



REPUBLIC OF NAURU

2021-22 BUDGET
AND
ESTIMATES OF REVENUE AND EXPENDITURE

BUDGET PAPER NO 1
BUDGET STRATEGY AND OUTLOOK

CIRCULATED BY

THE HON MARTIN HUNT MP

MINISTER FOR FINANCE OF THE REPUBLIC OF NAURU

ON THE OCCASION OF THE BUDGET 2021-22

1 JUNE 2021

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Conventions used in this document:

- All amounts are expressed in Australian dollars, unless otherwise stated
- Due to rounding, there may be minor discrepancies in the totals shown in tables
- Exchange rate conversions assume USD1=AUD1.3 unless otherwise stated.

2021-22 BUDGET

BUDGET PAPER NO 1: BUDGET STRATEGY AND OUTLOOK

FOREWORD

In compliance with Part 2, Section 5 of the *Public Finance (Control and Management) Act 1997*, the 2021-22 Budget is hereby presented in Parliament to provide an account for the way the Government will manage the resources on hand in a fiscally sustainable manner.

The past 12 months have been challenging for Nauru as we have striven to protect our borders from the devastating impacts of COVID-19 and to progress the wind-down of the Regional Processing Centre (RPC) towards an enduring capability. Nauru has been very fortunate to not have had a COVID-19 case, and to have been insulated from the down-turn in tourism and trade that affected many of our neighbours.

The Government's success in deploying COVID-19 containment efforts rapidly and comprehensively, and the extension of the RPC, contributed to a strong economic and fiscal performance in 2020-21. This has enabled Government to deliver on its priorities as well as providing the fiscal space to make additional contributions to the Nauru Trust Fund and to address long-standing domestic and external legacy debt, significantly improving Nauru's debt sustainability.

With the duration of the COVID-19 pandemic unknown, and future RPC arrangements yet to be settled, the economic outlook for Nauru is highly uncertain. Accordingly, the 2021-22 Budget has been framed around the theme of 'Building a Resilient Naoero', maintaining macro-economic stability and prioritising investments in education, health and medical care, infrastructure, food security, water supply and housing. Provision is also made to continue to invest in the Nauru Trust Fund and resolve legacy domestic debt.

The Government remains committed to fiscal responsibility and consistent with its fiscal responsibility ratios, the 2021-22 Budget has been programmed with a positive balance as a share of GDP.

The Government is able to deliver on its promises to the people through the invaluable financial and in-kind support of our development partners. Nauru's development pathway is fostered through deep friendship and Nauru is grateful for the continued support of our development partners.

This budget is prepared with a vision of lasting prosperity and improved quality of life for everyone, and with God's Will First, nothing is Impossible. May God continue to bless Nauru and her people.



Hon. Martin Hunt MP
Minister for Finance

PART 1: BUDGET STRATEGY AND OUTLOOK

BUDGET OVERVIEW

The 2021-22 Budget has been framed around the theme of ‘Building a Resilient Naoero’, to respond to the continuing uncertain economic outlook driven by the COVID-19 pandemic and the future of the Regional Processing Centre (RPC).

After a strong performance in 2020-21, economic activity in Nauru is expected to moderate in 2021-22 reflecting the wind-down of the RPC towards enduring capability. Accordingly, Government revenues are expected to fall and expenditure restraint is required to ensure that Government can work within its means and ensure sustainable services into the future.

To mitigate risks, Government initiatives in this budget focus on building resilience through responsible fiscal management, investing in social and economic infrastructure (especially health and education), managing cost of living pressures and ensuring the continued delivery of government and essential services.

BUDGET AGGREGATES

An overview of the budget aggregates is shown in Table 1.

Table 1: Overview of budget aggregates year to date (at 22 May 2021)

Description	2019-20	2020-21	2020-21	2020-21 YTD		2021-22
	Preliminary Actual	Approved Budget	Revised Budget	Actual & Commitments	2020-21 Projected Actual	Proposed Budget
	\$	\$	\$	\$	\$	\$
Revenue	269,996,331	210,483,272	317,840,558	240,109,252	287,898,168	244,123,361
Expenditure	242,109,103	210,444,381	317,781,186	219,104,896	268,998,244	244,023,361
Balance	27,887,229	38,891	59,372	21,004,356	18,899,924	100,000

Overall performance in 2020-21 has been better than initially expected, with the six month extension of the RPC to June 2021 providing significant additional windfall revenues that were able to be invested in additional Nauru Trust Fund contributions and to resolve historic legacy debt, significantly improving Nauru’s debt sustainability.

Better than expected international conditions contributed to robust fisheries and customs revenue collections. Expenditure has not been as high as expected, in part reflecting a change in timing for the funding of the new EXIM Bank loan for the Aircraft Replacement Program.

Reflecting the wind-down of the RPC, and resultant slowing economic conditions, Government revenues are expected to decline in 2021-22, and expenditure has been curtailed to reflect this.

The Government’s policy priorities for 2021-22 include:

- Responsible economic management and macro-economic stability
- Cost of living and safety net initiatives
- Investment in social and economic infrastructure, especially education and health; and
- Maintaining government services including responding to COVID-19.

ECONOMIC OUTLOOK

The Treasury uses the IMF World Economic Outlook to inform its forecasts of economic activity. After a strong performance in 2020-21, economic activity in Nauru is expected to moderate in 2021-22 reflecting the wind-down of the RPC towards enduring capability.

Table 2: Key Economic Indicators

Item	2019-20	2020-21	2021-22	2022-23
Real GDP Growth (per cent change)	0.7	1.6	0.9	0.8
Nominal GDP (\$A million)	171	179	185	190
Consumer prices (period average, per cent change)	0.9	1.2	2.0	2.0

Source: IMF World Economic Outlook April 2021

According to the latest IMF World Economic Outlook (April 2021), the global economic recovery is strengthening, but there remains high uncertainty around the global economic outlook. The accumulating human toll of the COVID-19 pandemic continues to raise concerns as growing vaccine coverage lifts sentiment.

The IMF considers the contraction of economic activity in 2020 was unprecedented in living memory, in its speed and synchronised nature. Early and strong Government intervention mitigated the scale and duration of the economic contraction, but risks remain as economic recoveries diverge across countries and sectors, reflecting variations in pandemic-induced disruptions and policy support.

Nevertheless, the global outlook has improved. After an estimated contraction of –3.3 per cent in 2020, the global economy is projected to grow at 6 per cent in 2021, moderating to 4.4 per cent in 2022. Risks remain skewed to the downside.

Nauru was one of a small group of countries that had positive economic growth in 2020. Nauru has been very fortunate to not have had a COVID-19 case, and to have been insulated from the down-turn in tourism and trade that affected many of our neighbours.

The Government's success in deploying COVID-19 containment efforts rapidly and comprehensively, and the extension of the RPC to 30 June 2021, contributed to economic growth of 1.6 per cent of GDP in 2020-21.

Nauru's economic growth is expected to slow to 0.9 per cent of GDP in 2021-22 as the RPC winds down, reducing government revenues and leading to more modest levels of economic activity. Continued success with the capture and contain strategy, and the high level of vaccination in Nauru that should mitigate the severity of a COVID-19 outbreak, should one occur, underpins the outlook.

Risks to the outlook are skewed to the downside, given the uncertainty around the enduring capability arrangements for RPC, COVID-19 and global economic conditions. Volatility in global commodity prices could raise additional downside risks for fishing activity.

Inflation is expected to remain low at 2 per cent. Nominal GDP is estimated at \$185 million.

FISCAL STRATEGY AND OUTLOOK

This section outlines Nauru's approach to fiscal management, and the medium-term fiscal strategy.

MEDIUM TERM FISCAL STRATEGY

The Government is committed to responsible public financial management to support the efficient and effective allocation of public money. A key component is the need for macro-economic stability and responsible fiscal management. Accordingly, Nauru considers its annual budget settings in a medium-term context that takes account of key fiscal risks.

Nauru's medium-term outlook is highly uncertain, and the fiscal policy environment has become very challenging as revenue levels continue to decline due to uncertainties with future arrangements for RPC beyond the current contract extension to 31 December 2021. This particularly impacts on income from business and tax revenue, reimbursables and service fees. Government will continue to be a key source of aggregate demand, with continued Government support for SOEs and service delivery.

The budget targets for the new financial year aim to sustain the current economic growth level and manage fiscal risks prudently. The 2021-22 Budget aims to achieve following outcomes:

- Macro-economic stability – ensuring an orderly adjustment process, with realistic estimates of expected revenue and expenditure that are adjusted through the year as better information becomes available, with expenditure reflecting Government policy priorities
- Progress against National Sustainable Development Strategy goals
- Prioritised investment in infrastructure, linked to the priorities identified in the Nauru Integrated Infrastructure Strategic Plan (NIISP)
- Improved efficiency and effectiveness in SOE operations
- Sustainability of government services.

In particular, the 2021-22 Budget will maintain macro-economic stability through responsible budget management by the achievement of:

- Three Fiscal responsibility ratios
- Contributions to the Nauru Intergenerational Trust Fund
- Infrastructure investment consistent with NIISP
- Sound debt management
- Improved SOE performance
- Sustainable government operations
- Compliance with donor commitments.

FISCAL RESPONSIBILITY RATIOS

The Government has adopted the following fiscal responsibility ratios.

- Budget balance must be positive as a share of GDP – that is, the budget must be in surplus
- Personnel as a proportion of current expenditure must be below 30 per cent
- Fiscal cash buffer of two months adjusted non-RPC expenditure.

The Government has successfully achieved all three fiscal responsibility ratios in 2020-21, and aims to do so in 2021-22. Performance is summarised in the tables below.

Table 3: Fiscal responsibility ratios

Measure	Target	2019-20	2020-21	2020-21	2020-21	2021-22
		Preliminary Actual	Approved Budget	Revised Budget	YTD Actual	Approved Budget
Fiscal balance to GDP	not negative as % of GDP	16%	0.02%	0.03%	12%	0.05%
Personnel cost ratio	Personnel cost to current expenditure <30%	19%	28%	21%	20%	26%

Government has successfully achieved the benchmark ratios for its fiscal responsibility indicators with Fiscal balance to GDP reaching a notable high in 2019-20, due to a stronger than expected revenue performance. The Government targets an outcome close to balance when the budget is prepared.

Likewise, the personnel cost ratio was achieved in 2019-20, and is expected to increase in the current year and 2021-22 budget.

Table 4: Fiscal cash buffer requirements

	Cash Buffer	Total Funds (\$)		
	Requirement (\$)	at 1 July 2020	at 31 Dec 2020	2021-22 Budget
Fiscal cash buffer for Approved 2020-21 Budget	29,408,403	117,281,211		
Fiscal cash buffer for Revised 2020-21 Budget	33,240,925		151,287,939	
Fiscal cash buffer for 2021-22 Budget	27,974,424			148,619,315
<i>of which held in cash buffer accounts</i>		<i>29,306,119</i>	<i>40,029,844</i>	<i>40,063,564</i>

The fiscal cash buffer is a cash management arrangement targeted at ensuring there is sufficient cash on hand to mitigate liquidity risks. The overall strategy is to build up the cash buffers to at least the equivalent of two months adjusted expenditure, to ensure that Government has sufficient cash on hand to meet its bills as and when they come due.

NAURU INTERGENERATIONAL TRUST FUND (NTF)

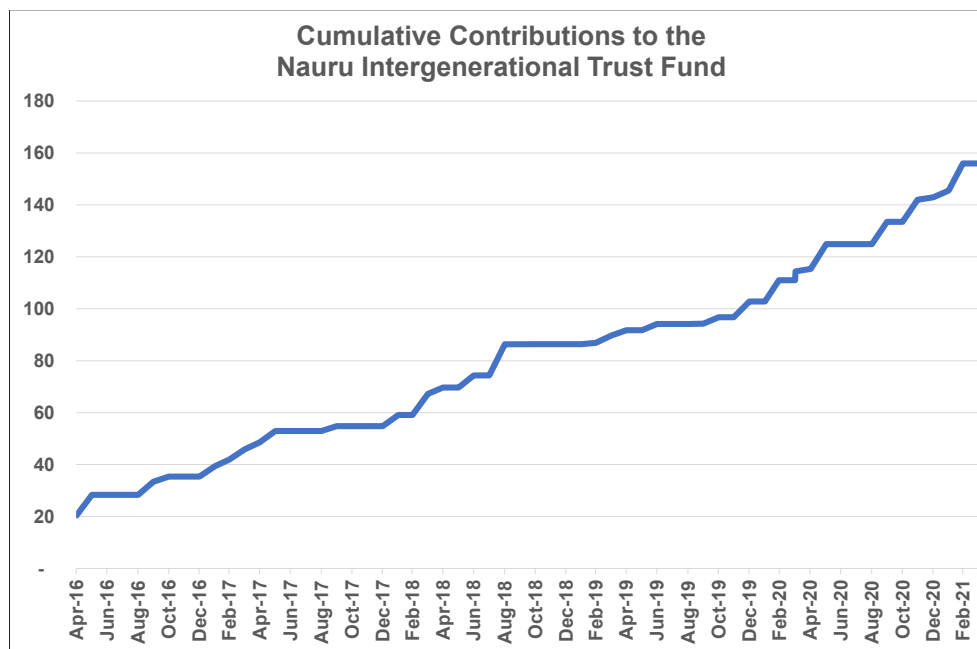
The level of Government contributions to the Nauru Intergenerational Trust Fund (NTF) is set each budget consistent with the Memorandum of Understanding with Australia that underpins the Fund's operations. It is then updated in August following confirmation of actual revenue receipts.

The Government plans for the 2021-22 fiscal year to maintain its required contribution to the NTF at 10.1 per cent of adjusted prior year revenue.

In 2021-22, the Government's contribution is assessed at \$23.5 million. A prepayment of \$6.2 million is expected to be made towards this obligation in 2020-21, leaving the outstanding balance of \$17.3 million to be appropriated in 2021-22.

Total cash contributions to 31 March 2021 were \$156 million, see Table 5. Investments at 31 March 2021 were valued at \$194.7 million. Contributions are shown in the chart below.

Chart 1– Nauru Trust Fund



Total contributions to date, and the composition of contributors to the NTF is shown in Table 5 below.

The NTF continues to grow with continued annual support contributions from fund stakeholders, namely Australia, Republic of China (Taiwan), New Zealand. The Asian Development Bank (ADB) was instrumental in establishing the fund and made an initial contribution. The fund is achieving its investment objectives and well on the way to the goal of \$400 million by 2033.

Table 5: Nauru Trust Fund contributions

Summary of cash contributions received						
	ADB	Australia	Nauru	NZ	Taiwan	Total
To Mar-18	2,634	9,928	42,174	1,855	10,635	67,226
To Jun-18	2,634	12,067	47,132	1,855	10,635	74,324
To Sep-18	2,634	12,067	59,132	1,855	10,635	86,324
To Dec-18	2,634	12,067	59,192	1,855	10,635	86,384
To Mar-19	2,634	12,067	59,705	1,855	13,438	89,699
To Jun-19	2,634	13,567	61,705	2,796	13,438	94,140
To Sep-19	2,634	13,567	61,825	2,796	13,438	94,260
To Dec-19	2,634	13,567	70,358	2,796	13,438	102,793
To Mar-20	2,634	13,567	70,358	2,796	13,438	102,793
To Jun-20	2,634	16,428	85,686	3,724	16,444	124,917
To Sep-20	2,634	16,428	94,232	3,724	16,444	133,463
To Dec-20	2,634	16,428	102,778	4,659	16,444	142,943
To Mar-21	2,634	16,428	113,213	4,659	19,054	155,987
	1.7%	10.5%	72.6%	3.0%	12.2%	

COMPLIANCE WITH NATIONAL DEVELOPMENT PRIORITIES

The budget seems a natural starting point for the attainment of the Sustainable development priorities that are interconnected to the NSDS and relevant cross cutting issues. Through this budget program there will be inclusive development to support everyone, develop efficient economic processes for increased human well-being, and social and environmental sustainability economy.

Key development priorities that the budget will address include:

- Good health and improved quality of life – quality of life remains a top priority and Government will invest over \$18.5 million in the Health sector and related services to improve and strengthen local hospital capacity and maximize telemedicine facility, as well as provide for timely overseas medical referrals for severe cases if local treatments is unavailable. A healthy population will result in a reduction in poverty as people invest their time in work and commercial activities.
- Improved Infrastructure and Smart Housing – over \$18 million will be allocated as Government investment in the new Aiwo Port, airport runway resurfacing, construction and improvement to existing infrastructure for schools and RON Hospital. Under the Smart Housing Project first phase, Government will fund the construction of 80 residential foundations, of which 30 foundations have been completed. The second phase is the installation of roofs for the 80 foundations for which all materials have been acquired and are on island ready for the implementation stage.
- Improved quality of Education – Government will continue investment in scholarships to high school and tertiary students, as well as providing opportunity for the civil service to pursue further studies and training attachments. Equipping its people now will result in less reliance on expatriates and provide a good platform for succession planning. Government allocates \$16.2 million for the Education Department to deliver its operating plans for 2021-22.
- COVID19 Response – the Government is aware of the threat and danger posed by COVID19 and is proactive in ensuring sufficient measures are being put in place to protect its own population especially the vulnerable, pregnant mothers and the elderly. For 2021-22, Government has allocated \$8.3 million, and we anticipate our donors and bilateral partners will also support us in effectively tackling this pandemic issue.
- Climate Change Action – the Government has established the Department of Climate Change and National Resilience to demonstrate domestically, regionally and internationally its firm commitment to effectively address climate change, by supporting the development of climate change resilient projects, such as construction of a sea wall, land rehabilitation, sound infrastructure, solar farm and supply of 3,200 water tanks to households. The complete implementation of RONadapt and monitoring for effectiveness and identification gaps and the establishment of Climate Change Policy and Institutional framework is targeted for completion this budget year.
- Strengthen judicial and legal institutions – the Government will reduce backlogs of cases through appointment of magistrates to expedite court hearings, empower and ensure a well-resourced Police Department, and scope a new court house to be built. Government is also offering Virtual court session for magistrates who are working remotely during the pandemic. The total budget set aside for judicial and legal institutions is estimated at \$9.6 million.

- Food security – one of the primary NSDS goals for the fisheries sector is to ensure that fisheries supply satisfy local demands. One of the strategies to address this goal is to increase fisheries production through aquaculture and milkfish farming. The CIE Department, plans to raise the level of domestic agricultural production to facilitate and promote food production in order to attain food security, through ensuring a dependable and sustainable agriculture development for present and future generations.
- Gender balance and Child protection – the Government will invest to strengthen stakeholders' coordination to improve the response level to children maltreatment and engage with community in reporting child abuse, and ensure safe and sound environment is established. Gender mainstreaming program will be implemented to address increases in violence, child abuse and post-pre-natal services for mothers.

DONOR COMMITMENTS

Donor assistance will remain critical to support Nauru to meet its potential, and lift growth sustainably. The Government is maintaining cordial relationships with all its bilateral partners to ensure the implementation, coordination, planning, and fiscal management of projects are in line with donor requirements and expectations.

The Government anticipates Development Fund revenue and expenditure of \$14.1 million in 2021-22 compared with \$22.4 million in 2020-21. This does not include Aid-in-Kind contributions, estimated at \$79.7 million compared with an estimated \$84.3 million in 2020-21

The 2021-22 estimate reflects \$11.7 million in funds carried over from 2020-21 and \$2.4 million in expected new funds for 2021-22. *More detail on Donor Commitments is captured in Development Fund projections statement.*

PUBLIC FINANCIAL MANAGEMENT REFORM INITIATIVES

As part of implementing its Public Financial Management Reform Roadmap, the Government, in partnership with the ADB, is progressing two key reform initiative related to debt management and public investment.

STRENGTHEN DEBT MANAGEMENT

In 2020-21 the took the opportunity of windfall revenues from the RPC extension to improve the Republic's balance sheet. Action included resolving long-standing external debt related to Yen denominated bearer bonds held by Firebird, and Bank of Nauru (BON) liquidation payments to individual bank book holders and the Nauru Phosphate Royalties Trust (NPRT). Accounts payable arrears for Eigu Holdings Corporation were also resolved.

The impact has been to substantially improve the assessment of Nauru's debt sustainability, with estimated total outstanding debt reduced from over 100 per cent of GDP to 36 per cent of GDP.

The Government aims to implement good practice debt management that is fit for purpose. Government in tandem with ADB are pursuing arrangements to monitor and manage the debt to

ensure that it is managed efficiently and is sustainable. The initiatives commenced in 2020-21 to be finalised in 2021-22 include:

- A debt stocktake and assessment of the debt management architecture and confirmation that it is fit for purpose
- options and recommendations for reform of debt management and monitoring arrangements, including reporting
- enhanced identification, mitigation and management of fiscal risks.

More details on GON Debt Stock Program is covered in the debt section later in this paper.

IMPROVED STATE INVESTMENT PERFORMANCE

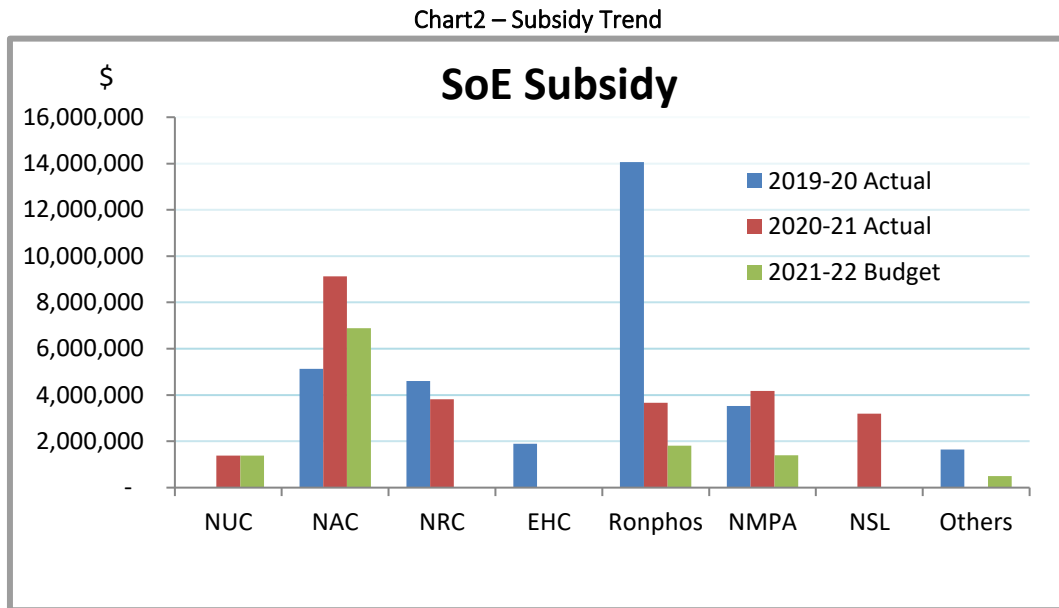
Improving the performance of State-Owned Enterprises (SOEs) is one of the reform initiatives of this Government. A new Public Enterprises Act (PEA) was passed by Parliament in 2019 and with it comes governance requirements that the public enterprises have to comply with.

Government in collaboration with ADB are developing a Governance framework to enhance operations of SOEs. The key elements of the new governance framework include a commitment to improve governance of Nauru's public enterprises, with a view to improving their efficiency and effectiveness towards the sustainable economic development of Nauru.

Implementation of the PEA should improve Nauru's economic resilience through improving SOE performance, and reducing the need for additional government support. It will place high expectations on SOE Boards to articulate the vision for each business, and to properly plan and report on how that vision is implemented.

In 2021-22, the Government will again enter Community Service Obligation (CSO) agreements with SOEs to ensure the achievement of social objectives related to affordable electricity and mitigating food and transport security risks related to air freight and Port handling costs.

In addition to achieving social objectives, Government provides subsidies and grants to support the business operations of SOEs, including cash flow support. The chart below shows the assistance provided to SOEs over the last three years.



REVENUE MOBILISATION - STRENGTHENING ENFORCEMENT AND COMPLIANCE

Nauru Customs Service continues to strengthen enforcement and compliance, and the 2021-22 Budget includes measures to upgrade its information systems with the implementation of ASYCUDA World.

This relates to preparations for the implementation of PACER Plus, and the project entitled 'Introduction of Automated Customs Processes and the Deployment of ASYCUDA World in the Pacific Agreement on Closer Economic Relations (PACER) Plus Pacific Island Countries'.

This Project is being executed through funding made available through signatories to the PACER Plus Agreement by the governments of Australia and New Zealand under the PACER Plus 'Readiness Package' Project. The implementation of improved information systems, and automation should reduce Customs processing and clearance times, with a resultant improved quality of service delivery

KEY FISCAL RISKS

The key fiscal risks for Nauru relate to the uncertainty around the future of the RPC, the world economic outlook and the impact of COVID-19. The impact of the timing of the funding for the EXIM Loan related to the Aircraft Replacement Program is also a risk.

One of the impacts of COVID-19 has been on the Port Project, with the project being suspended during the year. Whilst work recommenced in April 2021, it is unclear when the project is now likely to be completed. Given current estimates, this will not be before April 2022. Impacts of the delay in project completion have included:

- Increased costs for GON in kind contributions to the project, including Project Management Units cost, China Harbour Engineering Company (CHEC) lease cost and aggregate supply costs
- Increased expenditure on tug hire costs to support safe loading and unloading of vessels
- Port Contract-related costs payable to the CHEC as a result of any contract suspension

- Opportunity cost of lower prices for the sale of fuel due to a delay in tendering of the fuel supply contract, as well as securing better value sea freight services.

ASSUMPTIONS & SENSITIVITY ANALYSIS

There are two key assumptions underpinning the preparation of the 2021-22 Budget, related to RPC operations and the timing of the payments related to the Aircraft Replacement Program.

It is also assumed that Nauru will remain COVID-19 free, and that global economic conditions will continue to improve as vaccination levels increase, but that it will take some time for international borders to re-open. If borders do re-open business travel expenditure provisions will likely need to be increased. Provision has been made in the fiscal cash buffer to manage the risk of unexpected expenditure related to changes in the underpinning budget assumptions.

Regional Processing Centre Sensitivity

The 2021-22 Budget assumes that the RPC will maintain operations at similar levels to 2020-21 until December 2021, and then move into an enduring capability, the details of which are still being finalised.

The significance of RPC related revenues on the budget is illustrated in the table below. If the agreement with Australia is again extended, then there is potentially \$30 million additional revenue available. If operations wind down faster than expected, then projected revenue is at risk, especially related to business profits tax and employment/non-resident tax receipts.

It should be noted that Hosting Fee revenues recognised in the budget are not directly related to the timing of RPC agreements.

Hosting fees accumulate in the off-budget 'Commercial Account' that was established under the *Commercial Operations and Services Fund Act 2018*, related to Government RPC commercial operations. Hosting Fee funds are drawn down and recognised in the budget at the discretion of the Cabinet, to smooth income as required. The fees began being received in August 2019, and prior to 2020-21 were recognised in miscellaneous revenue.

The proposed Hosting Fee revenue expected to be drawn down in 2021-22 is significantly higher than prior years, due to reductions in other sources of RPC revenue.

Table 6a: RPC Related Revenue lines

Description	2019-20 Preliminary Actual \$	2020-21 Revised Budget \$	2020-21 YTD Actual \$	2020-21 Projected Actual \$	2021-22 Approved Budget \$
1335 - Visa Fees - RPC	2,013,000	960,000	936,000	960,000	0
1580 - Visa Fees - RPC Resettlement	16,852,434	4,800,000	2,880,000	4,000,000	0
1475 - Miscellaneous Revenue	32,337,225	8,724,900	6,062,768	5,484,900	272,840
1495 - Service Fees	19,453,145	20,177,356	18,355,337	20,177,356	10,046,902
1577 - DJBC - Operations	3,369,827	3,053,284	3,220,722	3,500,000	2,289,963
1578 - DJBC - Reimbursable Costs	18,935,023	20,343,599	15,661,788	18,000,000	16,587,342
1598 - Hosting Fee	0	36,983,331	26,416,665	36,983,331	63,566,666
1590 - Employment Services Tax	19,944,619	19,837,081	17,589,500	19,837,081	10,200,000
1591 - Business Profit Tax	43,002,075	42,553,077	43,925,949	44,000,000	21,900,000
Total RPC related revenue	155,907,348	157,432,628	135,048,730	152,942,668	124,863,713
Share of total revenue	58%	50%	56%	53%	51%

Aircraft Replacement Program Sensitivity

A key risk to the proposed budget relates to the timing of the funding of the new EXIM Loan for the Aircraft Replacement Program. It had been expected that this USD24.95 million loan would be fully funded in 2020-21. However, it is now proposed that the loan be drawn down in two tranches, with the first tranche of USD13.3 million to be drawn down by 30 June 2021, to match the corresponding payment to Nauru Airlines for the new aircraft, and the second tranche of USD11.6 million in 2021-22.

With the recent COVID-19 outbreak in ROC Taiwan, there is now some doubt that the loan will be able to be completed by 30 June 2021. If there is a timing mis-match between when Government pays Nauru Airlines for the new aircraft (expected by end May 2021) and when the EXIM Loan tranche payment is received, it is likely that the 2020-21 Budget will move into deficit, and the extra revenue will be received in 2021-22. This will impact on the proposed budget estimates for 2021-22.

In addition to doubt around the timing of the loan payment, the timing of the completion of the aircraft purchase is also not certain, as payment will only be made once all technical and safety inspections have been completed to Nauru Airlines' satisfaction. This 'technical acceptance' is scheduled for May 2021, but may be delayed if remedial work is required.

The sensitivity of the estimates to the potential scenarios around the timing of the EXIM Loan and payment to NAC is shown in the table below.

The potential scenarios are as follows:

- Scenario A: Tranche 1 of USD13.3 million paid to NAC in May 2021, and the EXIM Loan draw-down occurs before 30 June 2021. This is the budget baseline assumption.
- Scenario B: Tranche 1 of USD13.3 million paid to NAC in May 2021, and the EXIM Loan draw-down occurs in July 2021, in the next fiscal year.
- Scenario C: The full USD24.95 million is paid to NAC and the EXIM loan fully drawn down in 2021-22, in two tranches in July 2021 and January 2022.

Table 6b: Aircraft Replacement Program Timing Scenarios

Description	2020-21 Revised Budget \$A	2020-21 Projected Actual \$A	2021-22 Approved Budget \$A
Scenario A - baseline Tranche 1 to NAC and funded by EXIM			
1902 - EXIM NAC Loan Proceeds	(34,930,000)	(18,284,020)	(16,245,600)
2376 - Equity Purchases	34,930,000	18,284,020	16,245,600
2545 - Debt Repayments	3,539,572	-	3,980,613
<i>Balance Impact</i>	3,539,572	-	3,980,613
Scenario B - Tranche 1 to NAC 2020-21 Only			
1902 - EXIM NAC Loan Proceeds	(34,930,000)	-	(34,529,620)
2376 - Equity Purchases	34,930,000	18,284,020	16,245,600
2545 - Debt Repayments	3,539,572	-	2,164,785
<i>Balance Impact</i>	3,539,572	18,284,020	(16,119,235)
Scenario C - all payments deferred to 2021-22			
1902 - EXIM NAC Loan Proceeds	(34,930,000)	-	(34,529,620)
2376 - Equity Purchases	34,930,000	-	34,529,620
2545 - Debt Repayments	3,539,572	-	2,164,785
<i>Balance Impact</i>	3,539,572	-	2,164,785

2021-22 BUDGET POLICY SETTINGS

The 2021-22 Budget has been formulated towards mitigating the fiscal challenges confronting Nauru and to navigate the numerous economic challenges as a result of the COVID-19 pandemic, the scaling down of the RPC and lower future revenue collections.

The revenue and expenditure policies in the 2021-22 Budget and the medium term are guided by the following principles.

REVENUE POLICY

The underlying revenue policy framework for 2021-22 focuses on supporting overall economic activity for the future prosperity of Nauruans. The key revenue principles are as follows:

- Responsible economic management and macro-economic stability ensuring full revenues are accounted for and fiscal commitments are fulfilled;
- Promote the fishing industry to encourage foreign fishing vessels to fish in Nauru waters which in turn will boost fisheries revenue;
- Improve compliance and stringent border controls for imported goods and services to ensure correct dues are received;
- Apply appropriate fees and charges to commensurate services offered by the Government and raise Non-Tax revenue. Explore options of broadening the revenue base in the form of undertaking scoping studies for new tax measures;
- Strengthen relationships and coordination with Donors for sustainable budget support aimed at clear project outcomes;
- Maintain and upgrade the RPC to support refugee services now and into the future.

EXPENDITURE POLICY

The 2021-22 Budget focuses on providing adequate funding to support the economy and improve service delivery. Expenditure policy is guided by the following principles:

- Timely adjustments of fiscal plans to avoid breaching the fiscal anchor, meet mandatory Trust Fund contributions and ensure sufficient liquidity to meet expenditure requirements and urgent and unforeseen expenditure requirements;
- Increase investment in health systems and public health to mitigate risks associated with all types of influenza and NCDs;
- Invest in our children and the future of Nauru through increased investment in scholarships and financial support for higher education, improve infrastructure and environment for enhanced learning;
- Develop and train our people in public service through scholarship and continuous training and development as part of upskilling, job retention and succession planning;

- Ensure resources are allocated based on efficiency and positive returns and dependent on implementation capacity of Department;
- Investment in infrastructure that would yield a positive rate of return in the future and mandate proper feasibility and economic cost benefit analyses as a criterion for appraisal and selection of new projects;
- Maintain and improve government services at all levels, timely payment of payroll and Super life contributions and ensure returns on Super life at optimum levels;
- Social protection for pensioners and disadvantaged citizens are well targeted and reviewed periodically;
- Continuation of expenditure associated with COVID-19 quarantine strategy of Capture and Contain to eliminate risks of spreading the virus to the vulnerable and the proportion of the population not vaccinated;
- Ensuring the maintenance of essential services through subsidies to Nauru Airlines, Port and Utilities in the form of a Community Service Obligation (CSO) to ensure service delivery is not compromised in the midst of the pandemic and at the same time sustain the viability of public enterprises;
- Improve the productivity of Government investments in social and economic infrastructure and state-owned entities;
- Value for money and ensure that better outcomes can be achieved when resources are used more efficiently and are procured in a more competitive market.

2021-22 BUDGET PRIORITIES

This section outlines key budget priorities for 2021-22.

The 2021-22 budget aims to maintain a balanced budget and comply with fiscal responsibility ratios being mandated in its medium-term strategy. The expected budget aggregates are shown in the table below.

Table 7: Budget Aggregates year to date (22 May 2021)

Description	2019-20	2020-21	2020-21	2020-21	2020-21 YTD		2021-22
	Preliminary Actual \$	Approved Budget \$	2020-21 Supp Bills \$	2020-21 Revised Budget \$	2020-21 YTD Actual & Commitments \$	2020-21 Projected Actual \$	2021-22 Proposed Budget \$
Revenue	269,996,331	210,483,272	107,357,286	317,840,558	240,109,252	287,898,168	244,123,361
Expenditure	242,109,103	210,444,381	107,336,805	317,781,186	219,104,896	268,998,244	244,023,361
Balance	27,887,229	38,891	20,481	59,372	21,004,356	18,899,924	100,000

The positive fiscal balance aligns Government with its fiscal responsibility mandates. If the economy grows strongly and revenue collections in the year are higher than expected, expenditures would be adjusted and potentially result in additional appropriations.

Government is mindful of the challenges ahead, and the need to maintain macroeconomic stability through sound public financial management. Departments are expected to adhere to the budget commitment controls and spending within the required allocations, minimizing level of Inter-Head Sub Transfer (IHST) and unplanned spending.

2020-21 BUDGET PERFORMANCE

The 2020-21 Budget was framed against significant uncertainty as to the future of the RPC and the COVID-19 pandemic. Nonetheless, sound budget planning significantly reduced the number of supplementary appropriations required through the year to two, with both reflecting significant changes in the underlying budget assumptions.

Supplementary Appropriation Bill (No.1) 2020-21 recognised the Government's decision to support Nauru Airlines Corporation to purchase replacement aircraft, to be funded from a new USD24.95 million loan from EXIM Bank supported by the Republic of China (ROC), Taiwan.

Supplementary Appropriation Bill (No.2) 2020-21 recognised the extension of the RPC agreement with Australia from 31 December 2020 to 30 June 2021. These windfall revenues were, in part, leveraged to improve the balance sheet with additional contributions to the NTF and the resolution of longstanding external and domestic debt obligations.

Table 8 summarises the impact of supplementary appropriations through the year.

Table 8: 2020-21 Supplementary Appropriations

Description	2020-21 Approved Budget \$	2020-21 Supp Bill 1 \$	2020-21 Supp Bill 2 \$	2020-21 Revised Budget \$
Revenue	210,483,272	52,792,293	54,564,991	317,840,558
Expenditure	210,444,381	52,771,812	54,558,869	317,775,062
Balance	38,891	20,481	6,122	65,496

Year to date budget performance has been in line with expectations, with lower than expected revenue collections reflecting timing issues related to the EXIM Loan for the Aircraft Replacement Program. Overall, the 2020-21 budget is expected to finish the year in a surplus position. Any unexpended revenue will be used to boost government financial reserves.

The final position will depend on the timing of the Aircraft Replacement Program. If the aircraft is purchased by 30 June 2021, and the EXIM Loan is not funded at the same time, then it is likely that the expected surplus will be eroded.

2021-22 BUDGET PRIORITIES

With the duration of the COVID-19 pandemic unknown, and future RPC arrangements yet to be settled, the economic outlook for Nauru is highly uncertain. Accordingly, the 2021-22 Budget has been framed around the theme of 'Building a Resilient Naoero', with the following priorities:

- Responsible economic management and macro-economic stability
- Cost of living and safety net initiatives
- Investment in social and economic infrastructure, especially in health and education

- Maintaining government services including responding to COVID-19.

MACROECONOMIC STABILITY THROUGH RESPONSIBLE ECONOMIC MANAGEMENT

The ability to achieve macroeconomic stability is an important factor in executing budget deliverables.

The Government remains committed to responsible and disciplined economic management, creating a better, stronger, more prosperous nation for the next generation. Facing up to both the short and long-term fiscal challenges will help put the nation on a path to lasting prosperity and a rising standard of living.

The initiatives stipulated in the 2021-22 Budget will ensure a sustainable path to achieve the medium-term fiscal targets:

- Retention of the three fiscal responsibility ratios
 - Budget balance
 - Personnel expenditure to current expenditure of less than 30 per cent
 - Cash buffer of at least two months adjusted expenditure held in the Government's bank account
- Maintenance of Nauru Trust Fund contributions at 10.1 per cent of adjusted prior year revenue— a contribution of \$23.5 million, of which \$6.2 million has been prepaid in 2020-21 fiscal year, and \$17.3 million in 2021-22.
- Strengthening enforcement and compliance efforts with \$0.3 million allocated to Nauru Customs Services (NCS) to implement ASYCUDA Systems, as part of PACER Plus implementation.
- To support further maturation of Nauru's public financial management (PFM) processes, and consideration of social protection issues, Nauru will undertake a Public Expenditure and Financial Accountability (PEFA) Assessment with PFTAC. This will include a Gender PEFA assessment concurrently with the main one. This will enable an assessment of Nauru's PFM systems, and provide a baseline against which to assess reform progress, as well as support the development of a reform roadmap that supports enhanced social inclusion and gender equality. The PEFA review is scheduled for second half of 2021.
- Continued progress in fiscal transparency with quarterly budget reporting, audit and publication of legacy financial statements. The audit of the 2018-19 and 2019-20 financial statements will be completed through the year.
- Collaborating with ADB on the Improved Fiscal Sustainability and Social Protection Program that involves a set of mutually agreed policy actions, which once achieved, triggers a \$6.5 million grant as budget support.
- Completion of a debt stocktake and reconciliation of the Bank of Nauru (BON) will be undertaken with technical assistance from the ADB.
- Implementation of the Debt Action Plan with provision for \$5.8 million to the Nauru Phosphate Royalties Trust for a 5 per cent Ronwan capital re-distribution from balances available from the Bank of Nauru (BON) liquidation, and \$1 million for BON Bank book holders.
- \$10.9 million has been provided in the fiscal cash buffer to cover any urgent or unforeseen events that might arise in 2021-22.

In 2020-21, the Government made a similar provision in the fiscal cash buffer to cover urgent and unforeseen events, with the funds used mainly to support subsidies to State Owned Enterprises, including Ronphos land rental arrears payments, port redevelopment costs, other SOE arrears and debt repayments.

This provision is different from the cash buffers maintained in the Government's bank accounts to manage liquidity risks, and is designed to be used through the year to cover unplanned urgent expenditure requirements, that is, to mitigate fiscal risks.

COST OF LIVING AND SAFETY NET

This budget includes measures to ease cost of living pressures for households, especially for the most disadvantaged. Initiatives in this budget include:

- Aged and disability pensions will be increased by \$15 a fortnight from 1 July 2021, bringing the total provided for these pensions to \$3.8 million for 2021-22.
 - The Aged Pension for those aged over 60 will increase from \$250 to \$265 a fortnight;
 - The Aged Pension for those aged over 70 years will increase from \$300 to \$315 a fortnight; and
 - The Disability Pension will increase from \$250 to \$265 a fortnight
- The prepay lifeline electricity tariff will continue at 22c kw/hour, the pre-pay residential tariff at 47c and the post-pay residential tariff at 48 cents a kw/hr, supported through the Community Service Obligation paid to NUC.
- \$0.7 million is provided for the Back-to-School payment of \$50 per child per term, to ensure that parents can purchase necessary school items to outfit children with uniforms, shoes and other items to be 'school ready'. This is available for all students enrolled in Nauru.
- The Government has transferred \$50,000 housing scheme support previously managed by the Department of Health to the People Living with Disability Department (PLDP). This funding will assist PLDP to improve and renovate homes for people living with disability.

In addition, the Government is mitigating risks to food and supply security with measures including:

- ensuring that there is at least one air-freight service a week, and regular sea freight services at reasonable cost;
- providing \$1.2 million to Fisheries to purchase additional trailers and outboard motors to boost food security; and
- supporting the establishment of the Menen Farm and Fisheries Livelihoods Project.

INFRASTRUCTURE DEVELOPMENT

The 2021-22 Budget also includes provisions to support continued improvements in housing and the built environment.

- \$7 million has been provided for Nauru Community Housing
- \$2 million has been provided for a Smart Village Pilot
- \$0.4 million for water tanks
- \$5 million is provided to Nauru Rehabilitation Corporation to support land clearing for new development; and

- \$3.1 million for Clean and Green projects.

Further infrastructure projects highlighted as priorities in the Nauru Integrated Infrastructure Strategic Plan include:

- \$4.3 million is provided to support the Port Project, which is now expected to be completed in the first quarter of 2022;
- \$2.8 million is provided to continue with the Tank Farm refurbishment; and
- \$0.5 million is provided to build seawalls around the island – to help protect our shoreline against rising water levels.
- \$1.7 million is provided to repair classrooms and improve school facilities
 - A multipurpose hall will be built for the Able Disable Centre, six new playground centres will be built and other improvements progressed, including: erection of fences, painting and sunshade sails and cafeteria. Projects will result in improved learning and enhance social interaction amongst students.
- \$2.5 million has been provided for a new Maternity ward (\$1.5 million) and for urgent works relating to warehouse storage, waste shed and flood mitigation at RON Hospital (\$1 million).
- \$0.9 million provided to Department of Sports to build multipurpose courts and gymnasium to support wellness and healthy living.

The Government is coordinating with the Nauru Maritime and Port Authority to fix the mooring system to mitigate risks to loading and unloading ships until the new Port is completed. This is expected to cost approximately \$6.8 million, and Government is considering our bilateral partners to provide financial assistance.

The Government Fuel supply contract is in final stage of evaluation and closing, SATO was tendered and GON is finalizing negotiations with preferred tenders.

In addition, the Government is progressing a project to resurface the runway. This is supported by our development partners through the Australian Infrastructure Financing Facility for the Pacific (AIFFP). The support will upgrade airport infrastructure to meet international standards and obligations and initial design costs estimated at \$1 million.

MAINTAINING GOVERNMENT SERVICES

Notwithstanding the uncertain economic environment, the Government will continue to provide business as usual services to the public.

In 2020-21, the Government increased public service salaries, the first increase since 1 July 2018. It included significant increases in teacher salaries to support improved learning outcomes, as well as risk and hazard allowances for those exposed to medical or hygiene risks.

The minimum amount paid in the public service was also increased to at least meet the 'basic wage' as defined by the Nauru Bureau of Statistics at \$351 per fortnight (\$9,126 a year). The basic wage is calculated based on the cost of living considering essential items.

In addition to the overall pay increase, the Government increased allowances for front line staff, including, medical staff, cleaners, immigration, quarantine, customs and police officers. Teachers and medical staff have also received additional pay increases related to their qualifications.

Health

The 2021-22 Budget allocates \$26.8 million, or 14 per cent of GDP, for health related activity, with \$18.5 million for the Health Department, and \$8.3 million for the COVID-19 Taskforce.

In addition to \$2.5 million in RON hospital improvements mentioned above, key health measures include:

- \$7 million for local and expatriate salaries and allowances for existing and new medical staff
- \$0.1 million to train 30 Health support staff to cover for increased tasks at the hospital especially during this COVID 19 period
- \$0.4 million for 30 trainee nurses to undertake Diploma in Nursing through a joint engagement with institutions in Australia and Fiji. The cost relates to payment of nurses trainee allowances at \$539 per fortnight
- \$6.5 million for quarantine measures to keep Nauru COVID-19 free; and
- \$4.0 million for Overseas Medical Referrals.

The Government will also continue to support building the skills and capabilities of the Nauruan health workforce through the Nauru Health Professional Training Institute, in partnership with universities in Fiji and Australia.

Education

Education is a priority in this budget, with investments aimed at creating a positive learning environment in schools, securing good teachers, and for the best and brightest students, the opportunity to expand their horizons by studying overseas.

In 2021-22, the budget for the Department of Education has been increased by over 40 per cent to \$16 million, or 9 per cent of GDP. In addition to the \$1.7 million investment in infrastructure and the Back to School Program discussed above, key measures include:

- \$3.9 million in scholarships for 57 secondary and tertiary student awardees to pursue study in Australia. This reflects a \$2 million increase from 2020-21 to cover new intakes and those students that were awarded scholarships in the last school year but have not been able to go for study due to the current travel restrictions. The increase is also attributable to the change in tuition rates following a Government decision to direct all Fiji based secondary school students to Australia;
- \$3.2 million for school lunches, including an increase of \$1.50 per plate;
- \$0.7 million is provided to purchase childrens education toys and learning materials to support needs at all school levels;
- \$0.3 million has been provided for the NEAT scheme, rewarding students that will be graduating at the end of the school year based on their attendance; and
- Teacher trainee allowances have been increased to \$539 a fortnight, building on the significant increases in teacher wages provided for this year.

- Provision is also made for a new ‘no school no play’ program to be run by the Sports department.

The budget also includes measures to support continuous learning after school, with increased provision for vocational education and training, a Life Skills program for youths and inmates, and support for members of the public service to pursue further study, including two secondments to the UN Mission in New York.

In the year ahead, the Government will continue to support our State-owned Enterprises to deliver their core responsibilities and maintain a sound financial position.

Law and Justice

In the 2021-22 Budget, provisions totalling \$9.6 million have been made to support law and order, equivalent to 5 per cent of GDP.

Measures in this budget will reduce the backlog of court cases through the appointment of magistrates and virtual court sessions to expedite court hearings, empower and ensure a well-resourced Police Department, and scope a new court house to be built.

The Government of the ROC (Taiwan) is also going to donate two patrol boats to assist the Police Force in surveillance and close monitoring of Nauru’s exclusive economic zone.

State Owned Enterprises

State-owned enterprises account for a significant share of the financial and human resources available to Nauru. To have them operating as effectively and efficiently as possible, is a key component in facilitating Nauru’s long-term prosperity.

The 2021-22 Budget includes:

- \$7.4 million for Community Social Obligations (CSO) to support affordable electricity, regular air freight services, and affordable Port service charges.
- \$2.2 million in cashflow support for Nauru Airlines to manage the loss of charter flight services due to the wind-down of the RPC
- \$1.4 million for tug-boat hire for phosphate loading and cargo
- \$1.8 million for Ronphos to purchase equipment.

The Aircraft Replacement Program supported by the EXIM Loan will be completed in 2021-22. This Program will happen in two tranches, with the first aircraft purchase expected to be completed by 30 June 2021, with a partial draw-down of the USD24.95 million loan. A second aircraft is expected to be purchased in 2021-22, which will draw down the remaining loan balance.

IMPLEMENTING CROSS CUTTING ISSUES

The 2021-22 Budget also includes measures to address cross cutting issues that are directly linked to achieving the NSDS and the conventions that the Government has rectified. Measures related to this in the budget include:

- \$0.5 million funding for the Roll Out Plan for implementation of the Convention on the Elimination of all Forms of Discrimination Against Women, signed by Nauru in 2011, and the implementation of the recommendation of CEDAW and to undertake Gender stocktake and formulation of Nauru Gender Policy
- \$0.2 million to complete implementation of RONAdapt and monitor for effectiveness and identification gaps and the establishment of Climate Change Policy and Institutional framework.
- \$0.4 million to procure water tanks and to draft a Water Quality Standard Framework
- \$0.1 million provided to Department of Disability to support their various programs including \$50,000 to improve the housing conditions for people living with Disability.

REVENUE

This section provides an overview of revenue performance in 2020-21 and expected revenue for 2021-22.

In 2021-22, revenue is expected to be lower than in 2020-21, reflecting lower economic activity related to the wind-down of the RPC (tax revenue, visa revenue and customs revenue). Fisheries revenue is expected to remain at current levels.

The Multicultural Affairs Department is expected to finalize with Australia the transition to an 'enduring capability' for the RPC, which is expected to be effective at the end of the current extension to 31 December, 2021. The exact details of these arrangements are still being developed.

Table 9: Revenue aggregates

Description	2019-20	2020-21	2020-21	2020-21	2021-22	Share of total revenue
	Preliminary Actual	Revised Budget	YTD Actual	Projected Actual	Approved Budget	
	\$	\$	\$	\$	\$	%
Grants Dividends Other Financing	12,712,181	68,657,293	21,367,924	46,011,313	34,931,567	14%
Fisheries	73,279,152	62,925,000	59,402,690	60,000,000	59,900,000	25%
Import duties	18,015,111	18,574,698	17,117,750	19,174,698	16,512,175	7%
Visa fees	21,123,902	7,666,505	5,412,828	6,866,505	1,544,776	1%
Tax	65,535,380	65,615,742	64,555,500	67,062,665	34,600,000	14%
Non-Tax	79,330,606	94,401,320	72,252,560	88,782,987	96,634,843	40%
Total Revenue	269,996,331	317,840,558	240,109,252	287,898,168	244,123,361	100%

In 2020-21 revenue collections are expected to be lower than the revised budget, mainly due to timing issues with the EXIM Loan for aircraft replacement program. It was originally expected that the full USD24.95 million would be drawn down in 2020-21. However, it is now expected that this will occur in two tranches, with the first payment of USD13.3 million by 30 June 2021, and the second by 30 June 2022. This change reflected that took longer than expected for Nauru Airlines to identify a suitable aircraft to purchase.

FISHERIES REVENUE

Fishing revenues performed strongly in 2020-21, despite some delays related to logistics issues related to COVID-19. Fishing licence days have historically been oversold particularly in 2019-20. The estimates for 2020-21 reflect a return to normal fishing collections and this is expected to occur in 2021-22 as well.

Table 10: Fishing Revenue

Description	2019-20	2020-21	2020-21	2020-21	2021-22
	Preliminary Actual	Revised Budget	YTD Actual	Projected Actual	Approved Budget
	\$	\$	\$	\$	\$
1055 - Support Vessel Charges	326,526	300,000	400,800	500,000	400,000
1071 - Purse Seine Revenue - Licensing	1,745,909	1,500,000	1,393,798	1,500,000	1,500,000
1072 - Purse Seine Revenue - Fishing Days	71,206,717	61,125,000	57,608,092	58,000,000	58,000,000
Total Fisheries Revenue	73,279,152	62,925,000	59,402,690	60,000,000	59,900,000

TAX REVENUE

Tax revenue collections for 2020-21 are expected to be higher than originally expected due to better than expected economic conditions over the year, and the six month RPC extension from December 2020 to June 2021. Given RPC is again only expected to operate at current levels until December 2021, total tax revenue is expected to be lower in 2021-22.

Table 11: Tax Revenue

Description	2019-20	2020-21	2020-21	2020-21	2021-22
	Preliminary Actual	Revised Budget	YTD Actual	Projected Actual	Approved Budget
	\$	\$	\$	\$	\$
1190 - Telecom Tax	2,588,686	3,225,584	3,040,051	3,225,584	2,500,000
1590 - Employment Services Tax	19,944,619	19,837,081	17,589,500	19,837,081	10,200,000
1591 - Business Profit Tax	43,002,075	42,553,077	43,925,949	44,000,000	21,900,000
Total Tax	65,535,380	65,615,742	64,555,500	67,062,665	34,600,000

CUSTOMS DUTIES

Customs duties are projected to decrease in 2021-22, reflecting mainly the granting of exemptions on excise duty on diesel sales to selected SOEs. In 2021-22 the Government is seeking to modernize customs system through implementation of the ASYCUDA World with the view to better monitor cargo movements and therefore improved duty collections.

2020-21 collections are expected to be better than originally forecast due to better than expected economic conditions over the year, including as a result of the RPC extension.

Table 12: Customs Duties

Description	2019-20		2020-21 Actual	2020-21 Projected Actual	2021-22 Approved Budget
	Preliminary Actual	2020-21 Revised Budget			
	\$	\$	\$	\$	\$
1140 - Customs and Excise Duty - Tobacco	5,886,456	6,652,449	6,189,438	6,652,449	5,841,236
1145 - Customs and Excise Duty - Alcohol	1,429,190	2,040,000	1,720,572	2,040,000	2,040,000
1150 - Customs and Excise Duty - Sugar	929,814	1,543,075	1,200,715	1,543,075	1,220,394
1155 - Customs and Excise - Machinery/Vehicle/Equip	1,059,210	830,000	814,369	830,000	830,419
1160 - Customs and Excise Duty - Other	2,475,068	3,143,423	2,590,994	3,143,423	2,538,891
1165 - Customs and Excise Duty - Petrol Sales	2,294,837	2,645,751	2,462,639	2,645,751	2,341,235
1170 - Customs and Excise Duty - Diesel Sales	3,940,535	1,700,000	2,139,023	2,300,000	1,700,000
1175 - Customs and Excise Duty - JetA1	0	20,000	0	20,000	0
Total Customs and Excise Duty	18,015,111	18,574,698	17,117,750	19,174,698	16,512,175

VISA REVENUE

Visa revenues are expected to reduce significantly in 2021-22 reflecting the expected wind down of the RPC and commencement of the enduring capability program, with a shift in the RPC management from people to a facility-oriented approach.

Table 13: Visa Revenue

Description	2019-20	2020-21	2020-21	2020-21	2021-22
	Preliminary	Revised	YTD	Projected	Approved
	Actual	Budget	Actual	Actual	Budget
	\$	\$	\$	\$	\$
1330 - Visa Check up	10,469	6,505	4,116	6,505	4,332
1335 - Visa Fees - RPC	2,013,000	960,000	936,000	960,000	0
1575 - Visa Fees (Other Business)	2,247,999	1,900,000	1,592,712	1,900,000	1,540,444
1580 - Visa Fees - RPC Resettlement	16,852,434	4,800,000	2,880,000	4,000,000	0
Total Visa Fees	21,123,902	7,666,505	5,412,828	6,866,505	1,544,776

GRANTS, DIVIDENDS AND FINANCING

2020-21 revenue from grants and dividends is less than expected, mainly due to the change in timing of the funding of the new EXIM Loan for the Aircraft Replacement Program. It was originally expected that the full USD24.95 million would be drawn down in 2020-21. However, it is now expected that this will occur in two tranches, with the first payment of USD13.3 million by 30 June 2021, and the second of USD11.6 million by 30 June 2022. This change reflects it taking longer than expected for Nauru Airlines to identify a suitable aircraft for purchase.

Expected revenue in 2021-22 takes account of the second tranche of the EXIM loan, as well as general budget support from ROC Taiwan to cover EXIM loan repayments. It also expected that Nauru will enter into a new policy-based grant program with the ADB, that will provide additional grant financing in 2021.

Table 14: Grants, Dividends and Financing

Description	2019-20	2020-21	2020-21	2020-21	2021-22
	Preliminary	Revised	YTD	Projected	Approved
	Actual	Budget	Actual	Actual	Budget
	\$	\$	\$	\$	\$
1015 - Income from Investments & Divide	2,250,330	7,150,000	5,318,810	7,150,000	6,412,143
1660 - General Budget Support	10,461,850	26,577,293	16,049,115	20,577,293	12,273,824
1902 - EXIM NAC Loan Proceeds	-	34,930,000	-	18,284,020	16,245,600
Total Dividends, Grants and Other	12,712,181	68,657,293	21,367,924	46,011,313	34,931,567

NON TAX REVENUE

Total non-tax revenue collections in 2021-22 are expected overall to be higher than 2020-21. Due to border restrictions, travel related lines are still expected to be lower than pre-COVID level. RPC related reimbursement revenues and service fees are expected to reduce to six months level, reflecting the extension of the RPC agreement up to December 2021.

These decreases are offset by the increase in hosting fee revenue recognised in the budget, which relates to income from hosting fees paid by Australia related to the RPC. These fees are paid into an off-budget account and brought onto budget at Cabinet's discretion. The receipts in 2021-22 include the expected 2021-22 hosting fees, as well as drawing down fees received in prior periods but not used.

It is anticipated that the hosting fee is likely to continue to be funded by Australia at a reduced amount from the current level to support the enduring capability program likely to commence after December 2021.

Table 15: Non Tax Revenue

Description	2019-20	2020-21	2020-21	2020-21	2021-22
	Preliminary Actual \$	Revised Budget \$	YTD Actual \$	Projected Actual \$	Approved Budget \$
1121 - Curator fees	50,843	5,000	68,640	0	0
1215 - Licenses-Drivers etc	106,502	80,000	109,608	120,000	80,000
1220 - Corporation Fees and Licenses	125,855	300,000	383,425	400,000	500,000
1225 - Licenses-Trading	585,560	500,000	267,393	500,000	209,683
1230 - Liquor Licensing Board	15,628	25,000	28,650	30,000	30,141
1235 - Gaming / Bingo Licenses	224,166	280,000	42,250	280,000	50,000
1240 - Licenses-Dogs etc	0	200	83	200	73
1245 - Drones Licenses	0	2,000	1,500	2,000	2,000
1260 - Birth Certificate	23,000	22,000	12,060	22,000	11,389
1265 - Death Certificate	880	650	780	900	757
1270 - Marriage Certificate	3,100	2,800	1,450	2,800	1,378
1300 - Registration Fees-Motor Cars	84,978	120,000	127,479	130,000	124,414
1305 - Registration Fees-Motorcycles	6,525	20,000	23,470	25,000	23,994
1310 - Vehicle/Insurance Fees	270,540	300,000	337,455	340,000	339,226
1325 - Passport Fees and Photographs	164,070	170,000	53,600	170,000	50,000
1340 - Police Clearance	54,560	40,000	30,225	40,000	45,000
1361 - Fuel Levy	0	1,000,000	0	1,300,000	1,314,384
1360 - D.C.A-Pax Levy	948,575	580,000	0	0	0
1365 - D.C.A.-Departure Taxes	811,450	500,000	0	0	0
1370 - D.C.A.-Air Navigation Fees	326,563	500,000	477,235	500,000	496,461
1375 - D.C.A.-Landing Fees	761,482	250,000	153,300	250,000	161,368
1380 - D.C.A.-Rental Fees	124,460	46,000	5,275	46,000	5,552
1400 - Port Fees	357,684	0	0	0	0
1475 - Miscellaneous Revenue	32,337,225	8,724,900	6,062,768	5,484,900	272,840
1480 - Bus Services	1,855	1,200	935	1,200	900
1485 - Quarantine Fees	43,601	50,000	68,491	70,000	80,000
1490 - Court Fines and Fees	25,809	40,000	52,788	60,000	52,043
1495 - Service Fees	19,453,145	20,177,356	18,355,337	20,177,356	10,046,902
1500 - Sale of Maps	11,730	7,000	7,110	7,300	7,052
1520 - Food Handler Check up	8,360	6,000	11,500	13,000	11,600
1540 - Advertising Revenue	7,309	50,000	63,242	70,000	64,000
1555 - Spectacles,Drugs etc	2,910	4,000	4,690	5,000	5,000
1565 - Medical Services	4,110	5,000	7,860	8,000	8,273
1577 - DJBC - Operations	3,369,827	3,053,284	3,220,722	3,500,000	2,289,963
1578 - DJBC - Reimbursable Costs	18,935,023	20,343,599	15,661,788	18,000,000	16,587,342
1596 - Traffic Infringements	0	100,000	124,910	130,000	150,000
1597 - TVET Course Fees	0	30,000	27,855	30,000	27,538
1598 - Hosting Fee	0	36,983,331	26,416,665	36,983,331	63,566,666
1700 - National/District Roll Sales	5,530	2,000	3,020	4,000	1,010
1705 - Electoral Various Fees	77,750	80,000	39,000	80,000	17,894
Total Non Tax	79,330,606	94,401,320	72,252,560	88,782,987	96,634,843

TABLE 16: REVENUE BY DEPARTMENT

Description	2019-20	2020-21 Revised	2022-21 YTD	2020-21	2021-22
	Preliminary	Budget	Actual	Projected Actual	Approved Budget
	Actual				
	\$	\$	\$	\$	\$
03 - Chief Secretariat	139,537	50,450	43,910	55,700	43,665
09 - Electoral Commission	113,710	84,000	42,020	86,000	19,904
11 - Finance Secretariat	0	10,000	761	10,000	2,000
12 - Finance -Public Debt	0	34,930,000	0	18,284,020	16,245,600
15 - Nauru Revenue Office	65,866,049	65,975,742	64,707,358	67,462,665	34,730,000
16 - Finance - Other Payments	13,203,617	33,967,293	18,490,406	25,027,293	16,000,351
17 - Nauru Customs Office (NCO)	18,015,111	18,576,698	17,119,250	19,176,698	16,514,175
18 - Nauru Regional Processing Centre Corporation	21,434,985	20,155,728	18,334,837	20,155,728	10,000,002
21 - CIE	5,275	5,000	7,000	5,000	5,000
31 - Fisheries	73,421,288	62,925,000	59,830,335	60,000,000	59,900,000
41 - Police	121,991	141,800	169,100	171,800	212,640
42 - Dept of Multi Cultural Affairs	68,241,754	75,556,214	57,463,175	72,859,331	86,599,971
43 - Justice - Secretariat	762,758	805,200	720,671	900,200	709,756
44 - Judiciary	25,809	40,000	52,788	60,000	52,043
45 - Border Control	2,455,670	2,120,000	1,714,803	2,140,000	1,670,444
46 - Correctional Services	0	0	2,100	0	0
50 - Directorate of TVET	31,724	30,000	35,305	30,000	34,738
61 - Health	44,346	38,533	73,913	49,533	59,205
62 - Sports	2,815	2,700	0	2,700	0
81 - Home Affairs	24,041	0	0	0	0
83 - Media Bureau	7,309	50,000	63,502	70,000	64,000
84 - Lands & Survey	11,730	7,000	7,110	7,300	7,052
85 - Lands Committee	3,370	2,000	22,000	2,000	16,900
91 - Transport Secretariat	3,386,323	2,357,200	1,204,959	1,332,200	1,231,915
93 - Maritime Transport	417,857	0	0	0	0
95 - ICT	2,259,264	10,000	3,950	10,000	4,000
Total Revenue	269,996,331	317,840,558	240,109,252	287,898,168	244,123,361

TABLE 17: REVENUE BY NATURAL ACCOUNT

Description	2019-20	2020-21	2020-21 YTD	2020-21	2021-22
	Preliminary Actual	Revised Budget	Actual	Projected Actual	Approved Budget
	\$	\$	\$	\$	\$
1015 - Income from Investments & Dividends-Others	2,250,330	7,150,000	5,318,810	7,150,000	6,412,143
1055 - Support Vessel Charges	326,526	300,000	400,800	500,000	400,000
1071 - Purse Seine Revenue - Licensing	1,745,909	1,500,000	1,393,798	1,500,000	1,500,000
1072 - Purse Seine Revenue - Fishing Days	71,206,717	61,125,000	57,608,092	58,000,000	58,000,000
1121 - Curator fees	50,843	5,000	68,640	0	0
1140 - Customs and Excise Duty - Tobacco	5,886,456	6,652,449	6,189,438	6,652,449	5,841,236
1145 - Customs and Excise Duty - Alcohol	1,429,190	2,040,000	1,720,572	2,040,000	2,040,000
1150 - Customs and Excise Duty - Sugar	929,814	1,543,075	1,200,715	1,543,075	1,220,394
1155 - Customs and Excise - Machinery/Vehicle/Equip.	1,059,210	830,000	814,369	830,000	830,419
1160 - Customs and Excise Duty - Other	2,475,068	3,143,423	2,590,994	3,143,423	2,538,891
1165 - Customs and Excise Duty - Petrol Sales	2,294,837	2,645,751	2,462,639	2,645,751	2,341,235
1170 - Customs and Excise Duty - Diesel Sales	3,940,535	1,700,000	2,139,023	2,300,000	1,700,000
1175 - Customs and Excise Duty - JetA1	0	20,000	0	20,000	0
1190 - Telecom Tax	2,588,686	3,225,584	3,040,051	3,225,584	2,500,000
1215 - Licenses-Drivers etc	106,502	80,000	109,608	120,000	80,000
1220 - Corporation Fees and Licenses	125,855	300,000	383,425	400,000	500,000
1225 - Licenses-Trading	585,560	500,000	267,393	500,000	209,683
1230 - Liquor Licensing Board	15,628	25,000	28,650	30,000	30,141
1235 - Gaming / Bingo Licenses	224,166	280,000	42,250	280,000	50,000
1240 - Licenses-Dogs etc	0	200	83	200	73
1245 - Drones Licenses	0	2,000	1,500	2,000	2,000
1260 - Birth Certificate	23,000	22,000	12,060	22,000	11,389
1265 - Death Certificate	880	650	780	900	757
1270 - Marriage Certificate	3,100	2,800	1,450	2,800	1,378
1300 - Registration Fees-Motor Cars	84,978	120,000	127,479	130,000	124,414
1305 - Registration Fees-Motorcycles	6,525	20,000	23,470	25,000	23,994
1310 - Vehicle/Insurance Fees	270,540	300,000	337,455	340,000	339,226
1325 - Passport Fees and Photographs	164,070	170,000	53,600	170,000	50,000
1330 - Visa Check up	10,469	6,505	4,116	6,505	4,332
1335 - Visa Fees - RPC	2,013,000	960,000	936,000	960,000	0
1340 - Police Clearance	54,560	40,000	30,225	40,000	45,000
1360 - D.C.A-Pax Levy	948,575	580,000	0	0	0
1361 - Fuel Levy	0	1,000,000	0	1,300,000	1,314,384
1365 - D.C.A.-Departure Taxes	811,450	500,000	0	0	0
1370 - D.C.A.-Air Navigation Fees	326,563	500,000	477,235	500,000	496,461
1375 - D.C.A.-Landing Fees	761,482	250,000	153,300	250,000	161,368
1380 - D.C.A.-Rental Fees	124,460	46,000	5,275	46,000	5,552
1400 - Port Fees	357,684	0	0	0	0
1475 - Miscellaneous Revenue	32,337,225	8,724,900	6,062,768	5,484,900	272,840
1480 - Bus Services	1,855	1,200	935	1,200	900
1485 - Quarantine Fees	43,601	50,000	68,491	70,000	80,000
1490 - Court Fines and Fees	25,809	40,000	52,788	60,000	52,043
1495 - Service Fees	19,453,145	20,177,356	18,355,337	20,177,356	10,046,902
1500 - Sale of Maps	11,730	7,000	7,110	7,300	7,052
1520 - Food Handler Check up	8,360	6,000	11,500	13,000	11,600
1540 - Advertising Revenue	7,309	50,000	63,242	70,000	64,000
1555 - Spectacles,Drugs etc	2,910	4,000	4,690	5,000	5,000
1565 - Medical Services	4,110	5,000	7,860	8,000	8,273
1575 - Visa Fees (Other Business)	2,247,999	1,900,000	1,592,712	1,900,000	1,540,444
1577 - DJBC - Operations	3,369,827	3,053,284	3,220,722	3,500,000	2,289,963
1578 - DJBC - Reimbursable Costs	18,935,023	20,343,599	15,661,788	18,000,000	16,587,342
1580 - Visa Fees - RPC Resettlement	16,852,434	4,800,000	2,880,000	4,000,000	0
1590 - Employment/Non-resident Withholding Tax	19,944,619	19,837,081	17,589,500	19,837,081	10,200,000
1591 - Business Profit Tax	43,002,075	42,553,077	43,925,949	44,000,000	21,900,000
1596 - Traffic Infringements	0	100,000	124,910	130,000	150,000
1597 - TVET Course Fees	0	30,000	27,855	30,000	27,538
1598 - Hosting Fee	0	36,983,331	26,416,665	36,983,331	63,566,666
1660 - General Budget Support	10,461,850	26,577,293	16,049,115	20,577,293	12,273,824
1700 - National/District Roll Sales	5,530	2,000	3,020	4,000	1,010
1705 - Electoral Various Fees	77,750	80,000	39,000	80,000	17,894
1902 - EXIM NAC Loan Proceeds	0	34,930,000	0	18,284,020	16,245,600
Total Revenue	269,996,331	317,840,558	240,109,252	287,898,168	244,123,361

EXPENDITURE

Expenditure in the 2021-22 Budget is expected to be lower than 2020-21, reflecting the impact of the uncertainty around the RPC on expected revenue, and the need for expenditure restraint to meet the fiscal responsibility ratios.

Consistent with the fiscal strategy and expected revenue limit, all departments were advised of expenditure ceilings within which to develop the 2021-22 Budget. The ceiling reflected the 2021-22 revised budget with a 10 per cent efficiency dividend. Any expenditure over the ceiling was to be supported by a New Project Proposal to enable Government to prioritise new investment.

Table 18: Expenditure Aggregates

Description	2019-20	2020-21	2020-21	2020-21	2021-22	Share of Total Expenditure
	Preliminary Actual	Revised Budget	YTD Actual	Projected Actual	Approved Budget	
	\$	\$	\$	\$	\$	%
Personnel	36,439,593	44,914,729	33,925,944	39,631,128	47,322,792	19%
Govt Travel	7,631,964	1,969,996	1,154,865	1,384,720	1,515,664	1%
Subsidies & Donations	48,343,229	69,399,757	30,792,149	52,404,736	32,249,456	13%
Govt Operations	83,236,075	90,788,159	74,299,463	84,592,436	86,185,399	35%
Capital Expenditure	22,272,737	27,850,995	12,911,175	15,203,014	18,864,399	8%
Social Benefits	15,949,163	25,572,209	23,150,645	24,337,424	18,154,615	7%
Other	601,264	666,181	441,432	529,718	727,034	0%
Transfer (Non Expense)	27,635,078	56,613,036	42,429,224	50,915,068	39,004,002	16%
Total Expenditure	242,109,103	317,775,062	219,104,896	268,998,244	244,023,361	100%

PERSONNEL COSTS

Personnel costs are expected to be higher in 2021-22 reflecting the increase in the number and allowance rates for trainee nurses and teachers, and Judges. 2020-21 expenditure in this category was lower than expected, mainly reflecting high vacancies, and lower staff training costs.

Table 19: Personnel costs

Description	2019-20	2020-21	2020-21	2020-21	2021-22
	Preliminary Actual	Revised Budget	YTD Actual	Projected Actual	Approved Budget
	\$	\$	\$	\$	\$
2005 - Salaries & Allowances - (MP's)	1,450,712	1,260,698	1,095,002	1,260,698	1,260,698
2010 - HE Salary & Allowances	105,033	105,034	88,990	105,034	105,034
2015 - Salary - Local	21,838,315	27,884,340	21,687,439	25,236,959	27,190,580
2020 - Salary Expatriate	7,801,658	8,295,132	6,406,466	7,490,340	9,216,636
2025 - Allowances - Staff Contract	1,426,872	1,509,044	1,182,369	1,397,202	2,417,907
2026 - Directors Fees	20,500	42,650	14,500	17,400	50,600
2031 - Staff Contract - Ministerial	0	133,788	50,577	60,692	520,968
2035 - Overtime - local	802,102	878,258	648,337	778,005	873,976
2040 - Staff Training	894,984	936,012	555,597	663,777	1,755,898
2041 - Prep & Orientation of Seasonal V	0	38,500	0	0	10,000
2045 - Recruitment	14,999	30,000	4,859	5,830	16,000
2050 - Uniforms & Protective Clothing	369,746	373,437	240,414	288,497	486,089
2072 - Meals and Drinks - Staff	176,340	294,918	252,671	288,225	285,490
2651 - GON Contributions	1,538,330	3,132,916	1,698,724	2,038,469	3,132,916
Total Personnel	36,439,593	44,914,729	33,925,944	39,631,128	47,322,792

GOVERNMENT TRAVEL

Government travel is expected to be lower in 2021-22 as COVID 19 travel border restrictions continue. Except for Ministerial and Presidency where a modest allocation has been provided to cover

for critical high level meetings, travel business for all department have been zeroed out and will be revisited if there is an easement to travel during the year.

Table 20: Government Travel

Description	2019-20	2020-21	2020-21	2020-21	2021-22
	Preliminary	Revised	YTD	Projected	Approved
	Actual	Budget	Actual	Actual	Budget
	\$	\$	\$	\$	\$
2070 - Travel - Staff	494,215	576,875	321,759	386,111	797,704
2075 - Travel - Business	7,137,748	1,393,121	833,106	998,609	717,960
Total Government Travel	7,631,964	1,969,996	1,154,865	1,384,720	1,515,664

SUBSIDIES AND DONATIONS

Subsidies and donations are lower in 2021-22 reflecting lower expected subsidies for SOEs in 2020-21. The equity purchase relates to the pass through of the EXIM Loan to Nauru Airlines for the Aircraft Replacement Program.

Table 21: Subsidies and Donations

Description	2019-20	2020-21	2020-21	2020-21	2021-22
	Preliminary	Revised	YTD	Projected	Approved
	Actual	Budget	Actual	Actual	Budget
	\$	\$	\$	\$	\$
2376 - Equity Purchases	9,500,000	34,930,000	0	18,284,020	16,245,600
2615 - Other Subsidies & Donations	2,469	0	0	0	0
2616 - Subsidies to SoEs	35,921,645	27,992,645	25,642,074	27,992,645	11,967,713
2617 - Donations - local	2,913,839	6,370,070	5,148,298	6,125,939	3,929,000
2618 - Donations - overseas	5,276	107,042	1,777	2,133	107,143
Total Subsidies & Donations	48,343,229	69,399,757	30,792,149	52,404,736	32,249,456

CAPITAL EXPENDITURE

Capital expenditure is lower in 2021-22, reflecting the payment of one-off contributions to the Port Project paid in 2020-21 that will not be repeated. These payments relate to commitments made by the Government in the original Port Project Agreement with the ADB.

Table 22: Capital Expenditure

Description	2019-20	2020-21	2020-21	2020-21	2021-22
	Preliminary	Revised	YTD	Projected	Approved
	Actual	Budget	Actual	Actual	Budget
	\$	\$	\$	\$	\$
2480 - Medical Equipment	272,575	580,868	534,559	580,868	497,250
2495 - Plant & Equipment Purchases	10,194,741	4,376,934	3,141,334	3,658,812	3,591,852
2496 - Building and Structures	10,612,808	22,446,633	8,956,115	10,628,334	14,293,296
2580 - Public Works	1,192,613	446,560	279,166	335,000	482,000
Total Capital Expenditure	22,272,737	27,850,995	12,911,175	15,203,014	18,864,399

SOCIAL BENEFITS

Overall expenditure on social benefits is expected to decrease in 2021-22, reflecting a smaller investment in Nauru Community Housing.

Expenditure on scholarships will increase significantly, reflecting the increased allocation to cover new 2021 intake as well previous year awardees that have not been able to go to Australia and commence study due to the pandemic travel restrictions. The increase is also attributable to increase rates overall in tuition and accommodation for Fiji based students to resume study in Australia.

Table 23: Social Benefits

Description	2019-20	2020-21	2020-21	2020-21	2021-22
	Preliminary Actual	Revised Budget	YTD Actual	Projected Actual	Approved Budget
	\$	\$	\$	\$	\$
2220 - Nauru Community Housing	7,556,343	14,933,212	14,887,108	14,890,126	7,050,000
2390 - Social Welfare - Birth Claims	111,800	192,000	150,900	181,080	192,000
2395 - Social Welfare - Death Claims	222,000	238,000	130,000	156,000	238,000
2396 - Back to School Support	0	739,800	341,500	409,800	739,800
2400 - Social Services - Aged Pensions	3,102,328	3,865,000	2,650,751	3,180,902	3,808,840
2405 - Social Services - Super Contribut	93,843	100,000	71,180	85,416	100,000
2420 - Social Services - Disability Payme	1,101,336	1,625,000	1,447,750	1,625,000	1,681,160
2421 - Ex Gratia - Age and Disable	507,200	526,400	476,000	526,400	0
2422 - Ex Gratia SoEs	986,800	1,050,200	1,000,700	1,050,200	0
2440 - Scholarships - School & Trade	2,267,513	2,302,597	1,994,756	2,232,501	4,344,815
Total Social Benefits	15,949,163	25,572,209	23,150,645	24,337,424	18,154,615

OTHER

Expenditure in 2021-22 under Other is expected to increase slightly reflecting projected movements in exchange rates for foreign currencies with respect to the Australian dollar.

Table 24: Other

Description	2019-20	2020-21	2020-21	2020-21	2021-22
	Preliminary Actual	Revised Budget	YTD Actual	Projected Actual	Approved Budget
	\$	\$	\$	\$	\$
2565 - Insurance	408,839	550,057	396,481	475,777	538,876
2570 - Bank Charges	50,446	58,636	47,518	57,022	64,658
2690 - Foreign exchange gains/losses	141,979	57,488	(2,567)	(3,080)	123,500
Total Other	601,264	666,181	441,432	529,718	727,034

NON-EXPENSE ITEMS

Expenditure in 2021-22 on non-expense items is expected to be lower than 2020-21, reflecting the one-off transfer to the Nauru Trust Fund in 2020-21, and high debt repayments, that included the resolution of legacy debt and Bank of Nauru liquidation payments related to NPRT and bank book holders.

The 2021-22 contribution to the Nauru Trust Fund is set at \$23.5 million based on 10.1 per cent of adjusted 2020-21 revenue. This assessment will be adjusted and confirmed in August 2021, following confirmation of actual revenue receipts in 2020-21. A pre-payment of \$6.2 million is planned to be made towards this obligation before the end of the year, subject to the Government's expected budget position.

Similar to 2020-21, the Government again plans to make available funding to NPRT for a 5 per cent Ronwan capital re-distribution from balances available from the Bank of Nauru liquidation. Provision has also been made for bank book holder payments.

The fiscal cash buffer provision will be used through the year to cover urgent and unforeseen expenditure priorities.

Table 25: Non-expense Items

Description	2019-20	2020-21	2020-21	2020-21	2021-22
	Preliminary Actual \$	Revised Budget \$	YTD Actual \$	Projected Actual \$	Approved Budget \$
2545 - Debt Repayments - Other	0	13,372,906	9,412,125	11,294,550	9,813,947
2650 - Trust Fund	23,921,732	33,717,652	27,526,540	33,031,848	17,335,764
2652 - Fiscal Cash Buffer	0	2,434,336	0	0	10,854,291
2680 - BON Liquidation- Payment	3,013,346	7,088,142	5,490,559	6,588,670	1,000,000
2802 - Loan Expenditure Account	700,000	0	0	0	0
Total Non-expense items	27,635,078	56,613,036	42,429,224	50,915,068	39,004,002

GOVERNMENT OPERATIONS

Expenditure is lower in 2020-21 on Government Operations, mainly reflecting lower planned expenditure on salaries-other contracts (related to the RPC) and prior year accounts payable.

Table 26: Government Operations

Description	2019-20	2020-21	2020-21	2020-21	2021-22
	Preliminary Actual \$	Revised Budget \$	YTD Actual \$	Projected Actual \$	Approved Budget \$
2030 - Salaries - Other Contracts	30,247,099	30,715,311	27,004,436	30,594,269	26,877,109
2055 - Consultants fees	1,695,080	2,429,553	1,782,065	2,138,478	2,156,437
2060 - Legal Fees - External	548,818	246,685	137,621	165,145	537,500
2100 - Entertainment	764,466	1,028,786	717,534	857,915	1,006,088
2105 - Official Celebrations	1,120,376	924,764	814,586	943,548	767,168
2110 - Protocol	99,333	62,400	4,304	5,165	38,000
2130 - Printing & Stationery	623,326	768,186	558,060	669,672	1,012,707
2132 - TVET Supplies	236,003	140,000	69,541	83,449	140,000
2135 - Stores	452,789	557,966	423,332	507,999	514,463
2136 - Museum Artefacts	0	2,000	1,850	2,000	4,000
2155 - House Rental	5,002,501	10,858,818	8,865,252	10,638,302	11,103,594
2160 - Land Rental	8,622,617	8,683,767	7,897,848	8,553,633	8,593,159
2165 - Office Rental	638,971	872,656	577,598	693,117	876,653
2185 - R&M - Buildings	2,130,580	1,908,564	765,327	883,888	1,424,206
2190 - R&M - Office Equipment	217,597	302,440	104,411	125,293	258,776
2191 - R&M Medical Equipment	165,305	37,180	11,100	13,320	50,000
2195 - R&M - Office Premises	84,569	20,253	17,202	19,792	7,353
2200 - R&M - Motor Vehicles	545,739	694,830	552,677	663,212	703,774
2205 - R&M - Plant	1,898,475	2,733,631	1,557,344	1,868,813	2,999,527
2210 - R&M - Aerodrome	101,039	60,000	33,165	39,799	60,000
2225 - Agricultural Supplies	22,207	65,100	56,916	62,531	61,000
2230 - Publicity and Awareness	7,544	77,231	40,646	47,295	56,150
2275 - Purchase of Petrol	489,142	638,588	500,808	600,970	673,960
2280 - Purchase of Diesel	713,034	936,097	664,362	797,235	962,452
2290 - Purchase of Fuel - Other	4,224	10,793	3,635	4,362	10,793
2315 - Utilities	3,941,850	4,825,564	4,013,699	4,816,439	4,883,688
2330 - Telephone / Internet	2,218,706	2,475,283	2,156,670	2,334,759	2,823,798
2350 - Freight	1,387,380	2,294,300	1,722,674	2,067,209	2,291,014
2370 - Membership Fees & Subscription	2,757,682	1,377,147	1,023,832	1,228,598	1,080,257
2372 - Nauru Radio Supplies	7,000	14,600	14,089	14,600	10,300
2373 - Media TV Supplies	32,190	48,000	31,953	38,344	19,000
2375 - ICT Supplies	80,581	60,463	57,497	60,463	55,146
2460 - Medical Expenses	46,717	75,825	35,947	43,136	79,695
2461 - Primary Health Care Services	14,361	293,400	121,267	145,520	259,900
2462 - NCD Control & Health Promotio	3,717	43,600	23,893	28,672	43,600
2463 - Environmental Health and Food	27,561	10,000	6,461	7,753	10,000
2464 - Management Monitoring & Eval	15,530	31,000	12,865	15,438	30,000
2467 - Drugs and Medicines	772,771	1,100,000	1,096,488	1,100,000	1,100,000
2468 - Dental Supplies	46,778	50,000	10,312	12,375	50,000
2469 - Dialysis Supplies	248,706	350,000	195,600	234,720	350,000
2471 - Medical Consumable	674,488	650,000	552,355	627,346	600,000
2472 - Laboratory supplies	366,152	248,000	247,217	248,000	300,000
2473 - Radiology Supplies	9,320	20,000	19,986	20,000	25,000
2474 - Clinical Education Supplies	16,911	20,004	0	0	20,000
2475 - Overseas Medical Treatment	5,766,504	4,000,000	3,999,596	4,000,000	4,000,000
2560 - Educational Expenses - Special	179,078	198,293	116,647	139,976	215,694
2575 - Local Transport	1,599,637	1,911,774	1,377,976	1,653,571	1,622,661
2585 - Rations	2,969,961	3,612,080	3,287,191	3,610,905	3,609,317
2590 - Correctional Services Supplies	7,473	5,700	5,248	5,700	8,160
2600 - Postage	15,042	29,774	10,272	12,326	20,220
2605 - Library/Periodicals	0	2,000	0	0	8,500
2610 - Survey Supplies	2,838	4,000	3,987	4,000	1,500
2611 - Children Education Toys and Lea	0	332,022	289,793	325,901	710,044
2620 - Lease & Charter Payments	89,674	66,686	41,927	50,312	57,938
2625 - Family Court Expenses	3,400	6,000	2,500	3,000	4,800
2630 - Safe House	152,361	196,660	160,826	192,991	181,660
2681 - Prior Year Account Payable (GoN	0	1,000,000	358,694	430,433	0
2700 - Deportee Revomal	360	20,000	0	0	20,000
2705 - NEAT Scheme	133,420	140,386	140,385	140,749	298,639
2998 - COVID 19 Taskforce	0	0	0	0	0
2999 - Contingency fund	3,217,092	500,000	0	0	500,000
Total Government Operations	83,236,075	90,788,159	74,299,463	84,592,436	86,185,399

TABLE 27: EXPENDITURE BY DEPARTMENT

Description	2019-20	2020-21 Revised	2020-21	2020-21	2021-22
	Preliminary Actual \$	Budget \$	Actual \$	Projected Actual \$	Approved Budget \$
01 - Presidency and State House (including GIO)	3,385,848	2,710,604	2,327,821	2,679,887	2,148,953
02 - Ministerial	13,922,366	17,966,585	17,307,844	17,767,547	10,627,108
03 - Chief Secretariat	19,478,738	17,631,670	15,352,908	17,409,000	17,909,751
05 - Audit	302,870	333,514	222,913	267,496	292,483
06 - Parliament	1,899,308	964,986	838,621	938,683	1,318,376
08 - National Emergency Services	1,455,515	1,611,242	1,101,123	1,321,348	1,957,198
09 - Electoral Commission	448,417	374,617	259,277	311,133	386,677
11 - Finance Secretariat	2,083,608	2,384,130	1,596,129	1,915,355	2,547,512
12 - Finance - Public Debt	0	38,469,572	0	18,284,020	20,226,213
13 - Bureau of Statistics	118,555	142,953	56,106	67,327	214,629
15 - Nauru Revenue Office	432,207	484,213	359,676	431,611	505,279
16 - Finance - Other Payments	95,308,394	120,626,489	88,622,360	103,207,247	72,563,171
17 - Nauru Customs Office (NCO)	518,422	1,004,541	492,567	591,081	947,948
18 - Nauru Regional Processing Centre Corporation	1,689,674	1,665,343	791,903	950,283	1,425,707
21 - CIE	1,222,504	913,760	649,085	778,902	847,257
22 - Climate Change and Resilience	0	785,771	474,353	569,223	925,138
31 - Fisheries	3,121,256	2,935,944	2,166,278	2,599,533	3,479,266
41 - Police	2,841,086	4,601,976	4,142,789	4,568,968	4,630,357
42 - Dept of Multi Cultural Affairs	27,137,861	26,786,473	21,548,596	25,460,239	20,927,213
43 - Justice - Secretariat	3,629,635	3,620,507	2,535,560	2,987,292	2,964,360
44 - Judiciary	1,884,211	1,510,649	1,391,636	1,472,252	2,024,387
45 - Border Control	904,722	950,294	565,477	678,573	799,941
46 - Correctional Services	709,396	872,658	750,687	854,663	920,461
50 - Directorate of TVET	675,302	585,583	398,831	478,598	808,565
51 - Education	10,308,052	11,541,216	10,067,390	11,422,833	16,235,228
52 - Youth Affairs	171,357	229,964	180,822	216,135	284,612
60 - COVID-19 task force	0	9,265,616	7,500,940	8,903,977	8,300,466
61 - Health	16,471,894	16,625,755	14,214,290	15,870,147	18,512,537
62 - Sports	1,795,354	1,210,801	904,775	1,085,730	1,325,740
63 - Department of Infrastructure Development	2,928,519	3,487,222	2,440,514	2,928,616	3,783,989
71 - Foreign Affairs - Secretariat	1,501,366	1,364,776	925,599	1,110,719	1,302,146
72 - Foreign Affairs - Brisbane	1,111,158	1,117,338	673,952	808,742	1,033,352
73 - Foreign Affairs - Suva	718,697	1,214,180	409,967	491,961	662,158
74 - Foreign Affairs - New York	2,846,868	2,398,303	1,555,634	1,866,760	2,083,590
75 - Foreign Affairs - Taiwan	477,347	486,228	359,484	431,380	521,700
76 - Foreign Affairs- Geneva	798,331	855,242	536,790	644,148	656,450
77 - High Commission India	0	144,350	0	0	211,975
78 - High Commission Canberra	130,244	571,746	57,886	69,463	730,397
81 - Internal Affairs	4,153,383	4,129,248	3,809,787	4,133,656	3,790,322
82 - Women's and Social Development Affairs	312,138	587,493	419,657	503,588	1,010,457
83 - Media Bureau	568,804	1,055,455	911,008	1,020,843	612,729
84 - Lands & Survey	5,931,491	5,886,693	5,681,984	5,876,859	5,902,841
85 - Lands Committee	209,603	302,171	293,916	301,130	367,998
86 - Department of Land Management	94,076	98,522	137,389	98,386	117,667
87 - People Living with Dsiability	0	163,080	76,173	91,407	180,961
91 - Transport Secretariat	2,959,688	2,659,055	1,911,349	2,293,618	2,390,019
93 - Maritime Transport	346,486	0	0	0	0
95 - ICT	4,986,841	2,300,158	2,046,699	2,194,260	2,567,339
97 - Telecom	117,513	146,378	36,353	43,624	40,739
Total Expenditure	242,109,103	317,775,062	219,104,896	268,998,244	244,023,361

TABLE 28: EXPENDITURE BY NATURAL ACCOUNT

Description	2019-20	2020-21	2020-21 YTD	2020-21	2021-22
	Preliminary	Revised		Projected	Approved
	Actual	Budget	Actual	Actual	Budget
	\$	\$	\$	\$	\$
2005 - Salaries & Allowances - (MP's)	1,450,712	1,260,698	1,095,002	1,260,698	1,260,698
2010 - HE Salary & Allowances	105,033	105,034	88,990	105,034	105,034
2015 - Salary - Local	21,838,315	27,884,340	21,687,439	25,236,959	27,190,580
2020 - Salary Expatriate	7,801,658	8,295,132	6,406,466	7,490,340	9,216,636
2025 - Allowances - Staff Contract	1,426,872	1,509,044	1,182,369	1,397,202	2,417,907
2026 - Directors Fees	20,500	42,650	14,500	17,400	50,600
2030 - Salaries Other contracts - Expatriate	30,247,099	30,715,311	27,004,436	30,594,269	26,877,109
2031 - Staff Contract - Ministerial	0	133,788	50,577	60,692	520,968
2035 - Overtime - local	802,102	878,258	648,337	778,005	873,976
2040 - Staff Training	894,984	936,012	555,597	663,777	1,755,898
2041 - Prep & Orientation of Seasonal Workers	0	38,500	0	0	10,000
2045 - Recruitment	14,999	30,000	4,859	5,830	16,000
2050 - Uniforms & Protective Clothing	369,746	373,437	240,414	288,497	486,089
2055 - Consultants fees	1,695,080	2,429,553	1,782,065	2,138,478	2,156,437
2060 - Legal Fees - External	548,818	246,685	137,621	165,145	537,500
2070 - Travel - Staff	494,215	576,875	321,759	386,111	797,704
2072 - Meals and Drinks - Staff	176,340	294,918	252,671	288,225	285,490
2075 - Travel - Business	7,137,748	1,393,121	833,106	998,609	717,960
2100 - Entertainment	764,466	1,028,786	717,534	857,915	1,006,088
2105 - Official Celebrations	1,120,376	924,764	814,586	943,548	767,168
2110 - Protocol	99,333	62,400	4,304	5,165	38,000
2130 - Printing & Stationery	623,326	768,186	558,060	669,672	1,012,707
2132 - TVET Supplies	236,003	140,000	69,541	83,449	140,000
2135 - Stores	452,789	557,966	423,332	507,999	514,463
2136 - Museum Artefacts	0	2,000	1,850	2,000	4,000
2155 - House Rental	5,002,501	10,858,818	8,865,252	10,638,302	11,103,594
2160 - Land Rental	8,622,617	8,683,767	7,897,848	8,553,633	8,593,159
2165 - Office Rental	638,971	872,656	577,598	693,117	876,653
2185 - R&M - Buildings	2,130,580	1,908,564	765,327	883,888	1,424,206
2190 - R&M - Office Equipment	217,597	302,440	104,411	125,293	258,776
2191 - R&M Medical Equipment	165,305	37,180	11,100	13,320	50,000
2195 - R&M - Office Premises	84,569	20,253	17,202	19,792	7,353
2200 - R&M - Motor Vehicles	545,739	694,830	552,677	663,212	703,774
2205 - R&M - Plant	1,898,475	2,733,631	1,557,344	1,868,813	2,999,527
2210 - R&M - Aerodrome	101,039	60,000	33,165	39,799	60,000
2220 - Nauru Community Housing	7,556,343	14,933,212	14,887,108	14,890,126	7,050,000
2225 - Agricultural Supplies	22,207	65,100	56,916	62,531	61,000
2230 - Publicity and Awareness	7,544	77,231	40,646	47,295	56,150
2275 - Purchase of Petrol	489,142	638,588	500,808	600,970	673,960
2280 - Purchase of Diesel	713,034	936,097	664,362	797,235	962,452
2290 - Purchase of Fuel - Other	4,224	10,793	3,635	4,362	10,793
2315 - Utilities	3,941,850	4,825,564	4,013,699	4,816,439	4,883,688
2330 - Telephone / Internet	2,218,706	2,475,283	2,156,670	2,334,759	2,823,798
2350 - Freight	1,387,380	2,294,300	1,722,674	2,067,209	2,291,014
2370 - Membership Fees & Subscriptions	2,757,682	1,377,147	1,023,832	1,228,598	1,080,257
2372 - Nauru Radio Supplies	7,000	14,600	14,089	14,600	10,300
2373 - Media TV Supplies	32,190	48,000	31,953	38,344	19,000
2375 - ICT Supplies	80,581	60,463	57,497	60,463	55,146
2376 - Equity Purchases	9,500,000	34,930,000	0	18,284,020	16,245,600
2390 - Social Welfare - Birth Claims	111,800	192,000	150,900	181,080	192,000
2395 - Social Welfare - Death Claims	222,000	238,000	130,000	156,000	238,000
2396 - Back to School Support	0	739,800	341,500	409,800	739,800
2400 - Social Services - Aged Pensions	3,102,328	3,865,000	2,650,751	3,180,902	3,808,840

TABLE 28: EXPENDITURE BY NATURAL ACCOUNT CONTD

Description	2019-20	2020-21	2020-21 YTD	2020-21	2021-22
	Preliminary Actual \$	Revised Budget \$	Actual \$	Projected Actual \$	Approved Budget \$
2405 - Social Services - Super Contributors	93,843	100,000	71,180	85,416	100,000
2420 - Social Services - Disability Payments	1,101,336	1,625,000	1,447,750	1,625,000	1,681,160
2421 - Ex Gratia - Age and Disable	507,200	526,400	476,000	526,400	0
2422 - Ex Gratia SoEs	986,800	1,050,200	1,000,700	1,050,200	0
2440 - Scholarships - School & Trade	2,267,513	2,302,597	1,994,756	2,232,501	4,344,815
2460 - Medical Expenses	46,717	75,825	35,947	43,136	79,695
2461 - Primary Health Care Services	14,361	293,400	121,267	145,520	259,900
2462 - NCD Control & Health Promotion	3,717	43,600	23,893	28,672	43,600
2463 - Environmental Health and Food safety	27,561	10,000	6,461	7,753	10,000
2464 - Management Monitoring & Evaluation	15,530	31,000	12,865	15,438	30,000
2467 - Drugs and Medicines	772,771	1,100,000	1,096,488	1,100,000	1,100,000
2468 - Dental Supplies	46,778	50,000	10,312	12,375	50,000
2469 - Dialysis Supplies	248,706	350,000	195,600	234,720	350,000
2471 - Medical Consumable	674,488	650,000	552,355	627,346	600,000
2472 - Laboratory supplies	366,152	248,000	247,217	248,000	300,000
2473 - Radiology Supplies	9,320	20,000	19,986	20,000	25,000
2474 - Clinical Education Supplies	16,911	20,004	0	0	20,000
2475 - Overseas Medical Treatment	5,766,504	4,000,000	3,999,596	4,000,000	4,000,000
2480 - Medical Equipment	272,575	580,868	534,559	580,868	497,250
2495 - Plant & Equipment Purchases	10,194,741	4,376,934	3,141,334	3,658,812	3,591,852
2496 - Building & Structures	10,612,808	22,446,633	8,956,115	10,628,334	14,293,296
2545 - Debt Repayments - Other	0	13,372,906	9,412,125	11,294,550	9,813,947
2560 - Educational Expenses - Special	179,078	198,293	116,647	139,976	215,694
2565 - Insurance	408,839	550,057	396,481	475,777	538,876
2570 - Bank Charges	50,446	58,636	47,518	57,022	64,658
2575 - Local Transport	1,599,637	1,911,774	1,377,976	1,653,571	1,622,661
2580 - Public Works	1,192,613	446,560	279,166	335,000	482,000
2585 - Rations	2,969,961	3,612,080	3,287,191	3,610,905	3,609,317
2590 - Correctional Services Supplies	7,473	5,700	5,248	5,700	8,160
2600 - Postage	15,042	29,774	10,272	12,326	20,220
2605 - Library/Periodicals	0	2,000	0	0	8,500
2610 - Survey Supplies	2,838	4,000	3,987	4,000	1,500
2611 - Children Education Toys and Learning Supplies	0	332,022	289,793	325,901	710,044
2615 - Other Subsidies & Donations	2,469	0	0	0	0
2616 - Subsidies to SoEs	35,921,645	27,992,645	25,642,074	27,992,645	11,967,713
2617 - Donations - local	2,913,839	6,370,070	5,148,298	6,125,939	3,929,000
2618 - Donations - overseas	5,276	107,042	1,777	2,133	107,143
2620 - Lease & Charter Payments	89,674	66,686	41,927	50,312	57,938
2625 - Family Court Expenses	3,400	6,000	2,500	3,000	4,800
2630 - Safe House	152,361	196,660	160,826	192,991	181,660
2650 - Trust Fund	23,921,732	33,717,652	27,526,540	33,031,848	17,335,764
2651 - GON Contributions	1,538,330	3,132,916	1,698,724	2,038,469	3,132,916
2652 - Fiscal Cash Buffer	0	2,434,336	0	0	10,854,291
2680 - BON Liquidation- Payment	3,013,346	7,088,142	5,490,559	6,588,670	1,000,000
2681 - Prior Year Account Payable (GoN)	0	1,000,000	358,694	430,433	0
2690 - Foreign exchange gains/losses	141,979	57,488	(2,567)	(3,080)	123,500
2700 - Deportee Revomal	360	20,000	0	0	20,000
2705 - NEAT Scheme	133,420	140,386	140,385	140,749	298,639
2802 - Loan Expenditure Account	700,000	0	0	0	0
2999 - Contingency fund	3,217,092	500,000	0	0	500,000
Total Expenditure	242,109,103	317,775,062	219,104,896	268,998,244	244,023,361

REPUBLIC OF NAURU DEBT

This section provides information on current and projected Republic of Nauru external and internal debt. It follows recent work, supported by technical assistance from the Asian Development Bank, to undertake a stocktake of outstanding debt liabilities.

OVERVIEW

Over 2020-21, the Government continued to implement the Debt Action Plan, taking the opportunity of windfall revenues from the Regional Processing Centre extension to improve the Republic's balance sheet. A summary of debt related transactions is in Table 29.

Action included resolving long-standing external debt (Firebird), and Bank of Nauru (BON) liquidation payments to individual bank book holders and the Nauru Phosphate Royalties Trust (NPRT). Accounts payable arrears for Eigu Holdings Corporation were also resolved. A new USD24.95 million EXIM Bank loan was agreed for Nauru Airlines to purchase replacement aircraft, funded in two tranches.

In 2021-22, the Government expects to draw down the second tranche of the EXIM Aircraft loan, make principal and interest payments on outstanding EXIM loans, and make payments to reduce BON creditor balances, including a NPRT payment equivalent to a 5 per cent capital distribution.

Table 29: Summary of Government debt related transactions

Description	2019-20	2020-21 Revised	2020-21	2020-21 Projected	2021-22 Approved
	Preliminary Actual	Budget	Actual	Actual	Budget
	\$	\$	\$	\$	\$
Revenue					
1902 - EXIM NAC Loan Proceeds	-	34,930,000	-	18,284,020	16,245,600
Total Revenue	-	34,930,000	-	18,284,020	16,245,600
Expenditure					
2545 - Debt Repayments - EXIM	-	3,539,572	-	-	3,980,613
2545 - Debt Repayments - Firebird	-	4,000,000	4,000,000	4,000,000	-
2545 - Debt Repayments - BON NPRT	-	5,833,334	5,412,125	5,833,334	5,833,334
2680 - BON Liquidation - Payment	3,013,346	7,088,142	5,490,559	7,088,142	1,000,000
2376 - Equity Purchases (EXIM NAC)	-	34,930,000	-	18,284,020	16,245,600
2802 - Loan Expend Account (Ronphos)	700,000	-	-	-	-
2681 - Prior Year Accounts Payable (GoN)	-	1,000,000	358,694	1,000,000	-
Total Debt related expenditure	3,713,346	56,391,048	15,261,378	36,205,496	27,059,547

EXTERNAL DEBT

The stock of the Republic of Nauru's external debt is summarised in Table 30. Key changes in 2020-21 relate to the resolution of outstanding Japanese Samurai Bonds, repayments of principal and interest on the EXIM Bank Ronphos equipment loan, and the expected partial draw down of the EXIM Bank loan for replacement aircraft.

Table 30: Total Government external debt

Instrument	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
	Actual			Projected				
Original Currency								
Samurai Bond Series B (JPY millions)	4,000	4,000	4,000	-	-	-	-	-
Samurai Bond Series C (JPY millions)	5,000	5,000	5,000	-	-	-	-	-
EXIM Bank China - Ronphos (US\$'000)	-	5,000	4,500	4,000	3,500	3,000	2,500	2,000
EXIM Bank China - Aircraft (US\$'000)				13,346	22,871	20,792	18,712	16,633
Australian Dollar (A\$'000)								
Samurai Bond Series B	48,999.4	52,968.9	54,106.5	-	-	-	-	-
Samurai Bond Series C	61,249.3	66,211.1	67,633.2	-	-	-	-	-
EXIM Bank China - Ronphos	-	7,129.6	6,556.9	5,171.6	4,525.2	3,878.7	3,232.3	2,585.8
EXIM Bank China - Aircraft				17,255.2	29,569.9	26,881.7	24,193.5	21,505.4
Total:	110,248.7	126,309.7	128,296.6	22,426.8	34,095.1	30,760.4	27,425.8	24,091.2
As a share of GDP	66%	76%	75%	13%	18%	16%	14%	12%

Note: Samurai bond amounts are the Bond face value, excluding coupons in arrears and interest. The EXIM Bank Aircraft loan is assumed to be funded in two tranches, in June 2021 and December 2021. Values are estimated at 30 June. Figures may differ to other budget presentations due to difference in exchange rate assumptions.

In March 2021, the Government concluded negotiations with Firebird Global Master Fund II Ltd (Firebird) to settle the outstanding amount of two Japanese Samurai Bonds (Yen denominated bearer bonds) issued by RONFIN in the mid 1980s. The Government, as guarantor of RONFIN, defaulted on the bonds in the 1990s. Firebird held a proportion of Series B and Series C bonds. The bonds were settled for an outlay of \$4 million. This was funded by a reallocation (ISHT) from the Fiscal Cash Buffer, previously set aside for this purpose.

Resolution of this long standing external debt obligation will significantly improve the assessment of Nauru's debt sustainability, and remove a key obstacle to accessing external credit markets and donor financing in the future.

Due to the passage of time, and consistent with the terms of the bonds on the period of extinctive prescription of 10 years for the principal of the Bonds and five years for the coupon interest on the Bond, any repayment obligation related to the Samurai Bonds not covered by the Firebird agreement is now considered expired.

In October 2020, the Government announced that it would support Nauru Airlines with its aircraft replacement program, with a new USD24.95 million loan from EXIM Bank, supported by the Republic of China (ROC) Taiwan. By the end of June 2021, it is expected that Nauru Airlines will have completed the purchase of an aircraft and that the loan will be partially drawn down to an amount of USD13.3 million. The remainder of the loan (USD11.2 million) is assumed to be drawn down by June 2022. This will fund another aircraft that is yet to be identified.

Repayments of principal and interest will commence in 2021-22, supported by a general budget support grant provided by ROC Taiwan as outlined in a Memorandum of Understanding with the Government. This is a similar arrangement for the ROC Taiwan budget support for the EXIM Bank Ronphos equipment loan.

The EXIM Bank Aircraft Loan is for a total amount of USD24.95 million over 12 years at an interest rate of six month LIBOR + 0.8 per cent. The EXIM Bank Ronphos Equipment Loan was for a total amount of USD5 million, over 10 years at an interest rate of six month LIBOR + 1.5 per cent.

TOTAL GOVERNMENT DEBT SERVICE

Total debt service costs are summarised in Table 31. Costs relate to external debt only, and may differ from figures in the other budget tables due to exchange rate assumptions.

Table 31: Total Government debt service costs

Instrument	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
	Actual			Projected				
Original Currency								
Samurai Bond Series B (JPY millions)	-	-	-	-	-	-	-	-
Principal Payments	-	-	-	N/A	-	-	-	-
Interest Payments	-	-	-	-	-	-	-	-
Samurai Bond Series C (JPY millions)	-	-	-	-	-	-	-	-
Principal Payments	-	-	-	N/A	-	-	-	-
Interest Payments	-	-	-	-	-	-	-	-
EXIM Bank China Ronphos (US\$'000)	-	-	684.0	616.5	572.9	563.5	554.1	544.7
Principal Payments	-	-	500.0	500.0	500.0	500.0	500.0	500.0
Interest Payments	-	-	184.0	116.5	72.9	63.5	54.1	44.7
EXIM Bank China - Aircraft (US\$'000)	-	-	-	-	2,141.1	2,153.5	2,146.8	2,139.7
Principal Payments	-	-	-	-	2,079.2	2,079.2	2,079.2	2,079.2
Interest Payments	-	-	-	-	61.9	74.4	67.6	60.5
Australian Dollar (A\$'000)								
Samurai Bond Series B	-	-	-	1,292.3	-	-	-	-
Principal Payments	-	-	-	1,292.3	-	-	-	-
Interest Payments	-	-	-	-	-	-	-	-
Samurai Bond Series C	-	-	-	2,707.7	-	-	-	-
Principal Payments	-	-	-	2,707.7	-	-	-	-
Interest Payments	-	-	-	-	-	-	-	-
EXIM Bank China - Ronphos	-	-	996.6	797.1	740.8	728.6	716	704
Principal Payments	-	-	728.5	646.5	646.5	646.5	646.5	646.5
Interest Payments	-	-	268.1	150.7	94.3	82.1	70.0	57.8
EXIM Bank China - Aircraft	-	-	-	-	2,768.2	2,784.3	2,775.6	2,766.4
Principal Payments	-	-	-	-	2,688.2	2,688.2	2,688.2	2,688.2
Interest Payments	-	-	-	-	80.1	96.1	87.4	78.3
Total:	-	-	996.6	4,797.1	3,509.0	3,512.9	3,492.0	3,470.7
Principal Payments	-	-	728.5	4,646.5	3,334.6	3,334.6	3,334.6	3,334.6
Interest Payments	-	-	268.1	150.7	174.4	178.3	157.4	136.1

Notes:

1. The principal and interest payments on the EXIM Ronphos loan are met by an equivalent payment under the Ronphos subsidiary loan agreement, which is in turn met by a ROC Taiwan general budget support annual grant until 31 December 2022.
2. The principal and interest payments on the EXIM Aircraft loan are met by a ROC Taiwan general budget support annual grant until 31 December 2022.
3. Samurai Bond Series B and C were settled in full by payment to Firebird on 29 March 2021 of A\$4 million.
4. Values at 30 June.

TOTAL GOVERNMENT LIABILITIES

Total Government liabilities are summarised in Table 32. The significant change in external liabilities between 30 June 2020 and 30 June 2021 relates to the resolution of legacy external debt related to Japanese Samurai Bonds issued in the 1980s.

External liabilities relate to external debt shown in Table 2 and membership arrears to international organisations that are the subject of a request to the relevant organisations for the arrears to be forgiven. This is expected to be resolved by December 2021.

Internal liabilities relate to the BON liquidation and payment arrears related to Eigu Holdings Corporation. As part of the Debt Action Plan, Government is meeting arrears payments, when it is satisfied that they are legitimate and have not been previously paid.

Table 32: Total Government Liabilities

Australian Dollar (A\$'000)	2019-20 Actual	2020-21 Estimate	2021-22 Estimate
Total External and Internal	183,688.5	64,386.6	66,291.2
As a share of GDP	107%	36%	36%
External	131,226.9	25,357.1	34,095.1
As a share of GDP	77%	14%	18%
Government External Debt	128,296.6	22,426.8	34,095.1
Informal Liabilities (Payment Arrears)	2,930.3	2,930.3	-
Internal	52,461.6	39,029.5	32,196.1
As a share of GDP	31%	22%	17%
Bank of Nauru Liquidation Creditors	51,950.9	39,029.5	32,196.1
Informal Liabilities (Payment Arrears)	510.7	-	-

Notes:

1. The amounts in the table are unaudited and may change. Values estimated at 30 June.
2. External informal liabilities relate to membership arrears to international institutions

Table 32 reflects those liabilities recognised by the Government at the time the table was prepared. From time to time, other historic payment arrears may be identified. They will be included in the liability table when the Government accepts the validity of the obligation.

BANK OF NAURU LIQUIDATION

The BON went into liquidation in the mid-2000s, with the Deloitte report to the District Court in 2014 providing the source of truth for outstanding BON account balances and obligations. From time to time, the Government takes the opportunity to make payments to BON individual creditors, when it has fiscal capacity to do so. These are considered ex gratia payments at the discretion of the Government.

Over 2020-21, the Government made payments to individual bank book holders that had a verified balance with no unresolved debts to BON, and that had provided up to date bank account details to the Department of Finance. The Government also made a payment to NPRT for a distribution. Detail is in Table 5.

In 2021-22, the Government will again support NPRT with a provision of \$5.8 million from balances available from the Bank of Nauru liquidation, to assist NPRT progress the Ronwan capital redistribution. This payment equates to around 5 per cent of beneficiaries' remaining capital. Further payments are also expected to be made to BON individual bank book holders.

Table 33: Head 16 BON Payments

Description	2019-20 Preliminary Actual	2020-21 Revised Budget	2020-21 Actual	2020-21 Projected Actual	2021-22 Approved Budget
	\$	\$	\$	\$	\$
2545 - Debt Repayments - BON NPRT	-	5,833,334	5,412,125	5,833,334	5,833,334
2680 - BON Liquidation- Payment	3,013,346	7,088,142	5,490,559	7,088,142	1,000,000
Total BON Liquidation related payments	3,013,346	12,921,476	10,902,684	12,921,476	6,833,334

The impact of these payments has been to reduce outstanding BON creditor balances as estimated in Table 34.

A BON Reconciliation Project has commenced with support from the Asian Development Bank and Cor Cordis, a specialist firm, has been engaged to support the reconciliation. The work commenced in

April 2021, and is expected to be completed by December 2021. It is expected that the estimates of the outstanding balance amounts for the BON liquidation will change upon completion of this project.

Table 34: Bank of Nauru Liquidation outstanding balance estimates

Bank of Nauru Liquidation Outstanding Balance Estimates			
Year	Bank Book	NPRT	Total
	\$	\$	\$
30 June 2018	34,516,211	25,195,069	59,711,280
30 June 2019	33,691,352	21,747,809	55,439,161
30 June 2020	30,203,139	21,747,809	51,950,948
30 June 2021	23,114,997	15,914,475	39,029,472
30 June 2022	22,114,997	10,081,141	32,196,138

Note: These balances are unaudited and expected to change as reconciliations are completed.

NET DEBT

A summary of the Republic's financial assets (cash and investments) and liabilities is in Table 35.

Table 35: Republic of Nauru net debt estimates

Australian Dollar (A\$'000)	2019-20 Actual	2020-21 Estimate
Liabilities in net debt		
Bonds	121,739.7	-
Loans	6,556.9	22,426.8
Other liabilities (BON & arrears)	55,391.9	41,959.8
Total Liabilities in net debt	183,688.5	64,386.6
Assets included in net debt		
Cash and deposits	168,968.3	203,008.5
Investments (NTF)	142,063.0	175,780.7
Lending to SOEs (Ronphos)	7,256.9	5,871.6
NAC equity (EXIM)	-	17,255.2
Total Assets included in net debt	318,288.2	384,660.8
Net Debt	(134,599.7)	(320,274.2)
As a share of GDP	79%	179%

Notes:

1. Samurai bond amounts are the Bond face value, excluding coupons in arrears and interest.
2. Values estimated at 30 June.
3. Cash and deposits includes all Bendigo Bank Accounts related to the Republic, including 'off-budget' accounts.
4. Nauru Trust Fund estimates includes audited prior year balance and current year contributions.

PART 2: EXPENDITURE MEASURES

This section outlines budget expenditure and measures by expenditure head.

01 PRESIDENCY AND STATE HOUSE

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2010	HE Salary & Allowances	105,033	105,034	85,142	105,034
2015	Salary - Local	374,989	433,691	326,033	393,375
2020	Salary Expatriate	-	-	-	-
2026	Directors Fees	2,500	7,200	650	7,200
2035	Overtime - local	27,500	64,000	63,860	60,000
2050	Uniforms & Protective Clothing	99,841	50,000	23,077	50,000
2075	Travel - Business	1,262,660	213,390	185,581	100,000
2100	Entertainment	79,394	150,000	149,117	150,000
2105	Official Celebrations	546,716	433,000	433,000	280,000
2130	Printing & Stationery	17,757	28,000	23,246	10,000
2135	Stores	23,440	16,000	15,107	10,000
2185	R&M - Buildings	58,162	200,000	111,654	150,000
2200	R&M - Motor Vehicles	-	9,000	2,208	5,000
2330	Telephone / Internet	11,579	12,040	11,312	10,500
2495	Plant & Equipment Purchases	361,568	262,349	197,301	163,100
2496	Building and Structures	59,000	300,000	299,589	200,000
2575	Local Transport	-	40,000	39,720	50,000
2617	Donations - local	355,711	300,000	288,269	300,000
Expense Subtotal		3,385,848	2,623,704	2,254,864	2,044,209
Division : 0101 - Nauru Museum					
Expense by Natural Account					
2015	Salary - Local	-	-	-	25,674
2130	Printing & Stationery	-	-	-	5,000
2136	Museum Artefacts	-	2,000	1,850	4,000
2200	R&M - Motor Vehicles	-	8,000	3,720	-
2330	Telephone / Internet	-	-	-	2,520
2495	Plant & Equipment Purchases	-	26,900	19,661	47,550
2496	Building and Structures	-	50,000	15,537	20,000
Expense Subtotal		-	86,900	40,768	104,744
Total Expense		3,385,848	2,710,604	2,295,632	2,148,953

The total budget for Presidency and State House is lower in 2021-22 than 2020-21, reflecting reductions in travel business, official celebrations, R&M building, Plant and Equipment and Building and Structure.

The Nauru Museum is a new division and will operate as a separate cost centre in 2021-22. Two of the key initiatives expected to be delivered include investment to preserve heritage sites around the island and compilation of history books capturing cultural and traditional knowledge related to Nauru. There is an expectation for books to be sold at the Airport Gift shop in the future in line with the concept of Desperate Imagination.

02 MINISTERIAL

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2005	Salaries & Allowances - (MP's)	818,482	909,035	746,723	909,035
2015	Salary - Local	351,887	750,580	550,874	408,640
2020	Salary Expatriate	172,549	126,875	118,990	180,000
2031	Staff Contract - Ministerial	-	133,788	50,577	520,968
2035	Overtime - local	19,704	20,000	18,952	30,000
2055	Consultants fees	290,864	400,200	347,266	400,800
2070	Travel - Staff	15,349	65	-	27,365
2075	Travel - Business	2,062,291	25,000	8,088	100,000
2100	Entertainment	107,957	167,000	137,575	200,000
2105	Official Celebrations	319,194	20,000	7,774	-
2130	Printing & Stationery	28,927	13,280	11,840	15,000
2135	Stores	24,906	11,000	8,945	10,000
2185	R&M - Buildings	38,969	93,750	13,109	60,000
2200	R&M - Motor Vehicles	15,843	15,000	9,444	6,500
2220	Nauru Community Housing	7,556,343	14,883,212	14,881,346	7,000,000
2330	Telephone / Internet	34,250	42,800	40,681	237,600
2495	Plant & Equipment Purchases	1,216,427	154,000	128,727	200,000
2496	Building and Structures	796,600	116,000	82,488	200,000
2575	Local Transport	51,825	85,000	56,520	121,200
Expense Subtotal		13,922,366	17,966,585	17,219,918	10,627,108
Total Expense		13,922,366	17,966,585	17,219,918	10,627,108

Overall, the total budget for Ministerial fell by \$6.6 million to \$10.6 million in 2021-22. Raises have been made to selected expenditure items like salary contract - ministerial, telephone and internet and local transport, but these are more than offset by the reduction in Nauru Community Housing. In 2021-22, \$7.0m has been provided to continue investment in improving and boosting Nauru's housing stock and a further \$0.2m to complete the Chuuk memorial (Building and Structure).

03 CHIEF SECRETARY

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1230	Liquor Licensing Board	15,628	25,000	28,650	30,141
1260	Birth Certificate	23,000	22,000	12,060	11,389
1265	Death Certificate	880	650	780	757
1270	Marriage Certificate	3,100	2,800	1,450	1,378
1475	Miscellaneous Revenue	96,929	-	970	-
Total Revenue		139,537	50,450	43,910	43,665
Division : 0000 - General					
Expense by Natural Account					
2010	HE Salary & Allowances	-	-	-	-
Expense Subtotal		-	-	-	-
Division : 0301 - Office of the Chief Secretary					
Expense by Natural Account					
2015	Salary - Local	124,934	172,500	76,079	104,699
2050	Uniforms & Protective Clothing	-	4,000	3,902	-
2075	Travel - Business	25,812	-	227	-
2100	Entertainment	6,694	13,100	9,880	14,000
2130	Printing & Stationery	1,724	7,500	2,620	3,500
2135	Stores	2,962	1,716	1,472	1,700
2190	R&M - Office Equipment	-	1,000	100	-
2330	Telephone / Internet	-	1,500	-	1,500
2495	Plant & Equipment Purchases	7,972	-	-	-
Expense Subtotal		170,097	201,316	93,827	125,399
Division : 0302 - Administration					
Expense by Natural Account					
2015	Salary - Local	517,599	687,840	493,379	633,070
2020	Salary Expatriate	-	26,000	20,475	26,000
2030	Salaries - Other Contracts	5,133,035	6,374,636	6,157,605	6,756,847
2050	Uniforms & Protective Clothing	7,950	-	-	-
2070	Travel - Staff	-	-	-	10,000
2072	Meals and Drinks - Staff	-	1,200	763	2,400
2100	Entertainment	906	-	-	2,000
2130	Printing & Stationery	6,115	28,773	6,616	8,703
2135	Stores	155,988	122,610	51,184	30,000
2155	House Rental	3,999,352	4,720,616	4,424,460	4,850,760
2185	R&M - Buildings	408,379	150,000	60,537	100,000
2190	R&M - Office Equipment	11,817	39,000	10,748	-
2200	R&M - Motor Vehicles	429,681	440,000	435,782	500,000
2205	R&M - Plant	33,266	-	-	-
2275	Purchase of Petrol	410,871	500,000	445,651	500,000
2280	Purchase of Diesel	670,733	873,864	632,370	873,864
2315	Utilities	988,184	1,645,623	1,422,053	1,777,254
2330	Telephone / Internet	600	-	-	2,520
2495	Plant & Equipment Purchases	1,021,203	8,900	7,656	-
2575	Local Transport	-	20,000	19,600	-
2580	Public Works	3,100	-	-	-
Expense Subtotal		13,798,779	15,639,062	14,188,879	16,073,418

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Division : 0303 - Birth/Death/Marriages					
Expense by Natural Account					
2015	Salary - Local	99,244	136,016	102,893	107,979
2035	Overtime - local	-	2,500	752	1,000
2040	Staff Training	-	2,400	732	-
2050	Uniforms & Protective Clothing	-	700	624	700
2075	Travel - Business	300	-	-	-
2100	Entertainment	860	200	197	1,200
2105	Official Celebrations	-	400	-	400
2130	Printing & Stationery	380	13,392	11,864	21,920
2135	Stores	1,494	2,000	1,823	2,000
2165	Office Rental	-	15,584	12,283	19,800
2330	Telephone / Internet	3,849	-	-	-
2495	Plant & Equipment Purchases	18,342	14,593	10,737	7,348
Expense Subtotal		124,469	187,785	141,906	162,347
Division : 0304 - Human Resource					
Expense by Natural Account					
2015	Salary - Local	2,597,963	347,837	241,680	387,689
2020	Salary Expatriate	-	30,769	30,669	100,000
2025	Allowances - Staff Contract	-	-	-	-
2030	Salaries - Other Contracts	149,400	-	-	-
2035	Overtime - local	-	10,000	2,074	10,000
2040	Staff Training	275,366	493,283	271,524	609,448
2045	Recruitment	14,999	30,000	4,859	12,500
2055	Consultants fees	156,838	59,981	46,836	18,000
2075	Travel - Business	10,325	2,500	117	-
2100	Entertainment	-	2,900	-	1,000
2105	Official Celebrations	-	9,000	8,880	15,000
2130	Printing & Stationery	17,350	6,850	5,045	5,350
2135	Stores	1,998	3,000	2,276	5,000
2190	R&M - Office Equipment	-	1,000	284	1,000
2200	R&M - Motor Vehicles	-	-	-	1
2330	Telephone / Internet	-	3,030	779	0
2370	Membership Fees & Subscriptions	-	1,000	-	1,000
2421	Ex Gratia - Age and Disable	507,200	-	-	-
2422	Ex Gratia SoEs	986,800	-	-	-
2440	Scholarships - School & Trade	395,152	373,000	252,420	370,000
2495	Plant & Equipment Purchases	84,690	6,100	3,131	12,600
Expense Subtotal		5,198,081	1,380,250	864,312	1,548,588
Division : 0305 - Labor Sending Unit					
Expense by Natural Account					
2015	Salary - Local	12,980	57,249	35,853	-
2040	Staff Training	880	-	-	-
2041	Prep & Orientation of Seasonal Work	-	38,500	-	-
2055	Consultants fees	67,220	13,262	-	-
2075	Travel - Business	12,572	-	-	-
2100	Entertainment	6,799	8,000	-	-
2130	Printing & Stationery	880	5,000	700	-
2135	Stores	999	5,000	40	-
2230	Publicity and Awareness	200	-	-	-
2330	Telephone / Internet	-	2,208	89	-
2495	Plant & Equipment Purchases	42,951	25,300	-	-
2575	Local Transport	19,830	37,500	30,400	-
2600	Postage	-	500	-	-
2617	Donations - local	22,000	30,738	23,738	-
Expense Subtotal		187,311	223,257	90,820	-
Total Expense		19,478,738	17,631,670	15,379,744	17,909,751

There is a slight increase to the Chief Secretary's total budget for 2021-22 reflecting increases to:

- Salaries other contracts to accommodate the need to extend security to new expatriate houses and new office premises not previously covered;
- House rental for leases of additional hotel rooms and single houses to cater for an increase in government expatriate staff on island especially health medical workers;
- Utilities to cover for newly occupied government building and office premises.

\$0.1 million has been provided to the Chief Secretary department to support a new graduate internship program, and establish a pathway for new graduates (20 altogether) to be exposed to the Public Sector under their respective career areas. This initiative aims to address skills gap within the Public Sector.

05 AUDIT

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	93,312	123,412	67,823	109,555
2020	Salary Expatriate	108,197	111,151	96,637	100,000
2050	Uniforms & Protective Clothing	1,464	2,160	2,150	2,160
2070	Travel - Staff	7,096	26,100	1,199	16,300
2075	Travel - Business	28,824	13,855	7,561	-
2100	Entertainment	550	2,000	1,100	2,000
2105	Official Celebrations	-	500	-	1,000
2130	Printing & Stationery	2,827	3,475	2,244	3,475
2135	Stores	1,500	1,500	1,499	1,750
2165	Office Rental	32,677	31,896	31,694	37,800
2185	R&M - Buildings	170	-	-	500
2190	R&M - Office Equipment	-	1,100	510	1,000
2205	R&M - Plant	-	-	-	1,000
2315	Utilities	9,623	9,780	5,784	9,780
2370	Membership Fees & Subscriptions	4,885	5,486	4,552	6,163
2495	Plant & Equipment Purchases	11,747	1,100	160	-
Expense Subtotal		302,870	333,514	222,913	292,483
Total Expense		302,870	333,514	222,913	292,483

The Total budget for Audit is lower in 2020-21 than 2019-20, due to Covid-19 related reductions in travel business, and plant and equipment provisions.

The total budget for Audit is slightly lower in 2021-22 than 2020-21, due mostly to COVID-19 related reductions in travel business, and plant and equipment provisions. Office rent has increased reflecting the new rates announced by the office landlord (Eigigu Holding Corporation) effective from 1 January 2021.

06 OFFICE OF PARLIAMENTARY SERVICES

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2005	Salaries & Allowances - (MP's)	632,230	351,663	301,061	351,663
2015	Salary - Local	275,070	380,691	338,519	335,633
2020	Salary Expatriate	54,808	10,500	-	52,500
2030	Salaries - Other Contracts	-	-	-	150,000
2035	Overtime - local	2,964	2,000	1,060	5,000
2040	Staff Training	-	2,500	-	5,000
2045	Recruitment	-	-	-	3,500
2050	Uniforms & Protective Clothing	9,487	-	-	-
2055	Consultants fees	-	-	-	20,000
2070	Travel - Staff	1,579	3,000	-	5,690
2072	Meals and Drinks - Staff	-	-	-	3,095
2075	Travel - Business	552,639	212	1,846	-
2100	Entertainment	38,219	40,000	36,397	40,000
2105	Official Celebrations	-	-	-	7,000
2110	Protocol	-	-	-	5,000
2130	Printing & Stationery	4,067	5,550	3,686	7,170
2135	Stores	4,884	6,330	6,328	7,068
2155	House Rental	20,000	-	-	36,000
2185	R&M - Buildings	79,968	72,000	26,430	62,000
2190	R&M - Office Equipment	220	7,000	1,790	500
2200	R&M - Motor Vehicles	20,351	12,300	12,102	13,880
2205	R&M - Plant	-	-	-	6,000
2230	Publicity and Awareness	-	-	-	1,000
2275	Purchase of Petrol	-	-	-	5,513
2280	Purchase of Diesel	-	-	-	31,824
2330	Telephone / Internet	3,499	7,440	5,430	53,640
2370	Membership Fees & Subscriptions	57,907	38,000	27,315	40,000
2375	ICT Supplies	-	-	-	3,000
2495	Plant & Equipment Purchases	138,006	10,800	10,354	48,000
2570	Bank Charges	-	-	-	100
2575	Local Transport	3,410	-	-	-
2600	Postage	-	-	-	100
2605	Library/Periodicals	-	-	-	2,000
2617	Donations - local	-	15,000	-	15,000
2620	Lease & Charter Payments	-	-	-	1,500
Expense Subtotal		1,899,308	964,986	768,625	1,318,376
Total Expense		1,899,308	964,986	768,625	1,318,376

The 2021-22 Budget has included new expenditure measures to establish the Office of Parliamentary Services with constitutional autonomy and becoming a separate branch of the Government. Under the new legislation, employees of the Office of Parliamentary Services are separate from the Office of the Public Service and are no longer subject to the control or direction of the Executive branch of the Government.

The Office is currently working on establishing financial controls including an enabling financial management information system (FMIS) to ensure proper accountability and transparency of public money, but in the meantime the department will continue to use the Whole of Government FMIS for day-to-day transactions.

New provisions have been made for office security, consultancy fees, purchase of petrol and diesel, recruitment and staff training, lease and charter but all these do not offset the decrease in Business travel.

08 NATIONAL EMERGENCY

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2185	R&M - Buildings	-	50,000	21,033	-
2200	R&M - Motor Vehides	-	80,000	21,349	-
Expense Subtotal		-	130,000	42,382	-
Division : 0801 - Office of the Secretary and Administration					
Expense by Natural Account					
2015	Salary - Local	846,977	1,097,395	761,399	1,211,806
2030	Salaries - Other Contracts	289	-	-	2,000
2035	Overtime - local	176,584	190,000	187,700	200,000
2040	Staff Training	114	2,000	725	2,000
2050	Uniforms & Protective Clothing	5,870	-	-	-
2055	Consultants fees	7,396	15,000	100	13,000
2072	Meals and Drinks - Staff	-	1,500	1,360	200
2075	Travel - Business	88,369	15,065	-	-
2100	Entertainment	670	-	-	-
2130	Printing & Stationery	625	700	692	752
2190	R&M - Office Equipment	-	850	200	90,000
2200	R&M - Motor Vehicles	2,984	25,600	10,090	6,000
2330	Telephone / Internet	-	2,500	2,227	-
2370	Membership Fees & Subscriptions	12,504	21,000	21,000	23,000
Expense Subtotal		1,142,382	1,371,610	985,493	1,548,758
Division : 0802 - Fire and Rescue Department					
Expense by Natural Account					
2015	Salary - Local	56,379	-	184,160	-
2030	Salaries - Other Contracts	-	1,500	7	-
2040	Staff Training	74,657	-	-	-
2050	Uniforms & Protective Clothing	-	-	-	50,000
2072	Meals and Drinks - Staff	-	3,000	3,000	-
2100	Entertainment	6,862	1,000	961	-
2105	Official Celebrations	-	5,000	5,000	-
2130	Printing & Stationery	963	500	500	-
2135	Stores	741	2,000	-	800
2185	R&M - Buildings	17,649	-	-	50,000
2200	R&M - Motor Vehides	5,525	2,000	1,973	80,000
2205	R&M - Plant	10,990	2,000	577	25,000
2315	Utilities	26,157	38,292	23,589	33,600
2330	Telephone / Internet	5,761	5,040	3,843	5,040
2495	Plant & Equipment Purchases	54,373	20,000	19,474	-
2616	Subsidies to SoEs	-	-	-	2,000
Expense Subtotal		260,057	80,332	243,084	246,440

<i>Natural_Account</i>	<i>Description</i>	<i>Prior Year Actual</i>	<i>Revised Budget</i>	<i>Actual + Commitment</i>	<i>Proposed Budget</i>
Division : 0803 - Nauru Lifeguard Division					
Expense by Natural Account					
2015	Salary - Local	10,225	-	12,091	-
2040	Staff Training	27,329	-	-	-
2050	Uniforms & Protective Clothing	-	-	-	5,000
2072	Meals and Drinks - Staff	-	3,000	3,000	-
2100	Entertainment	1,000	-	-	-
2105	Official Celebrations	-	500	500	-
2185	R&M - Buildings	-	-	-	10,000
2200	R&M - Motor Vehicles	1,546	2,000	1,985	-
2205	R&M - Plant	-	5,000	50	35,000
2495	Plant & Equipment Purchases	-	5,000	3,576	-
Expense Subtotal		40,099	15,500	21,202	50,000
Division : 0804 - Ambulance Division					
Expense by Natural Account					
2015	Salary - Local	8,828	-	28,903	-
2050	Uniforms & Protective Clothing	-	-	-	5,000
2072	Meals and Drinks - Staff	-	300	-	-
2100	Entertainment	-	500	-	-
2135	Stores	345	500	-	-
2185	R&M - Buildings	-	-	-	25,000
2200	R&M - Motor Vehicles	141	4,000	1,280	-
2205	R&M - Plant	1,919	500	-	5,000
Expense Subtotal		11,233	5,800	30,182	35,000
Division : 0805 - Meteorology					
Expense by Natural Account					
2050	Uniforms & Protective Clothing	-	-	-	5,000
2072	Meals and Drinks - Staff	-	500	-	-
2130	Printing & Stationery	-	500	-	-
2135	Stores	-	500	-	-
2185	R&M - Buildings	-	-	-	5,000
2200	R&M - Motor Vehicles	-	-	-	2,000
2205	R&M - Plant	-	1,500	-	5,000
2495	Plant & Equipment Purchases	-	5,000	3,933	-
Expense Subtotal		-	8,000	3,933	17,000
Division : 8101 - Office of the Secretariat					
Expense by Natural Account					
2015	Salary - Local	1,744	-	-	-
2496	Building and Structures	-	-	-	60,000
Expense Subtotal		1,744	-	-	60,000
Total Expense		1,455,515	1,611,242	1,326,277	1,957,198

The total budget for NES is higher in 2021-22 than 2020-21, reflecting an increase in provisions for repairs and maintenance of office buildings, lifeguard equipment and for repairs to fire trucks to ensure vehicle compliance to international regulatory standards. An allocation has been made for purchase of replacement uniform and safety equipment for staff.

09 NATIONAL ELECTORAL COMMISSION (NEC)

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1475	Miscellaneous Revenue	30,430	2,000	-	1,000
1700	National/District Roll Sales	5,530	2,000	3,020	1,010
1705	Electoral Various Fees	77,750	80,000	39,000	17,894
Total Revenue		113,710	84,000	42,020	19,904
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	176,448	223,410	163,243	197,700
2030	Salaries - Other Contracts	76,968	3,600	-	5,000
2035	Overtime - local	731	1,000	247	3,000
2040	Staff Training	1,217	12,000	6,105	12,000
2050	Uniforms & Protective Clothing	2,518	-	-	14,000
2055	Consultants fees	14,044	8,160	5,380	10,000
2072	Meals and Drinks - Staff	12,812	750	180	2,000
2075	Travel - Business	30,939	440	-	-
2100	Entertainment	2,200	1,000	990	1,600
2130	Printing & Stationery	2,826	1,810	806	4,000
2135	Stores	9,989	3,000	1,884	2,993
2165	Office Rental	21,355	21,355	19,698	32,400
2185	R&M - Buildings	15,260	2,030	2,030	5,000
2190	R&M - Office Equipment	1,125	3,000	370	2,000
2200	R&M - Motor Vehicles	-	1,000	155	1,000
2230	Publicity and Awareness	-	23,310	13,997	10,000
2275	Purchase of Petrol	260	-	-	-
2315	Utilities	13,195	12,000	11,340	13,500
2330	Telephone / Internet	49,980	55,752	32,852	43,784
2495	Plant & Equipment Purchases	16,389	1,000	-	26,000
2575	Local Transport	160	-	-	700
Expense Subtotal		448,417	374,617	259,277	386,677
Total Expense		448,417	374,617	259,277	386,677

The total budget for NEC is higher in 2021-22 than 2020-21, reflecting the preparations for the upcoming national election, due in August 2022. Apart from general operational expenditure lines, an allocation of \$0.05 million has been made to cover pre-election costs including publicity and awareness as well as purchase of uniforms and supplies.

To enhance voter participation, an allocation has also been made in the 2021-22 Budget to refurbish and convert the existing store room to an early voting centre.

11 FINANCE – SECRETARIAT

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1475	Miscellaneous Revenue	-	10,000	761	2,000
Total Revenue		-	10,000	761	2,000
Division : 0000 - General					
Expense by Natural Account					
Expense Subtotal		-	-	-	-
Division : 1101 - Treasury Division					
Expense by Natural Account					
2015	Salary - Local	250,207	323,310	181,907	292,158
2020	Salary Expatriate	347,776	313,900	138,727	498,400
2035	Overtime - local	-	25,000	1,871	15,000
2040	Staff Training	36,184	7,000	1,026	-
2050	Uniforms & Protective Clothing	1,411	-	-	-
2055	Consultants fees	646,372	1,053,859	985,514	1,061,622
2070	Travel - Staff	29,200	31,960	3,255	30,660
2075	Travel - Business	159,825	20,347	8,983	-
2100	Entertainment	117,197	144,000	66,411	94,000
2130	Printing & Stationery	12,023	19,280	11,134	15,280
2135	Stores	3,813	4,200	2,963	4,200
2185	R&M - Buildings	3,000	3,000	1,633	3,000
2190	R&M - Office Equipment	1,764	5,500	-	5,500
2315	Utilities	2,100	-	-	-
2330	Telephone / Internet	2,548	6,160	1,186	2,160
2370	Membership Fees & Subscriptions	9,442	29,046	4,436	29,046
2495	Plant & Equipment Purchases	157,467	32,500	9,838	19,000
2570	Bank Charges	22,104	30,000	28,564	36,000
2600	Postage	-	3,000	-	2,000
Expense Subtotal		1,802,433	2,052,062	1,429,482	2,108,027
Division : 1102 - Plannind and Aid Division					
Expense by Natural Account					
2015	Salary - Local	115,049	155,541	55,745	206,517
2020	Salary Expatriate	-	-	7,751	-
2040	Staff Training	-	-	-	118,525
2050	Uniforms & Protective Clothing	-	1,200	1,081	-
2075	Travel - Business	51,090	1,894	1,880	-
2100	Entertainment	485	7,000	890	13,200
2105	Official Celebrations	-	-	-	4,000
2130	Printing & Stationery	9,670	7,000	6,537	2,000
2135	Stores	253	500	477	500
2330	Telephone / Internet	1,780	1,884	1,827	1,884
2495	Plant & Equipment Purchases	40,567	44,200	43,357	-
Expense Subtotal		218,895	219,219	119,545	346,626
Division : 1103 - Social Services Divisions					
Expense by Natural Account					
2015	Salary - Local	232	67,987	35,348	56,460
2130	Printing & Stationery	30	560	395	2,000
2135	Stores	1,466	2,152	2,117	2,000
2165	Office Rental	5,997	26,994	16,994	30,000
2185	R&M - Buildings	1,764	-	-	-
2230	Publicity and Awareness	-	-	-	2,400
2315	Utilities	-	-	-	-
2330	Telephone / Internet	1,260	-	-	-
2495	Plant & Equipment Purchases	51,532	15,156	-	-
Expense Subtotal		62,281	112,849	54,854	92,860
Total Expense		2,083,608	2,384,130	1,603,880	2,547,512

The total budget for Finance Secretariat is higher in 2021-22 than 2020-21, mainly reflecting increases to salary lines with the view to fill vacant positions especially for the new Public Enterprise Monitoring Unit, and the restructuring of a unit from CIE to Planning and Aid Division.

\$0.1 million has been allocated to Planning and Aid Division Staff training budget to allow a staff to undertake a six months internship training at the UN New York Mission.

Treasury has made significant achievements during the year to progress key Public Financial Management Reform initiatives including the out-sourcing of the internal audit arrangements, completion of outstanding financial statements and audit, and ongoing settlement of government debt liabilities.

Three ADB funded projects commenced during the year relating to Improving State Owned Enterprise Governance Project and two related to debt: a Debt Stocktake and Reconciliation of Bank of Nauru liquidation. These key activities are expected to continue and be finalized in financial year 2021-22.

In 2021-22, Nauru will undertake a Public Expenditure and Financial Accountability (PEFA) Assessment. This follows from a self assessment in 2016, and provides a good opportunity to review Nauru's progress and opportunities to improve.

The aim of a PEFA review is to assess strengths and weaknesses in Public Financial Management (PFM) systems. It is a point in time assessment and provides a blueprint to reform systems towards better practice, often reflected by use of international benchmarks and standards, for example, use of International Public Sector Accounting Standards (IPSAS).

According to the IMF, PFM is concerned with the laws, organisations, systems and practices available to governments wanting to secure resources effectively, efficiently and transparently. Good PFM will support government achieve its objectives by supporting resources to be efficiently and effectively allocated to priority areas.

An open and orderly PFM system contributes to desirable outcomes in:

- Aggregate fiscal discipline, which requires effective control of the total budget and management of fiscal risks;
- Strategic allocation of resources which involves planning and executing the budget in line with government priorities aimed at achieving policy objectives; and
- Efficient service delivery, which requires using budgeted revenues to achieve the best levels of public services within available resources.

PEFA identifies seven pillars of performance to assess performance against these objectives: (i) budget reliability, (ii) transparency, (iii) management of assets and liabilities, (iv) policy based fiscal strategy and budgeting, (v) predictability and control in budget execution, (vi) accounting and reporting, and (vii) external scrutiny and audit.

Performance against criteria in each of the pillars is graded D to A, with C being achieved when the basic standard is met, and D where performance does not meet the criteria.

The assessment will be conducted with support from PFTAC, and will provide a blueprint for future PFM reform in Nauru.

12 FINANCE – PUBLIC DEBT

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1902	EXIM NAC Loan Proceeds	-	34,930,000	-	16,245,600
Total Revenue		-	34,930,000	-	16,245,600
Division : 0000 - General					
Expense by Natural Account					
2376	Equity Purchases	-	34,930,000	-	16,245,600
2545	Debt Repayments - Other	-	3,539,572	-	3,980,613
Expense Subtotal		-	38,469,572	-	20,226,213
Total Expense					
		-	38,469,572	-	20,226,213

In 2021-22, the Government expects to draw down the balance of the EXIM Loan for the Aircraft Replacement Program, and make principal and interest payments for the EXIM Ronphos Equipment loan and EXIM Aircraft Loan. Principal and interest payments are expected to be disbursed directly to EXIM Bank by the ROC Taiwan.

In October 2020, the Government announced that it would support Nauru Airlines with its aircraft replacement program, with a new USD24.95 million loan from EXIM Bank, supported by ROC Taiwan. By the end of June 2021, it is expected that Nauru Airlines will have completed the purchase of an aircraft and that the loan will be partially drawn down to an amount of USD13.3 million. The remainder of the loan is assumed to be drawn down by June 2022. This will fund another aircraft that is yet to be identified.

Repayments of principal and interest will commence in 2021-22, supported by a general budget support grant provided by ROC Taiwan as outlined in a Memorandum of Understanding with the Government. This is a similar arrangement for the ROC Taiwan budget support for the EXIM Bank Ronphos equipment loan.

The EXIM Bank Aircraft Loan is for a total amount of USD24.95 million over 12 years at an interest rate of six month LIBOR + 0.8 per cent. The EXIM Bank Ronphos Equipment Loan was for a total amount of USD5 million, over 10 years at an interest rate of six month LIBOR + 1.5 per cent.

13 BUREAU OF STATISTICS

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	86,631	98,587	50,958	120,228
2030	Salaries - Other Contracts	12,899	11,351	3,000	60,900
2040	Staff Training	-	2,040	421	15,370
2050	Uniforms & Protective Clothing	2,450	6,012	312	1,000
2075	Travel - Business	4,568	2,652	-	-
2100	Entertainment	3,451	600	-	600
2130	Printing & Stationery	2,044	1,515	-	1,417
2135	Stores	400	1,487	29	500
2160	Land Rental	1,320	-	-	-
2190	R&M - Office Equipment	192	200	-	1,000
2230	Publicity and Awareness	440	2,700	-	-
2275	Purchase of Petrol	254	-	-	-
2330	Telephone / Internet	462	-	-	1,884
2495	Plant & Equipment Purchases	94	8,304	-	3,610
2575	Local Transport	-	7,505	1,385	8,120
2999	Contingency fund	3,351	-	-	-
Expense Subtotal		118,555	142,953	56,106	214,629
Total Expense		118,555	142,953	56,106	214,629

The total budget for the Bureau of Statistics has increased significantly. This reflects the plan to undertake a full-scale Census and household and income survey that is conducted every 10-years. A mini-census was completed in the current year 2020-21.

15 NAURU REVENUE OFFICE (NRO)

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1190	Telecom Tax	2,588,686	3,225,584	2,755,888	2,500,000
1215	Licenses-Drivers etc	106,502	80,000	108,793	80,000
1235	Gaming / Bingo Licenses	224,166	280,000	32,250	50,000
1590	Employment/Non-resident Withholding	19,944,619	19,837,081	16,101,553	10,200,000
1591	Business Profit Tax	43,002,075	42,553,077	43,925,949	21,900,000
Total Revenue		65,866,049	65,975,742	62,924,433	34,730,000
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	227,274	301,913	228,214	355,729
2035	Overtime - local	8,356	7,000	5,100	7,000
2040	Staff Training	-	6,500	-	2,500
2050	Uniforms & Protective Clothing	2,186	4,500	3,648	4,000
2075	Travel - Business	23,594	-	-	-
2100	Entertainment	588	1,500	250	250
2130	Printing & Stationery	29,459	29,050	19,292	16,300
2135	Stores	2,978	2,500	1,657	4,500
2165	Office Rental	24,888	39,750	31,544	48,000
2185	R&M - Buildings	-	5,000	2,505	-
2190	R&M - Office Equipment	2,000	2,000	1,025	2,500
2315	Utilities	24,693	25,000	18,189	25,000
2330	Telephone / Internet	250	1,500	141	1,500
2370	Membership Fees & Subscriptions	62,502	36,000	28,810	35,000
2495	Plant & Equipment Purchases	23,439	22,000	10,089	3,000
Expense Subtotal		432,207	484,213	350,464	505,279
Total Expense					
		432,207	484,213	350,464	505,279

The total budget for NRO is higher in 2021-22 than 2020-21, reflecting increases in salary (new super compliance officers), and increased rates for office rental.

Core activities for NRO in 2021-22 include revenue collections and continued administration of new taxation reform initiatives with a focus on compliance improvement.

During 2020-21 NRO completed a review of the tax system in partnership with PFTAC. This identified reform options to ensure that the revenue base is maintained following the implementation of Pacer Plus. Options considered included the introduction of a goods and excise tax regime to replace the current import tax arrangements. Key principles for the reform included that any changes must be revenue neutral, and the regime be simple, efficient and effective.

16 FINANCE – OTHER PAYMENTS

Natural Account	Description	2019-20 Prior Year Actual	2020-21 Revised Budget	2020-21 Actual + Commitment	2021-22 Proposed Budget
Revenue by Natural Account					
1015	Income from Investments & Dividends-Others	-	3,150,000	1,318,810	2,412,143
1361	Fuel Levy	-	1,000,000	-	1,314,384
1475	Miscellaneous Revenue	2,741,767	3,240,000	1,122,482	-
1660	General Budget Support	10,461,850	26,577,293	16,049,115	12,273,824
Total Revenue		13,203,617	33,967,293	18,490,406	16,000,351
Division : 0000 - General					
Expense by Natural Account					
2030	Salaries - Other Contracts	540,000	540,000	495,000	540,000
2055	Consultants fees	87,199	90,000	18,315	-
2075	Travel - Business	175,944	-	-	-
2205	R&M - Plant	1,711,232	2,600,000	1,500,000	2,814,384
2350	Freight	1,387,380	2,200,000	1,702,839	2,275,800
2370	Membership Fees & Subscriptions	1,494,489	295,954	295,954	-
2376	Equity Purchases	9,500,000	-	-	-
2390	Social Welfare - Birth Claims	111,800	192,000	150,900	192,000
2395	Social Welfare - Death Claims	222,000	238,000	130,000	238,000
2396	Back to School Support	-	739,800	341,500	739,800
2400	Social Services - Aged Pensions	3,102,328	3,865,000	2,650,751	3,808,840
2405	Social Services - Super Contributors	93,843	100,000	71,180	100,000
2410	Social Services - Super Ex MP's	-	-	-	-
2420	Social Services - Disability Payments	1,101,336	1,625,000	1,447,750	1,681,160
2421	Ex Gratia - Age and Disable	-	526,400	476,000	-
2422	Ex Gratia SoEs	-	1,050,200	1,000,700	-
2475	Overseas Medical Treatment	209,618	-	-	-
2496	Building and Structures	7,120,361	18,360,110	5,886,640	9,301,169
2545	Debt Repayments - Other	-	9,833,334	9,412,125	5,833,334
2565	Insurance	78,072	100,000	49,214	100,000
2616	Subsidies to SoEs	35,921,645	27,992,645	25,642,074	11,965,713
2617	Donations - local	64,000	2,305,000	2,276,900	50,000
2618	Donations - overseas	-	100,000	-	100,000
2650	Trust Fund	23,921,732	33,717,652	27,526,540	17,335,764
2651	GON Contributions	1,538,330	3,132,916	1,698,724	3,132,916
2652	Fiscal Cash Buffer	-	2,434,336	-	10,854,291
2680	BON Liquidation- Payment	3,013,346	7,088,142	5,490,559	1,000,000
2681	Prior Year Account Payable (GoN)	-	1,000,000	358,694	-
2802	Loan Expenditure Account	700,000	-	-	-
2998	COVID 19 Taskforce	-	-	8,210	-
2999	Contingency fund	3,213,741	500,000	-	500,000
Expense Subtotal		95,308,394	120,626,489	88,630,570	72,563,171
Total Expense		95,308,394	120,626,489	88,630,570	72,563,171

Head 16 - Finance Other Payments, covers expenditure lines that relate to whole of Government measures. It includes expenditures related to SOE subsidies, social welfare, whole of government freight, government superannuation contributions on behalf of employees, Nauru Trust Fund (NTF) contributions, Bank of Nauru liquidation and other debt repayments, and provision for urgent and unexpected events through the fiscal cash buffer and contingency provisions.

The budget for this head is lower in 2021-22 than 2020-21 reflecting mainly reductions to SOE subsidies, NTF and Port Project contributions.

The Trust Fund contributions for next year is assessed based on 10.1% of the current year (2020-21) total revenue less pass through and this will be revised in August 2021 after the close of accounts and by which time the 2020-21 actual revenue figures would have been confirmed.

The 2020-21 NTF allocation has been boosted due to a one-off bonus allocation of \$10 million following windfall revenues from the RPC extension, and a pre-payment of \$6.2 million of 2021-22 contributions.

In 2020-21, the Government would have completed the transfer of all its contributions towards the Port maintenance and contingency fund requirements, as required under the Port Project Agreement with the ADB. Accordingly, the allocation for 2021-22 has been reduced to cover only the in-kind contribution associated with the purchase of aggregate materials from Nauru Rehabilitation Corporation, relocation of residences from the Location area and Port Management Unit expenses (shown in Buildings and Structures).

In the 2021-22 budget there has been a \$0.5 million increase in the Social Welfare measure to provide a \$15 a fortnight increase in aged and disability pensions from 1 July 2021. The breakdown of the pension allocations is as follows:

- Aged Pension for those aged over 60 will increase from \$250 - \$265 a fortnight;
- Aged Pension for those aged over 70 years will increase from \$300 - \$315 a fortnight;
- Disability Pension will increase from \$250 - \$265 a fortnight

Other social welfare allowances related to Birth and Death benefits are expected to be maintained at current levels.

Other key expenditure measures in Head 16 include:

- \$17.3 million for the Nauru Trust Fund (\$6.2 million pre-paid in 2020-21 to total \$23.5 million);
- \$7.3 million has been provided under the Building and Structure to provide for Government in-kind contributions toward Port project costs, including purchase of aggregate, relocation and project costs;
- \$5.0 million towards Land clearing and rehabilitation of 5 hectares of government land to be undertaken by NRC;
- \$6.8 million has been provided for Bank of Nauru (BON) liquidation payments, including for Nauru Phosphate Royalties Trust (NPRT) (\$5.8 million in Debt repayments - other) and BON bank book deposit holders (\$1 million in BON liquidation payment);
- \$2.8 million to continue with the Tank Farm refurbishment (R&M plant).

2616 – Subsidies to SOEs

The 2021-22 Budget acknowledges the need for Government to continue fiscal support to State Owned Entities (SOEs) to ensure they generate commercial returns for the Government and to meet the requirements of the Public Enterprises Act.

The 2021-22 Budget provides the continuation of the Community Service Obligation (CSO) agreements for three state owned enterprises:

- \$1.4 million provided to Nauru Utilities Corporation to provide affordable electricity through a pre-pay lifeline for up to 200kw/hr of power;

- \$4.7 million to Nauru Airlines Corporation (NAC) to provide regular and affordable air freight services with a once weekly freighter service from Brisbane or Fiji at pre-Covid-19 rates. This CSO will cover the empty return journey for freight services, to ensure a weekly service continues to be provided for the rest of the year;
- \$1.4 million to Nauru Port and Maritime Authority (NMPA) to ensure affordable Port charges, by holding Stevedoring and Wharf charges at current rates. The CSO will cover the difference between the current rate and the '2019 gazette rate' that has been set to ensure that NMPA can cover its costs and operate commercially. The revenue from the CSO will ensure that NMPA does not need to increase its charges beyond the current pre-Covid-19 rates, and still cover all its costs;
 - This additional revenue for NMPA is expected to meet the Government obligation under the Port Project Agreement with the ADB to ensure that the Port is able to generate sufficient revenue to be fully commercial.

Other measures in Head 16 – subsidies to SOEs include:

- An additional \$2.2 million to Nauru Airlines to support cash flow in view of the constraints the Airlines may encounter due to the non-extension of the standing charter arrangements with Australian Border Force;
- \$1.4 million provided to hire tug-boats to support shipping operations, particularly for fuel and phosphate voyages. This provision has been reduced in 2021-22 in anticipation of the arrival of a donated tug boat from Japan.
 - This support will be necessary until the existing mooring system is repaired or the Port Project is completed.
- \$0.2 million to Nauru Tourism Corporation for operations;
- \$1.8 million to Ronphos to cover purchase of additional equipment.

17 NAURU CUSTOMS OFFICE (NCO)

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1140	Customs and Excise Duty - Tobacco	5,886,456	6,652,449	6,189,438	5,841,236
1145	Customs and Excise Duty - Alcohol	1,429,190	2,040,000	1,720,572	2,040,000
1150	Customs and Excise Duty - Sugar	929,814	1,543,075	1,200,715	1,220,394
1155	Customs and Excise - Machinery/Vehicle	1,059,210	830,000	814,369	830,419
1160	Customs and Excise Duty - Other	2,475,068	3,143,423	2,590,994	2,538,891
1165	Customs and Excise Duty - Petrol Sales	2,294,837	2,645,751	2,462,639	2,341,235
1170	Customs and Excise Duty - Diesel Sales	3,940,535	1,700,000	2,139,023	1,700,000
1175	Customs and Excise Duty - JetA1	-	20,000	-	-
1245	Drones Licenses	-	2,000	1,500	2,000
Total Revenue		18,015,111	18,576,698	17,119,250	16,514,175
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	319,797	456,414	321,790	481,887
2030	Salaries - Other Contracts	-	5,000	-	-
2040	Staff Training	-	12,500	9,887	8,223
2050	Uniforms & Protective Clothing	13,684	7,015	1,014	3,500
2055	Consultants fees	-	275,207	21,718	38,023
2075	Travel - Business	9,037	4,209	-	-
2100	Entertainment	545	3,500	1,293	4,200
2130	Printing & Stationery	25,923	11,500	10,459	10,008
2135	Stores	5,602	6,500	3,174	2,021
2165	Office Rental	-	69,655	32,000	16,000
2185	R&M - Buildings	12,529	8,500	2,427	1,500
2190	R&M - Office Equipment	320	1,000	-	1,500
2200	R&M - Motor Vehicles	-	1,000	-	300
2230	Publicity and Awareness	-	10,041	6,272	6,300
2315	Utilities	-	20,000	-	-
2330	Telephone / Internet	-	2,000	1,226	1,875
2370	Membership Fees & Subscriptions	10,000	28,000	10,000	29,000
2495	Plant & Equipment Purchases	120,985	80,500	71,308	342,111
2496	Building and Structures	-	-	-	-
2605	Library/Periodicals	-	2,000	-	1,500
Expense Subtotal		518,422	1,004,541	492,567	947,948
Total Expense		518,422	1,004,541	492,567	947,948

Nauru Customs Service expenditure is slightly lower in 2021-22 than 2020-21, which reflects the implementation of ASYCUDA project activities in the current financial year. This project will continue

18 NAURU REGIONAL PROCESSING CENTRE CORPORATION (NRPCC)

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1000	Project Revenue	-	-	1,500	-
1475	Miscellaneous Revenue	2,000,000	-	-	-
1495	Service Fees	19,434,985	20,155,728	18,333,337	10,000,002
Total Revenue		21,434,985	20,155,728	18,334,837	10,000,002
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	422,479	430,269	243,245	609,597
2025	Allowances - Staff Contract	8,350	103,700	59,300	78,000
2040	Staff Training	5,025	5,415	-	5,415
2055	Consultants fees	10,000	5,000	5,000	-
2072	Meals and Drinks - Staff	4,966	5,040	200	5,475
2075	Travel - Business	395,956	66,191	3,675	-
2100	Entertainment	12,209	2,400	-	2,400
2105	Official Celebrations	38,438	30,000	10,810	10,000
2130	Printing & Stationery	5,668	1,800	335	2,100
2200	R&M - Motor Vehicles	450	3,600	2,680	-
2275	Purchase of Petrol	28,524	20,800	15,934	39,276
2280	Purchase of Diesel	8,486	10,400	2,996	10,764
2330	Telephone / Internet	66,377	36,000	23,210	34,000
2495	Plant & Equipment Purchases	56,595	16,782	9,548	10,000
2570	Bank Charges	409	480	215	480
2575	Local Transport	619,050	631,736	404,890	613,200
2617	Donations - local	6,692	295,730	9,865	5,000
Expense Subtotal		1,689,674	1,665,343	791,903	1,425,707
Total Expense		1,689,674	1,665,343	791,903	1,425,707

The total budget for NRPCC is lower in 2021-22 than 2020-21, mainly reflecting a one-off investment in the current financial year for 100 participants (community members) to enroll in Certificate IV in Leadership and Management. This activity aligned with Multicultural Affairs' initiative for a smooth transition of all staff employed at the RPC site to other work forces.

21 COMMERCE INDUSTRY AND ENVIRONMENT (CIE)

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1475	Miscellaneous Revenue	5,275	5,000	7,000	5,000
Total Revenue		5,275	5,000	7,000	5,000
Division : 0000 - General					
Expense by Natural Account					
		-	-	-	-
Expense Subtotal		-	-	-	-
Division : 2101 - Administration/Secretariat					
Expense by Natural Account					
2015	Salary - Local	128,800	110,232	161,095	96,539
2020	Salary Expatriate	50	-	-	-
2030	Salaries - Other Contracts	40,000	-	-	-
2040	Staff Training	-	63,192	62,979	2,000
2050	Uniforms & Protective Clothing	-	4,000	1,200	2,500
2055	Consultants fees	-	19,000	-	30,000
2072	Meals and Drinks - Staff	-	4,800	2,580	6,000
2075	Travel - Business	103,574	-	212	-
2100	Entertainment	1,985	1,000	949	2,000
2105	Official Celebrations	700	1,000	800	10,000
2130	Printing & Stationery	2,518	4,391	4,290	3,000
2135	Stores	-	2,450	1,400	4,000
2185	R&M - Buildings	52,460	3,000	-	-
2190	R&M - Office Equipment	-	1,200	140	1,000
2205	R&M - Plant	-	1,000	-	1,000
2330	Telephone / Internet	-	3,000	-	-
2370	Membership Fees & Subscriptions	26,579	23,997	23,821	45,194
2495	Plant & Equipment Purchases	329,466	128,500	1,745	-
2496	Building and Structures	-	36,000	34,027	-
2575	Local Transport	24,000	48,000	33,800	48,000
Expense Subtotal		710,033	454,761	328,613	251,233
Division : 2102 - Agriculture					
Expense by Natural Account					
2015	Salary - Local	140,031	176,800	149,214	229,365
2030	Salaries - Other Contracts	2,000	7,400	3,831	5,000
2035	Overtime - local	4,199	7,608	4,520	8,096
2040	Staff Training	377	2,500	1,060	2,500
2050	Uniforms & Protective Clothing	714	2,500	2,060	5,400
2100	Entertainment	2,820	5,800	4,168	5,800
2105	Official Celebrations	5,004	5,700	5,625	7,200
2190	R&M - Office Equipment	2,100	-	-	-
2225	Agricultural Supplies	22,207	25,100	18,776	21,000
2230	Publicity and Awareness	-	-	-	3,950
2315	Utilities	1,281	1,000	2,602	2,700
2330	Telephone / Internet	-	5,000	-	-
2495	Plant & Equipment Purchases	-	-	-	8,740
2496	Building and Structures	-	20,000	14,094	131,260
Expense Subtotal		180,733	259,408	205,949	431,011
Division : 2103 - Commerce & Business					
Expense by Natural Account					
2015	Salary - Local	34,877	40,786	18,487	-
2100	Entertainment	300	10,000	4,113	-
2105	Official Celebrations	500	1,000	680	-
2495	Plant & Equipment Purchases	-	2,700	2,615	-
Expense Subtotal		35,677	54,486	25,894	-

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Expense by Natural Account					
2015	Salary - Local	93,547	5,444	6,821	-
2040	Staff Training	-	-	-	-
2075	Travel - Business	755	-	-	-
2100	Entertainment	1,773	1,000	-	-
2105	Official Celebrations	890	1,600	280	-
2190	R&M - Office Equipment	-	1,000	-	-
2495	Plant & Equipment Purchases	34,000	-	-	-
Expense Subtotal		130,964	9,044	7,101	-
Division : 2105 - Environment					
Expense by Natural Account					
2015	Salary - Local	88,345	79,373	41,969	100,013
2040	Staff Training	-	1,200	1,150	3,000
2100	Entertainment	2,780	8,400	6,180	6,800
2105	Official Celebrations	2,400	8,500	3,124	3,500
2230	Publicity and Awareness	-	14,500	2,000	12,700
2495	Plant & Equipment Purchases	-	6,000	4,887	-
2617	Donations - local	-	-	-	39,000
Expense Subtotal		93,524	117,973	59,310	165,013
Division : 2106 - Energy					
Expense by Natural Account					
2015	Salary - Local	-	-	-	-
2020	Salary Expatriate	58,040	17,364	21,993	-
2040	Staff Training	-	500	-	-
2100	Entertainment	105	-	-	-
2105	Official Celebrations	-	-	-	-
2190	R&M - Office Equipment	-	-	-	-
2495	Plant & Equipment Purchases	13,428	224	224	-
Expense Subtotal		71,573	18,088	22,217	-
Division : 2201 - Secretariat Division					
Expense by Natural Account					
2015	Salary - Local	-	-	3,298	-
Expense Subtotal		-	-	3,298	-
Total Expense		1,222,504	913,760	652,382	847,257

The total budget for CIE is lower in 2020-21 than 2021-22, mainly reflecting reductions in local salaries and the transfer of the Commerce division to the Finance Secretariat under PAD division.

These reductions more than offset increases to consultancy fees (engagement of an EIA for Agriculture), donations local (50 additional rubbish stands for the community), and further investment in the establishment of the Menen Farm.

The land clearing for the Menen Farm was funded from the 2020-21 budget and the allocation for 2021-22 is to accommodate the purchase of needed farm equipment and tools, including installation of water and electricity at the site. This project is targeted to increase the level of domestic agricultural production on island with the view to substitute staple food and address food security and healthy living.

22 CLIMATE CHANGE

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	-	-	4,787	-
Expense Subtotal		-	-	4,787	-
Division : 2104 - Climate Change					
Expense by Natural Account					
2617	Donations - local	-	150,000	-	-
Expense Subtotal		-	150,000	-	-
Division : 2201 - Secretariat Division					
Expense by Natural Account					
2015	Salary - Local	-	35,318	6,513	72,010
2040	Staff Training	-	3,000	3,000	118,392
2050	Uniforms & Protective Clothing	-	-	-	4,515
2055	Consultants fees	-	40,695	40,695	20,000
2070	Travel - Staff	-	-	-	15,000
2075	Travel - Business	-	-	3,255	-
2100	Entertainment	-	3,000	2,450	11,000
2105	Official Celebrations	-	4,000	3,000	4,000
2130	Printing & Stationery	-	3,000	1,853	7,968
2135	Stores	-	1,500	1,498	3,000
2185	R&M - Buildings	-	-	-	63,552
2275	Purchase of Petrol	-	21,000	-	-
2330	Telephone / Internet	-	-	-	2,984
2370	Membership Fees & Subscriptions	-	-	-	7,970
2495	Plant & Equipment Purchases	-	119,340	53,086	4,746
Expense Subtotal		-	230,853	115,350	335,137
Division : 2202 - Climate Change Division					
Expense by Natural Account					
2015	Salary - Local	-	32,021	29,242	39,040
2040	Staff Training	-	470	470	3,000
2100	Entertainment	-	-	-	3,000
2105	Official Celebrations	-	500	500	3,000
2190	R&M - Office Equipment	-	-	-	-
2230	Publicity and Awareness	-	-	-	3,000
2330	Telephone / Internet	-	-	-	3,000
Expense Subtotal		-	32,991	30,212	54,040
Division : 2203 - Energy Division					
Expense by Natural Account					
2015	Salary - Local	-	9,603	-	17,203
2020	Salary Expatriate	-	42,636	32,426	70,000
2040	Staff Training	-	-	-	2,000
2055	Consultants fees	-	-	-	20,000
2100	Entertainment	-	2,300	1,157	2,500
2105	Official Celebrations	-	500	500	3,000
2190	R&M - Office Equipment	-	-	-	500
2330	Telephone / Internet	-	-	-	3,000
2495	Plant & Equipment Purchases	-	8,976	5,867	3,000
Expense Subtotal		-	64,015	39,950	121,203

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Division : 2204 - Water Division					
Expense by Natural Account					
2015	Salary - Local	-	24,037	5,266	59,260
2040	Staff Training	-	-	-	3,000
2055	Consultants fees	-	-	-	20,000
2100	Entertainment	-	1,000	700	1,000
2105	Official Celebrations	-	1,600	1,600	3,000
2330	Telephone / Internet	-	-	-	3,000
2495	Plant & Equipment Purchases	-	281,275	281,275	325,500
Expense Subtotal		-	307,912	288,841	414,760
Total Expense					
		-	785,771	479,140	925,138

The total budget for Climate Change is higher in 2021-22, mainly reflecting increased costs to fund a full year (12 months) of operational costs for the department following its establishment in 2020-21.

- \$0.1 million has been allocated to allow a staff to undertake a six months internship training at the New York Mission.

31 Fisheries

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1055	Support Vessel Charges	326,526	300,000	400,800	400,000
1071	Purse Seine Revenue - Licensing	1,745,909	1,500,000	1,393,798	1,500,000
1072	Purse Seine Revenue - Fishing Days	71,206,717	61,125,000	57,608,092	58,000,000
1475	Miscellaneous Revenue	142,136	-	427,645	-
Total Revenue		73,421,288	62,925,000	59,830,335	59,900,000
Division : 0000 - General					
Expense by Natural Account					
		-	-	-	-
Expense Subtotal		-	-	-	-
Division : 3101 - Ministerial & Board					
Expense by Natural Account					
2015	Salary - Local	108,720	60,160	50,976	52,255
2026	Directors Fees	4,750	15,000	9,550	15,000
2075	Travel - Business	93,314	-	-	-
2100	Entertainment	11,599	11,600	11,246	14,000
2105	Official Celebrations	9,963	27,000	18,200	25,000
2185	R&M - Buildings	-	160,000	64,337	-
2330	Telephone / Internet	1,050	2,520	2,310	2,520
2495	Plant & Equipment Purchases	-	420,500	419,479	-
Expense Subtotal		229,396	696,780	576,099	108,775
Division : 3102 - Corporate Section					
Expense by Natural Account					
2015	Salary - Local	250,943	380,925	263,233	321,373
2030	Salaries - Other Contracts	2,707	3,600	3,366	3,600
2035	Overtime - local	-	1,000	240	1,000
2040	Staff Training	-	-	-	-
2050	Uniforms & Protective Clothing	-	5,500	2,602	5,500
2075	Travel - Business	210,293	0	0	-
2130	Printing & Stationery	3,881	12,271	7,025	4,271
2135	Stores	4,068	4,748	3,825	4,748
2160	Land Rental	-	846	846	-
2185	R&M - Buildings	23,041	7,200	7,113	12,200
2190	R&M - Office Equipment	-	8,340	4,290	8,340
2195	R&M - Office Premises	1,274	5,000	2,963	-
2200	R&M - Motor Vehicles	16,666	19,500	16,878	20,000
2205	R&M - Plant	4,498	10,000	-	-
2290	Purchase of Fuel - Other	4,224	10,793	3,635	10,793
2315	Utilities	105,255	140,004	84,089	140,004
2330	Telephone / Internet	94,651	91,992	76,863	91,992
2370	Membership Fees & Subscriptions	138,915	179,350	157,924	183,800
2495	Plant & Equipment Purchases	881,744	255,681	148,281	1,187,500
2600	Postage	96	600	590	600
Expense Subtotal		1,742,255	1,137,350	783,765	1,995,721

Natural Account	Description	2019-20 Prior Year Actual	2020-21 Revised Budget	2020-21 Actual + Commitment	2021-22 Proposed Budget
Division : 3103 - Oceanic Fisheries Section					
Expense by Natural Account					
2015	Salary - Local	115,154	149,213	144,202	153,752
Expense Subtotal		115,154	149,213	144,202	153,752
Division : 3104 - Coastal Fisheries Section					
Expense by Natural Account					
2015	Salary - Local	334,571	560,304	431,113	516,041
2020	Salary Expatriate	180,000	180,000	150,000	180,000
2040	Staff Training	548	-	-	27,000
2070	Travel - Staff	-	-	-	6,000
2100	Entertainment	6,000	18,000	17,585	18,000
2130	Printing & Stationery	2,125	4,200	-	5,000
2185	R&M - Buildings	10,300	15,000	-	-
2205	R&M - Plant	250	20,328	677	16,800
2275	Purchase of Petrol	-	7,300	194	5,000
2495	Plant & Equipment Purchases	126,026	10,000	1,125	117,000
2565	Insurance	14,540	14,000	979	14,000
Expense Subtotal		674,359	829,132	601,673	904,841
Division : 3105 - Policy & Legal Section					
Expense by Natural Account					
2015	Salary - Local	13,626	44,816	11,456	31,500
Expense Subtotal		13,626	44,816	11,456	31,500
Division : 3106 - Nauru National Fisheries Observer Program					
Expense by Natural Account					
2015	Salary - Local	28,922	42,653	33,484	20,816
2025	Allowances - Staff Contract	162,835	14,014	12,467	208,064
2040	Staff Training	64,451	-	-	17,278
2075	Travel - Business	81,251	13,000	-	-
2330	Telephone / Internet	1,260	2,520	-	2,520
2495	Plant & Equipment Purchases	760	2,000	871	2,000
2565	Insurance	6,986	2,466	270	32,000
2600	Postage	-	2,000	1,990	2,000
Expense Subtotal		346,466	78,653	49,082	284,678
Total Expense		3,121,256	2,935,944	2,166,278	3,479,266

The total budget for Fisheries is higher in 2021-22 than 2020-21, mainly reflecting investment in the following:

- \$1.2 million for purchase of new outboard and trailers, as well as safety gear;
- \$0.2 million for Fisheries to undertake the following projects:
 - Community based fisheries-based approach project;
 - Fisheries Food Security and Livelihood project;
 - NROB Refresher course.

41 POLICE

<i>Natural Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1340	Police Clearance	54,560	40,000	29,225	45,000
1475	Miscellaneous Revenue	67,431	1,800	13,965	17,640
1596	Traffic Infringements	-	100,000	124,910	150,000
Total Revenue		121,991	141,800	168,100	212,640
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	2,187,511	3,445,267	3,023,317	3,633,991
2030	Salaries - Other Contracts	12,818	9,600	7,257	39,600
2035	Overtime - local	-	130,000	71,497	230,000
2040	Staff Training	15,757	29,000	9,551	19,000
2050	Uniforms & Protective Clothing	50,994	88,650	86,123	114,350
2072	Meals and Drinks - Staff	-	3,000	2,799	9,000
2075	Travel - Business	56,433	8,419	2,340	-
2100	Entertainment	12,035	8,500	8,248	3,500
2105	Official Celebrations	5,517	38,000	32,313	20,000
2130	Printing & Stationery	3,915	37,420	29,393	29,990
2135	Stores	8,069	10,740	9,341	9,280
2185	R&M - Buildings	79,016	18,943	10,464	74,000
2190	R&M - Office Equipment	450	13,057	6,208	23,000
2205	R&M - Plant	213	9,500	18	9,500
2230	Publicity and Awareness	-	7,800	6,997	10,200
2275	Purchase of Petrol	-	-	-	4,800
2315	Utilities	151,864	187,200	172,784	255,996
2330	Telephone / Internet	2,877	2,880	1,848	5,880
2495	Plant & Equipment Purchases	253,616	552,300	550,727	97,970
2496	Building and Structures	-	-	-	38,600
2575	Local Transport	-	1,700	1,330	1,700
Expense Subtotal		2,841,086	4,601,976	4,032,554	4,630,357
Total Expense		2,841,086	4,601,976	4,032,554	4,630,357

Expenditure for Police in 2021-22 is slightly higher than 2020-21. This reflects increases to salaries, uniform and protective clothing, utilities, and R&M Building more than offsetting reductions to plant and equipment purchases (one off purchase of six police vehicles in 2020-21), official celebrations and staff training.

The salaries budget has taken into account the full annual salaries for the Police Protective Security Services.

\$0.1m has been included in the 2021-22 budget to cover one off and operational costs related to the use of the two new search and rescue boat donated by the Republic of China (Taiwan). This includes construction of a boat shed, purchase of a troop carrier and fuel.

4.2 MULTICULTURAL AFFAIRS (MCA)

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1015	Income from Investments & Dividends-C	-	4,000,000	4,000,000	4,000,000
1335	Visa Fees - RPC	2,013,000	960,000	936,000	-
1475	Miscellaneous Revenue	27,071,470	5,416,000	4,348,000	156,000
1577	DJBC - Operations	3,369,827	3,053,284	3,220,722	2,289,963
1578	DJBC - Reimbursable Costs	18,935,023	20,343,599	15,661,788	16,587,342
1580	Visa Fees - RPC Resettlement	16,852,434	4,800,000	2,880,000	-
1598	Hosting Fee	-	36,983,331	26,416,665	63,566,666
Total Revenue		68,241,754	75,556,214	57,463,175	86,599,971
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	626,388	1,047,218	750,167	1,046,980
2020	Salary Expatriate	1,546,944	1,137,613	797,973	1,537,613
2030	Salaries - Other Contracts	19,965,014	18,793,131	15,992,673	14,072,348
2040	Staff Training	24,682	40,000	3,290	30,000
2050	Uniforms & Protective Clothing	15,991	16,000	11,491	12,000
2055	Consultants fees	-	55,000	24,615	-
2060	Legal Fees - External	-	-	-	37,500
2070	Travel - Staff	9,962	5,000	398	15,000
2075	Travel - Business	203,043	53,400	46,911	100,000
2100	Entertainment	27,737	77,333	48,282	33,000
2130	Printing & Stationery	6,602	15,000	6,566	11,250
2135	Stores	11,381	5,251	2,998	2,063
2155	House Rental	197,100	396,081	236,560	198,061
2160	Land Rental	3,364,437	3,238,573	2,615,224	3,218,573
2185	R&M - Buildings	19,355	456,000	1,274	33,750
2190	R&M - Office Equipment	24,942	114,000	11,190	25,500
2315	Utilities	105,747	108,720	55,758	80,910
2330	Telephone / Internet	27,898	283,920	205,052	55,440
2495	Plant & Equipment Purchases	294,085	273,933	200,834	-
2575	Local Transport	664,085	670,300	537,340	417,225
2615	Other Subsidies & Donations	2,469	-	-	-
Expense Subtotal		27,137,861	26,786,473	21,548,596	20,927,213
Total Expense		27,137,861	26,786,473	21,548,596	20,927,213

The total budget for MCA is \$21 million in 2021-22, \$5.8 million lower than 2020-21, mainly reflecting uncertainty around the future of RPC operations beyond the current agreement with Australia, that expires on 31 December 2021. Discussions with the Australian Government are ongoing for the transition of operations to an 'enduring capability' arrangement, and there has been no firm decision yet at this stage. Future arrangements are expected to move from a people focus to a facilities management one.

REGIONAL PROCESSING CENTRE

Preparing for and managing the scaling down in RPC activity is a key policy priority for the Government especially in the midst of the pandemic. The multiplier effect for hosting RPC has served Nauru well in almost a decade, providing business opportunity to Nauru Airlines, employment opportunities to locals and private business and importantly a major revenue contributor to Government. Moreso managing certain activities with corresponding profit-making opportunities. Total revenue from RPC averages \$100m a year, this equates to over 50 percent of GDP.

To avoid being optimistic about fiscal revenue, Government has reduced budget allocations for most items in 2021-22 due to uncertainty around RPC arrangements.

Revenue Description	2019-20	2020-21 Revised	2020-21	2021-22 Approved
	Preliminary Actual	Budget	Actual	Budget
	\$	\$	\$	\$
1335 - Visa Fees - RPC	2,013,000	960,000	936,000	0
1580 - Visa Fees - RPC Resettlement	16,852,434	4,800,000	2,880,000	0
1475 - Miscellaneous Revenue	32,337,225	8,724,900	6,062,768	272,840
1495 - Service Fees	19,453,145	20,177,356	18,355,337	10,046,902
1577 - DJBC - Operations	3,369,827	3,053,284	3,220,722	2,289,963
1578 - DJBC - Reimbursable Costs	18,935,023	20,343,599	15,661,788	16,587,342
1598 - Hosting Fee	0	36,983,331	26,416,665	63,566,666
1590 - Employment Services Tax	19,944,619	19,837,081	17,589,500	10,200,000
1591 - Business Profit Tax	43,002,075	42,553,077	43,925,949	21,900,000
Total RPC related revenue	155,907,348	157,432,628	135,048,730	124,863,713
Share of total revenue	58%	50%	56%	51%

Moving forward, the strategy being considered by MCA for 2021/22 includes:

- Shifting focus -refocused RPC operation from people based to facilities based. Maintain facility in a condition to support potential future hosting of refugees on island
- Alternative pathways (AP)- With the drawdown in services and reduced RPC activity on island, around 800 workers are expected to be lose their jobs. Part of MCA transition to managing no RPC is to create an opportunity for current workers to be trained and made job ready to be absorbed into other sectors of the economy. This will minimise the impact of the RPC closures on individuals and household income. It is expected that Australian Border Force will fund some of the activities relating to the Alternative Pathway program but there are no estimates provided in the 2021-22 budget to cover for this due to no firm arrangement reached with Australia.

43 JUSTICE

Natural_Account	Description	2019-20 Prior Year Actual	2020-21 Revised Budget	2020-21 Actual + Commitment	2021-22 Proposed Budget
Revenue by Natural Account					
1121	Curator fees	50,843	5,000	68,640	-
1220	Corporation Fees and Licenses	125,855	300,000	383,425	500,000
1225	Licenses-Trading	585,560	500,000	267,393	209,683
1240	Licenses-Dogs etc	-	200	83	73
1475	Miscellaneous Revenue	500	-	1,130	-
Total Revenue		762,758	805,200	720,671	709,756
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	250,922	605,188	436,789	473,706
2020	Salary Expatriate	1,446,832	1,762,000	1,376,755	1,395,750
2030	Salaries - Other Contracts	236,000	312,000	306,150	312,000
2035	Overtime - local	-	50,000	13,436	-
2040	Staff Training	100,196	66,000	44,734	40,000
2050	Uniforms & Protective Clothing	7,125	4,000	-	-
2060	Legal Fees - External	548,818	246,685	137,621	500,000
2070	Travel - Staff	23,215	50,000	5,826	54,500
2075	Travel - Business	152,636	79,106	6,451	35,000
2100	Entertainment	89,821	30,000	28,697	35,000
2130	Printing & Stationery	65,853	36,726	23,120	15,000
2135	Stores	23,350	19,741	16,058	16,741
2185	R&M - Buildings	407,408	31,350	28,700	2,650
2190	R&M - Office Equipment	-	10,405	2,300	10,405
2200	R&M - Motor Vehicles	-	3,000	445	-
2275	Purchase of Petrol	-	299	-	-
2330	Telephone / Internet	3,047	-	-	4,762
2350	Freight	-	50,800	800	-
2370	Membership Fees & Subscriptions	12,319	22,146	12,319	22,146
2495	Plant & Equipment Purchases	237,254	188,050	55,688	17,500
2496	Building and Structures	-	14,701	14,701	-
2575	Local Transport	24,840	37,810	34,930	29,200
2600	Postage	-	500	-	-
Expense Subtotal		3,629,635	3,620,507	2,545,519	2,964,360
Total Expense		3,629,635	3,620,507	2,545,519	2,964,360

<i>Natural Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1121	Curator fees	50,843	5,000	68,640	-
1220	Corporation Fees and Licenses	125,855	300,000	383,425	500,000
1225	Licenses-Trading	585,560	500,000	267,368	209,683
1240	Licenses-Dogs etc	-	200	83	73
1475	Miscellaneous Revenue	500	-	1,130	-
Total Revenue		762,758	805,200	720,646	709,756
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	250,922	605,188	422,070	473,706
2020	Salary Expatriate	1,446,832	1,762,000	1,314,319	1,395,750
2030	Salaries - Other Contracts	236,000	312,000	306,150	312,000
2035	Overtime - local	-	50,000	12,436	-
2040	Staff Training	100,196	66,000	44,734	40,000
2050	Uniforms & Protective Clothing	7,125	4,000	-	-
2060	Legal Fees - External	548,818	246,685	107,601	500,000
2070	Travel - Staff	23,215	50,000	5,826	54,500
2075	Travel - Business	152,636	79,106	6,451	35,000
2100	Entertainment	89,821	30,000	28,097	35,000
2130	Printing & Stationery	65,853	36,726	21,010	15,000
2135	Stores	23,350	19,741	14,402	16,741
2185	R&M - Buildings	407,408	31,350	28,700	2,650
2190	R&M - Office Equipment	-	10,405	2,300	10,405
2200	R&M - Motor Vehicles	-	3,000	445	-
2275	Purchase of Petrol	-	299	-	-
2330	Telephone / Internet	3,047	-	-	4,762
2350	Freight	-	50,800	800	-
2370	Membership Fees & Subscriptions	12,319	22,146	12,319	22,146
2495	Plant & Equipment Purchases	237,254	188,050	47,839	17,500
2496	Building and Structures	-	14,701	14,701	-
2575	Local Transport	24,840	37,810	34,930	29,200
2600	Postage	-	500	-	-
Expense Subtotal		3,629,635	3,620,507	2,425,129	2,964,360
Total Expense		3,629,635	3,620,507	2,425,129	2,964,360

The total budget for Justice has reduce in 2021-22, mainly reflecting reductions in salary expatriate, salary local, travel business, plant and equipment purchases more than offsetting increase to legal fees.

- \$0.3 million has been provided for security at expatriate houses.

44 JUDICIARY

<i>Natural Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1490	Court Fines and Fees	25,809	40,000	52,063	52,043
Total Revenue		25,809	40,000	52,063	52,043
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	159,144	233,410	185,947	226,011
2020	Salary Expatriate	258,867	240,000	341,375	370,000
2025	Allowances - Staff Contract	1,025,383	622,583	474,534	1,212,475
2030	Salaries - Other Contracts	28,000	104,000	92,000	104,000
2035	Overtime - local	128	-	-	-
2050	Uniforms & Protective Clothing	10,052	3,535	440	3,535
2070	Travel - Staff	1,164	14,468	1,552	20,468
2075	Travel - Business	8,600	-	-	-
2100	Entertainment	20,559	8,200	6,864	8,200
2105	Official Celebrations	1,568	10,000	6,780	10,000
2130	Printing & Stationery	34,953	10,000	1,110	5,000
2135	Stores	7,345	5,846	1,532	5,846
2185	R&M - Buildings	47,524	-	-	-
2190	R&M - Office Equipment	95,149	-	-	1,500
2315	Utilities	438	257	-	-
2330	Telephone / Internet	1,488	2,350	382	9,072
2495	Plant & Equipment Purchases	180,449	20,000	11,000	10,000
2496	Building and Structures	-	230,000	212,133	-
2575	Local Transport	-	-	-	28,480
2605	Library/Periodicals	-	-	-	5,000
2625	Family Court Expenses	3,400	6,000	2,500	4,800
Expense Subtotal		1,884,211	1,510,649	1,338,150	2,024,387
Total Expense		1,884,211	1,510,649	1,338,150	2,024,387

The budget for Judiciary is higher in 2021-22. mainly reflecting the change in the emolument computation for resident Judges from an allowance (based on number of days on island) to a fixed salary arrangement. In the new Judges contracts, salary is a fixed amount per month irrespective of the number of days spent on the island.

Key expenditure items include:

- \$0.5 million increase has been allocated to resident judges` salaries according to the newly signed contract bringing the total salary to \$1 million;
- \$0.1 million has been provided to accommodate the engagement of additional judges to assist to clear the backlog in cases ,particularly for the Nauru Court of Appeal;
- \$0.03 million has been provided for vehicle hire for the Chief Justice`s family.

There is a plan to recruit a second resident magistrate and two judges associates in 2021-22, to assist in the administration and running of court sessions. The department is exploring options of investment in a new Court house and there are continuing negotiations with landowners for a piece of land to be secured to undertake this project.

45 BORDER CONTROL

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1325	Passport Fees and Photographs	164,070	170,000	53,600	50,000
1485	Quarantine Fees	43,601	50,000	68,491	80,000
1575	Visa Fees (Other Business)	2,247,999	1,900,000	1,592,712	1,540,444
Total Revenue		2,455,670	2,120,000	1,714,803	1,670,444
Division : 0000 - General					
Expense by Natural Account					
		-	-	-	-
Expense Subtotal		-	-	-	-
Division : 4501 - Immigration					
Expense by Natural Account					
2015	Salary - Local	138,213	209,389	140,101	208,177
2020	Salary Expatriate	74,450	75,000	72,106	80,000
2035	Overtime - local	171,230	40,000	20,275	40,000
2040	Staff Training	-	-	-	4,000
2050	Uniforms & Protective Clothing	7,705	6,000	777	3,200
2055	Consultants fees	-	-	-	-
2070	Travel - Staff	6,667	13,570	-	13,570
2075	Travel - Business	20,805	10,250	-	-
2100	Entertainment	1,659	4,000	2,030	3,000
2130	Printing & Stationery	11,585	4,000	350	4,797
2135	Stores	472	2,000	1,064	1,000
2185	R&M - Buildings	-	65,000	6,001	3,000
2190	R&M - Office Equipment	6,000	7,500	7,470	10,000
2200	R&M - Motor Vehicles	-	-	-	1,200
2330	Telephone / Internet	1,368	1,500	1,375	1,500
2370	Membership Fees & Subscriptions	1,957	2,000	1,936	2,000
2495	Plant & Equipment Purchases	58,165	10,000	-	-
2600	Postage	-	-	-	500
2700	Deportee Revomal	360	20,000	-	20,000
Expense Subtotal		500,636	470,209	253,485	395,944
Division : 4502 - Passport					
Expense by Natural Account					
2015	Salary - Local	43,147	58,850	44,019	61,506
2040	Staff Training	-	-	-	2,000
2050	Uniforms & Protective Clothing	-	2,060	2,060	-
2055	Consultants fees	-	20,000	-	-
2075	Travel - Business	5,818	690	-	-
2100	Entertainment	-	-	-	1,000
2130	Printing & Stationery	348	14,247	11,503	-
2135	Stores	247	500	425	817
2190	R&M - Office Equipment	-	2,000	-	2,000
2330	Telephone / Internet	-	1,560	-	1,560
2350	Freight	-	-	-	2,214
2495	Plant & Equipment Purchases	49,748	-	-	4,000
2600	Postage	-	500	-	-
Expense Subtotal		99,308	100,407	58,007	75,097

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Division : 4503 - Quarantine					
Expense by Natural Account					
2015	Salary - Local	202,276	325,638	214,771	259,844
2030	Salaries - Other Contracts	700	-	-	-
2040	Staff Training	3,918	981	-	5,000
2050	Uniforms & Protective Clothing	6,596	10,916	10,916	5,000
2055	Consultants fees	22,317	1,000	325	20,000
2075	Travel - Business	6,575	3,125	-	-
2100	Entertainment	5,835	4,450	4,450	3,000
2130	Printing & Stationery	422	1,799	500	8,664
2135	Stores	22,616	7,131	7,131	20,873
2185	R&M - Buildings	2,000	2,819	-	2,000
2190	R&M - Office Equipment	-	935	935	-
2330	Telephone / Internet	1,917	3,000	3,000	2,520
2495	Plant & Equipment Purchases	29,607	17,884	11,957	2,000
Expense Subtotal		304,778	379,678	253,985	328,901
Total Expense		904,722	950,294	565,477	799,941

The total budget for Border Control is lower in 2021-22. This mainly reflects increases to Consultancy to engage a Dog Desexing consultant, stores (COVID 19 response plan), that are more than offset reductions to plant and equipment purchases, salaries, printing and stationery, and travel business.

46 CORRECTIONAL SERVICES

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1475	Miscellaneous Revenue	-	-	2,100	-
1501	Sale of Livestock	-	-	-	-
Total Revenue		-	-	2,100	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	578,198	676,788	574,314	709,966
2030	Salaries - Other Contracts	125	6,000	1,170	6,200
2040	Staff Training	-	5,200	1,500	15,000
2050	Uniforms & Protective Clothing	26,193	36,731	21,634	36,970
2072	Meals and Drinks - Staff	2,839	4,150	3,775	-
2100	Entertainment	-	-	-	2,000
2130	Printing & Stationery	2,992	2,153	2,153	3,000
2135	Stores	6,702	4,599	4,599	4,715
2185	R&M - Buildings	2,605	4,500	3,451	5,000
2190	R&M - Office Equipment	-	3,000	2,794	-
2225	Agricultural Supplies	-	40,000	38,140	40,000
2315	Utilities	10,473	-	-	-
2495	Plant & Equipment Purchases	4,714	17,513	14,960	3,450
2585	Rations	67,082	66,324	54,111	86,000
2590	Correctional Services Supplies	7,473	5,700	5,248	8,160
Expense Subtotal		709,396	872,658	727,848	920,461
Total Expense		709,396	872,658	727,848	920,461

The total budget for Correctional Services is higher in 2021-22. This mainly reflects an increase in salaries, rations (to cover an increase in inmates), staff training (to accommodate inmates life skills training) more than offsetting reductions to purchase of plant and equipment and staff meals and drinks.

50 TVET

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1475	Miscellaneous Revenue	31,724	-	7,450	7,200
1597	TVET Course Fees	-	30,000	27,855	27,538
Total Revenue		31,724	30,000	35,305	34,738
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	226,612	367,385	264,874	390,692
2026	Directors Fees	2,250	6,350	1,900	2,000
2030	Salaries - Other Contracts	12,700	6,821	6,821	55,200
2050	Uniforms & Protective Clothing	22,473	-	-	20,000
2075	Travel - Business	23,464	-	-	-
2100	Entertainment	2,751	1,000	576	-
2105	Official Celebrations	6,028	7,500	1,900	6,000
2130	Printing & Stationery	25,948	1,000	1,000	21,450
2132	TVET Supplies	236,003	140,000	69,541	140,000
2135	Stores	4,020	2,342	2,008	19,000
2185	R&M - Buildings	37,486	1,000	152	25,000
2190	R&M - Office Equipment	-	-	-	1,500
2205	R&M - Plant	21,238	4,460	4,460	6,000
2230	Publicity and Awareness	-	1,500	-	2,100
2315	Utilities	-	42,705	42,705	42,600
2330	Telephone / Internet	2,520	2,520	2,045	10,080
2370	Membership Fees & Subscriptions	-	-	-	3,400
2495	Plant & Equipment Purchases	698	1,000	850	38,940
2496	Building and Structures	51,110	-	-	24,603
Expense Subtotal		675,302	585,583	398,831	808,565
Division : 5104 - Secondary School					
Expense by Natural Account					
2015	Salary - Local	-	-	11,365	-
Expense Subtotal		-	-	11,365	-
Total Expense		675,302	585,583	410,197	808,565

The total budget for TVET is higher in 2021-22 than 2020-21, mainly reflecting increases to salaries other contracts, plant and equipment, R&M Building, salaries, printing and stationery, uniforms and protective clothing, and Building and structure.

51 EDUCATION

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2030	Salaries - Other Contracts	1,465	-	10,523	-
Expense Subtotal		1,465	-	10,523	-
Division : 5101 - Head Office					
Expense by Natural Account					
2015	Salary - Local	693,082	1,121,005	952,957	849,994
2020	Salary Expatriate	352,295	445,910	347,457	459,224
2026	Directors Fees	5,850	4,500	-	21,600
2030	Salaries - Other Contracts	1,000	-	-	-
2040	Staff Training	97,618	42,480	42,063	581,397
2055	Consultants fees	-	19,000	9,000	-
2070	Travel - Staff	78,319	92,602	72,602	141,000
2075	Travel - Business	118,353	-	-	-
2100	Entertainment	22,767	39,100	35,334	55,750
2130	Printing & Stationery	4,500	17,423	17,285	22,538
2135	Stores	2,090	11,152	11,152	17,145
2185	R&M - Buildings	192,389	144,000	140,817	150,000
2370	Membership Fees & Subscriptions	66,729	115,170	107,216	61,323
2440	Scholarships - School & Trade	1,872,361	1,929,597	1,742,336	3,974,815
2495	Plant & Equipment Purchases	251,659	54,122	54,121	55,362
2575	Local Transport	55,520	96,921	68,500	42,720
Expense Subtotal		3,814,532	4,132,982	3,600,840	6,432,868
Division : 5102 - Infant School					
Expense by Natural Account					
2015	Salary - Local	512,015	741,521	597,428	870,836
2020	Salary Expatriate	226	-	-	-
2030	Salaries - Other Contracts	221,812	35,989	18,694	55,456
2130	Printing & Stationery	20,536	100,392	95,752	160,131
2135	Stores	12,994	83,203	83,202	78,922
2315	Utilities	62,928	85,776	65,252	111,040
2495	Plant & Equipment Purchases	6,752	43,127	43,126	118,414
2496	Building and Structures	-	170,000	142,154	180,000
2585	Rations	394,117	419,351	379,033	449,110
2611	Children Education Toys and Learning	-	109,268	109,265	256,622
Expense Subtotal		1,231,381	1,788,626	1,533,906	2,280,531
Division : 5103 - Primary School					
Expense by Natural Account					
2015	Salary - Local	998,943	1,304,238	1,145,266	1,185,628
2020	Salary Expatriate	20,880	-	14,001	-
2030	Salaries - Other Contracts	498,856	47,408	29,730	76,592
2130	Printing & Stationery	27,161	40,000	39,200	100,000
2135	Stores	5,247	23,869	23,868	60,000
2315	Utilities	185,779	205,460	159,638	228,080
2495	Plant & Equipment Purchases	653,411	129,076	129,075	243,498
2496	Building and Structures	66,000	206,009	138,020	646,278
2585	Rations	1,549,682	1,882,113	1,744,460	1,843,776
2611	Children Education Toys and Learning	-	147,675	147,673	320,411
Expense Subtotal		4,005,958	3,985,848	3,570,930	4,704,262

Natural_Account	Description	2019-20 Prior Year Actual	2020-21 Revised Budget	2020-21 Actual + Commitment	2021-22 Proposed Budget
Division : 5104 - Secodary School					
Expense by Natural Account					
2015	Salary - Local	282,681	277,842	242,447	320,785
2020	Salary Expatriate	6,447	-	1,546	-
2030	Salaries - Other Contracts	72,350	18,687	18,686	25,394
2130	Printing & Stationery	29,099	45,391	32,720	50,000
2135	Stores	1,698	20,988	20,987	24,029
2315	Utilities	139,249	113,744	113,739	123,224
2495	Plant & Equipment Purchases	21,932	32,270	32,269	37,558
2496	Building and Structures	-	59,753	7,021	301,386
2585	Rations	359,325	531,446	501,071	602,952
2611	Children Education Toys and Learning Supplies	-	36,918	32,720	40,000
2705	NEAT Scheme	133,420	140,386	140,385	298,639
Expense Subtotal		1,046,201	1,277,425	1,143,591	1,823,966
Division : 5105 - Able Disable Centre					
Expense by Natural Account					
2015	Salary - Local	90,784	140,749	99,447	110,178
2030	Salaries - Other Contracts	28,320	7,802	2,500	9,908
2130	Printing & Stationery	447	22,144	9,757	14,550
2135	Stores	1,776	14,429	14,429	15,800
2315	Utilities	9,338	15,120	15,119	21,685
2495	Plant & Equipment Purchases	2,450	19,307	8,270	11,000
2496	Building and Structures	-	40,000	39,999	50,000
2585	Rations	19,300	24,846	20,885	39,479
2611	Children Education Toys and Learning Supplies	-	15,943	-	65,953
Expense Subtotal		152,415	300,340	210,407	338,553
Division : 5106 - Community Play Centre					
Expense by Natural Account					
2015	Salary - Local	44,865	-	1,715	-
2130	Printing & Stationery	1,576	12,364	12,215	13,464
2135	Stores	3,209	11,000	10,914	7,627
2315	Utilities	2,400	5,280	-	-
2495	Plant & Equipment Purchases	4,051	5,131	-	6,900
2611	Children Education Toys and Learning Supplies	-	22,219	135	27,058
2617	Donations - local	-	-	-	600,000
Expense Subtotal		56,100	55,994	24,979	655,049
Total Expense		10,308,052	11,541,216	10,095,175	16,235,228

The total budget for Education is higher in 2021-22 than 2020-21, mainly reflecting new investments in improving teacher – student ratios, school facilities, scholarships and rations.

- \$2.0 million increase for scholarships to study in Australia, including new intakes for 2021 and awardees from the previous school year that have not been able to go to Australia due to travel restrictions. The increase in scholarship costs is also attributable to the increase in tuition, accommodation and administration costs relating to students that were previously in Fiji and now need to continue study in Australia following a government decision.
- \$3.2 million for nutritious school lunches (an increase of \$1.50 per plate introduced in the current year 2020-21)
- \$1.7 million increase investment in new facilities, renovation of classrooms and school facilities
- \$0.7 million is provided to purchase children education toys and learning materials to support needs at all school levels

- \$0.3 million has been provided for the payment of NEAT scheme to students that will be graduating at the end of the school year based on their attendance

Education – Every Student Learning

The Nauru Governments is spending more money on education to build a brighter future for our nation's students, in the knowledge that education lessens the challenges you will face in life. The Department of Education's Goal is to ensure inclusive and quality education for all and promote lifelong learning by 2030. The Vision is "Every Student Learning", in line with NSDS priorities.

For the last 3 years, total spending on Education has been on an upward trend. Major increases were personnel costs, scholarships and rations.

Education Budget (\$M)			
Major Expenditure Items	2018/19 Actual	2019/20 Actual	2020-21 Budget
Personnel costs	3.03	3.00	4.28
Printing & Stationary	0.12	0.08	0.24
Scholarships	1.29	1.87	1.92
Rations	1.90	2.30	2.60
NEAT Scheme	0.13	0.13	0.14
Total Expenditure	8.95	10.31	11.54

For 2021-22 the following programs have been targeted:

- \$1.7 million for improvement to infrastructure and school's premises which comprise of playcentres and build new classroom and improve school facilities.
- Government will build six (6) Playcentres amongst six districts with idea of providing quality early childhood education. This is part of exploring new experiences such as learning about play and for parents to participate in children's learning
- \$0.7 million is provided for a back-to-school payment of \$50 per child per term, to ensure that parents can purchase necessary school items to outfit children with uniforms, shoes and other items to be 'school ready'
- \$2.29 million is provided for a school nutritious lunch program
- \$3.9 million is provided for scholarships to study in Fiji and Australia. The increase reflects satisfactory results from Y12 that enables them to study abroad.
- NEAT Scheme – scheme was introduced to improve attendance. Attendance is recorded annually and at the end of student school year, which is Year-12, consolidate number of days in school and multiply by \$5. Budget for new year is cap at \$0.3 million
- As part of HR development, staff training increased to \$0.5 million to upskill and develop delivery of all Teacher assistants in schools.

52 YOUTH AFFAIRS

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	80,805	131,983	112,109	170,220
2025	Allowances - Staff Contract	-	36,000	8,670	-
2030	Salaries - Other Contracts	30,860	25,280	22,847	41,040
2035	Overtime - local	-	7,500	6,824	7,500
2100	Entertainment	1,099	1,099	1,000	2,000
2105	Official Celebrations	8,851	9,900	9,720	45,650
2130	Printing & Stationery	555	2,000	279	2,000
2135	Stores	749	949	673	949
2195	R&M - Office Premises	35,400	4,253	4,253	4,253
2205	R&M - Plant	100	1,000	137	1,000
2495	Plant & Equipment Purchases	12,920	10,000	9,566	10,000
Expense Subtotal		171,338	229,964	176,079	284,612
Division : 8101 - Office of the Secretariat					
Expense by Natural Account					
2015	Salary - Local	18	-	-	-
Expense Subtotal		18	-	-	-
Total Expense		171,357	229,964	176,079	284,612

The total budget for Youth Affairs is higher in 2021-22 than 2020-21, mainly reflecting increases in salaries more than offsetting reductions in Allowances staff contract.

- \$0.04 million is provided for the National Youth Day celebration to be coordinated by the Youths of Nauru alongside the celebration for the birthday of late President of Nauru Sir Hammer De Robert.

60 COVID-19 TASKFORCE

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 6001 - Hospital Preparedness					
Expense by Natural Account					
2015	Salary - Local	-	116,900	81,023	67,500
2050	Uniforms & Protective Clothing	-	25,000	6,612	20,000
2185	R&M - Buildings	-	-	-	50,000
2471	Medical Consumable	-	50,000	22,788	100,000
2474	Clinical Education Supplies	-	4	-	-
2480	Medical Equipment	-	315,868	270,859	100,000
2495	Plant & Equipment Purchases	-	23,000	22,955	-
2496	Building and Structures	-	1,919,533	1,651,604	950,000
Expense Subtotal		-	2,450,305	2,055,841	1,287,500
Division : 6002 - Quarantine & Isolation					
Expense by Natural Account					
2015	Salary - Local	-	-	-	11,250
2030	Salaries - Other Contracts	-	1,035,987	916,181	993,000
2135	Stores	-	29,057	19,729	20,000
2155	House Rental	-	4,927,677	3,570,205	5,190,000
2315	Utilities	-	71,873	56,189	181,440
2575	Local Transport	-	2,500	2,400	29,760
2617	Donations - local	-	189,215	188,869	25,000
Expense Subtotal		-	6,256,309	4,753,573	6,450,450
Division : 6003 - National Measures					
Expense by Natural Account					
2015	Salary - Local	-	148,782	127,843	156,000
2072	Meals and Drinks - Staff	-	22,678	19,573	50,500
2075	Travel - Business	-	324,000	323,816	300,000
2130	Printing & Stationery	-	6,927	5,968	8,000
2135	Stores	-	2,000	1,205	3,000
2275	Purchase of Petrol	-	9,545	8,720	15,000
2280	Purchase of Diesel	-	9,458	9,058	15,000
2330	Telephone / Internet	-	10,000	1,844	1,008
2350	Freight	-	43,500	19,035	13,000
2370	Membership Fees & Subscriptions	-	2,112	1,256	1,008
Expense Subtotal		-	559,002	518,317	562,516
Total Expense		-	9,265,616	7,327,732	8,300,466

The total budget for COVID 19 Taskforce is lower in 2021-22 compared to 2020-21. This mainly reflects reductions in provisions for buildings and structures, medical equipment, salaries other contracts, salaries local and freight lines more than offsetting increases to house rental, utilities, local transport, meals and drinks staff.

Nauru commenced the roll-out of the AstraZeneca vaccine for all adults in April 2021, with nearly 100 per cent of the adult population receiving their first dose, with the second dose due in June 2021.

Notwithstanding the roll out of the COVID 19 vaccination in Nauru, there is still a small risk of a local virus transmission through the minority local population that are exempted from the vaccine due to

their medical condition. In view of this, the COVID 19 Capture and Contain Policy will be maintained as business as usual in the new financial year 2021-22. All incoming passengers are still required to be subject to quarantine for the prescribed number of days and only released to the community following issuance of a clean medical report.

Key expenditure measures to respond to COVID-19 include:

- \$1.2 million for health preparedness, including medical equipment and consumables, PPE and essential building works for hospital facilities:
 - Warehouse stores and Facility (\$0.5 million)
 - Flood mitigation project (\$0.3 million)
 - Waste management shed \$0.2 million)
- \$6.5 million to cover quarantine measures including mostly accommodation at the designated sites (house rental \$5.2 million), security and administration cost \$1 million) and other lines (\$0.3 million)
- \$0.3 million to cover two repatriation flights
- \$0.3 million for Taskforce running and administration costs.

COVID-19 DEVELOPMENT

One of the biggest lessons for Nauru during this challenging period is the need for urgent action to cushion the pandemic's health and economic consequences, protect vulnerable populations, and set the stage for a lasting recovery. While Nauru was one of the fortunate countries not to record a positive COVID case, we still feel the full brunt of the pandemic indirectly in the form of disruptions to essential services and delivery of goods and services as and when required.

Pro-Active Action of the Government

When the pandemic hit the global economy, Government moved swiftly and made some strategic decisions:

- Implemented a State of Emergency in March 2020;
- Adopted a Capture and Contain policy to manage its response to the Coronavirus pandemic;
- Restricted passenger flights to once every two weeks, and a compulsory hotel quarantine for all arriving passengers
- Dedicated Covid-19 Taskforce to coordinate and manage the Government's response to pandemic and the rollout of the vaccine program
- Government operations continued as normal to this date

COVID-19 Measures in the 2021-22 Budget.

Demonstrating its commitment to protect its people and borders, Government will allocate \$8.3 million from its own resources to continue with preventive measures and vaccinations associated with COVID19. For 2021-22 key deliverables includes:

- Quarantine and Hospital preparedness is still essential and the budget of \$5.1 million has been allocated for it, to cover accommodation, food, security and administration costs;
- In collaboration with Department of Health, \$1.5 million has been allocated for a new Maternity Ward. The existing ward will be taken up by COVID19 cases and therefore there is a need to build a new ward for pregnant women.
- Medical consumables and medical equipment – which includes Test kits and supplies is budgeted for \$200,000.
- Government is also investing in a Warehouse storage facility with \$500,000 being budgeted for in the 2021-22
- Repatriation, freighter and other costs at \$0.3 million
- To ensure medical personnel are well remunerated an additional \$67,500 under Local Salary is earmarked for 25 health care workers as allowances

Vaccination Roll-out

Safeguarding its population remains a priority of the current Government. On April 19, 2021, a vaccination program commenced on the island and this was led by the President of Nauru and his Cabinet members. A total of 7,400 AstraZeneca vaccine sourced under the COVAX facility with WHO was received by the Government. At the printing of this report, the total number of the adult population that have been vaccinated is around 7,308 – which is 98 percent of eligible people to be vaccinated. The 2nd jab will commence in June 2021.

Subsidies provided by Government

The Government is mitigating risks to food supply and delivery by ensuring that there is at least one air-freight service a week, and regular sea freight services at reasonable cost. For the air freight, Government is paying \$90,000 on weekly basis to NAC for the return empty leg flight to BNE. For regular sea freight, Government is paying around \$0.4 million on quarterly basis to NMPA to cover sea cargo/containers. Government has also supported the NAC redeployment scheme.

Donor Support

Eradicating and minimizing the spread of COVID19 would not be possible without the support of our bilateral partners. Government is grateful to Donors for supporting Nauru through cash injections and deeds which allow the procurement of necessary ventilators and masks and kits to support RON Hospital in mitigating the impact of the pandemic. Government is optimistic of Donors ongoing support in 2021-22 to continue with hospital preparedness and purchase of medical consumables, as proactive actions against any surge in cases.

61 HEALTH

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1330	Visa Check up	10,469	6,505	4,116	4,332
1475	Miscellaneous Revenue	3,707	-	45,747	-
1495	Service Fees	14,790	19,728	-	30,000
1520	Food Handler Check up	8,360	6,000	11,500	11,600
1555	Spectacles,Drugs etc	2,910	4,000	4,690	5,000
1565	Medical Services	4,110	2,300	7,860	8,273
Total Revenue		44,346	38,533	73,913	59,205
Division : 0000 - General					
Expense by Natural Account					
		-	-	-	-
Expense Subtotal		-	-	-	-
Division : 6101 - Office of the Secretary					
Expense by Natural Account					
2015	Salary - Local	2,193,340	3,393,597	2,634,771	3,371,965
2020	Salary Expatriate	2,021,977	2,390,384	1,943,081	2,809,812
2025	Allowances - Staff Contract	35,891	543,000	436,301	730,184
2026	Directors Fees	-	-	-	2,400
2030	Salaries - Other Contracts	54,880	-	-	-
2035	Overtime - local	1,930	-	-	-
2040	Staff Training	19,087	84,000	68,557	30,000
2050	Uniforms & Protective Clothing	-	-	-	20,000
2055	Consultants fees	190,392	215,000	205,204	215,000
2070	Travel - Staff	183,164	84,125	82,676	50,000
2072	Meals and Drinks - Staff	24,206	-	-	-
2075	Travel - Business	103,332	2,500	4,175	-
2100	Entertainment	9,994	14,000	12,067	40,000
2130	Printing & Stationery	46,607	9,000	6,526	20,000
2135	Stores	1,597	3,000	2,768	5,000
2160	Land Rental	-	30,000	-	30,000
2185	R&M - Buildings	-	12,000	8,590	129,600
2190	R&M - Office Equipment	16,893	25,000	23,168	10,000
2191	R&M Medical Equipment	106,965	-	-	-
2205	R&M - Plant	1,892	-	-	-
2315	Utilities	1,458,583	1,412,827	1,206,681	1,412,827
2330	Telephone / Internet	3,340	11,322	6,750	15,000
2370	Membership Fees & Subscriptions	-	13,820	13,820	-
2475	Overseas Medical Treatment	5,556,887	4,000,000	3,999,596	4,000,000
2480	Medical Equipment	169,498	-	-	-
2495	Plant & Equipment Purchases	338,023	-	-	-
2496	Building and Structures	682,171	-	-	-
2575	Local Transport	47,140	30,000	15,835	50,000
Expense Subtotal		13,267,788	12,273,575	10,662,214	12,941,788

Natural_Account	Description	2019-20 Prior Year Actual	2020-21 Revised Budget	2020-21 Actual + Commitment	2021-22 Proposed Budget
Division : 6102 - RON Hospital					
Expense by Natural Account					
2015	Salary - Local	-	0	20,006	-
2020	Salary Expatriate		0	-	-
2050	Uniforms & Protective Clothing	7,541	20,000	14,317	30,000
2072	Meals and Drinks - Staff	124,584	241,000	213,316	205,000
2130	Printing & Stationery	19,891	47,000	46,784	25,000
2135	Stores	1,830	3,000	2,607	5,000
2190	R&M - Office Equipment	15,999	6,000	5,610	10,000
2191	R&M Medical Equipment	58,340	37,180	11,100	50,000
2205	R&M - Plant	59,664	60,000	38,360	60,000
2220	Nauru Community Housing	-	50,000	5,762	-
2467	Drugs and Medicines	772,771	1,100,000	1,096,488	1,100,000
2468	Dental Supplies	46,778	50,000	10,312	50,000
2469	Dialysis Supplies	248,706	-	-	-
2471	Medical Consumable	674,488	600,000	529,566	500,000
2472	Laboratory supplies	366,152	248,000	247,217	300,000
2473	Radiology Supplies	9,320	20,000	19,986	25,000
2474	Clinical Education Supplies	16,911	20,000	-	20,000
2480	Medical Equipment	103,077	265,000	263,700	397,250
2495	Plant & Equipment Purchases	-	161,000	93,591	1,000
2496	Building and Structures	-	-	-	1,500,000
2585	Rations	580,455	688,000	587,632	588,000
Expense Subtotal		3,106,507	3,616,180	3,206,354	4,866,250
Division : 6103 - Public Health					
Expense by Natural Account					
2015	Salary - Local	-	-	25,636	-
2050	Uniforms & Protective Clothing	-	-	-	3,000
2130	Printing & Stationery	4,998	5,000	2,736	5,000
2135	Stores	2,908	3,000	2,906	3,000
2185	R&M - Buildings	28,525	-	-	-
2461	Primary Health Care Services	14,361	293,400	121,267	259,900
2462	NCD Control & Health Promotion	3,717	43,600	23,893	43,600
2463	Environmental Health and Food safety	27,561	10,000	6,461	10,000
2464	Management Monitoring & Evaluation	15,530	31,000	12,865	30,000
2469	Dialysis Supplies	-	350,000	195,600	350,000
Expense Subtotal		97,599	736,000	391,364	704,500
Total Expense		16,471,894	16,625,755	14,259,932	18,512,537

The total budget for Health is slightly lower in 2021-22 at \$16.5 million, than 2020-21. In the 2021-22 Budget, health services have been maintained and supplemented with expenditures related to the COVID-19 Taskforce.

- \$7million is provided for local and expatriate salaries and allowances for existing and new medical staff
- \$4 million is provided for Overseas Medical Referrals.
- \$1.5 million is provided for investment in a new maternity ward (Building and structures)
- \$0.1 million is provided to cover urgent maintenance and repairs in the hospital (transfer from Chief Secretary) to reduce turnaround times with respect to urgent maintenance
- The Nauru Health Professional Training Institute training and capacity development will continue in 2021-22. This is being done in partnership with universities in Fiji and Australia.

In addition, there are COVID-19 related investments that increase the resources available to support better health outcomes. These include:

- \$1.2 million for health preparedness, including medical equipment and consumables, PPE and essential building works for hospital facilities:
- \$6.5 million to cover quarantine measures including mostly accommodation at the designated sites (house rental \$5.2 million), security and administration cost \$1 million) and other lines (\$0.3 million)

Government Spending on Health

The Government strategic priorities primarily designed to improve the health of all Nauruans, and working towards achieving the broader health outcomes outlined in the NSDS which is “Strengthened health systems capacity and sustainability through institutional and systems reform, organizational restructure, planning and quality delivery of health services.

Government spending on Health has grown over the years to demonstrate focus on health protection, health and well-being of everyone and on initiatives to manage the growing burden of non-communicable diseases.

Health Spending (\$M)			
Major Expenditure Items	2018/19 Actual	2019/20 Actual	2020/21 (Budget)
Personnel costs	3.90	4.30	6.30
Overseas Medical Treatment	5.03	5.56	4.00
Drugs & Medicine	0.80	0.77	1.10
Medical consumables	0.70	0.67	0.79
Primary Health Care	0.05	0.01	0.29
Medical Equipment	0.31	0.27	0.27
Dialysis	0.12	0.25	0.35
Total Health Expenditure	\$14.91m	\$16.47m	\$16.63m

To ensure that all Nauruans have access to professional health care, the Overseas Medical Treatment has average around \$4.5 million in the last 3 years. It's anticipated the 2021-22 outcomes will be at similar levels. Overseas medical treatment is provided by Medical providers in Australia (various Health providers), Fiji (Suva private Hospital, Nasese Clinic, MIOT), ROC Taiwan (Taijung hospital) and Malaysia.

To provide better linkages between clinical and preventive services and management of diseases, Government is increasing focus on primary health care budget with budget growing from \$50,000 in 2018-19 to \$0.2 million in 2020-21. To ensure quality treatment is readily available locally, Government spending on drugs and medicines increased to \$1.1 million for 2020-21 and similar levels is projected in the new financial year.

Introducing innovative practices to address efficiency has resulted in Government spending close to \$1 million in the last 3-years to purchase quality medical equipment for use by Surgeons and primary health care.

Apart from medical services, the Government's focus is building up human resources capacity as this will result in more efficient and effective health services which, in turn, will result in better service experience for our patients. Personnel costs budget has increased from \$3.9 million in 2018-19 to \$6.3 million in current year. An intensive recruitment of expatriates is ongoing and this will raise service levels provided by RON Hospital and public health. At the same time Government is prioritizing training of local staff with 10 trainee nurses under the Nurse Aid program already graduating in early 2021. The plans are to commence with Diploma in Nursing from 1 July 2021 with 30 space available for those who meet the requirements.

62 SPORT

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1475	Miscellaneous Revenue	2,800	-	-	-
1565	Medical Services	-	2,700	-	-
Total Revenue		2,800	2,700	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	116,564	150,863	171,510	174,990
2030	Salaries - Other Contracts	-	3,180	1,660	20,000
2035	Overtime - local	-	3,000	1,320	-
2040	Staff Training	-	16,102	1,450	20,000
2050	Uniforms & Protective Clothing	-	3,750	3,750	3,750
2055	Consultants fees	-	-	-	30,000
2075	Travel - Business	16,588	22,000	14,111	-
2100	Entertainment	4,968	5,000	2,597	5,000
2105	Official Celebrations	-	20,000	300	20,000
2130	Printing & Stationery	1,679	2,000	1,571	3,000
2135	Stores	500	1,000	828	2,000
2185	R&M - Buildings	-	200,000	83,940	50,000
2370	Membership Fees & Subscriptions	7,262	-	-	7,000
2495	Plant & Equipment Purchases	117,659	140,000	12,394	25,000
2496	Building and Structures	498,914	38,906	38,906	70,000
2575	Local Transport	-	20,000	-	-
2617	Donations - local	1,031,221	585,000	488,326	895,000
Expense Subtotal		1,795,354	1,210,801	822,663	1,325,740
Total Expense		1,795,354	1,210,801	822,663	1,325,740

The total budget for Sport is higher in 2021-22 than 2020-21, mainly reflecting investment in community gyms, funding for local sports federations and sports programs geared toward children and community development:

- \$0.6 million community gym renovation and maintenance;
- \$0.2 million Tier Sport Support to cover operations costs for sporting federations from 2021-22 onwards;
- \$0.1 million to support Community in Sport section activities;
- \$0.1 million for the No school No play incentive;
- \$0.02 million for National Day sport prizes.

63 DEPARTMENT OF INFRASTRUCTURE DEVELOPMENT

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	76,086	235,067	135,699	202,798
2030	Salaries - Other Contracts	13,740	-	-	144,400
2040	Staff Training	-	3,400	3,033	17,500
2055	Consultants fees	-	25,200	19,530	41,596
2075	Travel - Business	84,554	-	-	-
2100	Entertainment	-	2,500	2,500	3,500
2130	Printing & Stationery	1,238	2,400	2,078	3,000
2135	Stores	1,102	3,000	2,966	2,710
2165	Office Rental	30,000	72,000	28,500	72,000
2315	Utilities	2,632	22,560	1,200	22,560
2330	Telephone / Internet	-	-	-	80,000
2495	Plant & Equipment Purchases	134,917	138,148	133,716	38,926
2496	Building and Structures	1,021	-	-	600,000
2575	Local Transport	500	37,000	36,100	73,000
2580	Public Works	1,149,513	446,560	279,166	482,000
2617	Donations - local	1,433,216	2,499,387	1,796,526	2,000,000
Expense Subtotal		2,928,519	3,487,222	2,440,514	3,783,989
Total Expense		2,928,519	3,487,222	2,441,014	3,783,989

The total budget for Infrastructure Development is higher in 2021-22 than 2020-21.

- \$2 million has been provided to invest in the Smart Village Pilot (Smart Housing project).
- \$0.6 million has been provided to invest in seawall projects around the country as part of Government's Climate change Resilience initiative

71 FOREIGN AFFAIRS

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	456,095	538,084	459,360	494,319
2035	Overtime - local	7,945	30,000	9,378	14,000
2040	Staff Training	38,561	-	-	10,000
2041	Prep & Orientation of Seasonal Workers	-	-	-	10,000
2050	Uniforms & Protective Clothing	4,900	-	-	-
2055	Consultants fees	10,000	2,000	2,000	10,000
2070	Travel - Staff	33,731	70,000	46,986	188,640
2075	Travel - Business	140,484	291,708	165,720	13,025
2100	Entertainment	6,060	38,000	18,060	28,000
2105	Official Celebrations	-	5,000	4,436	4,000
2110	Protocol	99,333	62,400	4,304	30,000
2130	Printing & Stationery	11,135	5,892	3,053	157,731
2135	Stores	5,650	5,000	4,628	4,000
2190	R&M - Office Equipment	67	1,000	15	1,000
2330	Telephone / Internet	6,604	12,140	8,414	10,000
2370	Membership Fees & Subscriptions	420,910	272,952	187,123	324,632
2495	Plant & Equipment Purchases	201,286	28,600	11,653	800
2496	Building and Structures	48,175	-	-	-
2575	Local Transport	9,000	-	-	-
2600	Postage	1,430	2,000	470	2,000
Expense Subtotal		1,501,366	1,364,776	925,599	1,302,146
Division : 0304 - Human Resource					
Expense by Natural Account					
2015	Salary - Local	-	-	845	-
Expense Subtotal		-	-	845	-
Total Expense		1,501,366	1,364,776	926,445	1,302,146

The total budget for Foreign Affairs is slightly lower in 2021-22 and this is attributed to the reduced provision for travel business, salary local and entertainment more than offsetting increases in travel staff and protocol.

- \$0.2 million has been provided to cover for the hosting of the Micronesian Presidency Summit to be chaired by Nauru in 2021-22

72 Brisbane

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	120,883	71,089	40,741	36,576
2020	Salary Expatriate	450,844	476,576	322,994	467,652
2030	Salaries - Other Contracts	46,106	69,400	24,454	69,744
2040	Staff Training	-	3,000	-	3,000
2070	Travel - Staff	2,143	16,500	8,791	26,500
2075	Travel - Business	12,133	3,865	1,575	-
2100	Entertainment	2,175	7,500	4,601	7,500
2105	Official Celebrations	3,852	3,750	1,500	3,750
2130	Printing & Stationery	1,801	9,000	1,527	3,000
2135	Stores	2,836	4,000	3,013	4,000
2155	House Rental	103,577	72,800	44,201	44,200
2165	Office Rental	177,724	166,200	108,924	166,200
2185	R&M - Buildings	6,398	4,560	788	4,560
2190	R&M - Office Equipment	10,813	16,880	10,002	16,880
2200	R&M - Motor Vehicles	6,747	12,750	12,414	11,250
2275	Purchase of Petrol	27,308	35,152	15,654	25,168
2280	Purchase of Diesel	5,473	6,000	3,762	6,000
2315	Utilities	9,204	5,000	3,892	10,600
2330	Telephone / Internet	43,456	43,200	24,101	42,600
2370	Membership Fees & Subscriptions	19,341	14,732	5,293	14,732
2495	Plant & Equipment Purchases	18,589	10,800	-	5,000
2560	Educational Expenses - Special	4,315	8,000	3,000	8,000
2565	Insurance	22,402	35,868	22,526	29,184
2575	Local Transport	12,949	19,816	10,200	26,356
2600	Postage	88	900	-	900
Expense Subtotal		1,111,158	1,117,338	673,952	1,033,352
Total Expense		1,111,158	1,117,338	673,952	1,033,352

The total budget for Brisbane is slightly lower in 2021-22 than 2020-21 mainly reflecting reduced salaries provision for the Vice Consul (VC). Other personnel related costs for the VC such as house rental, allowances, insurance have been reduced accordingly.

73 Suva

Natural_Account	Description	2019-20 Prior Year Actual	2020-21 Revised Budget	2020-21 Actual + Commitment	2021-22 Proposed Budget
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	138,929	206,481	117,823	165,765
2020	Salary Expatriate	57,652	72,695	47,412	63,193
2035	Overtime - local	1,101	-	-	-
2050	Uniforms & Protective Clothing	1,701	2,000	815	2,825
2070	Travel - Staff	43,638	-	-	34,202
2075	Travel - Business	46,553	30,180	12,600	-
2100	Entertainment	19,780	6,154	3,901	6,429
2105	Official Celebrations	7,809	11,619	7,484	11,786
2130	Printing & Stationery	6,874	5,748	5,026	5,830
2135	Stores	3,288	2,788	1,250	5,848
2155	House Rental	100,864	118,310	77,634	123,500
2165	Office Rental	34,485	41,522	39,845	42,715
2185	R&M - Buildings	20,315	6,200	4,610	7,003
2190	R&M - Office Equipment	8,639	8,665	4,870	8,690
2200	R&M - Motor Vehicles	32,693	28,310	9,708	27,697
2275	Purchase of Petrol	11,734	14,841	9,951	19,286
2280	Purchase of Diesel	28,342	36,175	16,102	25,000
2315	Utilities	9,418	20,704	11,399	18,000
2330	Telephone / Internet	15,611	20,313	9,743	15,000
2460	Medical Expenses	7,373	13,239	12,033	14,143
2495	Plant & Equipment Purchases	90,139	21,504	8,553	33,469
2496	Building and Structures	-	500,000	-	-
2560	Educational Expenses - Special	25,052	22,535	6,980	10,000
2565	Insurance	408	13,437	115	10,000
2570	Bank Charges	488	845	308	864
2600	Postage	535	761	30	771
2618	Donations - overseas	5,276	7,042	1,777	7,143
2690	Foreign exchange gains/losses	-	2,113	-	3,000
Expense Subtotal		718,697	1,214,180	409,967	662,158
Total Expense		718,697	1,214,180	409,967	662,158

The total budget for Suva is lower in 2021-22 than 2020-21 mainly reflecting the reduced allocation for building and structures with the view that there are not going to be any further costs in 2021-22.

The total project budget of \$0.5 million has been allocated in 2020-21 and this will be drawn down in full and deposited to a Trust account to be managed by the Suva High Commissioner for the period of the project.

74 New York

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	480,268	408,749	271,643	308,714
2020	Salary Expatriate	230,262	229,742	180,179	228,283
2025	Allowances - Staff Contract	62,850	44,788	24,700	34,715
2035	Overtime - local	37,790	7,990	-	10,000
2050	Uniforms & Protective Clothing	14,616	13,139	12,880	-
2055	Consultants fees	-	39,370	-	43,796
2070	Travel - Staff	50,099	141,354	87,773	125,009
2075	Travel - Business	393,575	75,230	11,929	33,577
2100	Entertainment	72,231	57,226	6,088	28,000
2130	Printing & Stationery	28,285	21,606	10,674	19,416
2155	House Rental	395,142	352,022	239,524	294,891
2165	Office Rental	225,364	262,774	191,416	262,774
2190	R&M - Office Equipment	-	1,679	-	1,679
2200	R&M - Motor Vehicles	2,592	5,197	2,433	5,197
2205	R&M - Plant	10,030	10,073	8,242	10,073
2275	Purchase of Petrol	4,566	8,759	2,738	8,759
2315	Utilities	28,429	28,029	20,061	26,277
2330	Telephone / Internet	136,393	110,365	69,988	107,142
2370	Membership Fees & Subscriptions	195,691	92,551	40,685	90,980
2460	Medical Expenses	21,860	35,036	9,005	37,313
2495	Plant & Equipment Purchases	23,654	6,857	4,596	11,679
2560	Educational Expenses - Special	44,142	37,956	35,492	37,956
2565	Insurance	272,691	268,350	267,713	230,775
2570	Bank Charges	23,138	22,774	18,043	22,774
2600	Postage	3,147	3,625	472	1,000
2620	Lease & Charter Payments	89,674	66,686	41,927	56,438
2690	Foreign exchange gains/losses	379	46,375	-	46,375
Expense Subtotal		2,846,868	2,398,303	1,555,634	2,083,590
Total Expense		2,846,868	2,398,303	1,555,634	2,083,590

The expenditure for New York is lower in 2021-22 than 2020-21 reflecting the decision to not provide an allocation for the Deputy Permanent Representative position.

Other personnel costs (salaries, allowances, house rental, educational) related to this position have also been reduced.

75 Taiwan

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	99,749	112,983	59,763	117,885
2020	Salary Expatriate	105,396	103,999	65,538	103,999
2025	Allowances - Staff Contract	8,240	8,840	5,780	12,370
2030	Salaries - Other Contracts	5,289	8,398	850	4,000
2050	Uniforms & Protective Clothing	-	5,000	1,207	3,500
2075	Travel - Business	20,176	10,534	7,697	10,000
2100	Entertainment	7,993	10,000	6,114	9,405
2105	Official Celebrations	4,745	12,000	5,217	11,286
2130	Printing & Stationery	- 51	2,101	1,476	1,693
2135	Stores	1,546	1,135	459	1,016
2155	House Rental	37,379	31,069	31,047	58,682
2165	Office Rental	36,842	34,072	20,690	34,064
2190	R&M - Office Equipment	2,440	2,077	2,185	1,952
2200	R&M - Motor Vehicles	1,818	3,748	508	2,000
2275	Purchase of Petrol	2,634	2,800	922	4,200
2315	Utilities	13,117	19,860	11,678	23,280
2330	Telephone / Internet	12,468	13,607	11,319	16,292
2370	Membership Fees & Subscriptions	422	1,731	1,630	1,189
2460	Medical Expenses	17,484	20,050	12,298	20,740
2495	Plant & Equipment Purchases	63,577	4,249	3,521	8,897
2560	Educational Expenses - Special	8,096	32,557	9,966	44,993
2565	Insurance	13,741	13,557	7,507	17,988
2570	Bank Charges	369	1,038	173	941
2575	Local Transport	13,014	23,456	8,626	10,000
2600	Postage	864	6,368	5,823	329
2690	Foreign exchange gains/losses	-	1,000	-	1,000
Expense Subtotal		477,347	486,228	281,993	521,700
Total Expense		477,347	486,228	281,993	521,700

The total budget for Taiwan is higher in 2021-22 than 2020-21. This mainly reflects higher staff related costs (salaries, allowances, house rental, educational) following the recent recruitment of the new First Secretary for Taiwan.

76 Geneva

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1475	Miscellaneous Revenue	15	-	-	-
Total Revenue		15	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	166,500	200,460	150,387	111,099
2020	Salary Expatriate	79,337	124,424	91,431	124,424
2050	Uniforms & Protective Clothing	-	5,000	3,146	5,000
2070	Travel - Staff	-	5,634	5,567	3,800
2075	Travel - Business	91,276	27,648	26,146	6,728
2100	Entertainment	13,588	22,650	2,782	7,299
2105	Official Celebrations	-	6,795	1,794	6,795
2130	Printing & Stationery	8,742	4,228	1,280	4,228
2135	Stores	8,845	4,530	4,527	4,530
2155	House Rental	149,087	163,442	85,981	135,900
2165	Office Rental	-	27,180	6,614	18,000
2190	R&M - Office Equipment	305	7,852	98	5,000
2200	R&M - Motor Vehicles	4,564	15,100	6,401	10,000
2275	Purchase of Petrol	2,990	7,852	903	7,852
2315	Utilities	2,409	11,778	4,411	7,500
2330	Telephone / Internet	18,793	51,924	49,735	48,800
2370	Membership Fees & Subscriptions	-	302	-	302
2495	Plant & Equipment Purchases	-	7,550	5,149	7,550
2560	Educational Expenses - Special	97,474	74,745	47,371	74,745
2565	Insurance	-	75,628	42,086	63,378
2570	Bank Charges	3,939	500	164	500
2600	Postage	8,882	3,020	820	3,020
2690	Foreign exchange gains/losses	141,600	7,000	-	-
Expense Subtotal		798,331	855,242	536,790	656,450
Total Expense		798,331	855,242	536,790	656,450

The total budget for Geneva is lower in 2021-22 than 2020-21 due to reduced costs for the Ambassador's salary and personnel related allowances. The recruitment for the vacant Ambassador position is expected to be delayed due the current pandemic travel restrictions.

77 India

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	-	41,250	-	41,250
2020	Salary Expatriate	-	6,000	-	6,000
2075	Travel - Business	-	4,500	-	-
2100	Entertainment	-	2,500	-	2,500
2130	Printing & Stationery	-	1,000	-	1,000
2135	Stores	-	500	-	500
2185	R&M - Buildings	-	1,250	-	1,250
2200	R&M - Motor Vehicles	-	1,000	-	1,000
2275	Purchase of Petrol	-	4,000	-	4,000
2315	Utilities	-	3,050	-	3,050
2330	Telephone / Internet	-	4,050	-	4,050
2495	Plant & Equipment Purchases	-	62,750	-	62,750
2565	Insurance	-	9,500	-	9,500
2570	Bank Charges	-	1,000	-	1,000
2600	Postage	-	1,000	-	1,000
2690	Foreign exchange gains/losses	-	1,000	-	73,125
Expense Subtotal		-	144,350	-	211,975
Total Expense		-	144,350	-	211,975

The total budget for India is higher in 2021-22 than 2020-21, reflecting an assessment that there may be some progress in respect to the establishment of the India mission in 2021-22.

- \$0.1 million was received from the Government of India in August 2020 as grant support for the first-year operations of the mission office in New Delhi.

78 Canberra

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	-	105,742	4,624	144,587
2020	Salary Expatriate	-	88,482	-	93,486
2025	Allowances - Staff Contract	-	-	-	5,980
2050	Uniforms & Protective Clothing	-	5,000	-	5,000
2070	Travel - Staff	-	3,577	-	-
2075	Travel - Business	-	7,125	-	16,000
2100	Entertainment	-	11,250	-	7,000
2105	Official Celebrations	-	7,500	-	8,000
2110	Protocol	-	-	-	3,000
2130	Printing & Stationery	1,672	3,624	886	3,624
2135	Stores	-	2,550	-	2,500
2155	House Rental	-	76,800	6,599	171,600
2165	Office Rental	43,325	60,475	29,692	96,900
2185	R&M - Buildings	-	7,500	-	7,500
2190	R&M - Office Equipment	-	-	-	2,000
2200	R&M - Motor Vehicles	-	2,250	488	5,750
2275	Purchase of Petrol	-	6,240	-	35,106
2315	Utilities	-	15,000	-	19,200
2330	Telephone / Internet	-	20,700	619	18,612
2460	Medical Expenses	-	7,500	-	7,500
2495	Plant & Equipment Purchases	85,247	95,681	10,708	-
2560	Educational Expenses - Special	-	22,500	-	40,000
2565	Insurance	-	17,250	4,270	32,052
2570	Bank Charges	-	2,000	-	2,000
2600	Postage	-	3,000	-	3,000
Expense Subtotal		130,244	571,746	57,886	730,397
Total Expense		130,244	571,746	57,886	730,397

The total budget for Canberra is higher in 2021-22 than 2020-21. This mainly reflects increased costs to fund the first full year operations cost (12 months) for the mission office after its formal commencement in 2020-21.

81 INTERNAL AFFAIRS

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1475	Miscellaneous Revenue	24,041	-	-	-
Total Revenue		24,041	-	-	-
Division : 0000 - General					
Expense by Natural Account					
Expense Subtotal		-	-	-	-
Division : 0801 - Office of the Secretary and Administration					
Expense by Natural Account					
2030	Salaries - Other Contracts	-	77,080	-	-
Expense Subtotal		-	77,080	-	-
Division : 8101 - Office of the Secretariat					
Expense by Natural Account					
2015	Salary - Local	483,541	547,127	614,294	112,687
2020	Salary Expatriate	109,425	110,000	96,758	-
2030	Salaries - Other Contracts	-	77,080	4,600	-
2035	Overtime - local	-	5,000	4,576	8,000
2040	Staff Training	-	16,200	15,950	5,000
2050	Uniforms & Protective Clothing	-	-	-	8,000
2070	Travel - Staff	-	1,920	-	-
2075	Travel - Business	31,029	5,750	5,723	-
2100	Entertainment	6,500	7,500	6,521	4,000
2105	Official Celebrations	98,009	167,080	165,863	88,000
2130	Printing & Stationery	7,538	4,350	1,000	-
2135	Stores	111	300	300	1,000
2185	R&M - Buildings	-	-	-	20,000
2495	Plant & Equipment Purchases	89,049	13,000	12,681	-
2617	Donations - local	1,000	-	-	-
Expense Subtotal		826,202	955,307	928,265	246,687
Division : 8102 - Culture & Language Bureau					
Expense by Natural Account					
2015	Salary - Local	-	-	-	257,061
2030	Salaries - Other Contracts	-	1,600	750	4,920
2035	Overtime - local	-	800	800	1,000
2040	Staff Training	500	1,000	-	1,000
2055	Consultants fees	2,800	3,320	2,145	-
2075	Travel - Business	3,088	-	-	-
2100	Entertainment	3,320	18,820	18,200	5,052
2105	Official Celebrations	10,000	10,000	10,000	10,000
2130	Printing & Stationery	970	-	-	-
2135	Stores	374	400	340	10,820
2185	R&M - Buildings	55,546	12,000	11,999	3,185
2200	R&M - Motor Vehicles	-	-	-	5,000
2205	R&M - Plant	-	600	-	600
Expense Subtotal		76,597	48,540	44,235	298,638
Expense by Natural Account					
Expense Subtotal		-	-	-	-
Expense Subtotal		-	-	-	-

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Expense by Natural Account					
2015	Salary - Local	-	-	-	63,113
2030	Salaries - Other Contracts	-	-	-	-
2072	Meals and Drinks - Staff	-	2,000	2,000	-
2105	Official Celebrations	2,000	2,000	2,000	1,000
2130	Printing & Stationery	-	4,000	-	5,140
2135	Stores	-	-	-	600
2230	Publicity and Awareness	-	11,000	10,400	-
Expense Subtotal		2,000	19,000	14,400	69,853
Division : 8105 - Clean & Green					
Expense by Natural Account					
2015	Salary - Local	-	-	-	31,345
2030	Salaries - Other Contracts	2,966,700	3,120,000	2,762,266	3,122,000
2100	Entertainment	2,000	2,000	590	5,000
2105	Official Celebrations	15,000	15,000	14,500	15,000
2130	Printing & Stationery	465	500	-	500
2135	Stores	-	200	60	200
2205	R&M - Plant	-	600	291	500
Expense Subtotal		2,984,165	3,138,300	2,777,707	3,174,545
Division : 8106 - Child Protection					
Expense by Natural Account					
2030	Salaries - Other Contracts	-	-	-	-
2035	Overtime - local	38,283	20,200	20,200	-
2100	Entertainment	1,320	2,000	2,000	-
2105	Official Celebrations	-	-	-	-
2130	Printing & Stationery	829	-	-	-
2135	Stores	434	403	403	-
2185	R&M - Buildings	17,000	-	-	-
2205	R&M - Plant	-	-	-	-
2496	Building and Structures	-	-	-	-
2630	Safe House	88,000	16,750	16,750	-
Expense Subtotal		145,866	39,353	39,353	-
Division : 8107 - Gender Mainstreaming Unit					
Expense by Natural Account					
2015	Salary - Local	-	-	-	-
2100	Entertainment	3,000	-	-	-
2130	Printing & Stationery	158	153	153	-
2135	Stores	829	100	100	-
2185	R&M - Buildings	44,104	3,775	3,775	-
2495	Plant & Equipment Purchases	70,462	1,800	1,800	600
Expense Subtotal		118,553	5,828	5,828	600
Total Expense		4,153,383	4,129,248	3,809,787	3,790,322

The total budget for Internal Affairs (formerly Home Affairs) is lower in 2021-22 than 2020-21. This mainly reflects reductions to Child Protection and Gender Mainstreaming division following a decision by Government that they be transferred to be part of Women`s and Social Development Affairs.

- \$3.1 million is provided for Clean and Green Community clean-up project payments.
- \$0.08 million to support National Aroeni Day events. This day is organized for all tribes of Nauru (Deiboe, Eoaru, Iruwa, Eamwit, Eamwitmwit, Eamwidara, Emangum, Eano, Emea, Ranibok and Iwi, Irutsi are extinct) to share and showcase their local skills, culture and stories.

82 WOMENS AND SOCIAL DEVELOPMENT AFFAIRS

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	85,874	104,767	48,002	103,078
2035	Overtime - local	16,272	20,000	17,528	14,100
2075	Travel - Business	25,741	12,750	11,757	-
2100	Entertainment	-	3,600	3,600	57,102
2105	Official Celebrations	28,500	21,000	20,993	56,000
2130	Printing & Stationery	8,729	9,330	6,882	24,930
2135	Stores	7,366	2,586	1,017	6,286
2185	R&M - Buildings	45,000	12,000	8,770	12,000
2190	R&M - Office Equipment	-	800	-	800
2495	Plant & Equipment Purchases	30,108	50,000	46,692	4,064
2630	Safe House	64,361	96,660	60,916	96,660
Expense Subtotal		311,951	333,493	226,158	375,020
Division : 8101 - Office of the Secretariat					
Expense by Natural Account					
2015	Salary - Local	187	-	-	-
Expense Subtotal		187	-	-	-
Division : 8201 - Secretariat					
Expense by Natural Account					
2015	Salary - Local	-	-	-	38,147
2020	Salary Expatriate	-	-	-	110,000
2035	Overtime - local	-	-	-	10,000
2105	Official Celebrations	-	-	-	5,000
2130	Printing & Stationery	-	-	-	6,930
2135	Stores	-	-	-	2,586
2185	R&M - Buildings	-	-	-	12,000
2190	R&M - Office Equipment	-	-	-	800
2495	Plant & Equipment Purchases	-	-	-	4,064
Expense Subtotal		-	-	-	189,527
Division : 8202 - Child Protection					
Expense by Natural Account					
2015	Salary - Local	-	-	-	117,402
2030	Salaries - Other Contracts	-	280	280	15,000
2035	Overtime - local	-	29,800	28,336	25,000
2055	Consultants fees	-	7,000	7,000	-
2100	Entertainment	-	16,000	16,000	20,000
2105	Official Celebrations	-	5,500	5,500	43,600
2130	Printing & Stationery	-	1,000	1,000	30,845
2135	Stores	-	1,597	926	12,000
2205	R&M - Plant	-	600	-	600
2495	Plant & Equipment Purchases	-	-	-	8,200
2496	Building and Structures	-	50,220	50,121	20,000
2630	Safe House	-	83,250	83,160	85,000
Expense Subtotal		-	195,247	192,323	377,647

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Expense by Natural Account					
2015	Salary - Local	-	51,906	-	51,949
2100	Entertainment	-	3,000	-	3,000
2130	Printing & Stationery	-	847	174	2,225
2135	Stores	-	-	-	304
2185	R&M - Buildings	-	1,225	320	5,000
2495	Plant & Equipment Purchases	-	1,775	682	5,785
Expense Subtotal		-	58,753	1,176	68,263
Total Expense		312,138	587,493	419,657	1,010,457

The total budget for Womens Affairs is higher in 2021-22 than 2020-21. This mainly reflects increased allocation associated with the inclusion of the Child Protection and Gender Mainstreaming division based on a Government decision that they be merged under WASDA.

- \$0.2 million has been provided to establish a new Secretariat Division to support the secretariat functions of the new department
- \$0.03 million has been provided for the 2nd Women's National Summit
- \$0.02 million has been allocated to support the roll-out implementation of 2019 CEDAW recommendations
- \$0.02 million has been provided to host of the Miss Nauru pageant 2022
- \$0.02 million has been provided to host the Miss Aroeni pageant 2022

83 MEDIA

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1475	Miscellaneous Revenue	-	-	260	-
1540	Advertising Revenue	7,309	50,000	62,219	64,000
Total Revenue		7,309	50,000	62,479	64,000
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	298,698	454,611	372,760	429,751
2030	Salaries - Other Contracts	-	500	500	-
2035	Overtime - local	9,951	31,000	24,504	26,000
2040	Staff Training	500	-	-	5,000
2050	Uniforms & Protective Clothing	4,503	7,262	4,659	7,262
2055	Consultants fees	-	8,750	8,750	-
2075	Travel - Business	36,201	50	-	3,630
2100	Entertainment	1,257	2,720	2,607	2,000
2105	Official Celebrations	2,499	11,000	10,989	9,000
2130	Printing & Stationery	15,611	15,668	15,562	25,286
2135	Stores	3,363	2,040	349	4,040
2185	R&M - Buildings	4,000	5,000	1,428	-
2190	R&M - Office Equipment	1,000	-	-	2,000
2205	R&M - Plant	-	3,500	2,856	-
2330	Telephone / Internet	-	1,000	690	15,560
2370	Membership Fees & Subscriptions	1,054	1,700	1,404	1,700
2372	Nauru Radio Supplies	7,000	14,600	14,089	10,300
2373	Media TV Supplies	32,190	48,000	31,953	19,000
2495	Plant & Equipment Purchases	150,977	106,953	70,874	49,200
2496	Building and Structures	-	335,401	329,082	-
2575	Local Transport	-	3,700	3,000	-
2600	Postage	-	2,000	68	3,000
Expense Subtotal		568,804	1,055,455	896,123	612,729
Total Expense		568,804	1,055,455	896,123	612,729

The total budget for Media is lower in 2021-22 than 2020-21. This mainly reflects reductions in building and structures after the last instalment payment for the new Media building was settled in 2020-21.

- \$0.02 million has been provided for purchase of a new media server for the department with the view to improving server capacity and speed.

A key focus of Department next year is developing the technical and human capacities to professionally operate radio, TV and print media. There are also plans to provide full island coverage of TV and radio.

84 LANDS AND SURVEY

Natural_Account	Description	2019-20 Prior Year Actual	2020-21 Revised Budget	2020-21 Actual + Commitment	2021-22 Proposed Budget
Revenue by Natural Account					
1500	Sale of Maps	11,730	7,000	7,110	7,052
Total Revenue		11,730	7,000	7,110	7,052
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	280,779	277,004	244,964	343,185
2020	Salary Expatriate	57,112	57,112	50,409	58,300
2035	Overtime - local	-	-	-	7,680
2050	Uniforms & Protective Clothing	9,013	8,000	5,532	3,000
2055	Consultants fees	40,916	-	-	-
2070	Travel - Staff	3,955	4,000	1,881	4,000
2075	Travel - Business	3,166	-	-	-
2100	Entertainment	500	1,230	1,212	-
2105	Official Celebrations	1,555	1,000	997	2,000
2130	Printing & Stationery	11,047	8,000	7,791	2,000
2135	Stores	4,444	3,500	2,887	1,000
2160	Land Rental	5,256,859	5,414,348	5,281,777	5,344,586
2185	R&M - Buildings	11,078	16,219	16,214	30,990
2190	R&M - Office Equipment	168	-	-	-
2205	R&M - Plant	340	-	-	-
2230	Publicity and Awareness	6,904	380	380	4,500
2330	Telephone / Internet	-	100	100	-
2495	Plant & Equipment Purchases	198,983	9,800	7,453	27,100
2575	Local Transport	41,835	82,000	56,400	73,000
2610	Survey Supplies	2,838	4,000	3,987	1,500
Expense Subtotal		5,931,491	5,886,693	5,681,984	5,902,841
Total Expense		5,931,491	5,886,693	5,681,984	5,902,841

The total budget for Lands and Survey is higher in 2021-22 than 2020-21. This mainly reflects increases in salaries, plant and equipment purchases and R&M building ,more than offsetting reductions in land rental costs, printing and stationery and uniforms and protective clothing. Key expenditure items include:

- \$0.02 million has been provided to purchase of a new scanner;
- \$0.07 million has been provided for departmental vehicle hire;
- \$0.03 million has been provided for urgent repair and maintenance work at the departmental office in Menen Terrace.

85 LANDS COMMITTEE

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1475	Miscellaneous Revenue	-	100	-	-
1495	Service Fees	3,370	1,900	21,560	16,900
Total Revenue		3,370	2,000	21,560	16,900
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	83,193	120,635	114,552	102,620
2025	Allowances - Staff Contract	123,323	136,119	125,959	136,119
2100	Entertainment	-	-	-	1,000
2130	Printing & Stationery	1,190	4,000	3,676	4,010
2135	Stores	767	787	741	2,143
2185	R&M - Buildings	180	35,630	35,628	85,000
2370	Membership Fees & Subscriptions	-	-	-	2,000
2495	Plant & Equipment Purchases	950	5,000	2,872	35,106
Expense Subtotal		209,603	302,171	283,428	367,998
Total Expense		209,603	302,171	283,428	367,998

The total budget for Lands Committee is higher in 2021-22 than 2020-21:

- \$0.04 million has been provided for purchase of office equipment;
- \$0.09 million has been allocated to refurbish the aging building and address safety and health concerns.

86 DEPARTMENT OF LAND MANAGEMENT

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	91,121	93,418	127,074	112,563
2105	Official Celebrations	-	1,000	995	1,000
2130	Printing & Stationery	2,087	2,000	1,817	2,000
2135	Stores	868	1,104	1,104	1,104
2185	R&M - Buildings	-	1,000	224	1,000
Expense Subtotal		94,076	98,522	131,213	117,667
Total Expense		94,076	98,522	131,213	117,667

The total budget for the Department of Land Management is higher in 2021-22 than 2020-21. This mainly reflects increased expenditure on salary and other related costs.

87 PEOPLE LIVING WITH A DISABILITY

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	-	90,044	44,622	78,332
2035	Overtime - local	-	2,700	560	4,800
2040	Staff Training	-	900	730	1,350
2050	Uniforms & Protective Clothing	-	60	-	945
2055	Consultants fees	-	1,500	450	2,600
2075	Travel - Business	-	20,561	-	-
2100	Entertainment	-	6,000	6,000	15,000
2105	Official Celebrations	-	7,000	6,800	11,000
2130	Printing & Stationery	-	1,424	1,385	1,424
2135	Stores	-	1,310	1,299	1,310
2185	R&M - Buildings	-	2,000	1,957	2,000
2190	R&M - Office Equipment	-	200	-	500
2200	R&M - Motor Vehicles	-	475	-	-
2220	Nauru Community Housing	-	-	-	50,000
2315	Utilities	-	11,722	552	7,200
2330	Telephone / Internet	-	3,120	-	-
2495	Plant & Equipment Purchases	-	14,064	11,819	4,500
Expense Subtotal		-	163,080	76,173	180,961
Total Expense		-	163,080	76,173	180,961

The 2021-22 budget for PLD is higher in 2021-22 than 2020-21 reflecting the first full year operational budget (12 months) for the department following its establishment in October 2020.

- \$0.05 million has been allocated to build wheel chair ramps in homes of disabled Nauruan's to ensure flexibility in movements. This provision was previously with Health.

91 TRANSPORT

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1300	Registration Fees-Motor Cars	84,978	120,000	127,479	124,414
1305	Registration Fees-Motorcycles	6,525	20,000	23,470	23,994
1310	Vehicle/Insurance Fees	270,540	300,000	337,455	339,226
1360	D.C.A-Pax Levy	948,575	580,000	-	-
1365	D.C.A.-Departure Taxes	811,450	500,000	-	-
1370	D.C.A.-Air Navigation Fees	326,563	500,000	477,235	496,461
1375	D.C.A.-Landing Fees	761,482	250,000	153,300	161,368
1380	D.C.A.-Rental Fees	124,460	46,000	5,275	5,552
1475	Miscellaneous Revenue	49,895	40,000	79,810	80,000
1480	Bus Services	1,855	1,200	935	900
Total Revenue		3,386,323	2,357,200	1,204,959	1,231,915
Division : 9101 - Secretariat					
Expense by Natural Account					
2015	Salary - Local	82,213	280,673	88,193	68,334
2020	Salary Expatriate	47,706	52,000	46,321	52,000
2026	Directors Fees	2,400	2,400	2,400	2,400
2070	Travel - Staff	1,841	8,000	3,255	10,000
2075	Travel - Business	21,501	3,636	1,617	-
2100	Entertainment	962	1,374	1,070	800
2130	Printing & Stationery	2,742	5,842	5,778	13,879
2135	Stores	14,638	43,880	40,407	21,000
2165	Office Rental	6,314	3,199	3,145	-
2185	R&M - Buildings	-	350	-	-
2190	R&M - Office Equipment	-	850	340	-
2205	R&M - Plant	-	900	-	-
2230	Publicity and Awareness	-	6,000	600	-
2280	Purchase of Diesel	-	200	-	-
2315	Utilities	1,746	-	-	-
2330	Telephone / Internet	2,025	2,520	1,201	-
2370	Membership Fees & Subscriptions	11,974	6,550	3,805	6,000
2495	Plant & Equipment Purchases	16,349	3,997	3,997	-
Expense Subtotal		212,412	422,371	202,128	174,413
Division : 9102 - DCA					
Expense by Natural Account					
2015	Salary - Local	562,378	794,664	608,103	832,372
2030	Salaries - Other Contracts	61,711	106,000	56,962	126,800
2035	Overtime - local	228,259	141,000	117,665	117,000
2040	Staff Training	20,850	11,250	5,660	-
2050	Uniforms & Protective Clothing	19,442	8,000	3,269	8,000
2055	Consultants fees	138,449	50,000	24,673	109,000
2075	Travel - Business	23,531	7,680	-	-
2100	Entertainment	2,999	2,280	2,279	3,000
2105	Official Celebrations	640	520	520	1,400
2130	Printing & Stationery	6,298	6,540	4,715	6,540
2135	Stores	19,052	4,500	4,173	2,000
2185	R&M - Buildings	265,855	31,000	6,455	10,000
2200	R&M - Motor Vehicles	4,138	-	-	-
2205	R&M - Plant	-	2,070	1,676	2,070
2210	R&M - Aerodrome	101,039	60,000	33,165	60,000
2315	Utilities	562,809	540,000	482,597	270,000
2330	Telephone / Internet	-	1,344	-	-
2370	Membership Fees & Subscriptions	154,710	127,348	69,053	91,673
2495	Plant & Equipment Purchases	195,106	34,191	30,799	9,700
Expense Subtotal		2,367,267	1,928,386	1,451,765	1,649,555

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Division : 9103 - Land Transport					
Expense by Natural Account					
2015	Salary - Local	141,926	216,553	178,008	344,993
2020	Salary Expatriate	-	-	-	-
2030	Salaries - Other Contracts	26,612	56,160	49,680	56,160
2035	Overtime - local	18,842	18,000	16,604	13,200
2040	Staff Training	-	-	-	-
2050	Uniforms & Protective Clothing	4,434	1,747	1,395	4,702
2105	Official Celebrations	-	800	640	800
2130	Printing & Stationery	4,471	1,200	1,199	1,180
2135	Stores	4,969	500	179	1,440
2185	R&M - Buildings	67,028	2,763	1,865	119,966
2190	R&M - Office Equipment	-	550	31	1,230
2315	Utilities	6,301	7,200	6,037	16,380
2495	Plant & Equipment Purchases	65,428	2,825	1,818	6,000
2580	Public Works	40,000	-	-	-
Expense Subtotal		380,009	308,298	257,456	566,051
Total Expense		2,959,688	2,659,055	1,911,349	2,390,019

The total budget for Transport is lower in 2021-22 reflecting reductions in overtime, salaries and utilities.

- In 2021-22 a solar project installation is expected to be implemented with assistance from Taiwan, achieving a target \$0.3 million saving in electricity costs.
- \$0.1 million has been provided to refurbish the Transport office to improve security and provide international standard facilities.

95 ICT

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
1015	Income from Investments & Dividends	2,250,330	-	-	-
1475	Miscellaneous Revenue	8,934	10,000	3,950	4,000
Total Revenue		2,259,264	10,000	3,950	4,000
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	298,831	376,854	292,365	392,143
2020	Salary Expatriate	-	5,452	14,000	3,244
2025	Allowances - Staff Contract	-	-	-	-
2035	Overtime - local	6,712	11,160	8,238	5,600
2040	Staff Training	85,569	-	-	10,000
2050	Uniforms & Protective Clothing	8,775	14,000	7,723	7,775
2055	Consultants fees	3,322	2,049	-	33,000
2070	Travel - Staff	-	-	-	-
2072	Meals and Drinks - Staff	1,834	2,000	125	1,820
2075	Travel - Business	46,707	-	-	-
2100	Entertainment	7,369	5,000	2,348	8,500
2105	Official Celebrations	-	1,000	-	-
2130	Printing & Stationery	12,250	5,250	883	9,250
2135	Stores	2,359	4,290	3,100	1,940
2185	R&M - Buildings	14,600	60,000	38,778	30,000
2190	R&M - Office Equipment	15,194	7,800	7,737	7,500
2195	R&M - Office Premises	47,896	10,000	9,986	3,100
2330	Telephone / Internet	1,656,031	1,606,962	1,550,172	1,849,498
2370	Membership Fees & Subscriptions	44,986	38,500	994	50,000
2375	ICT Supplies	80,581	60,463	57,497	52,146
2495	Plant & Equipment Purchases	1,359,821	64,000	57,580	55,067
2496	Building and Structures	1,289,456	-	-	-
2575	Local Transport	10,000	16,830	5,930	-
Expense Subtotal		4,986,841	2,300,158	2,046,699	2,567,339
Total Expense		4,986,841	2,300,158	2,046,699	2,567,339

The total budget for ICT is higher in 2021-22 than 2020-21. This mainly reflects increases in telephone and internet (due to increased telecommunication charges) and personnel costs more than offsetting reductions in R&M building and other lines. Major budget items:

- \$0.2 million increase in telephone and internet reflecting addition of new mobile users;
- \$0.05 million has been provided for a new Director ICT salary (salary expatriate);
- \$0.03 million has been provided for consultants to be engaged to undertake maintenance and IT support service especially relating to printers, servers and others.

97 TELECOM

<i>Natural_Account</i>	<i>Description</i>	<i>2019-20 Prior Year Actual</i>	<i>2020-21 Revised Budget</i>	<i>2020-21 Actual + Commitment</i>	<i>2021-22 Proposed Budget</i>
Revenue by Natural Account					
		-	-	-	-
Total Revenue		-	-	-	-
Division : 0000 - General					
Expense by Natural Account					
2015	Salary - Local	46,641	63,243	34,642	40,739
2020	Salary Expatriate	-	50,000	-	-
2026	Directors Fees	-	7,200	-	-
2070	Travel - Staff	-	5,000	-	-
2075	Travel - Business	23,293	9,659	-	-
2130	Printing & Stationery	585	600	-	-
2135	Stores	485	976	-	-
2185	R&M - Buildings	40,000	1,000	-	-
2195	R&M - Office Premises	-	1,000	-	-
2370	Membership Fees & Subscriptions	447	7,700	-	-
2495	Plant & Equipment Purchases	6,062	-	-	-
Expense Subtotal		117,513	146,378	34,642	40,739
Total Expense		117,513	146,378	34,642	40,739

The total budget for Telecom is significantly lower in 2021-22 than 2020-21. No provision has been made in the 2021-22 budget except for salaries reflecting the YTD spending pattern.