



SOLOMON ISLANDS GOVERNMENT

ANNUAL ACCOUNTS 2011

Ministry of Finance & Treasury
HONIARA.


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STATEMENT BY PRINCIPAL OFFICER

To the best of our knowledge and belief, the Annual Accounts provided to the Office of the Auditor General, present fairly the matters required to be dealt with in accordance with the Public Finance and Audit Act Section 38.



Shadrach Faraga
Permanent Secretary
Ministry of Finance and Treasury



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

Dated this 29 day of June 2012
Honiara, Solomon Islands



INDEPENDENT AUDITOR'S REPORT

To the Speaker of the National Parliament

Report on the Annual Accounts of the Solomon Islands Government for the year ended 31 December 2011

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 2011 are set out in the proceeding pages.

Permanent Secretary for the Ministry of Finance and Treasury's Responsibility for the Financial Statements

The Permanent Secretary of the Ministry of Finance and Treasury is responsible for the preparation and fair presentation of these accounts in accordance with an applicable financial reporting framework. The Solomon Island accounts have been prepared under the reporting requirements of the *Public Finance and Audit Act [Cap. 120]*.

The Solomon Islands Government also provided to me accounts prepared in accordance with the requirements established under the International Public Sector Accounting Standards [Financial Reporting Under the Cash Basis of Accounting]. I have reviewed the format of the financial statements provided therein and found them to be compliant with the requirements of these standards but, due to my inability to form an opinion on the accuracy or completeness of the account balances as described in my report below, I have not audited the accounting information disclosed in those accounts.

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 misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the financial statements based on the audit. The audit was conducted in accordance with International Standards on Auditing. Those standards require that the auditor comply with ethical requirements and that the auditor plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend upon the auditor's judgment, including the assessment of

the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by management, as well as the overall presentation of the financial statements.

However, because of the significant matters described in the Basis for Disclaimer of Opinion paragraph, I have not been able to obtain sufficient and appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

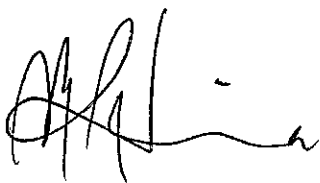
I was unable to satisfy myself that the account balances disclosed in the financial statements were reliable or complete due to the strong likelihood that the possible effects on the financial statements of undetected misstatements, if any, could be both material and pervasive.

The disclaimer of opinion is attributed to the continued failure in the system of recording and controlling accounting transactions. There were a significant proportion of original procurement documents which were unable to be located during my audit thereby preventing me from verifying a significant portion of expenditure.

I was unable to verify the accuracy and completeness of the 31 December 2011 cash balance due to non-performance of or incomplete bank reconciliations for the Ministries. In addition, due to missing documentation and unreliable accounting records, I was unable to obtain sufficient and appropriate audit evidence over all sampled expenditure and revenue transactions. These deficiencies were pervasive across the line Ministries and the Ministry of Finance and Treasury as identified in my audit. Furthermore, I was unable to rely on the comparative balances from the 2010 financial year due to the limitation of scope for the audit over the 2010 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 2011.



Edward Ronia
Auditor-General

Office of the Auditor-General
Solomon Islands

28 June 2013

STATEMENT ONE

STATEMENT OF ASSETS AND LIABILITIES

**SOLOMON ISLANDS GOVERNMENT
STATEMENT OF ASSETS AND LIABILITIES
AS AT 31 DECEMBER 2011**

Statement 1

<u>2010 (SIS)</u>	<u>ACCUMULATED RESULTS SURPLUS (DEFICIT)</u>	<u>Note</u>	<u>2011 (SIS)</u>	<u>2010 (SIS)</u>	<u>ASSETS</u>	<u>Note</u>	<u>2011 (SIS)</u>
					<u>Current Assets</u>		
					<u>Bank Accounts</u>		
640,614,892	Opening Revenue Account Balance		1,169,259,740				
<u>528,644,848</u>	Surplus (Deficit) (Statement 1A)	2	<u>668,345,609</u>	321,702,362	Bank - Headquarters		423,094,831
<u>1,169,259,740</u>	Closing Revenue Account Balance		<u>1,837,605,349</u>	2,589,735	Bank - Sub Accounts		1,471,650
				103,931,805	CBSI		421,448,928
(426,772,365)	Opening Development Account balance		(672,423,770)	<u>4,231,989</u>	Bank - Overseas		<u>3,600,287</u>
<u>(245,651,404)</u>	Surplus (Deficit) (Statement 1B)	2	<u>(278,861,003)</u>	432,455,891			849,615,697
<u>(672,423,770)</u>	Closing Development Account balance		<u>(951,284,773)</u>				
				7,894,832	Other Assets	7	5,328,916
<u>726,762</u>	Special Fund Surplus(Deficit)	3	<u>65,519,830</u>	<u>54,843,813</u>	Advances (Statement 1E)		<u>81,692,154</u>
<u>726,762</u>	Closing Special Fund Account balance (Statement 1I)		<u>65,519,830</u>	495,194,536	Total Current Assets		<u>936,636,767</u>
<u>(34,532,428)</u>	Special Stabex Fund	4	<u>(34,532,428)</u>				
463,030,304	TOTAL ACCUMULATED SURPLUS (DEFICIT)		<u>917,307,979</u>				
					<u>Non-current Assets</u>		
	LIABILITIES	5			- Investment (Statement 1D)	8	-
	<u>Current Liabilities</u>						
8,865,762	Deposits (Statement 1C)		8,295,578				
<u>8,634,637</u>	Other Liabilities	6	<u>21,205,564</u>				
17,500,398	Total Current Liabilities		<u>29,501,142</u>				
	<u>Non- Current Liabilities</u>						
<u>14,663,834</u>	Non Current Liability - CBSI Advance (Statement 1F)		<u>(10,172,354)</u>				-
<u>32,164,232</u>	TOTAL LIABILITIES		<u>19,328,787</u>				
<u>495,194,536</u>	TOTAL ACCUMULATED SURPLUS (DEFICIT) AND LIABILITIES		<u>936,636,766</u>	495,194,536	TOTAL ASSETS		<u>936,636,767</u>

Cash

Total Creditors

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 \$81,359,045, 2011 (\$12,495,596 in 2010) are summarised in Statement 1I. 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 \$1,324,388,855, 2011 (\$1,502,831,232 in 2010) is summarised in Statement 1F
- 2. There are Contingent Liabilities of \$60,884,257, 2011 (\$79,740,349 in 2010) is summarised in Statement 1G
- 3. SIG has On lent Loans totalling \$12,612,871, 2011 (\$12,206,799 in 2010) is summarised in Statement 1H

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

1. Other Assets reported in the Statement of Assets & Liabilities

	<u>2010</u>	<u>2011</u>
- Dishonoured Cheques	5,194,866	5,600,972
- Other Advance accounts	158,770	(272,056)
- Solomon Airlines (Receivable)	2,541,196	-
	<u>7,894,832</u>	<u>5,328,916</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 1D, as up to this point in time,

SOEs have not produced current financial statements. Currently, donor's are supporting SOE's to bring financial statements up to date in collaboration with Office of the Auditor General

It is anticipated that this information will be available for reporting in the 2011 SIG Financial Statements in subsequent period.

SOLOMON ISLANDS GOVERNMENT
SUMMARY STATEMENT OF CONSOLIDATED FUND RECEIPTS & PAYMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 1A

<u>2010(SIS)</u> <u>TOTAL</u>	<u>Details</u>	<u>2011 (SIS)</u> <u>Recurrent</u>	<u>2011 (SIS)</u> <u>Budget Support</u>	<u>2011(SIS)</u> <u>TOTAL</u>
<u>640,614,892</u>	Opening Balance			<u>1,169,259,740</u>
	Less: EXPENDITURE			
568,122,069	Personal Emoluments	624,477,001	588,275	625,065,276
328,391,015	Office Expenses, Transport, Travel, Repair & Maintenance & Utility Cost	318,658,554	23,645,294	342,303,848
167,822,670	Purchase of Supplies and Services	128,111,384	60,655,807	188,767,191
303,864,743	Grants, Training, Subscriptions & Conferences	341,594,354	63,442,826	405,037,180
102,463,520	Debt Service Charges	131,246,813	-	131,246,813
<u>194,081,723</u>	Specialist Costs	<u>143,350,677</u>	<u>28,104,317</u>	<u>171,454,994</u>
<u>1,664,745,740</u>	TOTAL EXPENDITURE	<u>1,687,438,783</u>	<u>176,436,519</u>	<u>1,863,875,302</u>
	Plus:			
<u>2,193,390,588</u>	Recurrent Revenue	<u>2,285,007,034</u>	<u>247,213,877</u>	<u>2,532,220,911</u>
<u>528,644,848</u>	SURPLUS (DEFICIT) FOR YEAR	<u>597,568,252</u>	<u>70,777,358</u>	<u>668,345,609</u>
<u>1,169,259,740</u>	BALANCE (to Consolidated Fund)			<u>1,837,605,349</u>

NOTES TO THE STATEMENT OF RECEIPTS AND PAYMENTS

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

SOLOMON ISLANDS GOVERNMENT
 SUMMARY STATEMENT OF CONSOLIDATED (DEVELOPMENT FUND) RECEIPTS AND PAYMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 1B

<u>2010 (SIS)</u>	<u>Details</u>	<u>2011 (SIS)</u>
<u>(426,772,364)</u>	Opening Balance	<u>(672,423,769)</u>
	Expenditure (by sector)	
73,396,579	General Public Service	65,702,069
1,892,450	Public Order and Safety	8,611,161
221,194,035	Economic Affairs	174,838,142
2,226,390	Environmental Protection	4,981,768
7,456,250	Housing and Community Amenities	142,906,178
7,988,637	Health	7,758,624
-	Recreation, Culture and Religion	-
42,358,593	Education	37,131,533
-	Social Protection	1,135,591
<u>-</u>		<u>-</u>
<u>356,512,934</u>	TOTAL EXPENDITURE	<u>443,065,067</u>
	Revenue	
110,861,530	Grants	164,204,064
-	Overseas Loans	-
<u>-</u>	Local Financing	<u>-</u>
<u>110,861,530</u>	TOTAL REVENUE	<u>164,204,064</u>
<u>(245,651,404)</u>	SURPLUS (DEFICIT) FOR YEAR	<u>(278,861,003)</u>
<u>(672,423,769)</u>	BALANCE (at End of Year)	<u>(951,284,772)</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 2011
(Section 26 of the Public Finance and Audit Act)

Statement 1C

<u>2010 (SIS)</u>	<u>Note</u>	<u>2011 (SIS)</u>
7,198,818	1 Departments	4,608,516
<u>1,666,943</u>	Other Organisation	<u>3,687,062</u>
<u>8,865,762</u>	TOTAL DEPOSITS	<u>8,295,578</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 2011**

Statement 1D

<u>2010 (SIS)</u>	<u>Note</u>	<u>2011 (SIS)</u>
-	Opening Balance	-
-	Receipts for the year	-
-	Disbursements for the year	-
<hr/>		<hr/>
-	1 TOTAL INVESTMENTS AS AT 31 DECEMBER 2011	-
<hr/>		<hr/>

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

Directly owned

1 (a) <i>Solomon Islands Government has a direct interest in the following entities:</i>	<u>%</u>	<u>Status of the Audited Financial Statement provided by Economic Re</u>
Investment Corporation of Solomon Islands	100%	Financial Statement up to Year for 2011 not available
Commodities Export and Marketing Authority	100%	Financial Statement up to Year for 2011 not available
Solomon Islands Broadcasting Corporation	100%	Financial Statement up to Year for 2011 not available
Solomon Islands Electricity Authority	100%	Financial Statement up to Year for 2011 not available
Solomon Islands Home Finance	100%	Financial Statement up to Year for 2011 not available
Solomon Islands Ports Authority	100%	Financial Statement up to Year for 2011 not available
Solomon Islands Postal Corporation	100%	Financial Statement up to Year for 2011 not available
Solomon Islands Water Authority	100%	Financial Statement up to Year for 2011 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> Ownership	92% under administration of Central Bank Of Solomon Islands
Sasape Marina Limited		100% Sold to NPF and Silent world in 2010 for \$9.8m
Solomon Airlines Limited		100%
Solomon Islands Printers Limited		100% SIG paid for the Assets valued at \$2m (SOE wind up)
<i>Majority Owned by the Investment Corporation of Solomon Islands</i>		
Soltai Fishing and Processing Limited	<u>%</u> Ownership	? 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> Ownership	40.0%
Solomon Telekom company Limited		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
 Minister of Finance also responsible for all SOEs board under the SOE Act

SOLOMON ISLANDS GOVERNMENT
STATEMENT OF ADVANCES
AS AT 31 DECEMBER 2011
 (Section 13 of the Public Finance and Audit Act)

Statement 1E

<u>2010 (SIS)</u>	<u>Note</u>	<u>2011 (SIS)</u>
8,130,853	Public Bodies and Institutions	11,001,338
<u>46,712,960</u>	Public Officers	<u>70,690,816</u>
<u>54,843,813</u>	1 TOTAL ADVANCES	<u>81,692,154</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 2011

Statement 1F

<u>2010 (SIS)</u>	<u>Note</u>	<u>SOURCE OF BORROWING</u>	<u>2011 (SIS)</u>
		DOMESTIC	
426,674	1	Trade Creditor Arrears	-
314,055,000		Treasury Bonds	260,890,000
14,663,833		CBSI Advance	10,190,000
37,953,000		Treasury Bills	37,550,000
-		Other	15,700,000
<u>367,098,507</u>		TOTAL DOMESTIC DEBT	<u>324,330,000</u>
	2	PROMISSORY NOTES	
7,639,639		International Bank for Reconstruction and Development	7,639,639
409,848		Multilateral International Guarantee Agency (MIGA)	409,848
118,904,609		International Monetary Fund	125,609,367
-		Central Bank of Solomon Islands	-
<u>126,954,097</u>		TOTAL PROMISSORY NOTES	<u>133,658,855</u>
	3	OVERSEAS	
441,528,037		Asian Development Bank	386,760,000
334,657,781		World Bank	297,510,000
-		EFIC	-
53,164,745		European Development Fund & European Investment Bank	32,140,000
<u>179,428,066</u>		Others	<u>149,990,000</u>
<u>1,008,778,629</u>		TOTAL OVERSEAS DEBT	<u>866,400,000</u>
<u>1,502,831,232</u>		TOTAL PUBLIC DEBT LIABILITY	<u>1,324,388,855</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 (SBDS) by applying the foreign currency rate as at the reporting date (31 December 2011)

SOLOMON ISLANDS GOVERNMENT
STATEMENT OF CONTINGENT LIABILITIES AND LOAN GUARANTEES
AS AT 31 DECEMBER 2011

Statement 1G

<u>2010 (SIS)</u>	<u>Note</u>	<u>2011 (SIS)</u>
	2 DOMESTIC LOAN GUARANTEES	
50,316,438	Commercial Banks	50,000,000
299,000	Small Business Rural Finance Scheme	126,000
-	Development Bank of Solomon Islands	-
<u>50,615,438</u>	TOTAL DOMESTIC LOAN GUARANTEES	<u>50,126,000</u>
	3 OTHER GUARANTEES	
14,068,489	Maruha Corporation	10,758,257
-	State-Owned Enterprises	-
-	DBSI	-
-	Provincial Government Debts	-
-	Others	-
<u>14,068,489</u>	TOTAL OTHER GUARANTEES	<u>10,758,257</u>
<u>15,056,422</u>	Claims against SIG before courts	<u>-</u>
<u>79,740,349</u>	TOTAL CONTINGENT LIABILITIES	<u>60,884,257</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 \$50m 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

SOLOMON ISLANDS GOVERNMENT
STATEMENT OF ON LENT LOANS
AS AT 31 DECEMBER 2011

Statement 1H

<u>2009 (SIS)</u>	<u>Note</u>	<u>BORROWER</u>	<u>2011 (SIS)</u>
12,961,878	1	Solomon Islands Ports Authority	12,612,871
-		Home Finance Corporation	-
-		Development Bank of Solomon Islands	-
-		Provincial Governments	-
<hr style="width: 100%; border: 0.5px solid black;"/>		TOTAL ON LENT LOANS	<hr style="width: 100%; border: 0.5px solid black;"/> 12,612,871
<u>12,961,878</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 2012 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 2011 exchange rate of 0.0865, 2011 (0.0809, 2010) supplied by Debt Management Unit

**SOLOMON ISLANDS GOVERNMENT
STATEMENT OF SPECIAL FUNDS
FOR THE YEAR ENDED 31 DECEMBER 2011**

Statement 11

2010 (SIS)		<u>Noro Funct Depos</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>Telecommunications</u> <u>Fund</u>	<u>National Transport</u> <u>Fund</u>	<u>Education Rehab.</u> <u>Fund</u>	<u>2011 (SIS)</u>
11,297,711	Balance (1/1/2011)	2,116,677	4,936,663	2,583,020	220,695	-	-	314,464	12,683,883
37,534,283	2011 Receipts	-	12,237,935	1,024,913	236,711	7,354,388	76,386,582	-	97,240,528
1,256,182	2011 unrealised exchange gain/loss & Adjustments	-	-	2,044,887	-	-	-	2,044,887	2,044,887
37,404,293	2011 Payments	-	12,419,271	1,397,469	215,765	5,577,870	10,685,415	314,464	30,610,254
12,683,883	BALANCE (31/12/2011)	<u>2,116,677</u>	<u>4,755,327</u>	<u>165,577</u>	<u>241,641</u>	<u>1,776,518</u>	<u>65,701,166</u>	<u>-</u>	<u>81,359,045</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 2011 related to the onshore funds held. Funds held offshore were \$3,600,287, 2011 (\$4,231,989, 2010) 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.
Program end Dec 2011 extended to Feb 2012
- 5 **Correctional Special Fund.**
This fund was established under the Police and Correctional Act. Its purpose intend to receive the proceeds from the Teteve Correctional Farms used as rations for the Prisoners
- 6 **Telecommunications Special Fund**
This fund was established under the Telecommunications Act 2009. Its purpose is to refinance the debt to Solomon Telecom fixed line losses under the settlement agreement in given up its monopoly licence. Settlement period is up to 2015.
- 7 **National Transport Fund**
This fund was established under the National Transport Fund Act 2009. Its purpose is for the developing, maintaining and managing transport infrastructure and services

STATEMENT TWO

CONSOLIDATED FUND RECEIPTS AND PAYMENTS

SOLOMON ISLANDS GOVERNMENT
 COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE
 FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 2

<u>2010</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	70	AGRICULTURE AND LIVESTOCK DEVELOPMENT				
<u>4,410,097</u>		Recurrent Revenue	<u>4,200,000</u>	<u>4,200,000</u>	<u>5,324,211</u>	<u>(1,124,211)</u>
		<u>Recurrent Expenditure</u>				
12,340,175		Employees	12,340,175	12,855,721	13,197,818	(342,097)
<u>9,788,443</u>		Other Charges	<u>14,957,178</u>	<u>16,276,140</u>	<u>13,648,515</u>	<u>2,627,625</u>
<u>22,128,618</u>		Total Expenditure	<u>27,297,353</u>	<u>29,131,861</u>	<u>26,846,333</u>	<u>2,285,528</u>
<u>(17,718,521)</u>		NET COST OF SERVICE	<u>(23,097,353)</u>	<u>(24,931,861)</u>	<u>(21,522,123)</u>	<u>3,409,738</u>
	71	AUDITOR GENERAL'S OFFICE				
<u>294,050</u>		Recurrent Revenue	<u>1,436,000</u>	<u>1,436,000</u>	<u>392,000</u>	<u>(1,044,000)</u>
		<u>Recurrent Expenditure</u>				
1,256,254		Employees	1,843,754	1,900,981	1,464,971	436,011
<u>3,447,625</u>		Other Charges	<u>5,275,373</u>	<u>5,389,374</u>	<u>4,465,152</u>	<u>924,222</u>
<u>4,703,879</u>		Total Expenditure	<u>7,119,128</u>	<u>7,290,355</u>	<u>5,930,123</u>	<u>1,360,232</u>
<u>(4,409,829)</u>		NET COST OF SERVICE	<u>(5,683,128)</u>	<u>(5,854,355)</u>	<u>(5,538,123)</u>	<u>316,232</u>

SOLOMON ISLANDS GOVERNMENT
 COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE
 FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 2

<u>2010</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	72	EDUCATION AND HUMAN RESOURCE DEVELOPMENT				
<u>68,485,810</u>		Recurrent Revenue	<u>80,500,000</u>	<u>80,500,000</u>	<u>81,310,925</u>	<u>(810,925)</u>
		<u>Recurrent Expenditure</u>				
232,852,923		Employees	232,966,396	242,745,720	250,347,104	(7,601,384)
<u>239,531,092</u>		Other Charges	<u>263,554,232</u>	<u>260,007,286</u>	<u>298,302,224</u>	<u>(38,294,938)</u>
<u>472,384,015</u>		Total Expenditure	<u>496,520,628</u>	<u>502,753,006</u>	<u>548,649,328</u>	<u>(45,896,322)</u>
<u>(403,898,206)</u>		NET COST OF SERVICE	<u>(416,020,628)</u>	<u>(422,253,006)</u>	<u>(467,338,403)</u>	<u>(45,085,397)</u>
	73	FINANCE AND TREASURY				
<u>1,827,434,611</u>		Recurrent Revenue	<u>1,832,558,558</u>	<u>1,832,558,558</u>	<u>2,123,129,973</u>	<u>(290,571,415)</u>
		<u>Recurrent Expenditure</u>				
14,548,914		Employees	32,699,255	48,350,910	16,481,896	31,869,014
<u>45,794,311</u>		Other Charges	<u>61,251,342</u>	<u>62,071,726</u>	<u>64,581,058</u>	<u>(2,509,332)</u>
<u>60,343,225</u>		Total Expenditure	<u>93,950,596</u>	<u>110,422,636</u>	<u>81,062,953</u>	<u>29,359,682</u>
<u>1,767,091,386</u>		NET COST OF SERVICE	<u>1,738,607,962</u>	<u>1,722,135,922</u>	<u>2,042,067,020</u>	<u>319,931,098</u>

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 2

<u>2010</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	74	FOREIGN AFFAIRS AND EXTERNAL TRADE				
-		Recurrent Revenue	-	-	1,699,387	(1,699,387)
		<u>Recurrent Expenditure</u>				
2,605,839		Employees	2,605,899	2,745,452	3,560,940	(815,488)
25,784,676		Other Charges	22,759,288	25,379,289	26,602,606	(1,223,317)
28,390,515		Total Expenditure	25,365,188	28,124,741	30,163,546	(2,038,805)
(28,390,515)		NET COST OF SERVICE	(25,365,188)	(28,124,741)	(28,464,159)	(339,418)
	75	GOVERNOR GENERAL				
		<u>Recurrent Expenditure</u>				
982,332		Employees	982,332	1,028,444	1,180,435	(151,991)
4,976,808		Other Charges	4,685,295	5,140,296	4,605,776	534,520
5,959,140		Total Expenditure	5,667,627	6,168,740	5,786,211	382,529
(5,959,140)		NET COST OF SERVICE	(5,667,627)	(6,168,740)	(5,786,211)	382,529
	76	HEALTH AND MEDICAL SERVICES				
137,670,978		Recurrent Revenue	60,502,345	60,502,345	113,226,273	(52,723,928)
		<u>Recurrent Expenditure</u>				
119,303,857		Employees	119,332,840	124,270,662	126,918,316	(2,647,654)
169,186,227		Other Charges	102,954,858	107,552,249	217,527,007	(109,974,758)
288,490,084		Total Expenditure	222,287,698	231,822,911	344,445,323	(112,622,412)
-		NET COST OF SERVICE	(161,785,353)	(171,320,566)	(231,219,050)	(59,898,484)

SOLOMON ISLANDS GOVERNMENT
 COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE
 FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 2

<u>2010</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	77	INFRASTRUCTURE DEVELOPMENT				
<u>2,423,360</u>		Recurrent Revenue	<u>2,975,000</u>	<u>2,975,000</u>	<u>10,038,127</u>	<u>(7,063,127)</u>
		<u>Recurrent Expenditure</u>				
5,864,145		Employees	5,864,145	6,128,455	6,766,204	(637,749)
<u>55,212,481</u>		Other Charges	<u>48,603,922</u>	<u>51,102,923</u>	<u>46,061,792</u>	<u>5,041,131</u>
<u>61,076,626</u>		Total Expenditure	<u>54,468,067</u>	<u>57,231,377</u>	<u>52,827,996</u>	<u>4,403,381</u>
<u>(58,653,266)</u>		NET COST OF SERVICE	<u>(51,493,067)</u>	<u>(54,256,377)</u>	<u>(42,789,869)</u>	<u>11,466,509</u>
	78	NATIONAL DEBT SERVICING				
<u>1,257,945</u>		Recurrent Revenue	-	-	<u>4,616,644</u>	<u>(4,616,644)</u>
		<u>Recurrent Expenditure</u>				
-		Employees	-	-	-	-
<u>94,614,648</u>		Other Charges	<u>120,000,000</u>	<u>120,000,000</u>	<u>123,272,193</u>	<u>(3,272,193)</u>
<u>94,614,648</u>		Total Expenditure	<u>120,000,000</u>	<u>120,000,000</u>	<u>123,272,193</u>	<u>(3,272,193)</u>
<u>(93,356,703)</u>		NET COST OF SERVICE	<u>(120,000,000)</u>	<u>(120,000,000)</u>	<u>(118,655,549)</u>	<u>1,344,451</u>
	79	NATIONAL PARLIAMENT				
		<u>Recurrent Expenditure</u>				
13,265,725		Employees	13,265,725	14,201,975	23,967,686	(9,765,711)
<u>31,222,833</u>		Other Charges	<u>21,058,614</u>	<u>21,058,614</u>	<u>20,392,839</u>	<u>665,775</u>
<u>44,488,558</u>		Total Expenditure	<u>34,324,339</u>	<u>35,260,589</u>	<u>44,360,525</u>	<u>(9,099,936)</u>
<u>(44,488,558)</u>		NET COST OF SERVICE	<u>(34,324,339)</u>	<u>(35,260,589)</u>	<u>(44,360,525)</u>	<u>(9,099,936)</u>

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 2

<u>2010</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	80	FORESTRY				
<u>1,517,632</u>		Recurrent Revenue	<u>1,542,000</u>	<u>1,542,000</u>	<u>2,498,338</u>	<u>(956,338)</u>
		<u>Recurrent Expenditure</u>				
6,038,383		Employees	6,038,383	6,317,008	7,132,707	(815,698)
<u>15,931,345</u>		Other Charges	<u>11,766,003</u>	<u>12,448,876</u>	<u>12,860,036</u>	<u>(411,160)</u>
<u>21,969,728</u>		Total Expenditure	<u>17,804,386</u>	<u>18,765,885</u>	<u>19,992,743</u>	<u>(1,226,858)</u>
<u>(20,452,096)</u>		NET COST OF SERVICE	<u>(16,262,386)</u>	<u>(17,223,885)</u>	<u>(17,494,405)</u>	<u>(270,520)</u>
	81	OFFICE OF THE PRIME MINISTER & CABINET				
<u>46,400</u>		Recurrent Revenue	<u>30,000</u>	<u>30,000</u>	<u>233,386</u>	<u>(203,386)</u>
		<u>Recurrent Expenditure</u>				
20,434,380		Employees	25,190,540	26,462,696	32,566,647	(6,103,952)
<u>59,385,984</u>		Other Charges	<u>41,278,330</u>	<u>46,065,310</u>	<u>75,485,362</u>	<u>(29,420,052)</u>
<u>79,820,364</u>		Total Expenditure	<u>66,468,871</u>	<u>72,528,006</u>	<u>108,052,009</u>	<u>(35,524,003)</u>
<u>(79,773,964)</u>		NET COST OF SERVICE	<u>(66,438,871)</u>	<u>(72,498,006)</u>	<u>(107,818,624)</u>	<u>(35,320,618)</u>
	82	PENSIONS AND GRATUITIES				
		<u>Recurrent Expenditure</u>				
<u>4,077,767</u>		Other Charges	<u>11,346,367</u>	<u>11,346,367</u>	<u>360,000</u>	<u>10,986,367</u>
<u>4,077,767</u>		Total Expenditure	<u>11,346,367</u>	<u>11,346,367</u>	<u>4,516,116</u>	<u>6,830,251</u>
<u>(4,077,767)</u>		NET COST OF SERVICE	<u>(11,346,367)</u>	<u>(11,346,367)</u>	<u>(4,516,116)</u>	<u>6,830,251</u>

SOLOMON ISLANDS GOVERNMENT
 COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE
 FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 2

2010 Actual	Head	Ministry	Original Estimate	Final Estimate	2011 Actual	(Over)/Under Estimate
	83	POLICE AND NATIONAL SECURITY				
406,261		Recurrent Revenue	420,000	420,000	2,767,982	(2,347,982)
		<u>Recurrent Expenditure</u>				
66,458,085		Employees	62,137,842	64,544,259	61,603,522	2,940,737
58,802,410		Other Charges	61,235,537	62,889,654	61,156,935	1,732,719
125,260,495		Total Expenditure	123,373,379	127,433,912	122,760,457	4,673,456
(124,854,234)		NET COST OF SERVICE	(122,953,379)	(127,013,912)	(119,992,475)	7,021,438
	84	PROVINCIAL GOVERNMENT AND INSTITUTIONAL STRENGTHENING				
-		Recurrent Revenue	-	-	-	-
		<u>Recurrent Expenditure</u>				
13,918,407		Employees	14,268,407	14,569,461	14,381,581	187,881
60,425,625		Other Charges	57,411,841	59,243,788	58,585,655	658,133
74,344,032		Total Expenditure	71,680,248	73,813,249	72,967,236	846,014
(74,344,032)		NET COST OF SERVICE	(71,680,248)	(73,813,249)	(72,967,236)	846,014

SOLOMON ISLANDS GOVERNMENT
 COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE
 FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 2

<u>2010</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	85	LANDS HOUSING AND SURVEY				
<u>2,762,812</u>		Recurrent Revenue	<u>5,609,000</u>	<u>5,609,000</u>	<u>6,664,708</u>	<u>(1,055,708)</u>
		<u>Recurrent Expenditure</u>				
3,917,082		Employees	3,917,082	4,075,778	4,062,433	13,345
<u>9,295,756</u>		Other Charges	<u>12,219,233</u>	<u>12,280,636</u>	<u>10,933,078</u>	<u>1,347,558</u>
<u>13,212,838</u>		Total Expenditure	<u>16,136,315</u>	<u>16,356,414</u>	<u>14,995,512</u>	<u>1,360,902</u>
<u>(10,450,025)</u>		NET COST OF SERVICE	<u>(10,527,315)</u>	<u>(10,747,414)</u>	<u>(8,330,804)</u>	<u>2,416,610</u>
	86	DEVELOPMENT PLANNING AND AID COORDINATION				
<u>-</u>		Recurrent Revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>Recurrent Expenditure</u>				
1,360,212		Employees	1,360,212	1,420,260	1,537,159	(116,899)
<u>3,512,383</u>		Other Charges	<u>4,037,927</u>	<u>4,037,927</u>	<u>3,073,273</u>	<u>964,654</u>
<u>4,872,595</u>		Total Expenditure	<u>5,398,139</u>	<u>5,458,187</u>	<u>4,610,431</u>	<u>847,756</u>
<u>(4,872,595)</u>		NET COST OF SERVICE	<u>(5,398,139)</u>	<u>(5,458,187)</u>	<u>(4,610,431)</u>	<u>847,756</u>

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 2

<u>2010</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	87	CULTURE AND TOURISM				
<u>26,793</u>		Recurrent Revenue	<u>35,000</u>	<u>35,000</u>	<u>26,875</u>	<u>8,125</u>
		<u>Recurrent Expenditure</u>				
1,889,919		Employees	1,889,919	1,976,259	2,210,270	(234,011)
<u>8,555,611</u>		Other Charges	<u>11,044,399</u>	<u>11,594,098</u>	<u>12,360,493</u>	<u>(766,395)</u>
<u>10,445,529</u>		Total Expenditure	<u>12,934,318</u>	<u>13,570,357</u>	<u>14,570,763</u>	<u>(1,000,406)</u>
<u>(10,418,736)</u>		NET COST OF SERVICE	<u>(12,899,318)</u>	<u>(13,535,357)</u>	<u>(14,543,888)</u>	<u>(1,008,531)</u>
	88	COMMERCE, INDUSTRY, EMPLOYMENT AND IMMIGRATION				
<u>12,597,141</u>		Recurrent Revenue	<u>13,021,100</u>	<u>13,021,100</u>	<u>15,372,097</u>	<u>(2,350,997)</u>
		<u>Recurrent Expenditure</u>				
6,097,899		Employees	6,095,572	6,400,038	7,794,197	(1,394,159)
<u>24,645,869</u>		Other Charges	<u>25,339,038</u>	<u>25,646,497</u>	<u>23,946,444</u>	<u>1,700,053</u>
<u>30,743,768</u>		Total Expenditure	<u>31,434,610</u>	<u>32,046,535</u>	<u>31,740,641</u>	<u>305,894</u>
<u>(18,146,627)</u>		NET COST OF SERVICE	<u>(18,413,510)</u>	<u>(19,025,435)</u>	<u>(16,368,545)</u>	<u>2,656,891</u>

SOLOMON ISLANDS GOVERNMENT
 COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE
 FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 2

<u>2010</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	89	COMMUNICATION AND CIVIL AVIATION				
<u>17,594,820</u>		Recurrent Revenue	<u>16,456,000</u>	<u>16,456,000</u>	<u>17,682,200</u>	<u>(1,226,200)</u>
		<u>Recurrent Expenditure</u>				
6,387,425		Employees	6,387,425	6,710,033	8,258,659	(1,548,626)
<u>39,925,434</u>		Other Charges	<u>19,000,594</u>	<u>22,134,074</u>	<u>43,753,838</u>	<u>(21,619,764)</u>
<u>46,312,859</u>		Total Expenditure	<u>25,388,018</u>	<u>28,844,108</u>	<u>52,012,497</u>	<u>(23,168,389)</u>
<u>(28,718,039)</u>		NET COST OF SERVICE	<u>(8,932,018)</u>	<u>(12,388,108)</u>	<u>(34,330,297)</u>	<u>(21,942,189)</u>
	90	FISHERIES AND MARINE RESOURCES				
<u>108,084,345</u>		Recurrent Revenue	<u>120,465,000</u>	<u>120,465,000</u>	<u>139,601,233</u>	<u>(19,136,233)</u>
		<u>Recurrent Expenditure</u>				
3,550,083		Employees	3,550,863	3,716,418	4,314,410	(597,992)
<u>8,458,294</u>		Other Charges	<u>3,550,863</u>	<u>9,938,360</u>	<u>11,704,137</u>	<u>(1,765,777)</u>
<u>12,008,377</u>		Total Expenditure	<u>7,101,726</u>	<u>13,654,778</u>	<u>16,018,547</u>	<u>(2,363,769)</u>
<u>96,075,968</u>		NET COST OF SERVICE	<u>113,363,274</u>	<u>106,810,222</u>	<u>123,582,687</u>	<u>16,772,464</u>

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 2

2010 Actual	Head	Ministry	Original Estimate	Final Estimate	2011 Actual	(Over)/Under Estimate
	91	PUBLIC SERVICE				
56,200		Recurrent Revenue	1,926,997	1,926,997	91,545	1,835,452
		<u>Recurrent Expenditure</u>				
4,060,520		Employees	4,060,520	4,261,691	5,150,012	(888,321)
14,858,816		Other Charges	20,762,574	20,762,577	16,323,796	4,438,780
18,919,335		Total Expenditure	24,823,094	25,024,268	21,473,809	3,550,459
(18,863,135)		NET COST OF SERVICE	(22,896,097)	(23,097,271)	(21,382,264)	1,715,007
	92	JUSTICE AND LEGAL AFFAIRS				
597,548		Recurrent Revenue	620,000	620,000	406,846	213,154
		<u>Recurrent Expenditure</u>				
7,127,433		Employees	7,168,023	7,432,875	6,780,045	652,831
9,323,521		Other Charges	13,048,184	13,494,587	11,566,526	1,928,061
16,450,954		Total Expenditure	20,216,208	20,927,462	18,346,571	2,580,891
(15,853,406)		NET COST OF SERVICE	(19,596,208)	(20,307,462)	(17,939,725)	2,367,737

SOLOMON ISLANDS GOVERNMENT
 COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE
 FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 2

2010 Actual	Head	Ministry	Original Estimate	Final Estimate	2011 Actual	(Over)/Under Estimate
	93	HOME AFFAIRS				
2,119,551		Recurrent Revenue	1,400,000	1,400,000	1,732,697	(332,697)
		<u>Recurrent Expenditure</u>				
2,756,213		Employees	1,723,672	2,822,332	1,661,974	1,160,358
57,342,513		Other Charges	16,268,595	23,579,271	21,453,687	2,125,584
60,098,725		Total Expenditure	17,992,266	26,401,603	23,115,661	3,285,942
(57,979,174)		NET COST OF SERVICE	(16,592,266)	(25,001,603)	(21,382,964)	3,618,639
	94	NATIONAL UNITY, RECONCILIATION AND PEACE				
-		Recurrent Revenue	-	-	-	-
		<u>Recurrent Expenditure</u>				
2,451,804		Employees	2,451,153	2,576,049	3,133,068	(557,018)
6,186,226		Other Charges	6,234,336	6,424,336	6,300,229	124,107
8,638,031		Total Expenditure	8,685,489	9,000,385	9,433,297	(432,911)
(8,638,031)		NET COST OF SERVICE	(8,685,489)	(9,000,385)	(9,433,297)	(432,911)

SOLOMON ISLANDS GOVERNMENT
 COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE
 FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 2

<u>2010</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	95	MINES, ENERGY AND RUAL ELECTRIFICATION				
<u>1,880,008</u>		Recurrent Revenue	<u>1,628,000</u>	<u>1,628,000</u>	<u>3,871,027</u>	<u>(2,243,027)</u>
		<u>Recurrent Expenditure</u>				
3,110,861		Employees	3,110,861	3,268,413	4,033,215	(764,802)
<u>10,554,297</u>		Other Charges	<u>8,826,825</u>	<u>9,399,826</u>	<u>11,672,312</u>	<u>(2,272,486)</u>
<u>13,665,159</u>		Total Expenditure	<u>11,937,686</u>	<u>12,668,238</u>	<u>15,705,527</u>	<u>(3,037,288)</u>
<u>(11,785,151)</u>		NET COST OF SERVICE	<u>(10,309,686)</u>	<u>(11,040,238)</u>	<u>(11,834,500)</u>	<u>(794,262)</u>
	96	NATIONAL JUDICIARY				
<u>3,328,343</u>		Recurrent Revenue	<u>2,025,000</u>	<u>2,025,000</u>	<u>955,972</u>	<u>1,069,028</u>
		<u>Recurrent Expenditure</u>				
7,115,262		Employees	6,370,249	6,589,235	5,605,892	983,343
<u>6,640,550</u>		Other Charges	<u>9,196,526</u>	<u>10,039,174</u>	<u>7,618,004</u>	<u>2,421,170</u>
<u>13,755,812</u>		Total Expenditure	<u>15,566,775</u>	<u>16,628,409</u>	<u>13,223,896</u>	<u>3,404,513</u>
<u>(10,427,469)</u>		NET COST OF SERVICE	<u>(13,541,775)</u>	<u>(14,603,409)</u>	<u>(12,267,925)</u>	<u>2,335,485</u>

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 2

<u>2010</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	97	WOMEN YOUTH & CHILDRENS AFFAIRS				
-		Recurrent Revenue	-	-	-	-
		<u>Recurrent Expenditure</u>				
1,477,622		Employees	1,477,622	1,536,352	1,503,454	32,898
5,860,548		Other Charges	7,867,363	7,867,365	6,747,822	1,119,543
7,338,171		Total Expenditure	9,344,986	9,403,717	8,251,276	1,152,441
(7,338,171)		NET COST OF SERVICE	(9,344,986)	(9,403,717)	(8,251,276)	1,152,441
	98	RURAL DEVELOPMENT AND INDIGENOUS AFFAIRS				
-		Recurrent Revenue	-	-	-	-
		<u>Recurrent Expenditure</u>				
3,048,783		Employees	3,008,298	3,152,155	3,682,660	(530,505)
4,571,823		Other Charges	7,487,030	8,068,260	6,317,587	1,750,674
7,620,605		Total Expenditure	10,495,328	11,220,415	10,000,246	1,220,169
(7,620,605)		NET COST OF SERVICE	(10,495,328)	(11,220,415)	(10,000,246)	1,220,169

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL RECURRENT REVENUE AND EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 2

<u>2010</u> <u>Actual</u>	<u>Head</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	99	ENVIRONMENT, CONSERVATION AND METEOROLOGY				
<u>395,882</u>		Recurrent Revenue	<u>28,250,000</u>	<u>28,250,000</u>	<u>221,404</u>	<u>28,028,596</u>
		<u>Recurrent Expenditure</u>				
3,901,533		Employees	4,935,273	4,126,850	5,408,003	(1,281,153)
<u>8,709,752</u>		Other Charges	<u>13,766,804</u>	<u>14,536,681</u>	<u>13,335,534</u>	<u>1,201,147</u>
<u>12,611,285</u>		Total Expenditure	<u>18,702,077</u>	<u>18,663,531</u>	<u>18,743,537</u>	<u>(80,006)</u>
<u>(12,215,403)</u>		NET COST OF SERVICE	<u>9,547,923</u>	<u>9,586,469</u>	<u>(18,522,133)</u>	<u>(28,108,602)</u>
SOLOMON ISLANDS GOVERNMENT TOTAL						
		<u>Recurrent Revenue</u>				
2,193,390,588		Revenue	2,175,600,000	2,175,600,000	2,532,220,911	(356,620,911)
		<u>Recurrent Expenditure</u>				
<u>1,664,745,740</u>		Expenditure	<u>1,613,830,908</u>	<u>1,691,962,044</u>	<u>1,863,875,302</u>	<u>(171,913,258)</u>
<u>528,644,848</u>		NET SURPLUS (DEFICIT) FOR THE YEAR (Refer Statement 1A)	<u>561,769,092</u>	<u>483,637,956</u>	<u>668,345,609</u>	<u>(184,707,653)</u>

STATEMENT THREE

DEVELOPMENT FUND PAYMENTS

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 3

<u>2010</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
AGRICULTURE AND LIVESTOCK DEVELOPMENT					
<u>Development Expenditure</u>					
1,583,648	Auluta Oil Palm Project	2,500,000	2,500,000	2,247,919	252,081
	African Giant Snail			512,196	(512,196)
-	Bio-security coordination centre	500,000	500,000	466,102	33,898
-	Cattle Development Project	7,000,000	7,000,000	4,680,230	2,319,770
1,838,229.25	Cocoa Subsidy	4,000,000	4,000,000	2,773,897	1,226,103
2,213,326	Coconut and Cocoa Rehabilitation	2,000,000	2,000,000	704,520	1,295,480
489,950.76	Malaita Commercial Pig Production	1,000,000	1,000,000	972,586	27,414
1,840,054	National Coffee Development	500,000	500,000	313,735	186,265
159,158	National Honey Production Program	800,000	800,000	696,318	103,682
758,706	National Kava Developmentnt	1,000,000	1,000,000	329,414	670,586
505,541	Oil Palm Outgrowers (GPPOL)	-	-		-
837,618.72	Oil Palm Projects including GPOL	-	-		-
6,564,209	Rural Rice Projects	9,150,000	9,150,000	6,737,253	2,412,747
523,344	Vangunu Oil Palm Project	2,500,000	2,500,000	1,726,336	773,664
-	Vetrenary project	1,000,000	1,000,000	718,728	281,272
-	Waisisi oil palm	2,500,000	2,500,000	2,477,271	22,729
<u>12,550</u>	Develop.of Exotic and Indigenous Crop	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>17,326,335</u>	MINISTRY TOTAL	<u>34,450,000</u>	<u>34,450,000</u>	<u>25,356,505</u>	<u>9,093,495</u>

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 3

<u>2010</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
EDUCATION & HUMAN RESOURCES DEVELOPMENT					
<u>Development Expenditure</u>					
-	SICHE Upgrading Programme	3,000,000	3,000,000	3,000,000	-
1,453,752	KG VI Renovation	800,000	800,000	775,024	24,976
5,000,000	Tsunami Education Rehabilitation	950,000	950,000	510,000	440,000
1,479,366	Publishing of Teaching Materials	7,000,000	7,000,000	6,123,521	876,479
16,804,904	Education Tsunami Recovery Programme	-	-		
-	Support to Tertiary Scholarship	19,500,000	19,500,000	18,801,897	698,103
-	Emergency planning	800,000	800,000	62,044	737,956
-	Support to SI Cubans students	600,000	600,000		600,000
4,399,385	SIG Contribution to Free Education	-	-		
-	Waimapuru maintenance	500,000	500,000	499,973	27
<u>16,179,919</u>	SI Training Award ROC	<u>16,700,000</u>	<u>16,700,000</u>	<u>6,703,339</u>	<u>9,996,661</u>
<u>42,358,593</u>	MINISTRY TOTAL	<u>49,850,000</u>	<u>49,850,000</u>	<u>36,475,798</u>	<u>13,374,202</u>
FINANCE AND TREASURY					
<u>Development Expenditure</u>					
1,670,543	Upgrade of finance system (Maximise)	900,000	900,000	2,203,760	(1,303,760)
-	Household Income Expenditure	900,000	900,000	442,585	457,415
872	National Village Resources Survey	-	-		
427,500	Department of Finance Building	6,000,000	6,000,000	293,834	5,706,166
	Customs IT replacement	1,000,000	1,000,000		1,000,000
	Secure facility for cargo	500,000	500,000		500,000
	Customs & Exercise housing	978,000	978,000		978,000
	Update of budget system	350,000	350,000	152,458	197,542

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 3

<u>2010</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
970,255	National Populat. & Housing Cenus-AUSAID	-	-	-	-
262,042	National Population & Housing Cenus-EU	-	-	-	-
9,384,215	National Population & Housing Cenus	-	-	-	-
<u>227,563</u>		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>12,942,991</u>	MINISTRY TOTAL	<u>10,628,000</u>	<u>10,628,000</u>	<u>3,092,637</u>	<u>7,535,363</u>
FOREIGN AFFAIRS AND EXTERNAL TRADE					
<u>Development Expenditure</u>					
3,000,000	PNG Chancery in Solomon Islands	-	-	-	-
46,538,336	Canberra Chancellery	11,800,000	11,800,000.00	13,042,120	(1,242,120)
-	VIP Lounges	500,000	500,000.00	9,335.70	490,664
<u>-</u>		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>49,538,336</u>	MINISTRY TOTAL	<u>12,300,000</u>	<u>12,300,000</u>	<u>13,051,456</u>	<u>751,456</u>
OFFICE OF THE GOVERNOR GENERAL					
<u>Development Expenditure</u>					
-	Improvement & Rehabilitation of the Government house	2,000,000.00	2,000,000.00	-	2,000,000
-		0	-	-	-
<u>-</u>		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	MINISTRY TOTAL	<u>2,000,000</u>	<u>2,000,000</u>	<u>-</u>	<u>2,000,000</u>

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 3

<u>2010</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	<u>HEALTH AND MEDICAL SERVICES</u>				
	<u>Development Expenditure</u>				
-			-		-
285,545	Rural Health clinics - Renovation and Up				
	NRH relocation & design	1,500,000	1,500,000	559,750	940,250
	Auki Health centre	1,000,000	1,000,000		1,000,000
	Avuavu health centre	500,000	500,000		500,000
	Manuopo health centre	1,000,000	1,000,000	439,635	560,365
	Integrated health centres - Maluu & seghe	1,500,000	1,500,000	1,089,626	410,374
	Simtri Building	3,000,000	3,000,000		3,000,000
	Rehabilitation of Kilu'ufi Hospital	1,000,000	1,000,000	627,359	372,641
	Renovation of Tataba health clinic	500,000	500,000		500,000
23,429	Gizo Hospital Site Work and Water Supply	4,000,000	4,000,000	165,024	3,834,976
882,924	National Referral Hospital upgrading	2,000,000	2,000,000		2,000,000
2,796,740	Provincial Health Sector Officers Housin	2,500,000	2,500,000	1,897,229	602,771
4,000,000	Provincial Rural Water Supply & Sanitati	2,500,000	2,500,000	2,500,000	-
-		-	-	-	-
<u>7,988,637</u>	MINISTRY TOTAL	<u>21,000,000</u>	<u>21,000,000</u>	<u>7,278,624</u>	<u>13,721,376</u>

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 3

<u>2010</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	INFRASTRUCTURE DEVELOPMENT				
	<u>Development Expenditure</u>				
2,646,088	Obligations Under the Emergency Assistan	-	-	1,000,000	(1,000,000)
1,486,871	SIG Obligation to domestic Maritime	3,500,000	3,500,000	2,084,477	1,415,523
993,351	Provincial Shipping	-	-		-
6,495,117	Rural Road Development	14,500,000	14,500,000	13,264,330	1,235,670
	MID Engineering complex	3,000,000	3,000,000	2,227,690	772,310
	Upgrade of marine HQ	1,000,000	1,000,000		1,000,000
	Auki Market & Jetty	800,000	800,000	496,500	303,500
	Mechanical dept relocation	500,000	500,000	175,300	324,700
	Green terrace redevelopment	1,500,000	1,500,000	192,646	1,307,354
-	Shipping for Temotu Pele	-	-		-
4,162,775	SIG Contribution to SIRIP	5,000,000	5,000,000	1,580,247	3,419,753
114,500	Ranandi Industrial Estate - Road sealing	-	-		-
-	Malaita contract support unit	6,000,000	6,000,000	3,974,697	2,025,303
-	Wharf terminal	800,000	800,000	260,000	540,000
-	Central Honiara road	1,500,000	1,500,000	1,467,928	32,072
-		-	-		-
<u>15,898,702</u>	MINISTRY TOTAL	<u>38,100,000</u>	<u>38,100,000</u>	<u>26,723,814</u>	<u>11,376,186</u>
	NATIONAL PARLIAMENT				
	<u>Development Expenditure</u>				
1,297,882	Parliament House Renovation & Security	3,982,000	3,982,000	2,057,821	1,924,179
-		-	-		-
<u>1,297,882</u>	MINISTRY TOTAL	<u>3,982,000</u>	<u>3,982,000</u>	<u>2,057,821</u>	<u>1,924,179</u>

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 3

<u>2010</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	FORESTRY				
	<u>Development Expenditure</u>				
-	North Georgia Forest Plantation	2,500,000	2,500,000	2,500,804	(804)
6,322,284	Down Stream Processing	8,000,000	8,000,000	9,810,122	(1,810,122)
<u>7,776,939</u>	Strategic Support to Reforestation	<u>6,000,000</u>	<u>6,000,000</u>	<u>5,357,527</u>	<u>642,473</u>
<u>14,099,223</u>	MINISTRY TOTAL	<u>16,500,000</u>	<u>16,500,000</u>	<u>17,668,452</u>	<u>(1,168,452)</u>
	PRIME MINISTER'S OFFICE				
	<u>Development Expenditure</u>				
618,882	Assistance to Non State Actors		-	-	-
137,026	Political Advisory Unit (PMO)		660,775.00	660,775	-
-	Economic growth centre	6,000,000	6,000,000	6,933,670	(933,670)
-	Rehabilitation of RIPEL	5,000,000	5,000,000	582,257	4,417,743
-	PMO Office building	1,000,000	1,000,000		1,000,000
-	PM Residence renovation	1,000,000	1,000,000	747,150	252,850
-	Caucus office building	800,000	800,000		800,000
820,372	Commission of Enquiry Guadalcanal Land D	1,000,000	1,000,000		1,000,000
264,150	Support to Constitutional Reform	500,000	500,000	1,567,700	(1,067,700)
<u>-</u>	MINISTRY TOTAL	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,840,430</u>		<u>15,300,000</u>	<u>15,960,775</u>	<u>10,491,551</u>	<u>5,469,224</u>

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 3

<u>2010</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	POLICE AND NATIONAL SECURITY				
	<u>Development Expenditure</u>				
-	Buala Police Post	800,000	800,000		800,000
	Naha Police housing	2,000,000	2,000,000	961,239	1,038,761
	Naha Staff housing	2,000,000	2,000,000	1,629,908	370,092
	Tulagi police housing	1,000,000	1,000,000	947,491	52,509
-	Auki Police Housing	3,000,000	3,000,000		3,000,000
437,090	Gizo Police post	2,000,000	2,000,000	1,883,195	116,805
127,651	Naha Prison Officers Housing	-	-		-
646,867	Marau Police post	1,500,000	1,500,000	473,952	1,026,048
680,842	Tetere Prison Officers Housing	-	-		-
-	Seghe Police housing	1,000,000	1,000,000	984,785	(15,215)
<u>1,892,450</u>	MINISTRY TOTAL	<u>13,300,000</u>	<u>13,300,000</u>	<u>6,880,569</u>	<u>6,419,431</u>
	PROVINCIAL GOVERNMENT AND INSTITUTIONAL STRENGTHENING				
	<u>Development Expenditure</u>				
9,921,044	Provincial Government Support Program	5,800,000	5,800,000	5,871,000	(71,000)
-	Malaita Provincial Housing	1,500,000	1,500,000	500,000	1,000,000
	Kira Kira Admin building	1,000,000	1,000,000	659,400	340,600
	Isabel Province admin complex	1,000,000	1,000,000	750,500	249,500
	Central Province office complex	1,000,000	1,000,000	1,000,000	-
3,000,000	Choiseul Township Project	3,500,000	3,500,000	3,500,000	-
	Doma Township development		3,000,000	3,000,000	-
4,275,000	Rehabilitation of Provincial Government		-		-
-		-	-	-	-
<u>17,196,044</u>	MINISTRY TOTAL	<u>13,800,000</u>	<u>16,800,000</u>	<u>15,280,900</u>	<u>1,519,100</u>

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 3

<u>2010</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	LANDS, HOUSING AND SURVEY				
	<u>Development Expenditure</u>				
-	Honiara & Urban provincial centres	1,500,000	1,500,000	153,509	1,346,491.30
-	Honiara bore holes & tanks	600,000	600,000		600,000.00
-	Auki ports project	3,000,000	3,000,000	700,000	2,300,000.00
-	Lands Provincial staff housing	1,200,000	1,200,000	297,000	903,000.00
4,505,847	Tina Hydro Land Acquisition	850,000	850,000	364,000	486,000.00
-	Site Development	2,000,000	2,000,000	70,540	1,929,460.00
530,375	Unauthorised Public Land Registration	-	-		0.00
-		-	-	-	-
<u>5,036,222</u>	MINISTRY TOTAL	<u>9,150,000</u>	<u>9,150,000</u>	<u>1,585,049</u>	<u>-</u>
	DEVELOPMENT PLANNING AND AID COORDINATION				
	<u>Development Expenditure</u>				
-	SI Long Term Plan	350,000	350,000.00	361,350	(11,350)
201,143	Institutional Capacity building - provinces	600,000	600,000.00	95,280	504,720
-	Ministry Network System	600,000	600,000.00	577,315	22,685
-		-	-	-	-
<u>201,143</u>	MINISTRY TOTAL	<u>1,550,000</u>	<u>1,550,000</u>	<u>1,033,945</u>	<u>516,055</u>

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 3

<u>2010</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	CULTURE AND TOURISM				
	<u>Development Expenditure</u>				
5,307,828	Training for Tourism Ind. Dev of SICHE		-		-
1,200,000	New Heritage Centre		-		-
4,817,689	Eco-Tourism Grants	3,000,000	3,000,000	2,994,280	5,720
	SICHE Tourism school	5,000,000	5,000,000	3,541,340	1,458,660
	Arts festival preparation	28,500,000	28,500,000	14,288,063	14,211,937
	Auditorium	6,000,000	6,000,000	4,696,354	1,303,646
-		-	-	-	-
<u>11,325,517</u>	MINISTRY TOTAL	<u>42,500,000</u>	<u>42,500,000</u>	<u>25,520,037</u>	<u>16,979,963</u>
	COMMERCE, INDUSTRY AND EMPLOYMENT				
	<u>Development Expenditure</u>				
17,596	Noro Industrial Development	6,000,000	6,000,000	4,213,405	1,786,595
97,755	Secured Transaction Registry office	-	-		-
	SME Policy development	500,000	500,000	394,671	105,329
	Consumer Affairs project	1,000,000	1,000,000		1,000,000
-	Standby Generator for Passport Processing	1,000,000	1,000,000	1,000,000	-
1,079,111	Suava Port Development	6,000,000	6,000,000	6,115,908	(115,908)
418,463	Bina Industrial & Sea Port Development	1,000,000	1,000,000	75,000	925,000
-		-	-	-	-
<u>1,612,924</u>	MINISTRY TOTAL	<u>15,500,000</u>	<u>15,500,000</u>	<u>11,798,985</u>	<u>3,701,015</u>

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 3

<u>2010</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
COMMUNICATION AND AVIATION					
<u>Development Expenditure</u>					
	Air Field upgrading	-	-		-
73,275	Provincial Airfields	10,000,000	10,000,000	17,910,778	(7,910,778)
5,042,273	Purchase of Fire Truck	5,000,000	5,000,000	4,172,014	827,986
	Air control tower	1,000,000	1,000,000	1,056,418	(56,418)
	Henderson runway & Lighting	3,000,000	3,000,000	595,743	2,404,257
	Rehabilitation of Marau, Avuavu & babanakira airstrip	7,600,000	7,600,000	3,452,375	4,147,625
	Replacement of X-ray machines at International airport	2,000,000	2,000,000	575,652	1,424,348
	Airspace design	500,000	500,000	54,000	446,000
-	Western Province International Airfield	2,000,000	2,000,000	3,995,759	(1,995,759)
6,497,522	Replacement of Navigational Equipment	6,000,000	6,000,000	10,781,183	(4,781,183)
<u>11,613,070</u>	MINISTRY TOTAL	<u>37,100,000</u>	<u>37,100,000</u>	<u>42,593,921</u>	<u>(5,493,921)</u>
FISHERIES AND MARINE RESOURCES					
<u>Development Expenditure</u>					
	Fish Aggregate Device	-	-		-
33,129	Dolphin Assessments	250,000	250,000	183,108	66,892
417,501	Tuna Loin Factories (Suava & Tenrau)	2,000,000	2,000,000	520	1,999,480
	Wantok project	350,000	350,000		350,000
	Pearl Farming Investments	1,000,000	1,000,000	-	1,000,000
-	Provincial Fisheries housing	150,000	150,000	2,620	147,380
-	MINISTRY TOTAL	<u>3,750,000</u>	<u>3,750,000</u>	<u>186,248</u>	<u>3,563,752</u>
<u>450,630</u>					

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 3

<u>2010</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	PUBLIC SERVICE				
	<u>Development Expenditure</u>				
995,859	New Office Block	5,000,000	5,000,000	3,800,825	1,199,175
-	Public Service housing	<u>5,000,000</u>	<u>5,000,000</u>	<u>3,826,471</u>	<u>(1,173,529)</u>
<u>995,859</u>	MINISTRY TOTAL	<u>10,000,000</u>	<u>10,000,000</u>	<u>7,627,296</u>	<u>2,372,704</u>
	JUSTICE & LEGAL AFFAIRS				
	<u>Development Expenditure</u>				
-	Provincial Staff housing	640,000	640,000	630,000	10,000.00
-	Staff institutional housing	800,000	800,000	800,000	0.00
<u>-</u>		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	MINISTRY TOTAL	<u>1,440,000</u>	<u>1,440,000</u>	<u>1,430,000</u>	<u>10,000</u>
	MINISTRY OF HOME AFFAIRS				
	<u>Development Expenditure</u>				
-	Sport Stadium Development	1,500,000	1,500,000		1,500,000
-	Electoral Reform	3,500,000	3,500,000		3,500,000
<u>-</u>		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	MINISTRY TOTAL	<u>5,000,000</u>	<u>5,000,000</u>	<u>-</u>	<u>5,000,000</u>

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE
 FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 3

<u>2010</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
NATIONAL UNITY RECONCILIATION AND PEACE					
<u>Development Expenditure</u>					
1,681,515	National Reconciliation Programme	2,000,000	2,000,000	906,268	1,093,732
72,668	Truth and Reconciliation Council	1,500,000	1,500,000	650,279	849,721
-		-	-	-	-
<u>1,754,183</u>	MINISTRY TOTAL	<u>3,500,000</u>	<u>3,500,000</u>	<u>1,556,547</u>	<u>1,943,453</u>
MINES, ENERGY AND RURAL ELECTRIFICATION					
<u>Development Expenditure</u>					
9,649,016	Renewable Rural Electricity	5,000,000	5,000,000	5,000,001	(1)
418,198	Renewable Rural Electricity (SIG)	1,000,000	1,000,000	990,454	9,546
74,563	Goldridge relocation scheme	-	-	-	-
-	Water supply systems in Honiara & Auki	8,000,000	8,000,000	6,291,382	1,708,618
7,441,150	Energy conservation	-	-	-	-
15,100	Honiara water source	-	-	-	-
3,345,514	Rural Electrification (phase 1)	-	-	-	-
1,954,865	Rural Electrification phase 1 (Provincia)	-	-	-	-
700,000	Rural Electrification Project (Provincia)	-	-	-	-
-	Catchment based risk assessment - Noro	1,000,000	1,000,000	865,255	134,745
3,132,240	Tina Ngilibiu Hydro Scheme	4,400,000	4,400,000	7,100,000	(2,700,000)
-		-	-	-	-
<u>21,420,916</u>	MINISTRY TOTAL	<u>19,400,000</u>	<u>19,400,000</u>	<u>20,247,093</u>	<u>847,093</u>

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 3

<u>2010</u> <u>Actual</u>	<u>Ministry</u>	<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
NATIONAL JUDICIARY					
<u>Development Expenditure</u>					
47,608	Magistrates Housing - Auki		-		-
193,276	Refurbishment of Court House		-		-
	Principal Magistrates Accomodation - Lata	500,000	500,000	189,100	310,900
	Extension and repairs to Lata court house	600,000	600,000	600,000	-
-	Infrastructures and repairs to High court building	600,000	600,000	908,125	(308,125)
-		-	-	-	-
<u>240,884</u>	MINISTRY TOTAL	<u>1,700,000</u>	<u>1,700,000</u>	<u>1,697,225</u>	<u>2,775</u>
WOMEN, YOUTH AND CHILDRENS AFFAIRS					
<u>Development Expenditure</u>					
550,721	Planning Projects	1,000,000	1,000,000	919,915	80,084.60
1,439,692	Musical Youth Empowerment	500,000	500,000	863,344	-363,344.00
426,559	Policy and Planning Project	-	-		-
-	National Centre for Women, Youth & Children	500,000	500,000	258,552	(241,448)
<u>2,416,972</u>	MINISTRY TOTAL	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,041,811</u>	<u>604,792</u>
RURAL DEVELOPMENT AND INDEGINOUS AFFAIRS					
<u>Development Expenditure</u>					
54,920,326	Rural Constituencies Livelihood Fund	53,000,000	53,000,000	55,680,037	(2,680,037)
9,250,000	Rural Constituencies Development Fund (SIG)	-	-		-
19,800,000	Rural Constituencies Development Fund (ROC)	20,000,000	20,000,000	31,750,000	(11,750,000)
9,800,000	ROC Constituencies Micro Project	10,000,000	10,000,000	10,400,000	(400,000)
19,900,000	Millinium Development Funds	20,000,000	20,000,000	28,750,000	(8,750,000)

SOLOMON ISLANDS GOVERNMENT
COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 3

<u>2010</u>	<u>Ministry</u>	<u>Original</u>	<u>Final</u>	<u>2011</u>	<u>(Over)/Under</u>
<u>Actual</u>		<u>Estimate</u>	<u>Estimate</u>	<u>Actual</u>	<u>Estimate</u>
768,274	Rural Fisheries Enterprises	-	-	-	-
400,000	ROC Constituency MicrO Project	-	-	-	-
<u>114,838,600</u>	MINISTRY TOTAL	<u>103,000,000</u>	<u>103,000,000</u>	<u>126,580,037</u>	<u>23,580,037</u>
ENVIRONMENT, CONSERVATION AND METEOROLOGY					
<u>Development Expenditure</u>					
-	Tingoa Met office	800,000	800,000	147,256	652,744
-	Provincial Emergency centre building	1,500,000	1,500,000	1,154,612	345,388
-	Establishment Early warning system	2,000,000	2,000,000	534,615	1,465,385
-	Automatic weather stations Henderson/Munda	1,500,000	1,500,000	1,499,371	629
-	Kira Kira Met office	800,000	800,000	565,451	234,549
-	Renovation Met office Henderson	500,000	500,000	15,300	484,700
62,825	Operational Forecasting Center	-	-	-	-
769,603	Buala and Lake Tegano Meteorology station	-	-	-	-
139,039	Survey of Indo Pacific Bottle Nose Dolph	-	-	-	-
136,019	Coral Triangle	1,000,000	1,000,000	672,595	327,405
1,118,905	National Adaptation Plan for A	-	-	-	-
-	Provincial Staff housing	2,000,000	2,000,000	306,808	1,693,192
<u>2,226,390</u>	MINISTRY TOTAL	<u>10,100,000</u>	<u>10,100,000</u>	<u>4,896,008</u>	<u>5,203,992</u>
<u>356,512,934</u>	SOLOMON ISLANDS GOVERNMENT TOTAL	<u>496,900,000</u>	<u>500,560,775</u>	<u>413,152,328</u>	<u>87,408,447</u>

STATEMENT THREE A

DEVELOPMENT FUND RECEIPTS

SOLOMON ISLANDS GOVERNMENT
 COMPARATIVE STATEMENT OF ESTIMATED AND ACTUAL DEVELOPMENT REVENUE
 FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 3A

<u>2010</u> <u>Actual</u>		<u>Original</u> <u>Estimate</u>	<u>Final</u> <u>Estimate</u>	<u>2011</u> <u>Actual</u>	<u>(Over)/Under</u> <u>Estimate</u>
	DEVELOPMENT GRANT				
1,645,637	AUSAID	84,000,000	84,000,000	292,916,750	(208,916,750)
16,804,904	NZAID	55,000,000	55,000,000	59,029,618	(4,029,618)
9,078,946	UNDP	-	-	16,329,398	(16,329,398)
-	ADB	40,000,000	40,000,000	37,351,361	2,648,639
1,839,501	EDF/EU	28,000,000	28,000,000	3,454,620	24,545,380
	WHO	-	-	2,541,265	(2,541,265)
<u>81,492,542</u>	Republic of China	<u>80,000,000</u>	<u>80,000,000</u>	<u>73,213,849</u>	<u>6,786,151</u>
<u>110,861,530</u>	Total Grants	<u>287,000,000</u>	<u>287,000,000</u>	<u>484,836,860</u>	<u>(197,836,860)</u>
	EXTERNAL LOAN FINANCING				
	Long Term:				
-	World Bank	-	-	-	-
-	ADB	-	-	-	-
-	Total Overseas Loans	-	-	-	-
<u>110,861,530</u>	TOTAL CONSOLIDATED DEVELOPMENT REVENUE	<u>287,000,000</u>	<u>287,000,000</u>	<u>484,836,860</u>	<u>(197,836,860)</u>

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£

STATEMENT FOUR

**STATEMENT OF LOSSES, ABANDONED CLAIMS
AND EX GRATIA PAYMENTS**

SOLOMON ISLANDS GOVERNMENT
 STATEMENT OF LOSSES, ABANDONED CLAIMS & EX GRATIA PAYMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2011

Statement 4

<u>2010 (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>2011 (SIS)</u> <u>Total</u>	<u>Number of</u> <u>Payments</u>
<u>5,597,088</u>	<u>27</u>	Finance	<u>243,525</u>	<u>-</u>	<u>243,525</u>	<u>25</u>
<u>5,597,088</u>	<u>27</u>	TOTAL	<u>243,525</u>	<u>-</u>	<u>243,525</u>	<u>25</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.