FINANCIAL AND PERFORMANCE AUDIT OF BUDGET AND RESOURCES UTILIZATION IN BIRNIWA LOCALGOVT EDUCATION AUTHORITY(LEA)FOR THE YEAR 2024

INTRODUCTION

Financial and Performance Audit of budget and resources utilization in Birniwa Local Education Authority (LEA) For the year 2024 assesses how economically, efficiently and effectively the LEA spend its allocated funds to achieve educational goals.

EVALUATION

The Performance Audit evaluate the budget and resources utilization of Birniwa Local Education Authority (LEA) for the year 2024

OBJECTIVE

The objective of this examination is to determine the variance between Budget and Actual expenditure of Birniwa Local Education Authority (LEA)for the year 2024

AUDIT PLAN

This Audit was planned on the Actual expenditure incurred which include: -

-Personal Cost

-Overhead Cost

-Capital expenditure

Which was compared with the budgeted Amount for the period of January-December,2024

DATA COLLECTION

Secondary source of Data from the Audited Financial statement of Birniwa Local Government Council for the year 2024.

DOCUMENT FINDINGS

From the Audited Financial Statement, the Efficiency, Effectiveness, Economy(3es) were analysed as follows: -

(i) EFFECTIVENESS -Actual Expenditure Effectively carried out and measure against budgeted
(ii) EFFICENCY – Budgeted resources are being used wisely.
(iii) ECONOMY-Costs are reasonable for personnel, overhead and Capital expenditure.

OBSERVATIONS

During the Performance Audit carried out, the Following were observed as an issues related to financial activities of Birniwa Local Education Authority (LEA);

1 PERSONNEL COST

The Sum of Five Hundred and Thirty Eight Million, Five Hundred and Sixty Thousand, Two Hundred and Twenty Six Naira Forty Six Kobo ₦538,560,226.46 was Expended as Personnel Cost against the budgeted amount of Five Hundred and Fifty Four Million, Two Hundred and Ninety Thousand, Six Hundred and Thirty Five Naira ₦554,290,635 with Variance of ₦15,730,408.54 that represents 97%. This indicated an effective and efficient utilisation of resources.

2 OVER HEAD COST

There was no expenditure for the period reviewed.

3 CAPITAL EXPENDITURE

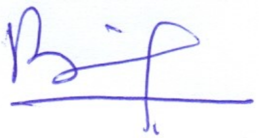
The Sum of Sixteen Million, Seven Hundred and Two Thousand, Seven Hundred and Seventy-Seven Naira Seventy-Nine Kobo ₦16,702,777.79 was expended as capital against budgeted amount of One Hundred and Forty Million Naira ₦140,000,000 with a variance of ₦123,297,222.21 that represents 12%.

This indicated non compliance with budget in operation.

RECOMMENDATIONS

1. Personnel cost Budget and resources were fully utilized
2. The budget need to be review for overhead cost.
3. There is need for improvement on budget compliance.

Find The Table Attached for Details



Bashir Ibrahim Hassan, CNA

Zonal Director, Hadejia.

BIRNIWA LOCAL GOVERNMENT COUCIL

SUPPLEMENTATRY NOTE 1

ACTUAL AND BUDGETTED EXPENDITURE OF LOCAL EDUCATION AUTHORITY						
SECTIONS	ACUTUAL	BUDGETED EXPENDITURE			VARIANCE	PERCENTAGE
PERSONAL COST	EXPENDITURE (A)	INITIAL BUDGET (B)	SUPPLEMENTARY BUDGET	FINAL BUDGET D=(B+C)	E=(D-A)	F=A/D*100
Non-Teaching	49,290,677.21	28,607,371.00	-	28,607,371.00	(20,683,306.21)	172.30
Teaching	489,269,549.25	525,683,264.00	-	525,683,264.00	36,413,714.75	93.07
Adult Education	-	-	-	-	-	-
Sub Total expenditure	**538,560,226.46**	**554,290,635.00**	-	**554,290,635.00**	**15,730,408.54**	**97.16**
OVER COST						
Non-Teaching	-	20,000,000.00	-	20,000,000.00	20,000,000.00	-
Teaching	-	-	5,000,000.00	5,000,000.00	5,000,000.00	-
Adult Education	-	7,156,880.00	-	7,156,880.00	7,156,880.00	-
Sub Total expenditure		**27,156,880.00**	**5,000,000.00**	**32,156,880.00**	**32,156,880.00**	-
CAPITAL EXPENDITURE						
Non-Teaching		10,000,000.00	55,000,000.00	65,000,000.00	65,000,000.00	-
Teaching	16,702,777.79	65,000,000.00	10,000,000.00	75,000,000.00	58,297,222.21	22.27
Adult Education	-	-	-	-	-	-
Sub Total expenditure	**16,702,777.79**	**75,000,000,.00**	**65,000,000.00**	**104,000,000.00**	**123,297,222.21**	**11.93**
GRAND TOTAL	**555,263,004.25**	**656,447,515.00**	**70,000,000.00**	**726,447,515.00**	**171,184,510.75**	**76.44**