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

INTRODUCTION

Financial and Performance Audit of budget and resources utilization in Guri 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 Guri 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 Guri 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 the Audited Financial statement of Guri Local Government Council for the year 2024.

DOCUMENTS 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 have been 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 Guri Local Education Authority (LEA);

1 PERSONNEL COST

The Sum of Four Hundred and Forty Three Million, Eight Hundred and Seventy Nine Thousand Three Hundred and Sixty Naira Fifty Three Kobo ₦443,879,360.53 was Expended as Personnel Cost against the budgeted amount of Four Hundred and Forty Four Million, One Hundred and Eighty One Thousand, Three Hundred and Twenty Three Naira ₦444,181,322.00 with Variance of ₦301,961.47 that represents 100%. This indicated an effective and efficient utilization of resources.

2 OVER HEAD COST

The sum of Thirty Four Million Four Hundred and Ninety Six Thousand, Five Hundred Forty Six Naira ₦34,496,546.00 **was** Expended as Overhead cost against the budgeted to One Hundred and Forty Seven Million, One Hundred and Fifty Seven Thousand, Eight Hundred and Eighty Naira ₦147,157,880.00 with Variance of ₦112,661,334.00 that represent 23% this is sing of effective utilization of resources.

3 CAPITAL EXPENDITURE

The sum of One Million, Six Hundred and Twenty-Six Thousand, Ninety Naira ₦1,626,090.00 was expended as capital against budgeted amount of Seventy Two Million Naira ₦72,000,000.00 with a variance of ₦70,373,910.00 that represents 2%.

This indicated noncompliance 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.

GURI LOCAL GOVERNMENT COUNCIL
SUPPLEMENTARY NOTE 2

ACTUAL AND BUDGETTED EXPENDITURE OF LOCAL EDUCATION AUTHORITY						
SECTIONS	**ACTUAL EXPENDITURE (A)**	**BUDGETTED EXPENDITURE**				
PERSONNEL COST		**INITIAL BUDGET (B)**	**SUPPLEMENTARY BUDGET (C)**	**FINAL BUDGET D=(B+C)**	**VARIANCE E=(D-A)**	**PERCENTAGE (%) F = D/A*100**
NON-TEACHING	30,241,215.35	57,917,480.00	0.00	57,917,480.00	27,676,264.65	52.21
TEACHING	413,638,145.18	386,263,842.00	0.00	386,263,842.00	(27,374,303.18)	107.09
ADULT EDUCATION	0.00	0.00	0.00	0.00	-	
SUB TOTAL EXPENDITURE	**443,879,360.53**	**444,181,322.00**	**0.00**	**444,181,322.00**	**301,961.47**	**99.93**
OVERHEAD COST						
NON-TEACHING	34,496,546.00	120,000,000.00	0.00	120,000,000.00	85,503,454.00	28.75
TEACHING	0.00	20,000,000.00	0.00	20,000,000.00	20,000,000.00	-
ADULT EDUCATION	0.00	7,157,880.00	0.00	7,157,880.00	7,157,880.00	-
SUB TOTAL EXPENDITURE	**34,496,546.00**	**147,157,880.00**	**0.00**	**147,157,880.00**	**112,661,334.00**	**23.44**
				-	-	
CAPITAL						

EXPENDITURE				-	-	
NON-TEACHING	1,626,090.00	35,000,000.00	15,000,000.00	50,000,000.00	48,373,910.00	3.25
TEACHING	0.00	22,000,000.00	0.00	22,000,000.00	22,000,000.00	-
ADULT EDUCATION	0.00	0.00	0.00	0.00	-	
SUB TOTAL EXPENDITURE	**1,626,090.00**	**57,000,000.00**	**15,000,000.00**	**72,000,000.00**	**70,373,910.00**	**2.26**
GRAND TOTAL	**480,001,996.53**	**648,339,202.00**	**15,000,000.00**	**663,339,202.00**	**183,337,205.47**	**125.63**