



REPUBLIC OF NAURU

SUPPLEMENTARY ESTIMATES OF EXPENDITURE 2015-16

22 DECEMBER 2015

CIRCULATED BY
THE HONOURABLE DAVID ADEANG, MP
MINISTER FOR FINANCE AND SUSTAINABLE DEVELOPMENT

SUPPLEMENTARY APPROPRIATION 2015-16

OVERVIEW

The *Supplementary Appropriation Bill (No. 3 2015-16)* makes several of adjustments to the 2015-16 Budget estimates of revenue and expenditure based on updated information and to provide for events, which were unanticipated at the time the 2015-16 Budget.

Since the original estimates were prepared it is expected that the revenue from Miscellaneous revenue will be \$2.5 million greater than initial estimates.

BON Liquidation has been further reduced by \$1.5 million to assist with ongoing overseas medical referral (OMR) for the Department of Health. Although there is no direct impact on the revenue, it is offset to cater for increase expenditure required of the OMR.

Nauruan Community Housing scheme will be requesting additional \$1.1 million for incomplete projects currently going. Government has also recognised the efforts of the essential services sectors and is requesting a bonus payout of approximately \$400,000 to individuals within these areas.

Overall anticipated revenue has grown from \$117.8 million in the original budget to \$120.3 million in the revised estimates an increase of \$2.5 million.

Table 1: 2015-16 Domestic Budget Aggregates ('000)

	2015-16 Budget	2015-16 Revised Budget*	Variance to revised Budget
Revenue	117,843.5	120,343.5	2,500.0
Expenditure	117,822.9	120,322.9	2,500.0
Budget Balance	20.6	20.6	20.6

- Revised 2015-16 Budget includes *Supplementary Appropriation Act (No. 3) 2015-16*

DOMESTIC EXPENDITURES

The following expenditure changes are required in the budget.

Head 01 Presidency

Impact on budget balance (\$)

	2015-16
(2015) Official Celebrations	100,000 ✓
(2495) Plant & Equipment	30,000 ✓
Total Impact on Budget	130,000

Official celebrations for Presidency is to cater for the 70th Anniversary for the people's return from Chuuk after the war. Additional \$30,000 to cater for the new Presidential vehicle.

Head 02 Ministerial

Impact on budget balance (\$)

	2015-16
(2015) Salaries local staff	50,000
(2055) Consultancy	50,000
(2185) R&M Buildings	200,000
(2220) Nauru Community Housing	1,100,000
(2235) Special Projects	50,000
(2495) Plant & Equipment	40,000
Total Impact on Budget	1,490,000

Salaries for a new Special Projects team has been catered for ongoing projects directed by the Presidency office. These will comprise of 3 new staffs. Media consultants' fees with Mercer is also sought. Ministers office repairs/maintenance and office furniture is sought for the ongoing works undertaken there. Incomplete and ongoing housing repairs has prompted for extra funding. \$1.1 million is sought for the ongoing work.

Head 03 Chief Secretariat

Impact on budget balance (\$)

	2015-16
(2235) Special Projects	160,000
Total Impact on Budget	160,000

Government is seeking to pay wages to our Government employees on scholarships. Government recognises the financial hardships experienced by these employees during their time away most often from families and commitments back home. The amount here will cater for the 30 Government employees on scholarships from January to June 2016.

Head 11 Finance Secretariat

Impact on budget balance (\$)

	2015-16
(2165) Other subsidies & donations	400,000
Total Impact on Budget	400,000

Head 11 Finance Secretariat

Impact on budget balance (\$)

	2015-16
(1475) Miscellaneous Revenue	-2,500,000
Total Impact on Budget	-2,500,000

During the course of the year, 3 charter flights to Chuuk before and after the inaugural flight were catered for. Provision was made for living and accommodation expenses for our young at hearts and the working crew cleaning the pathways to the cemetery sites as well as the actual cemetery sites in different parts of Chuuk. Plus there is a provision for the construction of a memorial to honour those we lost during World War 2. There is also a provision for another charter to travel high level dignitaries Chuuk to Nauru.

Head 16 Finance Other Payments

Impact on budget balance (\$)

	2015-16
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(2680) BON Liquidation payment	-1,500,000
Total Impact on Budget	-1,500,000

A further reduction of \$1.5 million has been made to cater for the ongoing high costs of medical referrals. At this juncture, this amount will cater for the ongoing referrals and debts yet to be paid related to OMRs.

Head 21 CIE

Impact on budget balance (\$)

	2015-16
(2015) Salaries local staff	70,000
(2235) Special Projects	10,000
Total Impact on Budget	80,000

During a management restructure of the CIE, there was notably little to no budget catered for ongoing operations of the department. Amount sort here is to cater for new recruits and revised salaries of current staffs along with Saturday market essentials.

Head 61 Health

Impact on budget balance (\$)

	2015-16
(2475) Overseas Medical Treatment	1,740,000
Total Impact on Budget	1,740,000

Amount sought by Health covers merely the outstanding and ongoing referral costs. Bangkok patients' costs still remain the largest with over \$1 million worth of current and outstanding costs. There is also additional \$300,000 worth of meals and accommodation costs. Balance will go towards ongoing and debts owing to patients in Brisbane and Fiji.

Table 2: 2015-16 Supplementary Appropriation No.3 – Revenues

2015-16 Budget	Dept No.	Department Description Revenue	Supplementary Budget 3	2015-16 Revised Budget
-	01	Presidency & State House (including GIO)		-
-	02	Ministerial		-
25,700	03	Chief Secretariat		25,700
5,420	04	Post and Philately		5,420
-	05	Audit		-
-	06	Parliament		-
34,602	07	Finance - GON Warehouse		34,602
-	08	National Emergency Services		-
1,511,000	11	Finance - Secretariat	2,500,000	4,011,000
-	12	Finance - Public Debt		-
-	13	Finance - Bureau of Statistics		-
13,287,293	15	Finance- Nauru Revenue Office		13,287,293
8,100,688	16	Finance - Other Payments		8,100,688
13,391,910	17	Finance - Nauru Customs Office		13,391,910
845	21	Commerce Industry & Environment (CIE)		845
35,222,079	31	Fisheries & Marine Resources		35,222,079
12,375	41	Nauru Police Force		12,375
9,006,686	43	Justice - Secretariat		9,006,686
12,000	44	Judiciary		12,000
28,985,817	45	Justice- Border Control		28,985,817
-	46	Justice - Correctional Services		-
5,800	51	Education		5,800
-	52	Youth Affairs		-
98,200	61	Health		98,200
2,500	62	Sports		2,500
-	71	Foreign Affairs - Secretariat		-
-	72	Foreign Affairs - Brisbane		-
-	73	Foreign Affairs - Suva		-
-	74	Foreign Affairs - New York		-
-	75	Foreign Affairs - Taiwan		-
-	81	Home Affairs - Secretariat		-
-	82	Home Affairs - Women's Affairs		-
40,000	83	Home Affairs - Media Bureau		40,000
2,175,890	84	Lands & Survey		2,175,890
2,405	85	Lands Committee		2,405
-	86	Land Management		-
250	91	Transport Secretariat		250
20,000	92	Lands Transport		20,000
1,229,732	93	Maritime Transport (Nauru Ports Authority)		1,229,732
3,272,319	94	Director of Civil Aviation (DCA)		3,272,319
1,400,000	95	ICT		1,400,000
117,843,511			2,500,000	120,343,511

Table 3: 2015-16 Supplementary Appropriation No.3 – Expenditures

2015-16 Budget	Dept No.	Department Description Expenditure	Supplementary Budget 3	2015-16 Revised Budget
1,479,486	01	Presidency & State House (including GIO)	130,000	1,609,486
8,503,228	02	Ministerial	1,490,000	9,993,228
10,869,001	03	Chief Secretariat	160,000	11,029,001
161,122	04	Post and Philately		161,122
345,112	05	Audit		345,112
1,224,959	06	Parliament		1,224,959
235,914	07	Finance - GON Warehouse		235,914
892,906	08	National Emergency Services		892,906
3,952,906	11	Finance - Secretariat	400,000	4,352,906
2,690,210	12	Finance - Public Debt		2,690,210
88,188	13	Finance - Bureau of Statistics		88,188
266,385	15	Finance - Nauru Revenue Office		266,385
30,356,491	16	Finance - Other Payments	(1,500,000)	28,856,491
508,025	17	Finance - Nauru Customs Office		508,025
329,925	21	Commerce Industry & Environment (CIE)	80,000	409,925
1,775,742	31	Fisheries & Marine Resources		1,775,742
2,299,093	41	Nauru Police Force		2,299,093
6,587,698	43	Justice - Secretariat		6,587,698
1,147,281	44	Judiciary		1,147,281
906,180	45	Justice- Border Control		906,180
530,830	46	Justice - Correctional Services		530,830
7,386,226	51	Education		7,386,226
155,315	52	Youth Affairs		155,315
11,081,151	61	Health	1,740,000	12,821,151
330,251	62	Sports		330,251
1,124,784	71	Foreign Affairs - Secretariat		1,124,784
760,678	72	Foreign Affairs - Brisbane		760,678
421,406	73	Foreign Affairs - Suva		421,406
954,541	74	Foreign Affairs - New York		954,541
337,173	75	Foreign Affairs - Taiwan		337,173
3,253,011	81	Home Affairs - Secretariat		3,253,011
183,874	82	Home Affairs - Women's Affairs		183,874
426,070	83	Home Affairs - Media Bureau		426,070
7,213,810	84	Lands & Survey		7,213,810
176,320	85	Lands Committee		176,320
344,289	86	Land Management		344,289
84,595	91	Transport Secretariat		84,595
675,352	92	Lands Transport		675,352
4,828,549	93	Maritime Transport (Nauru Ports Authority)		4,828,549
1,463,447	94	Director of Civil Aviation (DCA)		1,463,447
1,471,406	95	ICT		1,471,406
117,822,930			2,500,000	120,322,930