



GOVERNMENT OF ENUGU STATE OF NIGERIA

2018 FOURTH QUARTER AND CONSOLIDATED BUDGET IMPLEMENTATION REPORT

Produced and Published by

Enugu State Ministry of Budget and Planning

February 2019

FOREWORD

I am very glad to present to you the last quarter Budget implementation report to enable the discerning Public understand the way our Public resources were harnessed and used for the growth and development of the State within the period under review. This report serves as a kind of measurement and evaluation of the input-output situation of the State Financial Plan for the year 2018. Our 2018 Budget was titled “Budget of the sustainable Economic growth”, which was intended to strategically consolidate and expand on all our achievements since the inception of this administration.

The reason for the quarterly report is in fulfillment of section 30 and 50 of the Fiscal Responsibility Act, of 2007 which requires the Ministry of Budget and Planning to prepare and submit to the National Assembly her quarterly performance report of the Budget, however while we are still waiting for the state to domesticate her own Fiscal Responsibility Law, we have decided in line with best practice to continue to do the needful in this regards.

This last quarter report is a product of painstaking exercise by the department of Monitoring and Evaluation in the Ministry, in collaboration with the Office of the Accountant General who indeed supplied us the necessary data that formed the basis of this report. We are highly indebted to them and pray that the synergy will continue for the progress of this State.

I therefore enjoined all our readers and of course all stakeholders in the business of State craft, to show more interest in this report to enable them understand or appreciate where we are coming from and where we are heading to in our effort to make meaningful progress in the State’s development and growth. Happy reading.

Uche E. Ogbodo

SPA for Budget and Planning

Enugu State

PREFACE

In line with section 30 of the Fiscal Responsibility Act, 2007, the Ministry of Budget and Planning produces Budget Implementation Reports every quarter as a way of measuring the performance of the year's Fiscal Plan. This fourth quarter report serves both as implementation report of the quarter, and the aggregation of the entire year's report; having done first-third quarter's earlier.

The fourth quarter report essentially dwelt on the activities of the Government in the last three months of October to December 2018. It must be noted that these months were laden with political activities, due to the last general election that held between 23rd February to 9th march; 2019. Not much was done as campaigns resumed early in the quarter, however few capital activities took place to complement the campaigns. Some of these projects include road rehabilitation, Construction of ikem, Ehamufu, Nkalagu road in Isi-Uzo LGA which got an allocation of N218,380,872.54 in the Budget. Others are 250ml for maintenance of pot-holes in the Urban cities to enable people have easy access during the Christmas Season.

This year's Budget performance was quite impressive despite the low turn of events in the economy. The full implementation of the budget was hindered by the inability of the State to realize her revenue projections which made it difficult for the government to attend to all the proposed projects in the year's Budget. However, due to the constraint embodied in the realization of our target, the State government had to priotize the Budget implementation in such a way as to attend to more pressing issues; some of which were the construction of Magistrate Courts in many Local Governments in the State, payment of counterpart contributions for the State Primary Education Board (ESUBEB) and many of such projects that impacts on the citizens.

This report is a product of extensive monitoring and evaluation by this Office and data supplied to us by our sister agencies of the government like the office of the Accountant General and the State Bureau of Statistics. We

wish to acknowledge their increase contribution to this report and pray for more understanding for the future.

Ugwu Casmir K.

Permanent Secretary

Ministry of Budget and Planning

Enugu State

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EXECUTIVE SUMMARY

The main thrust of the 2018 Budget which was tagged “Budget of Sustainable Economic Growth” was intended to strategically build on the foundations already set by the administration in creating an enabling environment that encourages full development of human and natural resources, rekindling our social services as well as building vital infrastructure for sustainable and inclusive development. At inception, we had an initial Budget size of N98,563,500,000 (Ninety Eight billion, five hundred and sixty three million, five hundred thousand naira) only; however in the course of the year, there was a pressing need to review the Budget size and increase the figures due to rising expectation from the Federal Government refund of monies expended by the State Government to rehabilitate Federal roads; and the need to tackle some new project items that were pressing in nature. This brought the aggregate budget size to a total of N114, 263,500,000. (One Hundred and Fourteen billion, Two Hundred and Sixty Three million, Five Hundred Thousand Naira) only. However, this expectation which yielded to a supplementary budget could not materialize, and hence our inability to attend to many of our projects espoused in the 2018 Budget. The Programs and Projects in the 2018 Budget were articulated in line with our Medium Term Development Plan, anchored on our 4-point Development Agenda and Visit Every Community document.

As it is always the case, we derive our Budget from key Assumptions anchored on National Macro-Economic Frameworks. These indicators are;

- Oil Production Bench mark at 2.3Mbpd
- Oil Price Bench mark at \$45 USD
- Exchange rate at 305 USD
- Annual inflation = 12.42%

The strategic plan of 2018 Budget implementations includes the following:

- ❖ A monthly IGR target of 2.5bl Naira
- ❖ Strategic resource allocation to critical sectors and ensuring that all approvals are cash – backed in line with our medium term Expenditure frame work and the State cash flow Management Policy.
- ❖ Adequate Provisions made for completion of ongoing Projects and new projects to be initiated during the 2018 fiscal year.
- ❖ Sustaining Government efforts toward economic expansion through more investments in physical infrastructure through Private- Public Partnership (PPP), and improving the State’s ease of doing business index to sustain our efforts to make Enugu State a preferred destination for local and foreign investors.
- ❖ Ensuring inclusiveness in project selection using the Visit Every Community (VEC) model to provide for about N10 million each to communities in Enugu State for community driven projects to be executed by them.
- ❖ Ensuring a recurrent to capital ratio of 60:40 in the 2018 multi-year Budget.
- ❖ Ensuring Linkages and synergy among Sector to avoid duplication of projects and Programs in the Budget
- ❖ Leveraging on alternative funding windows to mobilize additional resources from Development Partners to complement our development efforts during the fiscal year.

As at the fourth quarter of 2018, Nigeria recorded \$2.8 million balance of payments surplus, according to the Central Bank of Nigeria. According to the Apex bank, the Provisional Balance of Payments (BOP) estimates for Q4 2018 showed a significant improvement in the BOP outcome as an overall balance of payment recorded a surplus of \$2.80 million compared to a huge deficit of \$4.54 trillion and a surplus of \$6,180.4million recorded in the preceding quarter and corresponding period of 2017, respectively.

Generally, Nigeria's economy grew 1.81% in the third quarter from a year earlier, pushed higher by non-oil sector according to the National Bureau of statistic Figures. Data from the fourth Quarter economic indices presents a mixed picture nationally. While in November, oil prices fell sharply in the same month. Moreover, oil production will be hampered by the coming months after Nigeria agreed to reduce production starting from January as part of the OPEC and non-OPEC oil output cut announced on 7th December. Never the less, the cut should have a relatively modest impact given that Nigeria had been producing below its previous quota due to capacity constraints.

Relatively at the State level, the political activities impacted in our budget performance during the fourth quarter, the spate of electioneering campaign and activities geared towards the forth coming 2019 elections took the shine off our performance due to relative lull in governance, however most of our recurrent expenditures were attended to. Whereas revenue garnered within this period under review fell by as much as 56.83% of the expected return within the period, and about 1.45% less than our collection in the previous quarter on retained earnings, N2.6 billion was earned in the fourth quarter as against the expected N3.15 billion. This translates to shortfall of about 23.81% of the projected income from this source. Notwithstanding the bad outing in our revenue effort, the actual revenue in the fourth quarter shows an increase of N989,279,025.00 or 60.84 percent when compared with the actual revenue in the previous quarter.

On the Expenditure side, a total of N53,546,476,000.00 (Fifty three Billion, five Hundred and forty six million, four hundred and seventy six thousand Naira) was ear-marked for capital development. However, out of this amount; only about N5,576,243,185.00 (Five Billion, Five Hundred and Seventy six Million, Two Hundred and Forty three Thousand, One hundred and Eighty five Naira) only was available for expenditure in the fourth

quarter. This represents a shortfall from the expected capital spending of N13,386,619,000.00 (thirteen billion, three hundred and Eighty six million, Six hundred and nineteen thousand Naira) representing a variance of 58.34% from the actual.

The recurrent Expenditure had a more Positive outlook as a total of N15,786,249,112.00 (Fifteen billion, Seven Hundred and Eighty Six Million, two Hundred and Forty Nine Thousand, One Hundred and Twelve Naira) was spent within the last quarter for personnel cost, overhead, Subvention and Pensions. This represents about an average of 101% performance in this sector of expenditure and it is quite impressive bearing in mind that we paid all Salaries, including the 13th month Bonus, and of course pensions were attended to exhaustively without excluding the N100 million dedicated monthly to gratuity of retired Staff of the Government.

1.0 INTRODUCTION

The 2018 Budget was prepared with the aim of sustaining and improving the economic growth of Enugu State. It was prepared against a background of key macro-economic developments and analysis which includes: Crude Oil Price, Oil Production estimate, Exchange Rate, Real GDP Growth and Inflation Rate as well as estimated revenue from share of Federal Accounts Allocation (FAAC), Internally Generated Revenue (IGR) and Capital Receipts. The Budget was also guided by the Medium Term Expenditure Framework, 4-Point Development Agenda and Visit Every Community Document.

The 2018 Budget gave special consideration to the completion of ongoing capital projects that will improve living standards and also create jobs. The 2018 Budget was equally developed to enhance the effectiveness and efficiency of the management of the resources in the State following the Country's gradual exit from recession and provision of critical infrastructure, wealth creation, agriculture inputs, health, education, security and human capital development. The budget also provided enabling environment for local and foreign investors, small, medium and large scale business to thrive in the State.

2018 Budget Thrusts

The strategic plan put in place for successful implementation of 2018 budget include but not limited to:

- a) IGR target of 2.5billion monthly in 2018.
- b) Strategic Resource Allocation to Critical Sectors and ensuring that all approvals are cash-backed in line with our medium term expenditure framework and the State cash-flow management policy.
- c) Adequate provisions made for completion of on-going projects and new projects to be initiated during the 2018 fiscal year.

- d) Prudence, Transparency and Accountability in all Government Businesses and zero tolerance for corruption.
- e) Sustain government efforts towards economic expansion through more investment in physical infrastructure through Public-Private Partnership (PPP) and improving the State's ease of doing business index to sustain our efforts to make Enugu State a preferred destination for local and foreign investors.
- f) Ensuring inclusiveness in project selection using the Visit Every Community (VEC) model to provide for at least N10 Million to implement community driven projects in all the autonomous communities in Enugu State.
- g) Ensuring Recurrent to Capital ratio of 60:40 in the 2018 budget and multi-year budget, spanning 2018-2020 fiscal years.
- h) Ensuring linkages and synergy among sectors to avoid duplication of projects and programmes in the Budget.
- i) Leveraging on alternative funding windows to mobilize additional resources from our Development Partners to complement our development efforts during the fiscal year.

The Appropriation Bill for the 2018 Budget was presented to the Enugu State House of Assembly on 23rd December, 2017 with the total sum of N98,563,500,000.00; N60,717,024,000.00 for Recurrent Expenditure representing 61.60% and N37,846,476,000.00 for Capital Expenditure representing 38.40%. After careful deliberation on the floor of the Enugu State House of Assembly, the sum of N103,563,500,000.00 was approved; N60,717,024,000.00 for Recurrent Expenditure representing 58.63% and 42,846,476,000.00 for Capital Expenditure representing 41.37%.

During the second quarter 2018, the budget size was revised to N114,2563,500,000.00; the sum of N99,763,500,000.00 was for Recurrent Revenue, N14,500,000,000.00 was for Capital Receipts while

N39,046,476,000.00 was Transferred from Consolidated Revenue Fund to Capital Development Fund. Furthermore, the sum of N60,717,024,000.00 representing 53.14 percent of the total budget was for Recurrent Expenditure while N53,546,476,000.00 representing 46.86 percent of the total budget was for Capital Expenditure.

This 2018 fourth quarter budget implementation report provides comprehensive and detailed information on the budget implementation of 2018 Budget. The rest of the report is organized as follows: a brief analysis of the macroeconomic development under which the budget was executed, fiscal analysis of the 2018 Budget Implementation and assumptions, followed by 2018 Resources Profile and careful analysis of 2018 fourth quarter and consolidated budget implementation. Finally, we present a brief conclusion of this report.

2.0 MACROECONOMIC DEVELOPMENT & ANALYSIS

Macro-economic development for the fourth Quarter was not very different from the picture we had in the third quarter, as not much has changed within the period under review. Most indices remained the same or changed slightly due to stagnant economic environment. Nigeria's oil and non-oil revenue dipped below the 2018 monthly budget in October, according to data from the central Bank of Nigeria. This comes as the apex bank's 2018 Economic report for October showed that oil revenue earned for the month was N 422.13 billion as against an estimated N640.21 billion and N 477.06 billion recorded in September.

Similarly, the government non-oil revenue for the month was N259.93 billion as against an estimated N466.91 billion, and N354.38 billion recorded in September. The short-fall in oil revenue, relative to the monthly budget estimate, was attributed to the drop on the average price of crude oil and declining production arising from pipeline shutdowns. The estimated Federally collected revenue (gross) at N682.06 billion in October 2018 was below the 2018 monthly budget estimate of N1.11 trillion and the N831.45 billion collected in the preceding month by 38.4 percent and 18 percent respectively according to the CBN report. The shortfall relative to the monthly budget is as a result of lower revenue from both oil and non-oil sources.

Oil receipts, at N422.13 billion or 61.9% of total revenue was below the monthly budget estimate of N640.21 billion by 34.1 percent. It was also a decline of 11.5 percent below the preceding month's receipts of N477.06. The drop in non-oil receipts was attributed to a shortfall in corporate taxes, custom and exercise duties, value added tax, independent revenue of the government and others. It must be noted

that Nigerian Economy was exposed to an array of risk factors during the second half of the year (Q3), ranging from severely depressed oil prices, falling external reserves, geopolitical tensions, and prospect of higher USA interest rates.

With economic growth staking a fragile rebound and heavy hitters such as IMF even downgrading growth forecasts 2.1 percent to 1.9 percent, some may feel Nigeria's growth prospects remains quite discouraging. The recent decline in oil prices negatively impacted revenue and possible complication the implementation of 2019 budget, all signs points to tough times ahead. As we headed into the final trading month of 2018, the outlook for Nigerian's economy is poised to remain heavily influenced by oil prices, the Dollar, global trade developments and pre-election Jitters. With the Federal Government expected to raise interest rates in December, Nigeria is at risk experiencing capital outflows, oil price remains gripped by concerns over excessive supply in the markets and fears of falling demand themes that translate to falling Government revenue and vulnerable Naira exchange rates.

3.0 FISCAL ANALYSIS OF THE 2018 BUDGET IMPLEMENTATION

3.1 2018 FISCAL FRAMEWORK/BUDGET ASSUMPTIONS

The 2018 Budget is an output of key macro-economic developments, estimated revenue, Medium Term Expenditure Framework, 4-Point Development Agenda and Visit Every Community Document after series of meetings with all stakeholders. The happening in the world market were also taken into consideration before arriving at some of the key assumptions in the framework.

Table 3.1: 2018 Budget Assumptions

SN	PARTICULARS	2018 BUDGET BENCHMARKS	2018 FOURTH QUARTER
1	Crude oil price-	US\$45 per barrel	US\$73.38 per barrel
2	Oil production estimate	2.3 million barrels per day	1.8 million barrels per day
3	Exchange rate	N305/US\$	N306/US\$
4	Real GDP growth	3.5 percent	9.05 percent
5	Inflation Rate	12.42 percent	9.84 percent

Source: NBS and BOF

3.2 ENUGU STATE 2018 RESOURCES PROFILE

During the second quarter, the sum of N114,263,500,000.00 was appropriated by the Enugu State House of Assembly as Revised Budget for 2018 Fiscal year. Out of the total Approved Revised Budget for 2018 Fiscal year, the sum of N99,763,500,000.00 was for Recurrent Revenue, N14,500,000,000.00 was for Capital Receipts while N39,046,476,000.00 was Transferred from Consolidated Revenue Fund to Capital Development Fund. Furthermore, the sum of N60,717,024,000.00 representing 53.14 percent of the total budget was for Recurrent

Expenditure while N53,546,476,000.00 representing 46.86 percent of the total budget was for Capital Expenditure.

Table 3.2: 2018 Budget Resource Profile

ITEMS	Approved Budget 2017	%	Revised Budget 2017	%	Approved Budget 2018	%	Revised Budget 2018	%
	N		N		N		N	
Statutory Allocation	42,205,000,000	59.13	42,205,000,000	59.13	59,063,500,000	66.32	59,063,500,000	59.20
Independent Revenue (IGR)	16,266,614,000	22.79	16,266,614,000	22.79	30,000,000,000	33.68	40,700,000,000	40.80
50% Refund from Paris and London Club	12,900,266,000	18.07	12,900,266,000	18.07	-	-	-	-
TOTAL RECURRENT REVENUE	71,371,880,000	100.00	71,371,880,000	100.00	89,063,500,000	100.00	99,763,500,000	100.00
RECURRENT EXPENDITURE								
Personnel Cost	35,645,426,438	64.58	38,101,346,438	69.03	37,500,431,000	61.76	34,695,431,000	57.14
Overhead	13,766,311,978	24.94	11,310,391,978	20.49	17,234,600,000	28.39	20,039,600,000	33.00
Subvention	5,786,200,584	10.48	5,786,200,584	10.48	5,981,993,000	9.85	5,981,993,000	9.85
SUB TOTAL	55,197,939,000	100.00	55,197,939,000	100.00	60,717,024,000	100.00	60,717,024,000	100.00
CAPITAL RECIEPTS								
Transfer from Consolidated Revenue Fund	16,173,941,000	32.01	16,173,941,000	32.01	28,346,476,000	66.16	39,046,476,000	72.92
Aids and Grants	3,990,000,000	7.90	3,990,000,000	7.90	2,000,000,000	4.67	2,000,000,000	3.74
Public Private Patnership	1,000,000,000	1.98	1,000,000,000	1.98	500,000,000	1.17	500,000,000	0.93
50% Refund from Paris and London Club	12,900,266,000	25.53	12,900,266,000	25.53	8,000,000,000	18.67	8,000,000,000	14.94
Domestic Loans/Borrowing Receipts	12,000,000,000	23.75	12,000,000,000	23.75	2,000,000,000	4.67	2,000,000,000	3.74
International Loans/Borrowing Receipts	4,457,325,000	8.82	4,457,325,000	8.82	2,000,000,000	4.67	2,000,000,000	3.74
TOTAL	50,521,532,000	100.00	50,521,532,000	100.00	42,846,476,000	100.00	53,546,476,000	100.00
CAPITAL EXPENDITURE SUMMARY BY SECTORS								
Administration Sector	6,000,113,291	11.88	2,549,653,691	5.05	3,437,168,000	8.02	4,990,168,000	9.32
Economic Sector	31,988,326,298	63.32	36,310,797,202	71.87	24,225,345,000	56.54	31,041,845,000	57.97
Law & Justice Sector	1,086,430,000	2.15	928,659,788	1.84	1,219,200,000	2.85	2,969,200,000	5.55
Regional Sector	140,500,000	0.28	134,500,000	0.27	152,500,000	0.36	152,500,000	0.28
Social Sector	11,306,162,411	22.38	10,597,921,319	20.98	13,812,263,000	32.24	14,392,763,000	26.88
TOTAL	50,521,532,000	100.00	50,521,532,000	100.00	42,846,476,000	100.00	53,546,476,000	100.00
BUDGET SIZE	105,719,471,000		105,719,471,000		103,563,500,000		114,263,500,000	

Source: MB&P

3.3 Analysis of Recurrent Revenue and Capital Receipts Performance

Table 3.3: Inflows to the 2018 Enugu State Budget as at 31st December 2018

S/N	DESCRIPTION	2018 BUDGET		2018 ACTUAL					VARIANCE					
		ANNUAL	QUARTERLY	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	TOTAL ACTUAL	4TH Quarter Actual Vs Quarterly Budget		4TH Quarter Vs 3RD Quarter (Actual)		Total Actual Vs Annual Budget	
	REVENUE	N	N	N	N	N	N	N	N	%	N	%	N	%
1	Statutory Allocation	39,829,500,000	9,957,375,000	10,410,600,718	10,524,791,597	11,440,140,108	11,931,505,207	44,307,037,629	1,974,130,207	19.83	491,365,099	4.30	4,477,537,629	11.24
2	Value Added Tax (VAT)	11,234,000,000	2,808,500,000	2,783,272,796	2,768,160,976	2,994,733,837	2,988,954,380	11,535,121,990	180,454,380	6.43	(5,779,456)	(0.19)	301,121,990	2.68
3	50% Refund from Paris and London Club	8,000,000,000	2,000,000,000	400,000,000	-	-	-	400,000,000	(2,000,000,000)	(100.00)	-	-	(7,600,000,000)	(95.00)
	Sub-Total	59,063,500,000	14,765,875,000	13,593,873,515	13,292,952,573	14,434,873,944	14,920,459,587	56,242,159,619	154,584,587	(73.75)	485,585,643	4.10	(2,821,340,381)	(81.08)
	Internally Generated Revenue (IGR)													
4	Main IGR	28,061,702,290	7,015,425,573	3,746,566,918	2,819,373,896	2,793,986,631	2,753,436,775	12,113,364,219	(4,261,988,798)	(60.75)	(40,549,856)	(1.45)	(15,948,338,071)	(56.83)
5	Retained Earning	12,638,297,710	3,159,574,428	4,055,199,273	1,333,004,123	1,626,082,807	2,615,361,832	9,629,648,034	(544,212,595)	(17.22)	989,279,025	60.84	(3,008,649,676)	(23.81)
	Sub-Total (IGR)	40,700,000,000	10,175,000,000	7,801,766,190	4,152,378,018	4,420,069,438	5,368,798,607	21,743,012,253	(4,806,201,393)	(77.98)	948,729,169	59.39	(18,956,987,747)	(80.64)
	CAPITAL RECEIPTS													
6	Aids and Grants	2,000,000,000	500,000,000	-	-	-	-	-	(500,000,000)	(100.00)	-	-	(2,000,000,000)	(100.00)
10	Internal Loan	2,000,000,000	500,000,000	-	1,301,043,670	-	-	1,301,043,670	(500,000,000)	(100.00)	-	-	(698,956,330)	(34.95)
11	External Loan	2,000,000,000	500,000,000	70,707,065	3,661,269,445	-	327,682,135	4,059,658,645	(172,317,865)	(34.46)	327,682,135	-	2,059,658,645	102.98
12	Public Private PartnerShip	500,000,000	125,000,000	-	-	-	-	-	(125,000,000)	(100.00)	-	-	(500,000,000)	(100.00)
13	50% Refund from Paris and London Club	8,000,000,000	2,000,000,000	-	-	-	-	-	(2,000,000,000)	(100.00)	-	-	(8,000,000,000)	(100.00)
	Sub-Total	14,500,000,000	3,625,000,000	70,707,065	4,962,313,115	-	327,682,135	5,360,702,315	(3,297,317,865)	(434.46)	327,682,135	-	(9,139,297,685)	(231.96)
	Grand Total	114,263,500,000	28,565,875,000	21,466,346,770	22,407,643,706	18,854,943,382	20,616,940,329	83,345,874,187	(7,948,934,671)	(586.19)	1,761,996,948	63.49	(30,917,625,813)	(393.68)

Source: MB&P and OAG

Table 3.4: Performance of Revenue Budget and Actual in the 2018 Fourth Quarter

S/N	DESCRIPTION	2018 BUDGET		2018 ACTUAL					PERFORMANCE			
		ANNUAL	QUARTERLY	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	TOTAL ACTUAL	FOURTH QUARTER ACTUAL/QUARTERLY BUDGET	TOTAL ACTUAL/ANNUAL BUDGET	FOURTH QUARTER ACTUAL	TOTAL ACTUAL
	REVENUE	N	N	N	N	N	N	N	%	%	(Contribution)	(Contribution)
1	Statutory Allocation	39,829,500,000	9,957,375,000	10,410,600,718	10,524,791,597	11,440,140,108	11,931,505,207	44,307,037,629	119.83	111.24	58.81	53.16
2	Value Added Tax (VAT)	11,234,000,000	2,808,500,000	2,783,272,796	2,768,160,976	2,994,733,837	2,988,954,380	11,535,121,990	106.43	102.68	14.73	13.84
3	50% Refund from Paris and London Club	8,000,000,000	2,000,000,000	400,000,000	-	-	-	400,000,000	-	5.00	-	0.48
	Sub-Total	59,063,500,000	14,765,875,000	13,593,873,515	13,292,952,573	14,434,873,944	14,920,459,587	56,242,159,619	101.05	95.22		
	Internally Generated Revenue (IGR)											
4	Main IGR	28,061,702,290	7,015,425,573	3,746,566,918	2,819,373,896	2,793,986,631	2,753,436,775	12,113,364,219	39.25	43.17	13.57	14.53
5	Retained Earning	12,638,297,710	3,159,574,428	4,055,199,273	1,333,004,123	1,626,082,807	2,615,361,832	9,629,648,034	82.78	76.19	12.89	11.55
	Sub-Total	40,700,000,000	10,175,000,000	7,801,766,190	4,152,378,018	4,420,069,438	5,368,798,607	21,743,012,253	52.76	53.42		
	CAPITAL RECEIPTS											
6	Aids and Grants	2,000,000,000	500,000,000	-	-	-	-	-	-	-	-	-
10	Internal Loan	2,000,000,000	500,000,000	-	1,301,043,670	-	-	1,301,043,670	-	65.05	-	1.56
11	External Loan	2,000,000,000	500,000,000	70,707,065	3,661,269,445	327,682,135	-	4,059,658,645	-	202.98	-	4.87
12	Public Private PartnerShip	500,000,000	125,000,000	-	-	-	-	-	-	-	-	-
13	50% Refund from Paris and London Club	8,000,000,000	2,000,000,000	-	-	-	-	-	-	-	-	-
	Sub-Total	14,500,000,000	3,625,000,000	70,707,065	4,962,313,115	327,682,135	-	5,360,702,315	-	36.97		
	Grand Total	114,263,500,000	28,565,875,000	21,466,346,770	22,407,643,706	19,182,625,517	20,289,258,194	83,345,874,187	71.03	72.94	100.00	100.00

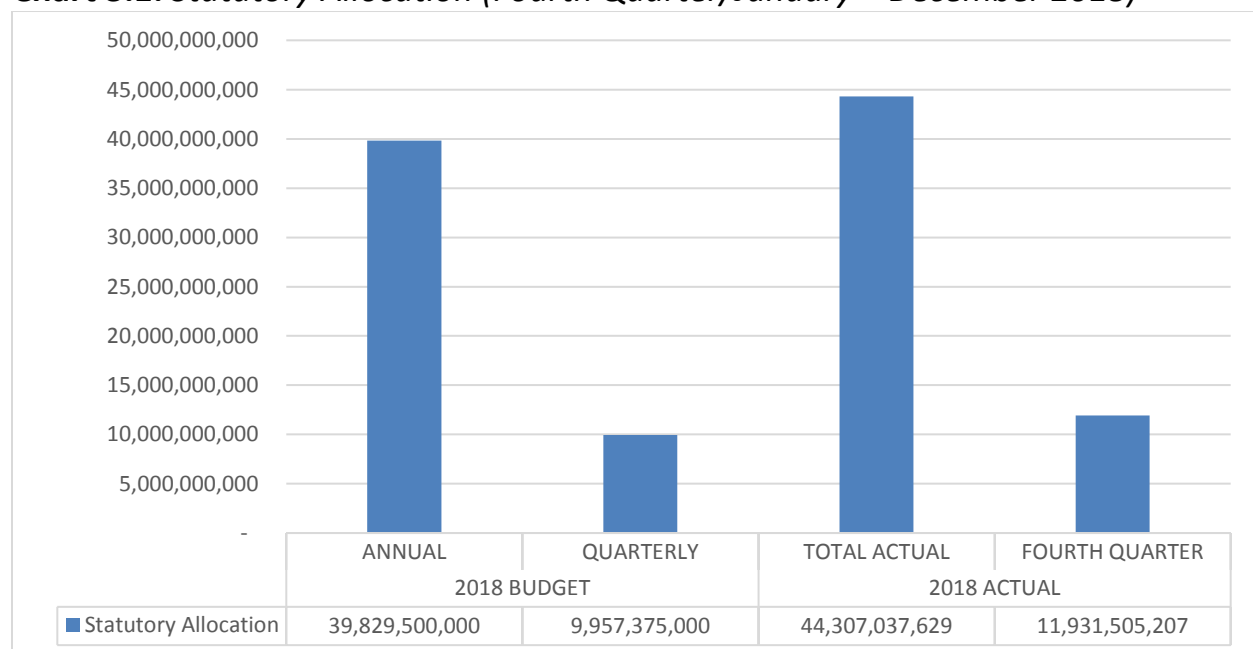
Source: MB&P and OAG

3.3.1 RECURRENT REVENUE PERFORMANCE

Statutory Allocation:

Statutory Allocation actual collected was N11,931,505,207.00 out of Budgeted amount of N9,957,375,000.00(quarterly) in the fourth quarter of 2018. This translate to a N1,974,130,207.00 or 19.83 percent above in the prorated budget for the period under review. It contributed about 58.81 percent of the State Total Resource Envelope (Actual Recurrent Revenue and Capital Receipts). The aggregate Statutory Allocation actual in the fourth quarters of 2018 stood at N44,307,037,629.00 which translate to a N4,477,537,629.00 or 11.24 percent above budgeted projection of N39,829,500,000.00. This represent 53.16 percent of the State Total Resource Envelope (Actual Recurrent Revenue and Capital Receipts). The actual revenue realized in the fourth quarter of 2018 reveals an increase of N491,365,099.00 or 4.30 percent when compared with the actual revenue in the third quarter of 2018.

Chart 3.1: *Statutory Allocation (Fourth Quarter/January – December 2018)*

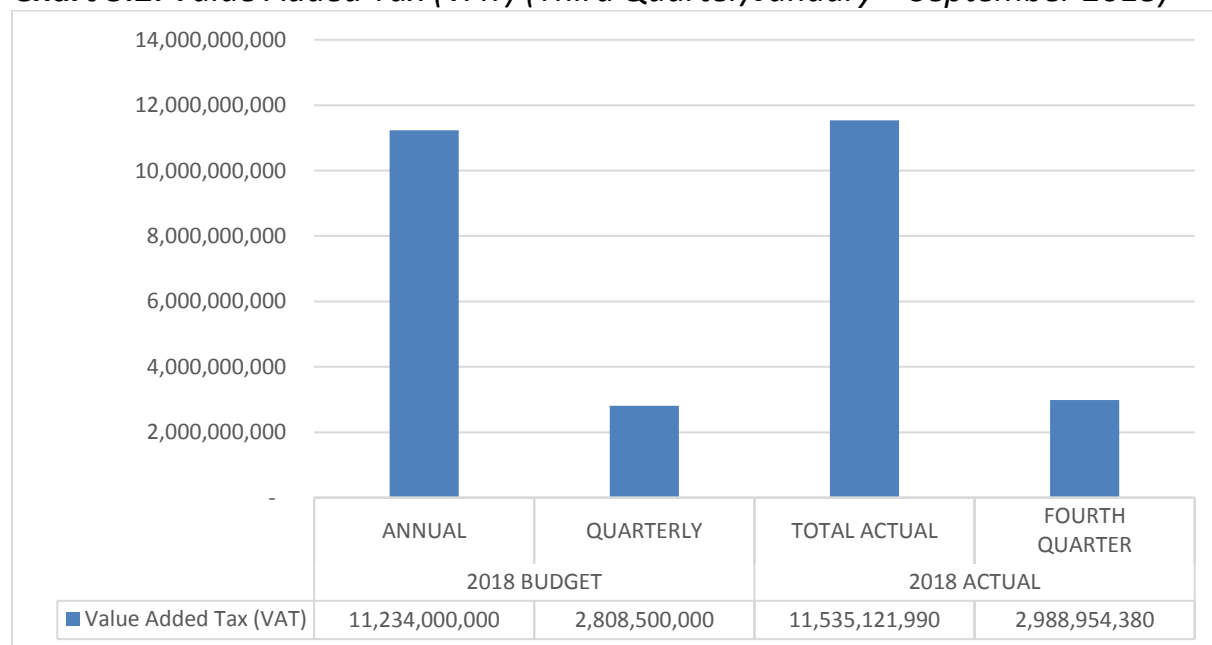


Source: MB&P and OAG

Value Added Tax (VAT):

The actual Value Added Tax (VAT) that accrued in the fourth quarter of 2018, was N2,988,954,380.00, translating an increase of N180,454,380.00 or 6.43 percent above the estimated quarterly projection of N2,808,500,000.00. It contributed about 14.73 percent of the State Total Resource Envelope (Actual Recurrent Revenue and Capital Receipts). Total Inflow in the fourth quarters 2018 was N11,535,121,990.00 against N11,234,000,000.00 budgeted. This represent N301,121,990.00 or 2.68 percent above budgeted figure. It contributed about 13.62 percent of the State Total Resource Envelope (Actual Recurrent Revenue and Capital Receipts). The actual revenue in the fourth quarter of 2018 reveals a decrease of N5,779,456.00 or 0.19 percent when compared with the actual revenue in the third quarter of 2018.

Chart 3.2: *Value Added Tax (VAT) (Third Quarter/January – September 2018)*

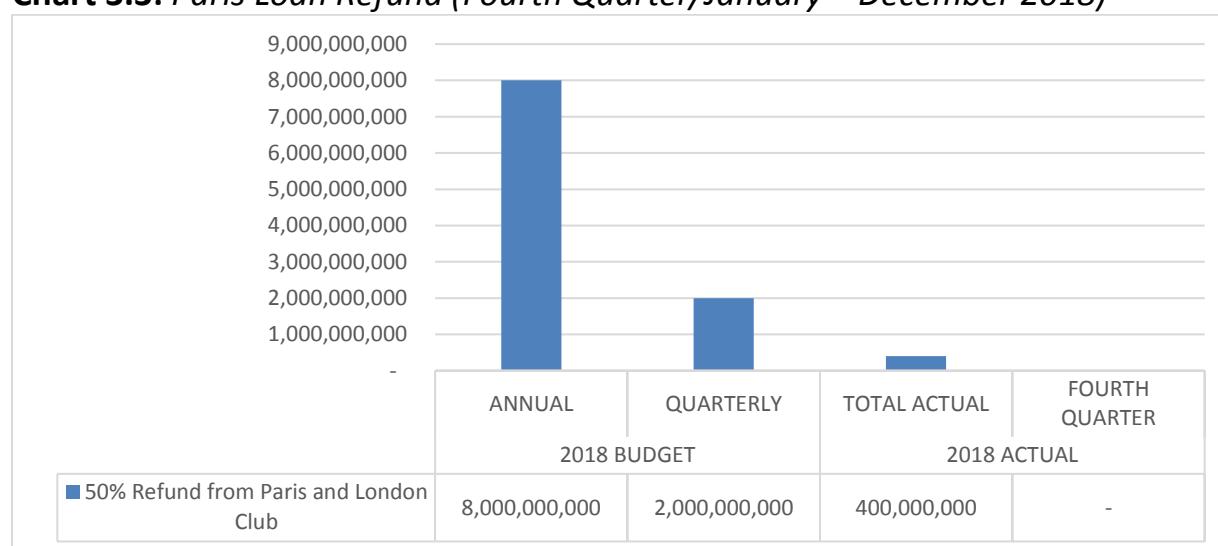


Source: MB&P and OAG

Refund from Paris and London Club:

In the fourth quarter of 2018 nothing was received from Paris Loan Refund but accumulated revenue in the fourth quarters 2018 amounted to N400,000,000.00 against budgeted projection of N8,000,000,000.00. This translate to a N7,600,000,000.00 or 95.00 percent shortfall. It contributed about 0.48 percent of the State Total Resource Envelope (Actual Recurrent Revenue and Capital Receipts).

Chart 3.3: Paris Loan Refund (Fourth Quarter/January – December 2018)



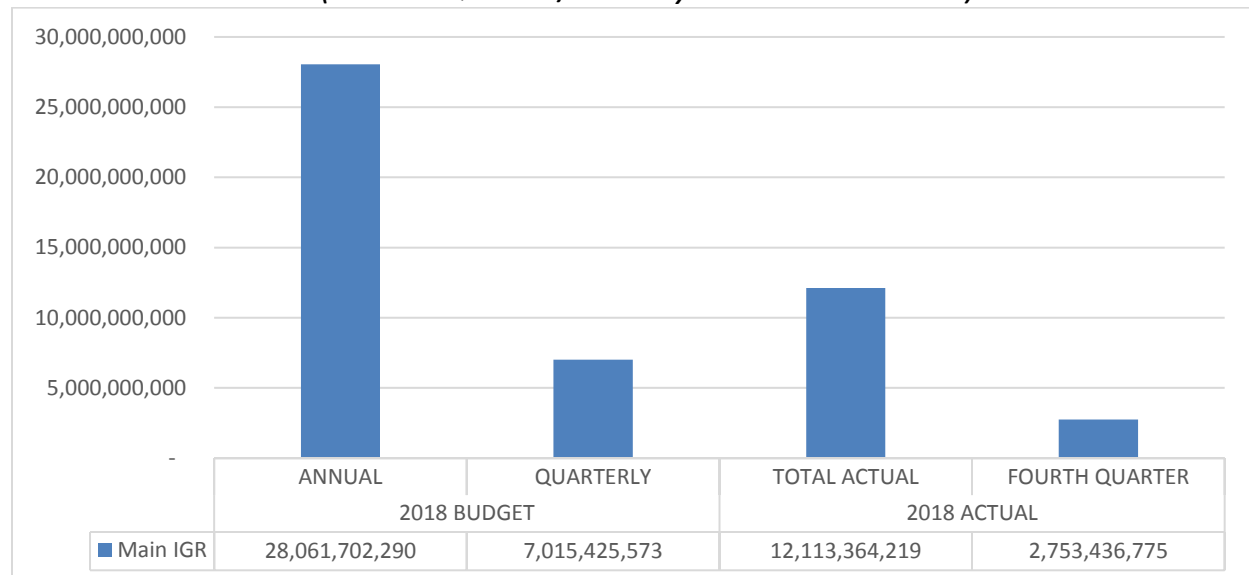
Source: MB&P and OAG

Internally Generated Revenue (IGR) – Main:

The actual of the Main IGR was N2,753,436,775.00 in the fourth quarter 2018 against N7,015,425,573.00 quarterly budget projection. It fell below by sum of N4,261,988,798.00 or 60.75 percent of budget. It yielded about 13.57 percent of the State Total Resource Envelope (Actual Recurrent Revenue and Capital Receipts). The aggregate actual revenue in the fourth quarter 2018 was N12,113,364,219.00 against budget projection of N28,061,702,290.00. It was signifying a decrease of

N15,948,338,071.00 or 56.83 percent below the estimated projection. It contributed about 14.53 percent of the State Total Resource Envelope (Actual Recurrent Revenue and Capital Receipts). The actual revenue collected in the fourth quarter of 2018 reveals a shortfall of N40,549,856.00 or 1.45 percent when compared with the actual revenue in the third quarter of 2018.

Chart 3.4: Main IGR (Fourth Quarter/January – December 2018)



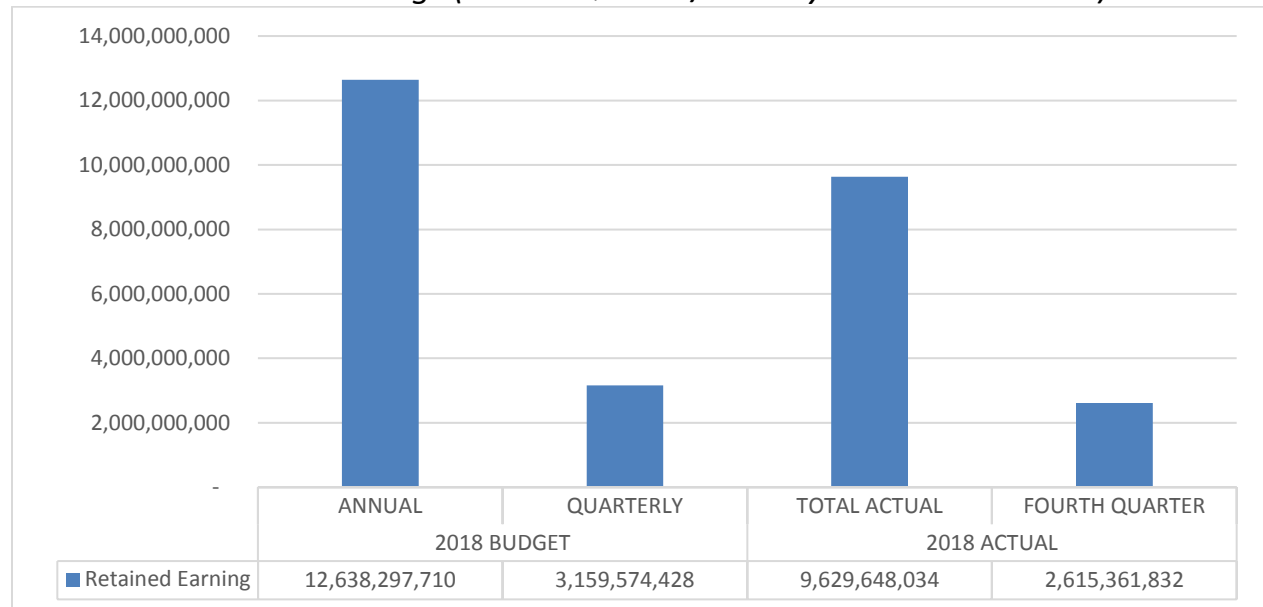
Source: MB&P and OAG

Internally Generated Revenue (IGR) – Retained Earnings:

The actual revenue of N2,615,361,832.00 was collected in the fourth quarter of 2018. This denotes a shortfall of N544,212,595.00 or 17.22 percent below the quarterly estimate of N3,159,574,428.00. It contributed about 12.89 percent of the State Total Resource Envelope (Actual Recurrent Revenue and Capital Receipts). Total Inflow of N9,629,648,034.00 was received in the four quarters of 2018 against N12,638,297,710.00 budgeted projection. This translate to a N3,008,649,676.00 or 23.81 percent below budgeted projection. It

contributed about 11.55 percent of the State Total Resource Envelope (Actual Recurrent Revenue and Capital Receipts). The actual revenue in the fourth quarter of 2018 reveals an increase of N989,279,025.00 or 60.84 percent when compared with the actual revenue in the third quarter of 2018.

Chart 3.5: Retained Earnings (Fourth Quarter/January – December 2018)



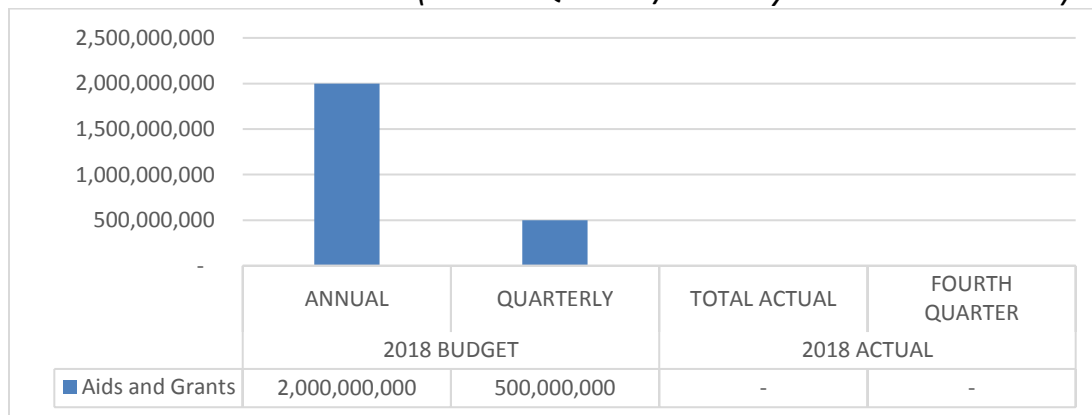
Source: MB&P and OAG

3.3.2 CAPITAL RECEIPTS PERFORMANCE

Aids and Grants:

This is one of the revenue items used for capital developments. They include all non-repayable financial resources/aids given to the State Government over a given period. A typical example of this revenue item is SDGs grant. The State Projected a total of **N2,000,000,000.00** to be realized from grant in the fourth quarter but nothing was actually received.

Chart 3.6: Aids and Grants (Fourth Quarter/January – December 2018)

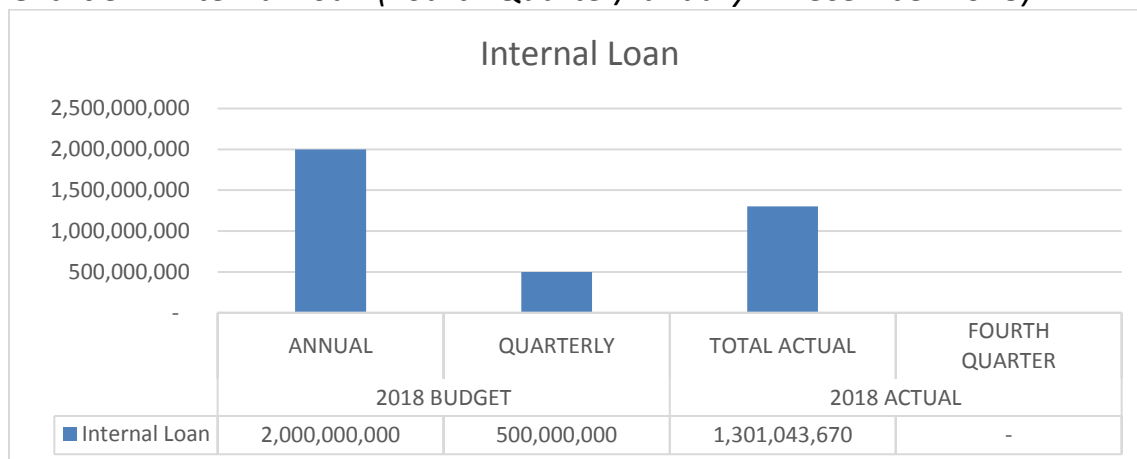


Source: MB&P and OAG

Internal Loan:

This is the loan which the State government usually source locally from either deposit money banks or other financial institutions and often repaid with low interest rates. In the fourth quarter 2018, nothing was received. Aggregate revenue of N1,301,043,670.00 was received in the fourth quarter against N2,000,000,000.00 budgeted projection. This indicate N698,956,330.00 or 34.95 percent below budget. It contributed about 1.56 percent of the State Total Resource Envelope (Actual Recurrent Revenue and Capital Receipts).

Chart 3.7: Internal Loan (Fourth Quarter/January – December 2018)

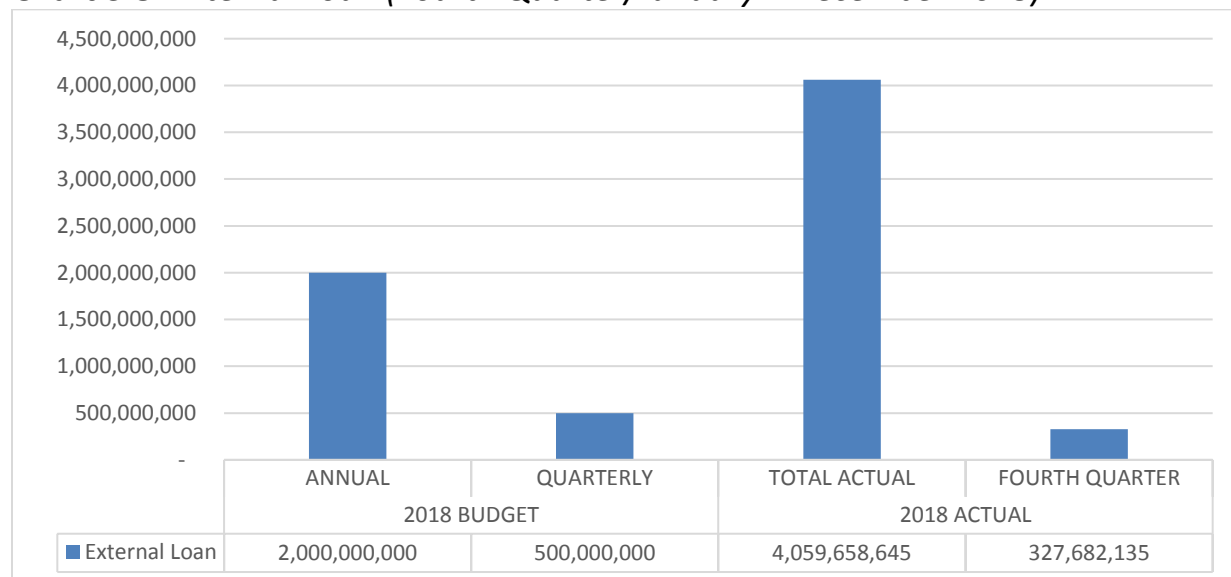


Source: MB&P and OAG

External Loan:

External loans are borrowings by the State from International Organizations with little interest element and are used mainly for capital development. The sum of N327,682,135.00 was collected during the fourth quarter 2018. This denotes a shortfall of N172,317,865.00 or 34.46 percent below the quarterly estimate of N500,000,000.00. The accumulated inflow in the fourth quarter 2018 was N4,059,658,645.00 against budget projection of N2,000,000,000.00. This represent N2,059,658,645.00 or 102.98 percent more than budgeted projection. It contributed about 4.87 percent of the State Total Resource Envelope (Actual Recurrent Revenue and Capital Receipts).

Chart 3.8: *External Loan (Fourth Quarter/January – December 2018)*



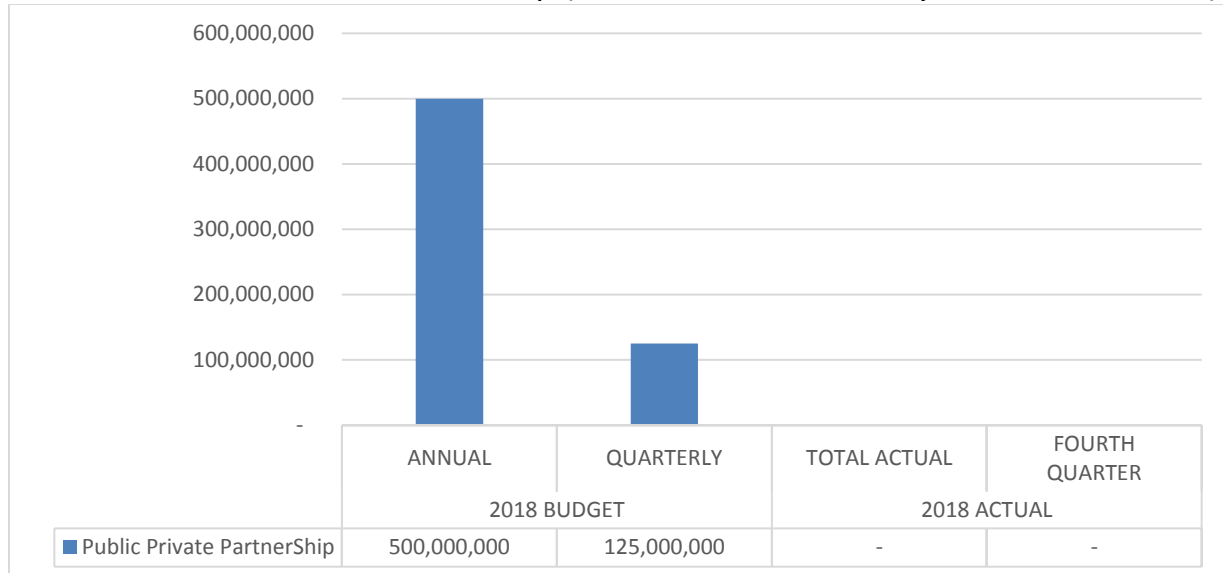
Source: MB&P and OAG

Public Private Partnership and 50% Refund from Paris & London Club:

The State projected N125,000,000.00 quarterly to be realized from Public Private Partnership but nothing was actually received in the fourth quarter 2018. Also, N2,000,000,000.00 was budgeted quarterly for Paris

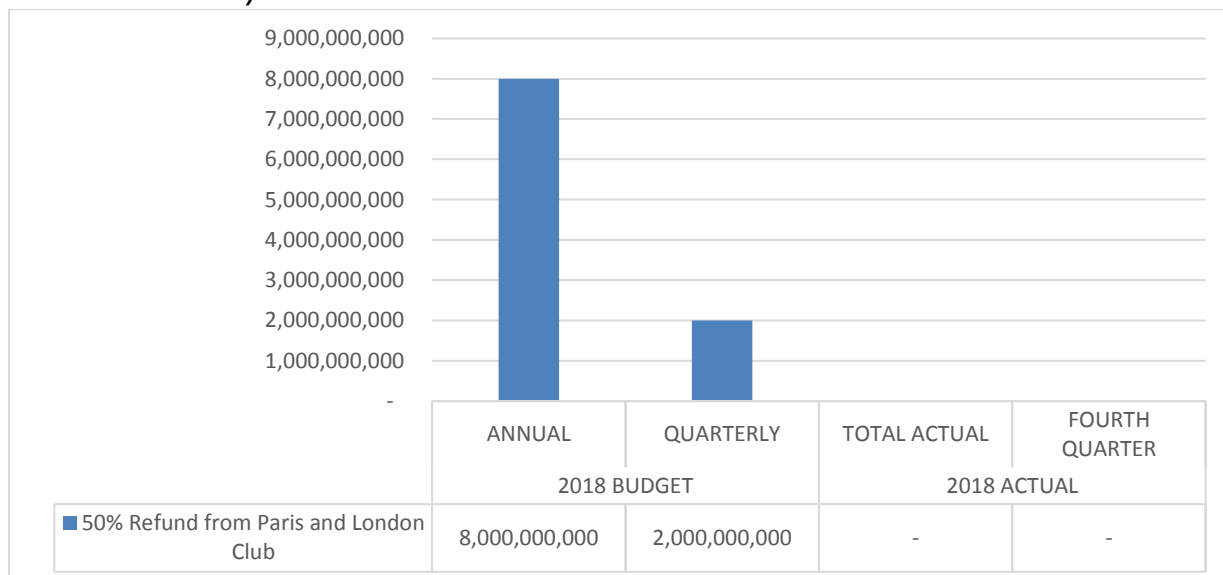
and London Club Refund but nothing was actually collected in the fourth quarter 2018.

Chart 3.9: Public Private Partnership (Fourth Quarter/January – December 2018)



Source: MB&P and OAG

Chart 3.10: 50% Refund from Paris & London Club (Fourth Quarter/January – December 2018)



Source: MB&P and OAG

3.4 Analysis of Recurrent and Capital Expenditure Performance

Table 3.5: Outflows 2018 Enugu State Budget as at December 2018

S/N	DESCRIPTION	2018 BUDGET		2018 ACTUAL					VARIANCE					
		ANNUAL	QUARTERLY	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	TOTAL ACTUAL	4TH Quarter Actual Vs Quarterly Budget		4TH Quarter Vs 3RD Quarter (Actual)		Total Actual Vs Annual Budget	
	EXPENDITURE	N	N	N	N	N	N	N	N	%	N	%	N	%
1	Personnel Cost	25,495,431,000	6,373,857,750	4,318,693,073	4,223,156,589	4,460,815,455	5,578,114,433	18,580,779,549	(795,743,317)	(12.48)	1,117,298,978	25.05	(6,914,651,451)	(27.12)
2	Overhead Cost	19,019,600,000	4,754,900,000	4,134,467,284	4,826,826,429	4,711,918,552	6,660,412,065	20,333,624,331	1,905,512,065	40.07	1,948,493,513	41.35	1,314,024,331	6.91
	Consolidated Revenue Fund													
3	Charges (CRFC)	10,220,000,000	2,555,000,000	2,139,798,671	2,236,617,580	1,755,569,092	2,254,829,881	8,386,815,225	(300,170,119)	(11.75)	499,260,790	28.44	(1,833,184,775)	(17.94)
4	Subvention	5,981,993,000	1,495,498,250	1,101,188,760	1,131,788,760	1,185,091,080	1,292,892,733	4,710,961,333	(202,605,517)	(13.55)	107,801,653	9.10	(1,271,031,667)	(21.25)
5	Capital Expenditure	53,546,476,000	13,386,619,000	4,786,621,677	6,507,813,415	3,860,778,834	5,576,243,185	20,731,457,110	(7,810,375,815)	(58.34)	1,715,464,351	44.43	(32,815,018,890)	(61.28)
	Total	114,263,500,000	28,565,875,000	16,480,769,465	18,926,202,773	15,974,173,012	21,362,492,297	72,743,637,547	(7,203,382,703)	(56.05)	5,388,319,285	148.37	(41,519,862,453)	(120.68)

Source: MB&P and OAG

Table 3.6: Performance of Budget Expenditure and Actual in the 2018 Fourth Quarter

S/N	DESCRIPTION	2018 BUDGET		2018 ACTUAL					PERFORMANCE			
		ANNUAL	QUARTERLY	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	TOTAL ACTUAL	FOURTH QUARTER ACTUAL/QUARTERLY BUDGET	TOTAL ACTUAL/ANNUAL BUDGET	FOURTH QUARTER ACTUAL	TOTAL ACTUAL
	EXPENDITURE	N	N	N	N	N	N	N	%	%	%	%
1	Personnel Cost	25,495,431,000	6,373,857,750	4,318,693,073	4,223,156,589	4,460,815,455	5,578,114,433	18,580,779,549	87.52	72.88	26.11	25.54
2	Overhead Cost	19,019,600,000	4,754,900,000	4,134,467,284	4,826,826,429	4,711,918,552	6,660,412,065	20,333,624,331	140.07	106.91	31.18	27.95
	Consolidated Revenue Fund											
3	Charges (CRFC)	10,220,000,000	2,555,000,000	2,139,798,671	2,236,617,580	1,755,569,092	2,254,829,881	8,386,815,225	88.25	82.06	10.56	11.53
4	Subvention	5,981,993,000	1,495,498,250	1,101,188,760	1,131,788,760	1,185,091,080	1,292,892,733	4,710,961,333	86.45	78.75	6.05	6.48
5	Capital Expenditure	53,546,476,000	13,386,619,000	4,786,621,677	6,507,813,415	3,860,778,834	5,576,243,185	20,731,457,110	41.66	38.72	26.10	28.50
	Total	114,263,500,000	28,565,875,000	16,480,769,465	18,926,202,773	15,974,173,012	21,362,492,297	72,743,637,547	74.78	63.66	100.00	100.00

Source: MB&P and OAG

3.4.1 COMPARATIVE ANALYSIS OF RECCURENT EXPENDITURE FOR THE 4TH QUARTER

The 2018 final appropriation stood at N114.263billion showing an increase of N10.7 billion higher than the original budget. Out of the final budget size of N144.263 the Recurrent Expenditure maintained a total appropriation of N60,717,024,000 representing 53% of 2018 total budget. Out of total appropriation stated, the total Recurrent Expenditure releases/cash back stood at N52,012,180,414 and this represents 86% performance of the total recurrent budget.

The aggregate State expenditure for the last quarter maintained an outlay of N15,179,256,000. Actual releases in the fourth quarter of 2018 stood at N15,786,249,112 Indicating 101% performance and 5% more than recurrent expenditure recorded in the third quarter.

Out of the quarterly allotment of N6,373,857,750 appropriated for Personnel cost in the quarter, a total sum of N5,578,114,433 was released, representing 86% performance within the quarter. The data from Accountant General's office shows that the release warrants was 100% cash backed

The consolidated Revenue fund charges had its original budget appropriation of N12,005,000,000 but a final budget allotment of N9,200,000,000, the difference was moved to Overhead cost to take care of deficit recorded in the overhead cost within the last quarter. The CRF had a quarterly allocation of N2.3billion but recorded a total release/cash back of N2,254,829,881 representing 99% performance within the last quarter. The components of CRF includes the Pensions, gratuity and other benefits paid to pensionable officers, the consolidated

in this report also include fund for debt servicing by the State Government as recorded by the office of the Accountant General.

In the same vein, the overhead cost had a final appropriation of N20,039,600,000 and a quarterly projection of N5,009,900,000 but the sum of N6,660,412,065 was released and fully cash backed during the quarter, this portrayed performance of over 35% higher than the allocation in the last quarter.

The tables below present the computed figure for Recurrent Expenditure budget performance which comprises the Personnel cost, Overhead cost, consolidated revenue fund charges and subventions. It shows the percentage performance of the Recurrent Expenditure warrant releases/cash back over the budgeted figure in the fourth (last) quarter 2018. The detail breakdown is shown in the tables below.

Table 3.7: SUMMARY TOTAL RECURRENT EXPENDITURE PERFORMANCE 2018

ITEM DESCRIPTION	FINAL APPROPRIATION	TOTAL WARRANT RELEASES 2018	TOTAL CASH BACK 2018	% PERFORMANCE
Personnel cost	25,495,431,000	19,203,761,834	18,580,779,550	73
consolidated	9,200,000,000	6,690,667,924	8,386,815,223	91
Overhead cost	20,039,600,000	20,755,773,321	20,333,624,330	101
Subvention	5,981,993,000	4,725,805,040	4,710,661,333	79
TOTAL	60,717,024,000	51,036,008,119	52,012,180,414	86

Source: State Budget office and Office of the Accountant General

Table 3.8: RECURRENT EXPENDITURE REPORT (LAST QUARTER 2018)

ITEM DESCRIPTION	ORIGINAL BUDGET	FINAL BUDGET APPROPRIATION	Quarterly APPROPRIATION 2018	TOTAL WARRANT RELEASES - 4TH QUARTER	% PERF
Personnel cost	25,495,431,000	25,495,431,000	6,373,857,750	5,483,229,586	86.03
consolidated	12,005,000,000	9,200,000,000	2,300,000,000	1,821,203,150	79.18
Overhead cost	17,234,600,000	20,039,600,000	5,009,900,000	6,768,844,489	135.11
Subvention	5,981,993,000	5,981,993,000	1,495,498,250	1,292,888,760	86.45
TOTAL	60,717,024,000	60,717,024,000	15,179,256,000	15,366,165,985	101.23

Source: Budget office/Office of the AG

Table 3.9: QUATERLY RECURRENT EXPENDITURE RELEASES/CASH BACK (1ST – 4TH QUARTER 2018)

WARRA RELEAS						ACTUAL RELEASES					
ITEM DESCRIPTION	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FORTH QUARTER	TOTAL RELEASES 2018	1 ST QUATER	2 ND QUATER	3 RD QUATER	4TH QUARTER	TOTAL CASH BACK 2018	% CASH OVER WARRANT
Personnel cost	4,644,197,491	4,452,731,627	4,623,603,130	5,483,229,586	19,203,761,834	4,318,693,073	4,223,156,589	4,460,815,455	5,578,114,433	18,580,779,550	97
consolidated	1,383,004,519	1,722,940,695	1,763,519,560	1,821,203,150	6,690,667,924	2,139,798,671	2,236,617,580	1,755,569,091	2,254,829,881	8,386,815,223	125
Overhead cost	4,307,664,690	4,865,632,136	4,813,632,006	6,768,844,489	20,755,773,321	4,134,467,284	4,826,826,429	4,711,918,552	6,660,412,065	20,333,624,330	98
Subvention	1,116,338,760	1,131,488,760	1,185,088,760	1,292,888,760	4,725,805,040	1,101,188,760	1,131,488,760	1,185,091,080	1,292,892,733	4,710,661,333	100
TOTAL	11,451,205,460	12,172,793,218	12,045,843,456	15,366,165,985	51,036,008,119	11,694,147,766	12,418,389,358	12,113,394,178	15,786,249,112	52,012,180,414	102

SOURCE: BUDGET OFFICE/OFFICE OF THE ACCOUNTANT GENERAL

Table 3.10: MONTHLY SUMMARY OF RECURRENT EXPENDITURE WARRANT RELEASES JAN – JUNE 2018

ITEM DESCRIPTION	JAN	FEB	MARCH	TOTAL JAN - MARCH	APRIL	MAY	JUNE	TOTAL- APR - JUNE
Personnel cost	1,581,058,562	1,537,127,254	1,526,011,675	4,644,197,491	1,498,189,584	1,468,005,045	1,486,536,998	4,452,731,627
consolidated	463,335,788	453,061,285	466,607,446	1,383,004,519	517,945,313	629,623,310	575,372,072	1,722,940,695
Overhead cost	1,393,467,084	1,470,349,747	1,443,847,859	4,307,664,690	1,718,528,821	1,685,863,236	1,461,240,079	4,865,632,136
Subvention	367,062,920	367,062,920	382,212,920	1,116,338,760	377,062,920	377,062,920	377,362,920	1,131,488,760
TOTAL	3,804,924,354	3,827,601,206	3,818,679,900	11,451,205,460	4,111,726,638	4,160,554,511	3,900,512,069	12,172,793,218

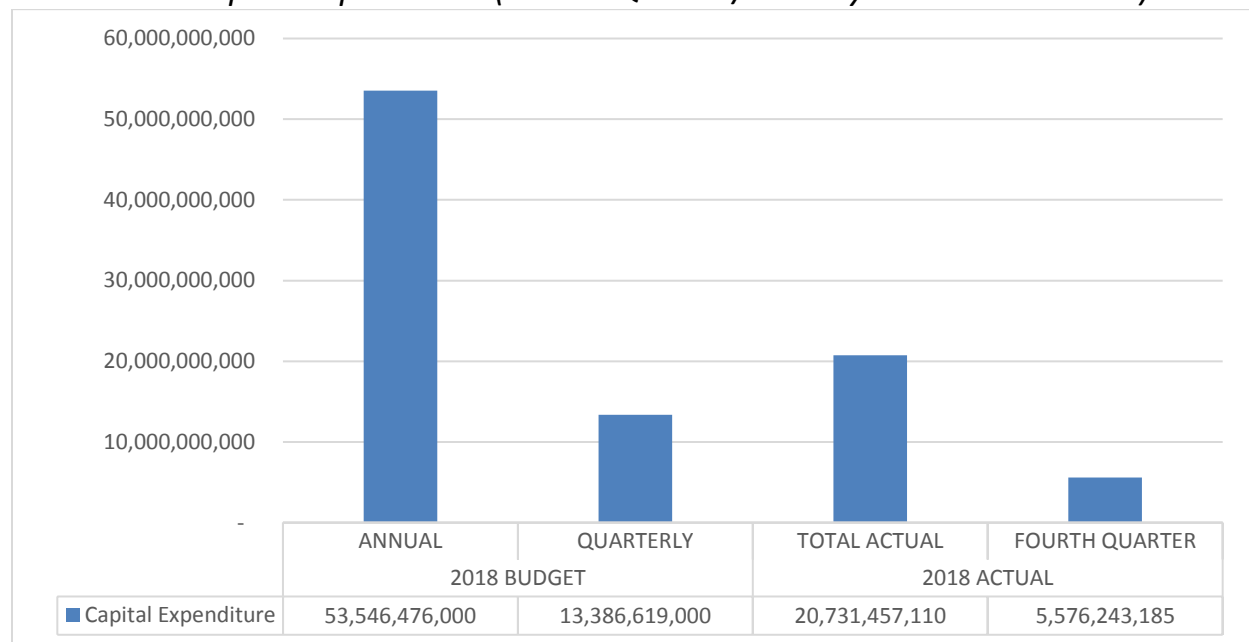
Table 3.11: MONTHLY SUMMARY OF RECURRENT EXPENDITURE WARRANT RELEASES JULY – DECEMBER 2018

ITEM DESCRIPTION	JULY	AUG	SEPT	TOTAL-JULY - SEPT	OCT	NOV	DEC	TOTAL-OCT - DEC
Personnel cost	1,516,537,009	1,618,532,116	1,488,534,005	4,623,603,130	1,540,763,310	1,531,781,805	2,410,684,471	5,483,229,586
consolidated	590,129,381	583,080,005	590,310,174	1,763,519,560	607,978,212	596,828,379	616,396,559	1,821,203,150
Overhead cost	1,538,857,977	1,643,983,253	1,630,790,776	4,813,632,006	1,680,741,799	1,954,217,516	3,133,885,174	6,768,844,489
Subvention	377,362,920	377,362,920	430,362,920	1,185,088,760	431,462,920	430,712,920	430,712,920	1,292,888,760
TOTAL	3,922,887,287	4,222,958,294	3,899,997,875	12,045,843,456	4,260,946,241	4,513,540,620	6,591,679,124	15,366,165,985

3.4.2 CAPITAL EXPENDITURE PERFORMANCE

The sum of N53,546,476,000.00 was appropriated in the 2018 Budget to be used for capital developments and projects in the areas of roads, power, housing, water, education, transport, electricity, security and good governance etc. A total sum of N5,576,243,185.00 was spent in the fourth quarter of 2018. This implies a decrease of N7,810,375,815.00 or 58.34 percent below the quarterly estimate of N13,386,619,000.00. However, it is above the level of expenditure in the third quarter of 2018 by N1,715,464,351.00 or 44.43 percent. The aggregate capital expenditure in the four quarters of 2018 was N20,731,457,110.00 which represents N32,815,018,890.00 or 61.28 percent below Capital Budget for the year under review.

Chart 3.11: Capital Expenditure (Fourth Quarter/January – December 2018)



Source: MB&P and OAG

3.4.3 MDAs' Capital Vote Utilization

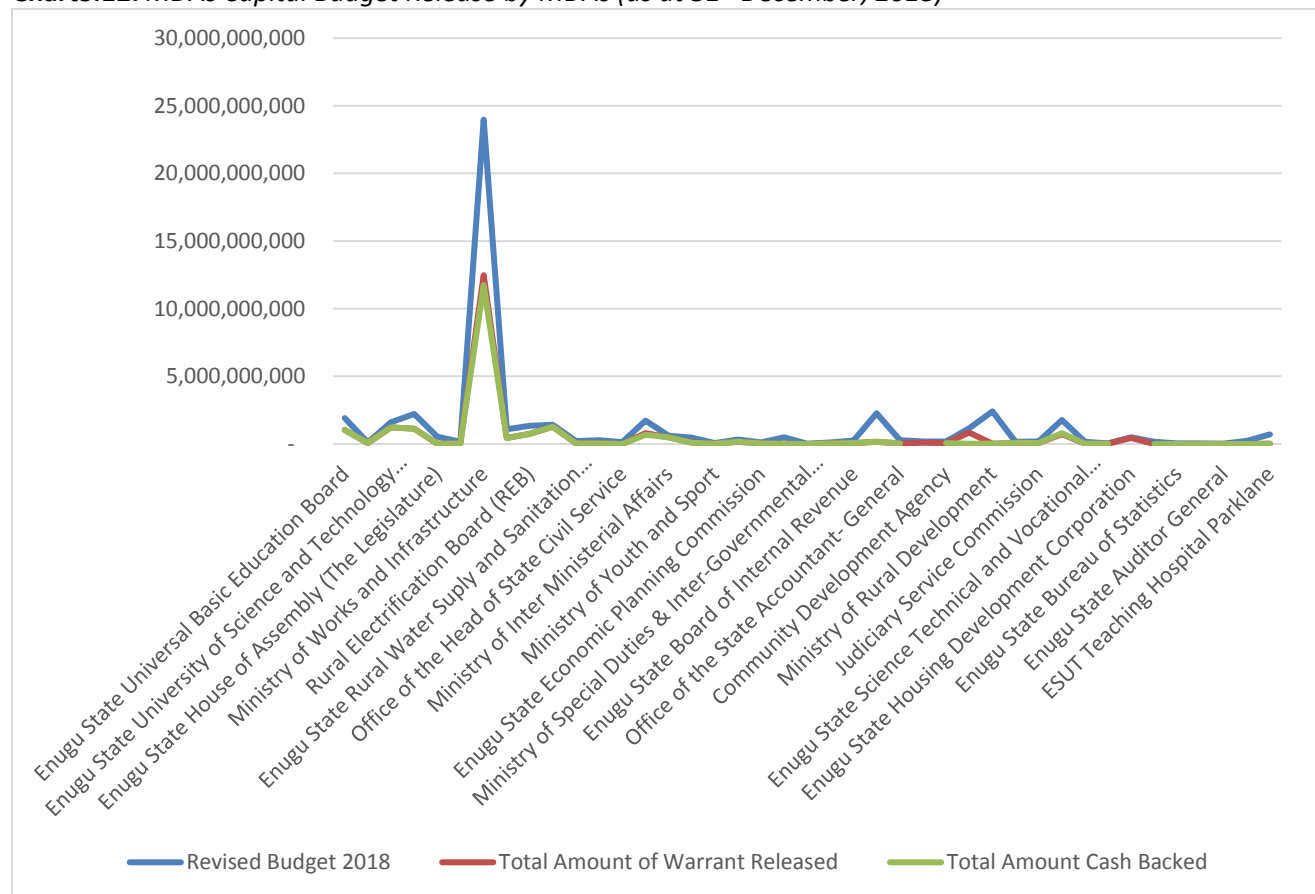
The total Capital Expenditure Warrants issued as at fourth quarter of 2018 was N22,891,768,848.00 out of this, N20,731,457,110.00 was cash backed. The sum of N4,786,621,677.00 was cash backed in the first quarter of 2018, N6,507,813,415.00 was in the second quarter of 2018, N3,860,778,834.00 was in the third quarter while N5,576,243,185 was in the fourth quarter. The data showed that most of MDAs have cash backed their warrants 100.00 percent during the fourth quarter 2018.

Table 3.12: Capital Budget Releases by MDAs (as at 31st December, 2018)

S/N	MDAs	Revised Budget 2018	Total Amount of Warrant Released	Total Amount Cash Backed	Percentage of Release (Cash Backed/Revised Budget)
		N	N	N	%
1	Enugu State Universal Basic Education Board	1,900,000,000	1,028,426,315	1,028,426,315	54.13
2	Enugu State Broadcasting Service - Radio/TV ESBS/TV	110,920,000	54,687,100	54,687,100	49.30
3	Enugu State University of Science and Technology (ESUT)	1,600,000,000	1,223,105,565	1,223,105,565	76.44
4	Office of the Executive Governor	2,229,700,000	1,134,905,228	1,123,363,233	50.38
5	Enugu State House of Assembly (The Legislature)	535,599,000	10,200,000	10,200,000	1.90
6	Ministry of Information	160,470,000	44,233,200	44,233,200	27.56
7	Ministry of Works and Infrastructure	23,972,500,000	12,474,960,729	11,749,593,360	49.01
8	Post-Primary Schools Management Board (PPSMB)	1,071,050,000	451,869,043	451,869,044	42.19
9	Rural Electrification Board (REB)	1,340,000,000	757,906,381	754,703,578	56.32
10	Office of the Secretary to the State Government	1,417,000,000	1,278,709,017	1,276,881,025	90.11
11	Enugu State Rural Water Supply and Sanitation Agency (ENRUWASA)	200,000,000	43,990,738	43,990,738	22.00
12	Enugu State Polytechnic Iwollo	280,000,000	50,000,000	50,000,000	17.86
13	Office of the Head of State Civil Service	135,500,000	4,497,000	4,497,000	3.32
14	Ministry of Health	1,714,000,000	804,726,178	674,068,443	39.33
15	Ministry of Inter Ministerial Affairs	611,500,000	500,000,000	500,000,000	81.77
16	Ministry of Justice	477,000,000	111,669,602	94,094,602	19.73
17	Ministry of Youth and Sport	70,000,000	12,288,520	12,288,520	17.56
18	Enugu State Water Corporation	318,000,000	152,942,612	155,862,070	49.01
19	Enugu State Economic Planning Commission	107,100,000	44,500,000	44,500,000	41.55
20	Ministry of Environment and Mineral Resources	493,920,000	14,618,500	14,618,500	2.96
21	Ministry of Special Duties & Inter-Governmental Affairs	27,304,000	1,803,000	1,803,000	6.60
22	Ministry of Lands and Urban Development	116,000,000	31,484,020	31,484,020	27.14
23	Enugu State Board of Internal Revenue	249,000,000	61,500,000	61,500,000	24.70
24	Nigerian Erosion and Watershed Management Project (EN-NEWMAP)	2,273,300,000	154,151,234	154,151,234	6.78
25	Office of the State Accountant- General	285,000,000	43,984,048	43,984,048	15.43
26	Customary Court of Appeal	195,000,000	89,422,716		0.00
27	Community Development Agency	173,217,584	54,501,528	54,501,528	31.46
28	Institute of Management and Technology (IMT)	1,150,000,000	834,500,000	24,500,000	2.13
29	Ministry of Rural Development	2,402,250,000	16,603,000	16,603,000	0.69
30	Ministry of Transport	159,200,000	94,912,303	94,912,303	59.62
32	Judiciary Service Commission	186,700,000	74,102,320	74,102,320	39.69
33	Enugu State High Court	1,770,000,000	736,924,836	809,481,002	45.73
35	Enugu State Science Technical and Vocational School Board	148,150,000	20,322,000	20,322,000	13.72
36	Coal City Transport Services	50,000,000	6,461,103	6,461,103	12.92
37	Enugu State Housing Development Corporation	500,000,000	445,973,715		0.00
38	Ministry of Finance and Economic Development	167,220,000	3,516,957	3,516,957	2.10
39	Enugu State Bureau of Statistics	35,000,000	1,539,000	1,539,000	4.40
40	Office of the Deputy Governor	40,450,000	1,230,000	1,230,000	3.04
41	Enugu State Auditor General	24,450,000	4,578,840	4,360,800	17.84
42	Ministry of Education	228,823,000	1,022,500	1,022,500	0.45
43	ESUT Teaching Hospital Parklane	707,600,000	15,000,000	15,000,000	2.12
	TOTAL	49,632,923,584	22,891,768,848	20,731,457,109	41.77

Source: MB&P and OAG

Chart3.12: MDAs Capital Budget Release by MDAs (as at 31st December, 2018)



Source: MB&P and OAG

Table 3.13: Aggregate Expenditure in the 2018 Fourth Quarter

S/N	DESCRIPTION	2018 BUDGET		2018 ACTUAL					VARIANCE					
		ANNUAL	QUARTERLY	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	TOTAL ACTUAL	4TH Quarter Actual Vs Quarterly Budget		4TH Quarter Vs 3RD Quarter (Actual)		Total Actual Vs Annual Budget	
	EXPENDITURE	N	N	N	N	N	N	N	N	%	N	%	N	%
1	RECURRENT	60,717,024,000	15,179,256,000	11,694,147,789	12,418,389,358	12,113,394,178	15,786,249,112	52,012,180,437	606,993,112	4.00	3,672,854,934	30.32	(8,704,843,563)	(14.34)
5	CAPITAL	53,546,476,000	13,386,619,000	4,786,621,677	6,507,813,415	3,860,778,834	5,576,243,185	20,731,457,110	(7,810,375,815)	(58.34)	1,715,464,351	44.43	(32,815,018,890)	(61.28)
	Total	114,263,500,000	28,565,875,000	16,480,769,465	18,926,202,773	15,974,173,012	21,362,492,297	72,743,637,547	(7,203,382,703)	(54.35)	5,388,319,285	74.75	(41,519,862,453)	(75.62)

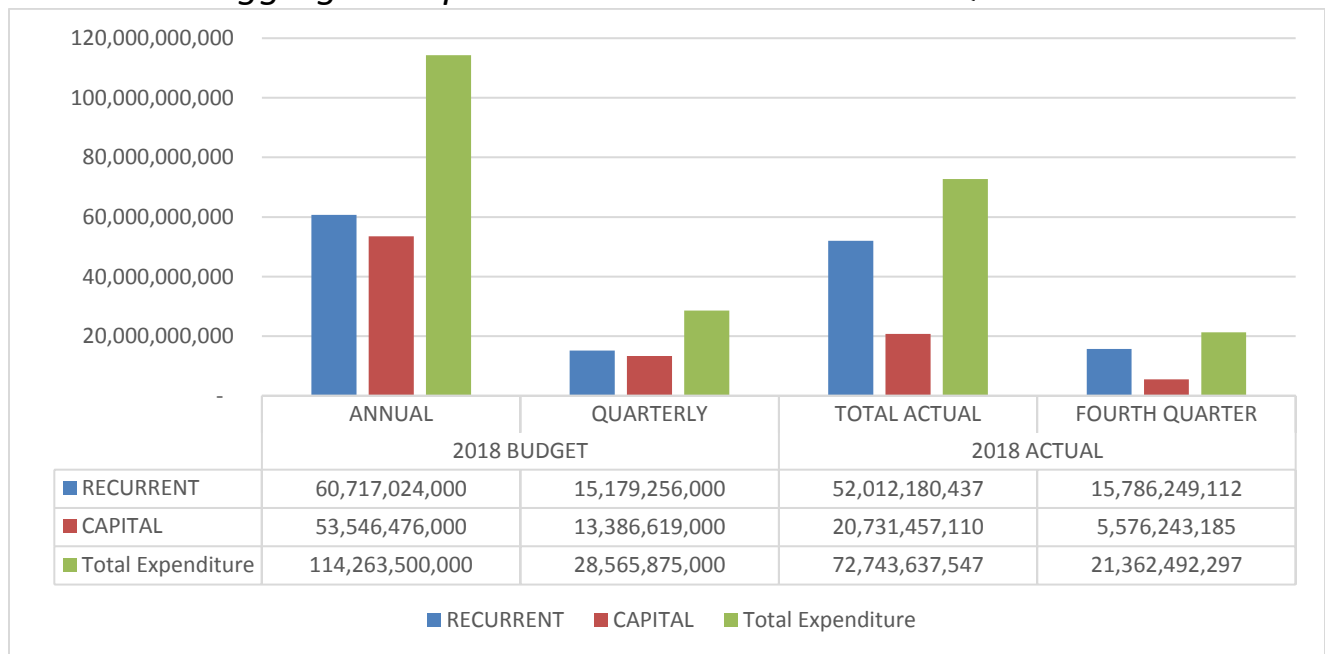
Source: MB&P and OAG

Table 3.14: Performance of Aggregate Expenditure in the 2018 Fourth Quarter

S/N	DESCRIPTION	2018 BUDGET		2018 ACTUAL					PERFORMANCE			
		ANNUAL	QUARTERLY	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	TOTAL ACTUAL	FOURTH QUARTER ACTUAL/QUARTERLY BUDGET	TOTAL ACTUAL/ANNUAL BUDGET	FOURTH QUARTER ACTUAL	TOTAL ACTUAL
	EXPENDITURE	N	N	N	N	N	N	N	%	%	%	%
1	RECURRENT	60,717,024,000	15,179,256,000	11,694,147,789	12,418,389,358	12,113,394,178	15,786,249,112	52,012,180,437	104.00	85.66	73.90	71.50
5	CAPITAL	53,546,476,000	13,386,619,000	4,786,621,677	6,507,813,415	3,860,778,834	5,576,243,185	20,731,457,110	41.66	38.72	26.10	28.50
	Total	114,263,500,000	28,565,875,000	16,480,769,465	18,926,202,773	15,974,173,012	21,362,492,297	72,743,637,547	74.78	63.66	100.00	100.00

Source: MB&P and OAG

Chart 3.13: Aggregate Expenditure in the 2018 Fourth Quarter



Source: MB&P and OAG

4.0 Conclusion

There continued to be seemingly positive macro-economic indices from the third into the fourth quarter, however the expected revenue from all the various services could not meet up with the expected spending within the quarter. This could be explained away as due to low economic activities, occasioned by increase in political activities that marked the end of the year. Despite the Government's determination to tackle some very meaningful development projects, this was hindered by shortfall in revenue accruable from both internal generated sources, and state's share of federal revenue.

It must be observed that notwithstanding the sharp drop in resource envelope of the government, a lot was however achieved during this Q4 like construction of Magistrate courts, some rural feeder roads and a few other urban roads benefitted from the meager resource available. It is equally important to mention that the state government was steadfast in its payment of staff salaries and allowances, as well as meeting up with our commitments on pensions and gratuities. Again the state Government fulfilled its commitment to the workers by paying additional month's salaries to Civil and Public Servants as bonus during the period.

It is our hope that with the 2019 general election concluded and a new financial year in place, there are heightened expectation that the next quarter will make for good progress if only we meet up with our revenue targets. We equally hope that the political climate will be relaxed for good Governance to prevail since the election would have been concluded.

