



FEDERAL REPUBLIC OF NIGERIA

SENATE COMMITTEE ON NIGER DELTA

2016 BUDGET OF THE NIGER DELTA DEVELOPMENT  
COMMISSION (NDDC)



FEDERAL REPUBLIC OF NIGERIA

THE SENATE

REPORT OF THE 2016 BUDGET OF THE NIGER DELTA DEVELOPMENT COMMISSION (NDDC)

**1.0 INTRODUCTION**

The President and Commander-in-Chief of the Federal Republic of Nigeria, through a communication to the Senate presented a Budget proposal of N260,064,000,000.00 ( **TWO HUNDRED AND SIXTY BILLION, SIXTY-FOUR MILLION NAIRA**) only for the Niger Delta Development Commission (NDDC), for the fiscal year 2016 as follows:

i. Personnel Expenditure	- N17,560,518,930.00
ii. Overhead Expenditure	- N 9,980,000,000.00
iii. Internal Capital Expenditure	- N1,300,000,000.00
iv. Development Projects	- N231,224,000,000.00
<b>TOTAL EXPENDITURE</b>	<b>- N260,064,000,000.00</b>

**2.0 REVENUE SOURCES**

The revenue sources for the proposed budget are made up of the following:

i) Revenue Brought Forward	- N9,964,000,000.00
ii) Federal Government contribution	- 60,000,000,000.00
iii) Federal Government contribution (ie Unpaid arrears by Federal Government )-	50,000,000,000.00
iv) Oil companies contributions & others	- 130,000,000,000.00
iv) Ecological Funds	- 10,000,000,000.00
v) Other Internally Realized Income	- 100,000,000,.00
<b>TOTAL REVENUE</b>	<b>- N260, 064,000,000.00</b>

### 3.0 COMMITTEE CONSIDERATION

Upon referral, the Committee carried out its legislative mandate on the Bill and:

- i. In line with the thrust of this year's budget, the Committee adequately funded on-going projects to ensure project completion, minimize project abandonment and accommodated limited new projects according to specific community needs.
- ii. While carrying out its mandate on the Bill, the Committee extracted duplications in the Budget and the excesses from the duplications were channeled to projects development.
- iii. The Committee also observed that the estimated Federal Government contribution to the Commission was Sixty Billion naira (N60,000,000,000.00) whereas what was approved in the 2016 Appropriations Act is Forty-One Billion, Fifty Million (N41,050,000,000.00) naira. This automatically translates to a short-fall of about Eighteen Billion, Nine Hundred and Fifty Million (N18,950,000,000.00) naira in expected revenue. The unpaid arrears of Fifty Billion naira (N50,000,000,000.00) by the Federal Government for the year 2016 was reflected in the NDDC budget estimate but was not captured in the 2016 Appropriations Act and therefore not realisable.
- iv. The Senate, the House of Representatives and the Management of the Niger Delta Development Commission have thus agreed to increase the revenue profile of oil companies as there has been a significant increase in remittances by the companies arising from interventions by the National Assembly. This gives a total of N241,114,000,000.00 leaving a shortfall of Eighteen Billion, Nine Hundred and Fifty Million (N18,950,000,000.00) naira only.
- v. Adjustments were made to reflect the new figure of N241,114,000,000.00. The adjustments (reduction) were made only in the Capital Projects amounting to 8.20% cut across the States and Regional and did not affect the Recurrent Expenditure.

#### 4.0 RECOMMENDATIONS

In view of the foregoing, the Committee recommends as follows:

- i) That the REVENUE PROFILE for the Commission for the year 2016 be sustained as follows:

a. Revenue Brought Forward	- 9,964,000,000.00
b. Federal Government Contribution	- 41,050,000,000.00
c. Federal Government Contribution (i.e. Unpaid Arrears by Federal Government)	- 0
d. Oil Companies Contributions & others	- 180,000,000,000.00
e. Ecological Funds	- 10,000,000,000.00
f. Other Internally Realized Income	- 100,000,000,.00

**TOTAL REVENUE - N241, 114,000,000.00**

- ii) The Committee considered the Recurrent estimates and Internal Capital estimates and consequently recommends the following as the expenditure profile:

a. Personnel Expenditure	- N17,560,518,930.00
b. Overhead Expenditure	- N 9,980,000,000.00
c. Internal Capital Expenditure	- N1,300,000,000.00
d. Development Projects	- N212,274,000,000.00

**TOTAL EXPENDITURE - N241,114,000,000.00**

#### 5.0 PRAYERS

That the Senate do consider and approve the 2016 Budget Proposal for the Niger Delta Development Commission (NDDC) in the sum of N241,114,000,000.00 ( **TWO HUNDRED AND FORTY ONE BILLION, ONE HUNDRED AND FOURTEEN MILLION NAIRA**) only as recommended by the Committee.

  
Senator Peter Nwaoboshi

Committee Chairman



## SUMMARY

(A)

### RECURRENT EXPENDITURE(PERSONNEL AND OVERHEAD COSTS)

#### 1. CHAIRMAN'S OFFICE

Personnel Costs	28,340,701.88
Overhead Costs	219,887,203.00
<b>Sub Total</b>	<b>248,227,904.88</b>

#### 2. Managing Director's Office

Personnel Costs	297,344,345.55
Overhead Costs	429,739,767.00
<b>Sub Total</b>	<b>727,084,112.55</b>

#### 3. Executive Director Finance and Administrator's Office

Personnel Costs	176,252,371.79
Overhead Costs	237,440,451.00
<b>Sub Total</b>	<b>413,692,822.79</b>

#### 4. Executive Director Project's Office

Personnel Costs	214,426,257.14
Overhead Costs	237,440,451.00
<b>Sub Total</b>	<b>451,866,708.14</b>

#### 5. Corporate Affairs Department

Personnel Costs	273,164,714.04
Overhead Costs	417,396,967.00
<b>Sub Total</b>	<b>690,561,681.04</b>

<b>6. Internal Audit Department</b>	
Personnel Costs	178,362,624.92
Overhead Costs	106,705,911.00
<b>Sub Total</b>	<b>285,068,535.92</b>
<b>7. Security Department</b>	
Personnel Costs	461,412,319.66
Overhead Costs	216,413,568.00
<b>Sub Total</b>	<b>677,825,887.66</b>
<b>8. Public Procurement</b>	
Personnel Costs	99,434,335.88
Overhead Costs	70,367,767.00
<b>Sub Total</b>	<b>169,802,102.88</b>
<b>9. Directorate of Legal Services</b>	
Personnel Costs	274,573,232.38
Overhead Costs	821,390,167.00
<b>Sub Total</b>	<b>1,095,963,399.38</b>
<b>10. Directorate of Projects Monitoring and Supervision</b>	
Personnel Costs	351,759,544.62
Overhead Costs	246,280,000.00
<b>Sub Total</b>	<b>598,039,544.62</b>
<b>11. Directorate of Finance &amp; Supply</b>	
Personnel Costs	476,796,007.84
Overhead Costs	311,230,240.00
<b>Sub Total</b>	<b>788,026,247.84</b>

**12. Directorate of Administration & Human Resources**

Personnel Costs 1,310,949,779.66

Overhead Costs 674,930,974.00

**Sub Total 1,985,880,753.66**

**13. Directorate of Planning, Research, Statistic and MIS**

Personnel Costs 463,690,178.56

Overhead Costs 157,216,903.00

**Sub Total 620,907,081.56**

**14. Directorate of Agriculture and Fisheries**

Personnel Costs 174,365,878.84

Overhead Costs 120,817,567.00

**Sub Total 295,183,445.84**

**15. Directorate of Environmental Protection and Control**

Personnel Costs 222,291,926.07

Overhead Costs 120,998,304.00

**Sub Total 343,290,230.07**

**16. Directorate of Education, Health and Social Services**

Personnel Costs 232,435,439.68

Overhead Costs 133,783,620.00

**Sub Total 366,219,059.68**

**17. Directorate of Community and Rural Development**

Personnel Costs 205,663,949.54

Overhead Costs 219,734,283.00

**Sub Total 425,395,232.54**

<b>18.</b>	<b>Directorate of Utilities Infrastructure Development and Waterways</b>	
	Personnel Costs	511,039,328.45
	Overhead Costs	98,849,676.00
	<b>Sub Total</b>	<b>609,889,004.45</b>
<b>19.</b>	<b>Directorate of Commercial and Industrial Development</b>	
	Personnel Costs	171,037,576.01
	Overhead Costs	76,220,464.00
	<b>Sub Total</b>	<b>247,258,040.01</b>
<b>20.</b>	<b>Directorate of Youth, Women, Sports and Culture</b>	
	Personnel Costs	135,938,773.51
	Overhead Costs	97,053,666.00
	<b>Sub Total</b>	<b>232,992,439.51</b>
<b>21.</b>	<b>Design Department</b>	
	Personnel Costs	0
	Overhead Costs	108,711,000.00
	<b>Sub Total</b>	<b>108,711,000.00</b>
<b>22.</b>	<b>Project Management Department</b>	
	Personnel Costs	0
	Overhead Costs	231,668,640.00
	<b>Sub Total</b>	<b>231,668,640.00</b>
<b>23.</b>	<b>Information Technology Department</b>	
	Personnel Costs	0
	Overhead Costs	67,821,000.00
	<b>Sub Total</b>	<b>67,821,000.00</b>



**24. Public Private Partnership**

Personnel Costs	0
Overhead Costs	126,263,620.00
<b>Sub Total</b>	<b>126,263,620.00</b>

**25. SERVICOM**

Personnel Costs	0
Overhead Costs	37,749,767.00
<b>Sub Total</b>	<b>37,749,767.00</b>

**26. Headquarters**

Personnel Costs	0
Overhead Costs	3,368,912,880.00
<b>Sub Total</b>	<b>3,368,912,880.00</b>

**27. Abuja Liaison Office**

Personnel Costs	273,125,552.68
Overhead Costs	125,555,800.00
<b>Sub Total</b>	<b>398,681,352.68</b>

**28. Abia State Office**

Personnel Costs	428,174,748.42
Overhead Costs	67,020,045.00
<b>Sub Total</b>	<b>495,194,793.42</b>

**29. AkwaIbom State Office**

Personnel Costs 586,670,056.94

Overhead Costs 85,143,621.00

**Sub Total 671,813,677.94**

**30. Bayelsa State Office**

Personnel Costs 581,875,903.56

Overhead Costs 77,164,600.00

**Sub Total 659,040,503.56**

**31. Cross River State Office**

Personnel Costs 462,462,501.14

Overhead Costs 56,584,019.00

**Sub Total 519,046,520.14**

**32. Delta State Office**

Personnel Costs 717,825,553.39

Overhead Costs 85,725,650.00

**Sub Total 803,551,203.39**

**33. Edo State Office**

Personnel Costs 382,810,491.37

Overhead Costs 57,195,019.00

**Sub Total 440,005,510.37**

<b>34. Imo State Office</b>	
Personnel Costs	394,394,012.08
Overhead Costs	73,374,050.00
<b>Sub Total</b>	<b>467,765,062.08</b>
<b>35. Ondo State Office</b>	
Personnel Costs	485,233,067.22
Overhead Costs	72,341,767.00
<b>Sub Total</b>	<b>557,574,834.22</b>
<b>36. Rivers State Office</b>	
Personnel Costs	673,858,131.96
Overhead Costs	145,606,000.00
<b>Sub Total</b>	<b>819,191,131.96</b>
<b>37. Aides to Regional Board Members</b>	
Personnel Costs	451,466,680.89
Overhead Costs	0
<b>Sub Total</b>	<b>451,466,680.89</b>
<b>38. Security Personnel yet to be Deployed</b>	
Personnel Costs	0
Overhead Costs	208,184,780.98
<b>Sub Total</b>	<b>208,184,780.98</b>

39.	22.5% Contributory Pension	2,631,803,171.77
40.	Pension Past service Liabilities	494,519,860.00
41.	Staff Group Staff Assurance Scheme	240,000,000.00
42.	Staff welfare	600,000,000.00
43.	Combined Workmen Compensation/Group Personal Accident	265,000,000.00
44.	Decentralization (Transfer entitlements)	186,650,598.25
45.	Severance Benefits	587,942,314.03
46.	Human Resources Services/Employee Relation	96,900,000.00
47.	Retirees Pension Scheme	0
48.	Staff Housing Scheme	0
49.	National Health Insurance Scheme (NHIS)	622,800,000.00
50.	Recruitment Services/others (Sensitization induction Orientation etc)	108,000,000.00
51.	Actuarial Valuation	30,000,000.00
<b>TOTAL (PERSONNEL&amp;OVERHEAD EXPENSES)</b>		<b>27,540,518,930.00</b>

B)

**INTERNAL CAPITAL EXPENDITURE**

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1. Chairman's office	22,985,000.00
2. Managing director's Office	30,432,000.00
3. Executive Director Finance & Administration's Office	25,432,000.00

4.	Executive Director Project's Office	24,225,000.00
5.	Corporate Affairs Department	20,461,280.00
6.	Internal Audit Department	8,909,360.00
7.	Security Department1	87,015,000.00
8.	Public Procurement Unit	16,575,808.00
9	Information Department	15,320,040.00
10.	Public Private Partnership	14,552,040.00
11.	Design	28,020,040.00
11.	Project Management	16,315,000.00
12	Servicom	15,900,040.00
13.	Directorate of Legal Services	12,630,040.00
14.	Directorate of Project Monitoring & Supervision	36,395,040.00
15.	Directorate of Finance & Supply	20,419,040.00
16.	Directorate of Administration & Human Resources	108,273,120.00
17.	Directorate of Planning Research & Statistics & MIS	13,405,040.00
18.	Directorate of Agriculture & Fisheries	19,860,040.00
19.	Directorate of Environmental Protection & Control	15,977,040.00
20.	Directorate of Education Health and Social Services.	15,615,040.00
21.	Directorate of Community & Rural Development	11,661,040.00
22.	Directorate of Utilities Infrastructural Dev, & Water ways	15,422,000.00
23.	Directorate of Commercial & Industrial Development	12,488,040.00
24.	Directorate of Youth, Women, Sports & Culture	18,356,040.00



25.	Headquarters	301,868,160.00
26.	Abuja Liason Office	47,913,000.00
27.	Abia State Office	29,002,040.00
28.	Akwa-Ibom State Office	30,475,080.00
29.	Bayelsa State Office	33,835,000.00
30.	Cross River State Office	31,329,080.00
31.	Delta State Office	28,096,000.00
32.	Edo State Office	27,756,040.00
33.	Imo State Office	30,731,040.00
34.	Ondo State Office	65,814,080.00
35.	Rivers State Office	46,537,080.00
	<b>Total</b>	<b>1,300,000,000.00</b>

### **Summary:**

<b>Personnel Expenditure</b>	<b>N 17,560,518,930.00</b>
<b>Overhead Expenditure</b>	<b>N 9,980,000,000.00</b>
<b>Internal Capital Expenditure</b>	<b>N 1,300,000,000.00</b>
<b>Development Projects</b>	<b>N 212,273,481,070.00</b>
<b>Grand Total</b>	<b>N241,114,000,000.00</b>

(c)

**PROJECTS DEVELOPMENT EXPENDITURE**

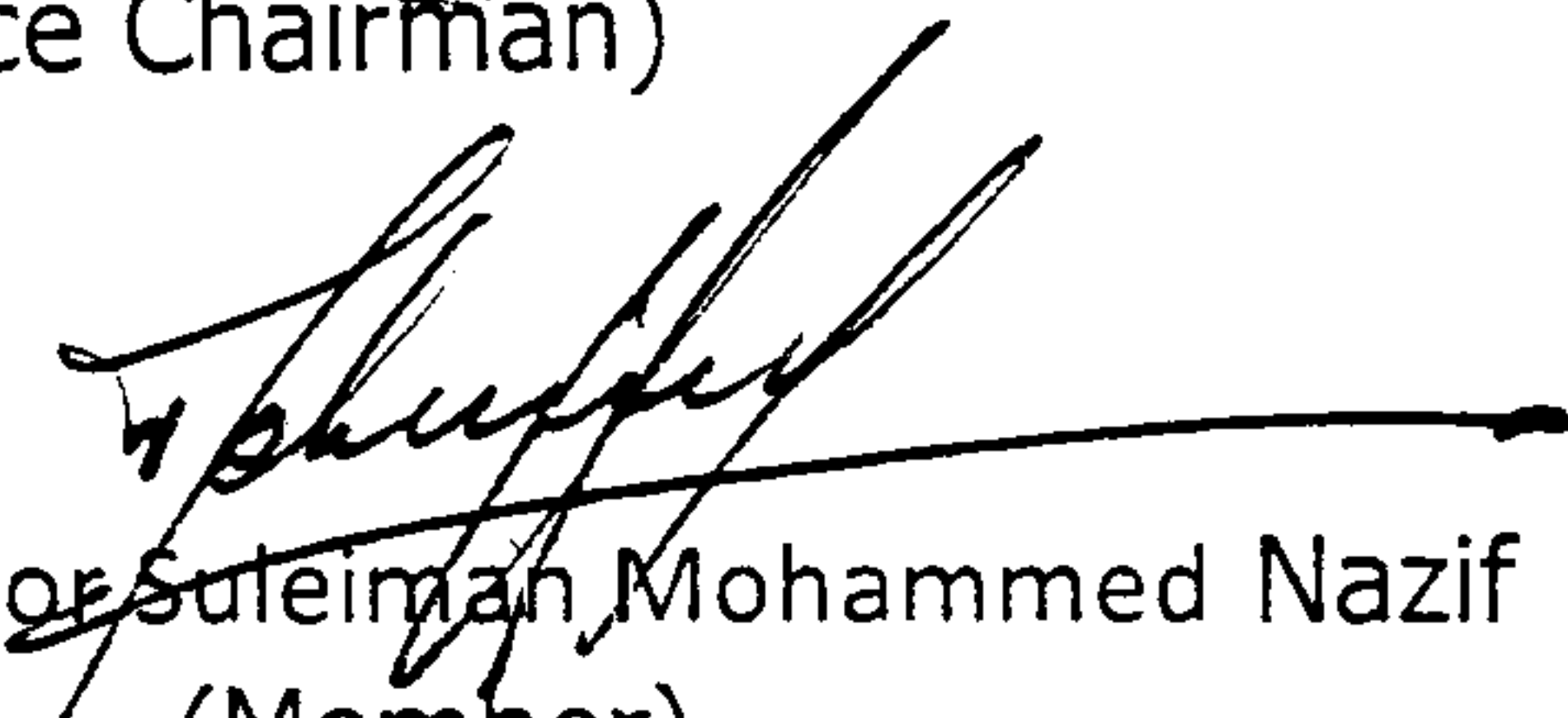
1. HEAD OFFICE/REGIONAL PROJECTS	70,375,844,199.00
2. ABIA STATE	7,719,950,879.00
3. AKWA IBOM STATE	31,293,716,241.00
4. BAYELSA STATE	21,869,133,664.00
5. CROSS RIVER STATE	6,837,098,065.00
6. DELTA STATE	25,177,940,957.00
7. EDO STATE	9,112,487,022.00
8. IMO STATE	7,677,344,420.00
9. ONDO STATE	9,965,861,297.00
10. RIVERS STATE	22,244,104,326.00
<b>TOTAL</b>	<b>212,273,481,070.00</b>

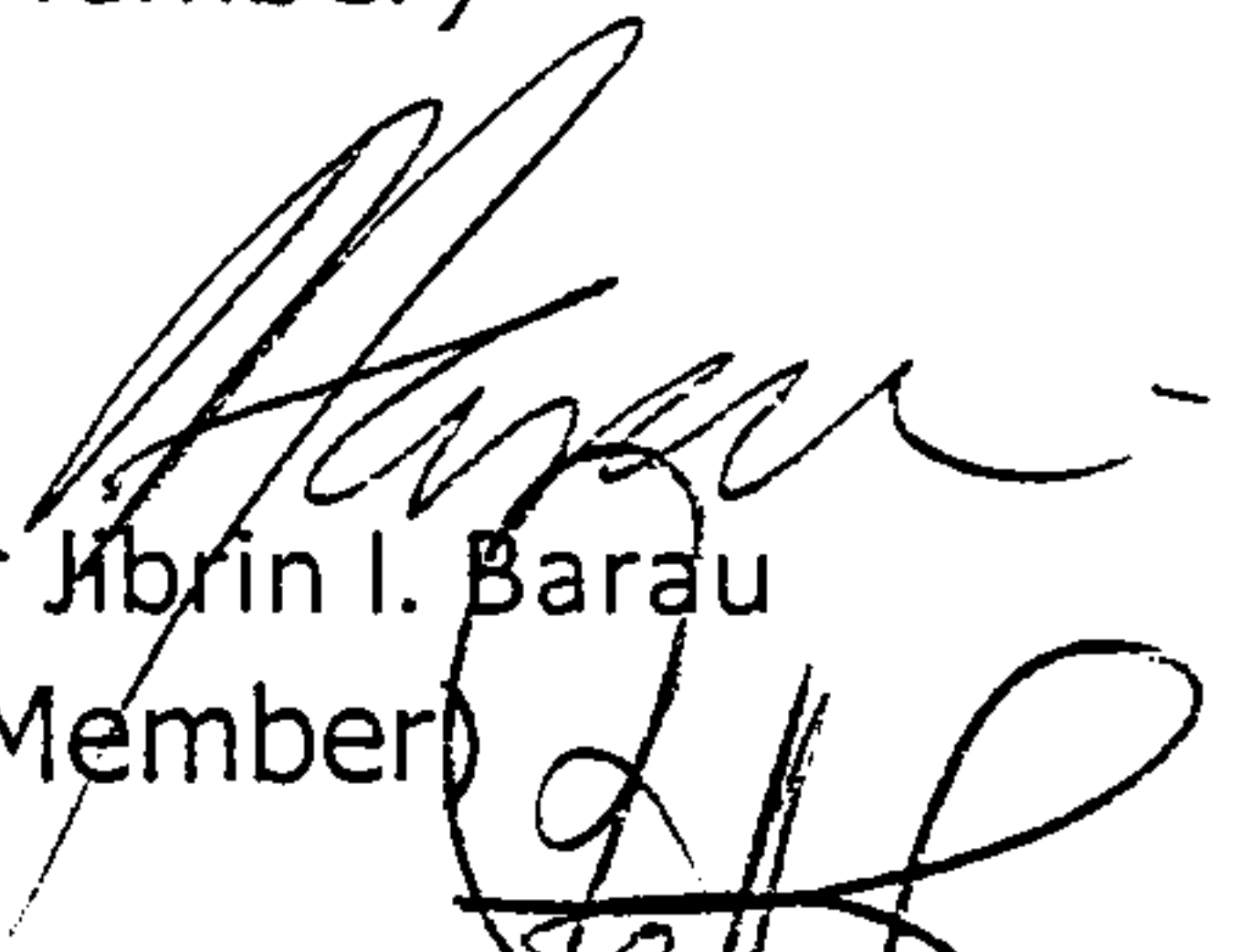
Personnel Expenditure	N 17,560,518,930.00
Overhead Expenditure	N 9,980,000,000.00
Internal Capital Expenditure	N 1,300,000,000.00
Development Projects	N212,273,481,070.00
<b>GRAND TOTAL</b>	<b><u>N241,114,000,000.00</u></b>


  
Senator Peter Onyeluka Nwaoboshi  
(Committee Chairman)

Senator Baba Kaka Bashir Garbai  
(vice Chairman)

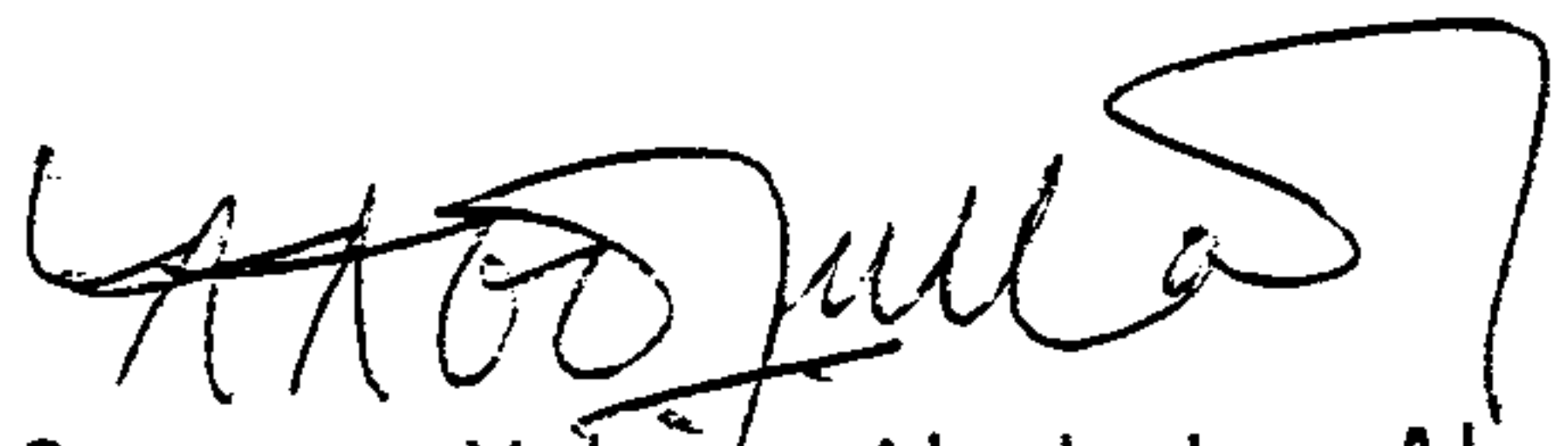
Senator Godswill Akpabio  
(Member)


  
Senator Suleiman Mohammed Nazif  
(Member)

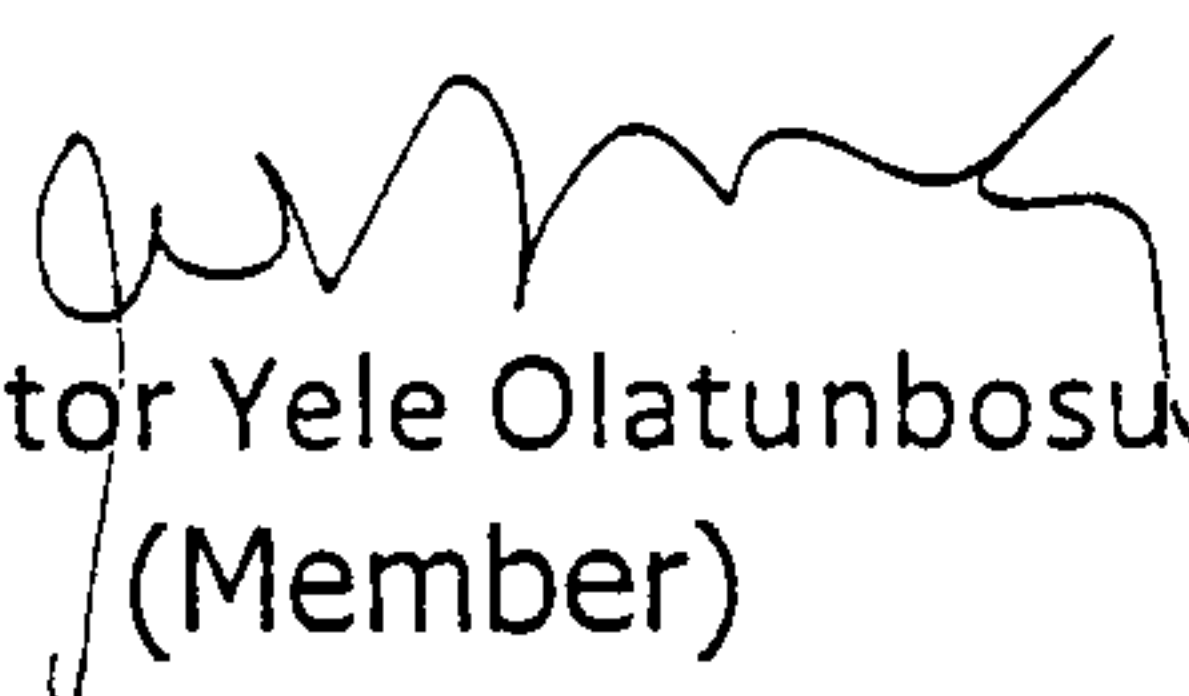
  
Senator Jibrin I. Barau  
(Member)


  
Senator Matthew A. Urhoghide  
(Member)

  
Senator Samuel Nnaemeka Anyanwu  
(Member)

  
Senator Yahaya Abubakar Abdullahi  
(Member)

  
Senator Enyinnaya Harcourt Abaribe  
(Member)

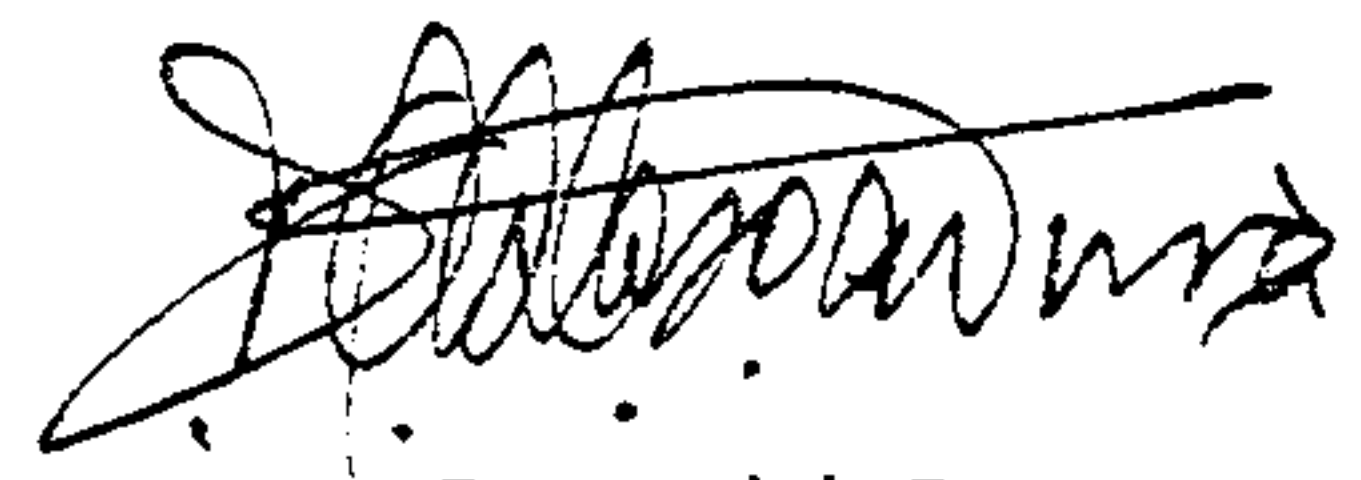
  
Senator Yele Olatunbosun Omogunwa  
(Member)

  
Senator Sani Mustapha Mohammed  
(Member)

  
Senator Adesoji R. Akanbi  
(Member)

  
Senator Obinna J. Ogba  
(Member)

  
Senator Stella Oduah  
(Member)

  
Senator Donald Omotayo Alasoadura  
(Member)

  
Mfon E. Umoren  
(Committee Clerk)