

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

INTRODUCTION

A Performance Audit of budget and resources utilization in Jahun 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 Jahun 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 Jahun 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 Jahun 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 issues related to financial activities of Jahun Local Education Authority (LEA);

1 PERSONNEL COST

The Sum of Eight hundred and Fifty Million Five Hundred and Twenty Seven Thousand Seven hundred and Sixty Two Naira One Kobo 850,527,762.01 was expended as Personnel Cost against the budgeted amount Eight Hundred and Nineteen Million Eight hundred and Twenty 819,829.002.00 the Variance was 30,698,760.01

This indicate that there slight over expenditure of 3.74% of the approved budget amount.

2 OVERHEAD COST

The Sum of Four Eight Million Six Hundred and Thirteen Thousand Two Hundred and Seventy Four Naira 48,613,274.00 was expended as overhead cost against the budgeted amount Thirty Two Million One Hundred and Fifty Seven Eight Eighty Naira 32,157,880.00 the Variance was 16,455,394.00

Contrary to the approved budget there was an over expenditure of 51.17% of the budgeted amount.

3 CAPITAL EXPENDITURE

The Sum of Three Million Seven Hundred and Ninety Thousand Seven Hundred and Seventy Five Naira Fifty Kobo 3,790,775.50 Amount was expended as Capital expenditure against the budgeted amount of One Hundred and Forty One Million Naira 141,000,000.00. The Variance was 137,209,224.50

This indicate that only 2.69% budget implementation on Capital expenditure for the year.

RECOMMENDATIONS

1. There should be a strong budget control and monitoring.
2. There is need to improve the implementation of the budget especially on the capital expenditure commitment.

See attached supplementary notes for details of guidance

Supplementary Note: budgeted and actual expenditure



ADAMU IBRAHIM DUTSE CNA

ZONAL DIRECTOR

JAHUN/BIRNIN KUDU, ZONE

JAHUN LOCAL GOVERNMENT COUNCIL						
SUPPLEMENTARY NOTE 1						
ACTUAL AND BUDGETTED EXPENDITURE OF LOCAL EDUCATION AUTHORITY FOR THE YEAR 2024						
SECTIONS	ACTUAL EXPENDITURE (A)	BUDGETTED EXPENDITURE			VARIANCE	PERCENTAGE (%)
<u>PERSONNEL COST</u>		INITIAL BUDGET (B)	SUPPLEMENTARY BUDGET (C)	FINAL BUDGET D=(B+C)	E=(D-A)	F = D/A*100
NON-TEACHING	136,017,041.49	121,666,325.00		121,666,325.00	(14,350,716.49)	111.80
TEACHING	714,510,720.52	698,160,677.00		698,160,677.00	(16,350,043.52)	102.34
ADULT EDUCATION				-	-	
SUB TOTAL EXPENDITURE	850,527,762.01	819,829,002.00		819,829,002.00	(30,698,760.01)	103.74
				-	-	
<u>OVERHEAD COST</u>				-	-	
NON-TEACHING	48,613,274.00	20,000,000.00		20,000,000.00	(28,613,274.00)	243.07
TEACHING			5,000,000.00	5,000,000.00	5,000,000.00	-
ADULT EDUCATION		7,157,880.00		7,157,880.00	7,157,880.00	-
SUB TOTAL EXPENDITURE	48,613,274.00	27,157,880.00	5,000,000.00	32,157,880.00	(16,455,394.00)	151.17
				-	-	
<u>CAPITAL EXPENDITURE</u>				-	-	
NON-TEACHING		10,000,000.00	30,000,000.00	40,000,000.00	40,000,000.00	-
TEACHING	3,790,775.50	81,000,000.00	20,000,000.00	101,000,000.00	97,209,224.50	3.75

ADULT EDUCATION				-	-	
SUB TOTAL EXPENDITURE	3,790,775.50	91,000,000.00	50,000,000.00	141,000,000.00	137,209,224.50	2.69
GRAND TOTAL						