



REPORT

of the
AUDITOR GENERAL

for
LOCAL GOVERNMENTS

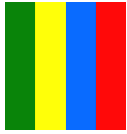
on the

GENERAL PURPOSE FINANCIAL STATEMENTS
(IPSAS ACCRUAL BASIS)
OF THE TWENTY (20) LOCAL GOVERNMENTS IN

LAGOS STATE OF NIGERIA

for the
YEAR ENDED

31ST DECEMBER, 2020



THE REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE TWENTY (20) LOCAL GOVERNMENTS IN LAGOS STATE FOR THE YEAR ENDED 31ST DECEMBER, 2020



In compliance with the provisions of section 50 subsections (1-4) of Lagos State Local Government Administration Law No. 7 of 1999 and sections 69-72 of Lagos State Public Finance Management Law No.9 of 2011, the accounts of the twenty (20) Local Governments in Lagos State for the year ended 31st December, 2020 have been audited.

(a) RESPONSIBILITY STATEMENT

The Chairman and Treasurer of the respective Local Governments are responsible for the preparation of the accounts. The Financial Statements Nos 3 to 6 consisting of Statement of Cashflow, Statement of Financial Position, Statement of Financial Performance and Statement of Change in Public Fund respectively with the accompanying notes, (attached herewith as Schedules 1A - 1D to individual Local Government's report) were prepared under IPSAS Accrual Basis of Accounting as applicable in the public sector. It is our responsibility to audit and form an independent opinion on the Financial Statements Audited.

(b) THE SCOPE OF THE AUDIT

The Audit was conducted in accordance with the Generally Accepted Auditing Standards which include:

- (i) Examinations, on a test basis of evidence relevant to the amounts and disclosures in the accounts
- (ii) Assessment of the significant estimate and judgements made by the Chairmen and the Council Treasurers in the preparation of the accounts and
- (iii) Whether the Accounting Policies are appropriate to the Local circumstances and that they are consistently applied as disclosed.

The audit was planned and performed in such a way as to obtain all information and explanations which we considered necessary in providing sufficient evidence to give reasonable assurance that the accounts are free from material misstatements, whether caused by fraud, other irregularity or error. Informing the audit opinion, evaluation of the overall adequacy of the presentation of information in the accounts and assessment of whether proper books of accounts have been kept were carried out

(c) OPINION

Consequent upon the observations noted, the audit was comprehensively carried out. In our opinion, the Financial Statements give a true and fair view of the financial activities of the Local Governments for the period under review except where otherwise stated in this report.

A. I. Abolarin (Mrs), FCA, ACTI, MBA, FCFIP

Auditor-General for Local Governments Lagos State.

[E-mail: lgauditorgeneral@lagosstate.gov.ng](mailto:lgauditorgeneral@lagosstate.gov.ng)



REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF AGEGE LOCAL GOVERNMENT FOR THE YEAR ENDED 31ST DECEMBER, 2020

In compliance with the provisions of *section 50 subsections 1-4 of Lagos State Local Government Administration Law No.7 of 1999 and Sections 69-72 of Lagos State Public Finance Management Law No .9 of 2011*, the accounts of Agege Local Government for the year ended 31st December, 2020 have been audited.

The General Purpose Financial Statements were prepared by the Management of Agege Local Government and are therefore responsible for the contents and the information contained therein.

The Financial Statements consisting Statements Nos. 3 to 6 attached herewith as Schedules (1A-1D) consisting of Statement of Cashflow, Statement of Financial Position, Statement of Financial Performance and Statement of Change in Public Fund with the accompanying notes to the accounts were prepared under International Public Sector Accounting Standards (IPSAS) Accrual Basis of Accounting as applicable in the Public Sector.

The Audit was conducted in accordance with Generally Accepted Auditing Standards. Projects and programmes were verified in line with the concept of Performance Audit. Hence, the Audit was comprehensively carried out.

In our opinion, the General Purpose Financial Statements presented for audit show a true and fair view of the financial activities of the Local Government for the year under review.

2. REVIEW OF GENERAL PURPOSE FINANCIAL STATEMENTS (GPFS)

i. STATEMENT OF CASHFLOW

The Statement of Cash flow presented in the Financial Statements for the year ended 31st December, 2020 shows the true cash flow trend of the Local Government for the year under review. **See Schedule 1A for ease of reference**

ii.) STATEMENT OF FINANCIAL POSITION

The Statement of Financial Position presented in the Financial Statements for the year ended 31st December, 2020 shows a true position of the Assets and Liabilities of the Local Government for the year under review . **See Schedule 1B for ease of reference**

iii.) STATEMENT OF FINANCIAL PERFORMANCE

The Statement of Financial Performance presented in the Financial Statements for the year ended 31st December, 2020 shows a true view of the Income and expenditure activities of the Local Government for the year under review. **See schedule 1C for ease of reference**

iv.) STATEMENT OF CHANGE IN PUBLIC FUND

The Statement of Change in Public Fund presented in the Financial Statements for the year ended 31st December, 2020 was confirmed correct. See schedule 1D for ease of reference

3. Audit observations on the financial activities of the Local Government are as contained in the managent report

AGEGE LOCAL GOVERNMENT
STATEMENT OF CASHFLOW
FOR THE YEAR ENDED 31ST DECEMBER, 2020.
STATEMENT NO. 3 SCHEDULE 1A

	CURRENT YEAR 2020	PREVIOUS YEAR 2019
Cash Flow from Operating Activities		
Cash Inflow		
STATUTORY ALLOCATION	2,669,617,548.87	2,468,280,025.70
CONSOLIDATED REVENUE	-	19,688,551.00
SALES/DISPOSAL OF NON CURRENT ASSETS	650,000.00	1,575,000.00
GRANT/SUBVENTION	21,770,000.00	-
INTERNALLY GENERATED REVENUE	105,131,253.90	217,426,351.44
MISCELLANEOUSS	7,631,301.43	20,466,553.32
VALUE ADDED TAX	-	255,155,517.97
activities	2,804,800,104.20	2,982,591,999.43
Cash Outflow from operating activities	-	
PERSONNEL EMOLUMENTS	245,766,915.48	223,385,200.48
OTHER OF GENERAL NATURE	1,165,804,478.81	1,117,819,346.49
EDUCATIONAL SERVICES	44,617,146.81	74,373,430.00
AGRICULTURAL SERVICES	31,648,619.54	77,431,800.00
ALLEVIATION	68,575,642.31	105,395,340.00
HEALTH AND ENVIRONMENTAL SERVICES	145,167,735.85	220,754,808.50
WORKS AND HOUSING	65,850,489.19	108,168,891.96
DEPOSIT PAID	154,586,880.24	163,851,685.27
activities	1,922,017,908.23	2,091,180,502.70
Net Cash Flow from Operating Activities	882,782,195.97	891,411,496.73
Cash Flow from Investment Activities	-	-
PURCHASE/CONSTRUCTION OF NON-CURRENT ASSETS (CAPITAL EXPENDITURE)	2,253,433.00	32,834,694.10
PURCHASE/CONSTRUCTION OF NON-CURRENT ASSETS (FIXED ASSETS)	829,070,821.61	820,678,626.73
NET PROCEED FROM OTHER ASSETS(Staff Loan,Receivablese.t.c)	70,561,785.06	30,942,354.00
INTEREST/DIVIDED RECEIVED	3,604.55	50,466.44
Net Cash flow from investing activities	901,889,644.22	884,506,141.27
Activities	(19,107,448.25)	6,905,355.46
Cash Flow from Financing Activities	-	-
AND OTHER PAYABLES	-	79,304,447.04

REPAYMENTS OF LOANS,BORROWINGS AND OTHER PAYABLES		-	(836,938.20)
NET PROCEED FROM LOAN, BORROWINGS AND OTHER PAYABLES		-	78,467,508.84
Net Increase/Decrease in Cash & its Equivalent		(19,107,448.25)	85,372,864.30
Cash & its Equivalents as at 01-01-2020		137,233,233.02	51,860,368.72
Cash & its Equivalents as at 31-12-2020		118,125,784.77	137,233,233.02

**AGEGE LOCAL GOVERNMENT
STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 31ST DECEMBER, 2020.
STATEMENT NO. 4 SCHEDULE 1B**

	CURRENT YEAR 2020	PREVIOUS YEAR 2019
	=N=	
ASSETS		
Current Assets		
Cash And Bank Balance	118,125,784.77	137,334,165.90
Accounts Receivable	16,072,211.78	14,782,030.79
Staff Loan And Advances	-	
Inventory	61,844,245.59	50,884,191.26
Prepayment	-	
Transfer To Reserve	-	
Assets Under Construction	395,202,618.31	221,770,298.81
	591,244,860.45	424,770,686.76
Non-Current Assets	-	
Land	4,827,500,000.00	4,827,500,000.00
Building	2,876,715,666.58	2,604,773,486.89
Motor Vehicle	170,224,366.96	167,203,922.62
Furniture And Equipment	63,876,290.71	53,991,457.61
Plant And Machinery	16,633,086.30	16,733,666.00
Historical And Heritage	-	
Infrastructural Assets	1,554,992,058.54	1,157,645,834.88
Intangible Assets	-	
Investments	-	
	9,509,941,469.09	8,827,848,368.00
Total Asset	10,101,186,329.54	9,252,619,054.76
LIABILITIES	-	
Current Liabilities	-	
Deposits	434,574,398.09	361,878,370.46
Bank Loan And Lease	786.11	786.11
Accounts Payable	154,976,109.38	191,363,308.60
Advance Receipt	-	79,304,447.04
	589,551,293.58	553,242,465.17

Non-Current Liabilities		-	
Public Fund		-	
Long Term Borrowings		-	
Total Liabilities		589,551,293.58	553,242,465.17
Net Assets		9,511,635,036.00	8,699,376,589.59
NET ASSETS/EQUITY		-	
Reserve		7,695,930,359.47	7,849,183,185.38
Accumulated		1,815,704,676.53	850,193,404.21
		9,511,635,036.00	8,699,376,589.59
Total Net Assets/Equity		9,511,635,036.00	8,699,376,589.59

**AGEGE LOCAL GOVERNMENT
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31ST DECEMBER, 2020.
STATEMENT NO. 5 SCHEDULE 1C**

	CURRENT YEAR 2020	PREVIOUS YEAR 2019
	=N=	=N=
Tax Revenue		
Allocation	5,765,511,416.62	5,218,828,542.03
Taxes	14,245,780.86	13,653,724.54
Total Tax Revenue	5,779,757,197.48	5,232,482,266.57
Non Tax Revenue	-	
Grants	21,770,000.00	
Rates	-	20,398,441.76
Local Licences And Fines	86,032,801.20	173,504,649.72
Earnings From Commercial Undertakings	13,255,720.00	30,276,020.00
Rent On Properties	6,811,000.00	7,243,000.00
Investment Income	3,604.55	50,466.44
Miscellaneous	7,817,801.43	20,388,063.32
Consolidated Revenue	-	19,688,551.00
Total Non Tax Revenue	135,690,927.18	271,549,192.24
Non Operating Income	-	
Sales/Disposal Of Non Current Assets	650,000.00	(4,237,500.00)
Total Non-Operating Income	650,000.00	(4,237,500.00)
	-	
TOTAL REVENUE	5,916,098,124.66	5,499,793,958.81
LESS EXPENDITURE	-	
Personnel Emoluments	3,192,967,001.96	2,635,389,428.98
Works And Housing	75,677,675.89	124,890,263.32
Women Affairs And Poverty Alleviation	73,263,616.81	106,519,100.00
Educational Services	49,765,322.81	80,096,762.00
Agricultural Services	32,103,194.54	79,811,800.00
General Administration	587,093,549.44	780,593,744.19
Miscellaneous	646,070,845.26	468,504,933.55
Health And Environmental Services	197,009,537.60	257,460,039.26
CAPITAL EXPENDITURE	-	600,000.00
Current Year Depreciation	170,324,688.06	154,806,320.02
TOTAL EXPENDITURE	5,024,275,432.37	4,688,672,391.32
Net Surplus/(Deficit) for the period	891,822,692.29	811,121,567.49

**AGEGE LOCAL GOVERNMENT
STATEMENT OF CHANGE IN PUBLIC FUNDS
FOR THE YEAR ENDED 31ST DECEMBER, 2020.
STATEMENT NO. 6 SCHEDULE 1D**

	CURRENT YEAR 2020	PREVIOUS YEAR 2019
	=N=	=N=
Accumulated Surplus/(Deficit) As At 01-01-2020	934,074,001.29	7,724,550,649.00
Reserve As At 01-01-2020	7,696,040,216.64	7,491,094.77
Total Public Fund As At 01-01-2020	8,630,114,217.93	7,732,041,743.77
Net Surplus/(Deficit) For The Year	891,822,692.29	811,121,567.49
Reserve For The Year	-10,301,874.22	156,213,278.33
Accumulated Surplus/(Deficit) & Reserve as at 31-12-2020	9,511,635,036.00	8,699,376,589.59