

REPORT OF THE AUDITOR GENERAL ON THE ACCOUNTS OF IBEJU-LEKKI 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 Ibeju-Lekki Local Government for the year ended 31st December, 2020 have been audited.

The General Purpose Financial Statements were prepared by the management of Ibeju Lekki 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 Standard. Projects and programmes were verified in line with the concept of Performance Audit. Hence, the audit was comprehensively carried out.

In our opinion, subject to audit observations, 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 ANALYSIS

The Statement of Cashflow presented in the General Purpose Financial Statements for the year ended 31st December, 2020 shows the true cashflow trend of the Local Government for the year under review. **See schedule IA for ease of reference**

ii. STATEMENT OF FINANCIAL POSITION

The Statement of Financial Position presented in the General Purpose Financial Statements for the year ended 31st December, 2020 do not show true position of Assets and Liabilities of the Local Government because the carrying values of non-current assets for the year ended 31st December, 2020 were doubtful and could not be validated. Also, the Local Government management failed to recognize the diminution value of most of the assets occasioned by ENDSARS protest which led to burning of the following assets of the Local Government

- **Building**
- **Motor Vehicle**
- **Furniture and Equipment**
- **Plant and Machinery**

The Council Management is enjoined to revalue these assets in accordance with the generally accepted audit standards (G.A.A.S) and restate the revalued figures in line with International Public Sector Accounting Standards (3). **See schedule IB for ease of reference**

iii. STATEMENT OF FINANCIAL PERFORMANCE

The Statement of Financial Performance presented in the General 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 IC for ease of reference**

iv. STATEMENT OF CHANGE IN PUBLIC FUND

The Statement of Change in Public Fund presented in the General Purpose Financial Statements for the year ended 31st December, 2020 do not show the true net worth of the Local Government for the year under review in view of the ENDSARS protest effects on Non-Current Assets Value disclosed in the Statement of Financial Position. **See Schedule 1D for ease of reference**

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

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

DETAILS	CURRENT YEAR 2020	PREVIOUS YEAR 2019
	N	N
CASH FLOW FOM OPERATING ACTIVITIES		
CASH INFLOW		
GRANT/SUBVENTION		
VALUE ADDED TAX	29,949,816.98	-
STATUTORY ALLOCATION	2,477,224,003.50	2,356,721,784.43
CONSOLIDATED REVENUE	-	-
GRANT/SUBVENTION	20,000,000.00	-
SALES / DISPOSAL OF NON CURRENT ASSTS	-	-
INTERNALLY GENERATED REVENUE	123,783,711.95	220,760,756.28
MISCELLANEOUS	25,092,450.19	13,074,256.22
TOTAL CASH INFLOW FROM OPERATING ACTIVITIES	2,676,049,982.62	2,590,556,796.93
CASH OUTFLOW FROM OPERATING ACTIVITIES	-	-
PERSONNEL EMOLUMENTS	385,630,996.63	297,459,943.28
OTHER OF GENERAL NATURE	1,258,709,682.48	1,211,791,323.00
EDUCATIONAL SERVICES	153,651,203.55	98,825,250.00
AGRICULTURAL SERVICES	78,365,000.00	76,765,000.00
WOMEN AFFAIRS AND POVERTY ALLEVIATION	77,235,000.00	63,378,200.00
HEALTH AND ENVIRONMENTAL SERVICES	266,369,217.02	232,989,037.24
WORKS AND HOUSING	136,840,588.20	151,621,929.25
DEPOSIT PAID	11,295,101.73	12,803,586.47
TOTAL CASH OUTFLOW FROM OPERATING ACTIVITIES	2,368,096,789.61	2,145,634,269.24
NET CASH FLOW FROM OPERATING ACTIVITIES	307,953,193.01	444,922,527.69
CASH FLOW FOM INVESTING ACTIVITIES	-	-
PURCHASE / CONSTRUCTION OF NON-CURRENT ASSETS (CAPITAL EXPENDITURE)	-	3,094,737.42
PURCHASE / CONSTRUCTION OF NON-CURRENT ASSETS (FIXED ASSETS)	269,244,422.54	266,536,930.31
NET ROPCEED FROM OTHER ASSETS (Inventories, Receiveables e.t.c)	30,603,647.67	35,590,713.10
INTEREST / DIVIDEND RECEIVED	-	-
NET CASH FLOW FROM INVESTING ACTIVITIES	299,848,070.21	305,222,380.83
NET CASH FLOW FROM INVESTING/OPERATING ACTIVITIES	8,105,122.80	139,700,146.86
CASH FLOW FROM FINANCING ACTIVITIES	-	-
PROCEEDS FROM LOANS & BORROWINGS/ADVANCE RECEIPT	-	-
REPAYMENTS OF LOANS & BORROWINGS	21,339,739.61	78,406,948.47
NET PROCEED FROM LOAN & OTHER BORROWING	(21,339,739.61)	(78,406,948.47)
NET INCREASE/DECREASE IN CASH & ITS EQUIVALENT	(13,234,616.81)	61,293,198.39
CASH & ITS EQUIVALENTS AS AT 01-01-2020	85,867,060.53	24,573,862.14
CASH & ITS EQUIVALENTS AS AT 31-12-2020	72,632,443.72	85,867,060.53

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

DETAILS	TOTAL	
	CURRENT YEAR 2020	PREVIOUS YEAR 2021
	₦	₦
ASSETS		
CURRENT ASSETS		
CASH AND BANK BALANCE	72,632,443.72	85,867,060.53
ACCOUNT RECEIVABLE	17,492,601.97	13,794,601.91
STAFF LOAN AND ADVANCES	-	-
INVENTORY	3,998,773.91	8,191,677.41
PREPAYMENT	-	-
TRANSFER TO RESERVE (STATE)	-	-
ASSETS UNDER CONSTRUCTION	-	255,000,000.00
TOTAL CURRENT ASSETS	94,123,819.60	362,853,339.85
NON-CURRENT ASSETS	-	-
LAND	4,535,613,176.77	4,077,100,414.17
BUILDING	3,143,081,627.38	2,139,786,579.09
MOTOR VEHICLE	175,700,628.36	68,154,364.48
FURNITURE AND EQUIPMENT	77,822,978.57	39,301,802.98
PLANT AND MACHINERY	13,510,755.80	11,083,795.32
HISTORICAL ASSETS	843,600.00	843,600.00
INFRASTRUCTURAL ASSETS	1,686,282,600.50	715,032,008.91
ASSETS (PPE)	-	1,939,370,369.51
INVESTMENT	-	-
	9,632,855,367.38	8,990,672,934.46
TOTAL ASSETS	9,726,979,186.98	9,353,526,274.31
LIABILITIES	-	-
CURRENT LIABILITIES	-	-
UNREMITTED DEDUCTIONS	99,401,928.93	93,729,458.70
DEPOSITS	197,985,726.40	178,609,781.64
BANK LOAN AND LEASE	-	-
ACCOUNT PAYABLE	226,525,859.81	437,430,827.51
ADVANCE RECEIPT	-	-
	523,913,515.14	709,770,067.85
NON-CURRENT LIABILITIES	-	-
PUBLIC FUND	-	-
LONG TERM BORROWINGS	-	-
	-	-
TOTAL LIABILITIES	523,913,515.14	709,770,067.85
NET ASSETS	9,203,065,671.84	8,643,756,206.46
NET ASSETS / EQUITY	-	-
RESERVE	8,603,795,694.65	8,607,924,714.71
ACCUMULATED SUPPLUS / (DEFICIT)	599,269,977.19	35,831,491.75
	9,203,065,671.84	8,643,756,206.46
	-	-
TOTAL NET ASSETS / EQUITY	9,203,065,671.84	8,643,756,206.46

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

		CURRENT YEAR 2020	PREVIOUS YEAR 2019
REVENUE			
TAX REVENUE			
Grant And Allocation		4,465,049,463.78	3,603,680,524.52
Taxes		3,657,908.31	2,034,863.02
Total Tax Revenue		4,468,707,372.09	3,605,715,387.54
Non Tax Revenue		0.00	0.00
Grants		20,000,000.00	0.00
Rates		129,000.00	180,629,635.08
Local Licence And Fines		123,514,611.95	289,825,275.19
Earnings From Commercial Undertakings		2,510,100.00	29,967,670.00
Rent On Properties		1,039,000.00	20,267,000.00
Miscellaneous		25,381,450.19	15,463,298.64
Sales/Disposal on Assets			520,000.00
Investment Income		0.00	0.00
Consolidated Revenue		0.00	0.00
Total Non Tax Revenue		172,574,162.14	536,672,878.91
Non Operating Income		0.00	0.00
Total Non-Operating Income		0.00	0.00
TOTAL REVENUE	0.00	4,641,281,534.23	4,142,388,266.45
LESS EXPENDITURE		0.00	0.00
Personnel Emoluments		2,241,395,854.92	1,566,133,621.97
Works And Housing		148,818,088.20	168,761,717.20
Women Affairs And Poverty Alleviation		66,435,000.00	81,948,850.00
Education Services		150,109,166.49	0.00
Agricultural Services		78,535,000.00	77,255,000.00
General Administration		908,371,621.69	906,208,167.09
Miscellaneous		383,749,764.62	359,014,054.56
Health And Environmental Services		300,689,535.34	311,605,852.30
Capital Expenditure		0.00	0.00
Current Year Depreciation		54,619,913.64	131,246,665.09
TOTAL EXPENDITURE		4,332,723,944.90	3,737,101,096.91
Net Surplus/(Deficit) for the year		308,557,589.33	102,666,813.13

IBEJU LEKKI LOCAL GOVERNMENT
STATEMENT OF CHANGE IN PUBLIC FUND
FOR THE YEAR ENDED 31ST DECEMBER, 2020.
STATEMENT NO. 6 SCHEDULE 1D

	CURRENT YEAR 2020	PREVIOUS YEAR 2019
	₦	
Accumulated Surplus / (Deficit)	290,712,387.86	(64,216,191.33)
Reserve as at 01-01-2020	8,353,043,818.60	7,595,479,080.26
Total Public Fund As At 01-01-2020	8,643,756,206.46	7,531,262,888.93
Net Surplus / (Deficit) For The Year	308,557,589.33	102,666,813.13
Reserve For The Year	250,751,876.05	1,009,826,504.40
Accumulated Surplus / (Deficit) & Reserve as at 31-12-2020	9,203,065,671.84	8,643,756,206.46