



Nasarawa State Government

*Fourth Quarter (Q<sub>4</sub>)*



**Financial Year 2019**

**Consolidated**

**BUDGET IMPLEMENTATION  
REPORT**

# **NASARAWA STATE FOURTH QUARTER (Q4) & CONSOLIDATED BUDGET IMPLEMENTATION REPORT, JANUARY – DECEMBER, 2019**

## **GENERAL OVERVIEW**

The 2019 Appropriation Bill was passed into law by the Nasarawa State House of Assembly 24<sup>th</sup> January, 2019. This was subsequently assented to by His Excellency, The Governor of Nasarawa State on the 18<sup>th</sup> February, 2019.

The performance of the 2019 budget progress report is appraised to give a clear picture of what comes in and what goes out in terms of government plans of action. As planned in the fiscal document, the following are the areas in which the budget is being assessed; Expected Revenue, Personnel Cost, Overhead Cost, Capital Expenditure as well as Consolidated Revenue Fund Charges.

The total approved Budget as assented to by His Excellency for the FY 2019 amounted to Ninety Four Billion, Eight Hundred and Thirty-Eight Million, Four Hundred and Fifteen Thousand, Six Hundred and Sixty-Seven Naira only (N94,838,415,667). This consists of Ninety Billion, One Hundred and Seventy Million, Two Hundred and Forty-Six Thousand, Four Hundred and Sixty-Four Naira (N90,170,246,464.00) only initial approved budget and an extended budget (supplementary) of Four Billion, Six Hundred and Sixty-Eight Million, One Hundred and Sixty-Nine Thousand, Two Hundred and Three Naira (N4,668,169,203) only.

However, the reporting period under consideration is the fourth quarter of 2019 as well as the consolidated budget implementation report for the entire fiscal year.

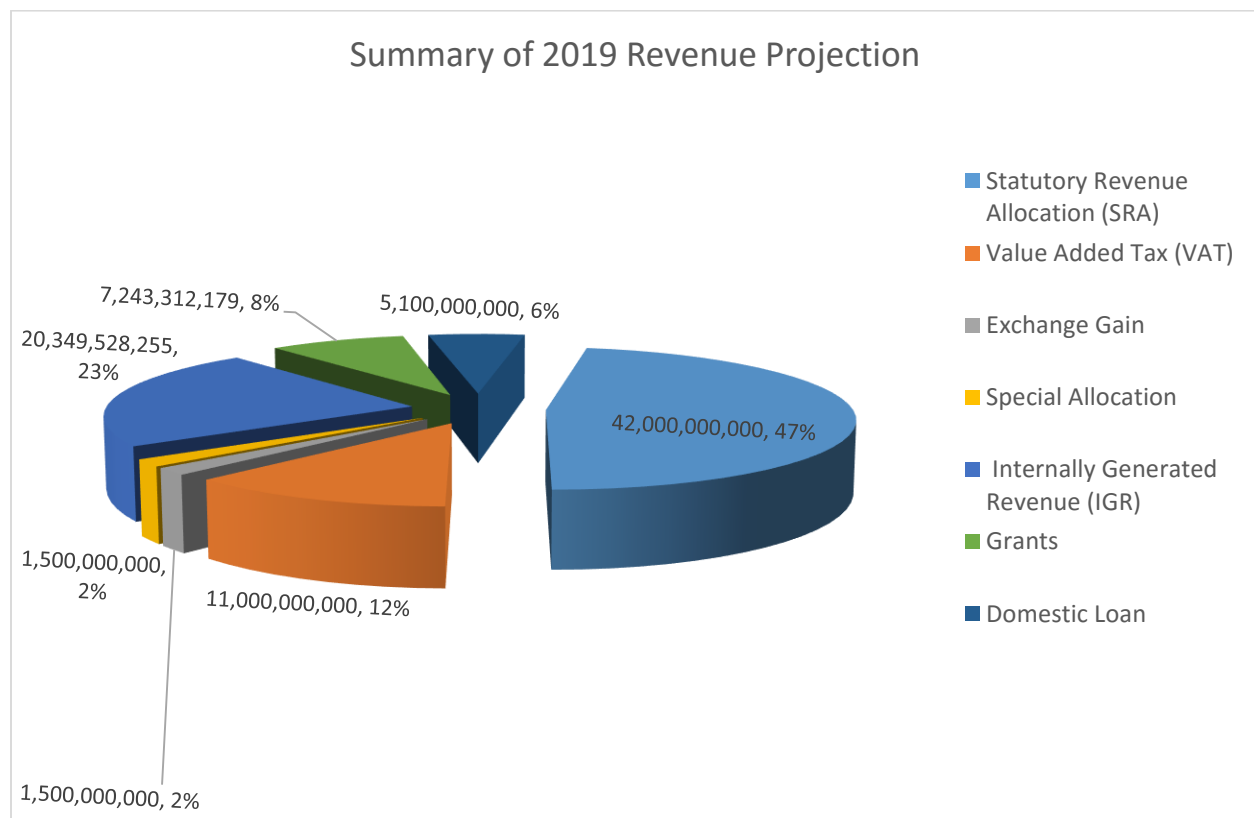
## **REVENUE PERFORMANCE**

Government expected a total revenue of Ninety Billion, One Hundred and Seventy Million, Two Hundred and Forty-Six Thousand, Four Hundred and Sixty-Four Naira (N90,170,246,464.00) only. This includes an opening balance of N1,477,406,029.

The Revenue structure as expected is as follows:

	₦ : K
a) Statutory Revenue Allocation (SRA)	42,000,000,000
b) Value Added Tax (VAT)	11,000,000,000
c) Exchange Gain	1,500,000,000
d) Special Allocation	1,500,000,000
e) Internally Generated Revenue (IGR)	20,349,528,255
f) Grants	7,243,312,179
g) Domestic Loan	<u>5,100,000,000</u>
<b>Total</b>	<b><u>90,170,246,463</u></b>

**Fig. 1: Chart Showing Expected Revenue from January to December, 2019.**



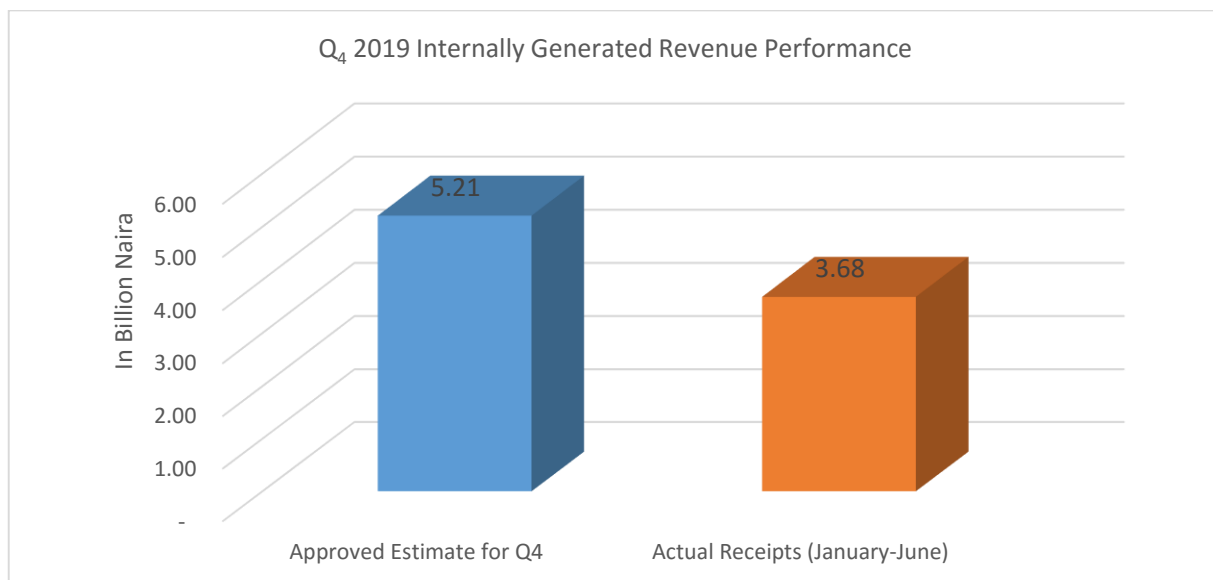
## PERFORMANCE OF REVENUE COMPONENTS

### i. Actual Revenue Receipt

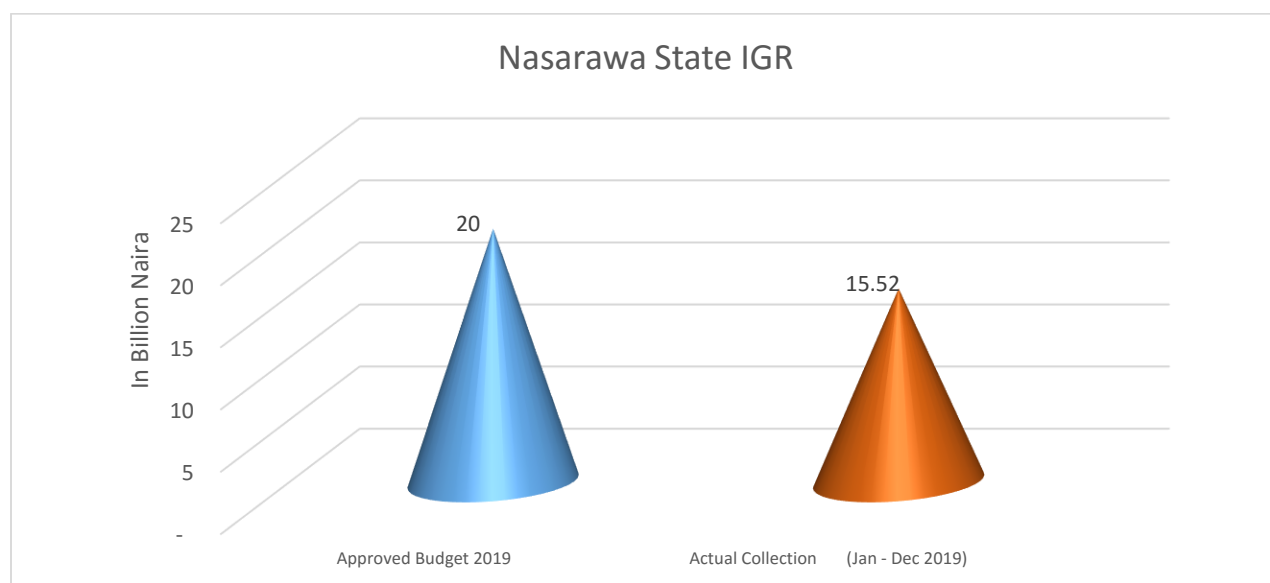
#### a) *Internally Generated Revenue (IGR):*

The anticipated Internally Generated Revenue for Q<sub>4</sub> was Five Billion, Two Hundred and Seven Million, Five Hundred and Eighty-two Thousand, Sixty-three Naira, Eighty-eight kobo (N5,207,582,063.88) only and actual receipts stood at Three Billion, Six Hundred and Seventy-nine Million, six Hundred and Fifty-eight Thousand, One Hundred and Thirty-seven Naira, Fifty-five kobo (N3,679,658,137.55) only representing 70.66% in the last quarter of the year. On the other hand, the anticipated IGR for the year 2019 as stated earlier is Ninety Billion, One Hundred and Seventy Million, Two Hundred and Forty-Six Thousand, Four Hundred and Sixty-Four Naira (N90,170,246,464.00) only. However, a total of Fifteen Billion, Five Hundred and Eighteen Million, Six Hundred and Thirty-two Thousand, Five Hundred and Fifty Naira, Nineteen Kobo (N15,518,632,550.19) was realized, representing 76.26%.

*Fig. 2: Chart Showing Expected vs Actual IGR from October to December, 2019.*



**Fig. 3: Chart Showing Expected vs Actual IGR from January to December, 2019.**



**b) Allocation from Federation Accounts:**

The State anticipated a total of Fourteen Billion Naira (N14,000,000,000.00) only from the Federation Account in the fourth quarter and Fifty-six Billion (N56,000,000,000.00) only for the FY 2019. The following components were what formed the anticipated receipts from the Federation Account from January to December, 2019:

<b>Share of Federation Account Allocation</b>	<b>Approved 2019</b>	<b>Approved Q4</b>
Share of Statutory Allocation	42,000,000,000	10,500,000,000
Share of VAT	11,000,000,000	2,750,000,000
Exchange Gain	1,500,000,000	375,000,000
Special Allocation	1,500,000,000	375,000,000
<b>Total</b>	<b>56,000,000,000</b>	<b>14,000,000,000</b>

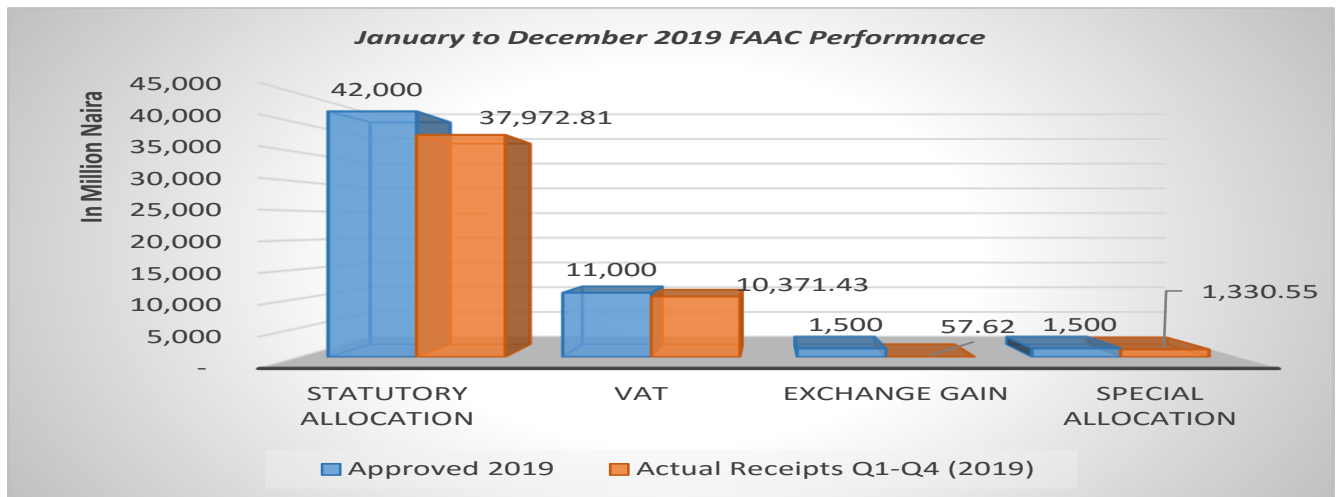
However, at the end of December, 2019, a total of Twelve Billion, Five Hundred and Twenty-five Million, Five Hundred and Eleven Thousand, Two Hundred and Fifty-five Naira, Twenty Kobo (N12,525,511,255) only was realized for the period October to December, 2019 and Forty-nine Billion, Seven Hundred and Thirty-two Million, Four Hundred and Twelve Thousand, Nine Naira (N49,732,412,009)

only was collected for the entire FY 2019, representing 89.47% and 88.81% for Q4 and FY 2019 respectively. This was a great achievement largely due to the performance of the SRA attributed to the sudden rise in the global oil price as well as a Budget Support received from the Federation Account to support states within the period under consideration.

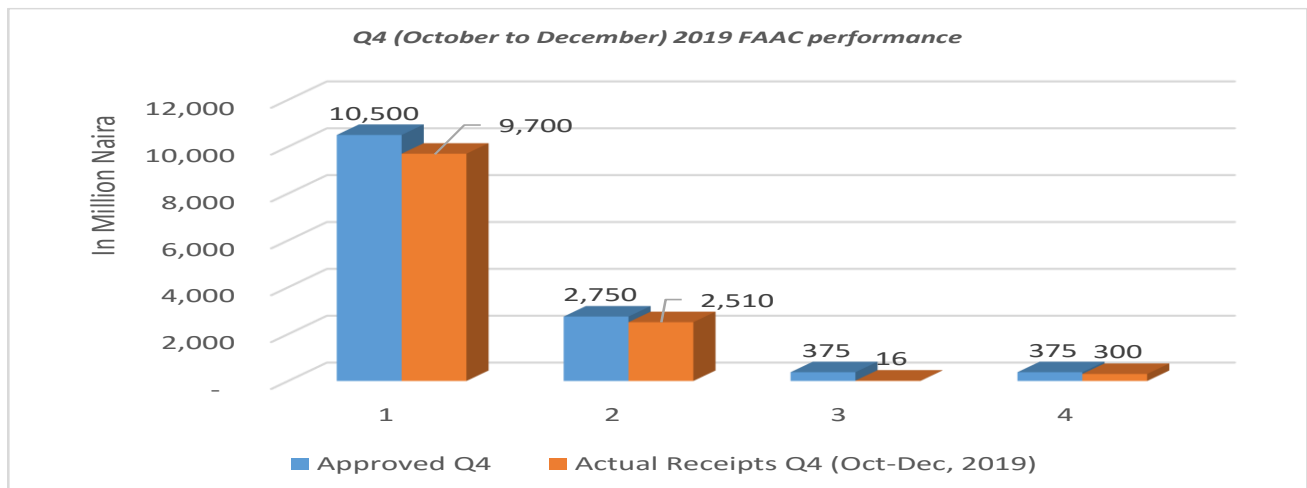
*Table showing components of Federation Account Performances*

Share of Federation Account Allocation	Approved 2019	Actual Receipts Q1-Q4 (2019)	% Perf	Approved Q4	Actual Receipts Q4 (Oct-Dec, 2019)	% Perf
Share of Statutory Allocation	42,000,000,000	37,972,811,519.07	90.41	10,500,000,000	9,699,667,728	92.38
Share of VAT	11,000,000,000	10,371,432,684.15	94.29	2,750,000,000	2,509,837,272	91.27
Exchange Gain	1,500,000,000	57,619,664.32	3.84	375,000,000	16,378,967	4.37
Special Allocation	1,500,000,000	1,330,548,141.49	88.70	375,000,000	299,627,288	79.90
<b>Total</b>	<b>56,000,000,000</b>	<b>49,732,412,009</b>	<b>88.81</b>	<b>14,000,000,000</b>	<b>12,525,511,255</b>	<b>89.47</b>

*Fig. 4: Charts Showing Revenue Performance from FAAC to the State for 2019.*

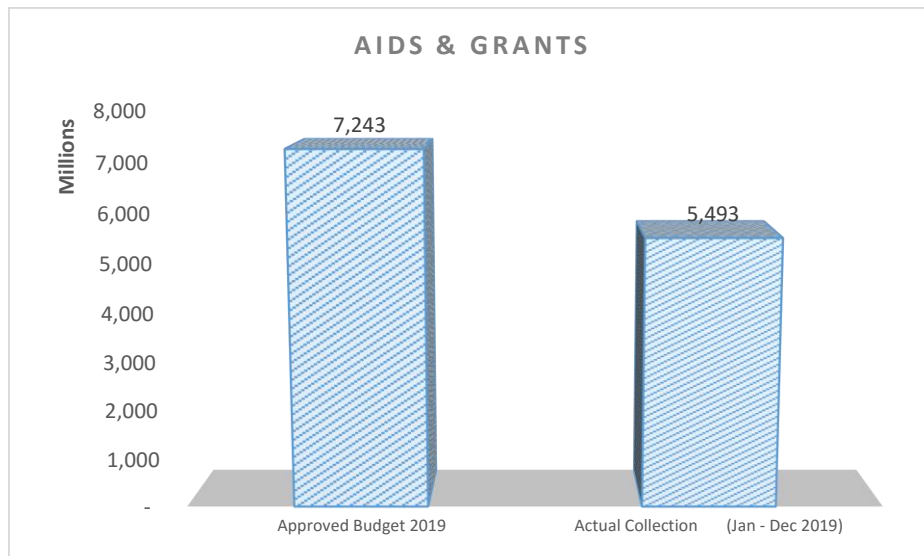


*Fig. 5: Charts Showing Revenue Performance from FAAC to the State for Q4.*



c) **Aids & Grants:** During the period under review, Government anticipated local and foreign Aids & Grants to assist in the areas of SDGs-CGS, TETFUND Intervention to tertiary institutions, Ecological Fund, National Social Investment Programme as well as Grants from Development Partners to the tune of Seven Billion, Two Hundred and Forty-three Million, Three Hundred and Twelve Thousand, One Hundred and Seventy-nine Naira (N7,243,312,179) only, consisting of N5,044,000,000 Domestic Grant and a Foreign Grant of N2,199,312,179. However, Five Billion and Forty-four Million (N5,492,681,577.00) only, consisting of 5,387,986,871.62 Domestic Grant and N104,694,705.00 Foreign Grant were received within the period under review. The overall performance for the period is 75.83%.

Fig. 6: **Charts Showing Revenue Performance from Aids and Grants to the State for FY 2019.**



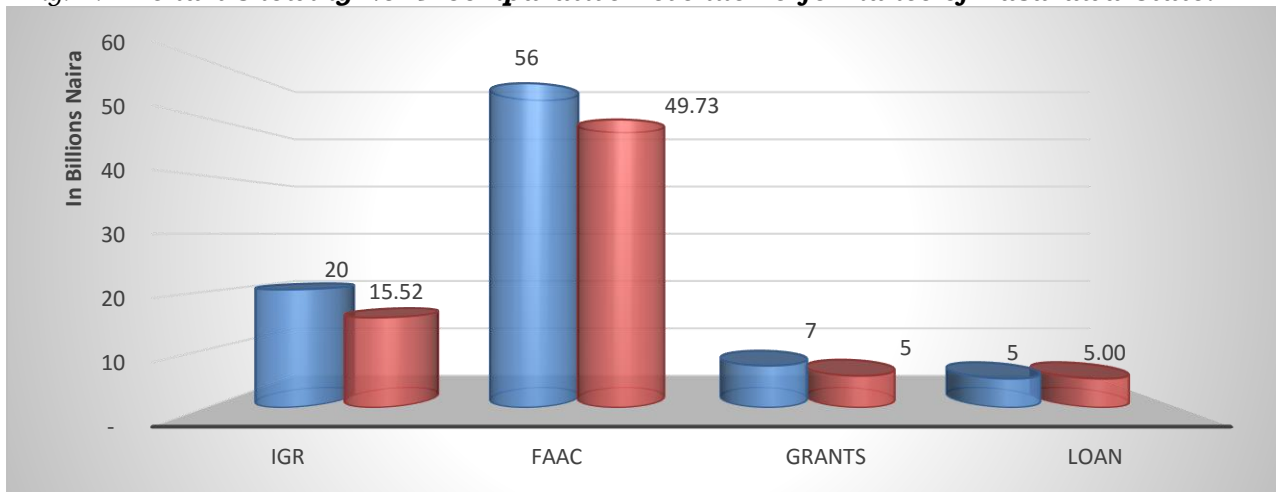
d) **Domestic Loan:** The State Government also planned for a Domestic Loan of Five Billion Naira (N5,000,000,000.00), and 5 Billion bond was subscribed by the Government in the Capital Market during the reviewing period.

**January to December, 2019 Overall Revenue Analysis**

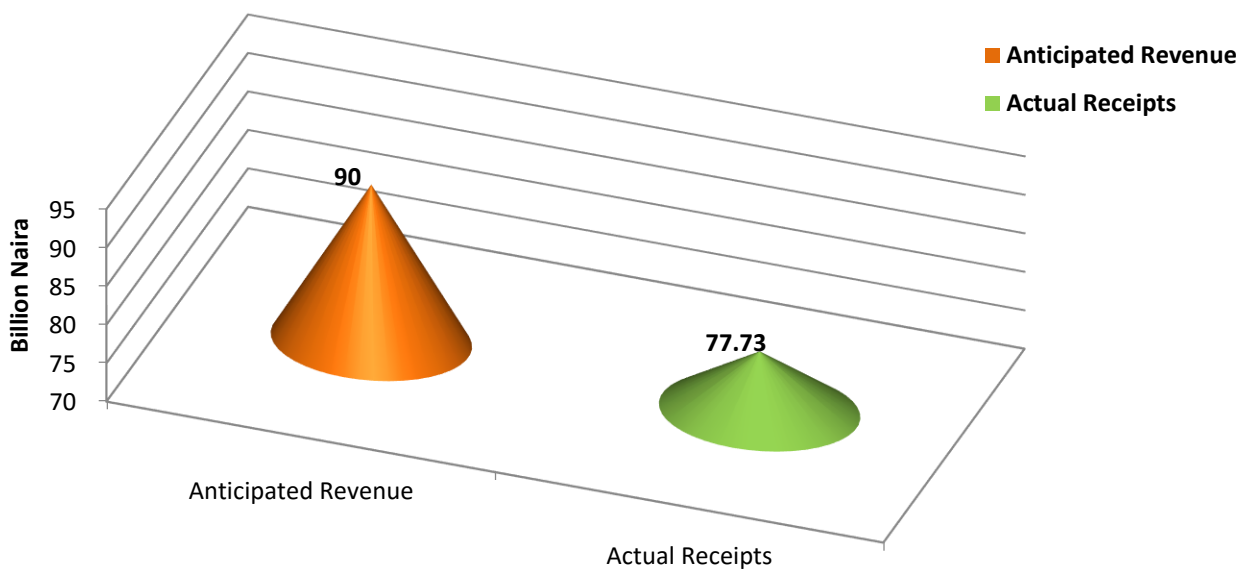
As mentioned before, a total of Ninety Billion, One Hundred and Seventy Million, Two Hundred and Forty-six Thousand, Four Hundred and Sixty-three Naira (N90,170,246,463.00) only was expected as revenue to the State for the period under review. However, as at end of December, 2019, a total of Seventy-seven

Billion, Seven Hundred and Twenty-eight Million, Six Hundred and Sixty-seven Thousand, One Hundred and Fourteen Naira, Eighty-four Kobo (N77,728,667,114.84) only was realized as the total revenue receipts. This includes receipts from Statutory Revenue Allocation (SRA) from Federation Account and Internally Generated Revenue (IGR) representing 86.20% of the total expected revenue during the period under review.

**Fig. 7: A chart showing 2019 Comparative Revenue Performance of Nasarawa State.**



**Fig. 8: Chart showing Anticipated versus Actual Total Revenue Performance of Nasarawa State 2019.**

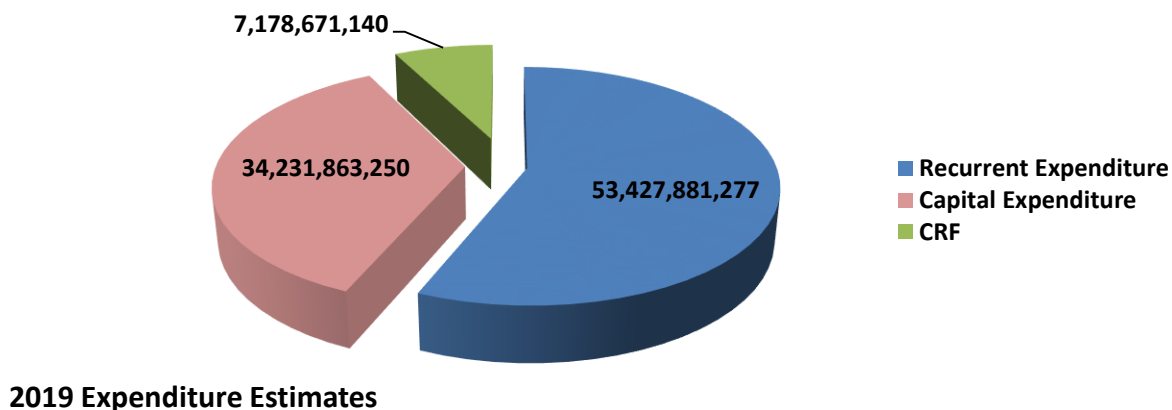




## EXPENDITURE PERFORMANCE

The total planned expenditure for FY2019 was put at Ninety Four Billion, Eight Hundred and Thirty-eight Million, Four Hundred and Fifteen Thousand, Six Hundred and Sixty-seven Naira (N94,838,415,667.00) only Including the Expanded Budget (Supplementary) of 4 Billion Naira. This comprised the recurrent spending of Fifty-three Billion, Four Hundred and Twenty-seven Million, Eight Hundred and Eighty-one Thousand, Two Hundred and Seventy-seven Naira (N53,427,881,277.00) only and a capital spending of Thirty-four Billion, Two Hundred and Thirty-one Million, Eight Hundred and Sixty-three Thousand, Two Hundred and Fifty Naira (34,231,863,250.00) only as well as charges from consolidated revenue of Seven Billion, One Hundred and Seventy-eight Million, Six Hundred and Seventy-one Thousand, One Hundred and Forty Naira (N7,178,671,140.00) only.

Fig. 9: **Chart showing Recurrent, Capital Estimates and CRF 2019.**

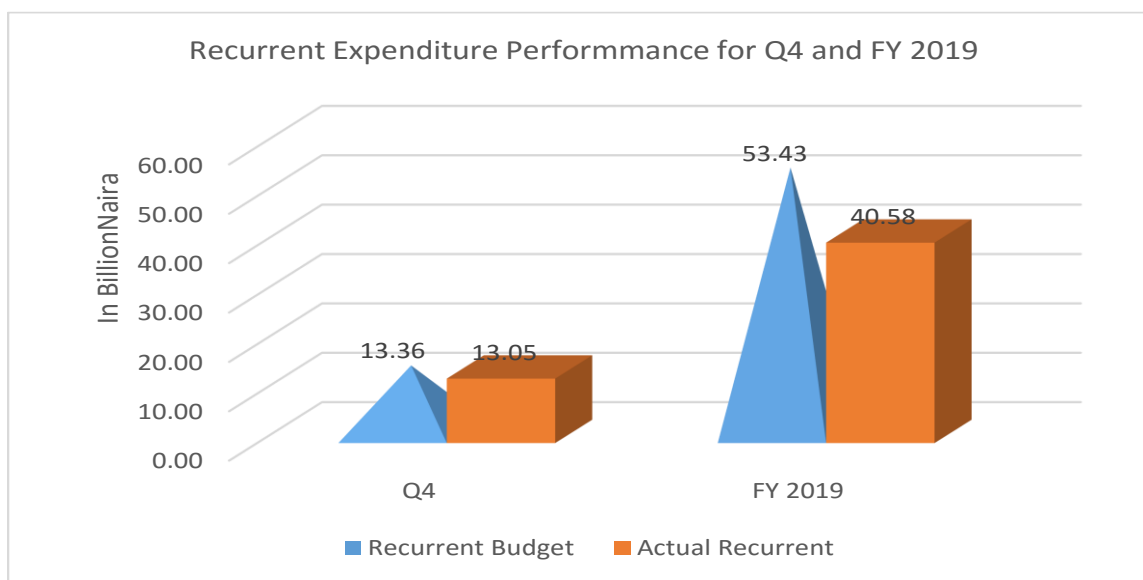


### **Recurrent Expenditure**

This consists of two components; *Personnel Cost and Overhead Cost*. During the periods under review, Government planned spending on recurrent items were Thirteen Billion, Three Hundred and Fifty-six Million, Nine Hundred and Seventy thousand, Three Hundred and Nineteen Hundred Naira, Thirty-four kobo (N13,356,970,319.34) only for fourth quarter and Fifty-three Billion, Four Hundred and Twenty-seven Million, Eight Hundred and Eighty One Thousand, Two Hundred and Seventy-seven Naira (N53,427,881,277.00) only the entire year 2019. Out of the foregoing amount, a total of Thirteen Billion, Forty-eight

Million, Seven Hundred and Eighty-three Thousand, Eight Hundred and Seventy-nine Naira, Forty Six Kobo (N13,048,783,879.32) only and Forty Billion, Five Hundred and Eighty-two Million, One Hundred and One Thousand, One Hundred and Twenty-nine Naira, Eighty-eight kobo (N40,582,101,129.88) only were expended on Salaries, Pensions/Gratuities and Overhead Costs to the MDAs for fourth quarter and FY 2019 respectively. Together they accounted for 97.69% for Q4 and 75.96% of the total actual recurrent spending for FY 2019.

**Fig. 10: Chart showing Recurrent Expenditure Performance for Fourth Quarter and FY 2019.**

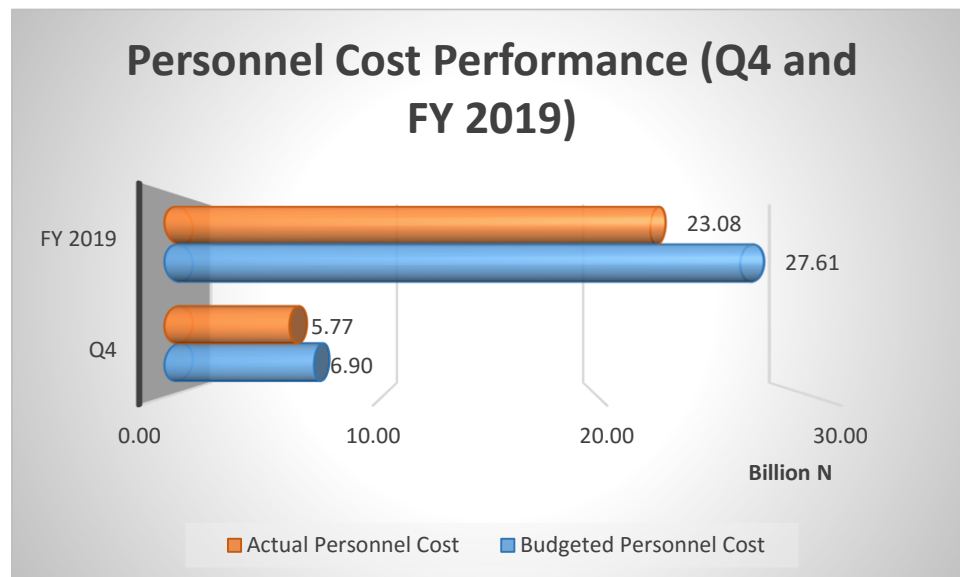


### **Personnel Cost Component**

The estimated Personnel Cost for Q<sub>4</sub> was Six Billion, Nine Hundred and Three Million, Six Hundred and Forty-three Thousand, Five Hundred and Forty-five Naira, Fifty-seven kobo (N6,903,643,545.57) only and that of FY 2019 was Twenty-seven Billion, Six Hundred and Fourteen Million, Five Hundred and Seventy-four Thousand, One Hundred and Eighty-two Naira (N27,614,574,182.00) only. Utilization for the Q<sub>4</sub> and FY 2019 stood at Five Billion, Seven Hundred and Seventy Million, Seven Hundred and Fifty-one Thousand, Two Hundred and Seventeen Naira, Eighty-nine kobo (N5,770,751,217.89) only and that of FY 2019 was Twenty-three Billion, Eighty-

three Million, Four Thousand, Eight Hundred and Seventy-two Naira, (N23,083,004,872) only respectively, representing 83.59% each in that order.

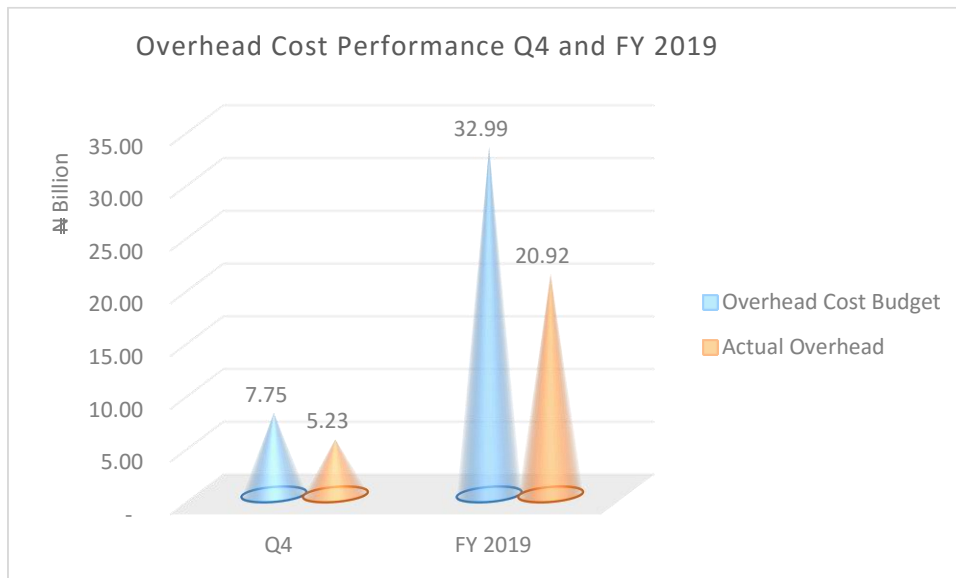
*Fig. 11: Chart showing Personnel Cost Performance in Q4 and FY 2019.*



### **Overhead Cost Component**

On the other hand, a total of Seven Billion, Seven Hundred and Forty-seven Million, Nine Hundred and Ninety-four Thousand, Five Hundred and Fifty-eight Naira, Seventy-eight Kobo (7,747,994,558.78) only was approved for Overhead cost in the Fourth Quarter of the year. However, the sum of Five Billion, Two Hundred and Thirty Million, One Hundred and Fifty-nine Thousand, Six Hundred and Seventy-two Naira, Seventy-five Kobo (5,230,159,672.75) only was spent during the period, representing 67.50%. In the same vain, the sum of Twenty Billion, Nine Hundred and Twenty Million, Six Hundred and Thirty-eight Thousand, Six Hundred and Ninety Naira, Ninety-nine kobo (N20,920,638,690.99) only was utilized out of a planned figure of Thirty-two Billion, Nine Hundred and Ninety-one Million, Nine Hundred and Seventy-eight Thousand, Two Hundred and Thirty-five Naira, Ten kobo (N32,991,978,235.10) only. This represents 63.41% performance for the period.

**Fig. 12: Chart showing Overhead Cost Performance for Q4 and FY 2019.**

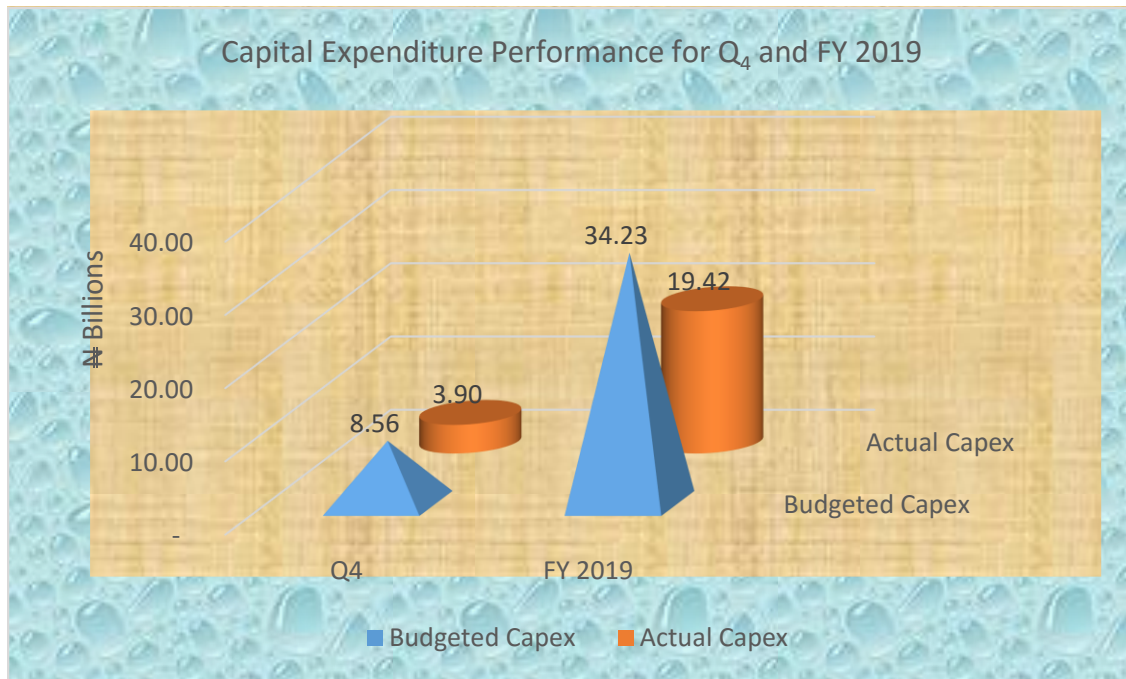


### **Capital Expenditure**

Government spending on capital projects for Quarter four (Q4) amounted to Three Billion, Eight Hundred and Ninety-six Million, One Hundred and Twenty-four Thousand, Two Hundred and Fifty-four Naira, Fifty-six Kobo (N3,896,124,254.56) only. Compared to the projected figure of Eight Billion, Five Hundred and Fifty-seven Million, Nine Hundred and Sixty-five Thousand, Eight Hundred and Twelve Naira (N8,557,965,812.41) only signifying a Capital spending of 45.53%.

The overall capex performance for FY 2019 is 52.72%. This indicates an improvement in the capital expenditure in the State. Thirty-four Billion, Two Hundred and Thirty-one Million, Eight Hundred and Sixty-three Thousand, Two Hundred and Forty-nine Naira, Sixty-four kobo (N34,231,863,249.64) only was budgeted for in 2019 and a total of Nineteen Billion, Four Hundred and Fifteen Million, Six Hundred and Seventy-eight Thousand, Nine Hundred and Seventy-seven Naira, Thirty-three kobo (N19,415,678,977.33) only was utilized for infrastructure and purchase of capital goods.

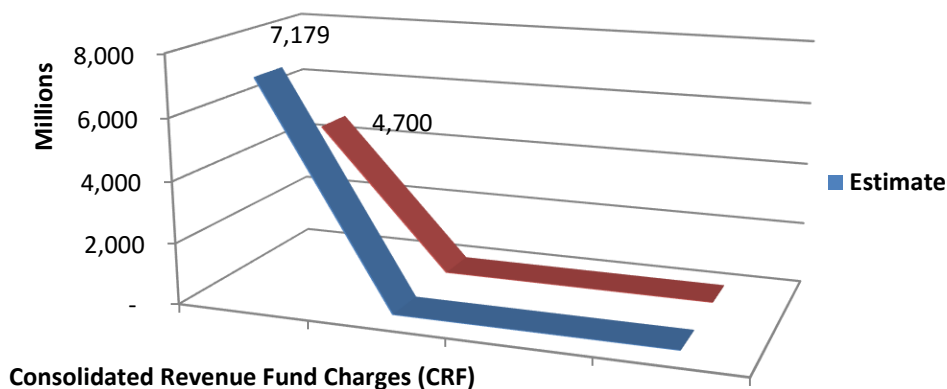
**Fig. 13: Chart showing Capital Budget Performance for Fourth Quarter and FY 2019**



**Consolidated Revenue Fund Charges**

There was a performance of 65.47% during the FY 2019 as far as the CRF is concerned. Out of a total of Seven Billion, one Hundred and Seventy-eight Million, Six Hundred and Seventy-one Thousand, one Hundred and Forty Naira (N7,178,671,140.00) only, Government expended a total sum of Four Billion, Seven Hundred Million, One Hundred and Eighteen Thousand, Six Hundred and Eighty-two Naira (N4,700,118,682.00) only on both External and Internal Debt Servicing as well as some first-line charges of Government.

**Fig.14: Chart showing CRF Performance in FY 2019**



## **Conclusion**

The budget implementation report for Q<sub>4</sub> as well as that of FY 2019 overall shows an outstanding performance, in essence, Government's overall planned expenditure stood at Ninety Four Billion, Eight Hundred and Thirty-eight Million, Four Hundred and Fifteen Thousand, Six Hundred and sixty-seven Naira (N94,838,415,667.00) only and was able to meet up with basic budgetary provision of Civil Servants salaries, pensions/gratuities of retirees, settled part of contractual liabilities, government running cost and some capital spending to the tune of Sixty-three Billion, Four Hundred and Nineteen Million, Three Hundred and twenty-two Thousand, Five Hundred and Thirty-nine Naira, Eighty-seven Kobo (N63,419,322,539.87) only for the above budget components.

Despite the meagre resources accruing to the State, Government is committed to delivering services to the good people of the State. There is hope in the State as economic uncertainties are beginning to decline.

**Haruna Adamu Ogbole, CMA**  
Honourable Commissioner.

APPENDICE 'A'

<b>SUMMARY OF 2019 REVENUE PERFORMANCE BY TYPE</b>				
<b>Revenue Description</b>	<b>Approved Budget 2019</b>	<b>Actual Collection (Jan - Dec 2019)</b>	<b>% Performance</b>	<b>Variance</b>
<b>Share of Federation Account Allocation</b>				
Share of Statutory Allocation	42,000,000,000	37,972,811,519.07	90.41	4,027,188,480.93
Share of VAT	11,000,000,000	10,371,432,684.15	94.29	628,567,315.85
Exchange Gain	1,500,000,000	57,619,664.32	3.84	1,442,380,335.68
Special Allocation	1,500,000,000	1,330,548,141.49	88.70	169,451,858.51
<b>Share of Federation Account Allocation - Sub Total</b>	<b>56,000,000,000</b>	<b>49,732,412,009.03</b>	<b>88.81</b>	<b>6,267,587,990.97</b>
<b>Independent Revenue</b>				
Personal Income Tax	7,423,100,309	3,197,775,989.80	43.08	4,225,324,319.20
Licences	292,193,267	124,698,768.75	42.68	167,494,498.62
Fees	5,567,700,000	4,774,852,110.35	85.76	792,847,889.65
Fines	53,500,000	5,220,476.33	9.76	48,279,523.67
Sales	3,575,310,000	698,309,209.69	19.53	2,877,000,790.31
Earnings	406,360,000	500,220,270.11	123.10	- 93,860,270.11
Rent on Government Buildings	33,150,000	24,172,041.42	72.92	8,977,958.58
Rent on Land & Others	402,000,000	329,126,953.98	81.87	72,873,046.02
Repayments	2,586,214,679	5,864,256,729.76	226.75	- 3,278,042,050.76
Investment Income	10,000,000	-	-	10,000,000.00
<b>Independent Revenue - Sub Total</b>	<b>20,349,528,255</b>	<b>15,518,632,550.19</b>	<b>76.26</b>	<b>4,830,895,705.18</b>
<b>Other Revenue Sources</b>				
Domestic Grants	5,044,000,000	5,387,986,871.62	106.82	- 343,986,871.62
Foreign Grants	2,199,312,179	104,694,705.00	4.76	2,094,617,474.00
Opening Balance	1,477,406,029	1,984,940,979.00	134.35	- 507,534,950.00
Domestic Loans	5,000,000,000	5,000,000,000.00	100.00	-
Foreign Loans	100,000,000	-	-	100,000,000.00
<b>Other Revenue Sources - Sub Total</b>	<b>13,820,718,208</b>	<b>12,477,622,556</b>	<b>90.28</b>	<b>1,343,095,652.39</b>
<b>Total Revenue</b>	<b>90,170,246,463</b>	<b>77,728,667,114.84</b>	<b>86.20</b>	<b>12,441,579,348.54</b>

APPENDICE 'B'

SUMMARY OF TOTAL BUDGET EXPENDITURE PERFORMANCE			
	Approved Expenditure 2019	Actual Expenditure (Jan - Dec 2019)	% Performance
Personnel Cost	26,543,158,700	22,213,364,992.99	83.69
Overhead Cost	25,813,307,095	17,090,159,887.13	66.21
CRF Charges - Statutory Office Holder's Salaries	1,071,415,482	869,639,878.56	81.17
CRF Charges - Recurrent Expenditure	2,357,000,000	1,594,729,024.63	67.66
CRF Charges - Debt Servicing	4,821,671,140	2,235,749,779.23	46.37
Capital Expenditure	<u>34,231,863,250</u>	<u>19,415,678,977.33</u>	<u>56.72</u>
Total Budget	<u>94,838,415,667</u>	<u>63,419,322,539.87</u>	<u>66.87</u>
	Approved Expenditure 2019	Actual Expenditure (Jan - Dec 2019)	% Performance
RECURRENT BUDGET	53,427,881,277	40,173,164,758.68	75.19
CAPITAL EXPENDITURE	34,231,863,250	19,415,678,977.33	56.72
CONSOLIDATED REVENUE FUND CHARGES	<u>7,178,671,140</u>	<u>3,830,478,803.86</u>	<u>53.36</u>
<b>TOTAL BUDGET SIZE</b>	<u><b>94,838,415,667</b></u>	<u><b>63,419,322,539.87</b></u>	<u><b>66.87</b></u>