

**Date of Publication**

26TH APRIL, 2023

Delta State Government

Budget Performance Report

Contents

[1 Summary of Performance 2](#_Toc70957005)

[1.A Introduction 2](#_Toc70957006)

[1.B Revenue Performance 2](#_Toc70957007)

[1.C Recurrent Expenditure Performance 3](#_Toc70957008)

[1.D Capital Expenditure Performance 3](#_Toc70957009)

[1.E Conclusions 3](#_Toc70957010)

[2 Budget Reports 5](#_Toc70957011)

[2.A Summary 5](#_Toc70957012)

[2.B Revenue by Administrative Classification **Error! Bookmark not defined.**](#_Toc70957013)

[2.C Revenue by Economic Classification 9](#_Toc70957014)

[2.D Expenditure by Administrative Classification 14](#_Toc70957015)

[2.E Expenditure by Economic Classification 40](#_Toc70957016)

[2.F Expenditure by Function 48](#_Toc70957017)

**List of Reports**

[Table 1: Budget Summary 5](#_Toc101872014)

[Table 2: Total Revenue by Administrative Classification 6](#_Toc101872015)

[Table 3: Total Revenue by Economic Classification 9](#_Toc101872016)

[Table 4: Total Expenditure by Administrative Classification 14](#_Toc101872017)

[Table 5: Personnel Expenditure by Administrative Classification 16](#_Toc101872018)

[Table 6: Overhead Expenditure by Administrative Classification 25](#_Toc101872019)

[Table 7: Capital Expenditure by Administrative Classification 30](#_Toc101872020)

[Table 8: Other Expenditure by Administrative Classification 32](#_Toc101872021)

[Table 9: Total Expenditure by Economic Classification 40](#_Toc101872022)

[Table 10: Total Expenditure by Function 48](#_Toc101872023)

[Table 11: Personnel Expenditure by Function 51](#_Toc101872024)

[Table 12: Overhead Expenditure by Function 54](#_Toc101872025)

[Table 13: Capital Expenditure by Function 57](#_Toc101872026)

[Table 14: Other Expenditure by Function 59](#_Toc101872027)

# Summary of Performance

## Introduction

This Budget Performance Report for Delta State is prepared quarterly, and issued within 4 weeks from the end of each quarter.

This report includes, the original approved budget appropriation for the year 2023 against each organizational unit for each of the core economic classification of expenditures (Personnel, Overheads, Capital, and Others); the actual expenditures for the quarter Q1, attributed to each organizational unit, as well as the cumulative expenditures for year to date, and balances against each of the revenue and expenditure appropriations.

This Q1 report is assessed against the 2023 Original budget.

The core economic classifications refer to:

* Personnel – Economic Sub-Account Type 21
* Overheads - Economic Account Class 22
* Capital - Economic Sub-Account Type 23
* Others - Economic Account Classes 2203-2209 as applicable

This Budget Performance Report is produced by the Office of the Accountant General, and published on the Delta State website.

## Revenue Performance

The Revenue Performance for the first quarter year-to date 2023 was 32.5% of the Budgeted Revenue for both Government share of Federation Account, that is, Statutory Allocation, and the State Independent Revenue (i.e., Internally Generated Revenue (IGR)). The individual Revenue Performance, Government share of Federation Account was 29.9% year-to date while Independent Revenue had a 42.6% performance. There are some IGR codes that were not budgeted for but revenues were collected during the first quarter of the year. It is expected that IGR codes not budgeted for will be accommodated under the window of budgetary realignment at any period for that purpose before year end. In relation to FAAC Revenue, it was projected during the year that oil prices will maintain a steady growth, however, the Russia and Ukraine war has drastically increased the market price of crude oil to above $100 dollar par barrel. This enhanced the revenue from the oil sector which ultimately resulted to the performance of actual FAAC being more than the budgeted in the first quarter of the year. The first quarter of the year saw tremendous increase in economic activities and more countries relaxing the stringent measure put in place to protect their citizen from the Covid 19 pandemic and reopening of closed factories and Business. During the quarter, there continue to be relative peace in the Niger-Delta which will also play a major role in the steady flow and production of crude oil in the State. The State Government is increasing its Investment in the Gas sector during this quarter by acquiring 3% stake in UTME Floating Gas Refinery which is expected to boost the state revenue from the gas sector. In relation to internally generated revenue (IGR), the State has continued to expand its tax base of the informal sector and also the enumeration of buildings connected to the national grid in major cities when completed will help to increase the IGR in the upcoming quarter. The increased incentive from the State Government to attract foreign direct Investment (FDI) and the fast completion of Kwale Agro-Industrial Park will spur the increase in the State IGR through increase in PAYE and other tax collections.

## Recurrent Expenditure Performance

The overall Recurrent Expenditure had 38.8 % Q1 year-to date performance as against the approved budget for year 2023. Overhead expenditure had 16.1% Budget Performance and this is as a result of increase in security activities (as the quarter was an election period) and massive renovation and maintenance works on infrastructures around major cities in the state. while Other Recurrent Expenditure (excluding 2201) which includes, Social Benefit, Social Contribution and Grants (including Local Government share of IGR) had 46.6% Performance Rate for first quarter year-to-date, 2023. while other overhead which include Public Debt Charges performed at 106.2% the excess expenditure is as a result of additional Loan facilities acquired during the end of last fiscal year and the additional loan acquired during the first quarter. Social Benefit performed at 58.9% and social Contribution performed at 16.3% respectively. Personnel cost has a performance rate of 28.9%.

## Capital Expenditure Performance

Capital Expenditure budget performance for first quarter year to date stood at 30% of the annual capital budget. This shows above average performance of capital expenditure activities for first quarter 2023.

## Conclusions

The overall first quarter budget performance execution report is impressive. His Excellency the Governor; has continued to assure Deltans of even distribution of the dividend of democracy especially infrastructural development and he will ensure he delivers on the 2023 budget titled: ***Budget of seamless and stable transition*** as passed by the House and assented by him, banking on the continuous peace presently enjoyed by Deltans especially in the oil producing communities of the State and the increase in the tax bases of the independent revenue sources of the State as well as increase in the Investment activities of the State, this will ensure that these promises are kept. The expenditure classes that have been overspent will be realigned/supplemented at the window for it.

# Budget Reports

## Summary

Table 1: Budget Summary



## Table 2: Total Revenue by Administrative Classification





## Revenue by Economic Classification

Table 3: Total Revenue by Economic Classification











## Expenditure by Administrative Classification

Table 4: Total Expenditure by Administrative Classification















Table 5: Personnel Expenditure by Administrative Classification









Table 6: Overhead Expenditure by Administrative Classification











Table 7: Capital Expenditure by Administrative Classification











Table 8: Other Expenditure by Administrative Classification











## Expenditure by Economic Classification

## Table 9: Total Expenditure by Economic Classification

















## Expenditure by Function

## Table 10: Total Expenditure by Function







Table 11: Personnel Expenditure by Function







Table 12: Overhead Expenditure by Function







Table 13: Capital Expenditure by Function





Table 14: Other Expenditure by Function



