

**REPORT OF THE FINANCE COMMITTEE ON
THE APPROPRIATION BILL FOR THE 2011
FINANCIAL YEAR**

1.0 INTRODUCTION

The **Appropriation Bill for the 2011 financial year** was presented and *read the first time* in the House on Wednesday 22nd December, 2010 and *referred* to the Finance Committee for consideration and report in accordance with article 179 (2) of the Constitution and Standing Orders of the House. This followed the presentation of the Budget Statement and Economic Policy of the Government for the 2011 Financial Year by the Minister of Finance & Economic Planning, Hon. Dr. Kwabena Duffuor.

The Committee met and considered the Bill with the Deputy Minister of Finance and Economic Planning, Hon. Seth Terkper and officials from the Ministry of Finance & Economic Planning and hereby submit this report in accordance with article 106(5) of the Constitution.

2.0 REFERENCES

In examining the Bill, the Committee referred to and/or was guided by the following:

- The 1992 Constitution of the Republic of Ghana
- The Budget Statement and Economic Policy of the Government of Ghana for the 2011 Financial Year.
- Reports of Parliamentary Committees on the 2011 Annual Estimates of Ministries, Departments and Agencies (MDAs)

3.0 BACKGROUND INFORMATION

Pursuant to article 179 of the Constitution, the Minister of Finance and Economic Planning acting on the authority of His Excellency the President has requested the House to approve and authorize the withdrawal of monies from the Consolidated Fund and for the withdrawal from other funds for the running of the State during the financial year commencing on the 1st day of January 2011 and ending on 31st December 2011.

4.0 OBJECT OF THE BILL

Pursuant to article 179(2)(a) of the Constitution, the Appropriation Bill for the 2011 financial year is seeking Parliamentary authority to enable a sum of money not exceeding ***Twelve Billion, Six Hundred and Seventy Million, Seven Hundred and Sixty-Four Thousand and Eighty-Five Ghana Cedis (GH¢12,670,764,085.00)*** to be issued from the Consolidated Fund during the financial year **commencing the 1st day of January and ending on the 31st day of December 2011** for the purpose of meeting government expenditure.

The specific purposes for which the sum shall be appropriated have been specified in the schedules to the Bill, all geared towards efficiently carrying out the services of Government for the 2011 financial year.

Attachment: Please find attached the ***summary of expenditure*** covered in the Bill.

5.0 OBSERVATIONS

The Committee observed that the Bill is in accordance with the Constitutional requirement under article 179(2) which requires that estimates of the expenditure of all public offices and public corporations other than those set up as commercial ventures shall be classified under programmes or activities which shall be included in an Appropriation Bill to be introduced into Parliament to provide for

the issue of funds from the Consolidated Fund to meet government expenditure.

The Committee noted that Ministries, Departments and Agencies (MDAs) shall be permitted to retain and use an amount of *Eight Hundred and Eighteen Million, One Hundred and Seventeen Thousand, Eight Hundred and Twenty Ghana Cedis (GH¢818,117,820.00)* of ***Internally Generated Funds (IGFs)*** during the 2011 financial year.

Again, the Committee observed that the Bill includes a sum of money not exceeding *Three Hundred and Fifty-Four Million, Two Hundred and Six Thousand Ghana Cedis (GH¢354,206,000.00)* of District Assemblies Common Fund, Ghana Education Trust Fund and National Health Insurance Fund to be utilized during the financial year commencing 1st of January and ending 31st day of December 2011 on **Social Intervention Programmes.**

5.1 URGENCY

In accordance with Order No. 119, the Committee has determined that the Bill is of an urgent nature and should therefore be taken through all the stages of passage in one day under a certificate of urgency.

6.0 AMENDMENT PROPOSED

After carefully considering the Bill, the committee respectfully proposes the following amendment to the Bill:

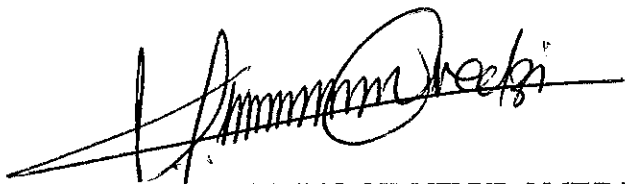
- i. **Clause 2 – Amendment Proposed** – Lines 2, 3 and 4, *delete* "Eight Hundred and Eighteen Million, One Hundred and Seventeen Thousand, Eighty-Two Ghana Cedis **(GH¢818,117,082.00)**" and *insert* "Eight Hundred and Eighteen Million, One Hundred and Seventeen Thousand, Eight Hundred and Twenty Ghana Cedis **(GH¢818,117,820.00)**"

7.0 RECOMMENDATION AND CONCLUSION

The Committee, having carefully considered the Bill, recommends that the sum of money not exceeding **Twelve Billion, Six Hundred and Seventy Million, Seven Hundred and Sixty Four Thousand, and Eighty-Five Ghana Cedis (GH¢12,670,764,085.00)** be approved to be issued from the **Consolidated Fund** and for withdrawal from **other Funds** for the purposes of financing all Government operations during the financial year commencing *1st January 2011* and ending *31st December 2011*.

The Appropriation Bill, 2010 is therefore recommended for passage subject to the amendment proposed.

Respectfully submitted.



**HON. JAMES KLUTSE AVEDZI
CHAIRMAN**



**PEACE A. FIAWOYIFE (MS.)
CLERK**

22ND DECEMBER, 2010

FIRST SCHEDULE (SECTION 1)

	2011 Budget Estimate
TOTAL EXP. & NET LENDING	12,670,764,085
Recurrent	8,924,860,930
Non-interest expenditure	7,093,560,930
Wages & Salaries	3,732,761,500
Goods & Services	604,230,000
o/w strategic oil stocks	0
Transfers	2,352,688,250
Pensions	282,300,000
Gratuities	94,400,000
Social Security	363,300,000
National Health Fund (NHF)	477,672,730
o/w Social Intervention Programmes	93,623,855
Other transfers	1,107,765,520
Retention of Internally-generated funds (IGFs)	818,117,820
Safety net for deregulation	0
Lifeline consumers of electricity	28,810,000
Tax Expenditure (Exemptions)	260,837,700
Subsidies to utility companies	27,250,000
o/w TOR for under-recovery/Debt	27,250,000
Reserve Fund	403,881,180
Interest Payments	1,831,300,000
Domestic	1,372,200,000
External (Due)	459,100,000
Capital expenditure	3,745,903,155
Capital (domestic financed)	1,587,502,755
Development	1,587,502,755
Education Trust Fund	376,879,513
o/w Social Intervention Programmes	101,757,469
Road Fund	154,300,000
Petroleum Related Fund	6,100,000
Dist. Ass. Common Fund	530,738,000
o/w Social Intervention Programmes	159,221,400
Other cash expenditure	257,300,000
Oil-financed Expenditure	262,185,243
o/w transfer to GNPC	262,185,243
Capital (foreign financed)	2,158,400,400

SECOND SCHEDULE

2011 IGFs RETENTION - BREAKDOWN

Sector/Ministry/Department/Agency	TOTAL
	GH¢'000
ECONOMIC SECTOR	
Food & Agriculture	
Grains & Legumes Development Board	132.72
ICOUR	339.90
NORRIP	125.00
Plant Protection & Regulatory Service	246.04
Veterinary Services Department	597.93
Fisheries Commission	4,400.00
Human Resource Dev. & Management Directorate	48.80
Sub Total Food & Agriculture	5,890.39
Lands Forestry and Natural Resources	
Forestry Commission	9,069.20
Lands Commission Secretariat	3,867.83
Minerals Commission	1,552.76
Office of the Administrator of Stool Lands	6,129.00
Sub Total Lands Forestry and Natural Resources	20,618.80
Trade and Industry	
Export Promotion Centre	140.00
Ghana Free Zones Board	6,249.84
Ghana Standards Board	10,491.00
Headquarters(MOTI)	4,077.16
National Board For Small Scale Ind.(NBSSI)	107.66
Sub Total Trade and Industry	21,065.66
Tourism	
Ghana Tourist Board	9,650.84
Sub Total Tourism	9,650.84

Environment and Science	
Environmental Protection Agency	6,821.69
Council for Scientific and Industrial Research	3,342.35
Ghana Atomic Energy Commission	790.18
Sub Total Environment and Science	10,954.22
SUB TOTAL ECONOMIC SECTOR	68,179.91
INFRASTRUCTURE	
Water Resource, Works and Housing	
Dept. of Rural Housing	35.00
Public Servants Housing Loans Scheme Board	71.50
Public Works Department	475.17
Water Resources Commission	584.17
Sub Total Water Resources Works and Housing	1,165.84
Transportation	
Driver and Vehicle Licensing Authority(License & others)	1,942.57
Govt. Technical Training Centre	9.03
Sub Total Transportation	1,951.60
Roads and Highways	
Ghana Highway Authority	366.94
Department of Feeder Roads	38.00
Department of Urban Roads	138.00
Road Fund Secretariat(Road Tolls)	30,981.60
Sub Total Roads and Highways	31,524.54
SUB TOTAL INFRASTRUCTURE	34,641.98

SOCIAL SECTOR	
Education	
Ghana Education Service	156,100.00
Ghana Library Board	35.00
NACVET	211.62
National Service Secretariat	2,921.69
Tertiary	151,600.00
WAEC(National)	3,384.55
Sub Total Education	314,252.86
Youth and Sports	
National Sports Council	653.37
Sub Total Youth and Sports	653.37
Employment and Social Welfare	
Management Dev.& Productivity Institute (MDPI)	902.57
National Vocational Training Institute (NVTI)	3,131.02
Opportunities Industrialization Centre(OIC)	359.88
Sub Total Employment and Social Welfare	4,393.47
Health	
Food and Drugs Boards	6,228.50
Health Centres	344,705.79
Nurses and Midwives Council for Ghana (NMwCG)	5,473.24
Sub Total Health	356,407.53
Women and Children Affairs (MWCA)	
Efua Sutherland Children's Park	14.37
Sub Total Women and Children Affairs(MWCA)	14.37
SUB TOTAL SOCIAL SECTOR	675,721.60

ADMINISTRATION SECTOR	
Government Machinery	
Public Records & Archives Admin. Dept.	6.52
Ghana Investment Promotion Centre	3,450.00
Office of the Head of Civil Service	982.34
Management Service Division	50.00
Sub Total Government Machinery	4,488.86
Foreign Affairs Regional Cooperation	
Missions	5,510.34
Sub Total Foreign Affairs	5,510.34
Ministry of Finance & Economic Planning	
Securities & Exchange Commission	771.66
Institute of Accountancy Training	13.15
CAGD	1,628.00
Sub Total Ministry of Finance & Economic Planning	2,412.81
Chieftaincy and Culture	
Abibigroma Theatre Company	13.50
Bureau of Ghana Language	4.63
Folklore Board	28.10
Ghana Dance Ensemble	85.27
Ghana Museums & Monuments Board	535.28
Kwame Nkrumah Memorial Park	225.78
National Symphony Orchestra	26.60
National Theatre	583.00
Regional Centres for Nat. Culture	407.80
W.E.B. Du Bois Memorial Centre	63.04
Sub Total Chieftaincy and Culture	1,973.00
Information	
Ghana Broadcasting Corporation	14,934.58

NAFTI	147.29
Sub Total Information	15,081.87
SUB TOTAL ADMINISTRATION SECTOR	29,466.88
PUBLIC SAFETY SECTOR	
Justice	
Council for Law Reporting	64.01
Registrar General's Department	2,976.19
Office of the Copyright Administrator	20.06
Ghana Law School	787.50
Sub Total Justice	3,847.76
Defence	
37 Military Hospital	2,661.21
Sub Total Defence	2,661.21
Interior	
Ghana Immigration Service	2,198.04
Ghana Prisons Service	108.82
Police Hospital	1,270.22
Sub Total Interior	3,577.08
SUB TOTAL PUBLIC SAFETY SECTOR	10,086.05
GRAND TOTAL	818,117.82



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