

FINANCIAL AND PERFORMANCE AUDIT OF BUDGET AND RESOURCE UTILIZATION OF GAGARAWA 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

OBJECTIVE OF THE PERFORMANCE AUDIT: This is to examined to variances between the amount budgeted and the actual expenditure of the Gagarawa Local Government Primary Health Care facilities.

EVALUATION

The Performance Audit evaluate the budget and resources utilization of Gagarawa (PHC) for the year 2024

OBJECTIVE

The objective of this examination is to determine the variance between Budget and Actual expenditure of Gagarawa (PHC)for the year 2024

AUDIT PLAN

The 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-Decembwer,2024

DATA COLLECTION

we used the secondary source of Data the Audited Financial statement of Gagarawa Local Government Council for the year 2024.

DOCUMENT FINDING

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

- (i) EFFECTIVENESS -Actual expenditure Effectively carry out and measure against budgeted
- (ii) EFFICIENCY – 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 Gagarawa (PHC);

PERSONNEL COST:

The sum of One Hundred and Ninety Nine Million Ninety Five thousand Fifty One Naira Eighty Four Kobo ₦ 199,095,051.84 representing 142.90 % of Budgeted amount of One hundred and Thirty Nine Million Three Hundred and Twenty Three Thousand Nine Hundred and Thirty Naira. This show a variance of ₦ (59,771,121.84). This Shows an over expenditure to the tune of ₦ 59,771,121.84.00 representing 42.90%

OVERHEAD COST: A Total sum of One Hundred and Forty Nine Million Eight Hundred and Ten Thousand Two Hundred and Eighty Seven Naira 149,810,287.00 was expended as a overhead cost against the budgeted amount of 137,400,000.00 which represent 109.03% and show the variances of 12,410,287.00. This indicates that, the council has spend above budgeted provision contrary to appropriation law.

CAPITAL EXPENDITURE: A Expenditure amounted to One Hundred and Eighty Five Million Seven Hundred and Fifty Three Thousand Five Hundred and Twenty Two Naira ₦185,753,522.00 was expended as Capital Expenditure representing 74.90% of Budgeted amount of Two Hundred and Forty Eight Million ₦248,000,000.00 with a f ₦62,246,478.00

The Council effort is commendable of achieving 74.90 % in Capital Expenditure.

1. **Personel Cost:** There is need for Strict adherence of Budget provision as about 42.90 % were Spent above Budgeted amount

2. **Overhead Cost:** The Council is advise to ensure compliance with Budget provision as the actual amount is above Budgeted amount contrary to appropriation law.
3. Capital expenditure: The Council effort is commended by achieving 74.90% of the Budgeted amount.

Supplementary note is attached For details

1. SUPPLEMENTARY NOTE ONE, Budgeted and actual expenditure



ISMAILA DAUDA ACMA

ZONA; DIRECTOR

GUMEL, ZONE

GAGARAWA LOCAL GOVERNMENT

SUPPLEMENT NOTE 1

ACTUAL AND BUDGETED EXPENDITURE OF PRIMARY HEALTH CARE						
SECTIONS	ACTUAL EXPENDITURE	BUDGETTED EXPENDITURE			VARIANCE	PERCENTAGE (%)
PERSONAL COST		INITIAL BUDGET (B)	SUPPLEMENTARY BUDGET ©	FINAL BUDGET D=(D-A)	E=(D-A)	F=A/B*100
PREVENTIVE	38,751,197.73	53,940,409.00		53,940,409.00	15,189,211.27	71.80
CURATIVE	155,427,354.55	80,854,333.00		80,854,333.00	(74,573,021.55)	192.23
RURAL WATER SUPPLY	4,916,499.56	4,529,188.00		4,529,188.00	(387,311.56)	108.55
SUB TOTAL EXPENDITURE	199,095,051.84	139,323,930		139,323,930.00	(59,771,121.84)	142.90

OVERHEAD COST						
PREVENTIVE	27,593,000.00	24,000,000.00		24,000,000.00	(3,593,000.00)	114.97
CURATIVE	48,974,661.00	39,500,000.00		39,500,000.00	(9,474,661.00)	123.99
RURAL WATER SUPPLY	73,242,626.00	73,900,000.00		73,900,000.00	657,374.00	99.11
SUB TOTAL EXPENDITURE	149,810,287.00	137,400,000.00		137,400,000.00	(12,410,287.00)	109.03
CAPITAL EXPENDITURE						
PREVENTIVE						
CURATIVE	125,000,000.00	77,000,000.00	30,000,000.00	107,000,000.00	(18,000,000.00)	116.82

RURAL WATER SUPPLY	60,753,522.00	135,000,000.00	6,000,000.00	141,000,000.00	80,246,478.00	43.09
SUB TOTAL EXPENDITURE	185,753,522.00	212,000,000.00	36,000,000.00	248,000,000.00	62,246,478.00	74.90