

AUDITOR—GENERAL'S REPORT

POTISKUM LOCAL GOVERNMENT 2020 FINANCIAL YEAR REPORTS

SEPTEMBER, 2021

TABLE OF CONTENT

Table of Content:	“	“	“	“	“	“	“	“	2
Introduction:	“	“	“	“	“	“	“	“	3
Submission of Financial Statement:	“	“	“	“	“	“	“	“	3
Income Highlight:	“	“	“	“	“	“	“	“	3
Previous Audit Queries:	“	“	“	“	“	“	“	“	4
2020 Financial Year Reports:	“	“	“	“	“	“	“	“	5
Highlight of 2020 Financial Operation:	“	“	“	“	“	“	“	“	16
Personnel Cost:	“	“	“	“	“	“	“	“	17
Overhead/Subvention Expenditure:	“	“	“	“	“	“	“	“	18
Admin Sector Expenditure:	“	“	“	“	“	“	“	“	19
Economic Sector Expenditure:	“	“	“	“	“	“	“	“	20
Regional Development Sector Expenditure:	“	“	“	“	“	“	“	“	21
Social Sector Expenditure:	“	“	“	“	“	“	“	“	22
Budgetary Analysis:	“	“	“	“	“	“	“	“	23
Audit Certification	“	“	“	“	“	“	“	“	24

**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON
ACCOUNTS OF POTISKUM LOCAL GOVERNMENT FOR THE YEAR ENDED
31ST DECEMBER 2020**

1. INTRODUCTION:

The Financial Statements of Potiskum Local Government and relevant operation records for the year ended 31st December, 2020 have been examined in accordance with provisions of the Financial Memorandum F.M 39.1 which is also consistent with the provision of the constitution Sec 125 (2) and Sec 85 (2,4-6) of Federal Republic of Nigeria 1999 as amended.

The Annual Financial Statements were prepared in accordance with the provision of International Public Sector Account (IPSAS) cash bases adopted by the Federation Allocation Committee (FAC) on the Standardization of Financial reporting of the Federal State and Local Government councils in Nigeria.

2. SUBMISSION OF THE REPORTS:

The Financial Statements of Potiskum Local Government for the year ended 31st December, 2020 was submitted to me on the 18th September 2021.

The provisions of the F.M 32.1 provides that, for prompt and accurate public accountability of Public resources, accounts and schedules of all assets and Liabilities must be prepared and balanced latest by 31st March of the preceding year of operation.

The Accounts and schedule of statements were certified on 20th September 2020 in observance of the provisions.

INCOME HIGHLIGHT .

Arising from the inspection of the Bank Statement for lodgment of all receipts and disbursement, Potiskum Local Government collected the sum of **N1,907,315,626.91** from Federation account and **N45,499,726.00** on account of collection from Internal operations of the Revenue Unit of the councils treasurer. The total sum of **N1,952,815,352.91** was the certified total income to the council for the year ended 31 December, 2020.

PREVIOUS AUDIT OBSERVATIONS

Arising from the Yobe State House seating of 30th July, 2020 was resolution passed on the recommendation of Public Accounts Standing Committees (PAC) on the reports of the Auditor-General for Local Governments for the 2018 and 2019 financial year operations.

The House plenary acting on the observations arising from the Audit report expressed dismay that drawings were made on Public resources without due attachment of statutory valid expenditure details. It decreed that whatever the instance of the expenditure, the appropriate documentation must be observed the non-documented drawings cannot be accepted as transparent expenditure even if the purpose for the drawn could be genuine hence:-

- (i) The recovery of N3,500,000 from the Coordinator PHC for unsupplied drugs to be observed to logical conclusion on 2018 operation.
- (ii) Irregular drawings of N14,455,000 by Head of General Admin be observed for 2018 operation.
- (iii) The Education Secretary to observe the refund of N285,000 irregularly drawn for 2018 operation.
- (iv) The Coordinator Primary Health Care to effect refund of N489,471.80 for 2018 operation as the Treasurer to ensure the refund of N3,793,000.00 on unretired special Advances for 2018 operation.
- (v) The Head of General Admin to observed the refund of N6,906,370.00 for 2019 irregular drawings.
- (vi) The Treasurer be held liable for the drawing of N3,153,000 for 2019 operation.
- (vii) The recovery of N1,120,000 Mass Transit collection unremitted by Mass Transit Manager to be observed for 2019 operation.
- (viii) Non Personal Advance of N2,155,000 be recovered from the Treasurer for not observing the provisions of the FM.
- (ix) The Head of Agric to ensure the recovery of N1,035,000 on account of irregular drawing for 2019 operation.
- (x) The Coordinator PHC to ensure refund of N117,000 on account of irregular drawing of 2019.

- (xi) Recovery of N265,000 irregularly drawn by the Education Secretary without expenditure details for 2019.

2020 FINANCIAL YEAR REPORTS

Arising from the inspection of the Local Government operations for 2020 are below observations: -

(1) PRIMARY HEALTH CARE DEPARTMENT

WRONG AND IRREGULAR PAYMENT WORTH N570,000.00

The sum of ~~N~~570,000.00 drawn on two instances were effected without due observance of the provision of FM Chapter 14

No documentation of the expenditure as to procurements for the sum drawn.

Details: -

S/N	NAME OF PAYEE	PURPOSE OF PAYMENT	PV NO	DATE	HEAD/SUB HEAD	MANDATE	AMOUNT	REMARKS
1.	Dogo Lawan	Public awareness on Lasa Fever	2	February	2007/11	Mandate	170,000.00	No valid details
2.	Shu'aibu I Kurmi	Fumigation of Covid 19	11	April	2007/12	Mandate	400,000.00	Expenditure was not supported by details
Total							<u>570,000.00</u>	

Since the expenditure could not be supported with valid expenditure details, recovery is hereby recommended.

(2) **POTISKUM LOCAL GOVERNMENT EDUCATION AUTHORITY**
WRONG AND IRREGULAR PAYMENT WORTH=N4,644,521.01

The sum of N4, 644,521.01 was drawn on 12Nos of payment voucher for which bellow observation were made.

Observation:

- i. the overhead drawings were not subjected to any file record for ease of reference
- ii. No valid evidence to support the drawing could be observed attached

Details as below

REPORT ON MONTHLY OVER HEAD COST FROM SUBEB, POTISKUM LOCAL GOVERNMENT EDUCATION AUTHORITY JAN – DEC 2020.

Monthly over head cost from (SUBEB) Jan – Dec 2020

S/N	MONTH	MONTHLY OVER HEAD
1.	January	₦403,876.48
2.	February	₦403,876.48
3.	March	₦403,876.48
4.	April	₦403,876.48
5.	May	₦403,876.48
6.	June	₦403,876.48
7.	July	₦403,876.48
8.	August	₦403,876.48
9.	September	₦403,876.48
10.	October	₦403,876.48
11.	November	₦403,876.48
12.	December	₦201,879.73
Total		<u>₦4,644,521.01</u>

Examination and reconciliation of all books of account of Potiskum Local Education Authority have provided the tabulated comprehensive report and no expenditure details could be observed hence recommended for recoveries.

(3) **AGRIC AND NATURAL RESOURCES DEPARTMENT.**

WRONG AND IRREGULAR PAYMENT N674,000.00

The sum of N674,000.00 was expended for the conveyance of tractor from Taraba and Maintenances. No expenditure details could be observed.

S/N	NAME OF PAYEE	AMOUNT	PURPOSE FOR PAYMENT	MONTH	PV NO.	HEAD/SUB HEAD	REMARK
1.	Idriss Shaibu	₦ 450,000.00	Retirement of Special impress	March 2020	85	2008/12	No item were procured, not shown in the store ledger
2.	Abubakar Idi Gishuwa	150,000.00	Conveying a tractor from Taraba to Potiskum Town	May 2020	15	2008/10	No invoice of the diesel purchase for the tractor
3.	Abdu Yusuf Dala	74,000.00	Payment for repairs of one tractor	May 2020	4	2008/2	Not taken charge to the store, no invoice of replace items and parts replace not found in the store
Total		<u>1,674,000.00</u>					

- i. required invoices were not attached
- ii. store items were not taken on charge to store
- iii. payment voucher was not subjected to internal Audit Clack

Since the drawings could not be justified, recoveries are hereby recommended.

(4) **ADMIN DEPARTMENT.**

WRONG AND IRREGULAR PAYMENT

The sum of N4,852,625.00 drawn on 28 Nos of Payment Vouchers were observed without adherence to the provisions for the following: -

- i. No valid expenditure details could be observed attached.
- ii. Vouchers were not subjected to Internal Audit check as in FM 14.10 and 40.10.
- iii. Not subjected to file processing for approvals.
- iv. procurement not charged to store records for administration.

Details of such expenditure as below:

S/N	NAME OF PAYEE	PURPOSE OF PAYMENT	PAYMENT VOUCHER NUMBER	CHQ. NO.	HEAD AND SUB-HEAD	DATE	AMOUNT	REMARKS
1.	Ibrahim Barde	Entertainment	10		2001/12	March 2020	150,000.00	No invoice of items purchase
2.	Sundry person	Ramadan Packet Gift	30		2001/12	May 2020	100,000.00	Beneficiaries not classified
3.	Ibrahim Barde	Printing of hand over note and stamp of chairman and DPM	7	-	2001/5	February 2020	60,000.00	Expenditure was not certified by the LG internal Auditor 14:10
4.	Ibrahim Barde	Entertainment committee of supervising on Potiskum modern market	32	-	2002/12	June 2020	70,000.00	No valid attachment
5.	Ibrahim Barde	Hosting and Entertainment committee of supervising on Potiskum modern market	26		2002/12	June 2020	80,000.00	No valid attachment
6.	Sundry persons	Payment for attending a meeting with SDG held on 28 Jan 2020	14		2001/7	January 2020	80,000.00	No valid documentation
7.	Sundry person	JSMC Meeting	12		2001/12	February 2020	135,000.00	No valid documentation
8.	Sundry persons	Payment for attendance of two days retreat PHC	16		2001/10	February 2020	350,000.00	No hotels bills, invoice for fuelling and the copy of the

		activities in Kano State						meeting
9.	Sundry persons	Payment for the coverage of Sub-committee of Covid – 19 tax force Yobe State	10		2001/12	April 2020	300,000.00	No valid documentation
10.	Sundry persons	Payment of allowance to the revenue committee member	3		2001/12	May 2020	80,000.00	No valid documentation
11.	Danlami Shehu	Payment for Ramadan Gift	4		2001/11	May 2020	60,000.00	Expenditure was not controlled by the OCV FM 14:8
12.	Saleh Shuddi	Payment for a parley by YBC inspection	4		2001/5	March 2020	100,000.00	No valid documentation
13.	Sundry persons	Monthly allowance to revenue committee	2		2001/12	May 2020	80,000.00	No valid documentation
14.	Sundry person	Payment for committee members on the allocation of new motor park site	7		2001/11	May 2020	136,000.00	Purpose of payment not exactly classified No valid documentation
15.	Sundry persons	As payment to attain a 3 days' workshop	31		2001/11	January 2020	280,000.00	No official invitation, no venue and no certificate of attendance
16.	Mustapha Ibrahim	Printing a letter headed to the L.G	5	000230	2001/5	January 2020	115,000.00	Not taken charge to the store
17.	Sundry persons	Payment to attend annual vaccination exercise at Ngelzarma town	14		2001/10	December 2020	250,000.00	Not certified by Internal Auditor, no official invitation letter
18.	Danlami Shehu	Payment for hosting of committee on site plan for modern market in Potiskum LG	39		2002/12	March 2020	150,000.00	No valid documentation
19.	Danlami Shehu	Ramadan Gift	14		2002/11	May 2020	150,000.00	No names of beneficiaries
20.	Danlami Shehu	Payment for accommodation and feeding of members of judiciary	70		2001/11	February 2020	300,000.00	No valid documentation

21.	Danlami Shehu	As payment for logistic to NPC officials o convey data survey field	13		2001/11	January 2020	120,000.00	No expenditure details
22.	Danlami Shehu	Payment of hosting and logistics to official of National bureau for statistic	10		2002/7	February 2020	195,000.00	No expenditure details
23.	Danlami Shehu	As payment for hosting officials from on communicable disease	38		2001/11	February 2020	243,150.00	No expenditure details
24.	Danlami Shehu	Payment for the closing ceremony of corps member posted to Potiskum LG	8		2002/12	February 2020	60,000.00	No expenditure details
25.	Danlami Shehu	Procurement of messengers uniforms and red caps	89	Drawn from revenue account	2001/12	March 2020	157,000.00	Items not actually procured according to store ledger
26	Danlami Shehu	Supply of office files	87	Drawn from main account	2001/1	March 2020	205,000.00	Partially produced/inflated
27	Danlami Shehu	Printing of revenue earning books	06	Drawn from revenue account	2001/12	March 2020	637,500.00	Items not actually procured according to the store ledger
28	Manu Adamu (Chief Driver)	Repairs of DPM's vehicles	86	-	2001/7	March 2020	209,000.00	Not taken charge to the store and replaced parts could not be found
							<u>4,852,625.00</u>	

Since the necessary documents could not be obtained recoveries are recommended.

(5) **FINANCE DEPARTMENT**

WRONG AND IRREGULAR PAYMENT WORTH ₦7,204,000.00

The sum of ₦7,204,000.00 was expended on bellow list vouchers for which below were made:

- i. Payment were not subjected to internal Auditor pre-payment check as contain in FM 14:10 40:10
- ii. Expenditure not Subjected to file process
- iii. Store items were not taken on charge to store
- iv. Invoice of spare parts were not seen attached

Details: -

S/N	NAME OF PAYEE	PURPOSE OF PAYMENT	PV NO	DATE	HEAD/SUB HEAD	MANDATE	AMOUNT	REMARKS
1.	Aliyu Suleiman (MTM)	Purchase of one mass transit and four tires	4	Febuary	4007/10	Mandate	2,100,000.00	Second hand vehicle not subjected to technical valuation.
2.	Alhaji Nasiru Mato	Payment of allowance	56	January	2005/11	Revenue account	100,000.00	Not treated in any subject file No Details
3	Abba Mamman	Posting of official from Damaturu	3	January	2001/11	CHQ-000230	150,000.00	Expenditure was not re audited by the LG internal auditor FM 14:10 No documentation
4.	Idriss Adamu Mamasho	Repairs of one mass transit bus (LG30PKM)	23	January	2005/7	Main account	100,000.00	No invoice of spare parts and replaced parts could not be found in the store
5	Mohammed Adamu Musa	Reprinting of 2020 annual budget	6	January	2005/5	Main account	84,000.00	Not treated in any subject file/expenditure incurred was not certified by the LG

								internal Auditor FM 14:10
6.	Salisu Abule	Retirement of imprest for procurement of revenue earning books	72	July	2005/5	Mandate	145,000.00	No valid documentation SRV attached is not from the original store SRV booklet
7.	Sundry Person	Payment for disturbance allowance DPM, Treasurer	7	December	2005/11	Mandate	350,000.00	Transfer letter not attached to the PV No bases of expenditure
8.	Sundry Person	Payment for transport on feeding allowance to attend a meeting at Damaturu	11	December	2005/2	Mandate	130,000.00	Minutes not attached No List of payee
9.	Idriss Garba Tikau	Retirement of imprest for construction of Damboa culvert Potiskum town	12 A/78	November	6002/2	Mandate	200,000.00	No C.V attached No culvert construction
10	Salisu Abule	Purchase of office equipment	16	November	2005/5	Mandate	45,000.00	Nature of expenditure not specified, no invoice of procured equipment
						Total	<u>3,404,000.00</u>	

Since the said expenditure were not incurred in accordance with the provision recoveries are hereby recommended.

UN-RETIRED NON PERSONAL ADVANCE WORTH N810,000.00

“Imprest shall be retire when the purpose for which the imprest was grated is Completed all imprest shall be automatically retired at the end of each

financial year” FM 14:27.I Refs above provision, a total sum of N810,000.00 expended could not be observed retired.

UNRETIRED OF NON PERSONAL ADVANCES TO THE TUNE OF ₦810,000.00

S/N	NAME	PURPOSE OF PAYMENT	ADVANCE ACCOUNT GRANTED	PV/DATE	AMOUNT	REMARKS
1.	Salisu Abule	Printing of revenue earning books	A/80	10 – October	360,000.00	Unretired
2.	Salisu Abule	Printing of revenue earning books	A/96	4 – December	240,000.00	Unretired
3.	Salisu Abule	Purchase of office furniture	A/100		210,000.00	Unretired
<i>Total</i>					<u>₦810,000.00</u>	

Since the impress advances could not be retired for absences of material evidence for the accomplished of the purpose, the sum involved is hereby recommended for recovery.

MISSING PAYMENT VOUCHER AMOUNTING TO ₦1,400,000.00

Drawing for the sum of N1,400,000.00 made on 2 Payment Vouchers could not be observed presented for Audit Certification

Details presented below:

MISSING PAYMENT VOUCHER AMOUNTING TO ₦1,400,000.00

S/N	NAME OF PAYEE	PURPOSE OF PAYMENT	DATE	PV NO	AMOUNT
1.	Mohammed Baba	Printing of revenue earning books	January 2020	10	800,000.00
2.	Salisu Abule	Printing of receipt/certificate of occupancy	May 2020	18	600,000.00
Total					<u>₦1,400,000.00</u>

Since the Vouchers do not exist to support the drawings recoveries are recommended.

OUTSTANDING RECEIPT/TICKET

A substantial number of receipt/ticket collected by *Mohammed Abba Jidda and Danlami Shehu (Sec. Tax Force)* collected from the Treasury store upon which revenues were duly collected but not return with the collection there upon.

Details of such receipt/tickets collected are below: -

(1)	Hawkers Permits	21 Booklets	105,000.00
(2)	Motor Park Receipts	19 Booklets	190,000.00
(3)	Goat and Sheep Tickets	55 Booklets	275,000.00
(4)	Cattle Tax Receipts	38 Booklets	380,000.00
(5)	Motor Park Receipts	21 Booklets by Jidda	105,000.00
			<u>1,055,000.00</u>

The Local Government could not effect recovery of the above sum outstanding for 2020 revenue operation hence recommended for recoveries.

UN-DOCUMENTED DEPOSIT WITHDRAWAL.

FM chapter 24.25 (1) (2) which stated that application for withdrawal must be accompanied by the original treasury receipt acknowledging the deposit and the receipt shall be marked cancelled and attached to the payment voucher which the payment mode chapter 24:25 (2) stated when only a withdrawal of deposit is made.

Contrary to the provision of FM. Chapter 24.25 (1) (2) the sum of N832,650 on bellow listed Vouchers were effected without official receipts or acknowledgement of the Organization.

1.	Federal Inland Revenue	Withdrawal of deposit	D5	Federal Inland Revenue	13	May 2020	477,750.00	FM 24.25 (i) (ii)
2.	Federal Inland Revenue	Withdrawal of deposit	D5	Federal Inland Revenue	6	May 2020	354,900.00	FM 24.25 (i) (ii)
Total							<u>832,650.00</u>	

Since the payment could not be certified effected to the revenue agencies, the Treasurer and other Signatories to the account be made to refund the sum involved.

(6) WORKS DEPARTMENT
WRONG AND IRREGULAR PAYMENT FOR THE SUM OF N1,722,350.00

Below listed drawings for the execution of Works were inspected, below observations were made.

S/N	NAME OF PAYEE	PURPOSE OF PAYMENT	PAYMENT VOUCHER NUMBER	CHEQUE NUMBER	HEAD AND SUB-HEAD	DATE	AMOUNT	REMARKS
1.	Idriss Garba Tikau	Fencing of Potiskum township abattoir	1/Feb 2020		4008/1	February 2020	550,000.00	Expenditure not certified by the L.G internal auditor FM 14:10, project not 100% executed
2.	Alhaji Abubakar Idi	Supply and spreading of literate within Potiskum Town	55/Jan. 2020		4008/2	June 2020	175,000.00	project not done according to physical verification
3.	Idriss Garba Tikau	Second payment of block fencing of Potiskum township abattoir	37/Feb. 2020	000237	4001/1	February 2020	156,350.00	Expenditure not certified by the L.G internal auditor FM 14:10, project not 100% executed
4.	Idriss Garba Tikau	Repairing of double cell culvert at Potiskum grains market	13/Feb 2020		4008/4	February 2020	297,000.00	Sub-standard repairs / inflated attached photo for more details
5.	Idriss Garba Tikau	Literate Levelling of Potiskum grain market	12/Feb. 2020		4008/4	February 2020	544,000.00	Project not done attach photo for more details
TOTAL							<u>1,722,350.00</u>	

The Head of Works be held liable for the lost on the unexecuted projects.

**HIGHLIGHTS OF 2020 FINANCIAL OPERATION
POTISKUM LOCAL GOVERNMENT COUNCIL**

Note	Description	Actual 2020	Final Budget 2020	Actual 2019
1	Statutory Allocation	1,327,266,104.30	1,906,257,194.52	1,584,248,643.20
2	Excess Crude Oil	42,768,699.21	162,181,895.00	33,219,235.43
3	Value Added Tax	420,519,730.98	379,491,642.72	413,361,471.61
4	Other FAAC Allocation	116,761,092.42	53,737,340.29	15,114,053.63
	Sub Total	1,907,315,626.91	2,501,668,072.56	2,050,943,403.87
4.	Internal Generated Revenue	45,499,726.00	18,737,340.29	22,979,660.00
	Total Receipts	<u>1,952,815,352.91</u>	<u>2,501,668,072.53</u>	<u>2,073,923,063.87</u>
	RECURRENT EXPENDITURE			
	-Personnel Cost	484,455,570.31	1,658,739,461.12	361,602,645.42
	-Over Head Exp.	158,734,561.43	41,004,000.00	93,979,660.00
	-Subventions to Boards/	1,307,609,648.08	-	1,073,046,654.95
	-Emirate Councils	35,000,000.00	-	33,000,000.00
	-Other operating activities	-	-	86,173,153.75
	Sub- Total	<u>1,835,799,779.82</u>	<u>1,699,743,461.12</u>	<u>1,647,802,114.32</u>
	Total Capital Exp.	<u>124,049,791.53</u>	-	-
	Total Expenditure		-	-
	Net Cash Balance	(7,034,218.44)	-	428,270,949.55
	Opening 1/1/2020	7,203,463.48	-	-
	Closing 31/12/2020	169,245.05	-	-

PERSONNEL COST 2020

DOMESTIC GRANTS					
S/N	Description	CODE	BUDGETTED 2020	Actual 2020	Variance 2020
1	Basic Salaries	21010101	1,078,180,649.72	314,896,120.70	763,284,529.02
2	Allowances General	21020101-7	543,237,173.51	156,236,921.42	387,000,252.09
3	2.75 YCHMB Contribution	21020201	37,321,637.89	13,322,529.19	23,999,104.70
	Total		<u>1,658,739,461.12</u>	<u>484,455,570.31</u>	<u>1,174,283,890.81</u>

OVERHEAD EXPENDITURE 2020

S/N	Description	CODE	BUDGETTED 2020	Actual 2020	Variance 2020
1	Minor Road Maintenance	22020413	-	-	-
2	Security Service Coverage	22020601	-	441,176.46	(441,176.46)
3	Plants/Generator fuel cost	22020405	-	900,000.00	(900,000.00)
4	Staff Welfare packages	22021007	-	960,000.00	(960,000.00)
5	Meetings Entertainment	22021026	-	441,176.46	(441,176.46)
6	Contingencies	22021029	-	1,012,500.00	(1,012,500.00)
7	Legislature Vote	22021031	-	36,369,970.55	(36,369,970.55)
8	Relanerinaship of CRBC News Paper corporation and other Media House	22020608	4,004,000.000	19,061,000.96	(15,057,000.96)
9	Plant /Gen Fuel Cost	22020803	15,000,000.00	48,000,000.00	(33,000,000.00)
10	Press and Public Relation	22021030	10,000,000.00	12,617,677.00	(2,617,677.00)
11	Financial Assistance	22021027	7,000,000.00	22,000,000.00	(15,000,000.00)
12	Local Training	22020501	5,000,000.00	18,238,000.00	(13,238,000.00)
	Total		<u>41,004,000.00</u>	<u>158,734,561.43</u>	<u>(117,730,561.43)</u>

ADMIN SECTOR- EXPENDITURE 2020

ECON CODE	DESCRIPTION	GEO CODE	ACTUAL 2020	BUDGETTED 2020	VARIANCE 2020
23010105	Purchase of Chairman vehicle	23521400	19,000,000.00	60,000,000.00	41,000,000.00
23010104	Repairs of House	23521400	6,334,948.85	108,899,659.02	102,564,710.17
	Total		<u>25,334,948.85</u>	<u>168,899,659.02</u>	<u>143,564,710.17</u>

ECONOMIC SECTOR EXPENDITURE 2020

ECON CODE	DESCRIPTION	GEO CODE	ACTUAL 2020	BUDGETTED 2020	VARIANCE 2020
23010108	Purchase of Mass Transit	23521400	13,000,500.00	133,250,000.00	120,249,500.00
23010139	Purchase of Tractors	23521400	18,987,000.00	80,000,000.00	61,013,000.00
	Total		<u>31,987,500.00</u>	<u>213,250,000.00</u>	<u>181,262,500.00</u>

REGIONAL DEVELOPMENT EXPENDITURE 2020

ECON CODE	DESCRIPTION	GEO CODE	ACTUAL 2020	BUDGETTED 2020	VARIANCE 2020
23010119	Purchase of Gen Set	23521400	17,000,000.00	95,000,000.00	78,000,000.00
23010152	Const of Borehole	23521410	16,075,991.50	125,506,610.05	109,430,618.55
	Total		<u>33,075,991.50</u>	<u>220,506,610.00</u>	<u>187,430,618.55</u>

SOCIAL SECTOR EXPENDITURE 2020

ECON CODE	DESCRIPTION	GEO CODE	BUDGETTED 2020	ACTUAL 2020	VARIANCE 2020
23040102	Control of Erosion/Flood	23521408	10,000,000.00	50,000,000.00	40,000,000.00
23030105	Repairs of	23521404	23,621,351.18	132,439,436.28	108,788,085.18
	Total		<u>33,651,351.18</u>	<u>182,439,436.28</u>	<u>148,788,085.10</u>

BUDGETTARY ANALYSIS

The Local Government budgeted the sum of N2,501,668,072.56 for statutory allocation and N18,737,340.29 as I.G.R and could able to raise only N1,907,315,626.91 and I.G.R. of N45,499,726.00.

(1) **INTERNALLY GENERATED REVENUE**

The Local Government budgeted the collection of N18,737,340.29 for which the sum of N45,499,726.00 was collected accounting to 243%. Though have such collection, there is still room for improvement.

(2) **INTERNAL CONTROL**

The Local Government Council could not be observed to have standing internal control procedure put in place on same collections could be observed un-remitted and expenditure vouchers not passed through Internal Audit certification.

(3) **STORE REGULATIONS FOR ASSETS/INVENTORIES**

The Council despite the resolution of the House arising from the 2017 recommendation, it still observed poor or absence of Assets Register and proper inventory of stocks and other assets.

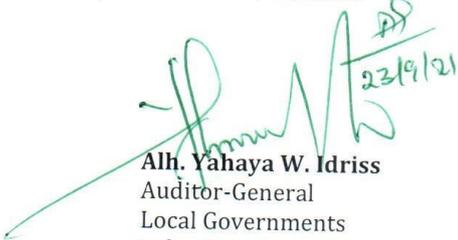
AUDIT CERTIFICATION:

In accordance with the provisions 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 Potiskum Local Government for the year ended 31/12/2020.

The Audit was conducted in line with auditing principle 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 the responsibilities vested in me by the provision of sec 125(2) of the above constitution, the statement of Assets and Liabilities of Potiskum Local Government for the year ended 31st December, 2020 have been certified subject to compliance to my correspondences unattended in this report.

In my opinion, the Financial Statements and Schedules presents a true and fair view of Potiskum Local Government for the year ended 31/12/2020.

Office of the Auditor-General
Local Govts P.M.B 1058
KM3 Gujba Road Damaturu
Yobe State.


Alh. Yahaya W. Idriss
Auditor-General
Local Governments
Yobe State.