

STATE GOVERNMENT OF OSUN, NIGERIA.

REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS

ON THE ACCOUNTS OF
OLORUNDA LOCAL GOVERNMENT

IGBONA

FOR THE YEAR ENDED

31ST DECEMBER, 2021.

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LIST OF ABBREVIATIONS

1. AGLG - AUDITOR-GENERAL FOR LOCAL GOVERNMENTS
2. AR.O. - AREA OFFICE
3. AD.O. – ADMINISTRATIVE OFFICE
4. FAAC - FEDERATION ACCOUNTS ALLOCATION COMMITTEE
5. F.M - FINANCIAL MEMORANDUM
6. FOR - FISCAL OPERATION REPORT
7. GPFS - GENERAL PURPOSE FINANCIAL STATEMENTS
8. IGR - INTERNALLY GENERATED REVENUE
9. ISSAI - INTERNATIONAL STANDARDS OF SUPREME AUDIT INSTITUTIONS
10. IPSAS - INTERNATIONAL PUBLIC SECTOR ACCOUNTING STANDARD
11. JAAC - JOINT ACCOUNTS ALLOCATION COMMITTEE
12. LGA - LOCAL GOVERNMENT AREA
13. LCDA - LOCAL COUNCIL DEVELOPMENT AREA
14. LGSC - LOCAL GOVERNMENT SERVICE COMMISSION
15. LGSPB - LOCAL GOVERNMENTS STAFF PENSION BOARD
16. LGLB - LOCAL GOVERNMENT LOANS BOARD
17. NCOA - NATIONAL CHART OF ACCOUNTS
18. NBV - NET BOOK VALUE
19. MLGCA- MINISTRY OF LOCAL GOVERNMENT AND CHIEFTAINCY AFFAIRS
20. PPE - PROPERTY, PLANTS AND EQUIPMENT
21. PSE - PUBLIC SECTOR ENTITIES
22. PHCB - PRIMARY HEALTH CARE BOARD
23. VAT - VALUE ADDED TAX

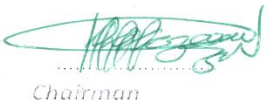
**STATEMENT OF RESPONSIBILITY FOR THE PREPARATION AND
PRESENTATION OF FINANCIAL STATEMENTS**

The Preparation and Presentation of the Financial Statements are responsibilities of the Head of Finance and Supplies and the Chairman of a Local Government in compliance with the provisions of the Financial Control and Management Act 1958 (as amended) and the Model Financial Memoranda.

Consequently, the General Purpose Financial Statement of:

Olorunda Local Government, Olorun North LCDA and Olorunda Area Council have been prepared by the respective Heads of Finance and Supplies and subsequently Consolidated by the Head of Finance and Supplies of: **Olorunda Local Government**. We hereby claim responsibility for the contents and correctness of the Financial Statement of the under listed LG/LCDA, for the Accounting period ended **31st December, 2021**


Chairman
Olorunda Local Govt.


Chairman
Olorun North LCDA


Chairman
Olorunda Area Council


Head of Finance & supplies,
Olorunda Local Govt.


Head of Finance & supplies
Olorun North LCDA


Head of Finance & supplies
Olorunda Area Council

Olorunda Local Govt.

Olorun North LCDA

Olorunda Area Council



Chairman
Olorunda Local Govt.
**OLORUNDA LOCAL GOVT.
IGBONA, OSOGBO**

Date:.....



Olorun North LCDA



Olorunda Area Council
**THE CHAIRMAN:
OLORUNDA AREA COUNCIL
ILIE**

Sign.....
Date.....

STATEMENT OF FINANCIAL RESPONSIBILITY

The preparation and fair presentation of Financial Statements of Local Governments, is the direct responsibility of the Head of Finance and Supply in the Local Government, in compliance with the provisions of Finance Control and Management Act 1958 (as amended), the Model Financial Memoranda (1991 as amended), the Laws of Osun State 2002 (as amended) and with the provisions of the Constitution of the Federal Republic of Nigeria, 1999.

The Head of Finance of Olorunda Local Governments is responsible for the consolidation of the Financial Statements with the subsidiary Olorunda North LCDA and Olorunda South Area Office.

However, both the Head of Finance and Chairman of a Local Government, (the Accounting Officer) are responsible for establishing and maintaining a system of internal control designed to provide reasonable assurance that the transactions and Financial Statements give a fair presentation of the financial operations of the Local Government.

The acknowledgment of responsibility for the preparation of Financial Statements signed by Heads of Finance and Chairmen of Olorunda Local Governments is attached.

STATEMENT OF RESPONSIBILITY OF THE AUDITOR-GENERAL.

It is my responsibility to Audit the accounts of the Local Governments, the State Joint Local Government Account, and all offices of the Local Government as stipulated by the Laws of Osun State and the Financial Memoranda; and to form an independent opinion based on the Audit of the Financial Statements and accompany notes submitted by the Head of Finance and Supply of Olorunda Local Government.

BASIS OF AUDIT OPINION

In the course of auditing the accounts of Olorunda Local Governments, Olorunda North LCDA and Olorunda South Area Office in the State of Osun, I have complied with the requirement and stipulations of the International Standards on Auditing, the Generally Acceptable Auditing Standards, International Standards of Supreme Audit Institutions (ISSAI,) Laws of Osun State, International Public Sector Accounting Standards and Audit Guide of the Office of the Auditor-General for Local Governments, Osun State.

I have conducted Financial and Compliance audit on the Finances of the Local Governments and Projects and Programmes were reasonably evaluated and verified on the principle of Performance Auditing. All items of Revenue and Expenditure were captured in the course of the Audit and Audit Tests were conducted on procedures, transactions and balances. Consequently 100% Substantive Test was done on all items of Revenue and Expenditure; and Assets and Liabilities, and appropriate Audit Tests of Control were conducted on procedures and transactions.

AUDIT CERTIFICATE

I have audited the accounts of Olorunda Local Government, Igbona for the Year ended 31st December, 2021.

I have obtained all necessary information and explanations required for my audit opinion except where reservations are expressed in this report.

Having regard to the basis of Audit opinion as stated below, I certify that the Financial Statements comprising of Consolidated Statement of Financial Position, Consolidated Statement of Financial Performance, Consolidated Statements of Cash Flow, Consolidated Statement of Net Assets and Equity of the Local Governments and Notes to the Account, give a true and fair view of the state of affairs of Olorunda Local Government, Igbona for the accounting year ended 31st December, 2021, subject to the observations and comments, and resulting reservations, and disallowances as contained in this report.



Emmanuel Oluseun Kolapo FCA, CISA
**Auditor-General for Local Government,
State of OSun**

STATEMENT OF COMPLIANCE

The Accounting Policies have been consistently applied on preparation of the Financial Statements of Olorunda Local Government in the year under review. These have been prepared on the basis of Historical Cost and in accordance with IPSAS Accruals and other applicable standards. The Cash Flow Statement was prepared using the Direct Method. The basis of measurement is Naira and kobo which is the functional and reporting currency of the Federal Republic of Nigeria of which Osun State and Olorunda Local Government are constituents.

The accounts of Olorunda Local Governments have been audited and reported upon.

Audit noted some instances of non-compliance in the Local Governments, with the due process in revenue collection and payment procedure contrary to the provision of Financial Memoranda and relevant Guidelines. The associated internal control weaknesses have been addressed. The inspection reports (letters of Internal Control weaknesses) for the year 2021 have been issued and forwarded to the appropriate quarters for responses and compliance as required.

The queries were replied and appropriate recommendations were made as contained in the Management letter included, herewith.

STATEMENT OF ACCOUNTING POLICIES

1. Basis of Preparation (IPSAS 1)

The General Purposes Financial Statements were prepared under the historical cost convention and in accordance with IPSAS Accrual Basis and other applicable standards and conventions as may be defined by relevant Statutes.

2. Accounting Period

The accounting year (fiscal year) to which the report relates is 1st January to 31st December, 2021.

3. Reporting Currency

The General Purposes Financial Statements are prepared in the Nigerian Naira (NGN).

4. Principal Statements in the General Purposes Financial Statements

- a. Statements of Financial Performance.
- b. Statements of Financial Position.
- c. Statements of Cash flow.
- d. Statements of Comparison of Budgeted and Actual Amounts
- e. Statements of Changes in Net Asset/Equity.
- f. Notes to the GPFS.

5. Consolidation Policy- IPSAS 6

The Heads of Finance of Olorunda Local Government, Olorunda North LCDA and Olorunda South Area Office are to prepare their individual GPFS at the end of the financial year on Accrual Basis of Accounting.

Each Local Government is a creation of the Constitution and none is subservient to the other. However, in this situation there are subsidiary entities are Olorunda North LCDA and Olorunda South Area Office, which had been consolidated with the Olorunda main Local Government, by the Head of Finance of the main Local Government.

The duty of the Auditor-General for Local Governments is not to prepare or consolidate Local Governments' accounts, but to Audit the prepared Financial Statements.

6. **Statement of Cash Flow** was prepared using the direct method (IPSAS 2) and it consists of Operating, Investing and Financing activities.

7. **Inventories (IPSAS 12)** - Inventories were measured initially at cost, and subsequently measured using the FIFO method.

8. PROPERTY, PLANT & EQUIPMENT (PPE) – IPSAS 17

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

9. DEPRECIATION

The cost of PPE shall be written off, from the time they are brought into use, on a straight line basis over their expected useful lives less any estimated residual value as follows:

- | | | |
|-------------------------|---|-----|
| a. Furniture & Fittings | - | 20% |
|-------------------------|---|-----|

b. Motor Vehicle	-	20%
c. Plant & Equipment	-	20%
d. Infrastructural Asset	-	10%
e. Building	-	2%
f. Office Equipment	-	20%

10. REVALUATION

- a. The Assets' residual values and useful lives are reviewed at the end of the year.

11. IMPAIRMENT

Test for Impairment are done on Property, Plants and Equipment, where it is suspected that Impairment has occurred.

12. INVESTMENT PROPERTIES – IPSAS 16

The Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are measured using the cost model and are depreciated the same way as PPE.

13. INDEPENDENT REVENUE FROM NON-EXCHANGE TRANSACTION (IPSAS 23)

1. Fees; taxes and fines: The Local Government recognised revenue from fees, taxes, and fines when the event occurred, and the asset recognition criteria are met.

14. OTHER REVENUE

Other Revenues are proceeds that arise outside the Ordinary course of governmental business. These include:

1. Gain on disposal of Property, Plant and Equipment
 2. Disposal of Investment such as Shares, bond etc
- Gain on disposal is recognized at the date of control of the asset is passed to the buyer and is determined after deducting the carrying value of the Asset at that time.

15. UNREMITTED DEDUCTION

Unremitted deductions are monies owned to the third parties such as tax authorities, associations and other Government Agencies. These include tax deductions and other deductions at source This amount shall be stated in GPFS at their repayment value, which shall be treated as current liabilities in the Statement of Financial Position.

16. RESERVE

Reserves shall be classified under Equity in the Statement of Financial Position which includes Accumulated Surplus/Deficit and the Additional Reserve.

17. CONTINGENT LIABILITY IPSAS 19

Contingent liabilities are only disclosed in the Notes to GPFS. Contingent liability is possible obligation arising from past events whose exigencies will be confirmed only by uncertain future event(s) or present obligation arising from the past events that are not recognized because of either an outflow of economic benefit is not probable or this amount of obligation.

GENERAL COMMENT

I have audited the accounts of Olorunda Local Government, Igbona for the financial year ended 31st December 2021, as required by Cap 72, Part 10 of the Laws of Osun State 2002, (as amended).

AUTHORITY FOR DISBURSEMENTS FROM JAAC ACCOUNT: Disbursements from JAAC accounts were made in consonance with the prescriptions of the House of Assembly while monthly distributions were collectively decided by the Chairmen including the Chairman of Olorunda Local Government, and other Chairmen, all of whom were members of the Joint Account Allocation Committee.

FULL ADOPTION OF IPSAS ACCRUALS: 2021 GPFS reports were prepared in compliance with IPSAS Accrual which was fully adopted by Local Governments in the State of Osun in 2017.

The previous accounting training on conversion to IPSAS Accruals, severally sponsored by the EU/SLOGOR and the LGSC / SUBEB in collaboration with Office of the Auditor-General for Local Governments, with the approval of Mr. Governor, for upgrades and re-training in 2021 have collectively enhanced the proficiency of operators of Local Government accounts in the State

SCOPE OF AUDIT COVERAGE: The Audit scope has 100% coverage on all aspects of Revenue and Expenditure, as well as verification of Assets and Liabilities including JAAC Accounts. Revenue covered included all Allocations and VAT from the Federation Accounts and Independent Revenue sources of the Local Governments while Expenditure covered included all Capital and Recurrent Expenditure Items, all contributions to centrally executed Projects and programmes of Local Governments, and Statutory remittances to Traditional Councils by Olorunda Local Government, Olorunda North LCDA and Olorunda South Area Office.

BUDGET PREPARATION / EXECUTION

The Budget for 2021 for Olorunda Local Government was prepared in compliance with new National Chart of Accounts. The 2021 Budget was an improvement on the previous Budgets as some of the obvious shortcomings observed by the Audit have been addressed.

PROCUREMENT PRACTICES

Osun State Public Procurement Law 2015 has been in force in line with global best practice. Procurement Officers was posted to the Local Governments and performed his duties. The Audit observed that the Offices need to be strengthened to further assist in promoting sound and transparent procurement practices in the Local Governments.

VALUATION AND REVALUATION OF ASSETS

With the support of Governor Oyetola, the office of the Auditor-General for Local Governments was able to embark on verification exercise on valuation and Revaluation of Assets during the year. This involved Constitution of a standing multi-disciplinary team comprising seasoned and qualified professionals in the fields of valuation, engineering, town planning, medicine, etc. and others as were

necessary. The verification exercise is continuous and value of the Local Governments non-current Assets is being updated monthly.

INTERNALLY REVENUE GENERATION AND FINANCIAL VIABILITY

The Total Internally Revenue generated by the Local Government for 2021 was ₦132,609,838.94 representing 7.06% the Total Revenue. More efforts at blocking leakages coupled with adequate research by the relevant unit of the Auditor-General for Local Government on comparative revenue advantages of individual Local Government's office will assist in curbing this unwholesome situation.

INTERNAL CONTROL WEAKNESS IN THE LOCAL GOVERNMENT AND RELATED AGENCIES

At the conclusion of the Audit, 10 nos of Audit Queries were issued in respect of 2021 Accounts, involving a total sum of ₦3,983,500.00

JOINTLY EXECUTED AND INDIVIDUAL PROJECTS AND PROGRAMMES:

It was observed that Olorunda Local Government collaborated with other Local Government to embark on some jointly executed projects and programmes. Reports on the joint project are contained in the Aggregated Statutory Report of the Auditor-General. It was claimed that the joint programmes/Projects were done to avail the Local Governments of the advantage of economies of large scale operations as they were able to secure the services of experts and incur lesser unit costs due to bulk purchases. Performance Audit was initiated on some joint projects and programmes during the year.

COMMENTS ON FINANCIAL STATEMENTS

A. STATEMENT OF FINANCIAL PERFORMANCE

Share of FAAC and VAT: To ensure completeness of Revenue, the total Allocation received from the Federation Account in respect of Olorunda Local Government as contained in JAAC Account was confirmed from the Accountant General of the State and further reference was made to data released by office of Accountant General of the Federation. The total sum of ₦1,108,512,147.61 was Share of FAAC and VAT amounted to ~~₦~~635,517,054.76.

EXPENDITURE: As part of the disclosure requirements, expenditures that were Jointly incurred at JAAC level were separately disclosed from those expended at each Local Government Level.

SUMMARY OF REVENUE FROM JAAC

LOCAL GOVERNMENT	STATUTORY ALLOCATION	VAT	EX RATE GAIN	FEDERAL GOVT INTERVENTION	EXCESS BANK	FOREX EQUALISATION	ECO	ADD FUND FRM SOLID MIN	NON-OIL EXCESS REVENUE	TOTAL
Olorunda	1,038,497,553.66	470,472,223.22	33,643,820.24	28,179,235.78	853,919.95	15,048,186.52	23,384,851.91	1,739,110.76	14,620,452.79	1,626,439,354.83

INDEPENDENT REVENUE FROM NON-EXCHANGE TRANSACTION (IPSAS 23)

Fees; taxes and fines: The Local Government recognised revenue from fees, taxes, and fines when the event occurs, and the asset recognition criteria are met. The Local Government earned and recognised. # 132,609,838.94 as fees, taxes and fines

SALARIES AND WAGES – ₦855,868,781.13

Salaries and Wages which amounted to ₦855,868,781.13. comprised of salaries of Staff of the Local Governments, Teaching and Non-Teaching Staff of SUBEB, staff of Local Government Loans Board and the Primary Health Care Board. Salary Payment was centralised in the State of Osun for the year 2021.

COMMENTS ON ITEMS OF FINANCIAL POSITION

CASH AND CASH EQUIVALENTS – #29,566,715.49.

The Cash and Cash equivalents amounted to ₦29,566,715.49 for the Local Governments. The Bank Statements and Bank Reconciliation Statements of all Local Governments and Local Government Development Areas as at 31st December, 2021 were verified/examined to ascertain the bank balances.

RECEIVABLES - ₦186,978,006.02

A total sum of ₦186,978,006.02 was standing as Receivables as at 31st December, 2021. The Receivables include, Revenue Recognised in December 2021 but received in January, 2021 from Joint Allocation Account Committee (JAAC).

INVENTORIES - ₦13,959,100.00.

The sum of ₦13,959,100.00 represents inventories valued at historical cost in the Local Governments as at 31st December, 2021. These include unallocated stores both expendable and non-expendable; and consumable items.

INVESTMENTS - ₦51,412,789.03

All the Investments are classified as held-for-sale, while Equity Method is adopted in Recognition and Measurement. Most of the investments were in unquoted companies except for the Preference shares.

PROPERTY, PLANT AND EQUIPMENT(PPE)

Items of Property, Plant and Equipment or other Non -Current Assets are stated at Historical Cost Less accumulated Depreciation. Depreciation on Non - Current Assets are calculated to write off cost on valuation in a straight-line basis over the expected useful life on the assets, as follows:

Particulars	Rate%
Fixture and fitting	20
Motor Vehicle	20
Plant and Equipment	20
Infrastructural Asset	10
Buildings	2
Office Equipment	20

There is need to make adequate provision for depreciation. Accounting for PPE is an area of Audit emphasis where there seems to be a gap in knowledge exhibited by the operators of the Account vis-à-vis expectation.

PAYABLES - ₦821,699,482.65

These comprised largely of commitments all over the Local Governments such as allowances, sundry overheads, and unpaid salary and wages, arrears of salaries, unremitted deductions etc. outstanding as at 31stDecember 2021.

INVESTMENT PROPERTY - ₦684,930,749.92

The carrying amount of Investment Properties of the Local Governments stood at ₦684,930,749.92 in the Statement of Financial Position. However, there is no restriction on title or property pledge as securities for liabilities. Straight Line Method of depreciation was applied.

LONG – TERM BORROWINGS - ₦2,871,577,402.10

These are the cumulative amount of various outstanding loans obtained from different sources to finance the under-listed projects:

- a. Construction of over 10 kilometers of roads, (tagged 10KM roads/Local Government), across all the main Local Governments across the state.
- b. Environmental Projects – includes channelization, chlorination, etc aimed at preserving lives and environments
- c. Intervention Projects including Grading, access to rural areas, etc..
- d. Repayment of Bail Out

UNREMITTED DEDUCTIONS - ₦105,290,213.34

These include deductions received from Joint Accounts Allocation Committee (JAAC) and deposits which ought to have been remitted to the appropriate quarters on or before 31st December, 2021. The management of the Local Councils are hereby advised to ensure that all deposits/deductions received are remitted promptly to avert the possibility of unnecessary accumulation of liabilities on Councils financial position

DISCLOSURES: In the statement of Financial Performance the amounts jointly expended by the Local Government is separated from the amount spent in individual Local Government.

TRANSFER FROM MAIN COUNCILS TO LOCAL COUNCIL DEVELOPMENT AREAS:

Transfer from main councils to the tune of #97,204,314.97 was made to the Local Council Development Areas and Area Offices in the period under review and was set off in the Consolidated Account.

OLORUNDA LOCAL GOVERNMENT, IGBONA
CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

POSITION

PARTICULAR	NOTE	OLORUNDA CONSOLIDATED
ASSETS		
Current Assets		
Cash & Cash Equivalent	1	29,566,715.49
Receivables	2	128,478,006.02
Prepayment/Advance	3	4,750,000.00
Inventories	4	13,959,100.00
Total Current Asset		176,753,821.51
Non-current Asset		-
Long Term Loan Granted		-
Investments	5	51,412,789.03
Property, Plant & Equipment	6	3, 517,767,457.03
Investment Property	7	684,930,749.92
Biological Asset	8	-
Assets Under Construction (wip)	9	104,919,850.00
Total Non-Current Asset		4,359,028,845.95
Total Asset		4,535,782,667.49
LIABILITIES		-
Current Liabilities		-
Deposit		-
Short Term Loan & Debts	10	-
Unremitted Deduction	11	105,290,213.34
Payables	12	763,199,482.65
Short Terms Provisions		-
Total Current Liability		868,489,695.99
Non-Current Liabilities		-
Long Term Borrowing	13	2,871,577,402.10
Total Liabilities		3,740,067,098.09
Net Assets		795,715,569.40
Financed by		-
Reserve	14	1,590,647,978.92
Net Surplus/Deficit	15	(794,932,409.53)
Total		795,715,569.39

OLORUNDA LOCAL GOVERNMENT, IGBONA
CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

PARTICULAR	NOTE	OLORUNDA	OLORUNDA NORTH	OLORUNDA AREA COUNCIL	OLORUNDA CONSOLIDATED
ASSETS					
Current Assets					
Cash & Cash Equivalent	1	11,975,436.54	7,150,781.96	10,440,496.99	29,566,715.49
Receivables	2	99,172,859.11	19,665,315.80	9,639,831.11	128,478,006.02
Prepayment/Advance	3	4,750,000.00	-		4,750,000.00
Inventories	4	8,236,600.00	3,634,900.00	2,087,600.00	13,959,100.00
Total Current Asset		124,134,895.65	30,450,997.76	22,167,928.10	176,753,821.51
Non-current Asset					-
Long Term Loan Granted					-
Investments	5	36,662,789.03	10,750,000.00	4,000,000.00	51,412,789.03
Property, Plant & Equipment	6	1,859,501,831.97	1,643,011,706.48	15,251,918.58	3,517,765,457.03
Investment Property	7	684,930,749.92	-		684,930,749.92
Biological Asset	8		-		-
Assets Under Construction (wip)	9	104,519,850.00	400,000.00		104,919,850.00
Total Non-Current Asset		2,685,615,220.92	1,654,161,706.48	19,251,918.58	4,359,028,845.98
Total Asset		2,809,750,116.57	1,684,612,704.24	41,419,846.68	4,535,782,667.49
LIABILITIES					-
Current Liabilities					-
Deposit					-
Short Term Loan & Debts	10				-
Unremitted Deduction	11	116,686,593.41	38,988,413.28	(50,384,793.35)	105,290,213.34
Payables	12	546,211,216.58	212,907,274.95	4,080,991.12	763,199,482.65
Short Terms Provisions					-
Total Current Liability		662,897,809.99	251,895,688.23	(46,303,802.23)	868,489,695.99
Non-Current Liabilities					-
Long Term Borrowing	13	1,770,407,447.62	1,123,039,328.36	(21,869,373.88)	2,871,577,402.10
Total Liabilities		2,433,305,257.61	1,374,935,016.59	(68,173,176.11)	3,740,067,098.09
Net Assets		376,444,858.96	309,677,687.65	109,593,022.79	795,715,569.40
Financed by					-
Reserve	14	1,086,798,256.52	502,372,784.63	1,476,937.77	1,590,647,978.92
Net Surplus/Deficit	15	(710,353,397.56)	(192,695,096.98)	108,116,085.02	(794,932,409.53)
Total		376,444,858.96	309,677,687.65	109,593,022.79	795,715,569.39

OLORUNDA LOCAL GOVERNMENT, IGBONA
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE AS AT 31ST DECEMBER,
2021

PERFORMANCE

PERFORMANCE		
PARTICULAR	NOTE	OLORUNDA CONSOLIDATED
STATUTORY ALLOCATION		
Government share of FAAC (Statutory Revenue)	16	1,108,512,147.61
Government Share of VAT	17	635,517,054.76
Sub-Total Statutory Allocation	18	1,744,029,202.37
INDEPENDENT REVENUE		-
Argumentation	19	13,595,593.13
Transfer from main Council	20	
Tax Revenue	21	431,126.00
Non-Tax Revenue	22	118,583,111.81
Overpayment Recovery		-
Sub-Total Independent Revenue		132,609,838.94
Total Revenue		1,876,639,041.31
EXPENDITURE		-
JOINTLY EXPENDED		-
Salaries & Wages	23	855,868,781.13
Social Benefits	24	100,000.00
Overhead Cost	25	27,973,083.25
Grants & Social Contribution	26	30,220,555.40
Transfer to other Agencies	27	515,856,090.74
L/GOVERNMENT EXPENDITURE		-
Social Benefits	28	11,025,975.00
Overhead Cost	29	124,688,391.56
Grants & Social Contribution	30	165,041,289.65

Depreciation	31	163,497,515.44
Allowances	32	95,515,317.16
Transfer to LCDA	33	
Impairment	34	-
Revenue Refunded	35	-
Public Debt Charges		
Stabilization Fund		
Refund to main Council		-
Stationeries		-
Severance Gratuity		-
Total Expenditures		1,989,786,999.33
Net Surplus/Deficit	36	(113,147,958.02)
Net Surplus/Deficit 01/01/2021	37	(681,784,451.51)
Net Surplus/Deficit 31/12/2021	38	(794,932,409.53)
Gain on property (Building)		46,080,907.71
Surplus (deficit) from non-operating activities		748,851,501.82

OLORUNDA LOCAL GOVERNMENT, IGBONA
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE AS AT 31ST DECEMBER,
2021

PERFORMANCE					
PARTICULAR	NOTE	OLORUNDA	OLORUNDA NORTH	OLORUNDA AREA COUNCIL	OLORUNDA CONSOLIDATED
STATUTORY ALLOCATION					
Government share of FAAC (Statutory Revenue)	16	1,108,512,147.61	-		1,108,512,147.61
Government Share of VAT	17	635,517,054.76			635,517,054.76
Sub-Total statutory Allocation	18	1,744,029,202.37	-	-	1,744,029,202.37
INDEPENDENT REVENUE					-
Argumentation	19	13,595,593.13			13,595,593.13
Transfer from main Council	20		58,200,069.88	39,004,245.09	
Tax Revenue	21	79,550.00	70,200.00	281,376.00	431,126.00
Non-Tax Revenue	22	16,631,443.00	63,528,568.57	38,423,108.24	118,583,119.81
Overpayment Recovery					-
Sub-Total Independent Revenue		30,306,586.13	121,798,838.45	77,708,729.33	132,609,838.94
Total Revenue		1,774,335,788.50	121,798,838.45	77,708,729.33	1,876,639,041.31
EXPENDITURE					-
JOINTLY EXPENDED					-
Salaries & Wages	23	855,868,781.13			855,868,781.13
Social Benefits	24	100,000.00			100,000.00
Overhead Cost	25	27,973,083.25			27,973,083.25
Grants & Social Contribution	26	30,220,555.40			30,220,555.40
Transfer to other Agencies	27	515,856,090.74			515,856,090.74
L/GOVERNMENT EXPENDITURE					-
Social Benefits	28	6,574,500.00	3,704,275.00	747,200.00	11,025,975.00
Overhead Cost	29	72,722,836.76	33,122,264.90	18,843,289.90	124,688,391.56
Grants & Social Contribution	30	100,122,112.48	37,503,745.36	27,415,431.81	165,041,289.65

Depreciation	31	55,206,444.96	106,605,801.32	1,685,269.16	163,497,515.44
Allowances	32	47,178,316.00	34,372,955.72	13,964,045.44	95,515,317.16
Transfer to LCDA	33	97,204,314.97	-		
Impairment	34				-
Revenue Refunded	35				-
Public Debt Charges					
Stabilization Fund					
Refund to main Council					-
Stationeries					-
Severance Gratuity					-
Total Expenditures		1,809,027,035.69	215,309,042.30	62,655,236.31	1,989,736,999.33
Net Surplus/Deficit	36	(181,907,012.71)	(93,510,203.85)	15,053,493.03	(260,363,723.54)
Net Surplus/Deficit 01/01/2021	37	(34,691,247.19)	(99,184,893.13)	93,062,591.99	(113,147,958.02)
Net Surplus/Deficit 31/12/2021	38	(38,710,353,397.56)	(192,695,096.98)	108,116,085.02	(794,932,409.53)
Gain on property (building)		46,080,907.71			46,080,907.71
Surplus/Deficit from non-operating activities for the period		(664,272,489.85)	(192,695,196.98)	108,116,085.02	(748,851,501.82)

OLORUNDA LOCAL GOVERNMENT, IGBONA
CONSOLIDATED STATEMENT OF CASHFLOW AS AT 31ST DECEMBER, 2021
CASHFLOW

OPERATING ACTIVITIES	NOTE	OLORUNDA CONSOLIDATED
INFLOW		
Statutory Revenue (JAAC)	39	1,177,917,328.68
Value Added Tax	40	688,255,870.77
Receivable		-
Sub Total Dependent Revenue	41	1,866,173,199.45
Argumentation	42	13,595,593.13
Transfer from Main Council	43	
Tax Revenue	44	431,126.00
Non Tax Revenue	45	57,943,042.88
Other Income		60,640,076.93
Overpayment Recovery		-
Sub Total Independent Revenue	46	132,609,838.94
Total Inflow Operating Activities	47	1,998,783,038.39
OUTFLOW		-
Salaries & Wages	48	909,304,097.24
Social Benefits	49	7,421,700.00
Overhead Cost	50	119,858,569.05
Social Contributions	51	181,541,640.35
Allowances	52	64,683,191.00
Modulated Salary Arrears	53	42,197,078.64
Inventories	54	2,783,100.00

Fund Conserved for Salary		-
Transfer to LCDA	55	
Transfer to other Govt. Agencies	56	556,409,326.18
Refund to Main Councils		-
Revenue Refunded		
Stabilization Fund		
Tax Expenses	57	-
Severance Gratuity		-
Total Outflow from Operating Activities	58	1,884,198,702.46
Net Cashflow from Operating Activities	59	114, 584.335.93
INVESTING ACTIVITIES		-
Proceed from Disposal of Asset		-
Total Inflow from Investing Activities		-
Cashflow from Investing Activities		-
Administrative Sector	60	37,800,000.00
Economic Sector		26,766,000.00
Total Outflow from Investing Activities	61	64,566,000.00
Net Cashflow from Investing Activities		(64,566,000.00)
Inflow from Financing Activities		-
Bank Overdraft		
Soft Loan(Bank)		
Deduction Received	62	83,348,288.68
Total Inflow from Financing Activities	63	83,348,288.68
OUFLOW (PAYMENT)		-
Bail Out Repayment		-
10km Road	64	15,924,760.30
Water Project	65	-
Environmental Sanitation Loan	66	2,914,565.04

Loan Repayment (Inherited)	67	-
Bank Loan	68	-
Intervention Loan	69	8,457,863.85
Other Loan Repayment		
Deduction Paid	70	92,297,545.51
Total Outflow From Financing Activities	71	119,594,734.70
Net Cashflow from financing Activities	72	(36,246,446.02)
Cash and Cash Equivalent for the year	73	13,771,889.91
Cash and Cash Equivalent 01/01/2021	74	15,794,825.58
Cash and Cash Equivalent 31/12/2021	75	29,566,715.49

OLORUNDA LOCAL GOVERNMENT, IGBONA
CONSOLIDATED STATEMENT OF CASHFLOW AS AT 31ST DECEMBER, 2021

OPERATING ACTIVITIES	NOTE	OLORUNDA	OLORUNDA NORTH	OLORUNDA AREA COUNCIL	OLORUNDA CONSOLIDATED
INFLOW					
Statutory Revenue (JAAC)	39	1,177,917,328.68			1,177,917,328.68
Value Added Tax	40	688,255,870.77			688,255,870.77
Receivable					-
Sub Total Dependent Revenue	41	1,866,173,199.45	-	-	1,866,173,199.45
Argumentation	42	13,595,593.13			13,595,593.13
Transfer from Main Council	43		58,200,069.88	39,004,245.09	
Tax Revenue	44	79,550.00	70,200.00	281,376.00	431,126.00
Non Tax Revenue	45	16,631,443.00	41,220,699.88	90,900.00	57,943,042.88
Other Income			22,307,868.69	38,332,208.24	60,640,076.93
Overpayment Recovery					-
Sub Total Independent Revenue	46	30,306,586.13	121,798,838.45	77,708,729.33	132,609,838.94
Total Inflow Operating Activities	47	1,896,479,785.58	121,798,838.45	77,708,729.33	1,998,783,038.39
OUTFLOW					
Salaries & Wages	48	908,618,946.09	521,705.71	163,445.44	909,304,097.24
Social Benefits	49	6,674,500.00		747,200.00	7,421,700.00
Overhead Cost	50	67,893,013.65	33,122,264.90	18,843,290.50	119,858,569.05
Social Contributions	51	126,274,958.53	33,851,250.01	21,415,431.81	181,541,640.35
Allowances	52	47,178,316.00	3,704,275.00	13,800,600.00	64,683,191.00
Modulated Salary Arrears	53	13,333,333.28	28,863,745.36		42,197,078.64
Inventories	54	1,475,100.00	1,203,000.00	105,000.00	2,783,100.00
Fund Conserved for Salary					-
Transfer to LCDA	55	97,204,314.97			
Transfer to other Govt. Agencies	56	556,409,326.18			556,409,326.18
Refund to Main Councils					-
Revenue Refunded					
Stabilization Fund					
Tax Expenses	57				-
Severance Gratuity					-

Total Outflow from Operating Activities	58	1,825,061,808.70	101,266,240.98	55,074,967.75	1,884,198,702.46
Net Cashflow from Operating Activities	59	71,417,976.88	20,532,597.47	22,633,761.58	114,584,335.93
INVESTING ACTIVITIES					
Proceed from Disposal of Asset					-
Total Inflow from Investing Activities		-	-	-	-
Cashflow from Investing Activities					-
Administrative Sector	60	37,800,000.00			37,800,000.00
Economic Sector		716,000.00	16,050,000.00	10,000,000.00	26,766,000.00
Total Outflow from Investing Activities	61	38,516,000.00	16,050,000.00	10,000,000.00	64,566,000.00
Net Cashflow from Investing Activities		(38,516,000.00)	(16,050,000.00)	(10,000,000.00)	(64,566,000.00)
Inflow from Financing Activities					-
Bank Overdraft					
Soft Loan(Bank)					
Deduction Received	62	45,655,922.08	17,224,970.80	20,467,395.80	83,348,288.68
Total Inflow from Financing Activities	63	45,655,922.08	17,224,970.80	20,467,395.80	83,348,288.68
OUFLOW (PAYMENT)					
Bail Out Repayment					-
10km Road	64	15,924,760.30			15,924,760.30
Water Project	65				-
Environmental Sanitation Loan	66	2,914,565.04			2,914,565.04
Loan Repayment (Inherited)	67				-
Bank Loan	68				-
Intervention Loan	69	8,457,863.85			8,457,863.85
Other Loan Repayment					
Deduction Paid	70	46,473,692.19	20,968,374.16	24,855,479.16	92,297,545.51
Total Outflow From Financing Activities	71	73,770,881.38	20,968,374.16	24,855,479.16	119,594,734.70
Net Cashflow from financing Activities	72	(28,114,959.30)	(3,743,403.36)	(4,388,083.36)	(36,246,446.02)
Cash and Cash Equivalent for the year	73	4,787,017.58	739,194.11	8,245,678.22	13,771,889.91
Cash and Cash Equivalent 01/01/2021	74	7,188,418.96	6,411,587.85	2,194,818.77	15,794,825.58
Cash and Cash Equivalent 31/12/2021	75	11,975,436.54	7,150,781.96	10,440,496.99	29,566,715.49

OLORUNDA LOCAL GOVERNMENT, IGBONA
CONSOLIDATED STATEMENT OF COMPARISM AS AT 31ST DECEMBER, 2021

		OLORUNDA CONSOLIDATED		
PARTICULAR	NOTE	FINAL BUDGET	ACTUAL	VARIANCE
STUATORY ALLOCATION				
Government Share of FAAC(Statutory Revenue)	16	1,703,133,130.63	1,108,512,147.61	1,162,423,158.29
Government Share of VAT	17	511,233,720.86	635,517,054.76	497,412,355.62
Sub-Total Statutory allocation	18	2,214,366,851.49	1,744,029,202.37	1,659,835,513.91
INDEPENDENT REVENUE				
Argumentation	19	52,846,000.00	13,595,593.13	39,250,406.87
Transfer from Main Council	20	-	-	-
Tax Revenue	21	4,295,000.00	431,126.00	3,863,874.00
Non-Tax Revenue	22	45,176,000.00	57,943,042.88	41,874,356.88
Other Income		18,129,629.00	60,640,076.93	42,510,447.93
Sub-Total Independent Revenue		120,446,629.00	132,609,838.94	127,499,085.68
Total Revenue		2,334,813,480.49	1,876,639,041.31	1,787,334,599.59
EXPENDITURE				
Salaries & Wages	23	1,192,141,390.00	855,868,781.13	336,272,608.87
Social Benefits	24	30,000,000.00	11,125,975.00	18,874,025.00
Overhead Cost	25	350,000,000.00	152,661,474.81	197,338,525.19
Grants & Social Contribution	26	189,873,560.49	195,261,845.05	(5,388,284.56)
Transfer to Other Agencies	27	-	515,856,090.74	(515,856,090.74)
Depreciation	31	-	310,713,280.96	(310,713,280.96)
Allowances	32	139,578,530.00	95,515,317.16	44,063,212.84
Transfer to LCDA	33	-	-	(97,204,314.97)
Impairment	34	-	-	-
Revenue Refunded	35	-	-	-
Stationaries		-	-	-
Total Expenditures		1,901,593,480.49	2,137,002,764.85	(332,613,599.33)
Net Surplus/Deficit	36	433,220,000.00	(260,363,723.54)	2,119,948,198.92
Net Surplus/Deficit 31/12/2020	37	-	(681,784,451.51)	-
Net Surplus/Deficit 31/12/2021	38	433,220,000.00	(942,148,175.05)	2,119,948,198.92

OLORUNDA LOCAL GOVERNMENT, IGBONA
CONSOLIDATED STATEMENT OF COMPARISM BUDGET AND ACTUAL AS AT 31ST DECEMBER, 2021

		OLORUNDA			OLORUNDA NORTH			OLORUNDA AREA COUNCIL			OLORUNDA CONSOLIDATED		
PARTICULAR	NOTE	FINAL BUDGET	ACTUAL	VARIANCE	FINAL BUDGET	ACTUAL	VARIANCE	FINAL BUDGET	ACTUAL	VARIANCE	FINAL BUDGET	ACTUAL	VARIANCE
STATUTORY ALLOCATION													
Government Share of FAAC(Statutory Revenue)	16	776,008,902.49	1,108,512,147.61	332,503,245.12	473,339,570.14	58,200,069.88	415,139,500.26	453,784,658.00	39,004,245.09	414,780,412.91	1,703,133,130.63	1,108,512,147.61	1,162,423,158.29
Government Share of VAT	17	324,669,210.00	635,517,054.76	310,847,844.76	109,073,429.86		109,073,429.86	77,491,081.00		77,491,081.00	511,233,720.86	635,517,054.76	497,412,355.62
Sub-Total Statutory Allocation	18	1,100,678,112.49	1,744,029,202.37	643,351,089.88	582,413,000.00	58,200,069.88	524,212,930.12	531,275,739.00	39,004,245.09	492,271,493.91	2,214,366,851.49	1,744,029,202.37	1,659,835,513.91
INDEPENDENT REVENUE											-	-	-
Argumentation	19	39,846,000.00	13,595,593.13	26,250,406.87	5,000,000.00		5,000,000.00	8,000,000.00		8,000,000.00	52,846,000.00	13,595,593.13	39,250,406.87
Transfer from Main Council	20										-	-	-
Tax Revenue	21	270,000.00	79,550.00	190,450.00	3,425,000.00	70,200.00	3,354,800.00	600,000.00	281,376.00	318,624.00	4,295,000.00	431,126.00	3,863,874.00
Non-Tax Revenue	22	25,346,000.00	16,631,443.00	8,714,557.00	13,900,000.00	41,220,699.88	27,320,699.88	5,930,000.00	90,900.00	5,839,100.00	45,176,000.00	57,943,042.88	41,874,356.88
Other Income						22,307,868.69	22,307,868.69	18,129,629.00	38,332,208.24	20,202,579.24	18,129,629.00	60,640,076.93	42,510,447.93
Sub-Total Independent Revenue		65,462,000.00	30,306,586.13	35,155,413.87	22,325,000.00	63,598,768.57	57,983,368.57	32,659,629.00	38,704,484.24	34,360,303.24	120,446,629.00	132,609,838.94	127,499,085.68
Total Revenue		1,166,140,112.49	1,774,335,788.50	678,506,503.75	604,738,000.00	121,798,838.45	582,196,298.69	563,935,368.00	77,708,729.33	526,631,797.15	2,334,813,480.49	1,876,639,041.31	1,787,334,599.59
EXPENDITURE											-	-	-
Salaries & Wages	23	680,771,900.00	855,868,781.13	(175,096,881.13)	228,266,840.00		228,266,840.00	283,102,650.00		283,102,650.00	1,192,141,390.00	855,868,781.13	336,272,608.87
Social Benefits	24		6,674,500.00	(6,674,500.00)	30,000,000.00	3,704,275.00	26,295,725.00		747,200.00	(747,200.00)	30,000,000.00	11,125,975.00	18,874,025.00
Overhead Cost	25	150,000,000.00	100,695,920.01	49,304,079.99	100,000,000.00	33,122,264.90	66,877,735.10	100,000,000.00	18,843,289.90	81,156,710.10	350,000,000.00	152,661,474.81	197,338,525.19
Grants & Social Contribution	26	54,114,202.49	130,342,667.88	(76,228,465.39)	89,939,500.00	37,503,745.36	52,435,754.64	45,819,858.00	27,415,431.81	18,404,426.19	189,873,560.49	195,261,845.05	(5,388,284.56)
Transfer to Other Agencies	27		515,856,090.74	(515,856,090.74)							-	515,856,090.74	(515,856,090.74)
Depreciation	31		202,422,210.48	(202,422,210.48)		106,605,801.32	(106,605,801.32)		1,685,269.16	(1,685,269.16)	-	310,713,280.96	(310,713,280.96)
Allowances	32	78,254,010.00	47,178,316.00	31,075,694.00	31,131,660.00	34,372,955.72	(3,241,295.72)	30,192,860.00	13,964,045.44	16,228,814.56	139,578,530.00	95,515,317.16	44,063,212.84
Transfer to LCDA	33		97,204,314.97	(97,204,314.97)							-		(97,204,314.97)
Impairment	34										-	-	-
Revenue Refunded	35										-	-	-

Stationaries											-	-	-
Total Expenditures		963,140,112.49	1,956,242,801.21	(993,102,688.72)	479,338,000.00	215,309,042.30	264,028,957.70	459,115,368.00	62,655,236.31	396,460,131.69	1,901,593,480.49	2,137,002,764.85	(332,613,599.33)
Net Surplus/Deficit	36	203,000,000.00	(181,907,012.71)	1,671,609,192.47	125,400,000.00	(93,510,203.85)	318,167,340.99	104,820,000.00	15,053,493.02	130,171,665.46	433,220,000.00	(260,363,723.54)	2,119,948,198.92
Net Surplus/Deficit 31/12/2020	37		(675,662,150.37)			(99,184,893.13)			93,062,591.99		-	(681,784,451.51)	-
Net Surplus/Deficit 31/12/2021	38	203,000,000.00	(857,569,163.08)	1,671,609,192.47	125,400,000.00	(192,695,096.98)	318,167,340.99	104,820,000.00	108,116,085.01	130,171,665.46	433,220,000.00	(942,148,175.05)	2,119,948,198.92

OLORUNDA LOCAL GOVERNMENT, IGBONA

NET ASSET AND EQUITY	OLORUNDA CONSOLIDATED		
DETAILS	RESERVES	Accumulated Surplus/Deficit	TOTAL
Opening Balance 1/1/2021	1,544,567,071.21	(681,784,451.51)	862,782,619.70
Adjusted Reserve	-	-	-
Adjusted Balance	1,544,567,071.21	(681,784,451.51)	862,782,619.70
Net Surplus Deficit for the year	-	(113,147,958.02)	(113,147,958.02)
Revaluation surplus (Building)	46,080,907.71		46,080,907.71
Closing Balance as at 31/12/2021	1,590,647,978.92	(794,832,409.53)	795,715,569.39

OLA-OLUWA LOCAL GOVERNMENT, BODE-OSI
CONSOLIDATED STATEMENT OF NET ASSET/EQUITY AS AT 31ST DECEMBER, 2021

	OLORUNDA			OLORUNDA NORTH			OLORUNDA AREA COUNCIL			OLORUNDA CONSOLIDATED		
DETAILS	RESERVES	Accumulated Surplus/Deficit	TOTAL	RESERVES	Accumulated Surplus/Deficit	TOTAL	RESERVES	Accumulated Surplus/Deficit	TOTAL	RESERVES	Accumulated Surplus/Deficit	TOTAL
Opening Balance 1/1/2021	1,040,717,348.81	(675,662,150.37)	365,055,198.44	502,372,784.63	(99,184,893.13)	403,187,891.50	1,476,937.77	93,062,591.99	94,539,529.76	1,544,567,071.21	(681,784,451.51)	862,782,619.70
Adjusted Reserve			-			-			-	-	-	-
Adjusted Balance	1,040,717,348.81	(675,662,150.37)	365,055,198.44	502,372,784.63	(99,184,893.13)	403,187,891.50	1,476,937.77	93,062,591.99	94,539,529.76	1,544,567,071.21	(681,784,451.51)	862,782,619.70
Net Surplus Deficit for the year		(34,691,247.19)	(34,691,247.19)	-	(93,510,203.85)	(93,510,203.85)	-	15,053,493.03	15,053,493.03	-	(260,363,723.54)	(113,147,958.02)
Revaluation surplus (Building)	46,080,907.71		46,080,907.71							46,080,907.71		46,080,907.71
Closing Balance as at 31/12/2021	1,040,717,348.81	(710,353,397.56)	376,444,858.96	502,372,784.63	(192,695,096.98)	309,677,687.65	1,476,937.77	108,116,085.02	109,593,022.79	1,544,567,071.21	(942,148,175.05)	602,418,896.16

		OLORUNDA LG	OLORUNDA NORTH	OLORUNDA SOUTH	OLORUNDA CONSOLIDATED
			NOTES TO THE ACCOUNT	NOTES TO THE ACCOUNT	
NOTE 1:	CASH & CASH EQUIVALENT				
	Bal b/f	7,188,418.96	6,411,587.85	2,194,818.77	15,794,825.58
	Total receipt	<u>1,942,135,707.66</u>	<u>139,023,809.25</u>	<u>98,176,125.13</u>	<u>2,179,335,642.04</u>
		1,949,324,126.62	145,435,397.10	100,370,943.90	2,195,130,467.62
	less:				
	Total payment	<u>1,937,348,690.08</u>	<u>138,284,615.14</u>	<u>89,930,446.91</u>	<u>2,165,563,752.13</u>
		<u>11,975,436.54</u>	<u>7,150,781.96</u>	<u>10,440,496.99</u>	<u>29,566,715.49</u>
NOTE 2:	RECEIVABLES				
	conserved in JAAC A/C				
	Conservation				
	Modulated salary arrears				
	Conservation (Payable)				
	Statutory Allocation				77,086,803.61
	VAT				50,371,031.35
	Exchange rate gain				1,020,171.06
					128,478,006.02
NOTE 3:	PREPAYMENT/ ADVANCE				
	Bal b/f	4,750,000.00			4,750,000.00
NOTE 4:	INVENTORIES				
	Bal b/f				11,176,000.00
	Add:				105,000.00
	Office Consumable				1,203,000.00
	Finance Material				1,475,100.00
					13,959,100.00
NOTE 5:	INVESTMENTS				
	Bal b/f :				10,750,000.00
	Omoluabi Holdings				13,132,942.00
	Kajola Integrated				9,523,810.00
	Osicol				267,000.00
	Preference share				17,739,037.03
					51,412,789.03

NOTE 7:	INVESTMENT PROPERTY				
	Bal b/f	698,178,316.25			698,178,316.25
	cash	716,000.00			716,000.00
		698,894,316.25			698,894,316.25
	Less:				
	Depreciation	13,963,566.33			13,963,566.33
		684,930,749.92			684,930,749.92
NOTE 9:	ASSET UNDER CONSTRUCTION				
	Bal b/f:				-
	Shopping Complex	104,519,850.00	400,000.00		104,919,850.00
NOTE 11:	UNREMITTED DEDUCTION				
	Bal b/f				114,239,470.17
	Add:				
	Cash (deduction received)				83,348,288.68
					197,587,758.85
	Less:				
	Cash (deduction paid)				92,297,545.51
					105,290,213.34
NOTE 12:	PAYABLES				
	Unpaid Arrears				428,172,906.53
	Unpaid voucher				293,018,328.80
	Add:				
	conserved in JAAC A/C				
	Conservation (Receivable)				
	Modulated in JAAC A/C				1,666,666.66
	Conservation (Receivable)				2,000,000.00
	Overhead				1,949,631.64
	Salary & wages				73,701,792.19
	Transfer to other Agencies				50,029,607.99
	Social Contribution				10,733,333.33
			-		861,272,267.34
	Less:				
	Modulated Salary Arrears				(52,750,164.96)

	Salary				(1,697,093.64)
	Overhead				40,553,235.44
	Transfer to other Agencies				(3,072,290.65)
					763,199,482.65
	LONGTERM BORROWING				
	Bal b/f				2,898,874,591.29
NOTE 13:	Less:				
	10 Km Loan				15,924,760.30
	Intervention				8,457,863.85
	Bailout				-
	Environmental				2,914,565.04
					2,871,577,402.10
NOTE 14	RESERVE				
	Bal b/f	1,086,798,256.52	502,372,784.63	1,476,937.77	1,590,647,978.92
NOTE 15	ACCUMULATED SURPLUS/DEFICIT				
	Bal b/f	(675,662,150.37)	(99,184,893.13)	93,062,591.99	(681,784,451.51)
	Additional Surplus/deficit	(34,691,247.19)	(93,510,203.85)	15,053,493.03	(113,147,958.02)
		(710,353,397.56)	(192,695,096.98)	108,116,085.02	(794,932,409.53)
NOTE 16	FAAC				1,108,512,147.61
NOTE 17	VAT				635,517,054.76
NOTE 18	INDEPENDENT REVENUE				
	FAAC				1,108,512,147.61
	VAT				635,517,054.76
					1,744,029,202.37
NOTE 19	Grant & Aid				13,595,593.13
NOTE 20	TRANSFER FROM MAIN COUNCIL				

NOTE 21:	TAX REVENUE				
	Community Tax				240,200.00
	Hackney permit				190,926.00
					431,126.00
NOTE 22:	NON TAX REVENUE				-
	Fees				16,171,553.00
	Rental Income				79,550.00
	Market				68,262,976.81
	Town Planning				34,069,040.00
					118,583,119.81
	OTHER INCOME				
NOTE 23	CENTRALLY EXPENDED				
	EMPLOYEE BENEFIT (SALARIES & WAGES)				
	TEACHING & NON-TEACHING STAFF	355,524,564.80			
	LOCAL GOVT STAFF	315,273,044.50			
	PENSION BOARD SALARY	1,432,202.95			
	PHC STAFF	182,227,151.33			
	LOANS BOARD STAFF	1,003,950.06			
	SUBEB ADMIN & MONITORING	407,867.49			
		855,868,781.13			
NOTE 24:	SOCIAL BENEFIT				
	Training of Staff (Drivers)	100,000.00			
NOTE 25:	OVERHEAD				
	Running cost JAAC	1,200,000.00			
	Algon Imprest	10,200,000.00			
	Bank Charges	1,475,879.05			
	Consultancy fees	6,001,319.28			
	Magnium Trust (Insurance)	3,979,218.25			
	SUBEB Stipend	66,666.70			
	School Running grant	2,999,999.97			
	Budget fees	2,050,000.00			
		27,973,083.25			

NOTE 26:	GRANTS & SOCIAL CONTRIBUTION				
	SUBEB special needs school	1,983,214.66			
	Xmas pilgrim welfare	1,014,007.41			
	2021 Xmas & New year gift	16,490,000.00			
	Grading Algon	10,733,333.33			
		30,220,555.40			
NOTE 27:	TRANSFER TO OTHER AGENCIES:				
	5 %Traditional Council	54,550,963.05			
	1 %Local Government Service Commission	10,139,801.44			
	SUBEB Matching grant	38,806,170.18			
	OMEAL	23,867,860.00			
	OHIS	17,717,934.15			
	ORAMP FUND	7,386,282.06			
	MONTHLY PENSION	164,537,991.24			
	AUDIT FEE	21,839,938.24			
	5% Stabilisation	48,698,707.76			
	Gratuity	46,666,666.64			
	Contributory Pension (TNT)	36,863,199.12			
	Contributory Pension (LG)	44,509,456.08			
	SUBEB Contract Staff	271,120.78			
		515,856,090.74			
NOTE 28	SOCIAL BENEFIT				
	LOCAL GOVT EXPENDITURE				
	FINANCIAL ASSISTANCE TO LOCAL GOVT STAFF				4,491,700.00
	TRAINING FOR STAFF				5,846,775.00
	SEMINAR FOR MARRIAGE OFFICER				687,500.00
					11,025,975.00
NOTE 29:	OVERHEAD COST				
	Local Govt Expenditure:				

	Servicing & Maintenance of vehicles				19,372,019.89
	Imprest				85,561,825.01
	General Expenses				18,122,531.76
	Renovation of Registry				62,000.00
	Electricity bills				1,506,750.00
	Tax expense				63,264.90
					124,688,391.56
NOTE 30:	GRANTS & SOCIAL CONTRIBUTION				
	Local Govt Expenditure				
	PPE(Motor vehicle)				21,780,000.00
					12,635,112.48
	Clearing of Dumpsite				4,500,031.81
	Sensitization & Workshop				43,828,400.00
	Training & Entertainment				38,147,745.36
	Ileya Celebration				19,250,000.00
	Xmas Celebration				22,400,000.00
	Evacuation of Paupers				2,500,000.00
					165,041,289.65
NOTE 31	DEPRECIATION CHARGES				
	Building				21,771,747.10
	INFRASTRUCTURAL FACILITIES				82,818,495.49
	PLANT & MACHINERIES				20,853,775.84
	MOTOR VEHICLE				14,779,544.09
	EQUIPMENT				798,118.39
	FURNITURE & FITTINGS				8,512,268.20
	INVESTMENT PROPERTY				13,963,566.33
					163,497,515.44
NOTE 32:	ALLOWANCE				64,872,951.15
	Allowance to various committee				3,870,400.00
	NYSC Allowance				8,411,850.00
	O clean Technical Committee				18,360,116.01
	Severance gratuity				95,515,317.16
NOTE 36:	TOTAL REVENUE				1,876,639,041.33
	TOTAL EXPENDITURE				(2,137,002,764.85)
					(260,363,723.52)

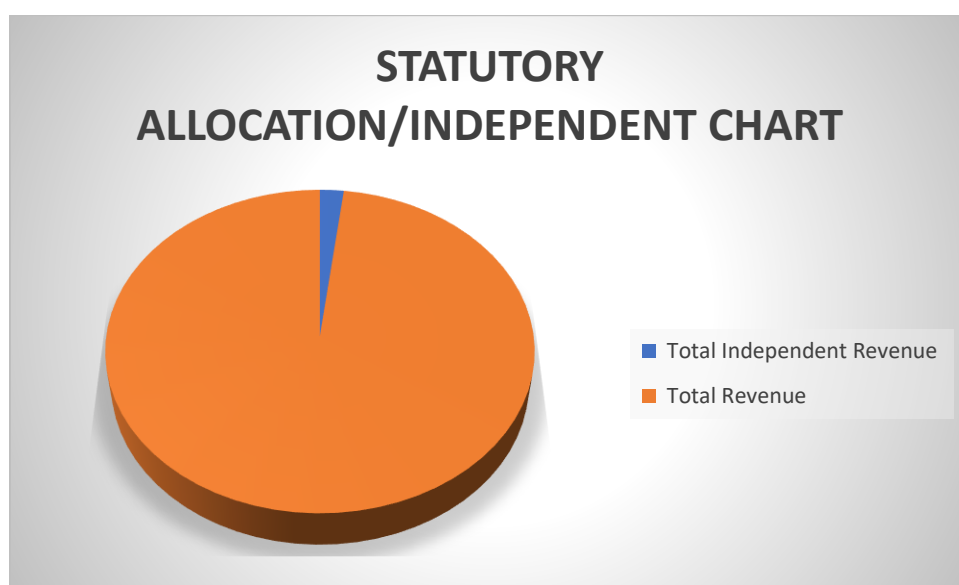
OLORUNDA LOCAL GOVERNMENT FISCAL OPERATION REPORT

STATEMENT OF CASHFLOW RATIOS

1. $\text{DEPENDENT REVENUE} / \text{TOTAL REVENUE} \times 100$

$$= \frac{1,866,173,199.45}{1,998,783,038.39} = 93.37\%$$

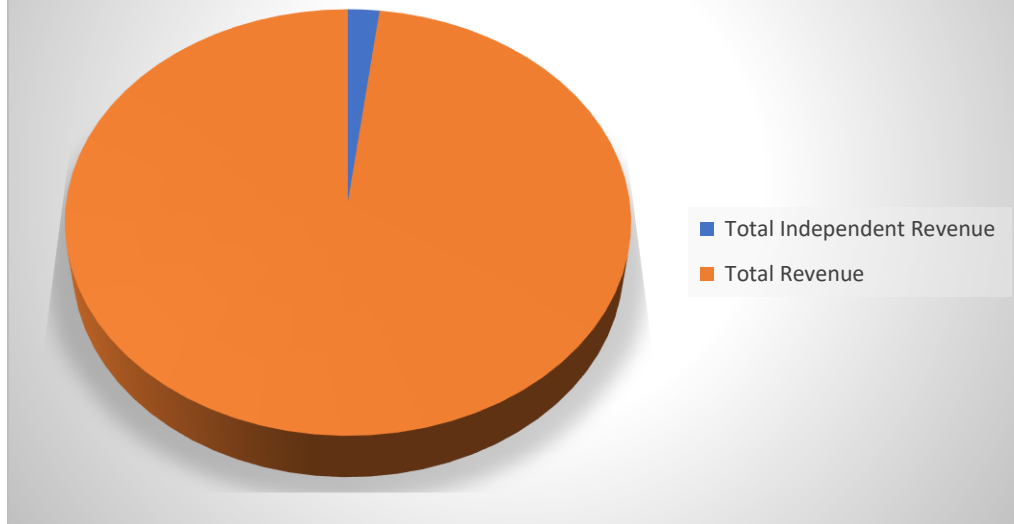
This indicated that Statutory Allocation took 93.37% of the Total Revenue of the Local Government and LCDA leaving 6.63% as Independence Revenue



2. $\frac{\text{TOTAL INDEPENDENT REVENUE}}{\text{TOTAL REVENUE}}$

$$\frac{132,609,838.94}{1,998,783,038.39} \times 100 = 6.63\%$$

STATUTORY ALLOCATION/INDEPENDENT CHART



3. SALARY & WAGES : TOTAL RECURRENT EXPENDITURE

$$\frac{909,304,097.24}{1,884,198,702.46} \times 100 = 48.25\%$$

Therefore, the Salaries and Wages took about 48.25% out of the Recurrent Expenditure in the Local Government while the remaining 51.75% was expended on other expenditure.

STATEMENT OF FINANCIAL POSITION RATIOS

6 CURRENT ASSET : CURRENT LIABILITIES

$$\frac{176,753,821.51}{868,489,645.99} = 0.20 : 1$$

The Current ratio was not good enough for the system as the Current Liabilities was much higher than the Current Asset.

7. TOTAL ASSET : TOTAL LIABILITIES

$$\frac{4,535,782,667.49}{3,740,067,098.09} = 1.21 : 1$$

To every liability there was more than 1 Asset to cover.

8. EQUITY : TOTAL ASSET

$$\frac{795,715,569.39}{4,535,782,667.49} = 0.17 : 1$$

STATEMENT OF FINANCIAL PERFORMANCE RATIO

9. DEPENDENT REVENUE : TOTAL REVENUE

$$\frac{1,744,029,202.37}{1,876,639,041.31} \times 100 = 92.93\%$$

This indicated that the Dependent Revenue accounted for 92.93% of the Total Revenue of all the Local Government of the State leaving 7.07% as Independent Revenue.

10. INDEPENDENT REVENUE : TOTAL REVENUE

$$\frac{132,609,838.94}{1,876,639,041.31} \times 100 = 7.07\%$$

MANAGEMENT LETTER

OLORUNDA LOCAL GOVERNMENT, IGBONA

OBSERVATIONS AND INTERNAL CONTROL REVIEW FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021

1. EXPENDITURE NOT TAKEN ON CHARGE (N430,400:00): It was observed that some repairs were carried out but the obsolete parts could not be produced during the Audit inspection to prove that replacements were actually done and also the production of identity cards for the members of staff of the council (via PV 20/August/2021) in the month of August 2021 contrary to the Financial Memoranda. 34:17(1-2) which state that "All stores should be examined immediately they are received by the store keeper or other official responsible for the stores. The stores must be checked for quantities, weights e.t.c. against the Local purchase order, invoice of Government store issue voucher; if the stores delivered are found to be correct and in good condition, they will be taken on charge and entered as a receipt in the appropriate stores ledger". Further observation revealed that the said payment voucher which was used to effect payment was not supported with store received voucher to prove that the identity card was actually produced and distributed to members as claimed by the recipient contrary to the provision of Financial Memoranda No. 14:17 (2), which states that "all the items purchased by the government must be taken to the store for record purposes before putting to use.

RISK:

This was an indication that the purported items might not have been purchased thereby resulting to loss of Local Government fund.

MANAGEMENT RESPONSE

The store ledger had not been updated as at the time of Audit Inspection, however, they had been updated retrospectively and available for Audit Scrutiny. The lateness was highly regretted.

RECOMMENDATION:

All necessary supporting documents such as Store receipt vouchers and Store issued vouchers should be attached to the payment vouchers before being put into use.

2. EXPENDITURE NOT SUPPORTED BY PROPER RECORDS OR ACCOUNTS

(#141,000:00): Audit scrutiny of records revealed that payment voucher No 10/Feb/2021 was not supported with sub-receipt and other relevant document contrary to Financial Memoranda 14:16&17 which states that 'the voucher shall be receipted by the payee or authorized agent, and the receipt must state clearly in words and figure the actual amount received and not "simply received the above amount" and paragraph 14:17 stipulates that "An official receipt must be obtained and attached to payment voucher in respect of a payment to Government, another Local Government or a commercial firm. If the printed receipt covers more than one Payment Voucher to which the receipt is attached shall be entered on the other voucher"'.

Risk:

Payments made without supporting documents could imply non-execution of all or part of the services/ purchases or conceal inflation of prices.

MANAGEMENT RESPONSE:

It was an oversight, and the receipts had been obtained and attached to the payment vouchers which would be presented for further Audit Verification.

RECOMMENDATION

The recipient/authorizing officer should present official and verifiable receipts and other necessary documents to prove the authenticity of the expenditure or should make a refund.

3. DOUBTFUL EXPENDITURE (₦1,950,000.00): It was observed that a total sum of One Million, Nine Hundred and Fifty Thousand Naira (₦1,950,000.00) was spent on the purchase of Beans, Milk, Bournvita for religious and community leaders; beans and beverages in favour of political functionaries & staff and hosting of Babaloja, Iyaloja market men and women of Oluode, Sabo and Anaye market and printing of budget clearance certificate, provision of food items for the less privileged throughout eight wards in Olorunda local government, provision of face masks against the spread of the 3rd wave of corona virus and a day enlightenment programme for hotels, petrol stations and others on how to boost IGR. It was observed that the payment vouchers used to effect these payments were not supported with enough or adequate supporting documents such as list of the beneficiaries to prove the genuineness of the expenditure, this made the expenditure appeared to be doubtful contrary to Financial Memoranda 14:16.

RISK:

The implication of this expenditure was that the services might not have been performed, thus, public fund might have been diverted for personal purposes.

MANAGEMENT RESPONSE:

Receipts, Sub-receipts, list of beneficiaries and photographs were not readily available before the arrival of the Audit team. However, supporting evidences such as sub-receipts, photographs, video tapes had been obtained and would be presented for further Audit Scrutiny.

RECOMMENDATION:

The recipients must attach all necessary supporting evidence such as sub-receipts, evidence of participation, or video coverage to prove genuineness of the expenditure. However, such occurrences should be guided against in the future by notifying Audit Team at the instance of the exercise.

4. UNPRODUCED REVENUE EARNING RECEIPT BOOKLETS AMOUNTING TO ₦2,080,000.00 FOR THE YEAR 2019 AND 2020: It was observed during the Audit Inspection that some Revenue Collectors did not produce their Revenue Earning Receipts in their possession for Audit Inspection, an indication that showed that fraudulent act might have taken place contrary to FM 6:7 which states that “When making payment to the Treasury or presenting to the Treasury a paying-in-slip in respect of cash paid direct to a bank. The Revenue Collector shall produce all receipt books, his revenue collector cash book and revenue collector’s summary cashbook”.

RISK:

It can lead to loss in the Internally Generated Revenue of the Local Government and opportunity for perpetration of fraud by the concerned Revenue collectors.

MANAGEMENT RESPONSE:

The concerned Revenue Collectors had been called upon to immediately produce all the receipt booklets under their coffer possession and duly account for them to be presented for further Audit Verification.

RECOMMENDATION:

All the receipt booklets should be produced for Audit check and verification.

5. FINAL ACCOUNT: The General-Purpose Financial Statement was submitted on the 27th May, 2022 contrary to the 29th April, 2022 deadline given for the submission, the idea which is considered not to be too good enough for timely presentation of Financial information to the appropriate user. The Head of Finance is admonished to be alive to his responsibility by ensuring adequate supervision of his subordinate towards ensuring timely preparation and presentation of Financial Statement henceforth.

RISK:

This was an indication that the purported financial statement may likely affect the timely presentation of the statement to the end users.

MANAGEMENT RESPONSE:

The General-Purpose Financial Statement was submitted late due to delay in checking and corrections of the accounts.

RECOMMENDATION:

The Director of Finance and Supplies should make sure that the General Purpose Financial Statement are submitted before the speculated time to avoid sanction by the Auditor General.

OLORUNDA NORTH LOCAL COUNCIL DEVELOPMENT AREA, OTA-EFUN

OBSERVATIONS AND INTERNAL CONTROL REVIEW FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021

1. UNRETIRED IMPREST TALLING (₦147,500.00): The total sum of Seventeen Thousand, Five Hundred Naira (₦17,500.00) was observed to be imprest paid to some officers of the Local Council which were not retired before subsequent one's were obtained contrary to Financial Memoranda 14:27, which states that "Imprest shall be retired when the purpose for which the imprest was granted is completed or at such intervals as are prescribed when the imprest is approved. However, all imprests shall be automatically retired at the end of each financial year".

RISK:

Government Fund might not have been used for official purpose

MANAGEMENT RESPONSE:

It was an oversight, and the receipts had been obtained and attached to the payment vouchers to be presented for further Audit Verification.

RECOMMENDATION:

Proper recording of petty cash should be done and all payments must be retired immediately and presented for Audit verification.

2. UNRECEIPTED EXPENDITURE (₦10,000.00): Payment voucher amounting to Ten thousand naira (₦10,000.00) was approved and paid in respect of fueling of operational vehicle **LG11GNN** attached to the department of town planning and land services of Olorunda local council development area. The payment voucher was not supported with the required official receipts, sub-receipts etc., to authenticate the

genuineness of the expenditure contrary to Financial memoranda 14:17 which states that.” An official printed receipt must be obtained and attached to the payment voucher in respect of a payment to Government, another Local Government or a commercial firm”.

RISK:

This was an indication that the purported items might not have been purchased thereby resulting to loss of loss of Local Government fund.

MANAGEMENT RESPONSE:

It was an oversight, and the receipts had been obtained and attached to the payment vouchers to be presented for Audit Scrutiny.

RECOMMENDATION:

All necessary supporting documents such as store receipt voucher and store issued vouchers should be attached to the payment vouchers before filling.

3. UNPRODUCED REVENUE EARNING RECEIPT BOOKLETS AMOUNTING TO ₦1,948,000.00 FOR THE YEAR 2019 AND 2020: It was observed during the Audit Inspection that some Revenue Collectors did not produce their Revenue Earning Receipts in their possession for Audit Inspection and indication that showed that fraudulent act might have taken place contrary to FM 6:7 which states that “When making payment to the Treasury or presenting to the Treasury a paying-in-slip in respect of cash paid direct to a bank. The Revenue Collector shall produce all receipt books, his revenue collector cash book and revenue collector’s summary cashbook”.

RISK:

It can lead to loss in the Internally Generated Revenue of the Local Government and opportunity for perpetration of fraud by the concerned Revenue collectors.

MANAGEMENT RESPONSE:

The concerned Revenue Collectors had been called upon to immediately produce all the receipt booklets under their possession and duly account for them to be presented for further Audit Scrutiny.

RECOMMENDATION:

All the receipt booklets should be produced for Audit check and verification.

4. VALUATION AND REVALUATION OF NON-CURRENT ASSETS: It should be noted that the Office of the Auditor General for Local Governments has embarked on verification and compilation of all Non-Current Asset of the Local Government to ensure their existence, completeness of the lists of Assets and correctness of the provisional values of the Financial Position in the General Purpose Financial Statement.

Furthermore, the Local Government did not have comprehensive and reliable inventory/fixed Asset Register. The Internal Auditor is expected to maintain a Standard Assets Register of both serviceable and non-serviceable assets, updating necessary and safeguarding the assets as its being used by various departments of the Local Government.

RISK:

Non availability of comprehensive and reliable inventory/fixed asset register could make the Local Government Asset prone to theft, expropriation of assets i.e. use of Local Government property without authorisation, pilfering, falsification of asset values in GPFS, duplication of services in terms of repairs and obsolete parts replacements.

MANAGEMENT RESPONSE:

A comprehensive asset register would be opened to capture all Assets of Local Government and would be updated on monthly basis by the Internal Audit unit of the Local Government.

RECOMMENDATION:

The Internal Auditor must ensure that all assets are captured in the register by taking into cognisance of the ownership, existence valuation and authorisation order to give accurate reliable Financial data of the assets.

5. FINAL ACCOUNT: The General-Purpose Financial Statement was submitted on the 27th May, 2022 contrary to the 29th April, 2022 deadline given for the submission, the idea which is considered not to be too good enough for timely presentation of Financial information to the appropriate user. The Head of Finance is admonished to be alive to his responsibility by ensuring adequate supervision of his subordinate towards ensuring timely preparation and presentation of Financial Statement henceforth.

RISK:

This was an indication that the purported financial statement may likely affect the timely presentation of the statement to the end users.

MANAGEMENT RESPONSE:

The General-Purpose Financial Statement was submitted late due to delay in checking and corrections of the accounts.

RECOMMENDATION:

The Director of Finance and Supplies should make sure that the General Purpose Financial Statement are submitted before the speculated time to avoid sanction by the Auditor General.

6. SUBMISSION OF REVENUE RETURNS: It was observed that your Local Government failed to remit quarterly returns on Internal Generated Revenue profile for the period of 3rd and 4th quarter 2021. Despite several effort made by the Director of Revenue of Office of the Auditor-General for Local Government.

RISK:

It can lead to loss in the Internally Generated Revenue of Local Government and opportunity for preparation of fraud by the concerned Revenue Collectors.

MANAGEMENT RESPONSE:

The preparation was in progress as at the time of Audit exercise and it had been prepared accordingly for further Audit verification.

RECOMMENDATION:

All the receipts booklets should be produced for audit check and verification.

OLORUNDA SOUTH AREA COUNCIL, ILLIE

OBSERVATIONS AND INTERNAL CONTROL REVIEW FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2021

1. DOUBTFUL EXPENDITURE TALLING (₦1,065,000:00): Audit Observation revealed that a total sum of One Million and Sixty-five Thousand Naira (₦1,065,000:00) was spent on programmes i.e. COVID-19 protocol observation, IGR, collection and disposal of refuse, enlightenment programmes organized for motorist and motorcycle riders and Re-conduct of a day sensitization workshop on one Nigeria as a country the payment voucher was not supported with enough documentary evidences to prove the genuineness of the expenditure. This made the expenditure appear to be doubtful.

RISK:

The implication of this expenditure was that the services might not have been performed, thus the public fund might have been diverted for personal purposes.

MANAGEMENT RESPONSE:

Receipts, Sub-receipts, list of beneficiaries and photographs were not readily available before the arrival of the Audit team. However, supporting evidences such as sub-receipts, photographs, video tapes had been collected to be presented for further Audit scrutiny.

RECOMMENDATION:

The recipients must attach all necessary supporting evidence such as sub-receipts, evidence of participation, or video coverage to prove genuineness of the expenditure. However, such occurrences should be guided against in the future by notifying Audit at the instance of the exercise.

2. UNCLAIMED ALLOWANCE (N120,000.00): It was observed that the total sum of One Hundred and Twenty Thousand Naira (N120,000.00) payment made to O'clean members for the month of May, the sub-receipts attached was not acknowledged to affirm the genuineness of the disbursement of the expenditure which made it to appear unclaimed.

RISK:

This was an indication that purported recipients might not have been paid thereby resulting to loss of Local Government fund.

MANAGEMENT RESPONSE:

The Sub-receipt for the payment had not been signed by all recipients as at the time of Audit exercise, upon which Auditor issued a query and due process was duly followed necessary documents had been obtained and which would be presented for further Audit Verification.

RECOMMENDATION:

An official printed sub-receipt duly signed by the recipients must be obtained and attached to the payment voucher as this proved that the payment was actually made.

3. EXPENDITURE NOT SUPPORTED BY PROPER RECORDS OR ACCOUNTS TOTALING [N120,000.00]: Payment voucher amounting to one hundred and twenty thousand naira [N120,000.00] was not supported with official documents like invoices, receipts, sub-receipt etc., to authenticate that the expenditure was actually incurred by the recipient on behalf of the local government contrary to the provision of Financial Memoranda No. 14:17, which states that "An Official receipt must be obtained and attached to the payment voucher in respect of a payment to Government, another Local Government or a commercial firm. If the printed receipt covers more than one payment voucher reference to the number of the payment voucher to which the receipt is attached, shall be entered on the other vouchers" The

head of Finance and Supplies and the Internal Auditor must be alive to their responsibilities in this regard.

Risk:

Payments made without supporting documents could imply non-execution of all or part of the services/ purchases or conceal inflation of prices.

MANAGEMENT RESPONSE:

It was an oversight, the receipts had been obtained and attached to the payment vouchers to be presented for further Audit Scrutiny.

RECOMMENDATION

The recipient/authorizing officer should present official and verifiable receipts and other necessary documents to prove the authenticity of the expenditure or should make a refund.

4. VALUATION AND REVALUATION OF NON-CURRENT ASSETS: It should be noted that the Office of the Auditor General for Local Governments has embarked on verification and compilation of all Non-Current Asset of the Local Government to ensure their existence, completeness of the lists of Assets and correctness of the provisional values of the Financial Position in the General Purpose Financial Statement.

Furthermore, the Local Government did not have comprehensive and reliable inventory/fixed Asset Register. The Internal Auditor is expected to maintain a Standard Assets Register of both serviceable and non-serviceable assets, updating necessary and safeguarding the assets as its being used by various departments of the Local Government.

RISK:

Non availability of comprehensive and reliable inventory/fixed asset register could make the Local Government Asset prone to theft, expropriation of assets

i.e. use of Local Government property without authorisation, pilfering, falsification of asset values in GPFS, duplication of services in terms of repairs and obsolete parts replacements.

MANAGEMENT RESPONSE:

A comprehensive asset register would be opened to capture all Assets of Local Government and would be updated on monthly basis by the Internal Audit unit of the Local Government.

RECOMMENDATION:

The Internal Auditor must ensure that all assets are captured in the register by taking into cognisance of the ownership, existence valuation and authorisation order to give accurate reliable Financial data of the assets.

5. FINAL ACCOUNT: The Head of Finance should ensure adequate supervision of his subordinate towards ensuring timely preparation and presentation of Financial Statement henceforth, to avoid sanction.

RECOMMENDATION:

The Director of Finance and Supplies should make sure that the General Purpose Financial Statement are submitted before the speculated time to avoid sanction by the Auditor General.

REPORT ON INTERNAL AUDITOR'S REPORT

1. The Internal Control Unit is very weak. There are lots of leakages on the Revenue Generation of the Council that need to be blocked. All the existing markets of the Council need to be monitored for Revenue Generation and remittance.
2. The Internal Control Unit is not function well. All the Revenue Generating Departments like AGRIC, WES and Town Planning are not functioning very well to improve the IGR of the Council.
3. The Management of the Council should, as a matter of duty, try to provide the required logistics and supports to the Rate Section to improve on the IGR. All the leakages should be blocked as enumerated by the Internal Council Unit.

PROJECT EXECUTED FOR THE PERIOD JANUARY TO DECEMBER 2021.

OLORUNDA LOCAL GOVERNMENT, IGBONA

S/N	DESCRIPTION OF PROJECTS	LOCATION	MODE OF EXECUTION	PROJECT COST	AMOUNT RELEASED	BALANCE	REMARK
1	Major repairs of Culvert (9.18m x 2.00m) at Sabo Owoope Area, Osogbo	Owoope Area, Osogbo	Direct	541,430.00	541,430.00	NILL	Completed
2	Road filling and desilting of line drainage and culvert at BCGA Area	BCGA Area, Osogbo	Direct	990,000.00	990,000.00	NILL	Completed
3	Purchase of Muscle Camry for the office of the chairman	Olorunda Local Government Secretariat	Direct	4,000,000.00	4,000,000.00	NILL	Bought
4	Purchase of Toyota Corolla for the office of the Secretary	Olorunda Local Government Secretariat	Direct	3,000,000.00	3,000,000.00	NILL	Bought
5	Purchase of Muscle Toyota Corolla for the office of the Vice chairman	Olorunda Local Government Secretariat	Direct	3,000,000.00	3,000,000.00	NILL	Bought

OLORUNDA LOCAL GOVERNMENT, IGBONA

S/N	SUBJECT	QUERIES NOS	NO. OF OFFICERS QUERIED	AMOUNT (₦)	REMARKS
1.	Expenditure not Taken on Charge	LQ/AUD/OLD/01/2021	4	430,000.00	
2.	Expenditure not Supported by Proper Records or Accounts	LQ/AUD/OLD/02/2021	3	141,000.00	
3.	Doubtful Expenditure	LQ/AUD/OLD/03/2021	8	1,950,000.00	
4.	Non-Preparation of Bank Reconciliation Statement	LQ/AUD/OLD/04/2021	1	-	
	TOTAL		16	2,521.000	

OLORUNDA NORTH LCDA, OTA-EFUN

S/N	SUBJECT	QUERIES NOS	NO. OF OFFICERS QUERIED	AMOUNT (₦)	REMARKS
1.	Unretired Imprest	LQ/AUD/OLNLCDA/01/2021	6	147,500.00	
2.	Unreceipted Expenditure	LQ/AUD/OLNLCDA/02/2021	1	10,000.00	
	TOTAL		7	157,500.00	

OLORUNDA SOUTH AREA COUNCIL, ILIE

S/N	SUBJECT	QUERIES NOS	NO. OF OFFICERS QUERIED	AMOUNT (₦)	REMARKS
1.	Doubtful Expenditure	LQ/AUD/OLSAC/01/2021	7	1,,065,000.00	
2.	Unclaimed Allowance	LQ/AUD/OLSAC/02/2021	3	120,000.00	
3.	Unreceipted Expenditure	LQ/AUD/OLSAC/03/2021	3	120,000.00	
4.	Non-Preparation of Bank Reconciliation Statement	LQ/AUD/OLSAC/04/2021	1	-	
	TOTAL		14	1,305,000.00	