

EXPLANATORY NOTES FOR MEMBERS OF THE NATIONAL PARLIAMENT

APPROPRIATION (RECURRENT EXPENDITURE 2010) BILL 2009

FOR THE YEAR ENDING 31 DECEMBER 2010

The purpose of the Appropriation (Recurrent Expenditure 2010) Bill 2009 is to provide K6,110,604,700 for recurrent expenditure for the year ending 31 December 2010, as required under Section 209 (2) (b) (ii) of the Constitution as amended.

The sum of K6,110,604,700 is to cover recurrent expenditure under the following categories:

<u>SERVICES</u>	<u>KINA</u>
National Departments	2,243,999,000
Grants to Statutory Authorities	269,351,300
Grants to Provinces	983,216,700
Debt Services	2,614,037,700
<u>Total</u>	K6,110,604,700

K2,244.0 million is being appropriated to National Departments. Of this amount, K522.9 million is being appropriated to Division 207, with K503.9 million for ongoing commitments, including:

- K118 million for superannuation exit payments;
- K100 million for the Government's ongoing funding of education subsidies;
- K90.9 million for multi-Departmental office accommodation rental payments;
- K50 million for Court Cases;
- K20 million for PNG LNG Project support;
- K20 million for retrenchment; and
- K15 million for pay increases under the public servants award.

The remaining K19.0 million being appropriated to Division 207 will be directed to fund the other Government decisions, including:

- K10 million for the National Strategic Plan 2010;
- K2 million each for the Hela Transitional and Jiwaka Transitional Authorities;
- K2 million for the Public Private Partnership Centre;
- K2 million for awards and honours; and
- K1 million for the Heart Foundation.