

# **CERTIFICATE**

## **OF THE**

### **AUDITOR-GENERAL FOR LOCAL GOVERNMENTS, OYO STATE ON THE ACCOUNTS OF ONA-ARA LOCAL GOVERNMENT, AKANRAN FOR THE YEAR ENDED 31ST DECEMBER, 2020**

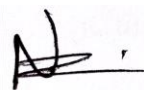
In compliance with the provision of Part VII, Section 66 (Subsections 2, 3 and 5) of Oyo State Local Government Law 2001, Section 5 (Subsection 4) of the State Joint Local Government Account (Distribution) Law 2002 and the provisions of Model Financial Memoranda, the Book of Accounts and General Purpose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

2. The General Purpose Financial Statements were prepared by the management of Ona-Ara Local Government, Akanran 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.



**Olusola Olanrewaju Akinola**

**Auditor-General for Local Governments.**

12/07/21

# **REPORT**

## **OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS, OYO STATE ON THE ACCOUNTS OF ONA-ARA LOCAL GOVERNMENT, AKANRAN FOR THE YEAR ENDED 31ST DECEMBER, 2020**

The attached General Purpose Financial Statements of Ona-Ara Local Government, Akanran 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 error.

<b>Items</b>	<b>Amount Shown in the Statement (₦)</b>	<b>Correct Amount (₦)</b>
Capital Expenditure	153,748,804.19	152,564,804.19


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

Audit Query No.LQ/ONA/MA/01/2020: Unvouched Payments

<b>S/N</b>	<b>Date Cheque Issue</b>	<b>Cheque No.</b>	<b>Bank</b>	<b>Amount (₦)</b>	<b>Date Presented</b>
1	29/01/2020	00462457		160,000.00	29/01/2020
2	29/01/2020	CSHN		120,000.00	29/01/2020
3	30/06/2020	00537153		30,000.00	30/06/2020
4	10/07/2020	00537162		103,000.00	10/07/2020
				<b>413,000.00</b>	

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.**