

# **AUDITOR—GENERAL'S REPORT**

## **DAMATURU LOCAL GOVERNMENT 2024 FINANCIAL YEAR REPORTS**

**SEPTEMBER, 2025**

## TABLE OF CONTENT

Table of Content:	..	..	..	..	..	..	..	..	..	2
Introduction:	..	..	..	..	..	..	..	..	..	3
Submission of Financial Statement:	..	..	..	..	..	..	..	..	..	3
Income Highlight:	..	..	..	..	..	..	..	..	..	4
Statutory Allocation..	..	..	..	..	..	..	..	..	..	5
Financial Position 1/12/2024	..	..	..	..	..	..	..	..	..	6
Adequacy of Financial Records:	..	..	..	..	..	..	..	..	..	6
2024 Financial Year Reports:	..	..	..	..	..	..	..	..	..	7-10
Highlight of 2024 Financial Operation:	..	..	..	..	..	..	..	..	..	11
Personnel Cost:	..	..	..	..	..	..	..	..	..	12
Overhead Cost:	..	..	..	..	..	..	..	..	..	12
Administrative Sector Expenditure:	..	..	..	..	..	..	..	..	..	13
Economic Sector Expenditure:	..	..	..	..	..	..	..	..	..	13
Regional Development Expenditure:	..	..	..	..	..	..	..	..	..	14
Social Sector Expenditure:	..	..	..	..	..	..	..	..	..	14
Budget Analysis 2024:	..	..	..	..	..	..	..	..	..	15
Audit Certification:	..	..	..	..	..	..	..	..	..	16

**REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS**  
**ON ACCOUNTS OF DAMATURU LOCAL GOVERNMENT FOR THE YEAR**  
**ENDED 31<sup>ST</sup> DECEMBER 2024**

**1. INTRODUCTION:**

The Financial Statements of Damaturu Local Government and relevant operation records for the year ended 31<sup>st</sup> December, 2024 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 basis adopted by the Federation Allocation Committee (FAC) on the Standardization of Financial reporting of the Federal, States and Local Government councils in Nigeria.

**2. SUBMISSION OF THE REPORTS:**

The Financial Statements of Damaturu Local Government for the year ended 31<sup>st</sup> December, 2024 was submitted to me on the 5<sup>th</sup> June, 2025.

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 24<sup>th</sup> July, 2025 in observance of the provisions.

**3. INCOME HIGHLIGHT:**

Arising from the inspection of the Bank Statement for lodgments of all receipts and disbursement, Damaturu Local Government collected the sum of ₦3,946,644,358 from Federation Account Allocation and ₦53,601,161 collections from Internal operations of the Revenue Unit of the council's treasury. The total sum of ₦4,000,245,519 was the certified total income to the council for the year ended 31 December, 2024, Inspection to internal records of Federation Allocations present bellow remittances to the Local Government as recorded by both the Local Government and state Local Government Joint Account records at the Ministry for Local Government.

## **STATUTORY ALLOCATIONS FROM FEDERATION ACCOUNTS**

<b>FAAC 2024 DAMATURU L.G</b>									
<b>Month</b>	<b>STATUTORY ALLOCATION</b>	<b>VAT</b>	<b>Exchange Gain</b>	<b>NON OIL REVENUE</b>	<b>ECOLOGICAL FUND</b>	<b>Electronic Money Transfer Levy</b>	<b>Good &amp; Valuables</b>	<b>Additional FAAC Allocation</b>	<b>TOTAL</b>
Jan	77,246,349.36	138,063,616.53	61,658,523.63		4,678,366.41	5,819,565.29			<b>287,466,421.22</b>
Feb.	96,378,439.75	119,036,254.97	57,515,407.05		4,167,146.19	4,911,540.30			<b>282,008,788.26</b>
March	3,268,710.11	133,367,991.01	123,815,033.59		4,616,815.41	4,797,984.12	138,849,350.63		<b>408,715,884.87</b>
April	59,563,501.25	157,201,109.71	59,107,576.56		3,812,512.31	4,662,154.17			<b>284,346,854.00</b>
May	49,865,360.45	142,368,738.16	91,413,286.01		7,798,491.73	5,722,882.65			<b>297,168,759.00</b>
June	27,127,156.72	144,149,003.58	103,607,731.39		3,922,046.64	4,793,100.36			<b>283,599,038.69</b>
July	21,765,598.84	157,650,898.78	99,827,272.11		46,846,916.57	4,995,917.58			<b>331,086,603.88</b>
Aug.	26,031,442.16	178,988,097.19	125,905,347.34	2,781,057.15	5,053,193.63	5,942,821.04			<b>344,701,958.51</b>
Sept	31,846,829.19	164,011,948.46	98,248,741.07		7,669,361.77	4,727,318.61		26,795,521.47	<b>333,299,720.57</b>
Oct.	19,135,823.34	167,746,968.59	97,159,733.74	35,135,187.41	4,542,922.33	5,691,224.65			<b>329,411,860.06</b>
Nov.	11,063,528.65	197,460,177.68	115,403,302.47	23,423,458.27	4,496,708.68	5,420,572.98			<b>357,267,748.73</b>
Dec.	78,118,534.84	177,568,385.62	140,529,120.91		6,559,429.67	4,795,248.90			<b>407,570,719.94</b>
<b>Total</b>	<b>501,411,274.66</b>	<b>1,877,613,190.28</b>	<b>1,174,191,075.87</b>	<b>61,339,702.83</b>	<b>104,163,911.34</b>	<b>62,280,330.65</b>	<b>138,849,350.63</b>	<b>26,795,521.47</b>	<b><u>3,946,644,357.73</u></b>

## FINANCIAL POSITION AS AT 31<sup>ST</sup> DECEMBER 2024

Inspection into the cashbook maintained by the Treasury Department of the Local Government and balances as appeared in the Financial Statement below position is certified as at 31<sup>st</sup> December, 2024.

<b>CLOSING CASH BOOK BALANCE</b>		<b>2024</b>
		<b>₦</b>
Keystone Bank	Acct. No. 1007037231	- 89,702,115.60
Zenith Bank	Acct. No. 1010922474	- 47,578.32
Keystone Bank	Acct. No. 1007037231	- 9,144,490.10
Keystone Bank	Acct. No. 1013185382	- 1,262,679.97
Joint Project Account Bal.		- <u>267,481,468.19</u>
<b>Total Cash Balances</b>		- <b><u>367,638,332.18</u></b>

### ADEQUACY OF FINANCIAL RECORDS

Inspection of the Local Governments Treasury record and that of other departments which by the provision referred to as cost centers observed the in-adequacy and complete absence of following financial records:

- 1) subsidiary store records for requisition and issuance
- 2) Inventory and assets registers
- 3) Treasury control records of revenue/expenditure abstracts.
- 4) Council resolution diary
- 5) Personnel emolument control ledgers

The absence of these vital financial records at sub units of the Local Government could not guarantee efficiency and transparency.

## REPORTS FOR 2024 FINANCIAL YEAR

Bellow reports from the inspection of 2024 Financial Statements and financial records maintained at the Local Government are further forwarded for consideration and necessary action.

### ADMIN DEPARTMENT

#### WRONG AND IRREGULAR PAYMENT WORTH (₦1,246,000.00)

Audit inspection reveal that the sum (₦1,246, 000.00) was drawn on three (3) different payment vouchers for various activities of the department in the local government without adherence to the laid down procedure set out in financial memorandum chapter 14:1-10.

S/ N	NAME OF PAYEE	PURPOSE OF PAYMENT	DATE	PV. NO	HEAD	S/HEADS	AMOUNT	REMARK
1.	Abba Lawan Ali	Settlement Of Rent	24/6/24	185	2202	1007	100,000.00	No any supporting document on PV to justify the payment  No receipt from the land owner to justify expenditure.
2	Abubakar Mustapha	Printing Of Gate Pass	6/2/24	35	220	20305	46,000.00	To produce receipt or invoice to justify expenditure.
3	Jibrin Moh'd	Purchase of office furniture's	30/2/24	3	230	112	1,100,000.00	No any receipt attached to the PV, Items not charge to store records
<b>TOTAL</b>							<b><u>1,246,000.00</u></b>	

Since the expenditure could not be justified recovery be effected.

**PRIMARY HEALTH CARE DEPARTMENT**

**IRREGULAR/WRONG PAYMENT WORTH ₦740,000.00**

The below payment vouchers were observed to be deficient as the expenditure could not be duly processed according to the procedure set out in FM 14:1 (1-10)

<b>DAMATUR LOCAL GOVERNMENT MAIN ACCOUNT AUDIT INSPECTION FOR THE YEAR OF 2024 JANUARY-DECEMBER, PHCC DEPT</b>								
<b>S/N</b>	<b>NAME OF PAYEE</b>	<b>PURPOSE OF PAYMENT</b>	<b>DATE</b>	<b>PV. NO</b>	<b>HEA D</b>	<b>S/HE ADS</b>	<b>AMOUNT</b>	<b>REMARK</b>
1.	Baba Hassan	Immunization exercise	5/3/24	77	2202	1007	150,000.00	No any evidence to justify the narration is vague
2.	Mohammed Tanimu	C.S.M Outbreak	17/4/24	91	2202	1007	80,000.00	No any supporting attended to receipt the PV
3.	Bura Isah	National Demographic DA	6/2/24	121	2202	709	200,000.00	No any supporting document such as SRV the cash invoice receipt were not genuine attached to justify expenditure.
4.	Baba Hassan	Purchasing Sweet and Logistic	27/11/24	32	403		320,000.00	Cash invoice receipt and SRV were not genuine attached to justify expenditure.
<b>TOTAL</b>							<b><u>₦740,000.00</u></b>	

Since it was observed not supported with authentic document that justified the expenditure recovery is recommended.

**FINANCE DEPARTMENT**

**UNRETURNED REVENUE EARNING BOOKS FOR THE PERIOD OF THE JANUARY- DECEMBER FOR THE YEAR 2024**

During Audit investigation it was reveals that below list of revenue earning books were not returned to store weather used together with the proceeds and unused one, which is contrary FM 7(8-9).

S/NO	COLLECTOR'S NAME	DATE	BOOK NO	RECEIPT NO		REMARK
				From	To	
1.	Bayi Sasawa	2/1/2024	0006	0251	0300	Undetermined
2.	Babagana A. Baba	7/10/2024	0111	6201	6300	Undetermined
3.	Alhaji Modu Adam	4/7/2024	0031	2785	7990	Undetermined

**UPLOADING AND DOWNLOADING RECEIPT**

S/NO	COLLECTOR'S NAME	DATE	BOOK NO	RECEIPT NO		REMARK
				From	To	
1.	Jibrin Mohammed	29/12/2024	0001	0001	0051	Undetermined
2.	Jibrin Mohammed	18/4/2024	0004	0759	0200	Undetermined
3.	Adamu Muhajir	2/12/2024	0007	0301	0350	Undetermined

**UNRETURN RECEIPT FOR THE YEAR 2024 MARKET SHADE RECEIPT N100**

S/NO	COLLECTOR'S NAME	DATE	BOOK NO	RECEIPT NO		AMOUNT
				From	To	
1.	Ali Modu	22/06/2024	0003	1501	1550	5,000
2.	Ali Modu	13/12/2024	0039	18151	18200	5,000
3.	Hussaini Baba	28/11/2024	15	15351	18400	5,000
4.	Bayi Sasawa	21/8/2024	0025	75751	72800	5,000
5.	<b>TOTAL</b>					<b><u>₦20000.00</u></b>

**UNRETURN REVENUE CATTLE MARKET RECEIPT  
FOR THE YEAR 2024 RECEIPT N200**

S/NO	COLLECTOR'S NAME	DATE	BOOK NO	RECEIPT NO		AMOUNT
				From	To	
1.	Ali Modu	13/05/2024	0004	0151	0200	10,000
2.	<b>TOTAL</b>					<b><u>₦10,000.00</u></b>

Since no evidence of remittance of these amount, recovery is recommended.

**DAMATURU LOCAL GOVERNMENT COUNCIL**  
**FINANCIAL HIGHLIGHTS FOR THE YEAR 2024**

S/N	DESCRIPTIONS	ACTUAL 2024	FINAL BUDGET 2024	ACTUAL 2023
	<b>RECURRENT REVENUE</b>	<b>N</b>	<b>N</b>	<b>N</b>
1	STATUTORY ALLOCATION	501,411,275	1,736,135,958	1,056,157,096
2	VALUE ADDED TAX	1,877,613,190	1,205,421,769	954,697,093
3	OTHER FAAC ALLOCATION	1,567,619,893	952,363,240	967,889,883
4	INTERNAL REVENUE IGR	53,601,161	107,324,552	51,105,868
	<b>SUB TOTAL</b>	<b>4,000,245,519</b>	<b>4,001,245,519</b>	<b>3,029,849,940</b>
	<b>CAPITAL RECIEPTS</b>			
1	GRANTS	-	-	-
2	MISCELLANEOUS	-	-	-
	<b>SUB TOTAL</b>	<b>4,000,245,519</b>	<b>4,001,245,519</b>	<b>3,029,849,940</b>
	<b>TOTAL RECEIPTS</b>	<b>4,000,245,519</b>	<b>4,001,245,519</b>	<b>3,029,849,940</b>
	<b>RECURRENT EXPENDITURE</b>			
1	PERSONNEL COSTS (Including Salaries on CRF charges - Public Office Holders)	475,572,472	681,534,496	345,078,080
2	OVERHEAD COSTS	120,000,000	120,000,000	85,000,000
3	SUBVENTIONS TO BOARD and PARASTATALS	1,228,177,625	-	1,056,772,386
4	PUBLIC DEBTS CHARGES	-	-	-
5	OTHER OPERATING ACTIVITIES	647,960,721	1,127,274,142	910,267,852
	<b>TOTAL RECURRENT EXPENDITURE</b>	<b>2,471,710,818</b>	<b>1,928,808,638</b>	<b>2,397,118,318</b>
	CAPITAL EXPENDITURE	1,305,392,125	2,072,436,881	747,882,500
	<b>TOTAL EXPENDITURE</b>	<b>3,777,102,943</b>	<b>4,001,245,519</b>	<b>3,145,000,818</b>
1	NET CASH BALANCE	223,142,576	-	(115,150,878)
2	OPENING BALANCE	144,495,756	-	259,646,634
3	CLOSING BALANCE	<b>367,638,332</b>	-	<b>144,495,756</b>

**DAMATURU LOCAL GOVERNMENT COUNCIL**

**PERSONNEL COST**

<b>DOMESTIC GRANTS</b>					
<b>S/N</b>	<b>Description</b>	<b>CODE</b>	<b>BUDGETTED 2024</b>	<b>Actual 2024</b>	<b>Variance 2024</b>
			<b>₦</b>	<b>₦</b>	<b>₦</b>
1	Basic Salaries	21010101	442,997,422.40	309,122,106.68	133,875,315.72
2	Allowances General	21020101-7	219,794,874.96	153,372,122.16	66,422,752.80
3	2-27 YCHMB Contribution	21020201	18,742,198.64	13,078,242.98	5,663,955.66
	<b>Total</b>		<b><u>681,534,496.00</u></b>	<b><u>475,572,471.82</u></b>	<b><u>205,962,024.18</u></b>

**OVERHEAD/SUBVENTION EXPENDITURE**

<b>OVERHEAD/SUBVENTION EXPENDITURE</b>					
<b>S/N</b>	<b>Description</b>	<b>CODE</b>	<b>ACTUAL 2024</b>	<b>BUDGETTED 2024</b>	<b>VARIANCE 2024</b>
1.	Overhead charge and other operating activities		120,000,000.00	120,000,000.00	-
	<b>Total</b>		<u><b>120,000,000.00</b></u>	<u><b>120,000,000.00</b></u>	-

## DAMATURU LOCAL GOVERNMENT COUNCIL

<b>ADMINISTRATIVE SECTOR EXPENDITURE</b>					
<b>ECON CODE</b>	<b>DESCRIPTION</b>	<b>GEO CODE</b>	<b>ACTUAL 2024</b>	<b>BUDGETTED 2024</b>	<b>VARIANCE 2024</b>
			₦	₦	₦
23030151	Maintenance/Repairs of Offices/R/Quarters	-	210,122,214.91	350,000,000.00	139,877,785.09
23030140	Repairs/ Ren. Of LGEA	-	239,000,000.00	250,000,000.00	11,000,000.00
23030101	Rehabilitation/Repairs of Residential Building	-	100,400,000.00	196,862,000.00	96,462,000.00
<b>Total Administrative Sector</b>			<b><u>549,522,214.91</u></b>	<b><u>796,862,000.00</u></b>	<b><u>247,339,785.09</u></b>

<b>ECONOMIC SECTOR EXPENDITURE</b>					
<b>ECON CODE</b>	<b>DESCRIPTION</b>	<b>GEO CODE</b>	<b>ACTUAL 2024</b>	<b>BUDGETTED 2024</b>	<b>VARIANCE 2024</b>
			₦	₦	₦
23030138	Est/Development/Maintenance of Motor Park	-	136,000,000.00	150,000,000.00	14,000,000.00
23030154	Maintenance/ Repairs of Transports & Services	-	12,200,000.00	49,000,000.00	36,800,000.00
23020175	Construction of Market Shed	-	28,492,104.05	130,000,000.00	101,507,895.95
<b>Total Economic Sector</b>			<b><u>176,692,104.05</u></b>	<b><u>329,000,000.00</u></b>	<b><u>152,307,895.95</u></b>

**DAMATURU LOCAL GOVERNMENT COUNCIL**

<b>REGIONAL DEVELOPMENT SECTOR</b>					
<b>ECON CODE</b>	<b>DESCRIPTION</b>	<b>GEO CODE</b>	<b>ACTUAL 2024</b>	<b>BUDGETTED 2024</b>	<b>VARIANCE 2024</b>
			<b>₦</b>	<b>₦</b>	<b>₦</b>
23030130	Rehabilitation/Repairs of Borehole	-	201,000,000.00	200,000,000.00	- 1,000,000.00
23040102	Erosion & Flood Control	-	90,000,000.00	250,000,000.00	160,000,000.00
23020139	Construction of Culvert/Bridged	-	106,100,000.00	134,000,000.00	27,900,000.00
<b>Total Regional Sector</b>			<b><u>397,100,000.00</u></b>	<b><u>584,000,000.00</u></b>	<b><u>186,900,000.00</u></b>

<b>SOCIAL SECTOR EXPENDITURE</b>					
<b>ECON CODE</b>	<b>DESCRIPTION</b>	<b>GEO CODE</b>	<b>ACTUAL 2024</b>	<b>BUDGETTED 2024</b>	<b>VARIANCE 2024</b>
			<b>₦</b>	<b>₦</b>	<b>₦</b>
23020146	Construction and Completion of PHC	-	92,300,000.00	362,574,880.60	270,274,880.60
23020147	Provision of Equipment Furniture and Drugs for PHC 10	-	89,777,805.82	-	- 89,777,805.82
<b>Total Social Sector</b>			<b><u>182,077,805.82</u></b>	<b><u>362,574,880.60</u></b>	<b><u>180,497,074.78</u></b>

## **BUDGET ANALYSIS 2024**

The Local Government budgeted the sum of **₦4,001,245,519** as collection from federation Allocation and actual allocation received was **₦4,000,245,519**. The Internal Revenue of **₦107,324,552** was projected to which the sum of **₦53,601,161** was collected with unfavorable variance collection of **₦53,723,391**.

The Local Government needs to improve upon the projection and administration of Internal Generated Revenue machinery for better performance.

### **INTERNAL CONTROL**

The cumulative effect of weak internal control is manifested in the irregular drawings and non-remittance of collected revenues. This needs urgent intervention of the State legislative to address the situation.

**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 **Damaturu Local Government** for the year ended 31<sup>st</sup> December 2024.

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 **Damaturu Local Government** for the year ended 31<sup>st</sup> December, 2024 have been certified subject to compliance to my correspondences in the report.

In my opinion, the Financial Statements and Schedules presents a true and fair view of **Damaturu Local Government** for the year ended 31<sup>st</sup> December, 2024.

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

  
KULE MAINA CNA  
AUDITOR-GENERAL (LOCAL GOVTS.)  
YOBE STATE  
FRC/2025/PRO/ANAN/004/017360