

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

INTRODUCTION

Financial and Performance Audit of budget and resources utilization in Taura 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 FINDINGS

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

- (i) EFFECTIVENESS -Actual expenditure Effectively carried 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 Eight Hundred and Seventy-Two Naira Six Hundred and Forty-Thousand Nine Hundred and Four Naira only ₦872,643,094.74 was Expended as Personnel Cost against the budgeted amount Nine Hundred and Fifty-One Million Four Hundred and Ninety Thousand Eight Hundred and Thirty-Six Naira only ₦951,490,836.00. The Variance was ₦78,847,741.26 this represents 91.71%

This shows that there was no issue as resources were efficiently utilized

2 OVERHEAD COST

The Sum of Twenty -Three Million Four Hundred and Ninety Thousand Eight Hundred and Sixty- Eight ₦23,490,868.60 was Expended as overhead cost against the budgeted amount twenty- Two Million One Hundred a 22,157,880.00 the Variance was (₦8,490,868.60). this represents 156.61%

This indicates over expenditure of 56%.

3 CAPITAL EXPENDITURE

The Sum of One Million Five Hundred and Fifty-Eight thousand ₦1,558,000.00 amount was expended as Capital expenditure against the budgeted amount Fifty-Six Million ₦56,000,000.00. The Variance was ₦54,442,000.00

This shows that only 2.78% of the budget was utilized it indicate underspending lead to poor service delivery

RECOMMENDATION

1. Personnel cost Budget and resources were fully utilized
2. There should be a strength budgetary control and monitoring.
- 3 Capital expenditure should be fully utilized to avoid poor service delivery.

See attached supplementary notes for details of findings.

Supplementary Note: budgeted and actual expenditure

A handwritten signature in blue ink, appearing to read 'Zaharaddeen Abubakar CNA'. The signature is stylized with a long horizontal line extending to the left and a series of loops and curves for the name.

Zaharaddeen Abubakar CNA
Zonal Director Audit
Ringim Zone

SUPPLEMENTARY NOTE						
TAURA LOCAL GOVERNMENT						
ACTUAL AND DUBGETTED EXPENDITURE OF LOCAL EDUCATION AUTHORITY FOR THE YEAR 2024						
SECTION	ACTUAL EXPENDITURE (A)		DUBGETTED EXPENDITURE		VARIANCE	PERCENTAGE (%)
<u>PERSONNEL COST</u>		INITIAL BUDGET (B)	SUPPLEMENTARY BUDGET	FINAL BUFGET D= (B+C)	E=(D-A)	F= D/A *100
NON - TEACHING	218,076,282.26	109,087,421.00	-	109,087,421.00	(108,988,861.26)	199.91
TEACHING	654,566,812.48	842,403,415.00	-	842,403,415.00	187,836,602.52	77.70
ADULT EDUCATION	-	-	-	-	-	
SUB TOTAL EXPENDITURE	872,643,094.74	951,490,836.00	-	951,490,836.00	78,847,741.26	91.71
					-	
<u>OVERHEAD COST</u>					-	
NON - TEACHING	23,490,868.60	15,000,000.00	-	15,000,000.00	(8,490,868.60)	156.61
TEACHING	-	-	-	-	-	
ADULT EDUCATION	-	7,157,880.00	-	7,157,880 -	-	
SUB TOTAL EXPENDITURE	23,490,868.60	22,157,880.00	-	22,157,880	(8,490,868.60)	156.61
					-	
<u>CAPITAL EXPENDITURE</u>					-	
NON - TEACHING	-	20,000,000.00	-	20,000,000.00	20,000,000.00	-
TEACHING	1,558,000.00	31,000,000.00	5,000,000.00	36,000,000.00	34,442,000.00	4.33
ADULT EDUCATION	-	-	-	-	-	
SUB TOTAL EXPENDITURE	1,558,000.00	51,000,000.00	5,000,000.00	56,000,000.00	54,442,000.00	2.78
GRAND TOTAL	897,691,963.34	1,024,648,716.00	5,000,000.00	1,022,490,836.00	124,798,872.66	87.79