

EXPLANATORY NOTES FOR MEMBERS OF THE NATIONAL PARLIAMENT

APPROPRIATION (GENERAL PUBLIC SERVICES EXPENDITURE 2014) BILL 2013

The purpose of the *Appropriation (General Public Services Expenditure 2014) Bill 2013* is to appropriate a sum of K20,613,703,700 for expenditure for the year ending 31 December 2014 as required under Section 209(2)(c) of the Constitution as amended.

This Bill is an initiation of formalising the process that amalgamates the former Recurrent and Development Budgets to form a consolidated National Budget. The National Budget will hereafter be referred to as "*General Public Service Expenditure*" and shall compose of the following:

- (a) The former Recurrent Budget will hereafter be referred to as '*Operational Expenditure*'. This expenditure funds the Government Public Service in performing its ongoing activities which consists of 'Personnel Emoluments' and 'Goods and Services' expenditure.
- (b) The former Development Budget will hereafter be referred to as '*Capital Expenditure*'. This expenditure is made up of direct Government funding, estimated concessional loans, estimated donor grants and infrastructure tax credits.

This Bill will establish total appropriations in 2014 of **K20,613,703,700**, of which operational expenditure is **K13,360,819,000** comprising of:

- (a) Acquisition of Existing Assets K 13,237,400
- (b) Capital Formation K 235,860,650
- (c) Financial Costs K 6,288,285,230
- (d) Goods & Services K 1,694,217,420
- (e) Grants Subsidies & Transfers K 2,452,618,580
- (f) Personnel Emoluments K 2,048,498,310

This Bill will also establish total appropriations in 2014 as capital expenditure for Development Projects funding of **K7,470,603,000**, comprising:

- (a) Direct Government financing of K 4,914,620,000,
- (b) Infrastructure tax credits of K 130,000,000,
- (c) Estimated concessional loans of K 895,983,000,
- (d) Estimated donor grants of K1,530,000,000.

The *Appropriation (General Public Services Expenditure 2014) Bill 2013* has One Part covering Fourteen sections.

Section One - Allows the Secretary of Treasury to issue K 20,613,703,700 out of the Consolidated Revenue Fund for the ordinary purposes of the Public Service (operational expenditure) and Development Projects (capital expenditure). This section requires the prior authorisation of the Minister for Treasury. In practice, this authorisation will likely occur before 31 December 2013 in

order that the ordinary activities of the Public Service and Development Projects can commence on 1 January 2014.

Section Two – Establishes that the ordinary activities of the Public Service under Operational expenditure and Development Projects to be undertaken from Capital expenditure are defined as per the Budget Books and Budget Speech publications.

In expanding on Government capital expenditure this section further provides that additional donor grants received during the Budget year, may be issued out of the Consolidated Revenue Fund. This section effectively allows the donor grants element of the budget to increase.

The section concludes by providing that appropriations for concessional loans and donor grants will lapse if the funding expected to be received from donors or concessional loans is not received.

Section Three – Identifies the circumstances under which transfers from the Secretary's Advance held under operational expenditure (Division 207) may be made. The 2014 Budget proposes increasing the Secretary's Advance to K100 million, an increase of K60 million over the 2013 appropriation.

The section has been amended to prevent increases of the Secretary's Advance appropriation except by a new appropriation by the Parliament. Previously, the Appropriation Acts have not prevented transfers from other Divisions into the Secretary's Advance. This increased funding was then available for reallocation to other Divisions. This ensures that only amounts appropriated by the Parliament to the Secretary's Advance are available for reallocation.

Section Four – Identifies the circumstances under which the Secretary of Treasury may authorize transfers between and among activities, through the operational and capital expenditures identified in the Budget Documents. The section recognizes that during the Budget year circumstances may change necessitating a reallocation of funding within and between activities. To enhance Ministerial oversight of agencies, all requests must be approved by the relevant Minister.

This section will not apply to money appropriated in operational expenditure for the purposes of Division 207 "Treasury and Finance Miscellaneous" or Division 299 "Debt Services". Funding for these divisions has been appropriated for specific purposes which are fundamental to the function of Government and should not be available for reallocation.

The section also limits total reallocations of appropriations made under this section to ten (10) per cent of the gross of aggregate 'Operational Expenditure' plus the direct financing component of total capital expenditure. Ten (10) percent of Government gross appropriations as a part of the total 'General Public Service Expenditure'.

Section Five – This section identifies through a schedule to the Act, the content of Division 207, held under Operational expenditure the circumstances under which the Treasurer may transfer funds for other purposes. This recognises that funding for division 207 has been appropriated for specific purposes which are fundamental to the function of Government and should not be available for reallocation.

The section requires that the Treasurer publish a notice on the the Department of Treasury Website identifying the amount of any transfer, the relevant Divisions the transfers took place between and the purpose of the transfer.

Section Six - Identifies the circumstances under which the Minister for Treasury may direct transfers between capital expenditure activities for development projects identified in the Budget Books. The section recognizes that during the Budget year project circumstances may change necessitating a reallocation of funding. Transfers may only occur to projects which are included in the Budget Books. This serves to limit the capacity for funding to be spent only on projects which were are approved by Parliament

Section Seven –identifies the circumstances under which the Secretary of Treasury may authorize transfers between projects identified in the Bill that are funded by donor grants. The section recognizes that during the Budget year project circumstances of activities held under capital expenditure may change necessitating a reallocation of funding within and between projects. For example, an underperforming project might have its funding reduced in favour of a more effectively delivered project.

The section seeks to limit the reallocation of funding under Capital expenditure to prioritised implementation whose component requires the approval of the donor (providing the grant) before any transfer can occur. The section also requires the endorsement of the Secretary of Treasury that the transfer is critical, unforeseen and necessary for the delivery of essential services to the people of PNG.

Section Eight – Identifies the circumstances under which the Treasurer may authorize transfers between activities under Capital Expenditure identified in the Bill that are funded by concessional loans. The section seeks to prevent transfers to loans which have not previously been approved by the Parliament.

For example, the section would prevent drawdown of a loan entered into in the Budget year as this loan would not be identified in the relevant budget book.

Section Nine- Identifies the circumstances under which transfers from Division 299 (Debt Services) under operational expenditure might occur. The Section recognizes that interest, fees and charges may be lower than forecast due to variations in the level of Government debt. Such variations may lead to savings that could be transferred to other priority performing activities to avoid agencies exceeding their appropriations.

Due to the magnitude of the appropriations (and potential savings) it is prudent to place strict controls on the extent of any transfers.

In the event that actual expenses are lower than forecast at Budget the section works to define the circumstances under which transfers to other Divisions are permitted. This section also includes a requirement for the Treasurer to publish a notice on the Department of Treasury website of intention to transfer funds before any transfer occurs.

Section Ten – Provides the Secretary of Treasury with the authority to delegate his powers under Section 3 and 4 of the Bill concerning both operational and capital expenditure to an officer in the Department of Treasury.

Section Eleven – Recognises that from time to time the Government will transfer activities between agencies. The Section works to ensure that relevant appropriations are also transferred.

Section Twelve – Requires the publication of a monthly report detailing all transfers within and between activities for both operational and capital expenditure, excluding donor grants application and loan drawdowns. The report will be published on the Department of Treasury website.

The report shall identify the following matters:

1. The Division Number and Name;
2. The Initial Appropriation for the Division;
3. The Current Appropriation for the Division;
4. Warrants released for the Division in the relevant month
5. Total Warrants released for the Division for the year to date;
6. The Expenditure of the Division in the relevant month;
7. Total Expenditure of the Division in the relevant month; and
8. An explanation of changes in the value of Current Appropriation for the Division.

Section Thirteen - Requires that a copy of each direction made under Sections 3, 4, 5, 6, 7, 8 or 9 shall be provided to the Auditor General at the conclusion of each quarter of the Financial year

Section Fouteen - Identifies how expenditure appropriated to trust accounts will be treated. This section is most relevant to the treatment of such funding provided for the Provincial Services Improvement Program (PSIP) or the different Umberella Benefit Sharing Agreements (UBSA)..

No. 407 of 2013.

Appropriation (General Public Services Expenditure 2014) Bill 2013.



A BILL

for

AN ACT

entitled

Appropriation (General Public Services Expenditure 2014) Bill 2013,

Being an Act to appropriate out of the Consolidated Revenue Fund a sum for the General Public Service for operational and capital expenditure for the year ending 31 December 2014,

MADE by the National Parliament.

1. GRANT OF K 20,613,703,700.

Subject to authorisation from the Minister for Treasury, the Secretary for Treasury may issue out of the Consolidated Revenue Fund and apply for the activities of the General Public Service for the year ending 31 December 2014 the sum of **20,613,703,700**, consisting of:

(a)	Operational Expenditure	K13,143,100,700; and
(b)	Capital Expenditure	K 7,460,603,000 –
	(i) direct Government financing of	K 4,904,620,000; and
	(ii) infrastructure tax credits of	K 130,000,000; and
	(iii) concessional loans of	K 895,903,000; and
	(iv) donor grants of	K 1,530,000,000.

2. APPROPRIATION.

(1) Sums granted by this Act out of the Consolidated Revenue Fund for the financial year ending 31 December 2014 are appropriated for the activities of the agencies listed in the Schedule of this Act in the financial year ending 31 December 2014.

(2) For the purposes of identifying the activities of agencies referred to in this Act, Parts 1 and 2 of Volume 2 of the 2014 Budget Books may be considered relevant documents.

(3) For the purpose of identifying the capital expenditures referred to in this Act, Parts 1 and 2 of Volume 2 and Volume 3 of the 2014 Budget Publications are to be considered relevant documents.

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(4) Where additional donor grants are received in the year ending 31 December 2014, they may be issued out of the Consolidated Revenue Fund and appropriated to capital expenditures with the approval of the Treasurer.

(5) In the event that amounts appropriated for either donor grants or concessional loans are not received from the respective donors in the year ending 31 December 2014, these appropriations may not be issued from the Consolidated Revenue Fund and will lapse.

3. ADJUSTMENT OF APPROPRIATION THROUGH THE SECRETARY'S ADVANCE FOR NEW ACTIVITIES AND BETWEEN ACTIVITIES.

(1) The Secretary for Treasury may direct the reallocation of the appropriation entitled "Secretary's Advance" which is appropriated to Division 207 – Treasury and Finance Miscellaneous for any activity under Operational and Capital Expenditure.

(2) Reallocation of the Appropriation under "Secretary's Advance" may occur where the following conditions are met:

- (a) there is insufficient or no appropriation to meet expenditure for an activity within the operational and capital budget, and
- (b) the reallocation of appropriation is supported by the Minister responsible for the agency implementing the activity; and
- (c) the reallocation of appropriation is urgent and was unforeseen at the time of making this Act; and
- (d) the reallocation of appropriation is necessary for the delivery of essential services to the People of Papua New Guinea; and
- (e) the total Appropriation reallocated does not exceed the aggregate of the net appropriation for the Secretary's Advance.

(3) Unexpended appropriations for activities within the operational budget may be reallocated to any Government activity, or activities of the National Parliament or Judiciary within the operational budget.

(4) The Appropriation for "Secretary's Advance" may only be increased by Parliament.

4. ADJUSTMENT OF APPROPRIATION BETWEEN ACTIVITIES.

(1) With the exception of the matters referred to under Subsections 1, 2 and 3, the Secretary for Treasury may direct the reallocation of any unexpended appropriation for an activity under this Act to appropriations for other activities under this Act.

(2) Reallocation of Appropriation may only occur where the following conditions are met:

- (a) there is insufficient or no appropriation to meet expenditure for an activity; and
- (b) the reallocation of appropriation is requested by the Minister responsible for the agency implementing the activity; and

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- (c) the reallocation of appropriation is urgent; and the reallocation of appropriation is unavoidable; and
- (d) the reallocation of appropriation was unforeseen at the time of making this Act; and
- (e) the reallocation of appropriation is necessary for the delivery of essential services to the People of Papua New Guinea.

(3) Subject to the exceptions outlined in this Section, the total amount of reallocated appropriation authorised under this section shall not exceed a sum K 1,830,243,970 or ten per cent of the total appropriation of operational expenditure plus the aggregate of the direct financing component of capital expenditures, made under this Act.

(4) An amount appropriated for an activity under Division 207 that is to be transferred either to a trust account or to the agency responsible for conducting the activity for which the amount is appropriated will not count towards the limit identified in this Section.

(5) an amount transferred between agencies under Section 5 will not count towards the limit identified in this Section.

(6) This section does not apply to appropriations made for the purposes of “Division 207 – Treasury and Finance Miscellaneous” or to “Division 299 – Debt Servicing”.

5. DIVISION 207 – TREASURY AND FINANCE MISCELLANEOUS.

(1) The Treasurer may in exceptional circumstances direct the reallocation of funding held in Division 207 Treasury and Finance Miscellaneous for other purposes.

(2) Only the Treasurer may direct the reallocation of Appropriations for activities identified in Schedule 1 of this Act.

(3) The Treasurer must publish in the Department of Treasury Website a notice identifying the amount of the proposed transfer, the relevant divisions and the purpose of the transfer.

(4) The Treasurer may not delegate the powers provided by this section.

6. ADJUSTMENT OF APPROPRIATION FOR DIRECTLY FINANCED CAPITAL EXPENDITURES.

(1) The Secretary for Treasury may direct the reallocation of any unexpended appropriation for directly financed capital expenditure included in Part 1 and Part 2 of Volume 2 of the 2014 Budget Publications, to other capital expenditure included in Parts 1 and 2 of Volume 2 of the 2014 Budget Publications, where –

- (a) there is insufficient or no appropriation to meet capital expenditure activities; and

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- (b) the reallocation is supported by the Agency Head, responsible for the agency implementing the capital expenditure activities; and
- (c) the reallocation of appropriation is urgent and was unforeseen at the time of making this Act and is necessary for the delivery of essential services to the People of Papua New Guinea.

(2) the total amount of all reallocations authorised under this section shall not exceed the sum of K 491,620,000 or 10 per cent of total directly financed capital expenditures.

7. ADJUSTMENT OF APPROPRIATION FOR CAPITAL EXPENDITURE FUNDED BY GRANTS.

The Secretary for Treasury may direct the reallocation of any unexpended appropriation for a capital expenditure activity identified in Parts 1 and 2 of Volume 2 of the 2014 Budget Publications to other capital expenditure activities identified in that volume of the Budget Publications where –

- (a) there is insufficient or no appropriation to meet expenditure for a capital expenditure activity; and
- (b) the transfer is requested by the donor providing the grant; and
- (c) the Secretary for Treasury agrees the need for reallocation of appropriation is urgent and was unforeseen at the time of making this Act and is necessary for the delivery of essential services to the People of Papua New Guinea.

8. ADJUSTMENT OF APPROPRIATIONS FOR CAPITAL EXPENDITURES FUNDED FROM CONCESSIONAL LOANS.

The Secretary for Treasury may direct the reallocation of any unexpended appropriation for a capital expenditure activity funded from a concessional loan to another capital expenditure activity included in Part 1 and 2 of Volume 2 of the 2014 Budget Publications and funded by a concessional loan where –

- (a) there is insufficient or no appropriation to meet expenditure for that other capital expenditure activity; and
- (b) the reallocation is supported by the Agency Head responsible for the agency implementing the capital expenditure activity; and
- (c) the Secretary for Treasury agrees the need for reallocation of appropriation is urgent and was unforeseen at the time of making this Act and is necessary for the delivery of essential services to the People of Papua New Guinea.

9. REALLOCATION OF AMOUNTS FROM DIVISION 299 – DEBT SERVICING

(1) The Treasurer may authorise the reallocation of any unexpended appropriation for interest, fees or charges held under Division 299. This reallocation may only be for activities identified in Division 207.

(2) Reallocation of Appropriation is permitted to only occur after the following conditions are met:

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- (a) reallocation of Appropriation may only occur to the extent that projections of interest, fees or charges for the 2014 year published in the Mid Year Economic and Fiscal Outturn Report are lower than the projections of interest, fees or charges for the 2014 year published in Volume 1 of the 2014 Budget Books; and
- (b) the Treasurer publishes a notice in the Department of Treasury website identifying the amount reallocated from Division 299, the circumstances justifying the reallocation and the remaining balance of the Division.

(3) The total amount of reallocation of appropriations for interest, fees or charges shall not exceed 5 percent of the total appropriation for these items or a sum of K37,575,000.

(4) The Treasurer may not delegate the authority to reallocate unexpended appropriations held under Division 299.

10. DELEGATION OF POWERS.

The Secretary for Treasury may, by written instrument delegate the powers provided under Sections 3 and 4 of this Act to a permanently appointed public servant in the Department of Treasury holding the position of Deputy Secretary.

11. TRANSFER OF ACTIVITIES BETWEEN AGENCIES.

Where an activity is transferred from one agency to another, the authority conferred by Section 3 and 4 extends to the reallocation or transfer of the remaining appropriation for that activity to the agency now responsible for the activity.

12 DIRECTIONS TO BE PUBLISHED

The Secretary for Treasury shall publish a monthly report of all transfers made under this Act on the Department of the Treasury website and the report shall identify the following matters:

- (a) the Division Number and Name; and
- (b) the Initial Appropriation for the Division; and
- (c) the Current Appropriation for the Division; and
- (d) warrants released for the Division in the relevant month; and
- (e) total Warrants released for the Division for the year to date; and
- (f) the Expenditure of the Division in the relevant month; and
- (g) total Expenditure of the Division for the year to date; and
- (h) an explanation of changes in the value of Current Appropriation for the Division.

13 DIRECTION TO BE AVAILABLE TO AUDITOR-GENERAL.

A copy of each direction under Sections 3, 4, 5, 6, 7 and 8 shall be made available to the Auditor General at the conclusion of each quarter of the financial year ending 31 December 2014.

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14. DIRECTION FOR EXPENDITURE APPROPRIATED TO TRUSTS.

(1) K329,200,000 of the amount appropriated in this Act is to be immediately transferred to the Trust Accounts identified for the approved capital expenditures expressed in Schedule 2.

(2) Where a Trust Account specified in Schedule 2 does not exist, a new trust account is to be established by the Minister for Finance under Section 15 of the ***Public Finances (Management) Act 1995*** and the transfer is to take place immediately on the establishment of the Trust Account.

(3) In the event that the amounts expressed in Schedule 2 are not transferred, the appropriation will lapse and the amounts will be returned to the Consolidated Revenue Fund.

(4) These funds cannot be utilized, transferred or reallocated for any other purpose.

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SCHEDULE 1

National Budget Estimates of Expenditure for the Year Ending 31 December 2014

Division	Summary	
202	Office of Governor-General	4,706,500
	Operational Expenditure	4,706,500
	Capital Expenditure	-
203	Department of Prime Minister & NEC	189,336,200
	Operational Expenditure	80,721,200
	Capital Expenditure	108,615,000
204	National Statistical Office	6,008,100
	Operational Expenditure	6,008,100
	Capital Expenditure	-
205	Office of Bougainville Affairs	3,293,700
	Operational Expenditure	3,293,700
	Capital Expenditure	-
206	Department of Finance	52,326,200
	Operational Expenditure	27,879,200
	Capital Expenditure	24,447,000
207	Treasury & Finance Miscellaneous	1,565,693,800
	Operational Expenditure	1,565,693,800
	Capital Expenditure	-
208	Department of Treasury	220,498,500
	Operational Expenditure	25,012,500
	Capital Expenditure	195,486,000
209	Office of the Registrar for Political Parties	7,472,300
	Operational Expenditure	7,472,300
	Capital Expenditure	-
211	PNG Customs Service	63,498,200
	Operational Expenditure	45,498,200
	Capital Expenditure	18,000,000
212	Information Technology Division	19,778,800
	Operational Expenditure	19,778,800
	Capital Expenditure	-
213	Fire Services	22,616,400
	Operational Expenditure	17,616,400
	Capital Expenditure	5,000,000

National Budget Estimates of Expenditure for the Year Ending 31 December 2014

215	PNG Immigration and Citizenship Services	8,665,500
	Operational Expenditure	8,665,500
	Capital Expenditure	-
216	Internal Revenue Commission	76,234,800
	Operational Expenditure	57,734,800
	Capital Expenditure	18,500,000
217	Department of Foreign Affairs and Trade	127,110,100
	Operational Expenditure	66,641,100
	Capital Expenditure	60,469,000
218	Office of the Public Prosecutor	6,896,900
	Operational Expenditure	6,896,900
	Capital Expenditure	-
219	PNG Institute of Public Administration	6,819,100
	Operational Expenditure	6,819,100
	Capital Expenditure	-
220	Department of Personnel Management	169,657,800
	Operational Expenditure	19,802,800
	Capital Expenditure	149,855,000
221	Public Service Commission	6,188,800
	Operational Expenditure	6,188,800
	Capital Expenditure	-
222	Office of the Public Solicitor	11,828,300
	Operational Expenditure	11,828,300
	Capital Expenditure	-
224	Magisterial Services	49,202,100
	Operational Expenditure	36,746,100
	Capital Expenditure	12,456,000
225	Department of Attorney-General	114,838,700
	Operational Expenditure	44,182,700
	Capital Expenditure	70,656,000
226	Department of Corrective Institutional Service	116,057,800
	Operational Expenditure	116,057,800
	Capital Expenditure	-
227	Provincial Treasuries	40,059,100
	Operational Expenditure	40,059,100
	Capital Expenditure	-

National Budget Estimates of Expenditure for the Year Ending 31 December 2014

228	Department of Police	434,300,100
	Operational Expenditure	346,985,100
	Capital Expenditure	87,315,000
229	Department of National Planning and Monitor	516,712,900
	Operational Expenditure	17,535,900
	Capital Expenditure	499,177,000
230	Electoral Commission	36,981,200
	Operational Expenditure	26,054,200
	Capital Expenditure	10,927,000
231	National Intelligence Organisation	4,372,500
	Operational Expenditure	4,372,500
	Capital Expenditure	-
232	Department of Provincial and Local Governme	74,723,700
	Operational Expenditure	15,712,700
	Capital Expenditure	59,011,000
234	Department of Defence	245,970,200
	Operational Expenditure	237,970,200
	Capital Expenditure	8,000,000
235	Department of Education	1,082,254,400
	Operational Expenditure	830,849,400
	Capital Expenditure	251,405,000
236	Office of Higher Education	210,208,000
	Operational Expenditure	52,685,000
	Capital Expenditure	157,523,000
237	PNG National Commission for UNESCO	2,118,600
	Operational Expenditure	2,118,600
	Capital Expenditure	-
238	Miline Bay Provincial Health Authority	24,637,100
	Operational Expenditure	24,637,100
	Capital Expenditure	-
239	Western Highlands Provincial Health Authority	29,106,200
	Operational Expenditure	29,106,200
	Capital Expenditure	-
240	Department of Health	666,262,200
	Operational Expenditure	316,604,200
	Capital Expenditure	349,658,000

National Budget Estimates of Expenditure for the Year Ending 31 December 2014

241	Hospital Management Services	516,142,500
	Operational Expenditure	386,142,500
	Capital Expenditure	130,000,000
242	Department of Community Development	126,473,600
	Operational Expenditure	13,654,600
	Capital Expenditure	112,819,000
243	National Volunteer Services	1,246,200
	Operational Expenditure	1,246,200
	Capital Expenditure	-
244	Eastern Highlands Provincial Health Authority	28,715,500
	Operational Expenditure	28,715,500
	Capital Expenditure	-
245	Department of Environment & Conservation	51,858,600
	Operational Expenditure	21,811,600
	Capital Expenditure	30,047,000
246	Office of Urbanization	1,603,800
	Operational Expenditure	1,603,800
	Capital Expenditure	-
247	Department of Agriculture & Livestock	46,581,500
	Operational Expenditure	14,969,500
	Capital Expenditure	31,612,000
252	Department of Lands & Physical Planning	62,028,200
	Operational Expenditure	37,028,200
	Capital Expenditure	25,000,000
254	Department of Mineral Policy and Geohazards	13,276,600
	Operational Expenditure	8,349,600
	Capital Expenditure	4,927,000
255	Department of Petroleum & Energy	26,787,100
	Operational Expenditure	19,552,100
	Capital Expenditure	7,235,000
257	Department of Public Enterprises	3,822,200
	Operational Expenditure	3,822,200
	Capital Expenditure	-
258	Department of Information and Communication	61,817,200
	Operational Expenditure	4,249,200
	Capital Expenditure	57,568,000

National Budget Estimates of Expenditure for the Year Ending 31 December 2014

259	Department of Transport	29,984,500
	Operational Expenditure	23,261,500
	Capital Expenditure	6,723,000
261	Department of Commerce & Industry	140,023,500
	Operational Expenditure	13,222,500
	Capital Expenditure	126,801,000
262	Department of Industrial Relations	27,093,300
	Operational Expenditure	17,093,300
	Capital Expenditure	10,000,000
263	National Tripartite Consultative Council	850,400
	Operational Expenditure	850,400
	Capital Expenditure	-
264	Department of Works & Implementation	1,713,074,800
	Operational Expenditure	174,209,800
	Capital Expenditure	1,538,865,000
267	Office of Rural Development	62,264,400
	Operational Expenditure	6,764,400
	Capital Expenditure	55,500,000
268	Central Supply & Tenders Board	2,636,900
	Operational Expenditure	2,636,900
	Capital Expenditure	-
269	Office of Tourism Arts and Culture	1,998,600
	Operational Expenditure	1,998,600
	Capital Expenditure	-
299	Treasury and Finance - Public Debt Charges	6,288,285,300
	Operational Expenditure	6,288,285,300
	Capital Expenditure	-
502	Office of the Auditor General	18,000,900
	Operational Expenditure	18,000,900
	Capital Expenditure	-
503	Ombudsman Commission	18,114,900
	Operational Expenditure	18,114,900
	Capital Expenditure	-
505	National Research Institute	4,842,400
	Operational Expenditure	4,842,400
	Capital Expenditure	-

National Budget Estimates of Expenditure for the Year Ending 31 December 2014

506	National Training Council	3,124,800
	Operational Expenditure	2,739,800
	Capital Expenditure	385,000
507	National Economic & Fiscal Commission	2,920,300
	Operational Expenditure	2,920,300
	Capital Expenditure	-
509	Border Development Authority	20,208,500
	Operational Expenditure	4,356,500
	Capital Expenditure	15,852,000
510	Legal Training Institute	2,453,200
	Operational Expenditure	2,453,200
	Capital Expenditure	-
511	Office of Climate Change and Development	15,391,800
	Operational Expenditure	7,835,800
	Capital Expenditure	7,556,000
512	University of Papua New Guinea	71,583,300
	Operational Expenditure	43,453,300
	Capital Expenditure	28,130,000
513	University of Technology	64,440,000
	Operational Expenditure	44,440,000
	Capital Expenditure	20,000,000
514	University of Goroka	42,969,100
	Operational Expenditure	17,569,100
	Capital Expenditure	25,400,000
515	University of Environment & Natural Resource	25,276,700
	Operational Expenditure	15,276,700
	Capital Expenditure	10,000,000
516	PNG Sports Commission	20,163,700
	Operational Expenditure	10,163,700
	Capital Expenditure	10,000,000
517	National Narcotics Bureau	4,440,300
	Operational Expenditure	4,440,300
	Capital Expenditure	-
518	PNG Maritime College	3,252,500
	Operational Expenditure	3,252,500
	Capital Expenditure	-

National Budget Estimates of Expenditure for the Year Ending 31 December 2014

519	National AIDS Council Secretariat	27,280,800
	Operational Expenditure	8,294,800
	Capital Expenditure	18,986,000
520	Institute of Medical Research	11,702,000
	Operational Expenditure	7,702,000
	Capital Expenditure	4,000,000
521	National Youth Commission	9,286,100
	Operational Expenditure	4,286,100
	Capital Expenditure	5,000,000
522	Constitutional & Law Reform Commission	4,007,300
	Operational Expenditure	3,007,300
	Capital Expenditure	1,000,000
523	Papua New Guinea Accidents Investigation Co	5,566,100
	Operational Expenditure	4,966,100
	Capital Expenditure	600,000
524	Independent Public Business Corporation	514,489,000
	Operational Expenditure	-
	Capital Expenditure	514,489,000
525	National Broadcasting Commission	36,888,800
	Operational Expenditure	28,147,800
	Capital Expenditure	8,741,000
526	National Maritime Safety Authority	13,574,500
	Operational Expenditure	1,703,500
	Capital Expenditure	11,871,000
530	Investment Promotion Authority	2,851,500
	Operational Expenditure	2,851,500
	Capital Expenditure	-
531	Small Business Development Corporation	6,401,500
	Operational Expenditure	2,801,500
	Capital Expenditure	3,600,000
532	Nat Institute of Standards & Industrial Techno	3,307,500
	Operational Expenditure	3,307,500
	Capital Expenditure	-
533	Industrial Centres Development Corp	2,345,500
	Operational Expenditure	2,345,500
	Capital Expenditure	-

National Budget Estimates of Expenditure for the Year Ending 31 December 2014

535	Mineral Resources Authority	5,876,000
	Operational Expenditure	-
	Capital Expenditure	5,876,000
536	Kokonasa Industry Corporation	13,078,500
	Operational Expenditure	1,078,500
	Capital Expenditure	12,000,000
537	National Airports Corporation	149,692,000
	Operational Expenditure	-
	Capital Expenditure	149,692,000
538	Papua New Guinea Air Services Limited	16,338,000
	Operational Expenditure	-
	Capital Expenditure	16,338,000
539	National Museum & Art Gallery	35,007,700
	Operational Expenditure	9,007,700
	Capital Expenditure	26,000,000
541	National Housing Corporation	244,600
	Operational Expenditure	244,600
	Capital Expenditure	-
542	National Cultural Commission	5,173,700
	Operational Expenditure	4,473,700
	Capital Expenditure	700,000
543	National Development Bank	85,000,000
	Operational Expenditure	-
	Capital Expenditure	85,000,000
546	PNG Power Limited	125,296,000
	Operational Expenditure	-
	Capital Expenditure	125,296,000
549	Office of Coastal Fisheries Development Agency	42,446,000
	Operational Expenditure	2,446,000
	Capital Expenditure	40,000,000
550	Cocoa Coconut Institute	16,550,300
	Operational Expenditure	6,550,300
	Capital Expenditure	10,000,000
551	PNG National Fisheries Authority	4,000,000
	Operational Expenditure	-
	Capital Expenditure	4,000,000

National Budget Estimates of Expenditure for the Year Ending 31 December 2014

553	Fresh Produce Development Company	11,532,600
	Operational Expenditure	5,532,600
	Capital Expenditure	6,000,000
554	PNG Coffee Industry Corporation	32,423,000
	Operational Expenditure	3,223,000
	Capital Expenditure	29,200,000
557	PNG National Forest Authority	31,826,500
	Operational Expenditure	29,945,500
	Capital Expenditure	1,881,000
558	Tourism Promotion Authority	13,710,300
	Operational Expenditure	10,710,300
	Capital Expenditure	3,000,000
559	PNG Oil Palm Industry Corporation	10,168,000
	Operational Expenditure	-
	Capital Expenditure	10,168,000
562	National Agriculture Research Institute	16,747,000
	Operational Expenditure	9,098,000
	Capital Expenditure	7,649,000
563	National Agriculture Quarantine & Inspection	7,241,400
	Operational Expenditure	4,741,400
	Capital Expenditure	2,500,000
565	Civil Aviation Authority	11,112,200
	Operational Expenditure	11,112,200
	Capital Expenditure	-
566	PNG Cocoa Board	16,800,000
	Operational Expenditure	-
	Capital Expenditure	16,800,000
568	Livestock Development Corporation	8,000,000
	Operational Expenditure	-
	Capital Expenditure	8,000,000
569	Independent Consumer & Competition Comr	9,631,300
	Operational Expenditure	9,631,300
	Capital Expenditure	-
571	Fly River Provincial Government	122,881,300
	Operational Expenditure	47,881,300
	Capital Expenditure	75,000,000

National Budget Estimates of Expenditure for the Year Ending 31 December 2014

572	Gulf Provincial Government	89,462,200
	Operational Expenditure	46,662,200
	Capital Expenditure	42,800,000
573	Central Provincial Government	146,997,800
	Operational Expenditure	79,797,800
	Capital Expenditure	67,200,000
574	National Capital District	62,120,400
	Operational Expenditure	3,913,400
	Capital Expenditure	58,207,000
575	Milne Bay Provincial Government	140,082,500
	Operational Expenditure	72,082,500
	Capital Expenditure	68,000,000
576	Oro Provincial Government	82,089,500
	Operational Expenditure	47,589,500
	Capital Expenditure	34,500,000
577	Southern Highlands Provincial Government	235,613,700
	Operational Expenditure	93,453,700
	Capital Expenditure	142,160,000
578	Enga Provincial Government	222,048,000
	Operational Expenditure	73,900,000
	Capital Expenditure	148,148,000
579	Western Highlands Provincial Government	190,409,400
	Operational Expenditure	85,909,400
	Capital Expenditure	104,500,000
580	Simbu Provincial Government	198,420,900
	Operational Expenditure	93,420,900
	Capital Expenditure	105,000,000
581	Eastern Highlands Provincial Government	246,299,100
	Operational Expenditure	90,299,100
	Capital Expenditure	156,000,000
582	Morobe Provincial Government	268,419,900
	Operational Expenditure	108,167,900
	Capital Expenditure	160,252,000
583	Madang Provincial Government	223,090,700
	Operational Expenditure	108,784,700
	Capital Expenditure	114,306,000

National Budget Estimates of Expenditure for the Year Ending 31 December 2014

584	East Sepik Provincial Government	222,214,500
	Operational Expenditure	119,214,500
	Capital Expenditure	103,000,000
585	Sandaun Provincial Government	161,314,400
	Operational Expenditure	92,814,400
	Capital Expenditure	68,500,000
586	Manus Provincial Government	65,208,700
	Operational Expenditure	44,208,700
	Capital Expenditure	21,000,000
587	New Ireland Provincial Government	96,220,700
	Operational Expenditure	42,520,700
	Capital Expenditure	53,700,000
588	East New Britain Provincial Government	160,978,500
	Operational Expenditure	91,978,500
	Capital Expenditure	69,000,000
589	West New Britain Provincial Government	109,019,500
	Operational Expenditure	65,519,500
	Capital Expenditure	43,500,000
590	Bougainville Autonomous Government	262,505,300
	Operational Expenditure	86,976,300
	Capital Expenditure	175,529,000
591	Hela Provincial Government	138,922,600
	Operational Expenditure	38,922,600
	Capital Expenditure	100,000,000
592	Jiwaka Provincial Government	123,612,500
	Operational Expenditure	42,612,500
	Capital Expenditure	81,000,000
Grand Total		20,613,709,700

Appropriation (General Public Services Expenditure 2014)

SCHEDULE 2.

Immediate transfer of funds Appropriated in this Act from Divisions identified in the Budget Publications to Specified Trust Accounts for the year ending 31 December 2014.

SUMMARY	KINA
2015 South Pacific Games	59,200,000
Infrastructure Development Grant (UBSA)	120,000,000
Restoration and Development Grant (ABG)	100,000,000
High Impact Projects (UBSA)	50,000,000

Amount to be Transferred