

**EKITI STATE OF NIGERIA**  
**REPORT**  
**OF THE**  
**AUDITOR-GENERAL**  
  
**FOR LOCAL GOVERNMENTS**  
**ON THE**  
**CONSOLIDATED ACCOUNTS OF**  
  
**THE LOCAL GOVERNMENTS**  
  
**OF EKITI STATE, NIGERIA**  
  
**FOR THE YEAR ENDED**  
**31<sup>ST</sup> DECEMBER, 2020**

# YEAR 2020 GENERAL PURPOSE FINANCIAL STATEMENTS

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## **AUDIT CERTIFICATE**

I have examined the General Purpose Financial Statements of all the Sixteen Local Governments of Ekiti State as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the state of affairs of the Local Governments of Ekiti State as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**

**FRC/2014/ANAN/00000010278**

**REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF  
THE 16 LOCAL GOVERNMENT COUNCILS OF EKITI STATE  
FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2020**

**1. INTRODUCTION**

The accounts of the Sixteen (16) Local Government Councils of Ekiti State for the year ended 31<sup>st</sup> December, 2020 have been audited under my direction in accordance with, Sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively, Section 26(2) of Ekiti State Audit Law, 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. I have, as a result, certified the individual accounts as correct where appropriate. The inspection report of the Auditor-General on the accounts of the Sixteen (16) Local Government Councils have been sent for their attention.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY:**

It is the responsibility of Director of Finance of the Sixteen Local Governments of Ekiti State to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Directors of Finance of the Sixteen (16) Local Governments of Ekiti State and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

**5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Positions of the Sixteen (16) Local Governments of Ekiti State for the fiscal year ended on that date subject to the observations and comments in the other parts of this report.

## **7. STATE OF ACCOUNTS**

The Accounts of the sixteen (16) Local Governments of Ekiti State have been audited and reported upon as detailed in Appendix 'A'. Audit noted great level of non-compliance with laid down procedures of retirement of payment vouchers as contained in Financial Memoranda chapter 14, Paragraphs 4-10. This development is against probity, accountability and prudence that are hallmark of good accounting system and governance. The Inspection Reports of the Sixteen (16) Local Governments for the year 2020 had been issued and forwarded to appropriate quarters as required by law. Particular attention is required to the following:

- a. Bank Reconciliation Statements
- b. Unpaid Salary Advance
- c. Careless handling of Revenue Earning Receipt Booklets
- d. Unproduced Revenue Earning Receipts
- e. Financial responsibilities of State to Local Governments
- f. Internally Generated Revenue
- g. Response to audit queries and outstanding matters
- h. Capital Projects

- i. Loss of Fund
- j. Cash Defalcation/Unremitted revenue
- k. Fixed Assets Registers

## 8. **BUDGET OVERVIEW AND PERFORMANCE:**

**(i) REVENUE:** The Estimate made for Revenue in the year 2020 budget recorded a low performance. On Internally Generated Revenue, an Estimate was made for **₦306,675,205.45** while actual revenue recorded stood at **₦162,041,258.01** See Appendix 'B' and Notes 22, 23, 25 and 26 for details. This is about **52.84%** performance. It would appear as if the Sixteen Local Government Councils in Ekiti State relied unduly on Statutory Allocation as a result of which an average of **₦10,127,578.63** was realised as Internally Generated Revenue by each of the Local Government during the year. This performance could be improved upon.

In the same vein, a budget of **₦30,895,379,723.30** was provided as revenue from Statutory Allocation during the year, of which an amount of **₦21,362,639,327.72** only was realised. The budgeted Statutory Allocation was **93.57%** of the expected total revenue for the year. Details on Local Government basis are contained in **Notes 21-28**. This gap portends an unrealistic budgeting in Local Governments of the State.

It is the view of Audit that realistic parameters should be used in the preparation of Local Governments' budgets. Equally, it would do the Local Governments a lot of good if they try to look inwards in sourcing for funds. Over-reliance on Federal Allocation on which they have little or no control over, would not augur well financially for the Local Governments. However, a total sum of **₦21,605,143,767.34** only was earned as total revenue as at 31<sup>st</sup> December, 2020 out of which only **₦162,041,258.01** was generated as independent revenue representing **0.75%** by the Sixteen Local Governments. However, it was observed in the Financial Statements that a significant increase in the independent revenue of the 16 Local Governments was noticed when compared with year 2019 revenue generated. However, the gross salaries expended on the Internally Generated Revenue Sections of the 16 Local Governments for the year under review did not commensurate with the total Internally Generated Revenue for the period.

(ii) **EXPENDITURE:** The sum of **N30,952,650,856.24** was budgeted for expenditure for the period, but only the sum of **N21,508,529,518.27** was actually incurred, resulting to saving of **N9,444,121,337.97** for the period.

9. **INTERNAL CONTROL AND INTERNAL CHECKS:**

Despite the comments in my previous reports, it was crystal clear that the Internal Audit Departments of the Local Governments were still not effective. No quarterly Internal Audit Report was rendered by any of the Local Governments, contrary to Financial Memoranda sections 5: 2, 3 & 40:6. The placement of these Departments under the Accounting Officers of Local Governments had not helped matters, it only succeeded in making the Department a pawn in the hands of the Local Governments' Managements. The Internal Audit Departments of Local Governments should be made independent by not being accountable to Managements as it is currently practiced by the State Government.

10. **RECEIVABLES/PAYABLES**

A total sum of **N6,189,861,999.47** and **N9,271,342,488.20** accrued as receivables and payables respectively during the period under review. Audit observed that arrears of salaries & wages and other outstanding contractual obligations constituted the greater proportion of the payables noted in the Financial Statement.

11. **INVESTMENT:**

About 9 out of 16 Local Governments in Ekiti State have in their investment portfolios, shares and other business concerns amounting to **₦19,717,880.15** as at 31<sup>st</sup> December, 2020. This was said to be at cost and not at the current value. The amount could also, not be authenticated as some of the Local Governments could not present their share certificates on demand. In addition, details of the share holdings were not presented to Audit.

12. **UNPRODUCED REVENUE EARNING RECEIPTS**

**Comments:** Details of Revenue Earning Receipts which were issued to various Revenue Collectors across the Local Governments but not produced for audit checking are detailed below.

## LIST OF UNPRODUCED REVENUE EARNING RECEIPTS

| S/N | LOCAL GOVERNMENT  | TYPES OF RECIPITS/NO OF BOOKLETS  |
|-----|-------------------|---|
| 1   | ADO               | 3 GRR.  |
| 2.  | EFON              | 3 GRR, 6 Market Tolls, 3 Birth Certificates, 2 Flat Rates.  |
| 3.  | EMURE             | 1 GRR, 3 Local Rates, 16 TR.  |
| 4.  | EKITI WEST        | 2 GRR, 1 Flat Rates, 5 Market Tolls, 1 Birth Certificates, 2 Tipper Permits.                        |
| 5.  | EKITI SOUTHWEST   | 17GRR, 3 Market Tolls.  |
| 6.  | GBONYIN           | 31 GRR, 7 Tenement Rate, 9 Birth Certificates, 2 Liquor Certificate, 27 Flat Rates, 1 Market Tolls. |
| 7.  | IDO/OSI           | 3 GRR, 2 Birth Certificates, 3 Flat Rates, 15 Market Tolls, 1 Tenement Rate.                        |
| 8.  | IJERO             | 10 Market Tolls, 2 Flat Rate.   |
| 9.  | IKERE             | 2 GRR, 1 Local Rates, 29 Market Tolls.  |
| 10  | IKOLE             | 1 GRR, 1Tenement Rate.  |
| 11. | ILEJEMEJE         | 4 GRR, 5 Market Tolls, 15 Flat Rate.  |
| 12. | IREPODUN/IFELODUN | 3 GRR, 4 Flat Rate, 3 Birth Certificate, 1 Tenement.  |
| 13. | ISE/ORUN          | 6 GRR, 4 Birth Certificates, 3 Flat Rates,3 Local Rates,12 Market Tolls.                            |
| 14. | MOBA              | 4 GRR, 3 Flat Rates, 1 Tenement Rate, 31 Market Tolls.  |

**Recommendation:** The Managements of the affected Local Governments should ensure that all revenue earning receipts in custody of these Revenue Collectors are made available for Audit check without delay. Meanwhile their salaries should be put on hold pending the presentation of the receipts. Clearance must equally be obtained from the Office of Auditor-General for Local Governments before the reinstatement of their salaries.

### 13. CASH DEFALCATION/DIVERSION OF PUBLIC FUND

Unremitted revenue amounting to **₦693,880.00** involving some Officers of Local Governments was discovered during audit inspection carried out on the IGR accounts of the Local Governments for the years 2017, 2018 and 2019 as detailed below: -

#### I. YEAR 2019

##### a). ADO LOCAL GOVERNMENT

| S/N | NAME                | AMOUNT (N)       |
|-----|---------------------|------------------|
| 1   | FOLORUNSO OLUWADARE | 39,000.00        |
| 2   | IBRAHIM OLAIYA      | 11,000.00        |
|     | <b>TOTAL</b>        | <b>50,000.00</b> |

##### b). EKITI SOUTHWEST LOCAL GOVERNMENT

| S/N | NAME            | AMOUNT (N)       |
|-----|-----------------|------------------|
| 1   | OGUNLADE KAYODE | 10,000.00        |
| 2   | OYEBOLA COMFORT | 15,000.00        |
|     | <b>TOTAL</b>    | <b>25,000.00</b> |

##### c). ISE/ORUN LOCAL GOVERNMENT

| S/N | NAME             | AMOUNT (N)        |
|-----|------------------|-------------------|
| 1   | AFOLABI CAROLINE | 63,400.00         |
| 2   | AKINLUSI BOSEDE  | 185,500.00        |
|     | <b>TOTAL</b>     | <b>248,900.00</b> |

#### II YEAR 2018

##### IDO/OSI LOCAL GOVERNMENT

| S/N | NAME                | AMOUNT (N)      |
|-----|---------------------|-----------------|
| 1   | OLORUNFEMI KEHINDE  | 4,460.00        |
| 2   | OLARENWAJU OLUBUNMI | 2,520.00        |
| 3   | FAYOMI MOTUNRAYO    | 500.00          |
|     | <b>TOTAL</b>        | <b>7,480.00</b> |

## II YEAR 2017

### (a) ISE/ORUN LOCAL GOVERNMENT

| NAME     | DATE ISSUED | TYPE OF RECEIPT | BOOK NO | SERIAL NO | AMOUNT N         |
|----------|-------------|-----------------|---------|-----------|------------------|
| ALOBANLE | 8/2/16      | FLAT RATE       | 30      | 1451-1500 | 5,000.00         |
| ALOBANLE | 21/1/16     | LOCAL RATE      | 3       | 7351-7400 | 5,000.00         |
|          |             | TOTAL           |         |           | <b>10,000.00</b> |

### (b) EKITI SOUTHWEST LOCAL GOVERNMENT

| S/N | NAME              | STATION    | AMOUNT ON TR N | AMOUNT IN C/B N | DIFF N           | REMARK                |
|-----|-------------------|------------|----------------|-----------------|------------------|-----------------------|
| 1   | Ajayi Lawrence    | Ilawe      | 42,500.00      | 61,500.00       | 19,000.00        | Remittance in transit |
| 2   | Apata Alice       | Ilawe      | 62,800.00      | 65,300.00       | 2,500.00         | Remittance in transit |
| 3   | Ganiyu Bello      | Igbara-Odo | 20,200.00      | 29,800.00       | 9,600.00         | Remittance in transit |
| 4   | Akinwumi Florence | Igbara-Odo | 18,300.00      | 25,800.00       | 7,500.00         | Remittance in transit |
|     | TOTAL             |            |                |                 | <b>38,600.00</b> |                       |

### (c) GBONYIN LOCAL GOVERNMENT

| YEAR | NAME               | AMOUNT OF CASH | AMOUNT RECOVERED N | DIFFERENCE        |
|------|--------------------|----------------|--------------------|-------------------|
| 2016 | Mrs. Rotimi Taibat | 325,000.00     | 131,500.00         | 193,500.00        |
|      |                    | TOTAL          |                    | <b>193,500.00</b> |

### (d) IKERE LOCAL GOVERNMENT

| S/N | NAMES            | NATURE OF RECEIPT | AMOUNT COLLECTED N | AMOUNT PAID IN WITH TELLER AND TR N | OUTSTANDING AMOUNT N |
|-----|------------------|-------------------|--------------------|-------------------------------------|----------------------|
| 1   | Aladejebi Mathew | Various           | 10,300.00          | 10,000.00                           | 300.00               |
| 2   | Owoyemi J.D      | Various           | 52,040.00          | 38,040.00                           | 14,000.00            |
| 3   | Adekolo Samuel   | GRR               | 48,200.00          | 37,200.00                           | 11,000.00            |
|     |                  | TOTAL             | <b>110,740.00</b>  | <b>85,740.00</b>                    | <b>25,300.00</b>     |



**(E) IREPODUN/IFELODUN LOCAL GOVERNMENT**

| S/N | NAME                | AMOUNT N         |
|-----|---------------------|------------------|
| 1   | Mrs. Siriki Bolanle | 52,000.00        |
| 2   | Mr. Tunde Asebiode  | 500.00           |
|     | TOTAL               | <b>52,500.00</b> |

**(F) ADO LOCAL GOVERNMENT**

| S/N | BENEFICIARIES                       | PURPOSE     | AMOUNT COLLECTED N | AMOUNT PAID N    | DIFERENCE N      |
|-----|-------------------------------------|-------------|--------------------|------------------|------------------|
| 1.  | Hon. Mrs) Arije Falilat (VCLG)      | Attestation | 2,000.00           | -                | 2,000.00         |
| 2.  | Adewale Adebisi (Revenue Collector) | Various     | 73,600.00          | 33,000.00        | 40,600.00        |
|     | Total                               |             | <b>75,600.00</b>   | <b>33,000.00</b> | <b>42,600.00</b> |

**SUMMARY OF CASH DEFALCATION ON LOCAL GOVERNMENT BASIS**

| S/N | LOCAL GOVERNMENT  | YEAR | AMOUNT (N)        |
|-----|-------------------|------|-------------------|
| a.  | Ise/Orun          | 2017 | 10,000.00         |
| b.  | Ekiti Southwest   | 2017 | 38,600.00         |
| c.  | Gbonyin           | 2017 | 193,500.00        |
| d.  | Ikere             | 2017 | 25,300.00         |
| e.  | Irepodun/Ifelodun | 2017 | 52,500.00         |
| f.  | Ado               | 2017 | 42,600.00         |
| g.  | Ido/osi           | 2018 | 7,480.00          |
| h.  | Ado               | 2019 | 50,000.00         |
| i   | Ekiti/SouthWest   | 2019 | 25,000.00         |
| j   | Ise/Orun          | 2019 | 248,900.00        |
|     | Total             |      | <b>693,880.00</b> |

**Recommendation:** The sum of **₦693,880.00** should be recovered in full from the affected Officers and make available to this Office the particulars of recovery for verification. In addition, an appropriate sanction should be meted on them.

**14. 10% STATE IGR TO LOCAL GOVERNMENTS**

**Comments:** Statutorily, the State Government is supposed to remit to Local Government Councils, 10% of her Internally Generated Revenue. No amount was discovered paid to Local Governments in the year under consideration. This has in no small way hampered the operations of the Local Government Councils and constitutes a breach of the Constitution. The table below

shows the cumulative indebtedness of the State Government to the Local Governments in the State as at 31<sup>st</sup> December, 2020.

### SUMMARY OF STATE GOVERNMENT'S IGR DUE TO LOCAL GOVERNMENTS

| S/N | YEAR         | AMOUNT COLLECTED<br>₦    | AMOUNT DUE<br>₦         | AMOUNT PAID<br>₦     | BALANCE<br>₦            | REMARK   |
|-----|--------------|--------------------------|-------------------------|----------------------|-------------------------|----------|
| 1   | 2014         | 7,327,233,743.73         | 732,723,374.37          | 33,567,706.49        | 699,155,667.88          | Not paid |
| 2   | 2015         | 8,329,498,525.71         | 832,949,852.57          | -                    | 832,949,852.57          | Not paid |
| 3   | 2016         | 5,625,292,591.21         | 562,529,259.12          | -                    | 562,529,259.12          | Not paid |
| 4.  | 2017         | 11,901,854,044.31        | 1,190,185,404.43        | -                    | 1,190,185,404.43        | Not paid |
| 5.  | 2018         | 11,749,154,857.67        | 1,194,915,485.76        | -                    | 1,194,915,485.76        | Not paid |
| 6.  | 2019         | 15,374,717,873.63        | 1,537,471,787.36        | -                    | 1,537,471,787.36        | Not paid |
| 7.  | 2020         | 10,557,553,944.73        | 1,055,755,394.47        | -                    | 1,055,755,394.47        | Not paid |
|     | <b>TOTAL</b> | <b>70,865,305,580.99</b> | <b>7,111,530,558.62</b> | <b>33,567,706.49</b> | <b>7,077,962,852.13</b> |          |

**Recommendation:** Please, ensure immediate remittance of **₦7,077,962,852.13** to JAAC Accounts. Also, the amount due for subsequent years should be remitted on monthly basis.

### 15. MANAGEMENT OF LOCAL GOVERNMENT ASSETS

**Comments:** A lot of Local Government Assets are lost on regular basis due to careless usage, lack of maintenance, lack of spirit of continuity, cannibalization and lack of patriotism. These are attested to by the state of the following Local Governments' assets;

- i) Secretariat buildings
- ii) Locked-up shops,
- iii) Motor vehicles
- iv) Primary school buildings under construction;
- v) Modern markets under construction
- vi) Allocated buildings at Irewolede Housing Estate
- vii) Unmaintained bore holes
- viii) Students' hostels and warehouses
- ix) Health Centres
- x) Landed properties all over the state.
- xi) Plantations,
- xii) Poultry buildings, abandoned/ unused etc.
- xiii) Petrol Stations, (completed and under construction)
- xiv) Other investment assets like business Centre, Schools etc.

**Recommendations:** To forestall total damage, further deterioration and outright loss of these assets, the Local Governments should compile the list of such assets in their domain and come up with the financial implications of putting them into useful state. In addition to this, Local

Governments should open and update regularly fixed assets registers. This will help get abreast of all the assets of the Local Governments at any point in time. It will equally guide against loss of these assets.

In compliance with best practices and the requirements of IPSAS accrual, these assets should be properly revalued and built into the General Purpose Financial Statements of the Local Governments.

## **16. CONTROL OVER EXPENDITURE:**

Disallowances have been raised for some expenditure made during the period under review through Audit Queries amounting to **₦358,682,568.73**. See appendix 'C' for summary and appendices 'CI – CXVI' for details. This also was a decrease compared with the amount of **₦690,894,215.42** reported for the year ended 31<sup>st</sup> December, 2019. These queries have been forwarded to the affected Local Governments for further necessary actions.

It is advised that extant rules and regulations should always be followed in the operations of the Local Governments. Queries should also be promptly attended to whenever they are issued.

### **a. LOSS OF FUND COMMENTS:**

The following losses, details of which have been communicated to the affected Local Governments are still under correspondence. No further recovery has been reported to this Office.

| <b>LOCAL GOVERNMENT</b> | <b>YEAR</b> | <b>AMOUNT OF LOSS (N)</b> | <b>AMOUNT RECOVERED (N)</b> | <b>BALANCE (N)</b>   | <b>OFFICIALS INVOLVED</b>                  |
|-------------------------|-------------|---------------------------|-----------------------------|----------------------|--|
|                         |             |                           |                             |                      |  |
| Ekiti East              | 2015        | 2,191,954.43              | 1,517,954.43                | 674,000.00           | Mr. Ajayi Adebawale                        |
| Gbonyin                 | 2015        | 4,881,128.88              | -                           | 4,881,128.88         | Mr. Olarewaju Oladimeji                    |
| Ido/Osi                 | 2015        | 1,907,357.48              | 300,000.00                  | 1,607,357.48         | Mr. Ajayi Olubayo and Mr. Victor Ogunje    |
| Ikole                   | 2015        | 1,111,000.00              | -                           | 1,111,000.00         | Mr. Omole M.A. & Mrs. Rufai M. A.          |
| Irepodun/ifelodun       | 2015        | 7,242,399.15              | 1,000,000.00                | 6,242,399.15         | Mr. Arowolo F.A. & Mr. Omolade J. O.       |
| Ikere                   | 2015        | 595,000.00                | 338,000.00                  | 257,000.00           | Mr. Fasanmi Oluremi.                       |
| Ise/Orun                | 2015        | 1,837,226.11              | -                           | 1,837,226.11         | Mr. Ayodele Folademi                       |
| Oye                     | 2015        | 3,546,105.66              | -                           | 3,546,105.66         | Mr. Victor Osanyinlusi & Mr. Gabriel Taiwo |
| <b>Total</b>            |             | <b>23,312,171.71</b>      | <b>3,155,954.43</b>         | <b>20,156,217.28</b> |  |

## RECOMMENDATION

The sum of **₦20,156,217.28** should be recovered from the affected Officials jointly and severally without delay, in addition to appropriate sanctions.

### b. MISSING REVENUE EARNING RECEIPTS

#### COMMENTS:

The missing Revenue Earning Receipts as detailed below would appear not recovered from Officers involved.

#### SUMMARY OF MISSING REVENUE EARNING RECEIPTS IN THE 16 LOCAL GOVERNMENT COUNCIL

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT OF LOSS            | OFFICERS INVOLVED                                |
|-----|--------------------------|---------------------------|--|
| 1   | ADO                      | 10GRR                     | Mr. Agun M.O, Mrs. Ibitoye and Miss Lola Oladepo |
| 2   | EMURE                    | 20GRR                     | Mr. Oluwole Johnson Omolayo                      |
| 3   | EKITI SOUTH WEST         | IGRR                      | Mr. Agbaje G.O                                   |
| 4   | GBONYIN                  | 143 various types         | Mr. Peter Adelusi                                |
| 5   | IKOLE                    | 86 different types        | Mrs. Ipinlaye                                    |
| 6   | IREPODUN/IFELODUN        | 9GRR, 8 Birth Certificate | Mrs. Iyabo Fagbohun                              |
| 7.  | ISE/ORUN                 | 30 GRR                    | Mr. Owoeye Dada Samuel                           |

### c. UNPAID SALARY ADVANCE

#### COMMENTS:

Despite the comment in my previous reports, a sum of **₦2,003,935.10** that were at various times granted to some Political Office Holders and Career Staff of some Local Governments in year 2015, are still outstanding. Details of these are as shown below.

| S/N | NAME OF LOCAL GOVERNMENT | NAME                        | AMOUNT<br>₦         | REMARKS |
|-----|--------------------------|-----------------------------|---------------------|---------|
| 1   | Ido/Osi                  | Mr. Folademi & Arolasuyi O. | 200,000.00          | O/S     |
| 2   | Ikere                    | Mr. Oladunjoye L.S          | 353,785.14          | "       |
| 3   | Ilejemeje                | Mr. Adedoyin J.O & Others   | 1,275,149.96        | "       |
| 4   | Oye                      | Political Office Holders    | 175,000.00          | "       |
|     | <b>TOTAL</b>             |                             | <b>2,003,935.10</b> |         |

## **17. LOCAL GOVERNMENT ABANDONED PROJECTS**

**COMMENTS:** Some projects carried out centrally in the 16 Local Governments are currently abandoned, even after millions of naira had been expended on them. They are;

- i. Construction of Primary School Buildings -
- ii. 5 kilometre roads

Details of these projects are contained in various previous audit reports



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
Auditor-General for Local Governments,  
Ekiti State.

**FRC/2014/ANAN/00000010278**


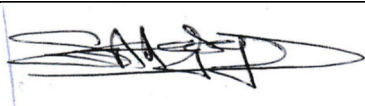
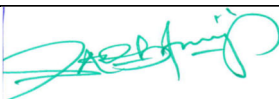
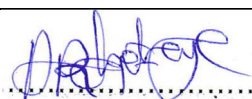

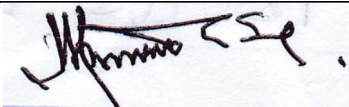
## RESPONSIBILITY FOR FINACIAL STATEMENTS

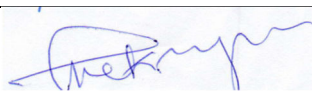

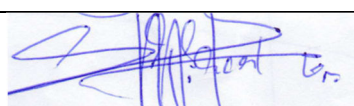
The Financial Statements have been prepared by the Directors of Finance of the Sixteen (16) Local Governments based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.


To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Positions of the Local Governments.

We accept responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In our opinion, these General Purpose Financial Statements fairly reflect the financial position of the Local Governments in Ekiti State as at the year ended 31<sup>st</sup> December, 2020.

| LOCAL GOVERNMENT | NAME                                 | DESIGNATION         | SIGNATURE   |
|------------------|--------------------------------------|---------------------|---|
| Ado              | Hon. Motunde Fajuyi                  | Executive Chairman  |  |
|                  | Mr Agbaje S.A.                       | Director of Finance |  |
| Efon             | Hon. (Engr) Stephen Olabobe Adetunji | Executive Chairman  |  |
|                  | Mrs Adeleye R.F                      | Director of Finance |  |
| Emure            | Hon. Awopetu Paul O.                 | Executive Chairman  |  |
|                  | Mr Oluwasanmi J.O.                   | Director of Finance |  |

|                  |                               |                     |   |
|------------------|-------------------------------|---------------------|---|
| Ekiti East       | Hon. Ogunjobi Esan Temitope   | Executive Chairman  |    |
|                  | Mr Adesoba F.O.               | Director of Finance |    |
| Ekiti South West | Hon. Kola Amire Kolade        | Executive Chairman  |    |
|                  | Mr Olusegun Olawuyi           | Director of Finance |    |
| Ekiti West       | Hon. Kazeem Agunbiade         | Executive Chairman  |    |
|                  | Mr Jegede M.A.                | Director of Finance |    |
| Gbonyin          | Hon. Prince Fadumiye Ayodele. | Executive Chairman  |   |
|                  | Mr Tunde Arowolaju            | Director of Finance |  |
| Ido/osi          | Hon. Adeola Ayodimeji L.      | Executive Chairman  |  |
|                  | Barr. Akintunde A.C.          | Director of Finance |  |
| Ijero            | Hon. Ropo Ige                 | Executive Chairman  |  |
|                  | Mr Falayi Tope                | Director of Finance |  |
| Ikere            | Hon. Ayodele Oluwafemi        | Executive Chairman  |  |

|                   |                         |                     |   |
|-------------------|-------------------------|---------------------|---|
|                   | Mr Ojo G.A.             | Director of Finance |    |
| Ikole             | Hon. Sola Olominu       | Executive Chairman  |    |
|                   | Mr Olawumi Jacob        | Director of Finance |    |
| Ilejemeje         | Hon. Akinola Oladunjoye | Executive Chairman  |    |
|                   | Mrs Ogundele C.O.       | Director of Finance |    |
| Irepodun/Ifelodun | Hon. Ogunleye Shina O.  | Executive Chairman  |    |
|                   | Mrs Akinola O.O.        | Director of Finance |   |
| Ise/Orun          | Hon. Alabi Olarewaju    | Executive Chairman  |  |
|                   | Mr Akomolede A.I.       | Director of Finance |  |
| Moba              | Hon. Bayo Aborisade     | Executive Chairman  |  |
|                   | Mr Agboola S.B.         | Director of Finance |  |
| Oye               | Hon. Ojo James F.       | Executive Chairman  |  |
|                   | Mr Ayodele S.O.         | Director of Finance |  |



## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(i) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions, and as events occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the 16 Local Governments.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budgets of the 16 Local Governments were prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Councils.

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year.

- i. Revenue from non-exchange transactions such as fees, taxes, and fines are recognized when the events occurred and the assets recognition criteria are met.

- ii. Revenue from exchange transactions are recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered.

(8) **AID AND GRANTS**

Aid and grants to the entity are recognised as income for the reporting period.

(9) **EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

(10) **STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

(11) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(12) **RECEIVABLES**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(13) **INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

(14) **PROPERTY, PLANT & EQUIPMENT (PPE)**

All PPE are stated at historical cost less accumulated depreciation and any impairment losses.

Historical cost included expenditure that were directly attributable to the acquisition of the items.

(15) **INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.

(16) **DEPRECIATION**

Depreciation on PPE and Investment property were charged on a straight-line basis over their expected useful lives less estimated residual value using the appropriate rates.

(17) **UNREMITTED DEDUCTIONS.**

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source.

(18) **PAYABLES.**

Payables are recognized at fair value.

(19) **RESERVES**

Reserves are classified under equity in the Statement of Financial Position.

(20) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost incurred.

(21) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as Expenses in the statement of Financial Performance.

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION OF SIXTEEN (16) LOCAL GOVERNMENTS OF  
EKITI STATE, NIGERIA AS AT 31<sup>ST</sup> DECEMBER, 2020.**

| <b>2019</b>              | <b>DETAILS</b>                        | <b>NOTES</b> | <b>2020</b>             |                          |
|--------------------------|---------------------------------------|--------------|-------------------------|--------------------------|
| <b>N</b>                 | <b>Represented By:</b>                |              | <b>N</b>                | <b>N</b>                 |
|                          | <b>ASSETS</b>                         |              |                         |                          |
|                          | <b>Current Assets</b>                 |              |                         |                          |
| 169,450,626.27           | Cash and Cash equivalents             | 1            | 169,175,416.04          |                          |
| 22,791,222.00            | Inventories                           | 2            | 8,102,163.00            |                          |
| -                        | WIP                                   | 3            | 135,371,756.72          |                          |
| 7,322,789,933.93         | Receivables                           | 4            | 6,189,861,999.47        |                          |
| 58,000.00                | Prepayment                            | 5            | 20,600.00               |                          |
| <b>7,515,089,782.20</b>  | <b>Total Current Assets</b>           |              |                         | <b>6,502,531,935.23</b>  |
|                          | <b>Non-Current Assets</b>             |              |                         |                          |
| -                        | Loans Granted                         | 6            | -                       |                          |
| 36,170,416.15            | Investments                           | 7            | 19,717,880.15           |                          |
| 8,538,602,707.99         | Fixed Assets-Property, Plant & Equip  | 8            | 10,408,336,276.20       |                          |
| 513,741,418.53           | Investment Property                   | 9            | 629,659,586.62          |                          |
| 92,468,000.00            | Biological Assets                     | 10           | 127,001,000.00          |                          |
| <b>9,180,982,542.67</b>  | <b>Total Non-current Assets</b>       |              |                         | <b>11,184,714,742.97</b> |
| <b>16,696,072,324.87</b> | <b>Total Assets</b>                   |              |                         | <b>17,687,246,678.20</b> |
|                          | <b>LIABILITIES</b>                    |              |                         |                          |
|                          | <b>Current liabilities</b>            |              |                         |                          |
| -                        | Accumulated Depreciation              | 11           | 293,314,149.86          |                          |
| 11,096,229.72            | Loan & Debts (Short-Term)             | 12           | 2,802,000.00            |                          |
| 43,841,883.64            | Unremitted Deductions                 | 13           | 35,304,371.77           |                          |
| 9,005,674,498.71         | Payables                              | 14           | 9,271,342,488.20        |                          |
| <b>9,060,612,612.07</b>  | <b>Total Current Liabilities</b>      |              | <b>9,602,763,009.83</b> |                          |
|                          | <b>Non - Current Liabilities</b>      |              |                         |                          |
| 5,463,063.85             | Public funds                          | 15           | 3,060,000.00            |                          |
| 99,949,843.07            | Borrowings                            | 16           | 1,384,085,405.08        |                          |
| <b>105,412,906.92</b>    | <b>Total Non- Current Liabilities</b> |              | <b>1,387,145,405.08</b> |                          |
| <b>9,166,025,518.99</b>  | <b>Total Liabilities</b>              |              |                         | <b>10,989,908,414.91</b> |
| <b>7,530,046,805.88</b>  | <b>NET ASSETS/EQUITY:</b>             |              |                         | <b>6,697,338,263.29</b>  |
|                          | <b>Financed By:</b>                   |              |                         |                          |
| 6,224,230,286.08         | Reserves                              | 17           |                         | 5,210,737,027.32         |
| 36,074,470.64            | Capital Grants                        | 18           |                         | 56,634,901.64            |
| -                        | Net Surpluses/(Deficits)              | 19           |                         |                          |
| 1,269,742,049.16         | Accumulated Surpluses(Deficits)       | 20           |                         | 1,429,966,334.33         |
| <b>7,530,046,805.88</b>  | <b>Total Net Assets/Equity:</b>       |              |                         | <b>6,697,338,263.29</b>  |

**CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE OF SIXTEEN (16) LOCAL GOVERNMENTS OF EKITI STATE, NIGERIA FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2020.**

| <b>2019</b>              | <b>DETAILS</b>  | <b>NOTE</b> | <b>2020</b>              |
|--------------------------|---|-------------|--------------------------|
| <b>N</b>                 | <b>REVENUE</b>  |             | <b>ACTUAL (N)</b>        |
| 17,098,228,739.11        | Statutory Revenue   | 21          | 21,362,639,327.72        |
| 19,522,886.66            | Tax Revenue   | 22          | 32,409,607.46            |
| 104,180,084.03           | Non-Tax Revenue   | 23          | 117,822,197.22           |
| 139,090,576.98           | Aid & Grants  | 24          | 20,560,430.99            |
| 6,279,919.75             | Investment Income   | 25          | 11,587,453.33            |
| -                        | Expenditure Recovery  | 26          | 222,000.00               |
|                          | Other Capital Receipts  | 27          | 59,902,750.62            |
|                          | Debt Forgiveness  | 28          | -                        |
| <b>17,367,302,206.53</b> | <b>Total Revenue</b>  |             | <b>21,605,143,767.34</b> |
|                          | <b>EXPENDITURE:</b>   |             |                          |
| 11,769,860,634.98        | Salaries & Wages  | 29          | 7,011,970,642.31         |
| 178,069,796.86           | Social Contribution   | 30          | 165,177,861.70           |
| 432,195,258.20           | Social Benefits   | 31          | 116,443,327.66           |
| 1,291,512,966.20         | Overhead Cost   | 32          | 886,497,631.39           |
| -                        | Gratuity  | 33          | -                        |
| -                        | Pension Allowances  | 34          | -                        |
| -                        | Stationeries  | 35          | -                        |
| -                        | Impairment Charges  | 36          | -                        |
| 454,024,823.64           | Depreciation charges  | 37          | 634,516,920.42           |
| 3,859,054,391.16         | Transfer to Other Government Entities                             | 38          | 12,761,922,133.39        |
|                          | Public Debt Charge  | 39          | -                        |
| 269,253,777.75           | Allowance (Leave Bonus)   | 40          | 115,919,683.25           |
| <b>18,253,971,648.79</b> | <b>Total Expenditure</b>  |             | <b>21,692,447,200.12</b> |
| <b>886,669,442.26</b>    | <b>Surplus/(Deficit) from operating activities for the period</b> |             | <b>-87,303,432.78</b>    |
| -                        | Gain/Loss on Disposal of Assets                                   | 41          |                          |
| -                        | Revenue Refunded  | 42          | <b>-1,600,000.00</b>     |
| <b>(886,669,442.26)</b>  | <b>Net Surplus/(Deficit) for the period</b>                       |             | <b>-88,903,432.78</b>    |

**CONSOLIDATED STATEMENT OF CASH FLOW OF SIXTEEN (16) LOCAL GOVERNMENTS OF EKITI STATE, NIGERIA FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2020.**

| <b>2019</b>              | <b>DETAILS</b>   | <b>NOTES</b> | <b>2020</b>       |                          |
|--------------------------|--|--------------|-------------------|--------------------------|
| <b>N</b>                 | <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                |              | <b>N</b>          | <b>N</b>                 |
|                          | <b>Inflows</b>   |              |                   |                          |
| 17,098,228,739.11        | Statutory Revenue  | 21           | 21,362,639,327.72 |                          |
| 19,522,886.66            | Tax Revenue  | 22           | 32,409,607.46     |                          |
| 104,180,084.03           | Non Tax Revenue  | 23           | 117,822,197.22    |                          |
| 139,090,576.98           | Aid & Grants   | 24           | 20,560,430.99     |                          |
| 6,279,919.75             | Investment   | 25           | 11,587,453.33     |                          |
| -                        | Expenditure Recovery                                       | 26           | 222,000.00        |                          |
| 139,090,576.98           | Other Capital Receipts                                     | 27           | 59,902,750.62     |                          |
| -                        | Debt Forgiveness   | 28           | -                 |                          |
| <b>17,367,302,206.53</b> | <b>Total flow from Operating Activities</b>                |              |                   | <b>21,605,143,767.34</b> |
|                          | <b>Outflows</b>  |              |                   |                          |
| 11,769,860,634.98        | Salary & Wages   | 29           | 7,011,970,642.31  |                          |
| 178,069,796.86           | Social Contribution  | 30           | 165,177,861.70    |                          |
| 432,195,258.20           | Social Benefit   | 31           | 116,443,327.66    |                          |
| 1,291,512,966.20         | Overheads Cost   | 32           | 886,497,631.39    |                          |
| -                        | Gratuity   | 33           | -                 |                          |
| -                        | Pension Allowances   | 34           | -                 |                          |
| 3,859,054,391.16         | Transfer to other Government Entities                      | 38           | 12,761,922,133.39 |                          |
| 269,253,777.75           | Allowance (Leave Bonus)                                    | 40           | 115,919,683.25    |                          |
| -                        | Deductions   | 49           | -                 |                          |
| -                        | Refund   | 50           | -                 |                          |
| -                        | Inventory  | 51           | -                 |                          |
| -                        | Loan   | 52           | -                 |                          |
| <b>17,799,946,825.06</b> | <b>Total Outflow from Operating Activities</b>             |              |                   | <b>21,057,931,279.70</b> |
| <b>(432,644,618.53)</b>  | <b>Net Cash Inflow/(outflow) from operating Activities</b> |              |                   | <b>547,212,487.64</b>    |
|                          |  |              |                   |                          |
|                          | <b>CASH FLOW FROM INVESTING ACTIVITIES</b>                 |              |                   |                          |
| -                        | Proceeds for Sale of PPE                                   | 53           |                   |                          |
| -                        | Proceeds from Sales Property                               | 54           |                   |                          |
| -                        | Proceeds from Sales of Intangible Assets                   | 55           |                   |                          |
| -                        | Proceeds from Sales of Investment                          | 56           |                   |                          |
| -                        | Dividend Received  | 57           |                   |                          |
| -                        | <b>Total Inflow</b>  |              |                   |                          |
|                          | <b>Outflows</b>  |              |                   |                          |
| 362,617,948.28           | Purchase/construction of Assets PPE                        | 58           | 452,598,238.57    |                          |
| -                        | Purchase/construction of Assets-Investment Property        | 59           | -                 |                          |
| -                        | Investment in Private companies                            | 60           | -                 |                          |
| -                        | Loan Granted   | 61           | -                 |                          |
| -                        | Purchase of Intangible Assets                              | 62           | -                 |                          |

|                        |  |    |                       |                        |
|------------------------|--|----|-----------------------|------------------------|
| -                      | Acquisition of Investment                          | 63 | 520,000.00            |                        |
| 362,617,948.28         | <b>Total Outflow</b>                               |    | <b>453,118,238.57</b> |                        |
| <b>-362,617,948.28</b> | <b>Net cash flow from Investing Activities</b>     |    |                       | <b>-453,118,238.57</b> |
|                        | <b>CASH FLOW FROM FINANCING ACTIVITIES</b>         |    |                       |                        |
|                        | <b>Inflows</b>                                     |    |                       |                        |
| 36,074,670.64          | Capital Grant Received                             | 64 |                       |                        |
| -                      | Proceeds from Borrowing                            | 65 |                       |                        |
| 36,074,670.64          | <b>Total Inflow</b>                                |    |                       |                        |
| -                      | <b>Outflows</b>                                    |    |                       |                        |
| -                      | Repayment of borrowing                             | 66 | 94,369,459.30         |                        |
| -                      | Distribution of surplus/Dividends Paid             | 67 | -                     |                        |
| -                      | <b>TOTAL OUTFLOW</b>                               |    | <b>94,369,459.30</b>  |                        |
| <b>36,074,670.64</b>   | <b>Net Cash Flow from financial Activities</b>     |    |                       | <b>-94,369,459.30</b>  |
| <b>-759,187,896.26</b> | <b>Net cash flow from All Activities</b>           |    |                       | <b>-275,210.23</b>     |
| <b>928,638,522.53</b>  | Cash & Cash Equivalent As at 01/01/ 2020           |    |                       | 169,450,626.27         |
| <b>169,450,626.27</b>  | <b>Cash &amp; Cash Equivalent as at 31/12/2020</b> | 1  |                       | <b>169,175,416.04</b>  |

**CONSOLIDATED STATEMENT OF COMPARISM OF BUDGET AND ACTUAL OF SIXTEEN (16) LOCAL GOVERNMENTS OF EKITI STATE, NIGERIA FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2020.**

| 2019                     | REVENUE                                     |      | 2020                     | FINAL BUDGET<br>2020 (N) | VARIANCE<br>ON FINAL<br>BUDGET<br>IN (%) |
|--------------------------|---|------|--------------------------|--------------------------|--|
| N                        | N   | NOTE | ACTUAL N                 | N                        |  |
| 17,098,228,738.11        | Statutory Revenue                           | 21   | 21,362,639,327.72        | 30,895,379,723.10        | -30.85                                   |
| 19,522,886.66            | Tax Revenue                                 | 22   | 32,409,607.46            | 60,585,620.00            | -46.51                                   |
| 104,180,084.03           | Non- Tax Revenue                            | 23   | 117,822,197.22           | 227,431,585.45           | -48.19                                   |
| 139,090,576.98           | Aid & Grants                                | 24   | 20,560,430.99            | 766,943,017.40           | -97.32                                   |
| 6,279,919.75             | Investment Income                           | 25   | 11,587,453.33            | 15,458,000.00            | -25.04                                   |
| -                        | Expenditure Recovery                        | 26   | 222,000.00               | 3,200,000.00             | -93.06                                   |
| 36,074,470.64            | Other Capital Receipts                      | 27   | 59,902,750.62            | 1,049,418,474.00         | -94.29                                   |
|                          | Debt forgiveness                            | 28   | -                        | -                        | 0.00                                     |
| 17,403,376,677.17        | <b>Total Revenue</b>                        |      | <b>21,605,143,767.34</b> | <b>33,018,416,419.95</b> | <b>-435.27</b>                           |
|                          |   |      |                          |                          |  |
|                          | <b>EXPENDITURE:</b>                         |      |                          |                          |  |
| 11,769,860,634.98        | Salaries & Wages                            | 29   | 7,011,970,642.31         | 13,916,977,170.28        | 49.62                                    |
| 178,069,796.86           | Social Contribution                         | 30   | 165,177,861.70           | 313,049,600.00           | 47.24                                    |
| 432,195,258.20           | Social Benefit                              | 31   | 116,443,327.66           | 455,000,000.00           | 74.41                                    |
| 1,291,512,966.20         | Overhead cost                               | 32   | 886,497,631.39           | 1,451,937,981.59         | 39.08                                    |
| -                        | Gratuity                                    | 33   | -                        | -                        | 0.00                                     |
| -                        | Pension Allowance                           | 34   | -                        | -                        | 0.00                                     |
| -                        | Stationeries                                | 35   | -                        | -                        | 0.00                                     |
| -                        | Impairment Charges                          | 36   | -                        | -                        | 0.00                                     |
| 362,617,748.37           | Purchase of Assets                          | 37   | -                        | -                        | 0.00                                     |
| 3,859,054,391.16         | Transfer to other Government Entities       | 38   | 12,761,922,133.39        | 13,591,060,834.21        | 6.10                                     |
|                          | Public Debt Charge                          | 39   | -                        | -                        | 0.00                                     |
| 269,253,777.75           | Allowance (Leave Bonus)                     | 40   | 115,919,683.25           | 207,122,109.30           | 44.03                                    |
| 362,617,748.37           | Purchase of Assets                          | 58   | 452,598,238.57           | 1,017,503,160.86         | 5.52                                     |
| -                        | Acquisition of Investment                   | 63   | 520,000.00               |                          | -100.00                                  |
| -                        | Repayment of Borrowing                      | 66   | 94,369,459.30            |                          | -100.00                                  |
| <b>18,162,564,573.43</b> | <b>Total Expenditure</b>                    |      | <b>21,605,418,977.57</b> | <b>30,952,650,856.24</b> | <b>115.86</b>                            |
| <b>(759,187,896.26)</b>  | <b>Net Surplus (Deficit) for the period</b> |      | <b>275,210.23</b>        | <b>2,065,765,563.71</b>  | <b>-551.12</b>                           |



**CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS/EQUITY OF SIXTEEN  
(16)  
LOCAL GOVERNMENTS OF EKITI STATE,  
NIGERIA FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2020.**

| <b>S/N</b> | <b>NARRATION</b>  | <b>ACCUMULATED<br/>SURPLUS/<br/>(DEFICIT)<br/>(N)</b> | <b>RESERVES<br/>(N)</b> | <b>GRANT FOR<br/>THE YEAR<br/>(N)</b> | <b>TOTAL<br/>(N)</b>     |
|------------|---|---|-------------------------|---------------------------------------|--------------------------|
| 1          | Opening Balance(01/01/2020)   | <b>1,269,742,049.16</b>                               | <b>6,224,230,286.08</b> | <b>36,074,470.64</b>                  | <b>7,530,046,805.88</b>  |
| 2          | Net Surplus/(Deficit) for the year                                      | -88,903,432.78  |                         |                                       | <b>-88,903,432.78</b>    |
| 3          | Accumulated Surplus/Deficit<br>undercast for the year 2019<br>(Note 68) | 249,127,717.95  |                         |                                       | <b>249,127,717.95</b>    |
| 4          | Grant for the year  |   |                         | 20,560,431.00                         | <b>20,560,431.00</b>     |
| 5          | Adjustment for the year   |   | -1,013,493,258.76       |                                       | <b>-1,013,493,258.76</b> |
|            | <b>Balance as at 31/12/2020</b>   | <b>1,429,966,334.33</b>                               | <b>5,210,737,027.32</b> | <b>56,634,901.64</b>                  | <b>6,697,338,263.29</b>  |

| <b>NOTE (68)</b>   |                  |                         |
|--|------------------|-------------------------|
| <b>Note to undercast accumulated surplus/(deficit) for year 2019</b> |                  |                         |
| <b>ADJUSTMENT ON ACCUMULATED SURPLUS/(DEFICIT)</b>                   |                  |                         |
| <b>DETAILS</b>   | <b>AMOUNT(N)</b> | <b>AMOUNT(N)</b>        |
| Balance 1/1/2020   |                  | 1,269,742,049.16        |
| Accumulated Surplus/(Deficit) undercast for the year 2019:           |                  |                         |
| Ilejemeje LG   | 48,069,999.22    |                         |
| Efon LG  | 201,057,718.73   |                         |
| Total  |                  | 249,127,717.95          |
| <b>Adjusted Accumulated Surplus/(Deficit) for 2019</b>               |                  | <b>1,518,869,767.11</b> |
| Surplus or (deficits) for the year 2020                              |                  | -88,903,432.78          |
| <b>Balance 31/12/2020</b>  |                  | <b>1,429,966,334.33</b> |

**CONSOLIDATED POSITION OF REVENUE FOR THE SIXTEEN LOCAL GOVERNMENTS OF EKITI STATE FOR THE PERIOD ENDED 31<sup>ST</sup> DECEMBER, 2020**

| <b>DETAILS</b>         | <b>NOTE</b> | <b>REVENUE<br/>JANUARY-DECEMBER<br/>2020 (N)</b> |
|------------------------|-------------|--|
| Statutory Allocation   | 21          | 21,362,639,327.72                                |
| Tax Revenue            | 22          | 32,409,607.46                                    |
| Non – Tax Revenue      | 23          | 117,822,197.22                                   |
| Aids and Grant         | 24          | 20,560,430.99                                    |
| Investment Income      | 25          | 11,587,453.33                                    |
| Expenditure Recovery   | 26          | 222,000.00                                       |
| Other Capital Receipts | 27          | 59,902,750.62                                    |
| <b>Total</b>           |             | <b>21,605,143,767.34</b>                         |

**CONSOLIDATED POSITION OF EXPENDITURE FOR THE SIXTEEN LOCAL  
GOVERNMENTS OF EKITI STATE FOR THE PERIOD ENDED 31<sup>ST</sup> DECEMBER,  
2020**

| <b>DETAILS</b>                   | <b>NOTE</b> | <b>EXPENDITURE<br/>JANUARY-DECEMBER<br/>2020 (N)</b> |
|----------------------------------|-------------|--|
| Salaries and wages               | 29          | 7,011,970,642.31                                     |
| Social Contribution              | 30          | 165,177,861.70                                       |
| Social Benefits                  | 31          | 116,443,327.66                                       |
| Overhead cos                     | 32          | 886,497,631.39                                       |
| Transfer To Other Govt. Entities | 38          | 12,761,922,133.39                                    |
| Allowance (Leave Bonus)          | 40          | 115,919,683.25                                       |
| Purchase of Assets               | 42          | 452,598,238.57                                       |
| Acquisition of Investment        | 63          | 520,000.00   |
| Repayment of Borrowing           | 66          | 94,369,459.30  |
| <b>Total</b>                     |             | <b>21,605,418,977.27</b>                             |

**NOTE 1****POSITION OF CASH AND CASH EQUIVALENTS FOR THE 16  
LOCAL GOVERNMENT COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup>  
DECEMBER, 2020**

| <b>S/N</b> | <b>NAME OF LOCAL<br/>GOVERNMENT</b> | <b>AMOUNT 2020 (N)</b> | <b>AMOUNT 2019 (N)</b> |
|------------|-------------------------------------|------------------------|------------------------|
| 1          | ADO                                 | 22,463,440.65          | 3,410,753.43           |
| 2          | EFON                                | 6,626,477.58           | 2,206,908.30           |
| 3          | EMURE                               | 4,601,133.87           | 19,120,436.87          |
| 4          | EKITI EAST                          | 6,543,857.09           | 3,961,602.76           |
| 5          | EKITI SOUTH WEST                    | 2,478,082.00           | 9,326,649.74           |
| 6          | EKITI WEST                          | 10,805,198.23          | 18,948,416.48          |
| 7          | GBONYIN                             | 31,676,729.37          | 4,700,657.20           |
| 8          | IDO/OSI                             | 8,727,309.21           | 25,082,512.08          |
| 9          | IJERO                               | 15,451,440.93          | 953,983.27             |
| 10         | IKERE                               | 6,958,170.22           | 13,627,723.35          |
| 11         | IKOLE                               | 7,747,667.77           | 2,604,603.08           |
| 12         | ILEJEMEJE                           | 360,883.13             | 10,250,152.04          |
| 13         | IREPODUN/IFELODUN                   | 4,847,273.58           | 12,093,719.28          |
| 14         | ISE/ORUN                            | 12,087,831.33          | 1,460,362.47           |
| 15         | MOBA                                | 19,203,787.54          | 26,943,760.14          |
| 16         | OYE                                 | 8,596,133.54           | 14,758,385.78          |
|            | <b>TOTAL</b>                        | <b>169,175,416.04</b>  | <b>169,450,626.27</b>  |

## NOTE 2

**POSITION OF INVENTORIES FOR THE 16 LOCAL GOVERNMENT  
COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup> DECEMBER, 2020**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)     | AMOUNT 2019 (N)      |
|-----|--------------------------|---------------------|----------------------|
| 1   | ADO                      | 381,710.00          | 272,200.00           |
| 2   | EFON                     | 540,100.00          | 536,200.00           |
| 3   | EMURE                    | 1,007,000.00        | 1,904,000.00         |
| 4   | EKITI EAST               | 92,800.00           | 127,500.00           |
| 5   | EKITI SOUTH WEST         | -                   | 2,547,850.00         |
| 6   | EKITI WEST               | 908,900.00          | 12,776,800.00        |
| 7   | GBONYIN                  | 216,250.00          | -                    |
| 8   | IDO/OSI                  | -                   | 1,220,322.00         |
| 9   | IJERO                    | -                   | -                    |
| 10  | IKERE                    | 10,000.00           | 50,500.00            |
| 11  | IKOLE                    | 254,203.00          | 200,000.00           |
| 12  | ILEJEMEJE                | 50,000.00           | -                    |
| 13  | IREPODUN/IFELODUN        | 1,096,800.00        | -                    |
| 14  | ISE/ORUN                 | 225,700.00          | -                    |
| 15  | MOBA                     | 686,200.00          | 1,080,000.00         |
| 16  | OYE                      | 2,632,500.00        | 2,075,850.00         |
|     | <b>TOTAL</b>             | <b>8,102,163.00</b> | <b>22,791,222.00</b> |

## NOTE 3

**POSITION OF WORK IN PROGRESS FOR THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup>  
DECEMBER, 2020**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)       | AMOUNT 2019 (N) |
|-----|--------------------------|-----------------------|-----------------|
| 1   | ADO                      | -                     | -               |
| 2   | EFON                     | -                     | -               |
| 3   | EMURE                    | -                     | -               |
| 4   | EKITI EAST               | 34,519,497.20         | -               |
| 5   | EKITI SOUTH WEST         | -                     | -               |
| 6   | EKITI WEST               | -                     | -               |
| 7   | GBONYIN                  | -                     | -               |
| 8   | IDO/OSI                  | -                     | -               |
| 9   | IJERO                    | -                     | -               |
| 10  | IKERE                    | -                     | -               |
| 11  | IKOLE                    | 38,107,950.88         | -               |
| 12  | ILEJEMEJE                | 62,744,308.64         | -               |
| 13  | IREPODUN/IFELODUN        | -                     | -               |
| 14  | ISE/ORUN                 | -                     | -               |
| 15  | MOBA                     | -                     | -               |
| 16  | OYE                      | -                     | -               |
|     | <b>TOTAL</b>             | <b>135,371,756.72</b> | <b>-</b>        |

## NOTE 4

**POSITION OF RECEIVABLES FOR THE 16 LOCAL GOVERNMENT  
COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup> DECEMBER, 2020**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)         | AMOUNT 2019 (N)         |
|-----|--------------------------|-------------------------|-------------------------|
| 1   | ADO                      | 404,127,067.61          | 533,960,665.05          |
| 2   | EFON                     | 437,608,136.04          | 343,075,893.58          |
| 3   | EMURE                    | 377,716,766.07          | 310,756,987.37          |
| 4   | EKITI EAST               | 376,640,466.07          | 300,600,950.99          |
| 5   | EKITI SOUTH WEST         | 377,646,618.74          | 377,646,618.74          |
| 6   | EKITI WEST               | 376,517,466.27          | 1,580,901,182.95        |
| 7   | GBONYIN                  | 376,075,466.07          | 420,768,987.27          |
| 8   | IDO/OSI                  | 376,390,466.07          | 810,346,822.79          |
| 9   | IJERO                    | 376,075,466.07          | 394,478,045.22          |
| 10  | IKERE                    | 376,961,331.21          | 37,793,785.14           |
| 11  | IKOLE                    | 376,125,466.07          | 204,060,497.22          |
| 12  | ILEJEMEJE                | 437,767,339.59          | 257,992,162.88          |
| 13  | IREPODUN/IFELODUN        | 376,075,466.07          | 534,140,058.23          |
| 14  | ISE/ORUN                 | 378,275,466.07          | 490,427,416.96          |
| 15  | MOBA                     | 376,075,460.07          | 350,411,922.82          |
| 16  | OYE                      | 389,783,551.38          | 375,427,936.72          |
|     | <b>TOTAL</b>             | <b>6,189,862,999.47</b> | <b>7,322,789,933.93</b> |

## NOTE 5

**POSITION OF PREPAYMENTS FOR THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup>  
DECEMBER, 2020**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)  | AMOUNT 2019 (N)  |
|-----|--------------------------|------------------|------------------|
| 1   | ADO                      | -                | -                |
| 2   | EFON                     | -                | -                |
| 3   | EMURE                    | 20,600.00        | 58,000.00        |
| 4   | EKITI EAST               | -                | -                |
| 5   | EKITI SOUTH WEST         | -                | -                |
| 6   | EKITI WEST               | -                | -                |
| 7   | GBONYIN                  | -                | -                |
| 8   | IDO/OSI                  | -                | -                |
| 9   | IJERO                    | -                | -                |
| 10  | IKERE                    | -                | -                |
| 11  | IKOLE                    | -                | -                |
| 12  | ILEJEMEJE                | -                | -                |
| 13  | IREPODUN/IFELODUN        | -                | -                |
| 14  | ISE/ORUN                 | -                | -                |
| 15  | MOBA                     | -                | -                |
| 16  | OYE                      | -                | -                |
|     | <b>TOTAL</b>             | <b>20,600.00</b> | <b>58,000.00</b> |



## NOTE 7

**POSITION OF INVESTMENT FOR THE 16 LOCAL GOVERNMENT  
COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup> DECEMBER, 2020**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)      | AMOUNT 2019 (N)      |
|-----|--------------------------|----------------------|----------------------|
| 1   | ADO                      | -                    | -                    |
| 2   | EFON                     | -                    | 526,209.00           |
| 3   | EMURE                    | 1,000,000.00         | 1,000,000.00         |
| 4   | EKITI EAST               | 836,237.50           | 836,237.50           |
| 5   | EKITI SOUTH WEST         | -                    | -                    |
| 6   | EKITI WEST               | 1,650,000.00         | 1,650,000.00         |
| 7   | GBONYIN                  | 1,000,000.00         | 1,000,000.00         |
| 8   | IDO/OSI                  | 1,650,000.00         | 1,650,000.00         |
| 9   | IJERO                    | -                    | -                    |
| 10  | IKERE                    | 11,381,242.65        | 11,381,242.65        |
| 11  | IKOLE                    | -                    | 15,926,327.00        |
| 12  | ILEJEMEJE                | 2,200,400.00         | 2,200,400.00         |
| 13  | IREPODUN/IFELODUN        | -                    | -                    |
| 14  | ISE/ORUN                 | -                    | -                    |
| 15  | MOBA                     | -                    | -                    |
| 16  | OYE                      | -                    | -                    |
|     | <b>TOTAL</b>             | <b>19,717,880.15</b> | <b>36,170,416.15</b> |

## NOTE 8

**POSITION OF PROPRTY, PLANT AND EQUIPMENT FOR THE 16  
LOCAL GOVERNMENT COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup>  
DECEMBER, 2020**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)          | AMOUNT 2019 (N)         |
|-----|--------------------------|--------------------------|-------------------------|
| 1   | ADO                      | 840,150,790.61           | 849,287,737.04          |
| 2   | EFON                     | 841,409,310.26           | 902,021,292.45          |
| 3   | EMURE                    | 647,579,805.00           | 638,490,817.20          |
| 4   | EKITI EAST               | 485,453,796.34           | 500,636,894.78          |
| 5   | EKITI SOUTH WEST         | 463,407,350.00           | 477,653,775.00          |
| 6   | EKITI WEST               | 402,285,728.87           | 263,621,536.94          |
| 7   | GBONYIN                  | 497,487,240.54           | 508,798,822.62          |
| 8   | IDO/OSI                  | 1,140,231,330.35         | 1,180,813,114.41        |
| 9   | IJERO                    | 679,238,411.46           | 724,705,950.23          |
| 10  | IKERE                    | 843,370,493.94           | 905,010,265.26          |
| 11  | IKOLE                    | 436,392,760.00           | 442,369,312.00          |
| 12  | ILEJEMEJE                | 321,655,091.34           | 5,776,960.88            |
| 13  | IREPODUN/IFELODUN        | 1,176,653,051.42         | 109,486,068.07          |
| 14  | ISE/ORUN                 | 618,777,985.06           | 24,053,367.49           |
| 15  | MOBA                     | 545,822,683.70           | 542,532,648.57          |
| 16  | OYE                      | 468,420,447.31           | 463,344,145.05          |
|     | <b>TOTAL</b>             | <b>10,408,336,276.20</b> | <b>8,538,602,707.99</b> |

## NOTE 9

**POSITION OF INVESTMENT PROPERTY FOR THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup>  
DECEMBER, 2020**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)       | AMOUNT 2019 (N)       |
|-----|--------------------------|-----------------------|-----------------------|
| 1   | ADO                      | -                     | -                     |
| 2   | EFON                     | 165,012,976.80        | 113,716,680.00        |
| 3   | EMURE                    | 21,825,000.00         | 22,500,000.00         |
| 4   | EKITI EAST               | -                     | -                     |
| 5   | EKITI SOUTH WEST         | 97,920,000.00         | 99,960,000.00         |
| 6   | EKITI WEST               | 68,321,231.02         | 75,969,510.19         |
| 7   | GBONYIN                  | -                     | -                     |
| 8   | IDO/OSI                  | 187,738,761.84        | 201,595,228.34        |
| 9   | IJERO                    | -                     | -                     |
| 10  | IKERE                    | 67,801,616.96         | -                     |
| 11  | IKOLE                    | 6,790,000.00          | -                     |
| 12  | ILEJEMEJE                | -                     | -                     |
| 13  | IREPODUN/IFELODUN        | -                     | -                     |
| 14  | ISE/ORUN                 | 14,250,000.00         | -                     |
| 15  | MOBA                     | -                     | -                     |
| 16  | OYE                      | -                     | -                     |
|     | <b>TOTAL</b>             | <b>629,659,586.62</b> | <b>513,741,418.53</b> |

## NOTE 10

**POSITION OF BIOLOGICAL ASSETS FOR THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup>  
DECEMBER, 2020**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)       | AMOUNT 2019 (N)      |
|-----|--------------------------|-----------------------|----------------------|
| 1   | ADO                      | -                     | -                    |
| 2   | EFON                     | 4,500,000.00          | -                    |
| 3   | EMURE                    | 4,304,500.00          | 4,490,000.00         |
| 4   | EKITI EAST               | 375,000.00            | -                    |
| 5   | EKITI SOUTH WEST         | 520,000.00            | -                    |
| 6   | EKITI WEST               | -                     | -                    |
| 7   | GBONYIN                  | -                     | -                    |
| 8   | IDO/OSI                  | 10,200,000.00         | -                    |
| 9   | IJERO                    | -                     | -                    |
| 10  | IKERE                    | 87,978,000.00         | 87,978,000.00        |
| 11  | IKOLE                    | 5,000,000.00          | -                    |
| 12  | ILEJEMEJE                | 10,000,000.00         | -                    |
| 13  | IREPODUN/IFELODUN        | 1,375,000.00          | -                    |
| 14  | ISE/ORUN                 | 500,000.00            | -                    |
| 15  | MOBA                     | -                     | -                    |
| 16  | OYE                      | 2,248,500.00          | -                    |
|     | <b>TOTAL</b>             | <b>127,001,000.00</b> | <b>92,468,000.00</b> |

## NOTE 11

**POSITION OF ACCUMULATED DEPRECIATION FOR THE 16  
LOCAL GOVERNMENT COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup>  
DECEMBER, 2020**

| <b>S/N</b> | <b>NAME OF LOCAL GOVERNMENT</b> | <b>AMOUNT 2020 (N)</b> | <b>AMOUNT 2019 (N)</b> |
|------------|---------------------------------|------------------------|------------------------|
| 1          | ADO                             | -                      | -                      |
| 2          | EFON                            | -                      | -                      |
| 3          | EMURE                           | -                      | -                      |
| 4          | EKITI EAST                      | 18,932,618.24          | -                      |
| 5          | EKITI SOUTH WEST                | -                      | -                      |
| 6          | EKITI WEST                      | 15,520,163.56          | -                      |
| 7          | GBONYIN                         | 25,567,506.32          | -                      |
| 8          | IDO/OSI                         | 134,935,218.20         | -                      |
| 9          | IJERO                           | -                      | -                      |
| 10         | IKERE                           | -                      | -                      |
| 11         | IKOLE                           | 18,484,138.00          | -                      |
| 12         | ILEJEMEJE                       | -                      | -                      |
| 13         | IREPODUN/IFELODUN               | 16,794,994.34          | -                      |
| 14         | ISE/ORUN                        | 6,467,743.05           | -                      |
| 15         | MOBA                            | 39,188,499.20          | -                      |
| 16         | OYE                             | 17,423,268.95          | -                      |
|            | <b>TOTAL</b>                    | <b>293,314,149.86</b>  | <b>-</b>               |

**POSITION OF LOAN & DEBTS (SHORT-TERM) FOR THE 16  
LOCAL GOVERNMENT COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup>  
DECEMBER, 2020**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)     | AMOUNT 2019 (N)      |
|-----|--------------------------|---------------------|----------------------|
| 1   | ADO                      | -                   | 7,876,229.72         |
| 2   | EFON                     | -                   | 3,220,000.00         |
| 3   | EMURE                    | 2,802,000.00        | -                    |
| 4   | EKITI EAST               | -                   | -                    |
| 5   | EKITI SOUTH WEST         | -                   | -                    |
| 6   | EKITI WEST               | -                   | -                    |
| 7   | GBONYIN                  | -                   | -                    |
| 8   | IDO/OSI                  | -                   | -                    |
| 9   | IJERO                    | -                   | -                    |
| 10  | IKERE                    | -                   | -                    |
| 11  | IKOLE                    | -                   | -                    |
| 12  | ILEJEMEJE                | -                   | -                    |
| 13  | IREPODUN/IFELODUN        | -                   | -                    |
| 14  | ISE/ORUN                 | -                   | -                    |
| 15  | MOBA                     | -                   | -                    |
| 16  | OYE                      | -                   | -                    |
|     | <b>TOTAL</b>             | <b>2,802,000.00</b> | <b>11,096,229.72</b> |

**POSITION OF UNREMITTED DEDUCTION FOR THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup>  
DECEMBER, 2020**

| <b>S/N</b> | <b>NAME OF LOCAL<br/>GOVERNMENT</b> | <b>AMOUNT 2020 (N)</b> | <b>AMOUNT 2019 (N)</b> |
|------------|-------------------------------------|------------------------|------------------------|
| 1          | ADO                                 | -                      | -                      |
| 2          | EFON                                | -                      | 264,900.00             |
| 3          | EMURE                               | 6,036,828.00           | 6,749,000.00           |
| 4          | EKITI EAST                          | 2,969,679.41           | 1,640,565.65           |
| 5          | EKITI SOUTH WEST                    | 1,377,980.00           | 1,377,980.00           |
| 6          | EKITI WEST                          | 1,812,481.23           | 2,797,955.02           |
| 7          | GBONYIN                             | -                      | -                      |
| 8          | IDO/OSI                             | -                      | 23,411,180.47          |
| 9          | IJERO                               | -                      | 73,422.05              |
| 10         | IKERE                               | 7,526,880.45           | 7,526,880.45           |
| 11         | IKOLE                               | -                      | -                      |
| 12         | ILEJEMEJE                           | 1,106,000.00           | -                      |
| 13         | IREPODUN/IFELODUN                   | -                      | -                      |
| 14         | ISE/ORUN                            | 14,474,522.68          | -                      |
| 15         | MOBA                                | -                      | -                      |
| 16         | OYE                                 | -                      | -                      |
|            | <b>TOTAL</b>                        | <b>35,304,371.77</b>   | <b>43,841,883.64</b>   |

**POSITION OF PAYABLES FOR THE 16 LOCAL GOVERNMENT  
COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup> DECEMBER, 2020**

| <b>S/N</b> | <b>NAME OF LOCAL GOVERNMENT</b> | <b>AMOUNT 2020 (N)</b>  | <b>AMOUNT 2019 (N)</b>  |
|------------|---------------------------------|-------------------------|-------------------------|
| 1          | ADO                             | 535,462,429.72          | 545,141,141.95          |
| 2          | EFON                            | 965,046,948.84          | 809,852,016.43          |
| 3          | EMURE                           | 426,158,039.00          | 375,489,487.31          |
| 4          | EKITI EAST                      | 342,878,332.89          | 304,267,976.99          |
| 5          | EKITI SOUTH WEST                | 477,053,500.49          | 452,960,834.43          |
| 6          | EKITI WEST                      | 577,695,748.96          | 1,465,825,646.59        |
| 7          | GBONYIN                         | 454,228,949.77          | 420,768,987.27          |
| 8          | IDO/OSI                         | 1,084,360,534.17        | 1,458,258,987.22        |
| 9          | IJERO                           | 320,629,119.82          | 398,285,297.99          |
| 10         | IKERE                           | 647,957,168.98          | 555,056,670.45          |
| 11         | IKOLE                           | 531,885,172.63          | 204,060,497.22          |
| 12         | ILEJEMEJE                       | 655,986,115.84          | 229,900,634.02          |
| 13         | IREPODUN/IFELODUN               | 565,969,298.31          | 534,140,058.23          |
| 14         | ISE/ORUN                        | 896,722,530.30          | 481,741,569.53          |
| 15         | MOBA                            | 366,326,295.53          | 393,581,740.36          |
| 16         | OYE                             | 422,982,302.95          | 376,342,952.72          |
|            | <b>TOTAL</b>                    | <b>9,271,342,488.20</b> | <b>9,005,674,498.71</b> |



## NOTE 15

**POSITION OF PUBLIC FUNDS FOR THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup>  
DECEMBER, 2020**

| <b>S/N</b> | <b>NAME OF LOCAL<br/>GOVERNMENT</b> | <b>AMOUNT 2020 (N)</b> | <b>AMOUNT 2019 (N)</b> |
|------------|-------------------------------------|------------------------|------------------------|
| 1          | ADO                                 | -                      | -                      |
| 2          | EFON                                | -                      | -                      |
| 3          | EMURE                               | -                      | 1,463,063.85           |
| 4          | EKITI EAST                          | -                      | -                      |
| 5          | EKITI SOUTH WEST                    | -                      | -                      |
| 6          | EKITI WEST                          | -                      | -                      |
| 7          | GBONYIN                             | -                      | -                      |
| 8          | IDO/OSI                             | -                      | -                      |
| 9          | IJERO                               | -                      | -                      |
| 10         | IKERE                               | 3,000,000.00           | 4,000,000.00           |
| 11         | IKOLE                               | -                      | -                      |
| 12         | ILEJEMEJE                           | -                      | -                      |
| 13         | IREPODUN/IFELODUN                   | -                      | -                      |
| 14         | ISE/ORUN                            | -                      | -                      |
| 15         | MOBA                                | 60,000.00              | -                      |
| 16         | OYE                                 | -                      | -                      |
|            | <b>TOTAL</b>                        | <b>3,060,000.00</b>    | <b>5,463,063.85</b>    |

**POSITION OF LONG-TERM BORROWINGS FOR THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup>  
DECEMBER, 2020**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)         | AMOUNT 2019 (N)      |
|-----|--------------------------|-------------------------|----------------------|
| 1   | ADO                      | 86,505,337.82           | -                    |
| 2   | EFON                     | 86,505,337.82           | 84,719,423.07        |
| 3   | EMURE                    | 86,505,338.00           | -                    |
| 4   | EKITI EAST               | 86,505,337.82           | -                    |
| 5   | EKITI SOUTH WEST         | 86,505,337.60           | -                    |
| 6   | EKITI WEST               | 86,505,337.82           | -                    |
| 7   | GBONYIN                  | 86,505,337.82           | 15,230,420.00        |
| 8   | IDO/OSI                  | 86,505,337.82           | -                    |
| 9   | IJERO                    | 86,505,337.82           | -                    |
| 10  | IKERE                    | 86,505,337.82           | -                    |
| 11  | IKOLE                    | 86,505,337.82           | -                    |
| 12  | ILEJEMEJE                | 86,505,337.82           | -                    |
| 13  | IREPODUN/IFELODUN        | 86,505,337.82           | -                    |
| 14  | ISE/ORUN                 | 86,505,337.82           | -                    |
| 15  | MOBA                     | 86,505,337.82           | -                    |
| 16  | OYE                      | 86,505,337.82           | -                    |
|     | <b>TOTAL</b>             | <b>1,384,085,405.08</b> | <b>99,949,843.07</b> |

**POSITION OF RESERVES FOR THE 16 LOCAL GOVERNMENT  
COUNCILS OF EKITI STATE AS AT 31<sup>ST</sup> DECEMBER, 2020**

| <b>S/N</b> | <b>NAME OF LOCAL GOVERNMENT</b> | <b>AMOUNT 2020 (N)</b>  | <b>AMOUNT 2019 (N)</b>  |
|------------|---------------------------------|-------------------------|-------------------------|
| 1          | ADO                             | 701,464,538.08          | 913,913,342.33          |
| 2          | EFON                            | 339,700,971.25          | 525,755,493.18          |
| 3          | EMURE                           | 491,470,724.24          | 541,609,807.81          |
| 4          | EKITI EAST                      | 306,326,506.54          | 381,222,209.40          |
| 5          | EKITI SOUTH WEST                | 294,960,765.26          | 414,004,638.14          |
| 6          | EKITI WEST                      | 97,233,300.36           | 532,353,204.22          |
| 7          | GBONYIN                         | 266,741,067.76          | 447,418,816.86          |
| 8          | IDO/OSI                         | 494,264,511.35          | 759,295,264.99          |
| 9          | IJERO                           | 69,728,883.20           | 102,805,291.17          |
| 10         | IKERE                           | 563,819,380.54          | 408,996,711.04          |
| 11         | IKOLE                           | 21,656,205.73           | 240,792,720.61          |
| 12         | ILEJEMEJE                       | 71,707,083.50           | 50,550,680.44           |
| 13         | IREPODUN/IFELODUN               | 896,170,804.28          | 52,131,275.81           |
| 14         | ISE/ORUN                        | 5,934,294.68            | 24,832,384.90           |
| 15         | MOBA                            | 327,937,826.44          | 427,622,997.59          |
| 16         | OYE                             | 261,620,164.12          | 400,925,447.59          |
|            | <b>TOTAL</b>                    | <b>5,210,737,027.32</b> | <b>6,224,230,286.08</b> |

**DETAILS OF CAPITAL GRANTS RECEIVED BY THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE AS AT 31ST  
DECEMBER, 2020**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)      | AMOUNT 2019 (N)      |
|-----|--------------------------|----------------------|----------------------|
| 1   | ADO                      | 5,355,070.95         | 5,355,070.95         |
| 2   | EFON                     | -                    | -                    |
| 3   | EMURE                    | 26,719,399.70        | 26,719,399.69        |
| 4   | EKITI EAST               | -                    | -                    |
| 5   | EKITI SOUTH WEST         | -                    | -                    |
| 6   | EKITI WEST               | 4,000,000.00         | 4,000,000.00         |
| 7   | GBONYIN                  | -                    | -                    |
| 8   | IDO/OSI                  | -                    | -                    |
| 9   | IJERO                    | -                    | -                    |
| 10  | IKERE                    | -                    | -                    |
| 11  | IKOLE                    | -                    | -                    |
| 12  | ILEJEMEJE                | -                    | -                    |
| 13  | IREPODUN/IFELODUN        | -                    | -                    |
| 14  | ISE/ORUN                 | -                    | -                    |
| 15  | MOBA                     | 20,560,430.99        | -                    |
| 16  | OYE                      | -                    | -                    |
|     | <b>TOTAL</b>             | <b>56,634,901.64</b> | <b>36,074,470.64</b> |

**POSITION OF NET SURPLUS/(DEFICITS) FOR THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE AS AT 31ST  
DECEMBER, 2020**

| <b>S/N</b> | <b>NAME OF LOCAL GOVERNMENT</b> | <b>AMOUNT 2020 (N)</b> | <b>AMOUNT 2019 (N)</b> |
|------------|---------------------------------|------------------------|------------------------|
| 1          | ADO                             | 15,813,832.01          | -24,479,420.00         |
| 2          | EFON                            | -70,299,096.89         | -267,442,597.80        |
| 3          | EMURE                           | -24,707,007.00         | -70,003,046.76         |
| 4          | EKITI EAST                      | 27,816,744.31          | -38,365,904.58         |
| 5          | EKITI SOUTH WEST                | -16,716,973.52         | 14,769,662.13          |
| 6          | EKITI WEST                      | 128,830,845.73         | -43,434,246.87         |
| 7          | GBONYIN                         | 21,562,581.35          | -95,551,303.32         |
| 8          | IDO/OSI                         | -54,870,301.01         | -17,244,619.85         |
| 9          | IJERO                           | -25,071,989.89         | -55,713,475.28         |
| 10         | IKERE                           | 5,390,832.73           | 35,953,914.26          |
| 11         | IKOLE                           | -8,420,327.93          | -55,272,480.27         |
| 12         | ILEJEMEJE                       | -24,294,874.80         | -73,839,474.29         |
| 13         | IREPODUN/IFELODUN               | -74,841,355.21         | -23,324,163.31         |
| 14         | ISE/ORUN                        | 4,645,362.44           | -173,301,563.97        |
| 15         | MOBA                            | 1,446,153.75           | -2,904,512.86          |
| 16         | OYE                             | 4,812,141.15           | 3,483,790.51           |
|            | <b>TOTAL</b>                    | <b>-88,903,432.78</b>  | <b>-886,669,442.26</b> |

## NOTE 20

**POSITION OF ACCUMULATED SURPLUS/(DEFICITS) FOR THE  
16 LOCAL GOVERNMENT COUNCILS OF EKITI STATE AS AT  
31<sup>ST</sup> DECEMBER, 2020**

| <b>S/N</b> | <b>NAME OF LOCAL GOVERNMENT</b> | <b>AMOUNT 2020 (N)</b>  | <b>AMOUNT 2019 (N)</b>  |
|------------|---------------------------------|-------------------------|-------------------------|
| 1          | ADO                             | -61,664,367.70          | -77,478,199.71          |
| 2          | EFON                            | 64,443,742.77           | -66,384,879.07          |
| 3          | EMURE                           | 18,362,476.00           | 43,069,482.78           |
| 4          | EKITI EAST                      | 146,849,179.30          | 119,032,434.99          |
| 5          | EKITI SOUTH WEST                | 82,074,467.39           | 98,791,440.91           |
| 6          | EKITI WEST                      | 77,721,486.46           | -51,109,359.27          |
| 7          | GBONYIN                         | 73,412,824.31           | 51,850,242.96           |
| 8          | IDO/OSI                         | -75,127,734.07          | -20,257,433.06          |
| 9          | IJERO                           | 593,901,977.62          | 618,973,967.51          |
| 10         | IKERE                           | 85,652,087.19           | 80,261,254.46           |
| 11         | IKOLE                           | 211,887,193.54          | 220,307,521.47          |
| 12         | ILEJEMEJE                       | 19,473,485.54           | -4,231,639.66           |
| 13         | IREPODUN/IFELODUN               | -5,392,843.67           | 69,448,511.54           |
| 14         | ISE/ORUN                        | 14,012,553.93           | 9,367,192.49            |
| 15         | MOBA                            | 101,209,747.33          | 99,763,593.58           |
| 16         | OYE                             | 83,150,058.39           | 78,337,917.24           |
|            | <b>TOTAL</b>                    | <b>1,429,966,334.33</b> | <b>1,269,742,049.16</b> |

## NOTE 21

**DETAILS OF GOVERNMENT SHARE OF FAAC (STATUTORY  
REVENUE) IN THE 16 LOCAL GOVERNMENT COUNCILS OF  
EKITI STATE FOR YEARS 2020 AND 2019**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)          | AMOUNT 2019 (N)          |
|-----|--------------------------|--------------------------|--------------------------|
| 1   | ADO                      | 2,309,180,718.63         | 1,029,650,718.36         |
| 2   | EFON                     | 1,116,016,364.75         | 1,498,291,658.40         |
| 3   | EMURE                    | 917,604,657.00           | 864,540,838.88           |
| 4   | EKITI EAST               | 1,258,023,904.17         | 679,755,788.86           |
| 5   | EKITI SOUTH WEST         | 1,378,139,923.07         | 1,789,981,946.35         |
| 6   | EKITI WEST               | 1,247,011,122.30         | 723,827,629.55           |
| 7   | GBONYIN                  | 1,194,603,923.21         | 942,126,924.63           |
| 8   | IDO/OSI                  | 1,461,445,620.79         | 766,156,447.48           |
| 9   | IJERO                    | 1,330,856,682.78         | 1,266,353,665.93         |
| 10  | IKERE                    | 1,699,134,405.23         | 1,804,328,493.45         |
| 11  | IKOLE                    | 1,482,196,541.26         | 841,060,547.95           |
| 12  | ILEJEMEJE                | 751,004,142.11           | 576,005,032.48           |
| 13  | IREPODUN/IFELODUN        | 1,504,879,693.09         | 874,966,283.85           |
| 14  | ISE/ORUN                 | 1,173,557,141.20         | 1,356,781,409.58         |
| 15  | MOBA                     | 1,191,698,690.83         | 837,558,280.54           |
| 16  | OYE                      | 1,347,285,797.30         | 1,246,843,072.82         |
|     | <b>TOTAL</b>             | <b>21,362,639,327.72</b> | <b>17,098,228,739.11</b> |

## NOTE 22

**DETAILS OF TAX REVENUE IN THE 16 LOCAL GOVERNMENT  
COUNCILS OF EKITI STATE FOR YEARS 2020 AND 2019**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)      | AMOUNT 2019 (N)      |
|-----|--------------------------|----------------------|----------------------|
| 1   | ADO                      | 572,171.78           | 154,614.56           |
| 2   | EFON                     | 1,360,852.00         | 520,000.00           |
| 3   | EMURE                    | 1,314,275.00         | 393,850.00           |
| 4   | EKITI EAST               | 1,918,375.00         | 1,652,680.00         |
| 5   | EKITI SOUTH WEST         | 301,643.31           | 20,600.00            |
| 6   | EKITI WEST               | 6,027,375.00         | 2,816,197.00         |
| 7   | GBONYIN                  | 3,225,259.24         | -                    |
| 8   | IDO/OSI                  | 2,273,643.97         | 1,007,385.00         |
| 9   | IJERO                    | 1,900,800.00         | 3,095,900.00         |
| 10  | IKERE                    | 3,083,850.00         | 3,693,300.00         |
| 11  | IKOLE                    | 3,053,041.84         | 1,820,160.00         |
| 12  | ILEJEMEJE                | 401,229.69           | 270,600.00           |
| 13  | IREPODUN/IFELODUN        | 1,044,616.00         | 267,000.00           |
| 14  | ISE/ORUN                 | 1,322,591.72         | 1,419,000.10         |
| 15  | MOBA                     | 1,393,253.41         | 225,700.00           |
| 16  | OYE                      | 3,216,629.50         | 2,165,900.00         |
|     | <b>TOTAL</b>             | <b>32,409,607.46</b> | <b>19,522,886.66</b> |



**DETAILS OF NON-TAX REVENUE IN THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE FOR YEAR 2020  
AND 2019**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)       | AMOUNT 2019 (N)       |
|-----|--------------------------|-----------------------|-----------------------|
| 1   | ADO                      | 28,376,230.00         | 23,816,079.93         |
| 2   | EFON                     | 4,184,200.00          | 2,488,300.00          |
| 3   | EMURE                    | 3,374,800.00          | 2,805,640.00          |
| 4   | EKITI EAST               | 5,134,600.00          | 6,171,350.00          |
| 5   | EKITI SOUTH WEST         | 4,907,939.48          | 6,436,550.00          |
| 6   | EKITI WEST               | 5,947,200.00          | 5,667,194.00          |
| 7   | GBONYIN                  | 3,657,571.76          | 7,608,900.00          |
| 8   | IDO/OSI                  | 6,028,928.00          | 4,029,540.00          |
| 9   | IJERO                    | 10,821,080.00         | 4,037,210.00          |
| 10  | IKERE                    | 5,524,350.00          | 5,881,530.00          |
| 11  | IKOLE                    | 8,864,100.00          | 9,682,560.00          |
| 12  | ILEJEMEJE                | 1,813,800.00          | 1,669,000.00          |
| 13  | IREPODUN/IFELODUN        | 9,339,052.00          | 5,959,550.00          |
| 14  | ISE/ORUN                 | 5,252,512.50          | 3,512,050.10          |
| 15  | MOBA                     | 5,636,183.48          | 4,120,450.00          |
| 16  | OYE                      | 8,959,650.00          | 10,294,180.00         |
|     | <b>TOTAL</b>             | <b>117,822,197.22</b> | <b>104,180,084.03</b> |

**DETAILS OF AID & GRANTS IN THE 16 LOCAL GOVERNMENT  
COUNCILS OF EKITI STATE FOR YEAR 2020 AND 2019**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)      | AMOUNT 2019 (N)       |
|-----|--------------------------|----------------------|-----------------------|
| 1   | ADO                      | -                    | -                     |
| 2   | EFON                     | -                    | -                     |
| 3   | EMURE                    | -                    | 399,865.00            |
| 4   | EKITI EAST               | -                    | -                     |
| 5   | EKITI SOUTH WEST         | -                    | -                     |
| 6   | EKITI WEST               | -                    | -                     |
| 7   | GBONYIN                  | -                    | -                     |
| 8   | IDO/OSI                  | -                    | -                     |
| 9   | IJERO                    | -                    | -                     |
| 10  | IKERE                    | -                    | -                     |
| 11  | IKOLE                    | -                    | 31,492,437.80         |
| 12  | ILEJEMEJE                | -                    | -                     |
| 13  | IREPODUN/IFELODUN        | -                    | -                     |
| 14  | ISE/ORUN                 | -                    | -                     |
| 15  | MOBA                     | 20,560,430.99        | -                     |
| 16  | OYE                      | -                    | 103,599,489.18        |
|     | <b>TOTAL</b>             | <b>20,560,430.99</b> | <b>139,090,576.98</b> |

## NOTE 25

**DETAILS OF INVESTMENT INCOME IN THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE FOR YEARS 2020  
AND 2019**

| <b>S/N</b> | <b>NAME OF LOCAL GOVERNMENT</b> | <b>AMOUNT 2020 (N)</b> | <b>AMOUNT 2019 (N)</b> |
|------------|---------------------------------|------------------------|------------------------|
| 1          | ADO                             | -                      | -                      |
| 2          | EFON                            | 1,124,500.00           | 108,000.00             |
| 3          | EMURE                           | 1,499,800.00           | -                      |
| 4          | EKITI EAST                      | -                      | -                      |
| 5          | EKITI SOUTH WEST                | -                      | -                      |
| 6          | EKITI WEST                      | 878,833.33             | 635,383.33             |
| 7          | GBONYIN                         | -                      | -                      |
| 8          | IDO/OSI                         | 1,886,250.00           | 1,578,975.00           |
| 9          | IJERO                           | -                      | -                      |
| 10         | IKERE                           | 3,994,770.00           | 3,612,761.42           |
| 11         | IKOLE                           | -                      | -                      |
| 12         | ILEJEMEJE                       | -                      | -                      |
| 13         | IREPODUN/IFELODUN               | 964,950.00             | 344,800.00             |
| 14         | ISE/ORUN                        | 1,238,350.00           | -                      |
| 15         | MOBA                            | -                      | -                      |
| 16         | OYE                             | -                      | -                      |
|            | <b>TOTAL</b>                    | <b>11,587,453.33</b>   | <b>6,279,919.75</b>    |

**DETAILS OF EXPENDITURE RECOVERY FOR THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE FOR YEARS 2020  
AND 2019**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)   | AMOUNT 2019 (N) |
|-----|--------------------------|-------------------|-----------------|
| 1   | ADO                      | -                 | -               |
| 2   | EFON                     | -                 | -               |
| 3   | EMURE                    | -                 | -               |
| 4   | EKITI EAST               | -                 | -               |
| 5   | EKITI SOUTH WEST         | -                 | -               |
| 6   | EKITI WEST               | -                 | -               |
| 7   | GBONYIN                  | 222,000.00        | -               |
| 8   | IDO/OSI                  | -                 | -               |
| 9   | IJERO                    | -                 | -               |
| 10  | IKERE                    | -                 | -               |
| 11  | IKOLE                    | -                 | -               |
| 12  | ILEJEMEJE                | -                 | -               |
| 13  | IREPODUN/IFELODUN        | -                 | -               |
| 14  | ISE/ORUN                 | -                 | -               |
| 15  | MOBA                     | -                 | -               |
| 16  | OYE                      | -                 | -               |
|     | <b>TOTAL</b>             | <b>222,000.00</b> | <b>-</b>        |

**DETAILS OF OTHER CAPITAL RECEIPTS MADE BY THE 16  
LOCAL GOVERNMENT COUNCILS OF EKITI STATE FOR YEARS  
2020 AND 2019**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)      | AMOUNT 2019 (N) |
|-----|--------------------------|----------------------|-----------------|
| 1   | ADO                      | -                    | -               |
| 2   | EFON                     | -                    | -               |
| 3   | EMURE                    | -                    | -               |
| 4   | EKITI EAST               | -                    | -               |
| 5   | EKITI SOUTH WEST         | -                    | -               |
| 6   | EKITI WEST               | -                    | -               |
| 7   | GBONYIN                  | -                    | -               |
| 8   | IDO/OSI                  | -                    | -               |
| 9   | IJERO                    | -                    | -               |
| 10  | IKERE                    | -                    | -               |
| 11  | IKOLE                    | -                    | -               |
| 12  | ILEJEMEJE                | -                    | -               |
| 13  | IREPODUN/IFELODUN        | -                    | -               |
| 14  | ISE/ORUN                 | 59,902,750.62        | -               |
| 15  | MOBA                     | -                    | -               |
| 16  | OYE                      | -                    | -               |
|     | <b>TOTAL</b>             | <b>59,902,750.62</b> | <b>-</b>        |

**DETAILS OF ACTUAL SALARIES AND WAGES FOR THE 16  
LOCAL GOVERNMENT COUNCILS OF EKITI STATE FOR YEARS  
2020 AND 2019**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)         | AMOUNT 2019 (N)          |
|-----|--------------------------|-------------------------|--------------------------|
| 1   | ADO                      | 645,962,973.05          | 921,802,338.17           |
| 2   | EFON                     | 318,967,888.77          | 1,245,798,895.54         |
| 3   | EMURE                    | 367,665,321.00          | 743,576,921.44           |
| 4   | EKITI EAST               | 402,845,115.57          | 553,568,011.60           |
| 5   | EKITI SOUTH WEST         | 527,855,921.84          | 861,309,786.52           |
| 6   | EKITI WEST               | 411,976,706.80          | 647,007,476.54           |
| 7   | GBONYIN                  | 394,680,542.88          | 611,731,340.14           |
| 8   | IDO/OSI                  | 477,344,620.16          | 668,647,705.96           |
| 9   | IJERO                    | 366,669,477.23          | 610,122,062.64           |
| 10  | IKERE                    | 733,117,853.51          | 912,727,781.38           |
| 11  | IKOLE                    | 447,045,829.24          | 721,739,374.13           |
| 12  | ILEJEMEJE                | 221,152,641.56          | 548,488,456.25           |
| 13  | IREPODUN/IFELODUN        | 484,152,124.98          | 791,391,796.62           |
| 14  | ISE/ORUN                 | 404,432,152.64          | 709,779,686.65           |
| 15  | MOBA                     | 343,755,157.08          | 662,182,366.27           |
| 16  | OYE                      | 464,346,316.00          | 559,986,635.13           |
|     | <b>TOTAL</b>             | <b>7,011,970,642.31</b> | <b>11,769,860,634.98</b> |

## NOTE 30

**DETAILS OF SOCIAL CONTRIBUTIONS MADE TO OTHER  
GOVERNMENT AGENCIES THE 16 LOCAL GOVERNMENT  
COUNCILS OF EKITI STATE FOR YEARS 2020 AND 2019**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)       | AMOUNT 2019 (N)       |
|-----|--------------------------|-----------------------|-----------------------|
| 1   | ADO                      | 36,685,630.90         | 17,493,520.00         |
| 2   | EFON                     | -                     | -                     |
| 3   | EMURE                    | -                     | -                     |
| 4   | EKITI EAST               | 7,129,220.96          | -                     |
| 5   | EKITI SOUTH WEST         | -                     | -                     |
| 6   | EKITI WEST               | 2,585,000.00          | 1,860,000.00          |
| 7   | GBONYIN                  | -                     | -                     |
| 8   | IDO/OSI                  | -                     | -                     |
| 9   | IJERO                    | 4,067,750.00          | -                     |
| 10  | IKERE                    | 28,263,450.59         | 38,926,802.97         |
| 11  | IKOLE                    | 47,785,496.00         | -                     |
| 12  | ILEJEMEJE                | 17,731,200.00         | -                     |
| 13  | IREPODUN/IFELODUN        | 4,117,750.00          | -                     |
| 14  | ISE/ORUN                 | 2,088,000.00          | 25,135,984.71         |
| 15  | MOBA                     | 13,764,363.25         | -                     |
| 16  | OYE                      | 960,000.00            | 94,653,489.18         |
|     | <b>TOTAL</b>             | <b>165,177,861.70</b> | <b>178,069,796.86</b> |

## NOTE 31

**DETAILS OF SOCIAL ACTUAL BENEFITS FOR THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE FOR YEARS 2020  
AND 2019**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)       | AMOUNT 2019 (N)       |
|-----|--------------------------|-----------------------|-----------------------|
| 1   | ADO                      | 568,570.00            | 12,042,343.49         |
| 2   | EFON                     | -                     | -                     |
| 3   | EMURE                    | -                     | -                     |
| 4   | EKITI EAST               | 1,194,000.00          | 12,255,450.00         |
| 5   | EKITI SOUTH WEST         | -                     | 371,848,305.91        |
| 6   | EKITI WEST               | 265,000.00            | -                     |
| 7   | GBONYIN                  | -                     | -                     |
| 8   | IDO/OSI                  | -                     | -                     |
| 9   | IJERO                    | 1,131,000.00          | -                     |
| 10  | IKERE                    | 26,181,594.86         | -                     |
| 11  | IKOLE                    | 10,859,121.71         | 14,304,363.20         |
| 12  | ILEJEMEJE                | -                     | -                     |
| 13  | IREPODUN/IFELODUN        | 3,421,000.00          | 8,183,209.40          |
| 14  | ISE/ORUN                 | 71,427,487.59         | 13,561,586.20         |
| 15  | MOBA                     | -                     | -                     |
| 16  | OYE                      | 1,395,553.50          | -                     |
|     | <b>TOTAL</b>             | <b>116,443,327.66</b> | <b>432,195,258.20</b> |



**DETAILS OF ACTUAL OVERHEAD COST FOR THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE FOR YEARS 2020  
AND 2019**

| <b>S/N</b> | <b>NAME OF LOCAL GOVERNMENT</b> | <b>AMOUNT 2020 (N)</b> | <b>AMOUNT 2019 (N)</b>  |
|------------|---------------------------------|------------------------|-------------------------|
| 1          | ADO                             | 68,704,186.44          | 96,558,007.00           |
| 2          | EFON                            | 59,782,923.29          | 78,328,320.43           |
| 3          | EMURE                           | 39,282,500.00          | 43,987,405.69           |
| 4          | EKITI EAST                      | 46,958,725.00          | 86,761,649.64           |
| 5          | EKITI SOUTH WEST                | 64,227,796.68          | 66,325,995.50           |
| 6          | EKITI WEST                      | 55,527,677.75          | 49,268,282.78           |
| 7          | GBONYIN                         | 53,343,621.56          | 84,809,061.70           |
| 8          | IDO/OSI                         | 34,339,524.16          | 75,000,000.00           |
| 9          | IJERO                           | 66,157,162.12          | 61,003,279.84           |
| 10         | IKERE                           | 67,122,342.15          | 102,397,140.00          |
| 11         | IKOLE                           | 65,448,777.60          | 80,942,650.00           |
| 12         | ILEJEMEJE                       | 39,451,268.77          | 72,862,047.86           |
| 13         | IREPODUN/IFELODUN               | 60,227,941.05          | 67,669,796.80           |
| 14         | ISE/ORUN                        | 49,280,924.35          | 77,076,696.03           |
| 15         | MOBA                            | 55,011,790.47          | 162,366,532.93          |
| 16         | OYE                             | 61,630,470.00          | 86,156,100.00           |
|            | <b>TOTAL</b>                    | <b>886,497,631.39</b>  | <b>1,291,512,966.20</b> |

## NOTE 37

**DETAILS OF DEPRECIATION CHARGES IN THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE FOR YEARS 2020  
AND 2019**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)       | AMOUNT 2019 (N)       |
|-----|--------------------------|-----------------------|-----------------------|
| 1   | ADO                      | 20,470,619.02         | 30,204,624.19         |
| 2   | EFON                     | 113,956,639.28        | 100,224,588.05        |
| 3   | EMURE                    | 30,798,795.00         | 32,261,516.80         |
| 4   | EKITI EAST               | 17,442,098.44         | 18,932,618.54         |
| 5   | EKITI SOUTH WEST         | 17,196,425.00         | 17,087,925.00         |
| 6   | EKITI WEST               | 25,377,036.50         | 24,025,085.07         |
| 7   | GBONYIN                  | 25,323,238.77         | 25,567,506.32         |
| 8   | IDO/OSI                  | 76,435,945.57         | 46,369,261.37         |
| 9   | IJERO                    | 46,934,238.77         | 55,806,650.99         |
| 10  | IKERE                    | 21,396,122.04         | 23,823,458.21         |
| 11  | IKOLE                    | 24,670,690.00         | 18,484,138.00         |
| 12  | ILEJEMEJE                | 20,613,697.11         | 291,400.56            |
| 13  | IREPODUN/IFELODUN        | 133,968,996.82        | 16,794,994.34         |
| 14  | ISE/ORUN                 | 24,880,197.64         | 6,467,743.05          |
| 15  | MOBA                     | 17,272,395.86         | 20,260,044.20         |
| 16  | OYE                      | 17,778,784.60         | 17,423,268.95         |
|     | <b>TOTAL</b>             | <b>634,515,920.42</b> | <b>454,024,823.64</b> |

**DETAILS OF TRANSFER TO OTHER GOVERNMENT ENITIES IN  
THE 16 LOCAL GOVERNMENT COUNCILS OF EKITI STATE FOR  
YEARS 2020 AND 2019**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)          | AMOUNT 2019 (N)         |
|-----|--------------------------|--------------------------|-------------------------|
| 1   | ADO                      | 1,549,923,308.99         | -                       |
| 2   | EFON                     | 690,301,817.80           | 333,002,100.95          |
| 3   | EMURE                    | 471,982,803.00           | 101,605,538.19          |
| 4   | EKITI EAST               | 761,690,975.89           | 42,676,030.89           |
| 5   | EKITI SOUTH WEST         | 790,786,335.86           | 465,097,421.29          |
| 6   | EKITI WEST               | 635,372,262.85           | 40,024,532.35           |
| 7   | GBONYIN                  | 701,512,632.77           | 310,909,490.35          |
| 8   | IDO/OSI                  | 887,736,099.63           | -                       |
| 9   | IJERO                    | 883,690,924.55           | 602,268,257.74          |
| 10  | IKERE                    | 830,265,179.35           | 686,036,639.22          |
| 11  | IKOLE                    | 893,815,968.86           | 98,302,301.54           |
| 12  | ILEJEMEJE                | 478,565,239.16           | 30,142,202.10           |
| 13  | IREPODUN/IFELODUN        | 905,181,853.45           | 20,822,000.00           |
| 14  | ISE/ORUN                 | 684,519,221.38           | 526,968,518.31          |
| 15  | MOBA                     | 788,038,698.30           | -                       |
| 16  | OYE                      | 808,538,811.55           | 601,199,358.23          |
|     | <b>TOTAL</b>             | <b>12,761,922,133.39</b> | <b>3,859,054,391.16</b> |

## NOTE 40

**DETAILS OF ALLOWANCE (LEAVE BONUS) BY THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE FOR YEARS 2020  
AND 2019**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)       | AMOUNT 2019 (N)       |
|-----|--------------------------|-----------------------|-----------------------|
| 1   | ADO                      | -                     | -                     |
| 2   | EFON                     | 8,305,744.50          | 11,496,651.23         |
| 3   | EMURE                    | 38,771,120.00         | 20,310,643.52         |
| 4   | EKITI EAST               | -                     | 11,751,962.77         |
| 5   | EKITI SOUTH WEST         | -                     | -                     |
| 6   | EKITI WEST               | -                     | 14,195,274.01         |
| 7   | GBONYIN                  | 5,286,136.88          | 12,269,729.44         |
| 8   | IDO/OSI                  | 50,648,554.25         | -                     |
| 9   | IJERO                    | -                     | -                     |
| 10  | IKERE                    | -                     | 17,650,348.83         |
| 11  | IKOLE                    | 12,908,127.62         | 5,555,359.15          |
| 12  | ILEJEMEJE                |                       | -                     |
| 13  | IREPODUN/IFELODUN        |                       | -                     |
| 14  | ISE/ORUN                 |                       | 176,023,808.80        |
| 15  | MOBA                     |                       | -                     |
| 16  | OYE                      |                       | -                     |
|     | <b>TOTAL</b>             | <b>115,919,683.25</b> | <b>269,253,777.75</b> |

**DETAILS OF REVENUE REFUNDED BY THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE FOR YEARS 2020  
AND 2019**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)     | AMOUNT 2019 (N) |
|-----|--------------------------|---------------------|-----------------|
| 1   | ADO                      | -                   | -               |
| 2   | EFON                     | 1,600,00000         | -               |
| 3   | EMURE                    | -                   | -               |
| 4   | EKITI EAST               | -                   | -               |
| 5   | EKITI SOUTH WEST         | -                   | -               |
| 6   | EKITI WEST               | -                   | -               |
| 7   | GBONYIN                  | -                   | -               |
| 8   | IDO/OSI                  | -                   | -               |
| 9   | IJERO                    | -                   | -               |
| 10  | IKERE                    | -                   | -               |
| 11  | IKOLE                    | -                   | -               |
| 12  | ILEJEMEJE                | -                   | -               |
| 13  | IREPODUN/IFELODUN        | -                   | -               |
| 14  | ISE/ORUN                 | -                   | -               |
| 15  | MOBA                     | -                   | -               |
| 16  | OYE                      | -                   | -               |
|     | <b>TOTAL</b>             | <b>1,600,000.00</b> | <b>-</b>        |

## NOTE 58

**DETAILS OF PURCHASE/CONSTRUCTION OF PROPERTY,  
PLANT AND EQUIPMENT FOR THE 16 LOCAL GOVERNMENT  
COUNCILS OF EKITI STATE FOR YEARS 2020 AND 2019**

| S/N | NAME OF LOCAL GOVERNMENT | AMOUNT 2020 (N)       | AMOUNT 2019 (N)       |
|-----|--------------------------|-----------------------|-----------------------|
| 1   | ADO                      | 11,333,672.59         | 15,653,360.34         |
| 2   | EFON                     | 35,009,881.89         | 111,380,880.50        |
| 3   | EMURE                    | 14,713,000.00         | 10,619,000.00         |
| 4   | EKITI EAST               | 36,778,497.20         | 14,584,311.77         |
| 5   | EKITI SOUTH WEST         | 910,000.00            | 51,279,570.18         |
| 6   | EKITI WEST               | 161,592,142.42        | 25,880,263.14         |
| 7   | GBONYIN                  | 14,011,656.73         | 23,016,202.50         |
| 8   | IDO/OSI                  | 32,022,756.21         | 31,355,468.28         |
| 9   | IJERO                    | 1,466,700.00          | -                     |
| 10  | IKERE                    | 27,558,417.68         | 34,021,858.55         |
| 11  | IKOLE                    | -                     | -                     |
| 12  | ILEJEMEJE                | 310,000.00            | -                     |
| 13  | IREPODUN/IFELODUN        | 60,475,996.09         | 13,775,888.25         |
| 14  | ISE/ORUN                 | 13,000,000.00         | 1,440,000.00          |
| 15  | MOBA                     | 20,560,430.99         | 20,665,144.77         |
| 16  | OYE                      | 22,855,086.77         | 8,946,000.00          |
|     | <b>TOTAL</b>             | <b>452,598,238.57</b> | <b>362,617,948.28</b> |

## NOTE 63

**DETAILS OF ACQUISITION OF INVESTMENT (BIOLOGICAL  
ASSET) BY THE 16 LOCAL GOVERNMENT COUNCILS OF EKITI  
STATE FOR YEARS 2020 AND 2019**

| <b>S/N</b> | <b>NAME OF LOCAL<br/>GOVERNMENT</b> | <b>AMOUNT 2020 (N)</b> | <b>AMOUNT 2019 (N)</b> |
|------------|-------------------------------------|------------------------|------------------------|
| 1          | ADO                                 | -                      | -                      |
| 2          | EFON                                | -                      | -                      |
| 3          | EMURE                               | -                      | -                      |
| 4          | EKITI EAST                          | -                      | -                      |
| 5          | EKITI SOUTH WEST                    | 520,000.00             | -                      |
| 6          | EKITI WEST                          | -                      | -                      |
| 7          | GBONYIN                             | -                      | -                      |
| 8          | IDO/OSI                             | -                      | -                      |
| 9          | IJERO                               | -                      | -                      |
| 10         | IKERE                               | -                      | -                      |
| 11         | IKOLE                               | -                      | -                      |
| 12         | ILEJEMEJE                           | -                      | -                      |
| 13         | IREPODUN/IFELODUN                   | -                      | -                      |
| 14         | ISE/ORUN                            | -                      | -                      |
| 15         | MOBA                                | -                      | -                      |
| 16         | OYE                                 | -                      | -                      |
|            | <b>TOTAL</b>                        | <b>520,000.00</b>      | <b>-</b>               |

## NOTE 66

**DETAILS OF REPAYMENT OF BORROWINGS BY THE 16 LOCAL  
GOVERNMENT COUNCILS OF EKITI STATE FOR YEARS 2020  
AND 2019**

| <b>S/N</b> | <b>NAME OF LOCAL<br/>GOVERNMENT</b> | <b>AMOUNT 2020 (N)</b> | <b>AMOUNT 2019 (N)</b> |
|------------|-------------------------------------|------------------------|------------------------|
| 1          | ADO                                 | 5,898,091.22           | -                      |
| 2          | EFON                                | 5,898,091.22           | -                      |
| 3          | EMURE                               | 5,898,091.00           | -                      |
| 4          | EKITI EAST                          | 5,898,091.22           | -                      |
| 5          | EKITI SOUTH WEST                    | 5,898,091.22           | -                      |
| 6          | EKITI WEST                          | 5,898,091.22           | -                      |
| 7          | GBONYIN                             | 5,898,091.22           | -                      |
| 8          | IDO/OSI                             | 5,898,091.22           | -                      |
| 9          | IJERO                               | 5,898,091.22           | -                      |
| 10         | IKERE                               | 5,898,091.22           | -                      |
| 11         | IKOLE                               | 5,898,091.22           | -                      |
| 12         | ILEJEMEJE                           | 5,898,091.22           | -                      |
| 13         | IREPODUN/IFELODUN                   | 5,898,091.22           | -                      |
| 14         | ISE/ORUN                            | 5,898,091.22           | -                      |
| 15         | MOBA                                | 5,898,091.22           | -                      |
| 16         | OYE                                 | 5,898,091.22           | -                      |
|            | <b>TOTAL</b>                        | <b>94,369,459.30</b>   | <b>-</b>               |



**CONSOLIDATED TRIAL BALANCE OF SIXTEEN LOCAL GOVERNMENTS OF EKITI STATE FOR THE  
YEAR ENDED 31<sup>ST</sup> DECEMBER, 2020**

| <b>DETAILS</b>                               | <b>NOTES</b> | <b>DR (N)</b>            | <b>CR (N)</b>            |
|--|--------------|--------------------------|--------------------------|
| Cash and cash Equivalents                    | 1            | 169,175,416.04           |                          |
| Inventories                                  | 2            | 8,102,163.00             |                          |
| WIP  | 3            | 135,371,756.72           |                          |
| Receivable                                   | 4            | 6,189,861,999.47         |                          |
| Prepayments                                  | 5            | 20,600.00                |                          |
| Loans Granted                                | 6            |                          |                          |
| Investments                                  | 7            | 19,717,880.15            |                          |
| Fixed Assets- property, Plant & Equipment    | 8            | 10,408,336,276.20        |                          |
| Investment Property                          | 9            | 629,659,586.62           |                          |
| Biological Assets                            | 10           | 127,001,000.00           |                          |
| Accumulated Depreciation                     | 11           |                          | 293,314,149.86           |
| Loan & Debts (Short-Term)                    | 12           |                          | 2,802,000.00             |
| Unremitted Deductions                        | 13           |                          | 35,304,371.77            |
| Payables                                     | 14           |                          | 9,271,342,488.20         |
| Public Funds                                 | 15           |                          | 3,060,000.00             |
| Borrowings                                   | 16           |                          | 1,384,085,405.08         |
| Reserves                                     | 17           |                          | 5,210,737,027.32         |
| Capital Grants                               | 18           |                          | 56,634,901.64            |
| Net surpluses/(Deficits)                     | 19           |                          |                          |
| Accumulated Surpluses/(Deficits)             | 20           |                          | 1,269,742,049.16         |
| Statutory Revenue (JAAC)                     | 21           |                          | 21,362,639,327.72        |
| Tax Revenue                                  | 22           |                          | 32,409,607.46            |
| Non-Tax Revenue                              | 23           |                          | 117,822,197.22           |
| Aid & Grants                                 | 24           |                          | 20,560,430.99            |
| Investment Income                            | 25           |                          | 11,587,453.33            |
| Expenditure Recovery                         | 26           |                          | 222,000.00               |
| Other Capital Receipts                       | 27           |                          | 59,902,750.62            |
| Debt forgiveness                             | 28           |                          |                          |
| Salaries & Wages                             | 29           | 7,011,970,642.31         |                          |
| Social Contribution                          | 30           | 165,177,861.70           |                          |
| Social Benefit                               | 31           | 116,443,327.66           |                          |
| Overhead Cost                                | 32           | 886,497,631.39           |                          |
| Gratuity                                     | 33           |                          |                          |
| Pension Allowance                            | 34           |                          |                          |
| Stationeries                                 | 35           |                          |                          |
| Impairment charges                           | 36           |                          |                          |
| Depreciation Charges                         | 37           | 634,515,920.42           |                          |
| Transfer to Other Government Entities        | 38           | 12,761,922,133.39        |                          |
| Public Debt Charge                           | 39           |                          |                          |
| Allowance (Leave Bonus)                      | 40           | 115,919,683.25           |                          |
| Gain/Loss on Assets Disposal                 | 41           |                          |                          |
| Refunded Revenue                             | 42           | 1,600,000.00             |                          |
| Revaluation Gain                             | 43           |                          |                          |
| Purchase/Construction of Assets              | 44           |                          |                          |
| Minority Interest Share of Surplus/(Deficit) | 45           |                          |                          |
| Revenue Written Off                          | 46           |                          |                          |
| Adjusted Accumulated Surplus/(Deficit)       | 68           |                          | 249,127,717.95           |
| <b>Total</b>                                 |              | <b>39,381,293,878.32</b> | <b>39,381,293,878.32</b> |

**EKITI STATE LOCAL GOVERNMENTS CONSOLIDATED FISCAL OPERATION  
REPORTS (FOR) FOR THE 16 LOCAL GOVERNMENTS FOR THE YEAR ENDED  
31<sup>ST</sup> DECEMBER, 2020**

**A. REVENUE ANALYSIS**

**1. DEPENDENT REVENUE**

**(i)a STATUTORY ALLOCATIION: TOTAL REVENUE**

$$\frac{21,362,639,327.72}{21,605,143,767.34} \times 100$$

$$= 0.9888 = 98.88\%$$

**(i)b  $\frac{21,362,639,327.72}{21,605,143,767.34} \times 360^0$**

$$= 0.9888 \times 360^0 = 355.97^0$$

This shows that statutory allocation took **98.88%** of the total revenue of all the sixteen Local Governments of the State leaving **1.12%** as Independent Revenue. This is not good enough as this indicates that Local Governments rely solely on Statutory Allocation.

**i(c) Aids & Grants: Total Revenue**

$$\frac{20,560,430.99}{21,605,143,767.34} \times 360^0$$

$$= 0.0010 \times 360^0 = 0.36$$

**i(d) Other Capital Receipts**

$$\frac{59,902,750.62}{21,605,143,767.34} \times 360^0$$

$$= 0.0028 \times 360^0 = 1.00^0$$

**ii. Total Independent Revenue: Total Revenue**

$$\frac{162,041,258.01}{21,605,143,767.34} \times 360^0$$

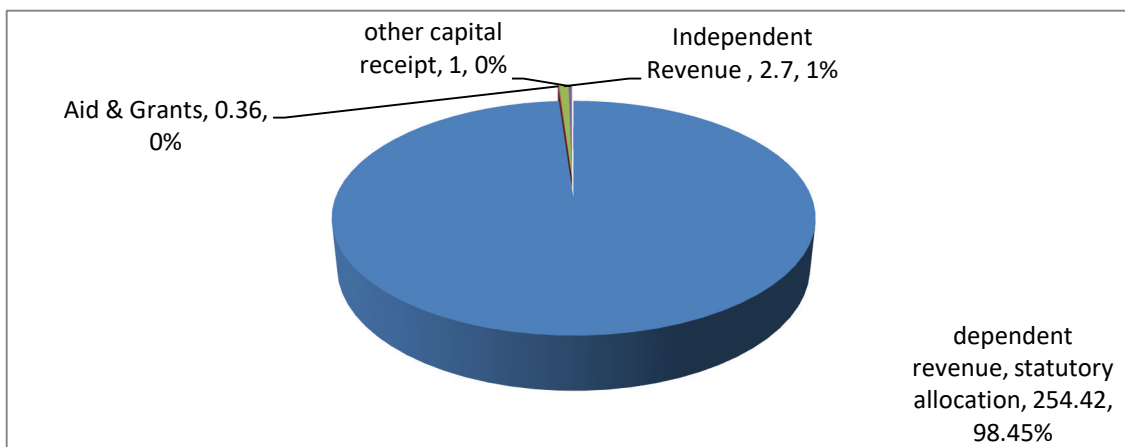
$$= 0.0075 \times 360^0 = 2.70^0$$

**RECOMMENDATION:**

Effort should be made by all the 16 Local Government Councils on how to improve the independent revenue through the underlisted means:

- (a) Exploring all opportunities around the Local Governments
- (b) Setting target for the Revenue Collectors
- (c) Effective Supervision of Revenue Collectors by their Supervisors
- (d) Bye laws to be reviewed to meet the test of time
- (e) Provision of necessary incentives such as logistics, vehicles, security to motivate the Revenue Collectors
- (f) Revenue generation items taken over by the State should be returned to Local Governments

(a) **The Pie Chart Representation**



**STATISTICAL ANALYSIS KEY**

| S/N | HEAD OF REVNUUE       | DISTRIBUTION           |
|-----|-----------------------|------------------------|
| 1   | STATUTORY ALLOCATION  | 355.97                 |
| 2   | AIDS AND GRANTS       | 0.36                   |
| 3   | OTHER CAPITAL RECEIPT | 1.00                   |
| 4   | INDEPENDENT REVENUE   | 2.70                   |
|     | <b>TOTAL</b>          | <b>360<sup>0</sup></b> |

## B. Expenditure Analysis

### i. Personnel: Total Expenditure

$$= \frac{7,011,970,642.31}{21,605,418,977.57} \times 360^0 = 0.3246 \times 360^0 = 116.86^0$$

The indication of the above ratio shows that salaries & wages took 32.46% of the total

expenditure in the 16 Local Governments, as only 67.54% was spent on other expenditure.

### ii. Overhead Cost: Total Expenditure

$$\frac{886,497,631.39}{21,605,418,977.57} \times \frac{360^0}{1} = 0.0401 \times 360^0 = 14.76^0$$

### iii Social Contribution: Total Expenditure

$$= \frac{165,177,861.70}{21,605,418,977.57} \times \frac{360^0}{1} = 0.0077 \times 360^0 = 2.76^0$$

### iv Social Benefit: Total Expenditure

$$= \frac{116,443,327.66}{21,605,418,977.57} \times \frac{360^0}{1} = 0.0054 \times 360^0 = 1.95^0$$

### v. Transfer to other Government Entities: Total Expenditure

$$\frac{12,761,922,133.39}{21,605,418,977.57} \times \frac{360^0}{1} = 0.5907 \times 360^0 = 212.65^0$$

### vi. Allowance: Total Expenditure

$$\frac{115,919,683.25}{21,605,418,977.57} \times \frac{360^0}{1} = 0.0054 \times 360^0 = 1.94^0$$

vii. **Purchase of Assets: Total Expenditure**

$$\frac{452,598,238.57}{21,605,418,977.57} \times \frac{360^0}{1} = 0.0210 \times 360^0 = 7.58^0$$

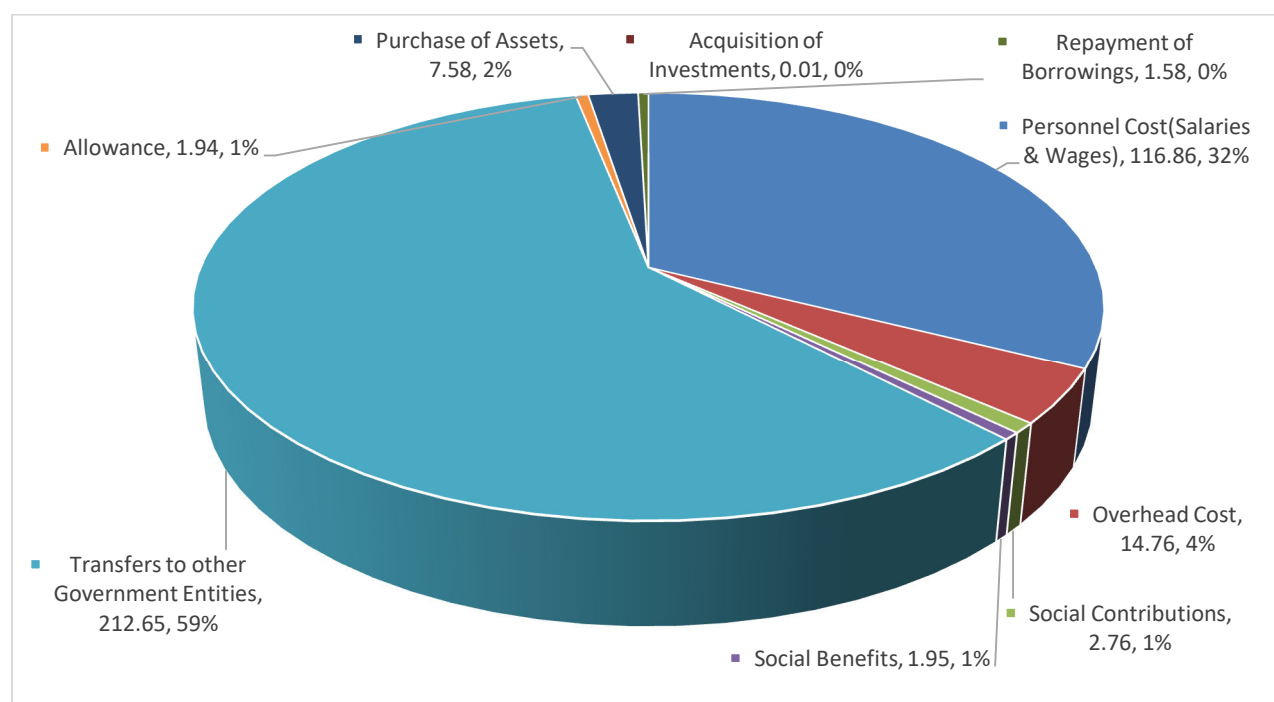
viii. **Acquisition of Assets: Total Expenditure**

$$\frac{520,000.00}{21,605,418,977.57} \times \frac{360^0}{1} = 0.00002 \times 360^0 = 0.01^0$$

ix. **Repayment of Borrowings: Total Expenditure**

$$\frac{94,369,459.30}{21,605,418,977.57} \times \frac{360^0}{1} = 0.0044 \times 360^0 = 1.58^0$$

**(b) The Pie Chart Representation**



### STATISTICAL ANALYSIS KEY

| S/N | HEAD OF EXPENDITURE                   | DISTRIBUTION           |
|-----|---------------------------------------|------------------------|
| 1   | Personnel (Salaries & Wages)          | 116.86 <sup>0</sup>    |
| 2   | Overhead Cost                         | 14.76 <sup>0</sup>     |
| 3   | Social Contribution                   | 2.76 <sup>0</sup>      |
| 4   | Social benefit                        | 1.95 <sup>0</sup>      |
| 5   | Transfer to other Government Entities | 212.65 <sup>0</sup>    |
| 6   | Allowance                             | 1.94 <sup>0</sup>      |
| 7   | Purchase of Assets                    | 7.58 <sup>0</sup>      |
| 8   | Acquisition of Investments            | 0.01 <sup>0</sup>      |
| 9   | Repayment of Borrowings               | 1.58 <sup>0</sup>      |
|     | <b>TOTAL</b>                          | <b>360<sup>0</sup></b> |

C.

#### CURRENT RATIO/MANAGEMENT RATIO

i. **current Assets: Current Liabilities**

$$= \frac{6,502,531,935.23}{9,602,763,009.83} = 1:0.68$$

The current ratio of 1:0.68 is unfavourable for the system as the current asset could not meet the current financial obligations.

ii. **Total Asset: Total Liabilities**

$$= \frac{17,687,246,678.20}{10,989,908,414.91} = 1:1.61$$

The ratio of 1:1.61 suggests that, to every liability, there is at least 1.61 assets to cover.

iii. **Equity: Total Assets**

$$= \frac{6,697,338,263.29}{17,687,246,678.20} = 0.3787 \times 100\% = 37.87.1\% = 1:0.38$$

The yield of the 16 Local Government of 1:0.38% is on the average, and this is consequential on the low Capital Expenditure.

**APPENDIX A****POSITION OF ACCOUNTS**

| <b>S/N</b> | <b>LOCAL<br/>GOVERNMENT</b> | <b>INSPECTION<br/>REPORT</b> | <b>GENERAL PURPOSE<br/>FINANCIAL<br/>STATEMENT</b> |
|------------|-----------------------------|------------------------------|--|
| 1          | ADO                         | 2020                         | 2020   |
| 2          | EFON                        | 2020                         | 2020   |
| 3          | EMURE                       | 2020                         | 2020   |
| 4          | EKITI EAST                  | 2020                         | 2020   |
| 5          | EKITI SOUTH WEST            | 2020                         | 2020   |
| 6          | EKITI WEST                  | 2020                         | 2020   |
| 7          | GBONYIN                     | 2020                         | 2020   |
| 8          | IDO/OSI                     | 2020                         | 2020   |
| 9          | IJERO                       | 2020                         | 2020   |
| 10         | IKERE                       | 2020                         | 2020   |
| 11         | IKOLE                       | 2020                         | 2020   |
| 12         | ILEJEMEJE                   | 2020                         | 2020   |
| 13         | IREPODUN/IFELODUN           | 2020                         | 2020   |
| 14         | ISE/ORUN                    | 2020                         | 2020   |
| 15         | MOBA                        | 2020                         | 2020   |
| 16         | OYE                         | 2020                         | 2020   |

## APPENDIX B

### FINAL BUDGET FOR THE 16 LOCAL GOVERNMENTS OF EKITI STATE FOR THE PERIOD ENDED 31<sup>ST</sup> DECEMBER, 2020

| REVENUE |                   |                   |               |                 |                |                   |                      |                        | EXPENDITURE       |                      |                 |                  |                         |                                 |                   |
|---------|-------------------|-------------------|---------------|-----------------|----------------|-------------------|----------------------|------------------------|-------------------|----------------------|-----------------|------------------|-------------------------|---------------------------------|-------------------|
| S/ N    | LOCAL GOVERNMENT  | STATUTORY REVENUE | TAX REVENUE   | NON-TAX REVENUE | AID/GRANTS     | INVESTMENT INCOME | EXPENDITURE RECOVERY | OTHER CAPITAL RECEIPTS | SALARY & WAGES    | SOCIAL CONTRIBUTIONS | SOCIAL BENEFITS | OVERHEAD COST    | ALLOWANCE (LEAVE BONUS) | TRNASFER TO OTHER GOVT ENTITIES | PURCHASE OF ASSET |
| 1       | ADO               | 2,857,524,000.00  | 1,812,000.00  | 81,707,610.00   | -              | -                 | -                    | -                      | 1,140,466,780.00  | -                    | -               | 75,060,000.00    | -                       | 1,621,344,830.00                | 104,172,000.00    |
| 2       | EFON              | 2,185,885,186.97  | 1,050,000.00  | 6,330,000.00    | -              | 2,500,000.00      | -                    | -                      | 1,096,509,269.24  | -                    | -               | 134,250,400.00   | -                       | 384,910,961.71                  | -                 |
| 3       | EMURE             | 1,323,523,298.00  | 2,050,000.00  | 5,500,000.00    | -              | 5,350,000.00      | -                    | 849,418,474.00         | 572,073,377.00    | -                    | -               | 69,000,000.00    | 50,000,000.00           | 720,179,916.00                  | 576,131,743.00    |
| 4       | EKITI EAST        | 1,269,065,110.00  | 3,750,000.00  | 5,713,000.00    | -              | -                 | -                    | -                      | 949,268,436.00    | 48,000,000.00        | 15,000,000.00   | 95,000,000.00    | -                       | 882,463,900.00                  | 81,000,000.00     |
| 5       | EKITI S/WEST      | 1,933,172,250.00  | -             | 18,075,000.00   | -              | -                 | -                    | -                      | 700,000,200.00    | -                    | -               | 94,212,000.00    | -                       | 820,499,990.00                  | 30,000,000.00     |
| 6       | EKITI WEST        | 1,641,173,000.00  | 15,000,000.00 | 7,000,000.00    | 6,000,000.00   | -                 | 2,000,000.00         | -                      | 455,000,000.00    | -                    | 30,000,000.00   | 80,000,000.00    | -                       | 650,000,000.00                  | 73,641,000.00     |
| 7       | GBONYIN           | 1,750,675,165.56  | 6,625,020.00  | 8,569,000.00    | -              | -                 | 1,200,000.00         | -                      | 773,791,800.90    | -                    | -               | 80,550,000.00    | 18,683,964.68           | 801,424,274.68                  | 60,000,000.00     |
| 8       | IDO/OSI           | 2,568,182,843.00  | 4,040,000.00  | 17,980,000.00   | -              | 4,730,000.00      | -                    | -                      | 1,076,377,903.78  | -                    | -               | 72,659,875.03    | 138,438,144.62          | 1,141,866,921.62                | 45,000,000.00     |
| 9       | IJERO             | 1,586,290,000.00  | 3,000,000.00  | 5,130,000.00    | -              | -                 | -                    | -                      | 561,000,000.00    | 10,000,000.00        | 20,000,000.00   | 100,000,000.00   | -                       | 900,000,000.00                  | -                 |
| 10      | IKERE             | 1,734,103,000.00  | 1,150,000.00  | 12,332,700.00   | -              | 2,078,000.00      | -                    | -                      | 763,000,000.00    | -                    | -               | 68,000,000.00    | -                       | 852,000,000.00                  | 27,558,417.86     |
| 11      | IKOLE             | 2,237,500,000.00  | 7,173,600.00  | 20,826,400.00   | -              | -                 | -                    | -                      | 804,666,700.00    | 10,000,000.00        | 210,000,000.00  | 125,000,000.00   | -                       | 940,000,000.00                  | -                 |
| 12      | ILEJEMEJE         | 1,248,369,920.00  | 6,035,000.00  | 6,010,000.00    | 38,000,000.00  | -                 | -                    | -                      | 522,194,877.00    | 154,600,000.00       | -               | 75,642,043.80    | -                       | 495,000,000.00                  | -                 |
| 13      | IREPODUN/IFELODUN | 2,713,923,291.34  | 3,000,000.00  | 12,000,000.00   | -              | -                 | -                    | -                      | 1,486,335,180.20  | 35,449,600.00        | -               | 67,712,000.00    | -                       | 905,181,833.45                  | -                 |
| 14      | ISE/ORUN          | 1,264,822,658.23  | 1,000,000.00  | 3,200,000.00    | -              | 800,000.00        | -                    | 200,000,000.00         | 550,822,658.23    | 20,000,000.00        | 80,000,000.00   | 50,000,000.00    | -                       | 700,000,000.00                  | 20,000,000.00     |
| 15      | MOBA              | 2,761,170,000.00  | 3,000,000.00  | 12,082,875.45   | 722,943,017.40 | -                 | -                    | -                      | 1,868,458,195.28  | 35,000,000.00        | -               | 184,851,662.76   | -                       | 912,000,000.00                  | -                 |
| 16      | OYE               | 1,820,000,000.00  | 1,900,000.00  | 4,975,000.00    | -              | -                 | -                    | -                      | 597,011,792.65    | -                    | 100,000,000.00  | 80,000,000.00    | -                       | 864,188,206.75                  | -                 |
|         | TOTTAL            | 30,895,379,723.10 | 60,585,620.00 | 227,431,585.45  | 766,943,017.40 | 15,458,000.00     | 3,200,000.00         | 1,049,418,474.00       | 13,916,977,170.28 | 313,049,600.00       | 455,000,000.00  | 1,451,937,981.59 | 207,122,109.30          | 13,591,060,834.21               | 1,017,503,160.86  |

**TOTAL BUDGETED REVENUE = N33,018,416,419.95**

**TOTAL BUDGETED EXPENDITURE = N30,952,650,856.24**

**TOTAL BUDGETED INTERNALLY GENERATED REVENUE = N306,675,205.45**



**APPENDIX C****SUMMARY OF YEARS 2020 AND 2019 AUDIT QUERIES ON LOCAL GOVERNMENT BASIS**

| <b>S/N</b> | <b>NAME OF LOCAL GOVERNMENT</b> | <b>AMOUNT 2020 (N)</b> | <b>AMOUNT 2019 (N)</b> |
|------------|---------------------------------|------------------------|------------------------|
| 1          | ADO                             | 40,198,757.31          | 90,097,941.76          |
| 2          | EFON                            | 8,362,660.00           | 34,357,500.00          |
| 3          | EMURE                           | 56,318,293.56          | 34,225,756.43          |
| 4          | EKITI EAST                      | 19,160,300.00          | 32,759,500.00          |
| 5          | EKITI SOUTH WEST                | 12,495,886.61          | 22,759,958.34          |
| 6          | EKITI WEST                      | 17,294,533.93          | 33,040,350.00          |
| 7          | GBONYIN                         | 18,930,250.00          | 36,092,676.93          |
| 8          | IDO/OSI                         | 17,854,296.07          | 37,706,034.89          |
| 9          | IJERO                           | 21,588,900.00          | 36,512,504.40          |
| 10         | IKERE                           | 25,625,215.56          | 73,722,002.00          |
| 11         | IKOLE                           | 11,239,000.00          | 23,134,000.00          |
| 12         | ILEJEMEJE                       | 13,605,831.98          | 61,808,106.59          |
| 13         | IREPODUN/IFELODUN               | 15,182,331.98          | 22,236,427.00          |
| 14         | ISE/ORUN                        | 29,858,746.88          | 61,817,137.19          |
| 15         | MOBA                            | 34,204,864.85          | 41,019,819.89          |
| 16         | OYE                             | 16,762,700.00          | 49,604,500.00          |
|            | <b>TOTAL</b>                    | <b>358,682,568.73</b>  | <b>690,894,215.42</b>  |

## APPENDIX CI

### ADO LOCAL GOVERNMENT EXPENDITURE CONTRARY TO LAW

The following expenditure appears to be contrary to law

| S/N | QUERY NO           | SUBJECT                            | AMOUNT ₦             |
|-----|--------------------|------------------------------------|----------------------|
| 1   | AUD/ADK/AQ/01/2020 | Expenditure contrary to regulation | 3,618,000.00         |
| 2   | AUD/ADK/AQ/02/2020 | Unretired security vote            | 8,500,000.00         |
| 3   | AUD/ADK/AQ/03/2020 | Unaudited expenditure              | 643,000.00           |
| 4   | AUD/ADK/AQ/04/2020 | Items not taken on ledger charge   | 1,079,500.00         |
| 5   | AUD/ADK/AQ/05/2020 | Unvouched expenditure              | 11,275,500.00        |
| 6   | AUD/ADK/AQ/06/2020 | Unproduced payment vouchers        | 15,082,431.00        |
| 7   | AUD/ADK/AQ/06/2020 | Unproduced revenue earning receipt | Various              |
|     | <b>TOTAL</b>       |                                    | <b>40,198,757.31</b> |

## APPENDIX CII

### EFON LOCAL GOVERNMENT EXPENDITURE CONTRARY TO LAW

The following expenditure would appear to be contrary to law.

| S/N | QUERY NUMBER      | SUBJECT                                       | AMOUNT<br>N         |
|-----|-------------------|---|---------------------|
| 1   | AUD/EFLG/AQ/01/20 | Unproduced Revenue Earning Receipts           | Assorted            |
| 2   | AUD/EFLG/AQ/02/20 | Expenditure not Supported with proper records | 1,900,000.00        |
| 3   | AUD/EFLG/AQ/03/20 | Doubtful Expenditure                          | 1,235,000.00        |
| 4   | AUD/EFLG/AQ/04/20 | Expenditure Contrary to Regulation            | 1,491,000.00        |
| 5   | AUD/EFLG/AQ/05/20 | Nugatory Payments                             | 2,046,000.00        |
| 6   | AUD/EFLG/AQ/06/20 | Unreceipted/Unretired Expenditures            | 609,660.00          |
| 7   | AUD/EFLG/AQ/07/20 | Items not Taken on Ledger Charge              | 1,081,000.00        |
|     |                   | <b>TOTAL</b>                                  | <b>8,362,660.00</b> |

## APPENDIX CIII

### EMURE LOCAL GOVERNMENT EXPENDITURE CONTRARY TO LAW

The following expenditure would appear to be contrary to law.

| S/N | QUERY NO            | SUBJECT                             | AMOUNT ₦             |
|-----|---------------------|-------------------------------------|----------------------|
| 1   | AUD/EMLG/AQ/01/2020 | Nugatory payments                   | 19,429,413.79        |
| 2   | AUD/EMLG/AQ/02/2020 | Expenditure contrary to regulation  | 9,852,922.00         |
| 3   | AUD/EMLG/AQ/03/2020 | Unretired expenditure               | 1,082,500.00         |
| 4   | AUD/EMLG/AQ/04/2020 | Un-audited expenditure              | 1,872,000.00         |
| 5   | AUD/EMLG/AQ/05/2020 | Items not taken on store            | 4,65,000.00          |
| 6   | AUD/EMLG/AQ/06/2020 | Unvouched expenditure               | 10,523,957.77        |
| 7   | AUD/EMLG/AQ/07/2020 | Unproduced payment vouchers         | 5,342,500.00         |
| 8   | AUD/EMLG/AQ/08/2020 | Unproduced security vote            | 7,750,000.00         |
| 9   | AUD/EMLG/AQ/09/2020 | Unproduced revenue earning receipts | Various              |
|     | <b>TOTAL</b>        |                                     | <b>56,318,293.56</b> |

**APPENDIX CIV**

**EKITI EAST LOCAL GOVERNMENT**  
**EXPENDITURE CONTRARY TO LAW**

The following expenditure would appear to be contrary to law.

| <b>S/N</b> | <b>QUERY NO</b>    | <b>SUBJECT</b>                                | <b>AMOUNT (N)</b>    |
|------------|--------------------|---|----------------------|
| 1          | AUD/EELG/AU/1/2020 | Expenditure contrary to Financial Regulations | 2,771,000.00         |
| 2          | AUD/EELG/AU/2/2020 | Nugatory/unretired payments                   | 655,000.00           |
| 3          | AUD/EELG/AU/3/2020 | Items not taken on store ledger changes       | 1,322,500.00         |
| 4          | AUD/EELG/AU/4/2020 | Unretired/unaudited payment vouchers          | 1,102,000.00         |
| 5          | AUD/EELG/AU/5/2020 | Unproduced payment vouchers                   | 3,103,800.00         |
| 6          | AUD/EELG/AU/6/2020 | Unretired security vote                       | 8,000,000.00         |
| 7          | AUD/EELG/AU/7/2020 | Unvouched Expenditure                         | 1,214,000.00         |
|            |                    | <b>TOTAL</b>                                  | <b>19,160,300.00</b> |

**APPENDIX CV**

**EKITI SOUTHWEST LOCAL GOVERNMENT**

**EXPENDITURE CONTRARY TO LAW:**

The following expenditure appears to be contrary to Law:

| <b>S/N</b> | <b>QUERY NUMBER</b> | <b>QUERY TITLE</b>                                       | <b>AMOUNT (N)</b>    |
|------------|---------------------|--|----------------------|
| 1.         | AUD/EKSW/AQ/01/2020 | Unproduced Revenue Earning Receipts                      | Assorted             |
| 2.         | AUD/EKSW/AQ/02/2020 | Doubtful Expenditure                                     | 800,000.00           |
| 3.         | AUD/EKSW/AQ/03/2020 | Unaudited Expenditure                                    | 2,619,886.61         |
| 4.         | AUD/EKSW/AQ/04/2020 | Expenditure Not Supported by Propose Records of Accounts | 766,000.00           |
| 5.         | AUD/EKSW/AQ/05/2020 | Expenditure Contrary to Regulation II                    | 460,000.00           |
| 6.         | AUD/EKSW/AQ/06/2020 | Expenditure Contrary to Regulation I                     | 2,055,000.00         |
| 7.         | AUD/EKSW/AQ/07/2020 | Unretired Expenditure                                    | 5,795,000.00         |
|            |                     | <b>TOTAL</b>   | <b>12,495,886.61</b> |

**APPENDIX CVI****EKITI WEST LOCAL GOVERNMENT****EXPENDITURE CONTRARY TO LAW**

The following expenditure would appear to be contrary to law.

| <b>S/N</b> | <b>Query Number</b> | <b>Subject</b>   | <b>Amount<br/>₦</b>  |
|------------|---------------------|--|----------------------|
| 1.         | AUD/EWLG/AQ/01/2020 | Unproduced Revenue Earning Receipts                                  | Assorted             |
| 2.         | AUD/EWLG/AQ/02/2020 | Expenditure Contrary to Regulations I                                | 3,400,000.00         |
| 3.         | AUD/EWLG/AQ/03/2020 | Expenditure Contrary to Regulations II                               | 1,538,000.00         |
| 4.         | AUD/EWLG/AQ/04/2020 | Unaudited/Expenditure not Supported with proper Records of Accounts. | 986,500.00           |
| 5.         | AUD/EWLG/AQ/05/2020 | Unaudited/Items not taken on Store Ledger Charge.                    | 892,000.00           |
| 6.         | AUD/EWLG/AQ/06/2020 | Expenditure not Supported with proper Records of Accounts            | 1,335,000.00         |
| 7.         | AUD/EWLG/AQ/07/2020 | Unvouched Expenditure  | 643,033.93           |
| 8.         | AUD/EWLG/AQ/08/2020 | Unretired Security Vote.   | 8,500,000.00         |
|            | <b>TOTAL</b>        |  | <b>17,294,533.93</b> |

**APPENDIX****CVII**

**GBONYIN LOCAL GOVERNMENT**  
**EXPENDITURE CONTRARY TO LAW**

The following expenditure appears to be contrary to law.

| <b>S/N</b> | <b>QUERY NUMBER</b> | <b>SUBJECT</b>                                 | <b>AMOUNT</b>        |
|------------|---------------------|--|----------------------|
| 1          | AUD/GBLG/AQ/01/2020 | Unproduced Revenue Earing Receipt.             | Assorted             |
| 2          | AUD/GBLG/AQ/02/2020 | Expenditure Contrary to Regulations.           | 2,475,000.00         |
| 3          | AUD/GBLG/AQ/03/2020 | Expenditure not Supported with Proper Records. | 2,332,000.00         |
| 4          | AUD/GBLG/AQ/04/2020 | Doubtful Expenditure.                          | 2,829,250.00         |
| 5          | AUD/GBLG/AQ/05/2020 | Items not Taken on Store Ledger.               | 755,000.00           |
| 6          | AUD/GBLG/AQ/06/2020 | Unretired Security Vote.                       | 8,500,000.00         |
| 7          | AUD/GBLG/AQ/07/2020 | Unretired Expenditure.                         | 2,039,000.00         |
|            | <b>TOTAL</b>        |  | <b>18,930,250.00</b> |

**APPENDIX CVIII**

**IDO/OSI LOCAL GOVERNMENT**  
**EXPENDITURE CONTRARY TO LAW**

The following expenditure appears to be contrary to law.

| <b>S/N</b> | <b>QUERY NUMBER</b> | <b>SUBJECT</b>  | <b>AMOUN ₦</b> |
|------------|---------------------|---|----------------|
| 1          | AUD/IDLG/AQ/01/2020 | Unproduced Revenue Earning Receipts                                 | Assorted       |
| 2          | AUD/IDLG/AQ/02/2020 | Expenditure Contrary to Regulations I                               | 2,560,971.23   |
| 3          | AUD/IDLG/AQ/03/2020 | Expenditure Contrary to Regulations II                              | 993,000.00     |
| 4          | AUD/IDLG/AQ/04/2020 | Unaudited/Expenditure not Supported with proper Records of Accounts | 2,528,250      |
| 5          | AUD/IDLG/AQ/05/2020 | Unaudited/Items not taken on Store Ledger Charge                    | 970,700.00     |
| 6          | AUD/IDLG/AQ/06/2020 | Unretired Security Vote   | 9,250,000.00   |

|   |                     |                               |                      |
|---|---------------------|-------------------------------|----------------------|
| 7 | AUD/IDLG/AQ/07/2020 | Unproduced Payment Vouchers   | 770,000.00           |
| 8 | AUD/IDLG/AQ/08/2020 | Expenditure not Accounted for | 781,374.84           |
|   | <b>TOTAL</b>        |                               | <b>17,854,296.07</b> |

## **APPENDIX CIX**

### **IJERO LOCAL GOVERNMENT**

#### **EXPENDITURE CONTRARY TO LAW**

The following expenditure would appear to be contrary to law.

| <b>S/N</b> | <b>QUERY NO</b>     | <b>QUERY SUBJECT</b>                          | <b>AMOUNT (₦)</b>    |
|------------|---------------------|---|----------------------|
| 1          | AUD/IJLG/AQ/01/2020 | Expenditure Contrary to Regulation            | 2,161,800.00         |
| 2          | AUD/IJLG/AQ/02/2020 | Items not taken on store ledger charge        | 2,297,900.00         |
| 3          | AUD/IJLG/AQ/03/2020 | Security vote                                 | 8,500,000.00         |
| 4          | AUD/IJLG/AQ/04/2020 | Nugatory Payment                              | 376,500.00           |
| 5          | AUD/IJLG/AQ/05/2020 | Unaudited Expenditure                         | 2,173,000.00         |
| 6          | AUD/IJLG/AQ/06/2020 | Expenditure not Supported with proper Records | 627,500.00           |
| 7          | AUD/IJLG/AQ/07/2020 | Unvouched Expenditure                         | 5,452,200.00         |
| 8          | AUD/IJLG/AQ/08/2020 | Unproduced Revenue Earning Receipts           | Various              |
|            | <b>TOTAL</b>        |   | <b>21,588,900.00</b> |

## **APPENDIX CX**

### **IKERE LOCAL GOVERNMENT EXPENDITURE CONTRARY TO LAW**

The following expenditure would appear to be contrary to law.

| <b>S/N</b> | <b>AUERY NO</b> | <b>QUERY SUBJECT</b>                          | <b>AMOUNT IN<br/>QUERY (N)</b> |
|------------|-----------------|---|--------------------------------|
| 1          | AQ/IKLG/01/2020 | Unaudited Expenditure                         | 2,584,115.56                   |
| 2          | AQ/IKLG/02/2020 | Unretired Security votes                      | 9,500,000.00                   |
| 3          | AQ/IKLG/03/2020 | Expenditure not supported with proper Records | 94,400.00                      |
| 4          | AQ/IKLG/04/2020 | Nugatory Payment                              | 1,671,000.00                   |
| 5          | AQ/IKLG/05/2020 | Expenditure Contrary to Regulations           | 5,548,750.00                   |
| 6          | AQ/IKLG/06/2020 | Items Not taken on store ledger charge.       | 187,000.00                     |
| 7          | AQ/IKLG/07/2020 | Unvouched Expenditure                         | 6,039,950.00                   |
| 8          | AQ/IKLG/08/2020 | Unproduced Earning Receipts                   | Various                        |
|            |                 | <b>TOTAL</b>                                  | <b>25,625,215.56</b>           |



**APPENDIX CXI**

**IKOLE LOCAL GOVERNMENT**  
**EXPENDITURE CONTRARY TO LAW**

The following expenditure would appear to be contrary to law.

| <b>S/N</b> | <b>QUERY NUMBER</b> | <b>QUERY TITLE</b>                            | <b>AMOUNT<br/>(N)</b> |
|------------|---------------------|---|-----------------------|
| 1.         | AUD/IKLG/AQ/01/20   | Unproduced Revenue Earning Receipt            | Assorted              |
| 2.         | AUD/IKLG/AQ/02/20   | Double/Irregular Payments                     | 930,000.00            |
| 3.         | AUD/IKLG/AQ/03/20   | Expenditure Contrary to Regulation            | 1,050,000.00          |
| 4.         | AUD/IKLG/AQ/04/20   | Items not taken on Ledger Charge              | 326,000.00            |
| 5.         | AUD/IKLG/AQ/05/20   | Doubtful Payment                              | 4,841,000.00          |
| 6.         | AUD/IKLG/AQ/06/20   | Unaudited/Unauthorised Expenditures           | 2,107,000.00          |
| 7.         | AUD/IKLG/AQ/06/20   | Expenditure not Supported with proper records | 1,985,000.00          |
|            | <b>TOTAL</b>        |   | <b>11,239,000.00</b>  |

**APPENDIX CXII**

**ILEJEMEJE LOCAL GOVERNMENT**  
**EXPENDITURE CONTRARY TO LAW**

The following expenditure would appear to be contrary to law.

| <b>S/N</b> | <b>QUERY NUMBER</b> | <b>SUBJECT</b>  | <b>AMOUNT<br/>N</b>  |
|------------|---------------------|---|----------------------|
| 1          | AUD/ILLG/AQ/01/2020 | Unproduced Revenue Earning Receipt                                  | Assorted             |
| 2          | AUD/ILLG/AQ/02/2020 | Expenditure Contrary to Regulations                                 | 1,052,000.00         |
| 3          | AUD/ILLG/AQ/03/2020 | Unaudited/Expenditure not Supported with Proper Records of Accounts | 3,409,500.00         |
| 4          | AUD/ILLG/AQ/04/2020 | Unaudited/Items not taken on Store Ledger Charge                    | 304,000.00           |
| 5          | AUD/ILLG/AQ/05/2020 | Unretired Security Vote   | 8,500,000.00         |
| 6.         | AUD/ILLG/AQ/06/2020 | Expenditure not Accounted for                                       | 340,331.98           |
|            |                     | <b>TOTAL</b>  | <b>13,605,831.98</b> |

**APPENDIX CXIII****IREPODUN/IFELODUN LOCAL GOVERNMENT****EXPENDITURE CONTRARY TO LAW**

The following expenditure would appear to be contrary to law.

| <b>S/N</b> | <b>QUERY NUMBER</b> | <b>SUBJECT</b>                                | <b>AMOUNT</b>        |
|------------|---------------------|---|----------------------|
| 1          | AUD/IILG/AQ/01/2020 | Unproduced Revenue Earning Receipt            | Assorted             |
| 2          | AUD/IILG/AQ/02/2020 | Expenditure Contrary to Regulations           | 2,002,000.00         |
| 3          | AUD/IILG/AQ/03/2020 | Expenditure not Supported with Proper Records | 2,940,000.00         |
| 4          | AUD/IILG/AQ/04/2020 | Doubtful Expenditure                          | 839,000.00           |
| 5          | AUD/IILG/AQ/05/2020 | Items not Taken on Store Ledger Charge        | 887,000.00           |
| 6          | AUD/IILG/AQ/06/2020 | Unretired Security Vote                       | 8,500,000.00         |
|            | <b>TOTAL</b>        |   | <b>15,168,000.00</b> |

**APPENDIX C XIV****ISE/ORUN LOCAL GOVERNMENT****EXPENDITURE CONTRARY TO LAW**

The following expenditure would appear to be contrary to law.

| <b>S/N</b> | <b>QUERY NO</b>     | <b>SUBJECT</b>  | <b>AMOUNT ₦</b>      |
|------------|---------------------|---|----------------------|
| 1          | AUD/IOLG/AQ/01/2020 | Expenditure contrary to regulation                      | 3,541,100.00         |
| 2          | AUD/IOLG/AQ/02/2020 | Unreasonable expenditure                                | 1,350,000.00         |
| 3          | AUD/IOLG/AQ/03/2020 | Unretired security vote                                 | 8,600,000.00         |
| 4          | AUD/IOLG/AQ/04/2020 | Unaudited expenditure                                   | 559,000.00           |
| 5          | AUD/IOLG/AQ/05/2020 | Expenditure not supported with proper record of account | 1,083,840.88         |
| 6          | AUD/IOLG/AQ/06/2020 | Items not taken on store                                | 1,966,000.00         |
| 7          | AUD/IOLG/AQ/07/2020 | Unvouched expenditure                                   | 12,758,806.00        |
| 8          | AUD/IOLG/AQ/08/2020 | Unproduced payment vouchers                             |                      |
| 9          | AUD/IOLG/AQ/09/2020 | Unproduced revenue earning receipt                      | Various              |
|            | <b>TOTAL</b>        |   | <b>29,858,746.88</b> |

**APPENDIX CXV**

**MOBA LOCAL GOVERNMENT  
EXPENDITURE CONTRARY TO LAW**

The following expenditure would appear to be contrary to law.

| <b>S/N</b> | <b>QUERY NO</b>    | <b>SUBJECT</b>                                | <b>AMOUNT (N)</b>    |
|------------|--------------------|---|----------------------|
| 1          | AUD/MLG/AQ/01/2020 | Expenditure contrary to Financial Regulations | 2,172,590.00         |
| 2          | AUD/MLG/AQ/02/2020 | Items not taken on store ledger changes       | 667,774.84           |
| 3          | AUD/MLG/AQ/03/2020 | Unretired security vote                       | 8,500,000.00         |
| 4          | AUD/MLG/AQ/04/2020 | Unretired/unaudited Expenditure               | 792,000.00           |
| 5          | AUD/MLG/AQ/05/2020 | Expenditure not Supported with proper records | 1,836,500.00         |
| 6          | AUD/MLG/AQ/06/2020 | Unretired Imprest                             | 20,562,500.00        |
| 7          | AUD/MLG/AQ/07/2020 | Unvouched Expenditure                         | 1,510,000.00         |
| 8          | AUD/MLG/AQ/01/2020 | Unproduced Revenue Earning receipt            | Various              |
|            |                    | <b>TOTAL</b>                                  | <b>34,204,864.85</b> |

**APPENDIX CXVI**

**OYE LOCAL GOVERNMENT  
EXPENDITURE CONTRARY TO LAW**

The following expenditure would appear to be contrary to law.

| <b>S/N</b> | <b>QUERY NO</b>     | <b>SUBJECT</b>                               | <b>AMOUNT ₦</b>      |
|------------|---------------------|--|----------------------|
| 1          | AUD/OYLG/AQ/01/2020 | Expenditure contrary to financial regulation | 841,000.00           |
| 2          | AUD/OYLG/AQ/02/2020 | Unretired/unreceipted expenditure            | 703,200.00           |
| 3          | AUD/OYLG/AQ/03/2020 | Items not taken on ledger charges            | 1,982,500.00         |
| 4          | AUD/OYLG/AQ/04/2020 | Unaudited expenditure                        | 270,000.00           |
| 5          | AUD/OYLG/AQ/05/2020 | Unvouched expenditure                        | 4,466,000.00         |
| 6          | AUD/OYLG/AQ/06/2020 | Unretired security vote                      | 8,500,000.00         |
|            | <b>TOTAL</b>        |  | <b>16,762,700.00</b> |

**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE**

**ACCOUNTS OF ADO LOCAL GOVERNMENT,**

**ADO-EKITI**

**FOR THE YEAR ENDED**

**31ST DECEMBER, 2020.**

## AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Ado Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**

**FRC/2014/ANAN/00000010278**

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF ADO LOCAL GOVERNMENT, ADO-EKITI FOR THE YEAR ENDED  
31<sup>ST</sup> DECEMBER, 2020.**

The General Purpose Financial Statements of Ado Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively, section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Ado Local Government to prepare and present the Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

**5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31<sup>st</sup> December, 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2020 budget recorded a low performance. An estimate was made for N2,941,043,610.00 while actual Revenue recorded stood at N2,338,129,120.41. This is about 79.50% performance. Equally, the IGR of N28,948,401.78 represents only 1.24% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of N2,940,871,610.00 only was budgeted for expenditure but only N2,319,076,433.19 was actually incurred, resulting to a saving of N621,795,176.81 for the period.

## 8. REVENUE ACCOUNT

A total sum of N2,338,129,120.41 was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only 1.24% (N28,948,401.78) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of 20.77% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2020.

## 9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report

## 10. EXPENDITURE CONTRARY TO LAW

The following expenditure appears to be contrary to law.

| S/N | QUERY NO           | SUBJECT                            | AMOUNT ₦             |
|-----|--------------------|------------------------------------|----------------------|
| 1   | AUD/ADK/AQ/01/2020 | Expenditure contrary to regulation | 3,618,000.00         |
| 2   | AUD/ADK/AQ/02/2020 | Unretired security vote            | 8,500,000.00         |
| 3   | AUD/ADK/AQ/03/2020 | Unaudited expenditure              | 643,000.00           |
| 4   | AUD/ADK/AQ/04/2020 | Items not taken on ledger charge   | 1,079,500.00         |
| 5   | AUD/ADK/AQ/05/2020 | Unvouched expenditure              | 11,275,500.00        |
| 6   | AUD/ADK/AQ/06/2020 | Unproduced payment vouchers        | 15,082,431.00        |
| 7   | AUD/ADK/AQ/06/2020 | Unproduced revenue earning receipt | Various              |
|     | <b>TOTAL</b>       |                                    | <b>40,198,757.31</b> |



## 11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

## 12. **DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

## 13. **STATE OF ACCOUNT**

The Accounts of Ado Local Government have been examined up to 31<sup>st</sup> December, 2020 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ado Local Government, Ado-Ekiti. Particular attention is required to the followings:

- (i) Revenue Accounts
- (ii) Internal control and Internal check
- (iii) Attendance to Audit Report and Queries
- (iv) Fixed Assets Register
- (v) Capital Projects
- (vi) Outstanding Audit Queries and other matters

| 14. <b>OUTSTANDING MATTERS FROM PREVIOUS REPORTS</b>                  | <b>N</b>     |
|---|--------------|
| a) Loss of Fund (2015) involving Miss. Lola Oladepo                   | 1,153,600.00 |
| (b) Loss of fund (2016)   | 9,228,710.00 |
| c) Receipt in custody of Political Office Holders and Consultant 2015 | various      |
| d) Liquor License receipts not traceable to store 2015                | various      |

(e) **AUDIT QUERIES**

| S/N | QUERY NO           | SUBJECT                             | AMOUNT ₦             |
|-----|--------------------|-------------------------------------|----------------------|
| 1   | AUD/ADK/AQ/06/2019 | Unretired Security vote             | 13,000,000.00        |
| 2   | AUD/ADK/AQ/15/2019 | Unproduced revenue earning receipts | Various              |
| 3   | AUD/ADK/AQ/062018  | Unaudited unretired unreceipted     | 910,000.00           |
| 4   | AUD/ADK/AQ/10/2018 | Unproduced payment vouchers         | 1,000,000.00         |
|     |                    | <b>GRAND TOTAL</b>                  | <b>14,910,000.00</b> |



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance Ado Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

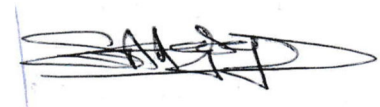
To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ado Local Government as at the year ended 31<sup>st</sup> December, 2020.



**Hon. Motunde Fajuyi,  
Executive Chairman.**



**Mr. Agbaje S.A,  
Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(1) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions and as events occurred whether expenses are paid or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

Revenue from non-exchange transactions such as fees, taxes, and fines are recognized when the events occurred and the assets recognition criteria are met.

### **(8) EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

### **(9) STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

(10) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(11) **RECEIVABLES.**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(12) **INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

(13) **PROPERTY, PLANT & EQUIPMENT (PPE)**

- i. All PPE are stated at historical cost less accumulated depreciation.
- ii. Historical cost included expenditure that were directly attributable to the acquisition of the items.

(14) **INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.

(15) **DEPRECIATION**

Depreciation on PPE and investment property were charged on a straight line basis over their expected useful lives less estimated residual value using the appropriate rates.

(16) **UNREMITTED DEDUCTIONS.**

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and association and other government agencies. These included tax deductions and other deductions at source.

(17) **PAYABLES.**

Payables are recognized at fair value.

(18) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost incurred.

(19) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as expenses in the Statement of Financial Performance.

**ADO LOCAL GOVERNMENT, ADO-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020**

| <b>2019</b>             | <b>DETAILS</b>                           | <b>NOTES</b> | <b>2020</b>           |                         |
|-------------------------|--|--------------|-----------------------|-------------------------|
| <b>N</b>                | <b>Represented By:</b>                   |              | <b>N</b>              | <b>N</b>                |
|                         | <b>ASSETS</b>                            |              |                       |                         |
|                         | <b>Current Assets</b>                    |              |                       |                         |
| 3,410,753.43            | Cash and Cash Equivalents                | 1            | 22,463,440.65         |                         |
| 272,200.00              | Inventories                              | 2            | 381,710.00            |                         |
| -                       | WIP                                      | 3            |                       |                         |
| 533,960,665.05          | Receivables                              | 4            | 404,127,067.61        |                         |
|                         | Prepayments                              | 5            |                       |                         |
| <b>537,643,618.48</b>   | <b>Total Current Assets</b>              |              |                       | <b>426,972,218.26</b>   |
|                         | <b>Non-Current Assets</b>                |              |                       |                         |
|                         | Loans Granted                            | 6            |                       |                         |
|                         | Investments                              | 7            |                       |                         |
| 849,287,737.04          | Fixed Assets-Property, Plant & Equipment | 8            | 840,150,790.61        |                         |
|                         | Investment Property                      | 9            |                       |                         |
|                         | Biological Assets                        | 10           |                       |                         |
| <b>849,287,737.04</b>   | <b>Total Non-Current Assets</b>          |              |                       | <b>840,150,790.61</b>   |
| <b>1,386,931,355.52</b> | <b>Total Assets</b>                      |              |                       | <b>1,267,123,008.87</b> |
|                         | <b>LIABILITIES</b>                       |              |                       |                         |
|                         | <b>Current Liabilities</b>               |              |                       |                         |
| -                       | Accumulated Depreciation                 | 11           |                       |                         |
| -                       | Loans & Debts(Short-Term)                | 12           |                       |                         |
| -                       | Unremitted Deductions                    | 13           |                       |                         |
| 545,141,141.95          | Payables                                 | 14           | 535,462,429.72        |                         |
| <b>545,141,141.95</b>   | <b>Total Current Liabilities</b>         |              | <b>535,462,429.72</b> |                         |
|                         | <b>Non-Current Liabilities</b>           |              |                       |                         |
| -                       | Public Funds                             | 15           |                       |                         |
| -                       | Borrowings                               | 16           | 86,505,337.82         |                         |
|                         | <b>Total Non-Current Liabilities</b>     |              | <b>86,505,337.82</b>  |                         |
| <b>545,141,141.95</b>   | <b>Total Liabilities</b>                 |              |                       | <b>621,967,767.54</b>   |
| <b>841,790,213.57</b>   | <b>Net Asset/Equity</b>                  |              |                       | <b>645,155,241.33</b>   |
|                         | <b>Financed By:</b>                      |              |                       |                         |
| 913,913,342.33          | Reserves                                 | 17           |                       | 701,464,538.08          |
| 5,355,070.95            | Capital Grant                            | 18           |                       | 5,355,070.95            |
| -                       | Net Surplus/(Deficits)                   |              |                       |                         |
| -77,478,199.71          | Accumulated Surplus/(Deficits)           | 20           |                       | -61,664,367.70          |
| <b>841,790,213.57</b>   | <b>Total Net Assets/Equity</b>           |              |                       | <b>645,155,241.33</b>   |

**ADO LOCAL GOVERNMENT, ADO-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                    | DETAILS   | NOTES | Actual 2020             |
|-------------------------|---|-------|-------------------------|
| N                       | <u>REVENUE</u>  |       | N                       |
| 1,029,650,718.36        | Government Share of FAAC (Statutory Revenue)                      | 21    | 2,309,180,718.63        |
| 154,614.56              | Tax Revenue   | 22    | 572,171.78              |
| 23,816,079.93           | Non-Tax Revenue   | 23    | 28,376,230.00           |
| -                       | Aid & Grants  | 24    |                         |
| -                       | Investment Income   | 25    |                         |
| -                       | Expenditure Recovery  | 26    |                         |
| -                       | Other Capital Receipts  | 27    |                         |
| -                       | Debt Forgiveness  | 28    |                         |
| <b>1,053,621,412.85</b> | <b>Total Revenue</b>  |       | <b>2,338,129,120.41</b> |
|                         | <u>EXPENDITURE</u>  |       |                         |
| 921,802,338.17          | Salaries & Wages  | 29    | 645,962,973.05          |
| 17,493,520.00           | Social Contribution   | 30    | 36,685,630.90           |
| 12,042,343.49           | Social Benefit  | 31    | 568,570.00              |
| 96,558,007.00           | Overhead Cost   | 32    | 68,704,186.44           |
| -                       | Gratuity  | 33    |                         |
| -                       | Pension Allowance   | 34    |                         |
| -                       | Stationeries  | 35    |                         |
| -                       | Impairment Charges  | 36    |                         |
| 30,204,624.19           | Depreciation Charges  | 37    | 20,470,619.02           |
| -                       | Transfer to other Government Entities                             | 38    | 1,549,923,308.99        |
| -                       | Public Debt Charges   | 39    |                         |
| -                       | Allowance(Leave Bonus)  | 40    |                         |
| <b>1,078,100,832.85</b> | <b>Total Expenditure</b>  |       | <b>2,323,315,288.40</b> |
|                         |   |       |                         |
| <b>-24,479,420.00</b>   | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |       | <b>15,813,832.01</b>    |
|                         | <b>Total Non-Operating Revenue/(Expenses)</b>                     |       |                         |
|                         | <b>Non-Operating Activities</b>                                   |       |                         |
| -                       | Gain/Loss on Disposal of Asset                                    | 41    |                         |
| -                       | Refunded Revenue  | 42    |                         |
| -                       | Revaluation Gain  | 43    |                         |
|                         | <b>Net Surplus/(Deficit) from Ordinary Activities</b>             |       |                         |
|                         | <b>Surplus/(Deficit) from Ordinary Activities</b>                 |       |                         |
| -                       | Purchases/Construction of Assets                                  | 44    |                         |
| -                       | Minority Interest Share of Surplus/(Deficits)                     | 45    |                         |
| <b>-24,479,420.00</b>   | <b>Net Surplus/(deficit) for the period</b>                       |       | <b>15,813,832.01</b>    |
|                         |   |       |                         |



| ADO LOCAL GOVERNMENT, ADO-EKITI, EKITI STATE, NIGERIA<br>STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020 |  |       |                  |                         |
|--|--|-------|------------------|-------------------------|
| 2019   | DETAILS  | NOTES | 2020             |                         |
|  |  |       | N                | N                       |
|  |  |       |                  |                         |
|  | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |       |                  |                         |
|  | <b><u>Inflows</u></b>                                      |       |                  |                         |
| 1,029,650,718.36   | Government Share of FAAC (Statutory Revenue)               | 21    | 2,309,180,718.63 |                         |
| 154,614.56   | Tax Revenue  | 22    | 572,171.78       |                         |
| 23,816,079.93  | Non-Tax Revenue  | 23    | 28,376,230.00    |                         |
| -  | Aid & Grants   | 24    |                  |                         |
| -  | Investment Income  | 25    |                  |                         |
| -  | Expenditure Recovery                                       | 26    |                  |                         |
|  | Other Capital Receipts                                     | 27    |                  |                         |
|  | Debt Forgiveness   | 28    |                  |                         |
| <b>1,053,621,412.85</b>  | <b>Total inflow from operating Activities</b>              |       |                  | <b>2,338,129,120.41</b> |
|  | <b><u>Outflows</u></b>                                     |       |                  |                         |
| 921,802,338.17   | Salaries & Wages   | 29    | 645,962,973.05   |                         |
| 17,493,520.00  | Social Contributions                                       | 30    | 36,685,630.90    |                         |
| 12,042,343.49  | Social Benefit   | 31    | 568,570.00       |                         |
| 96,558,007.00  | Overheads Cost   | 32    | 68,704,186.44    |                         |
| -  | Gratuity   | 33    |                  |                         |
|  | Pension Allowance  | 34    |                  |                         |
| -  | Transfer to other Government Entities                      | 38    | 1,549,923,308.99 |                         |
| -  | Allowance  | 40    |                  |                         |
| -  | Deductions   | 49    |                  |                         |
| -  | Refund   | 50    |                  |                         |
| -  | Inventory  | 51    |                  |                         |
| -  | Loan   | 52    |                  |                         |
|  |  |       |                  |                         |
|  |  |       |                  |                         |
| <b>1,047,896,208.66</b>  | <b>Total Outflow from Operating Activities</b>             |       |                  | <b>2,301,844,669.38</b> |
| <b>5,725,204.19</b>  | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |       |                  | <b>36,284,451.03</b>    |
|  |  |       |                  |                         |
|  | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |       |                  |                         |
| -  | Proceeds from Sale of PPE                                  | 53    |                  |                         |
|  | Proceeds from Sale of Investment Property                  | 54    |                  |                         |
| -  | Proceeds from Sales of Intangible Assets                   | 55    |                  |                         |
| -  | Proceeds from Sale of Investment                           | 56    |                  |                         |

|                       |   |          |                      |                       |
|-----------------------|---|----------|----------------------|-----------------------|
| -                     | Dividends Received                                | 57       |                      |                       |
| <b>0.00</b>           | <b>Total Inflow</b>                               |          |                      |                       |
|                       | <b>Outflows</b>                                   |          |                      |                       |
| <b>15,653,360.34</b>  | Purchase/ Construction of PPE                     | 58       | <b>11,333,672.59</b> |                       |
| -                     | Purchase/ Construction OF Investment Property     | 59       |                      |                       |
| -                     | Investment in Private Companies                   | 60       |                      |                       |
| -                     | Loan Granted                                      | 61       |                      |                       |
| -                     | Purchase of Intangible Assets                     | 62       |                      |                       |
| -                     | Acquisition of Investment                         | 63       |                      |                       |
| <b>-15,653,360.34</b> | <b>Total Outflow</b>                              |          |                      | <b>11,333,672.59</b>  |
| <b>-15,653,360.34</b> | <b>Net Cash Flow from Investing Activities</b>    |          |                      | <b>-11,333,672.59</b> |
|                       | <b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b> |          |                      |                       |
| 5,355,070.95          | Capital Grant Received                            | 64       |                      |                       |
| -                     | Proceeds from Borrowings                          | 65       |                      |                       |
| 5,355,070.95          | <b>Total Inflow</b>                               |          |                      |                       |
|                       | <b>Outflows</b>                                   |          |                      |                       |
| -                     | Repayment of Borrowings                           | 66       | 5,898,091.22         |                       |
| -                     | Distribution of Surplus/Dividends Paid            | 67       |                      |                       |
| -                     | <b>Total Outflow</b>                              |          | <b>5,898,091.22</b>  | <b>-5,898,091.22</b>  |
| <b>5,355,070.95</b>   | <b>Net Cash Flow from Financing Activities</b>    |          |                      |                       |
| <b>-4,573,085.20</b>  | <b>Net Cash Flow from all Activities</b>          |          |                      | <b>19,052,687.22</b>  |
| 7,983,838.63          | Cash and Its Equivalent as at 01/01/2020          |          |                      | 3,410,753.43          |
| <b>3,410,753.43</b>   | <b>Cash and Its Equivalent as at 31/12/2020</b>   | <b>1</b> |                      | <b>22,463,440.65</b>  |

| ADO LOCAL GOVERNMENT, ADO-EKITI, EKITI STATE, NIGERIA                               |  |       |                         |                         |                               |
|---|--|-------|-------------------------|-------------------------|-------------------------------|
| STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST DECEMBER, 2020 |  |       |                         |                         |                               |
| 2019  |  | Notes | Actual 2019             | Final Budget 2020       | Variance on Final in % Budget |
| N   |  |       | N                       | N                       | N                             |
|   | <b>REVENUE</b>                               |       |                         |                         |                               |
| 1,029,650,718.36  | Government Share of FAAC (Statutory Revenue) | 21    | 2,309,180,718.63        | 2,857,524,000.00        | -19.19                        |
| 154,614.56  | Tax Revenue                                  | 22    | 572,171.78              | 1,812,000.00            | -68.43                        |
| 23,816,079.93   | Non-Tax Revenue                              | 23    | 28,376,230.00           | 81,707,610.00           | -65.28                        |
| -   | Aid & Grants                                 | 24    |                         |                         |                               |
| -   | Investment Income                            | 25    |                         |                         |                               |
| -   | Expenditure Recovery                         | 26    |                         |                         |                               |
| 5,355,070.95  | Other Capital Receipts                       | 27    |                         |                         |                               |
| -   | Debt Forgiveness                             | 28    |                         |                         |                               |
| <b>1,058,976,483.80</b>   | <b>Total Revenue</b>                         |       | <b>2,338,129,120.41</b> | <b>2,941,043,610.00</b> | <b>-152.88</b>                |
|   |  |       |                         |                         |                               |
|   |  |       |                         |                         |                               |
|   | <b>EXPENDITURE</b>                           |       |                         |                         |                               |
| 921,802,338.17  | Salaries & Wages                             | 29    | 645,962,973.05          | 1,140,466,780.00        | 43.36                         |
| 17,493,520.00   | Social Contribution                          | 30    | 36,685,630.90           |                         | -100.00                       |
| 12,042,343.49   | Social Benefit                               | 31    | 568,570.00              |                         | -100.00                       |
| 96,558,007.00   | Overhead Cost                                | 32    | 68,704,186.44           | 75,060,000.00           | 8.47                          |
| -   | Gratuity                                     | 33    |                         |                         |                               |
| -   | Pension Allowance                            | 34    |                         |                         |                               |
| -   | Stationeries                                 | 35    |                         |                         |                               |
| -   | Impairment Charges                           | 36    |                         |                         |                               |
| -   | Transfer to other Government Entities        | 38    | 1,559,972,946.88        | 1,621,344,830.00        | 3.79                          |
| -   | Public Debt Charges                          | 39    |                         |                         |                               |
| -   | Allowance(Leave Bonus)                       | 40    |                         |                         |                               |
| 15,653,360.34   | Purchase of Assets                           | 58    | 11,333,672.59           | 104,172,000.00          | 89.10                         |
| -   | Acquisition of Investment                    | 63    | -                       |                         | -                             |
| -   | Repayment of Borrowing                       | 66    | 5,898,091.22            |                         | -100.00                       |
| <b>1,063,549,569.00</b>   | <b>Total Expenditure</b>                     |       | <b>2,319,076,433.19</b> | <b>2,940,871,610.00</b> | <b>-154.67</b>                |
| <b>-4,573,085.20</b>  | <b>Net Surplus/(Deficit)</b>                 |       | <b>19,052,687.22</b>    | <b>172,000.00</b>       | <b>1.78</b>                   |

**ADO LOCAL GOVERNMENT, ADO-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| S/N | NARATION                          | ACCUMULATED<br>SURPLUS/DEFICIT<br>(N) | RESERVES (N)          | CAPITAL GRANT<br>(N) | TOTAL (N)             |
|-----|-----------------------------------|---------------------------------------|-----------------------|----------------------|-----------------------|
| 1   | Opening Balance (1/1/2020)        | -77,478,199.71                        | 913,913,342.33        | 5,355,070.95         | 841,790,213.57        |
| 2   | Surplus for the year              | 15,813,832.01                         |                       |                      | 15,813,832.01         |
| 3   | Grant for the year                |                                       |                       |                      |                       |
| 4   | Adjustment                        |                                       | -212,448,804.25       |                      | -212,448,804.25       |
|     | <b>Closing Balance 31/12/2020</b> | <b>-61,664,367.70</b>                 | <b>701,464,538.08</b> | <b>5,355,070.95</b>  | <b>645,155,241.33</b> |

**NOTE 1****CASH AND CASH EQUIVALENTS FOR THE YEAR 2020**

| <b>S/N</b> | <b>BANK</b>       | <b>ACCOUNT NAME</b> | <b>ACCOUNT NO</b> | <b>AMOUNT (N)</b>    |
|------------|-------------------|---------------------|-------------------|----------------------|
| 1          | ZENITH BANK PLC   | MAIN ACCOUNT        | 1017231702        | 16,338,480.59        |
| 2          | STERLING BANK PLC | IGR ACCOUNT         | 0076920188        | 1,016,996.77         |
| 3          | UNITY BANK PLC    | SALARY ACCOUNT      | 0019711777        | 5,107,963.29         |
|            | <b>TOTAL</b>      |                     |                   | <b>22,463,440.65</b> |

**NOTE 2****INVENTORIES**

| <b>S/N</b> | <b>MATERIALS</b>       | <b>UNIT PRICE</b> | <b>BALANCE</b> | <b>FOLIO</b> | <b>AMOUNT (N)</b> |
|------------|------------------------|-------------------|----------------|--------------|-------------------|
| 1          | FILE JACKET            | 60                | 1,576          | 7            | 94,560.00         |
| 2          | SEALED STICKER         | 250               | 50             | 21           | 12,500.00         |
| 3          | OKADA STICKER          | 60                | 300            | 24           | 13,000.00         |
| 4          | TAXI STICKER           | 60                | 100            | 26           | 6,000.00          |
| 5          | LORRIES STICKER        | 60                | 50             | 28           | 3,000.00          |
| 6          | NAPEP STICKER          | 60                | 100            | 39           | 6,000.00          |
| 7          | TIPPER STICKER         | 60                | 100            | 42           | 6,000.00          |
| 8          | POLL STICKER           | 60                | 200            | 44           | 12,000.00         |
| 9          | REVENUE CASH BOOK      | 2,400             | 16             | 49           | 38,900.00         |
| 10         | ADVERTISEMENT/HACKNEY  | 60                | 200            | 54           | 12,000.00         |
| 11         | BANK SCHDULE           | 4,000             | 2              | 85           | 8,000.00          |
| 12         | SMALL OFFICE LEDGER    | 1,628.87          | 35             | 118          | 57,000.00         |
| 13         | PHOTO COPIER CARTRIDGE | 25,000            | 4              | 196          | 100,000.00        |
| 14         | A4 PAPER               | 1,400             | 6              | 3            | 8,400.00          |
| 15         | BIRO                   | 30                | 145            | 15           | 4,350.00          |
|            | <b>TOTAL</b>           |                   |                |              | <b>381,710.00</b> |

**NOTE 4****RECEIVABLE**

| <b>S/N</b> | <b>DETAILS</b>  | <b>AMOUNT (#)</b>     |
|------------|-----------------|-----------------------|
| 1          | 10% STATE IGR   | 376,075,466.07        |
| 2          | NON-TAX REVENUE | 28,051,601.54         |
|            | <b>TOTAL</b>    | <b>404,127,067.61</b> |

**NOTES 37 & 58 PROPERTY, PLANT & EQUIPMENT**

| <b>FIXED ASSETS PPE</b>          | <b>20% VEHICLES<br/>&amp; MACHINERIES</b> | <b>2% LAND AND<br/>BUILDING</b> | <b>15% AGRIC<br/>EQUIPMENT</b> | <b>15%<br/>FURNITURE &amp;<br/>FITTINGS</b> | <b>TOTAL (#)</b>      |
|----------------------------------|---|---------------------------------|--------------------------------|---|-----------------------|
| OPENING BALANCE<br>1/1/2020      | 16,099,947.91                             | 832,037,006.83                  | 10.00                          | 1,150,722.30                                | 849,287,727.04        |
| ADDITIONS                        | -   | 9,713,672.59                    | -                              | 1,620,000.00                                | 11,333,672.59         |
| COST AS AT 31/12/2020            | <b>16,099,947.91</b>                      | <b>841,750,679.42</b>           | <b>10.00</b>                   | <b>2,770,772.30</b>                         | <b>860,621,409.63</b> |
| DEPRECIATION AS AT<br>31/12/2020 | 40,720,912.09                             | 73,048,568.71                   | 1,363,186.00                   | 2,410,974.40                                | 117,543,641.20        |
| DEPRECIATION FOR THE<br>YEAR     | <b>3,219,989.58</b>                       | <b>16,835,013.59</b>            |                                | <b>415,615.85</b>                           | <b>20,470,619.02</b>  |
| ACCUM. DEP. AS AT<br>31/12/2020  | 43,940,901.67                             | 89,883,582.30                   | 1,363,186.00                   | 2,826,590.25                                | <b>138,014,260.22</b> |
| NBV AS AT 31/12/2020             | <b>12,879,958.33</b>                      | <b>824,915,665.83</b>           | <b>10.00</b>                   | <b>2,355,156.46</b>                         | <b>840,150,790.61</b> |

**NOTE 14  
PAYABLE**

| <b>S/N</b> | <b>DETAILS</b>        | <b>AMOUNT (#)</b>     |
|------------|-----------------------|-----------------------|
| <i>1</i>   | <i>OVERHEAD</i>       | 17,655,684.74         |
| <i>2</i>   | <i>SALARY ARREARS</i> | 517,806,744.98        |
|            | <b>TOTAL</b>          | <b>535,462,429.72</b> |

**NOTE 16  
BORROWING**

|                 |                  |
|-----------------|------------------|
| TOTAL LIABILITY | 1,887,389,188.80 |
| LESS PAYMENT    | 503,303,783.68   |
| BALANCE         | 1,384,085,405.12 |

LIABILITY PER LOCAL GOVERNMENT 1,384,085,405.12

16

= 86,505,337.82

**NOTE 21**  
**MONTHLY STATUTORY ALLOCATION**

| MONTHS       | AMOUNT (N)              |
|--------------|-------------------------|
| JANUARY      | 207,583,837.27          |
| FEBRUARY     | 206,040,176.68          |
| MARCH        | 166,087,999.01          |
| APRIL        | 195,984,329.44          |
| MAY          | 192,666,749.27          |
| JUNE         | 187,111,025.98          |
| JULY         | 196,745,907.17          |
| AUGUST       | 200,078,741.80          |
| SEPTEMBER    | 203,411,595.22          |
| OCTOBER      | 198,569,932.20          |
| NOVEMBER     | 177,767,030.45          |
| DECEMBER     | 177,133,394.14          |
| <b>TOTAL</b> | <b>2,309,180,718.63</b> |

**NOTE 22**  
**TAX REVENUE**

| 2.5%<br>CONTRACT | JAN.      | FEB.     | MAR. | APR. | MAY | JUNE | JULY      | AUG | SEPT. | OCT.     | NOV.     | DEC.       | TOTAL      |
|------------------|-----------|----------|------|------|-----|------|-----------|-----|-------|----------|----------|------------|------------|
|                  | 198,572.7 | 6,350.00 | -    | -    | -   | -    | 12,401.62 | -   | -     | 2,500.00 | 2,500.00 | 349,944.14 | 572,168.46 |

**NOTE 23**  
**NON TAX REVENUE**

| S/N | CLASSIFICATION              | ECONOMIC<br>CODE | BUDGET (#)           | ACTUAL (#)           |
|-----|-----------------------------|------------------|----------------------|----------------------|
| 1   | LICENSES                    | 12020100         | 1,812,000.00         | 12,294,450.00        |
| 2   | FEES                        | 12020400         | 60,008,910.00        | 9,023,700.00         |
| 3   | FINES                       | 12020500         | 181,200.00           | -                    |
| 4   | SALES                       | 12020600         | 2,491,500.00         | -                    |
| 5   | EARNINGS                    | 12020700         | 9,966,000.00         | 537,880.00           |
| 6   | RENT OF GOVERNMENT BUILDING | 12020800         | 3,171,000.00         | 894,000.00           |
| 7   | RENT OF LAND & OTHERS       | 12020900         | 4,077,000.00         | 1,303,500.00         |
| 8   | INVESTMENT INCOME           | 120201100        | -                    | -                    |
| 9   | PREPAYMENTS                 | 120201000        | -                    | -                    |
| 10  | INTEREST                    | 120201200        | -                    | -                    |
| 11  | TENEMENT                    |                  |                      | 4,322,700.00         |
|     | <b>TOTAL</b>                |                  | <b>81,707,610.00</b> | <b>28,376,230.00</b> |

**NOTE 29**  
**SALARIES & WAGES**

| MONTH        | STAFF                 | POH                  | MIDWIVES          | PALACE<br>STAFF     | LABOUR &<br>SWEEPERS | EX-POH<br>FUR. ALL. | TOTAL (#)             |
|--------------|-----------------------|----------------------|-------------------|---------------------|----------------------|---------------------|-----------------------|
| JAN.         | 48,696,148.87         | 2,664,450.56         | 120,000.00        | 443,744.61          | 585,000.00           | 1,001,409.82        | 53,510,753.86         |
| FEB.         | 48,702,055.68         | 4,629,835.73         | 30,000.00         | 439,601.36          | 120,000.00           | 1,001,401.49        | 54,922,894.26         |
| MARCH        | 48,811,334.37         | 5,049,843.13         | 30,000.00         | 439,601.36          | 150,000.00           | 1,001,401.49        | 55,482,180.35         |
| APRIL        | 48,433,306.87         | 2,384,917.87         | 30,000.00         | 439,601.36          | 190,000.00           | 1,001,401.49        | 52,479,227.59         |
| MAY          | 48,433,306.87         | 2,492,417.87         | 30,000.00         | 439,601.36          | 230,000.00           | 1,001,401.49        | 52,616,727.59         |
| JUNE         | 46,251,469.63         | 2,482,417.87         | 30,000.00         | 439,601.36          | 240,000.00           | 1,001,401.49        | 50,444,590.05         |
| JULY         | 46,490,010.19         | 2,588,970.57         | 30,000.00         | 439,601.36          | 240,000.00           | 1,001,401.49        | 50,779,983.61         |
| AUG.         | 47,325,512.94         | 5,212,838.75         | 30,000.00         | 439,601.36          | 230,000.00           | 1,001,401.49        | 54,239,354.54         |
| SEPT.        | 48,859,523.35         | 5,612,838.78         | 30,000.00         | 439,601.36          | -                    | -                   | 54,941,963.49         |
| OCT.         | 48,514,323.64         | 5,412,835.78         | 30,000.00         | 439,601.36          | 440,000.00           | -                   | 54,836,760.78         |
| NOV.         | 48,427,779.56         | 5,412,835.78         | 30,000.00         | 439,601.36          | 240,000.00           | 1,387,199.44        | 55,937,336.14         |
| DEC.         | 46,374,373.57         | 8,092,054.68         | 30,000.00         | 439,601.36          | 240,000.00           | 594,871.18          | 55,770,900.79         |
| <b>TOTAL</b> | <b>575,309,145.54</b> | <b>52,026,257.07</b> | <b>450,000.00</b> | <b>5,279,359.57</b> | <b>2,905,000.00</b>  | <b>9,993,290.87</b> | <b>645,962,973.05</b> |

**NOTE 30**  
**SOCIAL CONTRIBUTION**

|              | JAN.                | FEB.              | MAR.                | APR.                | MAY                 | JUNE              | JULY              | AUG               | SEPT.               | OCT.                | NOV.                | DEC.                 | TOTAL                |
|--------------|---------------------|-------------------|---------------------|---------------------|---------------------|-------------------|-------------------|-------------------|---------------------|---------------------|---------------------|----------------------|----------------------|
| CAPITAL      | 5,442,907.84        | 250,000.00        | 4,974,000.00        | 800,000.00          | 950,000.00          | 600,000.00        | -                 | 418,981.94        | 1,420,000.00        | 1,530,000.00        | 2,440,000.00        | 13,028,795.73        | 31,854,685.51        |
| RECURRENT    | 50,000.00           | 135,000.00        | 1,188,500.00        | 360,792.39          | 111,500.00          | 200,000.00        | 450,000.00        | 350,000.00        | 400,000.00          | 895,183.00          | 375,000.00          | 315,000.00           | 3,867,975.39         |
| <b>TOTAL</b> | <b>5,492,907.84</b> | <b>385,000.00</b> | <b>5,162,500.00</b> | <b>1,160,792.39</b> | <b>1,065,500.00</b> | <b>800,000.00</b> | <b>450,000.00</b> | <b>768,981.94</b> | <b>1,820,981.00</b> | <b>2,425,183.00</b> | <b>2,815,000.00</b> | <b>14,339,765.13</b> | <b>36,685,630.90</b> |

**NOTE 31**  
**SOCIAL BENEFITS**

|              | JAN.     | FEB.              | MAR.     | APR.             | MAY              | JUNE     | JULY     | AUG              | SEPT.             | OCT.             | NOV.             | DEC.             | TOTAL             |
|--------------|----------|-------------------|----------|------------------|------------------|----------|----------|------------------|-------------------|------------------|------------------|------------------|-------------------|
| RECURRENT    | -        | 100,000.00        | -        | 70,000.00        | 20,000.00        | -        | -        | 68,570.00        | 150,000.00        | 60,000.00        | 75,000.00        | 25,000.00        | 568,570.00        |
| <b>TOTAL</b> | <b>-</b> | <b>100,000.00</b> | <b>-</b> | <b>70,000.00</b> | <b>20,000.00</b> | <b>-</b> | <b>-</b> | <b>68,570.00</b> | <b>150,000.00</b> | <b>60,000.00</b> | <b>75,000.00</b> | <b>25,000.00</b> | <b>568,570.00</b> |



**NOTE 32****SUMMARY OF OVERHEAD COST**

| <b>S/N</b> | <b>CLASSIFICATION</b>   | <b>ECONOMIC CODE</b> | <b>BUDGET (#)</b>    | <b>ACTUAL (#)</b>    |
|------------|-------------------------|----------------------|----------------------|----------------------|
| 1          | TRAVELLING & TRANSPORT  | 220201               | 22,700,000.00        | 28,702,207.00        |
| 3          | STATIONERY & PRINTING   | 22020301             | 5,400,000.00         | 3,582,400.00         |
| 4          | MAINTENANCE OF VEHICLES | 22020401             | 6,480,000.00         | 4,488,062.00         |
| 5          | UTILITY SERVICES        | 220202               | 3,210,000.00         | 186,600.00           |
| 6          | GRANTS & SUBVENTION     | 2202401              | 2,940,000.00         | 6,760,000.00         |
| 7          | TRAINING & STAFF DEV.   | 22020501             | 9,600,000.00         | 3,363,000.66         |
| 8          | REPAIR OF PLANT & GEN.  | 22020802             | 1,200,00.00          | 1,456,300.00         |
| 9          | PUBLICITY & ADVERTS     | 2202103              | 3,300,000.00         | 65,000.00            |
| 10         | FESTIVALS               | 22021007             | -                    | 5,340,000.00         |
| 11         | MISCELLANEOUS           | 220201               | -                    | 1,964,608.00         |
| 12         | CONSULTANCY SERVICES    | 220207               | 4,800,000.00         | 1,376,000.00         |
| 13         | FUELLING & LUBRICANTS   | 220209               | 2,160,000.00         | 1,551,789.00         |
| 14         | SECURITY VOTE           | 22020604             | 12,000,000.00        | 8,750,000.00         |
| 15         | FINANCE CHARGE          | 220209               | 1,200,000.00         | 1,118,219.00         |
|            | Total                   |                      | <b>75,060,000.00</b> | <b>68,704,186.44</b> |

**NOTE 37****DEPRECIATION CHARGES**

| <b>S/N</b> | <b>PPE</b>          | <b>RATE</b> | <b>AMOUNT (#)</b>    |
|------------|---------------------|-------------|----------------------|
| 1          | MOTOR VEHICLE       | 20%         | 3,219,989.58         |
| 2          | LAND & BUILDING     | 2%          | 16,835,013.59        |
| 3          | AGRI EQUIPMENT      | 15%         | -                    |
| 4          | FURNIURE & FITTINGS | 15%         | 415,615.85           |
|            | TOTAL               |             | <b>20,470,619.02</b> |

**NOTE 38****TRANSFERS TO OTHER GOVERNMENT ENTITIES**

| <b>MONTHS</b> | <b>TRADITIONAL</b> | <b>GRATUTITY &amp; PENSION</b> | <b>PRIMARY EDU. SALARY</b> | <b>SUBEB O/H</b> | <b>TOTAL</b>   |
|---------------|--------------------|--------------------------------|----------------------------|------------------|----------------|
| JANUARY       | 7,626,804.64       | 38,549,785.50                  | 94,239,841.56              | 685,000.00       | 141,101,431.70 |
| FEBRUARY      | 6,839,735.84       | 38,818,124.10                  | 94,719,655.10              | 685,000.00       | 141,062,516.04 |

|              |                      |                       |                         |                     |                         |
|--------------|----------------------|-----------------------|-------------------------|---------------------|-------------------------|
| MARCH        | 6,040,332.81         | 38,988,659.13         | 70,530,192.68           | 685,000.00          | 116,244,184.62          |
| APRIL        | 6,120,645.70         | 38,195,719.16         | 95,071,339.09           | 685,000.00          | 140,072,703.95          |
| MAY          | 4,773,218.70         | 36,477,223.90         | 93,993,891.73           | 685,000.00          | 135,929,334.33          |
| JUNE         | 5,384,501.63         | 30,522,207.31         | 93,566,702.45           | 685,000.00          | 130,158,411.21          |
| JULY         | 6,439,596.01         | 34,910,624.81         | 93,401,363.84           | 685,000.00          | 135,436,584.66          |
| AUGUST       | 7,887,529.88         | 39,523,754.72         | 92,081,320.24           | 685,000.00          | 139,854,930.78          |
| SEPTEMBER    | 6,630,189.50         | 34,523,754.72         | 93,010,552.17           | 685,000.00          | 134,849,496.39          |
| OCTOBER      | 4,098,527.30         | 37,194,645.63         | 93,491,461.67           | 685,000.00          | 135,300,781.85          |
| NOVEMBER     | 6,920,145.85         | 36,217,289.52         | 56,910,933.57           | 685,000.00          | 101,710,725.05          |
| DECEMBER     | 4,868,740.39         | 36,217,289.52         | 56,431,179.32           | 685,000.00          | 98,202,209.23           |
| <b>TOTAL</b> | <b>73,629,968.25</b> | <b>440,624,907.32</b> | <b>1,027,448,433.42</b> | <b>8,220,000.00</b> | <b>1,549,923,308.99</b> |

**NOTE 58**  
**PURCHASE OF PPE**

| <b>S/N</b> | <b>PPE</b>           | <b>AMOUNT (#)</b>    |
|------------|----------------------|----------------------|
| 1          | MOTOR VEHICLE        | -                    |
| 2          | LAND & BUILDING      | 9,713,672.59         |
| 3          | AGRIC EQUIPMENT      | -                    |
| 4          | FURNITURE & FITTINGS | 1,620,000.00         |
|            | <b>TOTAL</b>         | <b>11,333,672.59</b> |

**NOTE 66**  
**REPAYMENT OF BORROWING**

|                                |                     |
|--------------------------------|---------------------|
| TOTAL REPAYMENT                | 94,369,459.44       |
| REPAYMENT PER LOCAL GOVERNMENT | 94,369,459.44       |
|                                | 16                  |
| <b>=</b>                       | <b>5,898,091.22</b> |

**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE**

**ACCOUNTS OF EFON LOCAL GOVERNMENT,**


**EFON-ALAAYE-EKITI**

**FOR THE YEAR ENDED**

**31ST DECEMBER, 2020.**

## AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Efon Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.

  
18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF EFON LOCAL GOVERNMENT, EFON-ALAAYE-EKITI FOR THE  
YEAR ENDED 31<sup>ST</sup> DECEMBER, 2020.**

The General Purpose Financial Statements of Efon Local Government have been examined in accordance with, sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively and Section 26(2) of Ekiti State Audit Law, 2014 and section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Efon Local Government to prepare and present the General purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

**5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31<sup>st</sup> December, 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- iii. The estimate made for Revenue in the 2020 budget recorded a low performance. An estimate was made for **N2,195,765,186.97**, while actual Revenue recorded stood at **N1,122,685,916.75**. This is about. **51.18%** performance. Equally, the IGR of **N6,669,552.00** represents only **0.59%** of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- iv. The sum of **N1,615,670,630.95** only was budgeted for expenditure but only **N1,118,266,347.47** was actually incurred, resulting to a saving of **N497,404,283.48** for the period.

## 8. REVENUE ACCOUNT

A total sum of **N1,122,685,916.75** was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only **0.59% (N6,669,552.00)** was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of **114.02%** over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2020.

## 9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report.

## 10. EXPENDITURE CONTRARY TO LAW

The following expenditure appears to be contrary to law.

| S/N | QUERY NUMBER      | SUBJECT                                       | AMOUNT<br>N         |
|-----|-------------------|---|---------------------|
| 1   | AUD/EFLG/AQ/01/20 | Unproduced Revenue Earning Receipts           | Assorted            |
| 2   | AUD/EFLG/AQ/02/20 | Expenditure not Supported with proper records | 1,900,000.00        |
| 3   | AUD/EFLG/AQ/03/20 | Doubtful Expenditure                          | 1,235,000.00        |
| 4   | AUD/EFLG/AQ/04/20 | Expenditure Contrary to Regulation            | 1,491,000.00        |
| 5   | AUD/EFLG/AQ/05/20 | Nugatory Payments                             | 2,046,000.00        |
| 6   | AUD/EFLG/AQ/06/20 | Unreceipted/Unretired Expenditures            | 609,660.00          |
| 7   | AUD/EFLG/AQ/07/20 | Items not Taken on Ledger Charge              | 1,081,000.00        |
|     |                   | <b>TOTAL</b>                                  | <b>8,362,660.00</b> |

#### 11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

#### 12. **DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

#### 13. **STATE OF ACCOUNT**

The Accounts of Efon Local Government have been examined up to 31<sup>st</sup> December, 2020 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Efon Local Government, Efon-Alaaye-Ekiti. Particular attention is required to the followings:

- (vii) Cash books and subsidiary ledgers
- (viii) Attendance to Audit Query.
- (ix) Loan Register.
- (x) Internal Generated Revenue.
- (xi) Capital Accounts.
- (xii) Fixed Assets Register.

#### 14. **OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

The following matters remained outstanding in my previous report N

- (a) Loss of fund involving Mrs. Anjorin Stella 101,400.00
- (b) Salary received from JAAC Palace Staff (Difference) 2015) 1,197,561.75

#### (c) **2019, AUDIT QUERIES**

| S/N | QUERY NUMBER        | SUBJECT                 | AMOUNT(N)     |
|-----|---------------------|-------------------------|---------------|
| 1   | AUD/EFLG/AQ/04/2019 | Unretired Security Vote | 18,000,000.00 |



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**



## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance of Efon Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Efon Local Government as at the year ended 31<sup>st</sup> December, 2020.



**Hon. (Engr) Stephen Olabobe Adetunji,**  
**Executive Chairman.**



**Mrs. Adeleye R.F.**  
**Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(1) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions and events occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year.

- iii. Revenue from non-exchange transactions such as fees, taxes, and fines are recognized when the events occurred and the assets recognition criteria are met.

- iv. Revenue from exchange transactions are recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered.

(8) **EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

(9) **STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

(10) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(11) **RECEIVABLES.**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(12) **INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

(13) **PROPERTY, PLANT & EQUIPMENT (PPE)**

All PPE are stated at historical cost less accumulated depreciation and any impairment losses.

Historical cost included expenditure that were directly attributable to the acquisition of the items.

(14) **INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.

(15) **DEPRECIATION**

Depreciation on PPE and investment property were charged on a straight line basis over their

Expected useful lives less estimated residual value using the appropriate rates.

(16) **UNREMITTED DEDUCTIONS.**

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source.

(17) **PAYABLES.**

Payables are recognized at fair value.

(18) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost incurred.

(19) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as Expenses in the statement of Financial Performance.

| EFON LOCAL GOVERNMENT, EFON-ALAAYE EKITI, EKITI STATE, NIGERIA<br>STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020 |  |       |                |                  |
|---|--|-------|----------------|------------------|
| 2019  | DETAILS                                  | NOTES | 2020           |                  |
| N   | Represented By:                          |       | N              | N                |
|   | <b>ASSETS</b>                            |       |                |                  |
|   | <b>Current Assets</b>                    |       |                |                  |
| 2,206,908.30  | Cash and Cash Equivalents                | 1     | 6,626,477.58   |                  |
| 536,200.00  | Inventories                              | 2     | 540,100.00     |                  |
|   | WIP                                      | 3     |                |                  |
| 343,075,893.58  | Receivables                              | 4     | 437,608,136.04 |                  |
|   | Prepayments                              | 5     |                |                  |
| 345,819,001.88  | <b>Total Current Assets</b>              |       |                | 444,774,713.62   |
|   | <b>Non-Current Assets</b>                |       |                |                  |
|   | Loans Granted                            | 6     |                |                  |
| 526,209.00  | Investments                              | 7     |                |                  |
| 902,021,292.45  | Fixed Assets-Property, Plant & Equipment | 8     | 841,409,310.26 |                  |
| 113,716,680.00  | Investment Property                      | 9     | 165,012,976.80 |                  |
|   | Biological Assets                        | 10    | 4,500,000.00   |                  |
| 1,016,264,181.45  | <b>Total Non-Current Assets</b>          |       |                | 1,010,922,287.06 |
| 1,362,083,183.33  | <b>Total Assets</b>                      |       |                | 1,455,697,000.68 |
|   | <b>LIABILITIES</b>                       |       |                |                  |
|   | <b>Current Liabilities</b>               |       |                |                  |
|   | Accumulated Depreciation                 | 11    |                |                  |
| 7,876,229.72  | Loans & Debts(Short-Term)                | 12    |                |                  |
| 264,900.00  | Unremitted Deductions                    | 13    |                |                  |
| 809,852,016.43  | Payables                                 | 14    | 965,046,948.84 |                  |
| 817,993,146.15  | <b>Total Current Liabilities</b>         |       | 965,046,948.84 |                  |
|   | <b>Non-Current Liabilities</b>           |       |                |                  |
|   | Public Funds                             | 15    |                |                  |
| 84,719,423.07   | Borrowings                               | 16    | 86,505,337.82  |                  |
|   | <b>Total Non-Current Liabilities</b>     |       | 86,505,337.82  |                  |
| 902,712,569.22  | <b>Total Liabilities</b>                 |       |                | 1,051,552,286.66 |
| 459,370,614.11  | <b>Net Asset/Equity</b>                  |       |                | 404,144,714.02   |
|   | <b>Financed By:</b>                      |       |                |                  |
| 324,697,774.45  | Reserves                                 |       |                | 339,700,971.25   |
| -   | Capital Grant                            | 18    |                |                  |
| -   | Net Surpluses/(Deficits)                 | 19    |                |                  |
| 134,672,839.66  | Accumulated Surplus/(Deficits)           | 20    |                | 64,443,742.77    |
| 459,370,614.11  | <b>Total Net Assets/Equity</b>           |       |                | 404,144,714.02   |

**EFON LOCAL GOVERNMENT, EFON-ALAAYE EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| <b>2019</b>             | <b>DETAILS</b>  | <b>NOTES</b> | <b>Actual 2020</b>      |
|-------------------------|---|--------------|-------------------------|
| <b>N</b>                | <b><u>REVENUE</u></b>   |              | <b>N</b>                |
| 1,498,291,658.40        | Government Share of FAAC (Statutory Revenue)                      | 21           | 1,116,016,364.75        |
| 520,000.00              | Tax Revenue   | 22           | 1,360,852.00            |
| 2,488,300.00            | Non-Tax Revenue   | 23           | 4,184,200.00            |
|                         | Aid & Grants  | 24           |                         |
| 108,000.00              | Investment Income   | 25           | 1,124,500.00            |
|                         | Expenditure Recovery  | 26           |                         |
|                         | Other Capital Receipts  | 27           |                         |
|                         | Debt Forgiveness  | 28           |                         |
| <b>1,501,407,958.40</b> | <b>Total Revenue</b>  |              | <b>1,122,685,916.75</b> |
|                         | <b><u>EXPENDITURE</u></b>   |              |                         |
| 1,245,798,895.54        | Salaries & Wages  | 29           | 318,967,888.77          |
|                         | Social Contribution   | 30           |                         |
|                         | Social Benefit  | 31           |                         |
| 78,328,320.43           | Overhead Cost   | 32           | 59,782,923.29           |
|                         | Gratuity  | 33           |                         |
|                         | Pension Allowance   | 34           |                         |
|                         | Stationeries  | 35           |                         |
|                         | Impairment Charges  | 36           |                         |
| 100,224,588.05          | Depreciation Charges  | 37           | 113,956,639.28          |
| 333,002,100.95          | Transfer to other Government Entities                             | 38           | 690,301,817.80          |
|                         | Public Debt Charges   | 39           |                         |
| 11,496,651.23           | Allowance(Leave Bonus)  | 40           | 8,305,744.50            |
| <b>1,768,850,556.20</b> | <b>Total Expenditure</b>  |              | <b>1,191,315,013.64</b> |
|                         |   |              |                         |
| <b>-267,442,597.80</b>  | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |              | <b>-66,891,800.47</b>   |
|                         | <b>Total Non-Operating Revenue/(Expenses)</b>                     |              |                         |
|                         | <b>Non-Operating Activities</b>                                   |              |                         |
|                         | Gain/Loss on Disposal of Asset                                    | 41           |                         |
|                         | Refunded Revenue  | 42           | <b>-1,600,000.00</b>    |
|                         | Revaluation Gain  | 43           |                         |
|                         | <b>Net Surplus/(Deficit) from Ordinary Activities</b>             |              |                         |
|                         | <b>Surplus/(Deficit) from Ordinary Activities</b>                 |              |                         |
|                         | Purchases/Construction of Assets                                  | 44           |                         |
|                         | Minority Interest Share of Surplus/(Deficits)                     | 45           |                         |
| <b>-267,442,597.80</b>  | <b>Net Surplus/(Deficit) for the period</b>                       |              | <b>-70,229,096.89</b>   |
|                         |   |              |                         |

**EFON LOCAL GOVERNMENT, EFON-ALAAYE EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                    | DETAILS  | NOTES | 2020             |                         |
|-------------------------|--|-------|------------------|-------------------------|
|                         |  |       | N                | N                       |
|                         |  |       |                  |                         |
|                         | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |       |                  |                         |
|                         | <b><u>Inflows</u></b>                                      |       |                  |                         |
| 1,498,291,658.40        | Government Share of FAAC (Statutory Revenue)               | 21    | 1,116,016,364.75 |                         |
| 520,000.00              | Tax Revenue  | 22    | 1,360,852.00     |                         |
| 2,488,300.00            | Non-Tax Revenue  | 23    | 4,184,200.00     |                         |
|                         | Aid & Grants   | 24    |                  |                         |
| 108,000.00              | Investment Income  | 25    | 1,124,500.00     |                         |
|                         | Expenditure Recovery                                       | 26    |                  |                         |
|                         | Other Capital Receipts                                     | 27    |                  |                         |
|                         | Debt Forgiveness   | 28    |                  |                         |
|                         |  |       |                  |                         |
| <b>1,501,407,958.40</b> | <b>Total inflow from operating Activities</b>              |       |                  | <b>1,122,685,916.75</b> |
|                         | <b><u>Outflows</u></b>                                     |       |                  |                         |
| 1,245,798,895.54        | Salaries & Wages   | 29    | 318,967,888.77   |                         |
|                         | Social Contributions                                       | 30    |                  |                         |
|                         | Social Benefit   | 31    |                  |                         |
| 78,328,320.43           | Overheads Cost   | 32    | 59,782,923.29    |                         |
|                         | Gratuity   | 33    |                  |                         |
|                         | Pension Allowance  | 34    |                  |                         |
| 333,002,100.95          | Transfer to other Government Entities                      | 38    | 690,301,817.80   |                         |
| 11,496,651.23           | Allowance  | 40    | 8,305,744.50     |                         |
|                         | Deductions   | 49    |                  |                         |
|                         | Refund   | 50    |                  |                         |
|                         | Inventory  | 51    |                  |                         |
|                         | Loan   | 52    |                  |                         |
|                         |  |       |                  |                         |
|                         |  |       |                  |                         |
| <b>1,668,625,968.15</b> | <b>Total Outflow from Operating Activities</b>             |       |                  | <b>1,077,358,374.36</b> |
| <b>-167,218,009.75</b>  | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |       |                  | <b>45,327,542.39</b>    |
|                         |  |       |                  |                         |
|                         | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |       |                  |                         |
|                         | Proceeds from Sale of PPE                                  | 53    |                  |                         |
|                         | Proceeds from Sale of Investment Property                  | 54    |                  |                         |

|                        |   |          |                      |                       |
|------------------------|---|----------|----------------------|-----------------------|
|                        | Proceeds from Sales of Intangible Assets          | 55       |                      |                       |
|                        | Proceeds from Sale of Investment                  | 56       |                      |                       |
|                        | Dividends Received                                | 57       | -                    |                       |
| <b>0.00</b>            | <b>Total Inflow</b>                               |          |                      |                       |
|                        | <b>Outflows</b>                                   |          |                      |                       |
| <b>111,380,880.50</b>  | Purchase/ Construction of PPE                     | 58       | <b>35,009,881.89</b> |                       |
|                        | Purchase/ Construction OF Investment Property     | 59       | -                    |                       |
|                        | Investment in Private Companies                   | 60       | -                    |                       |
|                        | Loan Granted                                      | 61       | -                    |                       |
|                        | Purchase of Intangible Assets                     | 62       | -                    |                       |
|                        | Acquisition of Investment                         | 63       | -                    |                       |
| <b>111,380,880.50</b>  | <b>Total Outflow</b>                              |          | <b>35,009,881.89</b> |                       |
| <b>-111,380,880.50</b> | <b>Net Cash Flow from Investing Activities</b>    |          | <b>-</b>             | <b>-35,009,881.89</b> |
|                        | <b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b> |          |                      |                       |
|                        | Capital Grant Received                            | 64       |                      |                       |
|                        | Proceeds from Borrowings                          | 65       |                      |                       |
|                        | <b>Total Inflow</b>                               |          | <b>0.00</b>          |                       |
|                        | <b>Outflows</b>                                   |          |                      |                       |
|                        | Repayment of Borrowings                           | 66       | 5,898,091.22         |                       |
|                        | Distribution of Surplus/Dividends Paid            | 67       |                      |                       |
|                        | <b>Total Outflow</b>                              |          | <b>5,898,091.22</b>  |                       |
| <b>12,556,190.14</b>   | <b>Net Cash Flow from Financing Activities</b>    |          |                      | <b>-5,898,091.22</b>  |
| <b>-278,598,890.25</b> | <b>Net Cash Flow from all Activities</b>          |          |                      | <b>4,419,569.28</b>   |
| 280,805,798.55         | Cash and Its Equivalent as at 01/01/2019          |          |                      | 2,206,908.30          |
| <b>2,206,908.30</b>    | <b>Cash and Its Equivalent as at 31/12/2019</b>   | <b>1</b> |                      | <b>6,626,477.58</b>   |



**EFON LOCAL GOVERNMENT, EFON-ALAAYE EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| <b>2019</b>             |  | <b>Notes</b> | <b>Actual 2020</b>      | <b>Final Budget 2020</b> | <b>Variance on Final Budget</b> |
|-------------------------|--|--------------|-------------------------|--------------------------|---------------------------------|
| <b>N</b>                |  |              | <b>N</b>                | <b>N</b>                 | <b>N</b>                        |
|                         | <b><u>REVENUE</u></b>                        |              |                         |                          |                                 |
| 1,498,291,658.40        | Government Share of FAAC (Statutory Revenue) | 21           | 1,116,016,364.75        | 2,185,885,186.97         | -48.94                          |
| 520,000.00              | Tax Revenue                                  | 22           | 1,360,852.00            | 1,050,000.00             | 29.60                           |
| 2,488,300.00            | Non-Tax Revenue                              | 23           | 4,184,200.00            | 6,330,000.00             | -33.90                          |
|                         | Aid & Grants                                 | 24           |                         |                          |                                 |
| 108,000.00              | Investment Income                            | 25           | 1,124,500.00            | 2,500,000.00             | -55.02                          |
|                         | Expenditure Recovery                         | 26           |                         |                          |                                 |
|                         | Other Capital Receipts                       | 27           |                         |                          |                                 |
|                         | Debt Forgiveness                             | 28           |                         |                          |                                 |
| <b>1,501,407,958.40</b> | <b>Total Revenue</b>                         |              | <b>1,122,685,916.75</b> | <b>2,195,765,186.97</b>  | <b>-108.26</b>                  |
|                         | <b><u>EXPENDITURE</u></b>                    |              |                         |                          |                                 |
| 1,245,798,895.54        | Salaries & Wages                             | 29           | 318,967,888.77          | 1,096,509,269.24         | 70.91                           |
|                         | Social Contribution                          | 30           |                         |                          |                                 |
|                         | Social Benefit                               | 31           |                         |                          |                                 |
| 78,328,320.43           | Overhead Cost                                | 32           | 59,782,923.29           | 134,250,400.00           | 55.47                           |
|                         | Gratuity                                     | 33           |                         |                          |                                 |
|                         | Pension Allowance                            | 34           |                         |                          |                                 |
|                         | Stationeries                                 | 35           |                         |                          |                                 |
|                         | Impairment Charges                           | 36           |                         |                          |                                 |
| 333,002,100.95          | Transfer to other Government Entities        | 38           | 690,301,817.80          | 384,910,961.71           | -79.34                          |
|                         | Public Debt Charges                          | 39           |                         |                          |                                 |
| 11,496,651.23           | Allowance(Leave Bonus)                       | 40           | 8,305,744.50            |                          | -100.00                         |
| 111,380,880.50          | Purchase of Assets                           | 58           | 35,009,881.89           | 0.00                     | -                               |
| -                       | Acquisition of Investment                    | 63           | -                       | -                        | -                               |
| -                       | Repayment of Borrowing                       | 66           | 5,898,091.22            | -                        | -100.00                         |
| <b>1,780,006,848.65</b> | <b>Total Expenditure</b>                     |              | <b>1,118,266,347.47</b> | <b>1,615,670,630.95</b>  | <b>-252.96</b>                  |
| <b>-278,598,890.25</b>  | <b>Net Surplus/(Deficit) for the year</b>    |              | <b>4,419,569.28</b>     | <b>580,094,556.02</b>    | <b>144.70</b>                   |
|                         |  |              |                         |                          |                                 |

| <b>EFON LOCAL GOVERNMENT, EFON-ALAAYE EKITI, EKITI STATE, NIGERIA</b><br><b>STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2020</b> |                            |  |                       |                               |                       |
|--|----------------------------|--|-----------------------|-------------------------------|-----------------------|
| <b>S/<br/>N</b>  | <b>NARRATION</b>           | <b>ACCUMULATED<br/>SURPLUS/DEFICIT</b> | <b>RESERVE</b>        | <b>GRANT FOR<br/>THE YEAR</b> | <b>TOTAL</b>          |
| 1  | Opening Balance (1/1/2020) | <b>134,672,839.66</b>                  | <b>324,697,774.45</b> | -                             | <b>459,370,614.11</b> |
| 2  | Surplus for the year       | -70,229,096.89                         |                       | -                             | <b>-70,229,096.89</b> |
| 3  | Grant for the period       |  |                       | -                             |                       |
| 4  | Adjustment for the period  |  | <b>15,003,196.80</b>  | -                             | <b>15,003,196.80</b>  |
|  | Closing Balance 31/12/2020 | <b>64,443,742.77</b>                   | <b>339,700,971.25</b> | -                             | <b>404,144,714.02</b> |

**NOTE 1****CASH AND CASH EQUIVALENT AS AT 31<sup>ST</sup> DECEMBER, 2020**

| <b>S/N</b> | <b>NAMES OF ACCOUNT</b>               | <b>NATURE OF ACCOUNT</b> | <b>ACCOUNT NUMBER</b> | <b>CLOSING BALANCE</b> |
|------------|---------------------------------------|--------------------------|-----------------------|------------------------|
| 1          | Sunbeam Microfinance Ban, Efon Alaaye | Recurrent A/C            | 1100071342            | 3,648,343.97           |
| 2          | "                                     | IGR                      | 1100136713            | 52,799.39              |
| 3          | "                                     | SALARY A/c               | 1100068375            | 2,925,329.55           |
| 4          | "                                     | CAPITAL A/C              | 1100068052            | 4.67                   |
|            | <b>TOTAL</b>                          |                          |                       | <b>6,626,477.58</b>    |

**NOTE 2****INVENTORIES**

| <b>S/N</b> | <b>DETAILS</b>           | <b>VALUE (#)</b>  |
|------------|--------------------------|-------------------|
| 1          | STORE                    | 206,500.00        |
| 2          | MEDICAL STORE            | 318,100.00        |
| 3          | MECHANICAL STORE (SCRAP) | 15,500.00         |
|            | <b>TOTAL</b>             | <b>540,100.00</b> |

**NOTE 4****RECEIVABLES**

#

|    |  |                              |
|----|--|------------------------------|
| 1. | Capital Reserves with Accountant General as at December, 31 <sup>st</sup> 2020 | 61,532,669.97                |
| 2. | 10% State IGR (6,017,207,459.12/16   | <u>376,075,466.07</u>        |
|    | <b>TOTAL</b>   | <b><u>437,608,136.04</u></b> |

## NOTES 8 & 37

### PLANT, PROPERTY & EQUIPMENT SCHEDULE FOR THE YEAR 2020

| DETAILS                          | LAND & BUILDING       | MOTOR VEHICLE         | PLANT & EQUIPMENT    | TRANS EQUIPMENT      | FURNITURE & FITTING | OFFICE EQUIPMENT     | TOTAL                 |
|----------------------------------|-----------------------|-----------------------|----------------------|----------------------|---------------------|----------------------|-----------------------|
|                                  | N                     | N                     | N                    | N                    | N                   | N                    |                       |
| Rate of Depreciation             | 3%                    | 25%                   | 10%                  | 20%                  | 40%                 | 20%                  |                       |
| Bal. b/f as at 1/1/2020          | 576,997,792.45        | 271,633,500.00        | 20,090,000.00        | 21,100,000.00        | 1,800,000.00        | 10,400,000.00        | 902,021,292.45        |
| Acquisition during the year      | 30,484,755.40         |                       | 4,450,126.49         |                      |                     | 75,000.00            | 35,009,881.89         |
| <b>Total</b>                     | <b>607,482,547.85</b> | <b>271,633,500.00</b> | <b>24,540,126.49</b> | <b>21,100,000.00</b> | <b>1,800,000.00</b> | <b>10,475,000.00</b> | <b>937,031,174.34</b> |
| Disposal during the year         | -                     | -                     | -                    | -                    | -                   | -                    | -                     |
| Bal. b/f as at 31/12/2020        | <b>607,482,547.85</b> | <b>271,633,500.00</b> | <b>24,540,126.49</b> | <b>21,100,000.00</b> | <b>1,800,000.00</b> | <b>10,475,000.00</b> | <b>937,031,174.34</b> |
| ACCUMULATED DEPRECIATION         | -                     | -                     | -                    | -                    | -                   | -                    | -                     |
| Current year change (N37)        | 18,224,476.44         | 67,908,375.00         | 2,454,012.65         | 4,220,000.00         | 720,000.00          | 2,095,000.00         | 95,621,864.08         |
| Depreciation on Disposal         | -                     | -                     | -                    | -                    | -                   | -                    | -                     |
| <b>Ba/. b/f as at 31/12/2020</b> | <b>589,258,071.41</b> | <b>203,725,125.00</b> | <b>22,086,113.84</b> | <b>16,880,000.00</b> | <b>1,080,000.00</b> | <b>8,380,000.00</b>  | <b>841,409,310.26</b> |

## NOTE 9

### INVESTMENT PROPERTY

| S/N | DETAILS  | AMOUNT (#)            |
|-----|--|-----------------------|
| 1   | Ekekesan Market, Efon with about 26 lockup shops & many open stalls. | 52,060,800.00         |
| 2   | Alajo Market (Open staff)  | 2,040,408.00          |
| 3   | Alagbamesan Market (Open Stall)                                      | 2,040,408.00          |
| 4   | Itawure Market (Open Stall)  | 2,040,408.00          |
| 5   | Fayode market @ Ado-Ekiti (1 locked up shop)                         | 1,642,608.00          |
| 6   | Ita Ido Market (open Stall)  | 2,040,408.00          |
| 7   | Neighbourhood modern market  | 80,000,000.00         |
| 8   | Ojodi market (4 lockup shop)   | 5,528,400.00          |
| 9   | Irayo market locked up shop  | 11,056,800.00         |
| 10  | Grader   | 15,000,000.00         |
| 11  | Revalued @ 5% (2019)   | 9,897,512.00          |
|     | <b>Total</b>   | <b>183,347,752.00</b> |
|     | Depreciation @ 10%   | 18,334,775.20         |
|     | <b>TOTAL</b>   | <b>165,012,976.80</b> |

**NOTE 10****BIOLOGICAL ASSET**

| <b>S/N</b> | <b>DETAILS</b>           | <b>AMOUNT (#)</b>   |
|------------|--------------------------|---------------------|
| 1          | TEAK PLANTATION AT OBAKE | 4,500,000.00        |
|            | <b>TOTAL</b>             | <b>4,500,000.00</b> |

**NOTE 14****PAYABLES****ACCRUED EXPENSES & OTHER PAYABLES**

| <b>S/N</b> | <b>DETAILS</b>                                    | <b>AMOUNT (#)</b>     |
|------------|---|-----------------------|
| 1          | STAF SALARIES (LG & PRY.SCHL. TEACHERS)           | 311,902,411.30        |
| 2          | POH SALARIES & ALLOWANCES (CURRENT POH 2020-2021) | 8,855,972.21          |
| 3          | POH SALARIES & ALLOWANCES (PAST POH 1999-2019)    | 140,496,090.68        |
| 4          | LEAVE BONUSES (LG & PRY. SCHOOL TEACHERS)         | 128,059,665.73        |
| 5          | PENSION & GRATUITY                                | 358,552,808.92        |
| 6          | UTILITY (BEDC)                                    | 1,880,000.00          |
| 7          | OUTSTANDING CONTRACTUAL OBLIGATIONS               | 14,000,000.00         |
| 8          | OUTSTANDING CLAIMS                                | 1,300,000.00          |
|            | <b>Total</b>                                      | <b>965,046,948.84</b> |

**NOTE 16****LONG TERM BORROWING**

|   |                             |
|---|-----------------------------|
| TOTAL LIABILITY                           | 1,887,389,188.80            |
| LESS PAYMENT                              | 503,303,783.68              |
| BALANCE                                   | <u>1,384,085,405.12</u>     |
| LIABILITY PER L.G (1,384,085,405.12 / 16) | <b><u>86,505,337.82</u></b> |

**NOTE 21****GOVERNMENT SHARE OF FAAC (STATUTORY REVENUE)**

| S/N | MONTH        | AMOUNT (N)              |
|-----|--------------|-------------------------|
| 1   | JANUARY      | 95,129,356.12           |
| 2   | FEBRUARY     | 95,743,151.14           |
| 3   | MARCH        | 91,124,770.96           |
| 4   | APRIL        | 98,505,114.90           |
| 5   | MAY          | 89,112,704.74           |
| 6   | JUNE         | 85,232,801.22           |
| 7   | JULY         | 96,984,395.12           |
| 8   | AUGUST       | 106,403,620.99          |
| 9   | SEPTEMBER    | 86,598,943.78           |
| 10  | OCTOBER      | 91,656,993.80           |
| 11  | NOVEMBER     | 98,005,717.67           |
| 12  | DECEMBER     | 81,518,794.31           |
|     | <b>TOTAL</b> | <b>1,116,016,364.75</b> |

**NOTE 22****TAX REVENUE**

| S/N | MONTH          | AMOUNT (3)          |
|-----|----------------|---------------------|
| 1   | TENEMENT RATES | 520,800.00          |
| 2   | LG TAX (2.5%)  | 840,052.00          |
|     | <b>TOTAL</b>   | <b>1,360,852.00</b> |

**NOTE 23****NON TAX REVENUE**

| S/N | CODE       | DETAILS                 | AMOUNT (3)          |
|-----|------------|-------------------------|---------------------|
| 1   | 120101-01  | FLAT RATE               | 487,000.00          |
| 2   | 12201-05   | RADIO/TEL. LICENCE FEE  | 15,400.00           |
| 3   | 120201-20  | HACKNEY PERMIT          | 22,400.00           |
| 4   | 120204-19  | ATTESTATION             | 1,868,000.00        |
| 5   | 120204-18  | MARRIAGE FEES           | 408,000.00          |
| 6   | 120204-56  | NAMING OF STREET        | 140,000.00          |
| 7   | 120201     | COMMUNICATION OUTFIT    | -                   |
| 8   | 120201-09  | CLUB REGISTRATION       | 15,000.00           |
| 9   | 120204-54  | BLOCKING OF ROAD        | 26,200.00           |
| 10  | 120207-11  | MARKET FEE              | 260,200.00          |
| 11  | 120204.48  | SHOP PERMIT FEES        | 99,000.00           |
| 12  | 120201-    | TRADING PERMIT          | 3,000.00            |
| 13  | 1020208-05 | AMBULANCE RENTAGE       | -                   |
| 14  | 120204-51  | FELLING/SELLING OF TREE | -                   |
| 15  | 120207     | HIRING OF LG GRADER     | 840,000.00          |
| 16  | 120207-    | LOADING PERMIT FEES     | -                   |
| 17  | 120207-    | RENT ON LG SHOP         | -                   |
| 18  | 102208-03  | HALL RENTAGE            | -                   |
|     |            | <b>TOTAL</b>            | <b>4,184,200.00</b> |

**NOTE 25****INVESTMENT INCOME**

| <b>S/N</b> | <b>CODE</b> | <b>DETAILS</b>      | <b>AMOUNT (3)</b>   |
|------------|-------------|---------------------|---------------------|
| 1          | 120207-11   | MARKET              | 260,000.00          |
| 2          | 120207-     | HIRING OF LG GRADER | 840,000.00          |
| 3          | 120207      | RENT ON LG SHOP     | 24,500.00           |
|            |             | <b>TOTAL</b>        | <b>1,124,500.00</b> |

**NOTE 29****SALARIES & WAGES**

| <b>S/N</b> | <b>CODE</b> | <b>DETAILS</b>                    | <b>AMOUNT (3)</b>     |
|------------|-------------|-----------------------------------|-----------------------|
| 1          | 112         | LOCAL GOVERNMENT WORKERS          | 201,595,121.98        |
| 2          |             | NEFT CHARGES ON SALARY (LG)       | 455,700.00            |
| 3          |             | POLITICAL OFFICE HOLDERS          | 48,289,633.40         |
| 4          |             | TRADITIONAL COUNCIL               | 50,303,813.02         |
| 5          |             | SALARY ARREARS (PAST POH)         | 14,074,053.04         |
| 6          |             | OTHERS (PALACE STAFF & MID-WIVES) | 4,114,567.33          |
| 7          |             | CASUAL WORKERS                    | 135,000.00            |
|            |             | <b>TOTAL</b>                      | <b>318,967,888.77</b> |

**NOTE 32****OVERHEAD EXPENSES**

| <b>S/N</b> | <b>CODE</b> | <b>DETAILS</b>                            | <b>AMOUNT (3)</b>    |
|------------|-------------|---|----------------------|
| 1          | 220201      | TRAVELLING & TRANSPORT                    | 7,716,400.00         |
| 2          | 22020301    | STATIONERIES & PRINTING                   | 1,918,960.00         |
| 3          | 220202      | UTILITY                                   | 1,270,000.00         |
| 4          | 22021006    | TELEPHONE & POSTAL SERVICE                | -                    |
| 5          | 22020402    | MAINTENANCE OF OFFICE FURNITURE           | 321,285.71           |
| 6          | 22020401    | MAINTENANCE OF VEHICLE & CAPITAL ASSET    | 4,514,477.58         |
| 7          | 220207      | CONSULTANCY SERVICES                      | 100,000.00           |
| 8          | 210202      | GRANTS, CONTRIBUTION & SUBVENTION         | 1,400,000.00         |
| 9          | 210202      | TRAINING & WORKSHOP, STAFF WELFARE & DEV. | 1,307,700.00         |
| 10         | 220205      | ENTERTAINMENT & HOSPITALITY               | 3,605,600.00         |
| 11         | 22021001    | MISCELLANEOUS EXPENSES –GENERAL           | 869,000.00           |
| 12         | 220210      | PROVISION OF SERVICE MATERIALS            | -                    |
| 13         | 220203      | IMPREST & SECURITY VOTE                   | 35,759,500.00        |
| 14         | 22020604    | CONSULTANCY SERVICES & SPECIAL COMMITTEE  | -                    |
| 15         |             | CHRISTMAS GIFT                            | 1,000,000.00         |
|            |             | <b>TOTAL</b>                              | <b>59,782,923.29</b> |

**NOTE 37****DEPRECIATION FOR THE YEAR**

| <b>S/N</b> | <b>DETAILS</b>        | <b>AMOUNT (#)</b>     |
|------------|-----------------------|-----------------------|
| 1          | PP&E                  | 95,621,864.08         |
| 2          | INVESTMENT PROPERTIES | 18,334,775.20         |
|            | <b>TOTAL</b>          | <b>113,956,639.28</b> |

**NOTE 38****TRANSFER TO OTHER GOVERNMENT ENTITIES**

| <b>S/N</b> | <b>DETAILS</b>                    | <b>AMOUNT (#)</b>     |
|------------|-----------------------------------|-----------------------|
| 1          | TEACHER SALARY                    | 239,531,244.8         |
| 2          | GRATUITY                          | 13,250,000.00         |
| 3          | NEFT CHARGES/NIBSS CHARGES        | 884,700.00            |
| 4          | PENSION FUND                      | 340,062,889.36        |
| 5          | CONTRIBUTORY PENSION              | 1,990,122.69          |
| 6          | SUBEB OVERHEAD                    | 4,200,000.00          |
| 7          | TRADITIONAL & CHEIFTAINCY         | 50,303,813.02         |
| 8          | LGSC & OTHERS GOVERNMENT AGENCIES | 25,679,048.05         |
| 9          | PEACE CORP                        | 14,400,000.00         |
|            | <b>TOTAL</b>                      | <b>690,301,817.80</b> |

**NOTE 40****LEAVE BONUS, FURNITURE & SEVERANCE ALLOWANCE**

| <b>S/N</b> | <b>DETAILS</b>            | <b>AMOUNT (#)</b>   |
|------------|---------------------------|---------------------|
| 1          | LEAVE BONUS               | -                   |
| 2          | LEAVE BONUS (POH)         | -                   |
| 3          | SEVERANCE ALLOWANCE (POH) | -                   |
| 4          | FURNITURE ALLOWANCE (POH) | 8,305,744.50        |
|            | <b>TOTAL</b>              | <b>8,305,744.50</b> |

**NOTE 42**

|                         |                     |
|-------------------------|---------------------|
|                         | <b>#</b>            |
| <b>REFUNDED REVENUE</b> | <b>1,600,000.00</b> |



**NOTE 58****PURCHASE/CONSTRUCTION OF PP&E**

| <b>S/N</b> | <b>DETAILS</b>  | <b>AMOUNT (#)</b>    |
|------------|-----------------|----------------------|
| 1          | ADMIN SECTOR    | 2,205,876.49         |
| 2          | SOCIAL SECTOR   | 4,304,250.00         |
| 3          | ECONOMIC SECTOR | 28,499,755.40        |
|            | <b>TOTAL</b>    | <b>35,009,881.89</b> |

**NOTE 66****REPAYMENT OF BORROWING**

|                                |                   |                            |
|--------------------------------|-------------------|----------------------------|
|                                |                   | <b>#</b>                   |
| TOTAL REPAYMENT                | 12 X 7,864,121.62 | 94,369,459.44              |
| REPAYMENT PER LOCAL GOVERNMENT | 94,369,459.44/16  | <b><u>5,898,091.22</u></b> |

**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE ACCOUNTS OF EMURE LOCAL**

**GOVERNMENT,**

**EMURE-EKITI**

**FOR THE YEAR ENDED**

**31ST DECEMBER, 2020.**

## **AUDIT CERTIFICATE**

I have examined the General Purpose Financial Statements of Emure Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF EMURE LOCAL GOVERNMENT, EMURE-EKITI FOR THE YEAR  
ENDED 31<sup>ST</sup> DECEMBER, 2020.**

The General Purpose Financial Statements of Emure Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively Section 26(2) of Ekiti State Audit Law 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Emure Local Government to prepare and present the General purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

**5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs and Financial Position of the Local Government for the fiscal year ended on 31<sup>st</sup> December, 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- v. The estimate made for Revenue in the 2019 budget recorded a low performance. An estimate was made for N2,185,418,772.00, while actual Revenue recorded stood at N923,793,532.00 This is about 42.27% performance. Equally, the IGR of N6,188,875.00 represents only 0.67% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- vi. The sum of N1,987,385,036.00 only was budgeted for expenditure but only N938,312,837.00 was actually incurred, resulting to saving of N1,049,072,199.00 for the period.

## 8. REVENUE ACCOUNT

A total sum of N923,793,532.00 was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only 0.67% (N6,188,875.00) was generated as IGR, which showed that the Local Government solely depends on the Statutory Allocation.

On the basis of comparison, the IGR for the current year recorded a deficit of 14.02% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2020.

## 9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report.

## 10. EXPENDITURE CONTRARY TO LAW

The following expenditure appears to be contrary to law.

| S/N | QUERY NO            | SUBJECT                             | AMOUNT ₦             |
|-----|---------------------|-------------------------------------|----------------------|
| 1   | AUD/EMLG/AQ/01/2020 | Nugatory payments                   | 19,429,413.79        |
| 2   | AUD/EMLG/AQ/02/2020 | Expenditure contrary to regulation  | 9,852,922.00         |
| 3   | AUD/EMLG/AQ/03/2020 | Unretired expenditure               | 1,082,500.00         |
| 4   | AUD/EMLG/AQ/04/2020 | Un-audited expenditure              | 1,872,000.00         |
| 5   | AUD/EMLG/AQ/05/2020 | Items not taken on store            | 4,65,000.00          |
| 6   | AUD/EMLG/AQ/06/2020 | Unvouched expenditure               | 10,523,957.77        |
| 7   | AUD/EMLG/AQ/07/2020 | Unproduced payment vouchers         | 5,342,500.00         |
| 8   | AUD/EMLG/AQ/08/2020 | Unproduced security vote            | 7,750,000.00         |
| 9   | AUD/EMLG/AQ/09/2020 | Unproduced revenue earning receipts | Various              |
|     | <b>TOTAL</b>        |                                     | <b>56,318,293.56</b> |

#### **11. STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

#### **12. DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanation or the sanction of the State House of Assembly.

#### **13. STATE OF ACCOUNT**

The Accounts of Emure Local Government have been examined up to 31<sup>st</sup> December, 2020 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Emure Local Government, Emure - Ekiti. Your attention is invited to the following issues:

- (i) Internal Control.
- (ii) Lapses in the keeping of financial records
- (iii) Expenditure contrary to regulations
- (iv) Internally Generated Revenue
- (v) Attendance to audit queries
- (vi) Fixed Assets Register
- (vii) Capital Projects.
- (viii) Outstanding queries and other matters.

#### **14. OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

- (A)** Outstanding balance from GLO Networks 70,000.00
- (B)** Outstanding balance of N70,000.00 that was not paid by GLO and Etisalat (2015)

## (C) AUDIT QUERIES

### LIST OF OUTSTANDING QUERIES FOR 2019

| S/N | QUERY NO            | SUBJECT                 | AMOUNT ₦             |
|-----|---------------------|-------------------------|----------------------|
| 1   | AUD/EMLG/AQ/07/2019 | Unretired security vote | 15,849,000.00        |
| 2   | AUD/EMLG/AQ/05/2019 | Nugatory payment        | 639,000.00           |
|     |                     | <b>GRAND TOTAL</b>      | <b>16,488,000.00</b> |

### LIST OF OUTSTANDING QUERIES FOR 2018

| S/N | QUERY NO            | SUBJECT                                | AMOUNT ₦             |
|-----|---------------------|--|----------------------|
| 1   | AUD/EMLG/AQ/01/2018 | Nugatory payments (A,B,C)              | 33,716,499.61        |
| 2   | AUD/EMLG/AQ/02/2018 | Items not taken on ledger charge       | 280,000.00           |
| 3   | AUD/EMLG/AQ/03/2018 | Expenditure not contrary to regulation | 6,021,922.55         |
| 4   | AUD/EMLG/AQ/04/2018 | Un-audited payment vouchers            | 180,000.00           |
| 5   | AUD/EMLG/AQ/05/2018 | Unreceipted expenditure                | 150,000.00           |
| 6   | AUD/EMLG/AQ/06/2018 | Unretired Security vote                | 1,000,000.00         |
| 7   | AUD/EMLG/AQ/07/2018 | Unproduced revenue earning receipts    | Various              |
|     |                     | <b>GRAND TOTAL</b>                     | <b>41,348,422.16</b> |

### LIST OF OUTSTANDING QUERIES FOR 2017

| S/N | QUERY NO            | SUBJECT                                       | AMOUNT ₦              |
|-----|---------------------|---|-----------------------|
| 1   | AUD/EMLG/AQ/01/2017 | Unproduced payment vouchers                   | 5,132,000.00          |
| 2   | AUD/EMLG/AQ/02/2017 | Expenditure not accounted for                 | 768,000.00            |
| 3   | AUD/EMLG/AQ/03/2017 | Expenditure contrary to regulation            | 12,981,609.39         |
| 4   | AUD/EMLG/AQ/04/2017 | Items not taken on ledger charge              | 1,938,000.00          |
| 5   | AUD/EMLG/AQ/05/2017 | Doubtful expenditure                          | 1,586,500.00          |
| 6   | AUD/EMLG/AQ/06/2017 | Expenditure retired with fake receipts        | 980,000.00            |
| 7   | AUD/EMLG/AQ/07/2017 | Unretired expenditure                         | 4,892,000.00          |
| 8   | AUD/EMLG/AQ/08/2017 | Expenditure not supported with proper records | 980,000.000           |
| 9   | AUD/EMLG/AQ/09/2017 | Unreasonable expenditure                      | 668,057.13            |
| 10  | AUD/EMLG/AQ/10/2017 | Expenditure not supported with proper records | 8,750,000.00          |
| 11  | AUD/EMLG/AQ/11/2017 | Unproduced revenue earning receipts           | Various               |
| 12  | AUD/EMLG/AQ/12/2017 | Expenditure not accounted for                 | 131,064,877.00        |
|     |                     | <b>GRAND TOTAL</b>                            | <b>169,723,043.52</b> |



**LIST OF OUTSTANDING QUERIES FOR 2016**

| <b>S/N</b> | <b>QUERY NO</b>     | <b>SUBJECT</b>                      | <b>AMOUNT ₦</b>      |
|------------|---------------------|-------------------------------------|----------------------|
| 1          | AUD/EMLG/AQ/01/2016 | Expenditure contrary regulation     | 9,759,949.01         |
| 2          | AUD/EMLG/AQ/02/2016 | Nugatory payment                    | 530,000.00           |
| 3          | AUD/EMLG/AQ/03/2016 | Unreasonable expenditure            | 9,312,595.49         |
| 4          | AUD/EMLG/AQ/04/2016 | Unreasonable expenditure            | 233,000.00           |
| 5          | AUD/EMLG/AQ/05/2016 | Unproduced revenue earning receipts | various              |
|            |                     | <b>GRAND TOTAL</b>                  | <b>19,835,544.50</b> |

**LIST OF OUTSTANDING QUERIES FOR 2015**

| <b>S/N</b> | <b>QUERY NO</b>     | <b>SUBJECT</b>                                | <b>AMOUNT ₦</b>      |
|------------|---------------------|---|----------------------|
| 1          | AUD/EMLG/AQ/01/2015 | Expenditure not supported with proper records | 777,000.00           |
| 2          | AUD/EMLG/AQ/02/2015 | Unvouched expenditures                        | 275,000.00           |
| 3          | AUD/EMLG/AQ/03/2015 | Expenditure contrary to regulations           | 388,000.00           |
| 4          | AUD/EMLG/AQ/04/2015 | Nugatory payments                             | 2,598,000.00         |
| 5          | AUD/EMLG/AQ/05/2015 | Doubtful payment                              | 3,000,000.00         |
| 6          | AUD/EMLG/AQ/06/2015 | Missing items from D.F quarter                | 96,800.00            |
| 7          | AUD/EMLG/AQ/07/2015 | Illegal withdrawal / miss appropriation       | 10,647,000.00        |
| 8          | AUD/EMLG/AQ/08/2015 | Unproduced revenue earning receipts           | 1 Assorted           |
|            |                     | <b>GRAND TOTAL</b>                            | <b>17,776,823.00</b> |



18/06/2021

A.K. Fasakin,  
**AUDITOR-GENERAL FOR LOCAL GOVERNMENTS,**  
**EKITI STATE.**  
**FRC/2014/ANAN/00000010278**

## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance Emure Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

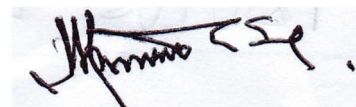
To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Emure Local Government as at the year ended 31<sup>st</sup> December, 2020.



**Hon. Awopetu Paul O ,**  
**Executive Chairman.**



**Mr. Oluwasanmi J.O**  
**Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(1) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions and events as occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council.

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

Revenue from non-exchange transactions such as fees, taxes, and fines are recognized when the events occurred and the assets recognition criteria are met.

### **(8) EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

(9) **STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

(10) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(11) **RECEIVABLES.**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(12) **INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

(13) **PROPERTY, PLANT & EQUIPMENT (PPE)**

- i. All PPE are stated at historical cost less accumulated depreciation.
- ii. Historical cost included expenditure that were directly attributable to the acquisition of the items.

(14) **INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.

(15) **DEPRECIATION**

Depreciation on PPE and Investment property were charged on a straight line basis over their expected useful lives less estimated residual value using the appropriate rates.

(16) **UNREMITTED DEDUCTIONS.**

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source.

(17) **PAYABLES.**

Payables are recognized at fair value.

(18) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost incurred.

(19) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as expenses in the Statement of Financial Performance.

**EMURE LOCAL GOVERNMENT, EMURE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020**

| <b>2019</b>           | <b>DETAILS</b>                           | <b>NOTES</b> | <b>2020</b>           |                         |
|-----------------------|--|--------------|-----------------------|-------------------------|
| <b>N</b>              | <b>Represented By:</b>                   |              | <b>N</b>              | <b>N</b>                |
|                       | <b><u>ASSETS</u></b>                     |              |                       |                         |
|                       | <b>Current Assets</b>                    |              |                       |                         |
| 19,120,436.87         | Cash and Cash Equivalents                | 1            | 4,601,133.87          |                         |
| 1,904,000.00          | Inventories                              | 2            | 1,007,000.00          |                         |
|                       | WIP                                      | 3            |                       |                         |
| 310,756,987.37        | Receivables                              | 4            | 377,716,766.07        |                         |
| 58,000.00             | Prepayments                              | 5            | 20,600.00             |                         |
| <b>331,839,424.24</b> | <b>Total Current Assets</b>              |              |                       | <b>388,345,499.94</b>   |
|                       | <b>Non-Current Assets</b>                |              |                       |                         |
|                       | Loans Granted                            | 6            |                       |                         |
| 1,000,000.00          | Investments                              | 7            | 1,000,000.00          |                         |
| 638,490,817.20        | Fixed Assets-Property, Plant & Equipment | 8            | 647,579,805.00        |                         |
| 22,500,000.00         | Investment Property                      | 9            | 21,825,000.00         |                         |
| 4,490,000.00          | Biological Assets                        | 10           | 4,304,500.00          |                         |
| <b>666,480,817.20</b> | <b>Total Non-Current Assets</b>          |              |                       | <b>674,709,305.00</b>   |
| <b>998,320,241.44</b> | <b>Total Assets</b>                      |              |                       | <b>1,058,054,804.94</b> |
|                       | <b><u>LIABILITIES</u></b>                |              |                       |                         |
|                       | <b>Current Liabilities</b>               |              |                       |                         |
|                       | Accumulated Depreciation                 | 11           | -                     |                         |
| 3,220,000.00          | Loans & Debts(Short-Term)                | 12           | 2,802,000.00          |                         |
| 6,749,000.00          | Unremitted Deductions                    | 13           | 6,036,828.00          |                         |
| 375,489,487.31        | Payables                                 | 14           | 426,158,039.00        |                         |
| <b>385,458,487.31</b> | <b>Total Current Liabilities</b>         |              | <b>434,996,867.00</b> |                         |
|                       | <b>Non-Current Liabilities</b>           |              |                       |                         |
| 1,463,063.85          | Public Funds                             | 15           |                       |                         |
| 0.00                  | Borrowings                               | 16           | 86,505,338.00         |                         |
|                       | <b>Total Non-Current Liabilities</b>     |              | <b>86,505,338.00</b>  |                         |
| <b>386,921,551.16</b> | <b>Total Liabilities</b>                 |              |                       | <b>521,502,205.00</b>   |
| <b>611,398,690.28</b> | <b>Net Asset/Equity</b>                  |              |                       | <b>536,552,599.94</b>   |
|                       | <b>Financed By:</b>                      |              |                       |                         |
| 541,609,807.81        | Reserves                                 | 17           |                       | 491,470,724.24          |
| 26,719,399.69         | Capital Grant                            | 18           |                       | 26,719,399.70           |
| -                     | Net Surpluses/(Deficits)                 | 19           |                       |                         |
| 43,069,482.78         | Accumulated Surplus/(Deficits)           | 20           |                       | 18,362,476.00           |
| <b>611,398,690.28</b> | <b>Total Net Assets/ Equity</b>          |              |                       | <b>536,552,599.94</b>   |

**EMURE LOCAL GOVERNMENT, EMURE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                  | DETAILS   | NOTES | Actual 2020           |
|-----------------------|---|-------|-----------------------|
| N                     | <u>REVENUE</u>  |       | N                     |
| 864,540,838.88        | Government Share of FAAC (Statutory Revenue)                      | 21    | 917,604,657.00        |
| 393,850.00            | Tax Revenue   | 22    | 1,314,275.00          |
| 2,805,640.00          | Non-Tax Revenue   | 23    | 3,374,800.00          |
| 3,998,650.00          | Aid & Grants  | 24    |                       |
|                       | Investment Income   | 25    | 1,499,800.00          |
|                       | Expenditure Recovery  | 26    |                       |
|                       | Other Capital Receipts  | 27    |                       |
|                       | Debt Forgiveness  | 28    |                       |
| <b>871,738,978.88</b> | <b>Total Revenue</b>  |       | <b>923,793,532.00</b> |
|                       |   |       |                       |
|                       | <u>EXPENDITURE</u>  |       |                       |
| 743,576,921.44        | Salaries & Wages  | 29    | 367,665,321.00        |
|                       | Social Contribution   | 30    |                       |
|                       | Social Benefit  | 31    |                       |
| 43,987,405.69         | Overhead Cost   | 32    | 39,282,500.00         |
|                       | Gratuity  | 33    |                       |
|                       | Pension Allowance   | 34    |                       |
|                       | Stationeries  | 35    |                       |
|                       | Impairment Charges  | 36    |                       |
| 32,261,516.80         | Depreciation Charges  | 37    | 30,798,795.00         |
| 101,605,538.19        | Transfer to other Government Entities                             | 38    | 471,982,803.00        |
|                       | Public Debt Charges   | 39    |                       |
| 20,310,643.52         | Allowance (Leave Bonus)   | 40    | 38,771,120.00         |
| <b>941,742,025.64</b> | <b>Total Expenditure</b>  |       | <b>948,500,539.00</b> |
|                       |   |       |                       |
|                       | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |       | <b>-24,707,007.00</b> |
| <b>-70,003,046.76</b> | <b>Total Non-Operating Revenue/(Expenses)</b>                     |       |                       |
|                       | <b>Non-Operating Activities</b>                                   |       |                       |
|                       | Gain/Loss on Disposal of Asset                                    | 41    |                       |
|                       | Refunded Revenue  | 42    |                       |
|                       | Revaluation Gain  | 43    |                       |
|                       | <b>Net Surplus/(Deficit) from Ordinary Activities</b>             |       |                       |
|                       | <b>Surplus/(Deficit) from Ordinary Activities</b>                 |       |                       |
|                       | Purchases/Construction of Assets                                  | 44    |                       |
|                       | Minority Interest Share of Surplus/(Deficits)                     | 45    |                       |
| <b>-70,003,046.76</b> | <b>Surplus/(Deficit) for the year</b>                             |       | <b>-24,707,007.00</b> |
|                       |   |       |                       |

**EMURE LOCAL GOVERNMENT, EMURE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                  | DETAILS  | NOTES | 2020           |                       |
|-----------------------|--|-------|----------------|-----------------------|
|                       |  |       | N              | N                     |
|                       |  |       |                |                       |
|                       | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |       |                |                       |
|                       | <b><u>Inflows</u></b>                                      |       |                |                       |
| 864,540,838.88        | Government Share of FAAC (Statutory Revenue)               | 21    | 917,604,657.00 |                       |
| 393,850.00            | Tax Revenue  | 22    | 1,314,275.00   |                       |
| 2,805,640.00          | Non-Tax Revenue  | 23    | 3,374,800.00   |                       |
|                       | Aid & Grants   | 24    |                |                       |
| 3,998,650.00          | Investment Income  | 25    | 1,499,800.00   |                       |
|                       | Expenditure Recovery                                       | 26    |                |                       |
|                       | Other Capital Receipts                                     | 27    |                |                       |
|                       | Debt Forgiveness   | 28    |                |                       |
| <b>871,738,978.88</b> | <b>Total inflow from operating Activities</b>              |       |                | <b>923,793,532.00</b> |
|                       | <b><u>Outflows</u></b>                                     |       |                |                       |
| 743,596,921.44        | Salaries & Wages   | 29    | 367,665,321.00 |                       |
|                       | Social Contributions                                       | 30    |                |                       |
|                       | Social Benefit   | 31    |                |                       |
| 43,987,405.69         | Overheads Cost   | 32    | 39,282,500.00  |                       |
|                       | Gratuity   | 33    |                |                       |
|                       | Pension Allowance  | 34    |                |                       |
| 101,605,538.19        | Transfer to other Government Entities                      | 38    | 471,982,803.00 |                       |
| 20,310,643.52         | Allowance (Leave Bonus)                                    | 40    | 38,771,120.00  |                       |
|                       | Deductions   | 49    |                |                       |
|                       | Refund   | 50    |                |                       |
|                       | Inventory  | 51    |                |                       |
|                       | Loan   | 52    |                |                       |
| <b>909,480,508.84</b> | <b>Total Outflow from Operating Activities</b>             |       |                | <b>917,701,744.00</b> |
| <b>-37,741,529.96</b> | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |       |                | <b>6,091,788.00</b>   |
|                       |  |       |                |                       |
|                       | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |       |                |                       |
|                       | Proceeds from Sale of PPE                                  | 53    |                |                       |
|                       | Proceeds from Sale of Investment Property                  | 54    |                |                       |
|                       | Proceeds from Sales of Intangible Assets                   | 55    |                |                       |



|                       |   |          |                       |                       |
|-----------------------|---|----------|-----------------------|-----------------------|
|                       | Proceeds from Sale of Investment                  | 56       |                       |                       |
|                       | Dividends Received                                | 57       |                       |                       |
| <b>0.00</b>           | <b>Total Inflow</b>                               |          |                       |                       |
| <b>-</b>              | <b>Outflows</b>                                   |          |                       |                       |
| 10,619,000.00         | Purchase/ Construction of PPE                     | 58       | -14,713,000.00        |                       |
|                       | Purchase/ Construction OF Investment Property     | 59       |                       |                       |
|                       | Investment in Private Companies                   | 60       |                       |                       |
|                       | Loan Granted                                      | 61       |                       |                       |
|                       | Purchase of Intangible Assets                     | 62       |                       |                       |
|                       | Acquisition of Investment                         | 63       |                       |                       |
| <b>-10,619,000.00</b> | <b>Total Outflow</b>                              |          | <b>-14,713,000.00</b> |                       |
| <b>-10,619,000.00</b> | <b>Net Cash Flow from Investing Activities</b>    |          |                       | <b>-14,713,000.00</b> |
|                       | <b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b> |          |                       |                       |
| 26,719,399.69         | Capital Grant Received                            | 64       |                       |                       |
|                       | Proceeds from Borrowings                          | 65       |                       |                       |
| 26,719,399.69         | <b>Total Inflow</b>                               |          |                       |                       |
|                       | <b>Outflows</b>                                   |          |                       |                       |
|                       | Repayment of Borrowings                           | 66       | -5,898,091.00         |                       |
|                       | Distribution of Surplus/Dividends Paid            | 67       |                       |                       |
| <b>0.00</b>           | <b>Total Outflow</b>                              |          | <b>-5,898,091.00</b>  |                       |
| <b>26,719,399.69</b>  | <b>Net Cash Flow from Financing Activities</b>    |          |                       | <b>-5,898,091.00</b>  |
| <b>-21,641,130.27</b> | <b>Net Cash Flow from all Activities</b>          |          |                       | <b>-14,519,303.00</b> |
| 40,761,567.14         | Cash and Its Equivalent as at 01/01/2020          |          |                       | 19,120,436.87         |
| <b>19,120,436.87</b>  | <b>Cash and Its Equivalent as at 31/12/2020</b>   | <b>1</b> |                       | <b>4,601,133.87</b>   |

**EMURE LOCAL GOVERNMENT, EMURE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR**  
**ENDE31ST DECEMBER, 2020**

| 2019                  |  | Notes | Actual 2020           | Final Budget 2020       | Variance on Final Budget |
|-----------------------|--|-------|-----------------------|-------------------------|--------------------------|
| N                     |  |       | N                     | N                       | N                        |
|                       | <b><u>REVENUE</u></b>                        |       |                       |                         |                          |
| 864,540,838.88        | Government Share of FAAC (Statutory Revenue) | 21    | 917,604,657.00        | 1,323,523,298.80        | -30.67                   |
| 393,850.00            | Tax Revenue                                  | 22    | 1,314,275.00          | 2,050,000.00            | -35.89                   |
| 2,805,640.00          | Non-Tax Revenue                              | 23    | 3,374,800.00          | 5,500,000.00            | -138.64                  |
|                       | Aid & Grants                                 | 24    |                       |                         |                          |
| 3,998,650.00          | Investment Income                            | 25    | 1,499,800.00          | 5,350,000.00            | 171.97                   |
|                       | Expenditure Recovery                         | 26    |                       |                         |                          |
| -                     | Other Capital Receipts                       | 27    |                       | 849,418,474.00          | -100.00                  |
|                       | Debt Forgiveness                             | 28    |                       |                         |                          |
| <b>871,738,978.88</b> | <b>Total Revenue</b>                         |       | <b>923,793,532.00</b> | <b>2,185,841,772.80</b> | <b>144.05</b>            |
|                       |  |       |                       |                         |                          |
|                       | <b><u>EXPENDITURE</u></b>                    |       |                       |                         |                          |
| 743,576,921.44        | Salaries & Wages                             | 29    | 367,665,321.00        | 572,073,377.00          | 35.73                    |
|                       | Social Contribution                          | 30    |                       |                         |                          |
|                       | Social Benefit                               | 31    |                       |                         |                          |
| 43,987,405.69         | Overhead Cost                                | 32    | 39,282,500.00         | 69,000,000.00           | 43.07                    |
|                       | Gratuity                                     | 33    |                       |                         |                          |
|                       | Pension Allowance                            | 34    |                       |                         |                          |
|                       | Stationeries                                 | 35    |                       |                         |                          |
|                       | Impairment Charges                           | 36    |                       |                         |                          |
| 101,605,538.19        | Transfer to other Government Entities        | 38    | 471,982,803.00        | 720,179,916.00          | 34.46                    |
|                       | Public Debt Charges                          | 39    |                       |                         |                          |
| 20,310,643.52         | Allowance(Leave Bonus)                       | 40    | 38,771,120.00         | 50,000,000.00           | 22.46                    |
| 10,619,000.00         | Purchase of Assets                           | 58    | 14,713,000.00         | 576,131,743.00          | 97.45                    |
| -                     | Acquisition of Investment                    | 63    |                       |                         |                          |
| -                     | Repayment of Borrowing                       | 66    | 5,898,091.00          |                         |                          |
| <b>920,099,508.84</b> | <b>Total Expenditure</b>                     |       | <b>938,312,837.00</b> | <b>1,987,385,036.00</b> | <b>133.17</b>            |
|                       |  |       |                       |                         |                          |
| <b>-48,360,529.96</b> | <b>Surplus/(Deficit) for the year</b>        |       | <b>-14,519,303.00</b> | <b>198,456,736.00</b>   | <b>10.88</b>             |

**EMURE LOCAL GOVERNMENT, EMURE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| <b>S/N</b> | <b>NARRATION</b>           | <b>ACCUMULATED<br/>SURPLUS/DEFICIT</b> | <b>RESERVE</b>        | <b>CAPITAL<br/>GRANT</b> | <b>TOTAL</b>          |
|------------|----------------------------|--|-----------------------|--------------------------|-----------------------|
| 1          | Opening Balance (1/1/2020) | <b>43,069,483.00</b>                   | <b>541,609,807.00</b> | 26,719,399.70            | <b>611,398,689.70</b> |
| 2          | Surplus for the period     | <b>-24,707,007.00</b>                  |                       |                          | <b>-24,707,007.00</b> |
| 3          | Grant for the period       |  |                       |                          |                       |
| 4          | Adjustment for the period  |  | <b>-50,139,082.76</b> |                          | <b>-50,139,082.76</b> |
|            | Total                      | <b>18,362,476.00</b>                   | <b>491,470,724.24</b> | <b>26,719,399.70</b>     | <b>536,552,599.94</b> |

## NOTES TO THE ACCOUNTS

### NOTE 1

#### CASH AND CASH EQUIVALENT

| ACCOUNT NAME    | BANK NAME   | ACCOUNT NO | N                   |
|-----------------|-------------|------------|---------------------|
| Salary Account  | First bank  | 2005070606 | 3,014,181.00        |
| IGR Account     | First Bank  | 2000617046 | 252,483.00          |
| Running Account | Zenith Bank | 1016250520 | 1,334,469.87        |
| <b>TOTAL</b>    |             |            | <b>4,601,133.87</b> |

### NOTE 2

#### INVENTORIES

| DETAIL                     | OPENING<br>BALANCE 1/1/020 | PURHCASES           | ISSUED/<br>CONSUMPTION | CLOSING BAL.<br>31/12/020 |
|----------------------------|----------------------------|---------------------|------------------------|---------------------------|
|                            | #                          | #                   | #                      | #                         |
| Office Equipment           | 950,000.00                 | 82,500.00           | 665,000.00             | 367,500.00                |
| Loose Tools                | 140,000.00                 | 32,500.00           | 102,000.00             | 60,500.00                 |
| Other store<br>consumables | 814,000.00                 | 1,475,000.00        | 1,720,000.00           | 569,000.00                |
| <b>TOTAL</b>               | <b>1,904,000.00</b>        | <b>1,590,000.00</b> | <b>2,487,000.00</b>    | <b>1,007,000.00</b>       |

### NOTE 4

#### RECEIVABLES

| DETAILS   | #              | #                     |
|---|----------------|-----------------------|
| 10% State IGR as at 2020 (6,017,207,457.12/16)      | 376,075,466.07 |                       |
| Unpaid investment Revenue                           | 97,500.00      |                       |
| Unpaid pupils School Fees 2020                      | 242,000.00     |                       |
| Unpaid Secondary school students school fees        | 1,071,300.00   |                       |
| Rent Arrears on LG Lock up Shops                    | 203,000.00     |                       |
| Revenue collected not yet remitted as at 31/12/2020 | 27,500.00      |                       |
|   |                | <b>377,716,766.07</b> |

### NOTE 5

#### PREPAYMENTS

| DETAILS           | #                | #                |
|-------------------|------------------|------------------|
| DSTV subscription | 14,700.00        |                  |
| Recharge Cards    | 5,900.00         |                  |
| <b>Total</b>      | <b>20,600.00</b> | <b>20,600.00</b> |

**NOTE 7**

**INVESTMENT IN SECURITIES**

| DETAILS                              | #            | #            |
|--------------------------------------|--------------|--------------|
| Ordinary Shares in insurance Company | 1,000,000.00 | 1,000,000.00 |

**NOTES 8 and 37**

**PROPERTY, PLANT & EQUIPMENT ASSET SCHEDULE FOR THE YEAR 2020**

| <b>DETAILS</b>                       | <b>LAND &amp; BUILDING</b> | <b>MOTOR VEHICLE</b>  | <b>PLANT &amp; EQUIP</b> | <b>TRANSPORT EQUIP</b> | <b>FURN. &amp; FITT.</b> | <b>OFFICE EQUIP</b>  | <b>INFRA. A</b>      |
|--------------------------------------|----------------------------|-----------------------|--------------------------|------------------------|--------------------------|----------------------|----------------------|
| <b>RATE OF DEPR</b>                  | <b>3%</b>                  | <b>25%</b>            | <b>10%</b>               | <b>20%</b>             | <b>40%</b>               | <b>20%</b>           |                      |
|                                      | N                          | N                     | N                        | N                      | N                        | N                    | N                    |
| <b>COST/REVALUATION VALUE</b>        | <b>920,000,000.00</b>      | <b>112,708,334.00</b> | <b>24,666,660.00</b>     | <b>107,100,000.00</b>  | <b>5,800,000.00</b>      | <b>35,633,334.00</b> | <b>24,500,000.00</b> |
| Bal. b/f as at 1/1/2020              | 583,358,000.00             | 24,000,000.00         | 15,578,550.00            | 2,720,000.00           | 1,440,000.00             | 11,394,050.00        |                      |
| PP&E RECOGNISED DURING THE YEAR      | 14,713,000.00              |                       |                          |                        |                          |                      |                      |
| Acquisition during the year          | -                          | -                     | -                        | -                      | -                        | -                    | -                    |
| <b>TOTAL</b>                         | <b>598,071,000.00</b>      | <b>24,000,000.00</b>  | <b>15,578,550.00</b>     | <b>2,720,000.00</b>    | <b>1,440,000.00</b>      | <b>11,394,050.00</b> | <b>24,500,000.00</b> |
| Disposal during the year             | 0.00                       | 0.00                  | 0.00                     | 0.00                   | 0.00                     | 0.00                 |                      |
| <b>Balance c/f 31/12/2020</b>        | <b>598,071,000.00</b>      | <b>24,000,000.00</b>  | <b>15,578,550.00</b>     | <b>2,720,000.00</b>    | <b>1,440,000.00</b>      | <b>11,394,050.00</b> | <b>24,500,000.00</b> |
| <b>ACCUMULATED DEPRECIATION</b>      |                            |                       |                          |                        |                          |                      |                      |
| Balance as at 1/1/2020               | 336,642,000.00             | 111,208,334.00        | -13,866,660.00           | 104,380,000.00         | 4,360,000.00             | 28,486,666.00        |                      |
| <b>Current year Charge (Note 37)</b> | <b>17,942,130.00</b>       | <b>6,000,000.00</b>   | <b>1,557,855.00</b>      | <b>544,000.00</b>      | <b>576,000.00</b>        | <b>2,278,810.00</b>  | <b>1,225,000.00</b>  |
| Depreciation on Disposal             | 0.00                       | 0.00                  | 0.00                     | 0.00                   | 0.00                     | 0.00                 |                      |
| <b>Balance c/f 31/12/2020</b>        | <b>318,699,870.00</b>      | <b>105,208,334.00</b> | <b>-12,308,805.00</b>    | <b>103,836,000.00</b>  | <b>3,784,000.00</b>      | <b>26,207,856.00</b> | <b>1,225,000.00</b>  |
| <b>ACCUMULATED IMPAIRMENT</b>        |                            |                       |                          |                        |                          |                      |                      |

|                                |                       |                      |                      |                     |                   |                     |                      |
|--------------------------------|-----------------------|----------------------|----------------------|---------------------|-------------------|---------------------|----------------------|
| Balance b/f<br>1/1/2020        | -                     | -                    | -                    | -                   | -                 | -                   | -                    |
| Additional during<br>the year  | -                     | -                    | -                    | -                   | -                 | -                   | -                    |
| impairment loss on<br>Disposal | -                     | -                    | -                    | -                   | -                 | -                   | -                    |
| Balance c/f<br>31/12/2020      | -                     | -                    | -                    | -                   | -                 | -                   | -                    |
| <b>NET BOOK VALUE</b>          | <b>580,128,870.00</b> | <b>18,000,000.00</b> | <b>14,020,695.00</b> | <b>2,176,000.00</b> | <b>864,000.00</b> | <b>9,115,240.00</b> | <b>23,275,000.00</b> |

**NOTE 9**  
**INVESTMENT PROPERTIES**

| DETAILS                                 | HISTORIC COST        | DEPRECIATION 3%   | NET BOOK VALUE       |
|---|----------------------|-------------------|----------------------|
| Duplex structure @ Irewolede, Ado Ekiti | 5,000,000.00         | 150,000.00        | 4,850,000.00         |
| Fayose Market (A unit of Stall)         | 1,000,000.00         | 30,000.00         | 970,000.00           |
| Lock up shop @ Eporo                    | 2,000,000.00         | 60,000.00         | 1,940,000.00         |
| lock up shop @ Idamudu Market           | 1,800,000.00         | 54,000.00         | 1,746,000.00         |
| Lock up shop @ New Market               | 1,700,000.00         | 51,000.00         | 1,649,000.00         |
| Open Market Stall @ Sabo                | 3,000,000.00         | 90,000.00         | 2,910,000.00         |
| Open Market Stall @ New Market          | 2,500,000.00         | 75,000.00         | 2,425,000.00         |
| Emure L.G Group of Schools              | 5,500,000.00         | 165,000.00        | 5,335,000.00         |
| <b>TOTAL</b>                            | <b>22,500,000.00</b> | <b>675,000.00</b> | <b>21,825,000.00</b> |

**NOTE 10**  
**BIOLOGICAL ASSET**

| DETAILS                 | #                   |
|-------------------------|---------------------|
| Poultry House           | 1,200,000.00        |
| Rabitary                | 4,500.00            |
| Ose Oil Palm Plantation | 2,700,000.00        |
| Teak Plantations        | 400,000.00          |
| <b>TOTAL</b>            | <b>4,304,500.00</b> |

**NOTE 12**  
**LOANS & DEBTS (ACCURED EXPENSES)**

| DETAILS   | #                   |
|---|---------------------|
| Utility Bill (BEDC)                                 | 100,000.00          |
| Residential Staff Quarter's Rent Arrears            | 252,000.00          |
| Legal Retainer ship Unpaid fees                     | 1,900,000.00        |
| Outstanding Audit Logistics for 2018                | 250,000.00          |
| Other unfulfilled obligation to Government Entities | 300,000.00          |
| <b>TOTAL</b>  | <b>2,802,000.00</b> |



**NOTE 13**  
**UNREMITTED DEDUCTIONS**

| DETAILS                                   | #                   |
|---|---------------------|
| NULGE DUES                                | 13,560.00           |
| Iremide-Adewumi Multi Purpose Cooperative | 2,900,300.00        |
| Wema Bank LG Group Loan                   | 2,281,268.00        |
| PAYEE                                     | 565,700.00          |
| Medical Health Worker Union               | 276,000.00          |
| <b>TOTAL</b>                              | <b>6,036,828.00</b> |

**NOTE 14**

**PAYABLES**

| DETAILS                              | #                     |
|--------------------------------------|-----------------------|
| Outstanding Salaries (Staff & POH)   | 221,567,866.00        |
| Outstanding Leave Bonus 2017 to 2020 | 79,764,900.00         |
| Contractual & Supplies Obligations   | 51,125,300.00         |
| General Staff Claims                 | 67,092,093.00         |
| Furniture Allowances                 | 6,607,880.00          |
| <b>TOTAL</b>                         | <b>426,158,039.00</b> |

**NOTE 16**

|   |                          |
|---|--------------------------|
| Total Borrowing Liabilities of 16 Local Governments | #1,887,389,188.80        |
| Total Payment for the year 2020 (16 LGS)            | <u>503,303,783.68</u>    |
| <b>Total Outstanding Borrowings</b>                 | <b>#1,384,085,405.12</b> |
|   | =====                    |
| <b>Liability Per LG</b>                             | <b>= #86,505,338.00</b>  |

**NOTE 21**

**STATUTORY ALLOCATION**

| MONTHS          | #                    |
|-----------------|----------------------|
| <b>JANUARY</b>  | <b>86,006,287.43</b> |
| <b>FEBRUARY</b> | <b>87,051,299.75</b> |
| <b>MARCH</b>    | <b>79,187,329.55</b> |
| <b>APRIL</b>    | <b>84,694,322.32</b> |

|                  |                       |
|------------------|-----------------------|
| <b>MAY</b>       | <b>79,474,100.01</b>  |
| <b>JUNE</b>      | <b>69,704,283.51</b>  |
| <b>JULY</b>      | <b>73,900,129.41</b>  |
| <b>AUGUST</b>    | <b>73,648,031.42</b>  |
| <b>SEPTEMBER</b> | <b>75,713,427.07</b>  |
| <b>OCTOBER</b>   | <b>82,306,929.00</b>  |
| <b>NOVEMBER</b>  | <b>63,813,699.55</b>  |
| <b>DECEMBER</b>  | <b>62,104,817.98</b>  |
| <b>TOTAL</b>     | <b>917,604,657.00</b> |

**NOTE 22**

**TAX REVENUE**

| <b>DETAILS</b>           | <b>#</b>            |
|--------------------------|---------------------|
| Local/Flat Rate          | 587,400.00          |
| Tenement Rate            | 461,600.00          |
| LG 2.5% Tax on contracts | 265,275.00          |
| <b>TOTAL</b>             | <b>1,314,275.00</b> |

**NOTE 23**

**NON TAX REVENUE**

| <b>DETAILS</b>                    | <b>#</b>            |
|-----------------------------------|---------------------|
| Hawkney Permit                    | 202,200.00          |
| Trader/club Registration          | 117,000.00          |
| Marriage Registry                 | 265,000.00          |
| Local Government Attestation      | 1,483,000.00        |
| Birth Registration                | 68,500.00           |
| Trade/Shop Permit                 | 294,300.00          |
| Sawmill Loading/offloading permit | 925,600.00          |
| Road block permit                 | 5,000.00            |
| Other miscellaneous Earnings      | 14,200.00           |
| <b>TOTAL</b>                      | <b>3,374,800.00</b> |

**NOTE 25**  
**INVESTMENT INCOME**

| DETAILS                              | #                   |
|--------------------------------------|---------------------|
| Earning from Farming Investment      | 146,000.00          |
| Earning from invest in Group Schools | 671,500.00          |
| Rent on Building Investment          | 392,300.00          |
| Rent on Landed Properties            | 290,000.00          |
| <b>TOTAL</b>                         | <b>1,499,800.00</b> |

**NOTE 29**  
**SALARIES & WAGES**

| DETAILS                 | #                     |
|-------------------------|-----------------------|
| Staff                   | 274,535,204.00        |
| Political Office Holder | 43,025,134.00         |
| Traditional Council     | 46,322,736.00         |
| Palace Staff            | 3,542,247.00          |
| Mid wives               | 240,000.00            |
| <b>TOTAL</b>            | <b>367,665,321.00</b> |

**DEPRECIATION FOR THE YEAR**

**NOTE 37**

| DETAILS             | AMOUNT(N)            |
|---------------------|----------------------|
| PPE                 | 30,123,795.00        |
| INVESTMENT PROPERTY | 675,000.00           |
| <b>TOTAL</b>        | <b>30,798,795.00</b> |

**NOTE 38**  
**TRANSFER TO OTHER GOVERNMENT ENTITIES**

| DETAILS                 | #                     |
|-------------------------|-----------------------|
| Gratuity & Pension Fund | 208,725,800.00        |
| Parastatal Funds        | 16,751,453.00         |
| Primary School Fund     | 246,505,550.00        |
| <b>TOTAL</b>            | <b>471,982,803.00</b> |

**NOTE 40**  
**OTHER ALLOWANCES**

| ITEM  | #                    |
|---|----------------------|
| Leave Bonus (2016)                              | 31,654,890.00        |
| Ex Political Office Holders Severance Allowance | 6,735,304.00         |
| Sundry Disturbance Allowances                   | 380,926.00           |
| <b>TOTAL</b>                                    | <b>38,771,120.00</b> |

**NOTE 58****PURCHASE/CONSTRUCTION OF ASSET**

| <b>DETAILS</b>        | <b>#</b>             |
|-----------------------|----------------------|
| Administrative sector | 1,361,000.00         |
| Social sector         | 605,000.00           |
| Economic sector       | 12,397,000.00        |
| Environmental sector  | 350,000.00           |
| <b>TOTAL</b>          | <b>14,713,000.00</b> |

**NOTE 66****BORROWING REPAYMENT**

|  |                           |
|--|---------------------------|
| Monthly Repayment by Ekiti State (16) Local Govts for the year | #7,864,121.62             |
| Total Repayment for the year 2020 by the Local Govts.          | 12 x <u>#7,864.121.62</u> |
| <b>Total</b>   | <b>94,369,459.44</b>      |

Emure Local Govt. Share of the repayment (#94,369,459.44/16) #5,898,091.00

**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE**

**ACCOUNTS OF EKITI EAST LOCAL GOVERNMENT,**


**OMUO-EKITI**

**FOR THE YEAR ENDED**

**31ST DECEMBER, 2020.**

## AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Ekiti East Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF EKITI EAST LOCAL GOVERNMENT, OMO-UKITI FOR THE YEAR  
ENDED 31<sup>ST</sup> DECEMBER, 2020.**

The General Purpose Financial Statements of Ekiti East Local Government have been examined in accordance with, sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively, section 26(2) of Ekiti State Audit Law, 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Ekiti East Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

**5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31<sup>st</sup> December, 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- vii. The estimate made for Revenue in the 2020 budget recorded a low performance. An estimate was made for N1,278,528,110.00 while actual Revenue recorded stood at N1,265,076,879.17. This is about 98.95% performance. Equally, the IGR of N7,052,975.00 represents only 0.56% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.



- viii. The sum of N2,070,732,336.00 only was budgeted for expenditure but only N1,262,494,624.84 was actually incurred, resulting to saving of N808,237,711.16 for the period.

## 8. REVENUE ACCOUNT

A total sum of N1,265,076,879.17 was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only 0.56% (N7,052,975.00) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a deficit of 9.85% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2020.

## 9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10, of this report.

## 10. EXPENDITURE CONTRARY TO LAW:

The following expenditure appears to be contrary to Law.

| S/N | QUERY NO           | SUBJECT                                       | AMOUNT (N)           |
|-----|--------------------|---|----------------------|
| 1   | AUD/EELG/AU/1/2020 | Expenditure contrary to Financial Regulations | 2,771,000.00         |
| 2   | AUD/EELG/AU/2/2020 | Nugatory/unretired payments                   | 655,000.00           |
| 3   | AUD/EELG/AU/3/2020 | Items not taken on store ledger changes       | 1,322,500.00         |
| 4   | AUD/EELG/AU/4/2020 | Unretired/unaudited payment vouchers          | 1,102,000.00         |
| 5   | AUD/EELG/AU/5/2020 | Unproduced payment vouchers                   | 3,103,800.00         |
| 6   | AUD/EELG/AU/6/2020 | Unretired security vote                       | 8,000,000.00         |
| 7   | AUD/EELG/AU/7/2020 | Unvouched Expenditure                         | 1,214,000.00         |
|     |                    | <b>TOTAL</b>                                  | <b>19,160,300.00</b> |

#### 11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

#### 12. **DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

#### 13. **STATE OF ACCOUNT**

The Accounts of Ekiti East Local Government have been examined up to 31<sup>st</sup> December, 2020 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ekiti East Local Government, Omuo-Ekiti. Particular attention is required to the followings:

- (i) Cash books and subsidiary ledgers
- (ii) Bank Reconciliation Statements
- (iii) Fixed Assets Register
- (iv) Attendance to Audit Query
- (v) Internally Generated Revenue
- (vi) Capital Projects

#### 14. **OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

|  | <b>N</b>   |
|--|------------|
| <b>(a)</b> Outstanding revenue from Petrol Station, 2016     | 190,000.00 |
| <b>(b)</b> Outstanding revenue from Hotel, 2016              | 165,000.00 |
| <b>(c)</b> Outstanding revenue from Sawmill, 2016            | 375,000.00 |
| <b>(d)</b> Loss of fund involving Mr. Ajayi Adebawale (2015) | 674,000.00 |

|            |  |               |
|------------|--|---------------|
| (e)        | Unproduced Revenue Earning Receipt (2015)  | various       |
| (f)        | Revenue Earning Receipt not traceable to store 2015  | (26) booklets |
| (g)        | Revenue Earning Receipt paid for but not purchased (2015)<br>Involving Bello Abdul           | 733,750.00    |
| (h)        | Unproduced Treasury Receipt 345 101-348 150 involving<br>Mr. Adediran A.A. (2015) 12 booklet |               |
| (i)        | Non-salary related expenditure from salary accounts (2015)                                   | 3,543,690.00  |
| (j)        | Revenue Earning Receipts not traceable to Store in 2016 involving<br>Bello Abdul             |               |
| <b>(k)</b> | <b>2019 AUDIT QUERIES</b>  | <b>#</b>      |
| i.         | AUD/EELG/AQ/07/12019      Unretired Security Vote  | 16,500,000.00 |



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance Ekiti East Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

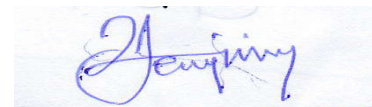
To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ekiti East Local Government as at the year ended 31<sup>st</sup> December, 2019.



**Hon. Ogunjobi Esan Temitope,  
Executive Chairman.**



**Mr. Adesola F.O.  
Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(i) BASIS OF PREPARATION/STATEMENT OF COMPLINACE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions and events occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chat of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

This presented both the exchange and non-exchange revenue from Internally Generated revenue and Statutory Allocation from the Federation Account during the year.

- v. Revenue from non-exchange transactions such as fees, taxes, and fines are recognition when the events occurred and the assets recognized criteria are met.
- vi. Revenue from exchange transactions are recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered.

(8) **EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

(9). **STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

(10) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(11) **RECEIVABLES.**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(12) **INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

(13) **PROPERTY, PLANT & EQUIPMENT (PPE)**

All PPE are stated at historical cost less accumulated depreciation and any impairment losses.

Historical cost included expenditure that were directly attributable to the acquisition of the items.

(14) **INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.

(15) **DEPRECIATION**

Depreciation on PPE and investment property were charged on a straight line basis over their

Expected useful lives less estimated residual value using the appropriate rates.

(16) **UNREMITTED DEDUCTIONS.**

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source.

(17) **PAYABLES.**

Payables are recognized at fair value.

(18) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost incurred.

(19) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as Expenses in the statement of Financial Performance.

**EKITI EAST LOCAL GOVERNMENT, OMUO-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020**

| <b>2019</b>           | <b>DETAILS</b>                           | <b>NOTES</b> | <b>2020</b>           |                       |
|-----------------------|--|--------------|-----------------------|-----------------------|
| <b>N</b>              | <b>Represented By:</b>                   |              | <b>N</b>              | <b>₦</b>              |
|                       | <b>ASSETS</b>                            |              |                       |                       |
|                       | <b>Current Assets</b>                    |              |                       |                       |
| 3,961,602.76          | Cash and Cash Equivalents                | 1            | 6,543,857.09          |                       |
| 127,500.00            | Inventories                              | 2            | 92,800.00             |                       |
| 0.00                  | WIP                                      | 3            | 34,519,497.20         |                       |
| 300,600,951.99        | Receivables                              | 4            | 376,640,466.07        |                       |
| 0.00                  | Prepayments                              | 5            |                       |                       |
| <b>304,690,054.75</b> | <b>Total Current Assets</b>              |              |                       | <b>417,796,620.36</b> |
|                       | <b>Non-Current Assets</b>                |              |                       |                       |
| 0.00                  | Loans Granted                            | 6            |                       |                       |
| 836,237.50            | Investments                              | 7            | 836,237.50            |                       |
| 500,636,894.78        | Fixed Assets-Property, Plant & Equipment | 8            | 485,453,796.34        |                       |
|                       | Investment Property                      | 9            |                       |                       |
|                       | Biological Assets                        | 10           | 375,000.00            |                       |
| <b>501,473,132.28</b> | <b>Total Non-Current Assets</b>          |              |                       | <b>486,665,033.84</b> |
| <b>806,163,187.03</b> | <b>Total Assets</b>                      |              |                       | <b>904,461,654.20</b> |
|                       | <b>LIABILITIES</b>                       |              |                       |                       |
|                       | <b>Current Liabilities</b>               |              |                       |                       |
| 0.00                  | Accumulated Depreciation                 | 11           | 18,932,618.24         |                       |
| 0.00                  | Loans & Debts(Short-Term)                | 12           |                       |                       |
| 1,640,565.65          | Unremitted Deductions                    | 13           | 2,969,679.41          |                       |
| 304,267,976.99        | Payables                                 | 14           | 342,878,332.89        |                       |
| <b>305,908,542.64</b> | <b>Total Current Liabilities</b>         |              | <b>364,780,630.54</b> |                       |
|                       | <b>Non-Current Liabilities</b>           |              |                       |                       |
|                       | Public Funds                             | 15           |                       |                       |
|                       | Borrowings                               | 16           | 86,505,337.82         |                       |
|                       | <b>Total Non-Current Liabilities</b>     |              | <b>86,505,337.82</b>  |                       |
| <b>305,908,542.64</b> | <b>Total Liabilities</b>                 |              |                       | <b>451,285,968.36</b> |
| <b>500,254,644.39</b> | <b>Net Asset/Equity</b>                  |              |                       | <b>453,175,685.84</b> |
|                       | <b>Financed By:</b>                      |              |                       |                       |
| 381,222,209.40        | Reserves                                 | 17           |                       | 306,326,506.54        |
| -                     | Capital Grant                            | 18           |                       |                       |
| -                     | Net Surpluses/(Deficits)                 | 19           |                       |                       |
| 119,032,434.99        | Accumulated Surplus/(Deficits)           | 20           |                       | 146,849,179.30        |
| <b>500,254,644.39</b> | <b>Total Net Asset/Equity</b>            |              |                       | <b>453,175,685.84</b> |



**EKITI EAST LOCAL GOVERNMENT, OMOUO-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| <b>2019</b>           | <b>DETAILS</b>  | <b>NOTES</b> | <b>Actual 2020</b>      |
|-----------------------|---|--------------|-------------------------|
| <b>₦</b>              | <b><u>REVENUE</u></b>   |              | <b>₦</b>                |
| 679,755,788.86        | Government Share of FAAC (Statutory Revenue)                      | 21           | 1,258,023,904.17        |
| 1,652,680.00          | Tax Revenue   | 22           | 1,918,375.00            |
| 6,171,350.00          | Non-Tax Revenue   | 23           | 5,134,600.00            |
| 0.00                  | Aid & Grants  | 24           |                         |
| 0.00                  | Investment Income   | 25           |                         |
| 0.00                  | Expenditure Recovery  | 26           |                         |
| 0.00                  | Other Capital Receipts  | 27           |                         |
| 0.00                  | Debt Forgiveness  | 28           |                         |
| <b>687,579,818.86</b> | <b>Total Revenue</b>  |              | <b>1,265,076,879.17</b> |
|                       | <b><u>EXPENDITURE</u></b>   |              |                         |
| 553,568,011.60        | Salaries & Wages  | 29           | 402,845,114.57          |
| 0.00                  | Social Contribution   | 30           | 7,129,220.96            |
| 12,255,450.00         | Social Benefit  | 31           | 1,194,000.00            |
| 86,761,649.64         | Overhead Cost   | 32           | 46,958,725.00           |
| 0.00                  | Gratuity  | 33           |                         |
| 0.00                  | Pension Allowance   | 34           |                         |
| 0.00                  | Stationeries  | 35           |                         |
| 0.00                  | Impairment Charges  | 36           |                         |
| 18,932,618.54         | Depreciation Charges  | 37           | 17,442,098.44           |
| 42,676,030.89         | Transfer to other Government Entities                             | 38           | 761,690,975.89          |
| 0.00                  | Public Debt Charges   | 39           |                         |
| 11,751,962.77         | Allowance(Leave Bonus)  | 40           |                         |
| <b>725,945,723.44</b> | <b>Total Expenditure</b>  |              | <b>1,237,260,134.86</b> |
| <b>-38,365,904.58</b> | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |              | <b>27,816,744.31</b>    |
|                       | <b>Total Non-Operating Revenue/(Expenses)</b>                     |              |                         |
|                       | <b>Non-Operating Activities</b>                                   |              |                         |
|                       | Gain/Loss on Disposal of Asset                                    | 41           |                         |
|                       | Refunded Revenue  | 42           |                         |
|                       | Revaluation Gain  | 43           |                         |
| <b>-38,365,904.58</b> | <b>Net Surplus/(Deficit) from Ordinary Activities</b>             |              |                         |
|                       | <b>Surplus/(Deficit) from Ordinary Activities</b>                 |              |                         |
|                       | Purchases/Construction of Assets                                  | 44           |                         |
|                       | Minority Interest Share of Surplus/(Deficits)                     | 45           |                         |
| <b>-38,365,904.58</b> | <b>Net Surplus/(Deficit) for the year</b>                         |              | <b>27,816,744.31</b>    |
|                       |   |              |                         |

**NOTE:**  
**CASTING ERROR:**

The total expenditure for last year in the Statement of Financial Performance was overcast by **N30,000.00** which has been corrected in this year account. The correct total expenditure was **N725,915,723.44** instead of **N725,945,723.44** as reflected in the last year financial statement. This has increased the net Surplus/(Deficit) from **(N38,365,904.58)** to **(N38,335,904.58)**.

**EKITI EAST LOCAL GOVERNMENT, OMUO-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                  | DETAILS  | NOTES | 2020             |                         |
|-----------------------|--|-------|------------------|-------------------------|
|                       |  |       | N                | N                       |
|                       |  |       |                  |                         |
|                       | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |       |                  |                         |
|                       | <b><u>Inflows</u></b>                                      |       |                  |                         |
| 679,755,788.86        | Government Share of FAAC (Statutory Revenue)               | 21    | 1,258,023,904.17 |                         |
| 1,652,680.00          | Tax Revenue  | 22    | 1,918,375.00     |                         |
| 6,171,350.00          | Non-Tax Revenue  | 23    | 5,134,600.00     |                         |
|                       | Aid & Grants   | 24    |                  |                         |
|                       | Investment Income  | 25    |                  |                         |
|                       | Expenditure Recovery                                       | 26    |                  |                         |
|                       | Other Capital Receipts                                     | 27    |                  |                         |
|                       | Debt Forgiveness   | 28    |                  |                         |
| <b>687,579,818.86</b> | <b>Total inflow from operating Activities</b>              |       |                  | <b>1,265,076,879.17</b> |
|                       | <b><u>Outflows</u></b>                                     |       |                  |                         |
| 553,568,011.60        | Salaries & Wages   | 29    | 402,845,114.57   |                         |
| 0.00                  | Social Contributions                                       | 30    | 7,129,220.96     |                         |
| 12,255,450.00         | Social Benefit   | 31    | 1,194,000.00     |                         |
| 86,761,649.64         | Overheads Cost   | 32    | 46,958,725.00    |                         |
| 0.00                  | Gratuity   | 33    |                  |                         |
| 0.00                  | Pension Allowance  | 34    |                  |                         |
| 42,676,030.89         | Transfer to other Government Entities                      | 38    | 761,690,975.89   |                         |
| 11,751,962.77         | Allowance  | 40    |                  |                         |
|                       | Deductions   | 49    |                  |                         |
|                       | Refund   | 50    |                  |                         |
|                       | Inventory  | 51    |                  |                         |
|                       | Loan   | 52    |                  |                         |
|                       |  |       |                  |                         |
|                       |  |       |                  |                         |
| <b>707,013,104.90</b> | <b>Total Outflow from Operating Activities</b>             |       |                  | <b>1,219,818,036.42</b> |
| <b>-19,433,286.04</b> | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |       |                  | <b>45,258,842.75</b>    |
|                       |  |       |                  |                         |
|                       | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |       |                  |                         |
|                       | Proceeds from Sale of PPE                                  | 53    |                  |                         |
|                       | Proceeds from Sale of Investment Property                  | 54    |                  |                         |
|                       | Proceeds from Sales of Intangible Assets                   | 55    |                  |                         |
|                       | Proceds from Sale of Investment                            | 56    |                  |                         |
|                       | Dividends Received   | 57    |                  |                         |
|                       |  |       | -                |                         |
|                       | <b>Total Inflow</b>  |       | <b>0.00</b>      |                         |

|                       |   |          |                      |                       |
|-----------------------|---|----------|----------------------|-----------------------|
|                       | <b>Outflows</b>                                   |          | -                    |                       |
| <b>14,584,311.77</b>  | Purchase/ Construction of PPE                     | 58       | <b>36,778,497.20</b> |                       |
|                       | Purchase/ Construction OF Investment Property     | 59       | -                    |                       |
|                       | Investment in Private Companies                   | 60       | -                    |                       |
|                       | Loan Granted                                      | 61       | -                    |                       |
|                       | Purchase of Intangible Assets                     | 62       | -                    |                       |
|                       | Acquisition of Investment                         | 63       | -                    |                       |
| <b>-14,584,311.77</b> | <b>Total Outflow</b>                              |          | <b>36,778,497.20</b> | <b>-36,778,497.20</b> |
| <b>-14,584,311.77</b> | <b>Net Cash Flow from Investing Activities</b>    |          | <b>-</b>             | <b>-36,778,497.20</b> |
|                       | <b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b> |          |                      |                       |
|                       | Capital Grant Received                            | 64       |                      |                       |
|                       | Proceeds from Borrowings                          | 65       |                      |                       |
|                       | <b>Total Inflow</b>                               |          | 0.00                 |                       |
|                       | <b>Outflows</b>                                   |          |                      |                       |
|                       | Repayment of Borrowings                           | 66       | 5,898,091.22         |                       |
|                       | Distribution of Surplus/Dividends Paid            | 67       |                      |                       |
|                       | <b>Total Outflow</b>                              |          | <b>5,898,091.22</b>  |                       |
|                       | <b>Net Cash Flow from Financing Activities</b>    |          |                      | <b>-5,898,091.22</b>  |
| <b>-34,017,597.81</b> | <b>Net Cash Flow from all Activities</b>          |          |                      | <b>2,582,254.33</b>   |
| 37,979,200.57         | Cash and Its Equivalent as at 01/01/2020          |          |                      | 3,961,602.76          |
| <b>3,961,602.76</b>   | <b>Cash and Its Equivalent as at 31/12/2020</b>   | <b>1</b> |                      | <b>6,543,857.09</b>   |

**EKITI EAST LOCAL GOVERNMENT, OMUO-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST**  
**DECEMBER, 2020**

| 2019                  |  | Notes | Actual 2020             | Final Budget 2020       | Variance on Final Budget |
|-----------------------|--|-------|-------------------------|-------------------------|--------------------------|
| N                     |  |       | N                       | N                       | N                        |
|                       |  |       |                         |                         |                          |
|                       | <b><u>REVENUE</u></b>                        |       |                         |                         |                          |
| 679,755,788.86        | Government Share of FAAC (Statutory Revenue) | 21    | 1,258,023,904.17        | 1,269,065,110.00        | -0.87                    |
| 1,652,680.00          | Tax Revenue                                  | 22    | 1,918,375.00            | 3,750,000.00            | -48.84                   |
| 6,171,350.00          | Non-Tax Revenue                              | 23    | 5,134,600.00            | 5,713,000.00            | -10.12                   |
|                       | Aid & Grants                                 | 24    |                         |                         |                          |
|                       | Investment Income                            | 25    |                         |                         |                          |
|                       | Expenditure Recovery                         | 26    |                         |                         |                          |
|                       | Other Capital Receipts                       | 27    |                         |                         |                          |
|                       | Debt Forgiveness                             | 28    |                         |                         |                          |
| <b>687,579,818.86</b> | <b>Total Revenue</b>                         |       | <b>1,265,076,879.17</b> | <b>1,278,528,110.00</b> | <b>-59.84</b>            |
|                       |  |       |                         |                         |                          |
|                       |  |       |                         |                         |                          |
|                       | <b><u>EXPENDITURE</u></b>                    |       |                         |                         |                          |
| 553,568,011.60        | Salaries & Wages                             | 29    | 402,845,114.57          | 949,268,436.00          | 57.56                    |
|                       | Social Contribution                          | 30    | 7,129,220.96            | 48,000,000.00           | 85.15                    |
| 12,255,450.00         | Social Benefit                               | 31    | 1,194,000.00            | 15,000,000.00           | 92.04                    |
| 86,761,649.64         | Overhead Cost                                | 32    | 46,958,725.00           | 95,000,000.00           | 50.57                    |
|                       | Gratuity                                     | 33    |                         |                         |                          |
|                       | Pension Allowance                            | 34    |                         |                         |                          |
|                       | Stationeries                                 | 35    |                         |                         |                          |
|                       | Impairment Charges                           | 36    |                         |                         |                          |
| 42,676,030.89         | Transfer to other Government Entities        | 38    | 761,690,975.89          | 882,463,900.00          | 13.69                    |
|                       | Public Debt Charges                          | 39    |                         |                         |                          |
| 11,751,962.77         | Allowance(Leave Bonus)                       | 40    |                         |                         |                          |
| 14,584,311.77         | Purchase of Assets                           | 58    | 36,778,497.20           | 81,000,000.00           | 54.59                    |
| -                     | Acquisition of Investment                    | 63    |                         |                         |                          |
| -                     | Repayment of Borrowing                       | 66    | 5,898,091.22            |                         | -100.00                  |
| <b>721,597,416.67</b> | <b>Total Expenditure</b>                     |       | <b>1,262,494,624.84</b> | <b>2,070,732,336.00</b> | <b>253.60</b>            |
|                       |  |       |                         |                         |                          |
| <b>34,017,597.81</b>  | <b>Net Surplus/(Deficit) for the year</b>    |       | <b>2,582,254.33</b>     | <b>-792,204,226.00</b>  | <b>-313.44</b>           |

**EKITI EAST LOCAL GOVERNMENT, OMUO-EKITI, EKITI STATE, NIGERIA**

**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| <b>S/N</b> | <b>NARRATION</b>                   | <b>ACCUMULATED<br/>SURPLUS/DEFICIT</b> | <b>RESERVE</b>        | <b>CAPITAL<br/>GRANT</b> | <b>TOTAL</b>          |
|------------|------------------------------------|--|-----------------------|--------------------------|-----------------------|
| 1          | Opening Balance (1/1/2020)         | <b>119,032,434.99</b>                  | <b>381,222,209.40</b> | -                        | <b>500,254,644.39</b> |
| 2          | Net Surplus/(Deficit) for the year | <b>27,816,744.31</b>                   |                       | -                        | <b>27,816,744.31</b>  |
| 3          | Adjustment for the period          |  | <b>-74,859,702.86</b> | -                        | <b>-74,895,702.86</b> |
|            | <b>Closing Balance 31/12/2020</b>  | <b>146,849,179.30</b>                  | <b>306,326,506.54</b> | -                        | <b>453,175,685.84</b> |

**NOTE 1****CASH AND CASH EQUIVALENT AS AT 31<sup>ST</sup> DECEMBER, 2020**

| <b>S/N</b> | <b>NAMES OF ACCOUNT</b> | <b>NATURE OF ACCOUNT</b> | <b>ACCOUNT NUMBER</b> | <b>CLOSING BALANCE</b> |
|------------|-------------------------|--------------------------|-----------------------|------------------------|
| 1          | WEMA BANK               | SALARY                   | 0122058257            | 889,126.90             |
| 2          | WEMA BANK               | IGR                      | 0122058264            | 29,619.69              |
| 3          | WEMA BANK               | RECURRENT                | 0122108994            | 5,007,826.91           |
| 4          | WEMA BANK               | LOAN                     | 0122740657            | 4,082.92               |
| 5          | WEMA BANK               | CAPITAL                  | 0122161076            | 37,286.33              |
| 6          | WEMA BANK               | 5KM                      | 0122656732            | 55,296.88              |
| 7          | WEMA BANK               | FUND RECOVERY            | 0122263633            | 499,543.41             |
| 8          | WEMA BANK               |                          | 0122058271            | 21,074.05              |
|            | <b>TOTAL</b>            |                          |                       | <b>6,543,857.09</b>    |

**NOTE 2****INVENTORIES**

| <b>S/N</b> | <b>DETAILS</b>                | <b>VALUE (#)</b> |
|------------|-------------------------------|------------------|
| 1          | RCR (TENEMENT)                | 4,000.00         |
| 2          | TREASURY RECEIPT              | 21,000.00        |
| 3          | BEER LICENCE                  | 6,000.00         |
| 4          | LOCAL GOVERNMENT ORIGIN CERT. | 16,000.00        |
| 5          | FLAT RATE                     | 5,000.00         |
| 6          | MARKET TOLLS                  | 40,800.00        |
|            | <b>TOTAL</b>                  | <b>92,800.00</b> |

**NOTE 3****WORK IN PROGRESS**

|   |                      |
|---|----------------------|
| CONSTRUCTION OF NEIGHBORHOOD MARKET     | 33,409,497.20        |
| CONSTRUCTION OF LOCK UP AND OPEN STORES | 1,110,000.00         |
| <b>TOTAL</b>                            | <b>34,519,497.20</b> |

**NOTE 4**  
**RECEIVABLES**

|  |                       |
|--|-----------------------|
| OUTSTANDING OF CONSULTANT AS AT 31/12/2020 | 565,000.00            |
| 10% STATE IGR (6,017,207,457.12/16         | 376,075,466.07        |
| <b>TOTAL</b>                               | <b>376,640,466.07</b> |

**NOTE 7**  
INVESTMENT = #836,237.50

**NOTES 8, 11 & 37**

**PLANT, PROPERTY & EQUIPMENT SCHEDULE FOR THE YEAR 2020**

| <b>FIXED ASSETS (PPE)</b>   | <b>VEHICLES &amp; MACHINES 20%</b> | <b>F &amp; E 15%</b> | <b>AGRIC EQUIP 15%</b> | <b>LAND &amp; BUILDING 2%</b> | <b>TOTAL</b>          |
|-----------------------------|------------------------------------|----------------------|------------------------|-------------------------------|-----------------------|
|                             | #                                  | #                    | #                      | #                             | #                     |
| OPENING BAL 1/1/2020        | 23,736,310.56                      | 20,926,728.00        | -                      | 455,973,856.22                | 500,636,894.78        |
| ADDITIONAL DURING THE YEAR  | 1,950,000.00                       | -                    | 309,000.00             | -                             | 2,259,000.00          |
| <b>T</b>                    | -                                  | -                    | -                      | -                             | -                     |
| COST @ 31/12/2020           | <b>25,686,310.56</b>               | <b>20,926,728.00</b> | <b>309,000.00</b>      | <b>455,973,856.22</b>         | <b>502,895,894.78</b> |
| DEPN for the year (NOTE 37) | 5,137,262.11                       | 3,139,009.20         | 46,350.00              | 9,119,477.12                  | 17,442,098.44         |
|                             |                                    |                      |                        |                               |                       |
| ACCUMULATED DEPN (NOTE 11)  | 5,934,077.34                       | 3,692,952.70         | -                      | 9,305,588.90                  | 18,932,619.24         |
| NBV 31/12/20 (NOTE 8)       | <b>20,549,048.45</b>               | <b>17,787,718.80</b> | <b>262,650.00</b>      | <b>446,854,379.10</b>         | <b>485,453,796.34</b> |

**NOTE 10**  
**BIOLOGICAL ASSETS**

PLANTING OF MELINA TREE = 375,000.00  
**TOTAL = 375,000.00**



**NOTE 13****UNREMITTED DEDUCTIONS**

|                      | <b>AMOUNT (#)</b>   |
|----------------------|---------------------|
| VAT                  | 2,168,658.90        |
| EEF                  | 281,559.51          |
| WHT                  | 204,250.00          |
| LOCAL GOVERNMENT TAX |                     |
| <b>TOTAL</b>         | <b>2,969,679.41</b> |
|                      |                     |

**NOTE 14****PAYABLES**

| <b>S/N</b> | <b>DETAILS</b>          | <b>AMOUNT (#)</b>     |
|------------|-------------------------|-----------------------|
| 1          | DEBT SERVICING          | 3,307,025.00          |
| 2          | 6 MONTHS SALARY ARREARS | 265,345,873.68        |
| 3          | LEAVE BONUS (STAFF)     | 61,929,987.75         |
| 4          | DECEMBER DEDUCTION      | 12,295,446.46         |
|            | <b>TOTAL</b>            | <b>342,878,332.89</b> |

**NOTE 16****BORROWING**

#

|                 |   |                         |
|-----------------|---|-------------------------|
| TOTAL LIABILITY | = | 1,887,389,188.80        |
| LESS PAYMENT    | = | <u>503,303,783.68</u>   |
| BALANCE         | = | <b>1,384,085,405.12</b> |

|                                  |   |                         |
|----------------------------------|---|-------------------------|
| <b>LIABILITY PER LOCAL GOVT.</b> | = | <u>1,384,085,405.12</u> |
|                                  |   | <b>16</b>               |

$$= \textbf{\#86,505,337.82}$$

**NOTE 21**  
**STATUTORY ALLOCATION**

| S/N | MONTH        | AMOUNT (#)              |
|-----|--------------|-------------------------|
| 1   | JANUARY      | 108,521,790.97          |
| 2   | FEBRUARY     | 133,336,883.74          |
| 3   | MARCH        | 104,508,404.79          |
| 4   | APRIL        | 109,269,057.17          |
| 5   | MAY          | 103,438,291.23          |
| 6   | JUNE         | 92,542,502.79           |
| 7   | JULY         | 105,418,600.14          |
| 8   | AUGUST       | 106,800,536.78          |
| 9   | SEPTEMBER    | 101,668,258.60          |
| 10  | OCTOBER      | 107,488,047.89          |
| 11  | NOVEMBER     | 98,756,888.02           |
| 12  | DECEMBER     | 86,265,462.05           |
|     | <b>TOTAL</b> | <b>1,258,023,904.17</b> |

**NOTE 22**  
**TAX REVENUE**

| S/N | MONTH         | AMOUNT (3)          |
|-----|---------------|---------------------|
| 1   | TENEMENT RATE | 1,051,800.00        |
| 2   | MARKET RATE   | 625,000.00          |
| 3   | FLAT RATE     | 112,000.00          |
| 4   | L,G TAX 25%   | 105,125.00          |
|     | <b>TOTAL</b>  | <b>1,918,375.00</b> |

**NOTE 23**  
**NON TAX REVENUE**

| S/N |                       | AMOUNT (3)          |
|-----|-----------------------|---------------------|
| 1   | HAWKER'S PERMIT       | 15,200.00           |
| 2   | TRADING PERMIT        | 126,500.00          |
| 3   | MARRIAGE FEES         | 980,000.00          |
| 4   | CLUB REGISTRATION     | 35,000.00           |
| 5   | LIQUIOR LICENCE       | 55,000.00           |
| 6   | BIRTH REGISRTRATION   | 413,000.00          |
| 7   | EMBLEM ON ADVERT      | 205,000.00          |
| 8   | ATTESTATION           | 1,536,000.00        |
| 9   | LOADING PERMT         | 762,500.00          |
| 10  | LOCK UP SHOP          | 714,900.00          |
| 11  | SLAUGHTER FEES        | 64,000.00           |
| 12  | PROCEEDS FROM AGRIC   | 197,500.00          |
| 13  | NAMING OF STREET REG. | 30,000.00           |
|     | <b>TOTAL</b>          | <b>5,134,600.00</b> |

**NOTE 29****SALARIES AND WAGES.**

| <b>S/N</b> | <b>DETAILS</b>              | <b>AMOUNT (3)</b>     |
|------------|-----------------------------|-----------------------|
| 1          | PALACE STAFF                | 14,468,577.12         |
| 2          | MID WIVES                   | 120,000.00            |
| 3          | POLITICAL OFFICE HOLDERS    | 45,306,172.61         |
| 4          | STAFF SALARY                | 310,879,043.33        |
| 5          | SPECIAL ADVISER SALARY      | 1,470,000.00          |
| 6          | ASSISTANT INTER GOVT.       | 1,267,500.00          |
| 7          | NIBSS CHARGES               | 760,350.09            |
| 8          | SALARY DEDUCTIONS           | 24,844,203.55         |
| 9          | SA/SUPERVISORS              | 2,679,267.87          |
| 10         | SPECAIL ADV./CHIEF OF STAFF | 800,000.00            |
| 11         | IYALOJA                     | 250,000.00            |
|            | <b>TOTAL</b>                | <b>402,845,114.57</b> |

**NOTE 30****SOCIAL CONTRIBUTIONS**

| <b>S/N</b> | <b>DETAILS</b>                | <b>AMOUNT (#)</b>   |
|------------|-------------------------------|---------------------|
| 1          | STREET LIGHT FUELLING         | 200,000.00          |
| 2          | FLAG OFF OF OMUO-AGBADO ROAD  | 35,000.00           |
| 3          | BURSARY                       | 1,643,250.00        |
| 4          | TECHNICAL EDUCATION           | 240,000.00          |
| 5          | CONSTRUCTION OF CULVERT       | 1,616,470.95        |
| 6          | GRADING OF ROAD               | 2,899,500.00        |
| 7          | ANNIVERSARIES AND CELEBRATION | 405,000.00          |
|            | <b>TOTAL</b>                  | <b>7,129,220.96</b> |

**NOTE 31****SOCIAL BENEFIT**

| <b>S/N</b> | <b>DETAILS</b>                          | <b>AMOUNT (#)</b>   |
|------------|---|---------------------|
| 1          | REHABILITATION AND REPAIRS OF GENERATOR | 333,000.00          |
| 2          | REHABILITATION AND REPAIRS OF MOTOR     | 530,000.00          |
| 3          | ENUMERATION OF HOUSES                   | 331,000.00          |
|            | <b>TOTAL</b>                            | <b>1,194,000.00</b> |

**NOTE 32**  
**OVERHEAD COST**

| <b>DESCRIPTION</b>                  | <b>AMOUNT (#)</b>    |
|-------------------------------------|----------------------|
| WELFARE PACKAGES                    | 25,834,325.00        |
| OTHER MAINTENANCE SERVICES          | 925,500.00           |
| HONORARIUM AND SITTING ALLOWANCE    | 5,476,000.00         |
| PLANT & GEN. FUELLING               | 862,000.00           |
| REFRESHMENT/MEALS                   | 1,302,000.00         |
| MAINTENANCE OF OFFICE               | 14,000.00            |
| PRINTING OF NON-SECURITY DOCUMENTS  | 492,500.00           |
| TRAINING/HOUSE GRANT                | 2,330,000.00         |
| MAINTENANCE OF MOTOR VEHICLE        | 964,300.00           |
| MAGAZINE AND PERIODICALS            | 30,000.00            |
| SATELITE ACCESS                     | 20,000.00            |
| OFFICE STATIONERIS                  | 229,500.00           |
| CLEANING AND FUMIGATION             | 993,000.00           |
| MAINTENANCE OF PLANT AND MACHINES   | 43,000.00            |
| MOTOR VEHICLE FUELLING              | 698,000.00           |
| OFFICE RENT                         | 15,600.00            |
| MAINTENANCE OF IT EQUIPMENT         | 45,000.00            |
| PRINTING OF SECURITY DOCUMENTS      | 169,000.00           |
| LOCAL TRAINING                      | 605,000.00           |
| SUBSCRIPTION TO PROFESSIONAL BODIES | 25,000.00            |
| FINANCIAL CONSULTING                | 200,000.00           |
| DEBT SERVICING                      | 100,000.00           |
| SPORTING ACTIVITIES                 | 30,000.00            |
| PUBLICITY AND ADVERTISEMENTS        | 275,000.00           |
| ANNUAL BUDGET EXPENSES              | 60,000.00            |
| NON REGULAR ALLOWANCE               | 70,000.00            |
| BOOK                                | 50,000.00            |
| INSURANCE PREMIUM                   | 100,000.00           |
| SECURITY VOTE                       | 5,000,000.00         |
| <b>TOTAL</b>                        | <b>46,958,725.00</b> |

**NOTE 38**  
**TRANSFER TO OTHER GOVERNMENT ENTITIES**

| <b>S/N</b> | <b>DETAILS</b> | <b>AMOUNT (#)</b>     |
|------------|----------------|-----------------------|
| 1          | SUBEB          | 371,564,500.97        |
| 2          | PENSION        | 351,130,291.75        |
| 3          | SUBEB O/H      | 5,820,000.00          |
| 4          | PARASTATALS    | 18,776,183.17         |
| 5          | PEACE CORPS    | 14,400,000.00         |
|            | <b>TOTAL</b>   | <b>761,690,975.89</b> |

**NOTE 58****PURCHASE OF PPE**

|   |                                      |                      |
|---|--------------------------------------|----------------------|
| 1 | CONSTRUCTION OF MODERN MARKET (WIP). | 34,519,497.20        |
| 2 | PURCHASE OF MOTOR VEHICLE            | 1,950,000.00         |
| 3 | PURCHASE OF AGRIC EQUIP.             | 309,000.00           |
|   | <b>TOTAL</b>                         | <b>36,778,497.20</b> |

**NOTE 66****REPAYMENT OF BORROWING**

TOTAL REPAYMENT = 12 X 7,864,121.62

= **94,369,459.44**

REPAYMENT PER LOCAL GOVERNMENT 94,369,459.44

16

= **5,898,091.22**

**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE**

**ACCOUNTS OF EKITI SOUTH WEST**

**LOCAL GOVERNMENT, ILAWE-EKITI**

**FOR THE YEAR ENDED**

**31ST DECEMBER, 2020.**

## **AUDIT CERTIFICATE**

I have examined the General Purpose Financial Statements of Ekiti South West Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF EKITI SOUTH WEST LOCAL GOVERNMENT, ILAWE-EKITI FOR  
THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2020.**

The General Purpose Financial Statements of Ekiti South West Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively Section 26(2) of Ekiti State Audit Law 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Ekiti South West Local Government to prepare and present the General purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

**5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.



These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31<sup>st</sup> December, 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2020 budget recorded a low performance. An estimate was made for N1,951,247,250.00 while actual Revenue recorded stood at N1,383,349,505.86 This is about 70.90% performance. Equally, the IGR of N5,209,582.79 represents only 0.29% of the

total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of N1,644,712,180.00 only was budgeted for expenditure but only N1,390,198,145.60 was actually incurred, resulting to saving of N254,514,034.40 for the period.

## 8. **REVENUE ACCOUNT**

A total sum of N1,383,349,505.86 was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only 0.38% (N5,209,532.79) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a deficit of 19.32% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2020.

## 9. **AUTHORITY FOR EXPENDITURE**

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report.

## 10. **EXPENDITURE CONTRARY TO LAW**

The following expenditure appears to be contrary to law.

| S/N | QUERY NUMBER        | QUERY TITLE  | AMOUNT (N)    |
|-----|---------------------|--|---------------|
| 1.  | AUD/EKSW/AQ/01/2020 | Unproduced Revenue Earning Receipts                      | Assorted      |
| 2.  | AUD/EKSW/AQ/02/2020 | Doubtful Expenditure                                     | 800,000.00    |
| 3.  | AUD/EKSW/AQ/03/2020 | Unaudited Expenditure                                    | 2,619,886.61  |
| 4.  | AUD/EKSW/AQ/04/2020 | Expenditure Not Supported by Propose Records of Accounts | 766,000.00    |
| 5.  | AUD/EKSW/AQ/05/2020 | Expenditure Contrary to Regulation II                    | 460,000.00    |
| 6.  | AUD/EKSW/AQ/06/2020 | Expenditure Contrary to Regulation I                     | 2,055,000.00  |
| 7.  | AUD/EKSW/AQ/07/2020 | Unretired Expenditure                                    | 5,795,000.00  |
|     |                     | <b>TOTAL</b>   | 12,495,886.61 |

## 11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

## 12. **DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

## 13. **STATE OF ACCOUNT**

The Accounts of Ekiti South West Local Government have been examined up to 31<sup>st</sup> December, 2020 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ekiti South West Local Government, Ilawe-Ekiti. Particular attention is required to the followings:

- (i) Internally Generated Revenue
- (ii) Attendance to audit queries
- (iii) Unproduced Revenue Receipts
- (iv) Fixed Assets Register
- (v) All Outstanding matters from previous report

## 14. **OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

The following matters remained outstanding in my previous reports.

|  | <b>N</b>   |
|--|------------|
| a) Outstanding from GSM operators (2015)   | 160,000.00 |
| b) Missing revenue earning receipts (247751-247800 involving Mr. Agbaje (GRR) (2015) |            |

(c) **2015 OUTSTANDING AUDIT QUERIES:**

| <b>S/N</b> | <b>QUERY NUMBER</b> | <b>SUBJECT</b>                                  | <b>AMOUNT (N)</b>    |
|------------|---------------------|---|----------------------|
| 1          | ESWLG/AQ/07/15      | Illegal Withdrawal?<br>Misappropriation of Fund | 24,391,738.13        |
| 2          | ESWLG/AQ/08/15      | Double/Irregular Payment                        | 5,000,000.00         |
| 3          | ESWLG/AQ/010/15     | Inflated Cost of Contract                       | 1,467,709.13         |
|            | <b>TOTAL</b>        |   | <b>30,859,709.13</b> |

(d) **2017 OUTSTANDING AUDIT QUERIES**

| <b>S/N</b> | <b>QUERY NUMBER</b> | <b>SUBJECT</b>                                | <b>AMOUNT (N)</b>     |
|------------|---------------------|---|-----------------------|
| 1          | AQ/ESWLG/10/17      | Expenditure not Supported with Proper Records | 11,125,000.00         |
| 2          | AQ/ESWLG/15/17      | Expenditure Contrary to Regulations           | 35,290,850.54         |
| 3          | AQ/ESWLG/16/17      | Doubtful Payments                             | 17,052,765.00         |
| 4          | AQ/ESWLG/17/17      | Doubtful Payments                             | 20,105,867.95         |
| 5.         | AQ/ESWLG/18/17      | Expenditure Contrary to Regulations           | 15,625,000.00         |
| 6          | AQ/ESWLG/19/17      | Nugatory Payment                              | 8,125,000.00          |
| 7          | AQ/ESWLG/20/17      | Expenditure not Retired                       | 6,200,000.00          |
| 8          | AQ/ESWLG/21/17      | Expenditure Contrary to Regulations           | 22,810,000.00         |
| 9          | AQ/ESWLG/22/17      | Nugatory Payment                              | 9,831,000.00          |
|            | <b>TOTAL</b>        |   | <b>146,165,483.69</b> |

(e)

| S/N | QUERY NUMBER         | QUERY SUBJECT                                  | AMOUNT ON QUERY | AMOUNT ANSWERED | AMOUNT CLEARED | AMOUNT OUTSTANDING | REMARKS              |
|-----|----------------------|--|-----------------|-----------------|----------------|--------------------|----------------------|
| 1.  | AUD/ESWLG/AQ/02/2019 | Illegal withdrawal of fund from salary Account | 650,000.00      | NIL             | NIL            | 650,000.00         | Not cleared          |
| 2.  | AUD/ESWLG/AQ/05/2019 | Expenditure not supported with proper records  | 953,000.00      | 753,000.00      | 753,000.00     | 200,000.00         | Under Correspondence |
| 3.  | AUD/ESWLG/AQ/09/2019 | Unretired Security Vote                        | 11,400,000.00   | -               | -              | 11,400,000.00      |                      |
|     |                      |  |                 |                 |                |                    |                      |

(f) Illegal withdrawal from Salary Account - N650,000.00 2019



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance Ekiti South West Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ekiti Southwest Local Government as at the year ended 31<sup>st</sup> December, 2020.



**Hon. Kola Amire Kolade,**  
**Executive Chairman.**



**Mr. Oluwasegun Olawuyi**  
**Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(i) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions and events occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

Revenue from non-exchange transactions such as fees, taxes, and fines are recognized when the events occurred and the assets recognized criteria are met.

### **(8) EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

### **(9) STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

(10) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(11) **RECEIVABLES.**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(12) **INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

(13) **PROPERTY, PLANT & EQUIPMENT (PPE)**

- i. All PPE are stated at historical cost less accumulated depreciation.
- ii. Historical cost included expenditure that were directly attributable to the acquisition of the items.

(14) **INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.

(15) **DEPRECIATION**

Depreciation on PPE and Investment property were charged on a straight line basis over their expected useful lives less estimated residual value using the appropriate rates.

(16) **UNREMITTED DEDUCTIONS.**

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source.

(17) **PAYABLES.**

Payables are recognized at fair value.

(18) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost incurred.



(19) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as expenses in the Statement of Financial Performance.

**EKITI SOUTHWEST LOCAL GOVERNMENT, ILAWE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020**

|                | DETAILS                                  | NOTE<br>S | 2020                 |                       |
|----------------|--|-----------|----------------------|-----------------------|
| N              | Represented By:                          |           | N                    | N                     |
|                | <b>ASSETS</b>                            |           |                      |                       |
|                | <b>Current Assets</b>                    |           |                      |                       |
| 9,326,649.74   | Cash and Cash Equivalents                | 1         | 2,478,082.00         |                       |
| 2,547,850.00   | Inventories                              | 2         |                      |                       |
|                | WIP                                      | 3         |                      |                       |
| 377,646,618.74 | Receivables                              | 4         | 377,646,618.74       |                       |
|                | Prepayments                              | 5         |                      |                       |
| 389,521,118.48 | <b>Total Current Assets</b>              |           |                      | <b>380,124,700.74</b> |
|                | <b>Non-Current Assets</b>                |           |                      |                       |
|                | Loans Granted                            | 6         |                      |                       |
|                | Investments                              | 7         |                      |                       |
| 477,653,775.00 | Fixed Assets-Property, Plant & Equipment | 8         | 463,407,350.00       |                       |
| 99,960,000.00  | Investment Property                      | 9         | 97,920,000.00        |                       |
|                | Biological Assets                        | 10        | 520,000.00           |                       |
| 577,613,775.00 | <b>Total Non-Current Assets</b>          |           |                      | <b>561,847,350.00</b> |
| 967,134,893.48 | <b>Total Assets</b>                      |           |                      | <b>941,972,050.74</b> |
|                | <b>LIABILITIES</b>                       |           |                      |                       |
|                | <b>Current Liabilities</b>               |           |                      |                       |
|                | Accumulated Depreciation                 | 11        |                      |                       |
|                | Loans & Debts(Short-Term)                | 12        |                      |                       |
| 1,377,980.00   | Unremitted Deductions                    | 13        | 1,377,980.00         |                       |
| 452,960,834.43 | Payables                                 | 14        | 477,053,500.49       |                       |
| 454,338,814.43 | <b>Total Current Liabilities</b>         |           |                      |                       |
|                | <b>Non-Current Liabilities</b>           |           |                      |                       |
|                | Public Funds                             | 15        |                      |                       |
|                | Borrowings                               | 16        | 86,505,337.60        |                       |
|                | <b>Total Non-Current Liabilities</b>     |           | <b>86,505,337.60</b> |                       |
| 454,338,814.43 | <b>Total Liabilities</b>                 |           |                      | <b>564,936,818.09</b> |
| 512,796,079.05 | <b>Net Asset/Equity</b>                  |           |                      | <b>377,035,232.65</b> |
|                | <b>Financed By:</b>                      |           |                      |                       |
| 414,004,638.14 | Reserves                                 | 17        |                      | 294,960,765.26        |
|                | Capital Grant                            | 18        |                      | -                     |
|                | Net Surpluses/(Deficits)                 | 19        |                      | -                     |
| 98,791,440.91  | Accumulated Surplus/(Deficits)           | 20        |                      | 82,074,467.39         |
| 512,796,079.05 | <b>Total Net Assets/Equity</b>           |           |                      | <b>377,035,232.65</b> |

**EKITI SOUTHWEST LOCAL GOVERNMENT, ILAWE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                    | DETAILS   | NOTES | Actual 2020             |
|-------------------------|---|-------|-------------------------|
| N                       | <b>REVENUE</b>  |       | N                       |
| 1,789,981,946.35        | Government Share of FAAC (Statutory Revenue)                      | 21    | 1,378,139,923.07        |
| 20,600.00               | Tax Revenue   | 22    | 301,643.31              |
| 6,436,550.00            | Non-Tax Revenue   | 23    | 4,907,939.48            |
|                         | Aid & Grants  | 24    |                         |
|                         | Investment Income   | 25    |                         |
|                         | Expenditure Recovery  | 26    |                         |
|                         | Other Capital Receipts  | 27    |                         |
|                         | Debt Forgiveness  | 28    |                         |
| <b>1,796,439,096.35</b> | <b>Total Revenue</b>  |       | <b>1,383,349,505.86</b> |
|                         | <b>EXPENDITURE</b>  |       |                         |
| 861,309,786.52          | Salaries & Wages  | 29    | 527,855,921.84          |
| -                       | Social Contribution   | 30    |                         |
| 371,848,305.91          | Social Benefit  | 31    |                         |
| 66,325,995.50           | Overhead Cost   | 32    | 64,227,796.68           |
|                         | Gratuity  | 33    |                         |
|                         | Pension Allowance   | 34    |                         |
|                         | Stationeries  | 35    |                         |
|                         | Impairment Charges  | 36    |                         |
| 17,087,925.00           | Depreciation Charges  | 37    | 17,196,425.00           |
| 465,097,421.29          | Transfer to other Government Entities                             | 38    | 790,786,335.86          |
|                         | Public Debt Charges   | 39    |                         |
|                         | Allowance(Leave Bonus)  | 40    |                         |
| <b>1,781,669,434.22</b> | <b>Total Expenditure</b>  |       | <b>1,400,066,479.38</b> |
| <b>14,769,662.13</b>    | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |       | <b>-16,716,973.53</b>   |
|                         | <b>Total Non-Operating Revenue/(Expenses)</b>                     |       |                         |
|                         | <b>Non-Operating Activities</b>                                   |       |                         |
|                         | Gain/Loss on Disposal of Asset                                    | 41    |                         |
|                         | Refunded Revenue  | 42    |                         |
|                         | Revaluation Gain  | 43    |                         |
| <b>14,769,662.13</b>    | <b>Net Surplus/(Deficit) from Ordinary Activities</b>             |       | <b>-16,716,973.52</b>   |
| <b>84,021,778.78</b>    | <b>Surplus/(Deficit) from Ordinary Activities</b>                 |       |                         |
|                         | Purchases/Construction of Assets                                  | 44    |                         |
|                         | Minority Interest Share of Surplus/(Deficits)                     | 45    |                         |
| <b>14,769,662.13</b>    | <b>Net surplus/(Deficit) for the year</b>                         |       | <b>-16,716,973.52</b>   |

**EKITI SOUTHWEST LOCAL GOVERNMENT, ILAWE-EKITI, EKITI-STATE,  
NIGERIA**  
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                    | DETAILS  | NOTES | 2020             |                         |
|-------------------------|--|-------|------------------|-------------------------|
|                         |  |       | N                | N                       |
|                         |  |       |                  |                         |
|                         | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |       |                  |                         |
|                         | <b><u>Inflows</u></b>                                      |       |                  |                         |
| 1,789,981,946.35        | Government Share of FAAC (Statutory Revenue)               | 21    | 1,378,139,923.07 |                         |
| 20,600.00               | Tax Revenue  | 22    | 301,643.31       |                         |
| 6,436,550.00            | Non-Tax Revenue  | 23    | 4,907,939.48     |                         |
|                         | Investment Income  | 25    |                  |                         |
|                         | Aid & Grants   | 24    |                  |                         |
|                         | Expenditure Recovery                                       | 26    |                  |                         |
|                         | Other Capital Receipts                                     | 27    |                  |                         |
|                         | Debt Forgiveness   | 28    |                  |                         |
| <b>1,796,439,096.35</b> | <b>Total inflow from operating Activities</b>              |       |                  | <b>1,383,349,505.86</b> |
|                         | <b><u>Outflows</u></b>                                     |       |                  |                         |
| 861,309,786.52          | Salaries & Wages   | 29    | 527,855,921.84   |                         |
|                         | Social Contributions                                       | 30    |                  |                         |
| 371,848,305.91          | Social Benefit   | 31    |                  |                         |
| 66,325,995.50           | Overheads Cost   | 32    | 64,227,796.68    |                         |
|                         | Gratuity   | 33    |                  |                         |
|                         | Pension Allowance  | 34    |                  |                         |
| 465,097,421.29          | Transfer to other Government Entities                      | 38    | 790,786,335.86   |                         |
|                         | Allowance  | 40    |                  |                         |
|                         | Deductions   | 49    |                  |                         |
|                         | Refund   | 50    |                  |                         |
|                         | Inventory  | 51    |                  |                         |
|                         | Loan   | 52    |                  |                         |
|                         |  |       |                  |                         |
| <b>1,764,581,509.22</b> | <b>Total Outflow from Operating Activities</b>             |       |                  | <b>1,382,870,054.38</b> |
| <b>31,857,587.13</b>    | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |       |                  | <b>479,451.48</b>       |
|                         |  |       |                  |                         |
|                         | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |       |                  |                         |
|                         | Proceeds from Sale of PPE                                  | 53    |                  |                         |
|                         | Proceeds from Sale of Investment Property                  | 54    |                  |                         |
|                         | Proceeds from Sales of Intangible Assets                   | 55    |                  |                         |
|                         | Proceeds from Sale of Investment                           | 56    |                  |                         |
|                         | Dividends Received   | 57    | -                |                         |

|                       |   |          |               |                      |
|-----------------------|---|----------|---------------|----------------------|
|                       | <b>Total Inflow</b>                             |          |               |                      |
|                       | <b>Outflows</b>                                 |          | -             |                      |
| -51,279,570.18        | Purchase/ Construction of PPE                   | 58       | -910,000.00   |                      |
|                       | Purchase/ Construction OF Investment Property   | 59       | -             |                      |
|                       | Investment in Private Companies                 | 60       | -             |                      |
|                       | Loan Granted                                    | 61       | -             |                      |
|                       | Purchase of Intangible Assets                   | 62       | -             |                      |
|                       | Acquisition of Investment                       | 63       | -520,000.00   |                      |
| -51,279,570.18        | <b>Total Outflow</b>                            |          |               |                      |
| <b>-51,279,570.18</b> | <b>Net Cash Flow from Investing Activities</b>  |          | <b>-</b>      | <b>-1,430,000.00</b> |
|                       | <b>CASH FLOW FROM FINANCING ACTIVITIES</b>      |          |               |                      |
|                       | Capital Grant Received                          | 64       |               |                      |
|                       | Proceeds from Borrowings                        | 65       |               |                      |
|                       | <b>Total Inflow</b>                             |          | 0.00          |                      |
|                       | <b>Outflows</b>                                 |          |               |                      |
|                       | Repayment of Borrowings                         | 66       | -5,898,091.22 |                      |
|                       | Distribution of Surplus/Dividends Paid          | 67       |               |                      |
|                       | <b>Total Outflow</b>                            |          | <b>0.00</b>   |                      |
|                       | <b>Net Cash Flow from Financing Activities</b>  |          |               | <b>-5,898,091.22</b> |
| <b>-19,421,983.05</b> | <b>Net Cash Flow from all Activities</b>        |          |               | <b>-6,848,567.74</b> |
| 28,748,632.79         | Cash and Its Equivalent as at 01/01/2020        |          |               | 9,326,649.74         |
| <b>9,326,649.74</b>   | <b>Cash and Its Equivalent as at 31/12/2020</b> | <b>1</b> |               | <b>2,478,082.00</b>  |

**EKITI SOUTHWEST LOCAL GOVERNMENT, ILAWE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                    |  | Notes | Actual 2020             | Final Budget 2020       | Variance on Final Budget |
|-------------------------|--|-------|-------------------------|-------------------------|--------------------------|
| N                       |  |       | N                       | N                       | N                        |
|                         |  |       |                         |                         |                          |
|                         | <b>REVENUE</b>                               |       |                         |                         |                          |
| 1,789,981,946.35        | Government Share of FAAC (Statutory Revenue) | 21    | 1,378,139,923.07        | 1,933,172,250.00        | -28.71                   |
| 20,600.00               | Tax Revenue                                  | 22    | 301,643.31              |                         | 100.00                   |
| 6,436,550.00            | Non-Tax Revenue                              | 23    | 4,907,939.48            | 18,075,000.00           | -72.85                   |
|                         | Aid & Grants                                 | 24    |                         |                         |                          |
|                         | Investment Income                            | 25    |                         |                         |                          |
|                         | Expenditure Recovery                         | 26    |                         |                         |                          |
|                         | Other Capital Receipts                       | 27    |                         |                         |                          |
|                         | Debt Forgiveness                             | 28    |                         |                         |                          |
| <b>1,796,439,096.35</b> | <b>Total Revenue</b>                         |       | <b>1,383,349,505.86</b> | <b>1,951,247,250.00</b> | <b>-1.56</b>             |
|                         | <b>EXPENDITURE</b>                           |       |                         |                         |                          |
| 861,309,786.52          | Salaries & Wages                             | 29    | 527,855,921.84          | 700,000,200.00          | 24.59                    |
|                         | Social Contribution                          | 30    |                         |                         |                          |
| 371,848,305.91          | Social Benefit                               | 31    |                         |                         |                          |
| 66,325,995.50           | Overhead Cost                                | 32    | 64,227,796.68           | 94,212,000.00           | 31.83                    |
|                         | Gratuity                                     | 33    |                         |                         |                          |
|                         | Pension Allowance                            | 34    |                         |                         |                          |
|                         | Stationeries                                 | 35    |                         |                         |                          |
|                         | Impairment Charges                           | 36    |                         |                         |                          |
| 465,097,421.29          | Transfer to other Government Entities        | 38    | 790,786,335.86          | 820,499,980.00          | 3.62                     |
|                         | Public Debt Charges                          | 39    |                         |                         |                          |
|                         | Allowance(Leave Bonus)                       | 40    |                         |                         |                          |
| 51,279,570.18           | Purchase of PPE                              | 58    | 910,000.00              | 30,000,000.00           | 96.97                    |
| -                       | Acquisition of Investment                    | 63    | 520,000.00              | -                       | -100.00                  |
| -                       | Repayment of Borrowing                       | 66    | 5,898,091.22            | -                       | -100.00                  |
| <b>1,815,861,079.40</b> | <b>Total Expenditure</b>                     |       | <b>1,390,198,145.60</b> | <b>1,644,712,180.00</b> | <b>57.01</b>             |
| <b>-19,421,983.05</b>   | <b>Net Surplus/(Deficit)</b>                 |       | <b>-6,848,639.74</b>    | <b>306,535,070.00</b>   | <b>-158.56</b>           |
|                         |  |       |                         |                         |                          |

**EKITI SOUTH WEST LOCAL GOVERNMENT, ILAWE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| <b>S/N</b> | <b>NARRATION</b>                   | <b>ACCUMULATED<br/>SURPLUS/DEFI<br/>CIT</b> | <b>RESERVE</b>         | <b>CAPITA<br/>L<br/>GRANT</b> | <b>TOTAL</b>           |
|------------|------------------------------------|---|------------------------|-------------------------------|------------------------|
| 1          | Opening Balance (1/1/2020)         | <b>98,791,440.91</b>                        | <b>414,004,638.14</b>  | -                             | <b>512,796,079.05</b>  |
| 2          | Net Surplus/(Deficit) for the year | <b>-16,716,973.52</b>                       |                        | -                             | <b>-16,716,973.52</b>  |
| 3          | Adjustment for the period          | -   | <b>-119,043,872.88</b> | -                             | <b>-119,043,872.88</b> |
|            | Closing Balance 31/12/2020         | <b>82,074,467.39</b>                        | <b>294,960,765.26</b>  | -                             | <b>377,035,232.65</b>  |

**NOTE 1****CASH AND CASH EQUIVALENTS FOR THE YEAR 2020**

| S/N | BANK         | ACCOUNT NAME   | ACCOUNT NO | AMOUNT (N)          |
|-----|--------------|----------------|------------|---------------------|
| 1   | UNION BANK   | SALARY ACCOUNT | 0004102971 | 2,290,451.61        |
| 2   | UNION BANK   | IGR ACCOUNT    | 0004071715 | 9,397.00            |
| 3   | UNION BANK   | MAIN           | 0004096862 | 41,063.46           |
| 4   | WEMA BANK    | IGR            | 0120238853 | 137,169.93          |
|     | <b>TOTAL</b> |                |            | <b>2,478,082.00</b> |

**NOTE 4****RECEIVABLE**

| 4.2           | RECEIVABLE                | 2020 (#)              |
|---------------|---------------------------|-----------------------|
| 10% STATE IGR | <u>(6,017,207,457.12)</u> | 376,075,466.07        |
|               | <u>16</u>                 |                       |
| IGR           |                           | 1,571,152.67          |
|               | <b>TOTAL</b>              | <b>377,646,618.74</b> |

**NOTE 8 PROPERTY, PLANT & EQUIPMENT**

|                                       | LAND & BUILDING       | INFRASTRUCTURE        | PLANT & MACHINERY | TRANSPORTATION EQUIPMENT | OFFICE EQUIPMENT    | OFFICE EQUIPMENT    | TOTAL                 |
|---------------------------------------|-----------------------|-----------------------|-------------------|--------------------------|---------------------|---------------------|-----------------------|
| COST/REVALUATION                      | #                     | #                     | #                 | #                        | #                   | #                   | #                     |
| BAL. B/F FORWARD 1/1/2020             | 326,500,000.00        | 150,000,000.00        | 650,000.00        | 12,100,000.00            | 1,323,500.00        | 2,128,200.00        | 492,701,700.00        |
| ADDITIONAL DURING THE YEAR            | 100,000.00            | 400,000.00            | 160,000.00        |                          |                     | 250,000.00          | 910,000.00            |
| DISPOSAL DURING THE YEAR              |                       |                       |                   |                          |                     |                     |                       |
| <b>BALANCE C/F FORWARD 31/12/2020</b> | <b>326,600,000.00</b> | <b>150,400,000.00</b> | <b>810,000.00</b> | <b>12,100,000.00</b>     | <b>1,323,500.00</b> | <b>2,378,200.00</b> | <b>493,611,700.00</b> |
| ACCUMULATED DEP @                     | 2%                    | 3%                    | 20%               | 25%                      | 25%                 | 25%                 |                       |
| BAL. B/F FORWARD 1/1/2020             | 6,530,000.00          | 4,500,000.00          | 130,000.00        | 3,025,000.00             | 330,875.00          | 532,050.00          | 15,047,925.00         |
| DEPRECIATION DURING THE YEAR          | 6,532,00.00           | 4,512,000.00          | 162,000.00        | 3,025,00.00              | 330,875.00          | 594,550.00          | 15,156,425.00         |
| DISPOSAL DURING THE YEAR              |                       |                       |                   |                          |                     |                     |                       |
| <b>BALANCE C/F FORWARD 31/12/2020</b> | <b>13,062,000.00</b>  | <b>9,012,000.00</b>   | <b>292,000.00</b> | <b>6,050,000.00</b>      | <b>661,750.00</b>   | <b>1,126,600.00</b> | <b>30,204,350.00</b>  |
| <b>NET BOOK VALUE:</b>                |                       |                       |                   |                          |                     |                     |                       |
| <b>AS AT 31/12/2019</b>               | <b>319,970,000.00</b> | <b>145,500,000.00</b> | <b>520,000.00</b> | <b>9,075,000.00</b>      | <b>992,625.00</b>   | <b>1,596,150.00</b> | <b>477,653,775.00</b> |
| <b>AS AT 31/12/2020</b>               | <b>313,538,000.00</b> | <b>141,388,000.00</b> | <b>518,000.00</b> | <b>6,050,000.00</b>      | <b>661,750.00</b>   | <b>1,251,600.00</b> | <b>463,407,350.00</b> |



**NOTE 9****INVESTMENT PROPERTY (LAND & BUILDING)**

| <b>S/N</b> | <b>DETAILS</b>                   | <b>AMOUNT (#)</b>     |
|------------|----------------------------------|-----------------------|
| 1          | BALANCE B/F FORWARD 1/1/2020     | 102,000,000.00        |
| 2          | ADDITIONS DURING THE YEAR        | 0                     |
|            | DISPOSAL DURING THE YEAR         | 0                     |
|            | BALANCE C/F FORWARD 1/12/2020    | <b>102,000,000.00</b> |
|            | ACCUMULATED DEPRECIATION:        | 2,040,000.00          |
|            | DEPRECIATION DURING THE YEAR     | 2,040,000.00          |
|            | DISPOSAL DURING THE YEAR         |                       |
|            | BALANCE C/F FORWARD 1/12/2020    | 4,080,000.00          |
|            | <b>NET BOOK VALUE 31/12/2020</b> | <b>97,920,000.00</b>  |

**NOTE 10****BIOLOGICAL ASSETS**

| <b>S/N</b> | <b>DETAILS</b> | <b>AMOUNT (#)</b> |
|------------|----------------|-------------------|
| 1          | TEAK           | 520,000.00        |
|            | <b>TOTAL</b>   | <b>520,000.00</b> |

**NOTE 13****UNREMITTED DEDUCTIONS**

| <b>S/N</b> | <b>DETAILS</b>   | <b>AMOUNT (#)</b>   |
|------------|------------------|---------------------|
| 1          | UNREMITTED TAXES | -                   |
| 2          | PAYE             | -                   |
| 3          | WITHHOLDING TAX  | 202,680.00          |
| 4          | VALUE ADDED TAX  | 1,175,300.00        |
|            | <b>TOTAL</b>     | <b>1,377,980.00</b> |

**NOTE 14****PAYABLES**

| <b>S/N</b> | <b>DETAILS</b>       | <b>AMOUNT #</b>       |
|------------|----------------------|-----------------------|
| 1          | PERSONNEL EMOLUMENTS | 374,646,618.74        |
| 2          | PENSION & GRATUITY   |                       |
| 3          | PROFESSIONAL FEES    | 800,000.00            |
| 4          | GOODS & SERVICE      |                       |
| 5          | UTILITIES            |                       |
| 6          | STAFF CLAIMS         | 6,750,000.00          |
| 7          | OTHER: LEAVE BONUS   | 94,855,881.75         |
|            | <b>TOTAL</b>         | <b>477,053,500.49</b> |

**NOTE 16****LONG TERM BORROWINGS**

| <b>S/N</b> | <b>DETAILS</b>         | <b>AMOUNT #</b>      |
|------------|------------------------|----------------------|
| 1          | DOMESTIC BORROWINGS    |                      |
| 2          | BAIL-OUT B/F           | 92,403,428.80        |
| 3          | REPAYMENT FOR THE YEAR | 5,898,091.20         |
|            | <b>TOTAL</b>           | <b>86,505,337.60</b> |

**NOTE 21****GOVERNMENT SHARE OF FAAC**

| <b>NOTE</b> | <b>DETAILS</b>   | <b>AMOUNT #</b>         |
|-------------|--|-------------------------|
|             | Net share of Statutory Allocation from JAAC            | 581,455,496.01          |
|             | Add: Deduction at source for Loan Repayment            | 5,898,091.20            |
|             | Share of Statutory Allocation – other Agencies         | 790,786,335.86          |
|             | Share of Allocation from Excess Crude Oil              |                         |
|             | <b>Total (Gross) FAAC/JAAC Allocation to FGN/SG/LG</b> | <b>1,378,139,923.07</b> |

**NOTE 22****TAX REVENUE**

| <b>DETAILS</b>            | <b>AMOUNT (#)</b> |
|---------------------------|-------------------|
| PERSONAL INCOME TAX       | -                 |
| POLL TAXES                | 76,200.00         |
| COMMUNITY DEVELOPMENT TAX | -                 |
| CORPORATE TAXES           | 225,443.31        |
| <b>TOTAL</b>              | <b>301,643.31</b> |

**NOTE 23****TAX REVENUE**

| <b>DETAILS</b>                     | <b>AMOUNT (#)</b>   |
|------------------------------------|---------------------|
| LICENCES                           | 828,800.00          |
| MINNING RENTS                      | -                   |
| ROYALTIES                          | -                   |
| FEES                               | 2,149,889.49        |
| FINES                              | 40,000.00           |
| SALES                              | 152,500.00          |
| EARNINGS                           | 1,302,750.00        |
| RENT OF GOVERNMENT BUILDING        | 434,000.00          |
| <b>GRAND-TOTAL NON-TAX REVENUE</b> | <b>4,907,939.48</b> |

**NOTE 29**  
**SALARIES AND WAGES**

| <b>S/N</b> | <b>DETAILS</b>               | <b>AMOUNT (#)</b>     |
|------------|------------------------------|-----------------------|
| 1          | PUBLIC OFFICE HOLDERS        | 49,014,489.00         |
| 2          | ACCOUNTING OFFICERS          | 1,225,404.00          |
| 3          | DIRECTORS                    | 22,152,206.00         |
| 4          | OPERATIONAL MANAGEMENT CARDE | 17,144,799.00         |
| 5          | OTHER OFFICERS/STAFF         | 438,289,023.84        |
|            | <b>TOTAL</b>                 | <b>527,855,921.84</b> |

**NOTE 32**  
**OVERHEAD COSTSS**

| <b>S/N</b> | <b>DETAILS</b>                     | <b>AMOUNT (#)</b>    |
|------------|------------------------------------|----------------------|
| 1          | TRAVEL & TRANSPORT                 | 36,000.00            |
| 2          | UTILITIES                          | 450,000.00           |
| 3          | MATERIALS & SUPPLIES               | 1,674,000.00         |
| 4          | MAINTENANCE SERVICES               | 11,631,296.68        |
| 5          | TRAINING                           | 250,000.00           |
| 6          | OTHER SERVICES                     | 14,472,000.00        |
| 7          | CONSULTING & PROFESSIONAL SERVICES | 825,000.00           |
| 8          | FULE & LIBRICANTS                  | 1,272,000.00         |
| 9          | BANK CHARGES & INSURANCE PREMIUM   | 10,000.00            |
| 10         | MISCELANEOUS EXPENSES              | 33,279,500.00        |
|            | <b>TOTAL</b>                       | <b>64,227,796.68</b> |

**NOTE 37****DEPRECIATION CHARGES PPE**

|  | <b>DETAILS</b>  | <b>AMOUNT (#)</b>    |
|--|---|----------------------|
|  | DEPRECIATION CHARGES – LAND & BUILDING @ 2%                       | 6,532,000.00         |
|  | DEPRECIATION CHARGES – INFRASTRUCTURE @ 3%                        | 4,512,000.00         |
|  | DEPRECIATION CHARGES – TRANSPORTATION EQUIPMENT @ 2%              | 162,000.00           |
|  | DEPRECIATION CHARGES – OFFICE EQUIPMENT @ 25%                     | 3,025,000.00         |
|  | DEPRECIATION CHARGES – FURNITURE & FITTINGS @ 25%                 | 330,875.00           |
|  |   | 594,550.00           |
|  | <b>TOTAL</b>  | <b>15,156,425.00</b> |
|  | DEPRECIATION CHARGES – INVESTMENT PROPERTY                        |                      |
|  | DEPRECIATION CHARGES – LAND & BUILDING @ 2% (INVESTMENT PROPERTY) | 2,040,000.00         |
|  | <b>TOTAL</b>  | <b>2,040,000.00</b>  |
|  | <b>GRAND TOTAL</b>  | <b>17,196,425.00</b> |

**NOTE 38****TRANSFER TO OTHER GOVERNMENT ENTITIES**

| <b>S/N</b> | <b>DETAILS</b>          | <b>AMOUNT(#)</b>      |
|------------|-------------------------|-----------------------|
| 1          | PEACE CORPS             | 1,440,000.00          |
| 2          | PRIMARY EDUCATION BOARD | 371,345,983.47        |
| 3          | TRADITIONAL COUNCIL     | 47,998,010.76         |
| 4          | PARASTATALS             | 19,908,820.81         |
| 5          | SUBEB                   | 6,180,000.00          |
| 6          | CHIEFTAINCY             | 1,105,373.38          |
| 7          | PENSION                 | 341,347,847.44        |
|            | NIBBS CHARGES           | 1,460,300.00          |
|            | <b>TOTAL</b>            | <b>790,786,335.86</b> |

**NOTE 58****PURCHASE OF PP&E**

| <b>S/N</b> | <b>DETAILS</b>         | <b>AMOUNT (#)</b> |
|------------|------------------------|-------------------|
| 1          | LAND AND BUILDING      | 100,000.00        |
| 2          | INFRASTRUCTURE         | 400,000.00        |
| 3          | PLANT AND MACHINERY    | 160,000.00        |
| 4          | FURNITURE AND FITTINGS | 250,000.00        |
|            | <b>TOTAL</b>           | <b>910,000.00</b> |

**NOTE 63****ACQUISITIONS OF INVESTMENTS (BIOLOGICAL ASSETS)**

| <b>S/N</b> | <b>DETAILS</b> | <b>AMOUNT(#)</b>  |
|------------|----------------|-------------------|
| 1          | TEAK           | 520,000.00        |
|            | <b>TOTAL</b>   | <b>520,000.00</b> |

**NOTE 66****REPAYMENT OF BORROWING**

#

|                                |                    |                     |
|--------------------------------|--------------------|---------------------|
| TOTAL REPAYMENT                | 12 X 7,864,121.62  | 94,369,459.44       |
| REPAYMENT PER LOCAL GOVERNMENT | 94,369,459.44 / 16 | <b>5,898,091.22</b> |

**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE**

**ACCOUNTS OF EKITI WEST LOCAL GOVERNMENT,**

**ARAMOKO-EKITI**

**FOR THE YEAR ENDED**

**31ST DECEMBER, 2020.**

## **AUDIT CERTIFICATE**

I have examined the General Purpose Financial Statements of Ekiti West Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**



**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF EKITI WEST LOCAL GOVERNMENT, ARAMOKO-EKITI FOR THE  
YEAR ENDED 31<sup>ST</sup> DECEMBER, 2020.**

The General Purpose Financial Statements of Ekiti West Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively Section 26(2) of Ekiti State Audit Law 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Ekiti West Local Government to prepare and present the General purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

**5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31<sup>st</sup> December, 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- ix. The estimate made for Revenue in the 2020 budget recorded a low performance. An estimate was made for **N1,671,173,000.00**, while actual Revenue recorded stood at **N1,259,864,530.63**. This is about **75.39%** performance. Equally, the IGR of **N12,853,408.33** represents only **1.02%**

of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- x. The sum of **N1,288,641,000.00** only was budgeted for expenditure but only **N1,268,007,688.88** was actually incurred, resulting to saving of **N20,633,311.12** for the period.

## 8. REVENUE ACCOUNT

A total sum of **N1,259,864,530.63** was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only **1.02% (N12,853,408.33)** was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of **41.02%** over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2020.

## 9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report.

## 10. EXPENDITURE CONTRARY TO LAW

The following expenditure appears to be contrary to law.

| S/N | Query Number        | Subject                                | Amount<br>₦  |
|-----|---------------------|--|--------------|
| 1.  | AUD/EWLG/AQ/01/2020 | Unproduced Revenue Earning Receipts    | Assorted     |
| 2.  | AUD/EWLG/AQ/02/2020 | Expenditure Contrary to Regulations I  | 3,400,000.00 |
| 3.  | AUD/EWLG/AQ/03/2020 | Expenditure Contrary to Regulations II | 1,538,000.00 |

|    |                     |  |                      |
|----|---------------------|--|----------------------|
| 4. | AUD/EWLG/AQ/04/2020 | Unaudited/Expenditure not Supported with proper Records of Accounts. | 986,500.00           |
| 5. | AUD/EWLG/AQ/05/2020 | Unaudited/Items not taken on Store Ledger Charge.                    | 892,000.00           |
| 6. | AUD/EWLG/AQ/06/2020 | Expenditure not Supported with proper Records of Accounts            | 1,335,000.00         |
| 7. | AUD/EWLG/AQ/07/2020 | Unvouched Expenditure  | 643,033.93           |
| 8. | AUD/EWLG/AQ/08/2020 | Unretired Security Vote.   | 8,500,000.00         |
|    | <b>TOTAL</b>        |  | <b>17,294,533.93</b> |

#### 11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

#### 12. **DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

#### 13. **STATE OF ACCOUNT**

The Accounts of Ekiti West Local Government have been examined up to 31<sup>st</sup> December, 2020 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ekiti West Local Government, Aramoko-Ekiti. Particular attention is required to the followings:

- (i) Prompt attention to Audit Queries
- (ii) Inventory Register/Cards
- (iii) Internally Generated Revenue

(iv) Fixed Asset Register

(v) Capital Projects

#### 14. **OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

The following matters remained outstanding in my previous reports.

##### **(i) 2019 AUDIT QUERIES**

| <b>S/N</b> | <b>QUERY NUMBER</b> | <b>SUBJECT</b>          | <b>AMOUNT<br/>N</b>  |
|------------|---------------------|-------------------------|----------------------|
| 1.         | AQ/EWLG/02/2019     | Nugatory Payment I      | 170,000.00           |
| 2.         | AQ/EWLG/06/2019     | Unretired Security Vote | 21,900,000.00        |
|            | <b>TOTAL</b>        |                         | <b>22,070,000.00</b> |

##### **(ii) Audit Queries 2018**

|    |               |                         |             |
|----|---------------|-------------------------|-------------|
| a. | AQ/EWLG/01/18 | Exp. Contrary to Reg    | 19,000.00   |
|    | PV01/5/18     |                         |             |
| b. | AQ/EWLG/02/18 | Exp NSWPR               | 2,437,500   |
|    |               | PV 18/2/18              |             |
|    |               | 25/3/18                 |             |
| c. | AQ/EWLG/06/18 | Unproduced rev. Earning | 27 receipts |

##### **(iii). Audit Queries 2017**

**N**

|    |               |                                     |               |
|----|---------------|-------------------------------------|---------------|
| a. | AQ/EWLG/02/17 | Expenditure not support with proper |               |
|    |               | Records PVs 5 & 12                  | 8,963,250.00  |
| b. | AQ/EWLG/07/17 | Unproduced rev receipt              | 25 receipts   |
| c. | AQ/EWLG/07/17 | Cash not accounted for              | 9,444,0501    |
| d. | AQ/EWLG/08/17 | Exp. Contrary to regulation         | 15,523,785.00 |
|    |               | PVs 1,2,54 & 59                     |               |
| e. | AQ/EWLG/01/17 | Nugatory & payment                  | 2,350,000.00  |
| f. | AQ/EWLG/11/11 | Nugatory & ECTR                     | 7,580,000.00  |
|    |               | PVs 4,6-8,11-14                     |               |

|                  |                          |           |
|------------------|--------------------------|-----------|
| g. AQ/EWLG/13/17 | Nugatory & Exp           | 1,796,367 |
| h. AQ/EWLG/16/17 | Spurious /unapproved exp | 875,000   |
|                  | PVs 10&11                |           |



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance Ekiti West Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

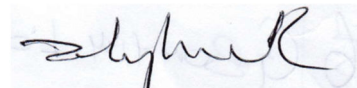
To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ekiti West Local Government as at the year ended 31<sup>st</sup> December, 2020.



**Hon. Kazeem Agunbiade,**  
**Executive Chairman.**



**Mr. Jegede M.A**  
**Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(i) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions and as events occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

This presented both the exchange and non-exchange revenue from Internally Generated revenue and Statutory Allocation from the Federation Account during the year.



- vii. Revenue from non-exchange transactions such as fees, taxes, and fines are recognized when the events occurred and the assets recognition criteria are met.
- viii. Revenue from exchange transactions are recognised when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered.

(8) **EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

(9). **STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

(10) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(11) **RECEIVABLES.**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(12) **INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable Value using FIFO method.

(13) **PROPERTY, PLANT & EQUIPMENT (PPE)**

All PPE are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost included expenditure that were directly attributable to the acquisition of the items.

(14) **INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.

(15) **DEPRECIATION**

Depreciation on PPE and investment property were charged on a straight-line basis over their Expected useful lives less estimated residual value using the appropriate rates.

(16) **UNREMITTED DEDUCTIONS.**

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source.

(17) **PAYABLES.**

Payables are recognized at fair value.

(18) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost 1 incurred.

(19) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as Expenses in the statement of Financial Performance.

**EKITI WEST LOCAL GOVERNMENT, ARAMOKO-EKITI, EKITI STATE**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020**

| <b>2019</b>             | <b>DETAILS</b>                           | <b>NOTES</b> | <b>2020</b>           |                       |
|-------------------------|--|--------------|-----------------------|-----------------------|
| <b>N</b>                | <b>Represented By:</b>                   |              | <b>N</b>              | <b>N</b>              |
|                         | <b>ASSETS</b>                            |              |                       |                       |
|                         | <b>Current Assets</b>                    |              |                       |                       |
| 18,948,416.48           | Cash and Cash Equivalents                | 1            | 10,805,198.23         |                       |
| 12,776,800.00           | Inventories                              | 2            | 908,900.00            |                       |
|                         | WIP                                      | 3            |                       |                       |
| 1,580,901,182.95        | Receivables                              | 4            | 376,517.466.27        |                       |
|                         | Prepayments                              | 5            |                       |                       |
| <b>1,612,626,399.43</b> | <b>Total Current Assets</b>              |              |                       | <b>388,231,564.50</b> |
|                         | <b>Non-Current Assets</b>                |              |                       |                       |
|                         | Loans Granted                            | 6            |                       |                       |
| 1,650,000.00            | Investments                              | 7            | 1,650,000.00          |                       |
| 263,621,536.94          | Fixed Assets-Property, Plant & Equipment | 8            | 402,285,728.87        |                       |
| 75,969,510.19           | Investment Property                      | 9            | 68,321,231.02         |                       |
|                         | Biological Assets                        | 10           |                       |                       |
| <b>341,241,047.13</b>   | <b>Total Non-Current Assets</b>          |              |                       | <b>472,256,959.89</b> |
| <b>1,953,867,446.56</b> | <b>Total Assets</b>                      |              |                       | <b>860,488,524.39</b> |
|                         | <b>LIABILITIES</b>                       |              |                       |                       |
|                         | <b>Current Liabilities</b>               |              |                       |                       |
|                         | Accumulated Depreciation                 | 11           | 15,520,163.56         |                       |
|                         | Loans & Debts(Short-Term)                | 12           |                       |                       |
| 2,797,955.02            | Unremitted Deductions                    | 13           | 1,812,481.23          |                       |
| 1,465,825,646.59        | Payables                                 | 14           | 577,695,748.96        |                       |
| <b>1,468,623,601.61</b> | <b>Total Current Liabilities</b>         |              | <b>595,028,393.75</b> |                       |
|                         | <b>Non-Current Liabilities</b>           |              |                       |                       |
| 1,875,000.00            | Public Funds                             | 15           |                       |                       |
|                         | Borrowings                               | 16           | 86,505,337.82         |                       |
| <b>1,875,000.00</b>     | <b>Total Non-Current Liabilities</b>     |              | <b>86,505,337.82</b>  |                       |
| <b>1,468,623,601.61</b> | <b>Total Liabilities</b>                 |              |                       | <b>681,533,731.57</b> |
| <b>485,243,844.95</b>   | <b>Net Asset/Equity</b>                  |              |                       | <b>178,954,792.82</b> |
|                         | <b>Financed By:</b>                      |              |                       |                       |
| 532,353,204.22          | Reserves                                 | 17           |                       | 97,233,306.36         |
| 4,000,000.00            | Capital Grant                            | 18           |                       | 4,000,000.00          |
| -                       | Net Surpluses/(Deficits)                 | 19           |                       |                       |
| -51,109,359.27          | Accumulated Surplus/(Deficits)           | 20           |                       | 77,721,486.46         |
| <b>485,243,844.95</b>   | <b>Total Net Assets/Equity</b>           |              |                       | <b>178,954,792.82</b> |

**EKITI WEST LOCAL GOVERNMENT, ARAMOKO-EKITI, EKITI STATE**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                  | DETAILS   | NOTES | Actual 2020             |
|-----------------------|---|-------|-------------------------|
| N                     | <u>REVENUE</u>  |       | N                       |
| 723,827,629.55        | Government Share of FAAC (Statutory Revenue)                      | 21    | 1,247,011,122.30        |
| 2,816,197.00          | Tax Revenue   | 22    | 6,027,375.00            |
| 5,667,194.00          | Non-Tax Revenue   | 23    | 5,947,200.00            |
|                       | Aid & Grants  | 24    |                         |
| 635,383.33            | Investment Income   | 25    | 878,833.33              |
|                       | Expenditure Recovery  | 26    |                         |
|                       | Other Capital Receipts  | 27    |                         |
|                       | Debt Forgiveness  | 28    |                         |
| <b>732,946,403.88</b> | <b>Total Revenue</b>  |       | <b>1,259,864,530.63</b> |
|                       | <u>EXPENDITURE</u>  |       |                         |
| 647,007,476.54        | Salaries & Wages  | 29    | 411,976,706.80          |
| 1,860,000.00          | Social Contribution   | 30    | 2,585,000.00            |
|                       | Social Benefit  | 31    | 265,000.00              |
| 49,268,282.78         | Overhead Cost   | 32    | 55,527,677.75           |
|                       | Gratuity  | 33    |                         |
|                       | Pension Allowance   | 34    |                         |
|                       | Stationeries  | 35    |                         |
|                       | Impairment Charges  | 36    |                         |
| 24,025,085.07         | Depreciation Charges  | 37    | 25,377,036.50           |
| 40,024,532.35         | Transfer to other Government Entities                             | 38    | 635,302,263.85          |
|                       | Public Debt Charges   | 39    |                         |
| 14,195,274.01         | Allowance(Leave Bonus)  | 40    |                         |
| <b>776,380,650.75</b> | <b>Total Expenditure</b>  |       | <b>1,131,033,684.90</b> |
|                       |   |       |                         |
| <b>-43,434,246.87</b> | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |       | <b>128,830,845.73</b>   |
|                       | <b>Total Non-Operating Revenue/(Expenses)</b>                     |       |                         |
|                       | <b>Non-Operating Activities</b>                                   |       |                         |
|                       | Gain/Loss on Disposal of Asset                                    | 41    |                         |
|                       | Refunded Revenue  | 42    |                         |
|                       | Revaluation Gain  | 43    |                         |
|                       | <b>Net Surplus/(Deficit) from Ordinary Activities</b>             |       |                         |
|                       | <b>Surplus/(Deficit) from Ordinary Activities</b>                 |       |                         |
|                       | Purchases/Construction of Assets                                  | 44    |                         |
|                       | Minority Interest Share of Surplus/(Deficits)                     | 45    |                         |
| <b>-43,434,246.87</b> | <b>Net surplus/(Deficit) for the year</b>                         |       | <b>128,830,845.73</b>   |
|                       |   |       |                         |

**EKITI WEST LOCAL GOVERNMENT, ARAMOKO-EKITI, EKITI STATE**  
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                  | DETAILS  | NOTES | 2020                  |                         |
|-----------------------|--|-------|-----------------------|-------------------------|
|                       |  |       | N                     | N                       |
|                       |  |       |                       |                         |
|                       | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |       |                       |                         |
|                       | <b><u>Inflows</u></b>                                      |       |                       |                         |
| 723,827,629.55        | Government Share of FAAC (Statutory Revenue)               | 21    | 1,247,011,122.30      |                         |
| 2,816,197.00          | Tax Revenue  | 22    | 6,027,375.00          |                         |
| 5,667,194.00          | Non-Tax Revenue  | 23    | 5,947,200.00          |                         |
|                       | Aid & Grants   | 24    |                       |                         |
| 635,383.33            | Investment Income  | 25    | 878,833.33            |                         |
|                       | Expenditure Recovery                                       | 26    |                       |                         |
|                       | Other Capital Receipts                                     | 27    |                       |                         |
|                       | Debt Forgiveness   | 28    |                       |                         |
| <b>732,946,403.88</b> | <b>Total inflow from operating Activities</b>              |       |                       | <b>1,259,864,530.63</b> |
|                       | <b><u>Outflows</u></b>                                     |       |                       |                         |
| 647,007,476.54        | Salaries & Wages   | 29    | 411,976,706.80        |                         |
| 1,860,000.00          | Social Contributions                                       | 30    | 2,585,000.00          |                         |
|                       | Social Benefit   | 31    | 265,000.00            |                         |
| 49,268,282.78         | Overheads Cost   | 32    | 55,527,677.75         |                         |
|                       | Gratuity   | 33    |                       |                         |
|                       | Pension Allowance  | 34    |                       |                         |
| 40,024,532.35         | Transfer to other Government Entities                      | 38    | 635,302,263.85        |                         |
| 14,195,274.01         | Allowance (leave Bonus)                                    | 40    |                       |                         |
|                       | Deductions   | 49    |                       |                         |
|                       | Refund   | 50    |                       |                         |
|                       | Inventory  | 51    |                       |                         |
|                       | Loan   | 52    |                       |                         |
| <b>752,355,565.68</b> | <b>Total Outflow from Operating Activities</b>             |       |                       | <b>1,105,656,648.40</b> |
| <b>-19,409,161.80</b> | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |       |                       | <b>154,207,822.23</b>   |
|                       |  |       |                       |                         |
|                       | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |       |                       |                         |
|                       | Proceeds from Sale of PPE                                  | 53    |                       |                         |
|                       | Proceeds from Sale of Investment Property                  | 54    |                       |                         |
|                       | Proceeds from Sales of Intangible Assets                   | 55    |                       |                         |
|                       | Proceeds from Sale of Investment                           | 56    |                       |                         |
|                       | Dividends Received   | 57    |                       |                         |
|                       | <b>Total Inflow</b>  |       |                       |                         |
|                       | <b>Outflows</b>  |       |                       |                         |
| <b>25,880,063.23</b>  | Purchase/ Construction of PPE                              | 58    | <b>156,452,949.26</b> |                         |
|                       | Purchase/ Construction OF Investment Property              | 59    |                       |                         |
|                       | Investment in Private Companies                            | 60    |                       |                         |
|                       | Loan Granted   | 61    |                       |                         |

|                       |   |          |              |                        |
|-----------------------|---|----------|--------------|------------------------|
|                       | Purchase of Intangible Assets                     | 62       |              |                        |
|                       | Acquisition of Investment                         | 63       |              |                        |
| <b>-25,880,063.23</b> | <b>Total Outflow</b>                              |          |              | <b>-156,452,949.26</b> |
| <b>-25,880,063.23</b> | <b>Net Cash Flow from Investing Activities</b>    |          | -            |                        |
|                       | <b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b> |          |              |                        |
| 4,000,000.00          | Capital Grant Received                            | 64       |              |                        |
|                       | Proceeds from Borrowings                          | 65       |              |                        |
| 0.00                  | <b>Total Inflow</b>                               |          |              |                        |
|                       | <b>Outflows</b>                                   |          |              |                        |
|                       | Repayment of Borrowings                           | 66       | 5,898,091.22 |                        |
|                       | Distribution of Surplus/Dividends Paid            | 67       |              |                        |
| 4,000,000.00          | <b>Total Outflow</b>                              |          |              |                        |
| -                     | <b>Net Cash Flow from Financing Activities</b>    |          |              | <b>-5,898,091.22</b>   |
| <b>-41,289,225.03</b> | <b>Net Cash Flow from all Activities</b>          |          |              | <b>-8,143,218.25</b>   |
| 60,237,641.51         | Cash and Its Equivalent as at 01/01/2020          |          |              | 18,948,416.48          |
| <b>18,948,416.48</b>  | <b>Cash and Its Equivalent as at 31/12/2020</b>   | <b>1</b> |              | <b>10,805,198.23</b>   |

**EKITI WEST LOCAL GOVERNMENT, ARAMOKO-EKITI, EKITI STATE**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR**  
**ENDED 31ST DECEMBER, 2020**

| 2019                  |  | Notes | Actual 2020             | Final Budget 2020       | Variance on Final Budget |
|-----------------------|--|-------|-------------------------|-------------------------|--------------------------|
| N                     | <u>REVENUE</u>                               |       | N                       | N                       | N                        |
| 723,827,629.55        | Government Share of FAAC (Statutory Revenue) | 21    | 1,247,011,122.30        | 1,641,173,000.00        | -24.02                   |
| 2,816,197.00          | Tax Revenue                                  | 22    | 6,027,375.00            | 15,000,000.00           | -59.82                   |
| 5,667,194.00          | Non-Tax Revenue                              | 23    | 5,947,200.00            | 7,000,000.00            | -15.04                   |
| 4,000,000.00          | Aid & Grants                                 | 24    |                         | 6,000,000.00            | -100.00                  |
| 635,383.33            | Investment Income                            | 25    | 878,833.33              |                         | 100.00                   |
|                       | Expenditure Recovery                         | 26    |                         | 2,000,000.00            | -100.00                  |
|                       | Other Capital Receipts                       | 27    |                         |                         |                          |
|                       | Debt Forgiveness                             | 28    |                         |                         |                          |
| <b>736,946,403.88</b> | <b>Total Revenue</b>                         |       | <b>1,259,864,530.63</b> | <b>1,671,173,000.00</b> | <b>-198.87</b>           |
|                       | <u>EXPENDITURE</u>                           |       |                         |                         |                          |
| 647,007,476.54        | Salaries & Wages                             | 29    | 411,976,706.80          | 455,000,000.00          | 9.46                     |
| 1,860,000.00          | Social Contribution                          | 30    | 2,585,000.00            | 0.00                    | -100.00                  |
|                       | Social Benefit                               | 31    | 265,000.00              | 30,000,000.00           | 99.12                    |
| 49,268,282.78         | Overhead Cost                                | 32    | 55,527,677.75           | 80,000,000.00           | 30.59                    |
|                       | Gratuity                                     | 33    |                         |                         |                          |
|                       | Pension Allowance                            | 34    |                         |                         |                          |
|                       | Stationeries                                 | 35    |                         |                         |                          |
|                       | Impairment Charges                           | 36    |                         |                         |                          |
| 40,024,532.35         | Transfer to other Government Entities        | 38    | 635,302,263.85          | 650,000,000.00          | 2.26                     |
|                       | Public Debt Charges                          | 39    |                         |                         |                          |
| 14,195,274.01         | Allowance(Leave Bonus)                       | 40    |                         |                         |                          |
| 25,880,063.23         | Purchase of Assets                           | 58    | 156,542,949.26          | 73,641,000.00           | -112.58                  |
| -                     | Acquisition of Investment                    | 63    | -                       | -                       | -                        |
| -                     | Repayment of Borrowing                       | 66    | 5,898,091.22            | -                       | -100.00                  |
| <b>778,235,628.91</b> | <b>Total Expenditure</b>                     |       | <b>1,268,007,688.88</b> | <b>1,288,641,000.00</b> | <b>-71.03</b>            |
| <b>-41,289,225.03</b> | <b>Net Surplus /(Deficit) for the year</b>   |       | <b>-8,143,158.25</b>    | <b>382,532,000.00</b>   | <b>-127.84</b>           |

**EKITI WEST LOCAL GOVERNMENT, ARAMOKO EKITI STATE NIGERIA**  
**STATEMENT OF CHANGES IN NET ASSET/EQUITY FOR THE YEAR ENDED 31<sup>ST</sup>,  
DECEMBER, 2020**

| S/N | NARRATION                      | ACCUMULATED<br>SURPLUS/DEFICIT | RESERVE         | CAPITAL<br>GRANT | TOTAL           |
|-----|--------------------------------|--------------------------------|-----------------|------------------|-----------------|
| 1   | Opening Balance (1/1/2020)     | -51,109,359.27                 | 532,353,204.22  | 4,000,000.00     | 485,243,844.95  |
| 2   | Surplus/(Deficit) for the year | 128,830,845.73                 |                 |                  | 128,830,845.73  |
|     | Grant for the period           |                                |                 |                  |                 |
| 3   | Adjustment for the period      |                                |                 |                  |                 |
| 4   |                                |                                | -435,119,897.86 |                  | -435,119,897.86 |
|     | Closing Balance (31/12/2020)   | 77,721,486.46                  | 97,233,306.36   | 4,000,000.00     | 178,954,792.82  |



**NOTE 1****CASH AND CASH EQUIVALENT**

| S/N | NAME OF BANK  | ACCOUNT NAME | ACCOUNT NUMBER | AMOUNT (#)           |
|-----|---------------|--------------|----------------|----------------------|
| 1   | UBA           | RUNNINGS     | 1022112573     | 6,692,399.39         |
| 2   | MICRO FINANCE | IGR          | 1040044680     | (14,865.26)          |
| 3   | WEMA          | SALARY       | 0121524256     | 4,121,628.55         |
| 4   | FIRST BANK    | SALARY       | 2004981253     | 6,035.55             |
|     | TOTAL         |              |                | <b>10,805,198.23</b> |

**NOTE 2****INVENTORIES**

| S/N | ITEMS                    | OPENING BAL<br>10/10/2020 | ADDITIONAL<br>PURHCASES | ISSUED<br>CONSUMED | BALANCE<br>AS AT<br>31/12/2020 |
|-----|--------------------------|---------------------------|-------------------------|--------------------|--------------------------------|
| 1   | OFFICE EQUIP.            | 49,100.00                 | 625,000.00              | 590,200.00         | 83,900.00                      |
| 2   | CONSUMABLES              | 117,700.00                | 5,442,602.50            | 5,345,302.50       | 215,000.00                     |
| 3   | MEDICAL EQUIP.           | 600,000.00                | 0.00                    | -                  | 600,000.00                     |
| 4   | MECH. WORKSHOP MATERIALS | 10,000.00                 | 0.00                    | -                  | 10,000.00                      |
|     | TOTAL                    | <b>0.00</b>               | <b>0.00</b>             | <b>0.0</b>         | <b>908,900.00</b>              |

**NOTE 4****RECEIVABLES****AMOUNT #**

1. 10% State IGR (6,017,207,457.12)

16

#376,075,466.07

2 Demand Notice

442,000.20

**TOTAL**

**#376,517,466.27**

**Note 7****INVESTMENT IN SECURITY****LOCAL GOVERNMENT INVESTMENT IN SECURITY**

|               |                            |
|---------------|----------------------------|
| WEMA BANK     | 1,000,000.00               |
| HERITAGE BANK | <u>650,000.00</u>          |
| <b>TOTAL</b>  | <b><u>1,650,000.00</u></b> |

**NOTE 8****PP & E**

|                                  | <b>INFRASTRUCTURE</b> | <b>LAND &amp; BUILDING<br/>2%</b> | <b>MOTOR VEHICLES<br/>20%</b> | <b>PLANT &amp; MACH.<br/>10%</b> | <b>FURN. &amp; EQUIP. 10%</b> | <b>TOTAL</b>          |
|----------------------------------|-----------------------|-----------------------------------|-------------------------------|----------------------------------|-------------------------------|-----------------------|
| BAL. 1/1/2020                    |                       | 178,390,343.68                    | 16,855,764.26                 | 1,884,465.00                     | 66,430,964.00                 | 263,561,536.94        |
| Additional purchase for the year | 27,639,857.40         | 128,813,091.86                    | 0.00                          | 0.00                             |                               | 156,452,949.26        |
| Cost of as 31/12/2020            | <b>27,639,857.40</b>  | <b>307,203,435.54</b>             | <b>16,855,764.26</b>          | <b>1,884,465.00</b>              | <b>66,430,964.00</b>          | <b>420,014,486.20</b> |
| Depr. As 1/1/2020                | -                     | 3,640,619.26                      | 4,288,941.07                  | 209,385.00                       | 7,381,218.23                  | 15,520,163.56         |
| Dcp for the year (B)             | <b>1,381,992.87</b>   | 6,144,068.71                      | 3,371,152.85                  | 188,446.50                       | 6,643,096.40                  | 17,728,757.33         |
| <b>NBV (A-B)</b>                 | <b>26,257,864.43</b>  | <b>301,059,366.83</b>             | <b>13,484,611.41</b>          | <b>1,696,018.50</b>              | <b>59,787,867.60</b>          | <b>402,285,728.87</b> |

**NOTE 9****INVESTMENT PROPERTY**

| <b>S/N</b> | <b>ITEMS</b>           | <b>OPENING BAL.<br/>1/1/2020</b> | <b>DEPR.<br/>RATE<br/>%</b> | <b>DEPR #</b>       | <b>NET BOOK VALUE<br/># 31/12/2020</b> |
|------------|------------------------|----------------------------------|-----------------------------|---------------------|--|
| 1          | LOCK UP SHOPS          | 29,281,905.56                    | 10                          | 2,928,190.56        | 26,353,715.00                          |
| 2          | OPEN MARKET STALLS     | 22,098,723.02                    | 10                          | 2,209,872.30        | 19,888,850.72                          |
| 3          | POULTRY PENS           | 6,601,095.00                     | 10                          | 660,109.50          | 5,940,985.50                           |
| 4          | FILLING STATION        | 8,215,647.93                     | 10                          | 821,564.79          | 7,394,083.14                           |
| 5          | WOMEN DEV. CENTRE      | 2,439,546.01                     | 10                          | 243,954.60          | 2,195,591.41                           |
| 6          | FAYOSE MARKET<br>STALL | 7,332,592.67                     | 10.7                        | 784,587.42          | 6,548,005.25                           |
|            | <b>TOTAL</b>           | <b>75,969,510.19</b>             |                             | <b>7,648,279.17</b> | <b>68,321,231.02</b>                   |

**NOTE 11****ACCUMULATED DEPRECIATION**

| <b>S/N</b> | <b>DETAILS</b>        | <b>AMOUNT (#)</b>    |
|------------|-----------------------|----------------------|
| 1          | INFRASTRUCTURE        | -                    |
| 2          | LAND & BUILDING       | 3,640,619.26         |
| 3          | MOTOR VEHICLE         | 4,288,941.07         |
| 4          | PLANTS & MACHINERY    | 209,385.00           |
| 5          | FURNITURE & EQUIPMENT | 7,381,218.23         |
|            | <b>TOTAL</b>          | <b>15,520,163.56</b> |

**NOTE 13****UNREMITTED DEDUCTION**

| <b>S/N</b> | <b>ITEM</b>    | <b>OPENING BAL.<br/>1/1/2020</b> | <b>ADD DEDUCTION</b> | <b>AMT. PAID</b>     | <b>BALANCE AS AT<br/>31/12/2020</b> |
|------------|----------------|----------------------------------|----------------------|----------------------|-------------------------------------|
| 1          | 5% VAT         | 850,516.20                       | 9,475,145.04         | 9,765,145.04         | 560,516.20                          |
| 2          | 5% WHT         | 1,231,714.92                     | 6,310,471.53         | 6,980,471.53         | 561,714.92                          |
| 3          | 2% EFT         | 55,494.00                        | 2,524,243.90         | 2,524,243.90         | 55,494.00                           |
| 4          | CREDIT         | 30,135.00                        | 120,540.00           | 146,530.00           | 4,145.00                            |
| 5          | DIRECT<br>PAYE | 630,611.11                       | 3,894,456.97         | 3,894,456.97         | 630,611.11                          |
|            | <b>TOTAL</b>   | <b>2,798,471.23</b>              | <b>22,324,857.44</b> | <b>23,310,847.44</b> | <b>1,812,481.23</b>                 |

**NOTE 14****PAYABLES**

| <b>ITEMS</b> | <b>OPENING BAL<br/>1/1/2020</b> | <b>ADDITIONAL<br/>COMMITMENT</b> | <b>TOTAL</b>          | <b>AMOUNT PAID</b>    | <b>OUTSTADING<br/>31/12/2020</b> |
|--------------|---------------------------------|----------------------------------|-----------------------|-----------------------|----------------------------------|
| Salary       | 288,714,588.04                  | 411,556,70.80                    | 700,271,294.84        | 411,556,706.80        | 288,714,588.04                   |
| Leave        |                                 |                                  |                       |                       |                                  |
| Allowance    | 59,094,458.98                   | 32,776,512.17                    | 91,870,971.15         | 0.00                  | 91,870,971.15                    |
| Other        | 173,965,287.87                  | 28,590,431.90                    | 202,555,719.77        | 8,755,530.00          | 193,800,189.77                   |
| Allowance    |                                 |                                  |                       |                       |                                  |
| Audit fee to | 0.00                            | 450,000.00                       | 450,000.00            | 450,000.00            | 0.00                             |
| safe         | 910,000.00                      | 25,000.00                        | 1,160,000.00          | 0.00                  | 1,160,000.00                     |
| Professional | 2,150,000.00                    | 0.00                             | 2,150,000.00          | 0.00                  | 21,150,00.00                     |
| fee          |                                 |                                  |                       |                       |                                  |
| Utility fee  |                                 |                                  |                       |                       |                                  |
| <b>Total</b> | <b>524,834,334.89</b>           | <b>-</b>                         | <b>998,457,985.76</b> | <b>420,762,236.80</b> | <b>577,695,748.96</b>            |

**NOTE 16****BORROWING**

|                 |                         |
|-----------------|-------------------------|
| TOTAL LIABILITY | 1,887,389,188.80        |
| LESS PAYMENT    | 503,303,783.62          |
| BALANCE         | <b>1,384,085,405.12</b> |

|            |     |       |                         |
|------------|-----|-------|-------------------------|
| LIABILITY  | PER | LOCAL | <u>1,384,085,405.12</u> |
| GOVERNMENT |     |       |                         |

$$= 86,505,337.82$$

**NOTE 21****STATUTORY ALLOCATION**

| S/N | MONTHS                                  | AMOUNT (#)              |
|-----|---|-------------------------|
| 1   | JANUARY                                 | 48,010,957.44           |
| 2   | FEBRUARY                                | 52,557,009.23           |
| 3   | MARCH                                   | 48,683,469.42           |
| 4   | APRIL                                   | 48,224,572.16           |
| 5   | MAY                                     | 44,521,008.71           |
| 6   | JUNE                                    | 55,162,113.69           |
| 7   | JULY                                    | 58,000,632.25           |
| 8   | AUGUST                                  | 49,272,874.13           |
| 9   | SEPTEMBER                               | 34,952,991.83           |
| 10  | OCTOBER                                 | 46,938,308.03           |
| 11  | NOVEMBER                                | 88,640,510.33           |
| 12  | DECEMBER                                | 36,744,411.23           |
|     | ALLOCATION TO OTHER GOVERNMENT ENTITIES | 635,302,263.85          |
|     | <b>TOTAL</b>                            | <b>1,247,011,122.30</b> |

**NOTE 22****TAX REVENUE**

#

|    |                |                            |
|----|----------------|----------------------------|
| 1. | COMMERCIAL TAX | 5,397,375.00               |
| 2. | TENEMENT RATE  | <u>630,000.00</u>          |
|    |                | <b><u>6,027,375.00</u></b> |

**NOTE 23****NON TAX REVENUE**

|                            |                            |
|----------------------------|----------------------------|
| LOCAL LICENSE, FINE & RATE | 4,987,200.00               |
| MISCELLANEOUS INCOME       | <u>960,000.00</u>          |
|                            | <b><u>5,947,200.00</u></b> |

**NOTE 25****INVESTMENT INCOME**

| <b>S/N</b> | <b>ITEMS</b>  | <b>AMOUNT (#)</b> |
|------------|---|-------------------|
| 1          | Proceed from the lease of petrol station attributable to 2017 | 208,333.33        |
| 2          | Proceed from the lease of poultry pens for 2017               | 0.00              |
| 3          | Dividend from shares  | 0.00              |
| 4          | Rent from local Government investment properties              | 670,500.00        |
|            | <b>Total</b>  | <b>878,833.33</b> |

**NOTE 29****SALARIES AND WAGES**

| <b>S/N</b> | <b>DETAILS</b>                 | <b>AMOUNT (#)</b>     |
|------------|--------------------------------|-----------------------|
| 1          | STAFF SALARY                   | 347,234,900.61        |
| 2          | POLITICAL OFFICE HOLDER SALARY | 46,400,282.47         |
| 3          | PALACE STAFF SALARY            | 17,921,523.72         |
| 4          | MID WIVES SALARY               | 420,000.00            |
|            | <b>TOTAL</b>                   | <b>411,976,706.80</b> |

**NOTE 30****SOCIAL CONTRIBUTION**

| <b>S/N</b> | <b>DETAILS</b>                      | <b>AMOUNT (#)</b>   |
|------------|-------------------------------------|---------------------|
| 1          | P.S RETIREMENT (OWOSENI)            | 50,000.00           |
| 2          | EKFEST                              | 250,000.00          |
| 3          | POLICE                              | 100,000.00          |
| 4          | COVID-19                            | 500,000.00          |
| 5          | MR. GOVERNOR'S BIRTHDAY & OTHER     | 325,000.00          |
| 6          | NIGERIA ARMY & ARMY REMEMBRANCE DAY | 175,000.00          |
| 7          | "O YES" PROGRAMME                   | 40,000.00           |
| 8          | TRANSITION COMMITTEE                | 100,000.00          |
| 9          | WOMEN PROGRAMME BY THE FIRST LADY   | 95,000.00           |
| 10         | AMOTEKUN                            | 400,000.00          |
| 11         | HEALTH & WELFARE OF PEOPLE          | 550,000.00          |
|            | <b>TOTAL</b>                        | <b>2,585,000.00</b> |

**NOTE 31****SOCIAL BENEFIT**

|            | #                        |
|------------|--------------------------|
| ALGON DEBT | 65,000.00                |
| NULGE      | <u>200,000.00</u>        |
|            | <b><u>265,000.00</u></b> |

**NOTE 32****OVERHEAD COST**

| S/N | DETAILS                       | AMOUNT (#)           |
|-----|-------------------------------|----------------------|
| 1   | SECURITY VOTE                 | 8,000,000.00         |
| 2   | TRANSPROT AND TRAVELLING      | 1,716,000.00         |
| 3   | STATIONERY AND PRINTING       | 2,476,000.00         |
| 4   | MAINTENANCE OF OFFICE/VEHICLE | 11,336,197.75        |
| 5   | ENTERTAINMENT AND HOSPITALITY | 401,000.00           |
| 6   | HOUSE GRANT                   | 4,170,000.00         |
| 7   | IMPREST                       | 27,428,480.00        |
|     | <b>TOTAL</b>                  | <b>55,527,677.75</b> |

**NOTE 37****DEPRECIATION FOR THE YEAR**

| INFRASTRUCTURE<br>5% | LAND &<br>BUILDING<br>2% | PLANT<br>MACHINERY<br>10% | MOTOR<br>VEHICLE<br>20% | FURNITURE<br>& EQUIP<br>10% | INVESTMENT<br>PROPERTY | TOTAL         |
|----------------------|--------------------------|---------------------------|-------------------------|-----------------------------|------------------------|---------------|
| 1,381,992.87         | 6,144,068.71             | 188,446.50                | 3,371,152.85            | 6,643,096.40                | 7,648,279.17           | 25,377,036.50 |

**NOTE 38****TRANSFER TO OTHER GOVERNMENT ENTITIES**

| <b>S/N</b> | <b>MONTHS</b> | <b>AMOUNT (#)</b>     |
|------------|---------------|-----------------------|
| 1          | JANUARY       | 62,674,188.74         |
| 2          | FEBRUARY      | 51,303,219.59         |
| 3          | MARCH         | 46,921,262.61         |
| 4          | APRIL         | 44,812,353.39         |
| 5          | MAY           | 45,681,697.19         |
| 6          | JUNE          | 53,486,212.39         |
| 7          | JULY          | 59,704,836.75         |
| 8          | AUGUST        | 56,697,326.62         |
| 9          | SEPTEMBER     | 54,026,717.42         |
| 10         | OCTOBER       | 46,354,678.17         |
| 11         | NOVEMBER      | 56,697,326.62         |
| 12         | DECEMBER      | 56,942,444.36         |
|            | <b>TOTAL</b>  | <b>635,302,263.85</b> |

**NOTED 58****PURCHASE OF PP & E**

Infrastructure

27,639,859.44

Land and Building

128,813,089.82156,452,949.26**NOTE 66****REPAYMENT OF BORROWING**

TOTAL REPAYMENT

#  
12 X 7,864,121.62

REPAYMENT PER LOCAL GOVERNMENT 94,369,459.44

94,369,459.44

16

= #5,898,091.22

**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE**

**ACCOUNTS OF GBONYIN LOCAL GOVERNMENT,**

**ODE-EKITI**

**FOR THE YEAR ENDED**

**31ST DECEMBER, 2020.**



## AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Gbonyin Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF GBONYIN LOCAL GOVERNMENT, ODE-EKITI FOR THE YEAR  
ENDED 31<sup>ST</sup> DECEMBER, 2020.**

The General Purpose Financial Statements of Gbonyin Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively Section 26(2) of Ekiti State Audit Law 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999, The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Gbonyin Local Government to prepare and present the General purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

**5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31<sup>st</sup> December, 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2020 budget recorded a low performance. An estimate was made for N1,767,069,185.56, while actual Revenue recorded stood at N1,201,708,754.21. This is about 68.01% performance. Equally, the IGR of N6,884,831.00 represents only 0.57% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory Allocation for survival.

- ii. The sum of N1,734,450,040.26 only was budgeted for expenditure but only N1,174,732,682.04 was actually incurred, resulting to a saving of N559,717,358.22 for the period.

## 8. REVENUE ACCOUNT

A total sum of N1,201,708,784.21 was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only 0.57% (N6,884,831.00) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a deficit of 9.54% over that of previous year. Details of this is contained in the statement of Budget for the year 2020.

## 9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report.

## 10. EXPENDITURE CONTRARY TO LAW

The following expenditure appears to be contrary to law.

| S/N | QUERY NUMBER        | SUBJECT  | AMOUNT               |
|-----|---------------------|--|----------------------|
| 1   | AUD/GBLG/AQ/01/2020 | Unproduced Revenue Earing Receipt.             | Assorted             |
| 2   | AUD/GBLG/AQ/02/2020 | Expenditure Contrary to Regulations.           | 2,475,000.00         |
| 3   | AUD/GBLG/AQ/03/2020 | Expenditure not Supported with Proper Records. | 2,332,000.00         |
| 4   | AUD/GBLG/AQ/04/2020 | Doubtful Expenditure.                          | 2,829,250.00         |
| 5   | AUD/GBLG/AQ/05/2020 | Items not Taken on Store Ledger.               | 755,000.00           |
| 6   | AUD/GBLG/AQ/06/2020 | Unretired Security Vote.                       | 8,500,000.00         |
| 7   | AUD/GBLG/AQ/07/2020 | Unretired Expenditure.                         | 2,039,000.00         |
|     | <b>TOTAL</b>        |  | <b>18,930,250.00</b> |

## 11. **STATEMENTS OF ASSETS AND LIABILITIES**

The Assets schedule prepared was incorrect as the PP&E were not categorized in accordance with IPSAS compliance. Henceforth, the PP&E should be split to each heads i.e. Lands, Building, furniture etc and appropriate depreciation percentage should be used.

## 12. **DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

## 13. **STATE OF ACCOUNT**

The Accounts of Gbonyin Local Government have been examined up to 31<sup>st</sup> December, 2020 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Gbonyin Local Government, Ode-Ekiti. Particular attention is required to the followings:

- (i) Internally Generated Revenue.
- (ii) Attendance to audit queries.
- (iii) Fixed Assets Register.
- (iv) Unproduced Revenue Receipts.
- (v) All Outstanding matters from previous report.

## 14. **OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

The following matters remained outstanding in my previous reports.

- |    |  |              |
|----|--|--------------|
| i. | Loss of fund involving Mr. Olarewanju Oladimeji (2015) | 4,881,128.88 |
|----|--|--------------|

- ii. Non-salary related Expenditure from salary account (2015) 6,633,000.00
- iii. Rehabilitation of Basic Health Centre (inflation of contract (2015) 1,700,000.00
- iv. Receipts purchased but not traceable to store (143) (2014) involving  
Mr. Peter Adelusi

**(v) 2020 AUDIT QUERY**

| S/N | QUERY NUMBER        | SUBJECT                 | AMOUNT              |
|-----|---------------------|-------------------------|---------------------|
| 1   | AUD/GBLG/AQ/05/2019 | Unretired Security Vote | 8,500,000.00        |
|     | <b>TOTAL</b>        |                         | <b>8,500,000.00</b> |



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

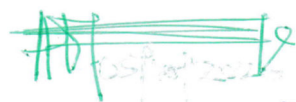
## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance Gbonyin Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Gbonyin Local Government as at the year ended 31<sup>st</sup> December, 2020.



**Hon. Prince Fadumiye Ayodele,  
Executive Chairman.**



**Mr. Tunde Arowolaju  
Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(1) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions and events occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

Revenue from non-exchange transactions such as fees, taxes, and fines are recognized when the events occurred and the assets recognition criteria are met.

### **(8) EXPENSES.**



All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

(9) **STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

(10) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(11) **RECEIVABLES.**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(12) **INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

(13) **PROPERTY, PLANT & EQUIPMENT (PPE)**

- i. All PPE are stated at historical cost less accumulated depreciation.
- ii. Historical cost included expenditure that were directly attributable to the acquisition of the items.

(14) **DEPRECIATION**

Depreciation on PPE and Investment property were charged on a straight line basis over their expected useful lives less estimated residual value using the appropriate rates.

(15) **PAYABLES.**

Payables are recognized at fair value.

(16) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost incurred.

(17) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as expenses in the Statement of Financial Performance.

**GBONYIN LOCAL GOVERNMENT, ODE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020**

| <b>2019</b>           | <b>DETAILS</b>                           | <b>NOTES</b> | <b>2020</b>           |                       |
|-----------------------|--|--------------|-----------------------|-----------------------|
| <b>N</b>              | <b>Represented By:</b>                   |              | <b>N</b>              | <b>N</b>              |
|                       | <b>ASSETS</b>                            |              |                       |                       |
|                       | <b>Current Assets</b>                    |              |                       |                       |
| 4,700,657.20          | Cash and Cash Equivalents                | 1            | 31,676,729.37         |                       |
| -                     | Inventories                              | 2            | 216,250.00            |                       |
| -                     | WIP                                      | 3            |                       |                       |
| 420,768,987.27        | Receivables                              | 4            | 376,075,466.07        |                       |
| -                     | Prepayments                              | 5            |                       |                       |
| <b>425,469,644.47</b> | <b>Total Current Assets</b>              |              |                       | <b>407,968,445.44</b> |
|                       | <b>Non-Current Assets</b>                |              |                       |                       |
| -                     | Loans Granted                            | 6            |                       |                       |
| 1,000,000.00          | Investments                              | 7            | 1,000,000.00          |                       |
| 508,798,822.62        | Fixed Assets-Property, Plant & Equipment | 8            | 497,487,240.54        |                       |
| -                     | Investment Property                      | 9            |                       |                       |
| -                     | Biological Assets                        | 10           |                       |                       |
| <b>509,798,822.62</b> | <b>Total Non-Current Assets</b>          |              |                       | <b>498,487,240.54</b> |
| <b>935,268,467.09</b> | <b>Total Assets</b>                      |              |                       | <b>906,455,685.98</b> |
|                       | <b>LIABILITIES</b>                       |              |                       |                       |
|                       | <b>Current Liabilities</b>               |              |                       |                       |
| -                     | Accumulated Depreciation                 | 11           | 25,567,506.32         |                       |
| -                     | Loans & Debts(Short-Term)                | 12           |                       |                       |
| -                     | Unremitted Deductions                    | 13           |                       |                       |
| 420,768,987.27        | Payables                                 | 14           | 454,228,949.77        |                       |
| <b>420,768,987.27</b> | <b>Total Current Liabilities</b>         |              | <b>479,796,456.09</b> |                       |
|                       | <b>Non-Current Liabilities</b>           |              |                       |                       |
| -                     | Public Funds                             | 15           |                       |                       |
| 15,230,420.00         | Borrowings                               | 16           | 86,505,337.82         |                       |
|                       | <b>Total Non-Current Liabilities</b>     |              | <b>86,505,337.82</b>  |                       |
| <b>435,999,407.27</b> | <b>Total Liabilities</b>                 |              |                       | <b>566,301,793.91</b> |
| <b>499,269,059.82</b> | <b>Net Asset/Equity</b>                  |              |                       | <b>340,153,892.07</b> |
|                       | <b>Financed By:</b>                      |              |                       |                       |
| 447,418,816.86        | Reserves                                 | 17           |                       | 266,741,067.76        |
| -                     | Capital Grant                            | 18           |                       |                       |
| -                     | Net Surplus/(Deficits)                   | 19           |                       |                       |
| 51,850,242.96         | Accumulated Surplus/(Deficits)           | 20           |                       | 73,412,824.31         |
| <b>499,269,059.82</b> | <b>Total Net Assets/Equity</b>           |              |                       | <b>340,153,892.07</b> |

**GBONYIN LOCAL GOVERNMENT, ODE-EKITI, EKITI-STATE, NIGERIA**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                    | DETAILS   | NOTES | Actual 2020             |
|-------------------------|---|-------|-------------------------|
| N                       | <u>REVENUE</u>  |       | N                       |
| 942,126,924.63          | Government Share of FAAC (Statutory Revenue)                      | 21    | 1,194,603,923.21        |
| -                       | Tax Revenue   | 22    | 3,225,259.24            |
| 7,608,900.00            | Non-Tax Revenue   | 23    | 3,657,571.76            |
| -                       | Aid & Grants  | 24    |                         |
| -                       | Investment Income   | 25    |                         |
| -                       | Expenditure Recovery  | 26    | 222,000.00              |
| -                       | Other Capital Receipts  | 27    |                         |
| -                       | Debt Forgiveness  | 28    |                         |
| <b>949,735,824.63</b>   | <b>Total Revenue</b>  |       | <b>1,201,708,754.21</b> |
|                         |   |       |                         |
|                         |   |       |                         |
|                         | <u>EXPENDITURE</u>  |       |                         |
| 611,731,340.14          | Salaries & Wages  | 29    | 394,680,542.88          |
| -                       | Social Contribution   | 30    |                         |
| -                       | Social Benefit  | 31    |                         |
| 84,809,061.70           | Overhead Cost   | 32    | 53,343,621.56           |
| -                       | Gratuity  | 33    |                         |
| -                       | Pension Allowance   | 34    |                         |
| -                       | Stationeries  | 35    |                         |
| -                       | Impairment Charges  | 36    |                         |
| 25,567,506.32           | Depreciation Charges  | 37    | 25,323,238.77           |
| 310,909,490.35          | Transfer to other Government Entities                             | 38    | 701,512,632.77          |
| -                       | Public Debt Charges   | 39    |                         |
| 12,269,729.44           | Allowance(Leave Bonus)  | 40    | 5,286,136.88            |
| <b>1,045,287,127.95</b> | <b>Total Expenditure</b>  |       | <b>1,180,146,172.86</b> |
|                         |   |       |                         |
|                         | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |       |                         |
| <b>-95,551,303.32</b>   | <b>Total Non-Operating Revenue/(Expenses)</b>                     |       | <b>21,562,581.35</b>    |
|                         | <b>Non-Operating Activities</b>                                   |       |                         |
| -                       | Gain/Loss on Disposal of Asset                                    | 41    |                         |
| -                       | Refunded Revenue  | 42    |                         |
| -                       | Revaluation Gain  | 43    |                         |
|                         | <b>Net Surplus/(Deficit) from Ordinary Activities</b>             |       |                         |
| <b>-95,551,303.32</b>   | <b>Surplus/(Deficit) from Ordinary Activities</b>                 |       |                         |
| -                       | Purchases/Construction of Assets                                  | 44    |                         |
| <b>-95,551,303.32</b>   | <b>Net Surplus/(deficits) for the year</b>                        |       | <b>21,562,581.35</b>    |

**GBONYIN LOCAL GOVERNMENT, ODE-EKITI, EKITI-STATE, NIGERIA**  
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                    | DETAILS  | NOTES | 2020             |                         |
|-------------------------|--|-------|------------------|-------------------------|
|                         |  |       | N                | N                       |
|                         | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |       |                  |                         |
|                         | <b><u>Inflows</u></b>                                      |       |                  |                         |
| 942,126,924.63          | Government Share of FAAC (Statutory Revenue)               | 21    | 1,194,603,923.21 |                         |
| -                       | Tax Revenue  | 22    | 3,225,259.24     |                         |
| 7,608,900.00            | Non-Tax Revenue  | 23    | 3,657,571.76     |                         |
|                         | Aid & Grants   | 24    |                  |                         |
| -                       | Investment Income  | 25    |                  |                         |
| -                       | Expenditure Recovery                                       | 26    | 222,000.00       |                         |
| -                       | Other Capital Receipts                                     | 27    |                  |                         |
| -                       | Debt Forgiveness   | 28    |                  |                         |
| <b>949,735,824.63</b>   | <b>Total inflow from operating Activities</b>              |       |                  | <b>1,201,708,754.21</b> |
|                         | <b><u>Outflows</u></b>                                     |       |                  |                         |
| 611,731,340.14          | Salaries & Wages   | 29    | 394,680,542.88   |                         |
| -                       | Social Contributions                                       | 30    |                  |                         |
| -                       | Social Benefit   | 31    |                  |                         |
| 84,809,061.70           | Overheads Cost   | 32    | 53,343,621.56    |                         |
| -                       | Gratuity   | 33    |                  |                         |
| -                       | Pension Allowance  | 34    |                  |                         |
| 310,909,490.35          | Transfer to other Government Entities                      | 38    | 701,512,632.77   |                         |
| 12,269,729.44           | Allowance  | 40    | 5,286,136.88     |                         |
| -                       | Deductions   | 49    |                  |                         |
| -                       | Refund   | 50    |                  |                         |
| -                       | Inventory  | 51    |                  |                         |
| -                       | Loan   | 52    |                  |                         |
|                         |  |       |                  |                         |
| <b>1,019,719,621.63</b> | <b>Total Outflow from Operating Activities</b>             |       |                  | <b>1,154,822,934.09</b> |
| <b>-69,983,797.00</b>   | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |       |                  | <b>46,885,820.12</b>    |
|                         | Net Surplus/(Deficit)                                      |       |                  |                         |
|                         | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |       |                  |                         |
| -                       | Proceeds from Sale of PPE                                  | 53    |                  |                         |
| -                       | Proceeds from Sale of Investment Property                  | 54    |                  |                         |
| -                       | Proceeds from Sales of Intangible Assets                   | 55    |                  |                         |
| -                       | Proceeds from Sale of Investment                           | 56    |                  |                         |
| -                       | Dividends Received   | 57    |                  |                         |
| <b>0.00</b>             | <b>Total Inflow</b>  |       |                  |                         |
| -                       | <b>Outflows</b>  |       |                  |                         |

|                       |   |          |                      |                       |
|-----------------------|---|----------|----------------------|-----------------------|
| <b>23,016,202.50</b>  | Purchase/ Construction of PPE                     | 58       | <b>14,011,656.73</b> |                       |
|                       | Purchase/ Construction OF Investment Property     | 59       |                      |                       |
| -                     | Investment in Private Companies                   | 60       |                      |                       |
| -                     | Loan Granted                                      | 61       |                      |                       |
| -                     | Purchase of Intangible Assets                     | 62       |                      |                       |
| -                     | Acquisition of Investment                         | 63       |                      |                       |
| <b>-23,016,202.50</b> | <b>Total Outflow</b>                              |          | <b>14,011,656.73</b> |                       |
| <b>-23,016,202.50</b> | <b>Net Cash Flow from Investing Activities</b>    |          |                      | <b>-14,011,656.73</b> |
|                       | <b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b> |          |                      |                       |
| -                     | Capital Grant Received                            | 64       |                      |                       |
| -                     | Proceeds from Borrowings                          | 65       |                      |                       |
| -                     | <b>Total Inflow</b>                               |          |                      |                       |
| -                     | <b>Outflows</b>                                   |          |                      |                       |
| -                     | Repayment of Borrowings                           | 66       | 5,898,091.22         |                       |
| -                     | Distribution of Surplus/Dividends Paid            | 67       |                      |                       |
| -                     | <b>Total Outflow</b>                              |          |                      |                       |
|                       | <b>Net Cash Flow from Financing Activities</b>    |          |                      | <b>-5,898,091.22</b>  |
| <b>-92,999,999.50</b> | <b>Net Cash Flow from all Activities</b>          |          |                      | <b>26,976,072.17</b>  |
| 97,700,656.70         | Cash and Its Equivalent as at 01/01/2019          |          |                      | 4,700,657.20          |
| <b>4,700,657.20</b>   | <b>Cash and Its Equivalent as at 31/12/2019</b>   | <b>1</b> |                      | <b>31,676,729.37</b>  |

**GBONYIN LOCAL GOVERNMENT, ODE-EKITI, EKITI-STATE, NIGERIA**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST**  
**DECEMBER, 2020**

| 2019                    |  | Notes     | Actual 2020             | Final Budget 2020       | Variance on Final Budget |
|-------------------------|--|-----------|-------------------------|-------------------------|--------------------------|
| N                       |  |           | N                       | N                       | N                        |
|                         |  |           |                         |                         |                          |
|                         | <b><u>REVENUE</u></b>                        |           |                         |                         |                          |
| 942,126,924.63          | Government Share of FAAC (Statutory Revenue) | 21        | 1,194,603,923.21        | 1,750,675,185.56        | -31.76                   |
| -                       | Tax Revenue                                  | 22        | 3,225,259.24            | 6,625,000.00            | -51.32                   |
| 7,608,900.00            | Non-Tax Revenue                              | 23        | 3,657,571.76            | 8,569,000.00            | -57.32                   |
| -                       | Aid & Grants                                 | 24        |                         |                         |                          |
| -                       | Investment Income                            | 25        |                         |                         |                          |
| -                       | Expenditure Recovery                         | 26        | 222,000.00              | 1,200,000.00            | -81.50                   |
| -                       | Other Capital Receipts                       | 27        |                         |                         |                          |
| -                       | Debt Forgiveness                             | 28        |                         |                         |                          |
| <b>949,735,824.63</b>   | <b>Total Revenue</b>                         |           | <b>1,210,708,754.21</b> | <b>1,767,069,185.56</b> | <b>-221.90</b>           |
|                         | <b><u>EXPENDITURE</u></b>                    |           |                         |                         |                          |
| 611,731,340.14          | Salaries & Wages                             | 29        | 394,680,542.88          | <b>773,791,800.90</b>   | 48.99                    |
| -                       | Social Contribution                          | 30        |                         |                         |                          |
|                         | Social Benefit                               | 31        |                         |                         |                          |
| 84,809,061.70           | Overhead Cost                                | 32        | 53,343,621.56           | 80,550,000.00           | 33.78                    |
| -                       | Gratuity                                     | 33        |                         |                         |                          |
| -                       | Pension Allowance                            | 34        |                         |                         |                          |
| -                       | Stationeries                                 | 35        |                         |                         |                          |
| -                       | Impairment Charges                           | 36        |                         |                         |                          |
|                         |  | 37        |                         |                         |                          |
| 310,909,490.35          | Transfer to other Government Entities        | 38        | 701,512,632.77          | 801,424,274.68          | 12.47                    |
| -                       | Public Debt Charges                          | 39        |                         |                         |                          |
| 12,269,729.44           | Allowance(Leave Bonus)                       | 40        | 5,286,136.88            | 18,683,964.68           | 71.71                    |
| 23,016,202.50           | Purchase of Assets                           | <b>58</b> | 14,011,656.73           | 60,000,000.00           | 76.65                    |
| -                       | Acquisition of Investment                    | 63        | -                       | -                       | -                        |
| -                       | Repayment of Borrowing                       | 66        | <b>5,898,091.22</b>     | -                       | <b>-100.00</b>           |
| <b>1,042,735,824.13</b> | <b>Total Expenditure</b>                     |           | <b>1,174,732,682.04</b> | <b>1,734,450,040.26</b> | <b>143.59</b>            |
| <b>-92,999,999.50</b>   | <b>Surplus /(Deficit) for the year</b>       |           | <b>26,976,072.17</b>    | <b>32,619,145.30</b>    | <b>-365.49</b>           |

**GBONYIN LOCAL GOVERNMENT, ODE-EKITI, EKITI-STATE, NIGERIA**  
**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| S/N | NARATION                          | ACCUMULATED<br>SURPLUS/DEFICIT<br>(N) | RESERVES (N)          | CAPITAL<br>GRANT (N) | TOTAL (N)             |
|-----|-----------------------------------|---------------------------------------|-----------------------|----------------------|-----------------------|
| 1   | Opening Balance (1/1/2020)        | 51,850,242.96                         | 447,418,816.86        | -                    | 499,269,059.82        |
| 2   | Surplus for the year              | 21,562,581.35                         |                       |                      | -21,562,581.35        |
| 3   | Adjustment                        |                                       | -180,677,749.10       |                      | -180,677,749.10       |
|     | <b>Closing Balance 31/12/2020</b> | <b>73,412,824.31</b>                  | <b>266,741,067.76</b> | <b>-</b>             | <b>340,153,892.07</b> |

**NOTE 1****CASH AND CASH EQUIVALENTS FOR THE YEAR 2020**

| S/N | BANK                    | ACCOUNT NAME    | ACCOUN NO  | AMOUNT (N)           |
|-----|-------------------------|-----------------|------------|----------------------|
| 1   | United bank for African | Salary Account  | 1000709496 | 11,368,305.21        |
| 2   | United bank for African | Main Account    | 1003570693 | 11,912,069.87        |
| 3   | United bank for African | IGR Account     | 1014549383 | 60,628.71            |
| 4   | United bank for African | Project Account | 1000706103 | 8,281,669.17         |
| 5   | United bank for African | Agric Account   | 1016992718 | 14,035.41            |
| 6   | Fidelity Bank           | Project Account | 5030026560 | 40,021.00            |
|     | <b>TOTAL</b>            |                 |            | <b>31,676,729.37</b> |

**NOTE 2****INVENTORIES FOR THE YEAR ENDED 31<sup>ST</sup> DEC. 2020**

| S/N | NAME OF ITEM     | QUANTITY | UNIT PRICE | AMOUNT (#)        |
|-----|------------------|----------|------------|-------------------|
| 1   | LIQUOR RECEIPT   | 50       | 500        | 25,000.00         |
| 2   | TENEMENT RECEIPT | 150      | 500        | 75,000.00         |
| 3   | ATTESTATION      | 50       | 2,000.00   | 100,000.00        |
| 4   | TR RECEIPT       | 150      | 100        | 15,000.00         |
| 5   | MARKET RECEIPT   | 15       | 50         | 1,250.00          |
|     | <b>TOTAL</b>     |          |            | <b>216,250.00</b> |



**NOTE 4****RECEIVABLES**

10% OF State Internally Generated Revenue (IGR)

|                        |                         |
|------------------------|-------------------------|
| Total State Revenue is | <u>6,017,207,457.12</u> |
|                        | 16                      |
| Share per L.G          | =376,075,466.07         |

**NOTE 7**

|             |               |
|-------------|---------------|
| Investments | N1,000,000.00 |
|-------------|---------------|

**NOTES 8, 37 & 58****PROPERTY, PLAMNT AND EQUIPMENT FOR YEAR 2020**

| <b>FIXED ASSET<br/>PPE</b>             | <b>INFRASTRUC<br/>TURE 5%</b> | <b>LAND AND<br/>BUILDING<br/>2.5%</b> | <b>MOTOR<br/>VEHICLE<br/>20%</b> | <b>FURNITURE<br/>&amp;<br/>FITTINGS<br/>25%</b> | <b>OFFICE<br/>EQUIPMENT<br/>25%</b> | <b>TOTAL</b>          |
|--|-------------------------------|---------------------------------------|----------------------------------|---|-------------------------------------|-----------------------|
| OPENING BAL<br>1/1/2020                | 173,792,907.37                | 298,611,094.70                        | 20,000,000.00                    | 13,521,066.46                                   | 2,873,754.08                        | 508,798,822.61        |
| ADDITIONAL<br>(NOTE 58)                | 3,197,000.00                  | 7,725,570.00                          | 1,113,000.00                     | 50,000.00                                       | 1,926,840.81                        | 14,011,656.73         |
| COST AS AT<br>31/12/2020               | 176,989,907.37                | 306,336,664.70                        | 21,113,000.00                    | 13,571,066.46                                   | 4,799,840.81                        | 522,810,479.34        |
| DEP. FOR THE<br>YEAR NOTE 37           | 8,849,495.36                  | 7,658,416.60                          | 4,222,600.00                     | 3,392,766.61                                    | 1,199,960.20                        | 25,323,238.80         |
| ACCUMULATED<br>DEP. 31/12/2020         | 8,849,495.36                  | 7,658,416.60                          | 4,222,600.00                     | 3,392,766.61                                    | 1,444,227.75                        | 25,567,506.32         |
| <b>NBV<br/>31/12/2020<br/>(NOTE 8)</b> | <b>168,140,412.01</b>         | <b>298,678,248.10</b>                 | <b>16,890,400.00</b>             | <b>10,178,299.85</b>                            | <b>3,599,880.61</b>                 | <b>497,487,240.54</b> |

**NOTE 11****ACCUMULATED DEPRECIATION**

|                          |               |
|--------------------------|---------------|
| Accumulated Depreciation | 25,567,506.32 |
|--------------------------|---------------|

**NOTE 14****PAYABLES FOR 2020**

| <b>S/N</b> | <b>DETAILS</b>               | <b>AMOUNT (N)</b>     |
|------------|------------------------------|-----------------------|
|            | Bal b/f                      | 420,768,987.27        |
|            | Outstanding Salary deduction | 33,459,962.50         |
|            | <b>Total</b>                 | <b>454,228,949.77</b> |

**NOTE 16****BORROWINGS**

|                     |                                |
|---------------------|--------------------------------|
| Total Liability     | 1,887,389,188.80               |
| Less                |                                |
| Payment to date     | <u>503,303,783.68</u>          |
| Owing State Balance | <b><u>1,384,085,405.12</u></b> |

**Liability per Local Government =** 1,384,085,405.12  
16  
= 86,505,337.82

**NOTE 21****STATUTORY ALLOCATION:**

| <b>S/N</b> | <b>MONTH ALLOCATION</b> | <b>AMOUNT (N)</b>       |
|------------|-------------------------|-------------------------|
| 1          | JANUARY 2020            | 107,111,735.06          |
| 2          | FEBRUARY 2020           | 107,916,738.93          |
| 3          | MARCH 2020              | 101,525,617.64          |
| 4          | APRIL 2020              | 106,762,652.70          |
| 5          | MAY 2020                | 99,895,729.82           |
| 6          | JUNE 2020               | 87,624,525.98           |
| 7          | JULY 2020               | 109,670,480.33          |
| 8          | AUGUST 2020             | 106,674,783.25          |
| 9          | SEPTMBER 2020           | 93,728,585.02           |
| 10         | OCTOBER 2020            | 102,932,734.20          |
| 11         | NOVEMBER 2020           | 88,302,983.09           |
| 12         | DECEMBER 2020           | 82,457,357.19           |
|            | <b>TOTAL</b>            | <b>1,194,603,923.21</b> |

**NOTE 22****TAX REVENUE FOR 2020****INTERNAL GENERATED REVENUE FOR THE YEAR 2020 (IGR)**

| <b>S/N</b> | <b>PARTICULAR</b>           | <b>HEAD</b> | <b>AMOUNT (#)</b>   |
|------------|-----------------------------|-------------|---------------------|
| 1          | COMMUNITY POLL TAX          | 12010101    | 64,500.00           |
| 2          | MARKET TOLLS                | 12020105    | 908,410.00          |
| 3          | SLAUGHTER AND ABBARTOR FEES | 12020109    | 8,300.00            |
| 4          | HAWKING PERMIT              | 12020120    | 639,850.00          |
| 5          | LOADING PERMIT              | 12020449    | 478,600.00          |
| 6          | OPEN SHOP                   | 12020104    | 185,099.24          |
| 7          | TENEMENT RATE               | 12020449    | 573,500.00          |
| 8          | FLAT RATE                   | 12020202    | 276,900.00          |
| 9          | TRADE PERMIT                | 12020120    | 36,600.00           |
| 10         | LIQUOR LICENSE FEES         | 12020131    | 28,000.00           |
| 11         | LOCAL GOVT. LEVY FEES       | 12020448    | 25,500.00           |
|            | <b>TOTAL</b>                |             | <b>3,225,259.24</b> |

**NOTE 23****NON-TAX REVENUE FOR 2020**

| <b>S/N</b> | <b>PARTICULAR</b>              | <b>HEAD</b> | <b>AMOUNT (#)</b>   |
|------------|--------------------------------|-------------|---------------------|
| 1          | CONTRACT FEES                  | 12020417    | 125,071.76          |
| 2          | LOCAL GOVT IDENTIFICATION      | 12020419    | 958,000.00          |
| 3          | LOCK UP SHOP                   | 12020449    | 888,700.00          |
| 4          | MARRIAGE/DIVORCE FEES          | 12020418    | 845,000.00          |
| 5          | BIRTH CERTIFICATE              | 12020443    | 265,800.00          |
| 6          | RENT ON LOCAL GOVT. PROPERTIES | 12020109    | 565,000.00          |
| 7          | REG. ON SOCIAL ORGANISATION    | 12020109    | 10,000.00           |
|            | <b>TOTAL</b>                   |             | <b>3,657,571.76</b> |

**NOTE 26**

EXPENDITURE RECOVERY

222,000.00

**NOTE 29****PERSONNEL COST:**

| <b>MONTH</b>       | <b>STAFF SALARY</b>   | <b>PALACE SALARY</b> | <b>MID WIFE SALARY</b> | <b>POLITICAL OFFICE SALARY</b> | <b>SPECIAL ADVICES SALARY</b> |
|--------------------|-----------------------|----------------------|------------------------|--------------------------------|-------------------------------|
| JANUARY 2020       | 35,946,775.92         | 658,187.93           | 30,000.00              | 2,254,143.03                   | -                             |
| FEBRUARY 2020      | 36,186,100.99         | 658,187.93           | 30,000.00              | 3,781,875.88                   | -                             |
| MARCH 2020         | 35,560,584.83         | 602,888.60           | 30,000.00              | 3,781,875.88                   | 420,000.00                    |
| APRIL 2020         | 35,386,230.64         | 697,678.39           | 30,000.00              | 1,890,937.94                   | 70,000.00                     |
| MAY 2020           | 35,226,145.70         | 697,678.39           | 30,000.00              | 1,890,937.94                   | 70,000.00                     |
| JUNE 2020          | 21,255,626.96         | 596,164.98           | 30,000.00              | 1,890,937.94                   | 70,000.00                     |
| JULY 2020          | 21,442,103.19         | 596,164.98           | 30,000.00              | 2,267,006.46                   | 70,000.00                     |
| AUGUST 2020        | 21,691,487.60         | 552,360.12           | 30,000.00              | 4,284,842.99                   | -                             |
| SEPTEMBER 2020     | 22,536,444.95         | 552,360.00           | 30,000.00              | 4,519,744.99                   | 200,000.00                    |
| OCTOBER 2020       | 35,586,954.04         | 526,193.75           | 30,000.00              | 4,519,744.99                   | -                             |
| NOVEMBER 2020      | 19,829,775.08         | 526,193.75           | 30,000.00              | 7,164,162.19                   | 1,642,131.92                  |
| DECEMBER 2020      | 18,524,170.38         | 531,579.44           | 30,000.00              | 7,164,162.19                   | -                             |
| <b>TOTAL</b>       | <b>339,172,400.28</b> | <b>6,895,638.06</b>  | <b>1,320,000.00</b>    | <b>45,410,372.42</b>           | <b>2,542,131.92</b>           |
| <b>GRAND TOTAL</b> |                       |                      |                        |                                | <b>394,680,542.88</b>         |

**NOTE 32****OVERHEAD COST:**

| <b>S/N</b> | <b>PARTICULAR</b>              | <b>CODES</b> | <b>AMOUNT (#)</b>    |
|------------|--------------------------------|--------------|----------------------|
| 1          | TRANSPORT AND TRAVELLING       | 220201       | 30,096,417.32        |
| 2          | MATERIAL AND SUPPLIES          | 220203       | 4,305,000.00         |
| 3          | MAINTENANCE SERVICE GENERAL    | 220204       | 313,000.00           |
| 4          | GRANT AND CONTRIBUTION GENERAL | 220401       | 350,000.00           |
| 5          | TRAINING GENERAL               | 2202005      | 130,000.00           |
| 6          | MISCELLANEOUS EXPENSES         | 220204       | 13,498,000.00        |
| 7          | OTHER SERVICES                 | 220206       | 4,583,000.00         |
| 8          | FINANCIAL CHARGES              | 220209       | 68,204.24            |
|            | <b>TOTAL</b>                   |              | <b>53,343,621.56</b> |

**NOTE 38****TRANSFER TO OTHER GOVERNMENT ENTITIES**

| <b>S/N</b> | <b>DETAILS</b>           | <b>AMOUNT (#)</b>     |
|------------|--------------------------|-----------------------|
| 1          | PARASTATAL               | 19,091,566.67         |
| 2          | PEACE CORP               | 14,400,000.00         |
| 3          | PRY EDUCATION            | 249,731,659.45        |
| 4          | ASSIST. INTER GOVERNMENT | 1,072,500.00          |
| 5          | NIBSS (LG)               | 872,550.00            |
| 6          | NIBSS (SUBEB)            | 398,650.00            |
| 7          | SUBEB OVERHEAD           | 5,460,000.00          |
| 8          | PENSION                  | 356,559,623.20        |
| 9          | TRADITIONAL;             | 51,705,317.56         |
| 10         | CHEIFTANCY DEP.          | 1,086,515.89          |
| 11         | BURSARY FUND TO LG.      | 1,034,250.00          |
| 12         | COVID 19                 | 100,000.00            |
|            | Total                    | <b>701,512,632.77</b> |

**NOTE 40****ALLOWANCE**

| <b>MONTH</b>  | <b>FURNITURE<br/>ALLOWANCE</b> |
|---------------|--------------------------------|
| JANUARY 2020  | 660,767.11                     |
| FEBRUARY 2020 | 660,767.11                     |
| MARCH 2020    | 660,767.11                     |
| APRIL 2020    | 660,767.11                     |
| MAY 2020      | 660,767.11                     |
| JUNE 2020     | 660,767.11                     |
| JULY 2020     | -                              |
| AUGUST 2020   | -                              |

|                |                     |
|----------------|---------------------|
| SEPTEMBER 2020 | -                   |
| OCTOBER 2020   | -                   |
| NOVEMBER 2020  |                     |
| DECEMBER 2020  |                     |
| <b>TOTAL</b>   | <b>5,286,136.88</b> |

## NOTE 58

### PURCHASE OF PP & E FOR 2020

| <b>S/N</b> | <b>DETAILS</b>       | <b>AMOUNT (#)</b>    |
|------------|----------------------|----------------------|
| 1          | INFRASTRUCTURE       | 3,197,000.00         |
| 2          | LAND& BUILDING       | 7,725,570.00         |
| 3          | MOTOR VEHICLE        | 1,113,000.00         |
| 4          | FURNITURE & FITTINGS | 50,000.00            |
| 5          | OFFICE EQUIPMENT     | 1,926,086.73         |
|            | <b>Total</b>         | <b>14,011,656.73</b> |

## NOTE 66

### REPAYMENT OF BORROWING FOR 2020

12 Months Multiply by 7,864,121.62 = 94,369,459.44

Payment per Local Government: 94,369,459.44 = 5,898,091.22

**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE ACCOUNTS OF IDO/OSI LOCAL**

**GOVERNMENT,**

**IDO-EKITI**

**FOR THE YEAR ENDED**

**31ST DECEMBER, 2020.**



## AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Ido/Osi Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**

**FRC/2014/ANAN/00000010278**

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF IDO/OSI LOCAL GOVERNMENT, IDO-EKITI FOR THE YEAR  
ENDED 31<sup>ST</sup> DECEMBER, 2020.**

The General Purpose Financial Statements of Ido/Osi Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively Section 26(2) of Ekiti State Audit Law 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Ido/Osi Local Government to prepare and present the General purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

**5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31<sup>st</sup> December, 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2020 budget recorded a low performance. An estimate was made for **N2,594,932,843.00**, while actual Revenue recorded stood at **N1,471,634,442.76**. This is about **56.71%** performance. Equally, the IGR of **N10,188,821.97** represents only 0.69% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of **N2,474,342,843.05** only was budgeted for expenditure but only **N1,487,989,645.63** was actually incurred, resulting to saving of **N986,353,197.42** for the period.

## 8. REVENUE ACCOUNT

A total sum of **N1,471,634,442.76** was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only **0.69% (N10,188,821.97)** was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a saving of 54.01% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2020.

## 9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report.

## 10. EXPENDITURE CONTRARY TO LAW

The following expenditure appear to be contrary to law.

| S/N | QUERY NUMBER        | SUBJECT                                | AMOUNT<br>₦  |
|-----|---------------------|--|--------------|
| 1   | AUD/IDLG/AQ/01/2020 | Unproduced Revenue Earning Receipts    | Assorted     |
| 2   | AUD/IDLG/AQ/02/2020 | Expenditure Contrary to Regulations I  | 2,560,971.23 |
| 3   | AUD/IDLG/AQ/03/2020 | Expenditure Contrary to Regulations II | 993,000.00   |

|   |                     |   |                      |
|---|---------------------|---|----------------------|
| 4 | AUD/IDLG/AQ/04/2020 | Unaudited/Expenditure not Supported with proper Records of Accounts | 2,528,250            |
| 5 | AUD/IDLG/AQ/05/2020 | Unaudited/Items not taken on Store Ledger Charge                    | 970,700.00           |
| 6 | AUD/IDLG/AQ/06/2020 | Unretired Security Vote   | 9,250,000.00         |
| 7 | AUD/IDLG/AQ/07/2020 | Unproduced Payment Vouchers   | 770,000.00           |
| 8 | AUD/IDLG/AQ/08/2020 | Expenditure not Accounted for                                       | 781,374.84           |
|   | <b>TOTAL</b>        |   | <b>17,854,296.07</b> |

#### 11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

#### 12. **DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

#### 13. **STATE OF ACCOUNT**

The Accounts of Ido/Osi Local Government have been examined up to 31<sup>st</sup> December, 2020 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ido/Osi Local Government, Ido-Ekiti. Particular attention is required to the followings:

- (i) Attendance to Audit Query
- (ii) Inventory Register/Cards
- (iii) Internally Generated Revenue
- (iv) Capital Projects
- (v) Fixed Assets Register

#### 14. OUTSTANDING MATTERS FROM PREVIOUS REPORTS

The following matters remained outstanding in my previous reports.

**(A) (i) LOSS OF FUND INVOLVING MR AJAYI OLUBAYO AND MR VICTOR**

**OGUNJE IN 2015**

| Amounts involved (₦) | Amount recovered (₦) | Outstanding balance | Remark            |
|----------------------|----------------------|---------------------|-------------------|
| 1,907,357.48         | 300,000.00           | 1,607,357.48        | Not yet recovered |

ii) Outstanding bills of MTN, Airtel and Glo (2015) 600,000.00

**(B) AUDIT QUERIES 2019**

| S/N | QUERY NUMBER    | SUBJECT                     | AMOUNT<br>₦          |
|-----|-----------------|-----------------------------|----------------------|
| 1   | AQ/IDLG/02/2019 | Nugatory Payment            | 120,000.00           |
| 2   | AQ/IDLG/05/2019 | Unproduced Payment Vouchers | 555,000.00           |
| 3   | AQ/IDLG/09/2019 | Unretired Security Vote     | 24,000,000.00        |
|     | <b>TOTAL</b>    |                             | <b>24,675,000.00</b> |



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance Ido/Osi Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ido/Osi Local Government as at the year ended 31<sup>st</sup> December, 2019.



**Hon. Adeola Ayodimeji ,**  
**Adebayo**  
**Executive Chairman.**



**Mr. Akintunde Cosmas**

**Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(i) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions and events occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council.

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

This presented both the exchange and non-exchange revenue from Internally Generated revenue and Statutory Allocation from the Federation Account during the year.

- ix. Revenue from non-exchange transactions such as fees, taxes, and fines are recognition when the events occurred and the assets recognition criteria are met.



- x. Revenue from exchange transactions are recognised when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered.

(8) **EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

(9) **STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

(10) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(11) **RECEIVABLES.**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(12) **INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

(13) **PROPERTY, PLANT & EQUIPMENT (PPE)**

All PPE are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost included expenditure that were directly attributable to the acquisition of the items.

(14) **INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.

(15) **DEPRECIATION**

Depreciation on PPE and Investment property were charged on a straight-line basis over their Expected useful lives less estimated residual value using the appropriate rates.

(16) **UNREMITTED DEDUCTIONS.**

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source.

(17) **PAYABLES.**

Payables are recognized at fair value.

(18) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost 1 incurred.

(19) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as Expenses in the statement of Financial Performance.

**IDO/OSI LOCAL GOVERNMENT, IDO-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020**

| <b>2019</b>             | <b>DETAILS</b>                           | <b>NOTES</b> | <b>2020</b>             |                         |
|-------------------------|--|--------------|-------------------------|-------------------------|
| <b>N</b>                | <b>Represented By:</b>                   |              | <b>N</b>                | <b>₦</b>                |
|                         | <b>ASSETS</b>                            |              |                         |                         |
|                         | <b>Current Assets</b>                    |              |                         |                         |
| 25,082,512.08           | Cash and Cash Equivalents                | 1            | 8,727,309.21            |                         |
| 1,220,322.00            | Inventories                              | 2            |                         |                         |
| -                       | WIP                                      | 3            |                         |                         |
| 810,346,822.79          | Receivables                              | 4            | 376,390,466.07          |                         |
| -                       | Prepayments                              | 5            |                         |                         |
| <b>836,649,656.87</b>   | <b>Total Current Assets</b>              |              |                         | <b>385,117,775.28</b>   |
|                         | <b>Non-Current Assets</b>                |              |                         |                         |
| -                       | Loans Granted                            | 6            |                         |                         |
| 1,650,000.00            | Investments                              | 7            | 1,650,000.00            |                         |
| 1,180,813,114.41        | Fixed Assets-Property, Plant & Equipment | 8            | 1,140,231,330.35        |                         |
| 201,595,228.34          | Investment Property                      | 9            | 187,738,761.84          |                         |
| -                       | Biological Assets                        | 10           | 10,200,000.00           |                         |
| <b>1,384,058,342.75</b> | <b>Total Non-Current Assets</b>          |              |                         | <b>1,339,820,092.19</b> |
| <b>2,220,707,999.62</b> | <b>Total Assets</b>                      |              |                         | <b>1,724,937,867.47</b> |
|                         |  |              |                         |                         |
|                         | <b>LIABILITIES</b>                       |              |                         |                         |
|                         | <b>Current Liabilities</b>               |              |                         |                         |
| -                       | Accumulated Depreciation                 | 11           | 134,935,218.20          |                         |
| -                       | Loans & Debts(Short-Term)                | 12           |                         |                         |
| 23,411,180.47           | Unremitted Deductions                    | 13           |                         |                         |
| 1,458,258,987.22        | Payables                                 | 14           | 1,084,360,534.17        |                         |
| <b>1,481,670,167.69</b> | <b>Total Current Liabilities</b>         |              | <b>1,219,295,752.37</b> |                         |
|                         | <b>Non-Current Liabilities</b>           |              |                         |                         |
| -                       | Public Funds                             | 15           | -                       |                         |
| -                       | Borrowings                               | 16           | 86,505,337.82           |                         |
|                         | <b>Total Non-Current Liabilities</b>     |              | <b>86,505,336.82</b>    |                         |
| <b>1,481,670,167.69</b> | <b>Total Liabilities</b>                 |              |                         | <b>1,305,801,090.19</b> |
| <b>739,037,831.99</b>   | <b>Net Asset/Equity</b>                  |              |                         | <b>419,136,777.28</b>   |
|                         | <b>Financed By:</b>                      |              |                         |                         |
| 759,295,265.05          | Reserves                                 | 17           |                         | 494,264,511.35          |
| -                       | Capital Grant                            | 18           | -                       |                         |
| -                       | Net Surpluses/(Deficits)                 | 19           |                         |                         |

|                       |                                   |    |  |                              |
|-----------------------|-----------------------------------|----|--|------------------------------|
|                       |                                   |    |  |                              |
| -20,257,433.06        | Accumulated<br>Surplus/(Deficits) | 20 |  | -75,127,734.07               |
| <b>739,037,831.99</b> | <b>Total Net Assets/Equity</b>    |    |  | <b><u>419,136,777.28</u></b> |

**IDO/OSI LOCAL GOVERNMENT, IDO-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                  | DETAILS   | NOTES | Actual 2020             |
|-----------------------|---|-------|-------------------------|
| N                     | <u>REVENUE</u>  |       | N                       |
| 766,156,447.48        | Government Share of FAAC (Statutory Revenue)                      | 21    | 1,461,445,620.79        |
| 1,007,385.00          | Tax Revenue   | 22    | 2,273,643.97            |
| 4,029,540.00          | Non-Tax Revenue   | 23    | 6,028,928.00            |
| -                     | Aid & Grants  | 24    |                         |
| 1,578,975.00          | Investment Income   | 25    | 1,886,250.00            |
| -                     | Expenditure Recovery  | 26    |                         |
| -                     | Other Capital Receipts  | 27    |                         |
| -                     | Debt Forgiveness  | 28    |                         |
| <b>772,772,347.48</b> | <b>Total Revenue</b>  |       | <b>1,471,634,442.76</b> |
|                       | <u>EXPENDITURE</u>  |       |                         |
| 668,647,705.96        | Salaries & Wages  | 29    | 477,344,620.16          |
| -                     | Social Contribution   | 30    |                         |
| -                     | Social Benefit  | 31    |                         |
| 75,000,000.00         | Overhead Cost   | 32    | 34,339,524.16           |
| -                     | Gratuity  | 33    |                         |
| -                     | Pension Allowance   | 34    |                         |
| -                     | Stationeries  | 35    |                         |
| -                     | Impairment Charges  | 36    |                         |
| 46,369,261.37         | Depreciation Charges  | 37    | 76,435,945.57           |
| -                     | Transfer to other Government Entities                             | 38    | 887,736,099.63          |
| -                     | Public Debt Charges   | 39    |                         |
| -                     | Allowance(Leave Bonus)  | 40    | 50,648,554.25           |
| <b>790,016,967.33</b> | <b>Total Expenditure</b>  |       | <b>1,526,504,743.77</b> |
| <b>-17,244,619.85</b> | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |       | <b>-54,870,301.01</b>   |
| -                     | <b>Total Non-Operating Revenue/(Expenses)</b>                     |       |                         |
| -                     | <b>Non-Operating Activities</b>                                   |       |                         |
| -                     | Gain/Loss on Disposal of Asset                                    | 41    |                         |
| -                     | Refunded Revenue  | 42    |                         |
| -                     | Revaluation Gain  | 43    |                         |
| <b>-17,244,619.85</b> | <b>Net Surplus/(Deficit) from Ordinary Activities</b>             |       |                         |
|                       | <b>Surplus/(Deficit) from Ordinary Activities</b>                 |       |                         |
|                       | Purchases/Construction of Assets                                  | 44    |                         |
| -                     | Minority Interest Share of Surplus/(Deficits)                     | 45    | <b>-54,870,301.01</b>   |
| <b>-17,244,619.85</b> | <b>Net Surplus/(Deficit) for the year</b>                         |       |                         |

**IDO/OSI LOCAL GOVERNMENT, IDO-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                  | DETAILS  | NOTES | 2020           |                         |
|-----------------------|--|-------|----------------|-------------------------|
|                       |  |       | N              | N                       |
|                       |  |       |                |                         |
|                       | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |       |                |                         |
|                       | <b><u>Inflows</u></b>                                      |       |                |                         |
| 766,156,447.48        | Government Share of FAAC (Statutory Revenue)               | 21    |                | 1,461,445,620.79        |
| 1,007,385.00          | Tax Revenue  | 22    |                | 2,273,643.97            |
| 4,029,540.00          | Non-Tax Revenue  | 23    |                | 6,028,928.00            |
|                       | Aid & Grants   | 24    |                |                         |
| 1,578,975.00          | Investment Income  | 25    |                | 1,886,250.00            |
| -                     | Expenditure Recovery                                       | 26    |                |                         |
| -                     | Other Capital Receipts                                     | 27    |                |                         |
| -                     | Debt Forgiveness   | 28    |                |                         |
| <b>772,772,347.48</b> | <b>Total inflow from operating Activities</b>              |       |                | <b>1,471,634,442.76</b> |
|                       | <b><u>Outflows</u></b>                                     |       |                |                         |
| 668,647,705.96        | Salaries & Wages   | 29    | 477,344,620.16 |                         |
| -                     | Social Contributions                                       | 30    |                |                         |
| -                     | Social Benefit   | 31    |                |                         |
| 75,000,000.00         | Overheads Cost   | 32    | 34,339,524.16  |                         |
| -                     | Gratuity   | 33    |                |                         |
| --                    | Pension Allowance  | 34    |                |                         |
| -                     | Transfer to other Government Entities                      | 38    | 887,736,099.63 |                         |
| -                     | Allowance  | 40    | 50,648,554.25  |                         |
| -                     | Deductions   | 49    |                |                         |
| -                     | Refund   | 50    |                |                         |
| -                     | Inventory  | 51    |                |                         |
| -                     | Loan   | 52    |                |                         |
|                       |  |       |                |                         |
| <b>743,647,705.96</b> | <b>Total Outflow from Operating Activities</b>             |       |                | <b>1,450,068,798.20</b> |
| <b>29,124,641.52</b>  | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |       |                | <b>21,565,644.56</b>    |
|                       |  |       |                |                         |
|                       | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |       |                |                         |
| -                     | Proceeds from Sale of PPE                                  | 53    |                |                         |
| -                     | Proceeds from Sale of Investment Property                  | 54    |                |                         |
| -                     | Proceeds from Sales of Intangible Assets                   | 55    |                |                         |
| -                     | Proceeds from Sale of Investment                           | 56    |                |                         |
| -                     | Dividends Received   | 57    |                |                         |

|                       |   |          |                      |                       |
|-----------------------|---|----------|----------------------|-----------------------|
| -                     | <b>Total Inflow</b>                               |          |                      |                       |
|                       | <b>Outflows</b>                                   |          |                      |                       |
| <b>31,355,468.28</b>  | Purchase/ Construction of PPE                     | 58       | <b>32,022,756.21</b> |                       |
|                       | Purchase/ Construction OF Investment Property     | 59       |                      |                       |
|                       | Investment in Private Companies                   | 60       |                      |                       |
|                       | Loan Granted                                      | 61       |                      |                       |
|                       | Purchase of Intangible Assets                     | 62       |                      |                       |
|                       | Acquisition of Investment                         | 63       |                      |                       |
| <b>-31,355,468.28</b> | <b>Total Outflow</b>                              |          | <b>32,022,756.21</b> |                       |
| <b>-31,355,468.28</b> | <b>Net Cash Flow from Investing Activities</b>    |          |                      | <b>-32,022,756.21</b> |
|                       | <b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b> |          |                      |                       |
|                       | Capital Grant Received                            | 64       |                      |                       |
|                       | Proceeds from Borrowings                          | 65       |                      |                       |
|                       | <b>Total Inflow</b>                               |          |                      |                       |
|                       | <b>Outflows</b>                                   |          |                      |                       |
|                       | Repayment of Borrowings                           | 66       | 5,898,091.22         |                       |
|                       | Distribution of Surplus/Dividends Paid            | 67       |                      |                       |
|                       | <b>Total Outflow</b>                              |          | <b>5,898,091.22</b>  |                       |
|                       | <b>Net Cash Flow from Financing Activities</b>    |          |                      | <b>-5,898,091.22</b>  |
| <b>-2,230,826.76</b>  | <b>Net Cash Flow from all Activities</b>          |          |                      | <b>-16,355,202.87</b> |
| 27,313,338.84         | Cash and Its Equivalent as at 01/01/2020          |          |                      | 25,082,512.08         |
| <b>25,082,512.08</b>  | <b>Cash and Its Equivalent as at 31/12/2020</b>   | <b>1</b> |                      | <b>8,727,309.21</b>   |

**IDO/OSI LOCAL GOVERNMENT, IDO-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST**  
**DECEMBER, 2020**

| <b>2019</b>           |   | <b>Notes</b> | <b>Actual 2020</b>      | <b>Final Budget 2020</b> | <b>Variance on Final Budget</b> |
|-----------------------|---|--------------|-------------------------|--------------------------|---------------------------------|
| <b>₦</b>              |   |              | <b>₦</b>                | <b>₦</b>                 | <b>₦</b>                        |
|                       | <b><u>REVENUE</u></b>                           |              |                         |                          |                                 |
| 766,156,447.48        | Government Share of FAAC (Statutory Revenue)    | 21           | 1,461,445,620.79        | 2,568,182,843.00         | -43.09                          |
| 1,007,385.00          | Tax Revenue                                     | 22           | 2,273,643.97            | 4,040,000.00             | -43.72                          |
| 4,029,540.00          | Non-Tax Revenue                                 | 23           | 6,028,928.00            | 17,980,000.00            | -66.47                          |
| -                     | Aid & Grants                                    | 24           |                         |                          |                                 |
| 1,578,975.00          | Investment Income                               | 25           | 1,886,250.00            | 4,730,000.00             | -60.12                          |
| -                     | Expenditure Recovery                            | 26           |                         |                          |                                 |
| -                     | Other Capital Receipts                          | 27           |                         |                          |                                 |
| -                     | Debt Forgiveness                                | 28           |                         |                          |                                 |
| <b>772,772,347.48</b> | <b>Total Revenue</b>                            |              | <b>1,471,634,442.76</b> | <b>2,594,932,843.00</b>  | <b>-213.41</b>                  |
|                       |   |              |                         |                          |                                 |
|                       | <b><u>EXPENDITURE</u></b>                       |              |                         |                          |                                 |
| 668,647,705.96        | Salaries & Wages                                | 29           | 477,344,620.16          | 1,076,377,903.78         | 55.65                           |
| -                     | Social Contribution                             | 30           |                         |                          |                                 |
| -                     | Social Benefit                                  | 31           |                         |                          |                                 |
| 75,000,000.00         | Overhead Cost                                   | 32           | 34,339,524.16           | 72,659,875.03            | 52.74                           |
| -                     | Gratuity  | 33           |                         |                          |                                 |
| -                     | Pension Allowance                               | 34           |                         |                          |                                 |
| -                     | Stationeries                                    | 35           |                         |                          |                                 |
| -                     | Impairment Charges                              | 36           |                         |                          |                                 |
| -                     | Transfer to other Government Entities           | 38           | 887,736,099.63          | 1,141,866,921.62         | 22.26                           |
| -                     | Public Debt Charges                             | 39           |                         |                          |                                 |
| -                     | Allowance(Leave Bonus)                          | 40           | 50,648,554.25           | 138,438,144.62           | 63.41                           |
| 31,355,468.28         | Purchase of Assets                              | 58           | 32,022,756.21           | 45,000,000.00            | 28.84                           |
| -                     | Acquisition of Investment                       | 63           | -                       | -                        | -                               |
| -                     | Repayment of Borrowing                          | 66           | 5,898,091.22            | -                        | -100.00                         |
| <b>775,003,174.24</b> | <b>Total Expenditure</b>                        |              | <b>1,487,989,645.63</b> | <b>2,474,342,843.05</b>  | <b>122.90</b>                   |
| <b>-2,230,826.76</b>  | <b>Accumulated Surplus/(Deficit) 31/12/2020</b> |              | <b>-6,355,202.87</b>    | <b>120,589,999.95</b>    | <b>-336.31</b>                  |



**IDO/OSI LOCAL GOVERNMENT, IDO-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER,**  
**2020**

| <b>S/N</b> | <b>NARRATION</b>                  | <b>ACCUMULATED<br/>SURPLUS/DEFICIT<br/>(N)</b> | <b>RESERVES (N)</b>   | <b>CAPITAL<br/>GRANT (N)</b> | <b>TOTAL (N)</b>      |
|------------|-----------------------------------|--|-----------------------|------------------------------|-----------------------|
| 1          | Opening Balance (1/1/2020)        | -20,257,433.06                                 | 759,295,264.99        | -                            | 739,037,831.93        |
| 2          | Surplus for the year              | -54,870,301.01                                 |                       |                              | -54,870,301.01        |
| 3          | Grant for the year                |  |                       |                              |                       |
| 4          | Adjustment                        |  | -265,032,753.64       |                              | -328,108,015.07       |
|            | <b>Closing Balance 31/12/2020</b> | <b>-75,127,734.06</b>                          | <b>494,262,511.35</b> |                              | <b>419,134,777.28</b> |

**NOTE 1****CASH AND CASH EQUIVALENS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2020**

| <b>S/N</b> | <b>BANK</b>  | <b>ACCOUNT NAME</b> | <b>ACCOUNT NO</b> | <b>AMOUNT (#)</b>   |
|------------|--------------|---------------------|-------------------|---------------------|
| 1          | FIRST BANK   | SALARY              | 2008656902        | 4,194,955.89        |
| 2          | ZENITH BANK  | MAIN ACCOUNT        | 1016251709        | 4,504,477.68        |
| 3`         | UBA          | IGR                 | 1000532825        | 27,875.64           |
|            | <b>TOTAL</b> |                     |                   | <b>8,727,309.21</b> |

**NOTE 4****RECEIVABLE**

| <b>S/N</b> | <b>DETAILS</b>                  | <b>AMOUNT (#)</b>     |
|------------|---------------------------------|-----------------------|
| 1          | LOCAL GOVERNMENT IGR OUTSTANDIN | 315,000.00            |
| 2          | 10% STATE IGR                   | 376,075,466.07        |
|            | <b>TOTAL</b>                    | <b>376,390,466.07</b> |

**NOTE 7****INVESTMENTS**

| <b>S/N</b> | <b>DETAILS</b>                       | <b>AMOUNT (#)</b>   |
|------------|--------------------------------------|---------------------|
| 1          | Investment in share at Wema Bank     | 1,000,000.00        |
| 2          | Investment in share at Heritage Bank | 650,000.00          |
|            | <b>TOTAL</b>                         | <b>1,650,000.00</b> |

**Notes 8 & 37**

**PROPERTY, PLANT & EQUIPMENT**

| <b>FIXED ASSET</b>           | <b>5%</b>                  | <b>20%</b>           | <b>15%</b>                   | <b>15%</b>             | <b>15%</b>           | <b>TOTAL</b>            |
|------------------------------|----------------------------|----------------------|------------------------------|------------------------|----------------------|-------------------------|
| <b>PPE</b>                   | <b>LAND &amp; BUILDING</b> | <b>VEHICLE</b>       | <b>PLANT &amp; EQUIPMENT</b> | <b>AGRIC EQUIPMENT</b> | <b>F &amp; F</b>     | <b>TOTAL</b>            |
| OPENING BAL. 1/1/2020        | 1,074,883,124.98           | 25,869,679.25        | 17,246,452.83                | 34,010,182.72          | 28,803,674.63        | 1,180,813,114.41        |
| ADDITIONAL                   | 31,424,617.83              | 329,000.00           | 269,138.38                   | -                      | -                    | 32,022,756.21           |
| <b>COST AS AT 31/12/2020</b> | <b>1,106,307,742.81</b>    | <b>26,198,679.25</b> | <b>17,515,591.21</b>         | <b>34,010,182.72</b>   | <b>28,803,674.63</b> | <b>1,212,835,870.62</b> |
| DEPRECIATION FOR THE YEAR    | 55,315,387.14              | 5,239,735.85         | 2,627,338.68                 | 5,101,527.41           | 4,320,551.19         | 72,604,540.27           |
| ACUMULATED DEP. 31/12/2020   | 99,807,899.89              | 11,707,155.66        | 7,814,731.45                 | 1,203,593.90           | 14,401,837.30        | 134,935,218.20          |
| <b>NBV 31/12/2020</b>        | <b>1,050,992,355.67</b>    | <b>20,958,943.40</b> | <b>14,888,252.53</b>         | <b>28,908,655.31</b>   | <b>24,483,123.44</b> | <b>1,140,231,330.35</b> |

**NOTE 9**

**INVESTMENT PROPERTY**

| <b>S/N</b> | <b>DETAILS</b>                 | <b>AMOUNT (#)</b>     |
|------------|--------------------------------|-----------------------|
| 1          | LOCK UP SHOP                   | 106,055,412.22        |
| 2          | OPEN MARKET STALLS             | 15,312,736.12         |
| 3          | POULTRY PEN                    | 4,525,740.00          |
| 4          | FAYOSE MARKET SHOP             | 3,258,532.80          |
| 5          | IREWOLEDE ESTATE               | 25,344,144.00         |
| 6          | NEIGHBOURHOOD MARKET           | 37,073,600.00         |
|            |                                | <b>191,570,165.14</b> |
|            | 20% CURRENT DEPRECIATION (37b) | 3,831,403.30          |
|            | NBV                            | <b>187,738,761.84</b> |

**NOTE 10**

**BIOLOGICAL ASSETS**

| <b>S/N</b> | <b>DETAILS</b>  | <b>AMOUNT (#)</b> |
|------------|-----------------|-------------------|
| 1          | TEAK PLANTATION | 10,200,000.00     |

**NOTE 11****ACCUMULATED DEPRECIATION**

| <b>S/N</b> | <b>DETAILS</b>         | <b>AMOUNT(#)</b>      |
|------------|------------------------|-----------------------|
| 1          | LAND AND BUILDING      | 99,807,899.89         |
| 2          | VEHICLE                | 1,707,155.66          |
| 3          | PLANT AND EQUIPMENT    | 7,814,731.45          |
| 4          | AGRIC EQUIPMENT        | 1,203,593.90          |
| 5          | FURNITURE AND FITTINGS | 14,401,837.30         |
|            | <b>TOTAL</b>           | <b>134,935,218.20</b> |

**NOTE 14****PAYABLE**

| <b>S/N</b> | <b>DETAILS</b>                     | <b>AMOUNTS (#)</b>      |
|------------|------------------------------------|-------------------------|
| 1          | STAFF SALARIES                     | 330,290,591.70          |
| 2          | PHO SALARIES AND ALLOWANCES        | 33,024,084.84           |
| 3          | LEAVE BONUS                        | 147,653,554.42          |
| 4          | MID WIVES                          | 900,000.00              |
| 5          | PALACE STAFF                       | 9,848,806.40            |
| 6          | FORMER POLITICAL OFFICE HOLDERS    | 258,819,791.99          |
| 7          | UTILITY (BEDC)                     | 1,132,547.73            |
| 8          | OUTSTANIDNG CONTRACTUAL OBLIGATION | 270,013,539.45          |
| 9          | OUTSTANDING CLAIMS                 | 32,677,616.64           |
|            | <b>TOTAL</b>                       | <b>1,084,360,534.17</b> |

**NOTE 16****BOROWINGS**

10% OF STAFF REVENUE TO LOCAL GOVERNMENT

TOTAL LIABILITY

1,887,389,188.80

LESS PAYMENT

503,303,783.68

BALANCE

1,384,085,405.12

LIABILITY PER LOCAL GOVERNMENT

1,384,085,405.12

16

**= #86,505,337.82**

**NOTE 21****SHARE OF STATUTORY ALLOCATION**

| <b>S/N</b> | <b>MONTH</b> | <b>AMOUNTS (#)</b>      |
|------------|--------------|-------------------------|
| 1          | JANUARY      | 142,250,063.41          |
| 2          | FEBRUARY     | 131,362,916.61          |
| 3          | MARCH        | 117,976,331.69          |
| 4          | APRIL        | 127,761,443.12          |
| 5          | MAY          | 120,274,290.92          |
| 6          | JUNE         | 114,743,844.78          |
| 7          | JULY         | 133,642,740.89          |
| 8          | AUGUST       | 136,721,272.22          |
| 9          | SEPTEMBER    | 116,420,545.78          |
| 10         | OCTOBER      | 124,902,609.31          |
| 11         | NOVEMBER     | 98,373,290.85           |
| 12         | DECEMBER     | 97,016,271.21           |
|            | <b>TOTAL</b> | <b>1,461,445,620.79</b> |

**NOTE 22****TAX REVENUE**

| <b>S/N</b> | <b>DETAILS</b>                  | <b>AMOUNT (#)</b>   |
|------------|---------------------------------|---------------------|
| 1          | LOCAL GOVERNMENT TAX (IGR) 2.5% | 2,150,743.97        |
| 2          | TENEMENT RATE                   | 122,900.00          |
|            | <b>TOTAL</b>                    | <b>2,273,643.97</b> |

**NOTE 23****NON TAX REVENUE**

| <b>S/N</b> | <b>DETAILS</b>                      | <b>AMOUNT (#)</b>   |
|------------|-------------------------------------|---------------------|
| 1          | LOCAL LICENSE, FINE AND RATE        | 747,628.00          |
| 2          | MARKET TOLLS                        | 1,438,100.00        |
| 3          | LOCAL GOVERNMENT ATTESTATION        | 2,044,900.00        |
| 4          | BIRTH AND DEATH REGISTRATION        | 111,700.00          |
| 5          | MARRIAGES                           | 1,322,000.00        |
| 6          | REGISTRATION OF SOCIAL ORGANIZATION | 22,000.00           |
| 7          | TENEMENT RATE                       | 122,900.00          |
| 8          | COMMUNITY FLAT RATE                 | 152,350.00          |
| 9          | BURIAL FEES                         | 5,000.00            |
| 10         | LOADING FEES                        | 20,900.00           |
| 11         | STICKERS                            | 45,400.00           |
| 12         | HACKING PERMIT                      | 1,550.00            |
| 13         | NAMING OF STREET REGISTRATION       | 20,000.00           |
| 14         | LIQUOR LICENCE                      | 4,500.00            |
| 15         | TEAK FEES                           | 10,000.00           |
|            | <b>TOTAL</b>                        | <b>6,028,928.00</b> |

**NOTE 25****INVESTMENT INCOME**

| S/N | DETAILS                               | AMOUNT (#)          |
|-----|---------------------------------------|---------------------|
| 1   | RENT FROM LOCAL GOVERNMENT PROPERTY   | 1,205,750.00        |
| 2   | HIRING OF LOCAL GOVERNMENT PROPERTIES | 680,500.00          |
|     | <b>TOTAL</b>                          | <b>1,886,250.00</b> |

**NOTE 29****SALARIES AND WAGES**

| S/N | DETAILS                 | AMOUNT (#)            |
|-----|-------------------------|-----------------------|
| 1   | STAFF SALARIES          | 416,702,826.16        |
| 2   | POLITICAL OFFICE HOLDER | 43,479,958.60         |
| 3   | PALACE STAFF            | 1,681,835.40          |
| 4   | MID WIVES               | 480,000.00            |
|     | <b>TOTAL</b>            | <b>477,344,620.16</b> |

**NOTE 32****OVERHEAD COST**

| S/N | DETAILS                             | AMOUNT (#)           |
|-----|-------------------------------------|----------------------|
| 1   | TRAVELLING AND TRANSPROT            | 13,991,936.26        |
| 2   | UTILITIES                           | 1,880,000.00         |
| 3   | MAINTENANCE SERVICE                 | 2,773,420.00         |
| 4   | TRAVELLING                          | 1,465,100.00         |
| 5   | CONSULTANC AND PROFESSIONAL SERVICE | 1,600,000.00         |
| 6   | FUEL AND LUBRICANTS                 | 2,777,600.00         |
| 7   | FINANCIAL CHARGE                    | 82,667.90            |
| 8   | OTHER SERVICES                      | 9,768,800.00         |
|     | <b>TOTAL</b>                        | <b>34,339,524.16</b> |

**NOTE 37****DEPRECIATION CHARGES**

| S/N | DETAILS                | AMOUNT (#)           |
|-----|------------------------|----------------------|
| 1   | LAND AND BUILDING      | 55,315,387.14        |
| 2   | VEHICLE                | 5,239,735.85         |
| 3   | PLANT AND EQUIPMENT    | 2,627,338.68         |
| 4   | AGRIC EQUIPMENT        | 5,101,527.41         |
| 5   | FURNITURE AND FITTINGS | 4,320,551.19         |
|     | <b>SUB-TOTAL</b>       | <b>72,604,540.27</b> |
|     | INVESTMENT PROPERTY    | 3,831,405.30         |
|     | <b>TOTAL</b>           | <b>76,435,945.57</b> |

**NOTE 38****TRANSFER TO OTHER GOVERNMENT ENTITY**

| S/N | DETAILS                | AMOUNT (#)            |
|-----|------------------------|-----------------------|
| 1   | PARASTATA;S            | 20,421,503.14         |
| 2   | PEACE CORPS AND OTHERS | 101,945,515.55        |
| 3   | BUSARY FUND            | 929,250.00            |
| 4   | PRIMARY EDUCATION      | 311,991,883.07        |
| 5   | SUBEB OVERHEAD         | 5,460,000.00          |
| 6   | PENSION FUND           | 361,882,234.31        |
| 7   | TRADITIONAL            | 85,105,713.56         |
|     | <b>TOTAL</b>           | <b>887,736,099.63</b> |

**NOTE 40****ALLOWANCES**

| S/N | DETAILS             | AMOUNT (#)           |
|-----|---------------------|----------------------|
| 1   | LEAVE BONUS         | 48,582,435.35        |
| 2   | FURNITURE ALLOWANCE | 2,066,118.90         |
|     | <b>TOTAL</b>        | <b>50,648,554.25</b> |

**NOTE 58****PURCHASE OF PROPOERTY, PLANT AND EQUIPMENT**

| S/N | DETAILS             | AMOUNT (#)           |
|-----|---------------------|----------------------|
| 1   | LAND AND BUILDING   | 31,424,617.83        |
| 2   | VEHICLE             | 329,000.00           |
| 3   | PLANT AND EQUIPMENT | 269,138.38           |
|     | <b>TOTAL</b>        | <b>32,022,756.21</b> |

**NOTE 66****REPAYMENT OF BORROWING**

TOTAL REPAYMENT (12 X 7,864,121.62)

#94,369,459.44

REPAYMENT PER LOCAL GOVERNMENT = 94,369,459.44

16

= **#5,898,091.22**

**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE**

**ACCOUNTS OF IJERO LOCAL GOVERNMENT,**

**IJERO-EKITI**

**FOR THE YEAR ENDED**

**31ST DECEMBER, 2020.**



## **AUDIT CERTIFICATE**

I have examined the General Purpose Financial Statements of Ijero Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF IJERO LOCAL GOVERNMENT, IJERO-EKITI FOR THE YEAR  
ENDED 31<sup>ST</sup> DECEMBER, 2020.**

The General Purpose Financial Statements of Ijero Local Government have been examined in accordance with, sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively, section 26(2) of Ekiti State Audit Law, 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Ijero Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

## **5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31<sup>st</sup> December, 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2020 budget recorded a low performance. An estimate was made for N1,594,420,000.00, while actual Revenue recorded stood at N1,343,578,562.78. This is about 84.27% performance. Equally, the IGR of N12,721,880.00 represents only 0.95% of

the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of N1,591,000.000.00 only was budgeted for expenditure but N1,329,081,105.12 was actually incurred, resulting to a deficit of N261,918,894.88 for the period.

## **8. REVENUE ACCOUNT**

A total sum of N1,343,578,562.78 was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only 0.95% (N12,721,880.00) was generated as IGR, which showed that the Local Government solely depends on the Statutory Allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of 78.35% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2020.

## **9. AUTHORITY FOR EXPENDITURE**

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10, of this report.

## **10. EXPENDITURE CONTRARY TO LAW:**

The following expenditure appears to be contrary to Law.

| <b>S/N</b> | <b>QUERY NO</b>     | <b>QUERY SUBJECT</b>                   | <b>AMOUNT (₦)</b> |
|------------|---------------------|--|-------------------|
| 1          | AUD/IJLG/AQ/01/2020 | Expenditure Contrary to Regulation     | 2,161,800.00      |
| 2          | AUD/IJLG/AQ/02/2020 | Items not taken on store ledger charge | 2,297,900.00      |
| 3          | AUD/IJLG/AQ/03/2020 | Security vote                          | 8,500,000.00      |

|   |                     |  |                      |
|---|---------------------|--|----------------------|
| 4 | AUD/IJLG/AQ/04/2020 | Nugatory Payment                                 | 376,500.00           |
| 5 | AUD/IJLG/AQ/05/2020 | Unaudited Expenditure                            | 2,173,000.00         |
| 6 | AUD/IJLG/AQ/06/2020 | Expenditure not Supported<br>with proper Records | 627,500.00           |
| 7 | AUD/IJLG/AQ/07/2020 | Unvouched Expenditure                            | 5,452,200.00         |
| 8 | AUD/IJLG/AQ/08/2020 | Unproduced Revenue<br>Earning Receipts           | Various              |
|   | <b>TOTAL</b>        |  | <b>21,588,900.00</b> |

#### 11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

#### 12. **DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

#### 13. **STATE OF ACCOUNT**

The Accounts of Ijero Local Government have been examined up to 31<sup>st</sup> December, 2019 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ijero Local Government, Ijero-Ekiti. Particular attention is required to the followings:

- (i) Cash books and subsidiary ledgers
- (ii) Bank Reconciliation Statement

- (iii) Attendance of Audit Queries
- (iv) Internally Generated Revenue
- (v) Fixed Asset Register.

#### 14. **OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

The following matters remained outstanding in my previous reports.

| S/N | QUERY NO          | SUBJECT   | AMOUNT (N)           |
|-----|-------------------|---|----------------------|
| 1.  | AUD/IJLG/AQ/10/19 | Unretired Security Vote/ Responsibility allowance | 14,200,000.00        |
| 2.  | AUD/IJLG/AQ/12/19 | Unvouched Expenditure                             | 3,251,075.00         |
|     |                   | <b>TOTAL</b>                                      | <b>17,451,075.00</b> |

18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance Ijero Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

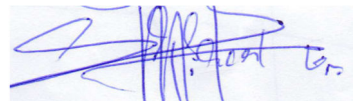
To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ijero Local Government as at the year ended 31<sup>st</sup> December, 2020.



**Hon. Ropo Ige,**  
**Executive Chairman.**



**Mr. Falayi Tope**  
**Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(i) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions and events occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

Revenue from non-exchange transactions such as fees, taxes, and fines are recognition when the events occurred and the assets recognized criteria are met.

### **(8) EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.



(9) **STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

10) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(11) **RECEIVABLES.**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(12) **INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

(13) **PROPERTY, PLANT & EQUIPMENT (PPE)**

- i. All PPE are stated at historical cost less accumulated depreciation.
- ii. Historical cost included expenditure that were directly attributable to the acquisition of the items.

(14) **INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.

(15) **DEPRECIATION**

Depreciation on PPE and investment property were charged on a straight line basis over their expected useful lives less estimated residual value using the appropriate rates.

(16) **UNREMITTED DEDUCTIONS.**

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source.

(17) **PAYABLES.**

Payables are recognized at fair value.

(18) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost incurred.

(19) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as Expenses in the statement of Financial Performance.

**IJERO LOCAL GOVERNMENT, IJERO-EKITI, EKITI-STATE, NIGERIA**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020**

| <b>2019</b>             | <b>DETAILS</b>                           | <b>NOTES</b> | <b>2020</b>           |                         |
|-------------------------|--|--------------|-----------------------|-------------------------|
| <b>N</b>                |  |              | <b>N</b>              | <b>N</b>                |
|                         | <b>ASSETS</b>                            |              |                       |                         |
|                         | <b>Current Assets</b>                    |              |                       |                         |
| 953,983.27              | Cash and Cash Equivalents                | 1            | 15,451,440.93         |                         |
| -                       | Inventories                              | 2            |                       |                         |
| -                       | WIP                                      | 3            |                       |                         |
| 394,478,045.22          | Receivables                              | 4            | 376,075,466.07        |                         |
| -                       | Prepayments                              | 5            |                       |                         |
| <b>395,432,028.49</b>   | <b>Total Current Assets</b>              |              |                       | <b>391,526,907.00</b>   |
|                         |  |              |                       |                         |
|                         | <b>Non-Current Assets</b>                |              |                       |                         |
| -                       | Loans Granted                            | 6            |                       |                         |
| -                       | Investments                              | 7            |                       |                         |
| 724,705,950.23          | Fixed Assets-Property, Plant & Equipment | 8            | 679,238,411.46        |                         |
| -                       | Investment Property                      | 9            |                       |                         |
| -                       | Biological Assets                        | 10           |                       |                         |
| <b>724,705,950.23</b>   | <b>Total Non-Current Assets</b>          |              |                       | <b>679,238,411.46</b>   |
| <b>1,120,137,978.72</b> | <b>Total Assets</b>                      |              |                       | <b>1,070,765,318.46</b> |
|                         | <b>LIABILITIES</b>                       |              |                       |                         |
|                         | <b>Current Liabilities</b>               |              |                       |                         |
| -                       | Accumulated Depreciation                 | 11           |                       |                         |
| -                       | Loans & Debts(Short-Term)                | 12           |                       |                         |
| 73,422.05               | Unremitted Deductions                    | 13           |                       |                         |
| 398,285,297.99          | Payables                                 | 14           | 320,629,119.82        |                         |
| <b>398,358,720.04</b>   | <b>Total Current Liabilities</b>         |              | <b>320,629,119.82</b> |                         |
|                         | <b>Non-Current Liabilities</b>           |              |                       |                         |
| -                       | Public Funds                             | 15           |                       |                         |
| -                       | Borrowings                               | 16           | 86,505,337.82         |                         |
| -                       | <b>Total Non-Current Liabilities</b>     |              | <b>86,505,337.82</b>  |                         |
| <b>398,358,720.04</b>   | <b>Total Liabilities</b>                 |              |                       | <b>407,134,457.64</b>   |
| <b>721,779,258.68</b>   | <b>Net Asset/Equity</b>                  |              |                       | <b>663,630,860.82</b>   |
| 102,805,291.17          | Reserves                                 | 17           |                       | 69,728,883.20           |
| -                       | Capital Grant                            | 18           |                       |                         |
|                         | Net Surpluses/(Deficits)                 | 19           |                       |                         |
| 618,973,967.51          | Accumulated Surplus/(Deficit)            | 20           |                       | 593,901,977.62          |
| <b>721,779,258.68</b>   | <b>Total Net Assets/Equity</b>           |              |                       | <b>663,630,860.82</b>   |

**IJERO LOCAL GOVERNMENT, IJERO-EKITI, EKITI-STATE, NIGERIA**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                    | DETAILS   | NOTES | Actual 2020             |
|-------------------------|---|-------|-------------------------|
| N                       | <u>REVENUE</u>  |       | N                       |
| 1,266,353,665.93        | Government Share of FAAC (Statutory Revenue)                      | 21    | 1,330,856,682.78        |
| 3,095,900.00            | Tax Revenue   | 22    | 1,900,800.00            |
| 4,037,210.00            | Non-Tax Revenue   | 23    | 10,821,080.00           |
| -                       | Aid & Grants  | 24    |                         |
| -                       | Investment Income   | 25    |                         |
| -                       | Expenditure Recovery  | 26    |                         |
| -                       | Other Capital Receipts  | 27    |                         |
| -                       | Debt Forgiveness  | 28    |                         |
| <b>1,273,486,775.93</b> | <b>Total Revenue</b>  |       | <b>1,343,578,562.78</b> |
|                         | <u>EXPENDITURE</u>  |       |                         |
| 610,122,062.64          | Salaries & Wages  | 29    | 366,669,477.23          |
| -                       | Social Contribution   | 30    | 4,067,750.00            |
|                         | Social Benefit  | 31    | 1,131,000.00            |
| 61,003,279.84           | Overhead Cost   | 32    | 66,157,162.12           |
| -                       | Gratuity  | 33    |                         |
| -                       | Pension Allowance   | 34    |                         |
| -                       | Stationeries  | 35    |                         |
| -                       | Impairment Charges  | 36    |                         |
| 55,806,650.99           | Depreciation Charges  | 37    | 46,934,238.77           |
| 602,268,257.74          | Transfer to other Government Entities                             | 38    | 883,690,924.55          |
| -                       | Public Debt Charges   | 39    |                         |
| -                       | Allowance(Leave Bonus)  | 40    |                         |
| <b>1,329,200,251.21</b> | <b>Total Expenditure</b>  |       | <b>1,368,650,552.67</b> |
| <b>-55,713,475.28</b>   | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |       | <b>-25,071,989.89</b>   |
|                         | <b>Total Non-Operating Revenue/(Expenses)</b>                     |       |                         |
|                         | <b>Non-Operating Activities</b>                                   |       |                         |
| -                       | Gain/Loss on Disposal of Asset                                    | 41    |                         |
| -                       | Refunded Revenue  | 42    |                         |
| -                       | Revaluation Gain  | 43    |                         |
| <b>-55,713,475.28</b>   | <b>Net Surplus/(Deficit)</b>                                      |       |                         |

**IJERO LOCAL GOVERNMENT, IJERO-EKITI, EKITI-STATE, NIGERIA**  
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                    | DETAILS  | NOTES | 2020             |                         |
|-------------------------|--|-------|------------------|-------------------------|
|                         |  |       | <b>N</b>         | <b>N</b>                |
|                         |  |       |                  |                         |
|                         | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |       |                  |                         |
|                         | <b><u>Inflows</u></b>                                      |       |                  |                         |
| 1,266,353,665.93        | Government Share of FAAC (Statutory Revenue)               | 21    | 1,330,856,682.78 |                         |
| 3,095,900.00            | Tax Revenue  | 22    | 1,900,800.00     |                         |
| 4,037,210.00            | Non-Tax Revenue  | 23    | 10,821,080.00    |                         |
|                         | Aid & Grants   | 24    |                  |                         |
| -                       | Investment Income  | 25    |                  |                         |
| -                       | Expenditure Recovery                                       | 26    |                  |                         |
| -                       | Other Capital Receipts                                     | 27    |                  |                         |
| -                       | Debt Forgiveness   | 28    |                  |                         |
| <b>1,273,486,775.93</b> | <b>Total inflow from operating Activities</b>              |       |                  | <b>1,343,578,562.78</b> |
|                         | <b><u>Outflows</u></b>                                     |       |                  |                         |
| 610,122,062.64          | Salaries & Wages   | 29    | 366,669,477.23   |                         |
| -                       | Social Contributions                                       | 30    | 4,067,750.00     |                         |
| -                       | Social Benefit   | 31    | 1,131,000.00     |                         |
| 61,003,279.84           | Overheads Cost   | 32    | 66,157,162.12    |                         |
| -                       | Gratuity   | 33    |                  |                         |
| -                       | Pension Allowance  | 34    |                  |                         |
| 602,268,257.74          | Transfer to other Government Entities                      | 38    | 883,690,924.55   |                         |
| -                       | Allowance  | 40    |                  |                         |
| -                       | Deductions   | 49    |                  |                         |
| -                       | Refund   | 50    |                  |                         |
| -                       | Inventory  | 51    |                  |                         |
| -                       | Loan   | 52    |                  |                         |
|                         |  |       |                  |                         |
| <b>1,273,393,600.22</b> | <b>Total Outflow from Operating Activities</b>             |       |                  | <b>1,321,716,313.90</b> |
| <b>93,175.71</b>        | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |       |                  | <b>21,862,248.88</b>    |
|                         |  |       |                  |                         |
|                         | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |       |                  |                         |
| -                       | Proceeds from Sale of PPE                                  | 53    |                  |                         |
| -                       | Proceeds from Sale of Investment Property                  | 54    |                  |                         |
| -                       | Proceeds from Sales of Intangible Assets                   | 55    |                  |                         |
| -                       | Proceeds from Sale of Investment                           | 56    |                  |                         |
| -                       | Dividends Received   | 57    |                  |                         |
| -                       | <b>Total Inflow</b>  |       |                  |                         |
| -                       | <b>Outflows</b>  |       |                  |                         |

|                   |   |          |                     |                      |
|-------------------|---|----------|---------------------|----------------------|
| -                 | Purchase/ Construction of PPE                     | 58       | <b>1,466,700.00</b> |                      |
|                   | Purchase/ Construction OF Investment Property     | 59       |                     |                      |
| -                 | Investment in Private Companies                   | 60       |                     |                      |
| -                 | Loan Granted                                      | 61       |                     |                      |
| -                 | Purchase of Intangible Assets                     | 62       |                     |                      |
| -                 | Acquisition of Investment                         | 63       |                     |                      |
| -                 | <b>Total Outflow</b>                              |          | <b>1,466,700.00</b> |                      |
| -                 | <b>Net Cash Flow from Investing Activities</b>    |          |                     | <b>-1,466,700.00</b> |
|                   | <b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b> |          |                     |                      |
| -                 | Capital Grant Received                            | 64       |                     |                      |
| -                 | Proceeds from Borrowings                          | 65       |                     |                      |
| -                 | <b>Total Inflow</b>                               |          |                     |                      |
| -                 | <b>Outflows</b>                                   |          |                     |                      |
| -                 | Repayment of Borrowings                           | 66       | 5,898,091.22        |                      |
| -                 | Distribution of Surplus/Dividends Paid            | 67       |                     |                      |
| -                 | <b>Total Outflow</b>                              |          |                     |                      |
| <b>93,175.71</b>  | <b>Net Cash Flow from Financing Activities</b>    |          |                     | <b>-5,898,091.22</b> |
| 860,807.56        | <b>Net Cash Flow from all Activities</b>          |          |                     | <b>14,497,457.66</b> |
| <b>953,983.27</b> | Cash and Its Equivalent as at 01/01/2020          |          |                     | 953,983.27           |
| <b>93,175.71</b>  | <b>Cash and Its Equivalent as at 31/12/2020</b>   | <b>1</b> |                     | <b>15,451,440.93</b> |

**IJERO LOCAL GOVERNMENT, IJERO-EKITI, EKITI-STATE, NIGERIA**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST**  
**DECEMBER, 2020**

| 2019                    |  | Notes | Actual 2020             | Final Budget 2020       | Variance on Final Budget |
|-------------------------|--|-------|-------------------------|-------------------------|--------------------------|
| N                       |  |       | N                       | N                       | N                        |
|                         |  |       |                         |                         |                          |
|                         | <b>REVENUE</b>                               |       |                         |                         |                          |
| 1,266,353,665.93        | Government Share of FAAC (Statutory Revenue) | 21    | 1,330,856,682.78        | 1,586,290,000.00        | -16.10                   |
| 3,095,900.00            | Tax Revenue                                  | 22    | 1,900,800.00            | 3,000,000.00            | -36.64                   |
| 4,037,210.00            | Non-Tax Revenue                              | 23    | 10,821,080.00           | 5,130,000.00            | 110.94                   |
| -                       | Aid & Grants                                 | 24    |                         |                         |                          |
| -                       | Investment Income                            | 25    |                         |                         |                          |
| -                       | Expenditure Recovery                         | 26    |                         |                         |                          |
| -                       | Other Capital Receipts                       | 27    |                         |                         |                          |
| -                       | Debt Forgiveness                             | 28    |                         |                         |                          |
| <b>1,273,486,775.93</b> | <b>Total Revenue</b>                         |       | <b>1,343,578,562.78</b> | <b>1,594,420,000.00</b> | <b>58.20</b>             |
|                         | <b>EXPENDITURE</b>                           |       |                         |                         |                          |
| 610,122,062.64          | Salaries & Wages                             | 29    | 366,669,477.23          | 561,000,000.00          | 34.64                    |
| -                       | Social Contribution                          | 30    | 4,067,750.00            | 10,000,000.00           | 59.32                    |
|                         | Social Benefit                               | 31    | 1,131,000.00            | 20,000,000.00           | 94.35                    |
| 61,003,279.84           | Overhead Cost                                | 32    | 66,157,162.12           | 100,000,000.00          | 33.84                    |
| -                       | Gratuity                                     | 33    |                         |                         |                          |
| -                       | Pension Allowance                            | 34    |                         |                         |                          |
| -                       | Stationeries                                 | 35    |                         |                         |                          |
| -                       | Impairment Charges                           | 36    |                         |                         |                          |
|                         | Depreciation Charges                         | 37    |                         |                         |                          |
| 602,268,257.74          | Transfer to other Government Entities        | 38    | 883,690,924.55          | 900,000,000.00          | 1.81                     |
|                         | Public Debt Charges                          | 39    |                         |                         |                          |
|                         | Allowance(Leave Bonus)                       | 40    |                         |                         |                          |
|                         | Purchase of Assets                           | 58    | 1,466,700.00            |                         | -100.00                  |
| -                       | Acquisition of Investment                    | 63    | -                       | -                       | -                        |
| -                       | Repayment of Borrowing                       | 66    | 5,898,091.22            | -                       | -100.00                  |
| <b>1,273,393,600.22</b> | <b>Total Expenditure</b>                     |       | <b>1,323,183,013.90</b> | <b>1,591,000,000.00</b> | <b>23.96</b>             |
| <b>93,175.71</b>        | <b>Surplus/(Deficit) for the period</b>      |       | <b>20,395,548.88</b>    | <b>3,420,000.00</b>     | <b>34.23</b>             |

**IJERO LOCAL GOVERNMENT, IJERO-EKITI, EKITI-STATE, NIGERIA**  
**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| S/N | NARATION                          | ACCUMULATED<br>SURPLUS/DEFICIT<br>(N) | RESERVES (N)         | CAPITAL GRANT<br>(N) | TOTAL (N)             |
|-----|-----------------------------------|---------------------------------------|----------------------|----------------------|-----------------------|
| 1   | Opening Balance (1/1/2020)        | 618,973,967.51                        | 102,805,291.17       | -                    | 721,779,258.68        |
| 2   | Surplus for the year              | -25,071,989.89                        |                      |                      | -25,071,989.89        |
| 3   | Grant for the year                |                                       |                      |                      |                       |
| 4   | Adjustment                        |                                       | -33,076,407.97       |                      | -33,076,407.97        |
|     | <b>Closing Balance 31/12/2020</b> | <b>593,901,977.62</b>                 | <b>69,728,883.20</b> |                      | <b>663,630,860.82</b> |



**NOTE 1****CASH AND CASH EQUIVALENT AS AT 31<sup>ST</sup> DECEMBER, 2020**

| S/N | NAMES OF ACCOUNT | NATURE OF ACCOUNT | ACCOUNT NUMBER | CLOSING BALANCE      |
|-----|------------------|-------------------|----------------|----------------------|
| 1   | ACCESS BANK      | IGR               | 0009560347     | 22,061.59            |
| 2   | ACCESS BANK      | RECURRENT         | 0027088074     | 3,152.66             |
| 3   | WEMA BANK        | RECURRENT         | 0123114828     | 9,291,736.88         |
| 4   | HERITAGE BANK    | SALARY            | 6002279302     | 6,130,064.95         |
| 5   | HERITAGE BANK    | IGR               | 6002279364     | 4,424.85             |
|     | <b>TOTAL</b>     |                   |                | <b>15,451,440.93</b> |

**NOTE 4****RECEIVABLES**

#

10% STATE IGR:  $(\#6,017,207,457.12 \div 16) = \#376,075,466.07$

**NOTE 8****PROPERTY, PLANTS & EQUIPMENT AND DEPRECIATION CHARGE FOR 2020**

| ASSETS                | LAND & BUILDING       | MOTOR VEHICLES       | FURNITURE & FITTINGS | PLANTS & MACHINERY   | OFFICE EQUIPMENT     | TOTAL                 |
|-----------------------|-----------------------|----------------------|----------------------|----------------------|----------------------|-----------------------|
| BALANCE 01/01/2020    | 535,431,644.43        | 62,441,008.10        | 33,171,785.55        | 63,641,008.58        | 30,020,503.57        | 724,705,950.23        |
| PURCHASE FOR THE YEAR | 1,466,700.00          |                      |                      |                      |                      | 1,466,700.00          |
| <b>TOTAL</b>          | <b>536,898,344.43</b> | <b>62,441,008.10</b> | <b>33,171,785.55</b> | <b>63,641,008.58</b> | <b>30,020,503.57</b> | <b>726,172,650.23</b> |
| DEPRECIATION RATE     | 2%                    | 20%                  | 15%                  | 20%                  | 20%                  |                       |
| DEPRECIATION CHARGES  | 10,737,966.89         | 12,488,201.62        | 4,975,767.83         | 12,728,201.72        | 6,004,100.71         | 46,934,238.77         |
| <b>NBV</b>            | <b>526,160,377.54</b> | <b>49,952,806.48</b> | <b>28,196,017.72</b> | <b>50,912,806.86</b> | <b>24,016,402.86</b> | <b>679,238,411.46</b> |

**NOTE 14****PAYABLES**

OUTSTANDING SALARIES AND WAGES = **320,629,119.82**

**NOTE 16**  
**BORROWING**

#

|                             |                         |
|-----------------------------|-------------------------|
| TOTAL LIABILITY             | 18,873,879,188.80       |
| LESS: REPAYMENT             | <u>503,303,783.68</u>   |
| <b>BALANCE (31/12/2020)</b> | <b>1,384,085,405.12</b> |
|                             | =====                   |

**LIABILITY PER LOCAL GOVERNMENT**

$$\#1,384,085,405.12 \div 16$$

$$= \#86,505,337.82$$

**NOTE 21**  
**STATUTORY ALLOCATION FOR THE YEAR**

| MONTH        | AMOUNT(N)               |
|--------------|-------------------------|
| JANUARY      | 119,954,813.95          |
| FEBRUARY     | 121,582,700.00          |
| MARCH        | 107,637,903.74          |
| APRIL        | 117,872,791.71          |
| MAY          | 111,480,319.40          |
| JUNE         | 100,465,431.05          |
| JULY         | 114,322,321.67          |
| AUGUST       | 119,374,586.72          |
| SEPTEMBER    | 107,471,142.38          |
| OCTOBER      | 114,444,189.12          |
| NOVEMBER     | 97,605,315.47           |
| DECEMBER     | 98,645,167.57           |
| <b>TOTAL</b> | <b>1,330,856,682.78</b> |

**NOTE 22****TAX REVENUE**

| <b>S/N</b> | <b>DETAILS</b>   | <b>AMOUNT (#)</b>   |
|------------|------------------|---------------------|
| 1          | LOCAL/FLATS/RATE | 372,800.00          |
| 2          | TENEMENT RATE    | 1,528,000.00        |
|            | <b>TOTAL</b>     | <b>1,900,800.00</b> |

**NOTE 23****NON TAX REVENUE**

| <b>S/N</b> | <b>DETAILS</b>                           | <b>AMOUNT (#)</b>    |
|------------|--|----------------------|
| 1          | HACKNEY PERMIT                           | 26,000.00            |
| 2          | TRADE/CLUB REGISTRATION                  | 63,600.00            |
| 3          | MARRIAGE REGISTRATION                    | 601,000.00           |
| 4          | LOCAL GOVERNMENT ORIGIN                  | 3,889,500.00         |
| 5          | TRADE/SHOP PERMIT                        | 459,700.00           |
| 6          | ROAD BLOCK PERMIT                        | 613,510.00           |
| 7          | LOADING/OFFLOADING PERMIT                | 846,500.00           |
| 8          | MARKET FEES                              | 381,500.00           |
| 9          | EARNING FROM OTHER COMMERCIAL ACTIVITIES | 2,303,000.00         |
| 10         | GOVERNMENT PROPERTES                     | 1,541,970.00         |
| 11         | LIQUOR FEES                              | 94,800.00            |
|            | <b>TOTAL</b>                             | <b>10,821,080.00</b> |

**NOTE 29****SALARIES AND WAGES**

| <b>S/N</b> | <b>DETAILS</b>           | <b>AMOUNT (#)</b>     |
|------------|--------------------------|-----------------------|
| 1          | PALACE STAFF             | 26,112,337.11         |
| 2          | MID-WIVE                 | 270,000.00            |
| 3          | POLITICAL OFFICE HOLDERS | 51,523,940.00         |
| 4          | STAFF SALARIES           | 288,763,199.64        |
|            |                          |                       |
|            | <b>TOTAL</b>             | <b>366,669,477.23</b> |

**NOTE 30****SOCIAL CONTRIBUTION**

| <b>S/N</b>   | <b>MONTH</b> | <b>DETAILS</b>       | <b>AMOUNT(#)</b>    |
|--------------|--------------|----------------------|---------------------|
| 1            | JANUARY      | FOOTBALL COMPETITION | 157,000.00          |
| 2            | FEBRUARY     | TOWN HALL MEETING    | 590,000.00          |
| 3            | MARCH        | STUDENT UNION AWARD  | 790,250.00          |
| 4            | APRIL        | EMPOWERMENT          | 350,000.00          |
| 5            | MAY          |                      | -                   |
| 6            | JUNE         |                      | -                   |
| 7            | JULY         | EMPOWERMENT          | 350,000.00          |
| 8            | AUGUST       |                      | 250,000.00          |
| 9            | SEPTEMBER    | FOOTBALL COMPETITION | 320,000.00          |
| 10           | OCTOBER      | MEETINGS             | 276,500.00          |
| 11           | NOVEMBER     | EMPOWERMENT          | 819,000.00          |
| 12           | DECEMBER     | EMPOWERMENT          | 165,000.00          |
| <b>TOTAL</b> |              |                      | <b>4,067,750.00</b> |

**NOTE 31****SOCIAL BENEFIT**

| <b>S/N</b>   | <b>MONTHS</b> | <b>DETAILS</b>       | <b>AMOUNT (#)</b>   |
|--------------|---------------|----------------------|---------------------|
| 1            | JANUARY       | STAFF CLAIMS         | 320,000.00          |
| 2            | FEBRUARY      |                      | -                   |
| 3            | MARCH         | STAFF CLAIMS         | 405,000.00          |
| 4            | APRIL         |                      | -                   |
| 5            | MAY           |                      | -                   |
| 6            | JUNE          |                      | -                   |
| 7            | JULY          | FINANCIAL ASSISTANCE | 25,000.00           |
| 8            | AUGUST        | STAFF CLAIMS         | 121,000.00          |
| 9            | SEPTEMBER     | STAFF CLAIMS         | 190,000.00          |
| 10           | OCTOBER       |                      | -                   |
| 11           | NOVEMBER      | STAFF CLAIMS         | 60,000.00           |
| 12           | DECEMBER      | STAFF CLAIMS         | 10,000.00           |
| <b>TOTAL</b> |               |                      | <b>1,131,000.00</b> |

**NOTE 32****OVERHEAD COST**

| <b>S/N</b>   | <b>DETAILS</b> | <b>AMOUNT (#)</b>    |
|--------------|----------------|----------------------|
| 1            | JANUARY        | 6,311,500.00         |
| 2            | FEBRUARY       | 9,631,617.06         |
| 3            | MARCH          | 8,618,250.00         |
| 4            | APRIL          | 4,621,000.00         |
| 5            | MAY            | 5,058,500.00         |
| 6            | JUNE           | 5,601,500.00         |
| 7            | JULY           | 5,171,500.00         |
| 8            | AUGUST         | 5,397,095.06         |
| 9            | SEPTEMBER      | 7,268,200.00         |
| 10           | OCTOBER        | 3,960,817.06         |
| 11           | NOVEMBER       | 4,631,500.00         |
| 12           | DECEMBER       | 3,846,500.00         |
| <b>Total</b> |                | <b>66,157,162.12</b> |

**NOTE 37****DEPRECIATION FOR THE YEAR**

| S/N | MONTH               | AMOUNT (#)           |
|-----|---------------------|----------------------|
| 1   | LAND & BUILDING     | 10,737,966.89        |
| 2   | MOTOR VEHICLE       | 12,488,201.62        |
| 3   | FURNITURE & FITTING | 4,975,767.83         |
| 4   | PLANTS & MACHINERY  | 12,728,201.72        |
| 5   | OFFICE EQUIPMENT    | 6,004,100.71         |
|     | <b>TOTAL</b>        | <b>46,934,238.77</b> |

**NOTE 38****TRANSFER TO OTHER GOVERNMENT ENTITIES**

| S/N | DETAILS                                   | AMOUNT (#)            |
|-----|---|-----------------------|
| 1   | TRADITIONAL COUNCIL                       | 61,035,280.11         |
| 2   | PARASTATALS RUNNING GRANTS TO PEACE CORPS | 22,043,183.90         |
| 3   | PRIMARY EDUCATION SALARY                  | 14,400,000.00         |
| 4   | FUND                                      | 367,015,156.43        |
| 5   | SUBEB OVER HEAD                           | 7,320,000.00          |
| 6   | PENSION FUND                              | 411,787,304.11        |
|     | <b>TOTAL</b>                              | <b>883,690,924.55</b> |

**NOTE 58****PURCHASE OF PP&E**

|                   |              |
|-------------------|--------------|
|                   | <b>#</b>     |
| LAND AND BUILDING | 1,466,700.00 |

**NOTE 66****REPAYMENT OF BORROWING**

|                                   |                                    |
|-----------------------------------|------------------------------------|
| TOTAL REPAYMENT (7,864,121.62x12) | <b>AMOUNT (N)</b><br>94,369,459.44 |
|-----------------------------------|------------------------------------|

|   |                            |
|---|----------------------------|
| REPAYMENT PER LOCAL GOVERNMENT 94,369,459.44/16 | <u><b>5,898,091.22</b></u> |
|---|----------------------------|

**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE**

**ACCOUNTS OF IKERE LOCAL GOVERNMENT,**

**IKERE-EKITI**

**FOR THE YEAR ENDED**

**31ST DECEMBER, 2020.**

## **AUDIT CERTIFICATE**

I have examined the General Purpose Financial Statements of Ikere Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF IKERE LOCAL GOVERNMENT, IKERE-EKITI FOR THE YEAR  
ENDED 31<sup>ST</sup> DECEMEBR, 2020.**

The General Purpose Financial Statements of Ikere Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively, Section 26(2) of Ekiti State Audit Law, 2014 and section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Ikere Local Government to prepare and present the Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year, and the section was adhered to by the Local Government.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

**5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.



These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31<sup>st</sup> December, 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS actual showed the following shortcomings:

- i. The estimate made for Revenue in the 2020 budget recorded a low performance. An estimate was made for **N1,749,663,700.00**, while actual Revenue recorded stood at **N1.711,737,375.23**. This is about **97.83%** performance. Equally, the IGR of **N12,602,900.00** represents only **0.74%** of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of **N1,713,000,000.00** only was budgeted for expenditure but only **N1,718,406,928.54** was actually incurred, resulting to deficit of **(N5,405,928.54)** for the period.

#### 8. **REVENUE ACCOUNT**

A total sum of **N1,711,737,375.23** was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only **0.74% (N12,602,900.00)** was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a deficit of **4.43%** over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2020.

#### 9. **AUTHORITY FOR EXPENDITURE**

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraphs 10 of this report.

#### 10. **EXPENDITURE CONTRARY TO LAW**

The following expenditure appears to be contrary to law.

| S/N | AUERY NO        | QUERY SUBJECT                                 | AMOUNT IN<br>QUERY (N) |
|-----|-----------------|---|------------------------|
| 1   | AQ/IKLG/01/2020 | Unaudited Expenditure                         | 2,584,115.56           |
| 2   | AQ/IKLG/02/2020 | Unretired Security votes                      | 9,500,000.00           |
| 3   | AQ/IKLG/03/2020 | Expenditure not supported with proper Records | 94,400.00              |
| 4   | AQ/IKLG/04/2020 | Nugatory Payment                              | 1,671,000.00           |
| 5   | AQ/IKLG/05/2020 | Expenditure Contrary to Regulations           | 5,548,750.00           |

|   |                 |   |                      |
|---|-----------------|---|----------------------|
| 6 | AQ/IKLG/06/2020 | Items Not taken on store ledger charge. | 187,000.00           |
| 7 | AQ/IKLG/07/2020 | Unvouched Expenditure                   | 6,039,950.00         |
| 8 | AQ/IKLG/08/2020 | Unproduced Earning Receipts             | Various              |
|   |                 | <b>TOTAL</b>                            | <b>25,625,215.56</b> |

#### 11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

#### 12. **DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

#### 13. **STATE OF ACCOUNT**

The Accounts of Ikere Local Government have been examined up to 31<sup>st</sup> December 2019 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ikere Local Government, Ikere Ekiti.

Your attention is invited to the following issues:

- Non adherence to Financial Memoranda
- Fixed Assets Register
- Internally Generated Revenue
- Traditional Council's Accounts
- Attendance to Audit Queries
- Capital Projects

#### 14. **OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

The following matters remained outstanding in my previous reports.

- (a) Difference in JAAC releases (2015) - N11,715,250.57
- (b) Loss of fund involving Mr. Fasanmi Oluremi (2015) 257,000.00
- (c) Unremitted Revenue 25,300.00
- (d) Audit Queries 2019.

| S/NO | QUERY NO             | SUBJECT                            | AMOUNT<br>OUTSTANDING |
|------|----------------------|------------------------------------|-----------------------|
| 1    | AUD/IKELG/AQ/03/2019 | Nugatory Expenditure               | 3,677,500.00          |
| 2    | AUD/IKELG/AQ/06/2019 | Unretired Security vote            | 20,000,000.00         |
| 3    | AUD/IKELG/AQ/08/2019 | Expenditure Contrary to Regulation | 2,917,135.00          |
| 4    | AUD/IKELG/AQ/09/2019 | Unproduced payment Vouchers        | 551,000.00            |
| 5    | AUD/IKELG/AQ/10/2019 | Unvouched Expenditure              | 1,739,000.00          |
|      |                      | <b>Total</b>                       | <b>28,884,635.00</b>  |



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance Ikere Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ikere Local Government as at the year ended 31<sup>st</sup> December, 2020.



**Hon. Ayodele Oluwafemi,  
Executive Chairman.**



**Mr. Ojo G.A,  
Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(ii) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions and as events occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

This presented both the exchange and non-exchange revenue from Internally Generated revenue and Statutory Allocation from the Federation Account during the year.

- x. Revenue from non-exchange transactions such as fees, taxes, and fines are recognized when the events occurred and the assets recognition criteria are met.
- xii. Revenue from exchange transactions are recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered.

(8) **EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

(9) **STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

(10) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(11) **RECEIVABLES**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(12) **INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

(13) **PROPERTY, PLANT & EQUIPMENT (PPE)**

All PPE are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost included expenditure that were directly attributable to the acquisition of the items.

(14) **INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.

(15) **DEPRECIATION**

Depreciation on PPE and Investment property were charged on a straight line basis over their Expected useful lives less estimated residual value using the appropriate rates.

(16) **UNREMITTED DEDUCTIONS.**

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source.

(17) **PAYABLES.**

Payables are recognized at fair value.

(18) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost incurred.

(19) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as Expenses in the statement of Financial Performance.



**IKERE LOCAL GOVERNMENT, IKERE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020**

| 2019                    | DETAILS                                  | NOTES | 2020                  |                         |
|-------------------------|--|-------|-----------------------|-------------------------|
| N                       | Represented By:                          |       | N                     | N                       |
|                         | <b>ASSETS</b>                            |       |                       |                         |
|                         | <b>Current Assets</b>                    |       |                       |                         |
| 13,627,723.35           | Cash and Cash Equivalents                | 1     | 6,958,170.22          |                         |
| 50,500.00               | Inventories                              | 2     | 10,000.00             |                         |
|                         | WIP                                      | 3     |                       |                         |
| 37,793,785.14           | Receivables                              | 4     | 376,961,331.21        |                         |
|                         | Prepayments                              | 5     |                       |                         |
| <b>51,472,008.49</b>    | <b>Total Current Assets</b>              |       |                       | <b>383,929,501.43</b>   |
|                         | <b>Non-Current Assets</b>                |       |                       |                         |
|                         | Loans Granted                            | 6     |                       |                         |
| 11,381,242.65           | Investments                              | 7     | 11,381,242.65         |                         |
| 905,010,265.26          | Fixed Assets-Property, Plant & Equipment | 8     | 843,370,493.94        |                         |
|                         | Investment Property                      | 9     | 67,801,616.96         |                         |
| 87,978,000.00           | Biological Assets                        | 10    | 87,978,000.00         |                         |
| <b>1,004,369,507.91</b> | <b>Total Non-Current Assets</b>          |       |                       | <b>1,010,531,353.55</b> |
| <b>1,055,841,516.40</b> | <b>Total Assets</b>                      |       |                       | <b>1,394,460,854.98</b> |
|                         | <b>LIABILITIES</b>                       |       |                       |                         |
|                         | <b>Current Liabilities</b>               |       |                       |                         |
|                         | Accumulated Depreciation                 | 11    |                       |                         |
|                         | Loans & Debts(Short-Term)                | 12    |                       |                         |
| 7,526,880.45            | Unremitted Deductions                    | 13    | 7,526,880.45          |                         |
| 555,056,670.45          | Payables                                 | 14    | 647,957,168.98        |                         |
| <b>562,583,550.90</b>   | <b>Total Current Liabilities</b>         |       | <b>655,484,049.43</b> |                         |
|                         | <b>Non-Current Liabilities</b>           |       |                       |                         |
| 4,000,000.00            | Public Funds                             | 15    | 3,000,000.00          |                         |
|                         | Borrowings                               | 16    | 86,505,337.82         |                         |
| <b>4,000,000.00</b>     | <b>Total Non-Current Liabilities</b>     |       | <b>89,505,337.82</b>  |                         |
| <b>566,583,550.90</b>   | <b>Total Liabilities</b>                 |       |                       | <b>744,989,387.25</b>   |
| <b>489,257,965.50</b>   | <b>Net Asset/Equity</b>                  |       |                       | <b>649,471,467.73</b>   |
|                         | <b>Financed By:</b>                      |       |                       |                         |
| 408,996,711.04          | Reserves                                 | 17    |                       | 563,819,380.54          |
| -                       | Capital Grant                            | 18    |                       |                         |
| -                       | Net Surpluses/(Deficits)                 | 19    |                       |                         |
| 80,261,254.46           | Accumulated Surplus/(Deficits)           | 20    |                       | 85,652,087.19           |
| <b>489,257,965.50</b>   | <b>Total Net Assets/Equity</b>           |       |                       | <b>649,471,467.73</b>   |

**IKERE LOCAL GOVERNMENT, IKERE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| <b>2019</b>             | <b>DETAILS</b>  | <b>NOTES</b> | <b>Actual 2020</b>      |
|-------------------------|---|--------------|-------------------------|
| <b>₦</b>                | <b><u>REVENUE</u></b>   |              | <b>₦</b>                |
| 1,804,328,493.45        | Government Share of FAAC (Statutory Revenue)                      | 21           | 1,699,134,405.23        |
| 3,693,300.00            | Tax Revenue   | 22           | 3,083,850.00            |
| 5,881,530.00            | Non-Tax Revenue   | 23           | 5,524,350.00            |
|                         | Aid & Grants  | 24           |                         |
| 3,612,761.42            | Investment Income   | 25           | 3,994,770.00            |
|                         | Expenditure Recovery  | 26           |                         |
|                         | Other Capital Receipts  | 27           |                         |
|                         | Debt Forgiveness  | 28           |                         |
| <b>1,817,516,084.87</b> | <b>Total Revenue</b>  |              | <b>1,711,737,375.23</b> |
|                         | <b><u>EXPENDITURE</u></b>   |              |                         |
| 912,727,781.38          | Salaries & Wages  | 29           | 733,117,853.51          |
| 38,926,802.97           | Social Contribution   | 30           | 28,263,450.59           |
|                         | Social Benefit  | 31           | 26,181,594.86           |
| 102,397,140.00          | Overhead Cost   | 32           | 67,122,342.15           |
|                         | Gratuity  | 33           |                         |
|                         | Pension Allowance   | 34           |                         |
|                         | Stationeries  | 35           |                         |
|                         | Impairment Charges  | 36           |                         |
| 23,823,458.21           | Depreciation Charges  | 37           | 21,396,122.04           |
| 686,036,639.22          | Transfer to other Government Entities                             | 38           | 830,265,179.35          |
|                         | Public Debt Charges   | 39           |                         |
| 17,650,348.83           | Allowance(Leave Bonus)  | 40           |                         |
| <b>1,781,562,170.61</b> | <b>Total Expenditure</b>  |              | <b>1,706,346,542.50</b> |
| <b>35,953,914.26</b>    | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |              | <b>5,390,832.73</b>     |
|                         | <b>Total Non-Operating Revenue/(Expenses)</b>                     |              |                         |
|                         | <b>Non-Operating Activities</b>                                   |              |                         |
|                         | Gain/Loss on Disposal of Asset                                    | 41           |                         |
|                         | Refunded Revenue  | 42           |                         |
|                         | Revaluation Gain  | 43           |                         |
| <b>35,953,914.26</b>    | <b>Net Surplus/(Deficit) from Ordinary Activities</b>             |              |                         |
|                         | <b>Surplus/(Deficit) from Ordinary Activities</b>                 |              |                         |
|                         | Purchases/Construction of Assets                                  | 44           |                         |
|                         | Minority Interest Share of Surplus/(Deficits)                     | 45           |                         |
| <b>35,953,914.26</b>    | <b>Net surplus/(Deficit) for the year</b>                         |              | <b>5,390,832.73</b>     |

**IKERE LOCAL GOVERNMENT, IKERE-EKITI, EKITI STATE, NIGERIA**

**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                    | DETAILS  | NOTES | 2020             |                         |
|-------------------------|--|-------|------------------|-------------------------|
|                         |  |       | N                | N                       |
|                         | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |       |                  |                         |
|                         | <b><u>Inflows</u></b>                                      |       |                  |                         |
| 1,804,328,493.45        | Government Share of FAAC (Statutory Revenue)               | 21    | 1,699,134,405.23 |                         |
| 3,693,300.00            | Tax Revenue  | 22    | 3,083,850.00     |                         |
| 5,881,530.00            | Non-Tax Revenue  | 23    | 5,524,350.00     |                         |
|                         | Aid & Grants   | 24    |                  |                         |
| 3,612,761.42            | Investment Income  | 25    | 3,994,770.00     |                         |
|                         | Expenditure Recovery                                       | 26    |                  |                         |
|                         | Other Capital Receipts                                     | 27    |                  |                         |
|                         | Debt Forgiveness   | 28    |                  |                         |
| <b>1,817,516,084.87</b> | <b>Total inflow from operating Activities</b>              |       |                  | <b>1,711,737,375.23</b> |
|                         | <b><u>Outflows</u></b>                                     |       |                  |                         |
| 912,727,781.38          | Salaries & Wages   | 29    | 733,117,852.51   |                         |
| 38,926,802.97           | Social Contributions                                       | 30    | 28,263,450.59    |                         |
|                         | Social Benefit   | 31    | 26,181,594.86    |                         |
| 102,397,140.00          | Overheads Cost   | 32    | 67,122,342.15    |                         |
|                         | Gratuity   | 33    |                  |                         |
|                         | Pension Allowance  | 34    |                  |                         |
| 686,036,639.22          | Transfer to other Government Entities                      | 38    | 830,265,179.35   |                         |
| 17,650,348.83           | Allowance  | 40    |                  |                         |
|                         | Deductions   | 49    |                  |                         |
|                         | Refund   | 50    |                  |                         |
|                         | Inventory  | 51    |                  |                         |
|                         | Loan   | 52    |                  |                         |
|                         |  |       |                  |                         |
| <b>1,757,738,712.40</b> | <b>Total Outflow from Operating Activities</b>             |       |                  | <b>1,684,950,419.46</b> |
| <b>59,777,372.47</b>    | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |       |                  | <b>26,786,955.77</b>    |
|                         |  |       |                  |                         |
|                         | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |       |                  |                         |
|                         | Proceeds from Sale of PPE                                  | 53    |                  |                         |
|                         | Proceeds from Sale of Investment Property                  | 54    |                  |                         |
|                         | Proceeds from Sales of Intangible Assets                   | 55    |                  |                         |

|                       |   |          |                      |                       |
|-----------------------|---|----------|----------------------|-----------------------|
|                       | Proceeds from Sale of Investment                  | 56       |                      |                       |
| -                     | Dividends Received                                | 57       |                      |                       |
| <b>0.00</b>           | <b>Total Inflow</b>                               |          |                      |                       |
| -                     | <b>Outflows</b>                                   |          |                      |                       |
| <b>-34,021,858.55</b> | Purchase/ Construction of PPE                     | 58       | <b>27,558,417.68</b> |                       |
| -                     | Purchase/ Construction OF Investment Property     | 59       |                      |                       |
| -                     | Investment in Private Companies                   | 60       |                      |                       |
| -                     | Loan Granted                                      | 61       |                      |                       |
| -                     | Purchase of Intangible Assets                     | 62       |                      |                       |
| -                     | Acquisition of Investment                         | 63       |                      |                       |
| <b>-34,021,858.55</b> | <b>Total Outflow</b>                              |          | <b>-</b>             | <b>-27,558,417.68</b> |
| <b>-34,021,858.55</b> | <b>Net Cash Flow from Investing Activities</b>    |          | <b>-</b>             |                       |
|                       | <b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b> |          |                      |                       |
|                       | Capital Grant Received                            | 64       |                      |                       |
|                       | Proceeds from Borrowings                          | 65       |                      |                       |
| <b>0.00</b>           | <b>Total Inflow</b>                               |          |                      |                       |
|                       | <b>Outflows</b>                                   |          |                      |                       |
|                       | Repayment of Borrowings                           | 66       | 5,898,091.22         |                       |
|                       | Distribution of Surplus/Dividends Paid            | 67       |                      |                       |
| <b>0.00</b>           | <b>Total Outflow</b>                              |          |                      | <b>-5,898,091.22</b>  |
| <b>0.00</b>           | <b>Net Cash Flow from Financing Activities</b>    |          |                      |                       |
| <b>25,755,513.92</b>  | <b>Net Cash Flow from all Activities</b>          |          |                      | <b>-6,669,553.13</b>  |
| -12,127,790.57        | Cash and Its Equivalent as at 01/01/2020          |          |                      | 13,627,723.35         |
| <b>13,627,723.35</b>  | <b>Cash and Its Equivalent as at 31/12/2020</b>   | <b>1</b> |                      | <b>6,958,170.22</b>   |

**IKERE LOCAL GOVERNMENT, IKERE-EKITI, EKITI STATE, NIGERIA**

**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR**

**ENDED 31ST DECEMBER, 2020.**

| 2019                    |  | Notes | Actual 2020             | Final Budget 2020       | Variance on Final Budget |
|-------------------------|--|-------|-------------------------|-------------------------|--------------------------|
| N                       |  |       | N                       | N                       | N                        |
|                         |  |       |                         |                         |                          |
|                         | <b>REVENUE</b>                               |       |                         |                         |                          |
| 1,804,328,493.45        | Government Share of FAAC (Statutory Revenue) | 21    | 1,699,134,405.23        | 1,734,103,000.00        | 2.02                     |
| 3,693,300.00            | Tax Revenue                                  | 22    | 3,083,850.00            | 1,150,000.00            | 168.16                   |
| 5,881,530.00            | Non-Tax Revenue                              | 23    | 5,524,350.00            | 12,332,700.00           | -55.21                   |
|                         | Aid & Grants                                 | 24    |                         |                         |                          |
| 3,612,761.42            | Investment Income                            | 25    | 3,994,770.00            | 2,078,000.00            | 92.24                    |
|                         | Expenditure Recovery                         | 26    |                         |                         |                          |
|                         | Other Capital Receipts                       | 27    |                         |                         |                          |
|                         | Debt Forgiveness                             | 28    |                         |                         |                          |
| <b>1,817,516,084.87</b> | <b>Total Revenue</b>                         |       | <b>1,711,737,375.23</b> | <b>1,749,663,700.00</b> | <b>203.18</b>            |
|                         | <b>EXPENDITURE</b>                           |       |                         |                         |                          |
| 912,727,781.38          | Salaries & Wages                             | 29    | 733,117,852.51          | 763,000,000.00          | 3.92                     |
| 38,926,802.97           | Social Contribution                          | 30    | 28,263,450.59           | 0.00                    | -100.00                  |
|                         | Social Benefit                               | 31    | 26,181,594.86           | 0.00                    | -100.00                  |
| 102,397,140.00          | Overhead Cost                                | 32    | 67,122,342.15           | 68,000,000.00           | 1.29                     |
|                         | Gratuity                                     | 33    |                         |                         |                          |
|                         | Pension Allowance                            | 34    |                         |                         |                          |
|                         | Stationeries                                 | 35    |                         |                         |                          |
|                         | Impairment Charges                           | 36    |                         |                         |                          |
|                         |  |       |                         |                         |                          |
| 686,036,639.22          | Transfer to other Government Entities        | 38    | 830,265,179.35          | 852,000,000.00          | 2.55                     |
|                         | Public Debt Charges                          | 39    |                         |                         |                          |
| 17,650,348.83           | Allowance(Leave Bonus)                       | 40    |                         |                         |                          |
| 34,021,858.55           | Purchase of Assets                           | 58    | 27,558,417.86           | 30,000,000.00           | 8.14                     |
| -                       | Acquisition of Investment                    | 63    | -                       | -                       | -                        |
| -                       | Repayment of Borrowing                       | 66    | 5,898,091.22            | -                       | -100.00                  |
| <b>1,791,760,570.95</b> | <b>Total Expenditure</b>                     |       | <b>1,718,406,928.54</b> | <b>1,713,000,000.00</b> | <b>-284.10</b>           |
| <b>25,755,513.92</b>    | <b>Net Surplus/(Deficit) for the year</b>    |       | <b>6,669,553.31</b>     | <b>36,663,700.00</b>    | <b>487.28</b>            |

**IKERE LOCAL GOVERNMENT, IKERE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR**  
**ENDED 31ST DECEMBER, 2020.**

| S/N | NARRATION                      | ACCUMULATED<br>SURPLUS/DEFICIT | RESERVE        | CAPITAL<br>GRANT | TOTAL          |
|-----|--------------------------------|--------------------------------|----------------|------------------|----------------|
| 1   | Opening Balance (1/1/2020)     | 80,261,254.46                  | 408,996,711.04 | -                | 489,257,965.50 |
| 2   | Surplus/(Deficit) for the year | 5,390,832.73                   | -              |                  | 5,390,832.73   |
| 3   | Adjustment for the period      | -                              | 154,822,669.50 |                  | 154,822,669.50 |
|     | Closing Balance (31/12/2020)   | 85,652,087.19                  | 563,819,380.54 |                  | 649,471,467.73 |

**NOTE 1****CASH AND CASH EQUIVALENT AS AT 31<sup>ST</sup> DECEMBER, 2020**

| S/N | NAMES OF ACCOUNT    | NATURE OF ACCOUNT | ACCOUNT NUMBER | CLOSING BALANCE     |
|-----|---------------------|-------------------|----------------|---------------------|
| 1   | FIRST BANK          | SALARY ACCOUNT    | 2003886588     | 2,049,522.04        |
| 2   | WEMA BANK           | RUNNING GRANT     | 0122884481     | 4,851,762.34        |
| 3   | AMOYE MICRO FINANCE | REVENUE ACCOUNT   | 20100051       | 56,063.22           |
| 4   | ACCESS BANK         | REVENUE ACCOUNT   | 0053602170     | 822.62              |
|     | <b>TOTAL</b>        |                   |                | <b>6,958,170.22</b> |

**NOTE 2****INVENTORIES**

| S/N | DETAILS      | VALUE (#)        |
|-----|--------------|------------------|
| 1   | STATIONERY   | 10,000.00        |
|     | <b>TOTAL</b> | <b>10,000.00</b> |

**NOTE 4****RECEIVABLES**

| DETAILS   | AMOUNT (#)            |
|---|-----------------------|
| SALARY ADVANCE 2016 (OLADUNJOYE)  | 353,785.14            |
| STATE IGR 10%<br>According to pg 12 on Auditor General's<br>Report State IGR 10% per 2020 | 376,607,546.07        |
| <b>TOTAL</b>  | <b>376,961,331.21</b> |

**NOTE 7****INVESTMENTS**

INVESTMENT FIGURE FROM PREVIOUS YEAR

**11,381,242.65**

**NOTES 8 & 9****ASSETS SCHEDULE****NON-CURRENT ASSET SCHEDULE AS AT 31<sup>ST</sup> DECEMBER, 2020**

| DESCRIPTION              | LAND & BUILDING<br>(8A) | PLANT MOTOR VEHICLES<br>(8B) | ROAD INFRASTRUCTURE<br>(8C) | INVESTMENT PROPERTY (9) |                       |
|--------------------------|-------------------------|------------------------------|-----------------------------|-------------------------|-----------------------|
|                          | #                       | #                            | #                           | #                       |                       |
| BALANCE B/F              | 784,710,356.27          | 50,981,843.15                | -                           | 69,318,065.84           | 905,010,265.26        |
| ASSET REC.               | -                       | -                            | -                           | -                       | -                     |
| SUB TOTAL                | <b>784,710,356.27</b>   | <b>50,981,843.15</b>         | <b>-</b>                    | <b>69,318,065.84</b>    | <b>905,010,265.26</b> |
| ADDITION FOR THE YEAR    | --                      | -                            | 27,558,417.68               | -                       | 27,558,417.68         |
| TOTAL                    | <b>784,710,356.27</b>   | <b>50,981,843.15</b>         | <b>27,558,417.68</b>        | <b>69,318,065.84</b>    | <b>905,010,265.26</b> |
| DEPREIATION FOR THE YEAR | 16,185,063.84           | 2,493,409.32                 | 1,201,200.00                | 1,516,448.88            | 21,396,122.04         |
| NET BOOK VALUE           | <b>768,525,292.43</b>   | <b>48,488,433.83</b>         | <b>26,357,217.68</b>        | <b>67,801,616.96</b>    | <b>911,172,560.90</b> |
|                          |                         |                              |                             |                         |                       |
|                          |                         |                              |                             |                         |                       |

**NOTE:** Investment property (Lock up shops) which amounted to N69,318,065.84 was separated from Land & Building in this year which later amounted to N784,710,356.27 and the total of the two value properties is N854,028,422.11

| DETAILS                | AMOUNT (#)            |
|------------------------|-----------------------|
| LAND & BUILDING        | 768,525,292.43        |
| PLANT & MOTOR VEHICLES | 48,488,433.83         |
| ROAD INFRASTRUCTURE    | 26,357,217.68         |
| <b>TOTAL</b>           | <b>843,370,943.94</b> |

**NOTE 13****UNREMITTED DEDUCTION****(A) FIRST GROUP ASSOCIATION AND BOARD OF INTERNAL REVENUE**

| S/N | DETAILS         | AMOUNT (#)          |
|-----|-----------------|---------------------|
| 1   | OCTOBER 2014    | 133,151.87          |
| 2   | NOVEMBER 2014   | 129,222.80          |
| 3   | DECEMBER 2012   | 147,353.58          |
| 4   | JANUARY 2015    | 135,702.20          |
| 5   | PAYEE 2018/2019 | 6,808,450.00        |
| 6   | EEF 2018        | 173,000.00          |
|     | <b>TOTAL</b>    | <b>7,526,880.45</b> |



**NOTE 14**  
**PAYABLE ANALYSIS**

| DETAILS               | OPENING<br>BAL<br>1/1/2020 | ADDITION<br>2020 | TOTAL                   | PAYMENT FOR<br>THE YEAR | OUTSTANDING<br>PAYABLE |
|-----------------------|----------------------------|------------------|-------------------------|-------------------------|------------------------|
| SALARY                | 427,069,876.92             | 734,087,882.80   | <b>1,161,157,759.72</b> | 679,595,444.74          | <b>481,562,314.98</b>  |
| LEAVE BOUNS           | 73,636,878.66              | 38,426,596.92    | <b>112,063,475.36</b>   | -                       | <b>112,063,475.58</b>  |
| FURNITURE<br>ALLWANCE | 35,868,861.80              | 3,912,584.88     | <b>39,781,446.68</b>    | 3,912,584.88            | <b>35,868,861.80</b>   |
| CONTRACTUAL           | 18,469,053.00              | 6,547,315.62     | <b>25,016,368.62</b>    | 6,553,853.00            | <b>18,462,516</b>      |
|                       |                            |                  |                         |                         | <b>647,957,168.98</b>  |

**NOTE 15**  
**PUBLIC FUN**

| S/N                                    | #                | AMOUNT (#)          |
|--|------------------|---------------------|
| PETROL FILLING STATION (PREPAYMENT)    |                  | 4,000,000.00        |
| LESS FOR THE YEAR 2020                 | (4,000,000.00)/4 | (1,000,000.00)      |
| <b>BALANCE FOR THE REMAINING YEARS</b> |                  | <b>3,000,000.00</b> |

**NOTE 16**  
**BORROWING**

| DETAILS              | AMOUNT (#)              |
|----------------------|-------------------------|
| TOTAL LIABILITIES    | 1,887,389,188.80        |
| REPAYMENT UP TO DATE | 503,303,783.68          |
| <b>TOTAL BALANCE</b> | <b>1,384,085,405.12</b> |

LIABILITY PER LOCAL GOVT

1,384,085,405.12 / 16

=

**86,505,337.82**

**NOTE 21****STATUTORY ALLOCATION FOR THE YEAR 2020**

| <b>S/N</b> | <b>MONTH</b> | <b>AMOUNT<br/>RECEIVED (#)</b> |
|------------|--------------|--------------------------------|
| 1          | JANUARY      | 146,580,999.24                 |
| 2          | FEBRUARY     | 154,656,465.37                 |
| 3          | MARCH        | 133,079,853.21                 |
| 4          | APRIL        | 142,704,332.32                 |
| 5          | MAY          | 141,506,409.03                 |
| 6          | JUNE         | 119,426,575.75                 |
| 7          | JULY         | 162,902,891.94                 |
| 8          | AUGUST       | 174,103,260.01                 |
| 9          | SEPTEMBER    | 134,342,279.32                 |
| 10         | OCTOBER      | 159,996,845.41                 |
| 11         | NOVEMBER     | 117,641,517.06                 |
| 12         | DECEMBER     | 112,192,976.57                 |
|            | <b>TOTAL</b> | <b>1,699,134,405.23</b>        |

**NOTES 22, 23 AND 25****DETAILS OF INTERNALLY GENERATED REVENUE**

| <b>MONTH</b> | <b>A22 TAX<br/>REVENUE</b> | <b>B 23 NON-TAX</b> | <b>C 25 INCOME</b>  | <b>TOTAL (#)</b>     |
|--------------|----------------------------|---------------------|---------------------|----------------------|
| JANUARY      | 43,500.00                  | 776,000.00          | 809,500.00          | 1,629,000.00         |
| FEBRUARY     | 1,550,500.00               | 670,550.00          | 410,470.00          | 2,631,520.00         |
| MARCH        | 601,000.00                 | -                   | -                   | 601,000.00           |
| APRIL        | 68,700.00                  | -                   | 400,000.00          | 468,700.00           |
| MAY          | 7,500.00                   | 94,000.00           | -                   | 101,500.00           |
| JUNE         | 6,007,700.00               | 261,400.00          | 505,900.00          | 1,368,000.00         |
| JULY         | 27,850.00                  | 520,000.00          | 594,300.00          | 1,142,150.00         |
| AUGUST       | 88,600.00                  | 675,400.00          | 250,100.00          | 1,014,100.00         |
| SEPTEMBER    | 32,100.00                  | 720,000.00          | 481,000.00          | 1,233,200.00         |
| OCTOBER      | 38,600.00                  | 644,600.00          | 267,500.00          | 950,700.00           |
| NOVEMBER     | 15,500.00                  | 804,000.00          | 187,200.00          | 1,004,700.00         |
| DECEMBER     | 9,300.00                   | 358,400.00          | 90,800.00           | 458,500.00           |
| <b>TOTAL</b> | <b>3,083,850.00</b>        | <b>5,524,350.00</b> | <b>3,994,770.00</b> | <b>12,602,970.00</b> |

**NOTE 29**  
**SALARY AND WAGES**

| MONTH        | SALARIES<br>TRADITIONAL<br>RULERS | SALARIES<br>CHEIFTANCY | STAFF<br>SALARY       | POLITICAL<br>SALARY  | PALACE              | TOTAL (#)             |
|--------------|-----------------------------------|------------------------|-----------------------|----------------------|---------------------|-----------------------|
| JANUARY      | 5,734,163.99                      | 117,023.75             | 50,022,528.26         | 2,390,911.54         | 216,538.36          | 58,481,165.90         |
| FEBRUARY     | 5,142,411.37                      | 104,947.17             | 50,629,195.11         | 4,064,527.99         | 216,538.36          | 60,157,620.00         |
| MARCH        | 4,541,385.35                      | 92,681.33              | 51,261,350.19         | 4,064,527.99         | 216,538.36          | 60,176,483.22         |
| APRIL        | 4,501,768.09                      | 93,913.63              | 51,261,350.19         | 4,064,527.99         | 216,538.36          | 60,138,098.26         |
| MAY          | 3,588,713.76                      | 117,023.75             | 50,822,827.67         | 4,064,527.99         | 216,538.36          | 58,809,631.53         |
| JUNE         | 4,048,302.90                      | 82,618.74              | 52,176,876.78         | 3,600,615.84         | 216,538.36          | 60,124,952.62         |
| JULY         | 4,252,521.35                      | 86,785.65              | 49,743,015.61         | 3,626,943.10         | 216,538.36          | 57,925,804.07         |
| AUGUST       | 5,381,857.14                      | 109,833.82             | 54,812,446.76         | 5,567,360.19         | 216,538.36          | 66,088,036.27         |
| SEPTEMBER    | 5,009,676.14                      | 102,238.29             | 54,238,403.77         | 5,637,147.26         | 216,538.36          | 65,204,003.82         |
| OCTOBER      | 3,081,451.37                      | 62,886.76              | 54,430,297.12         | 5,567,360.19         | 216,538.36          | 63,358,533.80         |
| NOVEMBER     | 3,188,476.81                      | 65,070.96              | 55,406,124.93         | 5,562,360.19         | 216,538.36          | 64,438,571.25         |
| DECEMBER     | 3,660,531.13                      | 74,704.72              | 48,690,818.37         | 5,572,360.19         | 216,538.36          | 58,214,952.77         |
| <b>TOTAL</b> | <b>52,131,259.40</b>              | <b>1,109,728.57</b>    | <b>623,495,234.76</b> | <b>53,783,170.46</b> | <b>2,598,460.32</b> | <b>733,117,853.51</b> |

**NOTE 30**  
**SOCIAL CONTRIBUTION**

| MONTH        | NIBBS<br>CHARGES<br>(SUBEB) | NIBBS<br>CHARGES<br>(LG) | COVID -19<br>CONTRIBUTION | FURNITURE<br>ALLOWANCE | SUBVENTION<br>TO<br>PARASTATAL<br>(LGSC &<br>OTHERS) | TOTAL (#)            |
|--------------|-----------------------------|--------------------------|---------------------------|------------------------|--|----------------------|
| JANUARY      |                             |                          |                           | 652,097.45             | 2,106,427.59   | 2,758,525.04         |
| FEBRUARY     |                             |                          |                           |                        | 1,889,049.17   | 1,889,049.17         |
| MARCH        |                             |                          |                           |                        | 1,668,264.00   | 1,688,264.00         |
| APRIL        |                             |                          | 100,000.00                | 625,097.45             | 1,699,445.42   | 2,451,542.87         |
| MAY          |                             |                          |                           | 625,097.45             | 2,106,427.59   | 2,758,525.04         |
| JUNE         | 197,350.00                  | 127,500.00               |                           | 625,097.45             | 1,487,131.68   | 2,464,079.13         |
| JULY         | 97,200.00                   | 127,500.00               | 2,308,696.61              | 625,097.45             | 1,788,953.01   | 4,974,447.07         |
| AUGUST       | 96,900.00                   | 129,900.00               |                           | 625,097.45             | 2,064,825.98   | 2,943,773.25         |
| SEPTEMBER    | 96,300.00                   | 130,200.00               |                           |                        | 1,840,289.19   | 2,066,789.19         |
| OCTOBER      | 95,850.00                   | 130,650.00               |                           |                        | 1,132,297.86   | 1,358,797.86         |
| NOVEMBER     | 95,700.00                   | 129,300.00               |                           |                        | 1,132,297.86   | 1,357,297.86         |
| DECEMBER     | 95,400.00                   | 120,000.00               |                           |                        | 1,357,009.93   | 1,572,409.93         |
| <b>TOTAL</b> | <b>774,700.00</b>           | <b>895,050.00</b>        | <b>2,408,691.61</b>       | <b>3,912,584.70</b>    | <b>20,272,419.28</b>                                 | <b>28,263,450.59</b> |

**NOTE 31**  
**SOCIAL BENEFIT**

| MONTH        | SECURITY FUND       | PEACE CORP           | BURSARY INTERVENTION | CAPITAL INTERVENTION | SALAH GIFT        | TOTAL (#)            |
|--------------|---------------------|----------------------|----------------------|----------------------|-------------------|----------------------|
| JANUARY      | 697,173.86          | 1,200,000.00         | 1,191,720.00         | 3,125,000.00         | 298,788.54        | 697,173.86           |
| FEBRUARY     | 697,173.86          | 1,200,000.00         |                      |                      |                   | 5,022,173.86         |
| MARCH        | 697,173.86          | 1,200,000.00         |                      |                      |                   | 3,088,893.86         |
| APRIL        | 697,173.86          | 1,200,000.00         |                      |                      |                   | 1,897,173.86         |
| MAY          | 697,173.86          | 1,200,000.00         |                      |                      |                   | 1,897,173.86         |
| JUNE         | 697,173.86          | 1,200,000.00         |                      |                      |                   | 1,897,173.86         |
| JULY         | 697,173.86          | 1,200,000.00         |                      |                      |                   | 1,897,173.86         |
| AUGUST       | 697,173.86          | 1,200,000.00         |                      |                      |                   | 1,897,173.86         |
| SEPTEMBER    | 697,173.86          | 1,200,000.00         |                      |                      |                   | 1,897,173.86         |
| OCTOBER      | 697,173.86          | 1,200,000.00         |                      |                      |                   | 1,897,173.86         |
| NOVEMBER     | 697,173.86          | 1,200,000.00         |                      |                      |                   | 1,897,173.86         |
| DECEMBER     | 697,173.86          | 1,200,000.00         |                      |                      |                   | 1,897,173.86         |
| <b>TOTAL</b> | <b>8,366,086.32</b> | <b>13,200,000.00</b> | <b>1,191,720.00</b>  | <b>3,125,000.00</b>  | <b>298,788.54</b> | <b>26,181,594.86</b> |

**NOTE 32**  
**OVERHEADS CAREER OFFICERS**  
**OVERHEAD COST**

| HEAD         | EXPENDITURE CENTRE    | ACTUAL 2020          | FIRST DEBT          | TOTAL (#)            |
|--------------|-----------------------|----------------------|---------------------|----------------------|
| 12500100100  | ADMIN                 | 40,232,928.59        | 622,476.13          | 40,855,404.72        |
| 22000100100  | FINANCE & SUPPLY      | 3,230,700.00         | 622,476.13          | 3,853,176.13         |
| 22000300100  | PLANNING AND BUDGET   | 375,000.00           | 622,476.13          | 997,476.13           |
|              | -                     | -                    | 622,476.13          | 622,476.13           |
| 52100100100  | MEDICAL & HEALTH      | 260,000.00           | 622,476.13          | 882,476.13           |
| 53500100100  | ENVIRONMENTAL         | 850,000.00           | 622,476.13          | 1,472,476.13         |
| 050510030010 | COMMUNITY DEVELOPMENT | 1,947,950.00         | 622,476.13          | 2,570,426.13         |
| 23400100100  | WORKS & HOUSING       | 2,463,700.00         | 622,476.13          | 3,086,176.13         |
| 21500100100  | AGRICULTURE & NATURAL | 20,000.00            | 622,476.13          | 642,476.13           |
|              | RESOURCE              | 10,272,350.00        | 622,476.13          | 10,894,826.13        |
|              | POLITICAL             |                      | 622,476.13          | 622,476.13           |
|              |                       |                      | 622,476.13          | 622,476.13           |
|              | <b>TOTAL</b>          | <b>59,652,628.59</b> | <b>7,469,713.56</b> | <b>67,122,342.15</b> |

**NOTE 37****DEPRECIATION CHARGE**

|                       |                      |
|-----------------------|----------------------|
| INVESTMENT PROPERTIES | 1,516,488.88         |
| BUILDING              | 16,185,023.84        |
| PLANT MOTOR           | 2,493,409.32         |
| ROAD INFRASTRUCTURE   | 1,201,200.00         |
| <b>TOTAL</b>          | <b>21,396,122.04</b> |

**NOTE 38****TRANSFER TO OTHER GOVT. AGENCY**

| MONTH         | PRIMARY<br>SCHL<br>TEACHERS | SUBEB<br>OVERHEAD        | GRATUTITY                  | SUBENTION TO<br>PENSION    | TOTAL                      |
|---------------|-----------------------------|--------------------------|----------------------------|----------------------------|----------------------------|
| JANUARY       | 42,618,567.66               | 435,000.00               | 1,369,447.49               | 23,028,798.26              | 6,451,813.41               |
| FEBRUARY      | 43,215,910.52               | 435,000.00               | 1,369,447.49               | 23,234,614.23              | 68,254,972.24              |
| MARCH         | 26,949,796.81               | 435,000.00               | -                          | 21,461,708.95              | 48,846,505.76              |
| APRIL         | 43,087,901.36               | 435,000.00               | 622,471.12                 | 22,457,923.34              | 66,603,295.82              |
| MAY           | 42,829,161.48               | 435,000.00               | 622,471.12                 | 20,427,798.34              | 64,314,430.94              |
| JUNE          | 42,518,236.69               | 435,000.00               | 15,561,190.33              | 1,487,131.68               | 60,001,558.70              |
| JULY          | 42,467,687.21               | 435,000.00               | 15,561,190.33              | 23,343,077.93              | 81,806,955.47              |
| AUGUST        | 41,726,177.84               | 435,000.00               | 15,561,190.33              | 22,529,154.11              | 80,251,522.28              |
| SEPTEMBE<br>R | 43,240,157.75               | 435,000.00               | 15,561,190.33              | 22,776,015.09              | 82,012,363.17              |
| OCTOBER       | 42,891,562.30               | 435,000.00               | 15,561,190.33              | 23,161,939.58              | 82,049,692.21              |
| NOVEMBER      | 24,862,837.75               | 435,000.00               | 15,561,190.33              | 23,619,758.80              | 64,478,786.88              |
| DECEMBER      | 24,577,333.34               | 435,000.00               | 15,561,190.33              | 23,619,758.80              | 64,193,282.47              |
| <b>TOTAL</b>  | <b>460,985,330.7<br/>1</b>  | <b>5,220,000.0<br/>0</b> | <b>112,912,169.5<br/>3</b> | <b>251,748,679.1<br/>1</b> | <b>830,265,179.3<br/>5</b> |

**NOTE 58****PURCHASE/CONSTRUCTION OF ASSETS**

| S/N | DETAILS               | ACTUAL 2020          |
|-----|-----------------------|----------------------|
| 1   | ADMINISTRATIVE SECTOR | 9,850,119.60         |
| 2   | ECONOMIC              | 15,200,417.68        |
| 3   | SOCIAL SERVICE        | 2,506,880.40         |
|     | <b>TOTAL</b>          | <b>27,558,417.68</b> |

**NOTE 66**

**BAILOUT REPAYMENT**

| <b>MONTHS</b> | <b>AMOUNT (#)</b>   |
|---------------|---------------------|
| JANUARY       | 491,507.60          |
| FEBRUARY      | 491,507.60          |
| MARCH         | 491,507.60          |
| APRIL         | 491,507.60          |
| MAY           | 491,507.60          |
| JUNE          | 491,507.60          |
| JULY          | 491,507.60          |
| AUGUST        | 491,507.60          |
| SEPTEMBER     | 491,507.60          |
| OCTOBER       | 491,507.60          |
| NOVEMBER      | 491,507.62          |
| DECEMBER      |                     |
| <b>TOTAL</b>  | <b>5,898,091.22</b> |

**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE**

**ACCOUNTS OF IKOLE LOCAL GOVERNMENT,**

**IKOLE-EKITI**

**FOR THE YEAR ENDED**

**31ST DECEMBER, 2020.**

## **AUDIT CERTIFICATE**

I have examined the General Purpose Financial Statements of Ikole Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**



**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF IKOLE LOCAL GOVERNMENT, IKOLE-EKITI FOR THE YEAR  
ENDED 31<sup>ST</sup> DECEMBER, 2020.**

The General Purpose Financial Statements of Ikole Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively, section 26(2) of Ekiti State Audit Law, 2014 and section 32(2) of the Local Government Administration Law No 2 of 1999,. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Ikole Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

**5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31<sup>st</sup> December, 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2020 budget recorded a low performance. An estimate was made for N2,265,500,000.00, while actual Revenue recorded stood at N1,494,113,683.10. This is about 65.95% performance. Equally, the IGR of N11,917,141.84 represents only 0.80% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of N2,089,666,700.00 only was budgeted for expenditure but only N1,483,761,412.25 was actually incurred, resulting to a saving of N605,905,287.75 for the period.

## 8. **REVENUE ACCOUNT**

A total sum of N1,494,113,683.10 was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only 0.80% (N11,917,141.84) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of 3.60% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2020.

## 9. **AUTHORITY FOR EXPENDITURE**

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10, of this report.

## 10. **EXPENDITURE CONTRARY TO LAW:**

The following expenditure appears to be contrary to Law.

| S/N | QUERY NUMBER      | QUERY TITLE                                   | AMOUNT (N)           |
|-----|-------------------|---|----------------------|
| 1.  | AUD/IKLG/AQ/01/20 | Unproduced Revenue Earning Receipt            | Assorted             |
| 2.  | AUD/IKLG/AQ/02/20 | Double/Irregular Payments                     | 930,000.00           |
| 3.  | AUD/IKLG/AQ/03/20 | Expenditure Contrary to Regulation            | 1,050,000.00         |
| 4.  | AUD/IKLG/AQ/04/20 | Items not taken on Ledger Charge              | 326,000.00           |
| 5.  | AUD/IKLG/AQ/05/20 | Doubtful Payment                              | 4,841,000.00         |
| 6.  | AUD/IKLG/AQ/06/20 | Unaudited/Unauthorised Expenditures           | 2,107,000.00         |
| 7.  | AUD/IKLG/AQ/06/20 | Expenditure not Supported with proper records | 1,985,000.00         |
|     | <b>TOTAL</b>      |   | <b>11,239,000.00</b> |

## 11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

## 12. **DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

## 13. **STATE OF ACCOUNT**

The Accounts of Ikole Local Government have been examined up to 31<sup>st</sup> December, 2018 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ikole Local Government, Ikole-Ekiti. Particular attention is required to the followings:

- (i) Cash books and subsidiary ledgers
- (ii) Attendance to Audit Query
- (iii) Loan Register
- (iv) Internal Generated Revenue
- (v) Capital Accounts

## 14. **OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

The following matters remained outstanding from my previous report

**N**

- |   |              |
|---|--------------|
| a) Loss of Fund (IGR) Involving Mr. Omole M.A. & Mrs Rufai M.A (2015) | 1,111,000.00 |
| b) Loss of revenue earning receipts/unremitted (2015)                 | 458,950.00   |

c) 86 Booklets involving Mrs. Ipinlaye L.A (2015)

Outstanding from telecommunication companies (2015) 270,000.00

d) **2019 AUDIT QUERIES**

| S/N | QUERY NUMBER    | SUBJECT                 | AMOUNT        | REMARKS     |
|-----|-----------------|-------------------------|---------------|-------------|
| 1.  | AQ/IKLG/06/2019 | Unretired Security Vote | 18,300,000.00 | Outstanding |
|     | <b>TOTAL</b>    |                         | 18,300,000.00 |             |



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance Ikole Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ikole Local Government as at the year ended 31<sup>st</sup> December, 2020.



**Hon. Sola Olominu,**  
**Executive Chairman.**



**Mr. Olawumi Jacob**  
**Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **1) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions and as events occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council.

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

This presented both the exchange and non-exchange revenue from Internally Generated revenue and Statutory Allocation from the Federation Account during the year.

- xiii. Revenue from non-exchange transactions such as fees, taxes, and fines are recognized when the events occurred and the assets recognition criteria are met.
- xiv. Revenue from exchange transactions are recognised when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered.

### **(8) EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

(9) **STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

10) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(11) **RECEIVABLES**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(12) **INVENTORIES**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

(13) **PROPERTY, PLANT & EQUIPMENT (PPE)**

All PPE are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost included expenditure that were directly attributable to the acquisition of the items.

(14) **INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.

(15) **DEPRECIATION**

Depreciation on PPE and Investment property were charged on a straight line basis over their Expected useful lives less estimated residual value using the appropriate rates.

(16) **PAYABLES.**

Payables are recognized at fair value.



(17) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost incurred.

(18) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as Expenses in the statement of Financial Performance

**IKOLE LOCAL GOVERNMENT, IKOLE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020**

| <b>2019</b>           | <b>DETAILS</b>                           | <b>NOTES</b> | <b>2020</b>           |                       |
|-----------------------|--|--------------|-----------------------|-----------------------|
| <b>N</b>              | <b>Represented By:</b>                   |              | <b>N</b>              | <b>N</b>              |
|                       | <b>ASSETS</b>                            |              |                       |                       |
|                       | <b>Current Assets</b>                    |              |                       |                       |
| 2,604,603.08          | Cash and cash Equivalents                | 1            | 7,747,667.77          |                       |
| 200,000.00            | Inventories                              | 2            | 254,203.00            |                       |
| -                     | WIP                                      | 3            | 38,107,950.88         |                       |
| 204,060,497.22        | Receivables                              | 4            | 376,125,466.07        |                       |
|                       | Prepayments                              | 5            |                       |                       |
| <b>206,865,100.30</b> | <b>Total Current Assets</b>              |              |                       | <b>422,235,287.72</b> |
|                       | <b>Non-Current Assets</b>                |              |                       |                       |
|                       | Loans Granted                            | 6            |                       |                       |
| 15,926,327.00         | Investments                              | 7            |                       |                       |
| 442,369,312.00        | Fixed Assets-Property, Plant & Equipment | 8            | 436,392,760.00        |                       |
|                       | Investment Property                      | 9            | 6,790,000.00          |                       |
|                       | Biological Assets                        | 10           | 5,000,000.00          |                       |
| <b>458,295,639.00</b> | <b>Total Non-Current Assets</b>          |              |                       | <b>448,182,760.00</b> |
| <b>665,160,739.30</b> | <b>Total Assets</b>                      |              |                       | <b>870,418,047.72</b> |
|                       | <b>LIABILITIES</b>                       |              |                       |                       |
|                       | <b>Current Liabilities</b>               |              |                       |                       |
|                       | Accumulated Depreciation                 | 11           | 18,484,138.00         |                       |
|                       | Loans & Debts(Short-Term)                | 12           |                       |                       |
|                       | Unremitted Deductions                    | 13           |                       |                       |
| 204,060,497.22        | Payables                                 | 14           | 531,885,172.63        |                       |
| <b>204,060,497.22</b> | <b>Total Current Liabilities</b>         |              | <b>550,369,310.63</b> |                       |
|                       | <b>Non-Current Liabilities</b>           |              |                       |                       |
|                       | Public Funds                             | 15           |                       |                       |
|                       | Borrowings                               | 16           | 86,505,337.82         |                       |
|                       | <b>Total Non-Current Liabilities</b>     |              | <b>86,505,337.82</b>  |                       |
| <b>204,060,497.22</b> | <b>Total Liabilities</b>                 |              |                       | <b>636,874,648.45</b> |
| <b>461,100,242.08</b> | <b>Net Asset/Equity</b>                  |              |                       | <b>233,543,399.27</b> |
|                       | <b>Financed By:</b>                      |              |                       |                       |
| 240,792,720.61        | Reserves                                 | 17           |                       | 21,656,205.73         |
|                       | Capital Grant                            | 18           |                       |                       |
|                       | Net Surpluses/(Deficits)                 | 19           |                       |                       |
| 220,307,521.47        | Accumulated Surplus/(Deficits)           | 20           |                       | 211,887,193.54        |
| <b>461,100,242.08</b> | <b>Total Net Assets/Equity</b>           |              |                       | <b>233,543,399.27</b> |

**IKOLE LOCAL GOVERNMENT, IKOLE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| <b>2019</b>           | <b>DETAILS</b>  | <b>NOTES</b> | <b>Actual 2020</b>      |
|-----------------------|---|--------------|-------------------------|
| <b>N</b>              | <b><u>REVENUE</u></b>   |              | <b>N</b>                |
| 841,060,547.95        | Government Share of FAAC (Statutory Revenue)                      | 21           | 1,482,196,541.26        |
| 1,820,160.00          | Tax Revenue   | 22           | 3,053,041.84            |
| 9,682,560.00          | Non-Tax Revenue   | 23           | 8,864,100.00            |
| 31,492,437.80         | Aid & Grants  | 24           |                         |
|                       | Investment Income   | 25           |                         |
|                       | Expenditure Recovery  | 26           |                         |
|                       | Other Capital Receipts  | 27           |                         |
|                       | Debt Forgiveness  | 28           |                         |
| <b>884,055,705.75</b> | <b>Total Revenue</b>  |              | <b>1,494,113,683.10</b> |
|                       | <b><u>EXPENDITURE</u></b>   |              |                         |
| 721,739,374.13        | Salaries & Wages  | 29           | 447,045,829.24          |
|                       | Social Contribution   | 30           | 47,785,496.00           |
| 14,304,363.20         | Social Benefit  | 31           | 10,859,121.71           |
| 80,942,650.00         | Overhead Cost   | 32           | 65,448,777.60           |
|                       | Gratuity  | 33           |                         |
|                       | Pension Allowance   | 34           |                         |
|                       | Stationeries  | 35           |                         |
|                       | Impairment Charges  | 36           |                         |
| 18,484,138.00         | Depreciation Charges  | 37           | 24,670,690.00           |
| 98,302,301.54         | Transfer to other Government Entities                             | 38           | 893,815,968.86          |
|                       | Public Debt Charges   | 39           |                         |
| 5,555,359.15          | Allowance(Leave Bonus)  | 40           | 12,908,127.62           |
| <b>939,328,186.02</b> | <b>Total Expenditure</b>  |              | <b>1,502,534,011.03</b> |
| <b>-55,272,480.27</b> | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |              | <b>-8,420,327.93</b>    |
|                       | <b>Total Non-Operating Revenue/(Expenses)</b>                     |              |                         |
|                       | <b>Non-Operating Activities</b>                                   |              |                         |
|                       | Gain/Loss on Disposal of Asset                                    | 41           |                         |
|                       | Refunded Revenue  | 42           |                         |
|                       | Revaluation Gain  | 43           |                         |
| <b>-55,272,480.27</b> | <b>Net Surplus/(Deficit) from Ordinary Activities</b>             |              |                         |
|                       | <b>Surplus/(Deficit) from Ordinary Activities</b>                 |              |                         |
|                       | <b>Purchase of PPE</b>  | <b>44</b>    |                         |
|                       | Minority Interest Share of Surplus/(Deficits)                     | 45           |                         |
| <b>-55,272,480.27</b> | <b>Surplus/Deficit for the year</b>                               |              | <b>-8,420,327.93</b>    |

**IKOLE LOCAL GOVERNMENT, IKOLE-EKITI, EKITI STATE, NIGERIA**

**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                  | DETAILS  | NOTES | 2020             |                         |
|-----------------------|--|-------|------------------|-------------------------|
|                       |  |       | N                | N                       |
|                       |  |       |                  |                         |
|                       | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |       |                  |                         |
|                       | <b><u>Inflows</u></b>                                      |       |                  |                         |
| 841,060,547.95        | Government Share of FAAC (Statutory Revenue)               | 21    | 1,482,196,541.26 |                         |
| 1,820,160.00          | Tax Revenue  | 22    | 3,053,041.84     |                         |
| 9,682,560.00          | Non-Tax Revenue  | 23    | 8,864,100.00     |                         |
| 31,492,437.80         | Aid & Grants   | 24    |                  |                         |
|                       | Investment Income  | 25    |                  |                         |
|                       | Expenditure Recovery                                       | 26    |                  |                         |
|                       | Other Capital Receipts                                     | 27    |                  |                         |
|                       | Debt Forgiveness   | 28    |                  |                         |
| <b>884,055,705.75</b> | <b>Total inflow from operating Activities</b>              |       |                  | <b>1,494,113,683.10</b> |
|                       | <b><u>Outflows</u></b>                                     |       |                  |                         |
| 721,739,374.13        | Salaries & Wages   | 29    | 447,045,829.24   |                         |
|                       | Social Contributions                                       | 30    | 47,785,496.00    |                         |
| 14,304,363.20         | Social Benefit   | 31    | 10,859,121.71    |                         |
| 80,942,650.00         | Overheads Cost   | 32    | 65,448,777.60    |                         |
|                       | Gratuity   | 33    |                  |                         |
|                       | Pension Allowance  | 34    |                  |                         |
| 98,302,301.54         | Transfer to other Government Entities                      | 38    | 893,815,968.86   |                         |
| 5,555,359.15          | Allowance (Leave Bonus)                                    | 40    | 12,908,127.62    |                         |
|                       | Deductions   | 49    |                  |                         |
|                       | Refund   | 50    |                  |                         |
|                       | Inventory  | 51    |                  |                         |
|                       | Loan   | 52    |                  |                         |
|                       |  |       |                  |                         |
| <b>920,844,048.02</b> | <b>Total Outflow from Operating Activities</b>             |       |                  | <b>1,477,863,321.03</b> |
| <b>-36,788,342.27</b> | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |       |                  | <b>16,250,362.07</b>    |
|                       |  |       |                  |                         |
|                       | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |       |                  |                         |
|                       | Proceeds from Sale of PPE                                  | 53    |                  |                         |

|                       |   |          |              |                      |
|-----------------------|---|----------|--------------|----------------------|
|                       | Proceeds from Sale of Investment Property           | 54       |              |                      |
|                       | Proceeds from Sales of Intangible Assets            | 55       |              |                      |
|                       | Proceeds from Sale of Investment Dividends Received | 56<br>57 |              |                      |
|                       | <b>Total Inflow</b>                                 |          |              |                      |
|                       | <b>Outflows</b>                                     |          |              |                      |
| -                     | Purchase/ Construction of PPE                       | 58       |              |                      |
| -                     | Purchase/ Construction OF Investment Property       | 59       |              |                      |
|                       | Investment in Private Companies                     | 60       |              |                      |
| -                     | Loan Granted  | 61       |              |                      |
| -                     | Purchase of Intangible Assets                       | 62       |              |                      |
| -                     | Acquisition of Investment                           | 63       |              |                      |
| -                     | <b>Total Outflow</b>                                |          |              |                      |
| -                     | <b>Net Cash Flow from Investing Activities</b>      |          |              |                      |
| <b>0.00</b>           | <b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b>   |          |              |                      |
| -                     | Capital Grant Received                              | 64       |              |                      |
|                       | Proceeds from Borrowings                            | 65       |              |                      |
|                       | <b>Total Inflow</b>                                 |          |              |                      |
|                       | <b>Outflows</b>                                     |          |              |                      |
| 0.00                  | Repayment of Borrowings                             | 66       | 5,898,091.22 |                      |
|                       | Distribution of Surplus/Dividends Paid              | 67       |              |                      |
|                       | <b>Total Outflow</b>                                |          |              |                      |
| -                     | <b>Net Cash Flow from Financing Activities</b>      |          |              | <b>-5,898,091.22</b> |
| <b>-36,788,342.27</b> | <b>Net Cash Flow from all Activities</b>            |          |              | <b>10,352,270.85</b> |
| 34,183,739.19         | Cash and Its Equivalent as at 01/01/2020            |          |              | -2,604,603.08        |
| <b>2,604,603.08</b>   | <b>Cash and Its Equivalent as at 31/12/2020</b>     | <b>1</b> |              | <b>7,747,667.77</b>  |

**IKOLE LOCAL GOVERNMENT, IKOLE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST**  
**DECEMBER, 2020**

| 2019                  |   | Notes | Actual 2020             | Final Budget 2020       | Variance on Final Budget |
|-----------------------|---|-------|-------------------------|-------------------------|--------------------------|
| N                     |   |       | N                       | N                       | N                        |
|                       |   |       |                         |                         |                          |
|                       | <b><u>REVENUE</u></b>   |       |                         |                         |                          |
| 841,060,547.95        | Government Share of FAAC (Statutory Revenue)                      | 21    | 1,482,196,541.26        | 2,237,500,000.00        | -33.76                   |
| 1,820,160.00          | Tax Revenue   | 22    | 3,053,041.84            | 7,173,600.00            | -57.44                   |
| 9,682,560.00          | Non-Tax Revenue   | 23    | 8,864,100.00            | 20,826,400.00           | -57.44                   |
| 31,492,437.80         | Aid & Grants  | 24    |                         |                         |                          |
|                       | Investment Income   | 25    |                         |                         |                          |
|                       | Expenditure Recovery  | 26    |                         |                         |                          |
|                       | Other Capital Receipts  | 27    |                         |                         |                          |
|                       | Debt Forgiveness  | 28    |                         |                         |                          |
| <b>884,055,705.75</b> | <b>Total Revenue</b>  |       | <b>1,494,113,683.10</b> | <b>2,265,500,000.00</b> | <b>-148.64</b>           |
|                       | <b><u>EXPENDITURE</u></b>   |       |                         |                         |                          |
| 721,739,374.04        | Salaries & Wages  | 29    | 447,045,829.24          | 804,666,700.00          | 44.44                    |
|                       | Social Contribution   | 30    | 47,785,496.00           | 10,000,000.00           | -377.85                  |
| 14,304,363.20         | Social Benefit  | 31    | 10,859,121.71           | 210,000,000.00          | 94.83                    |
| 80,942,650.00         | Overhead Cost   | 32    | 65,448,777.60           | 125,000,000.00          | 47.64                    |
|                       | Gratuity  | 33    |                         |                         |                          |
|                       | Pension Allowance   | 34    |                         |                         |                          |
|                       | Stationeries  | 35    |                         |                         |                          |
|                       | Impairment Charges  | 36    |                         |                         |                          |
|                       | Depreciation Charges  | 37    |                         |                         |                          |
| 98,302,301.54         | Transfer to other Government Entities                             | 38    | 893,815,968.86          | 940,000,000.00          | 4.91                     |
|                       | Public Debt Charges   | 39    |                         |                         |                          |
| 5,555,359.15          | Allowance(Leave Bonus)  | 40    | 12,908,127.62           |                         | -100.00                  |
|                       | Purchases of Assets   | 58    | -                       | -                       |                          |
| -                     | Acquisition of Investment   | 63    | -                       | -                       | -                        |
| -                     | Repayment of Borrowing  | 66    | 5,898,091.22            | -                       | -100.00                  |
| <b>920,844,048.02</b> | <b>Total Expenditure</b>  |       | <b>1,483,761,412.25</b> | <b>2,089,666,700.00</b> | <b>-368.03</b>           |
| <b>-36,788,342.27</b> | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |       | <b>10,352,270.85</b>    | <b>175,833,300.00</b>   | <b>237.39</b>            |

**IKOLE LOCAL GOVERNMENT, IKOLE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE**  
**YEAR ENDED 31ST DECEMBER, 2020**

| S/N | NARRATION                    | ACCUMULATED<br>SURPLUS/DEFICIT | RESERVE              | CAPITAL<br>GRANT | TOTAL                 |
|-----|------------------------------|--------------------------------|----------------------|------------------|-----------------------|
| 1   | Opening Balance (1/1/2020)   | 220,307,521.47                 | 240,792,720.61       | -                | 461,100,242.08        |
| 2   | Surplus for the period       | -8,420,327.93                  |                      |                  | -8,420,327.93         |
| 3   | Grant for the year           |                                |                      |                  |                       |
| 4   | Adjustment for the period    |                                | -219,136,514.88      |                  | -219,136,514.88       |
|     | Closing Balance (31/12/2020) | <b>211,887,193.54</b>          | <b>21,656,205.73</b> | -                | <b>233,543,399.27</b> |

**NOTE 1**  
**CASH AND CAH EQUIVALENTS**

| <b>S/N</b> | <b>NAME OF BANK</b>            | <b>ACCOUNT NO</b> | <b>PURPOSE</b> | <b>BALANCE (N)</b>  |
|------------|--------------------------------|-------------------|----------------|---------------------|
| 1          | EK-RELIABLE MICRO FINANCE BANK | 1100085141        | IGR            | 88,823.51           |
| 2          | FIRST BANK                     | 2008900045        | SALARY         | 3,954,104.56        |
| 3          | WEMA BANK                      | 0120775989        | MAIN/CAPITAL   | 3,704,739.70        |
|            | <b>TOTAL</b>                   |                   |                | <b>7,747,667.77</b> |

**NOTE 2**  
**INVENTORIES**

| <b>S/N</b> | <b>RECEIPT</b>        | <b>NOS OF RECEIPT</b> | <b>UNIT COST (#)</b> | <b>TOTAL (#)</b>  |
|------------|-----------------------|-----------------------|----------------------|-------------------|
| 1          | Treasury Receipt (TR) | 21                    | 800                  | 16,800.00         |
| 2          | Flat Rate Receipt     | 12                    | 1000                 | 12,000.00         |
| 3          | Tenement Rate         | 23                    | 700                  | 16,100.00         |
| 4          | Market                | 249                   | 400                  | 99,600.00         |
| 5          | GRR                   | 21                    | 800                  | 16,800.00         |
| 6          | Liquior               | 29                    | 875.9655             | 25,403.00         |
| 7          | Birth Certificate     | 35                    | 1200                 | 42,000.00         |
| 8          | Identification        | 5                     | 3000                 | 15,000.00         |
| 9          | Sicker                | 75                    | 140                  | 10,500.00         |
|            | <b>TOTAL</b>          |                       |                      | <b>254,203.00</b> |

**NOTE 3**  
**WORK IN PROGRESS**

| <b>S/N</b> | <b>DETAIL</b>       | <b>AMOUNT (#)</b> |
|------------|---------------------|-------------------|
|            | Neighborhood Market | 38,107,950.88     |

**NOTE 4**  
**RECEIVABLE**

| <b>DETAILS</b>                      | <b>AMOUNT (3)</b>     |
|-------------------------------------|-----------------------|
| 10% STATE IGR (6,017,207,457.12÷16) | 376,075,466.07        |
| UNPAID RENTS IN LG LOCK – UP SHOPS  | 50,000.00             |
| <b>TOTAL</b>                        | <b>376,125,466.07</b> |



## NOTE 8 & 37

### PROPERTY, PLANTS & EQUIPMENT ASSETS SCHEDULE FOR THE YEAR 2020

| DETAILS                     | LAND AND BUILDING     | INFRASTRUC-<br>TURE  | PLANT & MACHINERY    | TRANSPORT EQUIPMENT  | OFFICE EQUIPMENT     | FURNITURE & FITTING  |
|-----------------------------|-----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Rate of depreciation        | 3% #                  | 3%#                  | 10%\$                | 20%#                 | 20%#                 | 15%#                 |
| Balance B/F as at 1/1/2020  | 303,000,000.00        | 80,000,000.00        | 20,000,000.00        | 30,532,200.00        | 15,321,250.00        | 12,000,000.00        |
| Acquisition during the year | 0.00                  | 0.00                 | 0.00                 | 0.00                 | 0.00                 | 0.00                 |
| <b>Total</b>                | <b>303,000,000.00</b> | <b>80,000,000.00</b> | <b>20,000,000.00</b> | <b>30,532,200.00</b> | <b>15,321,250.00</b> | <b>12,000,000.00</b> |
| Disposal during the year    | 0.00                  | 0.00                 | 0.00                 | 0.00                 | 0.00                 | 0.00                 |
| Balance 31/12/2020          | 303,000,000.00        | 80,000,000.00        | 20,000,000.00        | 30,532,200.00        | 15,321,250.00        | 12,000,000.00        |
| Accumulate depreciation     | 0.00                  | 0.00                 | 0.00                 | 0.00                 | 0.00                 | 0.00                 |
| Current year charges        | 9,090,000.00          | 2,400,000.00         | 2,000,000.00         | 6,106,440.00         | 3,064,250.00         | 1,800,000.00         |
| Depreciation on disposal    | 0.00                  | 0.00                 | 0.00                 | 0.00                 | 0.00                 | 0.00                 |
| Balance c/f 31/12/2020      | 293,910,000.00        | 77,600,000.00        | 18,000,000.00        | 24,425,760.00        | 12,257,000.00        | 10,200,000.00        |

### NARRATION ON NOTE 8 & 37

|                                       |                              |
|---------------------------------------|------------------------------|
| Total Net Book Value of PP&E Bal. B/F | 460,853,450.00               |
| Less current year depreciation        | <u>24,460,690.00</u>         |
| Total Net Book value B/D              | <u><b>436,392,760.00</b></u> |

## NOTE 9

### INVESTMENT PROPERTY

| S/N | DETAILS                | AMOUNT (#)          |
|-----|------------------------|---------------------|
| 1   | Lock-up shop           | 7,000,000.00        |
| 2   | Less depreciation (3%) | 210,000.00          |
|     | <b>Total</b>           | <b>6,790,000.00</b> |

## NOTE 10

### BIOLOGICAL ASSETS

| S/N | DETAILS         | AMOUNT (#)          |
|-----|-----------------|---------------------|
| 1   | Tick plantation | 5,000,000.00        |
|     | <b>Total</b>    | <b>5,000,000.00</b> |

**NOTE 11****ACCUMULATED DEPRECIATION**

| <b>S/N</b> | <b>DETAILS</b>   | <b>AMOUNT (#)</b>    |
|------------|------------------|----------------------|
| 1          | AS AT 31/12/2019 | 18,484,138.00        |
|            | Total            | <b>18,484,138.00</b> |

**NOTE 14****PAYABLES**

| <b>S/N</b> | <b>DETAILS</b>                             | <b>AMOUNT (#)</b>     |
|------------|--|-----------------------|
| 1          | Salary Arrears (April – September, 2018)   | 204,060,497.22        |
| 2          | Outstanding Leave Bonus                    | 248,739,968.89        |
| 3          | Outstanding Political Office Holder Salary | 79,084,706.52         |
|            | Total                                      | <b>531,885,172.63</b> |

**NOTE 16****BORROWING (BAIL-OUT)**

Total Liability 1,887,389,188.80

Less payment 503,303,783.63

**Balance 1,384,085,405.12**

=====

Liability per Local Govt.  $1,384,085.12 \div 16 = \text{\#}86,505,337.82$

**NOTE 21****STATUTORY ALLOWANCE****SUMMARY OF GOVERNMENT SHARE OF (STATUTORY REVENUE)**

| <b>MONTH</b> | <b>NET RECEIPT (#)</b> | <b>ALLOCATION TO<br/>OTHER GOVERNMENT<br/>ENTITIES</b> |
|--------------|------------------------|--|
| 1            | 48,545,561.90          | 86,831,139.69  |
| 2            | 73,420,360.71          | 82,708,434.52  |
| 3            | 50,242,060.46          | 78,667,434.52  |
| 4            | 45,098,687.77          | 79,314,874.95  |
| 5            | 45,248,759.94          | 77,195,386.99  |
| 6            | 34,874,444.68          | 85,898,686.40  |
| 7            | 34,982,269.65          | 83,730,641.24  |
| 8            | 80,900,449.20          | 83,676,322.89  |

|              |                       |                       |
|--------------|-----------------------|-----------------------|
| 9            | 38,666,698.20         | 87,182,350.35         |
| 10           | 46,038,569.58         | 82,536,788.41         |
| 11           | 33,645,778.54         | 39,161,870.04         |
| 12           | 41,635,814.52         | 41,993,489.80         |
| <b>Total</b> | <b>573,299,455.15</b> | <b>908,897,086.11</b> |

G.T. 573,299,455.15 + 908,897,086.11 = **#1,482,196,541.26**

**Note 22**  
**TAX REVENUE**

| <b>S/N</b> | <b>CODES</b> | <b>PARTICULARS</b>       | <b>AMOUNTS #</b>    |
|------------|--------------|--------------------------|---------------------|
| 1          | 1220904      | TENEMENT RATE            | 1,376,150.00        |
| 2          | 12010101     | FLAT RATE                | 205,700.00          |
| 3          | 1210201      | 2.5% LOCAL RATE CONTRACT | 1,471,191.84        |
|            |              | <b>TOTAL</b>             | <b>3,053,041.84</b> |

**NOTE 23**  
**NON-TAX REVENUE**

| <b>MONTH</b> | <b>CODES</b> | <b>PARTICUALRS</b>                       | <b>AMOUNTS (#)</b>  |
|--------------|--------------|--|---------------------|
| 1            | 12020419     | Attestation                              | 1,858,400.00        |
| 2            | 12020443     | Birth certificate                        | 319,600.00          |
| 3            | 12020454     | Harkney permit                           | 561,500.00          |
| 4            | 12020701     | Squatters                                | 1,065,900.00        |
| 5            | 12020803     | Rent                                     | 868,200.00          |
| 6            | 12020110     | Loading/off loading                      | 1,778,900.00        |
| 7            | 12020418     | Marriage                                 | 1,316,000.00        |
| 8            | 12020704     | Cattle market                            | 34,800.00           |
| 9            | 12020137     | Trade permit                             | 89,400.00           |
| 10           | 12020501     | Fine on Environmental Sanitation Service | 12,500.00           |
| 11           | 12020109     | Registration of Association              | 121,000.00          |
| 12           | 12020609     | Sales of Agric Produce                   | 381,500.00          |
| 13           | 12020124     | Slaughter fees                           | 99,800.00           |
| 14           | 12020453     | Naming of street                         | 256,500.00          |
| 15           | 12020131     | Liquor license                           | 100,000.00          |
|              |              | <b>Total</b>                             | <b>8,864,100.00</b> |

**NOTE 29**  
**EXPENDITURE**  
**SALARIES AND WAGES**

| <b>S/N</b> | <b>DETAILS</b>                | <b>AMOUNT (#)</b>     |
|------------|-------------------------------|-----------------------|
| 1          | Staff salaries (LG)           | 343,524,767.22        |
| 2          | Palace Staff                  | 22,352,775.96         |
| 3          | Mid-wives                     | 420,000.00            |
| 4          | Political Office Holders      | 46,401,081.70         |
| 5          | Deduction (Salary)            | 21,129,262.46         |
| 6          | LG NIBAS charges              | 795,450.00            |
| 7          | Arrears of EX-POH 2010 & 2018 | 11,172,491.90         |
| 8          | Arrears of LG staff           | 1,250,000.00          |
|            | <b>TOTAL</b>                  | <b>447,045,829.24</b> |

**NOTE 30**  
**SOCIAL CONTRIBUTION**

| <b>S/N</b> | <b>DETAILS</b>                    | <b>AMOUNT (#)</b>    |
|------------|-----------------------------------|----------------------|
| 1          | BURSARY                           | 1,260,000.00         |
| 2          | BOARD OF TECHNICAL VOCATION       | 120,000.00           |
| 3          | ROAD VERGE                        | 390,000.00           |
| 4          | CAPITAL PROJECT                   | 3,335,429.07         |
| 5          | NIEGBOURHOOD MARKET               | 18,107,950.88        |
| 6          | 5KM ROAD PROJECT (RETENTION FEES) | 15,872,116.05        |
| 7          | SALAH FUND                        | 300,000.00           |
| 8          | SECURITY (MONTHLY STIPEND)        | 8,400,000.00         |
|            | <b>TOTAL</b>                      | <b>47,785,496.00</b> |

**NOTE 31**  
**SOCIAL BENEFITS**

| <b>S/N</b> | <b>DETAILS</b>              | <b>AMOUNT (#)</b>    |
|------------|-----------------------------|----------------------|
| 1          | XMAS FUND                   | 1,000,00.00          |
| 2          | LOGISTICS DURING COVID – 19 | 5,246,621.71         |
| 3          | PRUHCASE OF VEHICLE         | 4,612,500.00         |
|            | <b>TOTAL</b>                | <b>10,859,121.71</b> |

**NOTE 32**  
**OVERHEAD COSTS**

| <b>S/N</b> | <b>DETAILS</b> | <b>AMOUNT (#)</b>    |
|------------|----------------|----------------------|
| 1          | LG OVERHEAD    | 54,971,321.73        |
| 2          | NEFF CHARGES   | 75,000.00            |
| 3          | BIOMETRIC      | 1,945,741.68         |
| 4          | FIRS           | 8,456,714.19         |
|            | <b>TOTAL</b>   | <b>65,448,777.60</b> |

**NOTE 37**  
**DEPRECIATION FOR THE YEAR**

| <b>S/N</b> | <b>DETAILS</b>      | <b>AMOUNT (#)</b>    |
|------------|---------------------|----------------------|
| 1          | PP&E                | 24,460,690.00        |
| 2          | INVESTMENT PROPERTY | 210,000.00           |
|            | <b>TOTAL</b>        | <b>24,670,690.00</b> |

**NOTE 38**  
**TRANSFER TO OTHER GOVERNMENT ENTITIES**

| <b>S/N</b> | <b>DETAILS</b>        | <b>AMOUNT (#)</b>     |
|------------|-----------------------|-----------------------|
| 1          | TRADITIONAL COUNCIL   | 55,920,420.66         |
| 2          | CHEIFTANCY DEPARTMENT | 1,118,914.15          |
| 3          | PARASTATAL (LG)       | 20,627,184.66         |
| 4          | PEACE CORPS           | 14,440,000.00         |
| 5          | GRATUIT               | 12,505,105.44         |
| 6          | CONTRIBUTORY PENSION  | 1,986,997.72          |
| 7          | JAAC PUBLICATION      | 327,405.87            |
| 8          | SUBEB OVERHEAD        | 7,200,000.00          |
| 9          | SUBEB CHARGES         | 66,450.00             |
| 10         | SUBEB ARREARS         | 1,250,000.00          |
| 11         | PENSION FUND          | 352,288,145.93        |
|            | <b>TOTAL</b>          | <b>893,815,968.86</b> |

**NOTE 40**  
**ALLOWANCE**

| MONTH          | EX-POLITICAL OFFICE<br>HOLDER FURNITURE<br>ALLOWANCE (A) | IYALOJA ALLOWANCE (B) | LEAVE BONUS<br>(C)  |                      |
|----------------|--|-----------------------|---------------------|----------------------|
| JAN.           | 995,675.30   | -                     | 4,375,000.00        |                      |
| FEB.           | 995,675.30   | -                     |                     |                      |
| MARCH          | 995,675.30   | 50,000.00             |                     |                      |
| APRL           | 995,675.30   | 25,000.00             |                     |                      |
| MAY            | 995,675.30   | -                     |                     |                      |
| JUNE           | 995,675.30   | 25,000.00             |                     |                      |
| JULY           | 995,675.30   | 25,000.00             |                     |                      |
| AUGUST         | 995,675.30   | 25,000.00             |                     |                      |
| SEPT.          | --   | 25,000.00             |                     |                      |
| OCT.           | -  | 25,000.00             |                     |                      |
| NOV.           | 158,862.61   | 25,000.00             |                     |                      |
| DEC.           | 158,862.61   | 25,000.00             |                     |                      |
| <b>TOTAL =</b> | <b>8,283,127.62</b>                                      | <b>250,000.00</b>     | <b>4,375,000.00</b> |                      |
|                | <b>GRAND TOTAL=</b>                                      |                       | <b>A+B+C=</b>       | <b>12,908,127.62</b> |

**NOTE 66**  
**REPAYEMNT OF BORROWING (BAIL OUT FUND)**

|                  |                      |
|------------------|----------------------|
| TOTAL REPAYMENT  | 12 X 7,864,121.62    |
| REPAYMENT PER LG | #94,369,459.44       |
|                  | <b>#5,898,091.22</b> |

**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE**

**ACCOUNTS OF ILEJEMEJE LOCAL GOVERNMENT,**

**EDA-ONIYO EKITI**

**FOR THE YEAR ENDED**

**31ST DECEMBER, 2020.**

## AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Ilejemeje Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**



**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF ILEJEMEJE LOCAL GOVERNMENT, IYE-EKITI FOR THE YEAR  
ENDED 31<sup>ST</sup> DECEMBER, 2020.**

The General Purpose Financial Statements of Ilejemeje Local Government have been examined in accordance with, sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively, section 26(2) of Ekiti State Audit Law, 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Ijero Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

## **5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31<sup>st</sup> December, 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2020 budget recorded a low performance. An estimate was made for N1,298,414,920.00, while actual Revenue recorded stood at N753,219,171.80. This is about 58.01% performance. Equally, the IGR of N2,215,029.69 represents only 0.29% of the

total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of N1,247,436,920.80 only was budgeted for expenditure but only N763,108,440.71 was actually incurred, resulting to a saving of N484,328,480.09 for the period.

#### **8. REVENUE ACCOUNT**

A total sum of N753,219,171.80 was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only 0.29% (N2,215,029.69) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a savings of 14.20% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2020.

#### **9. AUTHORITY FOR EXPENDITURE**

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10, of this report.

**10. EXPENDITURE CONTRARY TO LAW:**

The following expenditure appears to be contrary to Law.

| <b>S/N</b> | <b>QUERY NUMBER</b> | <b>SUBJECT</b>  | <b>AMOUNT<br/>₦</b>  |
|------------|---------------------|---|----------------------|
| 1          | AUD/ILLG/AQ/01/2020 | Unproduced Revenue Earning Receipt                                  | Assorted             |
| 2          | AUD/ILLG/AQ/02/2020 | Expenditure Contrary to Regulations                                 | 1,052,000.00         |
| 3          | AUD/ILLG/AQ/03/2020 | Unaudited/Expenditure not Supported with Proper Records of Accounts | 3,409,500.00         |
| 4          | AUD/ILLG/AQ/04/2020 | Unaudited/Items not taken on Store Ledger Charge                    | 304,000.00           |
| 5          | AUD/ILLG/AQ/05/2020 | Unretired Security Vote   | 8,500,000.00         |
| 6.         | AUD/ILLG/AQ/06/2020 | Expenditure not Accounted for                                       | 340,331.98           |
|            |                     | <b>TOTAL</b>  | <b>13,605,831.98</b> |

**11. STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

**12. DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

**13. STATE OF ACCOUNT**

The Accounts of Ilejemeje Local Government have been examined up to 31<sup>st</sup> December, 2020 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ilejemeje Local Government, Iye-Ekiti. Particular attention is required to the followings:

- (i) Response to Audit Queries
- (ii) Expenditure Contrary to Regulations
- (iii) Internally Generated Revenue
- (iv) Unproduced Revenue Receipts
- (v) Outstanding matters from the previous reports
- (vi) Fixed Asset Register
- (vii) Loss of fund involving the Council Management

**14. OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

The following matters remained outstanding in my previous reports.

| S/N | QUERY NUMBER        | SUBJECT  | AMOUNT<br>₦          |
|-----|---------------------|--|----------------------|
| 1.  | AUD/ILLG/AQ/05/2019 | Unproduced Payment Vouchers                          | 18,000,000.00        |
| 2.  | AUD/ILLG/AQ/12/2019 | Unretired Security Vote/<br>Responsibility Allowance | 2,100,000.00         |
|     |                     | <b>TOTAL</b>   | <b>20,100,000.00</b> |

18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance Ilejemeje Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ilejemeje Local Government as at the year ended 31<sup>st</sup> December, 2019.



**Hon. Akinola Oladunjoye,**  
**Executive Chairman.**



**Mrs. Ogundele Christianah O.**  
**Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(i) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions and as events occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council.

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

This presented both the exchange and non-exchange revenue from Internally Generated revenue and Statutory Allocation from the Federation Account during the year.

- xv. Revenue from non-exchange transactions such as fees, taxes, and fines are recognized when the events occurred and the assets recognition criteria are met.

- xvi. Revenue from exchange transactions are recognised when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered.

(8) **EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

(9) **STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

(10) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(11) **RECEIVABLES.**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(12) **INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

(13) **PROPERTY, PLANT & EQUIPMENT (PPE)**

All PPE are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost included expenditure that were directly attributable to the acquisition of the items.

(14) **INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.



(15) **DEPRECIATION**

Depreciation on PPE and investment property were charged on a straight line basis over their Expected useful lives less estimated residual value using the appropriate rates.

(16) **UNREMITTED DEDUCTIONS.**

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source.

(17) **PAYABLES.**

Payables are recognized at fair value.

(18) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost incurred.

(19) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as Expenses in the statement of Financial Performance.

**ILEJEMEJE LOCAL GOVERNMENT, EDA-ONIYO EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020**

| <b>2019</b>           | <b>DETAILS</b>                           | <b>NOTES</b> | <b>2020</b>           |                       |
|-----------------------|--|--------------|-----------------------|-----------------------|
| <b>N</b>              | <b>Represented By:</b>                   |              | <b>N</b>              | <b>N</b>              |
|                       | <b>ASSETS</b>                            |              |                       |                       |
|                       | <b>Current Assets</b>                    |              |                       |                       |
| 10,250,152.04         | Cash and Cash Equivalents                | 1            | 360,883.13            |                       |
|                       | Inventories                              | 2            | 50,000.00             |                       |
|                       | WIP                                      | 3            | 62,744,308.64         |                       |
| 257,992,161.88        | Receivables                              | 4            | 437,767,339.59        |                       |
|                       | Prepayments                              | 5            |                       |                       |
| <b>268,242,313.92</b> | <b>Total Current Assets</b>              |              |                       | <b>500,922,531.36</b> |
|                       | <b>Non-Current Assets</b>                |              |                       |                       |
|                       | Loans Granted                            | 6            |                       |                       |
| 2,200,400.00          | Investments                              | 7            | 2,200,400.00          |                       |
| 5,776,960.88          | Fixed Assets-Property, Plant & Equipment | 8            | 321,655,091.34        |                       |
|                       | Investment Property                      | 9            |                       |                       |
|                       | Biological Assets                        | 10           | 10,000,000.00         |                       |
| <b>7,977,360.88</b>   | <b>Total Non-Current Assets</b>          |              |                       | <b>333,855,491.34</b> |
| <b>276,219,674.80</b> | <b>Total Assets</b>                      |              |                       | <b>834,778,022.70</b> |
|                       | <b>LIABILITIES</b>                       |              |                       |                       |
|                       | <b>Current Liabilities</b>               |              |                       |                       |
|                       | Accumulated Depreciation                 | 11           |                       |                       |
|                       | Loans & Debts(Short-Term)                | 12           |                       |                       |
|                       | Unremitted Deductions                    | 13           | 1,106,000.00          |                       |
| 229,900,634.02        | Payables                                 | 14           | 655,986,115.84        |                       |
| <b>229,900,634.02</b> | <b>Total Current Liabilities</b>         |              | <b>657,092,115.84</b> |                       |
|                       | <b>Non-Current Liabilities</b>           |              |                       |                       |
|                       | Public Funds                             | 15           |                       |                       |
|                       | Borrowings                               | 16           | 86,505,337.82         |                       |
|                       | <b>Total Non-Current Liabilities</b>     |              | <b>86,505,337.82</b>  |                       |
| <b>229,900,634.02</b> | <b>Total Liabilities</b>                 |              |                       | <b>743,597,453.66</b> |
| <b>46,319,040.78</b>  | <b>Net Asset/Equity</b>                  |              |                       | <b>91,180,569.04</b>  |
|                       | <b>Financed By:</b>                      |              |                       |                       |
| 2,550,680.44          | Reserves                                 | 17           |                       | 71,707,083.50         |
| -                     | Capital Grant                            | 18           |                       |                       |
| -                     | Net Surpluses/(Deficits)                 | 19           |                       |                       |
| 43,768,360.34         | Accumulated Surplus/(Deficits)           | 20           |                       | 19,473,485.54         |
| <b>46,319,040.78</b>  | <b>Total Net Assets/Equity</b>           |              |                       | <b>91,180,569.04</b>  |

**ILEJEMEJE LOCAL GOVERNMENT, EDA-ONIYO EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                  | DETAILS   | NOTES | Actual 2020           |
|-----------------------|---|-------|-----------------------|
| N                     | <u>REVENUE</u>  |       | N                     |
| 576,005,032.48        | Government Share of FAAC (Statutory Revenue)                      | 21    | 751,004,142.11        |
| 270,600.00            | Tax Revenue   | 22    | 401,229.69            |
| 1,669,000.00          | Non-Tax Revenue   | 23    | 1,813,800.00          |
|                       | Aid & Grants  | 24    |                       |
|                       | Investment Income   | 25    |                       |
|                       | Expenditure Recovery  | 26    |                       |
|                       | Other Capital Receipts  | 27    |                       |
|                       | Debt Forgiveness  | 28    |                       |
| <b>577,944,632.48</b> | <b>Total Revenue</b>  |       | <b>753,219,171.80</b> |
|                       | <u>EXPENDITURE</u>  |       |                       |
| 500,488,456.25        | Salaries & Wages  | 29    | 221,152,641.56        |
|                       | Social Contribution   | 30    | 17,731,200.00         |
|                       | Social Benefit  | 31    |                       |
| 72,862,047.86         | Overhead Cost   | 32    | 39,451,268.77         |
|                       | Gratuity  | 33    |                       |
|                       | Pension Allowance   | 34    |                       |
|                       | Stationeries  | 35    |                       |
|                       | Impairment Charges  | 36    |                       |
| 291,400.56            | Depreciation Charges  | 37    | 20,613,697.11         |
| 30,142,202.10         | Transfer to other Government Entities                             | 38    | 478,565,239.16        |
|                       | Public Debt Charges   | 39    |                       |
|                       | Allowance(Leave Bonus)  | 40    |                       |
| <b>603,784,106.77</b> | <b>Total Expenditure</b>  |       | <b>777,514,046.60</b> |
| <b>-25,839,474.29</b> | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |       | <b>-24,294,874.80</b> |
|                       | <b>Total Non-Operating Revenue/(Expenses)</b>                     |       |                       |
|                       | <b>Non-Operating Activities</b>                                   |       |                       |
|                       | Gain/Loss on Disposal of Asset                                    | 41    |                       |
|                       | Refunded Revenue  | 42    |                       |
|                       | Revaluation Gain  | 43    |                       |
| <b>-25,839,474.29</b> | <b>Net Surplus/(Deficit) from Ordinary Activities</b>             |       |                       |
|                       | <b>Surplus/(Deficit) from Ordinary Activities</b>                 |       |                       |
|                       | Purchases/Construction of Assets                                  | 44    |                       |
|                       | Minority Interest Share of Surplus/(Deficits)                     | 45    |                       |
| <b>-25,839,474.29</b> | <b>Net surplus/(Deficit) for the year</b>                         |       | <b>-24,294,874.80</b> |

**ILEJEMEJE LOCAL GOVERNMENT, EDA-ONIYO EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                  | DETAILS  | NOTES | 2020              |                       |
|-----------------------|--|-------|-------------------|-----------------------|
|                       |  |       | N                 | N                     |
|                       | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |       |                   |                       |
|                       | <b><u>Inflows</u></b>                                      |       |                   |                       |
| 576,005,032.48        | Government Share of FAAC (Statutory Revenue)               | 21    | 751,004,142.11    |                       |
| 270,600.00            | Tax Revenue  | 22    | 401,229.69        |                       |
| 1,669,000.00          | Non-Tax Revenue  | 23    | 1,813,800.00      |                       |
|                       | Aid & Grants   | 24    |                   |                       |
|                       | Expenditure Recovery                                       | 26    |                   |                       |
|                       | Other Capital Receipts                                     | 27    |                   |                       |
|                       | Debt Forgiveness   | 28    |                   |                       |
| <b>577,944,632.48</b> | <b>Total inflow from operating Activities</b>              |       |                   | <b>753,219,171.80</b> |
|                       | <b><u>Outflows</u></b>                                     |       |                   |                       |
| 500,488,456.25        | Salaries & Wages   | 29    | 221,152,641.56    |                       |
|                       | Social Contributions                                       | 30    | 17,731,200.00     |                       |
|                       | Social Benefit   | 31    |                   |                       |
| 72,862,047.86         | Overheads Cost   | 32    | 39,451,268.77     |                       |
|                       | Gratuity   | 33    |                   |                       |
|                       | Pension Allowance  | 34    |                   |                       |
| 30,142,202.10         | Transfer to other Government Entities                      | 38    | 478,565,239.16    |                       |
|                       | Allowance  | 40    |                   |                       |
|                       | Deductions   | 49    |                   |                       |
|                       | Refund   | 50    |                   |                       |
|                       | Inventory  | 51    |                   |                       |
|                       | Loan   | 52    |                   |                       |
|                       |  |       |                   |                       |
| <b>603,492,706.21</b> | <b>Total Outflow from Operating Activities</b>             |       |                   | <b>756,900,349.49</b> |
| <b>-25,548,073.73</b> | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |       |                   | <b>-3,681,177.69</b>  |
|                       |  |       |                   |                       |
|                       | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |       |                   |                       |
|                       | Proceeds from Sale of PPE                                  | 53    |                   |                       |
|                       | Proceeds from Sale of Investment Property                  | 54    |                   |                       |
|                       | Proceeds from Sales of Intangible Assets                   | 55    |                   |                       |
|                       | Proceeds from Sale of Investment                           | 56    |                   |                       |
| -                     | Dividends Received   | 57    |                   |                       |
| <b>0.00</b>           | <b>Total Inflow</b>  |       |                   |                       |
| -                     | <b><u>Outflows</u></b>                                     |       |                   |                       |
| -                     | Purchase/ Construction of PPE                              | 58    | <b>310,000.00</b> |                       |

|                       |   |          |                     |                      |
|-----------------------|---|----------|---------------------|----------------------|
| -                     | Purchase/ Construction OF Investment Property     | 59       |                     |                      |
| -                     | Investment in Private Companies                   | 60       |                     |                      |
| -                     | Loan Granted                                      | 61       |                     |                      |
| -                     | Purchase of Intangible Assets                     | 62       |                     |                      |
| 0.00                  | Acquisition of Investment                         | 63       |                     |                      |
| -                     | <b>Total Outflow</b>                              |          | <b>310,000.00</b>   |                      |
|                       | <b>Net Cash Flow from Investing Activities</b>    |          |                     | <b>-310,000.00</b>   |
|                       | <b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b> |          |                     |                      |
|                       | Capital Grant Received                            | 64       |                     |                      |
| 0.00                  | Proceeds from Borrowings                          | 65       |                     |                      |
|                       | <b>Total Inflow</b>                               |          |                     |                      |
|                       | <b>Outflows</b>                                   |          |                     |                      |
|                       | Repayment of Borrowings                           | 66       | 5,898,091.22        |                      |
| 0.00                  | Distribution of Surplus/Dividends Paid            | 67       |                     |                      |
| -                     | <b>Total Outflow</b>                              |          | <b>5,898,091.22</b> |                      |
|                       | <b>Net Cash Flow from Financing Activities</b>    |          |                     | <b>-5,898,091.22</b> |
| <b>-25,548,073.73</b> | <b>Net Cash Flow from all Activities</b>          |          |                     | <b>-9,889,268.91</b> |
| 35,798,225.77         | Cash and Its Equivalent as at 01/01/2020          |          |                     | 10,250,152.04        |
| <b>10,250,152.04</b>  | <b>Cash and Its Equivalent as at 31/12/2020</b>   | <b>1</b> |                     | <b>360,883.13</b>    |

**ILEJEMEJE LOCAL GOVERNMENT, EDA-ONIYO EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST**  
**DECEMBER, 2020**

| 2019                  |  | Notes | Actual 2020           | Final Budget 2020       | Variance on Final Budget |
|-----------------------|--|-------|-----------------------|-------------------------|--------------------------|
| N                     |  |       | N                     | N                       | N                        |
|                       |  |       |                       |                         |                          |
|                       | <b><u>REVENUE</u></b>                        |       |                       |                         |                          |
| 576,005,032.48        | Government Share of FAAC (Statutory Revenue) | 21    | 751,004,142.11        | 1,248,369,920.00        | -39.84                   |
| 270,600.00            | Tax Revenue                                  | 22    | 401,229.69            | 6,035,000.00            | -93.35                   |
| 1,669,000.00          | Non-Tax Revenue                              | 23    | 1,813,800.00          | 6,010,000.00            | -69.82                   |
|                       | Aid & Grants                                 | 24    |                       | 38,000,000.00           | -100.00                  |
|                       | Investment Income                            | 25    |                       |                         |                          |
|                       | Expenditure Recovery                         | 26    |                       |                         |                          |
|                       | Other Capital Receipts                       | 27    |                       |                         |                          |
|                       | Debt Forgiveness                             | 28    |                       |                         |                          |
| <b>577,944,632.48</b> | <b>Total Revenue</b>                         |       | <b>753,219,171.80</b> | <b>1,298,414,920.00</b> | <b>-303.01</b>           |
|                       |  |       |                       |                         |                          |
|                       | <b><u>EXPENDITURE</u></b>                    |       |                       |                         |                          |
| 500,488,456.25        | Salaries & Wages                             | 29    | 221,152,641.56        | 522,194,877.00          | 57.65                    |
|                       | Social Contribution                          | 30    | 17,731,200.00         | 154,600,000.00          | 88.53                    |
|                       | Social Benefit                               | 31    |                       |                         |                          |
| 72,862,047.86         | Overhead Cost                                | 32    | 39,451,268.77         | 75,642,043.80           | 47.84                    |
|                       | Gratuity                                     | 33    |                       |                         |                          |
|                       | Pension Allowance                            | 34    |                       |                         |                          |
|                       | Stationeries                                 | 35    |                       |                         |                          |
|                       | Impairment Charges                           | 36    |                       |                         |                          |
|                       | Depreciation Charges                         | 37    |                       |                         |                          |
| 30,142,202.10         | Transfer to other Government Entities        | 38    | 478,565,239.16        | 495,000,000.00          | 3.32                     |
|                       | Public Debt Charges                          | 39    |                       |                         |                          |
|                       | Allowance(Leave Bonus)                       | 40    |                       |                         |                          |
|                       | Purchase of Assets                           | 58    | 310,000.00            |                         | -100.00                  |
| -                     | Acquisition of Investment                    | 63    | -                     | -                       | -                        |
| -                     | Repayment of Borrowing                       | 66    | 5,898,091.22          | -                       | -100.00                  |
| <b>603,492,706.21</b> | <b>Total Expenditure</b>                     |       | <b>763,108,440.71</b> | <b>1,247,436,920.80</b> | <b>-2.65</b>             |
| <b>-25,548,073.73</b> | <b>Net surplus/(deficit) for the year</b>    |       | <b>-9,889,268.91</b>  | <b>50,977,999.20</b>    | <b>-300.36</b>           |

**ILEJEMEJE LOCAL GOVERNMENT, EDA-ONIYO EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE**  
**YEAR ENDED 31ST DECEMBER, 2020**

| S/N | NARRATION                      | ACCUMULATED<br>SURPLUS/DEFICIT | RESERVE       | CAPITAL<br>GRANT | TOTAL          |
|-----|--------------------------------|--------------------------------|---------------|------------------|----------------|
| 1   | Opening Balance (1/1/2020)     | 43,768,360.34                  | 2,550,680.44  | -                | 46,319,040.78  |
| 2   | Surplus/(Deficit) for the year | -24,294,874.80                 |               |                  | -24,294,874.80 |
| 3   | Adjustment for the period      |                                | 69,156,403.06 |                  | 69,156,403.06  |
|     | Closing Balance (31/12/2020)   | 19,473,485.54                  | 71,707,083.50 |                  | 91,180,569.04  |

**NOTE 1****CASH AND CASH EQUIVALENT FOR THE YEAR 2020**

| S/N | BANK       | ACCOUNT NAME    | ACCOUNT NO | AMOUNT (#)        |
|-----|------------|-----------------|------------|-------------------|
| 1   | UBA        | RUNNING ACCOUNT | 1013115835 | 249,551.85        |
| 2   | FIRST BANK | SALARY ACCOUNT  | 2015399465 | 105,825.84        |
| 3   | WEMA BANK  | IGR             | 0122500488 | 5,505.44          |
|     | TOTAL      |                 |            | <b>360,883.13</b> |

**NOTE 2**

**INVENTORIES** **#50,000.00**

**NOTE 3****WORK IN PROGRESS**

RURAL MARKET **#62,744,308.64**

**NOTE 4****RECEIVABLES****DETAILS**

10% STATE IGR DUE TO LOCAL GOVT.

LEAVE BONUS

**TOTAL**

#

376,075,466.07

61,691,873.52**437,767,339.59****NOTE 7**

**INVESTMENT** **#2,200,400.00**



**NOTE 8, 37 & 58 LIST OF GOVERNMENT PROPERTIES/ASSETS AND EQUIPMENT FOR THE YEAR ENDED 31ST DEC. 2020**

| DETAILS                            | LAND & BUILDING       | MOTOR VEHICLE       | PALANT & EQUIP.     | TRANSP. EQUIP. | FURNITURE & FITTINGS | OFFICE EQUIP.       | TOTAL                 |
|------------------------------------|-----------------------|---------------------|---------------------|----------------|----------------------|---------------------|-----------------------|
| RATE OF DEPR.                      | 3%                    | 25%                 | 10%                 | 20%            | 40%                  | 20%                 |                       |
| BAL. B/F AS AT 1/1/20              |                       | 5776760.88          |                     |                |                      |                     |                       |
| BROUGHT IN FOR THE YEAR            | 300,000,000.00        | 6,182,027.57        | 5,000,000.00        | -              | 15,000,000.00        | 10,000,000.00       | 336,182,027.57        |
| ACQUISITION FOR THE YEAR (NOTE 58) | -                     | -                   | -                   | -              | 310,000.00           | -                   | 310,000.00            |
| TOTAL                              | 300,000,000.00        | 11,958,788.45       | 5,000,000.00        | -              | 15,310,000.00        | 10,000,000.00       | 342,268,788.45        |
| DISPOSAL DURING THE YEAR           | -                     | -                   | -                   | -              | -                    | -                   | -                     |
| BAL. AS AT 31/12/20                | 300,000,000.00        | 11,958,788.45       | 5,000,000.00        |                | 15,310,000.00        | 10,000,000.00       | 342,268,788.45        |
| ACCUM. DEPRE.                      | -                     | -                   | -                   | -              | -                    | -                   | -                     |
| CURRENT YEAR CHARGE NOTE 37        | 9,000,000.00          | 2,989,697.11        | 500,000.00          | -              | 6,124,000.00         | 2,000,000.00        | 20,613,697.11         |
| DEPRE. ON DISPOSAL                 | -                     | -                   | -                   | -              | -                    | -                   | -                     |
| <b>BAL. C/F 31/12/20</b>           | <b>291,000,000.00</b> | <b>8,969,091.34</b> | <b>4,500,000.00</b> | <b>-</b>       | <b>9,186,000.00</b>  | <b>8,000,000.00</b> | <b>321,655,091.34</b> |

**NOTE 10**

**BIOLOGICAL ASSET**

|                     |                             |
|---------------------|-----------------------------|
|                     | #                           |
| TEAK PLANTATIN      | 6,000,000.00                |
| OIL PALM PLANTATION | <u>4,000,000.00</u>         |
|                     | <b><u>10,000,000.00</u></b> |

**NOTE 13**

**UNREMITTED DEDUCTIONS**

|            |                 |                     |
|------------|-----------------|---------------------|
| APRIL 2017 | COOP DEDUCTIONS | 47,400.00           |
| MAY 2017   | COOP DEDUCTIONS | 47,400.00           |
| DEC 2017   | COOP DEDUCTIONS | 80,900.00           |
| FEB 2018   | COOP DEDUCTIONS | 70,900.00           |
| MARCH 2018 | COOP DEDUCTIONS | 70,900.00           |
| JUN 2018   | COOP DEDUCTIONS | 85,300.00           |
| APRIL 2020 | COOP DEDUCTIONS | 234,400.00          |
| MAY 2020   | COOP DEDUCTIONS | 234,400.00          |
| JUNE 2020  | COOP DEDUCTIONS | 234,400.00          |
| TOTAL      |                 | <b>1,106,000.00</b> |

**NOTE 14****PAYABLES**

| S/N | MONTH                                     | STAFF SALARY   | PALANCE<br>STAFF | MIDWIVES   | POLITICAL<br>OFFICE<br>HOLDER SAL. | TOTAL          |
|-----|---|----------------|------------------|------------|------------------------------------|----------------|
| 1   | APRIL                                     | 27,862,733.99  | 689,974.59       | 150,000.00 | 0.00                               | 28,702,708.58  |
| 2   | MAY                                       | 27,795,073.88  | 689,974.59       | 150,000.00 | 0.00                               | 28,635,048.47  |
| 3   | JUNE                                      | 27,531,923.43  | 689,974.59       | 150,000.00 | 0.00                               | 28,371,898.02  |
| 4   | JULY                                      | 27,805,024.80  | 689,974.59       | 150,000.00 | 0.00                               | 28,644,999.39  |
| 5   | AUGUST                                    | 27,805,024.80  | 689,974.59       | 150,000.00 | 4,927,989.63                       | 33,572,989.02  |
| 6   | SEPT.                                     | 27,805,024.80  | 689,974.59       | 150,000.00 | 4,927,989.63                       | 33,572,989.02  |
| 7   | JAN-SEPT '19                              | 0.00           | 0.00             | 0.00       | 49,279,896.30                      | 49,279,896.30  |
| 8   | LEAVE BONUS                               |                |                  |            |                                    | 61,691,873.52  |
| 9   | Apr. – Sept transfer to<br>other Entities |                |                  |            | 425,205,587.04                     | 363,513,713.52 |
|     | Total                                     | 166,604,805.70 | 4,139,847.54     | 900,000.00 | 484,341,462.60                     | 655,986,115.84 |

**NOTE 16****BORROWINGS**

| S/N | DETAILS   | AMOUNT (#)           |
|-----|---|----------------------|
| 1   | TOTAL LIABILITY                                       | 1,887,389,188.80     |
| 2   | LESS PAYMENT  | 503,303,783.68       |
| 3   | BALANCE   | 1,384,085,405.12     |
|     | LIABILITY PER LOCAL GOVERNMENT<br>1,384,085,405.12/16 | <b>86,505,337.82</b> |

**NOTE 21****LOCAL GOVERNMENT SHARE OF STATUTORY ALLOCATION**

| S/N | DETAILS                          | AMOUNT (#)            |
|-----|----------------------------------|-----------------------|
|     | STAFF SALARY                     | 162,874,919.91        |
|     | PALACE STAFF SALARY              | 8,329,469.52          |
|     | POLITICAL SALARY                 | 48,808,252.13         |
|     | MID WIVES ALLOWANCE              | 1,140,000.00          |
|     |                                  | <b>221,152,641.56</b> |
|     | NET DISTRIBUTABLE FUND           | 51,286,261.39         |
|     | TRANSFER TO OTHER GOVT. ENTITIES | 478,565,239.16        |
|     | TOTAL                            | <b>751,004,142.11</b> |

**NOTE 22****TAX REVENUE (2020)**

|    |                            | <b>AMOUNT (#)</b>        |
|----|----------------------------|--------------------------|
| 1. | COMMNUITY TAX              | 86,000.00                |
| 2. | CORPORATE TAX (2.5% LG TAX | <u>315,229.69</u>        |
|    | <b>TOTAL</b>               | <b><u>401,229.69</u></b> |

**NOTE 23****NON TAX REVENUE 2020**

| S/N | DETAILS                          | AMOUNT (#)          |
|-----|----------------------------------|---------------------|
| 3   | TENEMENT RATE                    | 35,000.00           |
| 4   | RENTS ON GOVT. PROPERTIES        | 75,000.00           |
| 5   | MARKET TOLLS                     | 66,300.00           |
| 6   | SAWMILL/LOANDING AND OFFLOADING  | 120,000.00          |
| 7   | COMMERICAL PERMIT                | 398,000.00          |
| 8   | EARNINGS FROM COMM. UNDERTAKINGS | 100,000.00          |
| 9   | BIRTH CERTIFICATE                | 60,500.00           |
| 10  | ATTESTATION                      | 831,000.00          |
| 11  | MARRIAGE                         | 110,000.00          |
| 12  | SHOP PERMIT FEES                 | 18,000.00           |
|     | <b>TOTAL</b>                     | <b>1,813,800.00</b> |

**NOTE 29****SALARIES AND WAGES**

| S/N | DETAILS             | AMOUNT (#)            |
|-----|---------------------|-----------------------|
| 1   | STAFF SALARY        | 162,874,919.91        |
| 2   | PALACE STAFF SALARY | 8,329,469.52          |
| 3   | POLITICAL SALARY    | 48,808,252.13         |
| 4   | MID WIVES ALLOWANCE | 1,140,000.00          |
|     | <b>TOTAL</b>        | <b>221,152,641.56</b> |

**NOTE 30****SOCIAL CONTRIBUTIONS**

| <b>S/N</b> | <b>DETAILS</b>                   | <b>AMOUNT (#)</b>    |
|------------|----------------------------------|----------------------|
| 1          | WORKS AND HOUSING                | 13,328,900.00        |
| 2          | GENERAL ADMINISTRATION           | 1,001,000.00         |
| 3          | AGRIC & NATURAL RESOURCES        | 606,800.00           |
| 4          | COMMUNITY & SOCIAL SERVICES      | 1,483,500.00         |
| 5          | FINANCE & SUPPLIES               | 0.00                 |
| 6          | HEALTH AND SOCIAL SERVICES       | 350,000.00           |
| 7          | ENVIRONMENTAL WATER & SANITATION | 726,000.00           |
| 8          | BUDGET AND PLANNING              | 235,000.00           |
|            | <b>TOTAL</b>                     | <b>17,731,200.00</b> |

**NOTE 32****OVERHEADS**

| <b>CODE</b> | <b>DETAILS</b>                                   | <b>AMOUNT (#)</b>    |
|-------------|--|----------------------|
| 220201      | TRANSPORT AND TRAVELLING                         | 18,768,500.00        |
| 22002       | UTILITY SERVICES GENERAL                         | 0.00                 |
| 220203      | MATERIALS AND SUPPLIES GENERAL                   | 890,500.00           |
| 220204      | MAINTENANCE SERVICES GENERAL                     | 1,890,000.00         |
| 220205      | TRAINING STAFF DEVELOP. 7 WELFARE GENERAL        | 470,000.00           |
| 220306      | SECURITY VOTE & OTHER SERVICES GENERAL           | 8,750,000.00         |
| 220207      | CONSULTANCY & PROFESSIONAL SERVICES/SPECIAL CON. | 3,548,000.00         |
| 220208      | FUELLING & LUBRICANT GENERAL                     | 865,000.00           |
| 220209      | FINANCIAL CHARGES GENERAL                        | 22,418.77            |
| 220210      | MISCELLANEOUS EXPENSES                           | 346,850.00           |
| 2203        | LOANS & ADVANCES                                 | 0.00                 |
| 2204        | GRANTS, CONTRIBUTIONS & SUBVENTIONS              | 3,900,000.00         |
| 2205        | SUBSIDIES GENERAL                                | 0.00                 |
| 2206        | PUBLIC DEBT CHARGES                              | 0.00                 |
| 2207        | TRANSFER TO OTHER FUNDS                          | 0.00                 |
|             | <b>TOTAL</b>                                     | <b>39,451,268.77</b> |

**NOTE 37****DEPRECIATION CHARGES****20,613,697.11**

**NOTE 38****TRANSFER TO OTHER GOVERNMENT ENTITIES**

| <b>S/N</b> | <b>MONTHS</b> | <b>AMOUNT (#)</b>     |
|------------|---------------|-----------------------|
| 1          | JANUARY       | 41,730,295.51         |
| 2          | FEBRUARY      | 42,089,142.50         |
| 3          | MARCH         | 39,068,130.49         |
| 4          | APRIL         | 40,732,961.30         |
| 5          | MAY           | 39,072,138.65         |
| 6          | JUNE          | 40,016,477.90         |
| 7          | JULY          | 41,061,098.26         |
| 8          | AUGUST        | 41,516,275.60         |
| 9          | SEPTEMBER     | 41,799,474.86         |
| 10         | OCTOBER       | 40,083,797.41         |
| 11         | NOVEMBER      | 35,372,498.74         |
| 12         | DECEMBER      | 36,022,947.94         |
|            | <b>TOTAL</b>  | <b>478,565,239.16</b> |

**NOTE 58****PURCHASE/CONSTRUCTION OF PROPERTY, PLANT AND EQUIPMENT**

|                     |                   |
|---------------------|-------------------|
|                     | <b>#</b>          |
| FURNITURE & FITTING | <b>310,000.00</b> |

**NOTE 66****REPAYMENT OF BORROWINGS (BAILOUT)**

| <b>MONTH</b>                        | <b>AMOUNT (#)</b>   |
|-------------------------------------|---------------------|
| TOTAL REPAYMENT 7,864,121.62 X 12   | 94,369,459.44       |
| REPAYMENT PER LG = 94,369,459.44/16 | <b>5,898,091.22</b> |

**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE ACCOUNTS OF IREPODUN/IFELODUN**

**LOCAL GOVERNMENT**

**IGEDE-EKITI**

**FOR THE YEAR ENDED,**

**31ST DECEMBER, 2020.**

## **AUDIT CERTIFICATE**

I have examined the General Purpose Financial Statements of Irepodun/Ifelodun Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF IREPODUN/IFELODUN LOCAL GOVERNMENT, IGEDE-EKITI  
FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2020.**

The General Purpose Financial Statements of Irepodun/Ifelodun Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively Section 26(2) of Ekiti State Audit Law 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Irepodun/Ifelodun Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

**5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.



These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31<sup>st</sup> December, 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

The estimate made for Revenue in the 2020 budget recorded a low performance. An estimate was made for **N2,728,923,291.34**, while actual Revenue recorded stood at **N1,516,228,311.09**. This is about **55.56%** performance. Equally, the IGR of **N11,348,618.00** represents only **0.75%**

of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- i. The sum of **N2,723,903,291.34** only was budgeted for expenditure but only **N1,523,474,756.79** was actually incurred, resulting to saving of **N1,200,428,534.55** for the period.

## 8. REVENUE ACCOUNT

A total sum of **N1,516,228,311.09** was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only **0.75% (N11,348,618.00)** was generated as IGR, which showed that the Local Government solely depends on the Statutory Allocation.

On the basis of comparison, the IGR for the current year recorded surplus of **72.70%** over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2020.

## 9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report.

## 10. EXPENDITURE CONTRARY TO LAW

The following expenditure appears to be contrary to law.

| S/N | QUERY NUMBER        | SUBJECT                                       | AMOUNT               |
|-----|---------------------|---|----------------------|
| 1   | AUD/IILG/AQ/01/2020 | Unproduced Revenue Earning Receipt            | Assorted             |
| 2   | AUD/IILG/AQ/02/2020 | Expenditure Contrary to Regulations           | 2,002,000.00         |
| 3   | AUD/IILG/AQ/03/2020 | Expenditure not Supported with Proper Records | 2,940,000.00         |
| 4   | AUD/IILG/AQ/04/2020 | Doubtful Expenditure                          | 839,000.00           |
| 5   | AUD/IILG/AQ/05/2020 | Items not Taken on Store Ledger Charge        | 887,000.00           |
| 6   | AUD/IILG/AQ/06/2020 | Unretired Security Vote                       | 8,500,000.00         |
|     | <b>TOTAL</b>        |   | <b>15,168,000.00</b> |

**11. STATEMENTS OF ASSETS AND LIABILITIES**

The Statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

**12. DISALLOWANCE** Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

**13. STATE OF ACCOUNT**

The Accounts of Irepodun/Ifelodun Local Government have been examined up to 31<sup>st</sup> December, 2020 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Irepodun/Irepodun Local Government, Igede-Ekiti. Particular attention is required to the followings:

- (a) Bank Reconciliation Statements
- (b) Internal Control and Internal checks
- (c) Attendance to audit queries.
- (d) Fixed Assets Register
- (e) Outstanding audit queries.

**14. OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

The following matters remained outstanding in my previous reports

**i)** Loss of fund from Salary Account involving Arowolo F.O

and Omolade J.O. (2015) of total sum of N7,242,399.15

Amount paid (N1,000,000.00)

Amount outstanding

**N6,242,399.15**

**ii) Audit queries 2019**

| S/N | QUERY NUMBER        | SUBJECT                     | AMOUNT               |
|-----|---------------------|-----------------------------|----------------------|
| 1   | AUD/IILG/AQ/07/2019 | Unretired Security Vote     | 5,000,000.00         |
| 2   | AUD/IILG/AQ/10/2019 | Unproduced Payment Vouchers | 5,181,040.00         |
|     | <b>TOTAL</b>        |                             | <b>10,181,040.00</b> |



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance Irepodun/Ifelodun Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Irepodun/Ifelodun Local Government as at the year ended 31<sup>st</sup> December, 2020.



**Hon. Ogunleye Shina O,**  
**Executive Chairman.**



**Mrs. Akinola O.O**  
**Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(i) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions and events occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

Revenue from non-exchange transactions such as fees, taxes, and fines are recognized when the events occurred and the assets recognition criteria are met.

### **(8) EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

(9). **STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

10) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(11) **RECEIVABLES.**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(12) **INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

(13) **PROPERTY, PLANT & EQUIPMENT (PPE)**

- i. All PPE are stated at historical cost less accumulated depreciation.
- ii. Historical cost included expenditure that were directly attributable to the acquisition of the items.

(14) **INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.

(15) **DEPRECIATION**

Depreciation on PPE and Investment property were charged on a straight-line basis over their expected useful lives less estimated residual value using the appropriate rates.

(16) **UNREMITTED DEDUCTIONS.**

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source.

(17) **PAYABLES.**

Payables are recognized at fair value.

(18) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost incurred.

(19) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as expenses in the Statement of Financial Performance.



**IREPODUN/IFELODUN LOCAL GOVERNMENT, IGEDE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020**

| <b>2019</b>           | <b>DETAILS</b>                           | <b>NOTES</b> | <b>2020</b>           |                         |
|-----------------------|--|--------------|-----------------------|-------------------------|
| <b>N</b>              | <b>Represented By:</b>                   |              | <b>N</b>              | <b>N</b>                |
|                       | <b><u>ASSETS</u></b>                     |              |                       |                         |
|                       | <b>Current Assets</b>                    |              |                       |                         |
| 12,093,719.28         | Cash and Cash Equivalents                | 1            | 4,847,273.58          |                         |
| 0.00                  | Inventories                              | 2            | 1,096,800.00          |                         |
| -                     | WIP                                      | 3            |                       |                         |
| 534,140,058.23        | Receivables                              | 4            | 376,075,466.07        |                         |
| 0.00                  | Prepayments                              | 5            |                       |                         |
| <b>546,233,777.51</b> | <b>Total Current Assets</b>              |              |                       | <b>382,019,539.65</b>   |
|                       | <b>Non-Current Assets</b>                |              |                       |                         |
| 0.00                  | Loans Granted                            | 6            |                       |                         |
| 0.00                  | Investments                              | 7            |                       |                         |
| 109,486,068.07        | Fixed Assets-Property, Plant & Equipment | 8            | 1,176,653,051.42      |                         |
| 0.00                  | Investment Property                      | 9            |                       |                         |
| 0.00                  | Biological Assets                        | 10           | 1,375,000.00          |                         |
| <b>109,486,068.07</b> | <b>Total Non-Current Assets</b>          |              |                       | <b>1,178,028,051.42</b> |
| <b>655,719,845.58</b> | <b>Total Assets</b>                      |              |                       | <b>1,560,047,591.07</b> |
|                       | <b><u>LIABILITIES</u></b>                |              |                       |                         |
|                       | <b>Current Liabilities</b>               |              |                       |                         |
| 0.00                  | Accumulated Depreciation                 | 11           | 16,794,994.34         |                         |
| 0.00                  | Loans & Debts(Short-Term)                | 12           |                       |                         |
| 0.00                  | Unremitted Deductions                    | 13           |                       |                         |
| 534,140,058.23        | Payables                                 | 14           | 565,969,298.31        |                         |
| <b>534,140,058.23</b> | <b>Total Current Liabilities</b>         |              | <b>582,764,292.65</b> |                         |
|                       | <b>Non-Current Liabilities</b>           |              |                       |                         |
| 0.00                  | Public Funds                             | 15           |                       |                         |
| 0.00                  | Borrowings                               | 16           | 86,505,337.82         |                         |
|                       | <b>Total Non-Current Liabilities</b>     |              | <b>86,505,337.82</b>  |                         |
| <b>534,140,058.23</b> | <b>Total Liabilities</b>                 |              |                       | <b>669,269,630.47</b>   |
| <b>121,579,787.35</b> | <b>Net Asset/Equity</b>                  |              |                       | <b>890,777,960.61</b>   |
|                       | <b>Financed By:</b>                      |              |                       |                         |
| 52,131,275.81         | Reserves                                 | 17           |                       | 896,170,804.28          |
| -                     | Capital Grant                            | 18           |                       |                         |
| -                     | Net Surpluses/(Deficits)                 | 19           |                       |                         |
| 69,448,511.54         | Accumulated Surplus/(Deficits)           | 20           |                       | -5,392,843.67           |
| <b>121,579,787.35</b> | <b>Total Net Assets/Equity</b>           |              |                       | <b>890,777,960.61</b>   |

**IREPODUN/IFELODUN LOCAL GOVERNMENT, IGEDE-EKITI, EKITI STATE,  
NIGERIA**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER,  
2020**

| <b>2019</b>           | <b>DETAILS</b>  | <b>NOTES</b> | <b>Actual 2020</b>      |
|-----------------------|---|--------------|-------------------------|
| <b>N</b>              | <b><u>REVENUE</u></b>   |              | <b>N</b>                |
| 874,966,283.85        | Government Share of FAAC (Statutory Revenue)                      | 21           | 1,504,879,693.09        |
| 267,000.00            | Tax Revenue   | 22           | 1,044,616.00            |
| 5,959,550.00          | Non-Tax Revenue   | 23           | 9,339,052.00            |
| 0.00                  | Aid & Grants  | 24           |                         |
| 344,800.00            | Investment Income   | 25           | 964,950.00              |
| 0.00                  | Expenditure Recovery  | 26           |                         |
| 0.00                  | Other Capital Receipts  | 27           |                         |
| 0.00                  | Debt Forgiveness  | 28           |                         |
| <b>881,537,633.85</b> | <b>Total Revenue</b>  |              | <b>1,516,228,311.09</b> |
|                       | <b><u>EXPENDITURE</u></b>   |              |                         |
| 791,391,796.62        | Salaries & Wages  | 29           | 484,152,124.98          |
| -                     | Social Contribution   | 30           | 4,117,750.00            |
| 8,183,209.40          | Social Benefit  | 31           | 3,421,000.00            |
| 67,669,796.80         | Overhead Cost   | 32           | 60,227,941.05           |
| 0.00                  | Gratuity  | 33           |                         |
| 0.00                  | Pension Allowance   | 34           |                         |
| 0.00                  | Stationeries  | 35           |                         |
| 0.00                  | Impairment Charges  | 36           |                         |
| 16,794,994.34         | Depreciation Charges  | 37           | 133,968,996.82          |
| 20,822,000.00         | Transfer to other Government Entities                             | 38           | 905,181,853.45          |
| 0.00                  | Public Debt Charges   | 39           |                         |
| 0.00                  | Allowance(Leave Bonus)  | 40           |                         |
| <b>904,861,797.16</b> | <b>Total Expenditure</b>  |              | <b>1,591,069,666.30</b> |
| <b>-23,324.163.31</b> | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |              | <b>-74,841,355.21</b>   |
|                       | <b>Total Non-Operating Revenue/(Expenses)</b>                     |              |                         |
|                       | <b>Non-Operating Activities</b>                                   |              |                         |
|                       | Gain/Loss on Disposal of Asset                                    | 41           |                         |
|                       | Refunded Revenue  | 42           |                         |
|                       | Revaluation Gain  | 43           |                         |
| <b>-23,324,163.31</b> | <b>Net Surplus/(Deficit) from Ordinary Activities</b>             |              |                         |
|                       | <b>Surplus/(Deficit) from Ordinary Activities</b>                 |              |                         |
|                       | Purchases/Construction of Assets                                  | 44           |                         |
|                       | Minority Interest Share of Surplus/(Deficits)                     | 45           |                         |
| <b>-23,324,163.31</b> | <b>Net Surplus/(Deficit) for the period</b>                       |              | <b>-74,841,355.21</b>   |
|                       |   |              |                         |

**IREPODUN/IFELODUN LOCAL GOVERNMENT, IGEDE-EKITI, EKITI STATE,  
NIGERIA**  
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                  | DETAILS  | NOTES | 2020             |                         |
|-----------------------|--|-------|------------------|-------------------------|
|                       |  |       | N                | N                       |
|                       | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |       |                  |                         |
|                       | <b><u>Inflows</u></b>                                      |       |                  |                         |
| 874,966,283.85        | Government Share of FAAC (Statutory Revenue)               | 21    | 1,504,879,693.09 |                         |
| 267,000.00            | Tax Revenue  | 22    | 1,044,616.00     |                         |
| 5,959,550.00          | Non-Tax Revenue  | 23    | 9,339,052.00     |                         |
|                       | Aid & Grants   | 24    |                  |                         |
| 344,800.00            | Investment Income  | 25    | 964,950.00       |                         |
|                       | Expenditure Recovery                                       | 26    |                  |                         |
|                       | Other Capital Receipts                                     | 27    |                  |                         |
|                       | Debt Forgiveness   | 28    |                  |                         |
| <b>881,537,633.85</b> | <b>Total inflow from operating Activities</b>              |       |                  | <b>1,516,228,311.09</b> |
|                       | <b><u>Outflows</u></b>                                     |       |                  |                         |
| 791,391,796.62        | Salaries & Wages   | 29    | 484,152,124.98   |                         |
| 0.00                  | Social Contributions                                       | 30    | 4,117,750.00     |                         |
| 8,183,209.40          | Social Benefit   | 31    | 3,421,000.00     |                         |
| 67,669,796.80         | Overheads Cost   | 32    | 60,227,941.05    |                         |
| 0.00                  | Gratuity   | 33    |                  |                         |
| 0.00                  | Pension Allowance  | 34    |                  |                         |
| 0.00                  | Social Contributions                                       | 30    |                  |                         |
| 8,183,209.40          | Social Benefit   | 31    |                  |                         |
| 20,822,000.00         | Transfer to other Government Entities                      | 38    | 905,181,853.45   |                         |
| 0.00                  | Allowance  | 40    |                  |                         |
| 0.00                  | Deductions   | 49    |                  |                         |
| 0.00                  | Refund   | 50    |                  |                         |
| 0.00                  | Inventory  | 51    |                  |                         |
| 0.00                  | Loan   | 52    |                  |                         |
|                       |  |       |                  |                         |
| <b>888,066,802.82</b> | <b>Total Outflow from Operating Activities</b>             |       |                  | <b>1,457,100,669.48</b> |
| <b>-6,529,168.97</b>  | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |       |                  | <b>59,127,641.61</b>    |
|                       |  |       |                  |                         |
|                       | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |       |                  |                         |
|                       | Proceeds from Sale of PPE                                  | 53    |                  |                         |
|                       | Proceeds from Sale of Investment Property                  | 54    |                  |                         |
|                       | Proceeds from Sales of Intangible Assets                   | 55    |                  |                         |
|                       | Proceds from Sale of Investment                            | 56    |                  |                         |
| -                     | Dividends Received   | 57    |                  |                         |

|                |   |    |               |                |
|----------------|---|----|---------------|----------------|
| 0.00           | <b>Total Inflow</b>                               |    |               |                |
| -              | <b>Outflows</b>                                   |    |               |                |
| 13,775,888.25  | Purchase/ Construction of PPE                     | 58 | 60,475,996.09 |                |
| 0.00           | Purchase/ Construction OF Investment Property     | 59 |               |                |
| 0.00           | Investment in Private Companies                   | 60 |               |                |
| 0.00           | Loan Granted                                      | 61 |               |                |
| 0.00           | Purchase of Intangible Assets                     | 62 |               |                |
| -              | Acquisition of Investment                         | 63 |               |                |
| -13,775,888.25 | <b>Total Outflow</b>                              |    |               | 60,475,996.09  |
| -13,775,888.25 | <b>Net Cash Flow from Investing Activities</b>    |    |               | -60,475,996.09 |
|                | <b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b> |    |               |                |
|                | Capital Grant Received                            | 64 |               |                |
|                | Proceeds from Borrowings                          | 65 |               |                |
| 0.00           | <b>Total Inflow</b>                               |    |               |                |
|                | <b>Outflows</b>                                   |    |               |                |
|                | Repayment of Borrowings                           | 66 | 5,898,091.22  |                |
|                | Distribution of Surplus/Dividends Paid            | 67 |               |                |
|                | <b>Total Outflow</b>                              |    | 5,898,091.22  | -5,898,091.22  |
|                | <b>Net Cash Flow from Financing Activities</b>    |    |               |                |
| -20,305,057.22 | <b>Net Cash Flow from all Activities</b>          |    |               | -7,246,445.70  |
| 32,398,776.50  | Cash and Its Equivalent as at 01/01/2020          |    |               | 12,093,719.28  |
| 12,093,719.28  | <b>Cash and Its Equivalent as at 31/12/2020</b>   | 1  |               | 4,847,273.58   |

**IREPODUN/IFELODUN LOCAL GOVERNMENT, IGEDE-EKITI, EKITI STATE,  
NIGERIA**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST  
DECEMBER, 2020**

| 2019                  |  | Notes | Actual 2020              | Final Budget 2020       | Variance on Final Budget |
|-----------------------|--|-------|--------------------------|-------------------------|--------------------------|
| N                     |  |       | N                        | N                       | N                        |
|                       |  |       |                          |                         |                          |
|                       | <b><u>REVENUE</u></b>                        |       |                          |                         |                          |
| 874,966,283.85        | Government Share of FAAC (Statutory Revenue) | 21    | 1,504,879,693.09         | 2,713,923,291.34        | -44.55                   |
| 267,000.00            | Tax Revenue                                  | 22    | 1,044,616.00             | 3,000,000.00            | -65.18                   |
| 5,959,550.00          | Non-Tax Revenue                              | 23    | 9,339,052.00             | 12,000,000.00           | -22.17                   |
| 0.00                  | Aid & Grants                                 | 24    |                          |                         |                          |
| 344,800.00            | Investment Income                            | 25    | 964,950.00               |                         | -100.00                  |
| 0.00                  | Expenditure Recovery                         | 26    |                          |                         |                          |
| 0.00                  | Other Capital Receipts                       | 27    |                          |                         |                          |
| 0.00                  | Debt Forgiveness                             | 28    |                          |                         |                          |
| <b>881,537,633.85</b> | <b>Total Revenue</b>                         |       | <b>1,516,228,311.09</b>  | <b>2,728,923,291.34</b> | <b>-231.90</b>           |
|                       |  |       |                          |                         |                          |
|                       | <b><u>EXPENDITURE</u></b>                    |       |                          |                         |                          |
| 791,391,796.62        | Salaries & Wages                             | 29    | 484,152,124.98           | 1,486,335,180.20        | 67.43                    |
| 0.00                  | Social Contribution                          | 30    | 4,117,750.00             | 35,449,600.00           | 88.38                    |
| 8,183,209.40          | Social Benefit                               | 31    | 3,421,000.00             | 0.00                    | -100                     |
| 67,669,796.80         | Overhead Cost                                | 32    | 60,227,941.05            | 67,712,000.00           | 11.05                    |
|                       | Gratuity                                     | 33    |                          |                         |                          |
|                       | Pension Allowance                            | 34    |                          |                         |                          |
|                       | Stationeries                                 | 35    |                          |                         |                          |
|                       | Impairment Charges                           | 36    |                          |                         |                          |
| 20,822,000.00         | Transfer to other Government Entities        | 38    | 905,181,853.45           | 1,134,406,511.14        | 20.21                    |
|                       | Public Debt Charges                          | 39    |                          |                         |                          |
|                       | Allowance(Leave Bonus)                       | 40    |                          |                         |                          |
| 13,775,888.25         | Purchase/construction of Assets              | 58    | 60,475,996.09            |                         | -100.00                  |
| -                     | Acquisition of Investment                    | 63    | -                        | -                       | -                        |
| -                     | Repayment of Borrowing                       | 66    | 5,898,091.22             | -                       | -100.00                  |
| <b>901,842,691.07</b> | <b>Total Expenditure</b>                     |       | <b>1,523,474,756.789</b> | <b>2,723,903,291.34</b> | <b>87.07</b>             |
| <b>-20,305,057.22</b> | <b>Surplus/(Deficit) for the year</b>        |       | <b>-7,246,445.70</b>     | <b>5,020,000.00</b>     | <b>-318.97</b>           |

**IREPODUN/IFELODUN LOCAL GOVERNMENT, IGEDE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| S/N | NARRATION                      | ACCUMULATED<br>SURPLUS/DEFICIT | RESERVE        | CAPITAL<br>GRANT | TOTAL          |
|-----|--------------------------------|--------------------------------|----------------|------------------|----------------|
| 1   | Opening Balance (1/1/2020)     | 69,448,511.54                  | 52,131,275.81  | -                | 121,579,787.35 |
| 2   | Surplus/(Deficit) for the year | -74,841,356.21                 |                | -                | -74,841,355.21 |
| 3   | Adjustment for the period      | -                              | 844,039,528.47 | -                | 844,039,528.47 |
|     | Closing Balance (31/12/2020)   | -5,392,843.67                  | 896,170,804.28 | -                | 890,777,960.61 |

**NOTE 1****CASH AND CASH EQUIVALENT AS AT 31<sup>ST</sup> DECEMBER, 2020**

| <b>S/N</b> | <b>NAMES OF ACCOUNT</b> | <b>NATURE OF ACCOUNT</b> | <b>ACCOUNT NUMBER</b> | <b>CLOSING BALANCE</b> |
|------------|-------------------------|--------------------------|-----------------------|------------------------|
| 1          | UNION BANK              | MAIN                     | 0036885506            | 4,091.27               |
| 2          | UNION                   | MAIN                     | 0004650028            | 177,920.54             |
| 3          | ZENITH BANK             | ADO                      | 1017231489            | 368,824.73             |
| 4          | WEMA BANK               | ADO                      | 0123014571            | 40,462.73              |
| 5          | WEMA BANK               | ADO                      | 0122928882            | 4,255,974.31           |
|            | <b>TOTAL</b>            |                          |                       | <b>4,847,273.58</b>    |

**NOTE****2****INVENTORIES**

| <b>S/N</b> | <b>DETAILS</b>   | <b>AMOUNT (#)</b>   |
|------------|------------------|---------------------|
| 1          | OFFICE MATERIALS | 449,100.00          |
| 2          | CONSUMABLES      | 117,700.00          |
| 3          | REVENUE RECEIPTS | 467,000.00          |
| 4          | OFFICE LEDGERS   | 63,000.00           |
|            | <b>TOTAL</b>     | <b>1,096,800.00</b> |

**NOTE****4****RECEIVABLES****STATE GOVERNMENT INTERNALLY GENERATED REVENUE IGR JANUARY-  
DECEMBER 2020**

#

STATE IGR = 60,172,074,571.20X10%  
= 6,017,207,457.12

PORTION OF EACH LOCAL GOVERNMENT = 6,017,207,457.12  
16

IREPODUN/IFELODUN PORTION = 376,075,466.07

**TOTAL RECEIVABLE = 376,075,466.07**

**NOTE 8 &  
37****PLANT, PROPERTY & EQUIPMENT SCHEDULE FOR THE YEAR 2020**

| DETAILS                                     | INFRASTRUC<br>TURE (ROAD<br>& MARKET) | LAND &<br>BUILDING    | MOTOR<br>VEHICLE     | OFFICE<br>EQUIPMENT   | TOTAL                   |
|---|---------------------------------------|-----------------------|----------------------|-----------------------|-------------------------|
|   | #                                     | #                     | #                    | #                     | #                       |
| RATE OF DEPECIATION                         | 5%                                    | 10%                   | 20%                  | 10%                   |                         |
| OPENING BALANCE 1/1/2020                    | 4,149,815.65                          | 56,386,823.10         | 35,082,400.00        | 13,865,029.42         | 109,486,068.07          |
| REVALUATION ASSETS                          | -                                     | 944,877,413.40        | 4,917,600.00         | 190,864,970.58        | 1,140,659,983.98        |
| ADDITIONAL                                  | 17,714,344.47                         | 40,112,785.26         | -                    | 2,648,866.36          | 60,475,996.09           |
| Cost as at 31/12/2020                       | 21,864,160.12                         | 1,041,379,021.76      | 40,000,000.00        | 207,378,866.36        | 1,310,622,048.14        |
| <b>DEPRECIATION FOR THE YEAR</b>            | <b>1,093,208.01</b>                   | <b>104,137,902.18</b> | <b>8,000,000.00</b>  | <b>20,737,886.64</b>  | <b>133,968,996.82</b>   |
| ACCUMLATED DEPRECIATION<br>AS AT 31/12/2020 | 218,411.35                            | 6,265,424.16          | 8,770,600.00         | 1,540,558.83          | 16,794,994.34           |
| <b>TOTAL</b>                                | <b>20,770,952.11</b>                  | <b>937,241,119.58</b> | <b>32,000,000.00</b> | <b>186,640,979.74</b> | <b>1,176,653,051.42</b> |

**NOTE 10****BIOLOGICAL ASSETS**

**1375 NO OF TEAK TREES AT #1,000.00 EACH**

**THEREFORE = 1375 X1,000.00**  
**= #1,375,000.00**



**NOTE 11****ACCUMULATED DEPRECIATION**

| <b>DETAILS</b>               | <b>NOTES</b> | <b>AMOUNT (#)</b>    |
|------------------------------|--------------|----------------------|
| INFRASTRUCTURE (ROAD MARKET) | NOTE 8       | 218,411.35           |
| LAND & BUILDING              | "            | 6,265,424.16         |
| MOTOR VEHICLE                | "            | 8,770,600.00         |
| EQUIPMENT                    | "            | 1,540,558.83         |
| <b>TOTAL</b>                 |              | <b>16,794,994.34</b> |

**NOTE 14****PAYABLES**

| <b>S/N</b> | <b>MONTHS</b> | <b>CAREER STAFF<br/>(#)</b> | <b>POLITICAL<br/>OFFICE<br/>HOLDERS (#)</b> | <b>PALACE STAFF<br/>(#)</b> | <b>TOTAL (#)</b>      |
|------------|---------------|-----------------------------|---|-----------------------------|-----------------------|
| 1          | APRIL         | 63,162,010.63               |   | 1,237,822.73                | 64,399,833.36         |
| 2          | MAY           | 63,114,165.95               |   | 1,237,822.73                | 64,351,988.68         |
| 3          | JUNE          | 62,752,554.89               |   | 1,237,822.73                | 63,990,377.62         |
| 4          | JULY          | 63,570,776.59               | 5,504,294.53                                | 1,237,822.73                | 70,313,893.85         |
| 5          | AUGUST        | 63,560,301.37               | 5,504,294.53                                | 1,237,822.73                | 70,302,418.63         |
| 6          | SEPTEMBER     | 63,460,212.04               | 5,504,394.53                                | 1,237,822.73                | 70,202,329.30         |
|            | <b>TOTAL</b>  | <b>379,620,021.47</b>       | <b>16,512,883.59</b>                        | <b>7,426,936.38</b>         | <b>403,559,841.44</b> |

**ARREAR OF STAFF LEAVE BONUS**

| <b>S/N</b> | <b>PARTICULARS</b> | <b>AMOUNT (#)</b>     |
|------------|--------------------|-----------------------|
| 1          | 2017 LEAVE BONUS   | 40,038,198.47         |
| 2          | 2018 LEAVE BONUS   | 44,042,018.32         |
| 3          | 2019 LEAVE BONUS   | 46,500,000.56         |
| 4          | 2020 LEAVE BONUS   | 31,829,240.08         |
|            | <b>TOTAL</b>       | <b>162,409,457.43</b> |

**SUMMARY OF PAYABLES**

| <b>MONTH</b>           | <b>AMOUNT (#)</b>     |
|------------------------|-----------------------|
| ARREARS OF SALARIES    | 403,559,841.44        |
| ARREARS OF LEAVE BONUS | 162,409,456.87        |
| <b>GRANT TOTAL</b>     | <b>565,969,298.31</b> |

**NOTE 16****BORROWING**

#

TOTAL LIABILITY = 1,887,389,188.80

LESS PAYMENT = 503,303,783.68  
 BALANCE = **1,384,085,405.12**

**LIABILITY PER LOCAL GOVT.** = 1,384,085,405.12  
**16**  
 = **#86,505,337.82**

## NOTE 21

### STATUTORY ALLOCATION

| S/N | MONTH        | AMOUNT (#)              |
|-----|--------------|-------------------------|
| 1   | JANUARY      | 135,107,958.45          |
| 2   | FEBRUARY     | 148,576,287.59          |
| 3   | MARCH        | 125,675,629.21          |
| 4   | APRIL        | 133,481,378.02          |
| 5   | MAY          | 127,154,959.30          |
| 6   | JUNE         | 110,798,954.46          |
| 7   | JULY         | 111,708,223.21          |
| 8   | AUGUST       | 115,872,636.33          |
| 9   | SEPTEMBER    | 125,808,440.75          |
| 10  | OCTOBER      | 132,080,337.82          |
| 11  | NOVEMBER     | 106,422,527.95          |
| 12  | DECEMBER     | 132,422,527.95          |
|     | <b>TOTAL</b> | <b>1,504,879,693.09</b> |

## NOTE 22

### TAX REVENUE

| S/N | MONTH           | AMOUNT (#)          |
|-----|-----------------|---------------------|
| 1   | COMMUNITY TAX   | 1,044,616.00        |
| 2   | DEVELOPMENT TAX | -                   |
|     | <b>TOTAL</b>    | <b>1,044,616.00</b> |

## NOTE 23

### NON TAX REVENUE

| S/N | CODE     | DETAILS                           | AMOUNT (#)   |
|-----|----------|-----------------------------------|--------------|
| 1   | 12020101 | COMMUNITY DEVELOPMENT POLL TAX    | 20,000.00    |
| 3   | 12020418 | MARRIAGE REGISTRATION FEES        | 1,119,000.00 |
| 4   | 12020419 | LOCAL GOVERNMENT ATTESTATION FEES | 1,372,500.00 |
| 5   | 22020427 | TENDER                            | 35,000.00    |
| 6   | 12020449 | BIRTH, DEATH REGISTRATION FEES    | 277,500.00   |
| 7   | 12020453 | NAMING OF STREET                  | 20,000.00    |
| 8   | 12020711 | COMMUNICATION MAST FEES           | 150,000.00   |
| 9   | 12020501 | FLAT RATE                         | 304,350.00   |

|    |              |                               |                     |
|----|--------------|-------------------------------|---------------------|
| 11 | 12020711     | SHOP/SHOPPING CENTRE          | 406,500.00          |
| 12 | 12020411     | SQUATTER                      | 421,850.00          |
| 13 | 12020904     | TENEMENT RATE                 | 2,575,400.00        |
| 15 | 12021006     | EXPENDITURE RECOVERY          | 135,500.00          |
| 16 | 12020126     | HACKENING PERMIT              | 310,000.00          |
| 17 | 12020449     | LOADING PERMIT                | 784,900.00          |
| 18 | 12020131     | LIQUOR                        | 56,500.00           |
| 19 | 12021003     | MOTORCYCLE REPAYMENT          | 105,000.00          |
| 20 | 121020109    | REGISTRATION ASSOCIATION/CLUB | 40,000.00           |
| 21 | 12020137     | TRADING PERMIT                | 1,205,052.00        |
|    | <b>TOTAL</b> |                               | <b>9,339,052.00</b> |

## NOTE 25

### INVESTMENT INCOME

| S/N | DETAILS      | AMOUNT (#)        |
|-----|--------------|-------------------|
| 1   | MARKET STALL | 165,950.00        |
| 2   | UNAD HOTEL   | 799,000.00        |
|     | <b>TOTAL</b> | <b>964,950.00</b> |

## NOTE 29

### SALARIES & WAGES

| S/ | MONTH        | CAREER STAFF          | POLITICAL<br>OFFICE<br>HOLDERS<br>SALARY | PALACE<br>STAFF/MSS<br>SALARY | CASUAL<br>SECURITY<br>ALLOWANCE | TOTAL                 |
|----|--------------|-----------------------|--|-------------------------------|---------------------------------|-----------------------|
| 1  | JANUARY      | 45,043,958.47         | 2,390,911.54                             | 1,284,389.90                  | -                               | 48,719,259.90         |
| 2  | FEBRUARY     | 44,489,611.45         | 4,064,529.16                             | 1,284,389.90                  | 35,000.00                       | 49,753,530.51         |
| 3  | MARCH        | 44,358,090.48         | 4,534,529.16                             | 1,284,389.90                  | 135,000.00                      | 50,252,009.54         |
| 4  | APRIL        | 44,356,840.48         | 4,229,529.16                             | 1,284,389.90                  | 200,000.00                      | 50,010,759.54         |
| 5  | MAY          | 43,995,001.34         | 2,224,764.58                             | 1,284,389.90                  | -                               | 47,444,155.82         |
| 6  | JUNE         | 25,681,461.78         | 2,199,764.58                             | 1,284,389.90                  | 200,000.00                      | 29,305,616.26         |
| 7  | JULY         | 26,045,484.31         | 2,308,720.98                             | 1,284,389.90                  | 100,000.00                      | 29,678,595.19         |
| 8  | AUGUST       | 26,882,596.66         | 4,617,441.92                             | 1,284,389.90                  | 20,000.00                       | 32,744,428.48         |
| 9  | SEPTEMBER    | 26,799,054.41         | 5,042,441.92                             | 1,284,389.90                  | -                               | 33,065,886.23         |
| 10 | OCTOBER      | 44,987,810.37         | 4,817,441.92                             | 1,284,389.90                  | -                               | 51,029,642.19         |
| 11 | NOVEMBER     | 25,420,451.61         | 4,842,441.92                             | 1,284,389.90                  | 15,000.00                       | 31,502,283.43         |
| 12 | DECEMBER     | 25,579,126.06         | 4,842,441.92                             | 1,284,389.90                  | -                               | 30,645,957.88         |
|    | <b>TOTAL</b> | <b>422,639,487.42</b> | <b>46,114,958.76</b>                     | <b>14,692,678.80</b>          | <b>705,000.00</b>               | <b>484,152,124.98</b> |

**NOTE 30****SOCIAL CONTRIBUTIONS**

| <b>S/N</b> | <b>CODE</b>   | <b>DETAILS</b>               | <b>AMOUNT (#)</b>   |
|------------|---------------|------------------------------|---------------------|
| 1          | 1020000101/01 | ENLIGHTENMENT ON COVID-19    | 100,000.00          |
| 2          | 1020000101/01 | ENLIGHTENMENT ON COVID-19    | 15,000.00           |
| 3          | 301000010101  | BOARD OF TECHNICAL EDUCATION | 220,000.00          |
| 4          | 401000010101  | PROVISION FOR IMMUNIZATION   | 1,471,000.00        |
| 5          | 5010000101    | BURSARY AWARDS               | 1,191,750.00        |
| 6          | 7010000101    | WOMEN PROGRAMME              | 100,000.00          |
| 7          | 23050104      | WOMEN ANNIVESARY CELEBRATION | 1,020,000.00        |
|            |               | <b>TOTAL</b>                 | <b>4,117,750.00</b> |

**NOTE 31****FINANCIAL ASSISTANCE**

| <b>S/N</b> | <b>DETAILS</b> | <b>AMOUNT (#)</b>   |
|------------|----------------|---------------------|
| 1          | JANUARY        | 55,000.00           |
| 2          | FEBRUARY       | 430,000.00          |
| 3          | MARCH          | 150,000.00          |
| 4          | APRIL          | 130,000.00          |
| 5          | MAY            | -                   |
| 6          | JUNE           | 76,000.00           |
| 7          | JULY           | 515,000.00          |
| 8          | AUGUST         | 495,000.00          |
| 9          | SEPTEMBER      | 90,000.00           |
| 10         | OCTOBER        | 20,000.00           |
| 11         | NOVEMBER       | 410,000.00          |
| 12         | DECEMBER       | 1,050,000.00        |
|            | <b>TOTAL</b>   | <b>3,421,000.00</b> |

**NOTE 32****OVERHEAD COST**

| <b>S/N</b> | <b>HEAD</b>  | <b>PARTICULARS</b>                           | <b>AMOUNT (#)</b>    |
|------------|--------------|--|----------------------|
| 1          | 220201       | Travel & transport – General                 | 14,003,500.00        |
| 2          | 220201       | Utilities – General                          | 1,463,000.00         |
| 3          | 220203       | Materials and supplies – General             | 6,439,941.05         |
| 4          | 220204       | Maintenance services – General               | 3,210,800.00         |
| 5          | 220205       | Training – General                           | 410,000.00           |
| 6          | 220206       | Other services – General                     | 10,666,000.00        |
| 7          | 220207       | Consulting & Professional services – General | 500,000.00           |
| 8          | 220208       | Fuel & lubricants – General                  | 4,292,950.00         |
| 9          | 220209       | Financial charges – General                  | -                    |
| 10         | 220210       | Miscellaneous expenses – General             | 19,241,750.00        |
|            | <b>TOTAL</b> |  | <b>60,227,941.05</b> |

**NOTE 37****DEPRECIATION OF PLANT, PROPERTY & EQUIPMENT FOR THE YEAR 2020**

| <b>PARTICULAR</b>              | <b>%</b> | <b>COST (#)</b>      | <b>DEPRECIATION (#)</b> |
|--------------------------------|----------|----------------------|-------------------------|
| INFRASTRUCTURE (ROAD & MARKET) | 5%       | 21,864,160.12 X 5%   | 1,093,208.01            |
| LAND AND BUILDING              | 10%      | 1,041,379.021.87X10% | 104,137,902.18          |
| MOTOR VEHICLE                  | 20%      | 40,000,000.00 x 2%   | 8,000,000.00            |
| EQUIPMENT                      | 10%      | 207,378,866.38 x 10% | 20,737,886.64           |
| <b>TOTAL</b>                   |          |                      | <b>133,968,996.82</b>   |

**NOTE 38****TRANSFER TO OTHER GOVERNMENT ENTITIES**

| <b>S/N</b> | <b>DETAILS</b>            | <b>AMOUNT (#)</b>     |
|------------|---------------------------|-----------------------|
| 1          | PENSION ALLOWANCES        | 342,743,369.41        |
| 2          | SUBEB STAFF SALARY        | 480,188,280.10        |
| 3          | TRADITIONAL RULERS SALARY | 48,311,226.99         |
| 4          | BURSARY ALLOWANCE         | 1,191,750.00          |
| 5          | PARASTATALS               | 18,347,226.95         |
| 6          | PEACE CORPS               | 14,400,000.00         |
|            | <b>TOTAL</b>              | <b>905,181,835.45</b> |

**NOTE 58****PURCHASE/CONSTRUCTION OF ASSETS**

| <b>S/N</b> | <b>HEAD</b> | <b>PARTICULARS</b>             | <b>SECTOR</b> | <b>CLASSIFICATION</b> | <b>AMOUNT( #)</b>    |
|------------|-------------|--------------------------------|---------------|-----------------------|----------------------|
| 1          | 23010112    | Purchase of the furniture and  | Social        | Office Equipment      | 2,489,866.38         |
| 2          | 23010103    | fittings                       | Social        | L&B                   | 1,313,112.50         |
| 3          | 23020118    | Extension of electricity       | Admin.        | Office Equipment      | 159,000.00           |
| 4          | 23020114    | Repairs of scanners            | Economic      | L & B                 | 38,499,672.76        |
| 5          | 23030102    | Construction of Market         | Social        | L & B                 | 300,000.00           |
| 6          | 23030113    | Repair of Electricity          | Social        | Infrastructure        | 3,431,500.00         |
| 7          | 23030114    | Repair of Roads                | Social        | Infrastructure        | 14,082,844.45        |
| 8          | 23020116    | Repair/Rehabilitation of Roads | Social        | Infrastructure        | 200,000.00           |
|            |             | Repairs of Boreholes           |               |                       |                      |
|            |             | <b>TOTAL</b>                   |               |                       | <b>60,475,996.09</b> |

**NOTE 66****REPAYMENT OF BORROWING**

|                                |   |                      |
|--------------------------------|---|----------------------|
| TOTAL REPAYMENT                | = | 12X7,864,121.62      |
|                                | = | <b>94,369,459.44</b> |
| REPAYMENT PER LOCAL GOVERNMENT |   | <u>94,369,459.44</u> |
|                                |   | 16                   |
|                                | = | <b>5,898,091.22</b>  |

**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE**

**ACCOUNTS OF ISE/ORUN LOCAL GOVERNMENT,**

**ISE-EKITI**

**FOR THE YEAR ENDED**

**31ST DECEMBER, 2020.**

# AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Ise/Orun Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**

**FRC/2014/ANAN/00000010278**

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF ISE/ORUN LOCAL GOVERNMENT, ISE -EKITI FOR THE YEAR  
ENDED 31<sup>ST</sup> DECEMBER, 2020.**

The General Purpose Financial Statements of Ise/Orun Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively and section 26(2) of Ekiti State Audit Law, 2014 and section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Ise/orun Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

**5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.



These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31<sup>st</sup> December, 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimate and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS accrual, showed the following shortcomings:

- i. The estimate made for Revenue in the 2020 budget recorded a low performance. An estimate was made for N1,469,822,658.23, while actual Revenue recorded stood at N1,241,273,346.04. This is about 84.45% performance. Equally, the IGR of N7,813,454.22 represents only 0.63% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of N1,420,822,658.23 only was budgeted for expenditure but only N1,230,645,877.18 was actually incurred, resulting to saving of N190,176,781.05 for the period.

## 8. REVENUE ACCOUNT

A total sum of N1,241,273,346.04 was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only 0.63% (N7,813,454.22) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of 58.45% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2020.

## 9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10, of this report.

## 10. EXPENDITURE CONTRARY TO LAW:

The following expenditure appears to be contrary to Law.

| S/N | QUERY NO            | SUBJECT   | AMOUNT ₦             |
|-----|---------------------|---|----------------------|
| 1   | AUD/IOLG/AQ/01/2020 | Expenditure contrary to regulation                      | 3,541,100.00         |
| 2   | AUD/IOLG/AQ/02/2020 | Unreasonable expenditure                                | 1,350,000.00         |
| 3   | AUD/IOLG/AQ/03/2020 | Unretired security vote                                 | 8,600,000.00         |
| 4   | AUD/IOLG/AQ/04/2020 | Unaudited expenditure                                   | 559,000.00           |
| 5   | AUD/IOLG/AQ/05/2020 | Expenditure not supported with proper record of account | 1,083,840.88         |
| 6   | AUD/IOLG/AQ/06/2020 | Items not taken on store                                | 1,966,000.00         |
| 7   | AUD/IOLG/AQ/07/2020 | Unvouched expenditure                                   | 12,758,806.00        |
| 8   | AUD/IOLG/AQ/08/2020 | Unproduced payment vouchers                             |                      |
| 9   | AUD/IOLG/AQ/09/2020 | Unproduced revenue earning receipt                      | Various              |
|     | <b>TOTAL</b>        |   | <b>29,858,746.88</b> |

**11. STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

**12. DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

**13. STATE OF ACCOUNT**

The Accounts of Ise/orun Local Government have been examined up to 31<sup>st</sup> December, 2020 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ise/orun Local Government, Ise-Ekiti. Particular attention is required to the followings:

- (i) Internally Generated Revenue
- (ii) Internal control and Internal check
- (iii) Attendance to audit queries
- (iv) Fixed Assets Register
- (v) Capital Projects
- (vi)
- (vii) Outstanding Audit Queries

|  |              |
|--|--------------|
| <b>14. OUTSTANDING MATTERS FROM PREVIOUS REPORTS</b>   | <b>N</b>     |
| (a) Loss of fund involving Mr. Ayodele Folademi (2015)   | 1,837,226.11 |
| (b). Missing of revenue earning receipts GRR (30) involving Mr. Owoeye S.A Store Officer II (2015) to be valued. |              |
| <b>(e) 2015 Outstanding Audit Queries</b>  |              |

**(f) 2019 Outstanding Audit Queries**

| s/n | Query number        | Subject  | Amount ₦             |
|-----|---------------------|--|----------------------|
| 1   | AUD/IOLG/AQ/02/2019 | Expenditure contrary to regulation   | 3,100,000.00         |
| 2   | AUD/IOLG/AQ/03/2019 | Expenditure contrary to regulation   | 50,050.00            |
| 3   | AUD/IOLG/AQ/04/2019 | Expenditure contrary to regulation   | 556,500.00           |
| 4   | AUD/IOLG/AQ/05/2019 | Expenditure contrary to regulation   | 237,000.00           |
| 5   | AUD/IOLG/AQ/06/2019 | Expenditure contrary to regulation   | 3,977,000.00         |
| 6   | AUD/IOLG/AQ/08/2019 | Expenditure not supported with proper record of account<br>(unretired security vote) | 20,000,000.00        |
| 7   | AUD/IOLG/AQ/08/2019 | Expenditure contrary to regulation   | 220,000.00           |
| 8   | AUD/IOLG/AQ/10/2019 | Expenditure contrary to regulation   | 496,000.00           |
| 9   | AUD/IOLG/AQ/13/2019 | Unproduced payment vouchers  | 791,700.00           |
| 10  | AUD/IOLG/AQ/14/2019 | Expenditure not accounted for  | 1,974,152.77         |
| 11  | AUD/IOLG/AQ/15/2019 | Unvouched expenditure  | 3,860,534.42         |
|     |                     | <b>Total</b>   | <b>35,262,937.19</b> |



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance Ise/Orun Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

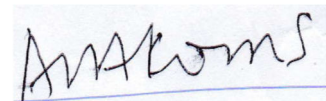
To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ise/Orun Local Government as at the year ended 31<sup>st</sup> December, 2020.



**Hon. Alabi Olarewaju,**  
**Executive Chairman.**



**Mr. Akomolafe A.I.**  
**Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(1) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions and as events occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council.

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

Revenue from non-exchange transactions such as fees, taxes, and fines are recognized when the events occurred and the assets recognition criteria are met.

### **(8) EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

**(9) STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

**(10) CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

**(11) RECEIVABLES.**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

**(12) INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

**(13) PROPERTY, PLANT & EQUIPMENT (PPE)**

- i. All PPE are stated at historical cost less accumulated depreciation.
- ii. Historical cost included expenditure that were directly attributable to the acquisition of the items.

**(14) INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.

**(15) DEPRECIATION**

Depreciation on PPE and Investment property were charged on a straight line basis over their expected useful lives less estimated residual value using the appropriate rates.

**(16) UNREMITTED DEDUCTIONS.**

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and association and other government agencies. These included tax deductions and other deductions at source.

(17) **PAYABLES.**

Payables are recognized at fair value.

(18) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost incurred.

(19) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as expenses in the Statement of Financial Performance.



**ISE/ORUN LOCAL GOVERNMENT, ISE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020**

| <b>2019</b>           | <b>DETAILS</b>                           | <b>NOTES</b> | <b>2020</b>           |                         |
|-----------------------|--|--------------|-----------------------|-------------------------|
| <b>N</b>              | <b>Represented By:</b>                   |              | <b>N</b>              | <b>₦</b>                |
|                       | <b><u>ASSETS</u></b>                     |              |                       |                         |
|                       | <b>Current Assets</b>                    |              |                       |                         |
| 1,460,362.47          | Cash and Cash Equivalents                | 1            | 12,087,831.33         |                         |
|                       | Inventories                              | 2            | 225,700.00            |                         |
|                       | WIP                                      | 3            |                       |                         |
| 490,427,416.96        | Receivables                              | 4            | 378,275,466.07        |                         |
|                       | Prepayments                              | 5            |                       |                         |
| <b>491,887,779.43</b> | <b>Total Current Assets</b>              |              |                       | <b>390,588,997.40</b>   |
|                       | <b>Non-Current Assets</b>                |              |                       |                         |
|                       | Loans Granted                            | 6            |                       |                         |
|                       | Investments                              | 7            |                       |                         |
| 24,053,367.49         | Fixed Assets-Property, Plant & Equipment | 8            | 618,777,985.06        |                         |
|                       | Investment Property                      | 9            | 14,250,000.00         |                         |
|                       | Biological Assets                        | 10           | 500,000.00            |                         |
| <b>24,053,367.49</b>  | <b>Total Non-Current Assets</b>          |              |                       | <b>633,527,985.06</b>   |
| <b>515,941,146.92</b> | <b>Total Assets</b>                      |              |                       | <b>1,024,116,982.46</b> |
|                       | <b><u>LIABILITIES</u></b>                |              |                       |                         |
|                       | <b>Current Liabilities</b>               |              |                       |                         |
|                       | Accumulated Depreciation                 | 11           | 6,467,743.05          |                         |
|                       | Loans & Debts(Short-Term)                | 12           |                       |                         |
|                       | Unremitted Deductions                    | 13           | 14,474,522.68         |                         |
| 481,741,569.53        | Payables                                 | 14           | 896,722,530.30        |                         |
| <b>481,741,569.53</b> | <b>Total Current Liabilities</b>         |              | <b>917,664,796.03</b> |                         |
|                       | <b>Non-Current Liabilities</b>           |              |                       |                         |
|                       | Public Funds                             | 15           |                       |                         |
|                       | Borrowings                               | 16           | 86,505,337.82         |                         |
|                       | <b>Total Non-Current Liabilities</b>     |              | <b>86,505,337.82</b>  |                         |
| <b>481,741,569.53</b> | <b>Total Liabilities</b>                 |              |                       | <b>1,004,170,133.85</b> |
| <b>34,199,577.39</b>  | <b>Net Asset/Equity</b>                  |              |                       | <b>19,946,848.61</b>    |
|                       | <b>Financed By:</b>                      |              |                       |                         |
| 24,832,385.90         | Reserves                                 | 17           |                       | 5,934,294.68            |
|                       | Capital Grant                            | 18           |                       |                         |
| -                     | Net Surplus/(Deficits)                   |              |                       |                         |
| 9,367,191.49          | Accumulated Surplus/(Deficits)           | 20           |                       | 14,012,553.93           |
| <b>34,199,577.39</b>  | <b>Total Net Assets/Equity</b>           |              |                       | <b>19,946,848.61</b>    |

**ISE/ORUN LOCAL GOVERNMENT, ISE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                    | DETAILS   | NOTES     | Actual 2020             |
|-------------------------|---|-----------|-------------------------|
| N                       | <b>REVENUE</b>  |           | N                       |
| 1,356,781,409.58        | Government Share of FAAC (Statutory Revenue)                      | 21        | 1,173,557,141.20        |
| 1,419,000.10            | Tax Revenue   | 22        | 1,322,591.72            |
| 3,512,050.10            | Non-Tax Revenue   | 23        | 5,252,512.50            |
|                         | Aid & Grants  | 24        |                         |
|                         | Investment Income   | 25        | 1,238,350.00            |
|                         | Expenditure Recovery  | 26        |                         |
|                         | Other Capital Receipts  | 27        | 59,902,750.62           |
|                         | Debt Forgiveness  | 28        |                         |
| <b>1,361,712,459.78</b> | <b>Total Revenue</b>  |           | <b>1,241,273,346.04</b> |
|                         | <b>EXPENDITURE</b>  |           |                         |
| 709,779,686.65          | Salaries & Wages  | 29        | 404,432,152.64          |
| 25,135,984.71           | Social Contribution   | 30        | 2,088,000.00            |
| 13,561,586.20           | Social Benefit  | 31        | 71,427,487.59           |
| 77,076,696.03           | Overhead Cost   | 32        | 49,280,924.35           |
|                         | Gratuity  | 33        |                         |
|                         | Pension Allowance   | 34        |                         |
|                         | Stationeries  | 35        |                         |
|                         | Impairment Charges  | 36        |                         |
| 6,467,743.05            | Depreciation Charges  | 37        | 24,880,197.64           |
| 526,968,518.31          | Transfer to other Government Entities                             | 38        | 684,519,221.38          |
|                         | Public Debt Charges   | 39        |                         |
| 176,023,808.80          | Allowance(Leave Bonus)  | 40        |                         |
| <b>1,535,014,023.75</b> | <b>Total Expenditure</b>  |           | <b>1,236,627,983.60</b> |
| <b>-173,301,564.97</b>  | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |           | <b>4,645,362.44</b>     |
|                         | <b>Total Non-Operating Revenue/(Expenses)</b>                     |           |                         |
|                         | <b>Non-Operating Activities</b>                                   |           |                         |
|                         | Gain/Loss on Disposal of Asset                                    | 41        |                         |
|                         | Refunded Revenue  | 42        |                         |
|                         | Revaluation Gain  | 43        |                         |
|                         | <b>Net Surplus/(Deficit) from Ordinary Activities</b>             |           |                         |
| <b>-173,301,564.97</b>  | <b>Surplus/(Deficit) from Ordinary Activities</b>                 |           |                         |
|                         | <b>Purchase/ Construction of Assets</b>                           | <b>44</b> |                         |
| <b>-</b>                | <b>Minority Interest share of surplus/(Deficit)</b>               | <b>45</b> |                         |
| <b>-173,301,564.97</b>  | <b>Net Surplus/(Deficit) for the period</b>                       |           | <b>4,645,362.44</b>     |

**ISE/ORUN LOCAL GOVERNMENT, ISE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                    | DETAILS  | NOTES    | 2020             |                         |
|-------------------------|--|----------|------------------|-------------------------|
| N                       |  |          | N                | N                       |
|                         | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |          |                  |                         |
|                         | <b><u>Inflows</u></b>                                      |          |                  |                         |
| 1,356,781,409.58        | Government Share of FAAC (Statutory Revenue)               | 21       | 1,173,557,141.20 |                         |
| 1,419,000.10            | Tax Revenue  | 22       | 1,322,591.72     |                         |
| 3,512,050.10            | Non-Tax Revenue  | 23       | 5,252,512.50     |                         |
|                         | Aid & Grants   | 24       |                  |                         |
|                         | Investment Income  | 25       | 1,238,350.00     |                         |
|                         | Expenditure Recovery                                       | 26       |                  |                         |
|                         | Other Capital Receipts                                     | 27       | 59,902,750.62    |                         |
|                         | Debt Forgiveness   | 28       |                  |                         |
| <b>1,361,712,459.78</b> | <b>Total inflow from operating Activities</b>              |          |                  | <b>1,241,273,346.04</b> |
|                         | <b><u>Outflows</u></b>                                     |          |                  |                         |
| 709,779,686.65          | Salaries & Wages   | 29       | 404,432,152.64   |                         |
| 25,135,984.71           | Social Contributions                                       | 30       | 2,088,000.00     |                         |
| 13,561,586.20           | Social Benefit   | 31       | 71,427,487.59    |                         |
| 77,076,696.03           | Overheads Cost   | 32       | 49,280,924.35    |                         |
|                         | Gratuity   | 33       |                  |                         |
|                         | Pension Allowance  | 34       |                  |                         |
| 526,968,518.31          | Transfer to other Government Entities                      | 38       | 684,519,221.38   |                         |
| 176,023,808.80          | Allowance  | 40       |                  |                         |
|                         | Deductions   | 49       |                  |                         |
|                         | Refund   | 50       |                  |                         |
|                         | Inventory  | 51       |                  |                         |
|                         | Loan   | 52       |                  |                         |
|                         |  |          |                  |                         |
| <b>1,528,546,280.70</b> | <b>Total Outflow from Operating Activities</b>             |          |                  | <b>1,211,747,785.96</b> |
| <b>-166,833,820.92</b>  | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |          |                  | <b>29,525,560.08</b>    |
|                         | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |          |                  |                         |
|                         | Proceeds from Sale of PPE                                  | 53       |                  |                         |
|                         | Proceeds from Sale of Investment Property                  | 54       |                  |                         |
|                         | Proceeds from Sales of Intangible Assets                   | 55       |                  |                         |
|                         | Proceeds from Sale of Investment Dividends Received        | 56<br>57 |                  |                         |

|                 |   |    |                |                |
|-----------------|---|----|----------------|----------------|
| 0.00            | <b>Total Inflow</b>                               |    |                |                |
| -               | <b>Outflows</b>                                   |    |                |                |
| 1,440,000.00    | Purchase/ Construction of PPE                     | 58 | -13,000,000.00 |                |
| -               | Purchase/ Construction OF Investment Property     | 59 |                |                |
| -               | Investment in Private Companies                   | 60 |                |                |
| -               | Loan Granted                                      | 61 |                |                |
| -               | Purchase of Intangible Assets                     | 62 |                |                |
| -               | Acquisition of Investment                         | 63 |                |                |
| -1,440,000.00   | <b>Total Outflow</b>                              |    |                | -13,000,000.00 |
| -1,440,000.00   | <b>Net Cash Flow from Investing Activities</b>    |    |                |                |
|                 | <b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b> |    |                |                |
|                 | Capital Grant Received                            | 64 |                |                |
|                 | Proceeds from Borrowings                          | 65 |                |                |
| 0.00            | <b>Total Inflow</b>                               |    |                |                |
|                 | <b>Outflows</b>                                   |    |                |                |
|                 | Repayment of Borrowings                           | 66 | -5,898,091.22  |                |
|                 | Distribution of Surplus/Dividends Paid            | 67 |                |                |
| 0.00            | <b>Total Outflow</b>                              |    |                | -5,898,091.22  |
|                 | <b>Net Cash Flow from Financing Activities</b>    |    |                |                |
| -168,273,820.92 | <b>Net Cash Flow from all Activities</b>          |    |                | 10,627,468.86  |
| 169,734,183.39  | Cash and Its Equivalent as at 01/01/2019          |    |                | 1,460,362.47   |
| 1,460,362.47    | <b>Cash and Its Equivalent as at 31/12/2019</b>   | 1  |                | 12,087,831.33  |

**ISE/ORUN LOCAL GOVERNMENT, ISE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST**  
**DECEMBER, 2020**

| 2019                    |  | Notes | Actual 2020             | Final Budget 2020       | Variance on Final Budget |
|-------------------------|--|-------|-------------------------|-------------------------|--------------------------|
| N                       |  |       | N                       | N                       | N                        |
|                         |  |       |                         |                         |                          |
|                         | <b>REVENUE</b>                               |       |                         |                         |                          |
| 1,356,781,409.58        | Government Share of FAAC (Statutory Revenue) | 21    | 1,173,557,141.20        | 1,264,822,658.23        | -7.22                    |
| 1,419,000.10            | Tax Revenue                                  | 22    | 1,322,591.72            | 1,000,000.00            | 32.26                    |
| 3,512,050.10            | Non-Tax Revenue                              | 23    | 5,252,512.50            | 3,200,000.00            | -64.14                   |
|                         | Aid & Grants                                 | 24    |                         |                         |                          |
|                         | Investment Income                            | 25    | 1,238,350.00            | 800,000.00              | 54.79                    |
|                         | Expenditure Recovery                         | 26    |                         |                         |                          |
|                         | Other Capital Receipts                       | 27    | 59,902,750.62           | 200,000,000.00          | -70.05                   |
|                         | Debt Forgiveness                             | 28    |                         |                         |                          |
| <b>1,361,712,459.78</b> | <b>Total Revenue</b>                         |       | <b>1,241,273,346.04</b> | <b>1,469,822,658.23</b> | <b>73.93</b>             |
|                         | <b>EXPENDITURE</b>                           |       |                         |                         |                          |
| 709,779,686.65          | Salaries & Wages                             | 29    | 404,432,152.64          | 550,822,658.23          | 26.58                    |
| 25,135,984.71           | Social Contribution                          | 30    | 2,088,000.00            | 20,000,000.00           | 89.56                    |
| 13,561,586.20           | Social Benefit                               | 31    | 71,427,487.59           | 80,000,000.00           | 10.72                    |
| 77,076,696.03           | Overhead Cost                                | 32    | 49,280,924.35           | 50,000,000.00           | 1.44                     |
|                         | Gratuity                                     | 33    |                         |                         |                          |
|                         | Pension Allowance                            | 34    |                         |                         |                          |
|                         | Stationeries                                 | 35    |                         |                         |                          |
|                         | Impairment Charges                           | 36    |                         |                         |                          |
| 526,968,518.31          | Transfer to other Government Entities        | 38    | 684,519,221.38          | 700,000,000.00          | 2.21                     |
|                         | Public Debt Charges                          | 39    |                         |                         |                          |
| 176,023,808.30          | Allowance(Leave Bonus)                       | 40    |                         |                         |                          |
| 1,440,000.00            | Purchase of Assets                           | 58    | 13,000,000.00           | 20,000,000.00           | 35.00                    |
| -                       | Acquisition of Investment                    | 63    | -                       | -                       | -                        |
| -                       | Repayment of Borrowing                       | 66    | 5,898,091.22            | -                       | -100.00                  |
| <b>1,529,986,280.70</b> | <b>Total Expenditure</b>                     |       | <b>1,230,645,877.18</b> | <b>1,420,822,658.23</b> | <b>65.51</b>             |
|                         |  |       |                         |                         |                          |
| <b>-168,273,820.92</b>  | <b>Net Surplus/(Deficit)</b>                 |       | <b>10,627,458.86</b>    | <b>49,000,000.00</b>    | <b>8.43</b>              |

**ISE/ORUN LOCAL GOVERNMENT, ISE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR**  
**THE YEAR ENDED 31ST DECEMBER, 2020**

| <b>S/N</b> | <b>NARRATION</b>                  | <b>ACCUMULATED<br/>SURPLUS/DEFICIT<br/>(N)</b> | <b>RESERVE (N)</b>  | <b>CAPITAL GRANT<br/>(N)</b> | <b>TOTAL (N)</b>     |
|------------|-----------------------------------|--|---------------------|------------------------------|----------------------|
| 1          | Opening Balance (1/1/2020)        | 9,367,191.49                                   | 24,832,385.90       | -                            | 34,199,577.39        |
| 2          | Surplus for the period            | 4,645,362.44                                   |                     |                              | 4,645,362.44         |
| 3          | Adjustment                        |  | -18,898,091.22      |                              | -18,898,091.22       |
|            | <b>Closing Balance 31/12/2020</b> | <b>14,012,553.93</b>                           | <b>5,934,294.68</b> | <b>-</b>                     | <b>19,946,848.61</b> |

**NOTE 1**  
**CASH AND CASH EQUIVALENT**

| S/N | NAMES OF BANKS | ACCOUNT NUMBERS | DETAILS OF ACCOUNTS                               | BALANCE (N)          |
|-----|----------------|-----------------|---|----------------------|
| 1   | WEMA BANK      | '0243953813     | Local Govt. Nursery and Primary School, Ise-Ekiti | 81,812.87            |
| 2   | WEMA BANK      | '0238637782     | Local Govt. Junior and Secondary School           | -                    |
| 3   | WEMA BANK      | '0122019885     | Internal Capital                                  | 5,100.00             |
| 4   | WEMA BANK      | '0122016994     | Salary and Internally Generated Revenue Accounts  | 5,030,745.58         |
| 5   | WEMA BANK      | '0122692938     | Internally Generated Revenue Account              | 552,693.27           |
| 6   | HERITAGE BANK  | '600230074      | Main Account                                      | 16,977.27            |
| 7   | ZENITH BANK    | '1016250539     | Running Grant Account                             | 6,399,648.77         |
| 8   | HERITAGE BANK  | '6002300891     | Local Govt. Junior and Senior Secondary School    | 853.07               |
|     |                |                 | Total   | <b>12,087,831.33</b> |

**NOTE 2**  
**INVENTORIES**

| S/N | DETAILS         | AMOUNT (N)        |
|-----|-----------------|-------------------|
| 1   | STORES LEDGERS  | 119,500.00        |
| 2   | STORES RECEIPTS | 106,200.00        |
|     | TOTAL           | <b>225,700.00</b> |

**NOTE 4**  
**RECEIVABLES**

| S/N | DETAILS                             | AMOUNT (N)            |
|-----|-------------------------------------|-----------------------|
| 1   | 10% ALLOCATION OF THE L.G'S 3 YEARS | 376,075,466.07        |
| 2   | RENTAGE ON LOCK UP SHOPS            | 1,200,000.00          |
| 3   | UNPAID NUR. AND PRI SCHOOL FEES     | 1,000,000.00          |
|     | TOTAL                               | <b>378,275,466.07</b> |

**NOTE 8 & 37 PROPERTY, PLANTS AND EQUIPMENTS AND DEPRECIATION FOR THE YEAR 2020**

| <b>FIXED ASSETS PPE</b>                 | <b>LAND AND<br/>BULDINGS</b> | <b>INFRASTRUCTU<br/>RE</b> | <b>PLANTS AND<br/>MACHINERY</b> | <b>TRANSPORTATION<br/>AND EQUIPMENT</b> | <b>OFFICE<br/>EQUIPMENT F</b> | <b>FURNITURE AND<br/>FITINGS AT COST</b> | <b>TOTAL</b>          |
|---|------------------------------|----------------------------|---------------------------------|---|-------------------------------|--|-----------------------|
|   | <b>#</b>                     | <b>#</b>                   | <b>#</b>                        | <b>#</b>                                | <b>#</b>                      | <b>#</b>                                 | <b>#</b>              |
| BALANCE BROUGHT FORWARD                 | 3,625,000.00                 | 1,843,575.00               | 2,400,000.00                    | 15,06,192.49                            | 412,000.00                    | 707,600.00                               | 24,053,367.49         |
| PP&E BROUGHT IN FOR THE YEAR AT<br>COST | 225,980,000.00               | 330,535,462.21             | 4,788,000.00                    | 40,446,000.00                           | 2,188,473.00                  | 1,916,880.00                             | 605,854,815.21        |
| <b>TOTAL</b>                            | <b>229,605,000.00</b>        | <b>332,379,037.21</b>      | <b>7,188,000.00</b>             | <b>55,511,192.49</b>                    | <b>2,600,473.00</b>           | <b>2,624,480.00</b>                      | <b>629,908,182.70</b> |
| ADDITION FOR THE YEAR                   | 13,000,000.00                | -                          | -                               | -                                       | -                             | -  | 13,000,000.00         |
| <b>TOTAL COST</b>                       | <b>242,605,000.00</b>        | <b>332,379,037.21</b>      | <b>7,188,000.00</b>             | <b>55,511,192.49</b>                    | <b>2,600,473.00</b>           | <b>2,624,480.00</b>                      | <b>642,908,182.70</b> |
| DEPRECIATION RATE                       | 2%                           | 3%                         | 10%                             | 15%                                     | 5%                            | 5%                                       |                       |
| DEPRECIATION FOR THE YEAR (NOTE 8)      | 4,852,100.00                 | 9,971,371.12               | 718,800.00                      | 8,326,678.87                            | 130,023.65                    | 131,224.00                               | 24,130,197.64         |
| <b>NET BOOK VALUE</b>                   | <b>237,752,900.00</b>        | <b>322,407,666.09</b>      | <b>6,469,200.00</b>             | <b>47,184,513.62</b>                    | <b>2,470,449.35</b>           | <b>2,493,256.00</b>                      | <b>618,777,985.06</b> |



**NOTE 9**  
**INVESTMENT PROPERTY**

| <b>S/N</b> | <b>DETAILS</b>                       | <b>AMOUNT #</b>      |
|------------|--------------------------------------|----------------------|
| 1          | NURSERY AND PRIMARY SCHOOL BUILDINGS | 10,000,000.00        |
| 2          | JUNIOR AND SECONDARY SCHOOL BUILDING | 5,000,000.00         |
|            | <b>COST</b>                          | <b>15,000,000.00</b> |
|            | 5% DEPRECIATION                      | (750,000.00)         |
|            | <b>NET BOOK VALUE</b>                | <b>14,250,000.00</b> |

**NOTE 10 BIOLOGICAL ASSETS**

| <b>S/N</b> | <b>DETAILS</b>                | <b>AMOUNT #</b>   |
|------------|-------------------------------|-------------------|
| 1          | <b>PALM SEEDLINGS NURSERY</b> | <b>500,000.00</b> |

**NOTE 11 ACCUMULATED DEPRECIATION**

| <b>S/N</b> | <b>DETAILS</b>                  | <b>AMOUNT #</b>     |
|------------|---------------------------------|---------------------|
| 1          | <b>ACCUMULATED DEPRECIATION</b> | <b>6,467,743.05</b> |

**NOTE 13**  
**UNREMITTED DEDUCTIONS**

| <b>S/N</b> | <b>DETAILS</b>                      | <b>AMOUNT #</b>      |
|------------|-------------------------------------|----------------------|
| 1          | SALARY DEDUCTIONS                   | 12,493,935.60        |
| 2          | FEDERAL INLAND REVENUE SERVICES WHT | 1,980,587.08         |
|            | <b>TOTAL</b>                        | <b>14,474,522.68</b> |

**NOTE 14**  
**PAYABLES**

| <b>S/N</b> | <b>DETAILS</b>   | <b>AMOUNT #</b>       |
|------------|--|-----------------------|
| 1          | LEGAL RETAINERSHIP BARRISTER OLOWOLAFE CHAMBERS        | 1,633,334.00          |
| 2          | LITIGATION CLAIM; CHIEF ALABA EMMANUEL                 | 2,350,000.00          |
| 3          | HON. FEMI AJAY CLAIM                                   | 173,000.00            |
| 4          | OLUSAMBA GRAPHIC PRODUCTION                            | 325,000.00            |
| 5          | EXECUTIVE ASSISTANTS TO THE GOVERNOR                   | 1,260,000.00          |
| 6          | AROLE IGBEMO NIG. LTD                                  | 1,285,412.76          |
| 7          | GENERAL STAFF CLAIM                                    | 3,682,252.50          |
| 8          | LEGISLATURE CLAIMS                                     | 250,000.00            |
| 9          | AROLE IGBEMO NIG. LTD                                  | 299,520.00            |
| 10         | RAYMOND TOYIN  | 53,000.00             |
| 11         | OLAIYA ROTIMI  | 995,000.00            |
| 12         | MRS. FALADE  | 60,000.00             |
| 13         | TOPE AGUNBIADÉ   | 240,000.00            |
| 14         | APRIL SEPTEMBER 2018 STAFF SALARY ARREARS              | 478,927,416.96        |
| 15         | TRADITIONAL COUNCIL SALARY ARREARS                     | 28,103,239.76         |
| 16         | CHIETAENCY DEPARTMENT SALARY ARREARS                   | 571,726.02            |
| 17         | PALACE STAFF SALARY ARREARS                            | 3,952,431.60          |
| 18         | POLITICAL OFFICE HOLDERS CLAIM                         | 309,671,196.70        |
| 19         | LEAVE BONUS  | 60,000,000.00         |
| 20         | ARREARS OF STIPEND TO NURSEY AND PRIMARY SCHOOL TUTORS | 340,000.00            |
| 21         | AUDITORS GENERAL OFFICE CLAIMS                         | 550,000.00            |
| 22         | ADECO GLOPBAI RESOURCES CLAIM (NEIGHBOURHOOD MARKET)   | 2,000,000.00          |
|            | <b>TOTAL</b>   | <b>896,722,530.30</b> |

**NOTE 16  
BORROWINGS**

| <b>S/N</b> | <b>DETAILS</b>           | <b>AMOUNT #</b>      |
|------------|--------------------------|----------------------|
| 1          | BALANCE OF BAIL OUT LOAN | 86,505,337.82        |
|            | <b>TOTAL</b>             | <b>86,505,337.82</b> |

**NOTE 21  
FEDERATION ALLOCATION 2020**

| <b>S/N</b> | <b>DETAILS</b> | <b>AMOUNT #</b>         |
|------------|----------------|-------------------------|
| 1          | JANUARY        | 101,579,683.31          |
| 2          | FEBRUARY       | 104,256,130.80          |
| 3          | MARCH          | 98,534,819.49           |
| 4          | APRIL          | 98,822,936.76           |
| 5          | MAY            | 95,461,162.97           |
| 6          | JUNE           | 96,957,045.29           |
| 7          | JULY           | 98,036,767.44           |
| 8          | AUGUST         | 83,438,053.43           |
| 9          | SEPTEMBER      | 100,967,268.96          |
| 10         | OCTOBER        | 99,683,285.63           |
| 11         | NOVEMBER       | 97,030,422.14           |
| 12         | DECEMBER       | 98,789,564.98           |
|            | <b>TOTAL</b>   | <b>1,173,557,141.20</b> |

**NOTE 22  
TAX REVENUE**

| <b>S/N</b> | <b>DETAILS</b>                   | <b>AMOUNT #</b>     |
|------------|----------------------------------|---------------------|
| 1          | 2.5% TAX ON 5KM ROAD PROJECT     | 918,402.53          |
| 2          | 2.5% TAX ON NEIGHBOURHOOD MARKET | 404,189.19          |
|            | <b>TOTAL</b>                     | <b>1,322,591.72</b> |

**NOTE 23  
NON-TAX REVENUE**

| <b>S/N</b> | <b>DETAILS</b>                    | <b>AMOUNT #</b>     |
|------------|-----------------------------------|---------------------|
| 1          | TENEMENT RATE                     | 650,150.00          |
| 2          | GENERAL LICENCE/HACKNEY           | 1,514,452.50        |
| 3          | LOCAL GOVERNMENT IDENTIFICATION   | 1,145,000.00        |
| 4          | BIRTH CERTIFICATE                 | 80,000.00           |
| 5          | FILLING STATION                   | 10,000.00           |
| 6          | REGISTRATION OF ASSOCIATION       | 300,000.00          |
| 7          | MARKET TOLLS                      | 220,860.00          |
| 8          | MARRIAGE CERTIFICATE              | 582,500.00          |
| 9          | RENT ON LOCAL GOVERNMENT PROPERTY | 276,000.00          |
| 10         | COMMUNITY TAX                     | 115,550.00          |
| 11         | DEVELOPMENT TAX/LEVY              | 358,000.00          |
|            | <b>TOTAL</b>                      | <b>5,252,512.50</b> |

**NOTE 25  
INVESTMENT INCOME**

| <b>S/N</b> | <b>DETAILS</b>                       | <b>AMOUNT #</b>     |
|------------|--------------------------------------|---------------------|
| 1          | LOCAL GOVERNMENT NURSERY AND PRIMARY | 189,500.00          |
| 2          | SCHOOL                               | 1,048,850.00        |
|            | SHOPPIN CENTRES ETC                  |                     |
|            | <b>TOTAL</b>                         | <b>1,238,350.00</b> |

**NOTE 27**  
**OTHER CAPITAL RECEIPTS**

| <b>S/N</b> | <b>DETAILS</b>  | <b>AMOUNT #</b>      |
|------------|---|----------------------|
| 1          | CAPITAL INTERVENTIION                                 | 2,894,960.79         |
| 2          | CAPITAL RELEASE ON 5 KILOMETRE ROAD                   | 35,519,660.98        |
| 3          | PROJECT<br>CAPITAL RELEASE ON NEIGHBOURHOOD<br>MARKET | 21,488,128.85        |
|            | <b>TOTAL</b>  | <b>59,902,750.62</b> |

**NOTE 29**  
**SALARIES AND WAGES 2020**

| <b>S/N</b> | <b>DETAILS</b>                                   | <b>AMOUNT #</b>       |
|------------|--|-----------------------|
| 1          | TRADITIONAL COUNCIL                              | 48,482,568.78         |
| 2          | CHIEFTAINCY DEPARTMENT                           | 991,480.51            |
| 3          | PALACE STAFF                                     | 5,334,037.68          |
| 4          | LOCAL GOVERNMENT STAFF SALARY                    | 296,332,219.55        |
| 5          | FURNITURE ALLOWANCE (PAST POLITICAL OFFICE       | 5,268,953.52          |
| 6          | HOLDER   | 37,676,806.86         |
| 7          | POLITICAL OFFICEHOLDERS SALARY                   | 1,330,000.00          |
| 8          | SPECIAL ADIVERS SALARY                           | 1,560,000.00          |
| 9          | ASSISTANT INTER GOVERNMENTAL ALLOWANCE           | 800,000.00            |
| 10         | CHIEF OF STAFF ALLOWANCE                         | 5,358,535.74          |
| 11         | SUPERVISORS SALARY                               | 548,100.00            |
| 12         | LOCAL GOVERNMENT (NIBSS CHARGE ON SALARY)        | 474,450.00            |
| 13         | SUBEB (NIBSS CHARGE ON SALARY<br>IYALOJA STIPEND | 275,000.00            |
|            | <b>TOTAL</b>                                     | <b>404,432,152.64</b> |

**NOTE 30**  
**SOCIAL CONTRIBUTION 2020**

| <b>S/N</b> | <b>DETAILS</b>                               | <b>AMOUNT #</b>     |
|------------|--|---------------------|
| 1          | T/C COVID-19                                 | 100,000.00          |
| 2          | LOG. COVID-19                                | 625,000.00          |
| 3          | BOARD FOR VOCATIONAL AND TECHNICAL EDUCATION | 200,000.00          |
| 4          | FORM   | 300,000.00          |
| 5          | SALAH GIFTS<br>ROAD VERGES                   | 863,000.00          |
|            | <b>TOTAL</b>                                 | <b>2,088,000.00</b> |

**NOTE 31**  
**SOCIAL BENEFIT**

| <b>S/N</b> | <b>DETAILS</b>  | <b>AMOUNT #</b>      |
|------------|---|----------------------|
| 23010101   | ACQUISITION OF LAND   | 400,000.00           |
| 23050110   | OTHER CAPITAL PROJECT AT ISE/ORUN LOCAL GOVERNMENT                  | 900,000.00           |
| 23040105   | ENVIRONMENTAL AND WATER SANITATION                                  | 2,160,000.00         |
| 23010112   | PURCHASE OF FURNITURE AND FITINGS                                   | 400,000.00           |
| 23020114   | COMPLETION OF 5 KILOMETRE ROAD PROJECT IN ISE/ORUN LOCAL GOVERNMENT | 35,519,600.98        |
| 23010128   | REHABILITATION/REPAIR OF ROADS IN ISE/ORUN LOCAL GOVERNMENT         | 3,580,000.00         |
| 23050113   | PURCHASE OF COMPUTERS AND PRINTERS ETC                              | 356,767.76           |
| 23010105   | PURCHASE OF VEHICLES/OVERHAUL OF LOCAL GOVERNMENT OFFICIAL VEHICLES | 1,670,000.00         |
| 23030121   | REHABILITATION/REPAIR OF OFFICE SECRETARIAT BUILDING                | 1,400,000.00         |
| 23020103   | CONSTRUCTION/PROVISION/EXTENSION OF ELECTRICITY ETC                 | 533,000.00           |
| 23010129   | EMPOWERMENT, WOMEN PROGRAMMED ETC                                   | 340,000.00           |
| 23010126   | PURCHASE OF SPORTING/GAMING EQUIPMENTS/COMPETITION                  | 235,000.00           |
| 23050123   | GOVERNANCE AND INSTITUTIONAL REFORMS/PUBLICITY                      | 1,945,000.00         |
| 40101040   | PURCHASE OF OIL PALM SEEDLINGS ETC                                  | 500,000.00           |
| 23020124   | CONSTRUCTION OF NEIGHBOURHOOD MARKET                                | 21,488,128.85        |
|            | <b>TOTAL</b>  | <b>71,427,487.59</b> |

**NOTE 32**  
**OVERHEAD COST**

| <b>S/N</b> | <b>DETAILS</b>   | <b>AMOUNT #</b>      |
|------------|--|----------------------|
| 220201     | TRANSPORT AND TRAVELLING                                       | 26,637,974.35        |
| 220202     | UTILITY SERVICE GENERAL  | 279,750.00           |
| 220203     | MATERIALS AND SUPPLIES GENERAL                                 | 1,899,500.00         |
| 220204     | MAINTENANCE SERVICE GENERAL                                    | 165,000.00           |
| 220205     | TRAINING, STAFF DEVELOPMENT AND WELFARE GENERAL                | 85,000.00            |
| 220206     | SECURITY VOTE OTHER SERVICE GENERAL                            | 11,634,000.00        |
| 220207     | CONSULTANCY AND PROFESSIONAL SERVICE, SPECIAL COMMITTEE        | 4,485,000.00         |
| 220208     | FUELLING AND LUBRICANT GENERAL                                 | 845,800.00           |
| 220209     | FINANCIAL CHARGES GENERAL                                      | 4,400.00             |
| 220210     | MISCELLANEOUS EXPENSES   | 2,127,000.00         |
| 2203       | LOANS AND ADVANCES/OUTSTANDING DEBTS                           | 500,000.00           |
| 2204       | GRANTS, CONTRIBUTION AND SUBVENTION                            | 505,000.00           |
| 2205       | SALARY OF LOCAL GOVERNMENT PRIMARY AND SECONDARY SCHOOL TUTORS | 112,500.00           |
|            | <b>TOTAL</b>   | <b>49,280,924.35</b> |

**NOTE 37**  
**DEPRECIATION FOR THE YEAR**

| <b>S/N</b> | <b>DETAILS</b>                 | <b>AMOUNT #</b>      |
|------------|--------------------------------|----------------------|
| 1          | PROPERTY/PLANTS AND EQUIPMENTS | 24,130,197.64        |
| 2          | INVESTMENT PROPERTY            | 750,000.00           |
|            | <b>TOTAL</b>                   | <b>24,880,197.64</b> |

**NOTE 38**  
**TRANSFER TO OTHER GOVERNMENT ENTITIES**

| <b>S/N</b> | <b>DETAILS</b>               | <b>AMOUNT #</b>       |
|------------|------------------------------|-----------------------|
| 1          | PRIMARY SCHOOL STAFF SALARY  | 312,021,606.46        |
| 2          | SUBEB OVERHEAD               | 5,160,000.00          |
| 3          | RUNNING GRANT TO PEACE CORPS | 14,400,000.00         |
| 4          | CONTRIBUTION TO PARASTATALS  | 17,908,905.48         |
| 5          | BURSARY                      | 567,000.00            |
| 6          | CONTRIBUTION TO PENSION      | 334,461,709.44        |
|            | <b>TOTAL</b>                 | <b>684,519,221.38</b> |

**NOTE 58**  
**PURCHASE OF PROPERTY, PLANT AND EQUIPMENTS**

| <b>S/N</b> | <b>DETAILS</b>    | <b>AMOUNT #</b> |
|------------|-------------------|-----------------|
| 1          | LAND AND BUILDING | 13,000,000.00   |

**NO 66**  
**REPAYMENT OF BORROWINGS**

| <b>S/N</b> | <b>DETAILS</b>                  | <b>AMOUNT #</b>     |
|------------|---------------------------------|---------------------|
| 1          | 56 INSTALMENTS OF BAIL OUT LOAN | 5,898,091.22        |
|            | <b>TOTAL</b>                    | <b>5,898,091.22</b> |

**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE**

**ACCOUNTS OF MOBA LOCAL GOVERNMENT,**

**OTUN-EKITI**

**FOR THE YEAR ENDED**

**31ST DECEMBER, 2020.**

## **AUDIT CERTIFICATE**

I have examined the General Purpose Financial Statements of Moba Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF MOBA LOCAL GOVERNMENT, OTUN-EKITI FOR THE YEAR  
ENDED 31<sup>ST</sup> DECEMBER, 2020.**

The General Purpose Financial Statements of Ilejemeje Local Government have been examined in accordance with, sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively, section 26(2) of Ekiti State Audit Law, 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Moba Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

**5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from



material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31<sup>ST</sup> December 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2020 budget recorded a low performance. An estimate was made for N2,776,252,875.15, while actual Revenue recorded stood at N1,219,288,558.71. This is about 43.92% performance. Equally, the IGR of N7,029,936.84 represents only 0.58% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of N2,068,809,858.04 only was budgeted for expenditure but only N1,227,028,531.31 was actually incurred, resulting to saving of N841,781,328.73 for the period.

## 8. REVENUE ACCOUNT

A total sum of N1,219,288,558.71 was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only 0.58% (N7,029,936.84) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of 61.75% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2020.

## 9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10, of this report.

## 10. EXPENDITURE CONTRARY TO LAW:

The following expenditure appears to be contrary to Law.

| S/N | QUERY NO           | SUBJECT                                       | AMOUNT (N)           |
|-----|--------------------|---|----------------------|
| 1   | AUD/MLG/AQ/01/2020 | Expenditure contrary to Financial Regulations | 2,172,590.00         |
| 2   | AUD/MLG/AQ/02/2020 | Items not taken on store ledger changes       | 667,774.84           |
| 3   | AUD/MLG/AQ/03/2020 | Unretired security vote                       | 8,500,000.00         |
| 4   | AUD/MLG/AQ/04/2020 | Unretired/unaudited Expenditure               | 792,000.00           |
| 5   | AUD/MLG/AQ/05/2020 | Expenditure not Supported with proper records | 1,836,500.00         |
| 6   | AUD/MLG/AQ/06/2020 | Unretired Imprest                             | 20,562,500.00        |
| 7   | AUD/MLG/AQ/07/2020 | Unvouched Expenditure                         | 1,510,000.00         |
| 8   | AUD/MLG/AQ/01/2020 | Unproduced Revenue Earning receipt            | Various              |
|     |                    | <b>TOTAL</b>                                  | <b>34,204,864.85</b> |

#### **11. STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

#### **12. DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

#### **13. STATE OF ACCOUNT**

The Accounts of Moba Local Government have been examined up to 31<sup>st</sup> December, 2020 and detailed observations have been forwarded to The Local Government Chairman and the Director of Administration, Moba Local Government, Otun-Ekiti. Particular attention is required to the followings:

- (i) Unproduced Revenue Earning Receipts
- (ii) Internally Generated Revenue
- (iii) Fixed Assets Register
- (iv) Internal Control and internal checks
- (v) Outstanding audit queries

| <b>14. OUTSTANDING MATTERS FROM PREVIOUS REPORTS</b>      | <b>N</b>   |
|---|------------|
| <b>(a)</b> Loss of fund involving Mr. Ajiboye (2015)      | 590,000.00 |
| <b>(b)</b> Unpaid rates by communication Companies (2015) | 260,000.00 |
| <b>©</b> Unexecuted grading of roads (2015)               | 500,000.00 |

**(d) 2019 AUDIT QUERIES**

| S/N | QUERY NUMBER       | QUERY SUBJECT                             | AMOUNT (₦)           |
|-----|--------------------|---|----------------------|
| 1   | AUD/MLG/AQ/02/2019 | Expenditure Contrary to regulations       | 630,300.00           |
| 2   | AUD/MLG/AQ/03/2019 | Expenditure Contrary to regulations       | 630,300.00           |
| 3   | AUD/MLG/AQ/05/2019 | Unretired Security Vote/Security Expenses | 25,000,000.00        |
| 4   | AUD/MLG/AQ/06/2019 | Expenditure not Accounted for             | 899,863.36           |
|     |                    | <b>Total</b>                              | <b>27,788,035.07</b> |



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance Moba Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

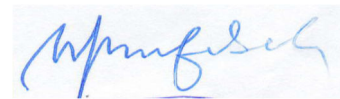
To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Moba Local Government as at the year ended 31<sup>st</sup> December, 2020.



**Hon. Bayo Aborisade,**  
**Executive Chairman.**



**Mr. Agboola S.B**  
**Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(i) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in compliance with IPSAS Accrual Accounting basis that recognizes transactions and events occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council.

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

This presented both the exchange and non-exchange revenue from Internally Generated revenue and Statutory Allocation from the Federation Account during the year.

- xvii. Revenue from non-exchange transactions such as fees, taxes, and fines are recognized when the events occurred and the assets recognition criteria are met.
- xviii. Revenue from exchange transactions are recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered.

(8) **AID AND GRANTS.**

Aid and Grants to the entity and recognised as income for the reporting period.

(9) **EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

(10) **STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

(11) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(12) **RECEIVABLES.**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(13) **INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable Value using FIFO method.

(14) **PROPERTY, PLANT & EQUIPMENT (PPE)**

All PPE are stated at historical cost less accumulated depreciation and any impairment losses.

Historical cost included expenditure that were directly attributable to the acquisition of the items.

(15) **INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.

(16) **DEPRECIATION**

Depreciation on PPE and Investment property were charged on a straight line basis over their

Expected useful lives less estimated residual value using the appropriate rates.

(17) **UNREMITTED DEDUCTIONS.**

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source.

(18) **PAYABLES.**

Payables are recognized at fair value.

(19) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost incurred.

(20) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as Expenses in the statement of Financial Performance.



**MOBA LOCAL GOVERNMENT, OTUN-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020**

| <b>2019</b>           | <b>DETAILS</b>                           | <b>NOTES</b> | <b>2020</b>           |                       |
|-----------------------|--|--------------|-----------------------|-----------------------|
| <b>N</b>              | <b>Represented By:</b>                   |              | <b>N</b>              | <b>N</b>              |
|                       | <b><u>ASSETS</u></b>                     |              |                       |                       |
|                       | <b>Current Assets</b>                    |              |                       |                       |
| 26,943,760.14         | Cash and Cash Equivalents                | 1            | 19,203,787.54         |                       |
| 1,080,000.00          | Inventories                              | 2            | 686,200.00            |                       |
|                       | WIP                                      | 3            |                       |                       |
| 350,411,922.82        | Receivables                              | 4            | 376,075,466.07        |                       |
|                       | Prepayments                              | 5            |                       |                       |
| <b>378,435,682.96</b> | <b>Total Current Assets</b>              |              |                       | <b>395,965,453.61</b> |
|                       | <b>Non-Current Assets</b>                |              |                       |                       |
|                       | Loans Granted                            | 6            |                       |                       |
|                       | Investments                              | 7            |                       |                       |
| 542,532,648.57        | Fixed Assets-Property, Plant & Equipment | 8            | 545,822,683.70        |                       |
|                       | Investment Property                      | 9            |                       |                       |
|                       | Biological Assets                        | 10           |                       |                       |
| <b>542,532,648.57</b> | <b>Total Non-Current Assets</b>          |              |                       | <b>545,822,683.70</b> |
| <b>920,968,331.53</b> | <b>Total Assets</b>                      |              |                       | <b>941,788,137.31</b> |
|                       | <b><u>LIABILITIES</u></b>                |              |                       |                       |
|                       | <b>Current Liabilities</b>               |              |                       |                       |
|                       | Accumulated Depreciation                 | 11           | 39,188,499.20         |                       |
|                       | Loans & Debts(Short-Term)                | 12           |                       |                       |
|                       | Unremitted Deductions                    | 13           |                       |                       |
| 393,581,740.36        | Payables                                 | 14           | 366,326,295.53        |                       |
| <b>393,581,750.36</b> | <b>Total Current Liabilities</b>         |              | <b>405,514,794.73</b> |                       |
|                       | <b>Non-Current Liabilities</b>           |              |                       |                       |
|                       | Public Funds                             | 15           | 60,000.00             |                       |
|                       | Borrowings                               | 16           | 86,505,337.82         |                       |
|                       | <b>Total Non-Current Liabilities</b>     |              | <b>86,565,337.82</b>  |                       |
| <b>393,581,740.36</b> | <b>Total Liabilities</b>                 |              |                       | <b>492,080,132.55</b> |
| <b>527,386,591.17</b> | <b>Net Asset/Equity</b>                  |              |                       | <b>449,708,004.76</b> |
|                       | <b>Financed By:</b>                      |              |                       |                       |
| 427,622,997.59        | Reserves                                 | 17           |                       | 327,937,826.44        |
| -                     | Capital Grant                            | 18           |                       | 20,560,430.99         |
| -                     | Net Surpluses/(Deficits)                 | 19           |                       |                       |
| 99,763,593.58         | Accumulated Surplus/(Deficits)           | 20           |                       | 101,209,747.33        |
| <b>27,386,591.17</b>  | <b>Total Net Assets/Equity</b>           |              |                       | <b>449,708,004.76</b> |

| MOBA LOCAL GOVERNMENT, OTUN-EKITI, EKITI STATE, NIGERIA<br>STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2020 |   |       |                         |
|--|---|-------|-------------------------|
| 2019   | DETAILS   | NOTES | Actual 2020             |
| N  | <u>REVENUE</u>  |       | N                       |
| 837,558,280.54   | Government Share of FAAC (Statutory Revenue)                      | 21    | 1,191,698,690.83        |
| 225,700.00   | Tax Revenue   | 22    | 1,393,253.41            |
| 4,120,450.00   | Non-Tax Revenue   | 23    | 5,636,183.48            |
|  | Aid & Grants  | 24    | 20,560,430.99           |
|  | Investment Income   | 25    |                         |
|  | Expenditure Recovery  | 26    |                         |
|  | Other Capital Receipts  | 27    |                         |
|  | Debt Forgiveness  | 28    |                         |
| <b>841,904,430.54</b>  | <b>Total Revenue</b>  |       | <b>1,219,288,558.71</b> |
|  | <u>EXPENDITURE</u>  |       |                         |
| 662,182,366.27   | Salaries & Wages  | 29    | 343,755,157.08          |
|  | Social Contribution   | 30    | 13,764,363.25           |
|  | Social Benefit  | 31    |                         |
| 162,366,532.93   | Overhead Cost   | 32    | 55,011,790.47           |
|  | Gratuity  | 33    |                         |
|  | Pension Allowance   | 34    |                         |
|  | Stationeries  | 35    |                         |
|  | Impairment Charges  | 36    |                         |
| 20,260,044.20  | Depreciation Charges  | 37    | 17,272,395.86           |
|  | Transfer to other Government Entities                             | 38    | 788,038,698.30          |
|  | Public Debt Charges   | 39    |                         |
|  | Allowance(Leave Bonus)  | 40    |                         |
| <b>844,808,943.40</b>  | <b>Total Expenditure</b>  |       | <b>1,217,842,404.96</b> |
| <b>-2,904,512.86</b>   | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |       | <b>1,446,153.75</b>     |
|  | <b>Total Non-Operating Revenue/(Expenses)</b>                     |       |                         |
|  | <b>Non-Operating Activities</b>                                   |       |                         |
|  | Gain/Loss on Disposal of Asset                                    | 41    |                         |
|  | Refunded Revenue  | 42    |                         |
|  | Revaluation Gain  | 43    |                         |
| <b>-2,904,512.86</b>   | <b>Net Surplus/(Deficit) from Ordinary Activities</b>             |       |                         |
|  | <b>Surplus/(Deficit) from Ordinary Activities</b>                 |       |                         |
|  | Purchases/Construction of Assets                                  | 44    |                         |
|  | Minority Interest Share of Surplus/(Deficits)                     | 45    |                         |
| <b>-2,904,512.86</b>   | <b>Net Surplus/(Deficit) for the year</b>                         |       | <b>1,446,153.75</b>     |

**MOBA LOCAL GOVERNMENT, OTUN-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                  | DETAILS  | NOTES | 2020             |                         |
|-----------------------|--|-------|------------------|-------------------------|
| N                     |  |       | N                | N                       |
|                       |  |       |                  |                         |
|                       | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |       |                  |                         |
|                       | <b><u>Inflows</u></b>                                      |       |                  |                         |
| 837,558,280.54        | Government Share of FAAC (Statutory Revenue)               | 21    | 1,191,698,690.83 |                         |
| 225,700.00            | Tax Revenue  | 22    | 1,393,253.41     |                         |
| 4,120,450.00          | Non-Tax Revenue  | 23    | 5,636,183.48     |                         |
|                       | Aid & Grants   | 24    | 20,560,430.99    |                         |
|                       | Investment Income  | 25    |                  |                         |
|                       | Expenditure Recovery                                       | 26    |                  |                         |
|                       | Other Capital Receipts                                     | 27    |                  |                         |
|                       | Debt Forgiveness   | 28    |                  |                         |
| <b>841,904,430.54</b> | <b>Total inflow from operating Activities</b>              |       |                  | <b>1,219,288,558.71</b> |
|                       | <b><u>Outflows</u></b>                                     |       |                  |                         |
| 662,182,366.27        | Salaries & Wages   | 29    | 343,755,157.08   |                         |
|                       | Social Contributions                                       | 30    | 13,764,363.25    |                         |
|                       | Social Benefit   | 31    |                  |                         |
| 162,366,532.93        | Overheads Cost   | 32    | 55,011,790.47    |                         |
|                       | Pension Allowance  | 34    |                  |                         |
|                       | Gratuity   | 33    |                  |                         |
|                       | Transfer to other Government Entities                      | 38    | 788,038,698.30   |                         |
|                       | Allowance  | 40    |                  |                         |
|                       | Deductions   | 49    |                  |                         |
|                       | Refund   | 50    |                  |                         |
|                       | Inventory  | 51    |                  |                         |
|                       | Loan   | 52    |                  |                         |
|                       |  |       |                  |                         |
| <b>824,548,899.20</b> | <b>Total Outflow from Operating Activities</b>             |       |                  | <b>1,200,570,009.10</b> |
| <b>17,355,531.34</b>  | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |       |                  | <b>18,718,559.61</b>    |
|                       |  |       |                  |                         |
|                       | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |       |                  |                         |
|                       | Proceeds from Sale of PPE                                  | 53    |                  |                         |
|                       | Proceeds from Sale of Investment Property                  | 54    |                  |                         |
|                       | Proceeds from Sales of Intangible Assets                   | 55    |                  |                         |
|                       | Proceds from Sale of Investment                            | 56    |                  |                         |
| -                     | Dividends Received   | 57    |                  |                         |

|                |   |    |               |                |
|----------------|---|----|---------------|----------------|
| -              | <b>Total Inflow</b>                               |    |               |                |
| -              | <b>Outflows</b>                                   |    |               |                |
| 20,665,144.77  | Purchase/ Construction of PPE                     | 58 | 20,560,430.99 |                |
| -              | Purchase/ Construction OF Investment Property     | 59 |               |                |
| -              | Investment in Private Companies                   | 60 |               |                |
| -              | Loan Granted                                      | 61 |               |                |
| -              | Purchase of Intangible Assets                     | 62 |               |                |
| -              | Acquisition of Investment                         | 63 |               |                |
| -20,665,144.77 | <b>Total Outflow</b>                              |    | 20,560,430.99 |                |
| -20,665,144.77 | <b>Net Cash Flow from Investing Activities</b>    |    |               | -20,560,430.99 |
|                | <b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b> |    |               |                |
|                | Capital Grant Received                            | 64 |               |                |
|                | Proceeds from Borrowings                          | 65 |               |                |
|                | <b>Total Inflow</b>                               |    |               |                |
|                | <b>Outflows</b>                                   |    |               |                |
|                | Repayment of Borrowings                           | 66 | 5,898,091.22  |                |
|                | Distribution of Surplus/Dividends Paid            | 67 |               |                |
|                | <b>Total Outflow</b>                              |    | 5,898,091.22  |                |
|                | <b>Net Cash Flow from Financing Activities</b>    |    |               | -5,898,091.22  |
| -3,309,613.43  | <b>Net Cash Flow from all Activities</b>          |    |               | -7,739,972.60  |
| 30,253,373.57  | Cash and Its Equivalent as at 01/01/2020          |    |               | 26,943,760.14  |
| 26,943,760.14  | <b>Cash and Its Equivalent as at 31/12/2020</b>   | 1  |               | 19,203,787.54  |

**MOBA LOCAL GOVERNMENT, OTUN-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST**  
**DECEMBER, 2020**

| 2019                  |  | Notes | Actual 2020             | Final Budget 2020       | Variance on Final Budget |
|-----------------------|--|-------|-------------------------|-------------------------|--------------------------|
| N                     |  |       | N                       | N                       | N                        |
|                       |  |       |                         |                         |                          |
|                       | <b><u>REVENUE</u></b>                        |       |                         |                         |                          |
| 837,558,280.54        | Government Share of FAAC (Statutory Revenue) | 21    | 1,191,698,690.83        | 2,761,170,000.00        | -56.37                   |
| 225,700.00            | Tax Revenue                                  | 22    | 1,393,253.41            | 3,000,000.00            | -53.54                   |
| 4,120,450.00          | Non-Tax Revenue                              | 23    | 5,636,183.43            | 12,082,875.45           | -53.35                   |
|                       | Aid & Grants                                 | 24    | 20,560,430.99           | 30,000,000.00           | -31.47                   |
|                       | Investment Income                            | 25    |                         |                         |                          |
|                       | Expenditure Recovery                         | 26    |                         |                         |                          |
|                       | Other Capital Receipts                       | 27    |                         |                         |                          |
|                       | Debt Forgiveness                             | 28    |                         |                         |                          |
| <b>841,904,430.54</b> | <b>Total Revenue</b>                         |       | <b>1,219,288,558.71</b> | <b>2,776,252,875.15</b> | <b>-194.74</b>           |
|                       | <b><u>EXPENDITURE</u></b>                    |       |                         |                         |                          |
| 662,182,366.27        | Salaries & Wages                             | 29    | 343,755,157.08          | 936,958,195.28          | 63.31                    |
|                       | Social Contribution                          | 30    | 13,764,363.25           | 35,000,000.00           | 60.67                    |
|                       | Social Benefit                               | 31    |                         |                         |                          |
| 162,366,532.93        | Overhead Cost                                | 32    | 55,011,790.47           | 184,851,662.76          | 70.24                    |
|                       | Gratuity                                     | 33    |                         |                         |                          |
|                       | Pension Allowance                            | 34    |                         |                         |                          |
|                       | Stationeries                                 | 35    |                         |                         |                          |
|                       | Impairment Charges                           | 36    |                         |                         |                          |
|                       | Transfer to other Government Entities        | 38    | 788,038,698.30          | 912,000,000.00          | 13.59                    |
|                       | Public Debt Charges                          | 39    |                         |                         |                          |
|                       | Allowance(Leave Bonus)                       | 40    |                         |                         |                          |
| 20,665,144.77         | Purchase of Assets                           | 58    | 20,560,430.99           |                         | -100.00                  |
| -                     | Acquisition of Investment                    | 63    | -                       | -                       | -                        |
| -                     | Repayment of Borrowing                       | 66    | 5,898,091.22            | -                       | -100.00                  |
| <b>845,214,043.97</b> | <b>Total Expenditure</b>                     |       | <b>1,227,028,531.31</b> | <b>2,068,809,858.04</b> | <b>7.82</b>              |
| <b>-3,309,613.43</b>  | <b>Net Surplus/(Deficit) for the year</b>    |       | <b>-7,739,972.60</b>    | <b>707,443,017.11</b>   | <b>-202.54</b>           |
|                       |  |       |                         |                         |                          |

**MOBA LOCAL GOVERNMENT, OTUN-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| S/N | NARRATION                          | ACCUMULATED<br>SURPLUS<br>/DEFICIT | RESERVE        | CAPITAL<br>GRANT | TOTAL          |
|-----|------------------------------------|------------------------------------|----------------|------------------|----------------|
| 1   | Opening Balance (1/1/2020)         | 99,763,593.58                      | 427,622,997.59 | -                | 527,386,591.17 |
| 2   | Net Surplus/(Deficit) for the year | 1,446,153.75                       | -              |                  | 1,416,153.75   |
| 3   | Adjustment for the period          | -                                  | -99,685,171.15 |                  | -99,685,171.15 |
| 4   | Capital Grant                      |                                    |                | 20,560,430.99    | 20,560,430.99  |
|     | Closing Balance (31/12/2020)       | 101,209,747.33                     | 327,937,826.44 | 20,560,430.99    | 449,708,004.76 |

**NOTE 1****CASH AND CASH EQUIVALENT AS AT 31<sup>ST</sup> DECEMBER, 2020**

| S/N | NAMES OF ACCOUNT | NATURE OF ACCOUNT | ACCOUNT NUMBER | CLOSING BALANCE      |
|-----|------------------|-------------------|----------------|----------------------|
| 1   | UNITY            | RECURRENT         | 002612357      | 17,541,973.68        |
| 2   | UNITY            | IGR               | 0026195377     | 1,661,813.86         |
|     | TOTAL            |                   |                | <b>19,203,787.54</b> |

**NOTE 2****INVENTORIES**

| S/N | NAME OF ITEMS               | QUANTITY    | UNIT PRICE | AMOUNT (#)        |
|-----|-----------------------------|-------------|------------|-------------------|
| 1   | FLAT RATE 2020              | 20 BKS      | 1000       | 20,000.00         |
| 2   | GRR                         | 34 KS       | 800        | 27,200.00         |
| 3   | RV                          | 2000 COPIES | 8          | 16,000.00         |
| 4   | ATTESTATION                 | 20 BKS      | 3000       | 60,000.00         |
| 5   | FILE JACKET                 | 2000        | 100        | 200,000.00        |
| 6   | TR                          |             |            |                   |
| 7   | SRV                         | 10 BKS      | 2800       | 25,000.00         |
| 8   | DICTIONARY ADVANCED LEARNER | 5 BKS       | 3000       | 15,000.00         |
| 9   | CERIFICATE OF CERTIFICATE   | 3 BKS       | 20,000     | 60,000.00         |
| 10  | OTHER CHARGES PV            | 1000        | 30         | 30,000.00         |
| 11  | TIME BOOK                   | 10 BKS      | 500        | 5,000.00          |
| 12  | APRON CLOTHS                | 120 PICES   | 2280       | 228,000.00        |
|     |                             |             |            | <b>686,200.00</b> |

**NOTE 4****RECEIVABLES****STATE GOVERNMENT INTERNALLY GENERATED REVENUE IGR JANUARY-DECEMBER 2020**

#

STATE IGR = 60,172,074,571.20X10%  
= 6,017,207,457.12

PORTION OF EACH LOCAL GOVERNMENT = 6,017,207,457.12  
16

IREPODUN/IFELODUN PORTION = 376,075,466.07

**TOTAL RECEIVABLE = 376,075,466.07**

**NOTE 8****PLANT, PROPERTY & EQUIPMENT SCHEDULE FOR THE YEAR 2020**

| <b>DETAILS</b>                    | <b>LANT AND BUILDING</b> | <b>PLANT AND MACHINERY</b> | <b>OFFICE EQUIPMENT &amp; FURNITURE &amp; FITTINGS</b> | <b>MOTOR VEHICLE</b> | <b>TOTAL</b>          |
|-----------------------------------|--------------------------|----------------------------|--|----------------------|-----------------------|
|                                   | #                        | #                          | #  | #                    | #                     |
| <b>COST/REVALUATION</b>           |                          |                            |  |                      |                       |
| BAL. B/F 1/1/2020                 | 519,400,128.00           | 12,029,774.20              | 6,317,221.77   | 4,787,524.60         | 542,534,648.57        |
| Additions during the year         | 20,560,430.99            |                            |  |                      | 20,560,430.99         |
| Disposal during the year          |                          |                            |  |                      |                       |
| Total for the year                | 539,960,558.99           | 12,029,774.20              | 6,317,221.77   | 4,787,524.60         | 563,095,079.56        |
| <b>DEPRECIATION</b>               |                          |                            |  |                      |                       |
| Accumulated Depreciation          | 22,573,472.00            | 3,854,004.80               | 3,874,460.00   | 8,886,562.40         | 39,188,499.20         |
| Depreciation for the year         | 10,799,211.17            | 190,000.00                 | 1,510,847.39   | 4,772,337.30         | 17,272,395.86         |
| <b>Balance c/f net book value</b> | <b>529,161,347.62</b>    | <b>11,839,774.20</b>       | <b>4,806,374.38</b>                                    | <b>15,187.30</b>     | <b>545,822,683.70</b> |

**NOTE 11****ACCUMULATED DEPRECIATION**

|                                      | <b>AMOUNT (#)</b>    |
|--------------------------------------|----------------------|
| Land and Building                    | 22,573,472.00        |
| Plant and machinery                  | 3,854,004.80         |
| Office equipment & furniture fitting | 3,874,460.00         |
| Motor vehicle                        | ,886,562.40          |
| <b>Total</b>                         | <b>39,188,499.20</b> |

**NOTE 14****PAYABLES**

| <b>S/N</b> | <b>PARTICULARS</b>     | <b>AMOUNT (#)</b>     |
|------------|------------------------|-----------------------|
| 1          | ARREARS OF SALARIES    | 274,078,600.17        |
| 2          | ARREARS OF LEAVE BONUS | 92,247,695.36         |
|            | <b>TOTAL</b>           | <b>366,326,295.53</b> |

**NOTE 15**

PUBLIC FUND

**#60,000.00**



**NOTE 16**

|                                  |          |                                |
|----------------------------------|----------|--------------------------------|
| <b>BORROWING</b>                 | <b>#</b> |                                |
| TOTAL LIABILITY                  | =        | 1,887,389,188.80               |
| LESS PAYMENT                     | =        | <u>503,303,783.68</u>          |
| BALANCE                          | =        | <b>1,384,085,405.12</b>        |
| <b>LIABILITY PER LOCAL GOVT.</b> | =        | <u><b>1,384,085,405.12</b></u> |
|                                  |          | <b>16</b>                      |
|                                  | =        | <b>#86,505,337.82</b>          |

**NOTE 18 & 24****AID AND GRANT FOR THE YEAR 2020**

| <b>S/N</b> | <b>MONTH</b> | <b>AMOUNT (#)</b>    |
|------------|--------------|----------------------|
| 1          | JANUARY      |                      |
| 2          | FEBRUARY     | 8,000,000.00         |
| 3          | MARCH        |                      |
| 4          | APRIL        |                      |
| 5          | MAY          |                      |
| 6          | JUNE         |                      |
| 7          | JULY         | 7,848,102.05         |
| 8          | AUGUST       |                      |
| 9          | SEPTEMBER    |                      |
| 10         | OCTOBER      | 1,362,149.88         |
| 11         | NOVEMBER     |                      |
| 12         | DECEMBER     | 3,350,179.06         |
|            | <b>TOTAL</b> | <b>20,560,430.99</b> |

**NOTE 21****STATUTORY ALLOCATION**

| <b>S/N</b> | <b>MONTH</b> | <b>AMOUNT (#)</b>       |
|------------|--------------|-------------------------|
| 1          | JANUARY      | 36,318,641.60           |
| 2          | FEBRUARY     | 48,839,474.89           |
| 3          | MARCH        | 36,381,553.57           |
| 4          | APRIL        | 34,488,603.39           |
| 5          | MAY          | 36,390,473.28           |
| 6          | JUNE         | 21,495,687.06           |
| 7          | JULY         | 42,057,648.53           |
| 8          | AUGUST       | 36,448,157.64           |
| 9          | SEPTEMBER    | 24,194,983.06           |
| 10         | OCTOBER      | 36,898,146.93           |
| 11         | NOVEMBER     | 24,940,404.18           |
| 12         | DECEMBER     | 24,351,218.96           |
| 13         | OTHERS       | 788,893,697.74          |
|            | <b>TOTAL</b> | <b>1,191,698,690.83</b> |

**NOTE 22****IGR ANALYSIS OF TAX FOR YEAR 2020**

| <b>S/N</b> | <b>MONTH</b> | <b>AMOUNT (#)</b>   |
|------------|--------------|---------------------|
| 1          | JANUARY      | 137,480.00          |
| 2          | FEBRUARY     | 178,600.00          |
| 3          | MARCH        | 347,870.93          |
| 4          | APRIL        | 8,500.00            |
| 5          | MAY          | 93,000.00           |
| 6          | JUNE         | 140,830.00          |
| 7          | JULY         | 75,300.00           |
| 8          | AUGUST       | 80,300.00           |
| 9          | SEPTEMBER    | 22,500.00           |
| 10         | OCTOBER      | 23,800.00           |
| 11         | NOVEMBER     | 95,186.00           |
| 12         | DECEMBER     | 189,886.48          |
|            | <b>TOTAL</b> | <b>1,393,253.41</b> |

**NOTE 23****IGR ANALYSIS OF NON-TAX FOR YEAR 2020**

| <b>S/N</b> | <b>MONTH</b> | <b>AMOUNT (#)</b>   |
|------------|--------------|---------------------|
| 1          | JANUARY      | 392,500.00          |
| 2          | FEBRUARY     | 607,400.00          |
| 3          | MARCH        | 402,800.00          |
| 4          | APRIL        | 10,000.00           |
| 5          | MAY          | 97,270.93           |
| 6          | JUNE         | 573,860.00          |
| 7          | JULY         | 237,400.00          |
| 8          | AUGUST       | 941,452.55          |
| 9          | SEPTEMBER    | 657,500.00          |
| 10         | OCTOBER      | 810,500.00          |
| 11         | NOVEMBER     | 569,500.00          |
| 12         | DECEMBER     | 336,000.00          |
|            | <b>TOTAL</b> | <b>5,636,183.48</b> |

**NOTE 24****ANALYSIS OF AID & GRANT FOR YEAR 2020**

| <b>S/N</b> | <b>MONTH</b> | <b>AMOUNT (#)</b> |
|------------|--------------|-------------------|
| 1          | JANUARY      | -                 |
| 2          | FEBRUARY     | 8,000,000.00      |
| 3          | MARCH        | -                 |
| 4          | APRIL        | -                 |
| 5          | MAY          | -                 |
| 6          | JUNE         | -                 |
| 7          | JULY         | 7,848,102.05      |

|    |              |                      |
|----|--------------|----------------------|
| 8  | AUGUST       | -                    |
| 9  | SEPTEMBER    | -                    |
| 10 | OCTOBER      | 1,362,149.88         |
| 11 | NOVEMBER     | -                    |
| 12 | DECEMBER     | 3,350,179.06         |
|    | <b>TOTAL</b> | <b>20,560,430.99</b> |

#### NOTE 29

##### SUMMARY OF SALARIES ANALYSIS FOR JANUARY-DECEMBER 2020

| S/N | MONTH                                | AMOUNT (#)            |
|-----|--------------------------------------|-----------------------|
| 1   | STAFF SALARY                         | 271,297,249.15        |
| 2   | PALACE STAFF                         | 21,481,686.42         |
| 3   | MID-WIVES                            | 360,000.00            |
| 4   | POLITICAL OFFICE HOLDERS             | 40,218,054.77         |
| 5   | SPECIAL ADVISER                      | 6,688,535.74          |
| 6   | SPECIAL ADVISER/CHIEF OF STAFF       | 800,000.00            |
| 7   | ASSISTANCE INTERGOVERNMENTAL OFFICER | 1,267,500.00          |
| 8   | SA/SUPERVISORS ARREARS               | 1,642,131.00          |
|     | <b>TOTAL</b>                         | <b>343,755,157.08</b> |

#### NOTE 30

##### SUMMARY OF SOCIAL CONTRIBUTION FOR JANUARY TO DECEMBER, 2020

| S/N | MONTH        | AMOUNT (#)           |
|-----|--------------|----------------------|
| 1   | ELECTRICITY  | 2,850,773.25         |
| 2   | BUILDING     | 319,000.00           |
| 3   | ROAD         | 5,211,590.00         |
| 4   | WATER        | 900,000.00           |
| 5   | SECURITY     | 720,000.00           |
| 6   | OTHERS       | 3,763,000.00         |
|     | <b>TOTAL</b> | <b>13,764,363.25</b> |

#### NOTE 32

##### OVERHEAD FOR THE YEAR 2020

| S/N | DETAILS      | AMOUNT (#)           |
|-----|--------------|----------------------|
| 1   | JANUARY      | 4,949,486.39         |
| 2   | FEBRUARY     | 5,072,120.00         |
| 3   | MARCH        | 3,208,000.00         |
| 4   | APRIL        | 4,349,875.00         |
| 5   | MAY          | 4,507,250.00         |
| 6   | JUNE         | 4,480,000.00         |
| 7   | JULY         | 2,184,660.00         |
| 8   | AUGUST       | 5,504,200.00         |
| 9   | SEPTEMBER    | 5,004,950.00         |
| 10  | OCTOBER      | 4,325,400.00         |
| 11  | NOVEMBER     | 3,788,700.00         |
| 12  | DECEMBER     | 7,637,140.08         |
|     | <b>TOTAL</b> | <b>55,011,790.47</b> |

**NOTE 37****DEPRECIATION FOR THE YEAR**

| S/N | DETAILS                              | AMOUNT (#)           |
|-----|--------------------------------------|----------------------|
| 1   | LAND AND BUILDING                    | 10,799,211.17        |
| 2   | PLANT AND MACHINERY                  | 190,000.00           |
| 3   | OFFICE EQUIPMENT & FURNITURE FITTING | 1,510,847.39         |
| 4   | MOTOR VEHICLE                        | 4,772,337.30         |
|     | <b>TOTAL</b>                         | <b>17,272,395.86</b> |

**NOTE 38****SUMMARY OF STATUTORY ALLOCATION TRANSFER TO OTHER GOVERNMENT ENTITIES JAN-DEC. 2020**

| S/N | MONTH        | AMOUNT        | OTHER AMOUNT | TOTAL (#)             |
|-----|--------------|---------------|--------------|-----------------------|
| 1   | JANUARY      | 65,555,048.84 | 6,366,792.12 | 69,921,840.96         |
| 2   | FEBRUARY     | 63,272,044.96 | 6,366,792.12 | 69,638,837.08         |
| 3   | MARCH        | 57,101,602.21 | 6,366,792.12 | 63,468,394.33         |
| 4   | APRIL        | 61,965,847.45 | 6,366,792.11 | 68,332,639.56         |
| 5   | MAY          | 60,037,369.81 | 6,366,792.11 | 66,404,161.92         |
| 6   | JUNE         | 60,891,608.45 | 6,366,792.11 | 67,258,400.56         |
| 7   | JULY         | 61,626,198.88 | 6,366,787.11 | 67,992,985.99         |
| 8   | AUGUST       | 61,626,198.88 | 6,366,792.12 | 67,992,991.99         |
| 9   | SEPTEMBER    | 52,749,065.88 | 6,366,792.12 | 59,115,858.99         |
| 10  | OCTOBER      | 60,137,275.41 | 6,366,792.12 | 66,504,068.52         |
| 11  | NOVEMBER     | 52,991,597.20 | 6,366,792.12 | 59,383,390.31         |
| 12  | DECEMBER     | 53,683,334.98 | 6,366,792.12 | 60,050,128.09         |
|     | <b>TOTAL</b> |               |              | <b>788,038,698.30</b> |

**NOTE 58****PURCHASE OF PPE**

|                          |   |                      |
|--------------------------|---|----------------------|
| NEIGHBOURHOOD MARKET     | = | 19,198,281.11        |
| WOMEN DEVELOPMENT CENTRE | = | <u>1,362,149.88</u>  |
|                          |   | <b>20,560,430.99</b> |

**NOTE 66****REPAYMENT OF BORROWING**

|                                |   |                       |
|--------------------------------|---|-----------------------|
| TOTAL REPAYMENT                | = | 12X7,864,121.62       |
|                                | = | <b>94,369,459.44e</b> |
| REPAYMENT PER LOCAL GOVERNMENT |   | <u>94,369,459.44</u>  |

16

= **5,898,091.22**

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**REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL**

**GOVERNMENTS**

**ON THE**

**ACCOUNTS OF OYE LOCAL GOVERNMENT,**

**OYE-EKITI**

**FOR THE YEAR ENDED**

**31ST DECEMBER, 2020.**

## AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Oye Local Government as at 31<sup>st</sup> December, 2020 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. The audit was conducted in compliance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31<sup>st</sup> December, 2020 subject to the observations in this report.



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE  
ACCOUNTS OF OYE LOCAL GOVERNMENT, OYE-EKITI FOR THE YEAR ENDED  
31<sup>ST</sup> DECEMBER, 2020.**

The General Purpose Financial Statements of Oye Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively and section 26(2) of Ekiti State Audit Law, 2014 and section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

**2. STATEMENT OF FINANCIAL RESPONSIBILITY**

It is the responsibility of Director of Finance of Oye Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

**3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL**

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

**4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)**

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

## **5. BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

## **6. OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31<sup>st</sup> December, 2020 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31<sup>st</sup> December, 2020 subject to the observations and comments in the other parts of this report.

## **7. BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimate and Actual Performance for the year ended 31<sup>st</sup> December, 2020 was prepared and presented in compliance with IPSAS accrued, showed the following shortcomings:

- i. The estimate made for Revenue in the 2020 budget recorded a low performance. An estimate was made for N1,826,875,000.00, while actual Revenue recorded stood at N1,359,462,076.80. This is about 74.41% performance. Equally, the IGR of N12,176,279.50 represents only 0.90% of



the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of N1,641,199,999.40 only was budgeted for expenditure but only N1,365,624,329.04 was actually incurred, resulting to saving of N275,575,670.36 for the period.

## **8. REVENUE ACCOUNT**

A total sum of N1,359,462,076.80 was earned as total Revenue as at 31<sup>st</sup> December, 2020 out of which only 0.90% (N12,176,279.59) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a deficit of 2.28% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2020.

## **9. AUTHORITY FOR EXPENDITURE**

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10, of this report.

#### 10. **EXPENDITURE CONTRARY TO LAW:**

The following expenditure appears to be contrary to Law.

| S/N | QUERY NO            | SUBJECT                                      | AMOUNT ₦             |
|-----|---------------------|--|----------------------|
| 1   | AUD/OYLG/AQ/01/2020 | Expenditure contrary to financial regulation | 841,000.00           |
| 2   | AUD/OYLG/AQ/02/2020 | Unretired/unreceipted expenditure            | 703,200.00           |
| 3   | AUD/OYLG/AQ/03/2020 | Items not taken on ledger charges            | 1,982,500.00         |
| 4   | AUD/OYLG/AQ/04/2020 | Unaudited expenditure                        | 270,000.00           |
| 5   | AUD/OYLG/AQ/05/2020 | Unvouched expenditure                        | 4,466,000.00         |
| 6   | AUD/OYLG/AQ/06/2020 | Unretired security vote                      | 8,500,000.00         |
|     | <b>TOTAL</b>        |  | <b>16,762,700.00</b> |

#### 11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

#### 12. **DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

#### 13. **STATE OF ACCOUNT**

The Accounts of Oye Local Government have been examined up to 31<sup>st</sup> December, 2020 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Oye Local Government, Oye-Ekiti. Particular attention is required to the followings:

- (i) Internal control and Internal check
- (ii) Attendance to Audit queries
- (iii) Unproduced Revenue Earning Receipts
- (iv) Expenditure Contrary to Regulation

- (v) Fixed Asset Register
- (vi) Outstanding Audit Queries and other related matters.

#### **14. OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

The following matters remained outstanding from my previous report

- (a) Loss of Fund Involving Mr. Victor Osanlusi and Mr. Gabriel (2015) 1,111,000.00
- (b) Non-Salary Related Expenditure from salary account (2015) 458,950.00

#### **(c) AUDIT QUERIES 2019**

| <b>S/N</b> | <b>QUERY NO</b>     | <b>SUBJECT</b>          | <b>AMOUNT ₦</b>      |
|------------|---------------------|-------------------------|----------------------|
| 1          | AUD/OYLG/AQ/04/2019 | Unretired security vote | 13,000,000.00        |
| 2          | AUD/OYLG/AQ/08/2019 | Unvouched expenditure   | 7,000,000.00         |
|            | <b>TOTAL</b>        |                         | <b>20,000,000.00</b> |



18/06/2021

**A.K. Fasakin, CNA, CFIP.**  
**Auditor-General for Local Governments,**  
**Ekiti State.**  
**FRC/2014/ANAN/00000010278**

## **RESPONSIBILITY FOR FINACIAL STATEMENTS**

The Financial Statements have been prepared by the Director of Finance Oye Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Oye Local Government as at the year ended 31<sup>st</sup> December, 2020.



**Hon. Ojo James F,  
Executive Chairman.**



**Mr. Ayodele S.O.  
Director of Finance.**

## **STATEMENT OF ACCOUNTING POLICIES (IPSAS 1)**

### **(i) BASIS OF PREPARATION/STATEMENT OF COMPLIANCE**

The General Purpose Financial Statements have been prepared in accordance with IPSAS Accrual Accounting basis that recognizes transactions and as events occurred whether expenses are paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

### **(2) BASIS OF MEASUREMENT**

These General Purpose Financial Statements have been prepared under the historical cost convention.

### **(3) REPORTING CURRENCY**

The General Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

### **(4) COMPARATIVE INFORMATION**

The Financial statements presented contained the last year figures for ease of comparison.

### **(5) BUDGET INFORMATION**

The Annual Budget was prepared in compliance with IPSAS Accrual Basis. All planned cost and incomes were presented in a single statement to determine the needs of the Local Government Council.

### **(6) GOING CONCERN**

The General Purpose Financial Statements have been prepared on a going concern basis.

### **(7) REVENUE**

Revenue from non-exchange transactions such as fees, taxes, and fines are recognized when the events occurred and the assets recognition criteria are met.

### **(8) EXPENSES.**

All expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payment were made.

(9). **STATEMENT OF CASH FLOW.**

The statement of Cash Flow was prepared using direct method in accordance with the format provided in the GPFS.

(10) **CASH AND CASH EQUIVALENT**

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of three (3) months or less, and are reported under Current Assets in the Statement of Financial Position.

(11) **RECEIVABLES.**

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract.

(12) **INVENTORIES.**

Inventories are valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method.

(13) **PROPERTY, PLANT & EQUIPMENT (PPE)**

- i. All PPE are stated at historical cost less accumulated depreciation.
- ii. Historical cost included expenditure that were directly attributable to the acquisition of the items.

(14) **INVESTMENT PROPERTY**

These were cost generating property owned by the Local Government and were treated the Same with PPE.

(15) **DEPRECIATION**

Depreciation on PPE and investment property were charged on a straight line basis over their expected useful lives less estimated residual value using the appropriate rates.

(16) **PAYABLES.**

Payables are recognized at fair value.

(17) **BORROWINGS.**

Borrowings are recognized initially at fair value, net of transaction cost incurred.

(18) **TRANSFER TO OTHER GOVERNMENT ENTITIES**

Transfer to other Government entities were not exchange items and were recognized as expenses in the Statement of Financial Performance.

**OYE LOCAL GOVERNMENT, OYE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020**

| <b>2019</b>           | <b>DETAILS</b>                           | <b>NOTES</b> | <b>2020</b>           |                       |
|-----------------------|--|--------------|-----------------------|-----------------------|
| <b>N</b>              | <b>Represented By:</b>                   |              | <b>N</b>              | <b>₦</b>              |
|                       | <b>ASSETS</b>                            |              |                       |                       |
|                       | <b>Current Assets</b>                    |              |                       |                       |
| 14,758,385.78         | Cash and Cash Equivalents                | 1            | 8,596,133.54          |                       |
| 2,075,850.00          | Inventories                              | 2            | 2,632,500.00          |                       |
| -                     | WIP                                      | 3            |                       |                       |
| 375,427,936.72        | Receivables                              | 4            | 389,783,551.38        |                       |
|                       | Prepayments                              | 5            |                       |                       |
| <b>392,262,172.50</b> | <b>Total Current Assets</b>              |              |                       | <b>401,012,184.92</b> |
|                       | <b>Non-Current Assets</b>                |              |                       |                       |
| -                     | Loans Granted                            | 6            |                       |                       |
| -                     | Investments                              | 7            |                       |                       |
| 463,344,145.05        | Fixed Assets-Property, Plant & Equipment | 8            | 468,420,447.31        |                       |
| -                     | Investment Property                      | 9            |                       |                       |
| -                     | Biological Assets                        | 10           | 2,248,500.00          |                       |
| <b>463,344,145.05</b> | <b>Total Non-Current Assets</b>          |              |                       | <b>470,668,947.31</b> |
| <b>855,606,317.55</b> | <b>Total Assets</b>                      |              |                       | <b>871,681,132.23</b> |
|                       | <b>LIABILITIES</b>                       |              |                       |                       |
|                       | <b>Current Liabilities</b>               |              |                       |                       |
| -                     | Accumulated Depreciation                 | 11           | 17,423,268.95         |                       |
| -                     | Loans & Debts(Short-Term)                | 12           |                       |                       |
| -                     | Unremitted Deductions                    | 13           |                       |                       |
| 376,342,952.72        | Payables                                 | 14           | 422,982,302.95        |                       |
| <b>376,342,952.72</b> | <b>Total Current Liabilities</b>         |              | <b>440,405,571.90</b> |                       |
| -                     | <b>Non-Current Liabilities</b>           |              |                       |                       |
| -                     | Public Funds                             | 15           |                       |                       |
| -                     | Borrowings                               | 16           | 86,505,337.82         |                       |
| -                     | <b>Total Non-Current Liabilities</b>     |              | <b>86,505,337.82</b>  |                       |
| <b>376,342,952.72</b> | <b>Total Liabilities</b>                 |              |                       | <b>526,910,909.72</b> |
| <b>479,263,364.83</b> | <b>Net Asset/Equity</b>                  |              |                       | <b>344,770,222.51</b> |
|                       | <b>Financed By:</b>                      |              |                       |                       |
| 400,925,447.59        | Reserves                                 | 17           |                       | 261,620,164.12        |
| -                     | Capital Grant                            | 18           |                       |                       |
| -                     | Net Surplus/(Deficits)                   | 19           |                       |                       |
| 78,337,917.24         | Accumulated Surplus/(Deficits)           | 20           |                       | 83,150,058.39         |
| <b>479,263,364.83</b> | <b>Total Net Assets/Equity</b>           |              |                       | <b>344,770,222.51</b> |



**OYE LOCAL GOVERNMENT, OYE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| <b>2019</b>             | <b>DETAILS</b>  | <b>NOTES</b> | <b>Actual 2020</b>      |
|-------------------------|---|--------------|-------------------------|
| <b>N</b>                | <b>REVENUE</b>  |              | <b>N</b>                |
| 1,246,843,072.82        | Government Share of FAAC (Statutory Revenue)                      | 21           | 1,347,285,797.30        |
| 2,165,900.00            | Tax Revenue   | 22           | 3,216,629.50            |
| 10,294,180.00           | Non-Tax Revenue   | 23           | 8,959,650.00            |
| 103,599,489.18          | Aid & Grants  | 24           |                         |
| -                       | Investment Income   | 25           |                         |
| -                       | Expenditure Recovery  | 26           |                         |
| -                       | Other Capital Receipts  | 27           |                         |
| -                       | Debt Forgiveness  | 28           |                         |
| <b>1,362,902,642.00</b> | <b>Total Revenue</b>  |              | <b>1,359,462,076.80</b> |
|                         | <b>EXPENDITURE</b>  |              |                         |
| 559,986,635.13          | Salaries & Wages  | 29           | 464,346,316.00          |
| 94,653,489.18           | Social Contribution   | 30           | 960,000.00              |
| -                       | Social Benefit  | 31           | 1,395,553.50            |
| 86,156,100.00           | Overhead Cost   | 32           | 61,630,470.00           |
| -                       | Gratuity  | 33           |                         |
| -                       | Pension Allowance   | 34           |                         |
| -                       | Stationeries  | 35           |                         |
| -                       | Impairment Charges  | 36           |                         |
| 17,423,268.95           | Depreciation Charges  | 37           | 17,778,784.60           |
| 601,199,358.23          | Transfer to other Government Entities                             | 38           | 808,538,811.55          |
| -                       | Public Debt Charges   | 39           |                         |
| -                       | Allowance(Leave Bonus)  | 40           |                         |
| <b>1,359,418,851.49</b> | <b>Total Expenditure</b>  |              | <b>1,354,649,935.65</b> |
| <b>3,483,790.51</b>     | <b>Surplus/(Deficit) from Operating Activities for the Period</b> |              | <b>4,812,141.15</b>     |
|                         | <b>Total Non-Operating Revenue/(Expenses)</b>                     |              |                         |
| -                       | <b>Non-Operating Activities</b>                                   |              |                         |
| -                       | Gain/Loss on Disposal of Asset                                    | 41           |                         |
| -                       | Refunded Revenue  | 42           |                         |
| -                       | Revaluation Gain  | 43           |                         |
| <b>3,483,790.51</b>     | <b>Net Surplus/(Deficit) from Ordinary Activities</b>             |              |                         |
|                         | <b>Surplus/(Deficit) from Ordinary Activities</b>                 |              |                         |
| -                       | Purchases/Construction of Assets                                  | 44           |                         |
|                         | Minority Interest Share of Surplus/(Deficits)                     | 45           |                         |
| <b>3,483,790.51</b>     | <b>Net surplus (Deficit) 31/12/2019</b>                           |              | <b>4,812,141.15</b>     |

**OYE LOCAL GOVERNMENT, OYE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| 2019                    | DETAILS  | NOTES | 2020                    |                         |
|-------------------------|--|-------|-------------------------|-------------------------|
|                         |  |       | N                       | N                       |
|                         | <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>         |       |                         |                         |
|                         | <b><u>Inflows</u></b>                                      |       |                         |                         |
| 1,246,843,072.82        | Government Share of FAAC (Statutory Revenue)               | 21    | 1,347,285,797.30        |                         |
| 2,165,900.00            | Tax Revenue  | 22    | 3,216,629.50            |                         |
| 10,294,180.00           | Non-Tax Revenue  | 23    | 8,959,650.00            |                         |
| 103,599,489.18          | Aid & Grants   | 24    |                         |                         |
| -                       | Investment Income  | 25    |                         |                         |
| -                       | Expenditure Recovery                                       | 26    |                         |                         |
| -                       | Other Capital Receipts                                     | 27    |                         |                         |
| -                       | Debt Forgiveness   | 28    |                         |                         |
| <b>1,362,902,642.00</b> | <b>Total inflow from operating Activities</b>              |       | <b>1,359,462,076.80</b> | <b>1,359,462,076.80</b> |
|                         | <b><u>Outflows</u></b>                                     |       |                         |                         |
| 559,986,635.13          | Salaries & Wages   | 29    | 464,346,316.00          |                         |
| 94,653,489.18           | Social Contributions                                       | 30    | 960,000.00              |                         |
| -                       | Social Benefit   | 31    | 1,395,553.50            |                         |
| 86,156,100.00           | Overheads Cost   | 32    | 61,630,470.00           |                         |
|                         | Gratuity   | 33    |                         |                         |
| -                       | Pension Allowance  | 34    |                         |                         |
| 601,199,358.23          | Transfer to other Government Entities                      | 38    | 808,538,811.55          |                         |
| -                       | Allowance  | 40    |                         |                         |
| -                       | Deductions   | 49    |                         |                         |
| -                       | Refund   | 50    |                         |                         |
| -                       | Inventory  | 51    |                         |                         |
| -                       | Loan   | 52    |                         |                         |
| -                       |  |       |                         |                         |
| <b>1,341,995,582.54</b> | <b>Total Outflow from Operating Activities</b>             |       |                         | <b>1,336,871,151.05</b> |
| <b>20,907,059.46</b>    | <b>Net Cash Inflow/(outflow) from Operating Activities</b> |       |                         | <b>22,590,925.75</b>    |
|                         |  |       |                         |                         |
|                         | <b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>          |       |                         |                         |
| -                       | Proceeds from Sale of PPE                                  | 53    |                         |                         |
| -                       | Proceeds from Sale of Investment Property                  | 54    |                         |                         |
| -                       | Proceeds from Sales of Intangible Assets                   | 55    |                         |                         |

|                      |   |          |                      |                       |
|----------------------|---|----------|----------------------|-----------------------|
| -                    | Proceeds from Sale of Investment                  | 56       |                      |                       |
| -                    | Dividends Received                                | 57       |                      |                       |
| -                    | <b>Total Inflow</b>                               |          |                      |                       |
| -                    | <b>Outflows</b>                                   |          |                      |                       |
| <b>8,946,000.00</b>  | Purchase/ Construction of PPE                     | 58       | <b>22,855,086.77</b> |                       |
| -                    | Purchase/ Construction OF Investment Property     | 59       |                      |                       |
| -                    | Investment in Private Companies                   | 60       |                      |                       |
| -                    | Loan Granted                                      | 61       |                      |                       |
| -                    | Purchase of Intangible Assets                     | 62       |                      |                       |
| -                    | Acquisition of Investment                         | 63       |                      |                       |
| <b>-8,946,000.00</b> | <b>Total Outflow</b>                              |          | <b>22,855,086.77</b> |                       |
| <b>-8,946,000.00</b> | <b>Net Cash Flow from Investing Activities</b>    |          |                      | <b>-22,855,086.77</b> |
|                      | <b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b> |          |                      |                       |
| -                    | Capital Grant Received                            | 64       |                      |                       |
| -                    | Proceeds from Borrowings                          | 65       |                      |                       |
| -                    | <b>Total Inflow</b>                               |          |                      |                       |
| -                    | <b>Outflows</b>                                   |          |                      |                       |
| -                    | Repayment of Borrowings                           | 66       | 5,898,091.22         |                       |
| -                    | Distribution of Surplus/Dividends Paid            | 67       |                      |                       |
| -                    | <b>Total Outflow</b>                              |          | <b>5,898,091.22</b>  |                       |
|                      | <b>Net Cash Flow from Financing Activities</b>    |          |                      | <b>-5,898,091.22</b>  |
| <b>11,961,059.46</b> | <b>Net Cash Flow from all Activities</b>          |          |                      | <b>-6,161,252.24</b>  |
| <b>2,797,326.32</b>  | Cash and Its Equivalent as at 01/01/2020          |          |                      | <b>14,758,385.78</b>  |
| <b>14,758,385.78</b> | <b>Cash and Its Equivalent as at 31/12/2020</b>   | <b>1</b> |                      | <b>8,596,133.54</b>   |

**OYE LOCAL GOVERNMENT, OYE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST**  
**DECEMBER, 2020**

| <b>2019</b>             |  | <b>Notes</b> | <b>Actual 2020</b>      | <b>Final Budget 2020</b> | <b>Variance on Final Budget</b> |
|-------------------------|--|--------------|-------------------------|--------------------------|---------------------------------|
| <b>₦</b>                |  |              | <b>₦</b>                | <b>₦</b>                 | <b>₦</b>                        |
|                         |  |              |                         |                          |                                 |
|                         | <b><u>REVENUE</u></b>                        |              |                         |                          |                                 |
| 1,246,843,072.82        | Government Share of FAAC (Statutory Revenue) | 21           | 1,347,285,797.30        | 1,820,000,000.00         | -25.97                          |
| 2,165,900.00            | Tax Revenue                                  | 22           | 3,216,629.50            | 1,900,000.00             | 69.30                           |
| 10,294,180.00           | Non-Tax Revenue                              | 23           | 8,959,650.00            | 4,975,000.00             | 80.09                           |
| 103,599,489.18          | Aid & Grants                                 | 24           |                         |                          |                                 |
| -                       | Investment Income                            | 25           |                         |                          |                                 |
| -                       | Expenditure Recovery                         | 26           |                         |                          |                                 |
| -                       | Other Capital Receipts                       | 27           |                         |                          |                                 |
| -                       | Debt Forgiveness                             | 28           |                         |                          |                                 |
| <b>1,362,902,642.00</b> | <b>Total Revenue</b>                         |              | <b>1,359,462,076.80</b> | <b>1,826,875,000.00</b>  | <b>123.42</b>                   |
|                         | <b><u>EXPENDITURE</u></b>                    |              |                         |                          |                                 |
| 559,986,635.13          | Salaries & Wages                             | 29           | 464,346,316.00          | 597,011,792.65           | 22.22                           |
| 94,653,489.18           | Social Contribution                          | 30           | 960,000.00              | -                        | -100.00                         |
|                         | Social Benefit                               | 31           | 1,395,553.50            | 100,000,000.00           | 98.60                           |
| 86,156,100.00           | Overhead Cost                                | 32           | 61,630,470.00           | 80,000,000.00            | 22.96                           |
| -                       | Gratuity                                     | 33           |                         |                          |                                 |
| -                       | Pension Allowance                            | 34           |                         |                          |                                 |
| -                       | Stationeries                                 | 35           |                         |                          |                                 |
| -                       | Impairment Charges                           | 36           |                         |                          |                                 |
| 601,199,358.23          | Transfer to other Government Entities        | 38           | 808,538,811.55          | 864,188,206.75           | 6.44                            |
| -                       | Public Debt Charges                          | 39           |                         |                          |                                 |
| -                       | Allowance(Leave Bonus)                       | 40           |                         |                          |                                 |
| 8,946,000.00            | Purchase of Assets                           | 58           | 22,855,086.77           |                          | -100.00                         |
| -                       | <b>Acquisition of Investment</b>             | <b>63</b>    | <b>-</b>                | <b>-</b>                 | <b>-</b>                        |
| -                       | <b>Repayment of Borrowing</b>                | <b>66</b>    | <b>5,898,091.22</b>     | <b>-</b>                 | <b>-100.00</b>                  |
| <b>1,350,941,582.54</b> | <b>Total Expenditure</b>                     |              | <b>1,365,624,329.04</b> | <b>1,641,199,999.40</b>  | <b>-149.77</b>                  |
| <b>11,961,059.46</b>    | <b>Net Surplus/(Deficit)</b>                 |              | <b>-6,162,252.24</b>    | <b>185,675,000.60</b>    | <b>273.19</b>                   |
|                         |  |              |                         |                          |                                 |

**OYE LOCAL GOVERNMENT, OYE-EKITI, EKITI STATE, NIGERIA**  
**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2020**

| <b>S/N</b> | <b>NARRATION</b>           | <b>ACCUMULATED<br/>SURPLUS/<br/>DEFICIT</b> | <b>RESERVE</b>        | <b>CAPITAL GRANT<br/>(N)</b> | <b>TOTAL (N)</b>      |
|------------|----------------------------|---|-----------------------|------------------------------|-----------------------|
| 1          | Opening Balance (1/1/2020) | <b>78,337,917.24</b>                        | <b>400,925,447.59</b> | -                            | <b>479,263,364.83</b> |
| 2          | Surplus for the period     | 4,812,141.15                                |                       |                              | 4,812,141.15          |
| 3          | Adjustment for the period  |   | -139,305,283.47       |                              | -139,305,283.47       |
|            | Closing Balance            | <b>83,150,058.39</b>                        | <b>261,620,164.12</b> |                              | <b>344,770,222.51</b> |

**NOTE 1****CASH AND CASH EQUIVALENT FOR THE YEAR 2020**

| S/N | BANK               | ACCOUNT NAME            | ACCOUNT NO | AMOUNT (#)          |
|-----|--------------------|-------------------------|------------|---------------------|
| 1   | STERLING BANK      | SALARY ACCOUNT          | 0064948462 | 2,519,375.16        |
| 2   | STERLING BANK      | INTERNAL CAPITAL        | 0064946365 | 1,345.39            |
| 3   | STERLING BANK      | RECURRENT (MAIN)        | 0064948417 | -                   |
| 4   | KEYSTONE BANK      | CAPITAL ACCOUNT         | 1001168560 | 381,526.31          |
| 5   | UBA                | IGR                     | 1020261329 | 194,485.88          |
| 6   | UBA                | CAPITAL PROJECT ACCOUNT | 1012595537 | 240,028.46          |
| 7   | ZENITH             | RUNNING COST ACCOUNT    | 1016252184 | 4,880,298.80        |
| 8   | ZENITH             | SUSTAINABLE DEVELOPMENT | 1013036954 | 124,147.75          |
| 9   | OMIYE MICROFINANCE | IGR (MAIN)              | 1100024645 | 107,871.70          |
| 10  | OMIYE MICROFINANCE | IGR (SECRETARIAT)       | 1100033135 | 147,044.09          |
|     | <b>TOTAL</b>       |                         |            | <b>8,596,133.54</b> |

**NOTE 2****SUMMARY OF STOCK BALANCE**

|                         | AMOUNT (#)                 |
|-------------------------|----------------------------|
| A. PRINTING ITEMS       | 1,884,700.00               |
| B. REVENUE RECEIPTS     | 685,300.00                 |
| C. TOOLS AND IMPLEMENTS | 62,500.00                  |
| <b>TOTAL</b>            | <b><u>1,632,500.00</u></b> |

**NOTE 4****RECEIVABLES**

| S/N | DETAILS                                     | AMOUNT (#)            |
|-----|---|-----------------------|
| 1   | 10% INTERNALLY GENERATED REVENUE FROM STATE | 376,075,466.07        |
| 2   | IGR DEMAND NOTICE                           | 2,500,000.00          |
| 3   | SUNDRY RECEIVABLES                          | 11,208,085.31         |
|     | <b>TOTAL</b>                                | <b>389,783,551.38</b> |

**PROPERTY PLANT AND EQUIPMENT AND DEPRECIATION NOTES 8, 11 AND 37**

| ITEMS                         | LAND & BUILDING       | PLANT & MACHINERY   | MOTOR VEHICLE        | OFFICE EQUIPMENT     | FITTINGS            | MOTOR CYCLE      | TOTAL                 |
|-------------------------------|-----------------------|---------------------|----------------------|----------------------|---------------------|------------------|-----------------------|
| OPENING NET BOOK VALUE        | 427,794,010.00        | 1,010,000.00        | 25,872,800.00        | 6,016,669.60         | 2,614,665.45        | 36,000.00        | 463,344,145.05        |
| NEWLY ACQUAIED                | 11,805,018.27         | -                   | -                    | 7,000,000.00         | 4,050,068.50        | -                | 22,855,086.77         |
| <b>TOTAL ASSET</b>            | <b>439,599,028.27</b> | <b>1,010,000.00</b> | <b>25,872,800.00</b> | <b>13,016,669.60</b> | <b>6,664,733.95</b> | <b>36,000.00</b> | <b>486,199,231.82</b> |
| DERPRECIATION RATE            | 2%                    | 20%                 | 20%                  | 20%                  | 15%                 | 20%              | 0.97%                 |
| ACCUMULATED DEPR.             | 8,730,490.00          | 250,000.00          | 6,468,200.00         | 1,504,167.40         | 461,411.55          | 9,000.00         | 17,423,268.95         |
| DEPRECIATION FOR THE YEAR     | 8,791,980.57          | 202,000.00          | 5,174,560.00         | 2,603,333.94         | 999,710.09          | 7,200.00         | 17,778,784.60         |
| <b>NET BOOK VALUE @ CLOSE</b> | <b>430,807,047.70</b> | <b>808,000.00</b>   | <b>20,698,240.00</b> | <b>10,413,335.75</b> | <b>5,665,023.86</b> | <b>28,800.00</b> | <b>468,420,447.31</b> |

**NOTE 10****BIOLOGICAL ASSET**

TEAK PLANTATIN

1,499 MATURED TREES @ 1,500 = 2,248,500.00

**NOTE 11****ACCUMULATED DEPRECIATION**

|                      |                      |
|----------------------|----------------------|
| LAND AND BUILDING    | 8,730,490.00         |
| PLANCE AND MACHINERY | 250,000.00           |
| MOTOR VEHICLES       | 6,468,200.00         |
| OFFICE EQUIPMENT     | 1,504,167.40         |
| FITTINGS             | 461,411.55           |
| MOTOR CYCLE          | 9,000.00             |
| <b>TOTAL</b>         | <b>17,423,268.95</b> |

**NOTE 14****PAYABLE**

| <b>S/N</b> | <b>DETAILS</b>                 | <b>AMOUNT (#)</b>     |
|------------|--------------------------------|-----------------------|
| 1          | SALARY ARREAR                  | 247,799,879.16        |
| 2          | ARREARS OF PALACE STAFF SALARY | 11,819,799.49         |
| 3          | DECEMBER SALARY DEDUCTION      | 12,166,508.50         |
| 4          | STAFF LEAVE BONUS              | 113,093,075.00        |
| 5          | PALACE STAFF LEAVE BONUS       | 4,214,714.31          |
| 6          | PENSION ARREAR                 | 28,463,312.49         |
| 7          | CAPITAL FUND                   | 2,157,514.00          |
| 8          | STAFF CLAIMS                   | 3,257,500.00          |
|            | <b>TOTAL</b>                   | <b>422,982,302.95</b> |

**NOTE 16****BORROWINGS (NON CURRENT LIABILITY)**

Total Liability 1,887,389,188.80

Repayment up to date 503,303,783.68Total Balance **1,384,085,405.12****Liability per Local Government 1,384,085,405.12/16****= 86,505,337.82**

**NOTE 21****STATUTORY REVNEUE: JANUARY – DECEMBER, 2020**

| <b>S/N</b> | <b>MONTH</b> | <b>AMOUNT (#)</b>       | <b>AMOUNT (#)</b>    | <b>AMOUNT (#)</b>       |
|------------|--------------|-------------------------|----------------------|-------------------------|
| 1          | JANUARY      | 117,036,953.32          | -                    | 117,036,953.32          |
| 2          | FEBRUARY     | 117,428,852.76          | -                    | 117,428,852.76          |
| 3          | MARCH        | 106,036,626.92          | -                    | 106,036,626.92          |
| 4          | APRIL        | 112,865,215.76          | -                    | 112,865,215.76          |
| 5          | MAY          | 110,339,528.78          | -                    | 110,339,528.78          |
| 6          | JUNE         | 101,840,665.40          | -                    | 101,840,665.40          |
| 7          | JULY         | 102,992,826.32          | 5,375,000.00         | 108,367,826.32          |
| 8          | AUGUST       | 106,166,426.66          | -                    | 106,166,426.66          |
| 9          | SEPTEMBER    | 107,178,062.55          | -                    | 107,178,062.55          |
| 10         | OCTOBER      | 114,906,231.19          | -                    | 114,906,231.19          |
| 11         | NOVEMBER     | 91,176,341.50           | 63,709,106.62        | 155,814,886.24          |
| 12         | DECEMBER     | 90,233,959.52           | -                    | 90,233,959.52           |
|            | <b>TOTAL</b> | <b>1,278,201,690.68</b> | <b>70,013,544.74</b> | <b>1,347,285,797.30</b> |

**NOTE 22****TAX REVENUE (2020)**

|                  | <b>AMOUNT (#)</b>          |
|------------------|----------------------------|
| FLAT RATE        | 247,400.00                 |
| DEVELOPMENT LEVY | 979,578.17                 |
| LOCAL GOVERNMENT | <u>1,989,651.33</u>        |
| <b>TOTAL</b>     | <b><u>3,216,629.50</u></b> |



**NOTE 23****NON TAX REVENUE 2020**

| S/N | DETAILS                  | AMOUNT (#)          |
|-----|--------------------------|---------------------|
| 1   | IDEFICATION              | 2,352,000.00        |
| 2   | MARRIAGE NOTIFICATION    | 1,830,000.00        |
| 3   | BIRTH CERTIFICATE        | 294,000.00          |
| 4   | NACKEY/GRR               | 478,500.00          |
| 5   | TENEMENT RATE            | 1,547,000.00        |
| 6   | RENT ON HALL             | 580,000.00          |
| 7   | LIQUIOR                  | 71,700.00           |
| 8   | MARKET/SQUARTTER         | 1,525,950.00        |
| 9   | NAMING OF STREET         | -                   |
| 10  | REGISTRATION OF CLUB     | 70,000.00           |
| 11  | SELLING OF PROPERTY      | -                   |
| 12  | ATTESTATION              | 51,000.00           |
| 13  | PLAM SEEDLINGS           | 147,500.00          |
| 14  | HIRING OF TRACTOR RIDGER | 12,000.00           |
|     | <b>TOTAL</b>             | <b>8,959,650.00</b> |

**NOTE 29****SALARY AND WAGES**

| MONTH        | STAFF SALARY          | PALACE STAFF SALARY  | MID WIVES         | POLITICAL OFFICE HOLDER | EX-POLITICAL OFFICE HOLDERS FURNITURE ALLOWANCE | LOCAL GOVT. NIBSS | TOTAL                 |
|--------------|-----------------------|----------------------|-------------------|-------------------------|---|-------------------|-----------------------|
| JAN.         | 33,246,278.41         | 1,971,628.88         | 60,000.00         | 2,527,679.25            | 767,955.39                                      |                   | 38,573,542.93         |
| FEB.         | 32,955,398.91         | 1,971,628.88         |                   | 4,347,182.42            | 767,955.39                                      |                   | 40,042,166.60         |
| MAR          | 32,763,864.90         | 1,971,628.88         | 60,000.00         | 4,767,182.42            | 767,955.39                                      |                   | 40,330,632.59         |
| APRL         | 33,145,799.44         | 1,971,628.88         | 60,000.00         | 2,243,591.21            | 767,955.39                                      |                   | 38,188,975.92         |
| MAY          | 32,801,919.13         | 1,971,628.88         | 60,000.00         | 2,341,091.21            | 767,955.39                                      |                   | 37,942,595.61         |
| JUNE         | 32,264,413.11         | 1,971,628.88         | 60,000.00         | 2,341,091.21            | 767,955.39                                      | 90,150.00         | 37,495,239.59         |
| JULY         | 31,311,643.00         | 1,971,628.88         | 60,000.00         | 2,457,569.43            | 767,955.39                                      | 89,550.00         | 36,658,347.70         |
| AUG.         | 32,387,319.50         | 2,171,629.88         | 60,000.00         | 4,915,138.85            | 767,955.39                                      | 87,900.00         | 40,389,943.62         |
| September    | 33,580,642.73         | 2,171,629.88         | 60,000.00         | 5,315,138.85            |   | 88,650.00         | 41,216,061.46         |
| OCT.         | 32,738,588.30         | 2,001,629.88         | 60,000.00         | 6,757,270.77            |   | 88,800.00         | 41,646,288.95         |
| NOV.         | 33,282,797.00         | 2,001,629.88         | 60,000.00         | 7,794,406.72            |   | 88,200.00         | 43,227,033.60         |
| DEC.         | 18,635,450.83         | 2,001,629.88         | 120,000.00        | 7,794,406.72            |   | 84,000.00         | 28,635,487.43         |
| <b>TOTAL</b> | <b>379,114,115.26</b> | <b>24,149,558.56</b> | <b>720,000.00</b> | <b>53,601,749.06</b>    | <b>6,143,643.12</b>                             | <b>617,250.00</b> | <b>464,346,316.00</b> |

**NOTE 30****SOCIAL CONTRIBUTION**

Assistance to staff and principal officers during social engagement 960,000.00

**NOTE 31****SOCIAL BENEFITS**

Greetings/advertisement on birthday 95,553.50  
 Gifts during Salah Celebrations 300,000.00  
 Gifts during Chrisman Celebrations 1,000,000.00  
**1,395,553.50**

**NOTE 32****OVERHEAD COST FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2020**

| <b>MONTH</b> | <b>AMOUNT (#)</b>    |
|--------------|----------------------|
| JANUARY      | 6,062,000.00         |
| FEBRUARY     | 5,909,500.00         |
| MARCH        | 4,415,000.00         |
| APRIL        | 3,794,000.00         |
| MAY          | 3,601,500.00         |
| JUNE         | 3,797,500.00         |
| JULY         | 5,232,500.00         |
| AUGUST       | 8,002,500.00         |
| SEPTEMBER    | 6,784,820.00         |
| OCTOBER      | 3,554,500.00         |
| NOVEMBER     | 5,852,500.00         |
| DECEMBER     | 4,624,150.00         |
| <b>TOTAL</b> | <b>61,630,470.00</b> |

**NOTE 37****DEPRECIATION FOR THE YEAR**

|                    |                      |
|--------------------|----------------------|
| LAND AND BUILDING  | 8,791,980.57         |
| PLAN AND MACHINERY | 202,000.00           |
| MOTOR VEHICLE      | 5,174,560.00         |
| OFFICE EQUIPMENT   | 2,603,333.94         |
| FITTINGS           | 999,710.09           |
| MOTOCYCLE          | 7,200.00             |
| <b>TOTAL</b>       | <b>17,778,784.60</b> |

**NOTE 38**

**TRANSFER TO OTHER GOVERNMENT ENTITIES**

| <b>MONTH</b> | <b>TEACHER<br/>SALARIES</b> | <b>TEACHER<br/>NIBS</b> | <b>TRADITIONAL<br/>COUNCIL</b> | <b>CHEIFTANCY</b>   | <b>PARASTATAL</b>    | <b>PENSION</b>        | <b>SUBEB<br/>OVER<br/>HEAD</b> | <b>TOTAL (#)</b>      |
|--------------|-----------------------------|-------------------------|--------------------------------|---------------------|----------------------|-----------------------|--------------------------------|-----------------------|
| JANUARY      | 34,300,365.21               |                         | 5,560,629.53                   | 113,482.24          | 2,042,680.24         | 28,679,873.37         | 530,000.00                     | 71,227,030.59         |
| FEBRUARY     | 34,020,365.49               |                         | 4,986,785.27                   | 101,771.13          | 1,831,880.30         | 28,679,509.17         | 530,000.00                     | 70,150,311.36         |
| MARCH        | 23,128,294.75               |                         | 4,403,948.25                   | 89,876.49           | 1,617,776.91         | 29,006,382.07         | 530,000.00                     | 58,776,278.47         |
| APRIL        | 34,165,753.00               |                         | 4,362,503.61                   | 91,671.50           | 1,637,287.84         | 28,417,196.01         | 530,000.00                     | 69,204,411.96         |
| MAY          | 33,850,211.53               | 75,600.00               | 3,480,107.61                   | 71,022.60           | 1,278,40.88          | 27,881,920.01         | 530,000.00                     | 67,167,268.63         |
| JUNE         | 33,719,984.11               | 75,150.00               | 3,925,788.08                   | 80,118.12           | 1,442,126.23         | 28,659,356.03         | 530,000.00                     | 68,432,522.57         |
| JULY         | 33,816,906.41               | 74,850.00               | 4,123,826.22                   | 84,159.24           | 1,514,873.00         | 28,985,256.73         | 530,000.00                     | 69,129,871.73         |
| AUGUST       | 33,650,246.58               | 74,550.00               | 5,218,984.63                   | 106,509.89          | 2,002,385.94         | 28,165,256.82         | 530,000.00                     | 69,747,933.86         |
| SEPTEMBER    | 34,067,075.99               | 73,500.00               | 4,858,067.04                   | 99,144.22           | 1,784,596.06         | 29,404,476.99         | 530,000.00                     | 70,816,860.30         |
| OCTOBER      | 33,883,981.14               | 73,200.00               | 2,988,196.62                   | 60,983.60           | 1,098,030.85         | 29,778,722.15         | 530,000.00                     | 68,413,114.36         |
| NOVEMBER     | 27,543,959.70               | 73,350.00               | 3,091,983.13                   | 63,101.70           | 1,098,030.85         | 29,920,441.42         | 530,000.00                     | 55,320,866.80         |
| DECEMBER     | 27,690,864.64               | 72,900.00               | 3,549,751.55                   | 72,443.91           | 1,315,942.53         | 29,920,441.42         | 530,000.00                     | 55,751,644.21         |
| <b>TOTAL</b> | <b>383,838,005.55</b>       | <b>593,100.00</b>       | <b>50,550,571.54</b>           | <b>1,034,284.64</b> | <b>18,664,017.63</b> | <b>347,498,632.19</b> | <b>6,360,000.00</b>            | <b>808,538,811.55</b> |

**NOTE 58****PURCHASE/CONSTRUCTION OF PROPERTY, PLANT AND EQUIPMENT**

|                  | #                           |
|------------------|-----------------------------|
| BUILDING         | 11,805,018.27               |
| OFFICE EQUIPMENT | 7,000,000.00                |
| FITTINGS         | <u>4,050,068.50</u>         |
| <b>TOTAL</b>     | <b><u>22,855,086.77</u></b> |

**NOTE 66****REPAYMENT OF BORROWINGS (BAILOUT)**

| MONTH        | AMOUNT (#)          |
|--------------|---------------------|
| JANUARY      | 491,507.60          |
| FEBRUARY     | 491,507.60          |
| MARCH        | 491,507.60          |
| APRIL        | 491,507.60          |
| MAY          | 491,507.60          |
| JUNE         | 491,507.60          |
| JULY         | 491,507.60          |
| AUGUST       | 491,507.60          |
| SEPTEMBER    | 491,507.60          |
| OCTOBER      | 491,507.60          |
| NOVEMBER     | 491,507.60          |
| DECEMBER     | 491,507.60          |
| <b>TOTAL</b> | <b>5,898,091.22</b> |