



REPUBLIC OF NAURU

SUPPLEMENTARY ESTIMATES OF EXPENDITURE 2011-12

3 NOVEMBER 2011

**CIRCULATED BY
THE HONOURABLE DR KIEREN KEKE, MP
MINISTER FOR FINANCE OF THE REPUBLIC OF NAURU**

Supplementary Expenditure 2011-12

The Supplementary Appropriation Bill makes a few adjustments to the 2011-12 Budget estimates of expenditure to provide for events which were unanticipated at the time the 2011-12 Budget was approved by Parliament.

Domestic Revenues

Customs and Boarder Control– Head 43

Impact on budget balance (\$)

Account 1155	2011-12
Customs Excise – Machinery	754,300
Total Impact on Budget	754,300

A negative "Impact on Budget" indicates a net increase in government expenditures.

Description

Given the improved financial position of RONPHOS and Nauru Rehabilitation Corporation (NRC), the Government has agreed to allow RONPHOS and NRC to apply normal duties and excise payments to the Government as required by Customs regulations. These revenue adjustments are to take into account additional Customs duty revenues from RONPHOS and NRC as a result of this decision.

Other Finance Payments – Head 16

Impact on budget balance (\$)

Account 1170	2011-12
Customs Excise – Diesel	1,046,042
Total Impact on Budget	1,046,042

A negative "Impact on Budget" indicates a net increase in government expenditures.

Description

Given the improved financial position of RONPHOS and Nauru Rehabilitation Corporation (NRC), the Government has agreed to allow RONPHOS and NRC to apply normal duties and excise payments to the Government as required by Customs regulations. This revenue adjustment is to take into account the additional revenue expected from RONPHOS and NRC relating to diesel customs duties for the fiscal year.

Domestic Expenditures

Parliament – Head 6

Impact on budget balance (\$)

Account 2235	2011-12
Special Projects	-123,850
Total Impact on Budget	-123,850

A negative "Impact on Budget" indicates a net increase in government expenditures.

Description

The Government has agreed to provide new funding of \$123,850 to support the work of the Nauru Lands Commission which has been established to review land issues on Nauru. The funding will provide for a lands issues specialist to oversee the review as well as to support the Land Commission members in their role to review land issues.

Correctional Services – Head 46

Impact on budget balance (\$)

Account 2315	2011-12
Electricity	-2,745
Total Impact on Budget	-2,745

A negative "Impact on Budget" indicates a net increase in government expenditures.

Description

The Correctional Services will be provided an additional \$2,745 in funding to cover for electricity costs for its complex. Correctional Services complex were not covered under the general Government complex electricity budget where it is centralised under Head 3 – Chief Secretariat's budget.

Lands Committee – Head 85

Impact on budget balance (\$)

Account 2015	2011-12
Local Salaries	-13,340
Total Impact on Budget	-13,340

A negative "Impact on Budget" indicates a net increase in government expenditures.

Description

Lands Committee salaries were incorrectly adjusted for in the original budget. A total of \$13,340 is required to correct this anomaly.

Overall Impact on Budget

The total expenditure in this Supplementary Budget covering the three proposed activities amounts to \$139,935. There is additional revenue estimated at \$1,800,000 to be collected in this

year in the form of customs duties for procurement of fuel and machinery by the Nauru Rehabilitation Corporation and RONPHOS, which would more than offset the additional expenditure proposed under this Supplementary Budget.

2011-12 SUPPLEMENTARY APPROPRIATION - REVENUE ADJUSTMENTS				
Head	Description	Natural Account	2011-12 Supplementary Appropriation 1	Revised 2011-12 Appropriation
45	Border Control	1155	\$ 754,300	\$ 1,541,013
16	Other Payments - Finance	1170	\$ 1,046,042	\$ 1,397,328
	Total		\$ 1,800,342	\$ 2,938,341

2011-12 SUPPLEMENTARY APPROPRIATION – EXPENSE

Head	Description	Natural Account	2011-12 Supplementary Appropriation 1	Revised 2011-12 Appropriation
6	Parliament	2235	\$123,850	\$136,350
46	Correctional Services	2315	\$2,745	\$2,745
85	Lands Committee	2015	\$13,340	\$38,613
	Total		\$139,935	\$177,708