

## **REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF BADAGRY 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 Badagry Local Government for the year ended 31st December, 2020 have been audited.

The General Purpose Financial Statements were prepared by the Management of Badagry Local Government and are therefore responsible for the contents and 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, 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 General Purpose Financial Statements shows the true cash flow trend of the Local Government as at 31st December, 2020. **See Schedule 1A for ease of reference**

**i. STATEMENT OF FINANCIAL POSITION**

The Statement of Financial Position presented in the General Purpose Financial Statements shows a true view of the Assets and Liabilities of the Local Government as at 31<sup>st</sup> December, 2020. **See Schedule 1B for ease of reference**

**ii. STATEMENT OF FINANCIAL PERFORMANCE**

The Statement of Financial Performance presented in the General Purpose Financial Statements as at 31<sup>st</sup> December, 2020 shows a true view of the Income and Expenditure of the Local Government during 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 General Purpose Financial Statements for the year ended 31<sup>st</sup> December, 2020 was confirmed correct. **See Schedule 1D for for ease of reference**

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

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

	NOTES	CURRENT YEAR 2020	PREVIOUS YEAR 2019
<b>Cash Flow From Operating Activities</b>			
<b>Cash Inflow</b>			
GRANTS		20,000,000.00	0.00
GAIN ON DISPOSAL OF ASSETS		5,480,000.00	650,000.00
VALUE ADDED TAX		180,699,951.52	83,396,377.74
STATUTORY ALLOCATION		2,151,714,325.31	2,165,636,209.45
INTERNALLY GENERATED REVENUE		105,182,924.50	170,646,704.60
STATE CONSOLIDATED REVENUE		0.00	7,130,250.02
MISCELLANEOUS		10,466,225.23	9,548,035.59
<b>TOTAL Cash Inflow Operating Activities</b>		<b>2,473,543,426.56</b>	<b>2,437,007,577.40</b>
<b>Cash Outflow From Operating Activities</b>			
PERSONNEL EMOLUMENTS		429,788,540.64	334,437,268.09
WOMEN AFFAIRS AND POVERTY ALLEVIATION		165,644,115.00	87,409,318.50
EDUCATIONAL SERVICES		83,222,000.00	106,565,270.00
OTHER OF GENERAL NATURE		896,762,515.49	966,626,780.32
HEALTH AND ENVIRONMENTAL SERVICES		193,175,299.50	117,458,062.21
AGRICULTURAL SERVICES		146,757,650.00	86,844,000.00
WORKS AND HOUSING		69,056,595.04	120,229,563.05
DEPOSIT PAID		59,820,315.63	40,713,252.16
INVENTORIES		0.00	0.00
<b>TOTAL Cash Outflow Operating Activities</b>		<b>2,044,227,031.30</b>	<b>1,860,283,514.33</b>
<b>Net Cash Flow from Operating Activities</b>		<b>429,316,395.26</b>	<b>576,724,063.07</b>
<b>Cash Flow from Investment Activities</b>			
PURCHASE/CONSTRUCTION OF NON-CURRENT ASSETS (CAPITAL EXPENDITURE)		5,613,482.50	45,889,800.92
PURCHASE/CONSTRUCTION OF NON-CURRENT ASSETS (FIXED ASSETS)		382,451,774.67	522,116,460.01
NET PROCEED FROM OTHER ASSETS (Staff Loan, Receivables e.t.c.)		25,604,105.16	23,696,974.70
INTEREST/DIVIDEND RECEIVED		0.00	0.00
<b>Net Cash Flow from Investing Activities</b>		<b>413,669,362.33</b>	<b>591,703,235.63</b>
<b>Net Cash Flow from Investing Activities/Operating Activities</b>		<b>15,647,032.93</b>	<b>-14,979,172.56</b>
<b>Cash Flow from Financing Activities</b>			
PROCEEDS FROM LOANS & BORROWINGS		0.00	0.00
PAYMENT OF OUTSTANDING LIABILITIES		5,290,418.65	5,789,262.63
NET PROCEED FROM LOAN & PAYMENT OF OUTSTANDING LIABILITIES		-5,290,418.65	-5,789,262.63
<b>Net Increase/Decrease In Cash &amp; its Equivalent</b>		<b>10,356,614.28</b>	<b>-20,768,435.19</b>
<b>Cash &amp; its Equivalent as at 01-01-2020</b>		<b>29,282,488.51</b>	<b>50,050,923.70</b>
<b>Cash &amp; its Equivalent as at 31-12-2020</b>		<b>39,639,102.79</b>	<b>29,282,488.51</b>

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

	CURRENT YEAR 2020	PREVIOUS YEAR 2019
<b>ASSETS</b>	<b>,=N=</b>	<b>,=N=</b>
<b>Current Assets</b>		
Cash And Bank Balance	39,639,102.79	29,282,488.51
Account Receivable	61,757,678.96	11,789,042.65
Staff Loans And Advances	-	-
Inventory	10,865,432.47	4,930,250.00
Prepayment	-	-
Assets Under Construction	112,721,450.35	59,739,975.88
Transfer To Reserves	77,734,188.64	-
	<b>302,717,853.21</b>	<b>105,741,757.04</b>
<b>Non-Current Assets</b>		
Land	3,380,068,111.81	2,368,668,111.81
Building	2,012,400,534.09	2,908,117,085.04
Motor Vehicle	235,773,399.16	170,481,532.21
Furniture And Equipment	142,776,483.24	115,766,044.32
Plant And Machinery	39,776,544.99	24,726,885.00
Infrastructural Assets	1,049,735,771.98	232,659,714.47
Infrastructure	0.00	452,026,204.11
Intangible Assets	0.00	0.00
	<b>6,860,530,845.27</b>	<b>6,272,445,576.96</b>
<b>Total Asset</b>	<b>7,163,248,698.48</b>	<b>6,378,187,334.00</b>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Deposits	107,928,326.65	169,471,653.34
Bank Loan And Lease	0.00	0.00
Unremitted Deductions	95,441,897.09	0.00
Accounts Payables	256,542,120.40	364,755,406.39
	<b>459,912,344.14</b>	<b>534,227,059.73</b>
<b>Non-Current Liabilities</b>		
Public Funds	0.00	0.00
Long Term Borrowings	0.00	0.00
	<b>0.00</b>	<b>0.00</b>
<b>Total Liabilities</b>	<b>459,912,344.14</b>	<b>534,227,059.73</b>
<b>Net Assets</b>	<b>6,703,336,354.34</b>	<b>5,843,960,274.27</b>
<b>NET ASSETS/EQUITY</b>		
Reserve	5,584,595,169.39	5,292,694,313.68
Accumulated Surlus/(Deficit)	1,118,741,184.95	551,265,960.95
<b>Total Net Asset/Equity</b>	<b>6,703,336,354.34</b>	<b>5,843,960,274.63</b>

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

REVENUE	CURRENT YEAR 2020	PREVIOUS YEAR 2019
	=N=	=N=
<b>Tax Revenue</b>		
Allocation	6,013,023,959.63	4,900,069,154.32
Grants	20,000,000.00	0.00
Taxes	3,995,292.84	7,270,873.82
<b>Total Revenue Tax</b>	<b>6,037,019,252.47</b>	<b>4,907,340,028.14</b>
<b>Non Tax Revenue</b>	<b>0.00</b>	
Rate	0.00	13,476,339.09
Local Licence And Fines	78,102,351.42	129,350,064.82
Earnings From Commercial	15,482,850.00	19,801,750.00
Rent On Properties	9,327,100.00	6,311,554.68
Investment Income	0.00	356,100.00
Consolidated Revenue	0.00	7,130,250.02
Miscellaneous	10,462,725.23	9,548,035.59
<b>Total Non Tax Revenue</b>	<b>113,375,026.65</b>	<b>185,974,094.20</b>
<b>Non Operating Income</b>	<b>0.00</b>	
Gain On Disposal Of Assets	2,892,500.00	650,000.00
<b>Total Non Operating Income</b>	<b>2,040,000.00</b>	<b>650,000.00</b>
<b>TOTAL REVENUE</b>	<b>6,153,286,779.12</b>	<b>5,093,964,122.34</b>
<b>LESS EXPENDITURE</b>	<b>0.00</b>	
Personnel Emoluments	4,045,907,746.10	2,990,128,539.98
Others (Unexplained difference and housing)	0.00	0.00
Works And Housing	70,962,903.80	128,432,424.06
Women Affairs And Poverty Alleviation	170,507,404.63	88,193,718.50
Educational Services	90,022,629.22	124,384,141.31
Agricultural Services	147,893,687.45	87,044,000.00
General Administration	672,064,593.77	681,609,372.77
Miscellaneous	277,768,013.23	340,748,201.68
Health And Environmental Services	230,269,182.38	124,724,119.88
Capital Expenditure	0.00	28,170,400.00
Current Year Depreciation	142,728,491.14	161,892,480.75
<b>TOTAL EXPENDITURE</b>	<b>5,848,124,651.72</b>	<b>4,755,327,398.93</b>
<b>Net Surplus/(Deficit For The Year</b>	<b>305,162,127.40</b>	<b>338,636,723.41</b>

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

	<b>CURRENT YEAR 2020</b>	<b>PREVIOUS YEAR 2019</b>
<b>Accumulated surplus/(Deficit) As At 01-01-2020</b>	936,343,108.60	1,310,204,939.90
<b>Reserves As At 01-01-2020</b>	5,284,434,772.63	4,036,358,921.88
<b>Total Public Fund As At 01-01-2020</b>	6,220,777,881.23	5,346,563,861.78
<b>Net Surplus/(Deficit) For The Year</b>	305,162,127.40	338,636,723.39
<b>Reserves For The Year</b>	177,396,345.71	158,759,689.46
<b>Accumulated Surplus/(Deficit) &amp; Reserve As At 31-12-2020</b>	<b>6,703,336,354.34</b>	<b>5,843,960,274.63</b>