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

INTRODUCTION

A Performance Audit of budget and resources utilization in Gwaram 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 Gwaram 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 Gwaram 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 Gwaram Local Government Council for the year 2024.

DOCUMENT FINDINGS

From the Audited Financial Statement, the Efficiency, Effectiveness, Economy (3Es) were analyse 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 Gwaram Local Education Authority (LEA);

1 PERSONNEL COST

The Sum of One Billion Ninety One Million Four hundred and Fifty Seven Thousand Three Hundred and Nineteen Naira Forty Five Kobo 1,091,457,319.45 was expended as Personnel Cost against the budgeted amount One Billion One Hundred and Eighty Six Million Two hundred and Six Thousand One Hundred and Ninety Eight Naira 1,186,206,198.00 the Variance was 94,748,878.55

This indicate a recommendable control of the expenditure with 92.01% of budget implemented.

2 OVERHEAD COST

The Sum of 30,752,300.00 was expended as overhead cost against the budgeted amount 75,157,880.00 the Variance was 44,405,580.00

This shows that the actual expenditure exceeded the budgeted amount been 40.92% budget implemented

3 CAPITAL EXPENDITURE

There was no zero amount utilized on Capital expenditure against the budgeted amount 40,500,000.00. The Variance was 40,500,000.00

This indicate no or very little control of the budget implementation on Capital expenditure for the year leading to very 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

GWARAM 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	63,863,092.77	73,316,955.00		73,316,955.00	9,453,862.23	87.11
TEACHING	1,027,594,226.68	1,112,889,243.00		1,112,889,243.00	85,295,016.32	92.34
ADULT EDUCATION					-	
SUB TOTAL EXPENDITURE	**1,091,457,319.45**	**1,186,206,198.00**		**1,186,206,198.00**	**94,748,878.55**	**92.01**
					-	
OVERHEAD COST					-	
NON-TEACHING					-	
TEACHING	30,752,300.00	18,000,000.00	50,000,000.00	68,000,000.00	37,247,700.00	45.22
ADULT EDUCATION		7,157,880.00		7,157,880.00	7,157,880.00	-
SUB TOTAL EXPENDITURE	**30,752,300.00**	**25,157,880.00**	**50,000,000.00**	**75,157,880.00**	**44,405,580.00**	**40.92**
					-	
CAPITAL EXPENDITURE					-	
NON-TEACHING		3,000,000.00		3,000,000.00	3,000,000.00	-
TEACHING		37,500,000.00		37,500,000.00	37,500,000.00	-
ADULT EDUCATION					-	
SUB TOTAL EXPENDITURE		**40,500,000.00**		**40,500,000.00**	**40,500,000.00**	**-**
GRAND TOTAL						