

# **AUDITOR—GENERAL'S REPORT**

## **YUNUSARI LOCAL GOVERNMENT 2023 FINANCIAL YEAR REPORTS**

**AUGUST, 2024**

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**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS**  
**ON ACCOUNTS OF YUNUSARI LOCAL GOVERNMENT**  
**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2023**

**1. INTRODUCTION:**

The Financial Statements of Yunusari Local Government and relevant operation records for the year ended 31<sup>st</sup> December, 2023 have been examined in accordance with the 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 Accounting standard (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 Yunusari Local Government for the year ended 31<sup>st</sup> December, 2023 was submitted to me on the 17<sup>th</sup> July 2024.

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 22<sup>nd</sup> July, 2024 in observance of the provisions.

## **FINANCIAL OPERATION HIGHLIGHT**

Arising from the inspection of the Bank Statement for lodgment of all receipts and disbursement, Yunusari Local Government collected the sum of **₦3,381,619,156.00** from Federation account and **₦28,305,872.00** on account of collection from Internal operations of the Revenue Unit of the councils treasurer. The total sum of **₦3,409,925.028.00** was the certified total income to the council for the year ended 31 December, 2023.

The state Local Government Joint Account Financial records have been examined and certified bellow table for the collection and remittances from the Federation Allocation to the Local Government for the year ended December 31<sup>st</sup> 2023.

## **STATUTORY ALLOCATIONS FROM FEDERATION ACCOUNTS**

MONTH	STATUTORY ALLOCATION	VAT	Exchange Gain Diff	NON OIL REVENUE	SURE-P	FOREX EQUALIZATION	Share of Non Solid Mineral	ECOLOGICAL FUND	ADD FAAC ALLOCATION	Electronic Money Transfer Levy	Excess Crude Oil	TOTAL
Jan	166,276,430.56	76,091,168.64	7,625,917.43		-	-	-	5,165,690.28		8,339,053.08		263,498,259.99
Feb.	96,022,949.06	75,703,381.05		26,943,434.76	-	-	-	3,810,284.90		8,746,979.92		211,227,029.69
March	91,388,616.30	72,342,640.49	-		-	-	-	4,172,451.90	-			167,903,708.69
April	124,571,820.67	69,498,213.68			-	-	-	7,322,681.49	28,128,945.89	5,074,676.34		234,596,338.07
May	88,489,004.93	67,058,516.66		6,466,424.32		-	3,910,155.78	4,338,885.31	167,083,991.60	5,074,676.34	26,661,029.65	369,082,684.59
June	133,840,426.67	86,823,126.59	-		-	16,408,551.77	-	4,019,918.43	29,831,783.78	5,105,105.98		276,028,913.22
July	75,035,377.83	89,872,111.54	79,866,210.55		-	0	-	5,676,807.12	156,854.31	4,070,831.67		254,678,193.02
Aug.	97,426,876.02	91,523,793.91	72,257,413.14		185,633,249.89	0	-	5,358,198.18	34,325,315.58	4,570,149.09		491,094,995.81
Sept	80,484,653.45	108,943,567.09	58,533,337.04		-	0	-	5,843,456.42	8,922,313.69	4,880,225.92		267,607,553.61
Oct.	97,610,121.99	98,133,641.46	43,804,623.30	47,714,700.20	-	0	-	4,242,442.36		3,789,240.95		295,294,770.26
Nov.	75,477,453.30	106,342,019.70	47,730,391.01	16,166,060.85	-	0		4,181,217.16	-	5,384,867.85		255,282,009.87
Dec.	89,457,705.42	111,696,916.72	89,922,667.52		-	-	-		-	4,247,409.75	-	295,324,699.41
Total	<u>1,216,081,436.22</u>	<u>1,054,029,097.54</u>	<u>399,740,559.99</u>	<u>97,290,620.13</u>	<u>185,633,249.89</u>	<u>16,408,551.77</u>	<u>3,910,155.78</u>	<u>54,132,033.54</u>	<u>268,449,204.85</u>	<u>59,283,216.89</u>	26,661,029.65	3,381,619,156.25

## **FINANCIAL POSITION**

Balances from operation as at December 31<sup>st</sup> 2023 examined from Bank Statement and Cashbook is presented below:

First Bank	-	117,204.34
First Bank	-	7,287,389.87
Union Bank	-	1,390,389.22
Joint Project Acc	-	<u>99,910,303.84</u>
<b>Total Cashbook Balances</b>	-	<b><u>108,705,287.27</u></b>

This also confirms the presentation on the financial statements as Internal Revenue remittance and returns to the treasury was sanctioned to be observed only through presentation of bank deposit tellers.

## **ADEQUACY OF FINANCIAL RECORDS**

The Local Government was subjected to series of insurgency attacks to which the Local Government Secretariat and other public buildings were destroyed and the Local Government being operated remotely in another sister Local Government of Geidam.

The absence of official office accommodation could also be observed as a contributing factor to non-maintenance of basic accounting records. Bellow records could not be observed maintained for the year ended December 31<sup>st</sup> 2022

- 1) store ledgers for administration of procurements
- 2) inventory records and assets register
- 3) subsidiary accounting records of advances/deposit
- 4) subsidiary ledgers for revenue/Exp. abstracts

5) Personnel Emolument ledgers

6) council resolution diary

The absence of these vital financial records could not guarantee the financial records free from errors, omissions and transparent operations

## **2023 FINANCIAL YEAR REPORTS:**

Operation of the Local Government for the year ended December 31<sup>st</sup> 2023 have been examined and bellow observation and recommendation are presented for further considerations

### **WORKS DEPARTMENT**

#### **WRONG AND IRREGULAR PAYMENT AMOUNTING TO THE SUM OF N19,566,250.00**

Correspondence Ref: NO LGAD/YUN/INS/FIN/S/VOL.I dated April 17<sup>th</sup> 2024 refers the Local Government could not advance any explanation on the below payment

NAME	PURCHASE	PV NO MONTH	HEAD AND SUB HEAD	AMOUNT	REMARKS
Bangori Ibrahim	Procurement of 15 nos of I H P solar power of pump with accessories to year LGA	57 OF Jan	6001/1	3,281,250	No store issue voucher and requisition for the items
Goni Usman T.O water	Construction of over head tank at dumbol village	95 of Dec	6001/1	2,562,000	“ “ “
Goni Usman	Purchase of submasible pump to mozogun village	96 of Dec	6001/1	2,214,000	“ “ “
Goni Usman	Supply of borehole accessories yaro village	97 of Dec	6001/1	2,500,000	“ “ “
Abdullahi m saleh	Drilling and installation mark (11) hand pump Dekwa used	118 of dec	6001/1	1,500,000	“ “ “
Abdullahi m saleh	Reactivation of yunusari bayamari and kaliyari HT power line	113 of Spet	4008/3	2,000,000	“ “ “



Goni Usman	Construction Dumbol overhead tank	113 of Nov	6001/1	2,509,000	“ “ “
Abdullahi m salah	Drilling and installation mark II complete package hand pump at mazogum	119 of Nov	6001/1	1,500,000	“ “ “
Goniu Usman	Drilling installed of complete indian mark II hand pump at dekwa used	117 of Nov	6001/1	1,500,000	“ “ “
<b>Total</b>				<b>19,566,250.00</b>	

Since the necessary attachment could not be obtained recovery is recommended in accordance with the provision.

## **PRIMARY HEALTH CARE DEPARTMENT**

### **WRONG/IRREGULAR PAYMENT WORTH ₦1,550,000.00**

The sum of ₦1,550,000.00 was drawn on two (2) payment vouchers to cater for purchase of emergencies drugs and medical assistance for which observed irregular expenditure details could not be observed attached.

S/NO	PURCHASE		PV NO & DATE	HEAD & SUB-HEAD	AMOUNT	REMARKS
1	Abdullahi Mohammed	Procurement of emergencies Drugs for distribution to PHC Centres	120 of NOV. 2023	5002/3	1,500,000.00	The drugs are nowhere to be found. No taken charge to store records
2	Musa Usman	Medical Assistance	PV No 56 Oct	2007/12	50,000.00	Approval Not attached

Since no further explanation could be advanced of amount granted recovery is hereby recommended in accordance with the provision

**AGRIC DEPARTMENT.**

**PAYMENT WITHOUT DOCUMENTATION WORTH N100,000.00**

For the operation of 2023 drawing was made to Agric Department worth 100,000.00 observed effected without relevant documentation attachment to payment voucher details below:

Baba Gana Goni Abdul	Financial assistance	P.V no 51	Oct 2008/1.2	N 100,000.00	No approval page not subjected to Internal Auditor cheeks
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Since no further explanatory could be advanced of amount granted is hereby recommend in accordance with the provision.

## **ADMIN DEPARTMENT**

### **WRONG AND IRREGULAR PAYMENT WORTH N310,000.00**

The sum of N310,000.00 was drawn on (3) Payment Vouchers for which below observation were made

#### **Observation:**

- i. No cash invoice nor receipt attached justifying the expenditures
- ii. signature of recipient were not observed on the payment vouchers to acknowledge payment
- iii. expenditure were not processed in subject file to trace reference

Alhaji danmaigam	Medical assistance	PV 66	2001/12	100,000
Umar bulam	Financial assistance	78	October 2001/12	70,000
Bamaikachallah	Conveying army to damaturu	70	2001/12	140,000
TOTAL				<b>310,000.00</b>

Since no further explanation could be advanced, recovery of the amount granted is here recommended.

## **OUTSTANDING REVENUE RECEIPTS.**

Inspection conducted to treasury store record observed that below listed receipts of Motor park and cattle receipt upon which revenue were duly collected but not returned with collection.

NAME	BOOKS NO	RECEIPT NO	RECEIPT NO	AMOUNT
Modu Lawan	73	6/101	6150	2,500
	72	6551	6600	2,500
	105	9401	9450	2,500
Motor Park	89	7501	7550	2,500
	81	9501	9550	2,500
	88	5501	5550	2,500
Shehu Bukar	Cattle	150	0551	0600
Grema Moh'd	Departmental	1621	1690	100,000
Wakil Lawan	Departmental	2300	2241	100,000
				121,600.00

Recoveries of the receipted collection there upon is hereby recommended in accordance with the provisions.

**HIGHLIGHTS OF 2023 FINANCIAL OPERATION**  
**YUNUSARI LOCAL GOVERNMENT COUNCIL**

Note	Description	ACTUAL 2023	FINAL BUDGET 2023	ACTUAL 2022
	<b>RECURRENT REVENUE</b>	<b>N</b>	<b>N</b>	<b>N</b>
1	STATUTORY ALLOCATION	1,216,081,436	1,532,685,537	1,659,116,315
2	VALUE ADDED TAX	1,054,029,098	684,723,832	803,612,435
3	OTHER FAAC ALLOCATION	1,111,508,622	147,578,415	163,484,039
4	INTERNAL REVENUE IGR	28,305,872	41,183,956	25,273,100
	<b>SUB TOTAL</b>	<b><u>3,409,925,028</u></b>	<b><u>2,406,171,740</u></b>	<b><u>2,651,485,888</u></b>
	<b>CAPITAL RECIEPTS</b>			
1	GRANTS	-	-	157,118,561
2	MISCELLANEOUS	-	-	-
	<b>SUB TOTAL</b>	-	-	<b>157,118,561</b>
	<b>TOTAL RECEIPTS</b>	<b><u>3,409,925,028</u></b>	<b><u>2,406,171,740</u></b>	<b><u>2,808,604,449</u></b>
	<b>RECURRENT EXPENDITURE</b>			
1	PERSONNEL COSTS (Including Salaries on CRF charges - Public Office Holders)	395,656,912	769,367,800	384,292,462
2	OVERHEAD COSTS	85,000,000	120,000	60,000,000
3	SUBVENTIONS TO BOARD and PARASTATALS	587,166,080	-	589,276,046
4	PUBLIC DEBTS CHARGES	-	-	-
5	OTHER OPERATING ACTIVITIES	1,228,250,361	498,163,016	752,838,571
	<b>TOTAL RECURRENT EXPENDITURE</b>	<b><u>2,296,073,352</u></b>	<b><u>1,267,650,816</u></b>	<b><u>1,786,407,079</u></b>
	CAPITAL EXPENDITURE	1,326,117,477	1,290,505,478	703,881,535
	<b>TOTAL EXPENDITURE</b>	<b><u>3,622,190,829</u></b>	<b><u>2,558,156,294</u></b>	<b><u>2,490,288,614</u></b>
1	NET CASH BALANCE	(212,265,801)	(151,984,554)	318,315,835
2	OPENING BALANCE	320,971,088		2,655,254
	OPENING BALANCE (ii Project Joint Acc)	108,705,287		320,971,088
3	CLOSING BALANCE			

**YUNUSARI LOCAL GOVERNMENT**

**PERSONNEL COST**

<b>3</b>	<b>PERSONNEL COST</b>					
	<b>Description</b>		<b>Actual 2023</b>	<b>Budget 2023</b>	<b>Variance 2023</b>	<b>Remarks</b>
21010101	Basic Salaries		257,175,692.80	500,089,070.00	242,913,377.20	
21020101	Allowances General		127,598,709.12	248,121,115.50	120,522,406.38	
21020201	YCHMB Contribution		10,882,510.08	21,157,614.50	10,275,104.42	
	<b>Total</b>		<b><u>395,656,912.00</u></b>	<b><u>769,367,800.00</u></b>	<b><u>373,710,888.00</u></b>	

**YUNUSARI LOCAL GOVERNMENT  
OVER HEAD**

**OVERHEAD  
COST**

	Description		Actual 2023	Budget 2023	Variance 2023	Remarks
	Overhead Cost		85,000,000.00	120,000.00	(35,000,000.00)	
	<b>Total</b>		<b><u>85,000,000.00</u></b>	<b><u>120,000.00</u></b>	<b><u>35,000,000.00</u></b>	



**YUNUSARI LOCAL GOVERNMENT**  
**ADMINISTRATION SECTOR EXPENDITURE**

	<b>Administrative Sector</b>					
	<b>Description</b>		<b>Actual 2023</b>	<b>Budget 2023</b>	<b>Variance 2023</b>	<b>Remarks</b>
23020102	Construction of District Head Palace at Yunusari		155,658,000.00	157,250,000.00	1,592,000.00	
23010105	Supply of 3 Nos Toyota Zongal to Village Camp		108,000,000.00	65,450,000.00	(42,550,000.00)	
23050287	Construction of Yunusari Central Mosques		116,187,704.31	27,300,000.00	(88,887,704.31)	
23010105	Purchase of Councils Bus		35,250,000.00	36,799,997.00	1,549,997.00	
	<b>Total Administrative Sector</b>		<b><u>415,095,704.31</u></b>	<b><u>286,799,997.00</u></b>	<b><u>128,295,707.31</u></b>	

**YUNUSARI LOCAL GOVERNMENT**  
**ECONOMIC SECTOR EXPENDITURE**

	<b>Economic Sector</b>					
	<b>Description</b>		<b>Actual 2023</b>	<b>Budget 2023</b>	<b>Variance 2023</b>	<b>Remarks</b>
23020130	Procured of Agro -Chemical and invasion pest Control disease		82,649,600.00	35,300,000.00	- 47,349,600.00	
23020125	Construction of perimeter well fencing of Motor Park/Grain Market Store and shop at Bukarti		176,455,669.69	183,634,621.00	7,178,951.31	
23010156	Purchase of Vet Equipment and Drugs		36,400,000.00	15,000,000.00	- 21,400,000.00	
			<b><u>295,505,269.69</u></b>	<b><u>233,934,621.00</u></b>	<b><u>61,570,648.69</u></b>	

**YUNUSARI LOCAL GOVERNMENT**  
**REGIONAL DEVELOPMENT SECTOR EXPENDITURE**

	<b>Regional Development Sector</b>					
	<b>Description</b>		<b>Actual 2023</b>	<b>Budget 2023</b>	<b>Variance 2023</b>	<b>Remarks</b>
23020105	Drilling of Installaion ..... Mark II hand pump at various locations within the Local Government		12,500,000.00	82,600,000.00	70,100,000.00	
23020153	Supply of Solar pump and Drilling of Solar borehole with accessories at each of the 5 wards		175,000,000.00	201,500,000.00	26,500,000.00	
23020177	General repairs and reactiviting of 38 Nos Boreholes at differend Location of the LG		84,650,000.00	88,200,000.00	3,550,000.00	
23010151	Repairs of Bayamari-Yunusari Road		97,250,000.00	99,450,000.00	2,200,000.00	
23050286	Construction of Draninge and culvet at Kanamma		34,075,251.56	12,010,430.00	(22,064,821.56)	
23511601	Construction of Draninge and culvet at Yunusari		34,075,251.56	12,010,430.00	(22,064,821.56)	
			<b><u>437,550,503.12</u></b>	<b><u>495,770,860.00</u></b>	<b><u>58,220,356.88</u></b>	

**YUNUSARI LOCAL GOVERNMENT**  
**SOCIAL SECTOR EXPENDITURE**

	<b>Social Sector</b>					
	<b>Description</b>		<b>Actual 2023</b>	<b>Budget 2023</b>	<b>Variance 2023</b>	<b>Remarks</b>
23050286	Procurement of Food items for distribution to venerable		68,450,000.00	91,250,000.00	22,800,000.00	
23030105	Renovation of 3Nos MCH/Dispensaries		26,280,500.00	82,700,000.00	56,419,500.00	
23010159	Purchase of Essential Drugs		44,500,000.00	39,900,000.00	(4,600,000.00)	
23010126	Purchase of sport equipment		14,085,500.00	10,000,000.00	(4,085,500.00)	
23010124	Purchase of instructional Material		24,650,000.00	50,150,000.00	25,500,000.00	
			<b><u>177,966,000.00</u></b>	<b><u>274,000,000.00</u></b>	<b><u>96,034,000.00</u></b>	

## **BUDGETARY ANALYSIS**

### **INTERNAL GENERATED REVENUE:**

The Local Government Budgeted the sum of ~~N~~41,183,956.00 for the year ended 31<sup>st</sup> December 2023, of which actual collection was ~~N~~28,305,872.00 thereby reflecting deficit collection of (N12,878,084.00). The Council to improve upon performance so as to meet up 30% of its overhead requirements

### **INTERNAL CONTROL PROCEDURE.**

Assessment of the Internal control of the Local Government for the year ended 31<sup>st</sup> December 2023 operation indicates that, the Internal Audit function was very weak, most payment vouchers were observed not supported with relevant expenditure detail and store records not observed for procurements. Revenue administration and compliance checks are duties of the internal Audit function could not be observed by the internal Auditor.


### 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 **Yunusari** Local Government for the year ended 31<sup>st</sup> December, 2023.

The Audit was conducted in line with Auditing Principles and practice as verified in line with the Audit procedures in practice. In the discharge of the responsibilities vested in me by the provisions of the draft law and section 125(5) of the above Constitution, the Statement of Assets and Liabilities of **Yunusari** Local Government for the year ended 31<sup>st</sup> December, 2023 have been verified subject to compliance to my correspondences in the report.

In my opinion the Financial Statements and Schedules presents a true and fair view of **Yunusari** Local Government for the year ended 31<sup>st</sup> December, 2023.

OFFICE OF THE AUDITOR GENERAL  
LOCAL GOVERNMENTS  
P.M. 1058, KM 3 GUJBA ROAD  
DAMATURU, YOBE STATE

  
(IBRAHIM M. ALIYU, CNA, ACTIN)  
AUDITOR GENERAL (LOCAL GOVTS)  
YOBE STATE