



REPUBLIC OF NAURU

SUPPLEMENTARY ESTIMATES OF EXPENDITURE 2018-19

10TH MAY 2019

CIRCULATED BY
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MINISTER FOR FINANCE AND SUSTAINABLE DEVELOPMENT

SUPPLEMENTARY APPROPRIATION 2018-19

OVERVIEW

The *Supplementary Appropriation Bill (No. 5 2018-19)* recognises an additional 7.5 million dollars in Government revenue along with 7.5 million dollars in expenditures. The expenditure changes include housekeeping measures to ensure that Government spending is being correctly reflected in the accounts.

7.5 million dollars is additional NRPC Service fees by ABF covering the two of the three months of the Canstruct extension. (May & June 2019)

2.9 million dollars has been provided to the Ministerial head for housing scheme to ensure sufficient funds to clear pending and pre-approved housing projects.

54,000 dollars is provided to support the AIA-By-Elections (Anibare, Ijuw and Anabar)

2.17 million dollars towards to provided an increase to the Government fiscal cash buffer as a requirement by IMF. It reflects Government commitment towards building a cash reserve to ensure that its liquidity position is improved for future requirements.

1.9 million dollars has been provided to Department of Health for Overseas Medical Treatment. The additional funding will assist Health to clear current and previous year's debts relating to OMR. This includes the cost of airfares, per diem for patients and escorts that are approved for OMR.

\$500,000 dollars to Department of Sports to assistance Nauru participation at the Pacific Games in Apia, Samoa and other International sporting events.

Overall this Supplementary Appropriation recognises the additional revenue and provides for expenditures that have arisen since the original budget. It also includes measure to ensure that financial reporting is correctly reflected in the budget and financial statements. With the passing of this Bill the budget is approximately in surplus of \$30,999 for the financial year.

Table 1. Domestic Budget Aggregates

	2018-19 Budget	2018-19 Revised Budget	Variance to Budget
Revenue	154,600,457	215,129,592	60,529,135
Expenditure	154,432,501	215,098,593	60,666,091
Budget Balance	167,956	30,999	(136,957)

REVENUES

This Supplementary Appropriation recognises the following changes to revenues: -

18 NRPCC Revenue

	2018-19
1495 - Service Fees (Increase)	(7,500,000)
Total impact on budget	(7,500,000)

7.5 million dollars is additional NRPCC Service fees by ABF covering the two of the three months of the Canstruct extension. (May & June 2019).

EXPENDITURES

The following expenditure increases are required in the budget.

02 Ministerial Expenditure

	2018-19
2220 - Nauru Community Housing	2,912,194
Total impact on budget	2,912,194

The ministerial department requested for additional funding towards Nauru Community Housing project to ensure sufficient funds to clear pending and pre-approved projects.

09 Electoral Commission

	2018-19
2030 - Salaries - Other Contracts (Election Officials)	21,500
2495 - Plant & Equipment Purchases(Election Supplies)	14,100
2130 - Printing & Stationery(Candidate Photo Tool)	700
2072 - Meals & Drinks Staff (Catering Services)	5,000
2075 - Travel -Business (Proxy - Appointed Witnesses)	7,000
2275 - Purchase Petrol	600
2330 - Telephone (Top-up & Text Blast(Officials) - Digicel	3,100
2160 - Land Rental (Venue Hire - Voter/Candidate Sessions)	1,000
2575 - Local Transport (Car Rentals)	500
2050 - Uniform Clothing	500
Total impact on budget	54,000

54,000 dollars has been requested by Electoral Commission to up hold the By-elections for AIA (Anibare, Ijuw and Anabar) as per Speaker of Parliament approval of writ to hold By-elections for Constituency AIA.

16 Finance Other Payments Expenditure

	2018-19
2652 - Fiscal Cash Buffer	2,175,000
Total impact on budget	2,175,000

Additional funding is provided to increase the Government fiscal cash buffer as a requirement by IMF. It reflects Government commitment towards building a cash reserve to ensure that its liquidity position is improved for future requirements.

51 Health

	2018-19
2475 - Overseas Medical Treatment	1,854,858
Total impact on budget	1,854,858

The additional funding will assist Health to clear current and previous year's debts relating to OMR. This includes the cost of airfares, per diem for patients and escorts that are approved for OMR.

62 Dept. of Sports

	2018-19
2617 -Donations Local	500,000
Total impact on budget	500,000

Additional expenditure of \$500,000 dollars to Department of Sports to assistance Nauru participation at the Pacific Games in Apia, Samoa and other International sporting events.

Table 2: 2018-19 Supplementary Appropriation No.5– Revenues

Description	2018-19 Original Budget	Supplementary Appropriations 1-4	Supplementary Appropriation No.5	Revised Budget (Annual)
03 - Chief Secretariat	(48,380)	0		(48,380)
07 - GON Warehouse	(152,230)	0		(152,230)
09 - Electoral Commission	(162,000)	0		(162,000)
11 - Finance Secretariat	(20,000)	0		(20,000)
12 - Public Debt		(7,064,000)		(7,064,000)
15 - Nauru Revenue Office	(29,320,000)	(8,325,700)		(37,645,700)
16 - Finance - Other Payments	(15,423,055)	3,232,071		(12,190,984)
17 - Nauru Customs Office (NCO)	(16,414,307)	0		(16,414,307)
18 - Nauru Regional Processing Centre (NRPCC) Corporation	(16,000,000)	(5,000,000)	(7,500,000)	(28,500,000)
21 - CIE	(7,500)	0		(7,500)
31 - Fisheries	(33,656,961)	(31,471,506)		(65,128,467)
41 - Police	(120,000)	0		(120,000)
42 - Department of Multicultural Affairs	(34,269,180)	(4,400,000)	0	(38,669,180)
43 - Justice - Secretariat	(218,000)	0		(218,000)
44 - Judiciary	(102,250)	0		(102,250)
45 - Border Control	(2,842,640)	0		(2,842,640)
50 - Directorate of TVET	(180,000)	0		(180,000)
51 - Education	0	0		0
61 - Health	(27,000)	0		(27,000)
83 - Media Bureau	(30,000)	0		(30,000)
84 - Lands & Survey	(7,000)	0		(7,000)
85 - Lands Committee	(2,000)	0		(2,000)
91 - Department of Transport	(3,472,788)	0		(3,472,788)
92 - Lands Transport	0	0		0
93 - Maritime Transport	(2,114,606)	0		(2,114,606)
95 - ICT	(10,560)	0		(10,560)
	(154,600,457)	(53,029,135)	(7,500,000)	(215,129,592)

Table 3: 2018-19 Supplementary Appropriation No.5– Expenditures

Description	2018-19 Original Budget	Supplementary Appropriations 1- 4	Supplementary Appropriation No.5	Revised Budget (Annual)
01 - Presidency and State House (including GIO)	1,548,215			1,548,215
02 - Ministerial	7,356,896	3,685,000	2,912,194	13,954,090
03 - Chief Secretariat	14,246,665	3,708,000		17,954,665
05 - Audit	345,203			345,203
06 - Parliament	1,254,482	349,119		1,603,601
07 - GON Warehouse	408,552			408,552
08 - National Emergency Services	1,587,800			1,587,800
09 - Electoral Commission	397,684		54,000	451,684
11 - Finance Secretariat	1,885,038	28,490		1,913,527
12 - Finance -Public Debt	4,165,369	6,846,035	0	11,011,404
13 - Bureau of Statistics	109,797			109,797
15 - Nauru Revenue Office	374,911	54,500		429,411
16 - Finance - Other Payments	34,100,097	28,350,568	2,175,000	64,625,665
17 - Nauru Customs Office (NCO)	386,983			386,983
18 - Nauru Regional Processing Centre (NRPCC) Corporation	2,809,365	2,896,250		5,705,615
21 - CIE	839,197	43,000		882,197
31 - Fisheries	2,214,832	100,000		2,314,832
41 - Police	2,790,806	58,400		2,849,206
42 - Department of Multicultural Affairs	24,749,541	2,000,000		26,749,541
43 - Justice - Secretariat	3,530,727			3,530,727
44 - Judiciary	1,835,302			1,835,302
45 - Border Control	1,048,063			1,048,063
46 - Correctional Services	815,736			815,736
50 - Directorate of TVET	1,542,236			1,542,236
51 - Education	8,302,023	675,014		8,977,037
52 - Youth Affairs	155,842			155,842
61 - Health	12,932,699	477,816	1,854,858	15,265,373
62 - Sports	276,639	206,504	500,000	983,143
63 - Department of Infrastructure Development	363,973	1,827,300		2,191,273
71 - Foreign Affairs - Secretariat	1,029,264			1,029,264
72 - Foreign Affairs - Brisbane	907,638	138,179		1,045,817
73 - Foreign Affairs - Suva	518,391	188,767		707,158
74 - Foreign Affairs - New York	1,866,142	198,876		2,065,018
75 - Foreign Affairs - Taiwan	413,134	72,544		485,678
76 - Foreign Affairs- Geneva	0	311,363		311,363
77 - High Commission India	0	332,125		332,125
81 - Home Affairs	3,661,961	106,573		3,768,534
82 - Women's Affairs	196,707	170,000		366,707
83 - Media Bureau	448,034			448,034
84 - Lands & Survey	5,386,712			5,386,712
85 - Lands Committee	218,887			218,887
86 - Department of Land Management	89,701			89,701
91 - Department of Transport	2,390,802	345,617		2,736,419
93 - Maritime Transport	2,242,669			2,242,669
95 - ICT	2,545,533			2,545,533
97 - Telecom	142,257			142,257
	154,432,501	53,170,040	7,496,052	215,098,593