

**GOVERNMENT OF ABIA STATE
OF NIGERIA**



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

ON THE



**ACCOUNTS OF UGWUNAGBO LOCAL
GOVERNMENT, MGBOKO**

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

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

UGWUNAGBO LOCAL GOVERNMENT

UGWUNAGBO

UGWUNAGBO LOCAL GOVERNMENT AUDIT STATUTORY REPORTS

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LOGAUD/AR.01/UGW/10

June __, 2023

AUDIT CERTIFICATE

The general purpose Financial Statements of **Ugwunagbo 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 Ugwnagbo 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**

**UGWUNAGBO LOCAL GOVERNMENT
UGWUNAGBO**

RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

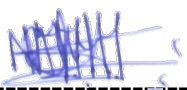
The General Purpose financial statements have been prepared by the Treasurer of **Ugwunagbo Local Government** in accordance with the provisions of the Finance (control and management) Act 1958 as amended. The financial Statements comply with International Public Sector Accounting Standards Accrual Basis 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 Ugwunagbo Local Government as at December 31, 2023.

Treasurer

Sign: -----

Name: OKERE JAMES N.-----

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

Chairman

Sign: -----

Name: IBESIABA NOSIKE EMEKA-----

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

REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF UGWUNAGBO LOCAL GOVERNMENT, EZIAMA, FOR THE YEAR ENDED DECEMBER 31, 2023.

INTRODUCTION

The general purpose Financial Statements of **Ugwunagbo 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 Ugwunagbo 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 Ugwunagbo 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.

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 shortcomings:

The estimate made for Revenue in the 2023 budget recorded a very good performance. An estimate was made for ₦2,829,472,700.00 while actual Revenue recorded stood at ₦2,080,926,008.79. This is about 73.54% performance. Equally, the IGR of ₦22,703,340.55 represents only 1.09% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

The sum of ₦2,829,472,700.00 only was budgeted for expenditure. But only ₦1,995,177,414.48 was actually incurred, resulting to a saving of ₦834,295,285.52 for the period.

REVENUE ACCOUNT

A total sum of ₦2,080,926,008.79 was earned as total Revenue as at December 31, 2023 out of which only 1.09% (₦22,703,340.55) 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 0.01% 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

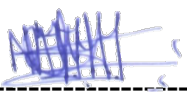
**UGWUNAGBO LOCAL GOVERNMENT
UGWUNAGBO**

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 | | | | | | |
| 1,254,980,396.07 | Government Share of FAAC (Statutory Revenue) | 1 | 1,010,743,853.25 | 1,811,142,700.00 | -- | 1,811,142,700.00 | 800,398,846.75 |
| 686,496,007.36 | Government Share of VAT | 2 | 882,772,932.64 | -- | -- | -- | (882,772,932.64) |
| 483,000.00 | Tax Revenue | 3 | 483,000.00 | 2,900,000.00 | -- | 2,900,000.00 | 2,417,000.00 |
| 9,658,237.26 | Non-Tax Revenue | 4 | 8,300,763.10 | 7,380,000.00 | -- | 7,380,000.00 | (920,763.10) |
| 13,919,577.45 | Investment Income | 5 | 13,919,577.45 | 8,050,000.00 | -- | 8,050,000.00 | (5,869,577.45) |
| | Interest Earned | 6 | | | | | |
| 207,631,413.00 | Aid & Grants (Sur-P) | 7 | | -- | -- | -- | |
| | Debt Forgiveness | 8 | | | | | |
| 161,764,705.88 | Other Revenues | 9 | 164,705,882.35 | 1,000,000,000.00 | -- | 1,000,000,000.00 | 835,294,117.65 |
| | Transfer from other Government Entities | 10 | | | | | |
| 2,334,933,337.02 | Total Revenue (a) | | 2,080,926,008.79 | 2,829,472,700.00 | -- | 1,829,472,700.00 | 748,546,691.21 |
| | EXPENDITURE | | | | | | |
| 368,949,250.26 | Salaries & Wages | 11 | 391,974,837.08 | 848,812,920.00 | -- | 848,812,920.00 | 456,838,082.92 |
| | Social Benefits | 12 | | | | | |
| 234,300,650.00 | Overhead Cost | 13 | 140,100,400.00 | 398,160,000.00 | -- | 398,160,000.00 | 258,059,600.00 |
| | Grants & Contributions | 14 | | | | | |
| | Subsidies | 15 | | | | | |
| 21,999,129.96 | Depreciation Charges | 16 | 21,188,572.92 | -- | -- | -- | 21,188,572.92 |
| | Impairment Charges | 17 | | | | | |
| | Amortization Charges | 18 | | | | | |
| | Bad Debts Charges | 19 | | | | | |
| | Public Debt Charges | 20 | | | | | |
| 1,361,877,641.81 | Transfer to other Government Entities | 21 | 1,441,913,604.48 | 1,582,499,780.00 | -- | 1,582,499,780.00 | 140,586,175.52 |
| 1,987,126,672.03 | Total Expenditure (b) | | 1,995,177,414.48 | 2,829,472,700.00 | -- | 2,829,472,700.00 | 834,295,285.52 |
| | Surplus/(Deficit) from Operating Activities for the Period c=(a-b) | | 85,748,594.31 | | | | |
| 347,806,664.99 | | | | | | | |
| | Gain/ Loss on Disposal of Asset | 22 | | | | | |
| | Gain/Loss on Foreign Exchange Transaction | 23 | | | | | |
| | Share of Surplus/(Deficit) in Associates & Joint Ventures | 24 | | | | | |

| | | | | | | | |
|----------------|---|----|---------------|--|--|--|--|
| | Total Non-Operating Revenue/(Expenses) (d) | | | | | | |
| | | | | | | | |
| 347,806,664.99 | Surplus/(Deficit) from Ordinary Activities e=(c+d) | | 85,748,594.31 | | | | |
| | | | | | | | |
| | Minority Interest Share of Surplus/ (Deficit) (f) | 25 | | | | | |
| | | | | | | | |
| 347,806,664.99 | Net Surplus/ (Deficit) for the Period g=(e-f) | | 85,748,594.31 | | | | |
| | | | | | | | |

Treasurer

Sign: -----

Name: OKERE JAMES N.-----

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

Chairman

Sign: -----

Name: IBESIABA NOSIKE EMEKA-----

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

UGWUNAGBO LOCAL GOVERNMENT

UGWUNAGBO

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2023

| | Notes | 2023 | | 2022 | |
|-------------------------------------|------------------|----------------|-----------------------|-----------------|------------------------|
| | | ₦ | ₦ | ₦ | ₦ |
| <u>ASSETS</u> | | | | | |
| Current Assets | | | | | |
| Cash and Cash Equivalents | 26 | 38,070,537.71 | | 6,827,178.43 | |
| Receivables | 27 | 4,415,000.00 | | 9,633,000.00 | |
| Prepayments | 28 | | | 96,631,776.00 | |
| Inventories | 29 | 196,631,776.00 | | | |
| Total Current Assets | A | | 239,117,313.71 | | 113,091,954.43 |
| Non-Current Assets | | | | | |
| Property, Plant & Equipment | 32 | 302,315,215.02 | | 308,341,183.08 | |
| Investment Property | 33 | 219,576,527.50 | | 245,167,450.00 | |
| Total Non-Current Assets | B | | 521,891,742.52 | | 553,508,633.08 |
| | | | | | |
| Total Assets | C = A + B | | 761,009,056.23 | | 666,600,587.51 |
| <u>LIABILITIES</u> | | | | | |
| Current Liabilities | | | | | |
| Payables | | 163,032,457.78 | | 72,563,999.49 | |
| Short Term Provisions | | | | | |
| Current Portion of Borrowings | | | | 81,808,583.88 | |
| Total Current Liabilities | D | | 163,032,457.78 | | 154,372,583.37 |
| | | | | | |
| Total Liabilities: F = D + E | | | 163,032,457.78 | | 512,,228,004.14 |
| | | | | | |
| Net Assets: G = C - F | | | 597,976,598.45 | | 62,138,543.44 |
| <u>NET ASSETS/EQUITY</u> | | | | | |
| Accumulated Surpluses/(Deficits) | | 597,976,598.45 | | 512,,228,004.14 | |
| Minority Interest | | | | | |
| | | | | | |
| Total Net Assets/Equity: H=G | | | 597,976,598.45 | | 512,228,004.14 |

UGWUNAGBO LOCAL GOVERNMENT
UGWUNAGBO

STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 202

| | Note | Capital Grant | Revaluation Reserve | Accumulated Surpluses/ (Deficits) | Total |
|--|------|---------------|---------------------|-----------------------------------|-----------------------|
| | | ₦ | ₦ | ₦ | ₦ |
| Balance as at 1st January 2023 | | | | 512,228,004.14 | 512,228,004.14 |
| Additional Capital Received | | | | -- | -- |
| | | | | -- | -- |
| Surplus on Revaluation of PPE | | | | -- | -- |
| Surplus/Deficit on Revaluation of Investments Property | | | | -- | -- |
| | | | | -- | -- |
| Net surplus for the period | | | | 85,748,594.31 | 85,748,594.31 |
| Balance at 31 December 2023 | | | | 597,976,598.45 | 597,976,598.45 |

Treasurer

Sign: -----

Name: OKERE JANG. N.-----

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

Chairman

Sign: -----

Name: HEBSIABA NOSIKE EMEKA-----

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

UGWUNAGBO LOCAL GOVERNMENT

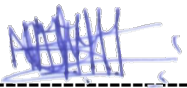
UGWUNAGBO

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 | 1,010,743,853.25 | | 1,254,980,396.07 | |
| Government Share of VAT | 2 | 882,772,932.64 | | 686,496,007.36 | |
| Tax Revenue | 3 | 483,000.00 | | -- | |
| Non-Tax Revenue | 4 | 8,300,763.10 | | 9,658,237.26 | |
| Investment Income | 5 | 13,919,577.45 | | | |
| Interest Earned | 6 | -- | | | |
| Aid & Grants (Sur-P) | 7 | | | | |
| Debt Forgiveness | 8 | | | | |
| Other Revenue | 9 | 164,705,882.35 | | | |
| Transfer from other Government Entities | 10 | | | | |
| Total Inflow from Operating Activities (A) | | | 2,080,926,008.79 | | 2,334,933,337.02 |
| <u>Outflows</u> | | | | | |
| Salaries & Wages | 11 | 391,974,837.08 | | 368,949,250.26 | |
| Social Benefits | 12 | | | | |
| Overhead Cost | 13 | 140,100,400.00 | | 234,300,650.00 | |
| Grants & Contributions | 14 | | | | |
| Gratuity | 15 | | | | |
| Deprecation Charge | 16 | | | | |
| Bad debt | 17 | | | | |
| Public debt Charge | 18 | | | | |
| | 19 | | | | |
| | 20 | | | | |
| Transfer to other Government Entities | 21 | 1,441,913,604.48 | | 1,361,877,641.81 | |
| Total Outflow from Operating Activities (B) | | | 1,973,988,841.56 | | 1,965,127,542.07 |
| Net Cash Inflow/(Outflow) From Operating Activities* C=(A-B) | | | 106,937,167.23 | | 369,805,794.95 |
| <u>CASH FLOW FROM INVESTING ACTIVITIES</u> | | | | | |
| Proceeds from Sale of PPE | | | | | |
| Proceeds from Sales of Investment Property | | | | | |
| Proceeds from Sale of Intangible Assets | | | | | |
| Proceeds from Sale of Investment | | | | | |
| Dividends Received | | | | | |
| Purchase/ Construction of PPE | | (21,033,000.00) | | | |
| Purchase/ Construction of Investment Property | | | | | |
| Purchase of Intangible Assets | | | | | |
| Acquisition of Investments | | | | | |
| Net Cash Flow from Investing Activities | | | (21,033,000.00) | | |

| | | | | | |
|---|----|-----------------|------------------------|------------------|-------------------------|
| <u>CASH FLOW FROM FINANCING ACTIVITIES</u> | | | | | |
| Capital Grant Received | | | | | |
| Proceeds from Borrowings | | | | | |
| Repayment of Borrowings | | (54,660,807.95) | | (400,270,923.55) | (400,270,923.55) |
| Payeable | | | | | |
| Distribution of Surplus/Dividends Paid | | | | | |
| Net Cash Flow from Financing Activities | | | (54,660,807.95) | | (400,270,923.55) |
| | | | | | |
| Net Cash Flow from all Activities | | | 31,243,359.28 | | (56,465,128.60) |
| | | | | | |
| Cash & Its Equivalent as at 1/1/2023 | 22 | | 6,827,178.43 | | 63,292,307.03 |
| Cash & Its Equivalent as at 31/12/2023 | 23 | | 38,070,537.71 | | 6,827,178.43 |
| | | | | | |

Treasurer

Sign: -----

Name: OKERE JANG. N.-----

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

Chairman

Sign: -----

Name: HEBSIABA NOSIKE EMEKA-----

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 | Statutory Allocation | 1,811,142,700.00 | 1,010,743,853.25 | 800,398,846.75 |
| 02 | Value added Tax (VAT) | -- | 882,772,932.64 | (882,772,932.64) |
| 03 | Excess Crude/Sur-P | -- | -- | -- |
| | TOTAL GOVERNMENT SHARE OF FAAC (STATUTORY REVENUE) | 1,811,142,700.00 | 1,893,516,785.89 | (82,374,085.89) |
| | TOTAL GOVERNMENT SHARE OF FAAC (1101) | 1,811,142,700.00 | 1,893,516,785.89 | (82,374,085.89) |
| | TOTAL GOVERNMENT SHARE OF FAAC (11) | 1,811,142,700.00 | 1,893,516,785.89 | (82,374,085.89) |
| 12 | INDEPENDENT REVENUE | | | |
| 1201 | TAX REVENUE | | | |
| 120101 | PERSONAL TAXES | | | |
| | Community Development/Poll Tax | 2,900,000.00 | 483,000.00 | 2,417,000.00 |
| | Development tax/levy | | | |
| | Other service taxes | | | |
| | Sub-Total TAX REVENUE (120101) | 2,900,000.00 | 483,000.00 | 2,417,000.00 |
| | Sub-Total TAX REVENUE (1201) | | | |
| 1202 | NON-TAX REVENUE | | | |
| 120201 | LICENCES - GENERAL | | | |
| | Bicycles licences& hire permits | | | |
| | Dried fish & meat licences | | | |
| | Hawker's permits | 50,000.00 | 3,100.00 | 46,900.00 |
| | Abattoir/slaughter licences | | | |
| | Hiring services | | | |
| | Economic | 2,870,000.00 | 4,053,102.84 | (1,183,102.84) |
| | Trade permit licences | | | |
| | Sub-Total Licences (120201) | 2,875,000.00 | 4,056,202.84 | (1,181,202.84) |
| 120204 | FEES – GENERAL | | | |
| | Change of ownership | 206,000.00 | 205,000.00 | 1,000.00 |
| | Parking fee/loading of loading | 649,000.00 | 400,000.00 | 249,000.00 |
| | Bill board advertisement fees | 3,570,000.00 | 3,562,560.26 | 7,439.74 |
| | Temporary structure | 80,000.00 | 77,000.00 | 3,000.00 |
| | Sub-Total Fees I (120204) | 4,505,000.00 | 4,244,560.26 | 260,439.74 |

| | | | | | |
|-------------|--|---|-------------------------|-------------------------|-----------------------|
| 12 | | EARNINGS | | | |
| | | <i>Earnings from toll gates</i> | 8,050,000.00 | 13,919,577.45 | (5,869,577.45) |
| | | Sub-Total Earnings (120207) | 8,050,000.00 | 13,919,577.45 | (5,869,577.45) |
| | | | | | |
| | | Non-Tax Revenue (1202) | 15,430,000.00 | 22,220,340.55 | (6,790,340.55) |
| | | | | | |
| | | TOTAL INDEPENDENT REVENUE (12) | 18,330,000.00 | 22,703,340.55 | (4,373,340.55) |
| | | | | | |
| 1401 | | Transfer from consolidated Revenue Fund | | -- | -- |
| | | | | | |
| 1402 | | Other Capital Receipts | 1,000,000,000.00 | 164,,705,882.35 | 835,294,117.65 |
| | | | | | |
| 1501 | | TRANSFERS | | | |
| | | Transfer from Govt. establishments | | | |
| | | | | | |
| | | TOTAL REVENUE | 2,829,472,700.00 | 2,080,926,008.79 | 748,546,691.21 |

**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 | | | |
| 21 | | PERSONNEL COST | | | |
| 2101 | | SALARY | | | |
| 210101 | | SALARIES AND WAGES | | | |
| | 01 | Salary | 800,812,920.00 | 363,293,580.84 | 437,519,339.16 |
| | 02 | Over Time Payments | | | |
| | 03 | Consolidated Revenue Fund Charge – Sal. | 48,000,000.00 | 28,681,256.24 | 19,318,743.76 |
| | | Sub-Total Salaries and Wages (210101) | 848,812,920.00 | 391,974,837.08 | 456,838,082.92 |
| | | Sub-Total Salaries and Wages (2101) | 848,812,920.00 | 391,974,837.08 | 456,838,082.92 |
| | | TOTAL PERSONNEL COSTS (12) | 848,812,920.00 | 391,974,837.08 | 456,838,082.92 |
| | | OVERHEAD COST | | | |
| 220201 | | TRAVEL & TRANSPORT | | | |
| | 01 | Local travel & transport: training | 24,000,000.00 | 3,000,000.00 | 21,000,000.00 |
| | 02 | Local travel & transport Others | 30,000,000.00 | 6,000,000.00 | 24,000,000.00 |
| | 03 | Non Accident Bonus | | | |
| | | Sub-Total Travel & Transport(220201) | 54,000,000.00 | 9,000,000.00 | 45,000,000.00 |
| 220202 | | Utilities | | | |
| | | Electricity Charges | 2,000,000.00 | -- | 2,000,000.00 |
| | | Sub- total Utilities (220202) | 2,000,000.00 | -- | 2,000,000.00 |
| 220203 | | Materials & Supplies | | | |
| | 01 | Office Stationeries /Computer consumables | 20,000,000.00 | 1,960,000.00 | 18,040,000.00 |
| | | Sub-Total Materials & Suppliers (220203) | 20,000,000.00 | 1,960,000.00 | 18,040,000.00 |
| 220204 | | Maintenance Services | | | |
| | | Maintenance of motor vehicle / transport equipment | 15,000,000.00 | 1,500,900.00 | 13,499,100.00 |
| | | Maintenance of Office Furniture | 20,000,000.00 | 16,000,000.00 | 4,000,000.00 |
| | | Maintenance of plant/Gen set | 5,000,000.00 | 1,000,000.00 | 4,000,000.00 |
| | | Sub-Total Maintenance Services (220204) | 40,000,000.00 | 18,500,900.00 | 21,499,100.00 |
| 220205 | | Training | | | |
| | | Local Training | 2,000,000.00 | 500,000.00 | 1,500,000.00 |
| | | Sub-Total Training (220205) | 2,000,000.00 | 500,000.00 | 1,500,000.00 |

| | | | | |
|---------------|---|-------------------------|-------------------------|-----------------------|
| 220206 | Other Service | | | |
| | Security Services | | | |
| | Residential Rent | | | |
| | Security Vote (Including Operations) | 60,000,000.00 | 25,000,000.00 | 35,000,000.00 |
| | Clearing & Fumigation | | | |
| | National Security & Civil Defence Services Corps | | | |
| | Sub-Total Other Services (220206) | 60,000,000.00 | 25,000,000.00 | 35,000,000.00 |
| 220208 | FUEL & LUBRICANTS | | | |
| | Motor Vehicle Fuel Cost | 4,000,000.00 | 4,000,000.00 | -- |
| | Other Transport Equipment Fuel Cost | 4,000,000.00 | 1,500,000.00 | 2,500,000.00 |
| | Plant/Gen Set Fuel Cost | | | |
| | Sub-Total Fuel & Lubricants General (220208) | 8,000,000.00 | 5,500,000.00 | 2,500,000.00 |
| 220209 | FINANCIAL CHARGES | | | |
| | Bank Charges(Other than Interest) | 100,000.00 | 100,000.00 | -- |
| | Others Consolidated Fund Bank Charges) | 900,000.00 | 1,057,691.13 | (157,691.13) |
| | Sub-Total Financial Charges(220209) | 1,000,000.00 | 1,157,691.13 | (157,691.13) |
| 220210 | Miscellaneous Expenses | | | |
| | Refreshment & meals | 13,160,000.00 | 13,000,000.00 | 160,000.00 |
| | Honorariums & Sitting Allowance | -- | 799,750.00 | (799,750.00) |
| | Legislative Council Maintenance | 100,000,000.00 | 12,000,000.00 | 88,000,000.00 |
| | Traditional Rulers | 100,000,000.00 | 682,058.87 | 99,317,941.13 |
| | Sub-Total Miscellaneous Expenses(220210) | 213,160,000.00 | 26,481,808.87 | 186,678,191.13 |
| | TOTAL OVERHEAD COST (2202) | 398,160,000.00 | 140,100,400.00 | 258,059,600.00 |
| | OTHER RECURRENT EXP COSTS | | | |
| 2204 | GRANTS & CONTRIBUTIONS | | | |
| 220401 | Grants & Contributions | | | |
| | Depreciation charges | -- | 21,188,572.92 | (21,188,572.92) |
| 2207 | TRANSFERS | | | |
| 220701 | Transfer Payments to Govt. Establishments | 1,582,499,780.00 | 1,441,913,604.48 | 140,586,175.52 |
| | TOTAL RECURRENT EXP. COST (22) | 2,829,472,700.00 | 1,995,177,414.48 | 834,295,285.52 |
| | CAPITAL EXPENDITURE | | | |
| | TOTAL EXPENDITURE | 2,829,472,700.00 | 1,943,177,414.48 | 834,295,285.52 |

UGWUNAGBO LOCAL GOVERNMENT
UGWUNAGBO

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

DETAILS

| 1 | 2023 | | | 2022 |
|---|--------------|-------------------------|-----------|-----------------------|
| | Month | NET RECEIPT | DEDUCTION | TOTAL |
| | ₦ | ₦ | ₦ | ₦ |
| | January | 122,887,536.52 | | 94,076,762.26 |
| | February | 70,966,303.64 | | 46,398,521.06 |
| | March | 67,541,273.80 | | 62,462,496.75 |
| | April | 191,350,487.64 | | 91,825,090.77 |
| | May | 65,398,299.62 | | 82,180,328.88 |
| | June | 98,915,524.37 | | 70,003,022.18 |
| | July | 55,455,320.41 | | 110,671,101.86 |
| | August | 72,003,883.80 | | 143,650,686.89 |
| | Sept. | 72,189,648.69 | | 81,954,531.37 |
| | October | 72,139,312.77 | | 88,042,731.64 |
| | November | 55,782,038.79 | | 78,084,321.96 |
| | December | 66,114,223.20 | | 122,127,391.41 |
| | TOTAL | 1,010,743,853.25 | | 107,476,987.03 |

| MONTH | Statutory Revenue | Non oil Revenue | Exchange Gain | Ecology | Electronic Transfer | Forex Equalization | SOLID MINERALS | Distribution |
|--------------|-------------------------|----------------------|-----------------------|----------------------|----------------------|----------------------|---------------------|-------------------------|
| | ₦ | ₦ | ₦ | ₦ | ₦ | ₦ | ₦ | ₦ |
| Jan | 122,887,536.52 | -- | 4,370,217.42 | 2,340,850.53 | 9,316,329.85 | -- | -- | |
| Feb | 70,966,303.64 | 19,912,697.86 | -- | -- | -- | -- | -- | |
| Mar | 67,541,273.80 | 3,076,511.82 | -- | 1,714,733.89 | 4,452,177.11 | 20,788,856.56 | -- | |
| April | 191,350,487.64 | 6,238,229.10 | -- | 1,624,793.98 | -- | -- | -- | |
| May | 65,398,299.62 | 4,779,047.49 | -- | 1,693,504.62 | 5,697,760.74 | 8,662,023.57 | 2,889,822.74 | |
| June | 98,915,524.37 | -- | 115,924.06 | 1,966,180.98 | 5,591,537.05 | -- | -- | |
| July | 55,455,320.41 | -- | 59,025,574.66 | 1,821,640.03 | 4,352,854.87 | -- | -- | 55,455,320.41 |
| Aug | 72,003,883.80 | -- | 53,402,249.89 | 2,572,464.91 | 4,886,764.55 | -- | -- | 72,003,883.80 |
| Sept. | 72,189,648.69 | 35,263,819.07 | 53,049,170.86 | 2,428,086.11 | 6,377,146.90 | -- | -- | 72,189,648.69 |
| Oct | 72,139,312.77 | -- | 32,374,054.63 | 2,647,982.61 | 4,304,653.22 | -- | -- | 72,139,312.77 |
| Nov | 55,782,038.79 | 11,947,618.72 | 35,275,415.45 | 1,922,477.52 | 6,020,159.68 | -- | -- | 55,782,038.79 |
| Dec | 66,114,223.20 | -- | 66,457,856.06 | 1,894,733.11 | 4,557,174.98 | -- | -- | 66,114,223.20 |
| TOTAL | 1,010,743,853.25 | 81,217,924.06 | 304,070,463.03 | 22,627,448.30 | 55,556,558.95 | 29,450,880.13 | 2,889,822.74 | 1,010,743,853.25 |

| 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) | | -- | |
| | | | -- | |

| 2b | 2023 | | | | 2022 |
|----|--------------|-----------------------|------------------|--------------|-----------------------|
| | Month | NET RECEIPT | DEDUCTION | TOTAL | TOTAL |
| | ₦ | ₦ | ₦ | ₦ | ₦ |
| | January | 68,090,568.18 | | | 57,071,757.28 |
| | February | 67,522,706.48 | | | 52,306,998.01 |
| | March | 65,627,535.06 | | | 48,550,734.92 |
| | April | | | | 64,510,354.02 |
| | May | 58,708,060.16 | | | 51,710,759.54 |
| | June | 72,893,147.65 | | | 59,622,891.61 |
| | July | 79,454,090.65 | | | 56,727,861.52 |
| | August | 79,326,374.21 | | | 53,249,597.34 |
| | Sept. | 114,123,453.30 | | | 63,023,560.32 |
| | October | 85,039,292.75 | | | 56,335,823.04 |
| | November | 93,983,481.13 | | | 63,553,036.14 |
| | December | 98,004,223.12 | | | 59,832,633.62 |
| | TOTAL | 882,772,932.64 | | | 686,496,007.36 |

| NOTE | PARTICULARS | AMOUNT | TOTAL |
|-----------|--|----------------|-------------------------|
| | | ₦ | ₦ |
| 3 | Tax Revenue | | |
| | Taxes (Capital Rates) | 483,000.00 | |
| | Total Tax Revenue | | 483,000.00 |
| 4 | Non - Tax Revenue | | |
| | LICENCES | | |
| | Hawker's permits | 3,100.00 | |
| | Trade permit licences | 4,053,102.84 | |
| | Sub-Total Licences | | 4,056,202.84 |
| | FEES | | |
| | Sub-Total Fees | | 4,244,560.26 |
| 5 | INVESTMENT INCOME | | |
| | <i>Earnings from toll gates</i> | | |
| | <i>Earnings from commercial activities (Markets)</i> | | |
| | | | 13,919,577.45 |
| 11 | SALARY | | |
| | SALARIES AND WAGES | | |
| | Salary (Staff) | 363,293,580.84 | |
| | Salary (Political) | 28,681,256.24 | |
| | Sub-Total Salaries and Wages | | 391,974,837.08 |
| | Sub-Total Allowances & Social Contributions | | |
| 13 | OVERHEAD COSTS | | |
| 13 | OVERHEAD COSTS BY FUNCTION | | |
| | Travel & Transport | 9,000,000.00 | |
| | Materials & Supplies | 1,960,000.00 | |
| | Maintenance Services | 18,500,900.00 | |
| | Training | 500,000.00 | |
| | Miscellaneous Expenses | 110,139,500.00 | |
| | TOTAL | | 140,100,400.00 |
| 12 | TRANSFER TO OTHER GOVT. ENTITIES – DEDUCTIONS BY JOINT ACCOUNTS & ALLOCATION COMMITTEE (JAAC) | | |
| | Ndi Eze | 20,155,374.92 | |
| | Education | 816,200,150.00 | |
| | Health | 605,558,079.56 | |
| | others | -- | |
| | Total | | 1,441,913,604.48 |

NOTE 22: CASH AND BANK BALANCES

| S/N | DETAILS | A/C NO | AMOUNT ₦ | TOTAL ₦ |
|-----|-------------------|------------|---------------|----------------------|
| A | CASH- IN- HAND | | | |
| B | CASH AT BANKS: | | | |
| | UBA | 1023124296 | 28,702.72 | |
| i | Union | 0177081258 | 12,452,040.69 | |
| ii | First bank | 2034374494 | 1,037.13 | |
| iii | First bank | 2009431007 | 62,447.60 | |
| iv | First bank | 2034374494 | 1,230.63 | |
| | Union (SUR-P A/C) | 0185789753 | 490.62 | |
| v | Zenith bank | 1016987411 | 4,457.72 | |
| vi | Zenith bank | 1016987394 | 6,503,072.14 | |
| vii | Zenith bank | 1016987428 | 695,291.0 | |
| | Zenith bank | 1227447555 | 43,713.89 | |
| | | | | |
| | JAAC | | | 19,791,253.61 |
| | | | | 18,279,284.10 |
| | Total | | | 38,070,537.71 |

NOTE 23 ADVANCEAS AT DECEMBER 31, 2023

| S/N | FOILO NO | NAME | AMOUNT ₦ | TOTAL ₦ |
|-----|----------|--------------------|--------------|---------------------|
| 1 | 1 | Ndukwu Robinson | 1,600,000.00 | |
| 2 | 14 | Ndidi Nwagba | 910,000.00 | |
| 3 | 40 | Ezekiel Onyerke | 1,720,000.00 | |
| 4 | 92 | Okechukwu Anyamale | 185,000.00 | |
| | | TOTAL | | 4,415,000.00 |

NOTE 24 INVENTORIES AS AT DECEMBER 31, 2023

| S/N | MATERIALS | UNIT PRICE (₦) | BAL (QTY) | FOLO | AMOUNT ₦ |
|-----|-----------------------|----------------|-----------|------|---------------|
| 1. | A4 Paper | 5,000 | 200 | | 1,000,000.00 |
| 2. | Biro | 100 | 500 | | 50,000.00 |
| 3. | File Jacket | 200 | 100,000 | | 20,000,000.00 |
| 4. | Treasury Cashbook | 10,000 | 60 | | 60,000.00 |
| 5. | Treasury Receipt book | 10,000 | 40 | | 400,000.00 |
| 6. | Revenue Receipt books | 10,000 | 41 | | 410,000.00 |
| 7. | Abstract/Ledgers | 4,500 | 85 | | 382,500.00 |

| | | | | | |
|----|----------------------|-------|--------|--|----------------------|
| 8. | Computer consumables | 2,600 | 200 | | 520,000.00 |
| 9. | Unserviceable | 17326 | 10,000 | | 73,269,276.00 |
| | Total | | | | 96,631,776.00 |

NOTE 26 INVESTMENT PROPERTY

| | N | N |
|--|----------------|-----------------------|
| Land and Building (open shed) market | 214,409,077.50 | |
| Land and Building lockup stall shed market | 5,167,450.00 | |
| Total | | 219,576,527.50 |

NOTE 30 PAYABLE

| | N | N |
|--------------------------------|---------------|-----------------------|
| November 2021 salary (Arrears) | 33,568,700.71 | |
| December 2021 salary (Arrears) | 33,900,941.31 | |
| Unpaid Salay (2023) | 50,433,615.54 | |
| | 45,129,266.32 | |
| Total | | 163,032,457.78 |

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

| PROPERTY PLANT/ EQUIPMENT | LAND /BUILDING 2% | TRANSPORTATION / EQUIPMENT 20% | OFFICE EQUIPMENT 15% | FURNITURE/ FITTINGS 10% | PLANT/ MACHINERY 15% | INVESTMENT 5% | INFRASTR UCTURE 15% | TOTAL |
|-------------------------------------|-------------------------|-----------------------------------|----------------------------|-------------------------------|----------------------------|-----------------------|---------------------------|-----------------------|
| Cost/ valuation | ₦ | ₦ | ₦ | ₦ | ₦ | ₦ | ₦ | |
| Balance as at 1/1/2023 | 288,825,600.00 | 1,377,280.00 | 7,914,879.58 | 5,263,461.00 | 2,066,350.00 | 245,167,450.00 | 2,893,612.50 | 553,508,633.08 |
| Acquisitions during the year | 21,033,000.00 | | | | | | | 21,033,000.00 |
| Total Assets | 309,858,600.00 | 1,377,280.00 | 7,914,879.58 | 5,263,461.00 | 2,066,350.00 | 45,167,450.00 | 2,893,612.50 | 574,541,633.08 |
| Disposal during the year | -- | -- | -- | -- | -- | -- | -- | -- |
| Bal 31/12/23 | 309,858,600.00 | 1,377,280.00 | 7,914,879.58 | 5,263,461.00 | 2,066,350.00 | 45,167,450.00 | 2,893,612.50 | 574,541,633.08 |
| Accumulate Depreciation | 11,174,400.00 | 774,720.00 | 3,039,971.06 | 1,234,639.00 | 793,650.00 | 13,332,550.00 | 1,111,387.50 | 31,461,317.56 |
| Current Year Depr. | 6,197,172.00 | 275,456.00 | 1,187,231.94 | 526,346.10 | 309,952.50 | 12,258,372.50 | 434,041.88 | 21,188,572.92 |
| Total | 17,371,572.00 | 1,050,176.00 | -- | 1,760,985.10 | 1,103,602.50 | 25,590,922.50 | 1,545,429.38 | 52,649,890.48 |
| Balance as at 31/12/2023 | 292,487,028.00 | 327,104.00 | 3,687,676.58 | 3,502,475.90 | 962,747.50 | 219,576,527.50 | 1,348,183.12 | 521,891,742.52 |

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.