



ENUGU STATE GOVERNMENT OF NIGERIA

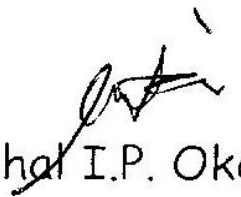
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2016

RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

These Financial Statements have been prepared in accordance with the provisions of the Finance (Control and Management) Act 1958 as amended. The Financial Statements comply with Generally Accepted Accounting Practice (GAAP).

To fulfill accounting and reporting responsibilities, the Accountant General is responsible for establishing and maintaining adequate system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and also, properly record the use of all Public Financial Resources by the government.

Efforts were made to ensure that these financial statements reflect the financial position of Government as at 31st December, 2016 and its operations for the year ended on that date.


Paschal I.P. Okolie (JP), B.Sc, MBA, MNIM, FCTI, FCNA
Permanent Secretary/Accountant General
Office of the Accountant General
Enugu State

AUDIT CERTIFICATE

GOVERNMENT OF ENUGU STATE OF NIGERIA OFFICE OF THE AUDITOR-GENERAL

Telephone: (042-258864)
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HEADQUARTERS
2 Garden Avenue
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Enugu.

Your Ref: _____

Our Ref: ENS/S.901/11/46
(Please address all letters to the Auditor-General)

9th June, 2017

AUDIT CERTIFICATE

RESPONSIBILITY OF THE ACCOUNTANT-GENERAL AND THE AUDITOR-GENERAL

The Finance (Control and Management) Act, 1958 now Cap F. 26 LFN, 2004 places responsibility on the Accountant-General of the State to prepare and submit for audit the financial report on the accounts of the Government ensuring that the financial report complies with the generally accepted accounting practice and standard. In compliance with this, the Accountant-General is responsible for establishing and maintaining adequate system of Internal Controls designed to provide reasonable assurances that transactions recorded are within the statutory authority, and that the use of all public financial resources has been properly recorded. It is the responsibility of the Auditor-General of the State, on the other hand, to express an independent opinion on the said Financial Report of the Accountant-General.

BASIS OF OPINION

I have in accordance with Section 125(2) of the Constitution of the Federal Republic of Nigeria, 1999 (as amended) and Audit Law, 2004 (Law of Enugu State), audited the accounts of Enugu State Government and was performed in accordance with the national, international and Generally Accepted Auditing Standards and Guidelines. In the course of the audit, I obtained necessary information and explanations to the best of my knowledge required for the purpose of the audit and appropriate for my independent opinion.

OPINION

In my opinion, the report of the Accountant-General together with the Financial Statements give a true and fair view of the financial transactions of Enugu State Government for the year ended 31st December, 2016.



**OKORO LIVINUS U., CPA, CNA.
AUDITOR-GENERAL**

STATEMENT NO. 1
CASH FLOW STATEMENT

	Note	Actual 2016	Actual 2015
		₦	₦
Cash Flow From Operating Activities			
Statutory Allocation		44,824,908,655.09	40,890,114,861.06
Independent Revenue	1	14,235,512,226.09	17,982,225,270.50
Total Receipts		59,060,420,881.18	58,872,340,131.56
Payments			
Compensation of Employees	2	23,796,926,469.54	23,675,810,343.40
Social Benefits	3	5,844,786,783.79	4,196,920,275.95
Overhead Costs	4	13,500,693,810.29	18,573,781,352.18
Service Wide Vote		2,244,958,985.35	3,193,097,348.55
Transfers to Sinking Fund Investment		592,366,877.99	
Total Payments		45,979,732,926.96	49,639,609,320.08
Net Cash Flow from Operating Activities		13,080,687,954.22	9,232,730,811.48
Cash Flow From Investment Activities			
Economic Empowerment Through Agriculture		577,868,079.00	996,975,872.12
Poverty Alleviation			327,471,553.24
Improvement to Human Health		518,136,261.07	1,740,767,417.87
Enhancing Skills and Knowledge		8,412,801,217.38	7,212,982,783.66
Housing and Urban Development		4,333,500.00	115,564,345.00
Environmental Improvement		458,315,204.52	640,458,943.19
Water Resources and Rural Development			80,220,406.00
Information and Communication Technology		20,216,800.00	50,000.00
Growing the Private Sector		144,673,416.65	
Reform of Government and Governance		6,730,507,921.25	5,562,392,196.69
Power		116,857,860.00	436,602,589.98
Road		8,999,842,362.98	4,714,169,212.47
Net Cash Flow from Investment Activities	5	25,983,552,622.85	21,827,655,320.22
Cash Flow from Financing Activities			
Proceeds from Aids and Grants		381,000,000.00	2,571,476,463.50
Proceeds from External Loans		1,898,041,114.17	1,135,122,457.07
Proceeds from Internal Loans		8,614,000,000.00	24,277,191,869.37
Proceeds from Other Capital Receipts		663,960,000.00	888,439,322.90
Repayment of External Loans		451,287,827.34	378,536,947.58
Repayment of Internal Loans		308,767,133.36	7,588,575,122.38
Net Cash Flow From Financing Activities		10,796,946,153.47	20,905,118,042.88
Movement in Other Cash Equivalents			
BTL Receipts	6	28,892,249,555.83	32,077,748,614.20
BTL Payments	7	22,425,021,945.42	28,486,448,201.03
Total		6,467,227,610.41	3,591,300,413.17
Net Surplus/(Deficit) for the Year		4,361,309,095.25	11,901,493,947.31
Opening Cash Balance		13,851,693,347.13	1,950,199,399.82
Closing Cash Balance	8	18,213,002,442.38	13,851,693,347.13

STATEMENT NO. 2
STATEMENT ASSETS AND LIABILITIES

	Note	Actual 2016 N	Actual 2015 N
Liquid Assets			
Treasuries and Banks	8	18,213,002,442.38	13,851,693,347.13
Sub Total		18,213,002,442.38	13,851,693,347.13
Investments and Other Assets			
Investments	9	739,111,840.70	864,637,834.35
Sinking Fund Investments		592,366,877.99	
Liability Over Assets	10	62,275,584,433.76	62,459,253,861.24
Sub Total		63,607,063,152.45	63,323,891,695.59
Total Assets		81,820,065,594.83	77,175,585,042.72
Public Funds			
Consolidated Revenue Fund	11	17,729,401,454.79	3,164,460002C802.86
Capital Development Fund	12	483,600,987.59	10,687,232,544.27
Sub Total - Public Funds		18,213,002,442.38	13,851,693,347.13
Liabilities			
Internal Loans	13	28,416,805,750.45	20,111,572,983.81
External Loans	14	22,371,035,942.08	14,078,452,761.52
Outstanding Obligations		17,146,500.00	19,146,499,594.24
Pension & Gratuities		12,802,074,959.92	9,987,366,356.02
Sub Total: Liabilities		63,607,063,152.45	63,323,891,695.59
Public Fund + Liabilities		81,820,065,594.83	77,175,585,042.72

STATEMENT NO. 3
STATEMENT OF CONSOLIDATED REVENUE FUND

	Note	Actual 2015	Actual 2016	Budget 2016	Revised Budget 2016	Variance 2016	Proposed Budget 2017	Proposed Budget 2018	Proposed Budget 2019
		₱	₱	₱	₱	₱	₱	₱	₱
Opening Balance		1,936,987,049.24	3,164,460,802.86	3,164,460,803.00	3,164,460,803.00	0.14-	17,729,401,455.00	10,524,438,415.00	
Add: Revenue									
Statutory Allocation		40,890,114,861.06	44,824,908,655.09	44,215,000,000.00	44,215,000,000.00	609,908,655.09+	55,105,266,000.00	53,228,000,000.00	60,724,000,000.00
Sub Total: Statutory Allocation		40,890,114,861.06	44,824,908,655.09	44,215,000,000.00	44,215,000,000.00	609,908,655.09+	55,105,266,000.00	53,228,000,000.00	60,724,000,000.00
Direct Taxes	16	2,684,433,346.60	5,394,966,260.37	11,383,485,000.00	11,383,485,000.00	5,988,518,739.63-	10,142,130,000.00	10,474,520,000.00	11,138,650,000.00
Licenses	17	342,994,267.02	151,355,930.40	210,880,000.00	210,880,000.00	59,524,069.60-	271,370,000.00	295,345,000.00	318,581,000.00
Fees	20	11,386,552,706.15	6,331,117,635.22	9,778,394,000.00	9,778,394,000.00	3,447,276,364.78-	9,777,246,700.00	10,743,961,800.00	11,844,726,300.00
Fines	21	47,884,752.58	10,826,912.00	620,755,000.00	620,755,000.00	609,928,088.00-	54,300,000.00	58,830,000.00	63,611,000.00
Sales	22	375,432,387.99	397,471,251.81	1,444,853,500.00	1,444,853,500.00	1,047,382,248.19-	678,674,260.00	757,400,000.00	910,860,000.00
Earnings	23	278,757,251.73	284,119,386.82	1,474,790,000.00	1,474,790,000.00	1,190,670,613.18-	3,155,753,000.00	1,910,399,000.00	2,961,722,000.00
Rent of Government Building	24	30,070,843.93	112,450,311.77	115,026,000.00	115,026,000.00	2,575,688.23-	201,690,000.00	218,445,000.00	236,132,000.00
Rent on Government Lands	25	318,842,756.90	195,832,686.97	768,400,000.00	768,400,000.00	572,567,313.03-	763,100,000.00	777,300,000.00	810,700,000.00
Repayments	26			1,107,280,000.00	1,107,280,000.00	1,107,280,000.00-			
Investment Income	27	1,439,455.00							
Interest Earned	28	93,221,158.93	130,995,059.29	238,403,600.00	238,403,600.00	107,408,540.71-	298,000,000.00	299,550,000.00	286,099,000.00
Re-Imbursement	29	257,133,303.61		320,000,000.00	320,000,000.00	320,000,000.00-	322,546,000.00	325,678,000.00	431,961,000.00
Miscellaneous	30	2,165,463,040.06	1,226,376,791.44	302,900,000.00	302,900,000.00	923,476,791.44+	322,900,000.00	360,030,000.00	383,660,000.00
Sub Total: Independent Revenue		17,982,225,270.50	14,235,512,226.09	27,765,167,100.00	27,765,167,100.00	13,529,654,873.91-	25,987,709,960.00	26,221,458,800.00	29,386,702,300.00
BTL Receipts	31	32,077,748,614.20	28,892,249,555.83			28,892,249,555.83+			
Total Revenue		92,887,075,795.00	91,117,131,239.87	75,144,627,903.00	75,144,627,903.00	15,972,503,336.87+	98,822,377,415.00	89,973,897,215.00	90,110,702,300.00
Less: Expenditure									
Personnel Cost	32	23,675,810,343.40	23,796,926,469.54	27,714,608,023.00	23,850,097,668.00	53,171,198.46+	22,060,153,505.00	23,899,248,470.00	25,828,283,588.00
Government Contribution to Pension	33								
Overhead Charges	34	18,573,781,352.18	13,500,693,810.29	10,131,539,835.00	13,686,644,066.00	185,950,255.71+	12,751,532,041.00	12,951,086,680.00	13,157,279,900.00
Consolidated Revenue Fund Charges	35	15,357,129,694.46	8,849,800,729.84	5,889,783,142.00	9,204,213,286.00	354,412,556.16+	20,386,253,454.00	9,210,494,065.00	10,410,794,165.00
BTL Payments	36	28,486,448,201.03	22,425,021,945.42			22,425,021,945.42-			
Sub Total: Recurrent Expenditure		86,093,169,591.07	68,572,442,955.09	43,735,931,000.00	46,740,955,020.00	21,831,487,935.09-	55,197,939,000.00	46,060,829,215.00	49,396,357,653.00
Total Expenditure		86,093,169,591.07	68,572,442,955.09	43,735,931,000.00	46,740,955,020.00	21,831,487,935.09-	55,197,939,000.00	46,060,829,215.00	49,396,357,653.00
Operating Balance		6,793,906,203.93	22,544,688,284.78	31,408,696,903.00	28,403,672,883.00	5,858,984,598.22-	43,624,438,415.00	43,913,068,000.00	40,714,344,647.00
Appropriation and Transfers									
Transfer to Capital Development Fund		3,629,445,401.07	4,222,919,952.00	19,361,484,000.00		4,222,919,952.00-			
Transfer to Sinking Fund			592,366,877.99			592,366,877.99-			
Sub Total: Transfers		3,629,445,401.07	4,815,286,829.99	19,361,484,000.00		4,815,286,829.99-			
Closing Balance		3,164,460,802.86	17,729,401,454.79	12,047,212,903.00	28,403,672,883.00	10,674,271,428.21-	43,624,438,415.00	43,913,068,000.00	40,714,344,647.00

STATEMENT NO. 4
STATEMENT OF CAPITAL DEVELOPMENT FUND

	Note	Actual 2015	Actual 2016	Budget 2016	Revised Budget 2016	Variance 2016	Proposed Budget 2017	Proposed Budget 2018	Proposed Budget 2019
		₱	₱	₱	₱	₱	₱	₱	₱
Opening Balance		13,212,350.58	10,687,232,544.27	10,687,232,544.00	10,687,232,544.00	0.27+	16,003,350,563.00	15,592,018,563.00	
Add Revenue:									
Transfer from Consolidated Revenue Fund		3,629,445,401.07	4,222,919,952.00	19,361,484,000.00	19,361,484,000.00	15,138,564,048.00-	33,100,000,000.00	16,000,000,000.00	19,646,486,600.00
Aids and Grants		2,571,476,463.50	381,000,000.00	5,832,794,000.00	5,832,794,000.00	5,451,794,000.00-	3,990,000,000.00	4,213,352,669.00	4,213,352,670.00
External Loans		1,135,122,457.07	1,898,041,114.17	4,698,240,000.00	4,698,240,000.00	2,800,198,885.83-			
Internal Loans		24,277,191,869.37	8,614,000,000.00	7,900,000,000.00	7,900,000,000.00	714,000,000.00+	12,000,000,000.00	5,400,000,000.00	5,400,000,000.00
Other Capital Receipts		888,439,322.90	663,960,000.00	5,952,000,000.00	5,952,000,000.00	5,288,040,000.00-	1,000,000,000.00	1,300,000,000.00	1,300,000,000.00
Sub Total: Capital Receipts		32,501,675,513.91	15,779,921,066.17	43,744,518,000.00	43,744,518,000.00	27,964,596,933.83-	50,090,000,000.00	26,913,352,669.00	30,559,839,270.00
Total Capital Revenue Available		32,514,887,864.49	26,467,153,610.44	54,431,750,544.00	54,431,750,544.00	27,964,596,933.56-	66,093,350,563.00	42,505,371,232.00	30,559,839,270.00
Less: Capital Expenditure									
General Public Services	37	5,243,459,134.28	6,275,668,675.85	5,480,993,530.00	9,825,860,830.00	3,550,192,154.15+	5,335,117,617.00	3,946,805,320.00	3,372,715,032.00
Public Order and Safety	39	252,631,577.60	29,096,998.95	466,250,000.00	475,250,000.00	446,153,001.05+	954,707,200.00	594,650,000.00	523,650,000.00
Economic Affairs	40	4,796,190,458.87	9,058,079,765.59	23,228,558,906.00	14,188,946,396.00	5,130,866,630.41+	28,182,974,860.00	17,114,223,010.00	16,170,200,000.00
Environmental Protection	41	513,322,907.81	458,315,204.52	1,238,195,680.00	549,650,890.00	91,335,685.48+	1,569,694,000.00	1,338,961,198.00	1,149,137,919.00
Housing and Community Amenities	42	2,248,483,961.06	1,068,845,430.49	3,197,837,422.00	3,519,437,422.00	2,450,591,991.51+	5,156,915,815.00	2,070,661,537.00	1,898,612,444.00
Health	43	1,479,935,974.79	507,219,261.07	2,960,145,537.00	664,627,437.00	157,408,175.93+	2,560,500,000.00	1,856,405,500.00	1,828,949,000.00
Recreation Culture and Religion	44	102,000,000.00	102,000,000.00	201,414,880.00	258,414,880.00	156,414,880.00+	313,137,789.00	416,275,000.00	293,060,000.00
Education	45	7,191,631,305.81	8,484,327,286.38	4,584,123,045.00	8,953,407,125.00	469,079,838.62+	6,266,484,719.00	6,539,114,770.00	3,756,071,928.00
Social Protection	46			86,000,000.00	2,900,000.00	2,900,000.00+	182,000,000.00	72,300,000.00	
Total Capital Expenditure by Main Functions		21,827,655,320.22	25,983,552,622.85	41,443,519,000.00	38,438,494,980.00	12,454,942,357.15+	50,521,532,000.00	33,949,396,335.00	28,992,396,323.00
Closing Balance		10,687,232,544.27	483,600,987.59	12,988,231,544.00	15,993,255,564.00	15,509,654,576.41-	15,571,818,563.00	8,555,974,897.00	1,567,442,947.00