



# REPUBLIC OF NAURU

## DEVELOPMENT FUND ANNUAL PROJECTIONS 2019-20

11<sup>th</sup> June, 2019

*Development Fund Act 2011  
Section 6*

**CIRCULATED BY**  
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**ON THE OCCASION OF THE BUDGET 2019-20**

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## Table of Contents

<b>LIST OF KEY ACRONYMS .....</b>	<b>2</b>
<b>PART I: EXECUTIVE SUMMARY .....</b>	<b>3</b>
<b>PART II: DEVELOPMENT FUND ANNUAL PROJECTIONS .....</b>	<b>3</b>
OVERVIEW .....	4
<i>Table 1.1: Development Fund 2019-20 Annual Projections Summary.....</i>	<i>4</i>
<i>Table 1.2: Development Partners Summary .....</i>	<i>5</i>
<i>Chart 1.1: Direct Cash Projections for 2017-18, 2018-19 &amp; 2019-20.....</i>	<i>7</i>
ASIAN DEVELOPMENT BANK (ADB) .....	7
AUSTRALIA (DFAT).....	8
EUROPEAN UNION (EU).....	10
ITALY .....	10
JAPAN.....	11
NEW ZEALAND (NZ MFAT) .....	11
REPUBLIC OF CHINA TAIWAN.....	12
UNITED NATIONS (UN).....	13
<b>PART III: DEVELOPMENT FUND TABLES AND GRAPHS .....</b>	<b>15</b>
<i>Table 2.1: Listing of new project proposals (NPP'S) for 2019-2020 .....</i>	<i>16</i>
<b>PART IV: DIRECT CASH FUNDING PROJECTIONS 19-20.....</b>	<b>19</b>
<i>Table 3.1: Direct Cash Funding for 2019-20 per department.....</i>	<i>19</i>

### Conventions used in this Document;

- o Measures that improve the Fund position (i.e. increased income or reduced expenditures) are shown as positive numbers. Measures that worsen the Fund position (i.e. reduced income or increased expenditures) are shown as negative numbers.
- o
- o Data for opening balances amounts are retrieved from Financial Management Information Systems.
- o All amounts are expressed in Australian dollars unless otherwise stated.
- o Due to rounding small discrepancies may occur in the totals shown in columns in tables.
- o If not specifically stated, all amounts are in Australian dollars
- o Exchange rate conversions assume;  
AUD\$1.00=USD0.6993=€0.6195=NZD1.0573=¥75.8451 dated 28/05/2019

## **LIST OF KEY ACRONYMS**

ADB	Asian Development Bank
AUSTRALIA DFAT	Australian Department of Foreign Affairs and Trade
CIE	Commerce Industry and Environment
EU	European Union
FAO	Food and Agriculture Organization
GEF	Global Environment Facility
GoN	Government of Nauru
IBRD	International Bank of Reconstruction and Development
ICT	Information and Communication Technology
IDA	International Development Association
IOM	International Organization of Migration
NES	National Emergency Services
NFMRA	Nauru Fisheries and Marine Resource Authority
NUC	Nauru Utilities Corporation
NZ MFAT	New Zealand Ministry of Foreign Affairs and Trade
OHCHR	Office of the High Commissioner for Human Rights
SPC	Secretariat of the Pacific Community
UN	United Nations
UNDP	United National Development Program
UNEP	United Nations Environment Program
UNESCAP	UN Economic & Social Commission for Asia & the Pacific
UNICEF	United Nations Children’s Fund
UNFPA	United Nations Populations Fund
UNESCO	United Nations Education Scientific and Cultural Organization
WHO	World Health Organisation

## **PART I: EXECUTIVE SUMMARY**

The Development Fund Annual Projections have been prepared as a separate budget document following the enactment of the Development Fund Act 2011. The Development Fund was established for the purpose of facilitating the funding of development projects.

For financial year 2019-20, the Government expects the Development Fund to receive an indicative total income of \$14.4 Million as new funds and \$56.7 Million as aid in-kind. The projections are also broken down by Donor partner, line Ministry and by Project.

Australia continues to strongly support Nauru with an estimated total amount of \$21.24 Million for financial year 2019-20. The priorities were agreed to under the Australia-Nauru Aid Partnership Arrangement. The Aid Partnership Arrangement will continue to focus in supporting Education, Health, Infrastructure and Public Sector management.

The Asian Development Bank is expecting to provide an overall assistance of \$6.72 Million for 2019-20. ADB will be supporting our renewable energy targets to combat adverse effect of climate change to the Solar Development Project for AUD \$33 million. Additionally ADB is focussing on reform activities with \$3.2 Million aid in-kind assistance, 3.4 Million, as general budget support, is expected for the new financial year.

The Republic of China (Taiwan) will continue to provide support to Nauru in 2019-20 at a level similar to the current \$12.87 Million in recurrent commitments. This assistance will go to a range of projects in addition to Taiwan's contribution to Nauru's Intergenerational Trust Fund.

The Government of Japan will also maintain its support of 20,000,000 Japanese Yen approximately AUD\$265,000 in 2019-2020 in aid in-kind assistance for the Japanese Grassroots Grant Project Aid (GGP) - The Project for providing ambulance to RON Hospital.

New Zealand is expecting to provide to Nauru for 2019-20 a total assistance of \$4.73 million. The assistance comprises of in-kind assistance in the following; \$1.95 million for the Renewable Energy Initiative and \$0.9 million for scholarships. In cash-assistance for the following; \$0.92 million to support Nauru Education sector and \$0.96 million for Intergenerational Fund.

The European Union continues to support Nauru with the 11<sup>th</sup> EDF project being implemented by Nauru Utilities Corporation and strengthening of the Nauru National Authority Office.

United Nation is expected to allocate a combined amount of approximately \$1.71 Million for the financial year 2019-20.

## PART II: DEVELOPMENT FUND ANNUAL PROJECTIONS

This document complies with Section 6 of the Development Fund Act 2011, which requires the Minister for Finance to table in Parliament development fund projections of the income and expenditure for the next financial year 2019-20.

These Annual Projections show each item of expenditure and income separately by reference to the development project it relates to, by source and by department head.

### OVERVIEW

The Government expects the Development Fund to receive a total indicative income of **\$14,410,918** and have a corresponding total expenditure of **\$14,410,918**. This money is received in cash to the Republic, which will be paid directly into the Development Fund accounts.

**TABLE 1.1: DEVELOPMENT FUND 2019-20 ANNUAL PROJECTIONS SUMMARY**

	<b>2019-20 Projections</b>
Development Fund Income	<b>(\$14,410,918)</b>
Development Fund Expenditure	<b>\$14,410,918</b>
<b>Development Fund Net Balance</b>	<b>\$0</b>

Additional assistance is also provided in the form of “in-kind” support for projects that are funded by development partners for the benefit of Nauru. It should be noted that the Republic does not receive in-kind assistance directly. These in-kind amounts are not paid into the Development Fund.

It is estimated that this in-kind assistance is valued at approximately **\$56.7 Million** for 2019-20. An example of in-kind support from donors is the cost of consultants or advisers currently working in Nauru that are paid for directly by donors.

The projected development assistance from Nauru's major donors for 2019-20 is depicted in Table 1.2 below; in the form of direct cash and in-kind development assistance.

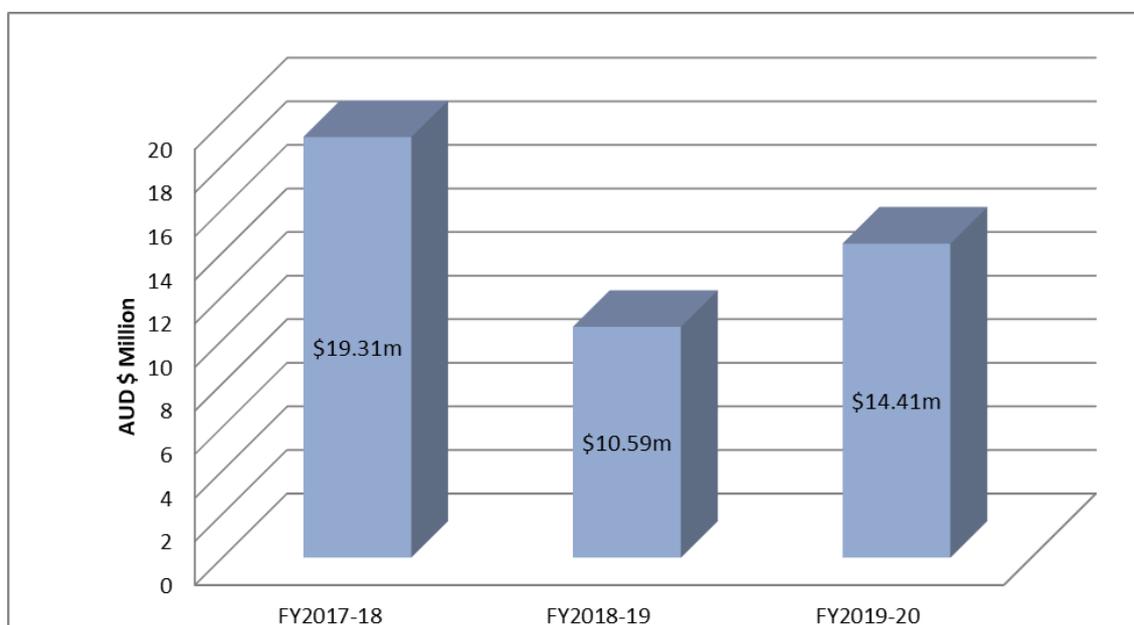
**TABLE 1.2: DEVELOPMENT PARTNERS SUMMARY**

<b>(A)</b> Area of Assistance	<b>(B)</b> Aid in-kind Projection 19-20	<b>(C)</b> Estimated Cash Balance as of 30/06/19	<b>(D)</b> New Funds Projection FY19-20	<b>(E) = (C+D)</b> Total Development Funds During FY19-20
<b>ADB</b> <i>Sustainable and Climate Resilience Connectivity Project Solar Power Development Project Improving Internet Connectivity for Micronesia Improving Management of Public Investment Program</i>	<b>\$36,385,126</b>		<b>\$3,432,180</b>	<b>\$3,432,180</b>
<b>Australia</b> <i>Health Education Infrastructure Technical Assistance (ST, LT) Public Sector Reform Nauru Trust Fund Scholarships</i>	<b>\$15,841,000</b>	<b>\$6,836,487</b>	<b>\$5,400,000</b>	<b>\$12,236,487</b>
<b>European Union</b> <i>Multiannual 11<sup>th</sup> EDF PE GCCA plus SUPA</i>		<b>\$45,839</b>	<b>\$1,213,287</b>	<b>\$1,259,126</b>
<b>Italy</b> <i>Water Storage</i>		<b>\$13,813.11</b>	<b>\$50,000</b>	<b>\$63,813</b>
<b>Japan</b> <i>GGP</i>	<b>\$264,840</b>	<b>\$80,230</b>		<b>\$80,230</b>
<b>New Zealand</b> <i>Education Renewable Energy Intergenerational Trust Fund Scholarship</i>	<b>\$1,860,000</b>	<b>\$1,188,728</b>	<b>\$2,872,250</b>	<b>\$4,060,978</b>

<b><u>ROC Taiwan</u></b> <i>Community Development</i> <i>Budget Support</i> <i>Nauru Trust Fund</i> <i>Contingency</i> <i>Foreign Diplomat Mission</i>	\$3,997,803	\$384,321	\$8,838,550	\$8,838,550
<b><u>UN Agencies</u></b>  <i>Education</i> <i>Health</i> <i>Human Rights</i> <i>Gender Equity</i> <i>Environment</i> <i>Technical Assistance (ST)</i> <i>Climate Change</i> <i>Public Sector Reforms</i>	\$270,266	\$357,333	\$1,443,201	\$674,895
<b><u>Global Environment Facility</u></b>		\$59,216		\$59,216
<b><u>GCF</u></b> <i>National Adaptation Plan (NAP)</i>				\$600,000
<b><u>GEF</u></b> <i>Biannual Update Report IUCN</i>		\$42,586		\$192,586
<b><u>Forum Fisheries Agency</u></b>		\$26,284		\$26,284
<b><u>India</u></b>		\$18,101		\$18,101
<b><u>Canada</u></b>		\$35,929		\$35,928
<b><u>TOTAL:</u></b>	\$56,759,035	\$9,088,867	\$14,410,918	\$22,739,824

The trend of direct cash projections over the last three financial years is depicted in Chart 1.1 below. The increase in direct cash assistance between financial years 2018-19 and 2019-20 is estimated at \$3.34 Million and decrease of \$8.72 Million between financial years 2017-18 and 2018-19. The estimated increases are attributed mainly to notional increases for National Development Projects and some reallocation of assistance by donor partners from aid in-kind to cash.

**CHART 1.1: DIRECT CASH PROJECTIONS FOR 2017-18, 2018-19 & 2019-20**



(Source: Development Fund Projections FY17-18, FY18-19 and FY19-20)

#### ASIAN DEVELOPMENT BANK (ADB)

Description	Cash funded 19-20	Aid in-kind 19-20	Total
Sustainable and Climate-Resilient Connectivity Project		\$1,372,872	\$1,372,872
Solar Power Development Project		\$33,090,233	\$33,090,233
Improving Internet Connectivity for Micronesia		\$1,372,872	\$1,372,872
Improve Management of Public Investments Program	\$3,432,180	\$549,149	\$3,981,329
<b>TOTAL:</b>	<b>\$3,432,180</b>	<b>\$36,385,126</b>	<b>\$39,817,306</b>

(Source: ADB Nanru Country Operational Business Plan)

For 2019-20 it is anticipated that assistance from the ADB will continue at a total approximately USD 4.9 Million (AUD 6.72 Million) of which USD 2.4 Million (AUD 3.29 Million) will be in-kind and USD 2.5 Million (AUD 3.43 Million) in budget support. These amounts are from the following projects.

- The Sustainable and Climate Resilient Connectivity Project is the development of the Port and was approved by ADB in January 2018 for USD 82.7 Million (AUD 113.54 Million). **For 2019-20, ADB is expecting to contribute USD 1 Million (AUD 1.37 Million) in-kind assistance towards this project.**
- The Solar Development Project is the instalment of 6MW renewable energy with battery energy storage system including institutional capacity development and is expected to be approved by ADB in late 2019 for USD 23.1 million. **For 2019-20, ADB is expecting to contribute USD 23.14 Million (AUD 33.1 million) in-kind assistance towards this project.**
- The Improving Internet Connectivity for Micronesia project will build and lay a submarine telecommunications cable. The project was approved by ADB in March 2018 for USD17 Million. **For 2019-20, ADB is expecting to contribute USD 1 Million (AUD 1.37 Million) in-kind assistance towards this project.**
- Finally, the Improved Management of Public Investments Program is a budget support program focusing on improved public financial management, state owned enterprise reform and procurement reforms. **For 2019-20, ADB is expecting to contribute USD 2.5 Million (AUD 3.43 Million) in cash funds and USD 400,000 (AUD 549,149) in-kind assistance.**

#### AUSTRALIA (DFAT)

Description	Cash funded 19-20	Aid in-kind 19-20	Total
Education	\$2,700,000	\$920,000	\$3,620,000
Health	\$2,700,000	\$636,010	\$3,336,010
Infrastructure		\$6,354,918	\$6,354,918
Public Sector Management		\$3,500,000	\$3,500,000
Program Management		\$4,430,072	\$4,430,072
<b>TOTAL:</b>	<b>\$5,400,000</b>	<b>\$15,841,000</b>	<b>\$21,241,000</b>

*(Source: Australia Development Nauru program 2017-2018-2019-2020)*

Australia continues to be one of Nauru's major donor partners with an expected \$21.24 Million for 2019-20. This total amount is allocated in the above table based on the sectors prioritised under the Australia-Nauru Aid Partnership Arrangement ending 2020.

The main priorities under the Australia-Nauru Aid Partnership Arrangement range from effective public sector management to supporting human development.

#### **Promoting more effective public sector management:**

For the financial year 2019-20 Australia will contribute aid in kind of about AUD 15.84 million which includes the PACTAM program currently managed by Scope Global. The PACTAM program supports public sector management through the provision of key positions within the Public Sector.

Australia's assistance to the Nauru public sector comprise mostly of

- support for key government reforms on the management of the national budget
- strengthening public financial management
- reducing fiscal risk and
- Improving revenue generation.

The emphasis is on strengthening the capacity of central agencies to deliver and manage national budgets aligned with national development policies and plans. Developing and implementing such policies should also reduce fiscal risks, improve revenue generation, and improve the collection and management of development statistics to inform policy.

### **Investing in nation building infrastructure:**

Australia has earmarked approximately AUD 6.35 million towards Infrastructure Investments for financial year 2019-20.

The Port redevelopment project will be the main infrastructure project and it is expected to commence in 2019-20. Australia DFAT will work closely with ADB and other development partners on this project with an aim of improving for sustainable Nauru's port operations as well as the construction development of the Port site.

Other ongoing infrastructure projects funded by Australia included the renovations of existing sporting facilities around the island to support the recently commissioned national sporting complex also funded by Australia DFAT.

### **Health Sector**

Australia is expected to provide an estimated AUD 2.7 Million in 2019-20 for the Health sector. The funds will be used to support the revised Australia-Nauru Health Management Services which will be facilitated by supporting a Health management services to Nauru Health Medical Services (NHMS) to strengthen the health sector.

### **Education Sector**

Australia's assistance in 2019-20 for the Education sector is estimated at AUD 3.62 Million which includes Australian Awards Scholarships. This assistance will support Nauru's Education Sector Strategy to deliver education pathways that develop local and regionally relevant skills.

The assistance will focus on

- Improving quality and increasing the numbers of teaching staff;
- Improving quality and access to early years, Primary and Secondary;
- Improving learning outcomes for all student levels; and
- Improving/Create a proactive and continuing education system.

## EUROPEAN UNION (EU)

Description	Cash funded 19-20	Aid in-kind 19-20	Total
11 <sup>th</sup> EDF National Indicative Plan – <i>Supports in Energy Efficiency and Renewable Energy</i>	\$1,213,287		\$1,213,287
<b>TOTAL:</b>	<b>\$1,213,287</b>		<b>\$1,213,287</b>

(Source: Email sent from European Union coordinator)

### 10<sup>th</sup> EDF Technical Cooperation Facility II (TCF II) Programme Estimate 1

The TCF II Programme Estimate 1 under the 10<sup>th</sup> EDF is now completed. The primary aim of the program was to provide assistance in programming and implementation of the 11th EDF. The 11<sup>th</sup> EDF National Indicative Plan – Support in Energy Efficiency and Renewable Energy is now being implemented by Nauru Utilities Corporation (NUC).

### 11<sup>th</sup> EDF National Indicative Programme 2014 – 2020 Energy Efficiency/Renewable Energy

The 11th EDF will continue to provide bilateral assistance in Energy Efficiency and Renewable Energy. The specific objective is to reduce dependence on imported fossil fuel through the improvements on energy efficiency and promotion of renewable as it contributes to the country's shift to a low carbon economy.

Development Fund Projection 2017-18 captured EUR 2.16 Million (AUD 3.42 Million) for the total allocation of the Energy Sector. **AUD \$1,213,287** is being captured in this Development Fund Projection 2019-20 to reflect the total amount for this EU project of EUR 2.4 Million (AUD 3.89 Million).

## ITALY

Description	Cash funded 18-19	Aid in-kind 18-19	Total
Household Water Storage	\$50,000		\$50,000
<b>TOTAL:</b>	<b>\$50,000</b>		<b>\$50,000</b>

(Source: Email sent from Newyork Nauru office)

The Household Water Storage Project Phase 3 is complementary to Phase 2 of the project. The total cost of Phase 3 is **USD 30,000 (AUD 50,000)** and is fully funded by the Government of Italy. It is expected that the funds will be received in the first quarter of the next fiscal year.

Italy has been supporting this ongoing project which is aimed at improving household access to potable water and ensuring water security at the household level. Under the supervision of the department of Commerce, Industry and Environment (DCIE) – managing tender of local contractors to install household water tank and about 50 tanks have been installed to date, more water tank installation are scheduled in 2019-2020 .

## JAPAN

Description	Cash funded 18-19	Aid in-kind 18-19	Total
Economic & Social Development Programme (ESDP)		\$264,840	\$264,840
<b>TOTAL:</b>		<b>\$264,840</b>	<b>\$264,840</b>

(Source: Japan MOU 2009, Email from Second Secretary, Embassy of Japan in Fiji, 01/042019 HO)

The Economic & Social Development Programme (ESDP) and the Non-Project Grant Aid (NPGA) are type of assistance intended to support Nauru by promoting its economic and social development efforts inclusive of poverty reduction. ESDP provides foreign currency for import of goods as aid in-kind. An Exchange of Notes for grant aid for Economic and Social Development Programme was signed between Japan Ambassador and Nauru High Commissioner in Suva in December 2018. **600 Million Yen (AUD 3.18 Million)** is projected for financial year 2018-19 for NPGA.

Japan is expected to provide as per programmed for an estimated AUD \$264K in 2019-20 for the Health sector. The funds will be used to purchase ambulance vehicle.

## NEW ZEALAND (NZ MFAT)

Description	Cash funded 19-20	Aid in-kind 19-20	Total
Education	\$922,250		\$922,250
Nauru Renewable energy initiative	\$1,950,000		\$1,950,000
Trust Fund		\$960,000	\$960,000
Scholarship		\$900,000	\$900,000
<b>TOTAL:</b>	<b>\$2,872,250</b>	<b>\$1,860,000</b>	<b>\$4,732,250</b>

(Source: Email from Pacific and Development Group, NZ MFAT 2/04/19, MG)

### Nauru Education Sector Support 2017 -2020

Through a three year Grant Funding Agreement (GFA) with Government of Nauru, NZ MFAT will provide support to the Department of Education of the Government of the Republic of Nauru to improve educational outcomes for the people of Nauru. NZ MFAT will provide support for mutually agreed priorities within the Nauru education sector strategy (Footpath IV) as set out in Annual Operational Plans. Under the GFA, NZ MFAT will provide **AUD 922,250** in 2019-20(third and final tranche).

### Nauru Renewable Energy Initiative

NZ MFAT is working with Nauru Utilities Corporation to support the Government of Nauru's goal to increase renewable energy production and reduce reliance on fossil fuels. This will include the installation of a 1MWp Solar PV plant and a technical assistance and capacity building programme which will go to Nauru Utilities Corporation. NZ MFAT has

contracted a supplier to provide project management, engineer to contract, and MSQA services. Construction contract negotiations are almost completed and it is expected that works will be largely completed by the Pacific Island Forum leaders meeting in September 2018.

**Development Fund Annual Projection 2017-18 has captured the total amount for the NZ MFAT Nauru Renewable Energy Initiative program at NZD 3.50 Million**

For the financial year 2019-20, NZ MFAT is expecting to provide NZD 2.03 Million (AUD 1.950 Million) for the Renewable Energy Initiative.

**REPUBLIC OF CHINA TAIWAN**

Description	Cash funded 19-20	Aid in-kind 19-20	Total
Community Development Funds		\$1,252,059	\$1,252,059
Trust Fund		\$2,745,744	\$2,745,744
Fund for Contingency Project (Cash received through Treasury)	\$189,456		\$189,456
National Development Projects (Cash received through Treasury)	\$8,443,163		\$8,443,163
Nauru Overseas Missions (Cash received through Treasury)	\$205,931		\$205,931
<b>TOTAL:</b>	<b>\$8,838,550</b>	<b>\$3,997,803</b>	<b>\$12,836,354</b>

(Source: Taiwan MOU Financial Assistance to Nauru, 2015)

Note: Cash received through Treasury is grouped under Aid in-kind because the Development Fund Act 2011 part 1 (d), Part 2 Sections 4 and 6 collectively indicate that development fund income only comprises of funds deposited into the development fund account and is not for the purpose of budget support.

The Republic of China (Taiwan) is expected to provide **USD 9.35 Million (AUD 12.84 Million)** in both cash and projects for financial year 2018-19. This assistance will continue to provide funds for National development projects amounting to **USD 6.15 Million (AUD 8.44 Million)**, Nauru overseas missions at **USD \$150,000 (AUD 205,931)**, Nauru Intergenerational Trust Fund at **USD 2 Million (AUD 2.83 Million)** and contingencies at **USD 137,999 (AUD 195,911)**.

Assistance for community projects such as scholarships, technical missions and vocational training is expected to continue at **USD 912, 000 (AUD 1.25 Million)**.

Note: This is a projection based on Taiwan's contribution to Nauru for the calendar year 2019.

## UNITED NATIONS (UN)

Description	Cash funded 19-20	Aid in-kind 19-20	Total
<b>UNICEF</b> – United Nations Children’s Fund	\$16,600	\$87,000	\$103,600
<b>WHO</b> – World Health Organization, <i>Strengthening Health System and Public Health Programs Communicable Disease, NCD, and Environmental Health</i>	\$134,223		\$134,223
<b>UN Women</b> – United Nations Entity for Gender Equity and Women Empowerment UN JPO operational and staffing cost		\$63,152	\$63,152
<b>UNDP – United Nations Development Programme, Multi-Country Western Pacific Integrated HIV/TB programme (2018-2019)</b>	\$57,378		\$57,378
<b>UNDP</b> – United Nations Development Program, <i>Ridge to Reef</i>	\$185,000		\$185,000
<b>UNESCO</b>		\$75,114	\$75,114
<b>UN Environment</b> - Montreal Protocol and Kigali Agreement		\$45,000	\$45,000
<b>EU – GCCA plus SUPA</b>	\$300,000		\$300,000
<b>GCF/SPREP</b> – National Annual Plan	\$600,000		\$600,000
<b>GEF/UNEP</b> – Biannual Update Report	\$150,000		\$150,000
<b>TOTAL:</b>	<b>\$1,443,201</b>	<b>\$270,266</b>	

(Source: UN aid program for Nauru FY2019-20 Email sent from UN Rep 31/05/19 EA)

The various United Nations Agencies, Funds and Programmes continue to provide development assistance to Nauru, including regional programmes and programmes in partnership and coordination with other development partners.

### UNICEF – United Nations Children’s Fund

In 2019-2020 UNICEF will provide financial and technical assistance to develop a five-year multi-sector costed plan to implement the 2016 Child Protection and Welfare Act, develop inter-agency guidelines for referral of child protection cases, develop child protection case management guidelines and information, supervision, review/planning/reporting systems and forms/tools, and deliver a five-week training in child protection social work for 20 frontline service providers, including 10 staff from the Child Protection Division. UNICEF

will also support data and evidence including MICS 2020 survey preparations. Furthermore, UNICEF will continue to support the procurement of Vaccine via the Vaccine Independent Initiative (VII).

### **WHO – World Health Organisation**

The key activity areas are Strengthening Health System and Public Health Programs specifically on reducing the burden of Non-Communicable Diseases (NCDs) through support on developing a strategic plan on NCDs and support in improving service coverage of NCD essential services; addressing climate and environmental determinants of health through technical assistance to develop National Environmental Health Strategy and Action Plan; developing a healthy workforce development plan and database; and improving access to essential medicines and health technologies and containment of AMR. To support these planned activities, a total of **USD 97,768 (AUD 134,223)** is allocated for Nauru for 2019-20.

### **UN Women – United Nations Entity for Gender Equity and Women Empowerment**

Providing support towards Convention on the Elimination of all Forms of Discrimination Against Women (CEDAW) reporting and monitoring, including programs on the UNiTE campaign for ‘16 Days of Activism’ to Eliminate Violence against Women and Girls

In -kind support of **USD 46,000 (AUD 63,152)** was provided towards daily operation of the Joint UN Presence in Nauru

### **UNDP – United Nations Development Program**

Support from UNDP is in numerous areas, and includes various partnerships.

- A comprehensive biodiversity programme, “Ridge to Reef”, is now being implemented. The program includes conservation of biodiversity, sustainable land and water management, strengthening of governance and institutions as well as knowledge management. This funded project is to be implemented over 4 years, with a total budget of **USD 129,000 (AUD \$185,000)** for 2019-20.

### **UNESCO – United Nations Educational, Scientific and Culture Organisation**

UNESCO’s assistance during 2018-22 will cover support to Nauru:

- 1) in enhancing their capacities to safeguard their documentary heritage and facilitate access to these materials through the UNESCO MOW program;
- 2) through technical advice for archiving;
- 3) to strengthen capacity for ICH safeguarding for sustainable development and develop ICH inventory and database;
- 4) to build awareness of UCH safeguarding;
- 5) with training opportunities and other assistance through regional activities focussing on regional initiatives of the REF;
- 6) to make sure that the national priorities of the education sector are supported in relation to the PacREF;
- 7) with technical assistance for policy development, staff training, program implementation in the field of TVET;
- 8) in the field of natural sciences in areas of water, ST&I , climate change and traditional knowledge;

- 9) to support their participation in Tsunami early warning capacity strengthening through various national and regional activities;
- 10) identifying practices in the mainstreaming of and advocacy for disability inclusion in the climate change and disaster risk reduction policy framework.

### **PART III: DEVELOPMENT FUND TABLES AND GRAPHS**

An overview of funds to be received by each department for 2019-20 based on the information received from Donor partners is depicted in Table 2.1 below. The assistance is distributed based on the priorities of the National Sustainable Development Fund and the Donor partner's priorities.

<b>(A)</b> <b>Department</b>	<b>(B)</b> <b>Aid in-kind 19-20</b>	<b>(C)</b> <b>Cash Opening Balance (est.) 30/06/19</b>	<b>(D)</b> <b>New Funds 19-20</b>	<b>(E) = (C + D)</b> <b>Development Fund Projection 19-20</b>	<b>Proportion of Development Activities as per total Cash available (or New Funds?)</b>
CIE TOTAL	2,745,045	1,126,501.56	1,285,000	1,307,962.37	
EDUCATION TOTAL	920,000	4,480,277.10	2,700,000		
FINANCE TOTAL		636,904.89			
HEALTH TOTAL		1,614,152.33			
HOME AFFAIRS TOTAL	87,000	27,583.63	16,600	44,183.63	
JUSTICE TOTAL		87,557.00			
MINISTERIAL TOTAL		18,101.00			
NFMRA TOTAL		117,095.66			
NUC TOTAL		236,683.03			
POST OFFICE TOTAL		50,000.00			
SPORTS TOTAL		310,244.91			
OTHER		383,766.64			
<b>GRAND TOTAL</b>	<b>162,114</b>	<b>9,088,867.75</b>	<b>198,060.81</b>	<b>1,352,146</b>	

While Nauru has made significant strides in some key sectors, it is also important to recognise that the development agenda is a work in progress. The global development platform is changing and the launching and implementation of a new development framework require a review and update of the National Sustainable Development Strategy (NSDS).

Donor partners have different operational project processes and procedures on how funds are allocated and disbursed. Donor requirements call for a continuous effort to ensure that line Ministry's project proposals are aligned to the NSDS, line Ministry Annual Operating Plan and Donor requirements

A summary listing of New Project Proposals (NPP's) that were submitted by line agencies for 2019-20 is depicted in Table 2.2 below. Some of the projects listed in the table below still require further vetting by the Ministry of Finance.

**TABLE 2.1: LISTING OF NEW PROJECT PROPOSALS (NPP'S) FOR 2019-2020**

<b>No</b>	<b>Department/ SOE</b>	<b>Project Title</b>	<b>Total Costs (\$)</b>	<b>Sector</b>
1	Postal Services	Appoint consulting postal expert	50,000	Economic
2	Police	Police training centre	162,000	Cross cutting
3	Immigration	Visa compliance operation & removal process	34,560	Economic
4	Immigration	Arrival & departure passenger screening	190,080	Economic
5	Border Control (Quarantine division)	One senior quarantine officer position	12,710	Economic
6	Border Control (Quarantine division)	Capacity-building training for quarantine officers	29,974.12	Economic
7	Border Control (Quarantine division)	Risk allowance	22,100	Economic
8	Border Control (Quarantine division)	Nauru Dog Management Project (De-sexing program)	37,000	Economic
9	Border Control (Passport division)	Recruit new staff	8,829	Economic

<b>No</b>	<b><u>Department/ SOE</u></b>	<b><u>Project Title</u></b>	<b><u>Total Costs (\$)</u></b>	<b><u>Sector</u></b>
10	NFMRA	Cross Endorsement training budget	50,575.50	Economic
11	NFMRA	Repair and maintenance of the recompression chamber	13,528	Economic
12	NFMRA	Strengthening Management of Coastal Fisheries and Marine Resources	86,000	Economic
13	NFMRA	Establishing community-based marine managed areas with the Nauru District communities	183,500	Economic
14	NFMRA	Food security and livelihood project	100,000	Economic
15	NFMRA	Nauru Fisheries Holding Company	200,000	Economic
16	Sports	Etangit Karamwen – Plant and equipment purchases	118,200	Social
17	Sports	Etangit Karamwen – New local staff	41,000	Social
18	Sports	Etangit Karamwen – Staff travel	1,000	Social
19	Sports	Etangit Karamwen – Other contracts	5,000	Social
20	Nauru Emergency Services	World Meteorology Organization (WMO) Membership for Nauru Meteorology Hydrological Services (NMHS)	18,525.34	Infrastructure
21	Chief Secretary	Labour Mobility Coordinator – Robust build vehicle : Long wheel base land rover diesel 4 cylinder	17,000	Cross-cutting
22	Electoral Commission	Nauru General Elections 2019	112,368	Cross-cutting
23	Electoral Commission	Purchase Canon printer	15,990	Cross-cutting
24	Ports	Recruitment of Senior Maritime officer	157,000	Infrastructure
25	Ports	Project Management Unit (PMU) local staff	175,000	Infrastructure

<u>No</u>	<u>Department/ SOE</u>	<u>Project Title</u>	<u>Total Costs (\$)</u>	<u>Sector</u>
26	Ports	Mooring system inspection, Maintenance & Repairs	500,000	Infrastructure
27	Ports	Staff training	100,000	Infrastructure
28	Ports	Account auditing consultancy	25,000	Infrastructure
29	Correctional	Building construct	373,658	Cross cutting
30	Health	Nursing public holiday allowance	52,000	Social
31	Lands & Survey	Hire consultant – legal officer	33,200	Cross cutting
<b>TOTAL</b>			<b>2,957,798</b>	

## PART IV: DIRECT CASH FUNDING PROJECTIONS 19-20

An overall summary of the projections by project line is depicted in the Table 3.1 below. It is important to note that only projects & activities that are expecting new funds for the financial year have been included in this summary. This document serves a critical purpose of providing relevant information regarding new funding for 2019-20.

**TABLE 3.1: DIRECT CASH FUNDING FOR 2019-20 PER DEPARTMENT**

<b>Department</b>	<b>Donor Fund</b>	<b>Fund/Project Description</b>	<b>Est Cash as at 30/06/19</b>	<b>Aid in Kind</b>	<b>New Funds</b>
CIE	ADB	Sustainable and climate change resilient	-	1,372,872	
CIE	UN	GCCA plus SUPA	-		300,000
CIE	UN	National Annual plan	-		600,000
CIE	Taiwan	Nauru Entrepreneur Development	555	1,252,059	
CIE	AusAID	Provision of Household Water Tanks	785,763		
CIE	SPC-NCD	Integrated Water	25		
CIE	UNDP	Ridge to Reef			185,000
CIE	Japan	GGP 15-16 Solar Water Project	49,063		
CIE	Italy	House hold water-tank Phase II	13,813		50,000
CIE	Canada	Solar water distillation system	35,929		
CIE	GEF	GEF Third National Communications (TNC)	21,575		

CIE	GEF	GEF - Intended Nationally Determined Contribution	28,225		
CIE	GEF	National Reporting 6th	94,860		150,000
CIE	UNESCO	Weather Sub Stations	13,012	75,114	
CIE	UNFAO	FAO Food Security Program	3,722		
CIE	Other UN	UNEP - Ozone Depleting Substances	53,049		
CIE	Other UN	REVIEW UPDATE NIP FOR POPS IN NAURU	4,347		
CIE	UN	Montreal protocol and kigali agreement	-	45,000	
CIE	Other UN	National POPs & uPOPs education & awareness	9,164		
CIE	UNESCAP	Pacific Climate Change Migration	35,659		
<b>CIE TOTAL</b>			<b>1,126,502</b>	<b>2,745,045</b>	<b>1,285,000</b>
Education	AusAID	Education	-	920,000	2,700,000
Education	AusAID	Learning village	794,798		
Education	AusAID	Sustainable and high quality workforce to meet future	1,772,752		
Education	AusAID	Improving quality and access to early years, Primary and	698,839		

Education	AusAID	Improved learning outcomes for all students	77,179		
Education	AusAID	Create a proactive and continually improving education	363,814		
Education	NZAID	Education	-	900,000	922,250
Education	NZAID	Bank Interest - including Bank charges	19,797		
Education	NZAID	Improved quality and access to early years, primary and sec	238,320		
Education	NZAID	Improved learning outcomes for all students	281,000		
Education	NZAID	Proactive and continually improving education system	210,575		
Education	UNESCO	Anti-Bullying in schools	15,877		
Education	UNESCO	Pilot Enterprising Re-Entry Programme Nauru College	7,327		
<b>EDUCATION TOTAL</b>			<b>4,480,277</b>	<b>1,820,000</b>	<b>3,622,250</b>
Finance	AusAID	TA NSDS Review	80,812		
Finance	NZAID	A sustainable and high quality workforce to meet future need	351,480		
Finance	NZAID	Trust Fund	-	960,000	
Finance	European Union (EU)	EU EDF10 TCF II	45,839		1,213,287

Finance	Japan	Counterpart - NPGA (Japan)	32,838	264,840	
Finance	WHO	Unallocated funds - Funds which haven't been reconciled	125,936		134,233
Finance	ADB	Improve Management of Public investment program	-	549,149	3,432,180
Finance	AusAID	Program Management	-	4,430,072	
Finance	AusAID	Public Sector Management	-	3,500,000	
Finance	Taiwan	Trust Fund	-	2,745,744	
Finance	Taiwan	National Development projects	-		8,443,163
Finance	Taiwan	Nauru Overseas Mission	-		205,931
Finance	Taiwan	Fund for Contingency projects	-		189,456
<b>FINANCE TOTAL</b>			<b>636,905</b>	<b>12,449,805</b>	<b>13,618,250</b>
Health	AusAID	Health	-	636,010	2,700,000
Health	AusAID	Drugs and Consumables	20,364		
Health	AusAID	Specialists Medical - Visits	426,844		
Health	AusAID	Health Information Management Consultant	363,696		

Health	AusAID	Staff Training	86,799		
Health	AusAID	Non-communicable Disease (NCD) Strategy and	135,269		
Health	AusAID	Strengthening Community Nursing	11,536		
Health	AusAID	Health Enforcement Legislation	137,433		
Health	AusAID	Technical Assistance	435,437		
Health	Global Funds (HIV/STI)	HIV/STI	-		57,378
Health	WHO	Adi Gom - Non Smoking campaign	1,660		
<b>HEALTH TOTAL</b>			<b>1,614,152</b>	<b>636,010</b>	<b>2,757,378</b>

Home Affairs	UNICEF	Child Protection Legislation	27,584	87,000	16,600
Home Affairs	Un women	Women support	-	63,152	
<b>HOME AFFAIRS TOTAL</b>			<b>27,584</b>	<b>150,152</b>	<b>16,600</b>
Justice	NZAID	Support for Justice Administration	87,557		
<b>JUSTICE TOTAL</b>			<b>87,557</b>	<b>-</b>	<b>-</b>

Ministerial	India	Seawall Project	18,101		
<b>MINISTERIAL TOTAL</b>			<b>18,101</b>	-	-
NFMRA	AusAID	Nauru Fisheries Management Institutional Strengthening	90,811		
NFMRA	FFA	FFA Special Requirements Fund	16,753		
NFMRA	FFA	FFA NFRMA Observer Programme	9,532		
<b>NFMRA TOTAL</b>			<b>117,096</b>	-	-
ICT	Taiwan	Fiber Optics Local Connectivity Project	383,767		
ICT	ADB	Improving internet connectivity	-	1,372,872	
<b>ICT TOTAL</b>			<b>383,767</b>	<b>1,372,872</b>	-
NUC	AusAID	Power Production	61,315		
NUC	AusAID	Reverse Osmosis Plant Shed	132,782		
NUC	Russia	IUCN GEFPAS Low Carbon Islands Project	42,586		
NUC	NZAID	Renewable energy	-		1,950,000
<b>NUC TOTAL</b>			<b>236,683</b>	-	<b>1,950,000</b>
Post office	AusAID	TA - Nauru Post Office	50,000		

<b>POST OFFICE TOTAL</b>			<b>50,000</b>	-	-
Port	AusAID	Port development		6,354,918	
<b>PORT TOTAL</b>				<b>6,354,918</b>	
Sports	AusAID	Review and Design for Epon Karamwen	55,000		
Sports	AusAID	Community Sports Outreach Program	44,150		
Sports	AusAID	Renovation of Sporting Facilities Across Nauru	249,828		
Sports	AusAID	Naoero Sports Complex (Etangit Karamwen)	- 38,733		
<b>SPORTS TOTAL</b>			<b>310,245</b>	-	-
<b>GRAND TOTAL</b>			<b>\$9,088,868</b>	<b>\$22,739,824</b>	<b>\$14,410,918</b>