

CHAPTER 3. STATUS OF SUPPLEMENTARY BUDGETS

3.1 OVERVIEW

Since the commodity boom began to boost Government revenues in 2005, there has been more than K3.8 billion provided for additional expenditures through Supplementary Budgets (in November 2005: K400 million, August 2006: K682.5 million, November 2006: K1,100 million and October 2007: K1,637 million).

Some of these were top-ups of ongoing spending, but the vast majority of the funds have been allocated for investment purposes reflecting the MTDS priorities. Table 35 provides a breakdown. The transport sector has received the largest amount, with education and health also receiving large amounts. More details of the Supplementary Budgets are provided below. The Supplementary Budget Status reported here is as at 23rd October 2007.

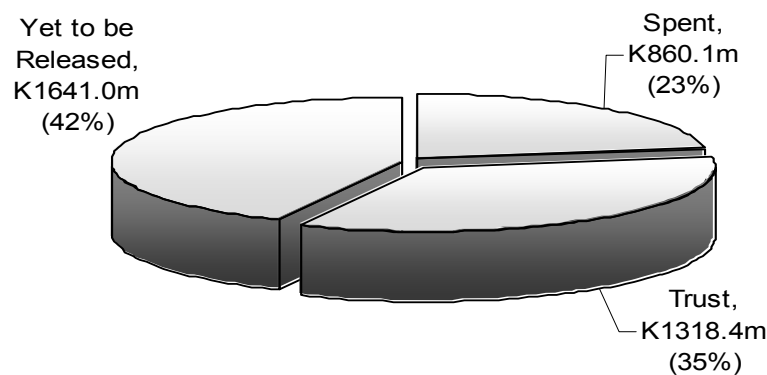
The headings of the tables presented in this chapter, are described as follows:

- Appropriated – is the total Appropriation for each sector from the various Supplementary Budget as passed.
- Share of Total Appropriated – is the share appropriated for each sector compared against the total appropriation.
- Spent – the total spending made out from the Government coffers to the various sectors as approved under the Supplementary Budget.
- Paid into Trust – is the transfer out from the Government coffers to the various sectors Trust Accounts as approved under the Supplementary Budget.
- Yet to be released – is the amount that has yet to be released from the Appropriation.

Table 35: Supplementary Budget Appropriation and Expenditure as at 23rd October 2007

| | Appropriated (K'million) | Share of Total Appropriated (Per cent) | Spent (K'million) | Paid into Trust (K'million) | Yet to be Released (K'million) |
|---------------------------------------|-----------------------------|---|----------------------|-----------------------------------|--------------------------------------|
| Health | 388 | 10 | 21 | 185 | 182 |
| Education | 453 | 12 | 34 | 247 | 172 |
| Law and Justice | 333 | 9 | 36 | 120 | 177 |
| Transport Infrastructure | 634 | 17 | 216 | 140 | 278 |
| Income Earning Opportunities | 140 | 4 | 10 | 75 | 55 |
| Gas Equity | 500 | 13 | 0 | 500 | 0 |
| Debt and Super Liability Repayment | 647 | 17 | 100 | 0 | 547 |
| Others (Non-MTDS) | 725 | 19 | 443 | 51 | 231 |
| TOTAL | 3820 | 100 | 860 | 1318 | 1642 |

Source: Department of Treasury and Department of Finance

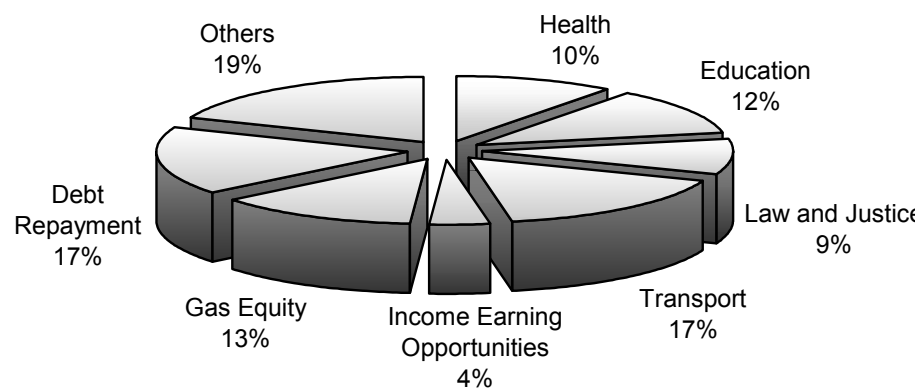
Figure 18: Summary of the Supplementary Budget Status

Source: Department of Treasury and Department of Finance

Of the additional funds allocated in these two years, as of late 2007, around 77 per cent are yet to be released or are in trust accounts awaiting expenditure. Almost all of the funds yet to be released have only recently been appropriated under the 2007 Supplementary Budget, and are expected to be placed into trust shortly.

This use of large amounts of “windfall” revenue to pre-fund public investments necessarily involves a delay in most of the funds being spent, for the following reasons;

- It takes time to develop and implement high-quality spending proposals.
- Given the large amounts involved, if they were all spent rapidly there would be wastage through inflationary effects, because of capacity constraints in both the private and public sectors.
- As well as providing the best value for money, spreading the expenditure through time encourages companies bidding for contracts to increase their capacity in anticipation of continued public investments, rather than have the boom and bust of previous commodity cycles.

Figure 19: Supplementary Budget Appropriation in Various Sectors

Source: Department of Treasury and Department of Finance

3.2 HEALTH SECTOR

The Health Sector received 10 per cent or K387.9 million in total appropriation from the Supplementary Budgets. Of this, K20.6 million has been spent, K185.3 million has been paid into Trust Accounts and K182 million is yet to be released. Details of the additional expenditure for the Health Sector as appropriated under the Supplementary Budgets are shown in Table 36 below.

Table 36: Health Sector Supplementary Budget Status

| | Appropriated | Spent | Paid Into Trust | Yet to be Released | Total |
|---|--------------|-------------|-----------------|--------------------|--------------|
| 2006 SUPPLEMENTARY BUDGET (AUGUST 2006) | | | | | |
| MTDS Priorities | 95.9 | 10.9 | 85.0 | 0.0 | 95.9 |
| <i>Hospital Rehabilitation Plan</i> | 70.0 | 0.0 | 70.0 | 0.0 | 70.0 |
| <i>Nurse Housing</i> | 15.0 | 0.0 | 15.0 | 0.0 | 15.0 |
| <i>District Health Improvement</i> | 8.9 | 8.9 | 0.0 | 0.0 | 8.9 |
| <i>Bird Flu Preparation</i> | 2.0 | 2.0 | 0.0 | 0.0 | 2.0 |
| Total | 95.9 | 10.9 | 85.0 | 0.0 | 95.9 |
| 2006 ADDITIONAL PRIORITY EXPENDITURE (NOVEMBER 2006) | | | | | |
| Health Sector | 110.0 | 9.7 | 100.3 | 0.0 | 110.0 |
| <i>Church health workers</i> | 9.7 | 9.7 | 0.0 | 0.0 | 9.7 |
| <i>Other health</i> | 100.3 | 0.0 | 100.3 | 0.0 | 100.3 |
| Total | 110.0 | 9.7 | 100.3 | 0.0 | 110.0 |
| 2007 SUPPLEMENTARY BUDGET (OCTOBER 2007) | | | | | |
| Additions to Spending | 13.0 | 0.0 | 0.0 | 13.0 | 13.0 |
| <i>Doctor's Back-Pay</i> | 10.0 | 0.0 | 0.0 | 10.0 | 10.0 |
| <i>Avian Flu - NAQIA Funding</i> | 3.0 | 0.0 | 0.0 | 3.0 | 3.0 |
| District Infrastructure Funding | 89.0 | 0.0 | 0.0 | 89.0 | 89.0 |
| <i>District Health Improvement Program</i> | 89.0 | 0.0 | 0.0 | 89.0 | 89.0 |
| Public Infrastructure Maintenance Funds | 80.0 | 0.0 | 0.0 | 80.0 | 80.0 |
| <i>Health</i> | 80.0 | 0.0 | 0.0 | 80.0 | 80.0 |
| Total | 182.0 | 0.0 | 0.0 | 182.0 | 182.0 |
| Grand Total | 387.9 | 20.6 | 185.3 | 182.0 | 387.9 |

Source: Department of Treasury and Department of Finance

3.3 EDUCATION

The Education Sector received a total of 12 per cent or K452.9 million in appropriation from the Supplementary Budgets. Of this, K33.8 million was spent, K247.1 million has been paid into Trust Accounts and K172 million is yet to be released. Details of the Additional expenditure for the Education Sector as appropriated under the Supplementary Budgets are shown in Table 37.

Table 37: Education Sector Supplementary Budget Status

| | Appropriated | Spent | Paid Into Trust | Yet to be Released | Total |
|---|---------------------|--------------|--------------------------------|-------------------------------|--------------|
| 2006 SUPPLEMENTARY BUDGET (AUGUST 2006) | | | | | |
| MTDS Priorities | 8.9 | 8.9 | 0.0 | 0.0 | 8.9 |
| <i>District Education Improvement</i> | 8.9 | 8.9 | 0.0 | 0.0 | 8.9 |
| Meeting Obligations | 40.0 | 14.9 | 25.1 | 0.0 | 40.0 |
| <i>PBSS (teachers)</i> | 40.0 | 14.9 | 25.1 | 0.0 | 40.0 |
| Non-MTDS Priorities | 12.0 | 10.0 | 2.0 | 0.0 | 12.0 |
| <i>Emergency School Maintenance</i> | 7.0 | 7.0 | 0.0 | 0.0 | 7.0 |
| <i>Bana High School</i> | 3.0 | 3.0 | 0.0 | 0.0 | 3.0 |
| <i>Kubalia High School</i> | 2.0 | 0.0 | 2.0 | 0.0 | 2.0 |
| Total | 60.9 | 33.8 | 27.1 | 0.0 | 60.9 |
| 2006 ADDITIONAL PRIORITY EXPENDITURE (NOVEMBER 2006) | | | | | |
| PBSS payments (teachers) | 20.0 | 0.0 | 20.0 | 0.0 | 20.0 |
| Total | 20.0 | 0.0 | 20.0 | 0.0 | 20.0 |
| 2007 ADDITIONAL PRIORITY EXPENDITURE (NOVEMBER 2006) | | | | | |
| Education Infrastructure | 200.0 | 0.0 | 200.0 | 0.0 | 200.0 |
| <i>Higher education</i> | 50.0 | 0.0 | 50.0 | 0.0 | 50.0 |
| <i>Other education</i> | 150.0 | 0.0 | 150.0 | 0.0 | 150.0 |
| Total | 200.0 | 0.0 | 200.0 | 0.0 | 200.0 |
| 2007 SUPPLEMENTARY BUDGET (OCTOBER 2007) | | | | | |
| Additions to Spending | 3.0 | 0.0 | 0.0 | 3.0 | 3.0 |
| <i>Marienberg Community College</i> | 3.0 | 0.0 | 0.0 | 3.0 | 3.0 |
| District Infrastructure Funding | 89.0 | 0.0 | 0.0 | 89.0 | 89.0 |
| <i>District Education Improvement Program</i> | 89.0 | 0.0 | 0.0 | 89.0 | 89.0 |
| Public Infrastructure Maintenance Funds | 80.0 | 0.0 | 0.0 | 80.0 | 80.0 |
| <i>Education</i> | 80.0 | 0.0 | 0.0 | 80.0 | 80.0 |
| Total | 172.0 | 0.0 | 0.0 | 172.0 | 172.0 |
| Grand Total | 452.9 | 33.8 | 247.1 | 172.0 | 452.9 |

Source: Department of Treasury and Department of Finance

3.4 LAW AND JUSTICE SECTOR

The Law and Justice Sector received a total of 8.7 per cent or K333.3 million in appropriation from the Supplementary Budgets. Of this, K36.3 million was spent, K120 million has been paid into Trust Accounts and K177 million is yet to be released. Details of the Additional Expenditure for this Sector as appropriated under the Supplementary Budgets are shown in Table 38.

Table 38: Law and Justice Sector Supplementary Budget Status

| | Appropriated | Spent | Paid Into Trust | Yet to be Released | Total |
|---|---------------------|--------------|------------------------|---------------------------|--------------|
| 2006 SUPPLEMENTARY BUDGET (AUGUST 2006) | | | | | |
| MTDS Priorities | 58.5 | 33.5 | 25.0 | 0.0 | 58.5 |
| <i>Police Housing</i> | 25.0 | 0.0 | 25.0 | 0.0 | 25.0 |
| <i>Judiciary - Court House Upgrade</i> | 9.0 | 9.0 | 0.0 | 0.0 | 9.0 |
| <i>Police Pay</i> | 8.0 | 8.0 | 0.0 | 0.0 | 8.0 |
| <i>Southern Highlands Security Situation</i> | 8.0 | 8.0 | 0.0 | 0.0 | 8.0 |
| <i>Improved conditions for State lawyers</i> | 3.0 | 3.0 | 0.0 | 0.0 | 3.0 |
| <i>Land mediation for resource projects</i> | 2.5 | 2.5 | 0.0 | 0.0 | 2.5 |
| <i>Juvenile Detention Facilities</i> | 2.0 | 2.0 | 0.0 | 0.0 | 2.0 |
| <i>Border Facilities Upgrade</i> | 1.0 | 1.0 | 0.0 | 0.0 | 1.0 |
| Meeting Obligations | 20.0 | 0.0 | 20.0 | 0.0 | 20.0 |
| <i>PBSS (police)</i> | 20.0 | 0.0 | 20.0 | 0.0 | 20.0 |
| Non-MTDS | 2.8 | 2.8 | 0.0 | 0.0 | 2.8 |
| <i>Leadership Tribunals</i> | 2.8 | 2.8 | 0.0 | 0.0 | 2.8 |
| Total | 81.3 | 36.3 | 45.0 | 0.0 | 81.3 |
| 2006 ADDITIONAL PRIORITY EXPENDITURE (NOVEMBER 2006) | | | | | |
| Law and Justice Sector | 25.0 | 0.0 | 25.0 | 0.0 | 25.0 |
| <i>Police Housing</i> | 25.0 | 0.0 | 25.0 | 0.0 | 25.0 |
| Total | 25.0 | 0.0 | 25.0 | 0.0 | 25.0 |
| 2007 ADDITIONAL PRIORITY EXPENDITURE (NOVEMBER 2006) | | | | | |
| Law and Justice infrastructure | 50.0 | 0.0 | 50.0 | 0.0 | 50.0 |
| Total | 50.0 | 0.0 | 50.0 | 0.0 | 50.0 |
| 2007 SUPPLEMENTARY BUDGET (OCTOBER 2007) | | | | | |
| Additions to Spending | 8.00 | 0.0 | 0.0 | 8.00 | 8.00 |
| <i>Outstanding Legal Fees</i> | 8.0 | 0.0 | 0.0 | 8.0 | 8.0 |
| District Infrastructure Funding | 89.0 | 0.0 | 0.0 | 89.0 | 89.0 |
| <i>District Law and Justice Program</i> | 89.0 | 0.0 | 0.0 | 89.0 | 89.0 |
| Public Infrastructure Maintenance Funds | 80.0 | 0.0 | 0.0 | 80.0 | 80.0 |
| <i>Law and Justice</i> | 80.0 | 0.0 | 0.0 | 80.0 | 80.0 |
| Total | 177.0 | 0.0 | 0.0 | 177.0 | 177.0 |
| Grand Total | 333.3 | 36.3 | 120.0 | 177.0 | 333.3 |

Source: Department of Treasury and Department of Finance

3.5 TRANSPORT SECTOR

The Transport Sector received a total of 16.6 per cent or K633.5 million in appropriation from the Supplementary Budgets. Of this, K215.5 million was spent, K140 million has been paid into Trust Accounts and K278 million is yet to be released. Details of the Additional

Expenditure for this Sector as appropriated under the Supplementary Budgets are shown in Table 39 below.

Table 39: Transport Sector Supplementary Budget Status

| | Appropriated | Spent | Paid Into Trust | Yet to be Released | Total |
|---|--------------|--------------|-----------------|--------------------|--------------|
| 2006 SUPPLEMENTARY BUDGET (AUGUST 2006) | | | | | |
| MTDS Priorities | 235.5 | 215.5 | 20.0 | 0.0 | 235.5 |
| <i>Highlands Highway</i> | 70.0 | 70.0 | 0.0 | 0.0 | 70.0 |
| <i>District Transport Inf. Project</i> | 44.5 | 44.5 | 0.0 | 0.0 | 44.5 |
| <i>Airport Rehabilitation</i> | 30.0 | 10.0 | 20.0 | 0.0 | 30.0 |
| <i>Gurney Airport</i> | 2.0 | 2.0 | 0.0 | 0.0 | 2.0 |
| <i>Road & Bridge Maintenance</i> | 22.0 | 22.0 | 0.0 | 0.0 | 22.0 |
| <i>Commodity Roads Improvement</i> | 20.0 | 20.0 | 0.0 | 0.0 | 20.0 |
| <i>ADB Navigational Aids</i> | 7.4 | 7.4 | 0.0 | 0.0 | 7.4 |
| <i>Gazelle Restoration</i> | 9.6 | 9.6 | 0.0 | 0.0 | 9.6 |
| <i>Gobe-Semberigi</i> | 10.0 | 10.0 | 0.0 | 0.0 | 10.0 |
| <i>Buka Ring Road</i> | 10.0 | 10.0 | 0.0 | 0.0 | 10.0 |
| <i>Napa Napa Road Link</i> | 5.0 | 5.0 | 0.0 | 0.0 | 5.0 |
| <i>District Vessels</i> | 5.0 | 5.0 | 0.0 | 0.0 | 5.0 |
| Total | 235.5 | 215.5 | 20.0 | 0.0 | 235.5 |
| 2006 ADDITIONAL PRIORITY EXPENDITURE (NOVEMBER 2006) | | | | | |
| Transport Sector | 76.0 | 0.0 | 76.0 | 0.0 | 76.0 |
| <i>Highlands Highway</i> | 35.0 | 0.0 | 35.0 | 0.0 | 35.0 |
| <i>National Roads</i> | 21.0 | 0.0 | 21.0 | 0.0 | 21.0 |
| <i>Provincial Roads</i> | 20.0 | 0.0 | 20.0 | 0.0 | 20.0 |
| Total | 76.0 | 0.0 | 76.0 | 0.0 | 76.0 |
| 2007 ADDITIONAL PRIORITY EXPENDITURE (NOVEMBER 2006) | | | | | |
| Transport Sector Infrastructure | 44.0 | 0.0 | 44.0 | 0.0 | 44.0 |
| <i>District Roads</i> | 20.0 | 0.0 | 20.0 | 0.0 | 20.0 |
| <i>Ports and jetties</i> | 14.0 | 0.0 | 14.0 | 0.0 | 14.0 |
| <i>Wewak airport</i> | 10.0 | 0.0 | 10.0 | 0.0 | 10.0 |
| Total | 44.0 | 0.0 | 44.0 | 0.0 | 44.0 |
| 2007 SUPPLEMENTARY BUDGET (OCTOBER 2007) | | | | | |
| Approved Programs | 21.00 | 0.0 | 0.0 | 21.00 | 21.00 |
| CAA | 21.0 | 0.0 | 0.0 | 21.0 | 21.0 |
| Major Improvements in Infrastructure | 257.0 | 0.0 | 0.0 | 257.0 | 257.0 |
| <i>Lae Roads</i> | 25.0 | 0.0 | 0.0 | 25.0 | 25.0 |
| <i>Lae Port</i> | 145.0 | 0.0 | 0.0 | 145.0 | 145.0 |
| <i>Wewak Wharf</i> | 37.0 | 0.0 | 0.0 | 37.0 | 37.0 |
| <i>Central City</i> | 30.0 | 0.0 | 0.0 | 30.0 | 30.0 |
| <i>Wewak Town Roads</i> | 10.0 | 0.0 | 0.0 | 10.0 | 10.0 |
| <i>Port Moresby Wharf</i> | 10.0 | 0.0 | 0.0 | 10.0 | 10.0 |
| Total | 278.0 | 0.0 | 0.0 | 278.0 | 278.0 |
| Grand Total | 633.5 | 215.5 | 140.0 | 278.0 | 633.5 |

Source: Department of Treasury and Department of Finance

3.6 INCOME EARNING OPPORTUNITY

The Income Earning Opportunity Sector received a total of 3.7 per cent or K140 million in appropriation from the Supplementary Budgets. Of this, K10 million was spent, K75 million has been paid into Trust Accounts and K55 million is yet to be released. Details of the Additional Expenditure for this Sector as appropriated under the Supplementary Budgets are shown in Table 40 below.

Table 40: Income Earning Opportunity Sector Supplementary Budget Status

| | Appropriated | Spent | Paid Into Trust | Yet to be Released | Total |
|---|--------------|-------------|-----------------|--------------------|--------------|
| 2006 SUPPLEMENTARY BUDGET (AUGUST 2006) | | | | | |
| MTDS Priorities | 25.0 | 10.0 | 15.0 | 0.0 | 25.0 |
| <i>Gas Project Business Develop.</i> | <i>15.0</i> | <i>0.0</i> | <i>15.0</i> | <i>0.0</i> | <i>15.0</i> |
| <i>Cocoa Pod Outbreak</i> | <i>10.0</i> | <i>10.0</i> | <i>0.0</i> | <i>0.0</i> | <i>10.0</i> |
| 2006 ADDITIONAL PRIORITY EXPENDITURE (NOVEMBER 2006) | | | | | |
| Agriculture Projects | 35.0 | 0.0 | 35.0 | 0.0 | 35.0 |
| Total | 35.0 | 0.0 | 35.0 | 0.0 | 35.0 |
| 2007 ADDITIONAL PRIORITY EXPENDITURE (NOVEMBER 2006) | | | | | |
| District markets | 20.0 | 0.0 | 20.0 | 0.0 | 20.0 |
| Agriculture Projects | 5.0 | 0.0 | 5.0 | 0.0 | 5.0 |
| Total | 25.0 | 0.0 | 25.0 | 0.0 | 25.0 |
| 2007 SUPPLEMENTARY BUDGET (OCTOBER 2007) | | | | | |
| Approved Programs | 40.0 | 0.0 | 0.0 | 40.0 | 40.0 |
| <i>NADP</i> | <i>40.0</i> | <i>0.0</i> | <i>0.0</i> | <i>40.0</i> | <i>40.0</i> |
| Additions to Spending | 15.0 | 0.0 | 0.0 | 15.0 | 15.0 |
| <i>Cocoa Pod Borer</i> | <i>12.0</i> | <i>0.0</i> | <i>0.0</i> | <i>12.0</i> | <i>12.0</i> |
| <i>Natl Forest Auth. - Impact Projects</i> | <i>3.0</i> | <i>0.0</i> | <i>0.0</i> | <i>3.0</i> | <i>3.0</i> |
| Total | 55.0 | 0.0 | 0.0 | 55.0 | 55.0 |
| Grand Total | 140.0 | 10.0 | 75.0 | 55.0 | 140.0 |

Source: Department of Treasury and Department of Finance

3.7 GAS EQUITY

The Government's contribution to Gas Equity totalled K500 million. This is 13 per cent of the total Supplementary Appropriation. These funds are now held in Trust Accounts with the Central Bank.

Table 41: Gas Equity Funding

| | Appropriated | Spent | Paid Into Trust | Yet to be Released | Total |
|---|--------------|------------|-----------------|--------------------|--------------|
| 2005 SUPPLEMENTARY BUDGET | | | | | |
| <i>Gas Pipeline Equity</i> | <i>400.0</i> | <i>0.0</i> | <i>400.0</i> | <i>0.0</i> | <i>400.0</i> |
| 2006 ADDITIONAL PRIORITY EXPENDITURE (NOVEMBER 2006) | | | | | |
| <i>Gas Project Equity</i> | <i>100.0</i> | <i>0.0</i> | <i>100.0</i> | <i>0.0</i> | <i>100.0</i> |
| Grand Total | 500.0 | 0.0 | 500.0 | 0.0 | 500.0 |

Source: Department of Treasury and Department of Finance

3.8 DEBT REPAYMENT

A total of 17 per cent or K647 million under the Supplementary Budget has been appropriated for Debt and Superannuation Liability Repayment. Of this amount, K100 million has been paid in 2006 and K547 million is to be paid before the end of the fiscal year 2007.

Table 42: Debt Repayment Status

| | Appropriated | Spent | Paid Into Trust | Yet to be Released | Total |
|---|--------------|--------------|-----------------|--------------------|--------------|
| 2006 ADDITIONAL PRIORITY EXPENDITURE (NOVEMBER 2006) | | | | | |
| <i>Debt repayment</i> | 100.0 | 100.0 | 0.0 | 0.0 | 100.0 |
| Total | 100.0 | 100.0 | 0.0 | 0.0 | 100.0 |
| 2007 SUPPLEMENTARY BUDGET (OCTOBER 2007) | | | | | |
| <i>Nambawan Super Limited</i> | 250.0 | 0.0 | 0.0 | 250.0 | 250.0 |
| <i>Debt repayment</i> | 297.0 | 0.0 | 0.0 | 297.0 | 297.0 |
| Total | 547.0 | 0.0 | 0.0 | 547.0 | 547.0 |
| Grand Total | 647.0 | 100.0 | 0.0 | 547.0 | 647.0 |

Source: Department of Treasury and Department of Finance

3.9 OTHERS

Under Others, a total of 19 per cent or K724.9 million has been appropriated for various outstanding Government one-off obligations, economic impact recurrent expenditure, maintenance, and other expenditure that supports the MTDS Priorities. Details of these transactions are shown in Table 43.

Table 43: Other Supplementary Budget Status.

| | Appropriated | Spent | Paid Into Trust | Yet to be Released | Total |
|--|--------------|--------------|-----------------|--------------------|--------------|
| 2006 SUPPLEMENTARY BUDGET (AUGUST 2006) | | | | | |
| MTDS Support | 22.0 | 22.0 | 0.0 | 0.0 | 22.0 |
| <i>Economic Projects Power Upgrade</i> | 8.0 | 8.0 | | | 8.0 |
| <i>Provincial Economic Impact</i> | 7.0 | 7.0 | | | 7.0 |
| <i>Rural Electrification</i> | 4.0 | 4.0 | | | 4.0 |
| <i>Economic Projects Water Upgrade</i> | 3.0 | 3.0 | | | 3.0 |
| Meeting Obligations | 112.8 | 112.8 | 0.00 | 0.0 | 112.8 |
| <i>Outstanding MOA projects</i> | 36.0 | 36.0 | | | 36.0 |
| <i>Sec Advance</i> | 20.0 | 20.0 | | | 20.0 |
| <i>Additional SSGs</i> | 19.0 | 19.0 | | | 19.0 |
| <i>Outstanding DDP</i> | 13.9 | 13.9 | | | 13.9 |
| <i>Outstanding BRF</i> | 10.0 | 10.0 | | | 10.0 |
| <i>Outstanding Court Orders</i> | 5.0 | 5.0 | | | 5.0 |
| <i>O/S SDDG</i> | 4.9 | 4.9 | | | 4.9 |
| <i>O/S DSG</i> | 4.0 | 4.0 | | | 4.0 |
| Non-MTDS | 49.08 | 48.58 | 0.00 | 0.00 | 49.08 |
| <i>District Treasury Rollout</i> | 22.0 | 22.0 | | | 22.0 |
| <i>Politicians Allowances</i> | 6.0 | 6.0 | | | 6.0 |

| | | | | | |
|---|---------------|---------------|-------------|--------------|---------------|
| <i>Manam Resettlement Requirements</i> | 4.0 | 4.00 | | | 4.0 |
| <i>Members Retirement Benefits</i> | 3.7 | 3.7 | | | 3.7 |
| <i>Col into Finance</i> | 3.7 | 3.7 | | | 3.7 |
| <i>Pacific Balanced Fund investigation</i> | 2.5 | 2.0 | | | 2.5 |
| <i>National Urbanisation Policy</i> | 2.45 | 2.45 | | | 2.45 |
| <i>Intra Govt Info system</i> | 1.5 | 1.5 | | | 1.5 |
| <i>Disabled Rehab Support</i> | 1.1 | 1.1 | | | 1.1 |
| <i>Events Council Overrun</i> | 0.69 | 0.69 | | | 0.69 |
| <i>Moruata House - Lift Modernisation</i> | 0.64 | 0.64 | | | 0.64 |
| <i>Moitaka Wildlife Feasibility Study</i> | 0.5 | 0.5 | | | 0.5 |
| <i>PAC Additional Funding</i> | 0.3 | 0.3 | | | 0.3 |
| Total | 183.88 | 183.38 | 0.0 | 0.0 | 183.88 |
| 2006 SUPPLEMENTARY BUDGET (NOVEMBER 2006) | | | | | |
| Water scoping Studies | 9.0 | 9.0 | | | 9.0 |
| Equity into SOEs | 130.0 | 130.0 | | | 130.0 |
| Public service sign on | 25.0 | 25.0 | | | 25.0 |
| Volcano victims | 20.0 | | 20.0 | | 20.0 |
| Total | 184.0 | 164.0 | 20.0 | 0.0 | 184.0 |
| 2007 ADDITIONAL PRIORITY EXPENDITURE (NOVEMBER 2006) | | | | | |
| District Finance Rollout | 30.0 | 30.0 | | 0.0 | 30.0 |
| NBC infrastructure | 21.0 | | 21. | 0.0 | 21.0 |
| Bougainville infrastructure | 20.0 | 20.0 | | 0. | 20.0 |
| Maintenance of Parliament | 10.0 | | 10.0 | 0.0 | 10.0 |
| Phasing of election | 30.0 | 30.0 | | 0.0 | 30.0 |
| Parliament one offs | 20.0 | 16.0 | | 4.0 | 20.0 |
| Total | 131.0 | 96.0 | 31.0 | 4.0 | 131.0 |
| 2007 SUPPLEMENTARY BUDGET (OCTOBER 2007) | | | | | |
| Approved Programs | 17.36 | 0.0 | 0.0 | 17.36 | 17.36 |
| <i>Provincial Disaster Fund</i> | 7.0 | | | 7.0 | 7.0 |
| <i>Maritime Boundary Project</i> | 5.0 | | | 5.0 | 5.0 |
| <i>Technical Rapid Response</i> | 3.0 | | | 3.0 | 3.0 |
| <i>Greenhouse Office</i> | 1.0 | | | 1.0 | 1.0 |
| <i>Office of Rural Development</i> | 0.75 | | | 0.8 | 0.8 |
| <i>Community Development</i> | 0.61 | | | 0.6 | 0.6 |
| Additions to Spending | 79.64 | 0.0 | 0.0 | 79.64 | 79.64 |
| <i>2007 National Election - cost overruns</i> | 15.0 | | | 15.0 | 15.0 |
| <i>Secretary's Advance</i> | 20.0 | | | 20.0 | 20.0 |
| <i>SSGs</i> | 15.0 | | | 15.0 | 15.0 |
| <i>Defence Force - New Uniforms</i> | 8.0 | | | 8.0 | 8.0 |
| <i>Court Orders</i> | 8.54 | | | 8.5 | 8.5 |
| <i>Murik Lakes Resettlement</i> | 2.1 | | | 2.1 | 2.1 |

| | | | | | |
|--|--------------|---------------|-------------|--------------|--------------|
| <i>Carteret Island Resettlement</i> | 2.0 | | | 2.0 | 2.0 |
| <i>Mirigini and Morata Haus Refurbishment</i> | 4.0 | | | 4.0 | 4.0 |
| <i>FMIP Funding Gap</i> | 2.0 | | | 2.0 | 2.0 |
| <i>Land Development Committee</i> | 3.0 | | | 3.0 | 3.0 |
| District Infrastructure Funding | 89.0 | 0.0 | 0.0 | 89.0 | 89.0 |
| <i>District Water Supply Program</i> | 89.0 | | | 89.0 | 89.0 |
| Major Improvements in Infrastructure | 40.0 | 0.0 | 0.0 | 40.0 | 40.0 |
| <i>Institutional Housing - pilot projects</i> | 10.0 | | | 10.0 | 10.0 |
| <i>Housing and Urbanisation - pilot projects</i> | 30.0 | | | 30.0 | 30.0 |
| Total | 226.0 | 0.0 | 0.0 | 226.0 | 226.0 |
| Grand Total | 724.9 | 443.38 | 51.0 | 230.0 | 724.9 |

Source: Department of Treasury and Department of Finance

3.10 TRUST ACCOUNTS TRANSACTIONS

The following table shows transactions for each Trust Account. The opening balance as at January 1 2007 totaled K968.4 million. During the fiscal year 2007, a total of K350 million as appropriated under the Additional Priority Expenditure in November 2006, has been transferred into these various Trust Accounts. Transactions out of these Trust Accounts totaled K46.6 million. The closing balance is estimated to be K1,272 million as at 23rd October 2007.

Table 44: Trust Accounts Transaction to 23rd October 2007

| | Total Appropriation | Opening Balance 1 Jan 07 | Credits | Debits | Closing Balance 23 Oct 07 |
|--|--------------------------------|---|----------------|---------------|--|
| Hospital & Healthcare Centre Rehab | 250.3 | 170.3 | 0.0 | 12.4 | 157.9 |
| Nurses Housing | 15.0 | 15.0 | 0.0 | 0.0 | 15.0 |
| Police Housing | 50.0 | 50.0 | 0.0 | 1.5 | 48.5 |
| Airports Infrastructure | 30.0 | 20.0 | 10.0 | 1.7 | 28.4 |
| Gas Project Dev & Com | 15.0 | 15.0 | 0.0 | 0.0 | 15.0 |
| Teachers PBSS | 45.1 | 45.1 | 0.0 | 0.0 | 45.2 |
| Police PBSS | 20.0 | 20.0 | 0.0 | 17.0 | 3.0 |
| Kubalia School | 2.0 | 2.0 | 0.0 | 0.0 | 2.0 |
| Highlands Highway | 35.0 | 35.0 | 0.0 | 0.0 | 35.0 |
| Transport Sector Infrastructure | 332.0 | 41.0 | 34.0 | 5.2 | 69.8 |
| Gas Equity | 100.0 | 500.0 | 0.0 | 0.0 | 500.0 |
| Agriculture Projects | 40.0 | 35.0 | 5.0 | 8.3 | 31.7 |
| Volcano Victims | 20.0 | 20.0 | 0.0 | 0.6 | 19.4 |
| Education Infrastructure | 230.0 | 0.0 | 150.0 | 0.0 | 150.0 |
| Higher Education Infrastructure | 50.0 | 0.0 | 50.0 | 0.0 | 50.0 |
| Law and Justice Sector Infrastructure | 130.0 | 0.0 | 50.0 | 0.0 | 50.0 |
| NBC | 21.0 | 0.0 | 21.0 | 0.0 | 21.0 |
| District Markets | 20.0 | 0.0 | 20.0 | 0.0 | 20.0 |
| National Parliament Infrastructure | 10.0 | 0.0 | 10.0 | 0.0 | 10.0 |
| Housing and Urbanisation Pilot Project | 40.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| District Support Improvement | 356.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Total | 1811.4 | 968.4 | 350.0 | 46.6 | 1272.0 |

Source: Department of Treasury and Department of Finance