

**IN THE THIRD SESSION OF THE FIFTH PARLIAMENT OF THE  
FOURTH REPUBLIC OF GHANA**

**REPORT OF THE FINANCE COMMITTEE ON THE  
APPROPRIATION BILL, 2011**

**1.0 INTRODUCTION**

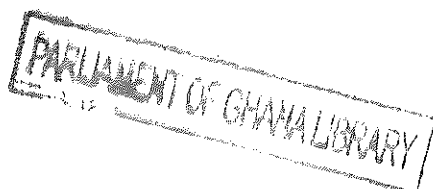
The Appropriation Bill, 2011 was presented and *read the first time* in the House on Wednesday 21<sup>st</sup> December, 2011 and *referred* to the Finance Committee for consideration and report in accordance with article 179 (2) of the Constitution and Standing Orders of the House. This followed the presentation of the Budget Statement and Economic Policy of the Government for the 2012 Financial Year by the Minister of Finance & Economic Planning, Hon. Dr. Kwabena Duffuor.

The Committee met and considered the Bill with the Minister of Finance and Economic Planning, Hon. Dr. Kwabena Duffuor, Deputy Minister of Finance and Economic Planning, Hon. Seth Terkper and officials from the Ministry of Finance & Economic Planning and hereby submits this report.

**2.0 REFERENCES**

In examining the Bill, the Committee referred to and 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 2012 Financial Year.
- The Reports of Parliamentary Committees on the 2012 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 1<sup>st</sup> day of January 2012 and ending on 31<sup>st</sup> December 2012.

### **4.0 OBJECT OF THE BILL**

Pursuant to article 179(2)(a) of the Constitution, the Appropriation Bill, 2011 is seeking Parliamentary authority to enable a sum of money not exceeding **Nineteen Billion, Nine Hundred and Thirty-Five Million, Seven Hundred and Sixty-Seven Thousand, Three Hundred and Thirty-One Ghana Cedis (GH¢19,935,767,331.00)** to be issued from the Consolidated Fund and other Public Funds during the financial year **commencing the 1<sup>st</sup> day of January and ending on the 31<sup>st</sup> day of December 2012** 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 the Government for the 2012 financial year.

The *summary of expenditures* covered in the Bill is captioned "**FIRST SCHEDULE (SECTION 1)**" and attached to this Report.

### **5.0 OBSERVATIONS**

The Committee observed that Ministries, Departments and Agencies (MDAs) shall be permitted to retain and use an amount of *One Billion, One Hundred and Forty Million, Nine Hundred and Ninety Thousand Ghana Cedis*

**(GH¢1,140,990,000.00)** of *Internally Generated Fund (IGF)* during the 2012 financial year.

Details of the Internally Generated Fund to be retained by MDAs in the year 2012 have been included in the Bill and attached to this report as **“SECOND SCHEDULE”**.

Out of the total amount of **GH¢19,935,767,331** projected payments in 2012, the Committee noted that **GH¢11,817,167,748** would constitute payments for *Recurrent Expenditure*, **GH¢5,697,910,350** for *Capital Expenditure* and **GH¢2,420,689,233** for *Other Payments (including road arrears, non-road arrears, tax refunds and amortization)*

Estimates approved by the House for the various Ministries, Departments and Agencies (MDAs) for the 2012 financial year have been attached to report as **APENDIX** for the perusal of Honourable Members.

### **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 AMENDMENTS PROPOSED**

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

- i. **Clause 5 – Amendment Proposed** – After “Act” *delete* “2011” and *insert* “2010”
- ii. **First Schedule (Section 1) – Amendment Proposed** – “Reserve Expenditure Vote” *delete* “of which: Election Related Budget 120,000,000”
- iii. **Long Title – Amendment Proposed** – Line 3, after “funds” *insert* “and”
- iv. **Short Title – Amendment Proposed** – After “Act,” *delete* “2012” and *insert* “2011”

## **7.0 RECOMMENDATION AND CONCLUSION**

The Committee, having carefully considered the Bill, recommends that the sum of money not exceeding **Nineteen Billion, Nine Hundred and Thirty-Five Million, Seven Hundred and Sixty-Seven Thousand, Three Hundred and Thirty-One Ghana Cedis (GH¢19,935,767,331.00)** 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 *1<sup>st</sup> January 2012* and ending *31<sup>st</sup> December 2012*.

Respectfully submitted.



**HON. JAMES KLUTSE AVEDZI  
CHAIRMAN**



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

**21<sup>ST</sup> DECEMBER, 2011.**

# FIRST SCHEDULE (SECTION 1)

	2012 Budget Estimate
<b>TOTAL APPROPRIATION</b>	<b>19,935,767,331</b>
Recurrent	11,817,167,748
<b>Non-interest expenditure</b>	<b>9,933,455,070</b>
Wages & Salaries	5,050,000,000
Goods & Services	967,168,124
Transfers	3,208,783,690
Pensions	382,285,000
Gratuities	126,250,000
Social Security	462,500,000
National Health Fund (NHF)	682,144,067
Other transfers	1,555,604,623
<i>Retention of Internally-generated funds (IGFs)</i>	1,140,990,000
<i>Lifeline consumers of electricity</i>	31,955,623
<i>Tax Expenditure (Exemptions)</i>	382,659,000
Reserve Expenditure Vote	707,503,256
<i>of which: Election Related Budget</i>	120,000,000
<b>Interest Payments</b>	<b>1,883,712,678</b>
Domestic	1,387,360,000
External	496,352,678
<b>Capital expenditure</b>	<b>5,697,910,350</b>
<b>Capital (domestic financed)</b>	<b>2,666,201,598</b>
Development	2,666,201,598
Education Trust Fund	545,440,050
Road Fund	179,510,714
Petroleum Related Fund	8,505,592
Dist. Ass. Common Fund	821,664,806
Other cash expenditure	749,181,149
Transfer to GNPC from Oil Revenue	361,899,288
<b>Capital (foreign financed)</b>	<b>3,031,708,752</b>
<b>TOTAL EXP. &amp; NET LENDING</b>	<b>17,515,078,098</b>
<b>OTHER PAYMENTS</b>	<b>2,420,689,233</b>
Road Arrears	250,000,000
Non-Road Arrears	1,141,030,000
Tax Refunds	77,069,752
Amortisation	952,589,480

## SECOND SCHEDULE

### 2011 IGF'S RETENTION - BREAKDOWN

Sector/Ministry/Department/Agency	TOTAL
<b>ADMINISTRATION SECTOR</b>	
Office of Government Machinery	
Public Records & Archives Admin. Dept.	6,770.00
Office of the Chief of Staff	125,000.00
Ghana Investment Promotion Centre	10,296,640.00
Office of the Head of Civil Service	1,199,420.00
<b>Sub-Total Office of Government Machinery</b>	<b>11,627,830.00</b>
Ministry of Foreign Affairs and Regional Cooperation	
Biometric Passport	3,814,826.00
Missions	6,145,125.00
<b>Sub-Total Min. of Foreign Affairs &amp; Reg Integration</b>	<b>9,959,951.00</b>
Ministry of Finance and Economic Planning	
Securities & Exchange Commission	950,000.00
Institute of Accountancy Training	15,000.00
CAGD	1,426,092.00
<b>Sub-Total Ministry of Finance &amp; Economic Planning</b>	<b>2,391,092.00</b>
Ministry of Information	
Ghana Broadcasting Corporation	9,417,500.00
NAFTI	272,360.00
<b>Sub-Total Ministry of Information</b>	<b>9,689,860.00</b>
<b>SUB - TOTAL ADMINISTRATION SECTOR</b>	<b>33,668,733.00</b>
<b>ECONOMIC SECTOR</b>	
Ministry of Food and Agriculture	
Grains & Legumes Development Board	200,297.00
ICOUR	345,811.00
NORRIP	152,250.00
Plant Protection & Regulatory Service	291,490.00
Veterinary Services Department	633,221.00
Fisheries Commission	2,322,000.00
Human Resource Dev. & Management Directorate	69,090.00
<b>SubTotal Ministry of Food and Agriculture</b>	<b>4,014,159.00</b>
Ministry of Lands and Natural Resources	
Forestry Commission	18,004,050.00
Public and Vested Land Management Division	12,262,100.00
Minerals Commission	15,725,619.00
Office of the Administrator of Stool Lands	67,961,794.00
<b>SubTotal Ministry of Lands and Natural Resources</b>	<b>113,953,563.00</b>
<b>Sector/Ministry/Department/Agency</b>	
<b>TOTAL</b>	
Ministry of Trade and Industry	
Export Promotion Centre	100,000.00
Ghana Free Zones Board	7,187,320.00
Ghana Standards Authority	11,906,201.00
Headquarters(MOTI)	2,701,540.00
GRATIS	1,813,710.00
National Board For Small Scale Ind(NBSSI)	20,540.00
<b>Sub-Total Ministry of Trade and Industry</b>	<b>23,729,311.00</b>
Ministry of Tourism	
Ghana Tourist Authority	646,000.00
<b>Sub-Total Ministry of Tourism</b>	<b>646,000.00</b>
Ministry of Environment, Science and Technology	
Environmental Protection Agency	12,407,955.00
Council for Scientific and Industrial Research	3,500,000.00
Ghana Atomic Energy Commission	980,400.00
<b>Sub-Total Min. of Environment, Science &amp; Tech.</b>	<b>16,888,355.00</b>
<b>SUB - TOTAL ECONOMIC SECTOR</b>	<b>159,231,388.00</b>
<b>INFRASTRUCTURE SECTOR</b>	
Ministry of Water Resources, Works and Housing	
Dept. of Rural Housing	38,500.00
Public Servants Housing Loans Scheme Board	139,890.00
Public Works Department	450,000.00
Water Resources Commission	983,490.00
<b>Sub-Total Ministry of Water Resources, Works &amp; Housing</b>	<b>1,611,880.00</b>

<b>Ministry of Roads and Highways</b>	
Ghana Highway Authority	289,940.00
Department of Feeder Roads	42,500.00
Department of Urban Roads	216,915.00
<b>Sub-Total Ministry of Roads and Highways</b>	<b>549,355.00</b>
<b>Ministry Communication</b>	
Ministry of Communications General Administration	37,130.00
Ghana Meteorological Agency	600,000.00
Postal and Courier Services Regulatory Commission	249,900.00
E-Ghana Project	25,594,170.00
<b>Sub-Total Ministry of Communications</b>	<b>26,481,200.00</b>
<b>Ministry of Transport</b>	
Driver and Vehicle Licensing Authority(License & others)	2,925,487.00
Govt. Technical Training Centre	17,160.00
<b>Sub Total Ministry of Transport</b>	<b>2,942,647.00</b>
<b>SUB - TOTAL INFRASTRUCTURE SECTOR</b>	<b>31,585,082.00</b>
<b>Sector/Ministry/Department/Agency</b>	<b>TOTAL</b>
<b>SOCIAL SECTOR</b>	
<b>Ministry of Education</b>	
Ghana Education Service	263,752,420.00
Ghana Library Board	50,410.00
COTVET	70,410.00
CENDLOS	960,000.00
National Service Secretariat	2,921,000.00
Tertiary	155,080,000.00
WAEC(National)	2,505,810.00
<b>Sub-Total Ministry of Education</b>	<b>425,340,050.00</b>
<b>Ministry of Employment and Social Welfare</b>	
Management Dev.& Productivity Institute (MDPI)	912,190.00
National Vocational Training Institute (NVTI)	2,831,000.00
Opportunities Industrialization Centre(OIC)	238,090.00
<b>Sub-Total Ministry of Employment &amp; Social Welfare</b>	<b>3,981,280.00</b>
<b>Ministry of Youth and Sports</b>	
National Sports Authority	187,210.00
<b>Sub-Total Ministry of Youth and Sports</b>	<b>187,210.00</b>
<b>Ministry of Chieftancy and Culture</b>	
Abibigroma Theatre Company-	27,830.00
Folklore Board	22,130.00
Ghana Dance Ensemble	81,110.00
Ghana Museums & Monuments Board	629,450.00
Kwame Nkrumah Memorial Park	271,120.00
National Symphony Orchestra	42,940.00
National Theatre	655,560.00
Regional Centres for Nat. Culture	40,830.00
W.E.B. Du Bois Memorial Centre	72,590.00
<b>Sub-Total Ministry of Chieftancy and Culture</b>	<b>1,843,560.00</b>
<b>Ministry of Health</b>	
Food and Drugs Boards	11,333,950.00
Health Centres	445,950,000.00
Nurses and Midwives Council for Ghana(NMwCG)	10,715,080.00
<b>Sub-Total Ministry of Health</b>	<b>467,999,030.00</b>
<b>Ministry of Women and Children Affairs</b>	
Efua Sutherland Children's Park	14,710.00
<b>Sub-Total Ministry of Women and Children Affairs</b>	<b>14,710.00</b>
<b>SUB - TOTAL SOCIAL SECTOR</b>	<b>899,365,840.00</b>
<b>Sector/Ministry/Department/Agency</b>	<b>TOTAL</b>
<b>PUBLIC SAFETY SECTOR</b>	
<b>Ministry of Justice and Attorney General's Dept.</b>	
Council for Law Reporting	2,429,769.00
Registrar General's Department	5,086,820.00
Office of the Copyright Administrator	28,160.00
Ghana Law School	1,218,000.00
<b>Sub-Total Min. of Justice &amp; Attorney General's Dept.</b>	<b>8,762,749.00</b>
<b>Ministry of Defence</b>	

37 Military Hospital	3,021,240.00
Sub-Total Ministry of Defence	3,021,240.00
Judicial Service	
Judicial Service	1,421,938.00
Sub-Total Judicial Service	1,421,938.00
Ministry of Interior	
Narcotics Control Board	30,000.00
Ghana Immigration Service	2,788,000.00
Ghana Prisons Service	169,090.00
Police Hospital	935,940.00
Sub-Total Ministry of Interior	3,933,030.00
SUB - TOTAL PUBLIC SAFETY SECTOR	17,138,957.00
GRAND TOTAL	1,140,990,000.00

PARLIAMENT OF GHANA LIBRARY