



# CITIZENS' GUIDE TO Y2016 BUDGET

Vol. 7/2016



## 1.0 LAGOS STATE BUDGET

Section 121 of the 1999 Constitution, requires His Excellency, the Governor to submit an annual budget proposal (Appropriation Bill) for the enactment of the House of Assembly. After the House of Assembly passes the Appropriation Bill and it is assented to by the Governor, it becomes an Appropriation Law. Hence, the responsibility for the State Budget is between the Executive and Legislative arm of the Government.

## 2.0 The Lagos State Development Plan

### Vision

**By 2025 Lagos will be...**

Africa's Model Megacity and Global, Economic and financial Hub that is safe, secure, functional and productive.

### Mission

**Achieved by....**

Poverty Eradication and sustainable Economic Growth through infrastructure Renewal and Development.



## 3.0 Planning Framework

### THE PLANNING FRAMEWORK FOR LAGOS STATE

LAGOS STATE DEVELOPMENT PLAN 2012 - 2025	LONG-TERM POLICY & STRATEGY
FISCAL PLAN	MTEF (MTFF & MTBF) - (3 YEARS)
SECTOR STRATEGIES	MEDIUM TERM SECTOR STRATEGIES (3 YEARS) FOR MINISTRIES, DEPARTMENTS & AGENCIES (MDAs)
ANNUAL BUDGETS	YEARLY SPENDING PLAN FOR MDAs
IMPLEMENTATION, MONITORING, EVALUATION & REPORTING	BUDGET OPERATION GUIDELINES, QUARTERLY REVIEW, MONITORING, EVALUATION & CONTROL

## 4.0 Budget and Budget Process

In the public sector, a budget is an indication of how Government plans to generate income (Revenue) and how it intends to utilize (spend) the income (Expenditure) within a specified period, usually a year. Hence, it sets out the priority areas for spending in line with the Government Policies/Programmes and needs assessment of the people based on the expected Revenue for the year. A budget process is a system of rules governing the decision-making that leads to a budget, from its formulation, through its legislative approval, to its execution.

### 4.1 Stages of Annual Budget Preparation Process

- Budget Conception informed by MTEF
- Budget Preparation and Approval
- Budget Implementation, Monitoring & Control
- Budget Evaluation



## 5.0 Trend Analysis of the Budget Performance (2007 – 2015)

YEAR	BUDGET SIZE N	ACTUAL PERFORMANCE N	% PERF
2007	274,762,000,000	192,166,000,000	70
2008	403,401,000,000	286,602,000,000	71
2009	405,000,000,000	294,710,000,000	73
2010	411,571,000,000	329,526,000,000	80
2011	450,775,000,000	347,053,000,000	77
2012	491,941,000,000	439,464,000,000	89
2013	507,105,000,000	429,745,000,000	85
2014	489,690,000,000	408,312,000,000	83
2015	489,690,000,000	350,676,000,000	72

## 6.0 Areas of Focus in Y2016

The Y2016 Budget is focused on the following sectors of the economy, comprising of **Security, Transport/Traffic Management, Economy (including Agriculture & Tourism), Power, Housing, Infrastructure (Road), Education, Health, Environment, Water, Rural/Urban Development, Skill Acquisition/Microfinance, E-Governance and Enhanced capacity building.** This is geared towards improving the economic fortune, creating wealth and job opportunities in the State, without prejudice to other functions of government.

## BUDGET HIGHLIGHTS

### Y2016 Budget at a Glance

#### 7.0 Y2016 Budget at a Glance

**Budget Size - N 662.588bn**

#### 8.0 Projected Revenue Sources

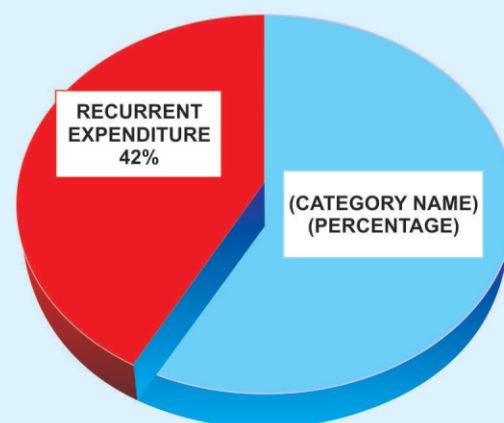
- Total Internally Generated Revenue (Capital Receipts inclusive) - N419.826bn
  - Federal Transfers - N123.048bn
  - Financing Requirement (Deficit) - N119.714bn
- N 662.588bn**

#### 9.0 Projected Expenditure

- Recurrent Debt - N13.151bn**
  - Personnel - N125.208bn
  - Overhead - N137.296bn
- Recurrent (Non Debt) Recurrent Expenditure (Debt & Non Debt) - N275.655**
  - Capital Expenditure - N386.933bn
  - Budget Size - N662.588bn

## 10.0 Capital/Recurrent Expenditure Mix 58%:42%

### CAPITAL/ RECURRENT EXPENDITURE MIX



## 11.0 Where the Money Comes From (Revenue)

	Internally Generated Revenue (Nbn)	Capital Receipt (Nbn)	Federal Transfer (Nbn)
<b>Internally Generated Revenue</b>	385.485	Capital Receipts 34.341	Federal Transfers 123.048
<b>Lagos Internal Revenue Services</b>	300.000	Grants 8.757	Statutory Allocation 50.239
<b>Internally Generated Revenue (Others)</b>	61.567	Other Capital Receipt 25.584	Value Added Tax 72.809
<b>Dedicated Revenue</b>	21.418		
<b>Investment Income</b>	0.800		
<b>Extra Ordinary Revenue</b>	1.700		

## 12.0 Where the Money Goes (Expenditure)

### 12.1 Function Group Allocation

The Y2016 Budget size Functional Group Disaggregation and percentage share:

FUNCTION	Y2016 ALLOCATION (bn)	%
General Public Service	121.593	18.35
Public Order & Safety	28.131	4.25
Economic Affairs	210.333	31.74
Environmental Protection	53.099	8.01
Housing & Community Amenities	62.763	9.47
Health	64.678	9.76
Recreation, Culture & Religion	4.637	0.70
Education	113.329	17.10
Social Protection	4.026	0.61
<b>Total</b>	<b>662.588</b>	<b>100.00</b>



- Percentage allocated to Function Group reflects Government priorities, sustenance of past trend and needs assessment of the citizenry
- Highest priority goes to Economic Affairs at 31.74% , this is in line with the policy thrust of Government on massive investments in Infrastructure (Physical and Social)
- Winding up MDGs and preparing for Sustainable Development Goals (SDGs.)

### 13.0 Key Deliverables

**13.1 Roads and Other Infrastructure:** N89.9billion on the Construction, Rehabilitation and Maintenance of roads and public buildings

- Advancement of Ten-Lane Lagos-Badagry Expressway
- Resolution of perennial traffic grid-lock in Ajah, Abule-egba and Pen Cinema, Agege, through the provision of fly-overs at two of the three locations.
- Light-up Lagos Project through provision, rehabilitation and maintenance of streetlight facilities in all our roads and schools
- Shore-line protection projects along Goshen Estate and Alpha Beach, Ilado, Amuwo-Odofin, Takwa-Bay, Baiyewu Waterfront, Langbasa

**13.2 Transportation:** N48.9billion will be expended on various Transportation initiatives, such as:

- Advancement of Blue Rail Line and Expansion of BRT Corridors (Mile 12 - Ojota)
- Construction of Bus Terminus at Mile 12, Agric for BRT and Ikorodu for BRT extension project – Lot 1 & 2
- Traffic grid-lock resolutions, junction improvement projects and Signalization
- Improvement of efficiency and capacity of Traffic Management Officers
- Procurement of Search and Rescue Equipment



- Construction and rehabilitation of jetties/terminal buildings to further encourage water transportation

**13.3 Agriculture and Food Security:** The sum of N6.8billion in Y2016 budget is earmarked for the following key areas amongst others:

- Accelerated food expansion program focused on rice production, animal husbandry and Root Crops
- Collaboration with other States in the development of a commodity Value Chain specifically for rice production
- Boosting fish production in Ayobo Fish Farm Estate in Alimosho area to provide employment opportunities.

**13.4 Tourism:** N2.2billion to be set aside for key Tourism projects in 2016. The priority projects include:

- Completion of Ilase Beach Resort
- Enhancement of Slave Trade route monuments project
- Hosting of Annual Black Heritage and other cultural festivals
- One Lagos Fiesta will also continue this Year

**13.5 Commerce and Industry:** N6.2billion has been reserved under Commerce for the on-going Development of Lekki Free Zone, Industrial Park at Imota and other areas



**13.6 Wealth and Employment Creation:** N25billion has been earmarked for the Employment Trust Scheme over a 4-year period

- In 2015, a seed fund of N3billion was earmarked and in Y2016 an additional N3.7billion has been made available for this purpose

**13.7 Environment:** N27billion will be used for various environmental projects such as:

- Completion of new sewage treatment plant at Odo Iya-Alaro
- Implementation of wastewater development plan in the various Housing Estate Schemes
- Storm water improvement programmes.
- Maintenance of Drainage Channels, Parks and Gardens in addition to addressing climate change through continuous Tree planting
- Challenges of solid waste management to be addressed through the strengthening of LAWMA and other PSP agents
- Initiatives on pollution control will continue while the database mapping of ground water will be accelerated across the State

**13.8 Water:** The sum of N17.6billion earmarked for provision of potable water will cover the rehabilitation of existing Mini Waterworks, Advancement of Adiyin Water Works Phase II and Improvement of Water Reticulation to other communities

**13.9 Housing:** The sum of N25.3billion will cover Constructions on various on-going Lagos H.O.M.S. Projects for the provision of housing for the citizens.

- A sum of N3.978billion will also be used for the payment of Compensation on acquired Lands
- On-going Land Reforms which includes Electronic Certificate of Occupancy, Title Recertification Project



and E-GIS will continue.

- Physical Planning budget of N16.3billion will cover Continuous upgrading of slum areas in Badiya, Amukoko, Bariga among others.

**13.10 Health:** The sum of N46.9billion allocated to the Health Sector, will be expended on the following:

- Implementation of Medical Health Insurance Scheme and e-Health programme
- Establishment of Medical Park and Construction of Specialist hospitals including Psychiatric and Mental Health Facilities
- Commencement of Omo-Eko Project at Massey Children Hospital
- Expansion of LASAMBUS Services to improve on the reliability and responsiveness of Medical Emergency services
- Complete the ongoing, upgrading and extension works on Ayinke House.
- Procurement of medical equipment for secondary health facilities,
- Enhanced Health Service delivery through the flagship Primary Healthcare Centres across the State
- Completion of ongoing Maternal and Childcare Centres (MCCs) at Epe and Badagry

**13.11 Sports Development:** N2.3billion will be committed to sports development. Focus will be on the following

- Maintenance of various Stadia
- Completion of on-going projects at Ifako-Ijaiye Stadium and commencement of works on Tolu and Abesan mini stadium facilities
- Provision of Sporting Facilities in Schools and Local Governments of the State

**13.12 Women Affairs:** The sum of N1.82billion has been budgeted for various initiatives for women, which includes

- Upkeep and Maintenance of Skill Acquisition Centres
- Provision of Childcare Centres and Model Training Centre for Childcare Management and Transit Home for Victims of Domestic Violence

**13.13 Youth and Social Development:** The sum of N1.4billion was allocated for funding advocacy programmes for persons living with disabilities includes:

- Maintenance, continuous upgrading and completion of Youth Centres
- Maintenance, continuous upgrading and completion of Old Peoples Home and Boys & Girls Remand Homes.

**13.14 Education:** The sum of N113.329billion is allocated for programmes in Education as follows:

- A-Meal-a-Day programme for Public Primary 1 - 6 Pupils
- Ibile Tablets for Secondary Schools inclusive of E-Curriculum development
- Rehabilitation/Upgrading of public school buildings/facilities
- Promotion of reading culture through the Provision

of books for Public School Libraries and development of e-Libraries

- Kick Illiteracy out of Lagos

**13.15 Governance:** The sum of N10.8bn is allocated for Governance to ensure efficient and effective service delivery

- The sum N1billion out of the allocation will be spent on various capacity building Programmes to equip Public Servants for their role in actualizing the Lagos State Development Plan 2012-2025

**13.16 Pensions:** The sum of N6.5billion has been approved in the Y2016 Budget for the settlement of Pension Arrears and Contributory Pension Scheme

**13.17 Science and Technology:** The sum of N9.6billion would be spent on expansion of ICT Infrastructure, which includes:

- Smart City project to enhance security in the State and aid revenue generating efforts.
- Increase coverage of CCTV installations in the State to over 10,000 active cameras connected by Broadband over 3-Years
- Reactivating the existing 1000 CCTV cameras handed over by the Federal Government and Installation of additional 3,000 cameras in Y2016
- Geographic Information Systems (GIS) and business Solutions to be given special attention.
- Expansion of LASRRA's residents registration exercise and issuance of permanent resident's cards
- Consolidation of Public Financial Management System Reforms of which N6.5bn has been provided for in 2016 Budget

**13.18 Security, Law and Order:** To manage Security challenges in the state, the sum of N23.5billion will be committed to the following:

- Maintenance of Law and Order
- Support Security services in the areas of Provisions of vehicles, security gadgets and logistics.
- Enhanced welfare for Security services in the areas of provision of allowances, fueling of patrol vehicles and adequate life insurance covers to motivate them
- Construction of additional Police Area Commands to enhance performance
- Completion of on-going Court projects in Igando, Imota, Ajegunle and Judges Quarters at Falomo etc.
- Improved disaster management
- Construction of new fire stations and Provision of additional fire-fighting equipment
- Construction of more relief camp across the state

## 14.0 CITIZENS' ROLE

We appeal to Citizens to cooperate with the State Government through:

- Regular payment of taxes
- Provision of information to security agencies
- Monitoring of on-going Government projects and reporting observed lapses to appropriate Government agencies
- Patronage and Protection of Public Facilities and Infrastructure