



**LAGOS STATE SECURITY TRUST FUND
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**

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**LAGOS STATE SECURITY TRUST FUND
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Legal and administrative information

Registered Office

Governor's Office
Round House
Secretariat, Ikeja
Lagos, Nigeria

Board of Trustees

Mr. Remi Makanjuola	Chairman
Mr. Fola Arthur-Worrey	Executive Secretary/Chief Executive
D.I.G. Waheed Olusegun Kassim (rtd.)	
Mr. Kehinde Durosinmi-Etti	
Mr. Bisi Onasanya	
Mr. Ebenezer Onyeagwu	
Mr. Opeyemi Agbaje	
Mr. Biyi Mabadeje	
Mr. Gbolahan Lawal	

Bankers

Skye Bank Plc
Alausa Secretariat Branch
Alausa, Ikeja, Lagos

Zenith Bank Plc
Alausa Secretariat Branch
Alausa, Ikeja, Lagos

First Bank of Nigeria Plc
Acme Road, Ikeja, Lagos

Sterling Bank Plc
Opebi Road, Ikeja, Lagos

Mainstreet Bank Ltd
Reinsurance House
46 Marina, Lagos

Enterprise Bank Ltd
44 Allen Avenue
Ikeja, Lagos

Guaranty Trust Bank Plc
Alausa Secretariat Branch
Ikeja, Lagos

Access Bank Plc
183 Obafemi Awolowo Way
Ikeja, Lagos

Auditors

PricewaterhouseCoopers
252E Muri Okunola Street
Victoria Island, Lagos

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Report of the board of trustees

The trustees submit their report together with the audited financial statements for the year ended 31 December 2012, which disclose the state of affairs of the Fund.

INCORPORATION AND ADDRESS

The Lagos State Security Trust Fund was established in 2007 by a law of the Lagos State House of Assembly. The address of its registered office is:

Governor's Office
Round House
Secretariat, Ikeja
Lagos, Nigeria

PRINCIPAL ACTIVITIES

The principal activity of the Fund is to raise donations both in cash and in kind and coordinate the application of donations received. This is aimed at ensuring that equipment that are required to enhance the operational capacity of security agencies operating in the state are readily available as at when due. Equipment in this regard include human, material and financial resources as shall be found necessary for the effective functioning of all Federal, State and Local Government and other security agencies operating in the State.

RESULTS

The Fund's results for the year are set out on page 7. The excess of expenditure over donations received for the year of N218,383,986 has been transferred to General Funds.

TRUSTEES

The trustees who held office during the year and to the date of this report were:

Mr. Remi Makanjuola	Chairman
Mr. Fola Arthur-Worrey	Executive Secretary/Chief Executive
D.I.G. Waheed Olusegun Kassim (rtd.)	
Mr. Kehinde Durosinmi-Etti	
Mr. Bisi Onasanya	
Mr. Ebenezer Onyeagwu	
Mr. Opeyemi Agbaje	
Mr. Biyi Mabadeje	
Mr. Gbolahan Lawal	

EMPLOYMENT OF DISABLED PERSONS

The Fund has a policy of fair consideration of job applications by disabled persons having regard to their abilities and aptitude. The Fund's policy prohibits discrimination of disabled persons in the recruitment, training and career development of its employees.

EMPLOYEE HEALTH, SAFETY AND WELFARE

The Fund enforces strict health and safety rules and practices at the work environment, which are reviewed and tested regularly.

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Report of the board of trustees (cont'd)

EMPLOYEE TRAINING AND INVOLVEMENT

The trustees maintain regular communication and consultation with the employees, the union leaders and staff representatives on matters affecting employees and the Fund.

There is great emphasis on staff development and training through carefully planned training courses and seminars to update the special skills and job requirements of the staff.

AUDITORS

The Fund's auditors, PricewaterhouseCoopers, continue in office in accordance with Section 13(2) of the Lagos State Security Trust Fund Law 2007.

By order of the Board of Trustees



Fola Arthur - Worrey
Executive Secretary

Lagos, Nigeria

15 November 2013

**LAGOS STATE SECURITY TRUST FUND
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Statement of trustees' responsibilities

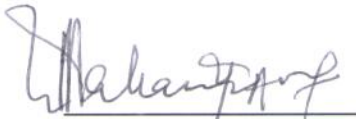
The Lagos State Security Trust Fund Law requires the trustees to prepare financial statements for each financial year that give a true and fair view of the state of financial affairs of the Fund at the end of the year and of its surplus or deficit. This responsibility includes:

- a) ensuring that the Fund keeps proper accounting records that disclose, with reasonable accuracy, the financial position of the Fund and comply with the requirements of the Lagos State Security Trust Fund Law;
- b) designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; and
- c) preparing the Fund's financial statements using suitable accounting policies supported by reasonable and prudent judgements and estimates, that are consistently applied.

The trustees accept responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with Nigerian Accounting Standards and the requirements of the Lagos State Security Trust Fund Law.

The trustees are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Fund and of its surplus or deficit. The trustees further accept responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control.

Nothing has come to the attention of the trustees to indicate that the Fund will not remain a going concern for at least twelve months from the date of this statement.



Remi Makanjuola
Chairman
15 November 2013



Fola Arthur - Worrey
Executive Secretary
15 November 2013



REPORT OF THE INDEPENDENT AUDITOR TO THE TRUSTEES OF THE LAGOS STATE SECURITY TRUST FUND

Report on the financial statements

We have audited the accompanying financial statements of the Lagos State Security Trust Fund ("the Fund") which comprise the balance sheet as of 31 December 2012 and the statement of revenue and expenses, and statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory notes.

Trustees' responsibility for the financial statements

The trustees are responsible for the preparation and fair presentation of these financial statements in accordance with Nigerian Statements of Accounting Standards and with the requirements of the Lagos State Security Trust Fund Law and for such internal control, as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an independent opinion on the financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform our audit to obtain reasonable assurance that the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the trustees, as well as evaluating the overall presentation of the financial statements.

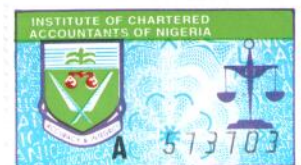
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

In our opinion the accompanying financial statements give a true and fair view of the state of the Fund's financial affairs at 31 December 2012 and of its deficit and cash flows for the year then ended in accordance with Nigerian Statements of Accounting Standards and the requirements of the Lagos State Security Trust Fund Law and the Financial Reporting Council of Nigeria Act.



Chartered Accountants
Lagos, Nigeria
FRC/2013/ICAN/0000000783




15 November 2013

LAGOS STATE SECURITY TRUST FUND
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Balance sheet as at

	Note	31 December 2012 N	31 December 2011 N
Assets			
Cash at bank	2	140,077,623	187,881,152
Accounts receivable and prepayments	3	13,100,208	168,145,000
Inventories	4	6,541,980	2,402,000
Total current assets		159,719,811	358,428,152
Property, plant and equipment	5	2,572,459	6,102,825
Total assets		162,292,270	364,530,977
Current liabilities			
Creditors and accruals	6	28,895,708	12,750,429
Net assets		133,396,562	351,780,548
General funds	7	133,396,562	351,780,548

The financial statements on pages 6 to 19 were approved for issue by the board of trustees on 15 November 2013 and signed on its behalf by:



Remi Makanjuola
Chairman



Fola Arthur - Worrey
Executive Secretary

The accounting policies and notes on pages 9 to 18 form an integral part of these financial statements.

LAGOS STATE SECURITY TRUST FUND
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Statement of revenue and expenses

	Note	31 December 2012 N	31 December 2011 N
Revenue			
Donations in cash			
From public officers and government agencies	8	24,050,000	32,270,000
From private bodies	9	264,417,592	331,404,255
Donations in kind			
From public officers and government agencies	10	903,483,490	1,620,539,154
From private bodies	11	129,039,000	124,620,000
Other income			
	17	12,158,986	1,927,185
Gross income		1,333,149,068	2,110,760,594
Provision for pledges not redeemed	14b	(6,155,000)	(10,855,000)
Net income		1,326,994,068	2,099,905,594
Expenditure			
Support to security agencies	12	(1,511,669,409)	(2,008,920,698)
Administrative expenses	13	(33,129,744)	(30,339,728)
Bank charges		(578,901)	(1,880,547)
Total expenditure		(1,545,378,054)	(2,041,140,973)
(Deficit)/surplus for the year	7	(218,383,986)	58,764,621

The accounting policies and notes on pages 9 to 18 form an integral part of these financial statements.

LAGOS STATE SECURITY TRUST FUND
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Statement of cash flows

	Note	31 December 2012 N	31 December 2011 N
Cash flows from operating activities			
(Deficit)/surplus for the year		(218,383,986)	58,764,621
Adjustments to reconcile (deficit)/surplus for the year to cash generated from operating activities			
Depreciation	5	3,832,366	4,183,800
Interest income	17	(11,973,986)	(1,927,185)
Operating (loss)/surplus before changes in working capital		(226,525,606)	61,021,236
Changes in working capital			
Increase/(decrease) in creditors and accruals		16,145,279	(4,340,921)
(Increase)/decrease in inventories		(4,139,980)	2,120,000
Decrease/(increase) in receivables and prepayments		155,044,792	(56,972,636)
Cash (used in)/generated from operations		(59,475,515)	1,827,679
Cash flow from investing activities			
Purchase of fixed assets	5	(302,000)	(40,000)
Interest received	17	11,973,986	1,927,185
Cash generated from investing activities		11,671,986	1,887,185
(Decrease)/increase in cash and cash equivalents		(47,803,529)	3,714,864
Cash and cash equivalents at 1 January		187,881,152	184,166,288
Cash and cash equivalents at 31 December	2	<u>140,077,623</u>	<u>187,881,152</u>

The accounting policies and notes on pages 9 to 18 form an integral part of these financial statements.

**LAGOS STATE SECURITY TRUST FUND
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Statement of significant accounting policies

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

(a) Basis of preparation

The financial statements are prepared in compliance with Nigerian Statements of Accounting Standards (SAS). The financial statements are presented in the functional currency, Nigeria Naira (N), and prepared on a modified cash basis under the historical cost convention.

(b) Revenue recognition

Donations are recognised when pledges are made. Revenue represents fair value of cash or in-kind donations. Value added tax is not charged on revenue.

Interest income is recognised on a time proportion basis using the effective interest method.

(c) Property, plant and equipment

Property, plant and equipment are shown at acquisition cost less accumulated depreciation. Acquisition cost represents purchase price plus freight, insurance and handling charges. For assets donated to the Fund, acquisition cost represents fair value of donated assets.

Repairs and maintenance are charged to the Income and expenditure account during the financial period in which they are incurred.

Depreciation is calculated using the straight line method to write down the cost of assets to their residual values over their estimated useful lives, at the following annual rates:

	%
Office furniture and equipment	25
Computer equipment	33
Motor vehicle	25

(d) Expenses and support to security agencies

Expenses are recognised when incurred. Support to security agencies are in kind donations and they are recognised as expenses when the receiving agency acknowledge receipt of delivery.

(e) Inventories

Inventories are stated at the lower of cost and net realisable value through the first-in, first-out (FIFO) basis. Cost represents purchase price and other ancillary costs directly associated with the purchase. Net realisable value is the market value less cost to sell.

(f) Accounts receivable

Receivables are recognised initially at fair value. Subsequently, they are stated after deduction of specific provision for any pledge considered to be doubtful of recovery. A provision for impairment of receivables is established when a pledge made in a particular year is outstanding up till the time the annual financial statements of that year is about to be signed off and circulated. The amount of the provision is recognised in the Income and expenditure account.

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Notes to the financial statements

1 The Fund

The Lagos State Security Trust Fund was established in 2007 by a law of the Lagos State House of Assembly to raise and coordinate the application of donations in cash and equipment which are required to enhance the operational capacity of security agencies operating in the state. The money thus raised is to be used for the acquisition and deployment of security equipment and such human, material and financial resources as shall be found necessary for the effective functioning of all Federal, State and Local Government and other security agencies operating in the State. In addition, part of the fund shall be reserved for the training and retraining of security personnel.

2 Cash at bank

	2012 N	2011 N
Zenith Bank Plc	28,945,980	28,750,983
Sterling Bank Plc	6,660,310	18,856,526
First Bank of Nigeria Plc	38,357,587	88,727,628
Mainstreet Bank Ltd	11,329,950	875,551
Enterprise Bank Ltd	3,432,311	3,025,496
Skye Bank Plc	45,891,678	47,644,968
Guaranty Trust Bank Plc	3,209,807	-
Access Bank Plc	2,250,000	-
	<u>140,077,623</u>	<u>187,881,152</u>

Included in cash and cash equivalents as at 31 December 2012 is a restricted amount of N25 million (2011: Nil), set aside for the purpose of self-sustainability and held in a fixed deposit bank account. For the purpose of statement of cash flows, cash and cash equivalents comprise cash at call and short term deposits with banks.

3 Accounts receivable and prepayments

Pledged donations (Note 14a)	3,125,000	166,650,000
Prepaid insurance	1,516,875	-
Prepaid office rent	8,458,333	1,495,000
	<u>13,100,208</u>	<u>168,145,000</u>

4 Inventories

Bullet proof vests	-	360,000
Walkie Talkies	1,275,000	-
Monitors (HP)	20,000	20,000
Central Processing Unit (HP)	60,000	60,000
Desktops (Zinox)	80,000	80,000
Solar rechargeable lights	500,000	532,000
Smart phones	720,000	1,200,000
Disposable handcuffs	3,500,000	-
Indigo LED Lantern	192,500	-
Flash lights	108,680	-
Rechargeable radios	85,800	-
Kenwood remote microphones	-	150,000
	<u>6,541,980</u>	<u>2,402,000</u>

Inventory represents items received from donors and/or purchased but not yet distributed to approved security agencies.

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Notes to the financial statements (cont'd)

5 Property, plant and equipment

	Office furniture & equipment	Computer equipment	Motor vehicles	Total
	N	N	N	N
Cost				
At Start of the year	2,074,599	860,000	13,895,000	16,829,599
Additions during the year	-	302,000	-	302,000
At end of the year	<u>2,074,599</u>	<u>1,162,000</u>	<u>13,895,000</u>	<u>17,131,599</u>
Depreciation				
At Start of the year	1,815,274	765,250	8,146,250	10,726,774
Charge for the year	259,315	99,321	3,473,730	3,832,366
At end of the year	<u>2,074,589</u>	<u>864,571</u>	<u>11,619,980</u>	<u>14,559,140</u>
Net Book Value				
At 31 December 2012	<u>10</u>	<u>297,429</u>	<u>2,275,020</u>	<u>2,572,459</u>
At 31 December 2011	<u>259,325</u>	<u>94,750</u>	<u>5,748,750</u>	<u>6,102,825</u>

6 Creditors and accruals

	2012 N	2011 N
Audit fees	8,000,000	8,000,000
Other accrued expenses	20,895,708	4,750,429
	<u>28,895,708</u>	<u>12,750,429</u>

Included in other accrued expenses as at 31 December 2012 are accruals for repairs of operational vehicles - N8.2 million, outstanding payment for purchased 2 Hilux vehicles - N10 million and accruals for staff emolument - N1.6 million.

7 General funds

As at 1 January	351,780,548	293,015,927
(Deficit)/surplus for the year	(218,383,986)	58,764,621
As at 31 December	<u>133,396,562</u>	<u>351,780,548</u>

8 Donations from public officers and government agencies

Donors	2012 N
Nigerian Ports Authority	19,800,000
Body of Permanent Secretaries of Lagos state	3,950,000
Lagos State Cooperative Federation	250,000
Mr. Ayo Gbeleyi - Special Adviser to the Governor on Public Private Partnerships	50,000
	<u>24,050,000</u>

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9 Donations from private bodies

Donors	2012 N
MTN Nigeria Ltd	150,000,000
Guaranty Trust Bank Plc	25,000,000
Citibank Nigeria Ltd	10,000,000
Seven-Up Bottling Company Plc	10,000,000
Diamond Bank Plc	10,000,000
Total Exploration and Production Nigeria Ltd	10,000,000
Lafarge Cement WAPCO Nigeria Plc	10,000,000
Coca Cola Nigeria Limited	5,000,000
Murli T. Chellarams Foundation	3,500,000
LASACO Assurance Plc	2,000,000
Leadway Assurance Plc	2,000,000
Metropolitan Construction Company Ltd	2,000,000
Ineh-Mic Automobile Ltd	2,000,000
Mr. Ziad Saimua	2,000,000
Mr. Y. Fattal, Vice Adm. J. Ayinla Rtd. and Construction and Real Estate Development Company Ltd	2,000,000
Jubaill Bros. (Engineering) Ltd	1,500,000
Wemabod Estates Ltd	1,000,000
Chief Rasheed Gbadamosi	1,000,000
Association of Fast Food and Confectioners of Nigeria (AFFCON)	1,000,000
Aresco Ltd	1,000,000
Harmony Abbattoir Services Ltd	1,000,000
Akintola Williams	1,000,000
Electrint Ltd	1,000,000
Palmyra Construction Company Ltd	1,000,000
Mr. Segun Labiyi	1,000,000
Darwish Mah	500,000
Kris Oil Integrated Ltd	500,000
Mr. Alastair Macnaughton	500,000
Liasmi Nigeria Ltd	500,000
Wettip Nigeria Ltd	500,000
Contact Solutions Ltd	500,000
Chief Molade Okoya Thomas	500,000
Ziad S. Nawaf	250,000
Proceeds from donation boxes	350,592
Mr. Babajide Sanwo-Olu	250,000
Toyin Ayinde and Associates	250,000
Ecad Design Architects Ltd	250,000
Resourcery Ltd	250,000
Rajesh Valecha	250,000
Vikram Valecha	250,000
Airline Services and Logistics Plc	250,000
Mrs. Sekinat Yusuf	250,000
CWAY Foods and Beverages Nigeria Ltd	200,000
Prestige Assurance Plc	150,000
Patrick Muguier	105,000
Kadesh Ventures Nigeria Ltd	100,000
Mr. Jamil Rishad	100,000
Maj. Babatunde Panox (Rtd.)	100,000
S. Papadopoulos	100,000
Kwashie Paul Taiwo	100,000
Kwashie Peter Kehinde	100,000
Mrs. Titilayo Adigun	100,000
Mr. Iwuji Ignatius Chibuzor	100,000
George Najib Honein	50,000
Mr. Akinbode Abdulahi	50,000
Rita Johnson	50,000
Balance c/d	263,505,592

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9 Donations from private bodies (cont'd)

Balance b/d	263,505,592
Patrice Mugnier	50,000
Sali-Mariam International Ltd	50,000
Mrs. Magaret Ajaja	50,000
Mr. Enrico Calvino	50,000
Bruno Cappa	50,000
Prof. Olubode Leigh	50,000
Ogbe Ogboyi	50,000
Mrs. Osunsanya Tolulope	50,000
Academy Press Plc	50,000
Aare Kamorudeen Ajao Danjuma	50,000
Mr. Olugbenga Fabilola	50,000
Alhaji (Aare) Salisu M. Idowu	50,000
Shallom Kliffon Secondary School	35,000
Chief Julius O.K Oyenuga	35,000
Mr. Jimi Sapara	30,000
Ayodele Olugbenga and Co Ltd	25,000
Chief Mrs. Jokotade Akin-George	25,000
Mr. Segun Babalola	25,000
Maria Breed Montessori School	20,000
Mrs. Euler Ajayi	20,000
Ajenifuja Moriam	20,000
Learning Park School	20,000
Tino Spelling	15,000
Mario Ogunmefun	12,000
Mr. Dele Abiodun	10,000
Alh. Habibat Mogaji	10,000
Olupitan Emmanuel Idowu	10,000
	<u>264,417,592</u>

10 Donations in kind from public officers and government agencies

Donor	Donations	2012 N
Lagos State Government	2 surveillance patrol vessels to the Navy Area C Command Building	306,469,800 84,013,690
Local Governments and Local Council Development Authorities	114 units of Mitsubishi patrol vehicles	513,000,000
		<u>903,483,490</u>

11 Donations in kind from private bodies

Donor	Donations	2012 N
Oando Plc	121,000 litres of AGO and 121,000 litres PMS	31,097,000
Zinox Tech. Ltd.	4 units of Toyota Hillux, 150 units each of Indigo rechargeable lanterns, flash lights, and rechargeable radios	22,442,000
Late Chief Moyosore Aboderin Foundation	100 units each of bullet proof vests and Kevlar helmets	20,000,000
UACN Plc	5 units of Isuzu pick up vans	17,500,000
Zenith Bank Plc	3 units of Toyota Hillux	15,000,000
Folawiyo Energy Ltd	2 units of Toyota Hillux	10,000,000
Airtel Nig. Ltd	2 units of Toyota Hillux	10,000,000
Standard Chartered Bank of Nig. Ltd	40 sets of Walkie Talkies	3,000,000
Total		<u>129,039,000</u>

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Notes to the financial statements (cont'd)

12 Support to security agencies	2012 N	2011 N
Donated vehicles, equipment and other supplies issued to security agencies (Note 12a)	1,047,882,510	1,735,399,154
Purchased vehicles, equipment and other supplies issued to security agencies (Note 12b)	415,728,156	251,392,744
Repairs and branding (Note 12c)	48,058,743	22,128,800
	<u>1,511,669,409</u>	<u>2,008,920,698</u>

12a Donated vehicles, equipment and other supplies issued to security agencies

Beneficiaries	Items donated	2012 N
Lagos State Police Command	114 Mistubishi patrol vehicles	513,000,000
	Area C COMMAND Building	84,013,690
	Fuelling of patrol vehicles	31,097,000
	3 Isuzu pick up vans	10,500,000
	2 Toyota Hillux	10,000,000
	2 Toyota Hillux	10,000,000
	5 units of Bullet proof vests	600,000
	5 units of Kevlar helmets	400,000
	1 unit of Solar Rechargeable light	32,000
Lagos State Rapid Response Squad	4 Toyota Hillux, 115 units of Indigo rechargeable Lanterns, 124 units of flash lights, and 137 units of rechargeable radios	22,055,020
	40 TVS Motorbikes	16,000,000
	3 Toyota Hillux	15,000,000
	90 units of bullet proof vests	10,800,000
	90 units of Kevlar helmets	7,200,000
	2 Isuzu pick up vans	7,000,000
	23 sets of WalkieTalkies	1,725,000
	4 units of smart phones	480,000
	3 units of Bullet proof vests	360,000
	5 units of Kenwood Microphones	150,000
	Nigerian Navy	2 surveillance patrol vessels
Special Anti Robbery Squad (SARS)	5 units of Bullet proof vests	600,000
	5 units of Kevlar helmets	400,000
		<u>1,047,882,510</u>

12b Purchased vehicles, equipment and other supplies issued to security agencies

Beneficiaries	Description	2012 N
Operation MESA	4 units of Toyota Hilux	20,000,000
	10 UHF radio and amber lights installed on the vehicles donated	2,700,000
	Construction of back cabins with seats on 2 vehicles purchased	240,000
Nigerian Airforce	3 units of Toyota Hilux	15,000,000
Lagos Security Council	12 units of public address systems	300,000
Balance c/d		<u>38,240,000</u>

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Notes to the financial statements (cont'd)

		2012
		N
12b Purchased vehicles, equipment and other supplies issued to security agencies (cont'd)		38,240,000
Balance b/d		38,240,000
Lagos State Rapid Response Squad	150 sets of Motorola GP 340 base radio sets, 146-174 MHz 16 Channel UHF with battery	12,750,000
	1000 pairs of rain boots and 1000 units of rain coats	12,000,000
	140 rolls (7,000 mtrs) of black material for uniforms	11,690,000
	100 units of riot suits, 100 units of ECE helmets and 100 units of leather riding boots with steel toe	11,305,000
	2 units of Toyota Hilux	10,000,000
	2 units of Isuzu Single cabin Basic Vans	7,000,000
	200 units of tyres for RRS patrol vehicles	4,430,000
	180 units of 75 amps vehicle batteries and 20 units of 95 amps vehicle batteries	3,020,000
	20 units of Golight Military searchlights	2,700,000
	150 units of Motorola Base radio batteries	1,800,000
	2000 units of disposable handcuffs	1,000,000
	Sewing of bullet proof vests	1,000,000
	4 units of Motorola Base Radio and 2 Amber Lights	800,000
	Construction of back cabins with seats on vehicle refurbished	790,000
Lagos State Environmental Task Force	6 units of Toyota Hilux	30,000,000
	6 units of Motorola GM 340 UHF mobile base radios and revolving siren lights	1,620,000
	Construction of back cabins with seats on 6 Toyota Hilux	720,000
Lagos State Police Command	14 units of Toyota Hilux	70,000,000
	2140 units of rain gear (boots & coats)	24,610,656
	20 Garret hand-held metal detectors, 300 pieces of stun gun baton with flash lights & alarm, 200 pieces of stun gun baton with flash lights	17,400,000
	3 units of Toyota Hilux and other accessories	15,300,000
	1 unit of Toyota Land Cruiser Prado Jeep	10,000,000
	45,450 liters of Diesel	7,272,000
	20 units of Motorola UHF Radio & 15 units of Amber lights	4,700,000
	10,000 units of disposable handcuffs	1,500,000
	Construction of back cabins on 10 vehicles	1,200,000
	5 base radio sets and 5 amber lights on the vehicles donated	1,350,000
	1 unit of Fuel Pump Dispenser	105,000
State Security Service	Upgrade of the SSS repeater and elevation of the tower mast from 150FT to 250FT	14,510,000
	10 base radios	
	40 units of Walkie talkies	
	2 units of Toyota Corolla Cars	8,080,000
	1 unit of Motorola G240 UHF radio and Amber Light	270,000
	Construction of back cabins with seats on 2 vehicles purchased	240,000
Lagos State Governor's Office - Community policing	1 unit of Toyota Hilux	5,000,000
	1 unit of base radio set and 1 Amber light (2ft)	210,000
Balance c/d		332,612,656

LAGOS STATE SECURITY TRUST FUND
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Notes to the financial statements (cont'd)

		2012
		N
12b Purchased vehicles, equipment and other supplies issued to security agencies (cont'd)		332,612,656
Balance b/d		
Federal Special Anti Terrorist Squad	15 units of tyres for vehicles	337,500
Special Anti Robbery Squad	3 units of Toyota Hilux 3 base radio sets and 3 amber lights on the vehicles donated	15,000,000 810,000
Neighbourhood watch	Ten day induction course on the use and maintenance of electronic gadgets	15,000,000
Nigerian Prisons Service	152 units of tyres 100 units of stainless handcuffs, 20 units Garrett metal detectors, 10 units of underneath scanners, and 10 units of knapsack sprays Drugs and medical supplies to the prison formations in Lagos	4,588,000 3,370,000 3,000,000
Nigerian Navy	3 units of Toyota Hilux 18,000 litres of diesel for surveillance of the waterways	15,000,000 2,910,000
Nigerian Army	4 units of Toyota Hilux Construction & installation of 8 back cabins with seats on the vehicles donated 4 units of base radios and 1 security bar light on the vehicles	20,000,000 960,000 660,000
Mechanized Brigade	Construction of back cabins with seats on 8 vehicles donated 4 units of base radios installed on vehicles donated	960,000 520,000
		<u>415,728,156</u>
12c Repairs and branding		2012
		N
Operation MESA	Repairs of 25 vehicles Refurbishment of 1 badly damaged vehicle Branding of 6 vehicles	15,021,100 854,000 720,000
Lagos State Rapid Response Squad	Repairs and servicing of patrol vehicles and trucks Servicing and Repairs of 40 Armoured Personnel Carriers Service parts for 219 patrol vehicles and trucks Servicing of 85 Ford and 40 Toyota Hilux vehicles Repairs of SWAT 16 Armoured Personnel Carriers Refurbishment of 5 damaged vehicles Branding of 6 operational vehicles	6,687,400 6,600,657 2,243,436 2,172,000 1,698,000 1,295,000 600,000
Nigerian Prison Service	Repairs of 5 vehicles	3,967,000
Lagos State Police Command	Servicing of 20 machine gun boats Repairs of 3 patrol vehicles Servicing of 9 Armoured Personnel Carriers Branding of 12 patrol vehicles	2,293,750 1,384,000 621,000 600,000
State Security Service	Media campaign on the arrest of a forgery syndicate in Lagos	500,000
Lagos State Monitoring Task Force	Branding of 6 patrol vehicles	680,000
Lagos state Governors office	Repair of 1 Ford patrol vehicle	121,400
		<u>48,058,743</u>

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Notes to the financial statements (cont'd)

	2012	2011
	N	N
13 Administrative expenses		
Audit fees	8,000,000	8,000,000
Rent expense for Lagos Security Trust Fund office space	3,536,667	4,495,594
Employees' remuneration (Note 16)	3,848,000	1,940,000
Depreciation of property, plant and equipment (Note 5)	3,832,366	4,183,800
Town hall meeting on security expenses	4,395,535	3,961,400
Media publications	1,084,673	-
General office expenses	3,600,000	3,400,000
Service charge for office space	2,166,878	1,733,934
Trustees' remuneration (Note 15)	2,460,000	2,550,000
Renewal of website domain	75,000	75,000
Other office maintenance expense	130,626	-
	<u>33,129,744</u>	<u>30,339,728</u>
14 Pledged donations		
a Donors		
Pledges as at year end	27,675,000	185,045,000
Provision for unredeemed pledges (Note 14b)	<u>(24,550,000)</u>	<u>(18,395,000)</u>
	<u>3,125,000</u>	<u>166,650,000</u>
b Provision for outstanding pledges		
At 1 January 2012	18,395,000	7,540,000
Charge for the year	<u>6,155,000</u>	<u>10,855,000</u>
At 31 December 2012	<u>24,550,000</u>	<u>18,395,000</u>

This amount relates to provision for unredeemed pledges which were outstanding as at 31 December 2012 and are yet to be redeemed as of the date of circulation of the 2012 annual financial statements.

LAGOS STATE SECURITY TRUST FUND
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Notes to the financial statements (cont'd)

15 Trustees' remuneration

The remuneration paid to the Trustees of the Fund was:	2012 N	2011 N
Fees	900,000	450,000
Other emoluments	1,560,000	2,100,000
	<u>2,460,000</u>	<u>2,550,000</u>

Remuneration disclosed above (excluding pension contributions) include amounts paid to:

Executive Secretary	<u>1,560,000</u>	<u>2,100,000</u>
The Chairman	<u>-</u>	<u>-</u>
Highest paid Trustee	<u>1,560,000</u>	<u>2,100,000</u>

The number of Trustees whose remuneration were within the following range are:

N		N	Number	Number
1	-	50,000	-	2
50,001	-	100,000	-	2
100,001	-	150,000	-	1
150,001	and	above	4	1
			<u>4</u>	<u>6</u>
			4	2

Trustees with no remuneration

The Trustees with no remuneration waived their rights to receive remuneration from the Fund during the year

16 Employees' remuneration

The number of employees of the	2012 Number	2011 Number
N		N
100,000	-	500,000
500,001	-	1,000,000
1,000,001	-	1,500,000
	4	4

The aggregate cost of these employees was:

	2012 N	2011 N
Salaries and wages	<u>3,848,000</u>	<u>1,940,000</u>

17 Other income

Interest income	11,973,986	1,927,185
Income on disposal of scraps	185,000	-
	<u>12,158,986</u>	<u>1,927,185</u>

LAGOS STATE SECURITY TRUST FUND
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Five year financial summary

	31 December 2012 N	31 December 2011 N	31 December 2010 N	31 December 2009 N	31 December 2008 N
Financial results					
Net income	1,326,994,068	2,099,905,594	1,271,065,565	1,123,651,499	4,456,256,774
Total expenditure	<u>(1,545,378,054)</u>	<u>(2,041,140,973)</u>	<u>(1,097,877,128)</u>	<u>(1,464,870,637)</u>	<u>(3,995,210,146)</u>
(Deficit)/Surplus for the year	<u>(218,383,986)</u>	<u>58,764,621</u>	<u>173,188,437</u>	<u>(341,219,138)</u>	<u>461,046,628</u>
Financial position					
General funds	<u>133,396,562</u>	<u>351,780,548</u>	<u>293,015,927</u>	<u>119,827,490</u>	<u>461,046,628</u>
Employment of funds					
Property, plant and equipment	2,572,459	6,102,825	10,246,625	5,930,425	7,705,475
Current assets	159,719,811	358,428,152	299,860,652	122,753,837	460,830,812
Current liabilities	<u>(28,895,708)</u>	<u>(12,750,429)</u>	<u>(17,091,350)</u>	<u>(8,856,772)</u>	<u>(7,489,659)</u>
	<u>133,396,562</u>	<u>351,780,548</u>	<u>293,015,927</u>	<u>119,827,490</u>	<u>461,046,628</u>