

How much of each Province's costs will they be able to meet under each scenario?

For example, Oro can meet 41% of its costs at the moment. Under scenario 1 it would be able meet 52% of its costs.

The closer each Province is to the all-Province average, the fairer the system is.

	CURRENT FUNDING ARRANGEMENTS - 2005	NEW FUNDING ARRANGEMENTS - SCENARIOS 1 to 4*			
		1 - Put Organic Law Grants in the pool	2 - Put Organic Law Grants and Inland GST in the pool	3 - Put Organic Law Grants and Royalties in the pool	4 - Put Organic Law Grants, Inland GST and Royalties in the pool
West. Province	108%	97%	97%	61%	75%
Gulf	41%	54%	74%	65%	78%
Central	29%	52%	73%	63%	77%
N.C. D.	130%	126%	74%	126%	78%
Milne Bay	41%	57%	73%	67%	78%
Oro	41%	52%	70%	64%	75%
South. Highlands	112%	91%	94%	71%	81%
Enga	134%	111%	99%	72%	79%
West. Highlands	68%	66%	71%	74%	76%
Simbu	29%	48%	70%	61%	75%
East. Highlands	52%	58%	71%	68%	76%
Morobe	105%	89%	72%	92%	77%
Madang	62%	66%	72%	74%	77%
East Sepik	32%	53%	72%	64%	76%
Sandaun	20%	48%	71%	61%	75%
Manus	30%	53%	71%	65%	76%
New Ireland	122%	104%	93%	71%	76%
East New Britain	75%	73%	72%	79%	77%
West New Britain	82%	70%	75%	78%	79%
Bougainville	78%	47%	70%	60%	75%
Average - all provinces	69%	71%	77%	72%	77%

* System would be phased in over 3 to 5 years. Maximum annual budget changes could apply to smooth the impact on each Province.