

234 Department of Defence

(in Millions of Kina)

PIP No.	Project Title	5 Year Total	2009	2010	2011	2012	2013
2553	CAPITAL WORKS PROG	25.0	5.0	5.0	5.0	5.0	5.0
2902	CAP	80.2	20.2	20.0	20.0	20.0	
TOTAL CAPITAL PROJECTS		105.2	25.2	25.0	25.0	25.0	5.0
TOTAL		105.2	25.2	25.0	25.0	25.0	5.0

234 Department of Defence

AGENCY SUMMARY OF ALL PROJECTS

EXPENDITURE PROJECTIONS AND FINANCING REQUIREMENTS (K Millions)

PROJECT COST		2007 Actual	2008	5 Year Total	2009	2010	2011	2012	2013
DIRECT PROJECT COST									
Current Expenditure									
Personal Emoluments									
Current Transfers			6.0						
Goods and Other Services				8.5	1.7	1.7	1.7	1.7	1.7
Sub-Total			6.0	8.5	1.7	1.7	1.7	1.7	1.7
Capital Expenditure									
Capital Transfers									
Acquisition of Existing Assets									
Capital Formation				96.7	23.5	23.3	23.3	23.3	3.3
Sub-Total				96.7	23.5	23.3	23.3	23.3	3.3
A	TOT DIRECT PROJECT COST		6.0	105.2	25.2	25.0	25.0	25.0	5.0
Technical Assistance									
Project Preparation									
Equipment									
Advisory									
Training									
B	TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)			6.0	105.2	25.2	25.0	25.0	25.0	5.0
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
Loan									
Grant									
b) Self Generating Revenue									
a) Government Input				105.2	25.2	25.0	25.0	25.0	5.0
C	TOTAL DIRECT FINANCING			105.2	25.2	25.0	25.0	25.0	5.0
Technical Assistance									
D	TOTAL FINANCING (C+D)			105.2	25.2	25.0	25.0	25.0	5.0
FINANCING SOUGHT									
Direct Project Cost (A-C)			6.0						
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT			6.0						

PIP NUMBER: 2553

PROJECT NAME: CAPITAL WORKS PROGRAM

EXECUTING AGENCY: Department of Defence

PROJECT OBJECTIVIES:

The main objective of this project is to fund maintenance of defence operational equipment particularly the air wing equipments, land wing equipment and the sea wing equipments. The Government is keen in engaging and utilizing the expertise and equipments available within the PNG Defence Force.

PROJECT STATUS:

This is an on-going project and has proven to be progressing well with major improvement within the capabilities Department of PNGDF.

PROJECT COMPONENTS:

The Program was initiated to complement the existing government initiatives and also provide an enabling environment for other sectors to operate.

PROJECT LOCATION:

This particular project will cover all PNGDF units throughout the Nation and will include the three main Elements of the PNGDF. The Infrastructure maintenance within the Land, Air and Sea Elements of the PNG Defence Force.

PROJECT JUSTIFICATION:

The Department of Defence has shown commitment in implementing the PIP projects over the years by producing and submitting timely, quality reports. The inclusion of one new project is seen as critical to the improvement and economic recovery development through implementation of MTDS 2005-2010, which is in line with Government development priorities.

PROJECT CAPACITY:

The Department of Defence and the PNGDF have the capacity to implement and coordinate the program, through their Engineering Battalion. Other minor works could be out-sourced to small construction companies.

PROJECT BENEFICIARIES:

The project is expected to benefit all stakeholders in the various initiatives of the government. It will reduce costs associated with transportation, improve implementation performance and other areas concerned with transportation, logistics management and implementation.

PROJECT SUSTAINABILITY

The Program has been implemented according to set guidelines as set out in the MOU to ensure that issues of ownership and appropriate sustainability measures and initiatives are established so activities are continued and further developed after the project term expires.

2553 CAPITAL WORKS PROGRAM

ESTIMATED TOTAL PROJECT COST 6,000.0 ESTIMATED DURATION OF THE PROJECT 3.0 Years

EXPENDITURE PROJECTION AND FINANCING REQUIREMENTS (K'000)

PROJECT COST		2007 Actual	2008 Budget	5 Year Total	2009	2010	2011	2012	2013
DIRECT PROJECT COST									
Current Expenditure									
Personal Emoluments									
Goods and Other Services				8,500.0	1,700.0	1,700.0	1,700.0	1,700.0	1,700.0
Current Transfers			6,000.0						
Sub-Total			6,000.0	8,500.0	1,700.0	1,700.0	1,700.0	1,700.0	1,700.0
Capital Expenditure									
Acquisition of Existing Assets									
Capital Formation				16,500.0	3,300.0	3,300.0	3,300.0	3,300.0	3,300.0
Capital Transfers									
Sub-Total				16,500.0	3,300.0	3,300.0	3,300.0	3,300.0	3,300.0
A	TOT DIRECT PROJECT COST		6,000.0	25,000.0	5,000.0	5,000.0	5,000.0	5,000.0	5,000.0
Technical Assistance									
Project Preparation									
Advisory									
Training									
Equipment									
B	TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)			6,000.0	25,000.0	5,000.0	5,000.0	5,000.0	5,000.0	5,000.0
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
a) Government Input				25,000.0	5,000.0	5,000.0	5,000.0	5,000.0	5,000.0
b) Self Generating Revenue									
Loan									
Grant									
C	TOTAL DIRECT FINANCING			25,000.0	5,000.0	5,000.0	5,000.0	5,000.0	5,000.0
Technical Assistance									
D	TOTAL FINANCING (C+D)			25,000.0	5,000.0	5,000.0	5,000.0	5,000.0	5,000.0
FINANCING SOUGHT									
Direct Project Cost (A-C)			6,000.0						
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT			6,000.0						

CURRENT DONOR INVOLVEMENT

Nil.

POTENTIAL DONOR INVOLVEMENT

Nil.

2009 Budget Votes for this PIP are :-

23418015209 CAPITAL WORKS PROGRAM

PIP NUMBER: 2902

PROJECT NAME: CIVIC ACTION PROGRAM

EXECUTING AGENCY: Department of Defence

PROJECT OBJECTIVIES:

The main object ive of this project is to engage the PNGDF Engineering Battalion into civic action program by constructing a road network that will link the Western Highlands and the Madang Province.

PROJECT COMPONENTS:

The PNGDF Civic Action Program is aimed at aligning the Defence Corporate Plan to the MTDS and at the same time building capacity within the PNGDF and providing infrastructure access to encourage market economy thus leading to the promotion of income earning opportunities. Finally to construct a national road network linking the Western Highlands and Madang Province.

PROJECT LOCATION:

The project will be located in Banz (Kerowil) in the Western Highlands Province and will gradually move to the Madang Province.

PROJECT JUSTIFICATION:

The Defence Corporate Plan 2007-2011 which is the key strategy document that links the management of the PNG Defence Organisation, with the Government's Medium Term Development Strategy (MTDS) and the Defence reform agenda that outlines the strategy to develop those military capabilities required to meet the Nation's medium term security challenges.

PROJECT CAPACITY:

The PNGDF Engineering Battlion has the capacity to implement the project however some other minor works will be out-sourced to smaller contractors to encourage income earning opportunities to local or small scale business.

PROJECT BENEFICIARIES:

The direct beneficiaries of this project will be the people of WHP and Madang respectively. The PNGDF will also benefit as it will assist through the project by building and strengthening their capacity.

PROJECT SUSTAINABILITY

The PNGDF Engineering Battlion have the capacity to implement the program. The have established an Engineering Base in Kerowil in the Western Highland Province which will be the base of the construction site.

2902 CIVIC ACTION PROGRAM

ESTIMATED TOTAL PROJECT COST 12,180.0 ESTIMATED DURATION OF THE PROJECT 5.0 Years

EXPENDITURE PROJECTION AND FINANCING REQUIREMENTS (K'000)

PROJECT COST		2007 Actual	2008 Budget	5 Year Total	2009	2010	2011	2012	2013
DIRECT PROJECT COST									
Current Expenditure									
Personal Emoluments									
Goods and Other Services									
Current Transfers									
Sub-Total									
Capital Expenditure									
Acquisition of Existing Assets									
Capital Formation				80,180.0	20,180.0	20,000.0	20,000.0	20,000.0	
Capital Transfers									
Sub-Total				80,180.0	20,180.0	20,000.0	20,000.0	20,000.0	
A	TOT DIRECT PROJECT COST			80,180.0	20,180.0	20,000.0	20,000.0	20,000.0	
Technical Assistance									
Project Preparation									
Advisory									
Training									
Equipment									
B	TOT TECHNICAL ASSISTANCE								
	TOTAL PROJECT COST (A+B)			80,180.0	20,180.0	20,000.0	20,000.0	20,000.0	
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
a) Government Input				80,180.0	20,180.0	20,000.0	20,000.0	20,000.0	
b) Self Generating Revenue									
Loan									
Grant									
C	TOTAL DIRECT FINANCING			80,180.0	20,180.0	20,000.0	20,000.0	20,000.0	
Technical Assistance									
D	TOTAL FINANCING (C+D)			80,180.0	20,180.0	20,000.0	20,000.0	20,000.0	
FINANCING SOUGHT									
Direct Project Cost (A-C)									
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT									

CURRENT DONOR INVOLVEMENT

Nil.

POTENTIAL DONOR INVOLVEMENT**2009 Budget Votes for this PIP are :-**

23418015214 CIVIC ACTION PROGRAM