

FINANCIAL AND PERFORMANCE AUDIT OF BUDGET AND RESOURCESS UTILIZATION OF BIRNIN KUDU LOCAL GOVERNMENT PRIMARY HEALTH CARE FOR THE YEAR 2024:-

INTRODUCTION

A Financial and performance audit of budget and resource utilization evaluates the effectiveness, efficiency and quality of health services provided to patients

EVALUATION

The Performance Audit evaluate the budget and resources utilization of Birnin Kudu 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 Birnin Kudu 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

Secondary source of Data from the Audited Financial statement of Birnin Kudu Local Government Council for the year 2024.

DOCUMENT FINDINGS

From the Audited Financial Statement, the Efficiency, Effectiveness, Economy (3Es) were analyzed as follows

- (i) EFFECTIVENESS -Actual expenditure Effectively carry out and measure against budgeted
- (ii) EFFICENCY – Budgeted resources are being used wisely.
- (iii) ECONOMY-Costs are reasonable for personnel, overhead and Capital expenditure.

OBSERVATION

During the Performance Audit Exercise, the Following were observed as an issue related to financial activities of Birnin Kudu Primary Health Care PHC;

PERSONNEL COST: Birnin kudu Local Government Primary health care has a total of total of 209 number of staff.

The sum of Three Hundred Thirty Four Million Eight Hundred and Forty Two Thousand Seven Hundred and Fifty Nine Naira Fifty Five Kobo ₦334,842,759.55 was expended as personnel cost against the budgeted amount of Two Hundred and Fifty Six Million Seven Hundred and Eighteen Thousand Nine Hundred and Ninety Nine Naira Only ₦256,718,999.00 with variance of ₦78,123,760.55

This indicate that there was an over expenditure of 30% on personnel costs.

OVERHEAD COST: The sum of Two Hundred and Ten Million One Hundred and Forty Seven Thousand Five Hundred and Fourteen Naira Eighty One Kobo ₦210,147,514.81 was expended as overhead cost against the budgeted amount of Four Hundred and Forty One Million Three Hundred Thousand Naira Only ₦441,300,000 which show the variances of ₦231,152,485.19.

This suggest that only 47.67% is utilization from the budget.

CAPITAL EXPENDITURE: The sum of Six Hundred and Sixty Nine Million Six Hundred and Eighty Five Thousand Five Hundred and Nineteen Naira Ten Kobo ₦669,685,519.10 was expended as capital expenditure against the budgeted amount ₦513,437,998.00 which shows the variance of ₦156,247,521.10

This indicate that there was an over expenditure of 30.43% of Capital Expenditure.

RECOMMENDATIONSS:

1. There should be a strong budget control and monitoring.
2. Overhead expenditure need to be improved.
3. Staff strength need to be improved. See Attached Supplementary note for details finding.

I SUPPLEMENTARY NOTE ONE, Budgeted and actual expenditure



ADAMU IBRAHIM DUTSE CNA

ZONAL DIRECTOR

JAHUN/BIRNIN KUDU, ZONE

BIRNIN KUDU LOCAL GOVERNMENT COUNCIL

SUPPLEMENTARY NOTE 1

ACTUAL AND BUDGETTED EXPENDITURE OF PRIMARY HEALTH CARE 2024					VARIANCE	PERCENTAGE (%)
SECTIONS	ACTUAL EXPENDITURE (A)	BUDGETTED EXPENDITURE			E=(D-A)	F = D/A*100
<u>PERSONNEL COST</u>		INITIAL BUDGET (B)	SUPPLEMENTARY BUDGET (C)	FINAL BUDGET D=(B+C)		
PREVENTIVE	90,233,029.63	114,487,316.00		114,487,316.00	24,254,286.37	78.81
CURATIVE	232,558,595.50	137,098,709.00		137,098,709.00	(95,459,886.50)	169.63
RURAL WATER SUPPLY	12,051,134.42	5,132,974.00		5,132,974.00	(6,918,160.42)	234.78
SUB TOTAL EXPENDITURE	334,842,759.55	256,718,999.00		256,718,999.00	(78,123,760.55)	130.43
<u>OVERHEAD COST</u>						
PREVENTIVE	55,235,500.00	24,000,000.00		24,000,000.00	(31,235,500.00)	230.15

CURATIVE	44,801,926.46	51,500,000.00	2,000,000.00	53,500,000.00	8,698,073.54	83.74
RURAL WATER SUPPLY	110,110,088.35	363,800,000.00		363,800,000.00	253,689,911.65	30.27
SUB TOTAL EXPENDITURE	210,147,514.81	439,300,000.00	2,000,000.00	441,300,000.00	231,152,485.19	47.62
<u>CAPITAL EXPENDITURE</u>						
PREVENTIVE			32,000,000.00	32,000,000.00	32,000,000.00	-
CURATIVE	132,077,354.45	51,100,000.00	96,000,000.00	147,100,000.00	15,022,645.55	89.79
RURAL WATER SUPPLY	15,264,474.22	167,000,000.00	42,500,000.00	209,500,000.00	194,235,525.78	7.29
SUB TOTAL EXPENDITURE	147,341,828.67	218,100,000.00	170,500,000.00	388,600,000.00	241,258,171.33	37.92
GRAND TOTAL	669,685,519.10	513,437,998.00		513,437,998.00	(156,247,521.10)	130.43