GOVERNMENT OF CROSS RIVER STATE

REPORT OF THE AUDITOR-GENERAL

ACCOUNTS OF THE EIGHTEEN (18) LOCAL GOVERNMENTS OF CROSS RIVER STATE

FOR THE YEAR ENDED 31ST DECEMBER 2022

OFFICE OF THE
AUDITOR-GENERAL FOR
LOCAL GOVERNMENTS
CROSS RIVER STATE

REPORT OF THE AUDITOR-GENERAL (LOCAL GOVERNMENTS)

ON THE

ACCOUNTS OF THE EIGHTEEN (18) LOCAL GOVERNMENTS OF CROSS RIVER STATE

FOR THE YEAR ENDED 31ST DECEMBER 2022

OFFICE OF THE AUDITOR GENERAL FOR CROSS RIVER STATE LOCAL GOVERNMENTS

TABLE OF CONTENTS

PRELIMINARY PAGES

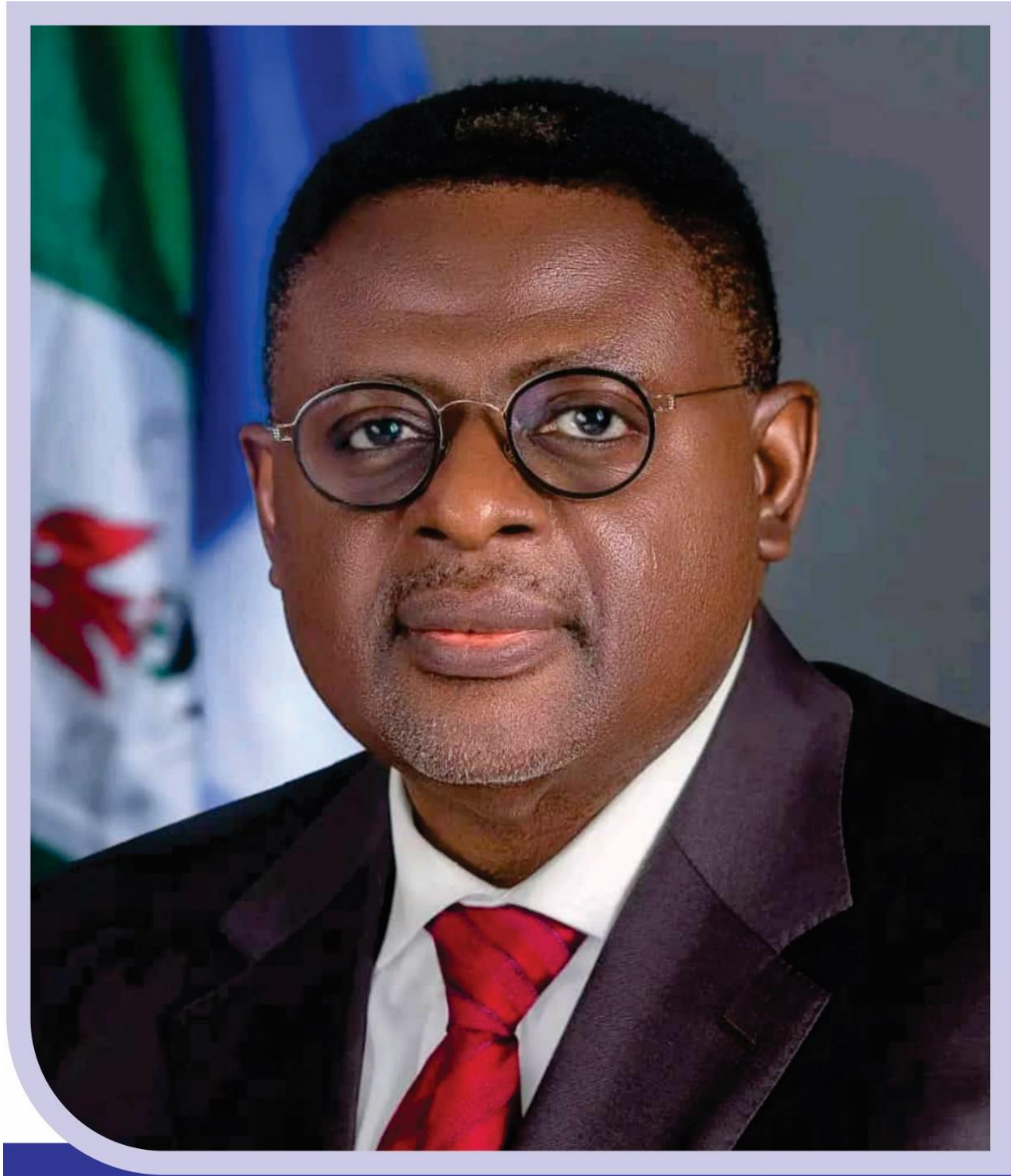
PART ONE

TABLE OF CONTENTS

PART TWO

COUNCIL FINANCIAL STATEMENTS

PART THREE



HIS EXCELLENCY
SEN. PRINCE BASSEY OTU
GOVERNOR
CROSS RIVER STATE

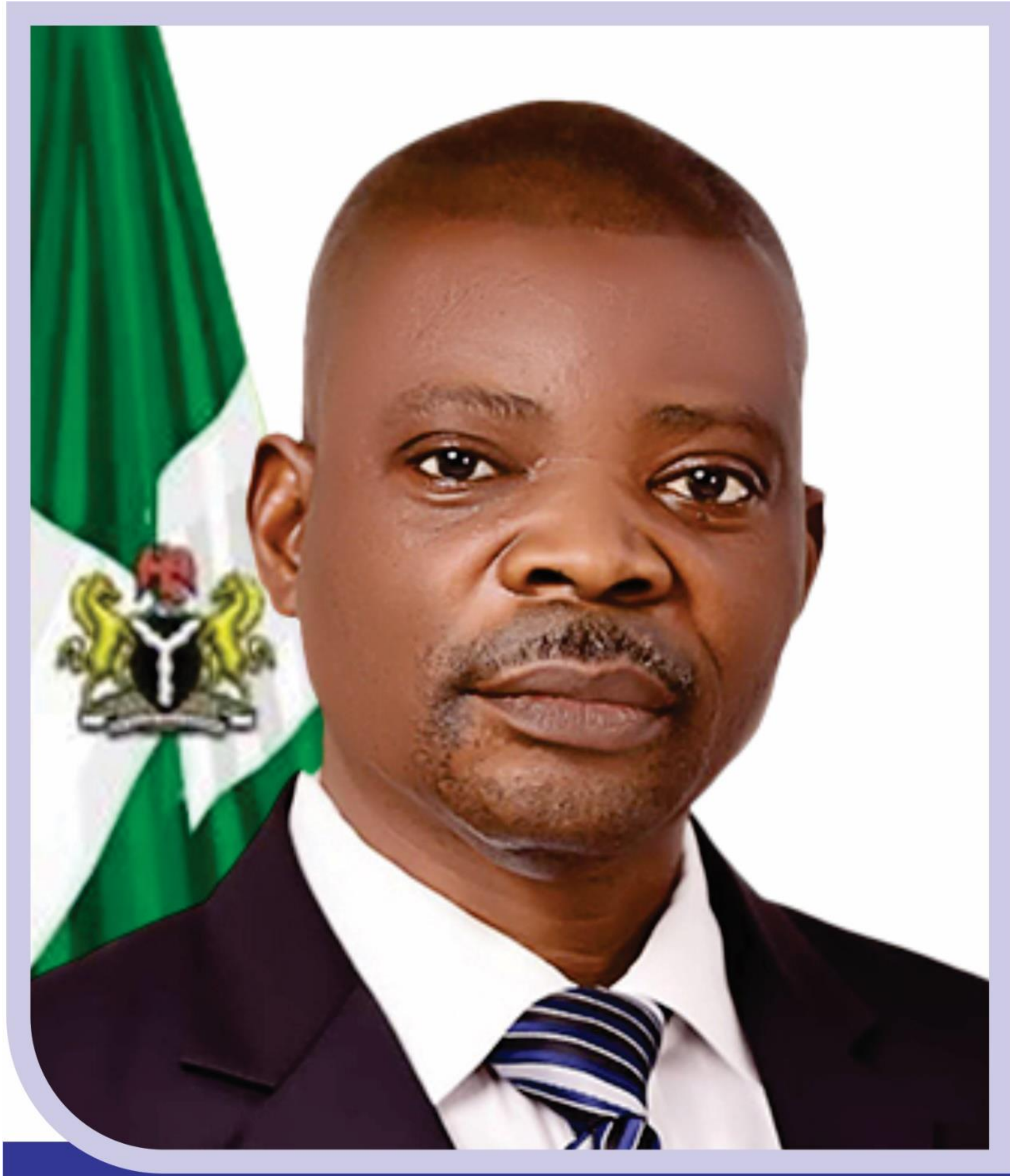

HIS EXCELLENCY
RT. HON. PETER ODEY
DEPUTY GOVERNOR
CROSS RIVER STATE

RT. HON.

ELVERT AYAMBEM

HONORABLE SPEAKER

CROSS RIVER STATE HOUSE OF ASSEMBLY



ENI, ODEN OFEM, Ph.D, CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

GOVERNANCE, AUDITORS, BANKERS AND REGISTERED OFFICE

GOVERNANCE

His Excellency, Senator Prince Bassey Otu - Governor
His Excellency, Rt. Hon. Peter Odey - Deputy Governor

COUNCIL EXECUTIVES

MR. EGIM O. UBIO	HOLGA, ABI LOCAL GOVERNMENT COUNCIL
MR. LAWRENCE EKPENYONG	HOLGA, AKAMKPA LOCAL GOVERNMENT COUNCIL
MR. PAUL ETIM	HOLGA, AKPABUYO LOCAL GOVERNMENT COUNCIL
MRS GEORGINA ENU	HOLGA, BAKASSI LOCAL GOVERNMENT COUNCIL
MRS. ANGELA AGBOJE	HOLGA, BEKWARRA LOCAL GOVERNMENT COUNCIL
MRS. JULIANA ADALIKWU	HOLGA, BIASE LOCAL GOVERNMENT COUNCIL
MRS. THELMA AYUK	HOLGA, BOKI LOCAL GOVERNMENT COUNCIL
MRS. EKE ANI	HOLGA, CALABAR MUNICIPAL COUNCIL
MR. BASSEY EDET EFFIOM	HOLGA, CALABAR SOUTH LOCAL GOVERNMENT COUNCIL
MR. ANTHONY EDE	HOLGA, ETUNG LOCAL GOVERNMENT COUNCIL
MR. JONAH IKPI O.	HOLGA, IKOM LOCAL GOVERNMENT COUNCIL
MARY OBUN	HOLGA, OBANLIKU LOCAL GOVERNMENT COUNCIL
MR. IKE BASSEY	HOLGA, OBUBRA LOCAL GOVERNMENT COUNCIL
MR. MICHAEL EGBANABO	HOLGA, OBUDU LOCAL GOVERNMENT COUNCIL
MR. EKPENYONG M. ESUABANGA	HOLGA, ODUKPANI LOCAL GOVERNMENT COUNCIL
MRS. CECILIA A. EKUNKE OGAH	HOLGA, OGOJA LOCAL GOVERNMENT COUNCIL
MRS. RITA AYUK	HOLGA, YAKURR LOCAL GOVERNMENT COUNCIL
MRS. CECILIA I. OGAH	HOLGA, YALA LOCAL GOVERNMENT COUNCIL

ACTING AUDITOR GENERAL
ENI, ODEN OFEM, Ph.D,CNA
Office of the Auditor General for Local Governments
JABENGO HOUSE
78 Murtala Mohammed Highway,
Calabar,
Cross River State

PRINCIPAL BANKERS
First Bank Nigeria Plc
Zenith Bank Plc

PART ONE

REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE 18 LOCAL GOVERNMENTS OF CROSS RIVER STATE TO THE SPEAKER OF THE CROSS-RIVER STATE HOUSE OF ASSEMBLY FOR THE YEAR ENDED 31ST DECEMBER 2022

The Rt. Hon Speaker,
Cross River State House of Assembly,
House of Assembly Complex,
Calabar

ATTENTION: PUBLIC ACCOUNTS COMMITTEE

INTRODUCTION

In compliance with the provisions of Section 125 (2) of the Constitution of the Federal Republic of Nigeria 1999 as (amended) and Section 56 (2) of Cross River State Local Government Law No. 7 of 2007 (as amended), I have examined the Accounts and Financial Statements of the 18 Local Government Councils of Cross-River State for the year ended 31st December 2022 in accordance with Public Finance (Control Management Act 1958), Model Financial Memoranda and Circular Guidance.

I have therefore certified the individual Accounts submitted by the Treasurers / Directors of Finance of the various Councils as correct subject to the various observations raised and contained in the Management Report, while the irregularities observed therein had been forwarded through Local Audit Queries / Inspection Reports to the respective Chief Accounting Officers for their responses, comments and further action.

Below is a general summary of common observations encountered while examining the individual financial statements, records and books of Account of the eighteen (18) Local Governments of Cross River State. This report contains a general aggregate summary of Revenue, Expenditure and the Budget performance of the eighteen (18) Local Governments for the year under review as well as my observations regarding them.

Also included in this report are Statements of Receipts and Disbursements from the State Joint Account Allocation Committee (SJAAC) as submitted by the Director of SJAAC Accounts of the Ministry of Local

This report is hereby submitted for deliberation and clearance by the State House of Assembly. Copies have also been forwarded to the Executive Governor, Chairmen of Councils and the Local Government Legislature as required by Law.

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the 18 Local Governments of Cross River State found on pages 14-17 have been examined under my direction, which have been prepared under the accounting policies set out on page 18-26.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurers are responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed.

We planned and performed our Audit so as to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM, Ph.D, CNA
AUDITOR-GENERAL

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS

AUDIT CERTIFICATION

I have examined the Financial Statements of all the eighteen (18) Local Government Councils of Cross River State as at 31st December, 2022, in accordance with Section 125(2)(4) and (5) of the 1999 Constitution of the Federal Republic of Nigeria (as amended) and Section 52 – 54 of Cross River State Local Government Law No. 7 of 2007 (as amended). I have obtained all information and explanations that I required for my Audit.

The Audit includes Examination of Supporting Documents to the Accounts and disclosures in the Financial Statements. The Audit also includes assessing compliance with International Public Sector Accounting Standards (IPSAS) Cash Basis and significant estimates made by Governments as well as evaluating the overall Financial Statements presentation and disclosures.

In my opinion, the Financial Statements are stated correctly and show a true and fair view of the state of affairs of the 18 Local Government Councils of Cross River State as at 31st December 2022 subject to the observations in the Management Reports.

ENI, ODEN OFEM,Ph.D,CNA
AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS
26th September 2023

--

CONSOLIDATED STATEMENT OF FINANCIAL POSITION FOR THE 18 LOCAL GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

DETAILS	NOTES	2022	2021
		=N=	=N=
ASSET			
Current Assets:			
Cash and its Equivalent	14	2,498,295,824.52	1,471,237,640.80
Receivables	15	13,960,706,921.30	11,905,731,059.81
Cash Advances		231,790,701.60	534,100,701.60
Total Current Asset (A)		**16,690,793,447.42**	**13,911,069,402.21**
Non current Assets			
Investment	16	2,859,817,047.06	2,859,817,047.06
Property, Plants and Equipments	17	14,872,145,945.52	11,015,978,571.92
Contribution to CRS Reserve Fund	18	2,719,268,917.73	2,497,268,906.73
Loans Granted		669,026,323.42	-
Total Non current Assets (B)		**21,120,258,233.73**	**16,373,064,525.71**
Total Assets (A) + (B)		**37,811,051,681.15**	**30,284,133,927.92**
Liabilities and Equity:			
Current Liabilities			
Depositors	19	374,326,706.81	348,465,577.08
Unremitted Deductions	20	24,963,894,214.60	15,385,241,563.66
Payables (Unremitted taxes)	21	139,751,243.24	174,895,909.06
Short Term Loans & Debts	22	50,597,875.52	41,095,954.01
Total Current Liabilities (C)		**25,528,570,040.17**	**15,949,699,003.81**
Non Current Liabilities			
Long Term Borrowings (CRSG loan)	23	**263,414,592.84**	**1,326,254,361.48**
Internal Loans (Public Funds)			
Total Non Current Liabilities (d)		**263,414,592.84**	**1,326,254,361.48**
Total Liabilities C+D		**25,791,984,633.01**	**17,275,953,365.29**
Net Assets and Equity		**12,019,067,048.14**	**13,008,180,562.63**
NET ASSETS/EQUITY			
Reserves		3,742,235,304.35	4,199,288,365.22
Accumulated Surpluses/(Deficits)		8,276,831,743.79	8,808,892,197.41
Total Net Assets/Equity		**12,019,067,048.14**	**13,008,180,562.63**

CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE 18 LOCAL GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

DETAILS	NOTES	2022	2021
REVENUE			₦
Statutory Revenue	1	43,486,238,999.75	36,804,565,311.21
Non-Tax Revenue	2	418,185,917.52	496,806,502.93
Aids and Grants		0	0.00
Investment Income		0	0.00
Other Capital Receipts	3	11,354,517,440.91	9,574,158,068.60
Total Operating Revenue		**55,258,942,358.18**	**46,875,529,882.74**
EXPENDITURE			
Salaries Wages & Employee Benefits	4	28,121,280,061.21	28,755,178,566.74
Overhead Cost - General and Administrative Expenses	5	3,274,338,974.80	1,965,792,319.69
Transfer to Other Government Entities (Statutory	6	13,766,012,512.64	10,815,255,436.78
Total Operating Expenditure		**45,624,246,742.91**	**41,536,226,323.21**
Surplus/Deficit from Operating Activities before		**9,634,695,615.27**	5,339,303,559.53
Capital Expenditure	7	6,389,948,037.1	**5,086,260,160.22**
Public Debt Charges		263,467,029.30	0.00
Depreciation		**2,460,927,484.21**	**1,090,132,859.50**
Damaged Assets			0.00
		9,114,342,550.63	6,176,393,019.72
Net Surplus/(Deficit) for the Period		**520,353,064.64**	**-837,089,460.19**

CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/EQUITY OF THE 18 LOCAL GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

	RESERVE	ACCUMULATED SURPLUS/(DEFICIT)	TOTAL
	=N=	=N=	=N=
Balance as at 01-01-2022	**(1,560,077,862.05)**	**3,832,313,351.65**	**2,272,235,489.60**
Charge for the Year	216,000,000.00	4,444,518,392.14	4,660,518,392.14
Restated Balance	5,086,313,166.40		5,086,313,166.40
Net Surplus for the Period			
Balance as at 31 Dec 2022	**3,742,235,304.35**	**8,276,831,743.79**	**12,019,067,048.14**

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS CONSOLIDATED CASHFLOW STATEMENT OF THE 18 LOCAL GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

DETAILS	NOTES	TOTAL	TOTAL
		2022	2021
		=N=	=N=
CASH FLOW FROM OPERATING ACTIVITIES			
Inflows:			
Gross Statutory Allocation	1	25,142,908,834.73	23,591,645,033.34
Government Share of VAT	1	14,867,858,709.16	11,993,065,871.23
Share of Exchange Gain Difference	1	208,395,237.05	129,363,330.79
Other Revenue	1	3,267,076,218.81	2,356,098,989.78
Internally Generated Revenue (Non-Tax Revenue)	2	418,185,917.52	496,806,503.43
Capital Receipts	3	11,354,517,440.91	9,574,158,068.60
Total Inflows from Operating Activities		**55,258,942,358.18**	**48,141,137,797.17**
Employees' Benefits	4	28,121,280,061.21	28,755,178,566.74
Admin (Overhead) Cost	5	3,274,338,974.80	1,989,810,329.69
Transfers - Grant & Contribution to other Agencies	6	13,766,012,512.64	10,815,255,445.78
Deduction at Source	7	462,615,194.26	1,265,607,549.77
Public Debt Charges/JAAC Charges		263,467,029.30	344,040,500.87
Total Outflows from Operating Activities		**45,887,713,772.21**	**43,169,892,392.85**
Net Cashflow from Operating Activities		**9,371,228,585.97**	**4,971,245,404.32**
Cashflow from Investing Activities			
Purchase/Construction of PPE	8	6,389,948,037.12	(5,074,260,120.22)
Other Assets/ Investment	9	216,000,000.00	(158,000,000.00)
Net Cash Flow from Investing Activities		**6,605,948,037.12**	**(5,232,260,120.22)**
Cash Flow from Financing Activities			
Deposits Received	10	1,081,672.45	32,550,000.00
Deposits Remitted	10	41,251,018.41	-
Tax Received	11	-	64,162,375.29
Tax Remitted	11	32,002,729.25	(26,008,630.41)
Advances Granted		-	604,000,000.00
Advances Repayment		6,301,170.55	(199,699,298.40)
Payment-Service Concession Liability		-	
Loan Repayment	12	1,629,798,796.66	-
Net Cash Flow from Financing Activities		**1,740,435,387.32**	**475,004,446.48**
Net Cash Flow from All Activities		1,027,008,506.43	213,989,730.58
Cash and its Equivalent as at 01/01-2022		1,471,287,318.09	1,545,784,762.22
Adjustment		-	(288,536,852.00)
Cash & its Equivalent as at 31 Dec, 2022	14	**2,498,295,824.52**	**1,471,237,640.80**

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS

CONSOLIDATED STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE 18 LOCAL GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

	FINAL BUDGET 2022	ACTUAL 2022	DIFFERENCE
	₦	₦	₦
RECEIPTS:			
Gross Statutory Allocation	46,337,827,896.00	43,486,238,999.75	2,851,588,896.25
Non-Tax Revenue	1,183,981,966.00	418,185,917.52	765,796,048.48
Capital Receipts	11,596,732,245.00	11,354,517,440.91	242,214,804.09
Cross River State Government Loan	-		-
Total Receipts	**59,118,542,107.00**	**55,258,942,358.18**	3,859,599,748.82
PAYMENTS	-		-
Salaries and Wages	27,382,176,403.00	28,121,280,061.21	-739,103,658.21
Statutory Deductions	14,206,265,234.00	13,766,012,512.64	440,252,721.36
Overhead / Operating Expenditure	2,659,278,643.00	3,274,338,974.80	-615,060,331.80
Capital Expenditure	21,646,780,976.00	6,389,868,037.12	15,256,912,938.88
Investment Expenditure	216,000,000.00	216,000,000.00	-
Deduction at Source		462,615,194.26	
Public Debt Charges		263,467,029.30	
Total Payments	66,110,501,256.00	52,493,581,809.33	
NET SURPLUS (DEFICIT)	**-6,991,959,149.00**	**2,765,360,548.85**	-4,226,598,600.15

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS

ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS

1 GENERAL INFORMATION

Cross River State is a State in South-South Nigeria, created on May 27, 1967, bounded in the North by Benue State, in the West by Ebonyi and Abia States and in the East by the Republic of Cameroon.

Cross River State consists of eighteen (18) local government areas with over seventy (70) languages. Cross River State has an estimated population of over 5 million, with a total area of 20,156 square kms. Its ranked as one of the cleanest and most peaceful States in Nigeria driven by a tourism, agricultural and industrial economy. It also houses one of the few remaining natural rain forests of the world.

2 LEGAL BASIS AND ACCOUNTING FRAMEWORK

The Financial Statements of the eighteen (18) local governments of Cross River State have been prepared using the Accrual Basis in accordance with the requirements of the International Public Sector Accounting Standards (IPSAS) and in accordance with the Cross River State Local Government Law (2007) as amended. The Accounting framework of the 18 LGAs focuses on reporting on budgetary activities of the government for the financial year as laid down in the Appropriation Law.

3 BASES OF PREPARATION

(a) Statement of Compliance

Cross River State Government fully adopted the Accrual basis of IPSAS in January 2018 and its 18 LGAs have since converted and prepared their financial statements using this basis.

(a) Basis of Measurement

The financial Statements have been prepared on the basis of historical cost, unless otherwise stated.

The following Statements are presented:

Statement of Cash Flows for the year ended 31 December 2022

Statement of Financial Position as at 31 December 2022

Statement of Financial Performance for the year 31st December 2022

Statement of Comparison of Budget and Actual Information for the year ended 31 December 2022

Statement of Changes in Net Assets for the year ended 31 December 2022

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) Accrual basis as well as under the Guidelines of the Financial Memoranda and in conformity with the Standardized Chart of Accounts designed and introduced by the Federation Account Allocation Committee (FAAC) for adoption by all tiers of Government in Nigeria as well as the Financial Reporting Council (FRC) Guidelines on Public Sector reporting.

4 Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December, 2022.

5 Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

6 Summary of Significant Accounting Policies

These are the specific principles, bases, conventions, rules, and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements. CRS Local Governments have applied the following accounting policies in the preparation of the financial statements for the year ended 31 December 2022. These policies have been consistently applied to all the years presented, unless otherwise stated.

7 General Purpose Financial Statements (GPFS)

The GPFS comprise of Statements of Cash Receipts and Payments and other statements that disclose additional information about the Cash Receipts, Payments and Balances controlled by the 18 LGAs and Accounting Policies and Notes to the Financial Statements.

7.1 Principal Statements contained in the IPSAS Financial Statements

- The Statement of Cash Flow
- The Statement of Financial Position
- The Statement of Financial Performance
- The Statement of Comparison of Budget and Actual
- The Statement of Changes in Net Assets and Equity
- Accounting Policies and Notes to the Financial Statements.

8 Fundamental Accounting Concepts

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

Accrual Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

9 Comparative Information

The GPFS shall disclose all numerical information relating to the previous period (at least one year).

10 Budget Figures

These are figures from the approved annual budget and supplementary budget as approved with the Cross-River State Local Government Law 2007 (as amended).

11 Revenue

Revenue includes only the gross inflow of economic benefits or service potential received or is receivable by the Councils on its own account. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenue is measured at the fair value of the consideration received or receivable. These revenue items include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

11.1 Statutory Allocation

Statutory Allocation is income from the Federal Account Allocation Committee whose duty it is to allocate revenue from the Federation Account to the 18 local governments based on certain predetermined criteria. It includes share of VAT, share of exchange gain difference, share of forex equalization, share of federal government intervention fund, share of excess bank charges, share of solid minerals fund etc. it is measured at fair value and recognized at the point of receipt.

11.2 Capital Receipts

These include grants and other capital receipts from redistributable funds after the SJAAC meeting shared or allocated to the 18 LGCs. It is measured at fair value or where there is an enforceable claim to receive the asset if it is free from conditions.

11.3 Investment Income

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort and Cross River Micro Finance bank. This income is recognized when CRSG's right to receive payment is established.

11.4 Government Aid and Grants

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

12 Cash and Cash Equivalent

Cash and cash equivalents comprise of cash in hand or bank, deposit held on call with financial institutions and other short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

13 Inventory

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they're measured at the lower of cost and current replacement cost. Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

14 Expenses

All expenses shall be reported on an accrual basis, that is, all expenses are to be recognized in the period they are incurred or when the related services are enjoyed, irrespective of when the payments were made.

15 Interest Received

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

16 Loans

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

-

17 Loan Repayments

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

18 Interest on Loans

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

19 Prepayments

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

20 Investments

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

21 Leases

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

21 Other Borrowings

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows

22 Property, Plant and Equipment (PPE)

These are assets that have been acquired or constructed and held for use from which benefits are derivable beyond a financial year.

PPE are stated at historical cost less accumulated depreciation and impairment losses, Historical cost includes expenditure that is directly attributable to the acquisition or construction of the asset. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits or the service potentials, associated with the item will flow and its cost can be measured reliably.

Repairs and maintenance costs are charged to the Statement of Financial Performance during the period in which they are incurred

Finance costs attributable to amounts borrowed to fund the acquisition of PPE are expenses immediately hey are incurred.

Assets under construction are nit depreciated as these assets are not yet available for use. Depreciation on other assets is calculated using the straight-line method to allocate their costs to their residual values over their estimated useful lives.

22.1 Depreciation Rates

Item	**Depreciation Rate**
Land	Not applicable
Buildings	2%
Plant and machinery	5%
Motor Vehicles	25%
IT and Office Equipment	25%
Furniture and Fittings	10%
Intangible Assets	25%

The following depreciation rates will also be used for constructed assets:

Bridges	2%
Roads	5%

Traffic Lights	5%
Streetlights	10%
Drainages	5%

Gains or losses on disposals are determined by comparing proceeds less selling expenses with the carrying amount of the disposed asset are included in the Statement of Financial Performance.

23 Deposits

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

24 Employee Benefits

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows.

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

25 Unremitted Deductions

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

26 Reserves

Reserves are classified under equity in the Statement. Of Financial Position and include Statement of Financial Performance Surpluses/Deficit and the Revaluation Reserve.

Key to Abbreviations

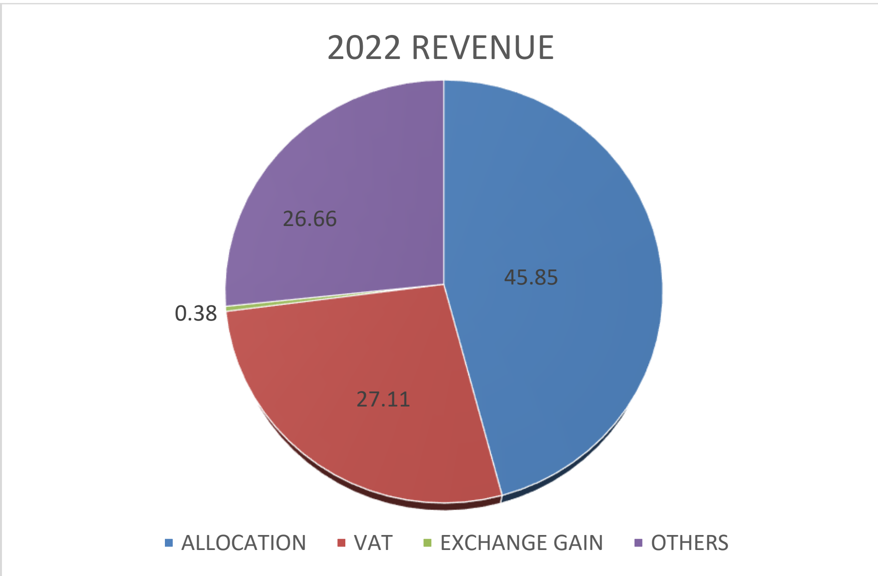
1. LGC - Local Government Council
2. FAAC - Federation Account Allocation Committee
3. VAT - Value Added Tax
4. IGR - Internally Generated Revenue
5. GAAP - Generally Accepted Accounting Principles
6. GPFS - General Purpose Financial Statements
7. IPSAS - International Public Sector Accounting Standards
8. PPE - Property, Plant and Equipment
9. JAAC - Joint Account Allocation Committee
10. CRSG - Cross River State Government

NOTES TO THE FINANCIAL STATEMENTS

1a. (A) GROSS STATUTORY ALLOCATION) ₦25,142,908,834.73

This represents allocations received monthly by all 18 local government councils from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria. Below is a comprehensive table showing in column (A) the portions attributable to each council bringing the grand total for the year to N25.1bn (approx.).

	2022	2021
	₦	₦
Abi Local Government	1,338,196,310.02	1,247,688,529.34
Akamkpa Local Government	1,682,646,927.88	1,568,329,352.85
Akpabuyo Local Government	1,610,697,134.24	1,501,353,015.74
Bakassi Local Government	1,038,490,144.78	968,699,255.57
Bekwarra Local Government	1,240,967,547.62	1,157,180,612.79
Biase Local Government	1,427,963,288.73	1,331,250,462.44
Boki Local Government	1,637,398,264.91	1,529,086,435.46
Calabar Municipal Local Government	1,296,626,335.41	1,230,666,362.46
Calabar South Local Government	1,382,184,941.69	1,283,194,662.28
Etung Local Government	1,082,840,001.51	1,009,052,597.31
Ikom Local Government	1,476,936,060.57	1,376,838,040.94
Obanliku Local Government	1,274,272,552.96	1,188,183,443.33
Obubra Local Government	1,404,659,675.01	1,309,557,687.46
Obudu Local Government	1,329,728,393.60	1,239,805,955.70
Odukpani Local Government	1,508,592,152.84	1,398,265,984.64
Ogoja Local Government	1,417,688,954.14	1,391,997,881.61
Yakurr Local Government	1,569,803,900.33	1,326,896,716.88
Yala Local Government	1,423,216,248.49	1,533,598,036.54
TOTAL	**25,142,908,834.73**	**23,591,645,033.34**



Total Consolidated Revenue for the year from the Federation in respect of the 18 Local Governments amounted to 54.8bn (approx.) Statutory Allocation contributed the highest at 45.85% of the entire revenue, VAT at 27.11%, Exchange gain less than 0.38% and other revenue 26.66% of total revenue for the year.

1b. (B) DEDUCTIONS AT SOURCE - (₦462,615,14.26)

This represents deductions made at source by the FAAC Allocation Committee against the 18 LGAs aggregated at a total of ₦462.6n (approx.) for the year.

	2022	2021
	₦	₦
Abi Local Government	-25,700,844.12	-70,311,550.77
Akamkpa Local Government	-25,700,844.12	-70,311,550.77
Akpabuyo Local Government	-25,700,844.12	-70,311,550.77
Bakassi Local Government	-25,700,844.12	-70,311,550.77
Bekwarra Local Government	-25,700,844.12	-70,311,550.77
Biase Local Government	-25,700,844.12	-70,311,550.77
Boki Local Government	-25,700,844.12	-70,311,550.77
Calabar Municipal Local Government	-25,700,844.12	-70,311,550.77
Calabar South Local Government	-25,700,844.12	-70,311,550.77
Etung Local Government	-25,700,844.12	-70,311,550.77
Ikom Local Government	-25,700,844.12	-70,311,550.77
Obanliku Local Government	-25,700,844.12	-70,311,550.77
Obubra Local Government	-25,700,844.12	-70,311,550.77
Obudu Local Government	-25,700,844.12	-70,311,550.77
Odukpani Local Government	-25,700,844.12	-70,311,550.77
Ogoja Local Government	-25,700,844.12	-70,311,550.77
Yakurr Local Government	-25,700,844.12	-70,311,550.77
Yala Local Government	-25,700,844.12	-70,311,550.77
	-462,615,194.26	**-1,265,607,913.86**

1c. (C) GOVERNMENT SHARE OF VALUE ADDED TAX – ₦ 14,867,858,709.16

This represents Federal Revenue arising from Value Added Tax (VAT) that is shared proportionately to all 18 local government councils in line with the provisions of the VAT Act. Column B in table I above shows the portion of each LGC bringing the total to N14.8bn (approx.)

	2022	2021
	₦	₦
Abi Local Government	798,232,056.03	595,073,256.55
Akamkpa Local Government	809,324,972.53	667,887,620.97
Akpabuyo Local Government	1,020,323,718.08	841,852,410.15
Bakassi Local Government	601,010,421.52	496,135,903.47
Bekwarra Local Government	729,846,497.67	602,359,003.34
Biase Local Government	841,005,485.93	694,007,652.28
Boki Local Government	870,756,186.24	714,097,674.67
Calabar Municipal Local Government	858,915,905.76	709,630,039.21
Calabar South Local Government	880,385,953.55	724,924,773.71
Etung Local Government	684,888,870.20	565,292,222.80
Ikom Local Government	829,075,723.29	685,586,187.06
Obanliku Local Government	737,744,696.32	608,870,930.15
Obubra Local Government	846,726,504.55	631,170,080.14
Obudu Local Government	829,099,009.30	680,878,206.94
Odukpani Local Government	881,814,015.22	727,550,384.41
Ogoja Local Government	845,773,878.62	631,659,937.20
Yakurr Local Government	914,092,770.72	733,448,060.59
Yala Local Government	888,842,043.63	682,641,527.52
	14,867,858,709.16	**11,993,065,871.16**

1d. (D) SHARE OF EXCHANGE DIFFERENCE – ₦ 208,295,237.05

This represents the 18 LGAs share of Federal Exchange Gain Difference revenue as seen in table 1, column C above. The grand total for the year for all 18 LGAs amounted to 208.3m (approx.).

	2022	2021
	₦	₦
Abi Local Government	11,036,829.85	5,711,477.21
Akamkpa Local Government	13,873,161.23	8,601,939.04
Akpabuyo Local Government	15,872,830.30	8,234,588.67
Bakassi Local Government	8,568,940.00	5,313,100.80
Bekwarra Local Government	12,236,212.95	5,295,163.91
Biase Local Government	11,776,003.73	7,944,047.18
Boki Local Government	16,135,610.74	8,393,146.72
Calabar Municipal Local Government	10,694,527.60	6,798,480.72
Calabar South Local Government	5,255,892.62	7,025,849.25
Etung Local Government	8,925,898.97	5,534,429.95
Ikom Local Government	12,179,263.31	9,562,541.21
Obanliku Local Government	10,510,458.44	7,090,315.15
Obubra Local Government	11,584,113.32	5,994,692.31
Obudu Local Government	9,730,142.54	5,675,393.54
Odukpani Local Government	12,439,931.66	7,651,170.43
Ogoja Local Government	11,691,401.13	7,886,974.58
Yakurr Local Government	15,470,377.60	7,918,066.82
Yala Local Government	10,413,641.06	8,731,953.30
	208,395,237.05	**129,363,330.79**

1e. (E) OTHER REVENUE – ₦3,267,076,218.81

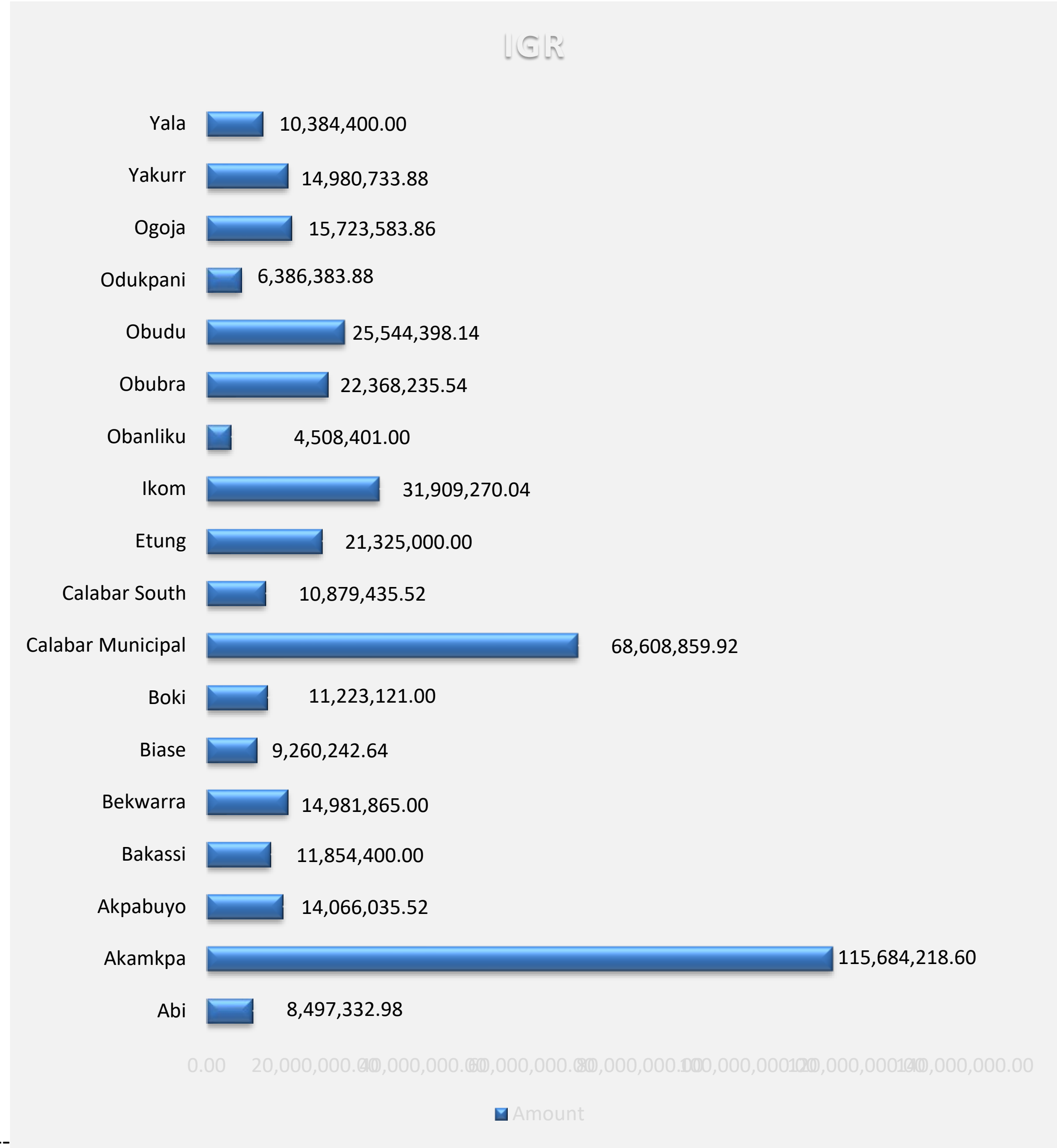
This represents revenue other than statutory receipts from the Federation Account comprising of Stabilization fund, Share of Forex, Excess bank charges, share of solid minerals revenue, non-oil revenue and Federal Government Intervention fund amounting to ₦3.2bn (approx..) shown in table below:

LGCs	**2022**	**2021**
	₦	**₦**
Abi Local Government	163,557,798.67	175,653,098.29
Akamkpa Local Government	193,414,264.15	124,093,901.17
Akpabuyo Local Government	219,379,802.89	139,925,077.68
Bakassi Local Government	141,325,419.20	85,301,924.66
Bekwarra Local Government	151,203,688.26	102,899,512.63
Biase Local Government	191,778,100.60	117,932,018.16
Boki Local Government	204,327,604.14	127,452,043.27
Calabar Municipal Local Government	182,447,498.20	116,677,490.87
Calabar South Local Government	198,368,748.62	120,102,308.99
Etung Local Government	138,914,967.98	93,923,369.25
Ikom Local Government	177,170,619.18	117,124,756.93
Obanliku Local Government	172,939,238.00	104,135,248.85
Obubra Local Government	192,429,420.52	185,865,668.30
Obudu Local Government	176,490,173.34	114,020,006.22
Odukpani Local Government	183,026,532.12	124,422,212.82
Ogoja Local Government	173,154,734.44	184,292,978.76
Yakurr Local Government	210,336,530.45	121,897,957.33
Yala Local Government	196,811,078.05	200,379,415.60
	3,267,076,218.81	2,356,098,989.7

2. NON-TAX REVENUE (IGR) – ₦ 418,185,917.52

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of all 18 LGCs for the year amounting to N418.1m (approx..) as charted below.

COUNCILS	2022	2021
	₦	₦
Abi Local Government	8,497,332.98	5,476,581.97
Akamkpa Local Government	115,684,218.60	110,759,770.39
Akpabuyo Local Government	14,066,035.52	53,511,038.89
Bakassi Local Government	11,854,400.00	14,170,439.89
Bekwarra Local Government	14,981,865.00	12,281,120.69
Biase Local Government	9,260,242.64	11,401,050.00
Boki Local Government	11,223,121.00	13,149,888.87
Calabar Municipal Local Government	68,608,859.92	90,347,400.00
Calabar South Local Government	10,879,435.52	13,888,988.89
Etung Local Government	21,325,000.00	19,549,135.93
Ikom Local Government	31,909,270.04	30,145,469.62
Obanliku Local Government	4,508,401.00	6,686,900.00
Obubra Local Government	22,368,235.54	33,422,171.92
Obudu Local Government	25,544,398.14	17,782,350.65
Odukpani Local Government	6,386,383.88	14,732,296.33
Ogoja Local Government	15,723,583.86	16,479,638.89
Yakurr Local Government	14,980,733.88	18,288,600.00
Yala Local Government	10,384,400.00	14,733,660.00
TOTAL	**418,185,917.52**	**496,806,502.93**


IGR
Yala
10,384,400.00
Yakurr
14,980,733.88
Ogoja
15,723,583.86
Odukpani
6,386,383.88
Obudu
25,544,398.14
Obubra
22,368,235.54
Obanliku
4,508,401.00
Ikom
31,909,270.04
Etung
21,325,000.00
Calabar South
10,879,435.52
Calabar Municipal
68,608,859.92
Boki
11,223,121.00
Biase
9,260,242.64
Bekwarra
14,981,865.00
Bakassi
11,854,400.00
Akpabuyo
14,066,035.52
Akamkpa
115,684,218.60
Abi
8,497,332.98
0.00
Amount

3. CAPITAL RECEIPTS – ₦ 11,354,517,440.91

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC. It amounted to ₦9.5bn. See Schedule A for details.

4. SALARIES, WAGES & EMPLOYEE BENEFITS – ₦28,121,280,061.21

This consists of the 18 LGA's salaries and wages paid to staff of the local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive. Salaries and wages are graphically represented below

	2022	2021
	₦	₦
Abi Local Government	1,543,868,132.53	1,573,175,549.71
Akamkpa Local Government	1,510,628,462.13	1,527,402,505.32
Akpabuyo Local Government	1,072,620,811.31	1,031,408,965.7
Bakassi Local Government	677,196,226.60	737,993,529.32
Bekwarra Local Government	1,230,303,694.07	1,238,428,858.16
Biase Local Government	1,494,581,995.17	1,543,142,441.68
Boki Local Government	2,105,517,237.65	2,114,349,558.08
Calabar Municipal Local Government	1,597,660,435.80	1,640,726,239.69
Calabar South Local Government	1,340,829,124.06	1,357,386,551.23
Etung Local Government	990,550,716.05	1,019,086,418.2
Ikom Local Government	1,808,087,790.85	1,807,682,306.68
Obanliku Local Government	1,549,869,890.52	1,568,015,376.99
Obubra Local Government	1,690,385,597.98	1,727,371,848.04
Obudu Local Government	2,069,462,169.18	2,147,983,158.45
Odukpani Local Government	1,633,346,014.23	1,721,864,858.28
Ogoja Local Government	1,829,516,883.69	1,892,759,250.78
Yakurr Local Government	2,049,924,171.84	1,988,486,151.02
Yala Local Government	1,926,930,707.55	2,117,914,999.35
	28,121,280,061.21	**28,755,178,566.74**


2022 SALARIES OF 18 LGAs
2,500,000,000.00
2,000,000,000.00
1,500,000,000.00
1,000,000,000.00
500,000,000.00
0.00
ABI
AKAMKPA
AKPABUYO
BAKASSI
BEKWARRA
BIASE
BOKI
CALABAR MUNICIPAL
CALABAR SOUTH
ETUNG
IKOM
OBANLIKU
OBUBRA
OBUDU
ODUKPANI
OGOJA
YAKURR
YALA

5. OVERHEAD COST – ₦3,274,338,974.80

This represents total overhead cost incurred during the financial year by the 18 LGCs. This is graphically represented thus.

LGC	2022	2021
	₦	₦
Abi Local Government	87,145,446.08	65,544,053.71
Akamkpa Local Government	409,771,652.41	130,341,663.41
Akpabuyo Local Government	72,279,270.20	123,742,423.21
Bakassi Local Government	132,855,400.11	27,697,289.18
Bekwarra Local Government	191,436,055.52	573,217,763.79
Biase Local Government	63,414,592.81	58,390,195.39
Boki Local Government	91,667,524.87	108,162,908.51
Calabar Municipal Local Government	332,666,179.98	95,315,735.45
Calabar South Local Government	210,400,267.55	85,243,961.14
Etung Local Government	284,499,938.53	91,420,131.71
Ikom Local Government	160,951,893.36	39,495,731.23
Obanliku Local Government	62,290,888.00	50,092,726.09
Obubra Local Government	83,452,138.10	67,094,951.38
Obudu Local Government	410,373,447.08	103,196,444.66
Odukpani Local Government	204,700,461.85	128,106,084.33
Ogoja Local Government	69,198,540.18	68,079,998.35
Yakurr Local Government	163,228,989.93	34,729,932.88
Yala Local Government	244,006,288.24	86,704,254.00
	3,274,338,974.80	**1,936,576,248.42**

6. STATUTORY DEDUCTIONS – ₦13,766,012,512.64

This is made up of 31% Statutory deductions from the 18 LGAs Allocations and paid to 13 State Agencies as stipulated in Cross River State Local Government Law 2007 (as amended). For the year under review, a total of N13.7Bn was paid.

S/N	LGC	DETAIL	AMOUNT (₦)
1	ABI	13 Statutory Agencies	731,303,088.14
2	AKAMKPA	13 Statutory Agencies	855,538,714.13
3	AKPABUYO	13 Statutory Agencies	908,983,245.24
4	BAKASSI	13 Statutory Agencies	564,382,106.21
5	BEKWARRA	13 Statutory Agencies	674,096,992.69
6	BIASE	13 Statutory Agencies	782,983,051.15
7	BOKI	13 Statutory Agencies	864,933,383.01
8	CALABAR MUN	13 Statutory Agencies	751,578,965.43
9	CALABAR SOUTH	13 Statutory Agencies	780,958,301.23
10	ETUNG	13 Statutory Agencies	612,982,316.37
11	IKOM	13 Statutory Agencies	790,291,465.99
12	OBANLIKU	13 Statutory Agencies	694,325,152.46
13	OBUBRA	13 Statutory Agencies	777,503,638.17
14	OBUDU	13 Statutory Agencies	750,415,270.01
15	ODUKPANI	13 Statutory Agencies	793,653,254.00
16	OGOJA	13 Statutory Agencies	775,234,599.75
17	YAKURR	13 Statutory Agencies	858,880,875.19
18	YALA	13 Statutory Agencies	797,968,093.47
		TOTAL	**13,766,012,512.64**

7. PURCHASE/CONSTRUCTION OF PPE – N6,389,948,037.12

During the year under review, the 18 LGCs spent a total sum of ₦6.3bn (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below

	2022	2021
	₦	₦
Abi Local Government	388,580,864.40	231,976,599.08
Akamkpa Local Government	136,198,142.02	224,080,000.00
Akpabuyo Local Government	336,969,776.00	330,096,444.00
Bakassi Local Government	275,964,031.32	228,928,255.72
Bekwarra Local Government	284,250,408.82	69,820,000.00
Biase Local Government	332,077,147.61	272,247,320.00
Boki Local Government	294,612,876.51	262,180,166.63
Calabar Municipal Local Government	251,836,938.34	184,974,450.00
Calabar South Local Government	274,674,959.98	210,630,806.39
Etung Local Government	317,718,888.85	205,438,799.99
Ikom Local Government	340,334,497.37	282,059,489.54
Obanliku Local Government	469,971,517.12	172,533,250.00
Obubra Local Government	430,240,377.74	219,859,099.96
Obudu Local Government	380,946,030.42	216,519,000.00
Odukpani Local Government	282,954,663.43	198,665,332.00
Ogoja Local Government	500,186,829.54	784,222,849.98
Yakurr Local Government	700,749,938.63	274,039,979.76
Yala Local Government	391,680,149.02	717,988,317.17
	6,389,948,037.12	**5,074,260,160.22**

9 . 0 INVESTMENT EXPENDITURE – =N=216,000,000.00

Investment Expenditure represents the total aggregate payouts on behalf of Councils by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was nil.

10. DEPOSITS RECEIVED AND REMITTED – ₦1,081,672.45 & ₦41,251,018.41

Deposits received represent the retention fees and unpaid contract sums for contracts awarded by councils during the year while Deposits remitted represent the aforementioned amounts actually paid out.

11. TAXES RECEIVED NIL TAXES REMITTED – N32,002,729.25

Taxes received represents Withholding and Value Added taxes deducted from contract and consultancy jobs while taxes remitted represents the portion actual remitted to the relevant tax authorities.

12. REPAYMENT OF BORROWINGS – NIL

This represents the cumulative total of loans taken from and repaid to the State Government to offset shortfalls in Salaries of LGCs and the amount repaid during the period as seen below:

REPAYMENT OF BORROWINGS	
	AMOUNT (₦)
Balance of Loan Brought Forward	**1,326,254,361.48**
2022 Additions	0.00
Total Loan	**1,326,254,361.48**
Repayment for the Period	0.00
Balance of Loan Carried Forward	**1,326,254,361.48**

13. OVERDRAFT RECEIVED AND REPAID – NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid. In the year under review, no overdrafts were taken or repaid.

		2022(₦)	**2021 (₦)**
14.	CASH AND CASH EQUIVALENTS	2,498,295,824.52	1,471,237,289.09
15.	RECEIVABLES	13,960,706,921.30	11,904,934,059.90
16.	CASH ADVANCES	231,790,701.60	534,100,701.60
17.	INVESTMENTS	2,859,817,047.06	2,859,817,044.06
18.	CONTRIBUTION TO CRS RESERVE FUND	2,719,268,917.73	2,509,268,917.73
19.	DEPOSITS	374,326,706.81	414,881,073.04
20.	SHORT TERM LOANS AND DEBTS	50,597,875.52	78,607,161.15
21.	UNREMITTED DEDUCTIONS	24,963,894,214.60	15,385,241,563.66
22.	PAYABLES	139,751,243.24	197,143,531.54
23	LONG TERM LOANS/BORROWINGS	**263,414,592.84**	1,326,254,361.48

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS

APPENDIX A

SCHEDULE OF CONSOLIDATED REVENUE FOR THE 18 LGCs OF CROSS RIVER STATE FOR THE YEAR ENDED 31ST DECEMBER, 2022

S/NO	LOCAL GOVERNMENT COUNCIL	STATUTORY ALLOCATION	VAT	Share of Exchange Gain Difference	Other Revenue	Non Tax Revenue (IGR)	Capital Receipts/Redistribution	TOTAL
1	ABI	1,338,196,310.02	798,232,056.03	11,036,829.85	163,557,798.67	8,497,332.98	691,693,786.88	3,011,214,114.43
2	AKAMKPA	1,682,646,927.88	809,324,972.53	13,873,161.23	193,414,264.15	115,684,218.60	339,105,541.25	3,154,049,085.64
3	AKPABUYO	1,610,697,134.24	1,020,323,718.08	15,872,830.30	219,379,802.89	14,066,035.52	-	2,880,339,521.03
4	BAKASSI	1,038,490,144.78	601,010,421.52	8,568,940.00	141,325,419.20	11,854,400.00	165,108,028.66	1,966,357,354.16
5	BEKWARRA	1,240,967,547.62	729,846,497.67	12,236,212.95	151,203,688.26	14,981,865.00	450,507,584.38	2,599,743,395.88
6	BIASE	1,427,963,288.73	841,005,485.93	11,776,003.73	191,778,100.60	9,260,242.64	532,244,567.00	3,014,027,688.63
7	BOKI	1,637,398,264.91	870,756,186.24	16,135,610.74	204,327,604.14	11,223,121.00	996,175,354.30	3,736,016,141.33
8	CAL. MUN	1,296,626,335.41	858,915,905.76	10,694,527.60	182,447,498.20	68,608,859.92	573,761,633.89	2,991,054,760.78
9	CAL. SOUTH	1,382,184,941.69	880,385,953.55	5,255,892.62	198,368,748.62	10,879,435.52	275,905,400.59	2,752,980,372.59
10	ETUNG	1,082,840,001.51	684,888,870.20	8,925,898.97	138,914,967.98	21,325,000.00	420,871,770.07	2,357,766,508.73
11	IKOM	1,476,936,060.57	829,075,723.29	12,179,263.31	177,170,619.18	31,909,270.04	652,952,870.49	3,180,223,806.88
12	OBANLIKU	1,274,272,552.96	737,744,696.32	10,510,458.44	172,939,238.00	4,508,401.00	798,930,497.07	2,998,905,843.79
13	OBUBRA	1,404,659,675.01	846,726,504.55	11,584,113.32	192,429,420.52	22,368,235.54	711,893,233.38	3,189,661,182.32
14	OBUDU	1,329,728,393.60	829,099,009.30	9,730,142.54	176,490,173.34	25,544,398.14	1,313,813,036.27	3,684,405,153.19
15	ODUKPANI	1,508,592,152.84	881,814,015.22	12,439,931.66	183,026,532.12	6,386,383.88	397,441,432.17	2,989,700,447.89
16	OGOJA	1,417,688,954.14	845,773,878.62	11,691,401.13	173,154,734.44	15,723,583.86	899,825,803.66	3,363,858,355.85
17	YALA	1,569,803,900.33	914,092,770.72	15,470,377.60	210,336,530.45	14,980,733.88	1,205,194,078.71	3,929,878,391.69
18	YAKURR	1,423,216,248.49	888,842,043.63	10,413,641.06	196,811,078.05	10,384,400.00	929,092,822.14	3,458,760,233.37
	TOTAL	**25,142,908,834.73**	**14,867,858,709.16**	**208,395,237.05**	**3,267,076,218.81**	**418,185,917.52**	**11,354,517,440.91**	**55,258,942,358.18**

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS

APPENDIX B

SCHEDULE OF CONSOLIDATED EXPENDITURE FOR THE 18 LGCs OF CROSS RIVER STATE FOR THE YEAR ENDED 31ST DECEMBER, 2022

S/NO	LOCAL GOVERNMENT COUNCIL	SALARY & WAGES	OVERHEAD COST	STATUTORY DEDUCTIONS	DEDUCTION AT SOURCES	JAAC CHARGES	TOTAL
1	ABI	1,543,868,132.53	87,145,446.08	731,303,088.14	25,700,844.12	-	2,388,017,510.87
2	AKAMKPA	1,510,628,462.13	409,771,652.41	855,538,714.13	25,700,844.12	-	2,801,639,672.79
3	AKPABUYO	1,072,620,811.31	72,279,270.20	908,983,245.24	25,700,844.22	263,467,029.30	2,343,051,200.27
4	BAKASSI	677,196,226.60	132,855,400.11	564,382,106.21	25,700,844.12	-	1,400,134,577.04
5	BEKWARRA	1,230,303,694.07	191,436,055.52	674,096,992.69	25,700,844.12	-	2,121,537,586.40
6	BIASE	1,494,581,995.17	63,414,592.81	782,983,051.15	25,700,844.12	-	2,366,680,483.25
7	BOKI	2,105,517,237.65	91,667,524.87	864,933,383.01	25,700,844.12	-	3,087,818,989.65
8	CAL. MUN	1,597,660,435.80	332,666,179.98	751,578,965.43	25,700,844.12	-	2,707,606,425.33
9	CAL. SOUTH	1,340,829,124.06	210,400,267.55	780,958,301.23	25,700,844.12	-	2,357,888,536.96
10	ETUNG	990,550,716.05	284,499,938.53	612,982,316.37	25,700,844.12	-	1,913,733,815.07
11	IKOM	1,808,087,790.85	160,951,893.36	790,291,465.99	25,700,844.12	-	2,785,031,994.32
12	OBANLIKU	1,549,869,890.52	62,290,888.00	694,325,152.46	25,700,844.12	-	2,332,186,775.10
13	OBUBRA	1,690,385,597.98	83,452,138.10	777,503,638.17	25,700,844.12	-	2,577,042,218.37
14	OBUDU	2,069,462,169.18	410,373,447.08	750,415,270.01	25,700,844.12	-	3,255,951,730.39
15	ODUKPANI	1,633,346,014.23	204,700,461.85	793,653,254.00	25,700,844.12	-	2,657,400,574.20
16	OGOJA	1,829,516,883.69	69,198,540.18	775,234,599.75	25,700,844.12	-	2,699,650,867.74
17	YALA	2,049,924,171.84	163,228,989.93	858,880,875.19	25,700,844.12	-	3,097,734,881.08
18	YAKURR	1,926,930,707.55	244,006,288.24	797,968,093.47	25,700,844.12	-	2,994,605,933.38
	TOTAL	**28,121,280,061.21**	**3,274,338,974.80**	**13,766,012,512.64**	**462,615,194.26**	**263,467,029.30**	**45,887,713,772.21**

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS

APPENDIX C

SCHEDULE OF CONSOLIDATED ASSETS FOR THE 18 LGCs OF CROSS RIVER STATE FOR THE YEAR ENDED 31ST DECEMBER, 2022

S/NO	LOCAL GOVERNMENT COUNCIL	CASH & CASH EQUIVALENTS	RECIEVABLES (STATE ALLOCATION)	INVESTMENTS	CONTRIBUTION TO CRS RESERVE FUND	INVENTORIES	PROPERTY PLANT & EQUIPMENT	TOTAL
1	ABI	126,366,767.64	775,539,273.31	158,878,724.67	145,737,722.93	-	1,093,766,229.51	2,300,288,718.06
2	AKAMKPA	74,145,038.30	775,539,273.31	158,878,724.67	150,727,622.93	-	761,978,682.50	1,921,269,341.71
3	AKPABUYO	170,249,103.00	775,539,275.31	158,878,724.67	144,737,722.93	-	740,906,711.00	1,990,311,536.91
4	BAKASSI	103,986,766.90	775,539,273.31	158,878,724.67	151,737,722.93	-	739,028,149.56	1,929,170,637.37
5	BEKWARRA	210,635,754.14	775,539,273.31	158,878,724.67	136,737,722.93	-	656,227,769.55	1,938,019,244.60
6	BIASE	116,513,882.22	775,539,273.31	158,878,724.67	153,737,722.93	-	1,217,241,880.21	2,421,911,483.34
7	BOKI	239,080,852.37	775,539,273.31	158,878,727.67	153,737,722.92	-	801,304,277.07	2,128,540,853.34
8	CAL. MUN	155,556,093.93	775,539,273.31	158,878,724.67	153,737,722.93	-	678,355,098.50	1,922,066,913.34
9	CAL. SOUTH	74,482,199.82	775,539,273.03	158,878,724.67	153,737,722.93	-	581,961,903.00	1,744,599,823.45
10	ETUNG	172,551,562.08	775,539,273.31	158,878,724.67	153,737,722.93	-	462,526,129.00	1,723,233,411.99
11	IKOM	135,558,708.54	775,539,273.31	158,878,724.67	152,737,722.93	-	888,677,333.83	2,111,391,763.28
12	OBANLIKU	149,248,709.06	775,539,273.31	158,878,724.67	153,737,722.93	-	632,643,481.00	1,870,047,910.97
13	OBUBRA	83,930,738.85	776,539,273.31	158,878,724.67	145,737,727.93	-	806,861,884.10	1,971,948,348.86
14	OBUDU	143,570,505.96	775,539,273.31	158,878,724.67	153,737,722.93	-	462,526,129.00	1,694,252,355.87
15	ODUKPANI	112,945,779.59	775,539,273.31	158,878,724.67	153,737,722.93	-	767,154,276.83	1,968,255,777.33
16	OGOJA	198,439,644.52	775,539,273.31	158,878,724.67	153,737,722.93	-	1,412,000,951.62	2,698,596,317.05
17	YALA	168,639,258.62	775,539,273.31	158,878,724.67	153,737,722.93	-	1,440,752,578.00	2,697,547,557.53
18	YAKURR	62,394,458.98	775,539,273.31	158,878,724.67	153,737,722.93	-	728,232,481.24	1,878,782,661.13
	TOTAL	**2,498,295,824.52**	**13,960,706,921.30**	**2,859,817,047.06**	**2,719,268,917.73**	**-**	**14,872,145,945.52**	**36,910,234,656.13**

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS

APPENDIX D

SCHEDULE OF CONSOLIDATED LIABILITIES FOR THE 18 LGCs OF CROSS RIVER STATE FOR THE YEAR ENDED 31ST DECEMBER, 2022

S/NO	LOCAL GOVERNMENT COUNCIL	DEPOSITS	SHORT TERM LOANS & DEBTS	LONG TERM BORROWINGS (CRSG LOAN)	UNREMITTED DEDUCTION	PAYABLES (UNREMITTED TAXES)	RESERVES	TOTAL
1	ABI	4,008,246.73	-	-	1,622,796,664.00	22,552,600.33	145,737,722.93	1,795,095,233.99
2	AKAMKPA	(5,300,473.45)	-	-	1,840,640,642.30	11,637,111.88	150,727,622.93	1,997,704,903.66
3	AKPABUYO	11,953,620.88	-	18,125,242.31	1,753,570,580.22	14,511,047.35	144,737,722.93	1,942,898,213.69
4	BAKASSI	18,472,008.21	-	-	1,067,936,612.10	6,853,398.34	151,737,722.93	1,244,999,741.58
5	BEKWARRA	40,392,394.41	362,140.19	-	1,466,775,418.83	-	136,737,722.93	1,644,267,676.36
6	BIASE	20,163,694.96	-	-	1,211,811,287.61	15,151,785.23	153,737,722.93	1,400,864,490.73
7	BOKI	31,073,103.06	9,351,658.56	-	1,944,052,295.46	17,552,168.44	153,737,722.92	2,155,766,948.44
8	CAL. MUN	670,017.15	-	73,680,797.86	1,633,292,622.26	48,620.00	153,737,722.93	1,861,429,780.20
9	CAL. SOUTH	-	4,098,843.09	18,125,242.00	1,579,627,220.00	13,402,039.90	153,737,722.93	1,768,991,067.92
10	ETUNG	8,393,924.24	-	73,680,797.86	1,234,033,319.41	5,240,985.69	153,737,722.93	1,475,086,750.13
11	IKOM	96,740,007.16	-	6,121,714.95	870,270,923.01	-	152,737,722.93	1,125,870,368.05
12	OBANLIKU	15,162,651.09	-	-	1,290,462,800.93	-	153,737,722.93	1,459,363,174.95
13	OBUBRA	14,712,665.09	-	-	1,272,543,673.44	-	145,737,727.93	1,432,994,066.46
14	OBUDU	6,858,251.99	-	73,680,797.86	1,234,033,319.41	5,240,985.69	153,737,722.93	1,473,551,077.88
15	ODUKPANI	960,000.00	1,385,233.68	-	877,055,573.29	-	153,737,722.93	1,033,138,529.90
16	OGOJA	10,000,487.51	-	-	1,505,892,609.11	4,901,443.81	153,737,722.93	1,674,532,263.36
17	YALA	-	-	-	1,740,887,595.96	22,659,056.58	153,737,722.93	1,917,284,375.47
18	YAKURR	100,066,107.78	35,400,000.00	-	818,211,057.26	-	153,737,722.93	1,107,414,887.97
	TOTAL	**374,326,706.81**	**50,597,875.52**	**263,414,592.84**	**24,963,894,214.60**	**139,751,243.24**	**2,719,268,917.73**	**28,511,253,550.74**

SCHEDULE OF CONSOLIDATED PROPERTY, PLANT & EQUIPMENT FOR THE 18 LGCs OF CROSS RIVER STATE FOR THE YEAR ENDED 31ST DECEMBER 2022

Local Government	Land & Buildings	Computer & Office Equipment	Furniture & Fittings	Motor Vehicles	Medical & Laboratory Equipment	Plant & Machinery	Total
	₦	₦	₦	₦		₦	₦
ABI	-	-	-	-		-	-
AKAMKPA	-	-	-	-		-	-
AKPABUY	-	-	-	-		-	-
BAKASSI	-	-	-	-		-	-
BEKWARR	-	-	-	-		-	-
BIASE	-	-	-	-		-	-
BOKI	-	-	-	-		-	-
CAL. MUN	-	-	-	-		-	-
CAL.	-	-	-	-		-	-
ETUNG	-	-	-	-		-	-
IKOM	-	-	-	-		-	-
OBANLIKU	-	-	-	-		-	-
OBUBRA	-	-	-	-		-	-
OBUDU	-	-	-	-		-	-
ODUKPAN	-	-	-	-		-	-
OGOJA	-	-	-	-		-	-
YAKURR	-	-	-	-		-	-
YALA	-	-	-	-		-	-

Note: Note: Cross River State Local Government Councils are still within the three-year plus extension transitional period for full adoption of Accrual basis IPSAS, PPE are currently being valued across the 18 LGAs for full disclosure

AUDITOR-GENERAL' S INSPECTION REPORT ON THE CONSOLIDATED ACCOUNTS OF THE 18 LOCAL GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022.

1.0 INTRODUCTION

In compliance with the provisions of Section 125 (2) of the Constitution of the Federal Republic of Nigeria 1999 as (amended) and Section 56 (2) of Cross River State Local Government Law No. 7 of 2007 (as amended), I have examined the Accounts and Financial Statements of 18 Local Government Councils of the State for the year ended 31st December 2021 in accordance with Public Finance (Control Management Act 1958), Model Financial Memoranda and Circular guidance.

I have therefore certified the individual Accounts as correct subject to the various observations raised and contained in the Management Report and this report, while the irregularities observed therein had been forwarded through Local Audit Queries / Inspection Reports to the respective Chief Accounting Officers for their responses, comments, and further action.

Below is a general summary of common observations encountered while examining the individual financial statements, records and books of Account of the eighteen (18) Local Governments of Cross River State.

Also included in this report is a general aggregate summary of revenue, expenditure and the budget performance of the eighteen (18) Local Governments for the year under review as well as my observations regarding them.

18 LGAS OF CROSS RIVER STATE

2.0 CONSIDERATION OF YEAR 2022 AUDITED FINANCIAL REPORT

The Audited Accounts of the 18 Local Governments for the year ended 31st December 2022 were submitted to the Cross River State House of Assembly in September 2022, for further consideration by the Public Accounts Committee of the Assembly.

3.0 FINANCIAL REPORTING STANDARDS

The Financial Statements for the financial year ended 31st December 2022 were prepared in line with the Standard templates for the General-Purpose Financial Statements (GPFSs) of the International Public Sector Accounting Standards (IPSAS) Accrual based Accounting and its attendant features.

4.0 AUDIT APPROACH

Audit adopts a risk-based approach and examination on a test basis of the evidence presented and its relevance to the balances, assertions and disclosures in the financial statements prepared by the various Treasurers of Councils. It also involves an assessment of the significant estimates and judgements contained in the financial statements as to whether they derive from the Accounting Policies modelled after IPSASs and the Cross River State Audit Law and Local Government Law.

The Audit was conducted in accordance with International Standards on Auditing which requires compliance with ethical requirements, planning and performing the audit to obtain reasonable assurance that the financial statements are free from material misstatements. As a result, I have obtained the necessary information and explanations that to the best of my knowledge and belief are necessary for the purpose of this audit. As such it is my belief that the audit evidence obtained is sufficient and appropriate to provide a reasonable basis for my opinion.

5.0 IPSAS IMPLEMENTATION IN CROSS RIVER STATE LOCAL GOVERNMENTS

The Cross River State Government has adopted the Accrual Basis of IPSAS for all its reporting entities and as a result the financial statements have been prepared in accordance with the accrual basis of IPSAS.

The implementation of IPSAS Accrual Basis of Accounting began with the 2018 financial year when all 18 Local Government Accounts were converted to IPSAS basis, thus the current Year 2022 Audited Financial Statements is the third in the series.

The IPSAS standard requires a full consolidation (aggregation) of all Local Government Accounts in its presentation and provision to also report on each entity separately; this consolidation is intended to give a holistic view of the financial performance and position of all the local governments that make up Cross River State.

The full implementation of the IPSAS Accrual basis in the year 2021 financial statements for all the 18 local Governments has commenced with the valuation of all Property, Plant and Equipment or Assets - Phase 1. Assets have been recognized, measured and reported preliminarily as:

- Land and Buildings
- Computer and Office Equipment
- Furniture and Fittings
- Motor Vehicles
- Medical and Laboratory Equipment
- Plant and Machinery

As implementation progresses, other valuable assets classifications will be recognized, measured and eventually brought into the Local government's financial statements namely:

Infrastructural Assets, Tourism (Stadia), Agricultural Lands, Intangible Assets, Investment Property, Heritage Assets, Biological Assets and Concession Assets (where applicable).

6.0 FINANCIAL SUMMARY

During the year 2022 the following financial summary of the 18 LGAs in terms of revenue, expenditure and budget performance are summarized as follows:

6.1 REVENUE

The sum of N55.25bn accrued to the 18 Local Government Councils as receipts for the year ended 31st December 2022 as revealed in the table below:

S/N	DETAILS	2022 (N)	2021 (N)
1	Gross Statutory Allocation	25,142,908,834.73	23,439,951,429.23
2	Govt. Share of VAT	14,867,858,709.16	12,266,016,783.36
3	Share of Exchange Gain	208,395,237.05	128,562,940.51
4	Other Revenue	3,267,076,218.81	2,092,547,912.20
5	Non-Tax Revenue (IGR)	418,185,917.52	496,806,502.93
6	Capital Receipts	11,354,517,440.91	9,574,158,068.60
		55,258,942,358.18	**47,998,043,636.83**

Government Share of FAAC or Statutory Allocation contributed the majority 45.85% of total revenue received by the Councils for the year, VAT contributed 27.11%, Exchange Gain less than 0.38% and Other Revenue a total of 6.66% of total revenue of councils. IGR of Councils contributed a paltry 0.75% to the revenue of Councils for the year, while Capital Receipts were 20.54%. Statutory Allocation continues to be the major source of Council revenue; the need for Councils to invest in infrastructure that will boost revenue cannot be overemphasized.

RECOMMENDATION

There is need to urgently deemphasize Federal Revenue and increase efforts to generate and declare accurately all Council revenue.

7.2 EXPENDITURE

A total of **₦52.2bn** was expended by Councils during the year for various purposes as listed in the table below.

S/N	DETAILS	2022 ACTUAL (N)	2021 ACTUAL (N)
1	Salaries and Wages	28,121,280,061.21	28,755,178,566.74
2	Overhead	3,274,338,974.80	1,965,792,319.69
3	Statutory Deductions	13,766,012,512.64	10,815,255,436.78
4	JAAC Charges	263,467,029.30	0.00
5	Deduction at Source	462,615,194.26	
6	Property, Plant & Equipment	6,389,948,087.12	5,086,260,160.22
		52,277,661,859.33	**46,622,486,483.43**

53.7% of total expenditure was spent on Salaries, Wages and Pensions; 6.2% was spent on Overhead, only 26.3% on Statutory Deductions, 0.88% of revenue was deducted at source by FAAC while only 12.2% was spent on PPE. The Expenditure profile for the year shows that Council's major priority continues to be payment of Salaries and Pensions, council's expenditure on Capital Expenditure continues to be dismal which consequently affects meaningful development.

RECOMMENDATION

Audit continues to advise the Ministry of Local Government Affairs to ensure total revenues into the JAAC Accounts are distributed as and when due so as to provide Councils with the necessary resources to drive development and achieve its budgeted expenditure.

8.0 DWINDLING FEDERAL REVENUE AND INADEQUATE REVENUE GENERATING CAPACITY OF COUNCILS

During the year under review, Audit observed a huge drop in Internally Generated Revenue and poor Capital Expenditure performance as majority of Councils revenue is spent on salaries and overheads. The global recession and fall in oil prices as well as the Russian-Ukraine war is set to affect Government revenue more and more.

Councils over dependence on Federal Revenue in the midst of a rich Agrarian State as Cross RIVER STATE will only lead to underdevelopment because the resources needed for development are scarce and need to be generated.

RECOMMENDATION

Audit is therefore recommending to Chief Executives of Councils to return to the core mandate of Local Government Councils which is to build and maintain schools, markets, roads, bridges, farms and other low-cost infrastructure that will drive the local economy of their councils and boost their revenue base in the midst of the uncertain future global financial climate.

10.0 CONCLUSION

I wish to conclude by expressing my appreciation to the entire Management of the 18 Local Government Councils for the co-operation given myself and my staff in the discharge of our statutory responsibilities.

My profound gratitude also goes to the State House of Assembly especially Mr. Speaker and the Chairman and Members of the Public Accounts Committee for their immeasurable support and good working relationship.

It is my sincere hope that, you will not hesitate to contact this office for further clarifications and explanations as may be required in connection with these audited financial statements and our reports.

ENI, ODEN OFEM,Ph.D,CNA
AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS
26th September 2023

PART TWO
COUNCIL'S FINANCIAL STATEMENTS

ABI LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURES

ABI LOCAL GOVERNMENT, ITIGIDI

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Abi Local Government Council found on pages 58-60 have been examined under my direction, which have been prepared under the accounting policies set out on pages. 52-57.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit so as to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Abi Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM,Ph.D,CNA
AUDITOR-GENERAL

ABI LOCAL GOVERNMENT, ITIGIDI

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Abi Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Abi 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Abi Local Government as at 31st December 2022 and its operations for the period ended on that date.

…………………………………… 30th June 2023

MR. EGIM O. UBIO **DATE**

HOLGA

……………………………………………………….. 30th June 2023

MR. CHRISTOPHER ISO ISO **DATE**

DIRECTOR OF FINANCE (TREASURER)

The Chairman,
Abi Local Government Council,
ITIGIDI.

AUDIT CERTIFICATE ON THE ACCOUNTS OF ABI LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 58-60 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

Proper Books of accounts were kept, projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Abi Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

……………………………….
ENI, ODEN OFEM, Ph.D, CNA
ACTING AUDITOR-GENERAL LGs
CALABAR

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

ABI LOCAL GOVERNMENT, ITIGIDI

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

	NOTES	2022	2021
		₦	₦
ASSETS			
Current Assets			
Cash and Cash Equivalents	1	126,366,767.64	81,769,428.97
Receivables	2	775,539,273.31	661,385,225.55
Advances	3	18,990,000.00	26,550,000.00
Inventories		-	-
Prepayments		-	-
Total Current Assets		**920,896,040.95**	**769,704,654.52**
Non-current Assets		**-**	**-**
Investments	4	158,878,724.67	158,878,724.67
Property, Plant & Equipment	5	1,093,766,229.51	826,714,946.16
Loan to CRS Government	10B	92,985,868.82	-
Contribution to CRS Reserve Fund	6	145,737,722.93	133,737,722.93
Loans Granted		-	-
Investment Property		-	-
Intangible Assets		-	-
Total Non-current Assets		**1,491,368,545.93**	**1,119,331,393.76**
Total Assets		**2,412,264,586.88**	**1,889,036,048.28**
LIABILITIES			
Current Liabilities			
Deposits	7	4,008,246.73	7,799,980.54
Unremitted Deduction	8	1,622,796,664.00	991,247,978.02
Payables (Unremitted Taxes)	9	22,552,600.33	22,522,600.33
		1,649,357,511.06	**1,021,570,558.89**
Non-current Liabilities			
Borrowings	10	-	73,680,797.86
		-	**73,680,797.86**
Total Liabilities		**1,649,357,511.06**	**1,095,251,356.75**
Net Assets		**762,907,075.82**	**793,784,691.53**
NET ASSETS/EQUITY			
Capital Grants		-	-
Reserve Fund	11	95,205,408.57	83,205,408.57
Accumulated Surplus (Deficit)	11	667,701,667.25	710,579,282.96
Total Net Assets/Equity		**762,907,075.82**	**793,784,691.53**

ABI LOCAL GOVERNMENT, ITIGIDI

STATEMENT OF CHANGES IN NET ASSET/EQUITY FOR THE YEAR ENDED 31ST DEC, 2022

	ACCUMULATED SURPLUS	RESERVES	TOTAL
		₦	₦
Balance as at 1/1/2022	**710,579,282.96**	**83,205,408.57**	**793,784,691.53**
Changes for the year	698,492,564.88	12,000,000.00	710,492,564.88
Transfer to (from) changes in Net Assets	(741,370,180.59)	-	(741,370,180.59)
Balance as at 31/12/2022	**667,701,667.25**	**95,205,408.57**	**762,907,075.82**
Balance as at 1/1/2021	**745,553,176.52**	**83,205,408.57**	**828,758,585.09**
Changes for the year	288,816,047.06	-	288,816,047.06
Transfer to (from) changes in Net Assets	(323,789,940.62)	-	(323,789,940.62)
Balance as at 31/12/2022	**710,579,282.96**	**83,205,408.57**	**793,784,691.53**

ABI LOCAL GOVERNMENT, ITIGIDI

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2022

	NOTES	2022	2021
		₦	₦
CASH FLOWS FROM OPERATING ACTIVITIES			
Inflows			
Statutory Allocation	12	1,338,196,310.02	1,247,688,529.34
Government Share on VAT	12	798,232,056.03	595,073,256.55
Share of Exchange Gain Difference	12	11,036,829.85	5,711,477.21
Other Revenue	12A	163,557,798.67	175,653,098.29
Internally Generated Revenue	13	8,497,332.98	5,476,581.97
Capital Receipts	12B	691,693,786.88	352,702,092.35
Total Inflow from Operating Activities		**3,011,214,114.43**	**2,382,305,035.71**
Outflows			
Employees' Benefits	14	1,543,868,132.53	1,573,175,549.71
Admin (Overhead) Cost	15	87,145,446.08	113,445,895.66
Transfers – Grant & Contributions to Other Agencies	16	731,303,088.14	375,989,260.57
Deduction at Source	12	25,700,844.12	70,311,550.77
JAAC Charges		-	-
Total Outflow from Operating Activities		**2,388,017,510.87**	**2,132,922,256.71**
Net Cash Inflow/(Outflow) from Operating Activities		**623,196,603.56**	**249,382,779.00**
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of PPE			
Acquisition of Assets – PPE	5	388,580,864.40	-231,976,559.08
Other CRSG Reserved Fund	6	12,000,000.00	-4,000,000.00
Acquisition of Investment Property		-	-
Net Cash Flow from Investing Activities		**(400,580,864.40)**	**235,976,559.08**
CASH FLOW FROM FINANCING ACTIVITIES			
Deposits Received			
Deposits Remitted		(3,791,733.81)	
Taxes Received			-
Taxes Remitted			-
Advances	3		36,000,000.00
Advance Repayment	3	(7,560,000.00)	(9,450,000.00)
Payment Service Concession Liability			
Repayment of Loan		(166,666,666.68)	-
Capital Grant			
Net Cash Flow from Financing Activities		**(178,018,400.49)**	**26,550,000.00**
Net Cash Flow from all Activities		**44,597,338.67**	**39,956,219.92**
Cash & Its Equivalent as at 1/1/2022		**81,769,428.97**	**41,813,209.05**
Cash & Its Equivalent as at 31/12/2022		**126,366,767.64**	**81,769,428.97**

ABI LOCAL GOVERNMENT, ITIGIDI

STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DEC., 2022

	NOTES	2022	2021
		₦	₦
REVENUE			
Statutory Allocation	12	2,311,022,994.57	2,024,126,361.39
Non-Tax Revenue	13	8,497,332.98	5,476,581.97
Other Capital Receipts	12	691,693,786.88	352,702,092.35
10% State IGR		114,154,047.76	127,290,450.96
Other Receipts	12	-	-
Total Revenue		**3,125,368,162.19**	**2,509,595,486.67**
EXPENDITURE			
Salaries and Wages	14	1,543,868,132.53	1,573,175,549.71
General and Admin Expenses (Overhead)	15	87,145,446.08	113,445,895.66
Transfer to Other Government Entities	16	731,303,088.14	371,989,260.57
Public Debt Charges	12	25,700,844.12	70,311,550.77
Jaac Charges			
Depreciation Charges – PPE	5	38,858,086.44	91,857,182.90
Impairment Charges			0
Amortization Charges			0
Bad Debt Charges			0
Financial Charges			0
Total Expenditure		**2,426,875,597.31**	**2,220,779,439.61**
Surplus / (Deficit) from Operating Activities for the Period		**698,492,564.88**	**288,816,047.06**
Gain on Exchange / Disposals			
Total Non-operating Revenue (Expenses)			
Surplus / (Deficit) from Ordinary Activities		**698,492,564.88**	**288,816,047.06**
Extra Ordinary Item			
Net Surplus / (Deficit) for the Period		**698,492,564.88**	**288,816,047.06**

ABI LOCAL GOVERNMENT, ITIGIDI

STATEMENT OF COMPARISON OF BUDGET AND ACUTAL FOR THE YEAR ENDED 31ST DECEMBER, 2022

	FINAL BUDGET 2022	ACTUAL 2022	DIFFERENCE
	₦	₦	₦
RECEIPTS:			
Gross Statutory Allocation	2,669,677,354.00	2,311,022,994.57	(358,654,359.43)
Internally Generated Rev.	30,607,877.00	8,497,332.98	(22,110,544.02)
Capital Receipts	-	691,693,786.88	691,693,786.88
Cross River State Government	20,000,000.00	-	(20,000,000.00)
Total Receipts	2,720,285,231.00	3,011,214,114.43	290,928,883.43
PAYMENTS			
Employees Benefits	1,770,131,042.00	1,543,868,132.53	226,262,909.47
Statutory Deductions	780,997,615.00	731,303,088.14	49,694,526.86
Overhead/Operating Expenditure	197,429,841.00	124,846,290.20	72,583,550.80
Purchase/Construction of PPE	904,883,507.00	388,580,864.40	516,302,642.60
Total Payments	3,653,442,005.00	2,788,598,375.27	864,843,629.73
NET SURPLUS (DEFICIT)	**(933,156,774.00)**	**222,615,739.16**	

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1

Cash and Cash Equivalent

Cash and Cash Equivalents for the period represents aggregate cash and bank balances of Abi Local Government Council Cash Books as at 31st December, 2022.

S/N	DETAILS	ACCOUNT TYPE	AMOUNT (₦)
1.	FIRST BANK OF NIG. PLC.	CAPITAL	68,659,672.54
2.	FIRST BANK OF NIG. PLC.	SAL/OVERHEAD	57,628,328.70
3.	FIRST BANK OF NIG. PLC.	REVENUE	78,766.40
	TOTAL CASH AT BANK		**126,366,767.64**
	TOTAL CASH IN HAND		**-**
	CASH & CASH EQUIVALENT AS AT 31/12/2022		**126,366,767.64**

ABI LOCAL GOVERNMENT, ITIGIDI

NOTE 2
RECEIVABLES

This Represents cumulative amounts owed to council by the State Government via unremitted 10% State IGR, as seen in the table below:

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	661,385,225.55
2022 Unpaid 10% of CRS IGR	114,154,047.76
Remittance for the Period	0.00
Balance Carried Forward	**775,539,273.31**

NOTE 3
ADVANCES

DETAILS	AMOUNT (₦)
Long Term Loan Brought Forward	26,500,000.00
Repayment During the Year	(7,560,000.00)
Balance Carried Forward	**18,990,000.00**

NOTE 4
INVESTMENT

DETAILS	AMOUNT (₦)
Investment Total B/FWD 01/01/2022	158,878,724.67
Addition During the Year	-
Total	**158,878,724.67**

NOTE 5
PROPERTY, PLANT AND EQUIPMENT

During the year under review, the Abi LGC spent a total of ₦544,549,340.72 on purchase and construction of PPE (Property, Plant and Equipment).

HEAD	DETAIL	ACTUAL PAY BY COUNCIL	OTHER COUNCIL COMMITMENT PAY THROUGH JAAC	TOTAL (₦)
23050100	AGRICULTURE	27,950,000.00		27,950,000.00
23020100	LIVESTOCK/VERTERINARY	-		-
23020100	FISHERIES	-		-
23050000	ENERGY & FUEL POWER	-		-
23050100	COMMERCE AND FINANCE	-		-
23020100	MASS HOUSING	50,000,000.00		50,000,000.00
23030100	TRANSPORT (ROAD & BRIDGE)	25,000,000.00		25,000,000.00
23020100	HEALTH	500,000.00		500,000.00
23020100	WATER SUPPLY	21,732,050.00		21,732,050.00
23050200	ENVIRONMENTAL DEV.			
23050100	CONTROL & PREVENTION OF DISEASE	30,000,000.00		30,000,000.00
23050200	GENERAL ADMINISTRATION	233,398,814.40		233,398,814.40
TOTAL		**388,580,864.40**		**388,580,864.40**

ABI LOCAL GOVERNMENT COUNCIL

NOTE 5
DEPRECIATION OF PROPERTY, PLANT AND EQUIPMENT
PROPERTY, PLANT AND EQUIPMENT

Cost	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment	Furniture & Fitting	Intangible Assets	Bridges	Road	Traffic Light	Street Light	Drainages	Total
	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2022	-	-	-	-	-	-	-	-	-	-	-	826,714,946.16
Additions												388,580,864.40
Disposal Adjustments as at 1/1/2022 (A)												1,215,295,810.56
Depreciation as at 1/1/2022												82,671,494.61
Charges for the Year												38,858,086.44
Disposal Adjustments as at 1/1/2022 (B)												121,529,581.05
Net Book Value (A-B)												1,093,766,229.51

ABI LOCAL GOVERNMENT COUNCIL

NOTE 6

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of One Million per council yearly. Details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance Brought Forward 01 Jan. 2022		133,737,722.93
JAN.	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB.	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR.	DEDUCTION FROM ALLOCATION	1,000,000.00
APR.	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN.	DEDUCTION FROM ALLOCATION	1,000,000.00
JULY	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG.	DEDUCTION FROM ALLOCATION	1,000,000.00
SEPT.	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT.	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV.	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC.	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance Carried Forward as at 31st December, 2022		145,737,722.93

NOTE 7

Deposits received represent the retention fees and unpaid contract sum for contracts awarded by Abi Council during the year while deposits remitted represent the aforementioned amounts actually paid out.

S/N	DETAILS	BALANCE AS AT 01-01-2022	ADDITION IN THE YEAR	PAYMENTS WITHIN THE YEAR	BALANCE AS AT 31/12/2022
1.	RETENTION DEPOSIT	12,263,900.00			12,263,900.00
2.	NATIONAL HOUSING FUND	(8,018,562.25)			(8,018,562.25)
3.	UNCLIAMED SALARIES	3,554,642.79		3,791,733.81	(237,091.02)
	TOTAL	**7,799,980.54**			**4,008,246.73**

NOTE 8

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Abi LGC to certain State Agencies as mandated by Law.

UNREMITTED STATUTORY	AMOUNT (₦)
BALANCE B/FWD 01-01-2022	991,247,978.02
ADD: DEDUCTION DURING THE YEAR	731,303,088.14
	1,722,551,066.16
LESS: ACTUAL REMITTANCE DURING THE YEAR	99,754,402.16
BALANCE OUTSTANDING 31-12-2022	1,622,796,664.00

NOTE 9

PAYABLES

This represents the total amount of unremitted Taxes, Staff claims, Salaries and other contractual obligations unpaid and owed by Abi LGCs as at 31st December, 2022.

S/N	DETAILS	BALANCE AS AT 01-01-2022	ADDITIONS DURING THE YEAR	REMITTANCES	BALANCE AS AT 31/12/2022
1.	WITHHOLDING TAX	11,534,115.73	-	-	11,534,115.73
2.	VALUE ADDED TAX	10,485,984.60			10,485,984.60
3.	1% STAMP DUTY	502,500.00			502,500.00
4.	PAYEE				
	TOTAL	**22,552,600.33**			**22,552,600.33**

NOTE 10
BORROWINGS

DETAILS	AMOUNT (₦)
Long Term Loan Brought Forward	73,680,797.86
REPAYMENT DURING THE YEAR	(166,666,666.12)
Balance Carried Forward	NIL

NOTE 10B

LOAN TO CRS GOVERNMENT

DETAILS	AMOUNT (₦)
Loan to CRS Government	92,985,568.26

NOTE 11
EQUITY
EQUITY/TOTAL ASSETS

DETAILS	2022 RESERVE	ACCUMULATED SURPLUS	2021 RESERVE	ACCUMULATED SURPLUS
Balance as at 1/1/	83,205,408.57	710,579,282.96	83,205,408.57	745,553,176.52
Changes for the Year	12,000,000.00	698,492,564.88		288,816,047.06
Adjustment to Net Asset		(741,370,180.59)		(323,789,940.62)
Total Equity	**95,205,408.57**	**667,701,667.25**	**83,205,408.57**	**710,579,282.96**

NOTE 12

REVENUES

GROSS STATUTORY ALLOCATION

This represent allocations received monthly by Abi Local Government Council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

Statutory Allocation	2,311,022,994.57
Internally Generated Revenue	8,497,332.98
Capital Receipt	691,693,786.88
Unremitted 10% State IGR	114,154,047.76
	3,125,368,162.19

The monthly collections of revenue sub-components are detailed in the table below:

MONTH	STATUTORY ALLOCATION	VAT	EXCHANGE GAIN DIFFERENCE	OTHER REVENUE	TOTAL GROSS ALLOCATION	DEDUCTION AT SOURCE	TOTAL
January	56,453,109.36	60,495,222.84	1,122,617.03	25,454,844.61	143,525,793.84	(2,141,737.01)	141,384,056.83
February	75,998,158.54	56,852,781.53	1,812,091.71	20,840,120.73	155,503,152.51	(2,141,737.01)	153,361,415.50
March	113,340,890.19	68,894,724.47	-	1,700,113.35	183,935,728.01	(2,141,737.01)	181,793,991.00
April	99,988,857.14	56,831,691.47	-	8,604,557.81	165,425,106.42	(2,141,737.01)	163,283,369.41
May	85,172,720.51	68,348,036.86	-	34,766,834.97	188,287,592.34	(2,141,737.01)	186,145,855.33
June	134,653,598.29	65,605,470.85	-	2,019,803.97	202,278,873.11	(2,141,737.01)	200,137,136.10
July	174,779,879.86	60,112,648.78	-	2,621,698.20	237,514,226.84	(2,141,737.01)	235,372,489.83
August	99,714,129.16	75,214,629.18	-	6,413,953.68	181,342,712.02	(2,141,737.01)	179,200,975.01
September	107,121,646.20	64,640,343.70	-	19,440,299.50	191,202,289.40	(2,141,737.01)	189,060,552.39
October	95,005,242.97	73,182,943.21	1,244,823.90	26,034,959.72	195,467,969.80	(2,141,737.01)	193,326,232.79
November	148,592,472.89	68,983,267.28	1,540,050.96	6,417,558.44	225,533,349.57	(2,141,737.01)	223,391,612.56
December	147,375,604.91	79,070,295.86	5,317,246.25	9,243,053.69	241,006,200.71	(2,141,737.01)	238,864,463.70
TOTAL	**1,338,196,310.02**	**798,232,056.03**	**11,036,829.85**	**163,557,798.67**	**2,311,022,994.57**	**(25,700,844.12)**	**2,285,322,150.45**

ABI LOCAL GOVERNMENT COUNCIL

NOTE 12A

The details of other Revenue sub-component is also disclosed in the table below:

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for Abi local Government Council for the year ended 31st December, 2022.

MONTH	DISTRIBUTION FROM NON OIL REVENUE	ECOLOGY FUND	EXCESS BANK CHARGES	ELECTRONIC MONEY TRANSFER	TOTAL
January	24,227,791.84	1,227,052.77	-	-	25,454,844.61
February	19,382,233.47	1,457,887.26	-	-	20,840,120.73
March	-	1,700,113.35	-	-	1,700,113.35
April	4,845,558.37	1,604,828.79	2,154,170.65	-	8,604,557.81
May	-	1,277,590.81	-	33,489,244.16	34,766,834.97
June	-	2,019,803.97	-	-	2,019,803.97
July	-	2,621,698.20	-	-	2,621,698.20
August	4,845,558.37	1,568,395.31	-	-	6,413,953.68
September	14,536,675.10	1,824,874.82	-	3,078,749.58	19,440,299.50
October	24,227,791.84	1,807,167.88	-	-	26,034,959.72
November	-	2,251,987.86	-	4,165,570.58	6,417,558.44
December	-	-	-	9,243,053.69	9,243,053.69
TOTAL	**92,065,608.99**	**19,361,401.02**	**2,154,170.65**	**49,976,618.01**	**163,557,798.67**

NOTE 12
DEDUCTIONS AT SOURCE – (₦25,700,844.12)
This represents deductions made at source by the FAAC Allocation Committee against Abi Local Government Revenue Allocation for the year.

NOTE 12B

CAPITAL RECEIPTS ₦691,693,786.88

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint commitments were made by JAAC.

ABI LOCAL GOVERNMENT COUNCIL

NOTE 13
INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Abi Local Government Council the year ended 31st December, 2022.

CODE	DETAILS	ACTUAL 2022 (₦)
12010100	TAXES	642,982.98
12020100	LICENSES GENERAL	435,000.00
12020400	FEES GENERAL	2,010,500.00
12020500	FINES GENERAL	-
12020600	SALES GENERAL	19,000.00
12020700	EARNING GENERAL	1,229,350.00
12020900	RENT ON LAND AND OTHERS GENERAL	-
12021400	MISCELLANEOUS	4,160,500.00
	TOTAL	**8,497,332.98**

MONTH	12010100	12020100	12020400	12020600	12020700	12021400	TOTAL
Jan.	-	108,000.00	-	-	74,450.00	447,500.00	629,950.00
Feb.	-	114,000.00	-	-	60,350.00	1,137,500.00	1,311,850.00
March	642,982.98	34,000.00	-	-	51,000.00	889,000.00	1,616,982.98
April	-	8,000.00	-	-	68,500.00	548,000.00	624,500.00
May	-	25,000.00	-	-	69,450.00	158,500.00	252,950.00
June	-	59,000.00	-	-	58,600.00	210,000.00	327,600.00
July	-	87,000.00	-	-	81,400.00	196,000.00	364,400.00
Aug.	-	-	234,500.00	8,000.00	498,700.00	79,000.00	820,200.00
Sept.	-	-	196,500.00	-	80,900.00	245,000.00	522,400.00
Oct.	-	-	262,200.00	-	70,900.00	75,000.00	407,900.00
Nov.	-	-	630,000.00	11,000.00	55,200.00	20,000.00	716,200.00
Dec.	-	-	687,500.00	-	59,900.00	155,000.00	902,400.00
TOTAL	**642,982.98**	**435,000.00**	**2,010,500.00**	**19,000.00**	**1,229,350.00**	**4,160,500.00**	**8,497,332.98**

ABI LOCAL GOVERNMENT COUNCIL

NOTE 14
EMPLOYEES BENEFIT

This consist of the salaries and wages paid to staff of Abi Local Government comprising of Councils Staff, Traditional Rulers and non-pensionable allowances (LGC), Teachers (SUBEB) and Health Workers (PHC). Pension allowances / social benefits paid to all retired LGC's Staff are also inclusive.

SALARIES, WAGES & EMPLOYEE BENEFITS		
S/N	**DESCRIPTION**	**AMOUNT (₦)**
1.	Traditional Rulers Allowances	28,350,000.00
2.	Primary Health Care Salaries	185,386,423.04
3.	Non-Pensionable Allowances	96,980,000.00
4.	Council Staff Salaries	243,205,804.32
5.	Political Office Holders	71,811,475.08
6.	Pension Allowances	357,418,960.29
7.	SUBEB-Teachers Salaries	560,715,469.80
	TOTAL	**1,543,868,132.83**

NOTE 15

GENERAL AND ADMIN EXPENSES (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

CODE	DETAILS	AMOUNT (₦)
22020100	Travel & Transport General	-
22020200	Utilities General	4,520,000.00
22020300	Material and Supplies General	1,796,700.00
22020400	Maintenance Service	572,000.00
22020500	Training Development	-
22020700	Consultancy of Prof. Service	3,260,400.00
22020900	Financial Expenses General	2,527,944.90
22021000	Miscellaneous Expenses General	56,317,744.00
22020600	Other Services	18,150,657.18
22020100	Grant Contribution and Subvention	
	TOTAL	**87,145,446.08**

NOTE 16

TRANSFER TO OTHER GOVERNMENT AGENCIES

This is made up of 32% Statutory deduction made form Abi Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for Administration.

S/N	STATUTORY DEDUCTION	AMOUNT (₦)
1.	1% MINISTRY OF LOCAL GOVERNMENT FOR ADMINISTRATION	22,853,221.50
2.	RURAL DEVELOPMENT AGENCY (RUDA) 9%	205,678,993.55
3.	STATE ELECTRIFICATION AGENCY (SEA) 5%	114,266,107.52
4.	JOINT SECURITY OPERATIONS 2.5%	57,133,053.77
5.	JOINT SOCIAL WELFARE 2.5%	57,133,053.77
6.	BORDER COMMUNITY DEVELOPMENT FUND 0.5%	11,426,610.75
7.	SPORT DEVELOPMENT 1%	22,853,221.50
8.	ENVIRONMENTAL MANAGEMENT & PROTECTION 2.5%	57,133,053.77
9.	CRHA OVERSIGHT FUNCTION 0.5%	11,426,610.75
10.	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	11,426,610.75
11.	INFRASTRUCTURAL DEVELOPMENT AGENCY 4%	91,412,886.01
12.	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY 1%	22,853,221.50
13.	LOCAL GOVERNMENT SERVICES COMMISSION 1%	22,853,221.50
14.	INTERNATIONAL DONOR AGENCY 1%	22,853,221.50
	TOTAL	**731,303,088.14**

AKAMKPA LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURE

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Akamkpa Local Government Council found on pages 81-83 have been examined under my direction, which have been prepared under the accounting policies set out on pages 75-80.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit so as to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Akamkpa Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM,PH.D,CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Akamkpa Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Akamkpa 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Akamkpa Local Government as at 31st December 2022 and its operations for the period ended on that date.

……………………………………………… 30th June 2022

MR. LAWRENCE EKENYONG
HOLGA

……………………………………………… 30th June 2022

MRS. ANWUDUA RICHARD EFA, ACA. **DATE**
DIRECTOR OF FINANCE (TREASURER)

The Chairman,
Akamkpa Local Government Council,
AKAMKPA.

AUDIT CERTIFICATE ON THE ACCOUNTS OF AKAMKPA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 81 to 83 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the State of Affairs of Akamkpa Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

....

ENI, ODEN OFEM,PH.D,CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

ASSETS	NOTES	2022	2021
Current Assets		₦	₦
Cash and Cash Equivalent	8	74,145,038.86	57,260,888.14
Receivables	9	775,539,273.31	661,385,225.55
Advances		18,990,000.00	26,550,000.00
Total Current Asset		**868,990,000.00**	**745,196,104.69**
Non-Current Assets			
Investment	13	158,878,724.67	158,878,724.67
Property, Plant & Equipment	7	761,978,682.50	710,444,838.53
Loan to CRS Govt.		92,985,868.26	-
Contribution to CRS Reserve Fund	14	150,727,662.93	138,727,622.93
Total Non-Current Asset		**1,164,570,898.36**	**1,008,061,181.13**
Total Asset (A)		**2,033,245,210.53**	**1,753,247,290.82**
LIABILITIES AND EQUITY			
Current Liabilities			
Depositors		(5,300,473.45)	7,799,980.54
Unremitted Deductions	15	1,840,640,642.30	1,134,312,728.88
Payables (Unremitted Taxes)	16	11,637,111.88	11,637,111.88
Total Current Liabilities		**1,846,977,280.73**	**1,153,749,821.30**
Non-Current Liabilities			
Long Term Borrowings (CRSG loan)	10	-	73,680,797.86
Loan to Councillors	18	-	-
Total Non- Current Liabilities		**-**	**73,680,797.86**
Total Liabilities (B)		**1,846,977,280.73**	**1,227,430,671.16**
Net Asset (A - B)		**186,267,929.80**	**525,816,680.66**
NET ASSET AND EQUITY			
Reserve Fund	12	91,695,393.57	90,695,393.57
Accumulated Surplus/(Deficit)	12	94,572,536.23	435,621,278.09
Net Assets		**186,267,929.80**	**525,816,671.66**

AKAMKPA LOCAL GOVERNMENT, AKAMKPA
Statement of Changes in Net Asset/Equity as at 31st December, 2022.

	Accumulated Surplus	Reserves	Total
	₦	₦	₦
Balance as at 1 January 2022	435,621,278.09	90,195,393.57	525,816,671.66
Changes for the Year	452,943,646.41	1,500,000.00	454,443,646.41
Transfer to (From) Changes in Net Assets	(793,992,388.27)	-	(793,992,388.27)
Balance as at 31st December 2022	94,572,536.23	91,695,393.57	186,267,929.80
Balance as at 1 January 2021	577,989,137.52	90,195,393.57	668,184,531.09
Changes for the Year	222,514,438.26	-	222,514,438.26
Transfer to/(From) Changes in Net Assets	(364,942,297.69)	-	(364,942,297.69)
Balance as at 31st December 2021	435,621,278.09	90,195,393.57	525,816,671.66

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

CASH FLOW STATEMENT FOR THE YEAR ENDED 3ST DECEMBER, 2022			
	NOTES	**2022**	**2021**
		₦	**₦**
CASH FLOWS FROM OPERATING ACTIVITIES			
Inflows			
Statutory Allocation	12	1,682,646,927,.88	1,568,329,352.85
Government Share of Vat	12	809,324,972.53	667,887,620.97
Share of Exchange Gain Difference	12	13,873,161.23	8,601,939.04
Other Revenue	12A	193,414,264.15	124,093,901.17
Internally Generated Revenue	13	115,684,218.60	110,759,770.89
Capital Receipt	12B	339,105,541.25	224,177,345.22
Investment Income		-	-
Transfers-(Aid & Grant)		-	-
Total Inflow from Operating Activities		**3,154,049,085.64**	**2,708,849,930.14**
Employees' Benefits	14	1,510,628,462.13	1,527,402,505.32
Admin (Overhead) Cost	15	409,771,652.41	203,305,157.82
Transfers-Grants & Contribution to other Agencies	16	855,538,714.13	712,569,801.55
Deduction at Source	12	25,700,844.12	70,311,550.76
Total Outflow from Operating Activities		**2,801,639,672.79**	**2,513,589,015.45**
Net Cash Inflow/(Outflow) From Operating Activities		**352,409,412.85**	**190,260,914.69**
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of PPE			
Acquisition of Assets-PPE	5	**136,198,142.02**	212,080,000.00
Other CRSG Reserved Fund	6	12,000,000.00	12,000,000.00
Acquisition of Investment Property		-	-
Net Cash Flow From Investing Activities		**(148,198,142.02)**	224,080,000.00
CASH FROM FINANCIAL ACTIVITIES			
Deposits Remitted		(13,100,453.99)	
Advances			36,000,000.00
Advance Repayment		(7,560,000.00)	(9,450,000.00)
Repayment of Loan		(166,666,666.12)	
Net Cash Flow from Financing Activities		**187,327,120.11**	**26,550,000.00**
Net Cash Flow from All Activities		**16,884,150.72**	**(7,269,085.31)**
Cash & Its Equivalent as a 01-01-2022		**57,260,888.14**	**64,529,973.45**
Cash & Its Equivalent as a 31-12-2022		**74,145,038.86**	**57,260,888.14**

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

Statement of Financial Performance for the year Ended 31st December, 2022.			
	NOTES	**2022**	**2021**
Revenue		**₦**	**₦**
Statutory Revenue	1	2,699,259,325.79	2,368,912,814.53
Internally Generated Revenue	2	115,684,218.60	110,759,770.39
Other Capital Receipts		339,105,541.25	224,177,345.22
10% State IGR	9	114,154,047.76	127,290,450.96
Total Revenue		**3,268,203,133.40**	**2,831,140,381.10**
Expenditures			
Employees Benefits	3	1,510,628,462.13	1,527,402,505.32
General and Admin Expenses (Overhead)	4	409,771,652.41	203,305,157.82
Transfer to Other Government Entities	5	855,538,714.13	712,569,801.55
Deduction at Source		25,700,844.12	70,311,550.76
Depreciation of PP&E	7	13,619,814.20	94,976,927.39
Total Operating Expenses		**2,815,259,486.99**	**2,608,565,942.84**
Excess/(Deficit) of Revenue over Expenditures		**452,943,646.41**	**222,574,438.26**
Non-Cash Movement			
Net Surplus/(Deficit)		**452,943,646.41**	**222,574,438.26**
Advances	3		36,000,000.00
Advance Repayment	3	(7,560,000.00)	-9,450,000.00
Payment-Service Concession Liability			-
Repayment of Loan		(166,666,666.12)	-
Capital Grant			-
Net Cash Flow From Financing Activities		(187,327,120.11)	26,550,000.00
Net Cash Flow All Activities		16,884,150.72	-7,269,085.31
Cash & Its Equivalent as at 1/1/2022		57,260,888.14	64,529,973.45
Adjustment			
Cash & Equivalent as at 31/12/2022		74,145,038.86	57,260,888.14

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL F OR THE YEAR ENDED 31ST DECEMBER 2022

	FINAL BUDGET 2022	ACTUAL 2022	DIFFERENCE
	₦	₦	₦
RECEIPTS			
Gross Statutory Allocation	2,384,246,103.00	2,699,259,325.79	315,013,222.79
Internally Generated Revenue	118,140,806.00	115,684,218.60	(2,456,587.40)
Capital Receipts	-	339,105,541.25	339,105,541.25
Cross River State Government	20,000,000.00	-	(20,000,000.00)
Total Receipts	2,522,386,909.00	3,154,049,085.64	631,662,176.64
PAYMENTS			
Employees Benefit	1,748,920,928.00	1,510,628,462.13	238,292,465.87
Statutory Deductions	762,958,753.00	855,538,714.13	(92,579,961.13)
Overhead/Operating Expenditure	236,628,437.00	447,472,496.53	(210,844,059.53)
Purchase/Contribution of PPE	817,945,886.00	136,198,142.02	681,747,743.98
Total Payments	**3,566,454,004.00**	2,949,837,814.81	616,616,189.19
NET SURPLUS (DEFICIT)	(1,044,067,095)	204,211,270.83	

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

i. Reporting Entities

Akamkpa local government area is located in Cross River state, South-South Nigeria. Created in 1976, Akamkpa LGA has its headquarters in the town of Akamkpa. Prominent tribes in Akamkpa LGA include the Ejagham and the Dusaya Iyoung with the LGA consisting of towns and villages such as Uyanga, Ikpi, Awi, Mbarakon, Eku, Iko, and Oban. Akamkpa LGA shares boundaries with Odukpani LGA, Akpabuyo LGA, the Republic of Cameroon and Ikom. The population of Akamkpa LGA is estimated at 180,521 inhabitants.

ii. Basis of Preparation – Statement of Compliance

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

iii. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December.

iv. Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

v. Allocation of Expenses

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council.

vi. Revenue Recognition

Revenues are recognized when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

vii. Investment Property

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort, Cross River Micro Finance bank and Cally Air. This income is recognized when CRSG's right to receive payment is established. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

viii. Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognizes such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

ix. Depreciation and Amortization

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

x. Cash and cash equivalents

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

xi. **Inventory**

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they're measured at the lower of cost and current replacement cost. Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

xii. Interest Received

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

xiii. **Loans**

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xiv. **Loan Repayments**

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

xv. Interest on Loans

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

xvi. **Prepayments**

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

xvii. **Investments**

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

xviii. **Leases**

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

xix. **Other Borrowings**

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

xx. Deposits

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

xxi. **Employee Benefits**

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows. To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

xxii. **Unremitted Deductions**

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

NOTES TO THE FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1

Cash and Cash Equivalent

Cash and Cash Equivalents for the period represents aggregate and bank balances of Akamkpa LocalGovernment Council Cash Books as at 31st December, 2022.

S/N	DETAILS	ACCOUNT TYPE	AMOUNT
1.	FIRST BANK PLC	REVENUE	2,396,477.64
2.	FIRST BANK PLC	UNCLAIMED	32,338.65
3.	FIRST BANK PLC	OVERHEAD	78.50
4.	UNION BANK PLC	REVENUE	673,035.41
5.	FIRST INLAND BANK	DORMANT	231,194.40
6.	ECOBANK PLC	DORMANT	3,973.44
7.	UNION BANK	DORMANT	24,500.00
8.	ZENITH BANK	SAL/OVERHEAD	57,142,433.78
9.	ZENITH BANK	CAPITAL	13,559,122.17
10.	FIRST BANK	CAPITAL 2	7,703.25
	TOTAL CASH AT BANK		**74,070,857.24**
	TOTAL CASH IN HAND		**74,181.62**
	CASH & CASH EQUIVALENT AS 31-12-2022		**74,145,038.86**

NOTE 2

RECEIVABLES

This Represents cumulative amounts owed to council by the State Government via unmerited 10%State IGR, as seen in the table below:

	RECEIVABLES	AMOUNT ₦
	Balance Brought Forward	661,385,225.55
	2021 Unpaid 10% of CRS IGR	114,154,047.76
	Remittance for the Period	0.00
	Balance Carried Forward	775,539,273.31

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

NOTE 3

ADVANCES

Long Term Loan Brought Forward	26,500,000.00
Repayment During the Year	(7,560,000.00)
Balance Carried Forward	18,990,000.00

NOTE 4

INVESTMENT

DETAILS	**AMOUNT ₦**
Investment Total B/FW 01-01-2022	158,878,724.67
Addition During The Year	
Total	**158,878,724.67**

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

NOTE 5

Property, Plant and Equipment

During the year under review, the Akamkpa LGC spent a total of ₦136,198,142.020 purchase and construction of PPE (Property, Plant and Equipment)

HEAD	DETAIL	TUAL PAI BY COUNCIL	OTHER COUNCIL COMMITTEMENT PAID THROUGH JAAC	TOTAL
23050100	AGRICUTURE	67,444,959.68	-	67,444,959.68
23020100	LIVESTOCK/VERTERINARY	16,771,809.38	-	16,771,809.38
23020100	FISHERIES	3,700,000.00	-	3,700,000.00
23050000	ENERGY (FUEL AND POWER)	70,000.00	-	70,000.00
23020100	COMMENCE OF FINANCE	40,811,372.96	-	40,811,372.96
23030100	TRANSPORT(ROADS AND BRIDGES	6,800,000.00	-	6,800,000.00
23020100	HEALTH	-	-	-
23050200	ENVIRONMENTAL DEV.	-	-	-
23000000	GENERAL ADMINISTRATION	600,000.00	-	600,000.00
TOTAL		**136,198,142.02**		**136,198,142.02**

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

NOTE 6

DEPRECIATION OF PROPERTY, PLANT AND EQUIPMENT

PROPERTY, PLANT AND EQUIPMENT

Cost	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment		Furniture & Fitting	Intangible Assets	Bridges	Road	Traffic Light	Streetlights	Drainages	Total
	N	N	N	N		N	N	N	N	N	N	N	N
	2%	5%	25%	25%		10%	25%	2%	5%	5%	10%	5%	
As as 1/1/2022	-	-		-	-	-	-	-	-	-	-	-	710,444,838.53
Additions	-	-		-	-	-	-	-	-	-	-	-	136,198,142.02
Disposal													
Adjustments	-	-		-	-	-	-	-	-	-	-	-	
As as 1/1/2022	-	-		-	-	-	-	-	-	-	-	-	
(A)	-	-		-	-	-	-	-	-	-	-	-	846,642,980.55
Depreciation	-	-		-	-	-	-	-	-	-	-	-	
As as 1/1/2022	-	-		-	-	-	-	-	-	-	-	-	71,044,483.85
Charges for the	-	-		-	-	-	-	-	-	-	-	-	
Year	-	-		-	-	-	-	-	-	-	-	-	13,619,814.20
Disposal													
Adjustments													
As as 1/1/2022	-	-		-	-	-	-	-	-	-	-	-	
(B)	-	-		-	-	-	-	-	-	-	-	-	84,664,298.05
Net Book Value	-	-		-	-	-	-	-	-	-	-	-	
(A-B)	-	-		-	-	-	-	-	-	-	-	-	761,978,682.50

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

NOTE 7

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. Details are found in the table below:

MONTH	DETAILS	AMOUNT ₦
Balance Brought Forward 01 Jan 2022		138,727,632.93
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUNE	DEDUCTION FROM ALLOCATION	1,000,000.00
JULY	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEPT	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance Carried Forward as at 31st December 2022		**150,727,622.93**

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

NOTE 8

Deposits received represent the retention fees and unpaid contract sum for contracts awarded by Akamkpa Council during the year while deposits remitted represent the aforementioned amountsactually paid out.

S/N	DETAILS	BALANCE AS AT 01-01-22	ADITIONS IN THE YEAR	PAYMENTS WITHIN THE YEAR	BALANCE AS AT 31/12/22
1.	RETENTION DEPOSIT	12,263,900.00	-	-	12,263,900.00
2.	NATIONAL HOUSING FUND	(8,018,562.25)	-	-	(8,018,562.25)
3.	UNCLAIMED SALARIES	3,554,642.79	-	13,100,453.99	(9,545,811.20)
	TOTAL	**7,799,980.54**	**-**	**13,100,453.99**	**(5,300,473.45)**

NOTE 9

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Akamkpa LGC to certain states agencies as mandated by Law.

UNREMITTED STATUTORY	**AMOUNT N)**
BALANCE B/FORWARD 01-01-2022	1,134,312,728.88
ADD: DEDUCTION DURING THE YEAR	855,538,714.13
	1,989,851,443.01
Less: ACTUAL REMITTANCE DURINGTHE YEAR	149,210,800.71
BALANCE OUTSTANDING 31-12-2022	1,840,640,642.30

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

NOTE 10

PAYABLES

The represents the total amount of unremitted Taxes, Staff claims, Salaries and other Contractual obligations unpaid and owed by Akamkpa LGCs as at 31st December, 2022.

S/N	DETAILS	BALANCE AS AT01-01-2022	ADDITIONS DURING THE YEAR	REMITTANCES	BALANCE AS AT 31-12-2022
1	WITHHOLDING TAX	5,620,434.39			5,620,434.39
2	VALUE ADDED TAX	5,620,434.39			5,620,434.39
3	1% STAMP DUTY	396,243.10			396,243.10
4	PAYEE	-			-
5	2% SUPERVISION FEE	-			-
6	1% LEGAL FEE	-			-
7	OTHERS	-			-
	TOTAL	**11,637,111.88**		**-**	**11,637,111.88**

NOTE 11

BORROWINGS

DETAILS	AMOUNT N
Long Term Loan Brought Forward	73,680,797.86
REPAYMENT DURING THE YEAR	(166,666,666.12)
Balance Carried Forward	NIL

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

NOTE 11B

LOAN TO CRS GOVERNMENT

DETAILS	AMOUNT₦
LOAN TO CRS GOVERNMENT	92,985,868.26

NOTE 12

NET ASSET/EQUITY

Equity/Total Assets	2022		2021	
Details	Reserve	Accumulated Surplus	Reserve	Accumulated Surplus
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/	**90,195,393.57**	**435,621,278.09**	**90,195,393.57**	577,989,137.52
changes for the year	1,500,000.00	452,943,646.41		222,514,438.26
Adjustment to Net Asset	1,500,000.00	(793,992,388.27)		(364,942,297.69)
Total Equity	**91,695,393.57**	**94,572,536.23**	**90,195,393.57**	**435,621,278.09**

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

NOTE 13

REVENUES

GROSS STATUTORY ALLOCATION

This represent allocations received monthly by Akamkpa Local Government Council from the Federation Account in line with theprovisions of the Constitution of the Federal Republic of Nigeria.

Statutory Allocation	2,699,259,325.79
Internally Generated Revenue	115,684,218.60
Capital Receipt	339,105,541.25
Unremitted 10% State IGR	114,154,047.76
	3,268,203,133.40

The Monthly collections of revenue sub-components are detailed in the table below:

MONTH	STATUTOTRY ALLOCATION	VAT	EXCHANGE GAIN DIFFERENCE	OTHER REVENUE	TOTAL GROSS ALLOCATION	JCTION ATSOURCE	TOTAL
JANUARY	70,960,873.60	61,339,814.56	1,411,115.99	31,996,430.87	165,708,235.02	(2,141,737.01)	163,566,498.01
FEBRUARY	95,528,763.32	57,638,413.03	2,277,777.30	26,195,778.93	181,640,732.58	(2,141,737.01)	179,498,995.57
MARCH	142,468,123.98	69,864,235.12	-	2,137,021.86	214,469,380.96	(2,141,737.01)	212,327,643.95
APRIL	125,684,780.42	57,621,529.35	-	10,815,824.77	194,122,134.54	(2,141,737.01)	191,980,397.53
MAY	107,061,076.41	69,289,609.55	-	35,556,513.10	211,907,199.06	(2,141,737.01)	209,765,462.05
JUNE	169,257,939.50	66,524,820.68	-	2,538,869.09	238,321,629.27	(2,141,737.01)	236,179,892.26
JULY	219,696,188.65	60,952,975.86	-	3,295,442.83	283,944,607.34	(2,141,737.01)	281,802,870.33
AUGUST	125,339,450.68	76,235,670.99	-	8,062,261.96	209,637,383.63	(2,141,737.01)	207,495,646.62
SEPTEMBER	134.650,609.75	65,541,201.38	-	23,725,628.53	223,875,591.01	(2,141,737.01)	221,733,854.00
OCTOBER	119,420,437.86	74,194,575.02	1,564,728.54	32,725,628.53	227,905,369.95	(2,141,737.01)	225,763,632.94
NOVEMBER	186,778,935.79	69,945,363.51	1,935,825.37	7,048,330.09	265,708,454.76	(2,141,737.01)	263,566,717.75
DECEMBER	185,799,747.92	80,176,763.48	6,683,714.03	9,358,382.24	282,018,607.67	(2,141,737.01)	279,876,870.66
TOTAL	**1,682,646,927.88**	**809,324,972.53**	**13,873,161.23**	**193,414,264.15**	**2,699,259,325.79**	**(25,700,844.12)**	**2,673,558,481.67**

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

NOTE 14A

The details of other Revenue sub-component is also disclosed in the table below

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for Akamkpa Local GovernmentCouncil for The Year Ended 31st December, 2022.

MONTH	Distribution From Non-Oil Revenue	Ecology Fund	‹cess Bank Charges	Electronic Money Transfer	Total
JANUARY	30,454,040.42	1,542,390.45	-	-	31,996,430.87
FEBRUARY	24,363,232.34	1,832,546.59	-	-	26,195,778.93
MARCH	-	2,137,021.86			2,137,021.86
APRIL	6,090,808.08	2,017,250.32	2,707,766.37	-	10,815,824.77
MAY	-	1,605,916.15	-	33,950,596.95	35,556,513.10
JUNE	-	2,538,869.09	-	-	2,538,869.09
JULY	-	3,295,442.83	-	-	3,295,442.83
AUGUST	6,090,808.08	1,971,453.88	-	-	8,062,261.96
SEPTEMBER	18,272,424.25	2,293,845.51	-	3,117,510.12	23,683,779.88
October	30,454,040.43	2,271,588.10	-	-	32,725,628.53
NOVEMBER	-	2,830,721.42	-	4,217,608.67	7,048,330.09
DECEMBER	-	-	-	9,358,382.24	9,358,382.24
TOTAL	**115,725,353.60**	**24,337,046.20**	**2,707,766.37**	**50,644,097.98**	**193,414,264.15**

NOTE 15

DEDUCTIONS AT SOURCE – (N25,700,844.12)

This represents deductions made at source by the FAAC Allocation Committee against Akamkpa Local Government Revenue Allocation for the Year.

NOTE 15 B

CAPITAL RECEIPTS – N339.105,541.25

This represents the positive inflow to Council after Salaries, Statutory deductions and JointCommitment were made by JAAC

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

NOTE 16

INTERNALLY GENERATED REVENUE (1GR)

Non – tax revenue comprises of the internally Generated Revenue (IGR) of Akamkpa Local GovernmentCouncil the Year ended 31st December, 2022.

CODE	DETAILS	ACTUAL 2022
12010100	TAXES	-
12020100	LICENSES GENERAL	-
12020400	FEES GENERAL	3,083,780.00
12020500	FINES GENERAL	-
12020600	SALES GENERAL	111,999,938.60
12020700	EARNING GENERAL	196,000.00
12020900	RENT ON LAND AND OTHERS GENERAL	40,000.00
12021400	MISCELLANEOUS	364,500.00
	TOTAL	**115,684,218.60**

MONTH	12020400	12020600	12020700	12021900	12021400	TOTAL ₦
JANUARY	2,885,788.00	-	-	15,000.00	1,000.00	2,901,780.00
FEBRUARY	3,000.00	5,724,071.00	-	-	3,500.00	5,730,571.00
MARCH	53,000.00	5,987,352.60	5,000.00	-	60,000.00	6,105,352.60
APRIL	-	4,031,421.50	55,000.00	-	-	4,086,421.50
MAY	-	4,642,157.50	36,000.00	10,000.00	30,000.00	4,718,157.50
JUNE	5,000.00	5,346,665.00	5,000.00	-	60,000.00	5,416,665.00
JULY	4,000.00	4,689,940.00	28,000.00	-		4,721,940.00
AUGUST	-	5,745,552.00	27,000.00	15,000.00	60,000.00	5,847,552.00
SEPTEMBER	10,000.00	57,051,145.00	5,000.00	-	30,000.00	57,096,145.00
OCTOBER	103,000.00	4,882,090.00	11,000.00	-	30,000.00	5,026,090.00
NOVEMBER	-	6,683,280.00	12,000.00	-	30,000.00	6,725,280.00
DECEMBER	20,000.00	7,216,264.00	12,000.00	-	60,000.00	7,308,264.00
TOTAL	**3,083,780.00**	**111,999,938.60**	**196,000.00**	**40,000.00**	**364,500.00**	**115,684,218.60**

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

NOTE 14

EMPLOYMENT BENEFIT

This consists of the salaries and wages paid to staff of Akamkpa Local Government comprising of Councils Staff, Traditional Rulers and non-pensionable allowances (LGC), Teachers (SUBEB) and health Workers (PHC). Pension allowances/social benefits paid to all retired LGCs Staff are also inclusive.

SALARIES, WAGES & EMPLOYEE BENEFITS		
S/N	**DECRIPTION**	**AMOUNT (₦)**
1	Traditional Rulers Allowances	16,650,000.00
2	Primary Health Care Salaries	279,589,556.28
3	Non-Pensionable Allowances	143,770,000.00
4	Council Staff Salaries	236,722,867.72
5	Political Office Holders	71,811,475.08
6	Pension Allowances	161,232,836.82
7	SUBEB – Teacher's Salaries	600,851,726.82
	TOTAL	**1,510,628,462.13**

NOTE 15

GENERAL AND ADMIN EXPENSES (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council

CODE	**DETAILS**	**TOTAL OPERATIN EXPENSES 2022**
		₦
22020100	Travel & Transport General	33,300,000.00
22020200	Ultilities General	-
22020300	Material and Surplies General	13,512,000.00
22020400	Maintenance Service	17,090,000.00
22020500	Training Development	9,450,000.00
22020700	Consultancy of Prof. Service	26,775,000.00
22020900	Finance Expenses General	172,990.03
22021000	Messellanoue Expenses General	76,279,715.35
22020600	Other Services	233,191,947.03
22040100	Grant Contribution and Subvention	
	TOTAL	**409,771,653.41**

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

NOTE 16

TRANSFER TO OTHER GOVERNMENT AGENCIES

This is made up of 32% Statutory deduction made from Akamkpa Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for Administration.

S/N	STATUTORY DEDUCTION	AMOUNT N
1	1% Ministry of Local Government for Administration	26,735,584.82
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	240,620,263.35
3	STATE ELECTRIFICATION AGENCY (SEA) 5%	133,677,924.09
4	JOINT SECURITY OPERATIONS 2.5%	66,838,962.04
5	JOINT SOCIAL WELFARE 2.5%	66,838,962.04
6	BORDER COMMUNITY DEVELOPMENT FUND 0.5%	13,367,792.40
7	SPORT DEVELOPMENT 1%	26,735,584.82
8	ENVIRONMENTAL MANAGEMENT & PROTECTION 2.5%	66,838,962.04
9	CRHA OVERSIGHT FUNCTION 0.5%	13,367,792.40
10	Community & Social Development Agency 0.5%	13,367,792.40
11	INFRASTRUTURAL DEVELOPMENT AGENCY 4%	106,942,339.27
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLGY 1%	26,735,584.82
13	LOCAL GOVERNMENT SERVICES COMMISSION 1%	26,735,584.82
14	INTERNATIONAL DONOR AGENCY 1%	26,735,584.82
	TOTAL	**855,538,714.13**

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

STATUTORY ALLOCATION AND STATUTORY PAYMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2022

MONTH	GROSS ALLOCATION	32% STATUTORY DEDUCTIONS	RESERVEFUND	JOINT COMMITMENT	LEGAL SALARIES AND ALLOWANCE	TOTAL EXPENDITURE	EXPECTED NET ALLOCATION	ACTUAL RELEASE TO COUNCIL	REDISTRIBUTION OF BALANCE TO THE COUNCIL
JANUARY	163,566,498.01	52,341,279.36	1,000,000.00	500.00	133,253,287.49	186,595,066.85	(23,028,568.84)	19,494,180.00	(42,522,748.84)
FEBRUARY	179,498,995.57	57,439,678.58	1,000,000.00	500.00	135,647,642.63	194,087,821.21	(14,588,825.64)	64,998,888.88	(79,587,714.52)
MARCH	212,327,643.95	67,944,846.06	1,000,000.00	500.00	115,562,486.03	184,507,832.09	27,819,811.86	1,000,000.00	26,819,811.86
APRIL	191,980,397.53	61,433,727.21	1,000,000.00	500.00	115,342,029.10	177,776,256.31	14,204,141.22	80,555,555.56	(66,351,414.34)
MAY	209,765,462.05	67,124,947.86	1,000,000.00	500.00	116,056,231.82	184,181,679.68	25,583,782.37	21,000,000.00	4,583,782.37
JUNE	236,179,892,26	75,577,565.52	1,000,000.00	500.00	115,599,441.55	192,177,507.07	44,002,385.19	20,444,444.44	23,557,940.75
JULY	281,802,870.33	90,176,918.51	1,000,000.00	500.00	118,719,441.55	209,896,860.06	71,906,010.27	43,944,444.44	27,961,565.83
AUGUST	207,495,646.62	66,398,606.92	1,000,000.00	500.00	115,361,466.21	182,760,573.13	24,735,073.49	43,888,888.88	(19,153,815.39)
SEPTEMBER	221,733,854.00	70,954,833.28	1,000,000.00	500.00	115,161,943.34	187,117,276.62	34,616,577.38	80,665,555.56	(46,048,978.18)
OCTOBER	225,763,632.94	72,244,362.54	1,000,000.00	500.00	144,061,074.68	217,305,937.22	8,457,695.72	30,111,111.11	(21,653,415.39)
NOVEMBER	263,566,717.75	84,341,349.68	1,000,000.00	500.00	142,989,712.89	228,331,562.57	35,235,155.18	114,500,000.01	(79,264,844.83)
DECEMBER	279,876,870.66	89,560,598.61	1,000,000.00	500.00	142,873,704.84	233,434,803.45	46,442,067.21	113,887,777.78	(67,445,710.57)
TOTAL	**2,673,558,481.67**	**855,538,714.13**	**12,000,000.00**	**6,000.00**	**1,510,628,462.13**	**2.378,173,176.26**	**295,385,305.41**	**634,490,846.66**	**(339,105,541.25)**

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

SCHEDULE OF SALARIES FOR THE YEAR ENDED 31ST DECEMBER, 2022

MONTH	STAFF SALARIES	TRC	PHCDA	POLITICAL OFFICE HOLDERS	NPA	SUBEB	PENSION	TOTAL
JANUARY	20,127,647.78	1,387,500.00	20,117,994.09	5,984,289.59	22,050,000.00	50,481,398.52	13,104,456.51	133,253,287.49
FEBRUARY	20,035,933.39	1,387,500.00	20,117,994.09	5,984,289.59	24,610,000.00	50,368,213.23	13,143,712.33	135,647,642.63
MARCH	20,035,933.39	1,387,500.00	24,175,354.59	5,984,289.59		50,378,034.63	13,601,373.83	115,562,486.03
APRIL	20,035,933.39	1,387,500.00	24,175,354.59	5,984,289.59		50,378,034.63	13,380,916.90	115,342,029.10
MAY	20,035,933.39	1,387,500.00	24,175,354.59	5,984,289.59	780,000.00	50,312,237.35	13,380,916.90	116,056,231.82
JUNE	19,981,234.69	1,387,500.00	24,175,354.59	5,984,289.59	780,000.00	50,079,168.29	13,211,844.39	115,599,441.55
JULY	19,981,284.69	1,387,500.00	24,175,354.59	5,984,289.59	3,900,000.00	50,079,168.29	13,211,844.39	118,719,441.55
AUGUST	19,900,457.40	1,387,500.00	23,695,359.03	5,984,289.59	780,000.00	50,079,168.29	13,534,691.90	115,361,466.21
SEPTEMBER	19,900,457.40	1,387,500.00	23,695,359.03	5,984,289.59	780,000.00	49,879,645.42	13,534,691.90	115,161,943.34
OCTOBER	19,723,207.36	1,387,500.00	23,695,359.03	5,984,289.59	30,030,000.00	49,706,026.80	13,534,691.90	144,061,074.68
NOVEMBER	18,482,396.92	1,387,500.00	23,695,359.03	5,984,289.59	30,030,000.00	49,613,319.77	13,796,847.64	142,989,712.89
DECEMBER	18,482,396.92	1,387,500.00	23,695,359.03	5,984,289.59	30,030,000.00	46,497,311.66	13,796,847.64	142,873,704.84
TOTAL	236,722,867.72	16,650,000.00	279,589,556.28	71,811,475.08	143,770,000.00	600,851,726.83	161,232,836.23	1,510,628,402.13

AKPABUYO LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURES

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Akpabuyo Local Government Council found on pages 102-104 have been examined under my direction, which have been prepared under the accounting policies set out on pages 96-101.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Akpabuyo Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM,Ph.D,CNA
ACTING AUDITOR-GENERAL
CRS, LOCAL GOVERNMENTS.

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA
RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Akpabuyo Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Akpabuyo 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Akpabuyo Local Government as at 31st December 2022 and its operations for the period ended on that date.

………………………………………………………… 30th June 2023 ………………………….

MR. PAUL ETIM
HOLGA

………………………………………………………… 30th June 2023 ………………………….

MR. FRANCIS OGAG OBIE. **DATE**
DIRECTOR OF FINANCE (TREASURER)

The Chairman,
Akpabuyo Local Government Council,
IKOT NAKANDA.

AUDIT CERTIFICATE ON THE ACCOUNTS OF AKPABUYO LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 102 to 104 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the State of Affairs of Akpabuyo Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

…………………………………
ENI, ODEN OFEM, Ph.D,CNA
ACTING - AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

Statement of Financial Position as at 31st December, 2022			
ASSETS	NOTES	2022	2021
Current Assets			
Cash and Cash Equivalent	9	170,249,203.00	93,041,669.36
Receivables	10	775,539,275.31	661,385,225.55
Cash Advances	18	18,990,000.00	26,550,000.00
Total Current Asset		**964,778,378.31**	**780,976,894.91**
Non-Current Assets			
Investment	17	158,878,724.67	158,878,724.67
Property, Plant & Equipment	8	740,906,711.00	650,905,589.00
Contribution to CRS Reserve Fund	11	144,737,722.93	132,737,722.93
Total Non-Current Asset		**1,044,523,158.60**	**942,522,036.60**
Total Asset (A)		**2,009,301,536.91**	**1,723,498,931.51**
LIABILITIES AND EQUITY			
Current Liabilities			
Depositors	12	11,953,620.88	-11,953,620.88
Short Term Loan and Debts		0.00	0.00
Unremitted Deductions	13	1,753,570,580.22	939,218,453.59
Payables (Unremitted Taxes)	14	14,511,047.35	14,511,047.35
Total Current Liabilities		**1,780,035,248.45**	**965,683,121.82**
Non-Current Liabilities			
Long Term Borrowings (CRSG loan)	15	18,125,242.31	73,680,797.86
Total Non- Current Liabilities		18,125,242.31	73,680,797.86
Total Liabilities (B)		1,798,160,490.76	1,039,363,919.68
Net Asset (A - B)		**211,141,046.15**	**684,135,011.83**
NET ASSET AND EQUITY			
Reserve Fund	16	197,245,510.05	185,245,510.04
Accumulated Surplus/(Deficit)	16	13,895,536.10	498,884,520.79
Net Assets		**211,141,046.15**	**684,135,011.83**

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

STATEMENT OF CHANGES IN NET ASSET/EQUITY AS AT 31ST DECEMBER, 2022

DETAILS	ACCUMULATED SURPLUS	RESERVES	TOTAL
	₦	₦	₦
Balance as at 1 January 2022	**498,884,502.83**	**185,245,510.05**	**684,130,012.83**
Changes for the Year	404,473,466.77	12,000,000.00	416,473,466.77
Transfer to/(from) changes in Net Assets	(889,462,433.42)	-	(889,462,433.42)
Balance as at 31st December 2022	**13,895,536.13**	**197,245,510.05**	**211,141,046.18**
Balance as at 1 January 2021	488,477,607.51	182,245,510.04	670,723,117.55
Changes for the Year	374,782,637.85	3,000,000.00	377,637.85
Transfer to/(from) changes in Net Assets	(365,130,232.53)	-	(365,130,232.53)
Balance as at 31st December 2021	**498,884,502.83**	**185,245,510.05**	**684,130,012.83**

-

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

Cash Flow Statement for the year Ended 31st December, 2022.

	NOTES	2022	2021
Cash Flow from Operating Activities		₦	₦
Inflows:			
Gross Statutory Allocation	1b	1,610,697,134.24	1,501,353,015.74
Government Share of VAT	1b	1,020,323,718.08	841,852,410.15
Share of Exchange Gain Difference	1b	15,872,830.30	8,234,588.67
Other Revenue	1b	219,379,802.89	139,925,077.68
Internally Generated Revenue	2	14,066,035.52	53,511,038.89
Capital Receipts	1b	-	-
10% IGR from State		-	-
Total Inflows from Operating Activities		**2,880,339,521.03**	**2,544,876,131.13**
Outflows:			
Employees' Benefits	4	1,072,620,811.31	(1,031,408,965.71)
Admin (Overhead) Cost	5	72,279,270.20	(99,840,108.42)
Statutory Deductions	6	908,983,245.24	(750,526,597.85)
Deduction at Source		25,700,844.22	(70,311,550.76)
Public Debt Charges		263,467,029.30	(325,518,295.00)
Total Outflows from Operating Activities		**2,343,051,200.27**	**(2,277,605,517.74)**
Net Cashflow from Operating Activities		**537,288,320.76**	**267,270,613.39**
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of PPE			-
Purchase/Construction of PPE	7	336,969,776.00	(320,096,444.00)
Others CRSG Reserved Fund		12,000,000.00	(3,000,000.00)
Net Cashflow from Investing Activities		**348,969,776.00**	**(323,096,444.00)**
Cash Advances Granted	11	-	36,000,000.00
Cash Advances Repaid	11	-	-9,450,000.00
Deposits Received		-	-
Taxes Received		-	-
Tax Remitted		-	-
Loan Repayment	10	(111,111,111.12)	-
Net Cash Flow from Financing Activities		**(111,111,111.12)**	**(26,550,000.00)**
Net Cash Flow from All Activities		77,207,433.64	(29,275,830.61)
Cash and its Equivalent as at 01/01		93,041,669.36	122,317,499.97
Adjustment			-
Cash and its Equivalent as at 31 Dec 2022		**170,249,103.00**	**93,041,669.36**

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

Statement of Financial Performance for the year Ended 31st December, 2022			
	NOTES	2022	2021
Revenue		₦	₦
Statutory Revenue	1	2,866,273,485.51	1,501,353,015.74
Internally Generated Revenue	2	14,066,035.52	53,511,038.89
Other Capital Receipts	3	-	990,012,076.50
10% State IGR	10	114,154,049.76	127,290,450.96
Total Revenue		**2,994,493,570.79**	**2,672,166,583.09**
Expenditures			
Employees Benefits	4	1,072,620,811.31	1,031,408,965.71
General and Admin Expenses (Overhead)	5	72,279,270.20	46,740,108.42
Transfer to Other Government Entities	6	980,983,245.24	750,526,597.85
Deduction at Source		25,700,844.22	70,311,550.76
Jaac Charges		263,467,029.30	325,518,295.00
Total Operating Expenses		**2,343,051,200.27**	**2,224,505,517.74**
Excess/(Deficit) of Revenue over Expenditures		651,442,370.52	447,661,064.35
Non-Cash Movement			
Depreciation of PP&E	8	246,968,903.75	72,878,426.50
Net Surplus/(Deficit)		**404,473,466.77**	**374,782,637.85**

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST DECEMBER 2022

	FINAL BUDGET 2022	ACTUAL 2022	DIFFERENCE
	₦	₦	₦
RECEIPTS:			
Gross Statutory Allocation	2,686,855,345.00	2,866,273,485.51	179,418,140.51
Internally Generated Revenue	72,139,535.00	14,066,035.52	(58,073,499.48)
Capital Receipts	-	-	-
Cross River State Government Loan	-	-	-
Total Receipts	**2,758,994,880.00**	**2,880,339,521.02**	**121,344,641.03**
PAYMENTS			
Salaries and Wages	1,418,929,894.00	1,072,620,811.31	346,309,082.69
Statutory Deductions	845,176,494.00	908,983,245.24	(63,806,751.24)
Overhead / Operating Expenditure	101,938,894.00	72,279,270.20	29,659,623.80
Capital Expenditure	855,682,882.00	336,969,776	518,713,106.00
Investment Expenditure	12,000,000.00	12,000,000.00	-
Total Payments	3,233,728,164.00	2,402,853,102.75	830,875,061.25
NET SURPLUS (DEFICIT)	**(474,733,284.00)**	**477,486,418.28**	**709,530,420.22**

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

i. Reporting Entities

Akpabuyo is a Local Government Area of Cross River State, Nigeria.[1] Its headquarters are in the town of Ikot Nakanda. Akpabuyo Local Government Area is located in the town of Ikot Nakanda, and comprises of several towns which includes Atimbo, Eneyo, Ikang, Idundu, Ikot Edem Odo and Ikot Eyo. It has an area of 1,241 km^2 and a population of 271,395 at the 2006 census. Akpabuyo was established as a separate local government area in 1991. The local government area shares a boundary with Akampa LGA, the Republic of Cameroon, Bakassi LGA, and Calabar South to the North, East, South and West respectively.

ii. Basis of Preparation – Statement of Compliance

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

iii. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December.

iv. Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

v. Allocation of Expenses

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council.

vi. Revenue Recognition

Revenues are recognized when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

vii. Investment Property

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort and Cross River Micro Finance bank. This income is recognized when CRSG's right to receive payment is established. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.
Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

viii. Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognizes such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

ix. **Depreciation and Amortization**

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

x. **Cash and cash equivalents**

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

xi. **Inventory**

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they're measured at the lower of cost and current replacement cost. Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

xii. **Interest Received**

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

xiii. **Loans**

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xiv. **Loan Repayments**

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

xv. **Interest on Loans**

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

xvi. **Prepayments**

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

xvii. **Investments**

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

xviii. **Leases**

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

xix. **Other Borrowings**

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

xx. Deposits

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

xxi. **Employee Benefits**

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows. To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

xxii. **Unremitted Deductions**

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

NOTES TO THE FINANCIAL STATEMENTS

Note 1.

Revenues

(A) GROSS STATUTORY ALLOCATION)

This represents allocations received monthly by Akpabuyo Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	2,866,273,485.51
Internally Generated Revenue	14,066,035.52
Other Capital Receipts	
Unremitted 10% State IGR	114,154,049.76
	2,994,493,570.79

The monthly collections of revenue sub-components are detailed in the table below:

MONTHS	Statutory Allocation	Value Added Tax	Distribution of ₦100 Billion from Non-Oil Excess Account	EXCHANGE DIFFERENCE	EXCESS BANK CHARGES	Electronic Money Transfer Levy (EMTL)	Total Ecological Funds	TOTAL	Deduction	TOTAL GROSS
JANUARY	67,930,451.85	77,404,822.63	29,153,484.47	1,350,853.54			2,953,043.70	178,792,656.19	(2,141,737.01)	176,650,919.18
FEBRUARY	91,449,156.81	72,581,936.74	23,322,787.58	2,180,503.61			3,508,573.44	193,042,958.18	(2,141,737.01)	190,901,221.17
MARCH	136,383,947.18	88,305,330.41					4,091,518.42	228,780,796.00	(2,141,737.01)	226,639,058.99
APRIL	120,317,345.19	72,645,062.77	5,830,696.89	2,592,129.77			3,862,205.16	205,247,439.79	(2,141,737.01)	203,105,702.78
MAY	102,488,976.35	87,199,296.03				42,726,004.28	3,074,669.29	235,488,945.95	(2,141,737.01)	233,347,208.94
JUNE	162,029,689.41	84,011,805.44					4,860,890.68	250,902,385.54	(2,141,737.01)	248,760,648.53
JULY	210,313,946.37	76,936,866.09					6,309,418.39	293,560,230.85	(2,141,737.01)	291,418,493.84
AUGUST	119,986,762.95	95,656,942.42	5,830,696.89				2,435,388.85	223,909,791.11	(2,141,737.01)	221,768,054.10
SEPTEMBER	128,900,284.03	82,676,446.24	17,492,090.68			3,854,775.54	4,391,771.24	237,315,367.74	(2,141,737.01)	235,173,630.73
OCTOBER	114,320,524.72	93,436,858.41	29,153,484.47	1,497,905.98			4,349,157.45	242,757,931.03	(2,141,737.01)	240,616,194.02
NOVEMBER	178,802,442.26	88,245,428.83		1,853,154.92		5,207,427.00	5,419,667.92	279,528,120.93	(2,141,737.01)	277,386,383.92
DECEMBER	177,773,607.11	101,222,922.07		6,398,282.48		11,552,050.54		296,946,862.20	(2,141,737.01)	294,805,125.19
TOTAL	**1,610,697,134.24**	**1,020,323,718.08**	**110,783,240.99**	**15,872,830.30**		**63,340,257.36**	**45,256,304.53**	**2,866,273,485.51**	**(25,700,844.12)**	**2,840,572,641.39**

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

The details of Other Revenue sub-component is also disclosed in the table below:

(D) OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for Akpabuyo Local Government Council for the year ended 31st December 2022.

MONTHS	DISTRIBUTION OF ₦100 BILLION FROM NON-OIL EXCESS ACCOUNT	EXCESS BANK CHARGES	ELECTRONIC MONEY TRANSFER LEVY (EMTL)	TOTAL ECOLOGICAL FUNDS	TOTAL
JANUARY	29,153,484.47			2,953,043.70	32,106,528.17
FEBRUARY	23,322,787.58			3,508,573.44	26,831,361.02
MARCH				4,091,518.42	4,091,518.42
APRIL	5,830,696.89			3,862,205.16	9,692,902.05
MAY			42,726,004.28	3,074,669.29	45,800,673.57
JUNE				4,860,890.68	4,860,890.68
JULY				6,309,418.39	6,309,418.39
AUGUST	5,830,696.89			2,435,388.85	8,266,085.74
SEPTEMBER	17,492,090.68		3,854,775.54	4,391,771.24	25,738,637.46
OCTOBER	29,153,484.47			4,349,157.45	33,502,641.92
NOVEMBER			5,207,427.00	5,419,667.92	10,627,094.92
DECEMBER			11,552,050.54		11,552,050.54
TOTAL	**110,783,240.99**		**63,340,257.36**	**45,256,304.53**	**219,379,802.88**

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

DEDUCTIONS AT SOURCE - (₦25,700,844.12)

This represents deductions made at source by the FAAC Allocation Committee against Akpabuyo Local government revenue allocation for the year.

MONTHS	DETAILS	TOTAL
JANUARY	DEDUCTION AT SOURCE	-2,141,737.01
FEBRUARY	DEDUCTION AT SOURCE	-2,141,737.01
MARCH	DEDUCTION AT SOURCE	-2,141,737.01
APRIL	DEDUCTION AT SOURCE	-2,141,737.01
MAY	DEDUCTION AT SOURCE	-2,141,737.01
JUNE	DEDUCTION AT SOURCE	-2,141,737.01
JULY	DEDUCTION AT SOURCE	-2,141,737.01
AUGUST	DEDUCTION AT SOURCE	-2,141,737.01
SEPTEMBER	DEDUCTION AT SOURCE	-2,141,737.01
OCTOBER	DEDUCTION AT SOURCE	-2,141,737.01
OVEMBER	DEDUCTION AT SOURCE	-2,141,737.01
DECEMBER	DEDUCTION AT SOURCE	-2,141,737.01
TOTAL		**-25,700,844.12**

NOTE 2

INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Akpabuyo Local Government Council for the year ended 31st December 2022.

CODE	DETAILS	AMOUNT =N= 2022
12010100	TAXES	1,173,435.52
12020700	RATES	1,710,000.00
12020400	LOCAL LICENCE FEES	375,500.00
12020600	EARNING FROM COMM. UNDERTAKINGS	9,432,000.00
12020900	RENT ON GOVERNMENT PROPERTY	90,000.00
12021400	MISECELLANEOUS	1,285,100.00
	TOTAL	**14,066,035.52**

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

MONTH	1001	1002	1003	1004	1008	TOTAL
JANUARY					140,000.00	140,000.00
FEBRUARY	175,988.88	410,000.00	187,800.00		154,000.00	927,788.88
MARCH		400,000.00	90,000.00		100,000.00	590,000.00
APRIL		251,000.00	55,000.00		24,000.00	330,000.00
MAY			84,000.00	1,500.00	1,500.00	87,000.00
JUNE	175,967.76		9,270,000.00		7,000.00	9,452,967.76
JULY		274,000.00	-	290,511.12	16,000.00	580,511.12
AUGUST	821,467.76	8,000.00	85,000.00		5,000.00	919,467.76
SEPTEMBER			95,000.00		45,000.00	140,000.00
OCTOBER	545,000.00	10,000.00	80,000.00			635,000.00
NOVEMBER		10,000.00	326,800.00		10,000.00	346,800.00
DECEMBER			55,000.00		1,500.00	56,500.00
TOTAL	**1,718,424.40**	**1,363,000.00**	**10,328,600.00**	**292,011.12**	**364,000.00**	**14,066,035.52**

Note 3

CAPITAL RECEIPTS

This represents Value Added Tax, Share of Exchange Gain Difference and other Revenue from Federation Account.

Note 4
Employees Benefit

Details	₦
Traditional Rulers Allowances	7,470,000.00
Primary Health Care Salaries	211,546,614.22
Non-Pensionable Allowances	104,200,000.00
Council Staff Salaries	146,031,488.06
Political Office Holders	71,811,475.08
Pension Allowances	211,748,778.50
SUBEB - Teacher’s Salaries	317,112,455.45
Paramount Rulers	2,700,000.00
APC Women	10,170,000.00
Total	**1,072,620,811.31**

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

S/N	LGA	Staff Sal.	TRC	PR		PHCDA	Pol. Office Holders	NPA	NP Operatives	SUBEB	Pension	Total
1	JAN	12,214,632.75	622,500.00	225,000.00	847,500.00	15,066,598.07	5,984,289.59	-	12,900,000.00	26,746,962.95	17,875,616.34	91,635,599.70
2	FEB	12,214,632.75	622,500.00	225,000.00	847,500.00	15,066,598.07	5,984,289.59	-	15,520,000.00	26,630,954.90	17,875,616.34	94,139,591.65
3	MAR	12,214,632.75	622,500.00	225,000.00	847,500.00	18,185,483.12	5,984,289.59	-	-	26,528,979.14	17,461,970.85	81,222,855.45
4	APR	12,214,632.75	622,500.00	225,000.00	847,500.00	18,185,483.12	5,984,289.59	-	810,000.00	26,528,979.14	17,461,970.85	82,032,855.45
5	MAY	12,214,632.75	622,500.00	225,000.00	847,500.00	18,189,483.14	5,984,289.59	-	810,000.00	26,413,663.56	17,611,437.73	82,071,006.77
6	JUN	12,214,632.75	622,500.00	225,000.00	847,500.00	18,189,483.14	5,984,289.59	-	4,050,000.00	26,367,357.18	17,611,437.73	85,264,700.39
7	JUL	12,214,632.75	622,500.00	225,000.00	847,500.00	18,189,483.14	5,984,289.59	-	810,000.00	26,315,926.43	18,175,880.31	82,537,712.22
8	AUG	12,214,632.75	622,500.00	225,000.00	847,500.00	18,189,483.14	5,984,289.59	-	810,000.00	26,315,926.43	18,175,880.31	82,537,712.22
8	SEP	12,214,632.75	622,500.00	225,000.00	847,500.00	18,189,483.14	5,984,289.59	-	810,000.00	26,315,926.43	18,175,880.31	82,537,712.22
9	OCT	12,231,600.51	622,500.00	225,000.00	847,500.00	18,185,483.12	5,984,289.59	-	22,560,000.00	26,315,926.43	17,107,695.91	103,232,495.56
10	NOV	11,960,704.17	622,500.00	225,000.00	847,500.00	17,954,776.51	5,984,289.59	-	22,560,000.00	26,315,926.43	17,107,695.91	102,730,892.61
11	DEC	11,907,488.63	622,500.00	225,000.00	847,500.00	17,954,776.51	5,984,289.59	-	22,560,000.00	26,315,926.43	17,107,695.91	102,677,677.07
	TOTAL	**146,031,488.06**	**7,470,000.00**	**2,700,000.00**	**10,170,000.00**	**211,546,614.22**	**71,811,475.08**	**-**	**104,200,000.00**	**317,112,455.45**	**211,748,778.50**	**1,072,620,811.31**

Note 5

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

CODE	DETAILS	TOTAL OPERATING EXPENSES 2022
		N
22020100	TRAVEL & TRANSPORT	12,505,000.00
431300	UTILITIES	-
22020300	MATERIALS & SUPPLIES	2,105,000.00
22020400	MAINTENANCE, REPAIRS & SERVICES	1,764,000.00
431600	TRAINING & STAFF DEVELOPMENT	
22020700	CONSULTANCY & PROFESSIONAL SERVICES	3,700,000.00
22020900	FINANCE EXPENSES	1,683,270.20
431900	ENTERTAINMENT & HOSPITALITY	1,775,000.00
22020600	OTHER SERVICES	20,420,000.00
2202100	GRANTS, CONTRIBUTION, SUBVENTION AND SUBSCRIPTION	6,105,000.00
115000	CONSOLIDATED REVENUE FUND CHARGES	22,222,000.00
	TOTAL	**72,279,270.20**

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

Note 6

Transfer to Other Government Agencies

This is made up of 32% Statutory deductions made from Akpabuyo Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	AGENCY	AMOUNT (₦)
1	1% MINISTRY OF LOCAL GOVERNMENT FOR ADMINISTRATION	28,405,726.41
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	255,651,537.73
3	STATE ELECTRIFUCATION AGENCY (SEA) 5%	142,028,632.07
4	JOINT SECURITY OPERATIONS 2.5%	71,014,316.03
5	JOINT SOCIAL WELFARE2.5%	71,014,316.03
6	BORDER COMMUNITY DEVELOPMENT FUND 0.5%	14,202,863.21
7	SPORT DEVELOPMENT 1%	28,405,726.41
8	ENVIROMENTAL MANAGEMENT & PROTECTION 2.5%	71,014,316.03
9	CRSHA OVERSIGHT FUNCTION 0.5%	14,202,863.21
10	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	14,202,863.21
11	INFRACTURAL FUNDS 4%	113,622,902.66
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY 1%	28,405,726.41
13	LOCAL GOVERNMENT SERVICE COMMISSION 1%	28,405,726.41
	TOTAL	**908,983,245.24**

Note 7

Property, Plant and Equipment

CODE	DETAILS	DIRECT COUNCIL'S EXPENDITURE ₦
23010100	PURCHASE OF FIXED ASSET GENERAL	
23020100	CONST/PROVISION	11,120,000.00
23030100	RELT AND REPAIRS	3,639,442.71
23050100	ACQ OF NON TANGIBLE	-
23050200	PROVISION OF SECURITY/TREAT MGT	305,210,333.29
23050600	PROVISION OF WATER	17,000,000.00
	TOTAL EXPENDITURE	**336,969,776.00**

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

Note 8. Depreciation of Property, Plant and Equipment

	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment	Furniture & Fittings	Intangible Assets	Bridges	Road	Traffic Light	Streetlights	Drainages	Total
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2022												650,905,839.00
Additions												
Disposal												
Adjustments												
As at 31/12/2022 (A)	-	-	-	-	-	-	-	-	-	-	-	987,875,615.00
Depreciation												
As at 1/1/2022												
Charge for the year												
Disposals												
Adjustments												
As at 31/12/2022 (B)	-	-	-	-	-	-	-	-	-	-	-	246,968,903.73
Net Book Value (A-B)	-	-	-	-	-	-	-	-	-	-	-	740,906,711.00

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

NOTE 9: Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Akpabuyo Local Government Council Cash Books as at 31st December 2022.

S/NO	DETAILS	ACCOUNT TYPE	2022
REVENUE, SALARY & OVERHEAD ACCOUNTS:			N
1	ZENITH BANK PLC ACCT. 1012634951	REV. ACCT	30,910.02
2	FIRST BANK PLC	OVERHEAD ACCT.	90,513,837.73
3	EKONDO BANK PLC	REV. ACCT.	214,851.69
4	ZENITH BANK PLC ACCT. 1014805754	SAL & OVERHEAD	8,575.05
5	ZENITH BANK PLC -	REVENUE	158,241.98
SUB-TOTAL OF REVENUE, SALARY & OVERHEAD ACCOUNTS BALANCES			**90,926,416.47**
	CAPITAL / PROJECT ACCOUNTS:		
1	FIRST BANK PLC 2017587378	PROJECT ACCT.	1,853.00
2	FIRST BANK PLC	PROJECT ACCT.	66,801,358.50
3	HERITAGE BANK	PROJECT ACCT.	1,270.82
4	SPRING BANK		37,549.83
5	KEYSTONE BANK PLC (FMR. BANK PHB)		12,467,506.94
6	KEYSTONE BANK PLC (FMR. BANK PHB)		13,147.47
SUB-TOTAL OF CAPITAL / PROJECT ACCOUNTS BALANCES			**79,322,686.56**
TOTAL CLOSING BANK BALANCES			**170,249,103.03**

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

NOTE 10:
Receivables

This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below

RECEIVABLES	AMOUNT (N)
Balance Brought Forward	661,385,225.55
2022 Unpaid 10% Remittance for the Period	114,154,049.76
Balance Carried forward	**775,539,275.31**

Note 11.
CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2022		**132,737,722.93**
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN	DEDUCTION FROM ALLOCATION	1,000,000.00
JUL	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEP	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance carried forward as at 31 Dec 2022		**144,737,722.93**

Note 12:

DEPOSITS

Deposits received represents unpaid retention fees, unclaimed salaries and unpaid contract sums for contracts awarded by councils during the year while Deposits remitted represent the aforementioned amounts actually paid out.

S/N	DESCRIPTION	BALANCE AS AT 1/1/2022	ADDITION IN THE YEAR	PAYMENTS WITHIN THE YEAR	BALANCE AS AT 31/12/2022
		₦	₦	₦	₦
1	RETENTION DEPOSIT	-	-	-	-
2	NATIONAL HOUSING FUND	-	-	--	-
3	UNCLAIMED SALARIES	11,953,620.88	-	-	11,953,620.88
	BALANCE CARRIED FORWARD	**11,953,620.88**	**-**	**--**	**11,953,620.88**

Note 13

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Akpabuyo LGC to certain State agencies as mandated by Law.

UNREMITTED DEDUCTIONS	AMOUNT (₦)
Balance Brought Forward	**939,218,453.59**
ADD: Deductions during	908,983,245.24
	1,848,201,698.83
LESS: Actual Remittance	94,631,118.61
Balance Outstanding 31-12-	**1,753,570,580.22**

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

Note 14

Payables

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Akpabuyo LGCs as at 31st December 2022.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2022	CURRENT YEAR ADDITIONS	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2022
1	5% CONTRACTORS' TAX	6,320,041.02	-	-	6,320,041.02
2	5% VALUE ADDED TAX (VAT)	5,858,006.33	-	-	5,858,006.33
3	1% STAMP DUTY	2,333,000.00	-	-	2,333,000.00
TOTAL		**14,511,047.35**	**-**	**-**	**14,511,047.35**

Note 15

LONG TERM LOANS/BORROWINGS (CRSG LOAN)

This represents Akpabuyo LGC's share of the cumulative total amount owed the State Government by the 18 LGCs, borrowed to offset shortfalls in funds to pay salaries.

DETAILS	AMOUNT (₦)
Long term Loan brought forward	73,680,797.86
Repayment during the year	55,555,555.56
BALANCE CARRIED FORWARD	**18,125,242.31**

Note 16

Equity

Equity/Total Assets	**2022**		**2021**	
Details	**Reserve**	**Accumulated Surplus**	**Reserve**	**Accumulated Surplus**
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/	**185,245,510.04**	**498,884,502.783**	182,245,510.04	488,477,607.51
changes for the year	12,000,000.00	404,473,466.35	3,000,000.00	374,782,637.85
Adjustment to Net Asset		(889,462,433.00)	-	(365,130,232.53)
Total Equity	**197,245,510.05**	**13,895,536.13**	**185,245,510.04**	**498,884,502.783**

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

Note 17

INVESTMENTS

This represents joint investments and stocks held by the Akpabuyo LGC in certain State-owned projects/companies like the Tinapa Business Resort, the Obudu Ranch Resort and the Cross-River State Micro Finance Bank.

DETAILS	AMOUNT
INVESTMENT TOTAL BFWD 01-01-2022	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	**158,878,724.67**

BAKASSI LOCAL GOVERNMENT COUNCIL FINANCIAL STATEMENTS AND DISCLOSURES

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Bakassi Local Government Council found on pages 124-126 have been examined under my direction, which have been prepared under the accounting policies set out on pages 118-123.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Bakassi Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM,Ph.D,CNA
ACTING - AUDITOR-GENERAL LGs
CALABAR

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Bakassi Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Bakassi 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Bakassi Local Government as at 31st December 2022 and its operations for the period ended on that date.

………………………………………………………………… 30th June 2023……………………….

HOLGA

………………………………………………………………… 30th June 2023…………………

DATE DIRECTOR OF FINANCE (TREASURER)

The Chairman,
Bakassi Local Government Council,
NEW OBUTONG.

AUDIT CERTIFICATE ON THE ACCOUNTS OF BAKASSI LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 124 to 126 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

Proper Books of accounts were kept; projects and programs have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Bakassi Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

…………………………………
ENI, ODEN OFEM, Ph.D, CNA
ACTING AUDITOR-GENERAL
CALABAR

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

Statement of Financial Position as at 31st December, 2022.			
ASSETS	**NOTES**	**2022**	**2021**
Current Assets		**₦**	**₦**
Cash and Cash Equivalent	9	103,986,766.90	47,950,243.32
Receivables	10	775,539,273.31	661,385,225.55
Cash Advances	18	-	26,550,000.00
Total Current Asset		**879,526,040.21**	**735,885,468.87**
Non-Current Assets			
Investment	17	158,878,724.67	158,878,724.67
Property, Plant & Equipment	8	739,028,149.56	545,178,357.07
Loan to CRSG		148,541,424.36	-
Contribution to CRS Reserve Fund	11	151,737,722.93	139,737,722.93
Total Non-Current Asset		**1,198,186,021.52**	**836,794,804.67**
Total Asset (A)		**2,077,712,061.73**	**1,572,680,273.54**
LIABILITIES AND EQUITY			
Current Liabilities			
Depositors	12	18,472,008.21	18,472,008.21
Unremitted Deductions	13	1,067,936,612.10	611,575,732.62
Payables (Unremitted Taxes)	14	6,853,398.34	6,853,398.34
Short term Loans & Debts		-	-
Total Current Liabilities		**1,093,262,018.65**	**636,901,139.17**
Non-Current Liabilities			
Long Term Borrowings (CRSG loan)	15	-	73,680,797.86
Total Non-Current Liabilities		**-**	**73,680,797.86**
Total Liabilities (B)		**1,093,262,018.65**	**710,581,937.51**
Net Asset (A - B)		**984,450,043.80**	**862,098,336.51**
NET ASSET AND EQUITY			
Reserve Fund	16	197,245,510.04	185,245,510.04
Accumulated Surplus/(Deficit)	16	787,204,533.04	676,852,826.47
Net Assets		**984,450,043.80**	**862,098,336.51**

Statement of Changes in Net Asset/Equity as at 31st December, 2022.			
	Accumulated Surplus	**Reserves**	**Total**
	₦	**₦**	**₦**
Balance as at 1 January 2022	676,852,826.47	185,245,510.04	862,098,336.51
Changes for the Year	-	12,000,000.00	12,000,000.00
Transfer to/(from) changes in Net Assets	110,351,706.57		110,351,706.57
Balance as at 31st December 2022.	**787,204,529.04**	**197,245,510.04**	**984,450,043.80**
Balance as at 1 January 2021	737,993,529.32	182,245,510.04	596,963,997.41
Changes for the Year	138,655,825.51	3,000,000.00	510,584,286.98
Transfer to/(from) changes in Net Assets	460,392,976.45	-	(245,449,947.88)
Balance as at 31st December 2021.	**676,852,826.47**	**185,245,510.04**	**862,098,336.51**

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2022.			
	NOTES	2022	2021
Cash Flow from Operating Activities		₦	₦
Inflows:			
Gross Statutory Allocation	1	1,038,490,144.78	968,699,255.57
Government Share of VAT	1	601,010,421.52	496,135,903.47
Share of Exchange Gain Difference	1	8,568,940.00	5,313,100.80
Other Revenue	1	141,325,419.20	85,301,924.66
Internally Generated Revenue	2	11,854,400.00	14,170,439.89
Capital Receipts	3	165,108,028.66	106,992,709.16
Total Inflows from Operating Activities		**1,966,357,354.16**	**1,676,613,333.55**
Employees' Benefits	4	-677,196,226.60	-737,993,529.32
Admin (Overhead) Cost	5	-132,855,400.11	-191,725,825.51
Statutory Deductions	6	-564,382,106.21	-460,392,976.45
Deduction at Source	1	-25,700,844.12	-70,311,550.76
JAAC Charges	1	-	-18,522,205.87
Total Outflows from Operating Activities		**-1,400,135,577.04**	**-1,478,976,087.91**
Net Cashflow from Operating Activities		**566,221,777.72**	**197,637,245.64**
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of PPE		-	-
Purchase/Construction of PPE		275,964,031.32	-228,928,255.72
Other CRSG Reserved Fund		12,000,000.00	-3,000,000.00
Net Cashflow from Investing Activities		**-287,964,031.32**	**-231,928,255.72**
CASH FLOW FROM FINANCING ACTIVITIES			
Deposits Received		**-**	**-**
Taxes Received		**-**	**-**
Tax Remitted		**-**	**-**
Loan to Councillors		-222,222,222.22	-36,000,000.00
Loan Repayment		-	9,450,000.00
Net Cash Flow from Financing Activities		**-222,222,222.22**	**-26,550,000.00**
Net Cash Flow from All Activities		**56,036,523.58**	**-7,741,010.08**
Cash and its Equivalent as at 01/01		47,950,243.32	55,691,253.40
Adjustment		-	-
Cash and its Equivalent as at 31 Dec 2022		**103,986,766.90**	**47,950,243.32**

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG

Statement of Financial Performance for the year Ended 31st December, 2022.			
	NOTES	**2022**	**2020**
Revenue		**₦**	**₦**
Statutory Revenue	1	1,648,069,506.83	968,699,255.57
Internally Generated Revenue	2	11,854,400.00	14,170,439.89
Other Capital Receipts	3	165,108,028.66	586,750,928.93
10% State IGR	10	114,154,047.76	127,290,450.96
Other Receipts		141,325,419.20	106,992,709.16
Total Revenue		**2,080,511,402.45**	**1,803,903,784.51**
Expenditures			
Employees Benefits	4	677,196,266.60	737,993,529.32
General and Admin Expenses (Overhead)	5	132,856,400.11	138,655,825.51
Transfer to Other Government Entities	6	564,382,108.21	460,392,976.45
Public Debt Charges		-	18,522,205.87
Total Operating Expenses		**1,374,434,774.92**	**1,355,564,537.15**
Excess/(Deficit) of Revenue over Expenditures		**706,076,627.53**	**447,339,247.36**
Non-Cash Movement			
Depreciation of PP&E	7	82,114,238.83	60,242,039.62
Net Surplus/(Deficit)		**788,190,866.36**	**507,584,286.98**

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL			
FOR THE YEAR ENDED 31ST DECEMBER 2022			
	FINAL BUDGET 2022	**ACTUAL 2022**	**DIFFERENCE**
	₦	**₦**	**₦**
RECEIPTS:			
Gross Statutory Allocation	1,322,025,819.00	1,789,394,925.03	467,367,107.03
Internally Generated Revenue	38,542,356.00	11,854,400.00	26,687,956.00
Capital Receipts	2,390,365,829.00	165,108,028.66	2,225,257,800.34
Cross River State Government Loan	200,000,000.00	-	200,000,000.00
Total Receipts	**3,950,934,004.00**	**1,966,357,354.63**	**1,984,666,649.37**
PAYMENTS			0.00
Salaries and Wages	820,656,908.00	677,196,266.60	143,460,641.40
Statutory Deductions	862,990,578.00	564,382,108.21	298,608,469.79
Overhead / Operating Expenditure	283,131,861.00	132856,400.11	150,275,460.89
Debt Servicing (CRSG LOAN)	-	222,222,222.22	222,222,222.22
Capital Expenditure	1,486,084,133.00	275,964,031.32	1,210,120,101.68
Investment Expenditure	-	-	
Total Payments	**3,452,863,480.00**	**1,872,620,988.46**	**1,580,243,491.54**
NET SURPLUS (DEFICIT)		**171,067,885.60**	

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG

Financial Statement for the Year Ended 31st December, 2022.

Summary of Significant Accounting Policies

i. Reporting Entities

Bakassi is a local government area in the Cross Rivers State of South South Nigeria. The LGA shares boundary with the Republic of Cameroon, Equatorial Guinea, Bight of Bonny, and the Akpabuyo local government area. The LGA is home to a number of ethnic divisions which include the Efik, the Effiat, and the Oron. The Efik and Oron languages are among the commonly spoken in the area with Christianity and traditional religion are the widely practiced religions in the area. The population of Bakassi LGA is estimated at 106,771 inhabitants. Bakassi local government area falls within the Gulf of Guinea and consists of several low-lying Islands. The area consists of the Bakassi peninsula and the Bakassi deep sea port. Bakassi LGA covers a total area of 665 square kilometres with an average annual temperature of 25 degrees centigrade. The humidity level of Bakassi LGA is pegged at 94 percent while wind speed in the area averages 12km/h.

ii. **Basis of Preparation – Statement of Compliance**

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

iii. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December.

iv. Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

v. Allocation of Expenses

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council.

vi. Revenue Recognition

Revenues are recognised when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

vii. Investment Property

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort, Cross River Micro Finance bank and Cally Air. This income is recognized when CRSG's right to receive payment is established. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment properties are derecognised either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

viii. Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognises such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

ix. **Depreciation and Amortization**

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

x. **Cash and cash equivalents**

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

xi. **Inventory**

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they're measured at the lower of cost and current replacement cost. Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

xii. **Interest Received**

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

xiii. **Loans**

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xiv. **Loan Repayments**

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

xv. **Interest on Loans**

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

xvi. **Prepayments**

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

xvii. **Investments**

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

xviii. **Leases**

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

xix. **Other Borrowings**

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

xx. Deposits

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

xxi. **Employee Benefits**

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows. To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

xxii. **Unremitted Deductions**

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG

NOTES TO THE FINANCIAL STATEMENTS

Note 1.

Revenues

GROSS STATUTORY ALLOCATION)

This represents allocations received monthly by Bakassi Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	1,789,394,926.03
Internally Generated Revenue	11,854,400.00
Other Capital Receipts	165,108,028.66
Unremitted 10% State IGR	114,154,047.76
	2,080,511,402.45

The monthly collections of revenue sub-components are detailed in the table below:

MONTHS	STATUTORY ALLOCATION	VALUE ADDED TAX	DISTRIBUTION OF ₦100 BILLION FROM NON-OIL EXCESS ACCOUNT	EXCHANGE DIFFERENCE	EXCESS BANK CHARGES	ELECTRONIC MONEY TRANSFER LEVY (EMTL)	TOTAL ECOLOGICAL FUNDS	TOTAL	DEDUCTION	TOTAL GROSS
JANUARY	43,829,917.05	45,479,175.51	18,810,338.68	871,594.36			1,905,355.50	110,896,381.10	(2,141,737.01)	108,754,644.09
FEBRUARY	59,004,597.32	42,884,991.52	15,048,270.94	1,406,899.11			2,263,793.02	120,608,551.92	(2,141,737.01)	118,466,814.91
MARCH	87,997,310.91	51,657,735.95					2,639,919.33	142,294,966.18	(2,141,737.01)	140,153,229.17
APRIL	77,630,857.97	42,789,115.96	3,762,067.74		1,672,487.52		2,491,962.40	128,346,491.58	(2,141,737.01)	126,204,754.57
MAY	66,127,682.20	51,607,758.93				25,286,824.89	1,983,830.47	145,006,096.49	(2,141,737.01)	142,864,359.48
JUNE	104,544,392.87	49,260,294.45					3,136,331.79	156,941,019.11	(2,141,737.01)	154,799,282.10
JULY	135,698,240.96	45,172,422.72					4,070,947.23	184,941,610.91	(2,141,737.01)	182,799,873.90
AUGUST	77,417,560.52	57,061,464.88	3,762,067.74				2,435,388.85	140,676,481.98	(2,141,737.01)	138,534,744.97
SEPTEMBER	83,168,720.40	48,623,940.43	11,286,203.21			2,389,623.72	2,833,647.71	148,302,135.47	(2,141,737.01)	146,160,398.46
OCTOBER	73,761,604.39	55,197,079.97	18,810,338.68	966,475.17			2,806,152.55	151,541,650.75	(2,141,737.01)	149,399,913.74
NOVEMBER	115,366,466.71	51,878,100.21		1,195,688.01		3,240,382.19	3,496,864.64	175,177,501.76	(2,141,737.01)	173,035,764.75
DECEMBER	113,942,793.47	59,398,341.00		4,128,283.89		7,192,620.42		184,662,038.78	(2,141,737.01)	182,520,301.77
TOTAL	**1,038,490,144.78**	**601,010,421.52**	**71,479,286.99**	**8,568,940.53**	**1,672,487.52**	**38,109,451.22**	**30,064,193.47**	**1,789,394,926.03**	**-25,700,844.12**	**1,763,694,081.91**

The details of Other Revenue sub-component is also disclosed in the table below:

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for **Bakassi** Local Government Council for the year ended 31st December 2022.

MONTHS	DISTRIBUTION OF ₦100 BILLION FROM NON-OIL EXCESS ACCOUNT	EXCESS BANK CHARGES	ELECTRONIC MONEY TRANSFER LEVY (EMTL)	TOTAL ECOLOGICAL FUNDS	TOTAL
JANUARY	18,810,338.68			1,905,355.50	20,715,694.18
FEBRUARY	15,048,270.94			2,263,793.02	17,312,063.97
MARCH				2,639,919.33	2,639,919.33
APRIL	3,762,067.74	1,672,487.52		2,491,962.40	7,926,517.66
MAY			25,286,824.89	1,983,830.47	27,270,655.35
JUNE				3,136,331.79	3,136,331.79
JULY				4,070,947.23	4,070,947.23
AUGUST	3,762,067.74			2,435,388.85	6,197,456.58
SEPTEMBER	11,286,203.21		2,389,623.72	2,833,647.71	16,509,474.64
OCTOBER	18,810,338.68			2,806,152.55	21,616,491.22
NOVEMBER			3,240,382.19	3,496,864.64	6,737,246.83
DECEMBER			7,192,620.42		7,195,620.42
TOTAL	**71,479,286.99**	**1,672,487.52**	**38,109,451.22**	**30,064,193.47**	**141,325,419.20**

DEDUCTIONS AT SOURCE - (₦25,700,844.12)

This represents deductions made at source by the FAAC Allocation Committee against Bakassi Local government revenue allocation for the year.

MONTHS	DETAILS	TOTAL
JANUARY	DEDUCTION AT SOURCE	-2,141,737.01
FEBRUARY	DEDUCTION AT SOURCE	-2,141,737.01
MARCH	DEDUCTION AT SOURCE	-2,141,737.01
APRIL	DEDUCTION AT SOURCE	-2,141,737.01
MAY	DEDUCTION AT SOURCE	-2,141,737.01
JUNE	DEDUCTION AT SOURCE	-2,141,737.01
JULY	DEDUCTION AT SOURCE	-2,141,737.01
AUGUST	DEDUCTION AT SOURCE	-2,141,737.01
SEPTEMBER	DEDUCTION AT SOURCE	-2,141,737.01
OCTOBER	DEDUCTION AT SOURCE	-2,141,737.01
OVEMBER	DEDUCTION AT SOURCE	-2,141,737.01
DECEMBER	DEDUCTION AT SOURCE	-2,141,737.01
TOTAL		**-25,700,844.12**

Note 2

INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of **Bakassi** Local Government Council for the year ended 31st December 2022.

CODE	DETAILS	ACTUAL 2022
		₦
1202100	TAXES	2,314,000.00
12020400	FEES – GENERAL	3,164,500.00
12020500	FINES	-
12020600	SALES	2,428,900.00
12020700	EARNINGS	2,984,000.00
12020800	RENT ON GOVT BUILDING	-
12020900	RENT ON LAND & OTHERS	-
12021400	0THERS	963,000.00
	TOTAL	**11,854,400.00**

Note 3

CAPITAL RECEIPTS – ₦165,108,028.66

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC.

Note 4
Employees Benefit

This consists of the salaries and wages paid to staff of Bakassi local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG

SALARIES AND WAGES & EMPLOYEE BENEFITS		
S/N	**DESCRIPTION**	**AMOUNT (₦)**
1	Traditional Rulers Allowances	7,110,000.00
2	Primary Health Care Salaries	90,667,245.24
3	Non-Pensionable Allowances	72,100,000.00
4	Council Staff Salaries	188,843,392.60
5	Political Office Holders	71,811,475.08
6	Pension Allowances	31,325,267.79
7	SUBEB - Teacher's Salaries	212,638,845.89
8		2,700,000.00
9		9,810,000.00
	TOTAL	**677,196,226.60**

S/N	LGA	STAFF SAL.	TRC	PR		PHCDA	POL. OFFICE HOLDERS	NP OPERATIVES	SUBEB	PENSION	TOTAL
1	JANUARY	15,889,352.95	592,500.00	225,000.00	817,500.00	6,409,981.31	5,984,289.59	14,550,000.00	18,090,464.14	2,474,382.38	64,215,970.37
2	FEBRUARY	15,889,352.95	592,500.00	225,000.00	817,500.00	6,409,981.31	5,984,289.59	17,050,000.00	17,964,828.44	2,365,757.88	66,481,710.17
3	MARCH	15,889,352.95	592,500.00	225,000.00	817,500.00	7,804,014.09	5,984,289.59	-	17,968,207.00	2,459,153.52	50,922,517.15
4	APRIL	15,889,352.95	592,500.00	225,000.00	817,500.00	7,804,014.09	5,984,289.59	-	17,968,207.00	2,279,471.94	50,742,835.57
5	MAY	15,889,352.95	592,500.00	225,000.00	817,500.00	7,804,014.09	5,984,289.59	750,000.00	17,968,207.00	2,279,471.94	51,492,835.57
6	JUNE	15,889,352.95	592,500.00	225,000.00	817,500.00	7,810,521.77	5,984,289.59	750,000.00	17,699,052.04	2,408,982.06	51,359,698.41
7	JULY	15,889,352.95	592,500.00	225,000.00	817,500.00	7,810,521.77	5,984,289.59	3,750,000.00	17,699,052.04	2,408,982.06	54,359,698.41
8	AUGUST	15,889,352.95	592,500.00	225,000.00	817,500.00	7,810,521.77	5,984,289.59	750,000.00	17,574,112.44	2,420,634.62	51,246,411.37
9	SEPTEMBER	15,656,009.55	592,500.00	225,000.00	817,500.00	7,810,521.77	5,984,289.59	750,000.00	17,484,902.25	2,420,634.62	50,923,857.78
10	OCTOBER	15,656,009.55	592,500.00	225,000.00	817,500.00	7,804,014.09	5,984,289.59	11,250,000.00	17,407,271.18	3,269,265.59	62,188,350.00
11	NOVEMBER	15,208,274.95	592,500.00	225,000.00	817,500.00	7,694,569.59	5,984,289.59	11,250,000.00	17,407,271.18	3,269,265.59	61,631,170.90
12	DECEMBER	15,208,274.95	592,500.00	225,000.00	817,500.00	7,694,569.59	5,984,289.59	11,250,000.00	17,407,271.18	3,269,265.59	61,631,170.90
	TOTAL	**188,843,392.60**	**7,110,000.00**	**2,700,000.00**	**9,810,000.00**	**90,667,245.24**	**71,811,475.08**	**72,100,000.00**	**212,638,845.89**	**31,325,267.79**	**677,196,226.60**

Note 5

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

CODE	DETAILS	TOTAL OPERATING EXPENSES 2022
		N
22020100	TRAVEL & TRANSPORT	32,157,650.00
22020200	UTILITY	57,888.89
22020300	MATERIAL & SUPPLIES	11,276,950.00
22020400	MAINTENANCE & SERVICES	4,336,200.00
22020500	TRAINING & STAFF DEV.	80,200.00
22020600	OTHER SERVICES GENERAL	25,313,200.79
22020700	CONSULTANCY & PROFESSIONAL SERVICES	4,213,000.00
22020800	FUEL AND LUBRICANT	9,000,000.00
22020900	FINANCE CHARGES	1,180,810.43
220201000	MISCELLANEOUS EXPENSES	11,940,500.00
2206000	PUBLIC DEBTS CHARGES	33,300,000.00
TOTAL		**132,856,400.11**

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG

Note 6

Transfer to Other Government Agencies

This is made up of 32% Statutory deductions made from Bakassi Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

1	1% Ministry of Local Government for Administration	17,636,940.81
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	158,705,467.37
3	STATE ELECTRIFICATION AGENCY (SEA) 5%	88,184,704.09
4	JOINT SECURITY OPERATIONS 2.5%	44,902,352.04
5	JOINT SOCIAL WELFARE2.5%	44,902,352.04
6	BORDER COMMUNITY DEVELOPMENT FUND 0.5%	8,818,470.40
7	SPORT DEVELOPMENT 1%	17,636,940.81
8	ENVIROMENTAL MANAGEMENT & PROTECTION 2.5%	44,902,352.04
9	CRHA OVERSIGHT FUNCTION 0.5%	8,818,470.40
10	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	8,818,470.40
11	INFRASTRUTURAL DEVELOPMENT AGENCY 4%	70,547,763.27
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY 1%	17,636,940.81
13	LOCAL GOVERNMENT SERVICE COMMISSION 1%	17,636,940.81
	TOTAL	564,355,106.10

Note 7

Property, Plant and Equipment

During the year under review, the Bakassi LGC spent a total sum of ₦275.9m on Purchase and Construction of PPE (Property, Plant and Equipment).

CODE	DETAILS	DIRECT COUNCIL'S EXPENDITURE	TOTAL CAPITAL EXPENDITURE 2022	FINAL BUDGET 2022	VARIANCE ON FINAL BUDGET
		₦	₦	₦	₦
23010100	PURCHASE OF FIXED ASSET GENERAL				
23020100	CONST/PROVISION	86,630,697.99	86,630,697.99	325,452,278.00	-238,821,580.01
23030100	RELT AND REPAIRS				0.00
23050100	ACQ OF NON TANGIBLE	1,000,000.00	1,000,000.00	668,240,919	-667,240,919.00
23050200	PROVISION OF SECURITY/TREAT MGT	178,333,333.33	178,333,333.33	287,547,310.00	-109,213,976.67
23050600	PROVISION OF WATER	10,000,000.00	10,000,000.00	460,936,617.00	-450,936,617.00
	TOTAL EXPENDITURE	**275,964,031.32**	**275,964,031.32**	**1,742,177,123.00**	**-1,466,213,091.68**

Note 8. Depreciation of Property, Plant and Equipment

PROPERTY, PLANT AND EQUIPMENT												
	Building	**Plants & Machinery**	**Motor Vehicle**	**IT & Office Equipment**	**Furniture & Fittings**	**Intangible Assets**	**Bridges**	**Road**	**Traffic Light**	**Streetlights**	**Drainages**	**Total**
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2022												545,178,357.07
Additions												275,964,031.32
Disposal												-
Adjustments												-
As at 31/12/2022 (A)	-	-	-	-	-	-	-	-	-	-	-	821,142,388.39
Depreciation												
As at 1/1/2022												54,517,835.70
Charge for the year												27,596,403.13
Disposals												-
Adjustments												-
As at 31/12/2021 (B)	-	-	-	-	-	-	-	-	-	-	-	82,114,238.83
Net Book Value (A-B)	-	-	-	-	-	-	-	-	-	-	-	738,028,49.56

NOTE 9
Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Bakassi Local Government Council Cash Books as at 31st December 2022

S/NO	DETAILS	BALANCE AS AT 31/12/2022
		=N=
1	ZENITH BANK CAPITAL A/C	97,786,335.02
2	FIRST BANK CAPITAL A/C	1,552,244.69
3	FIRST BANK SALARY & OVERHEAD	4,526,309.91
4	EKONDO MFB REV. ACCOUNT	120,777.81
5	CASH IN HAND	100
	TOTAL	**103,985,767.43**

CASH BALANCES AS AT 31ST DECEMBER, 2022

DESCRIPTION	=N=	=N=
BALANCE BROUGHT FORWARD 1/1/2022		NIL
ADD: INTERNALLY GENERATED RECEIVED CASH	2,330,000.00	
CASH WITHDRAWAL FOR OFFICE USE	145,623,529.52	147,953,529.52
LESS: TOTAL CASH PAYMENT		147,953,529.52
BALANCE 31/12/2022		**100.00**

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG

Note 10:

Receivables

This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below.

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	**661,385,225.55**
2022 Unpaid 10%	114,154,047.76
Remittance for the Period	-
Balance Carried forward	**775,539,273.31**

Note 11.

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2022		**139,737,622.93**
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN	DEDUCTION FROM ALLOCATION	1,000,000.00
JUL	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEP	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance carried forward as at 31 Dec 2022		**151,737,722.93**

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG

Note 12:

DEPOSITS

Deposits received represents unpaid retention fees, unclaimed salaries and unpaid contract sums for contracts awarded by councils during the year while Deposits remitted represent the aforementioned amounts actually paid out.

S/N	DETAILS	BAL. B/F	CURRENT	REMITTA	BALANCE
1	RETENTION DEPOSIT	16,746,579.21	-	-	16,746,579.21
2	NATIONAL HOUSING FUND (NHF)	1,725,429.00	-	-	1,725,429.00
TOTAL		**18,472,008.21**	**-**	-	**18,472,008.21**

Note 13

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Bakassi LGC to certain State agencies as mandated by Law.

UNREMITTED DEDUCTIONS	AMOUNT (₦)
Balance Brought Forward 01-01-	**611,575,732.62**
ADD: Deductions during the year	108,021,226.73
	-
LESS: Actual Remittance during the	-
Balance Outstanding 31-12-2022	**1,067,936,612.10**

Note 14

Payables

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Bakassi LGCs as at 31st December 2022.

S/N	DETAILS	BAL. B/F	CURRENT	REMITTANCES	BALANCE
1	5% CONTRACTORS' TAX	1,884,372.06	-	-	1,884,372.06
2	5% VALUE ADDED TAX (VAT)	1,884,372.06	-	-	1,884,372.06
3	PAY-AS YOU EARN (PAYE)	1,038,654.22			1,038,654.22
4	1% STAMP DUTY	1,016,000.00	-	-	1,016,000.00
5	INSPECTION /LEGAL	1,030,000.00			1,030,000.00
TOTAL		**6,853,398.34**	**-**	**-**	**6,853,398.34**

Note 15

LONG TERM LOANS/BORROWINGS (CRSG LOAN)

This represents Bakassi LGC's share of the cumulative total amount owed the State Government by the 18 LGCs, borrowed to offset shortfalls in funds to pay salaries.

DETAILS	AMOUNT (₦)
Long term Loan brought forward	73,680,797.86
Repayment during the year	73,680,797.86
BALANCE CARRIED FORWARD	**-**

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG

Note 16
Equity

Equity/Total Assets	2022		2021	
Details	Reserve	Accumulated Surplus	Reserve	Accumulated Surplus
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/	185,245,510.04	676,852,826.47	182,245,510.04	488,477,607.51
changes for the year	12,000,000.00	-	3,000,000.00	507,548,286.98
Adjustment to Net Asset	-	(38,190,717.26)	-	(245,449,947.88)
Total Equity	**197,245,510.04**	**638,662,109.21**	**185,245,510.04**	**676,852,826.47**

Note 17
INVESTMENTS

This represents joint investments and stocks held by the Bakassi LGC in certain State-owned projects/companies like the Tinapa Business Resort, the Obudu Ranch Resort and the Cross-River State Micro Finance Bank.

DETAILS	AMOUNT
INVESTMENT TOTAL BFWD 01-01-2021	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	**158,878,724.67**

BEKWARRA LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURES

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL
The Accounts of the Bekwarra Local Government Council found on pages 146-148 have been examined under my direction, which have been prepared under the accounting policies set out on pages 140-145.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL
The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT
We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit so as to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Bekwarra Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM, Ph.D,CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Bekwarra Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Bekwarra 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Bekwarra Local Government as at 31st December 2022 and its operations for the period ended on that date.

………………………………………………… 30th June 2023 ……………………

HOLGA

………………………………………………… 30th June 2023 ……………………

MR. CLETUS ASHABUA BESHEL **DATE**

DIRECTOR OF FINANCE (TREASURER)

The Chairman,
Bekwarra Local Government Council,
ABUOCHICHE.

AUDIT CERTIFICATE ON THE ACCOUNTS OF BEKWARRA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 146 to 148 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing.

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Bekwarra Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

…………………………………
ENI, ODEN OFEM, Ph.D, CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER, 2022.

ASSETS	NOTES	2022	2021
Current Assets		₦	₦
Cash and Cash Equivalent	9	210,635,754.14	28,630,353.48
Receivables	10	775,539,273.31	661,382,225.55
Total Current Assets		**986,175,027.45**	**690,012,579.03**
Non-Current Assets			
Investment	17	158,878,724.67	158,878,724.67
Property, Plant & Equipment	8	656,227,769.55	444,891,557.34
Financial Assets (CRS Reserve Fund)	11	136,737,716.93	124,737,716.93
Total Non-Current Asset		**951,844,217.15**	**728,507,998.94**
Total Asset		**1,938,019,244.60**	**1,418,520,577.97**
LIABILITIES AND EQUITY			
Current Liabilities			
Loan to councillors	12	-	26,550,000
Depositors	13	40,392,394.41	40,392,394.41
Short term Loans & Debts	14	362,140.19	362,140.91
Unremitted Deductions	15	1,466,775,418.83	914,057,625.74
Total Current Liabilities		**1,507,529,953.43**	**981,362,161.06**
Non-Current Liabilities			
Financial Liabilities Borrowings (CRSG loan)	16		73,680,797.86
Total Liabilities		**1,507,529,953.43**	**1,055,042,958.92**
Net Asset (Total Asset - Total Liabilities)		**430,489,291.17**	**363,477,619.05**
NET ASSET AND EQUITY			
Reserve Fund	17	194,245,510.04	157,407,159.00
Accumulated Surplus/(Deficit)	17	236,243,781.13	206,070,460.05
Net Asset		**430,489,291.17**	**363,477,619.05**

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

Statement of Changes in Net Asset/Equity for the year Ended 31st December, 2022.			
	Accumulated Surplus	**Reserves**	**Total**
	₦	**₦**	**₦**
Balance as at 1 January 2022	241,073,023.51	182,245,510.04	423,318,533.55
Changes for the Year	491,744,816.55	12,000,000.00	503,744,816.55
Transfer to/(from) changes in Net Assets	(496,574,064.93)		(496,574,064.93)
Balance as at 31st December 2022.	**236,243,781.13**	**194,245,510.04**	**430,489,291.17**
Balance as at 1 January 2021	289,251,560.56	156,140,101.47	445,391,662.03
Changes for the Year	279,260,804.69	25,277,777.78	304,538,582.47
Transfer to/(from) changes in Net Assets	(327,439,341.74)	827,630.79	(326,611,710.95)
Balance as at 31st December 2022.	**241,073,023.51**	**182,245,510.04**	**423,611,710.95**

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

Cash Flow Statement for the year Ended 31st December, 2022.			
	NOTES	2022	2021
Cash Flow from Operating Activities		₦	₦
Inflows:			
Gross Statutory Allocation	1	1,240,967,547.62	1,157,180,612.79
Government Share of VAT	1	729,846,497.67	602,359,003.34
Excess Crude	1	-	-
Share of Exchange Gain Difference	1	12,236,212.95	5,295,163.91
Other Revenue	2	151,203,688.26	102,899,512.63
Internally Generated Revenue	3	14,981,865.00	12,281,120.69
Capital Receipts (Redistribution)		450,507,584,38	313,798,635.83
Total Inflows from Operating Activities		**2,599,743,395.88**	**2,193,814,049.19**
Outflows:			
Employees' Benefits	4	1,230,303,694.07	1,238,428,858.16
Admin (Overhead) Cost	5	191,436,055.52	199,486,453.90
Statutory Deductions	6	674,096,992.69	578,997,630.72
Deductions at Source	1	25,700,844.12	70,311,550.77
JAAC Charges			-
Total Outflows from Operating Activities		**2,251,662,881.22**	**2,087,224,493.55**
Net Cashflow from Operating Activities		**478,205,809.48**	**106,589,555.64**
CASHFLOW FROM INVESTING ACTIVITIES future generation		(12,000,000.00)	(12,000,000)
Purchase/Construction of PPE	7	(284,250,408,.82)	(69,820,000)
Net Cashflow from Investing Activities		**(296,250,408.82**	**(81,820,000)**
CASH FLOW FROM FINANCING ACTIVITIES			
Councillors loan		**-**	**36,000,000**
Councillors loan repayment		-	(9,450,000)
Taxes Received		-	
Tax Remitted		-	
Loan Repayment	15	-	
Net Cash Flow from Financing Activities		**-**	**26,550,000.00**
Net Cash Flow from All Activities		**181,955,400.66**	**51,319,555.64**
Cash and its Equivalent as at 01/01		28,680,353.48	16,874,544.57
Adjustment		-	(39,563,746.73)
Cash and its Equivalent as at 31 Dec 2022		**210,635,754.14**	**28,630,353.48**

Statement of Financial Performance for the year Ended 31st December, 2022			
	NOTES	2022	2021
Revenue		₦	₦
Statutory Revenue	1	2,106,553,102.36	1,867,734,292.67
Internally Generated Revenue	2	14,981,865.00	12,281,120.69
Other Capital Receipts	3	450,507,584.38	313,798,635.83
10% State IGR		114,154,047.76	127,290,450.96
Total Revenue		**2,686,196,599.50**	**2,321,104,500.15**
Expenditures			
Employees Benefits	4	1,230,303,694.07	1,238,428,858.16
General and Admin Expenses (Overhead)	5	191,436,055.52	199,486,453.90
Transfer to Other Government Entities	6	674,096,992.69	578,997,630.72
Total Operating Expenses		**2,121,537,586.40**	**2,016,912,942.78**
Excess/(Deficit) of Revenue over Expenditures		**564,659,013.10**	**304,191,557.37**
Non-Cash Movement			
Public Debt Charges			
Depreciation of PP&E	8	72,914,196.55	6,982,000=
Net Surplus/(Deficit)		**491,744,816.55**	**297,209,557.37**

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

STATEMENT OF BUDGET VS ACTUAL FOR THE YEAR ENDED 31ST DECEMBER, 2022.

	FINAL BUDGET 2022	ACTUAL 2022	DIFFERENCE
	₦	₦	₦
RECEIPTS:			
Gross Statutory Allocation	2,160,136,226.00	2,106,553,102.36	53,583,132.64
Internally Generated Revenue	24,060,000.00	14,981,865.00	9,078,135.00
Capital Receipts	519,073,763.00	450,507,584.38	68,566178.62
Cross River State Government Loan	-	-	-
Total Receipts	2,703,269,989.00	2,572,042,551.74	131,227,437.26
PAYMENTS			
Salaries and Wages	1,630,124,740.00	1,230,303,694.07	399,821,045.93
Statutory Deductions	691,243,592.41	674,096,992.69	17,146,599.72
Overhead / Operating Expenditure	94,304,300.00	191,436,055.52	(97,131,755.52)
Capital Expenditure	854,373,875.00	284,250,408.82	570,123,466.18
Investment Expenditure	12,000,000.00	-	20,000,000.00
Total Payments	3,252,046,507.41	2,380,087,151.11	871,959,356.30
NET SURPLUS (DEFICIT)	548,776,518.41	191,955,400.64	740,731,919.04

ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS

i. Reporting Entities

Bekwarra is a Local Government Area in northern Cross River State, Nigeria. Its headquarters is Abuochiche (or AbuoChiche); a town on the A4 highway. Other towns in the LGA are Abuagbor-Iye, Nyanya-Ulim, Nyanya-Idigwe, Gakem, Itekpa, Ugboro, Ibiragidi, Utukwe, Afrike and Ukpah, ijibor, Beten, Ugboro, Anyikang, Ebegang, Utukpuru, Ebewo, and others. It has an area of 306 square kilometers (118 sq mi) and had a population of 105,822 as of the 2006 census.

ii. Basis of Preparation – Statement of Compliance

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

iii. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December.

iv. Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

v. Allocation of Expenses

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council.

vi. Revenue Recognition

Revenues are recognized when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

vii. Investment Property

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort, Cross River Micro Finance bank and Cally Air. This income is recognized when CRSG's right to receive payment is established. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

viii. Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognizes such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

ix. Depreciation and Amortization

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

x. Cash and cash equivalents

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

xi. **Inventory**

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they’re measured at the lower of cost and current replacement cost. Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

xii. Interest Received

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

xiii. **Loans**

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xiv. **Loan Repayments**

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

xv. Interest on Loans

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

xvi. **Prepayments**

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

xvii. **Investments**

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

xviii. **Leases**

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to

ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

xix. **Other Borrowings**

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

xx. Deposits

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

xxi. **Employee Benefits**

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows. To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

xxii. **Unremitted Deductions**

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

NOTES TO THE FINANCIAL STATEMENTS

Note 1.

Revenues

GROSS STATUTORY ALLOCATION)

This represents allocations received monthly by Bekwarra Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	2,106,553,102.36
Internally Generated Revenue	14,981,865.00
Other Capital Receipts	450,507,584.38
Unremitted 10% State IGR	114,154,047.76

	2,686,196,599.50

The monthly collections of revenue sub-components are detailed in the table below:

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(D) SHARE OF EXCHANGE GAIN DIFFERENCE	(D) OTHER REVENNUE	FAAC DEDUCTIONS AT SOURCE	TOTAL
1	JAN.	52,357,973.83	55,288,487.87	1,041,181.86	23,608,338.02	2,141,737.01	130,154,244.56
2	FEB.	70,485,218.81	52,009,524.24	1,680,641.72	19,328,368,41	2,141,737.01	141,362,013.16
3	MARCH	105,119,087.86	62,917,889.89		1,576,786.32	2,141,737.01	167,472,027.06
4	APRIL	92,735,617.66	51,962,502.70	-	7,980,379.08	2,141,737.01	150,536,762.43
5	MAY	78,994,250.66	62,543,434.04	-	31,830,012.43	2,141,737.01	171,225,960.14
6	JUNE	124,885,761.92	59,937,867.41	-	1,873,286.43	2,141,737.01	184,555,178.75
7	JULY	162,101,263.85	54,932,204.44	-	2,431,518.96	2,141,737.01	217,323,250,.24
8	AUG.	92,480,818.59	68,920,115.50	-	5,948,682.42	2,141,737.01	165,207,879.49
9	SEPT.	99,350,990.81	59,086,740.60		18,014,474.11	2,141,737.01	174,310,486.51
10	OCT.	88,113,517.25	66,946,440.28	1,154,523.78	24,146,371.30	2,141,737.01	178,219,115.60
11	NOV.	137,813,503.90	63,052,141.10	1,428,334.93	5,933,939.98	2,141,737.01	206,085,636.90
12	DEC.	136,529,545.48	72,249,149.59	4,931,530.66	8,532,076.80	2,141,737.01	220,100,565.52
	TOTAL	**1,240,967,547.62**	**729,846,497.67**	**10,236,212.95**	**151,203,688.26**	**25,700,844.12**	**2,106,553,102.36**

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

The details of Other Revenue sub-component is also disclosed in the table below:

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for Bekwarra Local Government Council for the year ended 31st December 2022.

MONTH	DISTRIBUTIO OF 100 BILLION FROM NON- OIL EXCESS ACCOUNT	DISTRIBUTION OF EXCESS BANK CHARGES RECOVERED	ELECTRONIC MONEY TRANSFER LEVY (EMTL)	ECOLOGY	TOTAL
JAN.	-22,470,296.24			1,138,041.78	23,608,338.02
FEB.	-17,976,236.99			1,352,131.42	19,328,368.41
MARCH	-			1,576,786.32	1,576,786.32
APRIL	4,494,059.25	1,997,906,08		1,488,413.75	7,980,379.08
MAY			30,645,098.67	1,184,913.76	31,830,012.43
JUNE	-			1,873,286.43	1,873,286.43
JULY	-			2,431,518.96	2,431,518.96
AUG.	4,494,059.25			1,454,623.17	5,948,682.42
SEPT.	13,482,177.74		2,839,798.84	1,692,497.53	18,014,474.11
OCT.	-22,470,296.24			1,676,075.06	24,146,371.30
NOV.	-		3,844,766.40	2,088,627.53	5,933,393.93
DEC.	-		8,532,076.80	-	8,532,076.80
TOTAL	**85,387,125.71**	**1,997,906.08**	**45,861,740.71**	**17,956,915.71**	**151,203,688.26**

DEDUCTIONS AT SOURCE - (₦25,700,844.12)

This represents deductions made at source by the FAAC Allocation Committee against Bekwarra Local government revenue allocation for the year.

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

Note 2

INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of **Bekwarra** Local Government Council for the year ended 31st December 2022.

CODE	DETAILS	ACTUAL 2022
		₦
120100	TAXES	-
120102	RATES	-
120201	LOCAL LICENCE FEES	794,000.00
120207	EARNINGS FROM COMMERCIAL UNDERTAKINGS	5,620,045.00
120206	SALES - GENERAL	3,924,320.00
120204	FEES - GENERAL	1,093,500.00
120202	FINES - GENERAL	3,550,000.00
108000	MISCELLANEOUS	
	T O T A L	**14,981,865.000**

MONTH	LOCAL LICENCES FEE & FINES	EARNINGS FROM COMMERCIAL UNDERTAKINGS	RENT ON GOVERNMENT PROPERTY	MISCELLANEOUS	TOTAL
JANUARY	593,000.00	69,500.00	20,000.00	770,000.00	1,453,500.00
FEBRUARY	420,000.00	537,950.00	354,000.00	-	1,311,950.00
MARCH	80,000.00	897,200.00	44,000.00	142,500.00	1,163,700.00
APRIL	-	-	-	-	-
MAY	94,000.00	821,000.00	810,000.00	323,920.00	2,039,920.00
JUNE	-	691,650.00	-	305,400.00	997,050.00
JULY	100,000.00	670,350.00	-	142,500.00	912,850.00
AUGUST	-	25,000.00	-	-	25,000.00
SEPTEMBER	230,000.00	350,000.00	180,000.00	1,842,680.00	2,602,680.00
OCTOBER	82,000.00	389,149,00	10,000.00	-	481,149.00
NOVEMBER	175,000.00	593,246.00	2,456,320.00	22,500.00	3,247,066.00
DECEMBER	113,000.00	584,000.00	50,000.00		747,000.00
TOTAL	**1,887,500.00**	**5,620,045.00**	**3,924,320.00**	**3,550,000.00**	**14,981,865.00**

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

Note 3

CAPITAL RECEIPTS – ₦450,507,584.38

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC.

Note 4

Employees Benefit

This consists of the salaries and wages paid to staff of Bekwarra local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.

S/N	DESCRIPTION	AMOUNT (₦)
1	Traditional Rulers Allowances	19,530,000.00
2	Primary Health Care Salaries	252,295,392.40
3	Non-Pensionable Allowances	110,250,000.00
4	Council Staff Salaries	176,737,952.89
5	Political Office Holders	71,811,475.08
6	Pension Allowances	210,386,789.21
7	SUBEB - Teacher's Salaries	389,292,084.49
	TOTAL	**1,230,303,694.07**

Employees' Benefits Breakdown

MONTH	COUNCIL STAFF	TRADITIONAL RULERS' COUNCIL	NON-PENSIONABLE ALLOWANCE	SUBEB	PUBLIC HEALTH CARE	POL. OFFICE HOLDERS	PENSION ALLOWANCE	TOTAL
JANUARY	15,169,508.22	1,627,500.00	15,210,000.00	32,980,024.00	18,669,035.42	5,984,289.59	18240,800.43	107,881,157.66
FEBRUARY	15,032,616.89	1,627,500.00	13,650,000.00	32,877,064.73	18,222,171.73	5,984,289.59	18,597,531.09	105,991,174.03
MARCH	15,032,616.89	1,627,500.00	-	32,802,520.73	21,661,716.65	5,984,289.59	18,335,704.33	95,444,348.19
APRIL	15,032,616.89	1,627,500.00	-	32,802,520.73	21,661,716.65	5,984,289.59	17,225,235.14	94,333,879.00
MAY	14,929,648.50	1,627,500.00	780,000.00	32,802,520.73	21,661,716.65	5,984,289.59	17,225,235.15	95,010,910.61
JUNE	14,707,507.38	1,627,500.00	780,000.00	32,672,792.68	21,673,704.58	5,984,289.59	17,216,910.54	94,662,704.77
JULY	14,707,507.38	1,627,500.00	-	32,571,254.11	21,673,704.58	5,984,289.59	17,216,910.54	93,781,166.20
AUGUST	14,707,507.38	1,627,500.00	19,110,000.00	32,134668.25	21,673,704.58	5,984,289.59	17,265,692.40	112,503,362.20
SEPTEMBER	14,707,507.38	1,627,500.00	780,000.00	32,018,660.20	21,359,199.17	5,984,289.59	17,265,692.40	93,743,848.74
OCTOBER	14,759,350.62	1,627,500.00	19,980,000.00	31,971,949.66	21,359,199.17	5,984,289.59	17,265,692.40	112,947,981.44
NOVEMBER	13,975,782.68	1,627,500.00	19,980,000.00	31,878,553.93	21,266,882.00	5,984,289.59	17,265,692.40	111,978,700.60
DECEMBER	13,975,782.68	1,627,500.00	19,980,000.00	31779,544.74	21,412,641.22	5,984,289.59	17,265,692.40	112,025,460.63
TOTAL	**176,737,952.89**	**19,530,000.00**	**110,250,000.00**	**389,292,084.49**	**252,295,392.40**	**71,811,475.08**	**210,386,789.21**	**1,230,,303,694.07**

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

Note 5

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

	ADMIN EXPENSES (OVERHEAD COST)	₦
CODE	**DETAILS**	
220209	FINANCES EXPENSES	26,276.50
220201	TRAVEL AND TRANSPORT	9,598,592.00
220203	MATERIALS AND SUPPLIES	8,396,500.00
220204	MAINTAINANCES, REPAIRS AND SERVICES	4,338,100.00
220205	TRAINING AND STAFF DEVELOPMENT	3,565,000.00
220206	OTHER SERVICES GENERAL	17,598,040.60
220202	UTILITIES	325,400.00
220208	FUEL AND LUBRICAN- GENERAL	75,000.00
220210	MISCELLANOUS-GENERAL	29,984,219.00
220211	SOCIAL BENEFITS	3,212,000.00
31090101	DEBT SERVICING	114,316,927.42
	TOTAL	**191,436,055.52**

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

Note 6

Transfer to Other Government Agencies

This is made up of 32% Statutory deductions made from Bekwarra Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	AGENCIES	AMOUNT (N)
1	INFRASTRUCTURAL DEVELOPMENT AGENCY 4%	121,894,733.20
2	RURAL DEVELOPMENT AGENCY, RUDA 9%	221,337,458.68
3	STATE ELECTRIFICATION AGENCY SEA 5%	155,599,582.83
4	SPORT DEVELOPMENT FUND 1%	13,481,939.84
5	BORDER COMMISSION DEVELOPMENT FUND 0.5%	6,740969.92
6	JOINT SECURITY OPERATION 2.5%	33,704,849.62
7	ENVIRONMENTAL MANAGEMENT & PROTECTION 2.5%	33,704,849.62
8	GRSHA OVERSIGHT FUNCTION 0.5%	6,740969.92
9	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	6,740969.92
10	CROSS RIVER UNIVERSITY OF TECH, CRUTECH 1%	13,481,939.84
11	JOINT SOCIAL WELFARE 2.5%	33,704,849.62
12	LOCAL GOVERNMENT ADMINISTRATION 1%	13,481,939.84
13	LOCAL GOVERNMENT SERVICE COMMISSION 1%	13,481,939.84
	TOTAL	**674,096,992.69**

Note 7

Property, Plant and Equipment

During the year under review, the Bekwarra LGC spent a total sum of ₦69.82m on Purchase and Construction of PPE (Property, Plant and Equipment).

S/N	Property, Plant and Equipment	₦
0101	AGRICULTURE	8,312,500.00
0204	IMPROVEMENT ON HUMAN HEALTH	500,000.00
0310	WATER RESOURCES (GENERAL)	2,742,576.00
0319	SEWAGE AND DRAINAGE	6,276,380.00
0306	HOUSING AND DEVELOPMENT	20,500,000.00
0320	TOWN AND COUNTRY PLANNING	3,526,374.00
0309	ENVIROMENTAL IMPROVEMENT	6,142,170.00
0421	GENERAL ADMINISTRATION	236,250,408.82
	Total	**284,250,408.82**

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

SECTORAL HIGHLIGHT OF PLANT, PROPERTY, AND EQUIPMENT

CODE	SECTORAL DETAIL	AMOUNT
20000	SOCIAL SERVICES SECTOR	23,742,576.00
10000	ECONOMIC SECTOR	8,312,500.00
	ENVIRONMENTAL AND REGIONAL DEV.	15,944,924.00
40000	GENERAL ADMINISTRATION	236,250,408.82
TOTAL		**284,250,408.82**

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

Note 8. Depreciation of Property, Plant and Equipment

PROPERTY, PLANT AND EQUIPMENT												
	Building	**Plants & Machinery**	**Motor Vehicle**	**IT & Office Equipment**	**Furniture & Fittings**	**Intangible Assets**	**Bridges**	**Road**	**Traffic Light**	**Streetlights**	**Drainages**	**Total**
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2021												444,891,557.34
Additions												284,250,408.82
Disposal												
Adjustments												
As at 31/12/2021 (A)	-	-	-	-	-	-	-	-	-	-	-	727,141,966.16
Depreciation												
As at 1/1/2021												44,489,155.73
Charge for the year												28,425,040.88
Disposals												-
Adjustments												
As at 31/12/2021 (B)	-	-	-	-	-	-	-	-	-	-	-	72,914,196.61
Net Book Value (A-B)	-	-	-	-	-	-	-	-	-	-	-	656,227,769.55

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

NOTE 9
Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Bekwarra Local Government Council Cash Books as at 31st December 2021.

S/N	DETAILS	AMOUNT (₦)
1	ZENITH BANK SAL & OH	122,680,632.74
2	ZENITH BANK CAPITAL	87,867,254.20
3	FBN IGR	87,869.20
	SUB TOTAL	**210,635,754.14**
4	CASH IN HAND	NIL
	TOTAL	**210,635,754.14**

Note 10:
Receivables
This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	661,385,225.55
2021 Unpaid 10%	11,154,047.76
Remittance for the Period	0.00
Balance Carried forward	**775,539,273.31**

Note 11.

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2021		**124,737,722.93**
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN	DEDUCTION FROM ALLOCATION	1,000,000.00
JUL	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEP	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance carried forward as at 31 Dec 2021		**136,737,716.93**

Note 12:

DEPOSITS

Deposits received represents unpaid retention fees, unclaimed salaries and unpaid contract sums for contracts awarded by councils during the year while Deposits remitted represent the aforementioned amounts actually paid out.

DETAILS	AMOUNT (₦)
DEPOSITS BFWD 01-01-2021	40,392,394.41
ADDITION DURING THE YEAR	0.00
TOTAL	**40,392,394.41**

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

Note 13

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Bekwarra LGC to certain State agencies as mandated by Law.

UNREMITTED DEDUCTIONS	AMOUNT (₦)
Balance Brought Forward 01-01-2021	914,057,625.74
ADD: Deductions during the year	674,096,992.69
LESS: Actual Remittance during the year	121,379,199.60
Balance Outstanding 31-12-2021	**1,466,775,418.83**

Note 14

SHORT TERM LOANS AND DEBTS

This represents the sum of ₦362,140.91 the Council's short-term facility owed to various commercial banks within the territory of the Bekwarra Local Governments area.

Note 15

LONG TERM LOANS/BORROWINGS (CRSG LOAN)

This represents the cumulative total amount owed the State Government by the 18 LGCs, borrowed to offset shortfalls in funds to pay salaries.

DETAILS	AMOUNT(₦)
Long term Loan brought forward	73,680,797.86
Repayment during the year	NIL
BALANCE CARRIED FORWARD	**73,680,797.86**

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE

Note 16

EQUITY

Equity/Total Assets	2022		2021	
Details	**Reserve**	**Accumulated Surplus**	**Reserve**	**Accumulated Surplus**
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/2021	182,245,510.04	241,073,023.51	156,140,101.47	289,251,560.56
changes for the year	12,000,000.00	491,744,816.55	25,277,777.78	279,260,804.69
Adjustment to Net Asset	-	(706,574,064.93)	827,630.79	(327,439,341.74)
Total Equity	194,245,510.04	236,243,781.13	182,245,510.04	241,073,023.51

Note 17

INVESTMENTS

This represents joint investments and stocks held by the Bekwarra LGC in certain State-owned projects/companies like the Tinapa Business Resort, the Obudu Ranch Resort and the Cross-River State Micro Finance Bank.

DETAILS	**AMOUNT (₦)**
INVESTMENT TOTAL BFWD 01-01-2022	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	**158,878,724.67**

BIASE LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURE

BIASE LOCAL GOVERNMENT, AKPET CENTRAL

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Biase Local Government Council found on pages 168-170 have been examined under my direction, which have been prepared under the accounting policies set out on pages 162-167.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit so as to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Biase Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM,Ph.D,CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

BIASE LOCAL GOVERNMENT, AKPET CENTRAL

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Biase Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Biase 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Biase Local Government as at 31st December 2022 and its operations for the period ended on that date.

……………………………………………………… 30th June 2023 ………………………

HOLGA

……………………………………………………… 30th June 2023 ………………………

MR. EFFIOM OFEM UBI **DATE**

DIRECTOR OF FINANCE (TREASURER)

The Chairman,
Biase Local Government Council,
AKPET CENTRAL.

AUDIT CERTIFICATE ON THE ACCOUNTS OF BIASE LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 168 to 170 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Biase Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

…………………………………..
ENI, ODEN OFEM, Ph.D, CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

BIASE LOCAL GOVERNMENT, AKPET CENTRAL

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

Statement of Financial Position for the year Ended 31st December, 2022.			
ASSETS	**NOTES**	**2022**	**2021**
Current Assets		**₦**	**₦**
Cash and Cash Equivalent	9	116,513,882.22	35,466,046.67
Receivables	10	775,539,273.31	661,385,225.55
Total Current Asset		**892,053,155.53**	**696,851,272.22**
Non-Current Assets			
Investment	18	158,878,724.67	158,878,724.67
Property, Plant & Equipment	8	1,217,241,880.21	272,473.200.00
Contribution to CRS Reserve Fund	11	153,737,722.93	141,737,722.93
Loan to CRSG		148,541,424.36	-
Total Non-Current Asset		**1,678,399,752.17**	**573,089,647.60**
Total Asset (A)		**2,570,452,907.70**	**1,269,940,919.82**
LIABILITIES AND EQUITY			
Current Liability			
Depositors	12	20,163,694.96	20,163,694.96
Unremitted Deductions	13	1,211,811,287.61	582,847,959.56
Payables (Unremitted Taxes)	14	15,151,785.23	15,151,785.23
Short term Loans & Debts	16	-	29,862,140.91
Total Current Liabilities		**1,247,126,767.80**	**648,025,580.66**
Non-Current Liabilities			
Long Term Borrowings (CRSG loan)	15	-	73,680,797.86
Total Non- Current Liabilities		-	73,680,797.86
Total Liabilities (B)		**1,247,126,767.80**	**721,706,378.52**
Net Asset (A - B)		**1,323,326,139.90**	**548,234,541.30**
NET ASSET AND EQUITY			
Reserve Fund	17	244,529,031.47	472,179,289.09
Accumulated Surplus/(Deficit)	17	1,078,797,108.43	1,020,413,830.39
Net Assets		**1,323,326,139.90**	**548,234,541.30**

BIASE LOCAL GOVERNMENT, AKPET CENTRAL

STATEMENT OF CHANGES IN NET ASSET/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2022			
	Accumulated Surplus	**Reserves**	**Total**
	₦	**₦**	**₦**
Balance as at 1 January 2022	315,705;509.83	232,529,031.47	548.234,541.30
Changes for the Year	-	12,000,000.00	12,000,000.00
Transfer to/(from) changes in Net Assets	763,091,598.60	-	763,091,597.60
Balance as at 31st December 2022.	**1,078,797,108.43**	**244,529,031.47**	**1,323,326,139.90**
Balance as at 1 January 2021	763,092,415.62	182,245,530.04	945,337,925.66
Changes for the Year	232,529,031.47	50,283,521.43	282,812,552.90
Transfer to/(from) changes in Net Assets	(679,915,957.26)	-	(679,915,937,26)
Balance as at 31st December 2021.	**315,705;509.83**	**232,529,031.47**	**548.234,541.30**

BIASE LOCAL GOVERNMENT, AKPET CENTRAL

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2022.

CASH FLOW FROM OPERATING ACTIVITIES	NOTES	2022	2021
		₦	₦
Inflows:			
Gross Statutory Allocation	1	1,427,963,288.73	1,331,250,462.44
Government Share of VAT	1	841,005,485.93	694,007,652.28
Share of Exchange Gain Difference	1	11,776,003.73	7,944,047.18
Other Revenue	1	191,778,100.60	117,932,018.16
Internally Generated Revenue	2	9,260,242.64	11,401,050.00
Capital Receipts	3	532,244,567.00	219,760,911.90
Total Inflows from Operating Activities		**3,014,027,688.63**	**2,382,296,141.96**
Employees' Benefits	4	1,494,581,995.17	1,543,142,441.68
Admin (Overhead) Cost	5	63,414,592.81	52,843,396.91
Statutory Deductions	6	782,983,051.15	583,512,152.07
Deduction at Source	1	25,700,844.12	70,311,550.77
JAAC Charges		-	-
Total Outflows from Operating Activities		**2,366,680,483.25**	**2,249,809,541.43**
Net Cashflow from Operating Activities		**647,347,205.38**	**132,486,600.53**
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of PPE(CRS Reserve Fund		(12,000,000.00)	(12,000,000.00)
Purchase/Construction of PPE	7	(332,077,147.61)	(272,247,320.00)
Net Cashflow from Investing Activities		**(344,077,147.61)**	**(284,247,320.00)**
CASH FLOW FROM FINANCING ACTIVITIES			
Deposits received		**(222,222,222.22)**	**-**
Loan to councillors		**-**	**40,000,000.00**
Loan Repayment	15	-	(10,500,000.00)
Net Cash Flow from Financing Activities		**(222,222,222.22)**	**(29,500,000.00)**
Net Cash Flow from All Activities		**81,047,835.55**	**(181,260,719.47)**
Cash and its Equivalent as at 01/01/2022		35,466,046.67	45,981,284.62
Adjustment		-	170,745,481.52
Cash and its Equivalent as at 31 Dec 2022		**116,513,882.22**	**35,466,046.67**

BIASE LOCAL GOVERNMENT, AKPET CENTRAL

Statement of Financial Performance for the year Ended 31st December, 2022.			
	NOTES	**2022**	**2021**
Revenue		**#**	**₦**
Statutory Revenue	1	2,446,822,034.87	2,080,822,629.27
Internally Generated Revenue	2	9,260,241.64	11,401,050.00
Other Capital Receipts	3	532,244,567.00	219,760,911.90
10% State IGR	10	775,539,273.31	127,290,450.96
Total Revenue		**3,763,866,115.61**	**2,439,275,042.13**
Expenditures			
Employees Benefits	4	1,494,581,995.17	1,543,142,441.68
General and Admin Expenses (Overhead)	5	63,414,592.81	52,843,396.91
Transfer to Other Government Entities	6	782,983,051.15	583,512,152.07
Public Debt Charges		-	-
Total Operating Expenses		**2,340,979,639.13**	**2,179,497,990.66**
Excess/(Deficit) of Revenue over Expenditures		**1,422,886,477.48**	**259,777,051.47**
Non-Cash Movement			
Depreciation of PP&E	8	135,249,097.79	27,247,320.00
Net Surplus/(Deficit)		**1,287,637,379.69**	**232,529,731.47**

BIASE LOCAL GOVERNMENT, AKPET CENTRAL

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL			
FOR THE YEAR ENDED 31ST DECEMBER 2022			
	FINAL BUDGET 2022	ACTUAL 2022	DIFFERENCE
	₦	₦	₦
RECEIPTS:			
Gross Statutory Allocation	1,500,000,000.00	2,446,822,034.87	-946,822,034.87
Internally Generated Revenue	30,000,000.00	9,260,241.64	20,739,758.36
Capital Receipts	1,533,129,174.00	532,244,567.00	1,000,884,607.00
Total Receipts	**3,063,129,174.00**	**2,988,326,843.51**	**74,802,330.49**
PAYMENTS			
Salaries and Wages	1,021,347,910.00	1,494,581,995.17	-473,234,085.17
Statutory Deductions	749,485,500.00	782,983,051.15	-33,497,551.15
Overhead / Operating Expenditure	85,000,000.00	63,414,592.81	21,585,407.19
Purchase/Construction of PPE	4,297,030,040.00	332,077,147.61	3,964,952,892.39
Investment Expenditure	-	-	-
Total Payments	**6,152,863,450.00**	**2,673,056,786.74**	**3,479,806,663.26**
NET SURPLUS (DEFICIT)	**(3,089,734,276.00)**	**315,270,056.77**	**-3,405,004,332.77**

BIASE LOCAL GOVERNMENT, AKPET CENTRAL

ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS

i. Reporting Entities

Biase local government area is in Cross river state, South- South geopolitical zone of Nigeria. The headquarters of the LGA are in the town of Akpet and consists of several towns and villages which include Akpet, Ubaghara, Okurike, Agwagune, Obum, Umuolor, Egbor, and Akparavuni. The population of Biase LGA is put at 127,482 inhabitants with the major tribes in the area being the Efik and the Ukpet. Christianity and traditional religion are the major religious affiliations in Biase LGA while the Efik language is widely spoken in the area.

ii. Basis of Preparation – Statement of Compliance

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

iii. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December.

iv. Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

v. **Allocation of Expenses**

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council.

vi. **Revenue Recognition**

Revenues are recognized when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

vii. **Investment Property**

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort, Cross River Micro Finance bank and Cally Air. This income is recognized when CRSG's right to receive payment is established. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

viii. Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognizes such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

ix. Depreciation and Amortization

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

x. Cash and cash equivalents

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

xi. **Inventory**

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they're measured at the lower of cost and current replacement cost. Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

xii. Interest Received

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

xiii. **Loans**

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xiv. **Loan Repayments**

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

xv. Interest on Loans

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

xvi. **Prepayments**

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

xvii. **Investments**

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

xviii. **Leases**

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

xix. **Other Borrowings**

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

xx. Deposits

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

xxi. **Employee Benefits**

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows. To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

xxii. **Unremitted Deductions**

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

NOTES TO THE FINANCIAL STATEMENTS

Note 1.

Revenues

GROSS STATUTORY ALLOCATION)

This represents allocations received monthly by Biase Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	2,446,822,034.87
Internally Generated Revenue	9,260,241.64
Other Capital Receipts	532,244,567.00
Unremitted 10% State IGR	775,539,273.31
	3,283,866,116.82

The monthly collections of revenue sub-components are detailed in the table below:

MONTHS	Net Statutory Allocation	Value Added Tax	Distribution of ₦100 Billion from Non-Oil Excess Account	EXCHANGE DIFFERENCE	EXCESS BANK CHARGES	Electronic Money Transfer Levy (EMTL)	Total Ecological Funds	TOTAL	Deduction	TOTAL GROSS
JANUARY	60,233,965.30	63,751,903.32	25,850,409.12	1,197,802.50				151,034,080.23	(2,141,737.01)	148,892,343.22
FEBRUARY	81,088,012.62	59,882,115.96	20,680,327.29	1,933,453.63			3,111,053.81	166,694,963.31	(2,141,737.01)	164,553,226.30
MARCH	120,931,713.49	72,633,082.70					3,627,951.40	197,192,747.60	(2,141,737.01)	195,051,010.59
APRIL	106,685,449.56	59,877,245.37	5,170,081.82		2,298,442.75		3,424,619.22	177,455,838.73	(2,141,737.01)	175,314,101.72
MAY	90,877,026.08	71,978,668.49				35,268,184.92	2,726,310.78	200,850,190.27	(2,141,737.01)	198,708,453.26
JUNE	143,671,805.83	69,150,412.86					4,310,154.18	217,132,372.87	(2,141,737.01)	214,990,635.86
JULY	186,485,480.39	63,352,885.14					5,594,564.41	255,432,929.94	(2,141,737.01)	253,291,192.93
AUGUST	106,392,322.12	79,151,687.62	5,170,081.82				3,346,872.12	194,060,963.68	(2,141,737.01)	191,919,226.67
SEPTEMBER	114,295,945.67	68,113,981.39	15,510,245.47			3,228,207.21	3,894,185.73	205,042,565.48	(2,141,737.01)	202,900,828.47
OCTOBER	101,368,065.87	77,083,717.39	25,850,409.12	1,328,193.97			3,856,400.07	209,486,786.43	(2,141,737.01)	207,345,049.42
NOVEMBER	158,544,214.08	72,693,036.08		1,643,193.39		4,366,225.45	4,805,622.22	242,052,291.22	(2,141,737.01)	239,910,554.21
DECEMBER	157,389,287.71	83336749.61		5,673,360.24		9,687,751.68		256,087,149.24	(2,141,737.01)	253,945,412.23
TOTAL	**1,427,963,288.73**	**841,005,485.93**	**98,231,554.65**	**11,776,003.73**	**2,298,442.75**	**52,550,369.25**	**38,697,733.95**	**2,472,522,878.99**	**(25,700,844.12)**	**2,446,822,034.87**

BIASE LOCAL GOVERNMENT, AKPET CENTRAL

The details of Other Revenue sub-component is also disclosed in the table below:

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for **Biase** Local Government Council for the year ended 31st December 2022.

MONTHS	DISTRIBUTION OF ₦100 BILLION FROM NON-OIL EXCESS ACCOUNT	EXCESS BANK CHARGES	ELECTRONIC MONEY TRANSFER LEVY (EMTL)	TOTAL ECOLOGICAL FUNDS	TOTAL
JANUARY	25,850,409.12				25,850,409.12
FEBRUARY	20,680,327.29			3,111,053.81	23,791,381.10
MARCH				3,627,951.40	3,627,951.40
APRIL	5,170,081.82	2,298,442.75		3,424,619.22	10,893,143.80
MAY			35,268,184.92	2,726,310.78	37,994,495.71
JUNE				4,310,154.18	4,310,154.18
JULY				5,594,564.41	5,594,564.41
AUGUST	5,170,081.82			3,346,872.12	8,516,953.94
SEPTEMBER	15,510,245.47		3,228,207.21	3,894,185.73	22,632,638.41
OCTOBER	25,850,409.12			3,856,400.07	29,706,809.19
NOVEMBER			4,366,225.45	4,805,622.22	9,171,847.67
DECEMBER			9,687,751.68		9,687,751.68
TOTAL	**98,231,554.65**	**2,298,442.75**	**52,550,369.25**	**38,697,733.95**	**191,778,100.60**

DEDUCTIONS AT SOURCE - (₦25,700,844.12)

This represents deductions made at source by the FAAC Allocation Committee against Biase Local government revenue allocation for the year.

MONTHS	DETAILS	TOTAL
JANUARY	DEDUCTION AT SOURCE	2,141,737.01
FEBRUARY	DEDUCTION AT SOURCE	2,141,737.01
MARCH	DEDUCTION AT SOURCE	2,141,737.01
APRIL	DEDUCTION AT SOURCE	2,141,737.01
MAY	DEDUCTION AT SOURCE	2,141,737.01
JUNE	DEDUCTION AT SOURCE	2,141,737.01
JULY	DEDUCTION AT SOURCE	2,141,737.01
AUGUST	DEDUCTION AT SOURCE	2,141,737.01
SEPTEMBER	DEDUCTION AT SOURCE	2,141,737.01
OCTOBER	DEDUCTION AT SOURCE	2,141,737.01
NOVEMBER	DEDUCTION AT SOURCE	2,141,737.01
DECEMBER	DEDUCTION AT SOURCE	2,141,737.01
TOTAL		**25,700,844.12**

Note 2

INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of **Biase** Local Government Council for the year ended 31st December 2022.

CODE	DETAILS	ACTUAL 2022
		₦
12020100	LOCAL LICENCE GENERAL	439,467.76
12020300	TAXES	12,000.00
12020400	FEES	2,046,000.00
12020500	FINES	-
12020600	SALES	1,628,600.00
12020700	EARNINGS	1,475,400.00
12020800	RENT FROM GOVT PROPERTY	-
12021400	OTHERS	3,658,773.88
	T O T A L	9,260,241.64

MONTH	12020100	12020300	12020700	12020600	12020300	12021400	TOTAL
JANUARY	105,200.00	245,000.00	123,900.00	1,423,000.00	-	14,500.00	1,911,600.00
FEBRUARY	-	5,000.00	-	-	12,000.00	410,000.00	427,000.00
MARCH	98,000.00	-	13,000.00	9,900.00	-	475,000.00	595,900.00
APRIL	82,000.00	251,000.00	140,000.00	-	-	258,000.00	731,000.00
MAY	36,000.00	188,500.00	185,500.00	-	-	209,000.00	619,000.00
JUNE	46,500.00	136,000.00	195,000.00	-	-	226,000.00	603,500.00
JULY	20,000.00	-	183,000.00	-	-	378,000.00	581,000.00
AUGUST	5,000.00	148,000.00	204,200.00	-	-	332,000.00	689,200.00
SEPTEMBER	2,000.00	450,000.00	137,000.00	-	-	360,000.00	949,000.00
OCTOBER	32,767.76	70,000.00	140,000.00	-	-	382,000.00	624,767.76
NOVEMBER	3,000.00	504,000.00	242,000.00	-	-	314,000.00	1,063,000.00
DECEMBER	9,000.00	48,500.00	65,000.00	42,500.00	-	300,273.88	465,273.88
TOTAL	**439,467.76**	**2,046,000.00**	**1,628,600.00**	**1,475,400.00**	**12,000.00**	**3,658,773.88**	**9,260,241.64**

Note 3

CAPITAL RECEIPTS – ₦532,244,567.00

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC.

Note 4
Employees Benefit

This consists of the salaries and wages paid to staff of Biase local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.

SALARIES AND WAGES & EMPLOYEE BENEFITS		
S/N	**DESCRIPTION**	**AMOUNT(₦)**
1	Traditional Rulers Allowances	18,000,000.00
2	Primary Health Care Salaries	198,665,455.56
3	Non-Pensionable Allowances	118,701,241.03
4	Council Staff Salaries	162,607,904.59
5	Political Office Holders	74,304,525.36
6	Pension Allowances	279,703,935.98
7	SUBEB - Teacher's Salaries	642,598,932.65
	TOTAL	**1,494,581,995.17**

LGA	Staff Sal.	TRC	PARAMOUNT RULERS	APC WOMEN	PHCDA	Pol. Office Holders	NP Operatives	SUBEB	Pension	Total
JANUARY	13,651,857.63	1,275,000.00	225,000.00	1,500,000.00	14,833,317.25	6,192,043.78	19,241,241.03	55,100,544.76	22,734,283.04	133,253,287.49
FEBRUARY	13,651,857.63	1,275,000.00	225,000.00	1,500,000.00	14,833,317.25	6,192,043.78	20,980,000.00	54,676,713.80	22,719,867.98	134,553,800.44
MARCH	13,651,857.63	1,275,000.00	225,000.00	1,500,000.00	16,983,787.85	6,192,043.78	-	54,360,944.37	23,145,573.55	115,834,207.18
APRIL	13,651,857.63	1,275,000.00	225,000.00	1,500,000.00	16,983,787.85	6,192,043.78	-	54,360,944.37	22,945,704.70	115,634,338.33
MAY	13,546,788.02	1,275,000.00	225,000.00	1,500,000.00	16,983,787.85	6,192,043.78	840,000.00	54,013,357.42	22,945,704.70	116,021,681.77
JUNE	13,495,665.27	1,275,000.00	225,000.00	1,500,000.00	16,983,787.85	6,192,043.78	840,000.00	53,805,763.40	22,957,957.42	115,775,217.72
JULY	13,495,665.27	1,275,000.00	225,000.00	1,500,000.00	16,983,787.85	6,192,043.78	4,200,000.00	53,647,970.51	22,957,957.42	118,977,424.83
AUGUST	13,495,665.27	1,275,000.00	225,000.00	1,500,000.00	16,983,787.85	6,192,043.78	840,000.00	52,962,560.91	23,887,102.45	115,861,160.26
SEPTEMBER	13,495,665.27	1,275,000.00	225,000.00	1,500,000.00	16,915,021.98	6,192,043.78	840,000.00	52,728,402.65	23,887,102.45	115,558,236.13
OCTOBER	13,833,504.05	1,275,000.00	225,000.00	1,500,000.00	16,915,021.98	6,192,043.78	23,640,000.00	52,383,275.71	23,840,894.09	138,304,739.61
NOVEMBER	13,318,760.46	1,275,000.00	225,000.00	1,500,000.00	16,751,339.62	6,192,043.78	23,640,000.00	52,330,053.98	23,840,894.09	137,573,091.93
DECEMBER	13,318,760.46	1,275,000.00	225,000.00	1,500,000.00	16,514,710.38	6,192,043.78	23,640,000.00	52,228,400.77	23,840,894.09	137,234,809.48
TOTAL	**162,607,904.59**	**15,300,000.00**	**2,700,000.00**	**18,000,000.00**	**198,665,455.56**	**74,304,525.36**	**118,701,241.03**	**642,598,932.65**	**279,703,935.98**	**1,494,581,995.17**

Note 5

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

CODE	DETAILS	TOTAL
22020100	TRAVEL & TRANSPORT	5,356,000.00
22020200	UTILITY	5,000,000.00
22020300	MATERIAL & SUPPLIES	3,660,000.00
22020400	MAINTENANCE & SERVICES	1,414,000.00
22020500	TRAINING & STAFF DEV.	519,000.00
22020600	OTHER SERVICES GENERAL	37,770,480.62
22020700	CONSULTANCY & PROFESSIONAL SERVICES	3,010,000.00
22020800	FUEL AND LUBRICANT	1,195,000.00
22020900	FINANCE CHARGES	2,531,112.19
220201000	MISCELLANEOUS EXPENSES	1,959,000.00
2206000	PUBLIC DEBTS CHARGES	-
TOTAL		**63,414,592.81**

Note 6

Transfer to Other Government Agencies

This is made up of 32% Statutory deductions made from Biase Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

1	1% MINISTRY OF LOCAL GOVERNMENT FOR ADMINISTRATION	24,468,220.35
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	220,213,983.14
3	STATE ELECTRIFUCATION AGENCY (SEA) 5%	122,34,101.75
4	JOINT SECURITY OPERATIONS 2.5%	61,170,550.87
5	JOINT SOCIAL WELFARE2.5%	61,170,550.87
6	BORDER COMMUNITY DEVELOPMENT FUND .05%	12,234,110.17
7	SPORT DEVELOPMENT 1%	24,468,220.35
8	ENVIROMENTAL MANAGEMENT & PROTECTION 2.5%	61,170,550.87
9	CRHA OVERSIGHT FUNCTION 0.5%	12,234,110.17
10	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	12,234,110.17
11	INFRASTRUTURAL DEVELOPMENT AGENCY 4%	97,872,881.39
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY 1%	24,468,220.35
13	LOCAL GOVERNMENT SERVICE COMMISSION 1%	24,468,220.35
14	INTERNATIONAL DONOR AGENCY 1%	24,468,220.35
	TOTAL	782,983,051.15

Note 7

Property, Plant and Equipment

During the year under review, the Biase LGC spent a total sum of ₦332,077,147.61 on Purchase and Construction of PPE (Property, Plant and Equipment).

CODE	DETAILS	DIRECT COUNCIL'S EXPENDITURE
		₦
23010100	PURCHASE OF FIXED ASSET GENERAL	15,500,000.00
23020100	CONST/PROVISION OF FIXED ASSETS	44,913,800.00
23030100	REHABILITATION AND REPAIRS	20,000.00
23040100	PRESERVATION OF THE ENVIRONMENT	5,928,000.00
23050100	ACQUSITION OF NON TANGIBLE ASSET	23,399,000.00
23050200	ACQUSITION OF NON TANGIBLE AND OTHER EXPENDITURE	223,316,347.61
	WATER SUPPLY	18,000,000.00
	INTERNATIONAL WOMEN DAY	1,000,000.00
	TOTAL	**332,077,147.61**

BIASE LOCAL GOVERNMENT, AKPET CENTRAL

Note 8. Depreciation of Property, Plant and Equipment

PROPERTY, PLANT AND EQUIPMENT

	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment	Furniture & Fittings	Intangible Assets	Bridges	Road	Traffic Light	Streetlights	Drainages	Total
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2022												1,020,413,830.39
Additions												332,077,147.61
Disposal												-
Adjustments												-
As at 31/12/2022 (A)	-	-	-	-	-	-	-	-	-	-	-	1,352,490,978.00
Depreciation												
As at 1/1/2022												102,041,383.03
Charge for the year												33,207,714.76
Disposals												-
Adjustments												-
As at 31/12/2022 (B)	-	-	-	-	-	-	-	-	-	-	-	135,249,097.79
Net Book Value (A-B)	-	-	-	-	-	-	-	-	-	-	-	1,217,241,880.21

NOTE 9

Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Biase Local Government Council Cash Books as at 31st December 2022.

S/N	DETAILS	BALANCES (₦)
1.	FIRST BANK	752,035.53
2.	ZENITH BANK	57,095,526.49
3.	CRUTECH GMM, MFB	111,265.94
4.	FIRST BANK SAL/OH	58,511,787.77
5.	ZENITH BANK SAL/OH	43,265.49
6.	CASH AT HAND	-
	TOTAL	**116,513,881.22**

Note10:

RECEIVABLES

This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	661,385,225.55
2022 Unpaid 10%	114,154,047.76
Remittance for the Period	-
Balance Carried forward	**775,539,273.31**

BIASE LOCAL GOVERNMENT, AKPET CENTRAL

NOTE 11.

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. Details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2022		**141,737,722.93**
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN	DEDUCTION FROM ALLOCATION	1,000,000.00
JUL	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEP	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance carried forward as at 31 Dec 2022		**153,737,722.93**

Note 12:

DEPOSITS

Deposits received represents unpaid retention fees, unclaimed salaries and unpaid contract sums for contracts awarded by councils during the year while Deposits remitted represent the aforementioned amounts actually paid out.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2020 (₦)	CURRENT YEAR ADDITIONS (₦)	REMITTANCES DURING THE YEAR (₦)	BALANCE AS AT 31-12-2022 (₦)
1	SALARY DEPOSIT	11,508,466.87	-	-	11,508,466.87
2	UNCLAIMED SALARIES	8,655,227.71	-	-	8,655,227.71
TOTAL		**20,163,694.58**	**-**	-	**20,163,694.58**

BIASE LOCAL GOVERNMENT, AKPET CENTRAL

Note 13

UNREMITTED DEDUCTIONS - ₦

This represents the cumulative total of all unremitted statutory deductions by Biase LGC to certain State agencies as mandated by Law.

UNREMITTED DEDUCTIONS	AMOUNT(₦)
Balance brought forward 01-01-2022	528,847,959.56
Add: Deductions during the year	782,983,051.15
Less: Actual Remittance during the year	154,019,723.10
BALANCE CARRIED FORWARD	**1,211,811,287.61**

Note 14
Payables
This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Biase LGCs as at 31st December 2022.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2022	CURRENT YEAR ADDITIONS	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2022
1	WITHOLDING TAX	8,056,908.58	-	-	8,056,908.58
2	VALUE ADDED TAX	6,702,976.65	-	-	6,702,976.65
3	PAYE	340,000.00	-	-	340,000.00
4	STAMP DUTY	51,900.00	-	-	51,900.00
	TOTAL	**15,151,785.23**	**-**	**-**	**15,151,785.23**

Note 15
LONG TERM LOANS/BORROWINGS (CRSG LOAN)
This represents Biase LGC's share of the cumulative total amount owed the State Government by the 18 LGCs, borrowed to offset shortfalls in funds to pay salaries.

DETAILS	AMOUNT(₦)
Long term Loan brought forward	73,680,797.86
Repayment during the year	-
BALANCE CARRIED FORWARD	**73,680,797.86**

Note 16

The sum of 73,680,797.86 represents short term facilities the Council is indebted to financial institutions.

Note 17

Equity

Equity/Total Assets	2022		2021	
Details	**Reserve**	**Accumulated Surplus**	**Reserve**	**Accumulated Surplus**
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/	232,529,031.47	315,705,509.83	182,245,530.04	763,092,415.62
changes for the year	12,000,000.00	-	50,283,521.43	232,529,031.47
Adjustment to Net Asset	-	763,091,597.60	-	(679,915,957.26)
Total Equity	**244,529,031.47**	**1,078,797,107.13**	**232,529,031.47**	**315,705,509.83**

Note 18

INVESTMENTS

This represents joint investments and stocks held by the Biase LGC in certain State-owned projects/companies like the Tinapa Business Resort, the Obudu Ranch Resort and the Cross-River State Micro Finance Bank.

DETAILS	AMOUNT (₦)
INVESTMENT TOTAL BFWD 01-01-2021	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	**158,878,724.67**

BOKI LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURES

BOKI LOCAL GOVERNMENT, BOJE

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Boki Local Government Council found on pages 190-192 have been examined under my direction, which have been prepared under the accounting policies set out on pages 184-189.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit so as to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Boki Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM,Ph.D,CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

BOKI LOCAL GOVERNMENT, BOJE

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Boki Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Boki 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Boki Local Government as at 31st December 2022 and its operations for the period ended on that date.

…………………………………………………	30th June 2023 ………………………
HOLGA	**DATE**
…………………………………………………	30th June 2023 ………………………
DIRECTOR OF FINANCE (TREASURER)	**DATE**

The Chairman,
Boki Local Government Council,
BOJE.

AUDIT CERTIFICATE ON THE ACCOUNTS OF BOKI LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 190 to 192 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my office, Councils Financial Statements were converted to IPSAS (Cash Basis) General Purpose Financial Statements for the first time in the interest of best practice.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Boki Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

……………………………….
ENI, ODEN OFEM, Ph.D, CNA
ACTING AUDITOR-GENERAL LGs
CALABAR

BOKI LOCAL GOVERNMENT, BOJE

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

ASSETS	**NOTES**	**2022**	**2021**
Current Assets		₦	₦
Cash and Cash Equivalent	9	239,080,852.37	119,718,799.42
Receivables	10	775,539,273.31	661,385,225.55
Total Current Asset		1,014,620,125.68	781,104,024.97
Non-Current Assets			
Investment	18	158,878,727.67	158,878,727.67
Property, Plant & Equipment	8	801,304,277.07	595,725,209.12
Contribution to CRS Reserve Fund	11	153,737,722.92	141,737,722.92
Loan to CRSG		148,541,424.36	
Total Non-Current Asset		1,262,462,152.02	896,341,656,71
Total Asset (A)		2,277,082,277.70	1,677,445,681.68
Current Liabilities			
Depositors	12	31,073,103.06	31,073,108.06
Unremitted Deductions	13	1,944,052,295.46	1,194,974,648.61
Payables (Unremitted Taxes)	14	17,552,168.44	17,552,168.44
Short term Loans & Debts	15	9,351,658.56	9,351,658.56
Total Current Liabilities		2,002,029,225.52	1,252,951,583.67
Non-Current Liabilities			
Long Term Borrowings (CRSG loan)	16	-	73,680,797.86
Loan to Councillors	18	-	-
Total Non-Current Liabilities		-	103,180,797.86
Total Liabilities (B)		2,002,029,225.52	1,356,132,381.53
Net Asset (A - B)		275,053,052.18	321,313,300.15
NET ASSET AND EQUITY			
Reserve Fund	17	206,245,510.04	194,245,510.24
Accumulated Surplus/(Deficit)	17	68,807,542.14	127,067,789.91
Net Assets		**275,053,052.18**	**321,313,300.15**

BOKI LOCAL GOVERNMENT, BOJE

Statement of Changes in Net Asset/Equity for the year Ended 31st December, 2022.			
	Accumulated Surplus	Reserves	Total
	₦	₦	₦
Balance as at 1 January 2022	127,067,789.91	194,245,510.04	321,313,299.95
Changes for the Year	-	12,000,000.00	12,000,000.00
Transfer to/(from) changes in Net Assets	(58,260,247.77)	-	(58,260,247.77)
Balance as at 31st December 2022.	68,807,542.14	206,245,510.04	275,047,053.18
Balance as at 1 January 2022	197,637,355.44	182,245,510.04	379,882,865.48
Changes for the Year	-	12,000,000.00	12,000,000.00
Transfer to/(from) changes in Net Assets	(70,569,565.53)		(70,569,565.53)
Balance as at 31st December 2022.	127,067,789.91	194,245,510.04	321,313,299.95

BOKI LOCAL GOVERNMENT, BOJE

Cash Flow Statement for the year Ended 31st December, 2022.			
Cash Flow from Operating Activities	NOTES	2022	2021
		₦	₦
Inflows:			
Gross Statutory Allocation	1	1,637,398,264.91	1,529,086,435.46
Government Share of VAT	1	870,756,186.24	714,097,674.67
Share of Exchange Gain Difference	1	16,135,610.74	8,393,146.72
Other Revenue	1	204,327,604.14	127,452,043.27
Internally Generated Revenue	2	11,223,121.00	13,149,888.87
Capital Receipts	3	996,175,354.30	887,117,642.85
Total Inflows from Operating Activities		**3,736,016,141.33**	**3,279,296,831.84**
Employees' Benefits	4	2,105,517,237.65	2,114,349,558.08
Admin (Overhead) Cost	5	91,667,524.87	102,012,051.88
Statutory Deductions	1	864,933,383.01	715,702,502.29
Deduction at Source	1	25,700,844.12	70,311,550.76
JAAC Charges		-	-
Total Outflows from Operating Activities		**3,087,818,989.65**	**3,002,375,063.01**
Net Cashflow from Operating Activities		**648,197,151.68**	**276,921,168.83**
CASHFLOW FROM INVESTING ACTIVITIES			
Purchase/Construction of PPE	7	(294,612,876.51)	(262,180,166.63)
CRS Future Generation		(12,000,000.00)	12,000,000.00
Net Cashflow from Investing Activities		(306,612,876.51)	(274,180,166.63)
CASH FLOW FROM FINANCING ACTIVITIES			
Taxes Received		-	6,000,000.00
Loan to Councillors		-	40,000,000.00
Loan Repayment (CRSG)		(222,222,222.22)	-
Loan Repayment	10	-	(10,500,000.00)
Net Cash Flow from Financing Activities		**(222,222,222.22)**	**35,500,000.00**
Net Cash Flow from All Activities		119,362,052.95	(18,241,002.20)
Cash and its Equivalent as at 01/01		119,718,799.42	101,477,794.22
Adjustment			-
Cash and its Equivalent as at 31 Dec 2022		**239,080,852.37**	**119,718,799.42**

BOKI LOCAL GOVERNMENT, BOJE

Statement of Financial Performance for the year Ended 31st December, 2022.			
Revenue	NOTES	2022	2021
		₦	₦
Statutory Revenue	1	2,702,916,821.91	2,379,029,300.12
Internally Generated Revenue	2	11,223,121.00	13,149.888.87
Other Capital Receipts	3	996,175,354.30	887,117,642.85
10% State IGR	10	775,539,273.31	127,290,450.96
Total Revenue		4,485,854,570.52	3,406,587,282.80
Expenditures			
Employees Benefits	4	2,105,517,237.65	2,114,349,558.08
General and Admin Expenses (Overhead)	5	91,667,524.87	176,867,208.97
Transfer to Other Government Entities	6	864,933,383.01	715,702,502.29
Public Debt Charges		-	
Total Operating Expenses		3,062,118,145.53	3,006,919,269.34
Excess/(Deficit) of Revenue over Expenditures		1,423,736,424.99	399,668,013.46
Non-Cash Movement			
Depreciation of PP&E	8	89, 033,808.56	52,323,041.65
Net Surplus/(Deficit)		**1,334,702,616.43**	**347,435,971.81**

BOKI LOCAL GOVERNMENT, BOJE

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL			
FOR THE YEAR ENDED 31ST DECEMBER 2022			
	FINAL BUDGET 2022	**ACTUAL 2022**	**DIFFERENCE**
	₦	₦	₦
RECEIPTS:			
Gross Statutory Allocation	2,500,000,000	2,702,916,821.91	202,916,821.91
Internally Generated Revenue	40,959,040.00	11,223,121.00	(29,735,919.00)
Capital Receipts	1,781,770,866.00	996,175,354.30	(785,595,531.79)
Total Receipts	**4,322,729,906.00**	**3,710,315,297.21**	**(612,414,608.79)**
PAYMENTS			
Salaries and Wages	1,309,393,051.00	2,105,517,237.65	(796,124,186.65)
Statutory Deductions	1,196,385,826.00	864,933,383.02	331,452,442.98
Overhead / Operating Expenditure	100,000,000.00	91,667,524.87	8,332,475.13
Purchase/Construction of PPE	1,138,567,773.00	294,612,876.51	843,954,896.49
Investment Expenditure	-	-	-
Total Payments	**3,744,346,650**	**3,356,731,022.05**	**387,615,627.95**
NET SURPLUS (DEFICIT)		**353,584,275.16**	

BOKI LOCAL GOVERNMENT, BOJE

Financial Statement for the Year Ended 31st December, 2022.

Summary of Significant Accounting Policies

xxiii. Reporting Entities

Boki local government area is located in Cross River state, Southern Nigeria and has its headquarters in the town of Boje. Boki LGA shares borders with the Republic of Cameroon and the Ikom, obudu, and ogoja LGAs. Boki LGA has a population of about 143,980 inhabitants with the vast majority being members of theBoki ethnic sub-division. The Boki dialect is largely spoken in Boki LGA while Christianity is the widely practiced religion in the area. Boki LGA consists of several towns and villages which include Ntamante, Borum, Kakwagom-Irruan, Bunyia, NkimOsokom, Boje, Dadi, Iman, and Okundi. Boki LGA is home to a number of important festivals which include the New Yam, the Alobe, and the Etcen festivals while interesting landmarks in the LGA include the Afi Mountain Wildlife Sanctuary and the Borum Oil palm estate.

xxiv. Basis of Preparation – Statement of Compliance

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

xxv. Accounting Period

The accounting year to which the Financial Statements relate is from 1stJanuary to 31st December.

xxvi. Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

xxvii. Allocation of Expenses

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council.

xxviii. Revenue Recognition

Revenues are recognised when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

xxix. Investment Property

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort, Cross River Micro Finance bank and Cally Air. This income is recognized when CRSG's right to receive payment is established. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment properties are derecognised either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

xxx. Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognises such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

xxxi. Depreciation and Amortization

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

xxxii. Cash and cash equivalents

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

xxxiii. Inventory

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they're measured at the lower of cost and current replacement cost. Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

xxxiv. Interest Received

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

xxxv. Loans

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xxxvi. Loan Repayments

Amounts repaid from Loans granted to Local Governments Legislators shall be classified under Loan Repayments, amount disclosed shall be actual amount.

xxxvii. Interest on Loans

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

xxxviii. Prepayments

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

xxxix. Investments

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

xl. Leases

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

xli. Other Borrowings

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

xlii. Deposits

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

xliii. Employee Benefits

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows.To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

xliv. Unremitted Deductions

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

NOTES TO THE FINANCIAL STATEMENTS

Note 1.

Revenues

GROSS STATUTORY ALLOCATION)

This represents allocations received monthly by Boki Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	2,702,916,821.91
Internally Generated Revenue	11,223,121.00
Other Capital Receipts	996,175,354.30
Unremitted 10% State IGR	775,539,273.31
	4,485,854,570.52

The monthly collections of revenue sub-components are detailed in the table below:

S/N	MONTH	GROSS FAAC	VAT	SHARE OF EXCHANGE GAIN DIFFERENCE	OTHER REVENUE	TOTAL GROSS ALLOCATION	DEDUCTIONS	NET FAAC
		=N=	=N=	=N=	=N=	=N=	=N=	=N=
1	JANUARY	69,055,065.05	66,017,060.11	1,373,217.40	32,638,063.35	169,083,405.91	2,141,737.01	166,941,668.90
2	FEBRUARY	92,963,130.61	61,989,144.10	2,216,602.64	27,275,563.90	184,444,441.31	2,141,737.01	182,302,704.30
3	MARCH	138,641,832.74	75,233,266.40	-	4,159,254.98	218,034354.12	2,141,737.01	215,892,617.11
4	APRIL	122,309,242.35	61,995,554.84	2,635,043.42	9,853,371.55	196,793,212.16	2,141,737.01	194,651,475.15
5	MAY	104,185,718.42	74,503,923.86	-	39,631,083.80	128,320,726.08	2,141,737.01	216,178,989.07
6	JUNE	164,712,149.51	71,616,067.53	-	4,941,364.49	241,269,581.53	2,141,737.01	239,127,844.52
7	JULY	213,795,769.80	65,606,604.36	-	6,413,873.09	285,816,247.25	2,141,737.01	283,674,510.24
8	AUGUST	121,973,187.20	81,890,075.58	-	9,764,238.56	213,627,501.34	2,141,737.01	211,485,764.33
9	SEPTEMBER	131,034,274.84	70,530,040.94	-	25,578,318.38	227,142,634.16	2,141,737.01	225,000,897.15
10	OCTOBER	116,213,142.34	79,796,868.15	1,522,704.35	34,057,290.28	231,590,005.12	2,141,737.01	229,448,268.11
11	NOVEMBER	181,762,581.34	75,273,334.64	1,883,834.57	10,015,181.73	268,934,932.28	2,141,737.01	266,793,195.27
12	DECEMBER	180,752,170.65	86,304,245.72	6,504,208.35	-	273,560,624.72	2,141,737.01	271,418,887.71
TOTAL		**1,637,398,264.91**	**870,756,186.24**	**16,135,610.74**	**204,327,604.14**	**2,728,617,666.03**	**25,700,844.12**	**2,702,916,821.91**

The details of Other Revenue sub-component is also disclosed in the table below:

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for Boki Local Government Council for the year ended 31st December 2022.

S/N	MONTH	SHARE OF NON OIL REVENUE	ELECTRONIC MONEY TRANSFER LEVY	SHARE OF ECOLOGICAL FUND	TOTAL
		₦	₦	₦	₦
1	JANUARY	29,636,130.95	-	3,001,932.40	32,638,063.35
2	FEBRUARY	23,708,904.76	-	3,566,659.14	27,275,563.90
3	MARCH	-	-	4,159,254.98	4,159,254.98
4	APRIL	5,927,226.19	-	3,926,145.36	9,853,371.55
5	MAY	-	36,505,512.25	3,125,571.55	39,631,083.80
6	JUNE	-	-	4,941,364.49	4,941,364.49
7	JULY	-	-	6,413,873.09	6,413,873.09
8	AUGUST	5,927,226.16	-	3,837,012.40	9,764,238.56
9	SEPTEMBER	17,781,678.57	3,332,161.20	4,464,478.61	25,578,318.38
10	OCTOBER	29,636,130.95	-	4,421,159.33	34,057,290.28
11	NOVEMBER	-	4,505,789.25	5,509,392.48	10,015,181.73
12	DECEMBER	-	-	-	-
	TOTAL	**112,617,297.61**	**44,343,462.70**	**47,366,843.83**	**204,327,604.14**

DEDUCTIONS AT SOURCE - (₦) 25,700,844.12

This represents deductions made at source by the FAAC Allocation Committee against Boki Local government revenue allocation for the year.

Note 2

INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Boki Local Government Council for the year ended 31st December 2021.

CODE	DETAILS	ACTUAL 2022
		₦
12010100	TAXES	400,000.00
12010200	RATES	1,007,000.00
1202100	LOCAL LICENCE FEES	937,000.00
12020500	EARNINGS FROM COMMERCIAL UNDERTAKINGS	6,160,000.00
12020800	RENT ON GOVERNMENT PROPERTY	-
12021200	INTEREST ON DIVIDENDS	-
12020700	EARNINGS	2,757,120.00
	TOTAL	**11,223,121.00**

MONTHS	12010100	1202100	12020500	12020700	TOTAL
JANUARY	-	-	150,000.00	3,735,000.00	3,885,000.00
FEBRRUARY	20,000.00	28,000.00	480,000.00	293,000.00	821,000.00
MARCH	400,000.00	-	335,000.00	313,000.00	1,048,000.00
APRIL	-	385,000.00	845,000.00	16,000.00	1,246,000.00
MAY	-	100,000.00	445,000.00	-	545,000.00
JUNE	-	-	115,000.00	225,000.00	340,000.00
JULY	200,000.00	20,500.00	35,000.00	288,000.00	543,500.00
AUGUST	-	-	190,000.00	145,120.00	335,120.00
SEPTEMBER	-	-	110,000.00	-	110,000.00
OCTOBER	-	-	140,000.00	198,500.00	338,500.00
NOVEMBER	-	-	195,000.00	75,000.00	270,000.00
DECEMBER		225,000.00	450,000.00	1,066,000.00	1,741,000.00
TOTAL	**620,000.00**	**758,500.00**	**3,490,000.00**	**6,354,620.00**	**11,223,120.00**

Note 3

CAPITAL RECEIPTS – ₦986,234,934.91

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC.

Note 4
Employees Benefit

This consists of the salaries and wages paid to staff of Boki local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.

SALARIES WAGES & EMPLOYEE BENEFITS		
S/N	DESCRIPTION	AMOUNT(₦)
1	Staff Salary	221,443,802.01
2	TRC	33,120,000.00
3	PR	2,700,000.00
4	APC WOMEN	35,820,000.00
5	PHCDA	322,996,803.90
6	Pol. Office Holders	74,304,525.36
7	NP Operatives	156,910,000.00
8	SUBEB	836,554,358.52
9	Pension	421,667,747.86
	TOTAL	**2,105,517,237.65**

LGA	**Staff Sal.**	**TRC**	**PR**	**APC WOMEN**	**PHCDA**	**Pol. Office Holders**	**NP Operatives**	**SUBEB**	**Pension**	**Total**
JAN	18,525,190.56	2,700,000.00	225,000.00	2,925,000.00	24,681,822.78	6,192,043.78	25,530,000.00	70,722,324.84	35,723,005.13	187,224,387.09
FEB	18,525,190.56	2,700,000.00	225,000.00	2,925,000.00	24,681,822.78	6,192,043.78	28,330,000.00	70,600,564.06	35,465,267.15	189,644,888.33
MAR	18,525,190.56	2,700,000.00	225,000.00	2,925,000.00	27,492,732.74	6,192,043.78	-	70,523,751.99	35,643,406.62	164,227,125.69
APR	18,525,190.56	2,700,000.00	225,000.00	2,925,000.00	27,492,732.74	6,192,043.78	-	70,523,751.99	34,865,523.19	163,449,242.26
MAY	18,525,190.56	2,700,000.00	225,000.00	2,925,000.00	27,432,014.30	6,192,043.78	900,000.00	70,383,929.91	34,865,523.19	164,148,701.74
JUN	18,524,505.13	2,700,000.00	225,000.00	2,925,000.00	27,447,284.08	6,192,043.78	900,000.00	70,026,365.40	34,712,054.12	163,652,252.51
JUL	18,524,505.13	2,700,000.00	225,000.00	2,925,000.00	27,447,284.08	6,192,043.78	4,500,000.00	69,788,508.33	34,712,054.12	167,014,395.44
AUG	18,524,505.13	2,700,000.00	225,000.00	2,925,000.00	27,447,284.08	6,192,043.78	900,000.00	69,337,357.75	35,096,178.30	163,347,369.04
SEP	18,524,505.13	2,700,000.00	225,000.00	2,925,000.00	27,447,284.08	6,192,043.78	900,000.00	69,098,582.54	35,096,178.30	163,108,593.83
OCT	18,606,582.33	2,700,000.00	225,000.00	2,925,000.00	27,157,326.81	6,192,043.78	31,650,000.00	68,652,657.11	35,162,852.58	193,271,462.61
NOV	18,056,623.18	3,397,500.00	225,000.00	3,622,500.00	27,157,326.81	6,192,043.78	31,650,000.00	68,448,282.30	35,162,852.58	193,912,128.65
DEC	18,056,623.18	2,722,500.00	225,000.00	2,947,500.00	27,111,888.62	6,192,043.78	31,650,000.00	68,448,282.30	35,162,852.58	192,516,690.46
TOTAL	**221,443,802.01**	**33,120,000.00**	**2,700,000.00**	**35,820,000.00**	**322,996,803.90**	**74,304,525.36**	**156,910,000.00**	**836,554,358.52**	**421,667,747.86**	**2,105,517,237.65**

Note 5

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

ADMIN EXPENSES (OVERHEAD COST)	**₦**
DETAILS	
TRAVEL & TRANSPORT	9,145,920.00
MATERIALS & SUPPLIES	1,489,000.00
MAIMTENANCE & REPAIRS	1,273,000.00
TRAINING & STAFF DEVELOPMENT	22,845,000.00
CONSULTANCY & PROFESSIONAL SERVICES	900,000.00
FINANCE CHARGE	244,625.01
ENTERTAINMENT AND HOSPITALITY	6,375,000.00
OTHER SERVICES	49,394,980.46
CRFC	-
TOTAL	**91,667,525.47**

Note 6

Transfer to Other Government Agencies

This is made up of 32% statutory deductions made from Boki Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

1	1% MINISTRY OF LOCAL GOVERNMENT FOR ADMINISTRATION	243,262,513.97
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	135,145,841.09
3	STATE ELECTRIFUCATION AGENCY (SEA) 5%	67,572,920.54
4	JOINT SECURITY OPERATIONS 2.5%	67,572,920.54
5	JOINT SOCIAL WELFARE2.5%	13,514,584.11
6	BORDER COMMUNITY DEVELOPMENT FUND .05%	27,029,168.22
7	SPORT DEVELOPMENT 1%	67,572,920.54
8	ENVIROMENTAL MANAGEMENT & PROTECTION 2.5%	13,514,584.11
9	CRHA OVERSIGHT FUNCTION 0.5%	13,514,584.11
10	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	108,116,672.88
11	INFRASTRUTURAL DEVELOPMENT AGENCY 4%	27,029,168.22
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY 1%	27,029,168.22
13	LOCAL GOVERNMENT SERVICE COMMISSION 1%	27,029,168.22
14	INTERNATIONAL DONOR AGENCY 1%	27,029,168.22
	TOTAL	864,933, 383.01

Note 7

Property, Plant and Equipment

During the year under review, the Boki LGC spent a total sum of ₦261.1m on Purchase and Construction of PPE (Property, Plant and Equipment).

CODE	DETAILS	DIRECT COUNCIL'S EXPENDITURE (₦)
23010100	PURCHASE OF FIXED ASSET, GENERAL	-
23020100	CONSTRUCTION/PROVISION OF FIXED ASSETS	56,805,000.00
23030100	REHABILITATION AND REPAIRS	43,481,468.89
23040100	PRESERVATION OF THE ENVIRONMENT	10,000,000.00
23050100	ACQUISITION OF NON-TANGIBLE ASSETS AND OTHER EXPENDITURE	184,326,407.62
		294,612,876.51

Note 8. Depreciation of Property, Plant and Equipment

PROPERTY, PLANT AND EQUIPMENT

	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment	Furniture & Fittings	Intangible Assets	Bridges	Road	Traffic Light	Streetlights	Drainages	Total
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2022												595,725,209.12
Additions												294,612,876.51
Disposal	-	-										-
Adjustments												
As at 31/12/2022 (A)	-	-	-	-	-							890,338,085.63
Depreciation												
As at 1/1/2022												59,572,520.91
Charge for the year												29,461,287.65
Disposals												
Adjustments												-
As at 31/12/2022 (B)	-	-	-	-	-							89,033,808.56
Net Book Value (A-B)	-	-	-	-	-							801,304,277.07

NOTE 9

Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Boki Local Government Council Cash Books as at 31st December 2022.

BANK	ACCOUNT NUMBER	AMOUNT(N)
ZENITH BANK - REVENUE	1011492994	7,321,023.76
FBN SALARY & OVERHAED	2032515491	814,956.21
ZENITH BANK - CAPITAL	14011553178	67,203,077.09
ZENITH - SALARY & OVERHEAD	1017366732	163,379,324.41
UNICAL MFB - UNCLAIMED	0410326069	77,404.26
UNICAL MFB - REVENUE	041033022	74,220.14
TOTAL BANK		**239,080,852.37**
CASH AT HAND		NIL
BALANCE C/D		**239,080,852.37**

Note 10:

Receivables

This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	**661,385,225,55**
2022 Unpaid 10%	114,154,047.76
Remittance for the Period	-
Balance Carried forward	**775,539,273.31**

Note 11.

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2022		**141,737,722.92**
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN	DEDUCTION FROM ALLOCATION	1,000,000.00
JUL	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEP	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance carried forward as at 31 Dec 2022		**153,737,722.92**

Note 12:

DEPOSITS

Deposits received represents unpaid retention fees, unclaimed salaries and unpaid contract sums for contracts awarded by councils during the year while Deposits remitted represent the aforementioned amounts actually paid out.

DETAILS	**AMOUNT (₦)**
Deposits brought forward	31,073,108.06
Addition during the year	-
BALANCE CARRIED FORWARD	**31,073,108.06**

Note 13

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Boki LGC to certain State agencies as mandated by Law.

DETAILS	AMOUNT(₦)
Unremitted deductions brought forward	1,194,974,648.61
Addition in the year	864,933,383.01
SUB-TOTAL	2,059,908,031.62
Remittances during the year	115,849,736.16
BALANCE CARRIED FORWARD	**1,944,058,295.46**

Note 14
Payables

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Boki LGCs as at 31st December 2022

S/N	DETAILS	BAL. B/F	CURRENT	REMITTANCES	BALANCE
1	5% CONTRACTORS' TAX	10,478,484.44	-	-	10,478,484.44
2	5% VALUE ADDED TAX (VAT)	7,073,684.00	-	-	7,073,684.00
TOTAL		**17,552,168.44**	**-**	**-**	**17,552,168.44**

Note 15

SHORT TERM LOANS AND DEBTS

This represents loans owed to various banks by Boki Local Governments.

DETAILS	**AMOUNT (₦)**
Short Term Loan brought forward	9,351,685.56
Addition during the year	NIL
BALANCE CARRIED FORWARD	**9,351,658.56**

Note 16

LONG TERM LOANS/BORROWINGS (CRSG LOAN) – NIL

This represents the cumulative total amounts owed the State Government by the 18 LGCs, borrowed to offset shortfalls in funds to pay salaries.

DETAILS	AMOUNT(N)
Long term Loan brought forward	73,680,797.86
Repayment during the year	73,680,797.86
BALANCE CARRIED FORWARD	**NIL**

Note 17

Equity

Equity/Total Assets	**2022**		**2021**	
Details	Reserve	Accumulated Surplus	Reserve	Accumulated Surplus
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/	194,245,510.04	127,067,789.91	182,245,510.04	197,637,355.44
changes for the year	12,000,000.00	-	12,000,000.00	
Adjustment to Net Asset	-	(58,266,247.77)	194,245,510.04	(70,569,565.53)
Total Equity	**206,245,510.04**	**68,801,524.14**	**194,245,510.04**	**127,067,789.91**

Note 18

INVESTMENTS

This represents joint investments and stocks held by the Boki LGC in certain State-owned projects/companies like the Tinapa Business Resort, the Obudu Ranch Resort and the Cross-River State Micro Finance Bank.

DETAILS	AMOUNT (₦)
INVESTMENT TOTAL BFWD 01-01-2022	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	**158,878,724.67**

CALABAR MUNICIPAL LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURES

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Calabar Municipal Local Government Council found on pages 212-214 have been examined under my direction, which have been prepared under the accounting policies set out on pages 206-211.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit so as to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Calabar Municipal Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM,PH.D,CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Calabar Municipal Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Calabar Municipal 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Calabar Municipal Local Government as at 31st December 2022 and its operations for the period ended on that date.

……………………………………………………… 30th June 2023 ……………………………

HOLGA **DATE**

……………………………………………………… 30th June 2023 ……………………………

MRS. GLORY TONY EFFIONG, ACA **DATE**

DIRECTOR OF FINANCE (TREASURER)

The Chairman,
Calabar Municipal Local Government Council,
CALABAR.

AUDIT CERTIFICATE ON THE ACCOUNTS OF CALABAR MUNICIPAL LOCAL GOVERNMENT FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 212 to 214 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:

It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION

I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION

Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Calabar Municipal Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

…………………………………
ENI, ODEN OFEM, Ph.D, CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

Statement of Financial Position as at 31st December, 2022.			
ASSETS	NOTES		2021
Current Assets			₦
Cash and Cash Equivalent	9	155,556,093.93	141,344,696.82
Receivables	10	775,539,273.31	661,385,225.46
		65,000,701.60	
Total Current Asset		**996,096,068.84**	802,729,922.28
Non-Current Assets			
Investment	17	158,878,724.67	158,878,724.67
Property, Plant & Equipment	8	678,355,098.50	529,872,830.92
Contribution to CRS Reserve Fund	11	153,737,722.93	141,737,722.93
Total Non-Current Asset		**990,971,546.10**	**830,489,278.52**
Total Asset (A)		**1,987,067,614.94**	**1,633,219,200.80**
Current Liabilities			
Depositors	12	670,017.15	670,017.15
Unremitted Deductions	13	1,633,292,622.26	1,037,685,871.59
Payables (Unremitted Taxes)	14	48,620.00	48,620.00
Total Current Liabilities		**1,634,011,259.41**	**1,038,404,508.74**
Non-Current Liabilities			
Long Term Borrowings (CRSG loan)	15	73,680,797.86	73,680,797.86
Loan to Councillors			65,000,701.60
Total Non-Current Liabilities		**73,680,797.86**	138,681,499.46
Total Liabilities (B)		**1,707,692,057.27**	1,177,086,008.20
Net Asset (A - B)		**279,375,557.67**	**465,133,192.60**
NET ASSET AND EQUITY			
Reserve Fund	16	182,245,510.04	182,245,510.04
Accumulated Surplus/(Deficit)	16	97,130,047.63	282,887,682.56
Net Assets		**279,375,557.67**	**465,133,192.60**

Statement of Changes in Net Asset/Equity as at 31st December, 2022.			
	Reserves	Accumulated Surplus	Total
	₦	₦	₦
Balance at 31 December 2022	182,245,510.04	278,887,682.22	465,133,192.60
Net surplus for the period	12,000,000.00	319,431,397.47	319,431,397.47
Transfer to/(from) changes in Net Assets		-517,198,032.06	-517,198,032.06
Additional Grant Received			-
Surplus on Revaluation of PPE	-		-
Surplus on Revaluation of Investments Property	-		-
Balance at 31 December 2022	**194,245,510.04**	**85,130,047.63**	**279,375,557.67**

-

Cash Flow Statement for the year Ended 31st December, 2022.			
	NOTES	2022	2021
Cash Flow from Operating Activities		₦	₦
Inflows:			
Gross Statutory Allocation		1,296,626,335.41	1,230,666,362.46
Government Share of VAT		858,915,905.76	709,630,039.21
Share of Exchange Gain Difference		10,694,527.60	6,798,480.72
Other Revenue		182,447,498.20	116,677,490.87
Internally Generated Revenue		68,608,859.92	90,347,400.00
Capital Receipts		573,761,633.89	634,404,938.09
Total Inflows from Operating Activities		**2,991,054,760.78**	**2,788,524,711.35**
Employees' Benefits	3	1,597,660,435.80	1,640,726,239.69
Admin (Overhead) Cost	4	332,666,179.98	267,505,033.95
Statutory Deductions	5	751,578,965.43	617,970,875.34
Deduction at Source		25,700,844.12	70,311,550.76
Total Outflows from Operating Activities		**2,707,606,425.33**	2,596,513,699.74
Net Cashflow from Operating Activities		**283,448,335.45**	**192,011,011.61**
CASHFLOW FROM INVESTING ACTIVITIES			
Purchase/Construction of PPE	7	251,836,938.34	184,974,450.00
Acquisition of Assets-PPE		12,000,000.00	
Other CRSG Reserved Fund			
Net Cashflow from Investing Activities		**263,836,938.34**	**184,974,450.00**
CASH FLOW FROM FINANCING ACTIVITIES			
Loan from Ekondo & Councillors			144,000,000.00
Loan Repayment	10	5,400,000.00	78,999,298.40
Net Cash Flow from Financing Activities		5,400,000.00	65,000,701.60
Net Cash Flow from All Activities		**14,211,397.11**	72,037,263.21
Cash and its Equivalent as at 01/01		141,344,696.82	69,307,433.61
Cash and its Equivalent as at 31 Dec 2022		**155,556,093.93**	141,344,696.82

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

Statement of Financial Performance for the year Ended 31st December, 2022.			
		2022	**2021**
		₦'000	**₦'000**
REVENUE			
Statutory Allocation	12	2,166,236,768.77	2,063,772,373.26
Non- Tax Revenue	13	68,608,850.92	90,347,400.00
Other Capital Receipts	12	573,761,633.89	634,404,938.09
10% State IGR		114,154,047.76	127,290,450.68
Other Reciepts	12	182,447,498.20	
Total Revenue		**3,105,208,799.54**	**2,915,815,162.03**
EXPENDITURE			
Salaries & Wages	14	1,597,660,435.61	1,640,726,239.69
Overhead Cost	15	332,666,179.98	267,505,033.95
Transfer to Other Government Entities	16	751,578,965.43	617,970,875.34
Deduction at Source	12	25,700,844.12	70,311,550.76
Depreciation Charges -PPE	5	78,170,976.93	58,874,758.99
Impairment Charges			
Amortization Charges		0	
Bad Debt Charges		0	
Financial Charges		0	
Total Expenditure		**2,785,777,402.07**	**2,655,388,458.73**
Surplus/(deficit) from Operating Activities for the Period		**319,431,397.47**	**260,426,703.30**
Gain on Exhange/Disposals		-	
Total non-operating revenue (expenses)		**-**	
Surplus/(deficit) from Ordinary Activities		**319,431,397.47**	**260,426,703.30**
Extra Ordinary Item		0	0
Net Surplus/ (Deficit) for the Period		**319,431,397.47**	**260,426,703.30**

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL
FOR THE YEAR ENDED 31ST DECEMBER 2022

RECEIPTS:	BUDGET	ACTUAL	VARIANCE
	₦'	₦'	₦'
Statutory Allocation	4,141,577,146.00	1,296,626,335.41	1,296,626,335.41
Government Share of VAT		858,915,905.76	858,915,905.76
Share of Exchange Gain Difference		10,694,527.60	10,694,527.60
Other Revenue		182,447,498.20	182,447,498.20
Internally Generated Revenue	355,400,000.00	68,608,859.92	286,791,140.08
Capital Receipts	999,072,604.00	573,761,633.89	425,310,970.11
10% State IGR	20,000,000.00		20,000,000.00
TOTAL REVENUE	**5,516,049,750.00**	**2,991,054,760.78**	**2,524,994,989.22**
RECURRENT EXPENDITURE:			
Employees' Benefits	1,510,600,478.00	1,597,660,435.80	- 87,059,957.80
Admin (Overhead) Cost	552,436,955.00	332,666,179.98	219,770,775.02
Transfers- Grants & Contributions to Other Agencies	758,289,371.00	751,578,965.43	6,710,405.57
Deduction at Source(FAAC)	25,700,844.12	25,700,844.12	-
Capital Expenditure	1,777,823,082.00	251,836,938.34	1,525,986,143.66
TOTAL RECURRENT EXPENDITURE	**4,624,850,730.12**	**2,959,443,363.67**	**1,665,407,366.45**
SURPLUS		**31,611,397.11**	

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR `

ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS

i. Reporting Entities

Calabar Municipal is a Local Government Area located in the Southern Senatorial District of Cross River State. The headquarter is located in the city of Calabar. Its Southern shore are bounded by the Calabar River 5 miles upstream from that river's entrance into the Cross River estuary and Calabar South Local Government Area. It has an area of 331.551 square kilometers. Two ethnic groups form the indigenous population. These are the Quas and the Efiks. However, because of its cosmopolitan status, there abound people from all parts of the state and Nigeria in the city.

ii. Basis of Preparation – Statement of Compliance

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

iii. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December.

iv. Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

v. Allocation of Expenses

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council.

vi. Revenue Recognition

Revenues are recognized when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

vii. Investment Property

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort, Cross River Micro Finance bank and Cally Air. This income is recognized when CRSG's right to receive payment is established. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

viii. Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognizes such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

ix. Depreciation and Amortization

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

x. Cash and Cash Equivalents

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

xi. Inventory

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they're measured at the lower of cost and current replacement cost.

Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

xii. Interest Received

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

xiii. Loans

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xiv. Loan Repayments

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

xv. Interest on Loans

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

xvi. Prepayments

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

xvii. Investments

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

xviii. Leases

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

xix. Other Borrowings

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

xx. Deposits

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

xxi. Employee Benefits

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows. To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

xxii. Unremitted Deductions

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

NOTES TO THE FINANCIAL STATEMENTS

Note 1.

Revenues

GROSS STATUTORY ALLOCATION)

This represents allocations received monthly by Calabar Municipal Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	2,348,684,266.97
Internally Generated Revenue	68,608,859.92
Other Capital Receipts	573,761,633.89
Unremitted 10% State IGR	114,154,047.76

The monthly collections of revenue sub-components are detailed in the table below:

MONTH	GROSS FAAC	VAT	SHARE OF EXCHANGE GAIN DIFFERENCE	OTHER REVENUE	TOTAL GROSS ALLOCATION	DEDUCTIONS	NET FAAC
	=N=	=N=	=N=	=N=	=N=	=N=	=N=
JANUARY	54,702,241.86	65,115,565.64	1087799.58	25,854,370.48	146,759,977.56	2,141,737.01	144,618,240.55
FEBRUARY	73,641,110.24	61,150,582.19	1755890.51	21,606,445.41	158,154,028.35	2,141,737.01	156,012,291.34
MARCH	109,825,674.06	74,198,436.83		3,294,770.22	187,318,881.11	2,141,737.01	185,177,144.10
APRIL	96,887,748.23	61,152,503.15		9,892,747.13	167,932,998.51	2,141,737.01	165,791,261.50
MAY	82,531,127.34	73,498,914.51		38,489,010.52	194,519,052.37	2,141,737.01	192,377,315.36
JUNE	130,477,378.21	70,634,778.27		3,914,321.35	205,026,477.83	2,141,737.01	202,884,740.82
JULY	169,359,161.42	64,709,661.86		5,080,774.84	239,149,598.12	2,141,737.01	237,007,861.11
AUGUST	96,621,540.82	80,800,243.03		7,734,780.07	185,156,563.92	2,141,737.01	183,014,826.91
SEPTEMBER	103,799,317.10	69,568,489.70		20,913,170.30	194,280,977.10	2,141,737.01	192,139,240.09
OCTOBER	92,058,698.59	78,717,079.59	1,206,216.25	26,978,616.68	198,960,611.11	2,141,737.01	196,818,874.10
NOVEMBER	143,983,944.96	74,246,419.02	1,492,286.98	8,814,532.16	228,537,183.12	2,141,737.01	226,395,446.11
DECEMBER	142,738,392.58	85,123,231.97	5,152,334.28	9,873,959.04	242,887,917.87	2,141,737.01	240,746,180.86
TOTAL	**1,296,626,335.41**	**858,915,905.76**	**10,694,527.60**	**182,447,498.20**	**2,348,684,266.97**	**25,700,844.12**	**2,322,983,422.85**

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

The details of Other Revenue sub-component is also disclosed in the table below:

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for Calabar Municipal Local Government Council for the year ended 31st December 2022.

S/N	MONTH	SHARE OF NON OIL REVENUE	SHARE OF FOREX	EXCESS BANK CHARGES	SHARE OF ECOLOGICAL FUND	ELECTRONIC MONEY TRANSFER LEVY	SHARE OF SOLID MINERAL	TOTAL
			=N=	=N=	=N=			=N=
1	JANUARY	23,476,377.90			2,377,992.58			25,854,370.48
2	FEBRUARY	18,781,102.32			2,825,343.09			21,606,445.41
3	MARCH				3,294,770.22			3,294,770.22
4	APRIL	4,695,275.58		2,087,360.03	3,110,111.52			9,892,747.13
5	MAY				2,475,933.82	36,013,076.70		38,489,010.52
6	JUNE				3,914,321.35			3,914,321.35
7	JULY				5,080,774.84			5,080,774.84
8	AUGUST	4,695,275.58			3,039,504.49			7,734,780.07
9	SEPTEMBER	14,085,826.74			3,536,554.31	3,290,789.25		20,913,170.30
10	OCTOBER	23,476,377.90			3,502,238.78			26,978,616.68
11	NOVEMBER				4,364,286.96	4,450,245.20		8,814,532.16
12	DECEMBER					9,873,959.04		9,873,959.04
								-
	TOTAL	**89,210,236.02**	**0.00**	**2,087,360.03**	**37,521,831.96**	**53,628,070.19**	**0.00**	**182,447,498.20**

DEDUCTIONS AT SOURCE - (₦25,700,844.12)

This represents deductions made at source by the FAAC Allocation Committee against Calabar Municipal Local government revenue allocation for the year.

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

Note 2

INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Calabar Municipal Local Government Council for the year ended 31st December 2022.

CODE	DETAILS	ACTUAL 2022
		N
101000	TAXES	390,167.76
102000	RATES	7,356,000.00
103000	LOCAL LICENCE FEES	8,774,700
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	6,399,803.90
105000	RENT ON GOVERNMENT PROPERTY	40,900,000.00
106000	INTEREST ON DIVIDENDS	-
107000	REIMBURSEMENT	
108000	MISCELLANEOUS	4749988.26
	T O T A L	**68,579,659.92**

MONTH	1001	1002	1003	1004	1005	1008	TOTAL
JANUARY		150,000.00	858,000.00	79,000.00	5,950,000.00	663,013.50	7,700,013.50
FEBRUARY		880,000.00	1,263,500.00	3,657,807.54	6,750,000.00	1,661,400.00	14,212,707.54
MARCH	322,483.88	3130000	1,651,600.00	268,865.00	12,400,000.00	131,000.00	17,903,948.88
APRIL		910000	432,000.00	1,336,000.00	5,000,000.00		7,678,000.00
MAY		760000	561,000.00	130,000.00	5,000,000.00	106,000.00	6,557,000.00
JUNE		1305000	576,500.00	70,277.48	2,300,000.00	120,000.00	4,371,777.48
JULY	2200	230,000.00	279,100.00	285,589.04	3,000,000.00	11,000.00	3,807,889.04
AUGUST	65483.88		489,500.00	72,323.05		506000	1,133,306.93
SEPTEMBER			315,500.00	169,941.79		53,000.00	538,441.79
OCTOBER			505,000.00	130,000.00		1,413,574.76	2,048,574.76
NOVEMBER			511,500.00	90,000.00	500,000.00	43,000.00	1,144,500.00
DECEMBER			1,331,500.00	110,000.00		42,000.00	1,483,500.00
TOTAL	**390,167.76**	**7,365,000.00**	**8,774,700.00**	**6,399,803.90**	**40,900,000.00**	**4,749,988.26**	**68,579,659.92**

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

Note 3

CAPITAL RECEIPTS – ₦573,761,633.89

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC.

Note 4
Employees Benefit

This consists of the salaries and wages paid to staff of Calabar Municipal local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.

SALARIES WAGES & EMPLOYEE BENEFITS		
S/N	**DESCRIPTION**	**AMOUNT(₦)**
1	Traditional Rulers Allowances	10,800,000.00
2	Primary Health Care Salaries	362,776,778.82
3	Non-Pensionable Allowances	117,900,000.00
4	Council Staff Salaries	259,039,625.74
5	Political Office Holders	71,811,475.08
6	Pension Allowances	265,797,095.04
7	SUBEB - Teacher’s Salaries	509,535,460.93
	TOTAL	**1,597,660,435.61**

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

MONTH	COUNCIL SALARIES	PHC	LGEA	PENSION	NPA	TRC	POLITICAL OFFICE HOLDERS	TOTAL
JANUARY	22,313,990.31	25,550,805.71	43,278,751.57	22,365,137.95	21,000,000.00	900,000.00	5,984,289.59	141,392,975.13
FEBRUARY	22,070,478.30	25,550,805.71	43,115,811.08	22,686,501.71	23,800,000.00	900,000.00	5,984,289.59	144,107,886.39
MARCH	22,070,478.30	31,476,008.41	42,824,781.83	22,867,846.77	-	900,000.00	5,984,289.59	126,123,404.90
APRIL	22,070,478.30	31,476,008.41	42,824,781.83	21,969,655.76		900,000.00	5,984,289.59	125,225,213.89
MAY	21,944,774.53	31,476,008.41	42,824,781.83	22,059,750.84	750,000.00	900,000.00	5,984,289.59	125,939,605.20
JUNE	21,624,833.42	31,067,195.48	42,539,853.28	21,735,506.15	750,000.00	900,000.00	5,984,289.59	124,601,677.92
JULY	21,624,833.24	31,067,195.48	42,330,615.27	21,735,506.15	3,750,000.00	900,000.00	5,984,289.59	127,392,439.73
AUGUST	21,491,485.89	31,067,195.48	42,090,549.71	21,735,506.15	750,000.00	900,000.00	5,984,289.59	124,019,026.82
SEPTEMBER	21,491,485.89	31,067,195.48	42,090,549.71	21,924,549.97	1,500,000.00	900,000.00	5,984,289.59	124,958,070.64
OCTOBER	21,259,688.50	31,065,929.27	42,166,385.08	22,239,044.53	14000000.00	900,000.00	5,984,289.59	137,615,336.97
NOVEMBER	20,538,549.53	31,065,929.27	41,873,563.03	22,239,044.53	50,100,000.00	900,000.00	5,984,289.59	172,701,375.95
DECEMBER	20,538,549.53	30,846,501.71	41,575,036.71	22,239,044.53	1,500,000.00	900,000.00	5,984,289.59	123,583,422.07
TOTAL	**259,039,625.74**	**362,776,778.82**	**509,535,460.93**	**265,797,095.04**	**117,900,000.00**	**10,800,000.00**	**71,811,475.08**	**1,597,660,435.61**

Note 5

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

CODE	DETAILS	TOTAL OPERATING EXPENSES 2022
		N
431200	TRAVEL AND TRANSPORT	12,616,900
431300	UTILITIES	2,020,000.00
431400	MATERIALS & SUPPLIES	13,308,950.00
431500	MAINTENANCE & SERVICES	33,587,100
431600	TRAINING & STAFF DEVELOPMENT	1,101,713.27
431700	CONSULTANCES & PROF. SERVICES	1,150,000.00
431800	OTHER SERVICES	221,111,166.71
431900	FINANCE EXPENSES	790,567.24
432100	ENTERTAINMENT & HOSPITALITY	47,770,350.00
115000	CONSOLIDATED REVENUE FUND CHARGES	-
	TOTAL	**332,666,179.98**

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

Note 6

Transfer to Other Government Agencies

This is made up of 31% Statutory deductions made from Calabar Municipal Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	STATUTORY DEDUCTION AGENCY	AMOUNT (₦)
1	1% MINISTRY OF LOCAL GOVERNMENT FOR ADMINISTRATION	23,486,842.67
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	211,381,584.02
3	STATE ELECTRIFUCATION AGENCY (SEA) 5%	117,434,213.34
4	JOINT SECURITY OPERATIONS 2.5%	58,717,106.67
5	JOINT SOCIAL WELFARE 2.5%	58,717,106.67
6	BORDER COMMUNITY DEVELOPMENT FUND 0.5%	11,743,421.33
7	SPORT DEVELOPMENT 1%	23,486,842.67
8	ENVIROMENTAL MANAGEMENT & PROTECTION 2.5%	58,717,106.67
9	CRHA OVERSIGHT FUNCTION 0.5%	11,743,421.33
10	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	11,743,421.33
11	INFRASTRUTURAL DEVELOPMENT AGENCY 4%	93,947,370.67
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY 1%	23,486,842.67
13	LOCAL GOVERNMENT SERVICE COMMISSION 1%	23,486,842.67
	TOTAL	

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

Note 7

Property, Plant and Equipment

During the year under review, the Calabar Municipal LGC spent a total sum of ₦184.9m on Purchase and Construction of PPE (Property, Plant and Equipment).

Property, Plant and Equipment	₦
ECONONOMIC	
Commerce / Finance	112,295,850.00
Culture / Tourism	10,000,000.00
	122,295,850.00
SOCIAL	
Health	12,050,000.00
Social Development Youth & Sport	5,725,500.00
Water Supply	66,862,488.34
	84,637,788.34
ENVIRONMENTAL	
Environmental & Refuse Disposal	14,310,000.00
Town & Regional Planning	26,778,100.00
	41,088,100.00
General Administration	3,815,000.00
Total	**251,836,938.34**

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

Note 8. Depreciation of Property, Plant and Equipment

PROPERTY, PLANT AND EQUIPMENT

	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment	Furniture & Fittings	Intangible Assets	Bridges	Road	Traffic Light	Streetlights	Drainages	Total
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2022												529,872,830.92
Additions												251,836,938.34
Disposal												
Adjustments												781,709,769.26
As at 31/12/2021 (A)	-	-	-	-	-	-	-	-	-	-	-	52,987,283.09
Depreciation												
As at 1/1/2020												
Charge for the year												25,183,693.83
Disposals												
Adjustments												78,170,976.93
As at 31/12/2021 (B)	-	-	-	-	-	-	-	-	-	-	-	103,354,670.76
Net Book Value (A-B)	-	-	-	-	-	-	-	-	-	-	-	678,355,098.50

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

NOTE 9
Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Calabar Municipal Local Government Council Cash Books as at 31st December 2022.

S/N	BANK	AMOUNT(N)
1	FIRST BANK (SALARIES AND OVERHEAD)	89,852,628.74
2	ZENITH BANK (SALARIES AND OVERHEAD)	405,148.18
3	ECOBANK (REVENUE)	1,678.19
4	ZENITH BANK (REVENUE)	92,644.12
5	CROSS RIVER MICRO FINANCE	285
5	FIRST BANK (CAPITAL)	64,803,508.25
6	ZENITH BANK	368,990.82
7	FIRST BANK (SALARIES AND OVERHEAD)	
8	EKONDO	288.38
9	KEY STONE BANK	30,922.25
	TOTAL	**155,556,093.93**

Note 10:
Receivables
This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	661,385,225.46
2022 Unpaid 10%	114,154,047.76
Remittance for the Period	
Balance Carried forward 2022	775,539,273.31

Note 11.

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2021		143,737,722.93
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN	DEDUCTION FROM ALLOCATION	1,000,000.00
JUL	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEP	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance carried forward as at 31 Dec 2022		**153,737,722.93**

Note 12:

DEPOSITS

Deposits received represents unpaid retention fees, unclaimed salaries and unpaid contract sums for contracts awarded by councils during the year while Deposits remitted represent the aforementioned amounts actually paid out.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2022	CURRENT YEAR ADDITIONS	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2022
		₦	₦	₦	₦
1	RETENTION DEPOSIT	670,017.15	-	-	670,017.15
2	UNCLAIMED SALARIES	0.00	-	-	0.00
TOTAL		670,017.15	-	-	670,017.15

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

Note 13

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Calabar Municipal Council LGC to certain State agencies as mandated by Law.

DETAILS	AMOUNT (₦)
Unremitted deductions brought forward	**1,037,685,871.59**
Additions in the year	751,578,266.97
	1,789,264,138.56
2021 Remittances	155,971,476.30
BALANCE CARRIED FORWARD	**1,633,292,622.26**

Note 14
Payables

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Calabar Municipal Council LGCs as at 31st December 2022.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2022	CURRENT YEAR ADDITIONS	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2022
1	5% CONTRACTORS' TAX (WHT) BFWD	24,310.00	-	-	24,310.00
2	5% VALUE ADDED TAX (VAT) BFWD	24,310.00	-	-	24,310.00
	TOTAL	**48,620.00**	**-**	**-**	**48,620.00**

Note 15

LONG TERM LOANS/BORROWINGS (CRSG LOAN)

This represents the cumulative total amounts owed the State Government by the 18 LGCs, borrowed to offset shortfalls in funds to pay salaries.

DETAILS	AMOUNT(N)
Long term Loan brought forward	73,680,797.86
Repayment during the year	
BALANCE CARRIED FORWARD	73,680,797.86

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR

Note 16

Equity

Equity/Total Assets	2022		2021	
Details	Reserve	Accumulated Surplus	Reserve	Accumulated Surplus
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/	**182,245,510.04**	**282,887,682.56**	182,245,510.04	278,216 ,453.48
changes for the year	12,000,000.00	319,431,397	-	260,426,703.30
Adjustment to Net Asset		(514,189,032.06)	-	(255,755,474.22)
Total Equity	**194,245,510.04**	**85,130,047.63**	**182,245,510.04**	**282,887,682.56**

Note 17

INVESTMENTS

This represents joint investments and stocks held by the Calabar Municipal LGC in certain State-owned projects/companies like the Tinapa Business Resort, the Obudu Ranch Resort and the Cross-River State Micro Finance Bank.

DETAILS	AMOUNT (₦)
INVESTMENT TOTAL BFWD 01-01-2021	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	158,878,724.67

CALABAR SOUTH LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURES

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Calabar South Local Government Council found on pages 234-236 have been examined under my direction, which have been prepared under the accounting policies set out on pages 228-233.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Calabar South Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM,PH.D,CNA
ACTING AUDITOR-GENERAL
CRS, LOCAL GOVERNMENTS

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Calabar South Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Cash Basis) and Generally Accepted Accounting Practice.

The Management of Calabar South 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Calabar South Local Government as at 31st December 2022 and its operations for the period ended on that date.

………………………………………………………… 30th June 2022 ……………………………

HOLGA **DATE**

………………………………………………………… 30th June 2022 ……………………………

MRS. PATRICIA NJAR **DATE**

DIRECTOR OF FINANCE (TREASURER)

The Chairman,
Calabar South Local Government Council,
ANANTIGHA.

AUDIT CERTIFICATE ON THE ACCOUNTS OF CALABAR SOUTH LOCAL GOVERNMENT FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 234 to 236 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007 and Generally Accepted Auditing Standards.

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Calabar South Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

……………………………………..
ENI, ODEN OFEM, Ph.D, CNA
ACTING AUDITOR-GENERAL,
CRS LOCAL GOVERNMENTS

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

ASSETS	NOTES	2022	2021
Current Assets		₦	₦
Cash and Cash Equivalent	9	74,482,198.82	74,597,605.84
Receivables	10	775,539,273.03	661,385,225.27
Total Current Asset		**850,021,472.85**	**735,982,831.11**
Non-Current Assets			
Investment	17	158,878,724.67	158,878,724.67
Property, Plant & Equipment	7	581,961,903.00	507,940,920.29
Contribution to CRS Reserve Fund	11	153,737,722.93	141,737,722.93
Total Non-Current Asset		894,578,350.60	808,557,367.87
Total Asset (A)		**1,744,599,822.45**	**1,544,540,199.00**
Current Liabilities			
Depositors		-	0.00
Short Term Loans & Debts	12	4,098,843.09	-1,520,013.64
Unremitted Deductions	13	1,579,627,220.00	922,065,795.28
Payables (Unremitted Taxes)	14	13,402,039.90	13,402,039.90
Total Current Liabilities		**1,597,128,102.99**	**936,987,848.82**
Non-Current Liabilities			
Long Term Borrowings (CRSG)	15	18,125,242.00	73,680,797.86
Loan to Councillors		-	32,500,000.00
Total Non-Current Liabilities		**18,125,242.00**	**106,180,797.86**
Total Liabilities (B)		**1,615,253,344.99**	**1,043,168,646.68**
Net Asset (A - B)		**129,346,478.46**	**501,371,552.32**
NET ASSET AND EQUITY			
Reserve Fund	16	109,346,477.46	194,245,510.04
Accumulated Surplus/(Deficit)	16	20,000,000.00	307,126,042.28
Net Assets		**129,346,478.46**	**501,371,552.32**

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

Statement of Changes in Net Asset/Equity as at 31st December, 2022.			
	Accumulated Surplus	**Reserves**	**Total**
	₦	**₦**	**₦**
Balance as at 1 January 2022	**307,126,042.28**	**194,245,510.04**	**501,371,552.32**
Changes for the Year	313,591,904.82	12,000,000.00	325,591,904.82
Transfer to/(from) changes in Net Assets	(600,717,048.07)	(96,899,931.61)	(697,616,979.68)
Balance as at 31st December 2022.	**20,000,899.03**	**109,346,477.43**	**129,346,477.46**
Balance as at 1 January 2021	247,551,424.53	182,245,510.04	429,796,934.57
Changes for the Year	244,921,091.87	12,000,000.00	256,921,091.87
Transfer to/(from) changes in Net Assets	(185,346,474.12)	-	(185,346,474.12)
Balance as at 31st December 2021.	**307,126,042.28**	**194,245,510.04**	**501,371,552.32**

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

Cash Flow Statement for the year Ended 31st December, 2022.			
	NOTES	**2022**	**2021**
Cash Flow from Operating Activities		**₦**	**₦**
Inflows:			
Gross Statutory Allocation	1	1,382,184,941.69	1,283,194,662.28
Government Share of VAT	1	880,385,953.55	724,924,773.71
Share of Exchange Gain Difference	1	5,255,892.62	7,025,849.25
Other Revenue	1	198,368,748.62	120,102,308.99
Internally Generated Revenue	2	10,879,435.52	13,888,988.89
Capital Receipts	3	275,905,400.59	207,119,520.41
Total Inflows from Operating Activities		**2,752,980,372.59**	**2,356,276,175,.52**
Employees' Benefits	4	1,340,829,124.06	1,357,386,551.23
Admin (Overhead) Cost	5	210,400,267.55	70,160,857.50
Statutory Deductions	6	780,958,301.23	640,130,195.79
Deduction at Source	1	25,700,844.12	70,311,550.76
Total Outflows from Operating Activities		**2,357,888,536.96**	**2,137,989,154.63**
Net Cashflow from Operating Activities		**395,091,835.63**	**218,287,020.86**
CASHFLOW FROM INVESTING ACTIVITIES			
Purchase/Construction of PPE	7	274,674,959.98	210,630,806.39
Investment		12,000,000.00	12,000,000.00
Net Cashflow from Investing Activities		**286,674,959.98**	**222,630,806.39**
CASH FLOW FROM FINANCING ACTIVITIES			
Taxes Received	18		7,315,000.00
Taxes Remitted	18		-
Loan to Councillors		-2,578,829.45	(44,000,000.00)
Loan Repayment		111,111,111.12	(11,500,000.00)
Net Cash Flow from Financing Activities		**108,532,281.67**	**39,815,000.00**
Net Cash Flow from All Activities		**(115,406.02)**	**35,471,212.47**
Cash and its Equivalent as at 01/01		74,597,605.84	39,126,393.37
Adjustment			-
Cash and its Equivalent as at 31 Dec 2022		**74,482,199.82**	**74,597,605.84**

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

Statement of Financial Performance for the year Ended 31st December, 2022.			
	NOTES	2022	2021
Revenue		₦	₦
Statutory Revenue	1	2,466,195,535.48	2,135,267,666.22
Internally Generated Revenue	2	10,879,435.52	13,888,988.89
Other Capital Receipts	3	275,905,400.59	207,119,520.41
10% State IGR	10	114,154,047.76	127,290,450.00
Total Revenue		**2,867,134,419.35**	**2,483,566,625.52**
Expenditures			
Employees Benefits	4	1,340,829,124.06	1,357,386,551.23
General and Admin Expenses (Overhead)	5	210,400,267.55	70,160,857.50
Transfer to Other Government Entities	6	780,958,301.23	640,130,195.79
Deduction at source		25,700,844.12	70,311,550.76
Total Operating Expenses		**2,357,888,536.96**	**2,137,989,154.63**
Excess/(Deficit) of Revenue over Expenditures		**509,245,882.39**	**345,577,470.89**
Non-Cash Movement			
Depreciation of PP&E	8	195,653,977.57	100,656,379.02
Net Surplus/(Deficit)		**313,591,904.82**	**244,921,091.87**

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL			
FOR THE YEAR ENDED 31ST DECEMBER 2022			
	FINAL BUDGET 2022	ACTUAL 2022	DIFFERENCE
	₦	₦	₦
RECEIPTS:			
Gross Statutory Allocation	1,976,803,557.00	2,466,195,535.48	489,391,978.48
Internally Generated Revenue	40,623,712.00	10,879,435.52	(29,744,276.48)
Capital Receipts	-	275,905,400.59	275,905,400.59
Cross River State Government Loan	-	-	-
Total Receipts	**2,017,427,269.00**	**2,752,980,371.59**	**735,553,102.59**
PAYMENTS			
Salaries and Wages	1,134,481,129.00	1,340,829,124.06	206,347,995.06
Statutory Deductions	613,290,093.00	780,758,301.23	(167,468,208.23)
Overhead / Operating Expenditure	219,820,326.00	210,400,267.55	(9,420,058.45)
Deduction at source	-	25,700,844.12	25,700,844.12
Purchase/Construction of PPE	1,623,324,758.00	274,674,959.98	1,348,649,798.02
Investment Expenditure	12,000,000.00	12,000,000.00	-
Total Payments	**3,599,916,306.00**	**2,644,563,496.94**	**958,552,809.06**

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS

i. Reporting Entities

Calabar South local government area is found in Cross River state, South-south geopolitical zone of Nigeria. The headquarters of the area are in the town of Anantigha and the LGA is made up of several districts which include Henshaw town, Effut Uwanse, and Efut Ebua. The area is home to about 93,104 inhabitants with the majority of the area's inhabitants being from the Efik and the Qua ethnic affiliations. The Efik and English languages are widely spoken within the LGA. The popular Calabar carnival is held within and around the Calabar south LGA.

ii. Basis of Preparation – Statement of Compliance

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

iii. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December.

iv. Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

v. Allocation of Expenses

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council.

vi. Revenue Recognition

Revenues are recognized when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

vii. Investment Property

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort, Cross River Micro Finance bank and Cally Air. This income is recognized when CRSG's right to receive payment is established. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

viii. Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognizes such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

ix. Depreciation and Amortization

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

x. Cash and cash equivalents

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

xi. **Inventory**

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they're measured at the lower of cost and current replacement cost.

Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

xii. Interest Received

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

xiii. **Loans**

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xiv. **Loan Repayments**

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

xv. Interest on Loans

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

xvi. **Prepayments**

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

xvii. **Investments**

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

xviii. **Leases**

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

xix. **Other Borrowings**

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

xx. Deposits

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

xxi. **Employee Benefits**

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows. To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

xxii. **Unremitted Deductions**

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

NOTES TO THE FINANCIAL STATEMENTS

Note 1.

Revenues

GROSS STATUTORY ALLOCATION)

This represents allocations received monthly by Calabar South Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	2,466,195,535.48
Internally Generated Revenue	10,879,435.52
Other Capital Receipts	275,905,400.59
Unremitted 10% State IGR	114,154,047.76
	2,440,494,691.36

The monthly collections of revenue sub-components are detailed in the table below:

LGCs	Net Statutory Allocation	Value Added Tax	Distribution of ₦100 Billion from Non-Oil Excess Account	EXCHANGE DIFFERENCE	EXCESS BANK CHARGES	Electronic Money Transfer Levy (EMTL)	Total Ecological Funds	TOTAL	Deduction	TOTAL GROSS
JANUARY	58,305,847.21	66,750,250.67	25,022,925.14	1,159,460.27			2,534,646.98	153,773,130.26	(2,141,737.01)	151,631,393.25
FEBRUARY	78,492,346.49	62,671,151.27	20,018,340.11	1,871,562.86			3,011,467.48	166,064,868.21	(2,141,737.01)	163,923,131.20
MARCH	117,060,631.41	76,074,899.16					3,511,818.94	196,647,349.51	(2,141,737.01)	194,505,612.50
APRIL	103,270,397.20	62,681,213.57	5,004,585.03	2,224,868.50			3,314,995.53	176,496,059.83	(2,141,737.01)	174,354,322.82
MAY	87,968,008.94	75,321,303.66				36,906,012.88	2,639,040.27	202,834,365.74	(2,141,737.01)	200,692,628.73
JUNE	139,072,802.49	72,414,155.66					4,172,184.07	215,659,142.23	(2,141,737.01)	213,517,405.22
JULY	180,515,990.81	66,336,092.79					5,415,479.72	252,267,563.33	(2,141,737.01)	250,125,826.32
AUGUST	102,986,652.92	82,776,442.58	5,004,585.03				3,239,737.14	194,007,417.67	(2,141,737.01)	191,865,680.66
SEPTEMBER	110,637,277.69	71,312,076.02	15,013,755.08			3,365,809.24	3,769,530.98	204,098,449.02	(2,141,737.01)	201,956,712.01
OCTOBER	98,123,225.52	80,675,066.32	25,022,925.13			1,285,677.85	3,732,954.86	208,839,849.67	(2,141,737.01)	206,698,112.66
NOVEMBER	153,469,137.83	76,108,530.93	1,590,593.98			4,550,963.55	4,651,791.95	240,371,018.25	(2,141,737.01)	238,229,281.24
DECEMBER	152,282,623.17	87,264,770.91	5,491,753.26			10,097,174.41		255,136,321.75	- 2,141,737.01	252,994,584.74
TOTAL	**1,382,184,941.69**	**880,385,953.55**	**102,169,462.75**	**5,255,891.62**		**56,205,637.93**	**39,993,647.93**	**2,466,195,535.48**	**(25,700,844.12)**	**2,440,494,691.36**

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

The details of Other Revenue sub-component is also disclosed in the table below:

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for **Calabar South** Local Government Council for the year ended 31st December 2022.

MONTHS	Distribution of ₦100 Billion from Non-Oil Excess Account	EXCHANGE DIFFERENCE	EXCESS BANK CHARGES	Electronic Money Transfer Levy (EMTL)	Total Ecological Funds	TOTAL
JANUARY	25,022,925.14	1,159,460.27			2,534,646.98	28,717,032.38
FEBRUARY	20,018,340.11	1,871,562.86			3,011,467.48	24,901,370.45
MARCH					3,511,818.94	3,511,818.94
APRIL	5,004,585.03	2,224,868.50			3,314,995.53	10,544,449.06
MAY				36,906,012.88	2,639,040.27	39,545,053.15
JUNE					4,172,184.07	4,172,184.07
JULY					5,415,479.72	5,415,479.72
AUGUST	5,004,585.03				3,239,737.14	8,244,322.17
SEPTEMBER	15,013,755.08			3,365,809.24	3,769,530.98	22,149,095.31
OCTOBER	25,022,925.13			1,285,677.85	3,732,954.86	30,041,557.83
NOVEMBER	1,590,593.98			4,550,963.55	4,651,791.95	10,793,349.49
DECEMBER	5,491,753.26			10,097,174.41		15,588,927.67
	102,169,462.75	**5,255,891.62**		**56,205,637.93**	**39,993,647.93**	**203,624,640.24**

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

DEDUCTIONS AT SOURCE - (₦25,700,844.12)

This represents deductions made at source by the FAAC Allocation Committee against Calabar South Local government revenue allocation for the year.

MONTHS	DETAILS	TOTAL
JANUARY	DEDUCTION AT SOURCE	-2,141,737.01
FEBRUARY	DEDUCTION AT SOURCE	-2,141,737.01
MARCH	DEDUCTION AT SOURCE	-2,141,737.01
APRIL	DEDUCTION AT SOURCE	-2,141,737.01
MAY	DEDUCTION AT SOURCE	-2,141,737.01
JUNE	DEDUCTION AT SOURCE	-2,141,737.01
JULY	DEDUCTION AT SOURCE	-2,141,737.01
AUGUST	DEDUCTION AT SOURCE	-2,141,737.01
SEPTEMBER	DEDUCTION AT SOURCE	-2,141,737.01
OCTOBER	DEDUCTION AT SOURCE	-2,141,737.01
OVEMBER	DEDUCTION AT SOURCE	-2,141,737.01
DECEMBER	DEDUCTION AT SOURCE	-2,141,737.01
TOTAL		**-25,700,844.12**

Note 2

INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of **Calabar South** Local Government Council for the year ended 31st December 2022.

CODE	DETAILS	ACTUAL 2022 ₦
12020100	TAXES	-
-	RATES	-
12020400	FEES GENERAL	2,619,000.00
12020500	FINES GENERAL	-
12020600	RENT ON GOVERNMENT PROPERTY	-
12020700	EARNINGS GENERAL	5,021,000.00
12021400	MISCELLANEOUS	3,239,435.52
	TOTAL	**10,879,435.52**

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

MONTH	1001	1002	1003	1004	1005	1008	TOTAL
JANUARY	-	42,000.00	-	-	560,000.00	-	602,000.00
FEBRUARY	40,000.00	202,000.00	-	-	513,000.00	-	755,000.00
MARCH	1,060,000.00	335,500.00	-	-	448,000.00	-	1,843,500.00
APRIL	250,000.00	150,000.00	-	-	310,000.00	-	710,000.00
MAY	320,000.00	20,000.00	-	-	125,000.00	-	465,000.00
JUNE		134,000.00	-	-	120,000.00	-	254,000.00
JULY		172,500.00	-	-	35,000.00	-	207,500.00
AUGUST		277,500.00	-	-	160,000.00	-	437,500.00
SEPTEMBER	1,039,435.52	761,000.00	-	-	1,720,000.00	-	3,520,435.50
OCTOBER	430,000.00	230,000.00	-	-	140,000.00	-	800,000.00
NOVEMBER	-	172,500.00	-	-	840,000.00	-	1,012,500.00
DECEMBER	100,000.00	122,000.00	-	-	50,000.00	-	272,000.00
TOTAL	**3,239,435.52**	**2,619,000.00**	-	-	**5,021,000.00**	-	**10,879,435.52**

Note 3

CAPITAL RECEIPTS – ₦275,905,400.59

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC.

Note 4
Employees Benefit

This consists of the salaries and wages paid to staff of Calabar South local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.

SALARIES, WAGES & EMPLOYEE BENEFITS		
S/N	**DESCRIPTION**	**AMOUNT (₦)**
1	Traditional Rulers Allowances	10,980,000.00
2	Primary Health Care Salaries	281,804,703.70
3	Non-Pensionable Allowances	205,870,000.00
4	Council Staff Salaries	243,433,406.08
5	Political Office Holders	76,319,929.10
6	Pension Allowances	259,871,448.87
7	SUBEB - Teacher’s Salaries	362,549,636.32
8	APC Women	10,980,000.00

TOTAL	**1,340,829,124.06**

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

S/N	LGA	Staff Sal.	TRC	PR		PHCDA	Pol. Office Holders	NP Operatives	SUBEB	Pension	Total
1	JANUARY	20,396,527.93	690,000.00	225,000.00	915,000.00	19,843,930.29	6,399,797.97	28,200,000.00	30,749,219.68	12,916,577.59	119,421,053.46
2	FEBRUARY	20,396,527.93	690,000.00	225,000.00	915,000.00	19,843,930.29	6,399,797.97	31,060,000.00	30,517,572.97	13,112,904.74	122,245,733.90
3	MARCH	20,396,527.93	690,000.00	225,000.00	915,000.00	24,270,801.02	6,399,797.97	-	30,519,176.63	13,437,848.84	95,939,152.39
4	APRIL	20,396,527.93	690,000.00	225,000.00	915,000.00	24,270,801.02	6,399,797.97	-	30,519,176.63	13,347,727.37	95,849,030.92
5	MAY	20,227,608.54	690,000.00	225,000.00	915,000.00	24,270,801.02	6,399,797.97	930,000.00	30,414,661.07	13,347,727.37	96,505,595.97
6	JUNE	20,227,608.54	690,000.00	225,000.00	915,000.00	24,272,801.02	6,331,562.75	930,000.00	30,243,600.38	13,272,012.98	96,192,585.67
7	JULY	20,227,608.54	690,000.00	225,000.00	915,000.00	24,272,801.02	6,331,562.75	4,650,000.00	30,243,600.38	13,272,012.98	99,912,585.67
8	AUGUST	20,227,608.54	690,000.00	225,000.00	915,000.00	24,272,801.02	6,331,562.75	930,000.00	29,888,219.24	13,432,927.40	95,998,118.95
9	SEPTEMBER	19,994,265.14	690,000.00	225,000.00	915,000.00	24,272,801.02	6,331,562.75	930,000.00	29,888,219.24	13,432,927.40	95,764,775.55
10	OCTOBER	19,958,017.36	690,000.00	225,000.00	915,000.00	24,271,758.49	6,331,562.75	46,080,000.00	29,943,271.88	13,432,927.40	140,932,537.88
11	NOVEMBER	21,902,348.85	690,000.00	225,000.00	915,000.00	24,046,801.67	6,331,562.75	46,080,000.00	29,892,402.09	13,432,927.40	142,601,042.76
12	DECEMBER	19,082,228.85	690,000.00	225,000.00	915,000.00	23,894,675.82	6,331,562.75	46,080,000.00	29,730,516.12	13,432,927.40	139,466,910.94
	TOTAL	**243,433,406.08**	**8,280,000.00**	**2,700,000.00**	**10,980,000.00**	**281,804,703.70**	**76,319,929.10**	**205,870,000.00**	**362,549,636.31**	**159,871,448.87**	**1,340,829,124.06**

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

Note 5

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

CODE	DESCRIPTION	TOTAL 2022
		=N=
22020100	TRAVEL & TRANSPORT	22,795,556.56
22020200	UTILITIES	-
22020300	MATERIALS & SUPPLIES	20,769,700.00
22020400	MAINTAINANCE & SERVICES	3,711,000.00
22020500	TRANING & STAFF DEVELOPMENT	1,150,000.00
22020700	CONSULTANCES & PROF. SERVICES	1,660,000.00
22020900	FINANCE EXPENSES	2,200,231.53
22020800	ENTERTAINMENT & HOSPITALITY	20,963,001.70
22020600	OTHER SERVICES	89,487,777.76
20021000	MISCELLANEOUS	25,443,000.00
	IRS REFUND AS APPROVED BY HE	22,220,000.00
TOTAL		---------------------- **210,400,267.55** ============

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

Note 6

Transfer to Other Government Agencies

This is made up of 32% Statutory deductions made from Calabar South Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	STATUTORY DEDUCTION AGENCY	AMOUNT (₦) AMOUNT (=N=)
1	1% Ministry of Local Government for Administration	24,404,949.91
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	219,644,522.22
3	STATE ELECTRIFICATION AGENCY (SEA) 5%	122,024,737.56
4	JOINT SECURITY OPERATIONS 2.5%	61,012,267.28
5	JOINT SOCIAL WELFARE2.5%	61,012,267.28
6	BORDER COMMUNITY DEVELOPMENT FUND .05%	12,202,473.45
7	SPORT DEVELOPMENT 1%	24,404,949.91
8	ENVIROMENTAL MANAGEMENT & PROTECTION 2.5%	61,012,267.28
9	CRHA OVERSIGHT FUNCTION 0.5%	12,202,473.45
10	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	12,202,473.45
11	INFRASTRUTURAL DEVELOPMENT AGENCY 4%	97,619,787.65
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY 1%	24,404,949.91
13	LOCAL GOVERNMENT SERVICE COMMISSION 1%	24,404,949.91
14	MINISTRY OF INTERNATIONAL DEV. COOP	24,404,949.91
	TOTAL	**780,958,301.23**

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

Note 7

Property, Plant and Equipment

During the year under review, the Calabar South LGC spent a total sum of ₦274.6m on Purchase and Construction of PPE (Property, Plant and Equipment).

CODE	DETAILS	AMOUNT
		=N=
2305000	EDUCATION	8,000,000.00
2305100	COMMERCE & FINANCE	5,720,000.00
2302000	SOCIAL DEVELOPMENT	17,300,000.00
23050270	SPECIAL SECURITY	202,720,555.53
23050200	ENVIRONMENTAL DEVELOPMENT	40,934,404.45
SUB TOTAL		**274,674,959.98**

Note 8. Depreciation of Property, Plant and Equipment

PROPERTY, PLANT AND EQUIPMENT

	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment	Furniture & Fittings	Intangible Assets	Bridges	Road	Traffic Light	Streetlights	Drainages	Total
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2022												507,940,920.29
Additions												274,674,959.98
Disposal												727,615,880.27
Adjustments												126,985,230.07
As at 31/12/2022 (A)	-	-	-	-	-		-	-	-	-	-	68,668,747.50
Depreciation												
As at 1/1/2022												
Charge for the year												
Disposals												
Adjustments												
As at 31/12/2022 (B)	-	-	-	-	-		-	-	-	-	-	195,653,977.57
Net Book Value (A-B)	-	-	-	-	-		-	-	-	-	-	581,961,903.00

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

NOTE 9

Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Calabar South Local Government Council Cash Books as at 31st December 2022.

DESCRIPTION	2022 =N=	2022 =N=
BALANCE BROUGHT FORWARD 01-01-2021		**49,056.44**
OFFICE CASH WITHDRAWAL	415,741,957.18	
IGR CASH	3,058,000.00	418,799,957.18
TOTAL CASH AVAILABLE		**418,849,013.62**
LESS: TOTAL CASH PAYMENTS		**417,032,660.61**
BALANCE C/FWD 31-12-2022		**1,816,353.01**

BANK BALANACE AS AT 31ST DECEMBER, 2022

CAPITAL, SALARIES AND OVERHEAD AND REVENUE ACCOUNTS

NAME OF BANK	CURRENT YEAR 2022 =N=
ENTERPRISE BANK	14,939.49
FCMB (REVENUE ACCOUNT)	69,312.75
FBN SAL/OH	3,683,108.96
FBN-REVENUE ACCT	360,044.93
ZENITH BANK-REV ACCOUNT	11,320.60
ZENITH BANK – SPECIAL PROJECT	5,667.27
FCMB (OVERHEAD AND SALARIES)	976.00
EKONDO BANK	-
SPRING BANK	90,470.82
FIDELITY BANK	215,249.22
FIRST ROYAL MICRO FINANCE	1,231,226.00
ECOBANK	31,714.60
CALABAR MICRO FINANCE BANK	324,383.53
STANBIC IBTC	4,668.94
SUB TOTAL	**6,043,083.11**
FBN EPZ (CAPITAL)	-
FBN PROJECT ACCOUNT	66,622,762.70
SUB TOTAL	**66,622,762.70**
GRAND TOTAL	**72,665,845.81**

Note 10:

Receivables

This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	661,385,225.27
2022 Unpaid 10%	114,154,047.76
Remittance for the Period	-
Balance Carried forward	775,539,273.03

Note 11.

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2021		**141,737,722.93**
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN	DEDUCTION FROM ALLOCATION	1,000,000.00
JUL	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEP	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance carried forward as at 31 Dec 2022		**153,737,722.93**

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

Note 12:

SHORT TERM LOANS AND DEBTS – ₦4,098,843.09

This represents loans owed to various banks by Calabar South Local Governments with balance brought forward of =N=1,520,013.64 and current Bank overdraft from Ekondo Micro Finance Bank of =N=2,578,829.45 bring the total to =N=4,098,843.09

Note 13

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Calabar South Council LGC to certain State agencies as mandated by Law.

DETAILS	AMOUNT (₦)
Unremitted deductions brought forward 2022	**922,065,795.28**
Additions in the year	780,958,301.23
Remittances within the year	123,396,876.49
BALANCE CARRIED FORWARD	**1,579,627,220.00**

Note 14
Payables

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Calabar South LGCs as at 31st December 2022.

S/N	DETAILS	BAL. B/F	CURRENT YEAR	REMITTANCES	BALANCE
1	WHT	5,893,519.95	-		5,893,519.95
2	VAT	6,938,519.95	-		6,938,519.95
3	STAMP DUTY	570,000.00	-		570,000.00
TOTAL					

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

Note 15

LONG TERM LOANS/BORROWINGS (CRSG LOAN)

This represents the cumulative total amounts owed the State Government by the 18 LGCs, borrowed to offset shortfalls in funds to pay salaries.

DETAILS	AMOUNT(N)
Long term Loan brought forward 01-01-2022	**73,680,797.86**
Repayment during the year	55,555,555.55
BALANCE CARRIED FORWARD	**18,125,242.00**

Note 16
Equity

Equity/Total Assets	2022		2021	
Details	**Reserve**	**Accumulated Surplus**	**Reserve**	**Accumulated Surplus**
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/	**194,245,510.04**	**307,126,042.28**	182,245,510.04	247,551,424.53
changes for the year	12,000,000.00	313,591,904.82	12,000,000.00	244,921,091.87
Adjustment to Net Asset	(96,899,031.61)	(600,717,948.10)	0	(185,346,474.12)
Total Equity	**109,346,477.43**	**20,000,000.00**	**194,245,510.04**	**307,126,042.28**

Note 17

INVESTMENTS

This represents joint investments and stocks held by the Calabar South LGC in certain State-owned projects/companies like the Tinapa Business Resort, the Obudu Ranch Resort and the Cross-River State Micro Finance Bank.

DETAILS	AMOUNT (₦)
INVESTMENT TOTAL BFWD 01-01-2022	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	**158,878,724.67**

ETUNG LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURES

ETUNG LOCAL GOVERNMENT, EFFRAYA

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Etung Local Government Council found on pages 256-258 have been examined under my direction, which have been prepared under the accounting policies set out on pages 250-257.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit so as to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Etung Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM,Ph.D,CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

ETUNG LOCAL GOVERNMENT, EFFRAYA

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Etung Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Cash Basis) and Generally Accepted Accounting Practice.

The Management of Etung 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Etung Local Government as at 31st December 2022 and its operations for the period ended on that date.

....	30th June 2022
HOLGA	**DATE**
....	30th June 2022
MR. EDEM EFFIONG **DIRECTOR OF FINANCE (TREASURER)**	**DATE**

The Chairman,
Etung Local Government Council,
EFFRAYA.

AUDIT CERTIFICATE ON THE ACCOUNTS OF ETUNG LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 256 to 258 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007 and Generally Accepted Auditing Standards.

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Etung Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

…………………………………..
ENI, ODEN OFEM,Ph.D, CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

ETUNG LOCAL GOVERNMENT, EFFRAYA

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

		₦'	₦'
	NOTES	2022	2021
ASSETS			
Current Assets			
Cash and cash equivalents	1	172,551,562.08	63,637,737.27
Receivables	2	775,539,273.31	661,385,225.55
Advances	3	21,150,000.00	26,550,000.00
Total Current Assets		**969,240,835.39**	**751,572,962.82**
Non-current assets			
Investments	4	158,878,724.67	158,878,724.67
Property, Plant & Equipment	5	462,526,129.00	467,217,921.67
Contribution to CRS Reserve Fund	6	153,737,722.93	141,737,722.93
Intangible Assets		-	-
Total Non Current Assets		**775,142,576.60**	**767,834,369.27**
Total Assets		**1,744,383,411.99**	**1,519,407,332.09**
LIABILITIES			
Current Liabilities			
Deposits	7	8,393,924.24	8,393,924.24
Unremitted Deduction	8	1,234,033,319.41	720,787,718.56
Payables (Unremitted Taxes)	9	5,240,985.69	5,240,985.69
Short term Loans & Debts			
		1,247,668,229.34	**734,422,628.49**
Non-Current Liabilities			
Borrowings	10	73,680,797.86	73,680,797.86
Advances			
Long Term Provision Taxes			
		73,680,797.86	**73,680,797.86**
Total Liabilities		**1,321,349,027.20**	**808,103,426.35**
Net Assets		**423,034,384.79**	**711,303,905.74**
NET ASSETS/EQUITY			
Capital Grants		-	-
Reserve Fund	11	194,245,510.04	194,245,510.04
Accumulated Surplus/(Deficit)	11	228,788,874.75	517,058,395.70

ETUNG LOCAL GOVERNMENT, EFFRAYA

Statement of Changes in Net Asset/Equity as at 31st December, 2022.

	Reserves	Accumulated Surpluses/ (Deficits)	Total
	₦'	₦'	₦'
Balance at 31 January 2022	194,245,510.04	517,058,395.70	711,303,905.74
Changes in the year	12,000,000.00	532,495,792.87	544,495,792.87
Transfer to/(from) changes in Net Assets		(832,765,313.82)	(832,765,313.82)
Additional Grant Received			-
Surplus on Revaluation of PPE	-		-
Surplus on Revaluation of Investments Property	-		-
Balance at 31 December 2022	**206,245,510.04**	**216,788,874.75**	**423,034,384.79**

ETUNG LOCAL GOVERNMENT, EFFRAYA

Cash Flow Statement for the year Ended 31st December, 2022.			
	NOTES	**2022**	**2021**
Cash Flow from Operating Activities		**₦**	**₦**
Inflows:			
Gross Statutory Allocation		1,082,840,001.51	1,009,052,597.31
Government Share of VAT		684,888,870.20	565,292,222.87
Share of Exchange Gain Difference		8,925,898.97	5,534,429.95
Other Revenue		138,914,967.98	93,923,369.25
Internally Generated Revenue		21,325,000.00	19,549,135.93
Capital Receipts		420,871,770.07	186,994,247.53
Total Inflows from Operating Activities		**2,357,766,508.73**	**1,880,346,002.84**
Employees' Benefits		990,550,716.05	1,019,086,418.25
Admin (Overhead) Cost		284,499,938.53	75,796,737.46
Statutory Deductions		612,982,316.37	497,082,231.26
Deduction at Source		25,700,844.12	70,311,550.76
JAAC Charges			-
Total Outflows from Operating Activities		**1,913,733,815.07**	**1,662,276,937.73**
Net Cashflow from Operating Activities		**-444,032,693.66**	**218,069,065.10**
CASHFLOW FROM INVESTING ACTIVITIES			
Purchase/Construction of PPE		317,718,888.85	(205,438,799.99)
Other Asset		12,000,000.00	(12,000,000.00)
Net Cashflow from Investing Activities		**329,718,888.85**	(217,438,799.99)
CASH FLOW FROM FINANCING ACTIVITIES			
Loan to Councillors			36,000,000.00
Loan Repayment	10	5,400,000.00	(9,450,000.00)
Net Cash Flow from Financing Activities		5,400,000.00	26,550,000.00
Net Cash Flow from All Activities		**-108,913,804.81**	27,180,265.11
Cash and its Equivalent as at 01/01		**63,637,757.27**	36,457,472.16
Adjustment			-
Cash and its Equivalent as at 31 Dec 2022		**172,551,562.08**	**63,637,737.27**

ETUNG LOCAL GOVERNMENT, EFFRAYA

Statement of Financial Performance for the year Ended 31st December, 2022.

REVENUE	NOTES	2022	2021
		₦'000	**₦'000**
REVENUE			
Statutory Allocation	12	1,915,569,738.66	1,673,802,619.38
Non- Tax Revenue	13	21,325,000.00	19,549,135.93
Other Capital Receipts	12	420,871,770.07	186,994,247.53
10% State IGR		114,154,047.76	127,290,450.96
Other Receipts	12		
Total Revenue		**2,471,920,556.49**	**2,007,636,453.80**
EXPENDITURE			
Salaries & Wages	14	990,550,716.05	1,019,086,418.25
Overhead Cost	15	284,499,938.53	75,796,737.46
Transfer to Other Government Entities	16	612,982,316.37	497,082,231.26
Public Debt Charges	17		
Depreciation Charges -PPE	5	51,391,792.67	-
Total Expenditure		**1,939,424,763.62**	**1,591,965,386.97**
Surplus/(deficit) from Operating Activities for the Period		**532,495,792.87**	**415,671,066.83**
Gain on Exhange/Disposals		-	-
Total non-operating revenue (expenses)		**-**	**-**
Surplus/(deficit) from Ordinary Activities		**532,495,792.87**	**415,671,066.83**
Net Surplus/ (Deficit) for the Period		**532,495,792.87**	**415,671,066.83**

ETUNG LOCAL GOVERNMENT, EFFRAYA

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL
FOR THE YEAR ENDED 31ST DECEMBER 2022

RECEIPTS:	FINAL BUDGET 2022	ACTUAL 2022	DIFFERENCE
	₦	₦	₦
STATUTORY ALLOCATION	4,141,577,146.00	-	4,141,577,146.00
GOVERNMENT SHARE OF VAT			-
SHARE OF EXCHANGE GAIN DIFFERENCE			-
OTHER REVENUE			-
INTERNALLY GENERATED REVENUE	355,400,000.00		355,400,000.00
CAPITAL RECEIPTS	999,072,604.00		999,072,604.00
10% STATE IGR	20,000,000.00		20,000,000.00
TAX REVENUE	-	-	
INVESTMENT INCOME	-	-	
TRANSFERS- (AID & GRANT)	-	-	
TOTAL REVENUE	**391,488,545,482.00**	**2,357,766,508.73**	**389,130,778,973.27**
RECURRENT EXPENDITURE:			
EMPLOYEES' BENEFITS	1,225,948,617.00	990,550,716.05	235,397,900.95
ADMIN (OVERHEAD) COST	552,436,955.00	284,499,938.53	267,937,016.47
TRANSFERS- GRANTS & CONTRIBUTIONS TO OTHER AGENCIES	758,289,371.00	612,982,316.37	145,307,054.63
DEDUCTION AT SOURCE(FAAC)		25,700,844.12	-25,700,844.12
JAAC CHARGES			-
CAPITAL EXPENDITURE	1,370,433,806.00	317,718,888.85	1,052,714,917.15
INVESTMENT EXPENDITURE	0.00		-
COMMISSION	-	-	-
FINANCIAL CHARGES	-	-	-
TOTAL RECURRENT EXPENDITURE	**3,907,108,749.00**	**2,231,452,703.92**	**1,675,656,045.08**
SURPLUS		**126,313,804.81**	

ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS

i. Reporting Entities

Etung local government area is located within Cross river state, South-south geopolitical zone of Nigeria with the headquarters of the LGA domiciled in the town of Effraya. Etung local government area shares boundaries with the Republic of Cameroon and with the Ikom, Obubra, and the Akamkpa LGAs. A number of towns and villages make up the Etung LGA and these include Abijang, Nsofang, Itaka, Effraya, Etomi, Mkpot, Agbokim, and Ajassor. The estimated population of Etung LGA is put at 124,556 inhabitants with the majority of the area's inhabitants being members of the Ejagham tribal sub-division. The widely spoken language in Etung LGA is the Etung dialect of the Ejagham language. Notable landmarks in the Etung LGA include the Cocoa research Institute of Nigeria.

ii. Basis of Preparation – Statement of Compliance

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

iii. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December.

iv. Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

v. Allocation of Expenses

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council.

vi. Revenue Recognition

Revenues are recognized when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

vii. Investment Property

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort, Cross River Micro Finance bank and Cally Air. This income is recognized when CRSG's right to receive payment is established. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

viii. Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognises such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

ix. Depreciation and Amortization

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

x. Cash and cash equivalents

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

xi. **Inventory**

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they're measured at the lower of cost and current replacement cost. Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

xii. Interest Received

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

xiii. **Loans**

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xiv. **Loan Repayments**

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

xv. Interest on Loans

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

xvi. **Prepayments**

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

xvii. **Investments**

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

xviii. **Leases**

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

xix. **Other Borrowings**

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

xx. Deposits

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

xxi. **Employee Benefits**

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows. To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

xxii. **Unremitted Deductions**

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

NOTES TO THE FINANCIAL STATEMENTS

Note 1.

Revenues

GROSS STATUTORY ALLOCATION)

This represents allocations received monthly by Etung Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	1,915,569,738.66
Internally Generated Revenue	21,325,000.00
Other Capital Receipts	420,871,770.07
Unremitted 10% State IGR	114,154,047.76
	2,471,920,556.49

The monthly collections of revenue sub-components are detailed in the table below:

MONTH	GROSS FAAC	VAT	SHARE OF EXCHANGE GAIN DIFFERENCE	OTHER REVENUE	TOTAL GROSS ALLOCATION	DEDUCTIONS	NET FAAC
	=N=	=N=	=N=	=N=	=N=	=N=	=N=
JANUARY	45,655,750.62	51,865,507.10	907,902.57	21,578,652.92	120,007,813.21	2,141,737.01	117,866,076.20
FEBRUARY	62,462,566.26	48,825,498.81	1,465,506.65	18,033,236.85	130,786,808.57	2,141,737.01	128,645,071.56
MARCH	91,663,036.40	58,988,634.82		2,749,891.09	153,401,562.31	2,141,737.01	151,259,825.30
APRIL	80,864,745.60	48,761,429.55		8,256,714.53	137,882,889.68	2,141,737.01	135,741,152.67
MAY	68,882,379.23	58,727,406.56		30,841,788.82	158,451,574.61	2,141,737.01	156,309,837.60
JUNE	108,899,424.21	56,211,905.23		3,266,082.73	168,377,412.17	2,141,737.01	166,235,675.16
JULY	141,351,055.76	51,526,507.50		4,240,531.67	197,118,094.93	2,141,737.01	194,976,357.92
AUGUST	80,642,562.77	64,782,013.71		6,455,625.55	151,880,202.03	2,141,737.01	149,738,465.02
SEPTEMBER	86,633,300.12	55,435,723.85		5,634,398.92	147,703,422.89	2,141,737.01	145,561,685.88
OCTOBER	76,834,309.58	62,846,475.59	1,006,735.86	22,516,974.69	163,204,495.72	2,141,737.01	161,062,758.71
NOVEMBER	120,172,315.82	59,152,935.35	1,245,497.07	7,276,399.61	187,847,147.85	2,141,737.01	185,705,410.84
DECEMBER	118,778,555.14	67,764,832.13	4,300,256.82	8,064,670.60	198,908,314.69	2,141,737.01	196,766,577.68
TOTAL	**1,082,840,001.51**	**684,888,870.20**	**8,925,898.97**	**138,914,967.98**	**1,915,569,738.66**	**25,700,844.12**	**1,889,868,894.54**

ETUNG LOCAL GOVERNMENT, EFFRAYA

The details of Other Revenue sub-component is also disclosed in the table below:

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for **Etung** Local Government Council for the year ended 31st December 2022.

S/N	MONTH	SHARE OF NON OIL EXCESS	EXCESS BANK CHARGES	SHARE OF ECOLOGICAL FUND	ELECTRONIC MONEY TRANSFER LEVY	TOTAL
			=N=	=N=		=N=
1	JANUARY	19,593,925.56		1,984,727.36		21,578,652.92
2	FEBRUARY	15,675,140.45		2,358,096.40		18,033,236.85
3	MARCH			2,749,891.09		2,749,891.09
4	APRIL	3,918,785.11	1,742,158.74	2,595,770.68		8,256,714.53
5	MAY			2,066,471.38	28,775,317.44	30,841,788.82
6	JUNE			3,266,082.73		3,266,082.73
7	JULY			4,240,531.67		4,240,531.67
8	AUGUST	3,918,785.11		2,536,840.44		6,455,625.55
9	SEPTEMBER	11756355,33		2,951,689.66	2,682,709.26	5,634,398.92
10	OCTOBER	19,593,925.56		2,923,049.13		22,516,974.69
11	NOVEMBER			3,642,534.39	3,633,865.22	7,276,399.61
12	DECEMBER				8,064,670.60	8,064,670.60
	TOTAL	**62,700,561.79**	**1,742,158.74**	**31,315,684.93**	**43,156,562.52**	**138,914,967.98**

ETUNG LOCAL GOVERNMENT, EFFRAYA

DEDUCTIONS AT SOURCE - (₦70,311,550.76)

This represents deductions made at source by the FAAC Allocation Committee against **Etung** Local government revenue allocation for the year.

Note 2

INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of **Etung** Local Government Council for the year ended 31st December 2022.

-	DETAILS	ACTUAL 2022
		₦
101000	TAXES	
102000	RATES	
103000	LOCAL LICENCE FEES	
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	625,000.00
105000	RENT ON GOVERNMENT PROPERTY	
106000	INTEREST ON DIVIDENDS	19,742,000.00
107000	REIMBURSEMENT	958,000.00
108000	MISCELLANEOUS	
	T O T A L	**21,325,000.00**

MONTH	1001	1002	1003	1004	1005	1008	TOTAL
JANUARY			5,225,000.00	12,500.00			5,237,500.00
FEBRUARY			400,000.00	19,000.00			419,000.00
MARCH		10000	5,577,000.00	48,500.00			5,635,500.00
APRIL		21000		196,000.00			217,000.00
MAY		15000	20,000.00	59,000.00			94,000.00
JUNE			20,000.00	7,500.00			27,500.00
JULY			620,000.00	25,000.00			645,000.00
AUGUST			100,000.00	27,500.00			127,500.00
SEPTEMBER		44,000.00		80,000.00			124,000.00
OCTOBER		10000		7,500.00			17,500.00
NOVEMBER			7,350,000.00	310,000.00			7,660,000.00
DECEMBER		525,000.00	430,000.00	165,500.00			1,120,500.00
TOTAL		**625,000.00**	**19,742,000.00**	**958,000.00**			**21,325,000.00**

ETUNG LOCAL GOVERNMENT, EFFRAYA

Note 3

CAPITAL RECEIPTS – ₦420,871,770.07

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC.

Note 4
Employees Benefit

This consists of the salaries and wages paid to staff of Etung Local Government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.

SALARIES WAGES & EMPLOYEE BENEFITS		
S/N	DESCRIPTION	AMOUNT(₦)
1	Traditional Rulers Allowances	15,660,000.00
2	Primary Health Care Salaries	169,358,658.86
3	Non-Pensionable Allowances	55,020,000.00
4	Council Staff Salaries	210,881,975.45
5	Political Office Holders	71,811,475.08
6	Pension Allowances	130,361,890.58
7	SUBEB - Teacher's Salaries	337,456,716.08
	TOTAL	**990,550,716.05**

MONTHS	COUNCIL SALARIES	PHC	LGEA	PENSION	NP OPERATIVES	TRC	POLITICAL OFFICE HOLDERS	TOTAL
JANUARY	17,712,196.45	12,170,109.27	28,367,217.68	9,924,069.72	10,500,000.00	1,305,000.00	5,984,289.59	85,962,882.71
FEBRUARY	17,712,196.45	12,170,109.27	28,367,217.68	10,017,106.92	10,500,000.00	1,305,000.00	5,984,289.59	86,055,919.91
MARCH	17,712,196.45	14,557,259.96	28,367,217.68	10,058,297.36	12,060,000.00	1,305,000.00	5,984,289.59	90,044,261.04
APRIL	17,712,196.45	14,557,259.96	28,367,217.68	9,833,311.37		1,305,000.00	5,984,289.59	77,759,275.05
MAY	17,712,196.45	14,557,259.96	28,367,217.68	9,833,311.37	780,000.00	1,305,000.00	5,984,289.59	78,539,275.05
JUNE	17,712,196.45	14,557,259.96	28,186,673.84	9,831,730.74	780,000.00	1,305,000.00	5,984,289.59	78,357,150.58
JULY	17,712,196.45	14,557,259.96	28,186,673.84	9,831,730.74	3,900,000.00	1,305,000.00	5,984,289.59	81,477,150.58
AUGUST	17,712,196.45	14,557,259.96	28,016,811.76	9,878,836.45	780,000.00	1,305,000.00	5,984,289.59	78,234,394.21
SEPTEMBER	17,712,196.45	14,496,555.92	27,951,014.48	9,878,836.45	780,000.00	1,305,000.00	5,984,289.59	78,107,892.89
OCTOBER	17,776,620.46	14,392,774.88	27,796,047.90	13,758,219.82	13380000.00	1,305,000.00	5,984,289.59	94,392,952.65
NOVEMBER	16,847,793.47	14,392,774.88	27,759,817.92	13,758,219.82	780,000.00	1,305,000.00	5,984,289.59	80,827,895.68
DECEMBER	16,847,793.47	14,392,774.88	27,723,587.94	13,758,219.82	780,000.00	1,305,000.00	5,984,289.59	80,791,665.70
TOTAL	**210,881,975.45**	**169,358,658.86**	**337,456,716.08**	**130,361,890.58**	**55,020,000.00**	**15,660,000.00**	**71,811,475.08**	**990,550,716.05**

ETUNG LOCAL GOVERNMENT, EFFRAYA

Note 5

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

CODE	DETAILS	TOTAL OPERATING EXPENSES 2021
		N
22020100	TRAVEL AND TRANSPORT	19,261,889
22020200	UTILITIES- GENERAL	
22020300	MATERIALS & SUPPLIES-GENERAL	22,967,555.56
22020400	MAINTENANCE & SERVICES-GERNERAL	6,867,000
22020500	TRAINING -GENERAL	
22020700	CONSULTANCES & PROF. SERVICES	5,700,000.00
22020800	FUEL AND LUBRICANT -GENERAL	5,959,000.00
22020600	OTHER SERVICES- GENERAL	53,741,443.17
22020900	FINANCIAL CHARGES-GENERAL	3,384.25
22021000	MISCELLANOUS EXPENSES	169,999,666.66
	TOTAL	**284,499,938.53**

Note 6

Transfer to Other Government Agencies

This is made up of 31% Statutory deductions made from Etung Local Government Council Statutory Allocations for various Government Agencies for Development and General Administration.

S/N	STATUTORY DEDUCTION AGENCY	AMOUNT (₦)
1	1% Ministry of Local Government for Administration	19,155,697.38
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	172,401,276.54
3	STATE ELECTRIFUCATION AGENCY (SEA) 5%	95,778,486.93
4	JOINT SECURITY OPERATIONS 2.5%	47,889,243.46
5	JOINT SOCIAL WELFARE 2.5%	47,889,243.46
6	BORDER COMMUNITY DEVELOPMENT FUND .05%	9,577,848.69
7	SPORT DEVELOPMENT 1%	19,155,697.38
8	ENVIROMENTAL MANAGEMENT & PROTECTION 2.5%	47,889,243.46
9	CRHA OVERSIGHT FUNCTION 0.5%	9,577,848.69
10	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	9,577,848.69
11	INFRASTRUTURAL DEVELOPMENT AGENCY 4%	76,622,789.55
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY 1%	19,155,697.38
13	MINISTRY OF INTNL DORNOR	19,155,697.38
14	LOCAL GOVERNMENT SERVICE COMMISSION 1%	19,155,697.38
	TOTAL	**612,982,316.37**

Note 7

Property, Plant and Equipment

During the year under review, the Etung LGC spent a total sum of ₦317.7m on Purchase and Construction of PPE (Property, Plant and Equipment).

Property, Plant and Equipment	**₦**
Commerce / Finance	10,000,000.00
Culture / Tourism	
Health	1,500,000.00
Social Development Youth & Sport	11,300,000.00
Water Supply	5,000,000.00
Environmental & Refuse Disposal	
Town & Regional Planning	36,500,000.00
General Administration	253,418,888.85
Total	**317,718,888.85**

Note 8. Depreciation of Property, Plant and Equipment

PROPERTY, PLANT AND EQUIPMENT

	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment	Furniture & Fittings	Intangible Assets	Bridges	Road	Traffic Light	Streetlights	Drainages	Total
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2022												467,217,921.67
Additions	10,200,000									36,500,000		46,700,000.00
Disposal												
Adjustments												
As at 31/12/2022 (A)	-	-	-	-	-	-	-	-	-	-	-	**513,917,921.67**
Depreciation												
As at 1/1/2022												
Charge for the year	204,000.00									3,650,000.00		3,854,000.00
Disposals												47,537,792.16
Adjustments												
As at 31/12/2022 (B)	-	-	-	-	-	-	-	-	-	-	-	51,391,792.67
Net Book Value (A-B)	9,996,000.00	-	-	-	-	-	-	-	-	32,850,000.00	-	**462,526,129.00**

ETUNG LOCAL GOVERNMENT, EFFRAYA

NOTE 9
Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Etung Local Government Council Cash Books as at 31st December 2022.

S/N	BANK	AMOUNT(N)
1	ZENITH BANK SALARIES AND OVERHEAD	58,756,416.24
2	ZENITH BANK CAPITAL ACCOUNT	111,125,756.22
3	CASH IN HAND	
4	ZENITH BANK REVENUE 2(special)	2,231,092.00
6	ZENITH BANK REVENUE 1.	438,297.62
	TOTAL	**172,551,562.08**

Note 10:
Receivables
This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	661,385,225.55
2022 Unpaid 10%	114,154,047.76
Remittance for the Period	-
Balance Carried forward	775,539,273.31

ETUNG LOCAL GOVERNMENT, EFFRAYA

Note 11.

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2022		**141,737,722.93**
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN	DEDUCTION FROM ALLOCATION	1,000,000.00
JUL	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEP	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance carried forward as at 31 Dec 2022		**153,737,722.93**

Note 12:

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Etung LGC to certain State agencies as mandated by Law.

DETAILS	AMOUNT(N)
Unremitted deductions brought forward	**720,780,718.56**
Additions in the year	612,982,316.37
	1,333,763,034.93
2021 Remittance	99,729,715.52
BALANCE CARRIED FORWARD	**1,234,033,319.41**

Note 13
Payables

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Etung LGCs as at 31st December 2022.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2022	CURRENT YEAR ADDITIONS	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2022
1	5% CONTRACTORS' TAX (WHT) BFWD	2,620,492.84	-	-	2,620,492.84
2	5% VALUE ADDED TAX (VAT) BFWD	2,620,492.84	-	-	2,620,492.84
TOTAL		**5,240,985.69**	**-**	**-**	**5,240,985.69**

Note 14

LONG TERM LOANS/BORROWINGS (CRSG LOAN)

This represents the cumulative total amounts owed the State Government by the 18 LGCs, borrowed to offset shortfalls in funds to pay salaries.

DETAILS	AMOUNT(N)
Long term Loan brought forward	**73,680,797.86**
Repayment during the year	-
BALANCE CARRIED FORWARD	**73,680,797.86**

Note 15
Equity

Equity/Total Assets	**2022**		**2021**	
Details	**Reserve**	**Accumulated Surplus**	**Reserve**	**Accumulated Surplus**
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/	**194,245,510.04**	**517,058,395.70**	182,245,510.04	443,653,207.70
changes for the year	12,000,000.00	532,495,792.87	12,000,000.00	390,654,195.38
Adjustment to Net Asset		832,765,313.82		(220,449,486.77)
Total Equity	**206,245,510.00**	**216,788,874.75**	**194,245,510.04**	**613,857,916.31**

Note 16

INVESTMENTS

This represents joint investments and stocks held by the Etung LGC in certain State-owned projects/companies like the Tinapa Business Resort, the Obudu Ranch Resort and the Cross-River State Micro Finance Bank.

DETAILS	**AMOUNT (₦)**
INVESTMENT TOTAL BFWD 01-01-2020	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	**158,878,724.67**

DEPOSITS

S/N	**DETAILS**	**BAL. B/F AS AT 1ST JANUARY 2022**	**CURRENT YEAR ADDITIONS**	**REMITTANCES DURING THE YEAR**	**BALANCE AS AT 31-12-2022**
		₦	₦	₦	₦
1	RETENTION DEPOSIT	8,393,924.24	-		8,393,924.24
2	UNCLAIMED SALARIES		-		
	TOTAL	**8,393,924.24**	**-**	**-**	**670,017.15**

IKOM LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURES

IKOM LOCAL GOVERNMENT, IKOM

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Ikom Local Government Council found on pages 278-280 have been examined under my direction, which have been prepared under the accounting policies set out on pages 272-277

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit so as to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Ikom Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM,Ph.D,CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

IKOM LOCAL GOVERNMENT, IKOM

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Ikom Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Ikom 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Ikom Local Government as at 31st December 2022 and its operations for the period ended on that date.

.... 30th June 2022 ....

HOLGA

.... 30th June 2022 ....

MR. EGUMA MICHAEL MONJOK, FCA **DATE**

DIRECTOR OF FINANCE (TREASURER)

The Chairman,
Ikom Local Government Council,
IKOM.

AUDIT CERTIFICATE ON THE ACCOUNTS OF IKOM LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 278 to 280 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Ikom Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

…………………………………
ENI, ODEN OFEM, Ph.D, CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

IKOM LOCAL GOVERNMENT, IKOM

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

ASSETS	NOTES	2022	2021
Current Assets		₦	₦
Cash and Cash Equivalent	9	135,558,708.54	92,701,393.35
Receivables	10	775,539,273.31	661,385,225.55
Total Current Asset		**911,097,981.85**	**754,086,618.90**
Non-Current Assets			
Investment	16	158,878,724.67	158,878,724.67
Property, Plant & Equipment	8	888,677,333.83	647,084,762.42
Contribution to CRS Reserve Fund	11	152,737,722.93	141,737,722.96
Total Non-Current Asset		**1,200,293,781.43**	**947,701,210.03**
Total Asset (A)		**2,111,391,763.28**	**1,701,787,828.93**
Current Liabilities			
Deposits	17	96,740,007.16	96,740,007.16
Short Term Loans & Debts	12		
Unremitted Deductions	13	870,270,923.01	870,270,923.01
Total Current Liabilities		**967,010,930.17**	**967,010,930.17**
Non-Current Liabilities			
Long Term Borrowings (CRSG loan)	14	-	73,680,797.86
Loan to Councillors	18	-	29,500,000.00
LONG TERM PROVISIONS (Taxes)	13	6,121,714.95	6,121,714.95
Total Non-Current Liabilities		**6,121,714.95**	109,302,512.81
Total Liabilities (B)		**973,132,645.12**	**1,076,313,442.98**
Net Asset (A - B)		**1,138,259,118.16**	**625,474,385.95**
NET ASSET AND EQUITY			
Reserve Fund	15	**206,245,510.04**	**194,245,510.04**
Accumulated Surplus/(Deficit)	15	**932,013,608.12**	**431,228,875.91**
Net Assets		**1,138,259,118.16**	**625,474,385.95**

IKOM LOCAL GOVERNMENT, IKOM

Statement of Changes in Net Asset/Equity as at 31st December, 2022.			
	Accumulated Surplus	**Reserves**	**Total**
	₦	**₦**	**₦**
Balance as at 1 January 2022	**431,228,875.91**	**194,245,510.04**	**625,474.385.95**
Changes for the Year	385,103,099.19	12,000,000.00	397,103,099.19
Transfer to/(from) changes in Net Assets	115,681,633.02		115,681,633.02
Balance as at 31st December 2022.	**932,013,608.12**	**206,245,510.04**	**1,138,259,118.16**
Balance as at 1 January 2021	397,357,116.28	182,245,510.04	579,602,626.32
Changes for the Year	225,447,232.80	12,000,000.00	237,447,232.80
Transfer to/(from) changes in Net Assets	(191,575,473.17)	-	(191,575,473.17)
Balance as at 31st December 2022.	**431,228,875.91**	**194,245,510.04**	**625,474,385.95**

-

IKOM LOCAL GOVERNMENT, IKOM

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2022.			
	NOTES	**2022**	**2021**
Cash Flow from Operating Activities		**₦**	**₦**
Inflows:			
Gross Statutory Allocation	1	1,476,936,060.57	1,376,838,040.94
Government Share of VAT	1	829,075,723.29	685,586,187.06
Share of Exchange Gain Difference	1	12,179,263.31	9,562,541.21
Other Revenue	1	177,170,619.18	117,124,756.93
Internally Generated Revenue	2	31,909,270.04	30,145,467.62
Capital Receipts	3	652,952,870.49	664,193,656.96
Total Inflows from Operating Activities		**3,180,223,806.88**	**2,883,450,652.72**
Employees' Benefits	4	1,808,087,790.85	1,807,682,306.68
Admin (Overhead) Cost	5	160,951,893.36	70,726,223.94
Deductions at Source		25,700,844.12	70,311,550.76
Statutory Deductions	6	790,291,465.99	656,827,992.15
JAAC Charges		-	
Total Outflows from Operating Activities		**2,785,031,994.32**	**2,605,548,073.53**
NET Cashflow from Operating Activities		**395,191,812.56**	**633,267,715.06**
CASHFLOW FROM INVESTING ACTIVITIES			
Purchase/Construction of PPE	7	340,334,497.37	(282,059,489.54)
Other Asset		12,000,000.00	(12,000,000.00)
Net Cashflow from Investing Activities		**(352,334,497.37)**	**(294,059,484.54)**
CASH FLOW FROM FINANCING ACTIVITIES			
Deposits Received			-
Overdraft			-
Deposits Remitted			0.00
Taxes Received			0.00
Tax Remitted			0.00
Loan to Councillors			40,000,000.00
Loan Repayment	10		(10,500,000.00)
Net Cash Flow from Financing Activities		**-**	**29,500,000.00**
Net Cash Flow from All Activities		**42,857,315.19**	**13,343,089.51**
Cash and its Equivalent as at 01/01		92,701,393.35	79,358,303.84
Adjustment		-	
Cash and its Equivalent as at 31 Dec 2021		**135,558,708.54**	**92,701,393.35**

IKOM LOCAL GOVERNMENT, IKOM

STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2022.			
	NOTES	**2022**	**2021**
Revenue		**₦**	**₦**
Statutory Revenue	1	2,469,660,831.23	2,189,111,526.14
Internally Generated Revenue	2	31,909,270.04	30,145,469.62
Other Capital Receipts	3	652,952,870.49	664,193,656.96
10% State IGR	10	114,154,047.76	127,290450.96
Total Revenue		**3,268,877,019.52**	**3,010,741,103,68**
Expenditures			
Employees Benefits	4	1,808,087,790.85	1,807,682,306.68
General and Admin Expenses (Overhead)	5	160,951,893.36	70,726.223.94
Transfer to Other Government Entities	6	790,291,465.99	656,827,992.15
Deduction at Source		25,700,844.12	70,311,550.76
Total Operating Expenses		**2,785,031,994.36**	**2,606,548,073.53**
Excess/(Deficit) of Revenue over Expenditures		**483,845,025.16**	**405,193,030.15**
Non-Cash Movement			
Depreciation of PP&E	8	98,741,925.97	179,745,797.35
Net Surplus/(Deficit)		**385,103,099.19**	**225,447,232.80**

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST DECEMBER 2022

	FINAL BUDGET 2022	ACTUAL 2022	DIFFERENCE
	₦	₦	₦
RECEIPTS:			
Gross Statutory Allocation	2,293,739,700.00	2,469,660,831.23	(175,921131.23)
Internally Generated Revenue	60,259,575.00	31,909,270.04	(28,350,304.96)
Capital Receipts	100,011,000.00	652,952,870.49	552,941,870.49
Cross River State Government Loan	-	-	-
Total Receipts	**2,454,010,275.00**	**3,154,522,971.76**	**700,512,696.76**
PAYMENTS			
Employees Benefits	2,294,080,248.00	1,808,087,790.85	(485,992,457.15)
Statutory Deductions	732,274,775.00	790,291,465.99	(58,016,690.99)
Overhead / Operating Exp.	98,248,458.00	160,951,893.36	(62,703,435.36)
Deduction at Source	-	25,700,844.12	25,700,844.12
Purchase/Construction of PPE	729,176,287.00	340,334,493.37	388,841,789.68
Total Payments	**3,853,779,768.00**	**3,125,366,487.69**	
NET SURPLUS (DEFICIT)	**1,399,769,493.00**	**(29,156,484.07)**	

IKOM LOCAL GOVERNMENT, IKOM

ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS

i. Reporting Entities

Ikom local government area is found in Cross River state, South-south geopolitical enclave of Nigeria. Ikom LGA is bordered by the Ogoja, Boki, Etung, and Obubra LGAs with the LGA comprising of a number of towns and villages such as Bisiri, Abakpa, Ukelle, Ukwel, Okuku, Udama Ubug, Akparabong, Abanyum, and Olulumo. The estimated population of Ikom LGA is 124,881 inhabitants with the area hosting members of different ethnic affiliations such as the Ejagham and the Yakum. The Ofutop Bakor, Yala, and Ejagham languages are spoken in the LGA. Notable landmarks in Ikom LGA include the Ikom Town Beach while popular festivals held in the area include the New Yam festival.

ii. Basis of Preparation – Statement of Compliance

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

iii. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December.

iv. Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

v. Allocation of Expenses

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council.

vi. Revenue Recognition

Revenues are recognised when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

vii. Investment Property

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort, Cross River Micro Finance bank and Cally Air. This income is recognized when CRSG's right to receive payment is established. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

viii. Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognizes such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

ix. Depreciation and Amortization

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

x. Cash and cash equivalents

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

xi. **Inventory**

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they're measured at the lower of cost and current replacement cost. Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

xii. Interest Received

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

xiii. **Loans**

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xiv. **Loan Repayments**

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

xv. Interest on Loans

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

xvi. **Prepayments**

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

xvii. **Investments**

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

xviii. **Leases**

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to

ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

xix. **Other Borrowings**

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

xx. Deposits

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

xxi. **Employee Benefits**

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows. To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

xxii. **Unremitted Deductions**

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

IKOM LOCAL GOVERNMENT, IKOM

NOTES TO THE FINANCIAL STATEMENTS

Note 1.

Revenues

GROSS STATUTORY ALLOCATION)

This represents allocations received monthly by Ikom Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	2,469,660,831.23
Internally Generated Revenue	31,909,270.04
Other Capital Receipts	652,952,870.49
Unremitted 10% State IGR	114,151,047,76
	3,268,677,019.52

The monthly collections of revenue sub-components are detailed in the table below:

MONTH	GROSS FAAC	VAT	SHARE OF EXCHANGE GAIN DIFFERENCE	OTHER REVENUE	DEDUCTIONS	NET FAAC
	=N=	=N=	=N=	=N=	=N=	=N=
JANUARY	62,296,627.96	62,843,596.55	1,238,820.26	28,089,701.39	-2,141,737.01	152,327,009.15
FEBRUARY	83,864,805.00	59,037,217.30	1,999,663.17	22,997,302.75	-2,141,737.01	165,757,261.22
MARCH	125,072,920.68	71,590,433.26		1,876,093.81	-2,141,737.01	196,307,701.74
APRIL	110,338,805.15	59,027,823.01		9,495,224.32	-2,141,737.01	176,720,115.56
MAY	93,989,035.19	70,966,064.61		36,181,863.72	-2,141,737.01	198,995,226.51
JUNE	148,591,728.80	68,161,708.31		2,228,875.93	-2,141,737.01	216,840,576.03
JULY	192,871,522.47	62,449,164.73		2,893,072.84	-2,141,737.01	256,072,023,03
AUGUST	110,035,639.80	78,053,619.56		7,077,868.53	-2,141,737.01	193,025,390.07
SEPTEMBER	118,209,915.45	67,145,164.02		21,241,673.16	-2,141,737.01	204,455,016.62
OCTOBER	104,839,332.02	75,995,769.22	1,373,676.88	28,729,864.80	-2,141,737.01	208,796,905.91
NOVEMBER	163,973,430.45	71,658,360.40	1,699,463.20	6,795,355.06	-2,141,737.01	241,984,872.10
DECEMBER	162,852,296.60	82,146,811.32	5,867,639.80	9,563,722.87	-2,141,737.01	258,288,733'58
TOTAL	**1,476,936,060.57**	**829,075,732.29**	**12,179,263.31**	**177,170,619.18**	**-25,700,844.12**	**2,469,660,831.22**

IKOM LOCAL GOVERNMENT, IKOM

The details of Other Revenue sub-component are also disclosed in the table below:

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for **Ikom** Local Government Council for the year ended 31st December 2022.

S/N	MONTH	NON- OIL EXCESS ACCOUNT =N=	SHARE OF FOREX =N=	SHARE OF EXCESS BANK CHARGES =N=	SHARE OF ECOLOGICAL FUND =N=	SHARE OF ELECTRONIC =N=	SHARE OF SOLID MINERAL =N=	TOTAL =N=
1	JANUARY	26,735,635.14	-	-	1,354,066.25	-	-	28,089,701.39
2	FEBRUARY	21,388,508.11			1,608,794.64			22,997,302.75
3	MARCH				1,876,093.81			1,876,093.81
4	APRIL	5,347,127.03		2,377,151.04	1,770,946.25			9,495,224.32
5	MAY				1,409,835.53	34,772,028.19		36,181,863.72
6	JUNE				2,228,875.93			2,228,875.93
7	JULY				2,893,072.84			2,893,072.84
8	AUGUST	5,347,127.03			1,730,741.50			7,077,868.53
9	SEPTEMBER	16,041,381.08			2,0137,769.46	3,186,522.62		21,241,673.16
10	OCTOBER	26,735,635.14			1,994,229.66			28,729,864,.80
11	NOVEMBER				2,485,093.40	4,310,261.66		6,795,355.04
12	DECEMBER					9,563,722.87		9,563,722.87
	TOTAL	**101,595,413.49**		**2,377,151.04**	**21,365,519.27**	**51,832535.34**		**177,170,619.14**

-

IKOM LOCAL GOVERNMENT, IKOM

DEDUCTIONS AT SOURCE - (₦25,700,844.12)

This represents deductions made at source by the FAAC Allocation Committee against Ikom Local government revenue allocation for the year.

MONTHS	DETAILS	TOTAL
JANUARY	DEDUCTIONS AT SOURCE	-2,141,737.01
FEBRUARY	DEDUCTIONS AT SOURCE	-2,141,737.01
MARCH	DEDUCTIONS AT SOURCE	-2,141,737.01
APRIL	DEDUCTIONS AT SOURCE	-2,141,737.01
MAY	DEDUCTIONS AT SOURCE	-2,141,737.01
JUNE	DEDUCTIONS AT SOURCE	-2,141,737.01
JULY	DEDUCTIONS AT SOURCE	-2,141,737.01
AUGUST	DEDUCTIONS AT SOURCE	-2,141,737.01
SEPTEMBER	DEDUCTIONS AT SOURCE	-2,141,737.01
OCTOBER	DEDUCTIONS AT SOURCE	-2,141,737.01
NOVEMBER	DEDUCTIONS AT SOURCE	-2,141,737.01
DECEMBER	DEDUCTIONS AT SOURCE	-2,141,737.01
TOTAL		**-25,700,844.12**

IKOM LOCAL GOVERNMENT, IKOM

Note 2

INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of **Ikom** Local Government Council for the year ended 31st December 2021.

CODE	DETAILS	ACTUAL 2021
		₦
12010100	PERSONAL TAXES	2,164,967.76
12020200	LICENSES – GENERAL	5,480,500.00
12020400	FEES – GENERAL	2,911,000.00
12020500	FINES – GENERAL	0.00
12020600	SALES – GENERAL	4,156,000.00
12020700	EARNINGS – GENERAL	14,143,802.28
12020800	RENT ON LOCAL GOVERNMENT BUILDINGS- GENERAL	0.00
12020900	RENT ON LOCAL GOVERNMENT PROPERTY	3,054,000.00
12021200	INTEREST & DIVIDEND	0.00
12021400	OTHER REVENUES	**0.00**
TOTAL		**31,909,270.04**

MONTH	12010000	12020200	12020400	12020700	12020600	1201900	TOTAL
JANUARY	85,500.00	28,000.00	617,000.00	716,000.00	235,000.00	950,000.00	2,631,500.00
FEBRUARY	215,000.00	150,000.00	250,000.00	2,516,000.00	305,000.00		3,436,000.00
MARCH	120,000.00	480,000.00	178,000.00	3,047,000.00	320,000.00		4,145,000.00
APRIL	330,000.00	1,235,000.00	180,000.00	838,000.00	296,000.00		2,879,000.00
MAY	130,000.00	750,000.00	290,000.00	854,000.00	354,000.00		2,378,000.00
JUNE	200,983.00	270,000.00	175,000.00	1,146,356.00	324,000.00		2,116,339.00
JULY	507,528.76	1,363,500.00	174,100.00	888,000.00	266,000.00	784,000.00	3,983,128.76
AUGUST	185,000.00	540,000.00	168,000.00	888,000.00	304,000.00	120,000.00	2,205,000.00
SEPTEMBER	25,000.00	75,000.00	225,000.00	429,000.00	78,000.00	1,020,000.00	1,882,000.00
OCTOBER	125,000.00	120,000.00	175,000.00	540,000.00	371,000.00	-	1,331,000.00
NOVEMBER	65,000.00	270,000.00	350,000.00	531,000.00	321,000.00	30,000.00	1,567,000.00
DECEMBER	175,000.00	199,000.00	99,000.00	1,750,302.28	982,000.00	150,000.00	3,355,302.28
TOTAL	**2,164,011.76**	**5,480,500.00**	**2,911,100.00**	**14,143,658.28**	**4,156,000.00**	**3,054,000.00**	**31,909,270.04**

IKOM LOCAL GOVERNMENT, IKOM

Note 3

CAPITAL RECEIPTS – ₦ 652,952,870.49

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC.

Note 4
Employees Benefit

This consists of the salaries and wages paid to staff of Ikom local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.

SALARIES, WAGES & EMPLOYEE BENEFITS		
S/N	**DESCRIPTION**	**AMOUNT (₦)**
1	Traditional Rulers Allowances	**19,530,000.00**
2	Primary Health Care Salaries	234,227,623.77
3	Non-Pensionable Allowances	**152,770,000.00**
4	Council Staff Salaries	**236,005,649.55**
5	Political Office Holders	**74,304,525.36**
6	Pension Allowances	**457,155,115.38**
7	SUBEB - Teacher's Salaries	**634,094,876.79**
	TOTAL	**1,808,087,790.85**

MONTHS	**TRC**	**PHC**	**NPA**	**COUNCIL STAFF**	**POL. OFFICE HOLDERS**	**PENSION**	**SUBEB**	**TOTAL**
JANUARY	1,627,500.00	17,078,901.99	20,130,000.00	19,953,049.47	6,192,043.78	39,186,736.81	54,097,915.21	158,266,147.26
FEBRUARY	1,627,500.00	16,897,284.25	23,110,000.00	19,784,130.08	6,192,043.78	38,897,372.94	53,207,195.36	159,715,526.41
MARCH	1,627,500.00	20,159,654.65	0.00	19,784,130.08	6,192,043.78	39,343,347.31	53,715,854.22	140,822,530.04
APRIL	1,627,500.00	20,159,654.65	0.00	19,784,130.08	6,192,043.78	38,411,136.69	53,715,854.22	139,890,319.42
MAY	1,627,500.00	20,159,654.65	840,000.00	19,784,130.08	6,192,043.78	38,411,136.69	53,094,069.03	140.108,534.23
JUNE	1,627,500.00	20,022,389.24	840,000.00	19,784,130.08	6,192,043.78	38,614,920.35	52,937,845.41	140,018,828.86
JULY	1,627,500.00	20,022,389.24	4,200,000.00	19,784,130.08	6,192,043.78	38,614,920.35	52,827,835.02	143,268,818.47
AUGUST	1,627,500.00	20,022,389.24	840,000.00	19,784,130.08	6,192,043.78	39,450,210.84	52,497,526.52	140,413,800.46
SEPTEMBER	1,627,500.00	20,022,389.24	840,000.00	19,784,130.08	6,192,043.78	39,450,210.84	52,216,219.40	140,132,493.34
OCTOBER	1,627,500.00	19,894,305.54	33,990,000.00	19,861,711.52	6,192,043.78	35,591,707.52	52,058,513.23	169,215,781.59
NOVEMBER	1,627,500.00	19,894,305.54	33,990,000.00	18,958,923.96	6,192,043.78	35,591,707.52	51,905,379.77	168,159,860.57
DECEMBER	1,627,500.00	19,894,305.54	33,990,000.00	18,958,923.96	6,192,043.78	35,591,707.52	51,820,669.40	168,075,150.20
TOTAL	**19,530,000.00**	**234,227,623.77**	**152,770,000.00**	**236,005,649.55**	**74,304,525.36**	**457,155,115.38**	**634,094,876.79**	**1,808,087,790.85**

IKOM LOCAL GOVERNMENT, IKOM

Note 5

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

CODE	DETAILS	TOTAL OPERATING EXPENSES 2021
		N
220201	TRAVEL AND TRANSPORT - GENERAL	9,965,055.56
220202	UTILITIES – GENERAL	90,000.00
220203	MATERIALS & SUPPLIES – GENERAL	10,069,000.00
220204	MAINTENANCE SERVICES - GENERAL	3,617,000.00
220205	TRAINING - GENERAL	1,708,888.89
220206	OTHER SERVICES	172,616,666.68
220207	CONSULTING & PROFESSIONAL SERVICES- GENERAL	1,090,000.00
220208	FUEL & LUBRICANTS – GENERAL	35,000.00
220209	FINANCIAL CHARGES – GENERAL	2,205,057.16
220210	MISCELLANEOUS EXPENSES- GENERAL	27,116,000.00
	TOTAL	**228,512,668.29**

Note 6

Transfer to Other Government Agencies

This is made up of 31% Statutory deductions made from Ikom Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	STATUTORY DEDUCTION	AMOUNT (₦)
1	1% Ministry of Local Government for Administration	7,902,914.65
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	301,294,449.06
3	STATE ELECTRIFUCATION AGENCY (SEA) 5%	249,510,573.29
4	JOINT SECURITY OPERATIONS 2.5%	19,757,286.64
5	JOINT SOCIAL WELFARE2.5%	19,757,286.64
6	BORDER COMMUNITY DEVELOPMENT FUND .05%	395,145.73
7	SPORT DEVELOPMENT 1%	7,902914.65
8	ENVIROMENTAL MANAGEMENT & PROTECTION 2.5%	19,757,286.64
9	CRHA OVERSIGHT FUNCTION 0.5%	395,145.73
10	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	395,145.73
11	INFRASTRUTURAL DEVELOPMENT AGENCY 4%	131,611,658.63
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY 1%	7,902914.65
13	LOCAL GOVERNMENT SERVICE COMMISSION 1%	7,902914.65
	TOTAL	**790,291,465.99**

IKOM LOCAL GOVERNMENT, IKOM

Note 7

Property, Plant and Equipment

During the year under review, the Ikom LGC spent a total sum of ₦340,334,497.37 on Purchase and Construction of PPE (Property, Plant and Equipment).

CODE	Property, Plant and Equipment	₦
11000	AGRICULTURE	1,055,000.00
17000	COMMERCE/FINANCE	12,250,500.00
18000	TRANSPORTATION/ROADS	300,000.00
19000	CULTURE/TOURISM	2,500,000.00
22000	HEALTH	820,000.00
23000	INFORMATION	715,000.00
24000	SOCIAL DEV. YOUTH	14,070,000.00
31000	WATER SUPPLY	3,350,000.00
33000	HOUSING	1,110,000.00
35000	ENV/ REFUSE DISPOSAL	43,368,139.61
40000	GENERAL ADMINISTRATION	47,828,139.61
	Total	**340,334,497.37**

IKOM LOCAL GOVERNMENT, IKOM

Note 8. Depreciation of Property, Plant and Equipment

PROPERTY, PLANT AND EQUIPMENT

	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment	Furniture & Fittings	Intangible Assets	Bridges	Road	Traffic Light	Streetlights	Drainages	Total
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2022												647,084,762.43
Additions	6,806,689.95	17,016,724.87	85,083,624.35	85,083,624.35	34,033,449.74	85,083,624.35	6,806,689.95	17,016,724.87	17,016,724.87	34,033,449.74	17,016,724.87	
Disposal												340,334,497.37
Adjustments												
As at 31/12/2022 (A)	-	-	-	-	-	-	-	-	-	-	-	987,419,259.80
Depreciation												
As at 1/1/2												64,708,476.25
Charge for the year												34,033,449.73
Disposals												
Adjustments												
As at 31/12/20202(B)	-	-	-	-	-	-	-	-	-	-	-	98,741,925.97
Net Book Value (A-B)	-	-	-	-	-	-	-	-	-	-	-	888,677,333.83

IKOM LOCAL GOVERNMENT, IKOM

NOTE 9

Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Ikom Local Government Council Cash Books as at 31st December 2022.

PREVIOUS YEAR	NAME OF BANK	CLOSING
54,903,736.64	ZENITH BANK-CAPITAL A/C	67,032,593.70
44.20	FIRST BANK PLC SALARY OVERHEAD(A/C A)	44.20
715,564.65	FIRST CITY MONUMENT BANK-REVENUE	124,792.65
950.17	UNITED BANK FOR AFRICA (DORMANT)	950.17
37,068,845.19	FIRST BANK- SALARY/OVERHEAD (A/C B)	67,560,761.38
0.00	UNITED BANK FOR AFRICA- REVENUE	836,813.94
2,302.50	ZENITH BANK – CAPITAL A/C (DORMANT)	2,302.50
92,691,443.35	**GRAND TOTAL**	**135,558,708.54**

IKOM LOCAL GOVERNMENT, IKOM

Note 10:

Receivables
This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	661,385,225.55
2022 Unpaid 10%	114,154,047.76
Remittance for the Period	-
Balance Carried forward	**775,539,273.31**

Note 11.

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2021		141,737,722.93
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN	DEDUCTION FROM ALLOCATION	1,000,000.00
JUL	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEP	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance carried forward as at 31 Dec 2021		**153,737,722.93**

Note 12:

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Ikom LGC to certain State agencies as mandated by Law.

UNREMITTED DEDUCTIONS	AMOUNT (₦)
Opening Balance B/F 01-01-2022	79,979,457.02
ADD: Deductions during the year	790,291,465.99
LESS: Actual remittances during the year	-
Balance Outstanding 31-12-2022	**870,270,923.01**

Note 13

SHORT TERM LOANS AND DEBTS

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by Ikom LGC as at 31st December 2022.

S/N	DETAILS	BAL B/F AS AT 1ST JANUARY 2022	CURRENT YEAR ADDITIONS	REMMITANCE DURING THE YEAR	BALANCE AS AT 31-12-2022
1	WITHHOLDING TAX	4,179,946.66	-	-	4,179,946.66
2	VALUE ADDED TAX	1,941,768.29	-	-	1,941,768.29
TOTAL		**6,121,714.95**			**6,121,714.95**

IKOM LOCAL GOVERNMENT, IKOM

Note 14

Equity

Equity/Total Assets	2022		2021	
Details	Reserve	Accumulated Surplus	Reserve	Accumulated Surplus
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/	194,245,510.04	431,228,875.91	182,245,510.04	397,357,116.28
changes for the year	12,000,000.00	385,103,099.19	12,000,000.00	255,447,232.80
Adjustment to Net Asset	-	(115,681,633.02)		(191,575,473.17)
Total Equity	**206,245,510.04**	**932,013,608.12**	**194,245,510.04**	**431,228,875.91**

Note 16

INVESTMENTS

This represents joint investments and stocks held by the Ikom LGC in certain State-owned projects/companies like the Tinapa Business Resort, the Obudu Ranch Resort and the Cross-River State Micro Finance Bank.

DETAILS	AMOUNT (₦)
INVESTMENT TOTAL BFWD 01-01-2021	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	**158,878,724.67**

IKOM LOCAL GOVERNMENT, IKOM

Note 17

Deposits-

Deposits received represents unpaid retention fees, unclaimed salaries and unpaid contract sums for contracts awarded by councils during the year while Deposits remitted represent the aforementioned amounts actually paid out. _

S/N	DETAILS	BAL B/F AS AT 1ST JANUARY 2022	CURRENT YEAR ADDITIONS	REMMITANCE DURING THE YEAR	BALANCE AS AT 31-12-2022
1	UNCLAIMED SALARIES	68,392,909.34	-	-	68,392,909.34
2	RETENTION	1,500,000.00	-	-	1,500,000.00
3	1% INSPECTION	198,127.81			198,127.81
	TOTAL	**96,740,007.16**			**96,740,007.16**

OBANLIKU LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURES

OBANLIKU LOCAL GOVERNMENT, SANKWALA

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Obanliku Local Government Council found on pages 300-302 have been examined under my direction, which have been prepared under the accounting policies set out on pages 294-299.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit so as to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Obanliku Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM,PH.D,CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OBANLIKU LOCAL GOVERNMENT, SANKWALA

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Obanliku Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Obanliku 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Obanliku Local Government as at 31st December 2022 and its operations for the period ended on that date.

.... 30th June 2023

HOLGA

.... 30th June 2023

MR. CLETUS OGAR ODEY **DATE**

DIRECTOR OF FINANCE (TREASURER)

The Chairman,
Obanliku Local Government Council,
SANKWALA.

AUDIT CERTIFICATE ON THE ACCOUNTS OF OBANLIKU LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 300 to 302 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Obanliku Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

……………………………………
ENI, ODEN OFEM, Ph.D, CAN
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

OBANLIKU LOCAL GOVERNMENT, SANKWALA

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

ASSETS	NOTES	2022	2021
Current Assets		**₦**	**₦**
Cash and Cash Equivalent	9	149,248,709.06	56,989,132.85
Receivables	10	775,534,273.31	661,385,225.55
Total Current Asset		**924,787,982.37**	**718,283,358.40**
Non-Current Assets			
Investment	16	158,878,724.67	158,878,724.67
Property, Plant & Equipment	8	632,643,481.00	570,832,833.54
Contribution to CRS Reserve Fund	11	153,737,722.93	141,737,722.93
Total Non-Current Asset		**945,259,928.60**	**871,449,281.14**
Total Asset (A)		**1,870,047,910.97**	**1,589,732,639.54**
Current Liabilities			
Depositors	17	15,162,651.09	15,162,651.09
Unremitted Deductions	12	1,290,462,800.93	809,162,868.12
Payables (Unremitted Taxes)	13	-	18,807,177.68
Total Current Liabilities		**1,305,625,452.02**	**843,132,696.89**
Non-Current Liabilities			
Long Term Borrowings (CRSG loan)	14	-	73,680,797.86
CRSG Councillors		-	26,550,000
Total Non-Current Liabilities		-	100,230,797.86
Total Liabilities (B)		**-**	**943,363,494.75**
Net Asset (A - B)		**564,422,458.95**	**646,369,144.79**
NET ASSET AND EQUITY			
Reserve Fund	15	206,245,510.01	194,245,510.04
Accumulated Surplus/(Deficit)	15	358,176,948.94	452,123,634.75
Net Assets		**564,422,458.95**	**646,369,144.79**

OBANLIKU LOCAL GOVERNMENT, SANKWALA

Statement of Financial Performance for the year Ended 31st December, 2022.			
	NOTES	2022	2021
Revenue		₦	₦
Statutory Revenue	1	2,195,466,945.72	1,908,279,937.84
Internally Generated Revenue	2	4,508,401.00	6,686,900.00
Other Capital Receipts	3	798,930,497.07	613,594,483.72
10% State IGR		114,154,047.76	127,290,450.96
Total Revenue		**3,113,059,891.55**	**2,655,851,772.52**
Expenditures			
Employees Benefits	4	1,549,869,890.52	1,568,015,376.99
General and Admin Expenses (Overhead)	5	62,290,888.00	150,181,172.17
Transfer to Other Government Entities	6	694,325,152.46	569,770,196.89
Deduction at source		25,700,844.12	70,311,550,76
Total Operating Expenses		**2,332,186,775.10**	**2,358,278,296.81**
Excess/(Deficit) of Revenue over Expenditures		**780,873,116.45**	**297,573,475.71**
Non-Cash Movement			
Depreciation of PP&E	8	208,160,870.13	27,392,222.50
Net Surplus/(Deficit)		**572,712,246.32**	**270,181,253.21**

OBANLIKU LOCAL GOVERNMENT, SANKWALA

STATEMENT OF CHANGES IN NET ASSET/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2022.			
	Accumulated Surplus	**Reserves**	**Total**
	₦	**₦**	**₦**
Balance as at 1 January 2022	**452,123,634.75**	**194,245,510.01**	**646,369,144.79**
Changes for the Year	572,712,246.32	12,000,000.00	584,712,246.32
Transfer to/(from) changes in Net Assets	(666,658,948.99)	-	(666,658,948.99)
Balance as at 31st December 2022.	**358,176,948.99**	**206,245,510.01**	**564,422,459.00**
Balance as at 1 January 2022	**323,368,613.49**	**182,245,510.04**	**505,614,123.53**
Changes for the Year	270,181,253.21	12,000,000.00	282,181,253.21
Transfer to/(from) changes in Net Assets	(141,426,231.95)		(141,426,231.95)
Balance as at 31st December 2022	**452,123,634.75**	**194,245,510.01**	**646,369,144.79**

OBANLIKU LOCAL GOVERNMENT, SANKWALA

Cash Flow Statement for the year Ended 31st December, 2022.			
	NOTES	2022	2021
Cash Flow from Operating Activities		₦	₦
Inflows:			
Gross Statutory Allocation	1	1,274,272,552.96	1,188,183,443.33
Government Share of VAT	1	737,744,696.32	608,870,930.15
Share of Exchange Gain Difference	1	10,510,458.44	7,090,315.15
Other Revenue	1	172,939,238.00	104,135,248.85
Internally Generated Revenue	2	4,508,401.00	6,686,900.00
Capital Receipts	3	798,930,497.07	613,594,483.72
Total Inflows from Operating Activities		**2,998,905,843.79**	**2,528,561,331.56**
Employees' Benefits	4	1,549,869,890.52	1,568,015,376.99
Admin (Overhead) Cost	5	62,290,888.00	150,181,172.17
Statutory Deductions	6	694,325,152.46	569,770,196.89
Deduction at source		25,700,844.12	70,311,186.77
Total Outflows from Operating Activities		**2,332,186,775.10**	**2,358,278,296.81**
Net Cashflow from Operating Activities		**666,719,068.69**	**170,283,024.75**
CASHFLOW FROM INVESTING ACTIVITIES			
Purchase/Construction of PPE	7	(469,971,517.12)	(172,533,250.00)
Other Investment		(12,000,000.00)	12,000,000.00
Net Cashflow from Investing Activities		(481,971,517.12)	(194,533,250.00)
CASH FLOW FROM FINANCING ACTIVITIES			
Taxes Received			
Taxes Remitted		(18,627,177.50)	36,000,000.00
Loan Repayment	10	(73,860,797.86)	(9,450,000.00)
Net Cash Flow from Financing Activities		(92,487,975.36)	26,550,000.00
Net Cash Flow from All Activities		92,259,576.21	2,299,774.75
Cash and its Equivalent as at 01/01		56,989,132.85	54,689,358.10
Adjustment		-	-
Cash and its Equivalent as at 31 Dec 2022		149,248,709.06	56,989,132.85

OBANLIKU LOCAL GOVERNMENT, SANKWALA

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL			
FOR THE YEAR ENDED 31ST DECEMBER 2022			
	FINAL BUDGET 2022	**ACTUAL 2022**	**DIFFERENCE**
	₦	**₦**	**₦**
RECEIPTS:			
Gross Statutory Allocation	2,013,766,003.00	2,195,466,945.72	181,700,942.72
Internally Generated Revenue	16,652,073.00	4,508,401.00	(12,143,672.00)
Capital Receipts	-	798,930,497.07	798,930,497.07
Total Receipts	**2,030,418,076.00**	**2,998,905,843.79**	**968,487,767.79**
PAYMENTS			
Employees Benefits	1,552,306,812.40	1,549,869,890.52	2,436,921.88
Statutory Deductions	-	694,325,152.46	(694,325,152.46)
Overhead / Operating Expenditure	133,764,154.00	62,290,888.00	71,473,266.00
Deduction at Source	-	25,700,844.12	25,700,844.12
Purchase/Construction of PPE	1,324,731,263.94	469,971,517.12	854,759,746.82
Total Payments	**3,010,802,235.34**	**2,802,158,292.22**	**208,643,943.12**
NET SURPLUS (DEFICIT)	**(980,384,159.34)**	**197,747,551.57**	**(782,636,607.77)**

OBANLIKU LOCAL GOVERNMENT, SANKWALA

ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS

i. Reporting Entities

Obanliku local government area is found in Cross River state, South-south geopolitical zone of Nigeria with the headquarters of the LGA in the town of Sankwala. Towns and villages that make Up Obanliku LGA include Utanga, Sankwala, Busi, Basang, Bendi, Bebi, Bishiri and Amana. The estimated population of Obanliku LGA is put at 164,903 inhabitants with the area mostly inhabited by members of the Becheve ethnic group. The Becheve language is commonly spoken in the LGA. Popular festivals held in Obanliku LGA include the New Yam Festival.

ii. Basis of Preparation – Statement of Compliance

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

iii. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December.

iv. Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

v. Allocation of Expenses

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council

vi. Revenue Recognition

Revenues are recognized when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

vii. Investment Property

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort, Cross River Micro Finance bank and Cally Air. This income is recognized when CRSG's right to receive payment is established. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

viii. Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognizes such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

ix. Depreciation and Amortization

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

x. Cash and cash equivalents

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

xi. **Inventory**

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they're measured at the lower of cost and current replacement cost. Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

xii. Interest Received

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

xiii. **Loans**

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xiv. **Loan Repayments**

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

xv. Interest on Loans

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

xvi. **Prepayments**

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

xvii. **Investments**

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

xviii. **Leases**

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to

ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

xix. **Other Borrowings**

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

xx. Deposits

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

xxi. **Employee Benefits**

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows. To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

xxii. **Unremitted Deductions**

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

OBANLIKU LOCAL GOVERNMENT, SANKWALA

NOTES TO THE FINANCIAL STATEMENTS

Note 1.

Revenues

GROSS STATUTORY ALLOCATION)

This represents allocations received monthly by Obanliku Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	2,195,466,945.72
Internally Generated Revenue	4,508,401.00
Other Capital Receipts	798,930,497.07
Unremitted 10% State IGR	114,154,047.76

The monthly collections of revenue sub-components are detailed in the table below:

MONTHS	Net Statutory Allocation	Deduction	Distribution of ₦100 Billion from Non-Oil Excess Account	EXCESS BANK CHARGES	Electronic Money Transfer Levy (EMTL)	EXCHANGE DIFFERENCE	Total Ecological Funds	Value Added Tax	Total Allocation
JAN.	53,760,732.72	(2,141,737.01)	23,072,313.57			1,069,076.88	2,337,063.70	55,889,840.38	59,295,980.96
FEB.	72,373,634.24	(2,141,737.01)	18,457,850.86			1,725,668.96	2,776,714.62	52,568,896.85	57,071,280.43
MARCH	107,935,406.45	(2,141,737.01)					3,238,062.19	63,608,185.15	172,639,916.78
APRIL	95,220,162.09	(2,141,737.01)	4,614,462.71	2,051,433.37			3,056,581.74	52,524,870.27	155,325,773.18
MAY	81,110,640.57	(2,141,737.01)			30,973,583.61		2,433,319.22	63,213,837.38	175,589,643.77
JUNE	128,231,663.22	(2,141,737.01)					3,846,949.90	60,592,447.98	190,529,324.09
JULY	166,444,231.55	(2,141,737.01)					4,993,326.95	55,530,520.51	224,826,341.99
AUG.	94,958,536.51	(2,141,737.01)	4,614,462.71				2,987,189.98	69,647,101.15	170,065,553.34
SEPT.	102,012,772.29	(2,141,737.01)	13,843,388.14		2,867,396.48		3,475,684.81	59,728,154.69	179,785,659.41
OCT.	90,474,227.77	(2,141,737.01)	23,072,313.57			1,185,455.43	3,441,959.90	67,666,725.97	183,698,945.63
NOV.	141,505,761.33	(2,141,737.01)			3,881,817.72	1,466,602.44	4,289,170.91	63,737,157.26	212,738,772.66
DEC.	140,244,784.24	(2,141,737.01)			8,614,191.17	5,063,654.73		73,036,958.73	224,817,851.86
TOTAL	**1,274,272,552.96**	**(25,700,844.12)**	**87,674,791.58**	**2,051,433.37**	**46,336,988.98**	**10,510,458.44**	**36,876,023.92**	**737,744,696.32**	**2,169,766,101.45**

OBANLIKU LOCAL GOVERNMENT, SANKWALA

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for **Obanliku** Local Government Council for the year ended 31st December 2022.

S/NO	MONTHS	DISTRIBUTION OF ₦100 BILLION FROM NON-OIL EXCESS ACCOUNT	EXCESS BANK CHARGES	ELECTRONIC MONEY TRANSFER LEVY (EMTL)	TOTAL ECOLOGICAL FUNDS	TOTAL
1	JAN	23,072,313.57			2,337,063.70	26,478,454.15
2	FEB	18,457,850.86			2,776,714.62	22,960,234.44
3	MAR				3,238,062.19	3,238,062.19
4	APR	4,614,462.71	2,051,433.37		3,056,581.74	9,722,477.83
5	MAY			30,973,583.61	2,433,319.22	33,406,902.83
6	JUN				3,846,949.90	3,846,949.90
7	JUL				4,993,326.95	4,993,326.95
8	AUG	4,614,462.71			2,987,189.98	7,601,652.69
9	SEP	13,843,388.14		2,867,396.48	3,475,684.81	20,186,469.44
10	OCT	23,072,313.57			3,441,959.90	27,699,728.90
11	NOV			3,881,817.72	4,289,170.91	9,637,591.07
12	DEC			8,614,191.17		13,677,845.90
	TOTAL	**87,674,791.58**	**2,051,433.37**	**46,336,988.98**	**36,876,023.92**	**172,939,237.85**

OBANLIKU LOCAL GOVERNMENT, SANKWALA

DEDUCTIONS AT SOURCE - (₦25,700,844.12)

This represents deductions made at source by the FAAC Allocation Committee against Obanliku Local government revenue allocation for the year.

MONTHS	DETAILS	TOTAL
JANUARY	DEDUCTION AT SOURCE	-2,141,737.01
FEBRUARY	DEDUCTION AT SOURCE	-2,141,737.01
MARCH	DEDUCTION AT SOURCE	-2,141,737.01
APRIL	DEDUCTION AT SOURCE	-2,141,737.01
MAY	DEDUCTION AT SOURCE	-2,141,737.01
JUNE	DEDUCTION AT SOURCE	-2,141,737.01
JULY	DEDUCTION AT SOURCE	-2,141,737.01
AUGUST	DEDUCTION AT SOURCE	-2,141,737.01
SEPTEMBER	DEDUCTION AT SOURCE	-2,141,737.01
OCTOBER	DEDUCTION AT SOURCE	-2,141,737.01
OVEMBER	DEDUCTION AT SOURCE	-2,141,737.01
DECEMBER	DEDUCTION AT SOURCE	-2,141,737.01
TOTAL		**-25,700,844.12**

Note 2

INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of **Obanliku** Local Government Council for the year ended 31st December 2022.

CODE	DETAILS	ACTUAL 2022
		N
101000	TAXES	
102000	RATES	
103000	LOCAL LICENCE FEES	855,500.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	742,001.00
105000	RENT ON GOVERNMENT PROPERTY	
106000	INTEREST ON DIVIDENDS	
108000	MISCELLANEOUS	2,910,900.00
	T O T A L	**4,508,401.00**

OBANLIKU LOCAL GOVERNMENT, SANKWALA

MONTH	102000	103000	104000	105000	108000	TOTAL
January	-	10,000.00	96,000.00	-	188,000.00	294,000.00
February	-	-	10,000.00	-	123,000.00	133,000.00
March	-	9,500.00	3,500.00	-	160,000.00	173,000.00
April	-	184,000.00	-	-	141,000.00	325,000.00
May	-	-	-	-	309,000.00	309,000.00
June	-	-	-	-	167,000.00	167,000.00
July	-	60,000.00	127,000.00	-	132,500.00	319,500.00
August	-	120,000.00	-	-	215,000.00	335,000.00
September	-	70,000.00	66,000.00	-	36,000.00	172,000.00
October	-	4,000.00	110,500.00	-	287,500.00	402,000.00
November	-	20,000.00	102,200.00	-	11,000.00	133,200.00
December	-	378,000.00	235,801.00	-	1,140,000.00	1,753,801.00
Total	**-**	**855,500.00**	**742,001.00**	**-**	**2,910,900.00**	**4,508,401.00**

Note 3

CAPITAL RECEIPTS – ₦

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC.

Note 4
Employees Benefit

This consists of the salaries and wages paid to staff of Obanliku local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.

SALARIES, WAGES & EMPLOYEE BENEFITS		
S/N	**DESCRIPTION**	**AMOUNT(₦)**
1	Traditional Rulers Allowances	14,220,000.00
2	Primary Health Care Salaries	288,949,531.99
3	Paramount Rulers	2,700,000.00
4	Non-Pensionable Allowances	72,460,000.00
5	Council Staff Salaries	233,526,097.46
6	Political Office Holders	64,052,519.36
7	Pension Allowances	124,135,544.35
8	SUBEB - Teacher’s Salaries	732,906,197.36
9	APC Women	16,920,000.00
	TOTAL	**1,549,869,890.52**

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OBANLIKU LOCAL GOVERNMENT, SANKWALA

LGA	Staff Sal.	TRC	PR	APC WOMEN	PHCDA	Pol. Office Holders	NP Operatives	SUBEB	Pension	Total
JANUARY	19,602,712.21	1,185,000.00	225,000.00	1,410,000.00	21,593,278.75	5,984,289.59	11,580,000.00	61,805,427.58	10,614,578.28	134,000,286.41
FEBRUARY	19,602,712.21	1,185,000.00	225,000.00	1,410,000.00	21,593,278.75	5,101,139.20	14,080,000.00	61,690,112.00	10,375,262.37	135,262,504.53
MARCH	19,602,712.21	1,185,000.00	225,000.00	1,410,000.00	24,799,305.36	5,101,139.20	-	61,549,370.56	10,560,470.71	124,432,998.04
APRIL	19,602,712.21	1,185,000.00	225,000.00	1,410,000.00	24,799,305.36	5,101,139.20	-	61,549,370.56	10,080,962.48	123,953,489.81
MAY	19,602,712.21	1,185,000.00	225,000.00	1,410,000.00	24,799,305.36	5,101,139.20	750,000.00	61,406,765.12	10,158,987.24	124,638,909.13
JUNE	19,636,488.17	1,185,000.00	225,000.00	1,410,000.00	24,574,520.66	5,500,524.71	750,000.00	61,059,500.57	10,115,656.65	124,456,690.76
JULY	19,636,488.17	1,185,000.00	225,000.00	1,410,000.00	24,574,520.66	5,360,524.71	3,750,000.00	60,985,666.27	10,115,656.65	127,242,856.46
AUGUST	19,780,295.54	1,185,000.00	225,000.00	1,410,000.00	24,574,520.66	5,360,524.71	750,000.00	60,745,600.71	10,422,794.00	124,453,735.62
SEPTEMBER	19,549,539.17	1,185,000.00	225,000.00	1,410,000.00	24,574,520.66	5,360,524.71	750,000.00	60,561,767.32	10,422,794.00	124,039,145.86
OCTOBER	19,384,097.00	1,185,000.00	225,000.00	1,410,000.00	24,355,658.59	5,360,524.71	13,350,000.00	60,631,227.25	10,422,793.99	136,324,301.54
NOVEMBER	18,762,814.18	1,185,000.00	225,000.00	1,410,000.00	24,355,658.59	5,360,524.71	13,350,000.00	60,460,694.71	10,422,793.99	135,532,486.18
DECEMBER	18,762,814.18	1,185,000.00	225,000.00	1,410,000.00	24,355,658.59	5,360,524.71	13,350,000.00	60,460,694.71	10,422,793.99	135,532,486.18
TOTAL	**233,526,097.46**	**14,220,000.00**	**2,700,000.00**	**16,920,000.00**	**288,949,531.99**	**64,052,519.36**	**72,460,000.00**	**732,906,197.36**	**124,135,544.35**	**1,549,869,890.52**

OBANLIKU LOCAL GOVERNMENT, SANKWALA

Note 5

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

ADMIN EXPENSES (OVERHEAD COST)	₦
DETAILS	
Travel and Transport	29,352.000.00
Utilities	1,554,000.00
Materials and supplies	2,344,500.00
Maintenance and Repair	4,917,000.00
Training and Staff Dev.	2,992,388.00
Consultancy	317,000.00
Finance Charge	1,094,000.00
Other Services	4,870,000.00
TOTAL	**62,290,888.00**

Note 6

Transfer to Other Government Agencies

This is made up of 31% Statutory deductions made from Obanliku Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

1	1% MINISTRY OF LOCAL GOVERNMENT FOR ADMINISTRATION	21,697,661.01
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	195,278,949.13
3	STATE ELECTRIFUCATION AGENCY (SEA) 5%	108,488,305.07
4	JOINT SECURITY OPERATIONS 2.5%	54,244,152.54
5	JOINT SOCIAL WELFARE2.5%	54,244,152.54
6	BORDER COMMUNITY DEVELOPMENT FUND .05%	10,848,830.50
7	SPORT DEVELOPMENT 1%	21,697,661.01
8	ENVIROMENTAL MANAGEMENT & PROTECTION 2.5%	54,244,152.54
9	CRHA OVERSIGHT FUNCTION 0.5%	10,848,830.50
10	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	10,848,830.50
11	INFRASTRUTURAL DEVELOPMENT AGENCY 4%	86,790,644.05
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY 1%	21,697,661.01
13	LOCAL GOVERNMENT SERVICE COMMISSION 1%	21,697,661.01
		694,325,152.46

OBANLIKU LOCAL GOVERNMENT, SANKWALA

Note 7

During the year under review, the Obanliku LGC spent a total sum of N469.9m on Purchase and Construction of PPE (Property, Plant and Equipment).

Property, Plant and Equipment	**₦**
ECONOMIC	
Agriculture	
Energy (fuel/power	
Commerce and finance	
Transport (Road and Bridges)	85,873,195.06
Culture and Tourism	
ENVIRONMENTAL	134,588,806.22
SOCIAL	
Housing	27,136,621.76
General Administration	222,372,894.08
Total	**469,971,517.12**

OBANLIKU LOCAL GOVERNMENT, SANKWALA

Note 8. Depreciation of Property, Plant and Equipment

PROPERTY, PLANT AND EQUIPMENT

	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment	Furniture & Fittings	Intangible Assets	Bridges	Road	Traffic Light	Streetlights	Drainages	Total
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2022												570,832,833.54
Additions												469,971,517.12
Disposal												
Adjustments												
As at 31/12/2022 (A)												1,040,804,350.66
Depreciation												
As at 1/1/2022												
Charge for the year												208,160,870.13
Disposals												
Adjustments												
As at 31/12/2022 (B)												832,643,481.00
Net Book Value (A-B)												

OBANLIKU LOCAL GOVERNMENT, SANKWALA

NOTE 9

Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Obanliku Local Government Council Cash Books as at 31st December 2022.

S/N	NAME OF BANK	ACCOUNT	AMOUNT(N)
1	ZENITH CAPITAL		88,102,486.68
2	ZENITH REV.		9,458.91
3.	ECO BANK CAP		1,290.94
4.	ECO BANK REV		4,881.24
5.	UMFB		37,544.75
6.	FIRST BANK SALARY & OVERHEAD		61,093,046.21
	TOTAL		**149,248,708.73**

Note 10:

Receivables

This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	661,385,225.55
2022 Unpaid 10%	114,154,047.76
Remittance for the Period	-
Balance Carried forward	**775,534,273.31**

OBANLIKU LOCAL GOVERNMENT, SANKWALA

Note 11.

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2020		**141,737,722.93**
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN	DEDUCTION FROM ALLOCATION	1,000,000.00
JUL	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEP	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance carried forward as at 31 Dec 2022		**153,737,722.93**

Note 12:

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Obanliku LGC to certain State agencies as mandated by Law.

DETAILS	AMOUNT(N)
Unremitted deductions brought forward	**809,162,868.63**
Additions during the year	694,325,152.46
Total	1,503,488,021.09
Remittances during the year	213,025,220.16
BALANCE CARRIED FORWARD	**1,290,462,800.93**

OBANLIKU LOCAL GOVERNMENT, SANKWALA

Note 13
Payables

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Obanliku LGCs as at 31st December 2022.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2022	CURRENT YEAR ADDITIONS	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2022
1	5% CONTRACTORS' TAX	12,134,308.79		12,134,308.79	-
2	5% VALUE ADDED TAX (VAT)	6,476,409.35		6,476,409.35	-
3	1% STAMP DUTY	196,459.54		196,459.54	-
TOTAL		**18,807,177.68**	**-**	**18,807,177.68**	**-**

Note 14

LONG TERM LOANS/BORROWINGS (CRSG LOAN)

This represents the cumulative total amounts owed the State Government by the 18 LGCs, borrowed to offset shortfalls in funds to pay salaries.

DETAILS	AMOUNT(N)
Long term Loan brought forward	**73,680,797.86**
Repayment during the year	**73,680,797.86**
BALANCE CARRIED FORWARD	**-**

Note 15
Equity

Equity/Total Assets	2022		2021	
Details	**Reserve**	**Accumulated Surplus**	**Reserve**	**Accumulated Surplus**
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/	**194,245,510.04**	**452,123,634.75**	182,245,510.04	323,368,613.49
changes for the year	**12,000,000.00**	572,712,246.32	**12,000,000.00**	270,181,253.21
Adjustment to Net Asset	-	(666,658,932.00)		(141,426,231.95)
Total Equity	**206,245,510.01**	**358,176,948.99**	**194,245,510.04**	**452,123,634.75**

OBANLIKU LOCAL GOVERNMENT, SANKWALA

Note 16

INVESTMENTS

This represents joint investments and stocks held by the Obanliku LGC in certain State-owned projects/companies like the Tinapa Business Resort, the Obudu Ranch Resort and the Cross-River State Micro Finance Bank.

DETAILS	AMOUNT (₦)
INVESTMENT TOTAL BFWD 01-01-2020	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	**158,878,724.67**

Note 17

Depositors

Deposits received represents unpaid retention fees, unclaimed salaries and unpaid contract sums for contracts awarded by councils during the year while Deposits remitted represent the aforementioned amounts actually paid out.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2022	CURRENT YEAR ADDITIONS	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2022
1	Unclaimed Salaries I	2,901,388.51	-	-	2,901,388.51
2	Unclaimed Salaries II	5,614,540.38	-	-	5,614,540.38
3	Retention Fee	2,636,219.46	-	-	2,636,219.46
4	National Housing Fund	90,502.74	-	-	90,502.74
5	Unclaimed Stipends	3,920,000.00	-		3,920,000.00
TOTAL		**15,162,651.09**	**-**		**15,162,651.09**

OBUBRA LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURES

OBUBRA LOCAL GOVERNMENT, OBUBRA

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Obubra Local Government Council found on pages 323-325 have been examined under my direction, which have been prepared under the accounting policies set out on pages 317-322.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit so as to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Obubra Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM,Ph.D,CNA
ACTING AUDITOR-GENERAL,
CRS LOCAL GOVERNMENTS

OBUBRA LOCAL GOVERNMENT, OBUBRA

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Obubra Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Obubra 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Obubra Local Government as at 31st December 2022 and its operations for the period ended on that date.

…………………………………………	30th June 2023
HOLGA	………………………
…………………………………………	30th June 2023
MRS. FLORENCE ELIAS EGOR	………………………
DIRECTOR OF FINANCE (TREASURER)	**DATE**

The Chairman,
Obubra Local Government Council,
OBUBRA.

AUDIT CERTIFICATE ON THE ACCOUNTS OF OBUBRA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 323 to 325 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Obubra Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

……………………………………
ENI, ODEN OFEM, Ph.D, CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

OBUBRA LOCAL GOVERNMENT, OBUBRA

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

ASSETS	NOTES	2022	2021
Current Assets		₦	₦
Cash and Cash Equivalent	9	83,930,738.90	104,577,640.90
Receivables	10	776,539,273.31	662,385,225.55
Cash Advances		21,100,000.00	
Total Current Asset		**881,570,012.16**	**766,962,866.45**
Non-Current Assets			
Investment	16	158,878,724.67	158,878,724.67
Property, Plant & Equipment	8	806,861,884.10	645,575,467.73
Contribution to CRS Reserve Fund	11	145,737,727.93	133,737,727.93
Total Non-Current Asset		**1,111,478,336.70**	**938,191,920.33**
Total Asset (A)		**1,993,048,348.86**	**1,705,154,786.78**
Current Liabilities			
Deposits	17	14,712,651.09	14,712,651.09
Unremitted Deductions	12	1,272,543,673.44	879,074,071.11
Payables (Unremitted Taxes)	13	-	
Total Current Liabilities		**1,287,256,338.53**	**893,786,722.20**
Non-Current Liabilities			
Long Term Borrowings (CRSG loan)	14	-	73,680,797.86
Councillors Car loan	17	-	29,500,000.00
Total Non-Current Liabilities		**-**	**103,180,797.86**
Total Liabilities (B)		**1,287,256,338.53**	**996,967,520.06**
Net Asset (A - B)		**705,792,010.33**	**708,187,266.72**
NET ASSET AND EQUITY			
Reserve Fund	15	198,245,510.04	186,245,510.04
Accumulated Surplus/(Deficit)	15	507,546,500.29	521,941,756.68
Net Assets		**705,792,010.33**	**708,187,266.72**

OBUBRA LOCAL GOVERNMENT, OBUBRA

STATEMENT OF CHANGES IN NET ASSET/EQUITY AS AT 31ST DECEMBER, 2022.			
	Accumulated Surplus	**Reserves**	**Total**
	₦	**₦**	**₦**
Balance as at 1 January 2022	521,941,756.68	186,245,510.04	708,187,266.72
Changes for the Year	457,817,050.34	12,000,000.00	469,819,050.34
Transfer to/(from) changes in Net Assets	(472,212,306.73)	-	(472,212,306.73)
Balance as at 31st December 2022.	**507,546,500.29**	**198,245,510.04**	**705,792,010.33**
Balance as at 1 January 2021	455,267,982.11	182,245,510.04	637,513,492.15
Changes for the Year	345,541,201.29	4,000,000.00	349,541,201.29
Transfer to/(from) changes in Net Assets	(278,867,426.72)		(278,867,426.72)
Balance as at 31st December 2021.	**521,941,756.68**	**186,245,510.04**	**708,187,266.72**

OBUBRA LOCAL GOVERNMENT, OBUBRA

Cash Flow Statement for the year Ended 31st December, 2022.			
	NOTES	**2022**	**2021**
Cash Flow from Operating Activities		**₦**	**₦**
Inflows:			
Gross Statutory Allocation	1	1,404,659,675.01	1,309,557,687.46
Government Share of VAT	1	846,726,504.55	631,170,080.14
Share of Exchange Gain Difference	1	11,584,113.32	5,994,692.31
Other Revenue	1	192,429,420.52	185,865,668.30
Internally Generated Revenue	2	22,368,235.54	33,422,171.92
Capital Receipts	3	711,893,233.38	352,600,718.27
CRSG 10% IGR	1	-	0.00
Total Inflows from Operating Activities		**3,189,661,182.32**	**2,518,593,018.40**
Employees' Benefits	4	1,690,385,597.98	1,727,371,848.04
Admin (Overhead) Cost	5	83,452,138.10	54,912,546.07
Statutory Deductions	6	777,503,638.17	376,015,855.46
Deduction at Source	1	25,700,844.12	70,311,550.77
Total Outflows from Operating Activities		**(2,577,042,218.37)**	**(2,232,641,800.34)**
Net Cashflow from Operating Activities		**612,618,963.95**	**285,981,218.06**
CASHFLOW FROM INVESTING ACTIVITIES			
Purchase/Construction of PPE	7	430,240,377.74	219,859,099.96
Reserves(future generation)	11	12,000,000.00	4,000,000.00
Net Cashflow from Investing Activities		**442,240,377.74**	**223,859,099.96**
CASH FLOW FROM FINANCING ACTIVITIES			
Deposits Received			
Deposits Remitted		24,358,830.61	
Councillors Vehicle	18	-	40,000,000.00
Loan Repayment	18	166,666,666.65	(10,500,000.00)
Net Cash Flow from Financing Activities		**191,025,497.26**	**29,500,000.00**
Net Cash Flow from All Activities		**(20,646,911.05)**	**91,622,117.10**
Cash and its Equivalent as at 01/01		104,577,649.90	12,955,532.80
Adjustment			
Cash and its Equivalent as at 31 Dec 2022		**83,930,738.85**	**104,577,649.90**

OBUBRA LOCAL GOVERNMENT, OBUBRA

Statement of Financial Performance for the year Ended 31st December, 2022.

	NOTES	2021	2020
Revenue		**₦**	**₦**
Statutory Revenue	1	2,455,399,713.40	1,946,704,459.91
Internally Generated Revenue	2	22,368,235.54	33,422,171.92
Other Capital Receipts	1b	711,893,233.38	185,865,668.30
10% State IGR	1	114,154,047.76	127,290,450,96
Capital Receipts	3	-	352,600,718.27
TOTAL REVNUE		**3,303,815,230.08**	**2,645,883,469.36**
Expenditures			
Employees Benefits	4	1,690,385,597.98	1,727,371,848.04
General and Admin Expenses (Overhead)	5	83,452,138.10	54,912,546.07
Transfer to Other Government Entities	6	777,503,638.17	376,015,855.46
Deduction at Source	1	25,700,844.12	70,311,550.77
Public Debt Charges			
Total Operating Expenses		**2,577,042,218.37**	**2,228,611,800.34**
Excess/(Deficit) of Revenue over Expenditures		**726,773,011.71**	**417,271,669.02**
Non-Cash Movement			
Depreciation of PP&E	8	268,953,961.37	71,730,467.73
Net Surplus/(Deficit)		**457,819,050.34**	**345,541,201.29**

OBUBRA LOCAL GOVERNMENT, OBUBRA

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL			
FOR THE YEAR ENDED 31ST DECEMBER 2022			
	FINAL BUDGET 2022	ACTUAL 2022	DIFFERENCE
	₦	₦	₦
RECEIPTS:			
Gross Statutory Allocation	2,829,614,143.00	2,455,399,713.40	(374,214,428.60)
Internally Generated Revenue	50,819,000.00	22,368,235.38	(28,450,764.62)
Capital Receipts	650,258,120.00	711,893,233.38	61,635,113.00
CRSG 10%IGR	-	114,154,047.76	114,154,047.76
Total Receipts	**3,530,691,262.00**	**3,303,815,230.08**	**(226,876,032.00)**
PAYMENTS			
Employees Benefits	1,612,760,479.00	1,690,385,597.98	(77,625,118.98)
Statutory Deductions	556,089,190.00	777,503,638.17	(221,414,448.17)
Overhead / Operating Expenditure	120,000,000.00	83,452,138.10	36,547,861.90
Deduction at Source	-	25,700,844.12	25,700,844.12
Purchase/Construction of PPE	1,366,330,409.00	430,240,377.74	936,090,031.26
Deduction at source	-	25,700,844.11	(25,700,844.11)
Total Payments	**3,655,180,078.00**	**3,007,282,596.11**	**647,847,481.89**
NET SURPLUS (DEFICIT)	**(124,488,816.00)**	**296,532,633.97**	**421,021,448.98**

OBUBRA LOCAL GOVERNMENT, OBUBRA

ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS

i. Reporting Entities

Obubra local government area is found in Cross River state, South-South geopolitical zone of Nigeria. The headquarters of Obubra LGA are in the town of Obubra and the LGA is made up of a number of towns and villages which include Ababene, Iyamitet, Okom, Osopong, Iyalla, Ofat, Ofodua, and Ofombo-Ngha. The estimated population of Obubra LGA is put at 169,703 inhabitants with the LGA hosting members of diverse ethnic groups which include the Isobo and Mbembe ethnic affiliations. The Isobo and Mbembe languages are among those spoken in Obubra LGA. A number of colourful festivals are held in Obubra LGA and these include the Otaba and Owakande festivals while the notable landmarks in the LGA include the NYSC permanent orientation camp and the IBB college of Agriculture.

ii. Basis of Preparation – Statement of Compliance

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

iii. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December.

iv. Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

v. Allocation of Expenses

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council.

vi. Revenue Recognition

Revenues are recognized when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

vii. Investment Property

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort, Cross River Micro Finance bank and Cally Air. This income is recognized when CRSG's right to receive payment is established. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

viii. Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognises such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

ix. Depreciation and Amortization

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

x. Cash and cash equivalents

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

xi. **Inventory**

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they're measured at the lower of cost and current replacement cost. Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

xii. Interest Received

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

xiii. **Loans**

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xiv. **Loan Repayments**

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

xv. Interest on Loans

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

xvi. **Prepayments**

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

xvii. **Investments**

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

xviii. **Leases**

Cash Payment for Finance Leases, which effectively transfer to the Government - substantially all the risks and benefits incidental to

ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

xix. **Other Borrowings**

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

xx. Deposits

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

xxi. **Employee Benefits**

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows. To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

xxii. **Unremitted Deductions**

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

OBUBRA LOCAL GOVERNMENT, OBUBRA

NOTES TO THE FINANCIAL STATEMENTS

Note 1.

Revenues

GROSS STATUTORY ALLOCATION)

This represents allocations received monthly by Obubra Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	2,455,399,713.40
Internally Generated Revenue	22,368,235.38
Other Capital Receipts	711,893,233.38
Unremitted 10% State IGR	114,154,047.76
	3,303,815,229.92

The monthly collections of revenue sub-components are detailed in the table below:

MONTHS	Net Statutory Allocation	Value Added Tax	Distribution of ₦100 Billion from Non-Oil Excess Account	EXCHANGE DIFFERENCE	EXCESS BANK CHARGES	Electronic Money Transfer Levy (EMTL)	Total Ecological Funds	TOTAL ALLOCATION	Deduction	TOTAL GROSS
JANUARY	59,252,450.63	64,187,489.85	25,429,175.75	1,178,284.26	2,260,989.55		2,575,797.32	154,884,187.35	(2,141,737.01)	152,742,450.34
FEBRUARY	79,766,680.49	60,287,294.56	20,343,340.60	1,901,947.94			3,060,359.07	165,359,622.66	(2,141,737.01)	163,217,885.65
MARCH	118,961,126.80	73,133,094.44					3,568,833.80	195,663,055.04	(2,141,737.01)	193,521,318.03
APRIL	104,947,006.25	60,284,593.36	5,085,835.15				3,368,814.93	173,686,249.70	(2,141,737.01)	171,544,512.69
MAY	89,396,181.62	72,464,271.61				35,506,121.26	2,681,885.45	200,048,459.93	(2,141,737.01)	197,906,722.92
JUNE	141,330,668.50	69,624,554.85					4,239,920.06	215,195,143.40	(2,141,737.01)	213,053,406.39
JULY	183,446,692.66	63,786,272.24					5,503,400.78	252,736,365.68	(2,141,737.01)	250,594,628.67
AUGUST	104,658,655.34	79,678,275.84	5,085,835.15				3,292,334.71	192,715,101.05	(2,141,737.01)	190,573,364.04
SEPTEMBER	*- 112,433,489.06	68,578,586.31	15,257,505.45			3,248,197.42	3,830,729.83	203,348,508.07	(2,141,737.01)	201,206,771.06
OCTOBER	99,716,269.53	77,605,452.54	25,429,175.75	1,306,551.00			3,793,559.89	207,851,008.71	(2,141,737.01)	205,709,271.70
NOVEMBER	155,960,730.31	73,189,223.93		1,616,417.49		4,393,063.37	4,727,314.43	239,886,749.54	(2,141,737.01)	237,745,012.53
DECEMBER	154,789,723.82	83,907,395.02		5,580,912.63		9,747,230.79		254,025,262.26	(2,141,737.01)	251,883,525.25
TOTAL	**1,404,659,675.01**	**846,726,504.55**	**96,630,867.86**	**11,584,113.32**	**2,260,989.55**	**52,894,612.84**	**40,642,950.28**	**2,455,399,713.40**	**(25,700,844.12)**	**2,429,698,869.28**

OBUBRA LOCAL GOVERNMENT, OBUBRA

The details of Other Revenue sub-component is also disclosed in the table below:

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for **Obubra** Local Government Council for the year ended 31st December 2022.

MONTHS	DISTRIBUTION OF ₦100 BILLION FROM NON-OIL EXCESS ACCOUNT	EXCESS BANK CHARGES	ELECTRONIC MONEY TRANSFER LEVY (EMTL)	TOTAL ECOLOGICAL FUNDS	TOTAL ALLOCATION
JANUARY	25,429,175.75	2,260,989.55		2,575,797.32	30,265,962.62
FEBRUARY	20,343,340.60			3,060,359.07	23,403,699.67
MARCH				3,568,833.80	3,568,833.80
APRIL	5,085,835.15			3,368,814.93	8,454,650.08
MAY			35,506,121.26	2,681,885.45	38,188,006.71
JUNE				4,239,920.06	4,239,920.06
JULY				5,503,400.78	5,503,400.78
AUGUST	5,085,835.15			3,292,334.71	8,378,169.87
SEPTEMBER	15,257,505.45		3,248,197.42	3,830,729.83	22,336,432.70
OCTOBER	25,429,175.75			3,793,559.89	29,222,735.64
NOVEMBER			4,393,063.37	4,727,314.43	9,120,377.81
DECEMBER			9,747,230.79		9,747,230.79
TOTAL	**96,630,867.86**	**2,260,989.55**	**52,894,612.84**	**40,642,950.28**	**192,429,420.52**

DEDUCTIONS AT SOURCE - (₦25,700,844.12)

This represents deductions made at source by the FAAC Allocation Committee against **Obubra** Local government revenue allocation for the year.

MONTHS	DETAILS	TOTAL
JANUARY	DEDUCTION AT SOURCE	2,141,737.01
FEBRUARY	DEDUCTION AT SOURCE	2,141,737.01
MARCH	DEDUCTION AT SOURCE	2,141,737.01
APRIL	DEDUCTION AT SOURCE	2,141,737.01
MAY	DEDUCTION AT SOURCE	2,141,737.01
JUNE	DEDUCTION AT SOURCE	2,141,737.01
JULY	DEDUCTION AT SOURCE	2,141,737.01
AUGUST	DEDUCTION AT SOURCE	2,141,737.01
SEPTEMBER	DEDUCTION AT SOURCE	2,141,737.01
OCTOBER	DEDUCTION AT SOURCE	2,141,737.01
OVEMBER	DEDUCTION AT SOURCE	2,141,737.01
DECEMBER	DEDUCTION AT SOURCE	2,141,737.01
TOTAL		**25,700,844.12**

OBUBRA LOCAL GOVERNMENT, OBUBRA

Note 2

INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of **Obubra** Local Government Council for the year ended 31st December 2022.

CODE	DESCRIPTION	CURRENT YEAR 2022 =N=
1202100	TAXES	93,098.62
12020400	FEES – GENERAL	5,090,500.00
12020500	FINES	62,500.00
12020600	SALES	3,024,600.00
12020700	EARNINGS	8,237,900.00
12020800	RENT ON GOVT BUILDING	1,557,683.88
12021400	0THERS	4,382,051.66
	TOTAL	**22,368,235.38**

MONTH	12021400	12020700	12020400	12020600	12020800	12020500	TOTAL
JAN	10,000.00	520,400.00	1,021,000.00	345,000.00	746,000.00	16,000.00	2,658,400.00
FEB		590,500.00	330,500.00	711,000.00	766,600.00	12,000.00	2,410,600.00
MAR	3,000.00	190,000.00	559,500.00	260,000.00	498,500.00	313,983.88	1,824,983.88
APR			877,500.00	227,000.00	101,500.00	879,800.00	2,085,800.00
MAY	80,098.62	380,000.00	895,500.00	217,000.00	109,000.00	42,000.00	1,643,500.00
JUN		1,126,467.00	797,000.00	256,000.00	88,000.00	7,400.00	2,274,867.00
JUL		40,000.00	894,500.00	183,500.00	55,000.00	83,500.00	1,256,500.00
AUG		385,985.88	853,500.00	858,000.00	72,000.00	112,000.00	2,281,485.88
SEP		150,000.00	485,500.00	432,000.00	99,500.00	57,600.00	1,224,600.00
OCT		190,000.00	689,500.00	333,000.00	120,000.00	6,400.00	1,338,900.00
NOV		230,000.00	559,500.00	696,000.00	149,000.00	43,700.00	1,678,200.00
DEC		300,000.00	459,500.00	572,000.00	220,000.00	58,800.00	1,610,300.00
TOTAL	**93,098.62**	**4,103,352.88**	**8,423,000.00**	**5,090,500.00**	**3,025,100.00**	**1,633,183.88**	**22,368,235.38**

OBUBRA LOCAL GOVERNMENT, OBUBRA

Note 3

CAPITAL RECEIPTS – =₦=711,893,233.38

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC.

Note 4
Employees Benefit

This consists of the salaries and wages paid to staff of Obubra local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.

S/N	DESCRIPTION	AMOUNT (₦)
1	Traditional Rulers Allowances	20,970,000.00
2	Primary Health Care Salaries	207,937,025.14
3	Non-Pensionable Allowances	162,220,000.00
4	Council Staff Salaries	239,491,821.22
5	Political Office Holders	74,304,525.36
6	Pension Allowances	355,676,704.13
7	SUBEB - Teacher's Salaries	627,085,522.13
8	APC Women	23,670,000.00
9	Paramount Rulers	2,700,000.00
	TOTAL	**1,690,385,597.98**

LGA	STAFF SAL.	TRC	PR		PHCDA	POL. OFFICE HOLDERS	NP OPERATIVES	SUBEB	PENSION	TOTAL
JANUARY	20,673,076.90	1,747,500.00	225,000.00	1,972,500.00	17,416,691.02	6,192,043.78	23,880,000.00	53,434,212.89	29,913,146.65	153,481,671.24
FEBRUARY	20,578,955.87	1,747,500.00	225,000.00	1,972,500.00	17,416,691.02	6,192,043.78	26,560,000.00	53,336,727.96	29,913,146.65	155,970,065.28
MARCH	20,578,955.87	1,747,500.00	225,000.00	1,972,500.00	17,416,691.02	6,192,043.78	-	52,987,082.67	30,177,266.60	129,324,539.94
APRIL	20,578,955.87	1,747,500.00	225,000.00	1,972,500.00	17,416,691.02	6,192,043.78	-	52,987,082.67	29,125,431.31	128,272,704.65
MAY	20,048,253.21	1,747,500.00	225,000.00	1,972,500.00	17,354,377.42	6,192,043.78	840,000.00	52,938,265.37	29,193,768.75	128,539,208.53
JUNE	19,932,459.48	1,747,500.00	225,000.00	1,972,500.00	17,354,877.42	6,192,043.78	840,000.00	52,322,252.72	29,085,934.75	127,700,068.15
JULY	19,932,459.48	1,747,500.00	225,000.00	1,972,500.00	17,308,051.16	6,192,043.78	4,200,000.00	52,161,723.70	29,085,934.75	130,852,712.87
AUGUST	19,932,459.48	1,747,500.00	225,000.00	1,972,500.00	17,308,051.16	6,192,043.78	840,000.00	51,905,281.00	29,649,820.81	127,800,156.23
SEPTEMBER	19,932,459.48	1,747,500.00	225,000.00	1,972,500.00	17,308,051.16	6,192,043.78	840,000.00	51,572,060.70	29,674,478.99	127,491,594.11
OCTOBER	19,763,540.09	1,747,500.00	225,000.00	1,972,500.00	17,307,551.16	6,192,043.78	34,740,000.00	51,497,446.72	29,909,424.57	161,382,506.32
NOVEMBER	18,817,183.26	1,747,500.00	225,000.00	1,972,500.00	17,164,650.79	6,192,043.78	34,740,000.00	51,047,811.88	29,974,175.15	159,908,364.86
DECEMBER	18,723,062.23	1,747,500.00	225,000.00	1,972,500.00	17,164,650.79	6,192,043.78	34,740,000.00	50,895,573.85	29,974,175.15	159,662,005.80
TOTAL	**239,491,821.22**	**20,970,000.00**	**2,700,000.00**	**23,670,000.00**	**207,937,025.14**	**74,304,525.36**	**162,220,000.00**	**627,085,522.13**	**355,676,704.13**	**1,690,385,597.98**

OBUBRA LOCAL GOVERNMENT, OBUBRA

Note 5

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

CODE	DETAILS	TOTAL
22020100	TRAVEL & TRANSPORT	4,532,000.00
22020200	UTILITY	1,562,555.56
22020300	MATERIAL & SUPPLIES	12,418,100.00
22020400	MAINTENANCE & SERVICES	2,409,000.00
22020500	TRAINING & STAFF DEV.	4,750,000.00
22020600	OTHER SERVICES GENERAL	29,998,170.35
22020700	CONSULTANCY & PROFESSIONAL SERVICES	4,960,000.00
22020800	FUEL AND LUBRICANT	390,000.00
22020900	FINANCE CHARGES	2,870,256.63
220201000	MISCELLANEOUS EXPENSES	19,316,500.00
2206000	PUBLIC DEBTS CHARGES	255,555.56
TOTAL		**83,453,138.10**

Note 6

Transfer to Other Government Agencies

This is made up of 32% Statutory deductions made from Obubra Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	STATUTORY DEDUCTION	AMOUNT (₦)
1	1% Ministry of Local Government for Administration	24,296,388.68
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	218,667,498.23
3	STATE ELECTRIFUCATION AGENCY (SEA) 5%	121,481,943.46
4	JOINT SECURITY OPERATIONS 2.5%	60,740,971.73
5	JOINT SOCIAL WELFARE2.5%	60,740,971.73
6	BORDER COMMUNITY DEVELOPMENT FUND .05%	12,148,194.35
7	SPORT DEVELOPMENT 1%	24,296,388.68
8	ENVIROMENTAL MANAGEMENT & PROTECTION	60,740,971.73
9	CRHA OVERSIGHT FUNCTION 0.5%	12,148,194.35
10	COMMUNITY & SOCIAL DEVELOPMENT AGENCY	12,148,194.35
11	INFRASTRUTURAL DEVELOPMENT AGENCY 4%	97,185,554.79
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY	24,296,388.68
13	LOCAL GOVERNMENT SERVICE COMMISSION 1%	24,296,388.68
14	MINISTRY OF INTERNATIONAL DEV.1%	24,296,388.68
	TOTAL	**777,503,638.17**

OBUBRA LOCAL GOVERNMENT, OBUBRA

Note 7

Property, Plant and Equipment

During the year under review, the Obubra LGC spent a total sum of ₦430.2m on Purchase and Construction of PPE (Property, Plant and Equipment).

CODE	DETAILS	DIRECT COUNCIL'S EXPENDITURE	TOTAL CAPITAL EXPENDITURE 2022	FINAL BUDGET 2022	VARIANCE ON FINAL BUDGET
		₦	₦	₦	₦
23010100	PURCHASE OF FIXED ASSET GENERAL	-	-	32,800,000.00	32,800,000.00
23020100	CONST/PROVISION	119,051,000.00	119,051,000.00	117,501,000.00	(1,550,000.00)
23030100	RELT AND REPAIRS	350,000.00	350,000.00	50,179,335.00	49,829,335.00
23050100	ACQ OF NON TANGIBLE	5,181,600.00	5,181,600.00	88,864,405.00	83,682,805.00
23050200	PROVISION OF SECURITY/TREAT MGT	286,157,777.74	286,157,777.74	270,000,000.00	(16,157,777.74)
23050600	PROVISION OF WATER	19,500,00.00	19,500,00.00	147,017,292.00	127,517,292.00
	TOTAL EXPENDITURE	**430,240,377.74**	**430,240,377.74**	**1,366,330,409.00**	**936,090,031.26**

Note 8. Depreciation of Property, Plant and Equipment

PROPERTY, PLANT AND EQUIPMENT

	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment	Furniture & Fittings	Intangible Assets	Bridges	Road	Traffic Light	Streetlights	Drainages	Total
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2022												645,575,467.73
Additions												430,240,377.74
Disposal												
Adjustments												
As at 31/12/2022 (A)	-	-	-	-	-	-	-	-	-	-	-	1,075,825,845.47
Depreciation												
As at 1/1/2022												161,393,866.93
Charge for the year												107,560,094.44
Disposals												
Adjustments												
As at 31/12/2022 (B)	-	-	-	-	-	-	-	-	-	-	-	268,953,961.37
Net Book Value (A-B)	-	-	-	-	-	-	-	-	-	-	-	806,8761,884.10

NOTE 9
Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Obubra Local Government Council Cash Books as at 31st December 2022.

DESCRIPTION	BALANCE AS AT 31ST DECEMBER 2022
FIRST BANK SALARY & OVERHEAD ACCT.	75,171,184.52
FIRST BANK REVENUE ACCT.	411,696.33
SUB- TOTAL	**75,582,880.85**
FBN CAPITAL PROJECT ACCT.	8,347,585.05
CASH IN HAND	-
GROSS TOTAL	**83,930,738.90**

Note 10:
Receivables
This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	662,385,225.55
2020 Unpaid 10%	114,154,047.76
Remittance for the Period	-
Balance Carried forward	**776,539,273.31**

Note 11.

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2022		**133,737,722.93**
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN	DEDUCTION FROM ALLOCATION	1,000,000.00
JUL	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEP	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance carried forward as at 31 Dec 2022		**145,737,722.93**

Note 12

Deposits

Deposits received represents unpaid retention fees, unclaimed salaries and unpaid contract sums for contracts awarded by councils during the year while Deposits remitted represent the aforementioned amounts actually paid out.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2022	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2022 (AS IN BALANCE SHEET)
1	RETENTION FEE	2,636,219.46	-	-	2,636,219.46
2	UNCLAIMED SALARY	5,164,540.38			5,164,540.38
3	UNCLAIMED SALARY DEPOSIT	2,901,388.51			2,901,388.51
4	UNCLAIMED TRC	3,920,000.00			3,920,000.00
5	NATIONAL HOUSING FUND	90,502.74			90,502,74
1	RETENTION FEE	2,636,219.46			2,636,219.46
TOTAL		**14,712,651.09**			**14,712,651.09**

Note 13:

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Obubra LGC to certain State agencies as mandated by Law.

DETAILS	AMOUNT(N)
Unremitted deductions brought forward	879,074,071.11
Additions during the year	777,503,638.84
Remittances for the period	(384,033,921.84)
BALANCE CARRIED FORWARD	**1,272,543,687.44**

Note 14

LONG TERM LOANS/BORROWINGS (CRSG LOAN)

This represents the cumulative total amounts owed the State Government by the 18 LGCs, borrowed to offset shortfalls in funds to pay salaries.

DETAILS	AMOUNT(N)
Long term Loan brought forward	**73,680,797.86**
Repayment during the year	**73,680,797.86**
BALANCE CARRIED FORWARD	**-**

Note 15
Equity

Equity/Total Assets	2022		2021	
Details	**Reserve**	**Accumulated Surplus**	**Reserve**	**Accumulated Surplus**
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/	186,245,510.04	521,941,756.68	182,245,510.04	455,267,982.11
changes for the year	12,000,000.00	457,819,050.34	4,000,000.00	345,541,201.29
Adjustment to Net Asset	-	(514,444,306.68)		(278,867,426.72)
Total Equity	**198,245,510.04**	**465,346,500.34**	**186,245,510.04**	**521,941,756.68**

Note 17

INVESTMENTS

This represents joint investments and stocks held by the Obubra LGC in certain State-owned projects/companies like the Tinapa Business Resort, the Obudu Ranch Resort and the Cross-River State Micro Finance Bank.

DETAILS	**AMOUNT (₦)**
INVESTMENT TOTAL BFWD 01-01-2020	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	**158,878,724.67**

OBUDU LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURES

OBUDU LOCAL GOVERNMENT, OBUDU

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Obudu Local Government Council found on pages 344-346 have been examined under my direction, which have been prepared under the accounting policies set out on pages 338-343.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL
The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT
We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.
In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION
(i) The books of Accounts had been properly kept.
(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Obudu Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM,Ph.D,CNA
ACTING AUDITOR-GENERAL,
CRS LOCAL GOVERNMENTS

OBUDU LOCAL GOVERNMENT, OBUDU

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Obudu Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Obudu 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Obudu Local Government as at 31st December 2022 and its operations for the period ended on that date.

……………………………………………………………… 30th June 2023 ………………………

HOLGA **DATE**

……………………………………………………………. 30th June 2023 ………………………

DATE DIRECTOR OF FINANCE (TREASURER)

The Chairman,
Obudu Local Government Council,
OBUDU.

AUDIT CERTIFICATE ON THE ACCOUNTS OF OBUDU LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 344 to 347 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Obudu Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

…………………………………….
ENI, ODEN OFEM, Ph.D, CNA
ACTING AUDITOR-GENERAL,
CRS LOCAL GOVERNMENTS

OBUDU LOCAL GOVERNMENT, OBUDU

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

	NOTES	2022	2021
		₦'	₦'
ASSETS			
Current Assets			
Cash and cash equivalents	1	143,570,505.96	113,463,113.58
Receivables	2	775,539,273.31	661,185,225.55
Advances	3	21,150,000.00	
Total Current Assets		**940,259,779.27**	**774,648,339.13**
Non-current assets			
Investments	4	158,878,724.67	158,878,724.57
Property, Plant & Equipment	5	462,526,129.00	588,747,279.95
Contribution to CRS Reserve Fund	6	153,737,722.93	141,737,722.93
Intangible Assets		-	-
Total Non Current Assets		**775,142,576.60**	**889,363,727.45**
Total Assets		**1,715,402,355.87**	**1,664,012,066.58**
LIABILITIES			
Current Liabilities			
Deposits	7	6,858,251.99	6,858,251.99
Unremitted Deduction	8	1,234,033,319.41	868,085,506.87
Payables (Unremitted Taxes)	9	5,240,985.69	
Short term Loans & Debts	13		725,973.45
		1,246,132,557.09	**875,669,732.31**
Non-Current Liabilities			
Borrowings	15	73,680,797.86	73,680,797.86
Advances	14		26,550,000.00
Long Term Provision Taxes			
		73,680,797.86	**100,230,797.86**
Total Liabilities		**1,319,813,354.95**	**975,900,530.17**
Net Assets		**395,589,000.92**	**688,111,536.41**
NET ASSETS/EQUITY			
Reserve Fund	11	117,545,510.04	129,545,510.04
Accumulated Surplus/(Deficit)	11	**278,043,490.88**	558,566,026.37
Total Net Assets/Equity		**395,589,000.92**	**688,111,536.41**

OBUDU LOCAL GOVERNMENT, OBUDU

STATEMENT OF CHANGES IN NET ASSET/EQUITY FOR THE YEAR ENDED

31ST DECEMBER, 2022.

	RESERVES	ACCUMMULATED SURPLUSES/ (DEFICITS)	TOTAL
	₦'	₦'	₦'
BALANCE AT 31 DECEMBER 2021	182,245,510.04	278,216,453.48	460,461,963.52
NET SURPLUS FOR THE PERIOD	0.00	260,426,703.30	260,426,703.30
TRANSFER TO/(FROM) CHANGES IN NET ASSETS	121,001,403.20	-255,755,474.22	-134,754,071.02
BALANCE AT 1 JANUARY 2022	**129,545,510.04**	558,566,026.37	688,111,536.41
CHANGES FOR THE YEAR.	**-12,000,000.00**	445,638,139.64	433,638,139.64
TRANSFER TO(FROM) CHANGES IN NET ASSETS	**-**	-750,160,675.13	-750,160,675.13
BALANCE AT 31 DECEMBER 2022	**141,545,510.04**	**254,043,490.88**	**395,589,000.92**

OBUDU LOCAL GOVERNMENT, OBUDU
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2022.

CASH FLOWS FROM OPERATING ACTIVITIES	NOTES	2022	2021
Inflows			
Statutory Allocation	12	1,329,728,393.60	1,239,805,955.70
Government Share of VAT	12	829,099,009.30	680,878,206.94
Share of Exchange Gain Difference	12	9,730,142.54	5,675,393.54
Other Revenue	12A	176,490,173.34	114,020,006.22
Internally Generated Revenue	13	25,544,398.14	17,782,350.65
Capital Receipts	12B	1,313,813,036.27	1,144,805,478.21
Total Inflow from Operating Activities		**3,684,405,153.19**	**3,202,967,390.63**
Employees' Benefits	14	2,069,462,169.18	2,147,983,158.45
Admin (Overhead) Cost	15	410,373,447.08	65,366,362.57
Transfers- Grants & Contributions to Other Agencies	16	750,415,270.01	632,517,664.15
Deduction at Source	12	25,700,844.12	70,311,550.77
JAAC Charges			
Total Outflow from Operating Activities		**3,255,951,730.39**	**2,916,178,735.94**
Net Cash Inflow/(Outflow) From Operating Activities		**- 428,453,422.80**	**286,788,654,64**
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of PPE		-	
Acquisition of Assets-PPE	17	380,946,030.42	(216,519,000.00)
Other CRSG Reserved Fund	6	12,000,000.00	12,000,000.00
Acquisition of Investment Property		-	
Net Cash Flow from Investing Activites		**392,946,030.42**	(228,519,000.00)
CASH FLOW FROM FINANCING ACTIVITIES			
Deposits Received			
Taxes Received			17,400,000.00
Tax Remitted		-	(17,400,000.00)
Advances	3		36,000,000
Advance Repayment	3	5,400,000.00	(9,450,000)
Payment-Service Concession Liability		-	
Repayment of Loan		-	
Capital Grant		-	
Net Cash Flow from Financing Activities		**5,400,000.00**	**26,550,000.00**
Net Cash Flow from all Activities		**-30,107,392.38**	**84,819,654.69**
Cash & Its Equivalent as at 1/1/2022		**113,463,113.58**	300,195,391.18
Adjustments		-	(271,551,932.29)
Cash & Its Equivalent as at 31/12/2022		**143,570,505.96**	**113,463,113.58**

OBUDU LOCAL GOVERNMENT, OBUDU

Statement of Financial Performance for the year Ended 31st December, 2022.

	NOTES	2022	2021
		₦'000	**₦'000**
REVENUE			
Statutory Allocation	12	1,329,728,393.60	2,040,379,561.78
Non- Tax Revenue	13	25,544,398.14	17,782,350.65
Other Capital Receipts	12	1,313,813,036.27	1,144,805,478.21
10% State IGR		114,154,047.76	127,290,450.96
Other Reciepts	12	1,015,319,325	
Total Revenue		**3,798,559,200.95**	**3,330,257,841.60**
EXPENDITURE			
Salaries & Wages	14	2,069,462,169.18	2,147,983,158.45
Overhead Cost	15	410,373,447.08	65,366,362.57
Transfer to Other Government Entities	16	750,415,270.01	632,517,664.15
Public Debt Charges	17		
Depreciation Charges -PPE	5	96,969,330.92	65,416,362.57
Deduction at source faac	1	25,700,844	
Total Expenditure		**3,352,921,061.31**	**2,911,283,547.74**
Surplus/(deficit) from Operating Activities for the Period		**445,638,139.64**	**418,974,293.86**
Gain on Exhange/Disposals			
Total non-operating revenue (expenses)		-	
Surplus/(deficit) from Ordinary Activities		**445,638,139.64**	**418,974,293.86**
Extra Ordinary Item		0	0
Net Surplus/ (Deficit) for the Period		**445,638,139.64**	**418,974,293.86**

OBUDU LOCAL GOVERNMENT, OBUDU

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL

FOR THE YEAR ENDED 31ST DECEMBER 2022

RECEIPTS:	FINAL BUDGET 2022	ACTUAL 2022	DIFFERENCE
	₦	₦	₦
Statutory Allocation	1,600,000,000.00	1,329,728,393.60	-270,271,606.40
Government Share of VAT	700,000,000.00	829,099,009.30	129,099,009.30
Share of Exchange Gain Difference	7,211,830.00	9,730,142.54	2,518,312.54
Other Revenue	35,263,918.00	25,544,398.14	-9,719,519.86
Internally Generated Revenue	30,000,000.00	176,490,173.34	-146,490,173.34
Capital Receipts		1,313,813,036.27	-1,313,813,036.27
10% State IGR	15,000,000.00	114,154,047.76	-99,154,047.76
Tax Revenue	-	-	
Investment Income	-	-	
Transfers- (Aid & Grant)	-	-	
TOTAL REVENUE	**2,387,475,748.00**	**3,798,559,200.95**	**-1,411,083,452.95**
RECURRENT EXPENDITURE:			
Employees' Benefits	1,656,196,152.00	990,550,716.05	665,645,435.95
Admin (Overhead) Cost	660,000,000.00	284,499,938.53	375,500,061.47
Transfers- Grants & Contributions to Other Agencies	749,592,239.00	612,982,316.37	136,609,922.63
Deduction at Source(FAAC)		25,700,844.12	-25,700,844.12
JAAC Charges			-
Capital Expenditure		317,718,888.85	-317,718,888.85
TOTAL RECURRENT EXPENDITURE	**3,065,788,391.00**	**2,231,452,703.92**	**834,335,687.08**
SURPLUS		**126,313,804.81**	

OBUDU LOCAL GOVERNMENT, OBUDU

ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS

i. Reporting Entities

Obudu local government area is situated in Cross River state, South-south geopolitical zone of Nigeria and has its headquarters in the town of Bette. Obudu LGA shares boundaries with the Boki and Bekwarra LGAs and with parts of Benue state and the Republic of Cameroon. Towns and villages that make up Obudu LGA include Bette, Okpe, Alege, Becheve, Unpe, Utanga, Ugang, and Utugwang. The estimated population of Obudu LGA is put at 174,700 inhabitants with the vast majority of the area's dwellers being members of the Bette ethnic group. The Bette language is commonly spoken in the LGA. Popular landmarks in Obudu LGA include the Obudu cattle Ranch and Mountain Resort and the Obudu Dam while the popular Events in the LGA include the Obudu international Mountain Race. Prominent traditional rulers in Obudu LGA include the Uti Ukani of Obudu.

ii. Basis of Preparation – Statement of Compliance

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

iii. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December.

iv. Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

v. Allocation of Expenses

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council.

vi. Revenue Recognition

Revenues are recognized when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

vii. Investment Property

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort, Cross River Micro Finance bank and Cally Air. This income is recognized when CRSG's right to receive payment is established. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

viii. Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognizes such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

ix. Depreciation and Amortization

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

x. Cash and cash equivalents

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

xi. **Inventory**

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they're measured at the lower of cost and current replacement cost. Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

xii. Interest Received

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

xiii. **Loans**

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xiv. **Loan Repayments**

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

xv. Interest on Loans

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

xvi. **Prepayments**

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

xvii. **Investments**

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

xviii. **Leases**

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to

ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

xix. **Other Borrowings**

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

xx. Deposits

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

xxi. **Employee Benefits**

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows. To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

xxii. **Unremitted Deductions**

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

OBUDU LOCAL GOVERNMENT, OBUDU

NOTES TO THE FINANCIAL STATEMENTS

Note 1.

Revenues

GROSS STATUTORY ALLOCATION)

This represents allocations received monthly by Obudu Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	2,345,047,718.78
Internally Generated Revenue	25,544,398.14
Other Capital Receipts	1,313,813,036.27
Unremitted 10% State IGR	114,154,047.76
	3,798,559,200.95

The monthly collections of revenue sub-components are detailed in the table below:

MONTH	GROSS FAAC	VAT	SHARE OF EXCHANGE GAIN DIFFERENCE	OTHER REVENUE	TOTAL GROSS ALLOCATION	DEDUCTIONS	NET FAAC
	=N=	=N=	=N=	=N=	=N=	=N=	=N=
JANUARY	56,096,452.90	62,539,447.36	1,115,524.62	26,513,327.91	146,264,752.79	2,141,737.01	144,123,015.78
FEBRUARY	75,518,021.42	62,772,290.60	1800643.38	22,157,134.82	162,248,090.22	2,141,737.01	160,106,353.21
MARCH	112,624,831.15	71,241,299.03		3,378,744.93	187,244,875.11	2,141,737.01	185,103,138.10
APRIL	99,357,152.85	58,743,391.44		10,144,886.29	168,245,430.58	2,141,737.01	166,103,693.57
MAY	84,634,620.83	70,626,991.22		37,144,927.27	192,406,539.32	2,141,737.01	190,264,802.31
JUNE	133,802,890.94	67,830,637.68		4,014,086.73	205,647,615.35	2,141,737.01	203,505,878.34
JULY	173,675,664.83	62,146,551.30		5,210,269.94	241,032,486.07	2,141,737.01	238,890,749.06
AUGUST	99,084,160.54	77,685,928.24		3,116,973.18	179,887,061.96	2,141,737.01	177,745,324.95
SEPTEMBER	106,444,878.77	66,820,752.68		17,617,400.49	190,883,031.94	2,141,737.01	188,741,294.93
OCTOBER	94,405,023.90	75,631,466.57		28,903,187.56	198,939,678.03	2,141,737.01	196,797,941.02
NOVEMBER	147,653,703.27	71,311,896.20	1,530,321.31	8,767,042.76	229,262,963.54	2,141,737.01	227,121,226.53
DECEMBER	146,430,992.20	81,748,356.98	5,283,653.23	9,522,191.46	242,985,193.87	2,141,737.01	240,843,456.86
TOTAL	**1,329,728,393.60**	**829,099,009.30**	**9,730,142.54**	**176,490,173.34**	**2,345,047,718.78**	**25,700,844.12**	**2,319,346,874.66**

OBUDU LOCAL GOVERNMENT, OBUDU

The details of Other Revenue sub-component is also disclosed in the table below:

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for **Obudu** Local Government Council for the year ended 31st December 2022.

MONTH	SHARE OF NON OIL EXCESS	EXCESS BANK CHARGES	SHARE OF ECOLOGICAL FUND	ELECTRONIC MONEY TRANSFER LEVY	TOTAL
		=N=	=N=		=N=
JANUARY	24,074,726.78		2,438,601.13		26,513,327.91
FEBRUARY	19,259,781.43		2,897,353.39		22,157,134.82
MARCH			3,378,744.93		3,378,744.93
APRIL	4,814,945.36	2,140,561.15	3,189,379.78		10,144,886.29
MAY			2,539,038.62	34,605,888.65	37,144,927.27
JUNE			4,014,086.73		4,014,086.73
JULY			5,210,269.94		5,210,269.94
AUGUST			3,116,973.18		3,116,973.18
SEPTEMBER	14,444,836.07		3,172,564.42		17,617,400.49
OCTOBER	25,311,686.26		3,591,501.30		28,903,187.56
NOVEMBER			4,475,520.74	4,291,522.02	8,767,042.76
DECEMBER				9,522,191.46	9,522,191.46
TOTAL	**87,905,975.90**	**2,140,561.15**	**38,024,034.16**	**48,419,602.13**	**176,490,173.34**

DEDUCTIONS AT SOURCE - (₦70,311,550.77)

This represents deductions made at source by the FAAC Allocation Committee against **Obudu** Local government revenue allocation for the year.

OBUDU LOCAL GOVERNMENT, OBUDU

Note 2
INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of **Obudu** Local Government Council for the year ended 31st December 2022.

CODE	DETAILS	ACTUAL 2022
		N
12020100	PERSONAL TAXES	1,717,270.31
12020200	PERSONAL RATES	322,000.00
12020300	LICENSES-GENERAL	1,444,541
12020400	FEES-GENERAL	4,326,700.00
12020500	FINES-GENERAL	
12020600	SALES-GENERAL	4,042,100.00
12020700	EARNING-GENERAL	12,188,987.16
12020900	RENT ON LAND AND OTHERS-GEN.	1,502,800.00
12021400	OTHER REVENUE	
	T O T A L	**25,544,398.14**

MONTH	12020100	12020200	12020300	12020400	12020900	12020600	12020700	TOTAL
JANUARY		5,000.00		716,500.00	122,000.00	80,000.00	424,200.00	1,347,700.00
FEBRUARY	763,000.00		658,270.31	457,500.00	500,000.00		696,000.00	3,074,770.31
MARCH	384,270.31			535,000.00		33,800.00	507,250.00	1,460,320.31
APRIL				399,000.00	814,000.00	81,000.00	1,628,000.00	2,922,000.00
MAY			82,000.00	185,000.00		60,000.00	605,000.00	932,000.00
JUNE		95,000.00	278,180.23	205,000.00		640,900.00	1,055,000.00	2,274,080.23
JULY		66,000.00	180,090.13	189,200.00		1,330,000.00	4,465,137.16	6,230,427.29
AUGUST	550,000.00	51,000.00		141,700.00		140,000.00	1,685,300.00	2,568,000.00
SEPTEMBER			82,000.00	100,000.00	16,700.00	26,000.00	217,000.00	441,700.00
OCTOBER	20,000.00		82,000.00	614,700.00	16,700.00	1,271,400.00	34,000.00	2,038,800.00
NOVEMBER		75,000.00		138,400.00	16,700.00	240,000.00	121,600.00	591,700.00
DECEMBER		30,000.00	82,000.00	644,700.00	16,700.00	139,000.00	750,500.00	1,662,900.00
TOTAL	**1,717,270.31**	**322,000.00**	**1,444,540.67**	**4,326,700.00**	**1,502,800.00**	**4,042,100.00**	**12,188,987.16**	**25,544,398.14**

OBUDU LOCAL GOVERNMENT, OBUDU

Note 3

CAPITAL RECEIPTS – ₦1,313,813,036.27

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC.

MONTH	GROSS ALLOCATION	32% STATUTORY DEDUCTION	CRS RESERVE FUND	TOTAL SALARIES & ALLOWANCES	TOTAL EXPENDITURE	NET ALLOCATION AFTER SALARIES	ACTUAL RELEASED TO COUNCIL	REDISTRIBUTION OF BALANCE TO COUNCILS
	=N=	=N=	=N=	=N=	=N=	=N=	=N=	
JANUARY	146,264,752.79	46,804,720.89	1,000,000.00	182,536,409.11	230,341,130.00	-84,076,377.21	24,110,000.00	-108,186,377.21
FEBRUARY	162,248,090.22	51,919,388.87	1,000,000.00	183,489,277.51	236,408,666.38	-74,160,576.16	65,998,888.88	-140,159,465.04
MARCH	187,244,875.11	59,918,360.04	1,000,000.00	182,981,704.74	243,900,064.78	-56,655,189.67		-56,655,189.67
APRIL	168,245,430.58	53,838,537.79	1,000,000.00	166,539,182.56	221,377,720.35	-53,132,289.77	80,555,555.56	-133,687,845.33
MAY	192,406,539.32	61,570,092.58	1,000,000.00	165,408,776.02	227,978,868.60	-35,572,329.28	1,000,000.00	-36,572,329.28
JUNE	205,647,615.35	65,807,236.91	1,000,000.00	164,617,015.95	231,424,252.86	-25,776,637.51	20,444,444.44	-46,221,081.95
JULY	241,032,486.07	77,130,395.54	1,000,000.00	167,599,889.57	245,730,285.11	-4,697,799.04	43,944,444.44	-48,642,243.48
AUGUST	179,887,061.96	57,563,859.83	1,000,000.00	164,628,546.54	223,192,406.37	-43,305,344.41	54,890,888.08	-98,196,232.49
SEPTEMBER	190,883,031.94	61,082,570.22	1,000,000.00	163,402,519.25	225,485,089.47	-34,602,057.53	106,165,555.56	-140,767,613.09
OCTOBER	198,939,678.03	63,660,696.97	1,000,000.00	163,944,565.50	228,605,262.47	-29,665,584.44	30,111,111.11	-59,776,695.55
NOVEMBER	229,262,963.54	73,364,148.33	1,000,000.00	200,324,401.62	274,688,549.95	-45,425,586.41	230,000,000.01	-275,425,586.42
DECEMBER	242,985,193.87	77,755,262.04	1,000,000.00	163,989,880.81	242,745,142.85	240,051.02	169,762,427.78	-169,522,376.76
TOTAL	**2,345,047,718.78**	**750,415,270.01**	**12,000,000.00**	**2,069,462,169.18**	**2,831,877,439.19**	**-486,829,720.41**	**826,983,315.86**	**-1,313,813,036.27**

Note 4
Employees Benefit

This consists of the salaries and wages paid to staff of Obudu local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.

SALARIES, WAGES & EMPLOYEE BENEFITS		
S/N	**DESCRIPTION**	**AMOUNT (₦)**
1	Traditional Rulers Allowances	23,040,000.00
2	Primary Health Care Salaries	234,737,934.08
3	Non-Pensionable Allowances	102,510,000.00
4	Council Staff Salaries	256,622,927.05
5	Political Office Holders	71,811,475.08
6	Pension Allowances	452,510,414.62
7	SUBEB - Teacher’s Salaries	928,229.418.36

	TOTAL	2,069,462,168.18

OBUDU LOCAL GOVERNMENT, OBUDU

MONTH	COUNCIL SALARIES	SUBEB	PHCDA	PENSION	TRC	NP OPERATIVES	POLITICAL OFFICE HOLDERS	TOTAL
JANUARY	21,669,287.02	78,169,182.65	19,706,026.43	37,575,123.42	1,852,500.00	17,580,000.00	5,984,289.59	182,536,409.11
FEBRUARY	21,669,287.02	78,122,051.05	19,706,026.43	37,575,123.42	1,852,500.00	17,580,000.00	5,984,289.59	182,489,277.51
MARCH	21,669,287.02	78,078,697.36	19,566,533.88	38,250,396.89	1,852,500.00	17,580,000.00	5,984,289.59	182,981,704.74
APRIL	21,669,287.02	78,078,697.36	19,566,533.88	36,327,874.71	1,852,500.00	3,060,000.00	5,984,289.59	166,539,182.56
MAY	21,572,054.81	78,025,897.60	19,566,533.88	37,627,500.14	1,852,500.00	780,000.00	5,984,289.59	165,408,776.02
JUNE	21,641,979.35	77,848,025.53	19,565,144.14	36,945,077.34	1,852,500.00	780,000.00	5,984,289.59	164,617,015.95
JULY	21,641,979.35	77,710,899.15	19,565,144.14	36,945,077.34	1,852,500.00	3,900,000.00	5,984,289.59	167,599,889.57
AUGUST	21,624,526.06	76,675,490.35	19,565,144.14	38,146,596.40	1,852,500.00	780,000.00	5,984,289.59	164,628,546.54
SEPTEMBER	21,624,526.06	76,613,145.42	19,401,461.78	38,146,596.40	1,852,500.00	780,000.00	5,984,289.59	164,402,519.25
OCTOBER	21,273,460.64	76,373,632.47	19,401,461.78	38,279,221.02	1,852,500.00	780,000.00	5,984,289.59	163,944,565.50
NOVEMBER	20,283,626.35	76,326,610.13	19,401,461.78	38,345,913.77	1,852,500.00	38,130,000.00	5,984,289.59	200,324,401.62
DECEMBER	20,283,626.35	76,207,089.28	19,726,461.82	38,345,913.77	2,662,500.00	780,000.00	5,984,289.59	163,989,880.81
TOTAL	**256,622,927.05**	**928,229,418.35**	**234,737,934.08**	**452,510,414.62**	**23,040,000.00**	**102,510,000.00**	**71,811,475.08**	**2,069,462,169.18**

Note 5

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

CODE	DETAILS	TOTAL OPERATING EXPENSES 2022
		N
22020100	TRAVEL AND TRANSPORT	14,812,018
22020200	UTILITIES- GENERAL	2,244,000.00
22020300	MATERIALS & SUPPLIES-GENERAL	11,362,800.00
22020400	MAINTENANCE & SERVICES-GERNERAL	12,893,188
22020500	TRAINING -GENERAL	17,764,500.00
22020700	CONSULTANCES & PROF. SERVICES	
22020800	FUEL AND LUBRICANT -GENERAL	4,378,778.65
22020600	OTHER SERVICES- GENERAL	315,492,496.72
22020900	FINANCIAL CHARGES-GENERAL	753,778.02
22022100	MISCELLANOUS EXPENSES	30,671,887.70
	TOTAL	**410,373,447.08**

OBUDU LOCAL GOVERNMENT, OBUDU

Note 6

Transfer to Other Government Agencies

This is made up of 31% Statutory deductions made from Obudu Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	STATUTORY DEDUCTION AGENCY	AMOUNT (₦)
1	1% Ministry of Local Government for Administration	23,450,472.70
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	211,054,317.18
3	STATE ELECTRIFUCATION AGENCY (SEA) 5%	117,252,385.93
4	JOINT SECURITY OPERATIONS 2.5%	58,626,192.96
5	JOINT SOCIAL WELFARE 2.5%	58,626,192.96
6	BORDER COMMUNITY DEVELOPMENT FUND .05%	11,725,238.59
7	SPORT DEVELOPMENT 1%	23,450,472.70
8	ENVIROMENTAL MANAGEMENT & PROTECTION 2.5%	58,626,192.96
9	CRHA OVERSIGHT FUNCTION 0.5%	11,725,238.59
10	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	11,725,238.59
11	INFRASTRUTURAL DEVELOPMENT AGENCY 4%	93,801,908.75
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY 1%	23,450,472.70
13	MINISTRY OF INTNL DORNOR 1%	23,450,472.70
14	LOCAL GOVERNMENT SERVICE COMMISSION 1%	23,450,472.70
	TOTAL	**750,415,270.01**

OBUDU LOCAL GOVERNMENT, OBUDU

Note 7

Property, Plant and Equipment

During the year under review, the Obudu LGC spent a total sum of ₦380.9m on Purchase and Construction of PPE (Property, Plant and Equipment).

Property, Plant and Equipment	**₦**
Commerce / Finance	32,920,000.00
Culture / Tourism	11,000,000.00
Health	1,700,000.00
Social Development Youth & Sport	22,650,000.00
Water Supply/ Agriculture	114,800,000.00
Environmental & Refuse Disposal	10,709,919.31
Energy and Power	11,200,000.00
Town & Regional Planning	15,000,000.00
General Administration	160,966,111.11
Total	**380,946,030.42**

OBUDU LOCAL GOVERNMENT, OBUDU

Note 8. Depreciation of Property, Plant and Equipment

PROPERTY, PLANT AND EQUIPMENT

	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment	Furniture & Fittings	Intangible Assets	Bridges	Road	Traffic Light	Streetlights	Drainages	Total
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2022												588,747,279.95
Additions												380,946,030.42
Disposal												
Adjustments												
As at 31/12/2022 (A)	-	-	-	-	-	-	-	-	-	-	-	**969,693,310.37**
Depreciation												
As at 1/1/2022												
Charge for the year												58,874,727.95
Disposals												38,094,603.04
Adjustments												
As at 31/12/2022 (B)	-	-	-	-	-	-	-	-	-	-	-	96,969,330.92
Net Book Value (A-B)		-	-	-	-	-	-	-	-		-	**872,723,979.45**

NOTE 9

Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Obudu Local Government Council Cash Books as at 31st December 2022.

S/N	BANK	AMOUNT(N)
1	ZENITH BANK SALARIES AND OVERHEAD	115,604,193.99
2	FIRST BANK CAPITAL ACCOUNT	26,190,303.47
3	ZENITH BANK -CAPITAL	426,489.42
4	ECO-BNK REVENUE	261,692.30
5	UNICAL MICRIFINANCE BANK- REVENUE	206,220.13
	SUB-TOTAL	**142,688,899.31**
	DORMANT ACCOUNTS	
6	FIRST BANK SALARY /OVERHEAD ACCOUNT	2,332.65
7	FIRST BANK PLC REVENUE	46,679.29
8	UNITED BANK FOR AFRICA 1	162,100.00
9	UNITED BANK FOR AFRICA 2	25,160.03
10	UNITED BANK FOR AFRICA 3	181,974.24
11	OBUDU MFB 1	190.96
12	OBUDU MFB 2	400,000.00
13	QUARANTY TRUST BANK	834.77
14	ECO-BNK SAL/OVERHEAD	62,334.71
	SUB-TOTAL	**881,606.65**
	GRAND TOTAL	**143,570,505.96**

Note 10:

Receivables

This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	661,385,225.46
2022 Unpaid 10%	114,154,047.76
Remittance for the Period	
Balance Carried forward 2022	775,539,273.31

Note 11.

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND (FUTURE GENERATION)

This represents the cumulative monthly contribution of one million per council yearly. details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2021		**141,737,722.93**
JAN	DEDUCTION FROM ALLOCATION	1,000,000=
FEB	DEDUCTION FROM ALLOCATION	1,000,000=
MAR	DEDUCTION FROM ALLOCATION	1,000,000=
APR	DEDUCTION FROM ALLOCATION	1,000,000=
MAY	DEDUCTION FROM ALLOCATION	1,000,000=
JUN	DEDUCTION FROM ALLOCATION	1,000,000=
JUL	DEDUCTION FROM ALLOCATION	1,000,000=
AUG	DEDUCTION FROM ALLOCATION	1,000,000=
SEP	DEDUCTION FROM ALLOCATION	1,000,000=
OCT	DEDUCTION FROM ALLOCATION	1,000,000=
NOV	DEDUCTION FROM ALLOCATION	1,000,000=
DEC	DEDUCTION FROM ALLOCATION	1,000,000=
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000=**
Balance carried forward as at 31 Dec 2020		**153,737,722.95**

Note 12:

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Obudu LGC to certain State agencies as mandated by Law.

DETAILS	AMOUNT (₦)
Unremitted deductions brought forward	888,685,859.36
Additions in the year	750,415,270.01
	1,639,101,129.37
2022 Remittances	151,550,382.81
BALANCE CARRIED FORWARD	**1,234,033,319.41**

Note 13
LOAN TO COUNCILLOR

This represent motor vehicle loan of 4 Million Naira each totalling N36million give for nine councillors and their outstanding as at 31st December, 2022.

DETAILS	AMOUNT N
Loan	26,550,000.00
Repayments	5,400,000.00
Outstanding (Bal. carried forward	21,150,000.00

Note 14

LONG TERM LOANS/BORROWINGS (CRSG LOAN)

This represents the cumulative total amounts owed the State Government by the 18 LGCs, borrowed to offset shortfalls in funds to pay salaries.

DETAILS	AMOUNT(N)
Long term Loan brought forward	**73,680,797.86**
Repayment during the year	NIL
BALANCE CARRIED FORWARD	**73,680,797.86**

Note 15
Equity

Equity/Total Assets	2022		2021	
Details	**Reserve**	**Accumulated Surplus**	**Reserve**	**Accumulated Surplus**
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/2022	129,545,510.04	558,566,026.37	182,245,510.00	808,103,426.31
changes for the year	12,000,000.00	455,638,139.64	12,000,000.00	260,426,703.30
Adjustment to Net Asset		(750,160,675.13)		-547,676,723.01
Total Equity	**141,545,510.00**	**254,043,490.88**	**194,245,510.04**	**517,055,395.70**

Note 17

INVESTMENTS

This represents joint investments and stocks held by the Obudu LGC in certain State-owned projects/companies like the Tinapa Business Resort, the Obudu Ranch Resort and the Cross-River State Micro Finance Bank.

DETAILS	AMOUNT (₦)
INVESTMENT TOTAL BFWD 01-01-2022	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	**158,878,724.67**

Note 18

Deposits- 670,017.15

Deposits received represents unpaid retention fees, unclaimed salaries and unpaid contract sums for contracts awarded by councils during the year while Deposits remitted represent the aforementioned amounts actually paid out.

PAYABLES (UNREMITTED TAXES)

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2022	CURRENT YEAR ADDITIONS	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2022
1	5% CONTRACTORS' TAX (WHT) BFWD	24,310.00	-	-	24,310.00
2	5% VALUE ADDED TAX (VAT) BFWD	24,310.00	-	-	24,310.00
TOTAL		**48,620.00**	**-**	**-**	**48,620.00**

ODUKPANI LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURES

ODUKPANI LOCAL GOVERNMENT, ODUKPANI

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Odukpani Local Government Council found on pages 365-367 have been examined under my direction, which have been prepared under the accounting policies set out on pages 359-364.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.
In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Odukpani Local Government Council as at 31st December 2021*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM,Ph.D,CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

ODUKPANI LOCAL GOVERNMENT, ODUKPAN

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Odukpani Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Odukpani 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Odukpani Local Government as at 31st December 2022 and its operations for the period ended on that date.

…………………………………………	30th June 2023 ………………………
HOLGA	**DATE**
…………………………………………	30th June 2023 ………………………
DIRECTOR OF FINANCE (TREASURER)	**DATE**

The Chairman,
Odukpani Local Government Council,
ODUKPANI.

AUDIT CERTIFICATE ON THE ACCOUNTS OF ODUKPANI LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 365 to 367 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Odukpani Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

…………………………………..
ENI, ODEN OFEM, Ph.D, CNA
ACTING AUDITOR-GENERAL,
CRS LOCAL GOVERNMENTS

ODUKPANI LOCAL GOVERNMENT, ODUKPANI

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

ASSETS	NOTES	2022	2021
Current Assets		**₦**	**₦**
Cash and Cash Equivalent	9	112,945,779.59	74,518,896.88
Receivables	10	775,539,273.31	661,383,225.55
Total Current Asset		**888,485,052.90**	**735,904,122.43**
Non-Current Assets			
Investment	16	158,878,724.67	158,878,724.67
Property, Plant & Equipment	8	767,154,276.83	569,438,977.11
Contribution to CRS Reserve Fund	11	153,737,722.93	141,737,722.96
Total Non-Current Asset		**1,079,770,724.43**	**870,055,424.74**
Total Asset (A)		**1,968,255,777.33**	**1,605,959,547.14**
Current Liabilities			
Deposits	17	960,000.00	960,000.00
Short Term Loans & Debts	12	1,385,233.68	1,385,233.29
Unremitted Deductions	13	877,055,573.29	877,055,573.29
Total Current Liabilities		**879,400,806.97**	**1,605,959,547.14**
Non-Current Liabilities			
Long Term Borrowings (CRSG loan)	14	-	73,680,797.86
Loan to Councillors		-	35,400,000.00
Total Non-Current Liabilities		-	73,680,797.86
Total Liabilities (B)		**879,400,806.97**	**988,481,604,83**
Net Asset (A - B)		**1,088,854,970.36**	**617,477,942.31**
NET ASSET AND EQUITY			
Reserve Fund	15	**206,245,510.04**	**194,245,510.04**
Accumulated Surplus/(Deficit)	15	**882,609,460.32**	**423,232,432.27**
Net Assets		**1,088,854,970.36**	**617,477,942.31**

ODUKPANI LOCAL GOVERNMENT, ODUKPANI

Statement of Changes in Net Asset/Equity as at 31st December, 2022.			
	Accumulated Surplus	**Reserves**	**Total**
	₦	**₦**	**₦**
Balance as at 1 January 2022	423,232,432.27	194,245,510.04	617,477,942.31
Changes for the Year	335,513,713.15	12,000,000.00	347,513,713.15
Transfer to/(from) changes in Net Assets	123,863,314.90	-	123,863,314.90
Balance as at 31st December 2022.	**2,882,609,460.32**	**206,245,510.04**	**1,088,854,970.36**
Balance as at 1 January 2020	544,838,320.44	182,245,510.04	727,083,830.48
Changes for the Year	245,336,392.07	12,000,000.00	257,336,392.07
Transfer to/(from) changes in Net Assets	(366,942,280.24)	-	(366,942,280.24)
Balance as at 31st December 2022.	**423,232,432.27**	**194,245,510.04**	**617,477,942.31**

ODUKPANI LOCAL GOVERNMENT, ODUKPANI

Cash Flow Statement for the year Ended 31st December, 2022.			
	NOTES	**2022**	**2021**
Cash Flow from Operating Activities		**₦**	**₦**
Inflows:			
Gross Statutory Allocation	1	1,508,592,152.84	1,398,265,984.64
Government Share of VAT	1	881,814,015.22	727,550,384.41
Share of Exchange Gain Difference	1	12,439,931.66	7,651,170.43
Other Revenue	1	183,026,532.12	124,422,212.82
Internally Generated Revenue	2	6,386,383.88	14,732,296.33
Capital Receipts	3	397,441,432.17	547,938,738.45
Total Inflows from Operating Activities		**2,989,700,447.89**	**2,820,560,787.08**
Employees' Benefits	4	1,633,346,014.23	1,721,864,858.28
Admin (Overhead) Cost	5	204,700,461.85	168,918,197.03
Deductions at Source		25,700,844.12	70,311,550.76
Statutory Deductions	6	793,653,254.00	678,149,242.49
JAAC Charges		-	
Total Outflows from Operating Activities		**2,657,400,574.20**	**2,639,243,848.54**
Net Cashflow from Operating Activities		**332,299,873.69**	**633,267,715.06**
CASHFLOW FROM INVESTING ACTIVITIES			
Purchase/Construction of PPE	7	282,954,663.43	198,665,332.00
Other Asset		12,000,000.00	12,000,000.00
Net Cashflow from Investing Activities		**294,954,663.43**	**210,665,332.00**
CASH FLOW FROM FINANCING ACTIVITIES			
Deposits Received			-
Overdraft		1,081,672.45	-
Deposits Remitted			0.00
Taxes Received			0.00
Tax Remitted			0.00
Loan to Councillors			48,000,000.00
Loan Repayment	10		(12,600,000.00)
Net Cash Flow from Financing Activities		**1,081,672.45**	**36,481,672.45**
Net Cash Flow from All Activities		**38,426,882.71**	**7,133,278.99**
Cash and its Equivalent as at 01/01		74,518,896.88	67,385,617.09
Adjustment		-	
Cash and its Equivalent as at 31 Dec 2021		**112,945,779.59**	**74,518,896.88**

ODUKPANI LOCAL GOVERNMENT, ODUKPANI

Statement of Financial Performance for the year Ended 31st December, 2022.			
	NOTES	2022	2021
Revenue		₦	₦
Statutory Revenue	1	2,385,527,910.60	2,257,889,752.30
Internally Generated Revenue	2	6,386,388.88	14,737,296.33
Other Capital Receipts	3	397,441,432.17	547,938,738.45
10% State IGR	10	114,154,047.76	127,290,450.96
Total Revenue		**3,078,153,651.06**	**2,947,851,238.04**
Expenditures			
Employees Benefits	4	1,633,346,041.23	1,721,864,858.28
General and Admin Expenses (Overhead)	5	204,700,461.85	168,918,197.03
Transfer to Other Government Entities	6	793,653,254.00	678,149,242.47
Deduction at Source			70,311,550.76
Total Operating Expenses		**2,631,699,757.08**	**2,639,243,848.34**
Excess/(Deficit) of Revenue over Expenditures		**446,453,893.98**	**308,607,389.53**
Non-Cash Movement			
Depreciation of PP&E	8	85,239,363.71	63,270,997.46
Net Surplus/(Deficit)		**361,214,530.27**	**245,336,392.07**

ODUKPANI LOCAL GOVERNMENT, ODUKPANI

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST DECEMBER 2022

	FINAL BUDGET 2022	ACTUAL 2022	DIFFERENCE
	₦	₦	₦
RECEIPTS:			
Gross Statutory Allocation	2,115,621,451.00	2,560,171,787.25	444,550,336.25
Internally Generated Revenue	26,950,500.00	6,386,383.88	-20,564,116.12
Capital Receipts	204,401,507.00	397,441,432.17	297,495,406.32
Cross River State Government Loan	-	-	-
Total Receipts	**2,346,973,458.00**	**2,963,999,603.30**	**721,481,626.45**
PAYMENTS			
Employees Benefits	1,284,321,157.00	1,633,346,014.23	-349,024,857.23
Statutory Deductions	676,998,964.00	793,653,254.00	-86,369,967.25
Overhead / Operating Expenditure	162,770,565.00	204,700,461.85	-41,929,896.85
Deduction at Source			
Purchase/Construction of PPE	1,647,430,438.00	282,954,663.43	1,364,475,774.57
Total Payments	**3,771,521,124.00**	**2,914,654,393.51**	**887,151,053.24**
NET SURPLUS (DEFICIT)	**1,424,547,666.00**	**49,345,209.79**	**165,669,426.79**

ODUKPANI LOCAL GOVERNMENT, ODUKPANI

ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS

i. Reporting Entities

Odukpani local government area is found in Cross River state, South-south geopolitical zone of Nigeria. Towns and villages that make up Odukpani LGA include Ikot Nyong, Eki, Ito, Idere, Inuakpa, Okoyong, Okurikang, Akpap Oko, Odo, and Adiabo Efut. The current estimated population of Odukpani LGA is put at 104,333 inhabitants with the majority of the area's populace constituted by members of the Efik ethnic affiliation. The Efik language is predominantly spoken in the LGA. Notable landmarks in Odukpani LGA include the General Hospital at Ukem.

ii. Basis of Preparation – Statement of Compliance

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

iii. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December.

iv. Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

v. Allocation of Expenses

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council.

vi. Revenue Recognition

Revenues are recognized when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

vii. Investment Property

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort, Cross River Micro Finance bank and Cally Air. This income is recognized when CRSG's right to receive payment is established. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

viii. Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognizes such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

ix. Depreciation and Amortization

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

x. Cash and cash equivalents

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

xi. **Inventory**

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they’re measured at the lower of cost and current replacement cost. Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

xii. Interest Received

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

xiii. **Loans**

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xiv. **Loan Repayments**

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

xv. Interest on Loans

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

xvi. **Prepayments**

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

xvii. **Investments**

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

xviii. **Leases**

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

xix. **Other Borrowings**

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

xx. Deposits

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

xxi. **Employee Benefits**

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows. To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

xxii. **Unremitted Deductions**

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

ODUKPANI LOCAL GOVERNMENT, ODUKPANI

NOTES TO THE FINANCIAL STATEMENTS

Note 1.

Revenues

GROSS STATUTORY ALLOCATION)

This represents allocations received monthly by Odukpani Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	2,560,171,787.25
Internally Generated Revenue	6,386,383.88
Other Capital Receipts	397,441,432.17
Unremitted 10% State IGR	114,154,047.76
	3,078,153,651.06

The monthly collections of revenue sub-components are detailed in the table below:

MONTH	GROSS FAAC	VAT	SHARE OF EXCHANGE GAIN DIFFERENCE	OTHER REVENUE	TOTAL GROSS ALLOCATION	DEDUCTIONS	NET FAAC
	=N=	=N=	=N=	=N=	=N=	=N=	=N=
JANUARY	63,629,937.00	66,858,980.34	-1,265,334.22	-28,690,893.69	160,445,145.25	-2,141,737.01	158,303,408.24
FEBRUARY	85,659,728.85	62,772,290.60	2,042,461.13	23,489,504.54	173,963,985.12	-2,141,737.01	171,822,248.11
MARCH	127,749,804.83	76,199,710.43		1,916,247.07	205,865,762.33	-2,141,737.01	203,724,025.33
APRIL-	112,700,341.10	62,782,894.42		9,698,446.68	185,181,682.20	-2,141,737.01	183,039,945.22
MAY	96,000,643.76	75,442,518.30		38,405,415.42	209,848,577.48	-2,141,737.01	207,706,840.46
JUNE	151,771,976.31	72,532,509.41		2,276,579.64	226,581,065.36	-2,141,737.01	224,439,328.36
JULY	196,999,472.15	66,444,273.44		2,954,992.08	266,398,737.67	-2,141,737.01	264,257,000.66
AUGUST	112,390,687.23	82,907,887.79		7,229,353.23	202,527,928.25	-2,141,737.01	200,386,191.24
SEPTEMBER	120,739,914,54	71,428,049.16		21,812,376.62	213,980,340.32	-2,141,737.01	211,838,603.32
OCTOBER	107,083,165.02	80,805,300.11	1,403,077.12	29,344,758.26	218,636,300.51	-2,141,737.01	216,494,563.50
NOVEMBER	167,482,886.18	76,232,387.70	1,735,836.11	7,095,943.50	252,547,053.49	-2,141,737.01	250,405,316.56
DECEMBER	166,383,595.87	87,407,213.52	5,993,222.48	10,112,021.39	269,896,053.26	-2,141,737.01	267,754,316.25
TOTAL	**1,508,592,152.84**	**881,814,015.22**	**12,439,931.06**	**183,026,532.12**	**2,585,872,631.24**	**-25,700,856.12**	**2,560,171,787.25**

ODUKPANI LOCAL GOVERNMENT, ODUKPANI

The details of Other Revenue sub-component is also disclosed in the table below:

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for **Odukpani** Local Government Council for the year ended 31st December 2021.

MONTH	NON OIL EXCESS ACCOUNT =N=	SHARE OF FOREX =N=	SHARE OF EXCESS BANK CHARGES =N=	SHARE OF ECOLOGICAL FUND =N=	SHARE OF ELECTRONIC =N=	SHARE OF SOLID MINERAL =N=	TOTAL =N=
JANUARY	27,307,846.93	-	-	11,383,046.77	-	-	28,690,893.69
FEBRUARY	21,846,277.53	-	-	1,643,227.01	-	-	23,489,504.54
MARCH	-	-	-	21,916,247.07	-	-	1,916,247.07
APRIL	5,461,569.33	-	2,428,028.22	1,808,849.08	-	-	9,698,446.68
MAY	-	-	-	1,440,009.66	36,965,405.76	-	38,405,415.42
JUNE	-	-	-	2,276,579.64	-	-	2,276,579.64
JULY	-	-	-	2,954,992.08	-	-	2,954,992.08
AUGUST	5,461,569.38	-	-	1,767,783.85	-	-	7,229,353.23
SEPTEMBER	16,384,708.15	-	-	2,,056,869.34	3,370,799.13	-	21,812,376.62
OCTOBER	27,307,846.92	-	-	2.306,911.34	-	-	29,344,758.26
NOVEMBER	-	-	-	2,538,280.83	4,557,662.75	-	7,095,943.58
DECEMBER	**-**	-	-		**10,112,021.39**	-	10,112,021.29
TOTAL	**103,769,818.28**	-	**2,428,028.22**	**21,822,796.67**	**55,005,889.03**	**1,886,381.55**	**183,026,532.12**

DEDUCTIONS AT SOURCE - (₦25,700,844.12)

This represents deductions made at source by the FAAC Allocation Committee against **Odukpani** Local government revenue allocation for the year.

Note 2

INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of **Odukpani** Local Government Council for the year ended 31st December 2021.

CODE	DETAILS	ACTUAL 2021
		₦
12010O00	TAXES	1,264,000.00
12020400	RATES	741,500.00
12020100	LOCAL LICENCE FEES	1,023,400.00
12020600	EARNINGS FROM COMMERCIAL UNDERTAKINGS	2,309,983.88
12020800	RENT ON GOVERNMENT PROPERTY	115,000.00
12021100	INTEREST ON DIVIDENDS	
	REIMBURSEMENT	
12021400	MISCELLANEOUS	713,000.00
	T O T A L	**6,386,383.88**

MONTH	12010000	12020400	1202100	12020600	12020800	1201400	TOTAL
JANUARY	-	-	-	240,000.00	-	219,500.00	459,500.00
FEBRUARY	-	-	-	270,000.00	-	170,000.00	440,000.00
MARCH	-	-	60,000.00	318,983.88	-	180,000.00	558,983.88
APRIL	-	385,000.00	-	180,000.00	115,000.00	81,000.00	761,000.00
MAY	-	-	710,000.00	250,000.00	-	78,000.00	1,038,000.00
JUNE	-	-	138,400.00	770,000.00	-	91,500.00	999,000.00
JULY	-	-	-	94,000.00	-	82,500.00	176,500.00
AUGUST	-	144,500.00	10,000.00	132,000.00	-	20,000.00	306,500.00
SEPTEMBER	153,000.00	10,000.00	-	-	-	-	163,500.00
OCTOBER	210,000.00	30,000.00	105,000.00	5,000.00	-	10,000.00	360,000.00
NOVEMBER	351,000.00	10,000.00	-	50,000.00	-	-	411,000.00
DECEMBER	550,000.00	162,000.00	-	-	-	-	712,000.00
TOTAL	**1,264,000.00**	**741,500.00**	**1,023,400.00**	**2,069,983.88**	**115,000.00**	**713,000.00**	**6,386,383.88**

Note 3

CAPITAL RECEIPTS – ₦397,441,432.17

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC.

Note 4
Employees Benefit

This consists of the salaries and wages paid to staff of Odukpani local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.

SALARIES, WAGES & EMPLOYEE BENEFITS

S/N	DESCRIPTION	AMOUNT (₦)
1	Traditional Rulers Allowances	17,820,000.00
2	Primary Health Care Salaries	182,877,927.07
3	Non-Pensionable Allowances	102,580,000.00
4	Council Staff Salaries	183,680,963.93
5	Political Office Holders	77,213084.02
6	Pension Allowances	403,940,081.74
7	SUBEB - Teacher's Salaries	665,233,967.47
	TOTAL	**1,633,346,014.23**

MONTHS	TRC	PHC	NPA	COUNCIL STAFF	POL. OFFICE HOLDERS	PENSION	SUBEB	TOTAL
JAN	1,465,000.00	15,308,213.52	22,750,000.00	15,511,507.87	6,192,043.78	33,569,071.15	55,910,236.25	149,726,072.58
FEB	1,465,000.00	15,308,213.52	22,750,000.00	15,511,507.87	6,192,043.78	33,533,461.30	55,530,883.42	152,321,109.00
MAR	1,465,000.00	15,308,213.52	22,750,000.00	15,511,507.87	6,192,043.78	34,058,840.60	55,840,728.76	128,376,334.53
APR	1,465,000.00	15,308,213.52	22,750,000.00	15,511,507.87	6,193,043.78	34,058,840.60	55,840,728.76	128,376,334.53
MAY	1,465,000.00	15,308,213.52		15,511,507.87	6,193,043.78	33,047,702.13	55,840,728.76	127,365,196.06
JUN	1,465,000.00	15,308,213.52		15,412,144.89	6,607,552.16	33,291,526.52	55,532,560.76	128,576,997.55
JUL	1,465,000.00	15,308,213.52	22,750,000.00	15,311,476.88	6,607,552.16	33,363,234,95	55,356,781.79	128,372,259.30
AUG	1,465,000.00	15,193,630.09	22,750,000.00	15,311,476.88	6,607,552.16	33,363,234.95	55,356,781.79	132,097,675.87
SEP	1,465,000.00	15,193,630.09	22,750,000.00	15,311,476.88	6,607,552.16	33,840,639.20	55,143,188.12	127,056,486.45
OCT	1,465,000.00	15,193,630.09	-	15,311,476.88	6,607,552.16	33,840,639.20	55,048,268.16	126,961,566.49
NOV	1,465,000.00	15,069,771.08		15,293,770.44	6,607,552.16	33,986,445.57	54,916,535.45	151,099,074.70
DEC	1,465,000.00	15,069,771.08	21,805,438.72	14,171,601.93	6,607,552.16	33,986,445.57	54,916,535.45	149,976,906.19
TOTAL	**17,820,000.00**	**182,877,927.07**	**181,055,438.72**	**183,780,963.93**	**77,213,084.02**	**403,940,081.74**	**665,233.957.47**	**1,633,346,014.23**

Note 5

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

CODE	DETAILS	TOTAL OPERATING EXPENSES 2022
		N
22020100	TRAVEL & TRANSPORT	18,341,000.00
22020200	UTILITIES	230,000.00
22020300	MATERIALS & SUPPLIES	4,071,000.00
22020400	MAINTENANCE, REPAIRS & SERVICES	1,922,000.00
22020500	TRAINING & STAFF DEVELOPMENT	12,668,000.00
22020700	CONSULTANCY & PROFESSIONAL SERVICES	6,063,596.23
22020900	FINANCE EXPENSES	12,910,645.25
431900	ENTERTAINMENT & HOSPITALITY	5,100,000.00
22020600	OTHER SERVICES	4,590,000.00
432200	GRANTS, CONTRIBUTION, SUBVENTION AND SUBSCRIPTION	-
115000	CONSOLIDATED REVENUE FUND CHARGES	
	TOTAL	**204,700,461.85**

Note 6

Transfer to Other Government Agencies

This is made up of 31% Statutory deductions made from Odukpani Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	STATUTORY DEDUCTION	AMOUNT (₦)
1	1% Ministry of Local Government for Administration	7,633,689.31
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	98,087,526.43
3	STATE ELECTRIFUCATION AGENCY (SEA) 5%	38,168,446.56
4	JOINT SECURITY OPERATIONS 2.5%	19,084,223.28
5	JOINT SOCIAL WELFARE2.5%	19,084,223.28
6	BORDER COMMUNITY DEVELOPMENT FUND .05%	381,684.46
7	SPORT DEVELOPMENT 1%	7,633,689.31
8	ENVIROMENTAL MANAGEMENT & PROTECTION 2.5%	19,084,223.28
9	CRHA OVERSIGHT FUNCTION 0.5%	3,816,844.65
10	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	3,816,844.65
11	INFRASTRUTURAL DEVELOPMENT AGENCY 4%	30,534,757.25
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY 1%	7,633,689.31
13	LOCAL GOVERNMENT SERVICE COMMISSION 1%	7,633,689.31
	TOTAL	**793,653,254**

Note 7

Property, Plant and Equipment

During the year under review, the Odukpani LGC spent a total sum of ₦282,954,663.43 on Purchase and Construction of PPE (Property, Plant and Equipment).

PROPERTY, PLANT AND EQUIPMENT	₦
SOCIAL SERVICES	66,415,219.02
ENVIRONMENTAL & REGIONAL DEVELOPMENT	18,600,000.00
GENERAL ADMINISTRATION	197,939,444.41
TOTAL	**282,954,663.43**

ODUKPANI LOCAL GOVERNMENT, ODUKPANI

Note 8. Depreciation of Property, Plant and Equipment

PROPERTY, PLANT AND EQUIPMENT

	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment	Furniture & Fittings	Intangible Assets	Bridges	Road	Traffic Light	Streetlights	Drainages	Total
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2020												569,438,977.11
Additions												
Disposal												282,954,663.43
Adjustments												
As at 31/12/2020 (A)	-	-	-	-	-	-	-	-	-	-	-	852,393,640.54
Depreciation												
As at 1/1/2020												56,943,897.71
Charge for the year												28,395,466.34
Disposals												
Adjustments												
As at 31/12/2020 (B)	-	-	-	-	-	-	-	-	-	-	-	85,239,363.71
Net Book Value (A-B)	-	-	-	-	-	-	-	-	-	-	-	767,154,276.83

NOTE 9

Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Odukpani Local Government Council Cash Books as at 31st December 2022.

S/N	NAME OF BANK	AMOUNT (₦)
1	ZENITH BANK – SALARY & OVERHEAD	12,101.70
2	ZENITH BANK – CAPITAL ACCOUNT II	55,492,237.98
3	ZENITH BANK – LG ACCOUNT	43,965.94
4	ZENITH BANK- LG ACCOUNT	259,405.50
5	ZENIH BANK SALARRY OVERHEAD	1,174,971.95
6	FIRST BANK – CAPITAL ACCOUNT	60,478.13
7	ZENITH BANK -	55,902,618.39
8	FIRST BANK – SALARY & OVERHEAD	-
	SUB TOTAL	**112,945,779.59**
	CASH IN HAND	**-**
	GRAND TOTAL	**112,945,779.59**

Note 10:

Receivables

This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	661,385,225.55
2022 Unpaid 10%	114,154,047.76
Remittance for the Period	-
Balance Carried forward	**775,539,273.31**

Note 11.

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2022		141,737,722.93
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN	DEDUCTION FROM ALLOCATION	1,000,000.00
JUL	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEP	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance carried forward as at 31 Dec 2022		**153,737,722.93**

Note 12:

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Odukpani LGC to certain State agencies as mandated by Law.

UNREMITTED DEDUCTIONS	AMOUNT (₦)
Opening Balance B/F 01-01-2022	877,055,573.29
ADD: Deductions during the year	793,653,254.00
LESS: Actual remittances during the year	793,653,254.00
Balance Outstanding 31-12-2022	**877,055,573.29**

-

ODUKPANI LOCAL GOVERNMENT, ODUKPANI

Note 13

SHORT TERM LOANS AND DEBTS

This represents loans owed to various banks by Odukpani Local Governments.

DETAILS	AMOUNT
SHORT TERM LOANS BFWD 01-01-2022	-
ADDITION DURING THE YEAR (EKONDO BANK OVER DRAFT)	-
TOTAL	**-**

Note 14

LONG TERM LOANS/BORROWINGS (CRSG LOAN)

This represents the cumulative total amounts owed the State Government by the 18 LGCs, borrowed to offset shortfalls in funds to pay salaries.

DETAILS	AMOUNT(N)
Long term Loan brought forward	**73,680,797.86**
Repayment during the year	166,666,666.68
BALANCE CARRIED FORWARD	**92,985,868.82**

Note 15
Equity

Equity/Total Assets	**2022**		**2021**	
Details	Reserve	Accumulated Surplus	Reserve	Accumulated Surplus
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/	194,245,510.04	423,232,432.27	**182,245,510.04**	544,838,320.13
changes for the year	12,000,000.00	335,513,713.15	12,000,000.00	245,336,392.07
Adjustment to Net Asset	-	123,863,314.90		(123,863,314.90)
Total Equity	**206,245,510.04**	**882,609,460.32**	**194,245,510.04**	**423,232,432.27**

ODUKPANI LOCAL GOVERNMENT, ODUKPANI

Note 16

INVESTMENTS

This represents joint investments and stocks held by the Odukpani LGC in certain State-owned projects/companies like the Tinapa Business Resort, the Obudu Ranch Resort and the Cross-River State Micro Finance Bank.

DETAILS	AMOUNT (₦)
INVESTMENT TOTAL BFWD 01-01-2021	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	**158,878,724.67**

Note 17

Deposits- ₦960,000.00

Deposits received represents unpaid retention fees, unclaimed salaries and unpaid contract sums for contracts awarded by councils during the year while Deposits remitted represent the aforementioned amounts actually paid out.

OGOJA LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURES

OGOJA LOCAL GOVERNMENT, OGOJA

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Ogoja Local Government Council found on pages 387-389 have been examined under my direction, which have been prepared under the accounting policies set out on pages 381-386.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit so as to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Ogoja Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM,PH.D,CNA
ACTING AUDITOR-GENERAL, LGs
CRS LOCAL GOVERNMENTS

OGOJA LOCAL GOVERNMENT, OGOJA

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Ogoja Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Ogoja 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Ogoja Local Government as at 31st December 2022 and its operations for the period ended on that date.

………………………………………………………… 30th June 2023 ……………………………

HOLGA **DATE**

………………………………………………………… 30th June 2023 ……………………………

MR. FRIDAY ADAYI **DATE**

DIRECTOR OF FINANCE (TREASURER)

The Chairman,
Ogoja Local Government Council,
OGOJA.

AUDIT CERTIFICATE ON THE ACCOUNTS OF OGOJA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 387 to 389 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Ogoja Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

…………………………………..
ENI, ODEN OFEM, Ph.D, CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

OGOJA LOCAL GOVERNMENT, OGOJA

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

ASSETS	NOTES	2022	2021
Current Assets		₦	₦
Cash and Cash Equivalents	1	198,439,644.52	165,090,097.07
Receivables	2	775,539,273.31	661,385,225.55
Advances	3	18,990,000.00	26,550,000.00
Inventories			
Prepayments			
Total Current Assets		**992,968,917.83**	**853,025,322.62**
Non-Current Assets			
Investment	4	158,878,724.67	158,878,724.67
Property, Plant & Equipment	5	1,412,000,951.62	1,068,703,116.70
Loan to CRS Government	10B	37,430,313.26	-
Contribution to CRS Reserve Fund	6	153,737,722.93	141,737,722.93
Loans granted			
Investment property			
Intangible Assets			
Total Non-Current Asset		**1,762,047,712.48**	**1,369,319,564.30**
Total Asset		**2,755,016,630.31**	**2,222,344,886.92**
LIABILITIES			
Current Liabilities			
Deposits	7	10,000,487.51	10,000,487.51
Unremitted Deductions	8	1,505,892,609.11	848,204,040.49
Payables (Unremitted Taxes)	9	4,901,443.81	4,901,443.81
		1,520,794,540.43	**863,105,971.81**
Non-Current Liabilities			
Borrowings	10	-	73,680,797.86
		-	**73,680,797.86**
Total Liabilities		**1,520,794,540.43**	**936,786,769.67**
Net Assets		**1,234,222,089.88**	**1,285,558,117.25**
NET ASSETS/EQUITY			
Capital Grants		-	-
Reserve Fund	11	394,589,491.70	358,778,586.67
Accumulated Surplus/(Deficit)	11	839,632,598.18	926,779,530.58
Total Net Assets/Equity		**1,234,222,089.88**	**1,285,558,117.25**

OGOJA LOCAL GOVERNMENT, OGOJA

STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2022.

	Accumulated Surplus	Reserves	Total
	₦	₦	₦
Balance as at 1 January 2022	926,779,530.58	358,778,586.67	1,285,558,117.25
Changes for the Year	728,342,852.92	35,810,905.03	764,153,757.95
Transfer to/(from) changes in Net Assets	(815,489,785.32)	-	(815,489,785.32)
Balance as at 31st December 2022.	**839,632,598.18**	**394,589,491.70**	**1,234,222,089.88**
Balance as at 1 January 2022	-	358,778,586.67	358,778,586.67
Changes for the Year	686,794,707.18	-	686,794,707.18
Transfer to/(from) changes in Net Assets	239,984,823.40	-	239,984,823.40
Balance as at 31st December 2022.	**926,779,530.58**	**358,778,586.67**	**1,285,558,117.25**

OGOJA LOCAL GOVERNMENT, OGOJA

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2022.

	NOTES	2022	2021
Cash Flows from Operating Activities		**₦**	**₦**
Inflows:			
Statutory Allocation	12	1,417,688,954.14	1,391,997,881.61
Government Share of VAT	12	845,773,878.62	631,659,937.20
Share of Exchange Gain Difference	12	11,691,401.13	7,886,974.58
Other Revenue	12A	173,154,734.44	184,292,978.76
Internally Generated Revenue	13	15,723,583.86	16,479,638.89
Capital Receipts	12B	899,825,803.66	1,080,852,379.90
Total Inflows from Operating Activities		**3,363,858,355.85**	**3,313,169,790.94**
Employees' Benefits	14	1,829,516,883.69	1,892,759,250.78
Admin (Overhead) Cost	15	69,198,540.18	47,059,319.56
Transfer-grants & Contribution to other Agencies	16	775,234,599.75	665,113,128.62
Deductions at Source	12	25,700,844.12	70,311,550.77
JAAC Charges			-
Total Outflows from Operating Activities		**2,699,650,867.74**	**2,675,243,249.73**
Net Cashflow from Operating Activities		**664,207,488.11**	**637,926,541.21**
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of PPE			
Acquisition of Assets- PPE	5	500,186,829.54	-784,222,849.98
Other CRSG Reserved Fund	6	12,000,000.00	-12,000,000.00
Acquisition of Investment property			
Net Cashflow from Investing Activities		**(512,186,829.54)**	**796,222,849.98**
CASH FLOW FROM FINANCING ACTIVITIES			
Deposits Received			26,550,000.00
Taxes Received			550,000.00
Tax Remitted			-4,162,500.00
Advances	3		-36,000,000.00
Advance Repayment	3	(7,560,000.00)	9,450,000.00
Payment-service concession liability			
Repayment of Loan		(111,111,111.12	
Capital Grant			
Net Cash Flow from Financing Activities		**(118,671,111.12)**	**3,612,500.00**
Net Cash Flow from All Activities		**33,349,547.45**	**161,908,808.77**
Cash and its Equivalent as at 01/1/2022		165,090,097.07	326,998,905.84
Cash and its Equivalent as at 31 Dec 2022		**198,439,644.52**	**165,090,097.07**

OGOJA LOCAL GOVERNMENT, OGOJA

STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2022

	NOTES	2022	2021
Revenue		₦	₦
Statutory Allocation	12	2,448,308,968.33	2,145,526,221.38
Non-tax Revenue	13	15,723,583.86	16,479,638.89
Other Capital Receipts	12	899,825,803.66	1,080,852,379.90
10% State IGR		114,154,047.76	127,290,450.96
Other Receipts	12	-	0.00
Total Revenue		**3,478,012,403.61**	**3,370,148,691.13**
Expenditure			
Salaries & Wages	14	1,829,516,883.69	1,892,759,250.78
General and Admin Expenses (Overhead)	15	69,198,540.18	47,059,319.56
Transfer to Other Government Entities	16	775,234,599.75	665,113,128.62
Public debt charges	12	25,700,844.12	
Jaac charges			
Depreciation charges – PPE		50,018,682.95	78,422,284.99
Impairment charges			0
Amortization charges			0
Bad debt charges			0
Financial charges			0
Total Expenditure		2,749,669,550.69	2,683,353,983.95
Surplus/(Deficit) from operating activities for the period		**728,342,852.92**	**686,794,707.18**
Gain on Exchange/disposals			
Total non-operating revenue (expenses)			
Surplus/(deficit) from ordinary Activities		728,342,852.92	686,794,707.18
Extra Ordinary Item			
Net Surplus/(Deficit) for the period		728,342,852.92	686,794,707.18

OGOJA LOCAL GOVERNMENT, OGOJA

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL
FOR THE YEAR ENDED 31ST DECEMBER 2022

	FINAL BUDGET 2022	ACTUAL 2022	DIFFERENCE
	₦	₦	₦
RECEIPTS:			
Gross Statutory Allocation	5,116,885,167.00	2,448,308,968.33	(2,668,576,198.67)
Internally Generated Revenue	96,068,492.00	15,723,583.86	(80,344,908.14)
Capital receipts	-	899,825,803.66	899,825,803.66
Cross River State Government	50,000,000.00	-	(50,000,000.00)
Total Receipts	**5,262,953,659.00**	**3,363,858,355.85**	**(1,899,095,303.15)**
PAYMENTS			
Employees Benefits	2,250,081,469.00	1,829,516,883.69	420,564,585.31
Statutory Deductions	847,464,520.00	775,234,599.75	72,229,920.25
Overhead / Operating Expenditure	106,089,577.00	106,899,384.30	(809,807.30)
Purchase/Construction of PPE	1,559,318,093.00	500,186,829.54	1,059,131,263.46
Total Payments	**4,762,953,659.00**	**3,211,837,697.28**	**1,551,115,961.72**
NET SURPLUS (DEFICIT)	**500,000,000.00**	**152,020,658.57**	**347,979,341.43**

OGOJA LOCAL GOVERNMENT, OGOJA

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1

Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Ogoja Local Government Council Cash Books as at 31st December 2022.

S/N	DETAILS	ACCOUNT TYPE	AMOUNT
			N
1	ECO BANK	SALARY ACCOUNT	43.74
2	ECO BANK	CHIEFTANCY	1,087.60
3	ECO BANK	REVENUE	34,518.86
4	FIRST BANK NIG. PLC	SALARY	17,586.69
5	ZENITH BANK	SALARY	89,692,566.32
6	FIRST BANK	REVENUE	1,047.95
7	ECO BANK	**CAPITAL**	476,456.42
8	UNION BANK	-	5,071.99
9	ECO BANK	SALARY ACCOUNT	6,546.20
10	ZENITH BANK	CAPITAL	108,014,504.11
11	ACCESS BANK	REVENUE	75,322.14
12	ZENITH BANK	CAPITAL	9,892.50
	TOTAL CASH AT BANK		**198,334,644.52**
	TOTAL CASH IN HAND		**105,000.00**
	CASH AND CASH EQUIVALENT AT 31/12/22		**198,439,644.52**

Note 2

RECEIVABLES

This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	661,385,225.55
2022 Unpaid 10% OF CRS IGR	114,154,047.76
Remittance for the Period	0.00
Balance Carried forward	775,539,273.31

OGOJA LOCAL GOVERNMENT, OGOJA

Note 3

ADVANCES

Long term loan brought forward	**26,500,000.00**
Repayment during the year	(7,560,000.00)
Balance carried forward	**18,990,000.00**

Note 4

INVESTMENTS

DETAILS	AMOUNT (₦)
INVESTMENT TOTAL B/FW 01-01-2022	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	**158,878,724.67**

Note 5

Property, Plant and Equipment

During the year under review, the Ogoja LGC spent a total sum of ₦500,186,829.54 on Purchase and Construction of PPE (Property, Plant and Equipment).

HEAD	DETAILS	ACTUAL PAID BY COUNCIL	OTHER COUNCIL COMITTMENT PAID THROUGH JAAC	TOTAL
23050100	AGRICULTURE	35,000,000.00	-	35,000,000.00
23050100	LIVESTOCK VETERINARY		-	
23050100	ENERGY (FUEL & POWER)	1,550,000.00	-	1,550,000.00
23050100	COMMERCE & FINANCE	1,833,000.00	-	1,833,000.00
23050100	TRANSPORT (ROAD & BRIDGES)	99,000,000.00	-	99,000,000.00
23050100	CULTURE & TOURISM	13,000,000.00	-	13,000,000.00
23050200	EDUCATION	280,000.00	-	280,000.00
23050200	HEALTH	4,509,000.00	-	4,509,000.00
23050200	INFORMATION & COMM. TECH.	12,000,000.00	-	12,000,000.00
23050200	SOCIAL DEV. YOUTH & SPORTS	98,710,000.00	-	98,710,000.00
23050300	WATER SUPPLY	39,075,200.00		39,075,200.00
23050300	HOUSING	224,500.00		224,500.00
23050300	ENVIRONMENT & REFUSE DISP.	98,000.00		98,000.00
23050400	**GENERAL ADMINISTRATION**	**194,907,129.54**		**194,907,129.54**
	TOTAL	**500,186,829.54**		**500,186,829.54**

OGOJA LOCAL GOVERNMENT, OGOJA

Note 5. Depreciation of Property, Plant and Equipment

PROPERTY, PLANT AND EQUIPMENT

	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment	Furniture & Fittings	Intangible Assets	Bridges	Road	Traffic Light	Streetlights	Drainages	Total
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2022												1,068,703,116.70
Additions												500,186,829.54
Disposal	-	-	--	-	-	-	-	-	-	-	-	-
Adjustments	-	-	-	-	-	-	-	-	-	-	-	-
As at 31/12/2022 (A)	-	-	-	-	-	-	-	-	-	-	-	1,568,889,946.24
Depreciation	-											
As at 1/1/2022		-	-	-	-	-	-		-	-	-	106,870,311.67
Charge for the year	-	-	-	-	-	-	-	-	-	-	-	50,018,682.95
Disposals	-	-	-	-	-	-	-	-	-	-	-	
Adjustments												
As at 31/12/2022 (B)	-	-	-	-	-	-	-	-	-	-	-	156,888,994.62
Net Book Value (A-B)	-	-	-	-	-	-	-	-	-	-	-	1,412,000,951.62

OGOJA LOCAL GOVERNMENT, OGOJA

Note 6.

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. Details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2022		**141,737,722.93**
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN	DEDUCTION FROM ALLOCATION	1,000,000.00
JUL	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEP	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance carried forward as at 31 Dec 2020		**153,737,722.93**

Note 7

Deposits received represent the retention fees and unpaid contract sum for contracts awarded by Ogoja Council during the year while deposits remitted represent the aforementioned amounts actually paid out.

S/N	DETAILS	BALANCE AS AT 01-01-2022	ADDITIONS IN THE YEAR	PAYMENTS WITHIN THE YEAR	BALANCE AS AT 31-12-22
1	RETENTION DEPOSIT	10,000,487.51			10,000,487.51
	TOTAL	**10,000,487.51**			**10,000,487.51**

OGOJA LOCAL GOVERNMENT, OGOJA

Note 8

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Ogoja LGC to certain State agencies as mandated by Law.

UNREMITTED STATUTORY	AMOUNT (₦)
Balance Brought Forward 01-01-2022	848,204,040.49
ADD: Deductions during the year	775,234,599.75
	1,623,438,640.24
Less: Actual Remittance during the year	117,546,031.13
Balance Outstanding 31-12-2022	**1,505,892,609.11**

NOTE 9

PAYABLES

The represents the total amount of unremitted Taxes, Staff claims, Salaries and other contractual obligations unpaid and owed by Ogoja LGCs as at 31st December, 2022.

S/N	DETAILS	BALANCE AS AT 01-01-2022	ADDITIONS IN THE YEAR	PAYMENTS WITHIN THE YEAR	BALANCE AS AT 31-12-22
1	WITHHOLDING TAX	1,979,334.00			1,979,334.00
2	VALUE ADDED TAX	2,054,334.00			2,054,334.00
3	1% STAMP DUTY	502,685.81			502,685.81
4	PAYEE	190,090.00			190,090.00
5	2% SUPERVISION FEE	60,000.00			60,000.00
6	1% LEGAL FEE	30,000.00			30,000.00
7	OTHERS	85,000.00			85,000.00
	TOTAL	**4,901,443.81**			**4,901,443.81**

Note 10

BORROWINGS

DETAILS	AMOUNT(N)
Long term Loan brought forward	**73,680,797.86**
Repayment during the year	(111,111,111.12)
BALANCE CARRIED FORWARD	**NIL**

NOTE 10B

LOAN TO CRS GOVERNMENT

DETAILS	AMOUNT(N)
LOAN TO CRS GOVRNMENT	**37,430,313.26**

NOTE 11
EQUITY
Equity/TOTAL ASSETS

DETAILS	2022 RESERVE	ACCUMULATED SURPLUS	2021 RESERVE	ACCUMULATED SURPLUS
Accumulated fund Balance as at 1/1/22	358,778,586.67	926,779,530.58	358,778,586.67	-
changes for the year	**35,810,905.03**	728,342,852.92	**-**	686,794,707.18
Adjustment to Net Asset	-	(815,489,785.32)	-	239,984,823.40
Total Equity	**394,589,491.70**	**839,632,598.18**	**358,778,586.67**	**926,779,530.58**

NOTE 12

REVENUES

GROSS STATUTORY ALLOCATION

This represents allocations received monthly by Ogoja Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	2,448,308,968.33
Internally Generated Revenue	15,723,583.86
Capital Receipts	899,825,803.66
Unremitted 10% State IGR	114,154,047.76
	3,478,012,403.61

The monthly collections of revenue sub-components are detailed in the table below:

OGOJA LOCAL GOVERNMENT, OGOJA

S/N	MONTH	STATUTORY ALLOCATION	VAT	EXCHANGE GAIN DIFFERENCE	OTHER REVENNUE	TOTAL GROSS ALLOCATION	DEDUCTIONS AT SOURCE	TOTAL
1	JAN.	59,801,225.11	64,114,958.88	1,189,197.10	26,964,518.17	152,069,899.26	(2,141,737.01)	149,928,162.25
2	FEB.	80,505,450.25	60,219,826.92	1,919,563.08	22,076,104.67	164,720,944.92	(2,141,737.01)	162,579,207.91
3	MARCH	120,062,901.16	73,049,835.81	-	1,800,943.52	194,913,680.49	(2,141,737.01)	192,771,943.48
4	APRIL	105,918,986.97	60,216,764.49	-	9,114,876.12	175,250,627.58	(2,141,737.01)	173,108,890.57
5	MAY	90,224,136.29	72,383,412.21	-	36,819,863.73	199,427,412.23	(2,141,737.01)	197,285,675.22
6	JUNE	142,639,621.36	69,545,603.88	-	2,139,594.32	214,324,819.56	(2,141,737.01)	212,183,082.55
7	JULY	185,145,708.70	63,714,107.51	-	2,777,185.63	251,637,001.84	(2,141,737.01)	249,495,264.83
8	AUG.	105,627,965.45	79,590,591.88	-	6,794,351.85	192,012,909.18	(2,141,737.01)	189,871,172.17
9	SEPT.	113,474,806.83	68,501,223.39	-	20,576,787.98	202,552,818.20	(2,141,737.01)	200,411,081.19
10	OCT.	100,639,805.08	77,518,576.68	1,318,651.80	27,579,038.69	207,056,072.25	(2,141,737.01)	204,914,335.24
11	NOV.	157,405,181.44	73,106,602.03	1,631,388.16	6,774,143.04	238,917,314.67	(2,141,737.01)	236,775,577.66
12	DEC.	156,243,165.50	83,812,374.94	5,632,600.99	9,737,326.72	255,425,468.15	(2,141,737.01)	253,283,731.14
	TOTAL	**1,417,688,954.14**	**845,773,878.62**	**11,691,401.13**	**173,154,734.44**	**2,448,308,968.33**	**(25,700,844.12)**	**2,422,608,124.21**

NOTE 12A

The details of Other Revenue sub-component is also disclosed in the table below:

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for **Ogoja** Local Government Council for the year ended 31st December 2022.

MONTH	Distribution from non oil revenue	Ecology fund	Excess Bank charges	Electronic money transfer	TOTAL
JAN.	25,664,691.46	1,299,826.71	-	-	26,964,518.17
FEB.	20,531,753.17	1,544,351.50	-	-	22,076,104.67
MARCH	-	1,800,943.52	-	-	1,800,943.52
APRIL	5,132,938.29	1,700,007.83	2,281,930.00	-	9,114,876.12
MAY	-	1,353,362.04	-	35,466,501.69	36,819,863.73
JUNE	-	2,139,594.32	-	-	2,139,594.32
JULY	-	2,777,185.63	-	-	2,777,185.63
AUG.	5,132,938.29	1,661,413.56	-	-	6,794,351.85
SEPT.	15,398,814.88	1,933,104.32	-	3,244,868.78	20,576,787.98
OCT.	25,664,691.46	1,914,347.23	-	-	27,579,038.69
NOV.	-	2,385,548.54	-	4,388,594.50	6,774,143.04
DEC.	-	-	-	9.737,326.72	9,737,326.72
TOTAL	97,525,827.55	**20,509,685.20**	2,281,930.00	**52,837,291.69**	**173,154,734.44**

NOTE 12

DEDUCTIONS AT SOURCE – (N25,700,844.12)

This represents deductions made at source by the FAAC Allocation Committee against Ogoja Local Government Revenue Allocation for the year.

NOTE 12 B

CAPITAL RECEIPTS – N899,825,803.66

This represents the positive inflow to Council after Salaries, Statutory deductions and joint Commitment were made by JAAC

NOTE 13

INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of **Ogoja** Local Government Council for the year ended 31st December 2022.

CODE	DETAILS	ACTUAL 2022
		N
12010100	TAXES	
12010100	RATES	1,703,000.00
12020100	LICENCE GENERAL	4,314,450.00
12020400	FEES GENERAL	-
12020500	FINES GENERAL	-
12020600	SALES GENERAL	-
12020700	EARNING GENERAL	5,947,950.00
12020900	RENT ON LAND AND OTHERS GENERAL	1.830,400.00
12021400	MISCELLANEOUS	1,927,783.88
	T O T A L	**15,723,583.88**

MONTH	12010100	12020100	12020700	12020900	12021400	TOTAL(N)
JANUARY	-	600,500.00	1,001,100.00	11,000.00	-	1,612,600.00
FEBRUARY	-	573,000.00	491,000.00	60,800.00	730,983.88	1,855,783.88
MARCH	-	519,500.00	1,178,000.00	22,000.00	30,600.00	1,749,500.00
APRIL	-	355,000.00	353,700.00	534,400.00	-	1,243,100.00
MAY	953,000.00	488,000.00	351,200.00	191,200.00	30,000.00	2,013,400.00
JUNE	-	396,500.00	236,500.00	52,000.00	-	685,000.00
JULY	300,000.00	133,000.00	274,200.00	677,600.00	100,000.00	1,484,800.00
AUGUST	350,000.00	441,000.00	259,900.00	205,200.00	499,500.00	1,755,600.00
SEPTEMBER	30,000.00	181,500.00	186,250.00	**76,200.00**	350,000.00	823,950.00
OCTOBER	-	307,450.00	332,900.00	**-**	10,000.00	650,350.00
NOVEMBER	70,000.00	101,000.00	479,000.00	**-**	-	650,000.00
DECEMBER	-	218,800.00	804,200.00	-	177,300.00	1,199,500.00
TOTAL	**1,703,000.00**	**4,314,450.00**	**5,947,950.00**	**1,830,400.00**	**1,927,783.88**	**15,723,583.88**

Note 14
Employees Benefit

This consists of the salaries and wages paid to staff of Ogoja local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.

SALARIES, WAGES & EMPLOYEE BENEFITS		
S/N	**DESCRIPTION**	**AMOUNT (₦)**
1	Traditional Rulers Allowances	33,750,000.00
2	Primary Health Care Salaries	247,740,685.42
3	Non-Pensionable Allowances	128,980,000.00
4	Council Staff Salaries	251,454,327.92
5	Political Office Holders	71,811,475.08
6	Pension Allowances	433,590,923.57
7	SUBEB - Teacher's Salaries	662,189,471.70
	TOTAL	**1,829,516,883.69**

Note 15

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

-	**DETAILS**	TOTAL OPERATING EXPENSES 2022
22020100	**TRAVEL & TRANSPORT GENERAL**	3,382,444.45
22020200	**ULTILITIES GENERAL**	
22020300	**MATERIAL AND SUPPLIES GENERAL**	9,441,300.00
22020400	**MAINTENANCE SERVICE**	2,842,600.00
22020500	**TRAINING DEVELOPMENT**	2,704,000.00
22020700	**CONSULTANCY OF PROF. SERVICE**	100,000.00
22020900	**FINANCE EXPENSES GENERAL**	70,640,.17
22020600	**OTHER SERVICES**	50,657,555.56
	TOTAL	**69,198,540.18**

OGOJA LOCAL GOVERNMENT, OGOJA

Note 16

Transfer to Other Government Agencies

This is made up of 32% Statutory deductions made from Ogoja Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	STATUTORY DEDUCTION	AMOUNT (₦)
1	1% Ministry of Local Government for Administration	24,226,081.24
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	218,034,731.18
3	STATE ELECTRIFICATION AGENCY (SEA) 5%	121,130,406.21
4	JOINT SECURITY OPERATIONS 2.5%	60,565,203.11
5	JOINT SOCIAL WELFARE 2.5%	60,565,203.11
6	BORDER COMMUNITY DEVELOPMENT FUND 0.5%	12,113,040.62
7	SPORT DEVELOPMENT 1%	24,226,081.24
8	ENVIROMENTAL MANAGEMENT & PROTECTION 2.5%	60,565,203.11
9	CRHA OVERSIGHT FUNCTION 0.5%	12,113,040.62
10	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	12,113,040.62
11	INFRASTRUTURAL DEVELOPMENT AGENCY 4%	96,904,324.97
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY 1%	24,226,081.24
13	LOCAL GOVERNMENT SERVICE COMMISSION 1%	24,226,081.24
14	INTERNATIONAL DONOR AGENCY 1%	24,226,081.24
	TOTAL	**775,234,599.75**

OGOJA LOCAL GOVERNMENT, OGOJA

STATUTORY ALLOCATION AND STATUTORY PAYMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2022

LGC	GROSS ALLOCATION	DEDUCTIONS			TOTAL SALARIES & ALLOWANCES	TOTAL EXPENDITURE	EXPECTED NET ALLOCATION	ACTUAL RELEASED TO COUNCIL	REDISTRIBUTION OF BALANCE TO COUNCILS
		32% STATUTORY DEDUCTION	CRS RESERVE FUND	JOINT COMMI TMENT					
	=N=	=N=	=N=	=N=	=N=	=N=	=N=	=N=	=N=
JANUARY	149,928,162.25	47,977,011.92	1,000,000.00	500.00	161,372,867.18	210,350,379.10	(60,422,216.85)	19,412,000.00	(79,834,216.85)
FEBRUARY	162,579,207.91	52,025,346.53	1,000,000.00	500.00	163,571,231.70	216,597,078.23	(54,017,870.32)	85,988,888.88	(140,006,759.20)
MARCH	192,771,943.48	61,687,021.92	1,000,000.00	500.00	142,905,062.64	205,592,584.56	(12,820,641.08)	1,000,000.00	(13,820,641.08)
APRIL	173,108,890.57	55,394,844.98	1,000,000.00	500.00	142,657,982.83	199,053,327.81	(25,944,437.24)	88,555,555.56	(114,499,992.80)
MAY	197,285,675.22	63,131,416.07	1,000,000.00	500.00	142,730,856.28	206,862,772.35	(9,577,097.13)	1,000,000.00	(10,577,097.13)
JUNE	212,183,082.55	67,898,586.41	1,000,000.00	500.00	142,397,510.04	211,296,596.45	886,486.10	35,444,444.44	(34,557,958.34)
JULY	249,495,264.83	79,838,484.75	1,000,000.00	500.00	145,466,281.04	226,305,265.79	23,189,999.04	68,944,444.44	(45,754,445.40)
AUGUST	189,871,172.17	60,758,775.09	1,000,000.00	500.00	142,637,053.64	204,396,328.73	(14,525,156.56)	43,888,888.88	(58,414,045.44)
SEPTEMBER	200,411,081.19	64,131,545.99	1,000,000.00	500.00	142,434,280.31	207,566,326.30	(7,155,245.11)	81,665,555.56	(88,820,800.67)
OCTOBER	204,914,335.24	65,572,587,27	1,000,000.00	500.00	168,677,965.49	235,251,052.76	(30,336,717.52)	85,111,111.11	(115,447,828.63)
NOVEMBER	236,775,577.66	75,768,184.85	1,000,000.00	500.00	167,371,892.72	244,140,577.57	(7,364,999.91)	136,000,000.01	(143,364,999.92)
DECEMBER	253,283,731.14	81,050,793.97	1,000,000.00	500.00	167,293,899.82	249,345,193.79	3,938,537.35	58,665,555.55	(54,727,018.20)
TOTAL	2,422,608,124.21	775,234,599.75	12,000,000.00	6,000.00	1,829,516,883.69	2,616,757,483.44	(194,149,359.23)	705,676,444.43	(899,825,803.66)

OGOJA LOCAL GOVERNMENT, OGOJA

SCHEDULE OF SALARIES FOR THE YEAR ENDED 31ST DECEMBER, 2022

MONTH	STAFF SALARIES	T.R.C	PHCDA	POLITICAL OFFICE HOLDERS	NPA	SUBEB	PENSION	TOTAL
JANUARY	21,396,438.05	2,812,500.00	21,064,968.15	5,984,289.59	18,270,000.00	56,294,065.62	35,550,605.77	161,372,867.18
FEBRUARY	21,324,481.75	2,812,500.00	20,904,371.83	5,984,289.59	20,890,000.00	56,038,482.53	35,617,106.00	163,571,231.70
MARCH	21,324,481.75	2,812,500.00	20,904,371.83	5,984,289.59	-	55,825,967.48	36,053,451.99	142,905,062.64
APRIL	21,324,481.75	2,812,500.00	20,904,371.83	5,984,289.59	-	55,825,967.48	35,806,372.18	142,657,982.83
MAY	21,239,571.08	2,812,500.00	20,554,692.00	5,984,289.59	810,000.00	55,523,431.43	35,806,372.18	142,730,856.28
JUNE	21,256,972.74	2,812,500.00	20,549,528.54	5,984,289.59	810,000.00	55,141,389.45	35,842,829.72	142,397,510.04
JULY	21,256,972.74	2,812,500.00	20,549,528.54	5,984,289.59	4,050,000.00	54,970,180.45	35,842,829.72	145,466,281.04
AUGUST	21,192,409.85	2,812,500.00	20,462,070.54	5,984,289.59	810,000.00	54,808,944.12	36,566,839.54	142,637,053.64
SEPTEMBER	21,192,409.85	2,812,500.00	20,462,070.54	5,984,289.59	810,000.00	54,606,170.79	36,566,839.54	142,434,280.31
OCTOBER	20,852,751.30	2,812,500.00	20,461,570.54	5,984,289.59	27,510,000.00	54,410,961.75	36,645,892.31	166,677,965.49
NOVEMBER	19,546,678.53	2,812,500.00	20,461,570.54	5,984,289.59	27,510,000.00	54,410,961.75	36,645,892.31	167,371,892.72
DECEMBER	19,546,678.53	2,812,500.00	20,461,570.54	5,984,289.59	27,510,000.00	54,332,968.85	36,645,892.31	167,293,899.82
TOTAL	**251,454,327.92**	**33,750,000.00**	**247,740,685.42**	**71,811,475.08**	**128,980,000.00**	**662,189,471.70**	**433,590,923.57**	**1,829,516,883.69**

YAKURR LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURES

YAKURR LOCAL GOVERNMENT, YAKURR

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Yakurr Local Government Council found on pages 409-411 have been examined under my direction, which have been prepared under the accounting policies set out on pages 403-408.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed. We planned and performed our Audit so as to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Yakurr Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM, Ph.D,CNA
ACTING AUDITOR-GENERAL,
CRS LOCAL GOVERNMENTS

YAKURR LOCAL GOVERNMENT, YAKURR
RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Yakurr Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Yakurr 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Yakurr Local Government as at 31st December 2022 and its operations for the period ended on that date.

.... 30th June 2023

HOLGA **DATE**

.... 30th June 2022

MR. GREGORY USUNGISE **DATE**

DIRECTOR OF FINANCE (TREASURER)

The Chairman,
Yakurr Local Government Council,
YAKURR.

AUDIT CERTIFICATE ON THE ACCOUNTS OF YAKURR LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 409 to 411 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Yakurr Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

……………………………………..
ENI, ODEN OFEM, Ph.D, CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

YAKURR LOCAL GOVERNMENT, YAKURR

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

ASSETS	NOTES	2022	2021
Current Assets		₦	₦
Cash and Cash Equivalent	9	62,394,458.98	71,233,858.53
Receivables	10	775,539,273.31	661,385,225.55
Total Current Asset		**837,933,732.29**	**732,619,084.08**
Non-Current Assets			
Investment	16	158,878,724.67	158,878,724.67
Property, Plant & Equipment	7	728,232,481.24	274,039,979.76
Contribution to CRS Reserve Fund	11	153,737,722.93	141,737,722.93
Total Non-Current Asset		1,040,848,928.84	574,656,427.36
Total Asset (A)		**1,878,782,661.13**	**1,307,275,511.44**
Current Liabilities			
Deposits	13	100,066,107.78	100,066,107.78
Short Term Loans & Debts	18	35,400,000.00	35,400,000.00
Unremitted Deductions	12	818,211,057.26	216,335,569.61
Payables (Unremitted Taxes)	17	-	13,375,551.75
Total Current Liabilities		**953,677,165.04**	**365,177,229.14**
Non-Current Liabilities			
Long Term Borrowings (CRSG loan)	14	-	73,680,797.86
Total Non-Current Liabilities		-	73,680,797,86
Total Liabilities (B)		**953,677,165.04**	**438,858,027.00**
Net Asset (A - B)		**925,105,496.09**	**868,417,524.44**
NET ASSET AND EQUITY			
Reserve Fund	15	**194,245,510.04**	349,807,071.43
Accumulated Surplus/(Deficit)	15	**730,859,986.05**	518,610,453.01
Net Assets		**925,105,496.09**	**868,417,524.44**

-

YAKURR LOCAL GOVERNMENT, YAKURR

STATEMENT OF CHANGES IN NET ASSET/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2022.

	Accumulated Surplus	Reserves	Total
	₦	₦	₦
Balance as at 1 January 2022	609,469,552.06	258,947,972.38	868,417,524.44
Changes for the Year	413,929,026.44	12,000,000.00	425,929,026.44
Transfer to/(from) changes in Net Assets	(292,538,692.39)	(76,702,462.34)	(369,241,154.73)
Balance as at 31st December 2022.	**730,859,986.11**	**194,245,510.04**	**925,105,496.15**
Balance as at 1 January 2022	349,807,071.43	182,245,510.04	532,052,581.47
Changes for the Year	778,272,923.64	(441,907,592.67)	336,384,97
Transfer to/(from) changes in Net Assets	(518,610,453.05)	518,610,453.05	-
Balance as at 31st December 2022.	**609,469,552.06**	**258,947,972.38**	**868,417,524.44**

YAKURR LOCAL GOVERNMENT, YAKURR

Cash Flow Statement for the year Ended 31st December, 2022.			
	NOTES	2022	2021
Cash Flow from Operating Activities		₦	₦
Inflows:			
Gross Statutory Allocation	1	1,423,216,248.49	1,326,896,716.88
Government Share of VAT	1	888,842,043.63	733,448,060.59
Share of Exchange Gain Difference	1	10,413,641.06	7,918,066.82
Other Revenue	1	196,811,078.05	121,897,957.33
Internally Generated Revenue	2	10,384,400.00	18,288,600.00
Capital Receipts	3	929,092,822.14	773,751,191.19
Total Inflows from Operating Activities		**3,458,760,233.37**	**2,982,200,592.81**
Employees' Benefits	4	1,926,930,707.55	1,988,486,151.02
Admin (Overhead) Cost	5	244,006,288.24	45,369,965.65
Deductions at Source	1	25,700,844.12	70,311,550.77
Statutory Deductions	6	797,968,093.47	573,924,924.67
JAAC Charges			
Total Outflows from Operating Activities		**2,994,605,933.38**	**2,678,092,592.11**
Net Cashflow from Operating Activities		**464,154,299.99**	**304,108,000.70**
CASHFLOW FROM INVESTING ACTIVITIES			
Purchase/Construction of PPE	7	(391,680,149.02)	(274,039,979.76)
Investment		(12,000,000.00)	
Net Cashflow from Investing Activities		**(403,680,149.02)**	**(286,039,979.76)**
CASH FLOW FROM FINANCING ACTIVITIES			
Deposits Received			56,277,304.58
Deposits Remitted			48,000,000.00
Taxes Received			0.00
Tax Remitted		(13,375,551.75)	0.00
Loan Repayment	10	(55,937,998.77)	(12,600,000.00)
		(69,313,550.52)	**91,677,304.58**
Net Cash Flow from All Activities		**-8,839,399.55**	**109,745,325.52**
Cash and its Equivalent as at 01/01		71,233,858.53	36,516,496.01
Adjustment		-	(75,027,963.00)
Cash and its Equivalent as at 31 Dec 2022		62,394,458.98	71,233,858.53

YAKURR LOCAL GOVERNMENT, YAKURR

Statement of Financial Performance for the year Ended 31st December, 2022.			
	NOTE	**2022**	**2021**
Revenue		**₦**	**₦**
Statutory Revenue	1	2,519,283,011.23	2,119,849,250.84
Internally Generated Revenue	2	10,384,400.00	18,288,600.00
Other Capital Receipts	3	929,092,822.14	773,751,191.19
10% State IGR	10	114,154,047.76	127,290,450.96
Total Revenue		**3,572,914,281.13**	**3,039,179,492.99**
Expenditures			
Employees Benefits	4	1,926,930,707.55	1,988,486,151.02
General and Admin Expenses (Overhead)	5	226,326,889.14	45,369,965.65
Transfer to Other Government Entities	6	797,968,693.47	334,289,447.08
Public Debt Charges		25,700,844.12	
Total Operating Expenses		**2,976,927,134.28**	**2,368,145,563.75**
Excess/(Deficit) of Revenue over Expenditures		**595,987,146.85**	**671,033,929.24**
Non-Cash Movement			
Depreciation of PP&E	8	182,058,120.41	27,403,979.98
Net Surplus/(Deficit)		**413,929,026.44**	**643,629,949.26**

YAKURR LOCAL GOVERNMENT, YAKURR

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL

FOR THE YEAR ENDED 31ST DECEMBER 2022

	FINAL BUDGET 2022	ACTUAL 2022	DIFFERENCE
	₦	₦	₦
RECEIPTS			
Gross Statutory Allocation	2,674,443,820.00	2,519,283,011.23	(155,160,808.77)
Internally Generated Revenue	55,000,000.00	10,384,400.00	(44,615,600.00)
Capital Receipts	500,000,000.00	929,092,822.14	429,092,822.14
Cross River State Government Loan	-	-	-
Total Receipts	**3,229,443,820.00**	**3,458,760,233.37**	**(229,316,413.37)**
PAYMENTS			
Employees Benefits	1,781,376,170.00	1,926,930,707.55	(145,554,537.55)
Statutory Deductions	833,030,726.00	797,968,693.47	35,062,042.53
Overhead / Operating Expenditure	90,000,000.00	226,326,889.14	(136,326,889.14)
Purchase/Construction of PPE	525,036,914.00	391,680,149.02	133,356,764.98
Total Payments	3,229,443,820.00	**3,342,906,439.12**	(114,462,619.13)
NET SURPLUS (DEFICIT)	**-**	**115,853,794.24**	**115,853,794.24**

YAKURR LOCAL GOVERNMENT, YAKURR

Financial Statement for the Year Ended 31st December, 2022.

Summary of Significant Accounting Policies

i. Reporting Entities

Yakurr local government area is situated in Cross River state, South-south geopolitical zone of Nigeria. The headquarters of the LGA are in the town of Ugep and the LGA shares boundaries

with the Biase, Abi, Obubra, and Akamkpa LGAs. Towns and villages that make up Yakurr LGA include Ugep, Mkpani, Nko, Inyima, Ekori, Idomi, AgoiEfreke, Ibami Assign, and Ntan. The estimated population of Yakurr LGA is put at 195,338 inhabitants with the area predominantly occupied by members of the Yako ethnic group. The Lokaa language is commonly spoken in the LGA. Prominent traditional rulers in Yakurr LGA include the Obol Lopon of Ugep while the festivals held in the area include the Leboku and the New Yam festivals. Notable landmarks in Yakurr LGA include the Ekori cave.

ii. Basis of Preparation – Statement of Compliance

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

iii. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December.

iv. Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

v. Allocation of Expenses

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the

Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council.

vi. Revenue Recognition

Revenues are recognised when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

vii. Investment Property

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort, Cross River Micro Finance bank and Cally Air. This income is recognized when CRSG's right to receive payment is established Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment properties are derecognised either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

viii. Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognises such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

ix. Depreciation and Amortization

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

x. Cash and cash equivalents

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

xi. **Inventory**

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they're measured at the lower of cost and current replacement cost. Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

xii. Interest Received

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

xiii. **Loans**

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xiv. **Loan Repayments**

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

xv. Interest on Loans

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

xvi. **Prepayments**

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

xvii. **Investments**

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

xviii. **Leases**

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

xix. **Other Borrowings**

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

xx. Deposits

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

xxi. **Employee Benefits**

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings o account a liability. Using the present value measurement basis, which discounts expected future cash outflows. To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

xxii. **Unremitted Deductions**

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

YAKURR LOCAL GOVERNMENT, YAKURR

NOTES TO THE FINANCIAL STATEMENTS

Note 1.

Revenues

GROSS STATUTORY ALLOCATION)

This represents allocations received monthly by Yakurr Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	2,519,283,011.23
Internally Generated Revenue	10,384,400.00
Other Capital Receipts	929,092,822.14
Unremitted 10% State IGR	114,154,047.76
TOTAL	**3,572,914,281.13**

The monthly collections of revenue sub-components are detailed in the table below:

MONTHS	Net Statutory Allocation	Deduction	Distribution of ₦100 Billion from Non-Oil Excess Account	EXCHANGE DIFFERENCE	EXCESS BANK CHARGES	Electronic Money Transfer Levy (EMTL)	Total Ecological Funds	Value Added Tax	Total Allocation
JANUARY	60,036,975.09	(2,141,737.01)	25,765,867.49	1,193,885.18			2,609,901.83	67,394,079.88	154,858,972.47
FEBRUARY	80,822,820.98	(2,141,737.01)	20,612,693.99	1,927,130.43			3,100,879.36	63,270,035.31	167,591,823.07
MARCH	120,536,216.32	(2,141,737.01)					3,616,086.49	76,813,953.62	198,824,519.42
APRIL	106,336,543.62	(2,141,737.01)	5,153,173.50		2,290,925.89		3,413,419.29	63,283,304.12	178,335,629.41
MAY	90,579,820.28	(2,141,737.01)				37,257,700.44	2,717,394.61	76,039,061.11	204,452,239.44
JUNE	143,201,939.07	(2,141,737.01)					4,296,058.17	73,114,972.71	218,471,232.94
JULY	185,875,595.04	(2,141,737.01)					5,576,267.85	66,976,671.08	256,286,796.97
AUGUST	106,044,374.83	(2,141,737.01)	5,153,173.50				3,335,926.45	83,554,779.06	195,946,516.83
SEPTEMBER	113,922,150.23	(2,141,737.01)	15,459,520.49			3,395,356.26	3,881,450.12	71,998,796.57	206,515,536.67
OCTOBER	101,036,550.00	(2,141,737.01)	25,765,867.49				3,843,788.03	81,446,229.58	209,950,698.09
NOVEMBER	158,025,708.34	(2,141,737.01)		1,637,819.46		4,590,632.00	4,789,905.83	76,841,933.40	243,744,262.03
DECEMBER	156,867,554.68	(2,141,737.01)		5,654,805.98		10,185,088.95		88,108,227.17	258,673,939.77
TOTAL	**1,423,286,248.49**	**- 25,700,844.12**	**97,910,296.46**	**10,413,641.06**	**2,290,925.89**	**55,428,777.65**	**41,181,078.05**	**888,842,043.63**	**2,493,652,167.11**

YAKURR LOCAL GOVERNMENT, YAKURR

The details of Other Revenue sub-component is also disclosed in the table below:

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for **Yakurr** Local Government Council for the year ended 31st December 2022.

MONTHS	Distribution of ₦100 Billion from Non-Oil Excess Account	EXCESS BANK CHARGES	Electronic Money Transfer Levy (EMTL)	Total Ecological Funds	TOTAL REVENUE
JANUARY	25,765,867.49			2,609,901.83	28,375,769.32
FEBRUARY	20,612,693.99			3,100,879.36	23,713,573.35
MARCH				3,616,086.49	3,616,086.49
APRIL	5,153,173.50	2,290,925.89		3,413,419.29	10,857,518.68
MAY			37,257,700.44	2,717,394.61	39,975,095.05
JUNE				4,296,058.17	4,296,058.17
JULY				5,576,267.85	5,576,267.85
AUGUST	5,153,173.50			3,335,926.45	8,489,099.95
SEPTEMBER	15,459,520.49		3,395,356.26	3,881,450.12	22,736,326.88
OCTOBER	25,765,867.49			3,843,788.03	29,609,655.52
NOVEMBER			4,590,632.00	4,789,905.83	9,380,537.84
DECEMBER			10,185,088.95		10,185,088.95
TOTAL	**97,910,296.46**	**2,290,925.89**	**55,428,777.65**	**41,181,078.05**	**196,811,078.05**

YAKURR LOCAL GOVERNMENT, YAKURR

DEDUCTIONS AT SOURCE - (₦25,700,844.12)

This represents deductions made at source by the FAAC Allocation Committee against Yakurr Local government revenue allocation for the year.

MONTHS	DETAILS	TOTAL
JANUARY	DEDUCTION AT SOURCE	-2,141,737.01
FEBRUARY	DEDUCTION AT SOURCE	-2,141,737.01
MARCH	DEDUCTION AT SOURCE	-2,141,737.01
APRIL	DEDUCTION AT SOURCE	-2,141,737.01
MAY	DEDUCTION AT SOURCE	-2,141,737.01
JUNE	DEDUCTION AT SOURCE	-2,141,737.01
JULY	DEDUCTION AT SOURCE	-2,141,737.01
AUGUST	DEDUCTION AT SOURCE	-2,141,737.01
SEPTEMBER	DEDUCTION AT SOURCE	-2,141,737.01
OCTOBER	DEDUCTION AT SOURCE	-2,141,737.01
OVEMBER	DEDUCTION AT SOURCE	-2,141,737.01
DECEMBER	DEDUCTION AT SOURCE	-2,141,737.01
TOTAL		**-25,700,844.12**

Note 2

INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of **Yakurr** Local Government Council for the year ended 31st December 2022.

CODE	DETAILS	ACTUAL 2022
		N
101000	TAXES	713,000.00
102000	RATES	128,500.00
103000	LOCAL LICENCE FEES	2,468,800.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	730,000.00
105000	RENT ON GOVERNMENT PROPERTY	5,918,000.00
106000	INTEREST ON DIVIDENDS	34,000.00
107000	REIMBURSEMENT	103,100.00
108000	MISCELLANEOUS	289,000.00
	T O T A L	**10,384,400.00**

Note 3

CAPITAL RECEIPTS – ₦

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC.

Note 4
Employees Benefit

This consists of the salaries and wages paid to staff of Yakurr local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.

SALARIES, WAGES & EMPLOYEE BENEFITS		
S/N	**DESCRIPTION**	**AMOUNT**
1	Traditional Rulers Allowances	17,190,000.00
2	Primary Health Care Salaries	263,396,791.88
3	Non-Pensionable Allowances	148,470,000.00
4	Council Staff Salaries	258,899,469.86
5	Political Office Holders	78,459,609.16
6	Pension Allowances	500,074,576.17
7	SUBEB - Teacher’s Salaries	637,850,260.48
8	Paramount Rulers	2,700,000.00
9	APC Women	19,890,000.00
	TOTAL	**1,926,930,707.55**

YAKURR LOCAL GOVERNMENT, YAKURR

MONTHS	STAFF SAL.	TRC	PR	APC WOMEN	PHCDA	POL. OFFICE HOLDERS	NP OPERATIVES	SUBEB	PENSION	TOTAL
JAN	22,362,760.40	1,432,500.00	225,000.00	1,657,500.00	21,997,402.21	6,399,797.97	23,040,000.00	54,216,976.73	41,875,405.05	173,207,342.36
FEB	21,892,506.27	1,432,500.00	225,000.00	1,657,500.00	21,997,402.21	6,399,797.97	26,160,000.00	54,077,396.08	42,268,058.38	176,110,160.91
MAR	21,892,506.27	1,432,500.00	225,000.00	1,657,500.00	21,997,402.21	6,399,797.97	-	53,629,750.32	42,671,919.60	149,906,376.37
APR	21,892,506.27	1,432,500.00	225,000.00	1,657,500.00	21,997,402.21	6,399,797.97	-	53,629,750.32	41,110,923.97	148,345,380.74
MAY	21,839,290.73	1,432,500.00	225,000.00	1,657,500.00	21,925,897.88	6,607,552.16	960,000.00	53,432,523.03	41,110,923.97	149,191,187.77
JUN	21,608,137.54	1,432,500.00	225,000.00	1,657,500.00	21,925,897.88	6,607,552.16	960,000.00	53,235,771.35	41,106,890.97	148,759,249.90
JUL	21,608,137.54	1,432,500.00	225,000.00	1,657,500.00	21,925,897.88	6,607,552.16	4,800,000.00	52,800,276.29	41,106,890.97	152,163,754.84
AUG	21,505,640.80	1,432,500.00	225,000.00	1,657,500.00	21,925,897.88	6,607,552.16	960,000.00	52,764,046.31	41,554,602.85	148,632,740.00
SEP	21,505,640.80	1,432,500.00	225,000.00	1,657,500.00	21,925,897.88	6,607,552.16	960,000.00	52,764,046.31	41,554,602.85	148,632,740.00
OCT	21,516,699.18	1,432,500.00	225,000.00	1,657,500.00	21,925,897.88	6,607,552.16	30,210,000.00	52,490,370.79	41,832,495.90	177,898,015.91
NOV	20,637,822.03	1,432,500.00	225,000.00	1,657,500.00	21,925,897.88	6,607,552.16	30,210,000.00	52,490,370.79	41,976,494.45	177,163,137.31
DEC	20,637,822.03	1,432,500.00	225,000.00	1,657,500.00	21,925,897.88	6,607,552.16	30,210,000.00	52,318,982.16	41,905,367.21	176,920,621.44
TOTAL	**258,899,469.86**	**17,190,000.00**	**2,700,000.00**	**19,890,000.00**	**263,396,791.88**	**78,459,609.16**	**148,470,000.00**	**637,850,260.48**	**500,074,576.17**	**1,926,930,707.55**

Note 5

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council.

CODE	DETAILS	TOTAL
22020100	TRAVEL & TRANSPORT	13,090,500.00
22020200	UTILITIES	500,000.00
22020300	MATERIAL & SUPPLIES	13,917,000.00
22020400	MAINTENANCE & SERVICES	11,807,500.00
22020500	TRAINING & STAFF DEV.	1,500,000.00
22020600	OTHER SERVICES	163,845,789.14
22020700	CONSUL. & PROFESSIONAL SERV.	3,030,000.00
22020800	FUEL & LUBRICANTS	201,000.00
22020900	FINANCE CHARGES	2,291,100.67
220201000	MISCELLANEOUS EXPENSES	16,144,000.00
22020400	PUBLIC DEBTS SERVICES	-
TOTAL		**226,326,889.14**

Note 6

Transfer to Other Government Agencies

This is made up of 32% Statutory deductions made from Yakurr Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N		
1	1% MINISTRY OF LOCAL GOVERNMENT FOR ADMINISTRATION	24,936,521.67
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	224,428,695.04
3	STATE ELECTRIFUCATION AGENCY (SEA) 5%	124,682,608.36
4	JOINT SECURITY OPERATIONS 2.5%	62,341,304.18
5	JOINT SOCIAL WELFARE2.5%	62,341,304.18
6	BORDER COMMUNITY DEVELOPMENT FUND .05%	12,468,260.84
7	SPORT DEVELOPMENT 1%	24,936,521.67
8	ENVIROMENTAL MANAGEMENT & PROTECTION 2.5%	62,341,304.18
9	CRHA OVERSIGHT FUNCTION 0.5%	12,468,260.84
10	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	12,468,260.84
11	INFRASTRUTURAL DEVELOPMENT AGENCY 4%	99,746,086.68
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY 1%	24,936,521.67
13	LOCAL GOVERNMENT SERVICE COMMISSION 1%	24,936,521.67
	TOTAL	797,968,693.47

Note 7

Property, Plant and Equipment

During the year under review, the Yakurr LGC spent a total sum of ₦391.6m on Purchase and Construction of PPE (Property, Plant and Equipment).

DETAILS	**=N=**
AGRICULTURE	6,000,000.00
FORESTRY	4,000,000.00
ENERGY & FUEL	15,287,163.03
COMMERECE & FINANCE	72,612,863.12
TRANSPORTATION	30,000,000.00
CULTURE & TOURISM	13,370,000.00
EDUCATION	3,053,533.50
HEALTH	43,144,990.00
SOCIAL DEV., YOUTHS & SPORTS	10,100,000.00
WATER SUPPLY	**19,203,400.00**
SEWAGE /DRAINAGE	345,000.00
HOUSING	400,000.00
ENVIRONMENTAL & REFUSE DISPOSAL	7,634,584.02
GENERAL ADMINISTRATION	172,527,615.35
TOTAL	**391,680149.02**

YAKURR LOCAL GOVERNMENT, YAKURR

Note 8. Depreciation of Property, Plant and Equipment

PROPERTY, PLANT AND EQUIPMENT

	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment	Furniture & Fittings	Intangible Assets	Bridges	Road	Traffic Light	Streetlights	Drainages	Total
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2022												518,610,453.01
Additions												391,680,149.02
Disposal												
Adjustments												
As at 31/12/2022 (A)	-	-	-	-	-	-	-	-	-	-	-	910,290,602.03
Depreciation												
As at 1/1/2021												182,058,120.41
Charge for the year												
Disposals												
Adjustments												
As at 31/12/2022 (B)	-	-	-	-	-	-	-	-	-	-	-	728,232,481.24
Net Book Value (A-B)	-	-	-	-	-	-	-	-	-	-	-	

YAKURR LOCAL GOVERNMENT, YAKURR

NOTE 9

Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Yakurr Local Government Council Cash Books as at 31st December 2022.

S/N	DETAILS	AMOUNT(N)
1	Zenith Bank capital/project Account	
2	First Bank Project Account	40,933.68
3	First Bank Revenue Account	131,199.78
4	Zenith Bank Salaries/overhead Account	6,719,676.20
5	First Bank Salaries/overhead Account	55,502,649.32
6	Cash in Hand	-
	TOTAL	**62,394,458.98**

Note10:

Receivables

This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	661,385,225.55
2022 Unpaid 10%	114,154,047.76
Remittance for the Period	-
Balance Carried forward	775,539,273.31

Note 11.

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2022		141,737,722.93
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN	DEDUCTION FROM ALLOCATION	1,000,000.00
JUL	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEP	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		**12,000,000.00**
Balance carried forward as at 31 Dec 2022		**153,737,722.93**

Note 12:

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Yakurr LGC to certain State agencies as mandated by Law.

UNREMITTED DEDUCTIONS	AMOUNT (₦)
Balance Brought Forward 01-01-2022	216,335,569,61
Addition for the year	797,968,693.47
LESS: Actual Remittance during the year	196,093,205.82
Balance Outstanding 31-12-2022	**818,211,057.26**

YAKURR LOCAL GOVERNMENT, YAKURR

Note 13

Deposits

Deposits received represents unpaid retention fees, unclaimed salaries and unpaid contract sums for contracts awarded by councils during the year while Deposits remitted represent the aforementioned amounts actually paid out.

S/N	DETAILS	BALANCE B/FWD 1/1/2022	CURRENT YEAR ADDITION AS IN CASH FLOW STATEMENT	REMITTANCE DURING THE YEAR	BALANCE AS AT 31/12/2022
		₦	₦	₦	₦
1	5% RETENTION DEPOSIT	12,025,264.87	-	-	12,025,264.87
2	1% STAMP DUTIES	1,082,467.00	-	-	1,082,467.00
3	UNCLAIMED SALARIES	36,681,071.33	-	-	36,681,071.33
4	SALARIES DEPOSITS	22,374,672.59	26,902,631.99	-	49,277,304.58
5	INSPECTION FEE	1,000,000.00	-	-	1,000,000.00
TOTAL		**73,163,475.79**	**26,902,631.99**	**-**	**100,066,107.78**

Note 14

<u>LONG TERM LOANS/BORROWINGS (CRSG LOAN)</u>

This represents the cumulative total amounts owed the State Government by the 18 LGCs, borrowed to offset shortfalls in funds to pay salaries.

DETAILS	AMOUNT(N)
Long term Loan brought forward	-
Repayment during the year	-
BALANCE CARRIED FORWARD	**-**

Note 15
Equity

Equity/Total Assets	2022		2021	
Details	**Reserve**	**Accumulated Surplus**	**Reserve**	**Accumulated Surplus**
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/	182,245,510.04	349,807,071.43	182,254,510.04	(595,162,165.03)
changes for the year	12,000,000.00	381,052,914.62		(124,758,733.59)
Adjustment to Net Asset			0	1,069,727,970.05
Total Equity	**194,245,510.04**	**730,859,986.11**	**182,245,510.04**	**349,807,071.43**

Note 16

INVESTMENTS

This represents joint investments and stocks held by the Yakurr LGC in certain State-owned projects/companies like the Tinapa Business Resort, the Obudu Ranch Resort and the Cross-River State Micro Finance Bank.

DETAILS	AMOUNT (₦)
INVESTMENT TOTAL BFWD 01-01-2022	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	**158,878,724.67**

NOTE 17

PAYABLES

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Yakurr LGCs as at 31st December 2022.

S/N	DETAILS	BALANCE B/F AS AT JAN. 2022	CURRENT YEAR ADDITIONS	REMITTANCES DURING THE YEAR	BALANCE AS AT 31/12/2022
		₦	₦	₦	₦
1	5% CONTRACTORS' TAX	8,128,961.00	-	8,128,961.00	-
2	5% VALUE ADDED TAX (VAT)	5,246,590.75	-	5,246,590.75	-
	TOTAL	**13,375,551.75**	**-**	**13,375,551.75**	**-**

YALA LOCAL GOVERNMENT COUNCIL

FINANCIAL STATEMENTS AND DISCLOSURES

YALA LOCAL GOVERNMENT, OKPOMA

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Yala Local Government Council found on pages 431-433 have been examined under my direction, which have been prepared under the accounting policies set out on pages 425-430.

RESPECTIVE RESPONSIBILITIES OF TREASURERS AND THE AUDITOR-GENERAL

The Local Government Treasurer is responsible for the preparation of the Financial Statements. It is my responsibility to form an independent opinion based on our Audit on the Financial Statements and report our opinion to you.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed.

We planned and performed our Audit so as to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the Councils' books and Accounts had been properly kept.

OUR OPINION

(i) The books of Accounts had been properly kept.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Yala Local Government Council as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

ENI, ODEN OFEM, Ph.D,CNA
ACTING AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

YALA LOCAL GOVERNMENT, OKPOMA

RESPONSIBILITY FOR FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Yala Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Accrual Basis) and Generally Accepted Accounting Practice.

The Management of Yala 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 have properly recorded the use of all public financial resources by the Local Government Council.

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

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the IPSAS and Financial Memoranda, (as amended).

In our opinion, these financial statements fairly reflect the financial position of Yala Local Government as at 31st December 2022 and its operations for the period ended on that date.

……………………………………………………… 30th June 2023

HOLGA **DATE**

……………………………………………………… 30th June 2023

MR. STEPHEN O. OGAR **DATE**

DIRECTOR OF FINANCE (TREASURER)

The Chairman,
Yala Local Government Council,
OKPOMA.

AUDIT CERTIFICATE ON THE ACCOUNTS OF YALA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS
I have examined the Financial Statements set out on page(s) 431 to 433 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:
It is the responsibility of the Director of Finance (Treasurer) 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 General-Purpose Financial Statements (GPFS).

BASIS OF AUDIT OPINION
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

Proper Books of accounts were kept; projects and programmes have been verified and appropriate comments included in my inspection report to the Management of Council and in the Annual Report to the Cross-River State House of Assembly.

Council's Budget was not prepared based on the New National Charts of Accounts (NCOA) and hence not fully IPSAS compliant, however by the insistence of my Office, Councils Financial Statements were presented in compliance with IPSAS (Accrual Basis) General Purpose Financial Statements.

AUDIT OPINION
Except for the limitations above and specific comments in the notes to the Accounts/Auditor General's Report. I am of the opinion that the Financial Statements ***give a true and fair view of the state of Affairs of Yala Local Government Council as at 31st December 2022*** and the financial Position and Cashflows for the period ended on that date.

……………………………………..
ENI, ODEN OFEM, Ph.D, CNA
ACTING AUDITOR-GENERAL,
CRS LOCAL GOVERNMENTS

YALA LOCAL GOVERNMENT, OKPOMA

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2022

ASSETS	NOTES	2022	2021
Current Assets		₦	₦
Cash and Cash Equivalent	9	168,639,258.62	49,245,686.64
Receivables	10	775,539,273.31	661,385,225.55
Cash Advances		27,430,000.00	
Total Current Asset		**971,608,531.99**	**710,636,912.19**
Non-Current Assets			
Investment	17	158,878,724.67	158,878,724.67
Property, Plant & Equipment	7	1,440,752,578.00	1,100,190,784.60
Contribution to CRS Reserve Fund	11	153,737,722.93	141,737,722.93
Total Non-Current Asset		1,753,369,025.60	1400,807,232.20
Total Asset (A)		**2,724,977,557.54**	**2,111,438,144.39**
Current Liabilities			
Deposits	12	-	(16,104,338.52)
Short Term Loans & Debts		-	-
Unremitted Deductions	13	1,740,887,595.96	968,278,498.71
Payables (Unremitted Taxes)		22,659,056.58	22,659,056.58
Total Current Liabilities		1,763,546,652.54	974,833,216.77
Non-Current Liabilities			
Long Term Borrowings (CRSG loan)	15	-	73,680,797.86
Long Term Borrowings To Councillors	18	-	38,350,000.00
Total Non-Current Liabilities		-	112,030,797.86
Total Liabilities (B)		1,763,546,652.54	1,086,864,014.63
Net Asset (A - B)		961,430,904.99	1,024,574,129.76
NET ASSET AND EQUITY			
Reserve Fund	16	506,623,381.15	417,923,381.15
Accumulated Surplus/(Deficit)	16	454,807,523.84	606,650,748.61
Net Assets		961,430,904.99	1,024,574,129.76

YALA LOCAL GOVERNMENT, OKPOMA

STATEMENT OF CHANGES IN NET ASSET/EQUITY AS AT 31ST DECEMBER, 2022.			
	Accumulated Surplus	Reserves	Total
	₦	₦	₦
Balance as at 1 January 2022	606,650,748.61	494,623,381.15	1,101,274,129.76
Changes for the Year	574,109,413.90	12,000,000.00	586,109,413.90
Transfer to/(from) changes in Net Assets	-725,952,638.66	-	-725,952,638.66
Balance as at 31st December 2022.	454,807,523.85	506,623,381.15	961,430,905.00
Balance as at 1 January 2021	512,918,181.85	182,245,510.04	695,163,691.89
Changes for the Year	732,600,159.02	312,377,871.11	1,059,711,690.13
Transfer to/(from) changes in Net Assets	(638,867,592.26)		(638,867,592.26)
Balance as at 31st December 2021.	606,650,748.61	494,623,381.15	1,101,274,129.76

YALA LOCAL GOVERNMENT, OKPOMA

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2022.			
	NOTES	**2022**	**2021**
Cash Flow from Operating Activities		₦	₦
Inflows:			
Gross Statutory Allocation	1	1,569,803,900.33	1,533,598,036.54
Government Share of VAT	1	914,092,770.72	682,641,527.52
Share of Exchange Gain Difference	1	15,470,377.60	8,731,953.30
Other Revenue	1	210,336,530.45	200,379,415.60
Internally Generated Revenue	2	14,980,733.88	14,733,660.00
Capital Receipts (REDISTRIBUTION)	3	1,205,194,078.71	1,263,353,378.56
Total Inflows from Operating Activities		**3,929,878,391.69**	**3,703,437,971.52**
Outflows:			
Employees' Benefits	4	2,049,924,171.84	2,117,914,999.35
Admin (Overhead) Cost	5	163,228,989.93	93,307,013.69
Deductions at Source		25,700,844.12	70,311,550.77
Statutory Deductions	6	858,880,875.19	730,062,208.48
JAAC Charges		-	-
Total Outflows from Operating Activities		**3,097,734,881.08**	**3,011,595,772.29**
Net Cashflow from Operating Activities		**832,143,510.61**	**691,842,199.23**
CASHFLOW FROM INVESTING ACTIVITIES			
Purchase/Construction of PPE	7	700,749,938.63	717,988,317.17
Investment		12,000,000.00	12,000,000.00
Net Cashflow from Investing Activities		712,749,938.63	729,988,317.17
CASH FLOW FROM FINANCING ACTIVITIES			
Deposits Received		-	0.00
Deposits Remitted		-	(22,927.802.86)
Taxes Received		-	-
Tax Remitted		-	52,000,000.00
Loan Repayment		-	(13,650,000.00)
Net Cash Flow from Financing Activities		**-**	**15,422,197.14**
Net Cash Flow from All Activities		**119,393,571.98**	**(22,723,920.80)**
Cash and its Equivalent as at 01/01		49,245,686.64	71,969,607.44
Adjustment		-	-
Cash and its Equivalent as at 31 Dec 2022		**168,639,258.62**	**49,245,686.64**

YALA LOCAL GOVERNMENT, OKPOMA

Statement of Financial Performance for the year Ended 31st December, 2022.			
	NOTES	**2022**	**2021**
Revenue		₦	₦
Statutory Revenue	1	2,709,703,579.07	2,355,039,382.19
Internally Generated Revenue	2	14,980,733.88	14,733,660 .00
Other Capital Receipts	3	1,205,194,078.71	1,263,353,378.56
10% State IGR	10	114,154,047.76	127,290,450.96
Total Revenue		**4,044,032,439.42**	**3,760,416,871.71**
Expenditures			
Employees Benefits	4	2,049,924,191.84	2,117,914,999.35
General and Admin Expenses (Overhead)	5	163,228,989.93	93,307,013.69
Transfer to Other Government Entities	6	858,880,875.17	730,062,208.48
Deduction at source		25,700,844.12	
Total Operating Expenses		**3,097,734,881.08**	**2,941,284,221.52**
Excess/(Deficit) of Revenue over Expenditures		**946,297,558.37**	**819,132,650.19**
Non-Cash Movement			
Depreciation of PP&E	8	360,188,144.45	71,798,831.17
Net Surplus/(Deficit)		**586,109,413.90**	**747,333,819.02**

YALA LOCAL GOVERNMENT, OKPOMA

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL			
FOR THE YEAR ENDED 31ST DECEMBER 2022			
	FINAL BUDGET 2022	**ACTUAL 2022**	**DIFFERENCE**
	₦	₦	₦
RECEIPTS:			
Statutory Allocation	1,410,858,916.00	2,709,703,579.07	-1,298,844,663.07
Internally Generated Revenue	37,880,000.00	14,980,733.88	-22,899,266.12
Capital Receipts	2,918,649,382.00	1,205,194,078.71	-1,713,455,303.29
10% State IGR	50,000,000.00	114,154,047.76	-64,154,047.76
Redistribution	-	-	
TOTAL RECIEPTS	**4,417,388,298.00**	**4,044,032,439.42**	**373,355,858.58**
PAYMENTS			
Employees Benefits	2,360,519,219.00	2,049,924,171.84	-310,595,047.16
Statutory Deductions	469,976,367.00	858,880,875.19	-388,904,508.19
Overhead / Operating Expenditure	120,097,000.00	163,228,989.63	43,131,989.63
Purchase/Construction of PPE	1,043,705,013.00	700,749,938.63	-342,955,074.37
Investment		12,000,000.00	-12,000,000.00
Total Payments	**3,994,297,599.00**	**3,784,783,975.29**	**209,513,623.71**
NET SURPLUS (DEFICIT)	**423,090,699.00**	**259,248,464.13**	**163,842,234.87**

Financial Statement for the Year Ended 31st December, 2022.

Summary of Significant Accounting Policies

Reporting Entities

Yala Local Government Council.

Basis of Preparation – Statement of Compliance

This Financial Statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) as required and in accordance with the Cross River State Local Government Law (2007) as amended. The Council's Accounting Framework focuses on reporting on budgetary activities of the government for the year under review.

The Financial Statements are presented in Naira (₦), which is the functional and reporting currency of the LG. The accounting policies have been consistently applied.

Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December.

Relevant Standards and Policies

The Council follows the Standards of accounting and financial reporting as prescribed by the International Public Sector Accounting Standards (IPSAS) and the Financial Reporting Council of Nigeria, established under the FRC Act, 2011.

Allocation of Expenses

Expenses are allocated between government program and supporting services directly or on the basis of time records and utilization estimated made by the Council's management. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Council.

Revenue Recognition

Revenues are recognised when earn but not when cash is received and measured at fair value. Those amounts collected as an agent of government or on behalf of third parties are not considered as revenue. Revenues include taxes, levies, fees, fines, rent on property, interests and other earnings from commercial activities.

Investment Property

This is dividend income expected from the 18 LGCs investments in certain State Enterprises such as Tinapa Resort, Obudu Resort, Cross River Micro Finance bank and Cally Air. This income is recognized when CRSG's right to receive payment is established. Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that the cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment properties are derecognised either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in the surplus or deficit in the period of derecognition. The Council did not acquire investment properties during the year under review.

Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Council recognises such parts as individual assets with specific useful lives and depreciated them accordingly. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the PP&E as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in surplus or deficit as incurred. When asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

Depreciation and Amortization

Depreciation on assets is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at a flat rate of 10% of all assets at adoption of IPSAS accrual to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

Cash and cash equivalents

Cash and cash equipment comprise cash at hand and cash at bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

Inventory

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling. Price in the ordinary course of business, less any applicable completion and selling expenses. When inventories are held for distribution at no charge or for a nominal charge, they're measured at the lower of cost and current replacement cost. Current replacement cost is the cost the CRSG LGAs will incur to acquire the asset at the reporting date.

Interest Received

Interest received during the financial year shall be treated as a receipt under item 'Other Receipts'.

Loans

Loans granted to Local Governments especially by the State Government shall be categorized under loans in the Statement of Financial Position. Amount disclosed in the Statement of Cashflow shall be the actual, while that of the Financial Position shall be cumulative including loan amounts outstanding from previous years.

xlv. Loan Repayments

Amounts repaid from Loans granted to Local Governments shall be classified under Loan Repayments, amount disclosed shall be actual amount.

Interest on Loans

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest repayment in the Statement of Cashflow.

Prepayments

Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.

Investments

These are valued at cost except for Government Stock, Treasury Bills and Certificates of Deposit, which are valued at face value, which is not materially different from cost. Revenue and expenses in relation to all investments are recognized in the Statement of Financial Performance.

Leases

Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments.

Other Borrowings

These are categorized as either Short-term or Long-term Loans. Short term loans are those payable within one calendar year (12 months), while Long-term loans and debts shall fall due beyond one calendar year (above 12 months). Loans and Grants shall be disclosed separately in the Statement of Cashflows.

Deposits

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

Employee Benefits

Provision has been made, where applicable using an actuarial valuation or retirement gratuities. The actuarial valuation determines the extent of anticipated entitlements payable under employment contracts and brings account a liability. Using the present value measurement basis, which discounts expected future cash outflows. To the extent that it is anticipated that the liability will arise during the following year the entitlements are recorded as Current Liabilities. The remainder of the anticipated entitlements are recorded as Non-Current Liabilities.

Unremitted Deductions

Unremitted Deductions are monies owed to third parties such as statutory deductions owed to certain State government agencies. These amounts shall be stated in the GPFS at their repayment value, which shall be treated as Current Liabilities in the Statement of Financial Position.

Key to Abbreviations

- LGAC - Local Government Area Council
- FAAC - Federation Account Allocation Committee
- VAT - Value Added Tax
- IGR - Internally Generated Revenue
- GAAP - Generally Accepted Accounting Principles
- GPFS - General Purpose Financial Statements
- IPSAS - International Public Sector Accounting Standards
- PPE - Property, Plant and Equipment
- JAAC - Joint Account Allocation Committee
- CRSG - Cross River State Government

YALA LOCAL GOVERNMENT, OKPOMA

NOTES TO THE FINANCIAL STATEMENTS

Note 1.

Revenues

GROSS STATUTORY ALLOCATION)

This represents allocations received monthly by Yala Local Government council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

	₦
Statutory Allocation	2,709,703,579.07
Internally Generated Revenue	14,980,733.88
Redistribution	1,205,194,078.71
Unremitted 10% State IGR	114,154,047.76
	4,044,032,439.45

The monthly collections of revenue sub-components are detailed in the table below:

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(D) SHARE OF EXCHANGE GAIN DIFFERENCE	(D) OTHER REVENNUE	DEDUCTIONS AT SOURCE	TOTAL
1	JAN.	66,208,087.70	69,316,618.02	1,316,602.89	31,292,473.03	2,141,737.01	165,992,044.63
2	FEB.	89,130,480.20	65,058,362.72	2,125,217.34	26,151,056.78	2,141,737.01	180,323,380.03
3	MARCH	132,925,957.20	79,020,843.82		3,987,778.72	2,141,737.01	213,792,842.73
4	APRIL	117,266,720.96	65,081,206.48	2,526,406.80	9,447,140.29	2,141,737.01	192,179,737.52
5	MAY	99,890,387.15	78,182,356.35		41,304,586.15	2,141,737.01	217,235,592.64
6	JUNE	157,921,456.34	75,207,682.21		4,737,643.69	2,141,737.01	235,725,045.23
7	JULY	204,981,474.82	68,889,501.65		6,149,444.24	2,141,737.01	277,878,683.70
8	AUG.	116,944,520.58	85,878,969.30		9,361,682.08	2,141,737.01	210,043,434.95
9	SEPT.	125,632,040.96	74,049,412.51		24,812,587.20	2,141,737.01	222,352,303.66
10	OCT.	111,421,948.77	83,748,999.89	1,459,926.85	32,653,188.59	2,141,737.01	227,142,327.09
11	NOV.	174,268,939.11	79,031,946.21	1,806,168.52	9,991,339.17	2,141,737.01	262,956,656.00
12	DEC.	173,211,886.54	90,626,871.56	6,236,055.20	10,447,610.51	2,141,737.01	278,380,686.80
	TOTAL	1,569,803,900.33	914,092,770.72	15,470,377.60	210,336,530.45	25,700,844.12	2,684,002,734.98

The details of Other Revenue sub-component is also disclosed in the table below:

OTHER REVENUE

This represents revenue other than statutory receipts from the Federation for Yala Local Government Council for the year ended 31st December 2022.

MONTHS	Distribution of ₦100 Billion from Non-Oil Excess Account	Electronic Money Transfer Levy (EMTL)	Total Ecological Funds	GROSS TOTAL
- JANUARY	28,414,303.22		2,878,169.81	31,292,473.03
FEBRUARY	22,731,442.57		3,419,614.20	26,151,056.78
MARCH			3,987,778.72	3,987,778.72
APRIL	5,682,860.64		3,764,279.65	9,447,140.29
MAY		38,307,874.53	2,996,711.61	41,304,586.15
JUNE			4,737,643.69	4,737,643.69
JULY			6,149,444.24	6,149,444.24
AUGUST	5,682,860.64		3,678,821.44	9,361,682.08
SEPTEMBER	17,048,581.93	3,483,586.58	4,280,418.69	24,812,587.20
OCTOBER	28,414,303.22		4,238,885.37	32,653,188.59
NOVEMBER		4,709,085.94	5,282,253.23	9,991,339.17
DECEMBER		10,447,610.51		10,447,610.51
TOTAL	107,974,352.23	56,948,157.56	45,414,020.65	210,336,530.45

DEDUCTIONS AT SOURCE - (₦25,700,844.12)

This represents deductions made at source by the FAAC Allocation Committee against Yala Local government revenue allocation for the year.

Note 2

INTERNALLY GENERATED REVENUE (IGR)

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Yala Local Government Council for the year ended 31st December 2022.

YALA LOCAL GOVERNMENT, OKPOMA

CODE	DESCRIPTION	CURRENT YEAR 2022 =N=
1202100	TAXES	631,983.88
12020100	RATES	-
1202100	LOCAL LICENECE FEES	699,000.00
12020400	FEES – GENERAL	3,682,600.00
12020500	FINES GENERAL	-
12020600	SALES GENERAL	5,550,400.00
12020700	EARNINGS GENERAL	4,416,850.00
12021400	MISCELLANEOUS	-
	TOTAL	14,980,833.88

MONTHS	12001000	12001000	12020400	12020600	12020700	TOTAL
JANUARY	-	453,000.00	1,256,600.00	495,900.00	179,550.00	2,385,050.00
FEBRUARY	231,983.88	-	105,000.00	101,000.00		437,983.88
MARCH	400,000.00	-	317,000.00	88,500.00	960,500.00	1,766,000.00
APRIL	-	165,000.00	204,000.00	103,000.00	1,428,000.00	1,900,000.00
MAY	-	20,000.00	194,000.00	139,500.00	1,066,300.00	1,419,800.00
JUNE	-	61,000.00	76,000.00	1,458,500.00	237,400.00	1,832,900.00
JULY	-	-	50,000.00	2,167,000.00	35,000.00	2,252,000.00
AUGUST	-	-	479,000.00	164,000.00	80,000.00	723,000.00
SEPTEMBER	-	-	113,000.00	691,000.00	273,100.00	1,077,100.00
OCTOBER	-	-	275,000.00	78,000.00	59,000.00	412,000.00
NOVEMBER	-	-	267,000.00	49,000.00	45,000.00	361,000.00
DECEMBER	-	-	346,000.00	15,000.00	53,000.00	414,000.00
TOTAL	631,983.88	699,000.00	3,682,600.00	5,550,400.00	4,416,850.00	14,980,833.88

YALA LOCAL GOVERNMENT, OKPOMA

Note 3

REDISTRIBUTION – ₦1,205,194,078.71

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC.

MONTH	GROSS	32% STATUTORY DEDUCTION	CRS RESERVE FUND	JOINT COMMIT MENT	NET TOTAL BEFORE SALARIES	SALARIES & ALLOWANCES	NET TOTAL AFTER SALARIES	ACTUAAL RELEASED TO COUNCIL	REDISTRIBUTION
JAN.	165,992,044.63	53,117,454.28	1,000,000.00	500.00	111,874,090.35	185,811,651.82	73,937,561.47	24,289,100.00	98,226,661.47
FEB.	180,323,380.03	57,703,481.61	1,000,000.00	500.00	121,619,398.42	188,660,919.54	67,041,521.12	114,998,888.88	182,040,410.00
MARCH	213,792,842.73	68,413,709.67	1,000,000.00	500.00	144,378,633.06	156,995,341.72	12,616,708.66	20,000,000.00	32,616,708.66
APRIL	192,179,737.52	61,497,516.01	1,000,000.00	500.00	129,681,721.51	156,461,697.44	26,779,975.93	88,555,555.56	115,335,531.49
MAY	217,235,592.64	69,515,389.64	1,000,000.00	500.00	146,719,703.00	158,191,298.65	11,471,595.65	11,000,000.00	22,471,595.65
JUNE	235,725,045.23	75,432,014.47	1,000,000.00	500.00	159,292,530.76	157,408,601.32	- 1,883,929.44	46,444,444.44	44,560,515.00
JULY	277,878,683.70	88,921,178.78	1,000,000.00	500.00	187,957,004.92	161,069,222.77	- 26,887,782.15	23,000,000.00	- 3,887,782.15
AUG.	210,043,434.95	67,213,899.18	1,000,000.00	500.00	141,829,035.77	157,374,249.74	15,545,213.97	140,233,333.32	155,778,547.29
SEPT.	222,352,303.66	71,152,737.17	1,000,000.00	500.00	150,199,066.49	157,150,679.35	6,951,612.86	99,365,555.56	106,317,168.42
OCT.	227,142,327.09	72,685,544.67	1,000,000.00	500.00	153,456,282.42	191,105,943.71	37,649,661.29	41,221,111.11	78,870,772.40
NOV.	262,956,656.00	84,146,129.92	1,000,000.00	500.00	177,810,026.08	189,929,721.17	12,119,695.09	191,500,000.01	203,619,695.10
DEC.	278,380,686.80	89,081,819.78	1,000,000.00	500.00	188,298,367.02	189,764,844.61	1,466,477.59	167,777,777.78	169,244,255.37
TOTAL	**2,684,002,734.98**	**858,880,875.19**	**12,000,000.00**	**6,000.00**	**1,813,115,859.79**	**2,049,924,171.84**	**236,808,312.05**	**968,385,766.66**	**1,205,194,078.71**

Note 4

Employees Benefit

This consists of the salaries and wages paid to staff of Yala local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.

SALARIES, WAGES & EMPLOYEE BENEFITS		
S/N	DESCRIPTION	AMOUNT(₦)
1	Traditional Rulers Allowances	44,190,000.00
2	Primary Health Care Salaries	275,086,127.16
3	Paramount Rulers	2,700,000.00
4	Non-Pensionable Allowances	172,690,000.00
5	Council Staff Salaries	174,784,183.86
6	Political Office Holders	78,459,609.16
7	Pension Allowances	408,300,620.87
8	SUBEB - Teacher's Salaries	846,823,630.79
9	APC Women	46,890,000.00
	TOTAL	**2,049,924,171.84**

YALA LOCAL GOVERNMENT, OKPOMA

S/N	LGA	STAFF SAL.	TRC	PR	APC WOMEN	PHCDA	POL. OFFICE HOLDERS	NP OPERATIVES	SUBEB	PENSION	TOTAL
1	JAN	14,686,331.13	3,682,500.00	225,000.00	3,907,500.00	22,959,254.62	5,984,289.59	28,200,000.00	72,349,135.59	33,817,640.89	185,811,651.82
2	FEB	14,640,024.75	3,682,500.00	225,000.00	3,907,500.00	22,959,254.62	5,984,289.59	31,720,000.00	71,748,418.34	33,793,932.24	188,660,919.54
3	MAR	14,640,024.75	3,682,500.00	225,000.00	3,907,500.00	22,959,254.62	5,984,289.59	-	71,350,336.01	34,246,436.75	156,995,341.72
4	APR	14,640,024.75	3,682,500.00	225,000.00	3,907,500.00	22,959,254.62	5,984,289.59	-	71,350,336.01	33,712,792.47	156,461,697.44
5	MAY	14,640,024.75	3,682,500.00	225,000.00	3,907,500.00	22,959,254.62	6,815,306.35	960,000.00	71,288,920.46	33,712,792.47	158,191,298.65
6	JUN	14,621,339.80	3,682,500.00	225,000.00	3,907,500.00	22,898,550.58	6,815,306.35	960,000.00	70,348,144.09	33,950,260.50	157,408,601.32
7	JUL	14,621,339.80	3,682,500.00	225,000.00	3,907,500.00	22,898,550.58	6,815,306.35	4,800,000.00	70,168,765.54	33,950,260.50	161,069,222.77
8	AUG	14,621,339.80	3,682,500.00	225,000.00	3,907,500.00	22,898,550.58	6,815,306.35	960,000.00	70,040,752.00	34,223,301.01	157,374,249.74
9	SEP	14,621,339.80	3,682,500.00	225,000.00	3,907,500.00	22,898,550.58	6,815,306.35	960,000.00	69,817,181.61	34,223,301.01	157,150,679.35
10	OCT	14,709,190.67	3,682,500.00	225,000.00	3,907,500.00	22,898,550.58	6,815,306.35	34,710,000.00	69,934,595.10	34,223,301.01	191,105,943.71
11	NOV	14,171,601.93	3,682,500.00	225,000.00	3,907,500.00	22,898,550.58	6,815,306.35	34,710,000.00	69,295,961.30	34,223,301.01	189,929,721.17
12	DEC	14,171,601.93	3,682,500.00	225,000.00	3,907,500.00	22,898,550.58	6,815,306.35	34,710,000.00	69,131,084.74	34,223,301.01	189,764,844.61
	TOTAL	174,784,183.86	44,190,000.00	2,700,000.00	46,890,000.00	275,086,127.16	78,459,609.16	172,690,000.00	846,823,630.79	408,300,620.87	2,049,924,171.84

Note 5

General and Admin Expenses (OVERHEAD COST)

This represents total overhead cost incurred during the financial year by the Council

CODE	DETAILS	TOTAL
22020100	TRAVEL & TRANSPORT	6,288,555.00
22020300	MATERIAL & SUPPLIES	6,270,000.00
22020400	MAINTENANCE & SERVICES	2,735,000.00
22020500	TRAINING & STAFF DEV.	485,000.00
22020700	CONSUL. & PROFESSIONAL SERV.	399,470.00
22020900	FINANCE CHARGES	2,481,965.33
220201000	MISCELLANEOUS EXPENSES	41,219,000.00
22020600	OTHER SERVICES GENERAL	75,020,000.00
	CONSOLIDATES REV. FUND CHARGES	28,329,999.60
TOTAL		163,228,989.93

Note 6

Transfer to Other Government Agencies

This is made up of 32% Statutory deductions made from Yala Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

1	1% Ministry of Local Government for Administration	26,840,027.00
2	RURAL DEVELOPMENT AGENCY (RUDA) 9%	241,560,246.15
3	STATE ELECTRIFUCATION AGENCY (SEA) 5%	134,200,136.74
4	JOINT SECURITY OPERATIONS 2.5%	67,100,068.37
5	JOINT SOCIAL WELFARE2.5%	67,100,068.37
6	BORDER COMMUNITY DEVELOPMENT FUND 0.5%	13,420,013.50
7	SPORT DEVELOPMENT 1%	26,840,027.00
8	ENVIROMENTAL MANAGEMENT & PROTECTION 2.5%	67,100,068.37
9	CRHA OVERSIGHT FUNCTION 0.5%	13,420,013.50
10	COMMUNITY & SOCIAL DEVELOPMENT AGENCY 0.5%	13,420,013.50
11	INFRASTRUTURAL DEVELOPMENT AGENCY 4%	107,360,109.39
12	CROSS RIVER STATE UNIVERSITY OF TECHNOLOGY 1%	26,840,027.00
13	LOCAL GOVERNMENT SERVICE COMMISSION 1%	26,840,027.00
14	INTERNATIONAL DEVELOPMENT 1%	26,840,027.00
	TOTAL	858,880,872.89

YALA LOCAL GOVERNMENT, OKPOMA

Note 7

Property, Plant and Equipment

During the year under review, the Yala LGC spent a total sum of ₦700.7m on Purchase and Construction of PPE (Property, Plant and Equipment).

CODE	DETAILS	AMOUNT
23050100	AGRICULTURE	4,500,000.00
23050100	OTHER FARM SERVICE	84,742,904.01
23050100	PROCUREMENT OF	33,100,000.00
23050100	DEVELOPMENT OF COMM. AGRIC	32,000,000.00
23050100	ACQUISITION, MAINTENACE & SERVICES	31,110,000.00
	RURAL ROADS REHABILITATION	56,945,000.00
	SOCIAL SERVICES SECTOR	
23030100	MAINTENANCE, REHABILITATION OF ROADS	63,416,600.00
23030200	SOCIAL SERVICES	1,528,873.92
23030200	SOCIAL DEV., TOURIST & SPORTS	4,309,500.00
	ENVIRONMENTAL & REGIONAL DEVELOPMENT	
2303036	HOUSING & RURAL DEVELOPMENT	3,000,000.00
23050118	CULTURE & TOURISM	250,000.00
23010421	SECURITY THREAT	385,847,060.69
	TOTAL EXPENDITURE	700,749,938.62

YALA LOCAL GOVERNMENT COUNCIL

Note 8. Depreciation of Property, Plant and Equipment

PROPERTY, PLANT AND EQUIPMENT

	Building	Plants & Machinery	Motor Vehicle	IT & Office Equipment	Furniture & Fittings	Intangible Assets	Bridges	Road	Traffic Light	Streetlights	Drainages	Total
Cost	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦	₦
	2%	5%	25%	25%	10%	25%	2%	5%	5%	10%	5%	
As at 1/1/2022												1,100,190,784.60
Additions												700,749,938.63
Disposal	-	-	--	-	-	-	-	-	-	-	-	
Adjustments	-	-	-	-	-	-	-	-	-	-	-	
As at 31/12/2022 (A)	-	-	-	-	-	-	-	-	-	-	-	1,800,940,722.23
Depreciation												
As at 1/1/2021		-	-	-	-	-	-		-	-	-	220,038,156.92
Charge for the year	-	-	-	-	-	-	-	-	-	-	-	140,149,987.53
Disposals	-	-	-	-	-	-	-	-	-	-	-	
Adjustments												
As at 31/12/2022 (B)	-	-	-	-	-	-	-	-	-	-	-	360,188,144.45
Net Book Value (A-B)	-	-	-	-	-	-	-	-	-	-	-	1,440,752,578.00

YALA LOCAL GOVERNMENT, OKPOMA

NOTE 9

Cash and Cash Equivalent

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Yala Local Government Council Cash Books as at 31st December 2022.

S/N	NAME OF BANK	BALANCE AS AT
		N
1	ZENITH, YALA –IGR (REVENUE)	58,679.78
2	ECOBANK, YALA -IGR ACCOUNT	7,190.13
3	FIRST BANK PLC, YALA -UNCLAIMED SALARIES	2,022.17
4	FIRST BANK PLC, YALA -SALARIES & OVERHEAD	57,699,845.19
5	ECOBANK, YALA -CAPITAL ACCOUNT	72,411.55
6	ZENITH, YALA -CAPITAL ACCOUNT	110,771,259.23
	SUB TOTAL	168,611,408.056
	TOTAL CASH AT BANK	27,850.58
7	CASH AND CASH EQUIVALENT AT	168,639,258.63

Note 10:

Receivables

This represents cumulative amounts owed to Council by the State Government via unremitted 10% State IGR, as seen in the table below

RECEIVABLES	AMOUNT (₦)
Balance Brought Forward	661,385,225.55
2022 Unpaid 10% OF CRS IGR	114,154,047.76
Remittance for the Period	-
Balance Carried forward	775,539,273.31

Note 11.

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

This represents the cumulative monthly contribution of one million per council yearly. details are found in the table below:

MONTH	DETAILS	AMOUNT (₦)
Balance brought forward 01 Jan 2022		142,737,722.93
JAN	DEDUCTION FROM ALLOCATION	1,000,000.00
FEB	DEDUCTION FROM ALLOCATION	1,000,000.00
MAR	DEDUCTION FROM ALLOCATION	1,000,000.00
APR	DEDUCTION FROM ALLOCATION	1,000,000.00
MAY	DEDUCTION FROM ALLOCATION	1,000,000.00
JUN	DEDUCTION FROM ALLOCATION	1,000,000.00
JUL	DEDUCTION FROM ALLOCATION	1,000,000.00
AUG	DEDUCTION FROM ALLOCATION	1,000,000.00
SEP	DEDUCTION FROM ALLOCATION	1,000,000.00
OCT	DEDUCTION FROM ALLOCATION	1,000,000.00
NOV	DEDUCTION FROM ALLOCATION	1,000,000.00
DEC	DEDUCTION FROM ALLOCATION	1,000,000.00
TOTAL AS IN CASHFLOW STATEMENT		12,000,000.00
Balance carried forward as at 31 Dec 2022		154,737,722.95

Note 12

DEPOSITS

Deposits received represent the retention fees and unpaid contract sums for contracts awarded by Yala Council during the year while Deposits remitted represent the aforementioned amounts actually paid out.’

S/N	DETAILS	BALANCE AS AT 01-01-2022	ADDITIONS DURING THE YEAR	REMITTANCES	BALANCE AS AT 31-12-22
1	UNCLAIMED	4,812,443.09	-	-	4,812,443.09
2	SALARIES DEPOSIT	(22,793,548.16)	-	-	(22,793,548.16)
3	RETENTION FEE	1,876,766.55	-	-	1,876,766.55
	TOTAL	**(16,104,338.52)**	**-**	**-**	**(16,104,338.52)**

Note 13:

UNREMITTED DEDUCTIONS

This represents the cumulative total of all unremitted statutory deductions by Yala LGC to certain State agencies as mandated by Law.

UNREMITTED STATUTORY DEDUCTIONS	AMOUNT (₦)
Balance Brought Forward 01-01-2022	968,278,498.71
ADD: Deductions during the year	858,880,875.18
Less: Actual Remittance during the year	86,271,777.93
Balance Outstanding 31-12-2022	1,740,887,595.96

Note 14

PAYABLES

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by Yala LGCs as at 31st December 2022

S/N	DETAILS	BALANCE AS AT 01-01-2022	ADDITIONS DURING THE YEAR	REMITTANCES	BALANCE AS AT 31-12-22
1	5% CONTRACTORS	11,329.528	-	-	11,329.58
2	5% VALUE ADDED	11,329.528	-	-	11,329,528.29
	TOTAL	22,659.059	-	-	22,659,056.58

Note 15

LONG TERM LOANS/BORROWINGS (CRSG LOAN)

This represents the cumulative total amounts owed the State Government by the 18 LGCs, borrowed to offset shortfalls in funds to pay salaries.

DETAILS	AMOUNT(N)
Long term Loan brought forward	73,680,797.86
Repayment during the year	73,680,797.86
BALANCE CARRIED FORWARD	NIL

Note 16

Equity

Equity/Total Assets	2022		2021	
Details	Reserve	Accumulated Surplus	Reserve	Accumulated Surplus
Accumulated Fund	₦	₦	₦	₦
Balance as at 1/1/	494,623,381.15	606,650,748.61	182,245,510.04	512,918,181.85
changes for the year	12,000,000.00	574,109,413.90	312,377,871.11	732,600,159.02
Adjustment to Net Asset		-780,812,638.66	0	-638,867,592.26
Total Equity	506,623,381.15	399,947,523.85	494,623,381.15	606,650,748.61

Note 17

INVESTMENTS

This represents joint investments and stocks held by the Yala LGC in certain State-owned projects/companies like the Tinapa Business Resort, the Yala Ranch Resort and the Cross-River State Micro Finance Bank.

DETAILS	AMOUNT (₦)
INVESTMENT TOTAL BFWD 01-01-2022	158,878,724.67
ADDITION DURING THE YEAR	0.00
TOTAL	158,878,724.67

Note 18

LONG TERM BORROWINGS (CRSG LOAN TO COUNCILLORS)

DETAILS	AMOUNT(N)
Long term Loan for the year	38,350,000.00
Repayment during the year	10,920,000.00
BALANCE CARRIED FORWARD	27,430,000.00

PART THREE
STATEMENTS OF JAAC RECEIPTS & DISBURSEMENTS

The Commissioner,
Ministry of Local Government Affairs,
CALABAR.

AUDIT CERTIFICATE ON THE STATE JOINT ACCOUNT ALLOCATION COMMITTEE (SJAAC) ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2022.

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Accounts of the Cross River State Local Government Joint Account set out on page(s) 445 to 468 in accordance with Section 56 (2) to (4) of the Cross-River State Local Government Law, 2007 (as amended).

MANAGEMENT'S AND AUDITORS' RESPONSIBILITIES:

It is the responsibility of the Director of Accounts to prepare the JAAC accounts in accordance with the provisions of the Financial Memoranda and Cross River State Local Government Law 2007 (as amended). It is my responsibility to audit and form an independent opinion on these Statements.

THE SCOPE OF MY AUDIT

We conducted our Audit in accordance with Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing. An Audit includes examination on test basis of evidence related to the Accounts and disclosure judgements made by the Councils in the preparation of the Financial Statements and whether the accounting policies were appropriate in the Council's circumstances, consistently applied and adequately disclosed.

We planned and performed our Audit so as to obtain all information and explanations we considered necessary and to provide sufficient evidence to give reasonable assurances that the Financial Statements are free from material misstatements whether by fraud or other irregularities or errors.

In affirming our opinion, we evaluated the preparation of the information in the Financial Statements and assessed whether the JAAC books and Accounts had been properly kept.

AUDIT OPINION

(i) The Financial Statements and Notes to the Accounts have been properly kept and completely reported.

(ii) The Financial Statements referred to above which are in agreement with the Books of Account ***give a true and fair view of State of affairs of Cross River State Local Government Joint Account as at 31st December 2022*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.

……………………………………..

ENI, ODEN OFEM Ph.D, CNA
ACTING AUDITOR-GENERAL LGs
CALABAR

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS
JOINT ACCOUNTS ALLOCATION COMMITTEE (JAAC) INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2022

DETAILS	NOTES	2022	2021
INCOME			
BALANCE BROUGHT FORWARD		**3,975,850,219.55**	8,006,014,844.08
GROSS STATUTORY ALLOCATION	1	**25,142,908,834.73**	23,439,951,429.23
VALUE ADDED TAX	1	**14,867,858,709.16**	12,266,016,783.3
EXCESS BANK CHARGES	1	-	8,742,015.79
SHARE OF EXCHANGE DIFFERENCE	1	**208,395,237.05**	128,562,940.51
	1		34,234,349.26
	1		773,772,477.07
OTHER REVENUE	1		31,441,730.19
	1		561,616,918.92
	1	3,267,076,218.81	682,740,420.9
NON-TAX REVENUE		418,185,917.52	496,806,502.93
LOAN FROM CRSG	2	11,354,517,440.91	0.00
TOTAL (A)		59,234,792,577.73	**46,429,900,412.30**
EXPENDITURE			
FAAC DEDUCTIONS AT SOURCE	1	**462,615,194.26**	(1,265,607,913.7
WAGES, SALARIES & EMPLOYEE BENEFITS	3	**28,121,280,061.21**	(28,755,178,566.74)
CAPITAL RELEASES TO COUNCILS	4	6,389,948,037.12	(9,574,158,068.60)
OVERHEAD	5	3,569,483,126.55	(1,965,792,319.6
STATUTORY DEDUCTIONS	6	**13,766,012,512.64**	(10,815,255,436.78)
TOTAL (B)		52,311,338,931.78	**(52,375,992,305.53)**
Deficit/surplus		-	(5,946,091,893.
BANK BALANCE C/F		**6,925,453,645.95**	**3,975,850,219.55**

-

NOTES TO THE ACCOUNTS

1. SCHEDULE OF FAAC STATUTORY ALLOCATION –

This represents the gross statutory allocation shared to the 18 LGAs of Cross River State received by JAAC for the 12months of the year from the Federation Account, it is made up of VAT, Exchange Gain difference, Others and deductions at source of ₦462.6m, bringing the total actual net received by the 18 LGCs of Cross River State to ₦43.4bn.

S/NO	LOCAL GOVERNMENT COUNCIL	STATUTORY ALLOCATION	VAT	SHARE OF EXCHANGE GAIN DIFFERENCE	OTHER REVENUE	DEDUCTIONS AT SOURCE	TOTAL
1	ABI	1,338,196,310.02	798,232,056.03	11,036,829.85	163,557,798.67	25,700,844.12	2,336,723,838.69
2	AKAMKPA	1,682,646,927.88	809,324,972.53	13,873,161.23	193,414,264.15	25,700,844.12	2,724,960,169.91
3	AKPABUYO	1,610,697,134.24	1,020,323,718.08	15,872,830.30	219,379,802.89	25,700,844.22	2,891,974,329.73
4	BAKASSI	1,038,490,144.78	601,010,421.52	8,568,940.00	141,325,419.20	25,700,844.12	1,815,095,769.62
5	BEKWARRA	1,240,967,547.62	729,846,497.67	12,236,212.95	151,203,688.26	25,700,844.12	2,159,954,790.62
6	BIASE	1,427,963,288.73	841,005,485.93	11,776,003.73	191,778,100.60	25,700,844.12	2,498,223,723.11
7	BOKI	1,637,398,264.91	870,756,186.24	16,135,610.74	204,327,604.14	25,700,844.12	2,754,318,510.15
8	CAL. MUN	1,296,626,335.41	858,915,905.76	10,694,527.60	182,447,498.20	25,700,844.12	2,374,385,111.09
9	CAL. SOUTH	1,382,184,941.69	880,385,953.55	5,255,892.62	198,368,748.62	25,700,844.12	2,491,896,380.60
10	ETUNG	1,082,840,001.51	684,888,870.20	8,925,898.97	138,914,967.98	25,700,844.12	1,941,270,582.78
11	IKOM	1,476,936,060.57	829,075,723.29	12,179,263.31	177,170,619.18	25,700,844.12	2,521,062,510.47
12	OBANLIKU	1,274,272,552.96	737,744,696.32	10,510,458.44	172,939,238.00	25,700,844.12	2,221,167,789.84
13	OBUBRA	1,404,659,675.01	846,726,504.55	11,584,113.32	192,429,420.52	25,700,844.12	2,481,100,557.52
14	OBUDU	1,329,728,393.60	829,099,009.30	9,730,142.54	176,490,173.34	25,700,844.12	2,370,748,562.90
15	ODUKPANI	1,508,592,152.84	881,814,015.22	12,439,931.66	183,026,532.12	25,700,844.12	2,611,573,475.96
16	OGOJA	1,417,688,954.14	845,773,878.62	11,691,401.13	173,154,734.44	25,700,844.12	2,474,009,812.45
17	YALA	1,569,803,900.33	914,092,770.72	15,470,377.60	210,336,530.45	25,700,844.12	2,735,404,423.22
18	YAKURR	1,423,216,248.49	888,842,043.63	10,413,641.06	196,811,078.05	25,700,844.12	2,544,983,855.35
	TOTAL	**25,142,908,834.73**	**14,867,858,709.16**	**208,395,237.05**	**3,267,076,218.81**	**462,615,194.26**	43,948,854,194.01

2. SCHEDULE OF WAGES, SALARIES & EMPLOYEE BENEFITS

Salaries, wages, and employee benefits are the cumulative gross amounts released by JAAC to the 18 LGAs and deducted as a first line charge from statutory allocation and paid into the Council accounts.

COUNCILS	GROSS SALARY
	₦
ABI	1,543,868,132.53
AKAMKPA	1,510,628,462.13
AKPABUYO	1,072,620,811.31
BAKASSI	677,196,226.60
BEKWARRA	1,230,303,694.07
BIASE	1,494,581,995.17
BOKI	2,105,517,237.65
CALABAR MUNICIPAL	1,597,660,435.80
CALABAR SOUTH	1,340,829,124.06
ETUNG	990,550,716.05
IKOM	1,808,087,790.85
OBANLIKU	1,549,869,890.52
OBUBRA	1,690,385,597.98
OBUDU	2,069,462,169.18
ODUKPANI	1,633,346,014.23
OGOJA	1,829,516,883.69
YAKURR	2,049,924,171.84
YALA	1,926,930,707.55
TOTAL	**28,121,280,061.21**

3. SCHEDULE OF CAPITAL RELEASES TO COUNCILS

This comprises of all the Capital releases made to the 18 LGAs in various months for purchase and construction of PPEs and other capital projects.

COUNCILS	CAPITAL RELEASES
ABI	388,580,864.40
AKAMKPA	136,198,142.02
AKPABUYO	336,969,776.00
BAKASSI	275,964,031.32
BEKWARRA	284,250,408.82
BIASE	332,077,147.61
BOKI	294,612,876.51
CALABAR MUNICIPALITY	251,836,938.34
CALABAR SOUTH	274,674,959.98
ETUNG	317,718,888.85
IKOM	340,334,497.37
OBANLIKU	469,971,517.12
OBUBRA	430,240,377.74
OBUDU	380,946,030.42
ODUKPANI	282,954,663.43
OGOJA	500,186,829.54
YALA	700,749,938.63
YAKURR	391,680,149.02
TOTAL	**6,389,948,037.12**

4. SCHEDULE OF OVERHEAD

This comprises of all the Overhead made to the 18 LGAs in various months for Overhead cost incurred during the financial year.

LGC	2022
	₦
ABI LOCAL GOVERNMENT	87,145,446.08
AKAMKPA LOCAL GOVERNMENT	409,771,652.41
AKPABUYO LOCAL GOVERNMENT	72,279,270.20
BAKASSI LOCAL GOVERNMENT	132,855,400.11
BEKWARRA LOCAL GOVERNMENT	191,436,055.52
BIASE LOCAL GOVERNMENT	63,414,592.81
BOKI LOCAL GOVERNMENT	91,667,524.87
CALABAR MUNICIPAL LOCAL GOVERNMENT	332,666,179.98
CALABAR SOUTH LOCAL GOVERNMENT	210,400,267.55
ETUNG LOCAL GOVERNMENT	284,499,938.53
IKOM LOCAL GOVERNMENT	160,951,893.36
OBANLIKU LOCAL GOVERNMENT	62,290,888.00
OBUBRA LOCAL GOVERNMENT	83,452,138.10
OBUDU LOCAL GOVERNMENT	410,373,447.08
ODUKPANI LOCAL GOVERNMENT	204,700,461.85
OGOJA LOCAL GOVERNMENT	69,198,540.18
YAKURR LOCAL GOVERNMENT	163,228,989.93
YALA LOCAL GOVERNMENT	244,006,288.24
	3,274,338,974.80

5. SCHEDULE OF STATUTORY DEDUCTIONS FROM COUNCILS

This is made up of all the releases made from JAAC to the 18 LGAs in various months for the payment of and transfers to 13 State Agencies are prescribed in the Cross River State Local Government Law 2007 (as amended) for the execution of certain joint State and Local Government projects and services.

COUNCIL	AMOUNT (₦)
ABI	731,303,088.14
AKAMKPA	855,538,714.13
AKPABUYO	908,983,245.24
BAKASSI	564,382,106.21
BEKWARRA	674,096,992.69
BIASE	782,983,051.15
BOKI	864,933,383.01
CAL. MUN	751,578,965.43
CAL. SOUTH	780,958,301.23
ETUNG	612,982,316.37
IKOM	790,291,465.99
OBANLIKU	694,325,152.46
OBUBRA	777,503,638.17
OBUDU	750,415,270.01
ODUKPANI	793,653,254.00
OGOJA	775,234,599.75
YAKURR	858,880,875.19
YALA	797,968,093.47
TOTAL	**13,766,012,512.64**

6. BANK BALANCES AS AT 31ST DECEMBER 2022

S/N	DETAILS	TOTAL(₦)
1	CRS JOINT LOCAL GOVTS ACCOUNT	6,392,712,670.58
2	CRS JOINT LOCAL GOVTS ACCOUNT- SALARY	21,106,014.44
3	CRS JOINT LOCAL GOVTS ACCOUNT - SPECIAL PROJECT	387,887,619.69
4	CRS JOINT LOCAL GOVTS ACCOUNT – REVENUE	2,298,979.35
5	CRS LOCAL GOVTS SUBSIDY RE-INVESTMENT ACCOUNT	1,782,528.82
6	CRS JOINT LOCAL GOVTS VEHICLE ACCOUNT	118,654,975.73
7	CRS JOINT LOCAL GOVTS RURAL WATER/ PH ACCOUNT	1,010,857.35
	TOTAL	**6,925,453,645.95**


NORTH
Yala
Bekwarra
Ogoja
Obudu
Obanliku
CENTRAL
Boki
Obubra
Ikom
Abi
Yakurr
Etung
SOUTH
Biase
Akamkpa
Odukpani
Calabar Municipal
Akpabuyo
Calabar South
Bakassi

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OUR VISION

TO BE A FIRST CLASS AGENT OF ACCOUNTABILITY AND ENSURING VALUE FOR MONEY ON EVERY PUBLIC EXPENDITURE