

## 242 Department of Community Development

(in Millions of Kina)

PIP No.	Project Title	5 Year Total	2006	2007	2008	2009	2010
2475	EMPLOYMENT ORIENTED	5.0	6.3	5.0			
TOTAL CAPACITY BUILDING PROJECTS		5.0	6.3	5.0			
1762	Cty Development	20.0		20.0			
TOTAL CAPITAL PROJECTS		20.0		20.0			
TOTAL		25.0	6.3	25.0			

## 242 Department of Community Development

## AGENCY SUMMARY OF ALL PROJECTS

## EXPENDITURE PROJECTIONS AND FINANCING REQUIREMENTS (K Millions)

PROJECT COST	2004 Actual	2005	5 Year Total	2006	2007	2008	2009	2010
<b>DIRECT PROJECT COST</b>								
<b>Current Expenditure</b>								
Personal Emoluments		.2						
Goods and Other Services		18.6	31.3	6.3	25.0			
Current Transfers		.2						
Sub-Total		19.0	31.3	6.3	25.0			
<b>Capital Expenditure</b>								
Acquisition of Existing Assets								
Capital Formation		2.2						
Capital Transfers								
Sub-Total		2.2						
<b>A</b> <b>TOT DIRECT PROJECT COST</b>		21.2	31.3	6.3	25.0			
<b>Technical Assistance</b>								
Project Preparation								
Advisory								
Training								
Equipment								
<b>B</b> <b>TOT TECHNICAL ASSISTANCE</b>								
<b>TOTAL PROJECT COST (A+B)</b>		21.2	31.3	6.3	25.0			
<b>FINANCING SOURCES</b>								
<b>IDENTIFIED FINANCING</b>								
<b>Direct Project Financing:</b>								
<b>Government Contributions:</b>								
a) Government Input		.8	.5		.5			
b) Self Generating Revenue								
Loan		6.1	4.5		4.5			
Grant		14.0	20.0		20.0			
<b>C</b> <b>TOTAL DIRECT FINANCING</b>		20.9	25.0		25.0			
<b>D</b> <b>Technical Assistance</b>								
<b>TOTAL FINANCING (C+D)</b>		20.9	25.0		25.0			
<b>FINANCING SOUGHT</b>								
Direct Project Cost (A-C)		.3	6.3	6.3				
Technical Assistance (B-D)								
<b>TOTAL FINANCING SOUGHT</b>		.3	6.3	6.3				

**PIP NUMBER:** 1762

**PROJECT NAME:** COMMUNITY DEVELOPMENT PROJECT

**EXECUTING AGENCY:** Department of Community Development

**PROJECT OBJECTIVES:**

To promote sustainable development at the community level through the establishment of an effective community development scheme for the provision of appropriate financial and technical support to non- government and community based organisations that promote community participation and development.

**PROJECT STATUS:**

Community development Scheme Project has made a significant progress in terms of establishing coherent management system and extending operations across PNG. The project now has branches(schemes) and activities ongoing in all 19 Provinces as well as the National Capital District. Non-Government Organizations and Community Based Organizations in the 19 Provinces are currently benefiting financially and technically from the branches set up by the Community Development Scheme. Several profit and non profit community activities have stemmed out and ongoing. A lot of projects have been completed and others are ongoing.

**PROJECT COMPONENTS:**

The main components of the project are; 1) capacity building of NGOs; 2) equipment purchase; and 3) technical and financial assistances to NGOs and CBOs.

**PROJECT LOCATION:**

The project will cover all the provinces of Papua New Guinea.

**PROJECT JUSTIFICATION:**

Currently, community-based organisations do not have the technical knowledge to implement, monitor and evaluate micro projects. Moreover, these organisations do not have access to financial assistance and technical skills required to design, plan and manage projects. Above all, the project supports the implementation of the PNG NGO Policy. But the Department of Social Welfare & Development has the capacity to support these organizations.

**PROJECT CAPACITY:**

The Department of Home Affairs, Department of Provincial and Local Government Affairs, National Volunteer Service and the Divisions in the Provinces have the capacity and network to implement the project.

**PROJECT BENEFICIARIES:**

The primary beneficiaries will be community based organisations like women's groups, youth groups, church groups, and other non- governmental organizations in Papua New Guinea.

**PROJECT SUSTAINABILITY**

The project will provide technical and financial assistance to build the capacity of the local NGOs and Community Based Groups to manage community development projects. With this technical assistance and development grants, these organisations should have the capacity to operate efficiently and effectively and to sustain their operations in the long run after the end of the project.

## 1762 COMMUNITY DEVELOPMENT PROJECT

ESTIMATED TOTAL PROJECT COST 9,911.4 ESTIMATED DURATION OF THE PROJECT 4.0 Years

## EXPENDITURE PROJECTION AND FINANCING REQUIREMENTS (K'000)

PROJECT COST	2004 Actual	2005 Budget	5 Year Total	2006	2007	2008	2009	2010
<b>DIRECT PROJECT COST</b>								
<b>Current Expenditure</b>								
Personal Emoluments								
Goods and Other Services		12,047.6	20,000.0		20,000.0			
Current Transfers								
Sub-Total		12,047.6	20,000.0		20,000.0			
<b>Capital Expenditure</b>								
Acquisition of Existing Assets								
Capital Formation		2,000.0						
Capital Transfers								
Sub-Total		2,000.0						
<b>A</b> <b>TOT DIRECT PROJECT COST</b>		14,047.6	20,000.0		20,000.0			
<b>Technical Assistance</b>								
Project Preparation								
Advisory								
Training								
Equipment								
<b>B</b> <b>TOT TECHNICAL ASSISTANCE</b>								
<b>TOTAL PROJECT COST (A+B)</b>		14,047.6	20,000.0		20,000.0			
<b>FINANCING SOURCES</b>								
<b>IDENTIFIED FINANCING</b>								
<b>Direct Project Financing:</b>								
<b>Government Contributions:</b>								
a) Government Input								
b) Self Generating Revenue								
Loan								
Grant		14,047.6	20,000.0		20,000.0			
<b>C</b> <b>TOTAL DIRECT FINANCING</b>		14,047.6	20,000.0		20,000.0			
<b>D</b> <b>Technical Assistance</b>								
<b>TOTAL FINANCING (C+D)</b>		14,047.6	20,000.0		20,000.0			
<b>FINANCING SOUGHT</b>								
Direct Project Cost (A-C)								
Technical Assistance (B-D)								
<b>TOTAL FINANCING SOUGHT</b>								

**CURRENT DONOR INVOLVEMENT**

AusAID is financing the project.

**POTENTIAL DONOR INVOLVEMENT**

Nil.

**2006 Budget Votes for this PIP are :-**

22942033259 PNG COMMUNITY DEVELOPMENT SCHEME

**PIP NUMBER:** 2475

**PROJECT NAME:** EMPLOYMENT ORIENTED SKILLS DEVELOPMENT PROJECT

**EXECUTING AGENCY:** Department of Community Development

**PROJECT OBJECTIVES:**

To improve income-earning opportunities for Papua New Guineans, both in urban and rural areas with special focus on youth and women. Specifically, the project aims to: (a) deregulate the informal sector through the formulation of policies and enactment of rules and regulations that are conducive to the operations of informal sector activities, (b) increase the availability of quality short-term employment-oriented skills (including entrepreneurship and competency based) training to enhance employment and business opportunities for recipients, and (c) support skills training managers and providers with appropriate funding.

**PROJECT STATUS:**

Achievements include: 1. Establishing policy framework for non-formal skills training; 2. Institutional Capacity Building for training providers (over 700 trained so far); 3. A number of skills development training courses conducted through-out the country through VTCs and other training providers. Limana and Badili VTCs in NCD are recognised institutions that promote training in Tourism and Hospitality, and construction of buildings to cater for this kind of training been completed in 2003.

**PROJECT COMPONENTS:**

The project components are as follows;(a) Creation of a conducive legal and policy framework for employment, informal sector business, and employment-oriented skills training, (b)Enhancement of technical management, and entrepreneurial capacities and competencies of vocational, churches, NGOs and private sector training providers, and (c) Establishment of a sustainable financing mechanism (Skills Development Trust Fund) to support short-term employment and business oriented skills training.

**PROJECT LOCATION:**

Components (a) and (b) will cover all the provinces. Component (c) will be initially tested in the provinces of Western Highlands, National Capital District and Morobe. Other provinces will be included progressively based on a set guideline.

**PROJECT JUSTIFICATION:**

The project is crucial to helping poverty reduction at the community level, targeting youth and women. The informal sector is its main focus and its main activities are aimed at providing income-earning skills to improve the well-being of the households as well as individuals.

**PROJECT CAPACITY:**

The Department of National Planning, Department of Education and the administrations of the pilot provinces have the capacity to implement the project activities.

**PROJECT BENEFICIARIES:**

The immediate beneficiaries of the project will be the unemployed and underemployed women and youth, the self employed, small business entrepreneurs, vocational training centers, private training providers, and church training providers at all levels.

**PROJECT SUSTAINABILITY**

Project activities will be sustained beyond the end of project (2006) due to the establishment of various institutions under the project, including; the Skills Training Resource Unit, Skills Development Trust Fund and its Board of Trustees at both the national and provincial levels.

## 2475 EMPLOYMENT ORIENTED SKILLS DEVELOPMENT PROJECT

ESTIMATED TOTAL PROJECT COST 0.0 ESTIMATED DURATION OF THE PROJECT Years

## EXPENDITURE PROJECTION AND FINANCING REQUIREMENTS (K'000)

PROJECT COST	2004 Actual	2005 Budget	5 Year Total	2006	2007	2008	2009	2010
<b>DIRECT PROJECT COST</b>								
<b>Current Expenditure</b>								
Personal Emoluments		160.0						
Goods and Other Services		6,587.0	11,300.0	6,300.0	5,000.0			
Current Transfers		200.0						
Sub-Total		6,947.0	11,300.0	6,300.0	5,000.0			
<b>Capital Expenditure</b>								
Acquisition of Existing Assets								
Capital Formation		180.0						
Capital Transfers								
Sub-Total		180.0						
<b>A TOT DIRECT PROJECT COST</b>		7,127.0	11,300.0	6,300.0	5,000.0			
<b>Technical Assistance</b>								
Project Preparation								
Advisory								
Training								
Equipment								
<b>B TOT TECHNICAL ASSISTANCE</b>								
<b>TOTAL PROJECT COST (A+B)</b>		7,127.0	11,300.0	6,300.0	5,000.0			
<b>FINANCING SOURCES</b>								
<b>IDENTIFIED FINANCING</b>								
<b>Direct Project Financing:</b>								
<b>Government Contributions:</b>								
a) Government Input		800.0	500.0		500.0			
b) Self Generating Revenue								
Loan		6,127.0	4,500.0		4,500.0			
Grant								
<b>C TOTAL DIRECT FINANCING</b>		6,927.0	5,000.0		5,000.0			
<b>D Technical Assistance</b>								
<b>TOTAL FINANCING (C+D)</b>		6,927.0	5,000.0		5,000.0			
<b>FINANCING SOUGHT</b>								
Direct Project Cost (A-C)		200.0	6,300.0	6,300.0				
Technical Assistance (B-D)								
<b>TOTAL FINANCING SOUGHT</b>		200.0	6,300.0	6,300.0				

**CURRENT DONOR INVOLVEMENT**

The Asian Development Bank, German Development Service and AusAID are the donors involved.

**POTENTIAL DONOR INVOLVEMENT**

None.

**2006 Budget Votes for this PIP are :-**

24228044201 SKILLS DEVELOPMENT AND EMPLOYMENT ORIENTED