FINANACIAL ANDPERFORMANCE AUDIT OF BUDGET AND RESOURES UTILIZATION IN BUJI LOCAL GOVT EDUCATION AUTHORITY (LEA) FOR THE YEAR 2024

INTRODUCTION

A Performance Audit of budget and resources utilization in Buji 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 Buji 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 Buji 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 a period of January-December, 2024

DATA COLLECTION

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

DOCUMENT FINDINGS

From the Audited Financial Statement, the Efficiency, Effectiveness, Economy (3Es) were analysed for as follows

(i) EFFECTIVENESS -Actual expenditure Effectively carried out and measure against budgeted

(ii) EFFICENCY – Budgeted resources are have been wisely used.
(iii) ECONOMY-Costs are reasonable for personnel, overhead and Capital expenditure.

OBSERVATIONS

During the Performance Audit Exercise, the Following were observed as an issue related to financial activities of Buji Local Education Authority (LEA);

1 PERSONNEL COST

The Sum of Five Hundred and Two Million Nine Hundred and Twenty Seven Thousand Eight Hundred and Fifty Two Naira 502,927,852.00 was expended as Personnel Cost against the budgeted amount Four Hundred and Sixty Eight Million Two Hundred and Twenty Four Thousand Three Hundred Ninety Six Naira 468,224, 396.00 the Variance was 34,703,456.00

This indicate that there was a slight over expenditure of 7.41% of the approved budget amount.

2 OVERHEAD COST

The Sum of Twenty One Million Nine Hundred and Eighty Three Thousand Three Hundred and Eighty Six Naira 21,983,386.00 was expended as overhead cost against the budgeted amount Twelve Million Naira 12,000,000.00 the Variance was 9,983,386.00

This indicate that the actual expenditure exceeded the budgeted amount with 83.19%.

3 CAPITAL EXPENDITURE

There was no expenditure on Capital contrary to the approved budget amounting to Forty Million Naira 45,000,000.00. The Variance was 45,000,000.00. This indicate that there was no control on budget implementation on Capital expenditure for the year as no amount utilized leading to poor performance.

RECOMMENDATIONS

1. There should be a strong budget control and monitoring.
2. To avoid poor performance high percentage of capital expenditure should be implemented.

See attached supplementary notes for details of guidance

Supplementary Note: budgeted and actual expenditure

ADAMU IBRAHIM DUTSE CNA

ZONAL DIRECTOR

JAHUN/BIRNIN KUDU, ZONE

BUJI LOCAL GOVERNMENT COUNCIL						
SUPPLEMANTARY NOTE 1						
ACTUAL AND BUDGETTED EXPENDITURE OF LOCAL EDUCATION AUTHORITY FOR THE YEAR 2024						
SECTIONS	**ACTUAL EXPENDITURE (A)**	**BUDGETTED EXPENDITURE**			**VARIANCE**	**PERCENTAGE (%)**
PERSONNEL COST		**INITIAL BUDGET (B)**	**SUPPLEMENTARY BUDGET (C)**	**FINAL BUDGET D=(B+C)**	**E=(D-A)**	**F = D/A*100**
NON-TEACHING	87,520,065.11	89,357,833.00		89,357,833.00	1,837,767.89	97.94
TEACHING	415,407,787.13	378,866,563.00		378,866,563.00	- 36,541,224.13	109.64
ADULT EDUCATION						
SUB TOTAL EXPENDITURE	**502,927,852.00**	**468,224,396.00**		**468,224,396.00**	**- 34,703,456.00**	**107.41**
OVERHEAD COST						
NON-TEACHING	21,983,386.65	7,000,000.00		7,000,000.00	- 14,983,386.65	314.05
TEACHING			5,000,000.00	5,000,000.00	5,000,000.00	-
ADULT EDUCATION					-	
SUB TOTAL EXPENDITURE	**21,983,386.00**	**7,000,000.00**	**5,000,000.00**	**12,000,000.00**	**- 9,983,386.00**	**183.19**
CAPITAL EXPENDITURE						
NON-TEACHING		15,000,000.00	30,000,000.00	45,000,000.00	45,000,000.00	-
TEACHING						
ADULT EDUCATION						
SUB TOTAL EXPENDITURE						
GRAND TOTAL		**15,000,000.00**	**30,000,000.00**	**45,000,000.00**	**45,000,000.00**	**-**