

AKWA IBOM STATE GOVERNMENT



2021 CITIZENS' ACCOUNTABILITY REPORT

PRESENTED BY

**OFFICE OF THE STATE AUDITOR-GENERAL, UYO
AKWA IBOM STATE**

28TH SEPTEMBER, 2022

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About the Citizens Accountability Report

A Citizens' Accountability Report (CAR) is a series of graphic and tabular illustrations of the contents of the Audited Financial Statements prepared by Akwa Ibom State Audit office on behalf of the government of Akwa Ibom State to the citizens to ensure accountability of public funds. This report details the government's performance in carrying out the duties assigned to it and the utilization of funds in the coffers of the government. This accountability report is based on the financial statements for the Financial Year (FY) 2021 and reports on State budget revenue and expenditure for the year 2021.

Explanation of Key Terms used in this Report:

- *Budget – unless otherwise stated, the budget refers to the Final Budget (i.e. the original budget, plus any adjustments that have been made via a supplementary budget / revised budget).*
- *Actual –this is the actual amount of revenue collected or expenditure incurred over the course of the year.*
- *Variance –for revenue items, this is calculated as Actual minus budget - a negative variance for revenues and inflows means actual fell below budget, and vice versa for a positive variance. For expenditure, variance is calculated as budget minus actual - a negative variance for expenditures means actual expenditure was above budget, and vice versa.*
- *Performance – this refers to the actual revenue / expenditure as a percentage of the budget. A performance of 100% means the full budgetary allocation was collected (revenue) or spent (expenditure). A performance of less than 100% means the full level of revenue collection or expenditure was not achieved. A performance of more than 100% means more revenue was collected than anticipated, or more money was spent than anticipated in the budget.*

Executive Summary

The 2021 Budget of Akwa Ibom State, “Budget of Economic Reconstruction”, was signed into law on 10th December, 2020 with a total budgeted sum of ₦456.26 billion. Owing to challenging economic downturns in the Country following the reduction in both the volume of production and prices of Crude Oil, a supplementary budget of ₦142.72 billion was approved on 21st September, 2021 thus making a final budget of ₦598.98 billion.

In spite of the budget revision, budget implementation was still hampered by poor performance of the budget financing target of ₦22.5 billion and the revenue expected from Aids and Grants of ₦136.3 billion for which only ₦35.9 billion (or 53.7%) and ₦7.25 billion (or 21.3%) were realized respectively.

Aggregate revenue performance was 67.3% of the final budget amount of ₦598.9 billion, an equivalent of ₦195.7 billion shortfall. However, impressive outturns were recorded in Federation Account Revenue (71.8%) and Internally Generated Revenue (99.7%).

In terms of expenditure, the outturn for 2021 was ₦358.8 billion (59.9%) of the total budget size of ₦598.98 billion which was less than the budget by ₦240.2 billion or 40.1%. Capital Expenditure outturn was ₦205.6 billion out of a budget of ₦344.9 billion, translating to 44.4% performance.

Office of the Accountant-General and Government House had the highest proportion of recurrent expenditure whilst Ministry of Works and Fire Service received the highest proportion of Capital Expenditure.

Some key capital projects could not be completed in 2021 owing to paucity of funds, delays caused by weather and technical issues. Such projects were carried over to 2022 and are ongoing. Audit findings were significant in relation to non-retirement of special imprests by some MDAs as well as payment of salaries to retired staff. Top sectoral allocations, top value capital projects and citizens-nominated projects were equally analysed.

SECTION 1: Budget Outturn

The total revenue outturn (Performance) in aggregate for 2021 was about 67.3% as shown in Table 1 and Figures 1 and 2. This was short of the anticipated final revenue budget by N195.7 billion (or 32.7%). The cause of the deviation included the budget financing target of N22.5 billion and revenue expected from Aids and Grants of N136.3 billion for which only N35.9 billion (or 53.7%) and N7.25 billion (or 21.3%) were realized. However, revenue outturn from FAAC (71.8%) and that from IGR (99.7%) were considered impressive, given the overall performance of the Nigerian economy during 2021.

In terms of expenditure, the total outturn for 2021 was N358.8 billion (or 59.9%). This was less than the budgeted amount of N598.9 billion by N240.2 billion (or 40.1%). Furthermore, out of the total capital expenditure budget of N344.9 billion, performance stood at N153.1 billion or 44.4%. The low level of performance was due to the states' inability to access the anticipated level of financing, which resulted in the revenue shortfalls for maximum execution of budgeted capital projects.

Personnel expenditure (that is employees' salaries and wages) had a good performance of about 88.3%. Other recurrent expenditure which included overhead, grants, subsidies and subvention to parastatals was 78.6%. These are depicted in Figure 3.

TABLE 1: Budget Outturn

Budget Outturn (Originally Approved vs Actual)					
2021 Revenue Composition Performance					
2021 Aggregate Revenue Composition	2021 Original Budget	2021 Final Budget	2021 Actual Amount	Variance*	Performance (%)*
Opening Balance	27,000,000,000	26,609,292,160	26,531,413,278	- 77,878,882	99.7%
FAAC Revenue	217,000,000,000	222,000,000,000	159,427,137,760	- 62,572,862,240	71.8%
IGR	38,003,250,000	38,003,250,000	37,896,512,260	- 106,737,740	99.7%
Aids & Grants	34,000,000,000	34,000,000,000	7,249,282,620	- 26,750,717,380	21.3%
Other Revenue/Receipts	79,604,753,160	211,500,000,000	136,289,232,959	- 75,210,767,041	64.4%
Budget Financing (Loans)	60,642,666,840	66,862,666,840	35,922,254,592	- 30,940,412,248	53.7%
Total Revenue	456,250,670,000	598,975,209,000	403,315,833,470	- 195,659,375,530	67.3%
2021 Expenditure Performance by Economic Type					
2021 Aggregate Expenditure Composition	2021 Original Budget	2021 Final Budget	2021 Actual Amount	Variance*	Performance (%)*
Personnel	61,427,114,190	61,427,114,190	54,219,135,819	7,207,978,371	88.3%
Other Recurrent Expenditure	153,372,803,060	192,674,803,060	151,404,966,000	41,269,837,060	78.6%
Capital Expenditure	241,450,752,750	344,873,291,750	153,141,288,000	191,732,003,750	44.4%
Total Expenditure	456,250,670,000	598,975,209,000	358,765,389,819	240,209,819,181	59.9%
* Variance and Performance is assessed against final budget. Negative Variance for Revenues items means revenue actuals were below budget. Negative variance for expenditure items means actuals were above budget.					

FIGURE 1: Budget Outturn Graphs

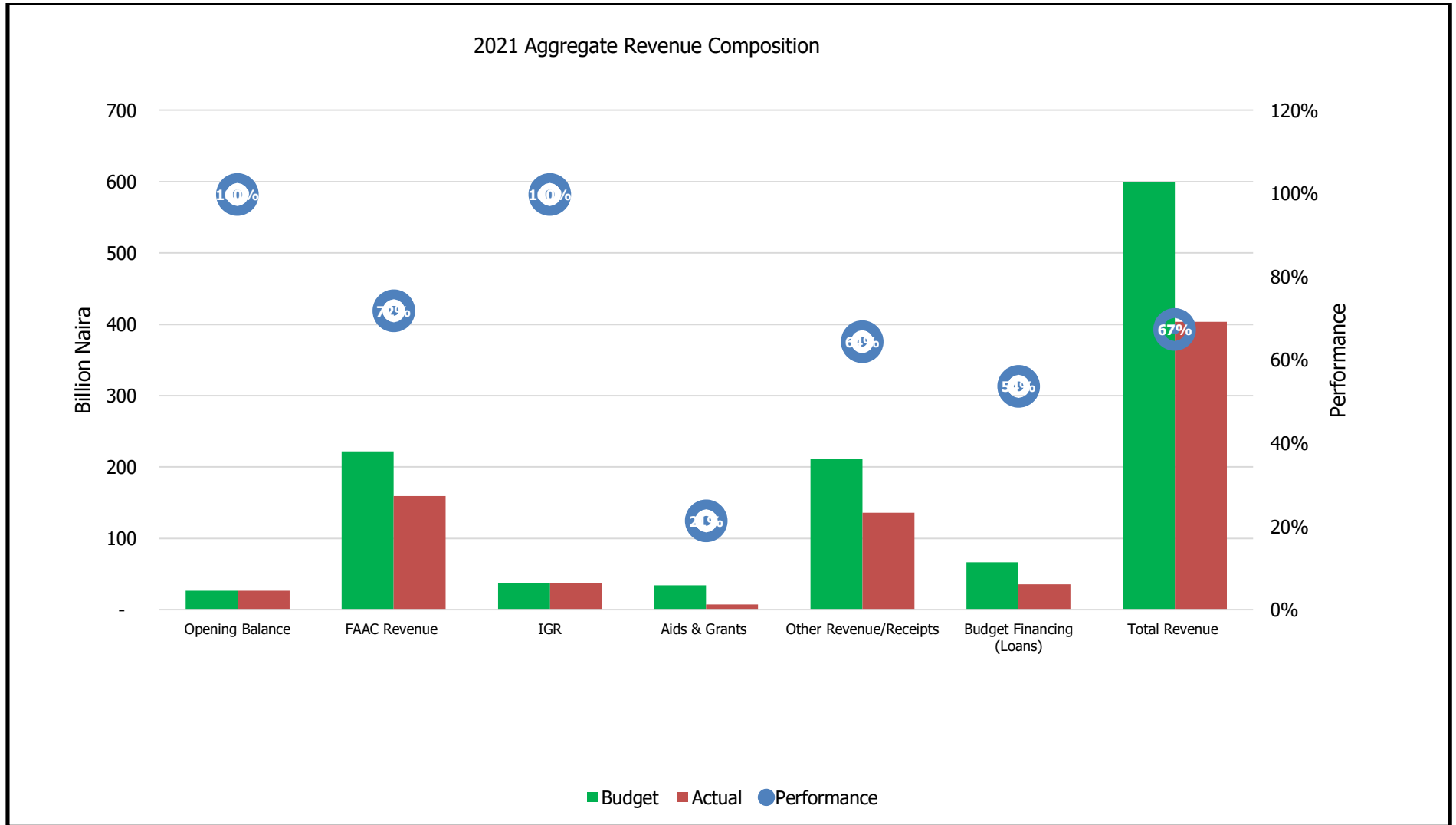


FIGURE 2: Revenue Composition Performance

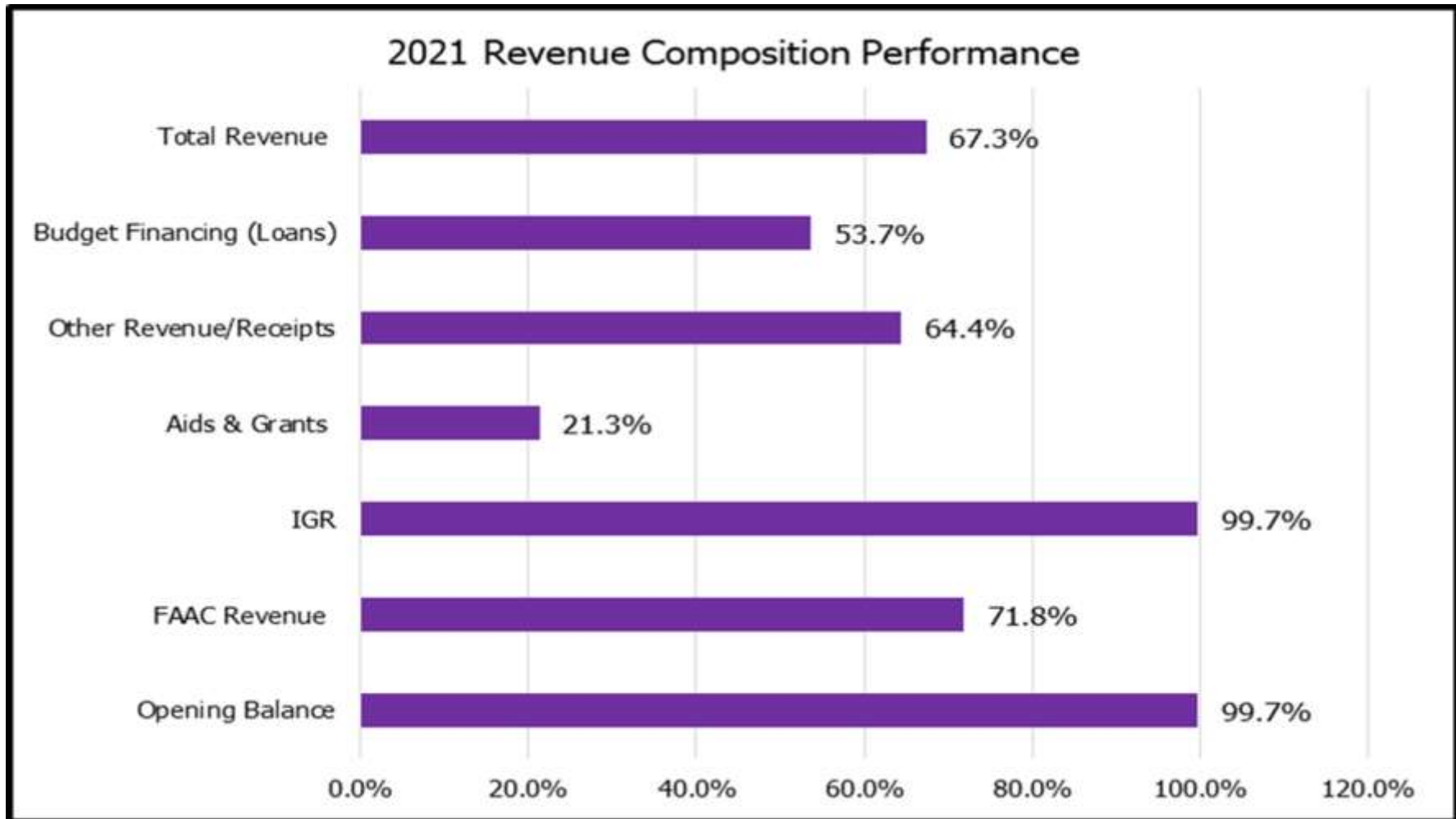
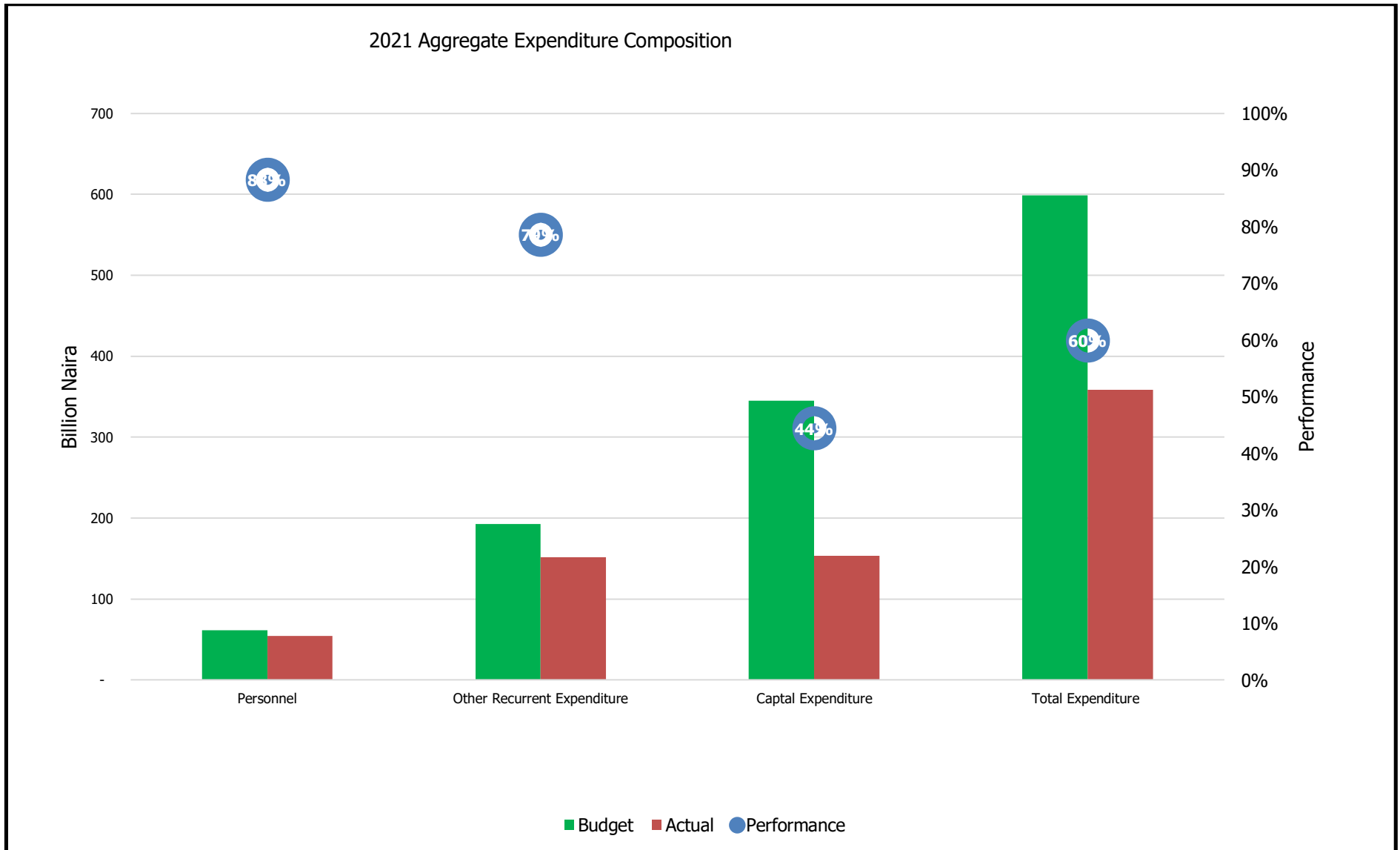


FIGURE 3: Aggregate Expenditure Composition



SECTION 2: Revenue Outturn

The total IGR performance for 2021 fiscal year was about 99.7% as shown in Table 2. The IGR had two broad components, namely, Tax Revenue, and Non-tax Revenue sources. Revenue outturns from tax source was N33.7 billion while such from Non-tax sources totalled N4.2 billion, which translated into 117.4% and 45.0% performances respectively. This shows that tax revenue is very crucial in the revenue outturn of the state. A further break down of the revenue performance in respect of ten (10) top revenue generating agencies in the state for that year is contained in Table 3.

Table 3 shows that the State Internal Revenue Service was the highest revenue generating entity in 2021. With a budgeted revenue of N30.0 billion, the entity realized N27.4 billion, which was an outturn of about 91.3%, as contained. Following the Internal Revenue Service were the Akwa Ibom State University which had a final budget of N389.5 billion while the actual performance was N699.5 billion, representing 179.6% outturn and the Ministry of Justice with a budget of N51.7 billion and actual revenue of N504.7 billion, representing 97.6%. Other MDAs with good levels of revenue outturns included Akwa Ibom State Polytechnic (96.3%), Akwa Ibom Airport Development Company Limited (65.7%), Akwa Ibom Water Company Limited (72.4%) and Ministry of Finance (70.4%). Other Revenue generating agencies recorded low performances as depicted in Table 3.

TABLE 2: Revenue Outturn by Item

Internally Generated Revenue Performance					
By Item					
IGR Items	2021 Original Budget	2021 Final Budget	2021 Actual Amount	Variance*	Performance (%)*
Tax Revenue	28,704,700,000	28,704,700,000	33,712,667,000	5,007,967,000	117.4%
Personal Taxes:	28,704,700,000	28,704,700,000	33,712,667,000	5,007,967,000	117.4%
Personal Income Tax (PAYE)	28,704,700,000	28,704,700,000	33,712,667,000	5,007,967,000	117.4%
Personnal Income Tax (Direct Assessment Taxes)				-	
Penalty For Offences & Interest				-	
Other Personal Tax N.E.C				-	
Other Taxes:	-	-	-	-	
Sales Tax				-	
Lottery Tax/Licence				-	
Property Tax				-	
Capital Gain Taxes				-	
Withholding Tax				-	
Other Taxes N.E.C				-	
Non-Tax Revenue	9,298,550,000	9,298,550,000	4,183,845,260	- 5,114,704,740	45.0%
Licences General	659,580,000	659,580,000	38,278,540	- 621,301,460	5.8%
Fees – General	5,409,290,750	5,409,290,750	3,213,776,917	- 2,195,513,833	59.4%
Fines – General	39,520,000	39,520,000	1,793,190	- 37,726,810	4.5%
Sales – General	470,129,250	470,129,250	123,455,563	- 346,673,687	26.3%
Earnings – General	957,150,000	957,150,000	390,675,396	- 566,474,604	40.8%
Rent On Government Buildings – General	727,980,000	727,980,000	11,159,621	- 716,820,379	1.5%
Rent on Land and Others – General	659,400,000	659,400,000	223,613,750	- 435,786,250	33.9%
Repayments	-	-	-	-	
Investment Income	356,000,000	356,000,000	176,096,798	- 179,903,202	49.5%
Interest Earned	11,500,000	11,500,000	-	- 11,500,000	0.0%
Reimbursement				-	
Miscellaneous Income	8,000,000	8,000,000	4,995,485	- 3,004,515	62.4%
Independent Revenue (IGR)	38,003,250,000	38,003,250,000	37,896,512,260	- 106,737,740	99.7%

* Variance and Performance is assessed against final budget. Negative Variance for Revenues items means revenue actuals were below budget.

TABLE 3: Revenue Outturn by MDA

Internally Generated Revenue Performance					
By MDA:					
MDA	2021 Original Budget	2021 Final Budget	2021 Actual Amount	Variance*	Performance (%)*
Akwa Ibom State Internal Revenue Services	30,000,000,000	30,000,000,000	27,388,099,113	- 2,611,900,887	91.3%
Akwa Ibom State University	389,475,000	389,475,000	699,535,728	310,060,728	179.6%
Ministry of Justice	51,700,000	51,700,000	504,680,730	452,980,730	976.2%
Akwa Ibom State Polytechnic	483,000,000	483,000,000	465,366,843	- 17,633,158	96.3%
Ministry of Lands and Water Resources	1,639,500,000	1,639,500,000	450,608,600	- 1,188,891,400	27.5%
Akwa Ibom Airport Development Company Limited	370,840,000	370,840,000	243,718,642	- 127,121,358	65.7%
Akwa Ibom State Water Company Limited	244,200,000	244,200,000	176,833,773	- 67,366,227	72.4%
Ministry of Finance	250,000,000	250,000,000	176,096,798	- 73,903,202	70.4%
Office of the Accountant General	1,001,370,000	1,001,370,000	135,538,430	- 865,831,570	13.5%
Akwa Ibom State Rural Water Supply And Sanitation Agency	2,500,000	2,500,000	120,000,000	117,500,000	4800.0%
Other Revenue Collecting Agencies	3,570,665,000	3,570,665,000	7,536,033,603	3,965,368,603	211.1%
Independent Revenue (IGR)	38,003,250,000	38,003,250,000	37,896,512,260	- 106,737,740	99.7%
* Variance and Performance is assessed against final budget. Negative Variance for Revenues items means revenue actuals were below budget.					

SECTION 3: Expenditure Outturn

The expenditure outturn of the State for 2021 is summarized in Table 4, and Figure 4. The summary shows the vote allocated to each main classification, and the actual expenditure thereof. Table 4 shows that capital expenditure budget was N344.9 billion or 57.6% of the total budget size of N598.9 billion, whereas recurrent expenditure was allocated N254.1 billion, equivalent to 42.4% of the total budget. The actual expenditure pattern was a reverse of the budget: Actual capital expenditure stood at N153.1 billion, representing 42.7% of the total expenditure while actual recurrent expenditure was N205.6 billion or 57.3% (See Figure 5). In terms of aggregate expenditure outturn, recurrent expenditure recorded 80.9% while capital expenditure had a 44.4% performance.

A breakdown of actual recurrent expenditure shows that when compared with other recurrent items overheads had the highest share of N89.7 billion (25.0%), followed by salaries, wages and allowances (inc. CRF) which was N54.2 billion (15.1%), and public debt charges with an outturn of N44.3 billion (12.3%). This is also depicted in Figures 6, 7 and 8.

TABLE 4: Expenditure Outturn

Expenditure: Where does the Money go?						
Aggregate Expenditure Composition as a % of Total Expenditure (Budget Vs Actuals)						
Expenditure	2021 Final Budget	Budget Share (%)	2021 Actual Amount	Actual Share (%)	Variance*	Performance (%)*
Recurrent Expenditure:						
Salaries, Wages and Allowances (inc. CRF)	61,427,114,190	10.3%	54,219,135,819	15.1%	7,207,978,371	88.3%
Social Contribution	-	0.0%	-	0.0%	-	
Social Benefits	21,500,000,000	3.6%	16,544,470,000	4.6%	4,955,530,000	77.0%
Overheads	101,274,803,060	16.9%	89,663,727,000	25.0%	11,611,076,060	88.5%
Grants and Subsidies	1,200,000,000	0.2%	934,117,000	0.3%	265,883,000	77.8%
Public Debt Charges	68,700,000,000	11.5%	44,262,652,000	12.3%	24,437,348,000	64.4%
Transfers	-	0.0%	-	0.0%	-	
Total Recurrent Expenditure	254,101,917,250	42.4%	205,624,101,819	57.3%	48,477,815,431	80.9%
Total Capital Expenditure	344,873,291,750	57.6%	153,141,288,000	42.7%	191,732,003,750	44.4%
Total Expenditure	598,975,209,000	100.0%	358,765,389,819	100.0%	240,209,819,181	59.9%

* Variance and Performance is assessed against final budget. Negative variance for expenditure items means actuals were above budget.

FIGURE 4: Expenditure Composition

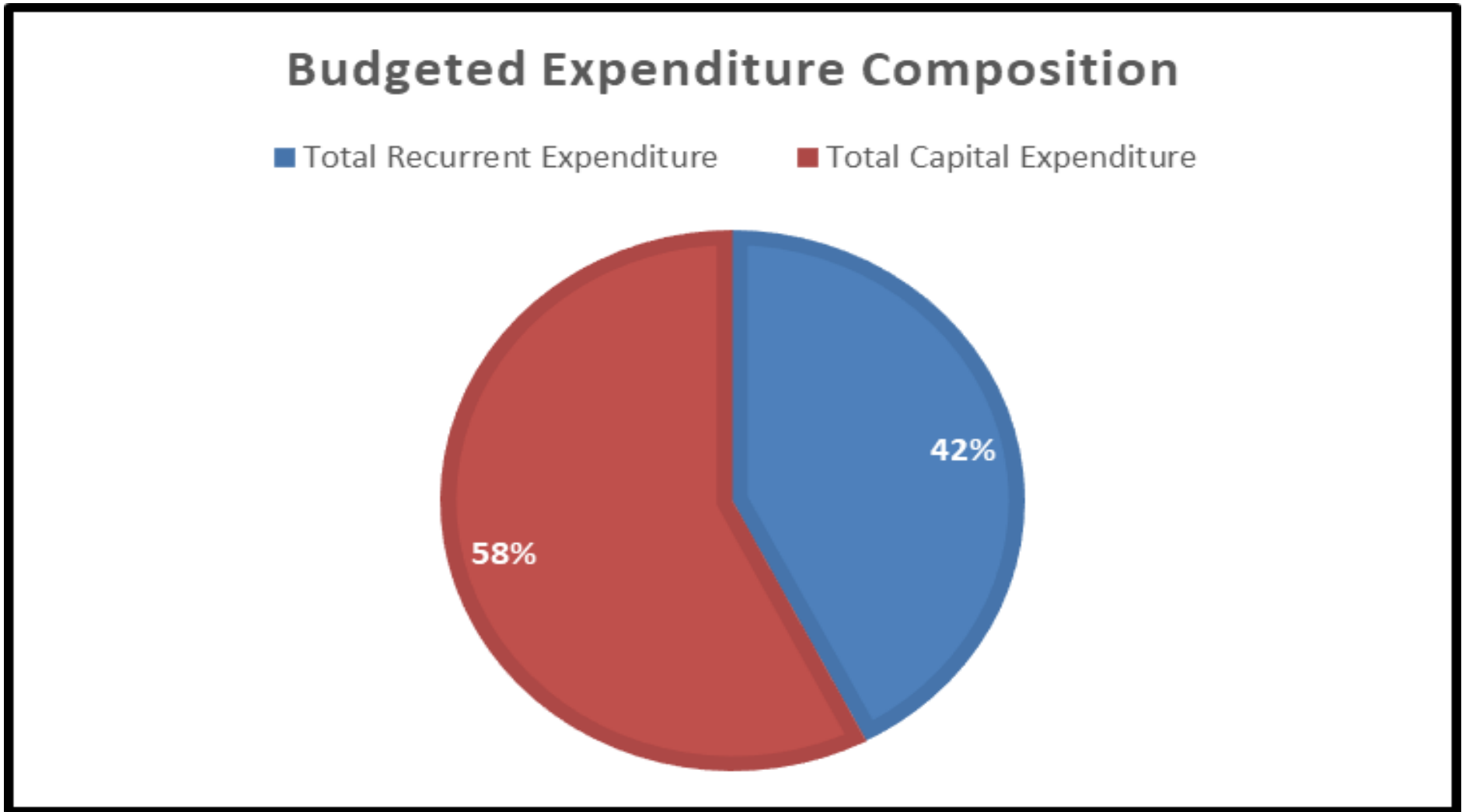


FIGURE 5: Actual Expenditure Composition

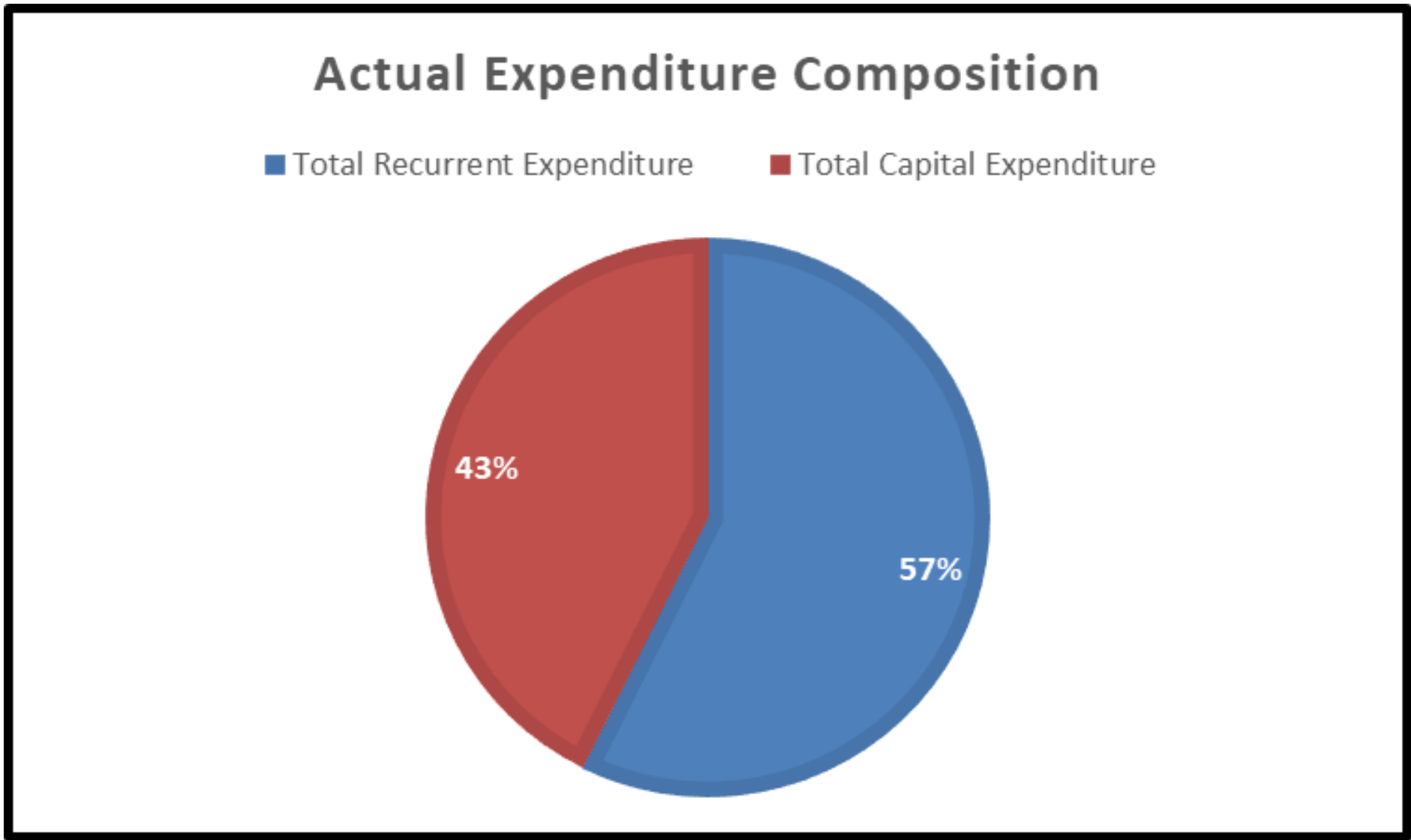


FIGURE 6: Expenditure - Where does the Money go?

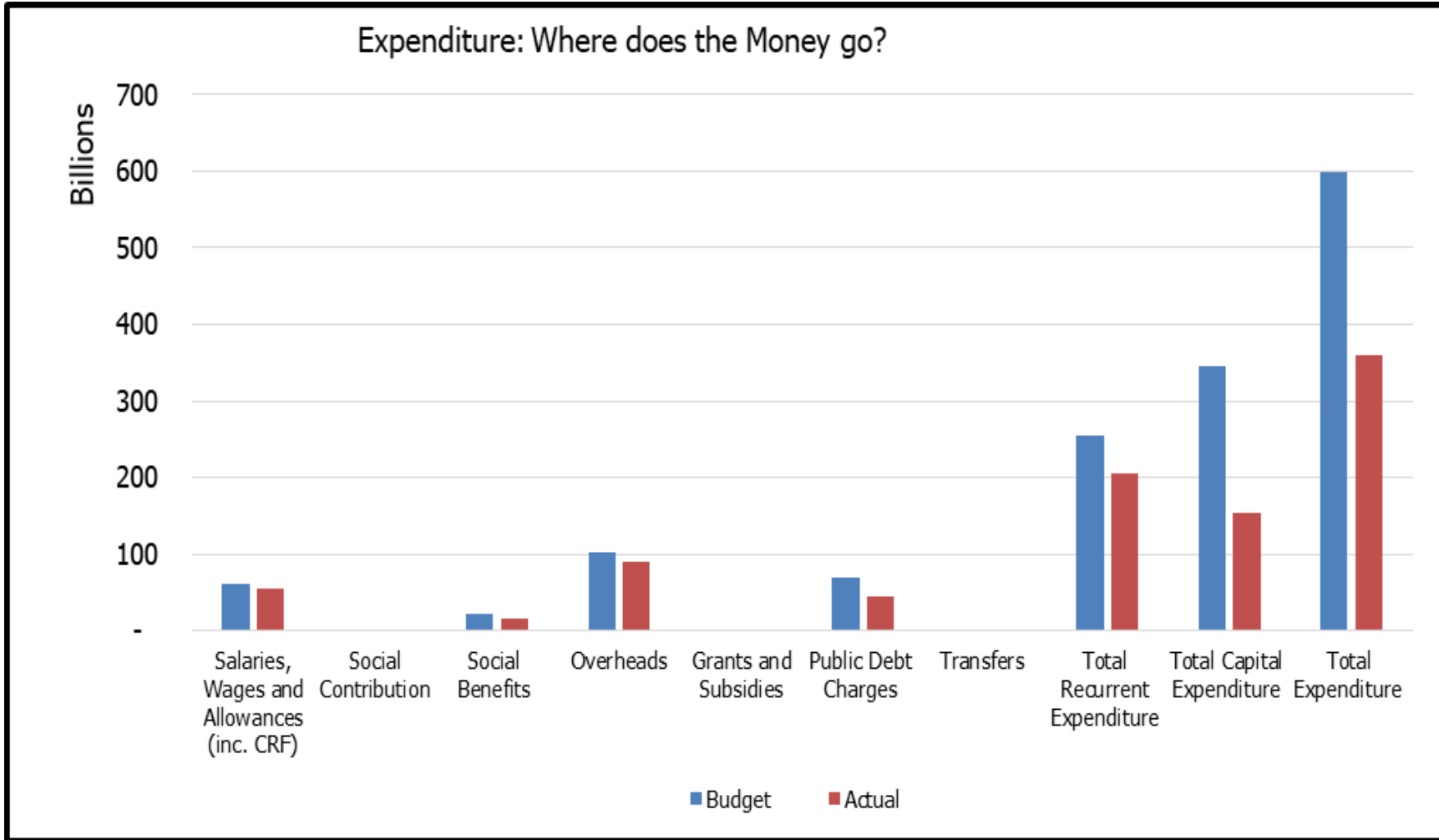


FIGURE 7: Expenditure Performance by Economic Type

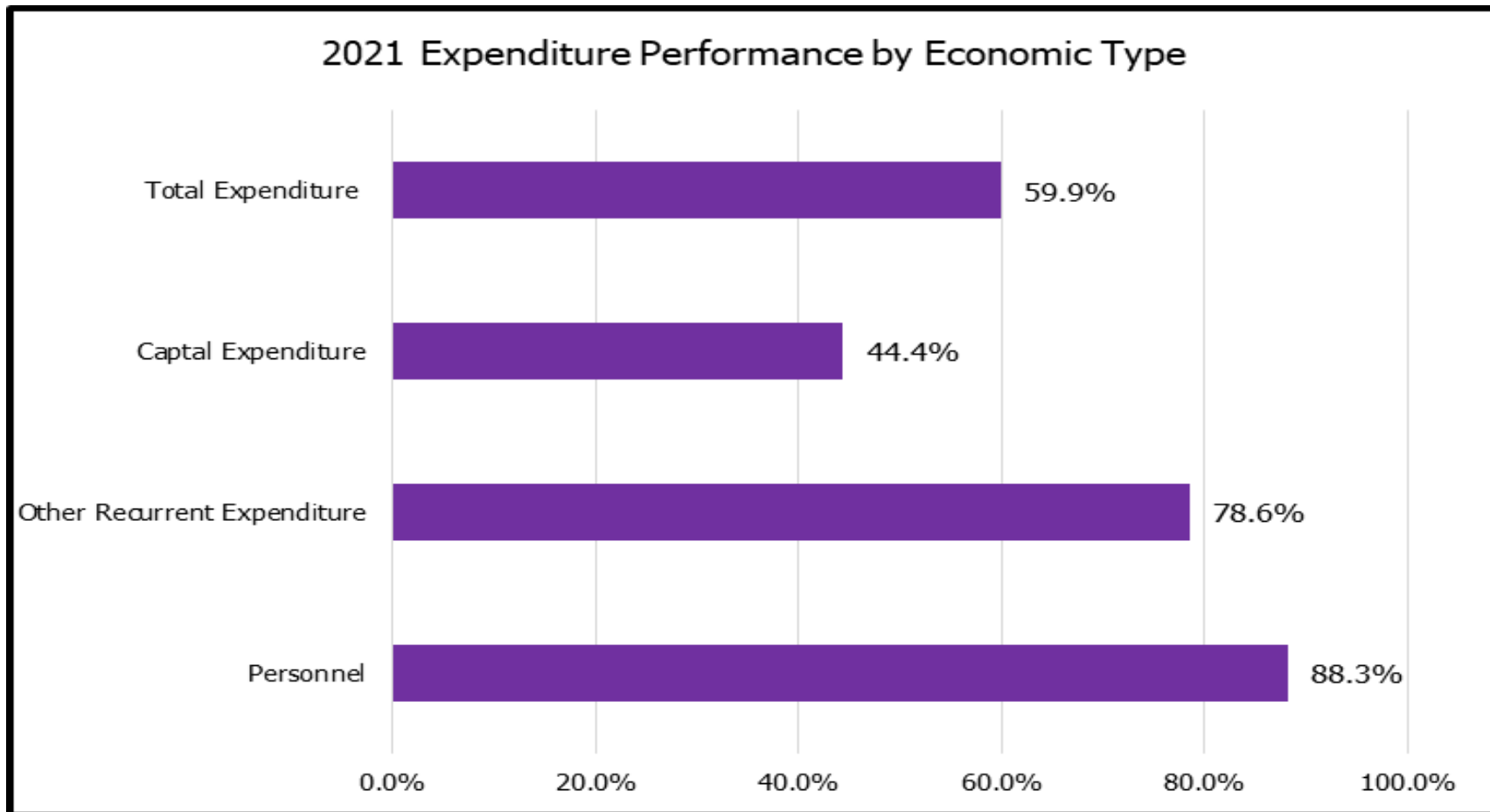


FIGURE 8: Aggregate Expenditure Composition

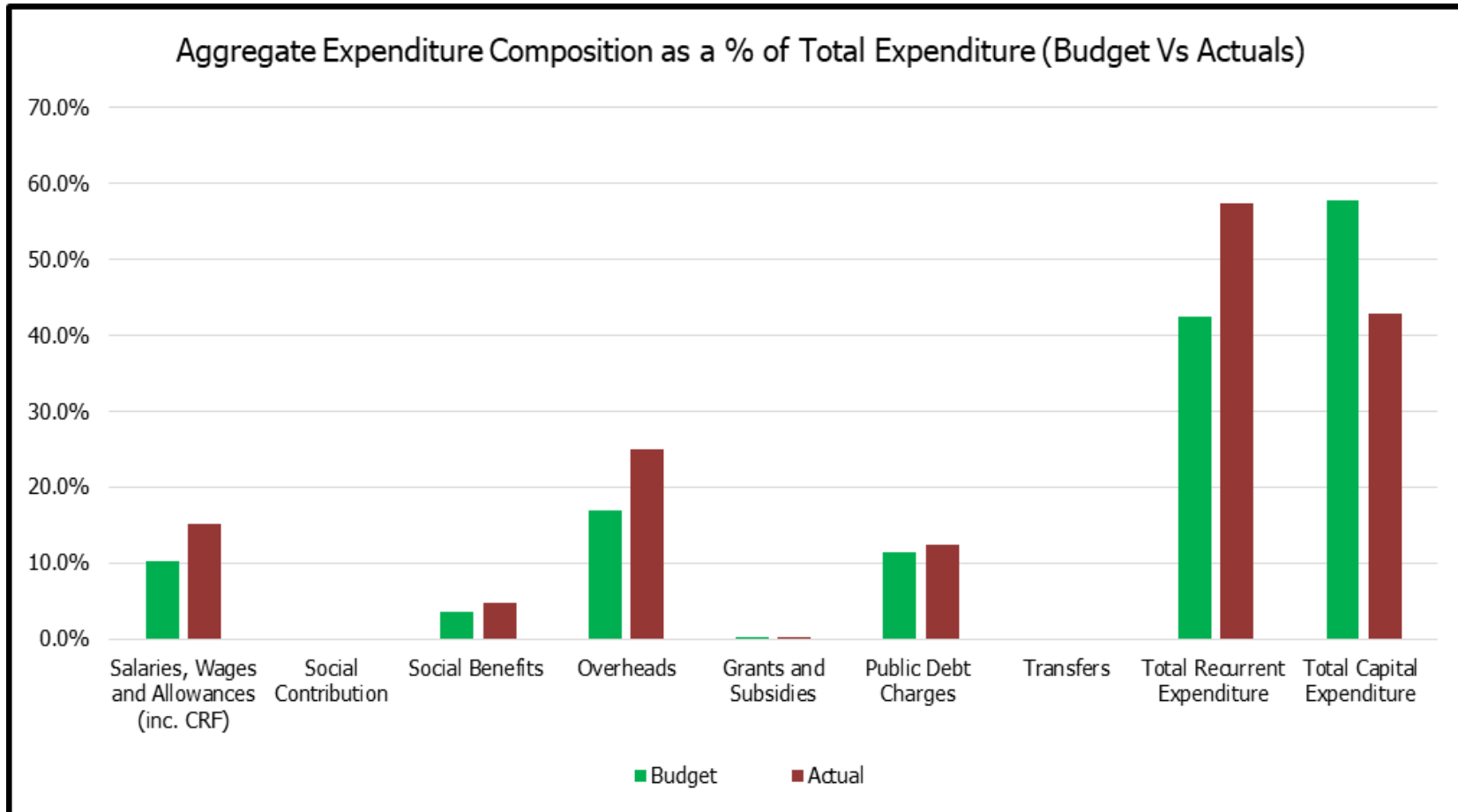


FIGURE 9: Top Ten Recurrent Allocation by Sectors / MDAs



SECTION 4: Audit Findings

This section outlines the findings from the Audit process on the fiscal year budget implementation including queries, unremitted funds, government property sales, etc. The Auditor General's statement should include revenue and expenditure, audited financial statements, findings from the audit as contained in the audited financial statement.

A. RECURRENT EXPENDITURE PAYMENT VOUCHERS

Majority of the audit queries were in respect of recurrent expenditure. The queries were on unretired standing imprest, imprest unaccounted for, payments without approval and payment of salaries to retired staffs.

B. CAPITAL EXPENDITURE PAYMENT VOUCHERS

Two queries were significant being special imprest unretired or not accounted for.

C. SUMMARY OF QUERIED PAYMENT VOUCHERS

Five (5) queries on payment without sufficient document/doubtful expenditure made it to the audited report.

D. ASSETS (PROPERTY, PLANT AND EQUIPMENT) REGISTER- None

E. BILLS PAYABLE- None

F. INVESTMENTS- None

G. AIDS AND GRANTS- None

H. CONTINGENT LIABILITIES ON BANK GUARANTEES AND PERFORMANCE GUARANTEES AND

PERFORMANCE GUARANTEES- None

I. ADHERENCE TO PROCUREMENT PROCEDURES- None

TABLE 5: Top Ten Audit Queries

Top Ten Audit Queries					
Details of Expenditure	No. of Queries	Nature of Queries	Amount Queried	Total Cash Expenditure	Percentage (%)
Ministry of Local Government and Chieftaincy Affairs	1	- Unretired Special Imprest	35,000,000.00	118,040,000.00	30%
Integrated Farmers Scheme	2	- Unauthorized withdrawal from Loan Recovery Account	19,387,500.00		
		- Doubtful Expenditures	730,000.00	1,010,000.00	72.3%
Judiciary Headquarters	2	- Payment of Salaries to Retired Staff	819,631.92	2,836,502.00	0.03%
		- Doubtful Expenditure	19,945,000.00	1,317,803.00	1.5%
State Secondary Education Board	1	- Special Imprest not Accounted for	15,000,000.00	20,000,000.00	75%
Office of the Head of Civil Service	3	- Unremitted Internally Generated Revenue	1,266,000.00	7,790,000.00	16.25%
		- Subvention not Accounted for	2,000,000.00	44,300,000.00	4.5%
		- Doubtful Expenditure	270,000.00	-	
Local Education Committee, IkotEkpene	2	- Payment of Salaries to Retired Staff	369,717.59	12,955,219.00	0.003%
		- Insufficiently Vouched Expenses	420,000.00		
Local Education Committee, NsitUbiom	1	- Payment of Salary to Retired Staff	481,558.86	12,955,219.00	0.004%
Local Education Committee, Okobo	1	- Payment of Salary to Retired Staff	476,294.34	12,955,219.00	0.004%
Civil Service Commission, Uyo	1	- Payment of Salary to Deceased Staff	474,456.27	-	-
Project Financial Management Unit, Uyo	1	- Doubtful Expenditure	340,000.00	-	-
Total Number of Queries	15		96,980,158.98	234,159,962.00	

SECTION 5: Audited Financial Statements

This section contains a breakdown of the State's audited public expenditure and revenues for the year 2021. The expenditure budget figures, Consolidated Revenue Fund and cash flows based on the audited statements are re-presented hereunder.

Table 6 provides the following highlights:

- Statutory allocation had a performance of 67% while VAT had 115.8%. These were considered impressive given the spill-over effect of Covid-19 which rendered many forecast unrealistic*
- IGR had a 117.4% performance during 2021. This was traced to the up-scaling of the services at the State Internal Revenue Service.*
- Independent Non- Tax Revenue performed up to 45.8%*
- Foreign grants had a 21.3% performance, which was not quite impressive. This was attributed to unrealistic budgeting.*
- The drawdown of loans was significant at 53.7%. These loans were obtained in line with extant rules.*
- Other Revenues constituted a 64.4% performance indicating that significant effort was exerted to diversify the revenue base of the State.*
- Generally, capital expenditure was low at 44.4%. The state recorded a surplus of N44.5 billion from operating activities at the end of 2021.*

TABLE 6: Statement of Income and Expenditure

Statement of Income and Expenditure							
Item	Previous Actual (2020)	Originally Approved 2021	2021 Supplementary Budget	2021 Final Budget	2021 Actuals	Variance*	Performance (%)*
Revenue:							
Opening Balance	36,719,428,276	27,000,000,000	- 390,707,840	26,609,292,160.00	26,531,414,000	- 77,878,160.00	99.7%
Statutory Allocation	145,634,406,151	201,000,000,000	- 1,000,000,000	200,000,000,000.00	133,950,449,000	- 66,049,551,000.00	67.0%
13% Derivation	-	-	-	-	-	-	-
State Government Share of VAT	15,814,067,687	16,000,000,000	6,000,000,000	22,000,000,000.00	25,476,689,000	3,476,689,000.00	115.8%
Other Federation Account Distributions	-	-	-	-	-	-	-
Independent Tax Revenue	26,608,481,531	28,704,700,000	-	28,704,700,000.00	33,712,667,000	5,007,967,000.00	117.4%
Independent Non-Tax Revenue	4,002,075,946	9,298,550,000	-	9,298,550,000.00	4,183,845,260	- 5,114,704,740.00	45.0%
Foreign Grants	11,553,451,820	34,000,000,000	-	34,000,000,000.00	7,249,283,000	- 26,750,717,000.00	21.3%
Domestic Grants	-	-	-	-	-	-	-
Foreign Loans	-	-	-	-	-	-	-
Domestic Loans	4,600,000,000	60,642,666,840	6,220,000,000	66,862,666,840.00	35,922,256,000	- 30,940,410,840.00	53.7%
Other Revenues	2,496,871,648	79,604,753,160	131,895,246,840	211,500,000,000.00	136,289,233,000	- 75,210,767,000.00	64.4%
Transfer from other Government Entities	-	-	-	-	-	-	-
Total Revenue (a)	247,428,783,059.00	456,250,670,000.00	142,724,539,000.00	598,975,209,000.00	403,315,836,260.00	- 195,659,372,740.00	67.3%
Expenditure:							
Salaries, Wages and Allowances	46,834,378,765.00	56,541,831,580.00	-	56,541,831,580.00	50,910,531,092.04	5,631,300,487.96	90.0%
CRF Charges (Salary)	2,598,768,380.00	4,885,282,610.00	-	4,885,282,610.00	3,308,604,726.96	1,576,677,883.04	67.7%
Social Contributions	-	-	-	-	-	-	-
Social Benefits	15,669,909,360.00	20,500,000,000.00	1,000,000,000.00	21,500,000,000.00	16,544,470,000.00	4,955,530,000.00	77.0%
Overheads	15,666,012,613.00	87,472,803,060.00	13,802,000,000.00	101,274,803,060.00	73,649,075,000.00	27,625,728,060.00	72.7%
Grants & Contributions	10,799,996,147.00	1,200,000,000.00	-	1,200,000,000.00	934,188,000.00	265,812,000.00	77.8%
Public Debt Charges	22,907,862,071.00	44,200,000,000.00	24,500,000,000.00	68,700,000,000.00	60,277,233,000.00	8,422,767,000.00	87.7%
Transfers	14,969,947,715.00	-	-	-	-	-	-
Capital Expenditure	91,450,494,728.00	241,450,752,750.00	103,422,539,000.00	344,873,291,750.00	153,141,288,000.00	191,732,003,750.00	44.4%
Total Expenditure (b)	220,897,369,779.00	456,250,670,000.00	142,724,539,000.00	598,975,209,000.00	358,765,389,819.00	240,209,819,181.00	59.9%
Surplus/Deficit from Operating Activities c	26,531,413,280.00	-	-	-	44,550,446,441.00	- 435,869,191,921.00	
Gains/Loss on Disposal of Asset					-	-	-
Gain/Loss on Foreign Exchange Transaction					-	-	-
Total Non-Operating Revenue/(Expenses)					-	-	-
Surplus/(Deficit) from Ordinary Activities					-	-	-
Net Surplus/ (Deficit) for the Period					-	-	-

* Variance and Performance is assessed against final budget. Negative Variance for Revenues items means revenue actuals were below budget. Negative variance for expenditure items means actuals were above budget.

SECTION 6: Top Sectoral Allocation

Tables 8, 9 and 10 outline the financial information on top sectoral allocations to Ministries, Departments, and Agencies/ sector Allocation and the actual expenditure from the implementation of the State's 2021 budget.

Recurrent Expenditure: *Table 8 shows a summary of top ten recurrent expenditure outturn by sectors/ MDAs during 2021. The average performance was 80.9% across all the MDAs/sectors and the score of each sector is similar both as a percentage of budget and actual expenditure. Office of the Accountant General had the highest share of the recurrent expenditure of about N36 billion or 17.5% while Akwa Ibom Polytechnic had the lowest (1.1%). Other MDAs/sectors with significant performances included Government House (8.9%), Akwa Ibom State budget Office (7.6%) and State Secondary Education Board (6.3%). This is also depicted in Figures 9 and 10.*

Capital Expenditure: *Table 9 presents top ten (10) capital expenditure by sectors/MDAs. The summary indicates that all entities actual expenditure were less than their budgeted amounts. As indicated in Table 9, Ministry of Works and Fire Service had the highest actual expenditure of about N66.1billion or 43.2% of the actual expenditure of N153.1billion. Other significant expenditures were recorded by Ministry of Special Duties (N26.4billion or 17.2%) and Office of the Accountant General with N23.5billion or 15.3% of the total expenditure. These are further simplified by Figures 11 and 12.*

Total Expenditure: *As indicated in Table 10, Ministry of Works and Fire Service had the highest total actual expenditure of N66.1billion (or 18.4% of the total actual expenditure of N240.2billion), followed by Office of the Accountant General with N59.4billion (or 16.6%) of total actual expenditure, Ministry of Special Duties with N26.4 billion (or 7.3%), Government House with N24.4billion (or 6.8%), the State Budget Office which expended N19.9billion (or 5.5%), and other sector with actual expenditure of about N129.6billion (or 36.1%) on the aggregate. See Figures 13 and 14.*

TABLE 8: Top Ten Recurrent Expenditure Sectors / MDAs

Expenditure: Where does the Money go?						
Top Ten Recurrent Allocation by Sectors						
MDA/Sectors	2021 Final Budget	2021 Actual Amount	Variance*	Performance (%)*	Sector Share in Total Budget	Sector Share in Total Actual Expenditure
Office of the Accountant General	45,201,989,760	35,987,386,243	9,214,603,517	79.6%	17.8%	17.5%
Government House	22,560,100,000	18,320,450,835	4,239,649,165	81.2%	8.9%	8.9%
Akwa Ibom State Budget Office	19,666,960,000	15,592,130,304	4,074,829,696	79.3%	7.7%	7.6%
State Secondary Education Board	13,422,712,080	12,955,218,889	467,493,191	96.5%	5.3%	6.3%
Hospital Management Board	5,448,755,760	5,446,755,760	2,000,000	100.0%	2.1%	2.6%
General Services Office	6,116,130,520	4,214,264,385	1,901,866,135	68.9%	2.4%	2.0%
Akwa Ibom State Judiciary	4,515,720,230	4,154,305,068	361,415,162	92.0%	1.8%	2.0%
Akwa Ibom State House of Assembly	6,046,479,690	3,062,576,190	2,983,903,500	50.7%	2.4%	1.5%
Akwa Ibom State university	3,458,024,910	2,992,205,921	465,818,989	86.5%	1.4%	1.5%
Akwa Ibom State Polytechnic	2,288,096,360	2,195,480,872	92,615,488	96.0%	0.9%	1.1%
Other MDA Expenditure	125,376,947,690	100,703,327,533	24,673,620,157	80.3%	49.3%	49.0%
Total (Except Other MDA Expenditure)	254,101,917,000	205,624,102,000	48,477,815,000	80.9%	100.0%	100.0%
Total Budgeted Expenditure	254,101,917,000	205,624,102,000	48,477,815,000	80.9%		

* Variance and Performance is assessed against final budget. Negative variance for expenditure items means actuals were above budget.

FIGURE 10: Recurrent Expenditure Performance

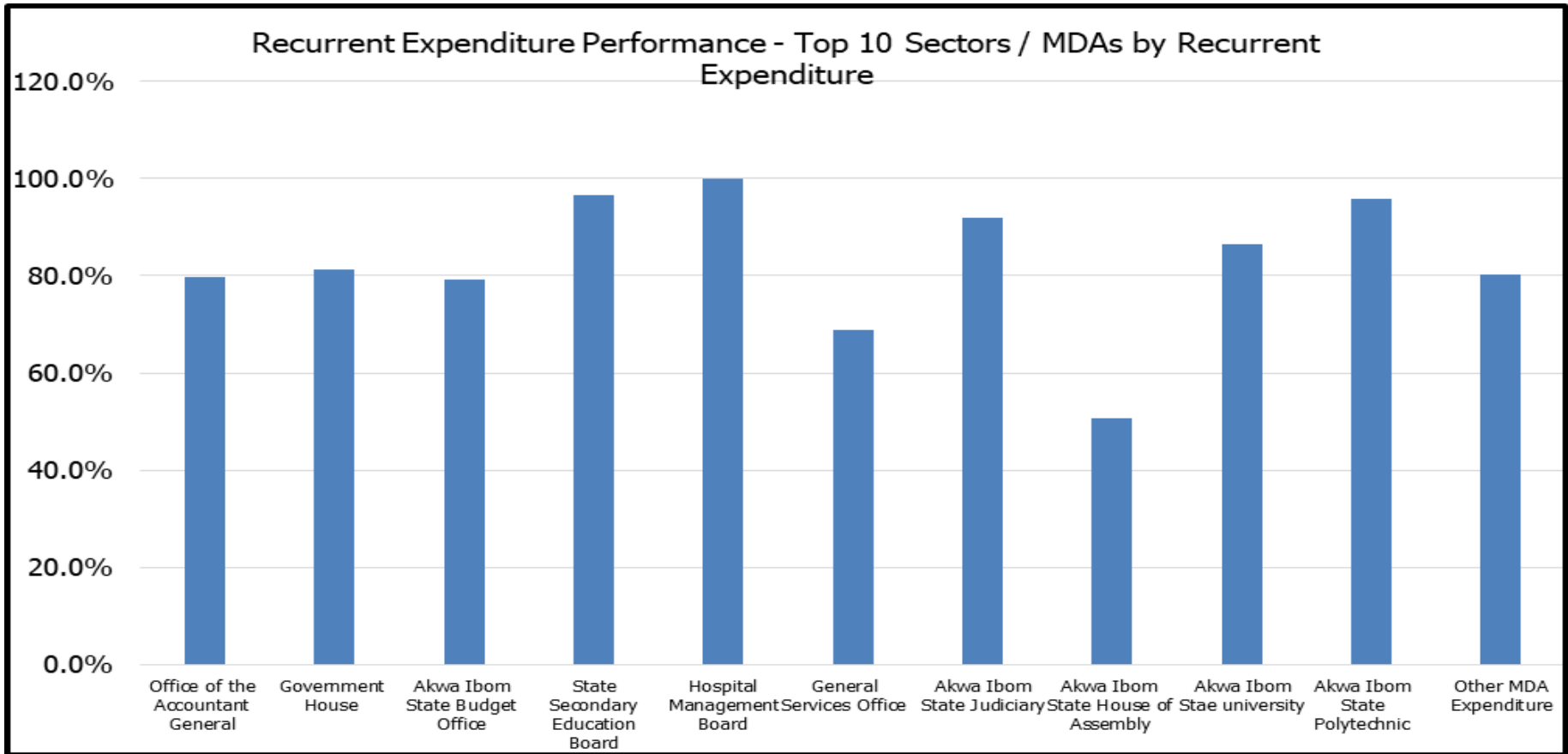


TABLE 10: Top Ten Total Expenditure Sectors / MDAs

Top Ten Total Allocation by Sectors						
MDA/Sectors	2021 Final Budget	2021 Actual Amount	Variance*	Performance (%)*	Sector Share in Total Budget	Sector Share in Total Actual Expenditure
Ministry of Works and Fire Service	157,333,629,270	66,107,114,434	91,226,514,836	42.0%	26.3%	18.4%
Office of the Accountant General	73,959,056,960	59,443,224,224	14,515,832,736	80.4%	12.3%	16.6%
Ministry of Special Duties	50,381,218,500	26,360,232,786	24,020,985,714	52.3%	8.4%	7.3%
Government House	30,970,100,000	24,429,040,835	6,541,059,165	78.9%	5.2%	6.8%
Akwa Ibom State Budget Office	25,725,128,000	19,867,609,694	5,857,518,306	77.2%	4.3%	5.5%
State Secondary Education Board	13,422,712,080	12,955,218,889	467,493,191	96.5%	2.2%	3.6%
Office of the Secretary to the State Government	17,287,868,000	6,172,388,000	11,115,480,000	35.7%	2.9%	1.7%
Hospital Management Board	5,448,755,760	5,446,755,760	2,000,000	100.0%	0.9%	1.5%
General Services Office	6,116,130,520	4,214,264,385	1,901,866,135	68.9%	1.0%	1.2%
Akwa Ibom State Judiciary	4,515,720,230	4,154,305,068	361,415,162	92.0%	0.8%	1.2%
Other MDA Expenditure	213,814,889,680	129,615,235,925	84,199,653,755	60.6%	35.7%	36.1%
Total (Except Other MDA Expenditure)	598,975,209,000	358,765,390,000	240,209,819,000	59.9%	100.0%	100.0%
Total Budgeted Expenditure	598,975,209,000	358,765,390,000	240,209,819,000	59.9%		

* Variance and Performance is assessed against final budget. Negative variance for expenditure items means actuals were above budget.

FIGURE 11: Top Ten Capital Expenditure Sectors / MDAs Graph

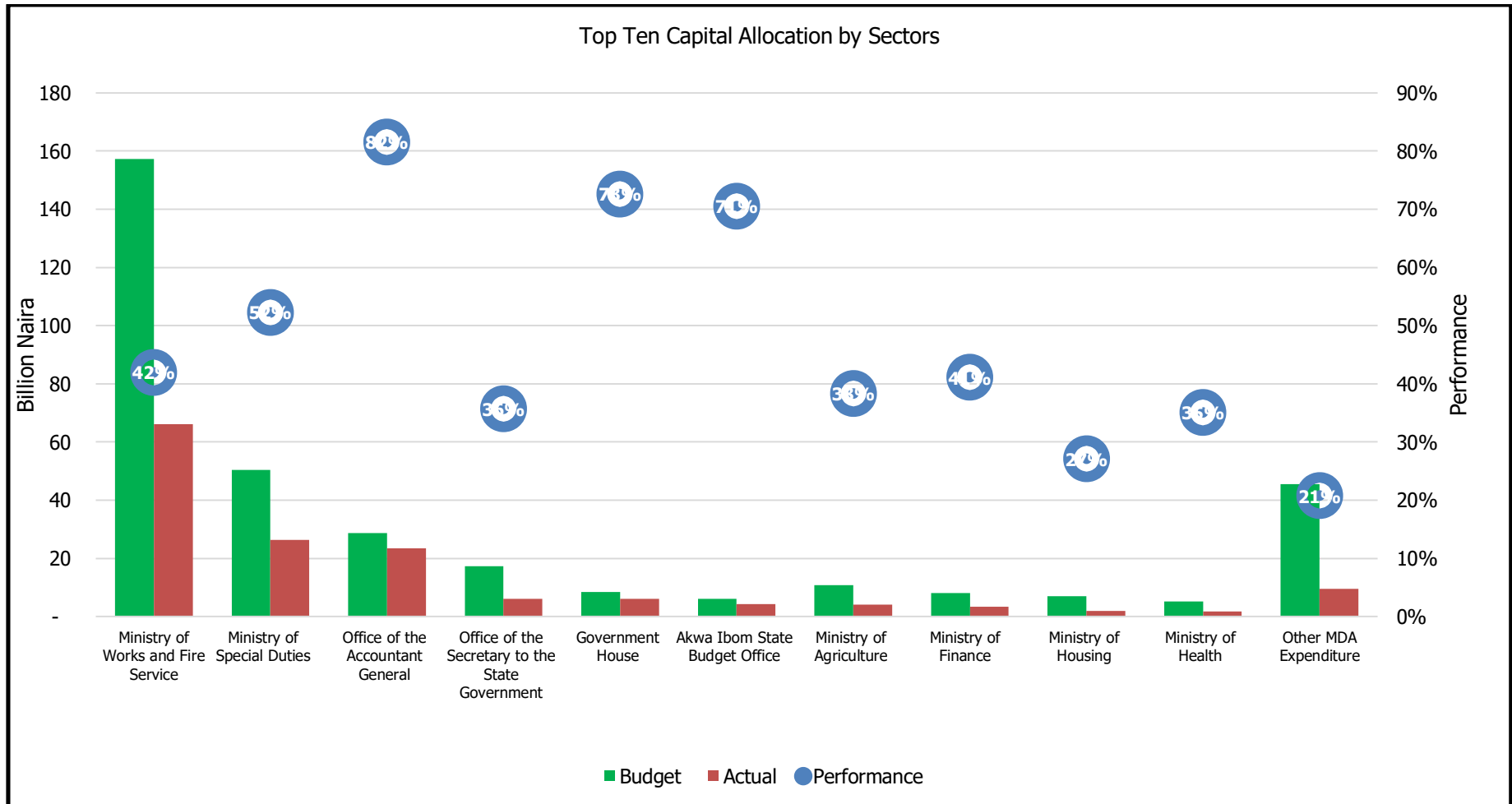


FIGURE 12: Capital Expenditure Performance by Sectors / MDAs Graph

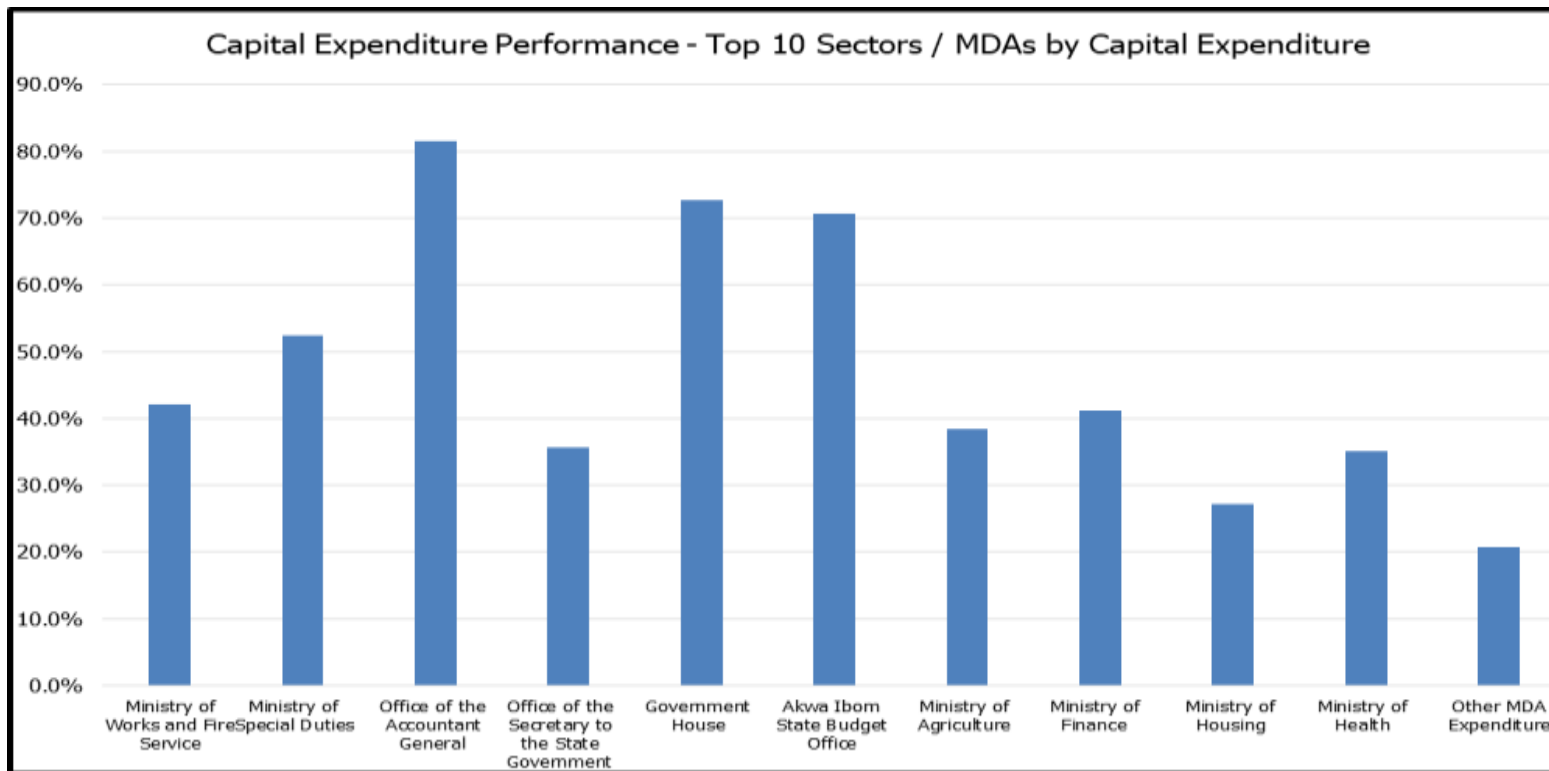
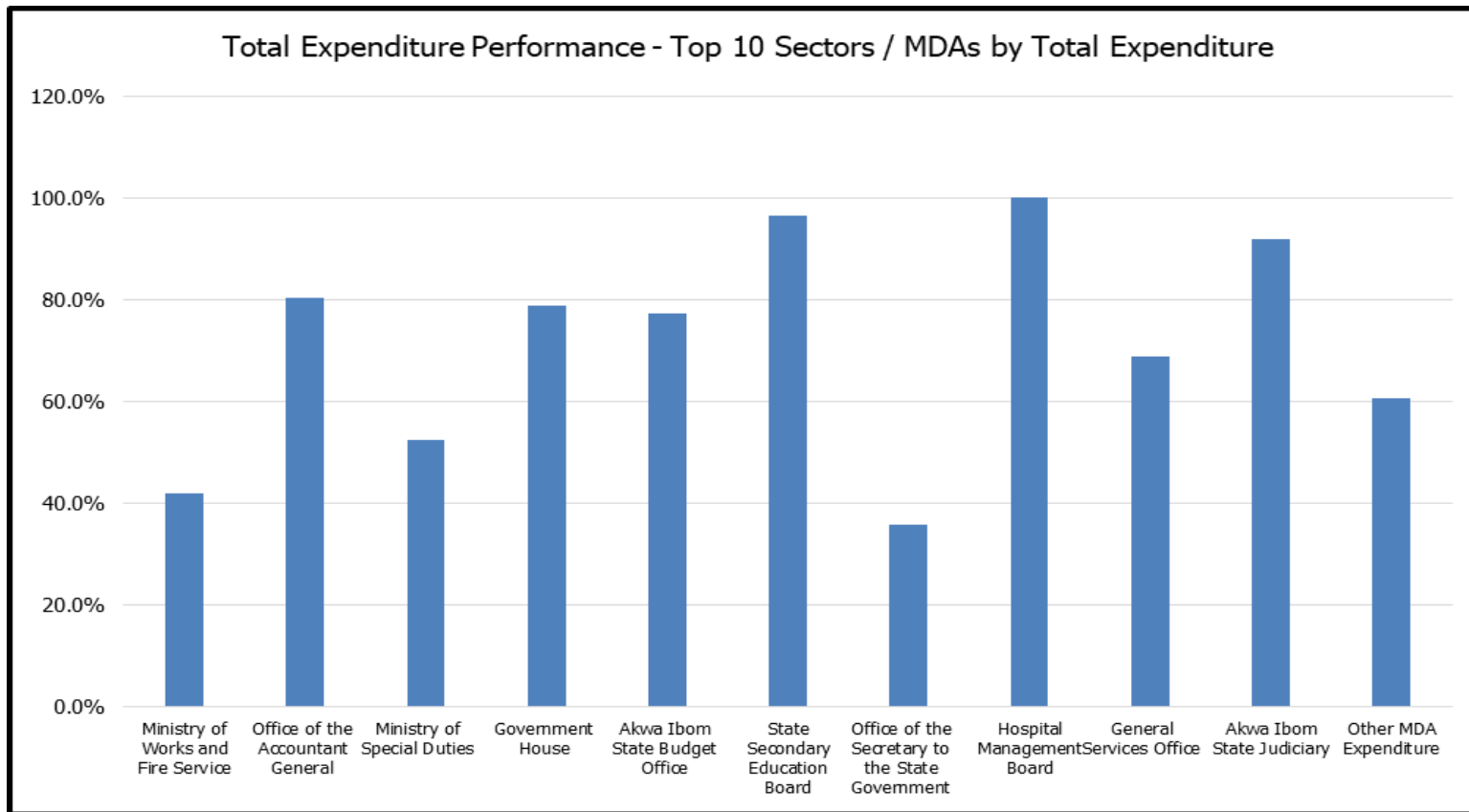


FIGURE 13: Top Ten Total Expenditure Sectors / MDAs Graph



FIGURE 14: Total Expenditure Performance by Sectors / MDAs Graph



SECTION 7: Top Value Capital Projects

This section outlines information on the largest thirty (30) capital projects included within the budget and the actual expenditure from the implementation of the fiscal year 2021 budget. Table 11 listed the projects, projects location, amount allocated in 2021 financial budget and amount actually spent on each of the listed projects in 2021 (showing variances and percentage performances).

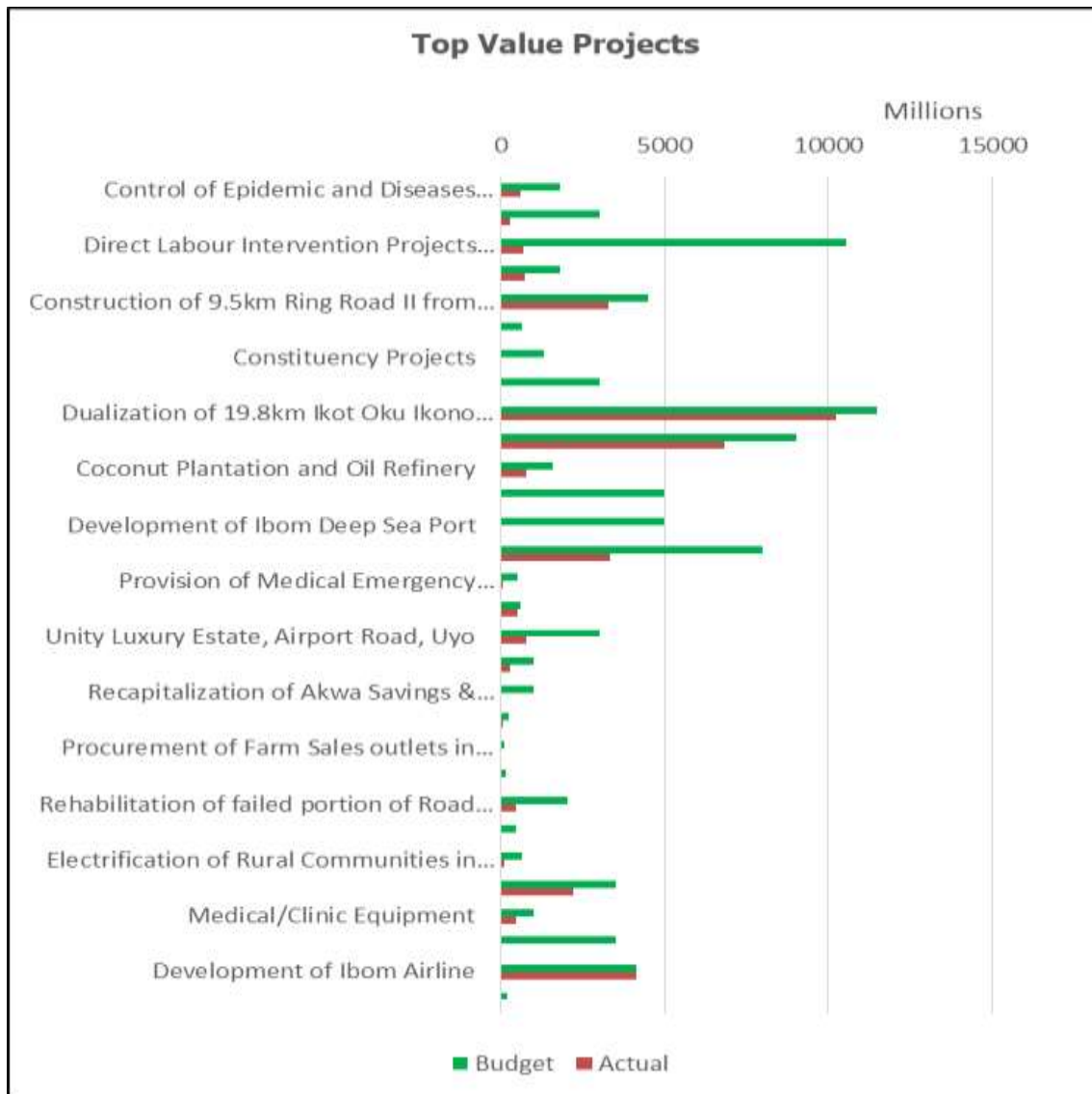
In 2021 fiscal year, various capital projects were budgeted for execution subject to availability of funds. During the year, as shown in Table 11, Thirty (30) top value projects, with a budgeted sum of ₦88,569,488,560 were executed to various levels of completion to the tune of ₦35,623,338,084. Jobs handled by the Ministry of Special Duties topped the performance list with 100% while a project under the Ministry of Works and Fire Service with a performance of 6.4% was the lowest. Eleven of the listed thirty top value capital projects with a budgeted sum of ₦20,346,385,000.00 were not implemented during the 2021 fiscal year. This is shown graphically in Figure 15.

TABLE 11: Largest Projects

Top Value Projects								
Project	Project Location	Programme Code	MDA Responsible	2021 Final Budget	2021 Actual Amount	Variance*	Performance (%)*	Completion Status
Control of Epidemic and Diseases Surveillance/Polio Eradication Initiative (COVID 19)	Statewide	00020000980100	Ministry of Health	1,800,000,000	570,821,000	1,229,179,000	31.7%	
Establishment of Small Medium Scale enterprises Clusters	Statewide	00050002740102	Ministry of Trade & Investment	3,000,000,000	250,000,000	2,750,000,000	8.3%	
Direct Labour Intervention Projects across the state	Statewide	00170010030100	Ministry of Works & Fire Service	10,522,534,560	675,531,631	9,847,002,929	6.4%	
Construction/Rehabilitation/Renovation of Health institution, in Akwa Ibom State	Statewide	00050006800100	Ministry of Health	1,800,000,000	700,000,000	1,100,000,000	38.9%	
Construction of 9.5km Ring Road I from Aka Road - Nwaniba Road under APFA	Aka Road	00160005360103	Ministry of Works & Fire Service	4,500,000,000	3,297,150,435	1,202,849,565	73.3%	
Renovation/Upgrading of Primary Health Centres and Provision of Equipment	Statewide	00040008450100	AKSPHCDA	626,785,000	0	626,785,000	0.0%	
Constituency Projects	Statewide	00130004680101	Akwa Ibom State House of Assembly	1,300,000,000	0	1,300,000,000	0.0%	
Power - for -AI(Purchase of Transformers, Meters and Cables)	Statewide	00140005420102	Office of the SSA To Governor on Power	3,000,000,000	0	3,000,000,000	0.0%	
Dualization of 19.8km Ikot Oku Ikono Junction-Etinan Road with Flyover at Ikot Oku Ikono Junction	Ikot Oku Ikono	00160005370115	Ministry of works & Fire Service	11,500,000,000	10,241,202,384	1,258,797,616	89.1%	
Expansion of Oron Road from Ring Road 111 to Victor Atah International Airport Gate	Oron Road	00160005390312	Ministry of Works & Fire Service	9,000,000,000	6,840,957,733	2,159,042,267	76.0%	
Coconut Plantation and Oil Refinery	Ikot Etop	00010006070100	Ministry of Agriculture	1,555,000,000	770,000,000	785,000,000	49.5%	
Ibom Industrial City	Ibaka	00190010290100	Ministry of Economic Development & Ibom Deep Seaport	5,000,000,000	0	5,000,000,000	0.0%	
Development of Ibom Deep Sea Port	Ibaka	00190010280100	Ministry of Economic Development & Ibom Deep Seaport	5,000,000,000	0	5,000,000,000	0.0%	
Inter-Ministerial Direct Labour Project	Statewide	00050002400100	Ministry of Finance	8,000,000,000	3,322,774,901	4,677,225,099	41.5%	
Provision of Medical Emergency response services	Statewide	00040005700100	Ministry of Health	500,000,000	48,000,000	452,000,000	9.6%	
Provision of medical Equipment	Statewide	00040005690100	Ministry of Health	575,000,000	500,000,000	75,000,000	87.0%	
Unity Luxury Estate, Airport Road, Uyo	Airport Road	00130006950100	Ministry of Housing	3,000,000,000	784,800,000	2,215,200,000	26.2%	
Aerospace Data Acquisition for updating/Editing Akwa Ibom State	Statewide	00060000190100	Office of State Surveyor General	1,005,569,000	250,000,000	755,569,000	24.9%	
Recapitalization of Akwa Savings & Loans Ltd to meet CBN requirement	Uyo	00120001340111	AKICORP	1,000,000,000	0	1,000,000,000	0.0%	
Construction of 3No. Cassava Warehouse / Mills in 3 No. Senatorial District	Statewide	00050002510121	AKICORP	210,000,000	50,000,000	160,000,000	23.8%	
Procurement of Farm Sales outlets in the 10No. Federal Constituencies	Statewide	00050002510124	AKICORP	110,000,000	0	110,000,000	0.0%	
Construction of AKISEIC Headquarters	Udoudoma Avenue, Uyo	00060000790100	AKISEIC	150,000,000	0	150,000,000	0.0%	
Rehabilitation of failed portion of Road and Maintenance of Road furniture/ equipment across the state	Statewide	00160000380100	AKS Road Maintenance & Other Infrastructure Agency	2,000,000,000	430,000,000	1,570,000,000	21.5%	
Purchase of waste Management Equipment	Statewide	00090010080100	Akwa Ibom Environment Protection & Waste Management Agency	459,600,000	0	459,600,000	0.0%	
Electrification of Rural Communities in the State	Statewide	00140003770100	Bureau of Rural Development and Cooperatives	620,000,000	113,000,000	507,000,000	18.2%	
Special Project	Statewide	00130005220100	Government House	3,500,000,000	2,195,100,000	1,304,900,000	62.7%	
Medical/Clinic Equipment	Uyo	00040002480102	Government House	1,000,000,000	449,000,000	551,000,000	44.9%	
Security Equipments/Logistics	Statewide	00060005200100	Government House	3,500,000,000	0	3,500,000,000	0.0%	
Development of Ibom Airline	Okobo	00130000050100	Ministry of Special Duties	4,135,000,000	4,135,000,000	-	100.0%	
Tropicana Entertainment Centre	Uyo	00060004180100	Ministry of Special Duties	200,000,000	0	200,000,000	0.0%	

* Variance and Performance is assessed against final budget. Negative variance for expenditure items means actuals were above budget.

Figure 15: Largest Projects Graph



SECTION 8 Citizen-Nominated Projects - Implementation Status Report

This section outlines the financial information on top Ministries, Department and Agencies/Sectors allocations to projects nominated by the citizens and the actual expenditure from the implementation during the fiscal year 2021 budget.

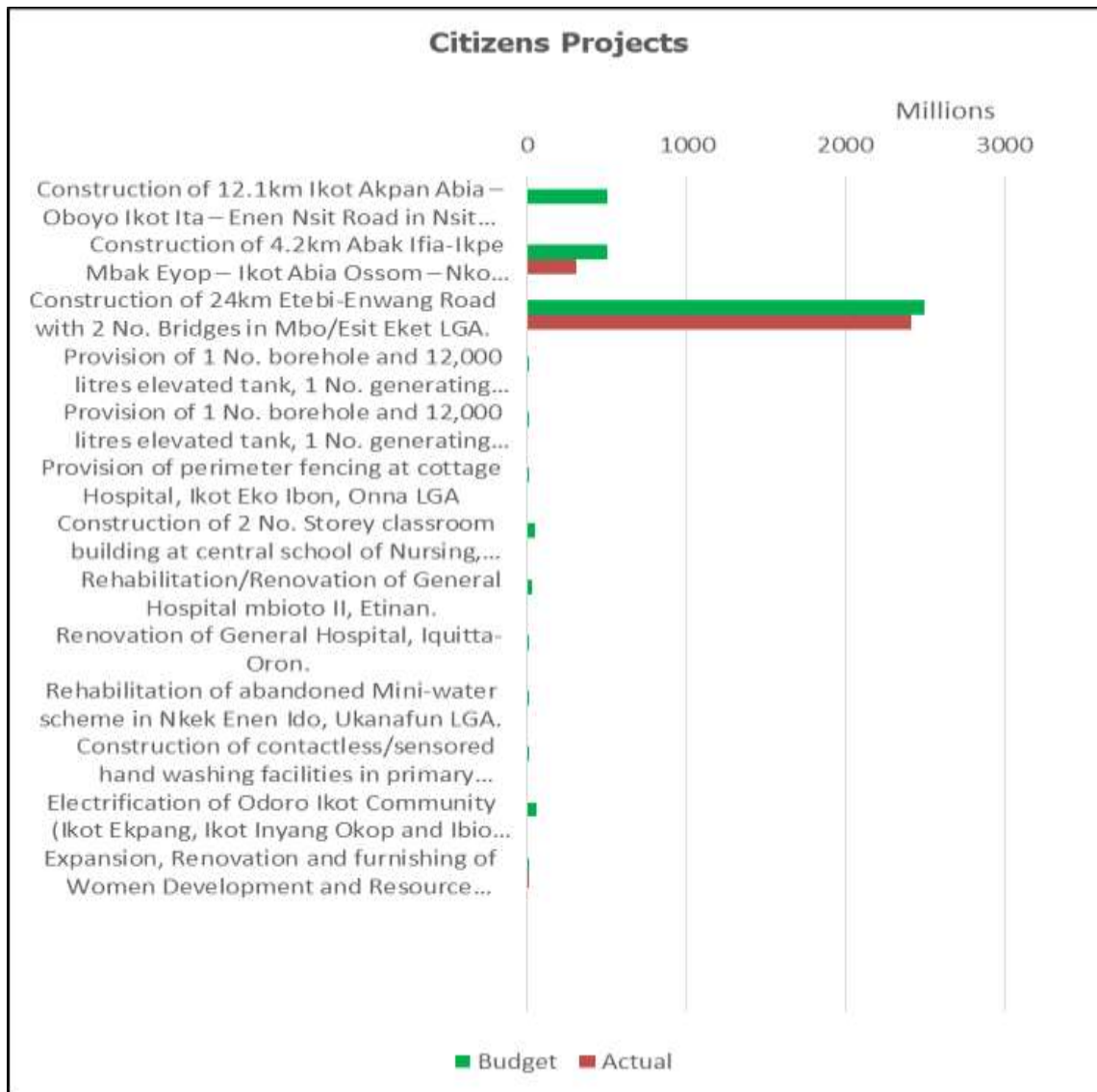
As shown in Table 12, thirteen (13) citizens-nominated projects were included in the 2021 budget out of which three (or 23%) were executed to at least 50% completion as at the end of 2021. The actual expenditure on the projects executed stood at ₦2,732,033,391 out of the budgeted sum of ₦3,010,000,000. This is displayed graphically in Figure 16.

TABLE 12 Citizens Nominated Projects

Citizens Nominated Projects								
Project	Project Location	Programme Code	MDA Responsible	2021 Final Budget	2021 Actual Amount	Variance*	Performance (%)*	Completion Status
Construction of 12.1km Ikot Akpan Abia – Oboyo Ikot Ita – Enen Nsit Road in Nsit Ibom LGA.	Nsit Ibom	00160000910106	Ministry of Works	500,000,000.00	0.00	500,000,000	0.0%	
Construction of 4.2km Abak Ifia-Ikpe Mbak Eyop – Ikot Abia Ossom – Nko Road and spur in Ikot Ekpene/Obot Akara LGAs	Ikot Ekpene/Obot akara	00160000910107	Ministry of Works	500,000,000.00	309,728,537.35	190,271,463	61.9%	
Construction of 24km Etebi-Enwang Road with 2 No. Bridges in Mbo/Esit Eket LGA.	Mbo/Esit Eket	00160005390112	Ministry of Works	2,500,000,000.00	2,417,304,854.14	82,695,146	96.7%	
Provision of 1 No. borehole and 12,000 litres elevated tank, 1 No. generating plant and hydrants at Etinan LGA	Etinan	00100004620108	Ministry of Works	2,500,000.00	0.00	2,500,000	0.0%	
Provision of 1 No. borehole and 12,000 litres elevated tank, 1 No. generating plant and hydrants at Itu LGA	Itu	00100004620103	Ministry of Works	2,500,000.00	0.00	2,500,000	0.0%	
Provision of perimeter fencing at cottage Hospital, Ikot Eko Ibon, Onna LGA	Onna	00060001590102	Ministry of Health	5,000,000.00	0.00	5,000,000	0.0%	
Construction of 2 No. Storey classroom building at central school of Nursing, Ikot Ekpene for the take-off of state college of Nursing in Akwa Ibom State.	Ikot Ekpene	00060001070103	Ministry of Health	50,000,000.00	0.00	50,000,000	0.0%	
Rehabilitation/Renovation of General Hospital mbioto II, Etinan.	Etinan	00050006800119	Ministry of Health	25,000,000.00	0.00	25,000,000	0.0%	
Renovation of General Hospital, Iquitta-Oron.	Oron	00050006800130	Ministry of Health	10,000,000.00	0.00	10,000,000	0.0%	
Rehabilitation of abandoned Mini-water scheme in Nkek Enen Ido, Ukanafun LGA.	Ukanafun	00100007000114	AKRUWATSAN	6,000,000.00	0.00	6,000,000	0.0%	
Construction of contactless/sensored hand washing facilities in primary school, Iquitta-Oron LGA.	Oron	00100008000107	AKRUWATSAN	561,000.00	0.00	561,000	0.0%	
Electrification of Ogoro Ikot Community (Ikot Ekpang, Ikot Inyang Okop and Ibio Ette villages) in Mkpato Enin LGA.	Mkpato Enin	00140003770180	Ministry of Rural Development	60,000,000.00	0.00	60,000,000	0.0%	
Expansion, Renovation and furnishing of Women Development and Resource centre.	Uyo	00060004520100	Ministry of Women Affairs	10,000,000.00	5,000,000.00	5,000,000	50.0%	
						-		
						-		

* Variance and Performance is assessed against final budget. Negative variance for expenditure items means actuals were above budget.

Figure 16: Citizens Nominated Projects Graph



SECTION 9: Public Consultations with Citizens presenting the Annual Financial Statements

The FY 2021 Audited Annual Financial Statements for Akwa Ibom State can be found on the State Government Website, at the following specific address: https://akwaibomstateaudit.net/audit/admin/uploads/file/2021_report_of_audit_or-general.pdf. Akwa Ibom State Government published the Audited Annual Financial Statements on the 29th June, 2022. Subsequently, a town hall consultation was held on the 28th September, 2022 to present the Financial Statements. The events was advertised and broadcast in the media. Citizens comments were minuted and minute of the meetings are also available at the above web address. Completed Report of the Public Consultation is attached together with photographs and signed attendance sheets.