

CERTIFICATE

OF THE

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

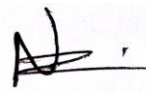
In compliance with the provision of Part VII, Section 66 (Subsections 2, 3 and 5) of Oyo State Local Government Law 2001, Section 5 (Subsection 4) of the State Joint Local Government Account (Distribution) Law 2002 and the provisions of Model Financial Memoranda, the Book of Accounts and General Purpose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

2. The General Purpose Financial Statements were prepared by the management of Ogo-Oluwa Local Government, Ajaawa 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 showed 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 OGO-OLUWA LOCAL GOVERNMENT, AJAAWA FOR THE YEAR ENDED 31ST DECEMBER, 2020

The attached General Purpose Financial Statements of Ogo-Oluwa Local Government, Ajaawa 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 CONSOLIDATED REVENUE:** The Statement of Consolidated Revenue for the year ended 31st December, 2020 contained the following errors.

Items	Amount Shown in the Statement (₦)	Correct Amount (₦)
<u>Expenditure</u>		
Transfer Surplus to CDF	145,899,084.06	163,377,108.68

b. **STATEMENT OF CAPITAL DEVELOPMENT FUND:** The Statements of Capital Development Fund for the year ended 31st December, 2020 contained the following errors.

Items	Amount Shown in the Statement (₦)	Correct Amount (₦)
<u>Capital Expenditure</u>		
Main Local Government	64,717,425.00	64,717,425.00
LCDA	36,167,938.30	44,812,938.30
Total	100,885,363.30	109,530,363.30

4. **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/OGW/MA/08/2020: Excess Expenditure Disclosed by the Statement

Economic Code	Final Approved Provision (₦)	Actual Expenditure (₦)	Excess Disclosed (₦)
21020101	200,000.00	398,151.31	198,151.31
22020305	Nil	10,000.00	10,000.00
22021001	3,000,000.00	3,957,000.00	957,000.00
22021021	Nil	230,000.00	230,000.00
22021029	2,000,000.00	2,867,000.00	867,000.00
21030102	Nil	19,200.00	19,200.00
22020402	Nil	15,000.00	15,000.00
21020101	200,000.00	510,802.89	310,802.89
22020305	Nil	10,000.00	10,000.00
21020101	200,000.00	267,230.29	67,230.29
21020101	600,000.00	2,761,577.11	2,161,577.11
22020305	1,851,950.00	5,558,500.00	3,706,550.00
22020404	Nil	14,700.00	14,700.00
2202102	Nil	153,000.00	153,000.00
22021030	Nil	300,000.00	300,000.00
21020101	250,000.00	282,654.40	32,654.40
22020102	Nil	15,000.00	15,000.00
21020101	1,000,000.00	2,417,988.74	1,417,988.74
22020401	Nil	250,000.00	250,000.00
22020102	Nil	30,000.00	30,000.00
22020406	Nil	4,130,000.00	4,130,000.00
21020101	1,000,000.00	3,356,345.38	2,356,345.38
22021003	1,000,000.00	1,152,280.80	152,280.80
22021029	Nil	20,000.00	20,000.00
22021027	Nil	55,000.00	55,000.00
22021001	Nil	60,000.00	60,000.00
22020102	Nil	24,000.00	24,000.00

22020305	Nil	10,000.00	10,000.00
22021030	Nil	60,000.00	60,000.00
22021029	Nil	20,000.00	20,000.00
23020401	Nil	180,000.00	180,000.00
23030104	2,000,000.00	2,450,000.00	450,000.00
23010149	Nil	1,345,000.00	1,345,000.00
23010113	Nil	5,000,000.00	5,000,000.00
23010105	Nil	5,270,000.00	5,270,000.00
	13,301,950.00	43,200,430.92	29,898,480.92

5. **UNVOUCHED PAYMENTS:** The Bank Reconciliation Statement prepared as at 31st December, 2020 showed that some payments were made without raising Payment Vouchers contrary to the law.

Audit Query No.LQ/OGW/MA/06/2020: Unvouched Payments

S/N	Date Cheque Issue	Cheque No.	Cheque	Amount (₦)
1	18/11/20	Bello Abdrasak	08677470	20,000.00
2	18/11/20	Mojoyinola Folasade	08677469	45,000.00
3	07/12/20	Nat. Ass. of Comm. Health P.	08677483	49,431.86
4	09/12/20	Medical & Health Workers	08677488	47,315.15
5	24/12/20	Olomitutu Adetunji	08677513	137,000.00
6	03/12/20	Ayetero Ajibola	08704249	100,000.00
7	17/12/20	Adetunji Eburnade O.	0870255	120,000.00
		Total		518,747.01

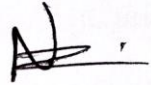
6. In addition to the items shown in paragraph 4 of this Report, the following expenditures appear contrary to law.

Query No.	Amount (₦)	Details	Reasons
LQ/AUD/OGW/MA/01/2020	1,500,000.00	Payment made to Mr. Oyedotun Alaba Moses, Cherith Pearl Eye Foundation	Non-deduction of 7.5% Value Added Tax and 10% Withholding Tax
LQ/AUD/OGW/MA/02/2020	19,594,900.00	Payment made to Technical University	Expenditure not supported by proper records or accounts

LQ/AUD/OGW/MA/03/2020	20,000,000.00	Payment made to Local Government Service Commission (LGSC) Ibadan	Doubtful Payment (Evidence of Payment not Available)
LQ/AUD/OGW/MA/04/2020	50,000,000.00	Payment made to State Primary Health Care Local Government Basket Fund	Doubtful Payment (Evidence of Payment not Available)
LQ/AUD/OGW/MA/05/2020	38,000,000.00	Payment made to Local Government Mini Stadia Project	Doubtful Payment (Evidence of Payment not Available)
LQ/AUD/OGW/MA/06/2020	518,747.01	Unvouched Payments	Expenditure not supported by proper records
LQ/AUD/OGW/BP/01/2020	1,500,000.00	Payment made to Mr. Oyedotun Alaba Moses, Cherith Pearl Eye Foundation	Non-deduction of 7.5% Value Added Tax and 100% Withholding Tax

7. **DISALLOWANCE:** Allowance of the expenditures detailed in paragraphs 4, 5 and 6 of this report have been reserved pending satisfactory explanation to the queries and/or the sanction of the State Executive Council.

8. **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.


 Olusola Olanrewaju Akinola
 Auditor-General for Local Governments.