



# SOLOMON ISLANDS GOVERNMENT

## ANNUAL ACCOUNTS 2010

Ministry of Finance & Treasury  
HONIARA.

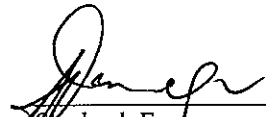
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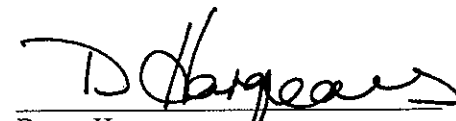
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**STATEMENT BY PRINCIPAL OFFICER**

To the best of our knowledge and belief, the Annual Accounts set out on pages 2 to 47 present fairly the matters required to be dealt with in accordance with the Public Finance and Audit Act Section 38.

  
\_\_\_\_\_  
Shadrach Fanega  
Permanent Secretary  
Ministry of Finance and Treasury

  
\_\_\_\_\_  
Donna Hargreaves  
Accountant General (Actg)  
Ministry of Finance and Treasury

Dated this 30 day of JUNE 2011  
Honiara, Solomon Islands



## INDEPENDENT AUDITOR'S REPORT

### To the Speaker of the National Parliament

Pursuant to the section 108(3) of the Constitution, I am required under Section 39 (1) of the *Public Finance and Audit Act [Cap. 120]* to audit the annual accounts of the Solomon Islands Government, which currently comprise the Statement of Assets and Liabilities, Summary Statement of Consolidated Fund Receipts and Payments, Summary Statement of Consolidated (Development Fund) Receipts and Payments, Statement of Deposits, Statement of Investments, Statement of Advances, Summary of Public Debt Liability And Notes, Summary of Contingent Liabilities and Loan Guarantees, Summary of On Lent Loans (made by SIG), Summary of Special Funds, Comparative Statement of Estimated and Actual Recurrent Revenue and Expenditure, Comparative Statement of Estimated and Actual Development Expenditure, Comparative Statement of Estimated and Actual Development Revenue, Statement of Losses, Abandoned Claims and Ex gratia Payments. The accounts for the financial year ended 31 December 2010 are set out in the proceeding pages.

#### *Permanent Secretary for the Ministry of Finance and Treasury's responsibility for the annual accounts*

The Permanent Secretary of the Ministry of Finance and Treasury is responsible for the preparation and fair presentation of these financial statements in accordance with an applicable financial reporting framework. Although the Permanent Secretary is adopting the International Public Sector Accounting Standards Board *Financial Reporting Under the Cash Basis of Accounting* as a basis for preparing financial statements in addition to those required under the *Public Finance and Audit Act [Cap. 120]*, this was still a work in progress for the period under audit, and has not been taken into account in forming an opinion on the financial statements presented to me. The Permanent Secretary is responsible for such internal control as he determines necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

#### *Auditors' responsibility*

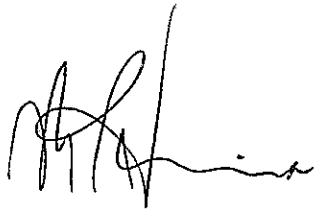
My responsibility is to express an opinion on these financial statements based on conducting the audit in accordance with International Standards on Auditing. Because of the matters described in the Basis for Disclaimer of Opinion paragraph, however, I was not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

***Basis for disclaimer of opinion***

I was unable to satisfy myself that the account balances disclosed in the financial statements were reliable or complete due to the strong likelihood that the possible effects on the financial statements of undetected misstatements, if any, could be both material and pervasive. My bases for this concern arose from the significant proportion of original procurement documents which were not able to be located during my audit thereby preventing me from verifying a large portion of expenditure; the extent of breakdown in internal controls over expenditure and revenue processes within line Ministries and the Ministry of Finance and Treasury disclosed during my audit; and my inability to rely on the comparative balances from the 2009 financial year due to the limitation of scope for the audit of 2009 annual accounts.

***Disclaimer of opinion***

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, I do not express an opinion on the financial statements of the Solomon Islands Government for the financial year ended 31 December 2010.



Edward Ronia  
Auditor-General

17 December 2012

Office of the Auditor-General  
Solomon Islands

## **STATEMENT ONE**

### **STATEMENT OF ASSETS AND LIABILITIES**

SOLOMON ISLANDS GOVERNMENT  
STATEMENT OF ASSETS AND LIABILITIES  
AS AT 31 DECEMBER 2010

Statement 1

<u>2009 (SIS)</u>	<u>ACCUMULATED RESULTS SURPLUS (DEFICIT)</u>	<u>Note</u>	<u>2010 (SIS)</u>	<u>2009 (SIS)</u>	<u>ASSETS</u>	<u>Note</u>	<u>2010 (SIS)</u>
					<u>Current Assets</u>		
					<u>Bank Accounts</u>		
486,236,626	Opening Revenue Account Balance		640,614,892				
<u>154,378,266</u>	Surplus (Deficit) (Statement 1A)	2	<u>528,644,848</u>	36,503,918	Bank - Headquarters		321,702,362
<u>640,614,892</u>	Closing Revenue Account Balance		<u>1,169,259,740</u>	12,937,056	Bank - Sub Accounts		2,589,735
				111,080,047	CBSI		103,931,805
(249,260,107)	Opening Development Account balance		(426,772,365)	332	Bank - Overseas		<u>4,231,989</u>
<u>(177,512,258)</u>	Surplus (Deficit) (Statement 1B)	2	<u>(245,651,404)</u>	160,521,353			432,455,891
<u>(426,772,365)</u>	Closing Development Account balance		<u>(672,423,770)</u>				
				2,449,785	Other Assets	7	7,894,832
<u>(1,636,102)</u>	Special Fund Surplus(Deficit)	3	<u>726,762</u>	<u>54,433,011</u>	Advances (Statement 1E)		<u>54,843,813</u>
<u>(1,636,102)</u>	Closing Special Fund Account balance (Statement 1I)		<u>726,762</u>	217,404,149	<b>Total Current Assets</b>		<b>495,194,536</b>
<u>(34,532,428)</u>	Special Stabex Fund	4	<u>(34,532,428)</u>				
177,673,996	<b>TOTAL ACCUMULATED SURPLUS (DEFICIT)</b>		<b>463,030,304</b>				
	<b>LIABILITIES</b>	5			<u>Non-current Assets</u>		
	<u>Current Liabilities</u>				- Investment (Statement 1D)	8	-
2,805,453	Deposits (Statement 1C)		8,865,762				
<u>22,246,299</u>	Other Liabilities	6	<u>8,634,637</u>				
25,051,752	<b>Total Current Liabilities</b>		<b>17,500,398</b>				
	<u>Non- Current Liabilities</u>						
<u>14,678,401</u>	Non Current Liability - CBSI Advance (Statement 1F)		<u>14,663,834</u>	-			-
<u>39,730,153</u>	<b>TOTAL LIABILITIES</b>		<b>32,164,232</b>				
<u>217,404,149</u>	<b>TOTAL ACCUMULATED SURPLUS (DEFICIT) AND LIABILITIES</b>		<b>495,194,536</b>	<u>217,404,149</u>	<b>TOTAL ASSETS</b>		<b>495,194,536</b>

## NOTES TO THE STATEMENT OF ASSETS AND LIABILITIES

### **1 Statement of Accounting Policies**

#### **(a) Basis of Accounting**

The Whole of Government Financial Statements have been prepared to satisfy the requirements of Section 38 of the Public Finance & Audit Act [Cap 120]. They have been prepared on a cash basis and in a format which is consistent with the presentation in previous years.

### **2 Receipts and Payments**

Receipts and payments as reported in Statements 1, 2 and 3 refer to consolidated revenue and expenditure for reporting purposes and in accordance with the Financial Instructions definition and section 100 of the Constitution of the Solomon Islands, consolidated funds are:

- (a) Solomon Islands Government revenue (funds transferred from the Solomon Islands recurrent budget)
- (b) Funds transferred directly from Development partners to the Solomon Islands consolidated fund

### **3 Special Funds totalling \$12,683,883 2010 (\$8,381,265 in 2009) are summarised in Statement II. Under Section 100 of the Constitution of the Solomon Islands the Parliament may make provision for the establishment of Special Funds, which shall not form part of the Consolidated Fund.**

The receipts, earnings and accruals of Special Funds established under this section and the balance of such funds at the close of each financial year shall not be paid into the Consolidated Fund but shall be retained for the purposes of those funds.

Funds controlled by donors are not reported in these Financial Statements. They include Funds managed by Development partners, including where the Solomon Islands Government is co-signatory to the fund accounts.

### **4 Stabex Account account 1998/1999 is not part of Consolidated Funds**

### **5 Liabilities (see also Note 8)**

The following liabilities are not reported in the Statement of Assets and Liabilities

- 1. The Public Debt Liability of \$1,502,831,232, 2010 (\$1,572,477,852 in 2009)
- 2. There are Contingent Liabilities of \$79,740,349, 2010 (\$100,314,884 in 2009)
- 3. SIG has On lent Loans totalling \$12,206,799, 2010 (\$12,961,878 in 2009)

Due to the lack of available or verifiable information on SIG assets, it is not possible to provide an offsetting figure in the balance sheet for non-current assets. To present only the total liabilities on the face statement would be likely to provide a misleading view of SIG's financial position. Therefore, it is intended to disclose the debt information by way of note until non-current asset information becomes available.

### **6 Other Liabilities**

Other liabilities include moneys owed by the Solomon Island Government as a result of Treasury Bills issued that not yet matured at the end of the financial year.



**7 Other Assets**

**I. Other Assets reported in the Statement of Assets & Liabilities**

	<u>2009</u>	<u>2010</u>
- Dishonoured Cheques	9,364,700	5,194,866
- Other Advance accounts	(9,456,111)	158,770
- Solomon Airlines (Receivable)	2,541,196	2,541,196
	<u>2,449,785</u>	<u>7,894,832</u>

**8 Non-current assets (see also Note 5)**

Due to the structure of the current chart of accounts, the classification of recurrent and development expenditure into operating and capital is not readily available and consequently, the value of non-current assets will be understated.

OAG noted that the "Government owns a significant value of assets in houses, other buildings, land, plant, and equipment in addition to those purchases identified. In addition, donors have contributed significant infrastructure and other assets in kind over many years." It is anticipated that the significant gap in the financial

information in relation to the value of SIG's non-current assets will not be capable of being addressed in the short term. A significant investment in accounting software, business process improvement and chart of accounts restructure will be required to create a comprehensive asset register for the whole of government.

New Financial Instruction implementation shows some progress in capturing the assets through central payment system, however there still need for training and resources.

In relation to the value of SIG investment in State Owned Enterprises, no value for this investment is provided at Statement ID, as up to this point in time,

SOEs have not produced financial statements. A project is currently underway with donor support to to bring the SOE financial statements up to date and it is anticipated that this information will be available for reporting in the 2011 SIG Financial Statements.

**STATEMENT TWO**

**CONSOLIDATED FUND RECEIPTS AND PAYMENTS**

**SOLOMON ISLANDS GOVERNMENT**  
**SUMMARY STATEMENT OF CONSOLIDATED FUND RECEIPTS & PAYMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 1A

<u>2009(SIS)</u> <u>TOTAL</u>	<u>Details</u>	<u>2010 (SIS)</u> <u>Recurrent</u>	<u>Budget Support</u>	<u>2010(SIS)</u> <u>TOTAL</u>
<u>486,236,626</u>	Opening Balance			<u>640,614,892</u>
	<b>Less:</b>			
	<b>EXPENDITURE</b>			
511,391,797	Personal Emoluments	568,122,069	-	568,122,069
278,151,598	Office Expenses, Transport, Travel, Repair & Maintenance & Utility Cost	292,471,332	35,919,683	328,391,015
153,314,460	Purchase of Supplies and Services	118,426,791	49,395,879	167,822,670
255,932,392	Grants, Training, Subscriptions & Conferences	227,175,747	76,688,997	303,864,743
119,846,274	Debt Service Charges	102,463,520	-	102,463,520
<u>132,380,510</u>	Specialist Costs	<u>148,899,661</u>	<u>45,182,062</u>	<u>194,081,723</u>
<u>1,451,017,030</u>	<b>TOTAL EXPENDITURE</b>	1,457,559,120	207,186,620	1,664,745,740
	<b>Plus:</b>			
<u>1,605,395,296</u>	Recurrent Revenue	<u>1,788,948,150</u>	<u>404,442,438</u>	<u>2,193,390,588</u>
<u>154,378,266</u>	<b>SURPLUS (DEFICIT) FOR YEAR</b>	<u>331,389,030</u>	<u>197,255,818</u>	<u>528,644,848</u>
<u>640,614,892</u>	<b>BALANCE (to Consolidated Fund)</b>			<u>1,169,259,740</u>

**NOTES TO THE STATEMENT OF RECEIPTS AND PAYMENTS**

Details of Revenue and Expenditure by Ministry is detailed in Statement 2

**STATEMENT THREE**

**DEVELOPMENT FUND RECEIPTS AND PAYMENTS**

**SOLOMON ISLANDS GOVERNMENT**  
**SUMMARY STATEMENT OF CONSOLIDATED (DEVELOPMENT FUND) RECEIPTS AND PAYMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 1B

<u>2009 (SIS)</u>	<u>Details</u>	<u>2010 (SIS)</u>
<u>(249,260,106)</u>	Opening Balance	<u>(426,772,364)</u>
	<b>Expenditure (by sector)</b>	
41,097,601	General Public Service	73,396,579
3,954,471	Public Order and Safety	1,892,450
182,865,849	Economic Affairs	221,194,035
1,609,268	Environmental Protection	2,226,390
5,105,534	Housing and Community Amenities	7,456,250
1,023,675	Health	7,988,637
-	Recreation, Culture and Religion	-
58,764,565	Education	42,358,593
-	Social Protection	-
<u>-</u>		<u>-</u>
<u>294,420,963</u>	<b>TOTAL EXPENDITURE</b>	<u>356,512,934</u>
	<b>Revenue</b>	
116,908,705	Grants	110,861,530
-	Overseas Loans	-
<u>-</u>	Local Financing	<u>-</u>
<u>116,908,705</u>	<b>TOTAL REVENUE</b>	<u>110,861,530</u>
<u>(177,512,258)</u>	<b>SURPLUS (DEFICIT) FOR YEAR</b>	<u>(245,651,404)</u>
<u>(426,772,364)</u>	<b>BALANCE (at End of Year)</b>	<u>(672,423,769)</u>

**NOTES TO THE CONSOLIDATED FUND (DEVELOPMENT) ACCOUNT**

1 Details of Consolidated Revenue and Expenditure by Ministry is reported in Statements 3 and 3A

**SOLOMON ISLANDS GOVERNMENT**  
**STATEMENT OF DEPOSITS**  
**AS AT 31 DECEMBER 2010**  
(Section 26 of the Public Finance and Audit Act)

Statement 1C

<u>2009 (SIS)</u>	<u>Note</u>	<u>2010 (SIS)</u>
1,458,803	1 Departments	7,198,818
<u>1,346,650</u>	Other Organisation	<u>1,666,943</u>
<u>2,805,453</u>	<b>TOTAL DEPOSITS</b>	<u>8,865,762</u>

**NOTES TO THE STATEMENT OF DEPOSITS**

- 1 Deposits are moneys not raised or received for the purposes of the government but deposited with the Government. In accordance with Section 26 of the Public Finance and Audit Act these funds do not form part of the Solomon Island's Government Consolidated Fund.

**SOLOMON ISLANDS GOVERNMENT  
STATEMENT OF INVESTMENTS  
AS AT 31 DECEMBER 2010**

Statement 1D

<u>2009 (SIS)</u>	<u>Note</u>		<u>2010 (SIS)</u>
-		Opening Balance	-
-		Receipts for the year	-
-		Disbursements for the year	-
-	<b>1</b>	<b>TOTAL INVESTMENTS AS AT 31 DECEMBER 2009</b>	-

**NOTES TO THE STATEMENT OF INVESTMENTS**

- 1** The Solomon Islands Government has an interest directly and indirectly in other Entities. The Financial statements for these entities are not available to allow reporting on the SBD\$ value of the Solomon Islands Government's investments. A project is currently underway with donor support to bring the SOE financial statements up to date and it is anticipated that this information will be available for reporting in the 2011 SIG Financial Statements. IPSAS cash base implementation by SIG should oblige the SOE's to provide the statement. The Financial information of SOE's will be consolidated into the IPSAS Cash accounts once audited. The consolidated IPSAS cash accounts will be provided in September :  
Directly owned

	<u>%</u>	<u>Status of the Audited Financial Statement provided by Economic R.</u>
<b>1 (a)</b> <i>Solomon Islands Government has a direct interest in the following entities:</i>		
Investment Corporation of Solomon Islands	100%	Financial Statement up to Year for 2010 not available
Commodities Export and Marketing Authority	100%	Financial Statement up to Year for 2010 not available
Solomon Islands Broadcasting Corporation	100%	Financial Statement up to Year for 2010 not available
Solomon Islands Electricity Authority	100%	Financial Statement up to Year for 2010 not available
Solomon Islands Home Finance	100%	Financial Statement up to Year for 2010 not available
Solomon Islands Ports Authority	100%	Financial Statement up to Year for 2010 not available
Solomon Islands Postal Corporation	100%	Financial Statement up to Year for 2010 not available
Solomon Islands Water Authority	100%	Financial Statement up to Year for 2010 not available

**1 (b)** *Indirectly Owned*

The Investment Corporation was established as the Government Entity to hold the interest of Entities on behalf of the Solomon Islands Government.

**NOTES TO THE STATEMENT OF INVESTMENTS (CONTD)**

<i>Wholly Owned by the Investment Corporation of Solomon Islands</i>		
Development Bank of Solomon Islands	<u>%</u> <u>Ownership</u>	
Sasape Marina Limited	92%	under administration of Central Bank Of Solomon Islands
Solomon Airlines Limited	100%	Sold to NPF and Silent world in 2010 for \$9.8m
Solomon Islands Printers Limited	100%	
 <i>Majority Owned by the Investment Corporation of Solomon Islands</i>		
Soltai Fishing and Processing Limited	<u>%</u> <u>Ownership</u>	During the year the government relinquish all ownership of Soltai
	0%	Sold to Tri-Marine (51%) and NPF (29%) and 20% Western Prov
 <i>Minority Owned by the Investment Corporation of Solomon Islands</i>		
Kolombangara Forest Products Limited	<u>%</u> <u>Ownership</u>	
Solomon Telekom company Limited	40.0%	
	2.7%	Market Liberalised and 15 year monopoly ends after Telecommunication Act come into effect 2009/2010

- 2 Events Subsequent to Balance date**  
(a) None

**3 Related Party Disclosure**

The National Provident Fund of Solomon Islands ("NPF") owns >50% of Solomon Telekom company Limited  
The Solomon Islands Government has a controlling interest over NPF as the Minister of Finance appoints the NPF Board members with some Government employees appointed as Board members



**SOLOMON ISLANDS GOVERNMENT**  
**STATEMENT OF ADVANCES**  
**AS AT 31 DECEMBER 2010**  
**(Section 13 of the Public Finance and Audit Act)**

Statement 1E

<u>2009 (SIS)</u>	<u>Note</u>	<u>2010 (SIS)</u>
24,116,768	Public Bodies and Institutions	8,130,853
<u>30,316,243</u>	Public Officers	<u>46,712,960</u>
<u>54,433,011</u>	1 TOTAL ADVANCES	<u>54,843,813</u>

**NOTES TO THE STATEMENT OF ADVANCES**

- 1 The advance account includes all imprests and salary advances by public officers, Ministries and Agencies as reported and expensed upon retirement.

**SOLOMON ISLANDS GOVERNMENT  
STATEMENT OF PUBLIC DEBT  
AS AT 31 DECEMBER 2010**

Statement 1F

<u>2009 (SIS)</u>	<u>Note</u>	<u>SOURCE OF BORROWING</u>	<u>2010 (SIS)</u>
		<b>DOMESTIC</b>	
3,087,000	1	Trade Creditor Arrears	426,674
316,256,027		Treasury Bonds	314,055,000
20,210,000		CBSI Advance	14,663,833
29,420,000		Treasury Bills	37,953,000
<u>216,219</u>		Other	-
<u>369,189,246</u>		<b>TOTAL DOMESTIC DEBT</b>	<u>367,098,507</u>
		<b>PROMISSORY NOTES</b>	
7,832,639		International Bank for Reconstruction and Development	7,639,639
511,924		Multilateral International Guarantee Agency (MIGA)	409,848
117,706,148		International Monetary Fund	118,904,609
-		Central Bank of Solomon Islands	-
<u>126,050,712</u>		<b>TOTAL PROMISSORY NOTES</b>	<u>126,954,097</u>
		<b>OVERSEAS</b>	
447,143,661		Asian Development Bank	441,528,037
352,543,765		World Bank	334,657,781
-		EFIC	-
80,972,417		European Development Fund & European Investment Bank	53,164,745
<u>196,578,051</u>		Others	<u>179,428,066</u>
<u>1,077,237,894</u>		<b>TOTAL OVERSEAS DEBT</b>	<u>1,008,778,629</u>
<u>1,572,477,852</u>		<b>TOTAL PUBLIC DEBT LIABILITY</b>	<u>1,502,831,232</u>

**NOTES TO THE STATEMENT OF PUBLIC DEBIT**

**1 Trade Creditor Arrears**

Solomon Islands Government continues its commitment in paying its arrears, whilst maintaining the Honiara Club Agreement

**2 Promissory Notes.**

A Promissory Note is a negotiable instrument of a written promise to pay or repay a specified sum of money at a stated time or on demand. The Promissory Notes held by the Solomon Island's Government have been issued in lieu of payment as a result of revaluing the Government's membership (Solomon Island dollar against the Special Drawing Rights ("SDR") with certain organisations.

Promissory Notes are controlled and maintained by the Central Bank of Solomon Islands.

**3 Overseas Debt**

Outstanding Balances Includes Principal and Interest Arrears.

**4 Foreign Currency**

Debts in foreign currency are reported in the entity's reporting currency (SBD\$) by applying the foreign currency rate as at the reporting date (31 December 2010)

SOLOMON ISLANDS GOVERNMENT  
STATEMENT OF CONTINGENT LIABILITIES AND LOAN GUARANTEES  
AS AT 31 DECEMBER 2010

Statement 1G

<u>2009 (SIS)</u>	<u>Note</u>		<u>2010 (SIS)</u>
	<b>2</b>	<b>DOMESTIC LOAN GUARANTEES</b>	
67,128,910	Commercial Banks		50,316,438
1,688,000	Small Business Rural Finance Scheme		299,000
-	Development Bank of Solomon Islands		-
<u>68,816,910</u>	<b>TOTAL DOMESTIC LOAN GUARANTEES</b>		<u>50,615,438</u>
	<b>3</b>	<b>OTHER GUARANTEES</b>	
16,175,974	Maruha Corporation		14,068,489
-	State-Owned Enterprises		-
-	DBSI		-
-	Provincial Government Debts		-
-	Others		-
<u>16,175,974</u>	<b>TOTAL OTHER GUARANTEES</b>		<u>14,068,489</u>
<u>15,322,000</u>	Claims against SIG before courts		<u>15,056,422</u>
<u>100,314,884</u>	<b>TOTAL CONTINGENT LIABILITIES</b>		<u>79,740,349</u>

**NOTES TO THE STATEMENT OF CONTINGENT LIABILITIES**

- 1 Any contingent liabilities of the Solomon Islands Government relating to State Owned Enterprises and Provincial Government have not been disclosed in the Statement of Contingent Liabilities as there was no reliability as to the amount of the liabilities.
  
- 2 Domestic Guarantees
  - 2 (a) *Commercial Banks*  
The \$50,316,438 being the outstanding balance on loans drawn by Solomon Airlines from BSP assume by NPF as part of sale of Soltai to NPF and Tri-Marine Loan from ANZ by Solomon Islands been settled

**NOTES TO THE STATEMENT OF CONTINGENT LIABILITIES (Contd)**

**2 (c) *Small Business Rural Finance Scheme***

The Small business Rural Finance Scheme was established in 2006 and became operational in August 2007 to support small enterprise development in the Solomon Islands. Loans are administered by commercial banks with the scheme run by CBSI. Commercial banks are able to draw down on the amount (\$10million) if loans approved under this scheme default.

**3 (a) **Other Guarantees****

*Maruha Corporation*

The figure disclosed relates to a loan taken out by Investment Corporation of Solomon Islands with Maruha Corporation In Japanese Yen. The contingent liability was restructured and would be repaid in full by 30 March 2015

**3(b) European Investment Bank (EIB) is scheduled to write-off in respect of the Development Bank of Solomon Islands (DBSI) outstanding debts to the EIB**

The EIB debt write-off package comprises write-off of outstanding loan payments following liquidation of remaining DBSI's assets.

This debt write-off means that the Solomon Islands Government would not be required to pay the current outstanding EIB debt of SBD 14.6 million

**SOLOMON ISLANDS GOVERNMENT  
STATEMENT OF ON LENT LOANS  
AS AT 31 DECEMBER 2010**

Statement 1H

<u>2009 (SI\$)</u>	<u>Note</u>	<u>BORROWER</u>	<u>2010 (SIS)</u>
12,961,878	1	Solomon Islands Ports Authority	15,837,552
-		Home Finance Corporation	-
-		Development Bank of Solomon Islands	-
-		Provincial Governments	-
<u>12,961,878</u>		<b>TOTAL ON LENT LOANS</b>	<u>15,837,552</u>

**NOTES TO THE STATEMENT OF ON-LENT LOANS**

On-lent loans are currently not included in the Statement of Assets and Liabilities. It is anticipated that this omission of both asset and corresponding liability amounts will be corrected in the 2009 SIG Annual Accounts.

- 1 Solomon Islands Port Authority Loans denominated in Special Drawing rights ("SDR") have been converted to Solomon Island Dollars using the 31 December 2010 exchange rate of 0.0809, 2010 (0.0790, 2009) supplied by Debt Management Unit

**SOLOMON ISLANDS GOVERNMENT  
STATEMENT OF SPECIAL FUNDS  
FOR THE YEAR ENDED 31 DECEMBER 2010**

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2009 (SIS)		<u>Noro Fuel Depot</u> <u>Sinking Fund</u>	<u>Civil Aviation</u> <u>Fund</u>	<u>National Disaster</u> <u>Fund</u>	<u>Correctional</u> <u>Fund</u>	<u>Education Rehab.</u> <u>Fund</u>	<u>2010 (SIS)</u>
10,238,020	Balance (1/1/2010)	2,116,677	4,209,901	2,394,733	90,736	2,485,664	11,297,711
35,292,406	2010 Receipts	-	12,215,464	3,267,470	246,445	21,804,904	37,534,283
-	2010 unrealised exchange gain/loss		1,256,182				1,256,182
34,232,716	2010 Payments	-	10,232,520	3,079,183	116,486	23,976,104	37,404,293
<u>11,297,710</u>	<b>BALANCE (31/12/2010)</b>	<u>2,116,677</u>	<u>4,936,663</u>	<u>2,583,020</u>	<u>220,695</u>	<u>314,464</u>	<u>12,683,883</u>

**NOTES TO THE STATEMENT OF SPECIAL FUNDS**

- 1 Special funds are established under Section 100(2) of the Constitution and Section 5(1) of the Public Finance and Audit Act and do not form part of the Consolidated Fund.
- 2 **Civil Aviation Special Fund**  
The Special Fund balance reported in this statement as at 31 December 2010 related to the onshore funds held. Funds held offshore were \$4,231,989 ,2010 (\$3,185,736, 2009) were disclosed in the notes to the Special Fund
- 3 **National Disaster Special Funds - (BSP)**  
Although this is a special fund under its own Act, the information is available at the reporting date.  
Note that the balance include CBSI account and the BSP account respectively.
- 4 **Education Rehabilitation Fund - Tsunami**  
The special Fund was established for rehabilitation of schools destroyed by Tsunami in the Western Province. Financial report includes the SIG and other Donors contribution. Program closed at the reporting date.
- 5 **Correctional Special Fund.**  
This fund was established under the Police and Correctional Act. Its purpose intend to receive the proceeds from the Teterere Correctional Farms used as rations for the Prisoners

SOLOMON ISLANDS GOVERNMENT

Statement 2

COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE  
FOR THE YEAR ENDED 31 DECEMBER 2010

<u>2009</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	<b>70</b>	<b>AGRICULTURE AND LIVESTOCK DEVELOPMENT</b>				
<u>3,679,962</u>		Recurrent Revenue	<u>2,298,609</u>	<u>2,298,609</u>	<u>4,410,097</u>	<u>(2,111,488)</u>
		<u>Recurrent Expenditure</u>				
10,789,722		Employees	10,910,144	10,910,144	12,340,175	(1,430,031)
<u>10,605,988</u>		Other Charges	<u>15,577,737</u>	<u>12,270,242</u>	<u>9,788,443</u>	<u>2,481,799</u>
<u>21,395,710</u>		Total Expenditure	<u>26,487,881</u>	<u>23,180,386</u>	<u>22,128,618</u>	<u>1,051,769</u>
<u>(17,715,748)</u>		NET COST OF SERVICE	<u>(24,189,272)</u>	<u>(20,881,777)</u>	<u>(17,718,521)</u>	<u>3,163,256</u>
	<b>71</b>	<b>AUDITOR GENERAL'S OFFICE</b>				
<u>408,064</u>		Recurrent Revenue	<u>2,800,000</u>	<u>2,800,000</u>	<u>294,050</u>	<u>(2,505,950)</u>
		<u>Recurrent Expenditure</u>				
1,071,390		Employees	1,298,613	1,298,613	1,256,254	42,359
<u>2,028,192</u>		Other Charges	<u>4,893,748</u>	<u>4,081,791</u>	<u>3,447,625</u>	<u>634,167</u>
<u>3,099,582</u>		Total Expenditure	<u>6,192,361</u>	<u>5,380,404</u>	<u>4,703,879</u>	<u>676,525</u>
<u>(2,691,518)</u>		NET COST OF SERVICE	<u>(3,392,361)</u>	<u>(2,580,404)</u>	<u>(4,409,829)</u>	<u>(1,829,425)</u>



SOLOMON ISLANDS GOVERNMENT

Statement 2

COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE  
FOR THE YEAR ENDED 31 DECEMBER 2010

<u>2009</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	72	<b>EDUCATION AND HUMAN RESOURCE DEVELOPMENT</b>				
<u>59,059,484</u>		Recurrent Revenue (*)	<u>1,797,426</u>	<u>1,797,426</u>	<u>68,485,810</u>	<u>(66,688,384)</u>
		<u>Recurrent Expenditure</u>				
216,352,473		Employees	200,309,146	200,309,146	232,852,923	(32,543,777)
<u>197,907,938</u>		Other Charges (*)	<u>252,782,229</u>	<u>236,389,062</u>	<u>239,531,092</u>	<u>(3,142,030)</u>
<u>414,260,411</u>		Total Expenditure	<u>453,091,375</u>	<u>436,698,208</u>	<u>472,384,015</u>	<u>(35,685,807)</u>
<u>(355,200,927)</u>		NET COST OF SERVICE	<u>(451,293,949)</u>	<u>(434,900,782)</u>	<u>(403,898,206)</u>	<u>31,002,577</u>
		(*) Actual include Budget Support				
	73	<b>FINANCE AND TREASURY</b>				
<u>1,307,305,718</u>		Recurrent Revenue (*)	<u>1,479,590,009</u>	<u>1,479,590,009</u>	<u>1,827,434,611</u>	<u>(347,844,602)</u>
		<u>Recurrent Expenditure</u>				
12,942,379		Employees	12,122,057	12,122,057	14,548,914	(2,426,857)
<u>74,883,329</u>		Other Charges (*)	<u>70,591,534</u>	<u>64,704,285</u>	<u>45,794,311</u>	<u>18,909,974</u>
<u>87,825,708</u>		Total Expenditure	<u>82,713,591</u>	<u>76,826,342</u>	<u>60,343,225</u>	<u>16,483,116</u>
<u>1,219,480,010</u>		NET COST OF SERVICE	<u>1,396,876,418</u>	<u>1,402,763,667</u>	<u>1,767,091,386</u>	<u>364,327,719</u>
		(*) Actual Includes Budget Support				

## SOLOMON ISLANDS GOVERNMENT

Statement 2

COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE  
FOR THE YEAR ENDED 31 DECEMBER 2010

<u>2009</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	<b>74</b>	<b>FOREIGN AFFAIRS AND EXTERNAL TRADE</b>				
-		Recurrent Revenue	-	-	-	-
		<u>Recurrent Expenditure</u>				
4,579,274		Employees	1,791,551	1,791,551	2,605,839	(814,288)
24,169,861		Other Charges	25,288,098	18,713,193	25,784,676	(7,071,483)
28,749,134		Total Expenditure	27,079,649	20,504,744	28,390,515	(7,885,771)
(28,749,134)		NET COST OF SERVICE	(27,079,649)	(20,504,744)	(28,390,515)	(7,885,771)
	<b>75</b>	<b>GOVERNOR GENERAL</b>				
		<u>Recurrent Expenditure</u>				
1,194,944		Employees	963,850	963,850	982,332	(18,482)
3,790,137		Other Charges	4,928,105	3,878,902	4,976,808	(1,097,907)
4,985,081		Total Expenditure	5,891,955	4,842,752	5,959,140	(1,116,389)
(4,985,081)		NET COST OF SERVICE	(5,891,955)	(4,842,752)	(5,959,140)	(1,116,389)
	<b>76</b>	<b>HEALTH AND MEDICAL SERVICES</b>				
80,217,650		Recurrent Revenue (*)	205,000	205,000	137,670,978	(137,465,978)
		<u>Recurrent Expenditure</u>				
107,432,160		Employees	120,392,916	120,392,916	119,303,857	1,089,059
168,931,571		Other Charges (*)	176,929,877	164,841,738	169,186,227	(4,344,489)
276,363,731		Total Expenditure	297,322,793	285,234,654	288,490,084	(3,255,430)
(196,146,081)		NET COST OF SERVICE	(297,117,793)	(285,029,654)	(150,819,106)	134,210,547

(\*) Actuals include Budget Support

SOLOMON ISLANDS GOVERNMENT

Statement 2

COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE  
FOR THE YEAR ENDED 31 DECEMBER 2010

<u>2009</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	77	<b>INFRASTRUCTURE DEVELOPMENT</b>				
<u>1,749,932</u>		Recurrent Revenue	<u>2,358,500</u>	<u>2,358,500</u>	<u>2,423,360</u>	<u>(64,860)</u>
		<u>Recurrent Expenditure</u>				
4,966,818		Employees	5,123,270	5,123,270	5,864,145	(740,875)
<u>42,837,655</u>		Other Charges	<u>60,310,070</u>	<u>54,640,735</u>	<u>55,212,481</u>	<u>(571,746)</u>
<u>47,804,473</u>		Total Expenditure	<u>65,433,340</u>	<u>59,764,005</u>	<u>61,076,626</u>	<u>(1,312,621)</u>
<u>(46,054,542)</u>		NET COST OF SERVICE	<u>(63,074,840)</u>	<u>(57,405,505)</u>	<u>(58,653,266)</u>	<u>(1,247,761)</u>
	78	<b>NATIONAL DEBT SERVICING</b>				
<u>4,356,480</u>		Recurrent Revenue	<u>-</u>	<u>-</u>	<u>1,257,945</u>	<u>(1,257,945)</u>
		<u>Recurrent Expenditure</u>				
-		Employees	-	-	-	-
<u>98,145,124</u>		Other Charges	<u>120,000,000</u>	<u>120,000,000</u>	<u>94,614,648</u>	<u>25,385,352</u>
<u>98,145,124</u>		Total Expenditure	<u>120,000,000</u>	<u>120,000,000</u>	<u>94,614,648</u>	<u>25,385,352</u>
<u>(93,788,644)</u>		NET COST OF SERVICE	<u>(120,000,000)</u>	<u>(120,000,000)</u>	<u>(93,356,703)</u>	<u>26,643,297</u>
	79	<b>NATIONAL PARLIAMENT</b>				
		<u>Recurrent Expenditure</u>				
13,019,001		Employees	4,697,366	4,697,366	13,265,725	(8,568,359)
<u>17,678,667</u>		Other Charges	<u>18,372,460</u>	<u>33,563,921</u>	<u>31,222,833</u>	<u>2,341,088</u>
<u>30,697,668</u>		Total Expenditure	<u>23,069,826</u>	<u>38,261,287</u>	<u>44,488,558</u>	<u>(6,227,271)</u>
<u>(30,697,668)</u>		NET COST OF SERVICE	<u>(23,069,826)</u>	<u>(38,261,287)</u>	<u>(44,488,558)</u>	<u>(6,227,271)</u>

SOLOMON ISLANDS GOVERNMENT

Statement 2

COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE  
FOR THE YEAR ENDED 31 DECEMBER 2010

<u>2009</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	<b>80</b>	<b>FORESTRY</b>				
<u>1,585,700</u>		Recurrent Revenue	<u>615,000</u>	<u>615,000</u>	<u>1,517,632</u>	<u>(902,632)</u>
		<u>Recurrent Expenditure</u>				
6,589,933		Employees	5,148,018	5,148,018	6,038,383	(890,365)
<u>9,116,878</u>		Other Charges	<u>13,073,338</u>	<u>12,213,385</u>	<u>15,931,345</u>	<u>(3,717,960)</u>
<u>15,706,811</u>		Total Expenditure	<u>18,221,356</u>	<u>17,361,403</u>	<u>21,969,728</u>	<u>(4,608,325)</u>
<u>(14,121,111)</u>		NET COST OF SERVICE	<u>(17,606,356)</u>	<u>(16,746,403)</u>	<u>(20,452,096)</u>	<u>(3,705,693)</u>
	<b>81</b>	<b>OFFICE OF THE PRIME MINISTER &amp; CABINET</b>				
<u>120,876</u>		Recurrent Revenue	<u>108,000</u>	<u>108,000</u>	<u>46,400</u>	<u>61,600</u>
		<u>Recurrent Expenditure</u>				
18,053,981		Employees	15,932,721	16,782,721	20,434,380	(3,651,659)
<u>43,853,851</u>		Other Charges	<u>41,526,327</u>	<u>42,084,782</u>	<u>59,385,984</u>	<u>(17,301,202)</u>
<u>61,907,832</u>		Total Expenditure	<u>57,459,048</u>	<u>58,867,503</u>	<u>79,820,364</u>	<u>(20,952,861)</u>
<u>(61,786,956)</u>		NET COST OF SERVICE	<u>(57,351,048)</u>	<u>(58,759,503)</u>	<u>(79,773,964)</u>	<u>(21,014,461)</u>
	<b>82</b>	<b>PENSIONS AND GRATUITIES</b>				
		<u>Recurrent Expenditure</u>				
<u>2,893,281</u>		Other Charges	<u>13,898,867</u>	<u>13,898,867</u>	<u>4,077,767</u>	<u>9,821,100</u>
<u>2,893,281</u>		Total Expenditure	<u>13,898,867</u>	<u>13,898,867</u>	<u>4,077,767</u>	<u>9,821,100</u>
<u>(2,893,281)</u>		NET COST OF SERVICE	<u>(13,898,867)</u>	<u>(13,898,867)</u>	<u>(4,077,767)</u>	<u>9,821,100</u>

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 2

<u>2009</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	<b>83</b>	<b>POLICE AND NATIONAL SECURITY</b>				
<u>463,002</u>		Recurrent Revenue	<u>618,000</u>	<u>618,000</u>	<u>406,261</u>	<u>211,739</u>
		<u>Recurrent Expenditure</u>				
63,927,630		Employees	58,229,369	58,229,369	66,458,085	(8,228,716)
<u>48,035,396</u>		Other Charges	<u>67,167,921</u>	<u>67,088,661</u>	<u>58,802,410</u>	<u>8,286,251</u>
<u>111,963,026</u>		Total Expenditure	<u>125,397,290</u>	<u>125,318,030</u>	<u>125,260,495</u>	<u>57,535</u>
<u>(111,500,023)</u>		NET COST OF SERVICE	<u>(124,779,290)</u>	<u>(124,700,030)</u>	<u>(124,854,234)</u>	<u>(154,204)</u>
	<b>84</b>	<b>PROVINCIAL GOVERNMENT AND INSTITUTIONAL STRENGTHENING</b>				
<u>-</u>		Recurrent Revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>Recurrent Expenditure</u>				
3,786,285		Employees	11,018,128	11,018,128	13,918,407	(2,900,279)
<u>52,096,788</u>		Other Charges	<u>54,252,016</u>	<u>63,409,422</u>	<u>60,425,625</u>	<u>2,983,797</u>
<u>55,883,073</u>		Total Expenditure	<u>65,270,144</u>	<u>74,427,550</u>	<u>74,344,032</u>	<u>83,518</u>
<u>(55,883,073)</u>		NET COST OF SERVICE	<u>(65,270,144)</u>	<u>(74,427,550)</u>	<u>(74,344,032)</u>	<u>83,518</u>

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 2

<u>2009</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	<b>85</b>	<b>LANDS HOUSING AND SURVEY</b>				
<u>4,329,024</u>		Recurrent Revenue	<u>21,811,150</u>	<u>21,811,150</u>	<u>2,762,812</u>	<u>19,048,338</u>
		<u>Recurrent Expenditure</u>				
2,941,188		Employees	3,479,871	3,479,871	3,917,082	(437,211)
<u>9,365,804</u>		Other Charges	<u>17,611,370</u>	<u>13,137,101</u>	<u>9,295,756</u>	<u>3,841,345</u>
<u>12,306,992</u>		Total Expenditure	<u>21,091,241</u>	<u>16,616,972</u>	<u>13,212,838</u>	<u>3,404,134</u>
<u>(7,977,968)</u>		NET COST OF SERVICE	<u>719,909</u>	<u>5,194,179</u>	<u>(10,450,025)</u>	<u>(15,644,204)</u>
	<b>86</b>	<b>DEVELOPMENT PLANNING AND AID COORDINATION</b>				
<u>-</u>		Recurrent Revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>Recurrent Expenditure</u>				
1,191,165		Employees	1,100,494	1,100,494	1,360,212	(259,718)
<u>2,905,746</u>		Other Charges	<u>4,565,471</u>	<u>3,461,482</u>	<u>3,512,383</u>	<u>(50,901)</u>
<u>4,096,912</u>		Total Expenditure	<u>5,665,965</u>	<u>4,561,976</u>	<u>4,872,595</u>	<u>(310,619)</u>
<u>(4,096,912)</u>		NET COST OF SERVICE	<u>(5,665,965)</u>	<u>(4,561,976)</u>	<u>(4,872,595)</u>	<u>(310,619)</u>

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 2

<u>2009</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	<b>87</b>	<b>CULTURE AND TOURISM</b>				
<u>18,865</u>		Recurrent Revenue	<u>12,200</u>	<u>12,200</u>	<u>26,793</u>	<u>(14,593)</u>
		<u>Recurrent Expenditure</u>				
1,613,236		Employees	1,710,050	1,710,050	1,889,919	(179,869)
<u>5,450,917</u>		Other Charges	<u>9,353,329</u>	<u>7,517,404</u>	<u>8,555,611</u>	<u>(1,038,207)</u>
<u>7,064,154</u>		Total Expenditure	<u>11,063,379</u>	<u>9,227,454</u>	<u>10,445,529</u>	<u>(1,218,075)</u>
<u>(7,045,289)</u>		NET COST OF SERVICE	<u>(11,051,179)</u>	<u>(9,215,254)</u>	<u>(10,418,736)</u>	<u>(1,203,482)</u>
	<b>88</b>	<b>COMMERCE, INDUSTRY, EMPLOYMENT AND IMMIGRATION</b>				
<u>8,300,975</u>		Recurrent Revenue	<u>11,677,007</u>	<u>11,677,007</u>	<u>12,597,141</u>	<u>(920,134)</u>
		<u>Recurrent Expenditure</u>				
3,994,131		Employees	4,589,695	4,589,695	6,097,899	(1,508,204)
<u>15,858,957</u>		Other Charges	<u>28,316,709</u>	<u>23,958,257</u>	<u>24,645,869</u>	<u>(687,612)</u>
<u>19,853,088</u>		Total Expenditure	<u>32,906,404</u>	<u>28,547,952</u>	<u>30,743,768</u>	<u>(2,195,816)</u>
<u>(11,552,113)</u>		NET COST OF SERVICE	<u>(21,229,397)</u>	<u>(16,870,945)</u>	<u>(18,146,627)</u>	<u>(1,275,682)</u>

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 2

<u>2009</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	<b>89</b>	<b>COMMUNICATION AND CIVIL AVIATION</b>				
<u>18,221,806</u>		Recurrent Revenue	<u>17,844,497</u>	<u>17,844,497</u>	<u>17,594,820</u>	<u>249,677</u>
		<u>Recurrent Expenditure</u>				
4,365,483		Employees	4,825,789	4,825,789	6,387,425	(1,561,636)
<u>20,025,490</u>		Other Charges	<u>21,226,189</u>	<u>37,572,064</u>	<u>39,925,434</u>	<u>(2,353,370)</u>
<u>24,390,973</u>		Total Expenditure	<u>26,051,978</u>	<u>42,397,853</u>	<u>46,312,859</u>	<u>(3,915,006)</u>
<u>(6,169,167)</u>		NET COST OF SERVICE	<u>(8,207,481)</u>	<u>(24,553,356)</u>	<u>(28,718,039)</u>	<u>(4,164,683)</u>
	<b>90</b>	<b>FISHERIES AND MARINE RESOURCES</b>				
<u>108,925,508</u>		Recurrent Revenue	<u>115,615,000</u>	<u>115,615,000</u>	<u>108,084,345</u>	<u>7,530,655</u>
		<u>Recurrent Expenditure</u>				
2,922,963		Employees	2,639,298	2,639,298	3,550,083	(910,785)
<u>7,241,921</u>		Other Charges	<u>10,375,956</u>	<u>7,678,208</u>	<u>8,458,294</u>	<u>(780,086)</u>
<u>10,164,884</u>		Total Expenditure	<u>13,015,254</u>	<u>10,317,506</u>	<u>12,008,377</u>	<u>(1,690,871)</u>
<u>98,760,625</u>		NET COST OF SERVICE	<u>102,599,746</u>	<u>105,297,494</u>	<u>96,075,968</u>	<u>(9,221,526)</u>



SOLOMON ISLANDS GOVERNMENT

Statement 2

COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE  
FOR THE YEAR ENDED 31 DECEMBER 2010

<u>2009</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	<b>91</b>	<b>PUBLIC SERVICE</b>				
<u>1,671,056</u>		Recurrent Revenue	<u>1,210,000</u>	<u>1,210,000</u>	<u>56,200</u>	<u>1,153,800</u>
		<u>Recurrent Expenditure</u>				
3,097,179		Employees	4,068,256	4,068,256	4,060,520	7,736
<u>12,244,466</u>		Other Charges	<u>16,830,638</u>	<u>15,741,223</u>	<u>14,858,816</u>	<u>882,407</u>
<u>15,341,645</u>		Total Expenditure	<u>20,898,894</u>	<u>19,809,479</u>	<u>18,919,335</u>	<u>890,144</u>
<u>(13,670,589)</u>		NET COST OF SERVICE	<u>(19,688,894)</u>	<u>(18,599,479)</u>	<u>(18,863,135)</u>	<u>(263,656)</u>
	<b>92</b>	<b>JUSTICE AND LEGAL AFFAIRS</b>				
<u>810,236</u>		Recurrent Revenue	<u>1,390,000</u>	<u>1,390,000</u>	<u>597,548</u>	<u>792,452</u>
		<u>Recurrent Expenditure</u>				
5,405,165		Employees	5,119,619	5,119,619	7,127,433	(2,007,814)
<u>8,099,113</u>		Other Charges	<u>13,488,427</u>	<u>11,395,383</u>	<u>9,323,521</u>	<u>2,071,862</u>
<u>13,504,278</u>		Total Expenditure	<u>18,608,046</u>	<u>16,515,002</u>	<u>16,450,954</u>	<u>64,048</u>
<u>(12,694,041)</u>		NET COST OF SERVICE	<u>(17,218,046)</u>	<u>(15,125,002)</u>	<u>(15,853,406)</u>	<u>(728,404)</u>

SOLOMON ISLANDS GOVERNMENT

Statement 2

COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE  
FOR THE YEAR ENDED 31 DECEMBER 2010

<u>2009</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	<b>93</b>	<b>HOME AFFAIRS</b>				
<u>1,274,607</u>		Recurrent Revenue	<u>2,700,000</u>	<u>2,700,000</u>	<u>2,119,551</u>	<u>580,449</u>
		<u>Recurrent Expenditure</u>				
<u>2,255,992</u>		Employees	<u>1,815,428</u>	<u>1,815,428</u>	<u>2,756,213</u>	<u>(940,785)</u>
<u>27,718,717</u>		Other Charges	<u>55,654,426</u>	<u>62,295,442</u>	<u>57,342,513</u>	<u>4,952,930</u>
<u>29,974,708</u>		Total Expenditure	<u>57,469,854</u>	<u>64,110,870</u>	<u>60,098,725</u>	<u>4,012,145</u>
<u>(28,700,101)</u>		NET COST OF SERVICE	<u>(54,769,854)</u>	<u>(61,410,870)</u>	<u>(57,979,174)</u>	<u>3,431,696</u>
	<b>94</b>	<b>NATIONAL UNITY, RECONCILIATION AND PEACE</b>				
<u>-</u>		Recurrent Revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>Recurrent Expenditure</u>				
<u>1,703,047</u>		Employees	<u>2,623,196</u>	<u>2,623,196</u>	<u>2,451,804</u>	<u>171,392</u>
<u>6,010,610</u>		Other Charges	<u>6,701,646</u>	<u>5,873,479</u>	<u>6,186,226</u>	<u>(312,748)</u>
<u>7,713,657</u>		Total Expenditure	<u>9,324,842</u>	<u>8,496,675</u>	<u>8,638,031</u>	<u>(141,356)</u>
<u>(7,713,657)</u>		NET COST OF SERVICE	<u>(9,324,842)</u>	<u>(8,496,675)</u>	<u>(8,638,031)</u>	<u>(141,356)</u>

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 2

<u>2009</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	95	<b>MINES, ENERGY AND RUAL ELECTRIFICATION</b>				
2,044,348		Recurrent Revenue	869,300	869,300	1,880,008	(1,010,708)
		<u>Recurrent Expenditure</u>				
1,823,648		Employees	2,702,835	2,702,835	3,110,861	(408,026)
9,151,903		Other Charges	11,670,917	8,872,698	10,554,297	(1,681,599)
10,975,552		Total Expenditure	14,373,752	11,575,533	13,665,159	(2,089,625)
(8,931,204)		NET COST OF SERVICE	(13,504,452)	(10,706,233)	(11,785,151)	(1,078,918)
	96	<b>NATIONAL JUDICIARY</b>				
502,788		Recurrent Revenue (*)	482,573	482,573	3,328,343	(2,845,770)
		<u>Recurrent Expenditure</u>				
4,841,950		Employees	5,261,484	5,261,484	7,115,262	(1,853,778)
5,881,222		Other Charges	9,436,940	7,348,230	6,640,550	707,680
10,723,171		Total Expenditure	14,698,424	12,609,714	13,755,812	(1,146,098)
(10,220,383)		NET COST OF SERVICE	(14,215,851)	(12,127,141)	(10,427,469)	1,699,672

(\*) Actual include Donor Support (ROC)

SOLOMON ISLANDS GOVERNMENT  
 COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE  
 FOR THE YEAR ENDED 31 DECEMBER 2010

Statement 2

<u>2009</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	<b>97</b>	<b>WOMEN YOUTH &amp; CHILDRENS AFFAIRS</b>				
-		Recurrent Revenue	-	-	-	-
		<u>Recurrent Expenditure</u>				
1,011,763		Employees	1,036,552	1,036,552	1,477,622	(441,070)
4,376,570		Other Charges	7,413,126	6,089,837	5,860,548	229,289
5,388,334		Total Expenditure	8,449,678	7,126,389	7,338,171	(211,782)
(5,388,334)		NET COST OF SERVICE	(8,449,678)	(7,126,389)	(7,338,171)	(211,782)
	<b>98</b>	<b>RURAL DEVELOPMENT AND INDIGENOUS AFFAIRS</b>				
-		Recurrent Revenue	-	-	-	-
		<u>Recurrent Expenditure</u>				
3,154,340		Employees	2,749,781	2,749,781	3,048,783	(299,002)
2,905,884		Other Charges	10,378,922	7,389,057	4,571,823	2,817,234
6,060,225		Total Expenditure	13,128,703	10,138,838	7,620,605	2,518,232
(6,060,225)		NET COST OF SERVICE	(13,128,703)	(10,138,838)	(7,620,605)	2,518,232

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 2

<u>2009</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	<b>99</b>	<b>ENVIRONMENT, CONSERVATION AND METEOROLOGY</b>				
<u>349,213</u>		Recurrent Revenue(*)	<u>15,000</u>	<u>15,000</u>	<u>395,882</u>	<u>(380,882)</u>
		<u>Recurrent Expenditure</u>				
3,471,276		Employees (*)	3,021,680	3,021,680	<u>3,901,533</u>	<u>(879,853)</u>
<u>8,306,537</u>		Other Charges	<u>10,249,128</u>	<u>8,324,915</u>	<u>8,709,752</u>	<u>(384,837)</u>
<u>11,777,814</u>		Total Expenditure	<u>13,270,808</u>	<u>11,346,595</u>	<u>12,611,285</u>	<u>(1,264,690)</u>
<u>(11,428,601)</u>		NET COST OF SERVICE	<u>(13,255,808)</u>	<u>(11,331,595)</u>	<u>(12,215,403)</u>	<u>(883,808)</u>
		(*) Actuals Include Donor Support				
		<b>SOLOMON ISLANDS GOVERNMENT TOTAL</b>				
		<u>Recurrent Revenue</u>				
1,605,395,296		Revenue	1,664,017,271	1,664,017,271	<u>2,193,390,588</u>	<u>(529,373,317)</u>
		<u>Recurrent Expenditure</u>				
<u>1,451,017,030</u>		Expenditure	<u>1,667,546,697</u>	<u>1,633,964,943</u>	<u>1,664,745,740</u>	<u>(30,780,796)</u>
<u>154,378,266</u>		NET SURPLUS (DEFICIT) FOR THE YEAR (Refer Statement 1A)	<u>(3,529,426)</u>	<u>30,052,328</u>	<u>528,644,848</u>	<u>(498,592,521)</u>

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 3

<u>2009</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
<b>AGRICULTURE AND LIVESTOCK DEVELOPMENT</b>					
<u>Development Expenditure</u>					
2,897,769	Auluta Oil Palm Project	1,500,000	1,500,000	1,583,648	(83,648)
1,605,597	Oil Palm Outgrowers (GPPOL)	500,000	500,000	505,541	(5,541)
328,069	Vangunu Oil Palm Project	500,000	500,000	523,344	(23,344)
0	National Coffee Development	2,000,000	2,000,000	1,840,054	159,946
0	National Kava Developmentnt	1,500,000	1,200,000	758,706	441,294
98,776	Provincial Slaughter Houses	500,000	500,000	-	500,000
0	Cattle Development Project	8,000,000	8,000,000	-	8,000,000
27,715	Field Experimental Stations	-	-	-	-
6,831,727	Rural Rice Projects	10,000,000	10,000,000	6,564,209	3,435,791
1,605,444	Coconut and Cocoa Rehabilitation	2,000,000	1,950,000	2,213,326	(263,326)
0	National Honey Production Program	250,000	250,000	159,158	90,842
761,581.79	Oil Palm Projects including GPOL	500,000	900,000	837,619	62,381
-	Malaita Commercial Pig Production	1,500,000	1,500,000	489,951	1,010,049
-	Cocoa Subsidy	2,000,000	1,950,000	1,838,229	111,771
431,350	Develop.of Exotic and Indigenous Crop	-	-	12,550	(12,550)
<u>14,588,029</u>	<b>MINISTRY TOTAL</b>	<u>30,750,000</u>	<u>30,750,000</u>	<u>17,326,335</u>	<u>13,423,665</u>

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 3

<u>2009</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
<b>EDUCATION &amp; HUMAN RESOURCES DEVELOPMENT</b>					
<u>Development Expenditure</u>					
2,355,000	USP Campus - Expansion Programme				
3,000,000	SICHE Upgrading Programme	3,000,000	3,000,000	-	3,000,000
2,320,479	KG VI Renovation	2,000,000	2,000,000	1,453,752	546,248
5,418,586	Tsunami Education Rehabilitation	-	5,000,000	5,000,000	-
4,135,196	Publishing of Teaching Materials	4,000,000	4,000,000	(1,479,366)	5,479,366
14,980,000	Education Tsunami Recovery Programme	16,804,904	16,804,904	16,804,904	-
4,966,350	Free Education -ROC Component	-	-	-	-
5,000,000	SIG Contribution to Free Education	5,000,000	-	4,399,385	(4,399,385)
-	Basic School Supplies Project	-	-	-	-
16,588,953	SI Training Award ROC	16,700,000	16,700,000	16,179,919	520,081
<u>58,764,565</u>	<b>MINISTRY TOTAL</b>	<u>47,504,904</u>	<u>47,504,904</u>	<u>42,358,593</u>	<u>5,146,311</u>
<b>FINANCE AND TREASURY</b>					
<u>Development Expenditure</u>					
61,806	Upgrade of finance system (Maximise) (*)	990,000	990,000	1,670,543	(680,543)
-	Household Income Expenditure	1,000,000	1,000,000	-	1,000,000
22,498	National Village Resources Survey	-	-	872	(872)
842,152	Department of Finance Building	4,000,000	4,000,000	427,500	3,572,500
3,564,231	National Population & Housing Census(UND	-	-	-	-
1,391,428	National Populat. & Housing Cenus-AUSAID	-	-	970,255	(970,255)
-	National Population & Housing Census-EU	-	-	262,042	(262,042)
12,158,324	National Population & Housing Census	2,010,000	7,359,734	9,384,215	(2,024,482)
1,645,470		-	-	227,563	(227,563)
<u>19,685,908</u>	<b>MINISTRY TOTAL</b>	<u>8,000,000</u>	<u>13,349,734</u>	<u>12,942,991</u>	<u>406,742</u>

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 3

<u>2009</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	<b>* Include Donor Support</b>				
	<b>FOREIGN AFFAIRS AND EXTERNAL TRADE</b>				
	<u>Development Expenditure</u>				
-	PNG Chancery in Solomon Islands	-	-	3,000,000	(3,000,000)
5,000,000	Canberra Chancellery	23,300,000	43,300,000	46,538,336	(3,238,336)
-	VIP Lounges	500,000	500,000	-	500,000
-		-	-	-	-
<u>5,000,000</u>	<b>MINISTRY TOTAL</b>	<u>23,800,000</u>	<u>43,800,000</u>	<u>49,538,336</u>	<u>- 5,738,336</u>
	 <b><u>HEALTH AND MEDICAL SERVICES</u></b>				
	<u>Development Expenditure</u>				
-		-	-	-	-
345,000	Rural Health clinics - Renovation and Up	1,500,000	1,500,000	285,545	1,214,455
-	Rehabilitation of Kilu'ufi Hospital	3,000,000	3,000,000	-	3,000,000
182,000	Gizo Hospital Site Work and Water Supply	3,000,000	3,000,000	23,429	2,976,571
-	National Referral Hospital upgrading	3,000,000	3,000,000	882,924	2,117,076
40,000	Provincial Health Sector Officers Housin	4,000,000	4,000,000	2,796,740	1,203,260
4,295,969	Provincial Rural Water Supply & Sanitati	4,000,000	4,000,000	4,000,000	-
-	Repair of Health clinics in Tinggoa, Ten	800,000	800,000	-	800,000
496,675	Primary Health Care	-	-	-	-
-		-	-	-	-
<u>5,359,644</u>	<b>MINISTRY TOTAL</b>	<u>19,300,000</u>	<u>19,300,000</u>	<u>7,988,637</u>	<u>11,311,363</u>



**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 3

<u>2009</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
<b>INFRASTRUCTURE DEVELOPMENT</b>					
<b><u>Development Expenditure</u></b>					
5,813,678	Obligations Under the Emergency Assistan	2,000,000	2,000,000	2,646,088	(646,088)
-	SIG Obligation to domestic Maritime	1,500,000	1,500,000	1,486,871	13,129
-	Provincial Shipping	-	-	993,351	(993,351)
4,586,625	Rural Road Development	10,000,000	10,000,000	6,495,117	3,504,883
1,762,940	Shipping for Temotu Pele	-	-	-	-
-	SIG Contribution to SIRIP	4,000,000	4,000,000	4,162,775	(162,775)
782,181	Ranandi Industrial Estate - Road sealing	2,000,000	2,000,000	114,500	1,885,500
-	Relocation of Workshop to Ranandi	4,500,000	4,500,000	-	4,500,000
1,617,400	Haevo - Visina - Koregu road upgrade	-	-	-	-
4,497,858	Kaivanga-Kolomola-Koqe road upgrade	-	-	-	-
91,703	Auki wreck removal	-	-	-	-
<u>19,152,384</u>	<b>MINISTRY TOTAL</b>	<u>24,000,000</u>	<u>24,000,000</u>	<u>15,898,702</u>	<u>8,101,299</u>
<b>NATIONAL PARLIAMENT</b>					
<b><u>Development Expenditure</u></b>					
2,294,555	Parliament House Renovation & Security	6,000,000	6,000,000	1,297,882	4,702,118
-		-	-	-	-
<u>2,294,555</u>	<b>MINISTRY TOTAL</b>	<u>6,000,000</u>	<u>6,000,000</u>	<u>1,297,882</u>	<u>4,702,118</u>

SOLOMON ISLANDS GOVERNMENT  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE  
 FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 3

<u>2009</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
<b>FORESTRY</b>					
<u>Development Expenditure</u>					
1,025,181	Reforestation Projects	-	-	-	-
-	Down Stream Processing	6,000,000	6,000,000	6,322,284	(322,284)
<u>7,709,552</u>	Strategic Support to Reforestation	<u>8,000,000</u>	<u>8,000,000</u>	<u>7,776,939</u>	<u>223,061</u>
<u>8,734,733</u>	<b>MINISTRY TOTAL</b>	<u>14,000,000</u>	<u>14,000,000</u>	<u>14,099,223</u>	<u>(99,223)</u>
<b>PRIME MINISTER'S OFFICE</b>					
<u>Development Expenditure</u>					
250,000	Assistance to Non State Actors	-	-	618,882	(618,882)
-	Political Advisory Unit (PMO)	-	-	137,026	(137,026)
204,522	Political Party Integrity Bill	-	-	-	-
-	Commission of Enquiry Guadalcanal Land D	1,150,000	1,150,000	820,372	329,628
-	Support to Constitutional Reform	1,000,000	1,000,000	264,150	735,850
-		-	-	-	-
<u>454,522</u>	<b>MINISTRY TOTAL</b>	<u>2,150,000</u>	<u>2,150,000</u>	<u>1,840,430</u>	<u>309,570</u>
<b>POLICE AND NATIONAL SECURITY</b>					
<u>Development Expenditure</u>					
552,273	Buala Police Post	660,000	660,000	-	660,000
-	Auki Police Housing	2,500,000	2,500,000	-	2,500,000
986,901	Gizo Police post	1,570,000	1,570,000	437,090	1,132,910
490,728	Naha Prison Officers Housing	3,000,000	3,000,000	127,651	2,872,349
717,090	Marau Police post	1,500,000	1,500,000	646,867	853,133
656,177	Tetere Prison Officers Housing	770,000	770,000	680,842	89,158
<u>132,586</u>	Lofang Police Station	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>3,535,754</u>	<b>MINISTRY TOTAL</b>	<u>10,000,000</u>	<u>10,000,000</u>	<u>1,892,450</u>	<u>8,107,550</u>

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 3

<u>2009</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
<b>PROVINCIAL GOVERNMENT AND INSTITUTIONAL STRENGTHENING</b>					
<u>Development Expenditure</u>					
-	Provincial Government Support Program	-	-	9,921,044	(9,921,044)
-	Malaita Provincial Housing	1,500,000	1,500,000	-	1,500,000
-	Choiseul Township Project	3,000,000	3,000,000	3,000,000	-
2,000,000	Rehabilitation of Provincial Government	5,700,000	5,700,000	4,275,000	1,425,000
-		-	-	-	-
<u>2,000,000</u>	<b>MINISTRY TOTAL</b>	<u>10,200,000</u>	<u>10,200,000</u>	<u>17,196,044</u>	<u>(6,996,044)</u>
<b>LANDS, HOUSING AND SURVEY</b>					
<u>Development Expenditure</u>					
-	Field Survey and other Equipment	400,000	400,000	-	400,000.00
-	Land Reform Project - Provincial Centres	2,000,000	2,000,000	-	2,000,000.00
-	Land Acquisition	3,240,000	3,240,000	4,505,847	-1,265,847.40
-	Site Development	4,000,000	4,000,000	-	4,000,000.00
442,152	Unauthorised Public Land Registrarion	1,000,000	1,000,000	530,375	469,625.46
-		-	-	-	-
<u>442,152</u>	<b>MINISTRY TOTAL</b>	<u>10,640,000</u>	<u>10,640,000</u>	<u>5,036,222</u>	<u>469,625</u>

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 3

<u>2009</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
<b>DEVELOPMENT PLANNING AND AID COORDINATION</b>					
<u>Development Expenditure</u>					
20,450,000	Millennium Constituency Dev Fund	-	-	-	-
-	MDPAC Office Building	3,000,000	3,000,000	-	3,000,000
-	SI Long Term Plan	300,000	300,000	-	300,000
482,494	Institutional Capacity building - provinces	600,000	600,000	201,143	398,857
-	Ministry Network System	500,000	500,000	-	500,000
-		-	-	-	-
<u>20,932,494</u>	<b>MINISTRY TOTAL</b>	<u>4,400,000</u>	<u>4,400,000</u>	<u>201,143</u>	<u>4,198,857</u>
 <b>CULTURE AND TOURISM</b>					
<u>Development Expenditure</u>					
752,381	Training for Tourism Ind. Dev of SICHE	5,000,000	5,000,000	5,307,828	(307,828)
28,502	New Heritage Centre	2,000,000	2,000,000	1,200,000	800,000
1,368,989	Eco-Tourism Grants	5,000,000	5,000,000	4,817,689	182,311
32,187	Balalai WW2 Relics	-	-	-	-
-		-	-	-	-
<u>2,182,060</u>	<b>MINISTRY TOTAL</b>	<u>12,000,000</u>	<u>12,000,000</u>	<u>11,325,517</u>	<u>674,483</u>

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 3

<u>2009</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
<b>COMMERCE, INDUSTRY AND EMPLOYMENT</b>					
<u>Development Expenditure</u>					
31,970	Noro Industrial Development	4,000,000	4,000,000	17,596	3,982,404
-	Secured Transaction Registry office	300,000	300,000	97,755	202,245
-	National Technical training programme	950,000	950,000	-	950,000
-	Standby Generator for Passport Processin	1,700,000	1,700,000	-	1,700,000
194,201	Suava Port Development	2,000,000	2,000,000	1,079,111	920,889
159,253	Bina Industrial & Sea Port Deveopment	3,000,000	3,000,000	418,463	2,581,537
-		-	-	-	-
<u>385,423</u>	<b>MINISTRY TOTAL</b>	<u>11,950,000</u>	<u>11,950,000</u>	<u>1,612,924</u>	<u>10,337,076</u>
<b>COMMUNICATION AND AVIATION</b>					
<u>Development Expenditure</u>					
1,845,805	Air Field upgrading	-	-	73,275	(73,275)
1,940,189	Provincial Airfields	5,000,000	5,000,000	5,042,273	(42,273)
3,460,893	Domestic Terminal	-	-	-	-
169,500	Western Province International Airfield	-	-	-	-
<u>6,217,144</u>	Replacement of Navigational Equipment	<u>6,500,000</u>	<u>6,500,000</u>	<u>6,497,522</u>	<u>2,478</u>
<u>13,633,530</u>	<b>MINISTRY TOTAL</b>	<u>11,500,000</u>	<u>11,500,000</u>	<u>11,613,070</u>	<u>(113,070)</u>

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 3

<u>2009</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
<b>FISHERIES AND MARINE RESOURCES</b>					
<u>Development Expenditure</u>					
-	Fish Aggregate Device	1,000,000	1,000,000	-	1,000,000
335,045	Dolphin Assessments	250,000	250,000	33,129	216,871
142,470	Tuna Loin Factories (Suava & Tenrau)	1,400,000	1,400,000	417,501	982,499
423,125	Pole and Line Boats	-	-	-	-
-	Pearl Farming Investments	1,000,000	1,000,000	-	1,000,000
5,217,386	Rural Fisheries Enterprises	-	-	-	-
<u>6,118,026</u>	<b>MINISTRY TOTAL</b>	<u>3,650,000</u>	<u>3,650,000</u>	<u>450,630</u>	<u>3,199,370</u>
<b>PUBLIC SERVICE</b>					
<u>Development Expenditure</u>					
328,280	New Office Block	1,000,000	1,000,000	995,859	4,141
-		-	-	-	-
<u>328,280</u>	<b>MINISTRY TOTAL</b>	<u>1,000,000</u>	<u>1,000,000</u>	<u>995,859</u>	<u>4,141</u>
<b>HOME AFFAIRS</b>					
<u>Development Expenditure</u>					
-	Multi Purpose Sports Stadium	1,500,000	1,500,000	-	1,500,000.00
-	Housing for Provincial Disaster Management	1,200,000	1,200,000	-	1,200,000.00
-		-	-	-	-
<u>-</u>	<b>MINISTRY TOTAL</b>	<u>2,700,000</u>	<u>2,700,000</u>	<u>-</u>	<u>2,700,000</u>

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 3

<u>2009</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
<b>NATIONAL UNITY RECONCILIATION AND PEACE</b>					
<u>Development Expenditure</u>					
2,889,245	National Reconciliation Programme	5,000,000	5,000,000	1,681,515	3,318,485
99,172	Truth and Reconciliation Council	5,000,000	5,000,000	72,668	4,927,332
-		-	-	-	-
<u>2,988,417</u>	<b>MINISTRY TOTAL</b>	<u>10,000,000</u>	<u>10,000,000</u>	<u>1,754,183</u>	<u>8,245,817</u>
<b>MINES, ENERGY AND RURAL ELECTRIFICATION</b>					
<u>Development Expenditure</u>					
369,578	Renewable Rural Electricity (*)	-	-	9,649,016	(9,649,016)
-	Renewable Rural Electricity (SIG)	1,000,000	1,000,000	418,198	581,802
-	Goldridge relocation scheme	1,000,000	1,000,000	74,563	925,438
220,803	Huro (Makira) and Rualae (Malaita) Hydro	-	-	-	-
-	Energy conservation	13,350,000	13,350,000	7,441,150	5,908,850
309,565	Honiara water source	-	-	15,100	(15,100)
1,954,865	Rural Electrification (phase 1)	1,500,000	1,500,000	3,345,514	(1,845,514)
1,130,622	Rural Electrification phase I (Provincia	-	-	(1,954,865)	1,954,865
11,920,206	Rural Electrification Project (Provincia	-	-	(700,000)	700,000
1,942,012	Rural Electrification phase I (Provincia	-	-	-	-
737,950	Tina Ngalibiu Hydro Scheme	1,000,000	1,000,000	3,132,240	(2,132,240)
500,000	Support to SIWA to purchase a back up Ge	-	-	-	-
<u>19,085,600</u>	<b>MINISTRY TOTAL</b>	<u>17,850,000</u>	<u>17,850,000</u>	<u>21,420,916</u>	<u>- 3,570,916</u>

(\*) actuals include Donor Support

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 3

<u>2009</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
<b>NATIONAL JUDICIARY</b>					
<u>Development Expenditure</u>					
418,716	Magistrates Housing - Auki	500,000	500,000	47,608	452,392
-	Refurbishment of Court House	500,000	500,000	193,276	306,724
-	Secure Magistrate Housing Kirakira	600,000	600,000	-	600,000
-		-	-	-	-
<u>418,716</u>	<b>MINISTRY TOTAL</b>	<u>1,600,000</u>	<u>1,600,000</u>	<u>240,884</u>	<u>1,359,116</u>
<b>WOMEN, YOUTH AND CHILDRENS AFFAIRS</b>					
<u>Development Expenditure</u>					
-	Planning Projects	1,000,000	1,000,000	550,721	449,278.93
-	Musical Youth Empowerment	1,200,000	1,200,000	1,439,692	-239,692.00
-	Policy and Planning Project	-	-	426,559	-426,559.40
-	National Centre for Women	1,200,000	1,200,000	-	(1,200,000)
-	<b>MINISTRY TOTAL</b>	<u>3,400,000</u>	<u>3,400,000</u>	<u>2,416,972</u>	<u>- 1,866,251</u>
<b>RURAL DEVELOPMENT AND INDEGINOUS AFFAIRS</b>					
<u>Development Expenditure</u>					
52,476,901	Rural Constituencies Livelihood Fund	50,000,000	50,000,000	54,920,326	(4,920,326)
3,900,000	Rural Constituencies Development Fund (SIG)	-	-	9,250,000	(9,250,000)
20,150,000	Rural Constituencies Development Fund (ROC)	20,000,000	20,000,000	19,800,000	200,000
10,200,000	ROC Constituencies Micro Project	10,000,000	10,000,000	9,800,000	200,000
-	Millinium Development Funds	20,000,000	20,000,000	19,900,000	100,000
-	Rural Fisheries Enterprises	2,500,000	2,500,000	768,274	1,731,726
-	ROC Constituency Micro Project	-	-	400,000.00	(400,000)
<u>86,726,901</u>	<b>MINISTRY TOTAL</b>	<u>102,500,000</u>	<u>102,500,000</u>	<u>114,838,600</u>	<u>- 12,338,600</u>



**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 3

<u>2009</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
<b>ENVIRONMENT, CONSERVATION AND METEOROLOGY</b>					
<u>Development Expenditure</u>					
-	Kira kira Met Office	800,000	800,000	-	800,000
-	Operational Forecasting Center	560,000	560,000	62,825	497,175
-	Buala and Lake Tegano Meteorology station	800,000	800,000	769,603	30,397
-	Survey of Indo Pacific Bottle Nose Dolph	250,000	250,000	139,039	110,961
470,657	Coral Triangle	500,000	500,000	136,019	363,981
1,138,610	National Adaptation Plan for A	-	-	1,118,905	(1,118,905)
-	Second National Communication	-	-	-	-
<u>1,609,268</u>	<b>MINISTRY TOTAL</b>	<u>2,910,000</u>	<u>2,910,000</u>	<u>2,226,390</u>	<u>683,610</u>
<u>294,420,963</u>	<b>SOLOMON ISLANDS GOVERNMENT TOTAL</b>	<u>391,804,904</u>	<u>417,154,638</u>	<u>356,512,934</u>	<u>60,641,703</u>

**SOLOMON ISLANDS GOVERNMENT**  
**COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT REVENUE**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement 3A

<u>2009</u> <u>Actual</u>		<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2010</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	<b>DEVELOPMENT GRANT</b>				
2,505,444	AUSAID	-	-	1,645,637	(1,645,637)
14,980,000	NZAID	9,138,000	16,804,904	16,804,904	-
1,755,395	UNDP	-	-	9,078,946	(9,078,946)
-	GEF	-	-	-	-
7,359,797	EDF/EU	-	-	1,839,501	(1,839,501)
90,308,069	Republic of China	80,000,000	80,000,000	81,492,542	(1,492,542)
<u>116,908,705</u>	<b>Total Grants</b>	<u>89,138,000</u>	<u>96,804,904</u>	<u>110,861,530</u>	<u>(14,056,626)</u>
	<b>EXTERNAL LOAN FINANCING</b>				
	<b>Long Term:</b>				
-	World Bank	-	-	-	-
-	ADB	-	-	-	-
-	<b>Total Overseas Loans</b>	-	-	-	-
<u>116,908,705</u>	<b>TOTAL CONSOLIDATED DEVELOPMENT REVENUE</b>	<u>89,138,000</u>	<u>96,804,904</u>	<u>110,861,530</u>	<u>(14,056,626)</u>

**STATEMENT FOUR**

**STATEMENT OF LOSSES, ABANDONED CLAIMS**

**AND EX GRATIA PAYMMENTS**

SOLOMON ISLANDS GOVERNMENT  
STATEMENT OF LOSSES, ABANDONED CLAIMS & EX GRATIA PAYMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2010

Statement 4

<u>2009 (SIS)</u> <u>Total</u>	<u>Number of</u> <u>Payments</u>	<u>Ministry</u>	<u>Ex-gratia Payments</u>	<u>Stores Losses</u>	<u>2010 (SIS)</u> <u>Total</u>	<u>Number of</u> <u>Payments</u>
<u>565,312</u>	<u>27</u>	Finance	<u>5,597,088</u>	<u>-</u>	<u>5,597,088</u>	<u>65</u>
<u>565,312</u>	<u>27</u>	<b>TOTAL</b>	<u>5,597,088</u>	<u>-</u>	<u>5,597,088</u>	<u>65</u>

**NOTES TO THE STATEMENT OF LOSSES, ABANDON CLAIMS AND EX GRATIA PAYMENTS**

- 1 Exgratia payments related to the claims by Government Members under the Parliamentary Entitlement Regulation and other legal proceedings which the Government liable to settled on behalf of Members of Parliament and Public Officers.