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

INTRODUCTION

A Performance Audit of budget and resources utilization in Dutse 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 Dutse 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 Dutse 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

We used the secondary source of Data from the Audited Financial statement of Dutse 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 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 Dutse Local Education Authority (LEA);

1 PERSONNEL COST

The Sum of Three Hundred and Fifty Nine Million Sixty Six Thousand Five Hundred and Thirteen Naira Thirty Two Kobo ₦359,066,513.32 was expended as Personnel Cost against the budgeted amount of Two Hundred and Forty Seven Million Nine Hundred and Sixty Nine Thousand Five Hundred and Eighty Nine Naira ₦247,969, 589.00 the Variance was ₦111,096,924.32

This indicate an over expenditure of 44.80% of the personnel cost with respect to the approved budget.

2 OVERHEAD COST

The Sum of Ninety Eight Million Nine Hundred and Fifty Four Thousand Nine Hundred and Sixty Five Naira Twenty Five Kobo ₦98,954,965.25 was expended as overhead cost against the budgeted amount One Hundred and Forty Four Million Three Hundred Thousand Naira ₦144,300,000.00 the Variance was ₦45,345,034.75

This indicate that only 68.58% was been utilized of the budget.

3 CAPITAL EXPENDITURE

The Sum of Two Hundred and Seventy One Million Nine Hundred and Thirty Two Thousand Sixteen Naira Eighty Eight Kobo ₦271,932,016.88 Amount was expended as Capital expenditure against the budgeted amount Seven Hundred and Five Million Naira ₦705,000,000.00 the Variance was ₦433,067,983.12

This indicate that only 38.58% budget implementation on Capital expenditure for the year leading to poor performance.

RECOMMENDATIONS

1. There should be a strength budgetary control and monitory.
2. Overhead cost utilized was commendable.
3. Capital expenditure was not fully utilized been there is need to improve implementation.

ADAMU IBRAHIM DUTSE CNA

ZONAL DIRECTOR

JAHUN/BIRNIN KUDU, ZONE

DUTSE 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	71,865,553.28	72,006,015.00		72,006,015.00	140,461.72	99.80
TEACHING	282,975,356.26	169,625,714.00		169,625,714.00	(113,349,642.26)	166.82
ADULT EDUCATION	4,225,603.78	6,337,860.00		6,337,860.00	2,112,256.22	66.67
SUB TOTAL EXPENDITURE	**359,066,513.32**	**247,969,589.00**		**247,969,589.00**	**(111,096,924.32)**	**144.80**
OVERHEAD COST						
NON-TEACHING	42,622,384.74	26,500,000.00	14,000,000.00	40,500,000.00	(2,122,384.74)	105.24
TEACHING	27,224,890.00	12,800,000.00	6,000,000.00	18,800,000.00	(8,424,890.00)	144.81
ADULT EDUCATION	29,107,690.51	54,000,000.00	31,000,000.00	85,000,000.00	55,892,309.49	34.24
SUB TOTAL EXPENDITURE	**98,954,965.25**	**93,300,000.00**	**51,000,000.00**	**144,300,000.00**	**45,345,034.75**	**68.58**
CAPITAL EXPENDITURE						
NON-TEACHING		52,000,000.00	50,000,000.00	102,000,000.00	102,000,000.00	-
TEACHING	162,842,937.18	235,000,000.00	145,000,000.00	380,000,000.00	217,157,062.82	42.85
ADULT EDUCATION	109,089,079.70	193,000,000.00	30,000,000.00	223,000,000.00	113,910,920.30	48.92

SUB TOTAL EXPENDITURE	**271,932,016.88**	**480,000,000.00**	**225,000,000.00**	**705,000,000.00**	**433,067,983.12**	**38.57**
GRAND TOTAL						