

TABLE OF CONTENTS		
S/N	DETAILS	PAGES
A	Main Financial Statements	
i	Table of Content	i
ii	Responsibility for the Financial Statements	ii
iii	Statement of Opinion of Auditor-General	ii
iv	IPSAS Accrual Basis Accounting Policies	iii-vi
v	Statement 1 - Statement of Financial Position	1-2
vi	Statement 2 - Statement of Financial Performance	3-4
vii	Five year Financial Highlights	5
viii	Statement 3 - Cash Flow Statement	6-7
ix	Statement 1 - Statement of Changes in Net Assets/Equity	8
x	Notes to the Accounts 1 - 27	9-29
xi	Supplementary Notes 1 - 8	30-47
xii	Supplementary Notes 9a - 9b	48-59
xiii	Supplementary Notes 10 - 11	60-75
xiv	Supplementary Notes 12 - 13	76-77
xv	Complementary Notes 1 - 17	78-92
B	Performance Reports	
i	Revenue Performance Report Suppl. Note - 1	30-31
ii	Recurrent Expenditure Performance Report Suppl. Note - 2-4	32-37
iii	Capital Expenditure Performance Report Suppl. Note - 6b	41-42
iv	Periodic Bank Reconciliation Statements	-
v	Monthly Cash Advances Report	-
C	Statistical Reports	
i	Functional Report	-
ii	Programme Report	-
iii	Geo Location Report	-
D	Accrual Basis Accounting Policies	
i	Government Subvented Parastatals	93
ii	List of Bank Account Balances with MDAs	57-59
iii	Trial Balances for the period ended 30th June 2018 - SPL. 18	94
E	Graphical Representation	95-100



EDO STATE GOVERNMENT OF NIGERIA

RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Financial Statements for the year ended **31st December, 2019** at pages 1-6 and the accompanying notes contained in this booklet have been prepared in accordance with the International Public Sector Accounting Standards (**IPSAS-Accrual Basis**). Responsibility for the integrity and objectivity of the Financial Statements rests entirely with the State Government.

To fulfill accounting and reporting responsibilities, the Accountant-General is responsible for establishing and maintaining an adequate system of internal control designed to provide reasonable assurance that the transactions recorded reflect the use of all public financial resources by the Government

In my opinion, these financial statements reflect the financial position of Edo State Government as at **31st December, 2019** and its operations for the year ended on that date.

**JULIUS O. ANELU (FCA, FCTI)
ACCOUNTANT-GENERAL
EDO STATE.
16th MARCH, 2020**

AUDIT CERTIFICATE

I have examined the Statements of Financial Position, Financial Performance, Cash Flow and Changes in Net Assets/Equity together with the supporting documents of Edo State Government as at **31st December, 2019** in accordance with section 125 sub-section 2 of the Constitution of the Federal Republic of Nigeria 1999 and section 27 of Edo State Audit Law 2019. I have obtained information and explanations that I required for my audit. In my opinion, the statement of Financial Position, all other Statements and the Supporting Accounts give a true and fair view of the state of affairs of Edo State Government as at **31st December, 2019**.

**B.E. AIGBE (FCA, CPFA, FCTI, FNIM)
(FRC/2014/ICAN/00000010351)
AUDITOR-GENERAL
EDO STATE.**

OFFICE OF THE AUDITOR-GENERAL
P.M.B. 1032.
BENIN CITY.
27th April, 2020.



GENERAL PURPOSE FINANCIAL STATEMENTS (GPFS) – for the year ended 31st December 2019



Edo State Government of Nigeria General Purpose financial Statements (GPFS) Statement of Accounting Policies (IPSAS Accrual Basis)

Introduction

In line with the adoption of the International Public Sector Accounting Standards (IPSAS) in Nigeria, a Standardized National Chart of Account (NCOA) alongside a set of General Purpose Financial Statements (GPFS) have been designed and introduced for adoption in Edo State. The State commenced the adoption of IPSAS in January 2014.

The standardized COA and the GPFS have become necessary to ensure uniformity in public sector accounting reporting in Nigeria which is a fundamental prerequisite towards adopting IPSAS.

In order to ensure an effective and efficient utilization of the COA and GPFS, Accounting Policies have been developed by the state government as a set of guidelines to direct the Processes and Procedures relating to financial reporting in the state government financial statements.

The General Purpose Financial Statements (**GPFS**) comprised Statements of Financial Position, Financial Performance, Cash Flow, Net Assets/Equity and other underlying records/Accounting Policies and Notes that disclose additional information about the Revenues, Expenditures and Balances Controlled by the state government.

The Main Statements are as follows:

1. Statement 1 - Statement of Financial Position
2. Statement 2 - Statement of Financial Performance
3. Statement 3 - Statement of Cash Flow
4. Statement 4 - Statement of Net Assets/Equity

Basis of preparation and Legal Provisions

The State Government General Purpose Financial Statements are prepared under the historical cost convention and in accordance with International Public Sector Accounting Standards (IPSAS) and other applicable standards as defined by Public Financial Management/Fiscal Responsibility (PFM/FR) Law as required by the Financial Reporting Council of Nigeria. In addition, the GPFS are compliant with the provisions of the Finance (Control and Management) Act 1958 now CAP. 144LFN, 1990, the Financial Instructions (2017) and other relevant legal requirements.

1 Accounting Period

The accounting year of the State Government Financial Statements (fiscal year) is from 1st January to 31st December. Each accounting year is divided into 12 calendar months and are set up as such in the accounting system

2 Reporting Currency

The General purpose Financial Statement (GPFS) are prepared in Nigerian Naira.



GENERAL PURPOSE FINANCIAL STATEMENTS (GPFS) – for the year ended 31st December 2019



3 **MDA for Consolidation**

The Consolidation of the GPFS are based on the Financial transactions of all Ministries, Departments and Agencies (MDAs) of the state Government except Government Business Enterprises (GBEs)

4 **Comparative Information**

The General Purpose Financial Statements (GPFS) has been designed to disclose all numerical information relating to previous period (at least one year).

5 **Budget Figures**

These are figures from the approved annual budget and supplementary/Revised Budget as approved in accordance with the Appropriation Law of the State Government for the current year.

6 **Revenues**

These are cash inflows within the financial Year. They comprise receipts from

- Statutory Allocation (FAAC) and Internal Revenue.
- External Assistance (Bilateral and Multilateral Agencies), Other Aids and Grants and other borrowings,
- Capital receipts,
- Receipt from trading activities and other incomes.

These items have been disclosed at the face of the Statement of Financial Performance for the year in accordance with the standardized Notes to GPFS.

7 **Loans and Borrowings**

Receipts from loans are funds received from Internal/External sources to be paid back at an agreed period of time. External loans are categorized either as Bilateral or Multilateral. Loans received are disclosed separately under Statement of Position for the year. Which could either be short or long- term loans. Short-term loans are those repayable within one calendar year, while long-term loans are debts which fall due beyond one calendar year.

8 **Aids and Grants Received**

Aids and Grants are funds received from donor agencies, FGN and others. They are recognized in the Statement of Financial Performance when received.

9 **Interest Received**

Interests are cash inflows received within the financial year.

10 **Government Business Activities**

Cash Revenues from trading activities are received net (after deducting direct expenses), the total revenues from all trading activities are disclosed in the Statement of Financial Performance. Where gross revenue is received, corresponding payments are charged under a corresponding



GENERAL PURPOSE FINANCIAL STATEMENTS (GPFS) – for the year ended 31st December 2019



payment item in the Statement of Financial Performance.

11 **Payments**

These are Recurrent and capital cash outflows made during the financial year and are categorized either by function and/or by sector in the statement of Financial Performance and Financial Position. Expenditures of capital nature (PPE) are treated as Fixed Assets in the Statement of Financial Position in the year. At the end of the financial year, a schedule of Fixed Assets has been provided as part of the Notes to GPFS.

12 **Loans Granted**

Payments to other Governments and Agencies in form of Loans during the year have been shown separately in the Statement of Financial Position. Amount disclosed are the net amount paid during the year.

13 **Loans Payment**

Revenues from loans granted to other agencies and government are set off against the Principal Loan granted.

14 **Interest on Loans**

Actual Interest on loans and other bank commissions charged on Bank Accounts during the year have been treated as payments and disclosed under interest payment in Statement of Financial Performance.

15 **Foreign Currency transactions**

Foreign currency transactions throughout the year have been converted into Nigeria Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions. Foreign currency balances, as at the year end are translated at the exchange rates prevailing on that date.

At the end of the financial year, additional amounts (in cash or at bank) arising out of Foreign Exchange gain/losses were recognized in the statement of Financial Performance either as Revenue or Expenditures respectively.

16 **Prepayments**

Prepaid expenses are amounts paid in advance for works, goods or services and are reported as prepayments in the Statement of Financial Position.

17 **Investments**

Cash Payments made for investment purpose such as purchase of Government Stock, Treasury Bills and Certificates of Deposit are capital costs and are disclosed as purchase of financial instruments. They are separately disclosed in the GPFS Statement of Financial Position as Investment balances.

18 **Leases**

Cash payment for Finance leases, which effectively transfer to the Government substantially all the risk and benefits incidental to ownership of the leased item, are treated as capital payments which are disclosed in the Statement of Financial Position.

19 **Property, Plants & Equipments (PPE)**



GENERAL PURPOSE FINANCIAL STATEMENTS (GPFS) – for the year ended 31st December 2019



All property, Plants & Equipments (PPE) are stated at historical cost, less accumulated depreciation and any impairment losses. Historical cost includes expenditures that are directly attributable to the acquisition of the items.

The cost of an item of PPE shall comprise: its purchase price, including import and non-recurring cost and any directly attributable costs of bringing the assets to its location and working condition for its intended use. Any trade discount and rebates are deducted in arriving at the purchase price.

The following Depreciation rates shall be applicable to all PPE acquired within the financial year.

(i)	Leasehold	=	Over the term of the Lease.
(ii)	Building	=	2%
(iii)	Plants & Equipments	=	10%
(iv)	Motor Vehicles	=	20%
(v)	Office Equipments	=	25%
(vi)	Inf. technology Equipments	=	33.33%
(vii)	Furniture & Fittings	=	20%
(viii)	Roads Infrastructures	=	4%
(ix)	Intangible Assets	=	10%
(x)	Environment, Sewage & Dump site	=	5%
(xi)	Forest Reserves	=	0%

20 **Cash Balances**

These include cash at hand, at Bank and cash equivalents at the end of the financial year. These various balances have been disclosed in their respective Bank accounts.

21 **Advances**

The State Government policy specifically states that all advances shall be retired before the end of the financial year. However when circumstances occur (including an emergency) where either an advance is given out close to the financial year end or an advance already given could not be retired in the financial year such an advance (or balance outstanding) is reported in the Financial Position.

Julius O. Anelu (FCA)
Accountant-General.
Edo State
30th January 2020



GENERAL PURPOSE FINANCIAL STATEMENTS (GPFS) – for the year ended 31st December 2019



**OFFICE OF THE ACCOUNTANT GENERAL
PALM HOUSE BUILDING.
SAPELE ROAD**

Government Parastatals under subvention.

1. Edo State Broadcasting Service (EBS)
2. Bendel Newspaper Company (BNC)
3. Edo City Transport Service (ECTS)
4. Edo State Hospital Management Board (HMB)
5. Post Primary Education Board (PPEB)
6. State Universal Basic Education Board (SUBEB)
7. Ambrose Alli University, Ekpoma (AAU)
8. Edo University, Iyamho (EUI)
9. Tayo Akpata University of Education, Benin city (TAUE)
10. College of Education, Ekiadolor (CEE)
11. College of Education, Igueben (CEI)
12. College of Agriculture, Iguoriakhi (CAI)
13. College of Agriculture, Agenebode (CAA)
14. Micheal Imodu College of Physical Education, Afuze (MIPE)
15. Institute of Science & Technology, Usen (ITM)
16. Edo State Internal Revenue Service (EIRS)
17. Edo State Oil Producing Area Development Commission (EDSOPADEC)