



**BORNO STATE GOVERNMENT
CONSOLIDATED AUDITED**

**ANNUAL FINANCIAL STATEMENTS
FOR 27 LOCAL GOVERNMENTS
*FOR THE YEAR ENDED***

31ST DECEMBER, 2018.

STATEMENT OF RESPONSIBILITY

The financial statements of the 27 Local Government Councils of Borno State have been prepared by the Treasurers of the respective Councils in accordance with the Nigerian Format of Cash Basis of International Public Sector Accounting Standards. The statements conform with the provisions of the Finance (Control and Management) Act 1958 (as Amended). The Director of Finance and Accounts, Ministry for Local Governments and Emirate Affairs, Borno State has Consolidated these financial statements in accordance with Generally Accepted Accounting Principles.

The Treasurers of the 27 Local Government Councils are each responsible for the preparation of their respective Financial Statements in compliance with relevant Accounting Standards and Laws. I ensure and take responsibility for the integrity and reliability of the consolidated financial statements.

I confirm that the consolidated financial statements of the 27 Local Government Councils of Borno State reflect the financial positions and operations of the Local Government Councils of Borno State as at 31st December, 2018.

 23/9/2020

Director of Finance & Accounts,
Ministry for Local Governments &
Emirate Affairs.

 23/09/2020
Hon. Commissioner,
Ministry for Local Governments &
Emirate Affairs.

AUDIT CERTIFICATE

In compliance with section 125 of the Constitution of the Federal Republic of Nigeria 1999 (as Amended), I have examined the consolidated Financial Statements of Borno State Local Government Councils for the year ended 31st December, 2018. The Consolidated Financial Statements reflect the Accounts and Financial Statements of the 27 Local Government Councils of Borno State for the year ended 31st December, 2018.

Basis of Opinion

The audit was conducted in accordance with the requirements of the public Sector Auditing Standards and the provisions of the Audit Law of Borno State 1994.

That proper records have been maintained by the respective Local Government Councils and they comply with the provisions of the Borno State Local Government Law 2000 (as Amended). I have obtained all information and explanation necessary for the discharge of my responsibility.

I certify that the Consolidated Financial Statements together with the notes are in order and that they present a true and fair view of the State of Affairs of the 27 Local Government Councils of Borno State as 31st December, 2018.



BABAGANA LAMINU, B.SC, MBA, CPA, CNA
ACTING; AUDITOR-GENERAL
LOCAL GOVERNMENTS
BORNO STATE.

BORNO STATE GOVERNMENT

CONSOLIDATED ANNUAL FINANCIAL STATEMENTS FOR LOCAL GOVERNMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2018

STATEMENT NO. 1
CASHFLOW STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER, 2018

ORIGINAL		NOTE	ACTUAL	ACTUAL
BUDGET 2018			2018	2017
N	From Operation:		N	N
	RECIEPT:			
50,479,336,986	Statutory Allocation FAAC	1A	43,418,340,899	29,263,437,788
-	VAT	1B	9,451,384,573	8,641,620,152
-	PPT	1B	101,577,931	1,572,664,158
-	Excess Bank Charges	1B	107,155,488	6,863,405
-	Excess Crude	1B	75,921,648	-
-	Forex Equalisation	1B	1,154,731,049	-
-	Additional Fund From NNPC	1B	71,298,130	-
-	Exchange Difference	1B	264,765,861	-
-	Exchange Gain	1B	173,176,159	2,279,177,646
-	Share of Solid Minerals	1B	-	-
-	Augmentation	1B	-	-
50,479,336,986	Sub Total		11,400,010,839	12,500,325,361

CASHFLOW STATEMENT

ORIGINAL		NOTE	ACTUAL	ACTUAL
BUDGET 2018			2018	2017
N			N	N
	Internal Generated Revenue			
63,047,280,947	Internal Generated Revenue	2	78,007,835	125,989,856
63,047,280,947	Sub -Total		78,007,835	125,989,856
113,526,617,933	Total Receipts		55,611,997,419	41,889,753,005
	PAYMENTS:			-
	LOCAL GOVERNMENTS			-
	Statutory Deductions			-
-	3% Emirate Council	3	1,277,922,776	877,903,134
-	0.5% L.G. Audit	3	219,421,933	146,317,189
-	7% of L.E.A. staff pension	3	691,142,832	669,586,525
-	7% of Local Government Staff Pension	3	1,014,155,296	986,688,354
-	Contribution towards Funding of Primary Edu.	3	8,203,189,686	8,924,316,898
-	1% LGSC Training Fund	3	438,843,864	292,634,378
-	0.75% Admin Charges	3	329,132,898	219,475,783
-	5% Security	3	2,194,219,319	1,463,171,890
-	Sub-Total		14,368,028,604	13,580,094,151
	MISCELLANEOUS DEDUCTIONS FUNDING			
-	Retentionship NTA/BRTV	4	45,306,000	84,020,000
-	Outstanding Liabilities	4	26,380,450	152,907,641
-	Hotel Bills in respects of Borno State Hotel	4	3,924,660	-
-	WAEC/SSCE & NECO 2017/2018	4	169,332,900	135,857,770
-	Production of Projects Calender 2018	4	18,360,000	-
-	LGA's Hajj Fare	4	631,369,980	-
-	Diesel to Tractors for Farming Across LGA's	4	40,000,000	-
-	JNI Contribution	4	10,400,000	-
-	Sub-Total		945,127,990	372,785,411

CASHFLOW STATEMENT

ORIGINAL		NOTE	ACTUAL	ACTUAL
BUDGET 2018			2018	2017
N	OTHER MISCELLANEOUS FUNDING		N	N
-	Serevance Gratuity to formar LG councilors	4	164,700,000	-
-	Contr. To Indigenes on Armed forces Training	4	12,150,000	-
-	IFAD Climate change Adoption Counterpart fund	4	32,500,000	-
-	Payment for Preparation of LGA's Annual Acct	4	33,000,000	81,000,000
-	Procurement of Firewood, food items to IDP's	4	789,400,000	14,466,000
-	provision of essential Service	4	796,350,000	135,000,000
-	Purchase of equipt. For SPHCA Biometric Data	4	59,568,150	-
-	workshop on Fiscal & Admin due process	4	12,500,000	-
-	Gratuity to Local Edu. Authority Retirees	4	250,000,000	-
-	Gratuity to Local Government Retirees	4	250,000,000	-
-	Bank Charges	4	21,000,000	-
-	Annual Leave Grant	4	567,432,591	-
-	Sub-Total		2,988,600,741	230,466,000
25,884,782,907	Personnel Emoluments;	5	14,711,981,336	12,808,908,827
18,321,598,539	Overhead Cost	6	9,054,483,405	4,694,473,359
44,206,381,447	Sub-Total		23,766,464,741	17,503,382,185
-	Total Payments		42,068,222,076	17,503,382,186
	Cash Flow From Operations		13,543,775,343	24,386,370,819
	CASH FLOW FROM INVESTMENT:			
-	Phurchase/Contruccion of Assest	7	13,442,341,022	815,822,556
-	Total Cash Flow From Investment		13,442,341,022	815,822,556
	CASH FLOW FROM FINANCING:			
-	Increase/Decrease in Cash		971,222,607	23,570,548,263
-	Opening Cash Balance		869,788,286	1,072,656,947
-	Closing Cash Balance	8	101,434,321	24,643,205,210

STATEMENT NO. 2
STATEMENT OF ASSETS AND LIABILITIES
FOR THE YEAR ENDED 31ST DECEMBER 2018

ORIGINAL		NOTE	ACTUAL	ACTUAL
BUDGET 2018			2018	2017
N			N	N
	ASSESTS:			
	Treasuries & Banks	9	101,434,321	1,072,656,947
	Investments	10	197,161,643	197,161,643
	Advances	11	1,080,380,133	1,080,280,133
	Total Assests		1,378,876,096	2,350,098,722
	PUBLIC FUND & LIABILITIES:			
	Consolidated Revenue Fund	12	101,434,321	1,072,656,947
	Other Fund - Investment Fund		439,767,107	439,767,107
	Total Public Fund		541,201,427	1,512,424,053
	Deposits	13	1,572,575,705	1,571,975,706
	LGLB		205,715,149	205,715,149
	Total Liabilities		1,778,290,854	1,777,690,854
	Public Fund + Liabilities		1,378,876,096	2,350,098,722

STATEMENT NO. 3
CONSOLIDATED REVENUE FUND AND EXPENDITURE
FOR THE YEAR ENDED 31ST DECEMBER, 2018

ACTUAL PREVIOUS		NOTE	ACTUAL CURRENT	ORIGINAL BUDGET	VARIANCE
YEAR 2017			YEAR 2018	CURRENT YEAR 2018	2018
N			N	N	N
1,011,385,843	Opening Balance (a)		1,072,656,947		1,072,656,947
	Add: REVENUE (INCOME) (b)				
	Statutory Allocation from Federal Govt.	1A	43,418,340,899	50,479,336,986	7,060,996,087
	Statutory Allocation from State Govt.		-	-	-
8,641,620,152	VAT	1B	9,451,384,573	-	(9,451,384,573)
1,572,664,158	PPT	1B	101,577,931	-	(101,577,931)
-	Excess Bank Charges	1B	107,155,488	-	(107,155,488)
-	Excess Crude	1B	75,921,648	-	(75,921,648)
-	Forex Equalisation	1B	1,154,731,049	-	(1,154,731,049)
-	Additional Fund From NNPC	1B	71,298,130	-	(71,298,130)
-	Exchange Difference	1B	264,765,861	-	(264,765,861)
2,279,177,646	Exchange Gain	1B	173,176,159	-	(173,176,159)
-	Share of Solid Mineral	1B	-	-	-
-	Augmentation	1B	-	-	-
41,756,899,744	Sub-Total		11,400,010,839	50,479,336,986	39,079,326,147
	INTERNAL GENERATED REVENUE (c)				
24,099,585	Licence General	2	15,651,072	5,266,000	(10,385,072)
16,343,992	Fees General	2	8,915,950	434,906,861	425,990,911
5,105,500	Sales General	2	785,000	260,977,000	260,192,000
54,605,915	Earning General	2	42,159,314	838,712,000	796,552,686
433,500	Rent on L/Govt Building	2	600,000	61,257,100	60,657,100
21,766,261	Rent on Land & Others	2	9,896,500	150,964,000	141,067,500
1,857,721	Investment Income	2	-	149,498,000	149,498,000
1,777,381	Domestic Grants	2	-	10,666,363,000	10,666,363,000
125,989,855	Sub-Total		78,007,835	12,567,943,961	12,489,936,126
42,984,275,442	Total Funds Available (a+b+c)		56,684,654,366	63,047,280,947	6,362,626,581

CONSOLIDATED REVENUE FUND AND EXPENDITURE

ACTUAL PREVIOUS YEAR 2017 N		NOTE	ACTUAL CURRENT YEAR 2018 N	ORIGINAL BUDGET CURRENT YEAR 2018 N	VARIANCE 2018 N
	Less: EXPENDITURE				
	LOCAL GOVERNMENTS				
	STATUTORY DEDUCTIONS				
877,903,134	3% Emirate Council	3	1,277,922,776	-	(1,277,922,776)
146,317,189	0.5% L.G. Audit	3	219,421,933	-	(219,421,933)
669,586,525	7% of L.E.A. staff pension	3	691,142,832	-	(691,142,832)
986,588,354	7% of Local Government Staff Pension	3	1,014,155,296	-	(1,014,155,296)
8,924,316,898	Contribution towards Funding of Primary Edu.	3	8,203,189,686	-	(8,203,189,686)
292,634,378	1% LGSC Training Fund	3	438,843,864	-	(438,843,864)
219,475,783	0.75% Admin Charges	3	329,132,898	-	(329,132,898)
1,463,171,890	5% Security	3	2,194,219,319	-	(2,194,219,319)
13,580,094,151	Sub-Total		14,368,628,604	-	(14,368,628,604)
	MISCELLANEOUS DEDUCTIONS FUNDING				
84,020,000	Retainership NTA/BRTV	4	45,360,000	-	(45,360,000)
152,907,641	Outstanding Liabilities	4	26,380,450	-	(26,380,450)
-	Hotel Bills in respects of Borno State Hotel	4	3,924,660	-	(3,924,660)
135,857,770	WAEC/SSCE & NECO 2017/2018	4	169,332,900	-	(169,332,900)
-	Production of Projects Calender 2018	4	18,360,000	-	(18,360,000)
-	LGA's Hajj Fare	4	631,369,980	-	(631,369,980)
-	Diesel to Tractors for Farming Across LGA's	4	40,000,000	-	(40,000,000)
-	JNI Contribution	4	10,400,000	-	(10,400,000)
372,785,411	Sub-Total		945,127,990	-	(945,127,990)
	OTHER MISCELLANEOUS FUNDING				
-	Servicerevance Gratuity to former LG councilors	4	164,700,000	-	(164,700,000)
-	Contr. To Indigenes on Armed forces Training	4	12,150,000	-	(12,150,000)
-	IFAD Climate change Adoption Counterpart fund	4	32,500,000	-	(32,500,000)
81,000,000	Payment for Preparation of LGA's Annual Acct	4	33,000,000	-	(33,000,000)
14,466,000	Procurement of Firewood, food items to IDP's	4	789,400,000	-	(789,400,000)
135,000,000	provision of essential Service	4	796,350,000	-	(796,350,000)
-	Purchase of equipt. For SPHCA Biometric Data	4	59,568,150	-	(59,568,150)

CONSOLIDATED REVENUE FUND AND EXPENDITURE

ACTUAL PREVIOUS YEAR 2017		NOTE	ACTUAL CURRENT YEAR 2018	ORIGINAL BUDGET CURRENT YEAR 2018	VARIANCE 2018
N			N	N	N
-	workshop on Fiscal & Admin due process	4	12,500,000	-	(12,500,000)
-	Gratuity to Local Edu. Authority Retirees	4	250,000,000	-	(250,000,000)
-	Gratuity to Local Government Retirees	4	250,000,000	-	(250,000,000)
-	Bank Charges	4	21,000,000	-	(21,000,000)
-	Annual Leave Grant	4	567,432,591	-	(567,432,591)
230,466,000	Sub-Total		2,988,600,741	-	(2,988,600,741)
12,808,908,827	Personnel Cost	5	14,711,981,336	25,884,782,907	11,172,801,571
3,621,816,412	Overhead Cost	6	9,054,483,405	18,321,598,539	9,267,115,134
16,430,725,240	Sub-Total		23,766,464,741	44,206,381,447	20,439,916,706
16,430,725,240	Total Expenditure		42,068,222,076	44,206,381,447	2,138,159,371
1,889,479,503	Operating Fund Before Transfer		14,616,432,290	18,840,958,900	4,224,526,610
	APPROPRIATION/TRANSFERS				
815,822,556	Transfer to Capital Development Fund	7	14,514,997,950	18,606,346,385	4,091,348,435
815,822,556	Total Appropriation		14,514,997,950	18,606,346,385	4,091,348,435
1,073,656,947	Closing Cash Balance	8	101,434,340	234,612,515	133,178,175

Remove

NOTE 4

By order of the Auditor-General for Local Governments Borno State - 2018

STATEMENT NO. 4
CAPITAL DEVELOPMENT FUND
FOR THE YEAR ENDED 31ST DECEMBER, 2018

ACTUAL PREVIOUS YEAR 2017		NOTE	ACTUAL CURRENT YEAR 2018	ORIGINAL BUDGET CURRENT YEAR 2018	VARIANCE 2018
N			N	N	N
	Add: Capital Receipts				
-	Value Added Tax		-	9,464,226,352	9,464,226,352
815,822,556	Transfer From CRF		14,514,997,950	18,606,346,385	4,091,348,435
815,822,556	Total Capiati Receipts		14,514,997,950	28,070,572,737	13,555,574,787
815,822,556	Total Capital Expenditure		14,514,997,950	28,070,572,737	13,555,574,787
	Joint Account Deduction				
-	2% Stabilization	14	811,690,637	-	(811,690,637)
-	20% LG Joint Development Programme		8,079,759,545	-	(8,079,759,545)
-	Rehabilitation of Federal Highway		-	-	-
-	Sub-Total		8,891,450,182	-	(8,891,450,182)
	Administrative				
237,249,618	Admin & General Services	15	1,769,821,012	2,871,779,612	1,101,958,600
237,249,618	Sub-Total		1,769,821,012	2,871,779,612	1,101,958,600
	Economic				
100,000,000	Finance & Supply	15	235,192,293	2,824,774,538	2,589,582,245
170,989,856	Agric & Natural Resources	15	270,512,616	2,267,680,294	1,997,167,678
-	Budget, Planning, Research & Statistics	15	-	2,659,575,294	1,101,958,600
150,530,000	Works, Transport & Housing	15	798,599,191	2,246,952,527	1,448,353,336
	Sub-Total		1,304,304,100	9,998,982,653	8,694,678,553
	Social				
157,053,082	Primary Health Care	15	414,532,995	3,225,072,982	2,810,539,987
-	Education	15	167,598,966	2,510,511,138	2,342,912,172
157,053,082	Sub-Total		582,131,961	5,733,584,120	5,151,452,159
815,822,556	Total Capital Expenditure		14,514,997,950	28,070,572,737	13,555,574,787