



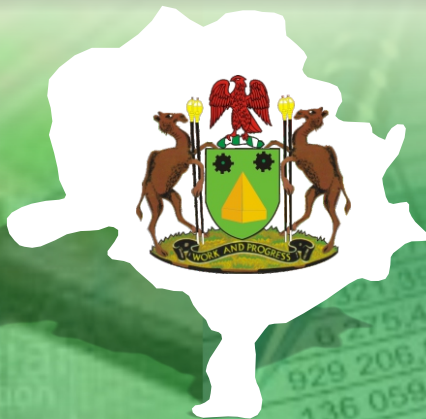
GOVERNMENT OF KANO STATE

**CONSOLIDATED
FINANCIAL STATEMENTS OF THE
44 LOCAL GOVERNMENT COUNCILS
FOR THE YEAR 2023**

&

**REPORT OF
THE AUDITOR GENERAL
FOR LOCAL GOVERNMENTS**

FOR THE YEAR ENDED 31st DECEMBER, 2023



**OFFICE OF THE AUDITOR GENERAL
FOR LOCAL GOVERNMENTS**

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GOVERNMENT OF KANO STATE

**CONSOLIDATED
FINANCIAL STATEMENTS OF THE
44 LOCAL GOVERNMENT COUNCILS
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THE AUDITOR GENERAL
FOR LOCAL GOVERNMENTS**

AS AT 31st DECEMBER, 2023





KANO STATE GOVERNMENT



His Excellency
Alh. Abba Kabir Yusuf
Executive Governor, Kano State



KANO STATE GOVERNMENT



His Excellency

Alh. Aminu Abdussalam

Deputy Governor, Kano State



KANO STATE GOVERNMENT



Rt. Honourable

Jibrin Isma'il Falgore

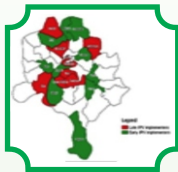
Speaker, Kano State House of Assembly



KANO STATE GOVERNMENT



THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS
Alh. Ahmad Tijjani Abdullahi CNA



KANO STATE GOVERNMENT



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ACCOUNTING TERMINOLOGIES AND DEFINITIONS

1. INTRODUCTION

The 44 Local Government Councils in Kano State complied and adopted the provisions of the International Public Sector Accounting Standard (IPSAS) and the standardized National Chart of Account as designed and introduced by Federal Account Allocation Committee (FAAC) for adoption by all tiers of Government in Nigeria

2. ACCOUNTING POLICIES

Accounting Policies are a set of standards developed to improve the quality of financial reporting in the public sector.

3. GENERAL PURPOSE FINANCIAL STATEMENT (GPFS)

The General Purpose Financial Statement (GPFS) comprise of the followings;

1. STATEMENT OF CASH FLOW
(Statement No. 1); Statement which recognizes all cash receipts, cash payments and bank balances
2. STATEMENT OF ASSETS AND LIABILITIES
(Statement No. 2); Statement of the financial position of the 44 Local Government Councils
3. STATEMENT OF CONSOLIDATED REVENUE FUNDS
(Statement No. 3); Statement of Recurrent financial performance of the 44 Local Government Councils
4. STATEMENT OF CAPITAL DEVELOPMENT FUND
(Statement No. 4); Statement of Capital performance or capital expenditure of the 44 Local Government Councils

4. NOTES TO THE ACCOUNT :

These provide additional information, disclosures to explain the General Purpose Financial Statement (GPFS)

STATUTORY ALLOCATIONS

This represents allocations received by the 44 Local Government Councils from the Federation Account in line with the provisions of the Constitution of the Federal Republic of Nigeria. These include Local Governments Statutory Allocations, VAT and other Statutory Receipts.

The Statutory Allocations received during the year included the sum of ₦= 10,698,774,303.08 that was shared/allocated to the 44 Local Government Councils of the State in the month of April, 2023 and September, 2023 as reflected in the State & Local Government's Joint Account Bank Statements.

TAX REVENUE

This represents Local Government's locally generated revenue derived from the Tenement Rates, Penalty on Tenement Rates, Arrears on Tenement Rates, sale of physical assets and other tax revenue like Development Levies etc.



KANO STATE GOVERNMENT



NON-TAX REVENUE

These are Local Governments locally generated revenue that includes all kinds of Licenses, Fees, Fines, all income arising from sales or services/charges, rent on Local Government's land and buildings and pre-payments of advances & loans.

INVESTMENT INCOME

Local Governments other locally generated revenues are revenues driven from Investment income, Interest earned, Refund and reimbursement, Aids and grants, Domestic loans/borrowings receipt, other extraordinary items, Pre-payment/arrears of revenue.

SALARIES, WAGES AND ALLOWANCES

These consist of salaries, wages and allowances paid to political office holders, staff and non-staff of the Local Governments as well as Primary School Teachers.

SOCIAL BENEFITS/CONTRIBUTIONS

This represents contributory pensions, bereaved and gratuity benefits to Local Government's and Primary education teachers.

OVERHEAD COST

This represents total overhead cost incurred during the year by Local Government's which includes; Travel & Transport, Utility Charges, Material & Supplies, Maintenance Services, Training, Other Services, Consultancy & Professional Services, Fuel & Lubricants, Financial Charges, Miscellaneous Expenses, Staff Loans & Advances.

OTHER RECURRENT EXPENDITURE

These represent other expenditure such as Local Government's Grants, Contributions to communities/NGOs/FBOs/CBOs e.t.c, Subsidy to Government owned Companies & Parastatals, Domestic Interest/Discount-Short Term Borrowings and Transfer to Capital Development Fund.

CAPITAL EXPENDITURE

These are expenditure incurred by the Local Government's on the Procurement of Fixed Assets, Construction/Provision of Fixed Assets, Rehabilitation/Repairs of Fixed Assets, Preservation of the Environment, Acquisition of Non-Tangible Assets and Payment of Liabilities & Equities.

TOTAL RECURRENT ASSETS

These represent all closing balances from cash and bank accounts held during the end of the financial year under review.

TOTAL INVESTMENT (NON-CURRENT ASSETS)

This represents value of stocks held by the Local Government Councils in various Companies and other business enterprises.

ADVANCES (PERSONAL & IMPERSONAL)

These represent advances payments for personal uses or impersonal advances which the Local Government Councils usually advanced to staff to carry out jobs and other transactions on its behalf which were expected to be retired at the completion of purpose for which the advances were granted or at the end of the financial year.

SHORT TERM LOANS & DEPOSIT

This represents loans owed to various banks while Deposits consist of deductions made by the Local Government Councils on behalf of other government agencies as well as other bodies and individuals from payments made to third parties which are held in trust by the Local Government Councils.



KANO STATE GOVERNMENT



ACCOUNTING POLICIES

The Accounting policies adopted for the preparation of Local Governments Financial Statements is the Cash basis International Public Sector Accounting Standards (IPSAS)

The Cash Basis IPSAS focuses on financial reporting where transactions and other events are recognized only when cash is received or paid. Other items recognized are:

1. Cash Receipts and Payments:

- Cash transactions are recognized when cash is received or paid, irrespective of when the transactions occurred.
- Cash balances, cash receipts, and payments are reported in the financial statements.

2. Cash Flow Statement:

- The standard requires a cash flow statement showing the sources and uses of cash during the reporting period.
- Cash flows are classified into three main categories:
 - Operating Activities: Related to the core operations of the public entity.
 - Investing Activities: Related to the acquisition and disposal of long-term assets.
 - Financing Activities: Related to borrowing and repayment of borrowings.

3. Third-Party Payments:

- Payments made by third parties on behalf of the reporting entity should be disclosed separately.
- The entity may not control these payments, but they affect its financial position.

4. Consolidation:

- The standard encourages the consolidation of the cash receipts and payments of controlled entities.
- A public sector entity controlling another entity is required to present consolidated financial statements to provide a complete picture of its financial position.

5. Disclosure of Accounting Policies:

- The accounting policies used in preparing financial statements must be disclosed, including the basis of preparation, and any significant accounting policies.

6. Comparative Information:

- Entities must present comparative financial information for the prior period for all amounts reported in the financial statements.
-



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7. External Assistance:

- Public entities receiving external assistance (e.g., loans, grants, technical support) are required to disclose information about the nature and amount of that assistance in their financial statements.

8. Cash Equivalents:

- The entity must disclose its definition of cash equivalents (short-term, highly liquid investments), if used, and any significant changes during the period.

9. Budget Information:

- The standard encourages public sector entities to include a comparison of budgeted and actual amounts in their financial statements.

10. Other Disclosures:

- The entity should disclose any significant restrictions on the use of cash balances, undrawn borrowing facilities, and any future commitments or contingencies.

By adopting IPSAS on a cash basis, public entities aim to improve transparency, accountability, and comparability in their financial reporting.



KANO STATE GOVERNMENT



ACKNOWLEDGEMENT

I wish to acknowledged the co-operation of the Ministry for Local Governments, 44 Local Government Councils and other relevant Stake holders for giving us the necessary information and explanation in the completion of the audits covered in this Annual Report.

I wish also to recognize the excellent working relationship and support of the Kano State House of Assembly and in particular Public Accounts Committee.

My profound gratitude goes to His Excellency the Executive Governor of Kano State Eng. Abba Kabir Yusuf for his immeasurable moral and Financial support towards the completion of the Audited Consolidated Financial Statement in respect of the 44 Local Government Councils in Kano State for the year 2023.

I also wish to recognize and appreciate continuous support of His Excellency the Deputy Governor and Honorable Commissioner for Local Governments & Chieftancy Affairs Comrade Aminu Abdussalam Gwarzo.

Finally, the preparation of this report as well as the success of the statutory audits conducted by this Office is a result of the effort and dedication of my staff. I would like to thank them for their continued support, input and professional manner in which they conducted themselves and performed their work.

Thank you all.

Ahmad Tijjani Abdullahi CNA
**Auditor General for Local Governments
Kano State**



KANO STATE GOVERNMENT



KANO STATE LOCAL GOVERNMENTS

CONSOLIDATED ANNUAL FINANCIAL STATEMENTS

AS AT 31ST DECEMBER, 2023

STATEMENT OF FINANCIAL RESPONSIBILITY

The Financial Statements of the 44 Local Government Councils of Kano State have been prepared by the respective Local Governments in accordance with provisions of the Kano State Local Government Law 2006 (As amended) and Public Financial Management Law 2020. The Financial Statements complied with Generally Accepted Accounting Practice (GAAP).

The respective Local Governments are responsible for establishing and maintaining a system of Internal Controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and the properly recorded the use of all public financial resources by the Local Government Councils.

To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

The 44 Local Government Councils' accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with the Kano State Local Government Law 2006 (As amended) and Public Financial Management Law 2020 (See appended signatures of Chairmen and Treasurers).

In my opinion, these financial statements fairly reflect the financial position of the 44 Local Government Councils as at 31st December, 2023 and its operations for the year ended on that date.

SIGNED

Comrd. Aminu Abdussalam Gwarzo
His Excellency the Deputy Governor,
Hon. Commissioner,
Ministry for Local Governments,
Kano State.



KANO STATE GOVERNMENT



ATTESTED SIGNATURES OF THE 44 LOCAL GOVERNMENT CARETAKERS AND TREASURERS

S/N	LOCAL GOVT	CHAIRMAN CARETAKER COMMITTEE	TREASURER
1	Ajingi	Abdulahdi Zubairu Yakub SIGN:	Jamilu Ibrahim SIGN:
2	Albasu	Abdulmuminu Jibrin SIGN:	Habibu Ladan Sadiq SIGN:
3	Bagwai	Engr.. Bello Abdullahi Gadanya SIGN:	Aliyu Ibrahim Shanono SIGN:
4	Bebeji	Basiru Abdulkadir Kofa SIGN:	Zulai Usman Sabo SIGN:
5	Bichi	Ahmad Kado Bichi SIGN:	Ahmad Baba Kabara SIGN:
6	Bunkure	Mohd Abba Ibrahim SIGN:	Isah Garba Tsambaki SIGN:
7	Dala	Auwalu Abdulkadir Suleiman SIGN:	Bello Rufai'i SIGN:
8	Danbatta	Ado Ahmad Muhd SIGN:	Garba Mamuda SIGN:
9	Dawakin Kudu	Rabiu Dogo SIGN: CHAIRMAN DOWKIN LOCAL GOVT.	Nazifi Lawan Muhammad SIGN: SIGNATURE: N. L. LAWAN TREASURER DOWKIN LOCAL GOVT.
10	Dawakin Tofa	Kabiru Ibrahim Danguguwa SIGN:	Sarki A. Kurawa SIGN: SIGNATURE: S. A. KURAWA TREASURER DOWKIN LOCAL GOVT.



KANO STATE GOVERNMENT




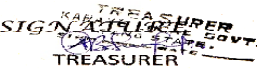
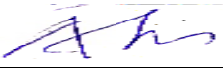




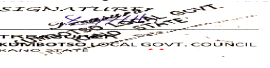


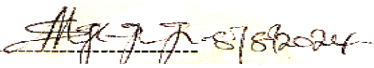


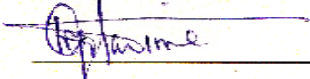



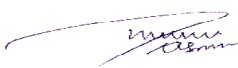




11	Doguwa	Ukashatu Adamu Riruwai SIGN:	Sani Mustapha SIGN:
12	Fagge	Habu Ibrahim Fagge SIGN:	Bashir Datti SIGN:
13	Gabasawa	Saqir Usman Abubakar SIGN:	Nura Dandali SIGN:
14	Garko	Gambo Isa Garko SIGN:	Baffa Haruna Tofa SIGN:
15	Garun Malam	Abubakar Usman SIGN:	Mahmud A. Shehu SIGN:
16	Gaya	Abubakar Jazuli Usman SIGN:	Farouk Umar SIGN:
17	Gezawa	Bashir Tanko Muhd SIGN:	Murtala Muhd SIGN:
18	Ghari	Eng. Lawan Waziri SIGN:	Abdullahi Muhd Ma'aji SIGN:
19	Gwale	Abubakar Mu'azu Mojo SIGN:	Mukhtar Mani Yangora SIGN:
20	Gwarzo	Dr. Mani Tsoho Gwarzo SIGN:	Mustapha Ya'u SIGN:
21	Kabo	Adamu Aliyu Wari SIGN:	Najib Mahmud SIGN:



KANO STATE GOVERNMENT



22	Kano Municipal	Bashir Baba SIGN: 	Mudassiru Adamu SIGN: 
23	Karaye	Wada Nababa T/Kaya SIGN: 	Abdullahi Sunusi SIGN: 
24	Kibiya	Garba Suleiman Durba SIGN: 	Ado Mukhtar Gadanya SIGN: 
25	Kiru	Abdul'aziz Suleiman Abdullahi SIGN: 	Abdullahi Ado Usman SIGN: 
26	Kumbotso	Dr. Kabiru Hussaini SIGN: 	Aminu Musa Saje SIGN: 
27	Kura	Yahaya Tijjani Kura SIGN: 	Usman Zubairu SIGN: 
28	Madobi	Sani Muhu Gora SIGN: 	Lawan Abubakar Gwarzo SIGN: 
29	Makoda	Alto Ya'u SIGN: 	Ibrahim Danguda Galadima SIGN: 
30	Minjibir	Mohammed Yakubu Kunya SIGN: 	Shehu Hassan Kano SIGN: 
31	Nassarawa	Abdullahi Garba Ali SIGN: 	Jamilu Nasiru Bichi SIGN: 
32	Rano	Dahiru Sani Shuaibu SIGN: 	Ibrahim Sani Zubair SIGN: 



KANO STATE GOVERNMENT



33	Rimin Gado	Zangina Galadima Zango SIGNATURE: SIGN: CHAIRMAN CARETAKER COMMITTEE	Abdulrazak Hamisu Kura SIGNATURE: SIGN:
34	Rogo	Basiru Magaji SIGNATURE: SIGN:	Maharaz Yusuf SIGNATURE: SIGN:
35	Shanono	Malami Ibrahim Shanono SIGNATURE: SIGN:	Salisu Adamu SIGNATURE: SIGN:
36	Sumaila	Surajo Idris Kanawa SIGN:	Kabiru Akilu Kawo SIGN:
37	Takai	Abdulahadi Ibrahim Falali SIGN: CARE-TAKER COMMITTEE CHAIRMAN	Bello Bahara SIGN: TREASURER
38	Tarauni	Abdullahi Ibrahim Bashir SIGN: CHAIRMAN CARETAKER COMMITTEE	Bello Hassan SIGN: TREASURER
39	Tofa	Abubakar Suleiman SIGN: CHAIRMAN CARETAKER COMMITTEE	Bello Abdulkarim SIGN: TREASURER
40	Tsanyawa	Kabiru Idris SIGNATURE: SIGN:	Rabiu Ismai'la Adamu SIGNATURE: SIGN:
41	Tudun Wada	Dr. Umar Isa Rugu-rugu SIGNATURE: SIGN: CHAIRMAN CARETAKER COMMITTEE	Abdullahi Muhammad SIGNATURE: SIGN: TREASURER
42	Ungogo	Malam Sani Abdu SIGNATURE: SIGN: CHAIRMAN CARETAKER COMMITTEE Ungogo Local Govt. Kano State	Mukhtar Mustapha Magashi SIGNATURE: SIGN: TREASURER Ungogo Local Govt. Kano State
43	Warawa	Lamido Sunusi SIGNATURE: SIGN:	Lawan Isah Muhammad SIGNATURE: SIGN:
44	Wudil	Bilkisu Yakubu Indabo SIGN:	Salisu Muktar Adamu SIGN:



KANO STATE GOVERNMENT



KANO STATE LOCAL GOVERNMENTS

CONSOLIDATED ANNUAL FINANCIAL STATEMENTS

AS AT 31ST DECEMBER, 2023

AUDIT CERTIFICATE

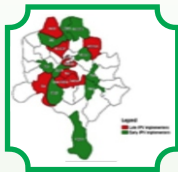
In compliance with Section 125 of the Constitution and Kano State Local Government Law 2006, I have examined the Statement of Cashflow, Statement of Assets and Liabilities, Statement of Consolidated Revenue Fund and Statement of Capital Development Fund together with the Schedules as prepared and submitted by the 44 Local Government Councils in Kano State for the year ended 31st December, 2023.

The examination of the said records was done in accordance with approved Auditing Standards and I have obtained information and explanations considered necessary for the purpose of this auditing.

In my opinion, and subject to the observations and comments in this Report on the 44 Local Governments for the year, the statements and schedules have met with the requirements of the provision of the Kano State Local Government Law 2006 and present fairly a true and fair view of the financial position of the 44 Local Government Councils as at 31st December, 2023.

SIGNED

Ahmad Tijjani Abdullahi CNA
**Auditor General for Local Governments
Kano State**



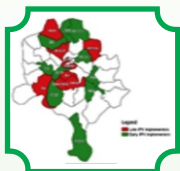
KANO STATE GOVERNMENT



KANO STATE LOCAL GOVERNMENTS CONSOLIDATED ANNUAL FINANCIAL STATEMENTS AS AT 31ST DECEMBER, 2023

CONSOLIDATED CASHFLOW STATEMENT FOR THE YEAR 2023

ANNUAL BUDGET YEAR 2023	CASH FLOWS FROM OPERATING ACTIVITIES	Notes	ACTUAL YEAR 2023	PREVIOUS YEAR 2022
(=N=)	RECEIPTS		(=N=)	(=N=)
146,262,272,712.15	Local Govt Share of Statutory Allocation		51,930,419,821.71	61,579,789,024.90
58,471,143,772.68	Local Govt Share of VAT		57,663,562,257.63	42,911,245,984.19
34,369,952,314.53	Other Federally Allocated Revenue	1	33,395,367,102.82	8,955,151,631.82
3,417,494,553.52	10% State Allocation		2,000,000,000.18	1,139,999,999.60
176,845,102.33	Other Capital Receipts		10,698,774,302.92	-
711,914,743.00	Tax Revenue	2	240,562,763.72	195,808,578.32
4,300,124,697.86	Non Tax Revenue	3	373,541,747.89	431,976,501.44
950,812,800.00	Investment Income		263,949,693.74	357,231,626.33
1,150,000.00	Interest Earned		-	-
-	Refund and Re-imbursement	4	-	-
1,031,460,000.00	Aids & Grants		17,000.00	12,469,000.00
806,145,216.07	Domestic Loans/Borrowings		-	1,036,170,202.79
215,436,007.00	Extraordinary Items		63,939,367.94	67,560,132.06
198,665,199.27	Prepayments/Arrears of Revenue		6,291,000.32	954,449.16
250,913,417,118.41	Total Receipts from Operating Activities (A)		156,636,425,058.87	116,688,357,130.61
	PAYMENTS:			
78,489,373,748.77	Salaries & Wages	5	74,331,701,671.38	66,857,240,726.02
3,318,729,626.90	Social Benefits	6	5,061,044,696.93	1,223,587,107.96
40,650,541,144.06	Overhead Cost	7	21,927,797,292.34	22,289,859,682.70
7,709,441,763.29	Grants & Contributions		5,875,999,518.43	5,375,119,061.82
-	Subsidies General		-	-
-	Domestic Interest/Discount	8	6,506,177,810.54	-
-	Transfer to other Fund		-	-
130,168,086,283.02	Total Outflow from Operating Activities (B)		113,702,720,989.62	95,745,806,578.50
	Net Cashflow From Operating Activities C = (A-B)		42,933,704,069.25	20,942,550,552.11
	CASH OUTFLOW FROM INVESTING ACTIVITIES			
22,188,016,361.59	Fixed Assets Procured		3,262,319,837.21	5,667,739,575.50
75,190,894,452.27	Construction / Provision		7,975,361,813.73	7,288,253,531.35
28,039,185,895.42	Rehabilitation / Repairs		2,226,161,675.28	2,780,180,273.80
7,496,369,221.20	Preservation of the Environment	9	585,859,793.95	436,184,568.68
578,600,000.00	Other Capital Project		109,347,181.19	36,912,275.70
12,948,031,181.18	Liabilities / Equities		4,706,230,002.05	2,066,541,370.20
146,441,097,111.66	Total Capital Expenditure = D		18,865,280,303.41	18,275,811,595.23
	Net Cash Flow from Investing Activities E = (C-D)		24,068,423,765.84	2,666,738,956.88
	CASH OUTFLOW FROM FINANCING ACTIVITIES			
	Capital Expenditure on Aids & Grant		-	-
	Repayment of Borrowings		52,924,929.22	-
-	Total Expenditure from Financing Activities = F		52,924,929.22	-
	MOVEMENT IN OTHER CASH EQUIVALENT ACCOUNTS:			
	Increase/decrease in other Cash Assets		21,595,801,374.70	7,579,074,662.80
	Increase/decrease in other Liability		3,200,713,406.49	5,739,925,195.78
	Total Movement in other cash equivalent account = G		18,395,087,968.21	1,839,149,467.02
	Total Expenditure from Financing Activities = F		18,448,012,897.43	1,839,149,467.02
	Net Cash Flow from all Activities G = (E-F)		5,620,410,868.41	1,272,731,968.08
	Cash & Its Equivalent as at 1/1/2023 = H		2,347,779,909.03	1,075,047,940.95
	Cash & Its Equivalent as at 31/12/2023 = (G+H)		7,968,190,777.44	2,347,779,909.03



KANO STATE GOVERNMENT



KANO STATE LOCAL GOVERNMENTS

CONSOLIDATED ANNUAL FINANCIAL STATEMENTS

AS AT 31ST DECEMBER, 2023

CONSOLIDATED STATEMENT OF ASSETS & LIABILITIES

Description	Notes	YEAR 2023	YEAR 2022
ASSETS			
Current Assets			
Cash		96,691,127.20	470,894.08
Main Account		7,687,104,369.38	1,368,170,635.98
Project Account		7,741,516.65	30,423,320.13
Revenue Account		4,045,534.56	930,503,913.95
Others		172,608,229.65	18,211,144.89
Total Recurrent Assets (A)	10	7,968,190,777.44	2,347,779,909.03
Non-Current Assets			
Total Investments (B)	11	165,809,958.71	165,809,938.71
Advances	12		
Retained Balance		72,346,684,123.00	56,275,819,894.63
Stabilization		25,730,250,929.87	25,730,250,929.87
Impersonal (Others)		117,825,092.31	209,564,112.71
Personal		435,852.42	4,170,574.10
Total Non-Current Assets (C)		98,195,195,997.60	82,219,805,511.31
<i>Balance of Liabilities Over Assets (D)</i>			
Total Assets (D= A+B+C+D)		106,329,196,733.75	84,733,395,359.05
LIABILITIES	13		
Short Term Loans			
Bank Overdraft		-	-
Others		-	-
Total Liabilities (D)		-	-
DEPOSITS			
Government		5,299,627,841.77	4,913,855,973.42
Others 1		2,328,852,145.84	2,143,814,114.58
Others 2		54,540,996,357.92	52,194,882,852.26
Total Deposits (E)		62,169,476,345.53	59,253,948,640.26
<i>Balance of Assets Over Liabilities (F)</i>		44,159,720,388.22	25,479,446,718.79
Total Liabilities (G= D+E+F)		106,329,196,733.75	84,733,395,359.05



KANO STATE GOVERNMENT



KANO STATE LOCAL GOVERNMENTS

CONSOLIDATED ANNUAL FINANCIAL STATEMENTS

AS AT 31ST DECEMBER, 2023

CONSOLIDATED STATEMENT OF BUDGETED & ACTUAL REVENUE & EXPENDITURE

Previous Year Actual 2022 (=N=)	Description	Notes	Actual 2023	Final Budget	Supplementary Budget	Original Budget	Variance on Final Budget
	REVENUE:						
61,363,252,642.62	Local Govt Share of Statutory Allocation	1	51,930,419,821.71	146,262,272,712.15	-	146,262,272,712.15	94,331,852,890.44
42,911,245,984.19	Local Govt Share of VAT		57,663,562,257.63	58,471,143,772.68	-	58,471,143,772.68	-3,192,418,484.95
8,955,151,631.82	Other Federally Allocated Revenue		33,395,367,102.82	34,369,952,314.53	-	34,369,952,314.53	974,585,211.71
1,139,999,999.60	10% State Allocation		2,000,000,000.18	3,417,494,553.52	-	3,417,494,553.52	1,417,494,553.34
-	Other Capital Receipts		10,698,774,302.92	176,845,102.33	-	176,845,102.33	-10,521,929,200.59
195,808,578.32	Tax Revenue	2	240,562,763.72	711,914,743.00	-	711,914,743.00	471,351,979.28
431,976,501.44	Non Tax Revenue	3	373,541,747.89	4,300,124,697.86	-	4,300,124,697.86	3,926,582,949.97
357,231,626.33	Investment Income	4	263,949,693.74	950,812,800.00	-	950,812,800.00	686,863,106.26
-	Interest Earned		-	1,150,000.00	-	1,150,000.00	1,150,000.00
-	Refund and Re-imbursement		-	-	-	-	0.00
12,469,000.00	Aids & Grants		17,000.00	1,031,460,000.00	-	1,031,460,000.00	1,031,443,000.00
1,036,170,202.79	Domestic Loans/Borrowings		-	806,145,216.07	-	806,145,216.07	806,145,216.07
67,560,132.06	Extraordinary Items		63,939,367.94	215,436,007.00	-	215,436,007.00	151,496,639.06
954,449.16	Prepayments/Arrears of Revenue		6,291,000.32	198,665,199.27	-	198,665,199.27	192,374,198.95
116,471,820,748.33	Total Revenue (A)		156,636,425,058.87	250,913,417,118.41	-	250,913,417,118.41	90,276,992,059.54
	LESS EXPENDITURE:						
66,857,240,726.02	Salaries & Wages	5	74,331,701,671.38	78,489,373,748.77	-	78,489,373,748.77	4,157,672,077.39
1,223,587,107.96	Social Benefits	6	5,061,044,696.93	3,318,729,626.90	-	3,318,729,626.90	-1,742,315,070.03
22,289,859,682.70	Overhead Cost	7	21,927,797,292.34	40,650,541,144.06	-	40,650,541,144.06	18,722,743,851.72
5,375,119,061.82	Grants & Contributions	8	5,875,999,518.43	7,709,441,763.29	-	7,709,441,763.29	1,833,442,244.86
-	Subsidies General		-	-	0	0	0.00
-	Domestic Interest/Discount		6,506,177,810.54	-	0	0	-6,506,177,810.54
-	Transfer to other Fund		-	-	0	0	0.00
95,745,806,578.50	Total Expenditure (B)		113,702,720,989.62	130,168,086,283.02	-	130,168,086,283.02	16,465,365,293.40
20,726,014,169.83	Operating Balance: (A - B)		42,933,704,069.25	118,745,330,835.39	-	118,745,330,835.39	75,811,626,766.14
20,726,014,169.83	Transfer to Capital Development Fund		42,933,704,069.25				



KANO STATE GOVERNMENT



KANO STATE LOCAL GOVERNMENTS CONSOLIDATED ANNUAL FINANCIAL STATEMENTS AS AT 31ST DECEMBER, 2023

CONSOLIDATED STATEMENT OF CAPITAL DEVELOPMENT FUND

Previous Year Actual 2022 (=N=)		NOTES	Actual 2023	Final Budget 2023	Original Budget	Supplementary Budget 2023	Performance on Budget (%)
1,075,047,940.95	Opening Balance 1/1/2023		2,347,779,909.03				-
0.00	Add: Revenue						-
20,726,014,169.83	Transfer from Capital Development Fund		42,933,704,069.25				0%
0.00	Infrastructural Development Loan		0.00	0.00	0.00	0.00	0%
0.00	Commercial Agriculture Credit Scheme		0.00	0.00	0.00	0.00	0%
0.00	Small And Medium Scale Enterprises Loan		0.00	0.00	0.00	0.00	0%
0.00	Aids & Grants		0.00	0.00	0.00	0.00	0%
21,801,062,110.78	Total Revenue		45,281,483,978.28	0.00	0.00	0.00	0%
	Less: Capital Expenditure						
5,667,739,575.50	Fixed Assets Procured	9	3,262,319,837.21	18,151,716,165.59	18,151,716,165.59	0.00	18%
7,288,253,531.35	Construction / Provision		7,975,361,813.73	61,782,817,200.05	61,782,817,200.05	0.00	13%
2,780,180,273.80	Rehabilitation / Repairs		2,226,161,675.28	23,473,712,329.21	23,473,712,329.21	0.00	9%
436,184,568.68	Preservation of the Environment		585,859,793.95	5,943,869,221.20	5,943,869,221.20	0.00	10%
36,912,275.70	Other Capital Project		109,347,181.19	483,400,000.00	483,400,000.00	0.00	23%
2,066,541,370.20	Liabilities / Equities		4,706,230,002.05	10,574,518,941.43	10,574,518,941.43	0.00	45%
18,275,811,595.23	Sub-total		18,865,280,303.41	120,410,033,857.48	120,410,033,857.48	0.00	16%
0.00	Capital Expenditure from Aids & Grants		0.00	0.00	0.00	0.000	0%
0.00	Repayment of Borrowings/Sure-P		0.00	0.00	0.00	0.000	0%
0.00	Sub-total		0.00	0.00	0.00	0.00	0%
18,275,811,595.23	Total Capital Expenditure for the year		18,865,280,303.41	120,410,033,857.48	120,410,033,857.48	0.00	16%
3,525,250,515.55	Closing Balance		26,416,203,674.87	-120,410,033,857.48	-120,410,033,857.48	0.000	-0.16



KANO STATE GOVERNMENT



**Table 1: Details of Gross Allocation to the
44 Local Government Councils for the year 2023**

SN	LOCAL GOVT	STATUTORY ALLOCATION	VALUE ADDED TAX	EXCESS CRUDE OIL	CBN DISBURSEMENT	TOTAL	STATE {I.G.R}	TOTAL
		JANUARY - DECEMBER	JANUARY - DECEMBER	JANUARY - DECEMBER	JANUARY - DECEMBER	ALLOCATIONS RECEIVED	JANUARY - DECEMBER	
1	Ajingi	1,072,827,079.57	1,217,893,160.72	692,436,973.95	243,153,961.43	3,226,311,175.68	45,454,545.46	3,271,765,721.14
2	Albasu	1,098,856,873.68	1,255,813,341.66	709,773,682.37	243,153,961.43	3,307,597,859.14	45,454,545.46	3,353,052,404.60
3	Bagwai	1,001,940,976.94	1,191,162,463.75	651,207,373.21	243,153,961.43	3,087,464,775.34	45,454,545.46	3,132,919,320.80
4	Bebeji	1,086,967,442.39	1,252,749,610.75	702,969,391.97	243,153,961.43	3,285,840,406.55	45,454,545.46	3,331,294,952.01
5	Bichi	1,317,440,322.22	1,461,670,487.72	846,557,430.63	243,153,961.43	3,868,822,202.00	45,454,545.46	3,914,276,747.46
6	Bunkure	1,049,611,185.44	1,210,207,789.39	679,017,455.11	243,153,961.43	3,181,990,391.37	45,454,545.46	3,227,444,936.83
7	Dala	1,694,186,619.00	1,797,113,506.84	1,080,801,260.34	243,153,961.43	4,815,255,347.61	45,454,545.46	4,860,709,893.07
8	Danbatta	1,154,276,089.07	1,297,992,913.54	743,670,834.49	243,153,961.43	3,439,093,798.54	45,454,545.46	3,484,548,344.00
9	Dawakin Kudu	1,240,801,989.90	1,339,239,633.82	794,670,741.85	243,153,961.43	3,617,866,327.01	45,454,545.46	3,663,320,872.47
10	Dawakin Tofa	1,249,492,215.50	1,392,478,469.27	803,630,813.96	243,153,961.43	3,688,755,460.16	45,454,545.46	3,734,210,005.62
11	Dogauwa	1,158,106,596.90	1,163,541,532.76	735,275,672.24	243,153,961.43	3,300,077,763.34	45,454,545.46	3,345,532,308.80
12	Fagge	1,134,578,400.06	1,276,352,650.45	731,103,039.11	243,153,961.43	3,385,188,051.05	45,454,545.46	3,430,642,596.51
13	Gabasawa	1,185,474,017.61	1,305,301,829.53	761,468,236.76	243,153,961.43	3,495,398,045.33	45,454,545.46	3,540,852,590.79
14	Garko	1,057,448,143.36	1,190,340,891.40	681,791,647.58	243,153,961.43	3,172,734,643.78	45,454,545.46	3,218,189,189.24
15	Garun Mallam	1,051,930,123.17	1,081,415,076.96	670,230,017.03	243,153,961.43	3,046,729,178.60	45,454,545.46	3,092,183,724.06
16	Gaya	1,136,895,427.80	1,281,533,054.79	732,787,352.12	243,153,961.43	3,394,369,796.14	45,454,545.46	3,439,824,341.60
17	Gezawa	1,298,255,766.12	1,473,437,676.73	836,884,455.83	243,153,961.43	3,851,731,860.11	45,454,545.46	3,897,186,405.57
18	Ghari	1,022,888,981.44	1,068,449,860.26	653,181,334.58	243,153,961.43	2,987,674,137.71	45,454,545.46	3,033,128,683.17
19	Gwale	1,560,856,128.64	1,662,825,493.47	996,684,890.97	243,153,961.43	4,463,520,474.51	45,454,545.46	4,508,975,019.97
20	Gwarzo	1,073,127,146.37	1,241,214,450.82	694,425,704.39	243,153,961.43	3,251,921,263.01	45,454,545.46	3,297,375,808.47
21	Kabo	1,034,029,477.57	1,169,808,685.54	667,255,918.32	243,153,961.43	3,114,248,042.86	45,454,545.46	3,159,702,588.32
22	Kano Municipal	1,506,591,633.36	1,671,031,746.41	967,364,029.78	243,153,961.43	4,388,141,370.98	45,454,545.46	4,433,595,916.44
23	Karaye	1,002,695,266.15	1,140,400,183.58	647,655,721.32	243,153,961.43	3,033,905,132.48	45,454,545.46	3,079,359,677.94
24	Kibiya	1,011,924,922.11	1,129,340,920.02	651,887,398.57	243,153,961.43	3,036,307,202.13	45,454,545.46	3,081,761,747.59
25	Kiru	1,305,504,905.77	1,432,505,853.06	837,687,416.93	243,153,961.43	3,818,852,137.19	45,454,545.46	3,864,306,682.65
26	Kumbotso	1,333,936,535.48	1,506,371,600.11	859,160,207.22	243,153,961.43	3,942,622,304.24	45,454,545.46	3,988,076,849.70
27	Kura	1,001,749,648.51	1,147,962,437.45	647,724,743.42	243,153,961.43	3,040,590,790.81	45,454,545.46	3,086,045,336.27
28	Madobi	1,002,656,454.81	1,129,073,376.29	646,748,864.21	243,153,961.43	3,021,632,656.74	45,454,545.46	3,067,087,202.20
29	Makoda	1,188,314,291.13	1,332,160,379.27	765,136,063.13	243,153,961.43	3,528,764,694.96	45,454,545.46	3,574,219,240.42
30	Minjibir	1,197,610,447.33	1,311,786,805.53	768,676,350.29	243,153,961.43	3,521,227,564.58	45,454,545.46	3,566,682,110.04
31	Nassarawa	2,070,636,725.13	2,218,298,373.63	1,321,584,068.81	243,153,961.43	5,853,673,129.00	45,454,545.46	5,899,127,674.46
32	Rano	1,037,136,215.55	1,149,946,522.84	667,418,671.66	243,153,961.43	3,097,655,371.48	45,454,545.46	3,143,109,916.94
33	Rimin - Gado	1,026,423,685.59	1,053,704,175.51	653,980,351.03	243,153,961.43	2,977,262,173.56	45,454,545.46	3,022,716,719.02
34	Rogo	1,228,655,147.83	1,344,810,699.37	788,399,311.34	243,153,961.43	3,605,019,119.96	45,454,545.46	3,650,473,665.42
35	Shanono	1,013,758,922.00	1,138,506,068.65	653,616,497.08	243,153,961.43	3,049,035,449.17	45,454,545.46	3,094,489,994.63
36	Sumaila	1,283,097,235.61	1,406,177,655.51	823,256,834.67	243,153,961.43	3,755,685,687.22	45,454,545.46	3,801,140,232.68
37	Takai	1,126,765,068.91	1,285,621,975.39	727,513,469.92	243,153,961.43	3,383,054,475.65	45,454,545.46	3,428,509,021.11
38	Tarauni	1,171,670,749.76	1,329,716,971.00	755,755,263.60	243,153,961.43	3,500,296,945.80	45,454,545.46	3,545,751,491.26
39	Tofa	922,401,923.89	1,036,998,081.82	595,238,400.21	243,153,961.43	2,797,792,367.35	45,454,545.46	2,843,246,912.81
40	Tsanyawa	1,016,980,878.33	1,178,928,848.93	658,555,399.87	243,153,961.43	3,097,619,088.56	45,454,545.46	3,143,073,634.02
41	Tudun Wada	1,253,973,540.17	1,354,281,274.02	803,119,283.77	243,153,961.43	3,654,528,059.40	45,454,545.46	3,699,982,604.86
42	Ungogo	1,466,110,360.22	1,680,814,850.03	945,776,892.13	243,153,961.43	4,335,856,063.82	45,454,545.46	4,381,310,609.28
43	Warawa	956,786,511.71	1,110,520,520.53	619,971,302.69	243,153,961.43	2,930,432,296.37	45,454,545.46	2,975,886,841.83
44	Wudil	1,125,047,749.60	1,244,060,358.51	723,316,334.36	243,153,961.43	3,335,578,403.90	45,454,545.46	3,381,032,949.36
TOTAL		51,930,419,821.72	57,663,562,257.62	33,395,367,102.81	10,698,774,303.08	153,688,123,485.23	2,000,000,000.24	155,688,123,485.47

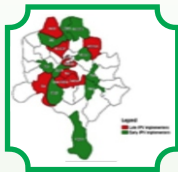


KANO STATE GOVERNMENT



Table 2: Details of Statutory Obligations for the year 2023

SN	LOCAL GOVT	PRIMARY	PENSION	TRAINING	EMIRATE	TOTAL
1	Ajingi	525,290,124.11	68,181,818.18	17,770,966.05	48,888,888.84	660,131,797.18
2	Albasu	731,928,593.41	68,181,818.18	17,770,966.41	48,888,888.84	866,770,266.84
3	Bagwai	609,368,765.45	68,181,818.18	17,770,966.05	48,888,888.84	744,210,438.52
4	Bebeji	642,152,156.90	68,181,818.18	17,770,966.05	44,000,000.00	772,104,941.13
5	Bichi	850,690,075.83	68,181,818.18	17,770,966.40	48,888,888.84	985,531,749.25
6	Bunkure	668,286,040.09	68,181,818.18	17,770,966.05	44,000,000.00	798,238,824.32
7	Dala	2,000,784,172.61	68,181,818.18	17,770,966.05	162,500,000.00	2,249,236,956.84
8	Danbatta	1,265,905,149.35	68,181,818.18	17,770,966.05	48,888,888.84	1,400,746,822.42
9	Dawakin Kudu	1,059,912,432.82	68,181,818.18	17,770,966.05	48,888,888.84	1,194,754,105.89
10	Dawakin Tofa	724,024,977.40	68,181,818.18	17,770,966.05	48,888,888.84	858,866,650.47
11	Doguwa	662,538,416.25	68,181,818.18	17,770,966.05	44,000,000.00	792,491,200.48
12	Fagge	1,685,472,070.02	68,181,818.18	17,770,966.05	162,500,000.00	1,933,924,854.25
13	Gabasawa	813,812,138.86	68,181,818.18	17,770,966.05	44,444,444.40	944,209,367.49
14	Garko	599,719,132.07	68,181,818.18	17,770,966.05	48,888,888.84	734,560,805.14
15	Garun Mallam	503,250,124.79	68,181,818.18	17,770,966.05	48,000,000.00	637,202,909.02
16	Gaya	792,989,265.00	68,181,818.18	17,770,966.05	48,888,888.84	927,830,938.07
17	Gezawa	993,522,957.30	68,181,818.18	17,370,966.05	48,888,888.84	1,127,964,630.37
18	Ghari	655,351,516.69	68,181,818.18	17,770,966.05	53,333,333.28	794,637,634.20
19	Gwale	2,385,404,811.02	68,181,818.18	17,770,966.05	137,500,000.00	2,608,857,595.25
20	Gwarzo	920,019,825.76	68,181,818.18	17,770,966.05	55,000,000.00	1,060,972,609.99
21	Kabo	986,530,268.88	68,181,818.18	17,370,966.05	55,000,000.00	1,127,083,053.11
22	Kano Municipal	2,134,102,235.85	68,181,818.18	17,770,966.05	137,500,000.00	2,357,555,020.08
23	Karaye	654,049,258.53	68,181,818.18	17,770,966.05	55,000,000.00	795,002,042.76
24	Kibiya	488,564,528.74	68,181,818.18	17,770,966.05	40,000,000.00	614,517,312.97
25	Kiru	815,222,593.67	68,181,818.18	17,770,966.05	55,000,000.00	956,175,377.90
26	Kumbotso	1,758,833,299.64	68,181,818.18	17,770,966.05	125,000,000.00	1,969,786,083.87
27	Kura	611,079,276.26	68,181,818.18	17,770,966.05	44,000,000.00	741,032,060.49
28	Madobi	632,509,417.28	68,181,818.18	17,770,966.05	50,000,000.00	768,462,201.51
29	Makoda	560,824,694.82	68,181,818.18	17,770,966.05	53,333,333.28	700,110,812.33
30	Minjibir	871,862,235.41	68,181,818.18	17,770,966.05	48,888,888.84	1,006,703,908.48
31	Nassarawa	1,803,260,380.46	68,181,818.18	17,770,966.05	137,500,000.00	2,026,713,164.69
32	Rano	880,185,312.37	68,181,818.18	17,770,966.05	44,000,000.00	1,010,138,096.60
33	Rimin – Gado	776,439,653.31	68,181,818.18	17,770,966.05	45,000,000.00	907,392,437.54
34	Rogo	745,656,890.40	68,181,818.18	17,770,966.05	55,000,000.00	886,609,674.63
35	Shanono	777,744,479.12	68,181,818.18	17,770,966.05	55,000,000.00	918,697,263.35
36	Sumaila	642,862,533.36	68,181,818.18	17,770,966.05	44,000,000.00	772,815,317.59
37	Takai	599,773,637.20	68,181,818.18	17,770,966.05	44,000,000.00	729,726,421.43
38	Tarauni	1,685,723,986.84	68,181,818.18	17,770,966.05	150,000,000.00	1,921,676,771.07
39	Tofa	666,662,468.34	68,181,818.18	17,770,970.55	48,888,888.84	801,504,145.91
40	Tsanyawa	642,162,734.25	68,181,818.18	17,770,966.05	48,888,888.84	777,004,407.32
41	Tudun Wada	1,093,993,749.74	68,181,818.18	14,647,050.45	44,000,000.00	1,220,822,618.37
42	Ungogo	1,168,657,669.91	68,181,818.18	17,770,966.00	137,500,000.00	1,392,110,454.09
43	Warawa	704,485,598.86	68,181,818.18	17,770,966.00	48,888,888.84	839,327,271.88
44	Wudil	911,458,160.26	68,181,818.18	17,770,966.51	48,888,888.32	1,046,299,833.27
TOTAL		41,703,067,809.23	2,999,999,999.92	777,998,596.17	2,899,444,443.04	48,380,510,848.36



KANO STATE GOVERNMENT



Table 3: Retained Balances from Net Allocation for the year 2023

S/N	LOCAL GOVT	OPENING BALANCE 31/12/2022	GROSS RECEIVED JAN., - DEC., 2023	TOTAL RECEIPT	BANK STATEMENT	SALARIES JAN., - DEC., 2023	DEDUCTION FROM CBN JAN.,-	TOTAL RELEASES	BALANCE AS AT 31/12/2023
1	Ajingi	3,053,255,412.76	3,271,765,721.14	6,325,021,133.90	1,758,457,723.77	698,703,032.58	147,866,767.51	2,605,027,523.86	3,719,993,610.04
2	Albasu	2,462,758,762.73	3,353,052,404.60	5,815,811,167.33	1,939,714,448.85	642,261,903.84	147,866,767.51	2,729,843,120.20	3,085,968,047.13
3	Bagwai	1,093,780,996.67	3,132,919,320.80	4,226,700,317.46	1,834,166,430.59	602,641,828.07	147,866,767.51	2,584,675,026.17	1,642,025,291.29
4	Bebeji	2,973,004,145.18	3,331,294,952.01	6,304,299,097.19	1,763,683,410.67	623,717,454.59	147,866,767.51	2,535,267,632.77	3,769,031,464.42
5	Bichi	1,081,405,202.35	3,914,276,747.46	4,995,681,949.81	2,058,037,059.83	732,803,400.60	147,866,767.51	2,938,707,227.94	2,056,974,721.87
6	Bunkure	1,130,010,432.94	3,227,444,936.83	4,357,455,369.78	1,988,299,852.25	710,249,908.42	147,866,767.51	2,846,416,528.18	1,511,038,841.60
7	Dala	1,092,273,158.10	4,860,709,893.07	3,768,436,734.97	3,498,712,269.43	830,398,697.58	147,866,767.51	4,476,977,734.52	(708,540,999.55)
8	Danbatta	2,664,655,062.55	3,484,548,344.00	819,893,281.45	2,451,042,094.06	874,017,769.68	147,866,767.51	3,472,926,631.25	(2,653,033,349.80)
9	D. Kudu	1,315,384,936.51	3,663,320,872.47	2,347,935,935.96	2,428,988,049.51	1,103,615,717.72	147,866,767.51	3,680,470,534.74	(1,332,534,598.78)
10	Dawakin Tofa	620,985,677.62	3,734,210,005.62	4,355,195,683.24	2,026,340,613.13	915,132,754.22	147,866,767.51	3,089,340,134.86	1,265,855,548.38
11	Dogwuwa	3,523,026,801.98	3,345,532,308.80	6,868,559,110.78	1,968,420,311.02	622,969,128.50	147,866,767.51	2,739,256,207.03	4,129,302,903.75
12	Fagge	9,869,468,223.37	3,430,642,596.51	-6,438,825,626.86	3,255,736,247.86	886,655,777.08	147,866,767.51	4,290,258,792.45	(10,729,084,419.31)
13	Gabasawa	657,542,406.48	3,540,852,590.79	4,198,394,997.28	1,940,410,366.63	717,835,371.35	147,866,767.51	2,806,112,505.49	1,392,282,491.79
14	Garko	2,277,745,569.95	3,218,189,189.24	5,495,934,759.19	1,735,787,029.50	565,392,991.05	147,866,767.51	2,449,046,788.06	3,046,887,971.13
15	Garun Mallam	3,457,451,108.54	3,092,183,724.06	6,549,634,832.61	1,704,947,742.40	625,054,270.30	147,866,767.51	2,477,868,780.21	4,071,766,052.40
16	Gaya	-637,992,492.00	3,439,824,341.60	2,801,831,849.60	1,943,828,118.60	804,931,314.64	147,866,767.51	2,896,626,200.75	(94,794,351.15)
17	Gezawa	-107,519,152.85	3,897,186,405.57	3,789,667,252.72	2,334,958,856.21	982,469,381.23	147,866,767.51	3,465,295,004.95	324,372,247.77
18	Gwale	7,381,167,281.62	4,508,975,019.97	-2,872,192,261.64	3,783,625,967.14	1,237,432,309.65	147,866,767.51	5,168,925,044.30	(8,041,117,305.94)
19	Gwarzo	3,124,768,422.68	3,297,375,808.47	172,607,385.79	2,304,287,337.99	745,458,504.70	147,866,767.51	3,197,612,610.20	(3,025,005,224.41)
20	Kabo	2,649,834,536.60	3,159,702,588.32	509,868,051.72	2,630,528,884.59	684,982,966.85	147,866,767.51	3,463,378,618.95	(2,953,510,567.23)
21	KMC	6,737,757,445.66	4,433,595,916.44	-2,304,161,529.22	3,748,907,162.47	1,043,478,907.65	147,866,767.51	4,940,252,837.63	(7,244,414,366.85)
22	Karaye	1,343,131,969.67	3,079,359,677.94	4,422,491,647.60	2,003,769,411.42	633,844,934.93	147,866,767.51	2,785,481,113.86	1,637,010,533.74
23	Kibiya	3,067,544,599.40	3,081,761,747.59	6,149,306,346.99	1,822,275,814.58	551,389,215.22	147,866,767.51	2,521,531,797.31	3,627,774,549.68
24	Kiru	5,064,779,381.26	3,864,306,682.65	8,929,086,063.91	2,034,735,505.99	740,842,177.61	147,866,767.51	2,923,444,451.11	6,005,641,612.80
25	Kumbotso	6,114,326,035.10	3,988,076,849.70	-2,126,249,185.39	3,590,260,135.27	1,228,835,248.49	147,866,767.51	4,966,962,151.27	(7,093,211,336.66)
26	Kunchi	562,757,588.24	3,033,128,683.17	3,595,886,271.41	1,969,177,054.49	682,086,562.50	147,866,767.51	2,799,130,384.50	796,755,886.91
27	Kura	-250,057,207.85	3,086,045,336.27	2,835,988,128.42	1,871,268,589.03	742,728,835.09	147,866,767.51	2,761,864,191.63	74,123,936.79
28	Madobi	1,269,259,747.75	3,067,087,202.20	1,797,827,454.45	1,997,089,010.36	839,951,050.64	147,866,767.51	2,984,906,828.51	(1,187,079,374.06)
29	Makoda	4,549,662,685.08	3,574,219,240.42	8,123,881,925.50	1,887,392,817.37	781,183,081.31	147,866,767.51	2,816,442,666.19	5,307,439,259.31
30	Minjibir	1,555,033,271.15	3,566,682,110.04	5,121,715,381.19	2,064,194,880.74	854,069,704.93	147,866,767.51	3,066,131,353.18	2,055,584,028.01
31	Nassarawa	2,876,429,311.69	5,899,127,674.46	8,775,556,986.15	3,464,306,809.45	1,180,603,437.12	147,866,767.51	4,792,777,014.08	3,982,779,972.07
32	Rano	336,125,358.30	3,143,109,916.94	3,479,235,275.24	2,270,122,107.42	633,506,877.89	147,866,767.51	3,051,495,752.82	427,739,522.42
33	Rimin Gado	-987,565,129.23	3,022,716,719.02	2,035,151,589.80	2,351,453,293.83	727,871,971.01	147,866,767.51	3,227,192,032.35	(1,192,040,442.55)
34	Rogo	3,255,796,738.06	3,650,473,665.42	6,906,270,403.48	2,215,785,564.53	647,891,702.77	147,866,767.51	3,011,544,034.81	3,894,726,368.67
35	Shanono	1,354,896,076.69	3,094,489,994.63	1,739,593,917.94	2,093,991,964.29	657,289,663.73	147,866,767.51	2,899,148,395.53	(1,159,554,477.59)
36	Sumaila	2,975,924,362.78	3,801,140,232.68	6,777,064,595.46	1,981,191,714.09	701,382,544.61	147,866,767.51	2,830,441,026.21	3,946,623,569.25
37	Takai	3,786,451,785.43	3,428,509,021.11	7,214,960,806.55	2,491,112,142.98	773,829,557.14	147,866,767.51	3,412,808,467.63	3,802,152,338.92
38	Tarauni	5,507,703,452.46	3,545,751,491.26	-1,961,951,961.20	3,222,101,962.52	1,035,600,110.64	147,866,767.51	4,405,568,840.67	(6,367,520,801.87)
39	Tofa	-551,797,290.01	2,843,246,912.81	2,291,449,622.80	1,930,544,156.55	778,577,000.22	147,866,767.51	2,856,987,924.28	(565,538,301.48)
40	Tsanyawa	1,705,111,703.36	3,143,073,634.02	4,848,185,337.39	1,915,737,069.28	451,845,486.03	147,866,767.51	2,515,449,322.82	2,332,736,014.57
41	Tudun Wada	1,003,123,618.51	3,699,982,604.86	4,703,106,223.38	2,341,765,669.71	633,106,224.31	147,866,767.51	3,122,738,661.53	1,580,367,561.85
42	Ungogo	1,474,323,407.24	4,381,310,609.28	5,855,634,016.52	2,560,425,486.70	1,014,334,806.87	147,866,767.51	3,722,627,061.08	2,133,006,955.44
43	Warawa	-285,014,003.60	2,975,886,841.83	2,690,872,838.23	1,969,785,944.97	799,119,163.90	147,866,767.51	2,916,771,876.38	(225,899,038.15)
44	Wudil	388,657,547.29	3,381,032,949.36	3,769,690,496.65	2,150,898,475.47	744,202,432.61	147,866,767.51	3,042,967,675.59	726,722,821.06
	TOTAL	4,374,380,190.05	155,688,123,485.47	160,062,503,675.52	101,298,265,557.54	34,484,295,179.87	6,506,137,770.44	142,288,698,507.85	17,773,805,167.67



KANO STATE GOVERNMENT



Table 4: Credit Vs Debit Retained Balance for the 44 LGCs

S/N	LOCAL GOVT	CREDIT (=N=)	DEBIT (=N=)
1	Ajingi	3,719,993,610.04	0.00
2	Albasu	3,085,968,047.13	0.00
3	Bagwai	1,642,025,291.29	0.00
4	Bebeji	3,769,031,464.42	0.00
5	Bichi	2,056,974,721.87	0.00
6	Bunkure	1,511,038,841.60	0.00
7	Dala	0.00	708,540,999.55
8	Danbatta	0.00	2,653,033,349.80
9	D. Kudu	0.00	1,332,534,598.78
10	Dawakin Tofa	1,265,855,548.38	0.00
11	Doguwa	4,129,302,903.75	0.00
12	Fagge	0.00	10,729,084,419.31
13	Gabasawa	1,392,282,491.79	0.00
14	Garko	3,046,887,971.13	0.00
15	Garun Mallam	4,071,766,052.40	0.00
16	Gaya	0.00	94,794,351.15
17	Gezawa	324,372,247.77	0.00
18	Gwale	0.00	8,041,117,305.94
19	Gwarzo	0.00	3,025,005,224.41
20	Kabo	0.00	2,953,510,567.23
21	KMC	0.00	7,244,414,366.85
22	Karaye	1,637,010,533.74	0.00
23	Kibiya	3,627,774,549.68	0.00
24	Kiru	6,005,641,612.80	0.00
25	Kumbotso	0.00	7,093,211,336.66
26	Kunchi	796,755,886.91	0.00
27	Kura	74,123,936.79	0.00
28	Madobi	0.00	1,187,079,374.06
29	Makoda	5,307,439,259.31	0.00
30	Minjibir	2,055,584,028.01	0.00
31	Nassarawa	3,982,779,972.07	0.00
32	Rano	427,739,522.42	0.00
33	Rimin Gado	0.00	1,192,040,442.55
34	Rogo	3,894,726,368.67	0.00
35	Shanono	0.00	1,159,554,477.59
36	Sumaila	3,946,623,569.25	0.00
37	Takai	3,802,152,338.92	0.00
38	Tarauni	0.00	6,367,520,801.87
39	Tofa	0.00	565,538,301.48
40	Tsanyawa	2,332,736,014.57	0.00
41	Tudun Wada	1,580,367,561.85	0.00
42	Ungogo	2,133,006,955.44	0.00
43	Warawa	0.00	225,899,038.15
44	Wudil	726,722,821.06	0.00
	TOTAL	72,346,684,123.06	54,572,878,955.38
	NET BALANCE (A – B)		17,773,805,167.68



KANO STATE GOVERNMENT



Table 5: 5% Stabilization Fund Account Balances for the year 2023

S/N	LOCAL GOVT	OPENING BALANCE 31/12/2022	5% STABILIZATION	TOTAL	RELEASES	BALANCES
1	Ajingi	630,433,770.01	-	630,433,770.01		630,433,770.01
2	Albasu	613,095,228.53	-	613,095,228.53		613,095,228.53
3	Bagwai	566,378,920.99	-	566,378,920.99		566,378,920.99
4	Bebeji	607,953,303.57	-	607,953,303.57		607,953,303.57
5	Bichi	646,096,896.66	-	646,096,896.66		646,096,896.66
6	Bunkure	588,714,389.14	-	588,714,389.14		588,714,389.14
7	Dala	629,913,185.80	-	629,913,185.80		629,913,185.80
8	Danbatta	479,584,184.18	-	479,584,184.18		479,584,184.18
9	Dawakin Kudu	570,342,614.06	-	570,342,614.06		570,342,614.06
10	Dawakin Tofa	636,001,394.02	-	636,001,394.02		636,001,394.02
11	Doguwa	628,700,391.53	-	628,700,391.53		628,700,391.53
12	Fagge	323,553,193.41	-	323,553,193.41		323,553,193.41
13	Gabasawa	588,793,304.73	-	588,793,304.73		588,793,304.73
14	Garko	591,747,428.39	-	591,747,428.39		591,747,428.39
15	Garun Mallam	608,313,824.48	-	608,313,824.48		608,313,824.48
16	Gaya	583,932,402.65	-	583,932,402.65		583,932,402.65
17	Gezawa	603,597,199.84	-	603,597,199.84		603,597,199.84
18	Gwale	549,375,313.75	-	549,375,313.75		549,375,313.75
19	Gwarzo	496,100,912.18	-	496,100,912.18		496,100,912.18
20	Kabo	535,110,173.85	-	535,110,173.85		535,110,173.85
21	Kano Municipal	465,853,827.31	-	465,853,827.31		465,853,827.31
22	Karaye	566,051,289.31	-	566,051,289.31		566,051,289.31
23	Kibiya	615,825,616.46	-	615,825,616.46		615,825,616.46
24	Kiru	687,619,187.04	-	687,619,187.04		687,619,187.04
25	Kumbotso	569,649,367.43	-	569,649,367.43		569,649,367.43
26	Kunchi	565,881,164.52	-	565,881,164.52		565,881,164.52
27	Kura	576,484,762.98	-	576,484,762.98		576,484,762.98
28	Madobi	577,893,176.98	-	577,893,176.98		577,893,176.98
29	Makoda	728,847,493.83	-	728,847,493.83		728,847,493.83
30	Minjibir	556,715,727.56	-	556,715,727.56		556,715,727.56
31	Nassarawa	832,487,435.51	-	832,487,435.51		832,487,435.51
32	Rano	546,124,770.41	-	546,124,770.41		546,124,770.41
33	Rimin Gado	510,938,128.08	-	510,938,128.08		510,938,128.08
34	Rogo	650,505,921.71	-	650,505,921.71		650,505,921.71
35	Shanono	529,676,708.13	-	529,676,708.13		529,676,708.13
36	Sumaila	720,892,647.41	-	720,892,647.41		720,892,647.41
37	Takai	663,174,134.60	-	663,174,134.60		663,174,134.60
38	Tarauni	458,325,079.69	-	458,325,079.69		458,325,079.69
39	Tofa	523,947,365.39	-	523,947,365.39		523,947,365.39
40	Tsanyawa	554,992,697.98	-	554,992,697.98		554,992,697.98
41	Tudun Wada	537,823,941.86	-	537,823,941.86		537,823,941.86
42	Ungogo	694,805,648.69	-	694,805,648.69		694,805,648.69
43	Warawa	530,741,331.77	-	530,741,331.77		530,741,331.77
44	Wudil	587,255,473.45	-	587,255,473.45		587,255,473.45
	TOTAL	25,730,250,929.87	-	25,730,250,929.87	-	25,730,250,929.87



KANO STATE GOVERNMENT



AUDITOR GENERAL'S REPORT



KANO STATE GOVERNMENT



INTRODUCTION

In compliance with Section 66 of the Local Government Law, 2006 (as amended), the 44 Local Government Councils of the State have prepared and submitted their 2023 Financial Statements. The Financial Statements have been verified and my opinion and report on the Accounts have been submitted to the Honourable House of Assembly as required by Section 74 (1) of the Kano State Local Government Law, 2006.

Our audit is essentially a cornerstone of good governance, by providing unbiased, objective assessments of whether Local Government resources are responsibly and effectively managed to achieve intended results. We assist the Local Governments achieve accountability and integrity, improve operations and instill confidence among citizens and stakeholders.

Our role combine oversight, insight and foresight. Oversight ensures that the Councils are doing what they are supported to do. Insight assists Council officials by providing independent assessment of their programs, policies, operations and results through routine Audit Inspection Reports.

Foresight identifies trends and emerging challenges such as dwindling local revenue generation.

This Consolidated Financial Report for the fiscal year 2023 provides aggregate information pertaining to the transfers and disbursements from the Kano State Local Government Joint Account and examination of 44 Local Government Councils' operations' conducted by the office during the year.



KANO STATE GOVERNMENT



FINANCIAL HIGHLIGHTS

KANO STATE LOCAL GOVERNMENT S JOINT ACCOUNT

TRANSFERS AND DISBURSEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2023

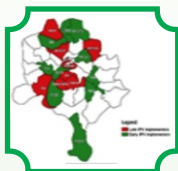
The Kano State Local Governments Joint Account is the repository into which all transfers of statutory allocation from the Federal Account, Value Added Tax (VAT), Excess Crude Revenue and 10% State Internally Generated Revenue (IGR) in favour of the 44 Local Government Councils are deposited and disbursed in accordance with the provisions of the State Local Governments Joint Account Law which is held in fiduciary capacity by the Ministry for Local Governments & Chieftancy Affairs.

During the fiscal year 2023, total sum of =N=155,688,123,485.26 was transferred into the Account and disbursed to the 44 Local Government Councils after deductions for the purpose of funding Primary Education, Pension Contribution, Training Fund, Emirate Council Contribution and 5% Saving Stablization Fund as summarized below: -

<u>Receipt by the Joint Account</u>	TABLE	
Local Govt Share of Statutory Allocation	1	51,930,419,821.71
Local Govt Share of VAT	2	57,663,562,257.63
Other Federally Allocated Revenue	3	33,395,367,102.82
10% State Allocation	4	2,000,000,000.18
Other Capital Receipts		10,698,774,302.92
Totals Transfer		155,688,123,485.26

Disbursement from the Joint Account

Cont. to Primary Education	41,703,067,809.23
Contribution to 17% Pension Fund	2,999,999,999.92
Contribution to 1% Training Fund	777,998,596.17
Contribution to 3% Emirate Council	2,899,444,443.04
5% Stablization (Saving) Fund	65,322,210,141.26
Net Allocation	18,865,280,303.41
Total Transfer	132,568,001,293.03



KANO STATE GOVERNMENT



ANALYSIS OF REVENUE & EXPENDITURE

1. ANALYSIS OF REVENUE: =N=156,636,425,058.87

The sum of =N=156,636,425,058.87 accrued to the 44 Local Government Councils as total gross receipt for the year ended 31st December, 2023.

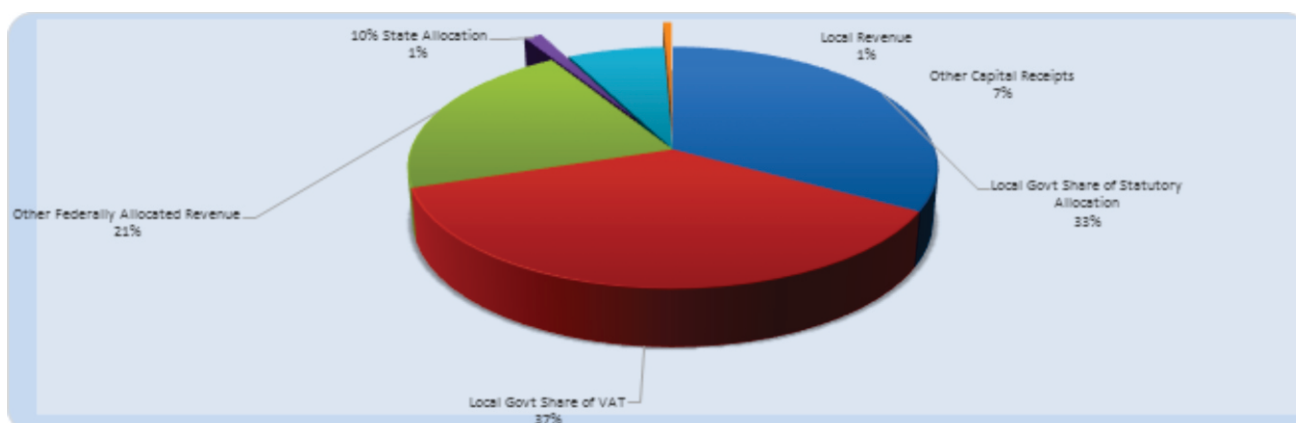
This includes the sum of =N=948,301,573.61 (0.6%) as Internally Generated Revenue for the 44 Local Government Councils; while the sum of =N=155,688,123,485.26 was received as Statutory Allocation from the Federation Account and 10% State Revenue Allocation, represented by 99.4%.

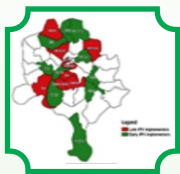
These figures clearly indicate that the 44 Local Government Councils solely depend on Statutory Allocation from the Federation for survival despite several advices to improve and explore the existing and potential sources of revenue available to them.

REVENUE :	AMOUNT=N=	PERCENTAGE (%)
Local Revenue	948,301,573.61	0.6
Statutory Allocation	155,688,123,485.26	99.4
Resource Available	156,636,425,058.87	100

The table and graph below depict detailed analysis of revenue allocation to the 44 Local Government Councils for the year ended 31st December, 2023.

REVENUE:	AMOUNT=N=	PERCENTAGE (%)
Local Govt Share of Statutory Allocation	51,930,419,821.71	33
Local Govt Share of VAT	57,663,562,257.63	37
Other Federally Allocated Revenue	33,395,367,102.82	21
10% State Allocation	2,000,000,000.18	1
Other Capital Receipts	10,698,774,302.92	7
Local Revenue	948,301,573.61	1
Total	156,636,425,058.87	100





KANO STATE GOVERNMENT



2. ANALYSIS OF EXPENDITURE: =N=132,568,001,293.03

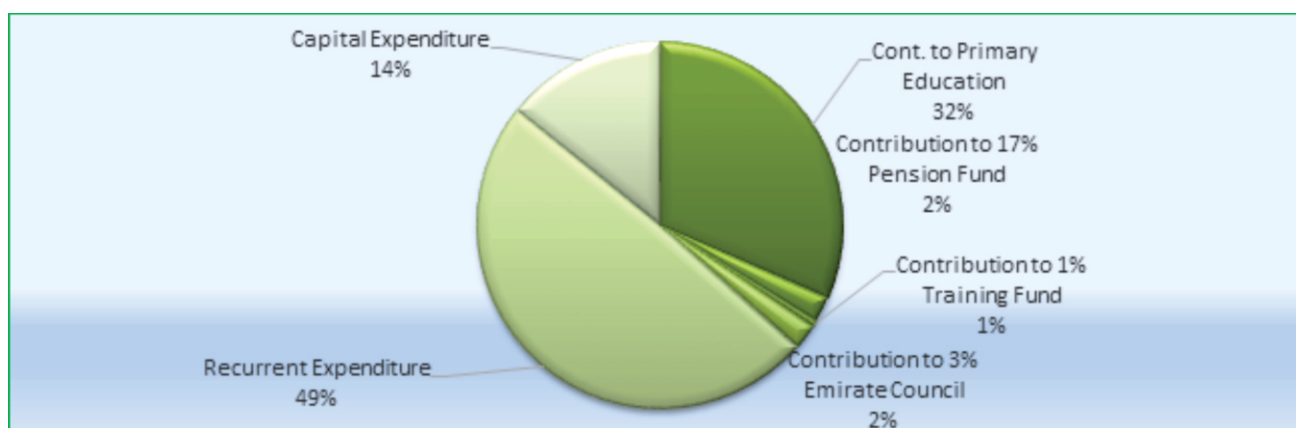
The total sum of =N=132,568,001,293.03 was spent on Recurrent and Capital Expenditures. The sum of =N=113,702,720,989.62 represented by 86 % went to Recurrent Expenditure, which includes Personnel and Overhead costs. Capital expenditure, represented by 14 % took the remaining =N=18,865,280,303.41.

EXPENDITURE :	AMOUNT=N=	PERCENTAGE (%)
Recurrent	113,702,720,989.62	86
Capital	18,865,280,303.41	14
Total Expenditure	132,568,001,293.03	100

From the above analysis, it is observed that capital expenditure amounting to =N=18,865,280,303.41 was grossly inadequate as it was represented by only 14% of the total expenditure cost of the 44 Local Government Councils.

Details expenditure pattern of the Local Government Councils is depicted both in the table and graph below:

EXPENDITURE	AMOUNT (=N=)	PERCENTAGE (%)
Cont. to Primary Education	41,703,067,809.23	32
Contribution to 17% Pension Fund	2,999,999,999.92	2
Contribution to 1% Training Fund	777,998,596.17	1
Contribution to 3% Emirate Council	2,899,444,443.04	2
Recurrent Expenditure	65,322,210,141.26	49
Capital Expenditure	18,865,280,303.41	14
Total	132,568,001,293.03	100





KANO STATE GOVERNMENT



ANALYSIS OF ASSETS & LIABILITIES

ASSETS

(1) Cash & Bank Balance: =N=7,968,190,777.44

The total consolidated cash and bank balances of the 44 Local Government Councils stood at =N=7,968,190,777.44 as at 31st December, 2023.

(2) Investments: =N=165,809,938.71

Observation:

While the Public Accounts Committee Resolution on the Accounts of the Local Governments have been implemented by appointing a consultant who reviewed the entire investment portfolio of the Local Government Councils, we have however observed that the Councils are yet to update their investment ledgers and comply with the report of the consultant.

Recommendation

The attention of the Councils are called upon to ensure proper update of their investment ledgers and full implementation of the consultant's report. Equally they should ensure proper monitoring of dividends due to them.

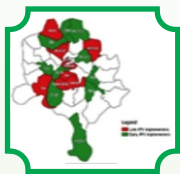
(3) Advances

(3a) Retained Balance from the Net Statutory Allocation of the 44 Local Government Councils as at 31st December, 2023: =N=17,773,805,167.67

During the year under review, the 44 Local Governments had an opening balance of =N=4,374,380,190.05 subsequently the sum of =N=155,688,123,485.47 was recorded as their net allocation from the Federation Account.

We however observed that during the year, the total sum of =N=142,288,698,507.85 was released to the Local Governments from the State Ministry for Local Governments.

1	Opening Balance 1/1/2023		4,374,380,190.05
2	Net Allocation Jan – Dec 2023		155,688,123,485.47
3	Total	3=(1+2)	160,062,503,675.52
4	Actual Amount Released:		
	• Releases through LG Bank		101,298,265,557.54
	• Salaries & Wages		34,484,295,179.87
	• CBN Deduction		6,506,137,770.44
		Total	142,288,698,507.85
4	Retained Balance 31st December, 2023	(3-4)	17,773,805,167.67



KANO STATE GOVERNMENT



In line with the tenet for the establishment of Local Government Councils at the grassroots level, we recommend that all accruable allocations should be allowed into the coffers of the Local Governments as when due. Part III Section 7 of the 1999 Amended Constitution particularly stated the functions of Local Governments and this implied that if this important level of Government are to discharge their obligations and responsibilities creditably, they should have adequate funds by way of both statutory allocations and internally generated revenues.

Had the Office that is responsible for keeping the Local Governments funds in fiduciary capacity kept to the tents of the Constitution, a situation of over drawing of funds could have been avoided.

In the interim, the affected Local Governments should note that the Positive balance of =N=17,773,805,167.67 arrived at is as result of reconciliation of negative and positive balances standing against each Local Government.

(3b) Balance Standing to the Credit of the 44 Local Governments in the 5% Stabilization (Saving) Fund: =N=25,730,250,929.87

During the year under review the 44 Local Governments had an opening Balance of =N=25,730,250,929.87 in the 5% Stabilization Account and has also made a total statutory contribution of =N=0.00 into the saving account.

However, no record has indicated that any Local Government has made any withdrawal from the Account.

Therefore as at 31st December, 2023 there is a balance of =N=25,730,250,929.87 standing to the credit of the 44 Local Governments in the Stabilization (Saving) Fund Account.

1	Balances 1/1/2023		25,730,250,929.87
2	Savings 5%		0.00
	Others		0.00
3	Total Savings	(1+2)	25,730,250,929.87
4	Releases		0.00
5	Balances 31/12/2023	(3-4)	25,730,250,929.87

In view of the fact that the Kano State Ministry for Local Governments is the custodian of the Stabilization Fund Account, the Ministry should endeavor to periodically print out the statement of account of each Local Government.

This will enable each Local Government to reflect the correct end of year balance during the preparation of its annual account; we noted with dismay that over the years this recommendation has not been adhered to.



KANO STATE GOVERNMENT



(3c) Impersonal =N=117,825,092.31

Advances may be made for purposes that will contribute to the efficiency of the Local Governments such as financing or works, goods or services. Such advances are expected to be closed within the fiscal year indicating that the purpose for opening such advances have been achieved, otherwise the total amount must be returned to the Local Government Treasuries.

During the year under review, we observed from the schedule of Advances that total colossal sum of =N=117,825,092.31 still remain outstanding as impersonal advances granted to officials of the 44 Local Governments.

To ensure proper accountability in the administration of public funds, we recommend all officers concerned should show cause why they failed to close such advances within the fiscal year, or else they should be surcharged accordingly.

(3d) Personal =N=435,852.42

We observed that various staffs of the 44 Local Governments have recurring outstanding advances against them amounting to =N=435,852.42

We strongly recommended that appropriate measures must be taken to close these outstanding advances. Where all possible action to recover the outstanding personal advances failed, the provisions of Section 72 sub-section 1 of the Local Government Law 2006 (as amended) should be invoked.



KANO STATE GOVERNMENT



LIABILITIES

Deposits

(a) Un-Remitted Government Deposits: =N= 5,299,627,841.77

Government deposit amounting to =N= 5,299,627,841.77 In respect of VAT, 5% Withholding Tax and Stamp Duties, etc have not been remitted to the organizations concerned. Since these monies are specifically deducted and held in trust on behalf of these governmental organizations, continued retention of these deposits, not remitting same as at when due is a violation of applicable laws.

We recommend that these outstanding deposits should be remitted to the appropriate tax authorities and organizations. The 44 Local Governments should always remit all deductions simultaneously when net payments are made to avoid unnecessary accumulation of deposits and possible sanctions.

(b) Other Deposits: =N= 2,328,852,145.84

The total sum of =N= 2,328,852,145.84 stood as other outstanding deposits which were monies collected on behalf of individuals by the Local Governments, such as 10% retention, etc.

We strongly recommended that these deposit balances should be remitted to the appropriate individuals' groups in order to reduce this accumulated liability.



KANO STATE GOVERNMENT



BUDGETARY CONTROL

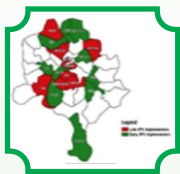
SUMMARY OF ESTIMATED & ACTUAL REVENUE/EXPENDITURE

This statement relates actual revenue and expenditure in comparison with the Approved Estimates for the year 2023.

The Statement provides a basis to assess the Councils compliance with the approved budgetary provisions.

<u>REVENUE</u>	<u>Approved</u>	<u>Actual</u>	<u>Under</u>	<u>Excess</u>
Internally Generated Revenue	8,215,708,663.20	948,301,573.61	7,267,407,089.59	0.00
Statutory Allocation	242,697,708,455.21	155,688,123,485.26	83,009,584,969.95	0.00
Total Revenue	250,913,417,118.41	156,636,425,058.87	90,276,992,059.54	0.00

<u>EXPENDITURE</u>	<u>Approved</u>	<u>Actual</u>	<u>Savings</u>	<u>Over</u>
Recurrent	130,168,086,283.02	113,702,720,989.62	16,465,365,293.40	0.00
Capital	120,410,033,857.48	18,865,280,303.41	101,544,753,554.07	0.00
Total Expenditure	250,578,120,140.50	132,568,001,293.03	118,010,118,847.47	0.00



KANO STATE GOVERNMENT



ANALYSIS OF REVENUE

(1) INTERNALLY GENERATED REVENUE

Shortfall: =N=7,267,407,089.59

During the period under review, the sum of =N=8,215,708,663.20 was estimated to be generated from local sources. However, only the sum of =N=948,301,573.61 (12%) was actually generated. This indicates a shortfall of =N=7,267,407,089.59 as described in the table below:

Source	Approved	Actual	Under	Excess
Tax Revenue	711,914,743.00	240,562,763.72	471,351,979.28	0.00
Non Tax Revenue	4,300,124,697.86	373,541,747.89	3,926,582,949.97	0.00
Investment Income	950,812,800.00	263,949,693.74	686,863,106.26	0.00
Interest Earned	1,150,000.00	0.00	1,150,000.00	0.00
Refund and Re-imbursement	0.00	0.00	0.00	0.00
Aids & Grants	1,031,460,000.00	17,000.00	1,031,443,000.00	0.00
Domestic Loans/Borrowings	806,145,216.07	0.00	806,145,216.07	0.00
Extraordinary Items	215,436,007.00	63,939,367.94	151,496,639.06	0.00
Prep./Arrears of Revenue	198,665,199.27	6,291,000.32	192,374,198.95	0.00
Totals	8,215,708,663.20	948,301,573.61	7,267,407,089.59	0.00

We have observed that the 44 Local Government Councils are endowed with important markets, motor parks, etc which are capable of generating substantial local revenue but are often neglected and poorly managed due to inefficient and ineffective supervision and lack of commitment by both the Councils and staffs.

The key implication is that under collection will mean insufficient fund to provide the planned level of service delivery to the local populace. At present, the 44 Local Government Councils depend 99% on allocation from the federal government.

Therefore with limited resources and increasing public demands, the Local Governments should not depend solely on Federal Grants but must hasten to find new ways to generate the needed local revenue to be able to provide the services the public require. The abundant and potential sources of revenue such as markets, motor park fees, slaughter houses and tenement rates among others as provide under Fourth Schedule of 1999 Constitution and Schedule of the Local Government Law 2006 (as amended) respectively. These should be fully explored by the Councils in order to boost their Internally Generated Revenue base.



KANO STATE GOVERNMENT



(1) STATUTORY ALLOCATION

Shortfall: =N=96,723,932,655.49

The estimated Statutory Revenue derivable from the Federal Account, Value Added Tax (VAT), Excess Crude and 10% State Internally Generated Revenue (IGR) in respect of the 44 Local Government Councils for the year 2023 was =N=240,697,708,455.21 as against the actual figure of =N=155,688,123,485.26 Thus a shortfall of =N=96,723,932,655.49 (65%) as described below:

<u>Source</u>	<u>Approved</u>	<u>Actual</u>	<u>Under</u>	<u>Excess</u>
LG Share of Statutory Allocation	146,262,272,712.15	51,930,419,821.71	94,331,852,890.44	0.00
Local Govt Share of VAT	58,471,143,772.68	57,663,562,257.63	0.00	1,192,418,484.95
Other Fed. Allocated Revenue	34,369,952,314.53	33,395,367,102.82	974,585,211.71	0.00
10% State Allocation	3,417,494,553.52	2,000,000,000.18	1,417,494,553.34	0.00
Other Capital Receipts	176,845,102.33	10,698,774,302.92	0.00	10,521,929,200.59
Totals	250,697,708,455.21	155,688,123,485.26	96,723,932,655.49	11,714,347,685.54

Shortfall in statutory revenue may be due to the fact that actual receipts are not within the control of the Local Governments coupled with the fact that the Local Governments themselves are in the habit of producing unrealistic budget forecast which in the end result into unattainable budget plan.

The Councils should take all factors into consideration in the projection of Statutory Allocation from the Federation Account and other centrally disbursed revenue during the preparation of annual proposal in order to arrive at a realistic budget estimate.



KANO STATE GOVERNMENT

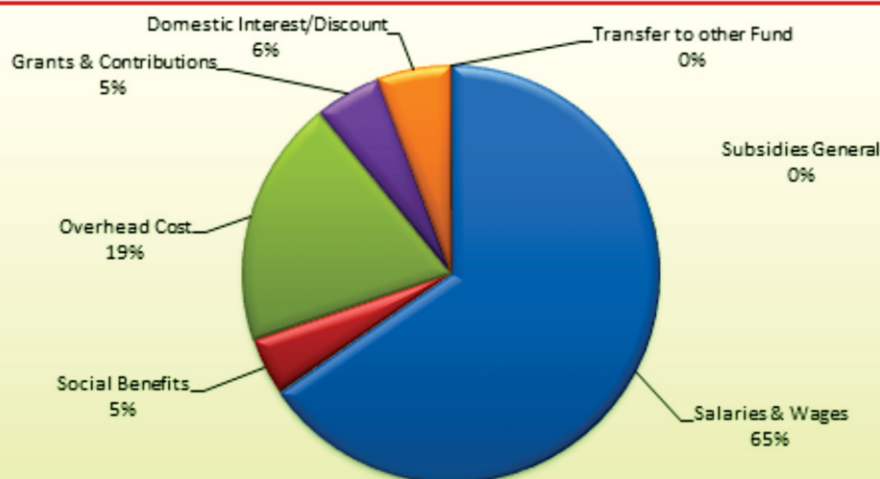


ANALYSIS OF EXPENDITURE

(1) RECURRENT EXPENDITURE

The 44 Local Government Councils projected a total Recurrent Expenditure of =N=130,168,086,283.02 in the approved Estimates during the year but incurred an expenditure of =N=113,702,720,989.62. This indicates a net savings of =N=24,713,858,173.97 during the year.

<u>Detail</u>	<u>Approved</u>	<u>Actual</u>	<u>Savings</u>	<u>Over</u>
Salaries & Wages	78,489,373,748.77	74,331,701,671.38	4,157,672,077.39	0.00
Social Benefits	3,318,729,626.90	5,061,044,696.93	0.00	1,742,315,070.03
Overhead Cost	40,650,541,144.06	21,927,797,292.34	18,722,743,851.72	0.00
Grants & Contributions	7,709,441,763.29	5,875,999,518.43	1,833,442,244.86	0.00
Subsidies General	0.00	0.00	0.00	0.00
Domestic Interest/Discount	0.00	6,506,177,810.54	0.00	6,506,177,810.54
Transfer to other Fund	0.00	0.00	0.00	0.00
Total	130,168,086,283.02	113,702,720,989.62	24,713,858,173.97	8,248,492,880.57





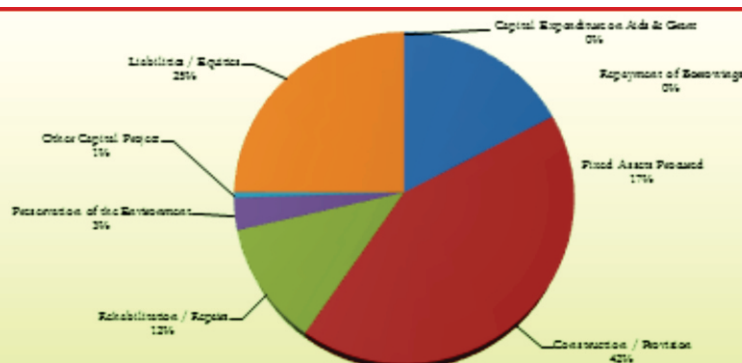
KANO STATE GOVERNMENT



(2) CAPITAL EXPENDITURE

The 44 Local Government Councils were observed to have projected a total sum of =N=120,410,033,857.48 in the approved Estimates as capital expenditure under Fixed Assets Procurement, Construction/Provision, Rehabilitation/Repairs, Preservation of the Environment, etc. However, only a total sum of =N=18,865,280,303.41 was spent in the execution of capital projects. This indicates a "**Savings**" of =N=101,544,753,554.07 as described in the table below. This also implies that the Local Governments have performed below average in the execution of capital projects as per approved budget provisions.

Detail	Approved	Actual	Savings	Over
Fixed Assets Procured	18,151,716,165.59	3,262,319,837.21	14,889,396,328.38	0.00
Construction / Provision	61,782,817,200.05	7,975,361,813.73	53,807,455,386.32	0.00
Rehabilitation / Repairs	23,473,712,329.21	2,226,161,675.28	21,247,550,653.93	0.00
Preservation of the Environment	5,943,869,221.20	585,859,793.95	5,358,009,427.25	0.00
Other Capital Project	483,400,000.00	109,347,181.19	374,052,818.81	0.00
Liabilities / Equities	10,574,518,941.43	4,706,230,002.05	5,868,288,939.38	0.00
Capital Expenditure on Aids & Grant	0.00	0.00	0.00	0.00
Repayment of Borrowings	0.00	0.00	0.00	0.00
Total	120,410,033,857.48	18,865,280,303.41	101,544,753,554.07	0.00



From the table above, analysis has shown that only (16%) was spent out of the total sum earmarked for the year on capital projects. This means less projects for the development of the community as a whole.

We recommend that the Local Governments should always lay emphasis on the execution of meaningful projects to the extent possible to meet the targeted provisions of the approved budget. The Legislative arms of the Local Governments should also live up to their responsibilities by ensuring that all projects approved by the Local Governments are executed and monitored.



MATTERS OF SIGNIFICANT IMPORTANCE

1. LACK OF OVERSIGHT FUNCTIONS BY THE LEGISLATIVE ARM

Observation:

It is pertinent to observe that there is no evidence to suggest that the Local Government Legislative Councils perform the oversight function over the Executive arms.

This function was to ensure accountability in the financial system and enhance probity in the project execution and program administration of the Local Government such as:

- i. Monitoring the implementation of projects and programs in the annual budget.
- ii. Considering report received from the Auditor General and take any action required arising from such reports.
- iii. Ensuring compliance with the provisions of the Local Government Law and other relevant Laws.

Recommendation:

The Local Government Legislative Councils must realize that they have special responsibility of ensuring that proper value is obtained for money spent as approved in the annual budget of the Local Governments through their oversight functions.



2. LOCAL GOVERNMENT INTERNAL AUDIT

The Internal Audit Units of the 44 Local Government Councils are established in compliance with section 30 of Kano State Public Financial Management Law 2020 to provide a complete and continuous prepayment audit function to the Local Government Councils. The Internal Auditors shall as mandated prepare and address periodic reports to the Accounting Officer of the Local Government concerned and copied to the Ministry for Local Governments and the Auditor General, on the true progress of their Audit activities.

Observation:

During the period under review, it has been observed that some Internal Audit Units of the 44 Local Governments have not been performing their responsibilities of assisting in protecting the assets and interest of the Local Governments as spelt out in Section 31 of Kano State Public Financial Management Law 2020.

Majority of the Internal Auditors have failed to draw up Audit Programmes or issue any Internal Audit Report during the year 2023.

Recommendation:

In order to secure the continued maintenance of soundly based system of control, we strongly advice the Internal Auditors to:

- i. Assess and assure the Management, the adequacy and appropriateness of
- ii. Review and establish the reliability of the accounting and Financial records maintained and other operations of the establishment;
- iii. ensure adherence to budget discipline through continuous monitoring of votes and processing of payments; and
- iv. report on store activities, assets safeguard, policy execution and extent of compliance with procedures.



KANO STATE GOVERNMENT



3. PAYMENTS OF GRATUITY AND DEATH BENEFIT BY 44 LOCAL GOVERNMENT COUNCIL IN THE STATE =N=3,000,000,000.00

In line with the present administration determination to ensure that all the outstanding balances of gratuity and death benefit due to civil servants in the state are promptly paid to the beneficiaries, His Excellency, the Executive Governor Engineer Abba Kabir Yusuf approved the release of =N= 6,000,000,000.00 (Six Billion Naira) in the last quarter of 2023 financial year for the exercise.

Out of this amount, the 44 Local Government Councils in the State contributed the total sum of =N= 3,000,000,000.00 (Three Billion Naira). The following payments were observed to have been made so far:

- ✚ The sum of =N= 596,031,435.58 was paid as gratuity to retired civil servants for the period under review.
- ✚ While the sum of =N=595,898,474.15 was paid as death benefit to the deceased civil servant's next of kin respectively for the period.

4. PROCUREMENT OF SHOPS AT DANGWAURO MARKET BY THE 44 LOCAL GOVERNMENT COUNCILS OF KANO STATE

The 44 Local Government Councils of the state have made a collective payments to the tune of =N=3,565,414,816.92 between the period of February 2022 to January 2023 to Brain & Hammers Nig Ltd for the acquisition of shops at the new Dangwauro market along Zaria road. Even though significant part of the market is still under construction, Audit inspection and verification visit of the facility have shown that the following facilities have been allocated to the 44 Local Governments.

- Basement floor at the Coordinated Wholesale Center (CWC) block D Underground with a total area of 3622 m².
- 10 Number Single Shops of 35 m² each at CWC block D with a total area of 350 m².
- Complete ground floor of pavilion C (GSM market) containing 108 cubicles and 61 number lockup shops with a total area of 907 m².



Basement/Underground Floor at Coordinated Whole Sale Center (CWC)





KANO STATE GOVERNMENT



10 Number shops at Coordinated Whole Sale Center (CWC) Block D





KANO STATE GOVERNMENT



10 Number shops at Coordinated Whole Sale Center (CWC) Block D





KANO STATE GOVERNMENT



10 Number shops at Coordinated Whole Sale Center (CWC) Block D





KANO STATE GOVERNMENT



COMPLETE GROUND FLOOR @ PAVILION C (GSM MARKET)





COMPLETE GROUND FLOOR @ PAVILION C (GSM MARKET)
& Sixty-one (61) Lockup Shops





1.CONSTRUCTION OF DAN 'AGUNDI INTERCHANGE (FLY OVER AND UNDER PASS)

The project is awarded to Messrs CGC Nig Ltd at an agreed sum of =N=15,974,357,203.99 with a completion period of 24 Months

It is a joint project between the Kano State Government and the 44 Local Government Councils of the state on the ratio of 30:70% contributions. The State contributes 30% while the 44 Local Government Councils contributes 70% of the total fund. Physical visit of the site has indicated that work is on progress and has reached an average stage of 22%. Below are pictorial views:

Picture No.1 Dan'agundi





KANO STATE GOVERNMENT



Picture No.2 Dan'agundi





KANO STATE GOVERNMENT



Picture No.3 Dan'agundi





6. CONSTRUCTION OF TAL'UDU INTERCHANGE CLOVERLEAF FLYOVER

This project is awarded to Messrs TEC Engineering Nig Ltd at a vetted cost of =N=12,883,467,350.00 and a completion period of 24 Month.

It is also a joint project between the Kano State Government and the 44 Local Government Councils of the State on 30:70% ratio. The State contributes 30% while the 44 Local Government Councils of the state contribute 70% of the total fund.

Physical visit of the project site has indicated that work is on progress and has reached an average stage of 30% of completion. See pictures below

PICTURE No.1 TAL'UDU FLYOVER





KANO STATE GOVERNMENT



PICTURE No.2 TAL'UDU FLYOVER





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