



**BORNO STATE GOVERNMENT
CONSOLIDATED AUDITED**

**ANNUAL FINANCIAL STATEMENTS
FOR 27 LOCAL GOVERNMENTS**

FOR THE YEAR ENDED

31ST DECEMBER, 2019.

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, 2019.

 23/9/2020

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

 23/9/2020
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, 2019. 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, 2019.

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, 2019.



**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, 2019

STATEMENT NO. 1
CASHFLOW STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER, 2019

ORIGINAL		NOTE	ACTUAL	ACTUAL
BUDGET 2019			2019	2018
N	From Operation:		N	N
	RECIEPT:			
-	Statutory Allocation FAAC	1A	41,723,854,524	43,418,340,899
-	VAT	1B	10,307,225,231	9,451,384,573
-	PPT	1B	-	101,577,931
-	Excess Bank Charges	1B	103,305,857	107,155,488
-	Excess Crude	1B	-	75,921,648
-	Forex Equalisation	1B	678,399,728	1,154,731,049
-	Additional Fund From NNPC	1B	61,995,999	71,298,130
-	Exchange Difference	1B	-	264,765,861
-	Exchange Gain	1B	69,600,986	173,176,159
-	Share of Solid Minerals	1B	53,937,958	-
-	Augmentation	1B	340,986,996	-
-	Sub Total		53,339,307,279	54,818,351,738
	Internally Generated Revenue			
-	Internal Generated Revenue	2	48,128,846	40,264,712
-	Sub -Total		48,128,846	40,264,712
-	Total Receipts		53,387,436,125	54,858,616,450

CASHFLOW STATEMENT

ORIGINAL		NOTE	ACTUAL	ACTUAL
BUDGET 2019			2019	2018
N	PAYMENTS:		N	N
	LOCAL GOVERNMENTS			
	Statutory Deductions			
-	3% Emirate Council	3	1,232,052,435	1,316,531,592
-	0.5% L.G. Audit	3	220,791,725	219,421,933
-	7% of L.E.A. staff pension	3	688,295,584	691,142,832
-	7% of Local Government Staff Pension	3	1,017,261,556	1,014,155,296
-	Contribution towards Funding of Primary Edu.	3	4,864,140,152	7,545,294,686
-	1% LGSC Training Fund	3	415,964,801	438,843,864
-	0.75% Admin Charges	3	312,928,909	329,132,898
-	5% Security	3	2,066,192,726	2,194,219,319
-	5% security trust fund	3	155,693,861	-
-	2.5% Education trust fund	3	77,861,931	-
-	5% State University	3	1,461,634,207	-
-	Sub-Total		12,512,817,888	10,507,490,767
	MISCELLANEOUS DEDUCTIONS FUNDING			
-	Retainership NTA/BRTV	4	45,306,000	45,360,000
-	Outstanding Liabilities	4	38,638,600	26,380,450
-	Hotel Bills in respects of Borno State Hotel	4	-	3,924,660
-	WAEC/SSCE & NECO 2017/2018	4	166,790,399	93,367,350
-	Production of Projects Calender 2018	4	-	18,360,000
-	LGA's Hajj Fare	4	278,257,140	631,369,980
-	Diesel to Tractors for Farming Across LGA's	4	-	40,000,000
-	JNI Contribution	4	-	10,400,000
-	Sub-Total		528,992,139	869,162,440

CASHFLOW STATEMENT

ORIGINAL BUDGET 2019		NOTE	ACTUAL 2019	ACTUAL 2018
N	OTHER MISCELLANEOUS FUNDING		N	N
-	Serevarence Gratuity to formar LG councilors	4	219,600,000	164,700,000
-	Contr. To Indigenes on Armed forces Training	4	6,750,000	12,150,000
-	IFAD Climate change Adoption Counterpart fund	4	-	32,500,000
-	Payment for Preparation of LGA's Annual Acct	4	27,000,000	33,000,000
-	Procurement of Firewood, food items to IDP's	4	150,000,000	150,000,000
-	provision of essential Service	4	-	796,350,000
-	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	-	-
-	Bank Charges	4	190,090,155	-
-	Annual Leave Grant	4	300,846,585	567,432,591
-	Pledge to Nigeria Legion	4	1,999,999	
-	BOSADP	4	24,750,000	
-	Logistics	4	729,561,140	
-	Sub-Total		1,650,597,878	2,078,200,741
-	Personnel Emoluments;	5	15,448,904,032	15,055,365,396
-	Overhead Cost	6	9,727,603,291	8,396,574,159
-	Sub-Total		25,176,507,323	23,451,939,555
-	Total Payments		39,868,915,227	41,536,809,140
-	Cash Flow From Operations		13,518,520,898	14,037,445,156
-	CASH FLOW FROM INVESTMENT:			
-	Phurchase/Contruction of Assest	7	13,109,237,151	12,739,657,548
-	Total Cash Flow From Investment			
-	CASH FLOW FROM FINANCING:			
-	Increase/Decrease in Cash		409,283,747	1,297,787,608
-	Opening Cash Balance		1,124,140,355	499,363,984
-	Closing Cash Balance	8	1,533,424,102	1,797,151,591

STATEMENT NO. 2
STATEMENT OF ASSETS AND LIABILITIES
FOR THE YEAR ENDED 31ST DECEMBER 2019

ORIGINAL		NOTE	ACTUAL	ACTUAL
BUDGET 2019			2019	2018
N			N	N
	ASSESTS:			
	Treasuries & Banks	9	✓ 1,533,424,102	101,432,341
	Investments	10	✓ 197,161,643	197,161,643
	Advances	11	✓ 1,080,280,133	1,080,280,133
	Total Assests		2,810,865,877	1,378,876,116
	PUBLIC FUND & LIABILITIES:			
	Consolidated Revenue Fund	12	✓ 1,533,424,102	101,434,341
	Other Fund - Investment Fund		✓ 439,767,107	439,767,107
	Total Public Fund		1,973,191,209	541,201,447
	Deposits	13	✓ 1,571,975,706	1,571,975,706
	LGLB		✓ 205,715,149	205,715,149
	Total Liabilities		1,777,690,854	1,777,690,854
	Public Fund + Liabilities		2,810,865,877	1,378,876,116

BORNO STATE GOVERNMENT

STATEMENT NO. 3
CONSOLIDATED REVENUE FUND AND EXPENDITURE
FOR THE YEAR ENDED 31ST DECEMBER, 2019

ACTUAL PREVIOUS		NOTE	ACTUAL CURRENT	ORIGINAL BUDGET	VARIANCE
YEAR 2018			YEAR 2019	CURRENT YEAR 2019	2019
N			N	N	N
1,072,656,947	Opening Balance (a)		1,876,774,760	-	1,876,774,760
	Add: REVENUE (INCOME) (b)				
43,418,340,899	Statutory Allocation from Federal Govt.	1A	41,723,854,524	48,299,385,385	6,575,530,861
-	Statutory Allocation from State Govt.		-	5,400,000,000	5,400,000,000
9,451,384,573	VAT	1B	10,308,027,982	-	(10,308,027,982)
101,577,931	PPT	1B	-	-	-
107,155,488	Excess Bank Charges	1B	97,798,649	-	(97,798,649)
75,921,648	Excess Crude	1B	-	-	-
1,154,731,049	Forex Equalisation	1B	611,859,474	-	(611,859,474)
71,298,130	Additional Fund From NNPC	1B	80,995,698	-	(80,995,698)
264,765,861	Exchange Difference	1B	23,180,584	-	(23,180,584)
173,176,159	Exchange Gain	1B	67,173,986	-	(67,173,986)
-	Share of Solid Mineral	1B	50,091,264	-	(50,091,264)
-	Augmentation	1B	316,673,513	-	(316,673,513)
54,818,351,738	Sub-Total		11,555,801,150	53,699,385,385	42,143,584,235
	INTERNAL GENERATED REVENUE (c)				
15,651,072	Licence General	2	956,600	533,616,000	532,659,400
8,915,950	Fees General	2	847,700	448,360,650	447,512,950
785,000	Sales General	2	4,470,000	221,190,000	216,720,000
42,159,314	Earning General	2	40,267,249	833,034,300	792,767,051
600,000	Rent on L/Govt Building	2	490,069	63,530,000	63,039,931
9,896,500	Rent on Land & Others	2	878,300	107,477,000	106,598,700
-	Investment Income	2	90,000	155,790,000	155,700,000
-	Domestic Grants	2	128,928	2,791,180,000	2,791,051,072
78,007,836	Sub-Total		48,128,846	5,154,177,950	5,106,049,104
56,684,654,366	Total Funds Available (a+b+c)		55,264,240,886	58,853,563,335	3,589,322,449

CONSOLIDATED REVENUE FUND AND EXPENDITURE

ACTUAL PREVIOUS		NOTE	ACTUAL CURRENT	ORIGINAL BUDGET	VARIANCE
YEAR 2018			YEAR 2019	CURRENT YEAR 2019	2019
N			N	N	N
	OTHER MISCELLANEOUS FUNDING				
164,700,000	Serevarence Gratuity to formar LG councilors	4	219,600,000	-	(219,600,000)
12,150,000	Contr. To Indigenes on Armed forces Training	4	6,750,000	-	(6,750,000)
32,500,000	IFAD Climate change Adoption Counterpart fund	4	-	-	-
33,000,000	Payment for Preparation of LGA's Annual Acct	4	27,000,000	-	(27,000,000)
789,400,000	Procurement of Firewood, food items to IDP's	4	150,000,000	-	(150,000,000)
796,350,000	provision of essential Service	4	-	-	-
59,568,150	Purchase of equipt. For SPHCA Biometric Data	4	-	-	-
12,500,000	workshop on Fiscal & Admin due process	4	-	-	-
250,000,000	Gratuity to Local Edu. Authority Retirees	4	-	-	-
250,000,000	Gratuity to Local Government Retirees	4	-	-	-
21,000,000	Bank Charges	4	19,090,155	-	(19,090,155)
567,432,591	Annual Leave Grant	4	300,846,585	-	(300,846,585)
2,988,600,741	Sub-Total		723,286,740	-	(723,286,740)
14,711,981,336	Personnel Cost	5	15,448,904,032	24,770,686,928	9,321,782,896
9,054,483,405	Overhead Cost	6	9,727,603,291	19,320,128,384	9,592,525,093
23,766,464,741	Sub-Total		25,176,507,323	44,090,815,312	18,914,307,989
42,068,222,076	Total Expenditure		42,498,324,392	44,090,815,313	1,592,490,920
14,616,432,290	Operating Fund Before Transfer		14,642,661,253	20,917,479,371	6,274,818,117
	APPROPRIATION/TRANSFERS				
14,514,997,950	Transfer to Capital Development Fund	7	13,109,237,151	18,638,359,328	5,529,122,177
14,514,997,950	Total Appropriation		13,109,237,151	18,638,359,328	5,529,122,177
101,434,340	Closing Cash Balance	8	1,533,424,102	2,279,120,042	745,695,940

BORNO STATE GOVERNMENT

**STATEMENT NO. 4
CAPITAL DEVELOPMENT FUND
FOR THE YEAR ENDED 31ST DECEMBER, 2019**

ACTUAL PREVIOUS YEAR 2018		NOTE	ACTUAL CURRENT YEAR 2019	ORIGINAL BUDGET CURRENT YEAR 2019	VARIANCE 2019
N			N	N	N
	Add: Capital Receipts				
-	Value Added Tax		-	9,975,813,784	9,975,813,784
14,514,997,950	Transfer From CRF		13,109,237,151	18,638,359,328	5,529,122,177
14,514,997,950	Total Capital Receipts		13,109,237,151	28,614,173,112	15,504,935,961
14,514,997,950	Total Capital Expenditure		13,109,237,151	28,614,173,112	15,504,935,961
	Joint Account Deduction				
2,778,981,332	2% Stabilization	14	✓ 3,114,105,085	-	(3,114,105,085)
8,079,759,545	20% LG Joint Development Programme		✓ 9,154,670,914	-	(9,154,670,914)
-	Rehabilitation of Federal Highway		-	-	-
10,858,740,877	Sub-Total		12,268,775,999	-	(12,268,775,999)
	Administrative				
1,769,821,012	Admin & General Services	15	✓ 335,263,712	4,304,924,318	3,969,660,606
1,769,821,012	Sub-Total		335,263,712	4,304,924,318	3,969,660,606
	Economic				
235,192,293	Finance & Supply	15	✓ 142,924,588	2,257,919,244	2,114,994,656
270,512,616	Agric & Natural Resources	15	✓ 107,630,297	2,700,825,000	2,593,194,703
-	Budget, Planning, Research & Statistics	15	-	92,750,000	92,750,000
798,599,191	Works, Transport & Housing	15	✓ 150,331,136	107,500,000	107,500,000
1,304,304,100	Sub-Total		400,886,021	5,158,994,244	4,908,439,359
	Social				
414,532,995	Primary Health Care	15	✓ 90,571,097	2,858,217,689	2,567,646,592
167,598,966	Education	15	✓ 13,740,322	943,655,844	929,915,522
582,131,961	Sub-Total		104,311,419	3,601,873,533	3,497,562,114
14,514,997,950	Total Capital Expenditure		13,109,237,151	18,638,359,328	5,529,122,177