

KOGI STATE GOVERNMENT OF NIGERIA
OFFICE OF THE STATE ACCOUNTANT GENERAL
STATE SECRETARIAT LOKOJA

REPORT ON THE UTILIZATION OF ₦10,000,000,000.00 SALARY
BAILOUT FUND

Background

As a result of dwindling revenue accruing to States from the Federation Account Allocation Committee (FAAC), in late 2014, most of the States in Nigeria were unable to meet their obligations as at when due including payment of Salaries to the Civil Servants. In 2015, Kogi State Government was already owing salary arrears to her workers for Four (4) cumulating over N10Billion, while the situation of the Twenty One (21) Local Governments were worst off as arrears of Salaries range from 10 to 11 months.

In order to reduce the outcry from across the States as result of non-payment of Salaries, the Federal Government negotiated a bailout loan arrangement for the 36 States. The then administration in Kogi State applied for ₦50 Billion (Fifty Billion Naira) for both State and the 21 Local Governments. However, were unable to access any amount for inability to meet the conditions precedent to drawdown

The current administration of Alhaji Yahaya Bello put machinery in place and on 20th of May 2016, the State was able to access the sum of ₦20,000,000,000 (Twenty Billion Naira Only), out of which the State and the Local Government Areas shared ₦10,000,000,000 (Ten Billion Naira only) each. The entire Fund was credited into Kogi State Salary Arrears Bailout Account number 1014673585 domicile with Zenith Bank Plc. The portion belonging to the Local Government was thereof transferred to their Joint Salary Account with Access Bank Plc.

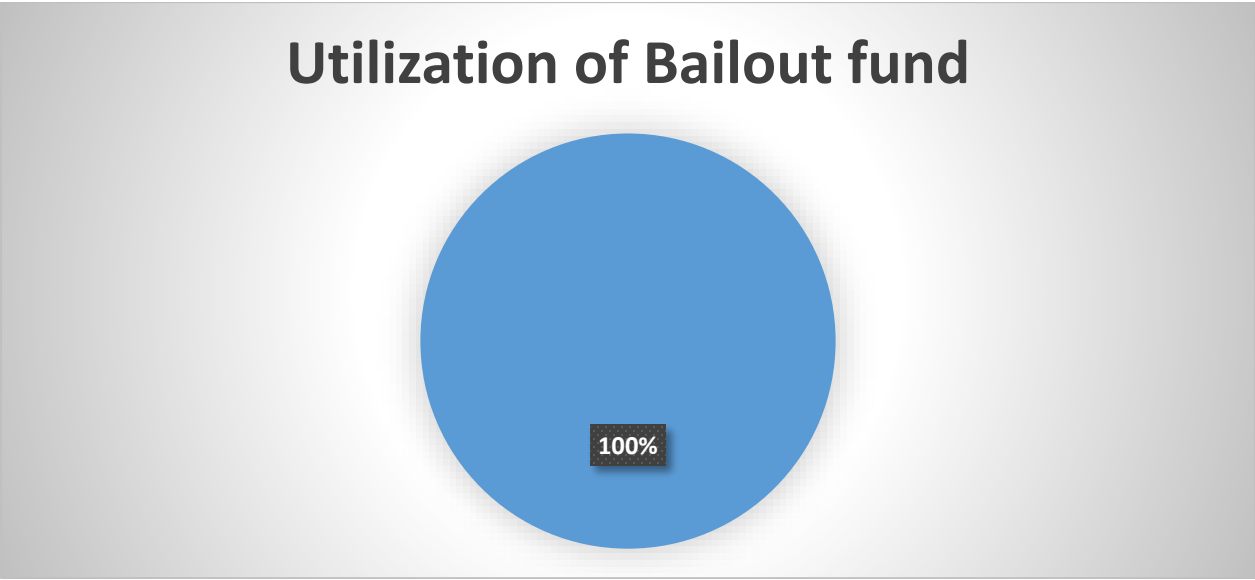
Disbursement of the fund

The ₦10,000,000,000.00 released to the State Government was fully utilized for payment salary arrears for Public Servants and allowances for State pensioners.

Find in the table below the summary of the utilization of the fund;

KOGI STATE GOVERNMENT		
SUMMARY OF DISBURSEMENT & UTILIZATION OF BAILOUT FUND		
DATE	DESCRIPTION	AMOUNT
20-05-16	Bailout fund received from Federal Ministry of Finance for payment of salaries	10,000,000,000.00
08-06-16	Payment of salaries for Staff of Judiciary and State Owned Tertiary Institutions for the months of January to April 2016	(3,100,000,000.00)
20-06-16	Payment of salaries for State Civil Servants and State Pensioners for the months of January to April 2016	(2,000,000,000.00)
28-06-16	Payment of Salaries and arrears of additional cleared Civil Servants and Pensioners as at June 2016	(2,000,000,000.00)
18-07-16	Payment of Salaries and arrears of additional cleared Civil Servants and Pensioners as at July 2016	(2,000,000,000.00)
04-08-16	Payment of Salaries and arrears of additional cleared Civil Servants and Pensioners as at August 2016	(900,000,000.00)
<p align="center">Note: The N10,000,000,000.00 bailout fund was utilized fully for the payment of salaries</p>		

The utilization of the bailout fund is further analyzed in the charts below;



Find below my detail explanation for the disbursement & utilization of the fund;

On June 8, 2016 Disbursement & Utilization of ₦3,100,000,000.00

The sum of Three Billion, One Hundred Million Naira Only (₦3,100,000,000.00) was transferred to Kogi State Government Salary Account, with account number 1014586566 domicile with Zenith Bank Plc (The Statement of the account is attached as Appendix Ia). The amount was subsequently utilized for the payment of salaries of Public Servants in the Judiciary and the State Owned Higher Institutions for the period January to April 2016.

On June 20, 2016 Disbursement & Utilization of ₦2,000,000,000.00

The sum of Two Billion Naira Only (₦2,000,000,000.00) was transferred to Kogi State Government Salary Account, with account number 1014586566 domicile with Zenith Bank Plc (The Statement of the account is attached as Appendix Ia). The amount was subsequently utilized for the payment of salaries of Civil Servants and allowances of State Pensioners for the period January to April 2016. The details of the individual Civil Servants whose salaries were paid from the ₦2,000,000,000.00 is available on the state official website www.kogistate.gov.ng

On June 28, 2016 Disbursement & Utilization of ₦2,000,000,000.00

The sum of Two Billion Naira Only (₦2,000,000,000.00) was transferred to Kogi State Government Salary Account, with account number 1014586566 domicile with Zenith Bank Plc (The Statement of the account is attached as Appendix Ia). The amount was subsequently utilized for the payment of salaries and arrears of additional cleared Civil Servants and Pensioners as at June 2016. The details of the individual Civil Servants whose salaries were paid from the ₦2,000,000,000.00 is available on the state official website www.kogistate.gov.ng

On July 18, 2016 Disbursement & Utilization of ₦2,000,000,000.00

The sum of Two Billion Naira Only (₦2,000,000,000.00) was transferred to Kogi State Government Salary Account, with account number 1014586566 domicile with Zenith Bank Plc (The Statement of the account is attached as Appendix Ia). The amount was subsequently utilized for the payment of salaries and arrears of additional cleared Civil Servants and Pensioners as at July 2016. The details of the individual Civil Servants whose salaries were paid from the ₦2,000,000,000.00 is available on the state official website www.kogistate.gov.ng

On August 4, 2016 Disbursement & Utilization of ₦900,000,000.00

The sum of Nine Hundred Million Naira Only (₦900,000,000.00) was transferred to Kogi State Government Salary Account, with account number 1014586566 domicile with Zenith Bank Plc (The Statement of the account is attached as Appendix Va). The amount was subsequently utilized for the payment of salaries and arrears of additional cleared Civil Servants and Pensioners as at August 2016. The details of the individual Civil Servants whose salaries were paid from the ₦900,000,000.00 is available on the state official website www.kogistate.gov.ng

From the above, it could be seen that the state utilized the bailout funds 100% for the payment of Staff Salaries and Pension Allowances

Thank you.



Alhaji Momoh Jibrin
Accountant-General of Kogi State