

## **OSUN STATE GOVERNMENT**

### **ANALYSIS & BREAKDOWN OF THE 2009 BUDGET GIVEN BY ELDER MOSES ADETOYESE OJO JP, THE HONOURABLE COMMISSIONER FOR FINANCE & ECONOMIC DEVELOPMENT HELD AT THE CONFERENCE HALL OF THE LOCAL GOVERNMENT SERVICE COMMISSION, ON MONDAY, 19TH JANUARY, 2009.**

I am indeed delighted to be here today to give the analysis and breakdown of the policies and programmes of the Osun State Government as enunciated in its 2009 Budget. This event is the sixth of its kind since this Administration came on board and the second during the second term of the Administration. Without any iota of doubt, Osun State has witnessed a lot of physical and remarkable development within the last six years of the Administration of Prince Olagunsoye Oyinlola. To be modest, this Administration has made significant achievements in the areas of Rural and Urban Transportation, Urban and Rural Electrification, Rural and Urban Water Supply, Industrialization, Agriculture and Rural Development, Women and Child Development, Information and Communication Technology (ICT), Home School Feeding and Health Programme etc. Appreciable achievements have also been recorded in the areas of Commerce, Cooperatives, Environmental Sanitation, Poverty Alleviation Programme, particularly in the area of provision of micro credits. Impressive achievements have also been recorded in the Social Services Sector through the provision of Qualitative Free Education and the Free Health Programme.

1.1. The strings of achievements recorded by this Administration in the various sectors and sub-sectors of the economy of Osun State as highlighted above can only be credited to the Almighty God for the peace and tranquility that reign supreme in the State. The unflinching support and cooperation received by this Administration from the good people of Osun State is also a key factor responsible for the outstanding success achieved by the Administration on all grounds. Let me therefore seize this opportunity to thank the entire people of Osun State, both young

and old for their unalloyed support to this Administration. With your continued support and cooperation, this Administration will continue to forge ahead with the execution of its transformational developmental programmes. I also want to thank the members of the Press, both the Print and the Electronic Media, for ensuring the effective coverage of the activities of the State Government in the last twelve months. It is hoped that you will continue in the same matter this year.

**1.2** Before highlighting the specific policies and programmes of the State Government in the 2009 fiscal year, let me briefly give a review of the performance of the 2008 Budget.

## **2.0. Review of the Performance of the Year 2008 Budget of Osun State**

**2.1.** By all indications, the Year 2008 (Initial & Supplementary) Approved Budget which was ₦53,266,694,870.00 (Fifty-three billion, two hundred and sixty-six million, six hundred and ninety-four thousand, eight hundred and seventy naira) was faithfully implemented by the State Government. To achieve this feat, all the Budget Implementation mechanisms put in place were effectively utilized. The collaborated efforts of the Ministry of Finance and Economic Development, the Office of the Accountant-General and the Due Process Office in ensuring strict budget discipline contributed to the efficient and effective implementation of the Budget. The Budget Implementation Committee under the Chairmanship of my humble-self met on quarterly basis to assess the performance of the Year 2008 Budget while quarterly progress reports on the implementation of the Budget were prepared promptly by the Ministry of Finance and Economic Development. In the same vein, the Due Process Office and the Central Economic Planning Office (CEPO) carried out physical inspection of the projects executed in the year from time to time. The Fourth and Final Progress Report on the implementation of the Budget as compiled by my Ministry put the total revenue realized by the State Government from all sources in Year 2008 at ₦40,255,456,885.54 (Forty billion, two hundred and fifty-five million, four hundred and fifty-six thousand, eight hundred and eighty-five naira,

fifty-four kobo while the total actual expenditure was ₦40,180,255,127.36 (Forty billion, one hundred and eighty million, two hundred and fifty-five thousand, one hundred and twenty-seven naira and thirty-six kobo. It is glaring from the figures that the finances of Government in the immediate past fiscal year ended on a credit note like the previous years. The figures are yet to be audited and may change slightly when the Final Accounts of Government for 2008 are prepared and audited.

### **3.0. The Year 2009 Budget**

**3.1** Like the previous Annual Budgets formulated by this Administration, the 2009 Budget whose size is ₦98,093,940,780.00 (Ninety-eight billion, ninety-three million, nine hundred and forty thousand, seven hundred and eighty naira) is a balanced one. Let me briefly commend the Honourable Speaker and all the Honourable Members of the House of Assembly for the speedy passage of the Appropriation Bill. The 2009 Budget, which is christened "the Budget of Sustainable Transformational Development", is anchored on the following policy thrusts/objectives:

- (i) to ensure sustainable transformational development and necessary linkages between agriculture and rural development and industrialization in Osun State;
- (ii) to ensure that the transformational achievements which we have recorded in the provision of qualitative education and health services are made sustainable;
- (iii) to provide the necessary and durable infrastructures like roads, electrification, water supply, Information Technology (IT) etc. that will ensure sustainable transformational development of the economy of Osun State;
- (iv) to ensure that Osun State is propelled into an irreversible transformational developmental height in all ramifications;
- (v) to ensure that the citizens of Osun State have the opportunity to achieve their socio-economic heights and live well within legal means with assurance of adequate security of lives and properties.

4.0. At this stage, I wish to present the detailed analysis of the 2009 Approved Budget vis-à-vis the actual revenue profile of Government for Year 2008 and the implementation mechanisms which have been put in place by the State Government for the successful implementation of the 2009 Approved Budget.

#### 4.1. Revenue Estimates

4.1.1. The comparative actual revenue profile for Year 2008 and the revenue projection for the current year are as follows:

Head	Details	Year 2008 Actual Revenue Jan - Dec, 2008 ₦	Estimated Revenue Provision, 2009 ₦	Percentage of variance %
401	Taxes	3,233,916,077.86	4,929,875,000	52.44
402	Fines & Fees	815,149,681.51	2,000,904,400	145.47
403	Licences	172,683,324.14	494,962,265	186.63
404	Earnings & Sales	520,008,003.97	988,444,605	90.08
405	Rent on Government Property	26,866,561.54	215,649,000	702.67
406	Interest Repayment and Dividends	22,406,739.38	118,631,400	429.45
407	Reimbursement	280,250	1,455,000,000	519.08
408	Miscellaneous	328,849,846.79	1,556,253,250	373.24
409 (i)	Statutory Allocation	23,480,998,993.98	27,500,000,000	17.16
409 (ii)	V.A.T.	4,276,469,761.98	5,000,000,000	16.92
409(iii)	Excess Crude Oil	6,233,318,578.40	9,000,000,000	44.39
	Total Recurrent Revenue	39,110,947,819.55	53,259,719,920	36.18
410	Total Capital Receipts	1,114,509,065.99	44,834,220,860	3,922.78
	<b>Total Revenue</b>	<b>40,225,456,885.54</b>	<b>98,093,940,780</b>	<b>143.86</b>

4.1.2. From the above table, the actual revenue of Government for Year 2008 was ₦40,225,456,885.54 (Forty billion, two hundred and twenty-five million, four hundred and fifty-six thousand, eight hundred and eighty-five naira, fifty-four kobo). The Revenue Projection for 2009 is therefore higher than the Year 2008 Actual Revenue by a sum of ₦57,868,483,894.46 (Fifty-seven billion, eight hundred and sixty-eight million, four hundred and eighty-three thousand, eight hundred and ninety-four naira, forty-six kobo). This increase in this regard, accounts for the high degree of variance between the Year 2008 Actual Revenue and the projected revenue for 2009 fiscal year. The size of the 2009 Budget was influenced by the shift in the Budget preparation methodology adopted in the course of its formulation. All the past Annual Budgets of the State were always revenue driven, a strategy which was considered not very effective as expected. Consequently, expenditure driven approach was adopted in the formulation of the 2009 Budget. The actualization of this expenditure dreams depends largely on the availability of fund. In that regard, the need to significantly increase the Internally Generated Revenue of Government in this fiscal year cannot be underestimated. The following internally generated revenue policies have therefore been approved for adoption in the 2009 fiscal year:

- (i) each Agency of Government should be very aggressive in its Internally Generated Revenue efforts with a view to improving its IGR in 2009;
- (ii) each Agency should strive not only to meet but also surpass its Internally Generated Revenue targets;
- (iii) the review of rates carried out in the outgoing year should result in enhanced Internally Generated Revenue in 2009;
- (iv) all Agencies should be more proactive in revenue generation by ensuring the widening of their current revenue base;
- (v) agencies of Government should always pay all revenue collected into the General Revenue Accounts, using the appropriate Heads and sub-Heads of

- revenue while the Treasury Receipts of such payments should accompany returns to the Office of the Accountant-General. It is illegal to keep Government revenue in private purse or unauthorized Departmental Account;
- (vi) collection of revenues should not be left alone with field Officers, the appropriate Heads of Departments must be personally involved in revenue mobilization, collection and rendition;
  - (vii) returns of revenue collection must be made monthly by all Agencies of Government to the Ministry of Finance and Economic Development, the Office of the Accountant-General and to the Due Process Office. The failure of any agency to comply with the policy will attract sanction(s);
  - (viii) release of funds for the execution of Programmes and Projects would in relevant cases, be tied to the revenue performance of Agencies of Government;
  - (ix) all agencies of Government should evolve internal strategies to ensure greater efficiency, probity and accountability in revenue collection and rendition;
  - (x) top career and political functionaries shall be specifically held liable for any lapse in revenue collection and rendition;
  - (xi) all Agencies of Government should start giving greater attention to Revenue collection than to Expenditure since no expenditure dreams can be actualized without adequate revenue backing;
  - (xii) all Agencies of Government awarding contracts must ensure that all relevant charges, levies and other expenses that are statutorily required to be borne by the contractors are not loaded in the cost of the projects to be paid by Government. Taxes, levies and other charges should not be included in the cost of projects which should have been determined by necessary economic considerations. While Agencies of Government are expected to make Budgetary provisions for 5% VAT Charges on the contracts fees as in the case for all goods and services consumed by Government, Withholding Tax

Charges, Development Levy and Legal Fees are to be deducted from the fees payable to the contractors;

- (xiii) legal fees payable at the time of execution of a Contract Agreement or deductible at source at the stage of payment shall continue to be paid by all Contractors/Suppliers;
- (xiv) the payment of Water Development levy is mandatory for all taxable adults in the State, whether in the Public or Private Sector;
- (xv) all Contractors handling projects worth N100,000.00 and above shall continue to pay 5% Development Levy to Government;
- (xvi) tender fees shall continue to be paid to the client Agency in respect of all categories of contracts in accordance with the existing regulations;
- (xvii) government shall consider giving incentives to Revenue Collectors who exceed set targets in order to motivate them to greater performance. The appropriate incentives will however be determined at the material time;
- (xviii) adequate fund allocations shall be made for the provision of the required logistics for revenue collectors from the monthly running costs or fund for other charges of agencies of Government;
- (xix) all Revenue Collectors and Account Officers must be conversant with the provisions contained in Chapters 6 – 12 of the Revised Financial Regulations. This is necessary in order to ensure that they do not run foul of any regulation.
- (xi) updating of the Relevant Revenue Laws should be urgently embarked upon and concluded by all relevant agencies of Government, the Ministry of Justice must be involved in the updating.

#### **4.1.4. Capital Receipts**

Capital receipts refer to multi-lateral loans, bi-lateral loans, loans from International Capital Market, grants, gifts, aids or any form of assistance or support from external bodies which may be National or International. The following policies have been

approved to guide the implementation of the budget on Capital Receipts in the 2009 fiscal year:

- (i) any funds received for the prosecution of specific projects from foreign bodies by any agency of Government must be promptly reported to the Ministry of Finance and Economic Development and the Office of the Accountant-General. Expenditure from such Capital Receipts, which must be approved by the Governor, must also be conveyed to the two agencies with the appropriate approvals attached. It shall be illegal for any agency of Government to collect money from foreign Agencies and spend such money without informing the two Agencies;
- (ii) the Ministry of Justice shall be involved in any agreements by agencies of Government with external bodies because of any possible future litigations;
- (iii) external loans and grants shall be spent majorly on the physical development of the State, not on invisible items;
- (iv) before any agency of Government commits Government to taking loans, grants or gifts, such agency must have received the approval of the Governor through the normal process, otherwise, such commitments are void ab-initio;
- (v) the Ministry of Finance and Economic Development must be the negotiator of any loan/grant and a signatory to any loan/grant agreements without which such agreements shall be void;
- (vi) quarterly returns on expenditure from Capital Receipts must be made to the Ministry of Finance and Economic Development and the Office of the Accountant-General respectively;
- (vii) any agreement involving tax issues shall involve the Internal Revenue Service before such agreements can become legally binding;
- (viii) execution of all Capital Projects including those being funded from External Loans and Grants like the Health System Development Fund (HSDF II), UNDP Projects, ETF Projects etc. must be properly monitored and accounted for.



Thus, the Due Process Office and the Project Monitoring Department of the Central Economic Planning Office (CEPO) shall be involved in the monitoring;

(ix) the Office of the Accountant-General shall be a co-signatory in the operation of the Accounts of all the intervention funds;

**5.0. Comparative Analysis of the Actual Expenditure for 2008 and the Estimated Expenditure for 2009**

5.1. The comparative actual expenditure for 2008 and the Estimated Expenditure for 2009 are as follows:

S/N	Details	Actual Expenditure Jan. - Dec. 2008 ₦	Estimated Expenditure 2009 ₦	Percentage Variance %	Percentage of the Total Budget %
I	Personnel Cost	12,480,311,887.81	14,984,438,710	20.06	15.28
II	Overhead Cost	6,527,916,588.85	8,479,202,390	29.89	8.64
III	Consolidated Revenue Fund Charges (CRFC)	6,619,173,242.72	7,076,738,950	6.91	7.21
IV	Total Recurrent Expenditure	25,427,401,719.38	30,544,885,050	20.13	31.14
V	Capital Expenditure	14,552,856,357.98	67,549,055,730.36	345.78	68.86
VI	Total Expenditure	40,180,258,077.36	98,093,940,780	138.21	100

5.2. Having given the comparative analysis of the actual expenditure for 2008 fiscal year vis-à-vis the expenditure estimates for 2009, I now want to present the policies which have been approved to guide the Personnel Cost, the

Overhead Cost, the Consolidated Revenue Fund Charges (CRFC) and the Capital Expenditure in this fiscal year.

### **5.2.1. Personnel Cost**

5.2.1.1 It will be observed from the table that the approved personnel cost for 2009, which is ₦14, 984, 438, 710 (Fourteen billion, nine hundred and eight-four million, four hundred and thirty-eight thousand, seven hundred and ten naira) is higher than the actual personnel cost for 2008 by a sum of ₦2,504,126,822.19 (Two billion, five hundred and four million, one hundred and twenty-six thousand, eight hundred and twenty-two naira, nineteen kobo) or 16.71 percent. The difference is to take care of the envisaged increase in personnel cost arising from the promotion of staff and the recruitment of staff in critical areas of need. For the effective implementation of the 2009 Personnel Budget, the following personnel policies have been approved for continuation in this fiscal year:

- (i) agencies of Government shall operate within their 2008 approved establishments structure unless otherwise approved by the Governor;
- (ii) there will be no increase in staff establishments in the 2009 fiscal year, over and above that of 2008 except if specially approved by the Governor in line with the provisions of the SEEDS document;
- (iii) the creation of new posts will not be acceptable except with the approval of the Governor;
- (iv) requests for outright new appointments (other than replacements) cannot be entertained except with the approval of the Governor;
- (v) requests to fill vacancies shall be submitted to Government through the Bureau of Establishments and Training while the financial implication should be cleared with the Ministry of Finance and Economic Development before such vacancies can be filled;

- (vi) the Bureau of Establishments and Training shall continue to organize training courses for certain cadres which will emphasize skill enhancement for relevant officers during the 2009 fiscal year;
- (vii) subject to fund availability, appropriate top officers like Permanent Secretaries, General Managers and Directors may be sponsored for short courses abroad in reputable Institutions to enhance their skills and productivity;
- (viii) the Bureau of Establishments and Training shall continue with the approved training policy for all the Public Officers of the State;
- (ix) all agencies of Government shall continue with the Annual Staff Audit of their agencies which must be concluded by the end of August of every year and the results forwarded to the Ministry of Finance and Economic Development, the Bureau of Establishments and Training and the Bureau of Computer Services and Information Technology;
- (x) cases of officers who leave the Public Service through death, retirement, resignation of appointments, transfer of service, etc. must be promptly reported in writing to the Ministry of Finance and Economic Development, the Bureau of Establishments and Training and the Bureau of Computer Services and Information Technology. Any Accounts or Accounting Officer who continues to pay any officer who has left the Service will be deemed to be guilty of paying ghost workers and will be so punished;
- (xi) the relevant Account staff of TESCO and SUBEB who are not being fully utilized shall be deployed to other agencies of Government. Such Officers shall be exempted from paying inter service transfer fee since it is the Government that want their services elsewhere;
- (xii) the Office of the Head of Service, the Civil Service Commission and other relevant bodies shall ensure that appointments into the Public Service of the State are based mostly on merit, devoid of political considerations with a view to ensuring efficient and effective Public Service delivery;

- (xiii) for the smooth operation of salary administration, agencies should continue to submit their fund requests for the payment of salaries and allowances, not later than the **12th day of every month**, to the Bureau of Computer Services and Information Technology, where it will be processed to the Hon. Commissioner for Finance and Economic Development through the Permanent Secretary, Ministry of Finance and Economic Development, with a view to ensuring the required checks and balances on salary control system.

#### **5.2.2. Overhead Cost**

The overhead cost projection for the 2009 fiscal year is N8,480,082,390 (Eight billion, four hundred and eighty million, eighty-two thousand, three hundred and ninety naira) while the actual overhead cost for Year 2008 was N6,527,916,588.85 (Six billion, five hundred and twenty-seven million, nine hundred and sixteen thousand, five hundred and eighty-eight naira, eighty-five kobo). This shows that the approved overhead cost for 2009 is higher than the actual overhead cost for 2008 by a sum of N1,952,165,801.15 (One billion, nine hundred and fifty-two million, one hundred and sixty-five thousand, eight hundred and one naira and fifteen kobo) or 23.02 percent. It is also to be noted that the budgetary allocation for overhead cost represents only 8.64 percent of the total Expenditure Budget. For the effective administration of the overhead Cost Budget, the following existing policies have been approved for continuation in the 2009 fiscal year:

- (i) the Overhead Costs projections must be scientifically determined, sustainable and implementable;
- (ii) it is better to project moderate overhead estimates that can be implemented and release monthly rather than having an over blown one which will be irregularly released due to paucity of fund;

- (iii) the Overhead Costs admitted into the Budget are only guides. Actual releases of administrative running costs and other overhead expenditures shall depend at the material time, on fund availability;
- (iv) all agencies of Government shall meet their recurrent expenditure needs from their monthly running costs and the fund for Other Charges. The Governor will not entertain any fund requests that can reasonably be met from the regular releases. Monthly returns of the utilization of the previous monthly running costs and fund for other charges shall be made to the Ministry of Finance and Economic Development before new ones may be released;
- (v) release of fund based on approvals in file as an instrument of Budget Implementation shall be sparingly used only for issues that cannot be deferred for the monthly meetings of the Fund Allocation Committee;
- (vi) no Agency should incur Overhead Cost on credit.

### **5.2.3. Consolidated Revenue Fund Charges (CRFC)**

The Consolidated Revenue Fund Charges (CRFC) at the State level refer to those expenditures that should constitute the first charge on the revenue of Government. They include the remuneration and allowances of the Chief Judge and all the State High Court Judges, the President and Judges of the Customary Court of Appeal, Auditors-General (State and Local Governments), Chairmen and Members of the Civil Service Commission, the Judicial Service Commission and the Osun State Independent Electoral Commission; Public Debt Charges, Pensions and Gratuities, Contribution of 10% of the Internally Generated Revenue of the State Government to the Local Governments and the Area Office. .

**5.2.4** The allocation to Consolidated Revenue Fund Charges (CRFC) in the 2009 Approved Budget is ₦7,076,738,950 (Seven billion, seventy-six million, seven hundred and thirty-eight thousand, nine hundred and fifty naira) or 7.21

percent of the total Expenditure Budget. The Actual Expenditure of Government on the Consolidated Revenue Fund Charges (CRFC) in 2008 was ₦6,619,173,242.72 (Six billion, six hundred and nineteen million, one hundred and seventy-three thousand, two hundred and forty-two naira, seventy-two kobo) as against the sum of ₦7,076,738,950 (Seven billion, seventy-six million, seven hundred and thirty-eight thousand, nine hundred and fifty naira) budgeted in 2009 fiscal year, showing an increase of a sum of ₦457,565,707.28 (Four hundred and fifty-seven million, five hundred and sixty-five thousand, seven hundred and seven naira, twenty-eight kobo) or 6.91 percent. The relevant agencies of Government are enjoined to ensure strict compliance with the provisions of the relevant circular that will be issued later on the Budget Implementation guidelines to guide them in the implementation of the Consolidated Revenue Fund Charges Estimate for the 2009 fiscal year.

#### 5.2.5. Capital Expenditure

The Comparative Sectoral and sub-Sectoral analysis of the 2008 Actual Capital Expenditure in relation to the 2009 Capital Budget is as follows:

Head	Sectoral/sub-Sectoral Capital Expenditure	Actual Expenditure Jan - Dec., 2008 ₦	Capital Expenditure Estimates 2009 ₦	Percentage of variance %
<b>A.</b>	<b><u>Economic Sector</u></b>			
450	Agriculture and Rural Development including Livestock, Forestry and Fisheries	473,008,199.05	3,685,948,830	679.26
453				
455	Urban/Rural Electrification.	637,513,466.70	3,649,200,000	472.41
456	Industry, Commerce, Finance and Cooperatives.	1,369,101,539.93	6,654,680,000	386.06
457	Transportation	3,170,884,505.26	23,187,300,000	631.26

Head	Sectoral/sub-Sectoral Capital Expenditure	Actual Expenditure Jan – Dec., 2008 ₪	Capital Expenditure Estimates 2009 ₪	Percentage of variance %
	Sub-Total	5,650,507,710.94	37,177,128,830	557.94
<b>B.</b>	<b><u>SOCIAL SERVICES SECTOR</u></b>			
458	Education	2,867,697,337.68	7,364,315,380	156.80
459	Health	715,581,263.12	1,752,000,000	144.84
460	Information and Culture	1,655,768,827.82	4,261,856,520	157.39
461	Social Development, Youth and Sports	35,167,050	7,596,800,000	21,502.04
	<b>Sub-Total</b>	<b>5,474,214,478.62</b>	<b>20,974,971,900</b>	<b>283.16</b>
<b>C.</b>	<b><u>REGIONAL PLANNING AND ENVIRONMENTAL DEVELOPMENT SECTOR</u></b>			
462	Water Resources	782,436,120.41	2,311,200,000	195.39
463	Environmental Sanitation	70,274,557	220,570,000	213.87
464	Housing	87,425,254.60	1,217,337,830	1292.43
465	Town & Country Planning	--	113,340,000	--
	Sub-Total	940,135,932.01	3,862,447,830	310.84
<b>D.</b>	<b><u>GENERAL ADMINISTRATION SECTOR</u></b>			
467	General Administration	2,687,998,236.41	5,534,507,170	108.90
	<b>Grand Total</b>	<b>14,552,856,357.98</b>	<b>67,549,055,730</b>	<b>364.16</b>

**6.0. The Highlights of programmes and Projects to be executed in the specific sectors and sub-sectors of the 2009 Capital Budget.**

6.1. Having highlighted the main features of the 2009 Approved Budget in relation to the performance of the 2008 Budget, I now want present the highlights of the budgetary allocations and the major projects, which have been mapped out for execution in the various sectors and sub-sectors of the Capital Budget as follows:

**6.1.1 AGRICULTURE AND RURAL DEVELOPMENT**

6.1.1.1 The Agriculture & Rural Development sub-sector has always enjoyed the sustained interest of this Administration since it assumed office about six years ago. This accounts for the impressive achievements already recorded by this Administration in the agricultural sub-sector of the state economy. The Agriculture and Rural Development sub-sector will also continue in this fiscal year to be given the deserved attention. The perennial problem of non-availability of land to prospective farmers and young school leavers will be tackled headlong in the current year through the launching of the Farm settlement (Songhai, Experiment and Agricultural Youth Empowerment Programme). Farmers would be further encouraged in the year through the provision of storage facilities in strategic locations in the State in addition to buying off their products due to glut. Government will also collaborate with the relevant stakeholders with regard to the construction of standard abattoirs in strategic locations in the State during the year. Livestock and fisheries and agricultural mechanization will also be given particular attention during the year. In realization of the importance of the agriculture and rural development sub-sector, a total sum of N3,629,604,580.00 ( Three billion, six hundred and twenty-nine million, six hundred and four thousand, five hundred and eighty naira) or 5.373 percent of the total Capital Budget has been allocated to this sub-sector in 2009 fiscal year. This in essence shows that agriculture is one of the leading sub-sectors in terms of allocation in the Capital Expenditure Budget. The



highlights of the various projects to be implemented in the Agriculture and Rural sub-sector and the allocations are as follows:

**MINISTRY OF AGRICULTURE AND NATURAL RESOURCES**

i.	Agriculture in Schools' Programme	1,500,000
ii.	Cooperative Farming Programme	1,200,000
iii.	Farm Settlement Programme (Songhai Experiment) and Agricultural Youth Empowerment Programme)	350,000,000
iv.	Library Development	100,000
v.	Inspection and Grading of Produce	4,000,000
vi.	Completion of Storage Facilities: Oyan & Three others at Ilesa, Osogbo & Ogbaagbaa	50,000,000
vii.	National Agricultural Insurance Scheme (OSSG Subsidy)	1,066,370
viii.	Cocoa and Oil Palm Seeding	10,000,000
ix.	Cashew Seeding and Plantation Suckers	4,600,000
x.	Agricultural Development Projects.	2,000,000,000
xi.	Special Constituency Based Project for the Honourable Members	600,000,000
xii.	Capital Grant to Rural Development Board	5,000,000
xiii.	Conduct of Statistical Survey	2,000,000

**Xiv. OSUN STATE AGRICULTURAL DEVELOPMENT PROGRAMME**

**(OSSADEP)** to cover some of its projects which include among other things:

Refurbishment of Heavy Equipment and Plants, Rehabilitation of  
Fertilizer Stores, Rehabilitation and Maintenance of Office  
Buildings, Rehabilitation of Weather Station, Small Scale Irrigation  
Facilities, Purchase / Refurbishment of Vehicles, Extension Kits /  
Communication Equipment, Purchase of Survey Equipment/ 289,124,710  
Conduct of Survey, Seed Store and Processing Equipment,  
Purchase / Refurbishment of Motorcycles, Soil Management  
Equipment, Promotion of Arable & Industrial Crops

Production, MDG on Farm Project, ADP Sustainability

Fund – F.G.N. etc

**Xv. OSUN STATE AGRICULTURAL DEVELOPMENT CORPORATION**

**(OSSADEC)** to cover some of its projects among which are:

Refurbishing and servicing of heavy equipment, Purchase /

Refurbishment of Vehicle(s): Utility Vehicles, Truck 911 Mercedes

Benz, Pick up van, Purchase of Motorcycles for Monitoring Field

Operations, Purchase & Installation of Computer System, One 175,513,500

Generating plant & repairs of Old plant, Purchase of Workshop

tools for Central Workshop & Agro Service Centres Workshop,

Construction of Central Workshop and Implementation Shed,

Procurement and Maintenance of Hiab and Double Axle

Lowloader, etc.

**Xvi. RURAL ACCESS MOBILITY II**

**(RAMP)** to cover the following projects

Federal Government of Nigeria: Institutional Support to Project

Preparatory Activities, World Bank: Consultancy's on 135,500,000

Environmental & Social Management Frame Work (ESMF)

and Road Priotization & Bridge and River Crossings.

**6.2. EDUCATION SUB-SECTOR**

**6.2.1** The Education sub-sector has been receiving deserved the deserved attention from this Administration since it assumed office. The laudable Programmes already embarked upon such as the provision of qualitative most of the free education, payment of WAEC & NABTEB fees of all the final year students in Public Secondary Schools & Technical Colleges, distribution of Textbooks and Exercise Books, the Oyin Corps, Construction of classrooms and provision of furniture for teachers and students e.t.c. will continue unabated in the 2009 fiscal year. The Tertiary Institutions in the State will also be provided with the necessary

wherewithal for impressive and maximum performance in the 2009 fiscal year while the Osun State University will continue to be accorded the required support to make it excel as a world acclaimed University in the nearest future. Government will not relent in its effort to perform its financial obligations to LAUTECH, Ogbomosho and the College of Health Sciences, Osogbo in the current fiscal year. Bearing in mind the importance of education as the bed rock of development, a total sum of N7,364,315,380 (Seven billion, three hundred and sixty-four million, three hundred and fifteen thousand, three hundred and eighty naira) which represents 10.902% of the Capital Budget has been allocated to the education sub-sector in the current fiscal year. The highlights of the major projects mapped out for execution in the sub-sector and their budgetary allocations are as follows:

i.	Provision of Furniture to Secondary Schools (Students' Furniture and Teacher's Furniture) including payment of outstanding claims for 2006 project	75,000,000
ii.	Bulk Purchase of Science Equipment for Public Secondary Schools including payment of outstanding claims	1,000,000,000
iii.	Introduction of Computer Education into Secondary Schools/Provision of Computers	306,000,000
iv.	Provision of Home Economics Equipment for Secondary Schools	1,500,000
v.	Establishment of local craft in Secondary Schools / Printing of Assessment Sheets	300,000
vi.	Construction of Standard Laboratories for Unity / Science / Public Secondary Schools including payment of outstanding claims for 2007 project	28,505,590
vii.	Scholarship/Bursary Award for Undergraduate & Post Graduate Students in Tertiary Institutions	35,000,000
viii.	Compensation on Land, Structure e.t.c.,	5,000,000
ix.	Provision of infrastructure to Zonal/Local Education Offices.	300,000

x.	Purchase/Refurbishing of Vehicles	2,000,000
xi.	Provision of Additional Classrooms & Teaching aids / Equipment for Handicapped Schools	1,500,000
xii.	Supply of Instructional Material/School Records to Secondary Schools Including payment of outstanding claims for 2007 project	30,000,000
xiii.	Purchase of Sports Equipment for Schools' Sports in Secondary Schools	2,000,000
xiv.	Purchase of Office Furniture & Equipment for in the Ministry	1,500,000
xv.	Purchase of Textbooks for Secondary Schools Students in core subjects	174,000,000
xvi.	Purchase of Textbooks for Pupils in Primary Schools	176,000,000
xvii.	Purchase of Exercise Books for Students in Secondary Schools including payment of outstanding claims	40,000,000
xviii.	Osun State Mass Education Agency (OSMEA),	1,000,000
xix.	Payment for WAEC / NABTEB Examination fees in Secondary Schools/ Technical Colleges,	160,000,000
xx.	Establishment of a Secondary School for the Handicapped Children in Osogbo including payment of outstanding claims for 2007 project,	5,000,000
xxi.	Provision of Office Accommodation for 6 Zonal Education Offices (In Phases),	5,000,000
xxii.	Building of Guidance & Counselling Units in Osun State Secondary Schools (Pilot),	1,500,000
xxiii.	Rehabilitation of School Buildings in some Border Communities in Osun State including payment of outstanding claims for 2007 project,	5,000,000
xxiv.	Provision of Furniture to Primary Schools (Pupils'	

	Desks & Benches and Teachers' Furniture),	90,000,000
xxv.	GLOBE Programme,	1,600,000
xxvi.	NERDC Action Plan on Drug Abuse Education,	2,500,000
xxvii.	OMR Technology, Provision for Computer Stationery items etc,	11,500,000
xxviii.	Maintenance of Equipment and Facilities installed at the Exam Centre etc,	1,000,000
xxix.	Establishment of French Oriented Polytechnic	<u>1,000,000,000</u>
	<b><i>Budgetary Allocations for the Capital Projects of:</i></b>	
xxx.	<b>Teaching Service Commission</b>	4,500,000
xxxi.	<b>Osun State Library Board</b>	20,000,000
xxxii.	<b>Osun State Polytechnic, Iree</b>	209,200,000
xxxiii.	<b>Osun State College of Technology, Esa-Oke</b>	160,900,640
xxxiv.	<b>Osun State College of Education, Ilesa</b>	78,030,000
xxxv.	<b>Osun State College of Education, Ila-Orangun</b>	96,979,150
xxxvi.	<b>Capital Grand to LAUTECH, Ogbomoso/College of Health Sciences, Osogbo.</b>	300,000,000
xxxvii.	<b>State Universal Basic Education Board (SUBEB)</b>	1,962,000,000
xxxviii.	<b>Osun State Board for Technical &amp; Vocational Education</b>	200,000,000
xxxix.	<b>Osun State University</b>	750,000,000
xl.	<b>Bureau of Special Duties</b>	150,000,000

### **6.1.3 HEALTH SERVICES**

**6.1.3.1** The Health Services Sub-Sector has witnessed landmark development since this Administration came on board barely six years ago. Particular attention will also be paid to this sub-sector in this fiscal year. The provision of qualitative free health care for the people of this State remains the top priority of this Administration in this fiscal year. Government will also ensure the operational take-off of the Drug Manufacturing Company while some of the projects already

embarked upon such as the 20 Bed Comprehensive Health Centres at Bode-Osi, Erin-Ijesha, Ogbaagba, the Student Hostels at the School of Nursing & Midwifery, Osogbo e.t.c. will be completed. All other Health Care Services related projects mapped out for execution will be pursued within the total budgetary allocation of a sum of N1,752,000,000 ( One billion, seven hundred and fifty-two million) representing 2.594 percent of the Capital Budget allocated to the sub-sector. The highlights of the projects and programmes to be implemented and the specific budgetary allocation are as follows:

**(A) MINISTRY OF HEALTH**

(i)	Purchase of Drugs and Medical Consumables	200,000,000
(ii)	20-Bed Comprehensive Health Centre, Modakeke-Ife (Ife East),	10,000,000
(iii)	Development and Equipping of the School of Health Technology, Ilesa,	15,000,000
(iv)	Completion of the Construction and equipping of on-going Hospital & Health Centres (Okuku, Ogbaagbaa, Ibokun, Bode- Osi, Erin-Ijesa)etc,	30,000,000
(v)	Upgrading of State Hospital, Asubiaro, Osogbo, (Osogbo Local Govt),	20,000,000
(vi)	Purchase of Hospital Equipment for recently completed Hospitals,	35,000,000
(vii)	Establishments of a Drug Manufacturing Company,	90,000,000
(viii)	Public Health Laboratory,	5,000,000
(ix)	Community Health and Disease Control:	
	✓ Eye Screening	
	✓ Diabetic Screening	5,000,000
	✓ Blood Pressure	
	✓ Malaria Control	
	✓ Health Day Celebrations e.t.c.	
(x)	Purchase of Office Equipment / Furniture	2,200,000
(xi)	Purchase and Refurbishing of Vehicles	2,200,000
(xii)	Equipping of Conference Room	1,000,000

(xiii) Construction, equipping and furnishing of Library and Students' Hostel at Schools of Nursing & Midwifery	100,000,000
(xiv) Health Management Information System Activities	600,000
(xv) Construction & Equipping of Accident & Emergency Unit in the existing General Hospitals	40,000,000
(xvi) Procurement of Insecticide Bed Nets and Chemicals	2,000,000
(xvii) National/State Council on Health Meetings	1,500,000
(xviii) Immunization Programme	9,500,000
(xix) Renovation of Schools of Health Technology, Ilesa.	5,000,000
(xx) Upgrading of State Medical Store	3,500,000
(xxi) Insurance of Capital Equipment, Assets and Vehicles	2,500,000
(xxii) Upgrading of State Hospital, Asubiaro to Teaching Hospital	500,000,000

**(xxiii) OSUN STATE HOSPITALS' MANAGEMENT BOARD**

*To cover its major projects, Purchase of Basic Hospitals*

Equipment, Purchase of Office Equipment and Furniture, Insurance of Hospitals Buildings, Equipment and Vehicles, Perimeter Fencing of Hospitals, Purchase of Hospitals Beddings and Uniform, Repairs

222,000,000

& Maintenance of Hospitals Ambulance and Delivery Vans,

Provision and Maintenance of Boreholes and Generating Sets,

Accreditation of State Hospitals, Security Reinforcement of

existing structures and Construction of Sheds, Purchasing of

three new X-Ray machine for State Hospitals, Renovation of

Existing Hospitals, One (1) Per Federal Constituency.

**(xxiv) Capital Grant to LAUTECH Teaching Hospital**

450,000,000

## **6.4 TRANSPORTATION**

6.4.1 As we are all aware, transportation is the wheel of economic development of any nation. The Osun State Government under the leadership of Prince Olagunsoye Oyinlola has recorded unprecedented achievements in this sub-sector. Apart from

many other road rehabilitations / constructions that will be embarked upon across the State, the Osun State Government will also provide necessary infrastructural facilities like access roads, electricity e.t.c. for the Ido-Osun Aerodrome during the fiscal year. Since the Administration came on board, the transportation sub-sector has always been the leading sub-sector in terms of capital budgetary allocation. In this particular fiscal year, the transportation sector remains the leading sub-sector with a budgetary allocation of N23,187,300,000.00 (Twenty-three billion, one hundred and eighty-seven million, three hundred thousand naira) representing 34.327 percent of the total capital budget. In a nutshell, the highlights of the projects which have been programmed for execution within the transportation sub-sector in 2009 and the specific allocation to each are as follows:

**(A) MINISTRY OF WORKS AND TRANSPORT**

i.	Osun State Road Traffic Management Programme	10,000,000
ii.	Osun State Mobile Road Maintenance Programme	250,000,000
iii.	Purchase and maintenance Geo-Technic laboratory	10,000,000
iv.	Ede (Oke-Gada)- Awo-Iragbiji – Ejigbo Road – OYSB Rd.	90,000,000
v.	Ada-Igbajo, Oke-Irun, Iresi Road Rehabilitation	450,000,000
vi.	Iragbiji – Egbeda Road Rehabilitation	335,000,000
vii.	Ijebu-Jesa – Iloko – Iwaraja-Ilesa/Akure Expressway	250,000,000
viii.	Consultancy Services	10,000,000
ix.	Osogbo Zone Township Roads Rehabilitation	850,000,000
x.	Ilesa Zone Township Roads Rehabilitation	850,000,000
xi.	Iwo Zone Township Roads Rehabilitation	850,000,000
xii.	Ede Zone Township Roads Rehabilitation	850,000,000
xiii.	Ife Zone Township Roads Rehabilitation	550,000,000
xiv.	Ikirun Zone Township Roads Rehabilitation	850,000,000
xv.	Osogbo – Telemu Iwo Road (Study and Re-Construction)	70,000,000
xvi.	Igbona-Oke-Onitea-West Bye-Pass Road Jct, Osogbo	25,000,000
xvii.	Osogbo Ring Road Phase II	900,000,000



xviii.	Opening up of Osogbo Ring Road Phases III – IV	400,000,000
xix.	Ilesa-Eti Oni-Temidire-Ondo State Boundary Road	750,000,000
xx.	Ilesa Iperindo Road Rehabilitation	60,000,000
xxi.	Ijebu-Jesa- Ere – Ibokun Road	300,000,000
xxii.	Ife-Famia – Akinlalu-Ife / Ibadan Expressway Road	315,000,000
xxiii.	Ifon – Illie – Ilosin Road	500,000,000
xxiv.	Gbongan – Akoda – Osogbo – Ikirun – KWSB Rd. Phase I (Osogbo Akoda)	1,000,000,000
xxv.	Gbongan – Akoda – Osogbo – Ikirun – KWSB Rd. Phase II (Osogbo Akoda)	2,000,000,000
xxvi.	Gbongan – Akoda – Osogbo – Ikirun – KWSB Rd Phase III	1,000,000,000
xxvii.	Ifewara – Faforiji – Garage Olode Road	450,000,000
xxviii.	Ejigbo-Ife Odan – Owu Ile – Odo Oba – OYSB	450,000,000
xxix.	Ikoyi - Oranran – Farm Settlement	200,000,000
xxx.	Ede-Alajue – Aminiwon – Osu Road	350,000,000
xxxi.	Ore-Agbeye Road	150,000,000
xxxii.	Osu-Iloba – Okebode – Kajola Road	350,000,000
xxxiii.	Iwara – Igangan – Oko Aago Road	300,000,000
xxxiv.	Road Network within Educational Establishments	80,000,000
xxxv.	Okebode – Isolo – Jct – Gen. Hosp. Ilesa Road	500,000,000
xxxvi.	Iba – Okuku – Road Construction	400,000,000
xxxvii.	AISU Junction – State Hospital, Ede	20,000,000
xxxviii.	More – Lokore etc Rds Ife	125,000,000
xxxix.	Ode-Omu Township Roads Rehabilitation (Contract)	10,000,000
xl.	Awo-Iwoye – Ogbagba – Osogbo / Iwo Road Junction	750,000,000
xli.	Osogbo West By Pass Road (Ring Road Phase I)	20,000,000
xlii.	Ikire – UNIOSUN – Iwo Railway Station Road Rehabilitation (Federal)	150,000,000
xliii.	Ipetumodu – Ode Omu Road Rehabilitation	180,000,000
xliv.	Maintenance of Railway Crossings in the State	10,000,000

xliv.	Asphaltic Overlay of Adeleke Freeway – Isale Osun – Ita Olokan Dual Carriageway	500,000,000
xlvi.	Access Road to UNIOSUN Campuses	540,000,000
xlvii.	Erin Ijesa – Erin Oke Road	300,000,000
xlviii.	Osogbo Ring Road Phase I Oke Onitea – Aigbe – Modogbon Oba Road Junction.	800,000,000
xliv.	Ajagba – Ajagunlase – Ife Odan Road	100,000,000
l.	Ede – Logun – Araromi – Ojudo – Ode Omu Road	300,000,000
li.	Dualisation of Dugbe – Okefia – GRA Ring Road Roundabout	800,000,000
lii.	Ibodi – Isotun – Isaobi – Arimoro – Ilesa/Ife Junction Road (Intervention)	750,000,000
liii.	Iwo – Obamoro – Ikonifin – Ifeodan	13,000,000
liv.	<b>Transportation – Mechanical</b>	18,700,000
lv.	<b>Transportation – Planning</b>	15,600,000
lvi.	<b>Renovation of Ido – Osun Airport &amp; Purchase of towing vehicle for FRSC, Osun State</b>	1,030,000,000

#### 6.4.2 WATER RESOURCES AND SANITATION

6.1.5.1 This Administration has achieved a rare feat in the area of supply of potable water for domestic, consumption and industrial use since its inception of office. Apart from the activities of the Water Corporation, the State Government has constructed 34 Mini Water Schemes located in different parts of the State through the Bureau of Special Duties. Similarly, the State Government has through the activities of the Rural Water and Environmental Sanitation Agency drilled 232 boreholes in 76 communities across the State. In addition, through the collaborative efforts of UNICEF and the Osun State Government, a total number of 104 toilets /VIP latrines have been constructed in 13 communities in the State. A good number of water and environmental sanitation projects have been slated for execution in the current fiscal year. Towards that end, a total sum of N2,531,770,000 ( Two billion, five hundred and thirty-one million, seven hundred and seventy thousand) or 3.749

percent of the Capital Budget has been allocated to Water Resources and Environmental Sanitation sub-sectors for the execution of its various projects. The highlights of the specific projects to be executed in the sub-sector and the budgetary allocations are as follows.

**(A) OSUN STATE WATER CORPORATION**

(i)	Procurement of Water Treatment Chemicals	351,000,000
(ii)	Replacement of Filler Media (all Schemes)	6,500,000
(iii)	Procurement / Upgrading of Computer Systems / Upgrading Design & Implementation of Software	5,000,000
(iv)	Procurement of equipment for laboratories	1,000,000
(v)	Procurement operational vehicles (Truck and Cars)	5,000,000
(vi)	Procurement and Installation of Water Meters	5,500,000
(vii)	Electrification of Booster Stations	500,000
(viii)	Purchase of Chlorinators and Chlorine handling equipment	8,500,000
(ix)	Purchase of Communication Equipment	2,000,000
(x)	General Repair and Maintenance of Equipment at all Water Works	29,000,000
(xi)	Supply of Disconnection Materials and Tools	5,000,000
(xii)	Supply of Pipes and Fitting	15,000,000
(xiii)	Reservoir and Networking improvement	824,000,000
(xiv)	Completion of the On-Going Rehabilitation of New Headworks & other Schemes	12,000,000
(xv)	Conversion of Obaagun/Ikirun Balance Reservoir to Service Reservoir	5,000,000
(xvi)	Construction of dedicated powerline to Eko-Ende Waterworks	1,000,000

**(B) MINISTRY OF WATER RESOURCES AND RURAL DEVELOPMENT**

i.	Purchase and Refurbishment of Vehicles for: Three (3) Department	2,000,000
ii.	Purchase of Office Furniture & Fittings and Equipment	2,000,000
iii.	Data Bank of Water Resources and Rural Development	1,000,000
iv.	Standard conference Room (equipping and Furnishing)	1,000,000

v.	Purchase of New Hiab Lorry	20,000,000
<b>(C)</b>	<b>RURAL WATER &amp; ENVIRONMENTAL SANITATION AGENCY (RUWESA)</b>	
i.	Repair & Maintenance of Rigs, Compressors and other equipments	3,000,000
ii.	Purchase of Office Furniture and Equipment	2,000,000
iii.	Purchase of Chemical Reagents (Lab)	3,000,000
iv.	Purchase/Refurbishing of Vehicles	2,000,000
v.	Insurance of Government Property	1,000,000
vi.	Rural Sanitation Project	10,000,000
vii.	Provision of Hand Pump, Deep well & Boreholes for Primary & Secondary Schools	150,000,000
	Construction of New Work Base	88,200,000
viii.	Off-Shore Procurement of Equipment & Spare Parts (Rigs & Compressor)	70,000,000
<b>(D)</b>	<b>BUREAU OF SPECIAL DUTIES</b>	
I.	Mini Water Scheme Projects	680,000,000
<b>(E)</b>	<b>ENVIRONMENTAL PROTECTION AGENCY</b>	
i.	Purchase of Spare parts / New Refuse Equipment	1,000,000
ii.	Refurbishment of Old Plants/Equipment	670,000
iii.	Installation and procurement of monitoring laboratory equipment and reagent	2,000,000
iv.	Purchase / Refurbishment of Monitoring Vehicles	2,000,000
v.	Flood/Erosion control works in selected township	30,000,000
vi.	Support to School Conservation Clubs	5,000,000
vii.	Development of Central Dumpsite for Osogbo Metropolis	1,400,000
viii.	Procurement of flood/erosion control works and waste Management e.g. Excavators, Payloaders, Tippers etc	50,000,000
ix.	Renovation of office Complex	2,000,000
x.	Fabrication of Giant Aluminium refuse Bin	8,000,000
xi.	<b>State Emergency Management Agency</b>	32,000,000

**(G) MINISTRY OF ENVIRONMENT**

i.	Refurbishment of old vehicles & equipment	1,000,000
ii.	Installation and procurement of monitoring laboratory equipment and reagent	1,000,000
iii.	Purchase / Refurbishment of Vehicles	2,000,000
iv.	Private Public Participation (PPP) in Waste Management	30,000,000
v.	Purchase of Office Furniture and Equipment	2,000,000
vi.	Data Collection on Sanitation	500,000
vii.	Establishment of recreational Parks & Garden in Osun State (Serenity Park)	25,000,000
viii.	Landscaping & Maintenance of Osun State Secretariat Complex, Abere	25,000,000

**6.6 INDUSTRY, FINANCE, COMMERCE AND COOPERATIVES**

6.6.1 The Osun State Government is irrevocably committed to the provision of conducive environment for industrial development of the State during the fiscal year. The State Government will also partner with genuine local and foreign investors in the year to accelerate the industrial development of the State while the establishment of small and medium industrial enterprises will be encouraged during the year. The establishment of agro allied industrial projects through Public Private Partnership Arrangement (PPPA) and the development of solid mineral resources will be promoted during the year.

6.6.2 As regards the foreign debts, in spite of the fact that the Federal Government has settled the Paris and the London Clubs debts, a sum of N23,879,020.23 (Twenty-three million, eight hundred and seventy-nine thousand and twenty naira, twenty-three kobo) is still being deducted by the Federal Government from the monthly Statutory Allocation due to the State. This issue is already being reconciled with the Federal Government. The State Government had a sum of Currently, the US \$53,173,678.75 outstanding as multilateral debts as at December 2007 which were

loans guaranteed and sponsored by the Federal Government, in respect of the Health System Development II Projects, Community Based Reduction Projects and Fadama II Projects. The zero loan tolerance policy of Government will continue in the fiscal year, although short term facilities which will be paid back before the end of the financial year obtained from financial institutions. Micro Credit facilities will be extended to as many cooperative groups as possible in this fiscal year in order to boost their economic base. For all the projects to be executed in the Industry, Finance, Commerce and Cooperatives Sub-sector during this year, a total sum of N5,696,680,000.00 (Five billion, six hundred and ninety-six million, six hundred and eighty million) or 8.433 percent of the total capital budget has been allocated to the sub-sector. The highlights of programmes and projects to be prosecuted in the sub-sector are as follows:

**(A) INTERNAL REVENUE SERVICE**

i.	Construction of New Revenue Office at Ile-Ife and Ifetedo Zonal Office	10,000,000
ii.	Construction of Osogbo Revenue Zonal Office	5,000,000
iii.	Face Lifting of 12 Phototype Revenue, Office	4,280,000
iv.	Fencing of Phototype Revenue Office, Ikirun	3,000,000
v.	Printing of Revenue Forms and Documents	19,000,000

**(B) MINISTRY OF FINANCE & ECONOMIC DEVELOPMENT**

i.	Capitalization of Government owned Companies/Equity	
	Participation in other Companies	500,000,000
ii.	Motor Vehicle Advance for Top and Political Functionaries	500,000,000
iii.	Loan for the Purchase / Refurbishment of Vehicles for Public Servants	240,000,000

**(C) MINISTRY OF COMMERCE, INDUSTRY AND COOPERATIVES**

i.	Development of Industrial Estates in Ilesa Zones	} 100,000,000
	Development of Industrial Estates in Osogbo Zones	
ii.	Survey of Mineral Resources in Osun State	1,500,000
iii.	Development of Osun State Cooperative College, Ode-Omu	7,000,000
iv.	Purchase / Refurbishment of Vehicles	2,000,000

v.	Purchase of Office Furniture and Equipment	2,000,000
vi.	Insurance of Properties	900,000
vii.	Micro-Credit Scheme (Coop)	4,500,000
viii.	Bulk Purchase Scheme of Cement	20,000,000
ix.	SMIES (Pilot) Scheme	81,000,000
x.	Graduate Gainful Vocational Engagement Scheme	2,500,000
xi.	Oyin Bees Training Singhai (MANR)	20,000,000
xii.	Micro, Small and Medium Enterprises Fund in Partnership with the Bank of Industry.	2,000,000,000
xiii.	Provision of Infrastructural Facilities at State Enterprises Zone	35,000,000
<b>(D) OSUN STATE AGRICULTURAL DEVELOPMENT CORPORATION</b>		
i)	Agricultural Loan to Farmers	7,500,000
<b>(E) OFFICE OF THE ACCOUNTANT - GENERAL</b>		
i.	Printing of Security Document and Accounting Forms	10,000,000
	Building of Treasury Cash Offices in three Local Governments	
ii.	Orolu, Ola-Oluwa & Ede North	11,000,000
iii.	General Renovation of Treasury Cash Offices	6,500,000
iv.	Purchase of Safes and Fire Proof Cabinet	4,000,000
<b>(F) OFFICE OF THE GOVERNOR</b>		
i.	Industrial Project for Production of Cassava Derivatives	200,000,000
<b>(G) MICRO – CREDIT AGENCY</b>		
i.	Industrial Credit Schemes	400,000,000
<b>(H) BUREAU OF SPECIAL DUTIES</b>		
i.	Free Trade Zone	1,500,000,000

### 6.6.3 RURAL AND URBAN ELECTRIFICATION

6.1.7.1 The Rural and Urban Electrification sub-sector will continue to be accorded prime recognition in the current fiscal year. In the last few years, the State

remarkable and impressive achievements had been recorded in the area of Rural Electrification. Many communities across the State have benefited from the kind gesture of the State Government in this regard. More communities in the State will also benefit from the rural electrification programme of Government in the current fiscal year. The State Government is also committed to the provision of alternative source of energy in the current year as a result of the epileptic power supply being experienced in the State. Apart from the state capital, street lighting will also be extended to all the Zonal Headquarters during the year. In view of the various projects which have been slated for execution in the year, a sum of N3,649,200,000.00 (Three billion, six hundred and forty-nine million, two hundred thousand naira) representing 5.402 percent of the Capital Budget has been allocated to Rural / Urban Electrification Sub-sector. The higher allocation to the sub-sector in the current fiscal year compared to the sum of N516,400,000.00 (Five hundred and sixteen million, four hundred thousand naira) allocated to the same sub-sector in 2008 is a further confirmation of the avowed commitment of this Administration to the improvement of the quality of lives of the people of the State. The details of the specific projects to be executed and the budgetary allocations are as follows:

**(A) MINISTRY OF WORKS AND TRANSPORT**

i.	Rehabilitation of Street Light in Ilesa, Ikirun, Iwo, Ile-Ife & Ede Zones	3,600,000
ii.	Maintenance of Street Light in the State Capital Maintenance of the 7.5MVA Injection Sub-Station & Electrification Services for Government Public Buildings GRA etc	5,000,000 2,400,000
iii.	External Electrification at New Secretariat Complex	10,000,000
iv.	Street Lighting to major towns in the State	9,000,000
v.	Plumbing Services in Government Buildings	3,200,000
vi.	Osogbo – Ikirun – Ila Orangun	8,000,000
vii.	Osogbo – Idominasi – Ibokun (20km)	8,000,000



**(B) MINISTRY OF WATER RESOURCES & RURAL DEVELOPMENT**

i.	Rural Electrification	}	
	Rural Development Scheme		
	Rural Electrification Testing Equipment		
ii.	Hydro Power Generation (Alternative Energy)		1,500,000,000
			1,000,000,000

**(C) BUREAU OF SPECIAL DUTIES**

i.	Alternative Power / Energy Project	1,000,000,000
ii.	Street Light for GRA, Osogbo	100,000,000

**6.8 TOWN AND COUNTRY PLANNING**

**6.8.1** The State Government will continue in its characteristic manner to pursue with vigour all matters relating to Town and Country Planning provided for in the 2009 Budget. A total sum of N113,340,000 (One hundred and thirteen million, three hundred forty thousand naira) or 0.168 percent of the Capital Budget has been allocated to this sub-sector in the current year as opposed the sum of N26,550,000 (Twenty-six million, five hundred and fifty thousand naira) allocated to the sub-sector in Year 2008. The highlights of the various projects to be executed in the sub-sector and the budgetary allocations are as follows:

**(A) MINISTRY OF LANDS AND HOUSING**

i.	Structure plan for six (6) Zonal Headquarters	60,000,000
ii.	Osun State Public enlightenments on Town Planning	180,000
iii.	Development Plan for Urban Renewal Programme or six (6) Zonal Headquarters	1,350,000
iv.	Replacement and Maintenance of Town Planning Equipment	1,170,000

**(B) CAPITAL TERRITORY DEVELOPMENT AUTHORITY**

i.	Preparation of Physical Development/Structure plant for Capital Territory Area.	250,000
ii.	Provision of Traffic Light	30,000,000

iii.	General Urban Improvement Works	1,290,000
iv.	Public Enlightenment and Others	600,000
v.	Purchase and Refurbishing of Vehicles	2,500,000
vi.	Office Furniture/Equipment	1,000,000
<b>(C) OFFICE OF THE SURVEYOR - GENERAL</b>		
i.	Cadastral Surveys	15,000,000

## **6.9 RURAL AND URBAN HOUSING**

**6.9.1** Since its assumption of office six years ago, this Administration has made a mark in the Housing sub-sector particularly in the area of public buildings. Buildings are being constructed from time to time for our education, health and cultural institutions. Two Hundred different categories of bungalows will also be constructed at Akoda Estate Ede during the year under a Private Partnership Programme with the Osun State Property Development Corporation. In recognition of the commitment of Government to the development of this sub-sector, a sum of N1,217,337,830 (One billion, two hundred and seventeen million, three hundred and thirty-seven thousand, eight hundred thirty naira) or 1.802 percent of the Capital Budget has been allocated to this sub-sector in the current fiscal year. The highlights of the projects mapped out for execution in the sub-sector and the budgetary allocations are as follows:

### **(A) MINISTRY OF WORKS AND TRANSPORT**

Construction of Zonal Offices:

i.	Zonal Office, Osogbo	25,800,000
ii.	Zonal Office, Ikirun	1,500,000
iii.	Zonal Office, Iwo	1,000,000
iv.	Zonal Office, Ile-Ife	2,000,000
v.	Zonal Office, Ede	1,000,000
vi.	Purchase of Tools & Equipment of Building Works	1,000,000
vii.	Maintenance of MWT Buildings at Ilesa and Ile-Ife	1,000,000

viii.	Maintenance, renovation & re-roofing of Permanent	
ix.	Sec. Quarters (13 Nos Quarters)	4,000,000
x.	Re-roofing of Government Quarters and Gate Houses	4,000,000
xi.	Construction / Rehabilitation of Vehicle Inspection Stations	5,300,000
xii.	Maintenance and Repairs of Secretariat Building Headquarters, Osogbo	5,000,000
xiii.	Provision of Covered Car Parks for Ministries / Agencies	4,500,000
<b>(B) MINISTRY OF LANDS AND PHYSICAL PLANNING</b>		
i.	Staff Housing Loan	20,000,000
ii.	Land Acquisition & Compensation	400,000,000
iii.	Provision of Infrastructure within GRA	250,000,000
iv.	Computerization of the Salient activities in the Ministry	50,000,000
v.	Osun State Housing Estate, Oba Road, Oke-Onitea, Osogbo	20,000,000
vi.	Geographic/Lands Information Systems	50,000,000
vii.	Establishment of State Deeds Registry	1,000,000
<b>(C) TEACHING SERVICE COMMISSION</b>		
i.	Teachers' Housing Loan	20,000,000
<b>(D) OSUN STATE PROPERTY DEVELOPMENT CORPORATION</b>		
i.	Consultancy Service on Eng. Design & Survey works on Estates	809,900
ii.	Construction of Houses on Corporates Estates	15,000,000
iii.	Consultancy Services and Development of Shopping Complex	600,100
iv.	Construction of Shop at Viable locations at Ile-Ife and Osogbo	4,500,000
v.	Urban Housing Scheme	100,000,000
vi.	Staff Mortgage Operation	2,000,000
vii.	Crop Enumeration and Compensation – Osogbo, Gbongan,	
viii.	Esa-Oke, Ode-Omu, Imesi Ile, Ipetumodu and others	4,000,000
ix.	Purchase and maintenance of plants	10,000,000
x.	Purchase and Refurbishment of motor and service vehicles	3,327,830

**(E) OFFICE OF THE SURVEYOR - GENERAL**

- |     |   |             |
|-----|---|-------------|
| i.  | Preparation and Production of Maps      | 10,000,000  |
| ii. | Geographical / Lands Information System | 200,000,000 |

**6.10 INFORMATION, TOURISM, ARTS AND CULTURE**

**6.10.1** The importance of communication cannot be over-emphasized in the art of governance. The Osun State Government will continue in its characteristic manner to ensure effective dissemination of information to the members of the public regarding its various programmes. In that regard, the Ministry of Information and Youth Development as well as the Osun State Broadcasting Corporation will be repositioned during the current fiscal year with the provision of modern equipment for greater performance. Similarly, the State Government will not relent in its efforts towards the development of Tourism, Arts and Culture in Osun State in this fiscal year. It is also remarkable that the Osun State Government has recorded a string of achievements in the sphere of Information Communication and Technology. This particular sub-sector will be given greater attention during the year with a view to ensuring the engagement of Information and Communication Technology in the Public Administration of Osun State. For the efficient and effective implementation of the various programmes under Information, Arts & Culture sub-sector, a total sum of N4,261,856,520 (Four billion, two hundred and sixty-one million, eight hundred and fifty-six thousand, five and twenty naira) or 6.309 percent of the Capital Budget has been allocated for spending in the 2009 fiscal year. The highlights of the various programmes / projects to be executed and the allocations to the sub-sector are as follows:

**(A) MINISTRY OF INFORMATION AND YOUTH DEVELOPMENT**

- |      |  |           |
|------|--|-----------|
| i.   | Refurbishing of PAE vehicles                           | 550,000   |
| ii.  | Purchase of Equipment/Materials for Film/Photo Section | 2,000,000 |
| iii. | Purchase of Materials / Equipment for Graphic Arts     | 1,000,000 |
| iv.  | New Materials and Equipment for the Newsroom           | 1,000,000 |

v.	Construction of Government Press Building, Procurement of printing equipment and furniture	150,000,000
vi.	Equipment and Materials for PAE / Public Enlightenment	1,000,000
vii.	Purchase of Office Furniture and Equipment	2,000,000
viii.	Purchase/Refurbishing of Vehicles	2,000,000
ix.	Establishment of Sound Proof Recording Studio Building & Corresponding Equipments	500,000
x.	Renovation and Construction of Zonal Information Offices	800,000
xi.	Establishment of Resource Library	1,000,000
xii.	Purchase of Equipment and /Materials in respect of Modern Bee-keeping	8,000,000
xiii.	Publication of the "The Gong" and posters, and Press Conference Materials	1,000,000
xiv.	Production of Executive Council Brochures as well as other Public Functionaries	1,500,000
<b>(B) OSUN STATE BROADCASTING CORPORATION</b>		
i.	Purchase and Installation of TV Studio Equipment for channel 32 / UHF, Osogbo	88,086,050
ii.	Digital SNG Van	} 349,147,820
iii.	Satellite Down Link\Up Link System (Radio & TV)	
iv.	National Broadcasting Commission License Fee(s) BON	4,000,000
v.	Ibokun T.V. – Digital Studio	65,000,000
vi.	Power Back-up (Oke Baale & Ibokun)	15,912,980
vii.	Insurance	5,000,000
viii.	Purchase of Test Equipment, Tools and Maintenance of Masts and General Maintenance	9,000,000
ix.	Computer	590,240
x.	Project Research and Development	1,328,800
xi.	Programmes Production	2,000,000

xii.	Graphics Arts Equipment/Internet Backbone Access	4,244,000
xiii.	Channel 22UHF Transmitter Ibokun	227,000,000
xiv.	Combiner Assy (Orisun FM)	15,000,000
xv.	Fire Alarm System on air Studio Materials / Upgrade of Television supply of Installation of Generators, cabling and control panel	100,000,000
<b>(C) REALITY TELEVISION SERVICES (RTS), IWO</b>		
i.	Completion of (RTS) Iwo	118,909,130
ii.	National Broadcasting Commission Licence Fee(s) BON (RTS), Iwo	2,500,000
iii.	Vehicles for (RTS) Iwo	9,500,000
iv.	Internet Backbone Access	6,700,000
v.	Production and of Acquisition of TV Programames	7,500,000
vi.	Furniture & Fittings of Office and Technical Areas	4,500,000
vii.	Insurance	5,000,000
viii.	Lighting Arrestor	2,500,000
ix.	Intercom	1,500,000
x.	RTS (Radio TX & Studio Engineering Facilities Antenna)	158,000,000
xi.	Maintenance of Engineering Facilities	4,000,000
<b>(D) MINISTRY OF TOURISM AND CULTURE</b>		
i.	Building of Guest Chalet at Olumirin	15,000,000
ii.	Development of Olumirin Water-Fall	10,000,000
iii.	Development of Osun Grove	5,000,000
iv.	Development of Palaces and Museums	5,000,000
v.	Acquisition and Development on new Tourist Centres	3,000,000
vi.	Purchase and Refurbishment of Vehicles	2,000,000
vii.	NIHOTOUR School	20,000,000
viii.	Tourism Development Fund Project	350,000,000

**(E) COUNCIL FOR ARTS AND CULTURE**

i. Theatrical Materials	300,000
ii. Welding, Drilling, Engraving Machines for Visual Arts Department	500,000
iii. Costumes, Props & Arts Materials	800,000
iv. Purchase/Refurbishing of Vehicles	1,000,000
v. Purchase of Office Furniture /Equipment	1,000,000

**(F) OSUN STATE TOURISM BOARD**

i. Tourism Brochure	1,000,000
ii. Olumirin Water Falls, Erin-Ijesa	1,000,000
iii. Osun Osogbo Festival (Promotion Materials)	200,000
iv. Palace Museum	100,000
v. Tourism Video Documentary	1,250,000
vi. Purchase of Furniture and Office Equipment	2,000,000
vii. Purchase / Refurbishment of Vehicles	2,000,000

**(G) BUREAU OF COMPUTER SERVICES AND INFORMATION TECHNOLOGY**

(1). Full Computerization of Salient activities of Government Including:	
i. Integrated Personnel System and Pension Administration Scheme	
ii. Public Services Networking & Connectivity (including VSAT, Radio & Fibre Optic) of Government Agencies & Official Quarter.	
iii. Provision of Personal Computer supporting Peripherals and Active devices to Agencies of Government	
iv. Public Service E-document and Virtual Office Infrastructure	
v. Pensioners Enumeration and Issuance of Computerized ID Card and Full Computerization of Gratuity / Pension Scheme	
vi. Backbone to the Topmost Government Functionaries Quarters And Inter-Connectivities to GRA NOC, New Secretariat etc	480,000,000
vii. LAN Engineering Infrastructure of Agencies of Government to create an Intranet & VPN	
viii. Human Resources Development Infrastructure including ICT Academies	

ix. Computer Hardware / Peripheral Support	
x. Procurement and Servicing of Volume Enterprises Licensing, Solutions and other Software Applications / Contents	
xi. Engagement of Consultants for Supporting Services	
xii. Biometric / Smart Staff Identify Card Production	
xiii. ICT Infrastructure Security Installations	
xiv. ICT Emergency Surveillance and Monitoring Scheme	
<b>(2) Development of Official Website for Agencies of Government</b>	20,000,000
<b>(3) Other Supporting Items for the Bureau:</b>	11,000,000

**(H) OFFICE OF THE GOVERNOR**

i. Office Block for Bureau of Public Procurement and Computer Service & Information Technology	300,000,000
ii. ICT Surveillance Infrastructure	600,000,000

**(I) CENTRE FOR BLACK CULTURE AND INTERNATIONAL UNDERSTANDING**

i. Project for the Centre for Black Culture and International Understanding	1,000,000,000
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**6.1.11. SOCIAL DEVELOPMENT, YOUTHS & SPORTS INCLUDING WOMEN AFFAIRS**

**6.1.11.1** Within the last six years, this sub-sector has received the particular attention of Government more than ever before. Government will also continue to develop the sub-sector during the year. As a matter of fact, sports development will be more encouraged more than ever during the fiscal year. Consequently, a stadium has been approved to be located in each of the zonal headquarters in the State during the year. Similarly, all issues / programmes affecting the development of women will be accorded special attention in this year. Community development will also receive a boost during the year. For the execution of the above programmes, a total sum of N7,596,800,000 (Seven billion, five hundred and ninety-



six million, eight hundred thousand naira) representing 11.246 percent of the Capital Budget has been allocated to the sub-sector in the 2009 fiscal year. This sub-sector is the second lead Sector/sub-sector of the Capital Budget in the 2009 fiscal year. The highlights of the programmes which have been approved for implementation under this sub-sector are as follows:-

**(A) MINISTRY OF INFORMATION AND YOUTH DEVELOPMENT**

(To cover various projects of the Agencies, like Repair and Renovation of Zonal Offices (Youth), Capital grant to Youth Empowerment Board.

8,000,000

**(B) MINISTRY OF WOMEN AFFAIRS & SOCIAL DEVELOPMENT**

(To cover various projects of the Agencies, like Commencement of 2<sup>nd</sup> phase of Women Development Centre i.e. Hostels of Training Units for trainees on skill acquisition, Construction and equipment of a bigger hall at the Women Development Centre, Women Rural Integrated Programme including provision of food processing machines, Purchase of Office Furniture and Equipment, Purchase of Vehicles, Setting of Women Resource Centre / Data Bank including purchase of equipment, Construction of child friendly centres at the six (6) zones in the State, Construction of Social Development Staff Training Centre, Osogbo, Women Empowerment, Building of (OVC) Model Special centres at 6 Administrative zones, etc

67,000,000

**(C) OSUN STATE SPORTS COUNCIL**

(To cover various projects of the Agency, like the Construction Of Stadia in Six Zonal Headquarters of the State Stadium, State Football Team, Purchase of Sport Equipment, Purchase of Mower Machine, Purchase of Vehicle / Buses, Provision of Office Furniture and

5,226,500,000

Equipment, Borehole, Indoor Sports Hall, Hostels  
and Swimming Pool, Expansion of Office Complex, etc

**(D) COUNCIL FOR ARTS AND CULTURE**

(To cover various projects of the Agency, like procurement  
of equipment & materials for Arts & Culture (Mini-Hall),

Procurement of equipment & materials for Hairdressing and 5,900,000

Tailoring Units, Furnishing & Purchase of equipment for

Phase I Lagun Skill Acquisition Centre, Completion of Lagun

Skill Acquisition Centre Phase II, Provision for Motorised

Borehole etc .

**(E) MINISTRY OF LOCAL GOVERNMENT, CHIEFTAINCY & COMMUNITY  
DEVELOPMENT**

(To cover the projects of the Agency like Matching

Grant for Community Based Self Help Projects, Replication 34,400,000

of 2<sup>nd</sup> phase of 21 UNICEF Community Development

Initiative in 61 communities.

**(F) OFFICE OF THE GOVERNOR**

Youth Empowerment Scheme Project 5,000,000

**(G) BUREAU OF SPECIAL DUTIES**

(To cover the projects of the Agency, like

Community Development project, Construction of

Zonal Stadia 2,250,000,000

**6.12.0. GENERAL ADMINISTRATION SECTOR**

**6.12.1** A number of projects falling under the General Administration Sector during the 2008 fiscal year were well implemented. For instance, the Liaison Office Complex, in Abuja, the Legislative Offices and Library Complex of the House of Assembly, Staff Development Centre Complex, and Construction of the fourth phase of the State House Complex etc are now almost completed. All the projects

admitted into the 2009 Budget under the General Administration Sector will be faithfully implemented during the year. Towards this end, a total sum of N5,534,507,170 (Five billion, five hundred and thirty-four million, five hundred and seven thousand, one hundred and seventy naira) which represents 8.19 percent of the Capital Budget has been allocated to this sector in this year.

## **7.0 OTHER BROAD POLICY ISSUES**

7.1 Apart from the foregoing, the other broad policy issues that were approved for continuation in 2009 are as follows:

(i) **Inclusion of Expenditure from Capital Receipts and Retained Internally Generated Revenue (IGR) in the Appropriation Accounts of Agencies:**

Certain agencies of Government receive Capital Receipts and/or are allowed to retain their IGR for internal use. It was approved that such agencies must always include expenditure on such revenue in their Annual Appropriation Accounts to be submitted to the Office of the Accountant-General and endorsed to the Ministry of Finance and Economic Development.

(ii) **Clearance of Executive Council Memoranda with relevant Agencies:**

It was approved that all Executive Council Memoranda from agencies of Government must be cleared with other relevant Government agencies, otherwise, they would not be attended to by the Cabinet Office of the Office of the Governor.

(iii) **Performance of the Civic Functions by the Citizenry:**

The Treasury Board noted the need to ensure that the citizens perform their civic functions as expected. In order to boost the Internally Generated Revenue of Government the provisions of evidences of the performance of such civic duties must be demanded from the Citizens before they could enjoy any benefit from Government. All Government agencies must therefore demand for the Tax Clearance Certificates, evidence of payment of Capital

Projects Development Levy, Water Development Levy, Pay-As-You-Earn etc. before attending to such Citizens.

**(iv) Government Corporations:**

All Government Corporations are expected to be more commercially oriented, such that they can generate sufficient revenue to meet their overhead costs and part of their Capital Expenditure. They should work hard towards ensuring that they pay the salaries of their workers and fund their overhead costs.

**(v) Audited Accounts of Agencies:**

The agencies that are being audited by External Auditors must submit copies of their audited Accounts to the Office of the Accountant General and the Ministry of Finance and Economic Development. The offices of the Accountant-General and that of the State Auditor-General must ensure timely completion of the annual Final Accounts of Government.

**(vi) Tenders Procedures and Matters:**

It was agreed that probity, accountability and transparency would continue to be ensured in all Tenders Procedures which must be by competitive or selective bidding. The Ministry of Finance and Economic Development and the Due Process Office must be represented on all Procurement Committees or Finance and General Purposes meetings, without which the decisions of such Committees would be null and void.

**(vii) Departmental Boards of Survey:**

It was approved that Boards of Survey Matters must be in line with the existing regulations while the relevant agencies like the Ministry of Works and Transport, the Ministry of Finance and Economic Development, the Office of the Accountant General and a representative of the Auditor-General (State) must be represented on such Boards without which the decisions of the Boards would be null and void.

**(viii) Loss and Fraud Investigation:**

It was approved Loss and Fraud Matters should continue to be handled in accordance with the existing regulations. Consequently, the recommendations of Departmental Loss and Fraud Committees must be communicated to the Ministry of Finance and Economic Development for ratification to enable the Honourable Commissioner for Finance and Economic Development to take appropriate action after the approval of the Governor.

**(ix) Foreign Exchange Conversions:**

It was approved that the Office of the Accountant General must be involved in all official foreign exchange conversion before they could be validly done.

**(x) Maximum Utilisation of the Existing Manpower:**

It was approved that relevant professionally qualified Officers should continue to be assigned specific technical jobs for greater positive effects. Square pegs should continue to be put into square holes for greater efficiency and effectiveness.

**(xi) Security Matters:**

It was resolved that serious efforts would continue to be made in 2009 to ensure the general security of the citizenry, the Security of top Government Officers like the Governor and the Deputy Governor, etc and the security of Offices/Quarters.

**(xii) IP-Phone facilities**

Efforts would continue to be made to expand the IP Phone facilities within the New Secretariat Complex as well as ensuring steady electricity supply to ensure greater efficiency, effectiveness and productivity of officers.

**(xiii) Promotion Exercises:**

It was approved that promotion exercises would continue to be based on the approved establishments for the year of the exercise and not on the contemplated establishments for the incoming year, to make such promotion exercises valid.

**(xiv) Representations at Boards/Governing Councils Meetings:**

It was approved that very Senior Officers not below Grade Level 15 should continue to represent their Ministries on the Governing Boards/Councils of relevant agencies. Notification of meetings and issues to be discussed at the meetings of such Boards/Councils must be made available at least a week before the meeting to enable the relevant officers get the necessary mandate for the meetings.

**(xv) Keeping of Cash by Sub-Accounting and Other Related Officers:**

It was approved that all Accounting Officers should ensure that the fullest possible use is made of banking facilities and that all cash surpluses in excess of daily requirements are banked immediately. Thus when it is unavoidably necessary to hold cash, it must not be held beyond daily requirements. Any unspent balance should be re-banked before the close of the day. Any defaulting Agency/Functionary would be appropriately surcharged and disciplined.

**(xvi) Printing of Treasury and Revenue Receipts:**

It was approved that no Agency of Government should print Treasury and Revenue Receipts except the Office of the Accountant-General.

**(xvii) Governing Councils/Boards of Tertiary Institutions Corporations and Parastatals:**

It was observed that the Governing Councils/Boards of Tertiary Institutions, Corporations and Parastatals are appointed to implement Government Programmes/Policies as may be relevant for their agencies; therefore, they should be guided by all the relevant laws, regulations and guidelines as approved by Government.

**(xviii) Attendance of National Meetings/Workshops and On-the-Job Training of Subordinate Officers:**

It is observed that the following advantages could be derived from attending the National meetings/seminars/workshops:

- (a) it could serve as training ground for the relevant Officers;
- (b) the state may be able to influence issues/decisions at the National level;
- (c) a number of material benefits could be derivable there-from;
- (d) it could promote good inter-governmental relationship and friendliness across the states.

Consequently, Government would continue to ensure that relevant officers attend such Meetings/Seminars/Workshops. Subordinate officers should also be taken along to such meetings for their training and exposure which would be of benefits to the state.

**(xix) Staff Welfare and Development**

It was agreed that Government would continue to ensure that Staff Welfare and development shall continue to be accorded prime importance. In particular:

- (a) salaries and allowances of workers would continue to be paid as at when due;
- (b) training and retraining of staff would continue to be attended to with vigour. All the sections of the Public Service of Osun State - Core Civil Service, Teaching Service (Primary and Secondary), Corporations and Tertiary Institutions should have their training and retraining policies for execution;
- (c) the provision of Housing Loans and Vehicles Loans would continue to be met within the available fund. The Corporations/Tertiary Institutions would also be encouraged to have their own separate programme to be funded from their Internally Generated Revenue;
- (d) prompt payment of pension and gratuity would continue to be ensured.

**(xx) Clearance of Core-Welfare Indicators Data:**

It was approved that Core Welfare Indicators Data on Education, Health, Agriculture, Water Resources etc. shall continue to be cleared with the

Ministry of Finance and Economic Development before they are forwarded to external bodies.

**(xxi) Legal Position of Virements:**

By relevant portions of the Independent Corrupt Practices Commission (ICPC) Law which are stated below:

*Section 22(4) – “Any public officer who, in the discharge of his official duties, awards or signs any contract without budget provisions, approval and cash backing shall be guilty of an offence under this Act and on conviction be liable to three (3) years imprisonment and a fine of one hundred thousand naira.”*

*Section 22(5) – “Any public officer who transfers or spends any sum allocated for a particular project or service, on another project, or service, shall of offence under this Act and on conviction be liable to one (1) year imprisonment or a fine of fifty thousand naira.”; unilateral **Virements have been outlawed.** It was therefore approvee that all virements must be approved by the House of Assembly;*

**(xxii) Deployment of National Youth Service Corps Members posted to Osun State**

In order to ensure effective and efficient utilization of corps members posted to Osun State, it was approved that about 95 percent should be posted to the Teaching Service, while about 5 percent are posted to the Civil Service, Corporations and Private Sector.

**(xxiii) Outfit/Clothing Allowance for Officer**

It was approved that Officers in-charge of the Security of Government, those in the Protocol Department of the Office of the Governor and officers in the Legislative Management Department of the Osun State House of Assembly would henceforth be entitled to outfit/clothing allowances.

**(xxiv) Free Medical Services for Officers**

Since serving Public Officers and their immediate family are entitled to free medical services anywhere in the world, it was approved that any expenses



arising there from after the recommendation of the Medical Board of the Ministry of Health would have been approved by the Governor would be fully borne by the Government;

**(xxv) Constituency Projects of the Osun State House of Assembly**

It was agreed that Government should continue to make provision for the constituency projects of the Osun State House of Assembly in 2009. As approved earlier, the House of Assembly should render quarterly progress report on the execution of the constituency projects to the Ministry of Finance and Economic Development, the Due Process Office and the Central Economic Planning Office, on the projects executed through the fund, constituency by constituency, with a view to ensuring proper record purposes and accountability.

**(xxvi) Expenditure on token Provision of "10e"**

Where it becomes necessary to incur expenditure on any sub-head with "10e" provision, it was resolved that there must be a Supplementary Budget duly approved by the House of Assembly before incurring such expenditure. In essence, there must be a specific budgetary allocation before incurring any expenditure.

**(xxvii) Annual Cash Plan**

It was observed that by virtue of the new Fiscal Responsibility Act, every agency of Government is expected to prepare an annual cash plan in respect of its revenue, personnel cost, overhead cost, Consolidated Revenue Fund Charges (CRFC) (if any) and Capital expenditure. The annual cash plan as it affects Revenue would show on monthly basis or on quarterly basis how much each Agency would generate monthly out of its revenue target. In the area of expenditure, the cash plan is expected to show the fund requirements of each Agency of Government monthly or quarterly for the implementation of its recurrent and capital budgets. While the agencies of Government are

expected to prepare and submit their Annual Cash Plans, the Accountant-General should prepare and submit by the first week of February, 2009; the State Annual Cash Plan to guide Government in its funding activities.

**(xxviii) Creation of the State SERVICOM Office in the Office of the Governor**

It was noted that the Governor had approved the creation of a State Servicom Agency in the Office of the Governor in 2009 in order to ensure efficient and effective implementation, monitoring and control of the SERVICOM Social Charters of all agencies of Government after the approval of the House of Assembly.

**8.0 BUDGET IMPLEMENTATION, MONITORING AND CONTROL**

**8.1** The Budget Implementation Phase is a very important phase in the budget cycle. Most Public Budgets fail to achieve their objectives not because they are not well prepared but the problem in most cases lies with the implementation of such budgets. It is however gladdening to note that the issue of budget failure has never happened in Osun State especially since the inception of this Administration. This Administration has always been reputed for efficient and effective implementation of its annual budgets. The previous annual budgets of this Administration have always been balanced at the beginning of each financial year and cash surplus, no matter how small, is always recorded at the end of the financial year.

**8.2** The implementation of the 2009 Budget of Osun State will be accorded all the necessary attention its deserves in order to ensure its faithful implementation. Consequently, the budget monitoring, implementation and control, functions of the Ministry of Finance and Economic Development will be further strengthened during the year. In the same vein, the project and programmes monitoring mechanism of the Due Process Office and the Central Economic Planning Office will also be rejuvenated.

**8.3** There is no doubt that the 2009 Budget has been carefully packaged to bring about an unprecedented transformational development to the State. The reality of this statement can be derived from the ratio of the recurrent expenditure to the Capital Expenditure. The Capital Budget accounts for 67 percent of the whole budget while the recurrent expenditure budget which comprises the Personnel Cost, Overhead Cost and the Consolidated Revenue Fund Charges only account for 33 percent of the total Budget size.

**8.4** The realization of this lofty dream hinges principally on availability of revenue. The realities and impact of the present global economic meltdown, which significantly affects the prices of Oil in the international market, will no doubt affect the expected revenue from the Federation Account. It is in realization of this that the State Government has developed an inward looking strategy towards enhancing its internally generated revenue in the 2009 fiscal to facilitate the execution of the various projects packaged into the 2009 Budget. The revenue projections for all the Agencies of Government are realistic, achievable and attainable. All the Agencies of Government are therefore strongly advised to guard up their ioins for greater performance in terms of their internally generated revenue efforts in this fiscal year. Fund releases will be tied to the performance of each Agency in its internally generated revenue target.

**8.5** The Osun State Government is noted over the years for strict Budget discipline. In this fiscal year, stricter expenditure control will be brought to bear in the implementation of the 2009 Budget in order to ensure that Government does not derail in the execution of its projects which are geared towards the rapid development of the State.

**8.6** All submissions in respect of release of funds must not only indicate the budgetary provision under the relevant Head sub-head for the particular programme or project proposed for execution but must also indicate the balance(s) in the relevant vote(s). All approvals duly obtained for release of fund without

indicating the budgetary provisions and the balance(s) in the relevant vote (s) will no longer be entertained by the Ministry of Finance and Economic Development.

## **9.0 CONCLUSION**

**9.1** Before rounding off, I wish to assure the good people of Osun State of the avowed commitment of this Administration towards ensuring the faithful implementation of the 2009 Budget which is tagged "Budget of Sustainable Transformational development". For any Government to succeed, the support and cooperation of the populace is very crucial. Government will, therefore, continue to count on the usual support and cooperation of the teeming masses of this State in the execution of its policies and programmes which have been designed to move the State forward.

**9.2** Finally, I want to thank all our Royal Highnesses and all our Religious Leaders for their support and prayers at all times. I thank the gentlemen of the Press and all the government functionaries. I also thank all the good of Osun State for their unalloyed support. I wish you all Happy and Prosperous New Year.

**9.3** Thank you and God bless.