

FINANCIAL AND PERFORMANCE AUDIT OF BUDGET AND RESOURCESS UTILIZATION OF GWARAM 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 Gwaram 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 Gwaram 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 Gwaram 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 Gwaram Primary Health Care PHC;

PERSONNEL COST: Gwaram Local Government Primary health care has a total of 355 number of staff. The sum of Five Hundred and Three Million Four Hundred and Twenty Thousand One Hundred and Twenty Naira Forty Seven Kobo ₦503,420,129.47 was expended as personnel cost against the budgeted amount of Three Hundred and Five Million Six Hundred and Fourteen Five Hundred and Twenty Six Naira ₦305,614,526.00 the variance was ₦197,805,603.47

This indicate that there is an over expenditure of 64.72% of personnel cost of the budget.

OVERHEAD COST: The sum of One Hundred and Thirty Nine Million Nine Hundred and Thirty Six Thousand Twenty One Naira Eight Kobo ₦139,936,021.08 was expended as overhead cost against the budgeted amount of Three Hundred and Sixty Four Million Two Hundred Thousand Naira ₦364,200,000.00 which show the variances of ₦224,263,978.92.

This indicate that only 38.42% of the budget was implemented.

CAPITAL EXPENDITURE: The sum of Three Hundred and Twenty Two Million One Hundred and Ninety Three Thousand One Hundred and Seventy Eight Naira Eighty Five Kobo ₦322,193,178.85 was expended as capital expenditure against the budgeted amount of Three Hundred and Sixty Five Million Naira ₦365,000,000.00 which shows the variance of ₦42,806,821.15.

This indicate 88.27% of the budgeted amount was implemented which is recommendable.

RECOMMENDATIONS:

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

GWARAM 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	63,284,644.44	63,597,974.00		63,597,974.00	313,329.56	99.51
CURATIVE	430,442,750.58	233,093,815.00		233,093,815.00	(197,348,935.58)	184.67
RURAL WATER SUPPLY	9,692,734.45	8,922,737.00		8,922,737.00	(769,997.45)	108.63
SUB TOTAL EXPENDITURE	503,420,129.47	305,614,526.00		305,614,526.00	(197,805,603.47)	164.72
<u>OVERHEAD COST</u>						
PREVENTIVE	47,564,000.00	18,500,000.00		18,500,000.00	(29,064,000.00)	257.10
CURATIVE	62,075,323.00	24,900,000.00	10,000,000.00	34,900,000.00	(27,175,323.00)	177.87
RURAL WATER SUPPLY	30,296,698.08	150,800,000.00	160,000,000.00	310,800,000.00	280,503,301.92	9.75
SUB TOTAL EXPENDITURE	139,936,021.08	194,200,000.00	170,000,000.00	364,200,000.00	224,263,978.92	38.42
<u>CAPITAL EXPENDITURE</u>						

PREVENTIVE	165,260,162.50	55,000,000.00	50,000,000.00	105,000,000.00	(60,260,162.50)	157.39
CURATIVE	156,933,016.35	140,000,000.00	120,000,000.00	260,000,000.00	103,066,983.65	60.36
RURAL WATER SUPPLY						
SUB TOTAL EXPENDITURE	322,193,178.85	195,000,000.00	170,000,000.00	365,000,000.00	42,806,821.15	88.27
GRAND TOTAL						