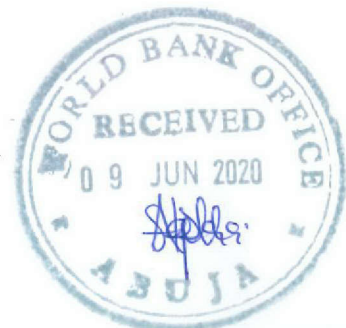


TARABA STATE GOVERNMENT OF NIGERIA

NIGERIA STATE HEALTH INVESTMENT PROJECT (NSHIP)
WORLD BANK (IDA) CREDIT NO. 58510

FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

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TARABA STATE GOVERNMENT OF NIGERIA
NIGERIA STATE HEALTH INVESTMENT PROJECT (NSHIP)
WORLD BANK (IDA) CREDIT NO. 58510

FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

CORPORATE INFORMATION

PROJECT/IMPLEMENTATION UNIT (PIU)

Dr. Ubanus Ezekiel	-	Project Coordinator
Filibus Adamu	-	Monitoring and Evaluation
Gaius Danjuma	-	Project Accountant
Samaila Joshua Dimuti	-	Waste Manager
Eric Bohang Nkumsar	-	Procurement
Umar Mafindi	-	ICT
Emmanuel Sambo	-	Technical Assistant
Joy Elisha	-	Technical Assistant
Kamal Afolabi	-	Technical Assistant
Babangida Kawu	-	Assistant Project Accountant
Halima Sa'ad	-	Finance Officer

BANKERS

Zenith Bank Plc.

Jalingo

EXTERNAL AUDITORS

Sunny Okon & Co.

(Chartered Accountants)

94 Moh'd Mustapha Way

P.O Box 514

Jimeta Yola

GSM: 08055635688, 08035770136

E-mail: chiefokon@sunnyokonandco.com; sunnyokonandco@gmail.com

Website: www.sunnyokonandco.com

REPORT OF THE AUDITORS TO THE HEAD, TARABA STATE PROJECT FINANCIAL MANAGEMENT UNIT (PFMU) ON THE FINANCIAL STATEMENTS OF THE WORLD BANK ASSISTED NIGERIAN STATE HEALTH INVESTMENT PROJECT FOR THE YEAR ENDED DECEMBER 31, 2019. (58510)

We have audited the accompanying project financial statements of the Nigeria State Health Investment Project, for the year ended December 31, 2019 prepared on the basis of the accounting policies on page 3. The project is financed by the IDA, credit number 58510.

Respective responsibilities of the Project Management and Independent Auditors:

The Project Implementation Unit (PIU) coordinates the activities of the project and is as such, responsible for the preparation of the financial statements. It is our responsibility as auditors to express an independent opinion, based on our audit, on these financial statements and to report our opinion to you.

Basis of Opinion

We conducted our audit in accordance with International Standards on Auditing, issued by the International Federation of Accountants, and World Bank guidelines. These standards and World Bank guidelines require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatement. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the estimates and judgments made by the project officers in the preparation of the financial statements, and whether the accounting policies are appropriate to the project circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free of material misstatements, whether cause by fraud, other irregularity or error. Informing our opinion, we also evaluated the overall adequacy of the presentation of the financial statements.

Opinion

In our opinion, the **Project Financial Statements** give a true and fair view of the financial position and of the cash flows of Nigeria State Health Investment Project, for the year ended December 31, 2019, in accordance with International Accounting Standards.

The **Statement of Expenditure (SOE)** are in agreement with the books of account and adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditures incurred; and which expenditures are eligible for financing under the credit agreement.

The **Statement of Special Account (SA)** of the project on page 6 have been prepared on the basis of cash deposits and withdrawals for purpose of complying with the credit agreement and give a true and fair view of the beginning and ending balance and the account activity for the year ended December 31, 2019.



For; **SUNNY OKON & CO**
(Chartered Accountants)
Yola, Nigeria
29th May, 2020

Engagement Partner: **Sunday Sampson Okon** FCA, MBA.
(FRC/2014/ICAN/00000007288)



TARABA STATE GOVERNMENT OF NIGERIA

NIGERIA STATE HEALTH INVESTMENT PROJECT (NSHIP)
WORLD BANK (IDA) CREDIT NO. 58510

STATEMENT OF ACCOUNTING POLICIES

The following are the significant accounting policies adopted by the Project in the preparation of its financial statements.

a. **Accounting Convention**

The accounts of the project are prepared under the historical cost convention. No adjustments are made in respect of any changes in specific or general price levels.

b. **Basis of Accounting**

The financial statements of the project are prepared on cash basis and no income statement is prepared because it is non-revenue earning.

c. **Non-Current Assets**

(i). Items intended for use over a period exceeding one accounting year and whose value per unit is not below ₦100,000 are classified as Non-Current Assets.

(ii). Items intended for use over a period exceeding one accounting year but with unit cost below ₦100,000 are classified as Special Project Assets.

(iii). All Non-Current Assets and Special Project Assets are recorded in the Non-Current Assets and Special Project Assets Registers respectively.

(iv). No depreciation is charged on fixed assets as there are no revenues to match and because the accounts are on cash basis.


d. **Foreign Currency**

Foreign currencies are converted to Naira at the rates ruling at dates of the transactions. End of period balances in foreign currency are converted to Naira at the rate ruling at the last date of the period, while gains and losses resulting from such conversions are aggregated and recognized in the period they arise.

TARABA STATE GOVERNMENT OF NIGERIA
NIGERIA STATE HEALTH INVESTMENT PROJECT (NSHIP)
WORLD BANK (IDA)

STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 2019

		DECEMBER 2019 N	DECEMBER 2018 N
Non-Current Assets	NOTES 1	155,899,008	80,559,337
Special Project Assets	2	7,841,821	6,038,072
Development Expenditure	3	1,465,172,227	369,843,893
Cash and Cash Equivalent	4	<u>322,656,053</u>	<u>461,041,422</u>
Total Assets		<u>1,951,569,109</u>	<u>917,482,724</u>
 <u>FINANCED BY:</u>			
Project Funding	5	<u>1,951,569,109</u>	<u>917,482,724</u>



.....
Project Coordinator



.....
Head PFMU

.....
Director General Nigeria State Health Investment Project

TARABA STATE GOVERNMENT OF NIGERIA
NIGERIA STATE HEALTH INVESTMENT PROJECT (NSHIP)
WORLD BANK (IDA)

STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

	NOTES	DECEMBER 2019 N	DECEMBER 2018 N	Cummulative N
Opening Balance		461,041,422	-	-
<u>RECEIPTS</u>				
International Development Association		1,034,086,385	917,482,724	1,951,569,109
Total Receipts		<u>1,495,127,807</u>	<u>917,482,724</u>	<u>1,951,569,109</u>
<u>PAYMENTS:</u>				
Goods		95,244,025	76,330,773	171,574,798
Minor Works		144,465,607	55,712,000	200,177,607
Subsidies		570,829,876	-	570,829,876
Consultant Services/Training		327,190,946	286,780,247	613,971,193
Operating Cost		39,062,254	36,587,546	75,649,800
Total payments		<u>1,176,792,708</u>	<u>455,410,566</u>	<u>1,632,203,274</u>
Surplus of Receipts over Payments		318,335,099	462,072,157	319,365,835
Exchange Difference		4,320,954	(1,030,735)	3,290,219
Closing Balance		<u>322,656,053</u>	<u>461,041,422</u>	<u>322,656,054</u>

TARABA STATE GOVERNMENT OF NIGERIA
NIGERIA STATE HEALTH INVESTMENT PROJECT (NSHIP)
WORLD BANK (IDA)

STATEMENT OF SPECIAL ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2019

Account Number: 5070563099
 Bank: Zenith Bank Plc
 Address: Jalingo, Taraba State
 Currency: Us Dollar (\$)

	DECEMBER 2019 \$	DECEMBER 2018 \$	Cumulative \$
Opening Balance	1,299,976.89	-	-
ADD:			
IDA Replenishment(Note 16)	<u>2,997,346.05</u>	<u>2,867,133.51</u>	<u>5,864,479.56</u>
	<u>4,297,322.94</u>	<u>2,867,133.51</u>	<u>5,864,479.56</u>
DEDUCT:			
Payments (Transfer to drawdown A/C)	3,345,011.97	1,504,904.20	4,849,916.17
Direct Payments from Special Account	33,673.20	62,141.00	95,814.20
Service Charges	168.38	111.42	279.80
Total Payments	<u>3,378,853.55</u>	<u>1,567,156.62</u>	<u>4,946,010.17</u>
Closing Balance	<u>918,469.39</u>	<u>1,299,976.89</u>	<u>918,469.39</u>

TARABA STATE GOVERNMENT OF NIGERIA
NIGERIA STATE HEALTH INVESTMENT PROJECT (NSHIP)
WORLD BANK (IDA)

STATEMENT OF EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 2019

<u>W/NO</u>	<u>Goods, Consultant Service & Training</u>	<u>Operating Cost</u>	<u>Works</u>	<u>Subsidies</u>	<u>\$</u>	<u>N</u>
008	63,880,714	-	-	147,624,120	613,057.49	211,504,834
003	120,112,425	-	38,830,210	-	460,703.29	158,942,635
004	-	-	-	25,874,382	74,998.21	25,874,382
005	-	1,923,416	-	-	5,575.12	1,923,416
006	98,125,600	-	-	102,497,137	581,515.18	200,622,737
017	-	10,978,426	22,914,229	-	98,239.61	33,892,655
019	-	-	-	31,083,824	90,098.04	31,083,824
020	-	5,060,156	-	-	14,667.12	5,060,156
021	-	-	-	5,884,306	17,055.96	5,884,306
022	-	957,910	-	-	2,776.55	957,910
023	<u>140,316,232</u>	<u>20,142,346</u>	<u>82,721,168</u>	<u>279,253,250</u>	<u>1,514,298.54</u>	<u>522,432,996</u>
	<u>422,434,971</u>	<u>39,062,254</u>	<u>144,465,607</u>	<u>592,217,019</u>	<u>3,472,985.11</u>	<u>1,198,179,851</u>

TARABA STATE GOVERNMENT OF NIGERIA
NIGERIA STATE HEALTH INVESTMENT PROJECT (NSHIP)
WORLD BANK (IDA)

NOTE TO THE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2019

	2019	2018
	N	N
1 NON-CURRENT ASSETS		
Plant and Machinery (<i>Note 1a</i>)	4,309,500	4,309,500
Motor Vehicle (<i>Note 1b</i>)	136,574,725	63,600,525
Computer and Accessories (<i>Note 1c</i>)	15,014,783	12,649,312
	<u>155,899,008</u>	<u>80,559,337</u>
(a) PLANT AND MACHINERY		
30KVA Generator	4,309,500	4,309,500
	<u>4,309,500</u>	<u>4,309,500</u>
(b) MOTOR VEHICLE		
3Nos Toyota Hilux	63,600,525	63,600,525
1Nos Toyota Hilux	22,223,500	-
2Nos Buses (Mobile clinic)	50,750,700	-
	<u>136,574,725</u>	<u>63,600,525</u>
(c) COMPUTERR AND ACCESSORIES		
	15,014,783	12,649,312
	<u>15,014,783</u>	<u>12,649,312</u>
2 SPECIAL PROJECT ASSETS		
Furniture and Fittings (<i>Note 2a</i>)	3,828,071	3,828,071
Equipments (<i>Note 2b</i>)	4,013,750	2,210,001
	<u>7,841,821</u>	<u>6,038,072</u>
(a) FURNITURE AND FITTINGS		
Chairs, tables and cushions	3,828,071	3,828,071
	<u>3,828,071</u>	<u>3,828,071</u>
(b) EQUIPMENTS		
Data tools	4,013,750	2,210,001
	<u>4,013,750</u>	<u>2,210,001</u>

**TARABA STATE GOVERNMENT OF NIGERIA
NIGERIA STATE HEALTH INVESTMENT PROJECT (NSHIP)
WORLD BANK (IDA)**

**NOTE TO THE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

	2019	2018
	N	N
3 DEVELOPMENT EXPENDITURE		
Balance brought forward	369,843,943	-
Goods (Note 3a)	95,244,025	76,330,773
Minor Works (Note 3b)	67,322,137	55,712,000
Subsidies (Note 3c)	570,829,876	-
Consultancy, Workshops/Training (Note 3d)	327,190,946	200,182,889
Operational Cost (Note 3e)	39,062,254	36,587,546
Exchange Loss/Gain (Note 7)	<u>(4,320,954)</u>	<u>1,030,735</u>
Balance Carried Forward	<u>1,465,172,227</u>	<u>369,843,943</u>
(a) GOODS		
Supply of Equipments to Facilities	<u>95,244,025</u>	<u>76,330,773</u>
	<u>95,244,025</u>	<u>76,330,773</u>
(b) MINOR WORKS		
Sundries	<u>67,322,137</u>	<u>55,712,000</u>
	<u>67,322,137</u>	<u>55,712,000</u>
(c) SUBSIDIES		
Sundries	<u>570,829,876</u>	<u>-</u>
	<u>570,829,876</u>	<u>-</u>
(d) CONSULTANCY, WORKSHOPS AND TRAINING		
Consultant Services	278,446,322	42,400,621
Incentives	-	28,935,000
Workshop/Training	<u>48,744,624</u>	<u>128,847,268</u>
	<u>327,190,946</u>	<u>200,182,889</u>
(e) OPERATIONAL COST		
Transport and Travelling	8,144,519	16,062,221
Contribution to PFMU	1,500,000	2,500,000
Office Rent	-	5,220,000
Insurance	-	4,822,080
Entertainments and Hospitality	15,628,420	3,496,500
Stationeries and Printing	3,250,815	1,110,345
Security	3,140,500	1,026,000
Media and Publicity	<u>7,398,000</u>	<u>2,350,400</u>
Balance Carried Forward	<u>39,062,254</u>	<u>36,587,546</u>
4 CASH AND CASH EQUIVALENTS		
Zenith Bank Plc - Special A/c	316,871,940	448,492,027
Zenith Bank Plc - DrawDown A/c	<u>5,784,113</u>	<u>12,549,395</u>
	<u>322,656,053</u>	<u>461,041,422</u>
5 PROJECT FUNDING		
Balance brought forward	917,482,724	-
IDA Funds	<u>1,034,086,385</u>	<u>917,482,724</u>
Balance Carried Forward	<u>1,951,569,109</u>	<u>917,482,724</u>

TARABA STATE GOVERNMENT OF NIGERIA
NIGERIA STATE HEALTH INVESTMENT PROJECT (NSHIP)
WORLD BANK (IDA)

NOTE TO THE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2019

6 RECEIPTS

<u>Date</u>	<u>Particular</u>	<u>IDA \$</u>	<u>Special IDA (N)</u>	<u>Total (N)</u>
14/01/2019	IDA Transfer	236,938.01	81,743,613	81,743,613
15/01/2019	IDA Transfer	338,876.75	116,912,479	116,912,479
29/01/2019	IDA Transfer	462,844.72	159,681,428	159,681,428
11/4/2019	IDA Transfer	613,057.49	211,504,834	211,504,834
9/7/2019	IDA Transfer	460,703.29	158,942,635	158,942,635
9/7/2019	IDA Transfer	74,998.21	25,874,382	25,874,382
10/9/2019	IDA Transfer	5,575.12	1,925,416	1,925,416
5/9/2019	IDA Transfer	581,515.18	200,622,737	200,622,737
9/9/2019	IDA Transfer	98,239.61	33,892,665	33,892,665
16/10/2019	IDA Transfer	90,098.04	31,083,824	31,083,824
16/10/2019	IDA Transfer	14,667.12	5,060,156	5,060,156
4/11/2019	IDA Transfer	2,776.55	957,910	957,910
4/12/2019	IDA Transfer	<u>17,055.96</u>	<u>5,884,306</u>	<u>5,884,306</u>
		<u>2,997,346.05</u>	<u>1,034,086,385</u>	<u>1,034,086,385</u>

TARABA STATE GOVERNMENT OF NIGERIA
NIGERIA STATE HEALTH INVESTMENT PROJECT (NSHIP)
WORLD BANK (IDA)

NOTE TO THE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2019

7 EXCHANGE DIFFERENCE

\$	<u>Received</u> Rate N	<u>Amount</u> (A) N	<u>Withdrawal</u> Rate N	<u>Amount</u> (B) N	<u>Difference</u> N
353,623.19	345.00	122,000,001	345.00	122,000,001	-
199,000.00	345.00	68,655,000	345.00	68,655,000	-
181,217.40	345.00	62,520,003	345.00	62,520,003	-
45,690.74	345.00	15,763,305	345.00	15,763,305	-
74,616.70	345.00	25,742,762	345.00	25,742,762	-
325,113.64	345.00	112,164,206	345.00	112,164,206	-
9,853.00	345.00	3,399,285	345.00	3,399,285	-
59,887.70	345.00	20,661,257	345.00	20,661,257	-
154,687.31	345.00	53,367,122	343.00	53,057,747	309,375
165,094.83	345.00	56,957,716	343.00	56,627,527	330,189
44,598.88	345.00	15,386,614	343.00	15,297,416	89,198
686,505.23	345.00	236,844,304	343.00	235,471,294	1,373,010
191,121.78	345.00	65,937,014	343.00	65,554,771	<u>382,243</u>
Special Account Closing Balance					2,484,015
Net Exchange Difference					<u>1,836,939</u>
					<u>4,320,954</u>