



**VICE PRESIDENT,
FEDERAL REPUBLIC OF NIGERIA**

SH/Ag.President/NASS/16

20 July 2017

Rt. Hon. Yakubu Dogara
Speaker, House of Representatives
National Assembly Complex
Three Arms Zone
Abuja

Dear Rt. Hon. Speaker,

THE FCT 2017 STATUTORY BUDGET PROPOSAL

I have the honour to seek approval of the Honourable Members of the Federal House of Representatives for the FCT 2017 Statutory Budget Proposal of the Federal Capital Territory Administration (FCTA) in line with section 121 of the Constitution of the Federal Republic of Nigeria, 1999 (as amended).

2. Honourable Speaker, the Federal Capital Territory Administration (FCTA) runs two Budgets namely, National and the Statutory Budgets. The FCT component of the National Budget is funded directly by the Federal Government for the provision of District Infrastructural Development, Water Supply, Sewage Treatment and Infrastructural Development of the Satellite Towns of the Federal Capital Territory (FCT). The Statutory Budget on the other hand, is funded from the Statutory Allocation, Internally Generated Revenue (IGR) and other sources of funds accruable to the Federal Capital Territory (FCT).

3. It would be recalled that the sum of **N30,397,122,872.00** (Thirty Billion, Three Hundred and Ninety Seven Million, One Hundred and Twenty Two Thousand, Eight Hundred and Seventy Two Naira) only was appropriated for FCT in the 2017 approved Federal Budget. The Statutory Budget is usually presented to the National Assembly after the passage of the Federal Budget in order to enable the FCTA capture essential capital projects that are often removed from the Federal Budget.

4. The FCTA has prepared the 2017 FCT Statutory Budget of the sum of **N222,360,551,512.00** (Two Hundred and Twenty Two Billion, Three Hundred and Sixty Million, Five Hundred and Fifty One Thousand, Five Hundred and Twelve Naira) only, based on the **2017-2019** Medium Term Expenditure Framework



(MTET) and the key assumptions of the Federal Government for 2017 budget. The breakdown of the Budget is as follows:

	N	%
(iv) Personnel Costs	52,574,479,667.00	23.64
(v) Overhead Costs	41,294,590,480.00	18.57
(vi) Capital Expenditure	<u>128,491,481,366.00</u>	<u>57.79</u>
Total	<u>222,360,551,512.00</u>	<u>100</u>

5. In line with the Federal Government's emphasis on capital projects, the FCT budget ratio for Capital and Recurrent Expenditure is 57.79% and 42.21% respectively. Considering the need to complete on-going projects, 93% of the capital expenditure proposal is dedicated for such projects, while 7% is for new projects mainly for the provision of access roads and social amenities.

6. The estimated revenue for the FCT 2017 Budget proposal is to accrue from the following main sources:

(iii) Statutory Revenue Allocation (SRA)

The FCT share 1% out of the Federal Government Share from the Federation Account Allocation Committee, inclusive of VAT and Excess

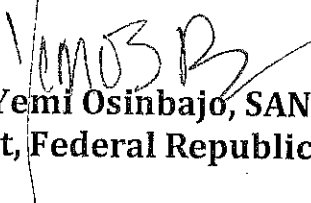
(iv) Internally Generated Revenue (IGR)

The expected Internally Generated Revenue of the sum of **₦139,988,517,303.00** is to accrue from the major revenue generating agencies of the FCT which includes the Abuja Environmental Protection Board (**AEPB**), the FCT Internal Revenue Service (**FCT-IRS**), Water Board, Abuja Geographic Information System (**AGIS**) and the Directorate of Road Traffic Services. The enormous debts owed these agencies have also been identified and adequate enforcement will be made towards recovery of the outstanding debts.



7. I have taken the liberty of attaching the FCT 2017 Statutory Budget Proposal for ease of reference and consideration.

8. While looking forward to your kind approval of my request, please accept, Honourable Speaker, House of Representatives, the assurances of my highest esteem at all times.


Prof. Yemi Osinbajo, SAN,
Acting President, Federal Republic of Nigeria