



GOVERNMENT OF CROSS RIVER STATE

**REPORT OF THE
AUDITOR-GENERAL
FOR LOCAL GOVERNMENTS
ACCOUNTS OF THE EIGHTEEN (18) LOCAL
GOVERNMENTS OF CROSS RIVER STATE
FOR THE YEAR ENDED
31ST DECEMBER, 2018**



**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 2018

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

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HIS EXCELLENCY
SIR SEN. PROF. BENEDICT AYADE
GOVERNOR
CROSS RIVER STATE



HIS EXCELLENCY
PROF. IVARA EJMOT ESU OFR
DEPUTY GOVERNOR
CROSS RIVER STATE



RT. HON.
ETENG JONAS-WILLIAMS
HONORABLE SPEAKER
CROSS RIVER STATE HOUSE OF ASSEMBLY



MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

PART ONE

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS
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 2018

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, 2018 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 19-21 have been examined under my direction, which have been prepared under the accounting policies set out on page 13-18.

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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.



MRS. FRANKA A. INOK, FCA
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, 2018, 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 2018 subject to the observations in the Management Reports.



MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS

21st September 2020

STATEMENT OF ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows.

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

13. Loan Repayments

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

14. 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).

15. 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.

16. Prepayments

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

17. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

18. 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.

19. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

20. Other Borrowings / Grants & Aid Received

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

21. Advances

All Cash Advances shall be retired before the end of the financial year-end.

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

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS
CONSOLIDATED CASHFLOW STATEMENT OF THE 18 LOCAL
GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER 2018

	Notes	2018	2017
		=N=	=N=
CASH FLOW FROM OPERATING ACTIVITIES			
Inflows:			
Government Share of FAAC (Statutory Allocation)	1	27,800,648,761.87	18,408,706,746.08
Government Share of VAT	1	5,875,772,671.75	5,914,651,302.94
Excess Crude	1	118,528,482.70	452,271,521.94
Other Revenue	1	1,762,531,717.24	2,182,028,049.64
Internally Generated Revenue (Non-Tax Revenue)	2	539,021,293.19	492,061,841.13
Redistribution from JAAC	3	1,094,419,834.18	443,713,860.03
10% State IGR		-	-
Total Inflows from Operating Activities		37,190,922,760.93	27,893,433,321.76
Outflows:			
Salaries and Wages (Social Benefits)	4	22,387,346,485.81	23,806,537,856.88
Overhead Cost	5	1,056,932,205.00	1,407,406,891.33
Statutory Deductions	6	121,190,057.08	57,677,588.52
JAAC Charges	7	4,080,735,977.89	3,534,414,959.30
Total Outflows from Operating Activities		27,646,204,725.78	28,806,037,296.03
Net Cashflow from Operating Activities		9,544,718,035.15	(912,603,974.27)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of PPE		-	-
Proceeds from Sale of Investment Property		-	-
Capital Expenditure (Purchase/Construction of	8	(6,400,278,320.50)	(715,147,649.67)
Investment Expenditure	9	(500,000,000.00)	-
Net Cashflow from Investing Activities		(6,900,278,320.50)	(715,147,649.67)
CASH FLOW FROM FINANCING ACTIVITIES			
Miscellaneous Deposits Received	10	5,055,283.79	37,734,056.80
Miscellaneous Deposits Remitted	10	(10,784,000.00)	(174,165,834.48)
Taxes Received	11	21,147,002.86	2,977,090.28
Tax Remitted	11	(20,481,496.02)	(252,333.41)
Proceeds from Borrowings (CRSG Loan)	12	-	1,037,962,740.33
Repayment of Borrowings	12	(500,000,000.00)	(33,333,333.33)
Overdraft Received	13	643.06	72,085.24
Overdraft Repayment	13	-	-
Net Cash Flow from Financing Activities		(505,062,566.31)	870,994,471.43
Net Increase (Decrease) in Cash & its Equivalents		2,139,377,148.34	(756,757,152.52)
Cash and its Equivalent as at 01 Jan 2018		(583,347,759.12)	173,409,393.40
Cash and its equivalent as at 31 Dec 2018	14	1,556,029,389.22	(583,347,759.12)

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS
CONSOLIDATED STATEMENT OF FINANCIAL POSITION FOR THE 18
LOCAL GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER 2018

	Notes	2018	2017
		=N=	=N=
ASSETS			
Current Assets:			
Cash and Cash Equivalents	14	1,556,029,389.22	(583,347,759.12)
Receivables	15	5,695,413,893.28	3,940,203,299.57
Inventories		-	-
Prepayments		-	-
Total Current Assets (A)		7,251,443,282.50	3,356,855,540.45
Non-Current Assets			
Long-Term Loans		-	-
Investments	16	2,859,817,044.14	1,970,351,280.24
Property, Plant & Equipment		-	-
Contribution to CRS Reserve Fund	17	1,903,277,212.68	1,687,277,212.68
Total Non-Current Assets (B)		4,763,094,256.82	3,657,628,492.92
Total Assets (A) + (B)		12,014,537,539.32	7,014,484,033.37
LIABILITIES			
Current Liabilities			
Deposits	18	304,635,536.07	297,848,117.34
Short term Loans & Debts	19	15,536,641.03	15,186,926.74
Unremitted Deductions	20	10,594,381,209.47	7,152,406,212.81
Payables (Unremitted taxes)	21	167,045,002.22	166,386,494.88
Total Current Liabilities (C)		11,081,598,388.79	7,631,827,751.77
Non-Current Liabilities			
Long Term Borrowings (CRSG loan)	22	9,826,254,361.40	10,326,254,361.51
Internal Loans (Public Funds)		-	-
Long Term Provisions		-	-
Total Non-Current Liabilities (D)		9,826,254,361.40	10,326,254,361.51
Total Liabilities (C) + (D)		20,907,852,750.19	17,958,082,113.28
Net Assets (Total Assets - Total Liabilities)		(8,893,315,210.87)	(10,943,598,079.91)
NET ASSETS/EQUITY			
Reserves	23	6,553,099,332.22	3,208,857,172.47
Accumulated Surpluses/(Deficits)		(15,446,414,543.09)	(14,152,455,252.38)
Total Net Assets/Equity		(8,893,315,210.87)	(10,943,598,079.91)

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS

**CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE FOR THE 18
LOCAL GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER 2018**

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
	RECEIPTS:				
26,957,657,620.60	Government Share of FAAC (Statutory Allocation)	1	35,557,481,633.40	37,438,119,241.20	(1,880,637,607.80)
492,061,841.13	Internally Generated Revenue	2	539,021,293.19	934,163,663.17	(395,142,369.98)
443,713,860.03	Redistribution from JAAC (Other Revenues)	3	1,094,419,834.18	-	500,258,640.16
1,038,076,452.85	Cross River State Government Loan	11		-	-
28,931,509,774.61	Total Revenue (A)		37,190,922,760.77	38,372,282,904.37	(1,775,521,337.62)
	EXPENDITURE				
23,806,537,856.88	Salaries and Wages	4	22,387,346,485.81	24,087,526,313.00	(1,700,179,827.19)
57,677,588.52	Statutory Deductions	6	121,190,057.08	7,379,859,316.00	(7,253,564,363.81)
1,407,406,891.33	Overhead Cost	5	1,056,932,205.00	1,713,927,401.00	(656,995,196.00)
2,999,744,764.02	JAAC Charges	7	4,080,735,977.89	-	4,080,735,977.89
714,646,906.67	Capital Expenditure	8	6,400,378,329.50	12,483,934,608.34	(6,083,556,278.84)
	Investment Expenditure	9	(500,000,000.00)		
28,986,014,007.42	Total Expenditure (B)		33,546,583,055.28	45,665,247,638.34	(11,613,559,687.95)
(54,504,232.81)	Surplus/Deficit from Operating Activities (A-B)		3,644,339,705.49	(7,292,964,733.97)	9,838,038,350.33
-	Gain/Loss on Disposal of Assets				
-	Total Non-Operating Revenue/Expenditure				
(54,504,232.81)	Surplus/Deficit from Ordinary Activities		3,644,339,705.49		
(54,504,232.81)	Net Surplus/Deficit for the Period		3,644,339,705.49		

**CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/EQUITY OF THE 18
LOCAL GOVERNMENTS FOR THE YEAR ENDED 31ST DECEMBER 2018**

	RESERVE	ACCUMULATED SURPLUS/(DEFICIT)	TOTAL
	=N=	=N=	=N=
Balance as at 31 Dec 2017	6,143,223,509.86	(13,148,942,446.99)	(7,005,718,937.13)
Addition to Reserves	409,875,822.36	-	409,875,822.36
Restated Balance	6,553,099,332.22	(13,148,942,446.99)	(6,595,843,114.77)
Net Surplus for the Period	-	3,644,339,705.49	3,644,339,705.49
Balance as at 31 Dec 2018	6,553,099,332.22	(9,504,602,741.50)	(2,951,503,409.28)

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS

NOTES TO THE FINANCIAL STATEMENTS**1a. (A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION) ₦27,800,648,761.87**

This represents allocations received on a monthly basis 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 N27.8bn (approx.).

S/N	LGC	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENNUE	TOTAL
1	ABI	1,481,689,908.83	357,301,566.30	9,594,457.39	47,168,420.49	1,895,754,353.01
2	AKAMKPA	1,862,363,836.06	362,265,498.20	-	71,406,796.27	2,296,036,130.53
3	AKPABUYO	1,782,827,140.69	456,684,616.97	8,037,992.37	60,265,278.26	2,307,815,028.29
4	BAKASSI	1,150,468,534.94	269,047,526.65	-	44,179,483.68	1,463,695,545.27
5	BEKWARRA	1,356,114,461.22	326,699,942.91	2,416,275.90	50,228,995.73	1,735,459,675.76
6	BIASE	1,564,161,165.09	386,442,104.60	7,127,291.82	53,437,188.27	2,011,167,749.78
7	BOKI	1,793,608,979.65	-	-	477,934,193.48	2,271,543,173.13
8	CAL. MUN	1,466,248,848.51	384,456,778.08	6,472,740.74	48,529,662.32	1,905,708,029.65
9	CAL. SOUTH	1,528,590,819.34	394,064,337.52	6,899,143.79	50,908,473.16	1,980,462,773.81
10	ETUNG	1,225,259,196.65	306,582,005.46	-	45,906,272.07	1,577,747,474.18
11	IKOM	1,599,634,360.41	371,103,699.25	37,746,889.35	24,891,571.60	2,033,376,520.61
12	OBANLIKU	1,422,350,637.78	330,334,281.25	15,498,210.96	38,557,525.72	1,806,740,655.71
13	OBUBRA	1,540,850,568.03	379,002,181.98	2,734,450.00	56,843,128.91	1,979,430,328.92
14	OBUDU	1,479,039,756.99	369,316,118.54	6,637,713.25	59,317,112.92	1,914,310,701.70
15	ODUKPANI	1,670,001,496.77	394,703,376.05	7,529,126.25	55,876,277.19	2,128,110,276.26
16	OGOJA	1,577,675,925.01	378,575,896.58	-	60,129,410.37	2,016,381,231.96
17	YAKURR	1,575,226,728.99	-	-	458,214,733.76	2,033,441,462.75
18	YALA	1,724,536,396.91	409,192,741.41	7,834,190.88	58,737,193.04	2,200,300,522.24
	TOTAL	27,800,648,761.87	5,875,772,671.75	118,528,482.70	1,762,531,717.24	35,557,481,633.56

Table 1 - Schedule of all Inflows to the 18 LGAs for the Year 2018

1b. (B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –N5,875,772,671.75

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 N5.8bn (approx.)

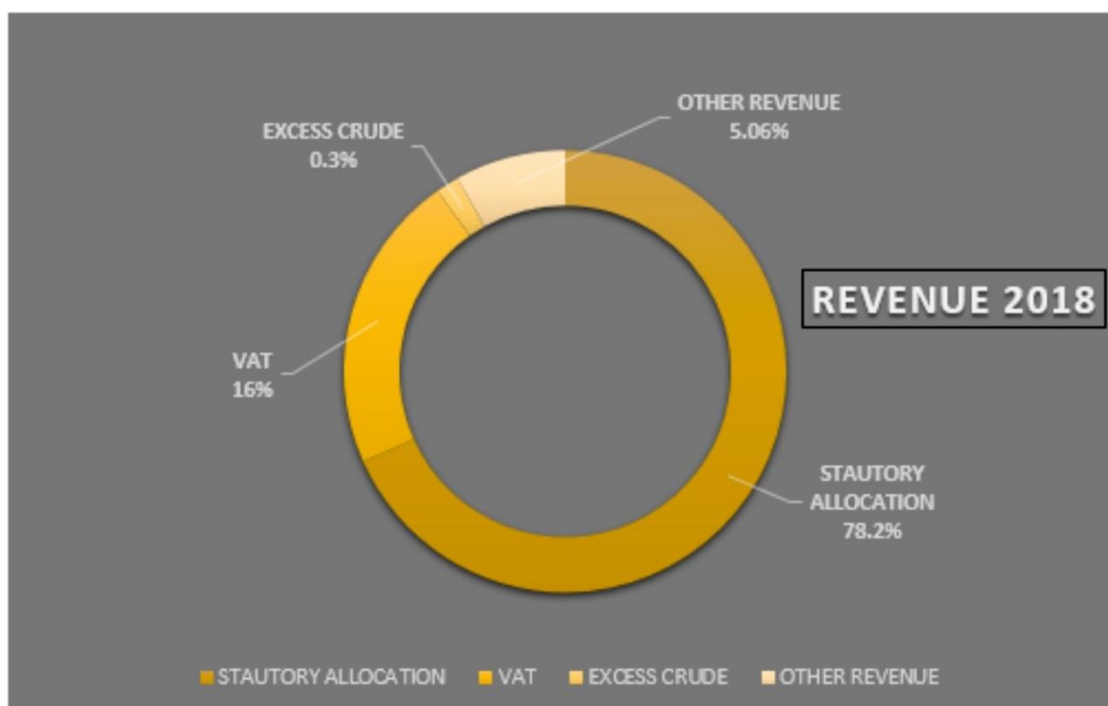
1c. (C) EXCESS CRUDE –N118,528,482.70

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, column C above. The grand total for the year for all 18 LGAs amounted to 118.5m (approx.).

1d. (D) OTHER REVENUE –N1,762,531,717.24

This represents revenue other than statutory receipts from the Federation like Refunds amounting to N1.76bn (approx..) as seen in column D of table 1 above.

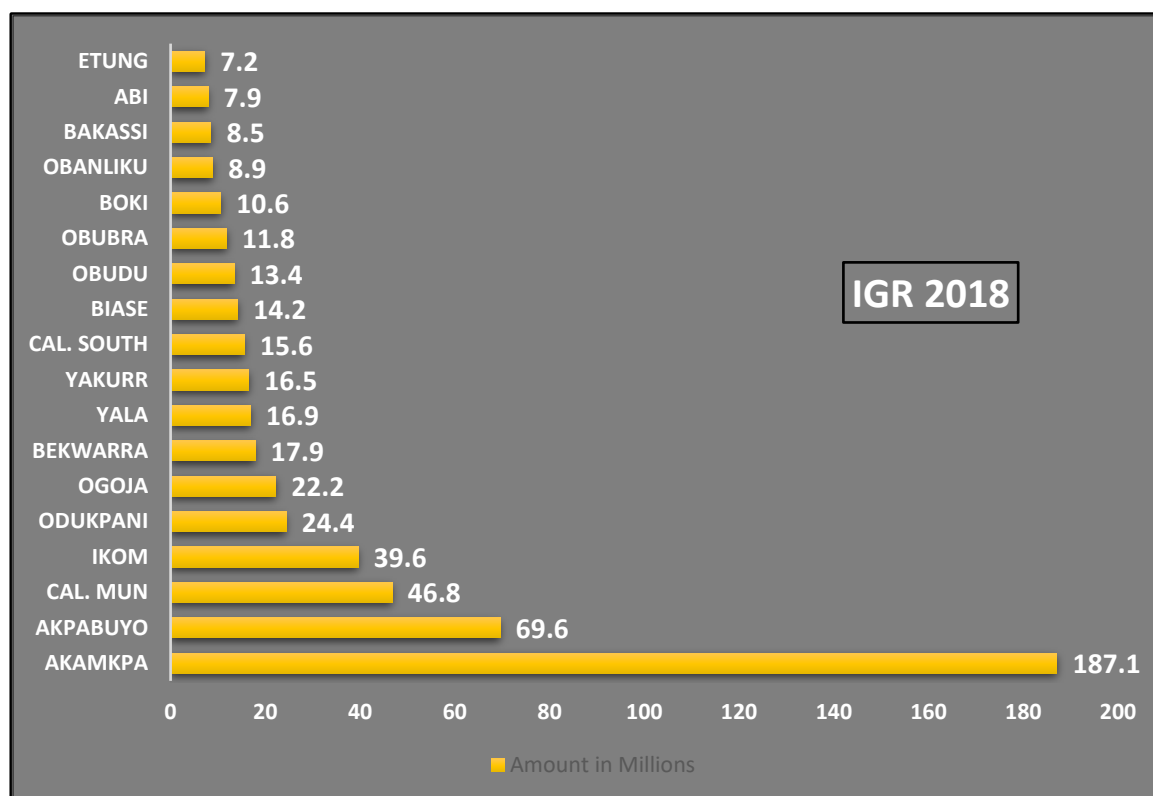
Details in Table 1



Total Consolidated Revenue for the year from the Federation in respect of the 18 Local Governments amounted to 35.5bn (approx.) Statutory Allocation contributed the highest at 78.2% of the entire revenue, VAT at 16%, Excess Crude 0.3% and Other revenue 5.06% of total revenue for the year.

2. NON-TAX REVENUE (IGR) – N539,021,293.19

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of all 18 LGCs for the year amounting to N539.02m (approx..) as charted below;



See Appendix A for details

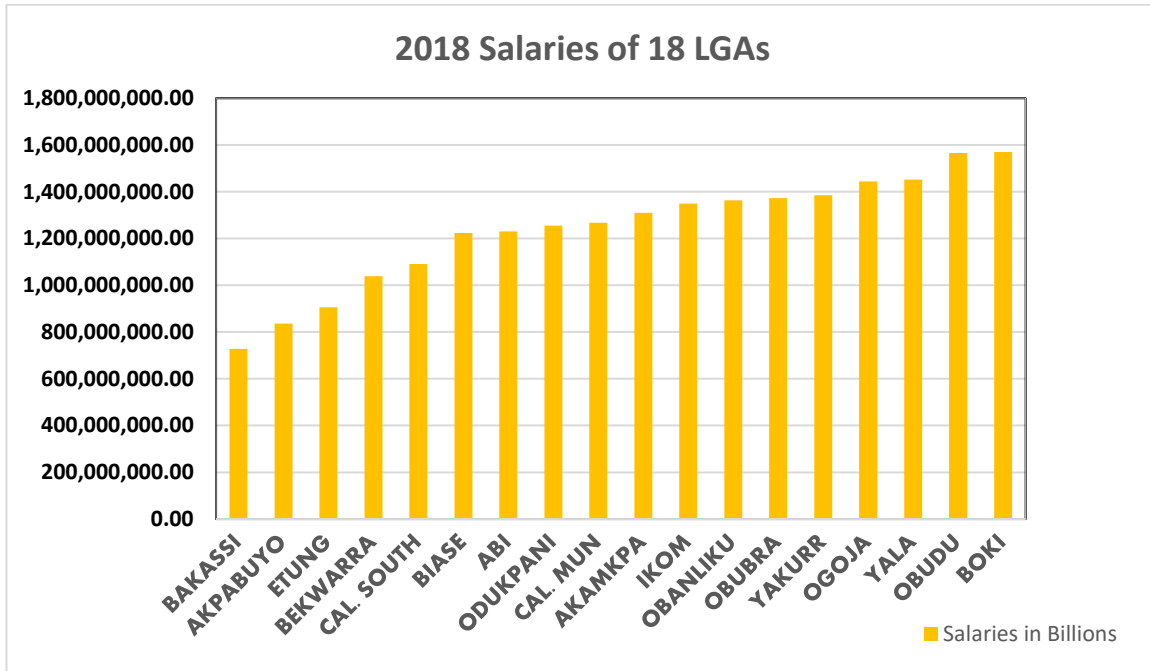
3. REDISTRIBUTION FROM JAAC - N 1,094,419,834.18

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC. It amounted to N1.1bn (approx..).

INFLOW FROM JAAC REDISTRIBUTION	
LGA	AMOUNT (N)
ABI	594,161,194.02
OBUDU	392,495,073.90
OGOJA	107,763,566.26
TOTAL	1,094,419,834.18

4. SALARIES AND WAGES – ₦22,387,346,485.81

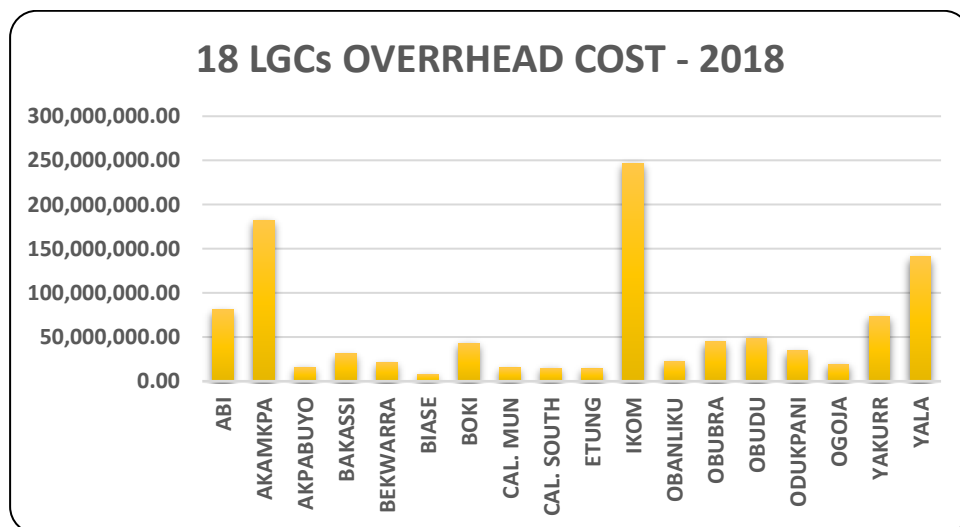
This consists of the 18 LGA’s salaries and wages paid to staff of the local government comprising of council staff, traditional rulers and non-pensionable allowances (LGC), teachers (SUBEB) and health workers (PHC). Pension allowances/Social benefits paid to all retired LGCs staff are also inclusive.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



See Appendix B for details

5. OVERHEAD COST – ₦1,056,932,205.00

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



See Appendix B for details

6. STATUTORY DEDUCTIONS - ₦121,190.057.08

This is made up of 31% Statutory deductions made on the 18 LGAs Statutory Allocations and paid to 11 State Agencies as stipulated in Cross River State Local Government Law 2007 (as amended). For the year under review, a total of ₦121.1m (approx.)

S/N	LGC	AGENCY	AMOUNT (=N=)
1	ABI	1% Ministry of Local Government for Administration	6,732,783.16
2	AKAMKPA	1% Ministry of Local Government for Administration	6,732,783.16
3	AKPABUYO	1% Ministry of Local Government for Administration	6,732,783.16
4	BAKASSI	1% Ministry of Local Government for Administration	6,732,783.16
5	BEKWARRA	1% Ministry of Local Government for Administration	6,732,783.16
6	BIASE	1% Ministry of Local Government for Administration	6,732,783.16
7	BOKI	1% Ministry of Local Government for Administration	6,732,783.16
8	CALABAR MUN	1% Ministry of Local Government for Administration	6,732,783.16
9	CALABAR SOUTH	1% Ministry of Local Government for Administration	6,732,783.16
10	ETUNG	1% Ministry of Local Government for Administration	6,732,783.16
11	IKOM	1% Ministry of Local Government for Administration	6,732,783.16
12	OBANLIKU	1% Ministry of Local Government for Administration	6,732,783.16
13	OBUBRA	1% Ministry of Local Government for Administration	6,732,783.16
14	OBUDU	1% Ministry of Local Government for Administration	6,732,783.16
15	ODUKPANI	1% Ministry of Local Government for Administration	6,732,783.16
16	OGOJA	1% Ministry of Local Government for Administration	6,732,783.16
17	YAKURR	1% Ministry of Local Government for Administration	6,732,783.16
18	YALA	1% Ministry of Local Government for Administration	6,732,783.16
		TOTAL	121,190,057.08

7. JAAC CHARGES – ₦ 4,080,735,977.89

This represents Joint Commitments of the 18 LGAs that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year. Only two LGAs had positive redistribution figures as seen in Note 3.

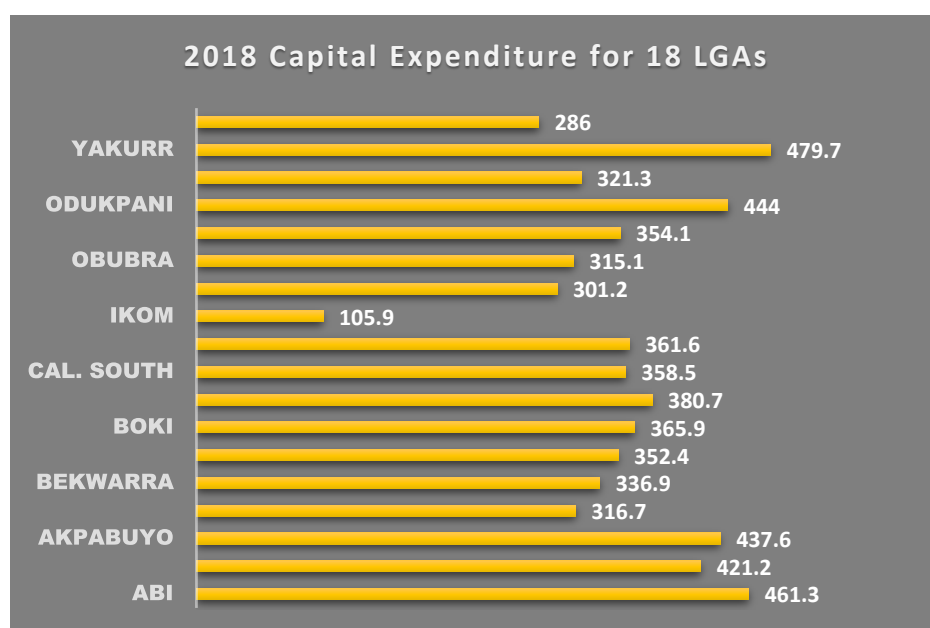
S/N	LGC	DETAILS	AMOUNT (₦)
1	ABI	JAAC CHARGES	-
2	AKAMKPA	JAAC CHARGES	488,141,384.92
3	AKPABUYO	JAAC CHARGES	920,716,120.63
4	BAKASSI	JAAC CHARGES	334,508,051.65
5	BEKWARRA	JAAC CHARGES	295,783,043.53
6	BIASE	JAAC CHARGES	376,184,926.14
7	BOKI	JAAC CHARGES	307,404,526.67
8	CALABAR MUN	JAAC CHARGES	74,910,708.96
9	CALABAR SOUTH	JAAC CHARGES	331,349,260.58
10	ETUNG	JAAC CHARGES	296,039,102.11
11	IKOM	JAAC CHARGES	8,162,971.68
12	OBANLIKU	JAAC CHARGES	65,190,207.86
13	OBUBRA	JAAC CHARGES	57,411,915.43
14	OBUDU	JAAC CHARGES	-
15	ODUKPANI	JAAC CHARGES	330,214,036.12
16	OGOJA	JAAC CHARGES	-
17	YAKURR	JAAC CHARGES	154,715,807.09
18	YALA	JAAC CHARGES	40,003,914.52
		TOTAL	4,080,735,977.89

8. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE)

- N6,400,278,320.50

During the year under review, the 18 LGCs spent a total sum of N6.4bn (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular and Chart format;

S/N	LGC	SOCIAL SERVICES	ECONOMIC SECTOR	ENVIRONMENTAL /REGIONAL DEVELOPMENT	GENERAL ADMINISTRATION	TOTAL
1	ABI	1,100,000.00	22,751,325.40	487,000.00	436,937,888.88	461,276,214.28
2	AKAMKPA	1,000,000.00	34,349,560.00	2,100,000.00	383,783,111.11	421,232,671.11
3	AKPABUYO	22,330,000.00	51,213,640.00	52,020,000.00	312,028,777.77	437,592,417.77
4	BAKASSI	6,265,000.00	6,153,500.00	204,000.00	304,119,333.33	316,741,833.33
5	BEKWARRA	100,000.00	55,000.00	-	336,811,111.11	336,966,111.11
6	BIASE	40,000.00	2,847,000.00	3,375,000.00	346,119,394.80	352,381,394.80
7	BOKI	1,050,000.00	3,100,000.00	555,750.00	361,181,784.61	365,887,534.61
8	CAL. MUN	5,167,000.00	4,912,400.00	33,003,199.65	337,574,111.11	380,656,710.76
9	CAL. SOUTH	1,770,480.84	738,000.00	19,496,686.69	336,525,839.33	358,531,006.86
10	ETUNG	243,042,222.22	548,800.00	1,265,000.00	116,725,333.33	361,581,355.55
11	IKOM	10,246,000.00	5,328,600.00	5,505,500.00	84,789,213.83	105,869,313.83
12	OBANLIKU	2,000,000.00	35,394,111.12	-	263,816,432.22	301,210,543.34
13	OBUBRA	2,120,000.00	164,500.00	180,000.00	312,657,777.77	315,122,277.77
14	OBUDU	13,867,840.00	296,487,294.21	450,000.00	43,314,232.32	354,119,366.53
15	ODUKPANI	3,390,000.00	3,175,000.00	7,541,200.00	429,915,091.08	444,021,291.08
16	OGOJA	3,003,500.00	3,698,000.00	8,332,500.00	306,314,833.33	321,348,833.33
17	YAKURR	-	1,207,000.00	34,616,000.00	250,232,222.22	479,684,222.22
18	YALA	3,360,000.00	254,102,000.00	-	222,222,222.22	286,055,222.22
	TOTAL	319,852,043.06	726,225,730.73	169,131,836.34	5,185,068,710.37	6,400,278,320.50



9. INVESTMENT EXPENDITURE – N500,000,000.00

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 N500m in Cross River State Micro Finance Bank Limited (CRMFB).

INVESTMENT EXPENDITURE		
S/N	LGC	AMOUNT
1	ABI	27,777,777.77
2	AKAMKPA	27,777,777.77
3	AKPABUYO	27,777,777.77
4	BAKASSI	27,777,777.77
5	BEKWARRA	27,777,777.77
6	BIASE	27,777,777.77
7	BOKI	27,777,777.77
8	CALABAR	27,777,777.77
9	CALABAR SOUTH	27,777,777.77
10	ETUNG	27,777,777.77
11	IKOM	27,777,777.77
12	OBANLIKU	27,777,777.77
13	OBUBRA	27,777,777.77
14	OBUDU	27,777,777.77
15	ODUKPANI	27,777,777.77
16	OGOJA	27,777,777.77
17	YAKURR	27,777,777.77
18	YALA	27,777,777.77
	TOTAL	500,000,000.00

10. DEPOSITS RECEIVED AND REMITTED – N 5,055,283.79 & N 10,784,000.00

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.

DEPOSITS RECEIVED AND REMITTED			
S/N	LGC	DEPOSITS RECEIVED	DEPOSITS REMITTED
1	ABI	1,786,831.46	
2	OBANLIKU	210,366.90	
3	OBUDU	789,000.00	(789,000.00)
4	OGOJA	301,680.91	(9,000,000.00)
5	YALA	1,967,404.52	(995,000.00)
	TOTAL	5,055,283.79	(10,784,000.00)

11. TAXES RECEIVED AND REMITTED – ₦21,147,002.80 & ₦20,481,496.02

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. The difference of the two is captured as Payables in the Consolidated Liability Schedule. See Appendix D for details

TAXES RECEIVED AND REMITTED			
S/N	LGC	TAXES RECEIVED	TAXES REMITTED
1	ABI	20,621,642.86	(19,872,857.14)
2	IKOM	-	(38,178.88)
3	OBUDU	525,360.00	(570,460.00)
	TOTAL	21,147,002.86	(20,481,496.02)

12. REPAYMENT OF BORROWINGS - ₦500,000,000.00

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

PROCEEDS OF BORROWINGS AND REPAYMENTS			
S/NO	LGC	CRSG LOAN	REPAYMENT
1	ABI	-	27,777,777.77
2	AKAMKPA	-	27,777,777.77
3	AKPABUYO	-	27,777,777.77
4	BAKASSI	-	27,777,777.77
5	BEKWARRA	-	27,777,777.77
6	BIASE	-	27,777,777.77
7	BOKI	-	27,777,777.77
8	CALABAR MUNICIPAL	-	27,777,777.77
9	CALABAR SOUTH	-	27,777,777.77
10	ETUNG	-	27,777,777.77
11	IKOM	-	27,777,777.77
12	OBANLIKU	-	27,777,777.77
13	OBUBRA	-	27,777,777.77
14	ODUKPANI	-	27,777,777.77
15	OBUDU	-	27,777,777.77
16	OGOJA	-	27,777,777.77
17	YAKURR	-	27,777,777.77
18	YALA	-	27,777,777.77
	TOTAL	-	500,000,000.00

BORROWINGS & REPAYMENT OF BORROWINGS	
	AMOUNT (₦)
Balance of Loan Brought Forward	10,326,254,361.48
2018 Loans Received	-
Repayment for the Period	(500,000,000.00)
Balance of Loan Carried Forward	9,826,254,361.48

13. OVERDRAFT RECEIVED AND REPAID – ₦ 643.06

This represents overdrafts taken by some councils during the year and the portions that have been repaid. See details below.

OVERDRAFT RECEIVED AND REPAID			
S/N	LGC	OVERDRAFT RECEIVED	OVERDRAFT PAID
1	AKPABUYO	643.06	-
	TOTAL	643.06	-

14. CASH AND CASH EQUIVALENTS – ₦1,556,029,389.22

Cash and Cash equivalents for the period represents aggregate cash and bank balances of the 18 LGCs as per the Council's Cash Books as at 31st December 2018. See details in Appendix C.

15. RECEIVABLES – ₦ 5,695,413,893.28

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

RECEIVABLES (10% STATE IGR)	
	AMOUNT (₦)
Balance Brought Forward	3,940,203,299.57
2018 Unpaid 10%	<u>1,755,210,593.71</u>
Remittance for the Period	-
Balance Carried forward	5,695,413,893.28

16. INVESTMENTS - ₦2,859,817,044.14

This represents joint investments and stocks held by the 18 LGCs in certain State-owned projects/companies like the Tinapa Business Resort, the Obudu Ranch Resort and the Cross-River State Micro Finance Bank.

**17. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND
- ₦ 1,903,277,212.68**

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

CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND	
	AMOUNT (₦)
Balance brought forward	1,687,277,212.68
Contribution for the period	216,000,000.00
Balance Carried forward	1,903,277,212.68

See Appendix C for full breakdown.

18. DEPOSITS – ₦304,635,536.07

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. See Appendix D for full details.

19. SHORT TERM LOANS AND DEBTS – ₦15,356,641.03

This represents loans owed to various banks by some Local Governments.

20. UNREMITTED DEDUCTIONS – ₦ 10,594,381,209.47

This represents the cumulative total of all unremitted statutory deductions by the 18 LGCs to certain State agencies as mandated by Law.

21. PAYABLES – ₦166,386,494.88

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the 18LGCs as at 31st December 2018.

22. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – ₦9,826,254,361.48

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

23. RESERVES - ₦ 6,553,099,332.22

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned evenly to each Local Government in its Financial Statements for the purposes of disclosure.

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS

APPENDIX A

SCHEDULE OF AGGREGATE REVENUE FOR THE 18 LGCs OF CROSS RIVER STATE FOR THE YEAR ENDED 31ST DECEMBER 2018

Local Government	Government Share of FAAC	Govt. Share of VAT	Excess Crude	Other Revenue	Non-Tax Revenue (IGR)	Redistribution from JAAC	Total
	₦	₦	₦	₦	₦	₦	₦
ABI	1,481,689,908.83	357,301,566.30	9,594,457.39	47,168,420.49	7,914,352.50	594,161,194.02	2,497,829,899.53
AKAMKPA	1,862,363,836.06	362,265,498.20	-	71,406,796.27	187,145,015.25	-	2,483,181,145.78
AKPABUYO	1,782,827,140.69	456,684,616.97	8,037,992.37	60,265,278.26	69,596,516.84	-	2,377,411,545.13
BAKASSI	1,150,468,534.94	269,047,526.65	-	44,179,483.68	8,490,200.00	-	1,472,185,745.27
BEKWARRA	1,356,114,461.22	326,699,942.91	2,416,275.90	50,228,995.73	17,920,862.64	-	1,753,380,538.40
BIASE	1,564,161,165.09	386,442,104.60	7,127,291.82	53,437,188.27	14,201,103.63	-	2,025,368,853.41
BOKI	1,793,608,979.65	-	-	477,934,193.48	10,608,274.83	-	2,282,151,447.96
CAL. MUN	1,466,248,848.51	384,456,778.08	6,472,740.74	48,529,662.32	46,766,414.57	-	1,952,474,444.22
CAL. SOUTH	1,528,590,819.34	394,064,337.52	6,899,143.79	50,908,473.16	15,589,693.00	-	1,996,052,466.81
ETUNG	1,225,259,196.65	306,582,005.46	-	45,906,272.07	7,157,214.92	-	1,584,904,689.10
IKOM	1,599,634,360.41	371,103,699.25	37,746,889.35	24,891,571.60	39,616,062.19	-	2,072,992,582.80
OBANLIKU	1,422,350,637.78	330,334,281.25	15,498,210.96	38,557,525.72	8,851,056.73	-	1,815,591,712.44
OBUBRA	1,540,850,568.03	379,002,181.98	2,734,450.00	56,843,128.91	11,815,955.55	-	1,991,246,284.47
OBUDU	1,479,039,756.99	369,316,118.54	6,637,713.25	59,317,112.92	13,370,445.00	392,495,073.90	2,320,176,220.60
ODUKPANI	1,670,001,496.77	394,703,376.05	7,529,126.25	55,876,277.19	24,370,502.73	-	2,152,480,778.99
OGOJA	1,577,675,925.01	378,575,896.58	-	60,129,410.37	22,219,317.09	107,763,566.26	2,146,364,115.31
YAKURR	1,575,226,728.99	-	-	458,214,733.76	16,492,378.52	-	2,049,933,841.27
YALA	1,724,536,396.91	409,192,741.41	7,834,190.88	58,737,193.04	16,895,927.20	-	2,217,196,449.44
TOTAL	27,800,648,761.87	5,875,772,671.75	118,528,482.70	1,762,531,717.24	539,021,293.19	1,094,419,834.18	37,190,922,760.93

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS

APPENDIX B

SCHEDULE OF AGGREGATE EXPENDITURE FOR THE 18 LGCs OF CROSS RIVER STATE FOR THE YEAR ENDED 31ST DECEMBER 2018

Local Government	Salaries & Wages	Statutory Deductions	Overhead Cost	JAAC Charges	Purchase/Construction of PPE (Capital Expenditure)	Total
	₦	₦	₦	₦	₦	₦
ABI	1,230,754,587.54	6,732,783.46	80,733,492.60	-	461,276,214.28	1,779,497,077.88
AKAMKPA	1,309,354,651.24	6,732,784.46	182,089,974.33	488,141,384.92	421,232,671.11	2,407,551,466.06
AKPABUYO	835,430,568.65	6,732,783.46	15,727,096.87	920,716,120.63	437,592,417.77	2,216,198,987.38
BAKASSI	727,741,376.83	6,732,783.46	30,969,447.69	334,508,051.65	316,741,833.33	1,416,693,492.96
BEKWARRA	1,038,224,515.44	6,732,783.46	21,265,517.24	295,783,043.53	336,966,111.11	1,698,971,970.78
BIASE	1,223,036,706.85	6,732,782.46	8,081,472.76	376,184,926.14	352,381,394.80	1,966,417,283.01
BOKI	1,569,425,313.13	6,732,783.46	42,917,329.40	307,404,526.67	365,887,534.61	2,292,367,487.27
CAL. MUN	1,267,351,202.90	6,732,783.46	15,131,219.91	74,910,708.96	380,656,710.76	1,744,782,625.99
CAL. SOUTH	1,091,445,144.22	6,732,783.46	14,938,321.42	331,349,260.58	358,531,006.86	1,802,996,516.54
ETUNG	906,540,033.06	6,732,783.46	13,976,262.13	296,039,102.11	361,581,355.55	1,584,869,536.31
IKOM	1,350,045,209.92	6,732,783.46	246,639,832.09	8,162,971.68	105,869,313.83	1,717,450,110.98
OBANLIKU	1,363,891,108.84	6,732,783.46	22,578,872.07	65,190,207.86	301,210,543.34	1,759,603,515.57
OBUBRA	1,372,627,899.23	6,732,738.46	44,485,768.67	57,411,915.43	315,122,277.77	1,796,380,599.56
OBUDU	1,565,457,769.66	6,732,783.36	48,893,241.45	-	354,119,366.53	1,975,203,161.00
ODUKPANI	1,254,966,345.58	6,732,783.46	34,561,200.98	330,214,036.12	444,021,291.08	2,070,495,657.22
OGOJA	1,444,476,459.21	6,732,783.46	19,184,107.73	-	321,348,833.33	1,791,742,183.73
YAKURR	1,384,561,217.27	11,837,678.57	73,818,494.01	40,003,914.52	479,684,222.22	1,989,905,526.59
YALA	1,452,016,376.24	6,732,783.36	140,940,553.65	154,715,807.09	286,055,222.22	2,040,460,742.56
	22,387,346,485.81	126,294,952.19	1,056,932,205.00	4,080,735,977.89	6,400,278,320.50	34,051,587,941.39

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS**APPENDIX C****SCHEDULE OF AGGREGATE ASSETS FOR THE 18 LGCs OF CROSS RIVER STATE FOR THE YEAR ENDED 31ST DECEMBER 2018**

Local Government	Cash & Cash Equivalents	Receivables (State Allocation)	Investments	Contribution to CRS Reserve Fund	Inventories	Property Plant & Equipment	Total
	₦	₦	₦	₦	₦	₦	₦
ABI	38,852,482.95	316,411,882.96	158,878,724.67	105,737,622.93	-	-	619,880,713.51
AKAMKPA	23,788,501.98	316,411,882.96	158,878,724.67	105,737,622.93	-	-	604,816,732.54
AKPABUYO	(120,924,615.44)	316,411,882.96	158,878,724.67	105,737,622.93	-	-	460,103,615.12
BAKASSI	(35,092,393.51)	316,411,882.96	158,878,724.67	105,737,622.93	-	-	545,935,837.05
BEKWARRA	694,969,207.32	316,411,882.96	158,878,724.67	105,737,622.93	-	-	1,275,997,437.88
BIASE	13,060,821.62	316,411,882.96	158,878,724.67	105,737,622.93	-	-	594,089,052.18
BOKI	(92,577,337.10)	316,411,882.96	158,878,724.67	105,737,622.93	-	-	488,450,893.46
CALABAR MUN.	126,232,958.94	316,411,882.96	158,878,724.67	105,737,622.93	-	-	707,261,189.50
CALABAR SOUTH	153,313,442.81	316,411,882.96	158,878,724.67	105,737,622.93	-	-	734,341,673.37
ETUNG	(88,465,186.15)	316,411,882.96	158,878,724.67	105,737,622.93	-	-	492,563,044.41
IKOM	266,923,254.20	316,411,882.96	158,878,724.67	105,737,622.93	-	-	847,951,484.76
OBANLIKU	(27,487,038.23)	316,411,882.96	158,878,724.67	105,737,622.93	-	-	553,541,192.33
OBUBRA	157,525,368.57	316,411,882.96	158,878,724.67	105,737,622.93	-	-	581,028,230.56
OBUDU	(16,145,651.23)	316,411,882.96	158,878,724.67	105,737,622.93	-	-	564,882,579.33
ODUKPANI	296,238,479.00	316,411,882.96	158,878,724.67	105,737,622.93	-	-	877,266,709.56
OGOJA	259,026,551.51	316,411,882.96	158,878,724.67	105,737,622.93	-	-	840,054,782.07
YAKURR	(80,914,325.58)	316,411,882.96	158,878,724.67	105,737,622.93	-	-	495,009,009.77
YALA	145,268,415.01	316,411,882.96	158,878,724.67	105,737,622.93	-	-	726,296,645.57
TOTAL	1,556,029,389.22	5,695,413,893.28	2,859,817,044.14	1,903,277,212.68	-	-	12,009,470,822.97

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS

APPENDIX D

SCHEDULE OF AGGREGATE LIABILITIES AND RESERVES FOR THE 18 LGCs OF CROSS RIVER STATE FOR THE YEAR ENDED 31ST DECEMBER 2018

Local Government	Deposits	Short Term Loans & Debts	Long term Loans (CRSG Loan)	Unremitted Deductions	Payables (Unremitted Taxes)	Reserves	Total
	₦	₦	₦	₦	₦	₦	₦
ABI	16,350,756.01	-	545,903,020.08	588,576,733.86	19,297,158.97	364,061,074.01	1,534,188,742.93
AKAMKPA	-	-	545,903,120.08	588,576,733.86	11,637,111.88	364,061,074.01	1,510,178,039.83
AKPABUYO	1,690,114.66	643.06	545,903,120.09	588,576,733.86	10,381,381.19	364,061,074.01	1,510,613,066.87
BAKASSI	3,864,260.68	-	545,903,120.08	588,576,733.86	4,807,398.34	364,061,074.01	1,507,212,586.97
BEKWARRA	35,941,531.59	362,140.91	545,903,020.08	588,576,733.86	4,450,862.82	364,061,074.01	1,539,295,363.27
BIASE	8,655,227.71	-	545,903,020.09	588,576,733.86	15,151,785.23	364,061,074.01	1,522,347,840.90
BOKI	30,102,652.63	9,351,658.56	544,863,202.40	588,576,733.86	11,551,627.84	364,061,074.01	1,548,506,949.30
CAL. MUN	14,786,543.68	-	545,903,020.08	588,576,733.86	48,620.00	364,061,074.01	1,513,375,991.63
CAL. SOUTH	-	1,520,013.64	545,903,020.08	588,576,733.86	6,085,418.85	364,061,074.01	1,506,146,260.44
ETUNG	8,393,924.24	-	545,903,020.09	588,576,733.86	5,240,985.69	364,061,074.01	1,512,175,737.89
IKOM	68,406,549.16	-	545,903,020.08	588,576,733.86	3,921,714.95	364,061,074.01	1,570,869,092.06
OBANLIKU	8,107,811.50	2,239,981.26	545,903,020.09	588,576,733.86	11,354,057.62	364,061,074.01	1,520,242,678.34
OBUBRA	14,712,651.09	-	547,096,260.40	588,576,733.86	24,358,829.61	364,061,074.01	1,538,805,548.97
OBUDU	15,039,760.87	798,058.69	545,903,020.09	588,576,733.86	3,194,497.10	364,061,074.01	1,517,573,144.62
ODUKPANI	-	303,561.23	545,903,020.08	588,576,733.86	-	364,061,074.01	1,498,844,389.18
OGOJA	24,175,981.95	-	545,903,020.09	588,576,733.86	8,513,943.81	364,061,074.01	1,531,230,753.72
YAKURR	43,788,803.20	-	545,903,020.08	588,576,733.86	8,375,551.75	364,061,074.01	1,550,705,182.90
YALA	10,618,967.10	960,583.68	545,903,020.09	588,576,733.86	18,674,056.57	364,061,074.01	1,528,794,435.31
	304,635,536.07	15,536,641.03	9,826,254,361.4	10,594,381,209.47	167,045,002.22	6,553,099,332.18	27,460,952,082.38

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS**APPENDIX E****SCHEDULE OF AGGREGATE PROPERTY, PLANT & EQUIPMENT FOR THE 18 LGCs OF CROSS RIVER STATE FOR THE YEAR ENDED 31ST DECEMBER 2018**

Local	Buildings	Equipment	Fixtures	Furniture &	Land	Motor Vehicles	Plant &	Total
	₦	₦	₦	₦	₦	₦	₦	₦
ABI	-	-	-	-	-	-	-	-
AKAMKPA	-	-	-	-	-	-	-	-
AKPABUYO	-	-	-	-	-	-	-	-
BAKASSI	-	-	-	-	-	-	-	-
BEKWARRA	-	-	-	-	-	-	-	-
BIASE	-	-	-	-	-	-	-	-
BOKI	-	-	-	-	-	-	-	-
CAL. MUN	-	-	-	-	-	-	-	-
CAL. SOUTH	-	-	-	-	-	-	-	-
ETUNG	-	-	-	-	-	-	-	-
IKOM	-	-	-	-	-	-	-	-
OBANLIKU	-	-	-	-	-	-	-	-
OBUBRA	-	-	-	-	-	-	-	-
OBUDU	-	-	-	-	-	-	-	-
ODUKPANI	-	-	-	-	-	-	-	-
OGOJA	-	-	-	-	-	-	-	-
YAKURR	-	-	-	-	-	-	-	-
YALA	-	-	-	-	-	-	-	-

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register

**AUDITOR-GENERAL’S INSPECTION REPORT ON THE
ACCOUNTS OF THE 18 LOCAL GOVERNMENTS OF CROSS
RIVER STATE FOR THE YEAR ENDED 31ST DECEMBER 2018**

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, 2018 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.



2.0 FINANCIAL SUMMARY

2.1 REVENUE

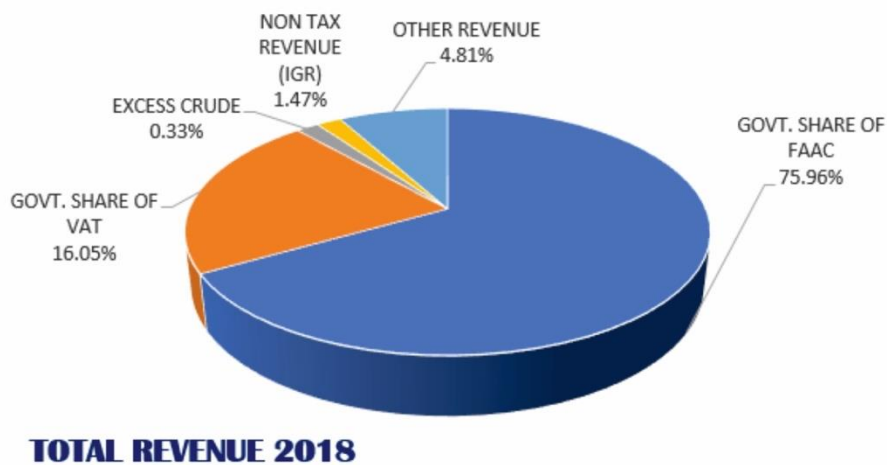
The sum of **N37.19bn** accrued to the 18 Local Government Councils as receipts for the year ended 31st December 2018 as revealed in the table below:

S/N	DETAILS	2018 ESTIMATES (N)	2018 ACTUAL (N)
1	Govt. Share of FAAC	27,399,674,241.16	27,800,648,761.87
2	Govt. Share of VAT	10,038,445,000.00	5,875,772,671.75
3	Excess Crude	-	118,528,482.70
4	Non-Tax Revenue (IGR)	934,163,663.17	539,021,293.19
5	Other Revenue	-	1,762,531,717.24
6	Redistribution from JAAC	-	1,094,419,834.18
		38,372,282,904.33	37,190,922,760.93

Government Share of FAAC or Statutory Allocation contributed the majority 75.96% of total revenue received by the Councils for the year, VAT contributed 16.05%, Excess Crude 0.33% and Other Revenue a total of 4.81% of total revenue of councils. IGR of Councils contributed a paltry 1.47% to the revenue of Councils for the year. Statutory Allocation continues to be the major source of Council revenue. Councils need to step up efforts to. Increase their IGR collection and accounting.

RECOMMENDATION

Councils revenue generation improved, compared to the previous year but more revenue generation strategies, collection efficiency and full accounting need to be improved to help councils achieve better budget performance without over dependence on Statutory sources of revenue.



2.2 EXPENDITURE

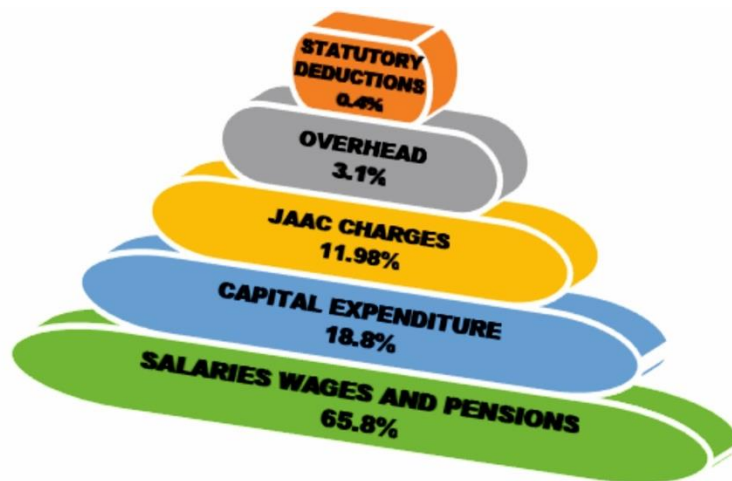
A total of **₦35.05bn** was expended by Councils during the year for various purposes as listed in the table below;

S/N	DETAILS	2018 ESTIMATES	2018 ACTUAL
1	Salaries and Wages/Social Benefits	24,087,526,313.00	22,387,346,485.81
2	Overhead	1,713,927,401.00	1,056,932,205.00
3	Statutory Deductions	7,379,859,316.00	126,294,952.19
4	JAAC Charges	-	4,080,735,977.89
5	Capital Expenditure	12,483,934,608.34	6,400,278,320.50
		45,665,247,638.34	35,051,587,941.39

65.7% of total expenditure was spent on Salaries, Wages and Pensions; 3.1% was spent on Overhead, a positive increase of 18.8% on Capital Expenditure, compared to the previous year; 0.4% on Statutory deductions, while 11.98% of total expenditure represents JAAC Charges/Expenditures charged directly from the State JAAC Account. 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.

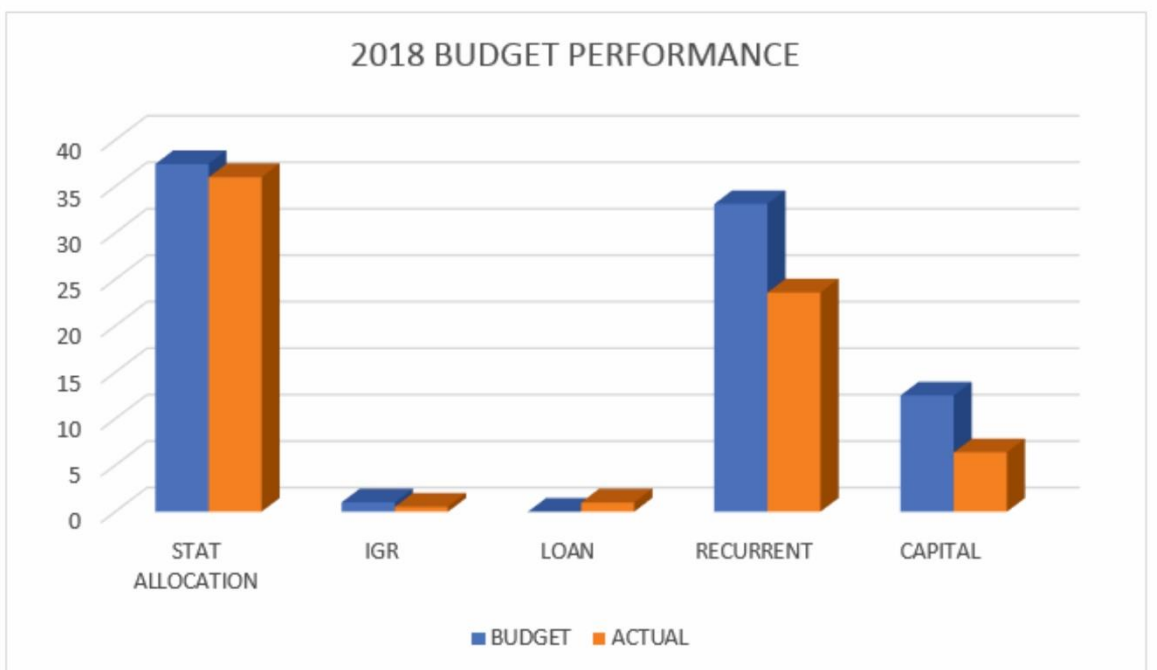


2018 EXPENDITURE

3.0 BUDGET PERFORMANCE

The overall budget performance for the year ended 31st December 2018 in respect of the Consolidated Revenue and Expenditure of the eighteen (18) Local Government Councils of the State is summarized below:

DESCRIPTION	2018 ESTIMATES (₦)	ACTUAL 2018 (₦)	VARIANCE (₦)	PER-FORMANCE %
	=N=	=N=	=N=	
REVENUE				
STATUTORY ALLOCATION	37,438,119,241.20	36,651,901,457.74	786,217,783.46	97.8
IGR	934,163,663.17	539,021,293.19	395,142,369.98	57.70
OTHER REVENUE				
<u>TOTAL REVENUE</u>	38,372,282,904.33	37,190,922,760.93	1,181,360,153.44	96.92
EXPENDITURE				
RECURRENT EXPENDITURE	33,181,313,030.00	28,651,309,620.89	4,530,003,409.11	86.34
CAPITAL EXPENDITURE	12,483,934,608.34	6,400,278,320.50	6,083,656,287.84	51.26
<u>TOTAL EXPENDITURE</u>	45,665,247,638.34	35,051,587,941.39	10,613,659,696.95	76.75



From the above chart, a detailed analysis shows aggregate actual revenue of **=N=37.1bn** only was received as total revenue for the 18 LGCs comprising of Statutory Allocations, Capital Receipts, Internally Generated Revenue and Other Revenue (Cross River State Government Loan). The total revenue received by the Cross-River State Local Government Councils achieved **96.92%** of the approved estimate, this high budget performance can be attributed to realistic budget estimations and other revenue received from the State Government via loans. Aggregate Statutory Allocation achieved over **90%** of the budget but Aggregate IGR's performance was only an average **57%**.

On the other hand, the aggregate actual recurrent expenditure performance against the budgeted for the 18 LGCs during the year ended 31st December 2018 was **=N=35.05bn**. This expenditure comprises both Personnel and Overhead (running) costs. Aggregate actual Capital Expenditure achieved **51.26%** of the budget for Capital Expenditure while Aggregate Recurrent Expenditure gulped a huge **86.34%** of the total expenditure; thus **76.75%** of total budgeted expenditure was achieved. This was due to over emphasis on recurrent expenditure, the improvement in over 50% of capital expenditure is attributed to more capital releases from JAAC.

Overall budget performance was fair as actual revenue barely covered salaries and wages and other capital expenditure. Inadequate revenue performance continues to affect expenditure performance.

RECOMMENDATION

Budget performance of councils can be improved by more realistic budgeting and estimations using previous year actual figures as a guide. Also, better revenue generation and more efficient expenditure can also contribute to greater budget efficiency and achievement.

4.0 INVESTMENT IN CROSS RIVER STATE MICRO- FINANCE BANK

Audit observed that during the year under review a total sum of Five Hundred Million Naira (**₦500,000,000.00**) only was contributed by the 18 LGCs towards the setting up and running of the Cross-River State Micro Finance Bank, a State owned commercial venture aimed at providing small loans to civil servants, especially local Government staff towards setting up small and medium scale Agric-related businesses and farms. Each council's investment in the Bank amounted to Twenty-seven million, seven hundred and seventy-seven thousand, seven hundred and seventy-seven Naira, seventy-seven kobo (**₦27,777,777.77**) only.

However, since the bank was set up and is up and running, no Share Certificate nor deed of investment has been issued to any of the 18 local governments showing each council's share and expected investment returns.

Given that Audit constantly raises this issue of investments by councils in ventures of State that are not accompanied with proper documentation, it is important that this unhealthy trend does not repeat itself; otherwise Audit will be left with no choice but to demand sanctions and refunds by the officials of government who execute these investment transactions without due process as direct by His Excellency, the Governor.

RECOMMENDATION

The Ministry of Local Government Affairs (the Agency of government that credited the Cross-River State Micro Finance Bank with the funds mentioned above) are to immediately liaise with the Cross-River State Micro Finance Bank and obtain all necessary originals and copies of Deeds of Investment and Share Certificates regarding this investment of Council funds and issue same to the 18 Local Government Councils.

5.0 GENERAL STATE OF THE ACCOUNTS AND RECORD KEEPING

The manner in which Councils keep accounts and records still leaves a lot to be desired. Below are highlighted some of the perennial issues observed by Audit in this regard;

- (i) Main cashbooks and other Accounting books were not properly prepared, and preparation was not done on time.
- (ii) Absence of Fixed Assets Register, records of Liabilities and Investments Registers.
- (iii) Absence of Bank Reconciliation Statements and Cheques Register.
- (iv) Absence of Vote Books and Expenditure Controls.
- (v) Failure of Internal Audit to check and sign Payment Vouchers.
- (vi) Absence of Minutes of Management Meetings and Resolutions regarding projects and Contracts and other major financial decisions.
- (vii) Lack of proper Treasury Supervision and control by the Directors of Finance.
- (viii) Insufficiently vouched expenditures.
- (ix) Multiple Bank Accounts and dormant Bank Accounts.
- (x) Missing Vouchers and Records.
- (xi) Poorly prepared and late submission of Financial Statements.

RECOMMENDATION

Proper interviews should be conducted before Directors of Finance and other key Accounting Officers are appointed in Councils to ensure adequately skilled manpower handle the critical job of maintaining and accounting for public expenditure in the Local Government. Audit is hereby recommending a professional qualification within 3 years for anyone appointed to or seeking appointment as a Director of Finance.

Councils should begin to explore ways of computerizing certain aspects of accounting for speed, completeness and accuracy of record keeping.

Council Chairmen must be alive to their responsibilities as Chief Accounting Officers of their Local Governments by cooperating with and supervising accounts and records by demanding monthly reports from their Finance Departments.

6.0 AUDIT QUERIES**CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS****SUMMARY OF AUDIT QUERIES FOR THE YEAR ENDED 31ST DECEMBER 2018**

S/N	LOCAL GOVERNMENT	NO. OF QUERIES	TOTAL AMOUNT INVOLVED =N=	NO. OF RESPONSES RECEIVED	AMOUNT CLEARED/RESOLVED -N-	AMOUNT NOT RESOLVED =N=
1	ABI	2	19,560,400.00	-	-	19,560,400.00
2	AKAMKPA	6	60,182,000.00	-	-	60,182,000.00
3	AKPABUYO	1	9,403,000.00	-	-	9,403,000.00
4	BAKASSI	-	-	-	-	-
5	BEKWARRA	1	4,900,000.00	-	-	4,900,000.00
6	BIASE	2	583,971,647.00	-	-	583,971,647.00
7	BOKI	1	5,000,000.00	-	-	5,000,000.00
8	CAL MUN.	4	35,724,000.00	-	-	35,724,000.00
9	CAL SOUTH	2	151,863,848.39	-	-	151,863,848.39
10	ETUNG	-	-	-	-	-
11	IKOM	2	72,328,264.11	-	-	72,328,264.11
12	OBANLIKU	1	4,000,000.00	-	-	4,000,000.00
13	OBUBRA	3	202,520,000.00	-	-	202,520,000.00
14	OBUDU	1	4,000,000.00	-	-	4,000,000.00
15	ODUKPANI	2	1,359,460.00	-	-	1,359,460.00
16	OGOJA	4	11,101,930.00	-	-	11,101,930.00
17	YAKURR	6	33,805,000.00	-	-	33,805,000.00
18	YALA	4	54,060,000.00	-	-	54,060,000.00
	TOTAL	42	1,253,779,549.50	-	-	1,253,779,549.50

During the year under review a total of **42** Audit Queries with financial implications of One billion, two hundred and fifty three million, seven hundred and seventy nine thousand, five hundred and forty nine naira, fifty kobo (**₦1,253,779,549.50**) only were raised by Audit and as the time of publishing this report, none as yet have been resolved.

Details of these Audit queries are found in the individual council's Audit Inspection Report for the year ended 31st December 2018.

7.0 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 this Honorable 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.



MRS. FRANKA INOK, FCA
AUDITOR-GENERAL
CRS LOCAL GOVERNMENTS
21st September 2020

PART TWO

COUNCIL'S FINANCIAL STATEMENTS

ABI LOCAL GOVERNMENT COUNCIL

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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
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 (Cash 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 2018 and its operations for the period ended on that date.


.....
CHAIRMAN

18th September 2020
.....
DATE


.....
THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020
.....
DATE



The Chairman,
Abi Local Government Council,
ITIGIDI.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF ABI LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

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 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 Abi Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.

.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



ABI LOCAL GOVERNMENT, ITIGIDI

STATEMENT OF ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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

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

ABI LOCAL GOVERNMENT, ITIGIDI
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,481,689,908.83	979,969,831.76
Government Share of VAT	357,301,566.30	321,488,043.80
Excess Crude	9,594,457.39	7,991,036.90
Other Revenue	47,168,420.49	92,741,944.83
Internally Generated Revenue (Non-Tax Revenue)	7,914,352.50	7,141,197.50
Redistribution from JAAC	594,161,194.02	-
10% State IGR (Non-Tax Revenue)	-	-
Total Inflows from Operating Activities	2,497,829,899.53	1,409,332,054.79
Outflows:		
Salaries and Wages (Social Benefits)	1,230,754,587.54	1,362,510,725.36
Overhead Cost	6,732,783.46	3,204,310.49
Statutory Deductions	80,733,492.60	7,197,728.61
JAAC Charges	-	85,118,195.88
Total Outflows from Operating Activities	1,318,220,863.60	1,458,030,960.34
Net Cashflow from Operating Activities	1,179,609,035.93	(48,698,905.55)
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE	-	-
Proceeds from Sale of Investment Property	-	-
Capital Expenditure (Purchase/Construction of PPE)	(461,276,214.28)	(14,997,420.06)
Investment Expenditure	(27,777,777.78)	-
Net Cashflow from Investing Activities	(489,053,992.06)	(14,997,420.06)
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received	1,786,831.46	577,500.00
Miscellaneous Deposits Remitted	-	-
Taxes Received	20,621,642.86	-
Tax Remitted	(19,872,857.14)	-
Proceeds from Borrowings (CRSG Loan)	-	57,664,596.58
Repayment of Borrowings	(27,777,777.77)	(33,333,333.33)
Overdraft Received	-	-
Overdraft Repayment	-	-
Net Cash Flow from Financing Activities	(25,242,160.59)	24,908,763.25
Net Cash Flow from All Activities	71,151,689.26	(38,787,562.36)
Cash and its Equivalent as at 01 Jan 2018	(32,299,206.31)	6,488,356.05
Cash and its Equivalent as at 31 Dec 2018	38,852,482.95	(32,299,206.31)

ABI LOCAL GOVERNMENT, ITIGIDI
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
ASSETS	₦	₦
<u>Current Assets:</u>		
Cash and Cash Equivalents	38,852,482.95	(32,299,206.31)
Receivables	316,411,882.96	218,900,183.31
Inventories	-	-
Prepayments	-	-
Total Current Assets (A)	335,264,365.91	186,600,977.00
<u>Non-Current Assets</u>		
Long-Term Loans	-	-
Investments	158,878,724.67	108,584,085.90
Property, Plant & Equipment	-	-
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	202,321,708.83
Total Assets (A) + (B)	599,880,713.51	388,922,685.83
LIABILITIES		
<u>Current Liabilities</u>		
Deposits	16,350,756.01	14,563,924.55
Short term Loans & Debts	-	-
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	19,297,158.97	18,555,373.25
Total Current Liabilities (C)	16,350,756.01	430,475,198.51
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,019.08	573,680,797.86
Internal Loans (Public Funds)	-	-
Long Term Provisions	-	-
Total Non-Current Liabilities (D)	545,903,019.08	573,680,797.86
Total Liabilities (C) + (D)	562,253,775.09	1,004,155,996.37
Net Assets (Total Assets - Total Liabilities)	37,626,938.42	(615,233,310.54)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(326,434,135.59)	(793,503,153.46)
Total Net Assets/Equity	37,626,938.42	(615,233,310.54)

ABI LOCAL GOVERNMENT, ITIGIDI
STATEMENT OF FINANCIAL PERFORMANCE FOR ABI LOCAL GOVERNMENT
COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
	RECEIPTS:				
1,402,190,857.29	Government Share of FAAC	1	1,895,754,353.01	1,790,000,000.00	105,754,353.01
7,141,197.50	Internally Generated Revenue	2	7,914,352.50	37,277,600.00	(29,362,247.50)
-	Redistribution from JAAC	3	594,161,194.02	-	594,161,194.02
-	Cross River State Government	11	-	-	-
1,409,332,054.79	Total Revenue (A)		2,497,829,899.53	1,827,277,600.00	670,552,299.53
	EXPENDITURE				
1,362,510,725.36	Salaries and Wages	4	1,230,754,587.54	1,456,131,795.00	225,377,207.46
3,204,310.49	Statutory Deductions	6	6,732,783.46	558,300,000.00	551,697,216.54
7,197,728.61	Overhead Cost	5	80,73,492.60	40,000,000.00	40,733,492.60
85,118,195.88	JAAC Charges	7	-		
14,997,420.06	Capital Expenditure	8	461,276,214.28	334,763,000.00	126,513,214.28
-	Investment Expenditure	9	-	-	-
1,473,028,380.04	Total Expenditure (B)		1,779,497,077.88	2,389,324,795.00	609,827,717.12
70,837,522.75	Surplus/Deficit from Operating		718,332,821.65	562,047,195.00	
-	Gain/Loss on Disposal of Assets		-		
-	Total Non-Operating Revenue/Expenditure		-		
70,837,522.75	Surplus/Deficit from Ordinary		718,332,821.65		
70,837,522.75	Net Surplus/Deficit for the		718,332,821.65		

ABI LOCAL GOVERNMENT, ITIGIDI**NOTES TO THE FINANCIAL STATEMENTS****1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION) ₦1,481,689,908.83**

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

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENUE	TOTAL
1	JAN.	117,128,460.18	27,150,334.22	6,679,915.26	483,792.76	151,442,502.42
2	FEB.	116,107,743.14	31,806,833.78	-	-	147,914,576.92
3	MARCH	119,999,569.07	29,284,435.14	-	163,327.64	149,447,331.85
4	APRIL	103,329,970.00	27,961,417.30	-	13,575,230.99	144,866,619.28
5	MAY	128,873,093.04	28,491,358.26	-	104,529.29	157,468,980.59
6	JUNE	125,299,357.09	30,320,316.75	-	-	155,619,673.84
7	JULY	130,469,280.56	28,314,371.87	-	7,187,289.85	165,970,942.28
8	AUG.	125,798,798.50	26,208,781.45	-	11,763,759.12	163,771,339.07
9	SEPT..	128,198,003.33	37,376,643.28	-	-	165,574,646.61
10	OCT.	122,732,918.37	25,942,603.35	-	1,194,621.84	149,870,143.56
11	NOV.	132,701,419.82	34,681,622.39	-	-	167,383,042.21
12	DEC.	131,051,294.74	29,762,848.51	-	15,610,411.13	176,424,554.38
	TOTAL	1,481,689,907.84	357,301,566.30	6,679,915.26	50,082,962.62	1,895,754,353.01

1(B) GOVERNMENT'S SHARE OF VAT (VALUE ADDED TAX)

-N357,301,566.30

This represents Federal Revenue arising from Value Added Tax (VAT) for Abi Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE -N9,594,457.39

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, for Abi Local Government Council for the year ended 31st December 2018.

1(D) THER REVENUE -N47,168,420.49

This represents revenue other than statutory receipts from the Federation for Abi Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) - N7,914,352.50

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Abi Local Government Council for the year ended 31st December 2018.

CODE	DETAILS	BUDGET	ACTUAL	VARAINCE	%
		N	N	N	
101000	TAXES	1,500,000.00	786,747.50	713,252.50	47.55
102000	RATES	1,000,000.00	784,455.00	215,545.00	21.55
103000	LOCAL LICENCE FEES	3,345,000.00	1,242,300.00	2,099,700.00	62.77
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	3,800,000.00	3,089,850.00	710,150.00	18.67
105000	RENT ON GOVERNMENT PROPERTY	3,500,000.00	180,000.00	3,320,000.00	94.86
106000	INTEREST ON DIVIDENDS	100,000.00	-	100,000.00	100
107000	REIMBURSEMENT	2,832,600.00	-	2,832,600.00	100
108000	MISCELLANEOUS	21,200,000.00	1,831,000.00	19,369,000.00	91.36
	TOTAL	37,277,600.00	7,914,352.5	29,363,247.5	78.77

3. REDISTRIBUTION FROM JAAC - ₦594,161,194.02

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

INFLOW FROM JAAC REDISTRIBUTION		
LGA		AMOUNT (₦)
ABI		594,161,194.02
TOTAL		594,161,194.02

4. SALARIES AND WAGES – ₦ 1,230,754,587.54

This consists of the salaries and wages paid to staff of Abi 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.

5. OVERHEAD COST – ₦80,733,492.60

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

CODE	DETAILS	COUNCIL ACTUAL	JOINT COMMITMENT	TOTAL OPERATING EXPENSES 2018
		N	N	N
431200	TRAVEL & TRANSPORT	2,634,300.00	-	2,634,300.00
431300	UTILITIES	350,000.00	-	350,000.00
431400	MATERIALS & SUPPLIES	2,133,750.00	-	2,133,750.00
431500	MAINTENANCE, REPAIRS & SERVICES	394,500.00	-	394,500.00
431600	TRAINING & STAFF DEVELOPMENT	-	-	-
431700	CONSULTANCY & PROFESSIONAL SERVICES	225,000.00	-	225,000.00
431800	FINANCE EXPENSES	3,346.00	-	3,346.00
431900	ENTERTAINMENT & HOSPITALITY	1,068,000.00	-	1,068,000.00
432100	OTHER SERVICES	2,028,600.00	71,677,777.78	73,706,377.78
432200	GRANT AND SUBMISSION	-	-	-
115000	DEBT SERVICING	210,119.06	-	-
-	REFUND OF JACC	210,119.06	-	210,119.06
TOTAL		9,055,715.82	71,677,777.78	80,733,492.60

6. STATUTORY DEDUCTIONS – ₦6,732,783.16

This is made up of 31% Statutory deductions made from Abi Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	LGC	AGENCY	AMOUNT (=N=)
1	ABI	1% Ministry of Local Government for Administration	6,732,783.16
		TOTAL	6,732,783.16

7. JAAC CHARGES – NIL

This represents Joint Commitments of Abi Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

8. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE - N461,276,214.28

During the year under review, the Abi LGC spent a total sum of N461.2 (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular and Chart format;

CODE	DETAILS	COUNCIL'S COMMITMENTS	DIRECT COUNCIL'S	TOTAL CAPITAL EXPENDITURE
		₦	₦	₦
31000	WATER SUPPLY	60,000.00	-	60,000.00
32000	SEWAGE / DRAINAGE	-	-	-
33000	HOUSING	227,000.00	-	227,000.00
34000	TOWN & COUNTRY PLANNING	-	-	-
35000	ENVIRONMENT & REFUSE DISPOSAL	200,000.00	-	200,000.00
30000	TOTAL EXPENDITURE ON ENVIRONMENTAL & REGIONAL DEVELOPMENT SECTOR	487,000.00	-	487,000.00
	SUB TOTAL	-	-	487,000.00
40000	GENERAL ADMINISTRATION SECTOR	310,000.00	231,868,888.88	232,178,888.88
	GRAND TOTAL	192,306,214.29	268,979,999.99	461,286,214.28

9. INVESTMENT EXPENDITURE – N27,777,777.78

Investment expenditure represents the total aggregate payouts on behalf of Abi Councils by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was N27,777,777.78 in Cross River State Micro Finance Bank Limited (CRMFB).

10. DEPOSITS RECEIVED AND REMITTED – NIL & N1,786,831.46

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

11. TAXES RECEIVED AND REMITTED – ₦20,621,642.86 & ₦ (19,872,857.14)

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.

TAXES RECEIVED AND REMITTED			
S/N	LGC	TAXES RECEIVED	TAXES REMITTED
1	ABI	20,621,642.86	(19,872,857.14)
	TOTAL	20,621,642.86	(19,872,857.14)

12. REPAYMENT OF BORROWINGS – ₦27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Abi LGC and the amount repaid during the period as seen below;

PROCEEDS OF BORROWINGS AND REPAYMENTS			
S/NO	LGC	CRSG LOAN	REPAYMENT
1	ABI	-	27,777,777.77

13. OVERDRAFT RECEIVED AND REPAID - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid. See details below.

14. CASH AND CASH EQUIVALENTS – ₦38,852,482.95

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Abi Local Government Council Cash Books as at 31st December 2018.

15. RECEIVABLES – ₦ – 316,411,882.96

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

RECEIVABLES (10	AMOUNT (₦)
Balance Brought Forward	218,900,183.31
2018 Unpaid 10%	97,511,699.65
Remittance for the Period	
Balance Carried forward	316,411,882.96

16. INVESTMENTS – ₦158,987,724.67

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

**17. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND
- ₦ 105,737,622.93**

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

18. DEPOSITS – ₦16,350,756.01

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 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	RETENTION DEPOSIT	12,263,900.00	-	-	12,263,900.00
2	NATIONAL HOUSING FUND (NHF)	532,213.22	-	-	532,213.22
3	UNCLAIMED SALARIES	1,767,811.33	1,786,831.46	-	3,554,642.79
TOTAL		14,563,924.55	1,786,831.46	-	16,350,756.01

19. SHORT TERM LOANS AND DEBTS – NIL

This represents loans owed to various banks by Abi Local Governments.

20. UNREMITTED DEDUCTIONS – ₦ 588,576,733.86

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

21. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – ₦545,903,019.08

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

22. RESERVES - ₦ 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Abi Local Government in its Financial Statements for the purposes of disclosure

23. PAYABLES – ₦19,297,158.97

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Abi LGCs as at 31st December 2018.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	5% CONTRACTORS' TAX	9,801,752.19	9,356,071.43	9,236,428.57	9,921,395.05
2	5% VALUE ADDED TAX (VAT)	8,753,621.06	9,356,071.43	9,236,428.57	8,873,263.92
3	1% STAMP DUTY	-	1,909,500.00	1,407,000.00	502,500.00
TOTAL		18,555,373.25	20,621,642.86	19,879,857.14	19,297,158.97

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF ABI LOCAL GOVERNMENT FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**AKAMKPA LOCAL GOVERNMENT
COUNCIL**

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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

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 (Cash 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 2018 and its operations for the period ended on that date.


.....
CHAIRMAN

18th September 2020
.....
DATE


.....
THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020
.....
DATE



The Chairman,
Akamkpa Local Government Council,
AKAMKPA.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF AKAMKPA LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

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 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 Akamkpa Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.

.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



AKAMKPA LOCAL GOVERNMENT, AKAMKPA

STATEMENT OF ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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.

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

AKAMKPA LOCAL GOVERNMENT, AKAMKPA
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,862,363,836.06	1,231,707,785.72
Government Share of VAT	362,265,498.20	325,894,198.53
Excess Crude		10,044,636.41
Other Revenue	71,406,796.27	147,751,166.24
Internally Generated Revenue (Non-Tax Revenue)	187,145,015.25	178,779,013.14
Redistribution from JAAC		-
10% State IGR (Non-Tax Revenue)		-
Total Inflows from Operating Activities	2,483,181,145.78	1,894,176,800.04
Outflows:		
Salaries and Wages (Social Benefits)	1,309,354,651.24	1,553,241,204.31
Overhead Cost	6,732,784.46	155,067,238.98
Statutory Deductions	182,089,974.33	3,204,310.49
JAAC Charges	488,141,384.92	89,816,332.72
Total Outflows from Operating Activities	1,986,318,794.95	1,801,329,086.50
Net Cashflow from Operating Activities	496,862,350.83	92,847,713.54
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE		-
Proceeds from Sale of Investment Property	-	-
Capital Expenditure (Purchase/Construction of PPE)	(421,232,671.11)	(115,676,616.66)
Investment Expenditure	(27,777,777.78)	-
Net Cashflow from Investing Activities	(449,010,448.89)	(115,676,616.66)
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received		-
Miscellaneous Deposits Remitted	-	-
Taxes Received	-	-
Tax Remitted	-	-
Proceeds from Borrowings (CRSG Loan)	-	57,664,596.58
Repayment of Borrowings	(27,777,777.77)	(33,333,333.33)
Overdraft Received	-	-
Overdraft Repayment	-	-
Net Cash Flow from Financing Activities	(27,777,777.77)	24,331,263.25
Net Cash Flow from All Activities	20,074,124.17	1,502,360.13
Cash and its Equivalent as at 01 Jan 2018	3,714,377.81	2,212,018.07
Cash and its Equivalent as at 31 Dec 2018	23,788,501.98	3,714,377.81

AKAMKPA LOCAL GOVERNMENT, AKAMKPA
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
	₦	₦
ASSETS		
<u>Current Assets:</u>		
Cash and Cash Equivalents	23,788,501.98	3,714,377.81
Receivables	316,411,882.96	218,900,183.31
Inventories	-	-
Prepayments	-	-
Total Current Assets (A)	340,200,384.94	222,614,561.12
<u>Non-Current Assets</u>		
Long-Term Loans	-	-
Investments	158,878,724.67	106,389,085.90
Property, Plant & Equipment	-	-
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	200,126,708.93
Total Assets (A) + (B)	604,816,732.54	422,741,269.95
LIABILITIES		
<u>Current Liabilities</u>		
Deposits	-	-
Short term Loans & Debts	-	-
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	11,637,111.88	11,637,111.88
Total Current Liabilities (C)	600,213,845.74	408,993,012.59
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,019.08	573,680,797.86
Internal Loans (Public Funds)	-	-
Long Term Provisions	-	-
Total Non-Current Liabilities (D)	545,903,019.08	573,680,797.86
Total Liabilities (C) + (D)	1,146,116,864.82	982,673,810.45
Net Assets (Total Assets - Total Liabilities)	-541,300,132.28	(559,932,540.50)
NET ASSETS / EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(905,361,206.29)	(738,202,383.42)
Total Net Assets/Equity	(541,300,132.28)	(559,932,540.50)

AKAMKPA LOCAL GOVERNMENT, AKAMKPA
STATEMENT OF FINANCIAL PERFORMANCE FOR AKAMKPA LOCAL GOVERNMENT
COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
	RECEIPTS:				
1,715,397,786.90	Government Share of FAAC (Statutory Allocation)	1	2,296,036,130.53	3,121,125,130.04	825,088,999.51
178,779,013.14	Internally Generated Revenue	2	187,145,015.25	323,616,676.00	136,471,660.75
-	Redistribution from JAAC (Other Revenues)	3	-	-	-
-	Cross River State Government Loan	11	-	-	-
1,894,176,800.04	Total Revenue (A)		2,483,181,15.78	3,444,741,806.04	961,560,660.25
	EXPENDITURE				
1,553,241,204.31	Salaries and Wages	4	1,309,354,651.24	1,451,237,791.00	141,883,139.76
3,204,310.49	Statutory Deductions	6	182,089,974.33	562,627,000.00	380,537,025.67
155,067,238.98	Overhead Cost	5	6,732,784.46	34,587,617.00	27,854,832.54
89,816,332.72	JAAC Charges	7	488,141,384.92	-	(488,141,384.92)
115,676,616.69	Capital Expenditure	8	421,232,671.11	800,000,407.00	378,767,735.89
-	Investment Expenditure	9	27,777,777.78	-	(27,777,777.780)
1,917,005,703.16	Total Expenditure (B)		2,435,329,243.84	2,848,452,815.00	413,123,571.16
(22,828,903.12)	Surplus/Deficit from Operating Activities (A-B)		47,851,901.94	596,288,991.04	
	Gain/Loss on Disposal of Assets				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary Activities				
(22,828,903.12)	Net Surplus/Deficit for the Period		47,851,901.94		

AKAMKPA LOCAL GOVERNMENT, AKAMKPA

NOTES TO THE FINANCIAL STATEMENTS**1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION)****₦1,862,363,836.06**

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

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENNUE	TOTAL
1	JAN.	147,220,519.81	27,532,657.01	-	517,081.45	183,757,870.91
2	FEB.	145,937,490.89	32,246,905.81	-		178,184,396.70
3	MARCH	150,829,468.86	29,691,725.13	-	205,300.86	180,726,494.84
4	APRIL	129,875,986.30	28,342,539.80	-	17,063,900.68	175,282,426.78
5	MAY	161,983,380.84	28,886,943.19	-	131,392.05	191,001,716.08
6	JUNE	157,491,238.11	30,745,712.35	-		188,236,950.46
7	JULY	163,989,769.19	28,702,972.65	-	15,772,494.93	209,684,041.84
8	AUG.	158,119,029.90	26,572,175.40	-	16,194,298.60	191,521,143.96
9	SEPT..	161,134,801.26	37,898,202.72	-		199,077,731.26
10	OCT.	154,265,255.77	26,303,029.03	-	1,381,038.82	182,025,182.67
11	NOV.	166,795,541.17	35,160,153.15	-		202,177,356.59
12	DEC.	164,712,353.96	30,182,121.95	-	20,141,288.88	214,304,271.04
	TOTAL	1,862,363,836.06	362,265,498.20	-	71,406,796.27	2,296,036,130.33

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –N362,265,498.20

This represents Federal Revenue arising from Value Added Tax (VAT) of Akamkpa Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE – NIL

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, of Akamkpa Local Government Council for the year ended 31st December 2018.

1(D) OTHER REVENUE –N71,406,796.27

This represents revenue other than statutory receipts from the Federation of Akamkpa Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – N187,145,015.25

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Akamkpa Local Government Council for the year ended 31st December 2018.

CODE	DETAILS	ACTUAL 2018
		N
101000	TAXES	3,319,677.50
102000	RATES	220,000.00
103000	LOCAL LICENCE FEES	729,500.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	180,599,055.33
105000	RENT ON GOVERNMENT PROPERTY	553,160.00
106000	INTEREST ON DIVIDENDS	
107000	REIMBURSEMENT	
108000	MISCELLANEOUS	2,723,622.42
	TOTAL	187,145,015.25

3. REDISTRIBUTION FROM JAAC – NIL

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

4. SALARIES AND WAGES – ₦ 1,309,354,651.24

This consists of the salaries and wages paid to staff of Akamkpa 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 (SOCIAL BENEFITS)		
S/N	DESCRIPTION	AMOUNT (₦)
1	Council Staff Salaries	271,693,411.82
2	Primary Health Care Salaries	222,166,655.32
3	Local Government Education Authority	563,184,083.35
4	Non-Pensionable Allowance	12,000,000.00
5	Pension Contribution	239,310,500.75
	TOTAL	1,309,354,651.24

5. OVERHEAD COST – ₦182,089,974.33

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

CODE	DESCRIPTION	ACTUAL PAID BY COUNCIL 2018	OTHER COUNCILS COMMITMENTS PAID THROUGH JAAC	TOTALS
		=N=	=N=	=N=
431200	TRAVEL AND TRANSPORT	5,517,000.00	-	5,512,000.00
431300	UTILITIES	100,000.00	-	100,000.00
431400	MATERIALS & SUPPLIES	10,145,000.00	-	10,145,000.00
431500	MAINTENANCE & SERVICES	5,649,500.00	888,333.33	6,537,833.33
431600	TRAINING & STAFF DEVELOPMENT	1,820,000.00	13,888.89	1,833,888.89
431700	CONSULTANCY & PROF. SERVICES	190,000.00	444,444.44	634,444.44
431800	FINANCE EXPENSES	18,280.70	6,000.00	24,280.70
431900	ENTERTAINMENT & HOSPITALITY	20,754,000.00	-	20,754,000.00
432100	OTHER SERVICES	76,708,477.40	38,090,049.62	114,798,527.02
115000	CONSOLIDATED REV. FUND CH.	21,745,000.00	-	21,745,000.00
432200	LOAN REPAYMENT	-	-	-
TOTAL		143,540,300.0	38,549,674.26	182,089,974.33

6. STATUTORY DEDUCTIONS – N6,732,784.46

This is made up of 31% Statutory deductions made from Akamkpa Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	LGC	AGENCY	AMOUNT (=N=)
1	AKAMKPA	1% Ministry of Local Government for Administration	6,732,784.46
		TOTAL	6,732,784.46

7. JAAC CHARGES – N488,141,384.92

This represents Joint Commitments of Akamkpa Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

8. INVESTMENT EXPENDITURE – N27,777,777.78

Investment expenditure represents the total aggregate payouts on behalf of Akamkpa Councils by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was N27,777,777.78 in Cross River State Micro Finance Bank Limited (CRMFB).

9. DEPOSITS RECEIVED AND REMITTED – NIL Deposits received represent the retention fees and unpaid contract sums for contracts awarded by Akamkpa council during the year while Deposits remitted represent the aforementioned amounts actually paid out.

10. TAXES RECEIVED AND REMITTED – NIL

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.

11. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE) - N421,232,671.11

During the year under review, the Akamkpa LGC spent a total sum of N421.2m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular

HEAD	DETAILS	2018 ACTUAL PAID BY COUNCIL	OTHER COUNCIL COMMITMENT PAID THROUGH JAAC	TOTAL
		=N=	=N=	=N=
ECONOMIC SECTOR				
11000	AGRICULTURE	562,000.00	-	562,000.00
12000	LIVESTOCK & VERTERNARY	150,000.00	-	150,000.00
16000	ENERGY (FUEL & POWER)	894,400.00	-	894,400.00
17000	COMMERCE & FINANCE	48,557,240.00	-	48,357,240.00
19000	CULTURE & TOURISM	1,050,000.00	2,000,000.00	3,050,000.00
SUB TOTAL		51,213,640,000.00	2,000,000.00	53,213,640.00
SOCIAL SERVICES SECTOR				
22000	HEALTH	11,970,000.00	-	11,970,000.00
24000	SOCIAL DEV. YOUTH & SPORT	10,360,000.00	3,000,000.00	13,360,000.00
SUB TOTAL		22,330,000.00	3,000,000.00	25,330,000.00
ENV. & REGIONAL DEVELOPMENT SECTOR				
31000	WATER SUPPLY	27,130,000.00	-	27,130,000.00
33000	HOUSING	5,800,000.00	-	5,800,000.00
35000	ENV. & REFUSE DISPOSAL	19,090,000.00	-	19,090,000.00
SUB TOTAL		52,020,000.00	-	52,020,000.00
40000	GENERAL ADMINISTRATION	14,170,000.00	149,499,031.11	163,669,031.11
GRAND TOTAL		139,733,640.00	281,498,031.11	421,231,671.11

12. REPAYMENT OF BORROWINGS – 27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Akamkpa LGC was NIL

13. OVERDRAFT RECEIVED AND REPAID - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid.

14. CASH AND CASH EQUIVALENTS – ₦23,788,501.98

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Akamkpa Local Government Council Cash Books as at 31st December 2018.

15. RECEIVABLES – ₦ – 316,411,882.96

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

	RECEIVABLES (10	AMOUNT (₦)
Balance Brought Forward		218,900,183.31
2018 Unpaid 10%		97,511,699.65
Remittance for the Period		
Balance Carried forward		316,411,882.96

16. INVESTMENTS – ₦158,887,724.67

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

17. DEPOSITS – NIL

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.

18. SHORT TERM LOANS AND DEBTS – NIL

This represents loans owed to various banks by Akamkpa Local Governments.

19. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND**- ₦ 105,737,622.93**

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

20. UNREMITTED DEDUCTIONS – ₦ 588,576,733.86

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

21. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – ₦545,903,019.08

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

22. RESERVES - ₦ 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Akamkpa Local Government in its Financial Statements for the purposes of disclosure.

23. PAYABLES – N11,637,111.88

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Akamkpa LGCs as at 31st December 2018.

S/NO.	DETAIL	BALANCE AS AT 1/1/2018	ADDITION (AS IN CASHFLOW STATEMENT)	REMITTANCE (AS IN CASHFLOW STATEMENT)	BALANCE AS AT 31/12/2018
		=N=	=N=	=N=	=N=
1	WITHHOLDING TAX (WHT)	5,620,434.39	-	-	5,620,434.39
2	VALUE ADDED TAX (VAT)	5,620,434.39	-	-	5,620,434.39
3	STAMP DUTY	396,243.10	-	-	396,243.10
	TOTAL	11,637,111.88	-	-	11,637,111.88

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF AKAMKPA LOCAL GOVERNMENT FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**AKPABUYO LOCAL GOVERNMENT
COUNCIL**

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 104-106 have been examined under my direction, which have been prepared under the accounting policies set out on pages 98-103.

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

- (iii) The books of Accounts had been properly kept.
- (iv) 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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

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 (Cash 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 2018 and its operations for the period ended on that date.

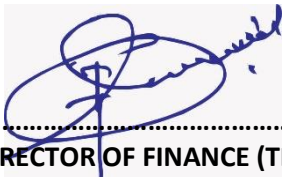


.....

CHAIRMAN

18th September 2020

.....
DATE



.....

THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020

.....
DATE



The Chairman,
Akpabuyo Local Government Council,
IKOT NAKANDA.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF AKPABUYO LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 104 to 106 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

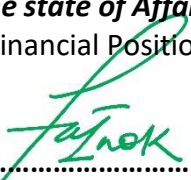
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

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 Akpabuyo Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.


.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA

STATEMENT OF ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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.

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

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,782,827,140.69	1,182,001,605.25
Government Share of VAT	456,684,616.97	409,703,819.09
Excess Crude	8,037,992.37	9,615,674.91
Other Revenue	60,265,278.26	142,988,352.90
Internally Generated Revenue (Non-Tax Revenue)	69,596,516.84	67,535,915.50
Redistribution from JAAC	-	-
10% State IGR (Non-Tax Revenue)	-	-
Total Inflows from Operating Activities	2,377,411,545.13	1,811,845,367.65
Outflows:		
Salaries and Wages (Social Benefits)	835,430,568.65	836,455,213.41
Overhead Cost	6,732,783.46	77,548,188.10
Statutory Deductions	15,727,096.87	3,204,310.49
JAAC Charges	920,716,120.63	867,595,273.73
Total Outflows from Operating Activities	1,778,606,569.61	1,784,802,985.73
Net Cashflow from Operating Activities	598,804,975.52	27,042,381.92
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE		-
Proceeds from Sale of Investment Property		-
Capital Expenditure (Purchase/Construction of PPE)	(421,232,671.11)	(90,510,279.48)
Investment Expenditure	(27,777,777.77)	
Net Cashflow from Investing Activities	(449,010,448.88)	(90,510,279.48)
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received	-	-
Miscellaneous Deposits Remitted	-	(1,692,114.66)
Taxes Received	-	-
Tax Remitted	-	-
Proceeds from Borrowings (CRSG Loan)	-	57,664,696.69
Repayment of Borrowings	(27,777,777.77)	(33,333,333.33)
Overdraft Received	-	-
Overdraft Repayment	-	-
Net Cash Flow from Financing Activities	(27,777,777.77)	22,639,248.70
Net Cash Flow from All Activities	122,016,748.87	(40,828,648.86)
Cash and its Equivalent as at 01 Jan 2018	(242,941,364.31)	(202,112,715.45)
Cash and its Equivalent as at 31 Dec 2018	(120,924,615.44)	(242,941,364.31)

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
	₦	₦
ASSETS		
<u>Current Assets:</u>		
Cash and Cash Equivalents	(120,924,615.44)	(242,941,364.31)
Receivables	316,411,882.96	218,900,183.31
Inventories	-	-
Prepayments	-	-
Total Current Assets (A)	195,487,267.52	(24,041,181.00)
<u>Non-Current Assets</u>		
Long-Term Loans	-	
Investments	158,878,724.67	106,884,085.00
Property, Plant & Equipment	-	-
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	200,621,707.93
Total Assets (A) + (B)	460,103,615.12	176,580,526.93
LIABILITIES		
<u>Current Liabilities</u>		
Deposits	1,690,114.66	1,692,114.66
Short term Loans & Debts	643.06	13,068.68
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	10,381,381.19	10,381,381.19
Total Current Liabilities (C)	600,648,872.77	409,442,465.24
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,120.08	573,680,797.86
Internal Loans (Public Funds)	-	-
Long Term Provisions	-	-
Total Non-Current Liabilities (D)	545,903,120.08	573,680,797.86
Total Liabilities (C) + (D)	1,146,551,992.85	983,123,263.10
Net Assets (Total Assets - Total Liabilities)	(686,448,377.73)	(806,542,736.17)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(1,050,509,451.74)	(984,812,579.09)
Total Net Assets/Equity	(686,448,377.73)	(806,542,736.17)

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA
STATEMENT OF FINANCIAL PERFORMANCE FOR AKPABUYO LOCAL GOVERNMENT
COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
	RECEIPTS:				
1,744,309,452.15	Government Share of FAAC (Statutory Allocation)	1	2,307,815,028.29	1,984,741,397.00	323,073,631.29
67,535,915.50	Internally Generated Revenue	2	69,596,516.84	82,726,151.00	(13,129,634.16)
	Redistribution from JAAC (Other Revenues)	3			
	Cross River State Government Loan	11			
1,811,845,367.65	Total Revenue (A)		2,377,411,545.13	2,067,467,548.00	309,943,997.13
	EXPENDITURE				
836,455,213.41	Salaries and Wages	4	835,430,568.65	971,266,834.00	135,836,265.35
3,204,310.49	Statutory Deductions	6	6,732,783.46	831,346,906.00	824,614,122.54
77,548,188.10	Overhead Cost	5	15,727,096.87	23,078,150.28	7,351,053.41
867,595,273.73	JAAC Charges	7	920,716,120.63	-	(920,716,120.63)
90,510,279.48	Capital Expenditure	8	421,232,671.11	241,776,657.72	(179,456,013.39)
	Investment Expenditure	9	27,777,777.77	-	(27,777,777.77)
1,875,313,265.21	Total Expenditure (B)		2,227,617,018.49	2,067,467,548.00	
(63,467,897.56)	Surplus/Deficit from Operating Activities (A-B)		149,794,526.64		
	Gain/Loss on Disposal of Assets				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary Activities				
(63,467,897.56)	Net Surplus/Deficit for the Period		149,794,526.64		

AKPABUYO LOCAL GOVERNMENT, IKOT NAKANDA
NOTES TO THE FINANCIAL STATEMENTS

1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION)

₦1,782,827,140.69

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

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENUE	TOTAL
1	JAN.	140,934,588.30	34,804,831.86	8,037,992.37	582,151.47	184,359,564.00
2	FEB.	139,708,361.81	40,617,530.94	-	0.00	180,325,892.75
3	MARCH	144,389,468.86	37,438,802.01	-	196,533.38	182,024,804.25
4	APRIL	124,330,772.29	35,591,884.00	-	16,335,177.74	176,257,834.03
5	MAY	155,067,003.52	36,411,377.72	-	125,780.88	191,604,162.12
6	JUNE	150,766,700.12	38,837,176.66	-	0.00	189,603,876.78
7	JULY	156,967,707.99	36,094,561.30	-	8,648,520.03	201,710,789.32
8	AUG.	151,367,681.73	33,484,304.11	-	14,155,419.98	199,007,405.82
9	SEPT..	154,254,662.98	47,818,803.05	-	0.00	202,073,466.03
10	OCT.	147,678,485.07	33,158,698.14	-	1,437,497.46	182,274,680.67
11	NOV.	159,673,657.98	44,269,510.75	-	0.00	203,943,168.73
12	DEC.	157,688,050.04	38,157,136.43	-	18,784,197.32	214,629,383.79
	TOTAL	1,782,827,140.69	456,684,616.97	8,037,992.37	60,265,278.26	2,307,815,028.29

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –N456,684,616.97

This represents Federal Revenue arising from Value Added Tax (VAT) of Akpabuyo Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE – N8,037,992.37

This represents the 18 LGAs share of Federal Excess Crude revenue of Akpabuyo Local Government Council for the year ended 31st December 2018.

1(D) OTHER REVENUE –N60,265,278.26

This represents revenue other than statutory receipts from the Federation of Akpabuyo Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – N69,596,516.84

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Akpabuyo Local Government Council for the year ended 31st December 2018.

CODE	DETAILS	2018
		N
101000	TAXES	16,500.00
102000	RATES	63,837,243.34
103000	LOCAL LICENCE FEES	1,026,500.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	2,555,500.00
105000	RENT ON GOVERNMENT PROPERTY	964,000.00
108000	MISCELLANEOUS	1,196,773.50
	TOTAL	69,596,516.84

3. REDISTRIBUTION FROM JAAC – NIL

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

4. SALARIES AND WAGES – ₦ 835,430,568.65

This consists of the salaries and wages paid to staff of Akpabuyo 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 (SOCIAL BENEFITS)		
S/N	DESCRIPTION	AMOUNT (₦)
1	Council Staff Salaries	174,101,736.23
2	Primary Health Care Salaries	148,781,970.37
3	Local Government Education Authority	273,236,361.30
4	Traditional Rulers Stipend	
5	Pension Contribution	239,310,500.75
	TOTAL	835,430,568.65

5. OVERHEAD COST – ₦15,727,096.87

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

CODE	DETAILS	COUNCIL'S COMMITMENTS PAID THROUGH JAAC	DIRECT COUNCIL'S EXPENDITURE	TOTAL OPERATING EXPENSES 2018
431200	TRAVEL & TRANSPORT		521,500.00	521,500.00
431300	UTILITIES		10,000.00	10,000.00
431400	MATERIALS & SUPPLIES		1,406,589.19	1,406,589.19
431500	MAINTENANCE, REPAIRS & SERVICES		1,046,000.00	1,046,000.00
431600	TRAINING & STAFF DEVELOPMENT		255,000.00	255,000.00
431700	CONSULTANCY & PROFESSIONAL SERVICES		840,000.00	840,000.00
431800	FINANCE EXPENSES		2,633,119.66	2,633,119.66
431900	ENTERTAINMENT & HOSPITALITY		1,395,000.00	1,395,000.00
432100	OTHER SERVICES	3,346,666.66	4,273,221.36	7,619,888.02
432200	GRANTS, CONTRIBUTION, SUBVENTION AND SUBSCRIPTION			
115000	CONSOLIDATED REVENUE FUND CHARGES			
	TOTAL	3,346,666.66	12,380,430.21	15,727,096.87

6. STATUTORY DEDUCTIONS – ₦6,732,784.46

This is made up of 31% Statutory deductions made from Akpabuyo Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	LGC	AGENCY	AMOUNT (=N=)
1	AKPABUYO	1% Ministry of Local Government for Administration	6,732,783.16
		TOTAL	6,732,783.16

7. JAAC CHARGES – ₦920,716,120.23

This represents Joint Commitments of Akpabuyo Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

S/N	LGC	AGENCY	AMOUNT (=N=)
1	AKPABUYO	JAAC CHARGES	920,716,120.23
		TOTAL	920,716,120.23

8. DEPOSITS RECEIVED AND REMITTED – NIL

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

9. TAXES RECEIVED AND REMITTED – NIL

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.

10. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE) - N421,232,671.11

During the year under review, the Akpabuyo LGC spent a total sum of N421.2m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular

HEAD	DETAILS	2018 ACTUAL PAID BY COUNCIL	OTHER COUNCIL COMMITMENT PAID THROUGH JAAC	TOTAL
		=N=	=N=	=N=
ECONOMIC SECTOR				
11000	AGRICULTURE	562,000.00	-	562,000.00
12000	LIVESTOCK & VERTERNARY	150,000.00	-	150,000.00
13000	FORESTRY	-	-	-
14000	FISHERIES	-	-	-
15000	MANUFACTURING & CRAFT	-	-	-
16000	ENERGY (FUEL & POWER)	894,400.00	-	894,400.00
17000	COMMERCE & FINANCE	48,557,240.00	-	48,357,240.00
18000	TRANSPORTATION	-	-	-
19000	CULTURE & TOURISM	1,050,000.00	2,000,000.00	3,050,000.00
SUB TOTAL		51,213,640,000.00	2,000,000.00	53,213,640.00
SOCIAL SERVICES SECTOR				
21000	EDUCATION	-	-	-
22000	HEALTH	11,970,000.00	-	11,970,000.00
23000	INFORMATION	-	-	-
24000	SOCIAL DEV. YOUTH & SPORT	10,360,000.00	3,000,000.00	13,360,000.00
SUB TOTAL		22,330,000.00	3,000,000.00	25,330,000.00
ENV. & REGIONAL DEVELOPMENT SECTOR				
31000	WATER SUPPLY	27,130,000.00	-	27,130,000.00
32000	SEWAGE AND DRAINAGE	-	-	-
33000	HOUSING	5,800,000.00	-	5,800,000.00
34000	TOWN & COUNTRY PLAN.	-	-	-
35000	ENV. & REFUSE DISPOSAL	19,090,000.00	-	19,090,000.00
SUB TOTAL		52,020,000.00	-	52,020,000.00
40000	GENERAL ADMINISTRATION		149,499,031.11	
GRAND TOTAL		139,733,640.00	281,498,031.11	421,231,671.11

11. INVESTMENT EXPENDITURE – N27,777,777.77

Investment expenditure represents the total aggregate payouts on behalf of Akpabuyo Councils by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was N27,777,777.77 in Cross River State Micro Finance Bank Limited (CRMFB).

12. REPAYMENT OF BORROWINGS – ₦=27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Akpabuyo LGC and the amount repaid during the period as seen below;

13. OVERDRAFT RECEIVED AND REPAID - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid. See details below.

14. CASH AND CASH EQUIVALENTS – ₦ (120,924,615.44)

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Akpabuyo Local Government Council Cash Books as at 31st December 2018.

15. RECEIVABLES – ₦ – 316,411,882.96

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

RECEIVABLES (10)	AMOUNT (₦)
Balance Brought Forward	218,900,183.31
2018 Unpaid 10%	97,511,699.65
Remittance for the Period	
Balance Carried forward	316,411,882.96

16. INVESTMENTS – ₦158,987,724.67

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

17. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND**- N 105,737,622.93**

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

18. DEPOSITS – 1,690,114.66

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 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	UNCLAIMED SALARIES	1,690,114.66	-	-	1,690,114.66
TOTAL		1,690,114.66	-	-	1,690,114.66

19. SHORT TERM LOANS AND DEBTS – N 643.03

This represents loans owed to various banks by Akpabuyo Local Government.

20. UNREMITTED DEDUCTIONS – ₦ 588,576,733.86

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

21. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – ₦545,903,019.08

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

22. RESERVES - ₦ 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Akpabuyo Local Government in its Financial Statements for the purposes of disclosure.

23. PAYABLES – ₦10,381,381.19

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 2018.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	5% CONTRACTORS' TAX	5,421,707.94	-	-	5,421,707.94
2	5% VALUE ADDED TAX (VAT)	4,959,673.25	-	-	4,959,673.25
TOTAL		10,381,381.19	-	-	10,381,381.19

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF AKPABUYO LOCAL GOVERNMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**BAKAASI LOCAL GOVERNMENT
COUNCIL**

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 125-127 have been examined under my direction, which have been prepared under the accounting policies set out on pages 119-124.

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

- (v) The books of Accounts had been properly kept.
- (vi) 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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

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 (Cash 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 2018 and its operations for the period ended on that date.


.....
CHAIRMAN

18th September 2020
.....
DATE


.....
THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020
.....
DATE



The Chairman,
Bakassi Local Government Council,
NEW OBUTONG.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF BAKASSI LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 125 to 127 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 Bakassi Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.

.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



BAKASSI LOCAL GOVERNMENT, NEW OBUTONG

STATEMENT OF ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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.

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

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,150,468,534.94	764,160,721.61
Government Share of VAT	269,047,526.65	225,631,621.12
Excess Crude	-	-
Other Revenue	44,179,483.68	110,079,162.74
Internally Generated Revenue (Non-Tax Revenue)	8,490,200.00	10,250,229.66
Redistribution from JAAC	-	-
10% State IGR (Non-Tax Revenue)	-	-
Total Inflows from Operating Activities	1,472,185,745.27	1,110,121,735.13
Outflows:		
Salaries and Wages (Social Benefits)	727,741,376.83	814,617,229.22
Overhead Cost	6,732,783.46	37,624,600.17
Statutory Deductions	30,969,447.69	3,204,310.49
JAAC Charges	334,508,051.65	300,143,360.49
Total Outflows from Operating Activities	1,099,951,659.63	1,155,589,500.37
Net Cashflow from Operating Activities	372,234,085.64	(45,467,765.24)
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE	-	-
Proceeds from Sale of Investment Property	-	-
Capital Expenditure (Purchase/Construction of PPE)	(316,741,833.33)	(15,477,897.99)
Investment Expenditure	(27,777,777.78)	
Net Cashflow from Investing Activities	(344,519,611.11)	(15,477,897.99)
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received	-	-
Miscellaneous Deposits Remitted	-	-
Taxes Received	-	-
Tax Remitted	-	-
Proceeds from Borrowings (CRSG Loan)	-	57,664,696.68
Repayment of Borrowings	(27,777,777.77)	(33,333,333.33)
Overdraft Received	-	-
Overdraft Repayment	-	-
Net Cash Flow from Financing Activities	(27,777,777.77)	22,331,363.35
Net Cash Flow from All Activities	(63,303.24)	(38,614,299.88)
Cash and its Equivalent as at 01 Jan 2018	(35,029,090.27)	3,585,209.61
Cash and its Equivalent as at 31 Dec 2018	(35,092,393.51)	(35,029,090.27)

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
	₦	₦
ASSETS		
<u>Current Assets:</u>		
Cash and Cash Equivalents	(35,092,393.51)	(35,029,090.27)
Receivables	316,411,882.96	218,900,183.31
Inventories	-	-
Prepayments	-	-
Total Current Assets (A)	281,319,489.45	183,871,093.04
<u>Non-Current Assets</u>		
Long-Term Loans	-	-
Investments	158,878,724.67	106,884,085.90
Property, Plant & Equipment	-	-
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	200,621,708.83
Total Assets (A) + (B)	545,935,837.05	384,492,801.87
LIABILITIES		
<u>Current Liabilities</u>		
Deposits	3,864,260.68	3,864,250.68
Short term Loans & Debts	-	-
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	4,807,398.34	4,807,398
Total Current Liabilities (C)	597,248,392.88	406,027,549.39
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,120.08	573,680,797.86
Internal Loans (Public Funds)	-	-
Long Term Provisions	-	-
Total Non-Current Liabilities (D)	545,903,120.08	573,680,797.86
Total Liabilities (C) + (D)	1,143,151,512.96	979,708,347.25
Net Assets (Total Assets - Total Liabilities)	(597,215,675.91)	(595,215,545.38)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(961,276,749.92)	(773,485,388.30)
Total Net Assets/Equity	(597,215,675.91)	(595,215,545.38)

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG
STATEMENT OF FINANCIAL PERFORMANCE FOR BAKASSI LOCAL GOVERNMENT
COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL
=N=			=N=	=N=	=N=
	REVENUE				
	RECEIPTS:				
1,100,042,572.39	Government Share of FAAC (Statutory Allocation)	1	1,463,695,545.27	2,124,285.48	(660,509,472.73)
10,079,162.74	Internally Generated Revenue	2	8,490,200.00	15,869,877.0	(7,379,677.00)
-	Redistribution from JAAC (Other Revenues)	3			
-	Cross River State Government Loan	11			
1,110,121,735.13	Total Revenue (A)		1,472,185,745.27	2,140,154,895.00	(667,969,149.73)
	EXPENDITURE				
814,617,229.22	Salaries and Wages	4	727,741,376.83	646,736,846.00	(81,004,530.83)
3,204,310.49	Statutory Deductions	6	6,732,783.46	509,108,356.00	502,375,572.54
37,624,600.17	Overhead Cost	5	30,969,447.69	28,741,883.00	(2,227,564.69)
300,143,360.49	JAAC Charges	7	334,508,051.65	-	(334,508,051.65)
15,477,897.99	Capital Expenditure	8	316,741,833.33	776,559,473.00	459,817,639.67
-	Investment Expenditure	9	27,777,777.78	-	(27,777,777.78)
1,171,070,398.36	Total Expenditure (B)		1,444,471,270.74	1,961,146,558.00	516,675,287.26
(60,945,663.23)	Surplus/Deficit from Operating Activities (A-B)		27,714,474.53	179,008,337.00	
	Gain/Loss on Disposal of Assets				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary Activities				
(60,945,663.23)	Net Surplus/Deficit for the Period		27,714,474.53	179,008,337.00	

BAKASSI LOCAL GOVERNMENT, NEW OBUTONG**NOTES TO THE FINANCIAL STATEMENTS****1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION)**
₦1,150,468,534.94

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

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENNUE	TOTAL
1	JAN.	90,945,608.43	20,352,994.24	-	5,561,867.75	116,860,470.42
2	FEB.	90,153,128.74	23,982,766.56	-	-	114,135,895.30
3	MARCH	93,174,723.29	22,043,201.73	-	126,806.78	115,344,731.80
4	APRIL	80,232,529.15	21,185,417.25	-	10,539,742.72	111,957,689.12
5	MAY	100,064,083.75	21,458,229.83	-	81,156.03	121,603,469.61
6	JUNE	97,289,452.69	22,757,182.61	-	-	120,046,635.30
7	JULY	101,303,355.91	21,405,415.18	-	5,580,176.57	128,288,947.66
8	AUG.	97,677,216.56	19,747,978.49	-	9,133,324.85	126,558,519.90
9	SEPT..	99,539,947.41	28,103,806.12	-	-	127,643,753.53
10	OCT.	95,296,882.27	19,534,573.46	-	899,872.14	115,731,327.87
11	NOV.	103,036,377.88	26,167,394.54	-	136,690.26	129,340,462.68
12	DEC.	101,755,228.86	22,308,566.64	-	12,119,846.58	136,183,642.08
	TOTAL	1,150,468,534.94	269,047,526.65	-	44,179,483.68	1,463,695,545.27

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –N269,047,526.65

This represents Federal Revenue arising from Value Added Tax (VAT) for Bakassi Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE – NIL

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, for Bakassi Local Government Council for the year ended 31st December 2018.

1(D) OTHER REVENUE –N44,179,483.68

This represents revenue other than statutory receipts from the Federation for Bakassi Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – N8,490,200.00

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Bakassi Local Government Council for the year ended 31st December 2018.

CODE	DETAILS	ACTUAL 2018
		N
101000	TAXES	-
102000	RATES	881,000.00
103000	LOCAL LICENCE FEES	863,500.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	4,836,500.00
105000	RENT ON GOVERNMENT PROPERTY	1,574,500.00
106000	INTEREST ON DIVIDENDS	-
107000	REIMBURSEMENT	-
108000	MISCELLANEOUS	334,700.00
	TOTAL	8,490,200.00

3. REDISTRIBUTION FROM JAAC - NIL

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

4. SALARIES AND WAGES – ₦ 727,741,376.86

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.

SALARIES AND WAGES (SOCIAL BENEFITS)		
S/N	DESCRIPTION	AMOUNT (₦)
1	Council Staff Salaries	220,570,125.03
2	Primary Health Care Salaries	69,451,960.56
3	Local Government Education Authority	198,408,790.49
4	Traditional Rulers Stipend	
5	Pension Contribution	239,310,500.75
	TOTAL	727,741,376.83

5. OVERHEAD COST – ₦30,969,447.69

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

CODE	DETAILS	COUNCIL'S COMMITMENT PAID THROUGH JAAC 2018	DIRECT COUNCIL'S EXPENDITURE 2018	TOTAL OPERATING EXPENSES 2018
		N	N	N
431200	TRAVEL AND TRANSPORT	-	1,794,500.00	1,794,500.00
431300	UTILITIES	-		0.00
431400	MATERIALS AND SUPPLIES	-	930,000.00	930,000.00
431500	MAINTENANCES, REPAIRS AND SERVICES	-	47,000.00	47,000.00
431600	TRAINING AND STAFF DEVELOPMENT		464,000.00	464,000.00
431700	CONSULTANCY AND PROFESSIONAL SERVICES			0.00
431800	FINANCE EXPENSES		65,634.05	65,634.05
431900	ENTERTAINMENT AND HOSPITALITY			0.00
432100	OTHER SERVICES	8,024,444.44	19,440,869.20	27,465,313.64
115000	DEBT SERVICING	-	203,000.00	203,000.00
	TOTAL	8,024,444.44	22,945,003.25	30,969,447.69

6. STATUTORY DEDUCTIONS – ₦6,732,783.46

This is made up of 31% Statutory deductions made from Bakassi Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	LGC	AGENCY	AMOUNT (=N=)
1	BAKASSI	1% Ministry of Local Government for Administration	6,732,783.46
		TOTAL	6,732,783.46

7. JAAC CHARGES – N334,508,051.65

This represents Joint Commitments of Bakassi Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

9. INVESTMENT EXPENDITURE – ₦27,777,777.78

Investment expenditure represents the total aggregate payouts on behalf of Bakassi Councils by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was ₦27,777,777.78 in Cross River State Micro Finance Bank Limited (CRMFB).

10. REPAYMENT OF BORROWINGS – ₦27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Bakassi LGC and the amount repaid during the period/

11. INVESTMENTS – ₦158,987,724.67

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

12. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE) N316,741,833.33

During the year under review, the Bakassi LGC spent a total sum of N316.7m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular and Chart format;

CODE	DETAILS	COUNCIL'S COMMITMENT PAID THROUGH JAAC	DIRECT COUNCIL'S EXPENDITURE	TOTAL EXPENSE 2018
			N	N
16000	ENERGY (FUEL & POWER)		50,000.00	50,000.00
17001	IMPROVING MACHINERY FOR REVENUE GENERATION		519,200.00	519,200.00
17004	PREPARATION OF FINANCIAL REPORTS		32,000.00	32,000.00
17005	ESTABLISHMENT/DEVELOPMENT/MAINTENANCE OF MARKETS		380,000.00	380,000.00
18001	GRADINGS/CONSTRUCTION OF NEW ROADS		50,000.00	50,000.00
18002	MAINTENANCE/REHABILITATION OF ROADS		3,030,000.00	3,030,000.00
19001	CHRISTMAS/CARNVAL CELEBRATION	2,000,000.00	2,092,300.00	4,092,300.00
10000	TOTAL ON ECONOMIC SECTOR	2,000,000.00	6,153,500.00	8,153,500.00
22004	PROVISION OF EQUIPMENT, FURNITURE AND DRUGS FOR HEALTH CENTRES		20,000.00	20,000.00
22010	INTEGRATED MEASLES CAMPAIGN		25,000.00	25,000.00
22022	LG HEALTH INTERVENTION PRG-FREE MED/SURGICAL SERVICES		30,000.00	30,000.00
22025	OTHER HEALTH PROJECTS		44,000.00	44,000.00
23006	PUBLICITY OF LOCAL GOVERNMENT ACTIVITIES		4,500,000.00	4,500,000.00
24002	PROVISION OF YOUTH EMPOWERMENT SCHEME		21,000.00	21,000.00
24007	INDEPENDENCE DAY CELEBRATION	3,800,000.00	50,000.00	3,850,000.00
24008	YOUTH DAY CELEBRATION	500,000.00		500,000.00
24010	SKILL ACQUISITION		1,000,000.00	1,000,000.00
24012	ARMED FORCES REMEMBRANCE DAY		85,000.00	85,000.00
24013	DEMOCRACY DAY	500,000.00		500,000.00
24016	SERVICES OF HANDICAPS, LESS PRIVILEGED, ORPHANS ETC.		327,000.00	327,000.00
24020	ANTI CULTISM/TUTURE CRUSADE/TRAFFICKIN IN PERSONS		163,000.00	163,000.00
20000	TOTAL SOCIAL SERVICE SECTOR	4,800,000.00	6,265,000.00	11,065,000.00
35001	ENVIRONMENTAL SANITATION/REFUSE DISPOSAL		169,000.00	169,000.00
35007	FUMIGATION OF COUNCIL OFFICERS/RESIDENTAL QRTS		35,000.00	35,000.00
	TOTAL ENVIRONMENTAL & REGIONAL DEVELOPMENT SECTOR		204,000.00	204,000.00
40001	MONITORING & EVALUATION OF PROJECTS			
40002	CAPACITY BUILDING		950,000.00	950,000.00
40005	PRODUCTION OF COUNCIL ANNUAL BUDGET/ACTION PLAN	1,500,000.00	3,955,000.00	5,455,000.00
40007	PROVISION OF SECURITY OPERATIVES/INTERNAL THREATS MGT	36,500,000.00	24,900,000.00	61,400,000.00
40009	PREPARATION OF DOC. FOR REV. MOB. /CRSHA		147,000.00	147,000.00
40011	QUARERLYPREPARATION OF STAFF NOM. ROLL		4,000.00	4,000.00
40016	QUATERLY JOINT PLANNING MEETING			
40018	CONSULTANCY SERVICES		2,000,000.00	2,000,000.00
40023	OTHER CAPITAL SERVICES	227,233,333.33	30,000.00	227,363,333.33
	TOTAL GENERAL ADMINISTRATION SECTOR	38,000,000.00	31,986,000.00	69,986,000.00
	TOTAL CAPITAL EXPENDITURE	272,133,333.33	44,608,500.00	316,741,833.33

13. DEPOSITS RECEIVED AND REMITTED – NIL

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

14. TAXES RECEIVED AND REMITTED –NIL

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.

15. REPAYMENT OF BORROWINGS – N27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Bakassi LGC and the amount repaid during the period as seen below;

16. OVERDRAFT RECEIVED AND REPAID - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid. See details below.

17. CASH AND CASH EQUIVALENTS – N(35,092,393.51)

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Bakassi Local Government Council Cash Books as at 31st December 2018.

18. RECEIVABLES – N – 316,411,882.96

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

RECEIVABLES (10	AMOUNT (N)
Balance Brought Forward	218,900,183.31
2018 Unpaid 10%	97,511,699.65
Remittance for the Period	
Balance Carried forward	316,411,882.96

19. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND**- ₦ 105,737,622.93**

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

20. UNREMITTED DEDUCTIONS – ₦ 588,576,733.86

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

21. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – ₦545,903,019.08

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

22. DEPOSITS – ₦3,864,260.68

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 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	RETENTION DEPOSIT	1,725,429.00	-	-	1,725,429.00
2	UNCLAIMED SALARIES AND PARTY	2,138,831.68	-	-	2,138,831.68
	TOTAL	3,864,260.68	-	-	3,864,260.68

23. SHORT TERM LOANS AND DEBTS – NIL

This represents loans owed to various banks by Bakassi Local Governments.

24. RESERVES - ₦ 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Bakassi Local Government in its Financial Statements for the purposes of disclosure.

25. PAYABLES – ₦4,807,398.34

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 2018.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12- 2018 (AS IN BALANCE SHEET)
1	5% WHT 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
	TOTAL	4,807,398.34	-	-	4,807,398.34

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF BAKASSI LOCAL GOVERNMENT FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	N	N	N	N	N	N	N	N
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**BEKWARRA LOCAL GOVERNMENT
COUNCIL**

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE
AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Bekwarra Local Government Council found on pages 147-149 have been examined under my direction, which have been prepared under the accounting policies set out on pages 141-146.

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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

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 (Cash 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 2018 and its operations for the period ended on that date.


.....
CHAIRMAN

18th September 2020
.....
DATE


.....
THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020
.....
DATE



The Chairman,
Bekwarra Local Government Council,
ABUOCHICHE.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF BEKWARRA LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 147 to 149 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 Bekwarra Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.

.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE
STATEMENT OF ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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.

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

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,356,114,461.22	908,911,878.63
Government Share of VAT	326,699,942.91	294,325,002.20
Excess Crude	2,416,275.90	7,411,363.26
Other Revenue	50,228,995.73	108,566,876.49
Internally Generated Revenue (Non-Tax Revenue)	17,920,862.64	17,782,013.13
Redistribution from JAAC	-	-
10% State IGR (Non-Tax Revenue)		-
Total Inflows from Operating Activities	1,753,380,538.40	1,336,997,133.71
Outflows:		
Salaries and Wages (Social Benefits)	1,038,224,515.44	1,043,244,888.30
Overhead Cost	6,732,783.46	75,106,589.72
Statutory Deductions	21,265,517.24	3,204,310.49
JAAC Charges	295,783,043.53	231,668,642.25
Total Outflows from Operating Activities	1,362,005,859.67	1,353,224,430.76
Net Cashflow from Operating Activities	391,374,678.73	(16,227,297.05)
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE	-	-
Proceeds from Sale of Investment Property	-	-
Capital Expenditure (Purchase/Construction of PPE)	(336,966,111.10)	(48,550,220.77)
Investment Expenditure	(27,777,777.78)	
Net Cashflow from Investing Activities	364,743,888.87	(48,550,220.77)
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received	-	-
Miscellaneous Deposits Remitted	-	-
Taxes Received	-	-
Tax Remitted	-	-
Proceeds from Borrowings (CRSG Loan)		57,664,596.68
Repayment of Borrowings	(27,777,777.77)	(33,333,333.33)
Overdraft Received	-	-
Overdraft Repayment	-	-
Net Cash Flow from Financing Activities	(27,777,777.77)	24,331,263.35
Net Cash Flow from All Activities	728,340,789.83	(40,446,254.47)
Cash and its Equivalent as at 01 Jan 2018	(33,371,582.51)	7,074,671.96
Cash and its Equivalent as at 31 Dec 2018	694,969,207.32	(33,371,582.51)

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
ASSETS	₦	₦
<u>Current Assets:</u>		
Cash and Cash Equivalents	694,969,207.32	(33,371,582.51)
Receivables	316,411,882.96	218,900,183.31
Inventories		-
Prepayments		-
Total Current Assets (A)	1,011,381,090.28	185,528,600.80
<u>Non-Current Assets</u>		
Long-Term Loans		
Investments	158,878,724.67	109,574,085.90
Property, Plant & Equipment		
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	203,311,708.83
Total Assets (A) + (B)	1,275,997,437.88	388,840,309.63
LIABILITIES		
<u>Current Liabilities</u>		
Deposits	35,941,531.59	35,941,531.59
Short term Loans & Debts	362,140.91	-
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	4,450,862.82	4,450,862.82
Total Current Liabilities (C)	629,331,269.18	437,748,295.12
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,020.09	573,680,797.86
Internal Loans (Public Funds)	-	-
Long Term Provisions	-	-
Total Non-Current Liabilities (D)	545,903,020.09	573,680,797.86
Total Liabilities (C) + (D)	1,175,234,289.27	1,011,429,092.98
Net Assets (Total Assets - Total Liabilities)	100,763,148.61	(622,588,783.35)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(263,297,925.40)	(800,858,626.27)
Total Net Assets/Equity	100,763,148.61	(622,588,783.35)

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE**STATEMENT OF FINANCIAL PERFORMANCE FOR BEKWARRA LOCAL GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018**

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
	RECEIPTS:				
1,319,215,120.58	Government Share of FAAC (Statutory	1	1,735,459,675.76	1,896,791,600.00	(161,331,924.24)
17,782,013.13	Internally Generated Revenue	2	17,920,862.64	29,891,340.00	(11,970,477.36)
-	Redistribution from JAAC (Other	3			
-	Cross River State Government Loan	11			
1,336,997,133.71	Total Revenue (A)		1,753,380,538.40	1,926,682,940.00	(173,302,401.60)
	EXPENDITURE				
1,043,244,888.30	Salaries and Wages	4	1,038,224,515.44	1,266,257,093.00	228,032,577.56
3,204,310.49	Statutory Deductions	6	6,732,783.46	588,005,488.00	581,272,704.54
75,106,589.72	Overhead Cost	5	21,265,517.24	38,463,477.00	17,197,959.76
231,668,642.25	JAAC Charges	7	295,783,043.53	-	(295,783,043.53)
48,550,220.77	Capital Expenditure	8	336,966,111.10	244,093,022.00	(92,873,089.10)
-	Investment Expenditure	9	27,777,777.78	-	(27,777,777.78)
1,401,774,651.53	Total Expenditure (B)		1,726,749,748.54	2,136,819,080.00	410,069,331.46
(63,777,517.82)	Surplus/Deficit from Operating		26,630,789.86	(210,136,140.00)	
	Gain/Loss on Disposal of Assets				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary Activities				
(60,945,663.23)	Net Surplus/Deficit for the Period		26,630,789.86	(210,136,140.00)	

BEKWARRA LOCAL GOVERNMENT, ABUOCHICHE
NOTES TO THE FINANCIAL STATEMENTS

1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION) ₦1,356,114,461.22

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

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENNUE	TOTAL
1	JAN.	108,634,366.26	24,793,392.55	-	6,644,049.22	140,071,808.03
2	FEB.	107,687,692.53	29,093,879.87	-	0.00	136,781,572.40
3	MARCH	93,174,723.29	26,773,575.77	-	151,479.78	120,099,778.84
4	APRIL	95,836,826.07	25,611,875.13	-	12,590,477.26	134,039,178.46
5	MAY	119,527,037.84	26,052,658.19	-	96,946.69	145,676,642.72
6	JUNE	116,212,542.41	27,697,840.00	-	0.00	143,910,382.41
7	JULY	121,007,437.16	25,918,727.69	-	6,665,920.42	153,592,085.27
8	AUG.	116,675,754.10	23,968,532.21	2,416,275.90	8,494,134.51	151,554,696.72
9	SEPT..	118,900,919.46	34,161,336.05	-	0.00	153,062,255.51
10	OCT.	113,832,274.37	23,720,652.89	-	1,107,963.40	138,660,890.66
11	NOV.	123,077,655.97	31,729,358.93	-	0.00	154,807,014.90
12	DEC.	121,547,231.76	27,178,113.63	-	14,478,024.45	163,203,369.84
	TOTAL	1,356,114,461.22	326,699,942.91	2,416,275.90	50,228,995.73	1,735,459,675.76

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –N326,699,942.91

This represents Federal Revenue arising from Value Added Tax (VAT) for Bekwarra Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE – 2,416,275.90

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, for Bekwarra Local Government Council for the year ended 31st December 2018.

1(D) OTHER REVENUE –N50,228,995.73

This represents revenue other than statutory receipts from the Federation for Bekwarra Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – N17,920,862,64

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of =N=17,920,862.64 Local Government Council for the year ended 31st December 2018.

CODE	DETAILS	ACTUAL 2018
		N
101000	TAXES	6,800.00
102000	RATES	318,700.00
103000	LOCAL LICENCE FEES	2,391,599.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	8,610,478.50
105000	RENT ON GOVERNMENT PROPERTY	-
106000	INTEREST ON DIVIDENDS	-
107000	REIMBURSEMENT	-
108000	MISCELLANEOUS	6,593,285.14
	TOTAL	17,920,862.64

3. REDISTRIBUTION FROM JAAC - NIL

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

4. SALARIES AND WAGES – ₦ 1,038,224,515.44

This consists of the salaries and wages paid to staff of Abi 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 (SOCIAL BENEFITS)		
S/N	DESCRIPTION	AMOUNT (₦)
1	Council Staff Salaries	214,160,760.64
2	Primary Health Care Salaries	196,811,065.27
3	Local Government Education Authority	387,942,188.88
4	Traditional Rulers Stipend	
5	Pension Contribution	239,310,500.75
	TOTAL	1,038,224,515.44

5. OVERHEAD COST – ₦21,265,517.24

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

DESCRIPTION	ACTUAL PAID BY COUNCIL 2018	OTHER COUNCILS COMMITMENTS PAID THROUGH JAAC	TOTAL 2018
	N	N	N
TRAVEL AND TRANSPORT	7,820,094.12	-	7,820,094.12
UTILITES	72,000.00	-	72,000.00
MATERIALS AND SUPPLIES	2,454,700.00	-	2,454,700.00
MAINTENANCE, REPAIRS AND SERVICES	1,314,022.00	888,333.33	2,202,355.33
TRAINING AND STAFF DEVELOPMENT	332,300.00	-	332,300.00
CONSULTANCY AND PROFESSIONAL SERVICES	785,000.00	-	785,000.00
FINANCE EXPENSES	-	6,000.00	6,000.00
ENTERTAINMENT AND HOSPITALITY	3,200,600.00	2,000,000.00	5,200,600.00
OTHER SERVICES	1,934,133.46	458,334.33	2,392,467.79
TOTAL	17,912,849.58	3,352,667.66	21,265,517.24

6. STATUTORY DEDUCTIONS – N6,732,783.46

This is made up of 31% Statutory deductions made from Bekwarra Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	LGC	AGENCY	AMOUNT (=N=)
1	BEKWARRA	1% Ministry of Local Government for Administration	6,732,783.46
		TOTAL	6,732,783.46

7. JAAC CHARGES – N295,783,043.53

This represents Joint Commitments of Bekwarra Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

8. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE) N336,966,111.10

During the year under review, the Bekwarra LGC spent a total sum of N336.9m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular format;

HEAD	DETAILS	ACTUAL COUNCIL PAYMENT 2018	OTHER COUNCIL COMMITMENT PAID THROUGH JAAC	TOTAL 2018
		N	N	N
10000	ECONOMIC SECTOR			
17000	COMMERCE AND FINANCE	55,000.00		55,000.00
SUB TOTAL		55,000.00	-	55,000.00
20000	SOCIAL SERVICES SECTOR			
23000	INFORMATION AND	100,000.00		100,000.00
SUB TOTAL		100,000.00	-	100,000.00
40000	GENERAL ADMINISTRATION	1,000,000.00	335,811,111.12	336,811,111.12
GRAND TOTAL		1,155,000.00	335,811,111.12	336,966,111.10

9. INVESTMENT EXPENDITURE – ₦27,777,777.78

Investment expenditure represents the total aggregate payouts on behalf of Bekwarra Councils by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was ₦27,777,777.78 in Cross River State Micro Finance Bank Limited (CRMFB).

10. DEPOSITS RECEIVED AND REMITTED – NIL

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

11. TAXES RECEIVED AND REMITTED –NIL

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 – ₦27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Bekwarra LGC and the amount repaid during the period as seen below;

PROCEEDS OF BORROWINGS AND REPAYMENTS			
S/NO	LGC	CRSG LOAN	REPAYMENT
1	BEKWARRA	-	27,777,777.77

13. OVERDRAFT RECEIVED AND REPAID - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid. See details below.

14. CASH AND CASH EQUIVALENTS – ₦ 694,969,207.32

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Bekwarra Local Government Council Cash Books as at 31st December 2018.

15. RECEIVABLES – ₦ – 316,411,882.96

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

	RECEIVABLES (10	AMOUNT (₦)
Balance Brought Forward		218,900,183.31
2018 Unpaid 10%		97,511,699.65
Remittance for the Period		
Balance Carried forward		316,411,882.96

16. INVESTMENTS – ₦158,987,724.67

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.

17. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND

- ₦ 105,737,622.93

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

18. DEPOSITS – ₦35,941,531.59

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/NO.	DESCRIPTION	BALANCE AS AT 01/01/2018	ADDITION IN THE YEAR	PAYMENTS WITHIN THE YEAR	BALANCE AS AT 31/12/2018
		=N=	=N=	=N=	=N=
1	RETENTION FEE	975,000.00	-	-	975,000.00
2	NATIONAL HOUSING FUND(NHF)	200,887.21	-	-	200,887.21
3	UNCLAIMED SALARIES	34,765,644.38	-	-	34,765,644.38
	TOTAL	35,941,531.59	-	-	35,941,531.59

19. SHORT TERM LOANS AND DEBTS – =N=362,140.91

This represents loans owed to various banks by Bekwarra Local Governments.

20. UNREMITTED DEDUCTIONS – ₦ 588,576,733.86

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

21. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – ₦545,903,019.08

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

22. RESERVES - ₦ 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Bekwarra Local Government in its Financial Statements for the purposes of disclosure.

23. PAYABLES – N4,450,862.82

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Bekwarra LGCs as at 31st December 2018.

S/NO	DESCRIPTION	BALANCE AS AT 1/1/2018	ADDITION (AS IN CASHFLOW STATEMENT)	REMITTANCE (AS IN CASHFLOW)	BALANCE AS AT 31/12/2018
		=N=	=N=	=N=	=N=
1	WITHHOLDING TAX	1,687,931.41	250,000.00	NIL	1,937,931.41
2	VALUE ADDED TAX	1,922,931.41	250,000.00	NIL	2,172,931.41
3	PAYE	NIL	NIL	NIL	NIL
4	STAMP DUTY	340,000.00	NIL	NIL	340,000.00
	TOTAL	3,950,862.82	500,000.00	NIL	4,450,862.82

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF BEKWARRA LOCAL GOVERNMENT FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**BIASE LOCAL GOVERNMENT
COUNCIL**

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 169-171 have been examined under my direction, which have been prepared under the accounting policies set out on pages 163-168.

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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

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 (Cash 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 2018 and its operations for the period ended on that date.



CHAIRMAN

18th September 2020

DATE



THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020

DATE



The Chairman,
Biase Local Government Council,
AKPET CENTRAL.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF BIASE LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 169 to 171 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 Biase Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.

.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



BIASE LOCAL GOVERNMENT, AKPET CENTRAL

STATEMENT OF ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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

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

BIASE LOCAL GOVERNMENT, AKPET CENTRAL
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,564,161,165.09	744,439,878.05
Government Share of VAT	386,442,104.60	280,183,668.95
Excess Crude	7,127,291.82	59,685,659.82
Other Revenue	53,437,188.27	109,309,321.81
Internally Generated Revenue (Non-Tax Revenue)	14,201,103.63	23,674,894.23
Redistribution from JAAC	-	-
10% State IGR (Non-Tax Revenue)	-	-
Total Inflows from Operating Activities	2,025,368,853.41	1,217,293,422.86
Outflows:		
Salaries and Wages (Social Benefits)	1,223,036,706.85	1,343,831,809.63
Overhead Cost	6,732,782.46	11,852,936.58
Statutory Deductions	8,081,472.76	4,104,744.85
JAAC Charges	376,184,926.14	343,417,138.69
Total Outflows from Operating Activities	1,614,035,888.21	1,703,206,629.70
Net Cashflow from Operating Activities	411,332,965.20	(485,913,206.84)
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE		-
Proceeds from Sale of Investment Property		-
Capital Expenditure (Purchase/Construction of PPE)	(352,381,394.80)	(66,107,932.32)
Investment Expenditure	(27,777,777.77)	
Net Cashflow from Investing Activities	(380,159,172.57)	(66,107,932.32)
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received	-	3,306,696.95
Miscellaneous Deposits Remitted	-	-
Taxes Received	-	-
Tax Remitted	-	(1,832,503.38)
Proceeds from Borrowings (CRSG Loan)	-	577,127,312.29
Repayment of Borrowings	(27,777,777.77)	(27,777,777.78)
Overdraft Received	-	-
Overdraft Repayment	-	(75,125.27)
Net Cash Flow from Financing Activities	(27,777,777.77)	550,748,602.81
Net Cash Flow from All Activities	3,396,014.86	(1,272,536.40)
Cash and its Equivalent as at 01 Jan 2018	9,664,806.76	10,937,343.16
Cash and its Equivalent as at 31 Dec 2018	13,060,821.62	9,664,806.76

BIASE LOCAL GOVERNMENT, AKPET CENTRAL
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
	₦	₦
ASSETS		
<u>Current Assets:</u>		
Cash and Cash Equivalents		(31,266,964.44)
Receivables	316,411,882.96	218,900,183.31
Inventories		-
Prepayments		-
Total Current Assets (A)	329,472,704.58	187,633,218.87
<u>Non-Current Assets</u>		
Long-Term Loans		-
Investments	158,878,724.67	106,564,438.90
Property, Plant & Equipment		-
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	200,302,061.83
Total Assets (A) + (B)	594,089,052.18	387,935,280.70
LIABILITIES		
<u>Current Liabilities</u>		
Deposits	8,655,227.71	8,655,227.71
Short term Loans & Debts	-	-
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	15,151,785.23	15,151,785.23
Total Current Liabilities (C)	612,383,746.80	421,162,913.65
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,020.09	573,680,797.86
Internal Loans (Public Funds)		-
Long Term Provisions (Taxes)		-
Total Non-Current Liabilities (D)	545,903,020.09	573,680,797.86
Total Liabilities (C) + (D)	1,158,286,766.89	994,843,711.51
Net Assets (Total Assets - Total Liabilities)	(564,197,714.71)	(606,908,430.81)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(928,258,788.72)	(785,178,273.73)
Total Net Assets/Equity	(564,197,714.71)	(606,908,430.81)

BIASE LOCAL GOVERNMENT, AKPET CENTRAL
STATEMENT OF FINANCIAL PERFORMANCE FOR BIASE LOCAL GOVERNMENT
COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR		Notes	ACTUAL 2018	FINAL BUDGET	VARIANCE ON
=N=			=N=	=N=	=N=
	REVENUE				
1,193,618,528.63	Government Share of FAAC	1	2,011,167,749.78	2,470,869,787.00	(459,702,037.22)
23,674,894.23	Internally Generated Revenue	2	14,201,103.63	29,687,752.00	(15,486,648.37)
	Redistribution from JAAC (Other	3			
	Cross River State Government Loan	11			
1,217,293,422.86	Total Revenue (A)		2,025,368,853.41	2,500,557,539.00	(475,188,685.59)
	EXPENDITURE				
1,343,831,809.63	Salaries and Wages	4	1,223,036,706.85	1,784,333,896.00	(561,297,189.15)
4,104,744.85	Statutory Deductions	6	6,732,782.46	-	6,732,782.46
11,852,936.58	Overhead Cost	5	8,081,472.76	15,708,000.00	(7,626,527.24)
343,417,138.69	JAAC Charges	7	376,184,926.14	-	376,184,926.14
66,107,932.32	Capital Expenditure	8	352,381,394.80	902,938,011.00	(550,556,616.20)
	Investment Expenditure	9	27,777,777.77	-	27,777,777.77
1,769,314,562.07	Total Expenditure (B)		1,994,195,060.78	2,702,979,907.00	(708,784,846.22)
(552,021,139.21)	Surplus/Deficit from Operating		31,173,792.63	(202,422,368.00)	233,596,160.63
	Gain/Loss on Disposal of Assets				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary				
(552,021,139.21)	Net Surplus/Deficit for the Period		31,173,792.63	(202,422,368.00)	

BIASE LOCAL GOVERNMENT, AKPET CENTRAL**NOTES TO THE FINANCIAL STATEMENTS****1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION)**
N1,564,161,165.09

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

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENNUE	TOTAL
1	JAN	124,970,823.32	28,624,541.38	7,127,291.82	516,194.00	161,238,850.52
2	FEB	123,881,745.41	33,503,717.56	-	0.00	157,385,462.97
3	MAR	111,297,203.54	30,854,913.91	-	174,266.25	142,326,383.70
4	APRIL	110,248,202.58	39,430,996.26	-	14,484,410.20	164,163,609.04
5	MAY	137,502,034.03	30,016,703.22	-	0.00	167,518,737.25
6	JUNE	133,688,952.88	31,960,609.35	-	111,529.97	165,761,092.20
7	JULY	139,205,123.63	29,812,786.47	-	5,719,574.75	174,737,484.85
8	AUG	134,221,843.27	27,610,000.46	-	14,500,690.15	176,332,533.88
9	SEPT	136,781,731.27	39,387,736.29	-	0.00	176,169,467.56
10	OCT	130,950,631.06	27,332,376.97	-	1,274,629.71	159,557,637.74
11	NOV	141,586,756.82	36,528,188.20	-	0.00	178,114,945.02
12	DEC.	139,826,117.28	31,379,534.53	-	16,655,893.24	187,861,545.05
	TOTAL	1,564,161,165.09	386,442,104.60	7,127,291.82	53,437,188.27	2,011,167,749.78

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –N386,442,104.60

This represents Federal Revenue arising from Value Added Tax (VAT) for Biase Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE – 7,127,291.82

This represents Biase LGA's share of Federal Excess Crude Revenue as seen in table 1, for the year ended 31st December 2018.

1(D) OTHER REVENUE –N53,437,188.27

This represents revenue other than statutory receipts from the Federation for Biase Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – N14,201,103.63

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Biase Local Government Council for the year ended 31st December 2018.

CODE	DETAILS	ACTUAL
		N
101000	TAXES	200,000.00
102000	RATES	3,670,247.50
103000	LOCAL LICENCE FEES	4,055,500.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	4,456,000.00
105000	RENT ON GOVERNMENT PROPERTY	377,000.00
106000	INTEREST ON DIVIDENDS	
107000	REIMBURSEMENT	
108000	MISCELLANEOUS	1,442,356.13
	TOTAL	14,201,103.63

3. REDISTRIBUTION FROM JAAC – NIL

This represents the positive inflows to Councils after Salaries, Statutory deductions and Joint Commitments were made by JAAC. For the year 2018, Biase LGA had a zero-positive distribution.

4. SALARIES AND WAGES – ₦1,223,036,706.85

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 (SOCIAL BENEFITS)		
1	Council Staff Salaries	217,976,160.73
2	Primary Health Care Salaries	153,376,511.13
3	Local Government Education Authority	610,373,534.24
4	Traditional Rulers Stipend	
5	Pension Contribution	239,310,500.75
	TOTAL	1,223,036,706.85

5. OVERHEAD COST – ₦8,081,472.76

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

CODE	DESCRIPTION	ACTUAL	OTHER	TOTAL
		N	N	N
431200	TRAVEL AND TRANSPORT	246,000.00	-	246,000.00
431300	UTILITES	30,000.00	-	30,000.00
431400	MATERIALS AND SUPPLIES	1,224,883.75	-	1,224,883.75
431500	MAINTENANCE, REPAIRS AND SERVICES	753,500.00	-	753,500.00
431600	TRAINING AND STAFF	171,500.00	-	171,500.00
431700	CONSULTANCY AND PROFESSIONAL SERVICES	105,700.00	-	105,700.00
431800	FINANCE EXPENSES	88,289.00	-	88,289.00
431900	ENTERTAINMENT AND HOSPITALITY	182,000.00	-	182,000.00
432100	OTHER SERVICES	1,924,233.35	3,346,666.66	5,270,900.01
432200	GRANTS, CONTRIBUTION, SUBVENTION AND SUBSCRIPTION	-	-	-
1150000	CRF CHARGES	-	-	-
		4,734,806.10	3,346,666.66	8,081,472.76

6. STATUTORY DEDUCTIONS – ₦6,732,783.46

This is made up of 31% Statutory deductions made from Biase Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	LGC	AGENCY	AMOUNT (=N=)
1	BIASE	1% Ministry of Local Government for Administration	6,732,783.46
		TOTAL	6,732,783.46

7. JAAC CHARGES – ₦376,184,926.14

This represents Joint Commitments of Biase Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

**8. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE) ----
₦352,381,394.08**

During the year under review, the Biase LGC spent a total sum of N352.3m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular format;

HEAD	DETAILS	ACTUAL COUNCIL PAYMENT 2018	OTHER COUNCIL COMMITMENT PAID THROUGH JAAC	TOTAL
		N	N	N
10000	ECONOMIC SECTOR		-	-
16000	ENERGY (FUEL AND POWER)		1,509,000.00	1,509,000.00
17000	COMMERCE AND FINANCE		538,000.00	538,000.00
19000	CULTURE AND TOURISM		800,000.00	800,000.00
	SUB TOTAL		2,847,000.00	2,847,000.00
22000	HEALTH		40,000.00	40,000.00
	SUB TOTAL		40,000.00	40,000.00
32000	SEWAGE AND DRIANAGE		2,735,000.00	2,735,000.00
35000	ENVIRONMENT AND REFUSE		640,000.00	640,000.00
	SUB TOTAL		3,375,000.00	3,375,000.00
40000	GENERAL ADMINISTRATION	341,811,111.12		341,811,111.12
	GRAND TOTAL	341,811,111.12	6,262,000.00	352,381,394.80

9. INVESTMENT EXPENDITURE – N27,777,777.77

Investment expenditure represents the total aggregate payouts on behalf of Biase Councils by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was N27,777,777.78 in Cross River State Micro Finance Bank Limited (CRMFB).

10. DEPOSITS RECEIVED AND REMITTED – NIL

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

11. TAXES RECEIVED AND REMITTED –NIL & NIL

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 – N27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Biase LGC and the amount repaid during the period as seen below;

13. OVERDRAFT RECEIVED AND REPAID - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid. See details below.

14. CASH AND CASH EQUIVALENTS – N13,060,821.62

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Biase Local Government Council Cash Books as at 31st December 2018.

15. RECEIVABLES – ₦ 316,411,882.96

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

RECEIVABLES (10	AMOUNT (₦)
Balance Brought Forward	218,900,183.31
2018 Unpaid 10%	97,511,699.65
Remittance for the Period	
Balance Carried forward	316,411,882.96

16. INVESTMENTS – ₦158,987,724.67

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.

**17. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND
- ₦ 105,737,622.93**

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

18. DEPOSITS – ₦8,655,227.71

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 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	UNCLAIMED SALARIES	8,655,227.71	-	-	8,655,227.71
	TOTAL	8,655,227.71	-	-	8,655,227.71

19. SHORT TERM LOANS AND DEBTS – NIL

This represents loans owed to various banks by Biase Local Governments.

20. UNREMITTED DEDUCTIONS – ₦ 588,576,733.86

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

21. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – ₦545,903,019.08

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

22. RESERVES - ₦ 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Biase Local Government in its Financial Statements for the purposes of disclosure.

23. PAYABLES – N15,151,785.23

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 2018.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	5% CONTRACTORS' TAX	7,575,892.61	-	-	7,575,892.61
2	5% VALUE ADDED TAX (VAT)	7,575,892.61	-	-	7,575,892.61
TOTAL		15,151,785,23	-	-	15,151,785,23

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF BIASE LOCAL GOVERNMENT

FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**BOKI LOCAL GOVERNMENT
COUNCIL**

BOKI LOCAL GOVERNMENT, BOJE

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Boki Local Government Council found on pages 191-193 have been examined under my direction, which have been prepared under the accounting policies set out on pages 185-190.

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

- (iii) The books of Accounts had been properly kept.
- (iv) 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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

BOKI LOCAL GOVERNMENT, BOJE
RESPONSIBILITY FOR FINANCIAL STATEMENTS

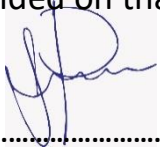
These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Boki Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Cash Basis) 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 2018 and its operations for the period ended on that date.


.....
CHAIRMAN

18th September 2020
.....
DATE


.....
THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020
.....
DATE



The Chairman,
Boki Local Government Council,
BOJE.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF BOKI LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 191 to 193 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 2018*** and the financial Position and Cashflows for the period ended on that date.

.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



BOKI LOCAL GOVERNMENT, BOJE

STATEMENT OF ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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

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

BOKI LOCAL GOVERNMENT, BOJE
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,793,608,979.65	1,198,635,633.69
Government Share of VAT	-	350,294,944.12
Excess Crude	-	42,623,974.00
Other Revenue	477,934,193.48	189,799,348.08
Internally Generated Revenue (Non-Tax Revenue)	10,608,274.83	16,923,265.97
Redistribution from JAAC	-	129,773,965.76
10% State IGR (Non-Tax Revenue)	-	-
Total Inflows from Operating Activities	2,282,151,447.96	1,928,051,131.62
Outflows:		
Salaries and Wages (Social Benefits)	1,569,425,313.13	1,808,752,197.95
Overhead Cost	6,732,783.46	120,135,061.07
Statutory Deductions	42,917,329.40	3,204,310.49
JAAC Charges	307,404,526.67	-
Total Outflows from Operating Activities	1,926,479,952.66	1,932,051,131.62
Net Cashflow from Operating Activities	355,671,495.30	(4,040,437.89)
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE	-	-
Proceeds from Sale of Investment Property	-	-
Capital Expenditure (Purchase/Construction of PPE)	(365,887,534.61)	(56,968,305.56)
Investment Expenditure	(27,777,777.77)	
Net Cashflow from Investing Activities	(393,665,312.38)	
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received	-	-
Miscellaneous Deposits Remitted	-	-
Taxes Received	-	-
Tax Remitted	-	-
Proceeds from Borrowings (CRSG Loan)	(27,777,777.77)	56,624,779.00
Repayment of Borrowings	-	(33,333,333.33)
Overdraft Received	-	-
Overdraft Repayment	-	-
Net Cash Flow from Financing Activities	(27,777,777.77)	23,291,445.67
Net Increase (Decrease) in Cash & Cash Equivalents	(65,771,594.85)	(37,717,297.78)
Cash and its Equivalent as at 01 Jan 2018	(26,805,742.25)	10,911,555.53
Cash and its Equivalent as at 31 Dec 2018	(92,577,337.10)	(26,805,742.25)

BOKI LOCAL GOVERNMENT, BOJE**STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018**

	2018	2017
	₦	₦
ASSETS		
<u>Current Assets:</u>		
Cash and Cash Equivalents	(92,577,337.10)	(26,805,742.25)
Receivables	316,411,882.96	218,900,183.31
Inventories		
Prepayments		
Total Current Assets (A)	223,834,545.86	192,094,441.06
<u>Non-Current Assets</u>		
Long-Term Loans		-
Investments	158,878,724.67	107,484,085.90
Property, Plant & Equipment		
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	201,221,708.83
Total Assets (A) + (B)	488,450,893.46	393,316,149.89
LIABILITIES		
<u>Current Liabilities</u>		
Deposits	30,102,652.63	30,102,652.63
Short term Loans & Debts	9,351,658.50	9,351,658.56
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	11,551,627.84	11,551,627.84
Total Current Liabilities (C)	639,582,672.83	448,361,839.74
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	544,863,202.40	573,680,797.86
Internal Loans (Public Funds)		
Long Term Provisions (Taxes)		
Total Non-Current Liabilities (D)	544,863,202.40	573,680,797.86
Total Liabilities (C) + (D)	1,184,445,875.23	1,022,042,637.60
Net Assets (Total Assets - Total Liabilities)	(695,994,981.77)	(628,726,487.71)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(1,060,056,055.78)	(806,996,330.63)
Total Net Assets/Equity	(695,994,981.77)	(628,726,487.71)

BOKI LOCAL GOVERNMENT, BOJE
STATEMENT OF FINANCIAL PERFORMANCE FOR BOKI LOCAL GOVERNMENT
COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	RECEIPTS:				
1,781,353,899.89	Government Share of FAAC (Statutory Allocation)	1	2,271,543,173.13	2,678,000,000.00	(406,456,826.87)
16,923,265.97	Internally Generated Revenue	2	10,608,274.84	44,519,250.00	(33,910,975.16)
129,773,965.76	Redistribution from JAAC (Other Revenues)	3			
	Cross River State Government Loan	11			
1,928,051,131.62	Total Revenue (A)				
	EXPENDITURE				
1,808,752,197.95	Salaries and Wages	4	1,569,425,313.13	1,173,774,000.00	(395,651,313.13)
3,204,310.49	Statutory Deductions	6	6,732,783.46	452,788,000.00	446,055,216.54
120,135,061.07	Overhead Cost	5	42,917,329.40	52,226,000.00	9,308,670.60
-	JAAC Charges	7	307,404,526.67	-	307,404,526.67
56,968,305.56	Capital Expenditure	8	365,887,534.61	1,000,000,915.00	634,113,380.39
	Investment Expenditure	9	27,777,777.77	-	27,777,777.77
1,989,019,437.18	Total Expenditure (B)		1,965,845,265.04	2,678,788,915.00	712,943,649.96
(60,968,305.56)	Surplus/Deficit from Operating Activities (A-B)		316,306,182.92	43,730,335.00	
	Gain/Loss on Disposal of Assets				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary Activities				
(60,968,305.56)	Net Surplus/Deficit for the Period		316,306,182.92	43,730,335.00	

BOKI LOCAL GOVERNMENT, BOJE**NOTES TO THE FINANCIAL STATEMENTS****1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION)**
₦1,793,608,979.65

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

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENNUE	TOTAL
1	JAN.	143,267,262.58	-	-	38,412,767.24	181,680,029.82
2	FEB.	142,018,692.18	-	-	34,883,757.89	176,902,450.07
3	MARCH	128,034,220.10	-	-	50,692,314.58	178,726,534.68
4	APRIL	126,388,554.23	-	-	47,058,762.09	173,447,316.32
5	MAY	157,633,634.87	-	-	31,205,507.34	188,839,142.21
6	JUNE	153,262,138.40	-	-	33,101,501.11	186,363,639.51
7	JULY	159,586,137.30	-	-	44,203,125.41	203,789,262.71
8	AUG.	153,873,069.48	-	-	38,417,944.82	192,291,014.30
9	SEPT..	156,807,845.74	-	-	40,830,061.20	197,637,906.94
10	OCT.	150,122,796.83	-	-	29,716,792.00	179,839,588.83
11	NOV.	162,316,554.17	-	-	38,027,910.27	200,344,464.44
12	DEC.	160,298,073.77	-	-	51,383,749.53	211,681,825.30
	TOTAL	1,793,608,979.65	-	-	477,934,193.48	2,271,543,175.13

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –NIL

This represents Federal Revenue arising from Value Added Tax (VAT) for Boki Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE – NIL

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, for Boki Local Government Council for the year ended 31st December 2018.

1(D) OTHER REVENUE –N477,934,193.48

This represents revenue other than statutory receipts from the Federation for Boki Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – N10,608,274.83

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Boki Local Government Council for the year ended 31st December 2018.

CODE	DETAILS	ACTUAL 2018 N
101000	TAXES	692,547.50
102000	RATES	1,741,600.00
103000	LOCAL LICENCE FEES	1,181,200.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	4,822,000.00
105000	RENT ON GOVERNMENT PROPERTY	-
106000	INTEREST ON DIVIDENDS	-
107000	REIMBURSEMENT	2,170,927.33
108000	MISCELLANEOUS	692,547.50
	TOTAL	10,608,274.83

3. REDISTRIBUTION FROM JAAC - NIL

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

4. SALARIES AND WAGES – ₦ 1,569,425,313.13

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 AND WAGES (SOCIAL BENEFITS)		
S/N	DESCRIPTION	AMOUNT (₦)
1	Total Council salaries	1,271,642,508.26
2	Pension Contribution	297,782,804.87
	TOTAL	1,569,425,313.13

5. OVERHEAD COST – ₦42,917,329.40

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

CODE	DESCRIPTION	ACTUAL PAID BY COUNCIL 2018	OTHER COUNCIL COMMITMENT PAID THROUGH JAAC	TOTAL
		=N=	=N=	=N=
431300	Travel & transport	7,200,850.00		7,200,850.00
431400	Utilities	467,900.00		467,900.00
431500	Material & supplies	223,500.00		223,500.00
431600	Maintenance, Repairs & Service	315,000.00	833,333.33	1,148,333.33
431700	Training & staff development	60,000.00	13,888.89	73,888.89
431800	Consultancy & professional service	80,000.00		80,000.00
431900	Finance expenses	79,950.00		79,950.00
432100	Entertainment & hospitality	2,510,000.38		2,510,000.38
431200	Other service	31,132,906.80		31,132,906.80
	Total	42,070,107.18	847,222.22	42,917,329.40

6. STATUTORY DEDUCTIONS – N6,732,783.46

This is made up of 31% Statutory deductions made from Boki Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	LGC	AGENCY	AMOUNT (=N=)
1	BOKI	1% Ministry of Local Government for Administration	6,732,783.46
		TOTAL	6,732,783.46

7. JAAC CHARGES – N307,404,526.67

This represents Joint Commitments of Boki Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

8. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE) - N365,887,534.61

During the year under review, the Boki LGC spent a total sum of N365.8m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular and format

HEAD	DETAILS	ACTUAL COUNCIL PAYMENT	OTHER COUNCILS COMMITMENT PAID THROUGH JAAC	TOTAL
		=N=	=N=	=N=
19000	Culture & tourism	1,100,000.00	2,000,000.00	3,100,000.00
21000	Education		1,000,000.00	1,000,000.00
24000		50,000.00		50,000.00
33000	Housing	365,750.00		365,750.00
35000	Environment and refuse disposal	2,190,000.00		2,190,000.00
Sub- total		555,750.00		555,750.00
	General administration	4,503,540.00	354,122,494.61	358,626,034.61
	Grand total	8,765,040.00	357,122,494.61	365,887,534.61

9. INVESTMENT EXPENDITURE – N27,777,777.77

Investment expenditure represents the total aggregate payouts on behalf of Boki Councils by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was N27,777,777.77 in Cross River State Micro Finance Bank Limited (CRMFB).

10. DEPOSITS RECEIVED AND REMITTED – NIL

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

11. TAXES RECEIVED AND REMITTED –NIL

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 – N27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Boki LGC and the amount repaid during the period as seen below;

13. OVERDRAFT RECEIVED AND REPAYED - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid. See details below.

14. CASH AND CASH EQUIVALENTS – N (92,577,337.10)

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Boki Local Government Council Cash Books as at 31st December 2018.

15. RECEIVABLES – ₦ – 316,411,882.96

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

RECEIVABLES (10	AMOUNT (₦)
Balance Brought Forward	218,900,183.31
2018 Unpaid 10%	97,511,699.65
Remittance for the Period	
Balance Carried forward	316,411,882.96

16. INVESTMENTS – ₦158,987,724.67

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

**17. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND
- ₦ 105,737,622.93**

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

18. DEPOSITS – ₦30,102,652.63

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.

19. SHORT TERM LOANS AND DEBTS – ₦9,351,658.50

This represents loans owed to various banks by Biase Local Governments.

20. UNREMITTED DEDUCTIONS – ₦ 588,576,733.86

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

21. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – ₦545,903,019.08

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

22. RESERVES - ₦ 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Abi Local Government in its Financial Statements for the purposes of disclosure

23. PAYABLES – ₦11,551,627.84

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 2018.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	5% CONTRACTORS' TAX	7,478,484.44			7,478,484.44
2	5% VALUE ADDED TAX (VAT)	4,073,684.00			4,073,684.00
TOTAL		11,551,652.84	-	-	11,551,652.84

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF BOKI LOCAL GOVERNMENT FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**CALABAR MUNICIPAL LOCAL
GOVERNMENT COUNCIL**

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 213-215 have been examined under my direction, which have been prepared under the accounting policies set out on pages 207-212.

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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

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 (Cash 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 2018 and its operations for the period ended on that date.



CHAIRMAN

18th September 2020

DATE



THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020

DATE



The Chairman,
Calabar Municipal Local Government Council,
CALABAR.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF CALABAR MUNICIPAL LOCAL GOVERNMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 213 to 215 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 Calabar Municipal Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.

.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR**STATEMENT OF ACCOUNTING POLICIES****1. Basis of Preparation of Financial Statements**

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflow

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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

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

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,466,248,848.51	949,589,001.76
Government Share of VAT	384,456,778.08	345,591,933.17
Excess Crude	6,472,740.74	7,743,198.53
Other Revenue	48,529,662.32	111,277,653.17
Internally Generated Revenue (Non-Tax Revenue)	46,766,414.57	19,606,717.50
Redistribution from JAAC		-
10% State IGR (Non-Tax Revenue)		-
Total Inflows from Operating Activities	1,952,474,444.22	1,433,808,504.13
Outflows:		
Salaries and Wages (Social Benefits)	1,267,351,202.90	1,245,731,689.82
Overhead Cost	6,732,783.46	71,970,012.14
Statutory Deductions	15,131,219.91	3,204,310.49
JAAC Charges	74,910,708.96	127,249,944.50
Total Outflows from Operating Activities	1,364,125,915.23	1,448,155,956.95
Net Cashflow from Operating Activities	588,348,528.99	(14,347,452.82)
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE		-
Proceeds from Sale of Investment Property		-
Capital Expenditure (Purchase/Construction of PPE)	(380,656,710.76)	(42,499,177.77)
Investment Expenditure	(27,777,777.77)	
Net Cashflow from Investing Activities	(408,434,488.53)	(42,499,177.77)
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received	-	-
Miscellaneous Deposits Remitted	-	-
Taxes Received	-	35,100.00
Tax Remitted	-	-
Proceeds from Borrowings (CRSG Loan)	(27,777,777.77)	57,664,596.68
Repayment of Borrowings	-	(33,333,333.33)
Overdraft Received	-	-
Overdraft Repayment	-	-
Net Cash Flow from Financing Activities	(27,777,777.77)	24,366,363.35
Net Increase (Decrease) in Cash & Cash Equivalents	152,136,262.69	(32,480,267.24)
Cash and its Equivalent as at 01 Jan 2018	(25,903,303.75)	6,576,963.49
Cash and its Equivalent as at 31 Dec 2018	126,232,958.94	(25,903,303.75)

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
ASSETS	₦	₦
<u>Current Assets:</u>		
Cash and Cash Equivalents	126,232,958.94	(25,903,303.75)
Receivables	316,411,882.96	218,900,183.31
Inventories		-
Prepayments		-
Total Current Assets (A)	442,644,841.90	192,996,879.56
<u>Non-Current Assets</u>		
Long-Term Loans		-
Investments	158,878,724.00	142,731,858.43
Property, Plant & Equipment		-
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,346.93	236,469,481.36
Total Assets (A) + (B)	707,261,188.83	429,466,360.92
LIABILITIES		
<u>Current Liabilities</u>		
Deposits	14,786,543.68	14,786,543.68
Short term Loans & Debts		-
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	48,620.00	48,620.00
Total Current Liabilities (C)	603,411,897.54	412,191,064.39
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,020.08	573,680,797.86
Internal Loans (Public Funds)		
Long Term Provisions (Taxes)		
Total Non-Current Liabilities (D)	545,903,020.08	573,680,797.86
Total Liabilities (C) + (D)	1,149,314,917.62	985,871,862.25
Net Assets (Total Assets - Total Liabilities)	(442,053,728.79)	(556,405,501.33)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(806,114,802.80)	(734,675,344.25)
Total Net Assets/Equity	(442,053,728.79)	(556,405,501.33)

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR
STATEMENT OF FINANCIAL PERFORMANCE FOR CALABAR MUNICIPAL
COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
	RECEIPTS:				
1,414,201,786.63	Government Share of FAAC	1	1,905,708,029.65	1,754,869,40.00	150,838,628.65
19,606,717.50	Internally Generated Revenue	2	46,766,414.57	54,000,000.00	(7,233,585.43)
	Redistribution from JAAC	3	-	-	-
	Cross River State Government	11	-	-	-
1,433,808,504.13	Total Revenue (A)		1,952,474,444.22	1,808,869,401.00	143,605,043.22
	EXPENDITURE				
1,245,731,689.82	Salaries and Wages	4	1,267,351,202.90	1,074,868,379.00	(192,482,823.90)
3,204,310.49	Statutory Deductions	6	6,732,783.46	615,806,000.00	609,073,216.54
71,970,012.14	Overhead Cost	5	15,131,219.19	25,132,000.00	10,000,780.09
127,249,944.50	JAAC Charges	7	74,910,708.96	-	(74,910,708.96)
42,499,177.77	Capital Expenditure	8	380,656,710.76	225,878,205.00	(154,781,505.76)
-	Investment Expenditure	9	27,777,777.77		(27,777,777.77)
1,490,655,134.72	Total Expenditure (B)		1,772,560,403.76	1,941,684,584.00	169,124,180.24
(56,846,630.59)	Surplus/Deficit from		179,914,040.46	(132,815,183.00)	
	Gain/Loss on Disposal of				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary				
(56,846,630.59)	Net Surplus/Deficit for the Period		179,914,040.46	(132,815,183.00)	

CALABAR MUNICIPAL LOCAL GOVERNMENT, CALABAR**NOTES TO THE FINANCIAL STATEMENTS****1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION) ₦1,466,248,848.51**

This represents allocations received on a monthly basis by Calabar Municipal Council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENUE	TOTAL
1	JAN.	113,496,813.33	29,241,832.75	6,472,740.74	468,788.15	151,442,502.42
2	FEB.	112,507,753.38	34,214,249.79		0.00	147,914,576.92
3	MARCH	146,779,285.45	31,512,516.87		158,262.11	149,447,331.85
4	APRIL	100,126,278.01	30,046,349.67		13,154,201.38	149,680,174.97
5	MAY	124,877,191.75	30,655,407.40		101,287.36	146,722,003.17
6	JUNE	121,414,293.60	32,647,445.30		0.00	178,450,064.43
7	JULY	126,423,874.25	30,440,214.16		6,964,379.33	143,326,829.06
8	AUG.	121,898,245.06	28,196,729.67		11,398,911.48	155,633,886.51
9	SEPT..	124,223,039.64	40,229,836.63		0.00	154,061,738.90
10	OCT.	118,927,451.80	27,914,313.63		1,157,571.18	163,828,467.74
11	NOV.	128,586,784.72	37,301,396.46		0.00	161,493,886.21
12	DEC.	126,987,837.52	32,056,485.75		15,126,261.33	164,452,876.27
	TOTAL	1,466,248,848.51	384,456,778.08	6,472,740.74	48,529,662.32	1,905,708,029.65

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –N384,456,778.08

This represents Federal Revenue arising from Value Added Tax (VAT) for Calabar Municipal Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE –N6,472,740.74

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, for Calabar Municipal Council for the year ended 31st December 2018.

1(D) OTHER REVENUE –N48,529,662.32

This represents revenue other than statutory receipts from the Federation for Calabar Municipal Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – ₦46,766,414.57

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Calabar Municipal Council for the year ended 31st December 2018.

CODE	DETAILS	2018
		N
101000	TAXES	893,300.00
102000	RATES	938,000.00
103000	LOCAL LICENCES, FEES AND FINES	15,708,404.57
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	16,721,500.00
105000	RENT ON GOVERNMENT PROPERTY	9,017,000.00
108000	MISCELLANEOUS	3,488,210.00
TOTAL		46,766,414.57

3. REDISTRIBUTION FROM JAAC – NIL

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

4. SALARIES AND WAGES – ₦ 1,267,351,202.90

This consists of the salaries and wages paid to staff of Calabar Municipal Council 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 (SOCIAL BENEFITS)		
S/N	DESCRIPTION	AMOUNT (₦)
1	Council Staff Salaries	275,671,155.59
2	Primary Health Care Salaries	290,733,499.77
3	Local Government Education Authority	461,596,046.79
4	Traditional Rulers Stipend	
5	Pension Contribution	239,310,500.75
	TOTAL	1,267,351,202.90

5. OVERHEAD COST – N 15,131,219.91

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

CODE	DETAILS	COUNCIL'S COMMITMENTS PAID THROUGH JAAC 2018	DIRECT COUNCIL'S EXPENDITURE 2018	TOTAL OPERATING EXPENSES 2018
		N	N	N
431200	TRAVEL & TRANSPORT		804,600.00	804,600.00
431300	UTILITIES		-	-
431400	MATERIALS & SUPPLIES		1,790,100.00	1,790,100.00
431500	MAINTENANCE, REPAIRS & SERVICES		2,399,300.00	2,399,300.00
431600	TRAINING & STAFF DEVELOPMENT		-	-
431700	CONSULTANCY & PROFESSIONAL SERVICES		-	-
431800	FINANCE EXPENSES		46,552.25	46,552.25
431900	ENTERTAINMENT & HOSPITALITY		4,783,000.00	4,783,000.00
432100	OTHER SERVICES (JOINT COUNCIL'S COMMITMENT)	3,346,667.66	1,1961,000.00	5,307,667.66
432200	GRANTS, CONTRIBUTION, SUBVENTION AND SUBSCRIPTION	-	-	-
115000	CONSOLIDATED REVENUE FUND CHARGES	-	-	-
TOTAL OVERHEAD EXPENDITURE		3,346,667.66	11,784,552.25	15,131,219.91

6. STATUTORY DEDUCTIONS – N6,732,783.16

This is made up of 31% Statutory deductions made from Calabar Municipal Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

7. JAAC CHARGES – N74,910,708.96

This represents Joint Commitments of Calabar Municipal Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

8. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE – N380,656,710.76

During the year under review, the Calabar Municipal Council spent a total sum of N380.6m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular and Chart format;

CODE	DETAILS	COUNCIL'S COMMITMENTS PAID THROUGH JAAC	DIRECT COUNCIL'S EXPENDITURE	TOTAL CAPITAL EXPENDITURE 2018
		2018	2018	
		₦	₦	₦
10000		-	2,616,000.00	2,616,000.00
11000	AGRICULTURE	-	50,000.00	50,000.00
16000	ENERGY (FUEL & POWER)	-	220,000.00	220,000.00
17000	COMMERCE & FINANCE	-	1,646,400.00	1,646,400.00
18000	TRANSPORT (ROADS & BRIDGES)	-	380,000.00	380,000.00
19000	CULTURE & TOURISM	-		
10000	TOTAL EXPENDITURE ON ECONOMIC SECTOR	-	4,912,400.00	4,912,400.00
22000	HEALTH	-	130,000.00	130,000.00
23000	INFORMATION & COMMUNICATION TECHNOLOGY (ICT)	-	2,415,000.00	2,415,000.00
24000	SOCIAL DEVELOPMENT, YOUTH & SPORTS	-	2,622,000.00	2,622,000.00
20000	TOTAL EXPENDITURE ON SOCIAL SERVICE SECTOR	-	5,167,000.00	5,167,000.00
31000	WATER SUPPLY	-	322,000.00	322,000.00
33000	HOUSING	-	30,968,399.65	30,968,399.65
34000	TOWN & COUNTRY PLANNING	-	215,000.00	215,000.00
35000	ENVIRONMENT & REFUSE DISPOSAL	-	1,498,000.00	1,498,000.00
30000	TOTAL EXPENDITURE ON ENVIRONMENTAL & REGIONAL DEVELOPMENT SECTOR	-	33,003,399.65	33,003,399.65
40000	GENERAL ADMINISTRATION SECTOR	335,811,111.11	1,763,000.00	337,574,111.11
TOTAL CAPITAL EXPENDITURE		335,811,111.11	44,845,799.65	380,656,710.76

9. INVESTMENT EXPENDITURE – N27,777,777.77

Investment expenditure represents the total aggregate payouts on behalf of Calabar Municipal Council by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was N27,777,777.77 in Cross River State Micro Finance Bank Limited (CRMFB).

10. DEPOSITS RECEIVED AND REMITTED – NIL

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

11. TAXES RECEIVED AND REMITTED – NIL

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 – ₦27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Calabar Municipal Council and the amount repaid during the period.

13. OVERDRAFT RECEIVED AND REPAID - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid.

14. CASH AND CASH EQUIVALENTS – ₦126,232,958.94

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Calabar Municipal Council Cash Books as at 31st December 2018.

15. INVESTMENTS – ₦158,878,724.00

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

16. RECEIVABLES – N316,411,882.96

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

RECEIVABLES (10	AMOUNT (N)
Balance Brought Forward	218,900,183.31
2018 Unpaid 10%	97,511,699.65
Remittance for the Period	
Balance Carried forward	316,411,882.96

17. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND - N 105,737,622.93

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

18. UNREMITTED DEDUCTIONS – N 588,576,733.86

This represents the cumulative total of all unremitted statutory deductions by Calabar Municipal Council to certain State agencies as mandated by Law.

19. DEPOSITS – ₦14,786,543.63

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 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	RETENTION DEPOSIT	3,192,203.98	-	-	3,192,203.98
3	UNCLAIMED SALARIES	-		-	11,594,339.70
	TOTAL	14,786,543.68	-	-	14,786,543.68

20. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – ₦545,903,020.08

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

21. RESERVES - ₦ 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Abi Local Government in its Financial Statements for the purposes of disclosure.

22. SHORT TERM LOANS AND DEBTS – NIL

This represents loans owed to various banks by Calabar Municipal Council.

23. PAYABLES – N48,620.00

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Calabar Municipal Council as at 31st December 2018.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	5% CONTRACTORS' TAX	24,310.00	-	-	24,310.00
2	5% VALUE ADDED TAX (VAT)	24,310.00	-	-	24,310.00
TOTAL		48,620.00	-	-	48,620.00

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF CALABAR MUNICIPAL LOCAL GOVERNMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**CALABAR SOUTH LOCAL
GOVERNMENT COUNCIL**

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 235-237 have been examined under my direction, which have been prepared under the accounting policies set out on pages 229-234.

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

- (v) The books of Accounts had been properly kept.
- (vi) 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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA
RESPONSIBILITY FOR FINANCIAL STATEMENTS

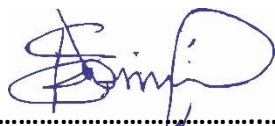
These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Calabar South Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Cash 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 2018 and its operations for the period ended on that date.



CHAIRMAN

18th September 2020

DATE



THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020

DATE



The Chairman,
Calabar South Local Government Council,
ANANTIGHA.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF CALABAR SOUTH LOCAL GOVERNMENT FOR
THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 235 to 237 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 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 Calabar South Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.

.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA

STATEMENT OF ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows.

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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

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

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,528,590,819.34	1,012,116,474.01
Government Share of VAT	394,064,337.52	328,197,777.54
Excess Crude	6,899,143.79	24,439,004.11
Other Revenue	50,908,473.16	188,996,598.09
Internally Generated Revenue (Non-Tax Revenue)	15,589,693.00	14,792,397.33
Redistribution from JAAC		-
10% State IGR (Non-Tax Revenue)		-
Total Inflows from Operating Activities	1,996,052,466.81	1,568,542,251.08
Outflows:		
Salaries and Wages (Social Benefits)	1,091,445,144.22	1,106,878,899.84
Overhead Cost	6,732,783.46	63,400,157.42
Statutory Deductions	14,938,321.42	3,204,310.39
JAAC Charges	331,349,260.58	403,852,814.98
Total Outflows from Operating Activities	1,444,465,509.68	1,577,336,182.63
Net Cashflow from Operating Activities	551,586,957.13	(8,793,931.55)
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE		-
Proceeds from Sale of Investment Property		-
Capital Expenditure (Purchase/Construction of PPE)	(358,531,006.86)	(40,777,874.92)
Investment Expenditure	(27,777,777.78)	
Net Cashflow from Investing Activities	(386,308,784.64)	(40,777,874.92)
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received	-	-
Miscellaneous Deposits Remitted	-	-
Taxes Received	-	1,491,472.95
Tax Remitted	-	-
Proceeds from Borrowings (CRSG Loan)	(27,777,777.77)	57,664,596.68
Repayment of Borrowings	-	(33,333,333.33)
Overdraft Received	-	-
Overdraft Repayment	-	-
Net Cash Flow from Financing Activities	(27,777,777.77)	25,822,736.30
Net Increase (Decrease) in Cash & Cash Equivalents	137,500,394.72	(23,749,070.17)
Cash and its Equivalent as at 01 Jan 2018	15,813,048.09	39,562,118.26
Cash and its Equivalent as at 31 Dec 2018	153,313,442.81	15,813,048.09

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
	₦	₦
ASSETS		
<u>Current Assets:</u>		
Cash and Cash Equivalents	153,313,442.81	15,813,048.09
Receivables	316,411,882.96	218,900,183.31
Inventories	-	-
Prepayments	-	-
Total Current Assets (A)	469,725,325.77	234,713,231.40
<u>Non-Current Assets</u>		
Long-Term Loans		-
Investments	158,878,724.67	106,384,085.90
Property, Plant & Equipment	-	-
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	200,121,708.83
Total Assets (A) + (B)	734,341,673.37	434,834,940.23
LIABILITIES		
<u>Current Liabilities</u>		
Deposits		-
Short term Loans & Debts	1,520,013.64	1,520,013.64
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	6,085,418.85	6,085,418.85
Total Current Liabilities (C)	596,182,166.35	404,961,333.20
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,020.08	573,680,797.86
Internal Loans (Public Funds)	-	-
Long Term Provisions (Taxes)	-	-
Total Non-Current Liabilities (D)	545,903,020.08	573,680,797.86
Total Liabilities (C) + (D)	1,142,085,186.43	978,642,131.06
Net Assets (Total Assets - Total Liabilities)	(407,743,513.06)	(543,807,190.83)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(771,804,587.07)	(722,077,033.75)
Total Net Assets/Equity	(407,743,513.06)	(543,807,190.83)

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA
STATEMENT OF FINANCIAL PERFORMANCE FOR CALABAR SOUTH LOCAL
GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
	RECEIPTS:				
1,553,749,853.75	Government Share of FAAC	1	1,980,462,773.81	2,024,038,754.00	(43,575,983.19)
14,792,397.33	Internally Generated	2	15,589,693.00	42,175,000.00	(26,5858,307.00)
	Redistribution from JAAC	3			
	Cross River State	11			
1,568,542,251.08	Total Revenue (A)		1,996,052,466.81	2,066,213,754.00	(70,161,287.19)
	EXPENDITURE				
1,106,878,899.84	Salaries and Wages	4	1,091,445,144.22	1,770,582,000.00	679,139,855.80
3,204,310.39	Statutory Deductions	6	6,732,783.46	282,000,912.00	275,268,128.54
63,400,157.42	Overhead Cost	5	14,938,321.42	20,076,315.00	5,137,993.58
403,952,814.98	JAAC Charges	7	331,349,260.58	-	331,349,260.58
40,777,874.92	Capital Expenditure	8	358,531,006.86	600,149,000.00	241,617,993.14
	Investment Expenditure	9	27,777,777.78	-	27,777,777.78
1,618,114,057.55	Total Expenditure (B)		1,830,774,294.32	2,672,808,227.00	842,033,932.68
(49,571,806.47)	Surplus/Deficit from		165,278,172.49	(606,594,473.00)	
	Gain/Loss on Disposal of				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary				
(49,571,806.47)	Net Surplus/Deficit for the Period		165,278,172.49	(606,594,473.00)	

CALABAR SOUTH LOCAL GOVERNMENT, ANANTIGHA**NOTES TO THE FINANCIAL STATEMENTS****1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION)****₦1,528,590,819.34**

This represents allocations received on a monthly basis by Calabar South Local Government Council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENNUE	TOTAL
1	JAN.	120,971,252.20	29,981,808.44	6,899,143.79	499,670.38	158,297,874.81
2	FEB.	119,917,036.20	35,065,997.61	-	-	154,983,033.81
3	MARCH	116,278,876.09	32,300,815.92	-	168,687.90	148,596,379.91
4	APRIL	106,719,909.60	30,784,002.23	-	14,020,757.29	151,524,669.12
5	MAY	133,101,332.85	31,421,051.62	-	107,959.84	170,630,144.31
6	JUNE	129,410,310.25	33,470,787.28	-	-	162,881,097.53
7	JULY	134,749,905.74	31,192,340.72	-	1,886,681.51	167,828,927.97
8	AUG.	129,926,142.86	28,900,069.08	-	17,686,322.79	176,512,534.73
9	SEPT..	132,404,087.33	41,239,301.23	-	-	173,643,388.56
10	OCT.	126,759,643.43	28,611,908.03	-	1,233,828.2	156,605,379.66
11	NOV.	137,055,301.71	38,228,276.91	-	181,835.64	137,237,137.35
12	DEC.	135,351,021.08	32,867,978.45	-	15,122,730.11	183,341,727.64
	TOTAL	1,528,590,819.34	394,064,337.52	6,899,143.79	50,908,473.16	1,980,462,773.81

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –N394,064,337.52

This represents Federal Revenue arising from Value Added Tax (VAT) for Calabar South Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE –N6,899,143.79

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, for Calabar South Local Government Council for the year ended 31st December 2018.

1(D) OTHER REVENUE –N50,908,473.16

This represents revenue other than statutory receipts from the Federation for Calabar South Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – N15,589,693.00

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Calabar South Council for the year ended 31st December 2018.

CODE	DETAILS	2018 N
101000	TAXES	
102000	RATES	2, 073, 443.00
103000	LOCAL LICENCES, FEES AND FINES	4, 823, 550.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	7, 967, 700.00
105000	RENT ON GOVERNMENT PROPERTY	402, 000.00
108000	MISCELLANEOUS	323, 000.00
TOTAL		15,589,593.00

3. REDISTRIBUTION FROM JAAC – NIL

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

4. SALARIES AND WAGES – N 1,091,445,144.22

This consists of the salaries and wages paid to staff of Calabar South Local Government Council 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 (SOCIAL BENEFITS)		
1	Council Staff Salaries	269,720,470.90
2	Primary Health Care Salaries	232,090,356.11
3	Local Government Education Authority	350,323,816.46
4	Traditional Rulers Stipend	
5	Pension Contribution	239,310,500.75
	TOTAL	1,091,445,144.22

5. OVERHEAD COST – N 14,938,321.42

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

CODE	DESCRIPTION	ACTUAL PAID BY COUNCIL 2018	OTHER COUNCILS COMMITMENTS PAID THROUGH	TOTAL
		=N=	=N=	=N=
431200	TRAVEL & TRANSPORT	1, 440, 000.00	833, 333.33	2, 273, 333.23
431300	UTILITIES	-	-	-
431400	MATERIALS & SUPPLIES	1, 007, 000.00	-	1, 007, 000.00
431500	MAINTAINANCE & SERVICES	1, 965, 200.00	-	1, 965, 200.00
431600	TRANING & STAFF	-	13, 88.89	13, 888.89
431700	CONSULTANCES & PROF. SERVICES	928, 000.00	-	928, 000.00
431800	FINANCE EXPENSES	-	-	-
431900	ENTERTAINMENT &	2, 366, 888.10	2,000,000	4, 366, 888.10
432100	OTHER SERVICES	1, 820, 000.00	444, 444.44	2, 264, 444.44
432200	GRANT & SUBVENTION	-	-	-
115000	DEBT SERVICING	2,064,566.66	-	2, 064, 566.66
	TOTAL	11,591,654.74	3,346,666.66	14,938,321.42

6. STATUTORY DEDUCTIONS – ₦6,732,783.46

This is made up of 31% Statutory deductions made from Calabar South Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

7. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE – ₦358,531,006.86

During the year under review, the Calabar South LGC spent a total sum of ₦358.5m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular and Chart format;

HEAD	DETAILS	ACTUAL PAID BY COUNCIL 2018	OTHER COUNCILS COMMITMENTS PAID THROUGH JAAC	TOTAL
		=N=	=N=	=N=
ECONOMIC SECTOR				
16000	ENERGY (FUEL & POWER)	358, 000.00	-	358, 000.00
17000	COMMERCE & FINANCE	380, 000.00	-	380, 000.00
18000	TRANSPORTATION		34, 111, 111.11	34, 111, 111.11
19000	CULTURE & TOURISM		2, 000, 000.00	2, 000, 000.00
SUB TOTAL		738, 000.00	36,111,111.11	36,849,111.11
SOCIAL SERVICE SECTOR				
22000	HEALTH	1,250,480.48	-	1,250,480.48
23000	INFORMATION		-	
24000	SOCIAL DEV. YOUTH & SPORT	520, 000.00	-	520,000.00
SUB TOTAL		1,770,480.84		1,770,480.84
ENV. & REGIONAL DEVELOPMENT SECTOR				
31000	WATER SUPPLY	14, 082, 286.00	-	14, 082, 286.00
32000	SEWAGE & DRAINAGE	125, 000.00	-	125, 000.00
33000	HOUSING	100, 000.00	-	100, 000.00
34000	TOWN & COUNTRY PLANNING	-	-	-
35000	ENVIRONMENTAL & REFUSE DISPOSAL	5, 189, 398.69	-	5, 189, 398.69
SUB TOTAL		19, 496, 686.69		19,496,686.69
4000	GENERAL ADMINISTRATION	1, 257, 596.00	299,922,222.22	301,179,818.22
GRAND TOTAL		22,497,763.53	3336,033,333.33	358,531,096.86

8. JAAC CHARGES – N331,349,260.58

This represents Joint Commitments of Calabar South Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

9. INVESTMENT EXPENDITURE – N27,777,777.78

Investment expenditure represents the total aggregate payouts on behalf of Calabar South Local Government Council by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was N27,777,777.78 in Cross River State Micro Finance Bank Limited (CRMFB).

10. DEPOSITS RECEIVED AND REMITTED – NIL

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

11. TAXES RECEIVED AND REMITTED – NIL

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 – N27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Calabar South Local Government Council and the amount repaid during the period as seen below;

13. OVERDRAFT RECEIVED AND REPAID - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid.

14. CASH AND CASH EQUIVALENTS – ₦153,313,442.81

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 2018.

15. RECEIVABLES – ₦ – 316,411,882.96

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

RECEIVABLES (10	AMOUNT (₦)
Balance Brought Forward	218,900,183.31
2018 Unpaid 10%	97,511,699.65
Remittance for the Period	
Balance Carried forward	316,411,882.96

16. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND - ₦ 105,737,622.93

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

17. DEPOSITS – NIL

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.

18. SHORT TERM LOANS AND DEBTS – N1,520,013.64

This represents loans owed to various banks by Calabar South Local Government Council.

19. UNREMITTED DEDUCTIONS – N 588,576,733.86

This represents the cumulative total of all unremitted statutory deductions by Calabar South Local Government Councils to certain State agencies as mandated by Law.

20. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – N545,903,020.08

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

21. RESERVES - N 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Calabar South Local Government Councils in its Financial Statements for the purposes of disclosure.

22. INVESTMENTS – N158,878,724.67

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

23. PAYABLES – N6,085,418.85

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Calabar South Local Government Councils as at 31st December 2018.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12- 2018 (AS IN BALANCE SHEET)
1	5% CONTRACTORS' TAX	3,043,519.95	-	-	3,043,519.95
2	5% VALUE ADDED TAX (VAT)	3,041,898.90	-	-	3,041,898.90
TOTAL		6,085,418.85	-	-	6,085,418.85

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF CALABAR SOUTH LOCAL GOVERNMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**ETUNG LOCAL GOVERNMENT
COUNCIL**

ETUNG LOCAL GOVERNMENT, EFFRAYA

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Etung Local Government Council found on pages 257-259 have been examined under my direction, which have been prepared under the accounting policies set out on pages 251-256

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

- (vii) The books of Accounts had been properly kept.
- (viii) 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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

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.

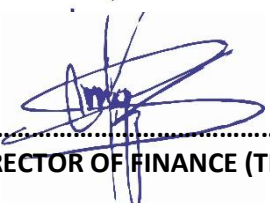
The Director of Finance (Treasurer) has responsibility for ensuring the internal controls are functional throughout the year and that financial records are properly kept, and appropriate financial statements are prepared. To the best of my knowledge, this system of internal control has operated adequately 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 2018 and its operations for the period ended on that date.


.....
CHAIRMAN

18th September 2020
.....
DATE


.....
THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020
.....
DATE



The Chairman,
Etung Local Government Council,
EFFRAYA.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF ETUNG LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 257 to 259 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 Etung Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.

.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



ETUNG LOCAL GOVERNMENT, EFFRAYA

STATEMENT OF ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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

Key to Abbreviations

LGC - Local Government 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

ETUNG LOCAL GOVERNMENT, EFFRAYA
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,225,259,196.65	792,617,479.19
Government Share of VAT	306,582,005.46	276,467,636.83
Excess Crude		6,462,651.78
Other Revenue	45,906,272.07	94,669,480.79
Internally Generated Revenue (Non-Tax Revenue)	7,157,214.92	6,173,079.45
Redistribution from JAAC		-
10% State IGR (Non-Tax Revenue)		-
Total Inflows from Operating Activities	1,584,904,689.10	1,176,390,328.04
Outflows:		
Salaries and Wages (Social Benefits)	906,540,033.06	933,448,710.26
Overhead Cost	6,732,783.46	103,612,627.42
Statutory Deductions	13,976,262.13	3,204,310.49
JAAC Charges	296,039,102.11	189,117,823.31
Total Outflows from Operating Activities	1,223,288,180.76	1,229,383,471.48
Net Cashflow from Operating Activities	361,616,508.34	(52,993,143.44)
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE		-
Proceeds from Sale of Investment Property		-
Capital Expenditure (Purchase/Construction of PPE)	(361,581,355.55)	(15,070,222.22)
Investment Expenditure	(27,777,777.77)	
Net Cashflow from Investing Activities	(389,359,133.32)	(15,070,222.22)
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received		-
Miscellaneous Deposits Remitted		-
Taxes Received		-
Tax Remitted		-
Proceeds from Borrowings (CRSG Loan)	(27,777,777.77)	57,664,596.68
Repayment of Borrowings		(33,333,333.33)
Overdraft Received		-
Overdraft Repayment		-
Net Cash Flow from Financing Activities	(27,777,777.77)	24,331,263.35
Net Increase (Decrease) in Cash & Cash Equivalents	(55,520,402.75)	(43,732,102.31)
Cash and its Equivalent as at 01 Jan 2018	(32,944,783.40)	10,787,318.91
Cash and its Equivalent as at 31 Dec 2018	(88,465,186.15)	(32,944,783.40)

ETUNG LOCAL GOVERNMENT, EFFRAYA
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
	₦	₦
ASSETS		
<u>Current Assets:</u>		
Cash and Cash Equivalents	-88,465,186.15	(32,944,783.40)
Receivables	316,411,882.96	218,900,183.31
Inventories		-
Prepayments		-
Total Current Assets (A)	227,946,696.81	185,955,399.91
<u>Non-Current Assets</u>		
Long-Term Loans		
Investments	158,878,724.67	107,784,085.90
Property, Plant & Equipment		
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	201,521,708.83
Total Assets (A) + (B)	492,563,044.41	387,477,108.74
LIABILITIES		
<u>Current Liabilities</u>		
Deposits	8,393,924.24	8,393,924.24
Short term Loans & Debts		-
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	5,240,985.69	5,240,985.69
Total Current Liabilities (C)	602,211,643.79	410,990,810.64
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,020.09	573,680,797.86
Internal Loans (Public Funds)		
Long Term Provisions (Taxes)		
Total Non-Current Liabilities (D)	545,903,020.09	573,680,797.86
Total Liabilities (C) + (D)	1,148,114,663.88	984,671,608.50
Net Assets (Total Assets - Total Liabilities)	(655,551,619.47)	(597,194,499.76)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(1,019,612,693.48)	(775,464,342.68)
Total Net Assets/Equity	(655,551,619.47)	(597,194,499.76)

ETUNG LOCAL GOVERNMENT, EFFRAYA
STATEMENT OF FINANCIAL PERFORMANCE FOR CALABAR SOUTH LOCAL
GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
	RECEIPTS:				
1,170,217,284.59	Government Share of FAAC	1	1,577,747,474.18	1,477,965,106.00	99,782,368.18
6,173,079.45	Internally Generated	2	7,157,214.92	55,293,000.00	(48,135,785.08)
	Redistribution from JAAC	3			
	Cross River State	11			
1,176,390,328.04	Total Revenue (A)		1,584,904,689.10	1,533,258,106.00	51,646,583.10
	EXPENDITURE				
933,448,710.26	Salaries and Wages	4	906,540,033.06	884,728,997.00	(21,811,036.06)
3,204,310.49	Statutory Deductions	6	6,732,783.46	-	(6,732,783.46)
103,612,627.42	Overhead Cost	5	13,976,262.13	54,027,103.00	40,050,840.87
189,117,823.31	JAAC Charges	7	296,039,102.11	-	(296,039,102.11)
15,070,222.22	Capital Expenditure	8	361,581,355.55	469,616,902.00	108,035,546.45
	Investment Expenditure	9	27,777,777.77	-	(27,777,777.77)
1,244,453,693.70	Total Expenditure (B)		1,612,647,314.00	1,408,373,022.00	(204,274,312.00)
(68,063,365.66)	Surplus/Deficit from		(27,742,624.98)	124,885,104.00	
	Gain/Loss on Disposal of				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary				
(68,063,365.66)	Net Surplus/Deficit for the Period		(27,742,624.98)	124,885,104.00	

ETUNG LOCAL GOVERNMENT, EFFRAYA**NOTES TO THE FINANCIAL STATEMENTS****1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION) ₦1,225,259,196.65**

This represents allocations received on a monthly basis by Etung Local Government Council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENNUE	TOTAL
1	JANUARY	94,732,774.61	23,243,905.95	5,793,559.83	123,770,240.39	94,732,774.61
2	FEBRUARY	93,907,282.39	27,310,345.83	-	121,217,628.22	93,907,282.39
3	MARCH	123,936,588.18	25,122,901.52	132,089.20	149,191,578.90	123,936,588.18
4	APRIL	83,573,417.96	24,067,253.08	10,978,799.36	118,619,470.40	83,573,417.96
5	MAY	104,231,100.48	24,449,422.47	84,536.77	128,765,059.72	104,231,100.48
6	JUNE	101,340,885.94	25,973,786.91	-	127,314,672.85	101,340,885.94
7	JULY	105,521,997.30	24,343,797.53	5,812,631.35	135,678,426.18	105,521,997.30
8	AUGUST	101,744,802.98	22,495,760.86	9,513,793.99	133,754,357.83	101,744,802.98
9	SEPTEMBER	103,685,130.06	32,047,547.88	-	135,732,677.94	103,685,130.06
10	OCTOBER	99,265,310.52	22,259,911.42	966,135.56	122,491,357.50	99,265,310.52
11	NOVEMBER	107,327,212.19	29,788,499.43	-	137,115,711.62	107,327,212.19
12	DECEMBER	105,992,694.04	25,478,872.58	12,624,726.01	144,096,292.63	105,992,694.04
	TOTAL	1,225,259,196.65	306,582,005.46	45,906,272.07	1,577,747,474.18	1,225,259,196.65

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –N 306,882,005.16

This represents Federal Revenue arising from Value Added Tax (VAT) for Etung Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE - NIL

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, for Etung Local Government Council for the year ended 31st December 2018.

1(D) OTHER REVENUE –N45,906,272.07

This represents revenue other than statutory receipts from the Federation for Etung Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – N7,157,214.92

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Etung Council for the year ended 31st December 2018.

CODE	DETAILS	2018
		N
101000	TAXES	131,000.00
102000	RATES	2,462,955.00
103000	LOCAL LICENCES, FEES AND FINES	3,208,555.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	533,900.00
105000	RENT ON GOVERNMENT PROPERTY	230,000.00
108000	MISCELLANEOUS	590,804.92
TOTAL		7,157,214.92

3. REDISTRIBUTION FROM JAAC – NIL

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

4. SALARIES AND WAGES – N 906,540,033.06

This consists of the salaries and wages paid to staff of Etung Local Government Council 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 (SOCIAL BENEFITS)		
S/N	DESCRIPTION	AMOUNT (N)
1	Council Staff Salaries	235,788,649.33
2	Primary Health Care Salaries	117,270,221.59
3	Local Government Education Authority	314,170,661.39
4	Traditional Rulers Stipend	
5	Pension Contribution	239,310,500.75
	TOTAL	906,540,033.06

5. OVERHEAD COST – N 13,976,262.13

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

CODE	DESCRIPTION	OTHER COUNCIL COMMITMENTS PAID THROUGH JAAC	ACTUAL PAID BY COUNCIL 2018	TOTAL
		N	N	N
431200	TRAVEL AND TRANSPORT		3,205,404.00	3,205,404.00
431300	UTILITIES			-
431400	MATERIALS & SUPPLIES		1,305,500.00	1,305,500.00
431500	MAINTENANCE & SERVICES		602,000.00	602,000.00
431600	TRAINING & STAFF DEVELOP			-
431700	CONSULTANCY & PRO SERVICES			-
431800	FINANCE EXPENSES		23,839.54	23,839.54
431900	ENTERTAINMENT & HOSPITALITY		933,080.00	933,080.00
432100	OTHER SERVICES		8,906,438.59	8,906,438.59
115000	DEBT SERVICES			-
TOTAL			13,976,262.13	13,976,262.13

6. STATUTORY DEDUCTIONS – N6,732,783.46

This is made up of 31% Statutory deductions made from Etung Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

7. JAAC CHARGES – N296,039,102.11

This represents Joint Commitments of Etung Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

8. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE – N361,581,355.55

During the year under review, the Etung LGC spent a total sum of N358.5m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular and Chart format;

HEAD	DETAILS	ACTUAL PAYMENT BY COUNCIL	OTHER COUNCIL COMMITMENT PAID THROUGH JAAC	TOTAL
		N	N	N
11000	AGRICULTURE	-		
12000	LIVESTOCK & VERTERNARY	-		
13000	FORESTRY	-		
14000	FISHERIES	-		
15000	MANUFACTURING & CRAFT	-		
16000	ENERGY (FUEL & POWER)	-		
17000	COMMERCE & FINANCE	548,800.00		548,800.00
18000	TRANSPORTATION	-		
19000	CULTURE & TOURISM	-		
21000	EDUCATION	-	222,222,222.22	222,222,222.22
22000	HEALTH	-		
23000	INFORMATION	70,000.00		70,000.00
24000	SOCIAL DEV. YOUTH & SPORT	1,050,000.00	19,700,000.00	1,050,000.00
31000	WATER SUPPLY	-		
32000	SEWAGE & DRAINAGE	-		
33000	HOUSING	35,000.00		35,000.00
34000	TOWN & COUNTRY PLANNING	1,230,000.00		1,230,000.00
35000	ENVIRNMENT & REFUSE DISPOSAL	-		
40000	GENERAL ADMINISTRATION	512,000.00	116,213,333.33	116,725,333.33
	TOTAL	3,445,800.00	358,135,555.55	361,581,355.55

9. INVESTMENT EXPENDITURE – N27,777,777.77

Investment expenditure represents the total aggregate payouts on behalf of Etung Local Government Council by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was N27,777,777.77 in Cross River State Micro Finance Bank Limited (CRMFB).

10. DEPOSITS RECEIVED AND REMITTED – NIL

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

11. TAXES RECEIVED AND REMITTED – NIL

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 – N27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Etung Local Government Council and the amount repaid during the period as seen below;

13. OVERDRAFT RECEIVED AND REPAID - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid.

14. CASH AND CASH EQUIVALENTS – N(88,465,186.15)

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Etung Local Government Council Cash Books as at 31st December 2018.

15. RECEIVABLES – N – 316,411,882.96

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

RECEIVABLES (10	AMOUNT (N)
Balance Brought Forward	218,900,183.31
2018 Unpaid 10%	97,511,699.65
Remittance for the Period	
Balance Carried forward	316,411,882.96

16. INVESTMENTS – N158,878,724.67

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

17. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND**N 105,737,622.93**

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

18. DEPOSITS – N8,393,924.24

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 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	NHF	192,804.14	-	-	192,804.14
2	RETENTION DEPOSIT	3,175,440.22			3,175,440.22
3	UNCLAIMED SALARIES	5,025,679.88		-	5,025,679.88
	TOTAL	8,393,924.24		-	8,393,924.24

19. SHORT TERM LOANS AND DEBTS – NIL

This represents loans owed to various banks by Etung Local Government Council.

20. UNREMITTED DEDUCTIONS – N 588,576,733.86

This represents the cumulative total of all unremitted statutory deductions by Etung Local Government Councils to certain State agencies as mandated by Law.

21. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – N545,903,020.09

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

22. RESERVES - N 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Etung Local Government Councils in its Financial Statements for the purposes of disclosure

23. PAYABLES – N5,240,985.69

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Etung Local Government Councils as at 31st December 2018.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	5% CONTRACTORS' TAX	2,512,935.14	-	-	2,512,935.14
2	UNCLAIMED SALARIES	2,512,935.14	-	-	2,512,935.14
3	5% VALUE ADDED TAX (VAT)	215,115.41	-	-	215,115.41
TOTAL		5,240,985.69	-	-	5,240,985.69

**SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF ETUNG LOCAL GOVERNMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018**

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**IKOM LOCAL GOVERNMENT
COUNCIL**

IKOM LOCAL GOVERNMENT, IKOM

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Ikom Local Government Council found on pages 279-281 have been examined under my direction, which have been prepared under the accounting policies set out on pages 273-278

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

- (ix) The books of Accounts had been properly kept.
- (x) 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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

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 (Cash 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 2018 and its operations for the period ended on that date.


.....
CHAIRMAN

18th September 2020
.....
DATE


.....
THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020
.....
DATE



The Chairman,
Ikom Local Government Council,
IKOM.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF IKOM LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 279 to 281 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 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 Ikom Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.

.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



IKOM LOCAL GOVERNMENT, IKOM

STATEMENT OF ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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

Key to Abbreviations

LGC - Local Government 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

IKOM LOCAL GOVERNMENT, IKOM
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,599,634,360.41	1,081,341,311.38
Government Share of VAT	371,103,699.25	333,739,286.31
Excess Crude	37,746,889.35	8,818,197.23
Other Revenue	24,891,571.60	124,669,004.89
Internally Generated Revenue (Non-Tax Revenue)	39,616,062.19	30,966,712.97
Redistribution from JAAC	-	-
10% State IGR (Non-Tax Revenue)	-	-
Total Inflows from Operating Activities	2,072,992,582.80	1,579,534,512.78
Outflows:		
Salaries and Wages (Social Benefits)	1,350,045,209.92	1,421,391,625.01
Overhead Cost	6,732,783.46	137,194,619.04
Statutory Deductions	246,639,832.09	3,204,310.49
JAAC Charges	8,162,971.68	88,950,590.43
Total Outflows from Operating Activities	1,611,580,797.15	1,650,741,144.97
Net Cashflow from Operating Activities	461,411,785.65	(71,206,632.19)
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE		
Proceeds from Sale of Investment Property		
Capital Expenditure (Purchase/Construction of PPE)	(105,869,313.83)	(43,766,000.00)
Investment Expenditure	(27,777,777.78)	
Net Cashflow from Investing Activities	(133,647,091.61)	(43,766,000.00)
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received		4,506,167.82
Miscellaneous Deposits Remitted		-
Taxes Received		-
Tax Remitted	(38,178.88)	-
Proceeds from Borrowings (CRSG Loan)	(27,777,777.77)	57,664,596.68
Repayment of Borrowings		(33,333,333.33)
Overdraft Received		-
Overdraft Repayment		-
Net Cash Flow from Financing Activities	(27,815,956.65)	28,837,431.17
Net Increase (Decrease) in Cash & Cash Equivalents	299,948,737.39	(86,135,201.02)
Cash and its Equivalent as at 01 Jan 2018	(33,063,662.07)	53,071,538.95
Cash and its Equivalent as at 31 Dec 2018	266,885,075.32	(33,063,662.07)

IKOM LOCAL GOVERNMENT, IKOM
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
ASSETS	₦	₦
<u>Current Assets:</u>		
Cash and Cash Equivalents	266,885,075.32	(33,063,662.07)
Receivables	316,411,882.96	218,900,183.31
Inventories		-
Prepayments		-
Total Current Assets (A)	583,296,958.28	185,836,521.24
<u>Non-Current Assets</u>		
Long-Term Loans		-
Investments	158,878,724.67	108,084,085.90
Property, Plant & Equipment		-
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	201,821,708.83
Total Assets (A) + (B)	847,913,305.88	387,658,230.07
LIABILITIES		
<u>Current Liabilities</u>		
Deposits	68,406,549.16	68,406,549.16
Short term Loans & Debts		-
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	3,921,714.95	3,959,893.33
Total Current Liabilities (C)	660,904,997.97	469,722,343.20
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,020.08	573,680,797.86
Internal Loans (Public Funds)		-
Long Term Provisions (Taxes)		-
Total Non-Current Liabilities (D)	545,903,020.08	573,680,797.86
Total Liabilities (C) + (D)	1,206,808,018.05	1,043,403,141.06
Net Assets (Total Assets - Total Liabilities)	(358,894,712.17)	(655,744,910.99)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(722,955,786.18)	(834,014,753.91)
Total Net Assets/Equity	(358,894,712.17)	(655,744,910.99)

IKOM LOCAL GOVERNMENT, IKOM
STATEMENT OF FINANCIAL PERFORMANCE FOR IKOM LOCAL GOVERNMENT
COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
	RECEIPTS:				
1,548,567,799.81	Government Share of FAAC	1	2,033,376,520.61	2,533,711,691.00	(500,335,170.39)
30,966,712.97	Internally Generated	2	39,616,062.19	51,157,400.00	(11,541,337.81*)
	Redistribution from JAAC	3			
	Cross River State	11			
1,579,534,512.78	Total Revenue (A)		2,072,992,582.86	2,584,869,091.00	(511,876,508.20)
	EXPENDITURE				
1,421,391,625.01	Salaries and Wages	4	1,350,045,209.92	1,270,618,000.00	(79,427,209.92)
3,204,310.49	Statutory Deductions	6	6,732,793.46	490,000,000.00	483,267,216.54
137,194,619.04	Overhead Cost	5	246,639,832.09	56,000,397.00	(190,639,435.09)
88,950,590.43	JAAC Charges	7	8,162,971.68	-	8,162,971.68
43,766,000.00	Capital Expenditure	8	105,869,313.83	585,600,597.00	479,731,283.17
	Investment Expenditure	9	2,777,777.78	-	2,777,777.78
1,694,507,144.97	Total Expenditure (B)		1,745,227,888.76	2,402,218,994.00	656,991,105.24
(114,972,632.19)	Surplus/Deficit from		327,764,694.04	182,650,097.00	
	Gain/Loss on Disposal of				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary				
(114,972,632.19)	Net Surplus/Deficit for the Period		327,764,694.04	182,650,097.00	

IKOM LOCAL GOVERNMENT, IKOM
NOTES TO THE FINANCIAL STATEMENTS

1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION)
₦1,599,634,360.41

This represents allocations received on a monthly basis by Ikom Local Government Council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENUE	TOTAL
1	JAN.	129,247,029.91	28,213,376.60		7,905,230.71	165,365,637.22
2	FEB.	128,120,657.42	33,030,446.99		-	161,151,104.41
3	MARCH	97,054,748.24	30,416,898.42		180,233.85	127,651,880.51
4	APRIL	114,020,245.12	29,021,122.30	14,980,416.93	-	158,021,784.35
5	MAY	142,207,361.63	29,591,275.81		115,349.23	171,913,986.67
6	JUNE	138,263,704.65	31,503,122.39		-	169,766,827.04
7	JULY	143,968,772.14	29,394,870.09		7,931,253.51	181,294,895.74
8	AUG.	138,814,843.75	27,219,192.49	5,996,010.56	6,985,427.20	179,015,474.00
9	SEPT..	141,462,392.70	38,826,830.97		-	180,289,223.67
10	OCT.	135,431,611.25	26,944,761.15		1,318,278.35	163,694,650.75
11	NOV.	146,431,962.40	36,013,170.46		-	182,445,132.86
12	DEC.	144,611,031.20	30,928,631.58	16,770,461.86	455,798.75	192,765,923.39
	TOTAL	1,599,634,360.41	371,103,699.25	37,746,889.35	24,891,571.60	2,033,376,520.61

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –N371,103,699.25

This represents Federal Revenue arising from Value Added Tax (VAT) for Ikom Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE –N37,746,889.35

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, for Ikom Local Government Council for the year ended 31st December 2018.

1(D) OTHER REVENUE –N24,891,571.60

This represents revenue other than statutory receipts from the Federation for Ikom Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – N39,616,062.19

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Ikom Council for the year ended 31st December 2018.

CODE	DETAILS	2018
		N
101000	TAXES	281,255.00
102000	RATES	5,334,000.00
103000	LOCAL LICENCES, FEES AND FINES	9,382,100.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	17,667,152.48
105000	RENT ON GOVERNMENT PROPERTY	4,409,940.00
108000	MISCELLANEOUS	2,541,614.71
TOTAL		39,616,062.19

3. REDISTRIBUTION FROM JAAC – NIL

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

4. SALARIES AND WAGES – N 1,350,045,209.92

This consists of the salaries and wages paid to staff of Ikom Local Government Council 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 (SOCIAL BENEFITS)		
S/N	DESCRIPTION	AMOUNT (N)
1	Council Staff Salaries	293,883,299.46
2	Primary Health Care Salaries	174,302,760.61
3	Local Government Education Authority	642,548,649.10
4	Traditional Rulers Stipend	-
5	Pension Contribution	239,310,500.75
	TOTAL	1,350,045,209.92

5. OVERHEAD COST – N 246,639,832.09

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

CODE	DESCRIPTION	OTHER COUNCILS COMMITMENTS PAID THROUGH JAAC	ACTUAL PAID BY COUNCIL 2018	TOTAL
		=N=	=N=	=N=
431200	TRAVEL AND TRANSPORT		5,668,350.00	5,668,350.00
431300	UTILITIES		459,000.00	459,000.00
431400	MATERIALS & SUPPLIES		2,555,000.00	2,555,000.00
431500	MAINTENANCE & SERVICES	888,333.33	4,885,359.07	5,773,692.40
431600	TRAINING & STAFF DEVELOP		770,000.00	770,000.00
431700	CONSULTANCY & PRO SERVICES		430,300.00	430,300.00
431800	FINANCE EXPENSES		14,300.12	14,300.12
431900	ENTERTAINMENT &	3,000,000.00	3,069,634.02	6,069,634.02
432100	OTHER SERVICES	458,333.33	2,061,000.00	2,519,333.3
432200	GRANT & SUBVENTION	222,222,222.22		222,222,222.22
115000	CONSOLIDATED REV. FUND CH.		185,000.00	185,000.00
	TOTAL	226,658,888.88	20,070,943.21	246,639,832.09

6. STATUTORY DEDUCTIONS – ₦6,732,783.46

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.

7. JAAC CHARGES – ₦8,162,971.68

This represents Joint Commitments of Ikom Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

8. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE – ₦105,869,313.83

During the year under review, the Ikom LGC spent a total sum of ₦105.8m (approx.) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular and Chart format;

HEAD	DETAILS	2018 ACTUAL COUNCIL =N=	ACTUAL BY JAAC =N=	TOTAL =N=
16000	ENERGY / POWER	25,000.00	-	25,000.00
11000	AGRIC	405,000.00	-	405,000.00
17000	COMMERCE/FINANCE	2,888,600.00	34,111,111/11	2,888,600.00
19000	CULTURE / TOURISM	10,000.00	2,000,000.00	2,010,000.00
	SUB TOTAL	3,328,600.00	36,111,111.11	39,439,711.11
22000	HEALTH	340,000.00	-	340,000.00
23000	ICT	86,000.00	-	86,000.00
24000	SOCIAL DEVELOPMENT	3,520,000.00	6,300,000.00	9,820,000.00
	SUB TOTAL	3,946,000.00	6,300,000.00	10,246,000.00
33000	ENVIRONMENT/REGIONAL PLANNING	1,315,602.72	-	1,315,602.72
34000	PAINTING OF QUARTERS	2,660,000.00	-	2,660,000.00
35000	ENVIRONMENTAL/REFUSE DISPOSAL	1,496,000.00	-	1,496,000.00
	SUB TOTAL	5,471,602.72	-	5,471,602.72
40000	GENERAL ADMINIATRATION	6,812,000.00	43,900,000.00	50,712,000.00
	SUB TOTAL	6,812,000.00	43,900,000.00	50,712,000.00
	GRAND TOTAL	19,558,202.72	86,311,111.11	105,869,313.83

9. INVESTMENT EXPENDITURE – N27,777,777.78

Investment expenditure represents the total aggregate payouts on behalf of Ikom Local Government Council by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was N27,777,777.78 in Cross River State Micro Finance Bank Limited (CRMFB).

10. DEPOSITS RECEIVED AND REMITTED – NIL

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

11. TAXES RECEIVED AND REMITTED – NIL & =N=38,178.88

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.

TAXES RECEIVED AND REMITTED			
S/N	LGC	TAXES RECEIVED	TAXES REMITTED
1	IKOM	-	38,178.88
	TOTAL	-	38,178.88

12. REPAYMENT OF BORROWINGS – N27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Ikom Local Government Council and the amount repaid during the period as seen below;

PROCEEDS OF BORROWINGS AND REPAYMENTS			
S/NO	LGC	CRSG LOAN	REPAYMENT
1	IKOM	-	27,777,777.77

13. OVERDRAFT RECEIVED AND REPAID - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid.

14. CASH AND CASH EQUIVALENTS – ₦266,885,075.32

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Ikom Local Government Council Cash Books as at 31st December 2018.

15. RECEIVABLES – ₦ – 316,411,882.96

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

	RECEIVABLES (10	AMOUNT (₦)
Balance Brought Forward		218,900,183.31
2018 Unpaid 10%		97,511,699.65
Remittance for the Period		
Balance Carried forward		316,411,882.96

16. INVESTMENTS – ₦158,878,724.67

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

17. DEPOSITS – ₦=68,406,549.16

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 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	RETENTION DEPOSIT	63,886,741.52	4,506,167.82	-	68,392,909.34
3	UNCLAIMED SALARIES	13,639.82		-	13,639.82
	TOTAL	63,900,381.34	4,506,167.82	-	68,406,549.16

18. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND**- ₦ 105,737,622.93**

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

19. SHORT TERM LOANS AND DEBTS – NIL

This represents loans owed to various banks by Ikom Local Government Council.

20. UNREMITTED DEDUCTIONS – ₦ 588,576,733.86

This represents the cumulative total of all unremitted statutory deductions by Ikom Local Government Councils to certain State agencies as mandated by Law.

21. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – ₦545,903,020.08

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

22. RESERVES - ₦ 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Ikom Local Government Councils in its Financial Statements for the purposes of disclosure.

23. PAYABLES – ₦3,921,714.95

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Ikom Local Government Councils as at 31st December 2018.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	5% CONTRACTORS' TAX	1,979,946.66		-	1,979,946.66
2	5% VALUE ADDED TAX (VAT)	1,979,946.67		38,178.39	1,941,768.28
TOTAL		3,959,893.33		38,178.39	3,921,714.95

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF IKOM LOCAL GOVERNMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**OBANLIKU LOCAL GOVERNMENT
COUNCIL**

OBANLIKU LOCAL GOVERNMENT, SANKWALA
AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Obanliku Local Government Council found on pages 301-303 have been examined under my direction, which have been prepared under the accounting policies set out on pages 295-300.

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

- (xi) The books of Accounts had been properly kept.
- (xii) 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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

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 (Cash 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 2018 and its operations for the period ended on that date.


.....
CHAIRMAN

18th September 2020
.....
DATE


.....
THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020
.....
DATE



The Chairman,
Obanliku Local Government Council,
SANKWALA.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF OBANLIKU LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 301 to 303 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 Obanliku Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.


.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



OBANLIKU LOCAL GOVERNMENT, SANKWALA

STATEMENT OF ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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

Key to Abbreviations

LGC - Local Government 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

LGC - Local Government Council

OBANLIKU LOCAL GOVERNMENT, SANKWALA
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,422,350,637.78	925,800,577.44
Government Share of VAT	330,334,281.25	297,507,201.13
Excess Crude	15,498,210.96	84,393,568.17
Other Revenue	38,557,525.72	31,399,076.63
Internally Generated Revenue (Non-Tax Revenue)	8,851,056.73	9,779,697.65
Redistribution from JAAC		62,439,603.37
10% State IGR (Non-Tax Revenue)		-
Total Inflows from Operating Activities	1,815,591,712.44	1,411,319,724.39
Outflows:		
Salaries and Wages (Social Benefits)	1,363,891,108.84	1,358,004,150.35
Overhead Cost	6,732,783.46	106,678,798.98
Statutory Deductions	22,578,872.07	3,204,310.49
JAAC Charges	65,190,207.86	-
Total Outflows from Operating Activities	1,458,392,972.23	1,467,887,259.82
Net Cashflow from Operating Activities	357,198,740.21	(56,567,535.43)
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE		-
Proceeds from Sale of Investment Property		-
Capital Expenditure (Purchase/Construction of PPE)	(301,210,543.33)	(4,185,000.00)
Investment Expenditure	(27,777,777.78)	
Net Cashflow from Investing Activities	(328,988,321.11)	(4,185,000.00)
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received	210,366.90	771,245.07
Miscellaneous Deposits Remitted		(7,172,382.14)
Taxes Received		-
Tax Remitted		-
Proceeds from Borrowings (CRSG Loan)	(27,777,777.77)	57,664,596.68
Repayment of Borrowings		(33,333,333.33)
Overdraft Received		-
Overdraft Repayment		-
Net Cash Flow from Financing Activities	(27,567,410.87)	17,930,126.28
Net Increase (Decrease) in Cash & Cash Equivalents	643,008.23	(42,822,409.15)
Cash and its Equivalent as at 01 Jan 2018	(28,130,046.46)	14,692,362.69
Cash and its Equivalent as at 31 Dec 2018	(27,487,038.23)	(28,130,046.46)

OBANLIKU LOCAL GOVERNMENT, SANKWALA
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
	₦	₦
ASSETS		
<u>Current Assets:</u>		
Cash and Cash Equivalents	(27,487,038.23)	(28,130,046.46)
Receivables	316,411,882.96	218,900,183.31
Inventories		
Prepayments		
Total Current Assets (A)	288,924,844.73	190,770,136.85
<u>Non-Current Assets</u>		
Long-Term Loans		
Investments	158,878,724.67	107,190,085.90
Property, Plant & Equipment		
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	200,927,708.83
Total Assets (A) + (B)	553,541,192.33	391,697,845.68
LIABILITIES		
<u>Current Liabilities</u>		
Deposits	8,107,811.50	12,775,957.84
Short term Loans & Debts	2,239,981.26	2,239,981.26
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	11,354,057.62	11,354,057.62
Total Current Liabilities (C)	610,278,584.24	423,725,897.43
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,020.09	573,680,797.86
Internal Loans (Public Funds)		-
Long Term Provisions (Taxes)		-
Total Non-Current Liabilities (D)	545,903,020.09	573,680,797.86
Total Liabilities (C) + (D)	1,156,181,604.33	997,406,695.29
Net Assets (Total Assets - Total Liabilities)	(602,640,412.00)	(605,708,849.61)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(966,701,486.01)	(783,978,692.53)
Total Net Assets/Equity	(602,640,412.00)	(605,708,849.61)

OBANLIKU LOCAL GOVERNMENT, SANKWALA
STATEMENT OF FINANCIAL PERFORMANCE FOR OBANLIKU LOCAL
GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
	RECEIPTS:				
1,339,100.423.37	Government Share of FAAC	1	1,806,740,655.71	2,082,121,951.00	(275,381,295.29)
9,779,697.65	Internally Generated	2	8,851,056.73	28,045,379.00	(19,194,322.27)
62,439,603.37	Redistribution from JAAC	3			
	Cross River State	11			
1,411,319,724.39	Total Revenue (A)		1,815,591,712.44	2,110,167,330.00	(294,575,617.56)
	EXPENDITURE				
1,355,004,150.35	Salaries and Wages	4	1,363,891,108.84	1,482,532,696.00	118,641,587.16
3,204,310.49	Statutory Deductions	6	6,732,783.46	478,660,000.00	471,927,216.54
106,678,798.98	Overhead Cost	5	22,578,872.07	42,115,000.00	19,536,127.92
-	JAAC Charges	7	65,190,207.86	-	(65,190,207.86)
4,185,00.00	Capital Expenditure	8	301,210,543.33	189,538,646.00	(111,671,897.33)
-	Investment Expenditure	9	27,777,777.78	-	(27,777,777.78)
1,472,722,259.82	Total Expenditure (B)		1,787,381,293.34	2,192,846,342.00	406,465,048.66
(60,752,535.43)	Surplus/Deficit from		28,210,419.10	(82,679,012.00)	
	Gain/Loss on Disposal of				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary				
(60,752,535.43)	Net Surplus/Deficit for the Period		28,210,419.10	(82,679,012.00)	

OBANLIKU LOCAL GOVERNMENT, SANKWALA
NOTES TO THE FINANCIAL STATEMENTS

1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION) ₦1,422,350,637.78

This represents allocations received on a monthly basis by Obanliku Local Government Council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENUE	TOTAL
1	JAN.	110,922,980.83	25,065,607.82		460,719.59	142,810,643.22
2	FEB.	109,950,944.10	29,407,212.82	6,361,334.98	-	139,358,156.92
3	MARCH	132,415,330.20	27,063,567.79	-	155,538.18	159,634,436.17
4	APRIL	97,782,572.84	25,983,235.80	-	12,927,797.48	136,693,606.12
5	MAY	122,107,485.55	26,334,316.16	-	99,544.05	148,541,345.76
6	JUNE	118,704,189.16	28,000,723.28	-	-	146,704,912.44
7	JULY	123,627,547.28	26,195,412.92	-	1,739,609.06	156,667,471.92
8	AUG.	119,179,811.08	24,227,270.08	5,104,902.66	7,655,457.13	154,609,808.96
9	SEPT..	121,464,592.39	34,532,688.36	3,547,270.67	-	155,997,280.75
10	OCT.	116,260,149.71	23,977,277.34	-	1,046,290.09	141,375,074.67
11	NOV.	125,753,230.76	32,070,330.97	91,357.53	-	157,823,561.73
12	DEC.	124,181,803.88	27,476,637.91	-	14,472,570.14	166,524,357.05
	TOTAL	1,422,350,637.78	330,334,281.25	393,345.12	38,557,525.72	1,806,740,655.71

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) – ₦330,334,281.25

This represents Federal Revenue arising from Value Added Tax (VAT) for Obanliku Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE –N15,498,210.96

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, for Obanliku Local Government Council for the year ended 31st December 2018.

1(D) OTHER REVENUE –N38,557,525.72

This represents revenue other than statutory receipts from the Federation for Obanliku Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – N8,851,056.73

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Obanliku Council for the year ended 31st December 2018.

CODE	DETAILS	2018
		N
101000	TAXES	319,300.00
102000	RATES	3,278,747.50
103000	LOCAL LICENCES, FEES AND FINES	-
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	2,786,150.00
105000	RENT ON GOVERNMENT PROPERTY	-
106000	INTEREST AND DIVIDENDS	-
107000	REIMBURSEMENT	5,000.00
108000	MISCELLANEOUS	2,461,859.23
TOTAL		8,851,056.73

3. REDISTRIBUTION FROM JAAC – NIL

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

4. SALARIES AND WAGES – ₦ 1,263,891,108.84

This consists of the salaries and wages paid to staff of Obanliku Local Government Council 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 (SOCIAL BENEFITS)		
S/N	DESCRIPTION	AMOUNT (₦)
1	Council Staff Salaries	239,205,892.25
2	Primary Health Care Salaries	234,412,607.94
3	Local Government Education Authority	650,962,107.90
4	Traditional Rulers Stipend	
5	Pension Contribution	239,310,500.75
	TOTAL	1,263,891,108.84

5. STATUTORY DEDUCTIONS – ₦6,732,783.46

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.

S/N	LGC	AGENCY	AMOUNT (=N=)
1	OBANLIKU	1% Ministry of Local Government for Administration	6,732,783.46
		TOTAL	6,732,783.46

6. OVERHEAD COST – N 22,578,872.07

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

CODE	DETAILS	ACTUAL BY COUNCIL	OTHER COMMITMENT	TOTAL 2018
		=N=	=N=	=N=
431200	TRAVEL AND TRANSPORT	968,900.00	-	968,900.00
431300	UTILITY	-	-	-
431400	MATERIAL AND SUPPLIES	927,000.00	888,333.33	1,815,333.33
431500	MAINTENANCE & SERVICES	470,500.00	-	470,500.00
431600	TRAINING & STAFF DEV.	186,079.84	-	186,079.84
431700	CONSULTANCY & PROF. SERVICES	497,000.00	-	497,000.00
431800	FINANCE EXPENSES	30,930.40	-	30,930.40
431900	ENTERTAINMENT & HOSPITALITY	996,500.00	-	996,500.00
432100	OTHER SERVICE	13,836,900.00	2,458,333.33	16,295,233.33
432200	GRANT & SUBVENTION	-	-	-
115000	DEBT SERVICING	1,318,575.17	-	1,318,575.17
TOTAL	TOTAL	19,232,385.41	3,346,666.66	22,578,872.07

7. JAAC CHARGES – N65,190,207.86

This represents Joint Commitments of Obanliku Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

8. INVESTMENT EXPENDITURE – N27,777,777.77

Investment expenditure represents the total aggregate payouts on behalf of Obanliku Local Government Council by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was N27,777,777.77 in Cross River State Micro Finance Bank Limited (CRMFB).

9. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE – N301,210,543.33

During the year under review, the Obanliku LGC spent a total sum of N301.2m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular and Chart format;

HEAD	DETAILS	ACTUAL PAID BY COUNCIL 2018	OTHER COUNCIL COMMITMENT PAID THROUGH JAAC 2018	TOTAL 2018
		=N=	=N=	=N=
ECONOMIC SECTOR				
17000	COMMERCE & FINANCE	483,000.00	-	483,000.00
18000	TRANSPORTATION	-	34,111,111.11	34,111,111.11
19000	CULTURE & TOURISM	-	800,000.00	800,000.00
SUB TOTAL		483,000.00	34,911,111.11	35,394,111.11
21000	EDUCATION	-	-	-
24000	SOCIAL DEV. YOUTH & SPORT	1,000,000.00	1,000,000.00	2,000,000.00
SUB-TOTAL		1,000,000.00	1,000,000.00	2,000,000.00
40000	GENERAL ADMINISTRATION	24,500,000.00	239,316,432.22	263,816,432.22
GRAND TOTAL		25,983,000.00	275,227,543.33	301,210,543.33

10. DEPOSITS RECEIVED AND REMITTED – =N=210,366.90 & NIL Deposits received represent the retention fees and unpaid contract sums for contracts awarded by Obanliku Local Government Council during the year while Deposits remitted represent the aforementioned amounts actually paid out.

11. TAXES RECEIVED AND REMITTED – NIL & NIL 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 – ₦27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Obanliku Local Government Council and the amount repaid during the period.

13. OVERDRAFT RECEIVED AND REPAYED - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid.

14. CASH AND CASH EQUIVALENTS – ₦ (27,487,038.23)

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Obanliku Local Government Council Cash Books as at 31st December 2018.

15. RECEIVABLES – ₦ – 316,411,882.96

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

	RECEIVABLES (10	AMOUNT (₦)
Balance Brought Forward		218,900,183.31
2018 Unpaid 10%		97,511,699.65
Remittance for the Period		
Balance Carried forward		316,411,882.96

16. INVESTMENTS – ₦158,878,724.67

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

17. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND - N
105,737,622.93

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

18. DEPOSITS – =N=8,107,811.50

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 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	RETENTION FEE	1,212,087.75	-	-	1,212,087.75
2	1% LEGAL FEE	897,503.41	-	-	897,503.41
	UNCLAIMED SALARY DEPOSIT / RECEIVED	5,787,853.44	-	210,366.90	5,998,220.34
	1% INSPECTION FEE	(1,909.60)	1,909.60	-	-
	5% PDP DUES	233,672.60	(233,672.60)	-	-
	NULGE BURIAL	(110,300.00)	110,300.00	-	-
	RETENTION FEE	1,212,087.75	-	-	1,212,087.75
TOTAL		7,501,467.82	(121,463.00)	210,366.90	8,107,811.50

19. SHORT TERM LOANS AND DEBTS – N2,239,981.26

This represents loans owed to various banks by Obanliku Local Government Council.

20. UNREMITTED DEDUCTIONS – N 588,576,733.86

This represents the cumulative total of all unremitted statutory deductions by Obanliku Local Government Councils to certain State agencies as mandated by Law.

21. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – N545,903,020.09

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

22. RESERVES - N 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Obanliku Local Government Councils in its Financial Statements for the purposes of disclosure.

23. PAYABLES – ₦11,354,057.62

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Obanliku Local Government Councils as at 31st December 2018.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	5% CONTRACTORS' TAX	7,767,951.03			7,767,951.03
2	5% VALUE ADDED TAX (VAT)	3,304,647.05			3,304,647.05
3	1% STAMP DUTY	281,459.54			281,459.54
TOTAL		11,354,057.62			11,354,057.62

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF OBANLIKU LOCAL GOVERNMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**OBUBRA LOCAL GOVERNMENT
COUNCIL**

OBUBRA LOCAL GOVERNMENT, OBUBRA

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Obubra Local Government Council found on pages 324- 326 have been examined under my direction, which have been prepared under the accounting policies set out on pages 318-323.

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

- (xiii) The books of Accounts had been properly kept.
- (xiv) 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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

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 (Cash 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).

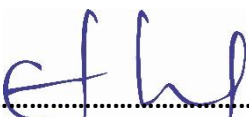
In our opinion, these financial statements fairly reflect the financial position of Obubra Local Government as at 31st December 2018 and its operations for the period ended on that date.



.....
CHAIRMAN

18th September 2020

.....
DATE



.....
THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020

.....
DATE



The Chairman,
Obubra Local Government Council,
OBUBRA.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF OBUBRA LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 324 to 326 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 Obubra Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.


.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



OBUBRA LOCAL GOVERNMENT, OBUBRA**STATEMENT OF ACCOUNTING POLICIES****1. Basis of Preparation of Financial Statements**

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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

Key to Abbreviations

LGC - Local Government 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

OBUBRA LOCAL GOVERNMENT, OBUBRA
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,540,850,568.03	1,028,542,783.39
Government Share of VAT	379,002,181.98	340,750,249.92
Excess Crude	2,734,450.00	7,609,926.25
Other Revenue	56,843,128.91	140,129,886.11
Internally Generated Revenue (Non-Tax Revenue)	11,815,955.55	18,314,501.82
Redistribution from JAAC	-	17,971,316.92
10% State IGR (Non-Tax Revenue)	-	-
Total Inflows from Operating Activities	1,991,246,284.47	1,553,318,664.41
Outflows:		
Salaries and Wages (Social Benefits)	1,372,627,899.23	1,554,886,938.83
Overhead Cost	6,732,738.46	42,072,092.22
Statutory Deductions	44,485,768.67	3,204,310.49
JAAC Charges	57,411,915.43	-
Total Outflows from Operating Activities	1,481,258,321.79	1,600,163,341.54
Net Cashflow from Operating Activities	509,987,962.68	(46,844,677.13)
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE		-
Proceeds from Sale of Investment Property		-
Capital Expenditure (Purchase/Construction of PPE)	(315,122,277.77)	(14,149,222.22)
Investment Expenditure	(27,777,777.77)	-
Net Cashflow from Investing Activities	(342,900,055.54)	(14,149,222.22)
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received		24,238,297.00
Miscellaneous Deposits Remitted		-
Taxes Received		-
Tax Remitted		-
Proceeds from Borrowings (CRSG Loan)	(27,777,777.77)	57,664,596.68
Repayment of Borrowings		(33,333,333.33)
Overdraft Received		-
Overdraft Repayment		-
Net Cash Flow from Financing Activities	(27,777,777.77)	48,569,560.35
Net Increase (Decrease) in Cash & Cash Equivalents	139,310,129.37	(12,424,339.00)
Cash and its Equivalent as at 01 Jan 2018	18,215,239.20	30,639,578.20
Cash and its Equivalent as at 31 Dec 2018	157,525,368.57	18,215,239.20

OBUBRA LOCAL GOVERNMENT, OBUBRA
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
ASSETS	₦	₦
<u>Current Assets:</u>		
Cash and Cash Equivalents	157,525,368.57	18,215,239.20
Receivables	316,411,882.96	218,900,183.31
Inventories		
Prepayments		
Total Current Assets (A)	316,411,882.96	218,900,183.31
<u>Non-Current Assets</u>		
Long-Term Loans		-
Investments	158,878,724.67	108,284,076.00
Property, Plant & Equipment		-
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	202,021,698.93
Total Assets (A) + (B)	581,028,230.56	420,921,882.24
LIABILITIES		
<u>Current Liabilities</u>		
Deposits	14,712,651.09	14,712,651.09
Short term Loans & Debts		-
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	24,358,829.61	24,358,829.61
Total Current Liabilities (C)	627,648,214.56	436,427,381.41
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	547,096,260.40	573,680,797.86
Internal Loans (Public Funds)		-
Long Term Provisions		-
Total Non-Current Liabilities (D)	547,096,260.40	573,680,797.86
Total Liabilities (C) + (D)	1,174,744,474.96	1,010,108,179.27
Net Assets (Total Assets - Total Liabilities)	(593,716,244.40)	(589,186,297.03)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(957,777,318.41)	(767,456,139.95)
Total Net Assets/Equity	(593,716,244.40)	(589,186,297.03)

OBUBRA LOCAL GOVERNMENT, OBUBRA
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
1,517,032,845.67	Government Share of FAAC	1	1,979,430,328.92	1,915,200,134.00	64,230,194.92
18,314,501.82	Internally Generated Revenue	2	11,815,955.55	25,000,000.00	(13,184,044.45)
17,971,316.92	Redistribution from JAAC	3			
	Cross River State Government	11			
1,553,318,664.41	Total Revenue (A)		1,991,246,284.47	1,940,200,134.00	51,046,150.47
	EXPENDITURE				
1,554,886,938.83	Salaries and Wages	4	1,372,627,899.23	1,511,889,235.00	139,261,335.77
3,204,310.49	Statutory Deductions	6	6,732,738.46	-	6,732,738.46
42,072,092.22	Overhead Cost	5	44,485,768.67	43,079,350.00	(1,406,418.67)
-	JAAC Charges	7	57,411,915.43	-	(57,411,915.43)
14,149,222.22	Capital Expenditure	8	315,122,277.77	213,003,670.00	(102,118,077.77)
-	Investment Expenditure	9	22,777,777.77	-	22,777,777.77
1,614,312,563.76	Total Expenditure (B)		1,824,158,377.33	1,767,792,255.00	(56,186,122.33)
(60,993,899.35)	Surplus/Deficit from Operating		167,087,907.14	172,227,879.00	
	Gain/Loss on Disposal of Assets				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary				
(60,993,899.35)	Net Surplus/Deficit for the Period		167,087,907.14	172,227,879.00	

OBUBRA LOCAL GOVERNMENT, OBUBRA**NOTES TO THE FINANCIAL STATEMENTS****1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION) ₦1,540,850,568.03**

This represents allocations received on a monthly basis by Obubra Local Government Council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENUE	TOTAL
1	JAN.	122,934,775.33	28,821,719.09	-	7,518,934.94	159,275,429.36
2	FEB.	121,863,443.98	33,730,678.68	-		155,594,122.61
3	MARCH	113,657,160.04	31,064,968.10	-	171,426.57	144,893,554.71
4	APRIL	108,452,060.23	29,627,554.93	-	14,248,386.19	152,328,001.35
5	MAY	135,261,789.52	30,220,720.69	-	109,712.59	165,592,222.78
6	JUNE	131,510,842.64	32,180,001.26	-		163,690,843.90
7	JULY	136,937,127.19	30,013,201.95	-	7,543,686.11	174,494,015.75
8	AUG.	132,035,049.86	27,797,415.88	2,734,450.13	9,612,638.71	172,179,554.58
9	SEPT..	134,553,224.10	39,656,723.38	-		174,209,947.48
10	OCT.	126,817,141.88	27,518,261.50	-	1,253,859.57	155,589,262.95
11	NOV.	139,279,951.56	36,775,169.51	-		176,055,121.07
12	DEC.	137,548,001.72	31,595,769.02	-	16,384,484.84	185,528,255.58
	TOTAL	1,540,850,568.03	379,002,183.98	2,734,450.13	56,843,129.52	1,979,430,331.62

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –N379,002,181.98

This represents Federal Revenue arising from Value Added Tax (VAT) for Obubra Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE –N2,734,450.00

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, for Obubra Local Government Council for the year ended 31st December 2018.

1(D) OTHER REVENUE –N56,843,128.91

This represents revenue other than statutory receipts from the Federation for Obubra Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – N11,815,955.55

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Obubra Council for the year ended 31st December 2018.

CODE	DETAILS	2018
		N
101000	TAXES	562,155.00
102000	RATES	2,635,400.00
103000	LOCAL LICENCES, FEES AND FINES	2,825,300.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	5,562,990.00
105000	RENT ON GOVERNMENT PROPERTY	233,900.00
108000	MISCELLANEOUS	1,586,300.00
TOTAL		11,815,955.55

3. REDISTRIBUTION FROM JAAC – NIL

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

4. SALARIES AND WAGES – ₦ 1,372,627,899.23

This consists of the salaries and wages paid to staff of Obubra Local Government Council 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 (SOCIAL BENEFITS)		
S/N	DESCRIPTION	AMOUNT (₦)
1	Council Staff Salaries	313,069,395.38
2	Primary Health Care Salaries	180,677,576.21
3	Local Government Education Authority	639,625,486.43
4	Traditional Rulers Stipend	
5	Pension Contribution	239,255,441.21
	TOTAL	1,372,627,899.23

5. OVERHEAD COST – N 44,485,768.67

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

CODE	DETAILS	ACTUAL BY COUNCIL	OTHER COMMITMENT	TOTAL 2018
		=N=	=N=	=N=
431200	TRAVEL AND TRANSPORT	4,131,900.00		4,131,900.00
431300	UTILITY			
431400	MATERIAL AND SUPPLIES	1,770,000.00		1,770,000.00
431500	MAINTENANCE & SERVICES	295,000.00		295,000.00
431600	TRAINING & STAFF DEV.	105,000.00		105,000.00
431700	CONSULTANCY & PROF.	1,278,700.00		1,278,700.00
431800	FINANCE EXPENSES	3,699,728.67		3,699,728.67
431900	ENTERTAINMENT &	3,265,000.00		3,265,000.00
432100	OTHER SERVICE	2,918,000.00		2,918,000.00
432200	GRANT & SUBVENTION	-		-
115000	DEBT SERVICING	27,022,500.00		27,022,500.00
TOTAL	TOTAL	44,485,828.67		44,485,828.67

6. STATUTORY DEDUCTIONS – ₦6,732,783.46

This is made up of 31% Statutory deductions made from Obubra Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	LGC	AGENCY	AMOUNT (=N=)
1	OBUBRA	1% Ministry of Local Government for Administration	6,732,783.46
		TOTAL	6,732,783.46

7. JAAC CHARGES – ₦57,411,915.43

This represents Joint Commitments of Obubra Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

8. INVESTMENT EXPENDITURE – ₦27,777,777.77

Investment expenditure represents the total aggregate payouts on behalf of Obubra Local Government Council by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was ₦27,777,777.77 in Cross River State Micro Finance Bank Limited (CRMFB).

9. DEPOSITS RECEIVED AND REMITTED – NIL

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

10. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE – N315,122,277.77

During the year under review, the Obubra LGC spent a total sum of N315.1m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular and Chart format;

HEAD	DETAILS	ACTUAL PAID BY COUNCIL 2018	OTHER COUNCIL COMMITMENT PAID THROUGH JAAC 2018	TOTAL 2018
		=N=	=N=	=N=
ECONOMIC SECTOR				
18000	TRANSPORTATION	150,000.00		150,000.00
SUB TOTAL		150,000.00		150,000.00
21000	EDUCATION	20,000.00		20,000.00
23000	INFORMATION			
SUB-TOTAL		240,000.00		240,000.00
ENV. & REGIONAL DEVELOPMENT SECTOR				
33000	HOUSING	1,750,000.00	-	1,750,000.00
34000	TOWN & COUNTRY PLANNING	164,500.00	-	164,500.00
35000	ENVIRONMENTAL & REFUSE	160,000.00	-	160,000.00
SUB-TOTAL				
40000	GENERAL ADMINISTRATION		312,657,777.77	312,657,777.77
GRAND TOTAL		2,464,500.00	312,657,777.77	315,122,277.77

11. TAXES RECEIVED AND REMITTED – NIL

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 – N27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Obubra Local Government Council and the amount repaid during the period.

13. OVERDRAFT RECEIVED AND REPAID - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid.

14. CASH AND CASH EQUIVALENTS – ₦157,525,368.57

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Obubra Local Government Council Cash Books as at 31st December 2018.

15. RECEIVABLES – ₦ – 316,411,882.96

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

	RECEIVABLES (10	AMOUNT (₦)
Balance Brought Forward		218,900,183.31
2018 Unpaid 10%		97,511,699.65
Remittance for the Period		
Balance Carried forward		316,411,882.96

16. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND - ₦ 105,737,622.93

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

17. DEPOSITS – =N=14,712,651.09

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 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (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 / RECEIVED	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

18. SHORT TERM LOANS AND DEBTS – NIL

This represents loans owed to various banks by Obubra Local Government Council.

19. UNREMITTED DEDUCTIONS – ₦ 588,576,733.86

This represents the cumulative total of all unremitted statutory deductions by Obubra Local Government Councils to certain State agencies as mandated by Law.

20. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – ₦545,903,020.08

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

21. RESERVES - ₦ 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Obubra Local Government Councils in its Financial Statements for the purposes of disclosure.

22. INVESTMENTS – ₦158,878,724.67

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

23. PAYABLES – ₦24,358,829.61

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Obubra Local Government Councils as at 31st December 2018.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	5% CONTRACTORS' TAX	14,273,909.09			14,273,909.09
2	5% VALUE ADDED TAX (VAT)	10,084,920.52			10,084,920.52
	TOTAL	24,358,829.61			24,358,829.61

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF OBUBRA LOCAL GOVERNMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**OBUDU LOCAL GOVERNMENT
COUNCIL**

OBUDU LOCAL GOVERNMENT, OBUDU

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Obudu Local Government Council found on pages 346-348 have been examined under my direction, which have been prepared under the accounting policies set out on pages 340-345.

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

- (xv) The books of Accounts had been properly kept.
- (xvi) 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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

OBUDU LOCAL GOVERNMENT, OBUDU
RESPONSIBILITY FOR FINANCIAL STATEMENTS

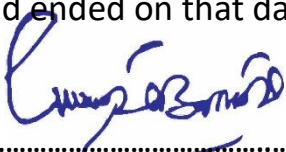
These Financial Statements have been prepared by the Director of Finance (Treasurer) of **Obudu Local Government Council** in accordance with the Provisions of the Financial Memoranda (as amended). The Financial Statements comply with the (IPSAS) international Public Accounting Standards (Cash Basis) 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 2018 and its operations for the period ended on that date.


.....
CHAIRMAN

18th September 2020
.....
DATE


.....
THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020
.....
DATE



The Chairman,
Obudu Local Government Council,
OBUDU.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF OBUDU LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 346 to 348 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 Obudu Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.


.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



OBUDU LOCAL GOVERNMENT, OBUDU**STATEMENT OF ACCOUNTING POLICIES****1. Basis of Preparation of Financial Statements**

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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

Key to Abbreviations

LGC - Local Government 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

OBUDU LOCAL GOVERNMENT, OBUDU
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,479,039,756.99	973,782,970.27
Government Share of VAT	369,316,118.54	332,152,568.88
Excess Crude	6,637,713.25	24,298,439.93
Other Revenue	59,317,112.92	128,336,800.19
Internally Generated Revenue (Non-Tax Revenue)	13,370,445.00	12,695,506.91
Redistribution from JAAC	392,495,073.90	181,882,260.15
10% State IGR (Non-Tax Revenue)		-
Total Inflows from Operating Activities	2,320,176,220.60	1,653,148,546.33
Outflows:		
Salaries and Wages (Social Benefits)	1,565,457,769.66	1,622,594,165.30
Overhead Cost	6,732,783.36	40,939,000.33
Statutory Deductions	48,893,241.45	3,204,310.49
JAAC Charges	-	301,665,023.29
Total Outflows from Operating Activities	1,621,083,794.47	1,968,402,499.41
Net Cashflow from Operating Activities	699,092,426.13	(315,253,953.08)
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE		-
Proceeds from Sale of Investment Property		-
Capital Expenditure (Purchase/Construction of PPE)	(354,119,366.53)	(16,955,888.89)
Investment Expenditure	(27,777,777.78)	
Net Cashflow from Investing Activities	(381,897,144.31)	(16,955,888.89)
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received	789,000.00	
Miscellaneous Deposits Remitted	(789,000.00)	
Taxes Received	525,360.00	281,933.41
Tax Remitted	(570,460.00)	(236,833.41)
Proceeds from Borrowings (CRSG Loan)		57,664,596.68
Repayment of Borrowings	(27,777,777.77)	(33,333,333.33)
Overdraft Received		-
Overdraft Repayment		-
Net Cash Flow from Financing Activities	(27,822,877.77)	24,376,363.35
Net Increase (Decrease) in Cash & Cash Equivalents	289,372,404.05	(307,833,478.62)
Cash and its Equivalent as at 01 Jan 2018	(305,518,055.28)	2,315,423.34
Cash and its Equivalent as at 31 Dec 2018	(16,145,651.23)	(305,518,055.28)

OBUDU LOCAL GOVERNMENT, OBUDU
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
ASSETS	₦	₦
<u>Current Assets:</u>		
Cash and Cash Equivalents	(16,145,651.23)	(305,518,055.28)
Receivables	316,411,882.96	218,900,183.31
Inventories		-
Prepayments		-
Total Current Assets (A)	300,266,231.73	(86,617,871.97)
<u>Non-Current Assets</u>		
Long-Term Loans		-
Investments	158,878,724.67	108,784,085.90
Property, Plant & Equipment		-
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	202,521,708.83
Total Assets (A) + (B)	564,882,579.33	115,903,836.86
LIABILITIES		
<u>Current Liabilities</u>		
Deposits	15,039,760.87	15,039,760.87
Short term Loans & Debts	798,058.69	798,058.69
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	3,194,497.10	3,194,497.10
Total Current Liabilities (C)	607,609,050.52	416,388,217.37
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,020.09	573,680,797.86
Internal Loans (Public Funds)		-
Long Term Provisions (Taxes)		-
Total Non-Current Liabilities (D)	545,903,020.09	573,680,797.86
Total Liabilities (C) + (D)	1,153,512,070.61	990,069,015.23
Net Assets (Total Assets - Total Liabilities)	(588,629,491.28)	(874,165,178.37)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(952,690,565.29)	(1,052,435,021.29)
Total Net Assets/Equity	(588,629,491.28)	(874,165,178.37)

OBUDU LOCAL GOVERNMENT, OBUDU
STATEMENT OF FINANCIAL PERFORMANCE FOR OBUDU LOCAL
GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
	RECEIPTS:				
1,458,570,779.27	Government Share of FAAC	1	1,914,310,701.70	2,015,145,236.00	(101,634,534.30)
12,695,506.91	Internally Generated Revenue	2	13,370,445.00	22,835,00.00	(9,464,555.00)
181,882,260.15	Redistribution from JAAC (Other	3	392,495,073.90		
	Cross River State Government	11			
1,653,148,546.33	Total Revenue (A)		2,320,176,220.60	2,038,780,236.00	392,495,073.90
	EXPENDITURE				
1,622,594,165.30	Salaries and Wages	4	1,565,457,769.66	2,368,670,936.00	803,213,166.34
3,204,310.49	Statutory Deductions	6	6,732,783.36	311,577,192.00	304,844,408.64
40,939,023.29	Overhead Cost	5	48,893,241.45	27,476,040.00	(21,417,201.45)
301,665,023.29	JAAC Charges	7	-	-	-
16,955,888.89	Capital Expenditure	8	354,119,366.53	232,166,768.00	(121,952,598.53)
	Investment Expenditure	9	27,777,777.78	-	(27,777,777.78)
1,985,358,388.30	Total Expenditure (B)		2,002,980,938.78	2,939,890,936.00	936,909,997.22
(332,209,841.97)	Surplus/Deficit from Operating		317,195,281.82	(901,110,700.00)	
	Gain/Loss on Disposal of Assets				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary				
	Net Surplus/Deficit for the Period		317,195,281.82	(901,110,700.00)	

OBUDU LOCAL GOVERNMENT, OBUDU**NOTES TO THE FINANCIAL STATEMENTS****1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION) ₦1,479,039,756.99**

This represents allocations received on a monthly basis by Obudu Local Government Council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENNUE	TOTAL
1	JAN.	116,388,833.86	28,075,696.86	6,637,713.25	480,736.28	151,582,980.25
2	FEB.	115,374,565.46	32,871,970.95	-	56,547.37	148,303,083.78
3	MARCH	125,948,253.94	30,270,227.65	-	162,295.78	156,380,777.37
4	APRIL	102,677,520.04	28,883,874.80	-	13,489,106.32	145,050,501.16
5	MAY	128,059,267.11	29,448,820.19	-	2,657,434.14	160,165,521.44
6	JUNE	124,508,109.12	31,349,931.53	-		155,858,040.65
7	JULY	129,645,370.33	29,254,929.56	-	7,141,882.37	166,042,182.28
8	AUG.	125,004,395.19	27,088,329.29	-	11,689,438.56	163,782,163.04
9	SEPT..	127,388,442.44	38,639,010.18	-		166,027,452.62
10	OCT.	121,957,884.51	26,814,966.87	-	8,127,883.61	156,900,734.99
11	NOV.	131,863,407.50	35,840,715.26	-	410,434.62	168,114,557.38
12	DEC.	130,223,707.49	30,777,645.40	-	15,101,353.87	176,102,706.76
	TOTAL	1,479,039,756.99	369,316,118.54	6,637,713.25	59,317,112.93	1,927,681,146.70

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –N369,316,118.54

This represents Federal Revenue arising from Value Added Tax (VAT) for Obudu Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE –N6,637,713.25

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, for Obudu Local Government Council for the year ended 31st December 2018.

1(D) THER REVENUE –N59,317,112.92

This represents revenue other than statutory receipts from the Federation for Obudu Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – N13,370,445,00

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Obudu Council for the year ended 31st December 2018.

CODE	DETAILS	2018
		N
101000	TAXES	393,000.00
102000	RATES	4,983,453.76
103000	LOCAL LICENCES, FEES AND FINES	956,000.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	2,637,847.31
105000	RENT ON GOVERNMENT PROPERTY	119,000.00
108000	MISCELLANEOUS	4,276,143.93
TOTAL		13,370,445.00

3. REDISTRIBUTION FROM JAAC – =N=392,495,073.90

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

4. SALARIES AND WAGES – ₦ 1,565,457,769.66

This consists of the salaries and wages paid to staff of Obudu Local Government Council 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 (SOCIAL BENEFITS)		
1	Council Staff Salaries	324,535,852.37
2	Primary Health Care Salaries	231,476,790.85
3	Local Government Education Authority	770,234,445.69
4	Traditional Rulers Stipend	
5	Pension Contribution	239,310,500.75
	TOTAL	1,565,457,769.66

5. OVERHEAD COST – N 48,893,241.45

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

CODE	DESCRIPTION	OTHER COUNCILS COMMITMENTS PAID THROUGH JAAC	ACTUAL PAID BY COUNCIL 2018	TOTAL
		=N=	=N=	=N=
431200	TRAVEL AND TRANSPORT	2,888,333.33	5,644,500.00	8,532,833.33
431300	UTILITIES	-	48,580.00	48,580.00
431400	MATERIALS & SUPPLIES	-	2,104,600.00	2,104,600.00
431500	MAINTENANCE & SERVICES	-	-	-
431600	TRAINING & STAFF DEVELOP	13,888.89	988,000.00	1,001,888.89
431700	CONSULTANCY & PRO SERVICES	-	305,000.00	305,000.00
431800	FINANCE EXPENSES	1,889.67	1,667,300.00	1,677,664.28
431900	ENTERTAINMENT & HOSPITALITY	--	1,834,438.78	1,834,438.78
432100	OTHER SERVICES	30,000,000.00	1,034,236.17	1,034,236.17
115000	LOAN REPAYMENT	-	2,354,000.00	2,354,000.00
115000	CONSOLIDATED REV. FUND CHARGES	--	-	-
	TOTAL	32,904,111.89	40,939,300.00	48,893,241.45

6. STATUTORY DEDUCTIONS – ₦6,732,783.46

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.

7. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE – ₦354,119,366.53

During the year under review, the Obudu LGC spent a total sum of N358.5m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular and Chart format;

CODE	DESCRIPTION	OTHER COUNCILS	ACTUAL PAID BY	TOTAL
		=N=	=N=	=N=
	ECONOMIC			
11000	AGRICULTURE	222,222,222.22	2,175,000.00	224,397,222.22
12000	LIVESTOCK & VET.	-	-	-
13000	FORESTRY	-	-	-
14000	FISHERIES	-	-	-
15000	MANUFACTURING	-	-	-
16000	ENERGY (FUEL &	-	22,000.00	22,000.00
17000	COMMERCE &	-	1,596,960.98	1,596,960.98
18000	TRANS. ROAD &	34,111,111.11	36,000,000.00	70,111,111.11
19000	CULTURE & TOURISM	2,000,000.00	650,000.00	2,650,000.00
SUB-TOTAL		258,333,333.33	40,443,960.98	298,777,294.31
	SOCIAL SERVICES			
21000	EDUCATION	-	-	-
22000	HEALTH	-	300,000.00	300,000.00
23000	INFORMATION	-	-	-
24000	SOCIAL DEV. YOUTH	-	150,000.00	150,000.00
SUB-TOTAL		-	450,000.00	450,000.00
	REGIONAL ENV.			
31000	WATER SUPPLY	-	-	-
32000	SEWAGE AND	-	-	-
33000	HOUSING	-	2,320,010.00	2,320,010.00
34000	TOWN & COUNTRY	7,300,000.00	1,900,000.00	9,200,000.00
35000	ENV. & REFUSE	-	457,840.00	457,840.00
SUB-TOTAL		7,300,000.00	6,617,840.00	13,917,840.00
40000	GENERAL	42,622,222.22	792,000.00	43,414,222.22
		308,255,555.55	46,313,810.98	354,119,366.53

8. INVESTMENT EXPENDITURE – ₦27,777,777.78

Investment expenditure represents the total aggregate payouts on behalf of Obudu Local Government Council by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was ₦27,777,777.78 in Cross River State Micro Finance Bank Limited (CRMFB).

9. DEPOSITS RECEIVED AND REMITTED – ₦=₦789,000.00 &

=₦(789,000.00) Deposits received represent the retention fees and unpaid contract sums for contracts awarded by Obudu Local Government Council during the year while Deposits remitted represent the aforementioned amounts actually paid out.

10. TAXES RECEIVED AND REMITTED – ₦=₦525,360.00 & (570,460.00)

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.

TAXES RECEIVED AND REMITTED			
S/N	LGC	TAXES RECEIVED	TAXES REMITTED
1	OBUDU	525,360.00	(570,460.00)
	TOTAL	525,360.00	(570,460.00)

11. REPAYMENT OF BORROWINGS – ₦27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Obudu Local Government Council and the amount repaid during the period as seen below;

12. OVERDRAFT RECEIVED AND REPAID - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid.

13. CASH AND CASH EQUIVALENTS – ₦ (16,145,651.23)

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Obudu Local Government Council Cash Books as at 31st December 2018.

14. RECEIVABLES – ₦ – 316,411,882.96

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

	RECEIVABLES (10	AMOUNT (₦)
Balance Brought Forward		218,900,183.31
2018 Unpaid 10%		97,511,699.65
Remittance for the Period		
Balance Carried forward		316,411,882.96

15. INVESTMENTS – ₦158,878,724.67

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

16. DEPOSITS – ₦15,039,760.87

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 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANC ES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	SALARIES DEPOSIT	570,999,50	-	-	570,999,50
2	UNCLAIMED SALARIES	14,467,761.37	-	-	14,467,761.37
	TOTAL	15,038,760.87	-	-	15,038,760.87

17. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND - ₦ 105,737,622.93

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

18. SHORT TERM LOANS AND DEBTS – ₦798,058.59

This represents loans owed to various banks by Obudu Local Government Council.

19. UNREMITTED DEDUCTIONS – ₦ 588,576,733.86

This represents the cumulative total of all unremitted statutory deductions by Obudu Local Government Councils to certain State agencies as mandated by Law.

20. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – ₦545,903,020.08

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

21. RESERVES - ₦ 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Obudu Local Government Councils in its Financial Statements for the purposes of disclosure.

22. PAYABLES – ₦3,194,497.10

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Obudu Local Government Councils as at 31st December 2018.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12- 2018 (AS IN BALANCE SHEET)
1	WITHHOLDING TAX (WHT)	1,774,000.66	-	-	1,774,000.66
2	VALUE ADDED TAX (VAT)	1,180,250.68	-	-	1,180,250.68
3	LEGAL FEES	255,745.78	-	-	255,745.78
	TOTAL	3,209,997.10	-	-	3,209,997.10

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF OBUDU LOCAL GOVERNMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**ODUKPANI LOCAL GOVERNMENT
COUNCIL**

ODUKPANI LOCAL GOVERNMENT, ODUKPANI

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Odukpani Local Government Council found on pages 368-370 have been examined under my direction, which have been prepared under the accounting policies set out on pages 362-367.

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

- (xvii) The books of Accounts had been properly kept.
- (xviii) 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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

ODUKPANI LOCAL GOVERNMENT, ODUKPANI
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 (Cash 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 2018 and its operations for the period ended on that date.



.....
CHAIRMAN

18th September 2020

DATE



.....
THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020

DATE



The Chairman,
Odukpani Local Government Council,
ODUKPANI.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF ODUKPANI LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 368 to 370 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 Odukpani Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.

.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



ODUKPANI LOCAL GOVERNMENT, ODUKPANI**STATEMENT OF ACCOUNTING POLICIES****1. Basis of Preparation of Financial Statements**

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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

Key to Abbreviations

LGC - Local Government 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

ODUKPANI LOCAL GOVERNMENT, ODUKPANI
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,670,001,496.77	1,104,498,245.42
Government Share of VAT	394,703,376.05	329,070,171.48
Excess Crude	7,529,126.25	159,725,237.69
Other Revenue	55,876,277.19	67,653,825.17
Internally Generated Revenue (Non-Tax Revenue)	24,307,502.73	13,510,882.33
Redistribution from JAAC	-	
10% State IGR (Non-Tax Revenue)		
Total Inflows from Operating Activities	2,152,417,778.99	1,674,458,362.09
Outflows:		
Salaries and Wages (Social Benefits)	1,254,966,345.58	1,375,936,712.15
Overhead Cost	6,732,783.46	13,019,971.75
Statutory Deductions	34,561,200.98	3,204,310.39
JAAC Charges	330,214,036.12	
Total Outflows from Operating Activities	1,626,474,366.14	1,392,160,994.29
Net Cashflow from Operating Activities	525,943,412.85	282,297,367.80
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE		
Proceeds from Sale of Investment Property		
Capital Expenditure (Purchase/Construction of PPE)	(444,021,291.08)	(46,839,455.42)
Investment Expenditure	(27,777,777.77)	
Net Cashflow from Investing Activities	(471,799,068.85)	(46,839,455.42)
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received	-	72,085.24
Miscellaneous Deposits Remitted	-	-
Taxes Received	-	-
Tax Remitted	-	(15,500.00)
Proceeds from Borrowings (CRSG Loan)	-	57,664,596.68
Repayment of Borrowings	(27,777,777.77)	(33,333,333.33)
Overdraft Received		
Overdraft Repayment		
Net Cash Flow from Financing Activities	(27,777,777.77)	24,387,848.59
Net Increase (Decrease) in Cash & Cash Equivalents	26,366,566.23	259,845,760.97
Cash and its Equivalent as at 01 Jan 2018	269,871,912.77	10,026,151.80
Cash and its Equivalent as at 31 Dec 2018	296,238,479.00	269,871,912.77

ODUKPANI LOCAL GOVERNMENT, ODUKPANI
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
ASSETS	₦	₦
<u>Current Assets:</u>		
Cash and Cash Equivalents	296,238,479.00	269,871,912.77
Receivables	316,411,882.96	218,900,183.31
Inventories		-
Prepayments		-
Total Current Assets (A)	612,650,361.96	488,772,096.08
<u>Non-Current Assets</u>		
Long-Term Loans		-
Investments	158,878,724.67	107,119,581.00
Property, Plant & Equipment		-
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	200,857,203.93
Total Assets (A) + (B)	877,266,709.56	689,629,300.01
LIABILITIES		
<u>Current Liabilities</u>		
Deposits		-
Short term Loans & Debts	303,561.23	303,561.23
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)		45,100.00
Total Current Liabilities (C)	588,880,295.09	397,704,561.94
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,020.08	573,680,797.86
Internal Loans (Public Funds)		-
Long Term Provisions (Taxes)		-
Total Non-Current Liabilities (D)	545,903,020.08	573,680,797.86
Total Liabilities (C) + (D)	1,134,783,315.17	971,385,359.80
Net Assets (Total Assets - Total Liabilities)	(257,516,605.61)	(281,756,059.79)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(621,577,679.62)	(460,025,902.71)
Total Net Assets/Equity	(257,516,605.61)	(281,756,059.79)

ODUKPANI LOCAL GOVERNMENT, ODUKPANI
STATEMENT OF FINANCIAL PERFORMANCE FOR OBUDU LOCAL
GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
1,660,947,479.76	Government Share of FAAC	1	2,128,110,276.26	2,066,477,199.00	61,633,077.26
13,510,882.33	Internally Generated	2	24,307,502.73	22,072,876.00	2,234,626.73
	Redistribution from JAAC	3			
	Cross River State	11			
1,674,458,362.09	Total Revenue (A)		2,152,417,778.99	2,088,550,075.00	63,867,703.99
	EXPENDITURE				
1,375,936,712.15	Salaries and Wages	4	1,254,966,345.58	1,250,970,690.00	(3,995,655.58)
3,204,310.39	Statutory Deductions	6	6,732,783.46	536,371,064.00	529,638,280.54
13,019,971.75	Overhead Cost	5	34,561,200.98	31,275,740.00	(3,285,460.98)
-	JAAC Charges	7	330,214,036.12	-	330,214,036.12
46,839,455.41	Capital Expenditure	8	440,021,291.08	586,546,575.00	146,525,283.92
	Investment Expenditure	9	27,777,777.77	-	(27,777,777.77)
1,439,000,449.71	Total Expenditure (B)		2,098,273,434.99	2,405,164,069.00	(306,890,634.01)
235,457,912.38	Surplus/Deficit from		54,144,344.00	(316,608,994.00)	
	Gain/Loss on Disposal of				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary				
235,457,912.38	Net Surplus/Deficit for the Period		54,144,344.00	(316,608,994.00)	

ODUKPANI LOCAL GOVERNMENT, ODUKPANI**NOTES TO THE FINANCIAL STATEMENTS****1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION) ₦1,670,001,496.77**

This represents allocations received on a monthly basis by Odukpani Local Government Council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENUE	TOTAL
1	JAN.	132,014,370.12	30,031,027.28	7,529,126.25	545,296.85	170,119,820.50
2	FEB.	130,863,890.34	35,122,650.88	---	---	165,986,541.22
3	MARCH	135,250,480.23	32,353,248.95	---	184,091.32	167,787,820.50
4	APRIL	116,461,692.72	30,833,066.56	---	15,301,036.61	162,595,795.89
5	MAY	145,252,086.47	31,471,977.78	---	117,818.00	176,841,882.25
6	JUNE	141,224,025.03	33,525,551.16	---	---	174,749,576.19
7	JULY	147,051,195.73	31,242,367.77	---	12,299,468.88	190,593,032.38
8	AUG.	141,786,959.93	28,946,851.10	---	9,060,808.09	179,794,619.12
9	SEPT..	144,491,173.28	41,306,444.89	---	---	185,797,618.17
10	OCT.	138,331,317.50	28,658,307.92	---	1,238,364.31	168,227,989.73
11	NOV.	149,567,104.63	38,289,927.57	---	---	187,857,032.20
12	DEC.	147,707,200.79	32,921,954.19	---	17,129,393.13	197,758,548.11
	TOTAL	1,670,001,496.77	394,703,376.05	7,529,126.25	55,876,277.19	2,128,110,276.26

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –N394,703,376.05

This represents Federal Revenue arising from Value Added Tax (VAT) for Odukpani Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE –N7,529,126.25

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, for Odukpani Local Government Council for the year ended 31st December 2018.

1(D) OTHER REVENUE –N55,876,277.19

This represents revenue other than statutory receipts from the Federation for Odukpani Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – N24,307,502.73

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Odukpani Council for the year ended 31st December 2018.

CODE	DETAILS	ACTUAL =N=
101000	TAXES	85,500.00
102000	RATES	2,909,362.00
103000	LOCAL LICENSE FEES/FINES	4,055,000.00
104000	EARNINGS AND SALES	6,615,450.00
105000	RENT ON GOVERNMENT PROPERTY	2,770,000.00
106000	INTEREST & DIVIDEND	687,564.00
108000	MISCELLANEOUS	7,484,626.73
	TOTAL	24,307,502.73

3. REDISTRIBUTION FROM JAAC – NIL

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

4. SALARIES AND WAGES – ₦ 1,254,966,345.58

This consists of the salaries and wages paid to staff of Odukpani Local Government Council 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 (SOCIAL BENEFITS)		
S/N	DESCRIPTION	AMOUNT (₦)
1	Council Staff Salaries	224,799,147.90
2	Primary Health Care Salaries	170,995,682.71
3	Local Government Education Authority	619,861,014.22
4	Traditional Rulers Stipend	
5	Pension Contribution	239,310,500.75
	TOTAL	1,254,966,345.58

5. OVERHEAD COST – N 34,561,200.98

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

CODE	DESCRIPTION	ACTUAL PAID BY COUNCIL 2018
		₦
431200	TRAVEL & TRANSPORT	852,000.00
431300	UTILITIES	79,500.00
431400	MATERIALS & SUPPLIES	2,258,830.00
431500	MAINTENANCE & SERVICES	1,244,720.00
431600	TRAINING & STAFF DEVELOPMENT	180,000.00
431700	CONSULTANCY & PROFESSIONAL SERVICES	1,971,000.00
431800	FINANCE EXPENSES	157,206.55
431900	ENTERTAINMENT & HOSPITALITY	1,775,166.66
432100	OTHER SERVICES	26,067,777.77
115000	CONSOLIDATED REV. FUND CHARGES	250,000.00
TOTAL		34,561,200.98

6. STATUTORY DEDUCTIONS – ₦6,732,783.46

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.

7. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE) ₦444,021,291.08

During the year under review, the Odukpani LGC spent a total sum of N358.5m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular and Chart format;

HEAD	DETAILS	ACTUAL PAID BY COUNCIL 2018 =N=	OTHER COMMITMENTS PAID THROUGH JAAC =N=	TOTAL =N=
11,000	AGRICULTURE	-	-	-
12000	LIVESTOCK & VETERINARY	-	-	-
13000	FORESTRY	-	-	-
14000	FISHERIES	590,000.00	-	590,000.00
16000	ENERGY (FUEL & POWER)	-	-	-
17000	COMMERCE & FINANCE	585,000.00	-	585,000.00
18000	TRANSPORT, ROAD, BRIDGES	-	-	-
19000	CULTURE & TOURISM	2,000,000.00	-	2,000,000.00
	SUB TOTAL	3,175,000.00	-	3,175,000.00
20000	SOCIAL SERVICE SECTOR			
21000	EDUCATION	70,000.00	-	70,000.00
22000	HEALTH	50,000.00	-	50,000.00
23000	INFORMATION	95,000.00	-	95,000.00
24000	SOCIAL DEV. YOUTH/SPORTS	3,175,000.00	-	3,175,000.00
	SUB TOTAL	3,390,000.00	-	3,390,000.00
30000	ENVIRONMENTAL & REGIONAL DEV.			
31000	WATER SUPPLY	-	-	-
33000	HOUSING	5,974,500.00	-	5,974,500.00
34000	TOWN & COUNTRY PLANNING	872,700.00	-	872,700.00
35000	ENVIRONMENT	694,000.00	-	694,000.00
	SUB TOTAL	7,541,200.00	-	7,541,200.00
4000	GENERAL ADMINISTRATION	101,341,820.26	328,572,217.82	429,915,091.08
	GRAND TOTAL	115,448,020.26	328,572,217.82	444,021,291.08

8. JAAC CHARGES – N330,214,036.12

This represents Joint Commitments of Odukpani Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

9. INVESTMENT EXPENDITURE – N27,777,777.77

Investment expenditure represents the total aggregate payouts on behalf of Obubra Local Government Council by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was N27,777,777.77 in Cross River State Micro Finance Bank Limited (CRMFB).

10. DEPOSITS RECEIVED AND REMITTED – NIL & NIL

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

11. TAXES RECEIVED AND REMITTED – NIL & NIL

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 – N27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Odukpani Local Government Council and the amount repaid during the period as seen below;

13. OVERDRAFT RECEIVED AND REPAID - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid.

14. CASH AND CASH EQUIVALENTS – ₦296,238,479.00

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Odukpani Local Government Council Cash Books as at 31st December 2018.

15. RECEIVABLES – ₦316,411,882.96

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

RECEIVABLES (10	AMOUNT (₦)
Balance Brought Forward	218,900,183.31
2018 Unpaid 10%	97,511,699.65
Remittance for the Period	
Balance Carried forward	316,411,882.96

16. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND - ₦ 105,737,622.93

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

17. DEPOSITS – NIL

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.

18. SHORT TERM LOANS AND DEBTS – N303,561.23

This represents loans owed to various banks by Odukpani Local Government Council.

19. UNREMITTED DEDUCTIONS – N 588,576,733.86

This represents the cumulative total of all unremitted statutory deductions by Odukpani Local Government Councils to certain State agencies as mandated by Law.

20. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – N545,903,020.08

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

21. RESERVES - N 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Odukpani Local Government Councils in its Financial Statements for the purposes of disclosure.

22. INVESTMENTS – N158,878,724.67

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

23. PAYABLES – NIL

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Odukpani Local Government Councils as at 31st December 2018.

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF ODUKPANI LOCAL GOVERNMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**OGOJA LOCAL GOVERNMENT
COUNCIL**

OGOJA LOCAL GOVERNMENT, OGOJA

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Ogoja Local Government Council found on pages 390-392 have been examined under my direction, which have been prepared under the accounting policies set out on pages 384-389.

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

- (xix) The books of Accounts had been properly kept.
- (xx) 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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

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 (Cash 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.

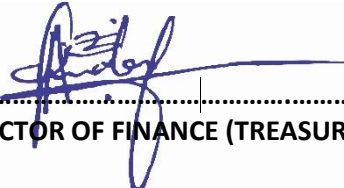
The Director of Finance (Treasurer) has responsibility for ensuring the internal controls are functional throughout the year and that financial records are properly kept, and appropriate financial statements are prepared. To the best of my knowledge, this system of internal control has operated adequately 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 2018 and its operations for the period ended on that date.


.....
CHAIRMAN

18th September 2020
.....
DATE


.....
THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020
.....
DATE



The Chairman,
Ogoja Local Government Council,
OGOJA.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF OGOJA LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 390 to 392 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 Ogoja Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.


.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



OGOJA LOCAL GOVERNMENT, OGOJA**STATEMENT OF ACCOUNTING POLICIES****1. Basis of Preparation of Financial Statements**

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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

Key to Abbreviations

LGC - Local Government 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

LGC - Local Government Council

OGOJA LOCAL GOVERNMENT, OGOJA
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,577,675,925.01	1,038,063,741.48
Government Share of VAT	378,575,896.58	340,371,862.76
Excess Crude		24,698,178.42
Other Revenue	60,129,410.37	133,683,311.63
Internally Generated Revenue (Non-Tax Revenue)	22,219,317.09	19,403,631.77
Redistribution from JAAC	107,763,566.26	26,197,423.07
10% State IGR (Non-Tax Revenue)		-
Total Inflows from Operating Activities	2,146,364,115.31	1,582,418,149.13
Outflows:		
Salaries and Wages (Social Benefits)	1,444,476,459.21	1,522,645,552.34
Overhead Cost	6,732,783.46	73,126,437.02
Statutory Deductions	19,184,107.73	3,204,310.49
JAAC Charges	-	-
Total Outflows from Operating Activities	1,470,393,350.40	1,598,976,299.85
Net Cashflow from Operating Activities	675,970,764.91	-16,558,150.72
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE		
Proceeds from Sale of Investment Property		
Capital Expenditure (Purchase/Construction of PPE)	(321,348,833.33)	-39,399,444.45
Investment Expenditure	(27,777,777.78)	
Net Cashflow from Investing Activities	(349,126,611.11)	-39,399,444.45
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received	301,680.91	
Miscellaneous Deposits Remitted	(9,000,000.00)	-117,237,512.98
Taxes Received		-
Tax Remitted		
Proceeds from Borrowings (CRSG Loan)	(27,777,777.77)	57,664,596.68
Repayment of Borrowings		-33,333,333.33
Overdraft Received		-
Overdraft Repayment		-
Net Cash Flow from Financing Activities	(36,476,096.86)	-92,906,249.63
Net Increase (Decrease) in Cash & Cash Equivalents	290,368,056.94	-148,863,844.80
Cash and its Equivalent as at 01 Jan 2018	(31,341,505.43)	117,522,339.37
Cash and its Equivalent as at 31 Dec 2018	259,026,551.51	-31,341,505.43

OGOJA LOCAL GOVERNMENT, OGOJA
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
ASSETS	₦	₦
<u>Current Assets:</u>		
Cash and Cash Equivalents	259,026,551.51	(31,341,505.43)
Receivables	316,411,882.96	218,900,183.31
Inventories		
Prepayments		
Total Current Assets (A)	575,438,434.47	187,558,677.88
<u>Non-Current Assets</u>		
Long-Term Loans		
Investments	158,878,724.67	107,119,581.00
Property, Plant & Equipment		-
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	200,857,203.93
Total Assets (A) + (B)	840,054,782.07	388,415,881.81
LIABILITIES		
<u>Current Liabilities</u>		
Deposits	24,175,981.95	15,477,662.86
Short term Loans & Debts		-
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	8,513,943.81	8,513,943.81
Total Current Liabilities (C)	621,266,659.62	421,347,507.38
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,020.09	573,680,797.86
Internal Loans (Public Funds)		-
Long Term Provisions (Taxes)		-
Total Non-Current Liabilities (D)	545,903,020.09	573,680,797.86
Total Liabilities (C) + (D)	1,167,169,679.71	995,028,305.24
Net Assets (Total Assets - Total Liabilities)	(327,114,897.64)	(606,612,423.43)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(691,175,971.65)	(784,882,266.35)
Total Net Assets/Equity	(327,114,897.64)	(606,612,423.43)

OGOJA LOCAL GOVERNMENT, OGOJA
STATEMENT OF FINANCIAL PERFORMANCE FOR OBUDU LOCAL
GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR ACTUAL (2017)		No tes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
	RECEIPTS:				
1,536,917,094.29	Government Share of FAAC	1	2,016,281,231.96	2,058,541,190.00	(42,159,958.04)
19,403,631.77	Internally Generated Revenue	2	22,219,317.09	41,695,000.00	(19,475,682.91)
26,197,423.07	Redistribution from JAAC (Other	3	107,763,566.26	-	107,763,566.26
	Cross River State Government	11			
1,582,418,149.13	Total Revenue (A)		2,146,364,115.31	2,100,236,190.00	46,127,925.31
	EXPENDITURE				
1,522,645,552.34	Salaries and Wages	4	1,444,476,459.21	1,703,071,270.00	258,594,810.79
3,204,310.09	Statutory Deductions	6	6,732,783.46	463,171,768.00	456,438,984.54
73,126,437.02	Overhead Cost	5	19,184,107.73	50,155,890.00	30,971,782.27
-	JAAC Charges	7	-	-	-
39,399,444.45	Capital Expenditure	8	321,348,833.33	234,917,038.00	(86,431,795.33)
-	Investment Expenditure	9	27,777,777.77	-	(27,777,777.77)
1,638,375,774.30	Total Expenditure (B)		1,819,519,961.51	2,451,315,966.00	631,796,004.49
(55,957,595.17)	Surplus/Deficit from Operating		326,844,153.80	(351,079,776.00)	
	Gain/Loss on Disposal of Assets				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary				
(55,957,595.17)	Net Surplus/Deficit for the Period		326,844,153.80	(351,079,776.00)	

OGOJA LOCAL GOVERNMENT, OGOJA**NOTES TO THE FINANCIAL STATEMENTS****1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION) ₦1,577,675,925.01**

This represents allocations received on a monthly basis by Ogoja Local Government Council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENUE	TOTAL
1	JAN.	124,072,033.16	28,788,886.37	-	7,588,572.56	160,450,392.09
2	FEB.	122,991,679.54	33,692,886.58	-	-	156,684,566.12
3	MARCH	135,250,480.23	31,029,991.28	-	173,014.26	166,453,485.77
4	APRIL	109,456,084.47	29,594,825.29	-	14,380,394.54	153,431,304.30
5	MAY	136,514,115.62	30,186,749.06	-	110,728.71	166,811,593.39
6	JUNE	132,728,428.67	32,143,469.58	-	-	164,871,898.25
7	JULY	138,204,969.58	29,979,830.10	-	11,559,390.78	179,744,190.46
8	AUG.	133,257,491.59	27,766,208.71	-	8,515,605.23	169,539,305.05
9	SEPT..	135,798,987.75	39,611,933.44	-	37,693.26	175,448,594.44
10	OCT.	130,009,780.04	27,487,309.24	-	1,227,779.10	158,724,868.38
11	NOV.	140,569,492.45	36,734,043.83	-	186,499.21	177,490,035.49
12	DEC.	138,821,501.91	31,559,763.10	-	16,349,732.73	186,730,997.74
	TOTAL	1,577,675,925.01	378,575,896.58	-	60,129,410.37	2,016,381,231.96

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –N 378,575896.58

This represents Federal Revenue arising from Value Added Tax (VAT) for Ogoja Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE –NIL

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, for Ogoja Local Government Council for the year ended 31st December 2018.

1(D) OTHER REVENUE –N60,129,410.37

This represents revenue other than statutory receipts from the Federation for Ogoja Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – N22,219,317.09

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Ogoja Council for the year ended 31st December 2018.

CODE	DETAILS	2018
		N
101000	TAXES	115,800.00
102000	RATES	3,732,747.50
103000	LOCAL LICENCES, FEES AND FINES	2,474,000.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	10,272,100.00
105000	RENT ON GOVERNMENT PROPERTY	1,208,610.00
108000	MISCELLANEOUS	4,416,059.59
TOTAL		22,219,317.09

3. REDISTRIBUTION FROM JAAC – =N=107,763,566.26

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

INFLOW FROM JAAC REDISTRIBUTION		
LGA		AMOUNT (₦)
OBUDU		107,763,566.26
TOTAL		107,763,566.26

4. SALARIES AND WAGES – ₦ 1,444,476,459.21

This consists of the salaries and wages paid to staff of Ogoja Local Government Council 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 (SOCIAL BENEFITS)		
S/N	DESCRIPTION	AMOUNT (₦)
1	Council Staff Salaries	532,332,123.59
2	Primary Health Care Salaries	
3	Local Government Education Authority	672,833,834.87
4	Traditional Rulers Stipend	
5	Pension Contribution	239,310,500.75
	TOTAL	1,444,476,459.21

5. OVERHEAD COST – N 19,184,107.73

This represents total overhead cost incurred during the financial year

DETAIL	DIRECT PAYMENT OF COUNCIL	OTHER COMMITMENT PAID THROUGH JAAC	TOTAL
	=N=	=N=	=N=
TRAVEL & TRANSPORT	4,148,900.00	-	4,148,900.00
UTILITIES		-	-
MATERIALS & SUPPLIES	2,027,500.00	-	2,027,500.00
MAINTENANCE & REPAIR	1,642,000.00	-	1,642,000.00
TRAINING & STAFF DEVELOPMENT	176,000.00	-	176,000.00
CONSULTANCY & PROFESSIONAL SERVICES	1,728,500.00	-	1,728,500.00
FINANCE CHARGE	41,041.07	-	41,041.07
ENTERTAINMENT & HOSPITALITY	3,677,500.00	-	3,677,500.00
OTHER SERVICE	2,396,000.00	3,346,666.66	5,742,666.66
TOTAL	15,837,441.07	3,346,666.66	19,184,107.73

6. STATUTORY DEDUCTIONS – N6,732,783.46

This is made up of 31% Statutory deductions made from Ogoja Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

7. JAAC CHARGES – NIL

This represents Joint Commitments of Ogoja Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

8. INVESTMENT EXPENDITURE – N27,777,777.78

Investment expenditure represents the total aggregate payouts on behalf of Ogoja Local Government Council by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was N27,777,777.78 in Cross River State Micro Finance Bank Limited (CRMFB).

9. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE N321,348,833.33)

During the year under review, the Ogoja LGC spent a total sum of N321.3m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular and Chart format;

CODE	DETAILS	COUNCIL'S COMMITMENT PAID THROUGH JAAC, 2018	DIRECT COUNCIL'S EXPENDITURE 2018	TOTAL CAPITAL EXPENDITURE 2018
		=N=	=N=	=N=
11000	AGRICULTURE		97,000.00	97,000.00
12000	FORESTRY		545,000.00	545,000.00
17000	COMMERCE & FINANCE		20,000.00	20,000.00
18000	TRANSPORT (ROAD & BRIDGE)		-	-
19000	CULTURE & TOURISM	2,000,000.00	1,036,000.00	3,036,000.00
100000	TOTAL EXPENDITURE ON ECONOMIC SECTOR	2,000,000.00	1,698,000.00	3,698,000.00
21000	EDUCATION		-	-
22000	HEALTH		-	-
23000	INFORMATION & COMMUNICATION TECHNOLOGY		-	-
24000	SOCIAL DEVELOPMENT YOUTH & SPORT	2,000,000.00	1,003,500.00	3,003,500.00
20000	TOTAL EXPENDITURE ON SOCIAL SERVICES	2,000,000.00	1,003,000.00	3,003,500.00
33000	HOUSING	-	8,332,500.00	8,332,500.00
34000	TOWN & COUNTRY PLANNING		-	-
35000	ENVIRONMENT & REFUSAL DISPOSAL	-	-	-
30000	TOTAL EXPENDITURE ON ENVIRONMENTAL REGIONAL DEVELOPMENT SECTOR		8,332,500.00	8,332,500.00
40000	GENERAL ADMINISTRATION	331,811,111.11	2,281,500.00	334,092,611.11
40000	TOTAL EXPENDITURE ON GENERAL ADMINISTRATION	331,811,111.11	2,281,500.00	334,092,611.11
	TOTAL	335,811,111.11	13,315,500.00	349,126,611.11

10. DEPOSITS RECEIVED AND REMITTED – N301,680.91 & (N9,000,000.00)

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

11. TAXES RECEIVED AND REMITTED – NIL

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 – ₦27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Ogoja Local Government Council and the amount repaid during the period.

13. OVERDRAFT RECEIVED AND REPAID - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid.

14. CASH AND CASH EQUIVALENTS – ₦259,026,551.51

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Ogoja Local Government Council Cash Books as at 31st December 2018.

15. RECEIVABLES – ₦ – 316,411,882.96

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

	RECEIVABLES (10	AMOUNT (₦)
Balance Brought Forward		218,900,183.31
2018 Unpaid 10%		97,511,699.65
Remittance for the Period		
Balance Carried forward		316,411,882.96

16. SHORT TERM LOANS AND DEBTS – NIL

This represents loans owed to various banks by Ogoja Local Government Council.

17. INVESTMENTS – ₦158,878,724.67

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

18. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND**N 105,737,622.93**

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

19. UNREMITTED DEDUCTIONS – ₦ 588,576,733.86

This represents the cumulative total of all unremitted statutory deductions by Ogoja Local Government Councils to certain State agencies as mandated by Law

20. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – ₦545,903,020.08

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

21. DEPOSITS – N24,175,981.95

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 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	Retention Fee	1,229,517.70	-	-	1,229,517.70
3	Project Monitoring Levy	1,002,853.11	-	-	1,002,853.11
	Unclaimed Salaries	8,514,650.02	-	-	8,514,650.02
	Salaries Deposit	4,730,612.03	9,000,000.00	301,680.91	13,428,931.12
	TOTAL	15,477,662.86	9,000,000.00	301,680.91	24,175,981.95

22. RESERVES - N 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Ogoja Local Government Councils in its Financial Statements for the purposes of disclosure.

23. PAYABLES – N8,513,943.81

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Ogoja Local Government Councils as at 31st December 2018.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	Withholding Tax	3,910,584.00	-	-	3,910,584.00
2	Value Added Tax	3,910,584.00	-	-	3,910,584.00
3	1% Stamp Duty	502,685.80	-	-	502,685.50
4	Payee	190,090.00	-	-	190,090.00
	TOTAL	8,513,943.81	-	-	8,513,943.81

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF OGOJA LOCAL GOVERNMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**YAKURR LOCAL GOVERNMENT
COUNCIL**

YAKURR LOCAL GOVERNMENT, YAKURR

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Yakurr Local Government Council found on pages 412-414 have been examined under my direction, which have been prepared under the accounting policies set out on pages 406-411.

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

- (xxi) The books of Accounts had been properly kept.
- (xxii) 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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.



MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

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 (Cash 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 2018 and its operations for the period ended on that date.



CHAIRMAN

18th September 2020

DATE



THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020

DATE



The Chairman,
Yakurr Local Government Council,
YAKURR.

**AUDIT CERTIFICATE ON THE ACCOUNTS OF YAKURR LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 412 to 414 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

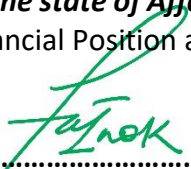
I have carried out the audit in accordance with Section 56, (2) to (4) of Cross River State Local Government Law, 2007, Nigerian Standards on Auditing, in compliance with the International Organization of Supreme Audit Institutions (INTOSAI) Guidelines and other International Standards on Auditing

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 Yakurr Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.


.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



YAKURR LOCAL GOVERNMENT, YAKURR
STATEMENT OF ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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

Key to Abbreviations

LGC - Local Government 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

YAKURR LOCAL GOVERNMENT, YAKURR
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,575,226,728.99	1,042,156,650.67
Government Share of VAT	-	357,478,725.45
Excess Crude	-	8,498,339.40
Other Revenue	458,214,733.76	136,698,766.11
Internally Generated Revenue (Non-Tax Revenue)	16,492,378.52	18,216,466.00
Redistribution from JAAC	-	25,449,290.76
10% State IGR (Non-Tax Revenue)	-	-
Total Inflows from Operating Activities	2,049,933,841.27	1,588,498,238.39
Outflows:		
Salaries and Wages (Social Benefits)	1,384,561,217.27	1,496,446,060.90
Overhead Cost	73,818,494.01	97,307,431.33
Statutory Deductions	6,732,783.36	3,204,310.49
JAAC Charges	40,003,914.52	-
Total Outflows from Operating Activities	1,505,116,409.16	1,596,957,802.72
Net Cashflow from Operating Activities	544,817,432.11	(8,459,564.33)
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE		
Proceeds from Sale of Investment Property		
Capital Expenditure (Purchase/Construction of PPE)	(479,684,222.22)	(59,752,819.24)
Investment Expenditure	(27,777,777.77)	
Net Cashflow from Investing Activities	(507,461,999.99)	(59,752,819.24)
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received	-	-
Miscellaneous Deposits Remitted	-	(48,063,824.70)
Taxes Received	-	1,168,583.92
Tax Remitted	-	
Proceeds from Borrowings (CRSG Loan)	(27,777,777.77)	57,664,596.68
Repayment of Borrowings		(33,333,333.33)
Overdraft Received		-
Overdraft Repayment		-
Net Cash Flow from Financing Activities	(27,777,777.77)	(22,563,977.43)
Net Increase (Decrease) in Cash & Cash Equivalents	9,577,654.35	(90,776,361.00)
Cash and its Equivalent as at 01 Jan 2018	(90,491,979.93)	284,381.07
Cash and its Equivalent as at 31 Dec 2018	(80,914,325.58)	(90,491,979.93)

YAKURR LOCAL GOVERNMENT, YAKURR
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
ASSETS	₦	₦
<u>Current Assets:</u>		
Cash and Cash Equivalents	(80,914,325.58)	(90,491,979.93)
Receivables	316,411,882.96	218,900,183.31
Inventories		
Prepayments		
Total Current Assets (A)	235,497,557.38	128,408,203.38
<u>Non-Current Assets</u>		
Long-Term Loans		-
Investments	158,878,724.67	108,207,210.90
Property, Plant & Equipment		-
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	201,944,833.83
Total Assets (A) + (B)	500,113,904.98	330,353,037.21
LIABILITIES		
<u>Current Liabilities</u>		
Deposits		9,646,562.58
Short term Loans & Debts	43,788,803.20	960,583.68
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	8,375,551.75	18,674,056.57
Total Current Liabilities (C)	640,741,088.81	426,637,103.54
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,020.08	573,680,797.86
Internal Loans (Public Funds)		-
Long Term Provisions (Taxes)		-
Total Non-Current Liabilities (D)	545,903,020.08	573,680,797.86
Total Liabilities (C) + (D)	1,186,644,108.89	1,000,317,901.40
Net Assets (Total Assets - Total Liabilities)	(686,530,203.91)	(669,964,864.19)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(1,050,591,277.92)	(848,234,707.11)
Total Net Assets/Equity	(686,530,203.91)	(669,964,864.19)

YAKURR LOCAL GOVERNMENT, YAKURR
STATEMENT OF FINANCIAL PERFORMANCE FOR YAKURR LOCAL
GOVERNMENT COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
	RECEIPTS:				
1,544,832,481.63	Government Share of FAAC	1	2,033,441,462.75	1,704,358,418.00	329,083,044.75
18,216,466.00	Internally Generated Revenue	2	16,492,378.52	30,508,340.00	(14,015,961.48)
25,449,290.76	Redistribution from JAAC	3	-		
	Cross River State Government	11	-		
1,588,498,238.39	Total Revenue (A)		2,049,933,841.27	1,734,866,758.00	315,067,083.27
	EXPENDITURE				
1,496,446,060.90	Salaries and Wages	4	1,384,612,217.27	1,242,000,778.55	(142,560,438.73)
3,204,310.49	Statutory Deductions	6	6,732,783.36	600,505,494.00	593,772,710.64
97,307,431.33	Overhead Cost	5	73,818,494.01	100,000,506.00	26,182,011.99
-	JAAC Charges	7	40,003,914.52	-	(40,003,914.52)
59,752,819.24	Capital Expenditure	8	479,684,222.22	550,889,007.93	71,204,785.71
	Investment Expenditure	9	27,777,777.77	-	(27,777,777.77)
1,656,710,621.96	Total Expenditure (B)		2,012,578,409.15	2,493,395,789.48	480,817,377.33
(68,212,383.57)	Surplus/Deficit from		37,355,432.12	(758,529,028.48)	
	Gain/Loss on Disposal of Assets				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from Ordinary				
(68,212,383.57)	Net Surplus/Deficit for the Period		37,355,432.12	(758,529,028.48)	

YAKURR LOCAL GOVERNMENT, YAKURR**NOTES TO THE FINANCIAL STATEMENTS****1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION)****₦1,575,226,728.99**

This represents allocations received on a monthly basis by Yakurr Local Government Council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENNUE	TOTAL
1	JAN.	124,562,109.04	-	-	44,995,722.75	169,557,831.79
2	FEB.	123,476,592.87	-	-	35,401,462.92	158,878,055.79
3	MARCH	127,114,321.52	-	-	32,784,987.92	159,899,309.44
4	APRIL	109,887,637.41	-	-	45,511,570.67	155,399,208.08
5	MAY	137,052,337.46	-	-	31,833,769.80	168,886,107.26
6	JUNE	133,251,726.67	-	-	33,795,064.80	167,046,791.47
7	JULY	138,749,857.25	-	-	43,093,530.21	181,843,387.46
8	AUG.	133,782,874.59	-	-	37,726,258.65	171,509,133.24
9	SEPT..	136,334,390.39	-	-	41,674,725.96	178,009,116.35
10	OCT.	130,522,360.31	-	-	30,119,278.49	160,641,638.80
11	NOV.	141,123,701.50	-	-	38,780,568.04	179,904,269.54
12	DEC.	139,368,819.98	-	-	49,601,776.15	188,970,596.13
	TOTAL	1,575,226,728.99	-	-	458,214,733.76	2,033,441,462.75

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) – NIL

This represents Federal Revenue arising from Value Added Tax (VAT) for Yakurr Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE – NIL

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, for Yakurr Local Government Council for the year ended 31st December 2018.

1(D) OTHER REVENUE – ₦458,214,733.76

This represents revenue other than statutory receipts from the Federation for Yakurr Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – ₦16,492,378.52

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Yakurr Council for the year ended 31st December 2018.

CODE	DETAILS	2018
		N
101000	TAXES	741,247.50
102000	RATES	1,209,000.00
103000	LOCAL LICENCES, FEES AND FINES	2,964,000.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	9,104,520.00
105000	RENT ON GOVERNMENT PROPERTY	158,000.00
108000	MISCELLANEOUS	2,315,611.02
TOTAL		16,42,378.52

3. REDISTRIBUTION FROM JAAC – NIL

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

4. SALARIES AND WAGES – ₦ 1,384,561,217.27

This consists of the salaries and wages paid to staff of Yakurr Local Government Council 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 (SOCIAL BENEFITS)		
S/N	DESCRIPTION	AMOUNT (₦)
1	Council Staff Salaries	285,885,690.45
2	Primary Health Care Salaries	243,268,760.75
3	Local Government Education Authority	616,096,257.32
4	Traditional Rulers Stipend	
5	Pension Contribution	239,310,500.75
	TOTAL	1,384,561,217.27

5. OVERHEAD COST – N 73,818,494.01

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

CODE	DETAILS	COUNCIL'S COMMITMENT PAID THROUGH JAAC 2018	DIRECT COUNCIL'S EXPENDITURE 2018	TOTAL OPERATING EXPENSES 2018
		₦	₦	₦
431200	TRAVEL & TRANSPORT	-	12,420,451.02	12,420,451.02
431300	UTILITIES	-	5,000.00	5,000.00
431400	MATERIALS & SUPPLIES	-	15,452,000.00	15,452,000.00
431500	MAINTENANCE, REPAIRS & SERVICES	-	10,316,900.00	10,316,900.00
431600	TRAINING & STAFF DEVELOPMENT	13,888.89	-	13,888.89
431700	CONSULTANCY & PROFESSIONAL	-	959,366.62	959,366.62
431800	FINANCE EXPENSES	3,910,503.50	201,759.50	4,112,263.00
431900	ENTERTAINMENT & HOSPITALITY	-	21,548,600.00	21,548,600.00
432100	OTHER SERVICES	444,444.44	7,712,246.71	8,156,691.15
432200	GRANTS, CONTRIBUTION, SUBVENTION &	-	-	-
115000	CONSOLIDATED REVENUE FUND CHARGES	<u>833,333.33</u>	-	833,333.33
	TOTAL	<u>5,202,170.16</u>	<u>68,616,323.85</u>	<u>73,818,494.01</u>

6. STATUTORY DEDUCTIONS – ₦6,732,783.46

This is made up of 31% Statutory deductions made from Yakurr Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

S/N	LGC	AGENCY	AMOUNT (=N=)
1	YAKURR	1% Ministry of Local Government for Administration	6,732,783.46
		TOTAL	6,732,783.46

7. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE – ₦479,684,222.22)

During the year under review, the Yakurr LGC spent a total sum of N358.5m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular and Chart format;

SECTORAL CODE	DETAILS	COUNCIL'S COMMITMENTS THROUGH JAAC 2018	DIRECT COUNCIL'S EXPENDITURE 2018	TOTAL CAPITAL EXPENDITURE 2018
		₦	₦	₦
11000	AGRICULTURE	-	-	-
16000	ENERGY (FUEL & POWER)	-	250,000,000.00	250,000,000.00
17000	COMMERCE AND FINANCE	-	648,000.00	648,000.00
18000	TRANSPORT, ROAD & BRIDGES	-	334,000.00	334,000.00
19000	CULTURE AND TOURISM	-	2,120,000.00	2,120,000.00
10000	TOTAL ECONOMIC SECTOR	-	253,102,000.00	253,102,000.00
22000	HEALTH	-	610,000.00	610,000.00
24000	SOCIAL DEV. YOUTH & SPORT	-	1,750,000.00	1,750,000.00
20000	TOTAL SOCIAL SERVICE SECTOR	-	2,360,000.00	2,360,000.00
31000	WATER SUPPLY	-	100,000.00	100,000.00
35000	ENVIRONMENTAL AND REF DISP.	101,876,246.44	994,553.36	102,870,799.80
30000	TOTAL ENVIRONMENTAL & REF DISP.	101,876,246.44	1,094,553.36	102,972,799.80
40000	GENERAL ADMINISTRATION	<u>90,547,222.42</u>	<u>30,704,200.00</u>	121,251,422.42
40000	TOTAL EXP. ADMINISTRATION	<u>90,547,222.42</u>	<u>30,704,200.00</u>	<u>121,251,422.42</u>
	TOTAL CAPITAL EXPENDITURE	<u>192,423,468.86</u>	<u>287,260,753.36</u>	<u>479,684,222.22</u>

8. JAAC CHARGES – N40,003,914.52

This represents Joint Commitments of Yakurr Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

9. INVESTMENT EXPENDITURE – N27,777,777.77

Investment expenditure represents the total aggregate payouts on behalf of Yakurr Local Government Council by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was N27,777,777.77 in Cross River State Micro Finance Bank Limited (CRMFB).

10. DEPOSITS RECEIVED AND REMITTED – NIL

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

11. TAXES RECEIVED AND REMITTED – NIL & NIL 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 – N27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Yakurr Local Government Council and the amount repaid during the period as seen below;

13. OVERDRAFT RECEIVED AND REPAID - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid.

14. CASH AND CASH EQUIVALENTS – ₦ (80,914,325.58)

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Yakurr Local Government Council Cash Books as at 31st December 2018.

15. RECEIVABLES – ₦ – 316,411,882.96

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

	RECEIVABLES (10	AMOUNT (₦)
Balance Brought Forward		218,900,183.31
2018 Unpaid 10%		97,511,699.65
Remittance for the Period		
Balance Carried forward		316,411,882.96

16. INVESTMENTS – ₦158,878,724.67

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

17.. DEPOSITS – NIL

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.

18. SHORT TERM LOANS AND DEBTS – ₦43,788,803.20

This represents loans owed to various banks by Yakurr Local Government Council.

19. UNREMITTED DEDUCTIONS – ₦ 588,576,733.86

This represents the cumulative total of all unremitted statutory deductions by Yakurr Local Government Councils to certain State agencies as mandated by Law.

20. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND - ₦ 105,737,622.93

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

21. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – ₦545,903,020.08

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

22. RESERVES - ₦ 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Yakurr Local Government Councils in its Financial Statements for the purposes of disclosure.

23. PAYABLES – ₦8,375,551.75

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Yakurr Local Government Councils as at 31st December 2018.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	5% CONTRACTORS' TAX	17,090,793.53	NIL	10,298,502.82	6,792,290.71
2	5% VALUE ADDED TAX (VAT)	1,583,261.04	NIL	NIL	1,583,261.04
TOTAL		<u>18,674,056.57</u>	NIL	=	<u>8,375,551.75</u>

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF YAKURR LOCAL GOVERNMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

**YALA LOCAL GOVERNMENT
COUNCIL**

YALA LOCAL GOVERNMENT, OKPOMA

AUDIT OPINION

STATEMENT OF OPINION OF THE AUDITOR-GENERAL

The Accounts of the Yala Local Government Council found on pages 434-436 have been examined under my direction, which have been prepared under the accounting policies set out on pages 428-433.

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

- (xxiii) The books of Accounts had been properly kept.
- (xxiv) 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 2018*** and its surplus / (deficit) for the year ended on that date comply with the provisions of the Model Financial Memoranda.


MRS. FRANKA A. INOK, FCA
AUDITOR-GENERAL

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 (Cash 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 Yala Local Government as at 31st December 2018 and its operations for the period ended on that date.



CHAIRMAN

18th September 2020

DATE



THE DIRECTOR OF FINANCE (TREASURER)

18th September 2020

DATE



The Chairman,
Yala Local Government Council,
OKPOMA.

AUDIT CERTIFICATE ON THE ACCOUNTS OF YALA LOCAL GOVERNMENT COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2018.

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Financial Statements set out on page(s) 434 to 436 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 Yala Local Government Council as at 31st December 2018*** and the financial Position and Cashflows for the period ended on that date.

.....
MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



YALA LOCAL GOVERNMENT, OKPOMA**STATEMENT OF ACCOUNTING POLICIES****1. Basis of Preparation of Financial Statements**

These Financial Statements have been prepared under the historical cost convention and in line with International Public Sector Accounting Standards (IPSAS) (Cash Basis) as well as 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.

2. Accounting Period

The accounting year to which the Financial Statements relate is from 1st January to 31st December 2018.

3. Reporting Currency

The Financial Statements were prepared in Nigerian Naira.

4. IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when cash (including cash equivalents) are received or paid by the LGCs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. Notes to the GPFS provide additional information about Liabilities, including Payables and Borrowings and non-cash assets that include Receivables, Investments and Property, Plant and Equipment.

5. Accounting Terminologies / Definitions

5.1 Accounting Policies

These are the specific principles, bases, conventions, rules and practices adopted by the 18 LGAs in preparing and presenting their Financial Statements.

5.2 Cash

Cash comprises of cash in hand, demand deposits in financial institutions and cash equivalents.

5.3 Cash equivalents

These are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.4 Cash basis

means a basis of accounting that recognizes transactions and other events only when cash is received or paid.

5.5 Cash flows

are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government.

5.6 Cash receipts are cash inflows.

5.7 Cash payments are cash outflows

5.8 Notes to the GPFS

These include narrative descriptions or more detailed schedules, or analyses of amounts shown on the face of the GPFS, as well as additional information.

6. 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.

6.1 Principal Statements contained in the IPSAS Financial Statements

- The Cash flow Statement
- The Statement of Financial Position
- The Statement of Financial Performance
- The Notes to the Financial Statements
- Accounting Policies and Explanatory Notes.

7. Fundamental Accounting Concepts

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

Cash Basis of Accounting

Understandability

Materiality

Relevance

Going Concern Concept

Consistency Concept

Prudence

Completeness etc.

8. Comparative Information

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

9. Interest Received

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

10. Receipts

These are Cash inflows within the financial year. They comprise of receipts from Statutory Allocations, Value Added Tax, Excess Crude, Internally Generated Revenue and Other Revenue. These items shall be disclosed at the face of the Statement of Cashflows

11. Payments

These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorized either by Function and/or by Sector in the Statement of Cash Receipts and Payment. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.

12. Investments

Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are capital costs and are disclosed as purchase of financial instruments in Council accounts.

13. 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 amount received in the financial year while amount disclosed in the Statement of Financial Position shall be cumulative including loan amounts outstanding from previous years.

14. Loan Repayments

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

15. 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).

16. 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.

17. Prepayments

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

18. Advances

All Cash Advances shall be retired before the end of the financial year-end.

19. 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.

20. Cash Balances

This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.

21. Other Borrowings / Grants & Aid Received

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

Key to Abbreviations

LGC - Local Government 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

YALA LOCAL GOVERNMENT, OKPOMA
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST DECEMBER 2018

CASH FLOW FROM OPERATING ACTIVITIES	2018	2017
Inflows:	₦	₦
Government Share of FAAC (Statutory Allocation)	1,724,536,396.91	1,149,233,843.07
Government Share of VAT	409,192,741.41	367,508,424.21
Excess Crude	7,834,190.88	9,371,871.24
Other Revenue	58,737,193.04	107,937,949.71
Internally Generated Revenue (Non-Tax Revenue)	16,895,927.20	13,182,212.50
Redistribution from JAAC	-	-
10% State IGR (Non-Tax Revenue)	-	-
Total Inflows from Operating Activities	2,217,196,449.44	1,647,234,300.73
Outflows:		
Salaries and Wages (Social Benefits)	1,452,016,376.24	1,496,446,061.42
Overhead Cost	6,732,783.36	113,230,356.47
Statutory Deductions	140,940,553.65	3,204,310.49
JAAC Charges	154,715,807.09	90,052,937.64
Total Outflows from Operating Activities	1,754,405,520.34	1,702,933,666.02
Net Cashflow from Operating Activities	462,790,929.10	-55,699,365.29
CASHFLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE		-
Proceeds from Sale of Investment Property		-
Capital Expenditure (Purchase/Construction of PPE)	(286,055,222.22)	-3,309,200.00
Investment Expenditure	(27,777,777.77)	
Net Cashflow from Investing Activities	(313,832,999.99)	-3,309,200.00
CASH FLOW FROM FINANCING ACTIVITIES		
Miscellaneous Deposits Received	1,967,404.52	7,640,846.91
Miscellaneous Deposits Remitted	(995,000.00)	-
Taxes Received		-
Tax Remitted		-
Proceeds from Borrowings (CRSG Loan)	(27,777,777.77)	57,664,596.68
Repayment of Borrowings		-33,333,333.33
Overdraft Received		-
Overdraft Repayment		-
Net Cash Flow from Financing Activities	(26,805,373.25)	31,972,110.26
Net Increase (Decrease) in Cash & Cash Equivalents	122,152,555.86	-27,036,455.03
Cash and its Equivalent as at 01 Jan 2018	23,115,859.15	50,152,314.18
Cash and its Equivalent as at 31 Dec 2018	145,268,415.01	23,115,859.15

YALA LOCAL GOVERNMENT, OKPOMA
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31ST DECEMBER 2018

	2018	2017
ASSETS	₦	₦
<u>Current Assets:</u>		
Cash and Cash Equivalents	145,268,415.01	23,115,859.15
Receivables	316,411,882.96	218,900,183.31
Inventories		-
Prepayments		-
Total Current Assets (A)	461,680,297.97	242,016,042.46
<u>Non-Current Assets</u>		
Long-Term Loans		-
Investments	158,878,724.67	107,034,085.00
Property, Plant & Equipment		-
Contribution to CRS Reserve Fund	105,737,622.93	93,737,622.93
Total Non-Current Assets (B)	264,616,347.60	200,771,707.93
Total Assets (A) + (B)	726,296,645.57	442,787,750.39
LIABILITIES		
<u>Current Liabilities</u>		
Deposits	10,618,967.10	43,788,803.20
Short term Loans & Debts	960,583.68	-
Unremitted Deductions	588,576,733.86	397,355,900.71
Payables (Unremitted Taxes)	18,674,056.57	8,375,551.75
Total Current Liabilities (C)	618,830,341.21	449,520,255.66
<u>Non-Current Liabilities</u>		
Long Term Borrowings (CRSG loan)	545,903,020.09	573,680,797.86
Internal Loans (Public Funds)		-
Long Term Provisions (Taxes)		-
Total Non-Current Liabilities (D)	545,903,020.09	573,680,797.86
Total Liabilities (C) + (D)	1,164,733,361.30	1,023,201,053.52
Net Assets (Total Assets - Total Liabilities)	(438,436,715.73)	(580,413,303.13)
NET ASSETS/EQUITY		
Reserves	364,061,074.01	178,269,842.92
Accumulated Surpluses/(Deficits)	(802,497,789.74)	(758,683,146.05)
Total Net Assets/Equity	(438,436,715.73)	(580,413,303.13)

YALA LOCAL GOVERNMENT, OKPOMA
STATEMENT OF FINANCIAL PERFORMANCE FOR YALA LOCAL GOVERNMENT
COUNCIL FOR THE YEAR ENDED 31ST DECEMBER 2018

PREVIOUS YEAR ACTUAL (2017)		Notes	ACTUAL 2018	FINAL BUDGET 2018	VARIANCE ON FINAL BUDGET
=N=			=N=	=N=	=N=
	REVENUE				
	RECEIPTS:				
1,634,052,088.23	Government Share of FAAC	1	2,200,300,522.24	2,050,817,229.12	149,423,293.12
13,182,212.50	Internally Generated	2	16,895,927.20	24,703,022.17	(7,807,094.97)
	Redistribution from JAAC	3			
	Cross River State	11			
1,647,234,300.73	Total Revenue (A)		2,217,196,449.44	2,075,580,251.29	141,616,198.15
	EXPENDITURE				
1,496,446,061.42	Salaries and Wages	4	1,452,016,376.24	1,893,022,640.02	441,006,263.78
3,204,310.49	Statutory Deductions	6	6,732,783.36	623,771,741.03	617,038,957.67
113,230,356.47	Overhead Cost	5	140,940,553.65	75,132,000.00	(65,808,553.65)
90,052,937.64	JAAC Charges	7	154,715,807.09	-	(154,715,807.09)
3,309,200.00	Capital Expenditure	8	286,055,222.22	901,359,625.41	615,304,403.19
-	Investment Expenditure	9	27,777,777.77	-	(27,777,777.77)
1,706,242,866.02	Total Expenditure (B)		2,078,238,520.33	3,493,286,006.46	1,415,047,486.13
(59,008,565.29)	Surplus/Deficit from		138,957,929.11	(1,417,705,755.17)	
	Gain/Loss on Disposal of Assets				
	Total Non-Operating Revenue/Expenditure				
	Surplus/Deficit from				
(59,008,565.29)	Net Surplus/Deficit for the Period		138,957,929.11	(1,417,705,755.17)	

YALA LOCAL GOVERNMENT, OKPOMA**NOTES TO THE FINANCIAL STATEMENTS****1(A) GOVERNMENT SHARE OF FAAC (STATUTORY ALLOCATION) ₦1,724,536,396.91**

This represents allocations received on a monthly basis by Yala Local Government Council from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria.

S/N	MONTH	(A) STATUTORY ALLOCATION	(B) VAT	(C) EXCESS CRUDE	(D) OTHER REVENNUE	TOTAL
1	JAN.	137,361,952.06	31,143,530.36	7,834,190.88	567,391.13	176,907,064.10
2	FEB.	136,164,857.28	36,403,195.75		-	172,568,053.03
3	MARCH	127,615,487.23	33,583,402.92	-	191,550.31	161,390,440.46
4	APRIL	121,179,113.02	31,942,076.98		15,921,002.31	169,042,192.31
5	MAY	151,136,032.73	32,623,071.74	-	122,591.73	183,881,696.20
6	JUNE	146,944,762.74	34,763,389.79	-	-	181,708,152.53
7	JULY	153,008,038.10	32,373,138.87	-	8,429,238.40	193,810,415.37
8	AUG.	147,530,506.57	30,004,274.03	-	13,796,511.91	191,331,292.51
9	SEPT..	150,344,288.94	42,824,160.20	-	-	193,168,449.14
10	OCT.	143,934,848.82	29,707,093.62	-	1,401,049.98	175,042,992.42
11	NOV.	155,625,886.32	39,683,429.25	-	-	195,309,315.57
12	DEC.	153,690,623.10	34,141,978.23	-	18,307,857.27	206,140,458.60
	TOTAL	1,724,536,396.91	409,192,741.41	7,834,190.88	58,737,193.04	2,200,300,522.24

1(B) GOVERNMENT SHARE OF VAT (VALUE ADDED TAX) –N409,192,741.41

This represents Federal Revenue arising from Value Added Tax (VAT) for Yala Local Government Council for the year ended 31st December 2018.

1(C) EXCESS CRUDE –N7,834,190.88

This represents the 18 LGAs share of Federal Excess Crude revenue as seen in table 1, for Yala Local Government Council for the year ended 31st December 2018.

1(D) OTHER REVENUE –N58,737,19.04

This represents revenue other than statutory receipts from the Federation for Yala Local Government Council for the year ended 31st December 2018.

2. NON-TAX REVENUE (IGR) – N16,895,927.20

Non-tax revenue comprises of the Internally Generated Revenue (IGR) of Yala Council for the year ended 31st December 2018.

CODE	DETAILS	2018
		N
101000	TAXES	951,702.50
102000	RATES	9,000.00
103000	LOCAL LICENCES, FEES AND FINES	1,742,100.00
104000	EARNINGS FROM COMMERCIAL UNDERTAKINGS	8,190,450.00
105000	RENT ON GOVERNMENT PROPERTY	3,504,000.00
108000	MISCELLANEOUS	2,498,674.70
TOTAL		16,895,927.20

3. REDISTRIBUTION FROM JAAC – NIL

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

4. SALARIES AND WAGES – ₦ 1,452,016,376.24

This consists of the salaries and wages paid to staff of Yala Local Government Council 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 (SOCIAL BENEFITS)		
S/N	DESCRIPTION	AMOUNT (₦)
1	Council Staff Salaries	282,954,639.91
2	Primary Health Care Salaries	260,723,414.20
3	Local Government Education Authority	669,027,821.38
4	Traditional Rulers Stipend	
5	Pension Contribution	239,310,500.75
	TOTAL	1,452,016,376.24

5. OVERHEAD COST – ₦= 140,940,553.65

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

CODE	DESCRIPTION	ACTUAL PAID BY COUNCIL 2018	OTHER COMMITMENTS PAID THROUGH JAAC (SCH 3A)	TOTAL
		=N=	=N=	=N=
431200	TRAVELLING AND TRANSPORT	2,906,310.00	888,333.33	3,794,643.33
431300	UTILITY SERVICES	-	-	-
431400	MATERIALS AND SUPPLIES	489,270.00	-	489,270.00
431500	REPAIRS AND MAINTENANCE	476,440.00	-	476,440.00
431600	TRAINING AND STAFF DEVELOPMENT	35,000.00	-	35,000.00
431700	CONSULTANCY/PROFESSIONAL SERVICES	210,400.00	458,333.33	668,733.33
431800	OTHER CHARGES (FINANCE)	51,948.10	-	51,948.10
431900	ENTERTAINMENT AND HOSPITAL	3,276,180.00	-	3,276,180.00
432100	OTHER SERVICES	4,596,450.00	126,588,888.89	131,195,338.89
432200	GRANTS, & SUBVENTION	-	-	-
115000	CONSOLIDATED REVENUE FUND CHARGE	963,000.00	-	963,000.00
	TOTAL	13,004,998.10	127,935,555.55	140,940,553.65

6. STATUTORY DEDUCTIONS – ₦6,732,783.46

This is made up of 31% Statutory deductions made from Yala Local Government Council Statutory Allocations and paid to Ministry of Local Government Affairs for administration.

7. JAAC CHARGES – ₦154,715,807.09

This represents Joint Commitments of Yala Local Government Council that were approved for payment by Councils from JAAC that resulted in negative redistribution for certain months of the year.

8. INVESTMENT EXPENDITURE – ₦27,777,777.77

Investment expenditure represents the total aggregate payouts on behalf of Yala Local Government Council by the Ministry of Local Government Affairs for joint investments; in the year in question investment expenditure was ₦27,777,777.77 in Cross River State Micro Finance Bank Limited (CRMFB).

9. DEPOSITS RECEIVED AND REMITTED – =₦1,967,404.52 & (=₦995,000.00)

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

10. TAXES RECEIVED AND REMITTED – NIL

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.

11. REPAYMENT OF BORROWINGS – ₦27,777,777.77

This represents the cumulative total of loans from the State Government to offset shortfalls in Salaries of Yala Local Government Council and the amount repaid during the period as seen below;

12. PURCHASE/CONSTRUCTION OF PPE (CAPITAL EXPENDITURE – N286,055,222.22

During the year under review, the Yala LGC spent a total sum of N286.05m (approx..) on Capital Expenditure/ Purchase and Construction of PPE (Property, Plant and Equipment). Details are as presented below in the tabular and Chart format;

CODE	DESCRIPTION	ACTUAL PAID BY COUNCIL 2018	OTHER COMMITMENTS PAID THROUGH JAAC	TOTAL
		=N=	=N=	=N=
ECONOMIC SECTOR				
11000	AGRICULTURE	15,000.00	-	15,000.00
16000	ENERGY (FUEL AND POWER)	-	222,222,222.22	-
17000	COMMERCE AND FINANCE	1,397,000.00		1,397,000.00
18000	TRANSPORTATION ROAD AND	18,120,000.00	-	18,120,000.00
19000	CULTURE AND TOURISM	10,000.00	2,000,000.00	2,010,000.00
	SUB-TOTAL	19,542,000.00	224,222,222.22	243,764,222.22
SOCIAL SERVICES SECTOR				
21000	EDUCATION	-	-	-
22000	HEALTH	35,000.00		35,000.00
23000	INFORMATION, COMM & TECH	30,000.00	1,000,000.00	1,030,000.00
24000	SOCIAL DEVELOPMENT YOUTH AND SPORT	2,000,000.00	2,000,000.00	4,000,000.00
	SUB-TOTAL	2,065,000.00	3,000,000.00	5,065,000.00
ENVIRONMENT & REFUSE				
31000	WATER SUPPLY	29,400,000.00	-	29,400,000.00
32000	SEWAGE AND DRAINAGE	30,000.00	-	30,000.00
33000	HOUSING	5,246,000.00	2,300,000.00	7,546,000.00
34000	TOWN & COUNTRY PLANNING	250,000.00	-	250,000.00
35000	ENVIRNMENT/REFUSE DISPOSAL	-	-	-
	SUB-TOTAL	34,920,000.00	2,300,000.00	37,226,000.00
40000	GENERAL ADMINISTRATION			
	GRAND TOTAL	56,533,000.00	229,522,222.22	268,055,222.22

13. OVERDRAFT RECEIVED AND REPAYED - NIL

This represents overdrafts taken by some councils during the year and the portions that have been repaid.

14. CASH AND CASH EQUIVALENTS – ₦145,268,415.01

Cash and Cash equivalents for the period represents aggregate cash and bank balances of Yala Local Government Council Cash Books as at 31st December 2018.

15. RECEIVABLES – ₦ – 316,411,882.96

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

	RECEIVABLES (10	AMOUNT (₦)
Balance Brought Forward		218,900,183.31
2018 Unpaid 10%		97,511,699.65
Remittance for the Period		
Balance Carried forward		316,411,882.96

16. CONTRIBUTION TO CROSS RIVER STATE RESERVE FUND**₦ 105,737,622.93**

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

MONTH	DETAILS	2018
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 B/F AS AT 1ST JANUARY		93,937,622.93
TOTAL AS IN STATEMENT OF ASSETS & LIABILITIES		105,737,622.93

17. INVESTMENTS – ₦158,878,724.67

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

18. DEPOSITS – ₦10,618,967.10

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 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12-2018 (AS IN BALANCE SHEET)
1	UNCLAIMED SALARIES	6,670,297.81	972,404.52	-	7,642,702.33
2	SALARIES DEPOSIT	134,254.70	-	-	134,254.70
3	NHF	-	995,000.00	995,000.00	-
4	1% LEGAL FEES	965,243.52	-	-	965,243.52
5	RETENTION FEE	1,876,766.55	-	-	1,876,766.55
TOTAL		9,646,562.58	1,967,404.52	995,000.00	10,618,967.10

19. SHORT TERM LOANS AND DEBTS – ₦960,583.68

This represents loans owed to various banks by Yala Local Government Council.

20. UNREMITTED DEDUCTIONS – ₦588,576,733.86

This represents the cumulative total of all unremitted statutory deductions by Yala Local Government Councils to certain State agencies as mandated by Law.

21. LONG TERM LOANS/BORROWINGS (CRSG LOAN) – ₦545,903,020.08

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

22. RESERVES - ₦ 364,061,074.01

This represents the cumulative total amounts of undistributed balances on the State Local Government Joint Account as at 31st December for the year 2018, apportioned to each Yala Local Government Councils in its Financial Statements for the purposes of disclosure.

23. PAYABLES – ₦18,674,056.57

This represents the total amount of unremitted taxes, staff claims, salaries and other contractual obligations unpaid and owed by the Yala Local Government Councils as at 31st December 2018.

S/N	DETAILS	BAL. B/F AS AT 1ST JANUARY 2018	CURRENT YEAR ADDITIONS (AS IN CASH FLOW STATEMENT)	REMITTANCES DURING THE YEAR	BALANCE AS AT 31-12- 2018 (AS IN BALANCE SHEET)
1	5% CONTRACTORS' TAX	9,337,028.29			9,337,028.29
2	5% VALUE ADDED TAX (VAT)	9,337,028.28			9,337,028.28
TOTAL		18,674,056.57			18,674,056.57

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT OF YALA LOCAL GOVERNMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018

Month	Buildings	Equipment	Fixtures	Furniture & Fittings	Land & Buildings	Motor Vehicles	Plant & Machinery	Total
	₦	₦	₦	₦	₦	₦	₦	₦
January	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
March	-	-	-	-	-	-	-	-
April	-	-	-	-	-	-	-	-
May	-	-	-	-	-	-	-	-
June	-	-	-	-	-	-	-	-
July	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-
TOTAL								

Note: The Cross-River State Local Governments are yet to fully implement IPSAS Accrual basis of Accounting. Cash basis is still in operation. However, plans are underway to fully implement IPSAS Accrual by the 18 Councils conducting a thorough Property, Plant and Equipment valuation and maintaining a Fixed Assets Register.

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) FOR THE YEAR ENDED 31ST DECEMBER 2018.**

REPORT ON THE FINANCIAL STATEMENTS

I have examined the Statements of Inflows and Outflows set out on page(s) 448 to 471 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.


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 and in my Annual Report to the Cross-River State House of Assembly.

AUDIT OPINION

In my professional opinion the Statements set out below *give a true and fair view of the State of Affairs of the Cross-River State Joint Account Allocation Committee as at 31st December 2018.*

.....

MRS FRANKA INOK, FCA
AUDITOR-GENERAL
CALABAR



GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

CROSS RIVER STATE LOCAL GOVERNMENT COUNCILS
JOINT ACCOUNTS ALLOCATION COMMITTEE (JAAC) RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2018

JANUARY 201

INFLOWS							
S/N	LGA	FAAC	VAT	EXCESS PPT REVENUE (1)	EXCESS PPT REVENUE (2)	EXCESS BANK CHARGES	TOTAL
1	ABI	117,128,460.18	27,150,334.22	3,194,253.08	3,485,662.18	483,792.76	151,442,502.42
2	AKAMKPA	147,220,519.81	27,532,657.01	4,015,137.38	4,381,435.08	608,121.63	183,757,870.91
3	AKPABUYO	140,934,598.30	34,804,831.86	3,843,668.80	4,194,323.57	582,151.47	184,359,574.00
4	BAKASSI	90,945,608.43	20,352,994.24	2,480,002.42	2,706,251.01	375,614.32	116,860,470.42
5	BEKWARRA	108,634,366.26	24,793,392.55	2,962,540.44	3,232,810.58	448,698.20	140,071,808.03
6	BIASE	124,970,823.32	28,624,541.38	3,408,183.03	3,719,108.79	516,194.00	161,238,850.52
7	BOKI	143,267,262.58	29,649,913.80	3,907,302.13	4,263,762.11	591,789.20	181,680,029.82
8	CAL. MUN	113,496,813.33	29,241,832.75	3,095,184.78	3,377,555.96	468,788.15	149,680,174.97
9	CAL. SOUTH	120,971,252.20	29,981,808.44	3,299,085.46	3,600,058.33	499,670.38	158,351,874.81
10	ETUNG'	94,732,774.61	23,243,905.95	2,583,312.49	2,818,985.97	391,261.38	123,770,240.40
11	IKOM	129,247,029.91	28,213,376.60	3,524,893.46	3,846,466.61	533,870.64	165,365,637.22
12	OBANLIKU	110,922,980.83	25,065,607.82	3,041,911.92	3,319,423.06	460,719.59	142,810,643.22
13	OBUBRA	122,934,775.33	28,821,719.09	3,352,646.57	3,658,505.77	507,782.60	159,275,429.36
14	OBUDU	116,388,833.86	28,075,696.86	3,174,072.60	3,463,640.65	480,736.28	151,582,980.25
15	ODUKPANI	132,014,370.12	30,031,027.28	3,600,335.30	3,928,790.95	545,296.85	170,119,820.50
16	OGOJA	124,072,933.16	28,788,886.37	3,383,697.55	3,692,389.51	512,485.50	160,450,392.09
17	YAKURR	124,562,109.04	30,273,251.72	3,397,036.85	3,706,945.75	514,505.83	162,453,849.19
18	YALA	137,361,952.06	31,143,530.36	3,746,213.29	4,087,977.26	567,391.13	176,907,064.10
		2,199,807,463.33	505,789,308.30	60,009,477.55	65,484,093.14	9,088,869.91	2,840,179,212.23

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OUTFLOWS											
	27% STATUTORY DEDUCTION	CRS RESERVE FUND	CRS INFRASTRUCTURE FUND	JOINT COMMITMENT	CREDIT BALANCE	TOTAL SALARIES & ALLOWANCES	NET ALLOCATION AFTER SALARIES	REDISTRIBUTIONS OF BALANCE TO COUNCILS	SPECIFIC DEDUCTION	DIRECT APPROVAL	SURPLUS / DEFICITS
ABI	40,889,475.65	1,000,000.00	6,057,700.10	500.00	103,494,826.67	108,286,851.93	-4,792,025.26	3,187,241.52	2,500,000.00	2,000,000.00	-1,312,758.48
AKAMKPA	49,614,625.15	1,000,000.00	7,350,314.84	500.00	125,792,430.93	108,507,962.64	17,284,468.29	3,187,241.52	2,500,000.00	2,000,000.00	-1,312,758.48
AKPABUYO	49,777,084.98	1,000,000.00	7,374,382.96	500.00	126,207,606.06	74,534,480.53	51,673,125.54	3,187,241.52	2,500,000.00	2,000,000.00	-1,312,758.48
BAKASSI	31,552,327.01	1,000,000.00	4,674,418.82	500.00	79,633,224.59	71,950,666.25	7,682,558.34	3,187,241.52	2,500,000.00	2,000,000.00	-1,312,758.48
BEKWARRA	37,819,388.17	1,000,000.00	5,602,872.32	500.00	95,649,047.54	88,452,345.71	7,196,701.84	3,187,241.52	2,500,000.00	2,000,000.00	-1,312,758.48
BIASE	43,534,489.64	1,000,000.00	6,449,554.02	500.00	110,254,306.86	106,612,912.45	3,641,394.41	3,187,241.52	2,500,000.00	2,000,000.00	-1,312,758.48
BOKI	49,053,608.05	1,000,000.00	7,267,201.19	500.00	124,358,720.58	127,017,299.94	-2,658,579.36	3,199,741.52	2,500,000.00	2,000,000.00	-1,300,258.48
CAL. MUN	40,413,647.24	1,000,000.00	5,987,207.00	500.00	102,278,820.73	97,881,270.99	4,397,549.74	3,199,741.52	2,500,000.00	2,000,000.00	-1,300,258.48
CAL. SOUTH	42,755,006.20	1,000,000.00	6,334,074.99	500.00	108,262,293.62	89,805,782.12	18,456,511.50	3,199,741.52	2,500,000.00	2,000,000.00	-1,300,258.48
ETUNG'	33,417,964.91	1,000,000.00	4,950,809.62	500.00	84,400,965.88	82,425,357.82	1,975,608.06	3,199,741.52	2,500,000.00	2,000,000.00	-1,300,258.48
IKOM	44,648,722.05	1,000,000.00	6,614,625.49	500.00	113,101,789.68	116,361,586.39	-3,259,796.70	3,199,741.52	2,500,000.00	2,000,000.00	-1,300,258.48
OBANLIKU	38,558,873.67	1,000,000.00	5,712,425.73	500.00	97,538,843.82	111,594,096.22	-14,055,252.39	3,199,741.52	2,500,000.00	2,000,000.00	-1,300,258.48
OBUBRA	43,004,365.93	1,000,000.00	6,371,017.17	500.00	108,899,546.26	118,439,696.93	-9,540,150.67	3,199,741.52	2,500,000.00	2,000,000.00	-1,300,258.48
OBUDU	40,927,404.67	1,000,000.00	6,063,319.21	500.00	103,591,756.37	123,909,998.60	-20,318,242.22	3,199,741.52	2,500,000.00	2,000,000.00	-1,300,258.48
ODUKPANI	45,932,351.54	1,000,000.00	6,804,792.82	500.00	116,382,176.15	107,854,997.76	8,527,178.39	3,199,741.52	2,500,000.00	2,000,000.00	-1,300,258.48
OGOJA	43,321,605.86	1,000,000.00	6,418,015.68	500.00	109,710,270.54	118,211,826.23	-8,501,555.68	3,199,741.52	2,500,000.00	2,000,000.00	-1,300,258.48
YAKURR	43,862,539.28	1,000,000.00	6,498,153.97	500.00	111,092,655.94	113,425,758.77	-2,333,102.82	3,199,741.52	2,500,000.00	2,000,000.00	-1,300,258.48
YALA	47,764,907.31	1,000,000.00	7,076,282.56	500.00	121,065,374.23	119,071,417.89	1,993,956.34	3,199,741.52	2,500,000.00	2,000,000.00	-1,300,258.48
	766,848,387.30	18,000,000.00	113,607,168.49	9,000.00	1,941,714,656.44	1,884,344,309.08	57,370,347.36	57,520,347.36	45,000,000.00	36,000,000.00	23,479,652.64

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

FEBRUARY 2018

INFLOWS				
S/N	LGA	FAAC	VAT	TOTAL
1	ABI	116,107,743.14	31,806,833.78	147,914,576.92
2	AKAMKPA	145,937,490.89	32,246,905.81	178,184,396.70
3	AKPABUYO	139,706,361.81	40,617,530.94	180,323,892.75
4	BAKASSI	90,153,128.74	23,982,766.56	114,135,895.30
5	BEKWARRA	107,687,692.53	29,093,879.87	136,781,572.40
6	BIASE	123,881,745.41	33,503,717.56	157,385,462.97
7	BOKI	142,018,692.18	34,683,970.83	176,702,663.01
8	CAL. MUN	112,507,753.38	34,214,249.79	146,722,003.17
9	CAL. SOUTH	119,917,036.20	35,065,997.61	154,983,033.81
10	ETUNG'	93,907,282.39	27,310,345.83	121,217,628.22
11	IKOM	128,120,657.44	33,030,446.99	161,151,104.43
12	OBANLIKU	109,950,944.10	29,407,212.82	139,358,156.92
13	OBUBRA	121,863,443.98	33,730,678.63	155,594,122.61
14	OBUDU	115,374,565.46	32,871,970.95	148,246,536.41
15	ODUKPANI	130,863,890.34	35,122,650.88	165,986,541.22
16	OGOJA	122,991,679.54	33,692,886.58	156,684,566.12
17	YAKURR	123,476,592.87	35,401,462.93	158,878,055.80
18	YALA	136,164,857.28	36,403,195.75	172,568,053.03
		2,180,631,557.68	592,186,704.11	2,772,818,261.79

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OUTFLOWS											
	27% STATUTORY DEDUCTION	CRS RESERVE FUND	CRS INFRASTRUCTURE FUND	JOINT COMMITMENT	CREDIT BALANCE	TOTAL SALARIES & ALLOWANCES	NET ALLOCATION AFTER SALARIES	REDISTRIBUTIONS OF BALANCE TO COUNCILS	SPECIFIC DEDUCTION	DIRECT APPROVAL	SURPLUS /DEFICITS
ABI	39,936,935.77	1,000,000.00	5,916,583.08	500.00	101,060,558.07	103,850,070.82	-2,789,512.74	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
AKAMKPA	48,109,787.11	1,000,000.00	7,127,375.87	500.00	121,946,733.72	109,961,569.88	11,985,163.84	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
AKPABUYO	48,687,451.04	1,000,000.00	7,212,955.71	500.00	123,422,986.00	71,267,261.97	52,155,724.03	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
BAKASSI	30,816,691.73	1,000,000.00	4,565,435.81	500.00	77,753,267.76	61,314,555.82	16,438,711.94	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
BEKWARRA	36,931,024.55	1,000,000.00	5,471,262.90	500.00	93,378,784.96	89,795,481.76	3,583,303.20	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
BIASE	42,494,075.00	1,000,000.00	6,295,418.52	500.00	107,595,469.45	103,614,963.12	3,980,506.33	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
BOKI	47,709,719.01	1,000,000.00	7,068,106.52	500.00	120,924,337.48	132,156,260.28	-11,231,922.80	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
CAL. MUN	39,614,940.86	1,000,000.00	5,868,880.13	500.00	100,237,682.19	108,275,673.59	-8,037,991.40	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
CAL. SOUTH	41,845,419.13	1,000,000.00	6,199,321.35	500.00	105,937,793.33	94,165,029.52	11,772,763.81	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
ETUNG'	32,728,759.62	1,000,000.00	4,848,705.13	500.00	82,639,663.47	76,551,306.28	6,088,357.19	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
IKOM	43,510,798.20	1,000,000.00	6,446,044.18	500.00	110,193,762.06	114,304,238.11	-4,110,476.05	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
OBANLIKU	37,626,702.37	1,000,000.00	5,574,326.28	500.00	95,156,628.27	113,915,840.16	-18,759,211.88	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
OBUBRA	42,010,413.10	1,000,000.00	6,223,764.90	500.00	106,359,444.60	118,021,857.93	-11,662,413.33	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
OBUDU	40,026,564.83	1,000,000.00	5,929,861.46	500.00	101,289,610.12	126,141,038.28	-24,851,428.16	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
ODUKPANI	44,816,366.13	1,000,000.00	6,639,461.65	500.00	113,530,213.44	105,533,755.25	7,996,458.19	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
OGOJA	42,304,832.85	1,000,000.00	6,267,382.64	500.00	107,111,850.62	123,680,047.81	-16,568,197.19	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
YAKURR	42,897,075.07	1,000,000.00	6,355,122.23	500.00	108,625,358.50	117,029,173.39	-8,403,814.89	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
YALA	46,593,374.32	1,000,000.00	6,902,722.12	500.00	118,071,456.59	124,402,422.18	-6,330,965.59	69,725.25	2,500,000.00	2,777,777.78	-5,208,052.53
	748,660,930.68	18,000,000.00	110,912,730.47	9,000.00	1,895,235,600.64	1,893,980,546.14	1,255,054.50	1,255,054.50	45,000,000.00	50,000,000.00	-93,744,945.50

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

MARCH 2018

INFLOWS					
S/N	LGA	FAAC	VAT	EXCESS BANK CHARGES	TOTAL
1	ABI	119,999,569.07	29,284,435.14	163,327.64	149,447,331.85
2	AKAMKPA	150,829,468.86	29,691,725.12	205,300.86	180,726,494.84
3	AKPABUYO	144,389,425.26	37,438,802.00	196,533.38	182,024,760.64
4	BAKASSI	93,174,723.29	22,043,201.73	126,806.79	115,344,731.81
5	BEKWARRA	111,297,203.54	26,773,575.77	151,479.78	138,222,259.09
6	BIASE	128,034,220.10	30,854,913.91	174,266.25	159,063,400.26
7	BOKI	146,779,285.45	31,947,247.23	199,787.06	178,926,319.74
8	CAL. MUN	116,278,876.09	31,512,516.87	158,262.11	147,949,655.07
9	CAL. SOUTH	123,936,588.18	32,300,815.92	168,687.90	156,406,092.00
10	ETUNG'	97,054,748.24	25,122,901.52	132,089.21	122,309,738.97
11	IKOM	132,415,330.20	30,416,898.42	180,233.85	163,012,462.47
12	OBANLIKU	113,657,160.04	27,063,567.79	155,538.18	140,876,266.01
13	OBUBRA	125,948,253.94	31,064,968.10	171,426.57	157,184,648.61
14	OBUDU	119,241,803.82	30,270,227.65	162,295.78	149,674,327.25
15	ODUKPANI	135,250,480.23	32,353,248.95	184,091.32	167,787,820.50
16	OGOJA	127,114,321.52	31,029,991.28	173,014.26	158,317,327.06
17	YAKURR	127,615,487.23	32,611,291.60	173,696.32	160,400,475.15
18	YALA	140,729,182.52	33,538,402.92	191,550.31	174,459,135.75
		2,253,746,127.59	545,318,731.92	3,068,387.57	2,802,133,247.08

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OUTFLOWS

	27% STATUTORY DEDUCTION	CRS RESERVE FUND	CRS INFRASTRUCTURE FUND	JOINT COMMITMENT	CREDIT BALANCE	TOTAL SALARIES & ALLOWANCES	NET ALLOCATION AFTER SALARIES	REDISTRIBUTIONS OF BALANCE TO COUNCILS	SPECIFIC DEDUCTION	SURPLUS /DEFICITS
ABI	40,350,779.60	1,000,000.00	5,977,893.27	500.00	102,118,158.98	103,529,190.64	-1,411,031.66	1,607,416.53	2,500,000.00	-892,583.47
AKAMKPA	48,796,153.61	1,000,000.00	7,229,059.79	500.00	123,700,781.44	109,155,213.21	14,545,568.24	1,607,416.53	2,500,000.00	-892,583.47
AKPABUYO	49,146,685.37	1,000,000.00	7,280,990.43	500.00	124,596,584.84	70,980,017.00	53,616,567.85	1,607,416.53	2,500,000.00	-892,583.47
BAKASSI	31,143,077.59	1,000,000.00	4,613,789.27	500.00	78,587,364.95	61,242,828.71	17,344,536.24	1,607,416.53	2,500,000.00	-892,583.47
BEKWARRA	37,320,009.95	1,000,000.00	5,528,890.36	500.00	94,372,858.77	87,978,841.34	6,394,017.44	1,607,416.53	2,500,000.00	-892,583.47
BIASE	42,947,118.07	1,000,000.00	6,362,536.01	500.00	108,753,246.18	103,573,525.65	5,179,720.53	1,607,416.53	2,500,000.00	-892,583.47
BOKI	48,310,106.33	1,000,000.00	7,157,052.79	500.00	122,458,660.62	132,018,931.32	-9,560,270.69	1,607,416.53	2,500,000.00	-892,583.47
CAL. MUN	39,946,406.87	1,000,000.00	5,917,986.20	500.00	101,084,762.00	107,831,464.96	-6,746,702.96	1,607,416.53	2,500,000.00	-892,583.47
CAL. SOUTH	42,229,644.84	1,000,000.00	6,256,243.68	500.00	106,919,703.48	93,005,441.71	13,914,261.77	1,607,416.53	2,500,000.00	-892,583.47
ETUNG'	33,023,629.52	1,000,000.00	4,892,389.56	500.00	83,393,219.89	76,487,019.14	6,906,200.75	1,607,416.53	2,500,000.00	-892,583.47
IKOM	44,013,364.87	1,000,000.00	6,520,498.50	500.00	111,478,099.10	113,910,565.94	-2,432,466.83	1,607,416.53	2,500,000.00	-892,583.47
OBANLIKU	38,036,591.82	1,000,000.00	5,635,050.64	500.00	96,204,123.55	114,060,810.18	-17,856,686.63	1,607,416.53	2,500,000.00	-892,583.47
OBUBRA	42,439,855.12	1,000,000.00	6,287,385.94	500.00	107,456,907.54	117,717,226.16	-10,260,318.61	1,607,416.53	2,500,000.00	-892,583.47
OBUDU	40,412,068.36	1,000,000.00	5,986,973.09	500.00	102,274,785.80	126,444,026.62	-24,169,240.81	1,607,416.53	2,500,000.00	-892,583.47
ODUKPANI	45,302,711.54	1,000,000.00	6,711,512.82	500.00	114,773,096.15	105,354,314.62	9,418,781.53	1,607,416.53	2,500,000.00	-892,583.47
OGOJA	42,745,678.31	1,000,000.00	6,332,693.08	500.00	108,238,455.67	122,486,876.47	-14,248,420.79	1,607,416.53	2,500,000.00	-892,583.47
YAKURR	43,308,128.29	1,000,000.00	6,416,019.01	500.00	109,675,827.85	116,450,737.29	-6,774,909.43	1,607,416.53	2,500,000.00	-892,583.47
YALA	47,103,966.65	1,000,000.00	6,978,365.43	500.00	119,376,303.67	124,302,412.15	-4,926,108.48	1,607,416.53	2,500,000.00	-892,583.47
	756,575,976.71	18,000,000.00	112,085,329.88	9,000.00	1,915,462,940.48	1,886,529,443.03	28,933,497.45	28,933,497.45	45,000,000.00	-16,066,502.55

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

APRIL 2018

INFLOWS							
S/N	LGA	FAAC	VAT	SHARE OF FOREX (1)	SHARE OF FOREX (2)	SHARE OF FOREX (3)	TOTAL
1	ABI	103,329,970.99	27,961,417.30	4,181,630.33	4,508,841.19	4,884,759.47	144,866,619.28
2	AKAMKPA	129,875,986.30	28,342,539.80	5,256,258.60	5,667,558.68	6,140,083.40	175,282,426.78
3	AKPABUYO	124,330,772.29	35,591,884.00	5,031,787.28	5,425,522.58	5,877,867.88	176,257,834.03
4	BAKASSI	80,232,529.15	21,185,417.25	3,246,597.27	3,500,642.17	3,792,503.28	111,957,689.12
5	BEKWARRA	95,836,826.07	25,611,875.13	3,878,292.87	4,181,767.70	4,530,416.69	134,039,178.46
6	BIASE	110,248,202.58	29,430,996.26	4,461,688.28	4,810,813.56	5,211,908.36	154,163,609.04
7	BOKI	126,388,554.23	30,453,149.57	5,115,090.34	5,515,344.07	5,975,178.11	173,447,316.32
8	CAL. MUN	100,126,278.01	30,046,349.67	4,051,938.97	4,369,001.53	4,733,260.88	143,326,829.06
9	CAL. SOUTH	106,719,909.60	30,784,002.23	4,318,867.50	4,656,817.11	5,045,072.68	151,524,669.12
10	ETUNG'	83,573,417.96	24,067,253.08	3,381,841.56	3,646,469.28	3,950,488.52	118,619,470.40
11	IKOM	114,020,245.12	29,021,122.30	4,614,475.13	4,975,555.92	5,390,385.88	158,021,784.35
12	OBANLIKU	97,782,572.84	25,883,235.80	3,982,198.91	4,293,804.34	4,651,794.23	136,593,606.12
13	OBUBRA	108,452,060.23	29,627,554.93	4,388,984.90	4,732,421.17	5,126,980.12	152,328,001.35
14	OBUDU	102,677,520.04	28,883,874.80	4,155,211.85	4,480,355.47	4,853,898.80	145,050,860.96
15	ODUKPANI	116,461,692.72	30,833,066.56	4,713,236.83	5,082,045.69	5,505,754.09	162,595,795.89
16	OGOJA	109,456,084.47	29,594,825.29	4,429,634.07	4,776,251.13	5,174,464.34	153,431,259.30
17	YAKURR	109,887,637.41	31,074,530.54	4,447,096.69	4,795,080.19	5,194,863.25	155,399,208.08
18	YALA	121,179,113.02	31,942,076.98	4,904,207.24	5,287,959.45	5,728,835.62	169,042,192.31
		1,940,579,373.03	520,335,171.49	78,559,038.61	84,706,251.23	91,768,515.61	2,715,948,349.97

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OUTFLOWS

	27% STATUTORY DEDUCTION	CRS RESERVE FUND	CRS INFRASTRUCTURE FUND	JOINT COMMITMENT	CREDIT BALANCE	TOTAL SALARIES & ALLOWANCES	NET ALLOCATION AFTER SALARIES	REDISTRIBUTIONS OF BALANCE TO COUNCILS	SPECIFIC DEDUCTION	SURPLUS /DEFICITS
ABI	39,113,987.21	1,000,000.00	5,794,664.77	500.00	98,957,467.30	108,111,874.16	-9,154,406.85	-1,588,596.08	2,500,000.00	-4,088,596.08
AKAMKPA	47,326,255.23	1,000,000.00	7,011,297.07	500.00	119,944,374.48	99,622,702.09	20,321,672.39	-1,588,596.08	2,500,000.00	-4,088,596.08
AKPABUYO	47,589,615.19	1,000,000.00	7,050,313.36	500.00	120,617,405.48	65,965,220.76	54,652,184.73	-1,588,596.08	2,500,000.00	-4,088,596.08
BAKASSI	30,228,576.06	1,000,000.00	4,478,307.56	500.00	76,250,305.50	41,807,420.82	34,442,884.68	-1,588,596.08	2,500,000.00	-4,088,596.08
BEKWARRA	36,190,578.18	1,000,000.00	5,361,567.14	500.00	91,486,533.14	82,479,115.30	9,007,417.84	-1,588,596.08	2,500,000.00	-4,088,596.08
BIASE	41,624,174.44	1,000,000.00	6,166,544.36	500.00	105,372,390.24	103,738,125.33	1,634,264.91	-1,588,596.08	2,500,000.00	-4,088,596.08
BOKI	46,830,775.41	1,000,000.00	6,937,892.65	500.00	118,678,148.26	137,715,137.39	-19,036,989.13	-1,588,596.08	2,500,000.00	-4,088,596.08
CAL. MUN	38,698,243.85	1,000,000.00	5,733,073.16	500.00	97,895,012.05	110,047,676.01	-12,152,663.96	-1,588,596.08	2,500,000.00	-4,088,596.08
CAL. SOUTH	40,911,660.66	1,000,000.00	6,060,986.76	500.00	103,551,521.69	85,207,810.96	18,343,710.74	-1,588,596.08	2,500,000.00	-4,088,596.08
ETUNG'	32,027,257.01	1,000,000.00	4,744,778.82	500.00	80,846,934.58	62,660,697.61	18,186,236.97	-1,588,596.08	2,500,000.00	-4,088,596.08
IKOM	42,665,881.77	1,000,000.00	6,320,871.37	500.00	108,034,531.20	126,940,275.17	-18,905,743.97	-1,588,596.08	2,500,000.00	-4,088,596.08
OBANLIKU	36,880,273.65	1,000,000.00	5,463,744.24	500.00	93,249,088.22	102,128,096.83	-8,879,008.60	-1,588,596.08	2,500,000.00	-4,088,596.08
OBUBRA	41,128,560.36	1,000,000.00	6,093,120.05	500.00	104,105,820.93	118,434,451.01	-14,328,630.08	-1,588,596.08	2,500,000.00	-4,088,596.08
OBUDU	39,163,732.46	1,000,000.00	5,802,034.44	500.00	99,084,594.06	135,144,843.92	-36,060,249.86	-1,588,596.08	2,500,000.00	-4,088,596.08
ODUKPANI	43,900,864.89	1,000,000.00	6,503,831.84	500.00	111,190,599.16	114,252,198.11	-3,061,598.94	-1,588,596.08	2,500,000.00	-4,088,596.08
OGOJA	41,426,440.01	1,000,000.00	6,137,250.37	500.00	104,867,068.92	130,795,961.94	-25,928,893.02	-1,588,596.08	2,500,000.00	-4,088,596.08
YAKURR	41,957,786.18	1,000,000.00	6,215,968.32	500.00	106,224,953.57	129,953,372.60	-23,728,419.03	-1,588,596.08	2,500,000.00	-4,088,596.08
YALA	45,641,391.92	1,000,000.00	6,761,687.69	500.00	115,638,612.69	129,585,110.98	-13,946,498.29	-1,588,596.08	2,500,000.00	-4,088,596.08
	733,306,054.49	18,000,000.00	108,637,934.00	9,000.00	1,855,995,361.48	1,884,590,090.95	-28,594,729.47	28,594,729.47	45,000,000.00	-73,594,729.47

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

MAY 2018

INFLOWS					
S/N	LGA	FAAC	VAT	EXCESS BANK CHARGES	TOTAL
1	ABI	128,873,093.04	28,491,358.26	104,529.29	157,468,980.59
2	AKAMKPA	161,983,380.84	28,886,943.19	131,392.05	191,001,716.09
3	AKPABUYO	155,067,003.52	36,411,377.72	125,780.88	191,604,162.12
4	BAKASSI	100,064,083.75	21,458,229.83	81,156.03	121,603,469.61
5	BEKWARRA	119,527,037.84	26,052,658.19	96,946.69	145,676,642.72
6	BIASE	137,502,034.03	30,016,703.22	111,529.97	167,630,267.22
7	BOKI	157,633,634.87	31,077,644.11	127,863.23	188,839,142.21
8	CAL. MUN	124,877,191.75	30,655,407.40	101,287.36	155,633,886.51
9	CAL. SOUTH	133,101,332.85	31,421,051.62	107,959.84	164,630,344.31
10	ETUNG'	104,231,100.48	24,449,422.47	84,536.77	128,765,059.72
11	IKOM	142,207,361.63	29,591,275.81	115,349.23	171,913,986.67
12	OBANLIKU	122,107,485.55	26,334,316.16	99,544.05	148,541,345.76
13	OBUBRA	135,261,789.50	30,220,720.69	109,712.59	165,592,222.78
14	OBUDU	128,059,267.11	29,448,820.19	103,868.90	157,611,956.20
15	ODUKPANI	145,252,086.47	31,471,977.78	117,818.00	176,841,882.25
16	OGOJA	136,514,115.62	30,186,749.06	110,728.71	166,811,593.39
17	YAKURR	137,052,337.46	31,722,604.58	111,165.22	168,886,107.26
18	YALA	151,136,032.73	32,623,071.74	122,591.73	183,881,696.20
		2,420,450,369.06	530,520,332.01	1,963,760.55	2,952,934,461.61

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OUTFLOWS												
	27% STATUTORY DEDUCTION	CRS RESERVE FUND	CRS INFRASTRUCTURE FUND	JOINT COMMITMENT	CREDIT BALANCE	TOTAL SALARIES & ALLOWANCES	NET ALLOCATION AFTER SALARIES	REDISTRIBUTIONS OF BALANCE TO COUNCILS	SPECIFIC DEDUCTION	DIRECT APPROVAL	LOAN REPAYMENT	SURPLUS /DEFICITS
ABI	42,516,624.76	1,000,000.00	6,298,759.22	500.00	107,653,096.61	107,208,370.73	444,725.88	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
AKAMKPA	51,570,463.34	1,000,000.00	7,640,068.64	500.00	130,790,684.10	99,406,499.33	31,384,184.77	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
AKPABUYO	51,733,123.77	1,000,000.00	7,664,166.48	500.00	131,206,371.87	65,917,501.65	65,288,870.21	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
BAKASSI	32,832,936.79	1,000,000.00	4,864,138.78	500.00	82,905,894.03	41,779,463.70	41,126,430.33	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
BEKWARRA	39,332,693.53	1,000,000.00	5,827,065.71	500.00	99,516,383.48	81,922,060.88	17,594,322.60	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
BIASE	45,260,172.15	1,000,000.00	6,705,210.69	500.00	114,664,384.38	103,251,293.41	11,413,090.97	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
BOKI	50,986,568.40	1,000,000.00	7,553,565.69	500.00	129,298,508.13	137,432,444.72	-8,133,936.59	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
CAL. MUN	42,021,149.36	1,000,000.00	6,225,355.46	500.00	106,386,881.69	109,820,416.87	-3,433,535.18	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
CAL. SOUTH	44,450,192.96	1,000,000.00	6,585,213.77	500.00	112,594,437.57	85,176,203.27	27,418,234.30	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
ETUNG'	34,766,566.12	1,000,000.00	5,150,602.39	500.00	87,847,391.20	62,335,066.81	25,512,324.39	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
IKOM	46,416,776.40	1,000,000.00	6,876,559.47	500.00	117,620,150.80	126,661,299.71	-9,041,148.91	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
OBANLIKU	40,106,163.36	1,000,000.00	5,941,653.83	500.00	101,493,028.57	102,154,006.23	-660,977.66	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
OBUBRA	44,709,900.15	1,000,000.00	6,623,688.91	500.00	113,258,133.72	117,765,630.96	-4,507,497.24	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
OBUDU	42,555,228.17	1,000,000.00	6,304,478.25	500.00	107,751,749.78	134,867,199.92	-27,115,450.14	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
ODUKPANI	47,747,308.21	1,000,000.00	7,073,675.29	500.00	121,020,398.75	113,870,813.05	7,149,585.70	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
OGOJA	45,039,130.22	1,000,000.00	6,672,463.74	500.00	114,099,499.44	130,205,149.06	-16,105,649.62	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
YAKURR	45,599,248.96	1,000,000.00	6,755,444.29	500.00	115,530,914.01	130,646,375.84	-15,115,461.83	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
YALA	49,648,057.98	1,000,000.00	7,355,267.85	500.00	125,877,870.38	129,054,404.23	-3,176,533.85	7,780,087.67	2,500,000.00	1,000,000.00	27,777,777.78	-23,497,690.10
	797,292,304.64	18,000,000.00	118,117,378.46	9,000.00	2,019,515,778.51	1,879,474,200.39	140,041,578.12	140,041,578.12	45,000,000.00	18,000,000.00	500,000,000.00	-422,958,421.88

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

JUNE 2018

INFLOWS				
S/N	LGA	FAAC	VAT	TOTAL
1	ABI	125,299,357.09	30,320,316.75	155,619,673.84
2	AKAMKPA	157,491,238.11	30,745,712.35	188,236,950.45
3	AKPABUYO	150,766,700.12	38,837,176.66	189,603,876.77
4	BAKASSI	97,289,452.69	22,757,182.61	120,046,635.30
5	BEKWARRA	116,212,542.41	27,697,840.00	143,910,382.41
6	BIASE	133,688,952.88	31,960,609.35	165,649,562.23
7	BOKI	153,262,138.40	33,101,501.11	186,363,639.50
8	CAL. MUN	121,414,293.60	32,647,445.30	154,061,738.90
9	CAL. SOUTH	129,410,310.25	33,470,787.28	162,881,097.53
10	ETUNG'	101,340,885.94	25,973,786.91	127,314,672.85
11	IKOM	138,263,704.65	31,503,122.39	169,766,827.04
12	OBANLIKU	118,704,189.16	28,000,723.28	146,704,912.44
13	OBUBRA	131,510,842.64	32,180,001.26	163,690,843.90
14	OBUDU	124,508,109.12	31,349,931.53	155,858,040.65
15	ODUKPANI	141,224,025.03	33,525,551.16	174,749,576.19
16	OGOJA	132,728,428.87	32,143,469.58	164,871,898.45
17	YAKURR	133,251,726.67	33,795,064.80	167,046,791.47
18	YALA	146,944,762.74	34,763,389.79	181,708,152.53
		2,353,311,660.35	564,773,612.09	2,918,085,272.44

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OUTFLOWS											
	27% STATUTORY DEDUCTION	CRS RESERVE FUND	CRS INFRASTRUCTURE FUND	JOINT COMMITMENT	CREDIT BALANCE	TOTAL SALARIES & ALLOWANCES	NET ALLOCATION AFTER SALARIES	REDISTRIBUTIONS OF BALANCE TO COUNCILS	SPECIFIC DEDUCTION	DIRECT APPROVAL	SURPLUS /DEFICITS
ABI	42,017,311.94	1,000,000.00	6,224,786.95	500.00	106,377,074.95	107,750,235.96	-1,373,161.02	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
AKAMKPA	50,823,976.62	1,000,000.00	7,529,478.02	500.00	128,882,995.81	99,503,576.89	29,379,418.92	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
AKPABUYO	51,193,046.73	1,000,000.00	7,584,155.07	500.00	129,826,174.97	65,707,760.33	64,118,414.64	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
BAKASSI	32,412,591.53	1,000,000.00	4,801,865.41	500.00	81,831,678.36	41,961,515.81	39,870,162.55	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
BEKWARRA	38,855,803.25	1,000,000.00	5,756,415.30	500.00	98,297,663.86	82,035,716.26	16,261,947.60	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
BIASE	44,725,381.80	1,000,000.00	6,625,982.49	500.00	113,297,697.94	102,926,033.38	10,371,664.56	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
BOKI	50,318,182.67	1,000,000.00	7,454,545.58	500.00	127,590,411.26	137,459,992.82	-9,869,581.57	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
CAL. MUN	41,596,669.50	1,000,000.00	6,162,469.56	500.00	105,302,099.84	109,808,655.75	-4,506,555.91	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
CAL. SOUTH	43,977,896.33	1,000,000.00	6,515,243.90	500.00	111,387,457.30	85,093,964.01	26,293,493.28	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
ETUNG'	34,374,961.67	1,000,000.00	5,092,586.91	500.00	86,846,624.27	62,354,372.54	24,492,251.72	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
IKOM	45,837,043.30	1,000,000.00	6,790,673.08	500.00	116,138,610.66	125,796,893.15	-9,658,282.49	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
OBANLIKU	39,610,326.36	1,000,000.00	5,868,196.50	500.00	100,225,889.58	101,712,260.97	-1,486,371.39	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
OBUBRA	44,196,527.85	1,000,000.00	6,547,633.76	500.00	111,946,182.29	117,492,116.33	-5,545,934.04	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
OBUDU	42,081,670.98	1,000,000.00	6,234,321.63	500.00	106,541,548.05	133,626,350.86	-27,084,802.81	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
ODUKPANI	47,182,385.57	1,000,000.00	6,989,983.05	500.00	119,576,707.57	113,749,813.82	5,826,893.75	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
OGOJA	44,515,412.58	1,000,000.00	6,594,875.94	500.00	112,761,109.93	129,728,610.93	-16,967,501.00	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
YAKURR	45,102,633.70	1,000,000.00	6,681,871.66	500.00	114,261,786.11	129,937,654.59	-15,675,868.48	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
YALA	49,061,201.18	1,000,000.00	7,268,326.10	500.00	124,378,125.24	128,938,225.71	-4,560,100.47	6,660,338.21	2,500,000.00	2,000,000.00	2,160,338.21
	787,883,023.56	18,000,000.00	116,723,410.90	9,000.00	1,995,469,837.98	1,875,583,750.15	119,886,087.84	119,886,087.84	45,000,000.00	36,000,000.00	38,886,087.84

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

JULY 2018

INFLOWS							
S/N	LGA	FAAC	VAT	EXCESS BANK CHARGES	SHARE OF EXCHANGE DIFF. (1)	SHARE OF EXCHANGE DIFF. (2)	TOTAL
1	ABI	130,469,280.56	28,314,371.87	1,826,729.95	3,724,920.57	5,360,559.90	169,695,862.84
2	AKAMKPA	163,989,769.19	28,702,972.65	2,296,177.39	4,682,179.97	6,738,158.77	206,409,257.96
3	AKPABUJO	156,987,707.99	36,094,561.30	2,198,117.91	4,482,224.99	6,450,402.12	206,213,014.31
4	BAKASSI	101,303,355.91	21,405,415.18	1,418,264.17	2,892,010.05	4,161,912.40	131,180,957.71
5	BEKWARRA	121,007,437.16	25,918,727.69	1,694,218.09	3,454,713.05	4,971,702.33	157,046,798.32
6	BIASE	139,205,123.63	29,812,786.47	1,949,072.24	3,974,391.12	5,719,574.75	180,660,948.21
7	BOKI	159,586,137.30	30,854,996.16	2,234,508.55	4,556,429.84	6,557,190.86	203,789,262.71
8	CAL. MUN	126,423,874.25	30,440,214.16	1,770,074.75	3,609,393.85	5,194,304.58	167,437,861.59
9	CAL. SOUTH	134,749,905.74	31,192,340.72	1,886,681.51	3,847,168.95	5,536,488.43	177,212,585.35
10	ETUNG'	105,521,997.30	24,343,797.53	1,477,345.15	3,012,483.22	4,335,286.20	138,690,909.40
11	IKOM	143,968,772.14	29,394,870.09	2,015,816.62	4,110,490.88	5,915,436.89	185,405,386.62
12	OBANLIKU	123,627,547.28	26,195,412.92	1,739,609.06	3,547,270.67	5,104,902.66	160,214,742.59
13	OBUBRA	136,937,127.19	30,013,201.95	1,917,312.04	3,909,628.27	5,626,374.07	178,403,643.52
14	OBUDU	129,645,370.33	29,254,929.56	1,815,189.13	3,701,387.46	5,326,693.24	169,743,569.72
15	ODUKPANI	147,051,195.73	31,242,367.77	2,058,960.31	4,198,466.02	6,042,042.55	190,593,032.38
16	OGOJA	138,204,969.68	29,979,830.10	1,935,069.48	3,945,837.81	5,678,483.49	179,744,190.56
17	YAKURR	138,749,857.25	31,488,569.69	1,942,697.96	3,961,393.20	5,700,869.36	181,843,387.46
18	YALA	153,008,038.10	32,373,138.87	2,142,385.04	4,368,579.00	6,286,853.36	198,178,994.37
		2,450,437,466.74	527,022,504.67	34,318,229.33	69,978,968.92	100,707,235.96	3,182,464,405.62

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OUTFLOWS

	27% STATUTORY DEDUCTION	CRS RESERVE FUND	CRS INFRASTRUCTURE FUND	JOINT COMMITMENT	CREDIT BALANCE	TOTAL SALARIES & ALLOWANCES	NET ALLOCATION AFTER SALARIES	REDISTRIBUTIONS OF BALANCE TO COUNCILS	SPECIFIC DEDUCTION	SURPLUS /DEFICITS
ABI	45,817,882.97	1,000,000.00	6,787,834.51	500.00	116,089,645.36	107,561,957.47	8,527,687.89	16,231,420.53	2,500,000.00	13,731,420.53
AKAMKPA	55,730,499.65	1,000,000.00	8,256,370.32	500.00	141,421,888.00	99,114,704.14	42,307,183.86	16,231,420.53	2,500,000.00	13,731,420.53
AKPABUYO	55,677,513.86	1,000,000.00	8,248,520.57	500.00	141,286,479.87	65,858,024.91	75,428,454.96	16,231,420.53	2,500,000.00	13,731,420.53
BAKASSI	35,418,858.58	1,000,000.00	5,247,238.31	500.00	89,514,360.82	41,848,000.39	47,666,360.43	16,231,420.53	2,500,000.00	13,731,420.53
BEKWARRA	42,402,635.55	1,000,000.00	6,281,871.93	500.00	107,361,790.84	82,655,166.70	24,706,624.14	16,231,420.53	2,500,000.00	13,731,420.53
BIASE	48,778,456.02	1,000,000.00	7,226,437.93	500.00	123,655,554.26	102,679,903.29	20,975,650.97	16,231,420.53	2,500,000.00	13,731,420.53
BOKI	55,023,100.93	1,000,000.00	8,151,570.51	500.00	139,614,091.27	137,966,792.05	1,647,299.22	16,231,420.53	2,500,000.00	13,731,420.53
CAL. MUN	45,208,222.63	1,000,000.00	6,697,514.46	500.00	114,531,624.50	110,690,942.58	3,840,681.92	16,231,420.53	2,500,000.00	13,731,420.53
CAL. SOUTH	47,847,398.04	1,000,000.00	7,088,503.41	500.00	121,276,183.89	85,256,470.40	36,019,713.49	16,231,420.53	2,500,000.00	13,731,420.53
ETUNG'	37,446,545.54	1,000,000.00	5,547,636.38	500.00	94,696,227.49	63,430,501.61	31,265,725.88	16,231,420.53	2,500,000.00	13,731,420.53
IKOM	50,059,454.39	1,000,000.00	7,416,215.46	500.00	126,929,216.77	127,309,391.36	-380,174.59	16,231,420.53	2,500,000.00	13,731,420.53
OBANLIKU	43,257,980.50	1,000,000.00	6,408,589.70	500.00	109,547,672.39	102,939,801.47	6,607,870.92	16,231,420.53	2,500,000.00	13,731,420.53
OBUBRA	48,168,983.75	1,000,000.00	7,136,145.74	500.00	122,098,014.03	117,130,227.62	4,967,786.41	16,231,420.53	2,500,000.00	13,731,420.53
OBUDU	45,830,763.82	1,000,000.00	6,789,742.79	500.00	116,122,563.11	136,011,482.54	-19,888,919.43	16,231,420.53	2,500,000.00	13,731,420.53
ODUKPANI	51,460,118.74	1,000,000.00	7,623,721.30	500.00	130,508,692.34	114,201,193.18	16,307,499.16	16,231,420.53	2,500,000.00	13,731,420.53
OGOJA	48,530,931.45	1,000,000.00	7,189,767.62	500.00	123,022,991.49	130,811,288.97	-7,788,297.48	16,231,420.53	2,500,000.00	13,731,420.53
YAKURR	49,097,714.61	1,000,000.00	7,273,735.50	500.00	124,471,437.35	130,313,742.49	-5,842,305.14	16,231,420.53	2,500,000.00	13,731,420.53
YALA	53,508,328.48	1,000,000.00	7,927,159.77	500.00	135,743,006.12	129,946,279.19	5,796,726.93	16,231,420.53	2,500,000.00	13,731,420.53
	859,265,389.52	18,000,000.00	127,298,576.22	9,000.00	2,177,891,439.88	1,885,725,870.36	292,165,569.52	292,165,569.52	45,000,000.00	247,165,569.52

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

AUGUST 2018

INFLOWS						
S/N	LGA	FAAC	VAT	SHARE OF ADDITIONAL FUND	SHARE OF FOREX EQUALISATION	TOTAL
1	ABI	125,798,798.50	26,208,781.45	2,605,262.91	5,433,575.64	160,046,418.50
2	AKAMKPA	158,119,029.90	26,572,175.40	3,274,783.87	6,829,938.66	194,795,927.83
3	AKPABUYO	151,367,681.73	33,484,304.11	3,134,932.49	6,538,262.50	194,525,180.82
4	BAKASSI	97,677,216.56	19,747,978.49	2,022,713.34	4,218,601.46	123,666,509.85
5	BEKWARRA	116,675,754.10	23,968,532.21	2,416,275.90	5,039,421.46	148,099,983.67
6	BIASE	134,221,843.57	27,610,000.46	2,779,746.19	5,797,480.60	170,409,070.82
7	BOKI	153,873,069.48	28,584,606.59	3,186,832.43	6,646,505.80	192,291,014.29
8	CAL. MUN	121,898,245.06	28,196,729.67	2,524,461.87	5,265,055.76	157,884,492.36
9	CAL. SOUTH	129,926,142.86	28,900,069.08	2,690,765.19	5,611,900.47	167,128,877.60
10	ETUNG'	101,744,802.98	22,495,760.86	2,106,974.00	4,394,336.77	130,741,874.61
11	IKOM	138,814,843.75	27,219,192.49	2,874,936.32	5,996,010.56	174,904,983.12
12	OBANLIKU	119,179,811.08	24,227,270.08	2,481,012.02	5,174,436.11	151,062,529.29
13	OBUBRA	132,035,049.86	27,797,415.88	2,734,450.13	5,703,010.44	168,269,926.31
14	OBUDU	125,004,395.19	27,088,329.29	2,588,803.52	5,399,247.68	160,080,775.68
15	ODUKPANI	141,786,959.93	28,946,851.10	2,936,467.39	6,124,340.70	179,794,619.12
16	OGOJA	133,257,491.11	27,766,208.71	2,759,775.60	5,755,829.63	169,539,305.05
17	YAKURR	133,782,874.59	29,177,082.97	2,770,655.26	5,778,520.42	171,509,133.23
18	YALA	147,530,506.57	30,004,274.03	3,055,446.85	6,372,486.06	186,962,713.51
		2,362,694,516.80	487,995,562.85	48,944,295.30	102,078,960.72	3,001,713,335.67

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OUTFLOWS

	27% STATUTORY DEDUCTION	CRS RESERVE FUND	CRS INFRASTRUCTURE FUND	JOINT COMMITMENT	CREDIT BALANCE	TOTAL SALARIES & ALLOWANCES	NET ALLOCATION AFTER SALARIES	REDISTRIBUTIONS OF BALANCE TO COUNCILS	SPECIFIC DEDUCTION	SURPLUS /DEFICITS
ABI	43,212,533.00	1,000,000.00	6,401,856.74	500.00	109,431,528.77	107,330,864.74	2,100,664.03	9,745,876.71	2,500,000.00	7,245,876.71
AKAMKPA	52,594,900.51	1,000,000.00	7,791,837.11	500.00	133,408,690.20	99,122,669.88	34,286,020.32	9,745,876.71	2,500,000.00	7,245,876.71
AKPABUYO	52,521,798.82	1,000,000.00	7,781,007.23	500.00	133,221,874.77	66,050,619.35	67,171,255.42	9,745,876.71	2,500,000.00	7,245,876.71
BAKASSI	33,389,957.66	1,000,000.00	4,946,660.39	500.00	84,329,391.80	41,846,111.96	42,483,279.84	9,745,876.71	2,500,000.00	7,245,876.71
BEKWARRA	39,986,995.59	1,000,000.00	5,923,999.35	500.00	101,188,488.73	83,567,142.17	17,621,346.56	9,745,876.71	2,500,000.00	7,245,876.71
BIASE	46,010,449.12	1,000,000.00	6,816,362.83	500.00	116,581,758.87	102,460,075.65	14,121,683.22	9,745,876.71	2,500,000.00	7,245,876.71
BOKI	51,918,573.86	1,000,000.00	7,691,640.57	500.00	131,680,299.86	137,541,090.78	-5,860,790.92	9,745,876.71	2,500,000.00	7,245,876.71
CAL. MUN	42,628,812.94	1,000,000.00	6,315,379.69	500.00	107,939,799.73	109,746,643.51	-1,806,843.78	9,745,876.71	2,500,000.00	7,245,876.71
CAL. SOUTH	45,124,796.95	1,000,000.00	6,685,155.10	500.00	114,318,425.54	84,528,793.42	29,789,632.13	9,745,876.71	2,500,000.00	7,245,876.71
ETUNG'	35,300,306.14	1,000,000.00	5,229,674.98	500.00	89,211,393.48	63,129,111.19	26,082,282.29	9,745,876.71	2,500,000.00	7,245,876.71
IKOM	47,224,345.44	1,000,000.00	6,996,199.32	500.00	119,683,938.35	126,588,730.12	-6,904,791.77	9,745,876.71	2,500,000.00	7,245,876.71
OBANLIKU	40,786,882.91	1,000,000.00	6,042,501.17	500.00	103,232,645.21	102,087,192.64	1,145,452.57	9,745,876.71	2,500,000.00	7,245,876.71
OBUBRA	45,432,880.10	1,000,000.00	6,730,797.05	500.00	115,105,749.15	116,648,614.62	-1,542,865.46	9,745,876.71	2,500,000.00	7,245,876.71
OBUDU	43,221,809.43	1,000,000.00	6,403,231.03	500.00	109,455,235.22	135,736,046.21	-26,280,810.99	9,745,876.71	2,500,000.00	7,245,876.71
ODUKPANI	48,544,547.16	1,000,000.00	7,191,784.76	500.00	123,057,787.19	114,379,526.62	8,678,260.57	9,745,876.71	2,500,000.00	7,245,876.71
OGOJA	45,775,612.36	1,000,000.00	6,781,572.20	500.00	115,981,620.48	133,395,469.90	-17,413,849.41	9,745,876.71	2,500,000.00	7,245,876.71
YAKURR	46,307,465.97	1,000,000.00	6,860,365.33	500.00	117,340,801.93	130,006,345.87	-12,665,543.94	9,745,876.71	2,500,000.00	7,245,876.71
YALA	50,479,932.65	1,000,000.00	7,478,508.54	500.00	128,003,772.32	123,582,372.18	4,421,400.14	9,745,876.71	2,500,000.00	7,245,876.71
	810,462,600.63	18,000,000.00	120,068,533.43	9,000.00	2,053,173,201.61	1,877,747,420.78	175,425,780.83	175,425,780.83	45,000,000.00	130,425,780.83

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

SEPTEMBER 2018

INFLOWS					
S/N	LGA	FAAC	VAT	SHARE OF EXCHANGE DIFFERENCE	TOTAL
1	ABI	128,198,003.33	37,376,643.28	35,582.91	165,610,229.52
2	AKAMKPA	161,134,801.26	37,898,202.73	44,727.28	199,077,731.27
3	AKPABUYO	154,254,662.96	47,818,803.05	42,817.18	202,116,283.19
4	BAKASSI	99,539,947.41	28,103,806.12	27,626.40	127,671,379.93
5	BEKWARRA	118,900,919.46	34,161,336.05	33,001.71	153,095,257.22
6	BIASE	136,781,731.27	39,387,736.29	37,966.02	176,207,433.58
7	BOKI	156,807,845.74	40,786,535.16	43,526.04	197,637,906.94
8	CAL. MUN	124,223,039.64	40,229,836.63	34,479.32	164,487,355.59
9	CAL. SOUTH	132,404,087.33	41,239,301.23	36,750.71	173,680,139.27
10	ETUNG'	103,685,130.06	32,047,547.88	28,777.23	135,761,455.17
11	IKOM	141,462,392.70	38,826,830.97	39,266.13	180,328,489.80
12	OBANLIKU	121,464,592.39	34,532,688.36	33,885.88	156,031,166.63
13	OBUBRA	134,553,224.10	39,656,723.38	37,347.36	174,247,294.84
14	OBUDU	127,388,442.44	38,639,010.18	35,358.10	166,062,810.72
15	ODUKPANI	144,491,173.28	41,306,444.89	40,106.53	185,837,724.70
16	OGOJA	135,798,987.75	39,611,933.44	37,693.26	175,448,614.45
17	YAKURR	136,334,390.39	41,636,884.11	37,841.85	178,009,116.35
18	YALA	150,344,288.94	42,824,106.20	41,731.56	193,210,126.70
		2,407,767,660.45	696,084,369.95	668,485.45	3,104,520,515.85

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OUTFLOWS

	27% STATUTORY DEDUCTION	CRS RESERVE FUND	CRS INFRASTRUCTURE FUND	JOINT COMMITMENT	CREDIT BALANCE	TOTAL SALARIES & ALLOWANCES	NET ALLOCATION AFTER SALARIES	REDISTRIBUTIONS OF BALANCE TO COUNCILS	SPECIFIC DEDUCTION	SURPLUS /DEFICITS
ABI	44,714,761.97	1,000,000.00	6,624,409.18	500.00	113,270,558.37	107,219,982.03	6,050,576.34	13,915,788.50	2,500,000.00	11,415,788.50
AKAMKPA	53,750,987.44	1,000,000.00	7,963,109.25	500.00	136,363,134.57	99,008,341.77	37,354,792.80	13,915,788.50	2,500,000.00	11,415,788.50
AKPABUYO	54,571,396.46	1,000,000.00	8,084,651.33	500.00	138,459,735.40	65,861,978.21	72,597,757.19	13,915,788.50	2,500,000.00	11,415,788.50
BAKASSI	34,471,272.58	1,000,000.00	5,106,855.20	500.00	87,092,752.15	41,590,553.41	45,502,198.74	13,915,788.50	2,500,000.00	11,415,788.50
BEKWARRA	41,335,719.45	1,000,000.00	6,123,810.29	500.00	104,635,227.48	83,307,133.87	21,328,093.61	13,915,788.50	2,500,000.00	11,415,788.50
BIASE	47,576,007.07	1,000,000.00	7,048,297.34	500.00	120,582,629.17	102,612,718.46	17,969,910.71	13,915,788.50	2,500,000.00	11,415,788.50
BOKI	53,362,234.87	1,000,000.00	7,905,516.28	500.00	135,369,655.79	137,196,669.44	-1,827,013.65	13,915,788.50	2,500,000.00	11,415,788.50
CAL. MUN	44,411,586.01	1,000,000.00	6,579,494.22	500.00	112,495,775.36	109,736,098.38	2,759,676.98	13,915,788.50	2,500,000.00	11,415,788.50
CAL. SOUTH	46,893,637.60	1,000,000.00	6,947,205.57	500.00	118,838,796.10	83,794,550.45	35,044,245.65	13,915,788.50	2,500,000.00	11,415,788.50
ETUNG'	36,655,592.90	1,000,000.00	5,430,458.21	500.00	92,674,904.07	63,068,390.56	29,606,513.51	13,915,788.50	2,500,000.00	11,415,788.50
IKOM	48,688,692.25	1,000,000.00	7,213,139.59	500.00	123,426,157.96	126,515,815.20	-3,089,657.24	13,915,788.50	2,500,000.00	11,415,788.50
OBANLIKU	42,128,414.99	1,000,000.00	6,241,246.67	500.00	106,661,004.97	102,158,918.55	4,502,086.43	13,915,788.50	2,500,000.00	11,415,788.50
OBUBRA	47,046,769.61	1,000,000.00	6,969,891.79	500.00	119,230,133.44	116,589,201.88	2,640,931.56	13,915,788.50	2,500,000.00	11,415,788.50
OBUDU	44,836,958.89	1,000,000.00	6,642,512.43	500.00	113,582,839.40	135,327,496.14	-21,744,656.74	13,915,788.50	2,500,000.00	11,415,788.50
ODUKPANI	50,176,185.67	1,000,000.00	7,433,508.99	500.00	127,227,530.04	114,265,977.62	12,961,552.42	13,915,788.50	2,500,000.00	11,415,788.50
OGOJA	47,371,125.90	1,000,000.00	7,017,944.58	500.00	120,059,043.97	132,813,159.53	-12,754,115.56	13,915,788.50	2,500,000.00	11,415,788.50
YAKURR	48,062,461.41	1,000,000.00	7,120,364.65	500.00	121,825,790.28	129,224,152.53	-7,398,362.25	13,915,788.50	2,500,000.00	11,415,788.50
YALA	52,166,734.21	1,000,000.00	7,728,405.07	500.00	132,314,487.42	123,334,824.86	8,979,662.56	13,915,788.50	2,500,000.00	11,415,788.50
	838,220,539.28	18,000,000.00	124,180,820.63	9,000.00	2,124,110,155.94	1,873,625,962.86	250,484,193.08	250,484,193.08	45,000,000.00	205,484,193.08

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OCTOBER 2018

INFLOWS						
S/N	LGA	FAAC	VAT	EXCESS BANK CHARGES	SHARE OF EXCHANGE DIFFERENCE	TOTAL
1	ABI	122,732,918.37	25,942,603.35	1,098,689.06	60,349.87	149,834,560.65
2	AKAMKPA	154,265,255.77	26,303,029.03	1,381,038.82	75,859.05	182,025,182.67
3	AKPABUYO	147,678,485.07	33,158,698.14	1,322,060.83	72,619.45	182,231,863.49
4	BAKASSI	95,296,882.27	19,534,573.46	853,016.80	46,855.34	115,731,327.87
5	BEKWARRA	113,832,274.37	23,720,652.89	1,018,989.63	55,972.06	138,627,888.95
6	BIASE	130,950,631.06	27,332,376.93	1,172,271.99	64,391.70	159,519,671.68
7	BOKI	150,122,796.83	28,299,022.29	1,343,948.02	73,821.69	179,839,588.83
8	CAL. MUN	118,927,451.80	27,914,313.63	1,064,613.72	58,478.14	147,964,857.29
9	CAL. SOUTH	126,759,643.43	28,611,908.03	1,134,747.00	62,330.49	156,568,628.95
10	ETUNG'	99,265,310.52	22,259,911.42	888,551.12	48,807.21	122,462,580.27
11	IKOM	135,431,611.26	26,944,761.15	1,212,415.48	66,596.74	163,655,384.63
12	OBANLIKU	116,260,149.71	23,977,277.34	1,046,290.09	57,471.65	141,341,188.79
13	OBUBRA	128,817,141.68	27,518,261.50	1,153,169.77	63,342.44	157,551,915.39
14	OBUDU	121,957,884.51	26,814,966.87	1,091,747.82	59,968.59	149,924,567.79
15	ODUKPANI	138,331,317.50	28,658,307.92	1,238,364.31	68,022.09	168,296,011.82
16	OGOJA	130,009,780.04	27,487,309.24	1,163,850.01	63,929.09	158,724,868.38
17	YAKURR	130,522,360.31	28,886,659.21	1,168,438.17	64,181.11	160,641,638.80
18	YALA	143,934,848.82	29,707,093.62	1,288,540.22	70,778.20	175,001,260.86
		2,305,096,743.32	483,071,726.02	20,640,742.86	1,133,774.91	2,809,942,987.11

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OUTFLOWS

	27% STATUTORY DEDUCTION	CRS RESERVE FUND	CRS INFRASTRUCTURE FUND	JOINT COMMITMENT	CREDIT BALANCE	TOTAL SALARIES & ALLOWANCES	NET ALLOCATION AFTER SALARIES	REDISTRIBUTIONS OF BALANCE TO COUNCILS	SPECIFIC DEDUCTION	SURPLUS /DEFICITS
ABI	40,455,331.38	1,000,000.00	5,993,382.43	500.00	102,385,346.85	106,516,138.34	-4,130,791.49	3,061,681.08	2,500,000.00	561,681.08
AKAMKPA	49,146,799.32	1,000,000.00	7,281,007.31	500.00	124,596,876.04	98,547,640.20	26,049,235.85	3,061,681.08	2,500,000.00	561,681.08
AKPABUYO	49,202,603.14	1,000,000.00	7,289,274.54	500.00	124,739,485.81	65,765,954.61	58,973,531.20	3,061,681.08	2,500,000.00	561,681.08
BAKASSI	31,247,458.52	1,000,000.00	4,629,253.11	500.00	78,854,116.23	41,448,746.69	37,405,369.55	3,061,681.08	2,500,000.00	561,681.08
BEKWARRA	37,429,530.02	1,000,000.00	5,545,115.56	500.00	94,652,743.38	82,225,303.68	12,427,439.70	3,061,681.08	2,500,000.00	561,681.08
BIASE	43,070,311.35	1,000,000.00	6,380,786.87	500.00	109,068,073.46	101,922,430.10	7,145,643.36	3,061,681.08	2,500,000.00	561,681.08
BOKI	48,556,688.98	1,000,000.00	7,193,583.55	500.00	123,088,816.29	136,898,766.97	-13,809,950.67	3,061,681.08	2,500,000.00	561,681.08
CAL. MUN	39,950,511.47	1,000,000.00	5,918,594.29	500.00	101,095,251.53	109,552,737.29	-8,457,485.75	3,061,681.08	2,500,000.00	561,681.08
CAL. SOUTH	42,273,529.82	1,000,000.00	6,262,745.16	500.00	107,031,853.98	83,663,935.15	23,367,918.83	3,061,681.08	2,500,000.00	561,681.08
ETUNG'	33,064,896.67	1,000,000.00	4,898,503.21	500.00	83,498,680.39	63,057,320.99	20,441,359.40	3,061,681.08	2,500,000.00	561,681.08
IKOM	44,186,953.85	1,000,000.00	6,546,215.39	500.00	111,921,715.39	126,323,921.97	-14,402,206.57	3,061,681.08	2,500,000.00	561,681.08
OBANLIKU	38,162,120.97	1,000,000.00	5,653,647.55	500.00	96,524,920.27	101,822,941.23	-5,298,020.96	3,061,681.08	2,500,000.00	561,681.08
OBUBRA	42,539,017.16	1,000,000.00	6,302,076.62	500.00	107,710,321.62	115,845,312.73	-8,134,991.11	3,061,681.08	2,500,000.00	561,681.08
OBUDU	40,479,633.30	1,000,000.00	5,996,982.71	500.00	102,447,451.78	135,342,042.61	-32,894,590.83	3,061,681.08	2,500,000.00	561,681.08
ODUKPANI	45,439,923.19	1,000,000.00	6,731,840.47	500.00	115,123,748.16	113,938,145.68	1,185,602.48	3,061,681.08	2,500,000.00	561,681.08
OGOJA	42,855,714.46	1,000,000.00	6,348,994.74	500.00	108,519,659.18	131,676,415.77	-23,156,756.58	3,061,681.08	2,500,000.00	561,681.08
YAKURR	43,373,242.48	1,000,000.00	6,425,665.55	500.00	109,842,230.77	127,939,515.40	-18,097,284.62	3,061,681.08	2,500,000.00	561,681.08
YALA	47,250,340.43	1,000,000.00	7,000,050.43	500.00	119,750,369.99	123,254,132.40	-3,503,762.40	3,061,681.08	2,500,000.00	561,681.08
	758,684,606.52	18,000,000.00	112,397,719.48	9,000.00	1,920,851,661.11	1,865,741,401.72	55,110,259.39	55,110,259.39	45,000,000.00	10,110,259.39

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

NOVEMBER 2018

INFLOWS					
S/N	LGA	FAAC	VAT	SHARE OF EXCHANGE DIFFERENCE	TOTAL
1	ABI	132,701,419.82	34,681,622.39	176,057.60	167,559,099.81
2	AKAMKPA	166,795,541.17	35,160,513.15	221,302.27	202,177,356.59
3	AKPABUYO	159,673,657.98	44,269,510.75	211,851.44	204,155,020.17
4	BAKASSI	103,036,377.88	26,167,394.54	136,690.26	129,340,462.68
5	BEKWARRA	123,077,655.97	31,729,358.93	163,286.30	154,970,301.20
6	BIASE	141,586,756.82	36,528,188.20	187,848.77	178,302,793.79
7	BOKI	162,316,554.17	37,812,551.56	215,358.71	200,344,464.44
8	CAL. MUN	128,586,784.72	37,301,396.46	170,597.25	166,058,778.43
9	CAL. SOUTH	137,055,301.71	38,228,276.91	181,835.64	175,465,414.26
10	ETUNG'	107,327,212.19	29,788,499.43	142,384.40	137,258,096.02
11	IKOM	146,431,962.40	36,013,170.46	194,281.50	182,639,414.36
12	OBANLIKU	125,753,230.76	32,070,330.97	167,661.01	157,991,222.74
13	OBUBRA	139,279,951.58	36,775,169.51	184,787.77	176,239,908.86
14	OBUDU	131,863,407.50	35,840,715.26	174,945.31	167,879,068.07
15	ODUKPANI	149,567,104.63	38,289,927.57	198,439.63	188,055,471.83
16	OGOJA	140,569,492.45	36,734,043.83	186,499.21	177,490,035.49
17	YAKURR	141,123,701.50	38,593,333.61	187,234.43	179,904,269.54
18	YALA	155,625,886.32	39,683,429.25	206,479.98	195,515,795.55
		2,492,371,999.59	645,667,432.78	3,307,541.47	3,141,346,973.84

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OUTFLOWS

	27% STATUTORY DEDUCTION	CRS RESERVE FUND	CRS INFRASTRUCTURE FUND	JOINT COMMITMENT	CREDIT BALANCE	TOTAL SALARIES & ALLOWANCES	NET ALLOCATION AFTER SALARIES	REDISTRIBUTIONS OF BALANCE TO COUNCILS	SPECIFIC DEDUCTION	SURPLUS /DEFICITS
ABI	45,240,956.95	1,000,000.00	6,702,363.99	500.00	114,615,278.87	106,494,831.23	8,120,447.63	15,724,423.45	2,500,000.00	13,224,423.45
AKAMKPA	54,587,886.28	1,000,000.00	8,087,094.26	500.00	138,501,876.05	98,450,894.94	40,050,981.10	15,724,423.45	2,500,000.00	13,224,423.45
AKPABUYO	55,121,855.45	1,000,000.00	8,166,200.81	500.00	139,866,463.92	65,744,382.49	74,122,081.42	15,724,423.45	2,500,000.00	13,224,423.45
BAKASSI	34,921,924.92	1,000,000.00	5,173,618.51	500.00	88,244,419.25	41,072,903.69	47,171,515.55	15,724,423.45	2,500,000.00	13,224,423.45
BEKWARRA	41,841,981.32	1,000,000.00	6,198,812.05	500.00	105,929,007.83	81,819,701.00	24,109,306.82	15,724,423.45	2,500,000.00	13,224,423.45
BIASE	48,141,754.32	1,000,000.00	7,132,111.75	500.00	122,028,427.72	102,275,064.27	19,753,363.44	15,724,423.45	2,500,000.00	13,224,423.45
BOKI	54,093,005.40	1,000,000.00	8,013,778.58	500.00	137,237,180.47	136,747,155.75	490,024.71	15,724,423.45	2,500,000.00	13,224,423.45
CAL. MUN	44,835,870.18	1,000,000.00	6,642,351.14	500.00	113,580,057.12	110,246,963.71	3,333,093.40	15,724,423.45	2,500,000.00	13,224,423.45
CAL. SOUTH	47,375,661.85	1,000,000.00	7,018,616.57	500.00	120,070,635.84	83,453,027.85	36,617,607.98	15,724,423.45	2,500,000.00	13,224,423.45
ETUNG'	37,059,685.93	1,000,000.00	5,490,323.84	500.00	93,707,586.25	62,898,120.58	30,809,465.67	15,724,423.45	2,500,000.00	13,224,423.45
IKOM	49,312,641.88	1,000,000.00	7,305,576.57	500.00	125,020,695.91	126,215,826.07	-1,195,130.17	15,724,423.45	2,500,000.00	13,224,423.45
OBANLIKU	42,657,630.14	1,000,000.00	6,319,648.91	500.00	108,013,443.69	101,502,552.63	6,510,891.06	15,724,423.45	2,500,000.00	13,224,423.45
OBUBRA	47,584,775.39	1,000,000.00	7,049,596.35	500.00	120,605,037.11	115,955,510.33	4,649,526.78	15,724,423.45	2,500,000.00	13,224,423.45
OBUDU	45,327,348.38	1,000,000.00	6,715,162.72	500.00	114,836,056.97	135,678,649.39	-20,842,592.43	15,724,423.45	2,500,000.00	13,224,423.45
ODUKPANI	50,774,977.39	1,000,000.00	7,522,218.87	500.00	128,757,775.56	114,011,680.85	14,746,094.71	15,724,423.45	2,500,000.00	13,224,423.45
OGOJA	47,922,309.58	1,000,000.00	7,099,601.42	500.00	121,467,624.49	132,588,711.11	-11,121,086.63	15,724,423.45	2,500,000.00	13,224,423.45
YAKURR	48,574,152.78	1,000,000.00	7,196,170.78	500.00	123,133,445.98	128,154,200.08	-5,020,754.10	15,724,423.45	2,500,000.00	13,224,423.45
YALA	52,789,264.80	1,000,000.00	7,820,631.82	500.00	133,905,398.93	123,170,613.79	10,734,785.14	15,724,423.45	2,500,000.00	13,224,423.45
	848,163,682.94	18,000,000.00	125,653,878.95	9,000.00	2,149,520,411.95	1,866,480,789.84	283,039,622.11	283,039,622.11	45,000,000.00	238,039,622.11

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

DECEMBER 2018

INFLOWS						
S/N	LGA	FAAC	VAT	SHARE OF EXCHANGE	SHARE OF FOREX EQUALIZATION FUND	TOTAL
1	ABI	131,051,294.74	29,762,848.51	236,986.54	15,197,366.99	176,248,496.78
2	AKAMKPA	164,721,353.96	30,182,121.95	297,889.20	19,102,905.93	214,304,271.03
3	AKPABUYO	157,688,050.04	38,157,136.43	285,167.68	18,287,106.19	214,417,460.33
4	BAKASSI	101,755,228.86	22,308,560.64	183,995.18	11,799,161.14	136,046,945.82
5	BEKWARRA	121,547,231.76	27,178,113.63	219,795.42	14,094,942.72	163,040,083.53
6	BIASE	139,826,117.28	31,379,534.53	252,858.33	16,215,186.14	187,673,696.28
7	BOKI	160,298,073.77	32,504,006.93	289,888.74	18,589,855.86	211,681,825.29
8	CAL. MUN	126,987,837.52	32,056,485.75	229,636.51	14,726,027.57	173,999,987.35
9	CAL. SOUTH	135,351,021.08	32,867,978.45	244,764.21	15,696,130.26	184,159,894.00
10	ETUNG'	105,992,694.04	25,478,872.58	191,659.92	12,290,681.69	143,953,908.23
11	IKOM	144,611,031.20	30,928,631.58	261,517.25	16,770,461.86	192,571,641.89
12	OBANLIKU	124,181,803.88	27,476,637.91	225,684.11	14,472,570.14	166,356,696.04
13	OBUBRA	137,548,001.72	31,595,769.02	248,737.99	15,950,959.08	185,343,467.81
14	OBUDU	130,223,707.49	30,777,645.40	235,489.31	15,101,353.87	176,338,196.07
15	ODUKPANI	147,707,200.79	32,921,954.19	267,114.40	17,129,393.13	198,025,662.51
16	OGOJA	138,821,501.91	31,559,763.10	251,041.71	16,098,691.02	186,730,997.74
17	YAKURR	139,368,819.98	33,187,589.07	252,031.37	16,162,155.71	188,970,596.13
18	YALA	153,690,623.10	34,141,978.23	277,937.31	17,823,439.98	205,933,978.62
		2,461,371,593.15	554,465,627.88	4,452,195.18	285,508,389.24	3,305,797,805.45

GOVERNMENT OF CROSS RIVER STATE OF NIGERIA

OUTFLOWS

	27% STATUTORY DEDUCTION	CRS RESERVE FUND	CRS INFRASTRUCTURE FUND	JOINT COMMITMENT	CREDIT BALANCE	TOTAL SALARIES & ALLOWANCES	NET ALLOCATION AFTER SALARIES	REDISTRIBUTIONS OF BALANCE TO COUNCILS	SPECIFIC DEDUCTION	SURPLUS /DEFICITS
ABI	47,587,094.13	1,000,000.00	7,049,939.87	500.00	120,610,962.78	106,494,831.23	14,116,131.54	22,028,372.00	2,500,000.00	19,528,372.00
AKAMKPA	57,862,153.18	1,000,000.00	8,572,170.84	500.00	146,869,447.01	98,450,894.94	48,418,552.07	22,028,372.00	2,500,000.00	19,528,372.00
AKPABUYO	57,892,714.29	1,000,000.00	8,576,698.41	500.00	146,947,547.63	65,744,382.49	81,203,165.14	22,028,372.00	2,500,000.00	19,528,372.00
BAKASSI	36,732,675.37	1,000,000.00	5,441,877.83	500.00	92,871,892.62	41,072,903.69	51,798,988.92	22,028,372.00	2,500,000.00	19,528,372.00
BEKWARRA	44,020,822.55	1,000,000.00	6,521,603.34	500.00	111,497,157.64	81,819,701.00	29,677,456.63	22,028,372.00	2,500,000.00	19,528,372.00
BIASE	50,671,897.99	1,000,000.00	7,506,947.85	500.00	128,494,350.43	102,275,064.27	26,219,286.16	22,028,372.00	2,500,000.00	19,528,372.00
BOKI	57,154,092.83	1,000,000.00	8,467,273.01	500.00	145,059,959.45	136,747,155.75	8,312,803.70	22,028,372.00	2,500,000.00	19,528,372.00
CAL. MUN	46,979,996.58	1,000,000.00	6,959,999.49	500.00	119,059,491.27	110,246,963.71	8,812,527.55	22,028,372.00	2,500,000.00	19,528,372.00
CAL. SOUTH	49,723,171.38	1,000,000.00	7,366,395.76	500.00	126,069,826.86	83,453,027.85	42,616,799.01	22,028,372.00	2,500,000.00	19,528,372.00
ETUNG'	38,867,555.22	1,000,000.00	5,758,156.33	500.00	98,327,696.68	62,898,120.58	35,429,576.09	22,028,372.00	2,500,000.00	19,528,372.00
IKOM	51,994,343.31	1,000,000.00	7,702,865.68	500.00	131,873,932.90	126,215,826.07	5,658,106.83	22,028,372.00	2,500,000.00	19,528,372.00
OBANLIKU	44,916,307.93	1,000,000.00	6,654,267.84	500.00	113,785,620.27	101,502,552.63	12,283,067.63	22,028,372.00	2,500,000.00	19,528,372.00
OBUBRA	50,042,736.31	1,000,000.00	7,413,738.71	500.00	126,886,492.79	115,955,510.33	10,930,982.45	22,028,372.00	2,500,000.00	19,528,372.00
OBUDU	47,611,312.94	1,000,000.00	7,053,527.84	500.00	120,672,855.29	135,678,649.39	-15,005,794.11	22,028,372.00	2,500,000.00	19,528,372.00
ODUKPANI	53,466,928.88	1,000,000.00	7,921,026.50	500.00	135,637,207.13	114,011,680.85	21,625,526.27	22,028,372.00	2,500,000.00	19,528,372.00
OGOJA	50,417,369.39	1,000,000.00	7,469,239.91	500.00	127,843,888.44	132,588,711.11	-4,744,822.67	22,028,372.00	2,500,000.00	19,528,372.00
YAKURR	51,022,060.95	1,000,000.00	7,558,823.85	500.00	129,389,211.33	128,154,200.08	1,235,011.24	22,028,372.00	2,500,000.00	19,528,372.00
YALA	55,602,174.23	1,000,000.00	8,237,359.14	500.00	141,093,945.25	123,170,613.79	17,923,331.45	22,028,372.00	2,500,000.00	19,528,372.00
	892,565,407.47	18,000,000.00	132,231,912.22	9,000.00	2,262,991,485.76	1,866,480,789.84	396,510,695.92	396,510,695.92	45,000,000.00	351,510,695.92





OUR VISION

TO BE A FIRST CLASS AGENT OF
ACCOUNTABILITY AND ENSURING
VALUE FOR MONEY ON EVERY
PUBLIC EXPENDITURE