

No. 2 of 2007.

***Appropriation (Recurrent Expenditure 2008) Act 2007.***

Certified on : 11-03-08



No.            of 2007.

*Appropriation (Recurrent Expenditure 2008) Act 2007.*

**ARRANGEMENT OF SECTIONS.**

1.     Grant of K6,996,269,100.
2.     Appropriation.
3.     Adjustment of appropriation for new services and as between services.
4.     Adjustment of appropriation as between services.
5.     Transfer of activities between departments.
6.     Direction to be available to Auditor-General.
7.     Direction for expenditure under Division 207.



No. of 2007

AN ACT

entitled

***Appropriation (Recurrent Expenditure 2008) Act 2007.***

Being an Act to grant and apply out of the Consolidated Revenue Fund a sum for the General Public Service for recurrent expenditure for the year ending 31 December 2008 and to appropriate the supplies granted for that year,

MADE by the National Parliament.

**1. GRANT OF K6,996,269,100.**

(1) Subject to authorization from the Minister, the Secretary for Treasury may issue out of the Consolidated Revenue Fund and apply for the activities of the General Public Service for the year ending 31 December 2008 the sum of K6,996,269,100.

(2) The activities of the General Public Service are outlined in the 2008 Budget Books.

**2. APPROPRIATION.**

Sums granted by this Act out of the Consolidated Revenue Fund for all the activities of the General Public Service for the financial year ending 31 December 2008 are appropriated to the agencies expressed in the Schedule 1 in relation to the financial year ending 31 December 2008.

**3. ADJUSTMENT OF APPROPRIATION FOR NEW SERVICES AND AS BETWEEN SERVICES.**

(1) Where there is insufficient or no appropriation to meet expenditure for a particular activity, the Secretary for Treasury may direct the re-allocation of any unexpended appropriation under the recurrent expenditure through the Secretary's Advance provided that the total additional appropriation so allocated does not exceed the amount reflected under the Secretary's Advance.

(2) The distribution of the amount in this section is not limited to activities under this Act - funds may be distributed to any Government activity, including National Parliament, Judiciary or Development activities.

**4. ADJUSTMENT OF APPROPRIATION AS BETWEEN SERVICES.**

(1) Funds shall not be transferred between programs, or between activities within programs, without the written approval of the Secretary for Treasury.

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- (2) Where there is insufficient appropriation to meet Government expenditure -
- (a) the Secretary for Treasury may direct the re-allocation of any unexpended appropriation under recurrent expenditure to other recurrent or development expenditure or to the National Parliament or Judiciary; and
  - (b) in the event that there are agreed savings identified under the appropriations for National Parliament or Judiciary the Secretary for Treasury may direct the re-allocation of these unexpended amounts to recurrent expenditure; and
  - (c) the total amount of all re-allocations authorized under this section shall not exceed a sum of K699,626,910; and
  - (d) where an amount appropriated under Division 207 is being transferred to the agency or trust responsible for delivering the activity for which the amount is appropriated, this transfer will not count towards the total identified in Paragraph (c).

**5. TRANSFER OF ACTIVITIES BETWEEN DEPARTMENTS.**

Where, after the commencement of this Act and before 1 January 2009, an activity is transferred from one operating agency to another, the authority conferred by Section 3 and 4 to issue and apply moneys out of the Consolidated Revenue Fund extends to the issue and application of moneys in respect to the carrying out of the activities by that other operating agency.

**6. DIRECTION TO BE AVAILABLE TO AUDITOR-GENERAL.**

A copy of each direction under Sections 3 and 4 shall be made available to the Auditor-General as soon as practicable after the end of each quarter of the financial year ending 31 December 2008.

**7. DIRECTION FOR EXPENDITURE UNDER DIVISION 207.**

(1) The amount of K1,112.9 million appropriated to Division 207 is to be immediately transferred from Division 207 to trust accounts identified for the approved projects expressed in Schedule 2 in order that the sums can be paid into trust accounts under Section 16 of the *Public Finances (Management) Act 1995*.

(2) Where a trust account specified in Schedule 2 does not exist, a new trust account is to be established by the Minister for Finance under Section 15 of the *Public Finances (Management) Act 1995* and the transfer will take place immediately on the establishment of the trust account.

(3) In the event that the amounts expressed in Schedule 2 are not transferred, the appropriation will lapse and the amounts will be returned to the Consolidated Revenue Fund and these funds cannot be utilized or transferred for any other purpose.

(4) The amount of K534 million directed to the District Service Improvement Trust must be split equally, with an amount of K6 million to be allocated and expended in each of the 89 districts and the funds must be used for the purposes of projects in any or all of the areas of health, water supply, law and justice, education, transport or agriculture.

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(5) The amount of K45 million directed to the Transport Sector Infrastructure Maintenance and Rehabilitation Trust must be used solely for the following projects in the amounts indicated:-

- (a) an amount of K25 million for the purpose of rehabilitating roads in Lae (Morobe Province);
- (b) an amount of K20 million for the purpose of installing utilities and access roads in Central City as the new capital for Central Province.

(6) The amount of K20 million directed to the Education Sector Infrastructure Rehabilitation Trust must be used solely for maintenance on technical schools.

(7) The amount of K150 million of the amount appropriated to Division 207 is to be paid to Nambawan Super Limited for the purpose of reducing the Government's liability for unfunded superannuation contributions, and in the event that this amount is not transferred -

- (a) the appropriation will lapse and the amounts will be returned to the Consolidated Revenue Fund; and
- (b) the funds if lapse cannot be utilized or transferred for any other purpose.

(8) The amount of K105 million of the amount appropriated to Division 207 is for National Road Maintenance (K50 million) and outstanding payments under Memoranda of Agreement (K55 million).

(9) Depending on the mechanism agreed for distribution, the amounts referred to in Subsection (8) may be transferred to the Development Budget and if this is required, the transfer of these amounts will not contribute to the total of approved transfers under Section 4.

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SCHEDULE 1.

Estimates of Expenditure for the Year ending 31 December 2008.

<b>Division</b>	<b>Summary</b>	<b>Kina</b>
202	Office of the Governor-General	3,486,000
203	Department of the Prime Minister & NEC	48,830,100
204	National Statistical Office	3,969,800
205	Bougainville Peace and Restoration Office	1,416,100
206	Department of Finance	18,384,700
207	Department of Finance & Treasury – Miscellaneous	2,189,454,500
208	Department of Treasury	9,506,700
209	Office of the Registrar for Political Parties	4,961,300
212	Information Technology Division	14,602,800
213	PNG Fire Services	14,953,400
216	Internal Revenue Commission	43,598,400
217	Department of Foreign Affairs & Immigration	71,825,900
219	PNG Institute of Public Administration	5,553,700
220	Department of Personnel Management	11,110,300
221	Public Service Commission	3,402,900
222	Office of Public Solicitor	2,000,000
224	Magisterial Services	23,867,300
225	Department of Attorney General	32,225,200
226	Department of Correctional Services	55,227,000
227	Provincial Treasuries	24,325,800
228	Department of Police	182,030,400
229	Department of National Planning & Rural Development	8,662,000
230	Electoral Commission	53,840,400
231	National Intelligence Organisation	3,000,000
232	Department of Provincial & Local Government Affairs	9,139,000
234	Department of Defence	95,037,400
235	Department of Education	129,207,500
236	Office of Higher Education	33,804,700
237	Office of UNESCO	750,000
240	Department of Health	157,338,100
241	Hospital Management Services	213,638,300
242	Department of Community Development	8,535,100
243	National Volunteer Service	1,100,000
245	Department of Environment & Conservation	9,621,900
247	Department of Agriculture & Livestock	12,005,900
252	Department of Lands & Physical Planning	12,702,400
254	Department of Mineral Policy & Geohazard Mgmt	5,911,500
255	Department of Petroleum & Energy	10,322,300

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<b>Division</b>	<b>Summary</b>	<b>Kina</b>
258	Department of State Enterprises & Information	2,200,000
259	Department of Transport	16,859,500
261	Department of Trade & Industry	7,430,000
262	Department of Industrial Relations	8,162,300
263	National Tripartite Consultative Council	938,800
264	Department of Works & Implementation	50,120,300
267	Office of Rural Development	5,086,300
268	Central Supply & Tenders Board	1,854,200
299	Finance & Treasury – Public Debt Services	2,369,819,800
502	Auditor General's Office	11,226,600
503	Ombudsman Commission	11,500,000
505	National Research Institute	2,913,000
506	National Training Council	2,249,500
507	National Economic & Fiscal Commission	1,207,100
510	Legal Training Institute	1,317,400
512	University of Papua New Guinea	32,131,500
513	University of Technology	29,933,800
514	University of Goroka	11,600,000
515	University of Vudal	6,849,000
516	PNG Sports Foundation	2,759,900
517	National Narcotics Bureau	1,641,700
518	PNG Maritime College	2,680,100
519	National Aids Council Secretariat	5,490,700
520	Institute of Medical Research	3,300,000
521	National Youth Commission	1,500,000
522	Constitutional & Law Reform Commission	1,738,400
525	National Broadcasting Corporation	13,800,000
526	National Maritime Safety Authority	1,500,000
530	Investment Promotion Authority	1,700,000
531	Small Business Development Corporation	2,200,000
532	National Institute of Standards & Industrial Technology	1,993,000
533	Industrial Centres Development Corporation	1,425,500
539	National Museum & Art Gallery	3,500,000
541	National Housing Corporation	210,200
542	National Cultural Commission	3,538,200
550	Cocoa Coconut Institute	5,073,700
553	Fresh Produce Development Company (Ltd)	3,124,700
557	National Forest Authority	24,450,000
558	Tourism Promotion Authority	8,950,000
562	National Agriculture Research Institute	7,044,500
563	Nat. Agriculture Quarantine & Inspection Authority	3,387,300
565	Civil Aviation Authority	12,200,000
567	National Road Authority	837,700
569	Independent Consumer and Competition Commission	1,800,000

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<b>Division</b>	<b>Summary</b>	<b>Kina</b>
571	Western Provincial Government	36,843,200
572	Gulf Provincial Government	22,256,100
573	Central Provincial Government	40,406,600
574	National Capital District Commission	2,957,900
575	Milne Bay Provincial Government	39,316,400
576	Oro Povincial Government	23,275,800
577	Southern Highlands Provincial Government	59,124,500
578	Enga Provincial Government	40,686,600
579	Western Highlands Provincial Government	50,812,900
580	Simbu Provincial Government	39,471,400
581	Eastern Highlands Provincial Government	49,234,500
582	Morobe Provincial Government	73,365,100
583	Madang Provincial Government	40,615,600
584	East Sepik Provincial Government	43,193,100
585	Sandaun Provincial Government	33,368,000
586	Manus Provincial Government	15,082,900
587	New Ireland Provincial Government	26,639,500
588	East New Britain Provincial Government	49,668,300
589	West New Britain Provincial Government	37,357,200
590	Autonomous Bougainville Government	54,000,000
	<b>Grand Total</b>	<b>K6,996,269,100</b>



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**SCHEDULE 2.**

**Immediate Transfer of Funds Appropriated in this Act from Division 207 to Specified Trusts for the year ending 31 December 2008.**

<b>SUMMARY</b>	<b>KINA</b>
National Agriculture Development Program Trust Account.	28,000,000
District Service Improvement Trust.	534,000,000
Government's Gas Commercialisation Equity Financing Trust Account.	100,000,000
Konebada Petroleum Park Trust Account.	50,000,000
National Infrastructure Development Program Trust Account.	195,900,000
Higher Education Sector Infrastructure Maintenance and Rehabilitation Trust Account.	30,000,000
Rural Electrification Project Trust Account.	30,000,000
Land Reform Program Trust Account.	28,000,000
Housing Development Pilot Trust Account.	27,000,000
Education Sector Infrastructure Maintenance and Rehabilitation Trust Account (Technical School Maintenance).	20,000,000
Transport Sector Infrastructure Maintenance and Rehabilitation Trust Account.	45,000,000
Madang Marine Park Development Trust Account.	15,000,000
Cooperative Societies Establishment Trust Account.	10,000,000
<b>Amount to be Transferred from Division 207</b>	<b>K1,112,900,000</b>

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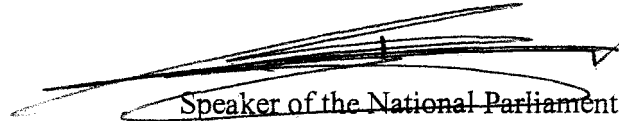
I hereby certify that the above is a fair print of the *Appropriation (Recurrent Expenditure 2008) Act 2007* which has been made by the National Parliament.



Clerk of the National Parliament.

11 MAR 2008

I hereby certify that the *Appropriation (Recurrent Expenditure 2008) Act 2007* was made by the National Parliament on 29 November 2007.



Speaker of the National Parliament.

11 MAR 2008