



REPUBLIC OF NAURU

DEVELOPMENT FUND

ANNUAL PROJECTIONS

2021-22

CIRCULATED BY

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MINISTER FOR FINANCE OF THE REPUBLIC OF NAURU

ON THE OCCASION OF THE BUDGET 2021-22

1 JUNE 2021

Table of Contents

Page No.

LIST OF KEY ACRONYMS	3
PART I: EXECUTIVE SUMMARY	4
GRAPH 1: DEVELOPMENT FUND BY NSDS SECTOR (FY 21-22)	4
PART II: DEVELOPMENT FUND ANNUAL PROJECTIONS	5
TABLE 1.1: DEVELOPMENT FUND FY 2021-22 ANNUAL PROJECTIONS SUMMARY.....	5
TABLE 1.2: DEVELOPMENT PARTNERS SUMMARY	6
CHART 1.2: CASH-FUNDED PROJECTION: FY 2018-19 TO FY 2021-22.....	7
ASIAN DEVELOPMENT BANK (ADB)	8
AUSTRALIA (DFAT)	10
JAPAN.....	11
NEW ZEALAND (MFAT).....	12
TAIWAN (ROC)	13
UNITED NATIONS (UN).....	14
PART III: DEVELOPMENT FUND TABLES AND GRAPHS	15
TABLE 2.1 DEPARTMENT SUMMARY ON DONOR'S ASSISTANCE	15
PART IV: CARRY-OVER BALANCE – DEVELOPMENT FUND.....	16
PART V – NEW DEVELOPMENT PROJECTS PROPOSALS	18

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 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=USD\$0.70=€0.6001=NZD1.0573=¥75.8451 dated 17/05/2021

LIST OF KEY ACRONYMS

ADB	Asian Development Bank
AUSTRALIA (DFAT)	Australian Department of Foreign Affairs and Trade
BOS	Bureau of Statistics
CIE	Commerce Industry and Environment
EDF	European Development Fund
EU	European Union
FAO	Food and Agriculture Organization
FFA	Forum Fisheries Agency
GEF	Global Environment Facility
GoN	Government of Nauru
ICT	Information and Communication Technology
IUCN	International Union for Conservation of Nature
NAO	National Audit Office
NCD	Non-Communicable Disease
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
Taiwan (ROC)	Taiwan (Republic of China)
SPC	Secretariat of the Pacific Community
UN	United Nations
UNDP	United National Development Program
UNEP	United Nations Environment Program
UNICEF	United Nations Children’s Fund
UNOSSC	United Nations Office for South-South Cooperation
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.

The Government anticipates that project-related cash grants paid into the Development Fund and subsequent expenditure will total \$14.1 million in FY 2021-22 (including \$11.6 million carried over from FY 20-21). This is primarily due to a \$8.4 million-decrease in new project funds from FY 2020-21.

Project-related budget support is projected to be \$2.5m in FY 2021-22, and in-kind assistance is estimated at \$80.7 million in FY 2021-22. Direct Budget Support funds have slightly decreased from last financial year by \$4.4 million to \$20.9 million in FY 2021-22, due to some budget support reclassified as Aid-In-Kind. Aid-in-kind has decreased by \$3.6 million, primarily a result of difficulties securing technical assistance and equipment due to COVID-19 travel restrictions and supply-chain delays.

Total new support in FY 2021-22, including all financial and non-financial assistance, is estimated at \$104.1 million.

GRAPH 1: DEVELOPMENT FUND BY NSDS SECTOR (FY 21-22)

Sector	Budget Support (FY21-22)	Aid in-kind (FY21-22)	Cash Funded (FY21-22)	Total
Economic	\$18,773,824	\$8,533,476	\$0	\$27,307,300
Social	\$1,163,030	\$7,258,300	\$2,472,146	\$10,893,476
Infrastructure	\$0	\$7,837,027	\$0	\$7,837,027
Cross-cutting	\$1,000,000	\$57,096,313	\$0	\$58,096,313
Total	\$20,936,854	\$79,725,116	\$2,472,146	

The projections for FY 2021-22 indicate that the Cross-cutting sector is significantly increased at the expense of the Social and Economic sectors. However, it should be noted that funds allocated toward the Cross-Cutting sector appear inflated by ADB's Climate Resilient Connectivity project and Australia's overarching 'Partnerships for Recovery' – the latter may potentially present specific sector projects during FY 2021-2022. Support for the Economic sector is generally delivered through generous budget support amount of \$18.7 million into the operational account, including Taiwan's \$12.4 million plus \$8.6 million Public Policy Strengthening support led by ADB, together with Australia and New Zealand. Both Australia and New Zealand continue to support the Education sector, however, as support modes are being redesigned, projections are estimates only.

In recent years, the receipt of new funds exceeded the capacity to disburse funds, resulting in the accumulation of sizeable balances. This has been exacerbated by the impact of the COVID-19 pandemic, which has prevented technical experts travelling to Nauru for projects, and delayed deliveries of products due to limited transport options. Education in particular have experienced difficulty expending their project funds. Most funding agreements require that unspent funds are returned to the donor once the agreement expires. Hence, it is crucial to ensure that funding agreements are realistic, matched to the line agencies capacity to spend, involve as much flexibility as can be permitted and that public financial management systems continue to be strengthened. The Department of Finance is working with Departments to ensure Donor funds are expended within the financial year.

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 2021-22.

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 **\$14,133,692** and have a corresponding total expenditure of **\$14,133,692** inclusive of unspent funds carried over from FY 20-21. This money is received in cash to the Republic, and paid directly into the Development Fund accounts.

TABLE 1.1: DEVELOPMENT FUND FY 2021-22 ANNUAL PROJECTIONS SUMMARY

Details	Projections FY 2021-22
Development Fund income carried over from FY2020-21	(\$11,661,546)
Development Fund new income for FY2021-22	(\$2,472,146)
Development Fund Expenditure for FY2021-22	\$14,133,692
Development Fund Net Balance	\$0

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.

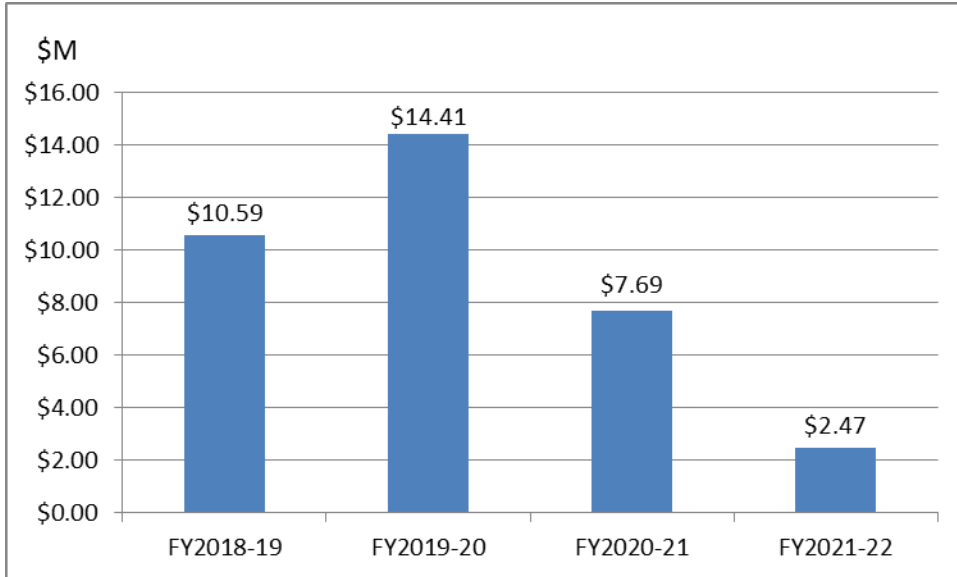
It is estimated that this in-kind assistance is valued at approximately **AUD \$80.7 million** for FY 2021-22. An example of in-kind support from donors is the cost of consultants or advisers currently working in Nauru that are paid for directly by donors. The projected development assistance from Nauru’s major donors for FY 2021-22 is depicted in Table 1.2 below; in the form of direct cash and in-kind development assistance. It is anticipated that all projected funds will be expended in the financial year.

TABLE 1.2: DEVELOPMENT PARTNERS SUMMARY

Donor (source)	Development Project	Budget Support (FY21-22)	Aid in-kind (FY21-22)	Cash Funded (FY21-22)
Asian Development Bank (ADB)	Sustainable & Climate Resilient Connectivity Project		\$36,400,000	
Asian Development Bank (ADB)	Public Policy Strengthening	\$6,500,000		
Asian Development Bank (ADB)	Solar Power Development Project		\$5,000,000	
Asian Development Bank (ADB)	Nauru Sustainable Urban Development Project (NSUDP)		\$520,000	
Asian Development Bank (ADB)	Improving Internet Connectivity for Micronesia		\$500,000	
Australia (DFAT)	Partnership for Recovery: Australia's COVID19 Development Response		\$17,083,000	
Australia (DFAT)	Intergenerational Trust Fund contribution		\$2,500,000	
Australia (DFAT)	Health		\$1,652,000	
Australia (DFAT)	Education		\$1,500,000	
Australia (DFAT)	Public Sector Management		\$1,265,000	
Australia (DFAT)	Public Policy Strengthening	\$1,000,000		
Australia (DFAT)	Runway Resurfacing		\$1,000,000	
Japan	Economic & Social Development Programme (ESDP)		\$2,100,000	
Japan	Grassroots Grant Program for Human Security Projects (GGP)			\$110,000
New Zealand (MFAT)	Public Policy Strengthening	\$1,163,030		
New Zealand (MFAT)	Education		\$1,057,300	
New Zealand (MFAT)	2022 General Election Support		\$1,057,300	
New Zealand (MFAT)	Nauru Intergeneration Trust Fund		\$1,057,300	
New Zealand (MFAT)	Nauru Renewable energy initiative		\$297,027	
Taiwan (ROC)	Budget Support	\$12,273,824		
Taiwan (ROC)	Taiwan-Nauru Partnership Support		\$4,976,176	
Taiwan (ROC)	Taiwan Technical Mission		\$1,291,013	
Taiwan (ROC)	RON Hospital Negative Pressure ICU equipment		\$559,000	
Taiwan (ROC)	Solar Power Panels		\$520,000	
Taiwan (ROC)	Scholarships		\$390,000	
United Nation (UN)	UNDP –Supporting Mainstreamed Achievement of Roadmap Targets on Energy in Nauru (SMARTEN)			\$1,042,146
United Nation (UN)	UNDP - Nauru Covid-19 Support Project			\$970,000
United Nation (UN)	UNDP-Nauru Inclusive Accountable Governance Project (Support to Nauru Electoral Commission and Parliament of Nauru)			\$350,000
		\$20,936,854	\$80,725,116	\$2,472,146

The trend of direct cash projections over the last four financial years is depicted in Chart 1.1 below. The decrease in direct cash assistance between financial years 2020-21 and 2021-22 is estimated at \$5.22 million, and follows on from a drop in funding between FY 2019-20 and FY 2020-21 of \$6.72 million. The drop in funding this financial reflects the difficulties faced in spending funds due to the impact of the COVID-19 pandemic.

CHART 1.2: CASH-FUNDED PROJECTION: FY 2018-19 TO FY 2021-22



ASIAN DEVELOPMENT BANK (ADB)

Development Project	Budget Support (FY 2021-22)	Aid in-kind (FY 2021-22)	Cash Funded (FY 2021-22)
Sustainable and Climate Resilient Connectivity Project		\$36,400,000	
Improved Fiscal Sustainability and Social Protection Program	\$6,500,000		
Solar Power Development Project		\$5,000,000	
Nauru Sustainable Urban Development Project		\$520,000	
Improving Internet Connectivity for Micronesia		\$500,000	
	\$6,500,000	\$42,420,000	\$0

For FY 2021-22 it is anticipated that assistance from the ADB will total approximately \$48.9 million of which \$42.4 million will be in-kind and \$6.5 million in budget support. The increase on previous years reflects carry-over of funds committed to the Port and Solar Power Projects, which experienced delays due to the COVID-19 pandemic, and the inclusion of a new project, the Nauru Sustainable Urban Development Project.

SUSTAINABLE & CLIMATE RESILIENT CONNECTIVITY PROJECT

The Sustainable and Climate Resilient Connectivity Project is the development of the Port and was approved by ADB in August 2018 for USD 62.28 million (AUD 91.56 million) inclusive of co-financing from Australia and the Green Climate Fund. In addition, ADB is also financing USD 0.9 million (AUD 1.17 million) for project preparatory work and USD 0.75 million (AUD 0.97 million) together with USD 2.61 million (AUD 3.39 million) from Australia for port reforms. Despite incurring early technical challenges and substantial disruption and costs associated with the COVID-19 pandemic the project has made substantial progress with ADB, Australian and Green Climate Fund in-kind contributions. In FY 2021-22 a total of approximately USD 28 million (**AUD 36.4 million**) will be contributed by ADB, Australia and the Green Climate Fund.

IMPROVED FISCAL SUSTAINABILITY AND SOCIAL PROTECTION PROGRAM (PUBLIC POLICY STRENGTHENING)

The proposed Improved Fiscal Sustainability and Social Protection Program involves a set of mutually agreed policy actions, which once achieved, triggers a USD 5 million (AUD 6.5 million) grant to be received as budget support. For FY 2021-22, ADB is expecting to contribute the full **AUD 6.5 million** as direct budget support.

SOLAR POWER DEVELOPMENT PROJECT

The Solar Power Development Project involves the instalment of a 6MW solar energy farm with battery energy storage system including institutional capacity development and was approved by ADB in September 2019 with a total budget of USD 22 million (AUD 32.34 million). For FY 2021-22, ADB is expecting to contribute **AUD 5 million** in-kind assistance towards this project.

NAURU SUSTAINABLE URBAN DEVELOPMENT PROJECT

The Nauru Sustainable Urban Development Project will identify opportunities to improve water supply, sanitation and solid waste management on Nauru.

During this preparatory period, ADB will work with the Government of Nauru to:

- create an enabling environment for the ensuing project and confirming the project scope,
- secure agreement for opportunities for urban services optimization, integration and sustainability, and
- advance procurement activities for the ensuing project.

For FY 2021-22, ADB is expecting to contribute USD \$400,000 (**AUD \$520,000**) in-kind assistance as Project Readiness Financing (PRF) for this project. ADB approval for these funds is expected in Q4 2021.

IMPROVING INTERNET CONNECTIVITY FOR MICRONESIA

The Improving Internet Connectivity for Micronesia project will build and lay a submarine telecommunications cable between several islands in the region. The project was approved by ADB in May 2018 for USD 15 million (AUD 22.05 million). For FY 2021-22, ADB is expecting to contribute **AUD 0.5 million** in-kind assistance towards this project during the start-up phase.

AUSTRALIA (DFAT)

Development Project	Budget Support (FY 2021-22)	Aid in-kind (FY 2021-22)	Cash Funded (FY 2021-22)
Partnership for Recovery: Australia's COVID-19 Development Response		\$17,083,000	
Nauru Intergenerational Trust Fund		\$2,500,000	
Health		\$1,652,000	
Education		\$1,500,000	
Public Sector Management		\$1,265,000	
Public Policy Strengthening	\$1,000,000		
Runway Resurfacing		\$1,000,000	
	\$1,000,000	\$25,000,000	\$0

Australia continues to be one of Nauru's major donor partners with an expected \$26 million for FY 2021-22. Typically, Australia's donations include a higher level of cash funded projects. However, this financial year the funding is represented as aid-in-kind while a funding agreement is developed and negotiated for education, and there is potential for cash funded proposals to be agreed under Partnership for Recovery: Australia's COVID19 Development Response program.

PARTNERSHIP FOR RECOVERY: AUSTRALIA'S COVID19 DEVELOPMENT RESPONSE

Australia will partner with Nauru on a range of programs to strengthen its resilience and work toward regional prosperity in sectors including economic reform, law and order, food security and transport connectivity priorities. Specifically, Australia will provide scholarships for students and teachers to study in Australia, help the Government of Nauru support women and children in need and improve gender mainstreaming. Australia will also support Nauru's COVID-19 response. The total support Australia will provide under this partnership programme is **AUD 17.083** million.

NAURU INTERGENERATIONAL TRUST FUND

As a member of the Trust Fund Committee, Australia will make an **AUD 2.5** million contribution to the Nauru Intergenerational Trust Fund this financial year. The Nauru Trust Fund continues to be a mutual priority and an important mechanism to support Nauru's economic sustainability, positioning Nauru to access dividends to manage future economic transitions. Mitigating short-term investment losses through Australia's continued annual replenishments remains critical.

HEALTH

Australia's support to Nauru's health systems is managed by an in-country service provider. Support includes funding of technical experts and key personnel in the Ministry of Health, Total estimated in-kind support in FY 2021-22 is **AUD 1.652** million.

EDUCATION

Past support to the education sector has involved a combination of grant support into the Development Fund, technical assistance through PACTAM2 and a variety of scholarship programs. This program is currently being redesigned, and a new program should be determined by December 2021. Support for the education sector is tentatively estimated at **AUD 1.5** million of in-kind assistance for FY 2021-22. Unspent funds from FY 20-21 due to the impact of the COVID-19 pandemic will be carried over to FY 2021-22, thanks to the support of DFAT for providing additional time to complete planned spending.

PUBLIC SECTOR MANAGEMENT

Public sector management support is mostly supplied through the Pacific Technical Assistance Mechanism (PACTAM2) whereby Australia responds to Nauru requests for technical assistance, and scholarships to study

in Australia or elsewhere in the region. Technical assistance is supplied in support to the Department of Finance, but some is also provided to the Nauru Utilities Corporation, Education and Health Departments. Support through this modality is estimated at **AUD 1.265** million in FY 2021-22.

PUBLIC POLICY STRENGTHENING

AUD 1 million will be provided to support financial governance across a range of Government departments. The program includes strengthening debt and SOE management, as well as improving the sustainability of social assistance systems.

RUNWAY RESURFACING

The Australian Infrastructure Financing Facility for Pacific (AIFFP) will provide AUD 1m this year for preliminary engineering designs, which are due to be submitted by Q4 2021. Once the preliminary engineering design is complete, bidding for the works will commence. Procurement of the design and build is targeted for award by June 2022.

JAPAN

Development Project	Budget Support (FY 2021-22)	Aid in-kind (FY 2021-22)	Cash Funded (FY 2021-22)
Economic & Social Development Programme (ESDP)		\$2,100,000	
Grassroots Grant Program for Human Security Projects (GGP)			\$110,000
	\$0	\$2,100,000	\$110,000

THE ECONOMIC & SOCIAL DEVELOPMENT PROGRAMME (ESDP)

ESDP is a type of assistance intended to support Nauru by promoting its economic and social development efforts inclusive of poverty reduction. ESDP provides JPY 180 million (**AUD 2.1 million**) for import of goods as aid in-kind.

GRANT ASSISTANCE FOR GRASS-ROOTS AND HUMAN SECURITY PROJECTS (GGP)

GGP is intended to address the grassroot level with total **AUD \$110,000** to fund two development projects. The Embassy of Japan has to conduct an on-site inspection to prepare a new project, but their visit has been postponed due to the COVID-19 crisis.

NEW ZEALAND (MFAT)

Development Project	Budget Support (FY2021-22)	Aid in-kind (FY2021-22)	Cash Funded (FY2021-22)
Public Policy Strengthening	\$1,163,030		
2022 General Election Support		\$1,057,300	
Nauru Intergeneration Trust Fund		\$1,057,300	
Education		\$1,057,300	
Nauru Renewable Energy Initiative		\$297,027	
	\$1,163,000	\$3,468,927	\$0

PUBLIC POLICY STRENGTHENING

NZD 1,100,000 (**AUD 1,163,030**) will be provided to support financial governance across a range of Government departments. The program includes strengthening debt and SOE management, as well as improving the sustainability of social assistance systems.

2022 GENERAL ELECTION SUPPORT

New Zealand will contribute NZD 1,000,000 (**AUD 1,057,300**) to the UNDP-Nauru Inclusive Accountable Governance Project, which builds capacity in Nauru's parliament and elections commission.

NAURU INTERGENERATIONAL TRUST FUND

New Zealand will make a contribution of NZD 1 million (**AUD 1,057,300**) to the Nauru Intergenerational Trust Fund this financial year, as a member of the Trust Fund Committee.

EDUCATION

New Zealand continues to provide support to the Department of Education. New Zealand will be working together with Australia to provide support in the areas of early years learning outcomes, senior secondary/TVET sustainability, and strategic systems strengthening through a combination of technical assistance and budget support. Support to education is estimated at NZD 1 million (**AUD 1,057,300**).

NAURU RENEWABLE ENERGY INITIATIVE

In December 2020, the Grant Funding Agreement (GFA) for the Nauru Energy Efficiency on the Demand Side (NEEDS) project was signed and is now in its implementation phase. This project is funded by the Ministry of Foreign Affairs and Trade (MFAT) of the Government of New Zealand aiming to support the achievement of the 30% energy efficiency target set in the Nauru Energy Road Map (NERM). The signed GFA for NEEDS projected funding of **AUD 297,027** for the financial year 2021-22. Proposed activities include Energy Efficiency training, LED lighting roll-out for commercial premises, and a Fridge, Freezer and AC change-out.

TAIWAN (ROC)

Development Project	Budget Support (FY 2021-22)	Aid in-kind (FY 2021-22)	Cash Funded (FY 2021-22)
General Budget Support	\$12,273,824		
Taiwan-Nauru Partnership Support		\$4,976,176	
Taiwan Technical Mission		\$1,291,013	
RON Hospital Negative Pressure ICU equipment		\$559,000	
Solar Power Panels		\$520,000	
Scholarships		\$390,000	
	\$12,273,824	\$7,736,189	\$0

GENERAL BUDGET SUPPORT

Support from the Taiwan comprises USD 9.44 million (**AUD 12.27 million**) in direct budget support for mutually agreed purposes as per the Taiwan MOU Financial Assistance to Nauru. This budget support is reflected in the GoN Budget as cash. An annual contribution by Taiwan (ROC) to the Nauru Intergenerational Trust Fund, is included in the bilateral funding.

TAIWAN-NAURU PARTNERSHIP SUPPORT

A further USD 3.8 million (**AUD 4.97 million**) Taiwan's support to Government of Nauru but directed into Nauru Finance; including Grassroots support and support for Nauru's NY Mission.

TAIWAN TECHNICAL MISSION

In-kind support through the technical mission is mostly directed toward improving household agriculture through training and provision of seedlings, reversing the NCD trend and visiting medical specialists. In FY 2021-22, this is valued at USD 993,087 (**AUD 1.3 million**).

SOLAR POWER PANELS

Taiwan supports Nauru's efforts to reduce reliance on fossil fuels through a solar panels project valued at USD 400,000 (**AUD 520,000**) in FY 2021-22.

SCHOLARSHIPS

Scholarships for secondary students to study in Taiwan are also valued at USD 300,000 (**AUD 390,000**) for the coming fiscal year.

UNITED NATIONS (UN)

Development Project	Budget Support (FY 2021-22)	Aid in-kind (FY 2021-22)	Cash Funded (FY 2021-22)
UNDP –Supporting Mainstreamed Achievement of Roadmap Targets on Energy in Nauru (SMARTEN)			\$1,042,146
UNDP - Nauru Covid-19 Support Project			\$970,000
UNDP-Nauru Inclusive Accountable Governance Project (Support to Nauru Electoral Commission and Parliament of Nauru)			\$350,000
	\$0	\$0	\$2,362,146

SUPPORTING MAINSTREAMED ACHIEVEMENT OF ROADMAP TARGETS ON ENERGY IN NAURU (SMARTEN)

The support for Mainstreamed Achievement of Roadmap Targets on Energy in Nauru (SMARTEN) continues this financial year. The objective of the SMARTEN project is to enable the increased applications of feasible renewable energy and energy efficiency technologies for supporting socio-economic development in Nauru in accord with the country's energy roadmap targets. A total of **AUD 1,042,146** is earmarked this financial year to support the piloting of demonstration projects (hybrid and other energy efficient technologies), as well as technical trainings and workshops.

NAURU COVID-19 SUPPORT PROJECT

The bedrock of the response is aggressive screening, early detection and prompt containment of any imported case of COVID-19. The strategy is underpinned by five management strategy including screening Points, transitional accommodation, isolation facility, a dedicated highly restricted COVID-19 Critical Care Unit (CCU) and a hazardous clinical/hospital waste management unit. The management strategies set out a list of prioritized items which needs to be procured for required emergency response particularly for the prevention, response and containment phases. The project is paramount to Nauru's efforts to prevent and manage the spread of the COVID-19. UNOSSC proceeded with fund disbursement to UNDP and procurement of emergency equipment and medical supplies are underway. The expected development change is to strengthen health sector by providing medical equipment and supplies in preparation for COVID-19 scenario.

UNICEF has also supported Nauru's vaccination effort by facilitating the supply of COVID-19 vaccinations through the COVAX scheme, which to continue in the next financial year.

A total of **AUD 970,000** is intended to be provided for this project in FY 2021-22.

UNDP-NAURU INCLUSIVE ACCOUNTABLE GOVERNANCE PROJECT

UNDP is supporting the Nauru Electoral Commission and the Parliament of Nauru to strengthen institutional capacities. Support for the Parliament has been focused on the implementation of the Parliamentary Services Act while support to the NEC is on civic education, electoral legal framework and enhancing women's participation and inclusive electoral processes. **AUD 350 000** is earmarked for this financial period.

PART III: DEVELOPMENT FUND TABLES AND GRAPHS

An overview of funds to be received by each department for FY 2021-22 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.

TABLE 2.1 DEPARTMENT SUMMARY ON DONOR'S ASSISTANCE

Department	Budget Support (FY21-22)	Aid in-kind (FY21-22)	Cash Funded (FY21-22)
Chief Secretary	\$0	\$1,265,000	\$0
Education	\$1,163,030	\$2,947,300	\$0
Electoral Commission	\$0	\$1,057,300	\$0
Finance Others	\$19,773,824	\$64,636,476	\$1,080,000
Health	\$0	\$2,211,000	\$0
ICT	\$0	\$500,000	\$0
Commerce, Industry and Environment	\$0	\$1,291,013	\$1,392,146
Nauru Utilities Corporation	\$0	\$5,817,027	\$0
Transport		\$1,000,000	
Total	\$20,936,854	\$80,725,116	\$2,472,146

The department receiving the largest contribution this financial year is the Department of Finance. This is largely due to the ADB's Ports project 36 million in Aid-in-kind, Australia's broad Aid-in-kind support in Partnership for Recovery 17 million and the 12.3 million budget support contribution provided by Taiwan, which is managed by Treasury.

PART IV: CARRY-OVER BALANCE – DEVELOPMENT FUND

This table lists the balance carried over from the previous financial year, in addition to the new projection, to give an updated total balance for the development fund.

Dept	Project Code	Fund/Project Description	Balance as of 20/04/21	Forecast for 2 months	Closing Balance 30/06/21 (est)
CIE	01003	Micro Finance Loan	\$6,923.75	\$1,153.96	\$8,077.71
CIE	02728	Provision of Household Water Tanks	\$65,574.00	\$10,929.00	\$76,503.00
CIE	03702	NEEDS Energy Project	\$10.00	\$1.67	\$11.67
CIE	03703	NEEDS Implementation Project	\$30,621.31	\$5,103.55	\$35,724.86
CIE	05009	Global Climate Change Alliance Plus Scaling Up Pacific	\$1,936.49	\$322.75	\$2,259.24
CIE	05010	Inform Project - SPREP	\$9,384.22	\$1,564.04	\$10,948.26
CIE	05008	Integrated Water	\$36,581.42	\$6,096.90	\$42,678.32
CIE	06005	SMARTEN	\$13,987.75	\$2,331.29	\$16,319.04
CIE	06003	Ridge to Reef	\$31,176.50	\$5,196.08	\$36,372.58
CIE	10005	GGP Waste Segregation	\$54.00	\$9.00	\$63.00
CIE	10004	GGP 15-16 Solar Water Project	\$49,063.00	\$8,177.17	\$57,240.17
CIE	12003	House hold water-tank Phase II	\$5,721.00	\$953.50	\$6,674.50
CIE	18001	Solar water distillation system	\$36,983.00	\$6,163.83	\$43,146.83
CIE	24008	GEF Third National Communication (TNC)	\$6,411.60	\$1,068.60	\$7,480.20
CIE	24011	Technology Need Assessment	\$6,573.48	\$1,095.58	\$7,669.06
CIE	24012	GEF 7 Restoration Project	\$8,919.05	\$1,486.51	\$10,405.56
CIE	24009	GEF - Intended Nationally Determined Contribution	\$28,225.00	\$4,704.17	\$32,929.17
CIE	24010	6th National Reporting	\$54,591.60	\$9,098.60	\$63,690.20
CIE	29001	FAO Food Security Program	\$4,757.29	\$792.88	\$5,550.17
CIE	34005	HCFC phase-out management plan	\$739.68	\$123.28	\$862.96
CIE	34004	POPs & uPOPs education & awareness	\$3,080.67	\$513.45	\$3,594.12
CIE	34003	Review update NIP POPS (Nauru)	\$5,625.00	\$937.50	\$6,562.50
CIE	34006	Hydrofluorocarbon Phase-down	\$12,736.29	\$2,122.72	\$14,859.01
CIE	34001	UNEP - Ozone Depleting Substances	\$41,403.17	\$6,900.53	\$48,303.70
Education	02308	Improved learning outcomes for all students	\$92,193.00	\$15,365.50	\$107,558.50
Education	02303	Learning village	\$129,645.08	\$21,607.51	\$151,252.59
Education	02309	Create a proactive and continually improving education	\$138,194.28	\$23,032.38	\$161,226.66
Education	02306	Sustainable and high-quality workforce to meet future	\$557,155.21	\$92,859.20	\$650,014.41
Education	02307	Improving quality and access to early years, Primary and	\$707,693.70	\$117,948.95	\$825,642.65
Education	03307	Improved quality and access to early years, primary and secondary	\$25,195.60	\$4,199.27	\$29,394.87
Education	03308	Improved learning outcomes for all students	\$93,143.00	\$15,523.83	\$108,666.83
Education	03309	Proactive and continually improving education system	\$580,441.96	\$96,740.33	\$677,182.29
Education	03306	A sustainable and high-quality workforce to meet future need		\$193,090.36	\$1,351,632.50

Education	28012	Pilot Enterprising Re-Entry Programme Nauru College	\$7,327.00	\$1,221.17	\$8,548.17
Education	28010	Anti-Bullying in schools	\$15,877.00	\$2,646.17	\$18,523.17
Education	33505	Mini Census Listing Survey	11.00	\$1.83	\$12.83
Finance - Other	01510	TAIWAN Covid-19 Assistance	\$564,900.00	\$94,150.00	\$659,050.00
Finance - Other	02903	TA - Nauru Post Office	\$41,176.00	\$6,862.67	\$48,038.67
Finance - Other	02510	Australia COVID19 Assistance Fund	\$200,488.70	\$33,414.78	\$233,903.48
Finance - Other	19003	India High Commission Office	\$96,620.00	\$16,103.33	\$112,723.33
Finance - Other	40001	Seawall Project	\$18,101.00	\$3,016.83	\$21,117.83
Finance - Other	41001	Pacific Climate Change Migration	\$35,659.00	\$5,943.17	\$41,602.17
Finance - Other	42001	Tug Boat Aid Fund	\$3,681,967.41	\$613,661.24	\$4,295,628.65
Finance - Other	43000	NORI Funds - Annual Administration Payments	\$270,402.44	\$45,067.07	\$315,469.51
Health	02509	Staff Training	\$85,253.00	\$14,208.83	\$99,461.83
Health	02504	Specialists Medical - Visits	\$104,798.81	\$17,466.47	\$122,265.28
Health	13001	Trachoma research project	\$3,164.38	\$527.40	\$3,691.78
Health	25001	HIV/STI	\$2,315.50	\$385.92	\$2,701.42
Health	25002	HIV/STI (2021-2023)	\$10,639.60	\$1,773.27	\$12,412.87
Health	37009	NCD Profiling	\$2,634.95	\$439.16	\$3,074.11
Health	37007	Neglected Tropical Disease (MDA)	\$3,620.00	\$603.33	\$4,223.33
Health	37011	Antibiotic Awareness 2020	\$4,269.00	\$711.50	\$4,980.50
Health	37010	NCD Multisectoral Taskforce	\$5,261.80	\$876.97	\$6,138.77
Health	37510	Implementor of COVID19 Community Engagement Plan	\$13,923.20	\$2,320.53	\$16,243.73
ICT	01004	Fiber Optics Local Connectivity Project	\$133,303.62	\$22,217.27	\$155,520.89
Internal Affairs	33001	Child Protection Legislation	\$858.23	\$143.04	\$1,001.27
NES	28009	Weather Sub Stations	\$13,012.00	\$2,168.67	\$15,180.67
NFMRA	38004	FFA NFRMA Observer Programme	\$821.00	\$136.83	\$957.83
NFMRA	38005	Support for VMS	\$11,925.49	\$1,987.58	\$13,913.07
NFMRA	38006	Boarding & Inspection Training	\$16,024.00	\$2,670.67	\$18,694.67
NFMRA	38002	FFA Special Requirements Fund	\$16,246.00	\$2,707.67	\$18,953.67
NFMRA	38001	Flag State Enhancement Project	\$29,021.15	\$4,836.86	\$33,858.01
NFMRA	38007	US Treaty Consultation	\$105,950.68	\$17,658.45	\$123,609.13
NUC	03701	Renewable energy & Training	\$257,583.69	\$42,930.62	\$300,514.31
NUC	09002	EU EDF10 TCF II	\$1,559.16	\$259.86	\$1,819.02
NUC	17001	IUCN GEFPAS Low Carbon Islands Project	\$42,643.00	\$7,107.17	\$49,750.17
Sports	02202	Community Sports Outreach Program	\$18,357.64	\$3,059.61	\$21,417.25
Sports	02201	Review and Design for Epon Keramen	\$55,000.00	\$9,166.67	\$64,166.67
Sports	02203	Renovation of Sporting Facilities Across Nauru	\$181,190.49	\$30,198.42	\$211,388.91
Transport	34007	Promoting Sustainable Transport in Nauru	\$422.44	\$70.41	\$492.85
Total:			\$9,995,611.62	\$1,665,935.27	\$11,661,546.89

PART V – NEW DEVELOPMENT PROJECTS PROPOSALS

Budget 2021-2022

Department	Project Title	Brief Description	Amount (\$)	NSDS Goal
Customs	Customs Asycuda World Implementation Project	Implementation of the Automated Systems for Customs Data (ASYCUDA) World, UNCTAD's latest version web-based software for processing of customs data.	336,054	Econ-Goal 1
DCCNR	Household Water tanks	Supply and installation of water tanks to increase drought resilience	320,000	Infra-Goal 2
DCCNR	UN NY Internship program	To build capacity of departmental staff through an internship program at Nauru's overseas missions	98,000	Cross-Goal 1
DCIE	Establishment of The New Farm For Agriculture.	Establishment of new staple food crop farm for agriculture on land portion no. 153 in Meneng District	140,000	Econ-Goal 2
DCIE	Waste Collection & Rubbish Stands around Nauru	Waste collection and installation 50 community rubbish stands	39,000	Infra-Goal 3
DFAT- Secretariat	NY UNGA & Other Preparation	To build professional diplomatic capacity of departmental staff through an internship program at Nauru's overseas missions	13,025	Cross-Goal 1
DFAT- Secretariat	MPS Secretariat	To provide essential start-up to commissioned the Secretariat for the Micronesian Islands group.	200,000	Cross-Goal 1
DFAT-New York	UN NY Internship program	To build capacity of departmental staff through an internship program at Nauru's overseas missions	27,000	Cross-Goal 1

DFAT-New York	International Seabed - Jamaica Internship	Secondment of officials from DFAT and DJBC for work attachment/internship at the International Seabed Authority in Kingston, Jamaica	34,980	Cross-Goal 1
Education	Playcentre Building structures across Communities	Building or Refurbishing Playcentre across Communities as per Education strategy	600,000	Soc-Goal 1
Education	Nauru Primary - proposed building of 2 classrooms	To accommodate students in years 4 & 5	260,000	Soc-Goal 1
Education	Yaren Primary School- construction of 3 new classrooms	Required to address a shortage of classrooms	156,000	Soc-Goal 1
Education	Nauru Secondary School - construction of 3 additional classrooms	To alleviate shortage of rooms which means students and teachers must sometimes wait for a free classroom	156,000	Soc-Goal 1
Education	Recreational Hall at Nauru Primary School	To provide space for activities in all types of weather, expanding range of activities which can be safely undertaken	70,000	Soc-Goal 1
Education	Anetan infant school shelter for playground	To install sunshade sails over school playground	60,000	Soc-Goal 1
Education	Nibok Infant School Sunshade for playground	To install sunshade sails over school playground	60,000	Soc-Goal 1
Education	Nauru College proposed sun shade sail	To install sunshade sails over school playground	58,000	Soc-Goal 1
Education	Recreational Hall - Able Disable Centre	To provide space for physical activities in a sheltered area with an even surface	50,000	Soc-Goal 1
Education	Recreational Hall at Yaren Primary School	To provide space for activities in all types of weather, expanding range of activities which can be safely undertaken	50,000	Soc-Goal 1
Education	Boe Infant School - repainting of exterior walls & other works	To address damage and improve aesthetics of the school	50,000	Soc-Goal 1
Education	Renovation of two toilet blocks at Yaren Primary School	Renovation of current toilet blocks, which are unsafe and unhygienic.	44,527	Soc-Goal 1
Education	Nauru Secondary College School Fence	To provide a secure school environment	38,000	Soc-Goal 1

Education	Construction of boundary fence at Yaren Primary School	To provide a secure school environment	32,751	Soc-Goal 1
Education	Kayser College Proposed Student Cafeteria 2022	Utilise existing site for cafeteria for food providers to store and serve food.	26,000	Soc-Goal 1
Education	Nauru Secondary School - painting of exterior walls	To address damage and improve aesthetics of the school	13,386	Soc-Goal 1
Education	Meneng Infant School - repainting of exterior walls	To address damage and improve aesthetics of the school	10,000	Soc-Goal 1
Education	Nauru college - repainting of exterior walls	To address damage and improve aesthetics of the school	10,000	Soc-Goal 1
Finance	UN NY Internship program	To build capacity of departmental staff through an internship program in respect for IMF and World Bank policies	98,000	Cross-Goal 1
Health	Maternity Ward	This is a construction for a well-designed Maternity building. With the development of the critical care unit in face COVID19, the maternity ward has been earmarked in the national infrastructure investment plan to address its current dilapidated state and unsuitable location.	1,500,000	Soc-Goal 2
Health	Telemedicine project	This project is to procure consultancies and or the purchase of specialised telemedicine equipment.	297,250	Soc-Goal 2
Heritage & Museum	Heritage & Naoero Museum Project	Restoration of locomotive, preservation and signage - 10 heritage sites, display mannequins, local art and crafts and storage for art and craft, items for museum assistant	83,200	Soc-Goal 4
Heritage & Museum	Nauru History Book project	The Hambruch volumes on Nauru History, as translated and gifted to Nauru in 2019 will be adapted for reselling as a commercial avenue, plus preserving the historical culture of Nauru.	32,500	Soc-Goal 4
Infrastructure	Smart Homes	Provision of Smart housing in the communities	2,000,000	Soc-Goal 5
Infrastructure	Seawall project	Construction of seawalls to prevent coastal erosion or tidal inundation	600,000	Cross-Goal 5
Infrastructure	Warehouse Facility - Support Service	Construction of large warehouse to store key capital equipment and infrastructure resource materials	144,400	Cross-Goal 5
Internal Affairs	National Aroeni Day	A day for all tribes to showcase their traditions and help preserve Nauruan culture	80,000	Soc-Goal 4

Internal Affairs	Hammer DeRoburt's Day Proposal	Commemorate Sept 25, birthday of Nauru's founding father, through a district beautification competition, choral competition, traditional games competition, sports and a feast.	36,000	Soc-Goal 4
Internal Affairs	Frigate Bird Revival	Establish a group of professional frigate bird catchers and a permanent location to house the frigate birds. Also create historical information of frigate birding to preserve this tradition for future generations and tourists.	18,000	Soc-Goal 4
Internal Affairs	Culture Centre	A centre to house cultural items, for individuals to sell traditional arts and crafts and grow items used in traditional crafts to overcome difficulty accessing such items.	315,240	Soc-Goal 4
Internal Affairs	Rapid Word Collection	Rapid collection of Nauruan words and vocabulary to preserve the language, and help develop a Nauruan dictionary	12,600	Soc-Goal 4
Internal Affairs	Tackling Substance Abuse - Butane Gas	Rehabilitating children addicted to gas sniffing at the Safe House	7,000	Soc-Goal 6
Judiciary	New Court Complex project	New court complex beside airport terminal	50,000	Soc-Goal 7
Land Management	Consultancies Support services	Transportation for PA to Minister and local consultant	73,000	Cross-Goal 3
Land Management	Office renovation	Repair leaking roof, replace internal walls removed by vandals and build a toilet facility for the 8 staff	29,990	Cross-Goal 3
Land Management	Purchase of Map Scanner	Scanner to copy and thereby preserve maps to help identify land ownership	17,000	Cross-Goal 3
Land Management	Cemetery for Covid 19	To prepare a separate cemetery site for burial of COVID-19 victims	28,000	Cross-Goal 3
Land Management	New Cemetery and Crematorium	To negotiate the land for cemetery or crematorium for agreement	230,000	Cross-Goal 3
Land Management	Software for Lands Records	To digitally secure land records and improve response times	30,000	Cross-Goal 3
Land Transport	Statutory body of vehicle inspections	To set up a statutory body for land Transportation that will manage vehicle inspection, registration and licensing, insurance, number plates, management of derelict vehicles and vehicle scrapping.	757,304	Infra-Goal 4
Land Transport	Number plate product machinery	To produce number plates on Nauru rather than import them	114,000	Infra-Goal 4

Land Transport	Automobile shredder project- Vehicle recycling	To provide a vehicle scrapping facility that reduces waste and provides a local and regional revenue stream.	600,000	Infra-Goal 3
Land Transport	Airport Building Refurbishment - Phase 1	Renovation of Nauru Airline's Main Office (NA Office) at the airport building, including restroom and catering facilities, to improve security and provide international-standard facilities	107,966	Infra-Goal 4
Media	Media Server	An upgrade of specialised media equipment to ensure efficient operations	18,600	Infra-Goal 5
Media	Increase TV outreach AIA system	To expand the reach of current TV system to blind spots	50,000	Infra-Goal 5
National Emergency Service	Additional Annual Budget	Uniforms and equipment for NES staff	275,000	Cross-Goal 2
Nauru Electoral Commission	General Election 2022	Pre-election civic education items	50,000	Soc-Goal 7
Nauru Electoral Commission	Early Voting Centre	Renovate an area of the NEC and provide furniture for an early voting centre	4,000	Soc-Goal 7
Nauru Police Force	Police boat fuel, boat shelter and TOW-vehicle	Resources to establish a maritime security component of the NPF	105,400	Cross-Goal 2
Nauru Police Force	UNPOL Pre Deployment	20 days of pre-deployment training for NPF officers in Canberra	135,168	Cross-Goal 2
NFMRA	Community Fishing Boats	Supply of trailers to encourage fishing - preserve traditional skills, encourage food security and independence	868,000	Econ-Goal 3
NFMRA	Implementing a community-based fisheries management approach in Nauru	Development of marine managed areas in selected district, managed by the community	74,000	Econ-Goal 3
NFMRA	Fisheries Food Security and Livelihood Project	To improve the milkfish farming practices of local milkfish farmers in co-operation with the Nauru Aquaculture Association and explore the possibility of making fish feed locally from local materials.	71,000	Econ-Goal 3
NFMRA	NROB Refresher Course	Refresher courses for the 40 certified observers, preparing them for resumption of duties once COVID-19 restrictions lift	17,278	Econ-Goal 3
NFMRA	Strengthening Coastal Fisheries Science and Management Work	Monitor the performance and the status of the marine resources and manage the already heavily fished coastal resources	10,000	Econ-Goal 3

SPORTS	Multi-Sporting activities including facilities upgrade.	Component of this funding will become repeating operational budget for most active sports federation in the year. Second component includes projects type to further upgrade existing wellness-gym across the island	902,000	Soc-Goal 3
Stats-NBOS	Nauru Census Work & Preparation	Training for fieldwork supervisors and enumerators on how to approach households professionally and the use of equipment. Also, funds for the release of results and dissemination of the census.	87,000	Soc-Goal 7
TVET	Increase budget ceiling by \$400K-Operation Baseline	To cover essential operations and undertake some project activities	408,565	Soc-Goal 1
WASDA	Ewak'n Itob-House of Hope - Juvenile Mission	A house to keep juveniles who have committed crimes away from the public and give them education, mental-health and other rehabilitation-focused support.	1,500,000	Soc-Goal 5
WASDA	Karowarin An Epo Ienin Naeoro National Women's Summit 2022	Funding for the hosting and running of the 2 nd Nauru National Women's Summit in 2022	32,728	Soc-Goal 5
WASDA	Miss Nauru Pageant Budget	Annual operating budget for the Miss Nauru Eita Daburg pageant.	24,500	Soc-Goal 5
WASDA	Zero to Three Development Training Centre Extension Building Renovation	Extending the 0-3 Development Centre to accommodate predicted numbers of new parents	20,000	Soc-Goal 5
WASDA	Women's Affairs Department Roll Out Implementation of CEDAW Recommendations	Implementation of the Convention on the Elimination of all forms of Discrimination Against Women (CEDAW) recommendations in time for the State Report which is due in November 2021.	17,820	Soc-Goal 5
WASDA	Miss Aroeni Pageants Budget	Annual operating budget for the Miss Aroeni's pageant	16,600	Soc-Goal 4