GOVERNMENT OF EKITI STATE, NIGERIA

AUDITOR-GENERAL'S

DOMESTIC REPORT

ON THE

ACCOUNTS OF THE

GOVERNMENT OF EKITI STATE, NIGERIA

FOR THE YEAR ENDED 31ST DECEMBER, 2022.

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THE DOMESTIC REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE GOVERNMENT OF EKITI STATE OF NIGERIA FOR THE YEAR ENDED 31ST DECEMBER, 2022.

1.0 INTRODUCTION:

The Accounts of the Government of Ekiti-State of Nigeria for the year ended 31st December, 2022 had been audited under my directive in accordance with the provisions of Section 125(2) of the Constitution of the Federal Republic of Nigeria, 1999 (as amended) and Section 27 (1-6) of Ekiti State Audit Service Commission Law (No 3) of 2021.

The Report of the Auditor-General on the Financial Statements of Ekiti-State as presented by the Accountant-General for the year ended 31st December, 2022 had been sent to the State House of Assembly in accordance with the provisions of section 125 (2) of the Constitution of the Federal Republic of Nigeria 1999 (as amended) and Section 27 (1-6) of Ekiti State Audit Service Commission Law (No 3) of 2021.

This Domestic Report contains the summary of my observations on the accounts of all the Ministries, Departments and Government Agencies (MDAs) of Ekiti State for the year ended 31st December, 2022. Detailed Audit Inspection Reports had been sent to individual Ministries, Departments and Agencies for their actions as required.

2.0 MINISTRY OF AGRICULTURE AND FOOD SECURITY

2.1 AGRIC SERVICES:

2.1.1 GARRI PROCESSING UNITS:

Comments: There are four (4) Garri Processing Facilities within the State located at Eporo-Ekiti, Ijero-Ekiti, Emure-Ekiti and Orin-Ekiti. However, Audit verification revealed that all the four facilities were not functioning as at the time of Audit inspection.

Recommendation: The management of the Ministry of Agriculture and Food Security should partner with interested Private Investors for revenue generation and employment opportunities, in order to achieve the expected goals for which these facilities were established. i.e. Revenue generation.

2.1.2 TRACTORS:

Comments: The Ministry has ten (10) serviceable tractors in different locations within the state out of which only one tractor was functioning as at the time of audit verification exercise.

Recommendation: The Ministry should repair these tractors to make agricultural sectors more attractive to the investors and the youths that are interested in farming. This could boost internally generated revenue of the state.

3.0 MINISTRY OF EDUCATION, SCIENCE AND TECHNOLOGY

3.1 OUTSTANDING MATTERS:

3.2 RELEASE OF VEHICLES:

Comment: Despite Audit comments in the previous report regarding the project vehicles temporarily released to the office of the Deputy Governor. It was observed that the three (3) vehicles had not been returned while other four (4) vehicles released to various ministries had been recovered. Audit is of the opinion that more efforts should be made to recovered the remaining three (3) vehicles from the Deputy Governor's Office.

Recommendation: The Permanent Secretary should ensure that the three (3) vehicles temporarily released to the office of the Deputy Governor are returned to the Ministry and provide the evidence of recovery to the State Auditor-General's office for verification.

4.0 OFFICE OF THE ACCOUNTANT- GENERAL

4.1 OUTSTANDING MATTERS:

4.1.1 OUTSTANDING INDEBTEDNESS ON MONITISED VEHICLES TO PAST AND CURRENT POLITICAL OFFICE HOLDERS:

Comments: The Sum of **Three Hundred and Fifty-One Million, Eight Hundred and Eight Thousand, Six Hundred and Fifteen Naira Seventy-Five Kobo (₦351,808,615.75)** only was outstanding on monetized vehicles to the past and current political office holder as at 31st December, 2021 out of which the Sum of **One Hundred and Twenty-Eight Million, One Hundred and Fifty-Eight Thousand, Seven Hundred and Four Naira, Twenty-Four Kobo (128,158,704.24)** only was paid, leaving a balance of **Two Hundred and Twenty-Three Million, Six Hundred and Forty-Nine Thousand, Nine Hundred and Eleven Naira, Fifty-One Kobo (₦223,649,911.51)** only to be recovered by the office of the Accountant-General as detailed in Appendix II.

Recommendation: The Government is advised to make monthly deduction from salaries of the concerned current political office holders. Also, those who are not currently holding any office but still have outstanding claims from the State Government should use same to defray their outstanding balance. In another way, those who do not have any claims should be contacted or have their names published in the newspapers.

5.0 MINISTRY OF ARTS, CULTURE AND TOURISM:

5.1 REVENUE GENERATION

COMMENT: Audit observed that the Sum of **One Million, Seven Hundred and Thirty-Three Thousand, Two Hundred and Fifty Naira (₦1,733,250.00)** only was generated by the Ministry for the period under review which represented **43.33%** performance. Audit is of the opinion that the Ministry can improve on Revenue Generation in the year 2023.

RECOMENDATIONS:

i. The Ministry should look inward and diversify its operation in order to ensure better performance in terms of Revenue Generation in the year 2023.

ii. The State Government should patronize the Cultural Troupe and the Cultural Hall for its various activities to boost internally generated revenue.

iii. Necessary facilities that will attract tourists within and outside the State should be provided at Fajuyi Park Ado-Ekiti to increase the internally generated revenue.

6.0 MINISTRY OF JUSTICE

6.1 REVENUE PERFORMANCE

COMMENT: Audit review of revenue showed that **Ninety-Nine Million, Seven Hundred and Forty-Nine Thousand, Thirty-Four Naira, Forty-Seven Kobo (₦99,749,034.47)** only was generated from Oath Fees, Admin Fees, Sales of Journal and Publication, Parastatals, Local Government and Corporate, Legal Fees, representing **40%** of the expected budgetary Provision of the above stated revenue items for year 2022. Audit observed that there were generally low performances from the revenue heads.

RECOMMENDATION

The Ministry should look inward and intensify efforts to improve its performance in revenue generation relating to all the revenue heads.

8.0 MINISTRY OF HEALTH AND HUMAN SERVICES

8.1 REVENUE GENERATION

COMMENT: Audit observed that the Sum of **Two Million, Eight Hundred and Fifty-Four Thousand, Three Hundred and Sixty-Five Naira (₦2,854,365.00)** only was generated by the Ministry for the period under review, which represented **28.54%** performance. Audit is of the opinion that the Ministry can improve in Revenue Generation in the year 2023.

RECOMMENDATION: The Ministry should put more effort in its operation in order to improve the performance in Revenue Generation in the year 2023.

9.0 MINISTRY OF FINANCE

9.1 INVESTMENT

Two (2) Investments with total value of **N1,175,144,342.00** was recognized in the year under review, the figure is N80,100,000 less than the previous year which was N1,255,244,342.00. The decrease was as a result of reduction of the investment in Ire Clay Products Ltd from N267,000,000.00 in year 2021 to N186,900,000 in the year 2022. Audit however had not been able to identify any income accrued to the state purse from this investment.

9.2 INVESTMENT PROPERTY

The investment property showed a net book value of N22,523,420,102.10 as at 31st December, 2022 after annual depreciation of N503,699,951.06 was charged. The increase in Net book Value of investment property for the year under review from N12,227,972,500.00 in the previous year was as a result of new investment properties that were recognized during the year under review.

There were no returns recognized from the investment property which had a cumulative depreciation of N2,661,577,451.06. The fact that the property investments did not yield any revenue despite depreciation charged yearly is of serious concern to audit.

10.0 OFFICE OF THE DEPUTY GOVERNOR

10.1 LOSS OF FUND

COMMENTS: During the period under review, it was discovered that a sum of #13,985,720.00 was lost to armed robbery attack along bank road Ado-Ekiti on 8th June,2022. The money which was part of May 2022 running grant was meant for the running of day-to-day operations of the Deputy Governor's Office. However, the loss was as a result of non-compliance with the extant rules and regulations as well as section 13002 of Financial Administration and Treasury Circular EKS/AG 18 VOLIX/85 of 5th May, 2021 on movement of cash in Ekiti State Public Service.

RECOMMENDATION: Aforementioned laws and regulations should be strictly adhered to in preventing re-occurrence of this kind of incident in the future.

11.0 CABINET AND SPECIAL SERVICES DEPARTMENT

11.1 Expenditure not supported by proper records of Accounts: Payment of N**500,000,000.00** towards the procurement of Fire Fighting Truck for Ekiti State Cargo Airport (part payment).

Comments: The above represents the payment made towards the procurement of Fire Fighting Truck for Ekiti State Cargo Airport in September, 2022. See appendix V.

Audit scrutiny revealed the following irregularities:

I. There were neither delivery notes nor store received voucher as an evidence that the items purportedly purchased were delivered for government use contrary to the Provisions of Sections 37006 and 39002 of Financial Administration.

II. Fire Fighting Truck purportedly purchased were not recorded in any Non-Current Asset Register of the Cabinet and Special Services Department contrary to the Provisions of Section 37006 and 39002 of Financial Administration.

III. The payment was not supported with proper records of account such as bills, invoices and payment Receipt for the expenditure contrary to the Provisions of Section 10004 of Ekiti State Financial Administration.

IV. The payment Release Warrant no 0025035 valued **₦786,606,636.45** issued from the State Ministry of Finance being the amount due for payment on BPP Certificate of payment were not in tandem with the amount of Five Hundred Million Naira (₦500,000,000.00) purportedly paid to the vendor.

V. The item (Fire Fighting Truck) purportedly purchased was not produced for physical verification during the Audit Inspection exercise.

VI. The payment voucher was devoid of State Tender Board's (STB) approval.

In view of the above anomalies, Audit could neither ascertain the specification as required in the approval nor confirm the genuineness of the purported expenditure.

Recommendation: The Cabinet and Special Services Department should explain or recover the sum of ₦500,000,000.00 involved and produce recovery particulars for Audit verification.

11.2 STORE MANAGEMENT:

Comments: Audit examination revealed that the Management of stocks and its control in the establishment was poor as some items purportedly purchased were not taken on ledger charge contrary to the Provisions of Section 37006-37009 of Ekiti State Financial Administration.

Recommendation: The importance of Store Ledger Control and accountability cannot be over emphasized. Efforts should be intensified to see that the following records are properly maintained without further delay:

1. Main Store Ledger
2. Store Receipt Voucher
3. Store Issue Voucher
4. Store Requisition Form
5. Store Bin Cards

11.3 NON-CURRENT ASSET REGISTER

Comment: Non-Current Assets Register was not put in place despite the comment in the last Audit Inspection Report. The Register is for keeping proper records of the Non-Current Assets (Fixed or Tangible Assets) of the Cabinet and Special Services Dept. This made it practically impossible to ascertain and confirm both the numbers and locations of the Tangible Assets on ground and additions during the period under review. This is contrary to the Provision of Section 46020 of Ekiti State Financial Administration.

RECOMMENDATION:

As a matter of urgency, a comprehensive Non-Current Asset Register must be put in place and all Non-Current Assets of the Office should be recorded into the Non-Current Asset Register which should be produced for Audit scrutiny.

12.0 DRUG MANAGEMENT AND HEALTH SUPPLY AGENCY

12.1 OUTSTANDING MATTERS

12.2 LOSS OF FUND ARISING FROM SALES OF DRUGS:

COMMENTS: Loss of fund amounting to ₦7,784,961.09 involving Mrs. C.K. Akinleye (Cashier) was discovered and reported. The Inspection and separate loss reports in these regards have been issued by the Office of the State Auditor-General. The Inspection Report reference number EK/DC&GA/CMS/4/19 of 20th September, 2015 refers.

RECOMMENDATION: All necessary steps must be taken by the Management of the Central Medical Store for full recovery of the loss. And more importantly, the Internal Control should be tightened by Management to forestall future occurrence.

12.3 TRADE DEBTORS

COMMENTS: List of Trade Debtors amounting to ₦41,401,921.14 was made available to the Audit Team by the Central Medical Store. Audit scrutiny of the Debtors list revealed that many of them were long overdue for recovery. See **Appendix III** for details.

13.0 EKITI STATE SCHOOLS' AGRICULTURE AND ENTERPRISES AGENCY, ADO-EKITI

13.1 AUDIT INSPECTION AND VERIFICATIONS OF THE SCHOOLS' ENTERPRISE PROJECTS

COMMENT: A team of Auditors from the Office of the State Auditor-General and the Chief Internal Auditor attached to the Board embarked on an Inspection tour of the Projects between June 20th and 23rd, 2017 and below are the general observations.

13.1.1 ADO, IKERE AND AYEDE BAKERIES

The 3 bakeries were functioning though they were operating below optimal level. Ado and Ikere bakeries were being supervised by the Agency's appointed Enterprise Officers and they were remitting an agreed monthly return to the Agency.

Though, there were no returns from Ayede Bakery for the year 2015, the sum of ₦30,000.00 was realized from the baker in 2016.

Audit findings revealed that the School Management did not know anything about the affairs of the bakery while no Enterprise Officer showed up during the inspection exercise. Further investigations revealed that one Mr. Eweje (DERBYFOL BAKER) of No 1A, Ajenikoko close, Oke-Ureje, off Poly Road, Ado-Ekiti has been operating the bakery since January, 2015 without any lease Agreement.

13.1.2 OKE IMESI, OYE AND EMURE POULTRIES

The 3 Poultries were not functioning. The premises of Oye Poultry was well taken care of by the School while that of Oke-Imesi and Emure were covered with bush but the facilities were still there.

13.1.3 NYLON PROCESSING, METHODIST GIRLS', IFAKI

Nylon processing machines were supplied to the site by Astec Nig. Ltd at a cost of ₦2,500,000.00. The equipment was left in the rain outside the factory site, un-installed since 2008 and full payments had been made to the Engineer/Contractor.

13.1.4 CASSAVA PROCESSING, IJANMODU

The Processing Machines were supplied and installed by Techo Quip Ltd at the cost of ₦6,400,000.00 in 2008. The equipment was poorly installed while the 'Blower' got blown off at the point of test- running. The Contractor did not bother to fix the blower ever since and full payments had been made.

13.1.5 CUSTARD/BEVERAGE PRODUCTION, IMESI-ILE

Supply and installation of machines to the site was undertaken by Techo Quip Ltd at a cost of ₦3,019,500.00 in 2008. The Industry could not commence operation due to bad installation and bad Generator supplied to the site. The Contractor has not rectified the installations and surprisingly he had collected the full contract sum.

13**.1.6EYEMOTE PRINTING MILL, IYIN**

The Machine supplied to the site by Techo Quip Ltd at the cost of ₦2,717,550.00 is a sub-standard one. It was no longer working as at the time of Audit visitation to the site. A pointer to this was the case of an award of printing of 74,100.00 copies of exercise books given to the printing press by SEPIP at a cost of

₦5,928,000.00 which was in turn contracted out to SUNDAY AJIKE PRINING CO., Ilorin/Lokoja due to inability of the Printing Press to handle the job. It was also evident that the School could not maintain the site.

13.1.7 OTHER NON-FUNCTIONAL CENTRES

Feed Mill, Government College, Ado-Ekiti with carcass of Mixer and Crusher left, interlocking paving stones with water tank and 20 sqm paving stone left, block making, Government College, Ikere with carcass of moulding machine and water tank left, furniture factory, Usi with plain and circular machines, Generator and Drilling Machine left and P.K.O. Factory with Mikano and other materials were intact.The Team has no access to Piggery Project Site at Ifaki because it is located in the former premises of Ifaki Grammar School now taken over by the Education Department of Ekiti State University.

13.1.8 MISSING MATERIALS/ITEMS NOT FOUND AT SITE

The Audit Team could not ascertain full list of missing materials because the list of materials originally supplied to each Centre could not be obtained from the Agency. This was so because the Enterprise Officers were in charge while the Principals were not fully involved from the inception of the programme. However, below are the missing items;

a. Generators not found

- Mary Immaculate Sewing Centre
- Ado, Ikere and Ayede Bakeries
- Methodist Girls Nylon Factory, Ifaki

- Block Industry, Ikere

b. Feed Mill, Government College, Ado. The two electric motors powering the crusher and the mixer had been stolen.

c. Furniture Factory, Usi two electric motors powering the plain and circular machines had been stolen.

d. The Motorcycle(s) purportedly purchased at a cost of ₦550,000.00 to Ayede and Ijan Centres by Remi Abimbola on 26/1/10 could not be located.

e. A set of Demonstration Chair contracted to one Prince Tunde Aladegbami at a cost of ₦250,000.00 on 4/6/10 could not be found at Usi Furniture Centre.

f. Fire fighter equipment purportedly supplied to 19 different centers by Teddy Ltd on 12/7/09 at a cost of ₦840,000.00 could not be located.

13.1.9 DEBTORS TO THE AGENCY.

COMMENTS: The under listed bodies and Individuals are owing the Agency.

a) Ricabim Nig. Ent. is owing ₦360,800.00 on the Interlocking Stones sold to him sometimes in 2013. (See handing over note dated 24/3/13).

b) Elder Mike Esan is owing 18 crates of egg amounting to ₦6,120.00 on 15/4/10.

c) Hon. Amire and Ibigbami (Board Members) jointly owing Forty-Five (45) crates of egg amounting to ₦15,300.00 on 15/4/10 (see page 23 of Oke-Imesi Poultry file).

d) Oye Poultry was leased to Blue Pond Farms in August 2012 and terminating in 2016 at ₦360,000.00 per year. He left in 2015 and paid only ₦100,000.00 in May 2014 leaving a balance of ₦980,000.00.

13.1.10 GENERAL RECOMMENDATIONS

- **BAKERIES:** It is recommended that the 3 bakeries should be fully handed over to the Management of the Schools for effective and efficient utilization.
- **POULTRIES:** The 3 Poultries should be put in proper shape and fully handed over to the Schools. The Principal of Government College, Oye has already indicated the intention of the School to take over if given the opportunity.
- All other projects that are capital intensive which can not be maintained by the Schools like Methodist Girls Nylon, Ifaki, Ijanmodu Cassava Industry, Ojugbaye Beverages, IyinP.K.O. and Eyemote Printing Press should be valued and sold off because the present position of the projects may not be attractive for leasing arrangement. Alternatively, the government should make money available for the resuscitation of the projects.
- The scraps at the Centres that are almost empty like Block making site at Government College, Ikere, Ola Oluwa Grammar School, interlocking paving site and Government College Feed Mill, Ado should be valued and sold off.
- Efforts should be made to replace the electric motors stolen from Usi furniture Centre so that the place could be revamped. The Principal has equally expressed his resolve to support the Centre if given the opportunity.
- Finally, a Panel should be set up to look into the following:

1. How it was possible to effect full payments for Project poorly or not fully executed e.g. Methodist girls Nylon Factory, Ijanmodu Cassava Factory, Science College, Iyin P.K.O. and Ojugbaye Custard/Beverage Industry.
2. The sum of ₦9,580,750.00 paid to Hamisully Ltd for supply of Generators to 19 Centres should be looked into because some were reported to be in bad state while others could not be found e.g.Ojugbaye, Mary Immaculate, Ado, Ikere and Ayede Bakeries, Methodist Girls, Ifaki and Block site at Government College, Ikere.
3. The sum of ₦840,000.00 paid to Teddy Nig Ltd for the supply of fire fighters to 19 Centres which could not be located should be investigated.
4. The sums of ₦21,785,849.50 and ₦40,600,000.00 totaling ₦62,388,849.50 on renovation of some factory buildings and working capitals respectively should be investigated. This is because poorly executed jobs, lack of maintenance and working capital greatly contributed to the collapse of most of the projects.
5. All the materials reported missing or that could not be located should be investigated.
6. All debts owed the Agency should be verified and recovered fully from the debtors.
7. Leasing Contract of Science School, Ayede Bakeries to Mr. Eweje-DERBYFOL BAKER should be investigated and total money due to the Agency from the lease since January, 2015 should be determined and recovered fully.
8. The Panel should also proffer workable solutions or plans towards getting the Agency back on her feet.

14.0 HOUSING CORPORATION 2018 ACCOUNTS

14.1 LOSS OF FUND

COMMENT: The Ekiti State House of Assembly arrived at a resolution that the loss of fund amounting to N10,662,691.00 involving Barr Babasoji Awe (G.M) and the two other officers of the corporation occurred between 1st January 2014 and 30th September, 2018 should be reduced to N5,462,671.00 having considered the payment of the sum of N5,200,000.00 paid as severance allowance to the members of the Board as appropriate.

RECOMMENDATION: The Management should set machineries in motion towards full recovery of the losses and the State Auditor-General must be informed appropriately.

15.0 EKITI STATE MICRO-FINANCE AND ENTERPRISES DEV. AGENCY, ADO-EKITI

15.1 UNRECOVERED OUTSTANDING LOAN

COMMENTS: A loan of ₦1,143,157,690.00 granted to various mentors who in turn distributed the loan to the beneficiaries across the Sixteen Local Government Areas of Ekiti state was still outstanding. The summary of loans disbursed to mentors is attached as **Appendix IV** while the details were included in the 2014 Domestic report.

16.0 EKITI STATE ENVIRONMENTAL PROTECTION AGENCY (SEPA)

16.1 OUTSTANDING MATTERS FROM PREVIOUS REPORT

16.2 LOSS OF FUND (₦ 15,600,000)

Comment: It would appear that a loss of fund amounting to Fifteen Million, Six Hundred Thousand Naira (₦ 15,600,000) only, discovered by Audit involving Mr. Agbana Olalekan Sunday has not been resolved. The loss report had been made a subject of Audit Query AQ/SEPA/02/01/18 in 2018 Auditor-General's report.

Recommendation:

The management of SEPA should attend to the above outstanding matter and forward to the of Ekiti State Auditor-General all the particulars of recovery for Audit verification.

17.0 GENERAL ADMINISTRATION DEPARTMENT (GAD)

17.1 PROCUREMENT OF OFFICE FURNITURE, EQUIPMENT AND INTERIOR DECORATION EXECUTED BY GENERAL ADMINISTRATION DEPARTMENT, ADO-EKITI FOR EKITI STATE LIAISON OFFICE, LAGOS.

Following the execution of the above-named capital expenditure which was awarded on the 6th October, 2020 at a cost of Ninety-Nine Million, Nine Hundred and Ninety-Five Thousand, One Hundred and Thirty-Five Naira and Thirteen kobo (₦ 99,995,135.13) only, in favour of the vendor ACE ROSTAL VENTURES LIMITED, as detailed below:

S/N	PARTICULARS	AMOUNT ₦	AMOUNT TOTAL ₦
1.	Curtains, curtain lining and day blind	32,755,500.00	
1b.	VAT	2,655,851.35	
	Total cost of curtain, curtain lining and day blind		35,411,351.35
2.	Office furniture and equipment.	59,740,000.00	
2b.	VAT	4,843,783.78	
	Total cost of office furniture and equipment.		64,583,783.78
	GRAND TOTAL		**99,995,135.13**

OBSERVATIONS:

ITEMS ON THE BILL BUT NOT SUPPLIED.

COMMENTS:

The review of the Bill and physical assessment of items supplied revealed that; out of the total Office equipment worth Sixty-Four Million, Five Hundred and Eighty-Three Thousand, Seven Hundred and Eighty-Three Naira and Seventy-Eight Kobo (₦ 64,583,783.78) only, Office equipment worth Twenty-One Million, Two Hundred

Thousand (₦21,200,000) only were not available for confirmation. A further evaluation revealed that some items on the Bill were converted to other items not bided for without necessary approvals in contravention of provisions of section 31(4,7 & 8) of Ekiti State Public Procurement Law No.4,2020.

RISK: Where provisions made on the Bill were either altered by the vendor without due process or not supplied, such practice may encourage wasteful spending of public fund.

RECOMMENDATIONS:

1. The Accounting Officer should ensure that vendors are properly guided to adhere strictly to the provisions made in the Bills as well as total compliance with the enabling laws to address future infractions of this nature.
2. The Department should ensure that the vendor (ACE ROSTAL VENTURES LIMITED) is compelled to supply the outstanding equipment and evidence brought to audit for confirmation before further payment is made. Attention is drawn to section 28(10) of Audit Service Law No.3 of 2021 in this regard.

NON-ADHERENCE TO SPECIFICATIONS

COMMENT:

In the course of Audit physical verification, it was revealed that most of items purportedly quoted on the bill which included Computers, Office Equipment, Chandelier and many others were without specifications. Meanwhile, other items supplied by the vendor such as LG TV etc were grossly below specification. Furthermore, Audit also express reservation on the outrageous cost placed on those items after market survey. This is contrary to the provision of Procurement Law No.4 of 2020.

RISK: If items on the Bills are not specified appropriately, supplier may be at liberty to procure substandard Materials thereby shortchanging the Government.

RECOMMENDATION:

The procurement Officer in GAD and by extension the BPP must ensure that appropriate costing mechanism are in place in compliance with above provision for future reference.

ITEMS SUPPLIED BUT NOT BILLED

COMMENTS:

Audit observed that items such as dining set and partial rugs at VIP GUEST room 1&2 were supplied but not bided for by the Vendor. This was a clear departure from the provisions of section 31 (4,7 & 8) of Ekiti State Public Procurement Law No.4, 2020.

RECOMMENDATION:

The procuring Ministry should ensure supervision of the vendor in order to curb their excesses against non-compliance with statutory provisions in future.

ITEMS FOR CURTAIN, CURTAIN LINING AND DAY BLIND.

COMMENTS:

The above items with a contract sum of Thirty-Five Million Four Hundred and Eleven Thousand, Three Hundred and Fifty-One Naira and Thirty-Five Kobo (₦ 35,411,351:35) only were installed at their different positions and locations already therefore, Audit could not ascertain the units/yards supplied by vendor.

3 E's of monitoring

Economy: The Economy of the project seemed to have been jettisoned as the time value of money was not considered in the procurement of the items i.e., curtain lining, office furniture and equipment. The prices on the quotation prepared in 2020 when the project was initiated had been affected by inflation as at the time when the contract was awarded and executed in 2022.

Efficiency: In the opinion of audit, the efficiency of the aforementioned project could not be ascertained as the maximum outputs could not be achieved within the time frame approved in the letter of Award of Contract due to delay in the release of fund for the project.

Effectiveness: The Effectiveness of the project could not be determined by Audit as a result of;

1. Non procurement of items that worth Twenty-One Million, Two Hundred Thousand Naira (₦ 21,200,000) Only
2. Non-Adherence to specification i.e Computers, Office Equipment, Chandelier etc, which were procured without specifications, while items like LG Television etc, were procured below specifications.
3. For items like curtain, curtain Lining and Day Blind, the units/yards procured by the vendor remain obscured.

18.0 OVERVIEW OF CAPITAL PROJECTS AS AT 31ST DECEMBER, 2022

18.1 CONTRACT AWARDED: A total of Sixty-Six (66) STB letters/returns were sent to Audit for Monitoring and Evaluation for the year ended 31st December, 2022. The summary of which were:

Contracts- 40

Direct Labor- 26

Total 66

SUMMARY OF PROJECTS/CONTRACTS AWARDED IN MINISTRIES, DEPARTMENTS AND AGENCIES AS AT 31ST DECEMBER, 2022

MDAS	TOTAL CONTRACTS / PROJECTS	CONTRACTS AWARDED	DIRECT LABOUR	PROJECTS MONITORED	PROJECTS NOT MONITORED
EKITI FADAMA	9	9	-	9	-
GOVERNMENT HOUSE AND PROTOCOL	3	3	-	3	-
SEMA	1	1	-	1	-
TRANSMISSION COMPANY OF NIGERIA	4	2	2	4	-
MINISTRY OF ENVIRONMENT AND NATURAL RESOURCES	1	1	-	1	-
CABINET AND SPECIAL SERVICES DEPT	1	1		-	1
EKITI STATE HOUSING CORPORATION	5	-	5	5	-
EKITI STATE DEV. &INVESTMENT PROMOTION AGENCY	1	1	-	1	-
PUBLIC WORKS CORPORATION	1	-	1	1	-
BUREAU OF LAND SERVICES	1	1	-	1	-
GEN ADMINISTRATION DEPT	4	1	3	3	1
EKITI STATE HOUSE OF ASSEMBLY SERVICE COMMISSION	1	-	1	1	-

MIN. OF INFRASTRUCTURE AND PUBLIC UTILITIES	5	1	4	5	-
MIN OF WORKS &TRANSPORTATION	12	12	-	7	5
ENVIRONMENTAL PROTECTION AGENCY	2	-	2	1	1
MINISTRY OF EDUCATION, SCIENCE AND TECHNOLOGY	4	-	4	4	-
BOARD FOR TECHNICAL AND VOCATIONAL EDUCATION.	6	6	-	5	1
BUREAU FOR SPECIAL PROJECTS	3	-	3	3	-
STATE UNIVERSAL BASIC EDUCATION	1	1	-	1	-
MICRO ENTERPRISES DEV. AGENCY	1	-	1	-	1
TOTAL	**66**	**40**	**26**	**56**	**10**

Source: Letters of Award and Returns from Ministries, Departments and Agencies

Comment: Audit observed that all awarded contracts passed through the Bureau of Public Procurement (BPP) for vetting. The total contracts sum was Fifty Billion, Two Hundred Million, Five Hundred and Fourteen Thousand, One Hundred and Fifty-Seven Naira, Thirty Kobo (**₦50,200,514,157.30)** only, out of which a sum of Eleven Billion, Six Hundred and Eighty-Nine Million, Two Hundred and Thirty-Two Thousand, Nine Hundred and Ninety-Five Naira, Twenty-Five Kobo (**₦11,689,232,995.25)** only was paid. A sum of Thirty-Eight Billion, Five Hundred and Eleven Million, Two Hundred and Eighty-One Thousand, Two Hundred and Two Naira, Ten Kobo **(₦38,511,281,202.10)** only was outstanding as at 31st December, 2022. See details as attached in appendix VI.

Pricing: It was the sole responsibility of the Bureau of Public Procurement (BPP) to establish pricing standards and benchmarks on all projects during the period under review.

Observations: The following observations were made during the monitoring and evaluation of projects activities in the year under review.

a. 66 projects were executed in the year under review, 26 were carried out through direct labour while 40 were on contract.
b. Some of the projects were not adequately monitored: This was sequel to lateness in the arrival of STB award letters to the Office of the Auditor-General, some letters of award were not received at all, coupled with little or no cooperation from executing MDAs. Consequently, Audit could not determine the Economy, Efficiency and Effectiveness (3Es) of the affected projects during the period.
c. Contract Registers: Contract registers were not properly maintained in the relevant MDAs; as some were not kept at all while some were not updated.

Recommendations:

a. Efforts should be made by all MDAs to inform the Office of State Auditor General at the commencement of every project to ensure that all projects are properly monitored to determine their Economy, Efficiency and Effectiveness.
b. Detailed attention should be given to the preparation and maintenance of contract registers in all relevant MDAs as advised in the previous report.

03/07/23.

Adeuya, Victor Oluwole (ACArb, CFA, FCA)
FRC/2021/009/00000023353
Auditor-General,
Ekiti State

APPENDIX I

MINISTRY OF EDUCATION, SCIENCE AND TECHNOLOGY

Details of Vehicles Allocated to Other Ministries

S/N	MODEL OF VEHICLES	REGISTRATION NUMBER	MINISTRIES/PERSON ALLOCATED	REMARK
1.	Toyota Hiace	06A017EK	Office of the Deputy Governor	Old release
2.	Toyota Hilux	06A019EK	"	"

3.	Toyota Hiace	06A018EK	"	"

APPENDIX II
OFFICE OF THE ACCOUNTANT-GENERAL
MONETIZED VEHICLES' LEDGER BALANCES AS AT 31ST DECEMBER, 2022 PREVIOUS OUTSTANDING BALANCES

S/N	NAME	OUTSTANDING BALANCE (₦)
1.	ADEOTI .S. ABAYOMI	3,600,000.00
2.	OKE OLAYIWOLA	3,450,000.00
3.	AFUYE FUNMINIYI	3,450,000.00
4.	ODEBUNMI OLABODE. G	3,450,000.00
5.	ADEDIPE CHURCHILL. O	3,450,000.00
6.	AJIDARA SAMUEL. R	3,450,000.00
7.	ALUKO ADEOLU	3,450,000.00
8.	AJEWOLE ASAOLU	3,450,000.00
9.	AJAYI PETER	3,450,000.00
10.	AKOMOLAFE BOLU	3,450,000.00
11.	FAKOREDE OLUWAFEMI	3,450,000.00
12.	MORAKINYO ADEBAYO	3,450,000.00
13.	OLANIPEKUN TOPE	3,450,000.00
14.	TAIWO DAVID	3,450,000.00
15.	ISIAKA RAFIU. F	3,450,000.00

16.	ADUNMO RUFUS. S	3,450,000.00
17.	AJIBADE SUNDAY OWOLABI	3,450,000.00
18.	OLOWOOKERE ABIOLA	3,450,000.00
19.	ADELEYE FEMI	3,450,000.00
20.	ADEWALE SAMUEL	3,450,000.00
21.	OGUNSUYI MICHAEL	3,450,000.00
22.	KOLAWOLE BISI	3,450,000.00
23.	MICHAEL. J. AYODELE	3,450,000.00
24.	OKE OLUSOLA	3,450,000.00
25.	OLATUNJI ODEYEMI	3,480,000.00
26.	BAMISILE OLUFEMI. R	3,450,000.00
27.	HON. OKUNSANYA FRANCISCA	1,506,763.00
28.	HON. AKIN-FASAE BIODUN	754,080.58
29.	HON. KEHINDE DARAMOLA	225,555.99
30.	HON. OMOTUNDE ADELABU	120,833.32
31.	HON. JACOB ADEWUMI	120,840.06
32.	CHIEF REUBEN AKOMOLAFE	120,833.32
33.	HON. ODETOLA BABATUNDE	179,197.95
34.	HON. TAYO EKINDAYO	1,333,305.58
35.	HON. WALE FAPOHUNDA	1,793,402.46

36.	HON. KEHINDE OJO	182,697.95
37.	HON. OLUWOLE OJO	583,811.23
38.	HON. RANTI ADEBISI	708,245.58
39.	HON. BAYO AINA	583,811.23
40.	HON. ISIOLA AKINGBADE	583,811.23
41.	HON. EBEN ALADE	2,635,247.28
42.	HON. GEORGE OJO	2,760,876.31
43.	HON. STEPHEN ADETUNJI	1,589,798.81
44.	ENGR. T. FAKOYEDE	2,784,373.58
45.	HON. BAYO ADENIRAN	120,833.42
46.	HON. BABALOLA OLORUNFEMI	1,258,639.89
47.	HON. IBIRINDE FOLUSO	703,169.98
48.	HON. BUNMI AWOTIKU	2,516,031.56
49.	HON. S. F. LAWAL	2,996,666.80
50.	HON. FAKIYESI KOLAWOLE	382,010.03
51.	HON. BAKARE MODUPE	300,207.06
52.	HON. ALADE JONATHAN	623,169.98
53.	HON. SIMEON ADEYANJU	1,458,489.48
54.	HON. BAMIDELE OLOLADE	4,506,641.26
55.	HON. CHIEF AKOSILE GEORGE	3,533,333.34

56.	HON. OTUNBA ADEDAYO	4,282,133.60
57.	ARCH. EBUNAWOYEMI	3,682,133.60
58.	HON. TOLANI OLUFEMI	3,682,133.60
59.	HON. BAYO IDOWU	4,066,665.00
60.	HON. ADEREMI AJAYI	4,066,665.00
61.	HON. MORAKINYO ADEBAYO	3,618,123.00
62.	HON. AFOLABI POPOOLA	4,066,665.00
63.	AYENI ADEWALE DAVID	500,000.00
64.	OMODARA BENSON OLAPOSI	300,000.00
65.	OLAYANJU OLAREWAJU	300,000.00
66.	AKANNI AFOLABI	300,000.00
67.	JEJE SAMUEL ABIOLA	500,000.00
68.	AKANBI-AWOTIKU OLUWABUNMI JOSEPH	496,670.00
69.	FAJEMILEHIN AYODELE THOMAS	1,300,000.00
70.	ALAGBADA ADENIRAN EBENEZER	400,000.00
71.	ONIGIOBI OLAWALE PATRICK	1,500,000.00
72.	FASANMI TEMITOPE OLASEHINDE	500,000.00
73.	AKINLEYE EKUNDAYO SIMON	1,300,000.00
74.	AROGUNDADE MUSA SAMUEL	300,000.00
75.	ALADEYELU HENRY OLUSANYA	1,300,000.00

76.	DADA CECILIA BOSEDE	400,000.00
77.	ADEWUMI OLUSEGUN MAYOWA EMMANUEL	300,000.00
78.	ANIMASAUN ADESINA BAMIDELE	900,000.00
79.	ADEDEJI MICHAEL ADENIYI	900,000.00
80.	FAJANA OJOADE EMMANUEL	1,400,000.00
81.	OMOTOSO OLAYODE JACOB	300,000.00
82.	OMOTOSO SAMUEL IDOWU-BABAJIDE	1,300,000.00
83.	OWOLABI-AKERELE TITILAYO VALERIE	300,000.00
84.	AKINYELE OLATUNJI SUNDAY	1,300,000.00
85.	OLUGBEMI DELE JOSEPH	2,500,000.00
86.	ADESUA AYODEJI SAMUEL	3,000,000.00
87.	ADEYINKA OWOEYE OLUSOLA MICHAEL	2,300,000.00
88.	EHINAFE ODUNAYO	2,400,000.00
89.	KAYODE OSO	3,000,000.00
90.	WOLE AKOMOLAFE	300,000.00
91.	BAYO OJO	3,000,000.00
92.	CHIEF FALAYI	1,400,000.00
93.	OLOWOYO SEGUN	3,000,000.00
94.	AJAYI OWOSENI	1,500,000.00
95.	IDOWU OGUNTUASE	368,958.23

96.	OLUMUYIWA ADE-FATOBA	368,958.23
97.	EMMANUEL OLAJIDE OWOLABI	885,499.62
98.	ALE JAMES AGBELUSI	368,958.23
99.	OJO OLABANJI JOHNSON	2,435,124.99
100.	ADEYIOLA IBITOYE MICHAEL	368,958.23
101.	OLOFIN KUNLE	368,958.23
102.	OMOLE OLADIMEJI AYOTUNDE	368,958.23
103.	OMODARA OLASEHINDE VINCENT	368,958.23
104.	HON. DAPO KOLAWOLE	15,100,000.00
	TOTAL	**213,841,199.44**

CURRENT OUTSTANDING BALANCE

S/N	NAME	OUTSTANDING BALANCE (₦)
1.	HON. BIODUN OYEBANJI	2,745,992.07
2.	HON. BIODUN OMOLEYE	4,338,324.88
3.	HON. MARGARET FAGBOYO	224,395.12
4.	PELEMO DARE	500,000.00
5.	HON. OLABODE ADETOYI	500,000.00
6.	HON. OLADIRAN ADESUA	250,000.00
7.	DR. MRS. OLABIMPE ADERIYE	500,000.00
8.	DR. OYEBANJI FILANI	250,000.00

9.	HON. AKIN OMOLE	250,000.00
10.	HON. TOPE OGUNLEYE	250,000.00
	TOTAL	**9,808,712.07**

SUMMARY

PREVIOUS OUTSTANDING BALANCES	213,841,199.44
CURRENT OUTSTANDING BALANCES	9,808,712.07
TOTAL	**223,649,911,51**

APPENDIX III

DRUG MANAGEMENT AND HEALTH SUPPLY AGENCY

SUMMARY OF TRADE DEBTORS

S/N	DETAILS	AMOUNT
1	PPMVL	4,729,726.93
2	TERCIARY & SECONDARY	14,108,549.51
3	TRADE DEBTOR	15,064,484.70
	TOTAL	33,902,761.14
	2019 FINANCIAL YEAR DEBTOR (SPHCD)	7,499,160.00
	TOTAL (DEBTORS)	**41,401,921.14**

APPENDIX IV

EKITI STATE MICRO-FINANCE AND ENTERPRISE DEV. AGENCY

S/N	LOCAL GOVERNMENT	AMOUNT DISBURSED	AMOUNT REPAID	AMOUNT OUTSTANDING (PLUS INTEREST)
1	EFON	23,052,000.00	3,452,674.40	28,900,856.00
2	ILEJEMEJE	8,380,000.00	1,097,500.00	8,873,750.00
3	GBONYIN	9,215,000.00	377,650.00	13,359,725.00
4	EKITI WEST	27,810,000.00	1,604,000.00	39,309,000.00
5	IKERE	17,870,000.00	5,226,175.00	18,826,738.00
6	IJERO	20,495,500.00	3,243,751.00	25,874,405.00
7	IREPODUN/IFELODUN	17,375,000.00	1,631,960.00	25,351,500.00
8	IDO/OSI	56,387,000.00	10,144,892.00	73,153,719.00
9	EMURE	13,275,000.00	1,990,500.00	17,296,750.00
10	EKITI EAST	19,870,000.00	4,246,674.00	22,095,488.40
11	OYE	23,645,000.00	2,551,353.00	32,055,527.00
12	ISE/ORUN	8,935,000.00	467,000.00	12,657,000.00
13	IKOLE	39,310,000.00	12,043,900.00	40,378,150.00
ss14	EKITI SOUTH WEST	13,020,000.00	805,400.00	18,215,800.00
15	ADO	9,743,000.00	3,409,500.00	47,234,780.00
16	MOBA	18,715,000.00	1,004,900.00	27,231,300.00
17	OTHER CATEGORIES (I) OTHER CATETORIES (II)	13,480,000.00 566,589,000.00	1,722,797.00 18,188,881.00	19,668,028.00 672,150,179.00
	TOTAL	**937,166,500.00**	**193,209,508.00**	**1,143,157,690.00**

APPENDIX V
CABINET AND SPECIAL SERVICES DEPARTMENT

QUERY NO	SUBJECT	AMOUNT
AQ/CSSD/01/2022	Expenditure not supported by proper records	500,000,000.00
Total		**500,000,000.00**