FEDERAL REPUBLIC OF NIGERIA

SENATE
COMMITTEE ON NIGER DELTA

2018 BUDGET OF THE NIGER DELTA DEVELOPMENT COMMISSION (NDDC)

FEDERAL REPUBLIC OF NIGERIA

SENATE

REPORT OF THE 2018 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 to the Senate, a Budget proposal of N346,513,000,000.00 (THREE HUNDRED AND FORTY SIX BILLION, FIVE HUNDRED AND THIRTEEN MILLION NAIRA) only for the Niger Delta Development Commission (NDDC), for the fiscal year 2018 as follows:

a	Personnel Expenditure	19,521,650,000
b	Overhead Expenditure	12,737,350,000
c	Internal Capital Expenditure	2,883,000,000
d	Development Projects	311,371,000,000
	TOTAL EXPENDITURE:	**346,513,000,000**

2.0 REVENUE SOURCES

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

a	Revenue Brought Forward	10,500,000,000
b	Federal Government contribution	81,882,000,000
c	Federal Government contribution (ie Unpaid arrears by Federal Government)	33,981,000,000
d	Oil companies contributions & others	220,000,000,000
e	Ecological Funds	0
f	Other Internally Realized Income	150,000,000
	TOTAL REVENUE	346,513,000,000

3.0 COMMITTEE CONSIDERATION

i Upon referral, the Committee carried out its legislative mandate on the submission and noted that the Developmental Budget is basically a roll over of the 2017 Budget In furtherance of the drive to ensure completion of ongoing Projects.

ii The Management of NDDC in their Report for 2017 disclosed a Receipt of N301.8 Billion out of N364.4 Billion indicating a revenue performance of 83% . The report also disclosed an Expenditure of N291.3 Billion out of N364.4 Billion indicating 80% expenditure performance on both Recurrent and Capital Expenditure on 2017 Budget.

iii The Committee observed that in the revenue projections of the Commission, statutory contribution by the Federal Government was placed at N81.8 Billion. However, the Appropriations Act, 2018 reflected a decrease in statutory transfer to the NDDC to the tune of N71.1 Billion.

iv It is note worthy that the continuous intervention by the National Assembly to enhance the funding capacity of the NDDC resulted in the passage of the NDDC (Amendment) Act, 2018. The immediate benefit of the Act is that Nigeria Liquefied Natural Gas company(NLNG) which had not contributed to the funding of NDDC is now an active contributor . There is also an increase in the revenue projections from the oil and gas companies.

v The Committee adopted the submission of the Commission on Personnel Expenditure, Overhead Expenditure and Internal Capital. However, the Committee noted that the budget for non project Capital is reduced from N4.4 Billion in 2017 to N2.8 Billion in 2018 to free funds for Development Projects.

vi The Senate Committee on Niger Delta and the House of Representatives Committee on NDDC unanimously resolved to recommend that the lifespan of the budget be extended to enable the Commission achieve full implementation. Accordingly, the 2018 NDDC Budget is recommended to elapse on 31st July, 2019.

4.0 RECOMMENDATIONS

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

i) That the REVENUE PROFILE for the Commission for the year 2018 is as follows:

a	Revenue Brought Forward	10,500,000,000
b	Federal Government contribution	71,195,023,529
c	Federal Government contribution (ie Unpaid arrears by Federal Government)	33,981,000,000
d	Oil companies contributions and Nigeria Liquefied Natural Gas Ltd (NLNG) and others	230,687,022,691
e	Ecological Funds	0
f	Other Internally Realized Income	150,000,000
	TOTAL REVENUE	**346,513,046,220**

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

Personnel Expenditure	19,521,650,000
Overhead Expenditure	12,737,350,000
Internal Capital Expenditure	2,883,046,220
Development Projects	311,371,000,000
TOTAL EXPENDITURE:	**346,513,046,220**

iii) That the lifespan of the 2018 NDDC budget will elapse on the 31st July, 2019.

5.0 PRAYERS

That the Senate do consider and approve the 2018 Budget Proposal for the Niger Delta Development Commission (NDDC) in the sum of N346,513,046,220.00 (THREE HUNDRED AND FORTY-SIX BILLION, FIVE HUNDRED AND THIRTEEN MILLION, FORTY-SIX THOUSAND, TWO HUNDRED AND TWENTY NAIRA) only as recommended by the Committee.

SEN. PETER NWAOBOSHI
Committee Chairman

SENATE COMMITTEE ON NIGER DELTA

REPORT ON THE 2018 BUDGET OF THE NIGER DELTA DEVELOPMENT COMMISSION (NDDC)

Senator Peter Onyeluka Nwaoboshi
(Chairman)

Senator Baba Kaka Bashir Garbai
(Vice Chairman)

Senator. Godswill O. Akpabio
(Member)

Senator Samuel Anyanwu
(Member)

Senator Suleiman N. Nazif
(Member)

Senator Matthew Urhoghide
(Member)

Senator Enyinnaya Abaribe
(Member)

Senator Yahaya A. Abdullahi
(Member)

Senator Adesoji Akanbi
(Member)

Senator Jibrin I. Barau
(Member)

Senator Yele O. Omogunwa
(Member)

Senator Obinna Ogba
(Member)

Senator Sani M. Mohammed
(Member)

Senator Stella Oduah
(Member)

Senator Hope Uzodinma
(Member)

Senator Magnus Abe
(Member)

Senator Tayo Alasoadura
(Member)

Senator Isa Misau
(Member)

Senator Clifford Ordia
(Member)

Senator Andrew Uchendu
(Member)

Mfon E. Umoren
(Committee Clerk)

SUMMARY

A RECURRENT EXPENDITURE (PERSONNEL & OVERHEAD COSTS)

1	**Chairman's Office**	
	Personnel Costs	53,114,338
	Overhead Costs	199,031,602
	Sub-Total:	**252,145,940**
2	**Managing Director's Office**	
	Personnel Costs	151,033,824
	Overhead Costs	540,099,000
	Sub-Total:	**691,132,824**
3	**Executive Director Finance & Administration' Office**	
	Personnel Costs	54,397,814
	Overhead Costs	303,030,300
	Sub-Total:	**357,428,114**
4	**Executive Director Projects**	
	Personnel Costs	143,139,516
	Overhead Costs	380,538,050
	Sub-Total:	**523,677,566**
5	**Security Department**	
	Personnel Costs	399,181,994
	Overhead Costs	353,582,196
	Sub-Total:	**752,764,190**
6	**Corporate Affairs Department**	
	Personnel Costs	243,591,582
	Overhead Costs	417,438,707
	Sub-Total:	**661,030,289**
7	**Public Procurement Unit**	
	Personnel Costs	100,945,465
	Overhead Costs	160,300,000
	Sub-Total:	**261,245,465**
8	**Audit Department**	
	Personnel Costs	180,016,852
	Overhead Costs	139,981,908
	Sub-Total:	**319,998,760**

9	**Directorate of Commercial & Industrial Development**	
	Personnel Costs	210,973,254
	Overhead Costs	392,539,250
	Sub-Total:	**603,512,504**
10	**Directorate of Education, Health & Social Services**	
	Personnel Costs	410,815,738
	Overhead Costs	110,451,044
	Sub-Total:	**521,266,782**
11	**Directorate of Agric & Fisheries**	
	Personnel Costs	193,739,114
	Overhead Costs	102,520,000
	Sub-Total:	**296,259,114**
12	**Directorate of Environmental Protection & Control**	
	Personnel Costs	236,851,868
	Overhead Costs	128,629,504
	Sub-Total:	**365,481,372**
13	**Directorates of Utilities, Infrastructural Development And Waterways**	
	Personnel Costs	271,008,311
	Overhead Costs	143,400,940
	Sub-Total:	**414,409,251**
14	**Directorate of Youth, Sports, Culture & Women Affairs**	
	Personnel Costs	185,151,942
	Overhead Costs	413,233,200
	Sub-Total:	**598,385,142**
15	**Design Department**	
	Personnel Costs	127,745,950
	Overhead Costs	54,670,667
	Sub-Total:	**182,416,617**
16	**Project Management Department**	
	Personnel Costs	94,706,087
	Overhead Costs	81,174,197
	Sub-Total:	**175,880,284**
17	**Information Technology Department**	
	Personnel Costs	195,708,535
	Overhead Costs	125,215,200
	Sub-Total:	**320,923,735**
18	**Public Private Partnership**	
	Personnel Costs	92,402,954
	Overhead Costs	105,466,666
	Sub-Total:	**197,869,620**

19	**Servicom**	
	Personnel Costs	136,319,739
	Overhead Costs	41,504,150
	Sub-Total:	177,823,889
20	**Headquarters**	
	Personnel Costs	0
	Overhead Costs	4,233,845,500
	Sub-Total:	4,233,845,500
21	**Directorate of Community & Rural Development**	
	Personnel Costs	203,722,255
	Overhead Costs	475,554,283
	Sub-Total:	679,276,537
22	**Directorate of Project Monitoring & Supervision**	
	Personnel Costs	426,039,119
	Overhead Costs	180,618,060
	Sub-Total:	606,657,179
23	**Directorate of Finance & Supply**	
	Personnel Costs	557,490,765
	Overhead Costs	280,833,484
	Sub-Total:	838,324,249
24	**Directorate of Admin & Human Resources**	
	Personnel Costs	1,052,294,821
	Overhead Costs	904,060,716
	Sub-Total:	1,956,355,537
25	**Directorate of Planning Research Statistics And Management Information System**	
	Personnel Costs	267,670,582
	Overhead Costs	693,000,000
	Sub-Total:	960,670,582
26	**Directorate of Legal Services**	
	Personnel Costs	246,981,512
	Overhead Costs	946,094,600
	Sub-Total:	1,193,076,112
27	**Abia State Projects Office**	
	Personnel Costs	351,502,363
	Overhead Costs	69,250,124
	Sub-Total:	420,752,487
28	**Akwa-Ibom State Office**	
	Personnel Costs	555,169,136
	Overhead Costs	71,445,565
	Sub-Total:	626,614,701

29	**Bayelsa State Office**	
	Personnel Costs	618,615,870
	Overhead Costs	72,941,893
	Sub-Total:	691,557,763
30	**Cross river State Office**	
	Personnel Costs	405,276,046
	Overhead Costs	51,113,630
	Sub-Total:	456,389,676
31	**Delta State Office**	
	Personnel Costs	663,966,978
	Overhead Costs	85,132,822
	Sub-Total:	749,099,800
32	**Edo State Office**	
	Personnel Costs	320,881,194
	Overhead Costs	60,054,770
	Sub-Total:	380,935,964
33	**Imo State Office**	
	Personnel Costs	317,210,575
	Overhead Costs	77,042,753
	Sub-Total:	394,253,328
34	**Ondo State Office**	
	Personnel Costs	421,552,453
	Overhead Costs	91,917,000
	Sub-Total:	513,469,453
35	**Rivers State Office**	
	Personnel Costs	582,216,357
	Overhead Costs	105,411,600
	Sub-Total:	687,627,957

36	**Abuja Liaison Office**	
	Personnel Costs	256,939,444
	Overhead Costs	146,226,621
	Sub-Total:	**403,166,065**
37	**Provision for Aides to Board Members**	
	Personnel Costs	1,298,737,938
	Overhead Costs	0
	Sub-Total:	**1,298,737,938**
38	**Security Personnel yet to be Deployed**	
	Personnel Costs	0
	Overhead Costs	0
	Sub-Total:	**0**
	OTHER PERSONNEL COSTS	
39	Provision for Employee Compensation Act(NSITF)	119,167,208
40	22.5% Contributory Pension	2,706,100,265
41	Early Retirement Benefit	1,589,344,611
42	Staff Group Assurance Scheme	240,000,000
43	Combined Workmen Compensation / Group Personal Accident	265,000,000
44	Staff Welfare	720,000,000
45	Discentralization (Transfer Entitlements)	186,650,598
46	Human Resources / Employee Relations	117,100,000
47	Staff Housing Scheme	244,000,000
48	Severance Benefits	576,375,030
49	Medical Insurance	622,800,000
50	Recruitment Services / Others (Sensitization, Induction, Orientation etc)	108,000,000
51	Actuarial Valuation	0
	TOTAL (PERSONNEL & OVERHEAD EXPENSES)	**32,259,000,000**
B	**INTERNAL CAPITAL EXPENDITURE**	
1	Chairman's Office	49,844,065
2	Managing director's Office	106,182,065

3	Executive Director Finance & Administration's Office	191,947,000
4	Executive Director Project's Office	191,947,000
5	Corporate Affairs Department	84,749,065
6	Internal Audit Department	23,760,000
7	Security Department	74,469,065
8	Public Procurement Unit	28,494,065
9	Design	36,789,195
10	Project Management Department	24,927,000
11	Information Department Department	48,271,065
12	Public Private Partnership	28,615,065
13	Servicom	26,457,065
14	Directorate of Legal Services	19,870,000
15	Directorate of Projects Monitoring & Supervision	92,533,195
16	Directorate of Finance & Supply	28,713,065
17	Directorate of Administration & Human Resources	0
18	Directorate of Planning Research & Statistics & MIS	52,315,000
19	Directorate of Agriculture & Fisheries	28,810,065
20	Directorate of Environmental Protection & Control	24,631,000
21	Directorate of Education Health & Social Services	31,898,065
22	Directorate of Community & Rural Development	53,246,065
23	Directorate of Utilities Infrastructural Dev, &	25,237,000
24	Directorate of Commercial & Industrial Development	26,681,065
25	Directorate of Youth, Women, Sports & Culture	26,306,065
26	Headquarters	993,435,000
27	Abuja Liason Office	36,770,065
28	Abia State Office	57,569,065
29	Akwa Ibom State Office	41,944,065
30	Bayelsa State Office	43,292,000
31	Cross River State Office	42,537,065
32	Delta State Office	60,741,000
33	Edo State Office	40,761,065
34	Imo State Office	65,826,065
35	Ondo State Office	125,768,465
36	Rivers State Office	47,710,065
		2,883,046,220

C	**PROJECTS DEVELOPMENT EXPENDITURE**	
1	Head Office / Regional	100,803,900,000
2	Abia	11,936,372,465
3	Akwa Ibom	41,080,639,100
4	Bayelsa	35,893,612,525
5	Cross River	10,095,814,514
6	Delta	37,225,964,595
7	Edo	12,660,703,809
8	Imo	11,259,840,933
9	Ondo	16,169,626,998
10	Rivers	34,244,525,061
	TOTAL:	**311,371,000,000**

	GENERAL SUMMARY	
1	Personnel Expenditure	19,521,650,000
2	Overhead Expenditure	12,737,350,000
3	Internal Capital Expenditure	2,883,046,220
4	Development Projects	311,371,000,000
	GRAND TOTAL:	**346,513,046,220**