

CENTRAL BANK OF NIGERIA ACT, 2007 (AMENDMENT BILL), 2016

ARRANGEMENT OF CLAUSES:

1. Amendment of Act NO.7 of 2007
2. Amendment of Section 6 of the Act
3. Amendment of Section 7 of the Act
4. Amendment of Section 8 of the Act
5. Introduction of a New Section 48 and Renumbering of the Existing sections 48-61 as new Section 49-62
6. Citation

# A BILL

## FOR

AN ACT TO AMEND THE CENTRAL BANK OF NIGERIA ACT, 2007 ACT NO. 7 TO APPOINT A PERSON OTHER THAN THE GOVERNOR AS THE CHAIRMAN OF THE BOARD, DIVEST THE BOARD OF THE POWERS OF DETERMINING AND FIXING ITS OWN SALARIES AND ALLOWANCES, DIVEST THE BOARD OF THE POWERS OF CONSIDERING AND APPROVING THE ANNUAL BUDGET OF THE BANK; AND FOR RELATED MATTERS

*Sponsor by Hon. Jagaba Adams Jagaba*

[ ] Commencement

ENACTED by the National Assembly of the Federal Republic of Nigeria-

1                   1. The Central Bank of Nigeria Act, No. 7 of 2007 (in this Bill Amendment of  
2 referred to as "the Principal Act") is amended as set in this Bill. Act No. 7 of  
3                   2007

3                   2.-(1) Section 6, subsection (2) of the Principal act is amended by Amendment of  
4 replacing the section with the following new section: Section 6

5 Section 6(2) "The Board shall consist of-

6                   (a) a Chairman who shall be a Former Governor of the Central  
7 Bank of Nigeria (CBN) or a former Chairman of a Bank or a former  
8 Managing Director of a Bank or any person with cognate experience;

9                   (b) the Governor;

10                   (c) the Permanent Secretary, Federal Ministry of Finance;

11                   (d) the Accountant-General of the Federation;

12                   (e) the Permanent Secretary, National Planning Commission;

13                   (f) a Representative of the Federal Inland Revenue Service not  
14 below the rank of a Director; and

15                   (g) a Representative of Nigeria Deposit Insurance Corporation not  
16 below the rank of a Director.

17                   (2) Section 6, subsection (3) of the Principal Act is amended by

- 1 deleting paragraph (a).
- Amendment of Section 7  
2           3. Section 7(1) of the Principal Act is amended by replacing the  
3 section with the following new section:  
4 Section 7(1) "the Governor or in his absence, the most Senior Deputy Governor  
5 shall be in charge of the day-to-day management of the Bank and shall be  
6 answerable to the Board for his acts and decisions".
- Amendment of Section 8  
7           4. Section 8(3) of the Principal Act is amended by replacing the  
8 section with the following new section:  
9 Section 8(3) "the salaries, fees, wages or other remuneration or allowances  
10 including pension and other allowances payable to the Governor and to the  
11 Deputy Governors shall be as stipulated, from time to time, by the Revenue  
12 Mobilization, Allocation and Fiscal Commission, subject to the approval of the  
13 President".
- Introduction of a New section 48 and renumbering of the existing sections 48-61 as new section 49-62  
14           5. The Principal Act is amended by the introduction of a new section  
15 48 as follows:  
16 "The Board shall prepare and submit to the National Assembly through the  
17 president not later than so" September of each year, an estimate of its  
18 expenditure and income during the next succeeding year".
- Citation  
19           6. This Bill may be cited as the Central Bank of Nigeria Act  
20 (Amendment) Bill, 2016.

## EXPLANATORY MEMORANDUM

This Bill seeks to amend the Central Bank of Nigeria Act, 2007 Act, No. 7 to appoint a person other than the Governor as the Chairman of the Board.

The Bill also seeks to divest the Board of the powers of determining and fixing its own salaries and allowances, divest the board of the powers of considering and approving the annual budget of the Bank, and for related matters.