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**MEMORANDUM FOR CONSIDERATION AND ENDORSEMENT OF THE REVIEWED
NATIONAL INTEGRATED INFRASTRUCTURE MASTER PLAN (NIIMP) 2020 – 2043**

**MEMORANDUM BY THE HONOURABLE MINISTER OF STATE, BUDGET AND
NATIONAL PLANNING**

1.0 INTRODUCTION

1.1 The purpose of this memorandum is to seek the consideration and endorsement of the National Economic Council (NEC) for the implementation of the Reviewed National Integrated Infrastructure Master Plan (NIIMP) 2020 – 2043 under the supervision of the Honourable Minister of State, Budget & National Planning. The commitment of the Federal Government of Nigeria in addressing the challenges of huge infrastructure gap in all the sectors of the Nigerian economy necessitated the development of the maiden National Integrated Infrastructure Master Plan [NIIMP] in 2014, in consultation with the States and validated at the Zonal Level. This is a national policy and strategic document to guide Nigeria's infrastructure investment, add value to the national economy, create jobs, improve global competitiveness and in particular enhance private sector participation in infrastructure development. The document aims to guide the implementation of initiatives and programmes across the seven (7) asset classes vis-à-vis: Transportation; Energy; ICT; Agriculture, Water and Mining; Social Infrastructure; Housing and Regional Development; Security and Vital Registration.

1.2 It would be recalled that the maiden NIIMP document was endorsed by the National Economic Council (NEC) on 14th August, 2014 and approved by the Federal Executive Council (FEC) on 3rd September, 2014 respectively.

2.0 BODY

2.1 OBJECTIVES OF THE REVIEW

2.1.1 The objectives of revising the NIIMP are:

- i. to conduct a review every 5 years, being a living document as prescribed in the maiden edition of the National Integrated Infrastructure Master Plan (NIIMP) **2014 – 2043**;
- ii. to update projections contained in the maiden edition of NIIMP and streamline the targets and milestones to meet current realities and national developmental aspirations; and
- iii. to insert the macroeconomic framework which was not in the maiden edition of the NIIMP document in the revised NIIMP to guide public and private sector investment decisions.

2.2 The Technical Working Group on the revised National Integrated Infrastructure Master Plan (NIIMP) 2020-2043 comprised of the Federal Ministry of Finance, Budget & National Planning (National Planning Arm), Representatives of Federal Ministries, Departments and Agencies (MDAs), Central Bank of Nigeria (CBN), National Bureau of Statistics (NBS), the Academia, Organized Private Sector, Professional Bodies and other Stakeholders. The Top Management of the Federal Ministry of Finance, Budget & National Planning (National Planning Arm) recommended and approved that the revised NIIMP 2020 – 2043 be presented to the NEC for endorsement.

2.3 For efficient and effective implementation, the Revised NIIMP recommends the establishment of National Council on Infrastructure (**NaCoInfra**) to provide policy direction on infrastructure related matters. The envisaged members of the **NaCoInfra** comprises Federal MDAs, Organized Private Sector (OPS), National Assembly, Professional bodies and six (6) Governors, one from each of the Six Geo-Political Zones of the country under the Chairmanship of the Vice President, Federal Republic of Nigeria, Prof. Yemi Osinbajo SAN, GCON. The NaCoInfra is to be supported by a Technical Working Group (TWG).

2.4 Investment Requirements

2.4.1 Estimated total infrastructure investment for the next 23 years is USD 2.3 trillion to raise the infrastructure stock from the current 35 per cent of GDP to at least 70 per cent by 2043. Although, for the next five years (2021 – 2025) of the Plan, about USD150 billion is the expected annual financing requirement from both the public and the private sectors. For these five (5) years the estimated annual expenditure for Vital Registration & Security is USD3.0 billion; Social Infrastructure is USD7.5 billion; ICT is USD16.5 billion; Housing & Regional Development is USD16.5 billion; Agriculture, Water & Mining is USD19.5 billion; Transport is USD37.5 billion; and Energy is USD49.5 billion.

2.4.2 The share of the private sector in total investment requirement is higher at 56 per cent while the public sector (Federal and States) accounts for the remaining 44 per cent. With regards to the financing sources for public sector infrastructure investments, the following four (4) options have been identified: Government budgets (federal and state); Public debt/Government Borrowing; Other public sources (e.g. InfraCo, Sovereign Wealth Fund and Pension Fund); and Public-Private Partnerships (PPPs).

2.5 Expected Benefits

2.5.1 The expected benefits of the revised NIIMP include: Enhanced Economic Growth and Development; Enabling Environment for ease of doing business; Job Creation; Prioritized Projects and Programmes; Investors' Guide; Positive Externalities; and Efficient Allocation of Resources.

2.6 Implementation Strategy

2.6.1 The revised NIIMP outlines the required short to medium-term measures needed to ensure effective implementation of the Plan. The immediate changes required include: Strengthening the legal framework to allow for private sector participation in infrastructure investment; Strengthening of the Infrastructure Department in the Federal Ministry of Finance, Budget and National Planning to enable it take responsibility for coordinating the required activities and monitoring progress; Ensuring financing for priority projects; and Launching a broad communication effort to reach all critical stakeholders.

2.6.2 In addition, the Medium-term measures that are required as enablers would include: optimization of the end-to-end infrastructure governance model; promotion of private sector alignment and support; development of large-scale training programmes to bridge the capability gaps in building, maintaining and operating the NIIMP; and strengthening engineering infrastructure. In line with the NIIMP, the State Governments, in collaboration with the Infrastructure Department of the Federal Ministry of Finance, Budget and National Planning, are encouraged to develop the States' Integrated Infrastructure Master Plans (SIIMPs) to key into the National Plan.

3.0 NOTE

3.1 In the light of the foregoing, Council is hereby invited to note that:

- i. the maiden National Integrated Infrastructure Master Plan (NIIMP) document, which was developed in consultation with the States and validated at the Zonal Level, is subject to a review every 5 years to update and validate projections;
- ii. the macroeconomic framework which was not in the maiden edition of the NIIMP document has been inserted in the revised NIIMP document to guide public and private sector investment decisions and to reflect the current national developmental aspirations;
- iii. there is need for the establishment of National Council on Infrastructure (**NaCoInfra**), under the Chairmanship of the Vice President, to provide policy direction on infrastructure related matters;
- iv. the estimated total infrastructure investment for the next 23 years is USD 2.3 trillion to raise the infrastructure stock from the current 35 per cent of GDP to at least 70 per cent by 2043;
- v. for the next five years (2021 – 2025) of the Plan, about USD150 billion is an expected financing requirement from both the public and private sectors;
- vi. the share of the private sector in total investment requirement is 56 per cent while the public sector accounts for the remaining 44 per cent;
- vii. the expected benefits of the revised NIIMP include: Enhanced Economic Growth and Development; Enabling Environment for ease of doing business; Job Creation; Investors' Guide; and Positive Externalities;
- viii. there is need to strengthen the Infrastructure Department in the Federal Ministry of Finance, Budget and National Planning to enable it take responsibility for coordinating the required activities and monitoring progress;
- ix. the State Governments in collaboration with the Infrastructure Department of the Federal Ministry of Finance, Budget and National Planning should be encouraged to develop States' Integrated Infrastructure Master Plans (SIIMPs) to key into the National Plan;

- x. the Top Management of the Federal Ministry of Finance, Budget & National Planning (National Planning Arm) recommended and approved that the revised NIIMP 2020 – 2043 be presented to the NEC for endorsement;

4.0 PRAYER.

4.1 Your Excellencies are required to give maximum support to the revised National Integrated Infrastructure Master Plan (2020 – 2043) and endorse it for presentation to the Federal Executive Council for approval and implementation.

C.I.A.

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Federal Ministry of Finance, Budget and National Planning

January 2021