

AUDITOR—GENERAL'S REPORT

**KARASUWA LOCAL GOVERNMENT
2019 FINANCIAL YEAR REPORTS**

MARCH, 2020

TABLE OF CONTENT

Table of Content:	“	“	“	“	“	“	“	“	“	1
Introduction:	“	“	“	“	“	“	“	“	“	2
Submission of Financial Statement:	“	“	“	“	“	“	“	“	“	2
Previous Outstanding Audit Observations:	“	“	“	“	“	“	“	“	“	3
Audit Queries:	“	“	“	“	“	“	“	“	“	3
Internal Control System	“	“	“	“	“	“	“	“	“	11
Outstanding Matters:	“	“	“	“	“	“	“	“	“	12
Internal Generated Revenue	“	“	“	“	“	“	“	“	“	12
Recurrent Expenditure	“	“	“	“	“	“	“	“	“	13
Capital Expenditure	“	“	“	“	“	“	“	“	“	15
Audit Certification	“	“	“	“	“	“	“	“	“	16
Statement No 3	“	“	“	“	“	“	“	“	“	17
Statement No 4	“	“	“	“	“	“	“	“	“	18
Statement No5	“	“	“	“	“	“	“	“	“	19

REPORT OF THE AUDITOR-GENERAL FOR
KARASUWA LOCAL GOVERNMENT
FOR THE YEAR ENDED 31ST DECEMBER 2019

1) INTRODUCTION:

The Financial Statement of Karasuwa Local Government and relevant records for the operation of 2019 have been examined in accordance with the provisions of the Financial Memorandum FM.39:1 which is also consistent with the provisions of Sec. 125(2) of the constitution of the Federal Republic of Nigeria (1999).

The Annual financial statements were prepared in accordance with Accounting policies and format adopted by the Federation Allocation Committee (FAC) on the standardization of Federal, State and Local Government Accounts in Nigeria.

2) SUBMISSION OF THE FINANCIAL STATEMENT:

The Financial Statement of Karasuwa Local Government for the year ended 31st December, 2019 was submitted to me on the **January 8th 2021**. The provisions of the FM.32:1 provides that for prompt, full and accurate public accountability of Local Government Funds, accounts must be prepared and balanced latest by 31st March of the preceding year operation.

The accounts were certified on 19th January 2021 for schedules of as presented in the Appendix

3) AUDITOR GENERAL'S REPROTS 2017:

The Auditor-General's reports for 2017 have been subjected to legislative scrutiny. Recommendation arising from the reports by the Public Accounts Committee was adopted on the House plenary of 24th arch, 2020 with the following resolutions.

1. The Local Government was observed for general weakness in management of Internally Generated Revenue collections and Accounting hence directed to be improved.
2. It was also observed that, there was complete absence observance of store regulations, maintenance of inventories and assets registers.
3. Documentation of Public resources and expenditure were observed to be poor as payment vouchers attachments not observed.
4. The Internal Audit functions was observed weak and in effective.

4. OUTSTANDING 2018 AUDIT OBSERVATION

The Auditor-General has duly forwarded observation arising from financial operation of 2018 to Clerk Yobe State House of Assembly vide correspondence No **LGAD/ADM/GLFS/73/VOL.I** dated **September 23rd 2020**

The reports have been committed to the House Committee or Public Accounts for legislative scrutiny.

Highlight of the report are:

ADMIN DEPARTMENT

Wrong and irregular payment	-	<u>6,660,665.00</u>
-----------------------------	---	---------------------

PRIMARY HEALTH CARE DEPARTMENT

Wrong and irregular payment	-	<u>1,002,000.00</u>
-----------------------------	---	---------------------

FINANCE DEPARTMENT

Unretired special impress advance	-	6,000,000.00
Missing payment voucher	-	3,774,000.00
Wrong and irregular payment	-	2,137,530.00
Outstanding receipt	-	<u>675,000.00</u>
		<u>6,586,530.00</u>

WORKS DEPARTMENT

irregular payment	-	<u>178,000.00</u>
-------------------	---	-------------------

2019 FINANCIAL YEAR AUDIT REPORTS

Bellow reports on the 2019 financial operation of the Local Government forwarded for further consideration.

LOCAL GOVERNMENT EDUCATION AUTHORITY.

WRONG /IRREGULAR PAMENT WORTH N206,500.00:

The sum of N206,500.00 was drawn on two (2) payment vouchers which could not be observed supported with relevant document to justify the expenditure.

Details bellows:-

S/N	NAME	DETAILS	P.V NO/ DATE	AMOUNT	REMARKS
1	Alh. IshakuAliyu	Purchase of building and School material for the month of April.	01 of 10/5/19	119,500.00	Not processed in any subject file The voucher is not controlled by the O.C.V
2	Education Secretary	Payment of duality assurance allowances for the month of September, 2019.	01 of 14/10/19	87,000.00	The Payment voucher was not attached with the last of beneficiaries amount per Head and signature acknowledging the payment.
	Total			<u>206,500.00</u>	

Since these expenditure could be justified, the O.C.V and signatories to account be held Liable for the refund of N206,500.00

FINANCE DEPARTMENT

WRONG/IRREGULAR DRAWING FOR THE SUM OF ₦5,089,309.90

The sum of **₦5,089,309.90** was drawn on bellow listed (17) payment vouchers which could not be observed supported wit relevant documents justifying the drawings.

Detail below:

S/N	DATE	NAME OF PAYEE	PURPOSE OF PAYMENT	PV NO	HEAD & SUB-HEAD	AMOUNT	REMARKS
1	17/1/2019	Sundry Person	Feeding and accommodation while on official trip to Damaturu town	09	2005/12	105,000.00	Not processed in any subject file
2	17/1/2019	Federal Inland Revenue Service	Withdrawal of deposit in respect of 5% VAT	08	D/4	1,290,704.02	No receipt from FIRs, only return form 2 attached
3	17/1/2019	Abba Gana Mohammed	Feeding transport and accommodation while on official to Damaturu town	03	2005/12	20,000.00	No details of expense PV not receipted
4	11/3/2019	Federal Inland Revenue Service	Withdrawal of deposit in respect of 5% VAT	41	D/4	538,302.94	Not receipt from FIRS
5	20/3/2019	Federal Inland Revenue Service	Withdrawal of deposit in respect of 5% VAT	42	D/5	538,302.94	No receipt from FIRS
6	6/3/2019	Federal Inland Revenue Service	Withdrawal of deposit in respect of 5% VAT	40	D/2	1,600,000.00	No receipt from FIRS only return 2 attaché
7	6/5/2019	Local Education Authority	Transportation of material from D/town	32	2006/1	120,000.00	No receipt from LEA and recipient
8	6/5/2019	Ado Maidugu	Purchase of Book of Account	39	2005/5	170,000.00	No SRV and no receipt from the vendor
9	6/5/2019	Umar Moh'd Bukarti	Repair of Mass Transit LG 09 KRS	43	2005/7	139,000.00	Not receipt attached and beneficiary did not sign
10	31/7/2019	Nguru Local Govt	Contribution of cater expenses on biometric	62	2005/12	250,000.00	No acknowledge from Nguru LG no Approval page as well
11	31/7/2019	Ado Maidugu	Feeding transport and other logistic to revenue mobilization	63	2005/12	50,000.00	No approval page and detail of expenses not

			officer				attached
12	2/8/2019	Hassan Bulama R/O	Printing of Jangali receipt	41	2005/12	70,000.00	No approval page No SRV and No receipt to justify the printing
13	30/8/2019	Zakari Ya'u Ali	Printing of Monthly Salary Schedule	91	2005/12	20,000.00	No Receipt attached
14	2/9/2019	Local Education Authority	Conduct of Primary School Examination at Gashu'a	21	2005/6	66,000.00	Not processed on subject file acknowledgement from LEA and no prepayment Audit
15	30/9/2019	Zakaria Ya'u Ali	Printing of Monthly Salaries Schedule	68	2005/12	20,000.00	Not receipt attaché beneficiaries did not sign
16	26/10/2019	Sundry Person	Standing Allowance to Accountants	48	2005/12	50,000.00	No approval page and beneficiaries did acknowledge payment
17	20/12/2019	Ado Maidugu	Printing and biding of updated record	146	2005/12	42,000.00	not receipt from the printer attached
TOTAL						5,089,309.90	

Since effort to obtain the expenditure details failed recovery be effected accordingly from the Chairman and signatories to the account.

UN-ACCOUNTED MASS TRANSIT SERVICES COLLECTION OF 511,000.

The Local Government placed a standing order of N10,000.00 weekly remittance per vehicle and total remittance to the Account for the year from the records was N529,000.00 out of the generated revenue of N1,040,000.00. The balance of N511,000.00 under remittance by the Mass Transit Manager be recovered in accordance with the provisions.

MISSING PAYMENT VOUCHERS FOR ₦1,054,796.00

Below listed drawings for the sum of ₦1,054,796.00 could not be submitted for Audit certification which could be termed missing or not prepared at all when the funds were drawn.

Details as in below:

S/N	DATE	NAME OF PAYEE	PURPOSE OF PAYMENT	PV NO	HEAD & SUB-HEAD	AMOUNT ₦
1	2/2/2019	Sundry Person	Sakin Baka Allowance	02	2002/1	1,012,796.00
2	2/2/2019	Madu Maina	Refund of OPE	03	2001/12	2,000.00
3	7/3/2019	Sundry Person	Monthly Allowance	09	2005/12	20,000.00
4	7/3/2019	Zakaru Ya'u Ahmed	Printing of Feb. 2020 salary	19	2005/12	20,000.00
TOTAL						1,054,796.00

Since no payment voucher exist recovery be effected accordingly.

OUTSTANDING REVENUE RECEIPT/UNACCOUNTED SUM OF N35,000.00 ON MOTOR PARK AND MARKET RECEIPTS.

Records on revenue profile was also examined and 17 Number of cattle Tax (Jangili) upon which collection were made were not return and collections of N35,000.00 on Tickets and motor parks were not remitted. Full details were rendered to the Local Government.

The Jangali receipts must be recovered to determine the collections there upon for appropriate recoveries.

UNRETIRED NON PERSONAL ADVANCES WORTH N1,664,775.10

The provision of FM 14.27 stated clearly that, imprest shall be retired where the purpose for which the imprest was granted is completed or at such intervals prescribed when the impres is approved, however all imprest advances shall be retired at the end of each year i.e 31st December 2019

Examinant ion of non-personal advance ledger revealed that, the sum of N1,664,775.00 granted for construction of 2 VIP toilet could not be observed retired as at 31st December 2019.

Details below:

S/NO	DATE	NAME OF ADV HOLDER	PURPOSE OF ADVANCE	ADV NO	PV NO	AMOUNT
1	2/01/2019	Abba Gana Moh'd	Construction of 2 VIP toilet at the Local government Secretariat	A/1	01	1,664,775.00
TOTAL						1,664,775.00

Retirement could not be observed as the VIP toilet could not be observed constructed. Recovery recommended.

PRIMARY HEALTH CARE DEPARTMENT

WRONG/IRREGULAR PAYMENT WORTH ₦5,269,500.00

The sum of ₦5,269,500.00 was drawn on twenty seven (27) payment vouchers which could not be observed supported with relevant document to justify the expenditure.

Details below:

S/NO	DATE	NAME OF PAYEE	PURPOSE OF PAYMENT	PV NO	HEAD & SUB-HEAD	AMOUNT	REMARKS
1	28/2/2019	Sundry Person	Monthly Allowances	36	2007/12	70,000.00	Name and sign the beneficiaries not attached.
2	2/3/2019	Sundry Person	Monthly Allowances	13	2007/12	70,000.00	As above
3	3/4/2019	Maina Buhari	Settlement of request to conduct March outbreak response	61	2007/12	50,000.00	No details of expenses incurred attached
4	5/4/2019	Maryam Habib	Payment to conduct April outbreak response	70	2007/12	60,000.00	As above
5	30/7/2019	Sundry Person	Conveying of equipment from Damaturu	140	2007/12	30,000.00	No receipt for transportation
6	30/8/2019	Sundry Person	Monthly Allowances	95	2007/12	80,000.00	Verify by Internal Auditor signatories of beneficiaries not attached & OCV did not sign.
7	2/20/2019	Abdullahi Alh. Usman	Purchase of drugs for victims of measles	11	2007/12	51,000.00	No receipt evidence of purchase not taken on charge to store and OCV did not sign
8	30/10/2019	Sundry Person	Monthly Allowance	35	2007/12	70,000.00	As per above
9	30/10/20019	Mina Buhari	Purchase of Drugs to	16	2007/12	107,000.00	No receipt evidence

			support state outreach days				of purchase no SRV and not subjected to prepayment Audit
10	24/12/2019	Sundry Person	Monthly Allowance	90	2007/12	70,000.00	As per above
11	7/1/2019	Maina Bukar	Community intervention assessment on routine immunization	01	Nil	360,000.00	No document related to RI attach and PV no duly process in subject to full payment
12	9/1/2019	Kachallah Audu Gasma	Community engagement transportation for the month of Jan. 2019	02	Nil	300,000.00	Un-documented payment not subjected to jected to internal Audit check
13	6/3/2019	Hadiza Matani	Saving immediate leves activities for the month of March 2019	01	Nil	460,000.00	As per above
14	13/5/2019		IDPs counter pase payment	07	Nil	340,000.00	As per above
15	6/6/2019		Logistic for the net distribution as flag off executive	06	Nil	250,000.00	As per above
16	10/2019		Flat off for LLIN for the month of June 2019	07	Nil	75,000.00	As per above
17	19/6/2019		Payment for implementation of MNCHW/LLMNCH	08	NIL	145,000.00	As per above
18	3/7/2019	Goni Musa Gambo	MNCHW personal allowance for the month of June, 2019	01	Nil	147,500.00	As per above
19	8/7/2019	Maina Bukar	Logistic for LLMNCH Some transportation sell allowance	06	Nil	414,000.00	As per above
20	6/8/2019	Maryam M. Habib	Payment of concerpat for the month of Aug. 2019	01	Nil	285,000.00	As per above
21	20/11/2019		Payment for state outreach days LGA teams allowances	09	Nil	378,000.00	As per above
22	26/11/2019	Ma	Payment for out reach excessive for the month of Nov. 2019	10	Nil	150,0000.00	As per above
23	28/11/2019	Sundry Person	Payment for MNCHE SUPERVISOR Allowance	11	Nil	100,000.00	As per above
24	4/12/2019	Maryam Habib		01	Nil	492,000.00	As per above
25	4/12/2019	Maryam M. Habib	sundry person	02	Nil	275,000.00	As per above
26		Sundry Person	50g payment for ward focal person during SOD/MNCHEW	03	Nil	100,000.00	No list of beneficiary attached not subjected to internal Audit checks

			Exercise				
27	17/7/2019	Hadiza Mateni	Hiring of vehicles to supervisor of returning	04	Nil	340,000.00	No list of not beneficiary not checked and no prepayment Audit and not receipt from NURTW to cost the hiring of vehicle
TOTAL						₦5,269,500.00	

Where the required explanation could not be obtained recoveries be effected accordingly.

ADMIN DEPARTMENT

WRONG/IRREGULAR DRAWINGS FOR THE SUM OF ₦7,657,309.00.

The sum of ₦7,657,309.00 was drawn in fifty seven (57) payment vouchers which could not be observed supported with relevant document to justify the expenditure.

Details below:

S/NO	DATE	NAME OF PAYEE	PURPOSE OF PAYMENT	PV NO	HEAD S/HEAD	AMOUNT	REMARK
1	2/2/2019	Ibrahim Yayangida	Logistic and feeding of security vehicle during election	50	2002/12	300,000.00	List of beneficiary not attached
2	23/2/2019	Ibrahim Yayangida	Settlement of Expenditure during presidential election	49	2002/12	200,000.00	No details of expenditure attached
3	23/2/2019	Army Patrol team	Purchased of 30 drums to main gate	34	2002/12	60,000.00	Not processed in subject file No attached with receipt of expenses
4	23/2/2019	Army Patrol team	Purchase of tyres JTF motor vehicles	33	2002/12	48,000.00	No receipt of tyres purchase no SRV and not charge to store records
5	23/2/2019	Aminami Mohammed	Settlement of fuel using by LG	28	2002/7	319,000.00	No receipt evidencing purchased No SRV and no approval page attached.
6	23/2/2019	Alh. Kyari Wacahakal	Monthly Allowance to Party Chairman	23	2002/12	150,000.00	Not processed in subject file beneficiaries did not

							acknowledged the payment
7	23/2/2019	Sundry Person	Monthly Standing allowance for fueling of Army vehicle	16	2002/7	115,000.00	No processed in subject file and No SRV attached.
8	23/2/2019	Sundry persons	Monthly standing allowance to vigilante	19	2002/12	115,000.00	Beneficiary did not acknowledged the payments
9	23/2/2019	Sundry Person	Monthly standing allowance to council member	20	2001/12	120,000.00	As per above No payees list
10	4/3/2019	Sundry Person	Monthly Allowance to HODs	03	2002/12	50,000.00	As per above
11	4/3/2019	Sundry Person	Monthly standing allowance to vigilatee Group	04	2002/12	115,000.00	As per above
12	4/3/2019	Sundry Person	Monthly Standing allowance to Mopol Term	05	2002/12	50,000.00	As Above
13	4/3/2019	Alh. Kyari Wachakal	Monthly Standing Allowance to party Chairman	07	2002/12	150,000.00	No acknowledgement receipt from the party.
14		Aminari Mohammed	Fueling of Army motor vehicle	25	2002/7	115,000.00	Not processed in any subject file and No SRV
15	4/3/2019	Sundry Person	Monthly Standing Allowance to Army patrol team	49	2002/12	200,000.00	Beneficiaries did not acknowledge the payment
16	4/3/2019	Aminari Mohammed	Fueling of LG official vehicle 46	46	2002/7	184,000.00	No receipt of purchase no approval page and list of vehicle not specified
17	4/3/2019	NURTW	Hiring to commercial Motor vehicle to from Dapchi	47	2002/2	30,000.00	No receipt from NURTW and beneficiary.
18	4/3/2019	Hammadu Isa	Fueling of official	54	2002/7	40,000.00	No receipt vehicle during the gubernatorial election
19	7/4/2019	Sundry Person	Monthly allowance and fueling of Army vehicle	10	2002/12	390,000.00	Beneciciaries did not sign the PV
20	7/4/2019	Sundry person	Monthly Allowances to casual laboures	18	2002/12	66,000.00	As per above
21	7/4/2019	Sundry Person	Monthly allowances to security	19	2002/12	66,000.00	As per above
22	7/4/2019	Aminami Mohammed	Fueling of LG official vehicles	40	2002/12	210,000.00	Not processed in any subject file no receipt evidence of purchase
23	3/4/2019	Hammadu Isa	Purchase of tyres to LG Jeep	63	2002/7	90,000.00	Not charge to store No SRV

24		Maigambori	Purchased of 4 tyres to Toyota Hilux	64	2002/12	180,000.00	Not chare to store records
25	3/4/2019	JTF Commender	Payment for the repair of vehicle	67	2000/12	55,000.00	No receipt evidencing purchased attached
26	3/4/2019	Sundry person	Fueling feeding and accommodation to attend meeting at Damaturu	81	2000/12	75,000.00	No approval nor letter of invitation for the meeting was attached and beneficiaries did not sign
27	2/6/2019	Mohammed Aminami	Fueling and lubrication of official vehicles	53	2000/7	107,315.00	No receipt evidencing purchase of fuel recipient did not sign the PV
28	2/6/2019	Musa Fulata	Repairs of DPMS OFFICIAL Vehicle	57	2002/7	34,500.00	No prepayment Audit and no receipt of repairs was attached
29	2/6/2019	YBC	Interviewing on ongoing projects	63	2002/2	30,000.00	No receipt from YBC No Prepayment Audit and no Approval page
30	2/6/2019	Aminami Moh'd	Fueling and lubricating of official vehicle	113	2001/7	96,000.00	No subjected prepayment Audit and No receipt attached
31	2/6/2019	Yahaya Driver	Repairs and service of JTF vehicles	114	2001/7	63,000.00	As per above
32	2/8/2019	Alh. Maigari Kasuwa	Transport feeding and accommodation allowance on official travel to M/guri	05	2002/12	70,000.00	No any evidence attached to justify the trip was attached
33	31/7/2019	Hon. Tijjani Kaigama	Refund of OCH of pocket expense	17	2009/12	70,000.00	No receipt covering the expenses is attached
34		Alh Kyari Wachakal	Monthly Standing allowance paid to Chairman	35	2002/12	150,000.00	No
35	2/8/2019	Alh Kyari Wachakal	Do	24	2002/12	150,000.00	As per Above
36		Aminami Moh'd	Fuel consumed by official vehicles during the month	45	2002/7	149,785.00	No receipt covering purchase of the fuel and no SRV attached
37	2/8/2019	Abubakar Sabo	Purchased of 11 mattress to Police Loan	46	2002/13	104,000.00	Not charge to store record
38	2/8/2019	Alh. Maigari Kasuwa	Refund of out of pocket expenses during recruitment exercise	50	2002/12	50,000.00	PV no receipted and no details of expense incurred
39	2/8/2019	Yahaya Driver	Purchase of 4 tyres of Army vehicles	57	2001/7	60,000.00	Not charge to store record
40	1/7/2019	Mohammed Jeje	Purchased of 10Nos Ceiling Fan and OX standing Fan to office	58	2002/12	60,000.00	No receipt covering purchased and not charge to store records

41	30/8/2019	Alh Kyari Wachakal	Monthly Contribution to --- Chairman	105	2002/12	150,000.00	No acknowledgement receipt
42	30/8/2019	Alh Kyari Wachakal	Payment of allowance to security agencies to maintain peace at EID ground	109	2001/12	300,000.00	List and signature of mentioned securities personnel was not attached
43	2/9/2019	Ubaliyo Musa Gambo	Payment made for official trips to X from Damturu 3 times	06	2001/2	150,000.00	No approval page No receipt to justify expenses incurred
44	2/9/2019	Yunusa Jaji	Feeding transport accommodation while on official trip to Damaturu	09	2001/2	20,000.00	As per above
45	2/9/2019	Aminami Moh'd	Purchase of petrol for day to day running of the LG	11	2002/12	134,000.00	No receipt fuel purchased was attached
46	2/9/2019	Yahaya Shaiabu	Hiring of vehicle to intestates suspected killers of business men in Jaji-Maji	17	2002/12	250,000.00	No receipt of hiring the vehicles involved
47	2/9/2019	Modu Maina Jaji Maji	Purchased of 7 bundles of Zinc to storm victims	20	2002/12	126,000.00	Charge to store record No subject to internal Audit
48	2/9/2019	Sundry Person	Payment of Councils Salaries	38	2001/1	488,709.00	The PV is not attached with the named and signatures of the Beneficiaries
49	2/9/2019	Musa Ibrahim	Transportation of 100 bags of 50Kg rice and 120 bundles of 2 nd Hand closes	72	2002/12	60,000.00	Was not attached with receipt covering he transportation expense
50	30/10/2019	Aminami Mohammed	Settlement of fuel used by the LG 58	58	2002/7	261,000.00	No receipt of purchased no SRV and no prepayment Audit
51	30/10/2019	Sundry Person	Payment of security meeting allowance	59	2002/12	260,000.00	No prepayment Audit and mentioned beneficiaries could not acknowledge payment
52	30/10/2019	Mal. Auwal Ibrahim	Accommodation for members of Federal Bureau of Statistics	77	2002/12	85,000.00	No accommodation receipt attached and PV not subject to Internal Audit Check
53	30/10/2019	Fannami M.Sahle	Hiring of Commercial vehicles to Water and sanitation members for 3 days assignment	82	2002/12	85,000.00	No prepayment Audi and receipt covering hiring of the vehicles
54	2/11/2019	Sundry Person	Medical assistance	19	2002/12	390,000.00	No application from

			to some members of staff				beneficiaries of medial bills attached and no prepayment Audit
55	2/11/2019	Yadala	Entertainment and refreshment on his exc visit to Jaji-Maji	28	2001/11	60,000.00	No receipt covering purchases
56	1/12/2019	Abdulmuminu Garba	Hiring of motor vehicles and allowances during swearing in ceremony of Hon. Commissioner	56	2002/12	150,000.00	No receipt covering hiring of the vehicles and No list signatures of beneficiaries
TOTAL						7,657,309.00	

Since no material explanations along with relevant documents could be obtained to justify the expenditure, recovery is hereby recommended.

5) INTERNAL CONTROL SYSTEM:

Assessment of the Internal Control of the Local Government for 2019 operation indicates that, the Internal Audit function was very weak as payment vouchers for purchase were not supported with store receive vouchers, invoices and no certification could be observed of the internal Audit on most of the drawings

6. INTERNALLY GENERATED REVENUE.

The Local Government Budgeted the collection of **₦10,295,635.91** for the year ended 31st December, 2019 while actual collection was **₦4,968,302.95** Thereby reflecting under collection of **₦5,327,331.96**.

KARASUWA LOCAL GOVERNMENT
SUMMARY OF RECURRENT REVEUNUE 2019

HEAD	DETAILS OF REVENUE	BUDGETTED 2019₹	ACTUAL 2019₹	VARIANCE ₹
1001	Tax	1,100,000.00	700,000.00	400,000.00
1002	Rate	1,200,000.00	850,000.00	350,000.00
1003	Local Licence Fines	1,090,000.00	809,000.00	281,000.00
1004	Earning from Commercial Undertaking	1,500,000.00	1,009,000.00	491,000.00
1005	Rent on Local Government Property	5,105,634.91	1,500,302.95	3,605,331.96
1006	Interest Payment/Dividend	-	-	-
1007	Grants	-	-	-
1008	Miscellaneous	300,000.00	100,000.00	200,000.00
	Total int. Gen. Revenue	10,295,635.91	4,968,302.95	5,327,331.96
1009	Federation Accounts	2,592,646.306.82	1,761,113,055.66	831,233,251.16
	GRAND TOTAL	<u>2,602,941,941.73</u>	<u>1,766,381,358.61</u>	<u>836,560,583.12</u>

7. RECURRENT EXPENDITURE 2019

The Local Government Budgeted the sum of ₦559,265,044.64 for its recurrent expenditure while the actual expenditure for the period was ₦377,291,567.20 with favorable variance of ₦221,973,477.44 this cannot be un-connected with effective control on personnel cost and overhead expenditure from the state Government.

HEAD	DETAILS	BUDGETED 2019₦	ACTUAL 2019₦	VARIANCE ₦
2001	Office of the Chairman	-	-	-
	Personnel Cost	67,812,060.50	30,001,064.01	37,810,996.49
	Overhead	13,700,000.00	12,500,000.00	1,200,000.00
2002	Office of the Secretary			
	Personnel Cost	76,454,816.13	18,508,222.13	57,946,594.00
	Overhead	4,600,000.00	5,700,000.00	(1,100,000.00)
2003	The Council			
	Personnel Cost	58,150,331.19	15,186,419.03	42,963,912.16
	Overhead	19,000,000.00	9,000,000.00	10,000,000.00
2004	Personnel Management			
	Personnel Cost	83,860,200.00	49,558,012.01	34,304,184.99
	Overhead	17,700,000.00	12,450,000.00	5,250,000.00
2005	Treasure			
	Personnel Cost	9,570,100.00	51,991,023.01	(42,420,923.01)
	Overhead	19,000,000.00	15,590,000.00	3,410,000.00
2006	Education			
	Personnel Cost	-	-	-
	Overhead	-	-	-
2007	Primary Health Care			
	Personnel Cost	62,046,836.82	48,783,114.03	13,263,722.72
	Overhead	18,000,000.00	2,478,302.95	15,521,697.05
2008	General Agric			
	Personnel Cost	57,880,700.00	46,992,115.01	10,888,584.99
	Overhead	8,000,000.00	8,750,000.00	(750,000.00)
2009	Works			
	Personnel Cost	45,900,000.00	31,638,378.72	14,261,621.28
	Overhead	15,000,000.00	7,500,000.00	7,500,000.00
2010	Traditional Council			
	Personnel Cost	17,590,000.00	8,664,913.30	8,425,086.70
	Overhead	5,000,000.00	2,006,000.00	3,000,000.00
2011	Miscelious			
	Personnel Cost	-	-	-

	Overhead	-	-	-
	TOTAL	559,265,044.64	377,291,567.20	221,973,477.44

8. CAPITAL EXPENDITURE

The Local Government budgeted the sum of **₱2,065,684,391.00** as its capital expenditure for the 2019 Financial operations while the actual incurred expenditure was **₱788,920,854.83** revealing under performance of **₱1,276,763,536.17** to execute developmental project.

KARASUWA LOCAL GOVERNMENT **SUMMARY OF CAPITAL EXPENDITURE 2019**

HEAD	DETAILS OF EXPENDITURE	BUDGETTED 2019 ₱	ACTUAL 2019 ₱	VARIANCE ₱
1	ECONOMIC SECTOR	512,684,391.00	202,791,103.36	314,893,287.64
2	SOCIAL SECTOR	586,500,000.00	182,530,255.01	403,969,744.99
3	AREA DEV. SECTOR	302,500,000.00	192,897,052.45	109,602,947.55
4	ADMIN SECTOR	654,000,000.00	210,702,444.01	443,297,555.99
	LOAN REPAYMENT	5,000,000.00	-	5,000,000.00
	GRAND TOTAL	2,065,684,391.00	788,920,854.83	1,276,763,536.17

AUDIT CERTIFICATION

In accordance with the provision of section 125(2) of the Constitution of the Federal Republic of Nigeria 1999 (as amended). I have examined the Accounts and Financial Statement of Karasuwa Local Government for the year ended 31st December, 2019.

The Audit was conducted in line with Auditing Principles and Practice as specified in the draft Audit Laws of Yobe State. Projects and programmes were verified in line with the Audit procedures in practice. In the discharge of responsibilities vested in me by the provision of and section 125(5) of the above Constitution, the Statement of Assets and Liabilities of Karasuwa Local Government for the year ended 31st December 2018 have been certified subject to compliance to my correspondences on the accounts.

In my opinion the Financial Statements and schedules presents a true and fair view of Karasuwa Local Government for the year ended 31st December 2019.

**OFFICE OF THE AUDITOR-GENERAL,
LOCAL GOVERNMENTS,
P.M.B. 1058, KM3 GUJBA ROAD,
DAMATURU, YOBE STATE**

**ALH. YAHAYA W. IDRIS
AUDITOR-GENERAL (LOCAL GOVTS)
YOBE STATE**

STATEMENT No. 3
KARASUWA GOVERNMENT COUNCIL
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2019

	NOTE	CURRENT YEA 2019 ₹	ACTUAL PREVIOUS YEAR 2018 ₹
<u>Cash flows from operation Activities</u>			
<u>Receipt</u>			
➤ Internal Generated Revenue		4,968,302.95	98,341,300.00
➤ Grants and Subventions		-	-
➤ Value Added Tax		320,999,000.00	329,907,733.89
➤ Statutory Allocation		1,356,197,056.00	1,422,113,488.84
➤ Miscellaneous (Excess Crude)		85,216,999.00	53,135,324.85
TOTAL RECEIPTS		<u>1,766,381,358.61</u>	<u>1,903,497,847.58</u>
<u>Payments</u>			
➤ Personal Emolument		301,323,284.25	348,605,047.73
➤ Education Services		3,450,000.00	2,000,870.01
➤ Transport Services		68,958,873.36	31,740,500.00
➤ Health Services		240,914,092.20	180,706,530.00
➤ Mining and Petro-Chem Services		-	-
➤ Agric Services		113,832,230.00	56,224,100.00
➤ Overheads		75,968,302.95	158,341,300.00
➤ Other General Value		961,248,373.16	1,119,093,295.51
TOTAL PAYMENTS		<u>1,765,698,155.92</u>	<u>1,896,711,643.25</u>
<u>Net Cash Flow from Operation Activities</u>			
Purchases/Construction of Ass.		-	-
Purchase of Financial Market Instrument		-	-
Proceeds from Sales of Assets		-	-
Net Increase/Dec. in Cash and Equivalent			
Cash and Equipment as at 1 st /1 st /2019		3,636,762.89	2,406,995.03
Cash and Equivalent as at 31 st /12/2019		683,202.69	3,195,200.37

STATEMENT No. 4
KARASUWA LOCAL GOVERNMENT COUNCIL STATEMENT OF ASSETS AND
LIABILITIES FOR THE YEAR ENDED 31ST DECEMBER, 2019

	NOTE	ACTUAL CURRENT YEAR 2019 ₨	PREVIOUS YEAR 2018 ₨
<u>ASSETS</u>			
➤ Cash and Bank Balances		683,202.69	3,195,200.00
➤ Investment		-	-
➤ Advances		1,664,775.00	6,000,000.00
➤ Others			
		2,347,977.69	9,195,200.37
<u>LIABILITIES</u>			
➤ Deposits		-	-
➤ PAYYEE		-	-
➤ NULGE		-	-
➤ MHWU		-	-
➤ B.I.R.		-	-
➤ Loans		-	-
➤ General		-	-
		2,347,977.69	9,195,200.37

STATEMENT No. 5
KARASUWA LOCAL GOVERNMENT COUNCIL
REVENUE AND EXPENDITURE FOR THE YEAR ENDED 31ST DECEMBER, 2019

ACTUAL PREVIOUS YEAR 2018 ₦	NOTES	BUDGET CURRENT YEAR 2019 ₦	ACTUAL CURRENT YEAR 2019 ₦	VARIANCE %
2,406,995.03	Opening Balance		3,636,762.89	3,636,762.89
	<u>ADD: REVENUE</u>			
13,372,100	Rate	1,200,000.00	850,000.00	350,000.00
29,932,150.12	Fines Fees and License	1,500,000.00	1,009,000.00	491,000.00
16,341,340.50	Earning from Undertaking	5,105,634.91	1,150,302.95	3,605,331.96
13,462,790.21	Rent on Govt. Property	-	-	-
-	Interest & Dividend Payment	-	-	-
-	Taxes	1,100,000.00	700,000.00	400,000.00
-	Grants/Cont.	80,000,000.00	-	80,000,000.00
1,422,113,488.84	Statutory Allocation	2,356,626,116.8	1,355,197,056.00	1,010,429,060.82
329,907,738.89	Vat	123,020,000.00	320,999,000.16	(198,877,000.66)
<u>78,368,239.02</u>	Miscellaneous Revenues	<u>34,390,190.00</u>	<u>86,115,999.52</u>	<u>57,725,809.50</u>
<u>1,905,904,842.61</u>	TOTAL REVENUE	<u>2,602,941,941.73</u>	<u>1,770,018,121.52</u>	<u>832,923,820.23</u>
	<u>LESS: EXPENDITURE</u>			
404,984,769.95	General Administration	665,937,507.82	285,650,246.71	380,287,261.11
253,235,254.83	Health and Environment	417,046,836.82	222,563,418.18	194,483,418.64
367,820,822.01	Works and Housing	201,784,391.00	128,097,252.08	73,687,138.92
2,000,870.01	Education	180,500,000.00	3,450,000.00	177,060,000.00
128,241,669.94	Agric& Social Development	342,680,700.00	169,574,387.01	173,106,354.99
209,831,965.00	Capital Projects	852,000,000.00	353,240,397.16	498,759,602.84
530,596,291.51	Miscellaneous Expenses	5,000,000.00	603,122,496.78	598,122,496.78
1,896,711,643.25	TOTAL EXPENDITURE	2,664,949,435.69	1,756,698,155.92	899,251,279.72