

KAUGAMA

LOCAL GOVERNMENT COUNCIL JIGAWA STATE



2022

**CONSOLIDATED REPORT
OF THE AUDITOR GENERAL**

on the

**ACCOUNTS OF KAUGAMA
LOCAL GOVERNMENT COUNCIL**
FOR THE YEAR ENDED 31ST DECEMBER, 2022



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CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022



HON. IDRIS MATI HARUNA
The Executive Chairman
Kaugama Local Government Council



KAUGAMA LOCAL GOVERNMENT COUNCIL

JIGAWA STATE NIGERIA

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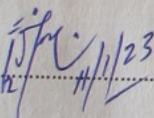
11-JANUARY-2023

The Auditor General,
Local Government Councils,
Jigawa State.

RESPONSIBILITY FOR FINANCIAL STATEMENT

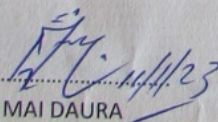
These financial statements have been prepared by me in accordance with the provision of the finance (control and management) Act Cap 144 of 1990 as amended. The financial statement complies with the general accepted accounting practice.

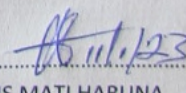
The Treasurer is responsible for the establishing the maintaining a system of internal controls designed to provide reasonable assurance that the transaction recorded are within statutory authority and properly record the use of all public financial resources by the Local Government Council. To the best of my Knowledge, the system of internal control has operated adequately through the reporting period.


11/1/23

We accepted responsibility for the integrity of these financial statements. The information they contained and their compliance with the finance (control and management Act Cap of 1990) as amended.

In our opinion, these financial statements fairly reflect the financial position of Kaugama Local Government as at 31st December 2022 and its operation for the year ended on the date.


KASIM MAI DAURA
Treasurer


HON. IDRIS MATI HARUNA
Executive Chairman



**JIGAWA STATE LOCAL GOVERNMENT COUNCILS
STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR 2022
(IPSAS CASH)**

List of Abbreviations / Acronyms	
Abbreviation / Term	Description
CBN	Central Bank of Nigeria
COA	Chart of Account
FAAC	Federation Accounts Allocation Committee
FGN	Federal Government of Nigeria
FRC	Financial Reporting Council
GAAP	Generally Accepted Accounting Principles
GPFS	General Purpose Financial Statement
IPSAS	International Public Sector Accounting Standards
LFN	Law of the Federal Republic of Nigeria
MDA	Ministries, Departments and Agencies
NCOA	National Chart of Account
GBE	Government Business Enterprises
FRCON	Financial Reporting Council of Nigeria
OAG	Office of the Accountant General
PPE	Properties, Plants and Equipment

Introduction

In line with the adoption of the International Public Sector Accounting Standards (IPSAS) in Nigeria, a Standardised Chart of Account (COA) alongside a set of General Purpose Financial Statements (GPFS) have been designed and introduced by FAAC for adoption by all tiers of Government in Nigeria.

The standardised COA and the GPFS is hereby adopted by Kaugama Local Government Council, Jigawa State Government to comply with FAAC directive to harmonise public sector accounts reporting in Nigeria.

In order to ensure an effective and efficient utilisation of the COA and GPFS, the Accounting Policies have been developed as a set of guidelines to direct the Processes and Procedures relating to financial reporting in Kaugama Local Government Council, Jigawa State. These policies shall form part of the universally agreed framework for financial reporting in Kaugama Local Government Council, Jigawa State.

IPSAS Cash Basis of Accounting

The IPSAS Cash Basis of Accounting recognizes transactions and events only when Cash (including Cash Equivalents) is received or paid by the MDAs. GPFS prepared under the IPSAS Cash Basis provide readers with information about the sources of Cash raised during the period, the purposes for which Cash was used and the Cash balances at the reporting date. The measurement focus in the GPFS balances is Cash and changes during the period. Therefore, Bank Reconciliation Statement shall form integral part of periodic Reports in Kaugama Local Government Council, Jigawa State. Notes to the GPFS provide additional information about liabilities, including payables and borrowings, and non-cash assets that include receivables, investments and property, plant and equipment.

This Accounting Policy addresses the following fundamental accounting issues:

1. Definition of Accounting Terminologies
2. Recognition of Accounting Items
3. Measurement of Accounting Items
4. Treatment of Accounting items



CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022

S/N	Accounting Policies:
1	Accounting Terminologies / Definitions Accounting policies are the specific principles, bases, conventions, rules and practices adopted by the Kaugama Local Government Council, Jigawa State Government in preparing and presenting Financial Statements. Cash: Cash comprises cash in hand, demand deposits in financial institutions and cash equivalents. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Cash basis means a basis of accounting that recognizes transactions and other events only when cash is received or paid. Cash flows are inflows and outflows of cash. Cash flows exclude movements between items that constitute cash as these components are part of the cash management of the government rather than increases or decreases in the cash position controlled by government. Cash receipts are cash inflows. Cash payments are cash outflows. Cash Controlled by Kaugama Local Government Council, Jigawa State Government: Cash is deemed to be controlled by, Kaugama Local Government Council, Jigawa State Government when the government can freely use the available cash for the achievement of its objectives or enjoy benefit from the cash, and can also exclude or regulate the access of others to that benefit. Cash collected by, or appropriated or granted to the government which the government can freely use to fund its operating objectives, such as acquiring of capital assets or repaying its debt is controlled by the government. Government Business Enterprise means a department or agency that has all the following characteristics: - Is an entity with the power to contract in its own name; - Has been assigned the financial and operational authority to carry on a Business; - Sells goods and services, in the normal course of its business, to other MDAs and the general public at a profit or full cost recovery; - Is not reliant on continuing government funding or subvention to remain a going concern (other than purchases of outputs at arm's length); and - Is controlled by a public sector management or the government. Notes to the GPFS shall include narrative descriptions or more detailed schedules or analyses of amounts shown on the face of the GPFS, as well as additional information



2.	General Purpose Financial Statements (GPFS) The GPFS comprise of Statement of Cash Receipts and Payments and other statements that disclose additional information about the Cash Receipts, Payments and Balances controlled by Kaugama Local Government Council, Jigawa State Government and Accounting Policies and Notes to the Financial Statements. In Kaugama Local Government Council, Jigawa State the GPFS Accounting Policy include the following: 1. Statement 1- Cash Flow Statements: Statement of Cash Receipts and Payments which: a. recognizes all Cash Receipts, Cash Payments and Cash Balances controlled by the State government; and b. separately identifies payments made by third parties on behalf of the State government. 2. Statement 2- Statement of Assets and Liabilities: Statement of Financial Position (also known as Balance Sheet); 3. Statement 3- Statement of Consolidated Revenue Fund: Statement Recurrent Financial Performance (also known as Profit & Loss Account); 4. Statement 4- Statement of Capital Development Fund: Statement of Capital Financial Performance (also known as Capital Expenditure); 5. Notes to the Accounts: Additional disclosures to explain the GPFS; and 6. Accounting Policies and Explanatory Notes.
3.	Basis of Preparation and Legal Provisions The GPFS are prepared under the historical cost convention and in accordance with International Public Sector Accounting Standards (IPSAS) and other applicable standards as defined by the Fiscal Responsibility Law (FRL) and the Financial Reporting Council of Nigeria. In addition, GPFS are in compliance with the provisions of other financial regulations of the State.
4.	Fundamental Accounting Concepts The following fundamental accounting concepts are taken as the basis of preparation of all accounts and reporting in Kaugama Local Government Council, Jigawa State: a. Cash Basis of Accounting; b. Understability; c. Materiality, d. Relevance; e. Going Concern Concept; f. Consistency Concept g. Prudence h. Completeness, etc.
5.	Accounting Period The accounting year (fiscal year) is from 1st January to 31st December, 2022. Each accounting year is divided into 12 calendar months (periods) and shall be set up as such in the accounting system.
6.	Reporting Currency The General Purpose GPFS are prepared in Nigerian Naira.
7.	Department for Consolidation The Consolidation of the GPFS are based on the Cash transactions of all Department of Kaugama Local Government Council, Jigawa State, except Government Business Enterprises (GBEs).



**CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022**

8.	Comparative Information The General Purpose GPFS shall disclose all numerical information relating to previous period (at least one year).
9.	Budget Figures These are figures from the approved annual budget and supplementary budget as approved in accordance with the Appropriation Law of Jigawa State.
10.	Receipts a. These are Cash inflows within the Financial Year. They comprise of receipts from Statutory Allocations (FAAC monthly disbursement), Taxes, External Assistance (from Bilateral and Multilateral Agencies), Other Aid and Grants, Other Borrowing, Capital Receipts (Sale of Government Assets, etc), Receipts from Trading activities and Other Cash Receipts. b. These items shall be disclosed at the face of the Statement of Cash Receipts and Payment for the year in accordance with the standardised GPFS. Notes shall be provided as per standardised Notes to GPFS.
11.	External Assistance a. Receipts from Loans are Funds received from external sources to be paid back at an agreed period of time. They are categorised either as Bilateral or Multilateral. b. External Loans receipts shall be disclosed separately under Statement of Cash Receipts and Payment for the year.
12.	Other Borrowings / Grants & Aid Received These shall be categorised as either Short or Long term Loans. Short-Term Loans are those repayable within one calendar year (12 months), while Long-Term Loans and Debts shall fall due beyond one calendar year (above 12 months). Loans shall be disclosed separately and Grants shall also be separately disclosed under Statement of Cash Receipts and Payment for the year.
13.	Interest Received Interest actually received during the financial year shall be treated as a receipt under item 'Other Receipts'.
14.	Government Business Activities Cash Receipts from Trading Activities shall be received net (after deducting direct expenses) unless otherwise provided for by law or policy in force. Total receipts from all trading activities shall be disclosed in the Statement of Cash Receipts and Payments under 'Trading Activities' item. Where gross revenue is received, corresponding payments shall be charged under a corresponding payment item head 'Government Business Activities' in the Statement of Receipts and Payments.
15.	Payments a. These are Recurrent and Capital Cash Outflows made during the financial year and shall be categorised either by Function and/or by Sector in the Statement of Cash Receipts and Payment. b. Payments for purchase of items of capital nature (e.g. PPE) shall be expensed in the year in which the item has been purchased. It shall be disclosed under capital payments. Investments in PPE shall also be treated in the same way as Capital Purchases. At the end of the financial year, a schedule of assets shall be provided as part of the Notes to GPFS.



CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022

16.	Loans Granted: Payments to other Government and Agencies in form of Loans during the year shall be shown separately in the Statement of Receipts and Payments. Amount disclosed shall be actual amount paid during the year.
17.	Loan Repayments Cash receipts from loans granted to other agencies and government shall be classified under loan repayments in the Statement of Receipts and Payments. Amount disclosed shall be actual amount received during the year.
18.	Interest on Loans: Actual Interest on loans and other bank commissions charged on Bank Accounts during the year shall be treated as payments and disclosed under interest payment in the Statement of Cash Receipts and Payments
19.	Foreign Currency Transactions: a. Foreign Currency Transactions throughout the year shall be converted into Nigerian Naira at the ruling (Central Bank of Nigeria – CBN) rate of exchange at the dates of the transactions. Foreign currency balances, as at the year end, shall be translated at the exchange rates prevailing on that date. b. At the end of the financial year, additional amounts (in cash or at bank) arising out of Foreign Exchange Gains/Losses shall be recognised in the Statement of Cash Receipts and Payments either as Receipts / Payments respectively.
20.	Prepayments Prepaid expenses are amounts paid in advance of receipt of goods or services and are charged directly to the respective expenditure item.
21.	Investments: Cash Payments made for investment purposes such as purchase of Government Stock, Treasury Bills and Certificates of Deposit, are Capital Costs and are disclosed as purchase of Financial Instruments or may be given an appropriate name as the case may be. They are separately disclosed in the GPFS (Statement of Receipts and Payments) under capital payments.
22.	Leases a. Cash Payment for Finance Leases, which effectively transfer to the Government substantially all the risks and benefits incidental to ownership of the leased item, are treated as capital payments and disclosed in the Statement of Cash Receipts and payments b. Operating lease cash payments, where the lessors effectively retain substantially all the risks and benefits of ownership of the leased items, are treated as operating expenses.
23.	Cash Balances This includes Cash in Hand, at Bank and Cash Equivalents at the end of the Financial year.
24.	Advances All Cash Advances shall be retired before the end of the financial year. However, should circumstances occur (including an Emergency) where either an advance is given out close to the financial year end or an advance already given could not be accounted for, such an advance (or balance outstanding) shall be treated as cash equivalent since there shall be no proof that such funds have been utilised.



CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022

STATEMENT NO. 1 CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2022 KAUGAMA LOCAL GOVERNMENT COUNCIL, JIGAWA STATE				
ANNUAL BUDGET 2022	DESCRIPTION	NOTES	ACTUAL 2022	ACTUAL YEAR 2021
N			N	N
	CASH FLOW FROM OPERATING ACTIVITIES			
	RECEIPTS:			
2,282,000,000.00	Statutory Allocation	1	2,225,269,189.53	1,724,459,188.07
	Independent Revenue			
100,000.00	Taxes	2a	0.00	0.00
500,000.00	Rate	2b	65,000.00	60,000.00
9,595,000.00	Local Licenses and Fees	2c	489,000.00	536,300.00
950,000.00	Commercial Undertaking	2d	856,768.91	251,500.00
900,000.00	Rent of LGA Properties	2e	391,000.00	74,000.00
30,000.00	Interest and dividend	2f	0.00	0.00
1,000,000.00	Miscellaneous	2g	0.00	0.00
13,075,000.00	Total Independent Revenue		1,801,768.91	921,800.00
2,295,075,000.00	Total Receipt from Operating Activities		2,227,070,958.44	1,725,380,988.07
	PAYMENTS			
61,689,765.00	Office Of The Chairman	3a	54,912,677.68	38,946,157.00
70,205,070.00	Planning, Research and Statistics	3b	69,441,400.03	68,674,600.00
42,400,220.00	The Council	3c	56,838,408.00	34,315,677.00
98,950,165.00	Personal Management	3d	110,228,147.96	92,459,985.00
321,820,835.00	Finance And Supply	3e	231,907,812.92	197,267,150.00
786,812,575.00	Education	3f	806,440,230.53	778,037,962.00
273,792,361.00	Medical And Health	3g	320,768,708.37	284,067,168.00
40,477,173.00	Agriculture & Natural Resources	3h	34,183,742.72	29,683,278.00
98,150,984.00	Works And Housing	3i	132,393,887.79	75,085,804.00
80,000,000.00	Traditional Office Holders	3j	102,204,496.87	86,222,959.00
61,143,946.00	Social And Community Dev.	3k	56,514,234.56	50,762,767.00
1,935,443,094.00	Total Payment		1,975,833,747.43	1,735,523,507.00
	Net Cash Flow From Operating Activities		251,237,211.01	
	CASHFLOWS FROM INVESTING ACTIVITIES:			
890,565,227.00	Capital Expenditure	4	314,310,716.53	117,582,378.00
	Net Cash Flow From Investing Activities		314,310,716.53	
	CASHFLOWS FROM FINANCING ACTIVITIES:			
	Proceed From Loan	5a	0.00	28,514.00
	Other Noncurrent liabilities	5b	(2,303,762.20)	(54,992.80)
152,000,000.00	Other Capital Receipt	5c	66,050,395.65	97,220,505.93
	Net Cash Flow From Financing Activities		63,746,633.45	97,194,027.13
	MOVEMENT IN OTHER CASH EQUIVALENT ACCOUNTS			
	(Increase)/Decrease in Investment		0.00	0.00
	Net Increase /(Decrease) in other cash Equivalent		0.00	0.00
	Total Cash flow from other Cash Equivalent		0.00	0.00
	Net Cash for the Year		673,127.93	(30,530,869.80)
	Cash & Cash Equivalent as at 1st January,2020		5,864,002.20	36,394,872.00
	CASH & CASH EQUIVALENT AS AT 31ST DECEMBER, 2020		6,537,130.13	5,864,002.20

The accompanying notes form part of these statements

KASIM MAI-DAURA

Treasurer

Kaugama Local Government, Jigawa State



CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022

STATEMENT NO. 2			
STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST DECEMBER, 2022			
KAUGAMA LOCAL GOVERNMENT COUNCIL, JIGAWA STATE			
DESCRIPTION	NOTES	CURRENT YEAR 2022	PREVIOUS YEAR 2021
		N	N
ASSETS			
LIQUID ASSETS:			
CASH BY LOCAL GOVERNMENT TREASURY			
CRF Cash & Bank Balance	6	6,537,130.13	5,864,002.20
Other Bank of the Treasury			
Cash Balance of Trust and Other Fund			
TOTAL LIQUID ASSETS		6,537,130.13	5,864,002.20
INVESTMENT AND OTHER CASH ASSETS:			
Impress			
Advance	7	16,576,484.00	16,576,484.00
Revolving Loans			
Intangible Assets			
TOTAL INVESTMENTS AND OTHER CASH ASSETS		16,576,484.00	16,576,484.00
TOTAL ASSETS		23,113,614.13	22,440,486.20
LIABILITIES:			
PUBLIC FUNDS			
Accumulated Fund	8	3,857,312.13	880,422.00
Non- Current Liabilities	9	19,256,302.00	21,560,064.20
Other Public Fund		0.00	0.00
TOTAL LIABILITIES		23,113,614.13	22,440,486.20

The accompanying notes form part of these statements

KASIM MAI-DAURA

Treasurer

Kaugama Local Government, Jigawa State



CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022

STATEMENT NO. 3				
STATEMENT OF CONSOLIDATED REVENUE FUND FOR THE YEAR ENDED 31ST DECEMBER, 2022				
KAUGAMA LOCAL GOVERNMENT COUNCIL, JIGAWA STATE				
ACTUAL YEAR 2021	DESCRIPTION	NOTES	ACTUAL 2022	FINAL BUDGET 2022
N			N	N
	OPENING BALANCE			
	ADD: REVENUE			
1,724,459,188.07	STATUTORY ALLOCATIONS:	1	2,225,269,189.53	2,282,000,000.00
	Independent Revenue			
0.00	Taxes	2a	0.00	100,000.00
60,000.00	Rate	2b	65,000.00	500,000.00
536,300.00	Local Licenses and Fees	2c	489,000.00	9,595,000.00
251,500.00	Commercial Undertaking	2d	856,768.91	950,000.00
74,000.00	Rent of LGA Properties	2e	391,000.00	900,000.00
0.00	Interest and dividend	2f	0.00	30,000.00
0.00	Miscellaneous	2g	0.00	1,000,000.00
921,800.00	SUB TOTAL INDEPENDENT REVENUE		1,801,768.91	13,075,000.00
1,725,380,988.07	TOTAL REVENUE		2,227,070,958.44	2,295,075,000.00
	LESS:EXPENDITURE			
38,946,157.00	Office Of The Chairman	3a	54,912,677.68	61,689,765.00
68,674,600.00	Planning, Research and Statistics	3b	69,441,400.03	70,205,070.00
34,315,677.00	The Council	3c	56,838,408.00	42,400,220.00
92,459,985.00	Personal Management	3d	110,228,147.96	98,950,165.00
197,267,150.00	Finance And Supply	3e	231,907,812.92	321,820,835.00
778,037,962.00	Education	3f	806,440,230.53	786,812,575.00
284,067,168.00	Medical And Health	3g	320,768,708.37	273,792,361.00
29,683,278.00	Agriculture & Natural Resources	3h	34,183,742.72	40,477,173.00
75,085,804.00	Works And Housing	3i	132,393,887.79	98,150,984.00
86,222,959.00	Traditional Office Holders	3j	102,204,496.87	80,000,000.00
50,762,767.00	Social And Community Dev.	3k	56,514,234.56	61,143,946.00
1,735,523,507.00	TOTAL EXPENDITURE		1,975,833,747.43	1,935,443,094.00
	Operating Balance		251,237,211.01	
	APPROPRIATIONS/TRANSFERS:			
	Transfer to Capital Development Fund		251,237,211.01	

The accompanying notes form part of these statements


KASIM MAI-DAURA
Treasurer

Kaugama Local Government, Jigawa State



CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022

STATEMENT NO. 4				
STATEMENT OF CAPITAL DEVELOPMENT FUND FOR THE YEAR ENDED 31ST DECEMBER, 2022				
KAUGAMA LOCAL GOVERNMENT COUNCIL, JIGAWA STATE				
ACTUAL PREVIOUS YEAR (2021)	DESCRIPTION	NOTES	TOTAL CAPITAL EXPENDITURE 2022	FINAL BUDGET 2022
N			N	N
	OPENING BALANCE			
	ADD: REVENUE			
	Transfer from CRF		251,237,211.01	
97,220,505.93	AID AND GRANTS	10	66,050,395.65	152,000,000.00
	TOTAL REVENUE AVAILABLE		317,287,606.66	
	LESS: CAPITAL EXPENDITURE			
117,582,378.00	Capital Expenditure	11	314,310,716.53	890,565,227.00
	TOTAL CAPITAL EXPENDITURE		314,310,716.53	
	INTANGIBLE ASSETS		2,976,890.13	
(30,504,391.00)	CLOSING BALANCE		2,976,890.13	

The accompanying notes form part of these statements


KASIM MAI-DAURA
Treasurer

Kaugama Local Government, Jigawa State



CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022

SUMMARY OF NOTES TO THE ACCOUNT FOR YEAR ENDED 31ST DECEMBER 2022 KAUGAMA LOCAL GOVERNMENT COUNCIL, JIGAWA STATE			
NOTES	DESCRIPTION	CURRENT YEAR 2022 N	PREVIOUS YEAR 2021 N
1	Statutory Allocation	2,225,269,189.53	1,724,459,188.07
2a	Taxes	0.00	0.00
2b	Rate	65,000.00	60,000.00
2c	Local Licenses and Fees	489,000.00	536,300.00
2d	Commercial Undertaking	856,768.91	251,500.00
2e	Rent of LGA Properties	391,000.00	74,000.00
2f	Interest and dividend	0.00	0.00
2g	Miscellaneous	0.00	0.00
3a	Office Of The Chairman	54,912,677.68	38,946,157.00
3b	Planning, Research and Statistics	69,441,400.03	68,674,600.00
3c	The Council	56,838,408.00	34,315,677.00
3d	Personal Management	110,228,147.96	92,459,985.00
3e	Finance And Supply	231,907,812.92	197,267,150.00
3f	Education	806,440,230.53	778,037,962.00
3g	Medical And Health	320,768,708.37	284,067,168.00
3h	Agriculture & Natural Resources	34,183,742.72	29,683,278.00
3i	Works And Housing	132,393,887.79	75,085,804.00
3j	Traditional Office Holders	102,204,496.87	86,222,959.00
3k	Social And Community Dev.	56,514,234.56	50,762,767.00
4	Capital Expenditure	314,310,716.53	117,582,378.00
5a	Proceed From Loan	0.00	
5b	Other Noncurrent liabilities	(2,303,962.20)	
5c	Other Capital Receipt	66,050,395.65	97,220,505.93
6	CASH AND BANK BALANCES	6,537,130.13	5,864,002.20
7	ADVANCES	16,576,484.00	16,576,484.00
8	ACCUMULATED FUND	3,857,312.13	880,422.00
9	NON CURRENT LIABILITIES	19,256,302.00	21,560,064.20
10	AID AND GRANTS	66,050,395.65	97,220,505.93
11	Capital Expenditure	314,310,716.53	117,582,378.00

The accompanying notes form part of these statements


KASIM MAI-DAURA

Treasurer
Kaugama Local Government, Jigawa State



**CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022**

DETAILS OF NOTES TO THE ACCOUNTS FOR THE YEAR 2022 KAUGAMA LOCAL GOVERNMENT COUNCIL, JIGAWA STATE					
NOTE 1 : STATUTORY ALLOCATIONS					
MONTHS	STATUTORY ALLOCATIONS	VAT	SHARE OF EXCHANGE GAIN AND OTHER MISCELLANEOUS RECEIPTS	ECOLOGICAL / SURE-P	TOTAL
JANUARY	101,669,076.73	64,589,619.60	1,005,308.56		167,264,004.89
FEBRUARY	50,143,039.41	60,160,356.48	22,516,856.30		132,820,252.19
MARCH	67,503,432.53	55,162,784.17	18,825,320.60		141,491,537.30
APRIL	99,342,959.10	68,194,949.80	0.00		167,537,908.90
MAY	88,812,560.74	56,152,553.31	6,217,331.37		151,182,445.42
JUNE	75,652,503.99	66,506,572.43	32,586,961.45	38,580,428.93	213,326,466.80
JULY	119,602,635.93	63,999,870.29	0.00		183,602,506.22
AUGUST	155,243,785.57	59,293,889.46	0.00		214,537,675.03
SEPTEMBER	88,568,540.60	71,483,498.60	0.00		160,052,039.20
OCTOBER	95,148,079.33	63,254,249.26	18,931,366.17	130,730,899.96	308,064,594.72
NOVEMBER	84,385,992.14	72,237,476.82	15,063,804.18		171,687,273.14
DECEMBER	131,983,486.99	69,125,197.21	12,593,801.52		213,702,485.72
TOTAL	1,158,056,093.06	770,161,017.43	127,740,750.15	169,311,328.89	2,225,269,189.53

DETAILS OF NOTE 2a-2g	
NOTE 2a: TAXES	
TOTAL	0.00
NOTE 2b: RATE	
Tenement rate	65,000.00
TOTAL	65,000.00
NOTE 2c: LOCAL LICENSES AND FEES	
1003/48 Indigene Certificate	249,000.00
1003/55 tender fee	240,000.00
	0.00
TOTAL	489,000.00
NOTE 2d: COMMERCIAL UNDERTAKING	
Market	346,000.00
Others	466,768.91
Motor park	44,000.00
TOTAL	856,768.91
NOTE 2e: RENT OF LOCAL GOVERNMENT PROPERTIES	
Rent on Other Local Government Building	391,000.00
TOTAL	391,000.00
NOTE 2g: MISCELLANEOUS	
Recovery of losses and overpayment	0.00
Payment in lieu of resignations notice	0.00
TOTAL	0.00



**CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022**

NOTE 3a: OFFICE OF THE CHAIRMAN		
2001/1	Personnel Cost	9,717,415.68
2001/2	Traveling & Transport	3,500,000.00
2001/3	Utility Service	0.00
2001/4	Telephone and Postal service	0.00
2001/5	Stationary and printing	0.00
2001/6	Maintenance of furniture & equipment	0.00
2001/7	Maintenance of Vehicle and capital assets	0.00
2001/8	Consultancy service & special committee	12,000,000.00
2001/9	Grand contribution and subvention	0.00
2001/10	Training staff development & welfare	900,000.00
2001/11	Entertainment & Hospitality	0.00
2001/12	Miscellaneous expenses	28,795,262.00
2001/13	Provision of service material	0.00
2001/14	Contribution to pension fund	0.00
	TOTAL	54,912,677.68
NOTE 3b: PLANNING, RESEARCH AND STATISTICS		
2002/1	Personnel Cost	63,412,400.03
2002/2	Traveling & Transport	950,000.00
2002/3	Utility Service	0.00
2002/4	Telephone and Postal service	0.00
2002/5	Stationary and printing	0.00
2002/6	maintenance of furniture & equipment	0.00
2002/7	Maintenance of Vehicle and capital assets	0.00
2002/8	Consultancy service & special committee	5,079,000.00
2002/9	Grand contribution and subvention	0.00
2002/10	Training staff development & welfare	0.00
2002/11	Entertainment & Hospitality	0.00
2002/12	Miscellaneous expenses	0.00
2002/13	Provision of service material	0.00
2002/14	Contribution to pension fund	0.00
	TOTAL	69,441,400.03
NOTE 3c: THE COUNCILS		
2003/1	Personnel Cost	22,400,220.00
2003/2	Traveling & Transport	0.00
2003/3	Utility Service	0.00
2003/4	Telephone and Postal service	0.00
2003/5	Stationary and printing	0.00
2003/6	maintenance of furniture & equipment	0.00
2003/7	Maintenance of Vehicle and capital assets	0.00
2003/8	Consultancy service & special committee	18,000,000.00
2003/9	Grand contribution and subvention	0.00
2003/10	Training staff development & welfare	0.00
2003/11	Entertainment & Hospitality	1,000,000.00
2003/12	Miscellaneous expenses	13,438,188.00
2003/13	Provision of service material	2,000,000.00
2003/14	Contribution to pension fund	0.00
	TOTAL	56,838,408.00



**CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022**

NOTE 3d: PERSONAL MANAGEMENT		
2004/1	Personnel Cost	64,210,344.40
2004/2	Traveling & Transport	650,000.00
2004/3	Utility Service	0.00
2004/4	Telephone and Postal service	0.00
2004/5	Stationary and printing	0.00
2004/6	maintenance of furniture & equipment	0.00
2004/7	Maintenance of Vehicle and capital assets	0.00
2004/8	Consultancy service & special committee	38,175,803.56
2004/9	Grand contribution and subvention	0.00
2004/10	Training staff development & welfare	2,145,000.00
2004/11	Entertainment & Hospitality	4,941,000.00
2004/12	Miscellaneous expenses	0.00
2004/13	Provision of service material	106,000.00
2004/14	Contribution to pension fund	
	TOTAL	110,228,147.96
NOTE 3e: FINANCE AND SUPPLY		
2005/1	Personnel Cost	28,665,315.14
2005/2	Traveling & Transport	400,000.00
2005/3	Utility Service	0.00
2005/4	Telephone and Postal service	0.00
2005/5	Stationary and printing	2,088,436.37
2005/6	maintenance of furniture & equipment	0.00
2005/7	Maintenance of Vehicle and capital assets	0.00
2005/8	Consultancy service & special committee	22,812,165.30
2005/9	Grand contribution and subvention	0.00
2005/10	Training staff development & welfare	19,036,978.81
2005/11	Entertainment & Hospitality	0.00
2005/12	Miscellaneous expenses	103,311,960.42
2005/13	Provision of service material	0.00
2005/14	Contribution to pension fund	55,592,956.88
	TOTAL	231,907,812.92
NOTE 3f: EDUCATION		
2006/1	Personnel Cost	744,724,422.70
2006/2	Traveling & Transport	0.00
2006/3	Utility Service	0.00
2006/4	Telephone and Postal service	0.00
2006/5	Stationary and printing	0.00
2006/6	maintenance of furniture & equipment	0.00
2006/7	Maintenance of Vehicle and capital assets	0.00
2006/8	Consultancy service & special committee	0.00
2006/9	Grand contribution and subvention	5,465,000.00
2006/10	Training staff development & welfare	0.00
2006/11	Entertainment & Hospitality	0.00
2006/12	Miscellaneous expenses	0.00
2006/13	Provision of service material	0.00
2006/14	Contribution to pension fund	56,250,807.83
	TOTAL	806,440,230.53



**CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022**

NOTE 3g: WASH		
2007/1	Personnel Cost	216,086,435.07
2007/2	Traveling & Transport	300,000.00
2007/3	Utility Service	700,000.00
2007/4	Telephone and Postal Service	0.00
2007/5	Stationary and Printing	0.00
2007/6	Maintenance of Furniture & Equipment	0.00
2007/7	Maintenance of Vehicle and Capital Assets	85,650,489.04
2007/8	Consultancy Service & Special Committee	3,120,000.00
2007/9	Grand Contribution and Subvention	0.00
2007/10	Training staff Development & Welfare	0.00
2007/11	Entertainment & Hospitality	0.00
2007/12	Miscellaneous Expenses	2,365,000.00
2007/13	Provision of service material	2,666,000.00
2007/14	Contribution to pension fund	9,880,784.26
	TOTAL	320,768,708.37
NOTE 3h: AGRIC AND NATURAL RESOURCES		
2008/1	Personnel Cost	32,883,742.72
2008/2	Traveling & Transport	0.00
2008/3	Utility Service	0.00
2008/4	Telephone and Postal service	0.00
2008/5	Stationary and printing	0.00
2008/6	maintenance of furniture & equipment	0.00
2008/7	Maintenance of Vehicle and capital assets	0.00
2008/8	Consultancy service & special committee	0.00
2008/9	Grand contribution and subvention	0.00
2008/10	Training staff development & welfare	0.00
2008/11	Entertainment & Hospitality	0.00
2008/12	Miscellaneous expenses	0.00
2008/13	Provision of service material	1,300,000.00
2008/14	Contribution to pension fund	0.00
	TOTAL	34,183,742.72
NOTE 3i: WORKS AND HOUSING		
2009/1	Personnel Cost	30,930,001.80
2009/2	Traveling & Transport	3,210,000.00
2009/3	Utility Service	0.00
2009/4	Telephone and Postal service	0.00
2009/5	Stationary and printing	0.00
2009/6	maintenance of furniture & equipment	0.00
2009/7	Maintenance of Vehicle and capital assets	95,567,885.99
2009/8	Consultancy service & special committee	0.00
2009/9	Grand contribution and subvention	0.00
2009/10	Training staff development & welfare	0.00
2009/11	Entertainment & Hospitality	0.00
2009/12	Miscellaneous expenses	0.00
2009/13	Provision of service material	2,686,000.00
2009/14	Contribution to pension fund	0.00
	TOTAL	132,393,887.79



CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022

NOTE 3j: TRADITIONAL OFFICE HOLDERS		
2010/1	Personnel Cost	0.00
2010/2	Traveling & Transport	0.00
2010/3	Utility Service	0.00
2010/4	Telephone and Postal service	0.00
2010/5	Stationary and printing	0.00
2010/6	maintenance of furniture & equipment	0.00
2010/7	Maintenance of Vehicle and capital assets	0.00
2010/8	Consultancy service & special committee	0.00
2010/9	Grand contribution and subvention	102,204,496.87
2010/10	Training staff development & welfare	0.00
2010/11	Entertainment & Hospitality	0.00
2010/12	Miscellaneous expenses	0.00
2010/13	Provision of service material	0.00
2010/14	Contribution to pension fund	0.00
	TOTAL	102,204,496.87
NOTE 3k: SOCIAL AND COMMUNITY DEVELOPMENT		
2011/1	Personnel Cost	32,026,901.26
2011/2	Traveling & Transport	1,010,000.00
2011/3	Utility Service	0.00
2011/4	Telephone and Postal service	0.00
2011/5	Stationary and printing	0.00
2011/6	maintenance of furniture & equipment	0.00
2011/7	Maintenance of Vehicle and capital assets	0.00
2011/8	Consultancy service & special committee	10,103,888.86
2011/9	Grand contribution and subvention	11,823,444.44
2011/10	Training staff development & welfare	0.00
2011/11	Entertainment & Hospitality	0.00
2011/12	Miscellaneous expenses	200,000.00
2011/13	Provision of service material	1,350,000.00
2011/14	Contribution to pension fund	0.00
	TOTAL	56,514,234.56



**CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022**

NOTE 4: CAPITAL EXPENDITURE, 2022		
HEAD	PURPOSE	AMOUNT
4001/2	30% water subsidy to farmers	
4001/4	River Embankment	3,828,000.00
4002/1	Women Economic Empowerment	800,000.00
4003/1	Road Side Tree Planting	1,150,000.00
4006/11	Electrification project @Tauran Yamma and Gabas	10,000,000.00
4007/3	Construction of Market Stall at Albashi	3,176,000.00
	SUB TOTAL	18,954,000.00
5001/1	2% contribution to Jigawa state university	32,086,890.51
5001/4	Construction of Islamiyya school at Dusare and Girbobo	437,119.42
5001/6	Construction of 1 block 2 Classroom Islamiyya school at at Kaugama Local Government.	2,500,000.00
5004/2	Contribution to community programme	3,580,000.00
5004/4	Construction of 5 daily prayers Mosque at 8 villages, within Kaugama Local Government	7,280,928.13
5004/5	Renovation of Jumma'a mosque	2,547,000.00
5004/6	Purchase of sport materials for youth	10,100,000.00
5004/7	Women/Youth (Covid-19 respond) Empowerment	14,504,819.39
5004/10	Const. of Five daily prayer mosques at Dingare and Bula	500,000.00
	SUB TOTAL	73,536,757.45
6001/1	purchase of hand pump materials	9,500,000.00
6002/1	construction of drainage and culvert	41,749,150.23
6002/3	Refuse Collation Centre	11,429,284.69
6001/6	Construction of Solar Water Scheme at 6 Villages	630,000.00
	SUB TOTAL	63,308,434.92
7001/2	Local Government Joint Project	148,098,524.16
7001/4	Payment of Liabilities	10,413,000.00
	SUB TOTAL	158,511,524.16
	TOTAL	314,310,716.53
NOTE 5a : (PROCEED FROM LOAN)		
Previous Year Advance		16,576,484.00
Current Year Advance		16,576,484.00
MARGIN		0.00
NOTE 5b : (Other Non Current Liabilities)		
Current year NCL		19,256,302.00
Previous year NCL		21,560,064.20
MARGIN		(2,303,762.20)



CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022

NOTE 5c : (OTHER CAPITAL RECEIPTS)			
MONTHS	STATE I.G.R	STABLIZATION	TOTAL
JANUARY	164,625.70	300,000.00	464,625.70
FEBRUARY	164,625.70	1,800,000.00	1,964,625.70
MARCH	164,625.70	9,875,057.96	10,039,683.66
APRIL	164,625.70	35,110,596.01	35,275,221.71
MAY	164,625.70	1,000,000.00	1,164,625.70
JUNE	164,625.70	0.00	164,625.70
JULY	164,625.70	1,000,000.00	1,164,625.70
AUGUST	164,625.70	500,000.00	664,625.70
SEPTEMBER	164,625.70	13,989,233.28	14,153,858.98
OCTOBER	164,625.70	500,000.00	664,625.70
NOVEMBER	164,625.70	0.00	164,625.70
DECEMBER	164,625.70	0.00	164,625.70
TOTAL	1,975,508.40	64,074,887.25	66,050,395.65
NOTE 6 : CASH AND BANK BALANCES FOR THE YEAR 2022			
UNITY BANK PLC (MAIN A/C)			2,114,212.57
UNITY BANK PLC (OVERHEAD A/C)			2,795,017.58
UNITY BANK PLC (SALARY A/C)			1,360,790.67
POLARIS BANK PLC (PROJECT A/C)			0.00
UBA PLC (REVENUE A/C)			267,109.31
TOTAL			6,537,130.13
NOTE 7: ADVANCES FOR THE YEAR 2022			
PERSONAL ADVANCE			10,663,604.00
OTHER ADVANCES			5,912,880.00
			16,576,484.00
NOTE 8: ACCUMULATED FUND FOR THE YEAR 2022			
Accumulated Fund B/F			880,422.00
Closing Balance			2,976,890.13
Accumulated Fund C/D			3,857,312.13
NOTE 9: NON CURRENT LIABILITIES FOR THE YEAR 2022			
STATE			0.00
FEDERAL			0.00
OTHER DEPOSITS			19,256,302.00



CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022

NOTE 10 : OTHER CAPITAL RECIEPT			
MONTHS	STATE I.G.R	STABLIZATION	TOTAL
JANUARY	164,625.70	300,000.00	464,625.70
FEBRUARY	164,625.70	1,800,000.00	1,964,625.70
MARCH	164,625.70	9,875,057.96	10,039,683.66
APRIL	164,625.70	35,110,596.01	35,275,221.71
MAY	164,625.70	1,000,000.00	1,164,625.70
JUNE	164,625.70	0.00	164,625.70
JULY	164,625.70	1,000,000.00	1,164,625.70
AUGUST	164,625.70	500,000.00	664,625.70
SEPTEMBER	164,625.70	13,989,233.28	14,153,858.98
OCTOBER	164,625.70	500,000.00	664,625.70
NOVEMBER	164,625.70	0.00	164,625.70
DECEMBER	164,625.70	0.00	164,625.70
TOTAL	1,975,508.40	64,074,887.25	66,050,395.65



OFFICE OF THE AUDITOR GENERAL
LOCAL GOVERNMENT COUNCILS,
2ND & 3RD FLOORS, BLOCK A-Q3,
NEW SECRETARIAT COMPLEX,
P.M.B. 7055, DUTSE
JIGAWA STATE, NIGERIA

AUDIT CERTIFICATION

FOR THE YEAR ENDED 31ST DECEMBER, 2022

We have examined the financial statements which have been prepared by the Management of Kaugama Local Government Councils under the accounting policies set out therein.

SCOPE

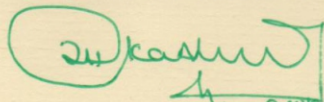
We conducted our Audit in accordance with Generally Accepted Auditing Standards. An Audit includes examination on test basis of evidence related to the Accounts and Disclosures in the financial Statements. It also includes an assessment of significant Estimate and judgments made by the councils in the preparation of the Financial Statements which was adequately disclosed.

We have examined the accounts for the year ended 31st December, 2022 in accordance with section 125 of the constitution of the Federal Republic of Nigeria 1999 and section 92-99 of Jigawa State Local Government Law No 7 of 2007 (as amended). We have obtained all information and explanation require for Audit purpose.

OUR OPINION

(i) We planned and performed our Audit so as to obtain all information and explanation we considered necessary and to provide sufficient evidence to give reasonable Assurance that the Financial Statements are free from material misstatement whether by fraud or other irregularities or errors. In affirming our opinion, we evaluated the preparation of the information in the Financial Statement and assessed the councils books of Accounts had been properly kept.

(ii) The Financial Statement referred to above which are in agreement with the books of Account give true and fair view of the Statement of affairs as at 31st December, 2022 and its surplus (deficit) for the year ended on that date, and in compliance with the provisions of the model financial Memoranda.


4. 28-06-2023

SHEHU A. KAILA, CNA, ACMA, FCIFC
FRC/2023/PRO/ANAN/004/231669
Auditor General (Local Governments)
Jigawa state.



KAUGAMA LOCAL GOVERNMENT COUNCIL, JIGAWA STATE
DISCLOSURES AND GENERAL OBSERVATIONS FOR THE YEAR ENDED 31ST DECEMBER, 2022

- 1. STATUTORY ALLOCATIONS:** Kaugama Local Government Council received the sum Two Billion, Two Hundred and Twenty-Five Million, Two Hundred and Sixty-Nine Thousand, One Hundred and Eighty-Nine Naira Fifty-Three Kobo Only (N2,225,269,189.53) as statutory allocation from the federation accounts for the year 2022, representing 84% of the estimated amount of Two Billion, Two Hundred and Eighty Two Million Naira Only (N2,282,000,000.00).
- 2. CAPITAL RECEIPT:** The Sum of Sixty-Six Million, Fifty Thousand, Three Hundred and Ninety-Five Naira Sixty-Five Kobo Only (N66,050,395.65) was received as capital receipt for the financial year 2022, which represents 44% only of the budgeted amount of (N152,000,000.00).
- 3. INTERNALLY GENERATED REVENUE:** The Sum of One Million, Eight Hundred and One Thousand, Seven Hundred and Sixty-Eight Naira Ninety-One Kobo Only (N1,801,768.91) was generated as internally generated revenue, which represent a mere 14% of the budgeted amount of Thirteen Million, Seventy-Five Thousand Naira Only (N13,075,000.00).
- 4. BANK RECONCILIATION STATEMENTS:** All the accounts maintained by the Local Government Council have been properly reconciled.
- 5. BUDGET PERFORMANCE:** The budget performance for the year ended 31st December 2022 in respect of Local Government revenue and expenditure is summarized as follows:

REVENUE AND EXPENDITURE				
DESCRIPTION	ESTIMATE	ACTUAL	VARIANCE	PERCENTAGE
STATUTORY ALLOCATION	2,282,000,000.00	2,225,269,189.53	424,730,810.47	84%
CAPITAL RECEIPT	152,000,000.00	66,050,395.65	85,949,604.35	44%
INTERNALLY GENERATED REVENUE	13,075,000.00	1,801,768.91	11,273,231.09	14%
TOTAL REVEVNUE	2,815,075,000.00	2,293,121,354.09	521,953,645.91	81%
EXPENDITURE				
RECURRENT EXPENDITURE	1,935,443,094.00	1,975,833,747.43	40,390,653.43	102%
CAPITAL EXPENDITURE	890,565,227.00	314,310,716.53	576,254,510.47	35%
TOTAL EXPENDITURE	2,826,008,321.00	2,290,144,463.96	535,863,857.04	81%



**CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022**

1. **TOTAL REVENUE** : From the table above, the sum of Two Billion, Two Hundred and Ninety-Three Million, One Hundred and Twenty-One Thousand, Three Hundred and Fifty-Four Naira Nine Kobo Only (2,293,121,354.09) was received and generated as total revenue both from the federation account and internally generated revenue. This figure represents 81% of the estimated amount of 2,815,075,000.00.
2. **RECURRENT EXPENDITURE** : The Sum of One Billion, Nine Hundred and Seventy-Five Million Eight Hundred and Thirty-Three Thousand Seven Hundred and Forty-Seven Naira Forty-Three Kobo Only (N1,975,833,747.43) was expended on recurrent items, representing 102% of the budgeted amount of (1,935,443,094.00).
3. **CAPITAL EXPENDITURE** : Capital projects engulf the sum of Three Hundred and Fourteen Million, Three Hundred and Ten Thousand, Seven Hundred and Sixteen Naira Fifty-Three Kobo Only (N314,310,716.53) indicating 35% of the estimated amount of N890,565,227.00.
4. **RECOMMENDATIONS**
 - a. New avenues to be exploited in view of improving the Local Government Council's internal revenue.
 - b. More spending on recurrent items to be drastically reduced.
 - c. The Local Government should direct more resources on capital projects.

QUERIES ISSUED FOR THE PERIOD 1ST JANUARY TO 31ST DECEMBER 2022

Queries to the tune of Nineteen Million Eight Hundred and Seven Thousand Five Hundred Naira (N19,807,500.00) was issued to Kaugama Local Government Council upon which the sum of Fourteen Million Seven Hundred and Eleven Thousand Five Hundred Naira (N14,711,500.00) was verified and resolved, while the sum of Five Million Ninety Six Thousand Naira (N5,096,000.00) remain unresolved. Below is the table for the Details:

S/N	QUERY REFERENCE NO.	VALUE	AMOUNT	
			RESOLVED	NOT RESOLVED
1	ALG/MMZO/KGM/LQ1/2022	11,310,000.00	570,000.00	4,971,000.00
2	ALG/MMZO/KGM/LQ2/2022	415,000.00	11,310,000.00	0.00
3	ALG/MMZO/KGM/LQ3/2022	1,150,000.00	290,000.00	125,000.00
4	ALG/MMZO/KGM/LQ4/2022	1,391,500.00	1,150,000.00	0.00
5	ALG/MMZO/KGM/LQ5/2022	5,541,000.00	1,391,500.00	0.00
	TOTAL	19,807,500.00	14,711,500.00	5,096,000.00



SHEHU A. KAILA, CNA, ACMA, FCIFC
FRC/2023/PRO/ANAN/004/231669

Auditor-General (Local Governments)
Jigawa State.



**REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
KAUGAMA LOCAL GOVERNMENT COUNCIL, JIGAWA STATE
FOR THE YEAR ENDED 31ST DECEMBER, 2022**

- (i) The Local Government kept all relevant books of account with exception of FIXED ASSET AND INVESTMENT REGISTER.
- (ii) The relevant books of account were adequately kept.
- (iii) Each and every departments of Kaugama Local Government was visited and information given therein verified.
- (iv) The new policy of single treasury account is not adopted by the Local Government Council.
- (v) The Local Government Council has spent much on recurrent expenditure instead of Capital Expenditure.
- (vi) The Council still has unresolved issues related to Audit reports and queries.

AUDIT INSPECTION REPORTS AND LOCAL QUERIES

Audit inspection report and queries were issued to the council on the lapses mentioned above, in accordance with relevant rules and regulation. During the year ended 31st December, 2022, queries worth Nineteen Million, Eight Hundred and Seven Thousand Five Hundred Naira (N19,807,500.00) only were raised and issued to the Local Government .

The Local Government Council responded to some queries issued to them, while we were able to resolve the Sum of Fourteen Million, Seven Hundred and Eleven Thousand Five Hundred Naira (N14,711,500.00) only, thus leaving a balance of Five Million, Ninety Six Thousand Naira (N5,096,000.00) only, which is yet to be cleared.

COMPUTATION OF TERMINAL BENEFIT

It is indeed Audit mandate to compute all pension and gratuity files in respect of Kaugama Local Government staff and Local Education Authorities. To this effect, a sum of Eighty Four (84) number files were received from the directorate of salary and pension Administration, treated and returned for payment accordingly, total amount payable as gratuity and death pensions tuned to the One Hundred and Seventy Six Million, Two Hundred and Forty Nine Thousand, Seventeen Naira (N176,249,017.00).

DEDUCTION FROM THE TERMINAL BENEFIT

It is obvious at terminal point, a retiree or deceased officer may end of with a pending liability of over payment, over stay or government loan as the case may be. To this effect Audit uncover Thirty (30) numbers of staff retired and deceased owed Kaugama Local Government Council, the sum of Three Million, Sixty Two Thousand , Four Hundred and Ninety Eight Naira (N3,062,498.00) only which has to been deducted and remitted back by the pension administration.


28th - 06 - 2023
SHEHU A. KAILA, CNA, ACMA, FCIFC
FRC/2023/PRO/ANAN/004/231669

Auditor-General (Local Governments)
Jigawa State.



CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022



OFFICE OF THE AUDITOR GENERAL
LOCAL GOVERNMENT COUNCILS
JIGAWA STATE

Local Query No. ALG/AUD/MMRZ/KGM/LQ5/2022

The, CHAIRMAN
KAUGAMA Local Government

Audit Form 1

KAUGAMA LOCAL GOVERNMENT

Station: VARIOUS Date: VARIOUS

Pv. No.: CC Sub Head: CC

Head CC Sub Head: CC

Amount N: 1,391,500

Payee: SUNDRY PERSON

Nature of Payment: IRREGULAR

PAYMENT VOUCHERS

Date: 12/06/2023

AUDIT QUERY

An expenditure worth sum of one million, three hundred and ninety one thousand, five hundred naira only (N1, 391,500) was incurred by the local government council during the period of October to December 2022, without proper documents to support the payment vouchers. This action by the local government council contradicts with the provisions contained in the financial memoranda chapter 14:4 (3) (Refer for details).

On the basis of the Nigeria's finance laws, it is recommended that the officer responsible should provide reasonable clarification on this irregularity. However, in the event where an officer fails to satisfactorily clarify, then should be ask to refund the whole amount expended within his/her authority and office of the Auditor general local government council anticipate your response to this query 14 days upon its received.

This is copied and transmitted to the Auditor general local government council, Jigawa State and Zonal Audit Director Mallam Madori Zone for their information and further necessary guidance.

Best regards

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15/6/23

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pls Deal

AG 15/6/23

Adamu Musa

AG

Area Auditor

Kaugama Local Government



CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022



OFFICE OF THE AUDITOR GENERAL
LOCAL GOVERNMENT COUNCILS
JIGAWA STATE

Local Query No. ALG/AUD/MMRZ/KGM/LQ4/2022

The, CHAIRMAN
KAUGAMA Local Government

Audit Form 1

KAUGAMA LOCAL GOVERNMENT

Station:

Pv. No.: VARIOUS Date: VARIOUS

Head CC Sub Head: CC

Amount N: 1,150,000

Payee: SUNDRY PERSON

Nature of Payment: IRREGULAR

PAYMENT VOUCHERS

Date: 12/06/2023

AUDIT QUERY

The sum of one million, one hundred and fifty thousand naira only (N1, 150,000) was expended by the local government council during the period of June to September 2022, without proper attachments to support the payment vouchers. This action by the local government council contradicts with the provisions contained in the financial memoranda chapter 14:4 (3) (Refer for details).

On the basis of the Nigeria's finance laws, it is recommended that the officer responsible should provide reasonable clarification on these irregularities. However, in the event where an officer fails to satisfactorily clarify, then should be ask to refund the whole amount expended within his/her authority and office of the Auditor general local government council anticipate your response to this query 14 days upon its received.

This is copied and transmitted to the auditor general local government council, Jigawa State and zonal audit director Mallam Madori Zone for their information and further necessary guidance.

Best regards

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Pls dea

(20/06/23) AG 15/6/23

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15/6/23

Adamu Musa

Area Auditor

Kaugama Local Government



CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022



OFFICE OF THE AUDITOR GENERAL
LOCAL GOVERNMENT COUNCILS
JIGAWA STATE

Local Query No. ALG/MMZO/KGM/LQ/3/2022
The, Hon. Chairman
Kaugama *Local Government*

Audit Form 1

Station: Kaugama
Pv. No.: Cc *Date:* Jan-May 22
Head Cc *Sub Head:* Cc
Amount N: 415,000
Payee: Local Govt Treasury
Nature of Payment: Un receipted revenue
Date: 25/10/2022

AUDIT QUERY

During the period of Jan – May, 2022 a total revenue worth Four Hundred and Fifteen Thousand Naira Only (N415,000) was realized by the local government council from its various sources of revenue. However, the officer responsible failed to receipt all revenue vouchers during the period.

This action contradicts with the provision of FM chapter 6.3 (refer details)

Therefore, it is recommended that the officers concern should clarify and rectify these abnormalities or to refund the whole amount involved in the event of failure to provide reasonable.

This is copied to the Auditor General Local Government Audit Jigawa State and Zonal Audit Director Malam Madori Zone for their information and guidance.

Adamu Musa


Area Auditor

Kaugama Local Government



CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022



OFFICE OF THE AUDITOR GENERAL
LOCAL GOVERNMENT COUNCILS
JIGAWA STATE

Local Query No. ALG/MMZO/KGM/LQ/2/2022
The, CHAIRMAN
KAUGAMA
Local Government

Audit Form 1

Station: KAUGAMA
Pv. No.: VARIOUS *Date:* JAN-MAY
Head VARIOUS *Sub Head* VARIOUS
Amount N: 11,310,000.00
Payee: SUNDRY PERSONS
Nature of Payment: IRREGULAR PAYMENT
VOUCHERS
Date: 25/10/2022

AUDIT QUERY

During the period of January to May, 2022 payment worth Eleven Million, Three Hundred and Ten Thousand Naira Only (₦11,310,000.00) was made by the Local Government council without appropriate documentation to support the payment vouchers. This action contradicts with the provisions of financial memoranda chapter 14:4 (3) (refer for detail).

Therefore, the officer responsible should be ask to explain and rectify these anomalies, but in the event of failure to account appropriately, the relevant authority should refund the whole amount involved and inform this office with treasury receipts for our further investigation.

The Same Is Copied To The Auditor General Local Government Audit And Zonal Audit Director Malam Madori Zone For Their Information And Further Necessary Actions.

Adamu Musa
Area Auditor



CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022



OFFICE OF THE AUDITOR GENERAL
LOCAL GOVERNMENT COUNCILS
JIGAWA STATE

Local Query No. ALG/MMZO/KGM/LQ/1/2022
The, Hon. Chairman
Kaugama *Local Government*

Audit Form 1
Station: Kaugama
Pv. No.: various *Date:* various
Head various *Sub Head:* various
Amount N: 5,541,000.00
Payee: Sundry Persons
Nature of Payment; Payment without
Payment Vouchers.
Date: 25/10/2022

AUDIT QUERY

The sum of Five Million, Five Hundred and Forty One Thousand Naira Only (₦5,541,000.00) was expended during the period by the local government council without raising payment vouchers.

This action contradicts with the provision of financial memoranda chapter 14;3 (refer for details).

Therefore, the relevant authorities in the local government council should be ask to clarify, and in the event of failure to provide reasonable clarifications, the concern authorities should refund the whole amount involved to the local government treasury and provide this office with treasury receipts for further necessary actions.

This is copied to the Auditor General Local Government Audit Jigawa State and Zonal Audit Director Malam Madori Zone for their information and guidance.

Adamu Musa

Area Auditor

Kaugama Local Government

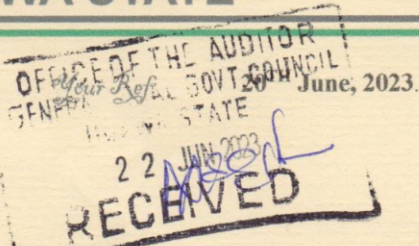


CONSOLIDATED REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF
Kaugama Local Government Council for the Year Ended 31st December, 2022



KAUGAMA LOCAL GOVERNMENT COUNCIL JIGAWA STATE

Our Ref: KGM/TRE/QUER/2023/VOL. II



Date:

The Auditor General,
Local Government Audit Directorate,
State Headquarter Dutse,
Jigawa State.

RE-AUDIT QUERY "RESPOND"

Reference to your audit observation (Query) in line with provisions for service and materials.
Viz:-

(1)

- ✓ Query No:- ALG/AUD/MMR/KGM/LQ/4/2022
- ✓ Nature of Payment:- Irregular payment Vouchers
- ✓ Date:- 12th June, 2023
- ✓ Amount:- N1,150,000
- ✓ Payee:- Sundry

(2)

- ✓ Query No:- ALG/AUD/MMR/KGM/LQ/5/2022
- ✓ Nature of Payment:- Irregular payment Vouchers
- ✓ Date:- 12th June, 2023
- ✓ Amount:- N1,391,500
- ✓ Payee:- Sundry

(3)

- ✓ Query No:- ALG/MMZO/KGM/LQ/2/2022
- ✓ Nature of Payment:- Irregular payment Vouchers
- ✓ Date:- 25TH October, 2022
- ✓ Amount:- N11,310,000.00
- ✓ Payee:- Sundry Person.

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22/6/23

I do wish to write and submitted herewith a respond 100% complete as well as action has been done and implemented with dismay.

Finally, I solicit for the best of consideration and or directed as other wise, please.

Best regard.

DCA
Pls send to verify
(20/6/23) AG 22/6/23
HON IDRIS HARUNA MATI
EXECUTIVE CHAIRMAN
Secret