



2022 BUDGET

BUDGET OF SUSTAINABLE GROWTH



Email: info@oyostate.gov.ng

WHAT IS A BUDGET

A Budget is like a plan; it shows what the government is expecting as income (popularly called revenue) and what the government plans to spend the money on, which is called expenditure.

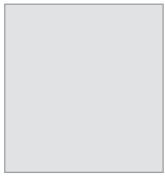
A Budget is a document which also has details about how the government plans to spend your money. This money maybe your personal share of Nigeria's wealth which the Government has collected on your behalf; e.g revenue, or your contribution, which you pay as tax to the government. The Budget also contains other details; for instance, it will show whether the government intends to save or borrow money within the specified year.

Local Governments, State governments and the Federal government all have Budgets. The Budget document is called an Appropriation Act. Appropriation is the legal authority granted to the Government to spend your money on your behalf. This is done by the Legislature – the National Assembly or State Houses of Assembly.

When you vote for anyone in an election, you are simply giving the person the legal authority to approve and spend money on your behalf.



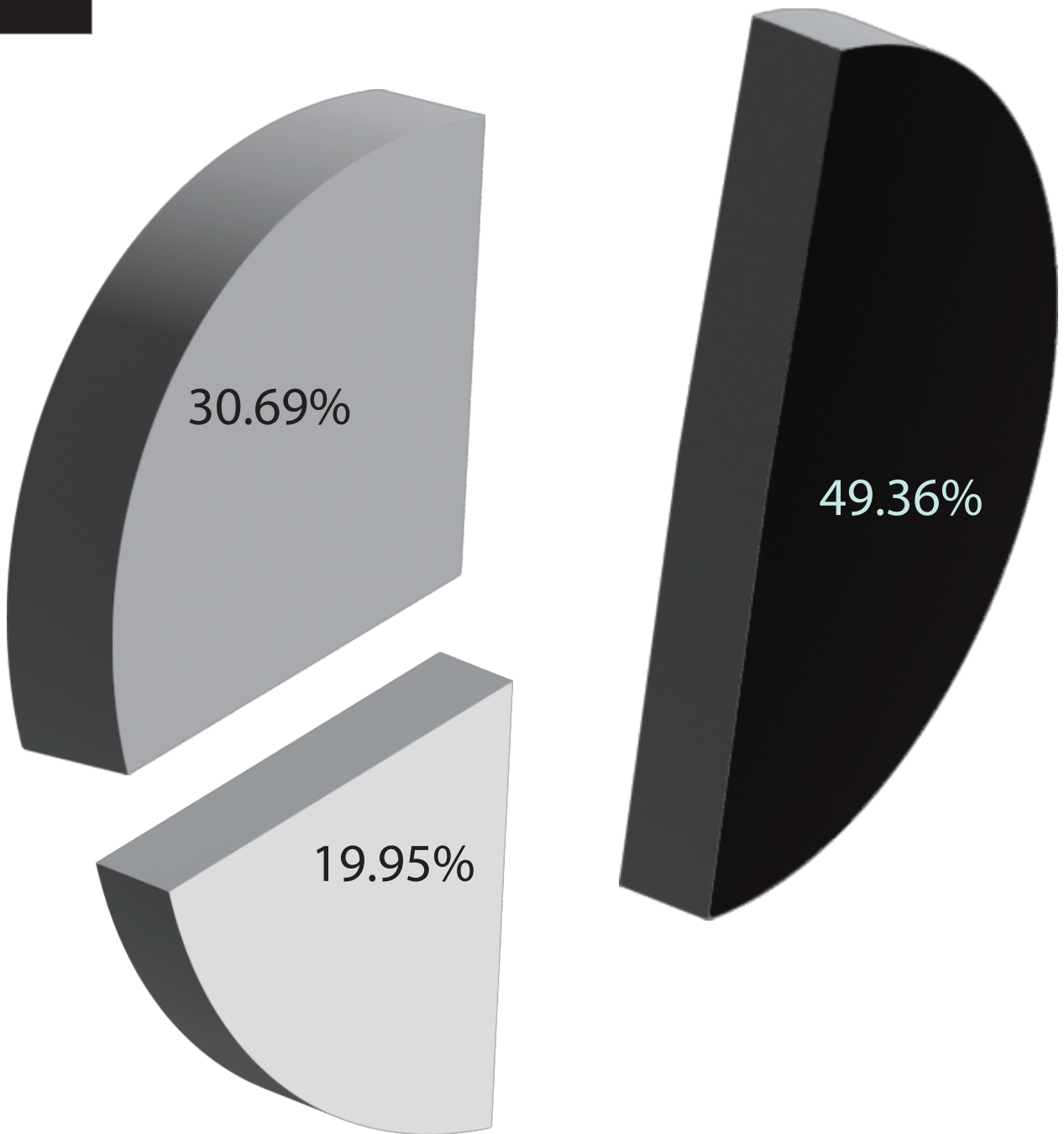
Consolidated Revenue Fund Charges (CRFC)



Overhead costs

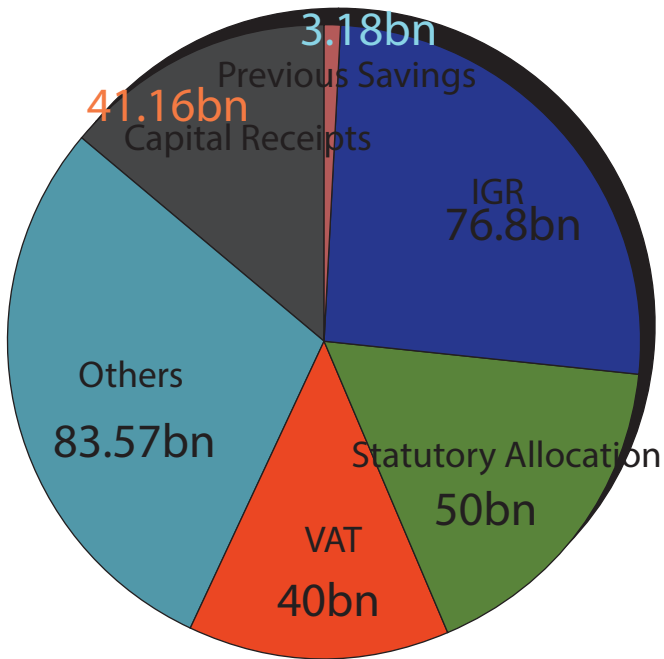


Personnel costs

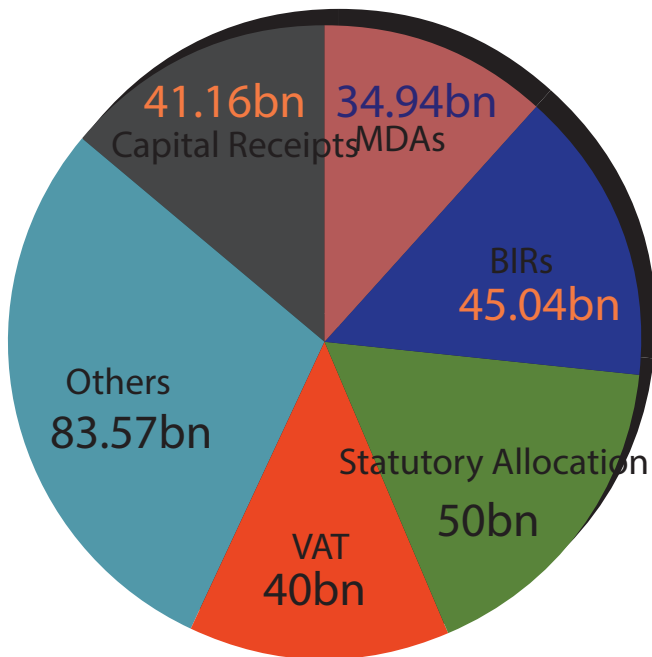


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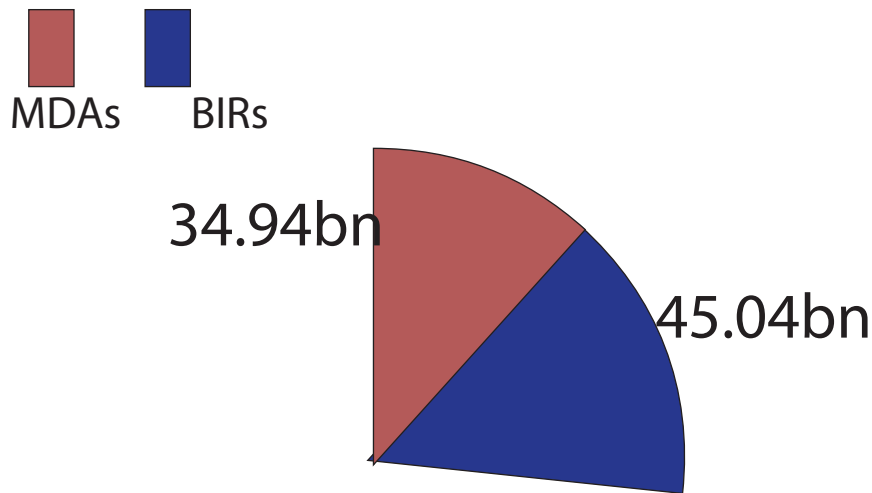
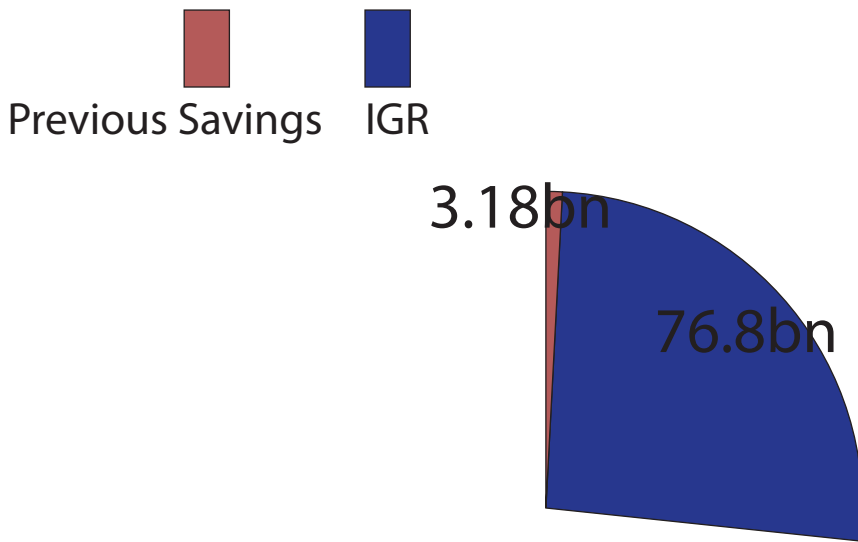
Recurrent Expenditure



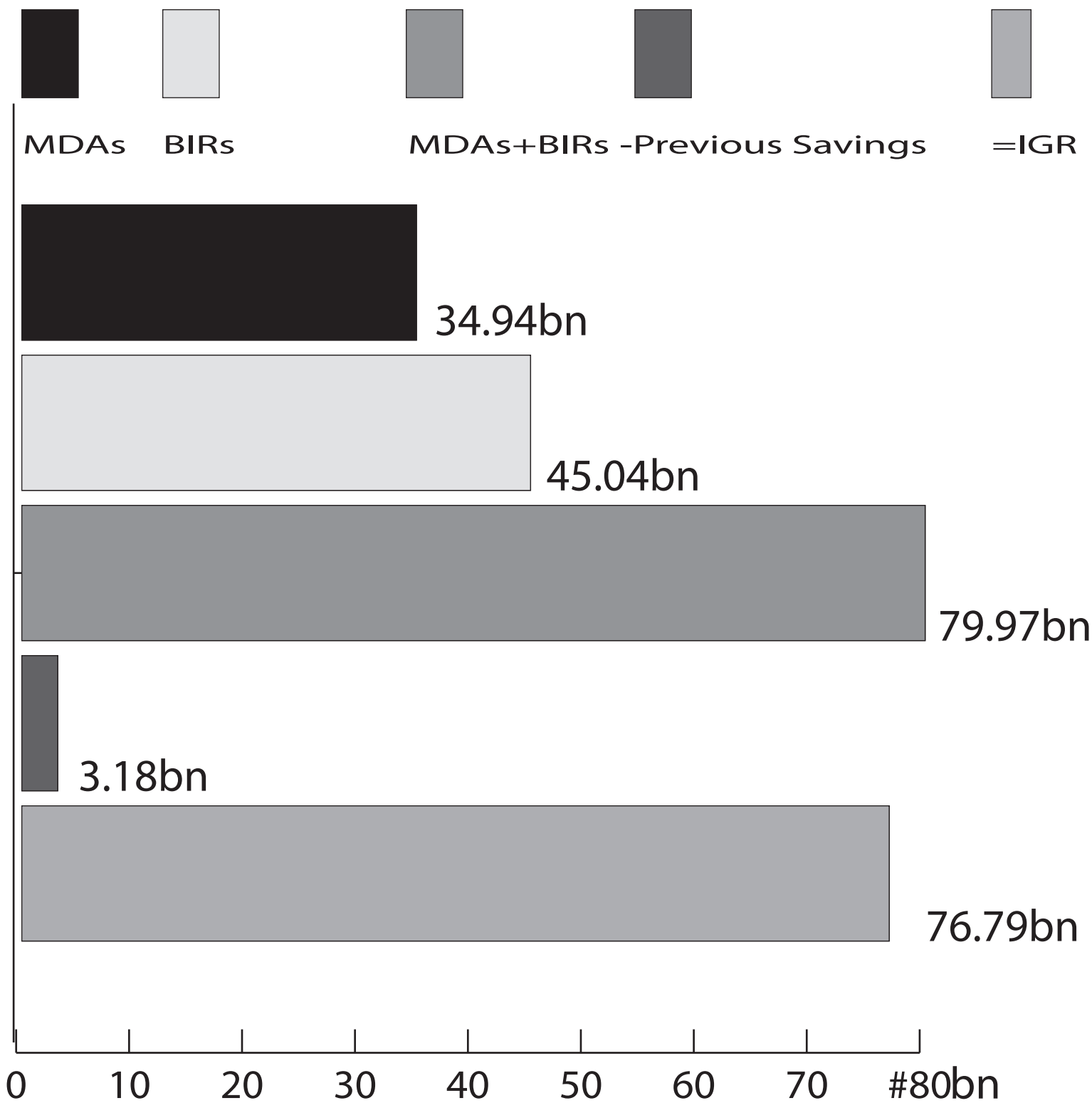
Revenue Target



Revenue Performance



Internally Generated Revenue



Internally Generated Revenue

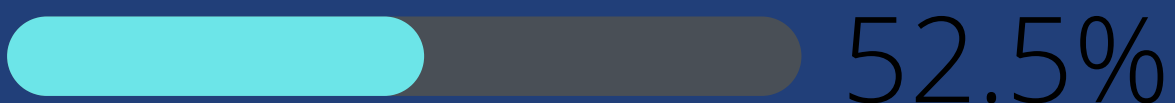
Budget Allocation

Budget Size

N294.7bn

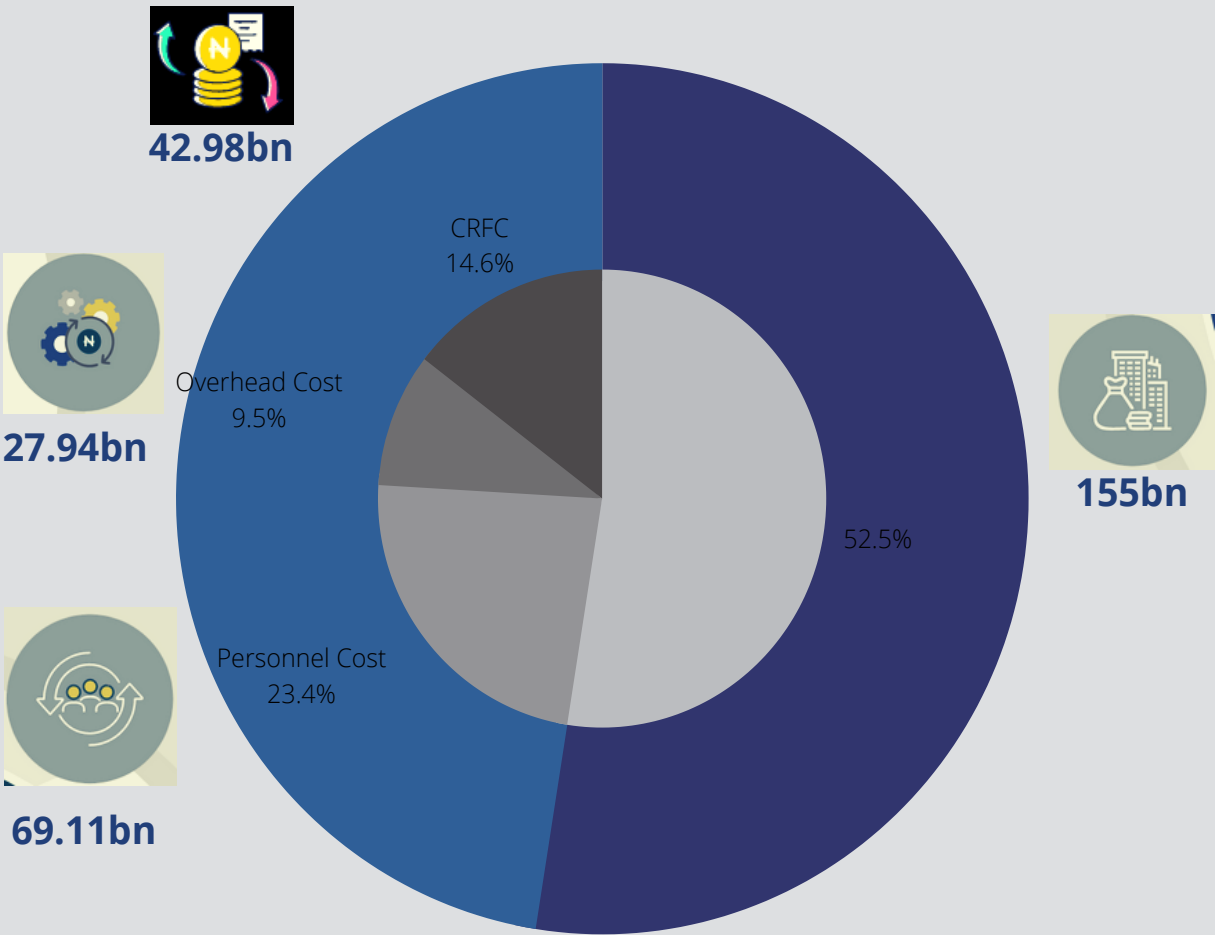


Recurrent Expenditure: 140bn



Capital Expenditure: 155bn

Fiscal Framework

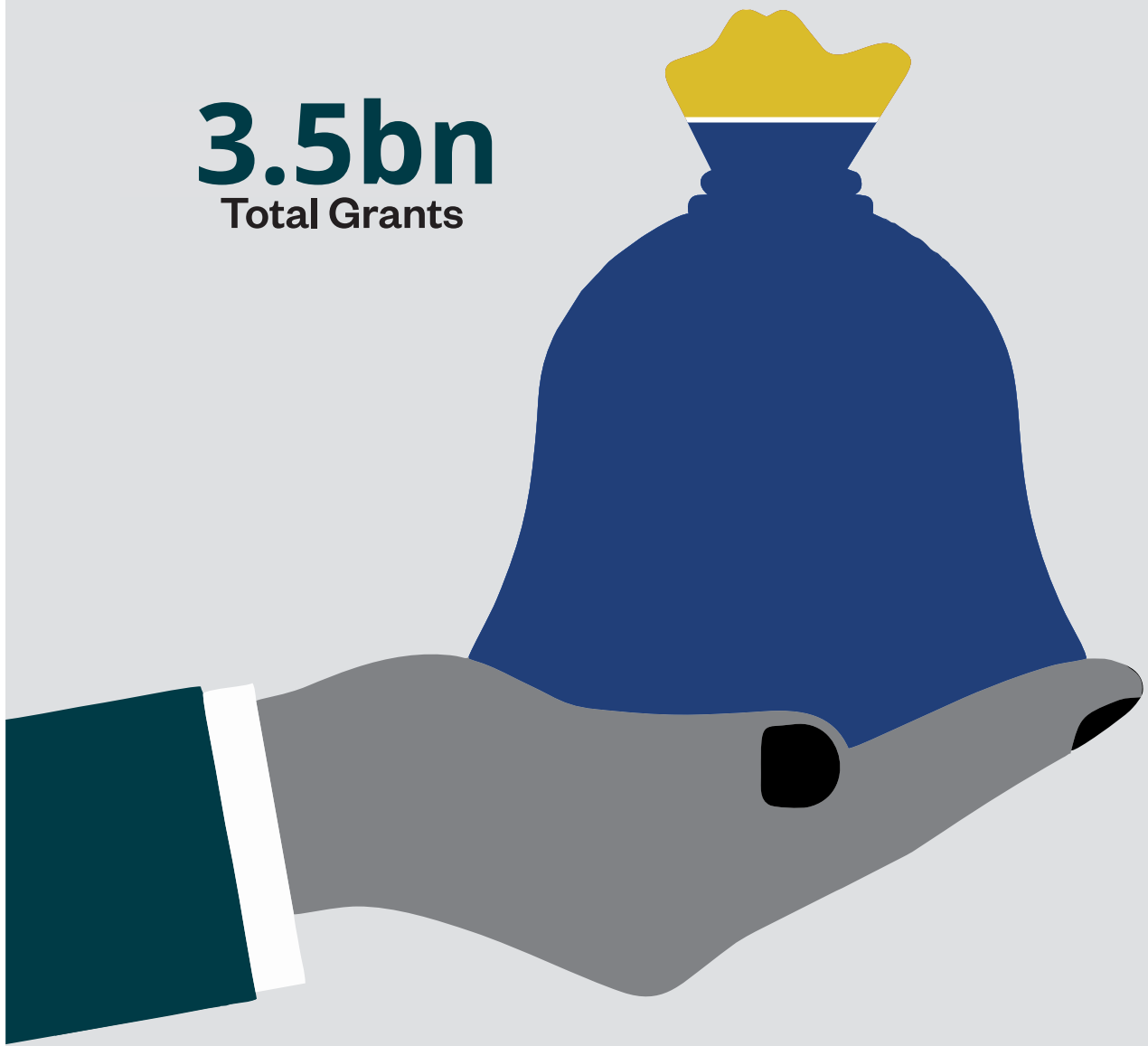


Recurrent Expenditure
47.5%

Capital Expenditure
52.5%

GRANTS

3.5bn
Total Grants



GRANTS

Grants are non-refundable funds disbursed to the Government to execute projects. Grants are like gifts to the Government

PREVIOUS SAVINGS

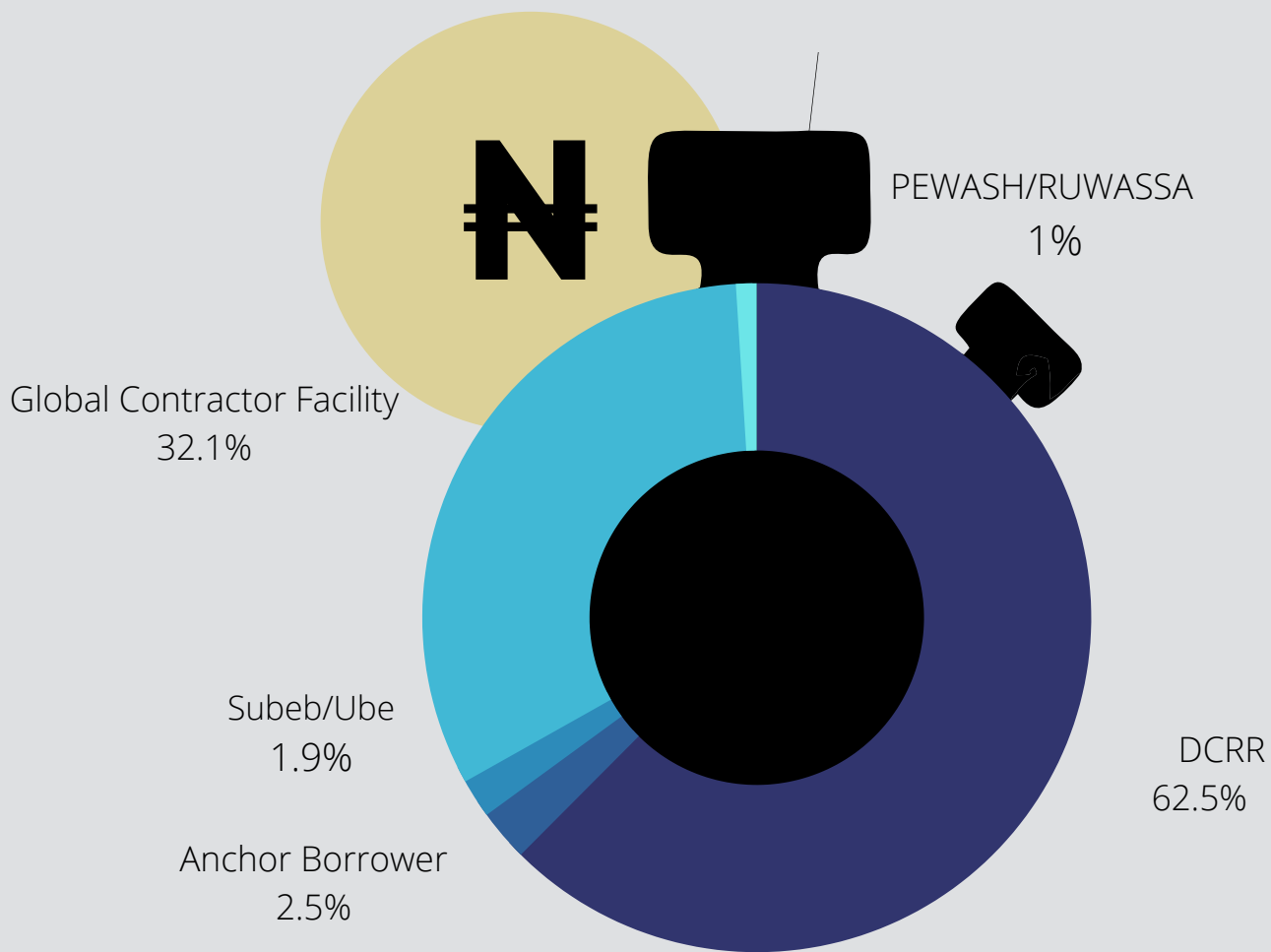
The amount of money in a Government's account that is brought forward at the start of a fiscal year.

Opening Balance



3.18bn

LOANS



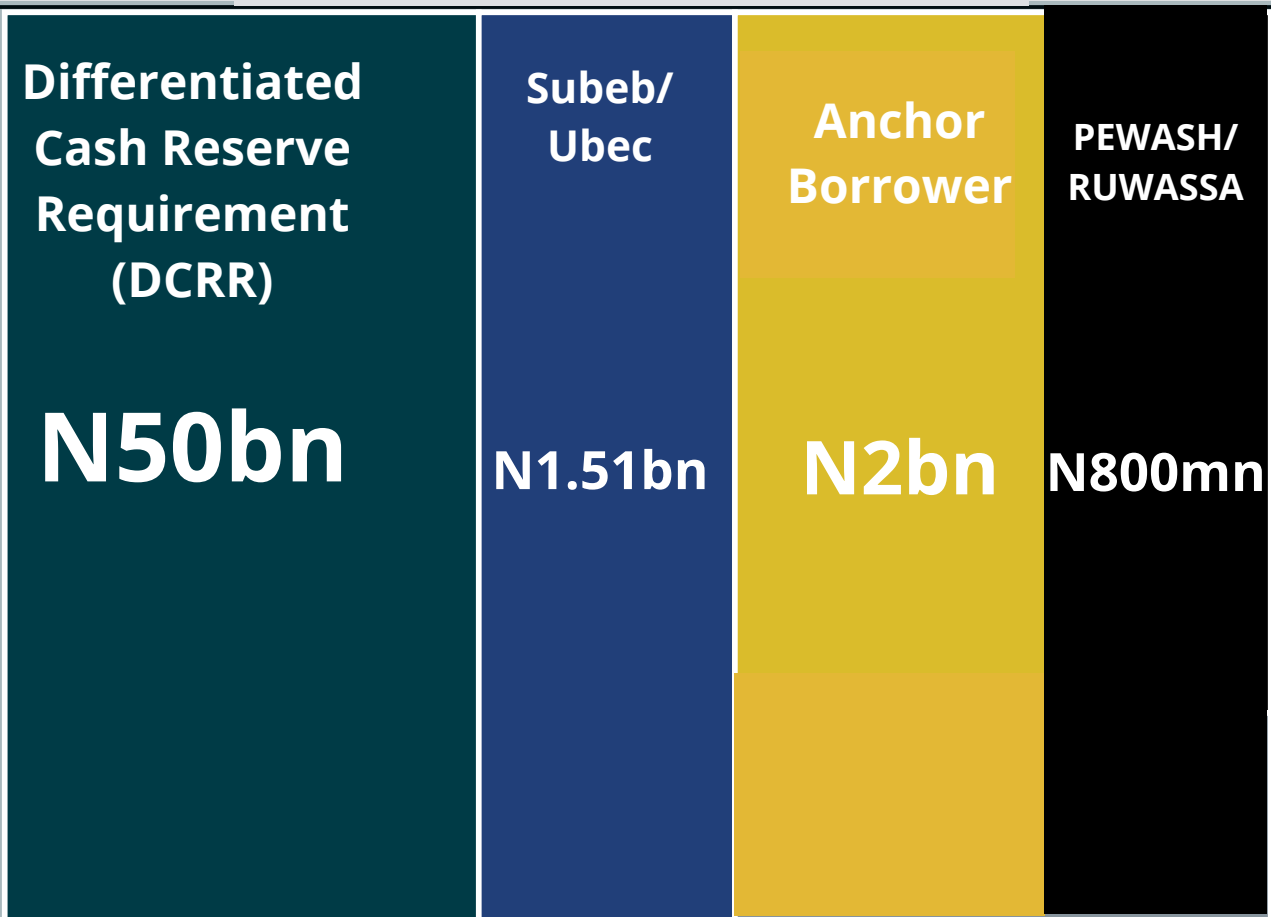
80.04bn
Total Loans

HOW WILL GOVERNMENT SOURCE THE LOANS?



N54.31bn

Internal Loans



HOW WILL GOVERNMENT SOURCE THE LOANS?



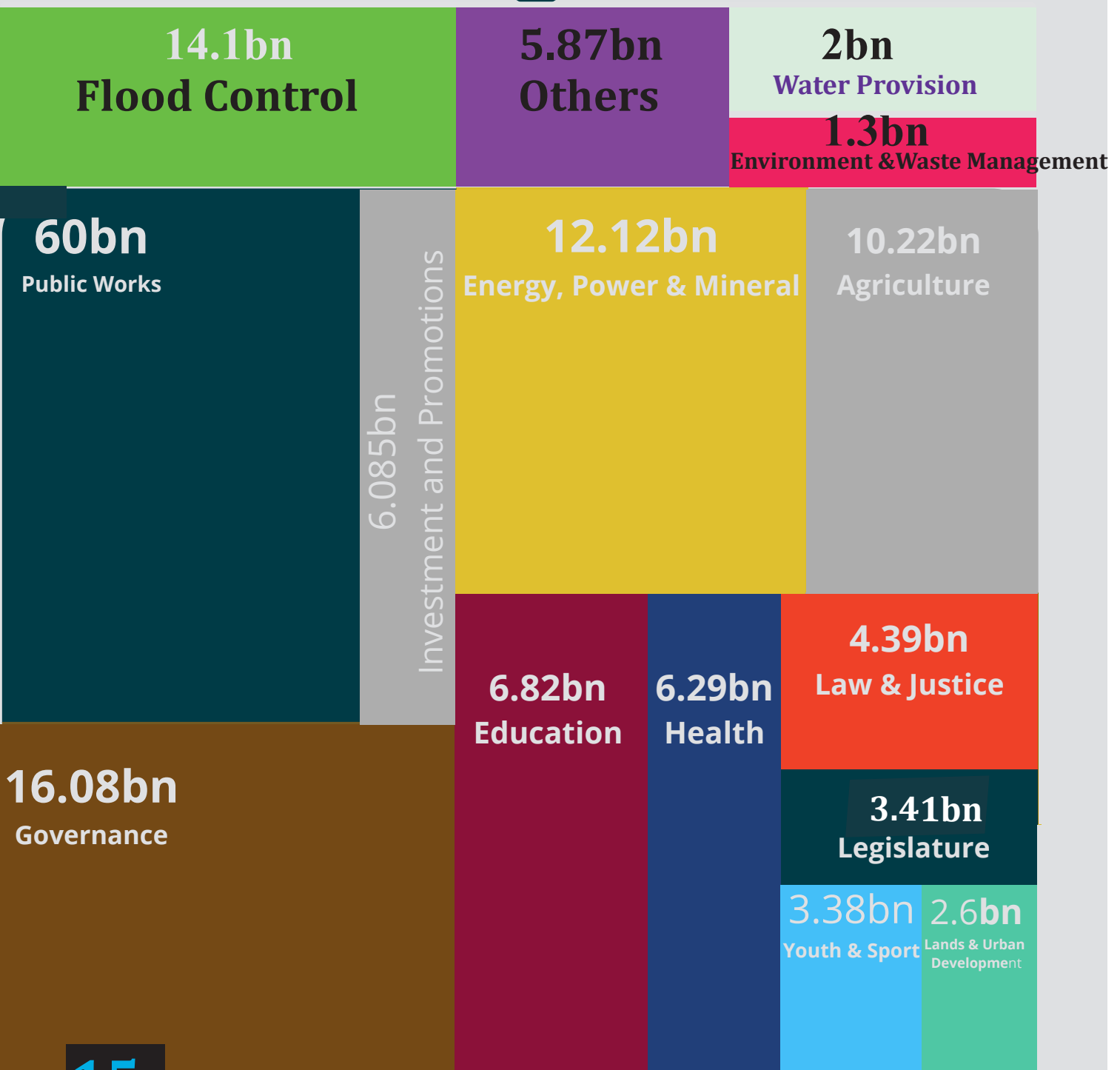
External Loan



SECTORAL DISTRIBUTION OF 2022 APPROVED CAPITAL EXPENDITURE

Total Cap Ex

154.67bn



TOP CAPITAL PROJECTS





Engr. Seyi Makinde
Executive Governor of
Oyo state

GOVERNOR'S SPEECH

2022 BUDGET SPEECH OF HIS EXCELLENCY SEYI MAKINDE, THE EXECUTIVE GOVERNOR OF OYO STATE, DELIVERED AT THE OYO STATE HOUSE OF ASSEMBLY ON WEDNESDAY, SEPTEMBER 28, 2021

[Protocol]

Last year, we presented to you our budget on Continued Consolidation. I had a chance to present to you a report of our accomplishments over the previous budgetary cycle and our plans for the 2021. Mr Speaker Sir, Honourable Members of the House, this year, it gives me great pleasure to be with you again this year for the presentation of the 2022 Fiscal Budget which we have tagged a Budget of Growth and Opportunities.

But before I make this presentation, let me express my gratitude to Mr Speaker, Right Honourable Adebayo Ogundoyin and all Honourable Members of this 9th Assembly for your continued support of our policies and programmes in Oyo State. Let me also use this opportunity to reaffirm our commitment to a stronger working relationship with the legislature as we strive to move Oyo State to prosperity.

Mr Speaker Sir, Honourable Members of the House, the last time I was here to present the State of the State Address, I took the opportunity to invite you to the commissioning of the Lekan Salami Sports Complex, Adamasingba. Let me thank you all for honouring that invitation. You must have been as proud as I was to see our darling Shooting Stars get the first feel of the turf and beat their opponents in an international friendly.

We know that bolstered their confidence to go on to secure a return to the NPFL after four years of relegation.

As we complete projects, we start new ones.

Last year, we promised that we will continue to invest on infrastructure in the state. We have worked hard to ensure that infrastructural development is not restricted to just one zone of the state.

In education, we have continued to make investments at all levels. At the primary level, we completed 26 model schools across all zones in Oyo State, we built 57 classrooms, installed boreholes and improved the sanitary condition of existing schools through the construction of toilets. We have also continued to improve the quality of education in Oyo State. We not only recruited teachers as reported, but we have also trained them on best practices.

As stated earlier, this is a budget of growth and opportunities.

Growth, as we inject One Hundred and Fifty-Six Billion, One Hundred and Thirty-Six Thousand, Nine Hundred and Seventy-One Naira (N156,000,136,971.00) into our economy through investments in infrastructure and ensuring that our people have higher purchasing power. For the first time, our proposed capital expenditure at 52.97% is more than our recurrent expenditure. A major project we will be carrying out in 2022 is 110km Ibadan Circular Road. This tolled road will be a major economic boost as it will create an alternate entry and exit point out of Ibadan and connect the new economic corridor and business district, we are building at Moniya. Also, we will commence the reconstruction of the Iseyin-Ogbomoso Road to further boost economic activities in the state.

Opportunities, as we continue to create an enabling environment for the private sector to thrive and open our doors to both local and foreign investors in agribusiness, tourism and other sectors. We are also exploring new areas of comparative advantage and encouraging investments in them. As we always say, our doors are open, come and talk with us. In the next few weeks, we will be welcoming the world to Ibadan as we host the Oyo Agribusiness Summit 2021. This is a collaboration between the Oyo State Agribusiness Development Agency (OYSADA) and the International Institute of Tropical Agriculture (IITA). Let me use this opportunity to invite you all to come and be part of this three-day event.

Of course, we have maintained a lower recurrent expenditure to capital expenditure ratio. For the 2022 fiscal year, our recurrent expenditure is One Hundred and Thirty-Eight Billion, Five Hundred and Sixteen Million, Three Hundred and Eight Thousand, One Hundred and Thirty-Six Naira (N138,516,308,136.00). This represents 47.3% of our total budget. As with the 2021 budget we used the tenets of the Federation's Fiscal Sustainability Plan (FSP) and other development aspirations as a guide.

Mr Speaker Sir, Distinguished Members of the Oyo State House of Assembly, please permit me, at this point, to give a report on the performance of the 2021 budget going by half-year analysis.

The Oyo State Budget performance stood at 60%. We still have our sights on raising this to 75% before year-end.

On the revenue side, the state's actual aggregate revenue was N78.2 billion. The sum of N16.2 billion representing 31.49% was realized as the Internally Generated Revenue (IGR) while Statutory Allocation from the Federation Account Allocation Committee was N17.13 billion representing 62.29%.

For the 2022 fiscal year, we are projecting and Internally Generated Revenue of N79,796,513,040.00 (Seventy-Nine Billion, Seven Hundred and Ninety-Six Million, Five Hundred and Thirteen Thousand, and Forty Naira). This is a tall order, but we intend to accomplish this without increasing taxes. As in the previous years, we will continue to expand our tax base to include more in the informal sector. We already see this working to our advantage as the recently released figures shows that our contributions to Nigeria's Value Added Tax shot up to over N64 Billion.

We have continued to follow the Roadmap to Accelerated Development in Oyo State, 2019-2023 which highlights the four sectors that our administration has prioritised in engineering a prosperous Oyo State.

For the 2022 Budget proposal our budgetary allocation to the Education sector at Fifty-Four Billion, One Hundred and Sixteen Million, Seven Hundred and Seventy-three Thousand, Seven hundred and Sixty-four Naira (N54,116,773,764.00) represents 18.37% of the total budget. As can be noted, we have continued our tradition of keeping the education allocation above UNESCO standards.

The highest allocation of Ninety-Six Billion, Six Hundred and Eighty-Six Million, Five Hundred and Thirty-Four Thousand, Nine Hundred and Eighty-Seven Naira (N96,686,534,987.00) goes to Infrastructure. This is 32.83% of the total budget. We will continue to reduce the infrastructural deficit in Oyo State.

Our total proposed Healthcare budget is Seventeen Billion, Four Hundred and Five Million, Seven Hundred and Forty-One Thousand, Seven Hundred and Ninety-Two Naira (N17,405,741,792.00) that is or 5.9% of the budget.

Finally, we continue to use agribusiness as one of the main drivers of the Oyo State Economy. To this end, we propose an allocation of Eleven Billion, Three Hundred and Nineteen Million, Two Hundred and Eighty-Nine Thousand, Seven Hundred and Thirty-Seven Naira (N11,319,289,737.00) which is 3.84 % of the budget to this sector.

Mr Speaker, Honourable members of the Oyo State 9th Assembly, we firmly believe that our 2022 Budget of Growth and Opportunities will keep Oyo State on the track to prosperity. We are resolved to continue to make the lives of the good people of Oyo State better. And I once again thank you for your noble role in making this possible.

It has been an honour to make this proposed budget presentation to you, Mr Speaker Sir and Honourable Members of the House. We are assured you will give our proposal the usual timely consideration, as we work together to engineer a modern Oyo State.

**God bless the Federal Republic of Nigeria.
God bless Oyo State.**



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OYO STATE BUDGET 2022

At BudgIT, we believe it is the **RIGHT** of every citizen to have access to, and also understand, public budgets. We also believe budgets must be efficiently implemented for the **GOOD** of the people.

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