



REPUBLIC OF NAURU

SUPPLEMENTARY ESTIMATES OF EXPENDITURE 2023-24

11 June 2024

**CIRCULATED BY
HIS EXCELLENCY THE HONOURABLE DAVID ADEANG, MP
PRESIDENT AND MINISTER FOR FINANCE AND SUSTAINABLE
DEVELOPMENT**

SUPPLEMENTARY APPROPRIATION No.3 2023-24

OVERVIEW

The Supplementary Appropriation Bill (No.3) 2023-24 recognises a \$9 million increase in government revenue and \$9 million in expenditures, resulting in a surplus balance of \$81 thousand dollars.

The supplementary will bring the total expected revenue for 2023-24 to \$327 million with \$326.5 million appropriated for expenditure, leaving a year-end surplus balance of \$0.5 million.

This Bill reflects updated revenue and expenditure estimates to account for the following:

- Additional revenue due to the changed RPC hosting arrangement following arrival of new transferees;
- New expenditure decisions taken since the last supplementary
- Housekeeping measures to reallocate departmental expenditures from Head 16 Finance Other to their correct budget heads

Table 1: Budget Aggregates (\$)

	2023-24 Original Budget	2023-24 Supp App 1	2023-24 Supp App 2	2023-24 Supp App 3	2023-24 Revised YTD
Revenue	278,637,509	14,400,923	24,939,321	9,040,000	327,017,752.50
Expenditure	278,422,918	14,348,996	24,769,786	8,959,149	326,500,848.18
Balance	214,591	51,927	169,535	80,851	516,904

REVENUES

The Bill recognises the following changes to revenue:

42 - Multicultural Affairs	
	2023-24 Supplementary 3
1577 - RPC Operations	9,040,000
Total impact on budget	9,040,000

9 million in reimbursable revenue for MCA for the reactivation of RPC Enduring Capability to Active state.

EXPENDITURES

The following expenditures are appropriated.

01 - Presidency	
2023-24 Supplementary 3	
2075 - Travel Business	400,000
2575 - Local Transport	40,000
2495 - Plant and Equipment Purchases	50,000
Total impact on budget	490,000

\$0.5 million is allocated to the Presidency Department for business travel, local transport, and essential purchase.

02 - Ministerial	
2023-24 Supplementary 3	
207 - Travel Business	300,000.00
2100 - Entertainment	50,000.00
2185 - R&M Building	60,000.00
2575 - Local Transport	30,000.00
Total impact on budget	440,000.00

\$0.4 million assigned to the Ministerial Department to fund additional travel and operational measures until the end of the financial year.

03 - Chief Secretary	
2023-24 Supplementary 3	
0301 - Expatriate Division	
2015 - Salary Local	174,004
2035 - Overtime Local	10,625
0302 - Administration	
2155 - House Rental	579,498
2200 - R&M Motor Vehicle	20,000
2275 - Purchase of Petrol	144,000
2280 - Purchase of Diesel	174,600
2315 - Utilities	100,000
2575 - Local Transport	8,550
Total impact on budget	1,211,278

\$1.2 million allocated to Chief Secretary's Office, with \$1 million to the Administration department for operational expenses, covering fleet and utilities due to changed fuel policy. \$0.2 million has been allocated to Expatriate Division for salary local and overtime.

16 - Finance Other	
2023-24 Supplementary 3	
2619 - Grants to SoEs (ESC grant)	1,200,000
2614 - Grants to EBUs	163,104
Total impact on budget	1,363,104

\$1.4 million allocated to Finance Other, comprising of:

- \$1.2 million for ESC's June operational costs, and
- \$0.2 million to the Office of Parliamentary Services to cover the increase number of MPs that receive allowances from Parliament

21 - DEMA	
2023-24 Supplementary 3	
2225 - Agricultural Supplies	27,800
Total impact on budget	27,800

\$28 thousand is allocated to DEMA for additional agricultural supplies.

31 - Nauru Fisheries and Marine Resources Authority	
2023-24 Supplementary 3	
2015 - Salary Local (All Divisions)	74,857
2020 - Salary Expatriate	23,331
Total impact on budget	98,188

\$0.1 million is allocated to the Nauru Fisheries for increased local salary costs covering back-pay and salary tax adjustment for expatriate staff.

42 - Multicultural Affairs	
2023-24 Supplementary 3	
2015 - Salary Local	64,000
2030 - Salary Other Contracts	1,900,000
2100 - Entertainment	15,000
2075 - Travel Business	100,000
2155 - House Rental	192,000
2315 - Utilities	171,000
2495 - Plant and Equipment Purchases	900,000
2575 - Local Transport	210,000
2042 - APP Upskilling Program	706,221
Total impact on budget	4,258,221

\$4.3 million has been allocated to Multicultural Affairs to fund RPC reactivation costs (\$3.6 million) and the next phase of the Alternative Pathway Upskilling program (\$0.7 million).

61 - Health	
2023-24 Supplementary 3	
2475 - OMR	1,000,000
Total impact on budget	1,000,000

\$1 million is allocated to the Department of Health for ongoing OMR cost.

71 - DFAT	
2023-24 Supplementary 3	
2075 - Travel Business	60,000
2130 - Printing and Stationary	10,558
Total impact on budget	70,558

\$71 thousand is allocated to DFAT to cover remaining personnel and other operational costs for the Beijing advance team.

Housekeeping Measures	
<i>Decreases</i>	
16 - Finance Other	
2023-24 Supplementary 3	
2617 - Donations Local	(990,000)
2160 - Land Rental	(445,763)
2040 - Staff Training	(5,400,000)
2025 - Allowances Staff Contract	(554,683)
2475 - Overseas Medical Referrals	(100,000)
Increases	
01 - Presidency	
2617 - Donations Local	990,000
42 - Multicultural Affairs	
2160 - Land Rental	445,763
Project 00557 Enduring Capability	
2042 - APP Upskilling Program	5,400,000
44 - Judiciary	
2025 - Allowances Staff Contract	554,683
61 - Health	
2475 - Overseas Medical Referral	100,000
Total impact on budget	-

As part of Finance End of Year house-keeping process and to ensure the accurate allocation of funds and expenditures in their appropriate budget heads, a total of \$7.5 million has been re-allocated from Head 16 to various departments.

These are not new measures for the above-mentioned departments as the concerned funds have either already been expended within Head 16 or are committed to be spent. When the budget transfers are completed after the passing of this supplementary, actual expenses will be re-assigned to the respective department heads. Initially, these expenses were managed under Head 16 as they were funded (via ISHT) from the Fiscal Cash Buffer, however it is necessary to transfer them to the correct departments before the end of the fiscal year.

Table 2: 2023-24 Supplementary Appropriation No.3 – Revenues

Description	2023-24 Original Budget	Supp App 1	Supp App 2	Supp App 3	2023-24 Revised Budget
03 - Chief Secretary Office	40,527	-			40,527
09 - Electoral Commission	84,280	-			84,280
12 - Finance -Public Debt	16,207,451	-	(16,207,451)		(0)
15 - Nauru Revenue Office	10,000,000	-	20,393,471		30,393,471
16 - Finance - Other Payments	13,888,908	13,585,688	23,283,717		50,758,313
17 - Nauru Customs Office (NCO)	18,805,413	-			18,805,413
21 - Environment Management & Agriculture (DEMA)	-	-			-
31 - Fisheries	54,530,000	-	(2,530,415)		51,999,585
41 - Police	162,564	-			162,564
42 - Multi Cultural Affairs	160,000,000	815,235		9,040,000	169,855,235
43 - Justice - Secretariat	888,692				888,692
44 - Judiciary	43,944	-			43,944
45 - Border Control	1,549,359	-			1,549,359
46 - Correctional Services	1,860	-			1,860
50 - TVET	11,412	-			11,412
61 - Health	104,923	-			104,923
83 - Media Bureau	3,456	-			3,456
84 - Lands & Survey	15,840	-			15,840
85 - Lands Committee	2,000	-			2,000
91 - Transport	2,287,340				2,287,340
95 - ICT	9,540				9,540
TOTAL	278,637,509	14,400,923	24,939,321	9,040,000	327,017,753

Table 3: 2023-24 Supplementary Appropriation No.3 – Expenditures

Description	2023-24 Original Budget	Supp App 1	Supp App 2	Supp App 3	2023-24 Revised Budget
01 - Presidency and State House (including GIO)	3,222,966	2,412,024	565,000	1,480,000	7,679,990
02 - Ministerial	7,296,348	7,419,145	5,750,000	440,000	20,905,493
03 - Chief Secretary Office	21,452,636			1,211,278	22,663,914
05 - Audit	533,198				533,198
08 - National Emergency Services	2,303,293			-	2,303,293
09 - Electoral Commission	444,304	18,773	124,750		587,827
11 - Finance Secretariat	3,324,056	643,786			3,967,842
12 - Finance -Public Debt	20,572,177		-		20,572,177
13 - Bureau of Statistics	271,759				271,759
15 - Nauru Revenue Office	565,098				565,098
16 - Finance - Other Payments	89,673,486	(1,901,984)	11,005,196	(6,127,342)	92,649,356
17 - Nauru Customs Office (NCO)	966,465	72,980			1,039,445
18 - Nauru Regional Processing Centre (NRPCC)	845,807				845,807
21 - Environment Management & Agriculture (DEMA)	1,255,272			27,800	1,283,072
22 - Climate Change & Resilience	4,138,681	-	551,000		4,689,681
31 - Fisheries	3,573,473			98,188	3,671,661
41 - Police	6,511,925	271,439			6,783,363
42 - Multi Cultural Affairs	17,667,506	815,235		10,103,984	28,586,725
43 - Justice - Secretariat	3,817,668				3,817,668
44 - Judiciary	1,572,684		-	554,683	2,127,367
45 - Border Control	1,726,665	124,000			1,850,665
46 - Correctional Services	1,178,604		99,116		1,277,720
50 - TVET	1,105,465				1,105,465
51 - Education	16,735,833		676,302	-	17,412,135
52 - Youth Affairs	521,291				521,291
60 - COVID-19 task force	-				-
61 - Health	20,833,752	1,000,000	1,250,000	1,100,000	24,183,752
62 - Sports	2,268,368		2,941,152		5,209,519
63 - Infrastructure Development	12,031,279	495,000	286,607		12,812,886
71 - Foreign Affairs - Secretariat	1,713,990		84,041	70,558	1,868,589
72 - Foreign Affairs - Brisbane	1,155,186			-	1,155,186
73 - Foreign Affairs - Suva	802,731	64,607	63,897		931,236
74 - Foreign Affairs - New York	2,470,514	229,456	106,101		2,806,071
75 - Foreign Affairs - Taiwan	788,231				788,231
76 - Foreign Affairs- Geneva	616,183	1,000,000			1,616,183
77 - High Commission India	1,466,350	-			1,466,350
78 - High Commission Canberra	2,421,858				2,421,858
81 - Internal Affairs	4,212,473				4,212,473
82 - Women and Social Development Affairs (WASDA)	1,691,108	1,377,773	374,576		3,443,457
83 - Media Bureau	1,114,609	39,261	35,901		1,189,771
84 - Lands & Survey	6,510,094	67,500	109,669		6,687,263
85 - Lands Committee	362,344				362,344
86 - Land Management	100,376				100,376
87 - People Living with Disability (PLD)	712,682				712,682
91 - Transport	3,225,493	200,000	53,978		3,479,471
95 - ICT	2,577,796		692,500		3,270,296
97 - Telecom	70,842				70,842
TOTAL	278,422,918	14,348,996	24,769,786	8,959,149	326,500,848