

557 PNG National Forest Authority

(in Millions of Kina)

PIP No.	Project Title	5 Year Total	2009	2010	2011	2012	2013
2366	RIM	14.0	6.0	6.0	2.0		
2676	IMPACT PROJECTS FAC	3.6	1.2	1.2	1.2	1.2	
TOTAL CAPACITY BUILDING PROJECTS		17.6	7.2	7.2	3.2	1.2	
TOTAL		17.6	7.2	7.2	3.2	1.2	

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			1.0	4.8	1.2	1.2	1.2	1.2	
Goods and Other Services				14.0	6.0	6.0	2.0		
Sub-Total			1.0	18.8	7.2	7.2	3.2	1.2	
Capital Expenditure									
Capital Transfers									
Acquisition of Existing Assets									
Capital Formation									
Sub-Total									
A	TOT DIRECT PROJECT COST		1.0	18.8	7.2	7.2	3.2	1.2	
Technical Assistance									
Equipment									
Project Preparation									
Advisory									
Training									
B	TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)			1.0	18.8	7.2	7.2	3.2	1.2	
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
Loan									
Grant									
b) Self Generating Revenue									
a) Government Input			1.0	17.6	6.0	7.2	3.2	1.2	
C	TOTAL DIRECT FINANCING		1.0	17.6	6.0	7.2	3.2	1.2	
Technical Assistance									
D	TOTAL FINANCING (C+D)		1.0	17.6	6.0	7.2	3.2	1.2	
FINANCING SOUGHT									
Direct Project Cost (A-C)				1.2	1.2				
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT				1.2	1.2				

PIP NUMBER: 2366

PROJECT NAME: RESOURCE INVENTORY AND MONITORING

EXECUTING AGENCY: PNG National Forest Authority

PROJECT OBJECTIVIES:

The objective of this project is to sustain the forest resource and at the same time provide some predictable estimate to the forest resources. This will then be intergrated into the Forest Management Plan, including the conservation and habitat value of the forest.

PROJECT STATUS:

The project has come to a halt in the last two years due to lack of funding but will continue its implementation in 2009.

PROJECT COMPONENTS:

The components to the project are:(1) Resource Inventory; (2) Resource Allocation and Development; (3)Natural Forest Regeneration; (4)Forest Plantation Development; and (5) Resource Acquisition.

PROJECT LOCATION:

The project will cover the entire country.

PROJECT JUSTIFICATION:

Papua New Guinea has about 28 million hectares of tropical forest, the third largest tropical forest in the world. Forthy percent of PNG's forests are considered exploitable for timber production with current technology. Forest as an economic resource has earned the country millions of Kina. The National Forest Inventory is a requirement under the Forestry Act, Section 47(2)(b).

PROJECT BENEFICIARIES:

The resource owners and the country as a whole in terms of exports revenue.

PROJECT SUSTAINABILITY

PNGFA will be better off with the transfer of skills and technology.

2366 RESOURCE INVENTORY AND MONITORING

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 Bugdet	5 Year Total	2009	2010	2011	2012	2013
DIRECT PROJECT COST									
Current Expenditure									
Personal Emoluments									
Goods and Other Services				14,000.0	6,000.0	6,000.0	2,000.0		
Current Transfers									
Sub-Total				14,000.0	6,000.0	6,000.0	2,000.0		
Capital Expenditure									
Acquisition of Existing Assets									
Capital Formation									
Capital Transfers									
Sub-Total									
A	TOT DIRECT PROJECT COST			14,000.0	6,000.0	6,000.0	2,000.0		
Technical Assistance									
Project Preparation									
Advisory									
Training									
Equipment									
B	TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)				14,000.0	6,000.0	6,000.0	2,000.0		
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
a) Government Input				14,000.0	6,000.0	6,000.0	2,000.0		
b) Self Generating Revenue									
Loan									
Grant									
C	TOTAL DIRECT FINANCING			14,000.0	6,000.0	6,000.0	2,000.0		
Technical Assistance									
D	TOTAL FINANCING (C+D)			14,000.0	6,000.0	6,000.0	2,000.0		
FINANCING SOUGHT									
Direct Project Cost (A-C)									
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT									

CURRENT DONOR INVOLVEMENT

There is currently no donor involvement but the National Government.

POTENTIAL DONOR INVOLVEMENT

There is currently no potential for donor involvement.

2009 Budget Votes for this PIP are :-

55731022212 RESOURCE INVENTORY AND MONITORING

PIP NUMBER: 2676

PROJECT NAME: IMPACT PROJECTS FACILITATION

EXECUTING AGENCY: PNG National Forest Authority

PROJECT OBJECTIVIES:

The overall development objective of the project is to ensure that forestry as an economic sub-sector contributes to the national revenue generation drive through the logging projects.

PROJECT STATUS:

Out of the 10 projects identified in the country, seven (7) have been implemented already.

PROJECT COMPONENTS:

The project will facilitate and assist in creating an enabling environment for the project developers in the 10 Forest Management Areas (FMAs) to successfully implement the large forestry projects around the country. These FMAs include, Asengseng Consolidated, Rottock Bay Consolidated, Cloudy Bay, Kamulo Doso, Amanab Blocks 5 & 6 Ramu Block 1, East Pangia Project, Aitape Consolidated, East Awin and Amanab Blocks 1 - 4.

PROJECT LOCATION:

The project will be coordinated at the PNG Forest headquarters in Port Moresby, NCD. This project will support the implementation of 10 impact projects at the Forest Management Areas (FMAs) around the country.

PROJECT JUSTIFICATION:

The development of the impact projects is the national government's initiative to support its export driven economic policy to rescue the ailing economy of the country. Hence this project will facilitate for successful implementation of the large forestry projects and thus increase the country's export earnings.

PROJECT CAPACITY:

The PNG Forestry Authority in collaboration with relevant stakeholders of the project will ensure successful implementation of the project.

PROJECT BENEFICIARIES:

The landowners will directly benefit from the project through the project development benefits and royalties.

PROJECT SUSTAINABILITY

It is anticipated that the project will be supported through the National Government budgetary support as well as recurrent expenditure under the PNG Forestry Authority.

2676 IMPACT PROJECTS FACILITATION

ESTIMATED TOTAL PROJECT COST 2,000.0 ESTIMATED DURATION OF THE PROJECT 2.0 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			1,000.0	4,800.0	1,200.0	1,200.0	1,200.0	1,200.0	
Sub-Total			1,000.0	4,800.0	1,200.0	1,200.0	1,200.0	1,200.0	
Capital Expenditure									
Acquisition of Existing Assets									
Capital Formation									
Capital Transfers									
Sub-Total									
A	TOT DIRECT PROJECT COST		1,000.0	4,800.0	1,200.0	1,200.0	1,200.0	1,200.0	
Technical Assistance									
Project Preparation									
Advisory									
Training									
Equipment									
B	TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)			1,000.0	4,800.0	1,200.0	1,200.0	1,200.0	1,200.0	
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
a) Government Input			1,000.0	3,600.0		1,200.0	1,200.0	1,200.0	
b) Self Generating Revenue									
Loan									
Grant									
C	TOTAL DIRECT FINANCING		1,000.0	3,600.0		1,200.0	1,200.0	1,200.0	
Technical Assistance									
D	TOTAL FINANCING (C+D)		1,000.0	3,600.0		1,200.0	1,200.0	1,200.0	
FINANCING SOUGHT									
Direct Project Cost (A-C)				1,200.0	1,200.0				
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT				1,200.0	1,200.0				

CURRENT DONOR INVOLVEMENT

This project is fully funded by the National Government, thus, no donor involvement.

POTENTIAL DONOR INVOLVEMENT

There is no potential for other donors bu GoPNG.

2009 Budget Votes for this PIP are :-

55731022214 IMPACT PROJECTS FACILITATION