

# **BORNO STATE GOVERNMENT**

# (Revised Citizen's Budget 2020)

### FORWARD

The Borno State Revised Citizen's Budget for the fiscal year 2020 is published to explain to our citizens how the government intends to raise and spend public funds.

The aim of providing the citizens budget is to have a summary of the budget in a form that is easily understandable by citizens and how it is developed and managed. This provides an open, transparent and accessible document, enabling citizens to have a better understanding of the budget process and to be in a position to influence, monitor and access the effectiveness of government policies.

The Citizen's Budget is simpler and a less technical version of the Government Budget specifically designed to present key information to the public. It shows the expected revenue to be collected, how much grants to be received and also what government plan to spend on. Government on its part will be committed to providing public goods at all levels to ensure globally competitive economy and a good society. Therefore, commitment forms the starting point for a successful establishment as well as a developed sustainable community where citizens participate in governance that helps better and improve their lives and living standard.

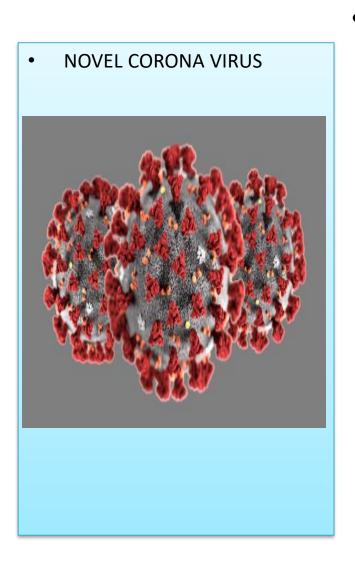
The Borno State *Revised Citizen Budget 2020* is also hosted on the Government website <u>www.pfm.bo.gov.ng</u>

The public financial documents for the government of Borno State are also published on the website. These documents particularly the *financial statements* show the actual revenues and spending of the government for a fiscal year.

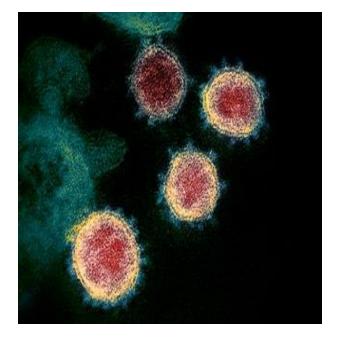
Samuel Idrisa Wakirwa

Ag. Permanent Secretary, Department of Budget and Planning

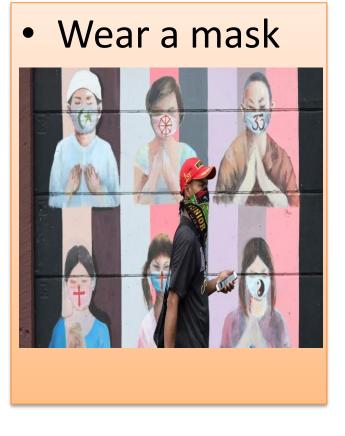
# Introduction



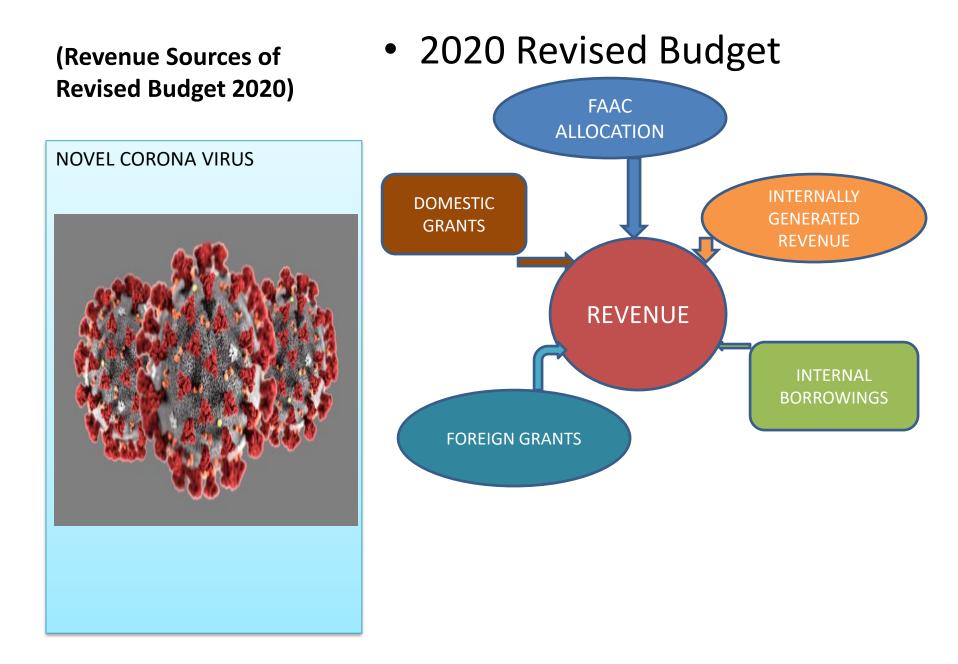
- What is a Budget?
  - A Budget is not only a set of revenue and expenditure plans by the Government, but accumulation of government's strategic socioeconomic and fiscal policies, plans and priorities for actualizing its development agenda during a fiscal period usually a year. It shows the expected revenue to be collected, how much grants to be received and also what government plan to spend on. Both National and Subnational Governments have budget document which is appropriated by an act of the State Legislature.



- What is a Citizen's Budget?
- The Budget is a constitutional requirement and in a democracy, all citizens have a right to make inputs as to how the delivery of services and infrastructure to their communities is carried out. As a result therefore, the citizens are engaged in the budgetary process usually through the conduct of a town hall meeting. This budget is a less technical version of a government budget highlighting key information in a summary form that is easily understandable by the general public.



- What is new about the Revised Budget?
- The Revised 2020 Budget provide support to sectors mostly affected by the consequences of COVID - 19 pandemic. It provides increase allocations to support spending on health, education and economic sector to help fight COVID – 19 pandemic and also help in achieving a sustainable economic growth that generates more jobs. The Original Budget was revised downwards by about 26%.

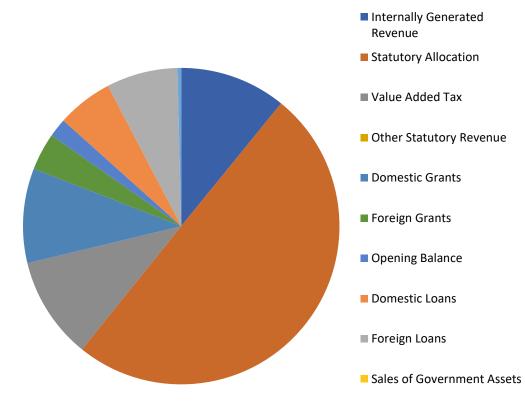


#### 2020 Revised Budget Revenue and Financing

## **REVENUE SOURCE**

Expected Rise in Revenue from New Sources





Other Deficit Financing Items

Borno State Revised Budget 2020

How will the Government source the grants

Budget Title: Citizen Budget

# SOURCE OF GRANTS

			i		
Domestic Grants	Approved 2020 Budget Target	Revised 2020 Budget Target	Approved	Revised	
Project/Donor	Amount Naira	Amount Naira	Amount Naira Billion	Amount Naira Billion	
UBEC	1,500,000,000	1,500,000,000	1.50	1.50	
MCRP	3,600,000,000	3,600,000,000	3.60	3.60	
TETFund	1,500,000,000	1,500,000,000	1.50	1.50	
N-SHIP	1,105,950,000	1,105,950,000	1.11	1.11	
BIGIS	5,000,000,000	5,000,000,000	5.00	5.00	
			0.00	0.00	
			0.00	0.00	
			0.00	0.00	
Total Domestic Grants	12,705,950,000	12,705,950,000	12.71	12.71	
Fourier Croate	Annual 2020 Rudget Terret	Revised 2020 Rudget Terest	Annual	Revised	
Foreign Grants	Approved 2020 Budget Target	Revised 2020 Budget Target	Approved	Revised	
Project/Donor	Amount Naira	Amount Naira	Amount Naira Billion	Amount Naira Billion	
World Bank SFTAS	1,500,000,000	1,800,000,000	1.50	1.80	
World Bank SFTAS (Performance Grant)	1,500,000,000	3,600,000,000	1.50	3.60	
UNDP	2,000,000,000	2,000,000,000	2.00	2.00	
Total Foreign Grants	5,000,000,000	7,400,000,000	5.00	7.40	

NOTES
All numbers must be rounded to the nearest
number
All input cells are coloured pink
All calculation cells are coloured yellow
All linked cells are coloured blue
All title cells are coloured green

#### Borno State Revised Budget 2020

Budget Title: Citizen Budget

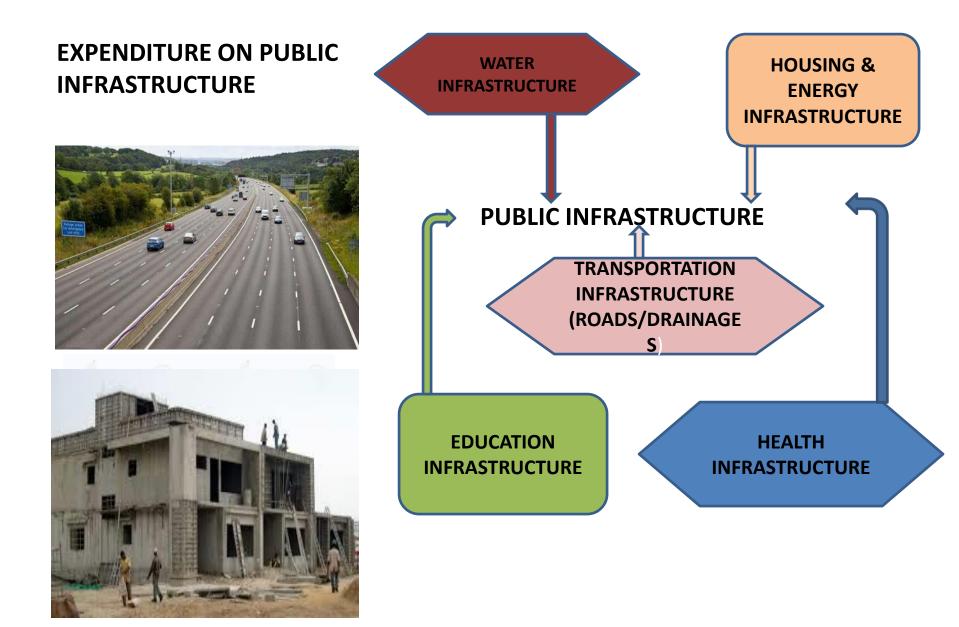
### WHERE WILL THE MONEY COME FROM?

Where will the money come from?

Budget Resource Envelope (Source of Funds)		Approved 2020 Budget Target	Revised 2020 Budget Target	Approved 2020 Percentage of Total Sources of Funds	Revised 2020 Percentage of Total Sources of Funds
Revenue	Internally Generated Revenue	14,273,696,000	18,406,691,000	9.7%	16.9%
levenue	Statutory Allocation	65,530,590,000	31,855,720,000	44.6%	29.3%
	Value Added Tax	17,920,243,000	13,720,243,000	9.3%	16.5%
	Other Statutory Revenue	11,404,801,000	3,363,744,000	#REF!	3.1%
Grant	Domestic Grants	12,705,950,000	14,868,257,000	8.6%	13.7%
	Foreign Grants	5,000,000,000	7,400,000,000	3.4%	6.8%
Opening Balance	Opening Balance	2,500,000,000	2,500,000,000	1.70%	2.30%
Total Revenue, Grant (including Opening Balance)		129,335,280,000	92,114,655,000	88.0%	84.6%
Budget Financing	Domestic Loans	7,500,000,000	9,500,000,000	5.1%	8.7%
	Foreign Loans	9,558,943,000	5,946,693,000	6.5%	5.5%
	Sales of Government Assets		801,000,000	0.0%	0.7%
	Other Deficit Financing Items	500,000,000	500,000,000	0.3%	0.5%
Total Budget Financing		17,558,943,000	16,747,693,000	12.0%	15.4%
Total Budget Revenue and Financing		146,894,223,000	108,862,348,000	100.0%	100.0%

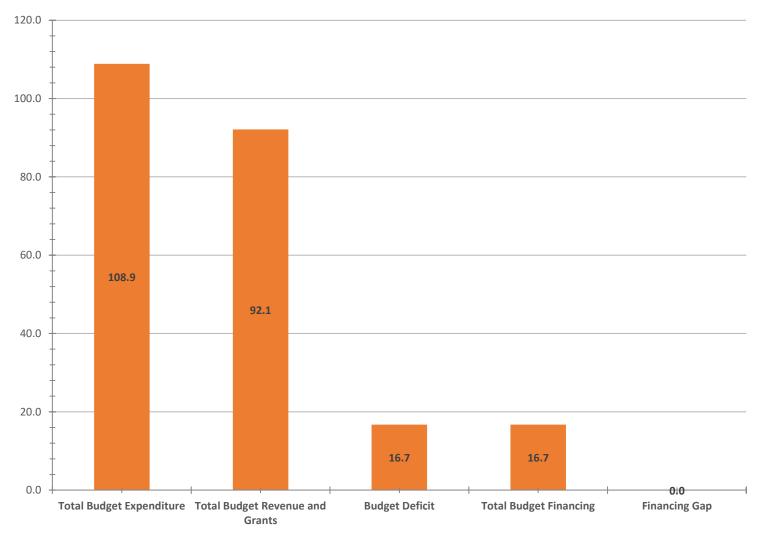
# • SOURCE OF LOAN

Borno State Revised Budget 2020				
Budget Title: Citizen Budget				
How will the Government source the loans:				
Domestic Loans	Approved 2020 Budget Target	Revised 2020 Budget Target	Approved	Revised
Project/Institution	Amount Naira	Amount Naira	Amount Naira Billion	Amount Naira Billion
CBN AADs	1,500,000,000	1,500,000,000	1.50	1.50
CBN FAMILY HOMES	6,000,000,000	6,000,000,000	6.00	6.00
ACCESS BANK (COVID - 19 INTERVENTION)		2,000,000,000	0.00	2.00
			0.00	0.00
			0.00	0.00
Total Domestic Loans	7,500,000,000.00	9,500,000,000.00	7.50	9.50
Foreign Loans	Approved 2020 Budget Target	Revised 2020 Budget Target	Approved	Revised
Project/Insitution	Amount Naira	Amount Naira	Amount Naira Billion	Amount Naira Billion
WORLD BANK (RAAMP)	3,612,250,000		3.61	0.00
WORLD BANK (NEWMAP)	2,500,000,000	2,500,000,000	2.50	2.50
YESSO	1,096,693,000	1,096,693,000	1.10	1.10
FADAMA III	1,400,000,000	1,400,000,000	1.40	1.40
WORLD BANK (COMM. SOC. DEV. AGENCY)	950,000,000	950,000,000	0.95	0.95
			0.00	0.00
Total Foreign Loans	9,558,943,000	5,946,693,000	9,558.94	5,946.69



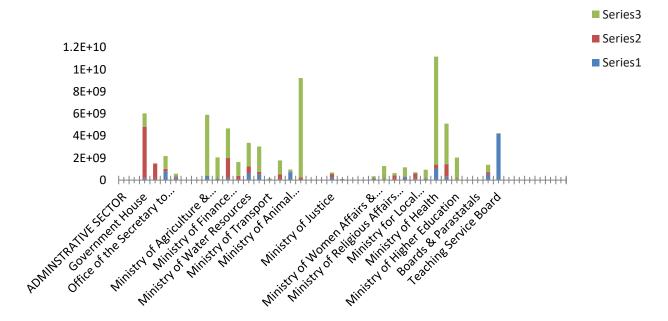
### **GENERAL FRAMEWORK**

Revised 2020 Budget General Framework Billion Naira

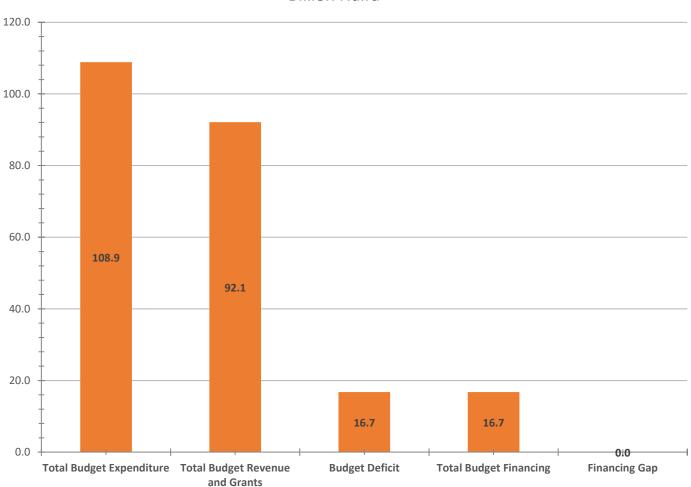


### **EXPENDITURE ALLOCATIONS TO MDAs**

**Revised 2020 MDA Budgeted Expenditure Allocation** 



### **GENERAL FRAMEWORK OF REVISED BUDGET 2020**



Revised 2020 Budget General Framework Billion Naira

### SUMMARY OF 2020 REVISED BUDGET

Budget Title: Citizen Budget	2020 Budget Target									
	2020 Budget Target									
	Approved Personnel Cost	Revised Personnel Cost	Approved Overheads and Other Recurrent		Approved Recurrent Expenditure	Revised Recurrent Expenditure	Approved Capital Expenditure	Revised Capital Expenditure	Approved Total Expenditure	Revised Total Expenditure
ADMINSTRATIVE SECTOR	Personner Cost	COSL	Other Recurrent	Recurrent	expenditure	Expenditure	Expenditure	Expenditure	Expenditure	Expenditure
OFFICE OF THE GOVERNOR							2			
Government House							, 			, , , , , , , , , , , , , , , , , , ,
dovernment house	175,000,000	175,000,000	7,412,700,000	4,660,000,000	7,587,700,000	4.835.000.000	1,920,000,000	1,201,000,000	9,507,700,00	6,036,000,000
Office of the Secretary to the State Government	813,090,000	755,000,000	325,080,000	255,000,000	1,138,170,000			1,170,000,000	4,638,170,00	
Ministry of Home Affairs, Information &										
Culture	615,213,000	260,213,000	187,421,000	89,255,000	802,634,000	349,468,000	731,500,000	221,500,000	1,534,134,00	0 570,968,000
					(	) (				0 (
Economic Sector					(					0 (
Ministry of Agriculture & Natural Resources	846,502,000	380,852,000	43,402,000	27,208,000	889,904,000	408,060,000	6,130,000,000	5,489,000,000	7,019,904,00	5,897,060,000
Ministry of Finance (Headquarters)	560,700,000	190,700,000	17,653,501,000	1,808,059,000	18,214,201,000	1,998,759,000	4,186,000,000	2,670,000,000	22,400,201,00	4,668,759,000
Ministry of Water Resources	689,000,000	598,000,000	335,900,000	627,600,000	1,024,900,000	1,225,600,000	2,513,000,000	2,145,000,000	3,537,900,00	0 3,370,600,000
Ministry of Works	540,000,000	540,000,000	297,000,000	197,000,000	837,000,000	737,000,000	6,249,000,000	2,306,500,000	7,086,000,00	3,043,500,000
	540,000,000	540,000,000	297,000,000	197,000,000	837,000,000	/37,000,000	6,249,000,000	2,300,500,000	7,086,000,00	0 3,043,500,000
Ministry of Transport Ministry of Animal Resources and	10,000,000	1,000,000	61,000,000	61,000,000	71,000,000	62,000,000	250,000,000	86,000,000	321,000,00	0 148,000,000
Fisheries Development Ministry of Reconstruction,	725,519,000	715,269,000	46,450,000	45,000,000	771,969,000	760,269,000	353,000,000	199,000,000	1,124,969,00	0 959,269,000
Rehabilitation and Resetlement	14,974,000	14,974,000	428,444,000	228,444,000	443,418,000	243,418,000	11,770,000,000	8,992,000,000	12,213,418,00	9,235,418,000
Law and Justice					(					
Ministry of Justice	258,276,000	245,776,000	309,425,000	306,995,000	567,701,000	552,771,000	574,173,000	142,000,000	1,141,874,00	0 694,771,000
Judicial Service Commission	1,062,200,000	49,200,000	718,687,000	37,669,000	1,780,887,000	86,869,000	574,050,000		2,354,937,00	86,869,000
Social										
Ministry of Women Affairs & Social							/			
Development	129,150,000	129,150,000	40,750,000	40,750,000	169,900,000	169,900,000	490,000,000	180,000,000	659,900,00	0 349,900,000
Ministry of Religious Affairs & Special Education	100,960,000	21,000,000	419,380,000	414,000,000	520,340,000	435,000,000	1,277,000,000	205,500,000	1,797,340,00	640,500,000
Ministry for Local Government &										
Emirate Affairs	75,563,000	75,563,000	589,437,000	529,437,000	665,000,000	605,000,000	270,000,000	105,000,000	935,000,00	0 710,000,000
Ministry of Health	8,720,773,000	1,061,000,000	678,100,000	338,000,000	9,398,873,000	1,399,000,000	2,168,000,000	9,767,000,000	11,566,873,00	0 11,166,000,000
Ministry of Education	861,316,000	302,000,000	1,293,098,000	1,138,000,000	2,154,414,000	1,440,000,000	4,787,000,000	3,668,700,000	6,941,414,00	0 5,108,700,000
Poorde & Daractatala					(					
Boards & Parastatals Borno State Universal Basic Education					(	1				
Board	497,000,000	497,000,000	223,000,000	223,000,000	720,000,000	720,000,000	1,736,000,000	660,000,000	2,456,000,00	0 1,380,000,000
Teaching Service Board	4,700,000,000	4,200,000,000	16,000,000	16,000,000	4,716,000,000	4,216,000,000	51,000,000	10,000,000	4,767,000,00	4,226,000,000
					(	) (				0 (
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	28,792,938,000	10,863,256,000	32,811,109,000	13,497,614,000	61,604,047,000	24,360,870,000				
							Other MDA Expend	liture	17,714,777,00	0 36,031,652,000
							Total Budgeted Expenditure		146,894,223,000	108,862,348,000

### **TOP 5 CAPITAL PROJECTS IN 2020 REVISED BUDGET**

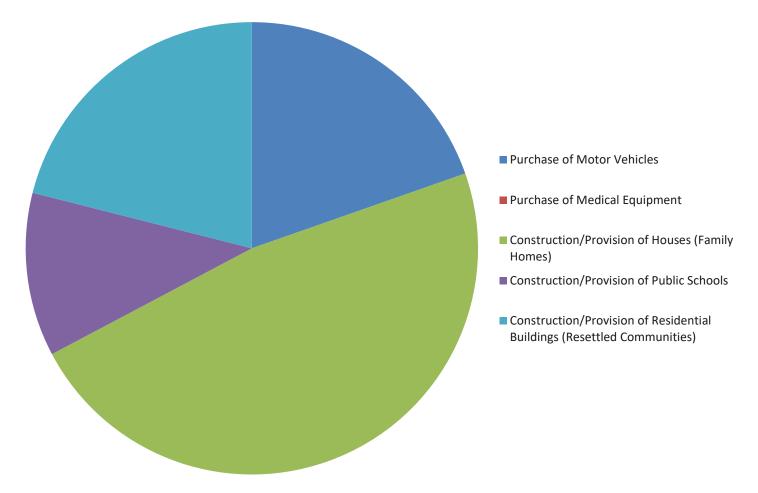
Borno State Revised Budget 2020

Budget Title: Citizen Budget

Fop Capital Projects : 2020 Budget						
Project	Line Ministry/Agency	Location(s)	LGA(s)	Approved Amount	Revised Amount	
Purchase of Motor Vehicles	Ministry of Finance, Budget & Planning			2,350,000,000	2,000,000,00	
Purchase of Medical Equipment	Ministry of Health				5,000,000,00	
Construction/Provision of Houses (Family Homes)	Ministry of RRR	Auno	Konduga	5,700,000,000	5,900,000,00	
Construction/Provision of Public Schools	Ministry of Education			1,400,000,000	2,400,000,00	
Construction/Provision of Residential Buildings (Resettled Communities)	Ministry of RRR	Resettled Communities	Mafa, Auno	2,520,000,000	1,800,000,00	
Survelliance/Epidemiology	Ministry of Health				1,460,000,00	
Construction/Provision of Roads	Ministry of Works	Maiduguri	MMC, Jere, Biu, Bama	3,010,000,000	1,240,000,00	
Provision/Construction of Roads	Roads Maintenance Agency			2,400,000,000	1,000,000,00	
Purchase of Hospital Equipment	Ministry of Health	Maiduguri, Biu			1,500,000,00	
Construction of Labs/Healthcentres	Ministry of Health				1,000,000,00	
Grain Reserve	Ministry of Agriculture			350,000,000	1,200,000,00	
Cultivation of Special Crops	Ministry of Agriculture			1,360,000,000		
Rural Access and Agric Marketing	Ministry of Agriculture			1,800,000,000	1,200,000,00	
Total Top Capital Projects 2020				24,124,000,000	28,910,000,000	
Total Capital Projects 2020				75.729.899.000	52.339.376.000	
% share of total top capital projects vs. capital projects for 2020				31.86%	55.24	
Total Budget 2020				146,894,223,000	108,862,348,000	
% share of total top capital projects vs. total budget for 2020				16.42%	26.569	

### **TOP 5 CAPITAL PROJECTS IN 2020 REVISED BUDGET**

2020 Approved Capital Project Allocation - Top 5 and Other Capital Projects



## GLOSSARY

OAIDS & GRANTS: Voluntary transfer of from one country to another either by individual, private organization

•**APPROPRIATION**: refers to legislative designation of money for particular uses, in the context of a budget or spending bill •**BUDGET**: is an annual financial Statement presenting the revenue and expenditure for a financial year which passed by the legislature and approved by the executive

○**CAPITAL EXPENDITURE:** Funds that are used for purchase, construction, improvement or maintenance of long term assets ○**CRF** – (Consolidated Revenue Fund): consist of all revenues and money raised or received by government

○FISCAL YEAR: It's a period used by governments for accounting & budget purposes in Nigeria is January to December
○IGR: Internally Generated Revenue by States within Nigeria independent of the State share of revenue from Federation
Account Allocation

INFLATION: Sustained increase in the general price level of goods and services in an economy over a period of time (1 year)
MACRO – ECONOMY: A branch of economics that studies how the aggregate economy behaves ranging from national income, GDP, price level etc

 $\circ$  MDAs: Ministries, Departments and Agencies

 $\circ$  **RECURRENT EXPENDITURE:** Payment made by government for all purposes except capital cost

o SERVICE DELIVERY: Provision of public services such as healthcare, education, sanitation, criminal justices

 $\circ$  STATUTORY ALLOCATION: Funds allocated from the Federation Accounts Allocation Committee

• TREASURY OPENING BALANCE: Amount of money held in government account at the start of a new financial /fiscal year

• VAT: Value Added Tax; indirect tax on the domestic consumption of goods and services except those that are zero rated (such as foods and medications)