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

INTRODUCTION

Financial and Performance Audit of budget and resources utilization in Ringim 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 Ringim 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 Ringim 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 Ringim 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 have been wisely used.
(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 Ringim Local Education Authority (LEA);

1 Personnel Cost- The Sum of One Billion Thirty-Nine Million Seven Hundred and Nine Thousand Naira Five Hundred and Twenty-Two Naira Fifteen kobo only ₦1,039,709,522.15 was Expended as Personnel Cost against the budgeted amount One billion One hundred and Seventeen Million Nine Hundred and Seventy-Four Thousand Three Hundred and One Naira only ₦1,117,974,301.00 Variance was ₦78,264,778.85

This shows that there were no issues been 93.00% budget implemented

2 OVERHEAD COST

The Sum of Twenty Million Two Hundred and Twenty Thousand Naira Only ₦20,220,000.00 was expended as overhead cost against The Budgeted amount Eighteen million ₦18,000,000.00 the Variance was (₦2,220,000.00)

This shows that the actual expenditure exceeded the budgeted amount been 112.33% budget implemented

3 CAPITAL EXPENDITURE

Zero 0.00% amount was expended as Capital expenditure against the budgeted amount one hundred and thirty one million ₦131,000,000.00.

The Variance was ₦131,000,000.00

This shows that only 0.00% budget implementation on Capital expenditure for the year.

RECOMMENDATION

I Personnel cost Budget and resources were fully utilized

2 Overhead cost Budget and resources were fully utilized but the budget provision has to be increased

3 There should be a strength budgetary control and monitoring

See attached supplementary notes for details of findings.

Supplementary Note: budgeted and actual expenditure

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SUPPLEMENTARY NOTE 1						
RINGIM LOCAL GOVERNMENT **ACTUAL AND DUBGETTED EXPENDITURE OF LOCAL ADUCATION AUTHORITY FOR THE YEAR 2024**						
SECTION	**ACTUAL EXPENDITURE (A)**		**DUBGETTED EXPENDITURE**		**VARIANCE**	**PERCENTAGE (%)**
PERSONNEL COST		**INITIAL BUDGET (B)**	**SUPPLEMENTARY BUDGET**	**FINAL BUFGET D= (B+C)**	**E=(D-A)**	**F= D/A *100**
NON-TEACHING	60,761,362.09	61,004,133.00	-	61,004,133.00	242,770.91	99.60
TEACHING	978,948,160.06	1,056,970,168.00	-	1,056,970,168.00	78,022,007.94	92.62
ADULT EDUCATION	-	-	-	-	-	
SUB TOTAL EXPENDITURE	**1,039,709,522.15**	**1,117,974,301.00**	**-**	**1,117,974,301.00**	**78,264,778.85**	93.00
					-	
OVERHEAD COST					-	
NON-TEACHING	20,220,000.00	8,000,000.00	10,000,000.00	18,000,000.00	(2,220,000.00)	112.33
TEACHING	-	-	-	-	-	
ADULT EDUCATION	-	-	-	-	-	
SUB TOTAL EXPENDITURE	**20,220,000.00**	**8,000,000.00**	**10,000,000.00**	**18,000,000.00**	**(2,220,000.00)**	112.33
					-	
CAPITAL EXPENDITURE					-	
NON-TEACHING	-	3,000,000.00	45,000,000.00	48,000,000.00	48,000,000.00	-
TEACHING	-	83,000,000.00	-	83,000,000.00	83,000,000.00	-
ADULT EDUCATION	-	-	-	-	-	
SUB TOTAL EXPENDITURE	-	86,000,000.00	45,000,000.00	131,000,000.00	131,000,000.00	-
GRAND TOTAL	**1,059,929,522.15**	**1,211,974,301.00**	**55,000,000.00**	**1,266,974,301.00**	**207,044,778.85**	83.66