on the Financial Statements.

Basis of Opinion

I have conducted the audit in accordance with Section 9 (3) of the Akwa Ibom State Audit Law 1997 and Public Sector Auditing Standards. Proper books of account were kept, projects have been verified and appropriate comments included in my inspection report to the Management of the Council and in my Annual Report to the Akwa Ibom State House of Assembly. The Financial Statements comply with IPSAS Cash Basis reporting framework.

Audit Opinion

The Financial Statement give a true and fair view of the financial position of Uyo Local Government Council as at 31st December, 2019 and of its operations for the year ended on that date.



Francis Udofa Okon
Auditor General for Local Governments
Akwa Ibom State
FRC/2014/ICAN/00000009474
December, 2020

UYO LOCAL GOVERNMENT COUNCIL

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST DECEMBER , 2019

A Summary of the principal accounting policies applied consistently throughout the financial year is set out below:

- (i) **Basis of Preparation of Financial Statements**
The Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Cash Basis as well as in accordance with the guidelines of the Model Financial Memoranda and in conformity with the new format adopted by the Federation Account Allocation Committee (FAAC) and the Financial Reporting Council of Nigeria Guidelines on public sector reporting.
- (ii) **Accounting Period**
A period of twelve months covering 1st January – 31st December, 2019
- (iii) **Reporting Currency:**
The reporting currency is the Nigerian Naira.
- (iv) **Basis of Consolidation**
The Consolidation of the accounts are based on the financial transactions of all departments in the Local Government Council. Government Business Enterprises (GBE) are excluded.
- (v) **Statutory Revenue**
Statutory Revenue comprises FAAC Allocations and 10% IGR from the State Government which passes through the State Local Governments Joint Account Allocation Committee (SLGJAAC). Only the net amounts received by the council after all statutory deductions are recognized in the accounts.
- (vi) **Internally Generated Revenue:**
This includes receipts from internal sources of revenue collected by the Council. Examples are Taxes, Rates, Earnings from commercial undertaking, Rents and miscellaneous etc.
- (vii) **Payments**
These are recurrent and capital cash outflows made during the financial year. Payments for purchase of items of capital nature (e.g PPE) are expensed in the year the items are purchased.
- (viii) **Cash Balances:**
This includes cash in hand, at bank and cash equivalents at the end of the financial year.
- (ix) **Advances**
These are short term financial accommodation to officers of the Council which have not been refunded or retired on the reporting date.
- (x) **Deposits**
These are unremitted deductions and unpaid obligations to third parties on the reporting date.

UYO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.1

CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

CASHFLOW FROM OPERATING ACTIVITIES	Notes	Budget 2019 ₱	Actual 2019 ₱	Actual 2018 ₱
RECEIPTS:				
Statutory Allocation	1	2,000,000,000.00	798,795,913.03	718,552,849.25
OTHERS: Derivation	1	400,000,000.00	-	-
Value Added Tax	1	460,000,000.00	-	-
State Allocation	1	30,000,000.00	-	-
Excess Crude Oil	1	-	-	-
Stabilization	1	-	-	-
Taxes	2	78,000,000.00	6,300,000.00	25,711,000.00
Rates	2	86,400,000.00	17,596,000.00	9,460,000.00
Local License, Fees & Fines	2	312,400,000.00	37,380,471.57	34,884,353.00
Earning from commercial undertakings	2	42,500,000.00	14,656,000.00	1,272,000.00
Rent on Local Government Property	2	16,000,000.00	200,000.00	5,100,000.00
Interest, Repayment and Dividends Receivable	2	2,700,000.00	-	-
Grants	2	-	-	
Miscellaneous	2	22,000,000.00	10,085,638.63	5,351,500.00
Capital Receipts: B/F		1,000,000.00		
Grants		200,000,000.00		
Miscellaneous		100,000,000.00		
TOTAL RECEIPTS		3,751,000,000.00	885,014,023.23	800,331,702.25
Consolidated Revenue Fund Charges:				
Political and Public Office Holders	3	75,000,000.00	70,974,511.20	64,575,847.83
Pensions and Training Fund/Traditional Rulers Council	3	300,000,000.00	-	-
Funding of Primary Education	3	1,100,000,000.00	-	-
Internal Debt Servicing	3	20,000,000.00	-	
Total Consolidated Revenue Fund Charges	3	1,495,000,000.00	70,974,511.20	64,575,847.83
Personnel Costs	4	600,000,000.00	503,005,693.22	522,240,609.72
Overhead Costs	5	400,000,000.00	222,323,714.81	209,006,879.24
TOTAL PAYMENTS		2,495,000,000.00	796,303,919.23	795,823,336.79
Net Cash follow from Operative Activities A		1,256,000,000.00	88,710,104.00	4,508,365.46
CASH FLOW FROM INVESTING ACTIVITIES				
Capital expenditure	6	1,256,000,000.00	90,518,312.00	30,143,500.00
Net Cash Flow From Investing Activities B			(90,518,312.00)	(30,143,500.00)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Internal Loans		-	-	-
Net Cashflow from Financing Activities		-	-	-
Movement in other Cash equivalent Accounts				
Increase/decrease in other Cash Assets	7		(13,524,200.00)	9,304,041.75
Increase/decrease in other Liabilities	8		36,280,192.39	3,774,824.65
Total Cash Flow From other Cash equivalent Accounts C			22,755,992.39	13,078,866.40
Net Cash Flow for the Years (A+B+C)			20,947,784.39	(12,556,268.14)
Cash and its Equivalent as at 1 st January, 2019	9		12,842,366.49	25,398,634.63
Cash and its Equivalent as at 31st December, 2019	9		33,790,150.88	12,842,366.49

UYO LOCAL GOVERNMENT COUNCIL

STATEMENT NO.2

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2019

DESCRIPTION	Notes	2019 ₱	2018 ₱
ASSETS			
Liquid Assets:			
Cash in Hand	9	341,125.37	169,678.75
Cash at Bank	9	33,449,025.51	12,672,687.74
TOTAL LIQUID ASSETS		33,790,150.88	12,842,366.49
Investment & Other Cash Assets:			
Advances	10	1,277,689,378.28	1,264,165,178.28
TOTAL ASSETS		<u>1,311,479,529.16</u>	<u>1,277,007,544.77</u>
LIABILITIES:			
PUBLIC FUNDS:			
Consolidated Revenue Fund		820,279,672.16	822,087,880.16
OTHER LIABILITIES			
Deposits	11	491,199,857.00	454,919,664.61
TOTAL LIABILITIES		<u>1,311,479,529.16</u>	<u>1,277,007,544.77</u>

UYO LOCAL GOVERNMENT COUNCIL

STATEMENT NO. 3

**STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST
DECEMBER, 2019**

Actual 2018 ₱	Description	Initial Budget 2019 ₱	Supp-Budget 2019 ₱	Final Budget 2019 ₱	Actual 2019 ₱	Var. %
847,723,014.70	Opening Balance	-	-	-	822,087,880.16	
	Add Revenue:					
718,552,849.25	Statutory Allocation	2,000,000,000.00	-	2,000,000,000.00	798,795,913.03	(60)
-	Derivation	400,000,000.00	-	400,000,000.00	-	(100)
-	Value Added Tax	460,000,000.00	-	460,000,000.00	-	(100)
-	State Allocation	30,000,000.00	-	30,000,000.00	-	(100)
-	Excess Crude Oil	-	-	-	-	-
-	Stabilization	-	-	-	-	-
718,552,849.25	Sub Total Statutory Allocation	2,890,000,000.00	-	2,890,000,000.00	798,795,913.03	(72)
25,711,000.00	Taxes	78,000,000.00	-	78,000,000.00	6,300,000.00	(92)
9,460,000.00	Rates	86,400,000.00	-	86,400,000.00	17,596,000.00	(80)
34,884,353.00	Local License, Fine & Fees	312,400,000.00	-	312,400,000.00	37,380,471.57	(88)
1,272,000.00	Earning from commercial undertaking	42,500,000.00	-	42,500,000.00	14,656,000.00	(66)
5,100,000.00	Rent on Local Government Property	16,000,000.00	-	16,000,000.00	200,000.00	(99)
-	Interest Repayment and Dividends Receivable	2,700,000.00	-	2,700,000.00	-	(100)
-	Grants	-	-	-	-	-
5,351,500.00	Miscellaneous	22,000,000.00	-	22,000,000.00	10,085,638.63	(54)
81,778,853.00	Sub Total IGR	560,000,000.00	-	560,000,000.00	86,218,110.20	(85)
1,648,054,716.95	TOTAL REVENUE	3,450,000,000.00	-	3,450,000,000.00	1,707,101,903.39	(51)
	EXPENDITURE:				-	-
	Consolidated Revenue Fund Charges:				-	-
64,575,847.83	Political and Public Office Holders	75,000,000.00	-	75,000,000.00	70,974,511.20	5
-	Pensions and Training Fund/Traditional Rulers Council	300,000,000.00	-	300,000,000.00	-	100
-	Funding of Primary Education	1,100,000,000.00	-	1,100,000,000.00	-	100
-	Internal Debt Servicing	20,000,000.00	-	20,000,000.00	-	100
64,575,847.83	Sub Total CRFC	1,495,000,000.00	-	1,495,000,000.00	70,974,511.20	95
522,240,609.72	Personnel Costs	600,000,000.00	-	600,000,000.00	503,005,693.22	16
209,006,879.24	Overhead Costs	400,000,000.00	-	400,000,000.00	222,323,714.81	44
795,823,336.79	Total Recurrent Expenditure	2,495,000,000.00	-	2,495,000,000.00	796,303,919.23	68
852,231,380.16	Operating balance	955,000,000.00	-	955,000,000.00	910,797,984.16	-
30,143,500.00	Transfer to Capital Development Fund	1,256,000,000.00	-	1,256,000,000.00	90,518,312.00	93
822,087,880.16	Closing Balance	(301,000,000.00)	0	(301,000,000.00)	820,279,672.16	

UYO LOCAL GOVERNMENT COUNCIL

STATEMENT NO. 4

STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2019

Actual 2018 ₱	Description	Initial Budget 2019 ₱	Supp- Budget 2019 ₱	Final Budget 2019 ₱	Actual 2019 ₱	Var. %
	Opening balance	1,000,000.00	-	1,000,000.00		
	Add Revenue:					
30,143,500.00	Transfer from Consolidated Rev. Fund	1,256,000,000.00	-	1,256,000,000.00	90,518,312.00	93
	Grant	200,000,000.00	-	200,000,000.00	-	100
	Miscellaneous	100,000,000.00	-	100,000,000.00	-	100
30,143,500.00	Total Revenue available	1,557,000,000.00		1,557,000,000.00	90,518,312.00	94
	Less Capital Expenditure :					
16,910,000.00	Economic Sector	320,000,000.00	-	320,000,000.00	42,211,000.00	87
466,000.00	Social Sector	293,000,000.00	-	293,000,000.00	4,047,500.00	99
4,000,000.00	Environmental Sector	85,000,000.00	-	85,000,000.00	2,280,000.00	97
8,767,500.00	General Administration Sector	558,000,000.00	-	558,000,000.00	41,979,812.00	92
30,143,500.00	Total Expenditure B	1,256,000,000.00	-	1,256,000,000.00	90,518,312.00	93
0	Closing Balance A – B	301,000,000.00	-	301,000,000.00	0	

NOTES TO THE ACCOUNTS

NOTE 1: STATUTORY ALLOCATION

MONTHS	Gross Alloc. From SLGJaac 2019 ₦	Net 2019 ₦	Net 2018 ₦
January	200,815,678.44	93,961,275.24	45,875,631.97
February	191,237,939.63	61,025,602.60	47,262,059.28
March	179,720,618.58	58,155,609.56	47,501,195.45
April	190,487,081.58	61,454,239.76	53,527,737.00
May	190,153,331.20	59,124,472.10	56,689,700.62
June	211,221,558.12	72,454,629.06	58,006,568.77
July	228,603,592.39	76,627,756.11	61,867,240.37
August	216,580,874.65	66,227,857.15	62,423,804.78
September	216,157,012.34	65,812,699.83	66,316,188.49
October	214,278,608.82	64,572,281.23	81,357,194.20
November	220,010,214.28	63,871,900.29	66,254,707.73
December	196,248,417.62	55,507,590.10	71,470,820.59
Total	2,455,514,927.65	798,795,913.03	718,552,849.25

NOTE 2: INTERNALLY GENERATED REVENUE

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
1001	Taxes	78,000,000.00	6,300,000.00	25,711,000.00
1002	Rates	86,400,000.00	17,596,000.00	9,460,000.00
1003	Local License Fees & Fines	312,400,000.00	37,380,471.57	34,884,353.00
1004	Earnings from Commercial Undertakings	42,500,000.00	14,656,000.00	1,272,000.00
1005	Rent on Local Government Property	16,000,000.00	200,000.00	5,100,000.00
1006	Interest Payment & Dividend	2,700,000.00	-	-
1007	Grants	-	-	-
1008	Miscellaneous	22,000,000.00	10,085,638.63	5,351,500.00
	TOTAL	560,000,000.00	86,218,110.20	81,778,853.00

NOTE 3: CONSOLIDATED REVENUE FUND CHARGES: POLITICAL OFFICE HOLDERS

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Office of the Executive Chairman	3,900,000.00	3,542,418.36	3,808,099.71
Office of the Vice Chairman	3,650,000.00	3,326,918.40	3,576,437.28
Office of the Supervisors	16,300,000.00	15,771,577.20	10,470,574.99
Office of the Special Advisers	12,500,000.00	12,161,216.16	8,082,141.57
Office of the Secretary	3,350,000.00	3,154,315.44	3,154,315.74
Legislative/General Council	35,300,000.00	33,018,065.64	35,484,278.54
Total	75,000,000.00	70,974,511.20	64,575,847.83

NOTE 4: PERSONNEL COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2004	Administration	144,462,706.91	118,433,399.72	132,759,683.26
2005	Finance and Supplies	61,610,914.87	56,578,314.95	56,703,901.38
2006	Social Development, Information, Youth, Sports & Culture	53,188,346.56	44,480,952.41	43,885,187.53
2007	Primary Health Care	243,227,910.37	205,996,437.77	207,267,473.53
2008	Agriculture & National Resources	19,917,375.46	15,960,679.48	16,603,592.31
2009	Works and Housing, Lands & Survey	49,725,187.62	35,726,547.59	38,859,810.99
2010	Budget, Planning & Research & Statistic	27,867,558.21	25,829,361.30	26,160,960.72
	Total	600,000,000.00	503,005,693.22	522,240,609.72

NOTE 5: OVERHEAD COSTS

Head	Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
2001A	Office of the Executive Chairman	37,500,000.00	31,650,000.00	55,051,198.68
2001B	Office of the Vice Chairman	7,500,000.00	8,309,950.00	5,567,000.00
2002A	Office of the Secretary	5,200,000.00	7,688,980.00	1,750,000.00
2002B	Office of the Supervisors	6,400,000.00	2,697,500.00	12,688,000.00
2002C	Office of the Special Adviser	5,700,000.00	1,613,000.00	1,520,000.00
2003A	Office of the Legislative/General Council	29,000,000.00	9,659,000.00	13,624,900.00
2003B	Office of the Leader	6,840,000.00	4,344,000.00	2,839,000.00
2003C	Office of the Deputy Leader	5,420,000.00	1,641,000.00	1,660,000.00
2003D	Office of the Majority Leader	5,500,000.00	1,642,000.00	2,255,000.00
2003E	Office of the Deputy Majority Leader	5,200,000.00	2,409,700.00	1,100,000.00
2003F	Office of the Chief Whip	5,500,000.00	1,540,000.00	1,200,000.00
2003G	Office of the Deputy Chief Whip	5,200,000.00	1,685,000.00	1,157,700.00
2003H	Office of the Clerk	2,300,000.00	834,200.00	2,000,000.00
2004A	Office of the Head or Local Government Service	6,300,000.00	6,492,749.21	4,896,150.00
2004B	Office of the Administration and General Service Dept	4,100,000.00	3,334,200.00	9,202,200.00
2005	Finance & Supplies	4,200,000.00	5,771,040.00	5,035,334.00
2006	Education, Information & Sports	2,600,000.00	1,198,800.00	280,000.00
2007	Health	3,800,000.00	1,776,500.00	1,284,000.00
2008	Agriculture & Natural Resources	2,800,000.00	-	10,000.00
2009	Works and Transport	3,800,000.00	20,000.00	1,310,000.00
2010	Budget, Planning, Research & Statistics	4,650,000.00	1,046,000.00	1,502,000.00
2011	Traditional Rulers Council	4,700,000.00	3,545,500.00	4,336,000.00
2012	Miscellaneous	235,790,000.00	123,424,595.60	78,738,396.56
	Total	400,000,000.00	222,323,714.81	209,006,879.24

NOTE 6: CAPITAL EXPENDITURE

Description	Budget 2019 ₦	Actual 2019 ₦	Actual 2018 ₦
Economic Sector	320,000,000.00	42,211,000.00	16,910,000.00
Social Sector	293,000,000.00	4,047,500.00	466,000.00
Environment Sector:	85,000,000.00	2,280,000.00	4,000,000.00
Administration Sector:			
General Administration (Executive)	508,000,000.00	39,479,812.00	8,267,500.00
General Administration (Legislature)	50,000,000.00	2,500,000.00	500,000.00
Total	1,256,000,000.00	90,518,312.00	30,143,500.00

NOTE 7: INCREASE/DECREASE IN OTHER CASH ASSETS

2019		2018	
₦		₦	
2019 Advances	1,277,689,378.28	2018Advances	1,264,165,178.28
2018Advances	1,264,165,178.28	2017 Advances	1,273,469,220.03
	(13,524,200.00)		9,304,041.75

NOTE 8: INCREASE/DECREASE IN OTHER LIABILITIES

2019		2018	
₦		₦	
2019 Deposits	491,199,857.00	2018 Deposits	454,919,664.61
2018 Deposits	454,919,664.61	2017Deposits	451,144,839.96
	36,280,192.39		3,774,824.65

NOTE 9: CASH AND BANKS BALANCES

Description	2019	2018
	₦	₦
Cash	341,125.37	169,678.75
BANKS:		
Zenith Bank 1014518365	24,232,848.29	6,595,110.12
Zenith Bank 1014876551	65,881.45	49,971.18
Zenith Bank 1010734211	3,113,259.24	31,175.51
Eco Bank, Uyo 0302007289	109,866.54	69,260.94
Heritage Bank, Uyo A/c 6001026932	1,106.06	1,106.06
Skye Bank Plc A/C 4040013746	9,277.32	9,277.32
Stanbic Bank JAAC A/C 0002253560	502,384.46	502,384.46
Government Salary A/C 0002253577	109,058.31	109,058.31
Special Project Account 0003750516	52,295.00	52,295.00
Project Appraisal A/C 0005415295	77,943.16	77,943.16
FBN, Uyo	5,136,566.08	5,136,566.08
Subsidy Reinvestment Programme A/C	81,003.80	81,003.80
Project Account II FBN	(42,464.20)	(42,464.20)
Sub Total Bank Balance	33,449,025.51	12,672,687.74
Total	33,790,150.88	12,842,366.49

NOTE 10: ADVANCES

Detail	2019 ₦	2018 ₦
i. Purchases Advances	968,354,642.50	958,547,642.50
ii. Imprest	184,757,648.10	182,675,148.10
iii. Touring	104,520,953.18	102,286,253.18
iv. Salary/Special	3,342,826.96	3,342,826.96
v. Motor Vehicles	9,039,400.55	9,639,400.55
vi. Car Loan	7,673,906.99	7,673,906.99
Total	1,277,689,378.28	1,264,165,178.28

NOTE 11: DEPOSITS

Detail	2019 ₦	2018 ₦
(i) PAYE Tax	12,645,110.59	12,645,110.59
(ii) NULGE Dues/State/Branch	14,810,715.01	14,560,715.01
(iii) NANNM Dues	3,564,855.50	3,564,855.50
(iv) VAT	6,429,433.79	5,132,183.79
(v) Withholding Tax	13,261,018.24	11,001,518.24
(vi) 15% Contributory Pension Deductions	16,893,941.00	16,893,941.00
(vii) Others	423,594,782.87	391,121,340.48
Total	491,199,857.00	454,919,664.61

SUMMARY OF SLGJAC RECEIPTS FOR 2019

S/N	LOCAL GOVT. COUNCIL	DETAILS OF REVENUE									10% IGR FROM THE STATE ₦	TOTAL REVENUE ₦
		STATUTORY ALLOCATION ₦	VALUE ADDED TAX ₦	EXCHANGE GAIN ₦	EXCESS BANK CHARGE ₦	GOODS & VALUE CON. ₦	FOREX EQUAL. ₦	NNPC REFUND ₦	SOLID MINERALS ₦	TOTAL FAAC DIST. ₦		
1	Abak	1,430,070,424.26	385,807,243.34	2,389,945.91	3,400,242.85	11,709,891.07	14,070,060.94	2,129,071.10	1,852,341.26	1,851,429,220.73	19,980,194.04	1,871,409,414.77
2	Eastern Obolo	1,116,596,812.91	319,291,017.30	1,866,066.14	2,654,904.44	9,143,065.14	10,985,882.18	1,662,375.48	1,446,305.24	1,463,646,428.83	12,978,763.92	1,476,625,192.75
3	Eket	1,474,224,120.90	414,148,217.99	2,463,735.96	3,505,226.00	12,071,436.19	14,504,476.74	2,194,806.58	1,909,532.65	1,925,021,553.01	17,901,637.56	1,942,923,190.57
4	Nsit Atai	1,130,160,235.74	331,190,720.78	1,888,733.43	2,687,153.86	9,254,126.95	11,119,328.88	1,682,568.54	1,463,873.66	1,489,446,741.84	15,590,272.44	1,505,037,014.28
5	Essien Udim	1,518,749,778.59	431,178,885.27	2,538,147.59	3,611,093.54	12,436,027.04	14,942,552.17	2,261,095.83	1,967,205.83	1,987,684,785.86	20,370,746.76	2,008,055,532.62
6	Etim Ekpo	1,323,761,514.60	357,292,667.82	2,212,281.58	3,147,474.80	10,839,398.45	13,024,117.45	1,970,799.72	1,714,641.48	1,713,962,895.90	17,008,513.32	1,730,971,409.22
7	Etinan	1,501,376,110.44	411,376,532.16	2,509,112.59	3,569,784.60	12,293,765.69	14,771,617.53	2,235,230.12	1,944,702.07	1,950,076,855.20	18,809,979.48	1,968,886,834.68
8	Ibena	1,202,976,194.63	331,855,485.02	2,010,424.09	2,860,286.55	9,850,368.18	11,835,744.63	1,790,976.03	1,558,190.70	1,564,737,669.83	14,962,239.24	1,579,699,909.07
9	Ibesikpo Asutan	1,396,095,497.74	384,122,891.64	2,333,166.73	3,319,461.51	11,431,693.10	13,735,791.18	2,078,489.65	1,808,334.22	1,814,925,325.77	17,686,785.36	1,832,612,111.13
10	Ibiono Ibom	1,518,887,269.50	428,614,673.63	2,538,377.37	3,611,420.45	12,437,152.87	14,943,904.89	2,261,300.52	1,967,383.92	1,985,261,483.15	18,793,858.08	2,004,055,341.23
11	Ika	1,168,977,701.61	329,788,364.59	1,953,605.52	2,779,449.19	9,571,977.24	11,501,243.02	1,740,359.50	1,514,153.14	1,527,826,853.81	15,432,450.84	1,543,259,304.65
12	Ikono	1,382,690,563.28	379,721,898.27	2,310,764.28	3,287,588.94	11,321,929.05	13,603,903.80	2,058,532.55	1,790,971.08	1,796,786,151.25	18,674,443.56	1,815,460,594.81
13	Ikot Abasi	1,383,080,403.35	379,822,671.45	2,311,415.76	3,288,515.85	11,325,121.19	13,607,739.32	2,059,112.94	1,791,476.03	1,797,286,455.89	17,507,321.76	1,814,793,777.65
14	Ikot Ekpene	1,426,441,687.93	389,183,568.25	2,383,881.52	3,391,614.90	11,680,177.77	14,034,358.81	2,123,668.69	1,847,641.03	1,851,086,598.90	18,597,362.64	1,869,683,961.54
15	Ini	1,303,194,271.62	352,023,670.17	2,177,909.40	3,098,572.58	10,670,987.04	12,821,762.13	1,940,179.46	1,688,001.15	1,687,615,353.55	16,433,836.68	1,704,049,190.23
16	Itu	1,330,627,000.77	375,596,972.57	2,223,755.21	3,163,798.69	10,895,615.33	13,091,665.03	1,981,020.97	1,723,534.20	1,739,303,362.77	17,892,433.08	1,757,195,795.85
17	Mbo	1,242,061,209.16	356,102,020.01	2,075,743.30	2,953,218.01	10,170,409.24	12,220,291.11	1,849,165.32	1,608,816.73	1,629,040,872.88	17,122,021.08	1,646,162,893.96
18	Mkpat Enin	1,543,142,558.35	418,788,018.39	2,578,913.02	3,669,091.65	12,635,763.22	15,182,545.87	2,297,411.49	1,998,801.30	2,000,293,103.29	19,946,982.36	2,020,240,085.65
19	Nsit Ibom	1,287,638,211.15	359,996,606.99	2,151,912.00	3,061,585.32	10,543,608.86	12,668,710.42	1,917,019.79	1,667,851.70	1,679,645,506.23	16,770,650.28	1,696,416,156.51
20	Nsit Ubium	1,354,810,089.32	376,611,479.04	2,264,170.22	3,221,298.22	11,093,634.48	13,329,595.65	2,017,024.45	1,754,858.07	1,765,102,149.45	17,927,841.36	1,783,029,990.81
21	Obot Akara	1,409,199,270.80	393,590,489.46	2,355,065.85	3,350,618.06	11,538,991.14	13,864,715.51	2,097,998.39	1,825,307.27	1,837,822,456.48	17,962,025.64	1,855,784,482.12
22	Okobo	1,211,243,656.41	356,140,127.52	2,024,240.74	2,879,943.89	9,918,064.90	11,917,085.87	1,803,284.53	1,568,899.38	1,597,495,303.24	16,739,601.00	1,614,234,904.24
23	Onna	1,264,774,003.42	372,497,562.19	2,113,701.11	3,007,221.67	10,356,389.14	12,443,755.92	1,882,979.84	1,638,236.15	1,668,713,849.44	18,940,526.76	1,687,654,376.20
24	Oron	1,295,484,291.34	342,086,079.79	2,165,024.40	3,080,240.75	10,607,855.18	12,745,905.80	1,928,700.94	1,678,014.56	1,669,776,112.76	16,057,825.20	1,685,833,937.96
25	Oruk Anam	1,526,367,478.79	414,230,360.83	2,550,878.37	3,629,205.96	12,498,403.30	15,017,500.59	2,272,436.96	1,977,072.88	1,978,543,337.68	20,441,645.52	1,998,984,983.20
26	Udung Uko	1,137,001,374.24	313,138,772.37	1,900,166.43	2,703,419.86	9,310,144.46	11,186,636.92	1,692,753.54	1,472,734.85	1,478,406,002.67	13,749,140.64	1,492,155,143.31
27	Ukanafun	1,395,109,971.33	375,596,972.56	2,331,519.70	3,317,118.26	11,423,623.28	13,726,094.87	2,077,022.42	1,807,057.69	1,805,389,380.11	18,836,820.48	1,824,226,200.59
28	Esit Eket	1,137,406,274.33	321,965,317.28	1,900,843.07	2,704,382.59	9,313,459.93	11,190,620.62	1,693,356.35	1,473,259.32	1,487,647,513.49	16,326,340.20	1,503,973,853.69
29	Uruan	1,483,360,377.64	368,201,576.17	2,479,004.54	3,526,949.04	12,146,246.89	14,594,365.81	2,208,408.54	1,921,366.65	1,888,438,295.28	17,148,933.48	1,905,587,228.76
30	Urue Offong/ Oruko	1,227,407,688.27	328,281,001.08	2,051,254.20	2,918,376.71	10,050,421.35	12,076,119.24	1,827,349.34	1,589,836.32	1,586,202,046.51	15,390,348.72	1,601,592,395.23
31	Uyo	1,855,286,573.64	530,177,948.29	3,100,570.79	4,411,268.71	15,191,701.97	18,253,643.10	2,762,127.63	2,403,115.12	2,431,586,949.25	23,927,978.40	2,455,514,927.65
	TOTAL	41,978,202,616.06	11,628,419,812.22	70,154,330.82	99,810,527.45	343,731,449.64	413,011,736.00	62,496,627.21	54,373,515.65	54,650,200,615.05	545,909,519.88	55,196,110,134.93

SUMMARY OF SLGJAAC RECEIPTS, DISBURSEMENT AND TRANSFERS TO COUNCILS FOR 2019

S/N	LOCAL GOVT. COUNCIL	STATUTORY REVENUE ₦	10% IGR FROM STATE ₦	TOTAL REVENUE ₦	LOCAL GOVT. PENSIONS, PRIM. SCHOOL. TEACHERS SALARIES/PENSIONS, ETC. ₦	L.G C. SALARIES, ALLOWANCES & OTHER CHARGES ₦	TOTALS ₦
1	Abak	1,851,429,220.73	19,980,194.04	1,871,409,414.77	1,241,004,102.92	630,405,311.85	1,871,409,414.77
2	Eastern Obolo	1,463,646,428.83	12,978,763.92	1,476,625,192.75	979,914,447.78	496,710,744.97	1,476,625,192.75
3	Eket	1,925,021,553.01	17,901,637.56	1,942,923,190.57	1,266,979,962.51	675,943,228.06	1,942,923,190.57
4	Nsit Atai	1,489,446,741.84	15,590,272.44	1,505,037,014.28	959,411,315.47	545,625,698.81	1,505,037,014.28
5	Essien Udim	1,987,684,785.86	20,370,746.76	2,008,055,532.62	1,307,567,492.86	700,488,039.76	2,008,055,532.62
6	Etim Ekpo	1,713,962,895.90	17,008,513.32	1,730,971,409.22	1,044,281,045.50	686,690,363.72	1,730,971,409.22
7	Etinan	1,950,076,855.20	18,809,979.48	1,968,886,834.68	1,351,253,636.47	617,633,198.21	1,968,886,834.68
8	Ibena	1,564,737,669.83	14,962,239.24	1,579,699,909.07	993,393,874.85	586,306,034.22	1,579,699,909.07
9	Ibesikpo Asutan	1,814,925,325.77	17,686,785.36	1,832,612,111.13	1,135,022,473.37	697,589,637.76	1,832,612,111.13
10	Ibiono Ibom	1,985,261,483.15	18,793,858.08	2,004,055,341.23	1,449,035,160.87	555,020,180.36	2,004,055,341.23
11	Ika	1,527,826,853.81	15,432,450.84	1,543,259,304.65	1,011,676,098.91	531,583,205.74	1,543,259,304.65
12	Ikono	1,796,786,151.25	18,674,443.56	1,815,460,594.81	1,158,989,632.93	656,470,961.88	1,815,460,594.81
13	Ikot Abasi	1,797,286,455.89	17,507,321.76	1,814,793,777.65	1,194,491,679.52	620,302,098.13	1,814,793,777.65
14	Ikot Ekpene	1,851,086,598.90	18,597,362.64	1,869,683,961.54	1,185,829,684.94	683,854,276.60	1,869,683,961.54
15	Ini	1,687,615,353.55	16,433,836.68	1,704,049,190.23	1,033,883,378.26	670,165,811.97	1,704,049,190.23
16	Itu	1,739,303,362.77	17,892,433.08	1,757,195,795.85	1,117,211,966.47	639,983,829.38	1,757,195,795.85
17	Mbo	1,629,040,872.88	17,122,021.08	1,646,162,893.96	1,079,435,693.25	566,727,200.71	1,646,162,893.96
18	Mkpat Enin	2,000,293,103.29	19,946,982.36	2,020,240,085.65	1,464,141,944.35	556,098,141.30	2,020,240,085.65
19	Nsit Ibom	1,679,645,506.23	16,770,650.28	1,696,416,156.51	1,173,670,920.87	522,745,235.64	1,696,416,156.51
20	Nsit Ubium	1,765,102,149.45	17,927,841.36	1,783,029,990.81	1,105,570,866.64	677,459,124.17	1,783,029,990.81
21	Obot Akara	1,837,822,456.48	17,962,025.64	1,855,784,482.12	1,280,888,713.06	574,895,769.06	1,855,784,482.12
22	Okobo	1,597,495,303.24	16,739,601.00	1,614,234,904.24	988,578,233.90	625,656,670.34	1,614,234,904.24
23	Onna	1,668,713,849.44	18,940,526.76	1,687,654,376.20	1,065,582,243.29	622,072,132.91	1,687,654,376.20
24	Oron	1,669,776,112.76	16,057,825.20	1,685,833,937.96	1,037,217,641.23	648,616,296.73	1,685,833,937.96
25	Oruk Anam	1,978,543,337.68	20,441,645.52	1,998,984,983.20	1,373,918,768.53	625,066,214.67	1,998,984,983.20
26	Udung Uko	1,478,406,002.67	13,749,140.64	1,492,155,143.31	827,673,767.73	664,481,375.58	1,492,155,143.31
27	Ukanafun	1,805,389,380.11	18,836,820.48	1,824,226,200.59	1,305,814,363.94	518,411,836.65	1,824,226,200.59
28	Esit Eket	1,487,647,513.49	16,326,340.20	1,503,973,853.69	897,603,948.54	606,369,905.15	1,503,973,853.69
29	Uruan	1,888,438,295.28	17,148,933.48	1,905,587,228.76	1,173,523,853.92	732,063,374.84	1,905,587,228.76
30	Urue Offong/ Oruko	1,586,202,046.51	15,390,348.72	1,601,592,395.23	1,034,498,392.41	567,094,002.82	1,601,592,395.23
31	Uyo	2,431,586,949.25	23,927,978.40	2,455,514,927.65	1,656,719,014.62	798,795,913.03	2,455,514,927.65
	TOTAL	54,650,200,615.05	545,909,519.88	55,196,110,134.93	35,894,784,319.91	19,301,325,815.02	55,196,110,134.93

REMITTANCES FROM SLGJAAC TO LOCAL GOVERNMENTS AS REFLECTED IN THE COUNCILS' FINANCIAL STATEMENTS

S/N	LOCAL GOVT. COUNCIL	SALARY & ALLOWANCES ₦	OTHER CHARGES ₦	2018 BONUS ₦	2018 OTHER CHARGES ₦	LEAVE GRANT ₦	TOTAL ₦
1	Abak	406,063,275.69	200,015,046.66	8,020,205.11	16,306,784.39	-	630,405,311.85
2	Eastern Obolo	256,117,329.10	218,434,079.08	4,944,165.29	17,215,171.50	-	496,710,744.97
3	Eket	432,296,305.03	218,340,874.20	8,051,893.09	17,254,155.74	-	675,943,228.06
4	Esit Eket	305,190,334.86	217,333,092.98	5,964,096.87	17,138,174.10	-	545,625,698.81
5	Essien Udim	459,522,964.04	214,624,262.52	9,295,627.59	17,045,185.61	-	700,488,039.76
6	Etim Ekpo	447,370,408.79	213,610,267.20	8,742,501.76	16,967,185.97	-	686,690,363.72
7	Etinan	378,680,144.17	214,793,255.24	7,101,613.75	17,058,185.05	-	617,633,198.21
8	Ibeno	344,443,873.44	218,229,753.83	6,435,260.47	17,197,146.48	-	586,306,034.22
9	Ibesikpo Asutan	460,065,783.94	211,577,422.88	9,130,232.99	16,816,197.95	-	697,589,637.76
10	Ibiono Ibom	319,866,771.22	211,841,593.07	6,465,297.34	16,846,518.73	-	555,020,180.36
11	Ika	294,723,935.93	214,111,707.73	5,780,265.30	16,967,296.78	-	531,583,205.74
12	Ikono	424,102,258.36	207,916,704.08	7,999,702.94	16,452,296.50	-	656,470,961.88
13	Ikot Abasi	379,081,013.01	216,691,709.80	7,402,078.38	17,127,296.94	-	620,302,098.13
14	Ikot Ekpene	461,981,296.54	196,625,628.60	9,200,906.92	16,046,444.54	-	683,854,276.60
15	Ini	434,247,948.02	210,097,202.82	9,123,710.88	16,696,950.25	-	670,165,811.97
16	Itu	411,590,860.16	204,198,037.36	7,988,302.03	16,206,629.83	-	639,983,829.38
17	Mbo	326,056,619.82	217,191,863.57	6,351,408.55	17,127,308.77	-	566,727,200.71
18	Mkpat Enin	310,686,290.33	222,080,251.16	5,674,414.45	17,657,185.36	-	556,098,141.30
19	Nsit Atai	286,217,473.54	214,152,358.35	5,366,518.46	17,008,885.29	-	522,745,235.64
20	Nsit Ibom	443,101,112.80	209,060,246.88	8,680,580.09	16,617,184.40	-	677,459,124.17
21	Nsit Ubium	339,649,812.40	211,948,239.59	6,601,519.42	16,696,197.65	-	574,895,769.06
22	Obot Akara	384,643,569.97	216,661,782.86	7,226,322.63	17,124,994.88	-	625,656,670.34
23	Okobo	382,702,284.57	214,732,352.51	7,615,320.22	17,022,175.61	-	622,072,132.91
24	Onna	390,122,335.94	215,324,930.63	8,038,263.53	17,079,852.38	18,050,914.25	648,616,296.73
25	Oron	371,937,570.85	215,350,961.19	7,450,302.55	17,101,085.50	13,226,294.58	625,066,214.67
26	Orun Anam	409,017,519.07	214,963,756.48	7,760,622.87	17,078,992.83	15,660,484.33	664,481,375.58
27	Udung Uko	268,226,850.58	216,411,855.51	5,258,962.59	17,067,308.14	11,446,859.83	518,411,836.65
28	Ukanafun	354,622,392.59	213,592,563.46	6,858,621.71	17,077,638.93	14,218,688.46	606,369,905.15
29	Uruan	473,122,792.48	215,029,807.19	9,310,341.82	17,038,073.65	17,562,359.70	732,063,374.84
30	Urue/Offong Oruko	315,321,026.59	215,423,471.22	6,504,557.03	17,029,740.12	12,815,207.86	567,094,002.82
31	Uyo	562,571,681.12	207,393,200.95	11,998,603.94	16,832,427.02	-	798,795,913.03
	TOTAL	11,833,343,834.95	6,607,758,279.60	232,342,220.57	524,900,670.89	102,980,809.01	19,301,325,815.02

