

ENUGU STATE CITIZEN'S BUDGET 2020



Budget of Responsive and Accountable Governance

Prepared by Ministry of Budget and Planning
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Preface

The resolve of a “Citizens’ Budget” is the intensification of the knowledge of the citizenry on Government’s annual intentions and budgetary provisions. This enhances the capacity of the citizenry to participate actively in governance. A Budget shows what the government expects to collect as recurrent revenue and capital receipts as well as appropriations for recurrent and capital expenditure.

The intentions of the 2020 Approved Budget of Enugu State titled “Budget of Responsive and Accountable Governance” is to improve security of lives and property; provision of critical infrastructure in health, education, agriculture, commerce & industry, science & technology, works, roads, housing, power, water, environment and human capital development which are in line with the 8-point Development Agenda of Enugu State.

Thus, the 2020 “Citizens’ Budget” is a graphical representation of the 2020 Budget of Enugu State Government presented in an abridged format. It’s intended to simplify and explain Government projects and programmes for easy understanding by Enugu State citizens.

I therefore urge the citizens of Enugu State to read this document in order to understand and appreciate the sincere efforts of the Enugu State Government in developing and growing the State.

Dr. David Okelue Ugwunta

Hon. Commissioner,
Ministry of Budget and Planning
Enugu State.



Foreword

The Budget is for the citizen what a compass is for the pilot in an aircraft. The citizen is the end user of the Budget hence the need for every citizen to be interested in the state's budget as a guide to development in the state. Here in Enugu state, we have tried for some time to make the Budget more open and transparent through some sublime measure and activities like creating Budget awareness through stakeholder's forum on Budget. We try to invite all stratas of the society to get their input into the year's Budget, and kind of do a thorough "Needs Assessment" either through the visit every community model, stakeholders forum etc.

We have in the past made the budget copies available to the public to enable them do a budget tracking and measure compliance. This has made Enugu state Budget one of the most transparent in the Federation.

Last year; we went further in the transparency efforts by doing a citizen's Budget Manual, which is a kind of citizen friendly Budget document without the volume of data and financial details of the main Budget document. This is a simplified model of the Budget for easy understanding of the average citizen to enable them engage properly in the tracking and monitoring of the implementation. This became necessary, since many people are of the opinion that Budget is usually prepared in a very technical language and template that makes it difficult for the average reader to understand the document. It is in the light of the above that we have produced this second volume of the Enugu state citizen's Budget for easy assimilation and tracking by the populace.

I enjoin every citizen of Enugu state and the general public to take interest in the Budget, as a financial guide to development for the coming year. We will be glad to get your feedbacks where necessary. I believe that this volume will make an interesting reading to the general public.



K.C. Ugwu

Permanent secretary
Ministry of Budget and Planning
Enugu State.



INTRODUCTION

What is a Budget?

A budget is a financial statement presenting estimated revenues and expenditures for a period of time maybe twelve months or more that is often presented to the legislature for approval and signed into law by the chief executive. A budget is also a financial document used to project future income and expenses. It shows details of revenue expected to be generated by government, grants and loans expected to be received and details of programmes and projects that government plans to spend our common wealth for the benefit of all.

What is the main purpose of a Budget?

The purposes of budgeting are for scarce resource allocation, planning, coordination, control and implementation guidelines. It is also an important tool for decision making, monitoring projects performance and forecasting income and expenditure. With proper budgeting, limited resources are managed

efficiently.

What is a Citizens Budget?

A Citizens Budget is a simpler, less technical version of a government's budget specifically designed to present key information that is understandable by the general public. Citizens Budgets are designed to present key public finance information to a general audience. They are typically written in accessible language and incorporate visual elements to help non-specialist readers understand the information.

Why is a Citizens Budget Important?

A Citizens Budget is important because it simplifies the usually technical budget document into understandable format; since the annual budget is normally long and complex and accompanied by a number of detailed supporting information. Even for technical experts, understanding the budget sometimes can be a difficult and time consuming task.



INTRODUCTION

Governments ensure citizens have a firm understanding of the many ways the budget affects their lives; by presenting budget information in a more accessible format than most standard budget documents to enable the general public understand government programmes and projects.

Citizens Budgets foster greater understanding of how public money is being managed. Citizens have to know the constraints the government is facing in its spending, whether in terms of revenues and expenditures.



BUDGET GLOSSARY

Total Budget Expenditure

This is the total Recurrent and Capital expenditure for the given period of twelve months. It is the total budget size that explains how the government plans to spend, on behalf of the citizens, within the scarce resources.

Recurrent Revenue

Recurrent Revenue are the amount of money the government is expecting to generate during the year; this is simply money government collected on behalf of citizens. It includes taxes, licenses, fees, fines, sales, earnings, rent, investment income and share of Federal Accounts Allocation (FAAC).

Capital Receipt

Capital Receipt are the amount of money the government is expecting to receive through grants, loans both local and international etc.; this is simply money government collected on behalf of citizens.

Grants

Grants are non-refundable funds disbursed to the government to execute capital projects. They are like gifts to the government by international agencies.

Loans

Loans are borrowed money received by government for financial institutions on behalf of citizens which it will pay back with interest at an agreed term to execute capital projects.

Recurrent Expenditure

Recurrent expenditure are regular expenses, be they monthly, quarterly, semi-annually, or annually. Also known as an operational budget, a recurrent budget includes personnel costs, overhead costs and consolidated revenue fund charges.



BUDGET GLOSSARY

Capital expenditure

Capital expenditure is primarily expenditure on the creation of fixed assets and on the acquisition of land, buildings, and intangible assets. It includes construction of roads, bridges, hospital, schools and purchase of security equipment.



Procedure of Preparing a Budget

A budget procedure refers to the process by which governments create and approve a budget, they include the following:

1. Preparation of Economic and Fiscal Update (EFU), Fiscal Strategy Paper (FSP) and Budget Policy Statement (BPS).
2. Pre-budget meeting with Stake Holders.
3. Issue a call circular to MDAs for inputs.
4. Form a Budget Committee for examination of inputs.
5. Collation of returns (Budget proposal) from MDAs.
6. Bi-lateral discussions with MDAs.
7. Analysis of MDAs submissions.
8. Preparation of the draft budget.
9. Presentation of the draft budget to the EXCO Members.
10. Presentation of the draft budget by the Executive Governor to the House of Assembly for approval.
11. Approval by the House of Assembly
12. Assent by the Executive Governor of the Appropriation Bill

Economic and Fiscal Update (EFU), Fiscal Strategy Paper (FSP) and Budget Policy Statement (BPS) provides analyses of recent economic developments at global, national and state levels and considers the implications of these for the fiscal framework. It presents key economic indicators, including for the petroleum sector. It also examines prior year budget performance and implications of this for the current and next budget years.

Budget Summary



N169.6bn

Total Budget Expenditure

Deficit
43.5bn

126.0bn

Total budget Revenue
& Grants



Where will the Money come from?



Internally
Generated
Revenue | **28.44bn**



Domestic
Grants | **6bn**



Statutory
Allocation | **51.25bn**



Foreign
Grants | **150m**



Value
Added Tax | **14bn**



Domestic
Loans | **32bn**



Opening
Balance | **26.20bn**



Foreign
Loans | **9.42bn**



Other
Capital
Receipts | **2.1bn**



Where Does the Money go ?

NGN'BN

N68.79bn
TOTAL RECURRENT
EXPENDITURE

33.82bn

Overhead
Cost

23.15bn

Personnel
Cost

11.83bn

Consolidated Revenue
Fund Charges



How will the Government source the loans?

NGN'bn

Domestic Loans

Loan from
Commercial banks

32.0bn

Foreign Loans

World Bank Loan
from Appeals

2.44bn

3rd
NUWSRP,
Enugu

745m

World World Bank
Loan for Rural
Access Mobility
Project (RAMP)

3bn

NEWMAP

2.63bn

World Bank Loan for Rural Access
Mobility Project (RAMP)

600m

9.42bn

Total



How will the Government source the Grants?



Domestic Grants

6bn

1.50bn

World Bank
SFTAS Grant

2.0bn

Education Tax
Fund for Primary,
Sec & Tertiary
Inst. Dev.

2.0bn

Federal
Government
Grant for UBE

500m

Federal
Government
Grant
for MDGs/SDGs

Foreign Grants

150m

Grants from
UNICEF



Top Sector/Ministry Allocation

Agriculture	N3.37bn
Finance	N4.98bn
Commerce and Industry	N4.24bn
Transport	N2.28bn
Works and Infrastructure	N49.39bn
Water	N3.49bn
Rural Development	N2.70bn
Law and Justice	N5.31bn
Education	N18.62bn
Health	N10.87bn
Youth and Sports	N1.78bn
Environment	N3.82bn
Enugu State House of Assembly	N2.99bn
Other MDA Expenditure	N55.70bn



Top Capital Projects : 2020 Approved Budget

Project	Line Ministry/ Agency	Locations	LGAs	Amount
Construction of Adada Campus of Enugu State University of Science and Technology, (ESUT), Igbo Ano, Enugu State	Ministry of Works and Infrastructure	Orba, Udenu	Udenu and Igbo Eze South	10,000,000,000
Rehabilitation/Construction of Urban and rural Roads in Enugu State	Ministry of Works and Infrastructure	All the 17 Local Government Areas	All the 17 Local Government Areas	4,500,000,000
Establishment of MSME Industries in the 17 LGAs	Small and Medium Scale Enterprises Promotion	All the 17 Local Government Areas	All the 17 Local Government Areas	3,400,000,000
Completion of the Construction, Landscaping and furnishing of International Conference Center (ICC), Enugu	Ministry of Works and Infrastructure	Independence Layout, Enugu Urban	Enugu North	2,500,000,000
Establishment of modern abattoirs across the state, upgrading of meat selling outlets,blast freezers and mobile cooling vans, veterinary control post,avian swine control activities	Ministry of Agriculture and Natural Resources	All the 17 Local Government Areas	All the 17 Local Government Areas	2,000,000,000
Construction/Renovation of Public Buildings in Enugu State	Ministry of Works and Infrastructure	All the 17 Local Government Areas	All the 17 Local Government Areas	2,000,000,000
Implementation of GIS based Land Administration System	Ministry of Lands and Urban Development	Ministry of Lands and Urban Development, State Secretariat	Enugu North	2,000,000,000
Construction of Nike Lake/Nike Road Junction Under Pass/Flyover, Enugu East LGA, Enugu State	Ministry of Works and Infrastructure	Nike Enugu	Enugu East	1,800,000,000
Extension of the construction of Pavillions at Okpara Square, Independence Layout, Enugu	Ministry of Works and Infrastructure	Independence Layout, Enugu	Enugu North	1,700,000,000
Rehabilitation of Presidential Hotel, Enugu	Ministry of Works and Infrastructure	Independence Layout, Enugu	Enugu North	1,500,000,000



Top Capital Projects : 2020 Approved Budget

Project	Line Ministry/ Agency	Locations	LGAs	Amount
Completion of the Construction of Nsukka Stadium, Nsukka LGA, Enugu State Phase 1 and Construction of Nsukka Stadium Phase II	Ministry of Works and Infrastructure	Nsukka Urban	Nsukka	1,400,000,000
Upgrading & revitalization of 3No.PHC Facilities in each of the 17 LGAs (51 PHC facilities each year)	SPHCDA	All the 17 Local Government Areas	All the 17 Local Government Areas	1,377,000,000
Construction/renovation of bricks bus shelters in Enugu and Nsukka	Ministry of Transport	Enugu East, Enugu North, Enugu South and Nsukka	Enugu East, Enugu North, Enugu South and Nsukka	1,000,000,000
Provision of Solar Street Lightings and Generating Sets in Enugu, Nsukka and Agwu Urban Centers	Ministry of Works and Infrastructure	Enugu, Nsukka and Agwu Urban Centers	Enugu East, Enugu North, Enugu South, Nsukka and Agwu	1,000,000,000
Construction of Public Conveniences in Enugu State	Ministry of Water Resources	All the 17 Local Government Areas	All the 17 Local Government Areas	1,000,000,000
Construction of 29 no 5 classroom blocks in all the 17 LGAs at 18,000,000	ESUBEB	All the 17 Local Government Areas	All the 17 Local Government Areas	540,000,000
Renovation of 60No public secondary schools, 10 schools in each education zone	PPSMB	All the 17 Local Government Areas	All the 17 Local Government Areas	500,000,000
Reconstruction, furnishing and equipping of Science Laboratories in secondary schools	PPSMB	All the 17 Local Government Areas	All the 17 Local Government Areas	450,000,000



Top Capital Projects : 2020 Approved Budget

Project	Line Ministry/ Agency	Locations	LGAs	Amount
Equipping of 200 bed highly Specialised Hospital at Orba	Ministry of Health	Orba	Udenu	400,000,000
Completion of 4 remaining major General hospitals at Oji River, Awgu, Enugu Ezike and Ikem	Enugu State Hospital Management Board	Oji River, Awgu, Enugu Ezike and Ikem	Oji River, Awgu, Igbo Eze North, Isiuzo	400,000,000
Renovation of 30 no dilapidated 5 classroom blocks	ESUBEB	All the 17 Local Government Areas	All the 17 Local Government Areas	360,000,000
Enugu Rice Brand Production	Ministry of Agriculture and Natural Resources	Adani and Odume	Uzo Uwani and Aninri	300,000,000
Renovation of Nnamdi Azikiwe Stadium	Ministry of Youth and Sports	Ogui Enugu	Enugu North	300,000,000
Construction of 20no 3 classroom blocks with an office in all the 17 LGAs for ECCDE	ESUBEB	All the 17 Local Government Areas	All the 17 Local Government Areas	260,000,000
Siting of borehole @ Ogurute, Orba, Oji River, 9th Mile corner, Nsukka and Ozalla fire stations	Enugu State Fire Service	Ogurute, Orba, Oji River, 9th Mile corner, Nsukka and Ozalla	Igbo Eze North, Udenu, Oji River, Udi, Nsukka and Nkanu West LGAs	240,000,000
Renovation of 24 no dilapidated 3 classroom blocks with ramp for ECCDE	ESUBEB	All the 17 Local Government Areas	All the 17 Local Government Areas	240,000,000
Construction of 3 dormitories in three senatorial zones of the state to provide conducive environment to aid students in learning	PPSMB	Three Senatorial Zones	Three Senatorial Zones	225,000,000



Top Capital Projects : 2020 Approved Budget

Project	Line Ministry/ Agency	Locations	LGAs	Amount
Rehabilitation of office buildings in Judiciary Headquarters	Enugu State High Court	Independence Layout, Enugu	Enugu North	155,900,000
Construction of 4No tax/licenses offices and complete perimeter fencing of the premises (Emene, Uwani, 9th mile, Agbani, Orba and Orji River)	Enugu State Internal Revenue Service	Emene, Uwani, 9th mile, Agbani, Orba and Orji River	Enugu East, Enugu North, Udi, Nkanu West, Udenu and Oji River	150,000,000
Construction of new Electrification Networks in the three senatorial zones of the State	Rural Electrification Board	Three Senatorial Zones	Three Senatorial Zones	150,000,000
Review of Enugu State Laws	Ministry of Justice	Independence Layout, Enugu	Enugu North	150,000,000
Purchase of earth moving machines (tipper, backhoe, excavator, pail loader, big tow trucks)	Ministry of Capital Territory Development	Ministry of Capital Territory Development, State Secretariat	Enugu North	150,000,000
Youth Productivity and Economic Empowerment (YUPEE) skill acquisition and grant for 1000 unemployed graduate. building project finishing eg laying of tiles, POP Aluminium glass fitting, crack tiles production, metal fabrication etc. Expected cost N300,000 including monthly stipends and take-off grant	Ministry of Human Capital Development and Poverty Reduction	All the 17 Local Government Areas	All the 17 Local Government Areas	100,000,000
Development of 3No Mini metal fabrication industrial parks	Ministry of Commerce and Industry	Enugu East	Enugu East LGA	100,000,000



Top Capital Projects : 2020 Approved Budget

Project	Line Ministry/ Agency	Locations	LGAs	Amount
Construction of ultra-modern camping sports centre	Ministry of Youth and Sports	Enugu Urban	Enugu North	100,000,000
Establishment of Science and Technology Park in the State	Ministry of Science and Technology	Enugu East	Enugu East LGA	80,000,000
Furnishing of Customary Court of Appeal building complex	Customary Court of Appeal	Independence Layout, Enugu	Enugu North	54,000,000
Reconstruction of Social Welfare Centre Emene for the seperation of beggars and mentally ill people housed at the Centre	Ministry of Gender Affairs and Social Development	Emene	Enugu East	50,000,000



Selected Capital Projects



47.42bn

Construction/Rehabilitation of roads,
bridges and other infrastructure



2.75bn

Agriculture Development

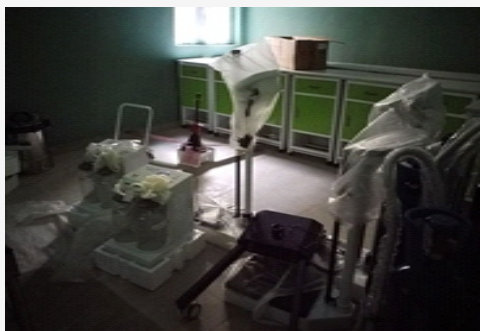


Selected Capital Projects



5.67bn

Provision of Education Facilities



5.71bn

Provision of Health Facilities



Selected Capital Projects



2.98bn

Water Resources and Rural Development



1.92bn

Provision for Transportation



Selected Capital Projects



1.62bn

Law and Justice



2.29bn

Construction and Rehabilitation of
Power and Rural Development

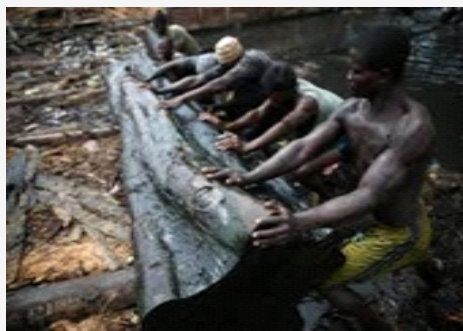


Selected Capital Projects



868.78m

Housing Development



3.76bn

Commerce and Industry

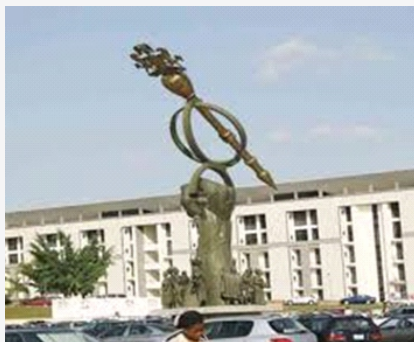


Selected Capital Projects



660m

Construction and Provision of Fire Equipment



1.67bn

The Legislature



Selected Capital Projects



3.21bn

Environment and Improvement



7bn

Purchase of official and security vehicles



Selected Capital Projects



2bn

Establishment of Modern Abattoirs



300m

Establishment of Enugu Rice Brand
Production



Selected Capital Projects



200m

Establishment of Efi-Igbo Development Cluster



3.4bn

Establishment of MSME Industries in the 17 LGAs



Selected Capital Projects



500m

Facility enhancement at Nike Lake Resort Hotel,
Enugu



1.8bn

Construction of Nike Lake/Nike Road Junction
under Pass/Flyover, Enugu East LGA,
Enugu State



Selected Capital Projects



300m

Emergency Erosion Control in
Enugu State



200m

Skill acquisition and empowerment
programme for rural women under the Enugu
State Rural Women Economic Empowerment
(EN-RUWEE)

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Ministry of Budget and Planning

Block B State Secretariat Complex,
Enugu State, Nigeria
www.enugustate.gov.ng