

FINANCIAL AND PERFORMANCE AUDIT OF BUDGET AND RESOURCES UTILIZATION IN BABURA LOCAL GOVT PRIMARY HEALTH CARE (PHC) FOR THE YEAR 2024

INTRODUCTION

Financial and Performance Audit of budget and resources utilization in Babura Primary Health Care (PHC) For the year 2024 assesses how efficiently and economically, effectively the PHC spend its allocated funds to achieve educational goals

EVALUATION

The Performance Audit evaluate the budget and resources utilization of Babura Primary Health Care (PHC) for the year 2024

OBJECTIVE

The objective of this examination is to determine the variance between Budget and Actual expenditure of Babura Primary Health Care (PHC) 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 Babura 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 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 Babura Primary Health Care (PHC);

1 Personnel Cost- The Sum of Four Hundred and Thirteen Million Eight Hundred Fifty Thousand Eight Hundred and Seventy-Five Naira ₦413,850,875.42 was Expended as Personnel Cost against the budgeted amount Three Hundred and Fifteen Million Three Hundred and Sixty-Three Thousand One Hundred and Sixteen naira only ₦315,363,116.00. the Variance was (₦98,487,759.42). this represents 131.23%

This shows that there was over expenditure of 31% of budget implemented

2 OVERHEAD COST

The Sum of Fifty-Eight Million Six Hundred and Forty-Nine Thousand Three Hundred and Ninety-One ₦58,649,391.00 was Expended as overhead cost against the budgeted amount two Hundred and Eighty-Eight Thousand naira only ₦288,000,000.00 the Variance was ₦229,350,609.00

This shows that the actual expenditure was under spent 20.36% budget implemented

3 CAPITAL EXPENDITURE

The Sum of three Hundred and Twenty-Two Thousand Six Hundred Naira Sixty-Two kobo ₦310,222,600.62 Amount was expended as Capital expenditure against the budgeted amount of forty Hundred and Eighteen Million Ninety-Six naira only ₦418,345,096.00. The Variance was ₦108,122,495.38

This shows that only 74.15% budget implementation on Capital expenditure for the year.

RECOMMENDATION

1. There should be a strength budgetary control and monitoring.
2. Monitor expenditure trends to optimize resources utilization

3. Budgeted 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', with a long horizontal stroke extending to the left.

Zaharaddeen Abubakar CNA
Zonal Director Audit
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SUPPLEMENTARY NOTE						
ACTUAL AND DUBGETTED EXPENDITURE OF PRIMARY HEALTH CERE FOR THE YEAR2024						
BABURA LOCAL GOVERNMENT						
SECTION	ACTUAL EXPENDITURE (A)	INITIAL BUDGET (B)	DUBGETTED EXPENDITURE		VARIANCE	PERCENTAGE (%)
<u>PERSONNEL COST</u>			SUPPLEMENTARY BUDGET	FINAL BUFGET D= (B+C)	E=(D-A)	F= D/A *100
PREVENTIVE	113,646,214.56	114,346,758.00	-	114,346,758.00	700,543.44	99.39
CURATIVE	294,507,694.70	195,696,234.00	-	195,696,234.00	(98,811,460.70)	150.49
RURAL WETHER SUPPLY	5,696,966.16	5,320,124.00	-	5,320,124.00	(376,842.16)	107.08
SUB TOTAL EXPENDITURE	413,850,875.42	315,363,116.00	-	315,363,116.00	(98,487,759.42)	131.23
					-	
<u>OVERHEAD COST</u>					-	
PREVENTIVE	22,114,000.00	18,300,000.00	10,700,000.00	29,000,000.00	6,886,000.00	76.26
CURATIVE	35,000,391.00	36,500,000.00	50,500,000.00	87,000,000.00	51,999,609.00	40.23
RURAL WETHER SUPPLY	1,535,000.00	93,000,000.00	79,000,000.00	172,000,000.00	170,465,000.00	0.89
SUB TOTAL EXPENDITURE	58,649,391.00	147,800,000.00	140,200,000.00	288,000,000.00	229,350,609.00	20.36
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<u>CAPITAL EXPENDITURE</u>					-	

PREVENTIVE	161,000,000.00	73,000,000.00	90,000,000.00	163,000,000.00	2,000,000.00	98.77
CURATIVE	-	10,000,000.00	50,000,000.00	60,000,000.00	60,000,000.00	-
RURAL WETHER SUPPLY	149,222,600.62	160,345,096.00	20,000,000.00	195,345,096.00	46,122,495.38	76.39
SUB TOTAL EXPENDITURE	310,222,600.62	243,345,096.00	160,000,000.00	418,345,096.00	108,122,495.38	74.15
GRAND TOTAL	782,722,867.04	706,508,212.00	300,200,000.00	1,021,708,212.00	238,985,344.96	76.61