



# THE GOVERNMENT OF KADUNA STATE

## KADUNA STATE AUDITED ACCOUNTS FOR 2016

### STATEMENT No.1

CASH - FLOW STATEMENT  
FOR THE YEAR ENDED 31ST DECEMBER 2016

	Actual 2016 =N=	Actual 2015 =N=
<b>Operating Activities</b>		
<b>Receipts</b>		
Internally Generated Revenue (I.G.R.)	23,024,006,940	13,557,794,017
Value Added Tax Allocation	11,005,586,257	9,596,680,636
Statutory Allocation	39,821,873,822	42,175,621,498
Below The Line (BTL) Receipts	59,089,910,647	67,970,042,547
<b>Total Receipts</b>	<b>A 109,917,370,725</b>	<b>119,742,344,681</b>
<b>Payments</b>		
Compensation of Employees	(21,800,276,486)	(26,802,525,499)
Social Benefits	(4,799,145,233)	(4,569,332,586)
Overhead & Other Recurrent Costs	(26,243,630,420)	(18,617,561,198)
Service Wide Vote	(207,627,101)	(274,747,456)
Transfers to Sinking Fund Investment	-	(1,241,972,569)
Transfer to Staff Welfare Fund	-	(40,752,712)
Transfers to Sinking Fund2	-	(1,140,000,000)
Below The Line (BTL) Payments	(49,640,188,271)	(67,970,042,547)
<b>Total Payments</b>	<b>B (102,690,867,512)</b>	<b>(120,656,934,566)</b>
<b>Net Cash Flow from Operating Activities</b>	<b>A+B=C 7,226,503,214</b>	<b>(914,589,886)</b>
<b>Investing Activities</b>		
Economic Empowerment Through Agriculture	(9,848,216,820)	(4,483,735,235)
Improvement to Human Health	(3,161,934,263)	(1,439,577,979)
Enhancing Skills and Knowledge	(1,643,831,352)	(7,577,669,586)
Housing and Urban Development	(2,266,523,392)	(1,031,911,764)
Environmental Improvement	(3,821,068,788)	(1,739,671,361)
Water Resources and Rural Development	(4,824,244,597)	(2,196,401,224)
Information and Communication Technology	(320,006,981)	(22,757,792)
Growing the Private Sector	(723,445,197)	(329,373,000)
Reform of Government and Governance	(10,807,484,234)	(4,920,474,310)
Road	(9,789,987,432)	(3,837,973,908)
<b>Net Cash Flow from Investing Activities</b>	<b>D (62,206,743,056)</b>	<b>(27,579,546,157)</b>
<b>Financing Activities</b>		
Proceeds from Aids and Grants	4,714,083,343	952,297,297
Proceeds from External Loans	2,454,786,271	1,234,375,855
Proceeds from Internal Loans	7,503,000,000	25,300,000,000
Proceeds from Other Capital Receipts	1,376,231,707	7,719,643
Repayment of External Loans	(1,722,633,924)	(1,239,727,139)
Repayment of Internal Loans	(800,584,826)	(3,689,461,406)
Internal Loans -Interest Payment	(2,222,784,425)	(323,724,967)
<b>Net Cash Flow from Financing Activities</b>	<b>E 11,302,098,145</b>	<b>22,233,759,640</b>
<b>Net Surplus/(Deficit) for the Year</b>	<b>C+D+E=F (20,654,134,757)</b>	<b>7,297,417,614</b>
Add: Opening Balance	33,554,094,650	26,256,677,036
<b>Closing Cash Balance</b>	<b>12,899,959,893</b>	<b>33,554,094,650</b>

### STATEMENT No.2

STATEMENT OF ASSETS AND LIABILITIES  
AS AT 31ST DECEMBER 2016

	Actual 2016 =N=	Actual 2015 =N=
<b>Liquid Assets</b>		
Treasuries and Banks	12,899,959,893	33,554,094,650
<b>Sub Total</b>	<b>12,899,959,893</b>	<b>33,554,094,650</b>
<b>Investments and Other Assets</b>		
Investments	4,130,371,186	4,110,888,066
Sinking Fund Investments	-	13,413,303,745
Sinking Fund Investments 2	-	1,140,000,000
Police Reform Programme Fund	122,320,779	122,320,779
Other Treasury Clearance Accounts	83,645,794	83,645,794
Liability Over Assets	94,559,155,897	53,644,109,080
<b>Sub Total</b>	<b>98,895,493,656</b>	<b>72,514,267,464</b>
<b>Total Assets</b>	<b>111,795,453,549</b>	<b>106,068,362,114</b>
<b>Treasury Single Account (TSA) Funds</b>		
Consolidated Revenue Fund	410,719,414	1,906,212,437
Capital Development Fund	12,489,240,479	31,647,882,213
<b>Sub Total - TSA Funds</b>	<b>12,899,959,893</b>	<b>33,554,094,650</b>
<b>Liabilities</b>		
Internal Loans	31,884,205,259	25,217,215,094
External Loans	67,011,288,397	47,297,052,370
<b>Sub Total: Liabilities</b>	<b>98,895,493,656</b>	<b>72,514,267,464</b>
<b>TSA Funds and Liabilities</b>	<b>111,795,453,549</b>	<b>106,068,362,114</b>

### STATEMENT No.3

STATEMENT OF CONSOLIDATED REVENUE FUND  
FOR THE PERIOD ENDED 31/12/2016

	Actual 2016 =N=	Actual 2015 =N=	Orig Budget 2016 =N=	Final Budget 2016 =N=	Amount Variance 2016 =N=
<b>Opening Balance</b>	<b>1,906,212,437</b>	<b>14,515,921,817</b>			
Add: Revenue					
<b>Internally Generated Revenue (I.G.R)</b>					
Direct Taxes	12,525,022,029	8,532,345,572	23,172,980,934	23,172,980,934	(10,647,958,905)
Licenses	195,954,259	129,469,256	472,862,318	472,862,318	(276,908,059)
Fees	4,068,821,502	3,904,701,752	9,655,546,900	9,655,546,900	(5,586,725,398)
Fines	17,124,558	7,719,643	7,905,000	7,905,000	9,219,558
Sales	175,234,756	233,142,084	316,564,451	316,564,451	(141,329,695)
Earnings	145,344,140	86,264,463	162,698,193	162,698,193	(17,354,053)
Rent of Government Property	24,125,672	53,746,389	304,869,658	304,869,658	(280,743,986)
Rent on Government Building	272,427,717	153,644,206	1,000,370,000	1,000,370,000	(727,942,283)
Investment Income	-	12,086,103	-	-	-
Interest Earned	1,200,000,000	320,049,305	2,600,000,000	2,600,000,000	(1,400,000,000)
Re-Imbursement	4,399,952,307	124,625,245	171,805,250	171,805,250	4,228,147,057
<b>Sub Total: Internally Generated Revenue</b>	<b>23,024,006,940</b>	<b>13,557,794,017</b>	<b>37,865,602,704</b>	<b>37,865,602,704</b>	<b>(14,841,595,765)</b>
<b>Allocation from Federation Account (FAAC)</b>					
Statutory Allocation	39,821,873,822	42,175,621,498	33,795,300,000	33,795,300,000	6,026,573,822
Value Added Tax Allocation	11,005,586,257	9,596,680,636	12,626,460,737	12,626,460,737	(1,620,874,480)
<b>Sub Total: Allocation from Federation Account</b>	<b>50,827,460,079</b>	<b>51,772,302,134</b>	<b>46,421,760,737</b>	<b>46,421,760,737</b>	<b>4,405,699,341</b>
Below The Line (BTL) Receipts	59,089,910,647	67,970,042,547	-	-	-
<b>Total Revenue</b>	<b>134,847,590,102</b>	<b>147,816,060,515</b>	<b>84,287,363,441</b>	<b>84,287,363,441</b>	
<b>Less: Expenditure</b>	<b>4</b>				
Personnel Cost	(21,800,276,486)	(26,802,525,499)	31,733,980,384	31,733,980,384	9,933,703,898
Government Contribution to Pension	-	(432,077,317)	2,136,000,000	2,136,000,000	2,136,000,000
Overhead & Other Recurrent Costs	(26,243,630,420)	(18,617,561,198)	27,667,730,401	27,667,730,401	1,424,099,981
Consolidated Revenue Fund Charges	(4,799,145,233)	(4,137,255,268)	579,367,538	6,509,587,484	1,710,442,252



Service wide Vote	(207,627,101)	(274,747,456)	750,000,000	750,000,000	542,372,899
Below The Line (BTL) Payments	(49,640,188,271)	(67,970,042,547)	-	-	-
<b>Sub Total: Recurrent Expenditure</b>	<b>(102,690,897,512)</b>	<b>(118,234,209,285)</b>	<b>62,867,078,323</b>	<b>68,797,298,269</b>	
Repayment of External Loans	(1,722,633,924)	(1,239,727,139)	1,080,000,000	1,080,000,000	(642,633,924)
Repayment of Internal Loans	(800,584,826)	(3,689,461,406)	2,500,000,000	2,500,000,000	1,699,415,174
Interest on Internal Loans	(2,222,784,425)	(323,724,967)	-	2,222,784,425	-
<b>Sub Total: Loans Repayment</b>	<b>(4,746,003,176)</b>	<b>(5,252,913,512)</b>			
<b>Total Expenditure</b>	<b>(107,436,870,688)</b>	<b>(123,487,122,797)</b>			
<b>Operating Balance</b>	<b>27,410,719,414</b>	<b>24,328,937,718</b>			
Appropriation and Transfers					
Transfer to Staff Welfare Fund	-	(40,752,712)			
Transfer to Capital Development Fund	(27,000,000,000)	(20,000,000,000)	54,420,550,885	54,420,550,885	27,420,550,885
Transfer to Sinking Fund Investment	-	(1,241,972,569)			
Transfer to Sinking fund 2	-	(1,140,000,000)			
<b>Sub Total: Transfers</b>	<b>(27,000,000,000)</b>	<b>(22,422,725,281)</b>			
<b>Closing Balance</b>	<b>410,719,414</b>	<b>1,906,212,437</b>			

**STATEMENT No.4**  
**STATEMENT OF CAPITAL DEVELOPMENT FUND**  
**FOR THE PERIOD ENDED 31/12/2016**

	NOTE	Actual 2016 =N=	Actual 2015 =N=	Orig. Budget 2016 =N=	Final Budget 2016 =N=	Variance 2016 =N=
<b>Opening Balance</b>	<b>A</b>	31,647,882,213	11,740,755,219			11,740,755,219
Add Revenue: ( Capital Receipts)						
Transfer from Consolidated Revenue Fund		27,000,000,000	20,000,000,000	54,420,550,885	54,420,550,885	(27,420,550,885)
Aids and Grants		4,714,083,343	952,297,297	15,859,087,239	15,859,087,239	(11,145,003,895)
External Loans		2,454,786,271	1,234,375,855	6,016,577,789	6,016,577,789	(3,561,791,518)
Internal Loans		7,503,000,000	25,300,000,000	18,250,000,000	18,250,000,000	(10,747,000,000)
Other Capital Receipts		1,376,231,707	-	1,100,000,000	1,100,000,000	276,231,707
<b>Sub Total: Capital Receipts</b>	<b>B</b>	<b>43,048,101,321</b>	<b>47,486,673,152</b>			
<b>Total Capital Revenue Available</b>	<b>C=A+B</b>	<b>74,695,983,535</b>	<b>59,227,428,371</b>			
<b>Less: Capital Expenditure</b>						
General Public Services		(5,933,340,622.06)	(1,679,200,616)	11,479,638,917	15,415,585,501	9,482,244,879
Public Order and Safety		(605,765,809.39)	(497,719,310)	57,410,500	672,000,000	66,234,191
Economic Affairs		(25,211,375,612.91)	(11,221,854,759)	46,712,365,441	48,792,872,286	23,581,496,673
Environmental Protection		(4,203,582,412.37)	(1,739,671,361)	8,414,200,000	8,414,200,000	4,210,617,588
Housing and Community Amenities		(6,559,370,010.31)	(3,485,419,514)	6,000,000,000	6,755,000,000	195,629,990
Health		(2,699,834,104.99)	(1,439,577,979)	6,510,308,504	6,510,308,504	3,810,474,399
Recreation Culture and Religion		-	-	-	57,410,500	57,410,500
Education		(16,759,563,793.47)	(7,516,102,619)	27,989,429,588	27,317,429,588	10,557,865,795
Social Protection		(233,910,690.06)	-	1,109,323,700	1,115,355,564	881,444,874
<b>Total Capital Expenditure by Main Functions</b>	<b>D</b>	<b>(62,206,743,055.56)</b>	<b>(27,579,546,157)</b>	<b>108,272,676,650</b>	<b>115,050,161,943</b>	<b>52,843,418,888</b>
<b>Closing Balance</b>	<b>E=C+D</b>	<b>12,489,240,479</b>	<b>31,647,882,213</b>	-	-	-


**AUDIT CERTIFICATE:**

In compliance with Section 125(2) of the Constitution of the Federal Republic of Nigeria, 1999, I have examined the Accounts and Financial Statements of Kaduna State Government of Nigeria for the year ended, 31<sup>st</sup> December, 2016, which has been prepared on the basis of the significant accounting policies as prescribed in the Public Finances (control and Management) Law of 1958.

**Auditor-General's responsibility:** My responsibility is to express an opinion on these financial statements, based on the audit conducted in accordance with the auditing requirements as specified in the Audit Law (No.5) of Kaduna State of Nigeria, 2010, and in accordance with the National Auditing Standards for Public Sector Accounts in Nigeria. These standards require that we comply with ethical requirements, plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free from material misstatement(s).

**Opinion:** In the discharge of my responsibility as required by Section 125(5) of the Constitution of the Federal Republic of Nigeria, 1999, some Projects and Programmes were verified in the concept of Performance Audit.

In my opinion, projects and programmes executed were satisfactory in consideration of funds employed. Furthermore, the Financial Statements (Nos. 1-4) and related schedules give a true and fair view of the state of affairs of Kaduna State Government as at 31<sup>st</sup> December, 2016. The Financial Statements are hereby certified subject to the observations and comments contained in this report.

  
**(BOSSAN TIMOTHY AVONG)**  
Auditor-General,  
Kaduna State.

**RESPONSIBILITY FOR FINANCIAL STATEMENTS**

The Financial Statements have been prepared in accordance with the Finance (Control and Management) Act 1958, Cap 144 LFN, as amended. They equally comply with the Generally Accepted Accounting Principles (GAAP):

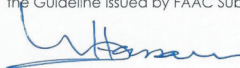
- prepared using the International Public Sector Accounting Standards – IPSAS (Cash Basis); and
- presented in the Federation Accounts Allocation Committee (FAAC) standardized Financial Statements Reporting format, as approved in 2003.

As the Accountant-General, and the State's Accounting Officer for receipts and payments of Government, I am saddled with the responsibility of general supervision of accounts and the preparation of Annual Financial Statements.

To fulfill these responsibilities, I am to ensure that proper accounting records are maintained; applicable Accounting Standards are applied; judgments and estimates made are reasonable and prudent; and internal controls procedures are instituted to provide reasonable assurances that financial transactions are validly recorded and resources are safeguarded. The Internal Control System is designed to prevent or detect fraud and irregularities.

Efforts were made to ensure that these Financial Statements reflect the true and fair view of the Financial Position of Kaduna State Government as at 31<sup>st</sup> December 2016 and its Operations for the year ended on that date. I accept responsibility for the integrity of these Financial Statements, the information contained therein, and hereby declare that they comply with the Finance (Control and Management) Act 1958, as mentioned.

The Financial Statements as verified and validated by the Auditor-General was prepared using Cash Basis IPSAS. The State has already set-in-motion the sequence of events necessary to convert these statements and the reporting infrastructure to Accrual Basis IPSAS effective 31<sup>st</sup> December, 2016. The foregoing is in line with IPSAS 33 (First Time Adoption of Accrual Basis IPSAS) and the Guideline Issued by FAAC Sub-Committee on IPSAS Implementation.

  
**WAZIRI, Umar Hassan, FCA**  
**(FRC/2014/ICAN/0000006728)**  
ACCOUNTANT GENERAL  
May, 2017