

CERTIFICATE

OF THE

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

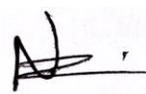
In compliance with the provision of Part VII, Section 66 (Subsections 2, 3 and 5) of Oyo State Local Government Law 2001, Section 5 (Subsection 4) of the State Joint Local Government Account (Distribution) Law 2002 and the provisions of Model Financial Memoranda, the Book of Accounts and General Purpose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

2. The General Purpose Financial Statements were prepared by the management of Irepo Local Government, Kishi 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 IREPO LOCAL GOVERNMENT, KISHI FOR THE YEAR ENDED 31ST DECEMBER, 2020

The attached General Purpose Financial Statements of Irepo Local Government, Kishi 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 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>		
Fixed Deposit/Stabilization	105,352,446.84	105,353,527.88
Advances	245,549,002.35	285,117,151.29
Total Current Asset	369,453,574.80	409,022,804.78
Total Asset	411,505,967.80	451,075,195.78
<u>Liabilities</u>		
Deposit	57,385,038.02	50,652,735.30
Total Current Liabilities	75,509,715.65	68,775,412.93
NET Assets/Equity as at 31/12/2020	335,998,252.15	382,299,782.85

b. **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>		
Independent Revenue		
Personal Tax	283,580.00	170,080.00

License General	382,900.00	382,900.00
Fees General	2,111,410.00	1,478,810.00
Sales General	6,872,000.00	6,637,000.00
Earnings	3,803,300.00	3,083,300.00
Sales/Rent of Land & Other	2,825,500.00	2,920,500.00
Miscellaneous	1,723,039.61	1,723,038.22
Interest Earned	987,295.09	987,295.09

EXPENDITURE

Personnel Cost	350,336,510.20	352,135,748.58
Overhead	59,689,910.20	89,329,719.11
Capital	190,562,492.91	207,785,153.15

c. **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		
Personal Tax	283,580.00	170,080.00
License General	382,900.00	382,900.00
Fees General	2,111,410.00	1,478,810.00
Sales General	6,872,000.00	6,637,000.00
Earnings	3,803,300.00	3,083,300.00
Sales/Rent of Land & Other	2,825,500.00	2,920,500.00
Miscellaneous	1,723,039.61	1,723,038.22
Interest Earned	987,295.09	987,295.09
Total Inflow	614,416,900.02	613,438,798.93
Outflow Activities		
Personnel Cost	350,336,510.20	352,135,748.58
Overhead	59,689,910.20	89,329,719.11
Construction of Capital Assets	190,562,492.91	Nil
Total Outflow	630,228,722.23	441,465,467.69
Net Cash flow from Operating Activities	35,811,821.91	171,973,331.24
INVESTING ACTIVITIES		
Cash Outflow		
Construction/Purchase of Asset	Nil	207,785,153.15

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/IRE/01/2020: Excess Expenditure Disclosed by the Statement

Economic Code	Final Approved Provision (₦)	Actual Expenditure (₦)	Excess Disclosed (₦)
22020408	Nil	79,020.67	79,020.67
022020301	30,000.00	41,000.00	11,000.00
02202048	130,000.00	204,559.42	74,559.42
022020301	50,000.00	987,700.00	937,700.00
022020401	400,000.00	565,000.00	165,000.00
022020402	50,000.00	491,000.00	441,000.00
022020404	80,000.00	123,000.00	43,000.00
022020406	1,000,000.00	1,075,500.00	75,500.00
022020408	1,900,000.00	4,759,817.24	2,859,817.24
022020601	1,500,000.00	7,029,000.00	5,529,000.00
022021001	2,000,000.00	2,736,000.00	736,000.00
022021006	Nil	1,200,000.00	1,200,000.00
022021020	1,200,000.00	2,330,000.00	1,130,000.00
022021030	300,000.00	1,125,000.00	825,000.00
022021031	80,000.00	235,000.00	155,000.00
022020312	220,000.00	480,000.00	260,000.00
022020241	300,000.00	570,000.00	270,000.00
022020408	1,100,000.00	1,987,434.17	887,434.17
022021009	300,000.00	785,000.00	485,000.00
022020102	300,000.00	500,000.00	200,000.00
022020102	368,151.00	5,649,000.00	5,280,849.00
022020401	250,000.00	655,000.00	405,000.00
022020402	40,000.00	50,000.00	10,000.00
022020407	840,000.00	960,000.00	120,000.00
022020413	Nil	300,000.00	300,000.00
022020419	300,000.00	454,054.05	154,054.05
022020102	300,000.00	428,000.00	128,000.00
022020303	400,000.00	755,000.00	355,000.00
022020601	5,000,000.00	10,219,000.00	5,219,000.00
022020802	Nil	5,000.00	5,000.00
022021001	300,000.00	770,000.00	470,000.00
022020407	480,000.00	1,242,000.00	762,000.00
022021021	1,600,000.00	4,101,593.33	2,501,593.33

022021030	1,500,000.00	4,252,000.00	2,752,000.00
02202121	Nil	271,400.00	271,400.00

5. **DISALLOWANCE:** Allowance of the expenditures detailed in paragraphs 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.