

## 509 Border Development Authority (BDA)

(in Millions of Kina)

PIP No.	Project Title	5 Year Total	2011	2012	2013	2014	2015
3029	PILOT BORDER TRADE	12.4	6.4	2.0	2.0	2.0	
TOTAL CAPITAL PROJECTS		12.4	6.4	2.0	2.0	2.0	
TOTAL		12.4	6.4	2.0	2.0	2.0	

## 509 Border Development Authority (BDA)

## AGENCY SUMMARY OF ALL PROJECTS

## EXPENDITURE PROJECTIONS AND FINANCING REQUIREMENTS (K Millions)

PROJECT COST		2009 Actual	2010	5 Year Total	2011	2012	2013	2014	2015
DIRECT PROJECT COST									
<b>Current Expenditure</b>									
Personal Emoluments									
Current Transfers									
Goods and Other Services			2.5	12.4	6.4	2.0	2.0	2.0	
Sub-Total			2.5	12.4	6.4	2.0	2.0	2.0	
<b>Capital Expenditure</b>									
Capital Transfers									
Acquisition of Existing Assets									
Capital Formation			3.0						
Sub-Total			3.0						
A	TOT DIRECT PROJECT COST		5.5	12.4	6.4	2.0	2.0	2.0	
<b>Technical Assistance</b>									
Project Preparation									
Equipment									
Advisory									
Training									
B	TOT TECHNICAL ASSISTANCE								
<b>TOTAL PROJECT COST (A+B)</b>			5.5	12.4	6.4	2.0	2.0	2.0	
<b>FINANCING SOURCES</b>									
IDENTIFIED FINANCING									
<b>Direct Project Financing:</b>									
<b>Government Contributions:</b>									
Loan			3.0	7.9	4.9	1.0	1.0	1.0	
Grant			2.5						
b) Self Generating Revenue									
a) Government Input				4.5	1.5	1.0	1.0	1.0	
C	TOTAL DIRECT FINANCING		5.5	12.4	6.4	2.0	2.0	2.0	
<b>Technical Assistance</b>									
D	<b>TOTAL FINANCING (C+D)</b>		5.5	12.4	6.4	2.0	2.0	2.0	
<b>FINANCING SOUGHT</b>									
Direct Project Cost (A-C)									
Technical Assistance (B-D)									
<b>TOTAL FINANCING SOUGHT</b>									

**PIP NUMBER:** 3029

**PROJECT NAME:** PILOT BORDER TRADE

**EXECUTING AGENCY:** Border Development Authority (BDA)

**PROJECT OBJECTIVIES:**

The project will help improve the business environment in Sandaun Province by reducing the business transaction costs associated with infrastructure, compliance with the Government rules and regulations and thin human capital.

**PROJECT STATUS:**

This is a new project which will commence in 2010.

**PROJECT COMPONENTS:**

The project has three (3) main components: (1) Construction of border facilities at Wutung (2) Capacity development, and; (3) Social development program.

**PROJECT LOCATION:**

The project location will be at the PNG side of the border in Sandaun Province.

**PROJECT JUSTIFICATION:**

Sandaun is one of the poorest provinces in PNG in terms of both economic and social development. However, it has potential to develop itself and drive the development of PNG's northern coastal region if it can capture the opportunities offered by the dynamic Asia, particularly its neighboring Papua Province of Indonesia which provides 25% to 40% cheaper products and services and is in demand of PNG products.

**PROJECT CAPACITY:**

Even though BDA is a new agency, the capacity building initiatives established under this project and the support of other key stakeholders will enable the project activities to be implemented accordingly to achieving anticipated outcomes.

**PROJECT BENEFICIARIES:**

The beneficiaries will be the GoPNG and its people.

**PROJECT SUSTAINABILITY**

The project aslo has a grant that piggy-backs on the main loan intended to build capacity of the executing agency which in turn will sustain the major initiatives achieved under this project. In addition, the National Government will sustain the initiatives under its recurrent budgets.

## 3029 PILOT BORDER TRADE

ESTIMATED TOTAL PROJECT COST 0.0 ESTIMATED DURATION OF THE PROJECT 2.0 Years

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

PROJECT COST		2009 Actual	2010 Budget	5 Year Total	2011	2012	2013	2014	2015
DIRECT PROJECT COST									
<b>Current Expenditure</b>									
Personal Emoluments									
Goods and Other Services			2,524.0	12,400.0	6,400.0	2,000.0	2,000.0	2,000.0	
Current Transfers									
Sub-Total			2,524.0	12,400.0	6,400.0	2,000.0	2,000.0	2,000.0	
<b>Capital Expenditure</b>									
Acquisition of Existing Assets									
Capital Formation			3,000.0						
Capital Transfers									
Sub-Total			3,000.0						
A	TOT DIRECT PROJECT COST		5,524.0	12,400.0	6,400.0	2,000.0	2,000.0	2,000.0	
<b>Technical Assistance</b>									
Project Preparation									
Advisory									
Training									
Equipment									
B	TOT TECHNICAL ASSISTANCE								
<b>TOTAL PROJECT COST (A+B)</b>			5,524.0	12,400.0	6,400.0	2,000.0	2,000.0	2,000.0	
<b>FINANCING SOURCES</b>									
IDENTIFIED FINANCING									
<b>Direct Project Financing:</b>									
<b>Government Contributions:</b>									
a) Government Input				4,500.0	1,500.0	1,000.0	1,000.0	1,000.0	
b) Self Generating Revenue									
Loan			3,000.0	7,900.0	4,900.0	1,000.0	1,000.0	1,000.0	
Grant			2,524.0						
C	TOTAL DIRECT FINANCING		5,524.0	12,400.0	6,400.0	2,000.0	2,000.0	2,000.0	
<b>Technical Assistance</b>									
D	<b>TOTAL FINANCING (C+D)</b>		5,524.0	12,400.0	6,400.0	2,000.0	2,000.0	2,000.0	
<b>FINANCING SOUGHT</b>									
Direct Project Cost (A-C)									
Technical Assistance (B-D)									
<b>TOTAL FINANCING SOUGHT</b>									

## CURRENT DONOR INVOLVEMENT

ADB.

## POTENTIAL DONOR INVOLVEMENT

2011 Budget Votes for this PIP are :-

50914011202 PILOT BORDER TRADE