

267 Office of Rural Development

(in Millions of Kina)

PIP No.	Project Title	5 Year Total	2011	2012	2013	2014	2015
2021	DSIP MONITOR	2.0	.6	.5	.5	.5	.5
3360	DSIP - ROADS	400.0	178.0	100.0	100.0	100.0	100.0
3424	SDMP	40.0	20.0	10.0	10.0	10.0	10.0
3425	SPS	1.2	.7	.3	.3	.3	.3
TOTAL CAPACITY BUILDING PROJECTS		443.2	199.3	110.8	110.8	110.8	110.8
2837	DSG	110.0	27.3	27.5	27.5	27.5	27.5
TOTAL CAPITAL PROJECTS		110.0	27.3	27.5	27.5	27.5	27.5
TOTAL		553.2	226.6	138.3	138.3	138.3	138.3

267 Office of Rural Development

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									
Current Expenditure									
Personal Emoluments									
Current Transfers			27.3	775.3	225.3	137.5	137.5	137.5	137.5
Goods and Other Services				4.5	1.3	.8	.8	.8	.8
Sub-Total			27.3	779.8	226.6	138.3	138.3	138.3	138.3
Capital Expenditure									
Capital Transfers									
Acquisition of Existing Assets									
Capital Formation									
Sub-Total									
A	TOT DIRECT PROJECT COST		27.3	779.8	226.6	138.3	138.3	138.3	138.3
Technical Assistance									
Project Preparation									
Equipment									
Advisory									
Training									
B	TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)			27.3	779.8	226.6	138.3	138.3	138.3	138.3
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
Loan									
Grant									
b) Self Generating Revenue									
a) Government Input			27.3	553.2		138.3	138.3	138.3	138.3
C	TOTAL DIRECT FINANCING		27.3	553.2		138.3	138.3	138.3	138.3
Technical Assistance									
D	TOTAL FINANCING (C+D)		27.3	553.2		138.3	138.3	138.3	138.3
FINANCING SOUGHT									
Direct Project Cost (A-C)				226.6	226.6				
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT				226.6	226.6				

PIP NUMBER: 2021

PROJECT NAME: DSIP MONITORING

EXECUTING AGENCY: Office of Rural Development

PROJECT OBJECTIVIES:

The project objective is to promote and sustain development activities in the rural areas. It is aimed at mobilizing people and resources at the district, community and village levels to participate in the development activities. The project will indirectly support the generation of employment opportunities for the people in the rural areas. This will assist enhance the standard of living at the village levels.

PROJECT STATUS:

This is an ongoing program which is being coordinated through the Office of Rural Development and implemented in the 89 districts of PNG As part of ORD's mandate to coordinating the program, it also ensures that monitoring is done to assess the actual implementation of the projects on the ground. To date no project implementation reports have been received from ORD.

PROJECT COMPONENTS:

The Members Discretionary Component is subject to Members' discretion as to the types of projects that should be implemented in the the districts. The projects bascially will cover the social infrastructure development and improvement, small scale and sustainable economic activities, rural water supply and etc.

PROJECT LOCATION:

The project will be implemented throughout all the provinces and districts in Papua New Guinea.

PROJECT JUSTIFICATION:

This project is politically sensitive and vital for the development of rural areas. Many development activities in the rural areas are either absent, run down or are starved off with economic resources. This project grants can be provided to support the rural communities of PNG.

PROJECT CAPACITY:

The Office of Rural Development has the institutional capacity to implement the project with the support of Provincial and Local Level Government agencies.

PROJECT BENEFICIARIES:

The main project beneficiaries will be the majority of people living in the rural areas of PNG.

PROJECT SUSTAINABILITY

This is a constitutional grant hence the project will be sustained through annual budget allocations and by ORD facilitating the the disbursements of funds based on established Guidelines. The ORD through its regional offices can provide training to Districts and LLG officers so that they are fully equiped to implement and sustain the projects.

2021 DSIP MONITORING

ESTIMATED TOTAL PROJECT COST 1,000.0 ESTIMATED DURATION OF THE PROJECT Years

EXPENDITURE PROJECTION AND FINANCING REQUIREMENTS (K'000)

PROJECT COST		2009 Actual	2010 Bugdet	5 Year Total	2011	2012	2013	2014	2015
DIRECT PROJECT COST									
Current Expenditure									
Personal Emoluments									
Goods and Other Services				2,568.0	568.0	500.0	500.0	500.0	500.0
Current Transfers									
Sub-Total				2,568.0	568.0	500.0	500.0	500.0	500.0
Capital Expenditure									
Acquisition of Existing Assets									
Capital Formation									
Capital Transfers									
Sub-Total									
A	TOT DIRECT PROJECT COST			2,568.0	568.0	500.0	500.0	500.0	500.0
Technical Assistance									
Project Preparation									
Advisory									
Training									
Equipment									
B	TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)				2,568.0	568.0	500.0	500.0	500.0	500.0
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
a) Government Input				2,000.0		500.0	500.0	500.0	500.0
b) Self Generating Revenue									
Loan									
Grant									
C	TOTAL DIRECT FINANCING			2,000.0		500.0	500.0	500.0	500.0
Technical Assistance									
D	TOTAL FINANCING (C+D)			2,000.0		500.0	500.0	500.0	500.0
FINANCING SOUGHT									
Direct Project Cost (A-C)				568.0	568.0				
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT				568.0	568.0				

CURRENT DONOR INVOLVEMENT

Fully GOPNG funded.

POTENTIAL DONOR INVOLVEMENT

2011 Budget Votes for this PIP are :-

26739091267 DSIP MONITORING

PIP NUMBER: 2837

PROJECT NAME: DISTRICT SUPPORT GRANT

EXECUTING AGENCY: Office of Rural Development

PROJECT OBJECTIVIES:

To promote & sustain development activites in the rural areas and is aimed at mobilizing people and resources at the rural areas to participate in the development activities thus ultimately creating employment opportunities for the rural populaces.

PROJECT STATUS:

This is an ongoing program which is being coordinated through the Office of Rural Development and implemented in the 89 districts throughout the country.

PROJECT COMPONENTS:

The project has two (2) main components: (1) Social infrastructure development & improvement; and (2) Small scale & sustainable economic activities.

PROJECT LOCATION:

The project will be implemented throughout all the provinces and districts in Papua New Guinea.

PROJECT JUSTIFICATION:

This project is politically sensitive and vital for the development of rural areas. Many development activities in the rural areas are either absent, run down or are starved off with economic resources. This project grants can be provided to support the rural communities of PNG.

PROJECT CAPACITY:

The Office of Rural Development has the institutional capacity to implement the project with the support of Provincial and Local Level Government agencies.

PROJECT BENEFICIARIES:

The direct beneficiaries will be the majority of the people living in the rural areas of PNG.

PROJECT SUSTAINABILITY

Since it is a fixed commitment the project will be sustained by GoPNG during its project life.

2837 DISTRICT SUPPORT GRANT

ESTIMATED TOTAL PROJECT COST 27,250.0 ESTIMATED DURATION OF THE PROJECT 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									
Current Expenditure									
Personal Emoluments									
Goods and Other Services									
Current Transfers			27,250.0	137,250.0	27,250.0	27,500.0	27,500.0	27,500.0	27,500.0
Sub-Total			27,250.0	137,250.0	27,250.0	27,500.0	27,500.0	27,500.0	27,500.0
Capital Expenditure									
Acquisition of Existing Assets									
Capital Formation									
Capital Transfers									
Sub-Total									
A	TOT DIRECT PROJECT COST		27,250.0	137,250.0	27,250.0	27,500.0	27,500.0	27,500.0	27,500.0
Technical Assistance									
Project Preparation									
Advisory									
Training									
Equipment									
B	TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)			27,250.0	137,250.0	27,250.0	27,500.0	27,500.0	27,500.0	27,500.0
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
a) Government Input			27,250.0	110,000.0		27,500.0	27,500.0	27,500.0	27,500.0
b) Self Generating Revenue									
Loan									
Grant									
C	TOTAL DIRECT FINANCING		27,250.0	110,000.0		27,500.0	27,500.0	27,500.0	27,500.0
Technical Assistance									
D	TOTAL FINANCING (C+D)		27,250.0	110,000.0		27,500.0	27,500.0	27,500.0	27,500.0
FINANCING SOUGHT									
Direct Project Cost (A-C)				27,250.0	27,250.0				
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT				27,250.0	27,250.0				

CURRENT DONOR INVOLVEMENT

The project is fully GoPNG-funded.

POTENTIAL DONOR INVOLVEMENT

2011 Budget Votes for this PIP are :-

26739091211 DSG-MEMBERS NON DISCRETIONARY COMPONENT

PIP NUMBER: 3360

PROJECT NAME: DSIP - RURAL AND FEEDER ROADS

EXECUTING AGENCY: Office of Rural Development

PROJECT OBJECTIVIES:

To rehabilitate and upgrade the rural roads throughout the country so that the rural population can have easy access to transportation and other basic services.

PROJECT COMPONENTS:

Major component include: 1). Upgrading, rehabilitation; and 2). Construction of rural roads throughout the country.

PROJECT JUSTIFICATION:

Due to natural disasters (constant flooding and land slides) as well as years of neglect by relevant authorities to carry out regular maintenance, roads and bridges have been greatly affected making access very difficult for the rural majority.

PROJECT CAPACITY:

The concerned Provincial and Local Governments together with the Works Provincial Office will oversee to the implementation and supervision of road projects.

PROJECT SUSTAINABILITY

The concerned Provincial and Local Governments will ensure maintenance of these roads after the completion of road projects.

3360 DSIP - RURAL AND FEEDER ROADS

ESTIMATED TOTAL PROJECT COST 100,000.0 ESTIMATED DURATION OF THE PROJECT 5.0 Years

EXPENDITURE PROJECTION AND FINANCING REQUIREMENTS (K'000)

PROJECT COST		2009 Actual	2010 Bugdet	5 Year Total	2011	2012	2013	2014	2015
DIRECT PROJECT COST									
Current Expenditure									
Personal Emoluments									
Goods and Other Services									
Current Transfers				578,000.0	178,000.0	100,000.0	100,000.0	100,000.0	100,000.0
Sub-Total				578,000.0	178,000.0	100,000.0	100,000.0	100,000.0	100,000.0
Capital Expenditure									
Acquisition of Existing Assets									
Capital Formation									
Capital Transfers									
Sub-Total									
A TOT DIRECT PROJECT COST				578,000.0	178,000.0	100,000.0	100,000.0	100,000.0	100,000.0
Technical Assistance									
Project Preparation									
Advisory									
Training									
Equipment									
B TOT TECHNICAL ASSISTANCE									
TOTAL PROJECT COST (A+B)				578,000.0	178,000.0	100,000.0	100,000.0	100,000.0	100,000.0
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
a) Government Input				400,000.0		100,000.0	100,000.0	100,000.0	100,000.0
b) Self Generating Revenue									
Loan									
Grant									
C TOTAL DIRECT FINANCING				400,000.0		100,000.0	100,000.0	100,000.0	100,000.0
D Technical Assistance									
TOTAL FINANCING (C+D)				400,000.0		100,000.0	100,000.0	100,000.0	100,000.0
FINANCING SOUGHT									
Direct Project Cost (A-C)				178,000.0	178,000.0				
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT				178,000.0	178,000.0				

CURRENT DONOR INVOLVEMENT

Nil

POTENTIAL DONOR INVOLVEMENT**2011 Budget Votes for this PIP are :-**

26739091269 DSIP - RURAL AND FEEDER ROADS

PIP NUMBER: 3424

PROJECT NAME: STRATEGIC DISTRICT MAKERT PROGRAM

EXECUTING AGENCY: Office of Rural Development

PROJECT OBJECTIVIES:

To improve market infrastructure for the rural population in the 89 districts to increase their income earning opportunities, thus, enhancing the improvement of their living standards.

PROJECT STATUS:

In 2009 roll out of the project, priority was given to the outstanding 2008 submissions. There were a total of 35 market submissions that were appraised and considered for funding in 2009 SMDP totaling over K25.1 million. A total of 24 outstanding market submissions from 2008 totalled K18.024 million while 11 projects from 2009 totaling K7.07 million. In its roll out the 24 outstanding markets from 2008 totaling K18.024 million and 2 market projects from 2009 totaling K1.2 million were funded. Hence, a total of 26 market projects were funded totaling K19.2 million. A SMDP Implementation Report is under formulation for presentation to Parliament and for public information.

PROJECT COMPONENTS:

The components include: 1). Construction of new market facilities in strategic locations; 2). Rehabilitation and improvement of existing market facilities in the district townships and stations in the 89 districts of Papua New Guinea.

PROJECT LOCATION:

The projects will be implemented in the 89 districts of PNG.

PROJECT JUSTIFICATION:

The project stands to provide a clean, safe and sheltered environment where people can conduct business marketing services for rural communities. These locations can be used to promote awareness on issues such as HIV/AIDS, etc. Ultimately, the project will fulfil its objective of significantly improving and promoting income generation for the people in the rural areas to sustain and supplement the cost of living and enhance living standards.

PROJECT CAPACITY:

The Department of National Planning has the capacity to manage the coordination of the project and will ensure that the projects are implemented successfully in the districts with the technical assistance from the United Nations.

PROJECT BENEFICIARIES:

This program will be implemented in all 89 districts throughout the country. Hence, the social and economic benefits of the program will be very significant.

PROJECT SUSTAINABILITY

Actual project implementation is at the districts hence the sustainability of the projects will be the responsibility of the Districts and LLGs.

3424 STRATEGIC DISTRICT MAKERT PROGRAM

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 Bugdet	5 Year Total	2011	2012	2013	2014	2015
DIRECT PROJECT COST									
Current Expenditure									
Personal Emoluments									
Goods and Other Services									
Current Transfers				60,000.0	20,000.0	10,000.0	10,000.0	10,000.0	10,000.0
Sub-Total				60,000.0	20,000.0	10,000.0	10,000.0	10,000.0	10,000.0
Capital Expenditure									
Acquisition of Existing Assets									
Capital Formation									
Capital Transfers									
Sub-Total									
A	TOT DIRECT PROJECT COST			60,000.0	20,000.0	10,000.0	10,000.0	10,000.0	10,000.0
Technical Assistance									
Project Preparation									
Advisory									
Training									
Equipment									
B	TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)				60,000.0	20,000.0	10,000.0	10,000.0	10,000.0	10,000.0
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
a) Government Input				40,000.0		10,000.0	10,000.0	10,000.0	10,000.0
b) Self Generating Revenue									
Loan									
Grant									
C	TOTAL DIRECT FINANCING			40,000.0		10,000.0	10,000.0	10,000.0	10,000.0
Technical Assistance									
D	TOTAL FINANCING (C+D)			40,000.0		10,000.0	10,000.0	10,000.0	10,000.0
FINANCING SOUGHT									
Direct Project Cost (A-C)				20,000.0	20,000.0				
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT				20,000.0	20,000.0				

CURRENT DONOR INVOLVEMENT

The program is fully funded by GOPNG.

POTENTIAL DONOR INVOLVEMENT

2011Budget Votes for this PIP are :-

PIP NUMBER: 3425

PROJECT NAME: SMALL PROJECTS SCHEME

EXECUTING AGENCY: Office of Rural Development

PROJECT OBJECTIVIES:

To improve quality of life by promoting village and private sector development that promotes self reliance and sustainable development for the rural population.

PROJECT STATUS:

Activities will be coordinated through the Office of Rural Development

PROJECT COMPONENTS:

1. Assist incorporate organizations only with projects that will contribute directly or indirectly to the social and economic wellbeing and the reduction of poverty in PNG; 2. It supports projects that will improve health and living conditions, enhancement of human rights, improve capacity of organizations for operations and sustainability and encouragement of greater gender participation.

PROJECT LOCATION:

Activities will be coordinated by NZAID through the Office of Rural Development. The project will be implemented nationwide at the community level.

PROJECT JUSTIFICATION:

This project aims at supporting small scale income earners at the grassroots level. It is in line with the government's policy on increased rural income through economic activities.

PROJECT CAPACITY:

NZAID is able to sustain this activity through its funding and GoPNG ought to also provide seed money to support this viable initiative. It is anticipated that in the long run the people can be able to sustain their own operations from the assistance received.

PROJECT SUSTAINABILITY

The project will be sustained by the GoPNG and NZAID.

3425 SMALL PROJECTS SCHEME

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 Bugdet	5 Year Total	2011	2012	2013	2014	2015
DIRECT PROJECT COST									
Current Expenditure									
Personal Emoluments									
Goods and Other Services				1,884.0	684.0	300.0	300.0	300.0	300.0
Current Transfers									
Sub-Total				1,884.0	684.0	300.0	300.0	300.0	300.0
Capital Expenditure									
Acquisition of Existing Assets									
Capital Formation									
Capital Transfers									
Sub-Total									
A	TOT DIRECT PROJECT COST			1,884.0	684.0	300.0	300.0	300.0	300.0
Technical Assistance									
Project Preparation									
Advisory									
Training									
Equipment									
B	TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)				1,884.0	684.0	300.0	300.0	300.0	300.0
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
a) Government Input				1,200.0		300.0	300.0	300.0	300.0
b) Self Generating Revenue									
Loan									
Grant									
C	TOTAL DIRECT FINANCING			1,200.0		300.0	300.0	300.0	300.0
Technical Assistance									
D	TOTAL FINANCING (C+D)			1,200.0		300.0	300.0	300.0	300.0
FINANCING SOUGHT									
Direct Project Cost (A-C)				684.0	684.0				
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT				684.0	684.0				

CURRENT DONOR INVOLVEMENT

Fully NZAID funded.

POTENTIAL DONOR INVOLVEMENT

2011 Budget Votes for this PIP are :-

26739091271 SMALL PROJECTS SCHEME