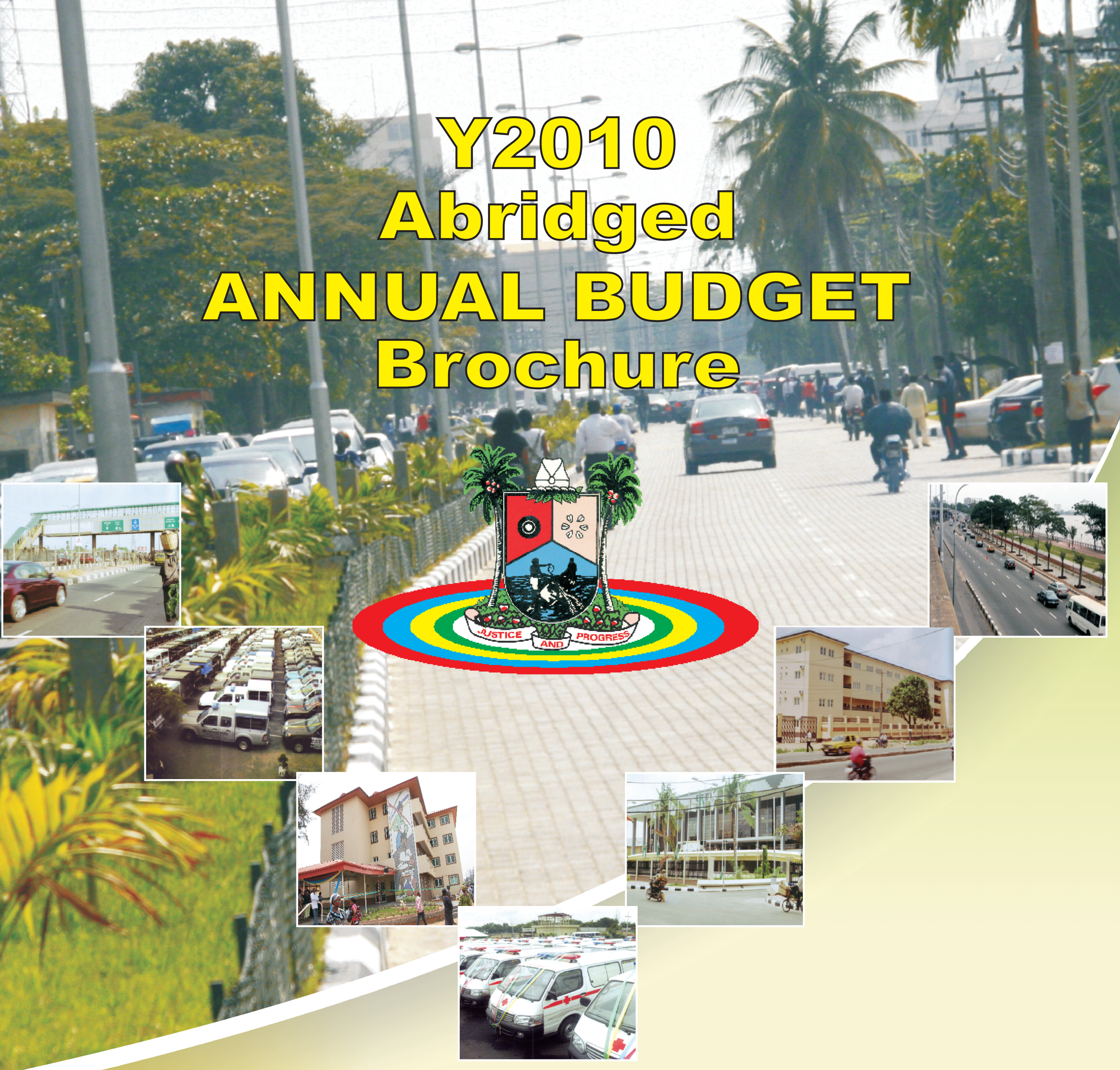
Y2010 Abridged ANNUAL BUDGET Brochure



LAGOS STATE GOVERNMENT
Budget of Consolidation

POVERTY ERADICATION AND SUSTAINABLE ECONOMIC GROWTH THROUGH INFRASTRUCTURE RENEWAL AND DEVELOPMENT

CONTENTS

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FOREWORD

The year 2010 Budget, presented to the Lagos State House of Assembly (LAHA) by His Excellency, Mr. Babatunde Raji Fashola (SAN) on November 17, 2009 is aptly tagged the **Budget of Consolidation**. Being the last full year budget of the Administration, it is a budget of common sense that seeks to complete, or at least advance towards completion, all ongoing projects while initiating only very critical new projects. The Budget of Consolidation is designed to push the frontiers of infrastructure further while also creating the necessary fiscal stimulus for enhancing business growth.

Critical to this Budget is the need to ensure that the gains of the last three years of the Administration are entrenched. This is especially through the construction of the "Infrastructure of the Mind". It is essential that the populace begin to appreciate and cultivate the right attitude that promotes and protects infrastructure development.

There is no gain-saying the fact that substantial progress has been recorded in revamping and rehabilitating the State's infrastructure. It is logical that their maintenance be an integral part of this and future Budgets.

At N389 Billion, the Y2010 Budget shows a N40 billion decrease over Y2009 Budget of Accelerated Growth (N405 billion). It reflects a 58:42 Capital/Recurrent Expenditure ratio in the bid to enhance development and stringently manage the recurrent cost of governance.

The Ministry of Economic Planning and Budget, as the agency of government charged with the responsibility of coordinating planning and development of the State, has undertaken the publishing of the abridged budget as a useful guide for the successful implementation of the Y2010 Budget.

As a user-friendly reference package, it has been produced to further deepen the Ministry's commitment to engaging with all Stakeholders in delivering service to the people. Along with the MDAs, we will continue to undertake monthly and quarterly reviews of performance.

I, therefore, commend this publication to all, as a platform for creating the necessary understanding of the philosophy, principles as well as the strategic procedures to ensure the successful implementation of the Y2010 Budget.

Eko o ni baje.

Mr. Ben Akabueze
Honourable Commissioner (MEPB).

BUDGET OF CONSOLIDATION

BEING THE Y2010 BUDGET PRESENTATION OF THE LAGOS STATE GOVERNOR, HIS EXCELLENCY, MR. BABATUNDE RAJI FASHOLA, SAN DELIVERED AT THE CHAMBERS OF THE LAGOS STATE HOUSE OF ASSEMBLY, ALAUSA, IKEJA ON TUESDAY, NOVEMBER 3, 2009

Honourable Speaker

Distinguished Members of the Lagos State House of Assembly

Ladies and Gentle men

This presentation of the third full year budget of our Administration marks another critical milestone in the ongoing radical renewal and modernization of Lagos State.

Our disciplined and focussed budget implementation over the last two and a half years is responsible for the massive construction revolution evident throughout the state in new roads, bridges, classrooms, jetties, markets, water facilities, health facilities, sports facilities, courtrooms, street lights, rural projects and beautification projects among others.

We have seized every opportunity to create thousands of new jobs, sustained free and qualitative social services in key sectors like education and health; strengthened existing initiatives and redeveloped new ones to significantly enhance the safety of lives and property while utilizing micro-credit as a major instrument of poverty alleviation in an unprecedented manner.

Mr. Speaker, Honourable members, our Administration has rendered an account of stewardship to the electorate every hundred days since our assumption of office. This is in practical demonstration of our commitment to accountability in governance as well as a deliberate strategy to keep our people informed and involved, in order to ensure a continuous, and consistent improvement on our performance.

The 18th of January, 2009, marked our 600 days in office and it was the first quarterly rendering of account we gave to the public after the delivery of the Y2009 budget to this august assembly.

A major feature of this period has been the completion and handing over of a number of life changing projects, programmes and policies we promised our people at inception.

Some of the projects we delivered to the public during this period include the traffic grid lock improvement and re-engineering initiative on the outer Marina to link Ahmadu Bello Way; the traffic gridlock re-engineering initiative on the right turn at the descent of the Five Cowrie bridge; and the commissioning of the new city link boats operated by city link transit group in a public-private-partnership agreement with the Lagos State Government as part of our efforts to reduce the pressure on our roads through the maximization of our water ways.

During this quarter we completed the 2nd phase of the bar beach protection shoreline spanning 500 meters from the Akin Adesola street to the Adetokunbo Ademola street junction; completed and delivered for public use the second phase of the Ademola Adetokunbo road on Victoria Island in partnership with Eko Hotels Plc as well as completed and handed over to the tax payers the re-claimed, re-constructed and beautified Muri Okunola Park on Victoria Island.

We also completed and handed over the ultra modern and fully equipped Bola Tinubu Paediatric Complex and Diagnostic Centre at the Lagos University Teaching Hospital (LASUTH).

In the period under consideration we disbursed over N1billion through the Eko Micro-Finance Initiative to enable 5000 indigent women and 4,500 graduates of our skill acquisition and empowerment centres commence new small scale businesses or expand existing ones. It was also at this time that we commenced the reclamation and restoration of Oshodi, which has now come to symbolize the new face of Lagos.

On the 28th of April, 2009, we sustained the tradition of rendering to the public an account of our stewardship over the previous four months. A significant feature of this quarter was the commemoration of the first anniversary of the Bus Rapid Transit (BRT) Lite system; a period during which over 52 million passengers had been transported in the safe, comfortable and fast high capacity buses running on dedicated bus lanes.

In continuation of the transformation of our public transportation system, we procured 195 new air-conditioned buses to transform LAGBUS Asset Management Limited into the largest public bus operator in West Africa while also commissioning 200 brand new corporate cabs operated by corporate cabs services limited as a public-private-partnership initiative. Another PPP initiative that came on stream in the transportation sector in this quarter is the Ebute-Ipakodo Ferry Service from Ikorodu to Marina operated by Metro Ferry Services Ltd.

During this quarter, we kicked off the pilot project of the closed circuit television (CCTV) to enhance the security of the state through comprehensive surveillance and monitoring by located cameras.

The Lagos State Security Trust Fund continued to wax stronger as we donated 10 armoured personnel carriers, 1000 AK 47 rifles and 2 million rounds of ammunition to enhance the crime–fighting capacity of the Rapid Response Squad in addition to financially rewarding police officers who demonstrated uncommon courage on duty. In the same vein, we donated twelve operational vehicles to the Nigerian Prison Service to assist in the speedy dispensation of justice in Lagos State.

Some of the other accomplishments of this quarter include the completion and handing over of the Bourdillion, Alexander and Gerard roads in Ikoyi; completion and delivery of Montgomerry road, Aje road and Commercial Avenue all in Yaba; completion and delivery to the public of Ago Palace Way and expanded link bridge as well as the completion and handing over for public use of the waste Transfer Loading Station at Simpson along with 50 additional waste compactor trucks.

In the health sector, the 4th Eko Mission was a success with six open heart surgeries safely conducted with equipment fully owned by Lagos State. We also successfully hosted the 1st Lagos State International Climate Change Summit, which drew up a road map to guide Lagos State and Nigeria's response to the global environmental challenge.

Another milestone of this quarter was the payment of N5 billion as pension arrears to 5,575 teaching, non-teaching and Local Government pensioners and the establishment of the Lagos State Pension Commission to efficiently manage pension funds and ensure that retirees get their benefits on time.

Apart from successfully upgrading the Teslim Balogun Stadium to meet FIFA standards, we also successfully hosted the most spectacular Eyo Festival in the history of the unique Adamu Orisha play to signal the readiness of our State for global tourism and its vast economic possibilities.

All of these activities were reflected in our 1st quarter budget performance of 67%. Although this was an improvement on our 1st quarter performance for the previous year, we were not satisfied but resolved to work even harder to achieve improved budgetary performance in subsequent quarters. Thus, our half year appraisal of the Y2009 budget revealed an overall performance of 70%.

This reflected concretely in the real economy and lives of our people resulting in creation of over 156,000 new jobs by the first half of the year. A breakdown of these new jobs shows that 6,114 health and education sector workers were employed at the lower levels; 52, 685 persons were directly employed into the civil service while 98,000 persons were employed indirectly either as sub-contractors or as employees of hundreds of construction sites across the state.

On the 6th of August, 2009, we rendered the quarterly performance of our 800 days in office to a cross section of youth representatives in the State. Incidentally this is a year in which our administration placed premium on the welfare of children, youth and women as the cardinal plank of our poverty alleviation programme.

This year our administration created vacation jobs for 5000 students during the long holiday period enabling them to engage their time usefully and earn some pocket money to cushion the financial pressure on their parents and guardians.

As part of our efforts towards the expansion of opportunities and the diversification of our economy we are implementing an agriculture based youth empowerment scheme tagged Agric-YES.

The major objective of Agric-YES is to engage, equip and empower interested Lagos youths to become world-class agro-entrepreneurs. This is being achieved through a three-phased programme involving:

- ✓ A six-month intensive practical based training in poultry, aquaculture, horticulture, bee-keeping and Agric Business;
- ✓ A twelve-month internship on a commercial farm to gain experience using internationally accepted best-practices; and
- ✓ Settlement on a one hectare per graduate farm in established farm estate with financial as well as institutional support.

This new-age, laptop carrying agro-entrepreneurs are the future of agricultural production in Lagos State with access to latest technological advancements for food production, value addition and trade.

The project was conceived in the wake of urban youth unemployment as a form of social protection response and will contribute to employment generation, food security and economic development.

We re-launched the uniformed voluntary organizations such as the Boys' Scout, Girls' Guide, Red Cross and Man O' War in all our schools to restore the values of creativity, curiosity, healthy adventure and patriotic community service in our youth.

Other youth-oriented programmes successfully undertaken by our Administration include the re-introduction of the inter schools debate to inculcate the culture of healthy intellectual contest among the youth; establishment of Climate Change Clubs in schools to actively engage the youths in the battle for a healthy environment and the initiation of the school traffic advocacy programme to enlist the youths as positive change agents on our high ways.

This period marked the flag-off of our aggressive drive to eradicate polio and other communicable diseases from Lagos State. Our successes in this regard have been acknowledged by the national primary health care agency.

We are committed to completely wiping out the incidence of polio in this state within the shortest possible time to ensure that our children grow up in good health to actualize their potentials for the benefit of Lagos State and Nigeria.

In addition to sustaining all our free health care programmes, particularly for children, women and the aged, we continue to single-mindedly pursue the speedy completion of our seven new 100-bed Maternal and Child Care Centres currently in different advanced stages of finishing in different parts of the state.

During this quarter, our administration successfully convened the 2nd Lagos State Education Summit, which afforded critical stakeholders in the sector an opportunity to brainstorm on challenges confronting education and suggesting far-reaching solutions to elevate the quality of education in the state.

I must in this respect thank members of this distinguished assembly for passing the vocation and technical education institutions law, which is already helping to strengthen this sphere of education as a veritable tool for achieving our objectives as Africa's emergent Model Mega City.

Another significant achievement of our administration during this quarter was the expansion of our modern taxi scheme with the addition, through Public-Private-Partnership, of 1,255 new Taxis thus creating 1,255 new jobs mostly for young persons.

In a similar vein, critical stake holders enthusiastically endorsed the commencement of work on our revolutionary expansion of the Lagos-Badagry Expressway into a Ten-lane international highway. Our mobilization of the contractor to site as well as payment of compensation to owners of structures affected by the development is an indication of our commitment to this massive project that will open up the entire Badagry corridor to rapid development and elevate the economy of Lagos State to new heights.

We also recorded significant progress on our Digital Mapping and Geographical Information System (GIS) Project.
Through this equally path-breaking initiative, we are systematically capturing every inch of land in Lagos digitally; an accomplishment which will facilitate prompt documentation of land titles and assist in the efficient planning and deployment of services and utilities across the state. This project will significantly enhance the capacity of the state to provide infrastructure and create wealth for the benefit of the citizenry.

Our Administration has equally spared no effort to continually upgrade safety standards across sectors in the state.

The establishment of the Lagos State Safety Commission to regulate safety standards on public highways, construction sites, work places and schools among others will go a long way in mitigating the incidence of building collapse, pipeline explosion, road accidents and other avoidable disasters.

Our successful hosting of the Y2009 Federations Cup Finals is an indication of how far we have gone in restoring the glory of Lagos as a Centre of Sporting Excellence.

We equally demonstrated our commitment to increasing the avenues and opportunities for healthy recreation in the state through the construction and delivery of the kernel street recreation park in Surulere as well as on-going construction of new youth centres/recreation facilities at Imota, Agbowa, Mosan-Okunola, Ori-Ade, Ajara, Badagry, Ibeju, Oto-Awori and Mushin.

We equally demonstrated our methodical efficiency and effectiveness as an administration by our unrivalled preparedness as a secure and hospitable venue of the Y2009 FIFA under-17 football competition. The tournament has come and gone, and our visitors have received nothing short of our famous hospitality for which we must thank all members of the local organising committee, the volunteers and all the citizens who took ownership of this championship and ensured its success.

It is not surprising that during this period, the transformational strides of our administration was recognized and applauded both internationally and locally through such awards as Transport Planner of the Year 2009 by the Transport Planning Society of the United Kingdom; Award for good Governance at the year 2009 African Business Awards in London and the Cleanest Capital in the Federation by the Federal Ministry of Environment.

Equally significant is the success of Lagos State in hosting the largest annual conference ever of the Nigeria Bar Association (NBA) as well as the consensus at the mega event, irrespective of party affiliation or ethnic origin, that Lagos is a developmental pace setter in Nigeria today. With your support, we have simply forged ahead to work harder to justify the confidence of our people and to continuously raise the standards of excellence.

Accordingly, our Y2009 3rd Quarter budget review, covering the period, July 1st to September 31st, 2009, recorded an impressive overall performance of 75%.

Within the context of the 67% performance reported in the 1st and 2nd Quarters of the year, our cumulative gross actual budget performance at this period stood at 70%. This substantial budgetary performance was reflected in the continued aggressive provision of infrastructure development and delivery of qualitative social services across diverse sectors in our rural and urban areas. It was also a function of more effective supervision and greater diligence on the part of the public service and our development partners resulting in better performance despite inclement weather constraints.

Towards the close of the 3rd Quarter of the budget cycle, we carried out a sectoral re-ordering of resource allocation, in conjunction with this Honourable House to shift revenue utilization to the most critical areas of need. This will expectedly improve the performance of the Y2009 budget in the last quarter of the year.

If there was any more doubt that the faithful implementation of the budget has touched the lives of ordinary people and helped to strengthen the fabric of society, it would be found in the significant reduction of crime levels across the state to an unprecedented minimum as revealed by the crime statistics published in the 3rd Annual Report of the Security Trust Fund which showed that the indices of robbery, vehicle snatching and other violent crimes had dropped by 79.9% within the year.

Y2010 BUDGET – MACRO-ECONOMIC FRAMEWORK

Distinguished Ladies and Gentlemen, while a lot of work has been done in our attempt to bridge the infrastructure gap and a lot of projects, too numerous to mention will be completed before the end of this year and in the first and subsequent quarters of next year such as schools, health facilities, roads, water supply facilities and so much more. We believe that we are now at the most challenging phase of our journey to a bright and rewarding future.

For too long, we seem to have evolved survival strategies for dealing with chaotic and unplanned living that we now seem afraid to approach orderly living predicated on law and order.

We are at the point where we must build the most enduring infrastructure. This is the infrastructure of the mind. This is the infrastructure that empowers people to seek new levels of excellence that demands new attitudes that commits to greater ideals.

We recognise that while the buildings, schools and roads can be easily pulled down and rebuilt, the human mind is the most difficult to rebuild, although it is the most enduring.

We have decided to start with ourselves. We have inaugurated a Ways & Means Committee of the State Executive Council and Permanent Secretaries to begin to review how we have operated in the public sector and to propose changes from those things that make our work inefficient and improve on those that make it more efficient.

For us, it is a journey and we have found the courage to take the first step. We will require the understanding and support of all members of the public for whose benefit we exist and on whose behalf we exercise public trust. From time to time, we will be announcing changes to policies that will take us nearer our destination and we look forward to your endorsement and compliance. The truth and reality is that whenever there is voluntary compliance, the cost of governance is significantly reduced.

Against the background of the foregoing performance review of the Y2009 budget, common sense and economic realities dictate that the Y2010 budget must necessarily be a budget of consolidating the achievements of the last three years. Of course, Lagos does not exist in isolation and our budget will always be implemented within the context of global and national economic realities.

Some of the contending variables in this respect include the global economic recession from which the world is gradually emerging; the attendant impact on the price of oil, the mainstay of our economy; the implication for foreign investment in our economy and the reverberations of the global financial turmoil on critical sectors of our economy as reflected in the current crises in the banking sector and the stock market.

It is equally too early yet to predict the sustainable impact of the commendable post-amnesty scenario in the Niger-Delta on the country's long term oil revenues or that of the proposed deregulation of the oil sector.

Taking all of these factors into account, we have predicated the Y2010 budget on a bench mark oil price of $50 per barrel, a state GDP growth rate of 8% and 20% interest rate on Naira-Denominated loans.

Despite prevalent macro-economic constraints, the State cannot afford to waiver on its commitment to massive investment in infrastructure to create jobs, improve the investment climate, alleviate poverty and sustain economic recovery and growth. The conventional wisdom being demonstrated across the globe is that massive public sector spending on infrastructure is a critical factor in lifting distressed economies out of recession.

We intend to continue along the lines to maintain social equilibrium and keep the economy going with a focus on completing the existing projects. Against the background of the already stated global and domestic pressures on public revenues, we will necessarily in Y2010 place greater premium on Public Private Partnerships (PPP) as a viable option for funding infrastructure expansion and renewal.

Luckily, the awareness dawns on us more acutely everyday that the contemporary world is indeed a compact global neighbourhood.

Therefore, in different parts of the world in which I have been privileged to interact with key public and private sectors leaders, there is a consciousness of the strides we are taking in Lagos State and the eagerness to key into the immense investment opportunities being thrown up. Of course, this is not because anyone wants to do us a favour but it is in the nature of highly mobile global finance capital to move to areas of potentially higher return on investment.

It is therefore our collective responsibility and challenge to reiterate, at every point, to prospective investors the incomparable advantages of helping to transform our infrastructure challenges into profitable economic opportunities in diverse sectors including rail, road and water transportation; housing and real estate development; environmental renewal and waste management; recreation, tourism and hospitality as well as water and power supply to name a few.

However, we also realize that our salvation lies within our hands and our state through the PPP Office will take the lead in promoting a Nigerian owned economy.

Our history has shown that we have not owned enough of the business opportunities that exist here and we have kept so much investible capital in Europe and other western economies to our detriment.

We will therefore be promoting investment portfolio opportunities for Nigerians in many of our developmental projects through the PPP Office as a way of diversifying investment choices beyond the traditional basket. We are convinced that this is time to bring back all that capital to work in this economy for our people.

<u>Y2010 BUDGET GOALS AND OBJECTIVES</u>

We remain optimistic and confident that, despite the current dismal global economic scenario, Lagos is firmly on the path to becoming a major economic success story of our time and the Y2010 budget is a critical bridge to the attainment of this goal. Accordingly, the following key goals and strategies will drive the 2010 budget:

- Aggressive Revenue Generation
- Completion of on-going infrastructure Projects
- Maintenance of existing Infrastructural facilities and public utilities
- Human capital and institutional reform In the state's civil service

- Mitigation of global warming through greening, beautification programme and other initiatives
- Teachers' welfare enhancement
- Enhancement of community based Vocational education
- Sustenance of the state's free Healthcare services
- Assistance/empowerment of Farmers/fishermen for food production and processing
- Expansion/construction of new water Schemes

PROPOSED Y2010 BUDGET

Mr. Speaker and Distinguished Members of the House, it is my pleasure and honour to formally present to you highlights of the Y2010 budget, which as I earlier hinted is aptly tagged **BUDGET OF CONSOLIDATION.**

The Y2010 budget will ensure the completion and consolidation of all on-going projects/programmes while only viable new initiatives will be undertaken. For this purpose the budget has been prepared on the basis of a medium term expenditure framework. The overall budget size for 2010 is **N429.596 billion** which represents an increase of 5.3% over the Y2009 budget.

HIGHLIGHTS OF Y2010 BUDGET

The total revenue projection of the Y2010 budget is estimated at **N307.027 billion.** This comprises internally generated revenue (IGR) estimate of **N204.000 billion;** dedicated revenue estimate of **N20.027 billion;** federal transfer projection of **N78 billion** and extra-ordinary revenue estimate of **N5 billion.**

Recurrent expenditure is estimated at **N178.818 billion** made up of total personnel cost of **N55.079 billion** and total overhead cost of **N123.739 billion.**

The detailed components of the total overhead cost are broken down as follows:

- Overhead cost - **N67.002 billion**
- Subventions - **N18.977 billion**
- Transfer to other funds - **N0.050 billion**
- Public debt charge - **N17.683 billion**
- Dedicated expenditure - **N20.027 billion**

Capital receipts for the Y2010 budget is estimated at **N28.372 billion** and this is composed of the following sub heads:

- ➢ Other capital receipts - **N23.101 billion**
- ➢ Matching grants - **N5.021 billion**
- ➢ Investment income - **N0.250 billion**

The budget has a capital expenditure estimate of **N250.778 billion** with the following components:

- ➢ Core capital - **N209.207 billion**
- ➢ Capital development - **N22.804 billion**
- ➢ Matching grants - **N 5.021 billion**
- ➢ Counterpart funding - **N 5.246 billion**
- ➢ Special expenditure - **N 8.500 billion**

The sectoral demarcation of the Y2010 budget has been aligned to the standardized format set by international development agencies such as the World Bank and the IMF. The sectoral allocation of the budget is as follows:

- ➢ Public Order and Safety - **N10.550bn (2.46%)**
- ➢ Education - **N60.041bn (13.98%)**
- ➢ Health - **N30.219bn (7.03%)**
- ➢ General Public Service - **N105.607bn (24.58%)**
- ➢ Economic Affairs - **N145.160bn (33.79%)**
- ➢ Environmental Protection - **N28.710 bn (6.68%)**
- ➢ Housing and Community Amenities - **N36.917bn (8.59%)**
- ➢ Recreation, Culture and Religion - **N9.375 bn (2.18%)**
- ➢ Social Protection - **N3.018 bn (0.70%)**

BROAD POLICY THRUSTS

Embedded in these sectoral figures and the attendant percentages are certain distinct policy thrusts and initiatives, which must be clearly enunciated for a better appreciation of the budget.

First and foremost as I had earlier stated is a commitment to ensuring that no project or programme is abandoned while managing the state's finances for optimum benefit to the populace.

Again, our emphasis in the maintenance of public order and safety goes beyond simply combating crime to taking more people off the streets by creating jobs, alleviating poverty and reducing the desperation that feeds crime.

We are already reaping in this budget the benefit of our previous massive investment in key agencies and sectors. Our sustained investment in agencies such as the Lagos State Waste Management Authority (LAWMA), Lagos State Water Corporation (LAWC), and the Lagos State Advertising Agency (LASAA) has enhanced their capacity to run on their own strength therefore actually reducing overhead costs on these agencies in the Y2010 budget.

The benefit is that we are able to shift the strategic focus in the funding of our environmental renewal efforts to awareness campaigns for attitudinal change that address the root causes of environmental degradation.

Furthermore, the sectoral allocation reflects the immense success we have recorded in our Public Private Partnership schemes in different areas including the waste to wealth projects, the site and service schemes of the New Towns Development Authority (NTDA) and the development of new housing schemes by the Ministry of Housing.

The injection of private sector funds in these key sectors has reduced the need for direct government funding thus enabling much more objectives to be achieved outside the budget. But for these initiatives, we would have been confronted with the unavoidable imperative of a larger budget size with the attendant challenge of funding capacity.

We are also placing greater emphasis in the Y2010 budget in improving the quality of life in our rural areas particularly through agriculture based micro-finance funding under the existing framework of the Lagos State Micro Finance Initiative (LASMI).

The objective is to boost the rural economy, create rural based employment and encourage more people to stay within their environment, which will enjoy greater local economic buoyancy. Another unique feature of the budget is our creation of a special grant for scientific research and development to encourage local talent particularly in our higher institutions and help evolve home grown solutions to our peculiar challenges.

One of the most critical initiatives of this budget is the creation of investment incentive packages to boost economic growth and mitigate the liquidity crunch in the economy. This basket of incentives will include bringing down some of our rates to reduce, for instance, the cost of land transactions, planning fees and mortgage rates with a view to stimulating domestic investment both locally and through the repatriation of funds from the diaspora.

An important component of the incentive package is in the area of real estate where we have now made it possible for legal occupants of housing estates in the state to possess legal title deeds and not just letters of allocation.

With these documents, poor and middle class citizens can now have access to the requisite collateral to raise credit, plan their future and lift themselves out of poverty. In the next weeks and months to come over 20,000 units of housing occupied by our people will be issued these title deeds.

Our slashing of mortgage rates and reduction of professional fees will facilitate this process of democratising access to credit and phenomenally expanding opportunities for wealth creation.

Mr. Speaker; honourable members, a necessary condition for achieving the objectives of this budget and indeed that of Lagos State as a Model Mega City is the renewal of the soft infrastructure of the hearts and minds of our people.

There is a set of habits, orientations and attitudes necessary to maintain not only the physical infrastructure but the very ideal of civilized co-existence in a modern community. Unless a critical mass of the population instinctively imbibe these qualities, society will ceaselessly degenerate to chaos and anarchy. This is why we are committed to initiating and sustaining massive attitudinal re-orientation campaigns to back up our on-going radical modernization of infrastructure and social service delivery in Lagos State.

One of the areas which such awareness campaign will focus on in the next budget cycle is that of deliberate population control as a necessary mechanism of poverty alleviation. We have now reached a stage where it is no longer avoidable to ask how many people Lagos State can meaningfully employ and sustain.

Our State is faced with a daily influx of people from all over the country who want to take advantage of the opportunities of an economy that works. But the reality is that persistent uncontrolled population growth worsens the problem of poverty and negates government's efforts to improve the quality of life for majority of the people. As individuals we therefore cannot claim the right to procreate without limit.

Unless individuals exercise self restraint by properly spacing and limiting the number of their offspring, unduly large families become an unbearable burden on the entire society. This is an issue that we must frontally confront and which i will continue to address in greater detail in the days ahead.

I am happy to announce that we are also in the closing phases of concluding the residents identity card scheme that will increase our capacity to plan the delivery of social amenities to our people.

CONCLUSION

Mr Speaker, Distinguished Members of the House, Ladies and Gentlemen, we live in truly challenging but also very exciting times.

I acknowledge the path-finding work of the previous administration of which I was a proud member and the efforts it has taken since 1999 to get us to where we are.

At this period of our national life, I remain all too aware of the promise that our Party, the Action Congress represents as the model of progressive thinking and democratic content. I understand that it is the burden of our generation to deliver that promise with the support and guidance of our leaders.

I understand also that it is only those who are strong, determined, resourceful, resilient and uncompromising in their commitment to excellence that can succeed and thrive in times like this. I have no doubt that the enterprising people of Lagos have the courage, ingenuity, self-confidence and will to actualize the immense potentials of this State so abundantly blessed by nature and God Almighty.

It will take a lot of hard work. It will require a great deal of sacrifice. It will demand tremendous individual and collective discipline. But I have no doubt that as a State we will, in the shortest possible time, realize our manifest destiny and rank among the most stable, secure and prosperous mega cities on earth.

On my part and that of our Administration, I solemnly pledge that we will continue to show the example and on the path of excellence we shall neither fail nor falter.

Thank you. God bless you.

Long live Lagos State. Long live Nigeria.

Eko O Ni Baje!

Law No. Government Law

6TH ASSEMBLY, HOUSE OF ASSEMBLY, LAGOS STATE

A LAW TO AUTHORISE THE ISSUE AND APPROPRIATION OF ONE HUNDRED AND SIXTY FIVE BILLION, FOURTEEN MILLION, FOUR HUNDRED AND EIGHTY THREE THOUSAND, NINE HUNDRED AND SEVENTY EIGHT NAIRA (N165,014,483,978.00) FROM THE CONSOLIDATED REVENUE FUND AND TWO HUNDRED AND TWENTY FOUR BILLION, FIVE HUNDRED AND FIFTY SIX MILLION, TWO HUNDRED AND EIGHTY TWO THOUSAND, THREE HUNDRED AND FIFTY ONE NAIRA (N224,556,282,351.00) FROM THE DEVELOPMENT FUND FOR THE YEAR ENDING 31ST DECEMBER, 2010.

Law No. 2010

A LAW TO AUTHORISE THE ISSUE AND APPROPRIATION OF ONE HUNDRED AND SIXTYFIVE BILLION, FOURTEEN MILLION, FOUR HUNDRED AND EIGHTY THREE THOUSAND, NINE HUNDRED AND SEVENTY EIGHT NAIRA (N165,014,483,978.00) FROM THE CONSOLIDATED REVENUE FUND AND TWO HUNDRED AND TWENTY FOUR BILLION, FIVE HUNDRED AND FIFTY SIX MILLION, TWO HUNDRED AND EIGHTY TWO THOUSAND, THREE HUNDRED AND FIFTY ONE NAIRA (N224,556,282,351.00) FROM THE DEVELOPMENT FUND FOR THE YEAR ENDING 31ST DECEMBER, 2010.

(.....................)

Commencement

THE LAGOS STATE HOUSE OF ASSEMBLY enacts as follows:

Issue and Appropriation of N165,014,483,978.00 as Recurrent Expenditure from the Consolidated Revenue Fund for the year ending 2010.

1. – (1) The Accountant-General of the State may when authorized to so do by warrants signed by the State Commissioner for Finance pay out of the Consolidated Revenue Fund of the State during the year ending 31st December, 2010 the sum specified by warrants not exceeding in the aggregate One Hundred and Sixty Five Billion, Fourteen Million, Four Hundred and Eighty Three Thousand, Nine Hundred and Seventy Eight Naira (N165,014,483,978.00).

Schedule

(2) The amount mentioned in subsection (1) of this Section shall be appropriated to Heads of Expenditure itemized under Personnel and Overhead Cost columns as specified in the Schedule to this Law.

(3) No part of the amount mentioned in subsection (1) of this Section shall be issued out of the Consolidated Revenue Fund of the State after the year ending 31st December, 2010.

Issue and Appropriation of N224,556,282,351.00 as

2.- (1) The Accountant-General of the State may when authorized to so do by warrants signed by the State Commissioner for Finance pay out of the Development Fund of the State during the year ending 31st December, 2010 the sum specified by warrants not exceeding in the aggregate Two Hundred and

Capital Expenditure from the Development Fund for the Year Ending 2010.

Twenty Four Billion, Five Hundred and Fifty Six Million, Two Hundred and Eighty Two Thousand, Three Hundred and Fifty One Naira (N224,556,282,351.00)

Schedule

(2) The amount mentioned in subsection (1) of this Section shall be appropriated to the Heads of Expenditure itemized under Capital Expenditure column as specified in the Schedule to this Law.

(3) No part of the amount mentioned in subsection (1) of this Section shall be issue out of the Development Fund of the State after the year ending 31st December, 2010.

Monthly release of House of Assembly Overhead cost.

3. The State Commissioner for Finance and Accountant-General of the State shall ensure the release to the Lagos State House of Assembly every month, one twelfth (1/12) of its total Annual Overhead cost by the last week of every month.

Approval of the House for Expenditure above N200,000, 000.00 from the special Expenditure Vote.

4. The State Commissioner for Economic Planning and Budget, the State Commissioner for Finance and the Accountant-General of the State shall ensure that the resolution of the House is sought and obtained for any single Expenditure above Two Hundred Million Naira (N200,000,000.00) from the Special Expenditure Vote.

Local Government Intervention Fund

5. The State Commissioner for Economic Planning and Budget shall ensure that the Local Government Intervention Fund is expended on projects nominated by Honourable Members of the House for their respective Constituencies.

Appropriation of Capital Expenditure Proportional to Revenue Performance

6. The State Commissioner for Economic Planning and Budget shall ensure strict observance of and compliance with this Law and shall ensure that the appropriation to Heads of Expenditure itemized under Capital Expenditure Column is directly proportional to the revenue performance as itemized under Revenue Column in the Schedule.

Virement/ Augmentation

7. The State Commissioner for Economic Planning and Budget shall seek and obtain the approval of the Lagos State House of Assembly before Virement or Augmentation is made in respect of any amount specified in the Schedule of this Law.

Citation and Commencement.

8. This Law may be cited as the Appropriation Law 2010 and shall come into force on the…………………………………day of…………………………2010.

LAGOS STATE GOVERNMENT
MINISTRY OF ECONOMIC PLANNING AND BUDGET
Y2010 APPROVED BUDGET
SUMMARY POSITION

		Y2010 Budget	Y2009 Revised Budget	Y2009 Actual Jan.-Dec. Nm	% Performance
A	**TOTAL REVENUE**	**307,027**	**288,963**	**243,753**	**84**
B	**ORDINARY REVENUE**	***229,027***	***231,963***	***168,763***	**73**
i	Lagos Internal Revenue Services	165,000	161,000	**135,974**	**84**
ii	Internally Generated Revenue(Other)	39,000	47,791	**21,664**	**45**
iii	Dedicated Revenue	20,027	4,172	**3,811**	**91**
iv	Extra Ordinary Revenue	5,000	19,000	**7,314**	**38**
C	**Federal Transfers**	***78,000***	***57,000***	***74,990***	**132**
i	Statutory Allocation	40,000	32,000	**35,030**	**109**
ii	Value Added Tax	38,000	25,000	**39,960**	**160**
D	**RECURRENT EXPENDITURE**	**165,015**	**159,464**	**116,296**	**73**
E	**Total Personnel Costs**	**45,079**	**54,344**	**42,811**	**79**
i	Personnel Costs (Basic)	29,122	41,802	**34,514**	**83**
ii	Personnel Costs (Allowances)	6,544	-	-	
iii	Personnel Costs (Consolidated)	1,150	-	-	
iv	NYSC /Interns (Allowances)	360	-	-	
v	Other Personnel Cost (2.5% Contingency)	828	1,033	**-**	
vi	7.5% Govt. Share to Pension Contribution	1,934	3,098	**1,658**	**54**
vii	5% Personnel Cost (Pension Redemption Bond Fund)	1,256	2,065	**1,596**	**77**
viii	Pension & Gratuities (Civil Service/ Teaching Services)	2,500	4,896	**3,843**	**78**
ix	Pension & Gratuities (Judiciary)	185			
x	Pension & Gratuities (Parastatals)	200	250	**-**	
xi	Pension Sinking Fund	1,000	1,200	**1,200**	**100**
F	**Total Overhead Costs**	**119,936**	**105,120**	**73,485**	**70**
i	Overhead Costs	66,199	80,376	**52,940**	**66**
ii	Dedicated Expenditure	17,027	4,172	**1,024**	**25**
iii	Subventions	19,027	17,500	**13,985**	**80**
iv	Transfer to Other Fund	-	72	**1,065**	**1,479**
v	Debt Charges(External)	1,220	-	**-**	
vi	Debt Charges (Internal)	15,263	3,000	**4,471**	**149**
vii	Debt Charges (Bond)	1,200	-		
G	**SURPLUS/(DEFICIT) ON CRF**	**142,012**	**129,499**	**127,457**	**98**
H	**CAPITAL RECEIPTS**	**28,372**	**42,202**	**25,464**	**60**
i	Matching Grants	5,021	4,122	**803**	**19**
ii	Investment Income	250	500	**-**	

LAGOS STATE GOVERNMENT
MINISTRY OF ECONOMIC PLANNING AND BUDGET
Y2010 APPROVED BUDGET
SUMMARY POSITION

		Y2010 Budget	Y2009 Revised Budget	Y2009 Actual Jan.-Dec. Nm	% Performance
iii	Other Capital Receipts	23,101	37,580	**24,661**	**66**
I	**CAPITAL EXPENDITURE**	**224,556**	**245,536**	**178,414**	**73**
i	Core Capital Expenditure	185,985	194,294	**151,715**	**78**
ii	Capital Development (Dedicated)	22,804	34,580	**14,561**	**42**
iii	Matching Grants	5,021	4,122	**803**	**19**
iv	Counterpart Funding	5,246	5,220	**4,345**	**83**
v	Special Expenditure	5,500	7,320	**6,990**	**95**
J	**FINANCING REQUIREMENT**	**54,172**	**73,835**	**25,493**	**35**
K	**FINANCING**	**14,172**	**73,835**	**14,851**	**20**
L	**FINANCING (SOURCES)**	**144,115**	**127,017**	**98,823**	**78**
i	External Loans	48,508	11,632	**8,823**	**76**
ii	Internal Loans	35,607	15,385	**15,000**	**97**
iii	Bond Issue	60,000	100,000	**75,000**	**75**
M	**REPAYMENTS**	**129,943**	**53,182**	**83,972**	**158**
i	External Loans (Principal Repayments)	673	1,057	**2,501**	**237**
ii	Internal Loan (Principal Repayments)	24,682	20,807	**-**	
iii	Bonds (Repayments)	-	31,318	**81,471**	**260**
iv	Bridging Facility Repayments	40,000			
v	Consolidated Debt Service Accounts	64,588	-	-	
N	**BUDGET SIZE**	**389,571**	**405,000**	**294,710**	**73**

LAGOS STATE GOVERNMENT
MINISTRY OF ECONOMIC PLANNING AND BUDGET
Y2010 APPROVED BUDGET

			Y2010 REVENUE(CRF) N	REVENUE DEDICATED ACCOUNT (RECURRENT) N	Y2010 PERSONNEL COST N	Y2010 OVERHEAD COST N	CAPITAL CONTRIBUTION/CAPRECEIPTS (INFLOW & OUTFLOW) N	Y2010 CAPITAL EXPENDITURE N	Y2010 SUBVENTION N
		General Public Services	**170,438,340,000**	**2,771,400,000**	**2,283,333,857**	**52,109,627,379**	**297,000,000**	**38,679,888,200**	**495,673,000**
1	**Governance**		**735,290,000**	**-**	**838,290,580**	**21,794,813,084**	**-**	**5,272,989,200**	**-**
2	019	House of Assembly	2,070,000	-	217,264,059	6,000,000,000	-	4,400,000,000	-
3	002	Cabinet Office	701,500,000	-	48,539,970	76,247,500	-	10,000,000	-
4	032	Political and Legislative Power Bureau	20,000	-	30,728,203	168,000,000	-	-	-
5	027	Office of the Auditor General for Local Govt.	250,000	-	81,105,406	12,526,784	-	7,000,000	-
6	028	Office of the State Auditor General.	700,000	-	83,506,164	204,358,800	-	18,989,200	-
7	022	Liaison Office	10,000,000	-	33,961,148	138,950,000	-	187,000,000	-
8	026	Deputy Governor's Office	350,000	-	37,069,617	800,000,000	-	50,000,000	-
9	070	Office of the Chief of Staff	20,000,000	-	266,606,748	14,000,000,000	-	500,000,000	-
10	035	Secretary to the State Government Office	300,000	-	8,470,837	320,005,000	-	100,000,000	-
11	007	Office of the Head of Service	-	-	-	55,125,000	-	-	-
12	029	Parastatal Monitoring Office	100,000	-	31,038,428	19,600,000	-	-	-
13	**Economic Planning and Budget**		**4,000,000**	**-**	**134,165,306**	**1,638,715,453**	**-**	**20,900,000,000**	**-**
14	020	Ministry of Economic Planning & Budget(HQ)	4,000,000	-	134,165,306	542,815,452.50	-	400,000,000	-
15	020	MEPB GOC(Statewide)	-	-	-	1,095,900,000	-	-	-
16	020	Local Govt Intervention Fund	-	-	-		-	20,000,000,000	
17	020	MEPB (RDA/LSBCD)	-	-	-		-	500,000,000	-
18	**Establishment and Training**		**160,190,000**	**-**	**504,353,215**	**1,350,858,242**	**297,000,000**	**482,000,000**	**262,403,000**
19	040	Ministry of Establishments and Training	10,000,000	-	109,366,225	594,345,000	-	-	-
20	050	Public Service Office	45,000,000	-	164,023,723	419,625,500	297,000,000	223,000,000	-
21		Lagos Safety Commission				50,000,000			
22	051	Management Service and Reform Office.	75,000,000	-	32,377,782	152,335,000	-	39,000,000	-
23	060	Civil Service Commission	270,000	-	105,869,588	70,000,000	-	-	-
24	077	Public Service Staff Development Centre	25,000,000	-	-		-	200,000,000	200,000,000
25	077	Public Service Club	-	-	-		-		12,000,000
26	003	Civil Service Pensions Office	20,000	-	89,988,735	64,552,742	-	20,000,000	
27	077	Pension Commission	4,900,000	-	2,727,162		-		50,403,000

LAGOS STATE GOVERNMENT
MINISTRY OF ECONOMIC PLANNING AND BUDGET
Y2010 APPROVED BUDGET

			Y2010 REVENUE(CRF) N	REVENUE DEDICATED ACCOUNT (RECURRENT) N	Y2010 PERSONNEL COST N	Y2010 OVERHEAD COST N	CAPITAL CONTRIBUTION/CAPRECEIPTS (INFLOW & OUTFLOW) N	Y2010 CAPITAL EXPENDITURE N	Y2010 SUBVENTION N
28	**Finance**		**169,331,310,000**	**1,200,000,000**	**223,881,534**	**24,213,201,100**	**-**	**3,654,899,000**	**87,120,000**
29	011	Ministry of Finance	3,508,850,000	-	80,900,659	2,765,431,100	-	3,101,500,000	-
30	012	State Treasury Office	500,100,000	-	104,826,410	12,238,435,000	-	30,000,000	-
31		1% Contract Levy for Malaria Research Grant		1,200,000,000					
32	052	Public Finance and Debt Management Office	1,610,000	-	35,350,336	1,788,244,000	-	10,500,000	-
33	013	Lagos State Internal Revenue Service	165,000,000,000	-	-	7,400,000,000	-	500,000,000	-
34	069	Office of Special Adviser on Taxation & Revenue	-	-	2,804,129	21,091,000	-	-	-
35	077	Lagos State Lottery Board	320,750,000	-	-		-	12,899,000	87,120,000
36	**Information and Strategy**		**8,080,000**	**1,571,400,000**	**253,399,669**	**1,300,000,000**	**-**	**1,250,000,000**	**146,150,000**
37	015	Ministry of Information and Strategy	8,080,000		236,628,844	1,300,000,000		1,250,000,000	-
38	077	Lagos Horizon	-	-	-		-	-	-
39	077	Lagos State Printing Corporation	-	579,000,000	-		-	-	20,400,000
40	077	Lagos State Records and Archives Bureau	-	-	16,770,825		-	-	20,000,000
41	077	Lagos State Broadcasting Corporation (LTV 8)	-	600,000,000	-		-	-	40,000,000
42	077	Lagos State Broadcasting Corporation (Eko FM & Radio	-	392,400,000	-		-	-	50,750,000
43	077	Lagos State Film & Video Census Board	-		-		-	-	15,000,000
44	**Local Government**		**192,870,000**	**-**	**157,923,367**	**1,512,747,500**	**-**	**1,120,000,000**	**-**
	024	Ministry of Local Government/Chieftancy	10,750,000	-	73,990,340	306,887,000	-	1,100,000,000	-
45		Special Allowances for Obas				700,000,000			
46	025	Local Govt. Service Commission	20,000	-	42,587,004	34,300,000	-	10,000,000	-
47	062	Local Government Establishment and Pensions	182,100,000	-	41,346,023	471,560,500	-	10,000,000	-
48	**Science and Technology**		**6,600,000**	**-**	**171,320,186**	**299,292,000**	**-**	**6,000,000,000**	**-**
49	049	Ministry of Science and Technology	6,600,000	-	171,320,186	299,292,000		6,000,000,000	

LAGOS STATE GOVERNMENT
MINISTRY OF ECONOMIC PLANNING AND BUDGET
Y2010 APPROVED BUDGET

			Y2010 REVENUE(CRF) N	REVENUE DEDICATED ACCOUNT (RECURRENT) N	Y2010 PERSONNEL COST N	Y2010 OVERHEAD COST N	CAPITAL CONTRIBUTION/CAPRECEIPTS (INFLOW & OUTFLOW) N	Y2010 CAPITAL EXPENDITURE N	Y2010 SUBVENTION N
50	**Public Order and Safety**		**1,009,628,090**	**-**	**1,415,891,995**	**1,730,396,300**	**-**	**7,568,674,515**	**539,000,000**
51	**Justice**		**1,009,128,090**	-	**1,342,170,672**	**1,588,227,800**	-	**7,198,174,515**	**277,000,000**
52	017	Ministry of Justice	251,778,090	-	395,645,785	800,727,800	-	1,063,754,515	-
53	016	Judicial Service Commission	350,000	-	11,605,416	87,500,000	-	134,420,000	-
54	021	Lagos State Judiciary	750,000,000	-	934,919,471	700,000,000	-	5,000,000,000	-
55	077	Lagos State Independent Electoral Commission	-	-	-		-	1,000,000,000	160,000,000
56	077	Office of the Public Defender	-	-	-		-		50,000,000
57	077	Citizen Mediation Centre	-	-	-		-		45,000,000
58	077	Multi-Door Court House	7,000,000	-				-	22,000,000
59	**Special Duties**		**500,000**	**-**	**73,721,323**	**142,168,500**	**-**	**370,500,000**	**262,000,000**
60	037	Ministry of Special Duties	500,000	-	73,721,323	142,168,500	-	370,500,000	-
61	077	Eko Engineering Venture	-	-	-		-	-	12,000,000
62	077	LASEMA	-	-	-		-	-	250,000,000
63	**Economic Affairs**		**7,193,050,000**	**2,859,840,000**	**1,135,529,440**	**2,123,369,597**	**5,000,000,000**	**83,804,163,471**	**1,830,719,455**
64	**Agriculture and Cooperatives**		**230,100,000**	**-**	**446,422,347**	**103,207,500**	**-**	**1,000,000,000**	**114,800,000**
65	001	Ministry of Agriculture and Cooperatives	230,100,000	-	446,422,347	43,207,500	-	350,000,000	-
66		Agric Youth Empowerment Scheme(YES)				60,000,000		500,000,000	-
67	077	Lagos State Coconut Development Authority	-	-	-		-	50,000,000	4,800,000
68	077	Lagos State Agric Development Authority	-	-	-		-	-	85,200,000
69	077	Lagos State Agric Input Supply Authority	-	-	-		-	100,000,000	20,000,000
70	077	Agricultural Land Holding Authority	-	-	-		-	-	4,800,000

LAGOS STATE GOVERNMENT
MINISTRY OF ECONOMIC PLANNING AND BUDGET
Y2010 APPROVED BUDGET

			Y2010 REVENUE(CRF) N	REVENUE DEDICATED ACCOUNT (RECURRENT) N	Y2010 PERSONNEL COST N	Y2010 OVERHEAD COST N	CAPITAL CONTRIBUTION/CAPRECEIPTS (INFLOW & OUTFLOW) N	Y2010 CAPITAL EXPENDITURE N	Y2010 SUBVENTION N
72	**Commerce and Industry**		**125,250,000**	**-**	**117,824,507**	**718,000,400**	**-**	**6,120,000,000**	**82,000,000**
73	004	Ministry of Commerce and Industry	67,250,000	-	78,678,064	572,000,000	-	500,000,000	-
74	-	Lekki Free Trade Zone	-	-			-	5,000,000,000	-
75	065	Central Business District	8,000,000	-	10,694,622	112,925,400	-	500,000,000	-
71	077	Public Private Partnership Office						100,000,000	22,000,000
76	077	Lagos State Market Dev. Board	-	-	-		-	-	50,000,000
77	077	Lagos State Industrial Development Finance	-	-	-		-	-	10,000,000
78	044	Office of Special Adviser on Mineral Resources	50,000,000	-	28,451,821	33,075,000	-	20,000,000	-
79	**Transportation**		**5,161,000,000**	**2,859,840,000**	**1,255,687,656**	**585,000,000**	**-**	**25,600,000,000**	**340,703,875**
80	033	Ministry of Transportation	1,500,000,000	-	1,073,353,937	400,000,000	-	1,000,000,000	-
81	068	Motor Vehicle Administration	3,483,000,000	2,520,000,000	182,333,719	185,000,000	-	100,000,000	-
82	077	Ferry Services	-	-	-		-	-	-
83	077	Lagos State Number Plate and Production Authority	-	-	-		-	-	
84	077	Lagos State Metropolitan Area Transport Authourity(LAMATA)	-	339,840,000	-		-	22,000,000,000	-
85	077	LAGBUS							240,000,000
86	077	Lagos State Waterways Authority	178,000,000	-	-		-	2,500,000,000	100,703,875
87	**Works and Infrastructure**		**1,676,700,000**	**-**	**570,594,930**	**717,161,697**	**5,000,000,000**	**51,084,163,471**	**1,293,215,580**
88	030	Office of Works	5,000,000	-	353,886,509	562,853,697	-	5,000,000,000	-
89	047	Office of Infrastructure	20,000,000	-	124,140,099	111,202,000	-	39,000,000,000	-
90	067	Ministry of Water Front Infrastructure Development	1,651,700,000	-	40,753,412	43,106,000	5,000,000,000	2,000,000,000	-
91	077	Lagos State Electricity Board	-	-	-		-	15,000,000	15,000,000
92	077	Public Works Corporation	-	-	51,814,910		-	551,663,471	1,055,115,580
93	077	Lagos State Metropolitan Development & Governance Project (LMGDP)	-	-	-		-	-	23,100,000
94	077	Roads, Bridges, & Highway Infrastructure (PSP) Dev.	-	-	-		-	4,517,500,000	200,000,000

LAGOS STATE GOVERNMENT
MINISTRY OF ECONOMIC PLANNING AND BUDGET
Y2010 APPROVED BUDGET

			Y2010 REVENUE(CRF) N	REVENUE DEDICATED ACCOUNT (RECURRENT) N	Y2010 PERSONNEL COST N	Y2010 OVERHEAD COST N	CAPITAL CONTRIBUTION/CAPRECEIPTS (INFLOW & OUTFLOW) N	Y2010 CAPITAL EXPENDITURE N	Y2010 SUBVENTION N
95	**Environmental Protection**		**575,407,750**	**5,470,000,000**	**651,716,364**	**2,700,000,000**	**-**	**15,347,306,165**	**5,178,400,000**
96	**Environment**		**575,407,750**	**5,470,000,000**	**651,716,364**	**2,700,000,000**	**-**	**15,347,306,165**	**5,178,400,000**
97	006	Office of the Environmental Services	59,000,000	-	520,089,557	1,800,000,000	-	4,012,400,000	-
98	053	Office of Drainage Services	251,407,750	-	131,626,807	900,000,000	-	4,220,000,000	-
99	077	Lagos State Environmental Protection Agency (LASEPA)	-	120,000,000	-		-	79,236,165	36,000,000
100	077	Lagos State Environmental Sanitation & Special	25,000,000		-		-		24,000,000
101	077	Lagos State Water Corporation	-	4,000,000,000	-		-	3,192,670,000	750,000,000
102	077	Lagos State Waste Management Authority	240,000,000	650,000,000	-		-	3,030,000,000	4,118,400,000
103	077	Lagos State Signage and Advertisement Agency	-	700,000,000	-		-	813,000,000	250,000,000
104	**Housing and Community Amenities**		**23,145,898,960**	**614,211,008**	**1,012,166,846**	**928,998,390**	**17,804,310,530**	**12,935,000,000**	**278,000,000**
105	**Housing**		**1,784,277,460**	**-**	**105,107,362**	**35,812,000**	**4,904,310,530**	**5,000,000,000**	**-**
106	014	Ministry of Housing	1,784,277,460	-	105,107,362	35,812,000	4,904,310,530	5,000,000,000	
107	**Lands**		**16,501,334,000**	**453,951,000**	**267,828,757**	**506,471,390**	**-**	**2,600,000,000**	**-**
108	023	Lands Bureau	15,823,500,000	-	155,842,739	311,661,390	-	2,500,000,000	
109	,018	Lagos State Valuation Office	120,000,000	-	24,743,822	12,110,000	-		
110	061	Office of the Surveyor-General	557,834,000	453,951,000	87,242,196	182,700,000	-	100,000,000	
111	**Physical Planning and Urban Development**		**4,848,000,000**	**160,260,008**	**360,577,124**	**33,915,000**	**12,900,000,000**	**2,085,000,000**	**254,000,000**
112	031	Ministry of Physical Planning and Urban Development	1,493,000,000	-	360,577,124	33,915,000	2,900,000,000	1,472,000,000	
113	077	Lagos State Infrastructural Maintenance& Regulatory Agency(LASMIRA)	300,000,000	-	-		-	13,000,000	42,000,000
114	077	Lagos State Physical Planning & Urban Development Authourity(LASPHYDA)	3,055,000,000	-	-		-	100,000,000	90,000,000
115	077	New Towns Development Authority	-	51,183,500	-		10,000,000,000	500,000,000	65,000,000
116	077	Lagos State Planning & Environmental Monitoring Authority (LASPEMA)	-		-		-	-	25,000,000
117	077	Lagos State Urban Renewal Authority (LASURA)	-	109,076,508	-		-	-	32,000,000

LAGOS STATE GOVERNMENT
MINISTRY OF ECONOMIC PLANNING AND BUDGET
Y2010 APPROVED BUDGET

			Y2010 REVENUE(CRF) N	REVENUE DEDICATED ACCOUNT (RECURRENT) N	Y2010 PERSONNEL COST N	Y2010 OVERHEAD COST N	CAPITAL CONTRIBUTION/CAPRECEIPTS (INFLOW & OUTFLOW) N	Y2010 CAPITAL EXPENDITURE N	Y2010 SUBVENTION N
118	**Regional Development / Lagos State Building Control Development**		-	-	**142,025,508**	**140,000,000**	-	-	-
119		Lagos Island	-	-	20,610,805	17,500,000	-	-	-
120		Lekki	-	-	14,372,177	17,500,000	-	-	-
121		Badagry	-	-	12,090,362	17,500,000	-	-	-
122		Apapa	-	-	12,039,182	17,500,000	-	-	-
123		Ikeja	-	-	19,172,499	17,500,000	-	-	-
124		Surulere	-	-	15,408,682	14,000,000	-	-	-
125		Alimosho	-	-	18,929,360	14,000,000	-	-	-
126		Ikorodu	-	-	17,578,843	14,000,000	-	-	-
127		Epe	-	-	11,823,598	10,500,000	-	-	-
128	**Rural Development**		**12,287,500**	-	**136,628,095**	**212,800,000**	-	**3,250,000,000**	**24,000,000**
129	034	Ministry of Rural Development	12,137,500	-	136,628,095	212,800,000	-	3,000,000,000	-
130	077	Centre for Rural Development	150,000	-	-		-	250,000,000	24,000,000
131	**Health**		**141,895,200**	**1,774,499,075**	**7,799,342,294**	**1,646,000,000**	-	**10,707,400,000**	**1,645,794,054**
132	**Health**		**141,895,200**	**1,774,499,075**	**7,799,342,294**	**1,646,000,000**	-	**10,707,400,000**	**1,645,794,054**
133	008	Ministry of Health(HQ)	141,895,200	-	613,552,462	1,050,000,000	-	7,478,000,000	-
134		Ministry of Health (LASUTH Project)	-	-	-		-	1,000,000,000	
135		Ministry of Health (LASUCOM Project)	-	-	-		-	2,032,900,000	
136	043	Health Service Commission	-	-	5,652,939,365	196,000,000	-	-	-
137	101	General Hospital, Lagos	-	166,440,000	-	36,000,000.00	-	-	-
138	102	Gbagada General Hospital	-	99,000,000	-	36,000,000.00	-	-	-
139	103	Orile Agege General Hospital	-	95,868,000	-	25,000,000.00	-	-	-
140	104	Isolo General Hospital	-	72,690,000	-	25,000,000.00	-	-	-
141	105	Ikorodu General Hospital	-	120,300,655	-	30,000,000.00	-	-	-
142	106	Ajeromi General Hospital	-	28,800,000	-	15,000,000.00	-	-	-
143	107	Badagry General Hospital	-	74,877,620	-	15,000,000.00	-	-	-
144	108	Epe General Hospital	-	33,000,000	-	14,000,000.00	-	-	-
145	109	Agbowa General Hospital	-	8,400,000	-	7,000,000.00	-	-	-

LAGOS STATE GOVERNMENT
MINISTRY OF ECONOMIC PLANNING AND BUDGET
Y2010 APPROVED BUDGET

			Y2010 REVENUE(CRF) N	REVENUE DEDICATED ACCOUNT (RECURRENT) N	Y2010 PERSONNEL COST N	Y2010 OVERHEAD COST N	CAPITAL CONTRIBUTION/CAPRE CEIPTS (INFLOW & OUTFLOW) N	Y2010 CAPITAL EXPENDITURE N	Y2010 SUBVENTION N
146	111	Lagos Island Maternity Hospital	-	79,200,000	-	18,000,000.00	-	-	-
147	112	Massey Street Children's Hospital, Lagos	-	2,436,000	-	22,000,000.00	-	-	-
148	113	Mainland Hospital, Yaba	-	12,000,000	-	12,000,000.00	-	-	-
149	114	Onikan Health Centre	-	45,600,000	-	12,000,000.00	-	-	-
150	115	Apapa General Hospital	-	51,033,576	-	12,000,000.00	-	-	-
151	116	Ebute-Metta Health Centre	-	13,390,680	-	9,000,000.00	-	-	-
152	117	Harvey Road Health Centre	-	31,248,000	-	8,000,000.00	-	-	-
153	118	Ketu-Ejinrin Health Centre	-	1,800,000	-	3,000,000.00	-	-	-
154	119	Ijede Health Centre	-	15,498,000	-	8,000,000.00	-	-	-
155	121	Ibeju-Lekki General Hospital	-	5,160,000	-	8,000,000.00	-	-	-
156	122	Shomolu General Hospital	-	36,000,000	-	10,000,000.00	-	-	-
157	124	Ifako/Ijaiye General Hospital	-	24,796,800	-	20,000,000.00	-	-	-
158	125	Mushin General Hospital	-	63,234,684	-	15,000,000.00	-	-	-
159	127	Ojo General Hospital	-		-		-	-	-
160	129	Surulere General Hospital	-	94,800,000	-	20,000,000.00	-	-	-
161	131	Alimosho General Hospital	-	55,029,060	-	20,000,000.00	-	-	-
162		Imota Health Centre	-	500,000	-		-	-	-
163	077	Lagos University State College of	-	40,396,000	-		-	-	971,794,054
164	077	LASUTH	-	500,000,000	1,532,850,467		-		600,000,000
165	077	Board of Traditional medicine	-	3,000,000	-		-	32,500,000	10,000,000
166	077	Primary Health Care Board	-		-		-	150,000,000	40,000,000
167	077	Lagos State AIDS Control Agency(LASACA)	-		-		-	14,000,000	24,000,000

LAGOS STATE GOVERNMENT
MINISTRY OF ECONOMIC PLANNING AND BUDGET
Y2010 APPROVED BUDGET

			Y2010 REVENUE(CRF) N	REVENUE DEDICATED ACCOUNT (RECURRENT) N	Y2010 PERSONNEL COST N	Y2010 OVERHEAD COST N	CAPITAL CONTRIBUTION/CAPRECEIPTS (INFLOW & OUTFLOW) N	Y2010 CAPITAL EXPENDITURE N	Y2010 SUBVENTION N
168		**Recreation, Culture and Religion**	**457,180,000**	**18,680,500**	**593,059,270**	**2,441,351,500**	**-**	**3,900,000,000**	**449,400,000**
169	**Home Affairs and Culture**		**73,480,000**	**10,040,500**	**371,496,767**	**1,271,581,500**	**-**	**1,000,000,000**	**34,400,000**
170	009	Ministry of Home Affairs & Culture(HQ)	73,480,000	-	371,496,767	659,331,500	-	1,000,000,000	
171	009	Ministry of Home Affairs & Culture(Pilgrimage Revolving Fund)	-	-	-	250,000,000	-	-	-
172	009	Ministry of Home Affairs & Culture(State Sponsored Pilgrims)	-	-	-	362,250,000	-	-	-
173	077	Council For Arts and Culture	-	10,040,500	-		-	-	22,400,000
174	077	Christian Pilgrims' Welfare Board	-	-	-		-	-	6,000,000
175	077	Muslim Pilgrims' Welfare Board	-	-	-		-	-	6,000,000
176	**Tourism and Inter-governmental issues**		**100,000,000**	**-**	**47,443,526**	**400,000,000**	**-**	**500,000,000**	**-**
177	066	Ministry of Tourism& Inter-Governmental Relations	100,000,000	-	47,443,526	400,000,000		500,000,000	
178	**Youth, Sports and Social Development**		**283,700,000**	**8,640,000**	**174,118,977**	**769,770,000**	**-**	**2,400,000,000**	**415,000,000**
179	042	Ministry of Youth, Sport & Social Development(Office of Sport Development)	52,600,000	-	174,118,977	151,445,000	-	1,900,000,000	
180	042	Grassroot Sport Competitions				300,000,000			
181	042	Sport Endowment Fund	200,000,000	-	-		-	-	35,000,000
182	042	MYSSD - (Office of Youth & Social Development)	31,100,000	-	-	318,325,000		500,000,000	
183	077	Sports Council	-	8,640,000	-		-	-	130,000,000
184		Sports Council(Programmes/Grant)	-	-	-		-	-	250,000,000
185	**Education**		**1,015,100,000**	**6,518,753,159**	**19,421,682,354**	**2,118,630,378**	**-**	**11,042,850,000**	**8,307,673,702**
186	**Education**		**1,015,100,000**	**6,518,753,159**	**19,421,682,354**	**2,118,630,378**	**-**	**11,042,850,000**	**8,307,673,702**
187	005	Ministry of Education(HQ)	255,000,000	-	337,910,949	1,000,000,000	-	8,500,000,000	
188	077	Lagos State Technical and Vocational Board	2,000,000	-			-	161,500,000	28,000,000
189	038	Teachers Establishments and Pensions Office	500,000	-	130,416,664	198,777,150	-	56,500,000	
190	045	Office of Special Adviser on Education	27,120,000	-	115,007,466	23,163,000	-	450,000,000	
191	054	Education District 1	2,000,000	-	3,794,422,845	144,389,000	-	-	-
192	055	Education District 2	5,600,000	-	2,875,266,232	194,235,828	-	-	-

LAGOS STATE GOVERNMENT
MINISTRY OF ECONOMIC PLANNING AND BUDGET
Y2010 APPROVED BUDGET

			Y2010 REVENUE(CRF) N	REVENUE DEDICATED ACCOUNT (RECURRENT) N	Y2010 PERSONNEL COST N	Y2010 OVERHEAD COST N	CAPITAL CONTRIBUTION/CAPRECEIPTS (INFLOW & OUTFLOW) N	Y2010 CAPITAL EXPENDITURE N	Y2010 SUBVENTION N
193	056	Education District 3	1,500,000	-	1,782,803,028	132,818,000	-	-	-
194	057	Education District 4	3,000,000	-	2,518,788,593	120,222,200	-	-	-
195	058	Education District 5	1,950,000	-	3,440,735,723	160,636,200	-	-	-
196	059	Education District 6	5,000,000	-	4,426,330,854	144,389,000	-	-	-
197	077	State Universal Education Board	60,000,000	-	-		-	536,000,000	1,171,849,182
198	077	Lagos State Library Board	310,000	-	-		-	10,050,000	12,500,000
199	077	Agency for Mass Education	24,000,000	-	-		-		23,505,000
200	077	Lagos State Examination Board	600,000,000	-	-		-	168,800,000	156,000,000
201	077	Lagos State University (LASU)	-	3,665,399,639	-		-	350,000,000	3,000,000,000
202	077	Adeniran Ogunsanya College of Education (AOCED)	-	308,970,000	-		-	180,000,000	1,500,000,000
203	077	Lagos State Polytechnic (LASPOTECH)	-	2,489,369,520	-		-	585,000,000	1,475,819,520
204	077	Micheal Otedola College of Primary Education Noforija	-	55,014,000	-		-	45,000,000	540,000,000
205	077	Lagos State Scholarship Board	27,120,000	-	-		-		400,000,000
206	**Social Protection**		**23,500,000**	**-**	**98,113,874**	**400,000,000**	**-**	**2,000,000,000**	**10,000,000**
207	Womens Affairs and Povery Alleviation		23,500,000	-	98,113,874	400,000,000	-	2,000,000,000	10,000,000
208	041	Ministry of Women Affairs and Poverty Alleviation	17,500,000	-	98,113,874	400,000,000		2,000,000,000	
209	077	Women Development Centre	6,000,000	-					10,000,000
210	**TOTAL**		**204,000,000,000**	**20,027,383,742**	**34,410,836,294**	**66,198,373,544**	**23,101,310,530**	**185,985,282,351**	**18,734,660,211**

LAGOS STATE GOVERNMENT
MINISTRY OF ECONOMIC PLANNING AND BUDGET
Y2010 APPROVED BUDGET

		Y2010 REVENUE(CRF) N	REVENUE DEDICATED ACCOUNT (RECURRENT) N	Y2010 PERSONNEL COST N	Y2010 OVERHEAD COST N	CAPITAL CONTRIBUTION/CAPRECEIPTS (INFLOW & OUTFLOW) N	Y2010 CAPITAL EXPENDITURE N	Y2010 SUBVENTION N
211	**Statewide**	**103,027,383,742**	**-**	**9,413,229,188**	**53,737,043,953**	**-**	**38,571,000,000**	**292,000,000**
213	**Statewide**	**103,027,383,742**	**-**	**9,413,229,188**	**53,737,043,953**	**-**	**38,571,000,000**	**292,000,000**
214	Statutory Allocation	40,000,000,000	-	-		-	-	-
215	Dedicated Revenue	20,027,383,742	-	-		-	-	-
216	VAT	38,000,000,000	-	-		-	-	-
217	Extra Ordinary Revenue	5,000,000,000	-	-		-	-	-
218	Consolidated	-	-	1,150,000,000		-	-	-
219	NYSC/Interns (Allowances)			360,000,000				
220	Other Personnel Cost(2.5% Contingency)	-	-	828,000,000				
221	7.5% Contributory Pensions Fund	-	-	1,934,137,513		-	-	-
222	5% Pension Bond Redemption Fund	-	-	1,256,091,675		-	-	-
223	Pensions and Gratuties Civil and Teachers	-	-	2,500,000,000		-	-	-
224	Pensions and Gratuties(Judiciary)			185,000,000				
225	Pensions and Gratutites Parastatals	-	-	200,000,000		-	-	-
226	Pensions Sinking Fund	-	-	1,000,000,000		-	-	-
227	Dedicated Expenditure	-	-		17,027,383,742	-	-	-
228	Subventions	-	-		19,026,660,211	-	-	-
229	Debt Charges(Internal)	-	-		15,263,000,000	-	-	-
230	Debt Charges(External)	-	-	-	1,220,000,000			
231	Debt Charges(Bond)	-	-	-	1,200,000,000			
232	Transfer to Other Funds	-	-			-	-	-
233	Capital Development (Dedicated)	-	-	-		-	22,804,000,000	-
234	Counterpart Fund	-	-	-		-	5,246,000,000	-
235	Matching Grant	-	-	-		-	5,021,000,000	-
236	Special Expenditure	-	-	-		-	5,500,000,000	-
237	Provision For Increase in Subvention	-	-			-	-	292,000,000
238	**GRAND TOTAL**	**307,027,383,742**	**20,027,383,742**	**45,079,065,482**	**119,935,418,497**	**23,101,310,530**	**224,556,282,351**	**19,026,660,211**

This printed impression has been compared by me with the Bill which has been passed by the Lagos State House of Assembly and found by me to be a true and correctly printed copy of the said Bill.

……………………………………………

A.T. OLATUNJI
Clerk of the House of Assembly

Assented to by me, this………………………day of………….....………2010.

..

…………………………………………………….

MR. BABATUNDE RAJI FASHOLA (SAN)
Governor of Lagos State

Assent withheld by me, this……………………day of…………………2010.

…………………………………………….............

MR. BABATUNDE RAJI FASHOLA (SAN)
Governor of Lagos State

Passed again by the Lagos State House of Assembly by two-thirds majority,

this……………………………………day of……………………2010.

……………………………………………………………

RT. (HON.) ADEYEMI S. IKUFORIJI
Speaker of the House of Assembly

LAGOS STATE GOVERNMENT

Ref. No.: MEPB/B.2010/S.20A/798/8
Ministry of Economic Planning & Budget
The Secretariat
Alausa – Ikeja.

Circular No. MEPB/B/2010/03 **Date: 25th March, 2010.**

Deputy Governor,
Honourable Speaker, Lagos State House of Assembly
Chief Judge of Lagos State
Honourable Commissioners
Special Advisers
Secretary to the State Government
Head of Service
Chief of Staff
Permanent Secretaries/Clerk of the House of Assembly/Tutors-General
Chairman, Civil Service Commission
Chairman, Judicial Service Commission
Chairman, Local Government Service Commission
Chairman, Health Service Commission
Chairman, Board of Internal Revenue
Chairman, State Universal Basic Education Board
Heads of Extra-Ministerial Departments
Chief Executives of Parastatal Organizations
Chief Registrar, High Court of Lagos State
CEO/Medical Directors of Hospitals
Heads of Tertiary Institutions
Hospitals Administrators
Directors of Finance and Administration
Directors of Accounts
Heads of Regional Development Agencies

Y2010 BUDGET OPERATIONAL GUIDELINES

The Y2010 Appropriation Law as enacted by the Lagos State House of Assembly had been assented by the Executive Governor, Mr. Babatunde Raji Fashola (SAN) on 1st March 2010. This was followed by the issuance of General and Development Warrants by the Honourable Commissioner (Finance). In order to ensure a successful implementation of the Budget, the following guidelines have become necessary.

2. REVENUE GENERATION

The Year 2010 Budget is revenue-driven and revenue generation is thus key to the realization of the objectives of the Budget. MDAs are, therefore, advised to reinvigorate all revenue collection efforts by seeking new revenue areas and deepening existing ones in order to enlarge the revenue base.

It is emphasised that this Ministry will continue to hold in high regard the Monthly Revenue Stakeholders' meeting conducted at the instance of His Excellency, the Governor of Lagos State.

3. MONTHLY REVENUE & EXPENDITURE REPORTS

The Ministry of Economic Planning and Budget in line with our previous circulars expects all MDAs to render monthly revenue and expenditure returns in the existing approved format to the Ministry for analysis and monitoring of the Y2010 budget performance.

In addition, the Oracle System will still continue to be our source of information on the progress of the State's financial transactions. All MDAs are therefore, enjoined to post all transactions into the Oracle on daily basis. This will afford both MEPB and STO the opportunity to generate appropriate and timely reports for performance monitoring and decision making.

4. DEDICATED AND RETAINED REVENUE

This Ministry had streamlined operation of Retained Revenue especially as it affects Hospital Units and other Government Agencies. All such revenues have been captured into the Y2010 Budget as Dedicated Revenue. Returns from such Dedicated/Retained Revenue accounts are to be submitted on monthly basis to both MEPB and the Ministry of Finance as regulated by the Executive Order No EO/019 of 2008, as well as the approval for the operation of Dedicated Accounts in Hospital Units which would be communicated in due course.

5. EXPENDITURE AND PREPAYMENT INSPECTION REQUESTS

As stated in our circular No.25 of 17th February, 2009 the inability of Agencies to provide relevant information and documents is a major cause of delay in processing both expenditure request and prepayment certification.

Agencies are advised that all such requests should be forwarded to MEPB as mails and not in file. In addition, attention should be paid to correct accounts code and description, addition of figures, categorisation of programmes and projects etc. Our aforestated circular and the attached checklists are still relevant.

6. PERSONNEL COSTS

The Personnel Estimates included in the Y2010 Budget is a reflection of consultation between the Ministry of Establishments, Training & Pension and MDAs. Allowances have, however, been made for duly approved variation. MDAs are to note the reductions in their Personnel Cost in the Appropriation Law and alert the Ministry of Establishments, Training and Pensions where there is problem.

7. OVERHEAD COSTS

Approved Running Costs shall continue to be released to MDAs to meet standard line items of expenditure. The Ministry of Economic Planning and Budget is however looking at expanding items of expenditure in the Running Cost and MDAs would be informed as soon as this is approved. Requests for Expenditure outside the Running Cost shall be considered on merit by the relevant approving Authorities. MDAs are, however enjoined to give due consideration to economy and value for money.

In order to avoid unnecessary delay in processing expenditure requests, MDAs are implored to comply with the checklist provided in the Head of Service's Circular No.CIR/HOS/09/VOL.1/25 of 17th February, 2009. Agencies are advised to accommodate all outstanding liabilities before incurring new expenditures.

As in Y2009, some expenditure items remain the sole prerogative of His Excellency, the Governor, and these include, foreign medical treatment, International conferences and assignments, expenditure on Obas/Chiefs, donations/grants, hosting of Professional bodies, Financial Grants and Aids.

8. CAPITAL EXPENDITURE

Provisions had been made for critical projects in Y2010 budget to consolidate the development efforts of the Government.

Agencies are advised to ensure planned execution of their projects early enough; obtain approval from the appropriate authority within the first and second quarters of the year. Agencies are to note the reductions in Y2010 Capital Expenditure allocation and are expected to make provision to settle outstanding obligations and complete all on-going projects before initiating new ones.

It is also implored that Work Plan as agreed by Executing Agency and the Contractor be adhered to strictly in order to enhance quick delivery of projects, increased budget performance and sustainable developmental process to ensure wellbeing of the citizens.

Document outputs and planned outcomes, including Key Performance Indicators in the approved format must accompany all requests for Capital Expenditure. As-built designs/drawings must also accompany requests for final payment.

9. STATE-WIDE VOTES

Most of the state-wide votes domiciled in the Ministry of Economic Planning & Budget including, Special Expenditure and General Overhead Costs have been drastically scaled down in the Appropriation Act. MDAs are therefore advised to look inward into their allocated budget to accommodate all their expenditures.

10. PRE-PAYMENT INSPECTION CERTIFICATE

All on-going Projects and new Projects are expected to have Pre-payment Inspection Certificate before request for payment could be honoured. Requests from MDAs in respect of the above must come along with the following documents:-

- (i) Covering letter from the Executing Agency
- (ii) Project briefs as prepared by the Project Officers
- (iii) Completed payment certificate on MEPB standard format
- (iv) Letter of award of the contract and evidence of Advance on previous Payments.

Other documents where necessary should also be included such as Bill of Quantities, Store receipt/invoice, contract agreement in order to facilitate processing.

11. SEMINARS & CONFERENCES

The Government in its effort to build a virile work-force has made adequate provision for local/foreign training, seminars and conferences in the Y2010 budget. Therefore, all requests for local training, seminars and conferences should obtain the endorsement of the Ministry of Establishments and Training, who will ensure that such training, seminars and conferences fit properly into the strategic plans for staff development, improved organisational performance and service delivery.

The Ministry (MEPB) wishes to re-emphasise that all International Seminars and Conferences must obtain the Approval of His Excellency before such request could be processed for payment.

12. PERFORMANCE BOND/BANK GUARANTEE

Projects with Advance Payment input must be adequately supported with Certified Bank Guarantee or Performance Bond by the Contractor involved. Such Guarantees must be examined and vetted by the Ministry of Justice who will ensure that they are valid for the period of project execution and final payment.

In addition, contractors handling projects above N100m are to undertake all risk insurance policy to indemnify Government against damages to materials, properties and persons in the course of execution.

13. SUBVENTION TO PARASTATAL ORGANISATIONS

Government shall continue to subvent some Parastatal Organisations as listed by the Ministry of Economic Planning and Budget in order to keep Government machinery working.

The level of such subvention shall be approved by His Excellency on the advice of Ministry of Economic Planning and Budget. However, parastatals organisations must strive to improve on Revenue Generation and give proper account of expenditure. Government is putting in place processes that would ensure periodic accountability and auditing of the books of all Parastatal Organisations.

14. FINANCIAL AUTHORITY/APPROVAL LIMITS

Approved threshold of financial authority as contained in the extant Circular shall subsist in Y2010.

15. STATE/MINISTERIAL TENDERS BOARD MEETING

Government Agencies shall continue to observe all due process in the procurement of goods, works and services, through the State and Ministerial Tenders and Consultancy Boards, as stipulated in the extant Circular.

16. DONOR AGENCIES/MATCHING GRANTS

The Development Partnership Department of the Ministry of Economic Planning and Budget had been re-organised to co-ordinate and reconcile draw-down of matching grants/counterpart and loans by the affected agencies as released by the Donor Agencies.

In view of this development, it is mandatory for MDAs to involve this Ministry in the negotiating and draw-down of all matching grants/counterpart funds and loans.

Likewise, rendition of matching grants/counterpart funds and loans of MDAs be forwarded to the Ministry on monthly basis be it in cash or kind.

17. CONCLUSION

The Y2010 Budget was designed to consolidate on the socio-economic transformation of Lagos State as witnessed in the past few years. This calls for a disciplined and focussed budget implementation. MDAs are therefore, enjoined to embark on innovative revenue generation drive and ensure value for money and quality control in project and programme implementation.

Thank you.

Iyabowale F. Aluko (Mrs)
Permanent Secretary (MEPB)

LAGOS STATE BUDGET 2010
...a Citizen's Guide

1. Lagos State Budget

In line with the provisions of the constitution, the State Governor is mandated to deliver to the State House of Assembly a statement of planned expenditure and income for each fiscal year called the Budget. The Governor's budget speech usually includes a statement of government's plans, policies and programmes for the coming year.

2. A Positive Outlook

i. Despite predictions of experts as to slow economic recovery the world over, Lagos State certainly plans to deliver on its mandate of a Brighter Rewarding Future for the citizens.

ii. The Year 2009 witnessed tremendous downturn in the fortunes of corporate entities and individuals who had invested significantly in the Stock Exchange. Happenings in banking sector further aggravated the economic situation. Like many other countries in the world, revenue sources are inadequate and pools of donor funds and loans have competitive uses. Nigeria's economy is also vulnerable to fluctuations in oil prices.
Federal Transfers account for only about a quarter of Lagos State's revenue. Despite the above stated developments, there is optimism that the funds required will be available for development projects.

iii. In the last three years, commendable achievements have been recorded in tackling the infrastructural challenges that confront Lagos. Accordingly, Y2010 budget has been tagged the **Budget of Consolidation** due to government's determination to fulfill its cardinal policy of leaving no project uncompleted.

3. Construction of the "Infrastructure of the Mind".

i. An important legacy that this Administration is desirous to cultivate and promote, in the populace, is a culture of positive attitude towards public property.

ii. There is need to promote change in habits, attitudes and orientations to protect the physical infrastructure being put in place.Government intends to ensure that the people's attitude supports its current efforts. These include prompt payment of taxes, proper use of roads/ public facilities, perception of public property as collective property and above all, a sense of good neighbourliness.

4. Improving Rural Economy

i. As it is with most cities across the world, Lagos is witnessing rural-urban migration. Many young people perceive the lights of the city as indicative of opportunities. They therefore flock to the city in droves, worsening the infrastructure challenge.

ii. Government desires to improve the quality of rural dwellers by a combination of aggressive provision of infrastructure such as water, electricity, roads, healthcare services and by providing agriculture loan facility through the Lagos State Microfinance Initiative LASMI.

iii. This is further complemented by the Agriculture Youth Employment Scheme (Agric-YES) Programme. This is an intensive six month training for Young Graduates in Agriculture as a stepping stone to full self-employment and is also backed by a Loan Scheme financed by LASMI.

iv. Facts show that the various projects and programmes targeted at rural dwellers are having the desired impact.

5. Major Projects/Programmes

i. **Expenditure on Education Sector** is N52.588bn (13.50%)

Some of the projects earmarked for the Educational Sector include:

- Building of Education Resource Centre
- Provision of Sanitation Facilities in Secondary Schools
- Supply of Core Textbooks to Public School Students
- Building of Staff Quarters for Teachers
- Provision of School Furniture for Secondary Schools
- Provision of Laboratories/Science Equipment for Secondary Schools
- Provision of Educational Facilities in Technical Colleges
- Rehabilitation of Secondary School Buildings.

ii. **Expenditure on Environmental Protection Sector** is N25.127bn (6.45%)

Some of the projects earmarked for the Environmental Protection Sector include:

- Construction/Dredging/Rehabilitation of Drainage/Channels
- Improvement and Rehabilitation of Sewage Treatment Plant
- Procurement of additional Equipment for LAWMA
- Provision of Environmentally- Friendly Toilets in Schools.
- Greening & Beautification of Public Spaces/Parks

iii. **Expenditure on Health Sector** is N24.777bn (6.36%)

Some of the projects earmarked for the Health Sector include:

- Rehabilitation /Purchase of Equipment for Oshodi Medical Stores
- Equipping of New State Staff Clinic, Procurement of Office and Occupational Health and Safety Equipment, Procurement of Utility Vehicle and Ambulance.
- Development, Renovation and Upgrading of Health Care Facilities
- Construction and Equipping of Four-Floor School of Nursing Building and Hostel at Igando.

- Drainage Construction/Rehabilitation, Procurement of Equipment and Computers for the Upgrade of Academic Departments in Lagos State University College of Medicine.
- Completion/Equipping of Drug Quality Control Laboratory (DQCL) Ikeja.

iv. **<u>Expenditure on Justice, Public Order and Safety</u>** is N11.489bn (2.95%)
Some of the projects earmarked by the Government on Justice Administration include:
- Construction of New Epe Prison.
- Construction/Renovation of Houses for Judges at Ikoyi and Badagry.
- Construction of Ikeja High Court.
- Rehabilitation of Magistrate Courts at Mainland, Island, Admin. General and Public Trustee Office.
- Completion of Magistrate Court Buildings at different location in the State.

v. **<u>Expenditure on Housing</u>** is N15.154bn (3.89%)
Projects earmarked for Housing include:
- Provision of Economic Housing Units at Igbogbo and Gbagada.
- Reconstruction of parts of Abraham Adesanya Housing Estate, Ajah.
- Provision of Infrastructure (Road, External Electrification and Water) and Completion of on-going Housing Estate at Odoragushin, Gbagada, Ikeja, Ojokoro, Iloro and Igbogbo.

6. How is the Budget funded?
The State Budget is principally funded by the sum of the Ordinary Revenue which comprises of the Internally Generated Revenue, Dedicated Revenue and the Extraordinary Revenue and Federal Transfers (which comprises of Statutory Allocation and Value Added Tax).The deficit is however funded mainly by loans/bonds.

i Internally Generated Revenue (IGR) is the taxes generated by the Lagos State Internal Revenue Service and other revenues generated by Government Ministries Departments & Agencies (MDAs), including Levies, Fines and Licence Fees.

ii. Extraordinary Revenue is the revenue coming from irregular sources such as proceeds of Excess Crude Oil Account.

iii. Statutory Allocation is the State's share of funds coming from the Federation Account.

7. How is the Budget Prepared?
The preparation of the Budget starts with the issuance of a call circular from the Ministry of Economic Planning and Budget to all MDAs. After this, the various MDAs are invited for a bilateral discussion, after which the Budget is collated and presented at the State Treasury Board. The State Executive Council further considers and approves the proposal before it is finally presented to the State House of Assembly for consideration and enactment into an Appropriation law.

8. Key Highlights

Sector	Y2010 Budget	%
General Public Service	**106,933,506,666.00**	**27.45**
Public Order and Safety	**11,488,962,810.00**	**2.95**
Economic Affairs	**122,879,326,969.00**	**31.54**
Environmental Protection	**25,127, 224,022.00**	**6.45**
Housing and Community Amenities	**35,002,859,596.00**	**8.98**
Health	**24,776,937,507.00**	**6.36**
Recreation, Culture and Religion	**8,243,436,565 .00**	**2.12**
Education	**52,587,903,597.00**	**13.50**
Social Protection	**2,508,113,874.00**	**0.64**
TOTAL	**389,570,766,328.00**	**100**

9. Key Deliverables - Outputs

1. Implementation of Integrated Mass Transit Programme
2. Light Rail
3. Development of the Free Trade Zone
4. Construction/Expansion of Orile to Badagry
5. Upgrading and Maintenance of Existing Roads and Bridges
6. Expansion of Lekki -Epe Expressway
7. Better Citizens

10. Key Outcomes

1. Improvement of general welfare of Lagosians.
2. Neighbourhood Improvement and Improved Flow of Traffic which will in turn lead to increased economic activities.
3. Improvement in Health Indices for Lagosians.
4. A Greener and Cleaner Environment.
5. Enhancement of Law and Order
6. A better educated and more productive populace.

11. Citizens' Role

a. Regular Payment of Taxes
b. Patronising of Public Service Facilities
c. Protection of Public Properties
d. Attendance/Contribution at Town Hall Meetings and Public/Committee Hearings on Budget by the Lagos State House of Assembly
e. Monitoring on-going Projects in your Community and Provide a Feedback.

QUICK STATISTICS

- BUDGET SIZE - N389.571bn
- Total Revenue - N307.027bn
- Recurrent Expenditure - N165.015bn
  - Personnel Cost - N45.079bn
  - Overhead Cost - N119.936bn
- Capital Expenditure - N224.556bn

Revenue

- Ordinary Revenue - N229.027bn
- Federal Transfers - N78.000bn

SECTORAL CLASSIFICATION OF Y2009 & Y2010 BUDGET

	FUNCTION, BUDGET GROUP AND AGENCY	BUDGET Y2009	BUDGET Y2010
1.	**General Public Service**	**106,428,047,068**	**106,933,506,666**
	Governance	**25,496,950,389**	**27,906,092,866**
1	House of Assembly	6,995,121,941	10,617,264,059
2	Cabinet Office	187,733,531	134,787,470
3	Political and Legislative Power Bureau	280,539,991	198,728,203
4	Office of the Auditor General for Local Govt.	138,106,967	100,632,190
5	Office of the State Auditor General.	322,363,930	306,854,164
6	Liaison Office	647,580,722	359,911,148
7	Deputy Governor's Office	896,839,465	887,069,618
8	Office of the Chief of Staff	15,379,935,781	14,766,606,748
9	Secretary to the State Government Office	537,030,972	428,475,837
10	Office of the Head of Service	48,250,000	55,125,000
11	Parastatal Monitoring Office	63,447,089	50,638,429
	Economic Planning & Budget	**14,844,450,372**	**11,662,351,759**
12	Ministry of Economic Planning & Budget(HQ)	4,226,765,872	1,076,981,759
13	MEPB GOC(Statewide)	2,180,184,500	1,096,000,000
14	Special Expenditure	7,320,000,000	5,500,000,000
15	Matching Grant	-	1,700,000,000
16	Counterpart Fund	-	2,047,370,000
17	Transfer to other Fund	72,000,000	-
18	Provision for Increase in Subvention	1,045,500,000	242,000,000
	Establishments and Training	**12,710,580,900**	**7,779,612,817**
19	Ministry of Establishments and Training	869,788,586	703,711,225
20	Public Service Office	1,149,631,987	806,649,223
21	Lagos Safety Commission	-	50,000,000
22	Management Service and Reform Office.	237,567,776	223,712,782
23	Civil Service Commission	250,381,624	175,869,588
24	Public Service Staff Development Centre	456,717,253	400,000,000
25	Public Service Club	12,000,000	12,000,000
26	Civil Service Pensions Office	252,997,823	174,541,477
27	Pension Commission	200,000,000	53,130,162
28	Consolidated	1,902,495,851	1,150,000,000
29	NYSC/Intern Allowance	-	360,000,000
30	2.5% Contigency	1,033,000,000	340,490,860

SECTORAL CLASSIFICATION OF Y2009 & Y2010 BUDGET

	FUNCTION, BUDGET GROUP AND AGENCY	BUDGET Y2009	BUDGET Y2010
31	7.5% Contributory Pension	-	595,694,500
32	5% Pension Bond Redemption	-	413,813,000
33	Pension & Gratuity (Civil)	4,896,000,000	1,120,000,000
34	Pension & Gratuity Parastatal	250,000,000	200,000,000
35	Pension Sinking Fund	1,200,000,000	1,000,000,000
	Finance	**42,751,979,594**	**45,862,101,634**
36	Ministry of Finance	9,128,380,970	5,947,831,759
37	State Treasury Office	20,028,229,888	12,373,261,410
38	Public Finance and Debt Management Office	2,153,164,145	1,834,094,336
39	Lagos State Internal Revenue Service	8,345,204,591	7,900,000,000
40	Office of Special Adviser on Taxation & Revenue	-	23,895,129
41	Lagos State Lottery Board	97,000,000	100,019,000
42	Public Debt Charge	3,000,000,000	17,683,000,000
	Information and Strategy	**2,940,044,689**	**4,462,064,537**
43	Ministry of Information and Strategy	1,767,050,962	2,786,628,844
44	Lagos Horizon	20,000,000	-
45	Lagos State Printing Corporation	192,700,000	20,400,000
46	Lagos State Records and Archives Bureau	233,818,943	36,770,825
47	Lagos State Broadcasting Corporation (LTV 8)	360,000,000	40,000,000
48	Lagos State Broadcasting Corporation (Eko FM & Radio Lagos)	351,474,784	50,750,000
49	Lagos State Film & Video Census Board	15,000,000	15,000,000
50	Dedicated Expenditure	-	1,512,514,868
	Local Government	**2,120,948,758**	**2,790,670,867**
51	Ministry of Local Government/Chieftancy Affairs	1,341,256,644	1,480,877,340
52	Special Allowances for Obas	-	700,000,000
53	Local Govt. Service Commission	112,489,915	86,887,004
54	Local Government Establishment and Pensions	667,202,199	522,906,523
	Science and Technology	**5,563,092,366**	**6,470,612,186**
55	Ministry of Science and Technology	5,563,092,366	6,470,612,186
2.	**Public Order and Safety Sector**	**11,017,160,469**	**11,488,962,810**
	Justice	8,922,485,550	10,640,572,987
56	Ministry of Justice	6,937,078,021	2,260,128,100
57	Judicial Service Commission	115,138,472	233,525,416
58	Lagos State Judiciary	1,575,269,057	6,634,919,471

SECTORAL CLASSIFICATION OF Y2009 & Y2010 BUDGET

	FUNCTION, BUDGET GROUP AND AGENCY	BUDGET Y2009	BUDGET Y2010
59	Lagos State Independent Electoral Commission	195,000,000	1,210,000,000
60	Office of the Public Defender	40,000,000	50,000,000
61	Citizen Mediation Centre	40,000,000	45,000,000
62	Multi-Door Court House	20,000,000	22,000,000
63	Pension & Gratuity Judiciary	-	185,000,000
	Special Duties	**2,094,674,919**	**848,389,823**
64	Ministry of Special Duties	2,062,674,919	586,389,823
65	Eko Engineering Venture	32,000,000	12,000,000
66	LASEMA	-	250,000,000
3.	**Economic Affairs**	**105,960,947,123**	**122,901,326,969**
	Agriculture and Cooperatives	2,190,628,067	3,584,793,950
67	Ministry of Agriculture and Cooperatives	2,075,828,067	839,629,847
68	Agric Youth Empowerment Scheme(YES)	-	560,000,000
69	Lagos State Coconut Development Authority	4,800,000	54,800,000
70	Lagos State Agric Development Authority	85,200,000	85,200,000
71	Lagos State Agric Input Supply Authority	20,000,000	120,000,000
72	Agricultural Land Holding Authority	4,800,000	4,800,000
73	Matching Grant	-	480,364,103
74	Counterpart Fund	-	1,440,000,000
	Commerce and Industry	**11,668,366,076**	**7,037,824,907**
75	Ministry of Commerce and Industry	1,570,612,169	1,150,678,064
76	Lekki Free Trade Zone	9,000,000,000	5,000,000,000
77	Central Business District	874,361,040	623,620,022
78	Public Private Partnership Office	-	122,000,000
79	Lagos State Market Dev. Board	50,000,000	50,000,000
80	Lagos State Industrial Development Finance Company	30,000,000	10,000,000
81	Office of Special Adviser on Mineral Resources Development	143,392,867	81,526,821
	Transportation	**23,478,424,354**	**33,613,572,434**
82	Ministry of Transportation	5,672,638,393	2,473,263,906
83	Motor Vehicle Administration	2,201,415,565	467,333,719
84	Ferry Services	12,870,396	
85	Lagos State Number Plate and Production Authority	1,230,000,000	
86	Lagos State Metropolitan Area Transport Authourity(LAMATA)	8,974,000,000	22,000,000,000
87	LAGBUS	-	240,000,000

SECTORAL CLASSIFICATION OF Y2009 & Y2010 BUDGET

FUNCTION, BUDGET GROUP AND AGENCY		BUDGET Y2009	BUDGET Y2010
88	Lagos State Waterways Authority	5,387,500,000	2,600,703,875
89	Dedicated Expenditure	-	5,832,270,934
90	Debt Charge Internal	-	-
	Works and Infrastructure	**68,623,528,626**	**78,665,135,678**
91	Office of Works	6,159,998,968	5,916,740,206
92	Office of Infrastructure	34,409,800,578	39,235,342,099
93	Ministry of Water Front Infrastructure Development	6,759,977,047	2,083,859,412
94	Lagos State Electricity Board	26,200,000	30,000,000
95	Public Works Corporation	1,277,552,033	1,658,593,961
96	Lagos State Metropolitan Development & Governance Project (LMGDP)	-	23,100,000
97	Roads, Bridges, & Highway Infrastructure (PSP) Dev. Board	-	4,717,500,000
98	L agos Infrastructure Improvement Programme	490,000,000	
99	Local Govt Intervention Fund	19,500,000,000	20,000,000,000
100	Capital Dev. Dedicated	-	5,000,000,000
4.	**Environmental Protection**	**39,804,953,279**	**25,127,224,022**
	Environment	39,804,953,279	25,127,224,022
101	Office of the Environmental Services	12,202,008,547	6,332,489,557
102	Office of Drainage Services	7,309,263,614	5,251,626,807
103	Lagos State Environmental Protection Agency (LASEPA)	116,800,000	115,236,165
104	Lagos State Environmental Sanitation & Special Offences Unit	65,400,000	24,000,000
105	Lagos State Water Corporation	6,000,000,000	3,942,670,000
106	Lagos State Waste Management Authority	7,861,481,118	7,148,400,000
107	Lagos State Signage and Advertisement Agency (LASAA)	3,250,000,000	1,063,000,000
108	Dredging	3,000,000,000	
109	Dedicated Expenditure	-	1,249,801,493
5.	**Housing and Community Amenities**	**53,953,668,751**	**35,002,885,596**
	Housing	24,999,413,650	6,163,124,692
110	Ministry of Housing	23,999,413,650	5,140,919,362
111	Regional Development Agencies	1,000,000,000	500,000,000
112	Dedicated Expenditure	-	522,205,330
	Lands Bureau	**4,722,187,493**	**3,374,300,147**
113	Lands Bureau	3,707,629,017	2,967,504,129

SECTORAL CLASSIFICATION OF Y2009 & Y2010 BUDGET

	FUNCTION, BUDGET GROUP AND AGENCY	BUDGET Y2009	BUDGET Y2010
114	Lagos State Valuation Office	46,757,135	36,853,822
115	Office of the Surveyor-General	967,801,341	369,942,196
	Physical Planning and Urban Development	**20,830,851,494**	**21,560,007,154**
116	Ministry of Physical Planning and Urban Development	5,339,974,055	1,866,492,124
117	Lagos State Infrastructural Maintenance& Regulatory Agency(LASMIRA)	62,000,000	55,000,000
118	Lagos State Physical Planning & Urban Development Authourity(LASPHYDA)	190,000,000	190,000,000
119	New Towns Development Authority	15,171,877,439	565,000,000
120	Lagos State Planning & Environmental Monitoring Authority (LASPEMA)	45,000,000	25,000,000
121	Lagos State Urban Renewal Authority (LASURA)	22,000,000	32,000,000
122	Capital Dev. Dedicated	-	17,804,310,530
123	Matching Grant	-	609,693,000
124	Counterpart Fund	-	412,511,500
	RDA	**638,477,228**	**282,025,508**
125	Lagos Island	49,380,387	38,110,805
126	Lekki	44,550,760	31,872,177
127	Badagry	49,577,831	29,590,362
128	Apapa	25,000,000	29,539,182
129	Ikeja	52,177,115	36,672,499
130	Surulere	43,728,645	29,408,682
131	Alimosho	45,359,325	32,929,360
132	Ikorodu	295,975,572	31,578,843
133	Epe	32,727,593	22,323,598
	Rural Development	**2,762,738,886**	**3,623,428,095**
134	Ministry of Rural Development	2,738,738,886	3,349,428,095
135	Centre for Rural Development	24,000,000	274,000,000
6.	**Health**	**24,643,141,565**	**24,777,171,867**
	Health	**24,643,141,565**	**24,777,171,867**
136	Ministry of Health(HQ)	14,596,790,867	9,141,552,462
137	Ministry of Health (LASUTH Project)	-	1,000,000,000
138	Ministry of Health (LASUCOM Project)	-	2,032,900,000
139	Health Service Commission	5,867,774,310	5,848,939,365
140	General Hospital, Lagos	117,500,000	36,000,000
141	Gbagada General Hospital	18,000,000	36,000,000

SECTORAL CLASSIFICATION OF Y2009 & Y2010 BUDGET

	FUNCTION, BUDGET GROUP AND AGENCY	BUDGET Y2009	BUDGET Y2010
142	Orile Agege General Hospital	18,000,000	25,000,000
143	Isolo General Hospital	18,221,760	25,000,000
144	Ikorodu General Hospital	20,804,724	30,000,000
145	Ajeromi General Hospital	12,501,432	15,000,000
146	Badagry General Hospital	18,343,980	15,000,000
147	Epe General Hospital	11,340,000	14,000,000
148	Agbowa General Hospital	3,600,000	7,000,000
149	Lagos Island Maternity Hospital	34,362,288	18,000,000
150	Massey Street Children's Hospital, Lagos	20,880,000	22,000,000
151	Mainland Hospital, Yaba	13,506,084	12,000,000
152	Onikan Health Centre	10,350,000	12,000,000
153	Apapa General Hospital	7,209,000	12,000,000
154	Ebute-Metta Health Centre	7,200,000	9,000,000
155	Harvey Road Health Centre	10,836,000	8,000,000
156	Ketu-Ejinrin Health Centre	2,700,000	3,000,000
157	Ijede Health Centre	4,500,000	8,000,000
158	Ibeju-Lekki General Hospital	6,300,000	8,000,000
159	Shomolu General Hospital	4,500,000	10,000,000
160	Ifako/Ijaiye General Hospital	4,500,000	20,000,000
161	Mushin General Hospital	7,200,000	15,000,000
162	Ojo General Hospital	-	-
163	Surulere General Hospital	18,000,000	20,000,000
164	Alimosho General Hospital	10,800,000	20,000,000
165	Imota Health Centre	-	-
166	Lagos University State College of Medicine(LASUCOM)	3,129,421,120	971,794,054
167	LASUTH	600,000,000	2,132,850,467
168	Board of Traditional medicine	14,000,000	42,500,000
169	Primary Health Care Board	-	190,000,000
170	Lagos State AIDS Control Agency(LASACA)	34,000,000	38,000,000
171	2.5% Contigency	-	87,600,360
172	7.5% Contributory Pension	-	262,098,000
173	5% Pension Bond Redemption	-	108,032,000
174	Dedicated Expenditure	-	1,508,688,159
175	Counterpart Fund	-	113,644,000
176	Matching Grant	-	898,573,000

SECTORAL CLASSIFICATION OF Y2009 & Y2010 BUDGET

	FUNCTION, BUDGET GROUP AND AGENCY	BUDGET Y2009	BUDGET Y2010
7.	**Recreation, Culture and Religion**	**8,437,882,295**	**8,243,436,565**
	Home Affairs & Culture	**2,992,426,385**	**2,677,478,267**
177	Ministry of Home Affairs & Culture(HQ)	2,958,026,385	2,030,828,267
178	(Pilgrimage Revolving Fund)	-	250,000,000
179	(State Sponsored Pilgrims)	-	362,250,000
180	Council For Arts and Culture	22,400,000	22,400,000
181	Christian Pilgrims' Welfare Board	6,000,000	6,000,000
182	Muslim Pilgrims' Welfare Board	6,000,000	6,000,000
	Tourism& Inter-Governmental Issues	**2,244,861,363**	**947,443,526**
183	Ministry of Tourism& Inter-Governmental Relations	2,244,861,363	947,443,526
	Youth, Sports & Social Development	**3,200,594,547**	**4,618,514,772**
184	Ministry of Youth, Sport & Social Development(Office of Sport Development)	3,051,394,547	2,225,563,977
185	Grassroot Sport Competitions	-	300,000,000
186	Sport Endowment Fund	-	35,000,000
187	MYSSD - (Office of Youth & Social Development)	-	818,325,000
188	Sports Council	149,200,000	130,000,000
189	Sports Council(Programmes/Grant)	-	250,000,000
190	Dedicated Expenditure	-	859,625,795
8.	**Education**	**51,577,161,519**	**52,588,137,957**
	Education	**51,577,161,519**	**52,588,137,957**
191	Ministry of Education(HQ)	11,470,070,162	9,837,910,949
192	Lagos State Technical and Vocational Board	-	189,500,000
193	Teachers Establishments and Pensions Office	404,648,858	385,693,814
194	Office of Special Adviser on Education	200,197,878	588,170,466
195	Education District 1	5,107,620,110	3,938,811,845
196	Education District 2	3,769,022,705	3,069,502,060
197	Education District 3	1,900,935,786	1,915,621,028
198	Education District 4	3,224,935,127	2,639,010,793
199	Education District 5	3,940,092,325	3,601,371,923
200	Education District 6	5,360,863,522	4,570,719,854
201	State Universal Education Board	7,843,200,526	1,707,849,182
202	Lagos State Library Board	77,500,000	22,550,000
203	Agency for Mass Education	23,505,000	23,505,000
204	Lagos State Examination Board	384,000,000	324,800,000

SECTORAL CLASSIFICATION OF Y2009 & Y2010 BUDGET

	FUNCTION, BUDGET GROUP AND AGENCY	BUDGET Y2009	BUDGET Y2010
205	Lagos State University (LASU)	3,350,000,000	3,350,000,000
206	Adeniran Ogunsanya College of Education (AOCED)	1,443,000,000	1,680,000,000
207	Lagos State Polytechnic (LASPOTECH)	1,810,819,520	2,060,819,520
208	Micheal Otedola College of Primary Education Noforija Epe(MOCOPED)	466,750,000	585,000,000
209	Lagos State Scholarship Board	800,000,000	400,000,000
210	2.5% Contigency	-	400,661,860
211	7.5% Contributory Pension	-	1,076,207,500
212	5% Pension Bond Redemption	-	734,155,000
213	Pension & Gratuity (Teachers)	-	1,380,000,000
214	Dedicated Expenditure	-	5,542,277,163
215	Counterpart Fund	-	1,232,000,000
216	Matching Grant	-	1,332,000,000
9.	**Social Protection**	**3,177,252,133**	**2,508,113,874**
	Women Affairs and Poverty Alleviation	**3,177,252,133**	**2,508,113,874**
217	Ministry of Women Affairs and Poverty Alleviation	3,167,252,133	2,498,113,874
218	Women Development Centre	10,000,000	10,000,000
	Grand Total	**405,000,214,202**	**389,570,766,326**

COMPARATIVE SECTORAL ALLOCATION

S/N	Sector	Y2010 BUDGET	Percentage Allocation	Y2009 BUDGET	Percentage Allocation
1	General Public Service	106,933,506,666	27.45%	106,428,047,068	26%
2	Public Order and Safety	11,488,962,810	2.95%	11,017,160,469	3%
3	Economic Affairs	122,901,326,970	31.55%	105,960,947,123	26%
4	Environmental Protection	25,127,224,022	6.45%	39,804,953,280	10%
5	Housing and Community Amenities	35,002,885,596	8.98%	53,953,668,752	13%
6	Health	24,777,171,867	6.36%	24,643,141,565	6%
7	Recreation, Culture and Religion	8,243,436,565	2.12%	8,437,882,296	2%
8	Education	52,588,137,958	13.50%	51,577,164,518	13%
9	Social Protection	2,508,113,874	0.64%	3,177,252,133	1%
	Total	**389,570,766,327**	**100.00%**	**405,000,217,204**	**100%**

WHAT YOU NEED TO KNOW ABOUT Y2010 BUDGET OF 'CONSOLIDATION'

FREQUENTLY ASKED QUESTIONS

Q: 1. What is the policy thrust of this Administration?

Ans: Poverty Eradication and Sustainable Economic Growth, through Infrastructure Renewal and Development.

Q: 2. How much has the State Budget increased over 5years?

Ans:

Year	Name of the Budget	Budget Size	% Yearly Increase
2006	Budget of Triumph	N224.232bn	
2007	Budget of Legacy	N274.762bn	22.53%
2008	The Great Leap Budget	N403.401bn	46.8%
2009	Budget of Accelerated Growth	N405.000bn	0.4%
2010	Budget of Consolidation	N389.571bn	-3.81%

Q: 3. What are the attributes of Y2010 budget?

Ans:

- Completion of on-going infrastructure projects.
- Maintenance of existing infrastructural facilities and public utilities.
- Human capital and institutional reform in the State's Civil Service.
- Mitigation of global warming through greening, beatification programme and other initiatives.
- Teachers' welfare enhancement.
- Aggressive Revenue Generation.
- Enhancement of community based vocational education.
- Sustenance of the State's free Healthcare services.
- Assistance/empowerment of farmer/fishermen for food production and processing.
- Expansion/construction of new water Schemes.

Q: 4. What are the major highlights of the Budget?

Ans:

			Percentage (%) of the Budget
-	Total Revenue	- N307.027bn	78.81%
-	Recurrent Expenditure		
	{Personnel Cost &Overhead Cost	- N165.015bn	42.36%
	N45.079b + N119.936b}		
	Capital Receipts	- N28.372bn	0.07%
-	Capital Expenditure	- N224.556bn	0.58%

Q: 5. What are the major sources of Revenue in the Y2010 Budget?

Ans:

			Percentage (%) of Budget
(i)	Internal Generated Revenue	N165.000bn	53.74%
(ii)	Statutory Allocation	N40.000bn	13.03%
(iii)	Value Added Tax	N38.000bn	12.38%
(iv)	Others	N64.027bn	20.85%

Q: 6 What are the components of Personnel Cost?

Ans:

-	Salaries & Allowances	-	N35.666bn
-	Other Personnel Cost(2.5%)	-	N0.828bn
-	Pensions & Gratuities	-	N2.685bn
-	Pensions & Gratuities (Parastatals)	-	N0.200bn
-	Pensions Sinking Fund	-	N1.000bn
-	7.5%State Contributory share	-	N1.934bn
-	5% Pensions Redemption Bond Fund	-	N1.256bn
-	Personnel Cost (Consolidated)	-	N1.150bn
-	NYSC/Intems (Allowance)	-	N0.360bn

Q: 7 What are the components of Overhead Cost?

-	Overhead cost	-	N66.199bn
-	Dedicated Expenditure	-	N17.027bn
-	Subventions	-	N19.027bn
-	Debt Charges	-	N17.683bn

Q: 8 How much is the Core Capital Expenditure?

Ans: N185.985bn. (47.74%)

Q:9 What is the percentage of financing requirement to the State GDP?

Ans: 1%

Oguntuase F.M. (Mrs.)
Special Adviser Economic Planning & Budget

LAGOS SOCIO – ECONOMIC PROFILE

Lagos Demographics	
Population	Over 18-million
Land Area	3,577 Square Kilometre
Population Density	5032 person per square kilometer
Population Growth Rate	3.2% - 5%
Projected Population	24.5-million in 2015 (UN Habitat)
Socio- Economic Indices	
Daily Human Traffic (Lagos Mainland - Island	Over 6million
Vehicular population	1.5 million cars
Road Network	over 16,000km
Solid Waste Generation	10,000 MT/day
Power Demand	10,000 MW (Supply – 1000MW)
Water Demand	700MGPD (Supply – 200 MGPD)
Annual Mean Temperature	23 – 26 degrees Celsius (Minimum) 28 – 32 degrees (Maximum)
LAGOS IN NIGERIA'S ECONOMY	
Lead contributor (23.2%) to Nigeria's GDP in 2009 with a value of ($27.81 billion) up from $18bn in 2005	
Accounts for over 60% of Country's industrial/Commercial Activities (about 40% of Banks' branch networks in Lagos)	
45% of national electricity consumption	
50% of petroleum products consumption	
Generates 70%/50% of Nation's Ports Cargo/Revenues	
Telecom/Media Hub – 50% of 60 million PTO/GSM subscribers	
Hub of Aviation activities – (International-82%; Domestics 50%)	
Largest Stock Exchange in West Africa	
9,000 metric tons of waste generated daily	
LAGOS IN AFRICAN CONTINENT	
One of 7 lead NEPAD States	
Targets to be Africa's Lead Financial centre by 2020	
Lagos GDP at $27.81bn ranked 118th/6th among World/African Cities respectively; in 2009	
Other African cities	

Cairo (Egypt)	1st	$109 bn
Johannesburg (SA)	2nd	$ 81bn
Cape Town (SA)	3rd	$ 80 bn
East Rand (SA)	4th	$ 42 bn
Algiers (Algeria)	5th	$ 39 bn

LAGOS SOCIO – ECONOMIC PROFILE

Compared with African Countries, it would rank 4th after South Africa, Egypt, Nigeria and Algeria.

The Budget size of Lagos State is larger than the Budget of many Countries in Africa.

Y2010 RATING:
A+ (Agusto & Co.) AA (National), BB-(Long Term International) Fitch Rating.

FUNDAMENTALS OF Y2010 BUDGET

	Approved (Y2010) (bn)	**Approved (Y2009) (bn)**
Total Revenue	N307.03	N288.96
Recurrent Expenditure	N165.06	N159.46
Surplus/Deficit on CRF	N142.01	N129.50
Capital Receipts	N28.37	N42.20
Capital Expenditure	N224.56	N245.54
Financing Requirement	N54.17	N73.84
Repayments	N129.94	N53.18
Budget Size	N389.57	N405.00
Capital/Recurrent ratio	58/42%	60/40%

Macro –Economic Assumptions

Inflation rate hovering between 12-13%

Significant low capacity utilization byreal sector occasioned by dwindling power supply

Unstable Oil prices and dwindling revenue (Benchmark oil price is $50 per barrel)

Exchange rate of the Naira $1 to N148.3

Drop in external reserves

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