

**OGUN STATE GOVERNMENT, NIGERIA**

**STATUTORY REPORT**

**AND**

**DOMESTIC REPORT**

**OF THE**

**AUDITOR-GENERAL FOR LOCAL GOVERNMENTS**

**ON THE ACCOUNTS**

**OF**

**OBAFEMI OWODE LOCAL GOVERNMENT**

**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2021**

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## ACKNOWLEDGEMENT

I wish to express my gratitude and appreciation to Almighty God for giving us the privilege to produce this Report. We are grateful to God for making our proposal a success.

I also wish to acknowledge the support of His Excellency, the Governor of Ogun State, Prince Dapo Abiodun MFR to this Office. The provision of enabling environment and the needed resources by His Excellency has shown that he is an advocate of probity and accountability in governance. I also acknowledge and appreciate the contributions of the members of the 9th Legislative Assembly of Ogun State House of Assembly particularly the Chairman and members of the Public Accounts Committee.

I cannot but appreciate the favourable disposition of the immediate past Head of Service Alhaja Selimot Olapeju Ottun and the current Head of Service Dr Nafiu Aigoro for their regular support towards keeping this Office afloat.

Finally, my gratitude goes to the management and staff of this Office for their uncommon commitment to duty and loyalty to the discharge of their duties without which this Report would not have been possible.

Thank you and God bless you all.



**L.A. Mulero (CNA)**  
Auditor-General for Local Governments,  
Ogun State.  
17<sup>th</sup> June, 2022.



## **OFFICE OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS**

Parastatals Building Block "B" Oke-Mosan. P.M.B. 2047, Abeokuta,  
**OGUN STATE, NIGERIA**

### **AUDIT CERTIFICATE**

I have examined the accounts of Obafemi Owode Local Government for the year ended 31<sup>st</sup> December, 2021 in accordance with the provisions of Section 123 of Decree Number 12 of 1989 and 315 (1) of the 1999 Constitution of the Federal Republic of Nigeria and Sections 135-145 of Ogun State Local Government Law 2006 and auditing standards issued by International Organisation of Supreme Audit Institution (INTOSAI). I have obtained all information and explanations that I require for my Audit.

In my opinion, the Financial Statements give a true and fair view of the state of affairs of the Local Government as at 31<sup>st</sup> December, 2021 subject to the observations in the inspection reports.

**L.A. Mulero** (CNA)  
Auditor-General for Local Governments,  
Ogun State.  
17<sup>th</sup> June, 2022

**STATEMENT OF OPINION OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF  
OBAFEMI OWODE LOCAL GOVERNMENT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER,  
2021**

The accounts of Obafemi Owode Local Government for the year ended 31<sup>st</sup> December, 2021 have been examined in accordance with the provisions of Section 123 of Decree Number 12 of 1989 and 315 (1) of the 1999 Constitution of the Federal Republic of Nigeria and Sections 135-145 of Ogun State Local Government Law 2006 and auditing standards issued by International Organisation of Supreme Audit Institution (INTOSAI). I have obtained all information and explanations that I require for my Audit.

**RESPONSIBILITY STATEMENT**

The Local Government is responsible for the preparation of the Financial Statements under IPSAS Accrual Basis of accounting as applicable in the public sector. It is our responsibility to form an independent opinion based on our Audit on the Financial Statements therein.

**THE SCOPE OF THE AUDIT**

We conducted our Audit in accordance with Generally Accepted Auditing Standards and auditing standards issued by International Organisation of Supreme Audit Institution (INTOSAI). I have obtained all information and explanations that I require for my Audit. An audit includes examination on test basis of evidence relevant to the accounts and disclosures in the financial statements. It also includes an assessment of significant estimates and judgement made by the Council in the preparation of the financial statements, and whether the accounting policies were appropriate in the Council circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all information and explanations we considered necessary to provide sufficient evidence to give reasonable assurances that the financial statements are free from material misstatement, whether by fraud, other irregularities or errors.

In forming our opinion, we evaluated the overall adequacy of the presentation of the information in the financial statements and assessed whether the Council's books and Accounts had been properly kept.

## **OPINION**

In our opinion, the financial statements give a true and fair view of the financial activities of the Local Government for the period under review.



**L. A. Mulero (CNA)**

Auditor-General for Local Governments

Ogun State.

17<sup>th</sup> June, 2022.

**STATUTORY REPORT OF THE AUDITOR-GENERAL FOR LOCAL GOVERNMENTS ON THE ACCOUNTS OF OBAFEMI OWODE LOCAL GOVERNMENT, OWODE FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2021**

In compliance with the provisions of Section 123 of Decree Number 12 of 1989, Section 315(1) of the 1999 Constitution of the Federal Republic of Nigeria and Sections 135-145 of Ogun State Local Government Law 2006, the accounts of Obafemi/Owode Local Government, Owode for the year ended 31<sup>st</sup>December, 2021 have been audited. The General Purpose Financial Statement was prepared by the management of the Local Government and is therefore responsible for the contents and information contained therein. The Financial Statement was prepared under the IPSAS Cash Accrual Basis as applicable to the Public Sector. The audit was conducted in accordance with Generally Accepted Auditing Standards.

In our opinion, subject to our observations, the General Purpose Financial Statement presented to Audit reflects a true and fair view of the financial activities of the Local Government for the year under review.

**(2) STATE OF THE BOOKS OF ACCOUNTS AND RECORDS**

Required accounting records like asset register and stallage register were not maintained.

**(3) FINANCIAL REVIEW:**

<b>REVENUE</b>	<b>AMOUNT (₦)</b>
Internally Generated Revenue	97,937,383.80
Statutory Allocation	2,276,186,802.14
Aids and Grants	<u>17,600,000.00</u>
<b>Total Revenue</b>	<b><u>2,391,724,185.94</u></b>
<b>EXPENDITURE</b>	
Salaries and Allowances	1,623,394,939.43
Pensions	674,701,562.81
Overhead Expenses	172,716,666.61
Long Term Assets	<u>8,535,000.00</u>
<b>Total</b>	<b><u>2,479,348,168.385</u></b>

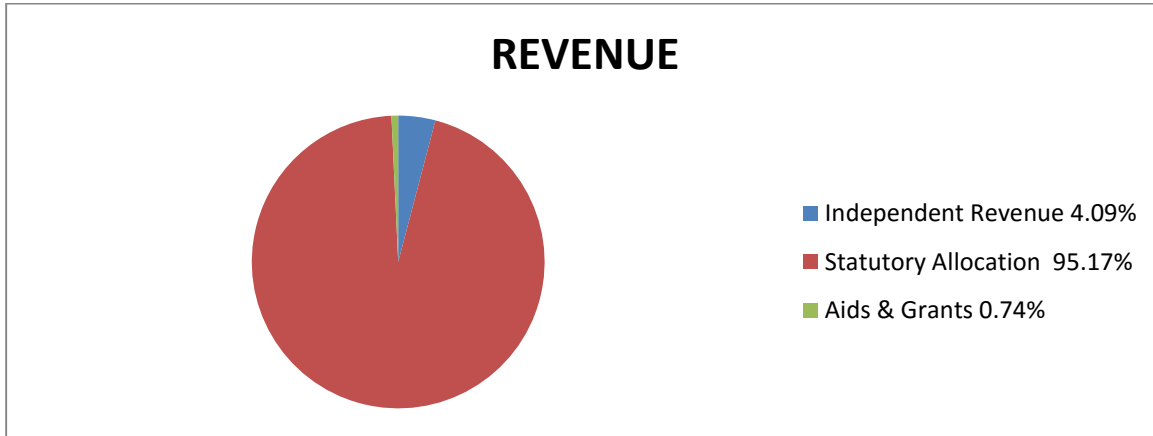
**(4) REVENUE PERFORMANCE:**

**(i) STATEMENT OF ACTUAL REVENUE**

Audit examination of the revenue profile revealed that out of the estimated Internally Generated Revenue of ₦90,395,000.00, a sum of ₦97,937,383.80 only was generated internally representing 108.34% of the budget. This represents an increase of 48.46% when compared with the sum of ₦65,967,116.79 generated in year 2020. This revenue performance is impressive especially when compared with the performance of the last two years but this is not a reflection of the revenue potential of the Local Government.

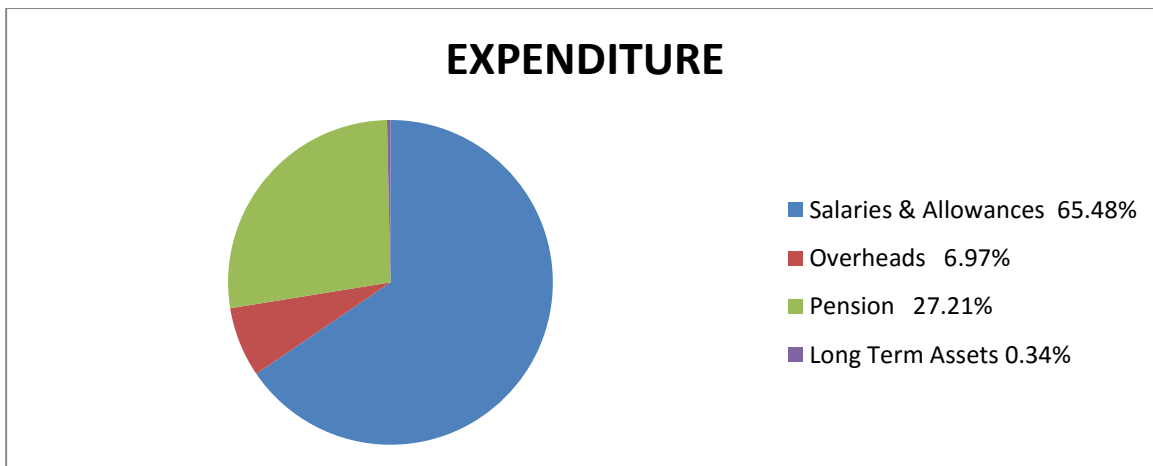
(ii) **PERCENTAGE OF INTERNALLY GENERATED REVENUE EFFORTS TO TOTAL REVENUE**

The Audit exercise revealed that out of the revenue of ₦2,391,724,185.94 realized by the Local Government during the year under review, a sum of ₦97,937,383.80 only was generated internally. This represented 4.09% of the total revenue while the sum of ₦2,276,186,802.14 statutory allocation and ₦17,600,000.00 aids and grant received from the State Joint Account Allocation Committee represented 95.17% and 0.74% respectively. The implication of this is that without Revenue Allocation from the Federation Accounts, the Local Government might not be able to meet her obligations.



(5) **EXPENDITURE PATTERN**

During the period under review, examination of expenditure profile of the Local Government revealed that a total sum of ₦2,479,348,168.385 was expended. Out of this, a sum of ₦172,716,666.61 was expended on overhead which represents 6.97% of the total expenditure for the year while a sum of ₦1,623,394,939.43 was expended on Salaries and Allowances which represents 65.48% of the total expenditure. The sum of ₦674,701,562.81 was paid to pensioners which represents 27.21% while a sum of ₦8,535,000.00 was expended on long term assets represented 0.34% of the total expenditure for the year.





**(6) DEBT PROFILE/STATE OF INDEBTEDNESS**

The total debt profile of the Local Government according to the General Purpose Financial Statement as at 31<sup>st</sup> December, 2021 was ₦266,886,894.25. The liabilities are highlighted here under:

<b>NAME</b>	<b>AMOUNTN (₦)</b>
1. PAYE	146,281,449.01
2. PENSION	75,446,287.64
3. 5% Development levy	1,007,533.20
4. 5% VAT	20,375,196.49
5. 5% TAX	4,119,658.83
6. NULGE	5,254,657.31
7. Payables	5,957,750.00
8. OTHERS	<u>8,444,361.77</u>
<b>TOTAL</b>	<b><u>266,886,894.25</u></b>

It was observed that the above amount had been deducted from various contracts, salaries and allowances of workers and had not been remitted to the appropriate agencies as required by regulations.

**(7) ADVANCES**

The sum of ₦953,055.23 highlighted in the Statement of Financial Position as the advances balance as at 31<sup>st</sup> December, 2021 was stagnant during the year. Efforts should be intensified to recover the advances.

**(8) INVESTMENT**


The sum of ₦284,990.20 stated as investment balance in the Statement of Financial Position could not be substantiated because the share certificate was not produced for Audit scrutiny and there was no evidence of beneficial ownership such as dividend received.

**OBAFEMI/OWODE LOCAL GOVERNMENT**

**RESPONSIBILITY FOR FINANCIAL STATEMENT**


These financial statements have been prepared by me in accordance with the provisions of Finance (Control and Management) Act Cap 144 LFN 1990 as amended. The financial statements comply with Generally Accepted Accounting Practice.

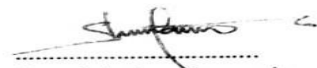
The Treasurer is responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by the Local Government. To the best of my knowledge, this system of internal control has operated adequately through the reporting period.

  
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Mr E.I. Ekemode  
Treasurer  
Date: 21/12/21

We accept responsibility for the integrity of these financial statements, the information they contain and their compliance with the Finance (Control and Management) Act Cap 144 LFN 1990 as amended.

In our opinion, these financial statements fairly reflect the financial position of Obafemi/OwodeLocal Government as at 31<sup>st</sup> December, 2021 and its operations for the year ended on the date.

  
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Mr E.I. Ekemode  
Treasurer  
Date: 21/12/21

  
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Hon. Adesina Ogunsola  
Executive Chairman  
Date: 21-2-2022

**OBAFEMI OWODE LOCAL GOVERNMENT**  
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021**

	NOTES	2021	2020
<b>CURRENT ASSET</b>		₦	₦
CASH & CASH EQUIVALENTS	8	534,017.88	16,867,400.05
INVENTORIES		3,771,476.00	2,792,973.00
RECEIVABLES		126,200.00	2,090,900.00
PREPAYMENT		2,800,000.00	2,900,000.00
ADVANCE		953,055.23	617,905.23
<b>TOTAL CURRENT ASSET (A)</b>		<b>8,184,749.11</b>	<b>25,269,178.28</b>
<b>NON CURRENT ASSET</b>			
PROPERTY PLANT & EQUIPMENT	10	423,779,183.00	435,708,040.53
INVESTMENT PROPERTY	11	133,532,076.00	136,373,184.00
BIOLOGICAL ASSET	12		
INVESTMENT		284,990.20	284,990.20
LOAN GRANTED			
<b>TOTAL NON CURRENT ASSET (B)</b>		<b>557,596,249.20</b>	<b>572,366,214.73</b>
<b>TOTAL ASSET (C=A+B)</b>		<b>565,780,998.31</b>	<b>597,635,393.01</b>
<b>CURRENT LIABILITY</b>			
DEPOSIT			
LOAN & DEBT			
UNREMITTED DEDUCTIONS	9	260,929,144.25	208,783,705.13
ACCURED EXPENSES, PAYABLES		5,957,750.00	7,823,210.00
DEFERED INCOME		2,899,334.00	3,666,667.00
CURRENT PORTION OF BORROWING			
<b>TOTAL CURRENT LIABILITY (D)</b>		<b>269,786,228.25</b>	<b>220,273,582.13</b>
<b>NON CURRENT LIABILITY</b>			
PUBLIC FUND			
BOROWING			
<b>TOTAL NON CURRENT LIABILITY (E)</b>		-	-
<b>TOTAL LIABILITY (F=D+E)</b>		<b>269,786,228.25</b>	<b>220,273,582.13</b>
<b>NET ASSETS (G= C-F)</b>		<b>295,994,770.06</b>	<b>377,361,810.88</b>
<b>NET ASSET/EQUITY</b>			
RESERVE			
ACCUMULATED SURPLUS/ DEFICIT		295,994,770.06	377,361,810.88
<b>TOTAL NET ASSET/EQUITY</b>		<b>295,994,770.06</b>	<b>377,361,810.88</b>

**OBAFEMI OWODE LOCAL GOVERNMENT**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER, 2021**

	NOTES	2021	2020
<b>REVENUE</b>		₦	₦
STATUTORY ALLOCATION	1	2,276,186,802.14	2,098,366,610.84
NON TAX REVENUE:	2	96,521,599.46	52,302,073.93
INVESTMENT INCOME			
INTEREST EARNED			
AIDS & GRANTS	3	17,600,000.00	10,000,000.00
OTHER REVENUE		1,415,784.34	13,665,042.86
<b>TOTAL REVENUE (A)</b>		<b>2,391,724,185.94</b>	<b>2,174,333,727.63</b>
<b>EXPENDITURE</b>			
SALARIES & WAGES	4	1,623,394,939.43	1,512,703,298.31
NON- REGULAR ALLOWANCE	5		-
SOCIAL BENEFIT	6	674,701,562.81	605,851,741.39
OVERHEAD COST	7	153,801,758.99	81,256,246.79
SUBVENTION TO PARASTALS		1,800,000.00	2,100,000.00
DEPRECIATION	10 & 11	16,803,887.00	17,859,036.79
GAIN/LOSS ON DISPOSAL ON ASSET		311,020.62	
<b>TOTAL EXPENDITURE (B)</b>		<b>2,470,813,168.85</b>	<b>2,219,770,323.28</b>
<b>SURPLUS / DEFICIT (C=A-B)</b>		<b>-79,088,982.91</b>	<b>-45,436,595.65</b>

**OBAFEMI OWODE LOCAL GOVERNMENT**  
**STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2021**

	₦
<b>Balance 1/1/2020</b>	<b>422,245,043.54</b>
Prior Year Adjustment	553,362.99
<b>Adjusted Balance</b>	<b>422,798,406.53</b>
<b>Surplus/ (deficit) for the year</b>	<b>-45,436,595.65</b>
<b>Balance 31/12/2020</b>	<b>377,361,810.88</b>
Prior Year Adjustment	-2,278,057.91
<b>Adjusted Balance</b>	<b>375,083,752.97</b>
Surplus/ (deficit) for the year	-79,088,982.91
<b>Balance at 31 December 2021</b>	<b>295,994,770.06</b>

**OBAFEMI OWODE LOCAL GOVERNMENT**

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

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b>2021</b>	<b>2020</b>
<b><u>INFLOWS</u></b>	<b>₦</b>	<b>₦</b>
STATUTORY ALLOCATION	2,278,186,802.14	2,096,366,610.84
LICENCES, FINES, ROYALTIES, FEES ETC	60,663,156.46	41,871,452.93
EARNINGS & SALES	20,503,210.00	10,084,375.00
RENT OF GOVERNMENT PROPERTIES	14,486,600.00	3,922,013.00
INVESTMENT INCOME		
INTEREST & REPAYMENT GENERAL		
DOMESTIC AIDS & GRANTS	17,600,000.00	10,000,000.00
OTHER REVENUE	1,080,634.34	13,665,042.86
<b>TOTAL INFLOW FROM OPERATING ACTIVITIES A</b>	<b>2,392,520,402.94</b>	<b>2,175,909,494.63</b>
<b><u>OUTFLOW</u></b>		
PERSONNEL EMOLUMENTS	1,623,394,939.43	1,512,703,298.31
SOCIAL BENEFIT	674,701,562.81	605,851,741.39
OVERHEADS	156,473,721.99	75,522,918.79
SUBVENTION TO PARASTATALS	1,800,000.00	2,100,000.00
INTEREST PAYMENT		
<b>TOTAL OUTFLOW FROM OPERATING ACTIVITIES B</b>	<b>2,456,370,224.23</b>	<b>2,196,177,958.49</b>
<b>NET CASH INFLOW (OUTFLOW) FROM OPERATING ACTIVITIES C=A-B</b>	<b>-63,849,821.29</b>	<b>-20,268,463.86</b>
<b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>		
PURCHASE/ CONSTRUCTION OF ASSETS	- 8,535,000.00	- 19,282,000.00
DEFERRED INCOME	66,000.00	
ADVANCE		
PROCEED FROM SALE OF ASSETS	3,840,000.00	
DIVIDEND RECEIVED		
<b>NET CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>-4,629,000.00</b>	<b>-19,282,000.00</b>
<b><u>CASH FLOW FROM FINANCIAL ACTIVITIES</u></b>		
DEPOSIT/ UNREMITTED DEDUCTIONS	52,145,439.12	40,527,855.40
PUBLIC FUND		
PROCEEDS FROM DOMESTIC LOANS & OTHER		
<b>NET CASH FLOW FROM FINANCIAL ACTIVITIES</b>	<b>52,145,439.12</b>	<b>40,527,855.40</b>
<b>NET CASH FLOW FROM ALL ACTIVITIES</b>	<b>-16,333,382.17</b>	<b>977,391.54</b>
<b>CASH &amp; ITS EQUIVALENT AS AT 1/1/2021</b>	<b>16,867,400.05</b>	<b>15,890,008.51</b>
<b>1CASH &amp; ITS EQUIVALENT AS AT 31/12/2021</b>	<b>534,017.88</b>	<b>16,867,400.05</b>

## ACCOUNTING POLICY

S/N	
1	<p><b>Basis of Preparation</b> The General Purpose Financial Statements are prepared under the historical cost convention and in accordance with IPSAS and other applicable standards and laws.</p>
2	<p><b>Accounting period</b> Reporting period runs from 1<sup>st</sup> January to 31<sup>st</sup> December.</p>
3	<p><b>Reporting Currency</b> The reporting currency is Naira (₦).</p>
4	<p><b>Revenue</b></p> <ul style="list-style-type: none"> <li>a) Revenues from non-exchange transactions such as fees, and fines are recognised when the event occurs and the asset recognition criteria are met.</li> <li>b) Other non-exchange revenues are recognised when it is probable that the future economic benefits or service potential associated with the asset will flow to the Local Government and the fair value of the assets can be measured reliably.</li> </ul>
5	<p><b>Other revenue</b></p> <ul style="list-style-type: none"> <li>a) Other revenue consists of gains on disposal of property, plant and equipment.</li> <li>b) Any gain on disposal is recognized at the date control of the assets is passed to the buyer and is determined after deducting from the proceeds the carrying value of the assets at that time.</li> </ul>
6	<p><b>Aids and Grants</b> Aid and grants to a Local Government is recognised as income on entitlement, while aid and grants to other governments/agencies are recognised as expenditure on commitment.</p>
7	<p><b>Expenses</b> All expenses are recognised in the period they are incurred or when the related services are enjoyed, irrespective of when the payment is made.</p>
8	<p><b>Property, Plant &amp; Equipment (PPE)</b></p> <ul style="list-style-type: none"> <li>a) All property, plant and equipment are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.</li> <li>b) Where an asset (Other than land) is acquired in a non-exchange transaction for nil or normal consideration the asset is initially recognised at fair value, where fair value can be reliably determined and as income in the statement of financial performance.</li> </ul>
9	<p><b>Depreciation</b> The cost of PPE are 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:</p> <ul style="list-style-type: none"> <li>a) Lease properties over the term of the lease</li> <li>b) Buildings 2%</li> <li>c) Plant and Machinery 10%</li> <li>d) Motor vehicles 20%</li> <li>e) Office Equipment 25%</li> <li>f) Furniture and Fittings 20%</li> </ul> <p>i. The full depreciation charge is applied to PPE in the year of acquisition and non in the year of disposal, regardless of the day of the month the transactions were carried out</p>

	<ul style="list-style-type: none"> <li>ii. Fully depreciated assets that are still in use are carried in the books at a net book value of ₦100.00</li> <li>iii. An asset's carrying amount is written down immediately to its recoverable amount or recoverable service amount if the asset's carrying amount is greater than its estimated recoverable amount or recoverable service amount.</li> </ul>
10	<p><b>Disposal</b> Gains or losses on the disposal of fixed assets are included in the income statement as either an income or expenses respectively.</p> <p><b>Impairment</b> Entities shall test for impairments of its PPE where it suspects that impairment has occurred.</p>
11	<p><b>Investment Property</b> These are cash-generating property owned by the Local Government. The cost, depreciation and impairment of Investment Property are same with PPE.</p>
12	<p><b>Unremitted Deductions</b></p> <ul style="list-style-type: none"> <li>a) Unremitted deductions are monies owed to third parties such as tax authorities, schemes and associations and other government agencies. These include tax deductions and other deductions at source.</li> <li>b) These amounts are stated as Current Liabilities in the Statement of Financial Position.</li> </ul>
13	<p><b>Payable/Accrued Expenses</b></p> <ul style="list-style-type: none"> <li>a) These are monies payable to third parties in respect of goods and services received</li> <li>b) Accrued Expenses for which payment is due in the next 12 months are classified as Current Liabilities. Where the payments are due beyond the next 12 months, they are accounted for as Non-Current Liabilities.</li> </ul>
14	<p><b>Current Portion of Borrowings</b> This is the portion of the long-term loan/borrowing that is due for repayment within the next 12 months. This portion of the borrowings is classified under Current Liabilities in the Statement of Financial Position.</p>

**NOTES TO THE GPFSFR THE YEAR ENDED 31ST  
DECEMBER, 2021**

₦

JANUARY	181,498,249.89
FEBUARY	182,210,958.55
MARCH	132,144,125.29
APRIL	235,530,414.25
MAY	187,316,483.61
JUNE	86,941,498.96
JULY	284,253,364.44
AUGUST	135,938,377.23
SEPTEMBER	186,933,725.19
OCTOBER	69,931,683.67
NOVEMBER	203,278,601.86
DECEMBER	390,209,319.20
<b>TOTAL</b>	<b>2,276,186,802.14</b>

**2 NON-TAX REVENUE**

LICENCES	34,925,550.00
FEES	25,663,539.46
FINES	942,700.00
EARNINGS	826,500.00
RENT OF GOVERNMENT PROPERTIES	14,486,600.00
SALES	19,676,710.00
<b>TOTAL</b>	<b>96,521,599.46</b>

**3 AIDS & GRANTS**

OGUN STATE GOVERNMENT	17,600,000.00
NON GOVERNMENT ORGANISATION	0.00
<b>TOTAL</b>	<b>17,600,000.00</b>

**4 SALARIES & WAGES**

LOCAL GOVERNMENT STAFF	512,320,627.56
PRIMARY SCHOOL TEACHERS	982,782,692.02
TRADITIONAL COUNCIL	100,504,076.10
POLITICAL FUNCTION	27,787,543.75
<b>TOTAL</b>	<b>1,623,394,939.43</b>



**5 NON-REGULAR ALLOWANCE**

	LEAVE BONUS	
	<b>TOTAL</b>	

**6 SOCIAL BENEFIT**

	GRATUITY	-
	PENSION	674,701,562.81
	<b>TOTAL</b>	<b>674,701,562.81</b>

**OVERHEAD COST BY****7 DEPARTMENT**

	CHAIRMAN & COUNCIL	30,099,000.00
	HOLGA	729,000.00
	INTERNAL AUDIT	3,301,600.00
	ADMINISTRATIVE	23,618,606.44
	FINANCE	24,987,671.55
	INFORMATION	11,766,250.00
	P H C	24,839,811.00
	AGRIC	679,500.00
	WORKS	16,517,000.00
	PLANNING	3,044,720.00
	WES	9,134,500.00
	COMMUNITY	5,084,100.00
	<b>TOTAL</b>	<b>153,801,758.99</b>

**8 CASH & CASH EQUIVALENTS**

	CASH AT HAND	141,245.24
	CASH IN BANKS	392,772.64
	<b>TOTAL</b>	<b>534,017.88</b>

**9 UNREMITTED DEDUCTIONS**

1	PAYE	146,281,449.01
2	PENSION	75,446,287.64
3	5% DEVELOPMENT LEVY	1,007,533.20
4	5% VAT	20,375,196.49
5	5% TAX	4,119,658.83
6	NULGE	5,254,657.31
7	OTHERS	8,444,361.77
	<b>Total</b>	<b>260,929,144.25</b>

OBAFEMI OWODE LOCAL GOVERNMENT									
SCHEDULE OF INVESTMENT PROPERTY	LAND & BUILDING 2%	LAND	PLANT & MACHINERY 10%	TRANSPORTATION EQUIPMENT 20%	OFFICE EQUIPMENT 25%	FURNITURE & FITTINGS 20%	INFRASTRUCTURE 10%	TOTAL	
BAL AS AT 01/01/2021	398,635,200.00	28,800,000.00	12,300,000.00	14,731,498.95	4,782,500.00	8,304,000.00		467,553,198.95	
ADDITIONAL DURING THE YEAR				3,800,000.00		2,535,000.00	2,200,000.00	8,535,000.00	
LEGACY								0.00	
DISPOSAL DURING THE YEAR			(2,300,000.00)	(7,931,498.95)				(10,231,498.95)	
BAL C/F	398,635,200.00	28,800,000.00	10,000,000.00	10,600,000.00	4,782,500.00	10,839,000.00	2,200,000.00	465,856,700.00	
ACCUMULATED DEPRECIATION									
BAL AS AT 01/01/2021	15,598,088.00		2,488,000.00	8,087,320.42	2,251,750.00	3,420,000.00		31,845,158.42	
ADDITIONAL DURING THE YEAR	7,972,704.00		1,000,000.00	1,500,000.00	1,102,475.00	2,167,600.00	220,000.00	13,962,779.00	
ADJUSTMENT			230,000.00	1,882,957.91	237,100.00				
DISPOSAL DURING THE YEAR			(690,000.00)	(5,390,478.33)					
BAL C/F	23,570,792.00	-	3,028,000.00	6,079,800.00	3,591,325.00	5,587,600.00	220,000.00	42,077,517.00	
AS AT 31/12/2021	375,064,408.00	28,800,000.00	6,972,000.00	4,520,200.00	1,191,175.00	5,251,400.00	1,980,000.00	423,779,183.00	
AS AT 31/12/2020	383,037,112.00	28,800,000.00	9,812,000.00	6,644,178.53	2,530,750.00	4,884,000.00	-	435,708,040.53	

OBAFEMI OWODE LOCAL GOVERNMENT			TOTAL
INVESTMENT PROPERTY	LAND & BUILDING 2%		TOTAL
BAL AS AT 01/01/2021	142,055,400.00		142,055,400.00
ADDITIONAL DURING THE YEAR			0.00
LEGACY			0.00
DISPOSAL DURING THE YEAR			-
BAL C/F	142,055,400.00	-	142,055,400.00
ACCUMULATED DEPRECIATION			
BAL AS AT 01/01/2021	5,682,216.00		5,682,216.00
ADDITIONAL DURING THE YEAR	2,841,108.00		2,841,108.00
DISPOSAL DURING THE YEAR			
BAL C/F	8,523,324.00	-	8,523,324.00
AS AT 31/12/2021	133,532,076.00	-	133,532,076.00
AS AT 31/12/2020	136,373,184.00	-	136,373,184.00

**The Executive Chairman,**  
Obafemi Owode Local Government,  
Owode.

**AUDIT INSPECTION REPORT ON THE ACCOUNTS OF OBAFEMI OWODE  
LOCAL GOVERNMENT, OWODE FOR THE PERIOD ENDED 31ST  
DECEMBER, 2021**

The following comments in addition to those contained in the Statutory Audit Report which will be issued from this Office are referred for your attention and comments in connection with the above Audit Inspection Report.

2. **AUDIT QUERIES**

The details audit queries are as followed:-

S/N	QUERY NO	SUBJECT	AMOUNT ₦
1.	OGLG/AQ/WDE/310/2021	Doubtful Expenditure	125,000.00
2.	OGLG/AQ/WDE/311/2021	Nugatory Payment	350,000.00
3.	OGLG/AQ/WDE/312/2021	Doubtful Expenditure	500,000.00
4.	OGLG/AQ/WDE/313/2021	Doubtful Expenditure	100,000.00
	<b>TOTAL</b>		<b>1,075,000.00</b>

3. **BANK RECONCILIATION STATEMENTS:**

The bank reconciliation statements for the period were examined where the followings were observed.

(i) **DIRECT CREDIT**

**Observation:** It was observed during the period under review that a sum of ₦508,005.00 was the amount highlighted in the reconciliation statement as direct credit. Audit

investigation revealed that the money was paid by the revenue collectors but did not present the pay-in-slips to the cashier to obtain Treasury Receipts for the payments made.

**Recommendation:** The Treasurer is hereby advised to compel the revenue collectors to always present the pay-in-slips to the cashier in order to obtain treasury receipts. This will reduce direct credit items.

ii. **UNCREDITED LODGEMENT**

**Observation:** It was observed during the audit exercise that a sum of ₦841,400.00 was the various amounts that was paid into the various banks accounts of the Local Government but yet to be credited into the bank. Audit investigation revealed that out of the ₦841,400.00, a sum of ₦500,000.00 was purportedly paid by one of the revenue contractors (AMIKABLE VENTURES) that was engaged by the Local Government to collect revenue on Trade and hackney permit.

Further audit investigation revealed that AMIKABLE VENTURES presented a deposit slip of ₦500,000.00 in October, 2020 vide receipt voucher 89 of October, 2020 and later in December, 2020 re-presented the same deposit slip that had earlier been presented in October vide receipt voucher 59 December, 2020. The amount was not credited into any of the Local Government accounts because it was duplicated. This implied that the contractor (AMIKABLE VENTURES) had defrauded the Local Government by ₦500,000.00. The Contractor (AMIKABLE VENTURES) was invited by the Auditors on the field and on interrogation, he accepted that he defrauded the Local Government but promised to pay. As at the time of writing this in report April, 2022 the contractor has not paid the money. It is disheartening to observe that in spite of the dishonest attitude of AMIKABLE VENTURES, the Local Government still continues to engage him.

The Auditors on the field drawn the attention of the Treasurer to this irregularity and was instructed to ensure that he recovers it.

On this issue, investigation of this Office is still on-going to ensure that the money is refunded by AMIKABLE VENTURE

This Office shall carry out further investigation as appropriate.

iii **DORMANT BANK BALANCES**

**Observation:** In spite of the advice given in my previous Audited Inspection Report that the Local Government should eliminate or reduce the numbers of the dormant accounts, you continue to retain them in the list of your bank account.

**Recommendation:** The Treasurer is advised again to ensure that the dormant bank accounts are activated or closed to avoid further bank charges on the accounts.

6. **REVENUE**

**Observation:** Audit examination of the revenue profile revealed that out of the estimated internally generated revenue of ₦90,395,000.00 for the year 2021, a sum of ₦97,937,383.80 was the actual generated. The amount generated was higher than the budgeted figure by 8.34%. This amounted to an increase of ₦31,970,267.01 when compared to the sum of ₦65,967,116.79 generated in year 2020. This revenue performance is impressive and it indicates that the Local Government makes a progress on internally generated revenue (IGR).

**Recommendation:** The Local Government should continue to harness its Internally Generated Revenue (IGR) potentials maximally.

4. **REVENUE CONTRACTORS AND THE LEVEL OF THEIR INDEBTEDNESS**

I wish to draw your attention to circular letter No SART/72/003 dated 25<sup>th</sup> October, 2013 issued from the Office of the Special Adviser to the Ogun State Government on Revenue and Taxation which prohibits the use of Revenue Contractors for revenue assessment and collection.

The continued use of revenue contractors had now resulted in loss of Four Million, Eighty Thousand Naira (₦4,080,000.00) revenue to the Local Government as at 31<sup>st</sup> December, 2022. It had also render the Government career revenue collectors idle while salaries and allowances are being paid to them. During, the just concluded audit exercise, it was observed that almost all the revenue of the Local Government had been contracted out including street naming.

The Local Government is hereby advised to make use of its career revenue collectors in revenue collection. If the Local Government staff had been used, the issue of

a contractor defrauding the council by a whopping sum of ₦500,000.00 as in the case of AMIKABLE VENTURES would not have occurred. As 31<sup>st</sup> December, 2022 ten (10) revenue contractor alone were indebted to ₦4,080,000.00 (see APPENDIX A). This is violation of provisions of Chapter 1:14(6) of the Model Financial Memoranda for Local Governments which says that ‘All revenues due are collected and promptly paid into Local Government Fund.’

**Recommendation:** You are advised to ensure that the Local Government should make adequate use of its bonded staff to collect revenue. The debts owed by the contractors should be recovered without delay.

#### 5. **STATE OF RECORDS**

**Observation:** It was advised in my previous Audit Inspection Report No.OGLG/WDE/I/VOL.V/181 dated 31<sup>st</sup> January, 2022 that the Treasury Department should be alive to its responsibilities and ensure that officers in-charge of accounting records are supervised by senior officers. It was observed that the cashbook was mutilated and the Cashier could neither separate the receivable amount from the actual revenue nor the payables from the actual expenditure during the accounting period. However, there was a little improvement in the manner in which the accounting records were kept.

**Recommendation:** The Treasurer is hereby advised to ensure that the cashbook is well kept. There should be provision or columns for receivables and payables.

#### 6. **NAMING OF STREET**

**Observation:** In the previous Audit Inspection Report No.OGLG/WDE/I/VOL.V/181 dated 31<sup>st</sup> January, 2022, the Local Government was advised to make provision for revenue head (street naming), to embark on aggressive drive to meet the set target and that the management should compile adequate data of street naming beneficiaries within the Local Government for renewal purposes and to also recover the outstanding debts.

Despite the contracting the street naming revenue to a contractor (Osmoses Koncept, 11, Makinde street, Alausa, Ikeja, Lagos State) the Local Government did not meet up its target of revenue on street naming. A sum of Five Million Four Hundred and Twenty-One Thousand, Six Naira, Forty-Six kobo (₦5,421,006.46) only was generated representing 67.76% of the total budget of Eighty Million Naira (₦8,000,000.00) only.

**Recommendation:** The Local Government should make adequate provision for revenue head (street naming) and embark on aggressive drive to meet the set target.

## 7. **LOCAL GOVERNMENT OPEN STALLS AND LOCK-UP SHOPS**

**Observation:** During the audit exercise, the Auditors visited Siun market which has ten (10) open stalls and Ogunmakin market which has thirty (30) stalls. The stalls in both markets are in deplorable conditions and need urgent attention to make it habitable for improved revenue generation.

The Auditors also visited Owode Egba market which has 37 lock up shops. It was observed that 18 were occupied out of the 37 shops due to the location of the building. In addition, the shops were constructed in a way that made it difficult for traders to display their wares in front of their shops.

The visitation made to Osoba shopping complex which consists of 16 lockup shops revealed that all the shops were occupied and were in good condition. Igbaotun shopping complex consists of 14 lock-up shops. They were all occupied and in good condition.

However, stallages ledgers were not made available to the Auditors to confirm the activities on the shops and the receivables.

**Recommendation:** The Treasurer must ensure that the stallage ledgers are kept and updated. In addition the Local Government should do regular maintenance on the shops.

## 8. **CHECKING OF REVENUE COLLECTORS**

**Observation:** As reported in the previous Audit Inspection Report No.OGLG/WDE/I/VOL.V/181 dated 31<sup>st</sup> January, 2022 that a revenue collector, Mr Adeniyi Taiwo Higher Executive Officer Grade level 08 owed a sum of Four Hundred and Thirty Thousand, One Hundred and Fifty Naira Only (₦430,150.00) only on market receipts in his custody at Isiun Market The report revealed that an advance ledger account had been opened for him for the payment of the amount owed. A sum of Ninety-Five Thousand Naira (₦95,000.00) had been paid as at the time of written this report leaving a balance of Three Hundred and Thirty-Five Thousand, One Hundred and Fifty Naira (₦335,150.00) to be paid.

**Recommendation:** The Treasurer should ensure that the amount still owed is recovered from the debtor (Mr. Adeniyi Taiwo)

## 9. **DORMANT ADVANCES**

**Observation:** In the last Audit Inspection Report, No.OGLG/WDE/I/VOL.V/181 dated 31<sup>st</sup> January, 2022 the Local Government was advised to take advantage of the Central Salary Payment Platform domiciled at the Local Government Service Commission to effect deduction of advances from the salaries and allowances of the beneficiaries. In addition, you were also advised to liaise with the Bureau of Local Government Pension for the recovery of the outstanding advances from the staff that had retired.

However, it was observed with dismay that nothing had been done up till the time of written this report in April, 2022.

**Recommendation:** The Treasurer is advised again to speed up his action for quick recovery of the dormant advances.

## 10. **REGISTER FOR FIXED ASSETS, PROPERTY AND EQUIPMENT**

**Observation:** It was observed that the Local Government did not maintain any register for its fixed assets, property and equipment despite the advice given by this Office in the last audit inspection report that the Treasurer should make sure that all the needful are done to have adequate and comprehensive records of the assets of the Local Government.

In view of the importance of this register as buttressed by the International Public Sector Accounting Standard (IPSAS) and the promise made by the Director of Finance and Supplies during the previous audit exercise that he will keep and update the records regularly, action should be taken by the Treasurer on this issues.

**Recommendation:** It is the advice of this office again that the Treasurer in collaboration with the Internal Auditor that the registers are kept, maintained and updated.

## 11. **NON INSCRIPTION OF LOCAL GOVERNMENT NAMES ON ITS PROPERTY**

During the just concluded audit exercises, it was observed that the name of the Local Government was not inscribed on the newly purchased items of the Local Government. The Council's name was not inscribed on the newly purchased items such air conditioners, Plasma television, executive office chair and tables at the office of the chairman and many more. Failure to inscribe name on the asset may lead to theft or pilferage by unscrupulous individuals within the Local Government.



**Recommendation:** I therefore wish to advise that the name of the Local Government be inscribed on all moveable and immovable items of the Local Government immediately to protect the assets.

## 12. **AGRICULTURE AND NATURAL RESOURCES DEPARTMENT**

**Observation:** In the last Audit Inspection Report, the Local Government was advised to release fund to the department of agriculture and take advantage of the agrarian nature of the area to embark on massive agricultural activities. The report also advised that priority should be given to poultry farming, oil palm seeding, snail rearing and fishery to boost its internally generated revenue and to create food for the citizen of the Local Government. However, nothing visible has been done by the Local Government up till the time of writing this report.

**Recommendation:** The Local Government is advised again to release adequate money to the department as advised in the previous report to boost the Internal Generated Revenue of the Local Government and to provide food for its citizen

## 13. **INVESTMENT**

**Observation:** In the last audit inspection report, it was instructed that the Local Government should confirm the existence of its investment but as at now, the Treasurer has not taken any action on this instruction.

The Local Government continued to reflect the same amount of ₦284,990.20 investment in its statement of Assets and Liabilities and there is no evidence to substantiate this claim.

**Recommendation:** The Treasurer should produce adequate records of the investments, their value and forward same to this Office for necessary action.

## 14. **LEASE OF LOCAL GOVERNMENT LANDED PROPERTY MEASURING ELEVEN (11) PLOTS AT LUGBOKO VILLAGE, OWODE-EGBA.**

**Observation:** The Local Government should not forget the advice in the last Audit Inspection Report ref No: OGLG/WDE/VOL.V/161 dated 10<sup>th</sup> May, 2021 that the management should review upward the grant rent on the landed properties after 10 years. The review after 10 years was conspicuously stated in the agreement that was made by the two parties.

**Recommendation:** The upward review should be done in line with the current economic reality of the country and this Office should be adequately informed.

15. **LANDED PROPERTIES**

**Observation:** In the last Audit Inspection Report dated No: OGLG/WDE/VOL.V/161 dated 10<sup>th</sup> May,2021 and OGLG/WDE/I/Vol.V/181 of Dec, 2021the Local Government was advised to recover its landed properties that were encroached by Mr Oguntoyinbo T., the surveyor that was engaged by the Local Government to survey the land and to protect the assets by involving all relevant stakeholders for its protection.

In the report, it was also highlighted that a letter No.SUII/OWLG had earlier been written by Bureau of Land and survey on 20<sup>th</sup> June, 2017 authenticating a survey document delineating and registering Obafemi Owode in year 2000 with plan numbers OWD42, OWD43, and OWD44 respectively.

The letter affirmed categorically that the three (3) locations quoted on the survey plan are properties of Owode Local Government.

**Recommendation:** the Local Government is advised again to recover all the Local Government assets that had been encroached and protect them jealously.

16. **RE-CONSTRUCTION OF LOCK-UP SHOPS AND OPEN STALLS AT MOWE MARKET**

**Observation:** It was highlighted in the last Audit Inspection Report dated No: OGLG/WDE/VOL.V/161 dated 10<sup>th</sup> May,2021 that at the emergence of Transitional Committee of Obafemi Owode Local Government, the Local Government terminated the initial contract agreement between defunct the LCDA and the Local Government and a new agreement was made between the Local Government and Ojuolape Engineering Company Limited in conjunction with Rhemabul Global Services Limited to construct an Ultra-Modern Market at Mowe. The shops shall be used for a period of 30years when the developer is expected to have recouped his capital on the construction work before it's reverted to the Local Government.

The contract was on a Build, Operate and Transfer (BOT) agreement at a leasehold rent of 25million payable to the Local Government on 3 instalmental basis of 10million, 7.5million and 7.5million respectively. Out of the 25million, the developer had paid a sum of ₦4,500,000.00 premium, leaving the balance of 20.5million. The Local

Government had secured four (4) lock-up shops on lease term for 30 years from the already constructed shops to be used as office. Each of the shops cost ₦750,000.00 all totaling ₦3,000,000.00. The sum involved was set off from the premium rent owed the Local Government by Engineer Ojuolape.

The Management of the Local Government is advised to liaise with the Commissioner of Urban and Physical Planning on the need to attend to all likely impediment confronting the contractor so that the Developer can return back to the site for early completion of the work. As stated in section 19 of the agreement that “Owner (Local Government) shall render all necessary useful and required assistance to the Developer/Lessee in order to assure necessary approval from the State Government towards the construction of the Ultra-Modern Market.

During the just concluded audit exercise, the audit team visited the market but the situation was still as reported in the past audit inspection report ref. No OGLG/WDE/Vol.V/161 of 10<sup>th</sup> May, 2021 that the construction of the new modern 520 lock-up shops and 360 units of the open stalls was at about 25% completion. Only 70 Open stalls and 152 lock-up shops had been done. The Engineer Ojuolape has not completed the construction of the shops.

**Recommendation:** Local Government should ensure that the contractor Engineer Ojuolape should go back to the site to complete the project on time to avoid delay contrary to the agreement between the Local Government and the contractor.

17. **OFFICIAL VEHICLE TAKEN AWAY BY THE CHAIRMAN, TRANSITION COMMITTEE (HON. FATAI MUSTAPHA)**

**Observation:** In the last Audit Inspection Report, it was reported that the Local Government at its Finance and General Purposes Committee meeting held on 30<sup>th</sup> November, 2020 approved a sum of Three Million, Eighty Hundred Thousand Naira (₦3,800,000.00) only to purchase a Toyota Camry, 2010 model with chassis N0:4T4BF3EK0AR031229 (full option) from Techpro Automobile for the use of the Chairman, Transition Committee (Hon. Fatai Mustapha). The money was released vide PV 46 /January, 2021 and PV 46 April/2021 respectively.

Audit investigation revealed that the vehicle was purchased and had been taken away by Hon. Fatai Mustapha Chairman, Transition Committee, the action which

contravened Audit Circular letter No OGLG/AUD/94/Vol.III/23 of June, 2019 which says that no political office holder should be allowed to take away his/her official vehicle without following due process.

**Recommendation:** The Local Government is hereby advised again to retrieve the vehicle back to the Local Government Secretariat from Hon. Fatai Mustapha because due process was not followed.

21. **NON-RETIREMENT OF IMPREST**

**Observation:** Available records revealed that office imprest paid to both political office holders and career officers were not retired. This contravened the provisions of Chapter 14:27 of Model Financial Memoranda which states that current imprest shall not be paid until the previous ones have been retired. This provision was not complied with during the period under review.

**Recommendation:** The Internal Auditor should ensure that post payment audit is carried out on all the payment vouchers to detect payment vouchers that were not retired.

The Auditor General,  
Office of the Auditor General for Local Governments,  
Oke Mosan, Abeokuta.

**MANAGEMENT'S REPORT OF OBAFEMI OWOODE LOCAL GOVERNMENT  
IN RESPONSE TO THE AUDIT INSPECTION REPORT OF THE AUDITOR  
GENERAL FOR LOCAL GOVERNMENT ON THE ACCOUNTS OF OBAFEMI  
OWODE LOCAL GOVERNMENT FOR THE FINANCIAL YEAR 2021.**

**1. DESTRUCTION OF EXHAUSTED RECEIPTS**

This is to inform you that the Finance and Supplies Department has scrutinized our store with a view to coming up with receipt books and other obsolete documents, arrange them and prepare them for destruction as directed by your office.

Soon, your office would be notified, necessary letters submitted and finally, request would be made for a convenient date for your office to come around for the destruction exercise.

2. I write to affirm to you that all the Audit queries issued by your office had been dispatched to members of staff concerned and they have been specifically instructed that responses to the query should be submitted to the office of the Auditor General for Local Governments within the next two weeks of receipt.

**3. CONTROL OVER CASH**

Cash survey:

The advice offered by your office on this matter is noted for further necessary action.

**5. BANK RECONCILIATION STATEMENTS**

(i) Direct credit:

Having analyzed what constitute the total figure of direct credit, it is dissevered that most of the payers who have not brought their pay in – slips are either the Revenue Collectors in the Primary Health Care Department and/ or some of the consultants engaged by the Local Government.

To solve this problem, the Head of the Primary Health Care Department has been instructed to hold a meeting with the revenue collectors in his Department wherein he would make them to realize the importance of exchanging their pay in – slips with the Treasury Receipt (TR) at the cash office of the Finance and Supplies Department after payment to the bank.

In the same vein, at my end, I have been enlightening the Revenue Consultants engaged by the Local Government on the need for them to obtain Treasury Receipts for all their payments either in cash or to the bank.

It is hoped that in due course, the incidence of Direct Credit in our Bank Reconciliation Statement would be reduced to the barest minimum.

**(ii) UNCREDITED LODGEMENT**

It gladdens my heart to read from the Audit Report that one of the Local Government's Revenue Consultants (AMIKABLE VENTURES) involved in this case had come out in the open to accept that he defrauded the Local Government. This is because all frantic efforts on the part of the Director of Finance Department to make him see reasons why his actions on this transaction smacks nothing short of fraud, has always been rebuffed by him.

Be that as if may, I promise to advise the Management to invite the said consultant to a meeting where this knotty issue will be discussed for an amicable resolution while I enjoin the office of the Auditor General for Local Governments not to put a stop to their investigations.

**(iii) DORMANT BANK BALANCES**

On this, the advice as offered by your office is noted for further necessary action.

**6. REVENUE**

On behalf of Obafemi Owode Local Government, I want to express our heart-felt appreciation to your office for the encomiums you showered on the Local Government in this regard. It is on this basis, that I am promising that we will continue to strive hard to attain lofty height in subsequent financial year in the area of Revenue Generation.

**7. REVENUE CONTRACTORS AND THE LEVEL OF THEIR INDEBTEDNESS**

All the words of advice as offered by your office are noted.

The Management would work on the recovery of debts owed by some Revenue Consultant.

## 8. STATE OF RECORDS

The comments in the Audit Report that there has been a little improvement in the manner in which the accounting records are kept as compared with the previous report is noted. The Director of Finance and Supplies has been enjoined to continue to supervise and monitor the accounting unit of the Department until we are able to achieve near error – free level.

## 9. NAMING OF STREET

The advice as offered by your office in the Audit Report is note.

The General Service and Administration Department and the Budget, Planning, Research and Statistics Department that is in charge of Budget preparation have been directed to note the areas pointed out by the report for possible rectification.

## 10. LOCAL GOVERNMENT OPEN STALLS AND LOCK UP SHOPS

The Local Government has resolved to look into the deplorable conditions of markets at Siun with a view to finding a solution to it within the armpits of the resources available.

On the issue of stallage ledgers, the Treasurer has been directed to make available stallage ledgers and ensure its maintenance and where none exists, a request could be put up for the Management’s attention and action necessary.

### CHECKING OF REVENUE COLLECTORS

Concerning the case of one, Mr Adeniyi Taiwo, I want to report that as at the time of writing this report, there is no Advance ledger opened yet for him although I am confirming that a total sum of Four Hundred and Thirty Thousand, One Hundred and Fifty Thousand Naira (N430,150.00) only being the amount collected on over Eighty Six (86) market receipts sold by him at Siun Market but the amount realized thereof was not remitted to the coffers of the Government.

The Advance ledger could not be opened for him yet because a panel of enquiry has been set up by the Local Government to investigate the issue and come up with recommendations.

The report of the panel, I learnt has been transited to the Local Government Service Commission for further necessary action. The outcome of the report is being awaited.

However, in the meantime, pending the time the Local Government Service Commission will come out with her directives on the matter. I learnt the Director Finance and Supplies Department has instructed Mr ‘A’ to ensure he pays in a minimum of Twenty Thousand naira (N20, 000) only on monthly basis. So far a total sum of One Hundred

and Fifteen Thousand Naira (N115,000.00) only has been paid by him covering Twenty Three (23) receipts out of the over 86 receipt Please see the details below:

<b>Date</b>	<b>Revenue no</b>	<b>Amount</b>
4/10/2021	15	35,000
8/11/2021	31	20,000
8/12/2021	32	20,000
29/12/2021	97	20,000
4/4/2021	05	20,000
	<b>TOTAL</b>	<b>115,000</b>

## **12. DORMANT ADVANCES**

The Treasurer has been directed by the Management to brace up to his responsibilities by communicating to the necessary quarter as advised by the office of the Auditor General for Local Governments with a view to recovering the outstanding advances.

## **13. REGISTER FOR FIXED ASSETS PROPERTY AND EQUIPMENT**

On this, I write to confirm that a register for fixed assets property and equipment has been opened and an officer saddled with the responsibility of keeping the register.

However, I want to promise that the Treasurer will undertake the supervision of the officer in charge to ensure an up to date keeping of the register.

## **14. NON - INSCRIPTION OF LOCAL GOVERNMENT NAMES ON ITS PROPERTY**

On this, the Internal Auditor of the Local Government has been directed to do the needful.

## **15. AGRICULTURE AND NATURAL RESOURCES DEPARTMENT**

It is the wish of the Local Government to make the Agricultural and Natural Resources Department functional more so that there are qualified and experience Agricultural personnel in the saddle in the Department but with the meagre resources at the disposal of the Government, there is little or nothing the Local Government could do in this circumstance.



However, as soon as the Local Government revenue improves, the Agricultural Department would begin to feel the impact positively

I write to inform you Sir that Investigation is still on – going to be able to confirm the existence of the investment of the Local Government. Most of these investments dated back to the early 90's so it requires time and resources as the case may be to do the confirmation. Sooner, actions being taken will translate into required information.

**17. LEASE OF LOCAL GOVERNMENT LANDED PROPERTY MEASURING (II) PLOTS AT LUGBOSO VILLAGE, OWOODE- EGBA**

The General Service and Administration Department had been directed to work on this matter for positive results that would be beneficial financially to the Local Government and acceptable to the lessor.

**18. LANDED PROPERTIES**

On this the Local government will liaise with the Bureau of Lands and Survey to revisit the issue. We hope to get in touch with your office as soon as we get clearer picture from the Bureau.

**19. RE-CONSTRUCTION OF LOCK UP SHOPS AND OPEN STALLS AT MOWE MARKET**

In line with the Auditor General's advice, the Local Government will put necessary machinery in place and liaise with the Commissioner of Urban and Physical Planning on the need to attend to all likely impediments to enable the Contractor return back to site in earnest. We hope to give you further updates on this.

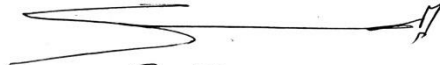
**20. OFFICIAL VEHICLE TAKEN AWAY BY THE CHAIRMAN TRANSITION COMMITTEE (HON. FATAI MUSTAPHA)**

In response to this report I wish to intimate your office that the immediate past Chairman, Transition Committee Hon. Fatal Mustapha had formally requested for the purchase of this vehicle (TOYOTA CAMRY) vide a letter ref No OOLG 1705/24 dated 22<sup>nd</sup> July 2021 addressed to the Hon. Commissioner, Ministry of Local Government and Chieftaincy Affairs Abeokuta (Copy attached for ease of reference)

However since the letter was written the Local Government nor the erstwhile Chairman is yet to receive any response to this effect

21. **NON – RETIREMENT OF IMPREST**

On this, the Internal Auditor has been instructed that, henceforth her office should rise to her responsibility by ensuring, expenditures are retired as soon as they are incurred.



F. J. O'MALLEY  
HOLWA