

**AUDITOR—GENERAL'S REPORT**

**BURSARI LOCAL GOVERNMENT  
2020 FINANCIAL YEAR REPORTS**

**SEPTEMBER, 2021**

## TABLE OF CONTENT

Table of Content:	..	..	..	..	..	..	..	..	..	2
Introduction:	..	..	..	..	..	..	..	..	..	3
Submission of Financial Statement:	..	..	..	..	..	..	..	..	..	3
Income Highlight:	..	..	..	..	..	..	..	..	..	4
Previous Audit Queries:	..	..	..	..	..	..	..	..	..	4
2020 Financial Year Reports	..	..	..	..	..	..	..	..	..	7
Highlight of 2020 Financial Operation:..	..	..	..	..	..	..	..	..	..	23
Personnel Cost:	..	..	..	..	..	..	..	..	..	24
Overhead/Subvention Expenditure:..	..	..	..	..	..	..	..	..	..	25
Admin Sector Expenditure:	..	..	..	..	..	..	..	..	..	29
Economic Sector Expenditure:	..	..	..	..	..	..	..	..	..	30
Regional Development Sector Expenditure:	..	..	..	..	..	..	..	..	..	31
Social Sector Expenditure:	..	..	..	..	..	..	..	..	..	32
Budgetary Analysis:	..	..	..	..	..	..	..	..	..	33
Audit Certification:..	..	..	..	..	..	..	..	..	..	34

**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS**  
**ON ACCOUNTS OF BURSARI LOCAL GOVERNMENT FOR THE YEAR**  
**ENDED 31<sup>ST</sup> DECEMBER 2020**

**1. INTRODUCTION:**

The Financial Statements of Bursari Local Government and relevant operation records for the year ended 31<sup>st</sup> 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 Bursari Local Government for the year ended 31<sup>st</sup> December, 2020 was submitted to me on the 20<sup>th</sup> 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 31<sup>st</sup> March of the preceding year of operation.

The Accounts and schedule of statements were certified on 21<sup>st</sup> September, 2021 in observance of the provisions.

## **FINANCIAL OPERATION HIGHLIGHT .**

Arising from the inspection of the Bank Statement for lodgment of all receipts and disbursement, Damaturu Local Government collected the sum of **N1,834,810,440.89** from Federation account and **N14,431,755.00** on account of collection from Internal operations of the Revenue Unit of the councils treasury. The total sum of **N1,849,242,195.89** was the certified total income to the council for the year ended 31 December, 2020.

### **3. PREVIOUS AUDIT OBSERVATIONS:**

Arising from the Auditor-General reports for 2018 and 2019 to the State House of Assembly was the observed irregularities in drawings and drawings without vouchers. The Audit reports also highlighted diversion of collected revenues by revenue collectors.

The State House of Assembly in its plenary seating of 30<sup>th</sup> July 2020 considered and adopted recommendations of the Public Accounts Committee (PAC) that scrutinized the reports and directed the executive to:-

- (1) As a matter of urgency to draw the attention of the councils on the poor collection and accounting of the internally generated revenue, hence, cautioned the future devastating effect of such on the operation of the Local Government considering the continuous dwindling allocation from the federation Account.
- (2) The resolution also noted the non-attachment of supporting expenditure details to drawings and directed for the executive to ensure sum drawn without the statutory documentation be

recovered. This is to ensure public resources are managed transparently, hence:-

- (i) The Local Government Treasurer should be made to refund N51,318,472.37 on irregular drawings claimed as special imprest Advances, missing payment voucher and outstanding motor park revenue for 2018 operations.
- (ii) The Treasurer should also ensure recovery of 25 Booklet of departmental receipts with the collection there upon for 2018 operations.
- (iii) The Head of Agric and Natural Resources to refund the sum of N5,000,000.00 on irregular drawings for 2018 operations as the officer controlling the vote.
- (iv) The Head of works should ensure refunds of N20,302,400.00 expended on electrification and installation of 300KVA/415/001.I transformer/substation and connection to National Grid for 2018 operations not effected.
- (v) Recovery of N6,400,000.00 from Head of General Administration on account of irregular drawings for 2018 operations.
- (vi) The P.H.C. Co-ordinator should ensure recovery of N283,100.00 on account of irregular drawings for 2019 operations as vote controller.
- (vii) Recovery of N1,832,000.00 from the Head of works on irregular drawings for 2019 operations as O.C.V..

- (viii) The Treasurer to put in place recovery of N127,680,533.28 on account of payment vouchers not presented for Audit inspection for 2019 operations.
- (ix) The Treasurer to ensure refund of N26,093,000.00 on account of undocumented drawings and unretired Non personal Advances for 2019 operations.
- (x) Equally the Treasurer to ensure recovery of N961,500.00 on irregular drawings and unaccounted revenues as well as 26 Booklets of Departmental Receipts with the collection there upon for 2019 operations.
- (xi) The Treasurer also to ensure recovery of N36,399,994.00 on withdrawal of taxes and vat not supported with valid documents for 2019 operations.
- (xii) The Head of Administration to recover the sum of N11,637,800.00 on irregular drawings for 2019 operations.
- (xiii) The sum of N90,000.00 to be recovered from the Education Secretary on irregular drawings for 2019 operations on account of no valid documentation.
- (xiv) Similarly the Head of Agric to ensure recovery of N6,100,000.00 on irregular drawings for construction/evacuation of drainage for 2019 operations.

## **2020 FINANCIAL YEAR REPORTS**

Observations arising from inspection of 2020 financial records have been duly processed and below forwarded for consideration.

### **A. ADMINISTRATIVE DEPARTMENT**

#### **1.0 WRONG AND IRREGULAR DRAWINGS FOR N6,774,000.**

The sum of N6,774,000 was drawn for which below observations are made:-

- (1) The drawings were not subjected to file records nor the signatures of the recipients to indicate acknowledgement could be observed.
- (2) The names of the beneficiaries for sundry persons were not attached or indicated at the overleaf page of the payment vouchers for acknowledgement.
- (3) The payments were not subjected to internal audit checks.

Details of the expenditure below:

#### **ADMIN DEPARTMENT: MAIN ACCOUNT**

<b>S/ N</b>	<b>NAMES</b>	<b>PURPOSES</b>	<b>PV NO. &amp; DATE</b>	<b>AMOUNT</b>	<b>REMARKS</b>
1	Ali ShettimaAbacha	Payment for feeding of security officers at Dapchi	10 <sup>th</sup> of May	100,000	Not processed in subject file, no sign of the benefit and no documentary evidence attached to

					the voucher
2	Ali ShettimaAbacha	Submission for swearing-in ceremony of LG Chairman and the council members	77 of March	1,650,000	1. No expenditure details attached.
3	Ali ShettimaAbacha	Payment to security officers to receive his excellency the executive governor of Yobe State on sympathy visit.	44 of April	500,000	No expenditure details attached.
4	Ali ShettimaAbacha	Repairs of military patrol vehicles	41 of April	70,000	No expenditure details attached.
5	Ali ShettimaAbacha	Purchase of tyres to newly Belgium Hilux to vigilantee group of LGA	70 of March	400,000	Not processed in subject files. Not in store records. No valid receipts.
6	Ali ShettimaAbacha	Feeding and entertainment of Army Staff of Dapchi LGA	9 <sup>th</sup> of Jaunary	100,000	No valid recipient.
7	Ali ShettimaAbacha	Attend security matters at Garin Alkali conflict between Fulani herdmens and Dadigai Village	6 of January	130,000	No expenditure details attached
8	Ali ShettimaAbacha	Feeding of BayamariViglantee group vehicle	41 of August	20,000	The recipient did not sign. No expenditure details.

9	Ali ShettimaAbacha	Payment made for arrange prayers for peace in LGA	6 of July	500,000	No valid expenditure details attached to the payment voucher.
10	Ali ShettimaAbacha	Payment for security maintenance and day-to-day activities	15 of July	10,000	Un received
11	Ali ShettimaAbacha	Feeding of Bayamariviglantee group vehicles	12 of April	50,000	Unreceipted. No valid details attached.
12	Sundry persons (security officer)	Shortlisting security officers to carry out their duties	39 of May	200,000	No expenditure details attached.
13	Sundry persons (security officer)	Feeding allowance and transport to the vigilantee members	17 of March	50,000	No beneficiary acknowledge ment.
14	Sundry persons (security officer)	Payment for the security matters.	26 of April	200,000	No list of beneficiary.No acknowledge ment of the beneficiary.
15	Sundry persons (security officer)	Payment for day to day activities of securities officers.	29 of March	40,000	no approval and no sign of the benefit.
16	Sundry persons (security officer)	Under listing of senior staff newly deployed to the LGA	71 of March	320,000	No expenditure details attached.
17	Sundry persons (security officer)	Paid for under listing officer to maintain their	52 of May	80,000	No acknowledge ment by the

		duties.			beneficiaries.
18	Sundry persons (security officer)	Paid for under listing officer to maintain their duties	7 of March	150,000	No list of beneficiaries.
19	Sundry persons (security officer)	Paid for under listing officer to maintain their duties	49 of May	200,000	No expenditure details attached.
20	Sundry persons (security officer)	Paid for under listing officer to maintain their duties	63 of March	80,000	No expenditure details attached.
21	Sundry persons (security officer)	Paid for under listing officer to maintain their duties	62 of January	80,000	No list of beneficiaries.
22	Sundry persons (security officer)	Paid for under listing officer to maintain their duties	11 of January	150,000	Not processed in subject file.
23	Sundry persons (security officer)	Paid for under listing officer to maintain their duties	23 of July	40,000	No valid list of beneficiaries.
24	Sundry persons (security officer)	Paid for under listing officer to maintain their duties	7 of July	200,000	No list of beneficiaries.
25	Mohammed Mele DPM	Payment made for maintenance his security vehicle	6 of may	150,000	No valid expenditure document
26	Mohammed Mele DPM	Payment made for maintenance his security vehicle	48 of May	100,000	No valid expenditure details
27	Mohammed Mele DPM	Payment made for maintenance	10 of January	100,000	Not processed in subject file

		his security vehicle			
28	BukarLaguGoji (DPM)	Payment made for the condolence of his son when passed away	36 of January	50,000	Not processed in subject file
29	MohdMele (DPM)	Payment made for his maintain of security vehicles	10 of March	100,000	No valid attachment
30	AlhajiBako	Settlement of transport, labour and convergence of relief materials from DTR to Dapchi	14 of January	110,000	No valid expenditure
31	Ahmed Musa Tela (AGA)	Payment made for feeding of NIMC staff	30 of January	50,000	No valid expenditure records
32	Mohd B. Wakil (inf. officer)	Purchase of promo M.C. wireless microphone battery	35 of January	22,000	No valid documentary evidence.
33	AlhajiMoh'dKwajami	Payment for medical assist	5 of January	100,000	No receipt and no RVS with the payment vouchers.
34	MalamLawan Umar	Purchase local canoe to Gamsara village to transport them good fromfarm to home	11 of March	130,000	No receipt of the materials. No SRV
35	AlhajiModuAjiri (chief driver)	Repairs of Dapchi division Police patrol vehicle.	67 of March	182,000	No valid expenditure records.
36	AlhajiModuAjiri (chief driver)	Repairs of LGA official vehicles.	66 of March	66,500	No valid expenditure

					details attached
37	Yusuf Baushe (SarkinBaka)	Payment made for repairs of his patrol vehicles.	20 of March	29,000	No valid expenditure details.
38	AlhajiGarbaTelah	Settle of rented accommodation for FOB Dapchi	45 of April	65,000	No valid expenditure details
39	BayamariViglantee Sundry	Fueling of their vehicles.	62 of May.	50,000	No valid expenditure details.

Since the drawings could not be justified from the records in accordance with the provisions, recoveries are recommended.

## **1.2 UN-AUTHENTICATED REPAIRS OF PEUGEOT 406 VEHICLE FOR N366,500.00.**

The sum of N366,500.00 was drawn in the name of Alhaji Modu Goni (Chief Driver) claimed for the repairs of 406 vehicle. The payment was effected on PV No. 14 of March 2020.

As it was observed no valid expenditure details were attached, the named Driver was invited for examination to which he acknowledge payments of N150,000.00.

The sum of N216,500.00 was diverted by the Treasurer and Vote Controller hence recommended for recovery.

A. **QUATERLY PERIODIC PAYMENTS OF SECURITY PATROL AND LOGISTICS FOR N3,000,000.00.**

1.3 The total sum of N3,000,000.00 was confirmed being drawn in the name of Ali Shettima Abatcha (Security officer) on payment voucher No. 8/04/2020 as payment of personnel.

No name of beneficiary was attached to the voucher for certification. This could not be observed transparent hence recoveries are recommended.

**FICITIOUS YOUTH EMPOWERMENT PACKAGE FOR N1,070,000.00**

1.4 The sum of N1,070,000.00 was drawn in the name of Husna Ibrahim (WOYEN Director) for the supply of youth empowerment package on payment voucher No. 13 of 03/2020.

No expenditure detail could be observed attached and when the attention of the named officer was drawn, he denied knowledge as no signature could be observed or official acknowledgement.

Recovery is hereby recommended from the Treasurer and other signatories to the account.

**IRREGULAR DRAWINGS ON SUPPLIES FOR N5,122,300.00.**

1.5 The sum of N5,122,300.00 was drawn and claimed paid as settlement of contract for the supply of fuel to the Local Government.

It was further observed that no agreement or L.P.O. could be observed attached and not processed in any subject file.

No store records could be examined for the supplies and consumption records for certification.

The details of the payment written below:

**DOCUMENTED PURCHASE OF FUEL WORTH ₦5,122,300**

<b>S/N</b>	<b>NAME</b>	<b>DETAILS</b>	<b>PV. NO</b>	<b>AMOUNT (₦)</b>
1	HabuAbdullahi	Supplied of fuel to LG	PV 6 of Sept	400,000=
2	HabuAbdullahi	Supplied of fuel to LG	Pv 6 of Nov	402,000=
3	HabuAbdullahi	Supplied of fuel to LG	Pv 6 of Oct	400,000=
4	HabuAbdullahi	Supplied of fuel to LG	Pv 4 of July	5000,000=
5	HabuAbdullahi	Supplied of fuel to LG	Pv 6 of Aug	6000,000=
6	HabuAbdullahi	Supplied of fuel to LG	Pv 3 of May	644,000=
7	HabuAbdullahi	Supplied of fuel to LG	Pv 4 of Apr	466,000=
8	HabuAbdullahi	Supplied of fuel to LG	Pv 8 of Mar	170,000=
9	HabuAbdullahi	Supplied of fuel to LG	Pv 3 of Mar	5000,000=
10	HabuAbdullahi	Supplied of fuel to LG	Pv 4 of Jan	529,800=
11	HabuAbdullahi	Supplied of fuel to LG	Pv 8 of Jan	170,000=
12	HabuAbdullahi	Supplied of fuel to LG	Pv 31 of May	170,000=
13	HabuAbdullahi	Supplied of fuel to LG	Pv 8 of May	170,000=
14		<b>TOTAL</b>		<b>₦5,122,300=</b>

Since no valid document could be obtained, the vote controller be held liable for the refund of sum N5,122,300.00.

**B. WORKS DEPARTMENT**

**WRONG AND IRREGULAR DRAWINGS FOR THE SUM OF N520,000.00**

The sum of N520,000.00 drawn and claimed for electricity bill by the Local Government to NEPA.

No valid consumption bill could be observed for below drawings.

<b>PAYEE</b>	<b>PV/DATE</b>	<b>AMOUNT ₦</b>	
1. NEPA	13/Jan.	120,000.00	
2. NEPA	63/March	120,000.00	
3. NEPA	09/May	120,000.00	
4. Baba Gambo	09/March	60,000.00	Payment of NEPA Bill
5. NEPA	16/Aug.	50,000.00	“
6. NEPA	12/Sept.	<u>50,000.00</u>	“
		<b><u>520,000.00</u></b>	

Since the drawings could not be justified, recovery is hereby recommended.

**1.2 CAPITAL PROJECTS NOT COMPLETED**

Contract was awarded to Merweb business resource for the fencing of 5 numbers of grave yard at Gausawa, Guba, Gadine, Damburi and Kurnawa at the cost of N49,163,530.00. the fencing of the grave yard as

contained in the agreement provided for wall of about 2.5 metres, plastering, capping and gate.

Project site inspection observed the following deficiencies:

1. No gate was fixed in all the five locations.
2. Plastering of the wall were not effected.
3. Capping were not effected on the wall.

The Head of Works compromised the project for personal benefit which only 50% of the work was achieved in lost of N24,581,765.00.

Recovery of the sum is recommended from the Head of Works for issuing 100% valuation for works not done.

### **C. AGRICULTURAL DEPARTMENT**

#### **2.0 IRREGULAR/DRAWINGS FOR THE SUM OF N190,000.00**

The sum of N190,000.00 was drawn on below two (2) payment vouchers for which it was observed not supported with valid documentation.

Details below:

<b>SN</b>	<b>Name</b>	<b>Particular</b>	<b>Pv No/ Date</b>	<b><u>Amount</u></b>	<b><u>Remark</u></b>
1.	Shettima Suleiman	Settlement Of Disturbance Allowance	Pv 11 Of March	<del>N</del> 40,000	No approval attached for the payment voucher

2	Shettima Suleiman	Distribution Of Seedlings To Various Village	Pv 14 Of Nov	₦150,000	No documentary evidence attached to the pv and not giving by the D.P.M
			<b>Total</b>	<b><u>₦190,000</u></b>	

Since no valid expenditure details exist, recoveries are recommended.

#### **D. PRIMARY HEALTH CARE DEPARTMENT**

##### **3.0 IRREGULAR DRAWINGS FOR THE SUM OF N750,000.00**

Monthly overhead allocation of N100,000.00 from January to March 2020 for total of N300,000.00 and from April to December 2020 funding was review down to N50,000.00 for 9 months = N450,000.00 could not be observed supported with valid expenditure details.

Since no valid expenditure could be observed attached recoveries are hereby recommended.

#### **E. TREASURY DEPARTMENT**

##### **IRREGULAR DRAWINGS FOR THE SUM OF N4,335,030.00**

1.0 Inspection of books of accounts maintained by the Treasury department reveals that, drawings were made for which below observations were made;

1. Payment vouchers was not subjected to Internal Audit checks and pre-payment certification.

2. The payment vouchers were not supported with any valid documents to justify and authenticate the said expenditures.
3. The payment voucher for the procurement of materials like foodstuff, blanket etc could not be supported with the receipt and invoices for the procurement.
4. The recipient acknowledgement could not be observed.
5. Procurement not observed in store records.

Details of the expenditure written below:

S/ N	NAME	PARTICULAR S	PV NO.	DATE	HEAD	S/ H	AMOUNT	REMARK
1	Madu Ibrahim	Payment of head of budget	03	Jan. 20/01/20	2005	2	40,000	No signatory of the recipient
2	GoniUsman	Payment of some computer items	23	March. 19/02/20	2005	5	45,000	No approval and no signatory of the recipient
3	GoniUsman	Production of monthly salary	23	April. 04/03/20	2002	1 2	100,000	No approval and no signatory of the recipient
4	Sundry person	Inspect of departmental account	37	March. 04/03/20	2002	1 2	50,000	No approval and no signatory of the recipient
5	Sundry person	Payment sundry allowances	35	March. 04/03/20	2005	1 3	60,000	No approval and no signatory of the recipient
6	GoniUsman	Payment of sundry impress	13	June. 29/6/20	2003	7	30,000	No receipt and no sign of the benefits
7	GoniUsman	Repairs of treasures car	34	March. 28/2/20	2003	7	65,000	No RVS and no approval letter, no request letter and sign of the benefits.
8	AbatchaUsman	Payment officer for procurement	73	Match. 30/3/20	3001	5	3,000,000	No receipt store RV. SIV. List of

		of food clash blankets						beneficiaries
9	Alh. GoniUsman	Printing of payment voucher and all related	82	May. 26/05/20	2005	1 2	40,0000	No approval and signature of recipients.
10	AbatchaUsman	Repairs of vehicle	37	Sept. 03/05/20	2005	3	36,000	No RV and signature of recipient
11	Bashir AlhajiManzo	Accountant to solve some of his home problems	15	June. 03/12/20	2005	1 2	30,000	No RV was not sign.
12.	AdamuGashuwa ma	Printing of revenue earning books	01/June	June.	4007	5	839,000	Not in store records.
		Total					<b><u>4,335,030</u></b>	

Since the necessary documentation could not be observed, recovery is hereby recommended.

### **MISSING PAYMENT VOUCHERS FROM JANUARY TO DECEMBER 2020 WORTH N22,892,391.40**

1.2 The total sum of N22,892,391.40 drawn on 26 instances duly posted into Local Government cash books but could not be supported with certified voucher which the cashier claimed as missing.

The financial memorandum 14:3 stipulated and stated clearly that, each payment must be supported by a properly authorised payment vouchers prepared on either of Form LG; 45,46 or 49.

Below details of payment:

#### **MARCH, 2020**

<b>S/N</b>	<b>NAME</b>	<b>DETAILS</b>	<b>PV. NO:</b>	<b>AMOUNT</b>
1	Ali ShettimaAbacha	Purchase of food items	PV. 6	₦300,000=

**MAY, 2020**

<b>S/N</b>	<b>NAMES</b>	<b>DETAILS</b>	<b>PV. NO</b>	<b>AMOUNT(₦)</b>
<u>1</u>	MainaBiri DPH	SI	PV. 07	₦2,435,251=76
<u>2</u>	Ali Shettima	SI	PV. 08	₦503,458=24
<u>3</u>	Ali Shettima	SI	PV. 09	₦285,057=44

**JULY, 2020**

<b>S/N</b>	<b>NAMES</b>	<b>DETAILS</b>	<b>PV. NO</b>	<b>AMOUNT(₦)</b>
1.	Sundry person	Vigilante	PV. 05	600,000

**AUGUST, 2020**

<b>S/N</b>	<b>NAMES</b>	<b>DETAILS</b>	<b>PV. NO</b>	<b>AMOUNT(₦)</b>
1	No Name	No Detail	PV. 04	600,000
2	LGS	Settlement	PV. 05	500,000

**SEPTEMBER, 2020**

<b>S/N</b>	<b>NAMES</b>	<b>DETAILS</b>	<b>PV. NO</b>	<b>AMOUNT(₦)</b>
1	Sundry person	Monthly a/c	PV. 01	750,00
2	Sundry person	Security a/c	PV. 03	500,000
3	Sundry person	Security a/c	PV.04	200,000
4	Ali ShettimaAbatcha	Special impress.	PV. 07	4,610,000
5		Shared resp. a/c contribution	PV. 02	3,085,555

**OCTOBER, 2020**

<b>S/N</b>	<b>NAMES</b>	<b>DETAILS</b>	<b>PV. NO</b>	<b>AMOUNT(₦)</b>
1	Sundry person	Vigilantly a/c	PV. 01	750,000
2	Sundry person	Vigilantly a/c	PV. 02	250,000
3	Sundry person	Security a/c	PV. 03	600,000
4	LGS	Security a/c	PV. 04	500,000

**NOVEMBER 2020**

<b>S/N</b>	<b>NAMES</b>	<b>DETAILS</b>	<b>PV. NO</b>	<b>AMOUNT(₦)</b>
1	Babagana	Purchases	PV 47	650,000
2	Sundry person	Vigilante	PV 02	250,000
3	Goni Ibrahim	Financial ass.	PV 90	40,000
4	Modu	Purchases	PV 91	72,000
5	Sundry person	Monthly all.	PV 92	90,000
	Ali Gasmu	Purchase	PV 93	30,000

**FEBRUARY 2020**

<b>S/N</b>	<b>NAME</b>	<b>DETAILS</b>	<b>PV. NO:</b>	<b>AMOUNT</b>
1	Share and responsibilities	Salaries	PV. 11 of Feb	₦83,792,274=55
2	Ya Motto Nig. Ltd	Settlement of contractor	PV. 12/Feb	₦11,119,659=95

Since the vouchers could not be produced for audit certification, recoveries are hereby recommended

## **OUTSTANDING REVENUE EARNING BOOKS WORTH N155,000.00**

1.3 The inspection of the Treasury store for the period under review 72 booklets of revenue receipts upon which collections were duly effected but not remitted to the Treasury for the sum of N155,000.00.

### **SUMMARY OF THE RECEIPTS:**

1.	10 Booklets of departmental receipts	- undermined unless returned
2.	41 Booklets of market receipts	- N 102,500.00
3.	21 Booklet of motorpark receipts	- <u>N 52,500.00</u>
		<b><u>N155,000.00</u></b>

The Departmental receipts must be returned along with the collections on tickets for N155,000.00

## **DRAWINGS WITHOUT DOCUMENTATION WORTH N2,000,000.00**

On reconciliation of bank statement to cash book for drawing of N2,000,000.00 was made via mandate which could not be observed posted into cash book on 3<sup>rd</sup> April 2020.

The provision of FM 14:3 stated clearly that, no drawings shall be made except upon a well authorized payment voucher prepared on either of forms LG; 45, 46 or 49.

The drawings could not be observed subjected to file correspondence.

Since the purchase for which the sum was drawn could not be supported, the sum of N2,000,000.00 be recovered from signatories to the account.

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

<b>Note</b>	<b>Description</b>	<b>Actual 2020</b>	<b>Final Budget 2020</b>	<b>Actual 2019</b>
1	Statutory Allocation	1,332,170,764.98	1,825,758,475.11	1,692,812,310.14
2	Excess Crude Oil	42,923,648.21	316,998,009.14	42,230,175.61
3	Value Added Tax	342,531,915.28	257,914,656.36	360,863,321.69
4	Other FAAC Allocation	117,184,112.42	309,707,833.53	11,067,059.17
	<b>Sub Total</b>	<b><u>1,834,810,440.89</u></b>	<b><u>2,435,871,140.88</u></b>	<b><u>2,106,973,166.61</u></b>
4.	Internal Generated Revenue	14,431,755.00	16,901,872.90	7,400,900.00
	<b>Total Receipts</b>	<b><u>1,849,242,195.89</u></b>	<b><u>2,452,773,013.78</u></b>	<b><u>2,114,374,066.61</u></b>
	<b>RECURRENT EXPENDITURE</b>			
	-Personnel Cost	563,143,714.77	1,017,087,063.96	349,088,682.83
	-Over Head Exp.	102,715,591.71	41,004,000.00	78,400,900.00
	-Subventions to Boards/	635,888,335.46	-	550,054,433.39
	-Emirate Councils	35,000,000.00	-	33,000,000.00
	-Other operating activities	53,441,270.37	235,052,857.33	63,248,598.15
	<b>Sub- Total</b>	<b><u>1,390,188,912.31</u></b>	<b><u>1,293,143,921.11</u></b>	<b><u>1,073,792,614.37</u></b>
	<b>Total Capital Exp.</b>	<b><u>483,623,451.33</u></b>	1,159,629,092.49	1,013,720,098.32
	Total Expenditure	1,873,812,363.64	452,773,013.60	2,087,512,712.69
	Net Cash Balance	(24,570,167.75)	-	26,489,000.00
	Opening 1/1/2020	26,861,353.75	-	372,353.92
	Closing 31/12/2020	2,191,186.17	-	26,861,353.92

## PERSONNEL COST EXPENDITURE 2020

S/N	Description	CODE	BUDGETTED 2020	Actual 2020	Variance 2020
1	Basic Salaries	21010101	661,106,591.57	366,043,414.60	295,063,176.97
2	Allowances General	21020101- 7	328,010,578.13	181,613,848.01	146,396,730.12
3	2-75 YCHMB Contribution	21020201	27,969,894.26	15,486,452.16	12,483,442.10
	<b>Total</b>		<b>1,017,087,063.96</b>	<b>563,143,714.77</b>	<b>453,943,349.19</b>

### OVERHEAD EXPENDITURE 2020

S/ N	Description	CODE	BUDGETTED 2020	ACTUAL 2020	VARIANCE 2020
1	Office materials and supplies	220204301	5,450,260.00	3,894,000.08	1,646,259.92
2	Minor Motor vehicle Maintainace	22020401	3,415,500.00	2,780,400.00	635,100.00
3	Minor Road Maintainace	22020413	941,176.00	820,000.00	121,176.00
4	Security Service Coverage	22020601	78,521,028.00	50,321,028.00	28,200,000.00
5	Sanitation Service	22020607	2,500,000.00	1,440,000.00	1,-60,000.00
6	Plant Generator Fuel Cost	22020803	5,420,000.00	2,214,000.00	3,206,600.00
7	Staff Welfare Packages	22021007	15,000,000.00	8,877,640.00	6,122,366.00
8	Meetings Entertainment	22021026	3,567,250.00	892,582.00	2,074,668.00

9	Contingencies	22021029	2,112,054.00	1,608,000.00	1,504,054.00
10	Legislature Vote	22021030			
11	Press & Public	22021030	43,424,900.00	10,000,000.00	33,424,900.00
12	Chairman's Hospitality	22021028	7,100,000.00	3,010,000.00	4,090,000.00
13	Financial Assistant	2201027	5,440,500.00	2,891,000.00	2,549,500.00
14	Accommodati on NYSC	22021022	2,400,000.00	1,200,000.00	1,200,000.00
15	motor vehicle fuel cost	22020801	5,800,000.00	3,600,000.00	2,200,000.00
16	Bank Charge other head interest	22020901	750,000.00	465,000.00	285,000.00
17	Sporting Activities	22021009	5,100,000.00	3,840,000.00	1,260,000.00
18	Medical Exp. Intral	22020019	7,400,000.00	4,229,000.00	3,171,000.00
19	Insurance charges	22020902	1,070,000.00	1,070,000.00	100,000.00
20	Retamership	22020608	2,989,919.00	2,289,000.00	700,919.00

	CRBG new				
21	Minor Fumigation service	22020610	5,460,000.00	4,160,300.00	1,300,000.00
22	Legal Services	22020703	3,230,700.00	2,730,700.00	500,000.00
23	Agricultural Consulting Services	22020707	6,924,320.00	4,894,200.00	2,030,120.00
24	Audit Service	22020710	5,000,000.00	3,206,000.00	1,794,000.00
25	Security vote including operation	22020684	2,281,806.00	1,800,000.00	481,806.00
26	Workshop conferences and seminars	22020503	5,000,000.00	3,000,000.00	2,000,000.00
27	Local Training	22020501	2,250,100.00	1,610,000.00	640,100.00
28	Printing of Non security Documents	22020325	314,120.13	215,000.00	99,120.12
29		22020306	2,104,200.20	1,624,000.00	480,200.20
30	Drugs/Lab/medical supplies	22020301	18,080,224.00	6,030,112.00	2,050,112.00

31	Uniforms and other clothing	22020309	3,210,000.00	2,710,000.00	500,000.00
32	Food stuffs catering. Materials	22020311	2,610,000.00	1,902,600.00	500,000.00
33	Revenue materials	22020313	2,150,300.00	1,902,600.00	707,400.00
34	Minor office furniture maintainace	22020402	1,250,800.00	998,500.00	251,800.00
35	Minor and Building/RQ M	22020403	5,270,800.00	3,840,000.00	1,430,800.00
36	Minor Plants Generator Maintainace	22020405	2,265,500.00	2,005,000.00	260,500.00
37	Other Maintainace Service	22020406	4,200,400.00	3,570,200.00	630,200.00
38	Minor Street lightening	22020409	3,941,000.00	2,441,000.00	1,500,000.00
39	Minor Market/ Public Equipment Maintainace	22020412	2,110,000.00	1,989,400.00	120,600.00
40	Subvention General	22050104	-	670,888,335.46	670,888,335.46
			<b><u>276,056,857.33</u></b>	<b><u>827,045,197.54</u></b>	<b><u>550,988,340.21</u></b>

### ADMIN SECTOR- EXPENDITURE 2020

<b>ECON CODE</b>	<b>DESCRIPTION</b>	<b>GEO CODE</b>	<b>BUDGETTED 2020</b>	<b>ACTUAL 2020</b>	<b>VARIANCE 2020</b>
23050243	Purchase of Motor for HOD's internal Auditor Local Government Purchase of 2 Hilux Festivals	23521200	119,996,470.00	40,115,199.99	78,881,270.01
23030131	Renovation of Chairman DPM official Residence	23521205	178,646,470.33	66,858,666.68	111,787,803.65
23020180	Construction of District head Palace of	23520210	75,141,438.17	13,371,733.33	61,769,704.86
	<b>Total</b>		<b>373,784,438.50</b>	<b>120,345,600.00</b>	<b>253,438,778.50</b>

### ECONOMIC SECTOR EXPENDITURE 2020

<b>ECON CODE</b>	<b>DESCRIPTION</b>	<b>GEO CODE</b>	<b>BUDGETTED 2020</b>	<b>ACTUAL 2020</b>	<b>VARIANCE 2020</b>
23010139	Purchase of 2 MFG Tractor with complete implements	23510204	21,106,879.06	8,139,900.00	12,966,979.06
23020177	Fencing and renovation drilling of single phase borehole at DPH	23510204	48,756,879.06	21,340,000.00	27,416,879.06
23020272	establishment of fish pond and feeding	23510201	6,669,609.88	2,620,000.00	4,049,609.88
23050258	Procurement of Weaving machine for distribution to 10 wards purchase of 1000 water pumps	23510200	3,659,609.88	1,200,117.00	2,459,492.88
23010157	Establishment of National grid & PHCN	23510204	40,381,456.45	12,445,030.00	27,936,426.45
23010134	Construction of shopping complex at Dapchi	23510204	52,082,318.61	22,490,063.00	29,592,255.61
23010144	Construction of Dapchi township federal road with drainage	23510204	132,513,758.12	51,100,140.08	81,413,618.12
<b>TOTAL</b>			<b>330,800,000.00</b>	<b>130,500,350.00</b>	<b>186,244,517.57</b>

### REGIONAL DEVELOPMENT EXPENDITURE 2020

<b>ECON CODE</b>	<b>DESCRIPTION</b>	<b>GEO CODE</b>	<b>BUDGETTED 2020</b>	<b>ACTUAL 2020</b>	<b>VARIANCE 2020</b>
23030106	Renovation of Secondary school Hotels	23510204	40,409,344.27	24,000,214.86	16,409,129.41
23030146	Construction of Health Clinic & Staff quarters at Lawanti	23510204	34,340,000.00	20,704,214.85	13,635,785.15
23030187	Purchase of Information equipment	23510204	3,100,000.00	2,704,000.00	396,000.00
23030189	Construction of women vocational development center	23510204	25,646,147.28	20,704,214.83	4,941,932.45
23030179	Purchase of fire fighting equipment	23510204	2,000,000.00	1,340,842.96	659,157.04
<b>TOTAL</b>			<b>105,495,491.55</b>	<b>69,453,487.50</b>	<b>36,012,004.05</b>

## SOCIAL SECTOR EXPENDITURE 2020

<b>ECON CODE</b>	<b>DESCRIPTION</b>	<b>GEO CODE</b>	<b>BUDGETTED 2020</b>	<b>ACTUAL 2020</b>	<b>VARIANCE 2020</b>
23020177	Drilling of solar of full package motorized borehole at various location	23510200	167,433,019.49	62,124,013.83	105,309,055.66
23050285	Counter funding to WASH programme	23510204	32,811,006.50	18,100,000.00	14,711,000.00
23010160	Procurement of environmental sanitation working materials	23510204	30,600,073.00	21,800,000.00	8,800,073.00
23010149	Procurement of information equipment	23510210	<b>13,975,656.49</b>	<b>8,300,000.00</b>	<b>5,675,656.49</b>
23050285	Counter Funding of WSSRP, UNICEF IFED etc	23510200	<b>104,729,406.96</b>	<b>53,000,000.00</b>	<b>51,729,406.96</b>
<b>TOTAL</b>			<b>349,549,167.44</b>	<b>163,324,013.83</b>	<b>186,225,148.61</b>

## **BUDGETARY ANALYSIS**

### **INTERNALLY GENERATED REVENUE**

The Local Government projected the sum of **N16,901,872.90** for the year ended 31<sup>st</sup> December 2020, while the actual collection of **N2,470,117.90**. The collection is highly inadequate and could be observed that unless aggressive instructions are given, the Local Government could not improve.

### **RECURRENT EXPENDITURE**

The Council Budgetted the sum of N1,017,087,063.96 as personnel cost, while the actual expenditure was **N563,143,714.77**. The overhead cost, subventions to MDAs and other operating activities stood at **N827,045,197.54**. The payment of salaries through the centralized system has yielded positive result.

### **CAPITAL EXPENDITURE**

The Local Government Budgeted the sum of **N1,159,629,092.49** as capital expenditure while the actual expenditure was **N483,623,451.33**. This may not be un-connected with heavy expenditure on recurrent services and decline in federation allocation.

### **INTERNALLY CONTROL SYSTEM**

Assessment of the Internal Control of the Local Government for 2020 operations still indicate that the Internal Audit function was weak as payment vouchers for purchase were not supported with store receive vouchers.

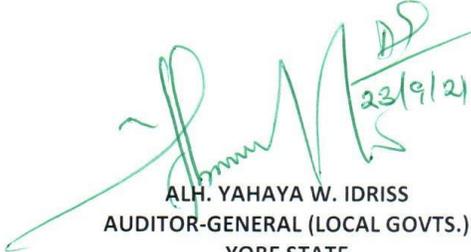
## **AUDIT CERTIFICATION**

In accordance with the provision of section 125(2) of the constitution of the Federal Republic of Nigeria 1999 (as amended). I have examined Accounts and Financial Statements of Bursari Local Government for the year ended 31<sup>st</sup> December, 2020.

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 provisions of Yobe State Local Government draft Audit Laws and Sec. 125(5) of the above constitution, the statement of Assets and liabilities of Bursari Local Government for the year ended 31<sup>st</sup> December, 2020 have been certified subject to compliance to recommendations in my correspondences.

In my opinion the financial statements and schedules presents a true and fair view of Bursari Local Government for the year ended 31<sup>st</sup>December, 2020.

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