

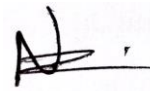
CERTIFICATE

OF THE

AUDITOR-GENERAL FOR LOCAL GOVERNMENTS, OYO STATE ON THE ACCOUNTS OF KAJOLA LOCAL GOVERNMENT, OKEHO FOR THE YEAR ENDED 31ST DECEMBER, 2020

In compliance with the provision of Part VII, Section 66 (Subsections 2, 3 and 5) of Oyo State Local Government Law 2001, Section 5 (Subsection 4) of the State Joint Local Government Account (Distribution) Law 2002 and the provisions of Model Financial Memoranda, the Book of Accounts and General Purpose Financial Statements of Kajola Local Government, Okeho for the year ended 31st December, 2020 have been audited.

2. The General Purpose Financial Statements were prepared by the management of Kajola Local Government, Okeho and the management is therefore responsible for the contents and the information contained therein.
3. The General Purpose Financial Statements consisting (a) Statement of Financial Position (b) Statement of Financial Performance and (c) Cash Flow Statement were prepared in line with IPSAS Cash.
4. The audit inspection was planned and performed in accordance with the Generally Accepted Auditing Standards. As a result of the audit, I have obtained sufficient evidence to express my opinion. Some projects and programmes were verified in line with the prevailing administrative guidelines.
5. In my opinion and without prejudice to the observations contained in the Audit Inspection Report, the General Purpose Financial Statements did not show the true and fair view of the financial transactions of the Local Government for the year 2020.


12/07/21

Olusola Olanrewaju Akinola
Auditor-General for Local Governments.

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL GOVERNMENTS, OYO STATE ON THE ACCOUNTS OF KAJOLA LOCAL GOVERNMENT, OKEHO FOR THE YEAR ENDED 31ST DECEMBER, 2020

The attached General Purpose Financial Statements of Kajola Local Government, Okeho have been examined in accordance with the Oyo State Local Government Law 2001 Part VII Section 66 Sub-sections (2) (3) & (5) and the provisions of Model Financial Memoranda for Local Governments.

2. I have obtained all the information and explanations that I required and in my opinion, the Financial Statements are correct subject to the observations in this Report.

3. REVIEW OF FINANCIAL STATEMENTS

a. **STATEMENT OF FINANCIAL POSITION:** The Statement of Financial Position as at 31st December, 2020 contained the following errors.

Items	Amount Shown in the Statement (₦)	Correct Amount (₦)
<u>Assets</u>		
Investments	912,631.25	1,225,381.25
Receivable (Advances)	439,975,652.24	423,922,850.51
Total Assets	567,794,299.97	552,054,248.24
<u>Liabilities</u>		
Deposits	66,658,032.43	65,408,012.43
Reserve (GRB)	501,136,267.54	486,646,235.81
Total	567,794,299.97	552,054,248.24

3. **AUTHORITY FOR EXPENDITURE:** All expenditures shown in the Statement of Actual Expenditure for the year 2020 have been authorized as provided by Appropriation Law except as explained below.

Audit Query No.LQ/KAJ/MA/01/2020: Excess Expenditure Disclosed by the Statement

Economic Code	Final Approved Provision (₦)	Actual Expenditure (₦)	Excess Disclosed (₦)
22020409	1,000,000.00	1,970,000.00	970,000.00
22020604	2,000,000.00	4,360,000.00	2,360,000.00
22021029	2,000,000.00	4,345,000.00	2,345,000.00
22021030	Nil	500,000.00	500,000.00
23010112	500,000.00	1,250,000.00	750,000.00
22020407	Nil	450,000.00	450,000.00
22020303	Nil	109,000.00	109,000.00
22020408	1,000,000.00	4,484,846.93	3,484,846.93
22020602	Nil	25,000.00	25,000.00
22020802	Nil	70,000.00	70,000.00
22020803	200,000.00	320,000.00	120,000.00
22021030	Nil	660,000.00	660,000.00
23010113	200,000.00	4,327,285.00	4,127,285.00
22020408	500,000.00	788,068.56	288,068.56
23050109	Nil	875,000.00	875,000.00
23050118	1,000,000.00	2,400,000.00	1,400,000.00
22020408	800,000.00	2,842,874.76	2,042,874.76
22021030	Nil	550,000.00	550,000.00
22021029	Nil	771,500.00	771,500.00
22021014	700,000.00	957,500.00	257,500.00
22020401	1,500,000.00	2,744,300.00	1,244,300.00
22020405	2,000,000.00	2,202,000.00	202,000.00
22020408	500,000.00	3,064,762.67	2,564,762.67
22020412	500,000.00	1,100,000.00	600,000.00
22020413	1,000,000.00	5,000,000.00	4,000,000.00
22020419	1,000,000.00	5,677,243.24	4,677,243.24
22020602	Nil	35,000.00	35,000.00
22020802	Nil	207,500.00	207,500.00
22021030	Nil	63,000.00	63,000.00
23010101	2,000,000.00	13,985,100.00	11,985,100.00
23020101	5,000,000.00	22,500,000.00	17,500,000.00
23020106	Nil	50,000,000.00	50,000,000.00
23020114	Nil	472,864.86	472,315,000.00
23020118	Nil	38,315,000.00	38,315,000.00
23030102	2,000,000.00	2,500,000.00	500,000.00

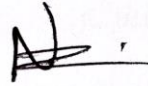
23030103	5,000,000.00	9,005,173.25	4,005,173.25
23030106	Nil	272,000.00	272,000.00
23030125	Nil	497,297.30	497,297.30
22020102	700,000.00	725,000.00	25,000.00
22020408	1,000,000.00	5,124,980.17	4,124,980.17
22021030	3,000,000.00	6,837,000.00	3,837,000.00
23050110	Nil	24,493,625.00	24,493,625.00
22020307	Nil	25,000.00	25,000.00
22050107	Nil	1,500,000.00	1,500,000.00
23010122	Nil	652,500.00	652,500.00
23040104	Nil	14,389,000.00	7,389,000.00
Total	42,100,000.00	243,444,421.74	201,344,421.74

4. In addition to the items shown in paragraph 3 of this Report, the following expenditures appear contrary to law.

Query No.	Amount (₦)	Details	Reasons
LQ/KAJ/MA/01/2020	1,500,000.00	Payment made to Mr. Oyedotun Alaba Moses, Cherith Pearl Eye Foundation Skyline Hospital behind slot & Aroma, Iwo Road	Non-deduction of 7.5% VAT and 10% WHT
LQ/KAJ/MA/02/2020	2,500,000.00	Payment made to Com. Salaudeen Ibrahim Olaiya for losing of reburial ceremony arrangement of late Orulu of Ilua	Expenditure not supported by proper record or account
LQ/KAJ/MA/03/2020	50,000,000.00	Payment made to State Primary Health Care LG Basket Fund as their take off grant	Doubtful payment (Evidence of payment not available)
LQ/KAJ/MA/04/2020	24,493,625.00	Payment made to Technical University collection for sponsorship of five (5) students of the city	Expenditure not supported by proper record or account
LQ/KAJ/MA/05/2020	38,000,000.00	Payment made to LG Counsels Mini standing project for the construction of Mini standard practicing pitches across the State	Doubtful payment (evidence of payment not available)

5. **DISALLOWANCE:** Allowance of the expenditures detailed in paragraphs 3 and 4 of this report have been reserved pending satisfactory explanation to the queries and/or the sanction of the State Executive Council.

6. **STATE OF ACCOUNTS:** The Accounts of the Local Government have been examined up to 31st December, 2020 and other observations have been forwarded to the Chairman.



12/07/21
Olusola Olanrewaju Akinola
Auditor-General for Local Governments.