

TARABA STATE BOARD OF
INTERNAL REVENUE

AUDITED ACCOUNTS

FOR THE YEAR ENDED
DECEMBER 31, 2019



GIWA OSAGIE, DFK & CO.
(CHARTERED ACCOUNTANTS)
NIGERIA



TARABA STATE BOARD OF INTERNAL REVENUE, JALINGO

ACCOUNTS FOR THE YEAR ENDED DECEMBER 31, 2019

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TARABA STATE BOARD OF INTERNAL REVENUE, JALINGO

ACCOUNTS FOR THE YEAR ENDED DECEMBER 31, 2019

CORPORATE INFORMATION

The following people served the Board as Management team during the period covered by our audit exercise:

1. Dr. Siman S. Ambita'a - Executive Chairman
2. Mr. Donna Dwangatti Audu - Secretary
3. Mr. Emmanuel Lodiya - Director of Finance
4. Mrs. Dorathy E. Tuktur - Director Assessment
5. Alhaji Mohammed S. Bello - Director Monitoring & Compliance
6. Mr. Manasseh M. Zando - Road Tax Administration
7. Alhaji Bala Abdulkadir - Director Planning Research &
Statistics
8. Mr. Felix U. Manthy - Director Tax Audit and Special
Investigations
9. Mr. Joseph M. Sika - Director PAYE
10. Mr. Bala Nyatse - Director Collection & Accounting
11. Mr. Salove Umar - Director other Taxes

TARABA STATE BOARD OF INTERNAL REVENUE, JALINGO
ACCOUNTS FOR THE YEAR ENDED DECEMBER 31, 2019

(b) **PRINCIPAL OFFICERS**

Dr. Siman S. Ambita'a	-	Executive Chairman
Donna Dwangatti Audu	-	Secretary
Emmanuel Lodiya	-	Accountant

(c) **BANKERS**

Zenith International Bank Plc

First Bank of Nigeria Plc

Skye Bank Plc

UBA Plc

FCMB Plc

Access Bank Plc

(d) **AUDITORS**

MESSRS GIWA – OSAGIE DFK, & CO.,
(Chartered Accountants)
Formal Federal Mortgage Bank Building,
P.O Box 910
Jimeta – Yola.



GIWA-OSAGIE, DFK & CO.

(CHARTERED ACCOUNTANTS)

(A MEMBER OF ICAN PUBLIC PRACTICE SECTION)

CAC No. (BN)===506839===



YOLA OFFICE:

1, Bishop Street,
Adamawa Homes House (2nd Floor)
P.O. Box 910, Jimeta, Yola,
Adamawa State,
Tel: 08034509541, 08038269164
E-mail: ayoobadan@yahoo.com
odesolamike@gmail.com

ABUJA OFFICE:

6, Groove Lane,
Suncity Estate, Abuja
P.M.B 12955 (Wuse Zone 3 Post Office)
Tel: 08034509541, 08036009601
E-mail: ayoobadan@gmail.com
jkakwa@yahoo.com

AUDITORS' REPORT TO THE BOARD MANAGEMENT OF THE TARABA STATE BOARD OF INTERNAL REVENUE, JALINGO

We have audited the Financial Statements of the Taraba State Board of Internal Revenue, Jalingo for the year ended 31st December, 2019 as set out on page 6 to 15 which have been prepared on the basis of accounting policies set out on page 5.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS

The company's Directors are responsible for the preparation of the Financial Statements. It is our responsibility to form an independent opinion based on our audit, on those statements and to report our opinion to you.

Statements audited by us

The Taraba State Board of Internal Revenue Financial Statements comprise of:

- The Statement of Financial Position as at 31 December, 2018
- The Statements of Income and Expenditure for the year ended
- The Statement of cash flow for the year then ended
- The notes to the Financial Statements which include a summary of significant accounting policies.

BASIS OF OPINION

We have conducted our audit in accordance with general accepted Auditing standards. An audit includes examination, on test basis of evidence relevant to the amounts and disclosures in the Financial Statements. It also includes an assessment of the significant estimates and judgments made by Directors in the preparation of the Financial Statements, and whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.



PARTNERS:

R.O.V. Giwa - Osagie, OON. (Chairman), R.E.Y. Giwa - Osagie (C.E.O),
F. A. E. Obadan, Y. Raji, V.E. Sagay, M.E. Ogbomo

Offices also at: Lagos and Benin

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary to provide us with sufficient evidence to give a reasonable assurance that the Financial Statements are free from material mis-statement, whether caused by fraud, other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the Financial Statements.

We have examined all the Books of Accounts of the Board and have obtained all the information and explanations which we considered necessary. The Accounts are in agreement with the Books of Accounts which in our opinion were properly kept.

OPINION

In our opinion, the Financial Statements give a true and fair view of the state of the Board's Affairs as at 31st December, 2019 and surplus and the cash flow statements for the year ended on that date and comply with the companies and allied Matters Decree 1990.

Giwa - Osagie DFK & Co.

GIWA – OSAGIE, DFK & CO.

(CHARTERED ACCOUNTANTS)

YOLA – NIGERIA



Date: 24-06-2020

TARABA STATE BOARD OF INTERNAL REVENUE, JALINGO

ACCOUNTS FOR THE YEAR ENDED DECEMBER 31, 2019

1. **ACCOUNTING POLICIES**

a. Basis of Preparation of Account

The Board's Accounts are prepared on the historical cost convention of accounting. No adjustment has been made to reflect the impact of specific or general changes in the level of prices. The accrual basis of accounting is also applied in the preparation of the accounts.

b. Depreciation

Depreciation of Fixed Assets has been calculated using straight line method to write off their cost on equal annual installments over their useful lives at the following rates:


Buildings	-	4%
Furniture & Fittings	-	10%
Palnt and Machinery	-	15%
Computers and Printers	-	25%
Motor Vehicles	-	25%


c. INCOME

Credit is taken for all income and revenue received by the Board during the period. No credit is taken for any outstanding income at the end of the period.

TARABA STATE BOARD OF INTERNAL REVENUE, JALINGO
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2019

	NOTE	2019 N	2018 N
<u>ASSETS</u>			
Non - Current Assets	2	<u>67,131,161</u>	<u>37,686,063</u>
<u>Current Assets</u>			
Inventory	3	-	-
Receivable & Prepayments	4	750,000	-
Cash and Bank	5	<u>225,990,215</u>	<u>165,763,828</u>
		<u>293,871,376</u>	<u>165,763,828</u>
<u>Less Current Liabilities</u>			
Payables and Accruals	6	<u>3,000,000</u>	<u>1,500,000</u>
		<u>3,000,000</u>	<u>1,500,000</u>
Net Current Assets		<u>223,740,215</u>	<u>164,263,828</u>
Total Assets		<u>276,371,476</u>	<u>201,949,891</u>
<u>FINANCED BY:</u>			
Capital Grant	7	11,680,356	11,680,356
Accumulated Fund	8	<u>282,191,020</u>	<u>190,269,535</u>
		<u>293,871,376</u>	<u>201,949,891</u>


 EXECUTIVE CHAIRMAN *26/06/2020*


 ACCOUNTANT *26/6/2020*

TARABA STATE BOARD OF INTERNAL REVENUE, JALINGO
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2019

	<u>Note</u>	2019	2018
		N	N
<u>INCOME</u>	9	528,897,478	460,423,688
Revenue	16	22,688,586	6,278,945
Other Income		<u>551,586,064</u>	<u>495,209,086</u>
<u>Less EXPENDITURE FOR THE YEAR:</u>			
Depreciation	2	7,191,017	6,819,533
Staff Cost	10	186,082,335	186,620,412
Financial Charges	11	7,896	7,896
Repairs and Maint. Of Assets	12	14,188,017	13,115,210
Administrative Expenses	13	<u>293,902,564</u>	<u>257,445,738</u>
Total Expenditure		<u>(526,087,368)</u>	<u>(464,008,789)</u>
Surplus/Deficit for the year		<u>25,498,696</u>	<u>2,693,844</u>

TARABA STATE BOARD OF INTERNAL REVENUE, JALINGO
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED DECEMBER 31, 2019

<u>CASH FLOW FROM</u>	2019	2018
<u>OPERATING ACTIVITIES</u>	N	N
Surplus /(Deficit)	25,498,696	2,693,844
<u>ADJUSTMENT OF ITEMS NOT INVOLVING MOVEMENT OF FUNDS</u>		
Depreciation	<u>8,691,117</u>	<u>6,819,533</u>
Cash generated from operation	34,189,813	9,513,377
<u>CHANGES IN WORKING CAPITAL</u>		
Increase/Decrease in Stock	-	-
Increase/Decrease in Debtors and Prepayments	64,172,789	(2,994,933)
Increase/Decrease in Liabilities	-	<u>(1,693,289)</u>
Amount generated from Operating Activities	98,362,602	14,201,599
<u>CASHFLOW FROM FINANCING ACTIVITIES</u>		
Terms of Loan	-	-
Terms of Loan Repayment	-	-
Terms Interest Repayment	-	-
Capital Fund Injected during the Year	-	-
	<u>98,362,602</u>	<u>14,201,599</u>
<u>CASHFLOW FROM INVESTING ACTIVITIES</u>		
Fixed Assets	<u>(38,136,215)</u>	<u>(5,000,000)</u>
Increase/Decrease in cash & Cash Equivalent	60,226,387	-
Cash & Cash equivalent as at 1.1.2018	<u>165,763,828</u>	<u>9,201,599</u>
Cash and Cash Equivalent as at 31.12.2018	<u>225,990,215</u>	<u>165,763,828</u>

TARABA STATE BOARD OF INTERNAL REVENUE, JALINGO
NOTES TO THE ACCOUNT (CONT'D)
FOR THE YEAR ENDED DECEMBER 31, 2019

2 NON - CURRENT ASSETS SCHEDULE

<u>COST</u>	<u>TOTAL</u> N	<u>OFFICE</u> <u>EQUIPMENTS</u> N	<u>FURNITURE &</u> <u>FITTINGS</u> N	<u>PLANT &</u> <u>MACHINERY</u> N	<u>BUILDINGS</u> N	<u>MOTOR</u> <u>VEHICLES</u> N
As at Jan 1, 2019	64,574,276	6,107,750	2,233,056	14,177,000	36,256,470	10,800,000
Additions during the year	38,136,215	10,000,000	-	-	15,136,215	13,000,000
As at December 31, 2019	<u>107,710,491</u>	<u>16,107,750</u>	<u>2,233,056</u>	<u>14,177,000</u>	<u>51,392,685</u>	<u>23,800,000</u>
DEPRECIATION						
As at Jan 1, 2019	31,888,213	6,107,650	2,232,956	6,379,650	6,368,057	10,799,900
Charge for the year	8,691,117	1,500,100	-	2,126,550	1,814,467	3,250,000
As at December 31, 2019	<u>40,579,330</u>	<u>7,607,750</u>	<u>2,232,956</u>	<u>8,506,200</u>	<u>8,182,524</u>	<u>14,049,900</u>
NET BOOK VALUE						
As at December 31, 2019	<u>67,131,161</u>	<u>8,500,000</u>	<u>100</u>	<u>5,670,800</u>	<u>43,210,161</u>	<u>9,750,100</u>
As at December 31, 2018	<u>37,686,063</u>	<u>100</u>	<u>100</u>	<u>7,797,350</u>	<u>29,888,413</u>	<u>100</u>

TARABA STATE BOARD OF INTERNAL REVENUE, JALINGO
NOTES TO THE ACCOUNTS (CONT'D)
FOR THE YEAR ENDED DECEMBER 31, 2019

	2019	2018
	N	N
3		
<u>INVENTORY</u>		
Balance of store items at the year end	-	-
4		
<u>ACCOUNTS RECEIVABLE & PREPAYMENTS</u>		
Purchase Advances	-	-
Rent Prepaid	<u>750,000</u>	-
5		
<u>CASH AND BANK</u>		
Access Bank Plc	112,861,277	-
First Bank of Nigeria Plc	19,620,821	8,252,340
Zenith Bank Plc	59,817,162	38,997,146
Polaris Bank Plc	12,010,017	8,143,639
FCMB Plc	8,982,919	777,667
UBA Plc	<u>12,698,019</u>	<u>109,593,036</u>
	<u>225,990,215</u>	<u>165,763,828</u>
6		
<u>CURRENT LIABILITIES</u>		
Audit Fees	<u>3,000,000</u>	<u>1,500,000</u>
7		
<u>CAPITAL FUNDS</u>		
Capital Funds	<u>11,680,356</u>	<u>11,680,356</u>
	<u>11,680,356</u>	<u>11,680,356</u>
8		
<u>ACCUMULATED FUNDS</u>		
As at January, 2017	190,269,535	79,892,526
Surplus/(Deficit) as at 31 Dec. 2017	25,498,696	2,693,844
Movement in Accumulated Fund	<u>66,422,789</u>	<u>107,683,165</u>
Balance as at 31 December	<u>282,191,020</u>	<u>190,269,535</u>

TARABA STATE BOARD OF INTERNAL REVENUE, JALINGO
NOTES TO THE ACCOUNTS (CONT'D)
FOR THE YEAR ENDED DECEMBER 31, 2019

	2019	2018
	N	N
9 <u>INCOME</u>		
Staff Salaries	173,538,710	175,293,082
Overheads	-	-
Revolving Funds (Note 16)	22,688,586	6,278,945
Share of IGR	332,670,182	285,130,606
Sales of Number Plates	-	22,227,508
Other Income	-	-
	<u>528,897,478</u>	<u>488,930,141</u>
10 <u>STAFF COSTS</u>		
Salaries and Allowances	173,538,710	175,293,082
Daily Rated Staff Allowances	8,832,000	8,832,000
Staff Training and Development	3,311,625	2,462,500
Medical Expenses	4,000,000	32,830
	<u>186,082,335</u>	<u>186,620,412</u>

Salaries and Allowances paid to the Board's confirmed staff were paid by the Taraba State Government directly into employees bank accounts.

TARABA STATE BOARD OF INTERNAL REVENUE, JALINGO
NOTES TO THE ACCOUNTS (CONT'D)
FOR THE YEAR ENDED DECEMBER 31, 2019

	2019	2018
	N	N
13 <u>ADMINISTRATIVE EXPENSES</u>		
Transport and Travelling	27,707,630	16,932,700
Telephone and Postal Services	134,170	14,410
Entertainment and Hospitality	465,000	598,800
Utilities Services	253,000	233,810
Stationeries Computer Consumables	35,648,255	18,928,745
Printing and Publication	158,534,506	167,754,769
Consultancy and Professional dues	7,118,543	4,185,000
Security Services	704,000	847,600
Advertisement and Publicity	3,559,975	2,584,359
Fuel and Diesel Consumption	8,995,232	14,810,469
Staff Welfare	16,904,500	11,580,000
Subscription to Professional bodies	-	2,170,860
Office rent	4,410,000	3,457,600
Legal Expenses	1,676,000	2,439,000
Internet Subscription	1,001,000	906,300
Miscellaneous Expenses	-	32,830
VAT & WHT to Fed. Govt.	-	-
Media Publicity	-	-
Honourarium & Sitting Allowances	1,932,000	1,396,000
Books Newspaper & Periodicals	52,500	466,000
Printing of Security Documents	24,800,750	13,099,959
Bank Charges	5,503	6,527
	<u>293,902,564</u>	<u>257,445,738</u>

TARABA STATE BOARD OF INTERNAL REVENUE, JALINGO
NOTES TO THE ACCOUNTS (CONT'D)
FOR THE YEAR ENDED DECEMBER 31, 2019

	2019	2018
	₦	₦
14		
<u>STATE GOVERNMENT</u>		
<u>REVENUE COLLECTION FOR</u>		
<u>THE PERIOD</u>		
PAYE and withholding Tax	3,387,238,853	2,693,221,479
Other Income	184,655,974.27	123,780,785
Income from MDAs (Appendix)	<u>2,961,211,620</u>	<u>2,739,376,842</u>
	6,533,106,447.27	5,556,379,106
Less Share of IGR by TBIR (see note 9)	(332,670,182)	(285,130,606)
Remittance to State to State		
Treasury	<u>6,200,436,265.27</u>	<u>5,271,248,500</u>
15		
<u>REVOLVING FUNDS ACCOUNT</u>		
National Plate Number	23,023,000	22,227,508
National Driving Licence And Learner Permit	9,430,625	12,895,995
Other Income	<u>14,950,500</u>	<u>7,490,619</u>
	47,404,125	42,614,122
Less cost of producing Plate Number/Driving Licences (see note 11)	(24,715,539)	(36,335,177)
Surplus transferred to		
Revenue Account	<u>22,688,586</u>	<u>6,278,945</u>