

## PREFACE

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Pursuant to Section 30 of the *Fiscal Responsibility Act, 2007*, the Budget Office of the Federation produces budget implementation reports on a quarterly basis. This Report, which is the third quarterly budget implementation report for the 2011 fiscal year, fulfils this obligation while providing a means of assessing government's transparency and prudence in the management of public finances.

Added to the peculiarity of 2011 as a political transition year with the attendant implication for the constitution of a new administration, and the late passage of the 2011 Budget, the implementation of the Budget in the period under review has been very challenging. Though aggregate revenue receipts increased over that of the corresponding period in 2010, government has had to grapple with lower than projected net revenues. On the expenditure side, while recurrent expenditure has been on target, MDAs' capital budget implementation has not been satisfactory.

As this Report would indicate, we still have challenges of poor project management by MDAs which contribute to the poor implementation of MDAs' capital projects. Substantial policy changes are being instituted by the government to correct this situation. For instance, we are focusing on improving returns to government on investments in MDAs' projects through insisting on proper analysis of rates of return in project selection. Furthermore MDAs' capital budgets over the next four years are being focused on the completion and exit from all viable ongoing projects which are consistent with attainment of the NV20:2020.

As with previous reports, this Report is an all inclusive endeavour of the various departments of the Budget Office of the Federation, particularly the Budget Monitoring and Evaluation Unit, Ministries, Departments and Agencies of Government which provide the relevant data; Civil Society Organizations and media practitioners who collaborate with the Budget Office in the monitoring exercise. I commend their efforts and wish them success as they continue to perform this important function.

**Dr. Bright Okogu**

*Director-General, Budget Office of the Federation*

## EXECUTIVE SUMMARY

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The 2011 Budget, as amended, is focused on the Government's drive to achieve the goals of becoming one of the twenty largest economies in the world by the year 2020 (*NV20:2020*). Towards this, the Budget was geared to improving the quality of planned public expenditure and spending efficiency while pursuing a robust fiscal consolidation strategy. However, the economic climate in the period under review, which provides the backdrop for implementation of the Budget, posed critical challenges as the effects of the global economic crisis continued. Notwithstanding this, provisional data from the National Bureau of Statistics indicate that the economy grew by 7.4% in the third quarter of 2011 as against 7.72% in the third quarter of 2010. In spite of the dip, the growth was still robust and was accounted for by output in the oil and non-oil sectors. Headline inflation rose slightly from 10.2% in June to 10.3% in September. This was attributable to the increase in prices of food items in the market.

According to data from the Central Bank of Nigeria, broad money (M2) and net domestic credit grew by 3.46% and 12.05% respectively at the end of the third quarter of 2011 compared to the levels in the second quarter. This was attributed to the increase in credit to the core private sector and the public sector which grew by 11.56% and 7.49% respectively in the period. On the other hand, the Naira/US\$ exchange rate depreciated by 0.52% from N154.46 / US\$1 in June 2011 to ₦155.26/US\$1 in September 2011. The Gross External Reserves showed a downward trend by 0.44% in the third quarter of 2011, going down from US \$31.89 billion in June to US\$31.75 billion in September 2011. These reflect the macroeconomic situation that generally prevailed in the period.

Provisional data on the implementation of the 2011 Budget from the Office of the Accountant-General of the Federation (OAGF) indicate that though revenue receipts in the period improved over the situation in the second quarter, the net amount available for distribution among the three tiers of government fell short of the target by ₦97.59 billion (or 5.84%). This is largely attributable to the shortfall in

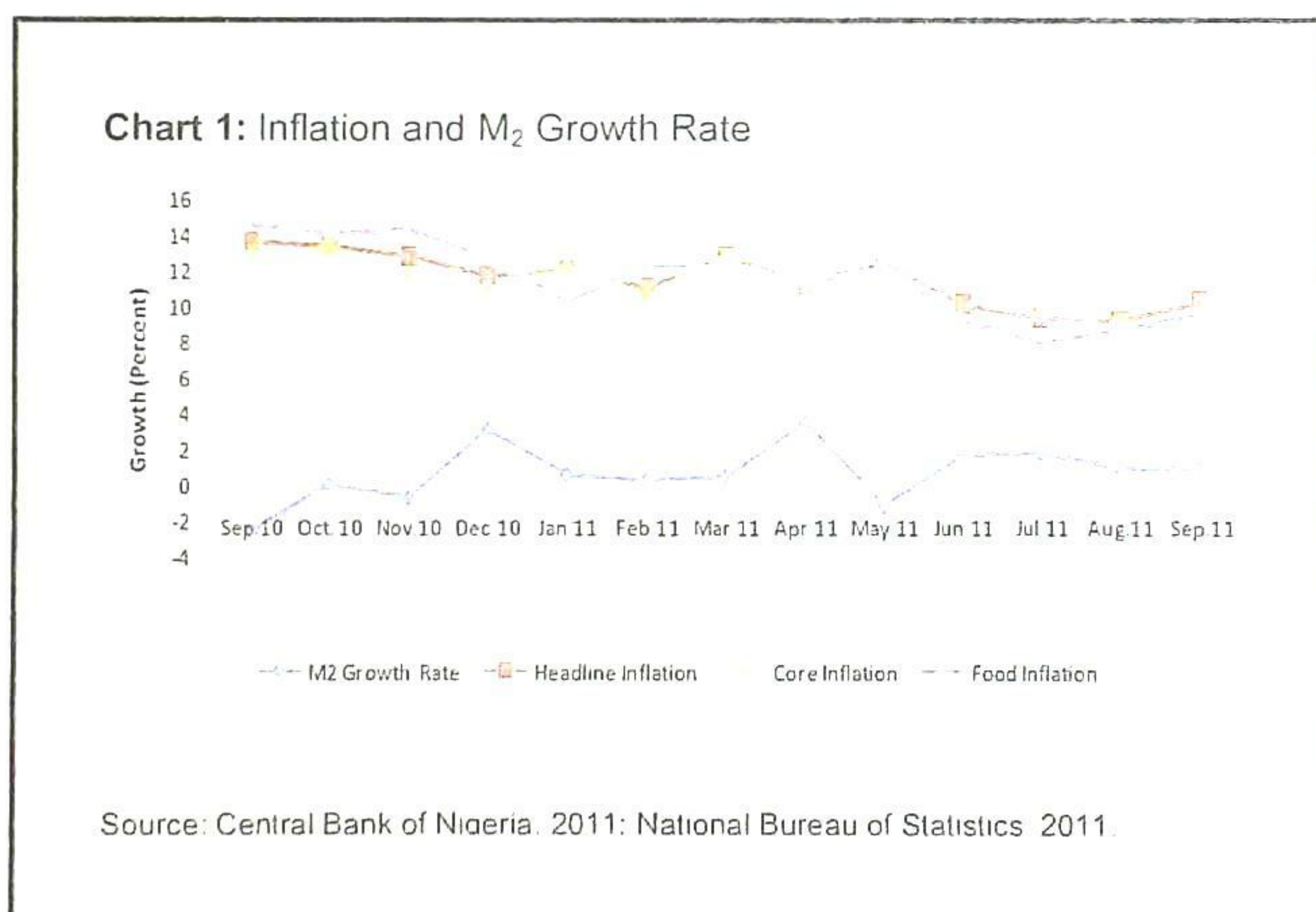
The Budget Office's budget monitoring teams in collaboration with selected MDAs, Civil Society Organizations and media representatives embarked on a mission to examine the physical implementation of MDAs' capital projects at end of the quarter. This revealed varied standards in MDAs' project implementation. A disturbing observation was the large number of ongoing projects either undergoing revision to their designs, or awaiting variations or facing threats of abandonment. These call for further reviews.

## 2.0 MACROECONOMIC DEVELOPMENT AND ANALYSIS

Over the period under consideration, data from the National Bureau of Statistics (NBS), indicate that real GDP grew by 7.4% in the third quarter as against 7.72% recorded in the previous quarter. On aggregate, this growth remains robust, driven largely by productive activities in the non-oil sector. The small dip observed in the third quarter comes as a result of relatively lower contributions from the non-oil sector. However, the outlook for the rest of the year is positive, with growth expected to be sustained driven, among others, by the agricultural sector.

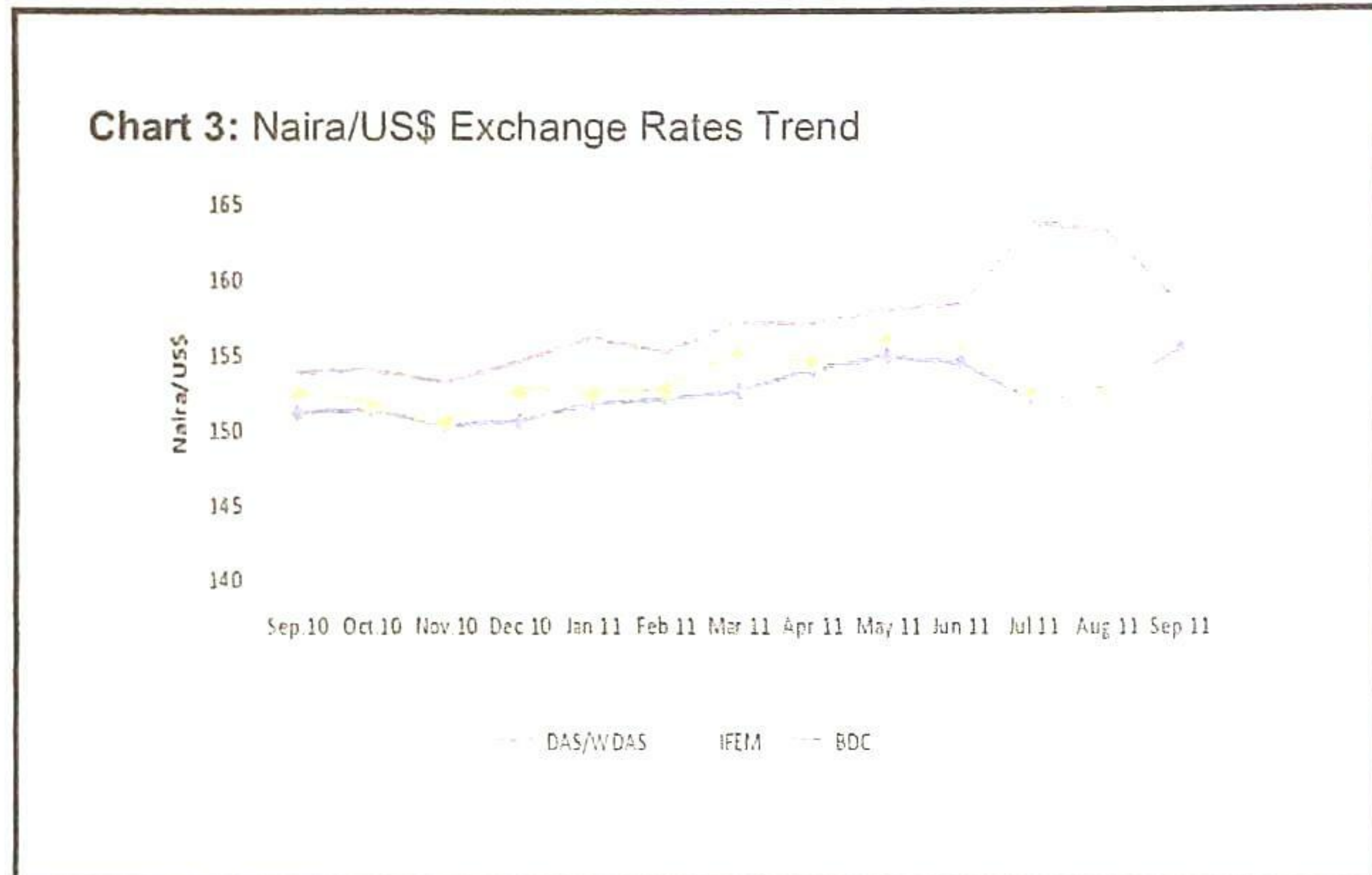
6. Provisional data from the NBS indicated that inflationary pressures portray a slight upward trend during the third quarter of 2011. The year-on-year headline inflation rate rose from 10.2% in June to 10.3% in September.

This upward movement in inflation in September 2011 was largely attributed to increases in electricity tariffs and increases in food



prices. Indeed, the year-on-year food inflation rose from 9.2% in June to 9.5% in September 2011 while core inflation moved slightly from 11.5% in June to 11.6% in September, 2011. These are depicted in *Chart 1*.

9. The Naira/Dollar exchange rate depreciated by 0.52% from N154.46/US\$1 in June 2011 to N155.26/US\$1 in September 2011. In the third quarter of 2011, the Wholesale Dutch Auction System (WDAS) opened with an exchange rate of N151.82/US\$1 and closed at N155.26/US\$1 with an average closing



rate of N153.27/US\$1. When compared with the average closing rate of N154.39/US\$1 recorded during the second quarter of 2011, the Naira appreciated by 0.73%. At the inter-bank market, the Naira depreciated by 0.67% from N155.66/\$ in June to N156.70/\$ in September 2011. In the same vein, the premium between the WDAS average rate and the inter-bank market rate remained low at N0.62 (or 0.4%) in the third quarter of 2011, while that of the WDAS average exchange rate and the Bureau De Change (BDC) rate rose to N8.43 (or 5.5%) in the third quarter of 2011 from N3.42 (or 2.22%) in the second quarter of 2011.

10. Gross external reserves showed a downward trend in the third quarter of 2011, going from US\$32.52 billion in July to US\$31.74 billion in September, 2011. Despite this drop in the foreign reserves, the situation is expected to improve in the last quarter of the year, bearing in mind the current high level of oil production, export and recent oil price trend in the international market. The level of the external reserves as at the end of the third quarter was sufficient to finance up to

## 3.0 FINANCIAL ANALYSIS OF THE 2011 BUDGET IMPLEMENTATION

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### 3.1 Key Assumptions and Projections

The 2011 Budget was based on the 2011–2013 Medium Term Expenditure Framework following series of assumptions as presented in earlier Reports<sup>2</sup>.

### 3.2. Analysis of Revenue Performance

#### *Overview*

12. In the third quarter of 2011, crude oil price averaged US\$113.46 per barrel in the international market, indicating a decline of US\$3.9 (or 3.32%) per barrel below US\$117.36 recorded in the second quarter. This is however, higher than the benchmark price of US\$75 per barrel by US\$38.46 (or 51.28%) per barrel. The price of crude oil fluctuated between US\$93.7 and US\$126.64 per barrel in first three quarters of the year.

13. Provisional data from the Nigerian National Petroleum Corporation indicate that the average oil lifting (including Condensates) for the third quarter was 2.45 mbpd depicting an increase of 0.09 mbpd (or 3.81%) over the 2.36 mbpd recorded in the second quarter of the year. The third quarter performance showed an improvement of 0.15 mbpd (or 6.52%) over the budget benchmark oil production level of 2.3 mbpd. It is expected that the trend in the oil market will be maintained at a high level over the next quarter. This is in view of factors including the strong economic performance in China and India, fledgling recovery in OECD, and unrest in the MENA region. Furthermore, with the relative peace in the oil producing communities, oil production level in Nigeria is expected to maintain relative stability.

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<sup>2</sup> Section 3.1, Combined 1<sup>st</sup> and 2<sup>nd</sup> Quarter Budget Implementation Report, 2011

### *Year-to-date*

17. As at end of September 2011, crude oil sales of N3,361.90 billion, royalties of N786.49 billion and petroleum profit tax of N2,117.65 billion had respective positive variances of N496.99 billion (or 17.35%), N310.58 billion (or 65.26%) and N672.0 billion (or 46.48%) over their respective projections of N2,864.9 billion, N475.91 billion and N1,445.64 billion for the period. All other oil revenue items under-performed under this category.

### *Non-Oil Revenue Performance*

18. Going by the gradual increase in non-oil receipts over the recent years, it is apparent that ongoing reforms<sup>3</sup> and measures undertaken by the government in recent times towards reducing dependence on oil revenues to fund the budget are beginning to yield results. This has necessitated the annual increases to the budgetary targets set for the revenue generating and collecting agencies.

19. In the third quarter of 2011, the actual gross non-oil revenue was N547.52 billion indicating an improvement of N66.94 billion (or 13.93%) over the projected quarterly estimate of N480.58 billion. The breakdown of the non-Oil revenues revealed that Customs & Excise Duties (N112.87 billion) and Company Income Tax (N256.96 billion) were higher than their respective quarterly budgeted estimates of N112.50 billion and N175.56 billion by N0.37 billion (or 0.33%) and N81.40 billion (or 46.36%). On the other hand, Value Added Tax (N177.7 billion) had a negative variance of N14.83 billion (or 7.7%) when compared with its quarterly estimate of N192.52 billion. This may be linked to the dip in non-oil output. Comparing these performances with their second quarter performance of N159.7 billion, N102.92 billion and N133.46 billion showed that receipts on Value Added Tax, Customs & Excise Duties and Company Income Tax improved by N18 billion (or 11.27%), N9.95 billion (or 9.67%) and N123.50 billion (or 92.54%) respectively.

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<sup>3</sup> Paragraphs 20-21, Combined 1<sup>st</sup> & 2<sup>nd</sup> Quarter 2011 Budget Implementation Report

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### Year-to-date

20. Cumulatively, the gross non-oil receipts as at September of 2011 amounted to N1,308.47 billion indicating a shortfall of N133.29 billion (or 9.24%) below the estimate of N1,441.75 billion. The cumulative performance of each of the non-oil revenue items fell short of their respective quarterly estimates of N577.57 billion, N337.5 billion and N526.68 billion for Value Added Tax, Customs & Excise Duties and Company Income Tax by N92.76 billion (or 16.06%), N30.29 billion (or 8.98%) and N10.23 billion (or 1.94%). It is important to note that in view of the historical trend in economic activities and closure of companies' financial year activities, this trend is expected to continue to the last quarter of the year. In view of this, it is anticipated that the performances of the last quarter of the year would be comparatively better than the 3<sup>rd</sup> quarter's.

**Table 6:** Performance of Revenue in the Third Quarter of 2011 Vs 2010

Revenue Items	2010 3rd Quarter Actual	2011 3rd Quarter Actual	3rd Quarter 2011 Vs 3rd Quarter 2010	
	N'bn	N'bn	N'bn	%
<b>Oil Revenue (Gross)</b>				
Crude Oil Sales	977.90	1,356.91	379.01	38.76
Petroleum Profit Tax (PPT)	354.90	926.66	571.76	161.10
Royalties	165.20	279.81	114.61	69.38
<b>Non-Oil Revenue (Gross)</b>				
Value Added Tax (VAT)	147.34	177.70	30.36	20.61
Company Income Tax (CIT)	213.15	256.96	43.81	20.55
Customs & Excise Duties	80.98	112.87	31.89	39.38

Source: OAGF and BOF

### *Comparative Revenue Performance Analysis*

21. Despite the low performances of some revenue items in the third quarter of 2011, it is noteworthy that revenue receipts in the quarter exceeded those of the same period in 2010. The data indicates that gross oil and non-oil revenue in the third quarter of 2011 were N858.49 billion (or 67.93%) and N106.05 billion (or 24.02%) respectively higher than the performance of N1,263.84 billion and N441.47 billion recorded in the third quarter of 2010. Similarly, the net oil and net non-oil receipts for the first three quarters of 2011 also surpassed the respective receipts of N2,036.98 billion and N1,126.05 billion in 2010 by N488.28 billion (or 23.97%)



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production and price benchmark levels in the 2011 Budget. Similarly, the progress recorded in some non-oil revenue items over the levels in 2010 are attributable to improvements in the economic environment and better efficiency in revenue collection by the collecting agencies such as the Customs and Excise as well as the Federal Inland Revenue Service (FIRS).

24. In view of the recent trend in non-oil receipts, it is expected that the government's revenue receipts in the remaining quarter of 2011 would be better considering the relative stability in the prices of crude oil in the international market, and the present sustainable production levels. *Chart 7* above is a graphical illustration of the actual performance of revenue categories compared to their budgeted estimates as at September 2011.

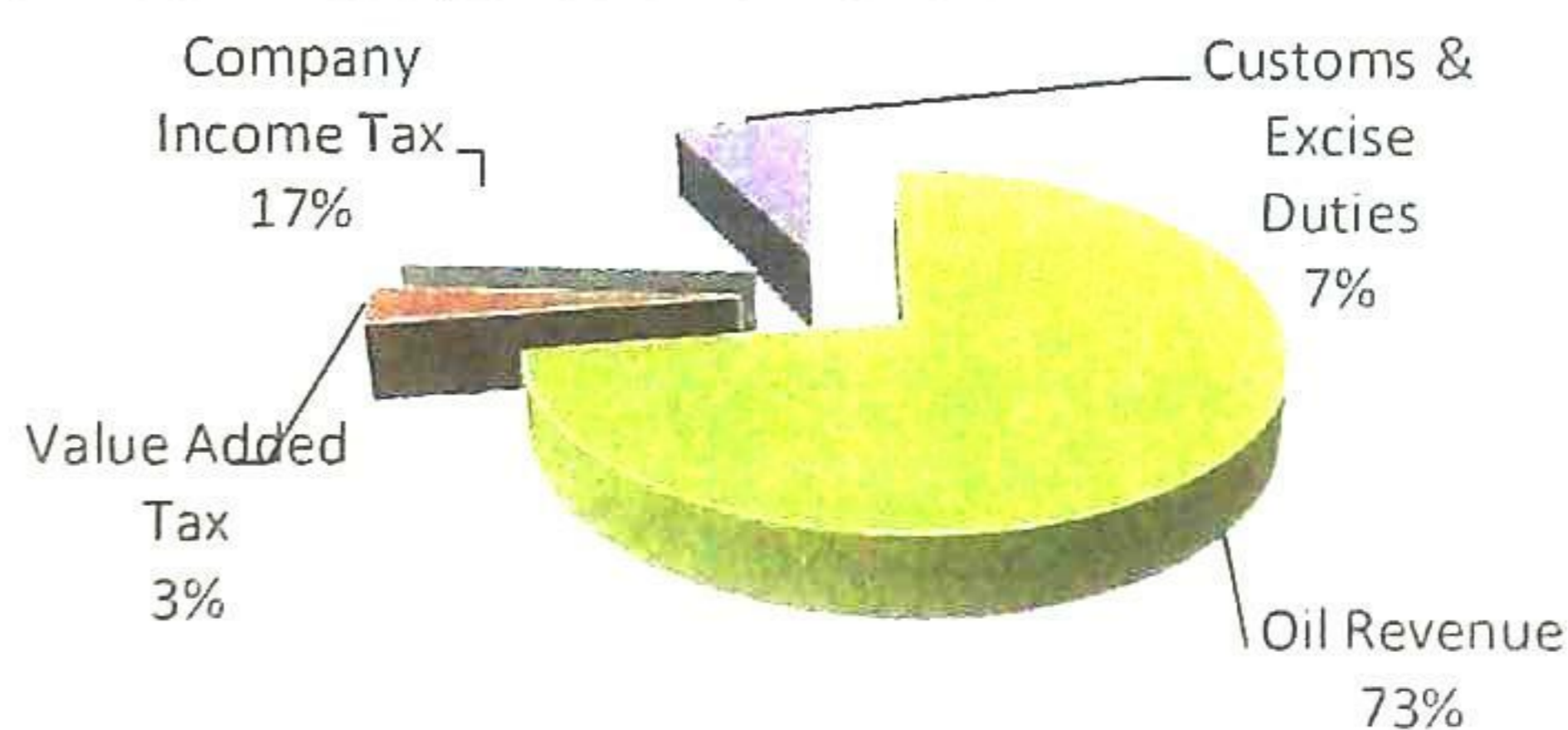
### *Distributable Revenue*

25. Distributable revenue is the net receipts in the Federation Account that is available for distribution among the three tiers of government. In relation to the projections, the shortfall in net revenue receipts in the oil and non-oil categories in the third quarter of

2011 impacted negatively on the funds available for distribution. In the third quarter, a net distributable sum of N1,572.84 billion accrued to the three tiers of government for sharing during the third quarter. This means a shortfall of

N97.59 billion (or 5.84%) when compared with the quarterly projection of N1,670.43 billion. The aggregate distributable revenue of N1,572.84 billion and N3,769.29

**Chart 8: Contributions to Distributable Revenue (in the 3<sup>rd</sup> Quarter of 2011)**



Source: Budget Office of the Federation

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**Table 7: Inflows to the 2011 Federal Budget as at September 2011**

DESCRIPTION	2011 BUDGET			2011 ACTUAL				VARIANCES					
	2011 ANNUAL	QTRLY BUDGET	3 QTRS	FIRST QTR	SECOND QTR	THIRD QTR	3 QTRS	3RD QTR ACTUAL Vs QTRLY BUDGET		3RD QTR Vs 2ND QTR (ACTUAL)		ACTUAL Vs BUDGET (3 QTRS)	
	N' Bn	N' Bn	N' Bn	N' Bn	N' Bn	N' Bn	N' Bn	N' Bn	%	N' Bn	%	N' Bn	%
<b>RETAINED REVENUE</b>													
FGN Share of Oil Revenue	2,346.66	586.66	1,759.99	360.95	352.86	510.94	1,224.75	(75.72)	(12.91)	158.08	44.80	(535.24)	(30.41)
Share of Non-Oil Revenue	860.27	215.07	645.20	153.18	189.50	238.09	580.77	23.02	10.70	48.59	25.64	(64.43)	(9.99)
FGN Share of VAT	103.50	25.88	77.63	19.81	21.46	23.88	65.15	(2.00)	(7.71)	2.42	11.28	(12.48)	(16.07)
FGN Share of CIT	324.87	81.22	243.65	58.69	62.14	118.24	239.07	37.02	45.58	56.10	90.28	(4.58)	(1.88)
FGN Share of Customs	202.97	50.74	152.23	41.23	46.42	50.91	138.56	0.17	0.33	4.49	9.67	(13.67)	(8.98)
FGN Independent Revenue	228.93	57.23	171.70	33.45	59.48	45.06	137.99	(12.17)	(21.27)	(14.42)	(24.24)	(33.71)	(19.63)
FGN's Share of Actual Balances in Special Accounts	7.57	1.89	5.68				-	(1.89)	(100.00)	-		(5.68)	(100.00)
FGN Bal of Special Accts as at 31/12/09	13.61	3.40	10.21	-	-	-	-	(3.40)	(100.00)	-		(10.21)	(100.00)
Unspent Balance from previous FY	120.00	30.00	90.00	6.18	12.04	0.99	19.21	(29.01)	(96.70)	(11.05)	(91.78)	(70.79)	(78.66)
<i>Sub-Total</i>	<b>3,348.11</b>	<b>837.03</b>	<b>2,511.08</b>	<b>520.32</b>	<b>554.39</b>	<b>750.02</b>	<b>1,824.73</b>	<b>(87.01)</b>	<b>(10.40)</b>	<b>195.62</b>	<b>35.29</b>	<b>(686.35)</b>	<b>(27.33)</b>
<b>OTHER FINANCING SOURCES</b>	-	-	-	<b>15.98</b>	<b>13.62</b>	<b>7.08</b>	<b>36.69</b>	<b>7.08</b>		<b>(6.54)</b>	<b>(48.02)</b>	<b>36.69</b>	
External Creditor Funding				10.28	10.62	7.08	27.98	7.08		(3.54)	(33.34)	27.98	
PLEA BARGAIN				5.70	3.00	-	8.70	-		(3.00)	(100.00)	8.70	
<b>Total Revenue</b>	<b>3,348.11</b>	<b>837.03</b>	<b>2,511.08</b>	<b>536.30</b>	<b>568.02</b>	<b>757.10</b>	<b>1,861.42</b>	<b>(79.93)</b>	<b>(9.55)</b>	<b>189.08</b>	<b>33.29</b>	<b>(649.67)</b>	<b>(25.87)</b>

Source: Budget Office of the Federation and the OAGF

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31. Data from the Office of the Accountant-General of the Federation indicate that a total N408.27 billion was utilized to augment the budget during the monthly Federation Accounts and Allocation Committee meetings in the year up to September 2011. A total of N618.84 billion was similarly utilized on payments for subsidy on petroleum products imported by Independent Petroleum Marketers in the period.

**Table 8:** Inflow into the Excess Crude Account

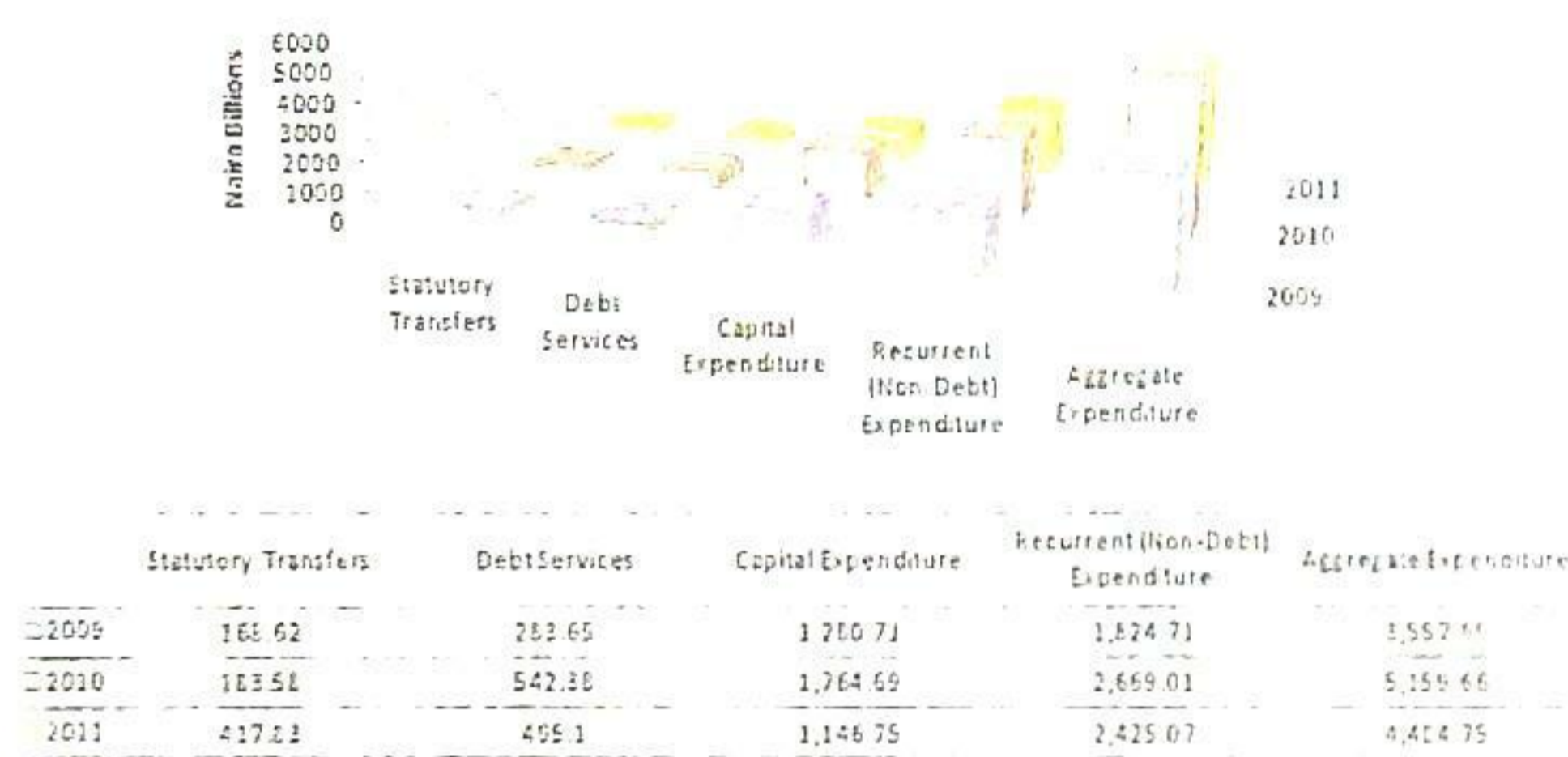
DESCRIPTION	2011 RECEIPTS (N' Bns)			
	1 <sup>ST</sup> QTR	2 <sup>ND</sup> QTR	3 <sup>RD</sup> QTR	YEAR-TO-DATE
Transfers to the ECA	739.40	628.71	911.41	2,279.62

Source: Office of the Accountant General of the Federation

### 3.5 Expenditure Developments and Review

32. In response to a combination of domestic and international economic and financial developments, the expenditure pattern in the 2011 Budget was re-tailored in consideration of the review made to the revenue projections. A total of N4,484.74 billion was appropriated as aggregate expenditure in the 2011 Budget. This comprised of N2,425.07 billion (or 54.07%) for recurrent expenditure (non-debt), N495.1 billion (or 11.04%) for recurrent expenditure (debt), N417.83 billion (or 9.32%) for statutory transfers and an allocation of N1,146.75 trillion (or 25.57%) for capital expenditure.

**Chart 11:** 2009 Budget - 2011 Budget Expenditure Profile



capital projects.

### 3.5.2 Debt Service

36. Provisional data from the Debt Management Office indicate that the Federal Government's domestic debt stock stood at N5,318 billion as at end of the third quarter. This implies an increase of N107.56 billion (or 2.06%) and N1,088.37 billion (or 25.73%) over the N5,210.44 billion and N4,229.63 billion recorded as at end of 2011 second quarter and 2010 third quarter respectively. The rise in aggregate domestic debt stock in the third quarter was due mainly to the net issuance of additional FGN bonds amounting to N80.32 billion and NTBs of N46.42 billion and underscores the need for further fiscal consolidation and reduced borrowing. The breakdown of the domestic debt stock as at 30<sup>th</sup> September shows that N3,356.43 billion (or 63.11%) was FGN Bonds, N1,607.84 billion (or 30.32%) was Nigerian Treasury Bills (NTBs) and N353.73 billion (or 6.65%) was for Treasury Bonds.

37. The sum of N183.06 billion was released for debt servicing in the third quarter of 2011. The actual domestic debt service payment for the third quarter of 2011 amounted to N141.13 billion. This is made up of N33.44 billion for NTBs, N77.23 billion for FGN Bonds and N30.46 for Treasury bonds. As at September 2011 a total of N387.3 billion had been released for domestic debt service.

38. The external debt stock as at 30<sup>th</sup> September, 2011 was US\$5,633.71 million indicating an increase of US\$235.67 million (or 4.37%) over US\$5,398.04 million recorded in the second quarter of 2011 due mainly to the increased draw down in Non-Paris Club (Bilateral and Commercial) Debts of US\$253.88 million (or 75.86%) over that of the second quarter. A breakdown of the external debt stock in the third quarter of 2011 shows that multilateral debts amounted to US\$4,545.18 million (or 80.68%), Non-Paris Club (Bilateral and Commercial) Debts amounted to US\$588.53 million (or 10.45%) while International credit Market (ICM) accounted for the balance of US\$500 million (or 8.88%).

39. The external debt service payments in the third quarter of the year amounted to US\$103.79 million. A breakdown of the payments indicates that

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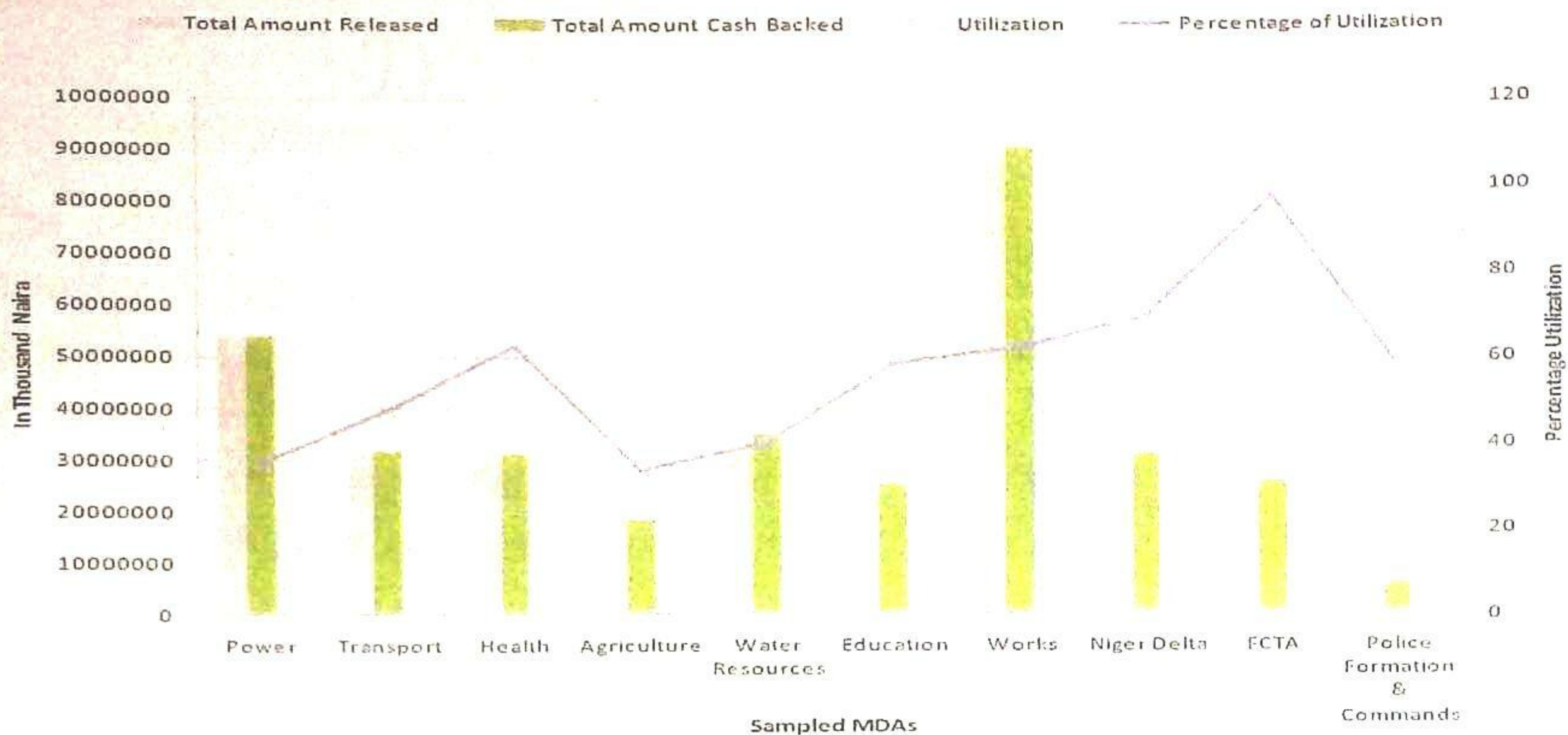
**Table 9: FGN Budget Expenditure and Fiscal Account (in N' Billion) as at September 2011**

DESCRIPTION	2011 BUDGET			2011 ACTUAL				VARIANCES					
	2011 ANNUAL	QTRLY BUDGET	3 QTRS	FIRST QTR	SECOND QTR	THIRD QTR	3 QTRS	3RD QTR ACTUAL VS QTRLY BUDGET		3RD QTR VS 2ND QTR (ACTUAL)		ACTUAL VS BUDGET (3 QTRS)	
	N' bn	N' bn	N' bn	N' bn	N' bn	N' bn	N' bn	N' bn	%	N' bn	%	N' bn	%
<b>RETAINED REVENUE:</b>													
<b>TOTAL INFLOW</b>	<b>3,346.11</b>	<b>897.08</b>	<b>2,611.08</b>	<b>636.30</b>	<b>688.02</b>	<b>767.10</b>	<b>1,861.42</b>						
<b>RECURRENT EXPENDITURE</b>								<b>(78.93)</b>	<b>(9.65)</b>	<b>189.08</b>	<b>33.29</b>	<b>(649.88)</b>	<b>(26.67)</b>
Personnel Cost	1,794.16	448.54	1,345.62	362.22	408.06	427.05	1,288.22	(21.49)	(4.79)	(71.91)	(14.41)	(57.40)	(4.27)
Pension & Gratuities	164.75	38.69	116.06	21.78	4.23	-	26.01	(38.69)	(100.00)	(4.23)	(100.00)	(90.06)	(77.59)
Overhead Cost + MYTO + SWV	478.16	119.04	357.12	157.00	190.21	226.19	574.20	107.15	90.01	35.98	18.91	217.08	60.79
<b>Sub-Total (Non-Debt)</b>	<b>2,428.07</b>	<b>606.27</b>	<b>1,818.80</b>	<b>541.79</b>	<b>603.40</b>	<b>653.23</b>	<b>1,888.42</b>	<b>46.96</b>	<b>7.75</b>	<b>(40.18)</b>	<b>(5.79)</b>	<b>89.62</b>	<b>3.83</b>
Domestic Debts & Int. on Ways & Means	450.01	112.50	337.51	51.20	153.05	183.06	387.30	70.55	62.71	30.01	19.61	49.79	14.75
Foreign Debts	45.09	11.27	33.82	10.28	10.62	7.08	27.98	(4.19)	(37.17)	(3.54)	(33.34)	(5.83)	(17.25)
<b>Sub-Total (Debt)</b>	<b>495.10</b>	<b>123.78</b>	<b>371.33</b>	<b>61.48</b>	<b>163.67</b>	<b>190.14</b>	<b>415.28</b>	<b>66.36</b>	<b>53.62</b>	<b>26.47</b>	<b>16.17</b>	<b>43.95</b>	<b>11.64</b>
<b>CAPITAL EXPENDITURE:</b>													
*Capital Releases 2011	1,146.75	286.69	800.06	90.07	96.95	346.39	541.42	59.70	20.83	249.44	257.28	(318.65)	(37.05)
*Capital Releases 2010	-	-	-	108.33	0.27	-	108.59	-	-	(0.27)	(100.00)	108.59	(37.05)
<b>Sub-Total (Capital)</b>	<b>1,146.75</b>	<b>286.69</b>	<b>800.06</b>	<b>208.40</b>	<b>97.22</b>	<b>346.39</b>	<b>650.01</b>	<b>59.70</b>	<b>20.83</b>	<b>249.17</b>	<b>256.30</b>	<b>(210.05)</b>	<b>(24.42)</b>
<b>TRANSFERS:</b>													
NDDC	56.08	14.02	42.06	-	28.04	-	28.04	(14.02)	(100.00)	(28.04)	(100.00)	(14.02)	(33.34)
STF Retention Fee	95.00	23.75	71.25	22.75	24.75	23.75	71.25	-	-	-	-	0.22	-
National Judicial Council	64.57	16.14	48.43	11.52	11.52	25.38	48.43	9.24	57.24	13.86	120.31	(0.00)	(0.00)
Universal Basic Education	52.18	13.05	39.14	-	-	-	-	10.56	(100.00)	8.58	435.15	19.86	-
FCT/FIRS	150.00	37.50	112.50	-	-	-	-	(13.05)	(100.00)	-	-	(39.14)	(100.00)
Ind. Nat. Elect. Comm.	-	-	-	40.00	-	-	-	(37.50)	(100.00)	-	-	(112.50)	(100.00)
National Assembly	-	-	-	-	-	-	-	-	-	-	-	40.00	-
Refund to ETF	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Sub-Total (Transfers)</b>	<b>417.83</b>	<b>104.46</b>	<b>313.37</b>	<b>81.82</b>	<b>66.20</b>	<b>69.69</b>	<b>207.79</b>	<b>(44.77)</b>	<b>(42.86)</b>	<b>(6.59)</b>	<b>(9.95)</b>	<b>(105.58)</b>	<b>(33.69)</b>
<b>TOTAL EXPENDITURE</b>	<b>4,484.75</b>	<b>1,121.19</b>	<b>3,363.56</b>	<b>891.49</b>	<b>1,020.67</b>	<b>1,249.45</b>	<b>3,161.61</b>						
<b>Deficit/Surplus</b>	<b>(1,138.64)</b>	<b>(224.11)</b>	<b>(752.48)</b>	<b>(255.19)</b>	<b>(332.65)</b>	<b>(482.35)</b>	<b>(1,300.19)</b>	<b>(208.19)</b>	<b>73.27</b>	<b>(59.60)</b>	<b>8.80</b>	<b>(447.61)</b>	<b>52.61</b>
<b>FINANCING ITEMS</b>													
Privatization Proceeds	16.91	4.23	12.68	-	-	3.03	3.03	(1.20)	(28.43)	3.03	-	(9.66)	(76.14)
Signature Bonus	42.44	10.61	31.83	-	-	20.66	20.66	10.05	94.72	20.66	-	(11.17)	(35.09)
Sharing from Stabilisation Fund	225.00	56.25	168.75	-	-	-	-	(56.25)	(100.00)	-	-	(168.75)	(100.00)
Domestic borrowing (FGN Bond)	852.27	213.07	639.20	221.00	255.00	191.00	667.00	(22.07)	(10.36)	(64.00)	(25.10)	27.80	4.35
2010 International Bond (\$500M)	-	-	-	73.33	-	-	73.33	-	-	-	-	73.33	-
Borrowing from Special A/c	-	-	-	-	95.00	(95.00)	-	(95.00)	-	(190.00)	(200.00)	-	-
<b>Sub-Total</b>	<b>1,136.62</b>	<b>284.16</b>	<b>852.47</b>	<b>294.33</b>	<b>350.00</b>	<b>110.69</b>	<b>764.01</b>	<b>(164.47)</b>	<b>(57.88)</b>	<b>(230.32)</b>	<b>(65.80)</b>	<b>(88.45)</b>	<b>(10.38)</b>
<b>Net Deficit / Surplus</b>	<b>(0.02)</b>	<b>(0.00)</b>	<b>(0.01)</b>	<b>(60.86)</b>	<b>(102.65)</b>	<b>(171.67)</b>	<b>(536.08)</b>	<b>(372.66)</b>		<b>(270.12)</b>	<b>268.41</b>	<b>(636.06)</b>	

Source: OAGF and Budget Office

**NOTES:** Releases to INEC & NASS were included in Overhead; Transfer to FCT/FIRS are to be deducted from Independent Revenue Collections, and Refund to ETF relates to payback of surr borrowed to fund the 2010 Budget.

**Chart 13: Pictorial Representation of Selected MDAs Utilization**



Source: BOF and OAGF

### 3.5.5 Performance of the Financing Items

45. As specified in the 2011 fiscal framework, the quarterly funding of the budget was projected as N837.03 billion, while the aggregate quarterly expenditure was estimated as N1,121.19 billion. This resulted in an estimated quarterly deficit of N284.16 billion and was expected to be financed through privatization proceeds of N4.23 billion, signature bonus of N10.61 billion, sharing from stabilisation fund account of N56.25 billion and domestic borrowing (FGN Bond) of N213.07 billion.

46. In the third quarter, a total of N214.69 billion was realized from the financing items. A breakdown of this shows that N3.03 billion was realised from privatization proceeds, N20.66 billion from signature bonus and N191 billion from domestic borrowing (FGN Bond) while N95 billion that was borrowed from the special accounts in the second quarter was paid back in the third quarter. As at September 2011, a total of N764.01 billion had been realised from the financing items.

47. In the next chapter, we report on the physical project inspection visits.

billion (or 97.33%) was utilized to implement the following projects visited by the teams:

*i. Development of Idu Industrial Area 1<sup>b</sup> Engineering Infrastructures*

The project involves the development of engineering infrastructures in the industrial area. It

entails: the provision of 13.5m (3 lane) double carriage arterial road; 10m (2 lane) double carriage industrial collector road; 10m (2 lane) single carriage industrial local road; water supply network; underground storm



**Picture 1:** On-going construction of Bridge at Idu Engineering Infrastructure

water and foul sewer drains; electric power supply and street lighting 13 nos. of culverts; interceptor sewer line with a package sewage treatment plant; 1 no. additional electric power substation (33/11 KVA); telecommunication ducts; vehicular & pedestrian bridges at 4 locations and 3 nos. lorry parks.

The contract was awarded to Messrs Salini Nigeria Ltd. at an initial cost of N3.19 billion (on-shore) plus €73.11 million (off-shore) component in September 2002, but was revised to N6.093 billion onshore plus €186.52 million (off-shore). The upward review of the contract sum was to cater for changes in the specifications, engineering designs, increase in the number of bridges, introduction of large storm water drainage channel and the provision of the additional lorry park consequent upon the increase in the size of the industrial area. Work on the project commenced in September, 2003 and is scheduled for completion in March 2012.

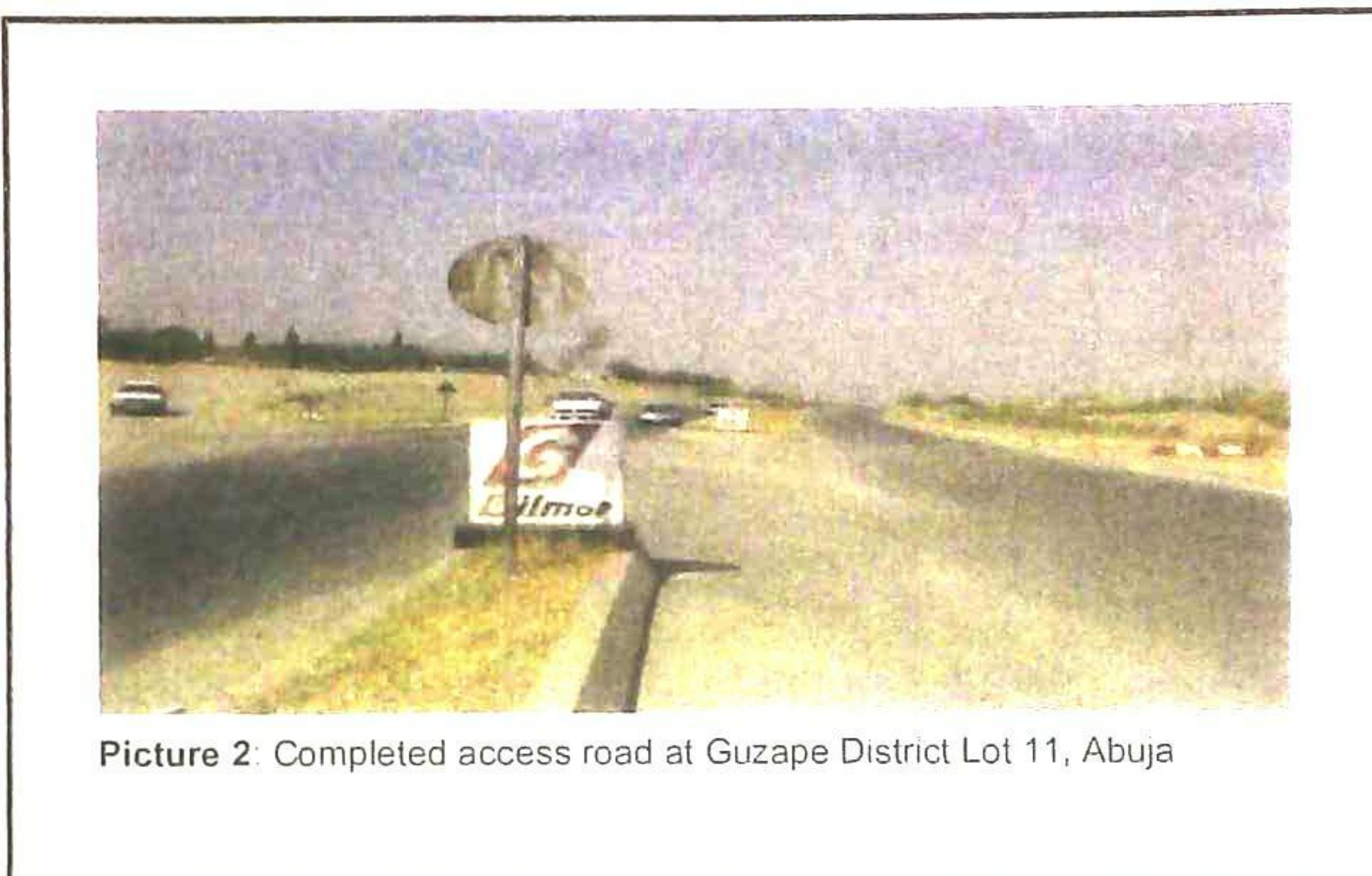
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The scope of work involves site clearance and earthworks, the construction of surface drainages, road works, 11Nos. bridges, confirmatory soil tests, culverts, power supply and street light, conduits for post and telecommunication.

Others are Yar'adua Memorial Monument, access road and slipways. The

contract was

awarded to Messrs Julius Berger (Nigeria) Limited at a cost of N59.22 billion in May, 2009, with an initial completion date of 13<sup>th</sup> April 2011. However, the completion date was extended to 11<sup>th</sup> April 2012 due to funding challenges. The sum of N3.78 billion was appropriated for it in 2011 Budget while N7.42 was to be sourced through FGN Bonds.



Picture 2: Completed access road at Guzape District Lot 11, Abuja

### FINDINGS:

As at the time of monitoring, the sum of N2.8 billion released through the issuance of FGN bonds by the Debt Management Office had been available for its implementation. The project had a total of N34.33 billion of work done certified to date out of which N30.64 billion had been paid while N3.69 billion was outstanding. Actual work done within the period include: 6.31km of service carriageway, 1.07km length of electrical ducts, 132km of street light poles and 1.57km length of telecommunication ducts. The cumulative implementation rate was at about 50%.

### *iii Rehabilitation and Expansion of Airport Expressway Lot II*

The project comprises the rehabilitation of Lot II of the 12.5 km dual carriageway and its expansion to a 10-lane carriageway, inclusive of the service lanes on both



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The sum of N2.5 billion was appropriated for the project in the 2011 Budget but N1.4 billion had been released to for its implementation by the Ministry as at the time of monitoring. A total of N29.23 billion of works had been certified to date. Of this, N28.38 billion had been paid to achieve while the project was at 25% cumulative level of implementation.

### FINDINGS:

As at the time of monitoring, the following works had been completed: excavation of Cultural Centre; National Square and connecting Tunnel; Foundation in Plant and Millennium Tower; Basement Car Park foundation; spilling works in Millennium Tower and Cultural Centre areas etc. The super structure (re-enforcement) works at the restaurant component (7<sup>th</sup> floor), Building B (Hotel) and Building A (Museum); and excavation works at the swimming pool arena, amongst others were all in progress.

### CHALLENGES:

Inadequate funding by FCTA has been identified as a setback in the completion of the project as scheduled. This and many others in this Report further accentuate the need for MDAs to apply available scarce resources to the completion and exit from a few projects rather than embarking on new ones.

### RECOMMENDATION:

It is critical that MDAs make adequate feasibility plans and provide final designs for the implementation of their projects. Projects like this, with capital outlay in excess of their annual capital budget allocations, may be better implemented in collaboration with the private sector.

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of various sizes of underground storm water drainage system, 35 Nos. manholes, 2.05km of various sizes of underground foul sewers, 350m telecommunication ducts, 698m power ducts and 1.33km asphalt road works. It was further revealed that due to a revision in scope of work, the approval for the variation of the contract sum and extension of the completion period to December 2012 was being awaited.

### CHALLENGES:

Information obtained at the project site indicated that the primary challenges are: delay in payment for certified works, completion of the final (revised) engineering design and payment of compensation and resettlement of indigenes from the Technology park confines, encumbrances from Pyakasa Science Secondary School and other structures within the Right Of Way (ROW).

### *vi. Provision of Engineering Infrastructure to Guzape District Lot 11 Abuja*

The project was designed to provide engineering infrastructure to Guzape district which includes: road networks; storm water drainage; potable water supply; electric power substations; telecommunication ducts; foul sewage and treatment plant. When completed, the project is expected to reduce the volume of traffic along Nyanya-AYA road through the linkage of road work currently going on around Sun Rise City near the AYA flyover.

The contract for its implementation was awarded to Messrs Gilmor Engineering Nigeria Limited in March 2003, at the initial cost of ₦14 billion which was revised to ₦26.35 billion due to variation in the scope of work, necessitating a new completion date of October, 2012. The sum of ₦6.7 billion was appropriated for the project in the 2011 fiscal year. The total sum of ₦9.46 billion had been committed to the project to date.

### FINDINGS:

As at the time of monitoring, work done included: laying of asphalt (Binder Course) on all the existing road networks, provision of a substratum with transformers, water works station and sewage line. The sub-structure of the

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The contract was awarded to Messrs Dantata & Sawoe Construction Company (Nig) Ltd at a cost of N66.83 billion in May 2009 with completion scheduled for November 2011. 60% of this project cost is being funded through the Ministry's Statutory budget (FGN Bonds) while the balance is from the FGN budget. The sum of N2.78 billion was appropriated for the project in the 2011 Budget while N10.3 billion was to come from the Ministry's statutory allocation. Though the project had had no funds released to it by the FCTA in the year as at end of the quarter, the sum of N49.49 billion had so far been committed to the project from inception. The project was at about 75% level of implementation.

### FINDINGS:

As at the time of monitoring, the contractor had completed the construction of 2nos. river bridges at CH14 + 226, new and extension of existing pipe and box culverts, and 5nos. pedestrian bridges. Scarification, earth work and power supply and street lighting among others were in progress at various levels of completion.

### CHALLENGES:

The team gathered that the implementation challenges included the management of traffic on the road, and the relocation of existing services such as water lines and telecom lines. Also constituting obstacles to the programmed implementation of the project was the construction of additional bridges to accommodate the railway line crossing the road which was yet to be resolved as it was not in the original scope. The outstanding certificates amount to N1.64 billion.

### *viii. Rehabilitation and Expansion of Outer Northern Expressway (ONEX) Lot II*

The project was designed to construct a ten-lane carriageway with five (5) carriageways on both sides of the road from 19+500 kilometer to 39+750 kilometer stretch. The project which covers a total of 19.5 kilometers included: the construction of the main carriageways and service lanes on both sides, three (3) interchanges, six (6) pedestrian bridges, concrete crash barriers, four (4) number of special U-turns, pipe culverts, and box culverts of different sizes,

*ix. Development of Karmo Residential District Infrastructure.*

This project was designed to provide accommodation for workers in the Idu Industrial Area of Abuja. The implementation was contracted to Messrs SCC Nig. Ltd. in February 2002 at a cost of N14.2 billion (on-shore) and \$251.4 million (off-shore). Work commenced in September 2003, and was scheduled for completion in December 2005. The contract sum was subsequently revised to N22 billion and \$386.3 million (on and off-Shore respectively) due to an increase in the number of plots and the associated road networks and services in the scheme. It is now scheduled for completion in December 2012 following changes in specifications: from surface to underground drainage networks, roads expansion, and other additional works (like - Sewage, Telecoms, etc.).

The sum of N2.1 billion was appropriated for the project in 2011 Budget. Data from the Ministry indicate that no release had been made to the project as at the time of monitoring by the supervising Ministry. The project had attained 83% level of completion with overall financial commitment of N9.4 billion and \$165 million.

FINDINGS:

As at the time of monitoring, the following works had been executed: 67.60Km of asphaltic binder course, 79.91Km thick crushed rock sub-base/base material; 35.68Km kerb work, 5.62Km R/C drain pipe, and 242nos storm manholes. Others are 312nos. trunk/main sewer manholes, 2.02Km drain pipe, 25.32m Steel/UPVC water pipe, 3.15 sewer pipes, 44.50Km cables of various sizes, 15 MVA Sub-station, 247 street light poles, 7.87Km telecom duct and 150 manholes.

CHALLENGES:

The team was informed that the non-payment of outstanding certificates as at when due, illegal quarrying of sand, non-resettlement of Peji and Karmo residents and inadequate funding by the FCTA slowed down the pace of work in the period. Here again, we believe that focus on fewer projects for aggressive funding would be a better strategy for quick completion and rollout for service delivery.

Areas-Obi, Keana and Awe to the state capital. The project, when completed will, reduce travel cost and travel time between Taraba and Nasarawa states.

The contract was awarded to Messrs Triacta Nigeria Limited in September, 2010 at the cost of N7.9 billion and is scheduled for completion in September, 2012. The sum of N1.9 billion was appropriated for the project in the 2011 Budget. Of this amount, only N731.62 million released to the project as at end of the second quarter of the year had been made so far in 2011. However, a total of N1.92 billion had been committed to the project since inception to achieve a cumulative implementation of 36.58%.

### FINDINGS

As at the time of visit, work done included: 13km earthwork, sub-base, prime coat, base course and binder; 200mm thick laterite sub-base on carriage way and shoulders with asphaltic and stone base works at 58.5km range.

#### *ii. Rehabilitation of Agaei-Katcha-Baro Road in Niger State: Contract No. 6038*

The project includes the expansion of the 17km long road, construction of the associated pavements, culverts, side drains and 2Nos. mini bridges. It was awarded to Messrs Impresit Bakolori PLC in December 2009, at the cost of N1.6 billion with completion scheduled for September 2010. The completion date was however revised to March 2012 due to funding challenges which is not unconnected with the challenges of poor project implementation plans in the MDAs.

The sum of N593.2 million was appropriated for the project in the 2011 Budget. This project is another example of MDAs' projects that are without proper implementation plans and which have often resulted in revisions to project scope, costs, and delivery dates on the one part, and inadequate funding on the other. Consequently, no portion of the budgeted funds had been released as at end of the third quarter. However, the sum of N564.1 million had been committed as

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### FINDINGS:

At the time of monitoring, a total stretch of 35.83km had been fully rehabilitated under phase 1 of the contract. The road was already under maintenance period, which will lapse on the 7<sup>th</sup> April, 2012.

### CHALLENGES:

The Contractor's representative informed the monitoring team that the sum of N2.8 billion was still outstanding even though the contract had been substantially completed.

#### *iv. Completion of the Construction of Mararaba–Bali Road in Taraba State C/No. 5105A*

This project is aimed at completing the construction of 102km Mararaba–Bali Road in Taraba State. It includes the provision of site clearance, earthwork, culverts, drains, surfacing and bridge works. When completed it is expected to open up the rural areas and facilitate transportation of people, agricultural produce and other services, thereby improving the economy of the neighbouring communities. The contract for the project was initially awarded to Messrs Stirling Civil Engineering Nigeria Limited in 1999 but the contract was terminated in 2004 due to poor performance after completing 35km of the road.

In December 2005, the contract for the completion of the remaining part of the road (67Km) was awarded to Messrs Mould Nigeria Limited at the cost of N5.16 billion. The sum of N375 million was appropriated for the project in the 2011 Budget though release was yet to be made on it while a total of N4.45 billion had been committed to the project so far.

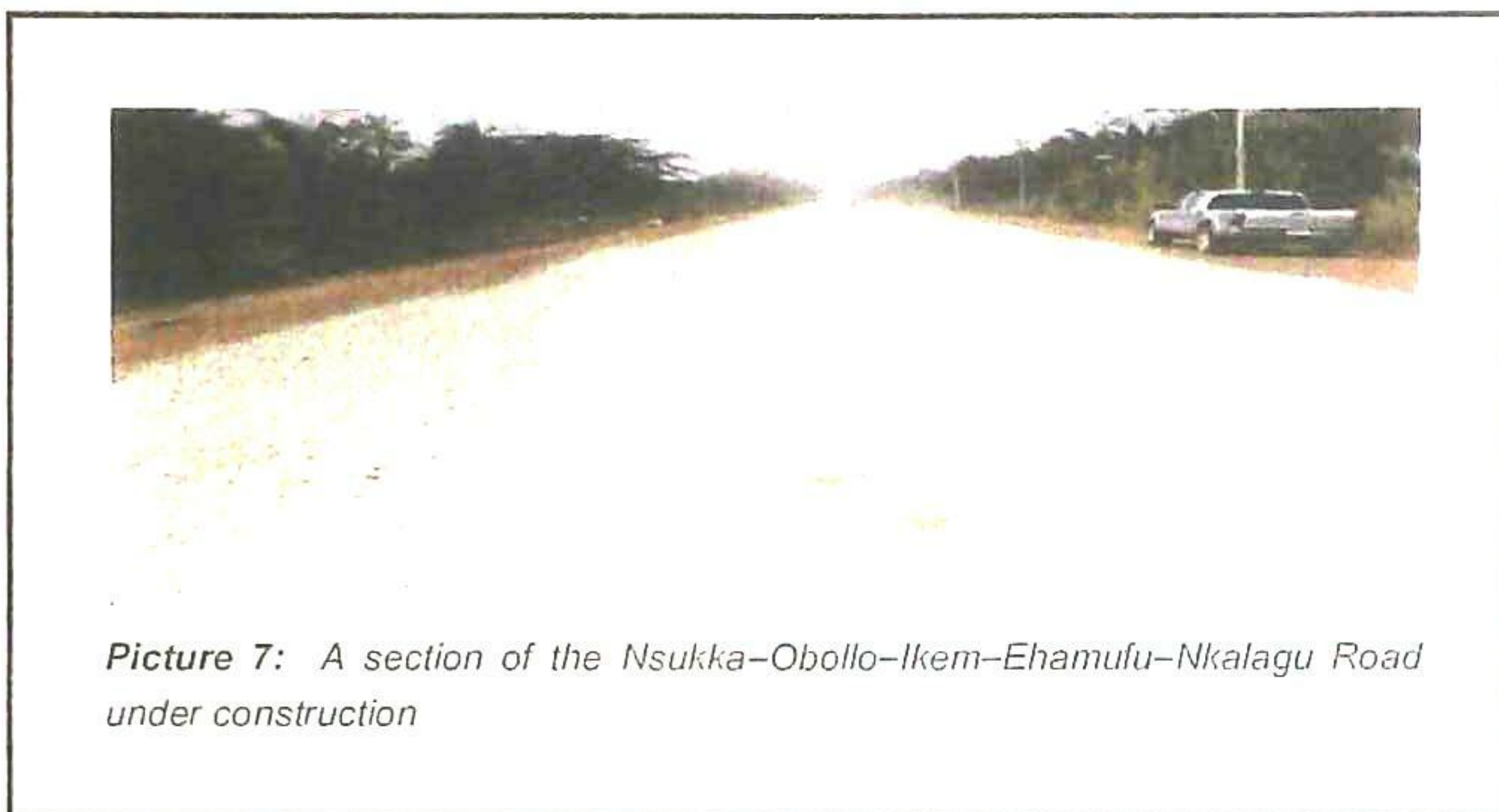
### FINDINGS:

The team gathered that the Contractor agreed to remobilize to site following the upward review of the contract by N900m as a requirement to complete the work. The outstanding work was 7km of the road work.

vi. *Rehabilitation of Nsukka–Obollo–Ikem–Ehamufu–Nkalagu Road in Enugu and Ebonyi States, Contract No. 5962*

The road traverses a distance of 85.6 km from Nsukka in Enugu State and terminates at the Nkalagu junction of the Enugu–Abakaliki expressway (km 85 + 600). The scope of work includes site clearance, de-silting sand debris on the carriageway,

drains and culverts, earthworks, scarification of failed sections of the existing asphalt concrete carriageway, excavation of culvert and lined drains, and the



*Picture 7: A section of the Nsukka–Obollo–Ikem–Ehamufu–Nkalagu Road under construction*

construction of 3nos bridges among others. Upon completion, the project is expected to ease transportation in the neighbouring communities and boost the local economy.

The work was contracted to Messrs MIFE Construction (Nig.) Ltd at a cost of N6.45 billion in December 2009, with a completion period of 25 months (i.e., January 2012). The sum of N375 million was budgeted, released and utilized on the project in 2011. A total of N1.54 billion had been committed to the project since inception.

FINDINGS:

The work on the project was concentrated mainly on the section between Ehamufu and Obollo-Afor towns. As at the time of monitoring, clearance of about 47km of the site, scarification of bituminous surfaces for 30km, laying of sub-base materials for 22.5km, and the laying of stone base materials had been

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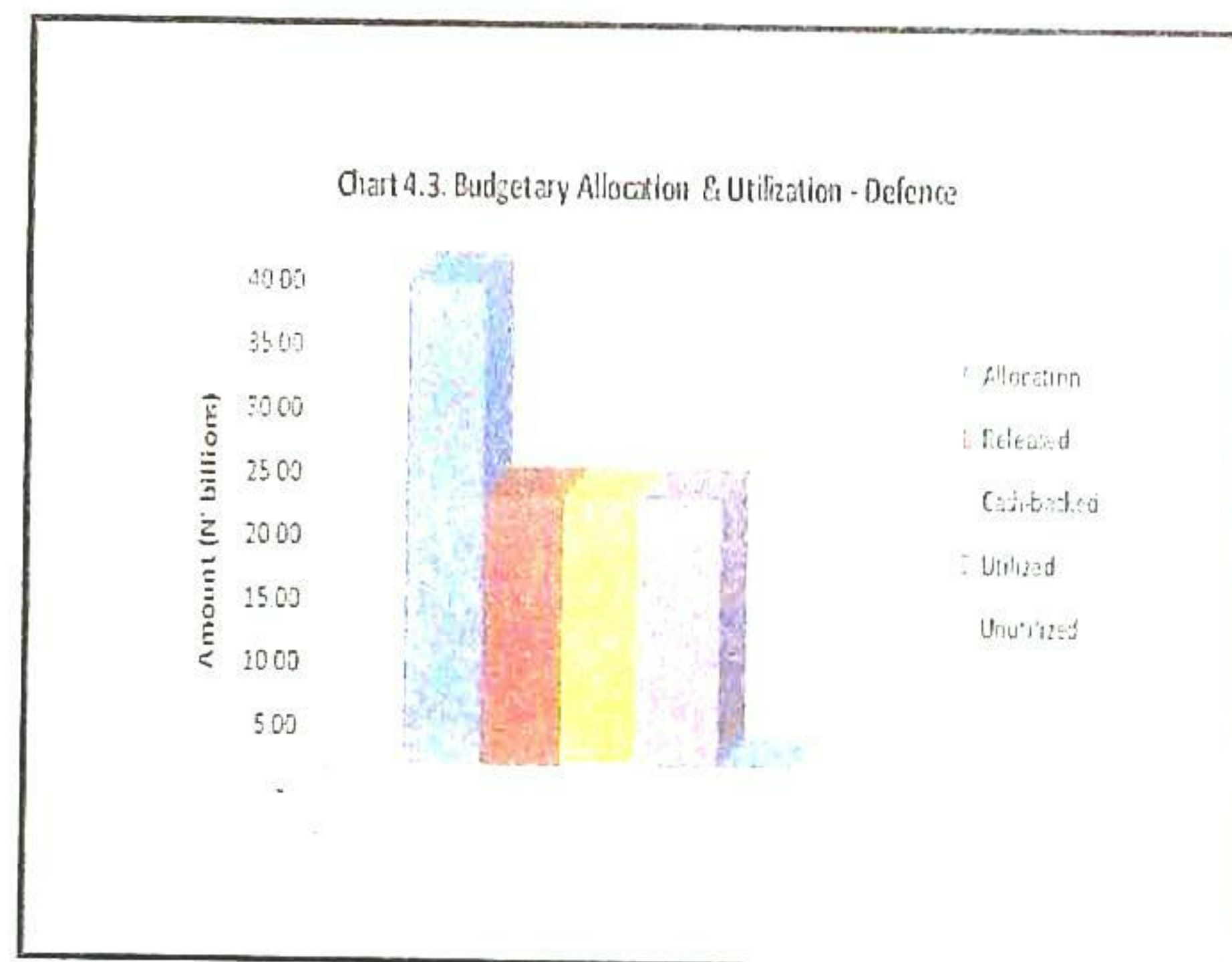
brings the total financial commitment since inception to N2.39 billion to achieve 19% implementation.

### FINDINGS:

The team discovered that 12 nos. pipe culverts, 1no. box culvert and 1.6km U-channel drains had been laid. Ongoing works include further site clearance, earth works, pavement, and the construction of bridges '1' and '4' were at various levels of completion.

### DEFENCE SECTOR

52. One of the main thrusts of the present administration's Transformation Agenda is the maintenance of peace and national security to achieve inclusive growth. Towards achieving this goal, the sector was allocated N38.25 billion in the 2011 Budget for the execution of its capital projects and programmes. Of this sum, N21.39 billion and N21.35 billion were released and utilized respectively as at the time of this report. This represents 99.8% utilization of its capital budget releases in the first three quarters of the year. The following projects were monitored.



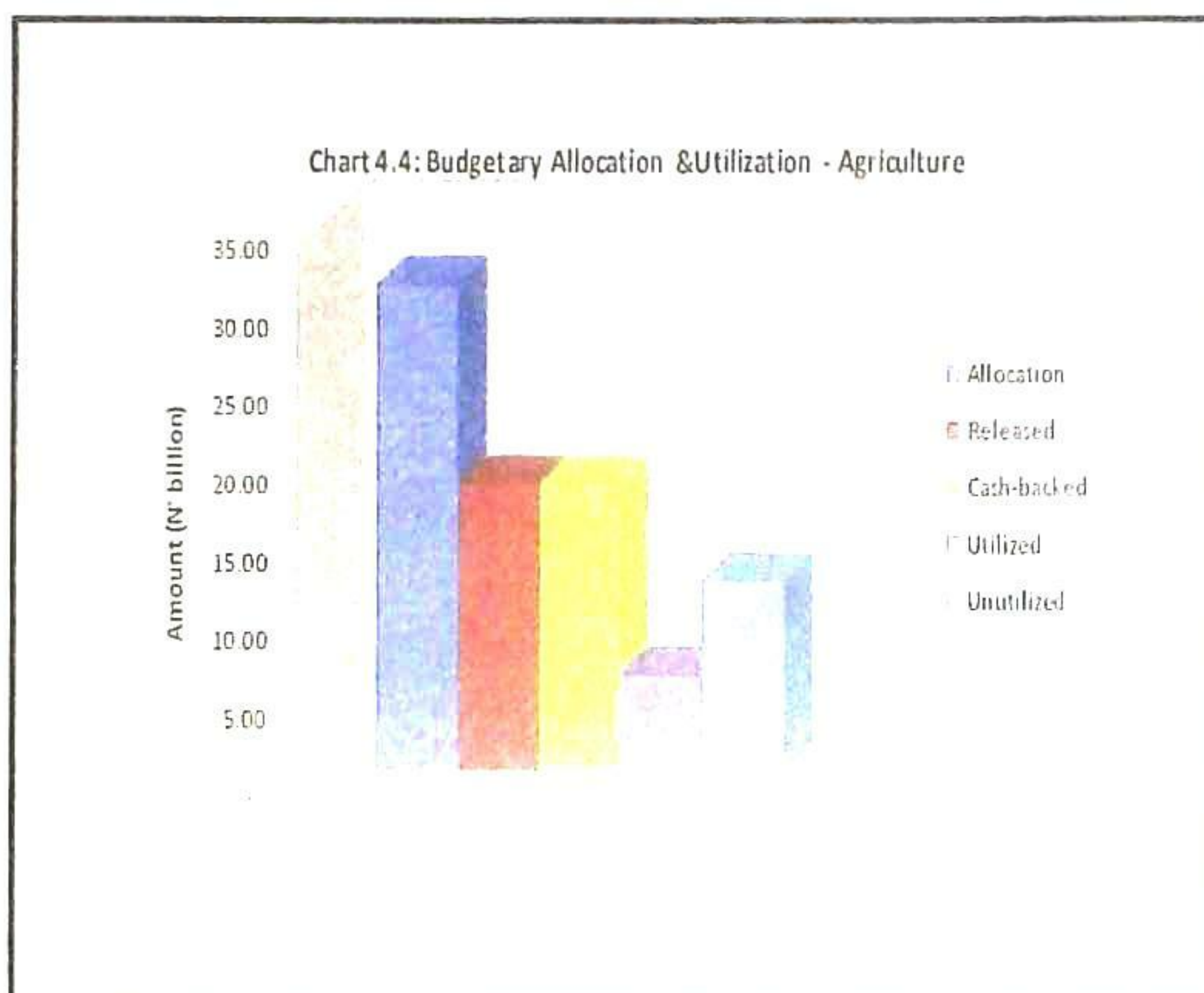
#### *i. Barracks Rehabilitation by the Nigeria Army (NA) Engineers*

The purpose of the project is to rehabilitate dilapidated residential and office buildings in all the Nigerian Army Barracks. The sum of N634.5 million was budgeted for the project in the 2011 Budget for the execution of the following components of the project: 14 Brigade, Ohafia (N371 million), Ikeja Cantonment (200 million), 2 FAB, Abeokuta (N34 million), 103 BM Enugu (N16 million), PKO Camp, Abuja (N12.6 million).



## AGRICULTURE SECTOR

53. The Ministry is charged with the responsibility of ensuring optimal performance of this sector by fashioning effective regulatory framework for the actualization of improved yield through research and development, development of the relevant value chains, and application of appropriate technology to ensure sustained food security in line with government's Transformation Agenda. The Ministry had an appropriation of N31.4 billion in the 2011 Budget. Of this amount, N18.53 billion had been released and cash backed while N6.22 billion (33.58%) had been utilized as at the end of the third quarter. The following projects were monitored.



i) *National Veterinary Research Institute, Vom, Plateau State.*

The Institute was established in 1924 with a mandate of conducting research into all aspects of animal diseases, treatment and control; development and production of animal vaccines; surveillance and diagnosis of animal diseases. Its other responsibilities include: the introduction of exotic stock for improved egg, meat and milk production; provide extension services to poultry and livestock farmers. It also engages in the training of intermediate manpower in Veterinary Laboratory Technology, Animal Health and Production Technology.

The Institute had an allocation of N592.43 million for the execution of its capital projects and programmes in the 2011 Budget. Of this amount, N108.29 million was released in the quarter while a total of N342.64 million had so far been

eventual production of vaccines, it would meet the livestock and poultry vaccine needs for local consumption and export.

iii. *Fencing of the Institute Headquarters:*

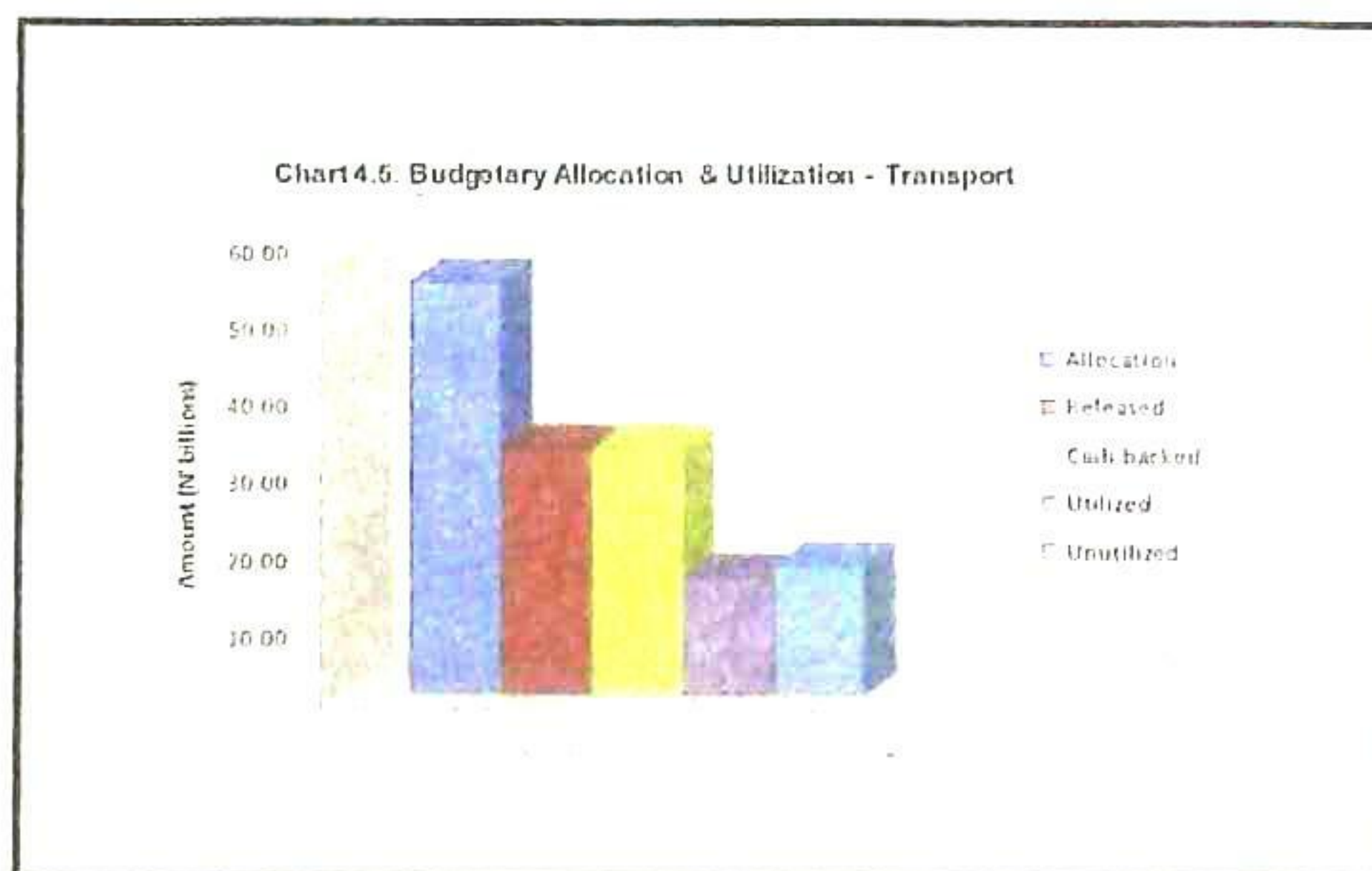
The project includes the construction of about 50km length of fence; and it is aimed at improving security of lives and properties within the institute. The contract was awarded to Messrs Mikostic Nig Ltd at an estimated cost of N150.45 million with an expected completion date of December, 2013. The sum of N57.84 million was appropriated to it in the 2011 Budget out of which N10.7 million had been released and fully utilized. The project had achieved 7.9% level of completion as at the time of monitoring.

FINDINGS

As at the time of monitoring, about 600 meters of the fence had been constructed. The team gathered from the project personnel that the slow pace of work was due largely to delayed release of funds to the project by the supervising Ministry. This may however not be unconnected with the paucity of funds arising from MDAs spreading scarce resources thinly among several projects. It would be important that the MDA appropriately prioritize its capital projects and only embark on projects that can be optimally implemented within the fiscal year.

**TRANSPORT SECTOR**

54. Today, land and water transportation accounts for the bulk of commerce and other mobility in the country. This informs the government’s policy thrust to evolve a multimodal, integrated and sustainable transport system with much emphasis on rail and inland waterways transportation. Towards the achievement of the government’s plan for the sector, N53.98 billion was allocated to the



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ongoing, flooding of the route had been checked while passenger train services from Minna to Kano had commenced. Work done so far included the repairs of the tracks while dredging works were ongoing.

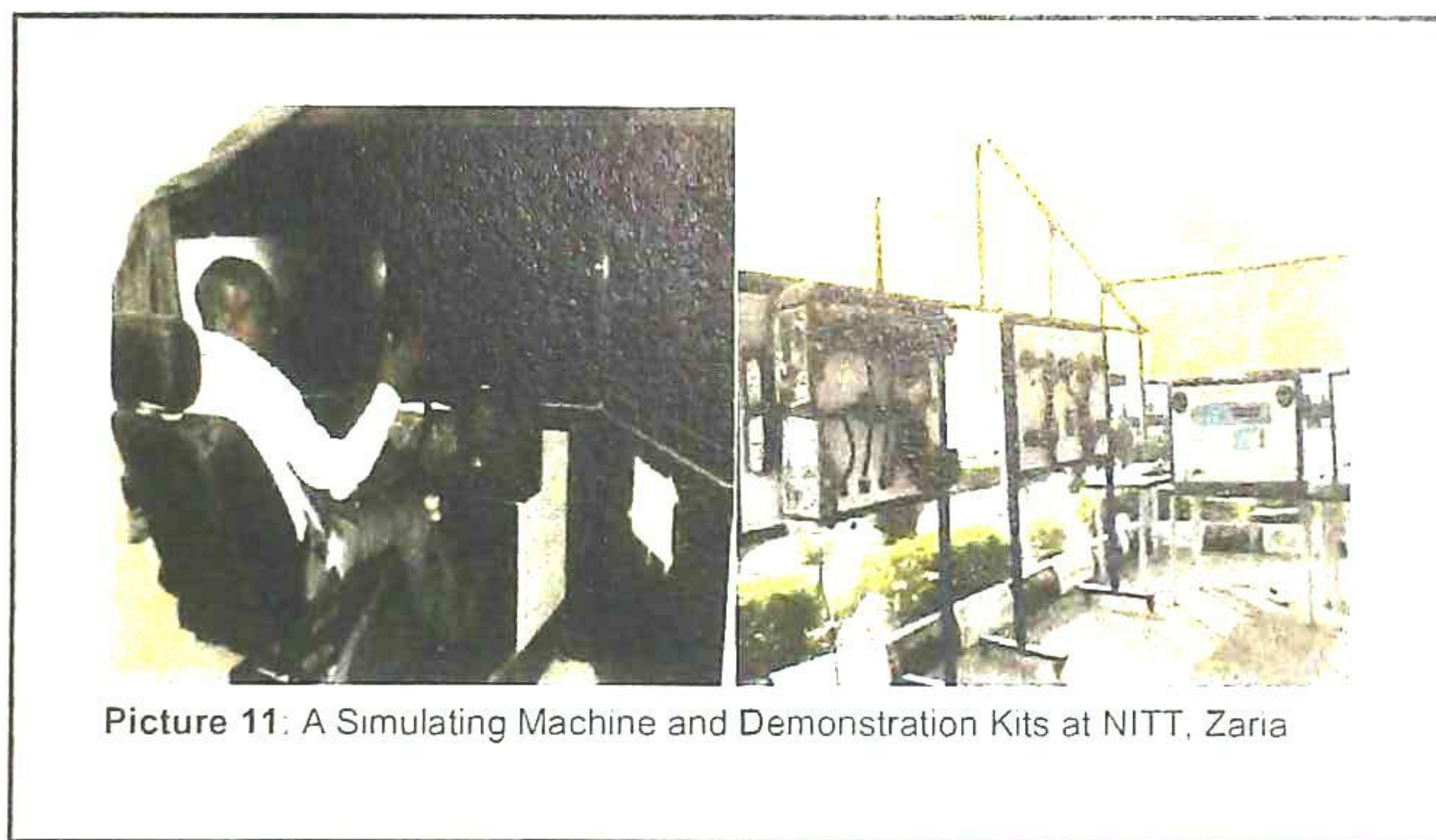
### ii. *Nigerian Institute of Transport Technology, Zaria*

The institute is a professional training centre established to provide world class training research and proffer solutions to all issues related to transportation in Nigeria and Africa. The sum of N4.23 billion was appropriated to it in the 2011 Budget, out of which N2.36 billion was released and utilized for the execution of projects including the following:

#### a) *Equipping of Transport Technology Centre*

The project includes the provision of workshop equipment and two simulators for

various modes of transportation in the country. The contract was awarded to Messrs Danmarke Trading & others at a cost of N4.6



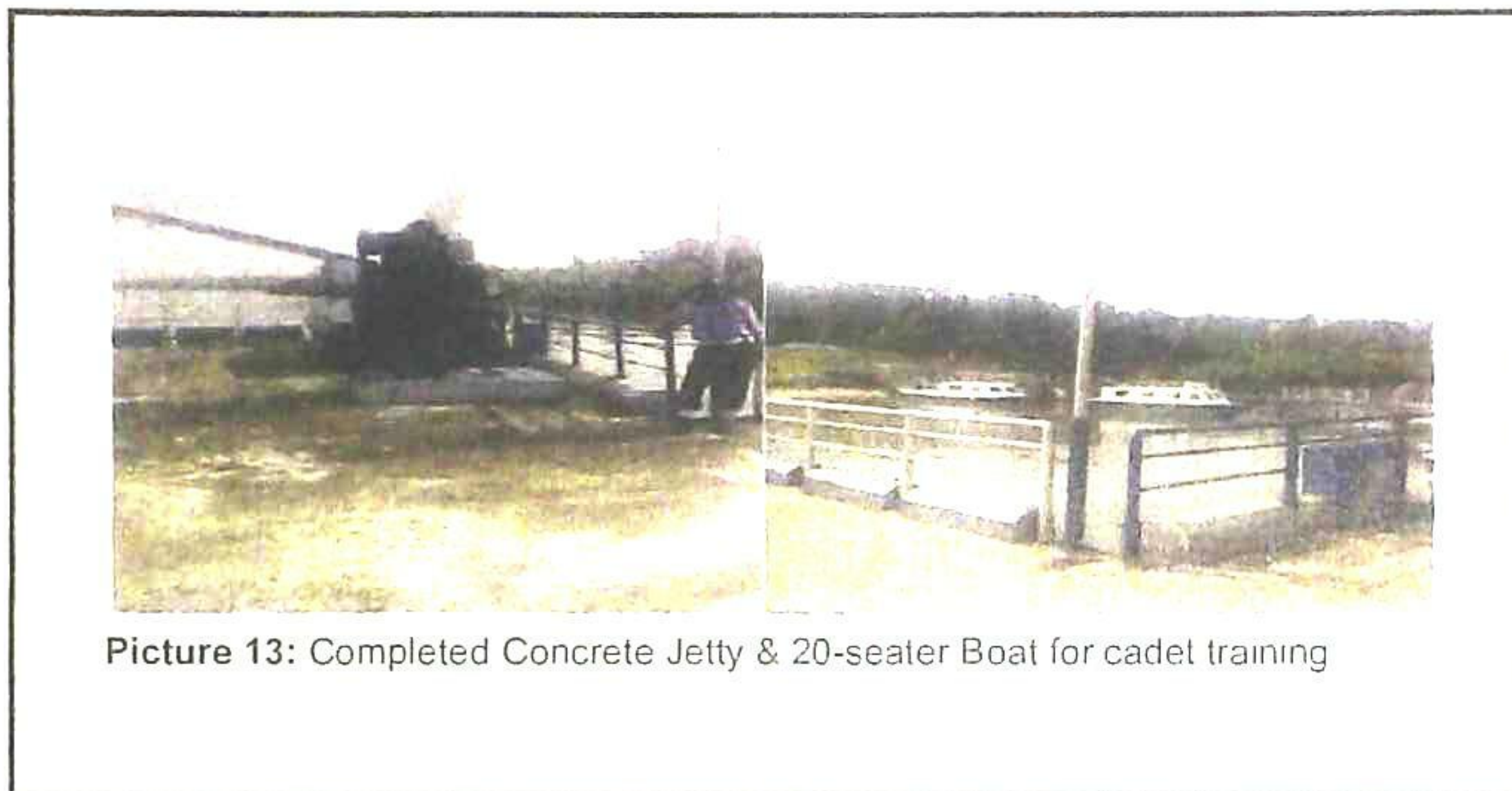
Picture 11: A Simulating Machine and Demonstration Kits at NITT, Zaria

billion in November, 2010 and it is expected to be completed in November, 2012.

The sum of N2.35 billion was appropriated in the 2011 Budget out of which N480.73 million was released and utilized in the quarter. A total of N4.2 billion had been expended on the project from inception to bring it to a cumulative 90% level of completion.

iii. *Development of Boat/Ship Building Yard at Maritime Academy, Oron, Akwa Ibom State*

The project entails the construction of concrete Jetty shore protection and sand fill, slipway, boat building maintenance workshop, fire station, generator



Picture 13: Completed Concrete Jetty & 20-seater Boat for cadet training

house, windlass house, gantry crane, storage tanks for fuels and lubricants, overhead water tank and borehole and external lighting. The project, when completed, will update and improve training capacity for Cadets/Students and meet up with the National Universities Commission (NUC) accreditation requirements.

The contract for its implementation was awarded to Messrs Cannonic Associates and NET Engineering Ltd., in June, 2009, at a total cost of N2.5 billion and with completion scheduled for December, 2014. The contract was later reviewed downward to N1.39 billion following the direct intervention by the presidency in constructing the concrete Jetty, and provision of 20-seater boat for Cadet training. The 2011 Budget made provision of N470.7 million for the project. Of this, the sum of N275.6 million had so far been released, out of which N158.8 million was utilized on consultancy services, design and construction of wooden jetty in this fiscal year.

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Bicycle Shed and Guard House were at various levels of completion. Cumulatively, the project had attained 70% level of completion.

### v. *Rehabilitation of Onitsha River Port and Cargo Handling Equipment*

The project entails the rehabilitation of nine existing buildings as well the construction of 22Nos. of new ones which comprise of Transit Shed/Warehouse, Workshop, Fire Station, Police Building, Port Operation Building, nine (9) 3-bedroom Senior Staff Quarters, eleven (11) 2-bedroom semi-detached Junior Staff Quarters, Pump House etc. Also included in the scope of work is the procurement of 2Nos. Mobile Harbour Crane, Reach Staker, 2Nos. Forklifts, an 80 tons Mobile

Crane and a Trailer. When completed, the project will provide safe landing facilities for passengers and efficient cargo handling. This will also



*Picture 15: Units of 3-Bedroom Senior Staff Quarters at Onitsha River*

ease the stress on our roads as heavy goods would alternatively be transported through the river port.

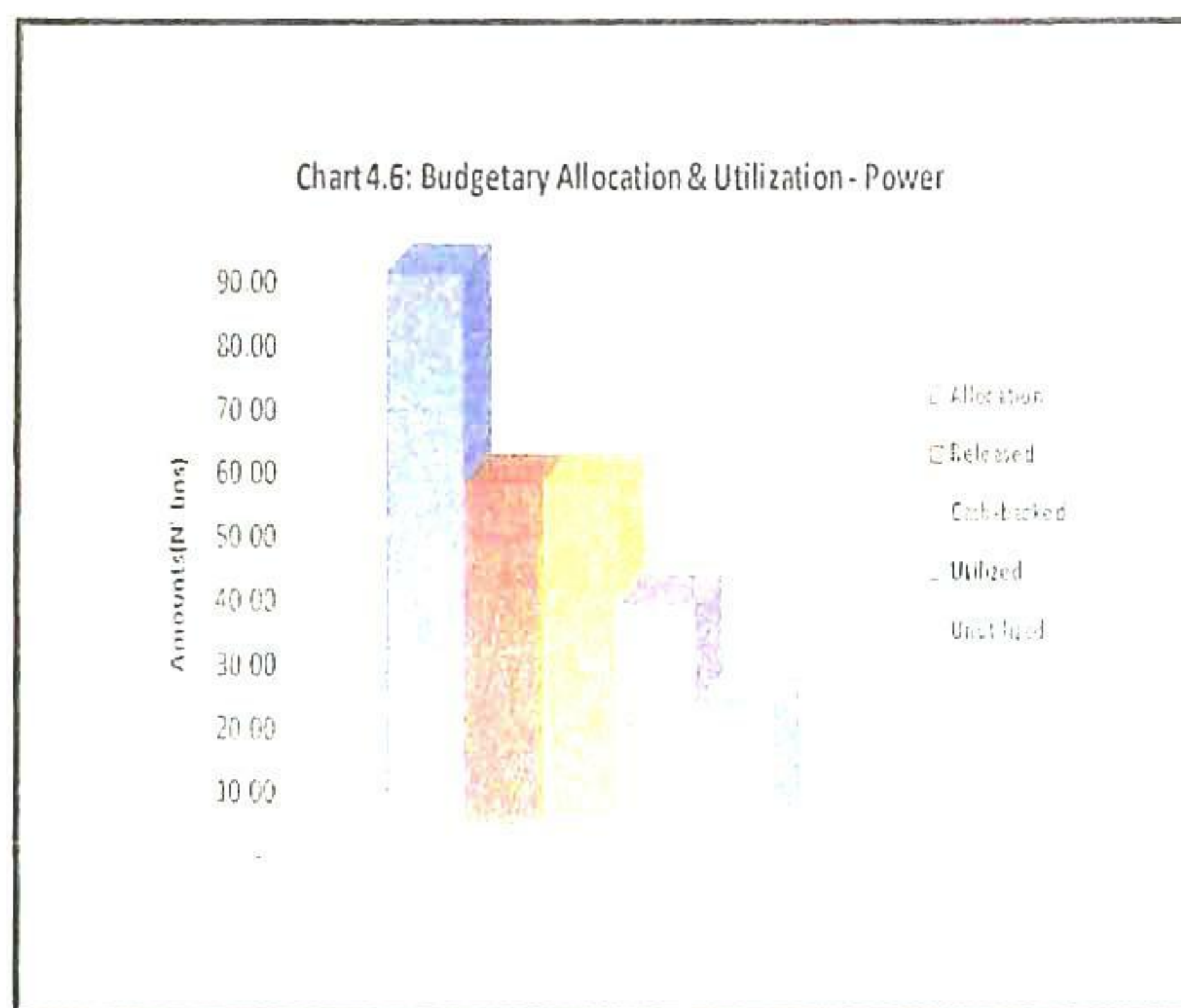
The contract was awarded to Messrs Inter-Bau Construction Ltd at a cost of N4.1 billion in June, 2009 and was expected to be completed in November, 2011. The sum of N270 million was allocated to the project in the 2011 Budget, out of which N107.8 million was released and utilized. N3.6 billion had been committed to the project to date.

completion of outstanding portions of the tracks, and the rehabilitation and signalling works in some sections of the rail line.

### **POWER SECTOR**

55. The link between effective power supply and inclusive economic growth lends credence to the importance of this sector to the Transformation Agenda. The provision of adequate and stable power supply is central to Government's vision of becoming one of the twenty largest economies in the world by the year 2020.

Towards this goal, the sector was allocated a total of N87.25 billion (or 7.6% of the capital budget) in the 2011 Budget. Of this amount, the sum of N54.053 billion had been released and cash backed as at the



end of the third quarter, while N35.053 billion (or 35.15%) was utilized for the implementation of its capital projects and programmes.

#### *i. Katampe National Stadium 132 KV/DC Transmission Line*

This project is the construction of an 8.4km underground cable (U/GC) and 4km of overhead double circuit transmission line (132 KV/DC) from Katampe to the National stadium, Kukwaba district (FCTA). Upon completion, it is expected to improve and stabilize power supply in communities around the National Stadium and the International Airport.

Although the contract was awarded to Messrs Energo Nigeria Ltd in December 2010 at a cost of £8.25 million plus N888.57 million, implementation effectively started in July 2011 and was scheduled for completion in January 2013. The sum of N1.4 billion was appropriated for it in the 2011 Budget and as at the end of the

### *iii. 10 MW Katsina Wind Farm*

This project entails the construction and installation of a 10MW Wind Farm in Lama Rimi, Katsina State of Nigeria. The contract for this pilot project was awarded to Messrs. Vergnet S.A. of France at a cost of €18.5 million offshore plus N494.02 million onshore in June, 2010 with completion scheduled for March, 2012.

The sum of N1.14 billion was appropriated

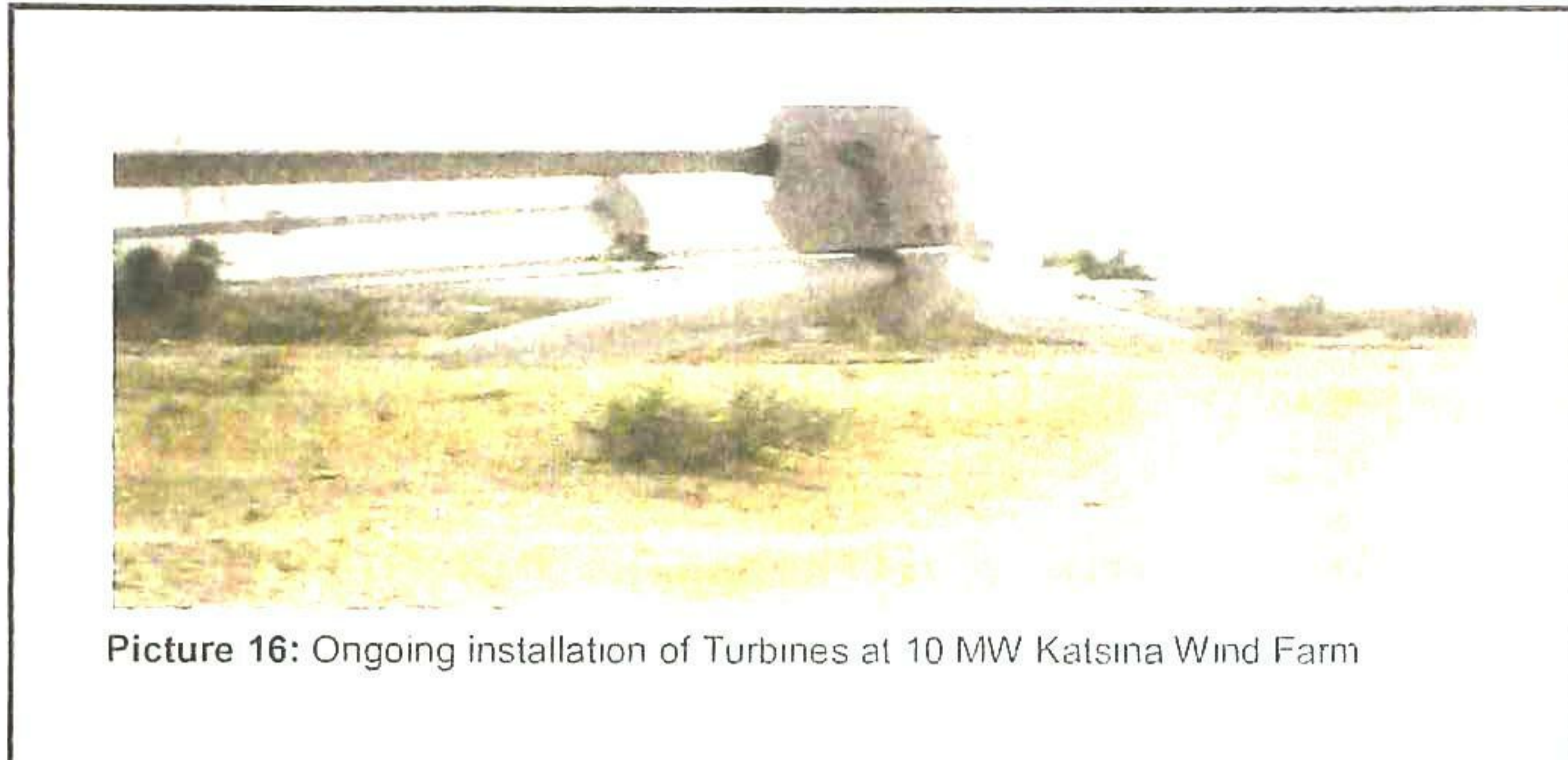
for its implementation in the 2011 Budget. Of this, N427.76 million had been released as at end of the third quarter while N235.55 million was utilized. A total of €16.039 million offshore and N255.83 million onshore had been committed to the project to date to achieve a cumulative implementation of 69.24%.

#### FINDINGS:

As at the time of monitoring, completed works included: the procurement and shipment of 37Nos. turbines to the site, while civil works on the installation were ongoing. Others were the assembling, installing and erecting machines and towers and also, the evacuation of power to the National Grid.

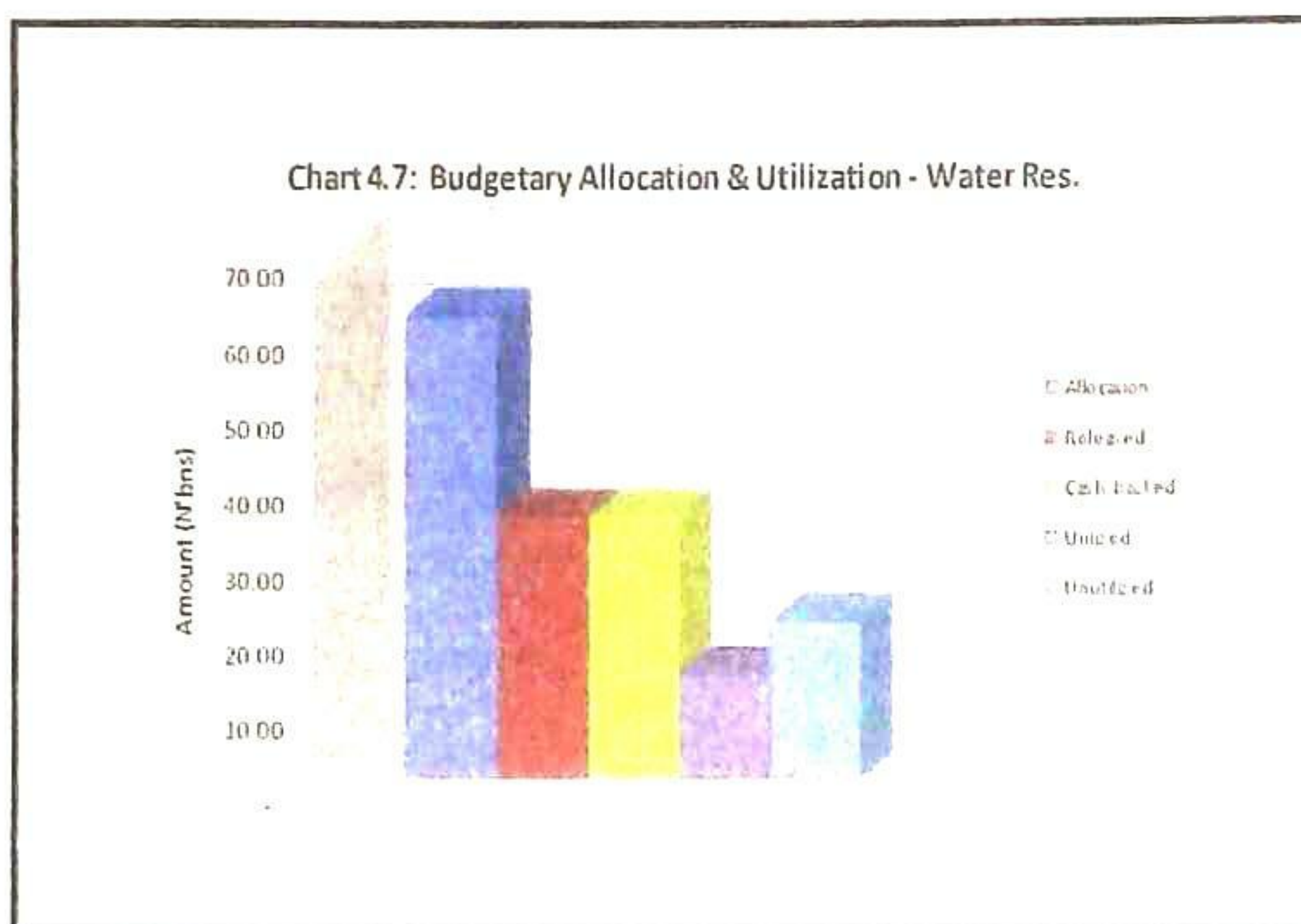
#### CHALLENGES:

The project manager informed the visiting team that the peculiar problem with the site was the lack of perimeter fencing of the site which often resulted in the occasional vandalization of electrical cables and other equipment in the site. We



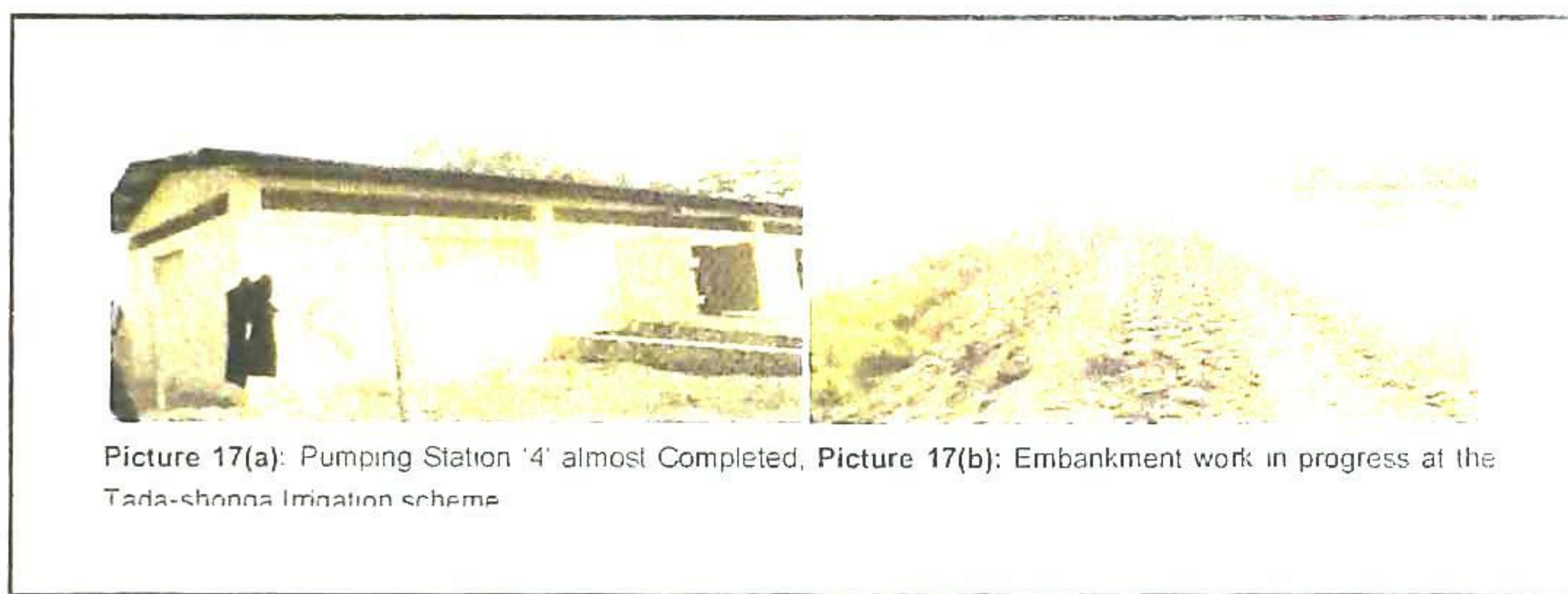
Picture 16: Ongoing installation of Turbines at 10 MW Katsina Wind Farm

In line with its importance, a total of N62.05 billion was allocated to the Ministry in the 2011 Budget. Of this amount, the sum of N35.31 billion had been released and cash backed while N14.097 billion was utilized for the implementation of its capital projects and programmes.



*i. Development of Tada-Shonga Irrigation Project in Kwara State.*

The project entails the construction of a 32km flood protection embankment (dyke); 39km of main access road and perimeter roads. It also includes the construction of 10km of the main drainage



Picture 17(a): Pumping Station '4' almost Completed, Picture 17(b): Embankment work in progress at the Tada-shonna Irrigation scheme

canal, drainage pump station and the construction of four (4) main pumping stations (including electro-mechanical works), 200km of irrigation canal as well as 3,200 hectares of irrigable land development.

Once completed, the project will facilitate the production of 53,000 metric tonnes of rice annually, with a projected market value in excess of N3 billion, through double cropping. It will also protect the vast irrigable land in the flood plains of river Niger; provide full employment to more than 20,000 farmers and youths as well as support cottage industries along the value chains. In addition, it will contribute substantially to import substitution for rice and sugar among others.



### iii. Rehabilitation of Tunga–Kawo irrigation project

The project involves rehabilitation of the existing main canal, construction of 5km of a secondary canal, repair of irrigation turn-outs, check-gates, formation of irrigable fields' canals, and construction of a 3km main drain. The project is planned for completion in two phases: Phase I will facilitate the irrigation of about 500 hectares of farmlands, whereas Phase II will improve the irrigation of additional 300 hectares.

Phase I: The contract was awarded to Messrs Gawu Kosa–Kosa Covenant Nig. Ltd. in September 2011, at the sum of N246.45 million and is scheduled for completion in June



Picture 18(a): Kasan Kogi Arm of the Canal in progress at the dam  
Picture 18(b): The existing Main Canal that requires rehabilitation

2012. The sum of N197 million was appropriated for its implementation in the 2011 Budget, while N73.94 million had been released and utilized to attain a 30% cumulative level of completion.

#### FINDINGS:

As at the time of monitoring, completed works included: the repair and replacement of drop structures, clearing and de-silting of the 3km main drain, and earthworks; while the reconstruction of 42 nos. Check-gates were in progress.

### iv. Biu Water Supply Project, Borno State

This project was conceived to provide potable water to the people of Biu and its environs. The project is comprised of two components: Lot 1 entails the construction of: a treatment plant, workshop building, administrative building, bulk ground reservoir, power house, chemical building and external works, whereas Lot

### v. *Otukpo Multipurpose Dam*

This project entails the construction of a 2.4km earth dam designed to provide water for domestic consumption and irrigation purposes while generating 3MW of electricity for supply to Otukpo and its environs. The contract was awarded to Messrs S.C.C. Nigeria Ltd. in December 2010 at a cost of N17.18 billion. The effective implementation of the project commenced in March 2011 and is expected to be completed in December, 2014.

The sum of N2 billion was appropriated for the project in the 2011 Budget of which N1.5 billion had been released as at September 2011. However a total of N4.68 billion worth of work had been certified from inception while N2.55 billion had been paid leaving an outstanding balance of N2.13 billion.

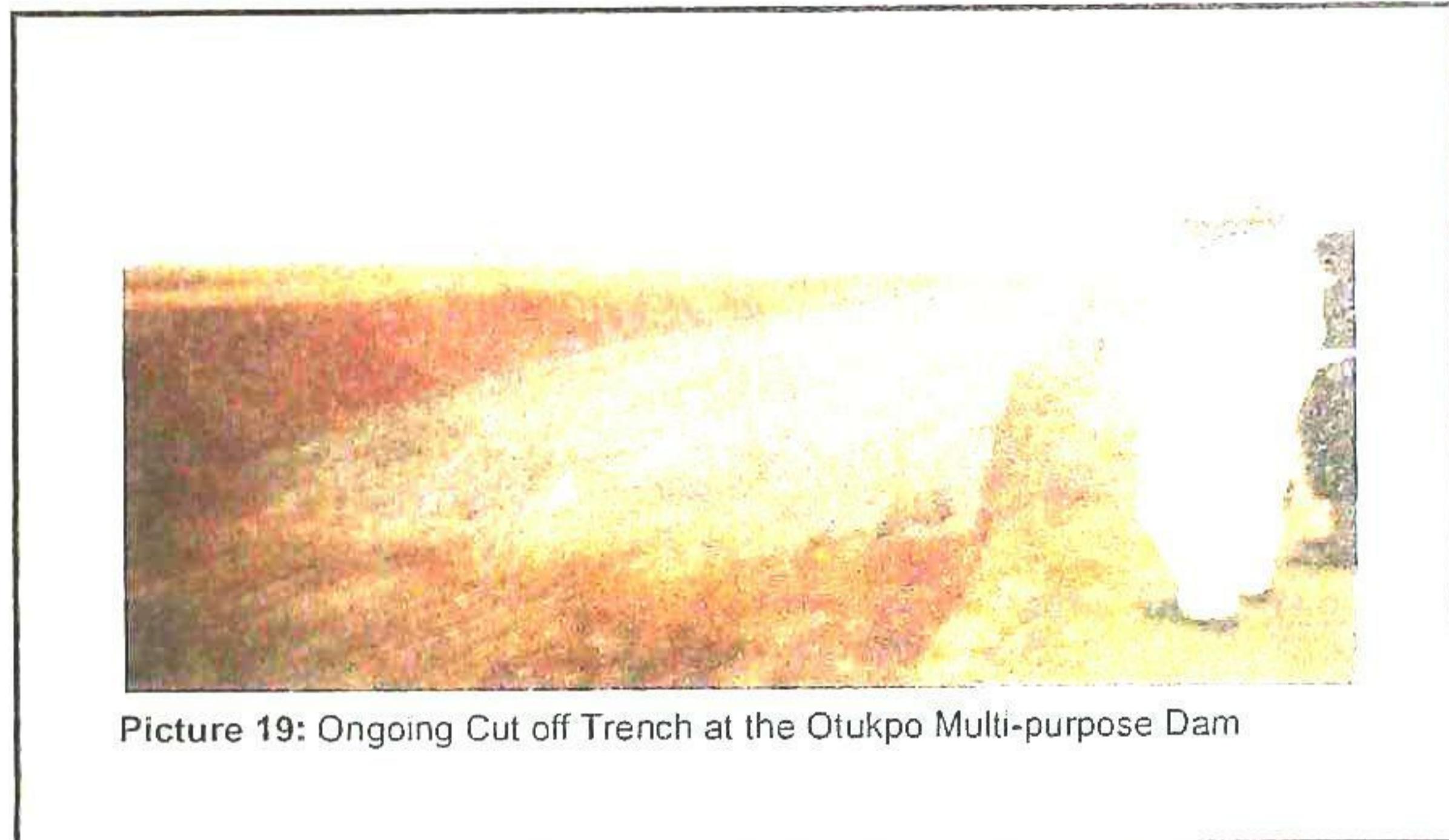
#### FINDINGS

As at the time of monitoring the project, work done included: site clearing, removal of top soil, and part excavation of cut-off trench, filter drainage,

and part payment of compensation for land. Work on the Dam's foundation and its stabilization were ongoing. The project had achieved 7.8% level of completion.

### vi. *Sokoto Rima River Basin Development Authority (SRBDA)*

The Agency's role entails the provision of motorized solar powered or hand pump boreholes towards the provision of water to the surrounding communities for irrigation and other domestic purposes. The project was appropriated the sum of N3.87 billion in the 2011 Budget out of which N2.17 billion was released and



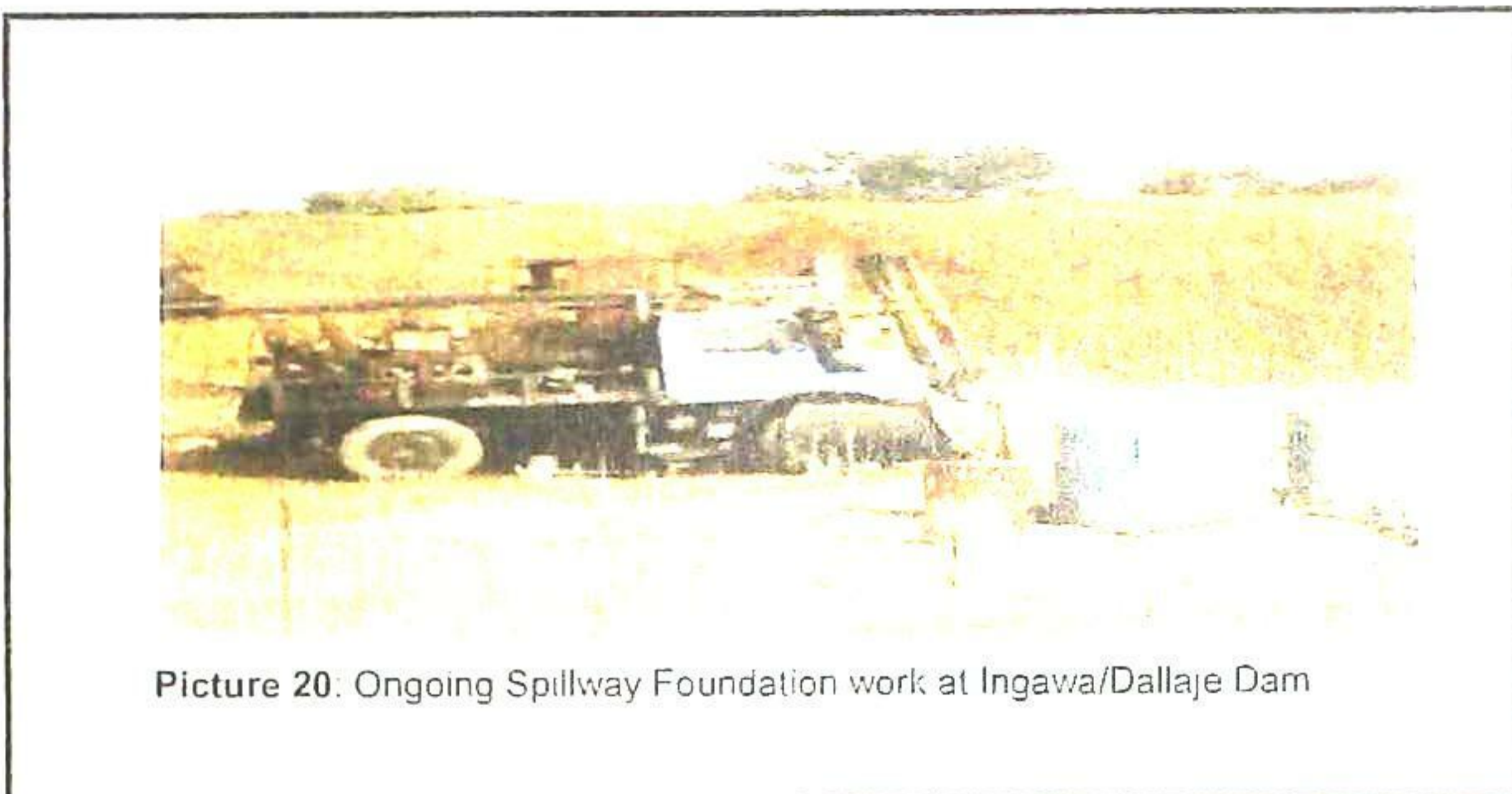
Picture 19: Ongoing Cut off Trench at the Otukpo Multi-purpose Dam

## Third Quarter Budget Implementation Report | 2011

### b) Construction of Ingawa – Dallaje Multi-Purpose Dam

Upon completion, the dam will provide potable water to the neighbouring communities and facilitate irrigation and electricity supply in the region. The project also includes associated works such as provision of access roads and electricity supply dam, etc. The contract was awarded to Messrs Hasunni Engineering Services Ltd in November 2008 at a cost of N4.31 billion and is scheduled for completion in December 2011. Implementation effectively commenced in November 2009. The sum of N581.39 million was

appropriated for the project in the 2011 Budget of which, N325.92 million had been utilized in the year, bringing the total financial



Picture 20. Ongoing Spillway Foundation work at Ingawa/Dallaje Dam

commitment to the project to N1.89 billion. The project was at about 35% level of implementation at the time of monitoring.

#### FINDINGS:

As at the time of monitoring, the following works had been completed: erection and stringing of 33KVA electric poles from Kankia sub-station to the project yard, construction of 26nos culverts, and foundation for intake tower. However, filling and compacting of the access road, embankment filling, dewatering of intake tower foundation and earthwork were in progress. The team observed that the pace of work was too slow considering the releases and scheduled completion date. The team will follow-up this Report with a request for explanations for the slow pace of work here in view of the progress of funding and the expected completion date

## Third Quarter Budget Implementation Report | 2011

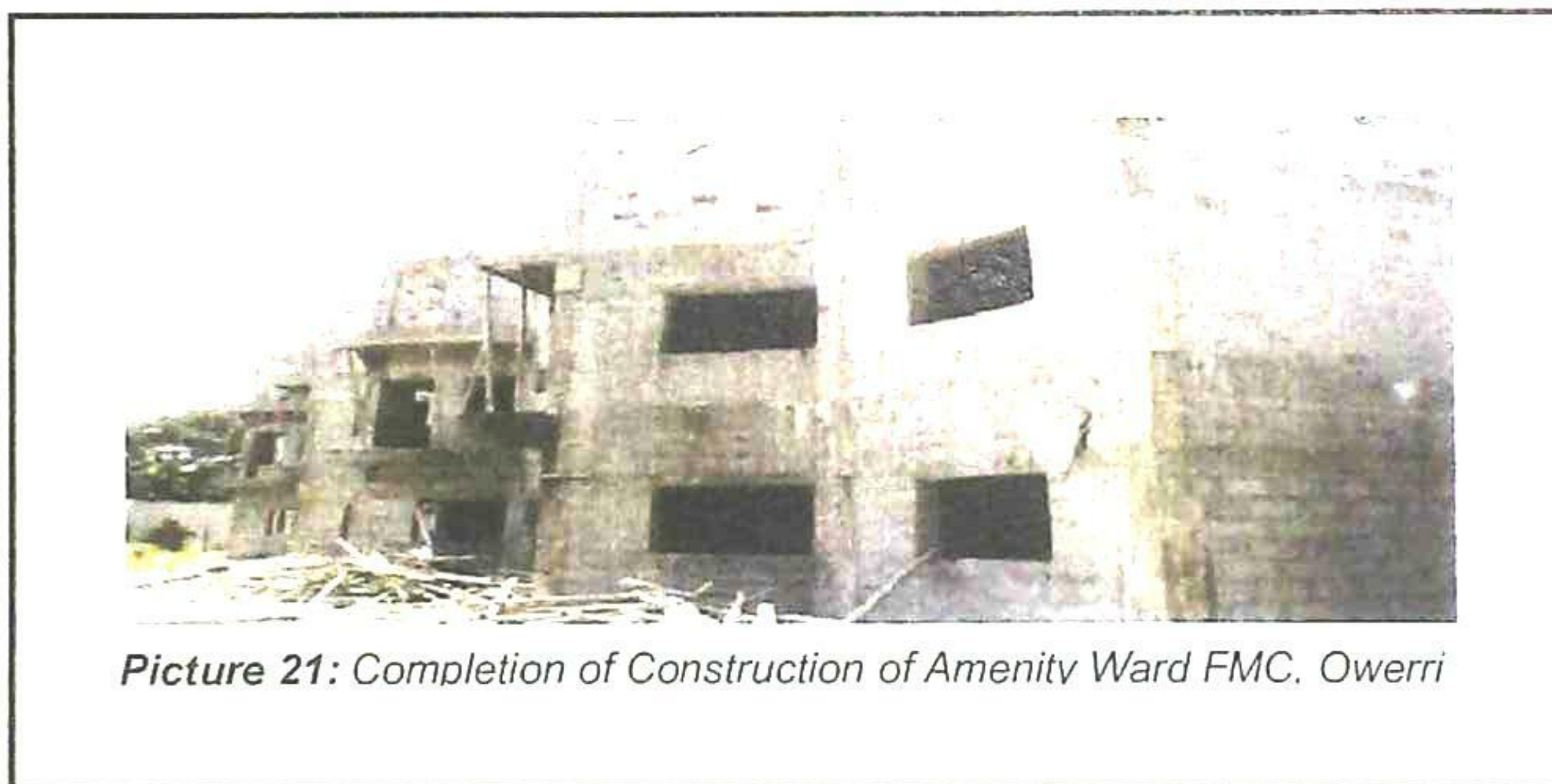
Partner vans for improved logistics services, the development of Efekwo outreach center, completion and equipping of its main theater, construction and furnishing of a twenty-room crèche, nutrition block, mortuary, construction of sewage treatment septic and soak-away, renovation of radiology complex and the ICT office at the permanent site, etc. The sum of N281.44 million was appropriated for the project in the 2011 Budget out of which N163.28 million was released and cash-backed while N111.3 million was utilized.

### CHALLENGES:

The team gathered from site officials that, the hospital is presently operating from five different locations due to space constraint thereby leading to high operating costs. The centre was also facing the challenge of inadequate water supply as the topography of the area is not good for boreholes.

### *iii. Federal Medical Centre, Owerri*

The sum of N327 million was appropriated to the Medical Centre in the 2011 Budget for the execution of eleven capital projects and programmes. As at the end of the third quarter, N189.9 million had been released while N151.9 million was utilized on the following projects.



*Picture 21: Completion of Construction of Amenity Ward FMC, Owerri*

Please see *Annexure 2* and *Annexure 3* for more details:

#### *a) Completion of Construction of Amenity Ward*

This project consists of completing a two-storey building aimed at providing facilities conducive for both patients and staff of the centre. It comprises of 40nos. self-contained suites and offices for resident doctors, nurses,

*vi. Federal Medical Centre, Birnin Kudu*

The sum of N147 million was allocated to the centre in the 2011 Budget, out of which N126.91 million was released while N27.29 million was utilized for the implementation of nine (9) capital projects and programmes which include: the renovation of residential buildings, expansion and equipping of its pharmacy complex, procurement of theatre and radiology equipments and procurement of equipment for the intensive care unit (ICU).

*vii. Federal Neuro-Psychiatric Hospital, Kaduna*

The institution has a total of twelve (12) capital projects and programmes to implement. These include: the construction of 1km road, female ward, medical laboratory block, occupational therapy, and borehole, etc. The sum of N515 million was appropriated to the Hospital in the 2011 Budget. As at the end of the period, N291.98 million had been released and cash-backed while N177.57 million had been utilized.

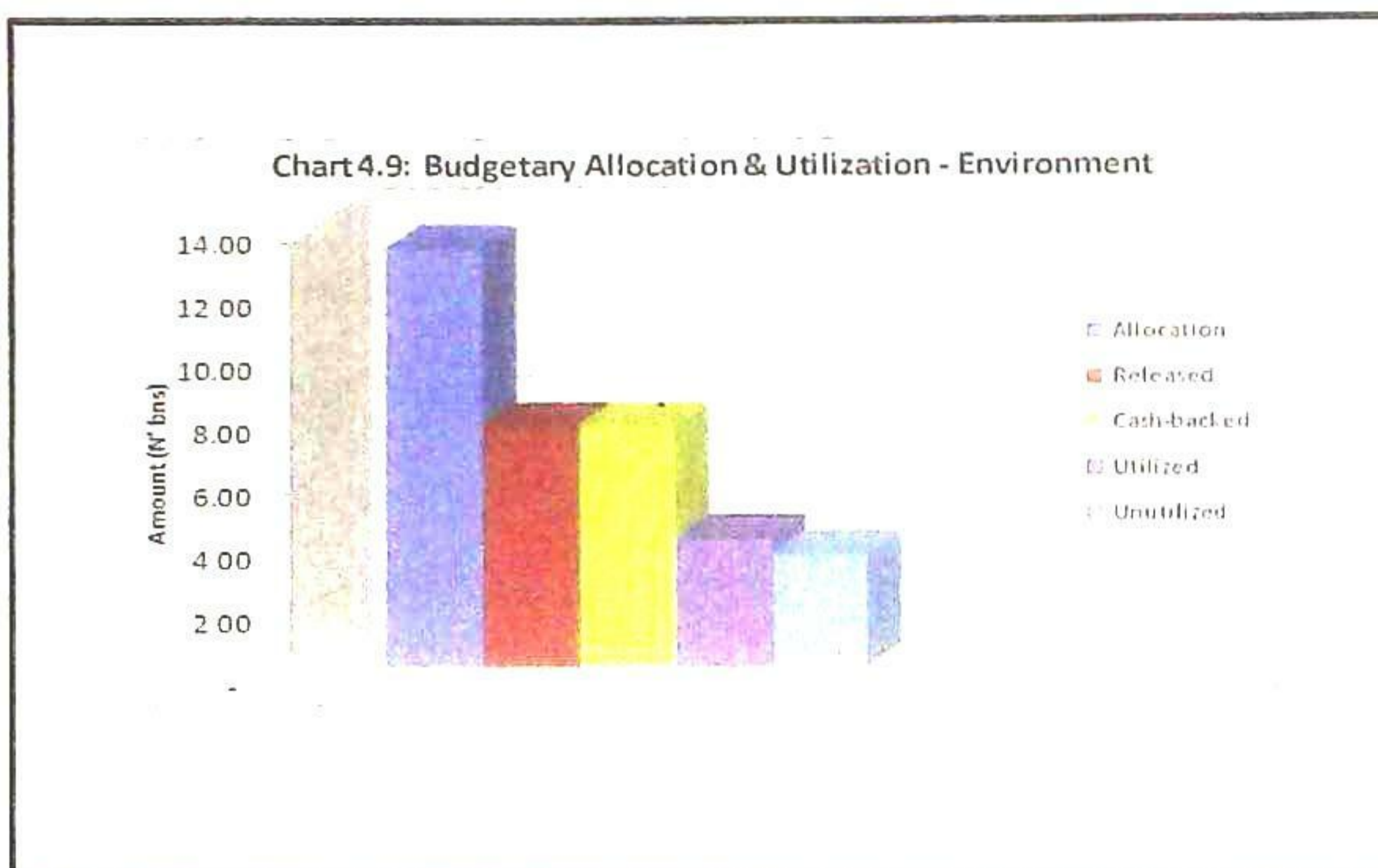
*viii. Federal Medical Centre, Azare*

The Federal Medical Centre, Azare (formerly General Hospital, Bauchi) was taken over by the Federal Government in year 2000 and began operation as a federal medical centre in June 2001. As at the time of monitoring, major construction works were ongoing at the permanent site.

A total of N257.11 million was appropriated to the Centre in the 2011 Budget of which, N150.19 million (or 58.7%) had been released as at the end of the third quarter; while the sum of N103.21 million had been utilized to execute the following projects: radiology complex at the permanent site; pediatric complex; and consultants' offices. Others are the renovation of wards, staff quarters; and perimeters fencing at the extension site.

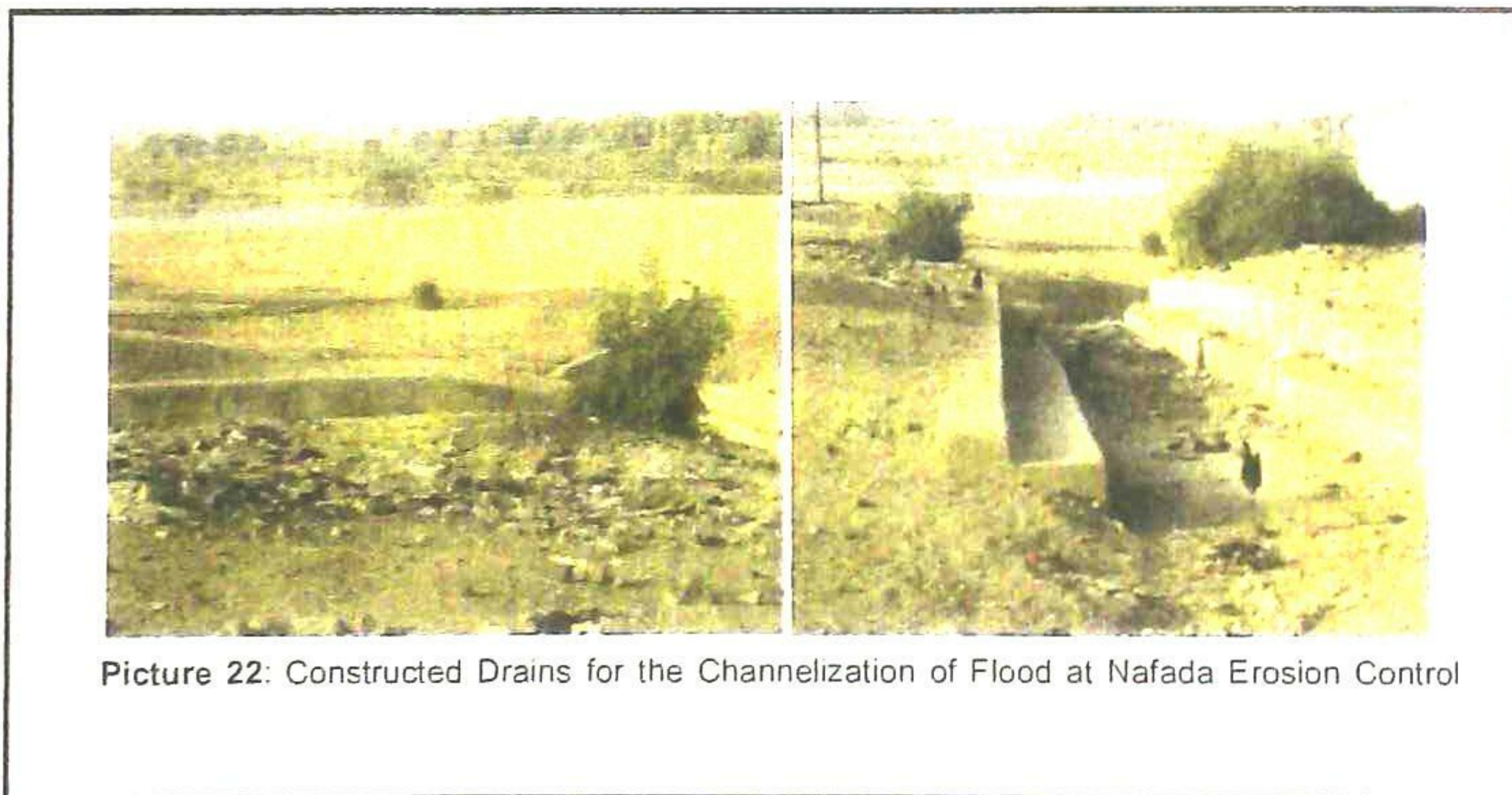
**ENVIRONMENT SECTOR**

58. A total of N13.3 billion was allocated to this Ministry for the execution of its capital projects/programmes in the 2011 Budget. Of this sum, N7.65 billion had been released and cash backed as at the end of the third quarter. Of this amount, the sum of N4.071 billion (or 61.1%) had been utilized for the implementation of its projects. Among the projects monitored are the following:



*i. Nafada Erosion Control, Nafada, Gombe State*

The project entails the reclamation of erosion affected plots of land, river dredging, provision of structure for the proper channelization of flood and the construction of flood wall. Upon completion, it is expected to curtail land erosion and flooding resulting from River Gongola flows. It will also save lives and properties as well as reclaim

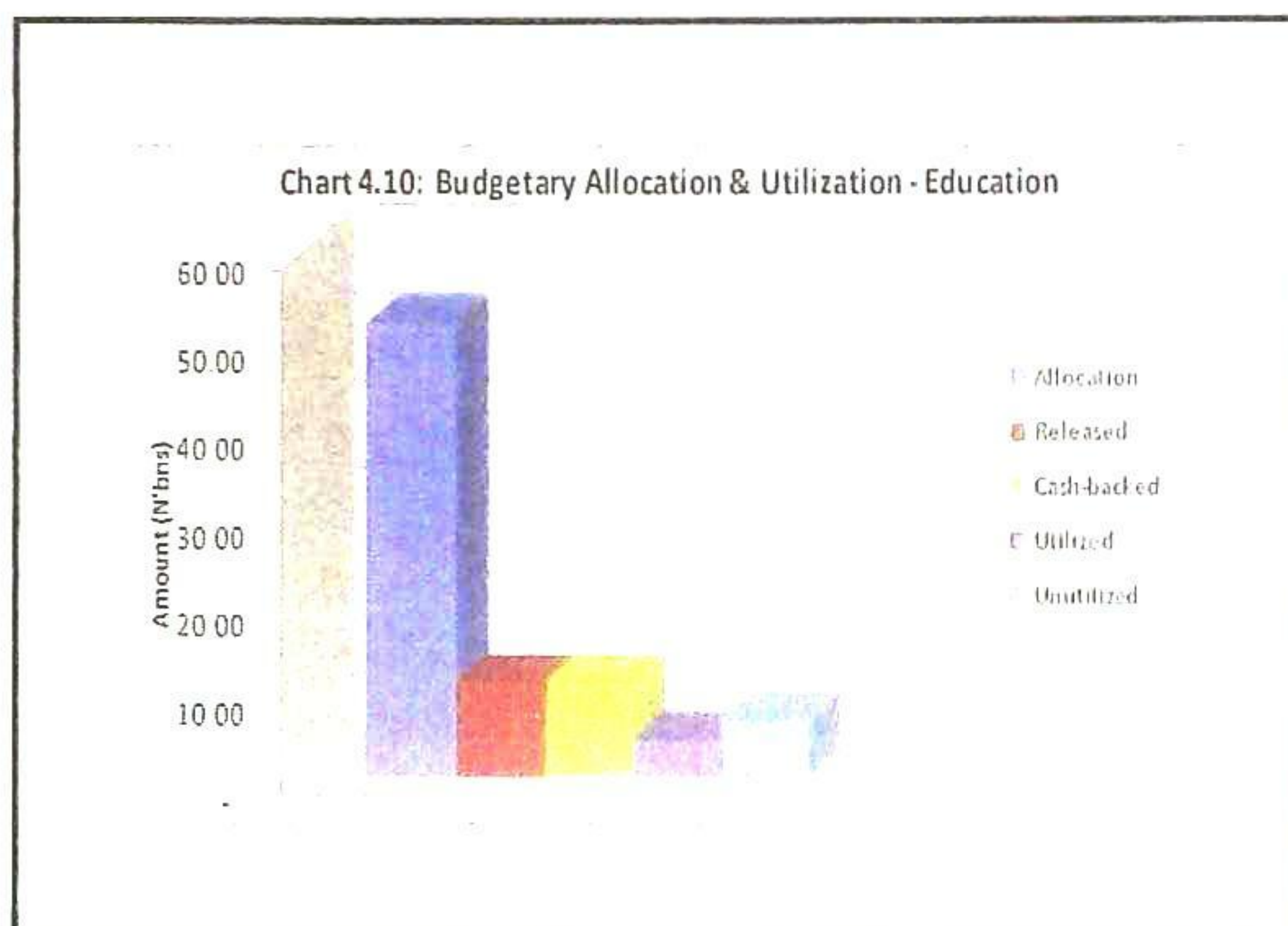


Picture 22: Constructed Drains for the Channelization of Flood at Nafada Erosion Control

cultivable lands. The project has two components: Phase 1 was awarded to

## EDUCATION SECTOR

59. The economic development of the Nation is intrinsically linked to the development of its human capital. To this end, government had deployed much resource to the provision and sustenance of access to education at all levels and across sectors. As a Ministry, Education had an allocation of N51.83 billion in the 2011 Budget for the execution of its capital projects and programmes. As at the end of the third quarter, a total of N10.77 billion had been released while N4.3 billion (or 39.93%) had been



utilized by the Ministry. The following institutions and projects were visited during the monitoring exercise. Please see *Annexure 1* and *Annexure 2* for more details on the projects' implementation status.

*i. Federal College of Education, Yola*

The college was allocated a total of N109.89 million for the execution of its nine capital projects and programmes in the 2011 Budget. As at the third quarter, the sum of N64.39 million had been released and utilized to complete the following projects which are billed for commissioning in February 2012 during the college's convocation ceremony: construction of vocational education complex (Phase I and II); construction of roads and drainages; and expansion of the library Complex. Other ongoing projects included: the improvement of water supply and reticulation; extension of power supply and expansion of ICT Facilities. As at the time of monitoring, all the projects were at various stages of completion.

## Third Quarter Budget Implementation Report | 2011

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had been released in the third quarter, bringing total amount released as at the end of the third quarter to N231.7 million. The sum of N117.9 million had been utilized to execute the following projects among others: landscaping and erosion control, renovation of students' hostels, rehabilitation of internal roads, school of education office building (Phase 1) and the renovation of the School of Vocations office building (Please see Annexure 1 and Annexure 2 for more details).



while N705.16 billion had been released for capital expenditure in the year-to-date. Of this amount, N594.15 billion was cash-backed, while N333.07 billion (or 56.06%) had been utilized by the MDAs. A review of fifty-four MDAs reported upon by the OAGF shows that twenty-one (or 38.89%) of the MDAs had utilized over 56.06% of their funds. Eight of these (or 14.81%) had utilized over 70% of their respective funds. However, twenty-eight MDAs (or 51.85%) had utilised less than 50% of their cash-backed capital funds as at the end of the period.

63. The Budget Office's physical monitoring and evaluation of MDAs' projects in the third quarter indicated mixed implementation of their capital budgets. The following issues were recurrent across MDAs and their projects:

- a) Poor implementation of projects as a result of MDAs picking too many projects and spreading the available scarce resources too thinly. This is compounded by poor prioritisation of projects by MDAs; and underscores, as frequently emphasized in the annual *budget call circulars*, the need for MDAs to concentrate on the completion and exit from a few, viable ongoing projects rather than spreading resources thinly among several projects.
- b) The implementation of several projects was observed to suffer from poor conceptualisation in many cases, or were seemingly commenced based on preliminary designs. These ultimately resulted in project design, scope and cost variations. The implications of these on such projects are the huge cost overruns and the abandonment of several projects.

As MDAs continue to adapt to, and implement a series of intervention policies aimed at instilling best practices in capital projects implementation which would ease many of the observed challenges to delivering projects within budget and in time, the Budget Office will continue to draw the attention of concerned MDAs to these issues and work out solutions through its communications with the MDAs. The Budget Office of the Federation and the Federal Ministry of Finance, working with the MDAs, would also continue to formulate and set policy measures to check non-compliant capital budget proposals in subsequent budgets.

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OFFICE OF THE ACCOUNTANT GENERAL OF THE FEDERATION  
FEDERAL MINISTRY OF FINANCE  
FUNDS DEPARTMENT, GARKI - ABUJA

## 2011 CAPITAL PERFORMANCE FOR MDAs AS AT 30th SEPTEMBER, 2011

MINISTRY	1ST QUARTER WARRANT =N=	1ST QUARTER AUGMENTATION WARRANT =N=	2ND QUARTER WARRANT =N=	3rd QUARTER WARRANT =N=	AIEs =N=	TOTAL RELEASES =N=	AMOUNT CASHBACKED =N=	UTILISATION =N=	PERFORMANCE %
INTERIOR Total	629,407,507	592,306,737	1,451,821,540	1,242,659,453	197,195,000	4,113,390,237	4,113,390,237	2,125,582,778	51.67
HEAD OF SERVICE Total	738,515,928	694,983,702	1,678,037,636	1,441,809,571	-	4,553,346,837	3,700,697,930	904,339,965	24.44
JUSTICE Total	81,557,820	14,512,342	56,377,664	111,795,586	-	264,243,413	264,243,413	25,690,958	9.72
LABOUR & PRODUCTIVITY Total	93,174,168	16,579,346	529,989,333	366,926,448	-	1,006,669,295	1,006,669,295	124,697,163	12.39
SCIENCE AND TECH. Total	533,542,203	502,092,265	7,843,959,798	4,131,783,202	2,480,000,000	15,491,377,468	15,074,688,889	9,555,775,454	63.39
POWER Total	9,668,541,465	8,465,725,811	17,016,788,873	12,121,915,827	6,780,901,550	54,053,873,526	54,053,873,526	19,000,712,321	35.15
TRANSPORT Total	5,264,983,460	4,954,636,125	11,235,573,372	9,814,113,641	726,148,590	31,995,455,189	31,995,455,189	15,209,133,771	47.54
AVIATION Total	2,233,051,193	2,101,422,766	8,224,593,514	6,372,667,145	-	18,931,734,618	18,931,734,618	6,079,916,100	32.11
WORKS Total	16,704,166,519	15,015,344,252	30,866,421,148	28,386,861,016	-	90,972,792,934	90,972,792,934	56,591,492,984	62.21
HOUSING Total	1,837,567,191	2,706,377,818	8,060,134,887	6,321,608,700	-	18,925,688,596	18,925,688,596	6,398,440,809	33.81
PETROLEUM Total	1,076,988,829	1,013,505,132	1,550,954,366	1,530,038,138	-	5,171,486,465	5,171,486,465	334,603,155	6.47
MINES & STEEL Total	448,457,596	79,798,231	636,397,510	542,836,331	50,000,000	1,757,489,669	1,757,489,669	604,498,968	34.40
NATIONAL WAGES & SALARIES Total	21,605,664	5,401,416	13,891,997	15,840,506	-	56,739,583	56,739,583	36,862,775	64.97
ENVIRONMENT, Total	511,576,128	981,420,993	3,600,523,402	2,552,450,917	-	7,645,971,441	7,645,971,441	4,671,978,280	61.10
NATIONAL ORIENTATION Total	498,610,000	88,722,315	719,586,222	621,802,330	215,000,000	2,143,720,868	2,143,720,868	1,351,118,351	63.03
NAT. PLANNING Total	295,793,906	52,633,361	204,470,263	220,493,273	-	773,390,803	773,390,803	468,362,879	60.56
NATIONAL SPORTS COMMISSION Total	226,859,474	40,367,216	401,008,118	315,660,982	-	983,895,790	983,895,790	261,604,697	26.59
SECURITY ADVISER Total	5,854,536,779	5,509,437,900	11,085,414,818	7,659,870,105	17,088,024,983	47,197,284,585	47,197,284,585	35,744,075,174	75.73

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OFFICE OF THE ACCOUNTANT GENERAL OF THE FEDERATION  
FEDERAL MINISTRY OF FINANCE  
FUNDS DEPARTMENT, GARKI - ABUJA

## 2011 CAPITAL PERFORMANCE FOR MDAs AS AT 30th SEPTEMBER, 2011

MINISTRY	1ST QUARTER WARRANT =N=	1ST QUARTER AUGMENTATION WARRANT =N=	2ND QUARTER WARRANT =N=	3rd QUARTER WARRANT =N=	AIEs =N=	TOTAL RELEASES = N=	AMOUNT CASHBACKED =N=	UTILISATION =N=	PERFORMANCE %
FPO LAGOS Total	10,262,690	1,826,136	7,416,493	7,855,399	-	27,359,719	27,359,719	11,984,960	43.81
FPO IBADAN Total	4,380,361	4,122,158	6,360,723	6,250,257	-	21,103,500	21,103,500	-	-
FPO YENAGOA Total	29,008,937	27,298,989	52,540,501	48,090,072	-	156,938,500	156,938,500	-	-
STF Total	74,567,857	62,480,504	656,593,421	351,469,729	-	1,145,111,511	1,107,114,327	-	-
CAPITAL SUPPLEMENTATION Total	26,150,550,909	15,991,912,718	59,169,379,587	46,130,992,800	-	141,741,535,062	38,947,496,466	18,265,260,650	46.90
Category 2 Total	1,083,975,029	1,520,079,526	1,538,824,451	1,539,256,336	100,000,000	5,782,135,342	5,782,135,342	-	-
Grand Total	111,000,000,000	100,000,000,000	250,000,000,000	208,000,000,000	36,160,526,754	699,459,225,802	594,154,991,965	333,071,481,525	56.06

**NOTE:** Category 2 - MDAs with Capital Accounts in Commercial Banks for which bank balances as at 30th September, 2011 are not yet available

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S/N	Project Title / Description	Contractor & Contract No.	Project / Contract Cost	Commencement Date	Planned Completion Date	Revision to Completion Date	Cost Variation	Appropriation for 2011	Amount released in the Quarter	Payment to Contractor in the Qtr.	Total Payments on project to date	% Workdone in Qtr/No. Of Certificates Issued & or paid	Cumm % performance to date	Photo Ref
<b>FEDERAL COLLEGE OF EDUCATION, OKENE</b>														
1	Landscaping and Erosion Control	Messrs Bomansun Nigeria Ltd	N80.5m	Oct-11	Jan-12	Nil	Nil	N88.6m	N15m	N15m	N15m	Selling, Clearing and laying of kerbs in progress	12%	6
2	Renovation of Students Hostel (Male)	Messrs Rahusa Ventures Nig Ltd	N15.1m	Sep-11	Jan-11	Nil	Nil	N17m	Nil	Nil	N6m	Just commenced work	10.00%	7
3	Completion of school of Vocational office Building	Messrs project mark Nigeria Ltd	N28.3m	Mar-08	Dec-12	Nil	Nil	N3.1m	Nil	Nil	N9.5m	Fixing of windows, burgularies & plastering	30%	8
<b>FEDERAL POLYTECHNIC, BALI, TARABA STATE</b>														
1	Procurement of office Furniture & Equipment	Besa'a Nigeria Limited	N2.1m	Sept 2011	Dec. 2011	Nil	Nil	N2.1m	N2.1m	N2.13m	N2.13m	Furniture supplied and put to use	100%	NIL
2	Procurement of Laboratory and Equipment	Toteil Limited	N5.30m	Nov. 2011	Dec. 2012	Nil	Nil	N5.6m	Nil	N2.4m	N2.4m	Worktops & 1 Lab completed	60%	NIL
3	Proposed Classroom and Office/Toilets	Jansuke & Toskole Nigeria Ltd & 1 other	N20.3m	Nov 2011	01.01.2012	Nil	Nil	N20.4m	N5.3m	N10.1m	N10.1m	Building had reached intel level	50%	NIL
4	Supply of Tractor and Accessories	G.T. Energy Nigeria Limited	N11m	Nov. 2011	Nov 2011	Nil	Nil	N11.1m	Nil	N11m	N11m	Project competed	100%	NIL
5	Supply and Installation of Equipments, Phase 1	Wangarawa Nigeria Limited	N31.7m	Nov 2011	Jan 2012	Nil	Nil	N35.1m	Nil	N21.4m	N21.4m	Equipment supplied and awaiting 250 KVA Generator	90%	NIL
<b>FEDERAL COLLEGE OF EDUCATION (TECHNICAL), POTISKUM</b>														
1	Construction of College Auditorium	Main Structure LTD	N120m	01/07/2010	1/07/2015	NIL	NIL	N12.3m	N5.5m	N12.3m	N37.2m	10%	50%	NIL
2	Construction of multi Purpose Hall	Beltech Nig LTD	N68.9m	01/03/2008	1/04/2012	NIL	NIL	N12.3m	N6.7m	N12.3m	N42.6m	12%	71%	NIL
3	Construction of Classrooms & Offices in science school	Alakson Nig LTD	N43.6m	16/01/2008	1/12/2012	NIL	NIL	N7.4m	N7.4m	N7.4m	N34.4m	8%	80%	NIL
4	Land Compensation and Acquisition	FCE(T) Potiskum	N8m	01/06/2011	1/12/2014	NIL	NIL	N3.9m	N2m	N2m	N2m	15%	25%	NIL

# Third Quarter Budget Implementation Report | 2011

S/N	Project Title / Description	Contractor & Contract No.	Project / Contract Cost	Commencement Date	Planned Completion Date	Revision to Completion Date	Cost Variation	Appropriation for 2011	Amount released in the Quarter	Payment to Contractor in the Qtr.	Total Payments on project to date	% Workdone in Qtr/No. Of Certificates Issued & or paid	Cumm % performance to date	Photo Ref
<b>FEDERAL COLLEGE OF EDUCATION, OYO</b>														
1	Construction of Lecture Theatre Lot I.	Reason Venture Ltd	N52.3m	Oct 2010	Jan 2012	Nil	Nil	N44.4m	N13.3m	N13.3m	N41.8m	Sub-structure Block work, Roof and Roof covering	80%	15
2	Construction of Indoor Sport Complex	Boaliet Nig. Ltd	N96.8m	Oct 2010	March,2012	Nil	Nil	N52.3m	Nil	Nil	N14.5m	Foundation Block Work and Filling with Laterite	10%	Nil
3	Workshop and Office for Vocational and Technology	High Skill Ltd	N78.8m	Oct 2010	Feb. 2012	Nil	Nil	N66.9m	N18.4m	N18.4m	N39.4m	Sub-structure Block work up to Roof Level	78%	Nil
<b>HEALTH SECTOR</b>														
S/N	Project Title / Description	Contractor & Contract No.	Project / Contract Cost	Commencement Date	Planned Completion Date	Revision to Completion Date	Cost Variation	Appropriation for 2010	Amount released in the Quarter	Payment to Contractor in the Qtr.	Total Payments on project to date	% Workdone in Qtr/No. Of Certificates Issued & or paid	Cumm % performance to date	Photo Ref
<b>FEDERAL MEDICAL CENTRE BIRNIN KUDU</b>														
1	Renovation of residential buildings	Kadocco Global Services Ltd	N70M	Mar-10	2011 december	Nil	Nil	N20.7m	N40m	N40m	N40.7m	10%	30%	16
2	Procurement of theater and Radiology Equipment	World wide controls Nig Ltd	N80m	Mar-11	2011 december	Nil	Nil	N24m	Nil	Nil	Nil	50%	50%	17
3	Procurement of intensive care unit(ICU)Equipme nt and other Medical Equipment	Nil	N80m	Mar-11	2011 december	Nil	Nil	N24.9m	Nil	N11m	N11m	Nil	Nil	Nil
<b>FEDERAL MEDICAL CENTRE, LOKOJA</b>														
1	Completion of Renovation/Extension of GOPD & wards	Messrs Loom Multi-Links Ltd	N100m	Jul-10	40,878	Nil	Nil	N50.3m	N3.89m	N3.89m	N70.55m	12%	67%	18
2	Completion of Construction of Resident Consultants Building	Messrs Piskoi Nig Ltd	N105.7m	Jul-09	Dec-11	Nil	Nil	N55m	N3.15m	N3.15m	N94.13m	7%	43%	19
3	Procurement of utility vehicles	Messrs Adekunle Abogun Motors	N35m	Sep-11	Dec-11	Nil	Nil	N35m	N11m	N27.2m	N27.18m	100%	100%	20

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S/N	Project Title / Description	Contractor & Contract No.	Project / Contract Cost	Commencement Date	Planned Completion Date	Revision to Completion Date	Cost Variation	Appropriation for 2011	Amount released in the Quarter	Payment to Contractor in the Qtr.	Total Payments on project to date	% Workdone in Qtr/No. Of Certificates Issued & or paid	Cumm % performance to date	Photo Ref
<b>FEDERAL MEDICAL CENTRE, OWERRI</b>														
1	Completion of Diagnostic Centre Complex	Messrs Skills Associate Ltd	N248.5m	May-09	Dec-11	NIL	NIL	N5.5m	N5.9m	N5.9m	N182.9m	Block work and Roof completed	76%	24
2	Completion of main Theatre	Messrs Toniman Integrated Nig Ltd	N44.8m	Jul-08	Dec-11	NIL	NIL	N8.6m	N8.6m	N8.6m	N20.6m	Completed and handed over	100%	25
3	Completion of Construction of Mortuary Block	Messrs Conzac Nig. Ltd	N29.6m	Mar-10	Mar-11	NIL	NIL	N10.4m	N7.5m	N7.5m	N10.4m	Project had reached Roof level	43%	26
<b>FEDERAL MEDICAL CENTRE, ASABA, DELTA STATE.</b>														
1	Completion of two storey GOPD complex	Home work Design Nig. Ltd	N205m	13 Sept. 2009	Jul-11	NIL	NIL	N47m	N22.1m	N22.1m	N133.2m	20%	60%	NIL
2	Completion of two storey complex for renal Dialysis and ICU	D. O Nwachukwu Nig. Ltd	N174.2m	14 Oct. 2011	Dec-11	NIL	NIL	N40.1m	NIL	NIL	NIL	Project yet to commence	0%	NIL
3	Equipping of New Theater Block	El-Hannah Nig. Ltd	N25.7m	25 Aug. 2011	Dec-11	NIL	NIL	N22m	N17.9m	N17.9m	N17.9m	30%	60%	NIL
<b>FEDERAL MEDICAL CENTRE, YENEGOA, BAYELSA STATE</b>														
1	Construction of Paerking lots & Walk ways	Messrs Shabels Ltd	N40.2m	1 Dec-10	1-Mar-12	NIL	NIL	N4.3m	N4.3m	N4.3m	N4.3m	5%	10%	NIL
2	Construction of Concrete Internal Roads	Messrs Allison Yawata Ent.	N26.5m	Dec-10	Mar-12	NIL	NIL	N5.3m	N5.3m	N5.3m	N1.4m	500%	5%	NIL
3	Upgrade of two storey O&G block	Hanno west resources	N65.9m	Jun-11	31. march 2012	NIL	NIL	N46.3m	N15.2m	N15.2m	N46.3m	5%	85%	NIL
<b>AGRICULTURE SECTOR</b>														
S/N	Project Title / Description	Contractor & Contract No.	Project / Contract Cost	Commencement Date	Planned Completion Date	Revision to Completion Date	Cost Variation	Appropriation for 2010	Amount released in the Quarter	Payment to Contractor in the Qtr.	Total Payments on project to date	% Workdone in Qtr/No. Of Certificates Issued & or paid	Cumm % performance to date	Photo Reference
<b>NATIONAL CEREALS RESEARCH INSTITUTE, BADDEGI</b>														
1	Breeder/Foundati on seed Production	NCRI Scientists	N10.3m	Jan-11	Dec 2011 (Yearly)	NIL	NIL	N10.3m	N8.3m	N8.3m	N8.3m	Cultivation done and awaiting harvest	75%	27
2	Maintenance of Equipment in the Institute's laboratory	Internal	N3.8m	Sep-11	Dec-11	NIL	NIL	N3.8m	N2.7m	N2.7m	N2.8m	Maintenance In - progress	20%	NIL
3	Purchase of Power Plant for Moukwa Outstation	Messrs Jedida International	N3.8m	Sep-11	Dec-11	NIL	NIL	N3.8m	N3m	N3m	N3m	Letter of award issued & awaiting delivery	15%	NIL

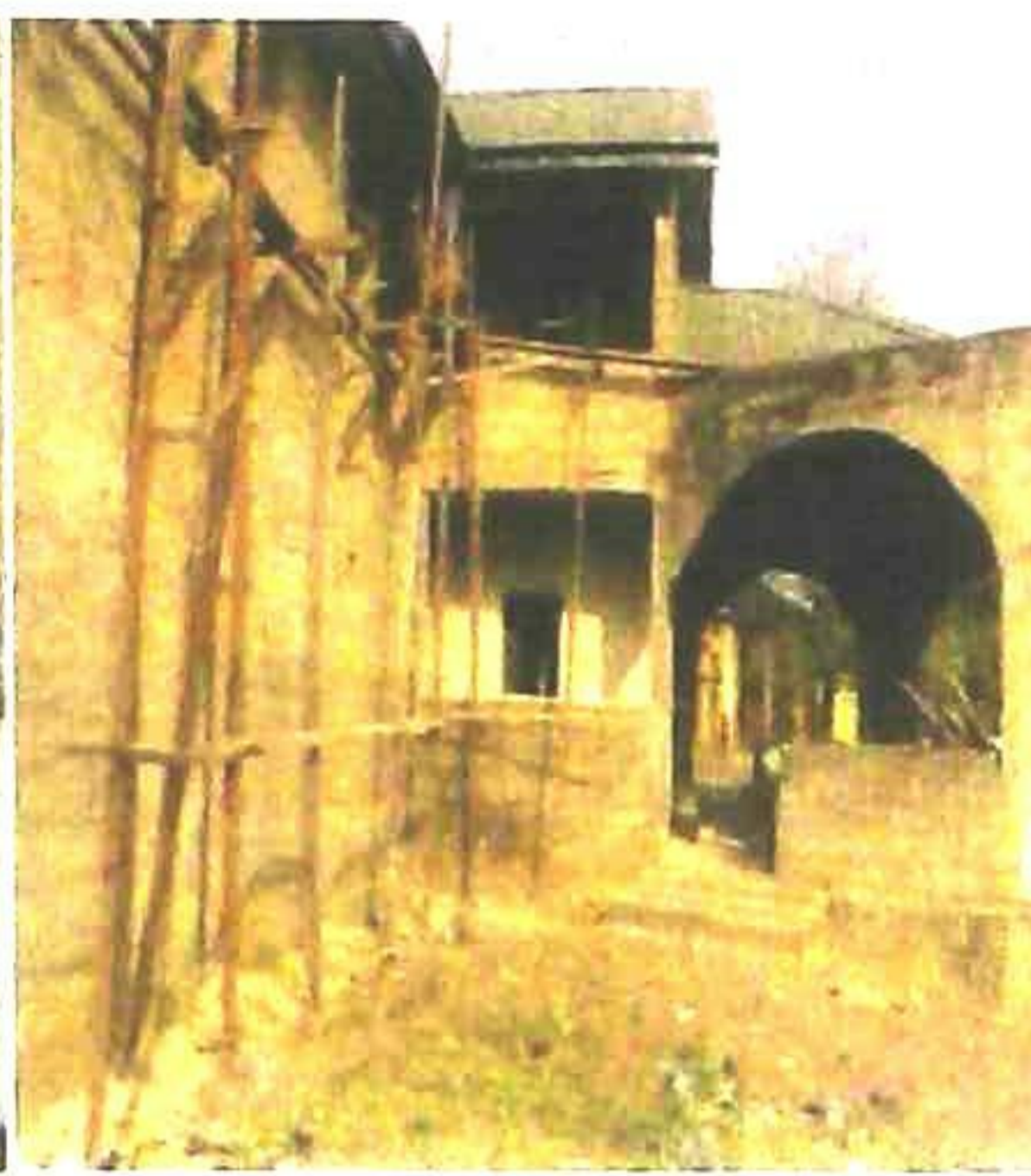
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S/N	Project Title / Description	Contractor & Contract No.	Project / Contract Cost	Commencement Date	Planned Completion Date	Revision to Completion Date	Cost Variation	Appropriation for 2011	Amount released in the Quarter	Payment to Contractor in the Qtr.	Total Payments on project to date	% Workdone in Qtr/No. Of Certificates Issued & or paid	Cumm % performance to date	Photo Ref
<b>NATIONAL ROOT CROPS RESEARCH INSTITUTE, UMUDIKE</b>														
1	Rehabilitation of office building, Internal roads, Farm Roads, Library Building & Water Reticulation	Pumeco Nig Ltd, Enap Builders, Opico Business Machine & Winwingo Nig Ltd	N58.9m	Jun-09	Dec-13	Nil	Nil	N27.1m	N5.6m	N5.6m	N21.3m	Completed purchase process	45%	26
2	Research into Development of new Casava varieties for the development of export products	Executive Director NRCRI Umudike	N43.7m	Mar-09	2014	Nil	Nil	N48.7m	1.8m	N1.2m	N36.8m	5%	50%	Nil
3	Procurement of 2 No Tractors & Implements (Plough, Harrow, Disc Redger, Jungle Swipe & Fine Swipe	Chidex Int'l Nig Ltd & Brasfield Resources Ltd Abuja	N36.7m	Jun-09	Nov-14	Nil	Nil	N10.5m	N2.2m	N9.9m	N26.1m	Completed the process for supply	50%	29.00
<b>FEDERAL COLLEGE OF LAND RESOURCES TECHNOLOGY OWERRI</b>														
1	Construction of College Auditorium (phase 1)	Mac-Godwin & Co (Nig)	N51.2m	2008	2013	Nil	Nil	N54.7m	N7.7m	N7.7m	N6m	15%	12%	Nil
2	Procurement of 3 No. Sound Proof Generator set	Abertina Nig Ltd	N12m	2011	2013	Nil	Nil	N9.2m	N2.7m	N2.7m	N9.9m	20%	23%	30
3	Procurement of Library Equipments	Coutaw Nig Ltd	N10m	2011	2013	Nil	Nil	N6.5m	N3.8m	N3.8m	N5.8m	33%	38%	31
<b>RUBBER RESEARCH INSTITUTE OF NIGERIA, BENIN</b>														
1	Construction / Rehabilitation of RRIN Access and Farm Road	Paulosa Nig Ltd	N550m	Jan-08	Jan-15	Nil	Nil	N52.5m	N12 m	N12.9m	N113.4m	Covered 7Km of clearing and sub-base works, etc	20%	Nil
2	Research and Development of Rubber Based Product	RRIN Nig Ltd.	N564.9m	Jan-08	Dec-11	Nil	Nil	N5.6m	N1.3m	N1.3m	N9.4m	2%	27%	Nil
<b>FEDERAL MINISTRY OF ENVIRONMENT</b>														
1	Completion of Agaei Erosion Control	Messrs Olu Top Ventures Ltd	N36m (Phase I)	Jan-11	Mar-11	Nil	NIL	N44.3m	N17.4m	N17.4m	N17.4m	First phase completed	100% completed	32

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Picture 10



Picture 11



Picture 12



Picture 13



Picture 14



Picture 15



Picture 16



Picture 17



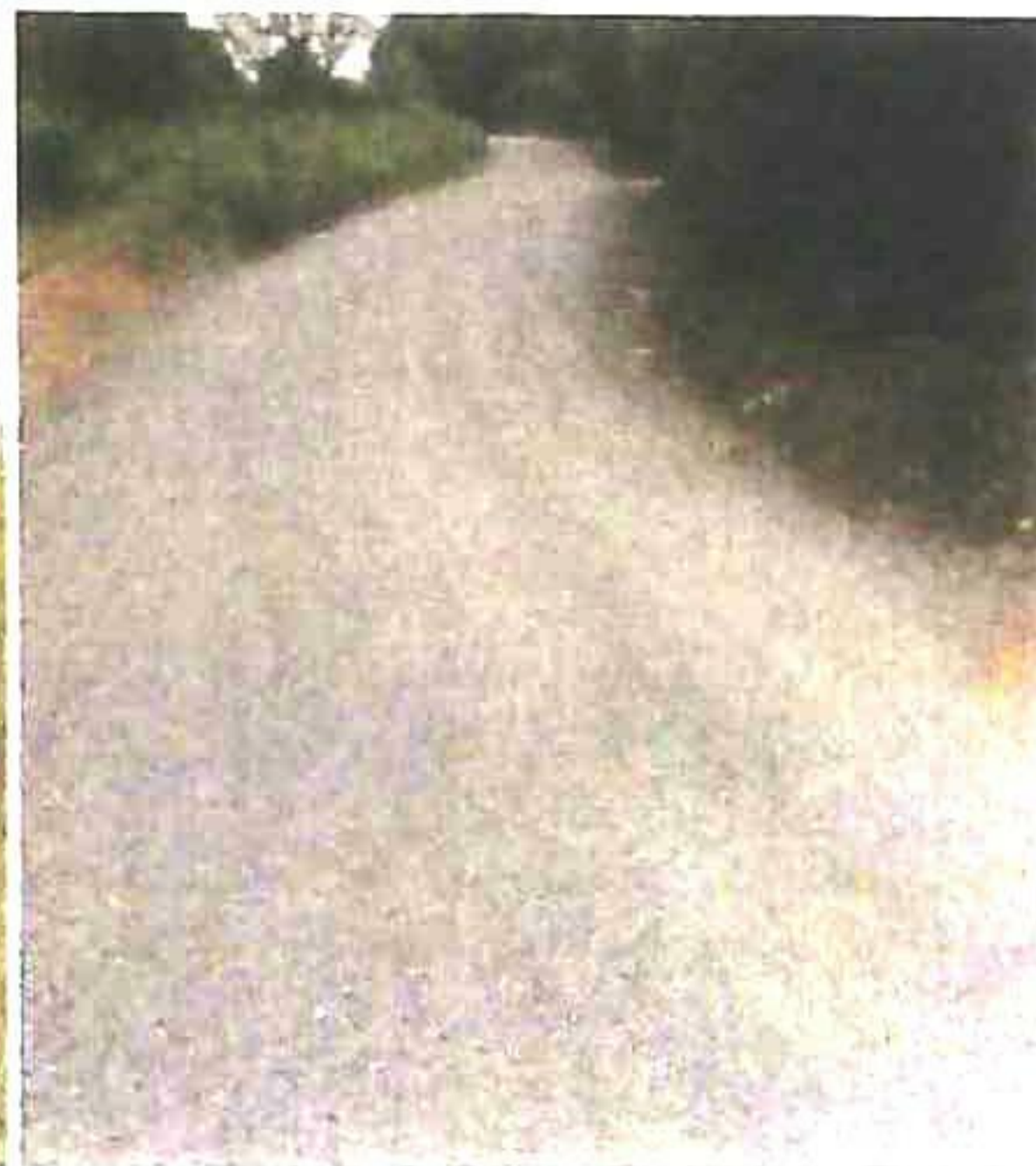
Picture 18



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Picture 27



Picture 28



Picture 29



Picture 30



Picture 31



Picture 32