

# SENATE OF THE FEDERAL REPUBLIC OF NIGERIA ORDER PAPER

Tuesday, 15th December, 2020

- 1. Prayers
- 2. Approval of the Votes and Proceedings
- 3. Oaths
- 4. Announcements (if any)
- 5. Petitions

#### **BUSINESS OF THE DAY**

## PRESENTATION OF BILLS

- 1. Institute of Agriculturists (Establishment) Bill, 2020 (HB. 104) First Reading Sen. Abdullahi, Yahaya Abubakar (Kebbi North-Senate Leader).
- 2. State Police Service Commission (Establishment) Bill, 2020 (SB. 595) First Reading Sen. Sani, Uba (Kaduna Central).
- 3. National Health Act No. 8 2014 (Amendment) Bill, 2020 (SB. 603) First Reading Sen. Oloriegbe, Yahaya Ibrahim (Kwara Central).
- Environmental Impact Assessment Act CAP E12 LFN 2004 (Repeal & Re-enactment) Bill, 2020 (SB. 604)
   First Reading
  Sen. Amosun, Ibikunle Oyelaja (Ogun Central).
- 5. NDE Act CAP N28 LFN 2004 (Amendment) Bill, 2020 (SB. 605) First Reading Sen. Barkiya, Abdullahi Kabir (Katsina Central).

## ORDERS OF THE DAY

## PRESENTATION AND CONSIDERATION OF REPORTS

- 1. Report of the Committee on Ethics, Privileges and Public Petitions Sen. Akinyelure, Patrick Ayo (Ondo Central)
  - -That the Senate do receive the reports of the Committee on Ethics, Privileges and Public Petitions in respect of a:
    - a. Petition from Comrade Christopher Ofomhi on behalf of Ms. Ekweozoh Irene against NIGCOMSAT for alleged Unlawful Dismissal from Service;
    - b. Petition from Mrs. Mariel Rae-Omoh on alleged Victimization, Intimidation, Harassment, Injustice, Certificate Forgery and Her Unlawful Dismissal from Service by the Director-General of the Nigerian Tourism Development Corporation (NTDC); and

- c. Petition from Blessing Adanma Njoku over Her Suspension/Termination of Her Appointment on alleged Certificate Forgery by the Pension Transitional Arrangement Directorate (PTAD) To be Laid.
- 2. Report of the Committee on Communications

2021 Nigerian Communications Commission (NCC) Budget Proposal

Sen. Tinubu, Oluremi Shade (Lagos Central)

- -That the Senate do receive and consider the report of the Committee on Communications on the 2021 Nigerian Communications Commission (NCC) Budget Proposal.
- 3. Report of the Committee on Communications

2021 Universal Service Provision Fund (USPF) Budget Proposal

Sen. Tinubu, Oluremi Shade (Lagos Central)

-That the Senate do receive and consider the report of the Committee on Communications on the 2021 Universal Service Provision Fund (USPF) Budget Proposal.

4. Conference Committee Report

2021 - 2023 Medium-Term Expenditure Framework (MTEF) and Fiscal Strategy Paper (FSP)

Sen. Adeola, Solomon Olamilekan (Lagos West)

- That the Senate do receive and consider the Conference Committee report on the 2021 2023 Medium-Term Expenditure Framework (MTEF) and Fiscal Strategy Paper (FSP).
- 5. Report of the Joint Committees on Finance; Customs, Excise & Tariff; Trade and Investment and Public Procurement

Finance Bill, 2020 (SB. 585)

Sen. Adeola, Solomon Olamilekan (Lagos West)

-That the Senate do receive and consider the report of the Joint Committees on Finance; Customs, Excise & Tariff; Trade and Investment and Public Procurement on the Finance Bill, 2020 (SB. 585).

### **CONSIDERATION OF BILLS**

- 1. A Bill for an Act to authorize the issue from the Federal Capital Territory Administration's Statutory Revenue Fund of the Federal Capital Territory Administration Account, the total sum of =N=299,963,491,523.00 (Two Hundred and Ninety Nine Billion, Nine Hundred And Sixty Three Million, Four Hundred and Ninety One Thousand, Five Hundred And Twenty Three Naira) only, of which the sum of =N=74,523,382,813.00 (Seventy Four Billion, Five Hundred and Twenty Three Million, Three Hundred and Eighty Two Thousand, Eight Hundred and Thirteen Naira) only, is for Personnel Costs; and the sum of =N=61,788,967,930.00 (Sixty One Billion, Seven Hundred and Eighty Eight Million, Nine Hundred and Sixty Seven Thousand, Nine Hundred and Thirty Naira) only, is for Overhead Costs; while the balance of =N=163,651,140,779.00 (One Hundred and Sixty Three Billion, Six Hundred and Fifty One Million, One Hundred and Forty Thousand, Seven Hundred And Seventy 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, 2021 and for other matters, 2020 (SB. 596) Second Reading Sen. Abdullahi, Yahaya Abubakar (Kebbi North-Senate Leader).
- 2. A Bill for an act to establish the Nigerian Peace Corps (NPC) to empower, develop and provide alternative employment for the youths, to facilitate peace, community services, nation-building and for other related matters, 2020 (SB. 271) Second reading Sen. Ndume, Mohammed Ali (Borno South).
- 3. A Bill for an act to establish the Nigerian Hunters Council of Nigeria (NHG) to provide community policing, maintenance of law and order and community service for Nigerians and for related matters, 2020 (SB. 477) Second reading Sen. Olujimi, Biodun (Ekiti South).

- 4. A Bill for an act to establish the National Unity Corps to empower, develop and provide alternative employment for the youths, to facilitate peace, community services, nation-building and for other related matters, 2020 (SB. 375) Second reading Sen. Gyang, Istifanus Dung (Plateau North).
- 5. A Bill for an Act to provide for the establishment of the Federal College of Nursing and Midwifery, Muchalla Adamawa State and for other related matters, 2020 (SB. 517) Second reading Sen. Ishaku, Elisha Cliff (Adamawa North).

#### **MOTION**

1. Breach of 2000/2001 Fiscal Incentive Package Conditions by SINOPEC ADDAX Petroleum resulting in over N1.2 Trillion Oil Revenue Loss to the Federal Government.

Sponsor: Sen. Bassey, Gershom Henry (Cross River South)

The Senate:

Notes that in 2000/2001 the Federal Government of Nigeria had provided a Fiscal Incentive Package to Addax Petroleum Company that saw the reduction of the company's Petroleum Profit Tax from 85% in the 1998 Production Sharing Contract (PSC) to 60% in the 2001 Fiscal Incentive Package and the company's share of oil lifting increase from about 45% to 56%;

Further notes that Addax Petroleum followed through by investing to grow production from about 10,000bopb in 2000 to over 100,000bopb by 2008;

Aware that Sinopec purchased the Addax Petroleum Nigerian Production Sharing Contract (PSC) in 2009;

Further aware that from the purchase by Sinopec in 2009, the assets have witnessed significant production decline due to poor investment decisions making production levels to fall presently to approximately 30,000bopb with no developed gas;

Observes that Sinopec Addax despite holding a 100% Production Sharing Contract(PSC) with oil mining leases OML-123, OML-124, OML-126 has refused to stick to its end of the bargain to continue investing in the operated assets leading to a revenue loss of about \$3.35 billion per year by the Nigerian Government;

Further observes that OML-137 is non-producing because Sinopec Addax has breached the Fiscal Incentive Package by neglecting to invest in that asset resulting in huge oil revenue loss to Nigerian;

Concerned that in the Q4 of 2018, the lack of competent operations by Sinopec-Addax made five Nigerian General Managers and their deputies to exit the company voluntarily;

Further concerned that given the lack of any demonstration by Sinopec-Addax to stay in Nigeria because of the company's unwillingness to purchase an office building and its refusal to invest for production growth, it is shocking that NNPC continues to honour the elapsed gentleman's agreement that made Sinopec Addax operate these assets and lift 70% of the crude oil they are producing resulting in a huge annual revenue loss to Nigerian Government;

Worried that in 2016 the process of Value For Money(VFM) audit of \$1.37 billion of cost oil that had been lifted by Addax Petroleum from 2007 to 2014 was initiated with the understanding that it would take 3 months to conclude;

Further worried that since the initiation of the VFM audit in 2016, Sinopec Addax Petroleum has continued to enjoy oil over lift and have frustrated the process of conclusion of the audit to allow for the equitable and accurate determination of lifting;

Disturbed that the Covid-19 Pandemic has negatively impacted on our economy and has thrown Nigeria into debt meanwhile the Federal government has over N1.2trillion of its oil revenue lying with Sinopec-Addax Petroleum Company; and

Further disturbed that Sinopec Addax Petroleum will be leaving an abandonment/decommissioning liability cost of about \$750 million at the expiration of their stay in Nigeria come 2022.

Accordingly resolves to:

Mandate the Senate Committee on Petroleum Upstream and Senate Committee on Gas to scrutinize the 2000/2001 Fiscal Incentive Package and other Federal Government agreements with Sinopec-Addax Petroleum Company with a view to ascertaining the level of the company's compliance with these agreements and make recommendations.

COMMITTEE MEETINGS				
No.	Committee	Date	Time	Venue
1.	Joint Senate & House Committee on INEC	Tuesday, 15 <sup>th</sup> December, 2020 (Technical Committee Meeting)	2:00pm	Committee Room 117 Senate New Building
2.	Customs, Excise & Tariff	Tuesday, 15th December, 2020	12:00noon	Room 2. 04 2nf Floor Senate New Building
3.	Police Affairs	Tuesday, 15th December, 2020	2:00pm	Committee Room 107 Senate New Building
4.	Ethics, Privileges and Public Petitions	Thursday, 17th December, 2020	1:00pm	Committee Room 120 Senate New Building