

# 2020 Budget of SUSTAINING GROWTH & JOB CREATION

UNDERSTANDING THE FGN 2020 BUDGET PROPOSAL

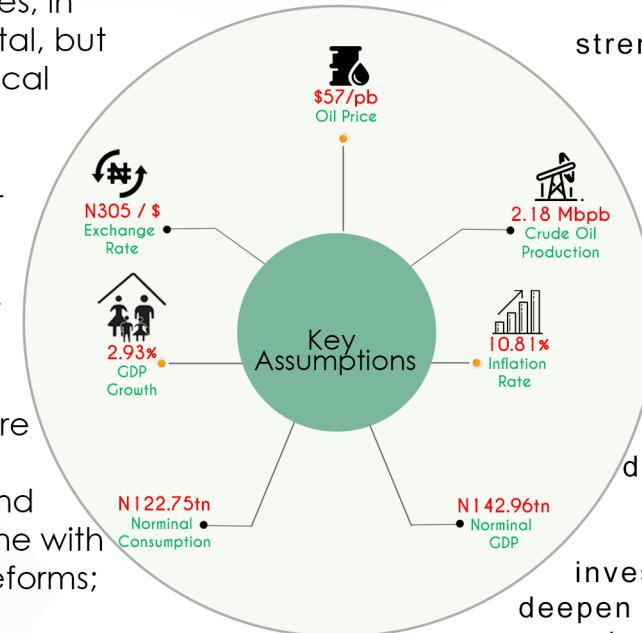


*"The 2020 Budget is expected to accelerate the pace of our economic recovery, promote economic diversification, enhance competitiveness and ensure social inclusion. We are optimistic of attaining higher and more inclusive GDP growth in order to achieve our objective of massive job creation and lifting many of our citizens out of poverty."*

President Muhammadu Buhari

- The 2020 Budget Proposal is accompanied by a Finance Bill. This Finance Bill has five strategic objectives, in terms of achieving incremental, but necessary, changes to our fiscal laws. These objectives are:
  - Promoting fiscal equity by mitigating instances of regressive taxation;
  - Reforming domestic tax laws to align with global best practices;
  - Introducing tax incentives for investments in infrastructure and capital markets;
  - Supporting Micro, Small and Medium-sized businesses in line with our Ease of Doing Business Reforms; and
  - Raising Revenues for Government.

## Key Assumptions & Macro-economic Framework Of 2020 Budget



the 2020 Appropriation, which is designed to be a budget of:

- Fiscal consolidation, to strengthen our macroeconomic environment;
- Investing in critical infrastructure, human capital development and enabling institutions, especially in key job creating sectors;
- Incentivising private sector investment essential to complement the Government's development plans, policies and programmes; and
- Enhancing our social investment programs to further deepen their impact on those marginalised and most vulnerable Nigerians.

Our fiscal reforms shall introduce new performance management frameworks to regulate the cost to revenue ratios for Government Owned Enterprises, which shall come under significant scrutiny. We will reward exceptional revenue and cost management performance, while severe consequences will attend failures to achieve agreed revenue targets.

