



**THE SENATE
FEDERAL REPUBLIC OF NIGERIA**

**REPORT OF THE FEDERAL CAPITAL
TERRITORY (FCT) STATUTORY
APPROPRIATION BILL, 2019
(SB 742)**

MAY 2019



THE SENATE
FEDERAL REPUBLIC OF NIGERIA

REPORT OF THE FEDERAL CAPITAL TERRITORY (FCT)
STATUTORY APPROPRIATION BILL 2019 (SB 742)

1:0 PREAMBLE:

Mr. President, Distinguished Colleagues, you would recall that in line with the provisions of the Constitution of the Federal Republic of Nigeria, 1999 (as amended), the FCT Statutory Appropriation Bill 2019 was read the First Time on Tuesday, 28th May, 2019.

1:1 The Senate concluded debate on the Second Reading on the same day and the Bill was referred to the Committee of Supply for further legislative action.

2.0 FINDINGS

Mr. President, Distinguished Colleagues, you may wish to note that the overall performance of the FCT 2018 Statutory Allocation was only 61%.

Most of the projects executed by the FCTA/FCDA were still on-going due to overbearing ineptitude of getting Due Process Certificates on time.

The Committee further observed that new and on-going projects were not sufficiently funded due to delay in the release of funds, occasioned by bureaucratic bottlenecks.

3.0 HIGHLIGHTS OF THE PROPOSED 2019 FCT STATUTORY BUDGET

Mr. President, Distinguished Colleagues, for the year 2019, the proposed FCT Budget is a total sum of ₦243,374,511,077 (Two Hundred and Forty Three Billion, Three Hundred and Seventy Four Million, Five Hundred and Eleven Thousand, Seventy Seven Naira) Only.

6.0 STRUCTURE OF EXPENDITURE FOR THE PROPOSED 2019 FCT BUDGET

Personnel Costs	-	₦ 55,043,425,247
Overhead Costs	-	₦ 57,610,188,661
Total (Recurrent Expenditure)	-	₦112,653,613,908
Capital Expenditure	-	₦130,720,897,169
Grand Total	-	₦243,374,511,077

a) PERSONNEL COSTS

The provision was intended to cushion the effect of the following:

(i) Promotion;

(ii) Yearly Increment; and

Engagement of new but essential staff for such sectors as Health, Education, Directorate of Road Traffic Services for Traffic Management and Abuja Environmental Protection Board for City Cleaning. The Personnel Costs constitute 22.62% of the FCT 2019 Statutory Budget Proposal.

b) OVERHEAD COSTS

The provision was for the operational costs of Secretariats, Departments and Agencies (SDAs) in order to improve their performance and meet up their revenue targets. Some of the revenue generating SDAs are:

(i) FCT Board of Internal Revenue (FCT-IRS)

(ii) FCT Water Board;

(iii) Abuja Environmental Protection Board;

(iv) Directorate of Road Traffic Services;

(v) Development Control;

(vi) Abuja Geographic Information Systems (AGIS); and

(vii) Department of Outdoor Advertisement & Signage.

It also provided for some critical services such as Security, City Cleaning, Traffic Management, Chemicals for Water Treatment, Streetlight Maintenance, etc. The overhead costs constitute 23.67% of the FCT 2019 Statutory Budget Proposal.

c) CAPITAL EXPENDITURE

The provision was to cater for Capital Projects for the service of the Federal Capital Territory, with emphasis on completion of on-going projects. The Capital Expenditure constituted 53.71% of the FCT 2019 Statutory Budget Proposal.

7.0 RECOMMENDATION:

In view of the aforementioned, the Committee recommended the sum of **₦243,374,511,077** (Two Hundred and Forty Three Billion, Three Hundred and Seventy Four Million, Five Hundred and Eleven Thousand, Seventy Seven Naira) only, as FCT Statutory Budget for 2019.

From the projected revenue of **₦243,374,511,077** (Two Hundred and Forty Three Billion, Three Hundred and Seventy Four Million, Five Hundred and Eleven Thousand, Seventy Seven Naira) only, the sum of **₦55,043,425,247** (Fifty Five Billion, Forty Three Million, Four Hundred and Twenty Five Thousand, Two Hundred and Forty Seven Naira) only, is for Personnel Costs; **₦57,610,188,661** (Fifty Seven Billion, Six Hundred and Ten Million, One Hundred and Eighty Eight

Thousand, Six Hundred and Sixty One Naira) only, is for Overhead Costs; while the sum of ₦130,720,897,169 (One Hundred and Thirty Billion, Seven Hundred and Twenty Million, Eight Hundred and Ninety Seven Thousand, One Hundred and Sixty Nine Naira) only, is for Capital Projects, for the service of the Federal Capital Territory, Abuja, for the financial year commencing from 1st January and ending on 31st December, 2019.

**RECOMMENDED STRUCTURE OF EXPENDITURE FOR FCT
2019 STATUTORY APPROPRIATION BILL**

Personnel Costs	-	₦ 55,043,425,247
Overhead Costs	-	<u>₦ 57,610,188,661</u>
Total (Recurrent Expenditure)	-	₦112,653,613,908
Capital Expenditure	-	₦130,720,897,169
Grand Total	-	₦243,374,511,077

Mr. President, Distinguished Colleagues, in considering this budget, time is of the essence, as the two Committees (i.e. Senate and Senate Committees on FCT) worked together, and hereby present an harmonized report on the 2019 FCT Statutory Appropriation Bill to the Senate for consideration and passage into law.