

CERTIFICATE
OF THE
AUDITOR-GENERAL FOR LOCAL GOVERNMENTS, OYO STATE
ON THE ACCOUNTS OF OLUYOLE LOCAL GOVERNMENT,
IDI-AYUNRE FOR THE YEAR ENDED
31ST DECEMBER, 2020

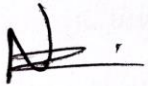
In compliance with the provision of Part VII, Section 66 (Subsections 2, 3 and 5) of Oyo State Local Government Law 2001, Section 5 (Subsection 4) of the State Joint Local Government Account (Distribution) Law 2002 and the provisions of Model Financial Memoranda, the Book of Accounts and General Purpose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

2. The General Purpose Financial Statements were prepared by the management of Oluyole Local Government, Idi-Ayunre 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/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 OLUYOLE LOCAL GOVERNMENT, IDI-AYUNRE FOR THE YEAR ENDED 31ST DECEMBER, 2020

The attached General Purpose Financial Statements of Oluyole Local Government, Idi-Ayunre 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 STATEMENT

a. **STATEMENT OF FINANCIAL PERFORMANCE:** The Statement of Financial Performance for the year ended 31st December, 2020 contained the following errors.

Items	Amount Shown in the Statement (₦)	Correct Amount (₦)
<u>Revenue</u>		
Non-Tax Revenue	27,365,858.00	27,366,668.00
Total Independent Revenue	27,375,068.00	27,375,868.00
Total Revenue	766,854,185.58	1,124,578,690.59
<u>Expenditure</u>		
Personnel Emolument	539,807,228.90	554,281,181.14
General Administration	26,202,021.68	26,102,011.68
Agriculture & Natural	1,228,500.00	1,181,500.00
Total Expenditure	771,355,906.83	785,682,859.07
Operating Activities		
Operating Balance	Nil	338,895,831.52

b. **CASH FLOW STATEMENT:** The Cash flow Statement for the year ended 31st December, 2020 contained the following errors.

Items	Amount Shown in the Statement (₦)	Correct Amount (₦)
<u>Operating Activities</u>		
Independent Revenue	27,375,068.00	27,375,868.00
Total Inflow from Operating Activities	766,854,185.58	766,854,985.58
Personnel Emolument	539,807,228.90	554,281,181.14
Agricultural Services	1,228,500.00	1,181,500.00
Other General Services	26,202,021.68	26,102,021.00
Total Outflow from operating Activities (B)	586,935,350.58	601,262,302.14
Net Cashflow (Outflow) Operating Activities (C=AB)	191,743,835.00	165,592,683.44
Net Cash flow from All Activities (C+D+E)	7,323,278.75	(18,827,872.81)
Bank & cash Equivalent as at 31/12/2020	3,853,575.03	65,072,758.76

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/AUD/OLU/MA/1/2020: Excess Expenditure Disclosed by the Statement

Economic Code	Final Approved Provision (₦)	Actual Expenditure (₦)	Excess Disclosed (₦)
22020301	137,500.00	258,500.00	121,000.00
22020407	82,500.00	1,281,750.00	1,199,250.00
22020604	Nil	15,000.00	15,000.00
22020306	137,500.00	490,000.00	352,500.00
22020602	412,500.00	1,001,000.00	588,500.00
22020603	137,500.00	300,000.00	162,500.00
22020404	100,000.00	110,000.00	10,000.00
22021007	550,000.00	765,000.00	215,000.00
22020404	137,500.00	260,000.00	122,500.00
22021031	275,000.00	565,000.00	290,000.00
22020301	Nil	246,200.00	246,200.00
22020305	Nil	230,500.00	230,500.00
22020306	Nil	77,000.00	77,000.00

22020401	Nil	148,500.00	148,500.00
22020407	960,000.00	1,099,550.00	139,550.00
22021001	275,000.00	2,525,000.00	2,250,000.00
22020401	Nil	320,000.00	320,000.00
22020406	825,000.00	940,000.00	115,000.00
22020706	110,000.00	440,000.00	330,000.00
22021003	1,500,000.00	1,589,900.00	89,900.00
22021024	Nil	150,000.00	150,000.00
22021030	1,000,000.00	1,378,000.00	378,000.00
2021032	1,000,000.00	1,042,000.00	42,000.00
22020415	Nil	47,000.00	47,000.00
	7,640,000.00	15,279,900.00	7,639,900.00

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.

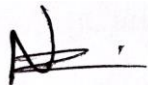
Audit Query No.LQ/AUD/OLU/MA/02/2020: Unvouched Payments

S/N	Date Cheque Issue	Cheque No.	Bank	Amount (₦)	Date Presented
1	Not stated	10712761	FBN	152,021.15	Not stated
2	Not stated	10712725	FBN	5,000.00	Not stated
3	Not stated	10712760	FBN	175,000.00	Not stated
4	Not stated	10712728	FBN	10,000.00	Not stated
5	Not stated	0004652	Zenith	2,047,407.00	Not stated
6	Not stated	0004984	Zenith	120,000.00	Not stated
7	Not stated	0004976	Zenith	1,500,000.00	Not stated
8	Not stated	0004977	Zenith	1,000,00.00	Not stated
9	Not stated	0004988	Zenith	150,000.00	Not stated
10	Not stated	0004989	Zenith	150,000.00	Not stated
11	Not stated	0004991	Zenith	40,000.00	Not stated
12	Not stated	0004993	Zenith	11,000.00	Not stated
13	Not stated	0004998	Zenith	3,881,700.00	Not stated
14	Not stated	0004975	Zenith	26,602.80	Not stated
15	Not stated	0004974	Zenith	13,301.40	Not stated
16	Not stated	0004994	Zenith	186,423.20	Not stated
17	Not stated	0004997	Zenith	2,488,172.00	Not stated

18	Not stated	0004995	Zenith	3,241,264.05	Not stated
19	Not stated	10712786	FBN	200,000.00	Not stated
20	Not stated	10712790	FBN	50,000.00	Not stated
21	Not stated	10712800	FBN	300,000.00	Not stated
22	Not stated	10712799	FBN	250,000.00	Not stated
23	Not stated	10712800	FBN	100,000.00	Not stated
24	Not stated	10712749	FBN	150,000.00	Not stated
25	Not stated	10712757	FBN	100,000.00	Not stated
26	Not stated	10712755	FBN	10,000.00	Not stated
27	Not stated	10712653	FBN	30,000.00	Not stated

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

7. **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 12/07/21
Auditor-General for Local Governments.