REPORT ON THE PERFORMANCE AUDIT OF BUDGET AND RESOURES UTILIZATION IN GUMEL LOCAL GOVT EDUCATION AUTHORITY (LEA) FOR THE YEAR 2024

INTRODUCTION

A Performance Audit of budget and resources utilization in Gumel 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 Gumel 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 Gumel Local Education Authority (LEA)for the year 2024

AUDIT PLAN

The 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-Decembwer,2024

DATA COLLECTION

we used the secondary source of Data the Audited Financial statement of Gumel Local Government Council for the year 2024.

DOCUMENT FINDING

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

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

(ii) EFFICENCY – Budgeted resources are being used wisely.

(iii) ECONOMY-Costs are reasonable for personnel, overhead and Capital expenditure.

OBSEVATION

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

1 Personnel Cost- The Sum of Eight Hundred and Fifty Eight Million, Eight Hundred and Forty Thousand Six Hundred and Ninety Five Naira ₦858,840,695.00 was Expended as Personnel Cost for the year under review against the budgeted amount of Eight Hundred and Thirty Seven Million, Two Hundred and Thirty Two Thousand Six Hundred and Twenty Six Naira ₦837,232,626.00. with Variance of ₦21,608,069.00. This shows that 102.58% of budgeted amount was realized.

2 OVERHEAD COST

A total sum of Nineteen Million Three Hundred and Fifty Eight Thousand ₦19,358,000.00 was Spend as overhead cost against the Budgeted amount of Fifty Three Million six Hundred and Seventy Three Thousand Seven Hundred and sixty Naira ₦53,673,760.00 with total Variance of 34,315,760.00. This represents 36.07% of the budgeted amount.

3 CAPITAL EXPENDITURE

The Financial Statement of Gumel Local Government Council Shows that, nothing was spent in the Capital Expenditure against Budgeted amount of Thirty Million ₦30,000,000 representing 0.00% of actual utilization.

This shows that, the Council performance was very poor as 0.00% is realized.

RECOMMENDATION

1. Personnel cost: Budgeted amount were fully utilized while the Council shall adhered to appropriation to avoid spending above Budget.
2. Overhead cost: The Council Performance was very low on as only 36.07% were achieved.
3. Capital expenditure: The Council has spend nothing on Capital expenditure in this sector .

See Attached Note For details finding

1. SUPLEMENTARY NOTE ONE, Budgeted and actual expenditure

ISMAIL DAUDA ACMA

ZONA; DIRECTOR

GUMEL, ZONE

GUMEL LOCAL GOVERNMENT COUNCIL

SUPPLEMENTARY NOTE 2

ACTUAL AND BUDGETTED EXPENDITURE OF LOCAL EDUCATION AUTHORITY						
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 = A/B*100**
NON-TEACHING	121,087,207.00	116,406,833.00		116,406,833.00	(4,680,374.00)	104.02
TEACHING	737,753,488.00	720,825,793.00		720,825,793.00	(16,927,695.00)	102.35
ADULT EDUCATION						
SUB TOTAL EXPENDITURE	**858,840,695.00**	**837,232,626.00**		**837,232,626.00**	**(21,608,069.00)**	**102.58**
OVERHEAD COST						
NON-TEACHING	9,800,000.00	10,000,000.00		10,000,000.00	200,000.00	98.00

TEACHING	9,558,000.00	-		-	(9,558,000.00)	
ADULT EDUCATION	-	7,157,880.00		7,157,880.00	7,157,880.00	-
SUB TOTAL EXPENDITURE	**19,358,000.00**	**17,157,880.00**	**36,515,880.00**	**53,673,760.00**	**34,315,760.00**	**36.07**
CAPITAL EXPENDITURE						
NON-TEACHING			30,000,000.00	30,000,000.00	30,000,000.00	-
TEACHING						
ADULT EDUCATION						
SUB TOTAL EXPENDITURE			**30,000,000.00**	**30,000,000.00**	**30,000,000.00**	**-**
GRAND TOTAL	**878,198,695.00**	**854,390,506.00**	**66,515,880.00**	**920,906,386.00**	**42,707,691.00**	**95.36**