

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE

ACCOUNTS OF ADO LOCAL GOVERNMENT,

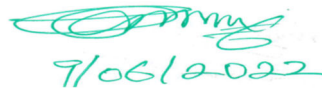
ADO-EKITI

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Ado Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.



A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.
FRC/2014/ANAN/00000010278

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF ADO LOCAL GOVERNMENT, ADO-EKITI FOR THE YEAR
ENDED 31ST DECEMBER, 2021.**

The General Purpose Financial Statements of Ado Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively, section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Ado Local Government to prepare and present the Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. BASIS OF OPINION

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. OPINION

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31st December, 2021 subject to the observations and comments in the other parts of this report.

7. BUDGET OVERVIEW AND PERFORMANCE

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2021 budget recorded a performance of 74.69%. That is, an estimate was made for N4,378,779,072.09 while actual Revenue recorded stood at N3,270,506,982.79. Equally, the actual IGR of N39,409,790.58 represents only 1.21% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of N4,271,762,928.11 only was budgeted for expenditure but only N3,288,857,548.35 was actually incurred, resulting to a saving of N982,905,379.76 for the period.

8. **REVENUE ACCOUNT**

A total sum of N3,270,506,982.79 was earned as total Revenue as at 31st December, 2021 out of which only 1.21% (N39,409,790.58) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of 36.14% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2021.

9. **AUTHORITY FOR EXPENDITURE**

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report

10. **INFRACTIONS DURING THE YEAR**

The following expenditure appears to be contrary to law.

S/N	Query	Subject	Amount (₦)
1.	AUD/ADK/AQ/01/21	Expenditure contrary to regulation 1	2,329,500.00
2.	AUD/ADK/AQ/02/21	Unretired security vote	6,750,000.00
3.	AUD/ADK/AQ/03/21	Unaudited/unretired expenditure	1,150,000.00
4.	AUD/ADK/AQ/04/21	Items not taken on store ledger charge	425,000.00
5.	AUD/ADK/AQ/05/21	Expenditure not supported with proper records	3,795,700.00

6.	AUD/ADK/AQ/06/21	Unvouched Expenditure	22,598,534.17
7.	AUD/ADK/AQ/07/21	Unproduced payment vouchers	9,446,057.49
8	AUD/ADK/AQ/08/21	Expenditure contrary to Regulation II	5,651,195.00
9	AUD/ADK/AQ/08/21	Unproduced revenue earning receipt	Various
	TOTAL		52,145,986.66

These queries and other infractions noted on Local Government accounts during the financial year had been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. **DISALLOWANCE**

Allowance had been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

13. **STATE OF ACCOUNT**

The Accounts of Ado Local Government had been examined up to 31st December, 2021 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ado Local Government, Ado-Ekiti. Particular attention is required to the followings:

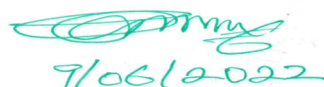
- (i) Revenue Accounts
- (ii) Internal control and Internal check
- (iii) Attendance to Audit Report and Queries
- (iv) Fixed Assets Register
- (v) Capital Projects

(vi) Outstanding Audit Queries and other matters

14. **RECEIPTS FROM JAAC:** It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.

15. **OUTSTANDING MATTERS FROM PREVIOUS REPORTS** **N**

Query Number	Subject	Beneficiary	Amount ₦	Year
-	10 GRR	Mr. Agun M.O Mrs.Ibitoye and Miss. Lola Oladepo	-	2015
AUD/ADK/AQ/02/20	Unretired Security Vote	Motunde Fajuyi	8,500,000.00	2020
TOTAL			8,500,000.00	


7/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.
FRC/2014/ANAN/00000010278



Seat of Honour

ADO-EKITI LOCAL GOVERNMENT

● P.M.B. 5313, New Secretariat, Igrigiri Road, Odo-Ado, Ado-Ekiti, Ekiti State

Further Communications should be addressed to the Chairman

Your Ref:.....Our Ref:.....Date:.....

RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance Ado Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ado Local Government as at the year ended 31st December, 2021.

22-03-2022

Hon. Bosun Osaloni,
Executive Chairman.

22/03/2022

Mr. Agbaje S.A,
Director of Finance.

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS are:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local Government. The items in the Statements are cross referenced to any related information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFP. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- i. Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria are met in accordance to **IPSAS 23**.

- ii. Revenue from exchange transactions was recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- a. Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.
- b. Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.
- c. Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and are reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of

Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables was established when there was objective evidence that the Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) PREPAYMENT

Prepayment expenses were payments made in advance of receipt of goods or services, i.e., the payments were made early the year for benefits to be received over the latter part of the year or payments made in one year for benefits to be received in subsequent years.

(17) INVENTORIES (IPSAS 12).

Inventories were valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method. Those held for distribution for public benefit purposes were recorded at cost, adjusted where applicable for any loss of services potential and were reported under Current Assets in the Statement of Financial Position.

(18) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses. Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(19) INVESTMENT PROPERTY (IPSAS 16)

These were cost generating property owned by the Local Government. The cost, capitalisation depreciation and impairment were same with PPE, but was reported separately in the Statement of Financial Position.

(20) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the

cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years
Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless of the day of the month the transactions were carried out.

(21) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(22) RESERVES

Reserves are classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(23) BORROWINGS.

Borrowings are recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(24) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(25) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and all monetary benefits) using the cost of service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(26) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

ADO LOCAL GOVERNMENT, ADO-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N	Represented By:		N	N
	ASSETS			
	Current Assets			
22,463,440.65	Cash and Cash Equivalents	1	4,112,875.09	
381,710.00	Inventories	2	285,380.30	
-	WIP	3		
404,127,067.61	Receivables	4	1,055,579,415.73	
	Prepayments	5		
426,972,218.26	Total Current Assets			1,059,977,671.12
	Non-Current Assets			
	Loans Granted	6		
	Investments	7		
840,150,790.61	Fixed Assets-Property, Plant & Equipment	8	883,466,069.82	
	Investment Property	9		
	Biological Assets	10		
840,150,790.61	Total Non-Current Assets			883,466,069.82
1,267,123,008.87	Total Assets			1,943,443,740.94
	LIABILITIES			
	Current Liabilities			
-	Accumulated Depreciation	11		
-	Loans & Debts(Short-Term)	12		
-	Unremitted Deductions	13		
535,462,429.72	Payables	14	1,005,948,772.95	
535,462,429.72	Total Current Liabilities		1,005,948,772.95	
	Non-Current Liabilities			
-	Public Funds	15		
86,505,337.82	Borrowings	16	80,124,590.92	
86,505,337.82	Total Non-Current Liabilities		80,124,590.92	
621,967,767.54	Total Liabilities			1,086,073,363.87
645,155,241.33	Net Asset/Equity			857,370,377.07
	Financed By:			
701,464,538.08	Reserves	17		890,339,284.23
5,355,070.95	Capital Grant	18		
	Net Surplus/(Deficits)			
-61,664,367.70	Accumulated Surplus/(Deficits)	20		(32,968,907.16)
645,155,241.33	Total Net Assets/Equity			857,370,377.07

ADO LOCAL GOVERNMENT, ADO-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	Actual 2021
N	<u>REVENUE</u>		N
2,309,180,718.63	Government Share of FAAC (Statutory Revenue)	21	3,231,097,192.21
572,171.78	Tax Revenue	22	1,418,129.33
28,376,230.00	Non-Tax Revenue	23	37,991,661.25
	Aid & Grants	24	
	Investment Income	25	
	Expenditure Recovery	26	
	Other Capital Receipts	27	
	Debt Forgiveness	28	
2,338,129,120.41	Total Revenue		3,270,506,982.79
	<u>EXPENDITURE</u>		
645,962,973.05	Salaries & Wages	29	1,157,642,865.15
36,685,630.90	Social Contribution	30	43,194,126.81
568,570.00	Social Benefit	31	15,454,881.38
68,704,186.44	Overhead Cost	32	116,750,551.46
	Gratuity	33	
	Pension Allowance	34	
	Stationeries	35	
	Impairment Charges	36	
20,470,619.02	Depreciation Charges	37	29,988,919.90
1,549,923,308.99	Transfer to other Government Entities	38	1,878,780,177.55
	Public Debt Charges	39	
	Allowance	40	
2,323,315,288.40	Total Expenditure		3,241,811,522.25
15,813,832.01	Surplus/(Deficit) from Operating Activities for the Period		28,695,460.54
	Total Non-Operating Revenue/(Expenses)		
	Non-Operating Activities		
	Gain/Loss on Disposal of Asset	41	
	Refunded Revenue	42	
	Revaluation Gain	43	
	Net Surplus/(Deficit) from Ordinary Activities		
	Surplus/(Deficit) from Ordinary Activities		
	Purchases/Construction of Assets	44	
	Minority Interest Share of Surplus/(Deficits)	45	
15,813,832.01	Net Surplus/(deficit) for the period		

ADO LOCAL GOVERNMENT, ADO-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
2,309,180,718.63	Government Share of FAAC (Statutory Revenue)	21	3,231,097,192.21	
572,171.78	Tax Revenue	22	1,418,129.33	
28,376,230.00	Non-Tax Revenue	23	37,991,661.25	
-	Aid & Grants	24		
-	Investment Income	25		
-	Expenditure Recovery	26		
	Other Capital Receipts	27		
	Debt Forgiveness	28		
2,338,129,120.41	Total inflow from operating Activities			3,270,506,982.79
	<u>Outflows</u>			
645,962,973.05	Salaries & Wages	29	1,157,642,865.15	
36,685,630.90	Social Contributions	30	43,194,126.81	
568,570.00	Social Benefit	31	15,454,881.38	
68,704,186.44	Overheads Cost	32	116,750,551.46	
	Gratuity	33		
	Pension Allowance	34		
1,549,923,308.99	Transfer to other Government Entities	38	1,878,780,177.55	
-	Allowance	40		
-	Deductions	49		
-	Refund	50		
-	Inventory	51		
-	Loan	52		
2,301,844,669.38	Total Outflow from Operating Activities			3,211,822,602.35
36,284,451.03	Net Cash Inflow/(outflow) from Operating Activities			58,684,380.44
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
-	Proceeds from Sale of PPE	53		
-	Proceeds from Sale of Investment Property	54		
-	Proceeds from Sales of Intangible Assets	55		
-	Proceeds from Sale of Investment	56		
-	Dividends Received	57		
0.00	Total Inflow			
	Outflows			

11,333,672.59	Purchase/ Construction of PPE	58	70,654,199.10	
-	Purchase/ Construction OF Investment Property	59		
-	Investment in Private Companies	60		
-	Loan Granted	61		
-	Purchase of Intangible Assets	62		
-	Acquisition of Investment	63		
11,333,672.59	Total Outflow		70,654,199.10	
-11,333,672.59	Net Cash Flow from Investing Activities			(70,654,199.10)
	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
5,355,070.95	Capital Grant Received	64		
-	Proceeds from Borrowings	65		
5,355,070.95	Total Inflow			
	Outflows			
5,898,091.22	Repayment of Borrowings	66	6,380,746.90	
	Distribution of Surplus/Dividends Paid	67		
-5,898,091.22	Total Outflow		6,380,746.90	
-5,898,091.22	Net Cash Flow from Financing Activities			(6,380,746.90)
19,052,687.22	Net Cash Flow from all Activities			(18,350,565.56)
3,410,753.43	Cash and Its Equivalent as at 01/01/2021			22,463,440.65
22,463,440.65	Cash and Its Equivalent as at 31/12/2021	1		4,112,875.09

ADO LOCAL GOVERNMENT, ADO-EKITI, EKITI STATE, NIGERIA STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST DECEMBER, 2021					
2020		Notes	Actual 2021	Final Budget 2021	Variance on Final in % Budget
₦			₦	₦	₦
	<u>REVENUE</u>				
2,309,180,718.63	Government Share of FAAC (Statutory Revenue)	21	3,231,097,197.21	4,276,511,072.09	-24.45
572,171.78	Tax Revenue	22	1,418,129.33	2,268,000.00	-37.47
28,376,230.00	Non-Tax Revenue	23	37,991,661.25	100,000,000.00	-62.01
	Aid & Grants	24			
	Investment Income	25			
	Expenditure Recovery	26			
	Other Capital Receipts	27			
	Debt Forgiveness	28			
2,338,129,120.41	Total Revenue		3,270,506,982.79	4,378,779,072.09	-123.93
	<u>EXPENDITURE</u>				
645,962,973.05	Salaries & Wages	29	1,157,642,865.15	1,182,354,135.36	2.09
36,685,630.90	Social Contribution	30	43,194,126.81	44,000,000.00	1.83
568,570.00	Social Benefit	31	15,454,881.38	-	-100.00
68,704,186.44	Overhead Cost	32	116,750,551.46	399,134,586.96	70.75
	Gratuity	33			
	Pension Allowance	34			
	Stationeries	35			
	Impairment Charges	36			
1,559,972,946.88	Transfer to other Government Entities	38	1,878,780,177.55	1,817,680,000.00	-3.28
	Public Debt Charges	39			
	Allowance	40			
11,333,672.59	Purchase of Assets	58	70,654,199.10	828,594,205.79	91.47
-	Acquisition of Investment	63			
5,898,091.22	Repayment of Borrowing	66	6,380,746.90		-100.00
2,329,126,071.08	Total Expenditure		3,288,857,548.35	4,271,762,928.11	-37.22
9,003,049.33	Net Surplus/(Deficit)		(18,350,565.56)	107,016,143.98	-86.71

ADO LOCAL GOVERNMENT, ADO-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2021

S/N	NARATION	ACCUMULATED SURPLUS/DEFICIT (N)	RESERVES (N)	CAPITAL GRANT (N)	TOTAL (N)
1	Opening Balance (1/1/2021)	-61,664,367.70	701,464,538.08	5,355,070.95	645,155,241.33
2	Surplus for the year	28,695,460.54			28,695,460.54
3	Grant for the year			-5,355,070.95	-5,355,070.95
4	Assets Recognised during the year		2,650,000.00		2,650,000.00
5	Adjustment		186,224,746.15		186,224,746.15
	Closing Balance 31/12/2021	-32,968,907.16	890,339,284.23	-	857,370,377.07

NOTES 8 & 37

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEDULE FOR THE YEAR 2021

DETAILS	LAND AND BUILDING	INFRASTRUCTURE	MOTOR VEHICLES	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL
Rate of Depreciation	3%	3%	20%	10%	20%	20%	20%	N
Balance B/F as at 1/1/2021	824,915,665.83	-	12,879,958.33	10.00			2,355,156.46	840,150,790.62
Acquisition/Asset recognized during the year	2,645,000.00	67,569,199.10	-	-	-	-	440,000.00	70,654,199.10
Total	827,560,665.83	67,569,199.10	12,879,958.33	10.00	-	-	2,795,156.46	910,804,989.72
Disposal during the year	0.00	0.00		0.00	0.00	0.00	0.00	-
Balance 31/12/2021	827,560,665.83	67,569,199.10	12,879,958.33	10.00	0.00	0.00	2,795,156.46	910,804,989.72
Accumulated Depreciation	89,883,582.30	0.00	43,940,901.67	1,363,186.00	0.00	0.00	2,826,590.25	138,014,260.22
Current Year Charge	24,826,819.97	2,027,075.97	2,575,991.67	1.00	0.00	0.00	559,031.29	29,988,919.90
Depreciation on Disposal	0.00	0.00		0.00	0.00	0.00	0.00	-
NBV AS AT 31/12/20...	802,733,845.86	65,542,123.13	10,303,966.66	9.00	0.00	0.00	2,236,125.17	880,816,069.82
Accumulated Depreciation 31/12/2021	114,710,402.22	2,027,075.97	46,516,893.34	1,363,186.00			3,385,621.54	168,003,179.07

Note:	(i)	Office equipment is being carried out as its Net Book Value (NBV). it was recognized on 31/12/2021	2,650,000.00
	(ii)	Asset schedule balance	<u>880,816,069.82</u>
			<u>883,466,069.82</u>

CASH AND CASH EQUIVALENT FOR YEAR 2021

BANK	ACCOUNT NAME	ACCOUNT NO	AMOUNT (N)
ZENITH BANK PLC	MAIN ACCOUNT	1017231702	739,528.45
STERLING BANK PLC	IGR ACCOUNT	0076920188	325,565.71
UNITY BANK PLC	SALARY ACCOUNT	0019711777	3,047,780.93
TOTAL			4,112,875.09

NOTE 2**INVENTORIES**

MATERIALS	UNIT PRICE	BALANCE	AMOUNT (N)
File Jacket	60	373	22,380.00
Sealed Sticker	250	30	5,000.00
Taxi Sticker	50	200	10,000.00
Lorries Sticker	50	200	10,000.00
Bus Sticker	50	200	10,000.00
Cabster Sticker	50	100	5,000.00
Bank Schedule	10	4,000	40,000.00
Small Office Ledger	1,628.58	35	57,000.30
Photocopy Cartridge	25,000	4	100,000.00
A4 Paper	2,000	1	2,000.00
Revenue Cash Book	2,400	10	24,000.00
TOTAL			285,380.30

NOTE 4**RECEIVABLE**

S/N	DETAILS	AMOUNT (N)
1	Balance b/f	404,127,067.61
2	Addition during the year	651,452,348.12
	BALANCE AS AT 31/12/2021	1,055,579,415.73

NOTE 14
PAYABLES

S/N	DETAILS	AMOUNT (N)
1	Balance b/f	535,462,429.72
2	Addition during the year	470,486,343.23
	BALANCE AS AT 31/12/2021	1,005,948,772.95

NOTE 16

OUTSTANDING BAIL OUT REPAYMENTS (N)

DETAILS	AMOUNT (N)
BALANCE B/F	86,505,337.82
LESS: REPAYMENT DURING THE YEAR	6,380,746.98
BALANCE 31/12/2021	80,124,590.92

NOTE 21

STATUTORY ALLOCATION FOR YEAR 2021

MONTHS	2021			2020
	ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	197,888,527.66	290,042,851.78	(92,154,324.12)	207,583,837.27
FEBRUARY	208,515,550.58	290,669,871.94	(82,154,321.36)	206,040,176.68
MARCH	177,456,870.94	251,711,236.19	(74,254,365.25)	166,087,999.01
APRIL	207,790,795.48	297,838,359.54	(90,047,564.06)	195,984,329.44
MAY	222,219,021.50	320,434,708.79	(98,215,687.29)	192,666,749.27
JUNE	267,262,029.21	-	(94,562,324.39)	187,111,025.98
JULY	291,160,428.84	361,824,353.60	(108,321,698.36)	196,745,907.17
AUGUST	294,351,564.54	392,565,110.92	(98,213,546.38)	200,078,741.80
SEPTEMBER	280,468,521.16	378,682,089.48	(98,213,568.32)	203,411,595.22
OCTOBER	297,182,172.38	402,503,718.63	(105,321,546.25)	198,569,932.20
NOVEMBER	299,581,498.80	403,145,774.65	(103,564,275.85)	177,767,030.45
DECEMBER	487,220,211.12	589,878,869.37	(102,658,658.25)	177,133,394.14
TOTAL	3,231,097,192.21	4,378,779,072.09	(1,147,681,879.88)	2,309,180,718.63

NOTE 22**TAX REVENUE**

	2021			2020
MONTH	ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	350,014.14	349,870.67	143.47	271,171.78
APRIL	1,068,115.19	1,918,129.33	(850,014.14)	301,000.00
TOTAL	1,418,129.33	2,268,000.00	(849,870.67)	572,171.78

NOTE 23**NON TAX REVENUE FOR YEAR 2021**

		2021			2020
DESCRIPTION	ECONOMIC CODE	ACTUAL	BUDGET	VARIANCE	ACTUAL
REGISTRATION OF STREET	12020453	340,000.00	6,000,000.00	(5,660,000.00)	125,314.00
MARRIAGE	12020418	10,369,000.00	24,700,000.00	(14,331,000.00)	9,256,148.21
BUS. / OPERATIONAL PERMIT	12020449	19,524,861.25	38,000,000.00	(18,475,138.75)	11,615,029.79
RENT ON GOVERNMENT BUILDING	12020803	50,000.00	100,000.00	(50,000.00)	21,302.00
HAWKING/SQUATTER	1203120	297,500.00	700,000.00	(402,500.00)	235,415.00
TENEMENT RATE	120201	533,500.00	900,000.00	(366,500.00)	215,321.00
ATTESTATION	12020419	912,000.00	1,500,000.00	(588,000.00)	582,300.00
PARKING (OFF LOADING)	12020454	361,200.00	760,000.00	(398,800.00)	354,200.00
BIRTH CERTIFICATE	12020443	203,500.00	578,000.00	(374,500.00)	120,000.00
REGISTRATION OF ASSOCIATION	12020109	127,000.00	400,000.00	(273,000.00)	142,000.00
RENT(GOVT. BUILDING)	12020808	5,264,600.00	26,201,000.00	(20,936,400.00)	5,654,200.00
LIQUOR LICENCE	12020181	7,500.00	140,000.00	(132,500.00)	53,000.00
EXPENDITURE RECOVERY	120201006	1,000.00	21,000.00	(20,000.00)	2,000.00
TOTAL		37,991,661.25	100,000,000.00	(62,008,338.75)	28,376,230.00

NOTE 29

SALARY AND WAGES

MONTHS	STAFF SALARY	MID - WIVES	PALACE STAFF	POH	PHC SLARY	2021			2020
						ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	39,902,275.05	30,000.00	455,754.01	9,629,603.64	-	50,017,632.70	52,021,365.11	2,003,732.41	53,510,753.86
FEBRUARY	43,717,320.05	30,000.00	580,707.16	9,629,603.64	-	53,957,630.85	54,000,000.00	42,369.15	54,922,894.26
MARCH	29,207,828.58	30,000.00	580,707.16	8,092,103.64	-	37,910,639.38	38,700,000.00	789,360.62	55,482,180.35
APRIL	39,554,343.29	30,000.00	580,707.16	9,629,603.64	26,643,088.20	76,437,742.29	79,000,000.00	2,562,257.71	52,479,227.59
MAY	45,896,933.39	30,000.00	455,754.01	6,069,077.77	24,899,781.92	77,351,547.09	78,000,000.00	648,452.91	52,616,727.59
JUNE	46,972,373.48	30,000.00	685,754.01	8,569,077.78	37,482,090.60	93,739,295.87	95,000,000.00	1,260,704.13	50,444,590.05
JULY	51,433,953.14	30,000.00	575,754.01	8,569,077.78	37,944,933.53	98,553,718.46	99,000,000.00	446,281.54	50,779,983.61
AUGUST	49,494,236.09	60,000.00	575,754.01	8,735,344.39	37,742,940.21	96,608,274.70	98,423,000.00	1,814,725.30	54,239,354.54
SEPTEMBER	48,954,233.66	60,000.00	575,754.01	8,735,344.39	40,394,319.46	98,719,651.52	99,562,400.00	842,748.48	54,941,963.49
OCTOBER	51,390,634.13	60,000.00	575,754.01	9,235,344.39	39,812,204.98	101,073,937.51	104,587,300.00	3,513,362.49	54,836,760.78
NOVEMBER	53,687,484.81	60,000.00	575,754.01	6,860,344.40	39,322,465.83	100,506,049.05	102,500,000.00	1,993,950.95	55,937,636.14
DECEMBER	128,858,985.09	180,000.00	1,019,498.62	102,637,895.71	40,070,366.31	272,766,745.73	281,560,070.25	8,793,324.52	55,770,900.79
TOTAL	629,070,600.76	630,000.00	7,237,652.18	196,392,421.17	324,312,191.04	1,157,642,865.15	1,182,354,135.36	24,711,270.21	645,962,973.05

NOTE 30**SOCIAL CONTRIBUTION**

	2021			2020
DESCRIPTION	ACTUAL	BUDGET	VARIANCE	ACTUAL
RECURRENT	18,310,000.00	19,000,000.00	690,000.00	25,351,958.31
CAPITAL	24,884,126.81	25,000,000.00	115,873.19	11,333,672.59
TOTAL	43,194,126.81	44,000,000.00	805,873.19	36,685,630.90

SOCIAL BENEFIT NOTE 31

	2021			2020
MONTH	ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	640,000.00	-	(640,000.00)	-
FEBRUARY	730,000.00	-	(730,000.00)	100,000.00
MARCH	1,140,000.00	-	(1,140,000.00)	-
APRIL	1,963,000.00	-	(1,963,000.00)	70,000.00
MAY	1,308,131.38	-	(1,308,131.38)	20,000.00
JUNE	1,280,000.00	-	(1,280,000.00)	-
JULY	1,500,000.00	-	(1,500,000.00)	-
AUGUST	2,640,000.00	-	(2,640,000.00)	68,570.00
SEPTEMBER	911,250.00	-	(911,250.00)	150,000.00
OCTOBER	911,250.00	-	(911,250.00)	60,000.00
NOVEMBER	911,250.00	-	(911,250.00)	75,000.00
DECEMBER	1,520,000.00	-	(1,520,000.00)	25,000.00
TOTAL	15,454,881.38	-	(15,454,881.38)	568,570.00

NOTE 32**OVERHEAD COSTS FOR 2021**

	2021			2020
CLASSIFICATION	ACTUAL	BUDGET	VARIANCE	ACTUAL
TRANSPORT AND TRAVEL	26,842,271.57	83,654,690.00	56,812,418.43	9,365,241.22
UTILITIES-GENERAL	409,000.00	6,000,000.00	5,591,000.00	500,000.00
MATERIALS & SUPPLIES	3,010,500.00	9,215,365.22	6,204,865.22	3,465,120.22
MAINTENANCE SERVICES-GENERAL	921,750.00	3,393,555.43	2,471,805.43	2,589,200.00
TRAINING & HUMAN DEVELOPMENT	3,307,000.00	9,547,211.25	6,240,211.25	5,621,522.00
OTHER SERVICES-GENERAL	9,445,000.00	20,698,356.25	11,253,356.25	5,268,937.42
FUEL & LUBRICANTS-GENERAL	1,355,000.00	8,456,214.25	7,101,214.25	1,258,465.55
MISCELLANEOUS EXPENSES-GENERAL	19,660,000.00	78,654,215.33	58,994,215.33	12,560,000.00
PROFFESIONAL SERVICES	2,299,500.00	6,894,578.22	4,595,078.22	1,203,000.00
FINANCE CHARGES	1,323,644.07	8,000,215.36	6,676,571.29	1,582,000.00
NON REGULAR ALLOWANCES	27,103,986.53	88,215,365.88	61,111,379.35	15,021,000.00
SECURITY VOTE	8,400,000.00	39,856,124.22	31,456,124.22	4,200,000.00
FIELD OVERHEAD EXPENSES	12,672,899.29	36,548,695.55	23,875,796.26	6,069,700.03
TOTAL	116,750,551.46	399,134,586.96	282,384,035.50	68,704,186.44

NOTE 38

TRANSFER TO OTHER GOVERNMENT ENTITIES

								2021			2020
MONTHS	CHIEFTAINCY	TRADITIONAL	GRATUITY	PENSION	PARASTATAL	PEACE CORPS	PRIMARY EDUCATION FUND	ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	97,374.81	4,771,365.58	486,824.63	41,312,774.65	1,760,665.16	1,200,000.00	71,213,407.57	120,842,412.40	152,214,362.22	31,371,949.82	141,101,431.70
FEBRUARY	115,184.60	5,644,045.41	697,799.14	41,333,229.06	2,073,322.80	1,200,000.00	73,438,799.03	124,502,380.04	125,012,321.22	509,941.18	141,062,516.04
MARCH	80,324.24	3,935,887.64	-	41,785,186.18	1,097,389.73	1,200,000.00	65,948,592.67	114,047,380.46	113,654,872.22	(392,508.24)	116,244,184.62
APRIL	92,459.43	4,530,511.88	1,201,910.14	41,785,186.18	1,263,180.68	1,200,000.00	69,325,022.50	119,398,270.81	118,321,546.22	(1,076,724.59)	140,072,703.95
MAY	104,509.33	5,122,944.96	4,462,559.13	42,346,224.82	1,655,129.42	1,200,000.00	71,783,213.90	126,674,581.56	130,546,214.55	3,871,632.99	135,929,334.33
JUNE	87,121.49	4,268,953.01	3,974,636.14	41,125,455.69	1,379,220.31	1,200,000.00	100,734,341.52	152,769,728.16	151,488,325.33	(1,281,402.83)	130,158,411.21
JULY	145,014.89	7,105,729.55	3,267,803.27	43,235,029.10	2,295,730.70	1,200,000.00	109,650,291.08	166,899,598.59	158,265,784.66	(8,633,813.93)	135,436,584.66
AUGUST	154,500.29	7,570,512.41	1,931,979.15	41,403,860.93	2,445,893.57	1,200,000.00	115,994,818.36	170,701,564.71	152,698,745.33	(18,002,819.38)	139,854,930.78
SEPTEMBER	120,354.39	5,897,365.13	-	42,813,135.45	2,035,854.69	1,200,000.00	109,124,997.44	161,191,707.10	160,251,458.33	(940,248.77)	134,849,496.39
OCTOBER	148,917.79	7,296,972.95	3,433,925.44	42,510,734.68	2,422,118.49	1,200,000.00	113,992,261.09	171,004,930.44	172,564,215.33	1,559,284.89	135,351,144.78
NOVEMBER	98,458.72	4,824,477.29	4,868,246.32	42,510,734.68	1,601,411.39	1,200,000.00	119,066,638.34	174,169,966.74	179,546,325.65	5,376,358.91	111,709,999.19
DECEMBER	204,878.19	10,039,033.21	1,230,070.96	41,937,225.40	2,376,856.04	1,200,000.00	219,589,592.74	276,577,656.54	203,115,828.94	(73,461,827.60)	98,202,209.23
TOTAL	1,449,098.17	71,007,799.02	25,555,754.32	504,098,776.82	22,406,772.98	14,400,000.00	1,239,861,976.24	1,878,780,177.55	1,817,680,000.00	(61,100,177.55)	1,559,972,946.88

NOTE 58

PURCHASE / CONSTRUCTION OF PPE

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
LAND ACQUISITION AT IGIRIGIRI	2,645,000.00	13,594,205.79	10,949,205.79	-
FURNITURE AND FITTING	440,000.00	15,000,000.00	14,560,000.00	1,620,000.00
INFRASTRUCTURE (CONSTRUCTION OF ROAD INSIDE EKSU)	67,569,199.10	800,000,000.00	732,430,800.90	9,713,672.59
TOTAL	70,654,199.10	828,594,205.79	757,940,006.69	11,333,672.59

NOTE 66

REPAYMENT OF BORROWING

	2021			2020
MONTHS	ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	638,074.69	-	- 638,074.69	491,507.60
FEBRUARY	638,074.69	-	- 638,074.69	491,507.60
MARCH	-	-	-	491,507.60
APRIL	-	-	-	491,507.60
MAY	638,074.69	-	- 638,074.69	491,507.60
JUNE	638,074.69	-	- 638,074.69	491,507.60
JULY	638,074.69	-	- 638,074.69	491,507.60
AUGUST	638,074.69	-	- 638,074.69	491,507.60
SEPTEMBER	638,074.69	-	- 638,074.69	491,507.60
OCTOBER	638,074.69	-	- 638,074.69	491,507.60
NOVEMBER	638,074.69	-	- 638,074.69	491,507.60
DECEMBER	638,074.69	-	- 638,074.69	491,507.62
TOTAL	6,380,746.90	-	(6,380,746.90)	5,898,091.22

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE

ACCOUNTS OF AIYEKIRE LOCAL GOVERNMENT,

ODE-EKITI

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Aiyekire Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.



A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF AIYEKIRE LOCAL GOVERNMENT, ODE-EKITI FOR THE YEAR
ENDED 31ST DECEMBER, 2021.**

The General Purpose Financial Statements of Aiyekire Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively Section 26(2) of Ekiti State Audit Law 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999, The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Aiyekire Local Government to prepare and present the General purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. BASIS OF OPINION

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. OPINION

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31st December, 2021 subject to the observations and comments in the other parts of this report.

7. BUDGET OVERVIEW AND PERFORMANCE

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2021 budget recorded a performance of 97.91%. That is, an estimate was made for N1,842,319,155.28, while actual Revenue recorded stood at

N1,803,768,113.44. Equally, the actual IGR of N9,986,974.87 represents only 0.55% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory Allocation for survival.

- ii. The sum of N1,829,520,217.00 only was budgeted for expenditure but only N1,827,983,665.31 was actually incurred, resulting to a saving of N1,536,551.69 for the period.

8. REVENUE ACCOUNT

A total sum of N1,803,768,113.44 was earned as total Revenue as at 31st December, 2021 out of which only 0.55% (N9,986,974.87) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a deficit of 40.61% over that of previous year. Details of this is contained in the statement of Budget for the year 2021.

9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report.

10. INFRACTIONS DURING THE YEAR

The following expenditure appears to be contrary to law.

S/N	QUERY NO	SUBJECT	AMOUNT (₦)
1	AUD/AYLG/AQ/01/2021	Unproduced Revenue Earning Receipts	Assorted
2	AUD/AYLG/AQ/02/2021	Expenditure Contrary To Regulation	2,035,000.00
3	AUD/AYLG/AQ/03/2021	Unreceipted /Unretired Expenditure	755,000.00
4	AUD/AYLG/AQ/04/2021	Unaudited Expenditure	646,500.00
5	AUD/AYLG/AQ/05/2021	Items Not Taken on Store Ledger Charge	851,500.00
6	AUD/AYLG/AQ/06/2021	Unproduced Payment Vouchers	453,600.00
7	AUD/AYLG/AQ/07/2021	Unvouched Expenditure	1,570,000.00
	TOTAL		6,671,600.00

These queries and other infractions noted on Local Government accounts during the financial year had been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. STATEMENTS OF ASSETS AND LIABILITIES

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. DISALLOWANCE

Allowance had been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

13. STATE OF ACCOUNT

The Accounts of Aiyekire Local Government had been examined up to 31st December, 2021 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Aiyekire Local Government, Ode-Ekiti. Particular attention is required to the followings:

- (i) Internally Generated Revenue.
- (ii) Attendance to audit queries.
- (iii) Fixed Assets Register.
- (iv) Unproduced Revenue Receipts.
- (v) All Outstanding matters from previous report.

14. **RECEIPTS FROM JAAC:** It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.

15. **OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

The following matters remained outstanding in my previous reports.


- i. Loss of fund involving Mr. Olarewanju Oladimeji (2015) N4,881,128.88

LOCAL GOVERNMENT	YEAR	AMOUNT OF LOSS (N)	AMOUNT RECOVERED (N)	BALANCE (N)	OFFICIALS INVOLVED
Gbonyin	2015	4,881,128.88	-	4,881,128.88	Mr. Olarewaju Oladimeji

- ii. Receipts purchased (various types) but not traceable to store (143) (2014) involving Mr. Peter Adelusi.

iii. Unproduced Revenue Earning Receipts

S/N	DETAILS	NAMES OF AFFECTED OFFICERS	AMOUNT (₦)	YEAR	REMARKS
1	Unproduced Revenue Earning Receipts, 2020	Obaturoti Emmanuel Osalusi Adedayo Adamolekun Lekan Aina Kayode	13 Booklets 3 Booklets 6 Booklets 3 Booklets	2020	Not appeared for checking.


7/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278



...Ile Iyi, Ile Eye.

AYEKIRE LOCAL GOVERNMENT

PMB 001 ODE-EKITI
EKITI STATE OF NIGERIA

All communications should be addressed
to the Hon. Chairman quoting:

Our Ref. No: _____ Your Ref No _____ Date _____

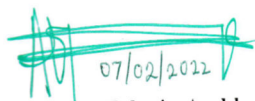
RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance Aiyekire Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

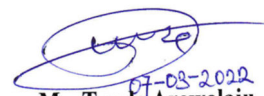
The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Aiyekire Local Government as at the year ended 31st December, 2021.



07/02/2022

Hon. Prince Fadumiye Ayodele,
Executive Chairman.



07-03-2022

Mr. Tunde Arowolaju
Director of Finance.

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS were:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local

Government. The items in the Statements were cross referenced to any related information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFM. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- (i) Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria were met in accordance to **IPSAS 23**.
- (ii) Revenue from exchange transactions was recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- (i) Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.
- (ii) Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.
- (iii) Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and were reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables was established when there was objective evidence that the Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit

debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) PREPAYMENT

Prepayment expenses were payments made in advance of receipt of goods or services, i.e., the payments were made early the year for benefits to be received over the latter part of the year or payments made in one year for benefits to be received in subsequent years.

(17) INVENTORIES (IPSAS 12).

Inventories were valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method. Those held for distribution for public benefit purposes were recorded at cost, adjusted where applicable for any loss of services potential and were reported under Current Assets in the Statement of Financial Position.

(18) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses.

Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(19) INVESTMENT PROPERTY (IPSAS 16)

These were cost generating property owned by the Local Government. The cost, capitalisation depreciation and impairment were same with PPE, but was reported separately in the Statement of Financial Position.

(20) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years

Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless of the day of the month the transactions were carried out.

(21) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(22) RESERVES

Reserves were classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(23) BORROWINGS.

Borrowings were recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(24) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(25) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and

all monetary benefits) using the cost of service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(26) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

AIYEKIRE LOCAL GOVERNMENT, ODE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N	Represented By:		N	N
	ASSETS			
	Current Assets			
31,676,729.37	Cash and Cash Equivalents	1	7,461,178.50	
216,250.00	Inventories	2	113,300.00	
	WIP	3		
376,075,466.07	Receivables	4	15,000,000.00	
-	Prepayments	5		
407,968,445.44	Total Current Assets			22,574,478.50
	Non-Current Assets			
-	Loans Granted	6		
1,000,000.00	Investments	7	1,000,000.00	
497,487,240.54	Fixed Assets-Property, Plant & Equipment	8	511,378,356.87	
-	Investment Property	9	246,865,000.00	
-	Biological Assets	10		
498,487,240.54	Total Non-Current Assets			759,243,356.87
906,455,685.98	Total Assets			781,817,835.37
	LIABILITIES			
	Current Liabilities			
25,567,506.32	Accumulated Depreciation	11		
	Loans & Debts(Short-Term)	12		
	Unremitted Deductions	13		
454,228,949.77	Payables	14	282,767,445.17	
479,796,456.09	Total Current Liabilities		282,767,445.17	
	Non-Current Liabilities			
-	Public Funds	15		
86,505,337.82	Borrowings	16	81,650,020.62	
86,505,337.82	Total Non-Current Liabilities		81,650,020.62	
566,301,793.91	Total Liabilities			364,417,465.79
340,153,892.07	Net Asset/Equity			417,400,369.58
	Financed By:			
266,741,067.76	Reserves	17		353,691,883.95
	Capital Grant	18		
	Net Surplus/(Deficits)	19		
73,412,824.31	Accumulated Surplus/(Deficits)	20		63,708,485.63
340,153,892.07	Total Net Assets/Equity			417,400,369.58

AIYEKIRE LOCAL GOVERNMENT, ODE-EKITI, EKITI-STATE, NIGERIA
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	Actual 2021
N	REVENUE		N
1,194,603,923.21	Government Share of FAAC (Statutory Revenue)	21	1,793,781,138.57
3,225,259.24	Tax Revenue	22	2,779,330.14
3,657,571.76	Non-Tax Revenue	23	5,752,944.73
	Aid & Grants	24	
	Investment Income	25	1,149,700.00
222,000.00	Expenditure Recovery	26	305,000.00
	Other Capital Receipts	27	
	Debt Forgiveness	28	
1,201,708,754.21	Total Revenue		1,803,768,113.44
	EXPENDITURE		
394,680,542.88	Salaries & Wages	29	805,718,355.86
	Social Contribution	30	
	Social Benefit	31	
53,343,621.56	Overhead Cost	32	86,612,629.46
	Gratuity	33	
	Pension Allowance	34	
	Stationeries	35	
	Impairment Charges	36	
25,323,238.77	Depreciation Charges	37	28,121,791.79
701,512,632.77	Transfer to other Government Entities	38	874,657,175.01
	Public Debt Charges	39	
5,286,136.88	Allowance	40	18,362,500.00
1,180,146,172.86	Total Expenditure		1,813,472,452.12
21,562,581.35	Surplus/(Deficit) from Operating Activities for the Period		(9,704,338.68)
	Total Non-Operating Revenue/(Expenses)		
	Non-Operating Activities		
	Gain/Loss on Disposal of Asset	41	
	Refunded Revenue	42	
	Revaluation Gain	43	
	Net Surplus/(Deficit) from Ordinary Activities		
	Surplus/(Deficit) from Ordinary Activities		
	Purchases/Construction of Assets	44	
21,562,581.35	Net Surplus/(deficits) for the year		(9,704,338.68)

AIYEKIRE LOCAL GOVERNMENT, ODE-EKITI, EKITI-STATE, NIGERIA
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
1,194,603,923.21	Government Share of FAAC (Statutory Revenue)	21	1,793,781,138.57	
3,225,259.24	Tax Revenue	22	2,779,330.14	
3,657,571.76	Non-Tax Revenue	23	5,752,944.73	
	Aid & Grants	24		
	Investment Income	25	1,149,700.00	
222,000.00	Expenditure Recovery	26	305,000.00	
	Other Capital Receipts	27		
	Debt Forgiveness	28		
1,201,708,754.21	Total inflow from operating Activities			1,803,768,113.44
	<u>Outflows</u>			
394,680,542.88	Salaries & Wages	29	805,718,355.86	
	Social Contributions	30		
	Social Benefit	31		
53,343,621.56	Overheads Cost	32	86,612,629.46	
	Gratuity	33		
	Pension Allowance	34		
701,512,632.77	Transfer to other Government Entities	38	874,657,175.01	
5,286,136.88	Allowance	40	18,362,500.00	
	Deductions	49		
	Refund	50		
	Inventory	51		
	Loan	52		
1,154,822,934.09	Total Outflow from Operating Activities			1,785,350,660.33
46,885,820.12	Net Cash Inflow/(outflow) from Operating Activities			18,417,453.11
	Net Surplus/(Deficit)			
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
	Proceeds from Sale of PPE	53		
	Proceeds from Sale of Investment Property	54		
	Proceeds from Sales of Intangible Assets	55		
	Proceeds from Sale of Investment	56		
	Dividends Received	57		
	Total Inflow			
	Outflows			
14,011,656.73	Purchase/ Construction of PPE	58	37,777,686.78	
	Purchase/ Construction OF Investment Property	59		

	Investment in Private Companies	60		
	Loan Granted	61		
	Purchase of Intangible Assets	62		
	Acquisition of Investment	63		
14,011,656.73	Total Outflow		37,777,686.78	
-14,011,656.73	Net Cash Flow from Investing Activities			(37,777,686.78)
	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
	Capital Grant Received	64		
	Proceeds from Borrowings	65		
	Total Inflow			
	Outflows			
5,898,091.22	Repayment of Borrowings	66	4,855,317.20	
	Distribution of Surplus/Dividends Paid	67		
	Total Outflow		4,855,317.20	
-5,898,091.22	Net Cash Flow from Financing Activities			(4,855,317.20)
26,976,072.17	Net Cash Flow from all Activities			(24,215,550.87)
4,700,657.20	Cash and Its Equivalent as at 01/01/2021			31,676,729.37
31,676,729.37	Cash and Its Equivalent as at 31/12/2021	1		7,461,178.50

AIYEKIRE LOCAL GOVERNMENT, ODE-EKITI, EKITI-STATE, NIGERIA
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED
31ST DECEMBER, 2021

2020		Notes	Actual 2021	Final Budget 2021	Variance on Final Budget
N			N	N	N
	<u>REVENUE</u>				
1,194,603,923.21	Government Share of FAAC (Statutory Revenue)	21	1,793,781,138.57	1,826,869,155.26	-1.81
3,225,259.24	Tax Revenue	22	2,779,330.14	4,519,500.00	-38.50
3,657,571.76	Non-Tax Revenue	23	5,752,944.73	8,430,500.00	-31.76
	Aid & Grants	24			0.00
	Investment Income	25	1,149,700.00	2,000,000.00	-42.52
222,000.00	Expenditure Recovery	26	305,000.00	500,000.00	-39.00
	Other Capital Receipts	27			0.00
	Debt Forgiveness	28			0.00
1,210,708,754.21	Total Revenue		1,803,768,113.44	1,842,319,155.26	-153.59
	<u>EXPENDITURE</u>				
394,680,542.88	Salaries & Wages	29	805,718,355.86	820,450,217.00	1.80
	Social Contribution	30			0.00
	Social Benefit	31			0.00
53,343,621.56	Overhead Cost	32	86,612,629.46	90,550,000.00	4.35
	Gratuity	33			0.00
	Pension Allowance	34			0.00
	Stationeries	35			0.00
	Impairment Charges	36			0.00
		37			0.00
701,512,632.77	Transfer to other Government Entities	38	874,657,175.01	890,000,000.00	1.72
	Public Debt Charges	39			
5,286,136.88	Allowance	40	18,362,500.00	28,520,000.00	35.62
14,011,656.73	Purchase of Assets	58	37,777,687.78	-	0.00
-	Acquisition of Investment	63		-	0.00
5,898,091.22	Repayment of Borrowing	66	4,855,317.20	-	0.00
1,174,732,682.04	Total Expenditure		1,827,983,665.31	1,829,520,217.00	43.48
26,976,072.17	Surplus /(Deficit) for the year		(24,215,551.87)	12,798,938.26	-197.07

AIYEKIRE LOCAL GOVERNMENT, ODE-EKITI, EKITI-STATE, NIGERIA
STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2021

S/N	NARATION	ACCUMULATED SURPLUS/DEFICIT (N)	RESERVES (N)	CAPITAL GRANT (N)	TOTAL (N)
1	Opening Balance (1/1/2021)	73,412,824.31	266,741,067.76	-	340,153,892.07
2	Surplus for the year	-9,704,338.68			-9,704,338.68
3	Grant for the year				
4	Assets Recognised for the year		259,021,530.00		259,501,530.00
5	Adjustment		-172,070,713.81		-172,070,713.81
	Closing Balance 31/12/2021	63,708,485.63	353,691,883.95		417,400,369.58

NOTES 8 & 37

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEDULE FOR THE YEAR 2021

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEDULE FOR THE YEAR 20...

DETAILS	LAND AND BUILDING	INFRASTRUCTURE	MOTOR VEHICLES	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL
Rate of Depreciation	3%	3%	20%	10%	20%	25%	20%	
Balance B/f as at 1/1/20....	298,678,248.10	168,140,412.01	16,890,400.00	-	-	3,599,880.61	10,178,299.82	497,487,240.54
Acquisition/Recognition during the year	3,243,181.79	33,579,504.99	-	4,521,530.00	-	99,000.00	856,000.00	42,299,216.78
Total	301,921,429.89	201,719,917.00	8,969,091.34	4,521,530.00	-	3,698,880.61	11,034,299.82	531,865,148.66
Disposal during the year	-	-	-	-	-	-	-	-
Balance 31/12/20...	301,921,429.89	201,719,917.00	8,969,091.34	4,521,530.00	-	3,698,880.61	11,034,299.82	531,865,148.66
Accumulated Depreciation	-	-	-	-	-	-	-	-
Current Year Charge	9,057,642.90	6,051,597.51	1,793,818.27	452,153.00	-	924,720.15	2,206,859.96	20,486,791.79
Depreciation on Disposal	-	-	-	-	-	-	-	-
NBV AS AT 31/12/20....	292,863,786.99	195,668,319.49	7,175,273.07	4,069,377.00	-	2,774,160.46	8,827,439.86	511,378,356.87

NOTE: ASSET RECOGNISED DURING THE YEAR WAS PLANT & MACHINERY WORTH OF N 4,521,530.00

NOTE 1**CASH AND CASH EQUIPMENT FOR YEAR 2021**

BANK	ACCOUNT NAME	ACCOUNT NO	AMOUNT (N)
UNITED BANK FOR AFRICA	SALARY ACCOUNT	1000709496	4,171,781.68
UNITED BANK FOR AFRICA	MAIN ACCOUNT	1003570693	1,972,907.80
UNITED BANK FOR AFRICA	IGR	1014549383	81,410.10
UNITED BANK FOR AFRICA	PROJECT ACCOUNT	1000706103	1,235,078.82
TOTAL			7,461,178.50

NOTE 2**INVENTORIES**

S/N	NAME OF ITEM	QUANTITY	UNIT PRICE	AMOUNT (N)
1	Liquor Receipt	1	900	13,500.00
2	Tenement Receipt	2	700	1,400.00
3	Attestation	4	3000	12,000.00
4	TR Receipt	7	800	5,600.00
5	Market Receipt	56	600	33,600.00
6	General Revenue Receipt	5	800	4,000.00
7	Birth Certificate	3	1,200	3,600.00
8	File jacket	73	200	14,600.00
9	Cash book	2	2,500	5,000.00
10	Columnal Cash Book	4	5,000	20,000.00
	TOTAL			113,300.00

NOTE 4**RECEIVABLES**

YEAR 2021 OPENING BALANCE		N 376,075,466.07
Less: Receivables during the year		(374,440,466.30)
		1,634,999.77
Add: Receivables for the year		13,365,000.23
Total		15,000,000.00

NOTE 7**(N)**

Investment.....1,000,000.00

NOTE 9**INVESTMENT PROPERTY**

S/N	ITEMS	COST (N)	DEP. RATE	DEP. RATE	NBV 31/12/2021 (N)
1	Lock up shop	168,000,000.00	3%	5,040,000.00	162,960,000.00
2	Opening market stall	82,500,000.00	3%	2,475,000.00	80,025,000.00
3	Fayose Market	4,000,000.00	3%	120,000.00	3,880,000.00
	Total			7,635,000.00	246,865,000.00

NOTE: The Investment Property was recognised during the year.

PAYABLE FOR 2021**NOTE 14
AMOUNT (N)**

YEAR 2021 OPENING BALANCE		454,228,949.77
Less: Payments during the year		(174,984,256.22)
		279,244,693.55
Add: Payables for the year		3,522,751.62
Total		282,767,445.17

BORROWINGS**NOTE 16**

	(N)
Total Liability B/F	86,505,337.82
less:	
Payment to date	<u>4,855,317.20</u>
Balance	<u>81,650,020.62</u>

NOTE 21**STATUTORY ALLOCATION FOTR THE YEAR 2021**

S/N	MONTH	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	JANUARY	125,970,892.69	126,365,324.22	(394,431.53)	107,111,735.06
2	FEBRUARY	134,488,130.17	146,355,358.48	(11,867,228.31)	107,916,738.93
3	MARCH	107,678,511.32	110,212,546.34	(2,534,035.02)	101,525,617.64
4	APRIL	129,122,837.70	129,589,245.32	(466,407.62)	106,762,652.70
5	MAY	142,893,972.82	143,251,654.87	(357,682.05)	99,895,729.82
6	JUNE	143,537,916.15	145,032,265.32	(1,494,349.17)	87,624,525.98
7	JULY	153,731,692.51	156,325,185.32	(2,593,492.81)	109,670,480.33
8	AUGUST	157,424,220.27	160,954,589.37	(3,530,369.10)	106,674,783.25
9	SEPTEMBER	148,032,773.79	150,256,358.25	(2,223,584.46)	93,728,585.02
10	OCTOBER	156,972,287.58	157,325,648.22	(353,360.64)	102,932,734.20
11	NOVEMBER	154,340,208.36	155,321,325.33	(981,116.97)	88,302,983.09
12	DECEMBER	239,587,695.21	245,879,654.22	(6,291,959.01)	82,457,357.19
	TOTAL	1,793,781,138.57	1,826,869,155.26	(33,088,016.69)	1,194,603,923.21

NOTE 22**TAX REVENUE FOR YEAR 2021****INTERNAL GENERATED REVENUE FOR THE YEAR 2021 (IGR)**

			2021			2020
S/N	DETAIL	HEADS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	COMMUNITY POLL TAX	12010101	116,625.14	200,000.00	(83,374.86)	64,500.00
2	MARKET TOLLS	12020105	1,005,305.00	2,200,300.00	(1,194,995.00)	908,410.00
3	HAWKING PERMIT	12020120	484,500.00	500,000.00	(15,500.00)	8,300.00
4	LOADING PERMIT	12020449	160,900.00	170,000.00	(9,100.00)	639,850.00
5	TENEMENT RATE	12020449	249,000.00	450,000.00	(201,000.00)	478,600.00
6	FLAT RATE	12020202	306,800.00	350,000.00	(43,200.00)	185,099.24
7	TRADE PERMIT	12020120	76,700.00	100,000.00	(23,300.00)	573,500.00
8	LIQUOUR LICENSE FEES	12020131	9,500.00	20,000.00	(10,500.00)	276,900.00
9	MOBILE SALES	12020201	300,000.00	409,200.00	(109,200.00)	62,100.00
10	JORA COMPANY	12020449	70,000.00	120,000.00	(50,000.00)	28,000.00
	TOTAL		2,779,330.14	4,519,500.00	(1,740,169.86)	3,225,259.24

NOTE 23**NON TAX REVENUE FOR YEAR 2021**

			2021			2020
S/N	DETAILS	HEAD	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	LOCAL GOVERNMENT IDENTIFICATION	12020419	1,690,500.00	2,696,540.00	(1,006,040.00)	125,071.76
2	MARRIAGE/DIVORCE FEES	12020418	1,228,600.00	1,278,000.00	(49,400.00)	958,000.00
3	BIRTH CERTIFICATE	12020443	193,850.00	250,000.00	(56,150.00)	888,700.00
4	REG.ON SOCIAL ORGANISATION	12020109	10,000.00	100,000.00	(90,000.00)	845,000.00
5	LOCAL GOVERNMENT TAX	12020423	2,220,744.73	3,265,960.00	(1,045,215.27)	265,800.00
6	AGRICULTURAL PRODUCE	12020421	349,250.00	720,000.00	(370,750.00)	565,000.00
7	LEASE OF PIGGERY	1202019	60,000.00	120,000.00	(60,000.00)	10,000.00
	TOTAL		5,752,944.73	8,430,500.00	(2,677,555.27)	3,657,571.76

NOTE 25**INCOME ON INVESTMENT**

		2021			2020
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	RENT ON LOCAL GOVERNMENT PROPERTY	400,000.00	800,000.00	(400,000.00)	-
2	LOCK UP SHOPS	749,700.00	1,200,000.00	(450,300.00)	-
	TOTAL	1,149,700.00	2,000,000.00	(850,300.00)	-

NOTE 26

EXPENDITURE RECOVERY **305,000.00**

NOTE 29

PERSONNEL COST (WAGES & SALARY)

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	STAFF SALARY OF LOCAL GOVERNMENT STAFF FOR YEAR 2021	731,928,474.08	745,450,217.00	13,521,742.92	346,728,038.54
2	POLITICAL OFFICE HOLDER SALARY FOR YEAR 2021	73,789,881.78	75,000,000.00	1,210,118.22	47,952,504.34
	TOTAL	805,718,355.86	820,450,217.00	14,731,861.14	394,680,542.88

NOTE 32

OVERHEAD COST FOR YEAR 2021

S/N	DETAILS	CODES	2021			2020
			ACTUAL	BUDGET	VARIANCE	ACTUAL
1	TRANSPORT AND TRAVELLING	220201	45,641,725.80	47,132,548.00	1,490,822.20	30,096,417.32
2	MATERIAL AND SUPPLIER	220230	1,428,000.00	1,654,300.00	226,300.00	4,305,000.00
3	MAINTENANCE SERVICE GENERAL	220204	864,000.00	900,000.00	36,000.00	313,000.00
4	GRANT AND CONTRIBUTIONS GENERAL	220401	5,342,036.66	5,896,500.00	554,463.34	350,000.00
5	TRAINING GENERAL	220205	186,000.00	200,000.00	14,000.00	130,000.00
6	MISCELLANEOUS EXPENSES	220204	23,798,800.00	24,156,000.00	357,200.00	13,498,000.00
7	OTHER SERVICES	220206	8,763,000.00	9,720,652.00	957,652.00	4,583,000.00
8	FINANCIAL CHARGES	220209	129,067.00	190,000.00	60,933.00	68,204.24
9	CONSULTING AND PROFESSIONAL BODY	220207	150,000.00	250,000.00	100,000.00	-
10	OVERHAULING OF VEHICLES	220211	310,000.00	450,000.00	140,000.00	-
	TOTAL		86,612,629.46	90,550,000.00	3,937,370.54	53,343,621.56

DEPRECIATION CHARGES

NOTE 37

CLASSIFICATION	AMOUNT (N)
PP&E	20,486,791.79
INVESTMENT PROPERTY	7,635,000.00
TOTAL	28,121,791.79

NOTE 38

DIRECTLY CREDITED TO PARASTATAL AND OTHERS

S/N	DETAIL	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	PRIMARY EDUCATION FUND (SUBEB EMOLUMENT)	344,713,010.75	349,720,000.00	5,006,989.25	249,731,659.45
2	TRADITIONAL COUNCIL ALLOCATION	55,151,571.08	56,000,000.00	848,428.92	51,705,317.56
3	PENSION AND GRATUITY	404,535,156.98	405,000,000.00	464,843.02	374,252,889.09
4	LOCAL GOVERNMENT PARASTATA/ AGENCIES	17,050,040.16	18,000,000.00	949,959.84	19,091,566.67
5	RUNNING GRAND FOR PEACE CORPS	14,400,000.00	15,000,000.00	600,000.00	-
6	PROVISION FOR FURNITURE AND SEVERANCE ALLOWANCE	1,807,433.04	1,900,000.00	92,566.96	-
7	FUND TRANSFER CHARGES	272,851.15	280,000.00	7,148.85	1,271,200.00
8	OTHER ALLOCATION	12,111,614.76	15,000,000.00	2,888,385.24	5,460,000.00
9	FIRS TAX AND CONSULTANCY FEES	1,790,463.14	2,500,000.00	709,536.86	-
10	SECURITY FUND	8,400,000.00	9,000,000.00	600,000.00	-
11	BAIL OUT FUND	4,855,317.19	5,600,000.00	744,682.81	-
12	SPECIAL RESERVE	9,569,716.76	12,000,000.00	2,430,283.24	-
	TOTAL	874,657,175.01	890,000,000.00	15,342,824.99	701,512,632.77

NOTE 40**FURNITURE ALLOWANCE FOR YEAR 2021**

	2021			2020
MONTHS	ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	1,537,500.00	2,600,000.00	1,062,500.00	660,767.11
FEBRUARY	1,537,500.00	1,801,000.00	263,500.00	660,767.11
MARCH	-	-	-	660,767.11
APRIL	1,537,500.00	1,650,000.00	112,500.00	660,767.11
MAY	-	-	-	660,767.11
JUNE	2,500,000.00	3,900,000.00	1,400,000.00	660,767.11
JULY	2,500,000.00	3,860,000.00	1,360,000.00	-
AUGUST	2,500,000.00	3,810,000.00	1,310,000.00	-
SEPTEMBER	2,500,000.00	3,900,000.00	1,400,000.00	-
OCTOBER	2,500,000.00	3,569,000.00	1,069,000.00	-
NOVEMBER	625,000.00	1,650,000.00	1,025,000.00	660,767.11
DECEMBER	625,000.00	1,780,000.00	1,155,000.00	660,767.11
TOTAL	18,362,500.00	28,520,000.00	10,157,500.00	5,286,136.88

NOTE 58**PURCHASE OF PP& E**

		2021			2020
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	LAND & BUILDING	3,243,181.79	-	(3,243,181.79)	7,725,570.00
2	INFRASTRUCTURE	33,579,504.99	-	(33,579,504.99)	3,197,000.00
3	OFFICE EQUIPMENT	99,000.00	-	(99,000.00)	3,039,086.73
4	FURNITURE & FITTINGS	856,000.00	-	(856,000.00)	50,000.00
	TOTAL	37,777,686.78	-	(37,777,686.78)	14,011,656.73

NOTE 66**REPAYMENT OF BORROWING**

	2021			2020
MONTHS	ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	485,531.72	-	(485,531.72)	491,507.61
FEBRUARY	485,531.72	-	(485,531.72)	491,507.60
MARCH	-	-	-	491,507.60
APRIL	-	-	-	491,507.60
MAY	485,531.72	-	(485,531.72)	491,507.61
JUNE	485,531.72	-	(485,531.72)	491,507.60
JULY	485,531.72	-	(485,531.72)	491,507.60
AUGUST	485,531.72	-	(485,531.72)	491,507.60
SEPTEMBER	485,531.72	-	(485,531.72)	491,507.60
OCTOBER	485,531.72	-	(485,531.72)	491,507.60
NOVEMBER	485,531.72	-	(485,531.72)	491,507.60
DECEMBER	485,531.72	-	(485,531.72)	491,507.60
TOTAL	4,855,317.20	-	(4,855,317.20)	5,898,091.22

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE

ACCOUNTS OF EFON LOCAL GOVERNMENT,

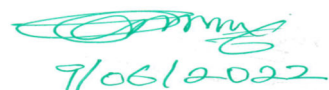
EFON-ALAAYE-EKITI

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Efon Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.



A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF EFON LOCAL GOVERNMENT, EFON-ALAAYE-EKITI FOR THE
YEAR ENDED 31ST DECEMBER, 2021.**

The General Purpose Financial Statements of Efon Local Government have been examined in accordance with, sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively and Section 26(2) of Ekiti State Audit Law, 2014 and section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Efon Local Government to prepare and present the General purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. **BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. **OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31st December, 2021 subject to the observations and comments in the other parts of this report.

7. **BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- (i) The estimate made for Revenue in the 2021 budget recorded a performance of 90.67%. That is, an estimate was made for **N1,711,725,056.24**, while actual Revenue recorded stood at **N1,552,100,029.06**. Equally, the actual IGR of **N6,404,763.99**

represents only **0.41%** of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- (ii) The sum of **N1,702,457,196.55** only was budgeted for expenditure but only **N1,556,401,973.99** was actually incurred, resulting to a saving of **N146,055,222.56** for the period.

8. REVENUE ACCOUNT

A total sum of **N1,552,100,029.06** was earned as total Revenue as at 31st December, 2021 out of which only **0.41% (N6,404,763.99)** was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a deficit of **(3.97%)** over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2021.

9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report.

10. INFRACTIONS DURING THE YEAR

The following expenditure appears to be contrary to law.

S/N	QUERY NO	SUBJECT	AMOUNT
1	AUD/EFLG/AQ/01/21	Unretired Expenditure	1,590,000.00
2	AUD/ EFLG/AQ/02/21	Nugatory Payment	710,500.00
3	AUD/ EFLG/AQ/03/21	Doubtful Expenditure	730,000.00
4	AUD/ EFLG/AQ/04/21	Item not taken a store ledger charge	1,501,750.00
5	AUD/ EFLG/AQ/05/21	Expenditure not supported with proper record	677,125.00
	TOTAL		5,209,375

These queries and other infractions noted on Local Government accounts during the financial year had been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. STATEMENTS OF ASSETS AND LIABILITIES

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. DISALLOWANCE

Allowance had been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

13. STATE OF ACCOUNT

The Accounts of Efon Local Government had been examined up to 31st December, 2021 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Efon Local Government, Efon-Alaaye-Ekiti. Particular attention is required to the followings:

- (i) Cash books and subsidiary ledgers
- (ii) Attendance to Audit Query.
- (iii) Loan Register.
- (iv) Internal Generated Revenue.
- (v) Capital Accounts.
- (vi) Fixed Assets Register.


14. RECEIPTS FROM JAAC: It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely

released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.

15. OUTSTANDING MATTERS FROM PREVIOUS REPORTS

The following matters remained outstanding in my previous report

1. Unretired Security vote 2019 (AUD/EFLG/AQ/04/2019) ₦17,000,000.00


7/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.
FRC/2014/ANAN/00000010278



Efon Local Government

Secretariat: Efon Alaaye – Itawure Road, P.M.B. 008, Efon Alaaye, Ekiti State

Our Ref:

Your Ref:

RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance of Efon Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Efon Local Government as at the year ended 31st December, 2021.

A handwritten signature in blue ink, appearing to read "Stephen Olabode Adetunji".

A handwritten date stamp in blue ink, "25/02/22".

**Hon. Stephen Olabode Adetunji,
Executive Chairman.**

A handwritten signature in blue ink, appearing to read "Olumide Bello".

A handwritten date stamp in blue ink, "25/02/22".

**Mr Olumide Bello,
Director of Finance.**

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS were:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local Government. The items in the Statements were cross referenced to any related

information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFM. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- (i) Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria were met in accordance to **IPSAS 23**.
- (ii) Revenue from exchange transactions was recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- (i) Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.
- (ii) Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.
- (iii) Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and were reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables was established when there was objective evidence that the Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) INVENTORIES (IPSAS 12).

Inventories were valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method. Those held for distribution for public benefit purposes were recorded at cost, adjusted where applicable for any loss of services potential and were reported under Current Assets in the Statement of Financial Position.

(17) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses.

Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(18) INVESTMENT PROPERTY (IPSAS 16)

These were cost generating property owned by the Local Government. The cost, capitalisation depreciation and impairment were same with PPE, but was reported separately in the Statement of Financial Position.

(19) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years
Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless of the day of the month the transactions were carried out.

(20) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(21) RESERVES

Reserves were classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(22) BORROWINGS.

Borrowings were recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(23) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(24) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and all monetary benefits) using the cost of service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(25) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

(26) BIOLOGICAL ASSETS (IPSAS 27).

IPSAS 27 requires Biological assets to be measured at fair value less cost of disposal at initial recognition and at each reporting date, except where the fair value cannot be determined reliably, the affected Local Governments could not reliably determine fair value less cost to sell.

EFON LOCAL GOVERNMENT, EFON-ALAAYE EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N	Represented By:		N	N
	<u>ASSETS</u>			
	Current Assets			
6,626,477.58	Cash and Cash Equivalents	1	2,324,532.65	
540,100.00	Inventories	2	643,600.00	
	WIP	3		
437,608,136.04	Receivables	4	302,854,424.61	
	Prepayments	5		
444,774,713.62	Total Current Assets			305,822,557.26
	Non-Current Assets			
	Loans Granted	6		
	Investments	7		
841,409,310.26	Fixed Assets-Property, Plant & Equipment	8	935,977,782.39	
165,012,976.80	Investment Property	9	156,113,021.26	
4,500,000.00	Biological Assets	10	4,500,000.00	
1,010,922,287.06	Total Non-Current Assets			1,096,590,803.65
1,455,697,000.68	Total Assets			1,402,413,360.91
	<u>LIABILITIES</u>			
	Current Liabilities			
	Accumulated Depreciation	11		
	Loans & Debts(Short-Term)	12		
	Unremitted Deductions	13		
965,046,948.84	Payables	14	640,030,834.29	
965,046,948.84	Total Current Liabilities		640,030,834.29	
	Non-Current Liabilities			
	Public Funds	15		
86,505,337.82	Borrowings	16	81,825,861.15	
86,505,337.82	Total Non-Current Liabilities		81,825,861.15	
1,051,552,286.66	Total Liabilities			721,856,695.44
404,144,714.02	Net Asset/Equity			680,556,665.47
	Financed By:			
339,700,971.25	Reserves	17		696,537,930.90
-	Capital Grant	18		
-	Net Surpluses/(Deficits)	19		
64,443,742.77	Accumulated Surplus/(Deficits)	20		-15,981,265.43
404,144,714.02	Total Net Assets/Equity			680,556,665.47

EFON LOCAL GOVERNMENT, EFON-ALAAYE EKITI, EKITI STATE, NIGERIA STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2021			
2020	DETAILS	NOTES	Actual 2021
N	REVENUE		N
1,116,016,364.75	Government Share of FAAC (Statutory Revenue)	21	1,545,695,265.07
1,360,852.00	Tax Revenue	22	1,679,698.19
4,184,200.00	Non-Tax Revenue	23	3,750,382.90
	Aid & Grants	24	
1,124,500.00	Investment Income	25	974,682.90
	Expenditure Recovery	26	
	Other Capital Receipts	27	
	Debt Forgiveness	28	
1,122,685,916.75	Total Revenue		1,550,639,463.42
	EXPENDITURE		
318,967,888.77	Salaries & Wages	29	640,560,188.63
	Social Contribution	30	
	Social Benefit	31	
59,782,923.29	Overhead Cost	32	50,234,031.49
	Gratuity	33	
	Pension Allowance	34	
	Stationeries	35	
	Impairment Charges	36	
113,956,639.28	Depreciation Charges	37	89,358,521.56
690,301,817.80	Transfer to other Government Entities	38	830,259,795.58
	Public Debt Charges	39	
8,305,744.50	Allowance	40	22,112,500.00
1,191,315,013.64	Total Expenditure		1,632,525,037.26
(66,891,800.47)			
	Surplus/(Deficit) from Operating Activities for the Period		-80,425,008.20
	Total Non-Operating Revenue/(Expenses)		
	Non-Operating Activities		
	Gain/Loss on Disposal of Asset	41	
(1,600,000.00)	Refunded Revenue	42	
	Revaluation Gain	43	
	Net Surplus/(Deficit) from Ordinary Activities		
	Surplus/(Deficit) from Ordinary Activities		
	Purchases/Construction of Assets	44	
	Minority Interest Share of Surplus/(Deficits)	45	
(70,229,096.89)	Net Surplus/(Deficit) for the period		

EFON LOCAL GOVERNMENT, EFON-ALAAYE EKITI, EKITI STATE, NIGERIA
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
1,116,016,364.75	Government Share of FAAC (Statutory Revenue)	21	1,545,695,265.07	
1,360,852.00	Tax Revenue	22	1,679,698.19	
4,184,200.00	Non-Tax Revenue	23	3,750,382.90	
	Aid & Grants	24		
1,124,500.00	Investment Income	25	974,682.90	
	Expenditure Recovery	26		
	Other Capital Receipts	27		
	Debt Forgiveness	28		
1,122,685,916.75	Total inflow from operating Activities			1,552,100,029.06
	<u>Outflows</u>			
318,967,888.77	Salaries & Wages	29	640,560,188.63	
	Social Contributions	30		
	Social Benefit	31		
59,782,923.29	Overheads Cost	32	50,234,031.49	
	Gratuity	33		
	Pension Allowance	34		
690,301,817.80	Transfer to other Government Entities	38	830,259,795.58	
8,305,744.50	Allowance	40	22,112,500.00	
	Deductions	49		
	Refund	50		
	Inventory	51		
	Loan	52		
1,077,358,374.36	Total Outflow from Operating Activities			1,543,166,515.70
45,327,542.39	Net Cash Inflow/(outflow) from Operating Activities			8,933,513.36
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
	Proceeds from Sale of PPE	53		
	Proceeds from Sale of Investment Property	54		
	Proceeds from Sales of Intangible Assets	55		
	Proceeds from Sale of Investment	56		

	Dividends Received	57		
0.00	Total Inflow			
	Outflows			
35,009,881.89	Purchase/ Construction of PPE	58	8,555,981.62	
-	Purchase/ Construction OF Investment Property	59		
-	Investment in Private Companies	60		
-	Loan Granted	61		
-	Purchase of Intangible Assets	62		
-	Acquisition of Investment	63		
35,009,881.89	Total Outflow		8,555,981.62	
-35,009,881.89	Net Cash Flow from Investing Activities			-8,555,981.62
	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
	Capital Grant Received	64		
	Proceeds from Borrowings	65		
0.00	Total Inflow			
	Outflows			
5,898,091.22	Repayment of Borrowings	66	4,679,476.67	
	Distribution of Surplus/Dividends Paid	67		
5,898,091.22	Total Outflow		4,679,476.67	
-5,898,091.22	Net Cash Flow from Financing Activities			-4,679,476.67
4,419,569.28	Net Cash Flow from all Activities			-4,301,944.93
2,206,908.30	Cash and Its Equivalent as at 01/01/2021			6,626,477.58
6,626,477.58	Cash and Its Equivalent as at 31/12/2021	1		2,324,532.65

EFON LOCAL GOVERNMENT, EFON-ALAAYE EKITI, EKITI STATE, NIGERIA STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST DECEMBER, 2021					
2020		Notes	Actual 2021	Final Budget 2021	Variance on Final Budget in %
N			N	N	N
	REVENUE				
1,116,016,364.75	Government Share of FAAC (Statutory Revenue)	21	1,545,695,265.07	1,704,026,601.4	-9.29
1,360,852.00	Tax Revenue	22	1,679,698.19	1,575,957.60	6.58
4,184,200.00	Non-Tax Revenue	23	3,750,382.90	4,987,987.00	-24.81
	Aid & Grants	24			
1,124,500.00	Investment Income	25	974,682.90	1,134,510.00	-14.09
	Expenditure Recovery	26			
	Other Capital Receipts	27			
	Debt Forgiveness	28			
1,122,685,916.75	Total Revenue		1,552,100,029.06	1,711,725,056.24	-41.61
	EXPENDITURE				
318,967,888.77	Salaries & Wages	29	640,560,188.63	755,621,089.32	15.23
	Social Contribution	30			
	Social Benefit	31			
59,782,923.29	Overhead Cost	32	50,234,031.49	87,778,000.00	42.77
	Gratuity	33			
	Pension Allowance	34			
	Stationeries	35			
	Impairment Charges	36			
690,301,817.80	Transfer to other Government Entities	38	830,259,795.58	850,058,107.23	2.33
	Public Debt Charges	39			
8,305,744.50	Allowance	40	22,112,500.00		-100.00
35,009,881.89	Purchase of Assets	58	8,555,981.62	9,000,000.00	4.93
-	Acquisition of Investment	63			
5,898,091.22	Repayment of Borrowing	66	4,679,476.67		-100.00
1,118,266,347.47	Total Expenditure		1,556,401,973.99	1,702,457,196.55	-134.74
4,419,569.28	Net Surplus/(Deficit) for the year		-4,301,944.93	9,267,859.69	93.13

EFON LOCAL GOVERNMENT, EFON-ALAAYE EKITI, EKITI STATE, NIGERIA
STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2021

S/ N	NARRATION	ACCUMULATED SURPLUS/DEFICIT	RESERVE	GRANT FOR THE YEAR	TOTAL
1	Opening Balance(1/1/2021)	64,443,742.77	339,700,971.25	-	404,144,714.02
2	Surplus for the year	-80,425,008.20		-	-80,425,008.20
3	Grant for the period			-	
4	Assets Recognised during the		158,025,120.82	-	158,025,120.82
5	year				
	Adjustment for the period		198,811,838.83		198,811,838.83
	Closing Balance 31/12/2021	-15,981,265.43	696,537,930.90	-	680,556,665.47

NOTES 8 & 37

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEDULE FOR THE YEAR 2021

DETAILS	LAND AND BUILDING	INFRASTRUCTURE	MOTOR VEHICLES	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL
Rate of Depreciation	3%	3%	20%	10%	20%	20%	20%	N
Balance B/F as at 1/1/2021	589,258,071.41	-	203,725,125.01	22,086,113.84	16,880,000.00	8,380,000.00	1,080,000.00	841,409,310.26
Acquisition/Asset recognized during the year	0.00	158,025,120.82	979,000.00	7,576,981.62	0.00	0.00	0.00	166,581,102.44
Total	589,258,071.41	158,025,120.82	204,704,125.01	29,663,095.46	16,880,000.00	8,380,000.00	1,080,000.00	1,007,990,412.70
Disposal during the year	0.00	0.00		0.00	0.00	0.00	0.00	-
Balance 31/12/2021	589,258,071.41	158,025,120.82	204,704,125.01	29,663,095.46	16,880,000.00	8,380,000.00	1,080,000.00	1,007,990,412.70
Accumulated Depreciation	89,883,582.30	0.00	43,940,901.67	1,363,186.00	0.00	0.00	2,826,590.25	138,014,260.22
Current Year Charge	17,677,742.14	4,740,753.62	40,940,825.00	2,966,309.55	3,376,000.00	2,095,000.00	216,000.00	72,012,630.31
Depreciation on Disposal	0.00	0.00		0.00	0.00	0.00	0.00	-
NBV AS AT 31/12/2021	571,580,329.27	153,284,367.20	163,763,300.01	26,696,785.91	13,504,000.00	6,285,000.00	864,000.00	935,977,782.39

Note: (i) Infrastructure as an existing asset was only recognized during the year.

NOTE 1**CASH AND CASH EQUIVALENT FOR YEAR 2021**

BANK	ACCOUNT NAME	ACCOUNT NO	AMOUNT (N)
SUMBEAM MICRO FINANCE BANK	IGR	1100/36713	744,635.69
SUMBEAM MICRO FINANCE BANK	SALARY	1100068375	334,664.99
SUMBEAM MICRO FINANCE BANK	RECURRENT ACC.	600020182	3,242.90
SUMBEAM MICRO FINANCE BANK	CAPITAL ACC.	600020182	1,241,989.07
TOTAL			2,324,532.65

NOTE 2**INVENTORIES**

S/NO	DETAILS	AMOUNT (N)
1	STORE	305,000.00
2	MEDICAL STORE	318,100.00
3	MECHANICAL STORE (SCRAP)	20,500.00
	TOTAL	643,600.00

NOTE 4**RECEIVABLE**

BALANCE B/F	437,608,136.04
LESS: RECEIPT DURING THE YEAR	170,774,204.57
BALANCE	266,833,931.47
ADD: RECEIVABLE FOR THE YEAR	36,020,493.14
TOTAL	302,854,424.61
	=====

NOTE 9**INVESTMENT PROPERTY**

S/N	DETAILS	AMOUNT (N)
1	Erekesan Market, Efon with about 2 lock up shops & many open stalls	52,060,800.00
2	Ojodi Market (4 lock up shops)	5,528,400.00
3	Irayo Market locked up shop	11,056,800.00
4	Alajo Market (Open store)	2,040,408.00
5	Ita ido Market (open stall)	2,040,408.00
6	Fayose Market, Ado-Ekiti	1,642,608.00
7	Alagbamesan Market (open stall)	2,040,408.00
8	Itawure Market (Open stall)	2,040,408.00
9	Neighbouhood Market	80,000,000.00
10	Grader	15,000,000.00
11	Revalued as 5% 2020	8,672.51
	TOTAL	173,458,912.51
	DEPRECIATION AT 10%	17,345,891.25
	TOTAL	156,113,021.26

NOTE 10**BIOLOGICAL ASSETS**

S/NO	DETAILS	AMOUNT (N)
1	TEAK PLANTATION AT OBAIKE	4,500,000.00
	TOTAL	4,500,000.00

NOTE 14**PAYABLES****AMOUNT (N)**

BAL B/F

965,046,948.84

LESS: PAYMENT DURING THE YEAR

325,016,114.55

BALANCE 31/12/2021

640,030,834.29

=====

NOTE 16**LONG TERM BORROWING**

	AMOUNT (N)
BALANCE B/F	86,505,337.82
LESS PAYMENT	4,679,476.67
BALANCE AS AT 31/12	81,825,861.15

NOTE 21**GOVERNMENT SHARE OF FAAC (STATUTORY REVENUE)**

S/N	MONTH	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	January	117,507,609.70	142,562,332.00	(25,054,722.30)	95,129,356.12
2	February	124,490,092.74	138,213,654.00	(13,723,561.26)	95,743,151.14
3	March	97,597,725.63	100,236,254.00	(2,638,528.37)	91,124,770.96
4	April	118,984,190.62	118,963,000.00	21,190.62	98,505,114.90
5	May	133,527,725.86	152,000,000.00	(18,472,274.14)	89,112,704.74
6	June	120,144,363.37	160,000,000.00	(39,855,636.63)	85,232,801.22
7	July	128,899,548.58	155,000,000.00	(26,100,451.42)	96,984,395.12
8	August	130,757,028.34	134,025,000.00	(3,267,971.66)	106,403,620.99
9	September	122,526,695.35	125,690,000.00	(3,163,304.65)	86,598,943.78
10	October	130,841,411.24	182,000,000.00	(51,158,588.76)	91,656,993.80
11	November	128,083,512.34	129,754,000.00	(1,670,487.66)	98,005,717.67
12	December	192,335,361.30	165,582,361.64	26,752,999.66	81,518,794.31
	TOTAL	1,545,695,265.07	1,704,026,601.64	-158,331,336.57	1,116,016,364.75

NOTE 22**TAX REVENUE**

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	TENEMENT RATES	468,700.00	575,957.00	(107,257.00)	520,800.00

	CORPORATE TAXES (2.5%) LG Tax on Contract	1,210,998.19	1,000,000.60	210,997.59	840,052.00
	TAXES CONTRACT	1,679,698.19	1,575,957.60	103,740.59	1,360,852.00

NOTE 23

NON TAX REVENUE

			2021			2020
S/N	CODE	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	120201-20	HACKNEY PERMIT	253,000.00	887,987.00	(634,987.00)	22,400.00
2	120204-19	ATTESTATION	1,454,200.00	1,500,000.00	(45,800.00)	1,868,000.00
3	120204-56	NAMING FEES	420,500.00	600,000.00	(179,500.00)	140,000.00
4	120204-56	REGISTRATION OF VOLUNTARY ORGANIZATION	372,000.00	400,000.00	(28,000.00)	15,000.00
5		BLOCKING OF ROAD	126,000.00	150,000.00	(24,000.00)	26,200.00
6	120204-54	MARKET FEES	446,182.90	550,000.00	(103,817.10)	408,000.00
7	120207-11	BUSINESS TRADE OPERATION PERMIT	271,000.00	350,000.00	(79,000.00)	102,000.00
8	120201-	RENT ON L.G. PROPERTIES	257,500.00	300,000.00	(42,500.00)	1,602,600.00
9	120207-	LOADING	150,000.00	250,000.00	(100,000.00)	-
		TOTAL	3,750,382.90	4,987,987.00	(1,237,604.10)	4,184,200.00

NOTE 25**INVESTMENT INCOME**

			2021			2020
S/N	CODE	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	120207-1	MARKET	446,182.90	123,310.00	322,872.90	260,000.00
2	120207	HIRING of L.G GRADER	257,500.00	961,200.00	(703,700.00)	840,000.00
3	120207	RENT ON LG. SHOP	271,000.00	50,000.00	221,000.00	24,500.00
		TOTAL	974,682.90	1,134,510.00	(159,827.10)	1,124,500.00

NOTE 29**SALARIES & WAGES**

		2021			2020
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	LOCAL GOVERNMENT WORKERS	445,445,278.68	555,521,089.32	110,075,810.64	62,363,686.44
2	POLITICAL OFFICE HOLDERS	113,263,461.34	109,600,000.00	(3,663,461.34)	252,354,635.00
3	PALACE STAFF	81,491,448.61	90,000,000.00	8,508,551.39	4,114,567.33
4	MIDWIVES	360,000.00	500,000.00	140,000.00	135,000.00
5	TOTAL	640,560,188.63	755,621,089.32	115,060,900.69	318,967,888.77

NOTE 32**OVERHEAD EXPENSES**

			2021			2020
S/N	CODE	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	220201	TRAVEL & TRAVELLING GENERAL	22,624,500.00	52,000,000.00	29,375,500.00	7,716,400.00
2	220202	UTILITIES GENERAL	1,130,000.00	2,000,000.00	870,000.00	1,270,000.00
3	220203	MATERIALS & SUPPLIED GENERAL	2,084,800.00	2,500,000.00	415,200.00	1,741,634.89
4	220204	MAINTENANCE GENERAL	1,205,275.00	1,500,000.00	294,725.00	4,835,763.29

5	210202	TRAINING GENERAL	341,000.00	450,000.00	109,000.00	1,307,700.00
6	220206	OTHER SERVICES GENERAL	8,350,000.00	7,895,000.00	(455,000.00)	3,605,600.00
7	220208	FUEL & LUBRICANT	1,132,550.00	2,500,000.00	1,367,450.00	
8	220210	MISECLLANEOUS EXPENSES GENERAL	9,015,906.49	11,235,000.00	2,219,093.51	35,759,500.00
9	220211	LOCAL GRANT & CONTRIBUTION	4,350,000.00	7,698,000.00	3,348,000.00	3,546,325.11
		TOTAL	50,234,031.49	87,778,000.00	37,543,968.51	59,782,923.29

NOTE 37

DEPRECIATION

DETAILS	AMOUNT
PP&E	72,012,630.31
INVESTMENT PROPERTY	17,345,891.25
TOTAL	89,358,521.56

NOTE 38

TRANSFER TO OTHER GOVERNMENT ENTITIES

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	PRIMARY EDUCATION FUND	328,660,425.90	330,000,000.00	1,339,574.10	243,731,244.80
2	TRADITIONAL COUNCIL ALLOCATION	52,586,247.53	60,000,000.00	7,413,752.47	52,293,935.59
3	PENSION & GRATUITY	409,517,823.69	412,000,000.00	2,482,176.31	353,312,889.36
4	LOCAL GOVT. PARASTATAL	16,256,973.55	20,000,000.00	3,743,026.45	25,679,048.05
5	RUNNING GRANTS TO PEACE CORPS	14,838,324.91	17,828,107.23	2,989,782.32	15,284,700.00
6	SECURITY FUND	8,400,000.00	10,230,000.00	1,830,000.00	-
	TOTAL	830,259,795.58	850,058,107.23	19,798,311.65	690,301,817.80

NOTE 40**ALLOWANCE**

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	LEAVE BONUS	-	-	-	-
2	LEAVE BONUS (POH)	-	-	-	-
3	SEVERANCE ALLOWANCE (POH)	-	-	-	8,305,744.50
4	FUNITURE ALLOWANCE (POH)	22,112,500.00	-	(22,112,500.00)	-
	TOTAL	22,112,500.00	0.00	(22,112,500.00)	8,305,744.50

NOTE 58**PURCHASE/CONSTRUCTION OF ASSETS**

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	ADMIN SECTOR	2,981,885.21	-	(2,981,885.21)	2,205,876.49
2	SOCIAL SECTOR	2,247,836.60	-	(2,247,836.60)	4,304,250.00
3	ECONOMIC SECTOR	3,326,259.81	-	(3,326,259.81)	28,499,755.40
	TOTAL	8,555,981.62	-	(8,555,981.62)	35,009,881.89

NOTE 66**REPAYMENT OF BORROWING**

	2021			2020
MONTH	ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	467,947.67	-	(467,947.67)	491,507.60
FEBRUARY	-	-	-	491,507.60
MARCH	-	-	-	491,507.60
APRIL	467,947.67	-	(467,947.67)	491,507.60
MAY	467,947.67	-	(467,947.67)	491,507.60
JUNE	467,947.67	-	(467,947.67)	491,507.60
JULY	467,947.67	-	(467,947.67)	491,507.60
AUGUST	467,947.67	-	(467,947.67)	491,507.60
SEPTEMBER	467,947.67	-	(467,947.67)	491,507.60
OCTOBER	467,947.67	-	(467,947.67)	491,507.60
NOVEMBER	467,947.64	-	(467,947.64)	491,507.62
DECEMBER	467,947.67	-	(467,947.67)	491,507.60
TOTAL	4,679,476.67	-	(4,679,476.67)	5,898,091.22

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE

ACCOUNTS OF EKITI EAST LOCAL GOVERNMENT,


OMUO-EKITI

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Ekiti East Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.



A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF EKITI EAST LOCAL GOVERNMENT, OMO-UKITI FOR THE YEAR ENDED 31ST DECEMBER, 2021.

The General Purpose Financial Statements of Ekiti East Local Government have been examined in accordance with, sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively, section 26(2) of Ekiti State Audit Law, 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Ekiti East Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. BASIS OF OPINION

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. OPINION

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31st December, 2021 subject to the observations and comments in the other parts of this report.

7. BUDGET OVERVIEW AND PERFORMANCE

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- (i). The estimate made for Revenue in the 2021 budget recorded a performance of 95.73%. That is, an estimate was made for N1,962,142,548.00 while actual Revenue recorded stood at N1,878,283,664.74. Equally, the actual IGR of N6,844,468.57 represents only 0.36% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

(ii). The sum of N1,921,401,545.00 only was budgeted for expenditure but only N1,878,382,208.39 was actually incurred, resulting to saving of N43,019,336.61 for the period.

8. REVENUE ACCOUNT

A total sum of N1,878,283,664.74 was earned as total Revenue as at 31st December, 2021 out of which only 0.36% (N6,844,468.57) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a deficit of (2.96%) over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2021.

9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10, of this report.

10. INFRACTIONS DURING THE YEAR:

The following expenditure appears to be contrary to Law.

S/N	QUERY NO	SUBJECT	AMOUNT N K
1	AUD/EELG/AQ/01/2021	Unproduced Revenue Earning Receipts	Assorted
2	AUD/EELG/AQ/02/2021	Expenditure Contrary to Regulation	2,429,000.00
3	AUD/EELG/AQ/03/2021	Unretired/Unaudited payment Vouchers	1,497,000.00
4	AUD/EELG/AQ/04/2021	Items not taken on store ledger charge	1,367,760.00
5	AUD/EELG/AQ/05/2021	Unproduced payment vouchers	571,500.00
6	AUD/EELG/AQ/06/2021	Unvouched Expenditures	485,000.00
	TOTAL		6,350,260.00

These queries and other infractions noted on Local Government accounts during the financial year had been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. **DISALLOWANCE**

Allowance had been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

13. **STATE OF ACCOUNT**

The Accounts of Ekiti East Local Government have been examined up to 31st December, 2021 and detailed observations had been forwarded to the Local Government Chairman and the Director of Administration, Ekiti East Local Government, Omuo-Ekiti. Particular attention is required to the followings:

- (i) Cash books and subsidiary ledgers
- (ii) Bank Reconciliation Statements
- (iii) Fixed Assets Register
- (iv) Attendance to Audit Query
- (v) Internally Generated Revenue
- (vi) Capital Projects

14. **RECEIPTS FROM JAAC:** It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely

released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.

15. OUTSTANDING MATTERS FROM PREVIOUS REPORTS

(a) Loss of fund involving Mr. Ajayi Adebawale (2015) N674,000.00

LOCAL GOVERNMENT	YEAR	AMOUNT OF LOSS (N)	AMOUNT RECOVERED (N)	BALANCE (N)	OFFICIALS INVOLVED
Ekiti East	2015	2,191,954.43	1,517,954.43	674,000.00	Mr. Ajayi Adebawale

(b) 2019 AUDIT QUERIES

i. AUD/EELG/AQ/07/2019 Unretired Security Vote (Elder Woleola A)
N16,500,000.00


7/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278


RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance Ekiti East Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.


To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ekiti East Local Government as at the year ended 31st December, 2021.


 1/03/2022

Hon. Ojo Oluwasegun Samuel,
Executive Chairman.


 1/03/22

Mr. Adesola Femi Olu,
Director of Finance.

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS were:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local Government. The items in the Statements were cross referenced to any related information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFM. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- (i) Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria were met in accordance to **IPSAS 23**.
- (ii) Revenue from exchange transactions was recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services

were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- (i) Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.
- (ii) Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.
- (iii) Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and were reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A

provision for impairment of receivables was established when there was objective evidence that the Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) PREPAYMENT

Prepayment expenses were payments made in advance of receipt of goods or services, i.e., the payments were made early the year for benefits to be received over the latter part of the year or payments made in one year for benefits to be received in subsequent years.

(17) INVENTORIES (IPSAS 12).

Inventories were valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method. Those held for distribution for public benefit purposes were recorded at cost, adjusted where applicable for any loss of services potential and were reported under Current Assets in the Statement of Financial Position.

(18) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses. Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(19) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years
Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless of the day of the month the transactions were carried out.

(20) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(21) RESERVES

Reserves were classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(22) BORROWINGS.

Borrowings were recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(23) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(24) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and all monetary benefits) using the cost of service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(25) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

(26) BIOLOGICAL ASSETS (IPSAS 27).

IPSAS 27 requires Biological assets to be measured at fair value less cost of disposal at initial recognition and at each reporting date, except where the fair value cannot be determined reliably, the affected Local Governments could not reliably determine fair value less cost to sell.

EKITI EAST LOCAL GOVERNMENT, OMUO-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N	Represented By:		N	N
	<u>ASSETS</u>			
	Current Assets			
6,543,857.09	Cash and Cash Equivalents	1	6,445,313.44	
92,800.00	Inventories	2	73,000.00	
34,519,497.20	WIP	3		
376,640,466.07	Receivables	4	378,883,970.50	
0.00	Prepayments	5		
417,796,620.36	Total Current Assets			385,402,283.94
	Non-Current Assets			
0.00	Loans Granted	6		
836,237.50	Investments	7	836,237.50	
485,453,796.34	Fixed Assets-Property, Plant & Equipment	8	1,317,334,742.44	
	Investment Property	9		
375,000.00	Biological Assets	10	1,362,000.00	
486,665,033.84	Total Non-Current Assets			1,319,532,979.94
904,461,654.20	Total Assets			1,704,935,263.88
	<u>LIABILITIES</u>			
	Current Liabilities			
18,932,618.24	Accumulated Depreciation	11		
	Loans & Debts(Short-Term)	12		
2,969,679.41	Unremitted Deductions	13	6,513,869.28	
342,878,332.89	Payables	14	330,194,148.93	
364,780,630.54	Total Current Liabilities		336,708,018.21	
	Non-Current Liabilities			
	Public Funds	15		
86,505,337.82	Borrowings	16	81,590,261.81	
86,505,337.82	Total Non-Current Liabilities		81,590,261.81	
451,285,968.36	Total Liabilities			418,298,280.02
453,175,685.84	Net Asset/Equity			1,286,636,983.86
	Financed By:			
306,326,506.54	Reserves	17		1,181,773,284.35
	Capital Grant	18		
	Net Surpluses/(Deficits)	19		
146,849,179.30	Accumulated Surplus/(Deficits)	20		104,863,699.51
453,175,685.84	Total Net Asset/Equity			1,286,636,983.86

EKITI EAST LOCAL GOVERNMENT, OMUO-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	Actual 2021
N	<u>REVENUE</u>		N
1,258,023,904.17	Government Share of FAAC (Statutory Revenue)	21	1,871,439,196.17
1,918,375.00	Tax Revenue	22	1,440,818.57
5,134,600.00	Non-Tax Revenue	23	5,403,650.00
	Aid & Grants	24	
	Investment Income	25	
	Expenditure Recovery	26	
	Other Capital Receipts	27	
	Debt Forgiveness	28	
1,265,076,879.17	Total Revenue		1,878,283,664.74
	<u>EXPENDITURE</u>		
402,845,114.57	Salaries & Wages	29	734,422,135.42
7,129,220.96	Social Contribution	30	16,169,803.36
1,194,000.00	Social Benefit	31	10,787,031.91
46,958,725.00	Overhead Cost	32	53,734,560.00
	Gratuity	33	
	Pension Allowance	34	
	Stationeries	35	
	Impairment Charges	36	
17,442,098.44	Depreciation Charges	37	46,802,012.15
761,690,975.89	Transfer to other Government Entities	38	1,058,353,601.69
	Public Debt Charges	39	
	Allowance	40	
1,237,260,134.86	Total Expenditure		1,920,269,144.53
27,816,744.31	Surplus/(Deficit) from Operating Activities for the Period		-41,985,479.79
	Total Non-Operating Revenue/(Expenses)		
	Non-Operating Activities		
	Gain/Loss on Disposal of Asset	41	
	Refunded Revenue	42	
	Revaluation Gain	43	
	Net Surplus/(Deficit) from Ordinary Activities		
	Surplus/(Deficit) from Ordinary Activities		
	Purchases/Construction of Assets	44	
	Minority Interest Share of Surplus/(Deficits)	45	
27,816,744.31	Net Surplus/(Deficit) for the year		-41,985,479.79

EKITI EAST LOCAL GOVERNMENT, OMUO-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
1,258,023,904.17	Government Share of FAAC (Statutory Revenue)	21	1,871,439,196.17	
1,918,375.00	Tax Revenue	22	1,440,818.57	
5,134,600.00	Non-Tax Revenue	23	5,403,650.00	
	Aid & Grants	24		
	Investment Income	25		
	Expenditure Recovery	26		
	Other Capital Receipts	27		
	Debt Forgiveness	28		
1,265,076,879.17	Total inflow from operating Activities			1,878,283,664.74
	<u>Outflows</u>			
402,845,114.57	Salaries & Wages	29	734,422,135.42	
7,129,220.96	Social Contributions	30	16,169,803.36	
1,194,000.00	Social Benefit	31	10,787,031.91	
46,958,725.00	Overheads Cost	32	53,734,560.00	
	Gratuity	33		
	Pension Allowance	34		
761,690,975.89	Transfer to other Government Entities	38	1,058,353,601.69	
	Allowance	40		
	Deductions	49		
	Refund	50		
	Inventory	51		
	Loan	52		
1,219,818,036.42	Total Outflow from Operating Activities			1,873,467,132.38
45,258,842.75	Net Cash Inflow/(outflow) from Operating Activities			4,816,532.36
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
	Proceeds from Sale of PPE	53		
	Proceeds from Sale of Investment Property	54		
	Proceeds from Sales of Intangible Assets	55		
	Proceds from Sale of Investment	56		
	Dividends Received	57		
	Total Inflow			
	<u>Outflows</u>			
36,778,497.20	Purchase/ Construction of PPE	58		

-	Purchase/ Construction OF Investment Property	59		
-	Investment in Private Companies	60		
-	Loan Granted	61		
-	Purchase of Intangible Assets	62		
-	Acquisition of Investment	63		
-36,778,497.20	Total Outflow			
-36,778,497.20	Net Cash Flow from Investing Activities			
	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
	Capital Grant Received	64		
	Proceeds from Borrowings	65		
	Total Inflow			
	Outflows			
5,898,091.22	Repayment of Borrowings	66	4,915,076.01	
	Distribution of Surplus/Dividends Paid	67		
5,898,091.22	Total Outflow		4,915,076.01	
-5,898,091.22	Net Cash Flow from Financing Activities			-4,915,076.01
2,582,254.33	Net Cash Flow from all Activities			-98,543.65
3,961,602.76	Cash and Its Equivalent as at 01/01/2021			6,543,857.09
6,543,857.09	Cash and Its Equivalent as at 31/12/2021	1		6,445,313.44

EKITI EAST LOCAL GOVERNMENT, OMUO-EKITI, EKITI STATE, NIGERIA
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST
DECEMBER, 2021

2020		Notes	Actual 2021	Final Budget 2021	Variance on Final Budget
N			N	N	N
	REVENUE				
1,258,023,904.17	Government Share of FAAC (Statutory Revenue)	21	1,871,439,196.17	1,949,912,548.00	-4.02
1,918,375.00	Tax Revenue	22	1,440,818.57	4,800,000.00	-9.98
5,134,600.00	Non-Tax Revenue	23	5,403,650.00	7,430,000.00	-27.27
	Aid & Grants	24			
	Investment Income	25			
	Expenditure Recovery	26			
	Other Capital Receipts	27			
	Debt Forgiveness	28			
1,265,076,879.17	Total Revenue		1,878,283,664.74	1,962,142,548.00	-101.28
	EXPENDITURE				
402,845,114.57	Salaries & Wages	29	734,422,135.42	776,681,972.00	5.44
7,129,220.96	Social Contribution	30	16,169,803.36	17,158,773.00	5.76
1,194,000.00	Social Benefit	31	10,787,031.91		-100.00
46,958,725.00	Overhead Cost	32	53,734,560.00	63,000,000.00	14.71
	Gratuity	33			
	Pension Allowance	34			
	Stationeries	35			
	Impairment Charges	36			
761,690,975.89	Transfer to other Government Entities	38	1,058,353,601.69	1,064,560,800.00	0.58
	Public Debt Charges	39			
	Allowance	40			
36,778,497.20	Purchase of Assets	58			
	Acquisition of Investment	63			
5,898,091.22	Repayment of Borrowing	66	4,915,076.01		
1,262,494,624.84	Total Expenditure		1,878,382,208.39	1,921,401,545.00	-173.51
2,582,254.33	Net Surplus/(Deficit) for the year		-98,543.65	40,741,003.00	72.23

EKITI EAST LOCAL GOVERNMENT, OMUO-EKITI, EKITI STATE, NIGERIA

STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2021

S/N	NARRATION	ACCUMULATED SURPLUS/DEFICIT	RESERVE	CAPITAL GRANT	TOTAL
1	Opening Balance (1/1/2021)	146,849,179.30	306,326,506.54	-	453,175,685.84
2	Net Surplus/(Deficit) for the year	-41,985,479.79		-	-41,985,479.79
3	Grant for the year			-	
4	Assets Recognised during the year		878,682,958.24		878,682,958.24
5	Adjustment for the period		-3,236,180.43		-3,236,180.43
	Closing Balance 31/12/2021	104,863,699.51	1,181,773,284.35		1,286,636,983.86

NOTES 8 & 37

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEDULE FOR THE YEAR 2021

DETAILS	LAND AND BUILDING	INFRASTRUC TURE	MOTOR VEHICLES	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL
Rate of Depreciation	3%	3%	20%	10%	20%	20%	20%	N
Balance B/F as at 1/1/2021	446,854,379.10	-	12,294,534.23	8,254,514.22	262,650.00		17,787,718.80	485,453,796.35
Acquisition/Registration during the year	0.00	878,039,958.24			0.00	643,000.00	0.00	878,682,958.24
Total	446,854,379.10	878,039,958.24	12,294,534.23	8,254,514.22	262,650.00	643,000.00	17,787,718.80	1,364,136,754.59
Disposal during the year	0.00	0.00		0.00	0.00	0.00	0.00	-
Balance 31/12/2021	446,854,379.10	878,039,958.24	12,294,534.23	8,254,514.22	262,650.00	643,000.00	17,787,718.80	1,364,136,754.59
Accumulated Depreciation	9,119,477.12	0.00	3,358,703.55	1,778,558.57	4,350.00	0.00	3,139,009.20	17,442,098.44
Current Year Charge (NOTE 37)	13,405,631.37	26,341,198.75	2,458,906.85	825,451.42	52,530.00	160,750.00	3,557,543.76	46,802,012.15
Depreciation on Disposal	0.00	0.00		0.00	0.00	0.00	0.00	-
NBV AS AT 31/12/2021	433,448,747.73	851,698,759.49	9,835,627.38	7,429,062.80	210,120.00	482,250.00	14,230,175.04	1,317,334,742.44

Note: (i) Infrastructure of N878,039,958.24 and Office Equipment of N643,000.00 as existing assets were recognized during the year.

NOTE 1**CASH AND CASH EQUIPMENT FOR YEAR 2021**

BANK	ACCOUNT NAME	ACCOUNT NO	AMOUNT (N)
WEMA BANK	SALARY	0122058257	5,317,623.51
WEMA BANK	IGR	0122058264	16,479.90
WEMA BANK	RECURRENT ACCOUNT	0122108994	1,111,210.03
TOTAL			6,445,313.44

NOTE 2**INVENTORIES**

S/NO	DETAILS	AMOUNT (N)
1	TREASURY RECEIPTS	13,000.00
2	L.G. ORIGIN	50,000.00
3	FLAT RATE	5,000.00
4	MARKET TOLLS	5,000.00
	TOTAL	73,000.00

NOTE 4**RECEIVABLE**

BALANCE B/F	376,440,466.07
RECEIPT DURING THE YEAR	<u>538,495.57</u>
NET RECEIVABLES	376,101,970.50
RECEIVABLES DURING THE YEAR	<u>2,782,000.00</u>
BALANCE	378,883,970.50

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NOTE 7**INVESTMENT**

INVESTMENT	N 836,237.50
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NOTE 10**BIOLOGICAL ASSETS**

S/NO	DETAILS	AMOUNT (N)
1	PLANTING OF MELINA TREE	746,000.00
2	IMPROVED SEEDLING	616,000.00
	TOTAL	1,362,000.00

NOTE 13**UNREMITTED DEDUCTION**

VAT AND WHT	2,970,416.14
ETF	68,303.70
L.G. TAX	93,070.94
SBIR	2,139,872.92
OTHER	1,242,205.58
TOTAL	6,513,869.28

NOTE 14**PAYABLES**

	AMOUNT (N)
BAL B/F	342,878,332.89
Payment during the year	<u>44,893,188.70</u>
Net Payable	297,985,144.19
Payable during the year	<u>32,209,004.74</u>
BALANCE 31/12/2021	330,194,148.93
	=====

NOTE 16**BORROWING**

	AMOUNT
Total Liability	1,384,085,405.12
Less: Repayment	78,641,216.20
BALANCE AS AT 31/12	1,305,444.188.92
Divided by number of Local Governments	16
	81,590,261.81

NOTE 21 STATUTORY REVENUE

	2021			2020
MONTHS	ACTUAL	BUDGET	VARIANCE	ACTUAL
JAN	135,878,648.42	155,324,034.78	(19,445,386.36)	108,521,790.97
FEB	143,146,075.96	152,325,614.33	(9,179,538.37)	133,336,883.74
MARCH	115,393,817.10	116,332,654.21	(938,837.11)	104,508,404.79
APRIL	132,177,439.33	148,321,654.36	(16,144,215.03)	109,269,057.17
MAY	144,016,010.57	145,065,254.39	(1,049,243.82)	103,447,471.23
JUNE	150,334,109.66	170,659,587.32	(20,325,477.66)	92,542,502.79
JULY	159,680,159.60	160,232,654.25	(552,494.65)	105,418,600.14
AUGUST	161,327,637.28	162,325,698.45	(998,061.17)	106,800,536.78
SEPT	154,853,057.46	160,565,427.36	(5,712,369.90)	101,668,258.60
OCT	163,189,836.25	164,865,478.34	(1,675,642.09)	107,488,047.89
NOV	160,870,380.54	161,325,542.89	(455,162.35)	98,756,888.02
DEC	250,572,024.00	252,568,947.32	(1,996,923.32)	86,265,462.05
TOTAL	1,871,439,196.17	1,949,912,548.00	(78,473,351.83)	1,258,023,904.17

NOTE 22**TAX REVENUE**

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
TENEMENT RATE	271,300.00	1,200,000.00	(928,700.00)	1,051,800.00
MARKET RATE	481,700.00	1,459,670.00	(977,970.00)	625,000.00
FLAT RATE	110,600.00	200,120.00	(89,520.00)	112,000.00
L.G TAX	38,723.00	40,000.00	(1,277.00)	105,125.00
TENEMENT RATE REFUND	538,495.57	1,900,210.00	(1,361,714.43)	-
TOTAL	1,440,818.57	4,800,000.00	(3,359,181.43)	1,893,925.00

NOTE 23**NON TAX REVENUE**

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
HAWKERS PERMIT	17,200.00	20,000.00	(2,800.00)	15,200.00
TRADING PERMIT	389,000.00	400,000.00	(11,000.00)	126,500.00
MARRIAGE FEES	1,750,000.00	1,987,000.00	(237,000.00)	980,000.00
CLUB REGISTRATION	20,000.00	25,000.00	(5,000.00)	35,000.00
LIQUOR LICENCE	21,000.00	24,000.00	(3,000.00)	55,000.00
BIRTH REGISTRATION	150,000.00	190,000.00	(40,000.00)	413,000.00
EBLEM ON ADVERT	268,200.00	324,000.00	(55,800.00)	205,000.00
ATTESTATION	825,500.00	1,400,000.00	(574,500.00)	1,536,000.00
LOADING PERMIT	983,000.00	1,500,000.00	(517,000.00)	762,500.00
LOCK UP SHOP	712,750.00	1,200,000.00	(487,250.00)	714,900.00
SLAUGHTER FEES	83,000.00	90,000.00	(7,000.00)	64,000.00

NAMING OF STREET	30,000.00	45,000.00	(15,000.00)	30,000.00
TRAILER PARK	101,000.00	150,000.00	(49,000.00)	197,500.00
REFUND /SALES OF FORM	53,000.00	75,000.00	(22,000.00)	-
TOTAL	5,403,650.00	7,430,000.00	(2,026,350.00)	5,134,600.00

NOTE 29 SALARIES AND WAGES

			2021			2020
MONTHS	PALACE STAFF AND L.G SALARY FUND	POLITICAL OFFICE HOLDER	ACTUAL	BUDGET	VARIANCE	ACTUAL
JAN	40,812,197.21	10,068,145.12	50,880,342.33	55,231,265.33	4,350,923.00	33,370,426.21
FEB	43,496,921.67	10,068,145.12	53,565,066.79	56,325,614.32	2,760,547.53	33,256,325.22
MARCH	30,233,566.06	8,530,645.12	38,764,211.18	45,326,598.36	6,562,387.18	33,254,897.25
APRIL	39,613,284.13	10,068,145.12	49,681,429.25	52,315,642.32	2,634,213.07	30,214,654.32
MAY	44,418,231.98	6,582,043.43	51,000,275.41	54,265,897.32	3,265,621.91	31,325,689.32
JUNE	50,426,263.17	9,082,043.44	59,508,306.61	62,546,325.32	3,038,018.71	28,283,422.05
JULY	53,290,010.82	9,082,043.44	62,372,054.26	65,232,587.36	2,860,533.10	30,256,321.54
AUGUST	52,022,188.76	9,082,043.44	61,104,232.20	63,254,875.36	2,150,643.16	30,215,369.32
SEPT	54,475,687.57	9,776,699.54	64,252,387.11	66,548,326.36	2,295,939.25	31,589,547.26
OCT	54,458,729.75	9,776,699.54	64,235,429.29	67,985,648.32	3,750,219.03	42,698,547.36
NOV	55,515,079.37	9,776,699.54	65,291,778.91	72,565,985.35	7,274,206.44	39,125,256.36
DEC	102,041,320.86	11,725,301.22	113,766,622.08	115,083,206.28	1,316,584.20	39,254,658.36
TOTAL	620,803,481.35	113,618,654.07	734,422,135.42	776,681,972.00	42,259,836.58	402,845,114.57

NOTE 30 SOCIAL CONTRIBUTION

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
ANNIVERSARY/CELEBRATION	2,220,000.00	2,250,000.00	30,000.00	405,000.00
ELECTRICITY CHARGES	210,000.00	300,000.00	90,000.00	200,000.00
SPORTING ACTIVITIES	30,000.00	40,000.00	10,000.00	240,000.00
EXTENSION OF STREETLIGHT AND RURAL ELECTRIFICATION	2,721,442.22	2,722,773.00	1,330.78	1,643,250.00
REHABILITATION/ REPAIR OF MKT PLACES	120,000.00	125,000.00	5,000.00	-
CONSTRUCTION/PROVISION OF INFRASTRUCTURE	4,408,918.92	4,420,000.00	11,081.08	125,000.00
CONSTRUCTION OF CULVERT	6,144,442.22	6,786,000.00	641,557.78	1,616,470.95
CONSTRUCTION / PROVISION OF CEMENTARIES	50,000.00	65,000.00	15,000.00	-
GRADING OF ROAD	150,000.00	250,000.00	100,000.00	2,899,500.00
ARMED FORCES REMEMBRANCE DAY	115,000.00	200,000.00	85,000.00	-
TOTAL	16,169,803.36	17,158,773.00	988,969.64	7,129,220.95

NOTE 31 SOCIAL BENEFIT

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
REHABILITATION /REPAIRS OF GENERATOR	285,000.00	-	(285,000.00)	333,000.00
REHABILITATION /REPAIRS OF MOTOR VEHICLE	1,187,000.00	-	(1,187,000.00)	530,000.00
CLEARING OF ROAD VERGES	8,806,031.91	-	(8,806,031.91)	
REHABILITATION OF RESIDENTIAL BUILDING	139,000.00	-	(139,000.00)	331,000.00
NEIGHBOURHOOD MARKET	370,000.00	-	(370,000.00)	
TOTAL	10,787,031.91	-	(10,787,031.91)	1,194,000.00

NOTE 32 OVERHEAD COST

DESCRIPTION	2021			2020
	ACTUAL	BUDGET	VARIANCE	ACTUAL
WELFARE PACKAGES	29,510,250.00	29,738,000.00	227,750.00	25,834,325.00
OTHER MAINTENANCE SERVICES	1,411,400.00	1,500,000.00	88,600.00	925,500.00
HONORARIUM/SITTING ALLOWANCE	4,818,000.00	4,500,000.00	(318,000.00)	5,476,000.00
PLANT / GEN FUEL COST	260,000.00	270,000.00	10,000.00	862,000.00
REFRESHMENT AND MEALS	872,000.00	900,000.00	28,000.00	1,302,000.00
LOCAL TRAINING	1,173,450.00	1,200,000.00	26,550.00	605,000.00
MAINTENANCE OF OFFICE BUILDING	195,000.00	200,000.00	5,000.00	14,000.00
PRINTING OF NON-SECURITY DOCUMENTS	425,000.00	450,000.00	25,000.00	492,500.00
TRAINING	255,000.00	270,000.00	15,000.00	2,935,000.00
MAINTENANCE OF M/V	3,318,760.00	4,500,000.00	1,181,240.00	964,300.00
PRINTING OF SECURITY DOCUMENTS	268,000.00	300,000.00	32,000.00	169,000.00
CLEARING/ FUMIGATION SERVICES	80,000.00	90,000.00	10,000.00	993,000.00
MAINTENACE OF PLANTS/GEN	155,000.00	180,000.00	25,000.00	43,000.00
MOTOR VEHICLE FUEL COST	758,000.00	850,000.00	92,000.00	698,000.00
SECURITY SERVICES	620,000.00	800,000.00	180,000.00	-
MAINTENANCE OF OFFICE IT	114,000.00	150,000.00	36,000.00	20,000.00
PUBLICITY AND ADVERTISEMENT	40,000.00	50,000.00	10,000.00	-
ICT	728,700.00	1,000,000.00	271,300.00	200,000.00
SUBSCRIPTION TO PROFESSIONAL BODY	30,000.00	45,000.00	15,000.00	25,000.00
OFFICE RENT	30,000.00	42,000.00	12,000.00	15,000.00
SECURITY VOTE	3,015,000.00	6,000,000.00	2,985,000.00	5,000,000.00
BOOKS	40,000.00	45,000.00	5,000.00	50,000.00
LEGAL SERVICES	350,000.00	450,000.00	100,000.00	60,000.00

ANNUAL BUDGET EXPENSES	280,000.00	300,000.00	20,000.00	45,600.00
GENDER	280,000.00	450,000.00	170,000.00	-
TELEPHONE	90,000.00	120,000.00	30,000.00	-
HOUSE GRANT	3,150,000.00	4,800,000.00	1,650,000.00	-
Stationeries	1,467,000.00	3,800,000.00	2,333,000.00	229,500.00
TOTAL	53,734,560.00	63,000,000.00	9,265,440.00	46,958,725.00

NOTE 38 TRANSFER TO OTHER GOVT. ENTITES

DESCRIPTION	2021			2020
	ACTUAL	BUDGET	VARIANCE	ACTUAL
SUBEB	468,948,933.93	469,452,560.33	503,626.40	371,564,500.97
OTHER PARASTATALS	12,352,533.64	13,236,547.32	884,013.68	5,820,000.00
PEACE CORPS	14,400,000.00	15,895,421.66	1,495,421.66	14,400,000.00
PARASTATALS	16,786,207.77	17,523,648.54	737,440.77	18,776,183.17
TRADITIONAL	54,298,125.04	55,875,412.65	1,577,287.61	-
PENSION AND GRATUITY	491,567,801.31	492,577,209.50	1,009,408.19	351,130,291.75
TOTAL	1,058,353,601.69	1,064,560,800.00	6,207,198.31	761,690,975.89

NOTE 66 REPAYMENT OF BORROWING

MONTH	2021			2020
	ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	491,507.60	-	(491,507.60)	491,507.60
FEBRUARY	491,507.60	-	(491,507.60)	491,507.60
MARCH	-	-	-	491,507.60
APRIL	-	-	-	491,507.60
MAY	491,507.60	-	(491,507.60)	491,507.60
JUNE				

	491,507.60	-	(491,507.60)	491,507.60
JULY	491,507.60	-	(491,507.60)	491,507.60
AUGUST	491,507.60	-	(491,507.60)	491,507.60
SEPTEMBER	491,507.60	-	(491,507.60)	491,507.60
OCTOBER	491,507.60	-	(491,507.60)	491,507.60
NOVEMBER	491,507.61	-	(491,507.61)	491,507.62
DECEMBER	491,507.60	-	(491,507.60)	491,507.60
TOTAL	4,915,076.01	-	(4,915,076.01)	5,898,091.22

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE

ACCOUNTS OF EKITI SOUTH WEST

LOCAL GOVERNMENT, ILAWE-EKITI

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Ekiti South West Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.



A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF EKITI SOUTH WEST LOCAL GOVERNMENT, ILAWE-EKITI
FOR THE YEAR ENDED 31ST DECEMBER, 2021.**

The General Purpose Financial Statements of Ekiti South West Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively Section 26(2) of Ekiti State Audit Law 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Ekiti South West Local Government to prepare and present the General purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. BASIS OF OPINION

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. OPINION

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31st December, 2021 subject to the observations and comments in the other parts of this report.

7. BUDGET OVERVIEW AND PERFORMANCE

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2021 budget recorded a performance of 90.88%. That is, an estimate was made for N2,240,122,714.58 while actual Revenue recorded stood at

N2,035,732,742.20. Equally, the actual IGR of N9,420,125.22 represents only 0.46% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of N2,186,987,057.13 only was budgeted for expenditure but only N2,027,203,478.31 was actually incurred, resulting to saving of N159,783,578.82 for the period.

8. REVENUE ACCOUNT

A total sum of N2,035,732,742.20 was earned as total Revenue as at 31st December, 2021 out of which only 0.46% (N9,420,125.22) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of 80.82% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2021.

9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report.

10. INFRACTIONS DURING THE YEAR

The following expenditure appears to be contrary to law.

S/N	QUERY NO	SUBJECT	AMOUNT N K
1	AUD/EKSW/AQ/01/21	Unproduced Revenue Earning Receipts	Assorted
2	AUD/EKSW/AQ/02/21	Doubtful Expenditure	1,181,000.00
3	AUD/EKSW/AQ/03/21	Unaudited Expenditure	960,000.00
4	AUD/EKSW/AQ/04/21	Unvouched Expenditure	1,870,000.00
5	AUD/EKSW/AQ/05/21	Expenditure Contrary to Regulation	2,233,000.00
	TOTAL		6,244,000.00

These queries and other infractions noted on Local Government accounts during the financial year had been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. STATEMENTS OF ASSETS AND LIABILITIES

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. DISALLOWANCE

Allowance had been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

13. STATE OF ACCOUNT

The Accounts of Ekiti South West Local Government had been examined up to 31st December, 2021 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ekiti South West Local Government, Ilawe-Ekiti. Particular attention is required to the followings:

- (i) Internally Generated Revenue
- (ii) Attendance to audit queries
- (iii) Unproduced Revenue Receipts
- (iv) Fixed Assets Register
- (v) All Outstanding matters from previous report

14. RECEIPTS FROM JAAC: It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely

released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.

15. **OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

The following matters remained outstanding in my previous reports.

I. **2019 OUTSTANDING AUDIT QUERIES**

QUERY NUMBER	QUERY SUBJECT	AMOUNT ON QUERY	AMOUNT ANS	AMOUNT CLEARES	AMOUNT OUTSTANDING	RMK
AUD/ESWLGAQ/09/19	Unretired security vote	11,400,000.00	-	-	11,400,000.00	

- II. ii. Receipt (1 GRR) purchased but not traceable to store (2015) involving Mr. Agbaje G.O.


7/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278



EKITI SOUTH WEST LOCAL GOVERNMENT

P.M.B 003, Ilawe-Ekiti, Ekiti State

Our Ref: _____
Your Ref: _____

Date: _____

RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance Ekiti South West Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ekiti Southwest Local Government as at the year ended 31st December, 2021.

28/02/2022

Hon. Apolola Richard G.
Executive Chairman.

28/02/2022

Mr. Oluleye Olusola B.
Director of Finance.

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS were:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local

Government. The items in the Statements were cross referenced to any related information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFM. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- (i) Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria were met in accordance to **IPSAS 23**.
- (ii) Revenue from exchange transactions was recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- (i) Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.

- (ii) Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.
- (iii) Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and were reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables was established when there was objective evidence that the Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) PREPAYMENT

Prepayment expenses were payments made in advance of receipt of goods or services, i.e., the payments were made early the year for benefits to be

received over the latter part of the year or payments made in one year for benefits to be received in subsequent years.

(17) INVENTORIES (IPSAS 12).

Inventories were valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method. Those held for distribution for public benefit purposes were recorded at cost, adjusted where applicable for any loss of services potential and were reported under Current Assets in the Statement of Financial Position.

(18) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses.

Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(19) INVESTMENT PROPERTY (IPSAS 16)

These were cost generating property owned by the Local Government. The cost, capitalisation depreciation and impairment were same with PPE, but was reported separately in the Statement of Financial Position.

(20) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years
Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless of the day of the month the transactions were carried out.

(21) UNREMITTED DEDUCTIONS.

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source. These amounts were stated in the GPFS at their repayment value, which were treated as Current Liabilities in the Statement of Financial Position.

(22) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(23) RESERVES

Reserves were classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(24) BORROWINGS.

Borrowings were recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(25) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(26) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and all monetary benefits) using the cost of service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(27) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

(28) BIOLOGICAL ASSETS (IPSAS 27).

IPSAS 27 requires Biological assets to be measured at fair value less cost of disposal at initial recognition and at each reporting date, except where the fair value cannot be determined reliably, the affected Local Governments could not reliably determine fair value less cost to sell.

EKITI SOUTHWEST LOCAL GOVERNMENT, ILAWE-EKITI, EKITI STATE, NIGERIA

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTE	2021	
N	Represented By:		N	N
	ASSETS			
	Current Assets			
2,478,082.00	Cash and Cash Equivalents	1	10,907,345.89	
	Inventories	2	104,500.00	
	WIP	3		
377,646,618.74	Receivables	4	377,646,618.75	
	Prepayments	5		
380,124,700.74	Total Current Assets			388,658,464.63
	Non-Current Assets			
	Loans Granted	6		
	Investments	7		
463,407,350.00	Fixed Assets-Property, Plant & Equipment	8	680,136,689.64	
97,920,000.00	Investment Property	9	95,961,600.00	
520,000.00	Biological Assets	10	692,105.78	
561,847,350.00	Total Non-Current Assets			776,790,395.42
941,972,050.74	Total Assets			1,165,448,860.05
	LIABILITIES			
	Current Liabilities			
	Accumulated Depreciation	11		
	Loans & Debts(Short-Term)	12		
1,377,980.00	Unremitted Deductions	13	1,640,112.13	
477,053,500.49	Payables	14	457,887,127.76	
478,431,480.49	Total Current Liabilities		459,527,239.89	
	Non-Current Liabilities			
	Public Funds	15		
86,505,337.60	Borrowings	16	81,590,261.60	
86,505,337.60	Total Non-Current Liabilities		81,590,261.60	
564,936,818.09	Total Liabilities			541,117,501.49
377,035,232.65	Net Asset/Equity			624,331,358.56
	Financed By:			
294,960,765.26	Reserves	17		502,797,251.86
-	Capital Grant	18		
-	Net Surpluses/(Deficits)	19		
82,074,467.39	Accumulated Surplus/(Deficits)	20		121,534,106.70
377,035,232.65	Total Net Assets/Equity			624,331,358.56

EKITI SOUTHWEST LOCAL GOVERNMENT, ILAWE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	Actual 2021
N	<u>REVENUE</u>		N
1,378,139,923.07	Government Share of FAAC (Statutory Revenue)	21	2,026,312,616.98
301,643.31	Tax Revenue	22	2,548,725.22
4,907,939.48	Non-Tax Revenue	23	6,230,400.00
	Aid & Grants	24	
	Investment Income	25	641,000.00
	Expenditure Recovery	26	
	Other Capital Receipts	27	
	Debt Forgiveness	28	
1,383,349,505.86	Total Revenue		2,035,732,742.20
	<u>EXPENDITURE</u>		
527,855,921.84	Salaries & Wages	29	964,598,468.03
	Social Contribution	30	
	Social Benefit	31	22,800,000.00
64,227,796.68	Overhead Cost	32	61,499,536.95
	Gratuity	33	
	Pension Allowance	34	
	Stationeries	35	
	Impairment Charges	36	
17,196,425.00	Depreciation Charges	37	24,460,786.28
790,786,335.86	Transfer to other Government Entities	38	922,914,311.63
	Public Debt Charges	39	
	Allowance	40	
1,400,066,479.38	Total Expenditure		1,996,273,102.89
-16,716,973.53	Net Surplus/(Deficit) for the year		39,459,639.31

**EKITI SOUTHWEST LOCAL GOVERNMENT, ILAWE-EKITI, EKITI-STATE,
NIGERIA**

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
1,378,139,923.07	Government Share of FAAC (Statutory Revenue)	21	2,026,312,616.98	
301,643.31	Tax Revenue	22	2,548,725.22	
4,907,939.48	Non-Tax Revenue	23	6,230,400.00	
	Investment Income	24		
	Aid & Grants	25	641,000.00	
	Expenditure Recovery	26		
	Other Capital Receipts	27		
	Debt Forgiveness	28		
1,383,349,505.86	Total inflow from operating Activities			2,035,732,742.20
	<u>Outflows</u>			
527,855,921.84	Salaries & Wages	29	964,598,468.03	
	Social Contributions	30		
	Social Benefit	31	22,800,000.00	
64,227,796.68	Overheads Cost	32	61,499,536.95	
	Gratuity	33		
	Pension Allowance	34		
790,786,335.86	Transfer to other Government Entities	38	922,914,311.63	
	Allowance	40		
	Deductions	49		
	Refund	50		
	Inventory	51		
	Loan	52		
1,382,870,054.38	Total Outflow from Operating Activities			1,971,812,316.61
479,451.48	Net Cash Inflow/(outflow) from Operating Activities			63,920,425.59
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
	Proceeds from Sale of PPE	53		
	Proceeds from Sale of Investment Property	54		
	Proceeds from Sales of Intangible Assets	55		
	Proceeds from Sale of Investment	56		
	Dividends Received	57		
	Total Inflow			
	<u>Outflows</u>			
-910,000.00	Purchase/ Construction of PPE	58	49,883,979.92	
-	Purchase/ Construction OF Investment Property	59	692,105.78	
-	Investment in Private Companies	60		
-	Loan Granted	61		

-	Purchase of Intangible Assets	62		
-520,000.00	Acquisition of Investment	63		
-1,430,000.00	Total Outflow		50,576,085.70	
-1,430,000.00	Net Cash Flow from Investing Activities			
	CASH FLOW FROM FINANCING ACTIVITIES			-50,576,085.70
	Capital Grant Received	64		
	Proceeds from Borrowings	65		
	Total Inflow			
	Outflows			
-5,898,091.22	Repayment of Borrowings	66	4,915,076.00	
	Distribution of Surplus/Dividends Paid	67		
	Total Outflow		4,915,076.00	
-5,898,091.22	Net Cash Flow from Financing Activities			-4,915,076.00
-6,848,567.74	Net Cash Flow from all Activities			8,429,263.89
9,326,649.74	Cash and Its Equivalent as at 01/01/2021			2,478,082.00
2,478,082.00	Cash and Its Equivalent as at 31/12/2021	1		10,907,345.89

**EKITI SOUTHWEST LOCAL GOVERNMENT, ILAWE-EKITI, EKITI STATE,
NIGERIA**

**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED 31ST DECEMBER,
2021**

2020		Notes	Actual 2021	Final Budget 2021	Variance on Final Budget
N			N	N	N
	REVENUE				
1,378,139,923.07	Government Share of FAAC (Statutory Revenue)	21	2,026,312,616.98	2,229,623,714.58	-9.12
301,643.31	Tax Revenue	22	2,548,725.22	7,744,000.00	-67.09
4,907,939.48	Non-Tax Revenue	23	6,230,400.00	2,405,000.00	159.06
	Aid & Grants	24	-	-	
	Investment Income	25	641,000.00	350,000.00	83.14
	Expenditure Recovery	26			
	Other Capital Receipts	27			
	Debt Forgiveness	28			
1,383,349,505.86	Total Revenue		2,035,732,742.20	2,240,122,714.58	
	EXPENDITURE				
527,855,921.84	Salaries & Wages	29	964,598,468.03	942,728,326.72	-2.32
	Social Contribution	30			
	Social Benefit	31	22,800,000.00	424,628,088.95	94.63
64,227,796.68	Overhead Cost	32	61,499,536.95	137,145,000.00	55.16
	Gratuity	33			
	Pension Allowance	34			
	Stationeries	35			
	Impairment Charges	36			
790,786,335.86	Transfer to other Government Entities	38	922,914,311.63	299,455,591.61	-208.20
	Public Debt Charges	39			
	Allowance	40			
910,000.00	Purchase of PPE	58	49,883,979.92	383,030,049.85	86.98
520,000.00	Acquisition of Investment Property	59	692,105.78		-100.00
5,898,091.22	Repayment of Borrowing	66	4,915,076.00		
1,390,198,145.60	Total Expenditure		2,027,303,478.31	2,186,987,057.13	-173.75
-6,848,639.74	Net Surplus/(Deficit)		8,429,263.89	53,135,657.45	339.75

**EKITI SOUTH WEST LOCAL GOVERNMENT, ILAWE-EKITI, EKITI STATE,
NIGERIA**

**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR 31ST
DECEMBER,2021**

S/N	NARRATION	ACCUMULATED SURPLUS/DEFI CIT	RESERVE	CAPITA L GRANT	TOTAL
1	Opening Balance (1/1/2021)	82,074,467.39	294,960,765.26	-	377,035,232.65
2	Net Surplus/(Deficit) for the year	39,459,639.31		-	39,459,639.31
3	Grant for the year	-		-	
4	Assets Recognised during the year		189,347,646.00		189,347,646.00
5	Adjustment for the period		18,488,84.60		18,488,84.60
	Closing Balance 31/12/2021	121,534,106.70	502,797,251.86		624,331,358.56

NOTES 8 & 37

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEDULE FOR THE YEAR 2021

DETAILS	LAND AND BUILDING	INFRASTRUCTURE	MOTOR VEHICLES	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL
Rate of Depreciation	3%	3%	20%	10%	20%	25%	20%	
Balance B/f as at 1/1/2021	313,538,000.00	141,388,000.00	-	518,000.00	6,050,000.00	661,750.00	1,251,600.00	463,407,350.00
Acquisition during the year	49,883,979.92	189,347,646.00	0.00	0.00	0.00	0.00	0.00	239,231,625.92
Total	363,421,979.92	330,735,646.00	-	518,000.00	6,050,000.00	661,750.00	1,251,600.00	702,638,975.92
Disposal during the year	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Balance 31/12/2021	363,421,979.92	330,735,646.00	0.00	518,000.00	6,050,000.00	661,750.00	1,251,600.00	702,638,975.92
Accumulated Depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Current Year Charge	10,902,659.40	9,922,069.38	0.00	51,800.00	1,210,000.00	165,437.50	250,320.00	22,502,286.28
Depreciation on Disposal	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
NBV AS AT 31/12/2021	352,519,320.52	320,813,576.62	0.00	466,200.00	4,840,000.00	496,312.50	1,001,280.00	680,136,689.64

Note: New Lock up shops were constructed in year 2021 as an addition to PP&E (value (15,675,945.00) and Neighbourhood market value N34,208,034.94

which has been put at use in year 2022.

INFRASTRUCTURE :The Infrastructural (Assets) of N189,347,646.00 was recognized in year 2021 financial statement.

NOTE 1**CASH AND CASH EQUIVALENT 2021**

BANK	ACCOUNT NO	AMOUNT (N)
ECO BANK (Salary A/C)	2860040955	10,746,738.80
Union Bank (IGR A/C)	0004071715	5,354.91
Union Bank (Salary A/C)	0004102871	71,573.77
Wema Bank (IGR A/C)	0120238853	4,859.46
Eco Bank (Main A/C)	2860039700	78,818.95
Total		10,907,345.89

NOTE 2**INVENTORIES**

DESCRIPTION	QTY IN STOCK	VALUE	BOOK VALUE	CURRENT VALUE
File Jacket	-	-	-	-
Revenue Collectors Cashbook	15	3500	-	52,500.00
Daily Cashbook	-	-	-	-
FAAC/JAAC Allocation Register	-	-	-	-
Deposit ledger	-	-	-	-
Letter Head paper	-	-	-	-
Revenue Requisition form	½ pkt	2500	-	2,500.00
Payment voucher	-	-	-	-
Sub Receipt Voucher	-	-	-	-
SRV	1	3500	-	3,500.00
DVEA P/E Ledger	-	-	-	-
DVEA Ledger	-	-	-	-
Revenue Receipt Sheet Form	-	-	-	-
Advance Ledger	9	4000	-	36,000.00
Inventory Register	-	-	-	-

Account Receivable Register	-	-	-	-
Loan Register	-	-	-	-
Salary & Wages Register	-	-	-	-
Journal Voucher	2 realms	5000	-	10,000.00
Total				104,500.00

NOTE 4
RECEIVABLE

DETAILS	OUTSTANDING BALANCE 2020	CURRENT FOR THE YEAR	PAYMENT DURING THE YEAR	TOTAL
10% STATE IGR	376,075,466.07	21,586,907.13	21,586,907.13	376,075,466.07
IGR LOCAL GOVERNMENT	1,571,152.67	-	-	1,571,152.67
TOTAL	377,646,618.74	21,586,907.13	21,586,907.13	377,646,618.74

DETAILS OF 10% OF STATE IGR

JANUARY-MAY	BASED ON AGREEMENT BETWEEN ALGON & BOARD OF INTERNAL REVENUE
JUNE	4,790,831.03
JULY	2,315,687.53
AUGUST	2,775,512.54
SEPTEMBER	2,785,275.55
OCTOBER	2,590,138.34
NOVEMBER	2,996,947.50
DECEMBER	3,332,514.64
TOTAL	21,586,907.13

NOTE 9**INVESTMENT PROPERTY**

DETAILS	AMOUNT (N)
Balance brought forward 1 st Jan. 2021	97,920,000.00
Additions during the year	0.00
Disposal during the year	0.00
Balance c/forward (1 st Dec. 2020)	97,920,000.00
ACCUMULATED DEPRECIATION	
Additions during the year	0.00
Disposal during the year	0.00
Current charge for the year	1,958,400.00
NET BOOK VALUE	0.00
AS AT 31/12/2021	95,961,600.00

NOTE 10**BIOLOGICAL ASSETS**

DETAILS	AMOUNT(N)	AMOUNT(N)
Balance b/f		520,000.00
Less: Disposal		<u>520,000.00</u>
Balance		-
Add Acq: Teak	575,500.00	
Other Assets	<u>116,605.78</u>	<u>692,105.78</u>
Balance 31/12/2021		692,105.78

NOTE 13**UNREMITTED DEDUTION**

UNREMITTED TAX	OUTSTANDING 2020	CURRENT FOR THE YEAR	PAYMENT FOR THE YEAR	BALANCE
PAYEE B/F	0.00	178,929.90		178,929.90
WITHHOLDING TAX B/F	202,680.00			202,680.00
VALUE ADDED TAX B/F	1,175,300.00			1,175,300.00
EEF B/F	0	83,202.23		83,202.23
TOTAL	1,377,980.00	262,132.13		1,640,112.13

NOTE 14**PAYABLES**

DETAILS	OUTSTANDING 2020	CURRENT FOR THE YEAR	PAYMENT	BALANCE
Personnel	374,646,618.74	817,048,155.40	0.00	313,199,823.60
Pension & Gratuity	0.00	0.00	0.00	0.00
Professional fees	800,000.00	20,300.00	0.00	820,300.00
Leave Bonus	94,856,881.75	41,252,122.41	0.00	136,109,004.16
Staff Claims	6,750,000.00	1,008,000.00	0.00	7,758,000.00
	0.00	0.00	0.00	0.00
	0.00	0.00	0.00	0.00
Total	477,053,500.49	859,328,577.81	878,494,950.54	457,887,127.76

NOTE 16**BORROWING**

DETAILS	AMOUNT
BAIL OUT FUND B/F	86,505,337.60
LESS REPAYMENT FOR THE YEAR	-4,915,076.00
BAL C/F	81,590,261.60

NOTE 21**STATUTORY ALLOCATION**

	2021			2020
MONTH	AMOUNT(N)	BUDGET	VARIANCE	ACTUAL
JANUARY	128,997,916.37	135,012,548.24	-6,014,631.87	114,844,993.59
FEBRUARY	136,458,104.82	137,598,547.24	-1,140,442.42	115,658,321.36
MARCH	108,368,216.40	162,021,542.37	-53,653,325.97	113,254,879.33
APRIL	128,402,672.34	175,231,548.25	-46,828,875.91	114,895,246.32

MAY	141,342,727.04	189,325,842.25	-47,983,115.21	113,598,478.32
JUNE	168,374,759.89	172,368,954.25	-3,994,194.36	112,365,987.25
JULY	184,951,998.69	198,235,365.36	-13,283,366.67	113,569,854.32
AUGUST	189,002,358.09	198,777,569.21	-9,775,211.12	112,326,598.35
SEPTEMBER	176,675,270.97	185,325,487.25	-8,650,216.28	112,558,998.32
OCTOBER	186,507,014.85	188,564,258.24	-2,057,243.39	113,258,741.32
NOVEMBER	185,084,175.30	186,325,987.25	-1,241,811.95	112,326,542.38
DECEMBER	292,147,402.22	300,836,064.67	-8,688,662.45	129,481,282.21
TOTAL	2,026,312,616.98	2,229,623,714.58	-203,311,097.60	1,378,139,923.07

NOTE 22, 23 AND 25

DETAILS OF INTERNAL GENERATED REVENUE

MONTH	TAX REV. (NOTE 22)	NON - TAX (NOTE 23)	INCOME INV. (NOTE 25)	2021			2020
				AMOUNT(N)	BUDGET	VARIANCE	ACTUAL
JANUARY	0.00	450,000.00	0.00	450,000.00	540,140.00	- 90,140.00	433,250.00
FEBRUARY	608,904.67	350,200.00	0.00	959,104.67	1,000,000.00	- 40,895.33	258,100.00
MARCH	365,342.80	665,250.00	0.00	1,030,592.80	1,200,000.00	- 169,407.20	325,640.00
APRIL	0.00	849,750.00	0.00	849,750.00	900,000.00	- 50,250.00	362,000.00
MAY	0.00	439,200.00	0.00	439,200.00	521,000.00	- 81,800.00	254,200.00
JUNE	0.00	595,950.00	0.00	595,950.00	600,000.00	- 4,050.00	269,100.00
JULY	156,831.25	737,200.00	0.00	894,031.25	896,213.54	- 2,182.29	562,012.20
AUGUST	1,274,362.61	637,500.00	320,500.00	2,232,362.61	2,463,476.46	- 231,113.85	1,237,380.59
SEPTEMBER	0.00	361,050.00	50,000.00	411,050.00	512,350.00	- 101,300.00	652,000.00
OCTOBER	143,283.89	414,300.00	166,500.00	724,083.89	821,500.00	- 97,416.11	265,000.00
NOVEMBER	0.00	448,000.00	104,000.00	552,000.00	592,000.00	- 40,000.00	325,000.00
DECEMBER	0.00	282,000.00	0.00	282,000.00	452,320.00	- 170,320.00	265,900.00
TOTAL	2,548,725.22	6,230,400.00	641,000.00	9,420,125.22	10,499,000.00	-1,078,874.78	5,209,582.79

NOTE 29

SALARY AND WAGES

							2021			2020
MONTH	TRADITIONAL RULERS AND CHIEFTANCY	POLITICAL	FURNITURE ALLOWANCE	STAFF	NIBAS CHARGES	PALACE	AMOUNT(N)	BUDGET	VARIANCE	ACTUAL
	₦	₦	₦	₦	₦	₦	₦			
JANUARY	3,880,819.27	9,176,752.12	1,537,500.00	35,002,868.80	108,450.00	574,070.49	50,280,460.68	52,258,214.32	1,977,753.64	42,251,365.54
FEBRUARY	4,569,972.35	9,176,752.12	1,537,500.00	37,711,696.05	108,600.00	755,034.55	53,859,555.07	53,365,248.24	- 494,306.83	42,666,325.33
MARCH	3,186,880.40	7,639,252.12	0.00	24,313,612.02	108,450.00	755,034.55	36,003,229.09	36,625,487.32	622,258.23	41,565,214.38
APRIL	3,668,346.46	9,176,752.12	1,537,500.00	46,948,910.94	108,450.00	755,034.55	62,194,994.07	62,487,954.25	292,960.18	41,587,569.32
MAY	4,148,006.16	5,765,074.67	0.00	51,774,548.23	107,850.00	515,156.33	62,310,635.39	62,584,879.25	274,243.86	41,548,574.24
JUNE	3,456,562.77	8,265,074.67	2,500,000.00	68,686,104.19	108,150.00	985,391.22	84,001,282.85	84,254,987.23	253,704.38	41,689,258.24
JULY	5,753,495.09	8,265,074.67	2,500,000.00	74,343,190.15	108,300.00	750,273.80	91,720,333.71	91,154,875.35	- 565,458.36	45,232,658.32
AUGUST	6,129,828.87	8,265,074.67	2,500,000.00	72,664,619.97	107,850.00	750,273.80	90,417,647.31	90,265,214.35	- 152,432.96	46,258,958.24
SEPTEMBER	4,775,084.82	8,265,074.67	2,500,000.00	75,266,996.66	107,400.00	1,086,363.80	92,000,919.95	91,254,658.32	- 746,261.63	45,698,245.32
OCTOBER	5,908,344.47	8,265,074.67	2,500,000.00	76,367,213.67	107,100.00	1,086,363.80	94,234,096.61	94,254,898.37	20,801.76	46,258,214.28
NOVEMBER	3,906,369.67	6,390,074.67	0.00	77,472,341.79	106,050.00	1,086,363.80	88,961,199.93	88,542,698.25	- 418,501.68	47,565,898.24
DECEMBER	8,128,585.21	7,496,662.17	0.00	141,796,152.19	106,350.00	1,086,363.80	158,614,113.37	135,679,211.47	- 22,934,901.90	45,533,640.39
TOTAL	57,512,295.54	96,146,693.34	17,112,500.00	782,348,254.66	1,293,000.00	10,185,724.49	964,598,468.03	942,728,326.72	-21,870,141.31	527,855,921.84

NOTE 31

SOCIAL BENEFIT

			2021			2020
MONTH	SECURITY FUND	PEACE CORP	AMOUNT(N)	BUDGET	VARIANCE	ACTUAL
	₦	₦	₦			
JANUARY	700,000.00	1,200,000.00	1,900,000.00	35,385,674.08	33,485,674.08	-
FEBRUARY	700,000.00	1,200,000.00	1,900,000.00	35,385,674.08	33,485,674.08	-
MARCH	700,000.00	1,200,000.00	1,900,000.00	35,385,674.08	33,485,674.08	-
APRIL	700,000.00	1,200,000.00	1,900,000.00	35,385,674.08	33,485,674.08	-
MAY	700,000.00	1,200,000.00	1,900,000.00	35,385,674.08	33,485,674.08	-
JUNE	700,000.00	1,200,000.00	1,900,000.00	35,385,674.08	33,485,674.08	-
JULY	700,000.00	1,200,000.00	1,900,000.00	35,385,674.08	33,485,674.08	-
AUGUST	700,000.00	1,200,000.00	1,900,000.00	35,385,674.08	33,485,674.08	-
SEPTEMBER	700,000.00	1,200,000.00	1,900,000.00	35,385,674.08	33,485,674.08	-
OCTOBER	700,000.00	1,200,000.00	1,900,000.00	35,385,674.08	33,485,674.08	-
NOVEMBER	700,000.00	1,200,000.00	1,900,000.00	35,385,674.08	33,485,674.08	-
DECEMBER	700,000.00	1,200,000.00	1,900,000.00	35,385,674.08	33,485,674.08	-
TOTAL	8,400,000.00	14,400,000.00	22,800,000.00	424,628,088.96	401,828,088.96	0.00

NOTE 32

OVERHEAD COSTS

OVERHEAD COST	2021			2020
	AMOUNT(N)	BUDGET	VARIANCE	ACTUAL
TRAVEL & TRANSPORT	630,000.00	2,000,000.00	1,370,000.00	36,000.00
UTILITIES	742,988.72	15,000,000.00	14,257,011.28	450,000.00
MATERIALS & SUPPLIES	2,906,200.00	25,000,000.00	22,093,800.00	1,674,000.00
MAINTENANCE SERVICES	4,657,256.76	9,000,000.00	4,342,743.24	11,631,296.68

TRAINING	11,934,501.47	29,345,000.00	17,410,498.53	250,000.00
OTHER SERVICES	9,670,350.00	21,000,000.00	11,329,650.00	14,472,000.00
CONSULTING & PROFESSIONAL SERVICES	286,000.00	1,900,000.00	1,614,000.00	825,000.00
FUEL & LUBRICANTS	600,000.00	2,000,000.00	1,400,000.00	1,636,000.00
BANK CHARGES & INSURANCE PREMIUM	58,040.00	900,000.00	841,960.00	10,000.00
MISCELLANEOUS EXPENSES	30,014,200.00	31,000,000.00	985,800.00	33,279,500.00
TOTAL	61,499,536.95	137,145,000.00	75,645,463.05	64,227,796.68

NOTE 37

DEPRECIATION CHARGES FOR THE YEAR 2021

S/N	DETAILS	AMOUNT (N)
1	LAND & BUILDING	10,902,659.40
2	INFRASTRUCTURE	9,922,069.38
3	PLANT & MACHNERY	51,800.00
4	TRANSPORTATION EQUIPMENT	1,210,000.00
5	OFFICE EQUIPMENT	165,437.50
6	FURNITURE & FITTINGS	250,320.00
	SUB-TOTAL	22,502,286.28
	INVESTMENT PROPERTY	1,958,500.00
	GRAND TOTAL	24,460,786.28

NOTE 38

TRANSFER TO OTHER GOVERNMENT AGENCIES

MONTH	PRIMARY SCHOOL TEACHER	NIBAS	SUBEB OVERHEAD	ALL PARASTATAL	GRATUITY	PENSION FUNDS	2021			2020
	₱	₱	₱	₱			AMOUNT(N)	BUDGET	VARIANCE	ACTUAL
JANUARY	23,597,926.28	62,100.00	515,000.00	7,965,291.84	386,297.32	34,220,178.99	66,746,794.43	24,965,874.32	- 41,780,920.11	61,895,547.21
FEBRUARY	24,808,963.38	61,650.00	515,000.00	9,397,340.11	553,706.45	30,798,048.74	66,134,708.68	23,584,745.38	- 42,549,963.30	61,587,958.24
MARCH	17,622,985.28	61,500.00	0.00	4,290,174.82	0.00	31,156,714.55	53,131,374.65	24,215,487.85	- 28,915,886.80	61,874,514.25
APRIL	22,665,173.14	61,500.00	257,500.00	3,915,683.56	953,720.57	32,156,078.76	60,009,656.03	22,584,698.38	- 37,424,957.65	64,258,321.54
MAY	25,418,184.32	61,050.00	257,500.00	5,973,325.91	3,541,058.75	33,601,900.98	68,853,019.96	24,211,351.98	- 44,641,667.98	64,258,794.25
JUNE	33,273,275.10	67,500.00	257,500.00	4,047,068.32	3,153,889.88	32,633,215.74	73,432,449.04	24,695,874.28	- 48,736,574.76	66,254,874.25
JULY	36,125,136.71	66,900.00	257,500.00	7,561,226.60	2,593,015.13	33,307,176.78	79,910,955.22	22,584,965.87	- 57,325,989.35	69,254,874.28
AUGUST	42,812,577.78	66,900.00	257,500.00	9,750,076.84	1,533,033.29	32,854,131.42	87,274,219.33	22,487,598.21	- 64,786,621.12	65,698,547.35
SEPTEMBER	34,826,511.91	66,600.00	515,000.00	12,949,972.91	0.00	34,426,142.43	82,784,227.25	24,589,658.25	- 58,194,569.00	64,584,758.69
OCTOBER	36,323,026.23	66,450.00	515,000.00	8,858,739.79	2,724,833.75	33,332,440.23	81,820,490.00	24,625,874.28	- 57,194,615.72	69,999,854.54
NOVEMBER	37,342,100.74	66,450.00	515,000.00	6,133,267.29	3,862,973.18	33,732,440.23	81,652,231.44	24,987,524.65	-56,664,706.79	69,587,458.25
DECEMBER	72,086,513.52	66,450.00	515,000.00	14,308,797.50	976,066.29	33,211,358.29	121,164,185.60	35,921,938.16	- 85,242,247.44	71,530,833.01
TOTAL	406,902,374.39	775,050.00	4,377,500.00	95,150,965.49	20,278,594.61	395,429,827.14	922,914,311.63	299,455,591.61	- 623,458,720.02	790,786,335.86

NOTE 58

PURCHASE OF PPE

		2021			2020
PURCHASE	SECTOR	AMOUNT(N)	BUDGET	VARIANCE	ACTUAL
LAND & BUILDING	ECONOMIC	35,883,979.92	189,883,979.92	154,000,000.00	100,000.00
INFRASTRUCTURE	SOCIAL	-	-	-	400,000.00
LAND & BUILDING	ADMINISTRATIVE	14,000,000.00	193,146,069.93	179,146,069.93	410,000.00
TOTAL		49,883,979.92	383,030,049.85	333,146,069.93	910,000.00

NOTE 63

ACQUISITION OF BIOLOGICAL ASSET

		2021			2020
DETAILS	AMOUNT(N)	BUDGET	VARIANCE	ACTUAL	
ACQUISITION OF TEAK PLANTATION	520,000.00	-	520,000.00	520,000.00	
ADDITIONAL ASSETS	172,105.78	-	172,105.78	-	
TOTAL	692,105.78	0.00	692,105.78	520,000.00	

NOTE 66

BAIL OUT REPAYMENT

		2021			2020
MONTH		AMOUNT(N)	BUDGET	VARIANCE	ACTUAL
JANUARY		491,507.60	-	- 491,507.60	491,507.60
FEBRUARY		491,507.60	-	- 491,507.60	491,507.60
MARCH		0.00	-	-	491,507.60
APRIL		0.00	-	-	491,507.60
MAY		491,507.60	-	- 491,507.60	491,507.60
JUNE		491,507.60	-	- 491,507.60	491,507.60
JULY		491,507.60	-	- 491,507.60	491,507.60

AUGUST		491,507.60	-	-	491,507.60	491,507.60
SEPTEMBER		491,507.60	-	-	491,507.60	491,507.60
OCTOBER		491,507.60	-	-	491,507.60	491,507.60
NOVEMBER		491,507.60	-	-	491,507.60	491,507.62
DECEMBER		491,507.60	-	-	491,507.60	491,507.60
TOTAL		4,915,076.00	0.00	-	4,915,076.00	5,898,091.22

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE

ACCOUNTS OF EKITI WEST LOCAL GOVERNMENT,

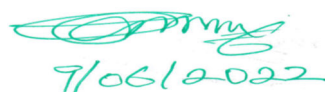
ARAMOKO-EKITI

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Ekiti West Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.



A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF EKITI WEST LOCAL GOVERNMENT, ARAMOKO-EKITI FOR
THE YEAR ENDED 31ST DECEMBER, 2021.**

The General Purpose Financial Statements of Ekiti West Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively Section 26(2) of Ekiti State Audit Law 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Ekiti West Local Government to prepare and present the General purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. BASIS OF OPINION

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. OPINION

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31st December, 2021 subject to the observations and comments in the other parts of this report.

7. BUDGET OVERVIEW AND PERFORMANCE

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- (i). The estimate made for Revenue in the 2021 budget recorded a performance of 91.25%. That is, an estimate was made for

N2,483,173,000.00, while actual Revenue recorded stood at **N2,265,899,273.79**. Equally, the actual IGR of **N21,690,672.00** represents only **0.96%** of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

(ii). The sum of **N2,423,960,000.00** only was budgeted for expenditure but only **N2,273,863,152.70** was actually incurred, resulting to saving of **N150,096,847.30** for the period.

8. REVENUE ACCOUNT

A total sum of **N2,265,899,273.79** was earned as total Revenue as at 31st December, 2021 out of which only **0.96% (N21,690,672.00)** was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of **68.75%** over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2021.

9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report.

10. INFRACTIONS DURING THE YEAR

The following expenditure appears to be contrary to law.

S/N	QUERY NO	SUBJECT	AMOUNT	
			N	K
1	AUD/EWLG/AQ/01/21	Unproduced Revenue Earning Receipts		Assorted

2	AUD/ EWLG /AQ/02/21	Expenditure Contrary to Regulation (I)	1,953,600.00
3	AUD/ EWLG /AQ/03/21	Expenditure Contrary to Regulation (II)	1,157,300.00
4	AUD/ EWLG /AQ/04/21	Unaudited/Items not taken on store ledger charge	180,000.00
5	AUD/ EWLG /AQ/05/21	Unaudited Expenditure	615,000.00
6	AUD/ EWLG /AQ/06/21	Unretired Expenditure	1,354,400.00
	TOTAL		5,260,300.00

These queries and other infractions noted on Local Government accounts during the financial year had been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. **DISALLOWANCE**

Allowance had been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

13. **STATE OF ACCOUNT**

The Accounts of Ekiti West Local Government had been examined up to 31st December, 2021 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ekiti West Local Government, Aramoko-Ekiti. Particular attention is required to the followings:

- (i) Prompt attention to Audit Queries
- (ii) Inventory Register/Cards
- (iii) Internally Generated Revenue
- (iv) Fixed Asset Register
- (v) Capital Projects

14. **RECEIPTS FROM JAAC:** It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.

15. **OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

The following matters remained outstanding in my previous reports.

(i) **2020 AUDIT QUERIES**

S/N	QUERY NUMBER	SUBJECT	NAME OF AFFECTED OFFICERS	AMOUNT ₦
1	AUD/EWLG/AQ/01/2020	Unproduced Revenue Earning Receipts 2020	Oladunjoye Temidayo Oyinloye Olapade Oladimeji Rufus	Assorted
2	AUD/EWLG/AQ/02/2020	Unretired Security Vote	Hon Kareem Agunbiade	8,500,000.00
				8,500,000.00



A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

EKITI WEST LOCAL GOVERNMENT

Telephone: 030-830353

All correspondence should be addressed
To the Executive Chairman, quoting



ILURE
P.M.B. 5001,
ARAMOKO-EKITI.

Our Ref No: _____

Date: _____

RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance Ekiti West Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ekiti West Local Government as at the year ended 31st December, 2021.

A handwritten signature in blue ink, appearing to read "Okere Sesan".
25/3/22

Hon. Okere Sesan,
Executive Chairman.

A handwritten signature in blue ink, appearing to read "Adetifa Gbenga".
25/3/22

Mr. Adetifa Gbenga,
Director of Finance.

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS were:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local Government. The items in the Statements were cross referenced to any related

information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFM. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- iii. Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria were met in accordance to **IPSAS 23**.
- iv. Revenue from exchange transactions was recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- (i) Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.
- (ii) Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.
- (iii) Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and were reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables was established when there was objective evidence that the Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) PREPAYMENT

Prepayment expenses were payments made in advance of receipt of goods or services, i.e., the payments were made early the year for benefits to be received over the latter part of the year or payments made in one year for benefits to be received in subsequent years.

(17) INVENTORIES (IPSAS 12).

Inventories were valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method. Those held for distribution for

public benefit purposes were recorded at cost, adjusted where applicable for any loss of services potential and were reported under Current Assets in the Statement of Financial Position.

(18) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses.

Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(19) INVESTMENT PROPERTY (IPSAS 16)

These were cost generating property owned by the Local Government. The cost, capitalisation depreciation and impairment were same with PPE, but was reported separately in the Statement of Financial Position.

(20) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years
Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless of the day of the month the transactions were carried out.

(21) UNREMITTED DEDUCTIONS.

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source. These amounts were

stated in the GPFS at their repayment value, which were treated as Current Liabilities in the Statement of Financial Position.

(22) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(23) RESERVES

Reserves were classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(24) BORROWINGS.

Borrowings were recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(25) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(26) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and all monetary benefits) using the cost of service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(27) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

EKITI WEST LOCAL GOVERNMENT, ARAMOKO-EKITI, EKITI STATE
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N	Represented By:		N	N
	ASSETS			
	Current Assets			
10,805,198.23	Cash and Cash Equivalents	1	2,841,319.32	
908,900.00	Inventories	2	12,693,900.00	
	WIP	3		
376,517.466.27	Receivables	4	507,981,264.71	
	Prepayments	5		
388,231,564.50	Total Current Assets			523,516,484.03
	Non-Current Assets			
	Loans Granted	6		
1,650,000.00	Investments	7	1,650,000.00	
402,285,728.87	Fixed Assets-Property, Plant & Equipment	8	448,474,207.83	
68,321,231.02	Investment Property	9	61,443,316.53	
	Biological Assets	10		
472,256,959.89	Total Non-Current Assets			511,567,524.36
860,488,524.39	Total Assets			1,035,084,008.39
	LIABILITIES			
	Current Liabilities			
15,520,163.56	Accumulated Depreciation	11		
	Loans & Debts(Short-Term)	12		
1,812,481.23	Unremitted Deductions	13	1,624,925.20	
577,695,748.96	Payables	14	207,070,259.83	
595,028,393.75	Total Current Liabilities		208,695,185.03	
	Non-Current Liabilities			
	Public Funds	15		
86,505,337.82	Borrowings	16	81,343,922.42	
86,505,337.82	Total Non-Current Liabilities		81,343,922.42	
681,533,731.57	Total Liabilities			290,039,107.45
178,954,792.82	Net Asset/Equity			745,044,900.94
	Financed By:			
97,233,306.36	Reserves	17		630,815,363.52
4,000,000.00	Capital Grant	18		
	Net Surpluses/(Deficits)	19		
77,721,486.46	Accumulated Surplus/(Deficits)	20		114,229,537.42
178,954,792.82	Total Net Assets/Equity			745,044,900.94

EKITI WEST LOCAL GOVERNMENT, ARAMOKO-EKITI, EKITI STATE
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	Actual 2021
N	<u>REVENUE</u>		N
1,247,011,122.30	Government Share of FAAC (Statutory Revenue)	21	2,244,208,601.79
6,027,375.00	Tax Revenue	22	5,832,941.00
5,947,200.00	Non-Tax Revenue	23	11,675,091.00
	Aid & Grants	24	
878,833.33	Investment Income	25	4,182,640.00
	Expenditure Recovery	26	
	Other Capital Receipts	27	
	Debt Forgiveness	28	
1,259,864,530.63	Total Revenue		2,265,899,273.79
	<u>EXPENDITURE</u>		
411,976,706.80	Salaries & Wages	29	886,470,116.88
2,585,000.00	Social Contribution	30	15,688,747.16
265,000.00	Social Benefit	31	14,774,881.40
55,527,677.75	Overhead Cost	32	41,477,801.17
	Gratuity	33	
	Pension Allowance	34	
	Stationeries	35	
	Impairment Charges	36	
25,377,036.50	Depreciation Charges	37	35,768,040.89
635,302,263.85	Transfer to other Government Entities	38	1,235,211,635.33
	Public Debt Charges	39	
	Allowance	40	
1,131,033,684.90	Total Expenditure		2,229,391,222.83
128,830,845.73	Surplus/(Deficit) from Operating Activities for the Period		36,508,050.96
	Total Non-Operating Revenue/(Expenses)		
	Non-Operating Activities		
	Gain/Loss on Disposal of Asset	41	
	Refunded Revenue	42	
	Revaluation Gain	43	
	Net Surplus/(Deficit) from Ordinary Activities		
	Surplus/(Deficit) from Ordinary Activities		
	Purchases/Construction of Assets	44	
	Minority Interest Share of Surplus/(Deficits)	45	
128,830,845.73	Net surplus/(Deficit) for the year		

EKITI WEST LOCAL GOVERNMENT, ARAMOKO-EKITI, EKITI STATE
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
1,247,011,122.30	Government Share of FAAC (Statutory Revenue)	21	2,244,208,601.79	
6,027,375.00	Tax Revenue	22	5,832,941.00	
5,947,200.00	Non-Tax Revenue	23	11,675,091.00	
	Aid & Grants	24		
878,833.33	Investment Income	25	4,182,640.00	
	Expenditure Recovery	26		
	Other Capital Receipts	27		
	Debt Forgiveness	28		
1,259,864,530.63	Total inflow from operating Activities			2,265,899,273.79
	<u>Outflows</u>			
411,976,706.80	Salaries & Wages	29	886,470,116.88	
2,585,000.00	Social Contributions	30	15,688,747.16	
265,060.00	Social Benefit	31	14,774,881.40	
55,527,677.75	Overheads Cost	32	41,477,801.17	
	Gratuity	33		
	Pension Allowance	34		
635,302,263.85	Transfer to other Government Entities	38	1,235,211,635.33	
	Allowance (leave Bonus)	40		
	Deductions	49		
	Refund	50		
	Inventory	51		
	Loan	52		
1,105,656,648.40	Total Outflow from Operating Activities			2,193,623,181.94
154,207,882.23	Net Cash Inflow/(outflow) from Operating Activities			72,276,091.85
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
	Proceeds from Sale of PPE	53		
	Proceeds from Sale of Investment Property	54		
	Proceeds from Sales of Intangible Assets	55		
	Proceeds from Sale of Investment	56		
	Dividends Received	57		
	Total Inflow			
	Outflows			
156,452,949.26	Purchase/ Construction of PPE	58	75,078,555.36	
	Purchase/ Construction OF Investment Property	59		
	Investment in Private Companies	60		
	Loan Granted	61		
	Purchase of Intangible Assets	62		
	Acquisition of Investment	63		
-156,452,949.26	Total Outflow		75,078,555.36	

-	Net Cash Flow from Investing Activities			-75,078,555.36
	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
	Capital Grant Received	64		
	Proceeds from Borrowings	65		
0.00	Total Inflow			
	Outflows			
5,898,091.22	Repayment of Borrowings	66	5,161,415.40	
	Distribution of Surplus/Dividends Paid	67		
	Total Outflow		5,161,415.40	
-5,898,091.22	Net Cash Flow from Financing Activities			-5,161,415.40
-8,143,218.25	Net Cash Flow from all Activities			-7,963,878.91
18,948,356.48	Cash and Its Equivalent as at 01/01/2021			10,805,198.23
10,805,198.23	Cash and Its Equivalent as at 31/12/2021	1		2,841,319.32

EKITI WEST LOCAL GOVERNMENT, ARAMOKO-EKITI, EKITI STATE
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR
ENDED 31ST DECEMBER, 2021

2020		Notes	Actual 2021	Final Budget 2021	Variance on Final Budget
N	REVENUE		N	N	N
1,247,011,122.30	Government Share of FAAC (Statutory Revenue)	21	2,244,208,601.79	2,468,173,000.00	-9.07
6,027,375.00	Tax Revenue	22	5,832,941.00	7,000,000.00	-16.67
5,947,200.00	Non-Tax Revenue	23	11,675,091.00	6,000,000.00	94.58
	Aid & Grants	24			0.00
878,833.33	Investment Income	25	4,182,640.00	2,000,000.00	109.13
	Expenditure Recovery	26			
	Other Capital Receipts	27			
	Debt Forgiveness	28			
1,259,864,530.63	Total Revenue		2,265,899,273.79	2,483,173,000.00	177.97
	EXPENDITURE				
411,976,706.80	Salaries & Wages	29	886,470,116.88	950,000,000.00	6.69
2,585,000.00	Social Contribution	30	15,688,747.16	20,000,000.00	47.70
265,000.00	Social Benefit	31	14,774,881.40	20,000,000.00	26.13
55,527,677.75	Overhead Cost	32	41,477,801.17	80,000,000.00	48.15
	Gratuity	33			
	Pension Allowance	34			
	Stationeries	35			
	Impairment Charges	36			
635,302,263.85	Transfer to other Government Entities	38	1,235,211,635.33	1,252,460,000.00	1.38
	Public Debt Charges	39			
	Allowance	40			
156,542,949.26	Purchase of Assets	58	75,078,555.36	85,000,000.00	11.67
-	Acquisition of Investment	63			
5,898,091.22	Repayment of Borrowing	66	5,161,415.40	6,500,000.00	20.59
1,268,097,688.88	Total Expenditure		2,273,864,152.70	2,423,960,000.00	162.31
-8,233,158.25	Net Surplus /(Deficit) for the year		-7,963,878.91		15.66

EKITI WEST LOCAL GOVERNMENT, ARAMOKO EKITI STATE NIGERIA
STATEMENT OF CHANGES IN NET ASSET/EQUITY FOR THE YEAR ENDED
31ST, DECEMBER, 2020

S/N	NARRATION	ACCUMULATED SURPLUS/DEFICIT	RESERVE	CAPITAL GRANT	TOTAL
1	Opening Balance (1/1/2021)	77,721,486.46	97,233,306.36	4,000,000.00	178,954,792.82
2	Surplus/(Deficit) for the year	36,508,050.96			36,508,050.96
3	Grant for the period			-4,000,000.00	-4,000,000.00
4	Adjustment for the period		533,582,057.16		533,582,057.16
	Closing Balance (31/12/2021)	114,229,537.42	630,815,363.52	-	745,044,900.94

NOTES 8, & 37A & 58

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEDULE FOR THE YEAR 2021

DETAILS	LAND AND BUILDING	INFRASTRUCTURE	MOTOR VEHICLES	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL
Rate of Depreciation	3%	3%	20%	10%	20%	25%	20%	
Balance B/f as at 1/1/20....	301,059,366.83	26,257,864.43	13,484,611.41	1,696,018.50	-	38,142,102.60	21,645,765.10	402,285,728.87
Acquisition/Asset Recognition during the year		74,658,555.36	0.00	0.00	0.00	312,000.00	108,000.00	75,078,555.36
Total	301,059,366.83	100,916,419.79	13,484,611.41	1,696,018.50	-	38,454,102.60	21,753,765.10	477,364,284.23
Disposal during the year	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Balance 31/12/20...	301,059,366.83	100,916,419.79	13,484,611.41	1,696,018.50	0.00	38,454,102.60	21,753,765.10	477,364,284.23
Accumulated Depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Current Year Charge	9,031,781.00	3,027,492.59	2,696,922.28	169,601.85	0.00	9,613,525.65	4,350,753.02	28,890,076.40
Depreciation on Disposal	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
NBV AS AT 31/12/20....	292,027,585.83	97,888,927.20	10,787,689.13	1,526,416.65	0.00	28,840,576.95	17,403,012.08	448,474,207.83

NOTE 1**CASH AND CASH EQUIVALENT 2021**

NAME OF BANK	ACCOUNT NAME	ACCOUNT NUMBER	AMOUNT
UBA	Running's	1022112573	105,097.00
Micro Finance	IGR	1040044680	9,067.63
WEMA	Salary	121524256	2,727,154.69
TOTAL			2,841,319.32

INVENTORIES**NOTE 2**

ITEMS	OPENING BAL	ADDITIONAL PURCHASES	ISSUED/CONSUMED	BALANCE AS AT 31/12/21
Office Equip	83,900.00	430,000.00	(459,700.00)	54,200.00
Consumables	215,000.00	705,000.00	(890,300.00)	29,700.00
Office Stationeries	-	12,000,000.00	-	12,000,000.00
Medical Equip	600,000.00	-	-	600,000.00
Mech Work Shop Materials	10,000.00	-	-	10,000.00
TOTAL	908,900.00	13,135,000.00	(1,350,000.00)	12,693,900.00

NOTE 4**RECEIVABLES**

S/N	DETAILS	AMOUNT (N)
1	Balance b/f	376,517,466.27
2	Addition during the year	131,463,798.44
	BALANCE AS AT 31/12/2021	507,981,264.71

NOTE 7**INVESTMENT IN SECURITY****LOCAL GOVERNMENT INVESTMENT IN SECURITY**

		AMOUNT (N)
WEMA BANK		1,000,000.00
HERITAGE BANK		650,000.00
TOTAL		1,650,000.00

INVESTMENT PROPERTY**NOTE 9**

ITEMS	OPENING BAL.1/1/2021	DEPR. RATE%	DEPR	NETBOOK VALUE 31/12/2021
Lock-up shop	26,353,715.00	10%	2,635,371.50	23,718,343.50
Open market stalls	19,888,850.72	10%	1,988,885.07	17,899,965.65
Poultry pens	5,940,985.50	10%	594,098.55	5,346,886.95
Filling station	7,394,083.14	10%	739,408.31	6,654,674.83
Women dev. Centre	2,195,591.41	10%	219,559.14	1,976,032.27
Fayose market stall	6,548,055.25	10%	700,641.91	5,847,413.34
Total	68,321,281.02		6,877,964.49	61,443,316.53

NOTE 13**UNREMITTED DEDUCTION**

ITEM	OPENING BAL. 01/01/2021	ADD DEDUCTION	TOTAL	AMT PAID	BALANCE AS AT 31/12/2021
5% VAT	850,516.20	9,475,145.04	10,325,661.24	9,952,755.07	372,906.17
5% WHT	245,724.92	6,310,471.53	6,556,196.45	6,125,364.26	430,832.19
2% ETF	55,494.00	2,524,243.90	2,579,737.90	2,393,307.17	186,430.73
Credit Direct	30,135.00	120,540.00	150,675.00	146,530.00	4,145.00
PAYE	630,611.11	3,894,456.97	4,525,068.08	3,894,456.97	630,611.11
TOTAL	1,812,481.23	22,324,857.44	24,137,338.67	22,512,413.47	1,624,925.20

NOTE 14**PAYABLES**

S/N	DETAILS	AMOUNT (N)
1	Balance b/f	577,695,748.96
2	Payment during the year	370,625,489.13
	BALANCE AS AT 31/12/2021	207,070,259.83

	NOTE 16
BORROWINGS	
DETAILS	AMOUNT
BALANCE b/f	86,505,337.82
REPAYMENT	5,161,415.40
BALANCE 31/12/2021	81,343,922.42

NOTE 21

STATUTORY ALLOCATION

	2021			2020
MONTHS	ACTUAL	BUDGET	VARIANCE	ACTUAL
January	156,604,105.82	201,032,548.21	(44,428,442.39)	48,010,957.44
February	164,742,515.90	200,546,587.32	(35,804,071.42)	52,557,009.23
March	136,258,385.54	145,898,754.36	(9,640,368.82)	48,683,469.42
April	163,834,202.06	199,258,471.39	(35,424,269.33)	48,224,572.16
May	175,398,472.25	200,258,478.36	(24,860,006.11)	44,521,008.71
June	180,437,057.16	200,565,987.21	(20,128,930.05)	55,162,113.69
July	192,778,595.79	198,325,641.28	(5,547,045.49)	58,000,632.25
August	197,668,000.11	199,887,654.28	(2,219,654.17)	49,272,874.13
September	185,445,231.01	189,254,365.28	(3,809,134.27)	34,952,991.83
October	195,968,362.31	197,256,487.36	(1,288,125.05)	46,938,308.03
November	194,141,328.17	199,625,874.35	(5,484,546.18)	88,640,510.33
December	300,932,345.67	336,262,150.60	(35,329,804.93)	36,744,411.23
OTHER ALLOCATION	-	-	-	635,302,263.85
TOTAL	2,244,208,601.79	2,468,173,000.00	(223,964,398.21)	1,247,011,122.30

NOTE 22
TAX REVENUE

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
Commercial Tax	5,407,941.00	5,500,000.00	(92,059.00)	5,397,375.00
Tenement Rate	425,000.00	1,500,000.00	(1,075,000.00)	630,000.00
2.5% on Local Govt. Contracts	-	-	-	-
TOTAL	5,832,941.00	7,000,000.00	(1,167,059.00)	6,027,375.00

NOTE 23
NON TAX REVENUE

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
Local Licenses, Fine & Rate	4,159,091.00	2,500,000.00	1,659,091.00	4,987,200.00
Miscellaneous Income	7,516,000.00	3,500,000.00	4,016,000.00	960,000.00
TOTAL	11,675,091.00	6,000,000.00	5,675,091.00	5,947,200.00

NOTE 25
INVESTMENT INCOME

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
Proceed from the lease of petrol station attributable to 2017	1,608,333.33	600,000.00	1,008,333.33	208,333.33
Proceed from the lease of poultry pens for 2017	-	-	-	-
Dividend from Shares	-	-	-	-
Rent from Local Government Investment properties	2,574,306.67	1,400,000.00	1,174,306.67	670,500.00
TOTAL	4,182,640.00	2,000,000.00	2,182,640.00	878,833.33

NOTE 29
SALARISES AND WAGES

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
Staff Salary L.G	630,103,980.28	671,261,984.37	41,158,004.09	347,234,900.61
Political Office Holder Salary	104,973,729.77	105,658,457.36	684,727.59	46,400,282.47
Political Office Holder Salary (2018-2019)	47,507,125.37	52,545,325.66	5,038,200.29	420,000.00
Traditional Rulers	58,628,509.39	62,548,754.36	3,920,244.97	-
Palace Staff Salary	45,256,772.07	57,985,478.25	12,728,706.18	17,921,523.72
TOTAL	886,470,116.88	950,000,000.00	63,529,883.12	411,976,706.80

NOTE 30
SOCIAL CONTRIBUTION

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
Enlightenment on Covid-19	1,782,000.00	2,000,000.00	218,000.00	500,000.00
Women Programme	845,000.00	1,000,000.00	155,000.00	95,000.00
Army Forces Remembrance Day	600,000.00	700,000.00	100,000.00	175,000.00
Health & Welfare of People	4,710,000.00	5,000,000.00	290,000.00	550,000.00
Provision for Immunization	1,675,000.00	3,000,000.00	1,325,000.00	100,000.00
Board of Technical Education	1,798,000.00	3,500,000.00	1,702,000.00	390,000.00
Financial Assistance for Community Project	4,098,747.16	4,600,000.00	501,252.84	275,000.00
Police	180,000.00	200,000.00	20,000.00	500,000.00
TOTAL	15,688,747.16	20,000,000.00	4,311,252.84	2,585,000.00

NOTE 31

SOCIAL BENEFIT

		2021			2020
DETAILS		ACTUAL	BUDGET	VARIANCE	ACTUAL
NULGE		142,000.00	150,000.00	8,000.00	200,000.00
Secrity Vote		8,600,000.00	12,200,000.00	3,600,000.00	-
Staff (Financial Assistance)		390,000.00	400,000.00	10,000.00	-
ALGON (Financial Assistance)		48,000.00	50,000.00	2,000.00	65,000.00
Women Programme by the First Lady		764,881.40	800,000.00	35,118.60	-
Amotekun		350,000.00	400,000.00	50,000.00	-
Christman Gift		1,000,000.00	1,500,000.00	500,000.00	-
Financial Assistance		960,000.00	1,000,000.00	40,000.00	-
Financial Assistance		1,600,000.00	2,500,000.00	900,000.00	-
Entertainance and Hospitality		920,000.00	1,000,000.00	80,000.00	-
TOTAL		14,774,881.40	20,000,000.00	5,225,118.60	265,000.00

NOTE 32

OVERHEAD COST

		2021			2020
DETAILS		ACTUAL	BUDGET	VARIANCE	ACTUAL
Maintenance of Office/Vehicle & Others		4,624,771.97	6,000,000.00	1,375,228.03	11,336,197.75
Special Releases to LCDA		10,173,029.20	24,100,000.00	13,926,970.80	-
Transport and Traveling		2,984,000.00	4,000,000.00	1,016,000.00	1,716,000.00
House Grant		2,254,000.00	3,000,000.00	746,000.00	4,170,000.00
SUBEB Overhead		5,225,000.00	7,000,000.00	1,775,000.00	-
Iyaloja Impress		300,000.00	900,000.00	600,000.00	401,000.00

General Utility		12,637,000.00	25,000,000.00	12,363,000.00	2,476,000.00
Miscellaneous Expenses-General		3,280,000.00	10,000,000.00	6,720,000.00	35,428,480.00
TOTAL		41,477,801.17	80,000,000.00	38,522,198.83	55,527,677.75

NOTE 37

DEPRECIATION

DETAILS	AMOUNT (N)
PP & E	28,890,076.40
INVESTMENT PROPERTY	6,877,964.49
Total	35,768,040.89

NOTE 38

TRANSFER TO OTHER GOVERNMENT ENTITIES

DETAILS	2021			2020
	ACTUAL	BUDGET	VARIANCE	ACTUAL
PENSION & Gratuity	428,714,837.90	429,325,698.32	610,860.42	215,425,365.32
TRADITIONAL RULERS SALARY	58,628,509.39	66,500,000.00	7,871,490.61	48,231,658.32
PARASTATALS	18,124,941.49	20,245,000.00	2,120,058.51	12,362,598.24
PEACE CORPS	14,400,000.00	15,500,000.00	1,100,000.00	12,658,947.35
SUBEB STAFF SALARY	706,943,346.55	708,889,301.68	1,945,955.13	340,723,694.62
SECURITY FUND	8,400,000.00	12,000,000.00	3,600,000.00	5,900,000.00
	1,235,211,635.33	1,252,460,000.00	17,248,364.67	635,302,263.85

NOTE 66

REPAYMENT ON BORROWING

DETAILS	2021			2020
	ACTUAL	BUDGET	VARIANCE	ACTUAL
January	516,141.54	650,000.00	133,858.46	491,507.60

February	516,141.54	650,000.00	133,858.46	491,507.60
March	-	-	-	491,507.60
April	-	-	-	491,507.60
May	516,141.54	650,000.00	133,858.46	491,507.60
June	516,141.54	650,000.00	133,858.46	491,507.60
July	516,141.54	650,000.00	133,858.46	491,507.60
August	516,141.54	650,000.00	133,858.46	491,507.60
Sept	516,141.54	650,000.00	133,858.46	491,507.60
October	516,141.54	650,000.00	133,858.46	491,507.60
November	516,141.54	650,000.00	133,858.46	491,507.62
December	516,141.54	650,000.00	133,858.46	491,507.60
Total Repayment	5,161,415.40	6,500,000.00	1,338,584.60	5,898,091.22

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE ACCOUNTS OF EMURE LOCAL

GOVERNMENT,

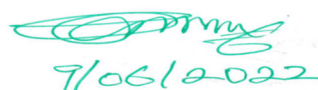
EMURE-EKITI

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Emure Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.



7/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF EMURE LOCAL GOVERNMENT, EMURE-EKITI FOR THE YEAR
ENDED 31ST DECEMBER, 2021.**

The General Purpose Financial Statements of Emure Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively Section 26(2) of Ekiti State Audit Law 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Emure Local Government to prepare and present the General purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. BASIS OF OPINION

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. OPINION

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs and Financial Position of the Local Government for the fiscal year ended on 31st December, 2021 subject to the observations and comments in the other parts of this report.

7. BUDGET OVERVIEW AND PERFORMANCE

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- (i). The estimate made for Revenue in the 2021 budget recorded a performance of 65.46%. That is, an estimate was made for N2,240,000,000.00, while actual Revenue recorded stood at 1,466,355,075.39. Equally, the actual IGR of N8,812,483.19 represents only 0.60% of the total Revenue for the period,

meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of N1,788,000,000.00 only was budgeted for expenditure but only N1,460,539,262.08 was actually incurred, resulting to saving of N327,460,737.92 for the period.

8. **REVENUE ACCOUNT**

A total sum of N1,466,355,075.39 was earned as total Revenue as at 31st December, 2021 out of which only 0.60% (N8,812,483.19) was generated as IGR, which showed that the Local Government solely depends on the Statutory Allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of 42.39% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2021.

9. **AUTHORITY FOR EXPENDITURE**

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report.

10. **INFRACTIONS DURING THE YEAR**

The following expenditure appears to be contrary to law.

S/no	QUERY NO.	SUBJECT	AMOUNT ₦
1.	AUD/EMLG/AQ/01/21	Exp. Contrary to Regulation	1,696,000.00
2.	AUD/ EMLG /AQ/02/21	Unretired Expenditure	1,250,000.00
3.	AUD/ EMLG /AQ/03/21	Unretired security vote	7,820,000.00
4.	AUD/ EMLG /AQ/04/21	Items not taken on ledger charge	660,000.00
5.	AUD/EMLG/AQ/05/21	Overpayment JAAC Allowance	270,000.00
6.	AUD/ EMLG /AQ/06/21	Nugatory payment.	12,644,134.16

7.	AUD/ EMLG /AQ/07/21	Un-produced payment vouchers.	4,992,350.00
8.	AUD/ EMLG /AQ/08/21	Un-vouched Expenditure	1,265,000.00
9.	AUD/EMLG/AQ/09/21	Un-produced revenue earning receipt	Various
		TOTAL	30,597,484.16

These queries and other infractions noted on Local Government accounts during the financial year have been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. **DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanation or the sanction of the State House of Assembly.

13. **STATE OF ACCOUNT**

The Accounts of Emure Local Government have been examined up to 31st December, 2020 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Emure Local Government, Emure - Ekiti. Your attention is invited to the following issues:

- (i) Internal Control.
- (ii) Lapses in the keeping of financial records
- (iii) Expenditure contrary to regulations
- (iv) Internally Generated Revenue
- (v) Attendance to audit queries

- (vi) Fixed Assets Register
- (vii) Capital Projects.
- (viii) Outstanding queries and other matters.

14. **RECEIPTS FROM JAAC:** It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.

15. OUTSTANDING MATTERS FROM PREVIOUS REPORTS

Subject	Beneficiary	Year
Missing Revenue Earning Receipts (20 GRR)	Mr. Oluwole Johnson Omolayo	2015


7/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278



Office of the Chairman

EMURE LOCAL GOVERNMENT

P.M.B. 001, EMURE EKITI, EKITI STATE.

Our Ref:.....

Your Ref:.....

Date:.....


RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance Emure Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.


To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Emure Local Government as at the year ended 31st December, 2021.


7/03/2022

Hon. Adu Joseph,
Executive Chairman.


05/03/2022
CNA

Mr. Sunmonu A.L. (CNA)
Director of Finance.

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS were:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local Government. The items in the Statements were cross referenced to any related information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFM. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- (i) Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria were met in accordance to **IPSAS 23**.
- (ii) Revenue from exchange transactions was recognized when the significant risks and rewards of

ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- (i) Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.
- (ii) Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.
- (iii) Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and were reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables was established when there was objective evidence that the

Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) PREPAYMENT

Prepayment expenses were payments made in advance of receipt of goods or services, i.e., the payments were made early the year for benefits to be received over the latter part of the year or payments made in one year for benefits to be received in subsequent years.

(17) INVENTORIES (IPSAS 12).

Inventories were valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method. Those held for distribution for public benefit purposes were recorded at cost, adjusted where applicable for any loss of services potential and were reported under Current Assets in the Statement of Financial Position.

(18) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses. Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(19) INVESTMENT PROPERTY (IPSAS 16)

These were cost generating property owned by the Local Government. The cost, capitalisation depreciation and impairment were same with PPE, but was reported separately in the Statement of Financial Position.

(20) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years

Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless of the day of the month the transactions were carried out.

(21) UNREMITTED DEDUCTIONS.

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source. These amounts were stated in the GPFS at their repayment value, which were treated as Current Liabilities in the Statement of Financial Position.

(22) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(23) RESERVES

Reserves were classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(24) BORROWINGS.

Borrowings were recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(25) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(26) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and all monetary benefits) using the cost of

service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(27) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

(28) BIOLOGICAL ASSETS (IPSAS 27).

IPSAS 27 requires Biological assets to be measured at fair value less cost of disposal at initial recognition and at each reporting date, except where the fair value cannot be determined reliably, the affected Local Governments could not reliably determine fair value less cost to sell.

EMURE LOCAL GOVERNMENT, EMURE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N	Represented By:			
	ASSETS			
	Current Assets			
4,601,133.87	Cash and Cash Equivalents	1	11,855,272.09	
1,007,000.00	Inventories	2	292,200.00	
	WIP	3		
377,716,766.07	Receivables	4	377,979,266.07	
20,600.00	Prepayments	5	47,500.00	
388,345,499.94	Total Current Assets			390,174,238.16
	Non-Current Assets			
	Loans Granted	6		
1,000,000.00	Investments	7	1,000,000.00	
647,579,805.00	Fixed Assets-Property, Plant & Equipment	8	653,687,608.69	
21,825,000.00	Investment Property	9	21,170,250.00	
4,304,500.00	Biological Assets	10	1,400,000.00	
674,709,305.00	Total Non-Current Assets			677,257,858.69
1,058,054,804.94	Total Assets			1,067,432,096.85
	LIABILITIES			
	Current Liabilities			
-	Accumulated Depreciation	11		
2,802,000.00	Loans & Debts(Short-Term)	12	2,082,000.00	
6,036,828.00	Unremitted Deductions	13	5,471,128.00	
426,158,039.00	Payables	14	437,842,233.94	
434,996,867.00	Total Current Liabilities		445,395,361.94	
	Non-Current Liabilities			
	Public Funds	15		
86,505,338.00	Borrowings	16	82,252,199.65	
86,505,338.00	Total Non-Current Liabilities		82,252,199.65	
521,502,205.00	Total Liabilities			527,647,561.59
536,552,599.94	Net Asset/Equity			539,784,535.26
	Financed By:			
491,470,724.24	Reserves	17		504,461,829.00
26,719,399.70	Capital Grant	18		
	Net Surpluses/(Deficits)	19		
18,362,476.00	Accumulated Surplus/(Deficits)	20		35,322,706.26
536,552,599.94	Total Net Assets/Equity			539,784,535.26

EMURE LOCAL GOVERNMENT, EMURE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	Actual 2021
N	<u>REVENUE</u>		N
917,604,657.00	Government Share of FAAC (Statutory Revenue)	21	1,458,980,917.11
1,314,275.00	Tax Revenue	22	2,700,715.39
3,374,800.00	Non-Tax Revenue	23	5,410,967.80
	Aid & Grants	24	
1,499,800.00	Investment Income	25	700,800.00
	Expenditure Recovery	26	
	Other Capital Receipts	27	
	Debt Forgiveness	28	
923,793,532.00	Total Revenue		1,467,793,400.30
	<u>EXPENDITURE</u>		
367,665,321.00	Salaries & Wages	29	698,621,860.32
	Social Contribution	30	35,091,545.00
	Social Benefit	31	4,000,000.00
39,282,500.00	Overhead Cost	32	51,552,848.66
	Gratuity	33	
	Pension Allowance	34	
	Stationeries	35	
	Impairment Charges	36	
30,798,795.00	Depreciation Charges	37	27,638,491.97
471,982,803.00	Transfer to other Government Entities	38	632,390,194.47
	Public Debt Charges	39	
38,771,120.00	Allowance	40	1,538,229.62
948,500,539.00	Total Expenditure		1,450,833,170.04
-24,707,007.00	Surplus/(Deficit) from Operating Activities for the Period		16,960,230.26
	Total Non-Operating Revenue/(Expenses)		
	Non-Operating Activities		
	Gain/Loss on Disposal of Asset	41	
	Refunded Revenue	42	
	Revaluation Gain	43	
	Net Surplus/(Deficit) from Ordinary Activities		
	Surplus/(Deficit) from Ordinary Activities		
	Purchases/Construction of Assets	44	
	Minority Interest Share of Surplus/(Deficits)	45	
-24,707,007.00	Surplus/(Deficit) for the year		

EMURE LOCAL GOVERNMENT, EMURE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
917,604,657.00	Government Share of FAAC (Statutory Revenue)	21	1,458,980,917.11	
1,314,275.00	Tax Revenue	22	2,700,715.39	
3,374,800.00	Non-Tax Revenue	23	5,410,967.80	
	Aid & Grants	24		
1,499,800.00	Investment Income	25	700,800.00	
	Expenditure Recovery	26		
	Other Capital Receipts	27		
	Debt Forgiveness	28		
923,793,532.00	Total inflow from operating Activities			1,467,793,400.30
	<u>Outflows</u>			
367,665,321.00	Salaries & Wages	29	698,621,860.32	
	Social Contributions	30	35,091,545.00	
	Social Benefit	31	4,000,000.00	
39,282,500.00	Overheads Cost	32	51,552,848.66	
	Gratuity	33		
	Pension Allowance	34		
471,982,803.00	Transfer to other Government Entities	38	632,390,194.47	
38,771,120.00	Allowance (Leave Bonus)	40	1,538,229.62	
	Deductions	49		
	Refund	50		
	Inventory	51		
	Loan	52		
917,701,744.00	Total Outflow from Operating Activities			1,423,194,678.07
6,091,788.00	Net Cash Inflow/(outflow) from Operating Activities			44,598,722.23
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
	Proceeds from Sale of PPE	53		
	Proceeds from Sale of Investment Property	54		
	Proceeds from Sales of Intangible Assets	55		

	Proceeds from Sale of Investment	56		
	Dividends Received	57		
0.00	Total Inflow			
	Outflows			
-14,713,000.00	Purchase/ Construction of PPE	58	33,091,545.66	
	Purchase/ Construction OF Investment Property	59		
	Investment in Private Companies	60		
	Loan Granted	61		
	Purchase of Intangible Assets	62		
	Acquisition of Investment	63		
-14,713,000.00	Total Outflow		33,091,545.66	
-14,713,000.00	Net Cash Flow from Investing Activities			-33,091,545.66
	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
	Capital Grant Received	64		
	Proceeds from Borrowings	65		
	Total Inflow			
	Outflows			
-5,898,091.00	Repayment of Borrowings	66	4,253,038.35	
	Distribution of Surplus/Dividends Paid	67		
-5,898,091.00	Total Outflow		4,253,038.35	
-5,898,091.00	Net Cash Flow from Financing Activities			-4,253,038.35
-14,519,303.00	Net Cash Flow from all Activities			7,254,138.22
19,120,436.87	Cash and Its Equivalent as at 01/01/2021			4,601,133.87
4,601,133.87	Cash and Its Equivalent as at 31/12/2021	1		11,855,272.09

EMURE LOCAL GOVERNMENT, EMURE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR
ENDE31ST DECEMBER, 2021

2020		Notes	Actual 2021	Final Budget 2021	Variance on Final Budget
N			N	N	N
	REVENUE				
917,604,657.00	Government Share of FAAC (Statutory Revenue)	21	1,458,980,917.11	1,400,000,000.00	4.21
1,314,275.00	Tax Revenue	22	2,700,715.39	826,066,676.00	-99.67
3,374,800.00	Non-Tax Revenue	23	5,410,967.80	12,933,325.00	-58.16
	Aid & Grants	24			
1,499,800.00	Investment Income	25	700,800.00	1,000,000.00	-29.92
	Expenditure Recovery	26			
	Other Capital Receipts	27			
	Debt Forgiveness	28			
923,793,532.00	Total Revenue		1,466,355,075.39	2,240,000,000.00	-183.53
	EXPENDITURE				
367,665,321.00	Salaries & Wages	29	698,621,860.32	537,200,000.00	-30.05
	Social Contribution	30	35,091,545.00	147,000,000.00	76.13
	Social Benefit	31	4,000,000.00	215,000,000.00	98.14
39,282,500.00	Overhead Cost	32	51,552,848.66	110,000,000.00	53.13
	Gratuity	33			
	Pension Allowance	34			
	Stationeries	35			
	Impairment Charges	36			
471,982,803.00	Transfer to other Government Entities	38	632,390,194.47	472,000,000.00	-33.98
	Public Debt Charges	39			
38,771,120.00	Allowance	40	1,538,229.62	45,000,000.00	96.58
14,713,000.00	Purchase of Assets	58	33,091,545.66	42,299,900.00	21.77
	Acquisition of Investment	63			
5,898,091.00	Repayment of Borrowing	66	4,253,038.35	219,500,100.00	98.06
938,312,837.00	Total Expenditure		1,460,539,262.08	1,788,000,000.00	379.79
-14,519,303.00	Surplus/(Deficit) for the year		7,254,138.22	452,000,000.00	-563.33

EMURE LOCAL GOVERNMENT, EMURE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2021

S/N	NARRATION	ACCUMULATED SURPLUS/DEFICIT	RESERVE	CAPITAL GRANT	TOTAL
1	Opening Balance (1/1/2021)	18,362,476.00	491,470,724.24	26,719,399.70	536,552,599.94
2	Surplus for the period	16,960,230.26			16,960,230.26
3	Grant for the period			-26,719,399.00	-26,719,399.00
4	Adjustment for the period		12,991,104.76		12,991,104.76
	Balance (1/12/2021)	35,322,706.26	504,461,829.00	-	539,784,535.26

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEUDLE FOR THE YEAR 2021
NOTE 8 & 37

DETAILS	LAND AND BUILDING	INFRASTRUC TURE	MOTOR VEHICLES	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL
Rate of Depreciation	3%	3%	20%	10%	20%	20%	20%	N
Balance B/F as at 1/1/2021	580,128,870.00	23,275,000.00	18,000,000.00	14,020,695.00	2,176,000.00	9,115,240.00	864,000.00	647,579,805.00
Acquisition/Asset recognized during the year	18,423,771.66	14,667,774.00	-	-	-	-	.00	33,091,545.66
Total	598,552,641.66	37,942,774.00	18,000,000.00	14,020,695.00	2,176,000.00	9,115,240.00	864,000.00	680,671,350.66
Disposal during the year	0.00	0.00		0.00	0.00	0.00	0.00	-
Balance 31/12/2021	598,552,641.66	37,942,774.00	18,000,000.00	14,020,695.00	2,176,000.00	9,115,240.00	864,000.00	680,671,350.66
Accumulated Depreciation	318,699,870.00	1,225,000.00	105,208,334.00	(12,308,805.00)	103,836,000.00	26,207,856.00	3,784,000.00	546,652,255.00
Current Year Charge	17,956,579.25	1,138,283.22	3,600,000.00	1,402,069.50	435,200.00	2,278,810.00	172,800.00	26,983,741.97
Depreciation on Disposal	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
NBV AS AT 31/12/20...	580,596,062.41	36,804,490.78	14,400,000.00	12,618,625.50	1,740,800.00	6,836,430.00	691,200.00	653,687,608.69

NOTE 1**CASH AND CASH EQUIVALENT FOR YEAR 2021**

BANK	ACCOUNT NAME	ACCOUNT NO	AMOUNT (N)
SALARY ACCOUNT	FIRST BANK	2005070606	9,255,951.25
IGR ACCOUNT	FIRST BANK	2000617046	683,228.31
RUNNING ACCOUNT	ZENITH BANK	1016250520	1,916,092.53
TOTAL			11,855,272.09

NOTE 2**INVENTORIES**

INVENTORIES 1store consumables for the year 2021 292,200.00

NOTE 4**RECEIVABLE**

DETAILS	AMOUNT	AMOUNT
Balance b/f		377,716,766.07
Add:		
Unpaid investment Rev.	97,500.00	
Rent Arrears on LG Lock up shops	150,000.00	
Rev. collected not yet remitted	15,000.00	262,500.00
Total		377,979,266.07

NOTE 5**REPAYMENTS**

DETAILS	AMOUNT (N)
DSTV SUBSCRIPTION	36,000.00
RECHARGE CARDS	11,500.00
TOTAL	47,500.00

NOTE 7**INVESTMENTS IN SECURITIES**

Ordinary shares in Insurance Company = 1,000,000.00

NOTE 9**INVESTMENT PROPERTIES**

DETAILS	HISTORICAL COST	BOOK VALUE 31/12/20	DEPRECIATION 3%	BOOK VALUE 31/12/21
Duplex structure at Irewolede	5,000,000.00	4,850,000.00	145,500.00	4,704,500.00
Fayose market (a unit of stall)	1,000,000.00	970,000.00	29,100.00	940,900.00
Lock up shop at Eporo	2,000,000.00	1,940,000.00	58,200.00	1,881,800.00
Lock up at Idamudu market	1,800,000.00	1,746,000.00	52,380.00	1,693,620.00
Lock up at New market	1,700,000.00	1,649,000.00	49,470.00	1,599,530.00
Open market stal at sabo	3,000,000.00	2,910,000.00	87,300.00	2,822,700.00
Open market stall at New Market	2,500,000.00	2,425,000.00	72,750.00	2,352,250.00
Emure LG group of school	5,500,000.00	5,335,000.00	160,050.00	5,174,950.00
Total	22,500,000.00	21,825,000.00	654,750.00	21,170,250.00

BIOLOGICAL ASSETS**NOTE 10**

DETAILS	AMOUNT (N)
BALANCE B/F	4,304,500.00
LESS DISPOSAL	2,904,500.00
BALANCE AS AT 31/12/2021	1,400,000.00

NOTE 12**LOANS AND DEBTS (ACCURED EXPENSES)**

DETAILS	AMOUNT (N)
UTILITY BILL (BEDC)	100,000.00
RESIDENTIAL STAFF AQUARTERS RENT ARREARS	252,000.00
LEGAL RETAINERSHIP UNPAID FEES	1,280,000.00
OTHER UNFULFILLED OBLIGATION TO GOVT. ENTITIES	450,000.00
TOTAL	2,082,000.00

NOTE 13**UNREMITTED DEDUCTIONS**

DETAILS	AMOUNT (N)
NULGE DUES	13,560.00
IREMIDE-ADEWUMI MUILTI PURPOSE COOP	2,900,300.00
WEMA BANK LG GROUP LOAN	2,281,268.00
MEDICAL HEALTH WORKER UNION	276,000.00
TOTAL	5,471,128.00

NOTE 14
PAYABLE FOR 2021

DETAILS	AMOUNT (N)
Outstanding salary (staff & POH)	172,310,835.94
Outstanding leave Bonus 2017 to 2021	120,706,125.00
Contractual & supplies obligations	51,125,300.00
General staff claims	87,092,093.00
Furniture allowance	6,607,880.00
Total	437,842,233.94

NOTE 16

BORROWINGS

DETAILS	AMOUNT (N)
Balance b/f	86,505,338.00
Less repayment	4,253,038.35
Balance 31/12/2021	82,252,199.65

NOTE 21

STATUTORY ALLOCATION

MONTHS	2021			2020
	ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	105,895,803.90	82,589,365.47	23,306,438.43	86,006,287.43
FEBRUARY	112,804,911.10	99,565,984.32	13,238,926.78	87,051,299.75
MARCH	85,701,615.86	98,265,148.25	(12,563,532.39)	79,187,329.55
APRIL	103,236,597.53	99,365,984.25	3,870,613.28	84,694,322.32
MAY	116,312,084.60	100,632,548.36	15,679,536.24	79,474,100.01
JUNE	116,724,950.06	101,847,695.35	14,877,254.71	69,704,283.51
JULY	127,100,553.91	126,584,958.32	515,595.59	73,900,129.41
AUGUST	128,250,288.77	127,898,478.88	351,809.89	73,648,031.42
SEPTEMBER	119,087,366.79	118,999,554.28	87,812.51	75,713,427.07
OCTOBER	127,147,461.93	126,254,987.32	892,474.61	82,306,929.00
NOVERMBER	125,088,429.59			

		124,658,365.28	430,064.31	63,813,699.55
DECEMBER	191,630,853.07	193,336,929.92	(1,706,076.85)	62,104,817.98
Total	1,458,980,917.11	1,400,000,000.00	58,980,917.11	917,604,657.00

NOTE 22

TAX REVENUE

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
LG 2.5% Tax on contracts	2,700,715.39	826,066,676.00	(823,365,960.61)	1,314,275.00
Total	2,700,715.39	826,066,676.00	(823,365,960.61)	1,314,275.00

NOTE 23

NON TAX REVENUE

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
Hawker permit	196,567.80	498,300.00	(301,732.20)	202,200.00
Trader/club Registration	254,000.00	550,000.00	(296,000.00)	117,000.00
Marriage fees	535,000.00	1,570,000.00	(1,035,000.00)	265,000.00
Local Govt. Attestation fees	794,500.00	1,995,000.00	(1,200,500.00)	1,483,000.00
Birth/death Registration	54,000.00	278,900.00	(224,900.00)	68,500.00
Trading permit	496,150.00	993,300.00	(497,150.00)	294,300.00
Loading/offloading fees	796,950.00	1,594,920.00	(797,970.00)	925,600.00
Refund general/road block	12,000.00	153,605.00	(141,605.00)	5,000.00
Earning from tenement rate	399,000.00	989,000.00	(590,000.00)	-
Earning from commercial activities	1,313,200.00	2,980,000.00	(1,666,800.00)	-
Flat/local rate	403,600.00	998,000.00	(594,400.00)	-
Proceed from sales in farm produce	96,000.00	208,000.00	(112,000.00)	14,200.00
Rent LG Landed Property	60,000.00	124,300.00	(64,300.00)	-
TOTAL	5,410,967.80	12,933,325.00	-7,522,357.20	3,374,800.00

NOTE 25**INVESTMENT INCOME**

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
Earning from farm investment	25,000.00	100,000.00	(75,000.00)	146,000.00
Earning from invest in group Schools	200,000.00	250,000.00	(50,000.00)	671,500.00
Rent on Building Investment	325,800.00	450,000.00	(124,200.00)	392,300.00
Rent on landed Properties	150,000.00	200,000.00	(50,000.00)	290,000.00
Total	700,800.00	1,000,000.00	(299,200.00)	1,499,800.00

NOTE 29**SALARIES & WAGES**

	2021			2020
Details	ACTUAL	BUDGET	VARIANCE	ACTUAL
Staff	537,048,113.75	378,710,465.90	(158,337,647.85)	274,535,204.00
Political Office Holder	113,263,463.74	111,232,546.32	(2,030,917.42)	43,025,134.00
Traditional Council	48,310,282.83	47,256,987.78	(1,053,295.05)	50,104,983.00
Total	698,621,860.32	537,200,000.00	(161,421,860.32)	367,665,321.00

NOTE 30**SOCIAL CONTRIBUTIONS**

	2021			2020
Details	ACTUAL	BUDGET	VARIANCE	ACTUAL
5KM Road	33,091,545.00	100,000,000.00	66,908,455.00	-
Neighborhood	2,000,000.00	47,000,000.00	45,000,000.00	-
Total	35,091,545.00	147,000,000.00	111,908,455.00	0.00

NOTE 31 SOCIAL BENEFIT

	2021			2020
Details	ACTUAL	BUDGET	VARIANCE	ACTUAL
Christmas Gift	1,000,000.00			

		10,000,000.00	9,000,000.00	-
Others	3,000,000.00	205,000,000.00	202,000,000.00	-
Total	4,000,000.00	215,000,000.00	211,000,000.00	-

NOTE 32

OVERHEAD COST

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
Net Distributable (Overhead cost)	51,552,848.66	110,000,000.00	58,447,151.34	39,292,500.00
Total	51,552,848.66	110,000,000.00	58,447,151.34	39,292,500.00

NOTE 37

DEPRECIATION FOR THE YEAR

S/N	DETAIL	AMOUNT
	PPE	26,983,741.97
	INVESTMENT PROPERTY	654,750.00
	Total	27,638,491.97

NOTE 38

TRANSFER TO OTHER GOVERNMENT ENTITIES

	2021			2020
Details	ACTUAL	BUDGET	VARIANCE	ACTUAL
Parastatal Funds	14,935,064.34	12,245,000.00	(2,690,064.34)	16,751,453.00
Primary School Fund	238,862,297.02	150,000,000.00	(88,862,297.02)	246,505,550.00
Gratuity	355,792,833.11	290,143,500.00	(65,649,333.11)	208,725,800.00
Peace Corps	14,400,000.00	12,111,500.00	(2,288,500.00)	-
Security Fund	8,400,000.00	7,500,000.00	(900,000.00)	-
Total	632,390,194.47	472,000,000.00	(160,390,194.47)	471,982,803.00

NOTE 40**ALLOWANCES 40**

	2021			2020
ITEM	ACTUAL	BUDGET	VARIANCE	ACTUAL
Leave bonus (provision)	1,538,229.62	45,000,000.00	43,461,770.38	38,771,120.00
Total	1,538,229.62	45,000,000.00	43,461,770.38	38,771,120.00

NOTE 58**PUCHASE/CONSTRUCTION OF ASSET**

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
Contruction of Neighbourhood market	18,423,771.66	26,729,800.00	8,306,028.34	12,397,000.00
Contruction of 5KM	14,667,774.00	15,570,100.00	902,326.00	2,316,000.00
Total	33,091,545.66	42,299,900.00	9,208,354.34	14,713,000.00

NOTE 66**REPAYMENT OF BORROWING**

	2021			2020
MONTH	ACTUAL	BUDGET	VARIANCE	ACTUAL
January	425,303.84	21,950,010.00	21,524,706.17	491,507.58
February	-	-	-	491,507.58
March	-	-	-	491,507.58
April	425,303.84	21,950,010.00	21,524,706.17	491,507.58
May	425,303.84	21,950,010.00	21,524,706.17	491,507.58
June	425,303.84	21,950,010.00	21,524,706.17	491,507.58
July	425,303.84	21,950,010.00	21,524,706.17	491,507.58
August	425,303.84	21,950,010.00	21,524,706.17	491,507.58
September	425,303.84	21,950,010.00	21,524,706.17	491,507.58
October				

	425,303.84	21,950,010.00	21,524,706.17	491,507.58
November	425,303.84	21,950,010.00	21,524,706.17	491,507.62
December	425,303.84	21,950,010.00	21,524,706.17	491,507.58
Total	4,253,038.35	219,500,100.00	215,247,061.65	5,898,091.00

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE ACCOUNTS OF IDO/OSI LOCAL

GOVERNMENT,

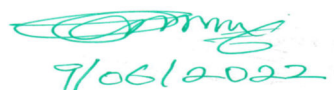
IDO-EKITI

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Ido/Osi Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.



7/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF IDO/OSI LOCAL GOVERNMENT, IDO-EKITI FOR THE YEAR
ENDED 31ST DECEMBER, 2021.**

The General Purpose Financial Statements of Ido/Osi Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively Section 26(2) of Ekiti State Audit Law 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Ido/Osi Local Government to prepare and present the General purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. **BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. **OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31st December, 2021 subject to the observations and comments in the other parts of this report.

7. **BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2021 budget recorded a performance of 74.08%. That is, an estimate was made for N2,793,746,876.40 while actual Revenue recorded stood at N2,071,112,113.83. Equally, the actual IGR of **N17,232,503.40**

represents only 0.83% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of **N2,369,825,999.42** only was budgeted for expenditure but only **N2,071,467,514.47** was actually incurred, resulting to saving of **N298,358,484.95** for the period.

8. REVENUE ACCOUNT

A total sum of **N2,069,673,788.92** was earned as total Revenue as at 31st December, 2021 out of which only **0.83% (N17,232,503.40)** was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of 69.13% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2021.

9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report.

10. INFRACTIONS DURING THE YEAR

The following expenditure appear to be contrary to law.

S/N	QUERY NUMBER	SUBJECT	AMOUNT (N)
1	AUD/IOLG/AQ/01/2021	Unproduced Revenue Earning Receipts	Assorted
2	AUD/IOLG/AQ/02/2021	Expenditure Contrary to Regulations I	2,607,000.00
3	AUD/IOLG/AQ/03/2021	Expenditure Contrary to Regulations II	2,530,750.00
4	AUD/IOLG/AQ/04/2021	Expenditure not accounted for	1,021,512.80
		Total	6,159,262.80

These queries and other infractions noted on Local Government accounts during the financial year had been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. STATEMENTS OF ASSETS AND LIABILITIES

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. DISALLOWANCE

Allowance had been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

13. STATE OF ACCOUNT

The Accounts of Ido/Osi Local Government have been examined up to 31st December, 2021 and detailed observations had been forwarded to the Local Government Chairman and the Director of Administration, Ido/Osi Local Government, Ido-Ekiti. Particular attention is required to the followings:

- (i) Attendance to Audit Query
- (ii) Inventory Register/Cards
- (iii) Internally Generated Revenue
- (iv) Capital Projects
- (v) Fixed Assets Register

14. **RECEIPTS FROM JAAC:** It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.

15. OUTSTANDING MATTERS FROM PREVIOUS REPORTS

The following matters remained outstanding in my previous reports.

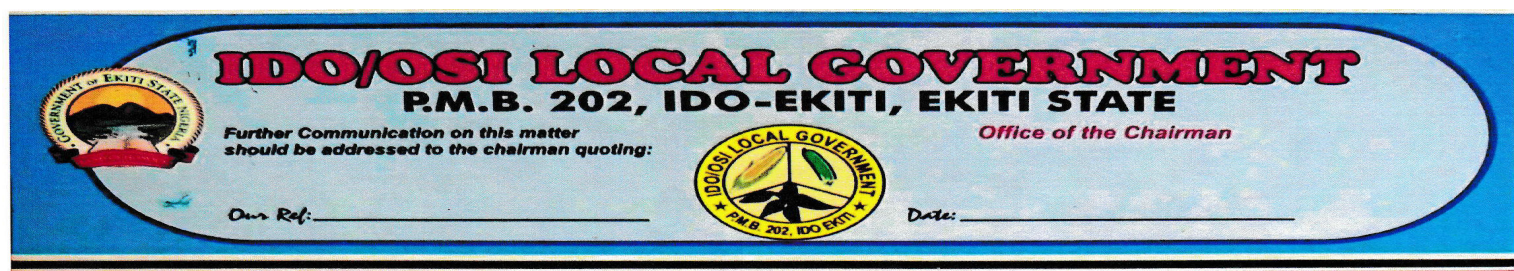
**(A) (i) LOSS OF FUND INVOLVING MR AJAYI OLUBAYO AND MR VICTOR
OGUNJE IN 2015**

Amounts involved (₦)	Amount recovered (₦)	Outstanding balance	Remark
1,907,357.48	1,410,000.00	497,357.48	Not yet recovered



A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278



RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance Ido/Osi Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ido/Osi Local Government as at the year ended 31st December, 2021.

**Hon. Ogunsina Olusola ,
Executive Chairman.**

**Mr. Akintunde Cosmas Adebayo
Director of Finance.**

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS were:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local

Government. The items in the Statements were cross referenced to any related information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFM. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- (i) Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria were met in accordance to **IPSAS 23**.
- (ii) Revenue from exchange transactions was recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- (i) Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.
- (ii) Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.

- (iii) Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and were reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables was established when there was objective evidence that the Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses.

Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(17) INVESTMENT PROPERTY (IPSAS 16)

These were cost generating property owned by the Local Government. The cost, capitalisation depreciation and impairment were same with PPE, but was reported separately in the Statement of Financial Position.

(18) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years
Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless of the day of the month the transactions were carried out.

(19) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(20) RESERVES

Reserves were classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(21) BORROWINGS.

Borrowings were recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(22) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(23) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and all monetary benefits) using the cost of service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(24) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

(25) BIOLOGICAL ASSETS (IPSAS 27).

IPSAS 27 requires Biological assets to be measured at fair value less cost of disposal at initial recognition and at each reporting date, except where the fair value cannot be determined reliably, the affected Local Governments could not reliably determine fair value less cost to sell.

IDO/OSI LOCAL GOVERNMENT, IDO-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N	Represented By:		N	₦
	ASSETS			
	Current Assets			
8,727,309.21	Cash and Cash Equivalents	1	8,371,908.57	
	Inventories	2		
	WIP	3		
376,390,466.07	Receivables	4	246,382,398.54	
	Prepayments	5		
385,117,775.28	Total Current Assets			254,754,307.11
	Non-Current Assets			
	Loans Granted	6		
1,650,000.00	Investments	7	2,600,000.00	
1,140,231,330.35	Fixed Assets-Property, Plant & Equipment	8	1,149,824,944.82	
187,738,761.84	Investment Property	9	178,345,822.99	
10,200,000.00	Biological Assets	10	10,500,000.00	
1,339,820,092.19	Total Non-Current Assets			1,341,270,767.81
1,724,937,867.47	Total Assets			1,596,025,074.92
	LIABILITIES			
	Current Liabilities			
134,935,218.20	Accumulated Depreciation	11		
	Loans & Debts(Short-Term)	12		
	Unremitted Deductions	13		
1,084,360,534.17	Payables	14	866,094,196.52	
1,219,295,752.37	Total Current Liabilities		866,094,196.52	
	Non-Current Liabilities			
-	Public Funds	15		
86,505,337.82	Borrowings	16	81,265,934.82	
86,505,336.82	Total Non-Current Liabilities		81,265,934.82	
1,305,801,090.19	Total Liabilities			947,360,131.34
419,136,777.28	Net Asset/Equity			648,664,943.58
	Financed By:			
494,264,511.35	Reserves	17		718,701,998.86
	Capital Grant	18		
	Net Surpluses/(Deficits)	19		
-75,127,734.07	Accumulated Surplus/(Deficits)	20		-70,037,055.28
419,136,777.28	Total Net Assets/Equity			648,664,943.58

IDO/OSI LOCAL GOVERNMENT, IDO-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	Actual 2021
N	<u>REVENUE</u>		N
1,461,445,620.79	Government Share of FAAC (Statutory Revenue)	21	2,053,879,610.43
2,273,643.97	Tax Revenue	22	9,015,703.40
6,028,928.00	Non-Tax Revenue	23	7,781,950.00
	Aid & Grants	24	
1,886,250.00	Investment Income	25	434,850.00
	Expenditure Recovery	26	
	Other Capital Receipts	27	
	Debt Forgiveness	28	
1,471,634,442.76	Total Revenue		2,071,112,113.83
	<u>EXPENDITURE</u>		
477,344,620.16	Salaries & Wages	29	903,451,051.23
	Social Contribution	30	
	Social Benefit	31	
34,339,524.16	Overhead Cost	32	67,111,236.05
	Gratuity	33	
	Pension Allowance	34	
	Stationeries	35	
	Impairment Charges	36	
76,435,945.57	Depreciation Charges	37	56,604,498.44
887,736,099.63	Transfer to other Government Entities	38	1,016,742,149.33
	Public Debt Charges	39	
50,648,554.25	Allowance	40	22,112,500.00
1,526,504,743.77	Total Expenditure		2,066,021,435.05
-54,870,301.01	Surplus/(Deficit) from Operating Activities for the Period		5,090,678.78
	Total Non-Operating Revenue/(Expenses)		
	Non-Operating Activities		
	Gain/Loss on Disposal of Asset	41	
	Refunded Revenue	42	
	Revaluation Gain	43	
	Net Surplus/(Deficit) from Ordinary Activities		
	Surplus/(Deficit) from Ordinary Activities		
	Purchases/Construction of Assets	44	
-	Minority Interest Share of Surplus/(Deficits)	45	
-54,870,301.01	Net Surplus/(Deficit) for the year		

IDO/OSI LOCAL GOVERNMENT, IDO-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
1,461,445,620.79	Government Share of FAAC (Statutory Revenue)	21	2,053,879,610.43	
2,273,643.97	Tax Revenue	22	9,015,703.40	
6,028,928.00	Non-Tax Revenue	23	7,781,950.00	
	Aid & Grants	24		
1,886,250.00	Investment Income	25	434,850.00	
	Expenditure Recovery	26		
	Other Capital Receipts	27		
	Debt Forgiveness	28		
1,471,634,442.76	Total inflow from operating Activities			2,071,112,113.83
	<u>Outflows</u>			
477,344,620.16	Salaries & Wages	29	903,451,051.23	
	Social Contributions	30		
	Social Benefit	31		
34,339,524.16	Overheads Cost	32	67,111,236.05	
	Gratuity	33		
	Pension Allowance	34		
887,736,099.63	Transfer to other Government Entities	38	1,016,742,149.33	
50,648,554.25	Allowance	40	22112,500.00	
-	Deductions	49		
-	Refund	50		
-	Inventory	51		
-	Loan	52		
1,450,068,798.20	Total Outflow from Operating Activities			2,009,416,936.61
21,565,644.56	Net Cash Inflow/(outflow) from Operating Activities			61,695,177.22
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
-	Proceeds from Sale of PPE	53		
-	Proceeds from Sale of Investment Property	54		
-	Proceeds from Sales of Intangible Assets	55		
-	Proceeds from Sale of Investment	56		
-	Dividends Received	57		
-	Total Inflow			
	<u>Outflows</u>			
32,022,756.21	Purchase/ Construction of PPE	58	56,811,174.86	

	Purchase/ Construction OF Investment Property	59		
	Investment in Private Companies	60		
	Loan Granted	61		
	Purchase of Intangible Assets	62		
	Acquisition of Investment	63		
32,022,756.21	Total Outflow		56,811,174.86	
-32,022,756.21	Net Cash Flow from Investing Activities			(56,811,174.86)
	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
	Capital Grant Received	64		
	Proceeds from Borrowings	65		
	Total Inflow			
	Outflows			
5,898,091.22	Repayment of Borrowings	66	5,239,403.00	
	Distribution of Surplus/Dividends Paid	67		
5,898,091.22	Total Outflow		5,239,403.00	
-5,898,091.22	Net Cash Flow from Financing Activities			(5,239,403.00)
-16,355,202.87	Net Cash Flow from all Activities			(355,400.64)
25,082,512.08	Cash and Its Equivalent as at 01/01/2021			8,727,309.21
8,727,309.21	Cash and Its Equivalent as at 31/12/2021	1		8,371,908.57

IDO/OSI LOCAL GOVERNMENT, IDO-EKITI, EKITI STATE, NIGERIA
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED
31ST DECEMBER, 2021

2020		Notes	Actual 2021	Final Budget 2021	Variance on Final Budget
N			N	N	N
	REVENUE				
1,461,445,620.79	Government Share of FAAC (Statutory Revenue)	21	2,053,879,610.43	2,775,246,176.00	-25.99
2,273,643.97	Tax Revenue	22	9,015,703.40	10,500,200.20	
6,028,928.00	Non-Tax Revenue	23	7,781,950.00	8,000,500.20	
	Aid & Grants	24			
1,886,250.00	Investment Income	25	434,850.00		100.00
	Expenditure Recovery	26			
	Other Capital Receipts	27			
	Debt Forgiveness	28			
1,471,634,442.76	Total Revenue		2,071,112,113.83	2,793,746,876.40	57.14
	EXPENDITURE				
477,344,620.16	Salaries & Wages	29	903,451,051.23	1,255,658,416.10	28.05
	Social Contribution	30			
	Social Benefit	31			
34,339,524.16	Overhead Cost	32	67,111,236.05	80,000,000.00	16.11
	Gratuity	33			
	Pension Allowance	34			
	Stationeries	35			
	Impairment Charges	36			
887,736,099.63	Transfer to other Government Entities	38	1,016,742,149.33	1,003,867,021.62	-1.28
	Public Debt Charges	39			
50,648,554.25	Allowance	40	22,112,500.00	30,300,561.70	
32,022,756.21	Purchase of Assets	58	56,811,174.86		-100.00
-	Acquisition of Investment	63			
5,898,091.22	Repayment of Borrowing	66	5,239,403.00		
1,487,989,645.63	Total Expenditure		2,071,467,514.47	2,369,825,999.42	-130.10
-6,355,202.87	Accumulated Surplus/(Deficit)		(355,400.64)	423,920,876.98	187.24

IDO/OSI LOCAL GOVERNMENT, IDO-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER,
2021

S/N	NARRATION	ACCUMULATED SURPLUS/DEFICIT (N)	RESERVES (N)	CAPITAL GRANT (N)	TOTAL (N)
1	Opening Balance (1/1/2021)	-75,127,734.06	494,262,511.35	-	419,134,777.28
2	Surplus for the year	5,090,678.78			5,090,678.78
3	Grant for the year				
4	Adjustment		224,439,487.51		224,439,487.51
	Closing Balance 31/12/2021	-70,037,055.28	718,701,998.86		648,664,943.58

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEUDLE FOR THE YEAR 2021

NOTE 8 & 37

DETAILS	LAND AND BUILDING	INFRASTRUC TURE	MOTOR VEHICLES	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL
Rate of Depreciation	3%	3%	20%	10%	20%	20%	20%	N
Balance B/F as at 1/1/2021	1,050,992,355.67	0.00	20,958,943.40	43,796,907.84	-	-	24,483,123.44	1,140,231,330.35
Acquisition/Asset recognized during the year	15,852,113.63	37,424,941.70	2,679,619.53	854,500.00	-	-	.00	56,811,174.86
Total	1,066,844,469.30	37,424,941.70	23,638,562.93	44,651,407.84	-	-	24,483,123.44	1,197,042,505.21
Disposal during the year	0.00	0.00		0.00	0.00	0.00	0.00	-
Balance 31/12/2021	1,066,844,469.30	37,424,941.70	23,638,562.93	44,651,407.84	-	-	24,483,123.44	1,197,042,505.21
Accumulated Depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Current Year Charge	32,005,334.08	1,122,748.25	4,727,712.59	4,465,140.78	0.00	0.00	4,896,624.69	47,217,560.39
Depreciation on Disposal	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
NBV AS AT 31/12/2021	1,034,839,135.22	36,302,193.45	18,910,850.34	40,186,267.06	0.00	0.00	19,586,498.75	1,149,824,944.82

NOTE 1**CASH AND CASH EQUIVALENT FOR YEAR 2021**

S/N	DETAILS	AMOUNT (N)
1	FIRST BANK (SALARY)	17,813.73
2	ZENITH BANK (SALARY)	8,208,678.64
3	ZENITH BANK (SALARY)	104,856.16
4	UBA (IGR)	40,560.04
		8,371,908.57

NOTE 4**RECEIVABLES**

S/N	DETAILS	AMOUNT (N)
1	Bal b/f	376,390,466.07
2	Less Receipt during the year	170,774,204.57
	Balance	205,616,261.50
4	Add: Receivable for the year	40,766,137.04
		246,382,398.54

NOTE 7**INVESTMENTS**

S/N	DETAILS	AMOUNT (N)
1	Investment in shares at Wema Bank	2,500,000.00
2	Investment in shares at Heritage Bank	100,000.00
		2,600,000.00

NOTE 8**FIXED ASSETS PROPERTY, PLANT & EQUIPMENT**

DETAILS	AMOUNT (N)
LAND AND BUILDING	1,034,839,135.22
INFRASTRUCTURE	36,302,193.45
MOTOR VEHICLES	18,910,850.34
PLANT AND MACHINERY	40,186,267.06
FURNITURE AND FITTINGS	19,586,498.75
TOTAL	1,149,824,944.82

NOTE 9**INVESTMENT PROPERTIES**

S/N	DETAILS	AMOUNT (N)
1	LOCK UP SHOP	103,934,303.98
2	OPEN MARKET STALL	15,006,481.40
3	FAYOSE MARKET SHOP	3,193,361.34
4	NEIGHOURHOOD MARKET	36,332,128.00
5	IREWOLEDE ESTATE	24,831,261.12
6	POULTRY PEN	4,435,225.20
	TOTAL	187,732,761.04
5% OF CURRENT DEPRECIATION		9,386,938.05
TOTAL		178,345,822.99

NOTE 10**BIOLOGICAL ASSETS**

DETAILS	AMOUNT (N)
TEAK PLANTATION	10,200,000.00
OIL PALM	300,000.00
TOTAL	10,500,000.00

NOTE 14
PAYABLE FOR 2021

DETAILS	AMOUNT (N)
BAL. B/F	1,084,360,534.17
LESS: PAYMENT DURING THE YEAR	218,266,337.65
PAYABLE FOR THE YEAR	866,094,196.52

NOTE 16

BORROWINGS

DETAILS	AMOUNT (N)
BAILOUT FUND BAL AT 31/12/2021	86,505,337.82
PAYMENT FOR JAN. TO DEC. 2021	5,239,403.00
TOTAL	81,265,934.82

GOVT, SHARE OF FAAC

NOTE 21

		2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	JAN	140,572,171.27	225,879,654.25	(85,307,482.98)	142,250,063.41
2	FEB	147,075,662.67	215,879,654.25	(68,803,991.58)	131,362,916.61
3	MARCH	118,444,099.93	210,548,698.57	(92,104,598.64)	117,976,331.69
4	APRIL	141,212,778.16	200,251,365.38	(59,038,587.22)	127,761,443.12
5	MAY	153,516,691.77	192,554,362.59	(39,037,670.82)	120,274,290.92
6	JUNE	166,244,831.56	199,875,624.28	(33,630,792.72)	114,743,844.78
7	JULY	181,164,458.26	200,999,875.25	(19,835,416.99)	133,642,740.89
8	AUG.	181,686,372.80	212,025,698.24	(30,339,325.44)	136,721,272.22
9	SEPT.	171,364,968.72	200,569,587.24	(29,204,618.52)	116,420,545.78
10	OCT.	181,401,167.23	210,658,599.37	(29,257,432.14)	124,902,609.31
11	NOV.	180,131,596.93	225,325,698.27	(45,194,101.34)	98,373,290.85
12	DEC.	291,064,811.13	480,677,358.31	(189,612,547.18)	97,016,271.21
	GRAND TOTAL:	2,053,879,610.43	2,775,246,176.00	(721,366,565.57)	1,461,445,620.79

TAX REVENUE

NOTE 2

		2021			2020
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Local Government Tax (IGR) 2.5%	8,425,476.21	9,500,000.00	(1,074,523.79)	2,150,743.97
2	Tenement Rate	590,227.19	1,000,000.00	(409,772.81)	122,900.00
	TOTAL	9,015,703.40	10,500,000.00	(1,484,296.60)	2,273,643.97

NOTE 23**NON TAX REVENUE**

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Attestation	3,051,000.00	3,152,000.00	(101,000.00)	2,044,900.00
2	Birth Certificate	514,000.00	600,000.00	(86,000.00)	116,700.00
3	Marriage	1,340,000.00	1,342,000.00	(2,000.00)	1,322,000.00
4	Association (Club)	43,000.00	45,000.00	(2,000.00)	22,000.00
5	Naming of Street	157,000.00	160,000.00	(3,000.00)	20,000.00
6	Shop fees	214,850.00	215,000.00	(150.00)	-
7	Stickers	4,500.00	5,000.00	(500.00)	45,400.00
8	Market tolls	946,500.00	950,000.00	(3,500.00)	1,438,100.00
9	Loading permits	26,050.00	27,000.00	(950.00)	20,900.00
10	Slaughter	28,850.00	29,000.00	(150.00)	-
11	Trading Permits	199,400.00	200,000.00	(600.00)	-
12	Flat Rate	245,800.00	245,900.00	(100.00)	987,378.00
13	Hawking permits	48,200.00	50,000.00	(1,800.00)	1,550.00
14	Food Vendors	115,800.00	131,100.00	(15,300.00)	-
15	Sales of Broilers	187,000.00	187,500.00	(500.00)	10,000.00
16	Mass Airtel	660,000.00	661,000.00	(1,000.00)	-
	TOTAL	7,781,950.00	8,000,500.00	(218,550.00)	6,028,928.00

NOTE 25**INVESTMENT INCOME**

		2021			2020
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Rent from Local Government Properties	314,850.00	-	314,850.00	1,205,750.00
2	Hiring of Local Government Properties	120,000.00	-	120,000.00	680,500.00
	TOTAL	434,850.00	-	434,850.00	1,886,250.00

NOTE 29**SALARIES AND WAGES**

		2021			2020
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Local Govt. Workers Salary/Emoluments	788,893,697.86	1,000,000,000.00	211,106,302.14	433,864,661.56
2	POH	114,557,353.37	255,658,416.10	141,101,062.73	43,479,958.60
	TOTAL	903,451,051.23	1,255,658,416.10	352,207,364.87	477,344,620.16

NOTE 32**OVERHEAD**

		2021			2020
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Traveling and Transport	18,643,000.00	20,750,000.00	2,107,000.00	13,991,936.26
2	Other Services General	9,969,200.00	15,000,000.00	5,030,800.00	9,851,467.90
3	Miscellaneous General	17,967,000.00	19,000,000.00	1,033,000.00	3,065,100.00
4	Utilities General	3,010,000.00	5,000,000.00	1,990,000.00	1,880,000.00

5	Materials and Supplies	5,987,036.05	6,250,000.00	262,963.95	-
6	Maintenance and Services General	6,781,500.00	7,500,000.00	718,500.00	2,773,420.00
7	Training General	1,508,500.00	2,000,000.00	491,500.00	2,777,600.00
8	Fuel and Lubricant-General	3,245,000.00	4,500,000.00	1,255,000.00	-
	TOTAL	67,111,236.05	80,000,000.00	12,888,763.95	34,339,524.16

NOTE 37

DEPRECIATION FOR THE YEAR

S/N	DETAIL	AMOUNT
	PPE	47,217,560.39
	INVESTMENT PROPERTY	9,386,938.05
	Total	56,604,498.44

NOTE 38

TRANSFER TO OTHER GOVERNMENT ENTITIES

		2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Priimary Education Fund	478,054,209.25	472,315,365.22	(5,738,844.03)	311,991,883.07
2	Traditional Fund	59,514,403.78	58,369,547.36	(1,144,856.42)	85,105,713.56
3	Pension and Gratuity	437,974,731.79	432,846,633.31	(5,128,098.48)	361,882,234.31
4	Local Government Parastatals	18,398,804.51	17,985,621.38	(413,183.13)	20,421,503.14
5	Peace Corps	14,400,000.00	13,999,854.35	(400,145.65)	101,945,515.55
6	Security Fund	8,400,000.00	8,350,000.00	(50,000.00)	6,389,250.00
	TOTAL	1,016,742,149.33	1,003,867,021.62	(12,875,127.71)	887,736,099.63

NOTE 40**ALLOWANCE**

		2021			2020
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Leave Bonus	-	-	-	48,582,435.35
2	Furniture Allowance	22,112,500.00	30,300,561.70	8,188,061.70	2,066,118.90
	TOTAL	22,112,500.00	30,300,561.70	8,188,061.70	50,648,554.25

NOTE 58**PURCHASE OF PROPERTY, PLANTS AND EQUIPMENTS**

		2021			2020
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Land/Building	15,852,113.63	-	(15,852,113.63)	31,424,617.83
2	Infrastructure	37,424,941.70	-	(37,424,941.70)	-
3	Moto vehicle	2,679,619.53	-	(2,679,619.53)	329,000.00
4	Plant and Equipment	854,500.00	-	(854,500.00)	269,138.38
	TOTAL	56,811,174.86	-	(56,811,174.86)	32,022,756.21

NOTE 66**REPAYMENT OF BORROWING**

	2021			2020
MONTH	ACTUAL	BUDGET	VARIANCE	ACTUAL
January	523,940.30	-	(523,940.30)	491,507.60
February	523,940.30	-	(523,940.30)	491,507.60
March	-	-	-	491,507.60
April	-	-	-	491,507.60
May	523,940.30	-	(523,940.30)	491,507.60
June	523,940.30	-	(523,940.30)	491,507.60
July	523,940.30	-	(523,940.30)	491,507.60
August	523,940.30	-	(523,940.30)	491,507.60
September	523,940.30	-	(523,940.30)	491,507.60
October	523,940.30	-	(523,940.30)	491,507.60
November	523,940.30	-	(523,940.30)	491,507.62
December	523,940.30	-	(523,940.30)	491,507.60
TOTAL	5,239,403.00	-	(5,239,403.00)	5,898,091.22

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE

ACCOUNTS OF IJERO LOCAL GOVERNMENT,

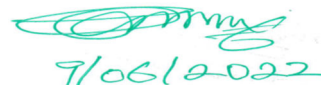
IJERO-EKITI

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Ijero Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.



7/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF IJERO LOCAL GOVERNMENT, IJERO-EKITI FOR THE YEAR
ENDED 31ST DECEMBER, 2021.**

The General Purpose Financial Statements of Ijero Local Government have been examined in accordance with, sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively, section 26(2) of Ekiti State Audit Law, 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Ijero Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. BASIS OF OPINION

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. OPINION

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31st December, 2021 subject to the observations and comments in the other parts of this report.

7. BUDGET OVERVIEW AND PERFORMANCE

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2021 budget recorded a performance of 99.48%. That is, an estimate was made for N2,048,766,427.81, while actual Revenue recorded stood at N2,038,164,611.65. Equally, the actual IGR of N13,178,183.84 represents

only 0.65% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of N2,038,881,603.58 only was budgeted for expenditure but N2,038,322,017.49 was actually incurred, resulting to a savings of N559,586.09 for the period.

8. REVENUE ACCOUNT

A total sum of N2,038,164,611.65 was earned as total Revenue as at 31st December, 2021 out of which only 0.65% (N13,178,183.84) was generated as IGR, which showed that the Local Government solely depends on the Statutory Allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of 3.59% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2021.

9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10, of this report.

10. INFRACTIONS DURING THE YEAR

The following expenditure appears to be contrary to Law.

S/N	QUERY NUMBER	SUBJECT	AMOUNT (N)
1	AUD/IJLG/AQ/01/2021	Unproduced Revenue Earning Receipts	Assorted
2	AUD/IJLG/AQ/02/2021	Expenditure Contrary to Regulations	1,160,000.00
3	AUD/IJLG/AQ/03/2021	Expenditure not Supported with Proper Records of	1,380,000.00
4	AUD/IJLG/AQ/04/2021	Accounts/Unaudited	1,598,000.00
5	AUD/IJLG/AQ/05/2021	Items not taken on Store Ledger Charge	3,123,321.68
		Expenditure not Accounted for	
		TOTAL	7,261,321.68

These queries and other infractions noted on Local Government accounts during the financial year had been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. STATEMENTS OF ASSETS AND LIABILITIES

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. DISALLOWANCE

Allowance had been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

13. STATE OF ACCOUNT

The Accounts of Ijero Local Government have been examined up to 31st December, 2019 and detailed observations had been forwarded to the Local Government Chairman and the Director of Administration, Ijero Local Government, Ijero-Ekiti. Particular attention is required to the followings:

- (i) Cash books and subsidiary ledgers
- (ii) Bank Reconciliation Statement

- (iii) Attendance of Audit Queries
- (iv) Internally Generated Revenue
- (v) Fixed Asset Register.

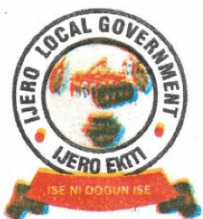
14. **RECEIPTS FROM JAAC:** It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.



9/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278



IJERO LOCAL GOVERNMENT

Oke Ayinrin, Ijero-ekiti, Ekiti State, Nigeria.

Tel: 08102381301, 08062279947



Owr Ref: _____ Your Ref: _____ Date: _____

RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance Ijero Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ijero Local Government as at the year ended 31st December, 2021.

28-02-2022

Hon. Adeola Adeyemo Michael,
Executive Chairman.

28-02-2022

Mrs. Ogundele C.O.
Director of Finance.

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS were:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local Government. The items in the Statements were cross referenced to any related

information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFM. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- (i) Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria were met in accordance to **IPSAS 23**.
- (ii) Revenue from exchange transactions was recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- d. Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.
- e. Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.
- f. Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and were reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables was established when there was objective evidence that the Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses.

Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(17) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years
Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless of the day of the month the transactions were carried out.

(18) UNREMITTED DEDUCTIONS.

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source. These amounts were stated in the GPFS at their repayment value, which were treated as Current Liabilities in the Statement of Financial Position.

(19) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(20) RESERVES

Reserves were classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(21) BORROWINGS.

Borrowings were recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between

the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(22) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(23) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and all monetary benefits) using the cost of service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(24) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

IJERO LOCAL GOVERNMENT, IJERO-EKITI, EKITI-STATE, NIGERIA
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N			N	N
	ASSETS			
	Current Assets			
15,451,440.93	Cash and Cash Equivalents	1	15,294,035.09	
-	Inventories	2		
-	WIP	3		
376,075,466.07	Receivables	4	419,693,612.35	
-	Prepayments	5		
391,526,907.00	Total Current Assets			434,987,647.44
	Non-Current Assets			
-	Loans Granted	6		
-	Investments	7		
679,238,411.46	Fixed Assets-Property, Plant & Equipment	8	794,750,104.04	
-	Investment Property	9		
-	Biological Assets	10		
679,238,411.46	Total Non-Current Assets			794,750,104.04
1,070,765,318.46	Total Assets			1,229,737,751.48
	LIABILITIES			
	Current Liabilities			
-	Accumulated Depreciation	11		
-	Loans & Debts(Short-Term)	12		
	Unremitted Deductions	13	1,266,858.75	
320,629,119.82	Payables	14	550,988,137.61	
320,629,119.82	Total Current Liabilities		552,254,996.36	
	Non-Current Liabilities			
-	Public Funds	15		
86,505,337.82	Borrowings	16	80,899,384.85	
86,505,337.82	Total Non-Current Liabilities		80,899,384.85	
407,134,457.64	Total Liabilities			633,154,381.21
663,630,860.82	Net Asset/Equity			596,583,370.27
69,728,883.20	Reserves	17		39,746,273.58
-	Capital Grant	18		
	Net Surpluses/(Deficits)	19		
593,901,977.62	Accumulated Surplus/(Deficit)	20		556,837,096.69
663,630,860.82	Total Net Assets/Equity			596,583,370.27

IJERO LOCAL GOVERNMENT, IJERO-EKITI, EKITI-STATE, NIGERIA
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	Actual 2021
₦	<u>REVENUE</u>		₦
1,330,856,682.78	Government Share of FAAC (Statutory Revenue)	21	2,024,986,427.81
1,900,800.00	Tax Revenue	22	1,364,300.00
10,821,080.00	Non-Tax Revenue	23	11,813,883.84
-	Aid & Grants	24	
-	Investment Income	25	
-	Expenditure Recovery	26	
-	Other Capital Receipts	27	
-	Debt Forgiveness	28	
1,343,578,562.78	Total Revenue		2,038,164,611.65
	<u>EXPENDITURE</u>		
366,669,477.23	Salaries & Wages	29	843,400,501.80
4,067,750.00	Social Contribution	30	15,178,000.00
1,131,000.00	Social Benefit	31	10,566,413.00
66,157,162.12	Overhead Cost	32	83,933,100.00
-	Gratuity	33	
-	Pension Allowance	34	
-	Stationeries	35	
-	Impairment Charges	36	
46,934,238.77	Depreciation Charges	37	47,427,915.82
883,690,924.55	Transfer to other Government Entities	38	1,052,611,061.96
-	Public Debt Charges	39	
-	Allowance	40	22,112,500.00
1,368,650,552.67	Total Expenditure		2,075,229,492.58
-25,071,989.89	Surplus/(Deficit) from Operating Activities for the Period		-37,064,880.93
	Total Non-Operating Revenue/(Expenses)		
	Non-Operating Activities		
-	Gain/Loss on Disposal of Asset	41	
-	Refunded Revenue	42	
-	Revaluation Gain	43	
-25,071,989.89	Net Surplus/(Deficit)		

IJERO LOCAL GOVERNMENT, IJERO-EKITI, EKITI-STATE, NIGERIA
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
1,330,856,682.78	Government Share of FAAC (Statutory Revenue)	21	2,024,986,427.81	
1,900,800.00	Tax Revenue	22	1,364,300.00	
10,821,080.00	Non-Tax Revenue	23	11,813,883.84	
	Aid & Grants	24		
-	Investment Income	25		
-	Expenditure Recovery	26		
-	Other Capital Receipts	27		
-	Debt Forgiveness	28		
1,343,578,562.78	Total inflow from operating Activities			2,038,164,611.65
	<u>Outflows</u>			
366,669,477.23	Salaries & Wages	29	843,400,501.80	
4,067,750.00	Social Contributions	30	15,178,000.00	
1,131,000.00	Social Benefit	31	10,566,413.00	
66,157,162.12	Overheads Cost	32	83,933,100.18	
-	Gratuity	33		
-	Pension Allowance	34		
883,690,924.55	Transfer to other Government Entities	38	1,052,611,061.96	
-	Allowance	40	22,112,500.00	
-	Deductions	49		
-	Refund	50		
-	Inventory	51		
-	Loan	52		
1,321,716,313.90	Total Outflow from Operating Activities			2,027,801,576.94
21,862,248.88	Net Cash Inflow/(outflow) from Operating Activities			10,363,034.71
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
-	Proceeds from Sale of PPE	53		
-	Proceeds from Sale of Investment Property	54		
-	Proceeds from Sales of Intangible Assets	55		
-	Proceeds from Sale of Investment	56		
-	Dividends Received	57		
-	Total Inflow			
-	Outflows			
1,466,700.00	Purchase/ Construction of PPE	58	4,914,487.58	
	Purchase/ Construction OF Investment Property	59		
-	Investment in Private Companies	60		

-	Loan Granted	61		
-	Purchase of Intangible Assets	62		
-	Acquisition of Investment	63		
1,466,700.00	Total Outflow		4,914,487.58	
-1,466,700.00	Net Cash Flow from Investing Activities			-4,914,487.58
	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
-	Capital Grant Received	64		
-	Proceeds from Borrowings	65		
-	Total Inflow			
-	Outflows			
5,898,091.22	Repayment of Borrowings	66	5,605,952.97	
-	Distribution of Surplus/Dividends Paid	67		
-	Total Outflow			
-5,898,091.22	Net Cash Flow from Financing Activities			-5,605,952.97
14,497,457.66	Net Cash Flow from all Activities			-157,405.84
953,983.27	Cash and Its Equivalent as at 01/01/2021			15,451,440.93
15,451,440.93	Cash and Its Equivalent as at 31/12/2021	1		15,294,035.09

IJERO LOCAL GOVERNMENT, IJERO-EKITI, EKITI-STATE, NIGERIA
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED
31ST DECEMBER, 2021

2020		Notes	Actual 2021	Final Budget 2021	Variance on Final Budget
N			N	N	N
	REVENUE				
1,330,856,682.78	Government Share of FAAC (Statutory Revenue)	21	2,024,986,427.81	2,023,986,427.81	0.05
1,900,800.00	Tax Revenue	22	1,364,300.00	2,500,000.00	-45.43
10,821,080.00	Non-Tax Revenue	23	11,813,883.84	22,280,000.00	-46.98
	Aid & Grants	24			
	Investment Income	25			
	Expenditure Recovery	26			
	Other Capital Receipts	27			
	Debt Forgiveness	28			
1,343,578,562.78	Total Revenue		2,038,164,611.65	2,048,766,427.81	-92.35
	EXPENDITURE				
366,669,477.23	Salaries & Wages	29	843,400,501.80	908,312,040.00	7.15
4,067,750.00	Social Contribution	30	15,178,000.00		-100
1,131,000.00	Social Benefit	31	10,566,413.00		-100
66,157,162.12	Overhead Cost	32	83,933,100.18	107,457,063.58	21.89
	Gratuity	33			
	Pension Allowance	34			
	Stationeries	35			
	Impairment Charges	36			
	Depreciation Charges	37			
883,690,924.55	Transfer to other Government Entities	38	1,052,611,061.96	992,000,000.00	-6.11
	Public Debt Charges	39			
	Allowance	40	22,112,500.00	22,112,500.00	-100
1,466,700.00	Purchase of Assets	58	4,914,487.58	9,000,000.00	45.39
-	Acquisition of Investment	63			
5,898,091.22	Repayment of Borrowing	66	5,605,952.97	22,112,500.00	74.65
1,329,081,105.12	Total Expenditure		2,038,322,017.49	2,038,881,603.58	-157.03
14,497,457.66	Surplus/(Deficit) for the period		-157,405.84	9,884,824.23	64.68

IJERO LOCAL GOVERNMENT, IJERO-EKITI, EKITI-STATE, NIGERIA
STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2021

S/N	NARATION	ACCUMULATED SURPLUS/DEFICIT (N)	RESERVES (N)	CAPITAL GRANT (N)	TOTAL (N)
1	Opening Balance (1/1/2021)	593,901,977.62	69,728,883.20	-	663,630,860.82
2	Surplus for the year	-37,064,880.93			--37,064,880.93
3	Grant for the year				
4	Assets Recognised during the year		158,025,120.82		158,025,120.82
5	Adjustment for the year		-188,007,730.44		-188,007,730.44
	Closing Balance 31/12/2021	556,837,096.69	39,746,273.58		596,583,370.27

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEUDLE FOR THE YEAR 2021
NOTES 8 & 37

DETAILS	LAND AND BUILDING	INFRASTRUCTURE	MOTOR VEHICLES	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL
Rate of Depreciation	3%	3%	20%	10%	20%	25%	20%	
Balance B/f as at 1/1/2021	526,160,377.54	-	49,952,806.48	50,912,806.86	-	24,016,402.86	28,196,017.72	679,238,411.46
Acquisition during the year	4,705,987.58	158,025,120.82	0.00	74,000.00	0.00	34,500.00	100,000.00	162,939,608.40
Total	530,866,365.12	158,025,120.82	49,952,806.48	50,986,806.86	-	24,050,902.86	28,296,017.72	842,178,019.86
Disposal during the year	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Balance 31/12/2021	530,866,365.12	158,025,120.82	49,952,806.48	50,986,806.86	0.00	24,050,902.86	28,296,017.72	842,178,019.86
Accumulated Depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Current Year Charge	15,925,990.95	4,740,753.62	9,990,561.30	5,098,680.69	0.00	6,012,725.72	5,659,203.54	47,427,915.82
Depreciation on Disposal	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
NBV AS AT 31/12/2021	514,940,374.17	153,284,367.20	39,962,245.18	45,888,126.17	0.00	18,038,177.15	22,636,814.18	794,750,104.04

NOTE THAT THIS ASSET (INFRASTRUCTURE) WAS RECOGNIZED IN THIS FINANCIAL YEAER.

NOTE 1**CASH AND CASH EQUIVALENT FOR YEAR 2021**

S/N	DETAILS	ACCOUNT NUMBER	AMOUNT (N)
1	ACCESS BANK	0009560347	18,713.20
2	HERITAGE	6002279364	2,931.97
3	HERITAGE	6002279302	12,295,884.21
4	WEMA BANK	6002279302	2,976,505.71
		TOTAL	15,294,035.09

NOTE 4**RECEIVEABLE**

S/N	DETAILS	AMOUNT (N)
1	Balance b/f	376,075,466.07
2	Addition during the year	43,618,146.28
	BALANCE AS AT 31/12/2021	419,693,612.35

NOTE 13**UNREMITTED DEDUCTIONS**

DETAILS	AMOUNT (N)
UNREMITTED CHEQUES TO FEDERAL INLAND REVENUE SERVICES	947,753.03
UNREMITTED CHEQUES TO EKITI STATE EDUCATION TRUST FUND	92,693.75
UNREMITTED CHEQUES TO EKITI STATE BOARD OF INTERNAL REVENUE SERVICES	34,164.42
UNREMITTED CHEQUES TO COMMUNITY DEVELOPMENT	192,247.55
TOTAL	1,266,858.75

NOTE 14**PAYABLE FOR 2021**

S/N	DETAILS	AMOUNT (N)
1	Balance b/f	320,629,119.82
2	Addition during the year	230,359,017.79
	BALANCE AS AT 31/12/2021	550,988,137.61

NOTE 16**BORROWINGS**

DETAILS	AMOUNT (N)
BALANCE B/F	86,505,337.82
LESS REPAYMENT	5,605,952.97
BALANCE 31/12/2021	80,899,384.85

NOTE 21**GOVERNMENT SHARE OF FAAC (STATUTORY REVENUE)**

S/N	MONTH	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	January	136,340,930.26	131,687,321.09	4,653,609.17	119,954,813.95
2	February	145,309,361.22	154,228,674.01	(8,919,312.79)	121,582,700.00
3	March	117,956,219.08	123,328,670.32	(5,372,451.24)	107,637,903.74
4	April	140,794,943.91	148,890,345.76	(8,095,401.85)	117,872,791.71
5	May	157,926,686.64	149,650,354.34	8,276,332.30	111,480,319.40
6	June	165,828,103.97	160,564,824.23	5,263,279.74	100,465,431.05
7	July	177,319,140.40	174,658,526.98	2,660,613.42	114,322,321.67
8	August	183,924,004.07	196,354,285.23	(12,430,281.16)	119,374,586.72
9	September	168,581,101.35	157,986,523.41	10,594,577.94	107,471,142.38
10	October	178,916,477.24	170,456,287.08	8,460,190.16	114,444,189.12

11	November	176,401,183.71	173,986,457.89	2,414,725.82	97,605,315.47
12	December	275,688,275.96	282,194,157.47	(6,505,881.51)	98,645,167.57
	TOTAL	2,024,986,427.81	2,023,986,427.81	1,000,000.00	1,330,856,682.78

NOTE 22

TAX REVENUE

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Local/Flats/Rate	295,500.00	565,700.00	(270,200.00)	372,800.00
2	Tenement Rate	1,068,800.00	1,934,300.00	(865,500.00)	1,528,000.00
	TOTAL	1,364,300.00	2,500,000.00	(1,135,700.00)	1,900,800.00

NOTE 23

NON TAX REVENUE

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	HACKNEY/LOADING PERMIT	792,600.00	1,958,000.00	(1,165,400.00)	26,000.00
2	TRADE/CLUB REGISTRATION	1,664,500.00	1,570,500.00	94,000.00	63,600.00
3	MARRIAGE REGISTRATION	1,121,000.00	1,850,000.00	(729,000.00)	601,000.00
4	ATTESTATION	3,692,000.00	6,050,000.00	(2,358,000.00)	3,889,500.00
5	TRADE/SHOP PERMIT	551,100.00	1,850,650.00	(1,299,550.00)	459,700.00
6	MARKET FEES	628,000.00	1,900,500.00	(1,272,500.00)	613,510.00
7	EARNING FROM OTHER COMMERCIAL ACTIVITIES	309,500.00	587,000.00	(277,500.00)	381,500.00
8	RENT ON LOCAL GOVERNMENT PROPERTIES	1,543,100.00	2,205,850.00	(662,750.00)	1,541,970.00
9	LIQUOR FEES	33,500.00	157,000.00	(123,500.00)	94,800.00
10	NAMING OF STREET	280,000.00	365,500.00	(85,500.00)	846,500.00
11	MOTOR FEES	72,300.00	285,000.00	(212,700.00)	-

12	CONTRACT FEES	1,051,283.84	3,250,000.00	(2,198,716.16)	2,303,000.00
13	PRIVATE SCHOOLS	75,000.00	250,000.00	(175,000.00)	-
	TOTAL	11,813,883.84	22,280,000.00	(10,466,116.16)	10,821,080.00

NOTE 29

SALARIES & WAGES

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	POLITICAL OFFICE HOLDERS	116,608,106.52	150,985,204.37	34,377,097.85	51,523,940.48
2	STAFF SALARIES	726,792,395.28	757,326,835.63	30,534,440.35	315,145,536.75
	TOTAL	843,400,501.80	908,312,040.00	64,911,538.20	366,669,477.23

NOTE 30

SOCIAL CONTRIBUTION

S/N	MONTH	DETAILS	2021			2020
			ACTUAL	BUDGET	VARIANCE	ACTUAL
1	JANUARY	FOOTBAL COMPETITION	436,000.00	-	(436,000.00)	157,000.00
2	FEBRUARY	TOWN HALL MEETING	1,500,000.00	-	(1,500,000.00)	590,000.00
3	MARCH	EMPOWERMENT	2,000,000.00	-	(2,000,000.00)	790,250.00
4	APRIL	EMPOWERMENT	3,100,000.00	-	(3,100,000.00)	350,000.00
5	MAY	EMPOWERMENT	1,280,000.00	-	(1,280,000.00)	350,000.00
6	JUNE	EMPOWERMENT	592,000.00	-	(592,000.00)	250,000.00
7	JULY	EMPOWERMENT	520,000.00	-	(520,000.00)	320,000.00
8	AUGUST	TOWN HALL MEETING	450,000.00	-	(450,000.00)	-
9	SEPTEMBER	FOOTBAL COMPETITION	800,000.00	-	(800,000.00)	-
10	OCTOBER	MEETINGS	1,500,000.00	-	(1,500,000.00)	819,000.00

11	NOVERMBER	EMPOWERMENT	1,000,000.00	-	(1,000,000.00)	276,500.00
12	DECEMBER	EMPOWERMENT	2,000,000.00	-	(2,000,000.00)	165,000.00
		TOTAL	15,178,000.00	-	(15,178,000.00)	4,067,750.00

NOTE 31
SOCIAL BENEFITS

S/N	MONTH	DETAILS	2021			2020
			ACTUAL	BUDGET	VARIANCE	ACTUAL
1	JANUARY	STAFF CLAIMS	880,000.00	-	(880,000.00)	320,000.00
2	FEBRUARY	STAFF CLAIMS	820,000.00	-	(820,000.00)	-
3	MARCH	STAFF CLAIMS	950,000.00	-	(950,000.00)	405,000.00
4	APRIL	STAFF CLAIMS	910,000.00	-	(910,000.00)	-
5	MAY	STAFF CLAIMS	860,000.00	-	(860,000.00)	-
6	JUNE	STAFF CLAIMS	980,000.00	-	(980,000.00)	-
7	JULY	FINANCIAL ASSISTANCE	737,000.00	-	(737,000.00)	25,000.00
8	AUGUST	STAFF CLAIMS	802,000.00	-	(802,000.00)	121,000.00
9	SEPTEMBER	STAFF CLAIMS	928,000.00	-	(928,000.00)	190,000.00
10	OCTOBER	STAFF CLAIMS	814,000.00	-	(814,000.00)	-
11	NOVERMBER	STAFF CLAIMS	935,413.00	-	(935,413.00)	60,000.00
12	DECEMBER	STAFF CLAIMS	950,000.00	-	(950,000.00)	10,000.00
		TOTAL	10,566,413.00	-	(10,566,413.00)	1,131,000.00

NOTE 32
OVERHEAD COST

S/N	MONTH	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	JANUARY	6,418,000.00	9,550,000.00	3,132,000.00	6,311,500.00
2	FEBRUARY	6,543,709.49	7,080,000.00	536,290.51	5,670,800.00
3	MARCH	5,879,250.00	8,550,500.00	2,671,250.00	8,618,250.00
4	APRIL	6,332,600.00			

			7,230,500.57	897,900.57	4,621,000.00
5	MAY	7,404,744.45	8,500,050.08	1,095,305.63	5,058,500.00
6	JUNE	7,149,744.45	7,550,500.00	400,755.55	5,601,500.00
7	JULY	6,560,863.81	9,205,251.54	2,644,387.73	5,171,500.00
8	AUGUST	7,932,400.00	10,560,505.05	2,628,105.05	5,397,095.06
9	SEPTEMBER	6,090,250.37	8,020,550.68	1,930,300.31	7,268,200.00
10	OCTOBER	6,351,493.23	8,650,850.09	2,299,356.86	3,960,817.06
11	NOVERMBER	6,327,413.00	9,950,650.50	3,623,237.50	4,631,500.00
12	DECEMBER	10,942,631.20	12,607,705.07	1,665,073.87	3,846,500.00
	TOTAL	83,933,100.00	107,457,063.58	23,523,963.58	66,157,162.12

NOTE 38

TRANSFER TO OTHER GOVERNMENT ENTITIES

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	TRADITIONAL COUNCIL	63,678,046.50	60,085,000.30	(3,593,046.20)	61,035,280.11
2	PARASTATAS RUNNING GRANTS TO	19,685,989.52	15,900,500.09	(3,785,489.43)	22,043,183.90
3	PEACE CORPS	14,400,000.00	12,500,000.00	(1,900,000.00)	14,490,000.00
4	PRIMARY EDUCATION SALARY FUND	477,932,096.88	466,400,095.01	(11,532,001.87)	367,015,156.43
5	SECURITY FUND	8,400,000.00	6,000,000.00	(2,400,000.00)	7,320,000.00
6	PENSION & GRATUITY	468,514,929.06	431,114,404.60	(37,400,524.46)	411,787,304.11
	TOTAL	1,052,611,061.96	992,000,000.00	(60,611,061.96)	883,690,924.55

NOTE 40**FURNITURE ALLOWANCE**

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	LEAVE BONUS	-	-	-	-
2	LEAVE BONUS (POH)	-	-	-	-
3	SEVERANCE ALLOWANCE (POH)	-	-	-	-
4	FUNITURE ALLOWANCE (POH)	22,112,500.00	22,112,500.00	-	-
	TOTAL	22,112,500.00	22,112,500.00	-	-

NOTE 58**PURCHASE OF PP & E**

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	ADMIN SECTOR	4,705,987.58	5,319,500.00	613,512.42	1,466,700.00
2	ECONOMIC SECTOR	208,500.00	1,050,000.00	841,500.00	-
3	GENERAL SECTOR	-	2,630,500.00	2,630,500.00	-
	TOTAL	4,914,487.58	9,000,000.00	4,085,512.42	1,466,700.00

NOTE 66**REPAYMENT OF BORROWING**

	2021			2020
MONTH	ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	560,595.30	2,211,250.00	1,650,654.70	491,507.61
FEBRUARY	560,595.30	2,211,250.00	1,650,654.70	491,507.60
MARCH	-	-	-	491,507.60
APRIL	-	-	-	491,507.60
MAY	560,595.30	2,211,250.00	1,650,654.70	491,507.60
JUNE	560,595.30	2,211,250.00	1,650,654.70	491,507.60
JULY	560,595.30	2,211,250.00	1,650,654.70	491,507.60
AUGUST	560,595.30	2,211,250.00	1,650,654.70	491,507.60
SEPTEMBER	560,595.30	2,211,250.00	1,650,654.70	491,507.60
OCTOBER	560,595.30	2,211,250.00	1,650,654.70	491,507.61
NOVEMBER	560,595.30	2,211,250.00	1,650,654.70	491,507.60
DECEMBER	560,595.27	2,211,250.00	1,650,654.73	491,507.60
TOTAL	5,605,952.97	22,112,500.00	16,506,547.03	5,898,091.22

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE

ACCOUNTS OF IKERE LOCAL GOVERNMENT,

IKERE-EKITI

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Ikere Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.



9/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF IKERE LOCAL GOVERNMENT, IKERE-EKITI FOR THE YEAR
ENDED 31ST DECEMBER, 2021.**

The General Purpose Financial Statements of Ikere Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively, Section 26(2) of Ekiti State Audit Law, 2014 and section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Ikere Local Government to prepare and present the Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year, and the section was adhered to by the Local Government.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. **BASIS OF OPINION**

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. **OPINION**

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31st December, 2021 subject to the observations and comments in the other parts of this report.

7. **BUDGET OVERVIEW AND PERFORMANCE**

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS actual showed the following shortcomings:

- i. The estimate made for Revenue in the 2021 budget recorded a low performance. An estimate was made for **N2,626,900,000.00**, while actual Revenue recorded stood at **N2,467,876,209.99**. This is about

93.95% performance. Equally, the actual IGR of **N137,506,490.85** represents only **5.57%** of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of **N2,459,363,446.75** only was budgeted for expenditure but only **N2,458,863,446.22** was actually incurred, resulting to savings of **N500,000.53** for the period.

8. REVENUE ACCOUNT

A total sum of **N2,467,876,209.99** was earned as total Revenue as at 31st December, 2021 out of which only **5.57% (N137,505,490.85)** was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of **991.06%** over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2021.

9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraphs 10 of this report.

10. INFRACTIONS DURING THE YEAR

The following expenditure appears to be contrary to law.

S/N	QUERY NO	QUERY SUBJECT	AMOUNT IN QUERY (₦)
1	AUD/IKELG/AQ/01/2021	Unaudited Expenditure	3,251,000.00
2	AUD/IKELG/AQ/02/2021	Unretired security votes	9,000,000.00
3	AUD/IKELG/AQ/03/2021	Expenditure not supported with	306,637.00

		proper Records	
4	AUD/IKELG/AQ/04/2021	Nugatory Payment	2,150,000.00
5	AUD/IKELG/AQ/05/2021	Expenditure contrary to regulation I	4,333,273.85
6	AUD/IKELG/AQ/06/2021	Expenditure contrary to regulation II	6,900,500.00
7	AQ/IKELG/AQ/07/2021	Items Not taken on Ledger Charge	420,500.00
8	AQ/IKELG/AQ/08/2021	Unproduced revenue earning receipts	One
9	AQ/IKELG/AQ/09/2021	Unvouched Expenditure	4,933,860.32
		TOTAL	31,295,771.17

These queries and other infractions noted on Local Government accounts during the financial year have been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. **DISALLOWANCE**

Allowance has been reserved in respect of the expenditure detailed in Jparagraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

13. **STATE OF ACCOUNT**

The Accounts of Ikere Local Government have been examined up to 31st December 2019 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ikere Local Government, Ikere Ekiti.

Your attention is invited to the following issues:

- Non adherence to Financial Memoranda
- Fixed Assets Register
- Internally Generated Revenue
- Traditional Council's Accounts
- Attendance to Audit Queries
- Capital Projects


14. **RECEIPTS FROM JAAC:** It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.

15. **OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

The following matters remained outstanding in my previous reports.

- (a) Loss of fund involving Mr. Fasanmi Oluremi (2015) N257,000.00

LOCAL GOVERNMENT	YEAR	AMOUNT OF LOSS (N)	AMOUNT RECOVERED (N)	BALANCE (N)	OFFICIALS INVOLVED
Ikere	2015	595,000.00	338,000.00	257,000.00	Mr. Fasanmi Oluremi.



A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278



IKERE

LOCAL GOVERNMENT

All communications should be
Addressed to
THE CHAIRMAN,
Ikere Local Government

P.M.B. 232, IKERE-EKITI, EKITI STATE.

E-mail: ikerelg@gmail.com

Our Ref:.....Your
Ref:.....Date:.....

RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance Ikere Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ikere Local Government as at the year ended 31st December, 2021.

22/03/22

Hon. Ayodele Oluwafemi,
Executive Chairman.

29/3/2022

Mr. Falayi Tope Michael,
Director of Finance.

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS were:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local Government. The items in the Statements were cross referenced to any related information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFM. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- (i) Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria were met in accordance to **IPSAS 23.**

- (ii) Revenue from exchange transactions was recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- (i) Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.
- (ii) Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.
- (iii) Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and were reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables was established when there was objective evidence that the Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) INVENTORIES (IPSAS 12).

Inventories were valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method. Those held for distribution for public benefit purposes were recorded at cost, adjusted where applicable for any loss of services potential and were reported under Current Assets in the Statement of Financial Position.

(17) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses. Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(18) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years
Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless of the day of the month the transactions were carried out.

(19) UNREMITTED DEDUCTIONS.

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source. These amounts were stated in the GPFS at their repayment value, which were treated as Current Liabilities in the Statement of Financial Position.

(20) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(21) RESERVES

Reserves were classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(22) BORROWINGS.

Borrowings were recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(23) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(24) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and all monetary benefits) using the cost of service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(25) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

(26) BIOLOGICAL ASSETS (IPSAS 27).

IPSAS 27 requires Biological assets to be measured at fair value less cost of disposal at initial recognition and at each reporting date, except where the fair value cannot be determined reliably, the affected Local Governments could not reliably determine fair value less cost to sell.

IKERE LOCAL GOVERNMENT, IKERE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N	Represented By:		N	N
	ASSETS			
	Current Assets			
6,958,170.22	Cash and Cash Equivalents	1	15,970,933.99	
10,000.00	Inventories	2	4,056,980.00	
	WIP	3		
376,961,331.21	Receivables	4	49,921,015.12	
	Prepayments	5		
383,929,501.43	Total Current Assets			69,948,929.11
	Non-Current Assets			
	Loans Granted	6		
11,381,242.65	Investments	7	11,381,242.65	
843,370,493.94	Fixed Assets-Property, Plant & Equipment	8	1,011,614,285.93	
67,801,616.96	Investment Property	9		
87,978,000.00	Biological Assets	10	80,571,000.00	
1,010,531,353.55	Total Non-Current Assets			1,103,566,528.58
1,394,460,854.98	Total Assets			1,173,515,457.69
	LIABILITIES			
	Current Liabilities			
	Accumulated Depreciation	11		
	Loans & Debts(Short-Term)	12		
7,526,880.45	Unremitted Deductions	13	2,175,000.00	
647,957,168.98	Payables	14	613,485,455.15	
655,484,049.43	Total Current Liabilities		615,660,455.15	
	Non-Current Liabilities			
3,000,000.00	Public Funds	15	2,000,000.00	
86,505,337.82	Borrowings	16	81,610,109.82	
89,505,337.82	Total Non-Current Liabilities		83,610,109.82	
744,989,387.25	Total Liabilities			699,270,564.97
649,471,467.73	Net Asset/Equity			474,244,892.72
	Financed By:			
563,819,380.54	Reserves	17		274,243,088.58
-	Capital Grant	18		
-	Net Surpluses/(Deficits)	19		
85,652,087.19	Accumulated Surplus/(Deficits)	20		200,001,804.14
649,471,467.73	Total Net Assets/Equity			474,244,892.72

IKERE LOCAL GOVERNMENT, IKERE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST
DECEMBER, 2021

2020	DETAILS	NOTES	Actual 2021
₦	<u>REVENUE</u>		₦
1,699,134,405.23	Government Share of FAAC (Statutory Revenue)	21	2,330,370,719.14
3,083,850.00	Tax Revenue	22	12,235,122.75
5,524,350.00	Non-Tax Revenue	23	38,166,545.50
	Aid & Grants	24	
3,994,770.00	Investment Income	25	87,103,822.60
	Expenditure Recovery	26	
	Other Capital Receipts	27	
	Debt Forgiveness	28	
1,711,737,375.23	Total Revenue		2,467,876,209.99
	<u>EXPENDITURE</u>		
733,117,853.51	Salaries & Wages	29	1,114,354,438.39
28,263,450.59	Social Contribution	30	1,189,500.00
26,181,594.86	Social Benefit	31	36,337,261.25
67,122,342.15	Overhead Cost	32	97,126,685.62
	Gratuity	33	
	Pension Allowance	34	
	Stationeries	35	
	Impairment Charges	36	
21,396,122.04	Depreciation Charges	37	40,083,532.27
830,265,179.35	Transfer to other Government Entities	38	1,054,118,441.33
	Public Debt Charges	39	
	Allowance	40	10,316,634.18
1,706,346,542.50	Total Expenditure		2,353,526,493.04
5,390,832.73	Surplus/(Deficit) from Operating Activities for the Period		114,349,716.95
	Total Non-Operating Revenue/(Expenses)		
	Non-Operating Activities		
	Gain/Loss on Disposal of Asset	41	
	Refunded Revenue	42	
	Revaluation Gain	43	
	Net Surplus/(Deficit) from Ordinary Activities		
	Surplus/(Deficit) from Ordinary Activities		
	Purchases/Construction of Assets	44	
	Minority Interest Share of Surplus/(Deficits)	45	
5,390,832.73	Net surplus/(Deficit) for the year		

IKERE LOCAL GOVERNMENT, IKERE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
1,699,134,405.23	Government Share of FAAC (Statutory Revenue)	21	2,330,370,719.14	
3,693,300.00	Tax Revenue	22	12,235,122.75	
5,881,530.00	Non-Tax Revenue	23	38,166,545.50	
	Aid & Grants	24		
3,994,770.00	Investment Income	25	87,103,822.60	
	Expenditure Recovery	26		
	Other Capital Receipts	27		
	Debt Forgiveness	28		
1,711,737,375.23	Total inflow from operating Activities			2,467,876,209.99
	<u>Outflows</u>			
733,117,852.51	Salaries & Wages	29	1,114,354,438.39	
28,263,450.59	Social Contributions	30	1,189,500.00	
26,181,594.86	Social Benefit	31	36,337,261.25	
67,122,342.15	Overheads Cost	32	97,126,685.62	
	Gratuity	33		
	Pension Allowance	34		
830,265,179.35	Transfer to other Government Entities	38	1,054,118,441.33	
-	Allowance	40	10,316,634.18	
	Deductions	49		
	Refund	50		
	Inventory	51		
	Loan	52		
1,684,950,419.46	Total Outflow from Operating Activities			2,313,442,960.77
26,786,955.77	Net Cash Inflow/(outflow) from Operating Activities			154,433,249.22
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
	Proceeds from Sale of PPE	53		
	Proceeds from Sale of Investment Property	54		
	Proceeds from Sales of Intangible Assets	55		
	Proceeds from Sale of Investment	56		
-	Dividends Received	57		
0.00	Total Inflow			

-	Outflows			
27,558,417.68	Purchase/ Construction of PPE	58	140,525,257.45	
-	Purchase/ Construction OF Investment Property	59		
-	Investment in Private Companies	60		
-	Loan Granted	61		
-	Purchase of Intangible Assets	62		
-	Acquisition of Investment	63		
-27,558,417.68	Total Outflow		140,525,257.45	
-27,558,417.68	Net Cash Flow from Investing Activities			(140,525,257.45)
	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
	Capital Grant Received	64		
	Proceeds from Borrowings	65		
0.00	Total Inflow			
	Outflows			
5,898,091.22	Repayment of Borrowings	66	4,895,228.00	
	Distribution of Surplus/Dividends Paid	67		
5,898,091.22	Total Outflow		4,895,228.00	
-5,898,091.22	Net Cash Flow from Financing Activities			(4,895,228.00)
-6,669,553.13	Net Cash Flow from all Activities			9,012,763.77
13,627,723.35	Cash and Its Equivalent as at 01/01/2021			6,958,170.22
6,958,170.22	Cash and Its Equivalent as at 31/12/2021	1		15,970,933.99

IKERE LOCAL GOVERNMENT, IKERE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR
ENDED 31ST DECEMBER, 2021.

2020		Notes	Actual 2021	Final Budget 2021	Variance on Final Budget
N			N	N	N
	REVENUE				
1,699,134,405.23	Government Share of FAAC (Statutory Revenue)	21	2,330,370,719.14	2,609,900,000.00	-10.71
3,083,850.00	Tax Revenue	22	12,236,122.75	1,620,000.00	655.25
5,524,350.00	Non-Tax Revenue	23	38,166,545.50	15,380,000.00	148.16
	Aid & Grants	24			
3,994,770.00	Investment Income	25	87,103,822.60		
	Expenditure Recovery	26			
	Other Capital Receipts	27			
	Debt Forgiveness	28			
1,711,737,375.23	Total Revenue		2,467,876,209.99	2,626,900,000.00	-892.70
	EXPENDITURE				
733,117.852.51	Salaries & Wages	29	1,114,354,438.39	815,411,067.92	-36.66
28,263,450.59	Social Contribution	30	1,189,500.00	8,390,000.00	85.82
26,181,594.86	Social Benefit	31	36,337,261.25		-100.00
67,122,342.15	Overhead Cost	32	97,126,685.62	80,511,700.00	-20.64
	Gratuity	33			
	Pension Allowance	34			
	Stationeries	35			
	Impairment Charges	36			
830,265,179.35	Transfer to other Government Entities	38	1,054,118,441.33	1,288,050,678.30	18.16
	Public Debt Charges	39			
	Allowance	40	10,316,634.18	11,500,000.00	10.29
27,558,417.86	Purchase of Assets	58	140,525,257.45	250,000,000.00	
-	Acquisition of Investment	63			
5,898,091.22	Repayment of Borrowing	66	4,895,228.00	5,500,000.00	
1,718,406,928.54	Total Expenditure		2,458,863,446.22	2,459,363,446.75	11.76
6,669,553.31	Net Surplus/(Deficit) for the year		9,012,763.77	167,536,553.25	880.94

IKERE LOCAL GOVERNMENT, IKERE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR
ENDED 31ST DECEMBER, 2021.

S/N	NARRATION	ACCUMULATED SURPLUS/DEFICIT	RESERVE	CAPITAL GRANT	TOTAL
1	Opening Balance (1/1/2021)	85,652,087.19	563,819,380.54	-	649,471,467.73
2	Surplus/(Deficit) for the year	114,349,716.95	-		114,349,716.95
4	Asset Recognised during the year	-	67,801,616.96		67,801,616.96
5	Adjustment for the period		-357,377,908.92		-357,377,908.92
	Closing Balance (31/12/2021)	200,001,804.14	274,243,088.58		474,244,892.72

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEUDLE FOR THE YEAR 2021
NOTE 8, 37 & 58

DETAILS	LAND AND BUILDING	INFRASTRUC TURE	MOTOR VEHICLES	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL
Rate of Depreciation	3%	3%	20%	10%	20%	25%	20%	N
Balance B/F as at 1/1/2021	768,525,292.43	26,357,217.68	48,488,433.68	-	-	-	-	843,370,943.79
Acquisition/Asset recognized during the year (58)	133,827,869.41	73,182,805.00	00	00	00	1,316,200.00	00	208,326,874.41
Total	902,353,161.84	99,540,022.68	48,488,433.68	-	-	1,316,200.00	-	1,051,697,818.20
Disposal during the year	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Balance 31/12/2021	902,353,161.84	99,540,022.68	48,488,433.68	-	-	1,316,200.00	-	1,051,697,818.20
Accumulated Depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Current Year Charge (N37)	27,070,594.86	2,986,200.68	9,697,686.74	0.00	0.00	329,050.00	0.00	40,083,532.27
Depreciation on Disposal	0.00	-	-	-	-	-	-	-
NBV AS AT 31/12/2021	875,282,566.98	96,553,822.00	38,790,746.94	0.00	0.00	987,150.00	0.00	1,011,614,285.93

NOTE: Lock-up shops of N67,801,616.96 as an existing asset was recognised during the current year.

NOTE 1**CASH AND CASH EQUIVALENT FOR YEAR 2021**

S/N	DETAILS	ACCOUNT NUMBER	ACCOUNT NO	AMOUNT (N)
1	FIRST BANK	SALARY	2003886588	3,460,588.89
2	WEMAN BANK	RUNNING	0122884481	12,420,012.49
3	AMOYE MICRO FINANCE	IGR	201100051	90,332.61
		TOTAL		15,970,933.99

NOTE 2**INVENTORIES**

S/N	DETAILS	AMOUNT (N)
1	STATIONERIES	4,056,980.00
		4,056,980.00

NOTE 4**RECEIVABLES**

S/N	DETAILS	AMOUNT (N)
1	SALARY ADVANCE 2016 (OLADUNJOYE)	353,785.14
2	IGR (10% FROM STATE)	47,157,229.98
3	IGR DEMAND NOTICE	2,410,000.00
		49,921,015.12

NOTE 7**INVESTMENT**

	(N)
Investment figure from previous year	- 11,381,242.65

NOTE 10**BIOLOGICAL ASSETS**

S/N	DETAILS	AMOUNT (N)
1	TECTONA GRAND IS (TEAK)	50,400,000.00
2	AMELINA ARTOREA (EMELINA)	16,160,000.00
3	PALM TREE	14,011,000.00
		80,571,000.00

NOTE 13**UNREMMITED DEDUCTIONS**

S/N	DETAILS	AMOUNT (N)
1	VAT (NOVEMBER)	1,125,000.00
2	PAYEE	750,000.00
3	EEF	300,000.00
	TOTAL	2,175,000.00

NOTE 14**PAYABLE FOR 2021**

DETAILS	AMOUNT(N)
BALANCE B/F	647,957,168.98
ADDITION DURING THE YEAR	43,053,869.06
SUB-TOTAL	691,011,038.04
LESS PAYMENT	77,525,582.89
BALANCE AS AT 31/12/2021	613,485,455.15

NOTE 15**PUBLIC FUND**

DETAILS	AMOUNT	AMOUNT (N)
Filling station Prepayment		4,000,000.00
Duration: 4 Years	4,000,000.00	
Balance as at 1/1/2021		1,000,000.00
Less: payment for the year		3,000,000.00
Balance as at 31/12/2021		1,000,000.00
		2,000,000.00

NOTE 21**STATUTORY ALLOCATION FOR THE YEAR 2021**

S/N	MONTH	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	January	143,778,173.60	192,520,000.00	(48,741,826.40)	146,580,999.24
2	February	150,693,947.49	184,235,500.65	(33,541,553.16)	154,656,465.37
3	March	124,780,324.69	165,000,500.10	(40,220,175.41)	133,079,853.21
4	April	159,083,248.11	168,345,250.03	(9,262,001.92)	142,704,332.32
5	May	172,057,376.87	150,250,000.09	21,807,376.78	141,506,409.03
6	June	191,620,347.23	185,250,350.90	6,369,996.33	119,426,575.75
7	July	211,376,594.22	250,052,500.32	(38,675,906.10)	162,902,891.94
8	August	211,844,826.92	270,555,000.85	(58,710,173.93)	174,103,260.01

9	September	201,270,476.71	220,950,000.05	(19,679,523.34)	134,342,279.32
10	October	212,746,830.79	265,055,000.80	(52,308,170.01)	159,996,845.41
11	November	212,439,962.95	207,035,806.01	5,404,156.94	117,641,517.06
12	December	338,678,609.56	350,650,090.20	(11,971,480.64)	112,192,976.57
	Total	2,330,370,719.14	2,609,900,000.00	(279,529,280.86)	1,699,134,405.23

NOTE 22: TAX REVENUE

		2021			2020
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Flat/Local Rate	149,000.00	100,500.00	48,500.00	178,000.00
2	2.5% Tax (Capital Project)	11,861,122.75	1,314,241.91	10,546,880.84	2,614,500.00
3	Community Development Tax	226,000.00	205,258.09	19,741.91	291,350.00
	Total	12,236,122.75	1,620,000.00	10,615,122.75	3,083,850.00

NOTE 23 : NON-TAX REVENUE

		2021			2020
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	ATTESTATION	2,542,000.00	1,950,500.00	591,500.00	1,050,000.00
2	TENEMENT RATE	2,939,700.00	1,200,500.00	1,739,200.00	850,000.00
3	MARRIAGE NOTIFICATION	2,831,000.00	1,750,500.00	1,080,500.00	650,700.00
4	FINES ON PIGS	318,800.00	105,050.00	213,750.00	-
5	MARKET TOLLS	1,114,495.50	850,000.00	264,495.50	200,500.00
6	SHOP/SHOPPING PERMIT	2,040,000.00	905,000.00	1,135,000.00	550,000.00

7	LOADING PERMIT	738,600.00	450,000.00	288,600.00	285,000.00
8	REGISTRATION ON VOLUNTARY ORGANISATION	312,500.00	200,000.00	112,500.00	-
9	HACKNEY PERMIT	13,000.00	25,000.00	(12,000.00)	17,000.00
10	NAMING OF STREET	556,500.00	600,750.00	(44,250.00)	320,000.00
11	RENT ON LOCK-UP SHOPS	2,131,400.00	1,850,000.00	281,400.00	135,000.00
12	MOBILE ADVERT	250,000.00	100,550.00	149,450.00	-
13	CERTIFICATES	10,000.00	8,000.00	2,000.00	9,500.00
14	SALES OF AGRIC PROCEEDS	109,000.00	101,500.00	7,500.00	-
15	EARNING FROM COMMERCIAL UNDERTAKINGS (SHORPS AT ODO OJA	12,900,000.00	2,800,550.00	10,099,450.00	-
16	TRADING PERMIT	507,500.00	100,550.00	406,950.00	230,000.00
17	LIQUOR LICENCE	132,000.00	169,500.00	(37,500.00)	55,000.00
18	EARNING FROM DISPOSAL OF ASSETS	3,250,000.00	1,099,959.53	2,150,040.47	700,600.95
19	EARNING FROM COMMERCIAL UNDERTAKING (RENTAGE OF HALL)	20,000.00	26,000.00	(6,000.00)	-
20	EARNING FROM COMMERCIAL UNDERTAKING (SALES OF LAND)	3,450,000.00	1,086,090.47	2,363,909.53	471,049.05
21	REFUNDS -WEMA BANK EXPENDITURE RECOVERED	2,000,000.00	-	2,000,000.00	-
22	REVERSAL OF STAMP DUTY	50.00	-	50.00	-
	TOTAL	38,166,545.50	15,380,000.00	22,786,545.50	5,524,350.00

NOTE: 25 - INVESTMENT INCOME

		2021			2020
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Total income from Lock- up shops at Fayose market and other lock-up shops at Ikere market	87,103,822.60	-	87,103,822.60	3,994,700.00
	TOTAL	87,103,822.60	-	87,103,822.60	3,994,700.00

NOTE 29

SALARY AND WAGES

MONTH	TRADITIONAL RULERS	CHIEFTANCY	STAFF SALARY	POLITICAL OFFICE HOLDER	PALACE STAFF	DOCTOR/MIDWIVES	2021			2020
							ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	3,752,111.15	75,228.96	51,582,665.41	10,325,583.92	216,538.36		65,952,127.80	40,515,000.00	(25,437,127.80)	58,481,165.90
FEBRUARY	4,418,408.18	88,368.16	53,883,504.82	10,325,583.92	307,920.00		69,023,785.08	48,500,500.00	(20,523,285.08)	60,157,620.00
MARCH	3,081,186.79	61,623.74	42,493,121.25	8,788,083.92	372,361.54		54,796,377.24	59,750,000.95	4,953,623.71	60,176,483.22
APRIL	3,546,684.92	70,933.70	58,650,817.62	10,325,583.92	340,130.00		72,934,150.16	53,005,000.00	(19,929,150.16)	60,138,098.26
MAY	4,010,436.59	80,178.23	66,538,980.33	6,962,656.47	216,538.36		77,808,789.98	57,550,500.00	(20,258,289.98)	58,809,631.53
JUNE	3,341,925.08	66,838.50	63,617,610.21	9,462,656.47	463,721.66		76,952,751.92	57,450,000.00	(19,502,751.92)	60,124,952.62
JULY	5,562,679.13	111,253.58	99,371,483.96	9,462,656.47	340,130.00		114,848,203.14	54,595,000.83	(60,253,202.31)	57,925,804.07
AUGUST	5,926,531.71	118,530.66	95,736,109.91	9,462,656.47	340,130.00	90,000.00	111,673,958.75	71,850,450.95	(39,823,507.80)	66,088,036.27
SEPTEMBER	4,616,718.06	92,334.36	97,133,316.30	9,462,656.47	340,130.00	90,000.00	111,735,155.19	80,063,000.14	(31,672,155.05)	65,204,003.82
OCTOBER	5,712,392.89	114,247.84	99,613,399.65	9,462,656.47	340,130.00	90,000.00	115,332,826.85	80,820,250.01	(34,512,576.84)	63,358,533.80
NOVEMBER	3,776,814.03	75,536.28	101,346,017.44	7,587,656.47	340,130.00	90,000.00	113,216,154.22	100,760,614.09	(12,455,540.13)	64,438,570.25
DECEMBER	7,858,998.84	97,020.43	112,280,924.87	9,413,083.92	340,130.00	90,000.00	130,080,158.06	110,550,750.95	(19,529,407.11)	58,214,952.77
TOTAL	55,604,887.37	1,052,094.44	942,247,951.77	111,041,514.89	3,957,989.92	450,000.00	1,114,354,438.39	815,411,067.92	(298,943,370.47)	733,117,852.51

NOTE 30**SOCIAL CONTRIBUTION**

MONTHS	2021			2020
	ROAD VERGE	BUDGET	VARIANCE	ACTUAL
JANUARY	370,000.00	366,000.00	(4,000.00)	2,758,525.04
FEBRUARY	-		-	1,869,049.17
MARCH	110,000.00	450,000.00	340,000.00	1,688,264.00
APRIL	-	520,000.00	520,000.00	2,451,502.87
MAY	-	635,000.00	635,000.00	2,758,525.04
JUNE	-	652,000.00	652,000.00	2,464,079.13
JULY	-	1,035,000.00	1,035,000.00	4,974,447.07
AUGUST	-	1,306,125.00	1,306,125.00	2,943,773.25
SEPTEMBER	709,500.00	1,720,375.00	1,010,875.00	2,066,780.19
OCTOBER	-	1,705,500.00	1,705,500.00	1,358,797.86
NOVEMBER	-	-	-	1,357,297.04
DECEMBER	-	-	-	1,572,409.93
TOTAL	1,189,500.00	8,390,000.00	7,200,500.00	28,263,450.59

NOTE 31**SOCIAL BENEFITS**

MONTHS	IYALOJA'S STIPENDS	LOGISTICS FOR SECURITY	FIN. ASST/WORKS HOP CLAIMS	2021			2020
				ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	25,000.00	555,000.00	3,029,000.19	3,609,000.19	-	(3,609,000.19)	995,962.40
FEBRUARY	25,000.00	555,000.00	1,859,930.00	2,439,930.00	-	(2,439,930.00)	5,022,173.86
MARCH	25,000.00	420,000.00	2,529,931.04	2,974,931.04	-	(2,974,931.04)	3,088,893.86
APRIL	25,000.00	4,000,000.00	1,829,927.86	5,854,927.86	-	(5,854,927.86)	1,897,173.86
MAY	25,000.00	455,000.00	1,850,729.92	2,330,729.92	-	(2,330,729.92)	1,897,173.86
JUNE	25,000.00	455,000.00	1,355,121.24	1,835,121.24	-	(1,835,121.24)	1,897,173.86

JULY	25,000.00	850,000.00	2,349,932.82	3,224,932.82	-	(3,224,932.82)	1,897,173.86
AUGUST	25,000.00	930,000.00	1,749,927.20	2,704,927.20	-	(2,704,927.20)	1,897,173.86
SEPTEMBER	25,000.00	850,000.00	2,407,952.24	3,282,952.24	-	(3,282,952.24)	1,897,173.86
OCTOBER	25,000.00	850,000.00	1,719,909.90	2,594,909.90	-	(2,594,909.90)	1,897,173.86
NOVEMBER	25,000.00	850,000.00	2,249,827.64	3,124,827.64	-	(3,124,827.64)	1,897,173.86
DECEMBER	25,000.00	725,000.00	1,610,071.20	2,360,071.20	-	(2,360,071.20)	1,897,173.86
TOTAL	300,000.00	11,495,000.00	24,542,261.25	36,337,261.25	-	(36,337,261.25)	26,181,594.86

NOTE 32 : OVERHEAD COST

			2021			2020
S/N	HEAD	EXPENDITURE CENTRE	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	12500100100	ADMIN	18,976,000.00	23,500,000.00	4,524,000.00	40,855,404.89
2	22000100100	FINANCE & SUPPLY	18,014,398.55	20,900,000.00	2,885,601.45	3,853,176.13
3	22000300100	PLANNING AND BUDGET	7,876,090.00	3,950,000.00	(3,926,090.00)	997,476.13
4	52100100100	MEDICAL & HEALTH	7,778,492.00	4,000,700.00	(3,777,792.00)	622,476.13
5	53500100100	ENVIRONMENTAL	7,618,981.00	4,550,000.00	(3,068,981.00)	882,476.13
6	050510030010	COMMUNITY DEVELOPMENT	7,778,780.00	3,400,000.00	(4,378,780.00)	1,472,476.13
7	23400100100	WORKS & HOUSING	8,876,214.07	3,750,500.00	(5,125,714.07)	3,607,426.13
8	21500100100	AGRICULTURE & NATURAL RESOURCE	7,631,480.00	3,510,500.00	(4,120,980.00)	13,086,476.19
9	011100100100	POLITICAL	12,576,250.00	12,950,000.00	373,750.00	1,744,954.29
		TOTAL	97,126,685.62	80,511,700.00	(16,614,985.62)	67,122,342.15

NOTE 37**DEPRECIATION CHARGE**

S/N	BUILDING`	AMOUNT(N)
1	BUILDING	27,070,594.86
2	PLANT MOTOR	9,697,686.74
3	ROAD INFRANTRUCTURE	2,986,200.68
4	OFFICE EQUIPMENT	329,050.00
	TOTAL	40,083,532.27

NOTE 38

TRANSFER TO OTHER GOVT AGENCY

							2021			2020
MONTHS	PRIMARY SCHOOL TEACHERS	SUBEB OVERHEAD	GRATUITY/PENSION FUND	SUBVENTI ON TO PARASTATAL (LGSC & OTHERS)	SECURITY FUND TO STATE	PEACE CORP	ACTUAL	BUDEGT	VARIANCE	ACTUAL
JANUARY	35,098,687.80	435,000.00	32,286,428.45	2,381,774.19	700,000.00	1,200,000.00	72,101,890.44	86,000,750.77	13,898,860.33	67,451,813.41
FEBRUARY	37,290,714.83	435,000.00	32,463,977.77	2,422,026.05	700,000.00	1,200,000.00	74,511,718.65	87,500,000.00	12,988,281.35	68,254,972.24
MARCH	30,075,361.00	-	32,275,370.88	2,881,166.07	700,000.00	1,200,000.00	67,131,897.95	88,950,000.00	21,818,102.05	48,846,505.76
APRIL	36,696,078.29	217,500.00	33,197,461.09	2,496,505.57	700,000.00	1,200,000.00	74,507,544.95	86,650,639.30	12,143,094.35	66,603,295.82
MAY	38,746,401.87	217,500.00	36,129,411.34	2,622,255.10	700,000.00	1,200,000.00	79,615,568.31	89,005,050.00	9,389,481.69	64,314,430.94
JUNE	37,814,860.83	217,500.00	34,818,524.44	3,149,220.59	700,000.00	1,200,000.00	77,900,105.86	89,069,499.01	11,169,393.15	60,001,558.70
JULY	51,987,506.69	217,500.00	35,894,689.18	2,565,868.99	700,000.00	1,200,000.00	92,565,564.86	104,550,000.68	11,984,435.82	81,806,955.47
AUGUST	57,017,836.69	217,500.00	33,465,012.88	2,498,646.87	700,000.00	1,200,000.00	95,098,996.44	106,345,950.00	11,246,953.56	80,251,522.28
SEPTEMBER	53,150,021.23	435,000.00	31,960,535.90	3,169,220.50	700,000.00	1,200,000.00	90,614,777.63	126,792,789.00	36,178,011.37	82,012,363.17
OCTOBER	53,850,607.67	435,000.00	35,466,466.50	2,614,658.60	700,000.00	1,200,000.00	94,266,732.77	127,590,999.54	33,324,266.77	82,049,692.21
NOVEMBER	55,212,711.56	435,000.00	36,566,859.29	2,293,152.70	700,000.00	1,200,000.00	96,407,723.55	133,525,000.00	37,117,276.45	64,478,786.88
DECEMBER	101,424,002.62	435,000.00	33,335,708.28	2,301,209.02	700,000.00	1,200,000.00	139,395,919.92	162,070,000.00	22,674,080.08	64,193,282.47
TOTAL	588,364,791.08	3,697,500.00	407,860,446.00	31,395,704.25	8,400,000.00	14,400,000.00	1,054,118,441.33	1,288,050,678.30	233,932,236.97	830,265,179.35

NOTE 40**ALLOWANCE**

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
LEAVE BONUS	10,316,634.18	11,500,000.00	1,183,365.82	-
TOTAL	10,316,634.18	11,500,000.00	1,183,365.82	-

NOTE 58**PURCHASE OF ASSETS**

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
LAND AND BUILDING	133,827,869.41	145,950,250.95	12,122,381.54	15,200,417.68
OFFIC EQUIPMENT	1,316,200.00	25,098,869.82	23,782,669.82	9,850,119.60
INFRASTRUCTURE	5,381,188.04	78,950,879.23	73,569,691.19	2,507,880.40
TOTAL	140,525,257.45	250,000,000.00	109,474,742.55	27,558,417.68

NOTES 66**BAILOUT REPAYMENT**

		2021			2020
S/N	MONTHS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	JANUARY	489,522.80	550,000.00	60,477.20	491,507.60
2	FEBRUARY	489,522.80	550,000.00	60,477.20	491,507.60
3	MARCH	-	-	-	491,507.60
4	APRIL	-	-	-	491,507.60
5	MAY	489,522.80	550,000.00	60,477.20	491,507.60
6	JUNE	489,522.80	550,000.00	60,477.20	491,507.60
7	JULY	489,522.80	550,000.00	60,477.20	491,507.60
8	AUGUST	489,522.80	550,000.00	60,477.20	491,507.60
9	SEPTEMBER	489,522.80	550,000.00	60,477.20	491,507.60
10	OCTOBER	489,522.80	550,000.00	60,477.20	491,507.60
11	NOVEMBER	489,522.80	550,000.00	60,477.20	491,507.60
12	DECEMBER	489,522.80	550,000.00	60,477.20	491,507.62
	TOTAL	4,895,228.00	5,500,000.00	604,772.00	5,898,091.22

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE

ACCOUNTS OF IKOLE LOCAL GOVERNMENT,

IKOLE-EKITI

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Ikole Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.



7/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF IKOLE LOCAL GOVERNMENT, IKOLE-EKITI FOR THE YEAR
ENDED 31ST DECEMBER, 2021.**

The General Purpose Financial Statements of Ikole Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively, section 26(2) of Ekiti State Audit Law, 2014 and section 32(2) of the Local Government Administration Law No 2 of 1999,. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Ikole Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. BASIS OF OPINION

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. OPINION

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31st December, 2021 subject to the observations and comments in the other parts of this report.

7. BUDGET OVERVIEW AND PERFORMANCE

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2021 budget recorded a performance of 71.82%. That is, an estimate was made for N2,887,510,000.00, while actual Revenue recorded stood at N2,073,925,271.41. Equally, the actual IGR of N14,046,956.93 represents

only 0.68% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of N2,291,010,000.00 only was budgeted for expenditure but only N2,068,227,602.99 was actually incurred, resulting to a saving of N222,782,397.01 for the period.

8. **REVENUE ACCOUNT**

A total sum of N2,073,925,271.41 was earned as total Revenue as at 31st December, 2021 out of which only 0.68% (14,046,956.93) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of 17.87% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2021.

9. **AUTHORITY FOR EXPENDITURE**

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10, of this report.

10. **INFRACTIONS DURING THE YEAR:**

The following expenditure appears to be contrary to Law.

S/N	QUERY NO	SUBJECT	AMOUNT (₦)
1	AUD/IKLG/AQ/01/2021	Unproduced Revenue Earning Receipt	Assorted
2	AUD/IKLG/AQ/02/2021	Expenditure Contrary To Regulation	782,000.00
3	AUD/IKLG/AQ/03/2021	Unretired Expenditure	2,298,000.00
4	AUD/IKLG/AQ/04/2021	Unaudited Expenditure	1,102,000.00
5	AUD/IKLG/AQ/05/2021	Items Not Taken on Store Ledger Change	1,683,300.00
6	AUD/IKLG/AQ/06/2021	Unvouched Expenditure	609,013.85
7	AUD/IKLG/AQ/07/2021	Unproduced Payment Voucher	480,000.00
	TOTAL		7,926,334.63

These queries and other infractions noted on Local Government accounts during the financial year had been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. DISALLOWANCE

Allowance had been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

13. STATE OF ACCOUNT

The Accounts of Ikole Local Government had been examined up to 31st December, 2021 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ikole Local Government, Ikole-Ekiti. Particular attention is required to the followings:

- (i) Cash books and subsidiary ledgers
- (ii) Attendance to Audit Query
- (iii) Loan Register
- (iv) Internal Generated Revenue
- (v) Capital Accounts

14. RECEIPTS FROM JAAC: It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.

15. OUTSTANDING MATTERS FROM PREVIOUS REPORTS

The following matters remained outstanding from my previous report

a) Loss of Fund (IGR) Involving Mr. Omole M.A. & Mrs Rufai M.A (2015)

N1,111,000.00

LOCAL GOVERNMENT	YEAR	AMOUNT OF LOSS (N)	AMOUNT RECOVERED (N)	BALANCE (N)	OFFICIALS INVOLVED
Ikole	2015	1,111,000.00	-	1,111,000.00	Mr. Omole M.A. & Mrs. Rufai M. A.

S/N	DETAILS	NAMES OF AFFECTED OFFICERS	YEAR	AMOUNT (N)	REMARKS
B	Unretired security vote	Hon. (Mrs.) Abiola Olukayode		5,300,000.00	Not Retired
C	Unproduced revenue receipts	Mr. Afolabi Tunde	2020	3 Booklets	01101-01050 80975-81000 192151-192200


7/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

IKOLE LOCAL GOVERNMENT

Your Ref. No. _____

Further Communications should be
addressed to the chairman quoting

Our Ref. No. _____



...Ijoba Ibile Ológo

Local Government Secretariat
P.M.B 5013, Ikole-Ekiti
030-440162
030-440020

Date _____

RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance Ikole Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ikole Local Government as at the year ended 31st December, 2021.

Hon. Sola Olominu,
Executive Chairman.

Mr. Olawumi Jacob
Director of Finance.

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS were:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local Government. The items in the Statements were cross referenced to any related information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost

convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFM. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- (i) Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria were met in accordance to **IPSAS 23**.
- (ii) Revenue from exchange transactions was recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and

grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- (i) Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.
- (ii) Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.
- (iii) Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and were reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables was established when there was objective evidence that the Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) INVENTORIES (IPSAS 12).

Inventories were valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method. Those held for distribution for public benefit purposes were recorded at cost, adjusted where applicable for any loss of services potential and were reported under Current Assets in the Statement of Financial Position.

(17) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses. Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(18) INVESTMENT PROPERTY (IPSAS 16)

These were cost generating property owned by the Local Government. The cost, capitalisation depreciation and impairment were same with PPE, but was reported separately in the Statement of Financial Position.

(19) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years
Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless

of the day of the month the transactions were carried out.

(20) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(21) RESERVES

Reserves were classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(22) BORROWINGS.

Borrowings were recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(23) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(24) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and all monetary benefits) using the cost of service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(25) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

(26) BIOLOGICAL ASSETS (IPSAS 27).

IPSAS 27 requires Biological assets to be measured at fair value less cost of disposal at initial recognition and at each reporting date, except where the fair value cannot be determined reliably, the affected Local Governments could not reliably determine fair value less cost to sell.

IKOLE LOCAL GOVERNMENT, IKOLE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N	Represented By:		N	₦
	ASSETS			
	Current Assets			
7,747,667.77	Cash and cash Equivalents	1	13,445,336.19	
254,203.00	Inventories	2	341,525.00	
38,107,950.88	WIP	3		
376,125,466.07	Receivables	4	245,539,069.75	
	Prepayments	5		
422,235,287.72	Total Current Assets			259,325,930.94
	Non-Current Assets			
	Loans Granted	6		
	Investments	7		
436,392,760.00	Fixed Assets-Property, Plant & Equipment	8	417,612,669.37	
6,790,000.00	Investment Property	9	6,586,300.00	
5,000,000.00	Biological Assets	10	5,000,000.00	
448,182,760.00	Total Non-Current Assets			429,198,969.37
870,418,047.72	Total Assets			688,524,900.31
	LIABILITIES			
	Current Liabilities			
18,484,138.00	Accumulated Depreciation	11		
	Loans & Debts(Short-Term)	12		
	Unremitted Deductions	13		
531,885,172.63	Payables	14	331,690,917.12	
550,369,310.63	Total Current Liabilities		331,690,917.12	
	Non-Current Liabilities			
	Public Funds	15		
86,505,337.82	Borrowings	16	81,259,294.74	
86,505,337.82	Total Non-Current Liabilities		81,259,294.74	
636,874,648.45	Total Liabilities			412,950,211.86
233,543,399.27	Net Asset/Equity			275,574,688.45
	Financed By:			
21,656,205.73	Reserves	17		71,727,574.12
	Capital Grant	18		
	Net Surpluses/(Deficits)	19		
211,887,193.54	Accumulated Surplus/(Deficits)	20		203,847,114.33
233,543,399.27	Total Net Assets/Equity			275,574,688.45

IKOLE LOCAL GOVERNMENT, IKOLE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	Actual 2021
₦	<u>REVENUE</u>		₦
1,482,196,541.26	Government Share of FAAC (Statutory Revenue)	21	2,059,878,314.48
3,053,041.84	Tax Revenue	22	670,256.93
8,864,100.00	Non-Tax Revenue	23	13,376,700.00
	Aid & Grants	24	
	Investment Income	25	
	Expenditure Recovery	26	
	Other Capital Receipts	27	
	Debt Forgiveness	28	
1,494,113,683.10	Total Revenue		2,073,925,271.41
	<u>EXPENDITURE</u>		
447,045,829.24	Salaries & Wages	29	834,804,619.98
47,785,496.00	Social Contribution	30	10,395,357.01
10,859,121.71	Social Benefit	31	6,697,501.13
65,448,777.60	Overhead Cost	32	83,981,355.00
	Gratuity	33	
	Pension Allowance	34	
	Stationeries	35	
	Impairment Charges	36	
24,670,690.00	Depreciation Charges	37	23,425,503.38
893,815,968.86	Transfer to other Government Entities	38	1,100,548,514.12
	Public Debt Charges	39	
12,908,127.62	Allowance	40	22,112,500.00
1,502,534,011.03	Total Expenditure		2,081,761,650.62
-8,420,327.93	Surplus/(Deficit) from Operating Activities for the Period		-8,040,079.21
	Total Non-Operating Revenue/(Expenses)		
	Non-Operating Activities		
	Gain/Loss on Disposal of Asset	41	
	Refunded Revenue	42	
	Revaluation Gain	43	
	Net Surplus/(Deficit) from Ordinary Activities		
	Surplus/(Deficit) from Ordinary Activities		
	Purchase of PPE	44	
	Minority Interest Share of Surplus/(Deficits)	45	
-8,420,327.93	Surplus/Deficit for the year		

IKOLE LOCAL GOVERNMENT, IKOLE-EKITI, EKITI STATE, NIGERIA

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
1,482,196,541.26	Government Share of FAAC (Statutory Revenue)	21	2,059,878,314.48	
3,053,041.84	Tax Revenue	22	670,256.93	
8,864,100.00	Non-Tax Revenue	23	13,376,700.00	
	Aid & Grants	24		
	Investment Income	25		
	Expenditure Recovery	26		
	Other Capital Receipts	27		
	Debt Forgiveness	28		
1,494,113,683.10	Total inflow from operating Activities			2,073,925,271.41
	<u>Outflows</u>			
447,045,829.24	Salaries & Wages	29	834,804,619.98	
47,785,496.00	Social Contributions	30	10,395,357.01	
10,859,121.71	Social Benefit	31	6,697,501.13	
65,448,777.60	Overheads Cost	32	83,981,355.00	
	Gratuity	33		
	Pension Allowance	34		
893,815,968.86	Transfer to other Government Entities	38	1,100,548,514.12	
12,908,127.62	Allowance (Leave Bonus)	40	22,112,500.00	
	Deductions	49		
	Refund	50		
	Inventory	51		
	Loan	52		
1,477,863,321.03	Total Outflow from Operating Activities			2,058,539,847.24
16,250,362.07	Net Cash Inflow/(outflow) from Operating Activities			15,385,424.17
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
	Proceeds from Sale of PPE	53		
	Proceeds from Sale of Investment Property	54		

	Proceeds from Sales of Intangible Assets	55		
	Proceeds from Sale of Investment Dividends Received	56 57		
	Total Inflow			
	Outflows			
-	Purchase/ Construction of PPE	58	4,441,712.75	
-	Purchase/ Construction OF Investment Property	59		
	Investment in Private Companies	60		
-	Loan Granted	61		
-	Purchase of Intangible Assets	62		
-	Acquisition of Investment	63		
-	Total Outflow		4,441,712.75	
-	Net Cash Flow from Investing Activities			-4,441,712.75
0.00	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
-	Capital Grant Received	64		
	Proceeds from Borrowings	65		
	Total Inflow			
	Outflows			
5,898,091.22	Repayment of Borrowings	66	5,246,043.00	
	Distribution of Surplus/Dividends Paid	67		
	Total Outflow		5,246,043.00	
-5,898,091.22	Net Cash Flow from Financing Activities			-5,246,043.00
10,352,270.85	Net Cash Flow from all Activities			5,697,668.42
-2,604,603.08	Cash and Its Equivalent as at 01/01/2021			7,747,667.77
7,747,667.77	Cash and Its Equivalent as at 31/12/2021	1		13,445,336.19

IKOLE LOCAL GOVERNMENT, IKOLE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED
31ST DECEMBER, 2021

2020		Notes	Actual 2021	Final Budget 2021	Variance on Final Budget
N			N	N	N
	<u>REVENUE</u>				
1,482,196,541.26	Government Share of FAAC (Statutory Revenue)	21	2,059,878,314.48	2,857,510,000.00	-27.91
3,053,041.84	Tax Revenue	22	670,256.93	3,140,000.00	-78.65
8,864,100.00	Non-Tax Revenue	23	13,376,700.00	26,860,000.00	-50.20
	Aid & Grants	24			
	Investment Income	25			
	Expenditure Recovery	26			
	Other Capital Receipts	27			
	Debt Forgiveness	28			
1,494,113,683.10	Total Revenue		2,073,925,271.41	2,887,510,000.00	-156.77
	<u>EXPENDITURE</u>				
447,045,829.24	Salaries & Wages	29	834,804,619.98	957,446,735.60	12.81
47,785,496.00	Social Contribution	30	10,395,357.01	25,000,000.00	58.42
10,859,121.71	Social Benefit	31	6,697,501.13	167,000,000.00	95.99
65,448,777.60	Overhead Cost	32	83,981,355.00	100,000,000.00	16.02
	Gratuity	33			
	Pension Allowance	34			
	Stationeries	35			
	Impairment Charges	36			
	Depreciation Charges	37			
893,815,968.86	Transfer to other Government Entities	38	1,100,110,189.21	1,005,063,265.00	-9.36
	Public Debt Charges	39			
12,908,127.62	Allowance	40	22,112,500.00	30,000,000.00	26.29
-	Purchases of Assets	58	4,441,712.75		-100.00
-	Acquisition of Investment	63			
5,898,091.22	Repayment of Borrowing	66	5,246,043.00	6,500,000.00	19.29
1,483,761,412.25	Total Expenditure		2,068,227,602.99	2,291,010,000.00	119.32
10,352,270.85	Surplus/(Deficit) from Operating Activities for the Period		5,697,668.42	596,499,999.40	-276.09

IKOLE LOCAL GOVERNMENT, IKOLE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE
YEAR ENDED 31ST DECEMBER, 2021

S/N	NARRATION	ACCUMULATED SURPLUS/DEFICIT	RESERVE	CAPITAL GRANT	TOTAL
1	Opening Balance (1/1/2021)	211,887,193.54	21,656,205.73	-	233,543,399.27
2	Surplus for the period	-7,836,379.21			-7,836,379.21
3	Grant for the year				
4	Adjustment for the period		49,867,668.39		49,867,668.39
	Closing Balance (31/12/2021)	204,050,814.33	71,523,874.12		275,574,688.45

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEUDLE FOR THE YEAR 2021
NOTE 8, 37 & 58

DETAILS	LAND AND BUILDING	INFRASTRUC TURE	MOTOR VEHICLES	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL
Rate of Depreciation	3%	3%	20%	10%	20%	25%	20%	N
Balance B/F as at 1/1/2021	293,910,000.00	77,600,000.00	-	18,000,000.00	24,425,760.00	12,257,000.00	10,200,000.00	436,392,760.00
Acquisition/Asset recognized during the year (58)	3,536,712.75	0.00	00	00	00	0.00	905,000.00	4,441,712.75
Total	297,446,712.75	77,600,000.00	-	18,000,000.00	24,425,760.00	12,257,000.00	11,105,000.00	440,834,472.75
Disposal during the year	0.00	0.00		0.00	0.00	0.00	0.00	-
Balance 31/12/2021	297,446,712.75	77,600,000.00	-	18,000,000.00	24,425,760.00	12,257,000.00	11,105,000.00	440,834,472.75
Accumulated Depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Current Year Charge (N37)	8,923,401.38	2,328,000.00	0.00	1,800,000.00	4,885,152.00	3,064,250.00	2,221,000.00	23,221,803.38
Depreciation on Disposal	0.00	-	-	-	-	-	-	-
NBV AS AT 31/12/2021	288,523,311.37	75,272,000.00	0.00	16,200,000.00	19,540,608.00	9,192,750.00	8,884,000.00	417,612,669.37

NOTE 1**CASH AND CASH EQUIVALENT FOR YEAR 2021**

S/N	DETAILS	ACCOUNT NUMBER	PURPOSE	AMOUNT (N)
1	EK-RELIABLE MICRO-FINANCE	1100085141	IGR	62,669.82
2	FIRST BANK	2008900045	SALARY	13,375,537.02
3	WEMA BANK	1200775989	MAIN CAPITAL	7,129.35
		TOTAL		13,445,336.19

NOTE 2**INVENTORIES**

RECEIPT	NO OF RECEIPT	UNITS COST (N)	TOTAL
Treasury receipt (TR)	28	800	22,400.00
Flat rate	35	1000	35,000.00
Market Receipt (A)	100	400	40,000.00
(B)	100	600	60,000.00
GRR	10	800	8,000.00
Identification (A)	10	5550	55,500.00
(B)	4	7500	30,000.00
Sticker	625	145	90,625.00
Total			341,525.00

NOTE 4**RECEIVABLES**

bal b/f	376,125,466.07
less: Rec	<u>170,774,204.57</u>
	205,351,261.50
Add: Receivable for the year	<u>40,187,808.25</u>
	245,539,069.75
	=====

NOTE 9**INVESTMENT PROPERTY**

DETAILS	AMOUNT (N)
LOCK UP SHOP	6,790,000.00
LESS DEPRECIATION (3%)	203,700.00
TOTAL	6,586,300.00

NOTE 10**BIOLOGICAL ASSETS**

S/N	DETAILS	AMOUNT (N)
1	TEAK PLANTATION	5,000,000.00
		5,000,000.00

PAYABLES FOR YEAR 2021**NOTE 14**

YEAR 2021		AMOUNT (N)
OPENING BALANCE		531,885,172.63
Less: Payments during the year		(201,351,621.36)
		330,533,551.27
Add: Payables for the year		1,157,365.85
Total		331,690,917.12

NOTE 16**BORROWINGS (BAILOUT)**

DETAILS	AMOUNT (N)	AMOUNT (N)
Balance b/f	86,505,337.82	
Less: repayment during the year	5,246,043.08	
TOTAL		81,259,294.74

NOTE 21**GOVERNMENT SHARE OF FAAC (STATUTORY REVENUE)**

			2021		2020
S/N	MONTH	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	January	148,784,363.17	154,107,857.14	(5,323,493.97)	135,376,701.59
2	February	157,261,623.87	182,250,235.95	(24,988,612.08)	156,128,795.23
3	March	128,410,872.13	216,501,111.11	(88,090,238.98)	128,909,494.98
4	April	144,513,773.41	220,575,000.00	(76,061,226.59)	124,413,562.72
5	May	157,263,471.50	238,125,833.33	(80,862,361.83)	122,443,846.93
6	June	163,684,992.66	200,944,997.97	(37,260,005.31)	120,773,131.66
7	July	177,357,516.40	265,550,000.00	(88,192,483.60)	118,712,910.89
8	August	180,194,656.70	280,215,714.29	(100,021,057.59)	164,576,771.93
9	September	168,583,487.49	257,188,750.00	(88,605,262.51)	125,849,048.75
10	October	178,249,076.48	264,500,000.00	(86,250,923.52)	128,575,324.99
11	November	175,456,729.15	267,050,000.00	(91,593,270.85)	72,807,649.18
12	December	280,117,751.52	310,500,500.21	(30,382,748.69)	83,629,302.41
	TOTAL	2,059,878,314.48	2,857,510,000.00	(797,631,685.52)	1,482,196,541.26

NOTE 22**TAX REVENUE**

S/N	PARTICULARS	CODE	2021			2020
			ACTUAL	BUDGET	VARIANCE	ACTUAL
1	TENEMENT RATE	1220904	270,250.00	328,500.00	(58,250.00)	1,376,150.00
2	FLAT RATE	12010101	182,500.00	253,500.12	(71,000.12)	205,700.00
3	2.5% LOCAL RATE CONTRACT	1210201	217,506.93	2,557,999.88	(2,340,492.95)	1,471,191.84
	TOTAL		670,256.93	3,140,000.00	(2,469,743.07)	3,053,041.84

NOTE 23**NON-TAX REVENUE**

S/N	PARTICULARS	CODE	2021			2020
			ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Attestation	12020419	3,979,000.00	5,750,000.00	(1,771,000.00)	1,858,400.00
2	Loading/Offloading	12020110	2,378,000.00	5,650,000.00	(3,272,000.00)	1,778,900.00
3	Cattle Permit	12020704	73,900.00	495,000.00	(421,100.00)	34,800.00
4	Registration of Association	12020109	148,000.00	400,000.00	(252,000.00)	121,000.00
5	Naming of Street	12020453	60,000.00	550,500.00	(490,500.00)	256,500.00
6	Birth/Death Certificate	12020443	443,500.00	2,505,000.00	(2,061,500.00)	319,600.00
7	Pure Water Registration	12020449	150,000.00	275,000.00	(125,000.00)	-
8	Mobile Advert	12020711	170,000.00	450,000.00	(280,000.00)	99,800.00
9	Hawkers Permit	12020120	557,600.00	850,500.00	(292,900.00)	89,500.00
10	Liquor License	12020131	49,500.00	87,000.00	(37,500.00)	100,000.00
11	Sticker	12020137	22,100.00	75,550.00	(53,450.00)	-
12	Squaters Fees	12020701	1,133,950.00	1,850,000.00	(716,050.00)	1,065,900.00
13	Marriage/Divorse Fees	12020418	1,796,000.00	2,550,000.00	(754,000.00)	1,316,000.00
14	Rent	12020803	1,931,000.00	3,507,500.00	(1,576,500.00)	868,200.00
15	Hackney Permit	12020454	91,650.00	252,500.00	(160,850.00)	561,500.00
16	Application Fe	12020453	11,000.00	55,700.00	(44,700.00)	-
17	Refunds	12021006	70,000.00	100,000.00	(30,000.00)	-
18	Environmental Impact	12020431	209,000.00	450,000.00	(241,000.00)	12,500.00
19	Proceeds from sales of Farm Produce	12020609	102,500.00	1,005,750.00	(903,250.00)	381,500.00
	TOTAL		13,376,700.00	26,860,000.00	(13,483,300.00)	8,864,100.00

EXPENDITURE**NOTE 29****SALARIES AND WAGES**

S/N	DETAIL	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	LG Workers' Salary	733,634,063.65	812,575,085.56	78,941,021.91	400,644,747.54
2	Political Office Holders'	101,170,556.33	144,871,650.04	43,701,093.71	46,401,081.70
	TOTAL	834,804,619.98	957,446,735.60	122,642,115.62	447,045,829.24

NOTE 30**SOCIAL CONTRIBUTIONS**

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Court Judgement Debts	741,169.96	2,150,950.00	1,409,780.04	
2	Verification Fund	2,079,740.96	2,743,100.00	663,359.04	2,036,068.65
3	Road Verges	2,256,885.26	8,650,000.00	6,393,114.74	15,725,000.39
4	SDG Counterpart Contribution	50,000.00	550,000.00	500,000.00	15,572,116.05
5	Committee on Creation of LCDA	2,958,295.42	6,050,950.00	3,092,654.58	12,650,020.81
6	MTEF Budget Preparation	1,984,265.41	2,005,000.00	20,734.59	1,802,290.10
7	Ekiti Sport Festival & NIFEST	325,000.00	2,850,000.00	2,525,000.00	-
	TOTAL	10,395,357.01	25,000,000.00	14,604,642.99	47,785,496.00

NOTE 31**SOCIAL BENEFIT**

S/N	DETAIL	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Christmas Gift	1,208,759.50	20,650,000.00	19,441,240.50	1,000,000.00
2	Purchase of Monitoring Vehicle	1,897,766.32	63,850,000.00	61,952,233.68	5,012,500.00
3	Tenement Rate	1,590,975.31	48,580,650.00	46,989,674.69	1,096,621.71
4	Salah Gift	1,200,000.00	20,868,850.00	19,668,850.00	1,500,000.00
5	Armed Force Remeberance day	500,000.00	7,500,500.00	7,000,500.00	1,750,000.00
6	Stipends to Iyaloja	300,000.00	5,550,000.00	5,250,000.00	500,000.00
	TOTAL	6,697,501.13	167,000,000.00	160,302,498.87	10,859,121.71

NOTE 32**OVERHEAD COST**

S/N	PARTICULARS	CODE	2021			2020
			ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Transport & Travelling General	220201	28,856,080.00	33,750,000.00	4,893,920.00	22,087,500.00
2	Utilities General	220202	1,519,700.00	3,525,000.00	2,005,300.00	1,000,000.00
3	Materials & Supplies General	220203	3,392,625.00	6,005,000.00	2,612,375.00	2,650,950.00
4	Maintenance General	220204	4,312,700.00	5,000,000.00	687,300.00	2,500,027.60
5	Training General	210202	2,725,000.00	2,950,000.00	225,000.00	2,914,750.00
6	Other Services General	220206	15,575,250.00	18,552,050.00	2,976,800.00	12,540,000.00
7	Fuel & Lubricant	220208	1,750,000.00	3,067,950.00	1,317,950.00	1,250,550.00
8	Miscellaneous Expenses General	220210	19,350,000.00	20,075,000.00	725,000.00	15,005,000.00
9	Local Grant & Contribution	220211	6,500,000.00	7,075,000.00	575,000.00	5,500,000.00
	TOTAL		83,981,355.00	100,000,000.00	16,018,645.00	65,448,777.60

NOTE 37**DEPRECIATION CHARGE**

S/N	BUILDING`	AMOUNT(N)
1	PP & E	23,221,803.38
2	INVESTMENT PROPERTY	203,700.00
	TOTAL	23,425,503.38

NOTE 38**TRANSFER TO OTHER GOVERNMENT ENTITIES**

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Primary Education Fund/Enrolments (SUBEB)	551,208,507.57	462,508,500.98	(88,700,006.59)	340,671,498.12
2	Traditional Councils Allocation	59,589,838.48	60,955,500.00	1,365,661.52	57,389,140.15
3	Pension & Gratuity	448,528,043.02	440,527,814.93	(8,000,228.09)	452,288,145.93
4	Local Govt. Parastatals/Agencies	18,422,125.05	18,571,449.09	149,324.04	20,627,184.66
5	Running Grants' Peace Corps	14,400,000.00	15,000,000.00	600,000.00	14,440,000.00
6	Security Fund	8,400,000.00	7,500,000.00	(900,000.00)	8,400,000.00
	TOTAL	1,100,548,514.12	1,005,063,265.00	(95,485,249.12)	893,815,968.86

ALLOWANCES**NOTE 40**

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Leave Bonus	-	5,900,000.00	5,900,000.00	4,375,000.00
2	Leave Bonus (Political Office Holder)	-	4,794,540.00	4,794,540.00	-
3	Severance Allowance (Political Office Holder)	-	1,305,460.00	1,305,460.00	250,000.00
4	Furniture Allowance (Political Office Holder)	22,112,500.00	18,000,000.00	(4,112,500.00)	8,283,127.62
	TOTAL	22,112,500.00	30,000,000.00	7,887,500.00	12,908,127.62

NOTE 58**PURCHASES ASSETS**

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
	LAND AND BUILDING	3,536,712.75	-	(3,536,712.75)	-
	FURNITURE AND FITTING	905,000.00	-	(905,000.00)	-
	TOTAL	4,441,712.75	-	(4,441,712.75)	-

NOTE 66**REPAYMENT OF BORROWING**

S/N	MONTH	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Janaury	524,604.30	650,000.00	125,395.70	491,507.60
2	February	524,604.30	650,000.00	125,395.70	491,507.60
3	March	-	-	-	491,507.60
4	April	-	-	-	491,507.60
5	May	524,604.30	650,000.00	125,395.70	491,507.60
6	June	524,604.30	650,000.00	125,395.70	491,507.60
7	July	524,604.30	650,000.00	125,395.70	491,507.60
8	August	524,604.30	650,000.00	125,395.70	491,507.60
9	September	524,604.30	650,000.00	125,395.70	491,507.60
10	October	524,604.30	650,000.00	125,395.70	491,507.60
11	November	524,604.30	650,000.00	125,395.70	491,507.60
12	December	524,604.30	650,000.00	125,395.70	491,507.62
	Total	5,246,043.00	6,500,000.00	1,253,957.00	5,898,091.22

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE

ACCOUNTS OF ILEJEMEJE LOCAL GOVERNMENT,

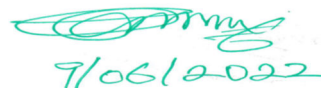
EDA-ONIYO EKITI

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Ilejemeje Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.



A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF ILEJEMEJE LOCAL GOVERNMENT, IYE-EKITI FOR THE YEAR
ENDED 31ST DECEMBER, 2021.**

The General Purpose Financial Statements of Ilejemeje Local Government have been examined in accordance with, sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively, section 26(2) of Ekiti State Audit Law, 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Ijero Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. BASIS OF OPINION

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. OPINION

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31st December, 2021 subject to the observations and comments in the other parts of this report.

7. BUDGET OVERVIEW AND PERFORMANCE

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2021 budget recorded a performance of 91.72%. That is, an estimate was made for N1,332,311,315.79 while actual Revenue recorded stood at N1,221,979,362.99 . Equally, the actual IGR of N4,103,003.57 represents only 0.34% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.
- ii. The sum of N1,322,369,291.05 only was budgeted for expenditure but only N1,218,663,269.46 was actually incurred, resulting to a saving of N103,706,021.59 for the period.

8. **REVENUE ACCOUNT**

A total sum of N1,221,979,362.99 was earned as total Revenue as at 31st December, 2021 out of which only 0.34%(N4,103,003.57) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a savings of 85.23% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2021.

9. **AUTHORITY FOR EXPENDITURE**

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10, of this report.

10. **INFRACTIONS DURING THE YEAR:**

The following expenditure appears to be contrary to Law.

S/N	QUERY NO	SUBJECT	AMOUNT (N)
1	AUD/ILLG/AQ/01/2021	Unproduced Revenue Earning Receipts	Assorted
2	AUD/ILLG/AQ/02/2021	Expenditure not supported with proper Records of Accounts	525,000.00

3	AUD/ILLG/AQ/03/2021	Items not taken on Store Ledger charge	955,000.00
4	AUD/ILLG/AQ/04/2021	Expenditure not Accounted for	2,974,801.97
5	AUD/ILLG/AQ/05/2021	Unreceipted Expenditure	471,000.00
		Total	4,925,801.97

These queries and other infractions noted on Local Government accounts during the financial year had been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. **DISALLOWANCE**

Allowance had been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

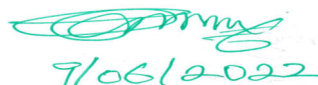
13. **STATE OF ACCOUNT**

The Accounts of Ilejemeje Local Government had been examined up to 31st December, 2021 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ilejemeje Local Government, Iye-Ekiti. Particular attention is required to the followings:

- (i) Response to Audit Queries
- (ii) Expenditure Contrary to Regulations
- (iii) Internally Generated Revenue

- (iv) Unproduced Revenue Receipts
- (v) Outstanding matters from the previous reports
- (vi) Fixed Asset Register

14. **RECEIPTS FROM JAAC:** It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.



9/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278



ILEJEMEJE LOCAL GOVERNMENT

..... Department

Your Ref: _____
All Correspondence should be addressed
to the Chairman
Our Ref: _____

P.M.B. 001
Eda-Oniyo Ekiti,
Ekiti State,
Nigeria.

Date: _____

RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance Ilejemeje Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ilejemeje Local Government as at the year ended 31st December, 2021.

07/03/2022

Hon. Osadare Oloruntoba Paul,
Executive Chairman.

07/03/2022

Chief Alademomi Israel O.
Director of Finance.

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS were:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local Government. The items in the Statements were cross referenced to any related

information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFM. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- (i) Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria were met in accordance to **IPSAS 23**.
- (ii) Revenue from exchange transactions was recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- (i) Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.

- (ii) Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.
- (iii) Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and were reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables was established when there was objective evidence that the Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) INVENTORIES (IPSAS 12).

Inventories were valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method. Those held for distribution for public benefit purposes were recorded at cost, adjusted where applicable for any loss of services potential and were reported under Current Assets in the Statement of Financial Position.

(17) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses.

Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(18) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years
Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless of the day of the month the transactions were carried out.

(19) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(20) RESERVES

Reserves were classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(21) BORROWINGS.

Borrowings were recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(22) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(23) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and all monetary benefits) using the cost of service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(24) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

(25) BIOLOGICAL ASSETS (IPSAS 27).

IPSAS 27 requires Biological assets to be measured at fair value less cost of disposal at initial recognition and at each reporting date, except where the fair value cannot be determined reliably, the affected Local Governments could not reliably determine fair value less cost to sell.

ILEJEMEJE LOCAL GOVERNMENT, EDA-ONIYO EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N	Represented By:		N	₦
	<u>ASSETS</u>			
	Current Assets			
360,883.13	Cash and Cash Equivalents	1	3,676,976.66	
50,000.00	Inventories	2	50,000.00	
62,744,308.64	WIP	3		
437,767,339.59	Receivables	4	295,637,451.72	
	Prepayments	5		
500,922,531.36	Total Current Assets			299,364,428.38
	Non-Current Assets			
	Loans Granted	6		
2,200,400.00	Investments	7	2,200,400.00	
321,655,091.34	Fixed Assets-Property, Plant & Equipment	8	387,930,800.23	
	Investment Property	9		
10,000,000.00	Biological Assets	10	10,000,000.00	
333,855,491.34	Total Non-Current Assets			400,131,200.23
834,778,022.70	Total Assets			699,495,628.61
	<u>LIABILITIES</u>			
	Current Liabilities			
	Accumulated Depreciation	11		
	Loans & Debts(Short-Term)	12		
1,106,000.00	Unremitted Deductions	13		
655,986,115.84	Payables	14	519,513,426.98	
657,092,115.84	Total Current Liabilities		519,513,426.98	
	Non-Current Liabilities			
	Public Funds	15		
86,505,337.82	Borrowings	16	82,823,872.51	
86,505,337.82	Total Non-Current Liabilities		82,823,872.51	
743,597,453.66	Total Liabilities			602,337,299.49
91,180,569.04	Net Asset/Equity			97,158,329.12
	Financed By:			
71,707,083.50	Reserves	17		72,903,020.71
	Capital Grant	18		
	Net Surpluses/(Deficits)	19		
19,473,485.54	Accumulated Surplus/(Deficits)	20		24,255,308.41
91,180,569.04	Total Net Assets/Equity			97,158,329.12

ILEJEMEJE LOCAL GOVERNMENT, EDA-ONIYO EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	Actual 2021
N	<u>REVENUE</u>		N
751,004,142.11	Government Share of FAAC (Statutory Revenue)	21	1,217,876,359.42
401,229.69	Tax Revenue	22	1,938,003.57
1,813,800.00	Non-Tax Revenue	23	2,165,000.00
	Aid & Grants	24	
	Investment Income	25	
	Expenditure Recovery	26	
	Other Capital Receipts	27	
	Debt Forgiveness	28	
753,219,171.80	Total Revenue		1,221,979,362.99
	<u>EXPENDITURE</u>		
221,152,641.56	Salaries & Wages	29	537,900,753.96
17,731,200.00	Social Contribution	30	4,624,240.36
	Social Benefit	31	
39,451,268.77	Overhead Cost	32	46,676,524.77
	Gratuity	33	
	Pension Allowance	34	
	Stationeries	35	
	Impairment Charges	36	
20,613,697.11	Depreciation Charges	37	19,681,997.35
478,565,239.16	Transfer to other Government Entities	38	586,201,529.80
	Public Debt Charges	39	
	Allowance	40	22,112,500.00
777,514,046.60	Total Expenditure		1,217,197,546.24
-24,294,874.80	Surplus/(Deficit) from Operating Activities for the Period		4,781,816.75
	Total Non-Operating Revenue/(Expenses)		
	Non-Operating Activities		
	Gain/Loss on Disposal of Asset	41	
	Refunded Revenue	42	
	Revaluation Gain	43	
	Net Surplus/(Deficit) from Ordinary Activities		
	Surplus/(Deficit) from Ordinary Activities		
	Purchases/Construction of Assets	44	
	Minority Interest Share of Surplus/(Deficits)	45	
-24,294,874.80	Net surplus/(Deficit) for the year		

**ILEJEMEJE LOCAL GOVERNMENT, EDA-ONIYO EKITI, EKITI STATE,
NIGERIA
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021**

2020	DETAILS	NOTES	2021	
			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
751,004,142.11	Government Share of FAAC (Statutory Revenue)	21	1,217,876,359.42	
401,229.69	Tax Revenue	22	1,938,003.57	
1,813,800.00	Non-Tax Revenue	23	2,165,000.00	
	Aid & Grants	24		
	Expenditure Recovery	26		
	Other Capital Receipts	27		
	Debt Forgiveness	28		
753,219,171.80	Total inflow from operating Activities			1,221,979,362.99
	<u>Outflows</u>			
221,152,641.56	Salaries & Wages	29	537,900,753.96	
17,731,200.00	Social Contributions	30	4,624,240.36	
	Social Benefit	31		
39,451,268.77	Overheads Cost	32	46,676,524.77	
	Gratuity	33		
	Pension Allowance	34		
478,565,239.16	Transfer to other Government Entities	38	586,201,529.80	
	Allowance	40	22,112,500.00	
	Deductions	49		
	Refund	50		
	Inventory	51		
	Loan	52		
756,900,349.49	Total Outflow from Operating Activities			1,197,515,548.89
-3,681,177.69	Net Cash Inflow/(outflow) from Operating Activities			24,463,814.10
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
	Proceeds from Sale of PPE	53		
	Proceeds from Sale of Investment Property	54		
	Proceeds from Sales of Intangible Assets	55		
	Proceeds from Sale of Investment	56		
-	Dividends Received	57		
0.00	Total Inflow			

-	Outflows			
310,000.00	Purchase/ Construction of PPE	58	17,466,255.27	
-	Purchase/ Construction OF Investment Property	59		
-	Investment in Private Companies	60		
-	Loan Granted	61		
-	Purchase of Intangible Assets	62		
0.00	Acquisition of Investment	63		
310,000.00	Total Outflow		17,466,255.27	
-310,000.00	Net Cash Flow from Investing Activities			-17,466,255.27
	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
	Capital Grant Received	64		
0.00	Proceeds from Borrowings	65		
	Total Inflow			
	Outflows			
5,898,091.22	Repayment of Borrowings	66	3,681,465.30	
	Distribution of Surplus/Dividends Paid	67		
5,898,091.22	Total Outflow		3,681,465.30	
-5,898,091.22	Net Cash Flow from Financing Activities			-3,681,465.30
-9,889,268.91	Net Cash Flow from all Activities			3,316,093.53
10,250,152.04	Cash and Its Equivalent as at 01/01/2021			360,883.13
360,883.13	Cash and Its Equivalent as at 31/12/2021	1		3,676,976.66

**ILEJEMEJE LOCAL GOVERNMENT, EDA-ONIYO EKITI, EKITI STATE,
NIGERIA
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED
31ST DECEMBER, 2021**

2020		Notes	Actual 2021	Final Budget 2021	Variance on Final Budget
N			N	N	N
	<u>REVENUE</u>				
751,004,142.11	Government Share of FAAC (Statutory Revenue)	21	1,217,876,359.42	1,320,266,315.79	-7.76
401,229.69	Tax Revenue	22	1,938,003.57	6,035,000.00	-67.89
1,813,800.00	Non-Tax Revenue	23	2,165,000.00	6,010,000.00	-63.98
	Aid & Grants	24			
	Investment Income	25			
	Expenditure Recovery	26			
	Other Capital Receipts	27			
	Debt Forgiveness	28			
753,219,171.80	Total Revenue		1,221,979,362.99	1,332,311,315.79	-139.62
	<u>EXPENDITURE</u>				
221,152,641.56	Salaries & Wages	29	537,900,753.96	571,299,218.05	5.85
17,731,200.00	Social Contribution	30	4,624,240.36	-	-100.00
	Social Benefit	31			
39,451,268.77	Overhead Cost	32	46,676,524.77	126,070,073.00	62.98
	Gratuity	33			
	Pension Allowance	34			
	Stationeries	35			
	Impairment Charges	36			
	Depreciation Charges	37			
478,565,239.16	Transfer to other Government Entities	38	586,201,529.80	600,000,000.00	2.30
	Public Debt Charges	39			
	Allowance	40	22,112,500.00	-	-100.00
310,000.00	Purchase of Assets	58	17,466,255.27	20,000,000.00	12.67
-	Acquisition of Investment	63			
5,898,091.22	Repayment of Borrowing	66	3,681,465.30	5,000,000.00	26.37
763,108,440.71	Total Expenditure		1,218,663,269.46	1,322,369,291.05	-89.84
-9,889,268.91	Net surplus/(deficit) for the year		3,316,093.53	9,942,024.74	-49.78

ILEJEMEJE LOCAL GOVERNMENT, EDA-ONIYO EKITI, EKITI STATE, NIGERIA
STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE
YEAR ENDED 31ST DECEMBER, 2021

S/N	NARRATION	ACCUMULATED SURPLUS/DEFICIT	RESERVE	CAPITAL GRANT	TOTAL
1	Opening Balance (1/1/2021)	19,473,485.54	71,707,083.50	-	91,180,569.04
2	Surplus/(Deficit) for the year	4,781,816.75			4,781,816.75
3	Grant for the year				
4	Assets Recognised during the year		68,491,450.97		68,491,450.97
5	Adjustment for the period		-67,295,507.64		-67,295,507.64
	Closing Balance (31/12/2021)	24,255,308.41	72,903,026.83		97,158,329.12

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEDULE FOR THE YEAR 2021
NOTES 8 & 37

DETAILS	LAND AND BUILDING	INFRACTRUCTURE	MOTOR VEHICL	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL
Rate of Depreciation	3%	3%	20%	10%	20%	25%	20%	
Balance B/f as at 1/1/2012	291,000,000.00		8,969,091.34	4,500,000.00		8,000,000.00	9,186,000.00	321,655,091.34
Acquisition/Assets recognized during the year	0.00	68,491,450.97	0.00	7,050.155.02	0.00	560,000.00	9,856,100.25	85,957,706.24
Total	291,000,000.00	68,491,450.97	8,969,091.34	11,550,155.02	-	8,560,000.00	19,042,100.25	407,612,797.58
Disposal during the year	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Balance 31/12/2021	291,000,000.00	68,491,450.97	8,969,091.34	11,550,155.02	0.00	8,560,000.00	19,042,100.25	407,612,797.58
Accumulated Depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Current year Charge	8,730,000.00	2,054,743.53	1,793,818.27	1,155,015.50	0.00	2,140,000.00	3,808,420.50	19,681,997.35
Depreciation on Disposal	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
NBV AS AT 31/12/2021	282,270,000.00	66,436,707.44	7,175,273.07	10,395,139.52	0.00	6,420,000.00	15,233,680.20	387,930,800.23

Note 1**CASH AND CASH EQUIVALENT**

BANK	ACCOUNT NAME	ACCOUNT NO	AMOUNT (N)
UBA	Running account	10113115835	2,189.62
First Bank	Salary Account	2015399465	3,657,100.81
Wema	IGR	12250048	17,686.23
TOTAL			3,676,976.66

Note 2

INVENTORIES		N50,000.00
-------------	--	------------

Note 4**RECEIVABLES****(N)**

YEAR 2021 OPENING BALANCE		437,767,339.59
Less; Receivable during the year		(170,774,204.59)
		266,993,135.00
Add: Receivables for the year		28,644,316.72
Total		295,637,451.72

Note 7**INVESTMENTS**

Year 2021 Opening Balance		N2,200,400.00
---------------------------	--	---------------

Note 10**BIOLOGICAL ASSET****N**

TEAK PLANTATION		6,000,000.00
OIL PALM PLANTATION		4,000,000.00
TOTAL		10,000,000.00

Note 14**PAYABLES****N**

Balance B/f		655,986,115.86
Less: Payable during the year		(136,472,688.88)
TOTAL		519,513,426.98

Note 16

LONG TERM BORROWINGS

DETAILS		N
Bailout fund	Bal as @ 31 December	86,505,337.82
	Repayments during the year	3,681,465.31
	Bal as @ December 2021	82,823,872.51

NOTE 21

YEAR 2021 MONTHLY ALLOCATION

	2021			2020
MONTH	ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	91,218,207.44	95,650,715.98	(4,432,508.54)	62,583,678.51
FEBRUARY	99,241,114.16	110,508,345.23	(11,267,231.07)	62,583,678.51
MARCH	74,451,740.75	89,635,854.65	(15,184,113.90)	62,583,678.51
APRIL	92,777,662.61	98,516,775.32	(5,739,112.71)	62,583,678.51
MAY	103,948,161.59	121,958,611.35	(18,010,449.76)	62,583,678.51
JUNE	97,152,915.22	99,268,445.32	(2,115,530.10)	62,583,678.51
JULY	102,825,257.91	110,005,967.95	(7,180,710.04)	62,583,678.51
AUGUST	104,264,866.49	109,983,546.98	(5,718,680.49)	62,583,678.50
SEPTEMBER	96,653,841.06	101,795,896.23	(5,142,055.17)	62,583,678.51
OCTOBER	103,631,947.53	116,999,749.87	(13,367,802.34)	62,583,678.51
NOVEMBER	101,285,790.37	103,988,052.32	(2,702,261.95)	62,583,678.51
DECEMBER	150,424,854.29	161,954,354.59	(11,529,500.30)	62,583,678.51
TOTAL	1,217,876,359.42	1,320,266,315.79	(102,389,956.37)	751,004,142.11

NOTE 22

TAX REVENUE

		2021			2020
CODE	TAX REVENUE	ACTUAL	BUDGET	VARIANCE	ACTUAL
1010101	Community Tax	30,900.00	552,625.00	(521,725.00)	86,000.00
12010201	2.5% L.G. Tax	1,907,103.57	5,482,375.00	(3,575,271.43)	315,229.69
TOTAL		1,938,003.57	6,035,000.00	(4,096,996.43)	401,229.69

NOTE 23**NON-TAX REVENUE**

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
Tenement Rate	4,000.00	505,000.00	(501,000.00)	35,000.00
Rent on Govt. Properties	170,000.00	250,000.00	(80,000.00)	75,000.00
Market Toll	85,600.00	219,500.00	(133,900.00)	66,300.00
Saw mill/loading and offloading	52,600.00	250,550.00	(197,950.00)	120,000.00
commercial Perdit	108,000.00	360,550.00	(252,550.00)	398,000.00
Earnings from Comm.index taking	785,000.00	1,066,750.00	(281,750.00)	100,000.00
Birth Certificate	116,000.00	472,750.00	(356,750.00)	60,500.00
Attestation L.G. 10	520,000.00	1,039,500.00	(519,500.00)	831,000.00
Marriage	230,000.00	515,850.00	(285,850.00)	110,000.00
Shop Permit fees	34,000.00	79,550.00	(45,550.00)	18,000.00
Registration of clubs Association	1,000.00	75,000.00	(74,000.00)	-
Development Levy	3,800.00	275,000.00	(271,200.00)	-
Sales [Farm product]	36,000.00	750,000.00	(714,000.00)	-
Hawkers permit/trading fees	19,000.00	150,000.00	(131,000.00)	-
TOTAL	2,165,000.00	6,010,000.00	(3,845,000.00)	1,813,800.00

Note 29**SALARY AND WAGES**

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
LG STAFF SALARY	443,745,756.39	467,401,653.73	23,655,897.34	172,344,389.43
POLITICAL OFFICE HOLDER SALARY	94,154,997.57	103,897,564.32	9,742,566.75	48,808,252.13
TOTAL	537,900,753.96	571,299,218.05	33,398,464.09	221,152,641.56

NOTE 30**SOCIAL CONTRIBUTION**

		2021			2020
	Sector	ACTUAL	BUDGET	VARIANCE	ACTUAL
General Adminstration	Adminstration	450,000.00	-	(450,000.00)	1,001,000.00
Works and Housing	Economic	2,309,240.36	-	(2,309,240.36)	13,328,900.00
Agriculture and Natural Resources		331,000.00	-	(331,000.00)	606,800.00
Budget, Research and Statistic		406,000.00	-	(406,000.00)	235,000.00
Finance and Supply		213,000.00	-	(213,000.00)	-
Primary Health care	Social	340,000.00	-	(340,000.00)	350,000.00
Enviromental Services		-	-	-	726,000.00
Community Development and Culture		575,000.00	-	(575,000.00)	1,483,500.00
TOTAL		4,624,240.36	-	(4,624,240.36)	17,731,200.00

NOTE 32**OVERHEAD COST**

		2021			2020
CODE	DETAILS OF EXPENDITURE	ACTUAL	BUDGET	VARIANCE	ACTUAL
220202	Transport & Travelling	15,365,000.00	23,750,500.00	8,385,500.00	18,768,500.00
22002	Utility		1,755,223.00	1,755,223.00	-
220203	Materials & Supply General	1,921,500.00	16,095,000.00	14,173,500.00	890,500.00
220204	Maintenance Service - General	10,331,574.65	25,550,850.00	15,219,275.35	1,890,000.00
220205	Training Staff Dev. & Welfare General	277,000.00	5,525,500.00	5,248,500.00	470,000.00
220306	Security Vote & other Services	9,475,000.00	16,500,000.00	7,025,000.00	8,750,000.00
220207	Consultancy & Professional Services	2,047,000.00	5,505,000.00	3,458,000.00	3,548,000.00
220208	Fueling & Lubricant General	270,000.00	4,570,500.00	4,300,500.00	865,000.00
220209	Financial Charges	35,450.12	1,502,500.00	1,467,049.88	22,418.77

220210	Miscellaneous Expenses	2,419,000.00	15,950,000.00	13,531,000.00	346,850.00
2203	Loans & Advances		-	-	-
2204	Grants Contribution & Sub	4,535,000.00	9,365,000.00	4,830,000.00	3,900,000.00
2205	Subsidies General		-	-	-
2206	Public Deposite Charges		-	-	-
	TOTAL	46,676,524.77	126,070,073.00	79,393,548.23	39,451,268.77

DEPRECIATION CHARGES

NOTE 37

DETAILS	AMOUNT (N)
LAND & BUILDING	8,730,000.00
INFRASTRUCTURE	2,054,743.53
MOTOR VEHIACE	1,739,818.27
PLANT & MACHINERY	1,155,015.50
TRANSPORTATION EQUIPMENT	0.00
OFFICE EQUIPMENT	2,140,000.00
FURNITURE & FITTINGS	3,808,420.50
TOTAL	19,681,997.35

NOTE 38

TRANSFER TO OTHER GOVERNMENT AGENCIES

	2021			2020
DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
Primary Education (SUBEB) Salary	200,485,305.44	203,300,150.32	2,814,844.88	200,100,094.39
Traditional Council	41,817,778.87	43,750,099.89	1,932,321.02	39,565,050.39
Pension and Gratuity	308,170,529.78	310,950,999.89	2,780,470.11	205,595,047.19
Local Government Parastatals	12,927,915.71	14,998,749.90	2,070,834.19	10,505,047.19
Peace Corps	14,400,000.00	16,500,000.00	2,100,000.00	14,400,000.00
Security Fund released	8,400,000.00	10,500,000.00	2,100,000.00	8,400,000.00
Total	586,201,529.80	600,000,000.00	13,798,470.20	478,565,239.16

NOTE 40

	2021			2020
ALLOWANCES	ACTUAL	BUDGET	VARIANCE	ACTUAL
Furnitures Allowance	22,112,500.00	-	(22,112,500.00)	-
TOTAL	22,112,500.00	-	(22,112,500.00)	-

NOTE 58**PURCHASE OF FIXED ASSET**

	2021			2020
	ACTUAL	BUDGET	VARIANCE	ACTUAL
Office Equipment	560,000.00	850,550.00	290,550.00	-
Plant and Machinery	7,050,155.02	8,251,350.05	1,201,195.03	-
Furniture and Fittings	9,856,100.25	10,898,099.95	1,041,999.70	310,000.00
TOTAL	17,466,255.27	20,000,000.00	2,533,744.73	310,000.00

NOTE 66**RE-PAYMENT OF BORROWING**

	2021			2020
MONTH	ACTUAL	BUDGET	VARIANCE	ACTUAL
January	368,146.53	550,000.00	181,853.47	491,507.61
February	368,146.53	550,000.00	181,853.47	491,507.60
March	-	-	-	491,507.60
April	-	-	-	491,507.60
May	368,146.53	550,000.00	181,853.47	491,507.60
June	368,146.53	550,000.00	181,853.47	491,507.60
July	368,146.53	550,000.00	181,853.47	491,507.60
August	368,146.53	550,000.00	181,853.47	491,507.60
September	368,146.53	550,000.00	181,853.47	491,507.60
October	368,146.53	550,000.00	181,853.47	491,507.60
November	368,146.53	550,000.00	181,853.47	491,507.60
December	368,146.53	550,000.00	181,853.47	491,507.61
TOTAL	3,681,465.30	5,500,000.00	1,818,534.70	5,898,091.22

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE ACCOUNTS OF

IREPODUN/IFELODUN LOCAL GOVERNMENT

IGEDE-EKITI

FOR THE YEAR ENDED,

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Irepodun/Ifelodun Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.


7/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF IREPODUN/IFELODUN LOCAL GOVERNMENT, IGEDE-EKITI
FOR THE YEAR ENDED 31ST DECEMBER, 2021.**

The General Purpose Financial Statements of Irepodun/Ifelodun Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively Section 26(2) of Ekiti State Audit Law 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Irepodun/Ifelodun Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. BASIS OF OPINION

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. OPINION

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31st December, 2021 subject to the observations and comments in the other parts of this report.

7. BUDGET OVERVIEW AND PERFORMANCE

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- (i). The estimate made for Revenue in the 2021 budget recorded a performance of 81.29%. That is, an estimate was made for, N2,728,932,291.34 while actual Revenue recorded stood at

N2,218,292,241.35. Equally, the actual IGR of **N17,315,496.72** represents only **0.78%** of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

(ii). The sum of **N2,490,343,365.86** only was budgeted for expenditure but only **N2,219,791,075.92** was actually incurred, resulting to saving of **N270,552,289.94** for the period.

8. **REVENUE ACCOUNT**

A total sum of **N2,218,292,241.35** was earned as total Revenue as at 31st December, 2021 out of which only **0.78% (N17,315,496.72)** was generated as IGR, which showed that the Local Government solely depends on the Statutory Allocation.

On the basis of comparison, the IGR for the current year recorded surplus of **52.58%** over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2021.

9. **AUTHORITY FOR EXPENDITURE**

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10 of this report.

10. **INFRACTIONS DURING THE YEAR**

The following expenditure appears to be contrary to law.

S/N	QUERY NO	SUBJECT	AMOUNT
			N K
1	AUD/IILG/AQ/01/2021	Expenditure Contrary to Regulation	1,963,000.00
2	AUD/IILG/AQ/03/2021	Unaudited payment vouchers	1,553,465.00

3	AUD/IILG/AQ/04/2021	Unretired Expenditure	1,085,900.00
4	AUD/IILG/AQ/05/2021	Item not taken on store ledger charge	459,000.00
5	AUD/IILG/AQ/06/2021	Unvouched Expenditure	802,000.00
		TOTAL	5,863,365.00

These queries and other infractions noted on Local Government accounts during the financial year had been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. **STATEMENTS OF ASSETS AND LIABILITIES**

The Statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. **DISALLOWANCE** Allowance had been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

13. **STATE OF ACCOUNT**

The Accounts of Irepodun/Ifelodun Local Government have been examined up to 31st December, 2021 and detailed observations had been forwarded to the Local Government Chairman and the Director of Administration, Irepodun/Irepodun Local Government, Igede-Ekiti. Particular attention is required to the followings:

- (a) Bank Reconciliation Statements
- (b) Internal Control and Internal checks
- (c) Attendance to audit queries.
- (d) Fixed Assets Register
- (e) Outstanding audit queries.

14. **RECEIPTS FROM JAAC:** It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.

15. OUTSTANDING MATTERS FROM PREVIOUS REPORTS

The following matters remained outstanding in my previous reports

- i) Loss of fund from Salary Account involving Arowolo F.O
and Omolade J.O. (2015)

LOCAL GOVERNMENT	YEAR	AMOUNT OF LOSS (N)	AMOUNT RECOVERED (N)	BALANCE (N)	OFFICIALS INVOLVED
Irepodun/ifelodun	2015	7,242,399.15	1,000,000.00	6,242,399.15	Mr. Arowolo F.A. & Mr. Omolade J. O.

- ii). Receipts (9 GRR, 8 Birth Certificate) purchased but not traceable to store (2015) involving Mrs. Iyabo Fagbohun.

iii) Unproduced Revenue Earning Receipts

S/N	QUERY SUBJECT	RECEIPT NO	TO WHOM ISSUE
1	Unproduced Revenue Earning Receipts	451351-451450 370801-370850 101-150 (3booklets)	Apasile Michael
2	Unproduced Revenue Earning Receipts	998801-998850 1201-1250	Adara Adeniyi


9/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

IREPODUN/IFELODUN LOCAL GOVERNMENT

Further Communications should be
Addressed to the Secretary,
Irepodun/Ifelodun Local Government
Quoting



Local Government Secretariat Complex ,
Awo-Ekiti Road,
P.M.B. 004,
Igede-Ekiti
Ekiti State.

Your Ref:.....
Our Ref:.....



RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance Irepodun/Ifelodun Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Irepodun/Ifelodun Local Government as at the year ended 31st December, 2021.



23/3/22

Hon. Ogundana Babatola O,
Executive Chairman.

23/03/2022
Mrs. Akinola O.O
Director of Finance.

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS were:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local

Government. The items in the Statements were cross referenced to any related information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFM. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- (i) Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria were met in accordance to **IPSAS 23**.
- (ii) Revenue from exchange transactions was recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- (i) Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.

- (ii) Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.
- (iii) Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and were reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables was established when there was objective evidence that the Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) INVENTORIES (IPSAS 12).

Inventories were valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method. Those held for distribution for public benefit purposes were recorded at cost, adjusted where applicable for

any loss of services potential and were reported under Current Assets in the Statement of Financial Position.

(17) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses.

Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(18) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years
Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless of the day of the month the transactions were carried out.

(19) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(20) RESERVES

Reserves were classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(21) BORROWINGS.

Borrowings were recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(22) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(23) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and all monetary benefits) using the cost of service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(24) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

(25) BIOLOGICAL ASSETS (IPSAS 27).

IPSAS 27 requires Biological assets to be measured at fair value less cost of disposal at initial recognition and at each reporting date, except where the fair value cannot be determined reliably, the affected Local Governments could not reliably determine fair value less cost to sell.

IREPODUN/IFELODUN LOCAL GOVERNMENT, IGEDE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N	Represented By:		N	N
	<u>ASSETS</u>			
	Current Assets			
4,847,273.58	Cash and Cash Equivalents	1	3,348,439.01	
1,096,800.00	Inventories	2	2,240,300.00	
	WIP	3		
376,075,466.07	Receivables	4	355,541,975.85	
0.00	Prepayments	5		
382,019,539.65	Total Current Assets			361,130,714.86
	Non-Current Assets			
0.00	Loans Granted	6		
0.00	Investments	7		
1,176,653,051.42	Fixed Assets-Property, Plant & Equipment	8	1,160,640,194.17	
	Investment Property	9		
1,375,000.00	Biological Assets	10	1,375,000.00	
1,178,028,051.42	Total Non-Current Assets			1,162,015,194.17
1,560,047,591.07	Total Assets			1,523,145,909.03
	<u>LIABILITIES</u>			
	Current Liabilities			
16,794,994.34	Accumulated Depreciation	11		
	Loans & Debts(Short-Term)	12		
	Unremitted Deductions	13		
565,969,298.31	Payables	14	533,768,814.46	
582,764,292.65	Total Current Liabilities		533,768,814.46	
	Non-Current Liabilities			
0.00	Public Funds	15		
86,505,337.82	Borrowings	16	81,590,261.81	
86,505,337.82	Total Non-Current Liabilities		81,590,261.81	
669,269,630.47	Total Liabilities			615,359,076.27
890,777,960.61	Net Asset/Equity			907,786,832.76
	Financed By:			
896,170,804.28	Reserves	17		925,776,292.25
	Capital Grant	18		
	Net Surpluses/(Deficits)	19		
-5,392,843.67	Accumulated Surplus/(Deficits)	20		-17,989,459.49
890,777,960.61	Total Net Assets/Equity			907,786,832.76

**IREPODUN/IFELODUN LOCAL GOVERNMENT, IGEDE-EKITI, EKITI STATE,
NIGERIA**
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST
DECEMBER, 2021**

2020	DETAILS	NOTES	Actual 2021
N	REVENUE		N
1,504,879,693.09	Government Share of FAAC (Statutory Revenue)	21	2,200,976,744.63
1,044,616.00	Tax Revenue	22	1,429,546.72
9,339,052.00	Non-Tax Revenue	23	11,175,600.00
	Aid & Grants	24	
964,950.00	Investment Income	25	4,710,350.00
	Expenditure Recovery	26	
	Other Capital Receipts	27	
	Debt Forgiveness	28	
1,516,228,311.09	Total Revenue		2,218,292,241.35
	EXPENDITURE		
484,152,124.98	Salaries & Wages	29	1,040,169,525.71
4,117,750.00	Social Contribution	30	400,000.00
3,421,000.00	Social Benefit	31	2,459,524.42
60,227,941.05	Overhead Cost	32	29,550,112.40
	Gratuity	33	
	Pension Allowance	34	
	Stationeries	35	
	Impairment Charges	36	
133,968,996.82	Depreciation Charges	37	84,323,022.03
905,181,853.45	Transfer to other Government Entities	38	1,061,730,359.15
	Public Debt Charges	39	
	Allowance	40	12,256,313.46
1,591,069,666.30	Total Expenditure		2,230,888,857.17
-74,841,355.21	Surplus/(Deficit) from Operating Activities for the Period		-12,596,615.82
	Total Non-Operating Revenue/(Expenses)		
	Non-Operating Activities		
	Gain/Loss on Disposal of Asset	41	
	Refunded Revenue	42	
	Revaluation Gain	43	
	Net Surplus/(Deficit) from Ordinary Activities		
	Surplus/(Deficit) from Ordinary Activities		
	Purchases/Construction of Assets	44	
	Minority Interest Share of Surplus/(Deficits)	45	
-74,841,355.21	Net Surplus/(Deficit) for the period		

**IREPODUN/IFELODUN LOCAL GOVERNMENT, IGEDE-EKITI, EKITI STATE,
NIGERIA**

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
1,504,879,693.09	Government Share of FAAC (Statutory Revenue)	21	2,200,976,744.63	
1,044,616.00	Tax Revenue	22	1,429,546.72	
9,339,052.00	Non-Tax Revenue	23	11,175,600.00	
	Aid & Grants	24		
964,950.00	Investment Income	25	4,710,350.00	
	Expenditure Recovery	26		
	Other Capital Receipts	27		
	Debt Forgiveness	28		
1,516,228,311.09	Total inflow from operating Activities			2,218,292,241.35
	<u>Outflows</u>			
484,152,124.98	Salaries & Wages	29	1,040,169,525.71	
4,117,750.00	Social Contributions	30	400,000.00	
3,421,000.00	Social Benefit	31	2,459,524.42	
60,227,941.05	Overheads Cost	32	29,550,112.40	
0.00	Gratuity	33		
0.00	Pension Allowance	34		
0.00	Social Contributions	30		
0.00	Social Benefit	31		
905,181,853.45	Transfer to other Government Entities	38	1,061,730,359.15	
0.00	Allowance	40	12,256,313.46	
0.00	Deductions	49		
0.00	Refund	50		
0.00	Inventory	51		
0.00	Loan	52		
1,457,100,669.48	Total Outflow from Operating Activities			2,146,565,835.14
59,127,641.61	Net Cash Inflow/(outflow) from Operating Activities			71,726,406.21
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
	Proceeds from Sale of PPE	53		
	Proceeds from Sale of Investment Property	54		
	Proceeds from Sales of Intangible Assets	55		
	Proceeds from Sale of Investment	56		
-	Dividends Received	57		

0.00	Total Inflow			
-	Outflows			
60,475,996.09	Purchase/ Construction of PPE	58	68,310,164.77	
0.00	Purchase/ Construction OF Investment Property	59		
0.00	Investment in Private Companies	60		
0.00	Loan Granted	61		
0.00	Purchase of Intangible Assets	62		
-	Acquisition of Investment	63		
60,475,996.09	Total Outflow		68,310,164.77	
-60,475,996.09	Net Cash Flow from Investing Activities			-68,310,164.77
	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
	Capital Grant Received	64		
	Proceeds from Borrowings	65		
0.00	Total Inflow			
	Outflows			
5,898,091.22	Repayment of Borrowings	66	4,915,076.01	
	Distribution of Surplus/Dividends Paid	67		
-5,898,091.22	Total Outflow		4,915,076.01	
	Net Cash Flow from Financing Activities			-4,915,076.01
-7,246,445.70	Net Cash Flow from all Activities			-1,498,834.57
12,093,719.28	Cash and Its Equivalent as at 01/01/2021			4,847,273.58
4,847,273.58	Cash and Its Equivalent as at 31/12/2021	1		3,348,439.01

**IREPODUN/IFELODUN LOCAL GOVERNMENT, IGEDE-EKITI, EKITI STATE,
NIGERIA**
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED
31ST DECEMBER, 2021**

2020		Notes	Actual 2021	Final Budget 2021	Variance on Final Budget
N			N	N	N
	REVENUE				
1,504,879,693.09	Government Share of FAAC (Statutory Revenue)	21	2,200,976,744.63	2,713,932,291.34	-18.90
1,044,616.00	Tax Revenue	22	1,429,546.72	300,000.00	-52.35
9,339,052.00	Non-Tax Revenue	23	11,175,600.00	12,000,000.00	-6.87
	Aid & Grants	24			
964,950.00	Investment Income	25	4,710,350.00		100.00
	Expenditure Recovery	26			
	Other Capital Receipts	27			
	Debt Forgiveness	28			
1,516,228,311.09	Total Revenue		2,218,292,241.35	2,728,932,291.34	21.88
	EXPENDITURE				
484,152,124.98	Salaries & Wages	29	1,040,169,525.71	1,158,724,854.72	10.23
4,117,750.00	Social Contribution	30	400,000.00	1,500,000.00	73.33
3,421,000.00	Social Benefit	31	2,459,524.42	3,000,000.00	18.02
60,227,941.05	Overhead Cost	32	29,550,112.40	67,712,000.00	5.36
	Gratuity	33			
	Pension Allowance	34			
	Stationeries	35			
	Impairment Charges	36			
905,181,853.45	Transfer to other Government Entities	38	1,061,730,359.15	1,134,406,511.14	7.26
	Public Debt Charges	39			
	Allowance	40	12,256,313.46	45,000,000.00	72.76
60,475,996.09	Purchase/construction of Assets	58	68,310,164.77	75,000,000.00	8.92
-	Acquisition of Investment	63			
5,898,091.22	Repayment of Borrowing	66	4,915,076.01	5,000,000.00	1.70
1,523,474,756.789	Total Expenditure		2,219,791,075.92	2,490,343,365.86	247.73
-7,246,445.70	Surplus/(Deficit) for the year		-1,498,834.57	238,588,925.48	-225.85

IREPODUN/IFELODUN LOCAL GOVERNMENT, IGEDE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2021

S/N	NARRATION	ACCUMULATED SURPLUS/DEFICIT	RESERVE	CAPITAL GRANT	TOTAL
1	Opening Balance (1/1/2021)	-5,392,843.67	896,170,804.28	-	890,777,960.61
2	Surplus/(Deficit) for the year	-12,596,615.82		-	-12,596,615.82
3	Adjustment for the period	-	29,605,487.97	-	29,605,487.97
	Closing Balance (31/12/2021)	-17,989,459.49	925,776,292.25		907,786,832.76

NOTES 8 & 37

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEDULE FOR THE YEAR 2021

DESCRIPTION	LAND & BUILDING	INFRASTRUCTURE (ROAD & MARKET)	MOTOR VEHICLE	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL (#)
	₦	₦	₦	₦	₦	₦	₦	
Rate of Depreciation	3%	3%	20%	10%	20%	25%		
Balance B/f as at 1/1/2021	937,241,119.58	20,770,952.11	32,000,000.00			186,640,979.74		1,176,653,051.43
Acquisition during the year	20,215,269.62	45,311,895.15		0.00	0.00	0.00	2,783,000.00	68,310,164.77
Total	957,456,389.20	66,082,847.26	32,000,000.00	0.00	0.00	186,640,979.74	2,783,000.00	1,244,963,216.20
Disposal during the year	0.00	0.00		0.00	0.00	0.00	0	0.00
Balance 31/12/2021	957,456,389.20	66,082,847.26	32,000,000.00	0.00	0.00	186,640,979.74	2,783,000.00	1,244,963,216.20
Accumulated Dep. As at 31/12/2021	100,039,536.12	4,439,360.57	15,170,600.00	0.00	0.00	20,231,356.80	0.00	139,880,853.49
Current year Charges	28,723,691.68	1,982,485.42	6,400,000.00	0.00		46,660,244.93	556,600.00	84,323,022.03
Depreciation on Disposal		0.00	0.00	0.00			-	0.00
NBV as at 31/12/2021	928,732,697.52	64,100,361.84	25,600,000.00	0.00	0.00	139,980,734.81	2,226,400.00	1,160,640,194.17

Note 1**CASH AND CASH EQUIVALENT**

NAME OF BANK	ACCOUNT NO	PURPOSE	AMOUNT (N)
ZENITH BANK	1017231489	SALARY ACCOUNT	3,084,299.78
WEMA	0123014571	IGR ACCOUNT	78,836.91
WEMA	0122928882	MAIN ACCOUNT	185,302.32
TOTAL			3,348,439.01

Note**INVENTORIES**

S/N	DETAILS	AMOUNT (N)
1	OFFICE MATERIALS	524,200.00
2	CONSUMABLES	654,700.00
3	REVENUE RECEIPTS	572,000.00
4	OFFICE LEDGER	150,000.00
5	OTHERS	339,400.00
	TOTAL	2,240,300.00

Note 4**RECIEVABLES**

DETAILS	AMOUNT (N)
BALANCE B/F	376,075,466.07
RECEIPTS DURING THE YEAR	20,533,490.22
TOTAL	355,541,975.85

Note 10**BIOLOGICAL ASSET**

DETAILS	AMOUNT (N)
1375 TEAK TREES	1,375,000.00
TOTAL	1,375,000.00

Note 14**PAYABLES**

DETAILS	AMOUNT (N)
1/1/2021 Balance B/F	565,969,298.31
Add 2021 Leave Bonus	<u>32,199,349.51</u>
	598,168,647.82
Less Payment - April 2018 salary	<u>64,399,833.36</u>
Balance c/d (31/12/2021)	<u>533,768,814.46</u>

Note 16**LONG TERM BORROWINGS**

DETAILS	AMOUNT (N)
BALANCE B/F	86,505,337.82
LESS REPAYMENT	4,915,076.01
Bal. as @ December 2021	81,590,261.81

IREPODUN/IFELODUN LOCAL GOVERNMENT, IGEDE-EKITI**NOTE 21: STATUTORY ALLOCATION**

S/N	MONTH	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	JANUARY	144,858,865.23	189,875,450.46	(45,016,585.23)	135,107,958.45
2	FEBRUARY	152,498,266.97	196,502,961.79	(44,004,694.82)	148,576,277.59
3	MARCH	125,067,262.81	171,985,632.21	(46,918,369.40)	125,675,629.21
4	APRIL	150,404,128.73	171,285,654.08	(20,881,525.35)	133,481,378.02
5	MAY	161,188,781.01	293,854,623.21		

				(132,665,842.20)	127,134,902.30
6	JUNE	179,978,445.88	189,650,395.95	(9,671,950.07)	110,798,854.46
7	JULY	194,284,393.02	212,999,909.89	(18,715,516.87)	111,708,223.21
8	AUGUST	198,977,716.06	245,009,550.32	(46,031,834.26)	115,872,636.33
9	SEPTEMBER	187,061,311.16	229,114,989.32	(42,053,678.16)	125,608,440.75
10	OCTOBER	196,169,929.71	222,875,902.23	(26,705,972.52)	132,070,337.82
11	NOVEMBER	194,944,446.63	231,798,636.93	(36,854,190.30)	106,422,527.00
12	DECEMBER	315,543,197.42	358,978,584.95	(43,435,387.53)	132,422,527.95
	TOTAL	2,200,976,744.63	2,713,932,291.34	(512,955,546.71)	1,504,879,693.09

INTERNALLY GENERATED REVENUE FOR YEAR 2021

NOTE 22: TAX REVENUE

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Community Tax	255,550.00	300,000.00	(44,450.00)	1,044,616.00
2	2.5% on Local Government Contracts	1,173,996.72	-	1,173,996.72	-
	TOTAL	1,429,546.72	300,000.00	1,129,546.72	1,044,616.00

NOTE 23 : NON-TAX REVENUE

S/N	HEAD	PARTICULARS	2021			2020
			ACTUAL	BUDGET	VARIANCE	ACTUAL
1	12020101	Community development poll tax	71,150.00	75,500.00	(4,350.00)	20,000.00
2	12020418	marriage registration fees	1,390,000.00	1,008,500.00	381,500.00	1,119,000.00
3	12020419	Local Government attestation fees	5,115,000.00	6,005,000.00	(890,000.00)	1,372,500.00
4	12020427	Tender/Sales of stickers	41,500.00	43,000.00	(1,500.00)	35,000.00
5	12020449	Birth, death				

		registration fees	270,500.00	305,550.00	(35,050.00)	277,500.00
6	12020453	Naming of Street	80,000.00	53,500.00	26,500.00	20,000.00
7	12020711	Communication mast fees	150,000.00	200,000.00	(50,000.00)	150,000.00
8	12020501	Flat rate	85,600.00	90,550.00	(4,950.00)	304,350.00
9	12020711	Shop/shopping centre	855,750.00	900,950.00	(45,200.00)	406,500.00
10	12020411	Squatter	406,250.00	415,000.00	(8,750.00)	421,850.00
11	12020904	Tenement rate	828,500.00	875,800.00	(47,300.00)	2,575,400.00
12	12021006	Expenditure recovery	50,000.00	55,450.00	(5,450.00)	135,500.00
13	12020126	Hackening permit	250,000.00	245,500.00	4,500.00	310,000.00
14	12020449	Loading permit	509,550.00	750,500.00	(240,950.00)	784,900.00
15	12020131	Liquor	82,500.00	72,750.00	9,750.00	56,500.00
16	12021003	motorcycle Repayment	-	-	-	105,000.00
17	12020109	Registration Association/Club	70,000.00	-	70,000.00	40,000.00
18	12020137	Trading Permit	919,300.00	902,450.00	16,850.00	1,205,052.00
	TOTAL		11,175,600.00	12,000,000.00	(824,400.00)	9,339,052.00

NOTE 25: INVESTMENT INCOMES

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Rent of Hall	100,000.00	-	100,000.00	-
2	UNAD Hostel	900,500.00	-	900,500.00	799,000.00
3	Rent of LG Properties	2,400,000.00	-	2,400,000.00	165,950.00
4	Agric Produce (fowls)	1,309,850.00	-	1,309,850.00	-
	TOTAL	4,710,350.00	-	4,710,350.00	964,950.00

ANALYSIS OF DEPARTMENT

NOTE 29 : SALARY PAYMENT FOR YEAR 2021

S/N	MONTHS	CAREER STAFF SALARY	POLITICAL OFFICE HOLDERS SALARY	PALACE STAFF/MSS SALARY	CASUAL SECURITY ALLOWANCE	2021			2020
						ACTUAL	BUDGET	VARIANCE	ACTUAL
1	JANUARY	50,498,122.46	9,034,209.79	1,224,389.90		60,756,722.15	62,975,085.93	2,218,363.78	48,719,259.91
2	FEBRUARY	63,663,493.82	9,034,209.79	1,938,290.00		74,635,993.61	78,249,099.95	3,613,106.34	49,753,530.51
3	MARCH	42,761,704.09	7,496,709.79	2,181,010.00	80,000.00	52,519,423.88	55,950,550.54	3,431,126.66	50,252,009.54
4	APRIL	51,746,247.55	9,034,209.79	2,059,660.00		62,840,117.34	65,999,950.98	3,159,833.64	50,010,759.54
5	MAY	58,502,705.66	5,622,532.34	1,383,904.29		65,509,142.29	67,840,500.21	2,331,357.92	47,444,155.82
6	JUNE	55,897,444.28	8,122,532.34	2,568,020.57		66,587,997.19	68,395,001.95	1,807,004.76	29,305,616.26
7	JULY	86,606,065.33	8,122,532.34	1,945,962.43		96,674,560.10	98,950,115.95	2,275,555.85	29,678,595.19
8	AUGUST	86,484,815.13	8,122,532.34	1,945,962.43	80,000.00	96,633,309.90	101,995,550.54	5,362,240.64	32,744,428.48
9	SEPTEMBER	88,906,569.38	8,122,532.34	1,945,962.43		98,975,064.15	108,878,750.34	9,903,686.19	33,065,886.23
10	OCTOBER	97,900,793.60	8,122,532.34	1,945,962.43		107,969,288.37	112,850,641.58	4,881,353.21	51,029,642.19
11	NOVEMBER	93,171,449.36	6,247,532.34	1,945,962.43	80,000.00	101,444,944.13	128,000,550.89	26,555,606.76	31,502,283.43
12	DECEMBER	144,279,452.11	8,121,709.79	3,141,800.70	80,000.00	155,622,962.60	208,639,055.86	53,016,093.26	30,645,957.88
	TOTAL	920,418,862.77	95,203,775.33	24,226,887.61	320,000.00	1,040,169,525.71	1,158,724,854.72	118,555,329.01	484,152,124.98

IREPODUN/IFELODUN LOCAL GOVERNMENT, IGEDE-EKITI, EKITI STATE, NIGERIA

NOTE 30 : SOCIAL CONTRIBUTIONS

S/N	ECONOMIC CODE	DETAILS	2021			2020
			ACTUAL	BUDGET	VARIANCE	ACTUAL
1	1020000101/01	Enlightenment on covid 19	70,000.00	-	(70,000.00)	100,000.00
2	1020000101/01	Enlightenment on covid 19	20,000.00	65,000.00	45,000.00	15,000.00
3	301000010101	Board of Technical Education	-	-	-	220,000.00
4	401000010101	Provision for immunization	-	1,185,000.00	1,185,000.00	1,471,000.00
5	5010000101	Bursary Awards	-	-	-	1,191,750.00
6	7010000101	Women Programme	310,000.00	250,000.00	(60,000.00)	100,000.00
7	23050104	Women Anniversary Celebration	-	-	-	1,020,000.00
	TOTAL		400,000.00	1,500,000.00	1,100,000.00	4,117,750.00

NOTE 31 : SOCIAL BENEFITS FOR THE YEAR

S/N	MONTHS	DETAILS	2021			2020
			ACTUAL	BUDGET	VARIANCE	ACTUAL
1	JANUARY	FINANCIAL ASSISTANCE	130,000.00	250,000.00	120,000.00	55,000.00
2	FEBRUARY	FINANCIAL ASSISTANCE	15,000.00	75,000.00	60,000.00	430,000.00
3	MARCH	FINANCIAL ASSISTANCE	50,000.00	125,000.00	75,000.00	150,000.00
4	APRIL	FINANCIAL ASSISTANCE	36,524.42	-	(36,524.42)	130,000.00
5	MAY	FINANCIAL ASSISTANCE	50,000.00	100,000.00	50,000.00	-
6	JUNE	FINANCIAL ASSISTANCE	170,000.00	152,000.00	(18,000.00)	76,000.00
7	JULY	FINANCIAL ASSISTANCE	340,000.00	573,000.00	233,000.00	515,000.00
8	AUGUST	FINANCIAL ASSISTANCE	468,000.00	625,000.00	157,000.00	495,000.00
9	SEPTEMBER	FINANCIAL ASSISTANCE	370,000.00	550,000.00	180,000.00	90,000.00
10	OCTOBER	FINANCIAL ASSISTANCE	250,000.00	225,000.00	(25,000.00)	20,000.00

11	NOVEMBER	FINANCIAL ASSISTANCE	290,000.00	-	(290,000.00)	410,000.00
12	DECEMBER	FINANCIAL ASSISTANCE	290,000.00	325,000.00	35,000.00	1,050,000.00
	TOTAL		2,459,524.42	3,000,000.00	540,475.58	3,421,000.00

IREPODUN/IFELODUN LOCAL GOVERNMENT, IGEDE-EKITI, EKITI STATE, NIGERIA

NOTE 32 : OVERHEAD COST (2022)

S/N	HEAD	PARTICULARS	2021			2020
			ACTUAL	BUDGET	VARIANCE	ACTUAL
1	220201	Travel & Transport - General	5,139,000.00	12,145,500.00	7,006,500.00	14,003,500.00
2	220202	Utilities - Genera	375,000.00	950,550.00	575,550.00	1,463,000.00
3	220203	Materials and Supplies - General	608,500.00	1,955,000.00	1,346,500.00	6,439,941.05
4	220204	Maintenance - General	1,544,900.00	4,550,000.00	3,005,100.00	3,210,800.00
5	220205	Training - General	840,000.00	1,550,000.00	710,000.00	410,000.00
6	220206	Security vote and Security services - General	9,270,500.00	16,500,000.00	7,229,500.00	10,666,000.00
7	220207	Consulting & Professional Services - General	2,535,000.00	4,950,000.00	2,415,000.00	500,000.00
8	220208	Fuel & Lubricants - General	1,333,260.00	5,750,500.00	4,417,240.00	4,292,950.00
9	220209	Financial Charges - General	45,000.00	260,450.00	215,450.00	-
10	220210	Miscellaneous Expenses-General	2,262,250.00	11,250,000.00	8,987,750.00	19,241,750.00
11	220401	Grants, contribution and subvention - General	5,596,702.40	7,850,000.00	2,253,297.60	-
	TOTAL		29,550,112.40	67,712,000.00	38,161,887.60	60,227,941.05

NOTE 37: DEPRECIATION OF PLANT, PROPERTY & EQUIPMENT FOR THE YEAR 2021

PARTICULAR	%	COST(N)	DEPRECIATION(N)
Land and Building	3%	957,456,389.20	28,723,691.68
Infrastructure	3%	66082847.26	1,982,485.42
Motor vehicle	20%	32,000.00	6,400,000.00
Plant & Machinery	10%	-	-
Transport Equipment	20%	-	-
Office Equipment	25%	186,640,979.74	46,660,244.94
Furniture & Fittings	20%	2,783,000.00	556,600.00
TOTAL		1,244,963,216.20	84,323,022.03

NOTE : 38 TRANSFER OF OTHER GOVERNMENT ENTITIES

		2021			2020
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	SUBEB STAFF SALARY	583,051,490.89	637,499,448.35	54,447,957.46	480,188,280.10
2	TRADITIONAL RULERS SALARY	53,001,187.21	57,228,113.90	4,226,926.69	48,311,226.99
3	BURSARY ALLOWANCE	-	-	-	1,191,750.00
4	PARASTATALS	11,401,077.04	14,500,000.00	3,098,922.96	18,347,226.95
5	PEACE CORPS	14,400,000.00	3.00	(14,399,997.00)	14,400,000.00
6	Gratuity	21,166,365.71	43,908,274.05	22,741,908.34	-
7	Pension Allowance	378,710,238.30	381,270,671.84	2,560,433.54	342,743,369.41
	TOTAL	<u>1,061,730,359.15</u>	1,134,406,511.14	72,676,151.99	905,181,853.45

NOTE 40 : ALLOWANCE (LEAVE BONUS)

		2021			2020
S/N	DESCRIPTION	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Leave Bonus	1,736,961.40	22,981,750.35	21,244,788.95	-
2	Fund Transfer	262,212.71	2,871,550.00	2,609,337.29	-
3	Other allowance	10,257,139.35	19,146,699.65	8,889,560.30	-
	TOTAL	12,256,313.46	45,000,000.00	32,743,686.54	-

NOTE 58 : PURCHASE/CONSTRUCTION OF ASSETS

		2021			2020
S/N	CLASSIFICATION	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Furniture	267,000.00	-	(267,000.00)	159,000.00
2	Fittings	2,516,000.00	4,550,000.00	2,034,000.00	2,489,866.38
3	Land & Building	19,715,269.62	23,750,000.00	4,034,730.38	38,499,672.76
4	Land & Building	500,000.00			

			-	(500,000.00)	1,613,112.50
5	Infrastructure	43,432,782.65	46,700,000.00	3,267,217.35	14,082,844.45
6	Infrastructure	1,879,112.50	-	(1,879,112.50)	3,631,500.00
	TOTAL	68,310,164.77	75,000,000.00	6,689,835.23	60,475,996.09

NOTE 66

REPAYMENT OF BORROWING

	2021			2020
MONTH	ACTUAL	BUDGET	VARIANCE	ACTUAL
JAN	491,507.60	500,000.00	8,492.40	491,507.60
FEB	491,507.60	500,000.00	8,492.40	491,507.60
MAR	-	-	-	491,507.60
APR	-	-	-	491,507.60
MAY	491,507.60	500,000.00	8,492.40	491,507.60
JUN	491,507.60	500,000.00	8,492.40	491,507.60
JUL	491,507.60	500,000.00	8,492.40	491,507.60
AUG	491,507.60	500,000.00	8,492.40	491,507.60
SEP	491,507.60	500,000.00	8,492.40	491,507.60
OCT	491,507.60	500,000.00	8,492.40	491,507.61
NOV	491,507.60	500,000.00	8,492.40	491,507.61
DEC	491,507.61	500,000.00	8,492.39	491,507.60
TOTAL	4,915,076.01	5,000,000.00	84,923.99	5,898,091.22

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE

ACCOUNTS OF ISE/ORUN LOCAL GOVERNMENT,

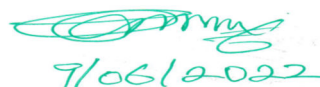
ISE-EKITI

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Ise/Orun Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.



A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF ISE/ORUN LOCAL GOVERNMENT, ISE -EKITI FOR THE YEAR
ENDED 31ST DECEMBER, 2021.**

The General Purpose Financial Statements of Ise/Orun Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively and section 26(2) of Ekiti State Audit Law, 2014 and section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Ise/orun Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti Sate Audit Law 2014 within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. BASIS OF OPINION

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. OPINION

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31st December, 2021 subject to the observations and comments in the other parts of this report.

7. BUDGET OVERVIEW AND PERFORMANCE

Statement of Comparison on Budget Estimate and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS accrual, showed the following shortcomings:

- i. The estimate made for Revenue in the 2021 budget recorded a performance of 62.64%. That is, an estimate was made for N2,664,626,045.79, while actual Revenue recorded stood at N1,669,241,114.92. Equally, the actual IGR of N9,814,137.26 represents

only 0.59% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of N2,656,050,000.00 only was budgeted for expenditure but only N1,673,381,570.45 was actually incurred, resulting to saving of N982,668,429.55 for the period.

8. REVENUE ACCOUNT

A total sum of N1,669,241,114.92 was earned as total Revenue as at 31st December, 2021 out of which only 0.59% (N9,814,137.26) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of 25.61% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2021.

9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10, of this report.

10. INFRACTIONS DURING THE YEAR:

The following expenditure appears to be contrary to Law.

S/no	QUERY NO.	SUBJECT	AMOUNT ₦
1.	AUD/IOLG/AQ/01/21	Exp. Contrary to Reg.	3,060,000.00
2.	AUD/IOLG/AQ/02/21	Unretired Exp. (security vote)	8,150,000.00
3.	AUD/IOLG/AQ/03/21	Un-audited Exp.	608,000.00
4.	AUD/IOLG/AQ/04/21	Exp. not supported with proper records	1,138,487.70
5.	AUD/IOLG/AQ/05/21	Un-produced payment vouchers	1,424,000.00
6.	AUD/IOLG/AQ/06/21	Items not taken on store	1,100,000.00
7.	AUD/IOLG/AQ/07/21	Un-vouched Exp.	6,017,000.00
8.	AUD/IOLG/AQ/08/21	Unproduced revenue receipt	various
		TOTAL	21,497,487.70

These queries and other infractions noted on Local Government accounts during the financial year have been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. STATEMENTS OF ASSETS AND LIABILITIES

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. DISALLOWANCE

Allowance has been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

13. STATE OF ACCOUNT

The Accounts of Ise/orun Local Government have been examined up to 31st December, 2021 and detailed observations have been forwarded to the Local Government Chairman and the Director of Administration, Ise/Orun Local Government, Ise-Ekiti. Particular attention is required to the followings:


- (i) Internally Generated Revenue
- (ii) Internal control and Internal check
- (iii) Attendance to audit queries
- (iv) Fixed Assets Register
- (v) Capital Projects
- (vi) Outstanding matters and Audit Queries

14. RECEIPTS FROM JAAC: It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.

15. **OUTSTANDING MATTERS FROM PREVIOUS REPORTS**

(a) Loss of fund involving Mr. Ayodele Folademi (2015) **N1,837,226.11**

LOCAL GOVERNMENT	YEAR	AMOUNT OF LOSS (N)	AMOUNT RECOVERED (N)	BALANCE (N)	OFFICIALS INVOLVED
Ise/Orun	2015	1,837,226.11	-	1,837,226.11	Mr. Ayodele Folademi


9/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.
FRC/2014/ANAN/00000010278



ISE/ORUN LOCAL GOVERNMENT

P.M.B. 238, Ise-Ekiti, Ekiti State.



Our Ref: _____ Your Ref: _____ Date: _____


RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance Ise/Orun Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.


To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Ise/Orun Local Government as at the year ended 31st December, 2021.


29/3/2022

Hon. Akinluy Ayodele J.
Executive Chairman.


22/03/2022

Mr. Jayeoba O. James, (CAN),
Director of Finance.

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS were:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local Government. The items in the Statements were cross referenced to any related

information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFM. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- (i) Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria were met in accordance to **IPSAS 23**.
- (ii) Revenue from exchange transactions was recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- (i) Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.
- (ii) Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.
- (iii) Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and were reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables was established when there was objective evidence that the Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) INVENTORIES (IPSAS 12).

Inventories were valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method. Those held for distribution for public benefit purposes were recorded at cost, adjusted where applicable for any loss of services potential and were reported under Current Assets in the Statement of Financial Position.

(17) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses.

Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(18) INVESTMENT PROPERTY (IPSAS 16)

These were cost generating property owned by the Local Government. The cost, capitalisation depreciation and impairment were same with PPE, but was reported separately in the Statement of Financial Position.

(19) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years
Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless of the day of the month the transactions were carried out.

(20) UNREMITTED DEDUCTIONS.

Unremitted deductions were monies owned to third parties such as tax authorities, schemes, and Association and other government agencies. These included tax deductions and other deductions at source. These amounts were stated in the GPFS at their repayment value, which were treated as Current Liabilities in the Statement of Financial Position.

(21) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(22) RESERVES

Reserves were classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(23) BORROWINGS.

Borrowings were recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(24) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(25) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and all monetary benefits) using the cost of service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(26) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

ISE/ORUN LOCAL GOVERNMENT, ISE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N	Represented By:		N	₦
	ASSETS			
	Current Assets			
12,087,831.33	Cash and Cash Equivalents	1	7,947,375.80	
225,700.00	Inventories	2	660,500.00	
	WIP	3		
378,275,466.07	Receivables	4	460,887,233.21	
	Prepayments	5		
390,588,997.40	Total Current Assets			469,495,109.01
	Non-Current Assets			
	Loans Granted	6		
	Investments	7		
618,777,985.06	Fixed Assets-Property, Plant & Equipment	8	603,728,401.82	
14,250,000.00	Investment Property	9	24,120,020.00	
500,000.00	Biological Assets	10		
633,527,985.06	Total Non-Current Assets			627,848,421.82
1,024,116,982.46	Total Assets			1,097,343,530.83
	LIABILITIES			
	Current Liabilities			
6,467,743.05	Accumulated Depreciation	11		
	Loans & Debts(Short-Term)	12		
14,474,522.68	Unremitted Deductions	13	827,479.98	
896,722,530.30	Payables	14	910,402,466.59	
917,664,796.03	Total Current Liabilities		911,229,946.57	
	Non-Current Liabilities			
	Public Funds	15		
86,505,337.82	Borrowings	16	81,952,073.07	
86,505,337.82	Total Non-Current Liabilities		81,952,073.07	
1,004,170,133.85	Total Liabilities			993,182,019.64
19,946,848.61	Net Asset/Equity			104,161,511.19
	Financed By:			
5,934,294.68	Reserves	17		105,531,711.28
	Capital Grant	18		
	Net Surplus/(Deficits)			
14,012,553.93	Accumulated Surplus/(Deficits)	20		-1,370,200.09
19,946,848.61	Total Net Assets/Equity			104,161,511.19

ISE/ORUN LOCAL GOVERNMENT, ISE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	Actual 2021
N	<u>REVENUE</u>		N
1,173,557,141.20	Government Share of FAAC (Statutory Revenue)	21	1,659,426,977.66
1,322,591.72	Tax Revenue	22	86,000.00
5,252,512.50	Non-Tax Revenue	23	5,457,550.26
	Aid & Grants	24	
1,238,350.00	Investment Income	25	4,270,587.00
	Expenditure Recovery	26	
59,902,750.62	Other Capital Receipts	27	
	Debt Forgiveness	28	
1,241,273,346.04	Total Revenue		1,669,241,114.92
	<u>EXPENDITURE</u>		
404,432,152.64	Salaries & Wages	29	588,086,153.93
2,088,000.00	Social Contribution	30	31,699,514.49
71,427,487.59	Social Benefit	31	32,952,306.09
49,280,924.35	Overhead Cost	32	84,297,827.43
	Gratuity	33	
	Pension Allowance	34	
	Stationeries	35	
	Impairment Charges	36	
24,880,197.64	Depreciation Charges	37	29,151,563.24
684,519,221.38	Transfer to other Government Entities	38	918,436,503.76
	Public Debt Charges	39	
	Allowance	40	
1,236,627,983.60	Total Expenditure		1,684,623,868.94
4,645,362.44	Surplus/(Deficit) from Operating Activities for the Period		-15,382,754.02
	Total Non-Operating Revenue/(Expenses)		
	Non-Operating Activities		
	Gain/Loss on Disposal of Asset	41	
	Refunded Revenue	42	
	Revaluation Gain	43	
	Net Surplus/(Deficit) from Ordinary Activities		
	Surplus/(Deficit) from Ordinary Activities		
	Purchase/ Construction of Assets	44	
	Minority Interest share of surplus/(Deficit)	45	
4,645,362.44	Net Surplus/(Deficit) for the period		

ISE/ORUN LOCAL GOVERNMENT, ISE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
1,173,557,141.20	Government Share of FAAC (Statutory Revenue)	21	1,659,426,977.66	
1,322,591.72	Tax Revenue	22	86,000.00	
5,252,512.50	Non-Tax Revenue	23	5,457,550.26	
	Aid & Grants	24		
1,238,350.00	Investment Income	25	4,270,587.00	
	Expenditure Recovery	26		
59,902,750.62	Other Capital Receipts	27		
	Debt Forgiveness	28		
1,241,273,346.04	Total inflow from operating Activities			1,669,241,114.92
	<u>Outflows</u>			
404,432,152.64	Salaries & Wages	29	588,086,153.93	
2,088,000.00	Social Contributions	30	31,699,514.49	
71,427,487.59	Social Benefit	31	32,952,306.09	
49,280,924.35	Overheads Cost	32	84,297,827.43	
	Gratuity	33		
	Pension Allowance	34		
684,519,221.38	Transfer to other Government Entities	38	918,436,503.76	
-	Allowance	40		
	Deductions	49		
	Refund	50		
	Inventory	51		
	Loan	52		
1,211,747,785.96	Total Outflow from Operating Activities			1,655,472,305.70
29,525,560.08	Net Cash Inflow/(outflow) from Operating Activities			13,768,809.22
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
	Proceeds from Sale of PPE	53		
	Proceeds from Sale of Investment Property	54		
	Proceeds from Sales of Intangible Assets	55		
	Proceeds from Sale of Investment Dividends Received	56 57		
0.00	Total Inflow			
-	Outflows			
13,000,000.00	Purchase/ Construction of PPE	58	2,740,000.00	
-	Purchase/ Construction OF Investment	59	<u>10,616,000.00</u>	

	Property			
-	Investment in Private Companies	60		
-	Loan Granted	61		
-	Purchase of Intangible Assets	62		
-	Acquisition of Investment	63		
-13,000,000.00	Total Outflow		13,356,000.00	
-13,000,000.00	Net Cash Flow from Investing Activities			-13,356,000.00
	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
	Capital Grant Received	64		
	Proceeds from Borrowings	65		
0.00	Total Inflow			
	Outflows			
5,898,091.22	Repayment of Borrowings	66	4,553,264.75	
	Distribution of Surplus/Dividends Paid	67		
-5,898,091.22	Total Outflow		4,553,264.75	
-5,898,091.22	Net Cash Flow from Financing Activities			-4,553,264.75
10,627,468.86	Net Cash Flow from all Activities			-4,140,455.53
1,460,362.47	Cash and Its Equivalent as at 01/01/2021			12,087,831.33
12,087,831.33	Cash and Its Equivalent as at 31/12/2021	1		7,947,375.80

ISE/ORUN LOCAL GOVERNMENT, ISE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED
31ST DECEMBER, 2021

2020		Notes	Actual 2021	Final Budget 2021	Variance on Final Budget
N			N	N	N
	REVENUE				
1,173,557,141.20	Government Share of FAAC (Statutory Revenue)	21	1,659,426,977.66	2,239,452,492.00	-25.90
1,322,591.72	Tax Revenue	22	86,000.00	165,000,000.00	-99.95
5,252,512.50	Non-Tax Revenue	23	5,457,550.26	180,045,597.90	-96.97
	Aid & Grants	24			
1,238,350.00	Investment Income	25	4,270,587.00	50,054,855.89	-91.47
	Expenditure Recovery	26			
59,902,750.62	Other Capital Receipts	27		30,073,100.00	-100.00
	Debt Forgiveness	28			
1,241,273,346.04	Total Revenue		1,669,241,114.92	2,664,626,045.79	-414.29
	EXPENDITURE				
404,432,152.64	Salaries & Wages	29	588,086,153.93	1,250,000,000.00	52.95
2,088,000.00	Social Contribution	30	31,699,514.49		-100.00
71,427,487.59	Social Benefit	31	32,952,306.09	35,000,000.00	5.85
49,280,924.35	Overhead Cost	32	84,297,827.43	138,550,000.00	39.16
	Gratuity	33			
	Pension Allowance	34			
	Stationeries	35			
	Impairment Charges	36			
684,519,221.38	Transfer to other Government Entities	38	918,436,503.76	1,160,000,000.00	20.82
	Public Debt Charges	39			
	Allowance	40			
13,000,000.00	Purchase of Assets	58	2,740,000.00	56,500,000.00	95.15
	Purchase/construction of investment property	59	10,616,000.00	15,000,000.00	29.23
-	Acquisition of Investment	63			
5,898,091.22	Repayment of Borrowing	66	4,553,264.75		-100.00
1,230,645,877.18	Total Expenditure		1,673,381,570.45	2,655,050,000.00	43.16
10,627,458.86	Net Surplus/(Deficit)		-4,140,455.53	9,576,045.79	-457.45

ISE/ORUN LOCAL GOVERNMENT, ISE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR
THE YEAR ENDED 31ST DECEMBER, 2021

S/N	NARRATION	ACCUMULATED SURPLUS/DEFICIT (N)	RESERVE (N)	CAPITAL GRANT (N)	TOTAL (N)
1	Opening Balance (1/1/2021)	14,012,553.93	5,934,294.68	-	19,946,848.61
2	Surplus for the period	-15,382,754.02			-15,382,754.02
3	Assets Recognised during the year		10,616,000.00		10,616,000.00
4	Reserves Adjustment		88,981,416.60		88,981,416.60
	Closing Balance 31/12/2021	-1,370,200.09	105,531,711.28	-	104,161,511.19

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEDULE FOR THE YEAR 2021

NOTES 8 & 37

DETAILS	LAND AND BUILDING	INFRASTRUCTURE	MOTOR VEHICLE	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL
Rate of Depreciation	3%	3%	20%	10%	20%	25%	20%	
Balance B/f as at 1/1/2012	237,752,900.00	322,407,666.09	-	6,469,200.00	47,184,513.62	2,470,449.35	2,493,256.00	618,777,985.06
Acquisition/Assets recognized during the year	13,356,000.00	-	0.00	0.00	0.00	0.00	0.00	13,356,000.00
Total	251,108,900.00	322,407,666.09	-	6,469,200.00	47,184,513.62	2,470,449.35	2,493,256.00	632,133,985.06
Disposal during the year	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Balance 31/12/2021	251,108,900.00	322,407,666.09	-	6,469,200.00	47,184,513.62	2,470,449.35	2,493,256.00	632,133,985.06
Accumulated Depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Current year Charge	7,533,267.00	9,672,22.98	0.00	646,920.00	9,436,902.72	617,612.34	498,651.20	28,405,583.24
Depreciation on Disposal	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
NBV AS AT 31/12/2021	243,575,633.00	312,735,436.11	0.00	5,822,280.00	37,747,610.90	1,852,837.01	1,994,604.80	603,728,401.82

NOTE: N10,616,000.00 as part of N13,356,000.00 for Land & Building was recognised during the year while the balance of N2,740,000.00 was for the purchase of assets.

NOTE 1**CASH & CASH EQUIVALENT**

Bank Balances as at 31/12/2021	ACCOUNT NO	AMOUNT(N)
IGR Account (Wema Bank)	0122692938	44,139.82
Salary Account (Wema Bank)	0122016994	6,988,787.74
Running Grant Account (Zenith Bank)	1016250537	914,448.24
Total		7,947,375.80

INVENTORIES**NOTE 2**

DETAILS	AMOUNT (N)
OFFICE CONSUMABLES	25,000.00
STORE MATERIALS	160,000.00
UN-USED EQUIPMENT	320,500.00
UNSERVICEABLE ITEMS	155,000.00
TOTAL	660,500.00

NOTE 4**RECEIVABLE**

DETAILS	AMOUNT (N)	AMOUNT (N)
Balance as at 1/1/21		378,275,466.07
Allocation Receivable		
Capital Reserve Fund	33,237,767.62	
Capital Expenditure Fund	35,427,512.27	
Special Reserve Fund	8,974,378.44	
Severance Allowance	1,250,000.00	
Net Distributable for Dec. 2021	4,549,257.81	83,438,916.14
Total Receivables		461,714,382.21
Less Provision for doubtful debts (schl fee)		(827,149.00)
Net Receivables		460,887,233.21

INVESTMENT PROPERTY**NOTE 9**

DETAILS	AMOUNT (N)
Balance as at 1/1/2021	14,250,000.00
Additional Property	10,616,000.00
	24,866,000.00
3% Depreciation for 2021	745,980.00
Balance for 2021	24,120,020.00

NOTE 10**BIOLOGICAL ASSETS**

DETAILS	AMOUNT (N)
Balance as at 1/1/2021	500,000.00
Additional Property	-
Total	500,000.00
Less Biological Asset Distributed	(500,000.00)
Balance as at 31/12/2021	-

NOTE 13**UNREMITTED DEDUCTIONS**

DETAILS	AMOUNT (N)	AMOUNT (N)
Balance as at 1/1/2021		14,474,522.68
Addition for the year:		
PAYE	235,932.76	
WHT	238,298.42	
VAT	236,923.17	
ETF	116,325.63	
		827,479.98
TOTAL		15,302,002.66
Less payment during the year		14,474,522.68
Balance as at 31/12/2021		827,479.98

NOTE 14**PAYABLES**

DETAILS	AMOUNT (N)	AMOUNT (N)
BALANCE AS AT 1/12/2021		896,722,530.30
ADDITIONAL PAYABLES FOR THE YEAR		
Staff Claims	647,436.29	
Toyin Printers	124,000.00	
Deferred Income: (Rent on Local Govt. Shops)	558,500.00	
Current Year Leave Bonus	15,000,000.00	
Professional fees	150,000.00	
		16,479,936.29
Total		913,202,466.59
Less payment during the year		(2,800,000.00)
Balance as at 1/12/2021		910,402,466.59

NOTE 16**BORROWING**

DETAILS	AMOUNT (N)
BALANCE OF BAILOUT 1/1/2021	86,505,337.82
LESS BAILOUT REPAYMENT FOR THE YEAR	(4,553,264.75)
BALANCE OF BAILOUT FUND 31/12/2021	81,952,073.07

Note 21: Share of JAAC (Statutory Allocation)

		2021			2020
	Month	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	January	122,212,300.20	148,690,597.03	(26,478,296.83)	101,579,683.31
2	February	129,179,022.27	138,467,282.21	(9,288,259.94)	104,256,130.80
3	March	102,093,568.70	124,954,600.30	(22,861,031.60)	98,534,819.49
4	April	113,287,002.37	148,750,995.23	(35,463,992.86)	98,822,936.76
5	May	137,069,016.62	169,588,345.02	(32,519,328.40)	95,461,162.97
6	June	132,107,661.10	166,243,950.80	(34,136,289.70)	96,957,045.29
7	July	141,887,965.88	175,879,631.40	(33,991,665.52)	98,036,767.44
8	August	142,730,157.08	201,650,560.25	(58,920,403.17)	83,438,053.43
9	September	134,549,646.60	165,240,300.25	(30,690,653.65)	100,967,268.96
10	October	143,089,932.20	207,950,345.21	(64,860,413.01)	99,683,285.63
11	November	142,284,291.76	273,950,235.98	(131,665,944.22)	97,030,422.14
12	December	218,936,412.88	318,085,648.32	(99,149,235.44)	98,789,564.98
	Total Allocation for the Year	1,659,426,977.66	2,239,452,492.00	(580,025,514.34)	1,173,557,141.20

Note 22: Tax Revenue

		2021			2020
Code	Description	ACTUAL	BUDGET	VARIANCE	ACTUAL
120101	Personal Tax (Flat Rate)	86,000.00	165,000,000.00	(164,914,000.00)	1,322,591.72
	TOTAL	86,000.00	165,000,000.00	(164,914,000.00)	1,322,591.72

Note 23: Non-Tax Revenue

		2021			2020
Code	Description	ACTUAL	BUDGET	VARIANCE	ACTUAL
120201	License- General	1,109,056.00	15,115,389.02	(14,006,333.02)	1,514,452.50
120204	Fees - General	3,764,267.00	29,950,870.00	(26,186,603.00)	2,083,500.00
120205	Fine - General	-	18,895,000.00	(18,895,000.00)	1,654,560.00
120206	Salas - General	950,000.00	29,350,550.23	(28,400,550.23)	-
120102	2.5% Local Govt Levy on Contract	192,727.26	86,733,788.65	(86,541,061.39)	-
	Total	6,016,050.26	-	-	-
	Less: Deferred Income	558,500.00	-	-	-
	Net Revenue	5,457,550.26	180,045,597.90	(174,029,547.64)	5,252,512.50

Note 25: Investment Income

		2021			2020
Code	Description	ACTUAL	BUDGET	VARIANCE	ACTUAL
120207	Rent on Investment Building	4,270,587.00	50,054,855.89	(45,784,268.89)	123,350.00
	Total	4,270,587.00	50,054,855.89	(45,784,268.89)	123,350.00

Note 29: Salary and Wages

			2021			2020
Month	Local Govt Staff Salary	Political Office Holders' Salaries	ACTUAL	BUDGET	VARIANCE	ACTUAL
January	27,051,903.62	8,736,512.86	35,788,416.48	70,756,384.69	34,967,968.21	27,375,223.90
February	30,009,532.63	8,736,512.86	38,746,045.49	71,294,009.89	32,547,964.40	34,210,954.02
March	16,946,490.76	7,199,012.86	24,145,503.62	41,091,070.42	16,945,566.80	21,958,721.01
April	29,635,213.34	8,736,512.86	38,371,726.20	67,437,524.04	29,065,797.84	32,895,098.92
May						

	46,116,279.87	5,399,259.64	51,515,539.51	103,031,079.02	51,515,539.51	30,214,365.02
June	41,694,736.60	7,899,259.64	49,593,996.24	89,817,992.84	40,223,996.60	30,675,984.01
July	43,659,812.45	7,899,259.64	51,559,072.09	108,111,481.00	56,552,408.91	40,002,398.19
August	41,893,957.59	7,899,259.64	49,793,217.23	111,676,761.43	61,883,544.20	31,011,954.03
September	43,296,291.33	7,899,259.64	51,195,550.97	103,931,010.94	52,735,459.97	40,009,850.28
October	44,068,459.83	7,899,259.64	51,967,719.47	118,033,850.01	66,066,130.54	30,895,214.87
November	46,228,055.79	6,024,259.64	52,252,315.43	84,504,630.68	32,252,315.25	33,828,366.58
December	85,333,038.34	7,824,012.86	93,157,051.20	280,314,205.04	187,157,153.84	51,354,021.81
Total	495,933,772.15	92,152,381.78	588,086,153.93	1,250,000,000.00	661,913,846.07	404,432,152.64

Note 30: Social Contribution

	2021			2020
Description	ACTUAL	BUDGET	VARIANCE	ACTUAL
COVID 19 Pallative to Communities	14,865,324.00	-	(14,865,324.00)	725,000.00
Youth Empowerment	7,113,400.00	-	(7,113,400.00)	200,000.00
Special Gift to Christians and Muslims Faithful	5,436,510.00	-	(5,436,510.00)	863,000.00
Women Development Programmes	4,284,280.49	-	(4,284,280.49)	300,000.00
Total	31,699,514.49	-	(31,699,514.49)	2,088,000.00

Note 31: Social Benefit

	2021			2020
Description	ACTUAL	BUDGET	VARIANCE	ACTUAL
Vigilantee	4,538,330.00	6,950,000.98	2,411,670.98	15,660,945.82
Local Hunters stipent	11,650,250.00	9,950,550.10	(1,699,699.90)	19,850,990.79
Students Bursary	5,900,500.00	-	(5,900,500.00)	-
Staff welfare	10,863,226.09	180,994,489.92	170,131,263.83	35,915,550.98
Total	32,952,306.09	197,895,041.00	164,942,734.91	71,427,487.59

Note 32: Overhead Cost

Description	2021			2020
	ACTUAL	BUDGET	VARIANCE	ACTUAL
Travel & Transport	24,295,750.00	31,350,000.00	7,054,250.00	26,637,974.35
Utilities	400,000.00	4,000,000.00	3,600,000.00	279,750.00
Material & Supplies	2,810,500.00	8,950,000.00	6,139,500.00	1,899,500.00
Maintenance Services	3,038,000.00	8,155,000.00	5,117,000.00	165,000.00
Training- General	150,000.00	4,235,000.00	4,085,000.00	85,000.00
Other Services - General	9,969,000.00	13,390,000.00	3,421,000.00	11,634,000.00
Grants & Contributions	19,009,695.44	24,000,000.00	4,990,304.56	4,485,000.00
Fuel & Lubricant	1,667,400.00	6,870,000.00	5,202,600.00	845,800.00
Miscellaneous Expenses	8,540,384.03	36,300,000.00	27,759,615.97	4,400.00
Financial Charges – General	455,876.70	1,000,000.00	544,123.30	2,127,000.00
Stipend for Iyalaja	300,000.00	300,000.00	-	500,000.00
FIRS TAX & Consultancy Fees	1,679,007.26	-	(1,679,007.26)	505,000.00
Other Overhead Cost (Traditional Council)	11,982,214.00	-	(11,982,214.00)	112,500.00
Total Overhead Cost	84,297,827.43	138,550,000.00	54,252,172.57	49,280,924.35

NOTE 37

INVESTMENT INCOME

DESCRIPTION	AMOUNT (N)
DEPRECIATION CHARGES FOR THE YEAR PPE	28,405,583.24
DEPRECIATION CHARGES FOR THE YEAR: INVESTMENT PROPERTY	745,980.00
TOTAL	29,151,563.24

Note 38: Transfer to Other Government Entities

									2021			2020
Month	Contribution to Parastatals	SUBEB Overhead	Peace Corps	Security Fund	Primary School Teacher	Pension Allowance	Gratuity	Traditional Council	ACTUAL	BUDGET	VARIANCE	ACTUAL
January	1,262,214.03	430,000.00	1,200,000.00	700,000.00	30,747,364.97	29,480,561.54	347,395.29	3,490,001.85	67,657,537.68	86,504,003.87	18,846,466.19	50,157,982.01
February	1,262,214.03	430,000.00	1,200,000.00	700,000.00	38,972,661.82	29,395,157.69	497,945.51	4,109,753.85	76,567,732.90	83,875,021.32	7,307,288.42	51,950,215.97
March	783,091.09	-	1,200,000.00	700,000.00	25,985,016.36	29,817,671.72	-	3,865,946.00	62,351,725.17	86,204,781.02	23,853,055.85	56,241,325.87
April	783,091.09	215,000.00	1,200,000.00	700,000.00	29,893,234.57	29,817,671.72	857,676.26	3,298,926.09	66,765,599.73	69,875,021.21	3,109,421.48	51,234,547.86
May	783,091.09	215,000.00	1,200,000.00	700,000.00	32,645,804.13	30,218,025.71	3,184,456.87	3,730,281.71	72,676,659.51	78,985,201.23	6,308,541.72	48,214,354.24
June	984,203.09	215,000.00	1,200,000.00	700,000.00	29,813,039.02	29,346,891.79	2,836,277.79	4,108,470.04	69,203,881.73	84,204,650.87	15,000,769.14	61,247,354.98
July	1,638,220.40	215,000.00	1,200,000.00	700,000.00	33,372,492.97	30,852,271.40	2,331,885.87	5,174,090.08	75,483,960.72	82,898,910.83	7,414,950.11	58,654,987.00
August	1,745,375.77	215,000.00	1,200,000.00	700,000.00	33,842,523.75	29,545,560.19	1,378,649.36	5,512,525.22	74,139,634.29	82,435,874.60	8,296,240.31	60,542,021.04
September	1,545,915.78	430,000.00	1,200,000.00	700,000.00	42,582,322.44	29,524,830.00	-	4,294,210.50	80,277,278.72	96,850,941.12	16,573,662.40	57,043,268.45
October	1,728,410.01	430,000.00	1,200,000.00	700,000.00	42,550,545.03	30,335,419.02	2,450,429.70	5,313,345.37	84,708,149.13	128,753,150.87	44,045,001.74	51,245,358.24
November	1,142,758.08	430,000.00	1,200,000.00	700,000.00	42,963,772.04	30,335,419.02	3,473,952.95	3,512,979.20	83,758,881.29	131,110,550.98	47,351,669.69	57,000,560.12
December	1,696,110.98	430,000.00	1,200,000.00	700,000.00	62,705,417.16	29,926,166.05	877,771.65	7,309,997.05	104,845,462.89	148,301,892.08	43,456,429.19	80,987,245.60
TOTAL	15,354,695.44	3,655,000.00	14,400,000.00	8,400,000.00	446,074,194.26	358,595,645.85	18,236,441.25	53,720,526.96	918,436,503.76	1,160,000,000.00	241,563,496.24	684,519,221.38

Note 58: Purchase of Assets

Description	2021			2020
	ACTUAL	BUDGET	VARIANCE	ACTUAL
Rehabilitation/Repair of Fixed Asset	1,260,000.00	56,500,000.00	55,240,000.00	13,000,000.00
Rehabilitation/Repair of Palaces	50,000.00	-	(50,000.00)	-
Extension of Electricity	20,000.00	-	(20,000.00)	-
Purchase of Sporting/Gaming Equipments	20,000.00	-	(20,000.00)	-
Governance	390,000.00	-	(390,000.00)	-
Youths Empowerment (Agricbiz)	1,000,000.00	-	(1,000,000.00)	-
Total	2,740,000.00	56,500,000.00	53,760,000.00	13,000,000.00

Note 59: Investment Property- Market & Shops

Description	2021			2020
	ACTUAL	BUDGET	VARIANCE	ACTUAL
Investment Land & Building (Market & Shops)	10,616,000.00	15,000,000.00	4,384,000.00	-
TOTAL	10,616,000.00	15,000,000.00	4,384,000.00	-

Note 66: Repayment of Borrowing: Bail-Out Fund

	2021			2020
Month	ACTUAL	BUDGET	VARIANCE	ACTUAL
January	455,326.49	-	(455,326.49)	491,507.60
February	455,326.49	-	(455,326.49)	491,507.61
March	-	-	-	491,507.60
April	-	-	-	491,507.60
May	455,326.48	-	(455,326.48)	491,507.60
June	455,326.47	-	(455,326.47)	491,507.60
July	455,326.47	-	(455,326.47)	491,507.60
August	455,326.47	-	(455,326.47)	491,507.60
September	455,326.47	-	(455,326.47)	491,507.60
October	455,326.47	-	(455,326.47)	491,507.60
November	455,326.47	-	(455,326.47)	491,507.61
December	455,326.47	-	(455,326.47)	491,507.60
Total	4,553,264.75	-	(4,553,264.75)	5,898,091.22

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE

ACCOUNTS OF MOBA LOCAL GOVERNMENT,

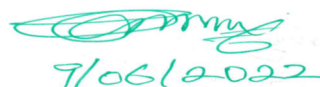
OTUN-EKITI

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Moba Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.



A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF MOBA LOCAL GOVERNMENT, OTUN-EKITI FOR THE YEAR
ENDED 31ST DECEMBER, 2021.**

The General Purpose Financial Statements of Ilejemeje Local Government have been examined in accordance with, sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively, section 26(2) of Ekiti State Audit Law, 2014 and Section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Moba Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. BASIS OF OPINION

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are

free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. OPINION

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31ST December 2021 subject to the observations and comments in the other parts of this report.

7. BUDGET OVERVIEW AND PERFORMANCE

Statement of Comparison on Budget Estimates and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS accrual showed the following shortcomings:

- i. The estimate made for Revenue in the 2021 budget recorded a performance of 75.68%. That is, an estimate was made for N2,198,853,195.20, while actual Revenue recorded stood at N1,664,024,656.48. Equally, the actual IGR of N9,248,766.39 represents only 0.56% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.
- ii. The sum of N1,799,644,055.60 only was budgeted for expenditure but only N1,677,311,872.54 was actually incurred, resulting to saving of N122,332,183.06 for the period.

8. REVENUE ACCOUNT

A total sum of N1,664,024,656.48 was earned as total Revenue as at 31st December, 2021 out of which only 0.56% (N9,248,766.39) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a surplus of 31.56% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2021.

9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10, of this report.

10. INFRACTIONS DURING THE YEAR:

The following expenditure appears to be contrary to Law.

S/N	QUERY NUMBER	SUBJECT	AMOUNT (N)
1	AUD/MLG/AQ/01/2021	Unproduced Revenue Earning Receipts	Assorted
2	AUD/MLG/AQ/02/2021	Expenditure Contrary to Regulations I	2,116,725.00
3	AUD/MLG/AQ/03/2021	Expenditure Contrary to Regulations II	5,163,959.05
4	AUD/MLG/AQ/04/2021	Items not taken on Store Ledger Charge	636,600.00
5	AUD/MLG/AQ/05/2021	Expenditure not Accounted for	667,236.34
6	AUD/MLG/AQ/06/2021	Unvouched Expenditure	9,209,495.18
		TOTAL	17,794,015.57

These queries and other infractions noted on Local Government accounts during the financial year had been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. STATEMENTS OF ASSETS AND LIABILITIES

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. DISALLOWANCE

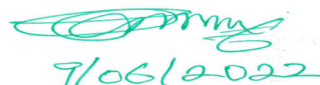
Allowance had been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

13. STATE OF ACCOUNT

The Accounts of Moba Local Government had been examined up to 31st December, 2021 and detailed observations have been forwarded to The Local Government Chairman and the Director of Administration, Moba Local Government, Otun-Ekiti. Particular attention is required to the followings:

- (i) Unproduced Revenue Earning Receipts
- (ii) Internally Generated Revenue
- (iii) Fixed Assets Register
- (iv) Internal Control and internal checks

14. RECEIPTS FROM JAAC: It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.



A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

Our Ref: Your Ref: "

RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance Moba Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Moba Local Government as at the year ended 31st December, 2021.

(Signature)

28-02-2022

Hon. Adesoye Ibukun,
Executive Chairman.

(Signature)

28/02/2022

Mr. Ajewole J.O.
Director of Finance.

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS were:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local Government. The items in the Statements were cross referenced to any related information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFM. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- (i) Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria were met in accordance to **IPSAS 23**.
- (ii) Revenue from exchange transactions was recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- (i) Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.
- (ii) Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.

- (iii) Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and were reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables was established when there was objective evidence that the Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) INVENTORIES (IPSAS 12).

Inventories were valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method. Those held for distribution for public benefit purposes were recorded at cost, adjusted where applicable for

any loss of services potential and were reported under Current Assets in the Statement of Financial Position.

(17) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses.

Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(18) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years
Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless of the day of the month the transactions were carried out.

(19) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(20) RESERVES

Reserves were classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(21) BORROWINGS.

Borrowings were recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(22) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(23) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and all monetary benefits) using the cost of service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(24) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

MOBA LOCAL GOVERNMENT, OTUN-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N	Represented By:		N	N
	<u>ASSETS</u>			
	Current Assets			
19,203,787.54	Cash and Cash Equivalents	1	5,916,571.48	
686,200.00	Inventories	2	427,500.00	
	WIP	3		
376,075,466.07	Receivables	4	243,297,746.25	
	Prepayments	5		
395,965,453.61	Total Current Assets			249,641,817.73
	Non-Current Assets			
	Loans Granted	6		
	Investments	7		
545,822,683.70	Fixed Assets-Property, Plant & Equipment	8	685,596,006.42	
	Investment Property	9		
	Biological Assets	10		
545,822,683.70	Total Non-Current Assets			685,596,006.42
941,788,137.31	Total Assets			935,237,824.15
	<u>LIABILITIES</u>			
	Current Liabilities			
39,188,499.20	Accumulated Depreciation	11		
	Loans & Debts(Short-Term)	12		
	Unremitted Deductions	13		
366,326,295.53	Payables	14	250,326,195.47	
405,514,794.73	Total Current Liabilities		250,326,195.47	
	Non-Current Liabilities			
60,000.00	Public Funds	15		
86,565,337.82	Borrowings	16	81,681,900.27	
86,625,337.82	Total Non-Current Liabilities		81,681,900.27	
492,080,132.55	Total Liabilities			332,008,095.74
449,708,004.76	Net Asset/Equity			603,229,728.41
	Financed By:			
327,937,826.44	Reserves	17		529,875,447.64
20,560,430.99	Capital Grant	18		
	Net Surpluses/(Deficits)	19		
101,209,747.33	Accumulated Surplus/(Deficits)	20		73,354,280.77
449,708,004.76	Total Net Assets/Equity			603,229,728.41

MOBA LOCAL GOVERNMENT, OTUN-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	Actual 2021
N	<u>REVENUE</u>		N
1,191,698,690.83	Government Share of FAAC (Statutory Revenue)	21	1,654,775,890.09
1,393,253.41	Tax Revenue	22	3,011,529.91
5,636,183.48	Non-Tax Revenue	23	6,237,236.48
20,560,430.99	Aid & Grants	24	
	Investment Income	25	
	Expenditure Recovery	26	
	Other Capital Receipts	27	
	Debt Forgiveness	28	
1,219,288,558.71	Total Revenue		1,664,024,656.48
	<u>EXPENDITURE</u>		
343,755,157.08	Salaries & Wages	29	676,545,791.78
13,764,363.25	Social Contribution	30	27,559,224.40
	Social Benefit	31	
55,011,790.47	Overhead Cost	32	58,310,115.24
	Gratuity	33	
	Pension Allowance	34	
	Stationeries	35	
	Impairment Charges	36	
17,272,395.86	Depreciation Charges	37	23,351,221.83
788,038,698.30	Transfer to other Government Entities	38	906,113,769.79
	Public Debt Charges	39	
	Allowance	40	
1,217,842,404.96	Total Expenditure		1,691,880,123.04
1,446,153.75	Surplus/(Deficit) from Operating Activities for the Period		-27,855,466.56
	Total Non-Operating Revenue/(Expenses)		
	Non-Operating Activities		
	Gain/Loss on Disposal of Asset	41	
	Refunded Revenue	42	
	Revaluation Gain	43	
	Net Surplus/(Deficit) from Ordinary Activities		
	Surplus/(Deficit) from Ordinary Activities		
	Purchases/Construction of Assets	44	
	Minority Interest Share of Surplus/(Deficits)	45	
1,446,153.75	Net Surplus/(Deficit) for the year		

MOBA LOCAL GOVERNMENT, OTUN-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
1,191,698,690.83	Government Share of FAAC (Statutory Revenue)	21	1,654,775,890.09	
1,393,253.41	Tax Revenue	22	3,011,529.91	
5,636,183.48	Non-Tax Revenue	23	6,237,236.48	
20,560,430.99	Aid & Grants	24		
	Investment Income	25		
	Expenditure Recovery	26		
	Other Capital Receipts	27		
	Debt Forgiveness	28		
1,219,288,558.71	Total inflow from operating Activities			1,664,024,656.48
	<u>Outflows</u>			
343,755,157.08	Salaries & Wages	29	676,545,791.78	
13,764,363.25	Social Contributions	30	27,559,224.40	
	Social Benefit	31		
55,011,790.47	Overheads Cost	32	58,310,115.24	
	Pension Allowance	34		
	Gratuity	33		
788,038,698.30	Transfer to other Government Entities	38	906,113,769.79	
	Allowance	40		
	Deductions	49		
	Refund	50		
	Inventory	51		
	Loan	52		
1,200,570,009.10	Total Outflow from Operating Activities			1,668,528,901.21
18,718,559.61	Net Cash Inflow/(outflow) from Operating Activities			-4,504,244.73
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
	Proceeds from Sale of PPE	53		
	Proceeds from Sale of Investment Property	54		
	Proceeds from Sales of Intangible Assets	55		
	Proceds from Sale of Investment	56		
-	Dividends Received	57		
-	Total Inflow			
-	Outflows			

20,560,430.99	Purchase/ Construction of PPE	58	3,899,533.78	
-	Purchase/ Construction OF Investment Property	59		
-	Investment in Private Companies	60		
-	Loan Granted	61		
-	Purchase of Intangible Assets	62		
-	Acquisition of Investment	63		
20,560,430.99	Total Outflow		3,899,533.78	
-20,560,430.99	Net Cash Flow from Investing Activities			-3,899,533.78
	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
	Capital Grant Received	64		
	Proceeds from Borrowings	65		
	Total Inflow			
	Outflows			
5,898,091.22	Repayment of Borrowings	66	4,883,437.55	
	Distribution of Surplus/Dividends Paid	67		
5,898,091.22	Total Outflow		4,883,437.55	
-5,898,091.22	Net Cash Flow from Financing Activities			-4,883,437.55
-7,739,972.60	Net Cash Flow from all Activities			-13,287,216.06
26,943,760.14	Cash and Its Equivalent as at 01/01/2021			19,203,787.54
19,203,787.54	Cash and Its Equivalent as at 31/12/2021	1		5,916,571.48

MOBA LOCAL GOVERNMENT, OTUN-EKITI, EKITI STATE, NIGERIA
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED
31ST DECEMBER, 2021

2020		Notes	Actual 2021	Final Budget 2021	Variance on Final Budget
N			N	N	N
	REVENUE				
1,191,698,690.83	Government Share of FAAC (Statutory Revenue)	21	1,654,775,890.09	2,188,351,900.00	-24.38
1,393,253.41	Tax Revenue	22	3,011,529.91	2,300,000.00	30.94
5,636,183.43	Non-Tax Revenue	23	6,237,236.48	8,201,295.20	-23.95
20,560,430.99	Aid & Grants	24			
	Investment Income	25			
	Expenditure Recovery	26			
	Other Capital Receipts	27			
	Debt Forgiveness	28			
1,219,288,558.71	Total Revenue		1,664,024,656.48	2,198,853,195.20	-17.39
	EXPENDITURE				
343,755,157.08	Salaries & Wages	29	676,545,791.78	747,444,055.60	9.49
13,764,363.25	Social Contribution	30	27,559,224.40	-	-100.00
	Social Benefit	31			
55,011,790.47	Overhead Cost	32	58,310,115.24	86,200,000.00	32.35
	Gratuity	33			
	Pension Allowance	34			
	Stationeries	35			
	Impairment Charges	36			
788,038,698.30	Transfer to other Government Entities	38	906,113,769.79	962,000,000.00	5.81
	Public Debt Charges	39			
	Allowance	40			
20,560,430.99	Purchase of Assets	58	3,899,533.78	4,000,000.00	2.51
-	Acquisition of Investment	63			
5,898,091.22	Repayment of Borrowing	66	4,883,437.55	-	-100.00
1,227,028,531.31	Total Expenditure		1,677,311,872.54	1,799,644,055.60	-149.84
-7,739,972.60	Net Surplus/(Deficit) for the year		-13,287,216.06	399,209,139.60	132.44

MOBA LOCAL GOVERNMENT, OTUN-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2021

S/N	NARRATION	ACCUMULATED SURPLUS /DEFICIT	RESERVE	CAPITAL GRANT	TOTAL
1	Opening Balance (1/1/2021)	101,209,747.33	327,937,826.44	20,560,430.99	449,708,004.76
2	Net Surplus/(Deficit) for the year	-27,855,466.56	-		-27,855,466.56
3	Grant for the year	-		-20,560,430.99	-20,560,430.99
4.	Assets Recognised during the year		159,225,011.01		159,225,011.01
5	Adjustment for the period		42,712,610.19		42,712,610.19
	Closing Balance (31/12/2021)	73,354,280.77	529,875,447.64	-	603,229,728.41

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEUDLE FOR THE YEAR 2021

NOTE 8, 37 & 58

DETAILS	LAND AND BUILDING	INFRASTRUC TURE	MOTOR VEHICLES	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL
Rate of Depreciation	3%	3%	20%	10%	20%	25%	20%	N
Balance B/F as at 1/1/2021	529,161,347.62	-	15,187.30	11,839,774.20	-	4,806,374.34	00	545,822,683.46
Acquisition/Asset recognized during the year (58)	2,199,011.08	159,225,011.01	00	1,200,522.70	00	500,000.00	00	163,124,544.79
Total	531,360,358.70	159,225,011.01	15,187.30	13,040,296.90	-	5,306,374.34	-	708,947,228.25
Disposal during the year	0.00	0.00		0.00	0.00	0.00	0.00	-
Balance 31/12/2021	531,360,358.70	159,225,011.01	15,187.30	13,040,296.90	-	5,306,374.34	-	708,947,228.25
Accumulated Depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Current Year Charge (N37)	15,940,810.76	4,776,750.33	3,037.46	1,304,029.69	00	1,326,593.59	00	23,351,221.83
Depreciation on Disposal	-	-	-	-	-	-	-	-
NBV AS AT 31/12/2021	515,419,547.94	154,448,260.68	12,149.84	11,736,267.21	00	3,979,780.76	00	685,596,006.42

NOTE: Infrastructure of (N159,225,011.01) as an existing asset was recognised during the year.

NOTE 1**CASH AND CASH EQUIVALENT**

S/N	NAMES OF ACCOUNT	NATURE OF ACCOUNT	ACCOUNT NUMBER	CLOSING BALANCE
1	UNITY BANK PLC	RECURRENT ACC.	0026123257	641,584.63
2	OMIYE MICRO FINANCE BANK	IGR	1100100961	54,452.85
3	UNITY BANK PLC	SALARY	0023773060	5,220,534.00
	TOTAL			5,916,571.48

NOTE 2**INVENTORIES**

S/N	NAMES OF ACCOUNT	NATURE OF ACCOUNT	ACCOUNT NUMBER	CLOSING BALANCE
1	OFFICE TABLE	2	20,000.00	40,000.00
2	OFFICE CHAIR	3	5,000.00	15,000.00
3	CELLING FAN	2	3,500.00	7,000.00
4	FRIDGE	1	35,000.00	35,000.00
5	IRON CABINET	3	45,000.00	135,000.00
6	RADIO	1	3,500.00	3,500.00
7	RUG	5 YARDS	1,000.00	4,000.00
8	GRR	10 BKS	800.00	8,000.00
9	TR	10 BKS	800.00	8,000.00
10	MARKET RECEIPT	20 BKS	600.00	12,000.00
11	LG ATTESTATION	20BKS	3,000.00	60,000.00
12	FILE JACKET	1000	100.00	100,000.00
	TOTAL			427,500.00

NOTE 4**RECEIVABLES**

DETAILS	AMOUNT (N)
BALANCE B/F	376,075,466.07
LESS: RECEIPT DURING THE YEAR	170,774,204.57
	205,301,261.50
ADD RECEIVABLE FOR THE YEAR	37,996,484.75
BALANCE B/F	243,297,746.25

NOTE 14**PAYABLES**

DETAILS	AMOUNT (N)
BALANCE B/F	366,326,295.53
LESS: RECEIPT DURING THE YEAR	116,000,100.06
ADD RECEIVABLE FOR THE YEAR	00
BALANCE B/F	250,326,195.47

NOTE 16**BORROWING**

DETAILS	AMOUNT (N)
BALANCE B/F	86,565,337.82
LESS PAYMENT	4,883,437.55
BALANCE AS AT 31/12/2021	81,681,900.27

NOTE 21**GOVERNMENT SHARE OF FAAC (STATUTORY REVENUE)**

		2022			2021
S/N	MONTH	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	January	118,986,875.01	159,876,999.25	(40,890,124.24)	102,059,783.08
2	February	126,502,050.54	164,205,339.58	(37,703,289.04)	114,589,616.37
3	March	98,291,487.57	119,678,239.01	(21,386,751.44)	102,112,695.05
4	April	114,174,146.43	147,873,194.87	(33,699,048.44)	100,230,744.87
5	May	127,887,194.69	168,379,542.46	(40,492,347.77)	102,131,614.76
6	June	134,658,854.68	181,766,958.27	(47,108,103.59)	87,236,828.54
7	July	142,842,765.73	197,828,079.88	(54,985,314.15)	107,798,790.03
8	August	148,396,073.03	204,565,005.14	(56,168,932.11)	102,189,299.12
9	September	135,388,856.91	170,834,669.04	(35,445,812.13)	89,936,124.50
10	October	145,079,200.07	204,997,214.51	(59,918,014.44)	102,639,288.41
11	November	142,665,053.34	217,256,874.08	(74,591,820.74)	90,681,545.66
12	December	219,903,332.09	251,089,783.91	(31,186,451.82)	90,092,360.44
	TOTAL	1,654,775,890.09	2,188,351,900.00	(533,576,009.91)	1,191,698,690.83

NOTE 22**TAX REVENUE**

		2022			2021
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	TENEMENT RATE	653,127.14	594,345.98	58,781.16	356,243.22
2	Corporate Tax(L.G. Tax)	2,358,402.77	1,705,654.02	652,748.75	1,037,010.19
	TOTAL	3,011,529.91	2,300,000.00	711,529.91	1,393,253.41

NOTE 23**NON TAX REVENUE**

		2022			2021
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Flat Rate	398,436.48	750,500.00	(352,063.52)	337,700.92
2	Hacney permit	42,000.00	53,000.00	(11,000.00)	69,750.21
3	Market fee	206,000.00	50,400.00	155,600.00	392,850.00
4	Birth certificate	100,000.00	125,050.00	(25,050.00)	97,870.93

5	Shop Permit	467,100.00	650,500.00	(183,400.00)	707,901.00
6	Advertisement fee	76,500.00	100,500.00	(24,000.00)	79,860.42
7	Marriage fee	1,215,000.00	1,785,000.00	(570,000.00)	918,850.00
8	Attestation	2,859,700.00	3,845,800.00	(986,100.00)	1,987,800.00
9	Naming of street	180,000.00	125,000.00	55,000.00	397,500.00
10	Refund paid	22,000.00	24,545.20	(2,545.20)	-
11	Business/Trade organisation	594,000.00	401,000.00	193,000.00	542,800.00
12	Liquor	26,500.00	115,000.00	(88,500.00)	15,800.00
13	Rent L.G Building	40,000.00	100,000.00	(60,000.00)	87,500.00
14	Registration of club	10,000.00	75,000.00	(65,000.00)	-
	TOTAL	6,237,236.48	8,201,295.20	(1,964,058.72)	5,636,183.48

NOTE 29

SALARY & WAGES

S/N	DETAILS	2022			2021
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Local Govt workers salary/Emolument(L.G workers, Palace staff & mid wives)	580,937,366.45	632,518,701.40	51,581,334.95	293,132,935.57
2	Political office holders salary	95,608,425.33	114,925,354.20	19,316,928.87	50,622,221.51
	Total	676,545,791.78	747,444,055.60	70,898,263.82	343,755,157.08

NOTE 30**SOCIAL CONTRIBUTION**

S/N	DETAILS	2022			2021
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Enlightment on COVID-19	10,772,522.40	-	(10,772,522.40)	4,229,289.71
2	Provision for immunization	15,000,000.00	-	(15,000,000.00)	8,285,073.54
3	Women anniversary celebration	1,786,702.00	-	(1,786,702.00)	1,250,000.00
	Total	27,559,224.40	-	(27,559,224.40)	13,764,363.25

NOTE 32**OVERHEAD COST**

S/N	CODE	DETAILS	2022			2021
			ACTUAL	BUDGET	VARIANCE	ACTUAL
1	220201	Transport & Travelling	23,701,500.00	30,350,000.00	6,648,500.00	21,950,000.00
2	220202	Utilities-General	600,000.00	1,450,000.00	850,000.00	750,750.00
3	220203	Materials & Supplies-General	831,800.00	1,695,000.00	863,200.00	661,650.00
4	220204	Maintenance-General	1,884,250.00	3,050,950.00	1,166,700.00	1,705,500.00
5	220205	Training-General	814,000.00	1,575,000.00	761,000.00	643,500.00
6	220206	Other service-General	8,600,000.00	15,050,000.00	6,450,000.00	7,900,000.00
7	220207	Consultancy/Proffesional-General	650,000.00	1,300,000.00	650,000.00	750,000.00
8	220208	Fuel & Lubricant-General	1,166,650.00	2,778,550.00	1,611,900.00	1,950,000.00
9	220210	Miscellaneous-General	16,061,915.24	23,950,500.00	7,888,584.76	15,750,390.47
10	210202	Local Grant-General	4,000,000.00	5,000,000.00	1,000,000.00	2,950,000.00
	Total		58,310,115.24	86,200,000.00	27,889,884.76	55,011,790.47

NOTE 37

DEPRECIATION FOR THE YEAR

S/N	MONTH	AMOUNT (N)
1	LAND & BUILDING	15,940,810.76
2	INFRASTRUCTURE	4,776,750.33
3	MOTOR VEHICLE	3,037.46
4	PLANT & MACHINERY	1,304,029.69
5	TRANSPORT EQUIPMENT	0.00
6	FURNITURE & FITTINGS	0.00
7	OFFICE EQUIPMENTS	1,326,593.59
	TOTAL	23,351,221.83

NOTE 38

TRANSFER TO OTHER GOVERNMENT ENTITIES

S/N	DETAILS	2022			2021
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Primary Education Fund	349,773,403.92	380,875,004.10	31,101,600.18	409,389,204.45
2	Tradition /Council Allocation	55,470,993.81	59,875,500.24	4,404,506.43	52,101,198.87
3	Passion & Gratuity	460,920,582.76	475,198,514.41	14,277,931.65	290,995,370.00
4	Local Government Parastructure	17,148,789.30	19,050,981.25	1,902,191.95	12,752,924.98
5	Running grant to peace corps	14,400,000.00	17,000,000.00	2,600,000.00	14,400,000.00
6	Security Fund	8,400,000.00	10,000,000.00	1,600,000.00	8,400,000.00
	TOTAL	906,113,769.79	962,000,000.00	55,886,230.21	788,038,698.30

NOTE 58
PURCHASE/CONSTRUCTION OF PP&E

S/N	DETAILS	2022			2021
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	Administrative sector	1,200,522.70	1,850,000.00	649,477.30	-
2	Social sector	500,000.00	-	(500,000.00)	1,362,149.88
3	Economic sector	2,199,011.08	2,150,000.00	(49,011.08)	19,198,281.11
	Total	3,899,533.78	4,000,000.00	100,466.22	20,560,430.99

NOTE 66
REPAYMENT OF BORROWING (BAIL OUT)

MONTH	2022			2021
	ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	488,343.76	-	(488,343.76)	491,507.60
FEBRUARY	488,343.76	-	(488,343.76)	491,507.60
MARCH	-	-	-	491,507.60
APRIL	-	-	-	491,507.60
MAY	488,343.76	-	(488,343.76)	491,507.61
JUNE	488,343.76	-	(488,343.76)	491,507.60
JULY	488,343.76	-	(488,343.76)	491,507.60
AUGUST	488,343.76	-	(488,343.76)	491,507.60
SEPTEMBER	488,343.76	-	(488,343.76)	491,507.60
OCTOBER	488,343.76	-	(488,343.76)	491,507.60
NOVEMBER	488,343.76	-	(488,343.76)	491,507.60
DECEMBER	488,343.71	-	(488,343.71)	491,507.61
TOTAL	4,883,437.55	-	(4,883,437.55)	5,898,091.22

REPORT

OF THE

AUDITOR-GENERAL FOR LOCAL

GOVERNMENTS

ON THE

ACCOUNTS OF OYE LOCAL GOVERNMENT,

OYE-EKITI

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

AUDIT CERTIFICATE

I have examined the General Purpose Financial Statements of Oye Local Government as at 31st December, 2021 in accordance with Sections 123(2) of the Constitution of the Federal Republic of Nigeria 1989; 316(1) of the Constitution of the Federal Republic of Nigeria 1999, 32 (2) of the Local Government Administration Law No 2 of 1999, and section 26(2) of Ekiti State Audit Law 2014. In the course of audit, I performed financial and compliance audit in accordance with International Standards on Auditing (ISA) and International Organisation of Supreme Audit Institutions (INTOSAI) Auditing Standards. The Financial Statements were prepared in line with IPSAS Accrual. I have obtained information and explanations that I required for my audit. In my opinion, the General Purpose Financial Statements and the supporting Accounts and Statements give a true and fair view of the Local Government as at 31st December, 2021 subject to the observations in this report.



7/06/2022

A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

**REPORT OF THE AUDITOR GENERAL FOR LOCAL GOVERNMENTS ON THE
ACCOUNTS OF OYE LOCAL GOVERNMENT, OYE-EKITI FOR THE YEAR
ENDED 31ST DECEMBER, 2021.**

The General Purpose Financial Statements of Oye Local Government have been examined in accordance with sections 123(2) and 316 of the Constitution of the Federal Republic of Nigeria, 1989 and 1999 respectively and section 26(2) of Ekiti State Audit Law, 2014 and section 32(2) of the Local Government Administration Law No 2 of 1999. The General Purpose Financial Statements were correct subject to the comments in this report and the existence of the Assets have also been substantiated.

2. STATEMENT OF FINANCIAL RESPONSIBILITY

It is the responsibility of Director of Finance of Oye Local Government to prepare and present the General Purpose Financial Statements to the Auditor-General in accordance with the provisions of Section 35(1) of Ekiti State Audit Law 2014 within 90 days after the expiration of the financial year.

3. STATEMENT OF RESPONSIBILITY OF AUDITOR-GENERAL

It is my responsibility to form an independent opinion, based on General Purpose Financial Statements and accompanying Accounts prepared and submitted to me by the Director of Finance of the Local Government and to report thereupon in consonance with the Constitution of the Federal Republic of Nigeria.

4. RESPONSIBILITY OF THE PUBLIC ACCOUNTS COMMITTEE (PAC)

It is the responsibility of the Public Accounts Committee of the State House of Assembly to review the Auditor-General's Report with a view to ensuring enforcement of the recommendations made and impose sanctions where necessary.

5. BASIS OF OPINION

The Audit was conducted in compliance with International Standards on Auditing (ISA) and Generally Accepted Public Sector and INTOSAI Auditing Standards.

These standards require that I comply with ethical requirements, plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements whether due to fraud or error. I also evaluated the overall adequacy of the presentation of information in the financial statements.

In the course of the Audit, I have obtained all the information and explanation that to the best of my knowledge and belief were necessary for the purpose of audit and I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for independent opinion.

6. OPINION

In my opinion, the Financial Statements which included Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flow, Statement of Comparison of Budget and Actual and Statement of Changes in Net Assets/Equity as at 31st December, 2021 with supporting notes, give a true and fair view of the State of Affairs And Financial Position of the Local Government for the fiscal year ended on 31st December, 2021 subject to the observations and comments in the other parts of this report.

7. BUDGET OVERVIEW AND PERFORMANCE

Statement of Comparison on Budget Estimate and Actual Performance for the year ended 31st December, 2021 was prepared and presented in compliance with IPSAS accrued, showed the following shortcomings:

- i. The estimate made for Revenue in the 2021 budget recorded a performance of 70.38%. That is, an estimate was made for. N2,698,718,112.25 while actual Revenue recorded stood at N1,899,242,936.64. This is about 70.38% performance. Equally, the actual IGR of N12,250,486.49 represents only 0.65% of the total Revenue for the period, meaning the Local Government relied unduly on the Statutory allocation for survival.

- ii. The sum of N2,396,281,388.79 only was budgeted for expenditure but only N1,899,199,668.24 was actually incurred, resulting to saving of N497,081,720.55 for the period.

8. REVENUE ACCOUNT

A total sum of N1,899,242,936.64 was earned as total Revenue as at 31st December, 2021 out of which only 0.65% (N12,250,486.49) was generated as IGR, which showed that the Local Government solely depends on the Statutory allocation.

On the basis of comparison, the IGR for the current year recorded a Surplus of 0.61% over that of previous year. Details of this is contained in the statement of Budget Comparison for the year 2021.

9. AUTHORITY FOR EXPENDITURE

All expenditure shown in the statement of actual expenditure for the year have been authorized as provided for by section 22(i) of the Local Government Administration Law 1999 with the exceptions of paragraph 10, of this report

10. INFRACTIONS DURING THE YEAR:

The following expenditure appears to be contrary to Law.

S/N	QUERY NO	SUBJECT	AMOUNT	
			N	K
1	AUD/OYLG/AQ/01/2021	Unproduced Revenue Earning Receipts		Assorted
2	AUD/OYLG/AQ/02/2021	Expenditure contrary to Regulation	1,609,000.00	
3	AUD/OYLG/AQ/03/2021	Unretired Expenditure	833,000.00	
4	AUD/OYLG/AQ/04/2021	Unaudited Expenditure	235,000.00	
5	AUD/OYLG/AQ/05/2021	Item not taken on store	2,186,000.00	

		ledger change	
6	AUD/OYLG/AQ/06/2021	unproduced payment vouchers	1,325,481.09
7	AUD/OYLG/AQ/06/2021	Unvouched Expenditure	266,000.00
	TOTAL		6,454,481.09

These queries and other infractions noted on Local Government accounts during the financial year had been forwarded to the Local Government Management for its responses. As at the time of writing this report, responses to issues raised in Audit Inspection Report are still been awaited.

11. **STATEMENTS OF ASSETS AND LIABILITIES**

The statements of Assets and Liabilities were correct and existence of the Assets have been substantiated.

12. **DISALLOWANCE**

Allowance had been reserved in respect of the expenditure detailed in paragraph 10 of this report pending a satisfactory explanations or the sanction of the State House of Assembly.

13. **STATE OF ACCOUNT**

The Accounts of Oye Local Government have been examined up to 31st December, 2021 and detailed observations had been forwarded to the Local Government Chairman and the Director of Administration, Oye Local Government, Oye-Ekiti. Particular attention is required to the followings:

- (i) Internal control and Internal check
- (ii) Attendance to Audit queries
- (iii) Unproduced Revenue Earning Receipts
- (iv) Expenditure Contrary to Regulation
- (v) Fixed Asset Register

(vi) Outstanding Audit Queries and other related matters.

14. **RECEIPTS FROM JAAC:** It was observed by audit in the year under review that the SLGJAAC allocations due to the Local Government were completely released to its accounts. The SLGJAAC allocations accounts had been audited by the Auditor-General for Local Governments and published.

15. OUTSTANDING MATTERS FROM PREVIOUS REPORTS

The following matters remained outstanding from my previous report

(a) Loss of Fund Involving Mr. Victor Osanyinlusi and Mr. Gabriel Taiwo (2015)
N3,546,105.66

LOCAL GOVERNMENT	YEAR	AMOUNT OF LOSS (N)	AMOUNT RECOVERED (N)	BALANCE (N)	OFFICIALS INVOLVED
Oye	2015	3,546,105.66	-	3,546,105.66	Mr. Victor Osanyinlusi & Mr. Gabriel Taiwo



A.K. Fasakin, BSc, MBA, CNA, CFIP.
Auditor-General for Local Governments,
Ekiti State.

FRC/2014/ANAN/00000010278

OYE LOCAL GOVERNMENT

Our Ref: _____

Your Ref: _____



OFFICE

Oye L/G Secretariat
P.M.B. 369, Oye Ekiti.

Date: _____

RESPONSIBILITY FOR FINANCIAL STATEMENTS

The General Purpose Financial Statements have been prepared by the Director of Finance Oye Local Government based on the available records and in compliance with the IPSAS Accrual Accounting for all Public Sectors Entities (PSE) in Nigeria.

To the best of our knowledge, the system of internal control had operated adequately throughout the reporting period, and the statements represent a true and fair view of the Financial Position of the Local Government.

The Director of Finance accepts responsibility for the integrity of these Financial Statements, the information they contain and their compliance with International Public Sector Accounting Standards (IPSAS) Accrual Accounting for all public sector entities (PSE) in Nigeria.

In my opinion, these General Purpose Financial Statements fairly reflect the financial position of Oye Local Government as at the year ended 31st December, 2021.

28/03/2022

Hon. Ajimoko Sunday James,
Executive Chairman.

28-3-2022

Mr. Ayodele S.O.
Director of Finance.

STATEMENT OF ACCOUNTING POLICIES (IPSAS 3)

(1) BASIS OF ACCOUNTING ADOPTED FOR PREPARATION/STATEMENT OF COMPLIANCE IN EKITI STATE LOCAL GOVERNMENTS

The General-Purpose Financial Statements of Ekiti State Local Governments have been prepared in compliance with IPSAS Accrual Accounting basis, using the General-Purpose Financial Statement (GPFS) reporting format approved by the Federal Executive Council of Nigeria (FEC) in 2012 with full compliance with historical cost convention. It recognizes transactions, and as events occurred whether expenses were paid for or not and revenue received or outstanding, and under the guidelines of Financial Memoranda in conformity with National Chart of Account (NCOA) and the Nigeria Accounting Standard Board for Public Sector Reporting.

(2) ACCOUNTING PERIOD

The accounting year was divided into twelve (12) calendar months (periods) covering 1st January to 31st December and is set up as such in the accounting system.

(3) PRESENTATION OF FINANCIAL STATEMENTS (IPSAS 1): PRINCIPAL STATEMENTS IN THE GENERAL-PURPOSE FINANCIAL STATEMENTS

The principal statements contained in the GPFS were:

- a. Statement of Financial Performance
- b. Statement of Financial Position
- c. Statement of Cash flow
- d. Statement of Changes in Net Assets/Equity
- e. Statement of Comparison of Budget and Actual Amount.
- f. Notes to the GPFS.

(4) NOTES TO THE GPFS

Notes to the GPFS were presented in a systematic manner in line with **IPSAS 22**, which requires full disclosure of financial information of the Local Government. The items in the Statements were cross referenced to any related

information in the Notes and followed the format provided in the Accounting Manual.

(5) BASIS OF MEASUREMENT (IPSAS 29)

These General-Purpose Financial Statements (GPFS) were prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) Accrual Basis and other applicable Standards as defined by the Fiscal Responsibility Commission (FRC), the Financial Reporting Council of Nigeria (FRCN) and with the provision of the Constitution of the Federal Republic of Nigeria 1999 as amended, the Financial Control and Management Act (1958) now CAFM. 26 LFN 2004.

(6) REPORTING CURRENCY

The General-Purpose Financial Statements were presented in Nigeria Naira, which is the functional currency of the Local Government.

(7) COMPARATIVE INFORMATION

The General-Purpose Financial statements presented disclosed all numerical information relating to previous year for ease of comparison.

(8) BUDGET INFORMATION (IPSAS 24)

The approved annual budget was in line with the Appropriation Law and was prepared on the accrual basis, that is, all planned cost and incomes presented in a single statement to determine the needs of the Local Government. As a result of the adoption of the accrual basis for budgeting purposes, it stated the variances between the actual amount and the budgeted amount. This was explicitly shown in the Statement of Comparison of Budget and Actual for the year ended 31st December, 2021.

(9) GOING CONCERN

The General-Purpose Financial Statements have been prepared on a going concern basis.

(10) REVENUE

This presented both the exchange and non-exchange revenue from Internally Generated Revenue and Statutory Allocation from the Federation Account during the year under review.

- (i) Revenue from non-exchange transactions such as fees, taxes, and fines were recognized when the events occurred and the assets recognition criteria were met in accordance to **IPSAS 23**.
- (ii) Revenue from exchange transactions was recognized when the significant risks and rewards of ownership have been transferred to the buyer(s) usually when goods were delivered or services were rendered as prescribed by **IPSAS 9**.

(11) AID AND GRANTS

Aid and grants to the Local Government were recognised as income on entitlement, while aid and grants to other government agencies were recognised as expenditure on commitment for the reporting period.

(12) EXPENSES.

All expenses were reported on accrual basis, i.e., all expenses were recognized in the period they were incurred or when the related services were enjoyed, irrespective of when the payments were made.

(13) STATEMENT OF CASH FLOW (IPSAS 2).

This statement was prepared using the direct method in accordance with the format provided in the GPFS.

The Cashflow statement consists of three (3) sections:

- (i) Operating Activities section which includes cash received from all income sources of the Local Government and recorded the cash payments made for the supply of goods and services.
- (ii) Investing Activities section: This includes activities relating to the acquisition and disposal of non-current assets.
- (iii) Financing Activities section: This comprises the change in equity and debt capital structure of the Local Government.

(14) CASH AND CASH EQUIVALENT (IPSAS 2).

Cash and Cash equivalent included cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of six (6) months or less, in which the Local Government invests as part of its day-to-day cash management and which were readily convertible to known amounts of cash and were subject to insignificant risk of changes in value and were reported under Current Assets in the Statement of Financial Position. Also, Cash and Cash Equivalent was reported under Current Assets in the Statement of Financial Position.

(15) RECEIVABLES

Receivable from exchange transactions were recognised initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables was established when there was objective evidence that the Local Governments would not be able to collect all amounts due according to the original terms of the receivables.

Receivable from non-exchange transactions included fees, taxes, and fines as well as social benefit receivables that did not arise out of a contract. These receivables were initially assessed at nominal amount or face value, i.e., the receivable reflect the amount of tax owed, levy, fine charged or social benefit debt payable which were subsequently adjusted for penalties as they were charged and tested for impairment.

(16) INVENTORIES (IPSAS 12).

Inventories were valued initially at cost and subsequently at the lower of cost and net realizable value using FIFO method. Those held for distribution for public benefit purposes were recorded at cost, adjusted where applicable for any loss of services potential and were reported under Current Assets in the Statement of Financial Position.

(17) PROPERTY, PLANT & EQUIPMENT (PPE) (IPSAS 17)

All PPE were stated at historical cost less accumulated depreciation and any impairment losses.

Historical cost included expenditure that were directly attributable to the acquisition of the items. The carrying amount of property, plants and equipment of the Local Government Council as at the end of year 2021.

(18) DEPRECIATION

Depreciation on assets were charged on a straight-line basis at rates calculated to allocate the cost or valuation of the assets less any estimated residual value over their useful life:

ASSETS	USEFUL LIFE
Building	50 years
Machinery	10-20 years
Furniture and fixtures	5 years
Vehicle	5 years
Office Equipment	3 years
IT Equipment	3 years

The full depreciation charge was applied to PPE in the month of acquisition and disposal, regardless of the day of the month the transactions were carried out.

(19) PAYABLES.

Payables were recognized at fair value and subsequently measured at amortised cost using the effective interest method.

(20) RESERVES

Reserves were classified under equity in the Statement of Financial Position and include: Statement of Financial Performance Surpluses/(Deficits) and Revaluation Reserve.

(21) BORROWINGS.

Borrowings were recognized initially at fair value, net of transaction cost incurred and subsequently stated at amortised cost; any difference between

the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of financial performance over the period of borrowings using the effective interest method.

(22) TRANSFER TO OTHER GOVERNMENT ENTITIES

Revenue from non-exchange transactions with other government entities were measured at fair value and recognised on receipt of asset (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured.

(23) EMPLOYEE BENEFITS/PENSION & GRATUITY

According to **IPSAS 25**, The Local Government measured the short-term employee benefits (salaries, social security contributions, leave bonuses and all monetary benefits) using the cost of service rendered by the employees. The Provision has been made, where applicable, using an actuarial valuation for retirement gratuities.

(24) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions throughout the year were converted into Nigerian Naira at the ruling (Central Bank of Nigeria -CBN) rate of exchange at the dates of the transactions while the foreign loans balances were translated using closing rate.

(25) BIOLOGICAL ASSETS (IPSAS 27).

IPSAS 27 requires Biological assets to be measured at fair value less cost of disposal at initial recognition and at each reporting date, except where the fair value cannot be determined reliably, the affected Local Governments could not reliably determine fair value less cost to sell.

OYE LOCAL GOVERNMENT, OYE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
N	Represented By:		N	₦
	ASSETS			
	Current Assets			
8,596,133.54	Cash and Cash Equivalents	1	8,639,401.93	
2,632,500.00	Inventories	2	843,750.00	
	WIP	3		
389,783,551.38	Receivables	4	257,586,742.16	
	Prepayments	5		
401,012,184.92	Total Current Assets			267,069,894.09
	Non-Current Assets			
-	Loans Granted	6		
-	Investments	7		
468,420,447.31	Fixed Assets-Property, Plant & Equipment	8	602,167,049.03	
	Investment Property	9		
2,248,500.00	Biological Assets	10	6,650,000.00	
470,668,947.31	Total Non-Current Assets			608,817,049.03
871,681,132.23	Total Assets			875,886,943.12
	LIABILITIES			
	Current Liabilities			
17,423,268.95	Accumulated Depreciation	11		
	Loans & Debts(Short-Term)	12		
	Unremitted Deductions	13		
422,982,302.95	Payables	14	377,413,578.96	
440,405,571.90	Total Current Liabilities		377,413,578.96	
-	Non-Current Liabilities			
-	Public Funds	15		
86,505,337.82	Borrowings	16	81,758,255.33	
86,505,337.82	Total Non-Current Liabilities		81,758,255.33	
526,910,909.72	Total Liabilities			459,171,834.29
344,770,222.51	Net Asset/Equity			416,715,108.83
	Financed By:			
261,620,164.12	Reserves	17		195,028,097.83
	Capital Grant	18		
	Net Surplus/(Deficits)	19		
83,150,058.39	Accumulated Surplus/(Deficits)	20		221,687,011.00
344,770,222.51	Total Net Assets/Equity			416,715,108.83

OYE LOCAL GOVERNMENT, OYE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	Actual 2021
N	REVENUE		N
1,347,285,797.30	Government Share of FAAC (Statutory Revenue)	21	1,886,992,450.15
3,216,629.50	Tax Revenue	22	3,472,500.00
8,959,650.00	Non-Tax Revenue	23	8,777,986.49
	Aid & Grants	24	
	Investment Income	25	
	Expenditure Recovery	26	
	Other Capital Receipts	27	
	Debt Forgiveness	28	
1,359,462,076.80	Total Revenue		1,899,242,936.64
	EXPENDITURE		
464,346,316.00	Salaries & Wages	29	686,438,687.36
960,000.00	Social Contribution	30	23,721,582.00
1,395,553.50	Social Benefit	31	2,054,000.00
61,630,470.00	Overhead Cost	32	53,924,110.80
	Gratuity	33	
	Pension Allowance	34	
	Stationeries	35	
	Impairment Charges	36	
17,778,784.60	Depreciation Charges	37	25,866,542.47
808,538,811.55	Transfer to other Government Entities	38	968,701,061.40
	Public Debt Charges	39	
	Allowance	40	
1,354,649,935.65	Total Expenditure		1,760,705,984.03
4,812,141.15	Surplus/(Deficit) from Operating Activities for the Period		138,536,952.61
	Total Non-Operating Revenue/(Expenses)		
	Non-Operating Activities		
	Gain/Loss on Disposal of Asset	41	
	Refunded Revenue	42	
	Revaluation Gain	43	
	Net Surplus/(Deficit) from Ordinary Activities		
	Surplus/(Deficit) from Ordinary Activities		
	Purchases/Construction of Assets	44	
	Minority Interest Share of Surplus/(Deficits)	45	
4,812,141.15	Net surplus (Deficit)		

OYE LOCAL GOVERNMENT, OYE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2021

2020	DETAILS	NOTES	2021	
			N	N
	<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
	<u>Inflows</u>			
1,347,285,797.30	Government Share of FAAC (Statutory Revenue)	21	1,886,992,450.15	
3,216,629.50	Tax Revenue	22	3,472,500.00	
8,959,650.00	Non-Tax Revenue	23	8,777,986.49	
-	Aid & Grants	24		
-	Investment Income	25		
-	Expenditure Recovery	26		
-	Other Capital Receipts	27		
-	Debt Forgiveness	28		
1,359,462,076.80	Total inflow from operating Activities			1,899,242,936.64
	<u>Outflows</u>			
464,346,316.00	Salaries & Wages	29	686,438,687.36	
960,000.00	Social Contributions	30	23,721,582.00	
1,395,553.50	Social Benefit	31	2,054,000.00	
61,630,470.00	Overheads Cost	32	53,924,110.80	
	Gratuity	33		
	Pension Allowance	34		
808,538,811.55	Transfer to other Government Entities	38	968,701,061.40	
-	Allowance	40		
-	Deductions	49		
-	Refund	50		
-	Inventory	51		
-	Loan	52		
-				
1,336,871,151.05	Total Outflow from Operating Activities			1,734,839,441.56
22,590,925.75	Net Cash Inflow/(outflow) from Operating Activities			164,403,495.08
	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
-	Proceeds from Sale of PPE	53		
-	Proceeds from Sale of Investment Property	54		
-	Proceeds from Sales of Intangible Assets	55		
-	Proceeds from Sale of Investment	56		
-	Dividends Received	57		
-	Total Inflow			

-	Outflows			
22,855,086.77	Purchase/ Construction of PPE	58	159,613,144.19	
-	Purchase/ Construction OF Investment Property	59		
-	Investment in Private Companies	60		
-	Loan Granted	61		
-	Purchase of Intangible Assets	62		
-	Acquisition of Investment	63		
22,855,086.77	Total Outflow		159,613,144.19	
-22,855,086.77	Net Cash Flow from Investing Activities			-159,613,144.19
	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
-	Capital Grant Received	64		
-	Proceeds from Borrowings	65		
-	Total Inflow			
-	Outflows			
5,898,091.22	Repayment of Borrowings	66	4,747,082.49	
	Distribution of Surplus/Dividends Paid	67		
5,898,091.22	Total Outflow		4,747,082.49	
-5,898,091.22	Net Cash Flow from Financing Activities			-4,747,082.49
-6,161,252.24	Net Cash Flow from all Activities			43,268.40
14,758,385.78	Cash and Its Equivalent as at 01/01/2021			8,596,133.54
8,596,133.54	Cash and Its Equivalent as at 31/12/2021	1		8,639,401.94

OYE LOCAL GOVERNMENT, OYE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL FOR THE YEAR ENDED
31ST DECEMBER, 2021

2020		Notes	Actual 2021	Final Budget 2021	Variance on Final Budget
N			N	N	N
	<u>REVENUE</u>				
1,347,285,797.30	Government Share of FAAC (Statutory Revenue)	21	1,886,992,450.15	2,625,158,112.25	-28.17
3,216,629.50	Tax Revenue	22	3,472,500.00	65,000,000.00	-94.66
8,959,650.00	Non-Tax Revenue	23	8,777,986.49	8,560,000.00	2.55
	Aid & Grants	24			
	Investment Income	25			
	Expenditure Recovery	26			
	Other Capital Receipts	27			
	Debt Forgiveness	28			
1,359,462,076.80	Total Revenue		1,899,242,936.64	2,698,718,112.25	-120.23
	<u>EXPENDITURE</u>				
464,346,316.00	Salaries & Wages	29	686,438,687.36	685,000,362.45	-0.21
960,000.00	Social Contribution	30	23,721,582.00		-100.00
1,395,553.50	Social Benefit	31	2,054,000.00	287,000,000.00	99.28
61,630,470.00	Overhead Cost	32	53,924,110.80	218,060,767.20	75.27
	Gratuity	33			
	Pension Allowance	34			
	Stationeries	35			
	Impairment Charges	36		42,155,259.14	100.00
808,538,811.55	Transfer to other Government Entities	38	968,701,061.40	690,565,000.00	-40.28
	Public Debt Charges	39			
	Allowance	40			
22,855,086.77	Purchase of Assets	58	159,613,144.19	473,500,000.00	66.29
-	Acquisition of Investment	63			
5,898,091.22	Repayment of Borrowing	66	4,747,082.49		-100.00
1,365,624,329.04	Total Expenditure		1,899,199,668.24	2,396,281,388.79	100.36
-6,162,252.24	Net Surplus/(Deficit)		43,268.40	302,436,723.46	-220.59

OYE LOCAL GOVERNMENT, OYE-EKITI, EKITI STATE, NIGERIA
STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2021

S/ N	NARRATION	ACCUMLATED SURPLUS/ DEFICIT	RESERVE	CAPITAL GRANT (N)	TOTAL (N)
1	Opening Balance (1/1/2021)	83,150,058.39	261,620,164.12	-	344,770,222.51
2	Surplus for the period	138,536,952.61			138,536,952.61
3	Asset Recognised during the year		4,401,500.00		4,401,500.00
4	Adjustment for the period		-70,993,566.29		-70,993,566.29
	Closing Balance	221,687,011.00	195,028,097.83		416,715,108.83

PROPERTY, PLANT AND EQUIPMENT ASSETS SCHEUDLE FOR THE YEAR 2021
NOTE 8, 37 & 58

DETAILS	LAND AND BUILDING	INFRASTRUC TURE	MOTOR VEHICLES	PLANT AND MACHINERY	TRANSPORT EQUIPMENT	OFFICE EQUIPMENT	FURNITURE AND FITTING	TOTAL
Rate of Depreciation	3%	3%	20%	10%	20%	25%	20%	N
Balance B/F as at 1/1/2021	430,807,047.70	-	20,727,040.00	808,000.00	-	10,413,335.75	5,665,023.85	468,420,447.31
Acquisition/Asset recognized during the year (58)	121,802,513.95	36,718,630.24	484,000.00	130,000.00	00	375,000.00	103,000.00	159,613,144.19
Total	552,609,561.65	36,718,630.24	21,211,040.00	938,000.00	-	10,788,335.75	5,768,023.85	628,033,591.50
Disposal during the year	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-
Balance 31/12/2021	552,609,561.65	36,718,630.24	21,211,040.00	938,000.00	-	10,788,335.75	5,768,023.85	628,033,591.50
Accumulated Depreciation	17,522,470.57	0.00	11,642,760.00	452,000.00	0.00	4,110,501.34	1,461,121.64	35,188,853.55
Current Year Charge (N37)	16,578,286.85	1,101,558.91	4,242,208.00	93,800.00	00	2,697,083.94	1,153,604.77	25,866,542.47
Depreciation on Disposal	0.00	0.00		0.00	0.00	0.00	0.00	-
NBV AS AT 31/12/2021	536,031,274.80	35,617,071.33	16,968,832.00	844,200.00	00	8,091,251.81	4,614,419.08	602,167,049.03

NOTE1**CASH AND CASH EQUIVALENT AS AT 31ST DECEMBER 2021**

S/N	BANK	NATURE OF ACCOUNT	ACCOUNT NUMBER	CLOSING BALANCE
1	Zenith	Running cost Account	1016252184	651,421.76
2	Omiye Micro Finance	IGR(MAIN)	1100024645	1,400.75
3	Omiye Micro Finance	IGR(secretariat)	1100033135	55,496.81
4	Heritage Bank	Road Project Account	6002092507	312,420.78
5	Fidelity Bank	Salary Account	5030037894	7,610,201.96
6	UBA	IGR	1020261329	5,794.24
7	UBA	Capital Project account	1012595537	2,665.63
		TOTAL		8,639,401.93

NOTE 2**INVENTORY**

S/N	DETAILS	AMOUNT N
A	Revenue Receipts	573,200.00
B	Printing Items	162,400.00
C	Stationaries	21,650.00
D	Asset Register & Ledgers	86,500.00
	TOTAL	843,750.00

NOTE 4**RECEIVABLES**

S/N	DETAILS	AMOUNT N
	RECEIVABLE B/F FROM 2020	389,783,551.38
A	10% Internally Generated Revenue	10,000,000.00
B	IGR Demand Notice	3,468,983.51
C	Sundry Receivables	244,117,758.65
	TOTAL	647,370,293.54
	Receipt for the year	(389,783,551.38)
	Receivables as at 31/12/2021	257,586,742.16

NOTES 10**BIOLOGICAL ASSETS**

DETAILS	AMOUNT N
Balance b/f	2,248,500.00
Recognition during the year (Poultry)	4,401,500.00
TOTAL	6,650,000.00

NOTE 14**PAYABLE**

S/N	DETAILS	AMOUNT N
	PAYABLE FROM 2020	422,982,302.95
1	Local Government Staff Salary Arrears	205,786,190.46
2	Palace Staff Arrears	9,848,169.61
3	December Salary Deduction	12,166,508.50
4	Staff Leave Bonus	115,065,839.05
5	Palace staff Leave Bonus	4,362,430.27
6	Pension Arrears	23,719,427.07
7	Contractor Claim/Dept	2,607,514.00
8	Staff Claims	3,857,500.00
	TOTAL	800,395,881.91
	PAYMENT FOR THE YEAR	(422,982,302.95)
	PAYABLE AS AT 31/12/2021	377,413,578.96

NOTE 16**BORROWINGS**

DETAILS	AMOUNT(N)
Balance B/F	86,505,337.82
Repayment	4,747,082.49
Balance as at 31/12/2021	81,758,255.33

NOTE 21**STATUTORY REVENUE – JANUARY – DECEMBER, 2021**

S/N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	JANUARY	126,014,799.10	187,995,009.24	(61,980,210.14)	117,036,953.32
2	FEBRUARY	125,550,006.40	198,654,235.81	(73,104,229.41)	117,228,852.76
3	MARCH	102,104,977.16	159,008,456.32	(56,903,479.16)	106,036,626.92
4	APRIL	127,932,903.26	158,941,909.54	(31,009,006.28)	112,665,215.76
5	MAY	142,319,656.10	190,656,870.28	(48,337,214.18)	110,330,520.78
6	JUNE	148,487,237.59	186,019,921.08	(37,532,683.49)	101,640,665.40
7	JULY	158,451,828.08	189,354,540.36	(30,902,712.28)	108,367,426.32
8	AUGUST	161,603,149.09	272,496,657.95	(110,893,508.86)	106,166,426.66
9	SEPTEMBER	157,681,055.94	209,859,885.24	(52,178,829.30)	107,158,032.55
10	OCTOBER	163,658,496.05	238,640,330.85	(74,981,834.80)	114,606,231.07
11	NOVEMBER	215,205,063.49	287,650,345.04	(72,445,281.55)	155,814,886.24
12	DECEMBER	257,983,277.89	345,879,950.54	(87,896,672.65)	90,233,959.52
	TOTAL	1,886,992,450.15	2,625,158,112.25	(738,165,662.10)	1,347,285,797.30

NOTE 22

	2021			2020
TAX REVENUE	ACTUAL	BUDGET	VARIANCE	ACTUAL
Flat Rate	178,000.00	10,074,700.00	(9,896,700.00)	247,400.00
Development Levy	-	16,375,000.00	(16,375,000.00)	979,578.17
Local identification	<u>3,294,500.00</u>	38,550,300.00	(35,255,800.00)	1,989,651.30
	<u>3,472,500.00</u>	65,000,000.00	(61,527,500.00)	3,216,629.47

NOTE 23 NON TAX REVENUE

S/N	DETAILS	AMOUNT (₦)	IFELOJU LCDA AMOUNT (₦)	IFESOWAPO LCDA AMOUNT (₦)	2021			2020
					ACTUAL	BUDGET	VARIANCE	ACTUAL
1	MARRIAGE NOTIFICATION	2,025,000.00	60,000.00	-	2,085,000.00	1,099,500.00	985,500.00	1,830,000.00
2	BIRTH CERTIFICATE	324,000.00	-	-	324,000.00	525,500.00	(201,500.00)	294,000.00
3	HACKEY/GRR	548,800.00	-	-	548,800.00	642,000.00	(93,200.00)	478,500.00
4	TENEMENT RATE	1,217,766.49	-	35,000.00	1,252,766.49	1,550,000.00	(297,233.51)	1,547,000.00
5	RENT ON HALL	1,310,000.00	-	-	1,310,000.00	1,600,000.00	(290,000.00)	580,000.00
6	LIQUOR	-	-	-	-	-	-	71,700.00
7	MARKET/SQUARTTER	1,129,750.00	285,220.00	218,550.00	1,633,520.00	500,000.00	1,133,520.00	1,525,950.00
8	NAMING OF STREET	50,000.00	-	-	50,000.00	-	50,000.00	-
9	REGISTRATION OF CLUB	80,000.00	20,000.00	10,000.00	110,000.00	-	110,000.00	70,000.00
10	SELLING OF PROPERTY	-	-	-	-	-	-	-
11	ATTESTATION	34,000.00	35,000.00	-	69,000.00	1,850,500.00	(1,781,500.00)	2,352,000.00
12	PLAN SEEDINGS	-	-	-	-	-	-	-
13	HIRING OF TRACTOR RIDGES	-	-	-	-	-	-	12,000.00
14	RENT ON GOVERNMENT PROPERTY	60,000.00	-	-	60,000.00	155,000.00	(95,000.00)	51,000.00
15	SHOPPING CENTRE	318,500.00	-	-	318,500.00	358,000.00	(39,500.00)	-
16	SLAUGHTER FEE	200.00	-	-	200.00	-	200.00	-
17	EARNINGS FROM AGRIC PRODUCTION	956,200.00	-	-	956,200.00	-	956,200.00	147,500.00
18	REG. OF CONTRACTS	30,000.00	-	-	30,000.00	-	30,000.00	-
19	TENDER FEES	30,000.00	-	-	30,000.00	279,500.00	(249,500.00)	-
	TOTAL	8,114,216.49	400,220.00	263,550.00	8,777,986.49	8,560,000.00	217,986.49	8,959,650.00

NOTE 29

SALARY AND WAGES

S/N	MONTH	STAFF SALARY ₦	PALACE STAFF ₦	MIDWIVES ₦	POLITICAL OFFICE HOLDERS ₦	PHC STAFF SALARY ₦	POLITICAL FURNITURE ALLOWANCE ₦	2021			2020
								ACTUAL	BUDGET	VARIANCE	ACTUAL
1	JANUARY	33,597,615.76	2,001,629.88	120,000.00	7,794,406.72	-	1,537,500.00	45,051,152.36	44,995,253.92	(55,898.44)	38,573,542.93
2	FEBRUARY	36,030,481.56	2,734,366.00	-	7,794,406.72	-	1,537,500.00	48,096,754.28	45,288,645.02	(2,808,109.26)	40,042,166.60
3	MARCH	26,012,862.70	2,795,426.00	60,000.00	7,794,406.72	-	-	36,662,695.42	42,646,258.19	5,983,562.77	40,330,632.59
4	APRIL	32,643,917.04	3,236,697.16	60,000.00	7,794,406.72	10,707,927.24	1,537,500.00	55,980,448.16	54,007,354.95	(1,973,093.21)	38,188,975.92
5	MAY	39,311,468.27	1,906,517.95	60,000.00	5,845,805.04	9,957,049.72	-	57,080,840.98	56,654,001.54	(426,839.44)	37,942,595.61
6	JUNE	35,490,798.79	3,642,504.05	60,000.00	5,845,805.04	16,095,517.07	2,500,000.00	63,634,624.95	62,505,800.21	(1,128,824.74)	37,495,239.59
7	JULY	35,293,922.43	2,804,511.00	60,000.00	5,845,805.04	16,392,576.41	2,500,000.00	62,896,814.88	61,605,084.38	(1,291,730.50)	36,658,347.70
8	AUGUST	34,572,679.38	2,972,288.74	150,000.00	5,845,805.04	10,016,780.09	2,500,000.00	56,057,553.25	55,950,007.26	(107,545.99)	40,389,943.62
9	SEPTEMBER	38,651,817.55	2,988,531.00	150,000.00	5,845,805.04	17,823,923.83	2,500,000.00	67,960,077.42	66,069,750.04	(1,890,327.38)	41,216,061.46
10	OCTOBER	35,594,149.02	3,012,531.00	150,000.00	5,845,805.04	17,363,550.68	2,500,000.00	64,466,035.74	63,090,550.08	(1,375,485.66)	41,646,288.95
11	NOVEMBER	37,795,403.85	3,012,531.00	150,000.00	5,845,805.04	17,144,430.80	-	63,948,170.69	63,900,758.02	(47,412.67)	43,227,033.60
12	DECEMBER	36,502,150.71	3,012,531.00	150,000.00	7,794,406.72	17,144,430.80	-	64,603,519.23	68,286,898.84	3,683,379.61	28,635,487.43
	TOTAL	421,497,267.06	34,120,064.78	1,170,000.00	79,892,668.88	132,646,186.64	17,112,500.00	686,438,687.36	685,000,362.45	(1,438,324.91)	464,346,316.00

NOTE 30**SOCIAL CONTRIBUTION**

		2021			2020
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
A	PEACE CORPS	14,400,000.00	-	(14,400,000.00)	-
B	SECURITY FUND	8,400,000.00	-	(8,400,000.00)	-
C	FINANCIAL ASSISTANCE TO STAFF	921,582.00	-	(921,582.00)	960,000.00
	TOTAL	23,721,582.00	-	(23,721,582.00)	960,000.00

NOTE 31**SOCIAL BENEFITS**

		2021			2020
S/N	DETAILS	ACTUAL	BUDGET	VARIANCE	ACTUAL
A	ADVERTISEMENT SUNDRY	409,000.00	15,550,000.00	15,141,000.00	95,553.50
B	GIFTS DURING SALAH CELEBRATION	645,000.00	115,750,500.00	115,105,500.00	300,000.00
C	GIFTS DURING CHRISTMAS	1,000,000.00	155,699,500.00	154,699,500.00	1,000,000.00
	TOTAL	2,054,000.00	287,000,000.00	284,946,000.00	1,395,553.50

NOTE 32**OVERHEAD COST**

			2021			2020
S/N	DETAILS	CODE	ACTUAL	BUDGET	VARIANCE	ACTUAL
1	IMPREST, TRAVELLING & TRANSPORT	22020102	21,256,500.00	56,741,000.00	35,484,500.00	22,950,000.00
2	STATIONERIES & PRINTING	2202301	1,772,028.80	18,550,000.00	16,777,971.20	2,500,000.00
3	MAINTENANCE OF OFFICE EQUIPMENT FURNITURE	22020404	322,500.00	18,600,559.04	18,278,059.04	1,750,000.00
4	MAINTENANCE OF VEHICLE & CAPITAL ASSETS	22020401	1,199,000.00	29,500,000.00	28,301,000.00	1,500,000.00
5	ENVIRONMENTAL SANITATION	22020206	800,000.00	10,850,000.00	10,050,000.00	1,850,000.00
6	GRANT, CONTRIBUTION & SUBVENTION	22021009	12,750,000.00	21,759,418.55	9,009,418.55	10,950,005.95
7	STAFF WELFARE, TRAINING & DEVELOPMENT	22021007	4,764,582.00	17,509,000.00	12,744,418.00	4,080,464.05
8	MEETING, ENTERTAINMENT & HOSPITALITY	22021001	6,974,000.00	18,000,000.00	11,026,000.00	5,500,000.00
9	MISCELLANEOUS EXPENSES GENERAL	220210	4,085,500.00	26,550,789.61	22,465,289.61	10,550,000.00
	TOTAL		53,924,110.80	218,060,767.20	164,136,656.40	61,630,470.00

NOTE 37**DEPRECIATION CHARGES**

S/N	DETAILS	AMOUNT (N)
1	LAND & BUILDING	16,578,286.85
2	PLANT & MACHINERY	93,800.00
3	MOTOR VEHICLE	4,242,208.00
4	OFFICE EQUIPMENT	2,697,083.94
5	FURNITURE & FITTING	1,153,604.77
6	INFRASTRUCTURE	1,101,558.91
	TOTAL	25,866,542.47

NOTE 38

TRANSFER TO OTHER GOVERNMENT ENTITIES

										2021			2020
MONTH	TEACHER SALARY	TEACHER NIBSS	TRADITIONAL COUNCIL & CHIEFTANCY	PARASTATAL	PENSION & GRATUITY	SUBEB OVERHEAD	IFELOJU LCDA ILUPEJU EKITI	IFESOWAP O LCDA ISAN EKITI	OTHER PARASTATAL TRANSFER ₦	ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	29,853,044.81	72,300.00	3,638,559.93	1,309,881.58	32,735,453.65	530,000.00	-	-	3,056,576.03	71,195,816.00	49,095,885.21	(22,099,930.79)	71,227,030.59
FEBRUARY	31,026,512.50	72,150.00	4,284,692.77	1,542,489.40	32,750,761.12	530,000.00	-	-	3,249,743.18	73,456,348.97	49,205,897.87	(24,250,451.10)	70,150,311.36
MARCH	23,466,564.99	71,850.00	2,987,940.05	818,424.74	33,086,913.53	-	-	-	1,458,161.23	61,889,854.54	42,479,668.45	(19,410,186.09)	58,776,278.47
APRIL	28,252,392.67	71,550.00	3,439,350.70	939,768.19	32,086,913.53	265,000.00	-	-	2,223,558.61	67,278,533.70	50,671,609.77	(16,606,923.93)	69,204,411.96
MAY	30,299,937.21	71,100.00	3,889,067.73	1,231,366.18	33,504,309.29	265,000.00	-	-	2,543,274.18	71,804,054.59	51,408,554.89	(20,395,499.70)	67,167,268.63
JUNE	36,560,188.41	75,600.00	3,240,787.55	1,026,098.15	32,596,094.02	265,000.00	-	-	2,176,262.29	75,940,030.42	60,156,552.07	(15,783,478.35)	68,432,522.57
JULY	39,146,931.29	75,300.00	5,394,334.36	1,707,954.14	33,165,552.77	265,000.00	-	-	2,538,445.08	82,293,517.64	51,554,054.85	(30,739,462.79)	69,129,871.73
AUGUST	43,283,263.75	75,300.00	5,747,175.58	1,819,670.77	32,803,219.08	265,000.00	-	-	2,077,008.44	86,070,637.62	60,118,654.85	(25,951,982.77)	69,747,933.86
SEPTEMBER	39,086,636.36	75,150.00	4,477,001.15	1,514,614.26	32,781,606.48	530,000.00	750,000.00	750,000.00	3,332,738.40	83,297,746.65	60,850,900.54	(22,446,846.11)	70,816,860.30
OCTOBER	40,475,559.65	75,150.00	5,539,517.29	1,801,982.83	32,626,699.65	530,000.00	750,000.00	750,000.00	1,829,896.59	84,378,806.01	61,009,550.87	(23,369,255.14)	68,413,114.36
NOVEMBER	41,415,323.12	75,000.00	3,662,515.35	1,191,401.59	32,626,699.65	530,000.00	750,000.00	750,000.00	2,630,756.42	83,631,696.13	64,991,164.68	(18,640,531.45)	55,320,866.80
DECEMBER	80,642,989.95	75,000.00	7,621,159.97	1,768,308.94	32,210,643.66	530,000.00	750,000.00	750,000.00	3,115,916.61	127,464,019.13	89,022,505.95	(38,441,513.18)	55,751,644.21
TOTAL	463,509,344.71	885,450.00	53,922,102.43	16,671,960.77	392,974,866.43	4,505,000.00	3,000,000.00	3,000,000.00	30,232,337.06	968,701,061.40	690,565,000.00	(278,136,061.40)	794,138,114.84

NOTE 58**PURCHASE/CONSTRUCTION OF PROPERTY PLAN & EQUIPMENT**

S/ N	DETAILS	2021			2020
		ACTUAL	BUDGET	VARIANCE	ACTUAL
1	LAND & BUILDING	121,802,513.95	185,750,000.00	63,947,486.05	22,855,086.77
2	PLANT & MACHINERY	130,000.00	89,550,000.00	89,420,000.00	-
3	MOTOR VEHICLE	484,000.00	65,590,000.00	65,106,000.00	-
4	OFFICE EQUIPMENT	375,000.00	19,550,000.00	19,175,000.00	-
5	FURNITURE & FITTING	103,000.00	27,310,000.00	27,207,000.00	-
6	INFRASTRUCTURE	36,718,630.24	85,750,000.00	49,031,369.76	-
	TOTAL	159,613,144.19	473,500,000.00	313,886,855.81	22,855,086.77

REPAYMENT OF BORROWING**NOTE 66**

MOUNT	2021			2020
	ACTUAL	BUDGET	VARIANCE	ACTUAL
JANUARY	474,708.25	-	(474,708.25)	589,809.13
FEBRUARY	474,708.25	-	(474,708.25)	589,809.12
MARCH	-	-	-	-
APRIL	-	-	-	-
MAY	474,708.25	-	(474,708.25)	589,809.13
JUNE	474,708.25	-	(474,708.25)	589,809.12
JULY	474,708.25	-	(474,708.25)	589,809.12
AUGUST	474,708.25	-	(474,708.25)	589,809.12
SEPTEMBER	474,708.25	-	(474,708.25)	589,809.12
OCTOBER	474,708.25	-	(474,708.25)	589,809.12
NOVEMBER	474,708.25	-	(474,708.25)	589,809.12
DECEMBER	474,708.24	-	(474,708.24)	589,809.12
TOTAL REPAYMENT FOR THE YEAR 2021	4,747,082.49	-	(4,747,082.49)	5,898,091.22

