



# National Gazette

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*National Information and Communications Technology Act 2009 ("National ICT Act 2009")*

## NOTICE OF 2016 NICTA BUDGET UNDER NATIONAL ICT ACT, 2009

I, **Charles S. Punaha**, Chief Executive Officer of National Information and Communications Technology Authority (also referred to as NICTA), as required by Section 30(2) of the *National ICT Act 2009* hereby give notice of NICTA's 2017 Budget set out below and which Budget has been made in accordance with the relevant provisions of the *National ICT Act, 2009*.

	2017 (K)	2016 (K)
<b>Revenue:</b>		
Operator License Fees ... ..	5,700,000	5,700,000
Spectrum License Fees ... ..	23,547,040	23,182,166
Corporate License Fees ... ..	750,000	600,000
Satellite Resources ... ..	15,200,000	10,300,000
Field Inspection / PABX / Cabling Fees ... ..	500,000	390,000
Numbering Fees ... ..	10,000	50,000
Others (Rental / Bank Interest / Miscellaneous) ... ..	1,000,000	950,000
Operational Revenue ... ..	46,707,040	41,175,166
Revenue from Asset Disposal ... ..	4,000,000	8,850,316
UAS Project Levy ... ..	25,399,977	—
World Bank Funding ... ..	20,592,855	—
GoPNG Counter Funding ... ..	3,000,000	—
Arrears Revenue ... ..	6,000,000	6,000,00
<b>Total Revenue</b> ... ..	<b>105,699,872</b>	<b>56,025,482</b>
<b>Operational Expenditure:</b>		
Board of Directors ... ..	1,035,000	1,030,000
Office of the Chief Executive Officer ... ..	2,774,011	2,569,879
Economics, Consumer & International Affairs ... ..	6,777,648	6,405,685
Licensing & Enforcement ... ..	5,458,512	4,962,662

Notice of 2016 NICTA Budget Under *National ICT Act 2009*—continued

	2016 (K)	2015 (K)
<i>Operational Expenditure—continued</i>		
Engineering & Resource Planning	6,207,405	6,161,497
UAS-Universal Access Secretariat	4,851,551	3,206,002
Corporate Services	14,667,263	20,875,047
<b>Total Operational Expenditure</b>	<b>41,771,389</b>	<b>45,210,772</b>
<i>Capital Expenditure:</i>		
Office of the Chief Executive Officer	235,000	235,000
Economics, Consumer & International Affairs	600,000	600,000
Licensing & Enforcement	2,930,000	2,330,000
Engineering & Resource Planning	945,000	295,000
UAS-Universal Access Secretariat	49,472,832	330,000
Corporate Services	9,745,651	6,924,710
<b>Total Capital Expenditure</b>	<b>63,928,483</b>	<b>10,814,710</b>
<b>Total Expenditure</b>	<b>105,699,872</b>	<b>56,025,482</b>
Net Surplus / (Deficit)	—	—

**Explanatory Notes:**

*Revenue:* Operational Revenue budgeted for 2017 is K46.7 million. Significant component of this revenue is to be collected from operator license fees, spectrum fees and Satellite resources. These three sources contribute total revenue of K40.2 million.

Disposal of assets and associated revenue is budgeted at K4.0 million.

Arrears Revenue estimated at K6.0 million is budgeted for collection in 2017.

Total revenue, inclusive of operational revenue, asset disposal, arrears, and UAS Project is K105.7 million.

*Budget Comparison: 2017 versus 2016*

Increase of K5.5 million operational revenue in 2017, attributed to increase in Satellite Filing services fees of K4.9 million and K0.6 million from marginal increase in spectrum fees and field inspection Licenses.

Operational Expenditure budgeted for 2017 is K41.7 million. This amount is allocated to six functional departments and the board directors, a total of seven cost Centre's. The total operational expenditure for 2017 has decreased by K3.7 million or 8.2%, the decrease is attributed to decrease in corporate overhead costs budgeted for Corporate Services.

Capital expenditure was increased to K63.9 million from K10.4 million the previous year. The K53.5 million (83.7%) increase is attributed to Rural Communication Projects K48.9 million and K4.6 million is part of the appropriation for the New Head Office Building of K8.5 million budgeted for 2017. The Total Building cost is approximately K30.0 million.

There is no surplus anticipated in the budget for 2017. Any surpluses that materialize during the budget implementation in 2017 will be the result of cost savings or revenue collection exceeding budget.

Issued this 21st day of December, 2016.

C.S. PUNAHA,  
Chief Executive Officer, NICTA.