



**GOVERNMENT OF ABIA STATE
OF NIGERIA**

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

ON THE

**ACCOUNTS OF IKWUANO LOCAL
GOVERNMENT, ISIALA OBORO**

**FOR THE YEAR ENDED
DECEMBER 31, 2023**

**OFFICE OF THE AUDITOR-GENERAL
FOR LOCAL GOVERNMENTS**

ABIA STATE

IKWUANO LOCAL GOVERNMENT

ISIALA OBORO

IKWUANO LOCAL GOVERNMENT AUDIT STATUTORY REPORTS

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GOVERNMENT OF ABIA STATE OF NIGERIA

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OFFICE OF THE AUDITOR-GENERAL
FOR LOCAL GOVERNMENTS
LOCAL GOVT. AUDIT HEADQUARTERS
PRIVATE MAIL BAG 7030
UMUAHIA, ABIA STATE

LOGAUD/AR/01/IKW/10

June 26, 2024

AUDIT CERTIFICATE

The general purpose Financial Statements of **Ikwuano Local Government** for year ended December 31, 2023 have been examined by me, in accordance with sections 125(2) of the constitution of Federal Republic of Nigeria 1999; 101(1) Of Abia State Local Government Law No 2 2006; and 30 (1) of Abia State Audit Law 2021.

The audit was conducted in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual Basis.

All funds, including allocation by the State/Local Government Joint Accounts Allocation Committee (SLGJAAC) as at December 31, 2023 was recognized in the financial statements. I confirm that the information in the State Local Government Joint Accounts Allocation Committee (SLGJAAC) records are in accordance with the FAAC receipts in the financial statements of Ikwuano Local Government for the year 2023. Thus I attest the completeness of State/Local Government Joint Accounts Allocation Committee (SLGJAAC) funds as contained in the financial statements based on the available records.

I obtained all relevant information and explanations required for the purpose of the audit; and certify that in my opinion, the **General Purpose Financial Statements** give a **true and fair** view of the state of affairs and financial position of the **Local Government** as at December 31, 2023 in accordance with International Public Sector Accounting Standards Accrual basis, subject to observations in this report.

A handwritten signature in green ink, appearing to read 'Amajuoyi Chidiebere'.

SIR AMAJUOYI BARTHOLOMEW CHIDIEBERE ACMA,CNA

Ag. Auditor General for Local Governments,
Abia State.



**GOVERNMENT OF ABIA STATE
NIGERIA**

**IKWUANO LOCAL GOVERNMENT
ISIALA OBORO**

RESPONSIBILITY FOR THE FINANCIAL STATEMENTS


The General Purpose financial statements have been prepared by the Treasurer of **Ikwuano Local Government** in accordance with the provisions of the Finance (control and management) Act 1958 as amended. The financial Statements comply with International Public Sector Accounting Standards Accrual Basis for Public Sector Entities (PSE) in Nigeria.

2. To the best of our knowledge, the system of internal control operated adequately throughout the reporting period and the financial statements represents true and fair view of financial position of the Local Government.

3. We accept responsibility for the integrity of these financial statements, the information they contain and their compliance with the Finance (Control and Management) Act 1958 as amended; International Public Sector Accounting Standards (IPSASs); and other extant financial regulations.

4. In our opinion, these financial statements fairly reflect the financial position of Ikwuano Local Government as at December 31, 2023.

Treasurer

Sign: 

Name: ONYEKACHI OGBONWAY

Date: 26-6-2024

Chairman

Sign: 

Name: OSINACHI NWATA

Date: 26-6-2024

REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF IKWUANOLOCAL GOVERNMENT, ISIALA OBORO, FOR THE YEAR ENDED DECEMBER 31, 2023.

INTRODUCTION

The general purpose Financial Statements of **Ikwuano Local Government** for year ended December 31, 2023 have been examined by me, in accordance with sections 125(2) of the constitution of Federal Republic of Nigeria 1999; 101(1) Of Abia State Local Government Law No 2 2006; and 30 (1) of Abia State Audit Law 2021. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the assets have also been substantiated. The audited financial statements and inspection reports were issued to Abia State House of Assembly, the Executive Governor and all concern authorities in accordance with relevant statutory provisions of the law.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of the Treasurer of Ikwuano Local Government to prepare and present the Financial Statements to the Auditor-General in accordance with the appropriate section of the constitution of Federal Republic of Nigeria 1999 and Finance (Control and Management) Act 1958, as amended within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Treasurer of Ikwuano Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Report of the Auditor-General with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. BASIS OF OPINION

The Audit was conducted in accordance with International Standards on Auditing (ISA), Generally Accepted Public Sector and INTOSAI Auditing Standards. These standards require compliance with ethical requirements, to plan and perform the audit to obtain reasonable assurance that the financial statements

are free from material misstatements whether due to fraud or error. Also, evaluation of the overall adequacy of the presentation of information in the financial statements. In the course of the Audit, I obtained all the information and explanations that to the best of my knowledge and belief were necessary for the purpose of the audit and I believe that the audit evidence obtained is sufficient and appropriate to provide basis for independent opinion.

6. OPINION

In my opinion, the Financial Statements which included Statement of Financial performance, Statement of Financial position, Statement of change in Net Assets/Equity, Statement of Cash Flow and Statement of Comparison of Budget as at 31st December, 2023 with supporting notes, give a true and fair view of the State of Affairs and Financial Position of the Local Government for the fiscal year ended on 31stDecember, 2023 in line with IPSAS, subject to the observations and comments in the Audit Inspection Report.

7. BUDGET OVERVIEW AND PERFORMANCE

The Statement of Comparison of Budget Estimates and Actual Performance for the year ended December 31, 2023 which was prepared and presented in compliance with IPSAS Accrual showed the following:

- i. The estimate made for Revenue in the 2023 budget recorded a good performance. An estimate was made for ₦3,840,397,520.00 while actual Revenue recorded stood at ₦3,009,871,324.78. This is about 78.37% performance. Equally, the IGR of ₦3,568,461.75 represents only 0.12% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.
- ii. The sum of ₦3,840,397,520.00 only was budgeted for expenditure. But only ₦2,893,449,335.48 was actually incurred, resulting to a saving of ₦946,948,184.52 for the period.

8. REVENUE ACCOUNT

A total sum of ₦3,009,871,324.78 was earned as total Revenue as at December 31, 2023 out of which only 0.12% (₦3,568,461.75) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation. On the basis of comparison, the IGR for the current year recorded a surplus of 1.75% over that of previous year. **Details of this report is contained in the statement of Budget Comparison for the year 2023.**

9. AUTHORITY FOR EXPENDITURE

All expenditure reported in the statement of actual expenditure for the year under reference were authorized as provided by section 78(1) of the Local Government Law 2006 with the exceptions as contained in audit inspection report.



SIR AMAJUOYI BARTHOLOMEW CHIDIEBERE ACMA, CNA

Ag. Auditor General for Local Governments,
Abia State.

Dated this 26th Day of June 2024

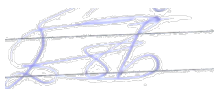
**IKWUANO LOCAL GOVERNMENT
ISIALA-OBORO**

STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2023

Previous Year Actual (2022)		Notes	Actual 2023	Final Budget 2023	Supplementary Budget 2023	Initial/Original Budget 2023	Variance on Final Budget
₦			₦	₦	₦	₦	₦
			A	B(C+D)	C	D	E (B-A)
	REVENUE						
1,445,955,686.78	Government Share of FAAC (Statutory Revenue)	1	1,691,724,156.94	2,823,497,520.00	--	2,823,497,520.00	1,131,773,363.06
781,739,231.61	Government Share of VAT	2	992,088,375.68	1,000,000,000.00	--	1,000,000,000.00	7,911,624.32
1,069,500.00	Tax Revenue	3	1,069,500.00	9,808,000.00	--	9,808,000.00	8,738,500.00
6,489,225.57	Non-Tax Revenue	4	2,498,961.75	7,092,000.00	--	7,092,000.00	4,593,038.25
	Investment Income	5	322,490,330.41	--	--	--	(322,490,330.41)
	Interest Earned	6					
207,631,413.00	Aid & Grants (SUR-P)	7		--	--	-	
--	Debt Forgiveness	8	--	--	--	--	
161,764,705.88	Other Capital Revenue	9	--	--	--	--	--
	Transfer from other Government Entities	10		--	--	--	
2,604,649,762.84	Total Revenue (a)		3,009,871,324.78	3,840,397,520.00	--	3,840,397,520.00	830,526,195.22
	EXPENDITURE						
406,400,236.54	Salaries & Wages	11	410,430,238.50	643,689,050.00		643,689,050.00	233,258,811.50
	Social Benefits	12					
161,579,574.46	Overhead Cost	13	120,579,560.50	295,600,000.00		295,600,000.00	175,020,439.50
--	Inventory	14		--	--	--	--
	Gratuity	15					
12,910,525.60	Depreciation Charges	16	12,465,517.98	--	--	--	(12,465,517.98)
	Impairment Charges	17					
	Amortization Charges	18					
	Bad Debts Charges	19					
	Public Debt Charges	20				-	
1,634,797,177.89	Transfer to other Government Entities	21	2,349,974,018.50	2,901,108,470.00		2,901,108,470.00	551,134,451.50
2,215,687,514.49	Total Expenditure (b)		2,893,449,335.48	3,840,397,520.00		3,840,397,520.00	946,948,184.52
	Surplus/(Deficit) from Operating Activities for the Period c=(a-b)		116,421,989.30				--
	Gain/ Loss on Disposal of Asset						
	Gain/Loss on Foreign Exchange Transaction						

	Share of Surplus/(Deficit) in Associates & Joint Ventures						
388,962,248.35	Total Non-Operating Revenue/(Expenses) (d)		116,421,989.30				
388,962,248.35	Surplus/(Deficit) from Ordinary Activities e=(c+d)		116,421,989.30				
	Minority Interest Share of Surplus/ (Deficit) (f)						
388,962,248.35	Net Surplus/ (Deficit) for the Period g=(e-f)		116,421,989.30				


Treasurer

Sign: -----

Name: ONYEKACHI OGBONWAY-----

Date: 26-6-2024-----

Chairman

Sign: -----

Name: OSINACHI NWATA-----

Date: 26-6-2024-----

**IKWUANO LOCAL GOVERNMENT
ISIALA OBORO**

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2023


	Notes	2023		2022	
		₦	₦	₦	₦
<u>ASSETS</u>					
Current Assets					
Cash and Cash Equivalents	22	57,258,328.37		(4,454,008.34)	
Receivables	23	40,284,000.00		44,752,500.00	
Inventory	24	226,537,908.30		126,537,908.30	
Total Current Assets	A		324,080,236.67		166,836,399.96
Non-Current Assets					
Property, Plant & Equipment	25	386,236,606.90		409,501,695.00	
Investment Property	26	28,024,799.89		33,284,924.36	
Intangible Assets	27	--			
Total Non-Current Assets	B		414,263,406.79		442,786,619.36
Total Assets	C = A + B		738,343,643.46		609,623,019.32
<u>LIABILITIES</u>					
Current Liabilities					
Deposit	28	--		1,071,780.59	
Unremitted deduction	29				
Payables	30	156,912,521.61		62,021,522.30	
Current Portion of Borrowings	31	--		81,808,583.88	
Total Current Liabilities	D		156,912,521.61		144,901,886.77
Total Liabilities: F = D + E			156,912,521.61		144,901,886.77
Net Assets: G = C – F			581,431,121.85		464,721,132.55
<u>NET ASSETS/EQUITY</u>					
Surplus for the period	32				
Accumulated Surpluses/(Deficits)	33	581,431,121.85		464,721,132.55	
Minority Interest	34				
Total Net Assets/Equity: H=G			581,431,121.85		464,721,132.55

**IKWUANO LOCAL GOVERNMENT
ISIALA OBORO**

STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2023

	Note	Capital Grant	Revaluation Reserve	Accumulated Surpluses/ (Deficits)	Total
		₦	₦	₦	₦
Balance as at 1st January 2023				464,721,132.55	464,721,132.55
Additional Capital Received				--	--
				--	--
Surplus on Revaluation of PPE				--	--
Surplus/Deficit on Revaluation of Investments Property				--	--
				--	--
Net surplus for the period				116,421,989.30	116,421,989.30
Balance at 31 December 2023				581,143,121.85	581,143,121.85

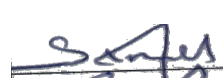
Treasurer

Sign: -----

Name: ONYEKACHI OGBONWAY-----

Date: 26-6-2024-----

Chairman

Sign: -----

Name: OSINACHI NWATA-----

Date: 26-6-2024-----


**IKWUANO LOCAL GOVERNMENT
ISIALA OBORO**

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2023

Description	Notes	2023		2022	
		₦	₦	₦	₦
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>					
<u>Inflows</u>					
Government Share of FAAC (Statutory Revenue)	1	1,691,724,156.94		1,445,955,686.78	
Government Share of VAT	2	992,088,375.68		781,739,231.61	
Tax Revenue	3	1,069,500.00		1,069,500.00	
Non-Tax Revenue	4	2,498,961.75		6,489,225.57	
Investment Income	5				
Interest on Earned	6			--	
Aid & grant (Sur-p)	7	322,490,330.41		207,631,413.00	
Debt Forgiveness	8				
Other Revenue	9	--		161,764,705.88	
Transfer from other Government Entities	10				
Total Inflow from Operating Activities (A)			3,009,871,324.78		2,604,649,762.84
<u>Outflows</u>					
Salaries & Wages	11	410,430,238.50		406,400,236.54	
Social Benefits	12				
Overhead cost	13	120,579,560.50		161,579,574.46	
Grants & Contributions	14				
Gratuity	15				
Finance Cost	16				
Interest Payment	17				
Dep charge	18				
Bad debt	19				
Public debt charge	20				
Transfer to Government Entities	21	2,349,974,018.50		1,634,797,177.89	
Total Inflow from Operating Activities (B)			2,880,983,817.50		2,202,776,988.89
Net Cash Inflow/(Outflow) From Operating Activities* C=(A-B)			128,887,507.28		401,872,773.95
CASH FLOW FROM INVESTING ACTIVITIES					
Acquisition of Asset – PPE		(10,000,000.00)		(26,000,000.00)	
Acquisition /Construction of Investment Property					
Acquisition of Investments					
Proceeds from Sale of PPE					
Proceeds from sale of Investment Property					
Proceeds from sale of Investment					
Dividend Received					
Net Cash Flow from Investing Activities			(10,000,000.00)		(26,000,000.00)

CASH FLOWS FROM FINANCING ACTIVITIES					
Proceeds from Borrowings/Receivable	22				
Repayment of Borrowings	23	(57,175,170.57)		(435,553,955.94)	
Payable -Deposit	24				
Net Cash Flow from Financing Activities			(57,175,170.57)		(435,553,955.94)
Net Cash Flow from all Activities			61,712,336.71		(59,681,181.99)
Cash & Its Equivalent as at 1/1/ 2023			(4,454,008.34)		55,227,173.65
Cash & Its Equivalent as at 31/12/ 2023			57,258,328.37		(4,454,008.34)

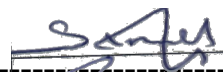
Treasurer

Sign: -----

Name: ONYEKACHI OGBONWAY-----

Date: 26-6-2024-----

Chairman

Sign: -----

Name: OSINACHI NWATA-----

Date: 26-6-2024-----

**STATEMENT OF COMPARISON OF
BUDGET AND ACTUAL AMOUNTS FOR
THE YEAR ENDED DECEMBER 31, 2023**

**COMPARATIVE STATEMENT OF REVENUE
FOR THE YEAR ENDED DECEMBER 31, 2023**

Econ Code		Details of Revenue	Final Budget	Actual Revenue	Variance
			₱	₱	₱
1		REVENUE			
1.1		GOVERNMENT SHARE OF FAAC (STATUTORY REVENUE)			
1101		GOVERNMENT SHARE OF FAAC (STATUTORY REVENUE)			
01	1	Statutory Allocation	2,823,497,520.00	1,691,724,156.94	1,131,773,363.06
02	2	Value added Tax (VAT)	1,000,000,000.00	992,088,375.68	7,911,624.32
03	3	Excess Crude (sur-P)	--	322,490,330.41	(322,490,330.41)
		TOTAL GOVERNMENT SHARE OF FAAC (STATUTORY REVENUE)	3,823,497,520.00	3,006,302,863.03	817,194,656.97
		TOTAL GOVERNMENT SHARE OF FAAC (1101)	3,823,497,520.00	3,006,302,863.03	817,194,656.97
		TOTAL GOVERNMENT SHARE OF FAAC (11)	3,823,497,520.00	3,006,302,863.03	817,194,656.97
12		INDEPENDENT REVENUE			
1201		TAX REVENUE			
120101		PERSONAL TAXES			
	4	CAPITAL RATE (Current)			
	1	Capital Rate (Arrears)	568,000.00	559,500.00	8,500.00
	2	Property rate (Current)	1,000,000.00	510,000.00	490,000.00
	3	Property Rate (Arrears)	6,000,000.00	-	6,000,000.00
	4	Other service taxes/property rate	2,240,000.00	-	2,240,000.00
		Sub-Total TAX REVENUE (120101)	9,808,000.00	1,069,500.00	8,738,500.00
		TAX REVENUE (1201)			
1202	5	NON-TAX REVENUE			
120201		LICENCES			
	1	Hawkers Permit	200,000.00	218,000.00	(18,000.00)
	2	Economic	300,000.00	-	300,000.00
	3	Borehole Drilling	200,000.00	-	200,000.00
	4	Eating House	350,000.00	-	350,000.00
	31	Liquor licenses	372,000.00	-	372,000.00
	37	Trade permit licenses	450,000.00	-	450,000.00
		Sub-Total Licences (120204)	1,872,000.00	218,000.00	1,654,000.00
120204		FEES			
	1	<i>Issuance of LG of origin/operational certificate</i>	1,000,000.00	611,400.00	388,600.00
	2	<i>Change of ownership</i>	45,000.00		45,000.00

	3	<i>Development fee</i>	1,125,000.00	--	1,125,000.00
	4	<i>Parking fees/loading & offloading</i>	300,000.00	--	300,000.00
	5	<i>Contractor Reg. fee</i>	100,000.00	--	100,000.00
	6	<i>Marriage/Divorce</i>	35,000.00	--	35,000.00
	8	<i>Hotel Env. Inspection fee</i>	80,000.00	-	80,000.00
	9	<i>Vehicle obstruction/nuisance</i>	265,000.00	279,878.71	(14,878.71)
	36	<i>Bill board advertisement fees</i>	1,300,000.00		1,300,000.00
	49	<i>Business/trade operating fees</i>	300,000.00		300,000.00
		Sub-Total Fees I (120204)	4,550,000.00	891,278.71	3,658,721.29
120207		EARNINGS			
	1	<i>Earnings from toll gates/Mkt Toll</i>	300,000.00	1,073,300.00	(773,300.00)
	2	<i>Earnings from temporary structure</i>	170,000.00	316,383.04	(146,383.04)
		<i>Investment income</i>	200,000.00	-	200,000.00
		Sub-Total Earnings (120207)	670,000.00	1,389,683.04	(719,683.04)
		Non- Tax Revenue (1202)	7,092,000.00	2,498,961.75	4,593,038.25
		Total INDEPENDENT REVENUE (12)	16,900,000.00	3,568,461.75	13,331,538.25
1401		Transfer from consolidated revenue fund	-		
1402		Other Capital Receipts (sur-P)	--	--	--
1501		TRANSFERS			
	21	<i>Transfer From Govt. Establishments</i>			
		TOTAL REVENUE	3,840,397,520.00	3,009,871,324.78	830,526,195.22

**STATEMENT OF COMPARISON OF
BUDGET AND ACTUAL AMOUNTS FOR
THE YEAR ENDED DECEMBER 31, 2023**

**COMPARATIVE STATEMENT OF EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 2023**

Econ Code		Details of Expenditure	Final Budget	Actual Expenditure	Variance
			₱	₱	₱
2		EXPENDITURES			
2.1		PERSONNEL COST			
2101		SALARY			
210101		SALARIES AND WAGES			
	01	Salary	643,689,050.00	381,843,982.26	261,845,067.74
	02	Over Time Payments			
	03	Consolidated Revenue Fund Charge – Sal.		28,586,256.24	(28,586,256.24)
		Sub-Total Salaries and Wages (210101)	643,689,050.00	410,430,238.50	233,258,811.50
		Sub-Total Salary (2101)	643,689,050.00	410,430,238.50	233,258,811.50
		TOTAL PERSONNEL COST(21)	643,689,050.00	410,430,238.50	233,258,811.50
220201		TRAVEL & TRANSPORT			
	01	Local travel & transport: training	10,000,000.00	2,587,000.00	7,413,000.00
	02	Local travel & transport Others	15,000,000.00	3,198,463.00	11,801,537.00
	03	Non Accident Bonus	200,000.00	5,785,463.00	(5,585,463.00)
		Sub-Total Travel & Transport (220201)	25,200,000.00	11,570,926.00	13,629,074.00
220202		UTILITIES			
	01	Electricity Charges	1,500,000.00	1,500,000.00	--
	02	Telephone Charges	200,000.00	-	200,000.00
	05	Water Rate And Supply	500,000.00	-	500,000.00
		Sub-Total Utilities (220202)	2,200,000.00	1,500,000.00	700,000.00
220203		Materials & Supplies			
	01	Office Stationeries /Computer consumables	9,000,000.00	401,900.00	8,598,100.00
	05	Printing & Non Security Documents	6,500,000.00	226,000.00	6,274,000.00
	06	Printing of Security Documents	7,000,000.00	-	7,000,000.00
		Sub-Total Materials & Supplies (220203)	22,500,000.00	627,900.00	21,872,100.00
220204		Maintenance Services			
	01	Maintenance of motor vehicle / transport equipment	5,000,000.00	250,000.00	4,750,000.00
	02	Maintenance of Office Furniture	3,000,000.00	-	3,000,000.00
	03	Maintenance of Building/Residential Quarters	5,000,000.00	-	5,000,000.00
	04	Maintenance of Office /IT Equipment	2,500,000.00	10,000.00	2,490,000.00
	05	Maintenance of Plant/Gen st	2,000,000.00	-	2,000,000.00
	06	Other Maintenance Services	2,000,000.00	-	2,000,000.00
	12	Maintenance of Market/Public Places	10,000,000.00	-	10,000,000.00
	13	Minor Road Maintenance	20,000,000.00	-	20,000,000.00
		Sub-Total Maintenance Services (220204)	49,500,000.00	260,000.00	49,240,000.00

220205		Training			
	01	Local Training	10,000,000.00	746,000.00	9,254,000.00
	02	Conference	500,000.00	2,421,000.00	(1,921,000.00)
		Sub-Total Training (220205)	10,500,000.00	3,167,000.00	7,333,000.00
220206		Other Service			
	01	Security Services	12,000,000.00	-	12,000,000.00
	03	Residential Rent	5,000,000.00	-	5,000,000.00
	04	Security Vote (Including Operations)	67,000,000.00	15,595,000.00	51,405,000.00
	05	Clearing & Fumigation	5,700,000.00	1,500,000.00	4,200,000.00
	06	National Security & Civil Defence Services Corps	4,000,000.00	-	4,000,000.00
		Sub-Total Other Services (220206)	93,700,000.00	17,095,000.00	76,605,000.00
220207		Consulting & Professional Services			
	02	Information Technology	8,000,000.00	-	8,000,000.00
	03	Finance (Audit Fees, etc)	10,600,000.00	-	10,600,000.00
		Sub-Total Consulting & Professional Services(220207)	18,600,000.00	-	18,600,000.00
220208		FUEL & LUBRICANTS			
	01	Motor Vehicle Fuel Cost	4,000,000.00	203,000.00	3,797,000.00
	02	Other Transport Equipment Fuel Cost	3,000,000.00	-	3,000,000.00
	03	Plant/Gen Set Fuel Cost	2,000,000.00	281,000.00	1,719,000.00
		Sub-Total Fuel & Lubricants General (220208)	9,000,000.00	484,000.00	8,516,000.00
220209		FINANCIAL CHARGES			
	01	Bank Charges (Other than Interest)	1,000,000.00	17,985,701.19	(16,985,701.19)
	04	Others Consolidated fund Bank Charges)	3,000,000.00	1,178,947.27	1,821,052.73
		Sub-Total Financial Charges (220209)	4,000,000.00	19,164,648.46	(15,164,648.46)
220210		Miscellaneous expenses			
	01	Refreshment & meals	10,500,000.00	9,607,000.00	893,000.00
	02	Honorarium & Sitting Allowance	5,000,000.00	900,000.00	4,100,000.00
	03	Publicity & Adverts	3,000,000.00	3,687,100.00	(687,100.00)
	04	Medical Expenses Local	1,000,000.00	200,000.00	800,000.00
	06	Postage & Courier Services	500,000.00	-	500,000.00
	07	Welfare Packages	5,400,000.00	20,151,000.00	(14,751,000.00)
	08	Legislative Council Maintenance	15,000,000.00	27,000,000.00	(12,000,000.00)
	09	Traditional Rulers	20,000,000.00	5,164,000.00	14,836,000.96
		Sub-Total Miscellaneous expenses(220210)	60,400,000.00	66,709,100.00	(6,309,100.00)
		Total OVERHEAD COST (2202)	295,600,000.00	120,579,560.50	175,020,439.50
2204		GRANTS & CONTRIBUTIONS			
226401		Grants & Contributions			
		Depreciation		12,465,517.78	(12,465,517.78)
2207		TRANSFERS			

220701		Transfer Payments to Govt. Establishments	2,901,108,470.00	2,349,974,018.50	551,134,451.50
		TOTAL OTHER RECURRENT EXP COSTS (22)	3,840,427,520.00	2,893,449,335.48	946,978,184.52
		CAPITAL EXPENDITURE			
		TOTAL EXPENDITURE	3,840,427,520.00	2,893,449,335.48	946,978,184.52

IKWUANOLOCAL GOVERNMENT
ISIALA OBORO
NOTES TO THE ACCOUNTS FOR THE
YEAR ENDED DECEMBER 31, 2023

DETAILS NOTE (1)

1a	2023			2022
Month	NET RECEIPT	DEDUCTION	TOTAL	
₦	₦	₦	₦	
January	142,880,665.01		109,382,535.73	
February	82,512,132.19		53,947,306.07	
March	78,529,868.77		72,624,802.54	
April	191,350,487.64		106,980,784.10	
May	76,038,244.44		95,550,617.87	
June	115,008,537.91		81,392,130.11	
July	64,477,597.02		128,676,683.41	
August	83,718,520.96		167,021,866.12	
Sept.	72,189,648.69		95,288,084.33	
October	83,875,983.48		102,366,801.41	
November	64,857,470.69		90,788,213.07	
December	76,870,644.86		141,996,848.46	
TOTAL	1,691,724,156.94		1,246,016,673.22	

Note 1b

MONTH	Statutory Revenue	Non oil Revenue	Exchange Gain	Ecology	Electronic Transfer	Solid Minerals	Forex Equalization	Distribution
	₦	₦	₦	₦	₦	₦	₦	₦
Jan	142,880,665.01	-	5,081,227.84	2,340,850.53	10,326,343.83	--	--	
Feb	82,512,132.19	23,152,384.63		--	-	--	--	
Mar	78,529,868.77	3,577,043.43	--	1,714,733.89	4,935,893.03	--	24,171,089.56	
April	191,350,487.64	6,238,229.10	--	1,624,793.98	--	--	--	
May	76,038,244.44	5,556,572.31	--	1,693,504.62	6,300,766.36	3,359,981.06	10,071,287.32	
June	115,008,537.91		134,784.27	1,966,180.98	6,188,473.33	--	--	
July	64,477,597.02	-	68,628,712.07	1,821,640.03	4,827,921.94	--	--	64,477,597.02
Aug	83,718,520.96	-	62,090,503.19	2,572,464.91	5,420,102.08	--	--	83,718,520.96
Sept.	72,189,648.69	41,001,049.11	53,049,170.86	2,428,086.11	6,377,146.90	--	--	72,189,648.69
Oct	83,875,983.48	--	37,641,135.83	2,647,982.61	4,761,166.59	--	--	83,875,983.48
Nov	64,857,470.69	13,891,430.78	41,014,532.15	1,922,477.52	6,666,150.59	--	--	64,857,470.69
Dec	76,870,644.86	-	77,270,184.91	1,894,733.11	5,053,623.91	--	--	76,870,644.86
TOTAL	1,691,724,156.94	93,416,709.36	344,910,251.12	22,627,448.30	60,857,588.56	3,359,981.06	34,242,376.88	1,132,309,801.66

Note 2

2a	Value Added Tax		
		2023	2022
This represents allocation made to the three tiers of Government from the Federation Account in line with the provisions of the VAT Act		--	--
Share of Value Added Tax (VAT)	19	992,088,375.68	
		--	--

2b	2023			2022
	Month	NET RECEIPT	DEDUCTION	TOTAL
	₱	₱	₱	₱
	January	77,780,690.68		64,856,558.79
	February	77,193,380.37		59,703,687.31
	March	74,941,940.14		55,431,067.71
	April	--		73,001,047.06
	May	67,130,620.99		58,627,930.60
	June	83,344,699.30		67,868,912.14
	July	90,803,604.04		64,779,260.72
	August	90,622,808.61		60,608,938.17
	Sept.	114,123,453.30		71,965,548.39
	October	96,780,967.55		64,225,273.31
	November	107,419,143.51		72,412,614.11
	December	111,947,067.24		68,258,393.30
	TOTAL	992,088,375.68		781,739,231.61

NOTE 3	PARTICULARS	AMOUNT	TOTAL
		₱	₱
(3)	Tax Revenue		
	Capitation Rate (Current)	1,069,500.00	
	Total Tax Revenue		1,069,500.00
(4)	Non - Tax Revenue		
	LICENCES		
	Hawker's permits	218,000.00	
	Trade permit licences		
	Sub-Total Licences		218,000.00
	FEES		
	<i>Issuance of LG of Origin fees</i>	611,400.00	
	<i>Change of Ownership</i>		
	<i>Development fees</i>		
	<i>Parking fees/Loading/Offloading fees</i>		
	<i>Contractor Reg. fees</i>		
	<i>Marriage/Divorce fees</i>		
	<i>Vehicle obstruction/nuisance fees</i>		
	<i>Billboard advertisement fees</i>	279,878.71	
	<i>Business/trade operating fees</i>		
	Sub-Total Fees		891,278.71
	EARNINGS		
(5)	<i>Earnings from toll gate/mkt toll</i>	1,073,300.00	
	<i>Earnings from temporary structures</i>	316,383.04	
	Sub-Total Earnings		1,389,683.04
11	SALARY		
	SALARIES AND WAGES		
	Salary (staff)	381,843,982.26	
	Salary (Political)	28,586,256.24	
	Sub-Total Salaries and Wages		410,430,238.50
	Sub-Total Allowances & Social Contributions		
13	OVERHEAD COSTS		
13.1	OVERHEAD COSTS BY FUNCTION		
	Travel & Transport	11,570,926.00	
	Utilities	1,500,000.00	
	Materials & Supplies	627,900.00	

	Maintenance Services	260,000.00	
	Training/other	3,167,000.00	
	Other Services	17,095,000.00	
	Fuel & Lubricants	484,000.00	
	Financial Charges	19,164,648.46	
	Miscellaneous Expenses	66,710,086.04	
	TOTAL		120,579,560.50

NOTE 21

12	TRANSFER TO OTHER GOVT. ENTITIES – DEDUCTIONS BY JOINT ACCOUNTS & ALLOCATION COMMITTEE (JAAC)		
	Transfer to other Local Govts	--	
	Education	939,242,646.79	
	Health	667,545,220.98	
	Ndi Eze Stipend	5,164,986.04	
	Ecology	--	
	Biometrics	--	
	Joint Project	738,021,164.69	
	Total		2,349,974,018.50

NOTE 22: CASH AND BANK BALANCES

S/N	DETAILS	A/C NO	AMOUNT ₦	TOTAL ₦
A	CASH- IN- HAND			
B	CASH AT BANKS:			
1.	FCMB	9063034027	1,503,491.25	
2.	FCMB	9063034017	5,757,109.24	
3.	FCMB	4366642020	249,665.57	
4.	FCMB	4366446015	36,346.78	
	FCMB	8834018014	31,378,076.98	
6.	Union Bank	0185722879	11,071.12	
7.	UBA	1022041471	34,273.41	
8.	First Bank	2036149159	9,009.92	
				38,979,044.27
	JAAC			18,279,284.10
	TOTAL			57,258,328.37

NOTE 23 OUTSTANDING ADVANCES AS AT DECEMBER 31, 2023

S/N	FOILO	NAME	AMOUNT ₦	TOTAL ₦
1.	1/2	Anoziem Nwanneoma	900,000.00	
2.	18/14	Nwachukwu Obiageri	20,000.00	
3.	19/20	Achi Idika	200,000.00	
4.	25/26	Ogechi Adibe	230,000.00	
5.	32/3	Kate Dike	30,000.00	
6.	82/83	Chigbo Arungwa	100,000.00	
7.	99	Chidiebere Nwaekeke H.	30,000.00	
8.	105/106	Joy Peter	5,000.00	
9.	117/119	Edna Isike	5,000.00	
10.	123/125	Lillian Atu	10,000.00	
11.	129/131	Robert Nnanna	10,000.00	
12.	135/136	Ngozi Uduma	17,500.00	
13.	141/142	Enwere Kelechi	37,500.00	
14.	165/166	Martins Omeruo	45,000.00	
15.	171/172	Achindu Ibelegbu	45,000.00	
16.	206	Ugochukwu Ajaka	50,000.00	
17.	208	Hart Nwakeke	20,000.00	
18.	210	Udochukwu Nkulo	360,000.00	
20.	216	Chief Charles Ugboaja	200,000.00	
21.	223	Mpamugo S.a	1,500,000.00	
22.	225	Comr Cokey .L. Nwachukwu	450,000.00	
23.	227	Adindu Chimezie	20,000.00	
24.	229	Dominic Onwuzuruigbo	150,000.00	
25.	231	Amaechi C. Maureen	100,000.00	
26.	241/242	Chris Azubuike	500,000.00	
27.	252	Achi Idika Kalu	100,000.00	
28.	282	Grace Nwachukwu	10,000.00	
29.	284	Onwutuebe Cletus	250,000.00	
30.	286	Enwerem Innocent K.	27,000.00	
31.	290	Ajaka Ugochukwu S.	32,000.00	
32.	292	Mrs Dike Kate	1,000,000.00	
34.	296	Adindu Chimezie	19,830,000.00	
35.	297	Hon. Nwankpa Emelike	2,000,000.00	
36.	298	Hon Jephther Ahia	2,000,000.00	
37.	299	Hon Chukwuemaka Nwaoha	2,000,000.00	
38.	300	Hon Nwachukwu Ekwuere	2,000,000.00	
39.	301	Hon. Johnsn Chukwuemeka	2,000,000.00	
40.	302	Hon. Chris Igbokwu	2,000,000.00	
41.	303	Hon. Ugboaja Charles J.	2,000,000.00	
		Total		40,284,000.00

NOTE 24 INVENTORIES AS AT DECEMBER 31, 2023

S/N	MATERIALS	UNIT PRICE (₦)	BAL (QTY)	FOLO	AMOUNT ₦
1.	General Receipt	600.00	166,687		100,012,000.00
2.	Treasury Receipt	600.00	42		25,200.00
3.	Capitation Rate	400.00	247		98,800.00
4.	Liquor Ordinance	500.00	167		83,500.00
5.	Birth Certificate	700.00	13		9,100.00
6.	Market Stallage	600.00	150		90,000.00
7.	Local Govt. of Origin	600.00	7		4,200.00
8.	Ledgers	1,500.00	4		6,000.00
9.	File Jacket	200.00	350		70,000.00
10.	Unserviceable	32,500.00	3,256		126,139,108.30
	Total				226,537,908.30

NOTE 26 INVESTMENT PROPERTY

	₦	₦
(Open shed) market	20,000,284.00	
Land and (lockupstall) shed market	8,024,799.89	
Total		28,024,799.89

NOTE 30 PAYABLE

	₦	₦
November 2021 salary (Arrears)	17,021,000.10	
December 2021 salary (Arrears)	35,000,452.20	
2023 unpaid salaries	104,891,069.31	
Total		156,912,521.61

NOTES ON DEPRECIATION OF ASSETS FOR THE YEAR ENDED DECEMBER 31, 2023

PROPERTY PLANT/ EQUIPMENT	LAND /BUILDING 2%	OFFICE EQUIPMENT 15%	FURNITURE/ FITTINGS 10%	PLANT/ MACHINERY 15%	INVESTMENT 5%	INFRASTRUC TURE 15%	TOTAL
Cost/ valuation	₱	₱	₱	₱	₱	₱	
Balance as at 1/1/2023	388,226,019.15	115,600.00	7,938,000.00	968,150.00	33,284,924.36	12,253,925.85	442,786,619.36
Acquisitions during the year	10,000,000.00	--	--	--	--	--	10,000,000.00
Total Assets	398,226,019.15	115,600.00	7,938,000.00	968,150.00	33,284,924.36	12,253,925.85	452,786,619.36
Disposal during the year	--	--	--	--	--	--	--
Bal 31/12/23	398,226,019.15	115,600.00	7,938,000.00	968,150.00	33,284,924.36	12,253,925.85	452,786,619.36
Accumulate Depreciation	15,477,041.19	44,400.00	1,862,000.00	371,850.00	3,595,878.25	4,706,525.15	26,057,694.59
Current Year Depr.	7,964,520.38	17,340.00	793,800.00	145,222.50	1,664,246.22	1,880,388.88	12,465,517.98
Depr. On disposal	--	--	--	--	--	--	--
Balance as at 31/12/2023	374,784,457.58	53,860.00	5,282,200.00	451,077.50	28,024,799.89	5,667,011.82	414,263,406.79

STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)

(1) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual accounting basis that recognizes transactions as events occurred whether expenses are paid or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standards Board for Public Sector Reporting.

(2) BASIS OF MEASUREMENT

These General Purpose Financial Statements have been prepared under the historical cost convention.

(3) REPORTING CURRENCY

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(4) COMPARATIVE INFORMATION

The Financial statements presented contained the last year actual figures for ease of comparison.

(5) BUDGET INFORMATION

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council

(6) GOING CONCERN

The General Purpose Financial Statements have been prepared on a going concern basis.

(7) REVENUE

Revenue from non-exchange transactions such as fees, taxes, and fines are recognized when the events occurred and the assets recognition criteria are met.

(8) EXPENSES.

All expenses are recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(9) STATEMENT OF CASH FLOW.

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

(10) CASH AND CASH EQUIVALENT

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(11) RECEIVABLES.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(12) INVENTORIES.

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

(13) PROPERTY, PLANT & EQUIPMENT (PPE)

- i. All PPE are stated at historical cost less accumulated depreciation.
- ii. Historical cost included expenditure that were directly attributable to the acquisition of the items.

(14) INVESTMENT PROPERTY

These are cost generating property owned by the Local Government and were treated the same with PPE.

(15) DEPRECIATION

Depreciation on PPE and investment property were charged on a straight line basis over their expected useful lives less estimated residual value using the appropriate rates.

(16) UNREMITTED DEDUCTIONS.

Unremitted deductions were monies owed to third parties such as tax authorities, schemes, and Associations and other Government Agencies. These included tax deductions and other deductions at source.

(17) PAYABLES.

Payables are recognized at fair value.

(18) BORROWINGS.

Borrowings are recognized initially at fair value, net of transaction cost incurred.

(19) TRANSFER TO OTHER GOVERNMENT ENTITIES

Transfer to other Government entities were not exchange items and were recognized as expenses in the Statement of Financial Performance.