

Government of Abia State of Nigeria



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



ON THE

**ACCOUNTS OF ISIALA NGWA
SOUTH LOCAL GOVERNMENT,
OMOBA**



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

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



ISIALA NGWA SOUTH LOCAL GOVERNMENT OMOBA

ISIALA NGWA SOUTH LOCAL GOVERNMENT AUDIT STATUTORY REPORTS

TABLE OF CONTENTS

S/N	DETAILS	PAGES
1.	TABLE OF CONTENTS	1
2.	AUDIT CERTIFICATE	2
3.	RESPONSIBILITY FOR FINANCIAL STATEMENTS	3
4.	REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVTS	4-6
5.	STATEMENT OF FINANCIAL PERFORMANCE	7-8
6.	STATEMENT OF FINANCIAL POSITION	9
7.	STATEMENT OF CHANGES IN NET ASSETS/EQUITIES	10
8.	STATEMENT OF CASH FLOW	11-12
9.	STATEMENT COMPARISON OF BUDGET AND ACTUAL REVENUE & EXPENDITURE	13-16
10.	NOTES TO THE ACCOUNTS	17-22
11.	STATEMENT OF ACCOUNTING POLICIES	23-24



LOGAUD/AR/01/ISS/10

June 26, 2024

AUDIT CERTIFICATE

The general purpose Financial Statements of **Isiala Ngwa South 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 Isiala Ngwa South 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**

**ISIALA NGWA SOUTH LOCAL GOVERNMENT
OMOBA**

RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The General Purpose financial statements have been prepared by the Treasurer of **Isiala Ngwa South 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 Isiala Ngwa South Local Government as at December 31, 2023

Treasurer

Chairman

Sign:.....
[Handwritten Signature]

Sign:-----
[Handwritten Signature]

Name: Celestine Nwabueze

Name: George ASU

Date: 26-6-2024

Date: 26-6-2024

REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF ISIALA NGWA SOUTH LOCAL GOVERNMENT, OMOBA, FOR THE YEAR ENDED DECEMBER 31, 2023.

INTRODUCTION

The general purpose Financial Statements of **Isiala Ngwa South 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 Isiala Ngwa South 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 Isiala Ngwa South 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 31st December, 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 was prepared and presented in compliance with IPSAS Accrual showed the following:

i. The estimate made for Revenue in the 2023 budget recorded excellent performance. An estimate was made for ₦2,428,323,350.00 while actual Revenue recorded stood at ₦2,682,825,628.43. This is about 110.50% performance. But, the IGR of ₦3,183,738.96 represents only .13% of the total Revenue for the period. This mean that the Local Government relied unduly on the Statutory allocation for survival.

ii. The sum of ₦4,972,990,640.00 only was budgeted for expenditure. But only ₦2,599,004,493.17 was actually incurred, resulting to a saving of ₦2,355,706,862.73 for the period.

8. REVENUE ACCOUNT

A total sum of ₦2,682,825,628.43 was earned as total Revenue as at December 31, 2023 out of which only .13% (₦3,183,738.96) 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 below of 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


**ISIALA NGWA SOUTH LOCAL GOVERNMENT
OMOBA**

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						
1,448,308,147.81	Government Share of FAAC (Statutory Revenue)	1	1,694,031,810.80	2,281,648,350.00	--	2,281,648,350.00	587,616,539.20
776,182,015.24	Government Share of VAT	2	985,610,078.67	130,000,000.00	--	130,000,000.00	(855,610,078.67)
2,704,387.29	Tax Revenue	3	687,397.34	4,500,000.00	--	4,500,000.00	3,812,602.66
120,5000.00	Non-Tax Revenue	4	1,762,701.46	10,575,000.00	--	10,575,000.00	8,812,298.54
9,861,037.06	Investment Income	5	733,640.16	1,600,000.00	--	1,600,000.00	866,359.84
--	Interest Earned	6					
207,631,413.00	Aid & Grants	7			--		
--	Debt Forgiveness	8			--		
161,764,705.88	Other Capital Revenue	9			--		
--	Transfer from other Government Entities	10			--		
2,606,572,206.28	Total Revenue (a)		2,682,825,628.43	2,428,323,350.00	--	2,428,323,350.00	(254,502,278.43)
	EXPENDITURE						
393,458,896.57	Salaries & Wages	11	388,747,554.58	1,457,894,010.00	--	1,457,894,010.00	1,069,146,455.42
	Social Benefits	12					
157,075,586.37	Overhead Cost	13	48,248,425.00	247,584,640.00	--	247,584,640.00	199,336,215.00
--	Inventory	14			--		
	Gratuity	15					
12,126,206.37	Depreciation Charges	16	12,558,708.54	-	--	-	(12,558,708.54)
	Impairment Charges	17					
	Amortization Charges	18					
	Bad Debts Charges	19					
--	Public Debt Charges	20					
1,525,660,570.47	Transfer to other Government Entities	21	2,149,449,805.05	724,344,700.00	--	724,344,700.00	1,425,105,105.05
2,088,321,259.78	Total Expenditure (b)		2,599,004,493.17	2,429,023,350.00	--	2,429,823,350.00	(169,181,143.17)
518,250,946.50	Surplus/(Deficit) from Operating Activities for the Period c=(a-b)		83,821,135.26				

	Gain/ Loss on Disposal of Asset						
	Gain/Loss on Foreign Exchange Transaction						
	Share of Surplus/(Deficit) in Associates & Joint Ventures						
	Total Non-Operating Revenue/(Expenses) (d)						
518,250,946.50	Surplus/(Deficit) from Ordinary Activities e=(c+d)		83,821,135.26				
	Minority Interest Share of Surplus/ (Deficit) (f)						
518,250,946.50	Net Surplus/ (Deficit) for the Period g=(e-f)		83,821,135.26				

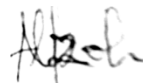
Treasurer

Sign: 

Name: Celestine Nnabugwu

Date: 26-6-2024

Chairman

Sign: 

Name: George AS24

Date: 26-6-2024

**ISIALA NGWA SOUTH LOCAL GOVERNMENT
OMOBA**

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2023

	Notes	2023		2022	
		₦	₦	₦	₦
<u>ASSETS</u>					
Current Assets					
Cash and Cash Equivalents	22	37,789,201.04		6,506,935.63	
Receivables	23	20,000,000.00		68,040,000.00	
Inventory	24	46,089,925.79		326,098.50	
Total Current Assets	A		103,879,126.83		74,873,034.13
Non-Current Assets					
Property, Plant & Equipment	25	535,031,303.69		547,460,012.23	
Investment Property	26	2,216,500.00		2,346,500.00	
Intangible Assets	27				
Total Non-Current Assets	B		537,247,803.69		549,806,512.23
Total Assets	C = A + B		641,126,930.52		624,679,546.36
<u>LIABILITIES</u>					
Current Liabilities					
Deposit	28				
Unremitted deduction	29				
Payables	30	121,284,559.27		106,849,726.49	
Current Portion of Borrowings	31			81,808,583.88	
Total Current Liabilities	D		121,284,559.27		188,658,310.37
Total Liabilities: F = D + E			121,284,559.27		188,658,310.37
Net Assets: G = C – F			519,842,371.25		436,021,235.99
<u>NET ASSETS/EQUITY</u>					
Surplus for the period	32				
Accumulated Surpluses/(Deficits)	33	519,842,371.25		436,021,235.99	
Minority Interest	34				
Total Net Assets/Equity: H=G			519,842,371.25		436,021,235.99

**ISIALA NGWA SOUTH LOCAL GOVERNMENT
OMOBA**

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				436,021,235.99	436,021,235.99
Additional Capital Received				--	--
				--	--
Surplus on Revaluation of PPE				--	--
Surplus/Deficit on Revaluation of Investments Property				--	--
				--	--
Net surplus for the period				83,821,135.26	65,541,851.16
Balance at 31 December 2023				519,842,371.25	501,563,087.15

Treasurer

Sign:.....

Name: Celestine Nwabugwu

Date: 26-6-2024

Chairman

Sign:-----

Name: George Adu

Date: 26-6-2024

**ISIALA NGWA SOUTH LOCAL GOVERNMENT
OMOBA**

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	1,694,031,810.80		1,448,308,147.81	
Government Share of VAT	2	985,610,078.67		776,182,015.24	
Tax Revenue	3	687,397.34		2,704,387.29	
Non-Tax Revenue	4	1,762,701.46		120,500.00	
Investment Income	5	733,640.16		9,861,037.06	
Interest on Earned	6	--		--	
Aid & grant (Sur-p)	7	--		207,631,413.00	
Debt Forgiveness	8	--		--	
Other Revenue (Bank Loan)	9	--		161,764,705.88	
Transfer from other Government Entities	10	--		--	
Total Inflow from Operating Activities (A)			2,682,825,628.43		2,606,572,206.28
<u>Outflows</u>					
Salaries & Wages	11	388,747,554.58		393,458,896.57	
Social Benefits	12				
Overhead cost	13	48,248,425.00		157,075,586.37	
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	2,149,449,805.05		1,525,660,570.47	
Total Inflow from Operating Activities (B)			2,586,445,784.63		2,076,195,053.41
Net Cash Inflow/(Outflow) From Operating Activities* C=(A-B)			96,379,843.80		530,377,152.87
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>					
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	(55,097,578.39)			(465,457,374.75)
Payable	24				
Net Cash Flow from Financing Activities		--			(465,457,374.75)
Net Cash Flow from all Activities		31,282,265.41			38,919,778.12
Cash & Its Equivalent as at 1/1/ 2023		6,506,935.63			(32,412,842.49)
Cash & Its Equivalent as at 31/12/ 2023	22	37,789,201.04			6,506,935.63

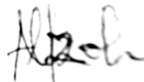
Treasurer

Sign: 

Name: Celestine Nwabugwu

Date: 26-6-2024

Chairman

Sign: 

Name: George Adu

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	2,281,648,350.00	1,694,031,810.80	587,616,539.20
02	2	Value added Tax (VAT)	130,000,000.00	985,610,078.67	(855,610,078.67)
03	3	Excess Crude (Sure-P)			
		TOTAL GOVERNMENT SHARE OF FAAC (STATUTORY REVENUE)	2,411,648,350.00	2,679,641,889.47	(267,993,539.47)
		TOTAL GOVERNMENT SHARE OF FAAC (1101)			
		TOTAL GOVERNMENT SHARE OF FAAC (11)	2,411,648,350.00	2,679,641,889.47	(267,993,539.47)
12		INDEPENDENT REVENUE			
1201		TAX REVENUE			
120101		PERSONAL TAXES			
	4	CAPITAL RATE (Current)	1,500,000.00	687,397.34	812,606.66
	1	Capital Rate (Arrears)	750,000.00		750,000.00
	2	Property rate (Current)	1,500,000.00		1,500,000.00
	3	Property Rate (Arrears)	750,000.00		750,000.00
		Sub-Total TAX REVENUE (120101)	4,500,000.00	687,397.34	3,812,602.66
		TAX REVENUE (1201)			
1202	5	NON-TAX REVENUE			
120201		LICENCES			
	1	Hawkers Permit			
	2	Economic	1,675,000.00	1,632,701.46	42,298.54
	3	Borehole Drilling	28,775,000.00	-	28,775,000.00
	4	Eating House			
		Sub-Total Licences (120204)	1,675,000.00	1,632,701.46	42,298.54
120204		FEES			
	1	<i>Issuance of LG of origin/operational certificate</i>	300,000.00	117,000.00	183,000.00
	2	<i>Change of ownership</i>	150,000.00		150,000.00

	3	<i>Development fee</i>	50,000.00		50,000.00
	4	<i>Parking fees/loading & offloading</i>	500,000.00	726,640.16	(226,640.16)
	5	<i>Contractor Reg. fee</i>	1,000,000.00	20,000.00	980,000.00
	6	<i>Marriage/Divorce</i>	50,000.00		50,000.00
	7	<i>Temporary structure</i>	400,000.00		400,000.00
	8	<i>Hotel Env. Inspection fee</i>			
	9	<i>Vehicle obstruction/nuisance</i>	100,000.00		100,000.00
	10	<i>Signature forms</i>			
		Sub-Total Fees I (120204)	2,550,000.00	863,640.16	1,686,359.84
120207		INVESTMENT INCOME			
	1	<i>Earnings from toll gates/Mkt Toll</i>	3,000,000.00		3,000,000.00
	2	<i>Earnings from temporary structure</i>	375,000.00		375,000.00
		<i>Investment income</i>			
		Sub-Total Earnings (120207)	3,375,000.00		3,375,000.00
		Non- Tax Revenue (1202)			
		Total INDEPENDENT REVENUE (12)	16,675,000.00	3,183,738.96	13,191,261.04
1401		Transfer from consolidated revenue fund	1,500,000.00	6,506,935.63	(5,006,935.63)
1402		Other Capital Receipts			
1501		TRANSFERS			
	21	Transfer From Govt. Establishments			
		TOTAL REVENUE	2,429,823,350.00	2,689,332,564.06	(259,509,214.06)

**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	1,457,894,010.00	388,747,554.58	1,069,146,445.42
	02	Over Time Payments			
	03	Consolidated Revenue Fund Charge – Sal.			
		Sub-Total Salaries and Wages (210101)	1,457,894,010.00	388,747,554.58	1,069,146,445.42
		Sub-Total Salary (2101)	1,457,894,010.00	388,747,554.58	1,069,146,445.42
		TOTAL PERSONNEL COST(21)	1,457,894,010.00	388,747,554.58	1,069,146,445.42
220201		TRAVEL & TRANSPORT			
	01	Local travel & transport: training	5,050,000.00	4,044,100.00	1,005,900.00
	02	Local travel & transport Others	5,000,000.00	4,879,900.00	120,100.00
	03	Non Accident Bonus			
		Sub-Total Travel & Transport (220201)	10,050,000.00	8,924,000.00	1,126,000.00
220202		UTILITIES			
	01	Electricity Charges	200,000.00	--	200,000.00
		Sub-Total Utilities (220202)	200,000.00	--	200,000.00
220203		Materials & Supplies			
	01	Office Stationeries /Computer consumables	3,300,000.00	1,521,500.00	1,778,500.00
	02	Computer/consumable			
		Printing & Non Security Documents	3,000,000.00	2,895,800.00	104,200.00
		Sub-Total Materials & Supplies (220203)	6,300,000.00	4,417,300.00	1,882,700.00
220204		Maintenance Services			
	01	Maintenance of motor vehicle / transport equipment	3,000,000.00	1,190,675.00	1,809,325.00
	02	Maintenance of Office Furniture	1,500,000.00	1,001,850.00	499,150.00
		Maintenance of Plant/Gen st	2,000,000.00	--	2,000,000.00
	03	Minor Road Maintenance	1,220,000.00	--	1,220,000.00
		Sub-Total Maintenance Services (220204)	7,720,000.00	2,192,525.00	5,528,475.00
220205		Training			
	01	Local Training	2,500,000.00	873,000.00	1,627,000.00
	02	Conference			
		Sub-Total Training (220205)	2,500,000.00	873,000.00	1,627,000.00

220206		Other Service			
		Security Services	2,000,000.00	1,600,000.00	400,000.00
		Security Vote (Including Operations)	20,000,000.00	15,400,000.00	4,600,000.00
		Clearing & Fumigation	5,844,640.00	5,253,000.00	591,640.00
		Sub-Total Other Services (220206)	27,844,640.00	22,253,000.00	5,591,640.00
220207		Consulting & Professional Services			
		Information Technology	1,300,000.00	--	1,300,000.00
		Sub-Total Consulting & Professional Services(220207)	1,300,000.00	--	1,300,000.00
220208		FUEL & LUBRICANTS			
	01	Motor Vehicle Fuel Cost	2,000,000.00	1,685,000.00	315,000.00
	02	Other Transport Equipment Fuel Cost	1,500,000.00	1,199,300.00	300,700.00
	03	Plant/Gen Set Fuel Cost			
		Sub-Total Fuel & Lubricants General (220208)	3,500,000.00	2,884,300.00	615,700.00
220209		FINANCIAL CHARGES			
		Bank Charges (Other than Interest)	4,670,000.00	--	4,670,000.00
		Others Consolidated fund Bank Charges)			
		Sub-Total Financial Charges (220209)	4,670,000.00	--	4,670,000.00
220210		Miscellaneous expenses			
		Refreshment & meals	1,000,000.00	923,600.00	76,400.00
		Publicy & Adverts	1,500,000.00	1,166,050.00	333,950.00
		Welfare Packages	5,000,000.00	4,614,650.00	385,350.00
		Legislative Council Maintenance	125,000,000.00		125,000,000.00
		Traditional Rulers	51,000,000.00	--	51,000,000.00
		Sub-Total Miscellaneous expenses(220210)	183,500,000.00	6,704,300.00	176,795,700.00
		Total OVERHEAD COST (2202)	247,584,640.00	48,248,425.00	199,336,215.00
2204		GRANTS & CONTRIBUTIONS			
226401		Grants & Contributions			
		Depreciation		12,558,708.54	(12,558,708.54)
2207		TRANSFERS			
220701		Transfer Payments to Govt. Establishments	724,344,700.00	2,149,449,805.05	1,425,105,105.05
		TOTAL OTHER RECURRENT EXP COSTS (22)	4,609,830,640.00	2,599,004,493.17	2,010,826,146.8
		CAPITAL EXPENDITURE			
		TOTAL EXPENDITURE	2,429,823,350.00	2,088,321,259.78	341,502,090.22

**ISIALA NGWA SOUTHLICAL GOVERNMENT
OMOBA**

**NOTES TO THE ACCOUNTS FOR THE
YEAR ENDED DECEMBER 31, 2023**

DETAILS NOTE (1)

1a	2023			2022
Month	NET RECEIPT	DEDUCTION	TOTAL	
₦	₦	₦	₦	
January	143,171,554.31		109,605,226.52	
February	82,680,117.80		54,057,136.84	
March	78,689,746.94		72,772,658.63	
April	191,350,487.64		107,201,291.30	
May	76,193,049.92		95,745,148.40	
June	115,242,682.63		81,557,835.52	
July	64,608,866.31		128,938,654.96	
August	83,888,962.64		167,361,904.24	
Sept.	72,189,648.69		95,482,080.38	
October	84,046,745.74		102,575,208.94	
November	64,989,513.35		90,973,047.87	
December	77,027,145.02		142,285,938.40	
TOTAL	1,134,078,520.99		1,248,556,132.00	

Note 1b

MONTH	Statutory Revenue	Non oil Revenue	Exchange Gain	Ecology	Electronic Transfer	Forex Equalization	Solid Minerals
	₦	₦	₦	₦	₦	₦	₦
Jan	143,171,554.31	--	5,091,572.66	2,340,850.53	10,267,411.91	--	-
Feb	82,680,117.80	26,783,846.23	--	--	-	--	-
Mar	78,689,746.94	6,238,229.10	--	1,714,733.89	4,907,669.36	24,220,299.23	-
April	191,350,487.64	--	--	1,624,793.98	-	--	-
May	76,193,049.92	5,567,884.88	--	1,693,504.62	6,265,582.41	10,091,791.35	3,366,821.61
June	115,242,682.63	--	135,058.68	1,966,180.98	6,153,643.51	--	-
July	64,608,866.31	--	68,768,432.56	1,821,640.03	4,800,202.90	--	-
Aug	83,888,962.64	-	62,216,912.61	2,572,464.91	5,388,983.10	--	-
Sept.	72,189,648.69	41,084,522.73	53,049,170.86	2,428,086.11	6,377,146.90	--	-
Oct	84,046,745.74	-	37,717,769.04	2,647,982.61	4,734,530.12	--	-
Nov	64,989,513.35	13,919,712.20	41,098,033.22	1,922,477.52	6,628,458.56	--	-
Dec	77,027,145.02	--	77,427,498.49	1,894,733.11	5,024,657.29		-
TOTAL	1,134,078,520.99	93,594,195.14	345,504,448.12	22,627,448.29	60,548,286.06	34,312,090.58	3,366,821.61

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		985,610,078.67	776,182,015.24
	Share of Value Added Tax (VAT)			
			985,610,078.67	776,182,015.24

2b	2023				2022
	Month	NET RECEIPT	DEDUCTION	TOTAL	TOTAL
	₦	₦	₦	₦	₦
	January	77,215,295.00			64,402,334.07
	February	76,629,119.47			59,272,108.02
	March	74,398,466.68			55,029,616.60
	April	--			72,505,635.25
	May	66,539,184.53			58,224,330.07
	June	82,734,876.03			67,387,776.39
	July	90,141,386.83			64,309,480.66
	August	89,963,688.44			60,179,538.07
	September	114,123,453.30			71,443,804.58
	October	96,095,868.66			63,764,942.59
	November	106,635,204.40			71,895,678.74
	December	111,133,535.33			61,180,376.71
	TOTAL	985,610,078.67			637,171,566.77

NOTE 3	PARTICULARS	AMOUNT	TOTAL
		₹	₹
(3)	Tax Revenue		
	Other service taxes	687,397.34	
	Total Tax Revenue		687,397.34
(4)	Non - Tax Revenue	1,762,701.46	
	LICENCES		
	Hawker's permits	--	
	Trade permit licences		
	Sub-Total Licences		
	FEES		
	<i>Right of occupancy fees</i>		
	<i>Indigenship registration fees</i>		
	Sub-Total Fees		
	INVESTMENT INCOME		
(5)	Earning from toll gates		
	<i>Earnings from commercial activities</i>	733,640.16	
	Sub-Total Earnings		733,640.16
(7)	Aid & Grants (Sur-P)		
(9)	Other Revenue		
11	SALARY		
	SALARIES AND WAGES		
	Salary (staff)	358,126,614.48	
	Salary (Political)	30,620,940.10	
	Sub-Total Salaries and Wages		388,747,554.58
	Sub-Total Allowances & Social Contributions		
13	OVERHEAD COSTS		
13.1	OVERHEAD COSTS BY FUNCTION		
	Travel & Transport	8,924,000.00	
	Materials & Supplies	4,417,300.00	
	Training/other	873,000.00	
	Consulting and Professional Services	--	
	Fuel & Lubricants	2,884,300.00	
	Other Services	22,253,000.00	
	Miscellaneous Expenses	6,704,425.00	
	TOTAL	48,248,425.00	

NOTE 21			
12	TRANSFER TO OTHER GOVT. ENTITIES – DEDUCTIONS BY JOINT ACCOUNTS & ALLOCATION COMMITTEE (JAAC)		
	Transfer to other Local Govts		--
	Education	525,516,148.87	
	Health	271,939,325.00	
	LGSC (Training Fund)		--
	Ndi Eze	33,982,417.62	
	Joint Project	1,318,011,913.56	
	Agency for Mass Literacy		--
	Total		2,149,449,805.05

NOTE 22: CASH AND BANK BALANCES

S/N	DETAILS	ACCOUNT NO.	AMOUNT	TOTAL
			₦	₦
A	CASH- IN- HAND			
B	CASH AT BANKS:			
1.	Zenith Bank	1214001188	18,915,594.32	
2.	Zenith Bank	1219851223	551,546.59	
3.	UBA	1023124337	21,169.80	
4.	Access Bank	0054487463	5,915.98	
5.	Union Bank	0185804267	15,690.25	
	Total at Bank			19,509,916.94
	JAAC			18,279,284.10
	TOTAL			37,789,201.04

NOTE 23 OUTSTANDING ADVANCES AS AT DECEMBER 31, 2023

S/N	FOILO NO	NAME	AMOUNT ₦	TOTAL ₦
1.	1-3	Chief Mrs Eme Philomena C.	2,740,000	
2.	7-9	Elder Eze W. Idima	1,245,000	
3.	13-15	Mrs Azudibia Ogoma A.	60,000	
4.	19-21	Charles Iheoma	150,000	
5.	25-26	Agoha Uchenna S.	170,000	
6.	31-32	Owuogba Samuel E.	150,000	
7.	37-38	Mrs Dirionyenma Veronica E.	210,000	
8.	56	Ugochukwu Nwosu	10,000,000	
9.	61-62	Nwogu Samuel O.	5,000	
10.	68-71	Ukpai K. N.	50,000	
11	72	Dick E. A. Godson	5,000	
12	76-77	Erondu Chidinma	25,000	
13	79-82	Uzoaru Eucharía	10,000	
14	90-91	Ochonma Chikodi	25,000	
15	101-102	Ihemadu Gladys	35,000	
16	199	Hon. Ike Anyatonwu	2,750,000	
17	203	Lady Adaku Pat. C. Nnaji	250,000	
18	206	Hon. Hillary Alozie	420,000	
19	222	Okpanku Enyioma Paul	800,000	
20	228	Nwankwo Chimereze J.	600,000	
21	232	Hon. Nwoko Christopher E.	200,000	
		Total	20,000,000	

NOTE 24 INVENTORIES AS AT DECEMBER 31, 2023

S/N	MATERIALS	UNIT PRICE (₦)	BAL (QTY)	FOLO	AMOUNT ₦
1.	File Jacket	150.00	30		4,500.00
2.	Treasury Cashbook	5,000	5		25,000.00
3.	Treasury Receipt book	250.00	40		10,000.00
4.	Revenue Receipt books	250.00	100		25,000.00
5.	Abstract/Ledgers	5,000.00	5		25,000.00
6.	2023 Estimate	1,200.00	200		240,000.00
7.	Unserviceable	117,334.43	390		45,760,425.79
	Total				46,089,925.79

NOTE 26 INVESTMENT PROPERTY

	₦	₦
Land and Building (open shed) market	1,935,000.00	
Land and (Building lock) shed market	281,500.00	
Total		2,216,500.00

NOTE 30 PAYABLE

	₦	₦
November 2021 salary (Arrears)	47,180,812.31	
December 2021 salary (Arrears)	48,309,501.00	
Other allowance 2021	11,359,413.18	
Unpaid May – December 2023 salary	14,434,832.78	
Total		121,284,559.27

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

PROPERTY PLANT/ EQUIPMENT	LAND /BUILDING 2%	TRANSPORTATI ON / EQUIPMENT 20%	OFFICE EQUIPMEN T 15%	FURNITURE/ FITTINGS 10%	PLANT/ MACHINERY 15%	INVESTMENT 5%	TOTAL
	₦	₦	₦	₦	₦	₦	₦
Cost/ valuation							
Balance as at 1/1/2023	564,980,427.14	4,800,000.00	--	1,391,000.00	200,000.00	2,600,000.00	573,971,427.14
Acquisitions during the year							
Total Assets	564,980,427.14	4,800,000.00	--	1,391,000.00	200,000.00	2,600,000.00	573,971,427.14
Disposal during the year	--	--	--	--	--	--	
Bal 31/12/23	564,980,427.14	4,800,000.00	--	1,391,000.00	200,000.00	2,600,000.00	573,971,427.14
Accumulate Depreciation	21,863,624.91	1,728,000.00		264,290.00	55,500.00	253,500.00	24,164,914.91
Current Year Depr.	11,299,608.54	960,000.00	--	139,100.00	30,000.00	130,000.00	12,558,708.54
Depr. On disposal	--	--	--	--	--	--	--
Balance as at 31/12/2023	531,817,193.69	2,112,000.00	--	987,610.00	114,500.00	2,216,500.00	537,247,803.69

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 deduction 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.

