FINANCIAL AND PERFORMANCE AUDIT OF BUDGET AND RESOURCCESS UTILIZATION OF BUJI LOCAL GOVERNMENT PRIMARY HEALTH CARE:-

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 Buji 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 Buji 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 a period of January-December, 2024

DATA COLLECTION

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

DOCUMENT FINDINGS

From the Audited Financial Statement, the Efficiency, Effectiveness, Economy (3Es) were analyze for 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.

OBSERVATIONS

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

PERSONNEL COST: Buji Local Government Primary health care has a total of 150 number of staff. The sum of One Hundred and Ninety Nine Million Six Hundred and Eleven Thousand Forty Two Naira ₦199,611,042.00 was expended as personnel cost against the budgeted amount of One Hundred and Twenty Seven Million Nine Hundred Fifty Nine Thousand Seventy Five Naira ₦127,959,075.00 the variance was ₦71,651,967.00

This indicate an over expenditure of 56.00% of personnel cost of the budgeted amount.

OVERHEAD COST: The sum of Eighty Five Million Seven Hundred and Twenty Four Thousand Nine Hundred Eighty Eight Naira ₦85,724,988.00 was expended as overhead cost against the budgeted amount of One Hundred and Eighty Two Million Naira ₦182,000,000.00 which show the variances of ₦96,275,012.00

This indicate that only 47.10% was implemented resulting to poor performance.

CAPITAL EXPENDITURE: The sum of Two Hundred and Sixteen Million Four Hundred and Twenty Seven One Hundred and Seventy One Naira Seventy Kobo ₦216,427,171.17 was expended as capital expenditure against the budgeted amount ₦356,139,094.00 which shows the variance of ₦139,711,922.83

This indicate that only 60.77% of the budgeted amount was implemented

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 SUPLEMENTARY NOTE ONE, Budgeted and actual expenditure

ADAMU IBRAHIM DUTSE CNA

ZONAL DIRECTOR

JAHUN/BIRNIN KUDU ZONE.

BUJI LOCAL GOVERNMENT COUNCIL						
SUPPLEMANTARY 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**
PERSONNEL COST		**INITIAL BUDGET (B)**	**SUPPLEMENTARY BUDGET (C)**	**FINAL BUDGET D=(B+C)**		
PREVENTIVE	55,874,140.79	35,142,564.00		35,142,564.00	(20,731,576.79)	158.99
CURATIVE	137,002,303.61	87,800,122.00		87,800,122.00	(49,202,181.61)	156.04
RURAL WATER SUPPLY	6,734,599.16	5,016,389.00		5,016,389.00	(1,718,210.16)	134.25
SUB TOTAL EXPENDITURE	**199,611,042.00**	**127,959,075.00**		**127,959,075.00**	**(71,651,967.00)**	**156.00**
OVERHEAD COST						
PREVENTIVE	67,998,000.00	46,000,000.00	10,000,000.00	56,000,000.00	(11,998,000.00)	121.43
CURATIVE	74,051,056.20	59,000,000.00		59,000,000.00	(15,051,056.20)	125.51
RURAL WATER SUPPLY	10,321,882.42	67,000,000.00		67,000,000.00	56,678,117.58	15.41
SUB TOTAL EXPENDITURE	**85,724,988.00**	**172,000,000.00**	**10,000,000.00**	**182,000,000.00**	**96,275,012.00**	**47.10**

<u>**CAPITAL EXPENDITURE**</u>						
PREVENTIVE			50,000,000.00	50,000,000.00	50,000,000.00	-
CURATIVE	147,007,594.46	72,718,094.00	110,000,000.00	182,718,094.00	35,710,499.54	80.46
RURAL WATER SUPPLY	69,419,577.24	135,646,000.00	32,775,000.00	168,421,000.00	99,001,422.76	41.22
SUB TOTAL EXPENDITURE	**216,427,171.17**	**208,364,094.00**	**147,775,000.00**	**356,139,094.00**	**139,711,922.83**	**60.77**
GRAND TOTAL						