



DEPARTMENT OF THE AUDITOR GENERAL

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NASSAU, BAHAMAS

Phone Nos. 242-322-2521/323-8939/326-6015

DAG/T.2/2007

Reference No.....

**The Honourable Speaker
House of Assembly
Nassau, Bahamas**

February 17, 2009

Dear Sir:

In accordance with Article 136(4) of The Constitution of The Commonwealth of The Bahamas, I have the honour to submit my report on the audit of the accounts of The Government of The Bahamas for the year ended June 30, 2007.

Sincerely,

Auditor General

TSB/slt

MEMORANDUM**MINISTRY OF FINANCE**

**To: Auditor General
Auditor General's Department
Nassau, Bahamas**

Your reference:

Our reference: FIN.1606.21

Date: 3rd June, 2008

RE: 2006/07 TREASURY ACCOUNTS

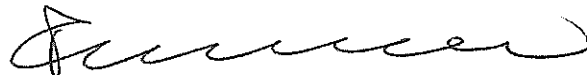
In accordance with Section 27 (2) of the Financial Administration and Audit Act, I hereby transmit to you the 2006/07 Treasury Accounts prepared by the Treasurer. This Memorandum forms my Report thereon.

2. The Accounts have been examined by the Internal Audit Section of this Ministry and the Section's report is available for your perusal.

3. The Memorandum of 31 December, 2007, addressed to me by the Treasurer sets out current major developments completed, ongoing or planned in the public financial system. As you are aware, the Ministry and the Treasury Department are working towards a position whereby any audit issues arising are resolved within an appropriate time-frame, and procedures are consolidated to prevent such issues reoccurring.

4. In addition to these developments, the Prime Minister in the 2008/09 Budget Communication referred to the intention to undertake a comprehensive review of all aspects of the current public financial system, including the Financial Administration and Audit Act. This review is required in the context of such issues as modern developments in financial management, the enormous growth in government expenditure and revenues, and the importance of transparency and accountability.

5. The review is intended to result in the preparation of a white paper in the coming months which will be circulated widely for comments. It is envisaged that the review will be completed for consideration in the context of the 2009/10 Budget.



**Ruth Millar (Mrs.)
FINANCIAL SECRETARY**

RM/mec

Att.

ACKNOWLEDGEMENT AND APPRECIATION

Special thanks are extended to staff members of the Department of the Auditor General (DAG) for their dedication to duty and loyalty during the year. As a result of their efforts and commitment, the Auditor General was able to fulfill his statutory obligation.

Sincere thanks and appreciation is also extended to all persons in the various Ministries and Departments for their co-operation and courtesies extended to the Auditor General and staff.

Appreciation also goes to The Caribbean Organization of Supreme Audit Institutions (CAROSAI), the INTOSAI Development Initiative (IDI) and The Bahamas Public Service Training Centre for their respective assistance in the further training of our staff.

Report of the Auditor General

Table of Contents

PART I

LETTER OF TRANSMITTAL	
ACKNOWLEDGEMENT AND APPRECIATION	
SECTIONS	PAGE NO.
SECTION ONE	
Constitutional Provisions.....	8
SECTION TWO	
Audit Approach and Significant Accounting Policies.....	10
SECTION THREE	
Administration and Personnel.....	13
SECTION FOUR	
Foreign Audit	19
SECTION FIVE	
Loan Programs & Special Projects.....	33
SECTION SIX	
Revenue & Expenditure Audits.....	35
SECTION SEVEN	
School Board Accounts & School Accounts.....	45
SECTION EIGHT	
Family Islands.....	51
SECTION NINE	
Grand Bahama.....	57
SECTION TEN	
Customs Department.....	59
SECTION ELEVEN	
Treasury Final Accounts.....	65
SECTION TWELVE	
Audit Certificate.....	71

Report of the Auditor General Table of Contents

PART II

ANNEX	Page 72
Statement of Accounts.....	Annex 1
Balance Sheet.....	Annex 2
Statement of Consolidated Fund Current Account.....	Annex 3
Statement of Consolidated Fund Capital Account.....	Annex 4
Statement of Deposit Fund Account.....	Annex 5
Statement of Post Office Savings Bank.....	Annex 6
Statement of Public Officers' Loan Fund.....	Annex 7
Notes to the Financial Statements.....	Annex 8
Statement of Public Debt.....	Annex 9
Statement of Contingent Liabilities.....	Annex 10
Recurrent Summary of Revenue by Head.....	Annex 11
Recurrent Summary of Expenditure by Head.....	Annex 12
Capital Revenue by Head.....	Annex 13

Constitutional Provisions

SECTION ONE

SECTION ONE CONSTITUTIONAL PROVISIONS

Establishment of Office:

Article 136(1) of The Constitution states:

“There shall be an Auditor General whose office shall be a public office.”

Mandate:

Article 136(3) of The Constitution provides:

“The accounts of the Supreme Court, the Senate, the House of Assembly, all departments and offices of the Government (but excluding the Department of the Auditor General), the Public Service Commission, the Judicial and Legal Service Commission, the Police Service Commission and all Magistrates’ Courts shall, at least once in every year, be audited and reported on by the Auditor General who, with his subordinate staff, shall at all times be entitled to have access to all books, records, returns and reports relating to such accounts.”

Reporting:

Article 136(4) of The Constitution states:

“The Auditor General shall submit his reports under paragraph (3) of this Article without undue delay to the Speaker (or, if the office of Speaker is vacant or the Speaker is for any reason unable to perform the functions of his office, to the Deputy Speaker) who shall cause them to be laid before the House of Assembly without undue delay.”

Independence:

Article 136(5) of The Constitution provides:

“In the exercise of his functions under the provisions of paragraphs (3) and (4) of this Article, the Auditor General shall not be subject to the direction or control of any other person or authority.”

*Audit Approach
&
Significant Accounting Policies*

SECTION TWO

SECTION TWO

AUDIT APPROACH & SIGNIFICANT ACCOUNTING POLICIES

Audit Approach

- 2.01 In order to express a professional opinion on the financial statements of the Government of the Commonwealth of The Bahamas, audits are carried out in accordance with generally accepted auditing standards. Each audit is designed to provide assurance as to the propriety of the Government's financial transactions and the accuracy of its accounting records.
- 2.02 The audit of all Ministries and Departments includes a general review of the accounting procedures and systems of internal control, together with such tests of the records and supporting documents as are considered necessary. Compliance with statutes, regulations, directives and administrative requirements is also tested.

Summary of Significant Accounting Policies

- 2.03 Financial statements are prepared on the basis of Fund Accounting principles promulgated by the Legislature. Financial transactions recorded are those of the Consolidated Fund Cash inflow and outflow.
- 2.04 The cash basis of accounting is used to record all transactions except cheques received from the public and subsequently dishonoured which are carried as receivable until honoured. Revenue and expenditure are recorded when received and made respectively, without regard to the period to which they apply.
- 2.05 The recording of government transactions fall into three main categories – Recurrent Revenue, Recurrent Expenditure and Capital Expenditure.

- 2.06 Liabilities are recognized in the form of Advances, Treasury Bills and proceeds from Loans and are recorded at the face value of the debt instrument issued. Discounts, commission and other related expenses are treated as period costs. The general resources of the Consolidated Fund are used for the retirement of debt with only two Sinking Funds (Harcourt Malcolm Loan and the \$50m Stock Issue 1997 – 2005) being maintained.
- 2.07 Contingent liabilities of the Government consist of guarantees by the Government in respect of loans raised from private sources by Government-owned Corporations.
- 2.08 A non-contributory pension plan covering all public officers is provided by the Government in accordance with the Pension Act and its amendments.

*Administration &
Personnel*

SECTION THREE

SECTION THREE ADMINISTRATION & PERSONNEL

3.01 The fiscal year 2006/2007 heralded the eighty-second (82nd) year of the existence and operation of the Department in executing its mandate as stipulated in Article 136 of the Constitution of The Bahamas.

Promotions

- | | | |
|------|------------------|--|
| 3.02 | Thelma Young | Promoted to the post of Office Manager III with effect from July 1, 2006. |
| | Roselda Major | Promoted to the post of Accounting and Audit Officer IV with effect from July 1, 2006. |
| | Christine Outten | Promoted to Chief Audit Clerk with effect from July 1, 2006. |
| | Patrice Ferguson | Promoted to Senior Clerk with effect from July 1, 2006. |

Acting Appointments

- | | | |
|------|-----------------------|--|
| 3.03 | Cleopatra Woods-Rolle | Acted as Accounting and Audit Officer III with effect from September 1, 2006 for a period of one year. |
| | Lerona Ferguson | Acted as Accounting and Audit Officer III with effect from September 1, 2006 for a period of one year. |

Auditing Business Continuity Plans and Computer Assisted Audit Techniques.	Institute of Internal Auditors Bahamas Chapter
Government Internal Audit	Crown Agents Bank for Ministry of Finance
Maintaining Industrial Harmony & Report Writing	Institute of Internal Auditors (Bahamas Chapter)
ERM, Information Security & Operational Auditing	Institute of Internal Auditors (Bahamas Chapter)
3.06 <u>Foreign Training Administered To Staff During the Year</u>	<u>Training Body/Trainer</u>
Master Class Seminar	Caribbean Organization of Supreme Audit Institutions (CAROSAI) Miami, Florida
International Fellowship Program	General Accounting Office (GAO), Washington DC
Information Technology Audit Course	Caribbean Organization of Supreme Audit Institutions (CAROSAI), St. Kitts

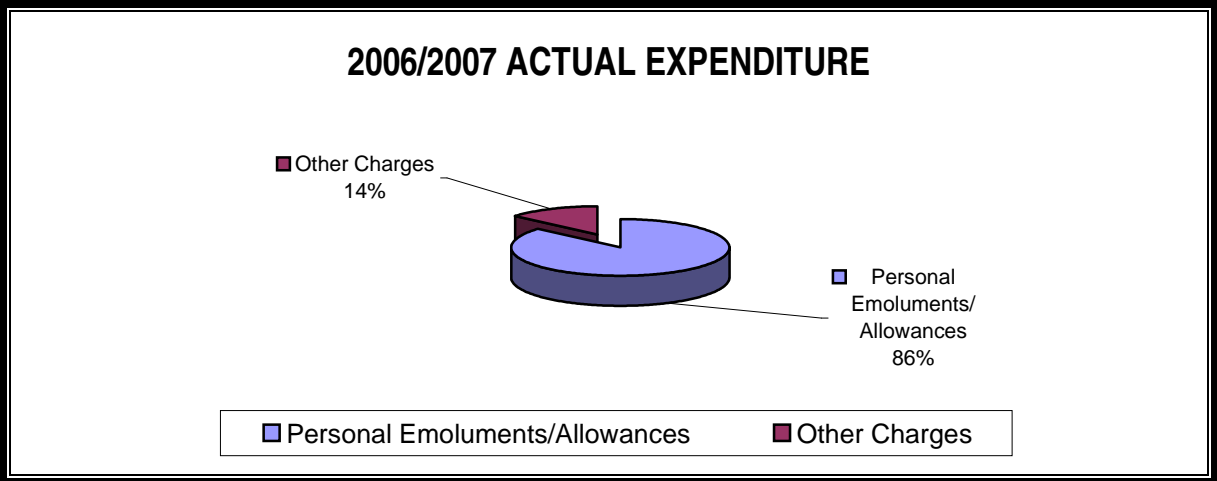
3.07 The Department's staff composition as at June 30, 2007 is as follows:

Post	Number of Staff	Authorized	Vacancy
Administration			
Auditor General	1	1	0
Sr. Deputy Auditor General	1	1	0
Deputy Auditor General	3	3	0
Sr. Assistant Auditor General	0	0	0
Assistant Auditor General	2	2	0
Audit			

Accounting & Audit Officer III	4	4	0
Accounting & Audit Officer IV	13	13	0
Assistant Accounting & Audit Officer	8	9	1
Trainee Accounting & Audit Officer	3	5	2
Chief Audit Clerk	4	3	-1
Senior Audit Clerk	8	9	1
Post	Number of Staff	Authorized	Vacancy
Senior Clerk	1	0	-1
Filing Assistant	1	0	-1
Support Staff			
Chief Executive Officer	0	1	1
Office Manager III	1	0	-1
Janitress	1	1	0
Total	51	52	1

3.08 Total expenditure for the fiscal year ended June 30, 2007 compared with expenditure for 2005/2006 are as follows:

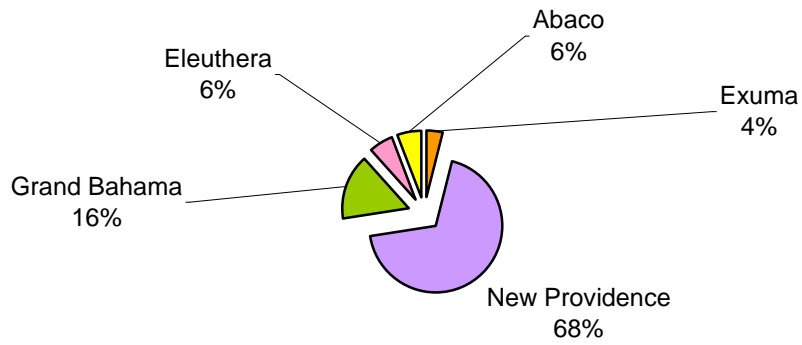
	2006/2007 Estimated Expenditure	2006/2007 Actual Expenditure	2005/2006 Actual Expenditure
Personal Emoluments/ Allowances	\$ 2,173,114.00	\$ 1,647,498.86	\$ 1,555,814.00
Other Charges	\$ 482,472.00	\$ 258,805.42	\$ 149,586.00
Total	\$ 2,655,586.00	\$ 1,906,304.28	\$ 1,705,400.00



3.09 At the end of the fiscal year, the compliment of staff members were as follows:

Islands	Nos.	%
Exuma	2	0.04
New Providence	35	0.68
Grand Bahama	8	0.16
Eleuthera	3	0.06
Abaco	3	0.06

Regional Staff Assignment



Exuma New Providence Grand Bahama Eleuthera Abaco

Foreign Audits

SECTION FOUR

SECTION FOUR FOREIGN AUDITS

The Bahamas Embassy – Havana, Cuba

Revenue

- 4.01 It was noted that no revenue had been transferred to Nassau since this embassy was established. It was also noted that unofficial receipt books were being used to record revenue. We were advised that

negotiation is in progress with the bank with regard to the transfer of funds to Nassau.

- 4.02 **We recommended that revenue collected and all subsequent collections be remitted to the Ministry of Foreign Affairs, Nassau without undue delay. Also, that the use of unofficial receipt books be discontinued forthwith.**

Expenditure

- 4.03 We noted that six (6) open/blank cheques drawn on the Ministry's account (Consulate General, Miami, Florida) was with respect to expenditure relating to the establishment of the Cuba Embassy. The cancelled cheques and supporting documents regarding the above mentioned open cheques were requested from the Miami Office but they could not be located. As a result, we were unable to verify what the cheques were used for. The normal purchasing procedures were not being followed.
- 4.04 **The issuance of open/blank cheques to affect purchases is considered a breakdown in internal controls and as a result we recommended that it be discontinued. We also recommended that the accounting for these cheques be forwarded for audit scrutiny.**
- 4.05 It was noted that \$300,000.00 was transferred to the operational account (Consulate General, Miami, Florida) for the purchase of necessary furnishings for the official residence and the Embassy. We were presented with listings of furniture, equipment and appliances but we were unable to verify the accuracy of the listing because we were not provided with adequate documentation to determine items purchased and how much was spent. We noted that expenditure was being made from both the Ministry's Account and the Operational Account.
- 4.06 Additionally, we noted that an amount of \$335,000.00 was transferred to bank account in Cuba with regard to the establishment of the office in Cuba. Due to inadequate record-keeping we could not verify how this money was spent.

- 4.07 **In an effort to promote transparency and accountability, we recommended that the complete accounting and documentation for the above transferred funds be provided for audit scrutiny. It is felt that the Ministry of Foreign Affairs should consider implementing a standard purchasing policy for furniture and appliances for foreign residences. There should be a predetermined list to be followed at a reasonable cost. Blank or open cheques should never be given to make purchases. This is not normal procedure. Additionally, we recommend that an updated listing of all Government assets be kept to facilitate the proper hand-over at the time of future postings.**

The Bahamas Consulate General – Miami

- 4.08 The office has managerial control over five non-interest earning bank accounts with a combined balance at 31st December 2007 of \$437,943.71. There are two authorized signatories for the operating account but the bank allows cheques to be processed with one signature. This practice creates the risk of a single individual effecting a bank payment, which is not the norm for government accounts.
- 4.09 A comprehensive online banking system exists. The method of making payments by electronic bank transfers was recently commenced, mainly for salaries to locally engaged employees. The control over this type of payment is extremely weak and is considered to be a high risk area. For example, the same person who inputs the transaction to the banking system also makes changes when required, and releases transactions for payment. There are little or no compensating controls and at least two staff members share a common access code to the system.
- 4.10 **We recommended that management implements levels of controls and assigns separate personal access password as a top priority.**
- 4.11 The cashbook for the Ministry's Account was not posted up-to-date and there has been no "Wire In" posting since 7th July 2006; neither is the account reconciled at the Consulate. Also, the Vote Charge book has not been posted since 2002. It follows therefore that the

budgetary line items are not being monitored and the allocation balances are not a consideration for payment.

- 4.12 The filing in the Accounts Section is not up-to-date. In order for reliable financial information to be produced the filing system must be addressed soon.
- 4.13 The records at the Consul General's Office show that the sum of approximately \$274,000 was spent on behalf of the Embassy's Office in Cuba. This amount should be reconciled.

Human Resources

- 4.14 Because only one employee is assigned to each of the main sections, except for accounts that has two staff members, the human resources is said to be challenged particularly when an employee is absent from duty. We understand however, that the staffing requirement is under active consideration.

Bank Accounts

- 4.15 Disbursement cheques normally require two authorized signatures for processing. However, we saw examples where the bank permitted cheques to be processed on the operating account with only one signature. We were advised that whilst two signatures are ordinarily utilized, the bank allows one authorized signature. The practice of processing cheques with one, instead of two, authorized signature creates the risk of a single individual effecting a bank payment unaided. The departure of the Consul General (who was a signatory to the account) was given as the reason for utilizing one signature. We believe that there is sufficient staff members employed to facilitate two bank signatures for each cheque at all times.
- 4.16 **It is recommended that management review its banking requirements and seek to identify suitable staff members as alternate signatories to the bank account to facilitate the processing of cheques with two signatures at all times, in order**

to comply with normal banking practice in the Public Service and to enhance accountability.

- 4.17 **We further recommended that levels of controls be implemented over the online banking system as a top priority. For example, one person may be required to enter transactions into the system and a senior officer verifies and approves the transactions for payment. At least three basic principles should underpin an effective computerized system: (i) input controls that ensure data is authorized, complete and accurate (ii) processing controls that validates that the correct data is processed and (iii) output controls that confirm the expected output. Procedures should also be in place to promptly detect, investigate and correct errors (once they occur). Each system user should have separate user ID and password.**

The Ministry's Account

- 4.18 The Ministry of Foreign Affairs operates a bank account in Miami to facilitate foreign payments transactions. At the time of the audit examination the cashbook was not posted up-to-date and the bank account was not reconciled.
- 4.19 During the period of our examination the Ministry's account went into overdraft. The overdraft was rectified by a transfer from the Operational Account. However, there was no paper trail to show the authorization for the transfer.
- 4.20 **We recommended that the Ministry ensures the cashbook which is a principal ledger is kept up-to-date; and the bank account reconciled on a monthly basis.**
- 4.21 **In order to avoid future overdrafts, we also recommended that the Ministry of Foreign Affairs confirm the bank balance before cheques are released for payment.**

Operating Account

- 4.22 The Operational Bank Account at the Consulate General is not being reconciled.
- 4.23 **Bank Accounts should be reconciled by an independent person on a monthly basis. Greater monitoring by management would be required where segregation of duties can not be achieved.**
- 4.24 Payment vouchers did not generally provide sufficient information to make the transactions self-explanatory.
- 4.25 A significant number of vouchers were not signed to signify their approval for payments; and none were signed by the officer who actually prepares the documents.
- 4.26 **We recommended that each payment voucher contain sufficient information to make the transaction self-explanatory. In addition, the signatures of the designated accounting officer and the senior officer who approves the transaction for payment should appear on all vouchers in their designated spaces.**

Fixed Asset Register

- 4.27 The office of the Consulate General does not keep a Fixed Asset Register. Accounts personnel confirmed that an inventory has not been taken in recent years. The risk implication is that equipment could be purchased and go missing without being easily detected because records are not maintained and responsibility assigned.

Expenditure to set-up Embassy in Cuba

- 4.28 The records at the Consul General's Office (Miami) show that the sum of approximately two hundred and seventy four thousand dollars (\$274,000.00) was spent in 2005/2006 to facilitate the set-up of the Embassy Office in Cuba. Expenditure was made from both the Operational and Ministry's Accounts. Because proper records and files were not made available, we were unable to verify the correctness of this figure.

- 4.29 **We recommended that the Ministry of Foreign Affairs reconcile the expenditure for the establishment of The Bahamas Embassy in Cuba.**

The Bahamas Tourist Office - Florida

- 4.30 The Bahamas Tourist Office in Florida operates an Imprest Account which was established for the purpose of meeting the costs of small office expenses, payment of part-time workers and advances to sales staff. Receipts and invoices were presented as part of the cash count that could not be reconciled. There are two signatories to the account, but cheques are allowed with only one signature. Also, the signatories' names are an integral part of the account's name. A control risk exists that makes it possible for one person to effect a payment transaction.
- 4.31 **It is recommended that two authorized signatures be required for each cheque presented to the bank for payment. The name on the account should be regularized by removing personal names from the official account.**

The Bahamas High Commission - London

Accounts Receivable

- 4.32 An Accounts Receivable Ledger is not maintained at the Bahamas High Commission, London. However, based on the records made available, Government Ministry's and individuals had an outstanding balance of £14,248.14 at the end of December 2007.

- 4.33 Approximately 85% of the outstanding amount existed for over ten years and the likelihood of recovery is at best remote. It appears that the current receivables are under control.
- 4.34 **The High Commission should establish and maintain a proper ledger to account for receivables that will reflect the dollar value, amount, date and reference for each transaction and maintain up-to-date balances.**
- 4.35 **The Ministry of Foreign Affairs should assist the High Commission to remedy the outstanding accounts receivables. Should all attempts fail, the amounts should then be written off after following proper protocol.**

Corporate Credit Card

- 4.36 The Corporate Barclaycard has a credit limit of £35,000.00. Currently the High Commissioner is the sole authorized user with a credit limit of £20,000.00, the card is utilized for general purposes. We were unable to determine the nature of all transactions as invoices were not always attached. Payment vouchers were not prepared in support of transactions.
- 4.37 Because of the nature of the High Commission's operations and the lack of guidelines regarding the use of credit cards, the validity of transactions would have to be determined by the High Commissioner and senior officers in the Ministry of Foreign Affairs.
- 4.38 The credit card account is tied to the operational bank account; therefore, bills are paid monthly by direct bank debits. There is insufficient evidence to confirm whether the bills are routinely scrutinized.
- 4.39 **Although credit card payments are by direct bank debits, we recommend that these transactions be covered by payment vouchers and that the relevant invoices be verified and attached thereto.**

- 4.40 **The Ministry of Foreign Affairs should established guidelines to control the use of credit cards.**

Entertainment Allowances

- 4.41 We continue to note the grey areas that sometimes surround the Entertainment Allowances paid to officials (Item 029600) and the Allowances paid by the High Commission (Item 612100).
- 4.42 **Providing Entertainment Allowances to officials will continue to be paid through the High Commission's Office, we recommend that officials be required, at a minimum, to maintain a register of their expenditure on entertainment to enhance accountability. Otherwise, in order to remove the ambiguity, allowances to the individuals should be included in the officer's monthly personal emoluments and paid along with their salaries. In this way only allowances for the office would be remitted to the High Commission.**

Operating Account

- 4.43 At the time of the audit, the operational account cashbook was not posted up-to-date. We also found that none of the payment vouchers bear the signature of accounting personnel, although the name was typed in the space "Prepared By".
- 4.44 Sundry Vouchers are prepared for travel and luncheon allowances so that locally engaged employees could be paid in cash. A note would be forwarded to the bank from the High Commission authorizing encashment of cheque by an employee. Upon receipt of cash the employees sign an internally prepared Form which is then attached to the voucher. It is understood that this procedure may have tax implications.

- 4.45 The process of cashing cheques to obtain monies to facilitate cash payments (instead of making payments directly by cheque) put the person cashing the cheques at risk.
- 4.46 We noted that all payment transactions are not covered by vouchers (e.g. Electronic Bank Transactions and Direct Debits).
- 4.47 We observed that payment transactions were sometimes charged incorrectly to budgetary line items. It was further noted that the Ministry of Foreign Affairs has a common item (543130) that is designated "Operational Expenses Overseas Missions". Oftentimes, funds were received at the Mission without details regarding allocations to line items.
- 4.48 The rate for Value Added Tax (VAT) is currently 17.5%. The Ministry of Foreign Affairs should be mindful of this rate and the weakening purchasing power of the dollar when considering budgetary allocation for the High Commission.
- 4.49 **A proper cashbook for the Operational Account should be maintained.**
- 4.50 **Based on our general observation, the Ministry of Foreign Affairs, in consultation with the Treasurer, should consider implementing a standardized system for recording and reporting transactions for all overseas Missions and Consular Offices.**
- 4.51 **We recommended that vouchers be duly checked and signed by the authorized officer in the accounts section before passing documents on to the designated senior officer for approval.**
- 4.52 **We recommended payment by cheque as a preferred method over cash payment. Management should give careful consideration to the cash method of payments to ensure that laws are not being circumvented; and that the funds and employees cashing cheques are not being placed at unreasonable risks.**

Chancery and Official Residence

- 4.53 We noted that considerable sums have been spent on repairs and maintenance for the chancery and the official residence. From appearances the buildings are well maintained. However, we were advised of frequent cracks emerging and possible shifting of the structures.
- 4.54 These two buildings are in prime locations. The insurance coverage for the year 2006 was £2,983,011 for the Chancery and £1,325,782 for the Residence. The contents coverage between the two buildings was £660,157 with separate coverage for computers at £10,000. The real estate market has reportedly seen an upsurge in recent times and the possibility exist that the premises may now be under-insured.
- 4.55 **We strongly recommend that the Ministry of Foreign Affairs seek the assistance of the Ministry of Public Works so that engineering and other appropriate qualified personnel could be assigned or contracted to carryout inspections of the Chancery and Official residence as soon as possible.**
- 4.56 **We further recommend that early consideration be given towards having the properties at numbers 10 & 11 Chesterfield Street, London (Bahamas House) assessed to determine market values; and that the insurance coverage reflect the true value in order to protect government assets and guard against possible liabilities.**

The Bahamas Tourist Office - London

- 4.57 The staff compliment at the administrative level is too small to provide for adequate segregation of duties. In fact, only one officer is attached to the accounts section. There are two authorized bank card holders for the Euro Account and either of the two officers can completely process electronic payments without assistance from the other. Without compensating controls there are risk implications.

- 4.58 An Appropriation Ledger / Vote Charge Book is not maintained, therefore the balances for budgetary line items are not known. Payments are based on the availability of bank balances and account item balances are not a consideration.
- 4.59 The sub-offices retain the original invoices for tax purposes and forward duplicate copies to the London Office. There is obviously the risk that duplicated invoices may be submitted and paid more than once without detection.
- 4.60 At the time of our review, it was discovered that over £10,000 was paid to an airline for bills incurred that were not authorized in order to protect the Ministry's reputation and relationship. The Bahamas Tourist Office's (BTO) name and stationary were used in the conduct of business for which the Ministry received no benefit. The extent of potential liabilities is not known as other individuals and companies are reportedly making similar enquires along the line of the airline case that are questionable to BTO's officials.

Bank Accounts

- 4.61 Because there are only two signatories on the operating account, one of the officers who travels frequently signs blank cheques to facilitate timely payments, while that officer is away from the office. The operation is based heavily on trust. It must be understood that there are risks implications associated with signing blank cheques.
- 4.62 **Management should seek to add an additional signatory to the bank accounts. The signing of blank cheques should be discontinued.**

The Bahamas Embassy – Beijing, China

Embassy – Beijing, China

- 4.63 It was noted that, apart from the Head of Mission, the Embassy was staffed entirely with locally hired persons who were willing to assist but did not have the required training to perform effectively. Due to the

apparent inactivity in the Embassy, we concluded that some staff members were being underutilized. While reviewing documents presented to us we experienced some challenges due to the fact that source documents such as invoices/bills were written in Mandarin (Chinese language) and as a result we were forced to use the assistance of a staff member to interpret for us.

- 4.64 It is our view that the language of the Embassy should be English and as such, all documents should be written or translated to the English language, so that they could be understood by all. It is also our opinion that this Embassy should have been staffed with more than one Bahamian, so that in the absence of one the other(s) will be there to look out for the interest of The Bahamas. Further, accounting activities have not been properly documented from the inception of this Embassy and as a result, we recommend that the necessary resources be provided as a matter of urgency, in an effort to put the accounts in order so that a proper audit can be conducted.

The Bahamas High Commission – Ottawa, Canada

Expenditure

- 4.65 Payments in the amount of C\$77,355.39 was made for shortfall in salaries and allowances for the period January 2003 – September 2006. Based on documented historical exchange rates, we noted that the Canadian dollar met the United States dollar on par for the first time in thirty years (30) during September 2007. Prior to this time, the Canadian dollar rate was lower than the United States dollar, and therefore since salaries and allowances were paid in United States dollars, we could not understand how the shortfall came about.
- 4.66 **We recommended that an explanation/justification be given for the “shortfall” payment made.**

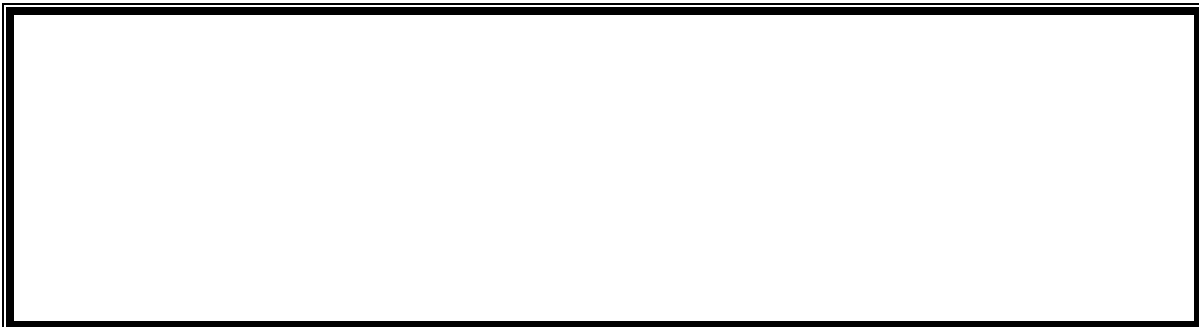
Ministry of Tourism and Aviation – New York

Advance Ledger

- 4.67 While reviewing the Advance Ledger we noted that:
- (i) New advances were given before the previous ones were cleared.
 - (ii) Advances remained outstanding for inordinate periods.
- 4.68 **We recommend that proper procedures are put in place to document advances, citing the official purposes for which they are issued. As far as possible, existing advances should be cleared before another is issued.**

Cashbook

- 4.69 It was noted that the office does not maintain a traditional cashbook; instead a cheque transaction register provided by the bank is utilized to record deposits and withdrawals.
- 4.70 The register is inadequate to document the details that are necessary for each entry. This method did not facilitate a clear audit trail.
- 4.71 **We recommended that the accounting officer implement and maintain a proper cashbook to accommodate the relevant details.**



*Loan Programs
&
Special Projects*

SECTION FIVE

**SECTION FIVE
LOAN PROGRAMS AND SPECIAL PROJECTS**

LOAN PROGRAMS

Infrastructure Rehabilitation Program LO-1266/OC-BH

5.01 In our opinion, the financial statements referred to above present fairly, in all material respects, the cash received and disbursements made and the cumulative investments for the Infrastructure Rehabilitation Program, for the year ended June 30, 2007.

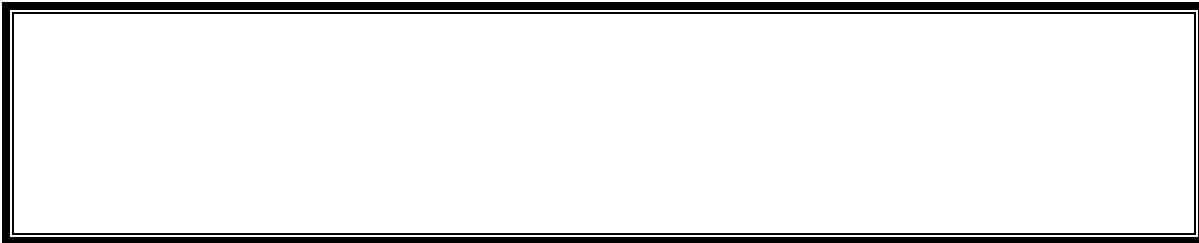
New Providence Transport Program LO-1320/OC-BH

5.02 In our opinion, the financial statements referred to above present fairly, in all material respects, the cash received and disbursements made and the cumulative investments for The New Providence Transport Program, for the year ended June 30, 2007.

SPECIAL REPORTS

Confiscated Assets Fund

5.03 In our opinion, the confiscated Assets Fund is being operated in accordance with the Proceeds of Crime Act 2000, the Financial Administration and Audit Act 1973, and the Financial Regulations 1975; and that the statements of accounts present fairly, and in all material respects, the financial position of the Fund as at June 30, 2007.



*Revenue
&
Expenditure Audits*

SECTION SIX

**SECTION SIX
REVENUE AND EXPENDITURE AUDITS**

The Ministry of Housing
(Corporation Sole Account)

- 6.01 During our scrutiny of the cashbook we noted large payments made to a company for materials supplied and renovations done. We were not provided with contracts nor did we see any bids with respect to renovations or building materials.
- 6.02 We noted two payments related to repairs to a 10 Unit Complex in Freeport in the amount of \$385,195.40. We saw no documentation to indicate the work carried out.
- 6.03 The Corporation Sole Current Account bank balance at April 30, 2007 was overdrawn by \$89,465.31. This amount could not be compared with the cashbook because it was not being balanced. Also, we were not presented with bank reconciliation statements for the period under review. As a result, we could not verify the accuracy of the account balance.
- 6.04 **It is recommended that the bank account be reconciled as a matter of urgency and thereafter reconciled on a monthly basis.**

Revenue

- 6.05 While reviewing the cashbook, we observed that monies were received from Abaco and Freeport for the sale of property. It appeared that general receipts may not have been issued because receipt numbers were not indicated in the Cashbook and as a result an audit trail was not provided.
- 6.06 **In an effort to provide an audit trail and enhance transparency and accountability, we recommended that official receipts be issued and properly recorded in the Cashbook whenever monies are collected.**
- 6.07 During the audit review we noted accumulated outstanding rent due from residents in Public Rental Units in the amount of \$645,120.34; the accumulation began as far back as 1993. It was also noted that the policy in place is for residents to make payment by way of salary deductions. Apparently, the policy is not being followed.

6.08 **As a matter of urgency, we recommended that efforts be made to collect all outstanding rents and that a system be put in place to ensure that rental income remain current.**

Ministry of Foreign Affairs
Consular Division

6.09 During our audit it was observed that revenue was allowed to accumulate on hand for an inordinate period of time, contrary to instructions issued by the Treasury.

6.10 While tracing the general receipt books to the underlying accounting records we noted that a large number of General Receipt books were not provided for audit inspection, neither were they seen in the cashbook.

6.11 **We recommended that the receipt books be produced for audit inspection as a matter of urgency.**

6.12 We found that pertinent information were omitted from the cashbook which were not being balanced.

6.13 **We recommend that the cashbook be properly maintained, showing all the necessary information. This would facilitate the audit trail.**

6.14 During our review of visa applications, it was noted that in some instances the forms were not completed, for example:

- (a) The signatures of the applicants were missing.
- (b) Declaration to be signed by the applicant purporting that the information was true and correct, was missing.
- (c) The occupation of the applicants was not indicated on forms.
- (d) The applicant's photograph was not attached.

- 6.15 **We recommended the following before a visa is granted:**
- (a) That the signatures of the applicants are affixed.**
 - (b) Declaration to be signed by the applicants, purporting that the information on the form is true and correct be done.**
 - (c) The occupation of the applicant should be inserted.**
 - (d) The applicant's photograph should be submitted.**
- 6.16 Our review showed that one person was able to sponsor up to sixteen (16) persons in a given period.
- 6.17 We were unable to determine from the Ministry whether there are any guidelines that determine the number of persons an individual is able to sponsor in a given period.
- 6.18 **We recommended that management establish guidelines that would govern the number of persons an individual is able to sponsor. This would provide a greater level of assurance that only genuine requests are considered.**
- 6.19 During our examination of the files and the underlying accounting records, we noted that:
- (a) Documents were not attached to the seamen files such as:
 - (i) Identity of the boat owners
 - (ii) Financial information
 - (iii) Immigration status
 - (b) Approved applications did not always show:
 - (i) Visa numbers
 - (ii) Type of Visa granted
 - (iii) General Receipts to support payment.

- 6.20 **We recommended that the relevant information be documented in the files to facilitate the audit trail.**
- 6.21 During our examination of the visa applications process, we noted that:
- (a) All the required documents were not presented by sponsors who made applications for visas to The Bahamas. Also, work permits in some instances had expired.
 - (b) An applicant was able to sponsor several individuals to attend a funeral service that was held two days before the application was made.
- 6.22 Our review of the visa ledger showed that for the period July 2004 to June 2007 over 9,000 visas were granted. We were not presented with any exit forms to substantiate the number of visa holders who left the country.
- 6.23 **We recommended that measures be taken by management to implement and monitor a system to capture information on visitor's movement in the country. Further, the Consular Division and the Department of Immigration should network to bring about stronger controls.**

The Bahamas Technical & Vocational Institute

Travel & Subsistence

- 6.24 We observed that the department does not maintain a register for the purpose of recording and monitoring travel and subsistence allowances. Some Officers who received allowance did not submit clearance reports upon their return to office. The accounting officer is responsible for following through on these transactions and ensuring that officers clear their advances within the 21 days stipulated by regulations.
- 6.25 We noted that the senior accountant is the only person authorized to release batches so that Treasury could draw cheques. When this

Officer is on leave, all payment transactions are placed on hold until his return. Obviously this is not a desirable situation.

6.26 **It is recommended that management review its authorization practices to ensure adequate controls are in place over the preparation, authorization and release of payment transactions and that the daily functions of the department is not hindered.**

6.27 It was noted that funds related to the Operational Account were disbursed from the Student Fund Account.

(a) **We have asked to be provide an explanation for the payments from the Student Fund Account and to indicate why each transaction was not considered a proper charge to the Operational Account.**

6.28 Official Receipts were not used in receipting funds collected for registration and other related fees. We observed that the Institute is utilizing common receipt books, which can be purchased over-the-counter from local stores. This is a very serious risk to public funds.

6.29 In addition, there is no control in place to ensure that a receipt book is completed before another is put in use.

6.30 **It is recommended that management properly secure official receipt books to be utilized throughout the Institution and that adequate controls over acquisition, use and storage are implemented.**

Judicial Department

Magistrates Courts (New Providence)

Victoria Gardens

- 6.31 We observed that there was inadequate segregation of duties. Several incompatible functions were performed by the same officer, such as:
- (a) Collection of revenue
 - (b) Preparation of bank deposits
 - (c) Issuance of general receipt books
 - (d) Issuance of cheques relating to maintenance and civil suites
 - (e) Posting of Ledger Cards in respect of child maintenance.
- 6.32 **We recommended that management assign appropriate staff members to facilitate the segregation of duties.**
- 6.33 During our review of the cashbook at Court No. 1, we noted that it was not being posted to show the amount of revenue collected, referenced by the general receipt issued to the paying public.
- 6.34 **We recommended that the cashbook be posted on a daily basis. This will help to facilitate a clear audit trail.**

Civil and Domestic Court

- 6.35 During our review of the above account, the following were noted:
- (i) The department cash transactions listing, did not clearly reflect the daily deposits and disbursements.
- We recommended that a proper cashbook be implemented and maintained showing the amounts collected, deposited and disbursed. This would strengthen controls over the large volume of transactions that are processed through the account.**

- (ii) The bank account was not reconciled therefore we were unable to determine the correct financial position.

Monthly reconciliations statements should be prepared as a matter of urgency to determine the correct position.

- (iii) Open disbursement cheques with one authorized signature affixed, without any information regarding payee and amount to be paid were assigned to a senior officer to facilitate payment. This system of processing payments is open to abuse.

We recommended that internal controls be strengthened in this regard, and the signatories to authenticate payment by cheques be affixed at the time of processing.

Nassau Street Courts

- 6.36 While tracing bank deposit slips to the underlying accounting records, we were presented with duplicate copies that were not stamped and initialed by the bank.
- 6.37 **Deposit slips duly stamped and initialed by the bank should be produced to show that the funds were banked.**

Post Office Department

Bank Deposits

- 6.38 While comparing daily Revenue Reports with Bank Deposit Slips, it was noted that some revenue collected were not brought to account in a timely manner.
- 6.39 **By keeping revenue collected on hand for an inordinate period of time the funds could have been stolen or misappropriated. This practice contravened Treasury's Circular No. 14/74 dated July 5, 1974, which states that "revenue collected should be brought to**

account with 24 hours”. This practice also posed a weakness in the internal controls.

Payment Vouchers

- 6.40 During our review of payment vouchers we noted the following:-
- (a) Some vouchers were not supported with adequate documentation.
 - (b) Purchase order numbers were indicated on the payment summary sheets, but the purchase orders were not found attached.
 - (c) The payment summary sheets did not bear the required signatures.
- 6.41 **In an effort to improve efficiency, accountability and transparency, it is recommended that adequate supporting documents and more detailed information be provided to substantiate payments made. In addition, it is recommended that all relevant signatures be affixed to accounting documents.**

Real Property Tax

6.42 The total outstanding for Real Property Taxes for the fiscal year 2006/2007 amounted to \$81,606,802.51. In addition, the cumulative outstanding taxes for prior years totaled \$281,655,051.24; thus giving a grand total of \$363,261,853.75.

DESCRIPTION	CURRENT AMOUNT	PRIOR YEARS	CUMULATIVE
Current Taxes	\$ 67,964,662.73	\$ 205,389,875.15	\$ 273,354,537.88
Current Surcharge	\$ 13,642,139.78	\$ 76,265,176.09	\$ 89,907,315.87
Taxes Outstanding	\$ 81,606,802.51	\$ 281,655,051.24	\$ 363,261,853.75

6.43 **The outstanding amount of \$363,261,853.75 is exorbitant. We recommend that immediate measures be implemented, whereby**

delinquent taxpayers are made to settle their debts in an expeditious manner.



*School Board Accounts
&
School Accounts*

SECTION SEVEN

SECTION SEVEN

SCHOOL BOARD ACCOUNTS AND SCHOOL ACCOUNTS

School Board Accounts

7.01 We audited a number of School Board Accounts, which resulted in the following Findings and Recommendations. In some cases the accounting records for the audit period were not presented for our review as follows:

- Cashbooks
- Bank Reconciliation Statements
- Expenditure Statement
- Invoice/Bills
- Suppliers Files

7.02 **We recommended that the documents be provided for audit inspection.**

7.03 We noted instances where there was inadequate segregation of duties, in that one officer was responsible for too many functions such as:

- Processing of Payments
- Maintenance of the cashbook
- Preparation of Bank Reconciliation Statements
- Expenditure Statements
- End of the Year Financial Statements.

7.04 **We recommended that management take the necessary steps to ensure that there is segregation of duties. This would strengthen internal controls.**

7.05 Our examination of the cheque book for a particular School Board Account showed that a former school administrator was still processing transactions on behalf of the school; even though the individual were transferred to another School.

- 7.06 We noted that several reimbursements were made from the School Board Account to the School Account.
- 7.07 **We recommended that all expenses incurred by the School Board be paid directly from the budget that has been provided to facilitate such expenses. All refunds should be supported by the relevant documentation, inclusive of invoices.**
- 7.08 Two authorized signatures are required for the processing of cheques on the School Board Account. During our examination we noted that some cheques were processed with only one signature.
- 7.09 **We recommended that when cheques are issued the required signatures are affixed. The bank should be reminded to enforce the requirement for two signatures and management should explain the reason for processing cheques without the required signatures.**
- 7.10 While examining payment transactions, we experienced difficulties tracing invoices/bills to the purchase orders due to the fact that:
- (i) The invoices were not referenced back to the purchase orders.
 - (ii) Purchase orders were not properly filled out, in that the type and quantity of supplies were not provided.
 - (iii) The purchase orders were not attached to the invoice/bills.
- 7.11 **We recommended that purchase orders be properly completed and used for their intended purpose. Copies should be provided to the suppliers prior to the delivery of goods and supplies. From the purchase order, suppliers will create the invoice and provide both the supplies and invoice to the school.**

School Accounts

7.12 During our examination of the School Accounts we noted the following:

- (i) Reconciliation Statements were not produced to the auditors for review.
- (ii) Receipts books were purchased from the store and were utilized in place of the authorized general receipt books.
- (iii) School Funds from the Tuck Shop and funds used for expenses were recorded in a book; however the book was not balanced neither did it show the amount deposited to the bank.
- (iv) Suppliers files were not kept.

7.13 During our interview, we discovered that there was inadequate segregation of duties, as one person was performing the following functions:

- Ordering and receiving supplies
- Tuck Shop Sales
- Custodian of Cash

7.14 **We recommended that management take the necessary steps to ensure that there is adequate segregation of duties and supervision as one person is responsible for too many related functions.**

7.15 During our examination of the income and expenditure statements, we were unable to determine the correct amount collected for Tuck Shop sales.

7.16 **We recommended that the financial statement be balanced on a daily basis to reflect the correct position of the account.**

7.17 **Based on our examination of the School Accounts we recommended that:**

- (i) The officers assigned the accounting functions be trained in basic book-keeping.**
- (ii) The Bank Accounts are reconciled on a monthly basis.**

7.18 At the time of our review we noted the following:

- (i) Cashbooks were not being used to record daily transactions, instead a monthly spreadsheet was prepared showing the total tuck shop intake, payments and deposits.
- (ii) Tuck Shop Intake Forms that shows the daily sales were not being utilized.

7.19 **We recommended that:**

- (i) Cashbooks be implemented to record all accounting transactions.**
- (ii) Bank reconciliation statements be prepared on a monthly basis.**
- (iii) Daily Tuck Shop Intake Forms be implemented to record sales.**

7.20 We were unable to properly trace transactions relative to School Registration Fees and Tuck Shop sales because receipts were not issued and recorded (or at least not made available).

7.21 **We recommended that accounting records be kept to support funds collected and banked.**

7.22 During our review of the School Accounts, we noted that cheques requiring two signatories were being processed with only one signature affixed.

7.23

These transactions are viewed with grave concern as the cheques were processed without the stipulated second signature. Management should implement proper controls to ensure that the required signatures are affixed before cheques are issued.

Family Islands

SECTION EIGHT

SECTION EIGHT FAMILY ISLANDS

Mayaguana District

Cashbooks

- 8.01 We noted the following while examining Mayaguana accounts:
- (i) Cash was allowed to accumulate and held on hand for more than ten months.
 - (ii) The cashbooks were not properly maintained.
 - (iii) The practice of utilizing Deposit Fund Income Account to facilitate payments.
 - (iv) Negative figures in the Deposit Fund Expenditure cashbook.
- 8.02 **As a result of our findings, we recommended that the accounts be completed and remitted to the relevant agency without delay.**

San Salvador District

Local Government Current and Reserve Account

- 8.03 Bank Reconciliation Statements were not presented to the auditors for the Local Government Current and Local Government Reserve Accounts. In May 2005 we drew the Ministry's attention to a similar concern regarding the absence of bank reconciliation statements for the Local Government Current Account.
- 8.04 We consider bank reconciliation statements a primary control feature, which could assist in the detection of errors and irregularities. The importance of these statements should not be minimized.

- 8.05 **We therefore recommended that bank reconciliation statements be brought up to date promptly and maintained on a regular monthly basis.**

Central Government Recurrent Account

- 8.06 Our examination revealed several purchase orders which lacked identification numbers and the required signatures.
- 8.07 **In accordance with guidelines set forth in the Local Government Manual of Procedures (Part VII, Section 7.2 and 7.3) we recommended that Purchase Orders bear the signatures of two authorized persons for approval purposes.**
- 8.08 We observed that payment vouchers were processed without the signature of the Administrator that signifies approval.
- 8.09 **We recommended that vouchers cleared for payment is authenticated by bearing the signature of the Administrator. This could assist in strengthening control.**

Revenue

- 8.10 We were not provided with bank reconciliation statements for the Consolidated Fund Account.
- 8.11 **We recommended that management take the necessary steps to ensure that bank statements are prepared on a consistent monthly basis.**

Central Abaco District

Central Government Recurrent Account

- 8.12 We found that approximately 316 vouchers for disbursements totaling \$300,149.60 representing approximately 25% of total expenditures were executed without the Administrator's signature.
- 8.13 The procedure that required all payment vouchers to be signed by the Administrator indicating approval was not strictly enforced.
- 8.14 Moreover, processing payment vouchers without the proper authorization could cause expenditure transactions to be processed with errors.
- 8.15 **It is recommended that all payment vouchers are properly signed by the certifying officer as established in the Financial Regulation 1975.**
- 8.16 Some disbursement transactions lacked adequate supporting documentation.
- 8.17 Moreover, the lack of adequate supporting documentation could cause duplicate payments, payments for goods and services that were not received, and payments to be made without proper and requisite approvals.
- 8.18 **It is recommended that proper supporting documents is a mandatory prerequisite before approval for vouchers is granted and before payments are made. Furthermore, compliance with this practice should be enforced and monitored in order to safeguard against any errors or irregularities.**
- 8.19 Expenditures were not always categorizing according to the uniform classification, which could result in the commitment of funds without proper financial authority and expenditure of funds in excess of approved budgeted.

Central Government Recurrent Account

- 8.20 Some vouchers were processed without showing the approval of the District Administrator, signified by signature.
- 8.21 **We recommended that vouchers are validated by bearing the authorized signature of the District Administrator in the space marked “Approved by”.**

Long Island District

- 8.22 The auditors requested but were not provided with bank reconciliation statements for the Deposit Fund Income, Deposit Expenditure and Consolidated Fund Accounts covering the periods of our review.
- 8.23 Bank reconciliation statements is a vital control feature, which could assist in the detection of errors and irregularities. Hence, the lack of timely reconciliations create a control risks.
- 8.24 **We recommended that management ensure that bank reconciliation statements are brought up to date and thereafter maintained on a monthly basis.**

Exuma District

Local Government Recurrent Account

- 8.25 Our scrutiny of payment vouchers showed payments being made for the construction of a restroom at the regatta site in George Town. It was noted that a total of \$48,000.00 was paid out and at the time of the audit review in August 2007 the project was incomplete. We were advised by the contractor, that in addition to the \$48,000.00 he spent \$11,000.00 of his personal funds and that an additional \$10,000.00 would be needed to complete the construction for an overall total of \$69,000.00. According to the floor plan the dimension of the building is 25ft x 25ft.

8.26 We consider this project to be of a capital nature and as such the payment should have been made from the Capital Account. A Contract for the Project was not made available for inspection.

8.27 **We recommended that an assessment be carried out in an effort to determine a reasonable cost of such a project and that the contract be provided for audit scrutiny.**

Local Government Current Account

8.28 While carrying out our examination, we observed that a number of payment vouchers were not supported with appropriate bills.

8.29 **We recommended that the appropriate bills be provided to support the payments made. This would strengthening internal control.**

Exuma - Customs Department

8.30 Our analysis of the records provided revealed a large number of outstanding released goods dated from January 2005 to September 2007. In many instances the quantity or description of goods was not indicated and as a result the value of outstanding duty is unknown.

8.31 **Therefore, in an effort to enhance effectiveness and efficiency regarding revenue collection, we recommended that the present practice of releasing goods without duty being paid be re-visited with a view to strengthening the system.**

Cat Island District

Local Government Current Account

- 8.32 During our examination, we noted that some Local Government vouchers lacked either or both signatures of the Chief Councilor and Administrator.
- 8.33 **We recommended that vouchers are validated by bearing the authorized signatures of the District Administrator and Chief Councilor prior to disbursement of funds.**

Grand Bahama

SECTION NINE

**SECTION NINE
GRAND BAHAMA**

Post Office Department – Grand Bahama

- 9.01 It was observed that Box Rent Fees could not be traced to Postal Box Ledger Cards as the latter were not presented for audit inspection.
- 9.02 **We recommended that a system of reconciliation is performed daily for collections from each revenue source. In this case, at the end of each day, the total cash receipts equal the total Ledger cards. More care and attention is required in the preparation of receipts and accurate updating of ledger cards.**
- 9.03 As a result of audit examination, it is evident that the internal controls are not sufficiently adhered to. There was a lack of adherence to proper internal controls. The reconciling function appears to be non-existent; hence, the integrity of the information produced is compromised.

Customs Department

SECTION TEN

SECTION TEN CUSTOMS DEPARTMENT

- 10.01 Under the provision of the Customs Management Act 1976, the Custom Department, a branch of the Ministry of Finance, is responsible for the collection and protection of revenue obtained from General Import Duty and Excise Duties. The Department is also responsible for collecting Departure Tax, Passenger Ticket Tax and other miscellaneous fees.
- 10.02 According to figures provided by the Customs Department the total revenue collected during the fiscal year July 2006 – June 2007 amounted to \$764,264,410.40 compared with \$739,089,746.62 collected during the fiscal period July 2005 – June 2006; an increase of \$25,174,663.78.
- 10.03 A summary of Actual Revenue collected according to individual revenue items is set out below:

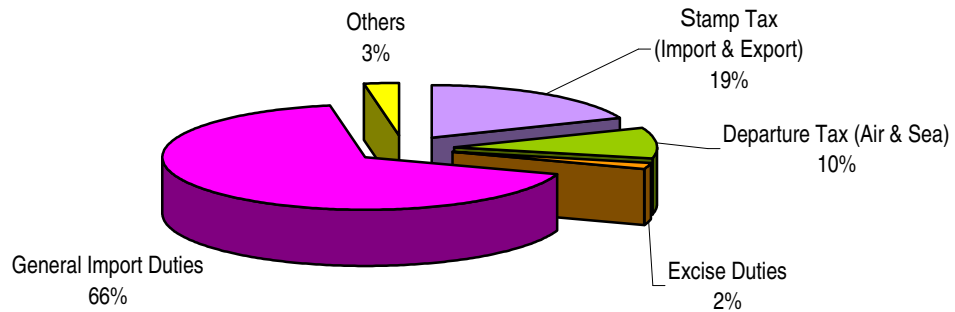
REVENUE ITEMS	EXTIMATED REVENUE 2006/2007	ACTUAL REVENUE CUSTOMS 2006/2007	PROVISIONAL REVENUE 2006/2007
General Import Duties	\$ 556,097,000.00	\$ 507,097,954.86	\$ 507,506,816.36
Excise Duties	20,500,000.00	17,146,564.16	14,011,315.57
Air Departure Tax	34,000,000.00	29,002,757.53	32,981,918.10
Sea Departure Tax	48,400,000.00	43,432,726.53	39,500,716.00
Passenger Tax/Pleasure Craft	1,200,000.00	355,128.51	346,413.51
Passenger Ticket Tax	2,800,000.00	1,277,357.51	4,052,628.64
Stamp Tax – Import	148,800,000.00	143,368,061.04	143,146,601.65
Stamp Tax – Export	281,309.00	2,850.00	58,766.86
Fines & Forfeitures	213,498.00	346,147.44	349,962.44
Dishonoured Cheques		338.00	
Storage Fees	171,609.00	279,189.89	301,332.81
Wrecked Goods	23,053.00		263.16
Warehouse Fees	407,613.00	54,596.42	35,144.86
Inspection Fees	1,986,000.00	615,258.33	809,034.18
Overtime Fees	5,323,027.00	7,031,603.80	6,692,318.17
Container Movement	1,223,794.00	1,464,900.00	1,473,997.00
Container Fees – Freeport	353,205.00	282,282.25	260,032.75

REVENUE ITEMS	EXTIMATED REVENUE 2006/2007	ACTUAL REVENUE CUSTOMS 2006/2007	PROVISIONAL REVENUE 2006/2007
Boarding Fees			40,200.00
Stamp Duty – Exports			53,075.88
Stamp Tax Ship Report	57,991.00	12,040.00	4,032.44
Bonding Tax	642,562.00	650,343.73	627,609.96
Royalties	1,748,961.00	1,395,677.24	1,210,984.54
Transportation Fees		267,753.32	400.00
Fishing Permits	46,205.00	18,940.00	18,010.00
Cruising Permits	89,611.00	146,200.00	119,550.00
Other Charges	133,767.00	94,229.29	499,782.25
Boarding Fees	2,530,000.00	1,046,400.00	1,189,420.00
Boarding Fees	1,343,426.00	2,829,630.00	2,300,828.58
Private Vehicles			
Tonnage Dues		1,211,941.98	
Wharfage Dues		2,686,219.17	15,055.88
Pierage Dues		177,919.59	
Landing Fees		626,913.70	
Rental of Various Properties	666,704.00	117,190.91	116,302.91
Cash Found Over		2,148.35	
Auction Sales		273,510.00	
Miscellaneous Deposits		600.00	
Secured Customs Duties - FPO		1,005.00	
Secured Customs Duties - NP		686,384.31	
Deferred Customs Duty Payments		261,647.54	
GRAND TOTALS	829,039,335.00	764,264,410.40	757,722,514.50

10.04 The percentage allocation of Actual Revenue for July 2006-June 2007 is as follows.

Revenue Item	% Allocation
Stamp Tax Import	19%
Excise Duty	2%
Departure Tax (Air & Sea)	10%
General Import Duties	66%
Others	3%
Grand Total	100%

Actual Revenue 2006/2007



Stamp Tax (Import & Export)
 Departure Tax (Air & Sea)
 Excise Duties
 General Import Duties
 Others

10.05 The break down of Revenue collected July 2006- June 2007 by region is as follows:

Region	Fiscal Year July 2006 - June 2007	Fiscal Year July 2005 - June 2006
New Providence	\$ 600,952,208.34	\$ 587,003,521.20
Grand Bahama,(Freeport & West End)	\$ 70,700,967.40	\$ 68,599,107.71
Family Islands	\$ 92,611,234.66	\$ 83,487,117.71
Grand Total	\$ 764,264,410.40	\$ 739,089,746.62

Air Express Section

10.06 Audits were conducted through the year; incorrect rate of duty was applied in some instances for which queries were raised with the Customs Department.

Incomplete Manifest

10.07 We have conducted audit examination of incomplete manifest, the following were observed:

1. A large number of bill of lading were released without evidence to suggest duties were collected.
2. A number of Office Orders were authorized by management for the release of goods.
3. In some instances duty entries were absent from the record which is an indication that relevant duties have not been collected.
4. No dollar (\$) value amounts were submitted on the outstanding manifest listed below:

Ports	Number of Outstanding Entries
Union Dock	30
Kelly's Dock	380
Arawak Cay	370
John Alfred Dock	403
Seaboard Marine	62
Air Freight	800
Rock Sound, Eleuthera	120
North Eleuthera	100
Spanish Wells	234
Exuma/Cays	150
Harbour Island	51
San Salvador	15
Inagua	29
Freeport Harbour	6
Governor's Harbour	35
Grand Total	2785

10.08 **We recommended that management ensure that outstanding manifests are cleared without further delay.**

Auction

10.09 Auctions realized \$273,510.00 for the fiscal period.

Ticket Tax

10.10 Our main finding relate to the tardiness of the payments of ticket taxes, which were received at times in excess of two months late.

Customs House Entries

10.11 Audits were conducted through the year on duty entries at Customs House. It was observed that the incorrect rate of duty was applied in some instances for which queries were raised with the Customs Department.

Queries

10.12 During the fiscal year 419 queries totaling \$172,956.67 were raised with the Customs Department. Of this amount 10 were satisfactorily resolved which resulted in an additional \$4,035.37 collected.

Port/Station	Queries Raised	Dollar Value \$	Queries Answered	Dollar Value \$
Customs House	345	\$157,278.65	Nil	Nil
Air Express	Nil	Nil	Nil	Nil
Family Islands	74	\$ 15,678.02	10	\$ 4,035.37
Grand Total	419	\$172,956.67	10	\$ 4,035.37

Treasury Final Account

SECTION ELEVEN

**SECTION ELEVEN
TREASURY FINAL ACCOUNTS**

Investment – Fixed Deposit Accounts

- 11.01 During fiscal year 2005/2006, the Post Office Saving Bank – Time Deposit Account #101-4001-31 was understated by \$2,408.43. Of this amount only \$966.55 was rectified during the fiscal year 2006-2007, therefore leaving a residual amount of \$1,441.88 that was not captured in the underlying account.
- 11.02 **We recommended that Treasury correct the Post Office Savings Bank Account by posting the amount of \$1,441.86 that was short posted**
- 11.03 The Treasury has since made the corrections that will be reflected in 2007-2008 fiscal period.

Salary Advance

- 11.04 General Order 1258 states, “The Director of Public Personnel may, if special circumstances warrant it, grant an advance of one month’s salary repayable in six installments. Deferment of the deductions will not normally be allowed.” Our examination shows that the following salary advances were not fully satisfied within the specified repayment period of six months.

Dept. #	Amount Advanced	Date Received	Last Payment Date	Amount Outstanding
23	\$ 2,358.00	Jan/07	Feb/07	\$ 1,195.84
25	\$ 4,308.33	Oct/06	Nil	\$ 4,308.33
32	\$ 500.00	Nov/06	Jan/07	\$ 416.67
32	\$ 2,650.00	Apr/07	Nil	\$ 2,650.00
32	\$ 700.00	Apr/07	Nil	\$ 700.00
33	\$ 2,279.17	Feb/07	Apr/07	\$ 1,139.59
35	\$ 2,866.66	Mar/07	Nil	\$ 2,866.66
35	\$ 1,433.33	Mar/07	Apr/07	\$ 955.57
35	\$ 4,200.00	Jan/07	Nil	\$ 4,200.00
35	\$ 3,800.00	Nov/06	Nil	\$ 3,800.00
47	\$ 1,800.00	Oct/06	Oct/06	\$ 1,500.00
51	\$ 1,950.00	Jan/07	Nil	\$ 1,950.00

60	\$ 3,400.00	Feb/07	Nil	\$ 3,400.00
66	\$ 4,000.00	Jan/07	May/07	\$ 1,999.99
66	\$ 2,375.00	Feb/07	Nil	\$ 2,375.00

11.05 **In an effort to minimize loss of Government funds and to ensure the timely recovery of salary advances, it is recommended that salary advances be regularly monitored. We also recommended that steps be taken to recover the outstanding amounts as soon as possible.**

11.06 Treasurer's Response: *Deductions for the employees with outstanding balances will commence January 2009.*

Capital Revenue

Sale of Assets

11.07 Our review of the Sale of Assets, GL# 021-9401200-12, revealed that revenue was understated by \$1200.00. This amount represents the proceeds from the sale of a 2000 AD Wagon by the Ministry Of Finance.

11.08 **It is recommended that the Treasury in consultation with the Ministry of Finance takes the necessary steps to bring the \$1200.00 to account and have it posted to the general ledger account number 021-9401200-12.**

11.09 Treasurer's Response: *The \$1200.00 was collected by Ministry of Finance for the sale of a 2000 AD Wagon which was deposited in period five of 2007; therefore this will be reflected in the general ledger in 2007/2008 fiscal period.*

Bank Reconciliation

Active Bank Accounts

11.10 We have examined the reconciliation statements for the active bank accounts as of June 30th, 2007 and found that the accounts were reconciled. However, the accounts were not reconciled in a timely manner.

- 11.11 Treasurer's Response: *The deadline date for June 30, 2007 bank reconciliations was September 30, 2007 and reconciliation of accounts was completed before this date.*

Previous Audit Report

- 11.12 Wire transfer No. 000016767 dated 28th June, 2006, in the amount of \$114,350.40 was duplicated on the Demand Account No.1277001651.

- 11.13 **We recommended that Treasury rectify the duplicated transaction of \$114,350.40.**

- 11.14 Treasurer's Response: *Duplicate Payment of wire transfer in the amount of \$114,350.40 on the Central Bank Demand Account has been resolved in June 2008 accounts. Instructions were given to charge out the payment in the general ledger thereby adjusting further transfer to the payee.*

Inactive Bank Accounts

- 11.15 There are seventeen inactive general ledger bank accounts that remain on Treasury's books. The Treasury reported that these accounts can be attributed to incorrect postings and non-cash entries being recorded in Treasury's cashbook, and that these records cannot be corrected due to the deficiencies of the previous manual operated system and lack of supporting documents. There are no monies in the commercial banks for these accounts. Reportedly, management has requested for these accounts to be written off, but apparently no formal action has been taken to date.

The table below shows the status of these inactive bank accounts.

Head & item 103	Account Title	Bank Account #	General Ledger Balances
1001	Consolidated fund B\$	2327765	\$ 5,969,475.91
1002	Consolidated Fund US\$	4331096	- 3,413,056.96
1003	Expenditure B\$	2327955	- 24,739,124.49
1004	Expenditure US\$	4331179	- 2,068,490.89
1006	Expenditure B\$3	2328003	11,252,011.12
1015	Consolidated US\$	4024360	1,364,232.60
1016	Expenditure B\$	1102011	5,557,636.10
1017	Expenditure US\$	4024386	2,689,361.72
1018	Capital B\$	1102029	2,797,007.52
1018-12	Capital B\$		713,761.23
1019	Expenditure	1102045	2,162,583.27
2001	Fixed Deposit B\$	2327906	6,496,970.22
2002	Fixed Deposit US\$	4331138	936,481.94
2011	F/D Income	2327914	-30,044,699.73
2014	F/D Income B\$	1102003	9,160,568.31
2015	F/D Income B\$	4024378	168,594.02
2016	Fixed Deposit	1102037	5,530,362.83

11.16 **The Office of the Auditor General is of the opinion that this issue has been outstanding for too long and a decision should be made to have it resolve expeditiously.**

11.17 *Treasurer's Response: The position with regards the inactive accounts are that we wrote the Attorney General's Office for an opinion which was received and forwarded to the Ministry of Finance since 2003. Subsequent to that the Ministry of Finance also wrote Attorney General's Office and obtained an opinion, we are still awaiting the Ministry of Finance's decision in this regard.*

Public Officers' Loans

11.18 While reviewing the repayments of Medical Loans, we noted that a number of loan repayments were not being deducted from the officer's salary in a timely manner.

11.19 **General Orders does not specified when repayment of a loan should begin, but Treasury procedures indicated that repayment should commence within two months after a loan has been received. Therefore, in an effort to improve efficiency, accountability, and transparency, it is recommended that due**

diligence be exercised to ensure that the policies and procedures in place are being followed.

11.20 *Treasurer's Response:* *Loan repayments did commence after June 30, 2007 however they have subsequently been paid in full.*

Audit Certificate

SECTION TWELVE

**AUDIT CERTIFICATE
THE FINAL ACCOUNTS OF
THE GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
FOR THE YEAR ENDED JUNE 30, 2007**

In compliance with Section 36 of the Financial Administration and Audit Act, 1973, I have examined the several statements and accounts of the Government of the Commonwealth of The Bahamas as specified under Section 27(3) of the Act. The Financial Statements are the responsibility of the Treasurer. My responsibility is to examine and certify the Statements, based on the outcome of my examinations, as required by the Act.

These Financial Statements have been examined in accordance with The Financial Administration and Audit Act, 1973, The Financial Regulations 1975, The International Organization of Supreme Audit Institutions (INTOSAI) Auditing Standards and other auditing procedures as were considered necessary in the circumstances.

As a result of my examination, I now report that due to the lack of timeliness of reconciliation and the inclusion of un-reconciled inactive bank accounts; I cannot attest to the completeness and fairness of Cash and Bank Balances.

Because of the fundamental importance, and the material effect of these accounts as described in the preceding paragraph, on the statements of account, I am unable to certify that the Final Accounts of the Government of the Commonwealth of The Bahamas present a true and fair view of the state of affairs for the year ended June 30, 2007.

**Terrance S. Bastian (Mr.)
Auditor General**

**Nassau, Bahamas
November 24, 2008**

Annex

ANNEX

Statement of Accounts.....	Annex 1
Balance Sheet.....	Annex 2
Statement of Consolidated Fund Current Account.....	Annex 3
Statement of Consolidated Fund Capital Account.....	Annex 4
Statement of Deposit Fund Account.....	Annex 5
Statement of Post Office Savings Bank.....	Annex 6
Statement of Public Officers' Loan Fund.....	Annex 7
Notes to the Financial Statements.....	Annex 8
Statement of Public Debt.....	Annex 9
Statement of Contingent Liabilities.....	Annex 10
Recurrent Summary of Revenue by Head.....	Annex 11
Recurrent Summary of Expenditure by Head.....	Annex 12
Capital Revenue by Head.....	Annex 13

**STATEMENT OF ACCOUNTS
FOR
THE YEAR ENDED JUNE 30, 2007**

RECURRENT REVENUE ACCOUNT						
	Original Budget 2006-07 \$(millions)	Revised Budget 2006-07 \$(millions)	Actual Revenue 2006-07 \$(millions)	Actual Revenue 2005-06 \$(millions)	Actual Variance 2007-06 \$(millions)	Budget Variance Percent %
TAX REVENUE	1167.75	1167.75	1177.11	1038.76	138.35	0.008
NON-TAX REVENUE	179.25	179.25	177.02	172.98	4.04	(0.01)
SUB-TOTAL	1347.00	1347.00	1354.13	1211.74	142.39	(0.00)
REFUND OF REVENUE			(9.13)	(4.28)	(4.85)	
TOTAL	1347.00	1347.00	1344.99	1207.46	137.53	(0.00)
RECURRENT EXPENDITURE ACCOUNT						
	Original Budget 2006-07 \$(millions)	Revised Budget 2006-07 \$(millions)	Actual Expenditure 2006-07 \$(millions)	Actual Expenditure 2005-06 \$(millions)	Actual Variance 2007-06 \$(millions)	Budget Variance Percent %
PERSONAL EMOLUMENTS	556.03	572.30	541.54	497.79	43.75	0.026
PUBLIC DEBT PRINCIPAL	102.63	106.20	106.20	38.36	67.84	(0.03)
PUBLIC DEBT INTEREST	141.36	141.36	135.93	123.70	12.23	0.04
OTHER CHARGES	566.40	668.72	627.95	543.77	84.18	(0.07)
TOTAL	1386.42	1488.57	1411.63	1203.62	208.01	(0.02)

STATEMENT OF ACCOUNTS
FOR
THE YEAR ENDED JUNE 30, 2007

OPERATING SURPLUS(DEFICIT)	(39.42)	(141.57)	(66.63)	3.84	(70.47)	32.33	0.01
DEFICIT FINANCING	39.42	39.42	39.42	69.33	(29.91)	0.00	0.00
SURPLUS(DEFICIT)	0.00	(102.15)	(27.21)	73.17	(100.38)	32.33	0.01
CAPITAL DEVELOPMENT ACCOUNT							
	Actual Financing 2005-06 \$(millions)	Revised Estimated Expenditure \$(millions)	Budgeted Expenditure 2005-06 \$(millions)	Actual Expenditure 2005-06 \$(millions)	Budgeted Expenditure Variance \$(millions)	Actual % of Revised	
	166.93	195.56	195.56	235.43	(39.87)	120.39%	
CURRENT AND CAPITAL ACCOUNT BALANCES							
	2006-07 \$(millions)	2005-06 \$(millions)	Variance \$(millions)				
CURRENT ACCOUNT	(69.92)	(63.70)	(6.22)				
CAPITAL ACCOUNT	(49.06)	19.44	(68.50)				
	(118.98)	(44.26)	(74.72)				

**THE COMMONWEALTH OF THE BAHAMAS
BALANCE SHEET AS AT
30 JUNE, 2007**

ASSETS	2007 B\$	2006 B\$	2007 B\$	2006 B\$
Cash & Bank Balances (Note 5)	(134,195,951)	(56,808,308)	(109,343,643)	(63,704,916)
Accounts Receivable	14,643,894	11,976,792		
Investments	567,759	567,759	(9,640,656)	19,441,159
	<u>(118,984,299)</u>	<u>(44,263,758)</u>	<u>(118,984,299)</u>	<u>(44,263,758)</u>
		DEPOSITS FUND		
Cash & Bank Balances (Note 5)	9,455,329	19,758,915		
Sinking Fund (Note 6)	172,522	165,252		
Accounts Receivables	917,646	652,342		
Investment-Emslie Trust	47,800	47,800	Fund Balance	20,624,309
	<u>10,593,297</u>	<u>20,624,309</u>	<u>10,593,297</u>	<u>20,624,309</u>
		POST OFFICE SAVINGS BANK		
Cash and Bank Balances	2,138	87,633		
Fixed Deposits Bank of Bahamas	2,625,087	2,355,785		
Investments-Local	3,110,000	3,021,000	Fund Balance	5,464,418
	<u>5,737,225</u>	<u>5,464,418</u>	<u>5,737,225</u>	<u>5,464,418</u>

THE COMMONWEALTH OF THE BAHAMAS
CONSOLIDATED FUND
CURRENT ACCOUNT
FOR YEAR ENDED 30 JUNE, 2007

ANNEX 3

	2007 B\$	2006 B\$
Balance as at 1st. July	(63,704,916)	(107,463,642)
Add: Receipts		
Recurrent Revenue	1,354,131,564	1,211,738,425
Revenue Refunds	<u>(9,133,702)</u>	<u>(4,283,692)</u>
Supplementary & Deficit Financing (BGRS/US\$ Bond)	1,344,997,862	1,207,454,733
Other Deposits Note(6)(a)	<u>39,422,910</u>	<u>69,326,615</u>
	<u>786,821,829</u>	<u>735,280,753</u>
Less: Payments		
Recurrent Expenditure	(1,411,627,020)	(1,203,629,669)
Other Withdrawals Note(6) (a)	<u>(765,831,398)</u>	<u>(764,673,707)</u>
	<u>(2,177,458,418)</u>	<u>(1,968,303,376)</u>
Balance as at 30th. June	<u>(69,920,733)</u>	<u>(63,704,916)</u>

**THE COMMONWEALTH OF THE BAHAMAS
CONSOLIDATED FUND
CAPITAL ACCOUNT
FOR YEAR ENDED 30 JUNE, 2007**

	2007 B\$	2006 B\$
Balance as at 1st. July	19,441,159	59,120,848
Add: Receipts		
Proceeds from Stock/Bond Issue	155,861,090	132,318,385
Proceeds from Loans	11,042,908	5,263,892
	<u>166,903,998</u>	<u>137,582,277</u>
Other Capital Income	25,763	1,069,394
	<u>166,929,761</u>	<u>138,651,671</u>
	186,370,920	197,772,518
Less: Payments		
Capital Expenditure	(166,224,354)	(123,452,655)
Loans, Contributions & Advances to Corporations	(69,210,131)	(54,878,705)
	<u>(235,434,485)</u>	<u>(178,331,360)</u>
Balance as at 30th. June	<u>(49,063,566)</u>	<u>19,441,159</u>

THE COMMONWEALTH OF THE BAHAMAS
DEPOSIT FUND
DEPOSITS FUND ACCOUNT
FOR YEAR ENDED 30 JUNE, 2007

	2007 B\$	2006 B\$
Balance as at 1st. July	20,624,309	9,489,006
Add: Receipts		
Deposits Note (c) (b)	<u>51,229,748</u>	<u>52,647,917</u>
	71,854,057	62,136,923
Less: Payments		
Withdrawals Note (c) (b)	<u>(61,260,760)</u>	<u>(41,512,614)</u>
	10,593,297	20,624,309
Balance as at 30th. June	<u><u>10,593,297</u></u>	<u><u>20,624,309</u></u>

**THE COMMONWEALTH OF THE BAHAMAS
POST OFFICE SAVINGS BANK STATEMENT
FOR YEAR ENDED 30 JUNE, 2007**

	2007 B\$	2006 B\$
Balance as at 1st. July	5,464,418	5,207,916
Add:		
Receipts	272,807	256,976
	<u>5,737,225</u>	<u>5,464,892</u>
Deduct:		
Bank Service Charge	0	(473)
	<u>0</u>	<u>(473)</u>
Balance as at 30th. June	<u>5,737,225</u>	<u>5,464,418</u>

THE COMMONWEALTH OF THE BAHAMAS
PUBLIC OFFICERS' LOAN FUND STATEMENT
AS AT 30 JUNE, 2007

ANNEX 7

	2007 B\$	2006 B\$
Beginning Fund Position		(534,597)
Add: Loan Repayments	1,016,615	982,003
	<u>1,016,615</u>	<u>982,003</u>
Less: Loans made in period	(1,115,928)	(1,100,955)
	<u>294,067</u>	<u>447,407</u>
Refund of Deductions	(32,076)	(69,000)
	<u>(1,148,003)</u>	<u>(1,169,955)</u>
Ending Fund Position	<u>(853,937)</u>	<u>(722,549)</u>
Public Officers Loan Reserve	<u>10,000</u>	<u>10,000</u>
Total Loan Fund	<u>(843,937)</u>	<u>(712,549)</u>

**THE COMMONWEALTH OF THE BAHAMAS
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2007**

(1) FINANCIAL REPORTING AND ACCOUNTING POLICIES

The Accounts of the Commonwealth of the Bahamas, are presented to Parliament annually and contain among other information, the details of Revenue, Recurrent and Capital Expenditure, the Public Debt and the Contingent Liabilities of the Government, as well as detailed Revenue by category and detailed Expenditure by object.

The receipts of Public Revenues, the disbursement of Public Funds, the control of Expenditures and the maintenance and auditing of the accounts of the Commonwealth are governed by the Constitution, the Financial Administration and Audit Act 1973, and the Financial Rules and Regulation 1975.

(2) THE REPORTING ENTITY

All Revenues, Recurrent and Capital Expenditure flow through the Consolidated Fund of the Commonwealth of the Bahamas.

The Financial Administration and Audit Act 1973, requires that monies paid pending repayment or application to the purposes for which they were deposited be kept in an account styled "Deposits Fund Account".

Any net cash requirement of the Consolidated Fund is provided through the Government's traditional sources of financing, and borrowings in the financial markets.

Any grants from external sources are recorded under the appropriate category for which they were received.

**THE COMMONWEALTH OF THE BAHAMAS
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2007**

ANNEX 8

(3) BUDGETARY PROCESS

The Budget, as approved by the Parliament and enacted by the appropriation acts provide the authority for recurrent and capital expenditure and indicate the anticipated revenues for the fiscal year. Authority for recurrent and capital expenditure expire at the end of the fiscal year.

Authority for recurrent and capital expenditure is also provided by supplementary budgets, which are approved by Parliament.

(4) ACCOUNTING POLICY

The accounts of the Commonwealth of the Bahamas are kept on the cash basis, revenues being recorded when received and expenditure being recorded when paid with the following exception:

Cheques received from the general public and other sources which were subsequently dishonoured by the drawee bank are carried as an accounts receivable until these cheques are honoured.

Schedules of the Public Debt and Contingent Liabilities are provided for information purposes.

THE COMMONWEALTH OF THE BAHAMAS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR YEAR ENDED 30 JUNE, 2007

(5) CASH AND BANK BALANCES	2007	2006
Consolidated Fund		
New Providence & Freeport (A/c 101,102,103,105)	(140,773,225)	(63,494,266)
Family Island (A/c 104,323,324,)	6,577,274	6,685,958
Sub-Total	(134,195,951)	(56,808,308)
Deposits Fund		
New Providence & Freeport (A/c 101,102,103,105.)	4,119,203	16,369,502
Family Island (A/c 104, 323, 324,)	5,336,127	3,389,414
Sub-Total	9,455,329	19,758,915
Total	(124,740,622)	(37,049,393)

THE COMMONWEALTH OF THE BAHAMAS
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2007

ANNEX 8

(6) DEPOSITS AND WITHDRAWALS

(a) This amount equals actual deposits and advances on the Consolidated Fund account with respect to Treasury Bills and other miscellaneous deposits and payments made within the year under review.

(b) This amount equals actual deposits made in accordance with section 14 of the Financial Administration and Audit Act 1973 and actual repayments made for the purposes for which they were deposited for the year under review.

(7) POST OFFICE SAVINGS BANK (Chapter 286 Section 10)

There were no re-imbursments made to the Central Government with respect of salaries (50%) paid to administrative staff employed by the Central Government for services rendered in relation to the Post Office Savings Bank for year under review.

(8) PUBLIC OFFICERS' LOAN FUND

These advances are made in accordance with Section 14 subsection 2(d) of the Financial Administration and Audit Act 1973. The amounts outstanding as at June 30, 2006 and June 30, 2007 are \$1,408,210.55 and \$1,531,701.56 respectively. Prior period adjustments relate to omissions not included in the numbers on the statement, void payments and amounts inadvertently included in statement figures.

THE COMMONWEALTH OF THE BAHAMAS
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2007

(9) SIGNIFICANT EVENTS

(i) In the fiscal year ended December 31, 1986 \$2,440,000 representing the fraudulent conversion of Treasury cheques were discovered.

Subsequent investigation into the matter has resulted in several persons, including a Senior Public Officer being charged with the criminal offences of fraud in this amount. A Nolle Prosequi was issued by the Attorney General in this matter which has since been withdrawn from the courts.

Due to the nature of this case, a civil suit is planned against the paying Bank, and this matter has been submitted to the Attorney General for a decision.

COMMONWEALTH OF THE BAHAMAS
 PUBLIC DEBT STATEMENT
 SUMMARY/DETAIL AS AT JUNE 30, 2007

ACCOUNT NUMBER	LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATUR.	AMOUNT AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED IN CURRENT YEAR	AMOUNT REDEEMED AS AT 30-06-06	AMOUNT OUTSTANDING AS AT 30-06-07	AMOUNT SINKING FUND
1	Bahamas Government Registered Stock			2,356,822,200	2,345,078,200	75,000,000	384,886,000	1,885,192,200	0
2	Loans Syndicated and payable in Bahamian Dollars			347,036,318	311,475,686	18,306,000	7,904,153	285,265,533	172,522
3	Loans Syndicated and payable in US Dollars other Currencies			637,863,831	544,679,898	29,682,682	255,395,682	259,601,534	0
	TOTAL			<u>3,341,722,349</u>	<u>3,201,233,785</u>	<u>122,988,682</u>	<u>648,185,835</u>	<u>2,430,059,267</u>	<u>172,522</u>

COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
SUMMARY/DETAIL AS AT JUNE 30, 2007

ACCOUNT NUMBER	LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATUR.	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED IN CURRENT YEAR	AMOUNT REDEEMED OUTSTANDING	
							AS AT 30-06-06	AS AT 30-06-07
							AMOUNT AS AT 30-06-06	AMOUNT AS AT 30-06-07
BAHAMAS GOVT REGISTERED STOCK								
027-0961101-11 1	\$10.0m Treasury Stock (15/16% above prime) (27/8/92) Maturing 2006	1992	2006	10,000,000	10,000,000	10,000,000	0	0
027-0961102-11 2	\$12.6m Treasury Stock (29/07/92) (3/4 & 13/16% above prime) Maturing 2003 & 2004	1992	2003/04	12,600,000	12,600,000		12,600,000	0
027-0961103-11 3	\$15.0m Treasury Stock (19/7/90) (9 1/4%) Maturing 2002	1990	2002	15,000,000	15,000,000		15,000,000	0
027-0961107-11 5	\$20.0m Treasury Stock (31/07/86) (8 3/4%) Maturing 2006	1986	2006	20,000,000	20,000,000	20,000,000	0	0
027-0961108-11 6	\$20.0m Treasury Stock (6/2/90) (9% & 9 1/2%) Maturing 1997 & 2005	1990	1997/05	20,000,000	20,000,000		20,000,000	0
027-0961109-11 7	\$8.256m Treasury Stock (16/12/82) (5/8 & 3/4 above prime rate) Maturing 2001 & 2003	1992	1998/03	20,000,000	8,256,000		8,256,000	0
027-0961110-11 8	\$20.0m Treasury Stock (5/10/93) (9/16, 5/8% above prime) Maturing 2009 & 2010	1993	2009/10	20,000,000	20,000,000		0	20,000,000
027-0961111-11 9	\$25.0m Treasury Stock (17/03/86) (10 & 10 1/2%) Maturing 1996 & 2006	1986	1996/06	25,000,000	25,000,000		25,000,000	0
027-0961112-11 10	\$25.0m Treasury Stock (9%, 8 1/2% & 8 3/4%) (20/07/88) Maturing 1994, 1998 & 2003	1988	2003	25,000,000	25,000,000		25,000,000	0
027-0961113-11 11	\$25.0m Treasury Stock (8/10/87) (7 3/4% & 8 3/4%) Maturing 1996 & 2012	1987	1996/2012	25,000,000	25,000,000		5,000,000	20,000,000

COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
SUMMARY/DETAIL AS AT JUNE 30, 2007

ACCOUNT NUMBER	LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATUR.	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED IN CURRENT YEAR	AMOUNT REDEEMED AS AT 30-06-06	AMOUNT OUTSTANDING AS AT 30-06-07	SINKING FUND
026-0961118-11	13 \$25m Treasury Stock (9/5/91) (1/4%, 1/2% & 1% above prime) Maturing 1997, 2001 & 2007 1997-2007	1991	1997/2007	25,000,000	25,000,000	15,000,000	10,000,000	0	
027-0961119-11	14 \$25m Treasury Stock (05/03/92) (1/4% 3/4% above prime) Maturing 2002 & 2004	1992	2002/04	25,000,000	25,000,000		25,000,000	0	
027-0961120-11	15 \$25m Treasury Stock (11/12/91) (1/4, 1/2, 3/4% above prime) Maturing 2002, 2003 & 2 1991	1991	2002/04	25,000,000	25,000,000		25,000,000	0	
027-0961121-11	16 \$25m Treasury Stock (02/06/92) (7/8% above prime) Maturing 2005	1992	2005	25,000,000	25,000,000		25,000,000	0	
027-0961122-11	17 \$45.0m Treasury Stock (1/2.5/8, 7/8, 1 1/16, 1 3/16, 1 1/4 % above prime) (23/9/96) Maturing 2004, 2006, 2010, 2013, 2015, & 2016	1996	2010/16	45,000,000	45,000,000	5,000,000	5,000,000	35,000,000	
027-0961123-11	18 \$28.3m Treasury Stock (06/10/92) (5/16, 3/8, 9/16 & 11/16 above prime) Maturing 1996, 1997, 2000 & 2002	1992	1996/2002	28,300,000	28,300,000		28,300,000	0	
027-0961127-11	19 \$30.0m Treasury Stock (08/2/97) (1 1/8, 1 7/8 % above prime) 2015 & 2016	1997	2015/06	30,000,000	30,000,000		0	30,000,000	
027-0961130-11	20 \$35.0m Treasury Stock (8%, 8 1/2% & 9%) (15/3/88) Maturing 1993, 1998 & 2013	1988	2003	35,000,000	35,000,000		15,000,000	20,000,000	
026-0961131-11	21 \$35m Treasury Stock (30/7/91) (8 3/4, 9% per annum & 1/8%, & 1/4% abve prime)Matur. 1998, 2001, 2002, 2C 1991	1991	1998/2003	35,000,000	35,000,000		35,000,000	0	

COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
SUMMARY/DETAIL AS AT JUNE 30, 2007

ANNEX 9

ACCOUNT NUMBER	LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATUR.	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED IN CURRENT YEAR	AMOUNT REDEEMED AS AT 30-06-06	AMOUNT OUTSTANDING AS AT 30-06-07	SINKING FUND
027-0961135-11	22 \$45.0m Treasury Stock (18/3/93) (5/8, 3/4, 13/16, 7/8, 15/16, 3/16, 1, 3/16, 1 3/16% above prime) Maturing 1999, 2001, 2002, 2003, 2004, 2005, 2008 1993	1999/2008		45,000,000	45,000,000		35,000,000	10,000,000	
027-0961136-11	23 \$47.0m Treasury Stock (24/8/93) (5/8, 11/16, 3/4% above prime) Maturing 2010, 2011 & 2012 1993	2010/12		47,000,000	47,000,000		0	47,000,000	
027-0961137-11	24 \$50.0m Treasury Stock (13/12/90) 1%, 1 1/8%, 1 1/4%, 1 3/8%, & 1 1/2% above prime rate Maturing 1997, 20 1990 2001, 2004 & 2005	1997/2005		50,000,000	50,000,000		50,000,000	0	
027-0961138-11	25 \$55.0m Treasury Stock (25/04/94) (5 7/8%, 6 3/8%, 6 5/8%, 6 3/4% & 7% Maturing 2007, 2008, 2009, 20 1994 & 2011	2007/11		55,000,000	55,000,000	5,000,000	0	50,000,000	
027-0961139-11	26 \$65.0M Treasury stock (5 3/4%, 5 7/8%, 6%, & 6 5/8, 1994 (20/09/94) Maturing 2007, 2008, 2009 & 2014	2007/14		65,000,000	65,000,000		0	65,000,000	
027-0961140-11	27 \$25.0m Treasury Stock (18/05/95) (1% above prime) 1995 Maturing 2013	2013		25,000,000	25,000,000		0	25,000,000	
027-0961141-11	28 \$29.0m Treasury Stock (14/6/95) (13/16 & 7/8 above prime) Maturing 2010 & 2011	2010/11		29,000,000	29,000,000		0	29,000,000	
027-0961142-11	29 \$30.0m Treasury Stock (26/2/96) (7/8, 1 1/16, 1 1/8% above prime) Maturing 2010, 2013 & 2014 1996	2010/14		30,000,000	30,000,000		0	30,000,000	
027-0961143-11	30 \$40.0m Treasury Stock (07/5/96) (11/16, 3/4, 13/16, 15/16% above prime) Maturing 2007, 2008, 2009, 20 1996	2007/11		40,000,000	40,000,000	10,000,000	0	30,000,000	
027-0961144-11	31 \$40.0m Treasury Stock (13/06/96) (1 1/16, 1 1/8, 1 3/16, 1 1/4 % above prime) 2014, 2015, 2016 & 2017 1996	2014/17		40,000,000	40,000,000		0	40,000,000	

COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
SUMMARY/DETAIL AS AT JUNE 30, 2007

ACCOUNT NUMBER	LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATUR.	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED IN CURRENT YEAR	AMOUNT REDEEMED AS AT 30-06-06	AMOUNT REDEEMED OUTSTANDING AS AT 30-06-07	AMOUNT AS AT SINKING FUND
027-0961145-11	32 \$50.0m Treasury Stock (15/07/97) (17/32%, 9/16%, 19/32%, 5/8% above prime) maturing 2014, 2015 2016 & 2017	15/07/97	2014/17	50,000,000	50,000,000	0	0	50,000,000	0
027-0961146-11	33 \$50.0m Treasury Stock (15/10/97) (1 1/8%, 1 3/16%, 1 1/4% above prime rate) maturing 2015, 2016 & 2017	15/10/97	2015/17	50,000,000	50,000,000	0	0	50,000,000	0
027-0961147-11	34 \$21.0m Treasury Stock (08/4/98) (7/16%, & 1/2% abc prime rate) Maturing 2012 & 2014	08/4/98	2012/14	21,000,000	21,000,000	0	0	21,000,000	0
027-0961148-11	35 \$50.0m Treasury Stock (10/8/98) (3/8%, 15/32%, 9/16% & 19/32% above prime rate) Maturing 2011, 2014 2017, & 2018	10/8/98	2011/18	50,000,000	50,000,000	0	0	50,000,000	0
027-0961149-11	36 \$26.0m Treasury Stock (26/2/99) (7/32%, 5/16% & 9/16% above prime rate) Maturing 2007, 2010, & 2018	26/2/99	2007/18	26,000,000	26,000,000	10,000,000	0	16,000,000	0
027-0961150-11	37 \$30.0m Treasury Stock (9/32%, 5/16%, & 19/32% above prime rate) Maturing 2008, 2009 & 2018	9/32%	2008/18	30,000,000	30,000,000	0	0	30,000,000	0
027-0961151-11	38 \$20.73m Treasury Stock (1/8%, 5/32% above prime 1 1999 (1/5/99) Maturing 2005 & 2006	1/8%	2005/06	20,730,000	20,730,000	0	20,730,000	0	0
027-0961152-11	39 \$50.0m Treasury Stock (21/7/99) (7/32%, 9/32%, 3/8 1999 7/16, 15/32% above prime rate) Maturing 2011, 2013, 2016, 2018 & 2019	21/7/99	2011/19	50,000,000	50,000,000	0	0	50,000,000	0
027-0961153-11	40 \$28.0m Treasury Stock (15/11/99) (3/8%, 7/16% & 15/32% above prime rate) Maturing 2016, 2018 & 2 1999	15/11/99	2016/19	28,000,000	28,000,000	0	0	28,000,000	0
027-0961154-11	41 \$30.0M Treasury Stock (21/09/00) (7/16%, 15/32%, 1/2% above prime rate) Maturing 2018, 2019 & 2020 2000	21/09/00	2018/20	30,000,000	30,000,000	0	0	30,000,000	0

COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
SUMMARY/DETAIL AS AT JUNE 30, 2007

ACCOUNT NUMBER	LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATUR.	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED IN CURRENT YEAR	AMOUNT REDEEMED AS AT 30-06-06	AMOUNT OUTSTANDING AS AT 30-06-07	SINKING FUND
027-0961155-11	42 \$25.8M Treasury Stock (27/10/00) (9/32%, 15/32%, & 1/2% above prime rate) Maturing 2013, 2019, & 2020/2000		2013/20	25,800,000	25,800,000	0	0	25,800,000	
027-0961156-11	43 \$34.3M Treasury Stock (30/07/01) (1/2%, 17/32%, & 9/16% above prime rate) Maturing 2019, 2020 & 2021 2001		2019/21	34,300,000	34,300,000	0	0	34,300,000	
027-0961157-11	44 \$40.9478M Treasury Stock (12/12/01) Maturing 2018-2021	2001	2018/21	40,947,800	40,947,800	0	0	40,947,800	
027-0961158-11	45 \$20.465M Treasury Stock (26/04/02) (17/32% & 9/16 APR) Maturing 2020 & 2021	2002	2020/21	20,465,000	20,465,000	0	0	20,465,000	
027-0961159-11	46 \$60.0M Treasury Stock (23/08/02) (1/4, 5/16, 11/32, 3/8, 13/32 APR) Maturing 2017, 2019, 2020, 2021, & 2022		2017/22	60,000,000	60,000,000	0	0	60,000,000	
027-0961160-11	47 \$65.0M Treasury Stock (04/12/02) (3/16, 11/32, 3/8, 13/32 APR) Maturing 2015, 2020, 2021, & 2022		2015/22	65,000,000	65,000,000	0	0	65,000,000	
027-0961161-11	48 \$61.1M Treasury Stock (08/04/03) Maturing 2019, 2021, 2021, 2022 & 2023)	2003	2019/23	61,100,000	61,100,000	0	0	61,100,000	
027-0961162-11	49 \$75.0M Treasury Stock (21/07/03) Maturing 2014-2023	2003	2014/23	75,000,000	75,000,000	0	0	75,000,000	
027-0961163-11	50 \$23.2898M Treasury Stock (09/02/04) Maturing 2023-2024	2004	2023/24	23,289,800	23,289,800	0	0	23,289,800	
027-0961164-11	51 \$100.0M Treasury Stock (29/07/04) Maturing 2015-2024	2004	2015/24	100,000,000	100,000,000	0	0	100,000,000	
027-0961165-11	52 \$100.0M Treasury Stock (22/10/04) Maturing 2015-2024	2004	2015/24	100,000,000	100,000,000	0	0	100,000,000	

COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
SUMMARY/DETAIL AS AT JUNE 30, 2007

ACCOUNT NUMBER	LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATUR.	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED IN CURRENT YEAR	AMOUNT REDEEMED AS AT 30-06-06	AMOUNT OUTSTANDING AS AT 30-06-07	SINKING FUND
027-0961166-11 53	\$40.0M Treasury Stock (27/04/05) Maturing 2022-2025	2005	2022/25	40,000,000	40,000,000	0	0	40,000,000	
027-0961167-11 54	\$40.4666M Treasury Stock (28/06/05) Maturing 2020-2025	2005	2020/25	40,466,600	40,466,600	0	0	40,466,600	
027-0961168-11 55	\$75.0M Treasury Stock (07/09/05) Maturing 2021-2025	2005	2021/25	75,000,000	75,000,000	0	0	75,000,000	
027-0961169-11 56	\$75.0M Treasury Stock (18/01/06) Maturing 2021-2026	2006	2021/26	75,000,000	75,000,000	0	0	75,000,000	
027-0961170-11 57	\$25.894M Treasury Stock (30/06/05) Maturing 2025	2005	2025	25,894,000	25,894,000	0	0	25,894,000	
027-0961171-11 58	\$51.645M Treasury Stock (04/05/06) Maturing 2024-2026	2006	2024/26	51,645,000	51,645,000	0	0	51,645,000	
027-0961172-11 59	\$100M Treasury Stock (22/09/06) Maturing 2021-26	2006	2021/26	100,000,000	100,000,000	0	0	100,000,000	
027-0961173-11 60	\$50M Treasury Stock (28/03/07) Maturing 2026-2027	2007	2026/27	50,000,000	50,000,000	0	0	50,000,000	
027-0961174-11 61	\$45.284M Treasury Stock (09/05/07) Maturing 2027	2007	2027	45,284,000	45,284,000	0	0	45,284,000	
				2,356,822,200	2,345,078,200	75,000,000	384,886,000	1,855,192,200	
TOTAL									

COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
SUMMARY/DETAIL AS AT JUNE 30, 2007

ACCOUNT NUMBER	LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATUR.	AMOUNT AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN	AMOUNT REDEEMED IN CURRENT YEAR	AMOUNT REDEEMED AS AT 30-06-06	AMOUNT OUTSTANDING AS AT 30-06-07	SINKING FUND
LOANS SYNDICATED IN BAHAMIAN DOLLARS									
027-0961001-11 1	Central Bank of the Bahamas Advances			92,216,986	86,987,608	15,000,000	0	71,987,608	
027-0961003-11 2	Treasury Bills			230,542,465	202,469,000		0	202,469,000	
027-0963401-11 3	5% HARCOURT MALCOLM Property Loan 1962/2023	1964	2023	245,714	245,714		0	245,714	172,522
027-963420-11 4	Bank of Montreal Purchase Loan 7130 Bank of The Bahamas	1991		10,000,000	10,000,000		5,000,000	5,000,000	
027-0963421-11 5	Peoples Penny Savings Bank Loan 7681 Bank of The Bahamas	1991		5,000,000	5,000,000	1,500,000	2,000,000	1,500,000	
031-0711200-12 6	First Caribbean Int'l. Bank RBP Communication System Loan	2005	2011	9,031,153	6,773,365	1,806,000	904,153	4,063,212	
				347,035,318	311,475,686	18,306,000	7,904,153	285,265,533	172,522
TOTAL									

COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
SUMMARY/DETAIL AS AT JUNE 30, 2007

ACCOUNT NUMBER	LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATUR.	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED IN CURRENT YEAR	AMOUNT REDEEMED AS AT 30-06-06	AMOUNT OUTSTANDING AS AT 30-06-07	SINKING FUND
LOANS SYNDICATED IN U.S. DOLLARS AND OTHER CURRENCIES									
027-0963430-11 1	HOTEL CORPORATION LOAN VARIOUS BANKS	1992		44,598,403	44,598,403		44,598,403	0	
027-0964551-11 2	US\$10.2m Development Bonds(\$23.5m) (1 3/4 & 2% above N.Y. prime)	1992	1999/2002	10,200,000	10,200,000		10,200,000	0	
027-0964553-11 3	US\$25.0m Bond Issue (CIBC, RBC, BNS, BOB, Citibank & Barclays Bank)	1995	1999/2003	25,000,000	25,000,000		25,000,000	0	
027-0966052-11 4	Caribbean Development Bank South Andros Docking Facility 2/OR-BAH	1986	2001	3,280,000	2,627,683	4,350	2,623,333	0	
027-0966053-11 5	Caribbean Development Bank Exuma Airport I/OR-BAH	1986	2001	5,690,000	5,690,000		5,690,000	0	
027-0964554-11 6	US\$50.0m Bond Issue (1997) 2002-2007	1997	2007	50,000,000	50,000,000	25,000,000	25,000,000	0	
027-0966076-11 * 7	InterAmerican Development Bank BAH DEV. BANK-LOAN # 0546/OC-BH	1994	2004	6,000,000	5,450,910		5,450,910	0	
027-0966077-11 8	Road Improvement & Rehabilitation (CDB Loan no: 5/SFR-OR-BAH)	1992	1997/2012	12,000,000	6,386,704	425,760	3,832,022	2,128,901	
027-0966082-11 9	Inter-American Development Bank 1266/OC-BH Infrastructure Rehabilitation (Hurricane Floyd) (March 21, 2001) 2001	2001		21,000,000.00	18,056,350	1,032,585	958,899	16,064,866	
027-0966083-11 10	Inter-American Development Bank 1320/OC-BH (New 2001 Providence Transport Program) (22/10/01)	2001	2021	46,200,000.00	13,519,943.00	802,775	391,934	12,325,234	

COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
SUMMARY/DETAIL AS AT JUNE 30, 2007

ACCOUNT NUMBER	LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATUR.	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED IN CURRENT YEAR	AMOUNT REDEEMED AS AT 30-06-06	AMOUNT OUTSTANDING AS AT 30-06-07	SINKING FUND
027-0966084-11	11 Inter-American Development Bank 1589/OC-BH Land Use Policy Loan	2005	2015	3,500,000	97,147	0	0	97,147	
027-0966706-11	12 Inter-American Development Bank 1617/OC-BH Immediate Response Facility	2005	2025	16,700,000	3,580,521	0	0	3,580,521	
027-0966085-11	13 Inter-American Development Bank 1695/OC-BH Education & Training Loan	2006		18,000,000	0	0	0	0	
027-0966709-11	14 US\$21.0m 848/OC-BH IDB Loan	1995	2020	21,000,000	14,812,469	1,223,117	3,580,885	10,008,467	
027-0966735-11	15 E. E. C. Rural Energy Project (1.0m Disbursed in Euro)	1991	2030	1,442,766	1,442,766	30,163	141,334	1,271,270	
027-0966736-11	16 Food Technology Complex	1982	2021	468,222	468,222	19,680	166,622	281,919	
027-0966795-11	17 IDB 1170/OC-BH Solid Waste Management Loan	2001		23,500,000	16,964,341	987,344	2,290,676	13,686,321	
027-0966796-11	18 IDB 1247/OC-BH Health Sector Strengthening Loan	2003	2008	784,440	784,440	156,888	470,664	156,888	
027-0966764-11	19 \$125.0M Consortium Loan	2002		125,000,000	125,000,000		125,000,000	0	
027-0966765-11	20 \$200.0 M Bond Issue Maturing 2033	2003	2033	200,000,000	200,000,000		0	200,000,000	
027-0966797-11	21 The Export-Import Bank of China *(34,000,000Yuan)	2006	2022	3,500,000	0	0	0	0	
TOTAL				637,863,831	544,679,898	29,682,682	255,395,682	259,601,534	

Loans syndicated in other currencies that are revalued daily will be revalued for the final payment. Amounts are shown in Bahamian Dollars.
The following loans have been fully satisfied. Amount of total repayment appears to be more than actual amount borrowed because of the revaluation factor of the units of account or the conversion of B required for payment: 02709660311-(912.00) 027096670811-(9,524.)

CONTINGENT LIABILITIES AS AT JUNE 30 2007									
LOANS	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY THE LEGISLATURE	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED AS AT 30/06/07	AMOUNT OUTSTANDING AS AT 30/06/07	SINKING FUND	REMARKS	
1) BAHAMASAIR			72,450,000	72,450,000	41,027,238	31,422,762			
2) BAHAMAS DVL.PMT. BANK			85,035,293	66,268,344	13,883,597	54,384,747			
3) BAHAMAS ELECTRICITY CORPORATION			214,431,189	202,113,340	87,191,495	114,921,846			
4) BAHAMAS TLM. COM.			118,728,266	109,000,000	30,653,478	78,346,522			
5) CLIFTON HERIT. AUTH.			24,000,000	24,000,000	0	24,000,000			
6) THE AIRPORT AUTH.			40,000,000	40,000,000	2,454,160	37,545,840			
7) THE BRIDGE AUTH.			28,000,000	28,000,000	0	28,000,000			
8) THE EDUC. LOAN AUTH.			100,000,000	62,761,068	0	62,761,068			
9) THE HOTEL CORP.			5,749,000	5,749,000	2,734,848	3,014,152			
10) THE MORTG. CORP			166,300,000	166,300,000	0	166,300,000			
11) WATER & SEW. CORP.			41,741,060	45,365,334	19,606,606	25,758,728			
TOTAL			895,434,808	824,007,086	197,551,421	626,455,665			

CONTINGENT LIABILITIES
AS AT
JUNE 30 2007

LOANS

DATE OF ISSUE

DATE OF MATURITY

AMOUNT OF LOAN AUTHORIZED BY THE LEGISLATURE

AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED

AMOUNT REDEEMED AS AT 30/06/07

AMOUNT OUTSTANDING AS AT 30/06/07

SINKING FUND

REMARKS

BAHAMASAIR HOLDINGS LIMITED

EXPORT DEVELOPMENT CORPORATION (EDC)	1990	2001	0	0	0	0	0	0
BANK OF THE BAHAMAS	1991	DEMAND	1,100,000	1,100,000	404,939	695,061		
ROYAL BANK OF CANADA	2002	2009	20,000,000	20,000,000	11,428,572	8,571,428		
	2002	2007	5,000,000	5,000,000	4,137,118	862,882		
SCOTIABANK	2003	2011	7,250,000	7,250,000	2,589,278	4,660,722		
	2004	2009	3,400,000	3,400,000	1,020,000	2,380,000		
NATIONAL INSURANCE	1989	1996	6,000,000	6,000,000	0	6,000,000		
RBC	1998	2005	3,200,000	3,200,000	2,679,474	520,526		
	1997	2004	10,500,000	10,500,000	9,625,000	875,000		
CITIBANK	2002	2009	16,000,000	16,000,000	9,142,858	6,857,142		
BARCLAYS BANK PLC Overdraft			0	0	0	0		
TOTAL			72,450,000	72,450,000	41,027,238	31,422,762		

CONTINGENT LIABILITIES
AS AT
JUNE 30 2007

LOANS

DATE OF ISSUE

DATE OF MATURITY

AMOUNT OF LOAN AUTHORIZED BY THE LEGISLATURE

AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED

AMOUNT REDEEMED AS AT 30/06/07

AMOUNT OUTSTANDING AS AT 30/06/07

SINKING FUND

REMARKS

BAHAMA DEVLPMT BANK									
CARIBBEAN DEVLPMT BANK (6TH LINE)	18/05/01	07/05/13	10,000,000	6,906,499	3,116,770	3,789,729			
EUROPEAN ECONOMIC COMMUNITY	30/05/79	09/20	535,293	535,293	240,916	294,376			
BDB BONDS	30/09/05	30/01/26	25,000,000	13,000,000	0	13,000,000			
BDB BONDS	28/11/00	28/11/25	25,000,000	25,000,000	0	25,000,000			
INTERAMERICAN DEVELOPMENT BANK (3RD LINE)	09/03/99	03/2013	7,000,000	5,326,552	2,421,160	2,905,392			
CARIBBEAN DEVELOPMENT BANK (3RD LINE)	07/08/92	06/2012	7,000,000	7,000,000	4,492,250	2,507,750			
CENTRAL BK #1 (\$2.5M)	10/01/85	07/2009	2,500,000	2,500,000	2,187,500	312,500			
CENTRAL BK #2 (\$3.0M)	21/04/93	04/2018	3,000,000	3,000,000	1,425,000	1,575,000			
CENTRAL BK #4 (\$5.0M)	18/10/99	04/2024	5,000,000	5,000,000	0	5,000,000			
TOTAL			85,035,293	68,266,344	13,883,597	54,384,747			

CONTINGENT LIABILITIES
AS AT
JUNE 30 2007

LOANS	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY THE LEGISLATURE	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED AS AT 30/06/07	AMOUNT OUTSTANDING AS AT 30/06/07	SINKING FUND	REMARKS
BAHAMAS ELECTRICITY CORPORATION								
INTER-AMERICAN DEVELOPMENT BANK LOAN (# 964)			56,000,000	43,682,151	43,682,151	0		Refinanced
BANK OF NOVA SCOTIA BANK OVERDRAFT			0	0	0	0		
NATIONAL INSURANCE BOARD \$10M	1989	2009	10,000,000	10,000,000	4,553,000	5,447,000		
INTER-AMERICAN DEVELOPMENT BANK (#560)	1990		0	0	0	0		Refinanced
EUROPEAN INVESTMENT BANK	1996	2011	20,431,189	20,431,189	10,156,344	10,274,846		
BANK OF NOVA SCOTIA US\$ 35M CONSORTIUM	1991		0	0	0	0		
INTER-AMERICAN DEVELOPMENT BANK (#659)	1993		0	0	0	0		Refinanced
INTER-AMERICAN DEVELOPMENT BANK (#660)	1993		0	0	0	0		Refinanced
SBL,CIT,FCB,RBC,BOB	2003	2009	128,000,000	128,000,000	28,800,000	99,200,000		Refinanced loans
CROWN AGENTS, UK (REVOLVING CREDIT FACILITY (900,000.00 pounds))					0	0		
TOTAL			214,431,189	202,113,340	87,191,495	114,921,846		

CONTINGENT LIABILITIES AS AT JUNE 30 2007									
LOANS	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY THE LEGISLATURE	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED AS AT 30/06/07	AMOUNT OUTSTANDING AS AT 30/06/07	SINKING FUND	REMARKS	
BAHAMAS TELECOMMUNICAT. COMPANY LIMITED									
FIRST CARIBBEAN BK.	01/04/03	01/01/07	27,000,000	27,000,000	21,337,500	5,062,500		DSL Loan	
FIRST CARIBBEAN BK.	01/04/05	01/04/08	22,000,000	22,000,000	8,715,978	13,284,022		GSN Loan	
CITIBANK/FCIB/SCOTIA	11/15/13	02/15/13	60,000,000	60,000,000	0	60,000,000		BDSN Loan	
OTHER GOVT. ORGANIZ.			4,467,319						
FRGN. CREDITORS			4,627,502						
DOMEST. CREDITORS			633,445						
TOTAL			118,728,266	109,000,000	30,653,478	78,346,522			

CONINGENI LIABILITIES
AS AT
JUNE 30 2007

LOANS	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY THE LEGISLATURE	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED AS AT 30/06/07	AMOUNT OUTSTANDING AS AT 30/06/07	SINKING FUND	REMARKS
THE CLIFTON HERITAGE AUTHORITY BGRS			24,000,000	24,000,000	0	24,000,000		Resolution of the House of Assembly
TOTAL			24,000,000.00	24,000,000.00	0	24,000,000.00		
THE AIRPORT AUTHORITY RBC-\$40M AIRSIDE IMPRVMT. PROJECT BGRS		2004	40,000,000	40,000,000	2,454,160	37,545,840		Resolution of the House of Assembly
			40,000,000	40,000,000	2,454,160	37,545,840		
THE BRIDGE AUTHORITY BGRS		1999	28,000,000	28,000,000	0	28,000,000		
		2014/ 2029	28,000,000	28,000,000	0	28,000,000		

CONINGENI LIABILITIES
AS AT
JUNE 30 2007

LOANS	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY THE LEGISLATURE	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED AS AT 30/06/07	AMOUNT OUTSTANDING AS AT 30/06/07	SINKING FUND	REMARKS
THE EDUCATION AUTHORITY								
Various Banks	2002		100,000,000	62,761,068	0	62,761,068		Resolution of the House of Assembly
TOTAL			100,000,000	62,761,068	0	62,761,068		
THE HOTEL CORPORATION								
Overdraft Facility	1991		500,000	500,000	0	500,000		Resolution of the House of Assembly
Grd water & environmental svcs.			5,249,000	5,249,000	2,734,848	2,514,152		
TOTAL			5,749,000	5,749,000	2,734,848	3,014,152		
THE MORTGAGE CORP.								
Serial Bonds			166,300,000	166,300,000	0	166,300,000		
TOTAL			166,300,000	166,300,000	0	166,300,000		

CONINGENI LIABILITIES AS AT JUNE 30 2007									
LOANS	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY THE LEGISLATURE	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED AS AT 30/06/07	AMOUNT OUTSTANDING AS AT 30/06/07	SINKING FUND	REMARKS	
WATER & SEWERAGE CORPORATION									
INTERNATIONAL BANK FOR FAMILY ISLAND PORTABLE WATER	1999	2024	14,000,000	10,632,274	1,901,954	8,730,320		Resolution of the House of Assembly	
INTERNATIONAL BANK FOR RECONSTRUCTION & DEVELOPMENT (LOAN NO. 2756-BM)	1987	2001	0	0	0	0		Resolution of the House of Assembly	
CARIBBEAN DEVELOPMENT BANK (LOAN # 1)	1976	1998	3,245,060	3,237,060	3,237,060	0		Resolution of the House of Assembly	
CARIBBEAN DEVELOPMENT BANK (LOAN # 2)	1987	2008	4,500,000	4,500,000	4,500,000	0		Resolution of the House of Assembly	
NATIONAL INSURANCE BOARD (LOAN #1)	1984	2004	4,296,000	4,296,000	337,161	3,958,839		Resolution of the House of Assembly	
NATIONAL INSURANCE BOARD (LOAN # 2)	1987	2010	1,200,000	1,200,000	0	1,200,000		Resolution of the House of Assembly	
EUROPEAN INVESTMENT BANK	1986	2004	ECUS 8,500,000 7,000,000	14,000,000	5,630,431	8,369,569		Resolution of the House of Assembly	
BANK CARIBBEAN DEVELOPMENT BANK (LOAN #3)	1993	2015	7,500,000	7,500,000	4,000,000	3,500,000		House of Assembly Loan agreement dated 22 March 1993.	
TOTAL			41,741,060	45,365,334	19,606,606	25,750,720			

ANNEX 11

G O V E R N M E N T O F T H E C O M M O N W E A L T H O F T H E B A H A M A S

RECURRENT ACCOUNTS 2006/2007

REVENUE BY HEAD

HEAD	DESCRIPTION	ESTIMATED REVENUE 2006/2007	ACTUAL REVENUE 2006/2007	OVER THE ESTIMATES	UNDER THE ESTIMATES	REMARKS
901	IMPORT AND EXPORT DUTIES	576,597,000.00	521,518,131.93	.00	55,078,868.07	
903	PROPERTY TAX	70,000,000.00	79,061,436.51	9,061,436.51	.00	
904	MOTOR VEHICLE TAX	32,000,000.00	27,883,049.32	.00	4,116,950.68	
905	GAMING TAX	27,000,000.00	13,859,930.43	.00	13,140,069.57	
906	TOURISM TAX	114,000,000.00	102,808,306.35	.00	11,191,693.65	
907	STAMP TAX	290,057,000.00	371,145,883.68	81,088,883.68	.00	
908	COMPANY FEES	28,000,000.00	24,609,524.04	.00	3,390,475.96	
909	BANK AND TRUST COMPANY FEES	11,800,000.00	9,556,650.00	.00	2,243,350.00	
910	INSURANCE COMPANY FEES	16,000,000.00	22,398,391.50	6,398,391.50	.00	
911	OTHER TAXES	2,300,000.00	4,268,907.63	1,968,907.63	.00	
	TAX REVENUE SUB-TOTAL.....	1,167,754,000.00	1,177,110,211.39	98,517,619.32	89,161,407.93	
919	FEES AND SERVICE CHARGES	115,746,000.00	118,943,351.55	3,197,351.55	.00	
920	REVENUE FROM GOVERNMENT PROPER	17,706,000.00	15,725,701.00	.00	1,980,299.00	
921	INTEREST AND DIVIDENDS	35,994,000.00	35,389,220.23	.00	604,779.77	
922	REIMBURSEMENT AND LOAN REPAYME	800,000.00	134,932.00	.00	665,068.00	
923	SERVICE OF A COMMERCIAL NATURE	9,000,000.00	6,828,147.83	.00	2,171,852.17	
	NON-TAX REVENUE SUB-TOTAL.....	179,246,000.00	177,021,352.61	3,197,351.55	5,421,998.94	
	TOTAL REVENUE.....	1,347,000,000.00	1,354,131,564.00	101,714,970.87	94,583,406.87	
	REVENUE OVER THE ESTIMATE		7,131,564.00			

ANNEX 12

G O V E R N M E N T O F T H E C O M M O N W E A L T H O F T H E B A H A M A S

RECURRENT ACCOUNTS 2006/2007

EXPENDITURE BY HEAD

PAGE NO.: 1

HEAD	MINISTRY/DEPARTMENT	APPROVED ESTIMATE & SUPP. APPROP. 2006/2007	ACTUAL EXPENDITURE 2006/2007	OVER THE ESTIMATE	UNDER THE ESTIMATE	SUPP. APPROP. AUTHORIZED
1	THE GOVERNOR GENERAL & STAFF	1,280,822.00	1,231,568.80	.00	49,253.20	74,600.00
2	THE SENATE	266,340.00	217,008.88	.00	49,331.12	.00
3	THE HOUSE OF ASSEMBLY	2,529,468.00	2,222,218.48	.00	307,249.52	.00
4	THE DEPARTMENT OF THE AUDITOR-GENERAL	2,655,586.00	1,902,720.89	.00	752,865.11	.00
5	DEPARTMENT OF PUBLIC SERVICE	88,332,257.78	85,643,417.33	.00	2,688,840.45	9,527,054.78
6	CABINET OFFICE	4,778,470.00	4,019,356.22	.00	759,113.78	.00
7	OFFICE OF THE ATTORNEY-GENERAL AND MINIS	13,205,329.55	12,830,802.55	.00	374,527.00	2,459,934.55
8	JUDICIAL DEPARTMENT	9,973,198.00	7,997,595.51	.00	1,975,602.49	.00
9	COURT OF APPEAL	2,603,495.00	2,011,483.28	.00	592,011.72	100,000.00
10	REGISTRAR-GENERAL'S DEPARTMENT	4,657,602.27	4,234,081.03	.00	423,521.24	1,292,378.27
11	PRISON DEPARTMENT	19,198,388.00	17,806,809.01	.00	1,391,578.99	1,155,936.00
12	PARLIAMENTARY REGISTRATION DEPARTMENT	5,653,348.00	4,158,124.35	.00	1,495,223.65	.00
13	MINISTRY OF FOREIGN AFFAIRS & THE PUBLIC	21,105,795.45	19,903,245.79	.00	1,202,549.66	568,554.45
14	OFFICE OF THE PRIME MINISTER	23,701,418.05	19,305,680.95	.00	4,395,737.10	770,427.05
15	OFFICE OF THE DEPUTY PRIME MINISTER	1,040,699.01	919,327.92	.00	121,371.09	51,970.01
16	BAHAMAS INFORMATION SERVICES	2,295,449.00	2,173,416.08	.00	122,032.92	.00
17	GOVERNMENT PRINTING DEPARTMENT	2,327,451.00	1,957,184.31	.00	370,266.69	56,900.00
18	DEPARTMENT OF LOCAL GOVERNMENT	21,416,359.00	20,413,510.63	.00	1,002,848.37	85,416.00
19	DEPARTMENT OF PHYSICAL PLANNING	770,810.00	614,714.51	.00	156,095.49	.00
20	DEPARTMENT OF LANDS AND SURVEYS	2,463,338.00	1,954,934.29	.00	508,403.71	.00
21	MINISTRY OF FINANCE	41,149,632.00	30,224,449.19	.00	10,925,182.81	7,258,080.00

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS

RECURRENT ACCOUNTS 2006/2007

EXPENDITURE BY HEAD

PAGE NO.: 2

HEAD	MINISTRY/DEPARTMENT	APPROVED ESTIMATE & SUPP. APPROP. 2006/2007	ACTUAL EXPENDITURE 2006/2007	OVER THE ESTIMATE	UNDER THE ESTIMATE	SUPP. APPROP. AUTHORIZED
22	TREASURY DEPARTMENT	10,182,166.63	9,868,299.06	.00	313,867.57	833,023.63
23	CUSTOMS DEPARTMENT	30,339,655.29	29,322,409.15	.00	1,017,246.14	1,982,645.29
24	DEPARTMENT OF STATISTICS	3,888,849.00	3,600,290.73	.00	288,558.27	.00
25	MAGISTRATE'S COURTS	5,961,004.00	5,132,662.24	.00	828,341.76	.00
26	PUBLIC DEBT SERVICING - INTEREST	141,359,121.00	135,934,131.35	.00	5,424,989.65	.00
27	PUBLIC DEBT SERVICING - REDEMPTION	106,198,568.00	106,184,168.38	.00	14,399.62	3,564,000.00
29	MINISTRY OF NATIONAL SECURITY	1,444,660.00	1,117,523.23	.00	327,136.77	.00
30	DEPARTMENT OF IMMIGRATION	16,578,498.00	15,946,246.38	.00	632,251.62	277,200.00
31	ROYAL BAHAMAS POLICE FORCE	110,527,025.99	110,079,526.88	.00	447,499.11	2,127,370.99
32	ROYAL BAHAMAS DEFENCE FORCE	40,687,254.00	37,700,723.34	.00	2,986,530.66	.00
33	MINISTRY OF WORKS & UTILITIES	8,073,063.00	6,810,882.05	.00	1,262,180.95	100,000.00
34	DEPARTMENT OF PUBLIC WORKS	19,837,840.00	17,294,356.86	.00	2,543,483.14	.00
35	DEPARTMENT OF EDUCATION	180,840,015.85	178,490,720.39	.00	2,349,295.46	6,429,752.85
36	BAHAMAS TECHNICAL & VOCATIONAL INSTITUTE	5,707,662.37	5,454,789.90	.00	252,872.47	450,079.37
37	DEPARTMENT OF ARCHIVES	2,269,509.00	1,808,795.19	.00	460,713.81	.00
38	MINISTRY OF EDUCATION, SCIENCE & TECHNOL	43,283,619.93	40,049,396.75	.00	3,234,223.18	8,576,357.93
39	COLLEGE OF THE BAHAMAS	22,751,530.00	22,751,530.00	.00	.00	2,790,397.00
40	MINISTRY OF TRANSPORT & AVIATION	10,474,316.00	9,612,760.90	.00	861,555.10	.00
41	THE SIMPSON PENN CENTRE FOR BOYS	1,086,904.00	989,247.15	.00	97,656.85	.00
42	THE WILLMAE PRATT CENTRE FOR GIRLS	994,008.00	853,734.98	.00	140,273.02	.00
43	MINISTRY OF SOCIAL SERVICES & COMMUNITY	3,219,586.00	2,652,259.93	.00	567,326.07	.00

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS

RECURRENT ACCOUNTS 2006/2007

EXPENDITURE BY HEAD

PAGE NO.: 3

HEAD	MINISTRY/DEPARTMENT	APPROVED ESTIMATE & SUPP. APPROP. 2006/2007	ACTUAL EXPENDITURE 2006/2007	OVER THE ESTIMATE	UNDER THE ESTIMATE	SUPP. APPROP. AUTHORIZED
44	DEPARTMENT OF SOCIAL SERVICES	28,092,738.00	26,288,670.35	.00	1,804,067.65	1,739,730.00
45	DEPARTMENT OF HOUSING	1,357,080.44	1,282,836.42	.00	74,244.02	71,279.44
47	MINISTRY OF YOUTH, SPORTS & HOUSING	13,442,270.00	11,818,391.91	.00	1,623,878.09	870,608.00
48	DEPARTMENT OF LABOUR	2,589,517.00	2,350,623.74	.00	238,893.26	.00
49	MINISTRY OF FINANCIAL SERVICES & INVESTM	4,364,007.05	3,695,208.50	.00	668,798.55	576,109.05
50	MINISTRY OF IMMIGRATION, LABOUR & TRAINI	1,359,233.00	1,112,875.23	.00	246,357.77	.00
51	POST OFFICE DEPARTMENT	8,541,789.44	8,239,313.78	.00	302,475.66	119,208.44
52	Department Of Civil Aviation	11,832,696.00	10,671,510.68	.00	1,161,185.32	978,750.00
53	PORT DEPARTMENT	7,460,607.00	6,639,117.06	.00	821,489.94	437,245.00
54	DEPARTMENT OF ROAD TRAFFIC	6,158,210.00	5,418,509.21	.00	739,700.79	.00
55	DEPARTMENT OF METEOROLOGY	2,662,829.00	2,344,383.18	.00	318,445.82	.00
56	MINISTRY OF AGRICULTURE & MARINE RESOURC	4,159,033.00	3,695,463.99	.00	463,569.01	.00
57	Department Of Agriculture	7,569,522.00	6,846,377.11	.00	723,144.89	.00
58	DEPARTMENT OF MARINE RESOURCES	2,393,519.00	2,080,617.03	.00	312,901.97	.00
59	PUBLIC UTILITIES COMMISSION	428,440.00	214,220.00	.00	214,220.00	.00
60	MINISTRY OF HEALTH & NATIONAL INSURANCE	15,531,818.00	15,136,368.11	.00	395,449.89	4,649,561.00
63	THE PUBLIC HOSPITALS AUTHORITY	164,445,539.00	164,445,539.00	.00	.00	21,975,000.00
65	DEPARTMENT ENVIRONMENTAL HEALTH SERVICES	30,809,272.40	30,154,591.49	.00	654,680.91	2,478,750.40
66	DEPARTMENT OF PUBLIC HEALTH	25,871,248.46	25,326,491.56	.00	544,756.90	2,067,013.46
67	MINISTRY OF TOURISM	89,589,572.00	80,184,126.41	.00	9,405,445.59	8,766,301.00
68	THE GAMING BOARD	5,920,458.00	5,661,898.43	.00	258,559.57	.00

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
RECURRENT ACCOUNTS 2006/2007

EXPENDITURE BY HEAD

PAGE NO.: 4

HEAD	MINISTRY/DEPARTMENT	APPROVED ESTIMATE & SUPP. APPROP. 2006/2007	ACTUAL EXPENDITURE 2006/2007	OVER THE ESTIMATE	UNDER THE ESTIMATE	SUPP. APPROP. AUTHORIZED
69	AIRPORT AUTHORITY	9,775,524.00	9,710,135.00	.00	65,389.00	6,775,524.00
71	MINISTRY OF LOCAL GOVERNMENT & CONSUMER	4,067,550.00	2,928,461.46	.00	1,139,088.54	.00
72	MINISTRY OF LABOUR AND THE ENVIRONMENT	2,939,655.00	1,929,685.17	.00	1,009,969.83	110,172.00
TOTAL RECURRENT EXPENDITURE.....:		1,489,472,239.96	1,411,571,519.66	.00	76,900,720.30	102,149,329.96

NET DECREASE UNDER THE ESTIMATE 76,900,720.30

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS

CAPITAL ACCOUNTS 2006/2007

SUMMARY BY HEAD

PAGE NO.: 1

HEAD	PROJECT	APPROVED ESTIMATES & SUPP. APPROP. 2006/2007	RELEASE AUTHORIZED	ACTUAL EXPENDITURE 2006/2007	OVER THE ESTIMATES	UNDER THE ESTIMATES	SUPP. APPROP. AUTHORIZED
43	MINISTRY OF SOCIAL SERVICES & COMMUNITY	1,300,000.00	514,472.00	311,997.79	.00	988,002.21	.00
50	MINISTRY OF IMMIGRATION, LABOUR & TRAINI	814,370.00	814,370.00	718,450.25	.00	95,919.75	.00
56	MINISTRY OF AGRICULTURE, FISHERIES & LOC	2,893,250.00	2,893,250.00	1,737,265.59	.00	1,155,984.41	.00
52	DEPARTMENT OF CIVIL AVIATION	5,133,828.00	2,557,128.00	3,095,391.15	.00	2,038,436.85	875,000.00
20	DEPARTMENT OF LANDS AND SURVEYS	973,118.00	973,118.00	.00	.00	973,118.00	.00
23	CUSTOMS DEPARTMENT	2,600,000.00	1,300,000.00	647,231.13	.00	1,952,768.87	.00
38	MINISTRY OF EDUCATION	43,260,000.00	23,260,000.00	42,953,125.95	.00	306,874.05	20,000,000.00
51	POST OFFICE DEPARTMENT	1,200,000.00	442,380.70	343,303.49	.00	856,696.51	.00
53	PORT DEPARTMENT	3,869,995.00	2,970,000.00	1,624,495.13	.00	2,245,499.87	149,985.00
60	MINISTRY OF HEALTH	1,866,000.00	1,846,000.00	1,861,999.67	.00	4,000.33	20,000.00
47	MINISTRY OF YOUTH, SPORTS & HOUSING	6,145,000.00	4,275,000.00	3,239,189.15	.00	2,905,810.85	.00
31	ROYAL BAHAMAS POLICE FORCE	10,918,437.00	8,535,000.00	10,744,073.36	.00	174,363.64	2,373,437.00
11	PRISON DEPARTMENT	3,282,000.00	3,282,000.00	2,616,522.62	.00	665,477.38	.00
33	MINISTRY OF PUBLIC WORKS	71,292,749.00	63,607,821.00	53,680,112.70	.00	17,612,636.30	7,684,748.00
39	THE COLLEGE OF THE BAHAMAS	1,000,000.00	1,000,000.00	776,948.53	.00	223,051.47	.00
63	PUBLIC HOSPITAL AUTHORITY	8,006,890.00	6,467,890.00	6,467,890.00	.00	1,539,000.00	1,539,000.00
65	DEPT. OF ENVIRONMENTAL HEALTH SERVICES	10,543,391.91	5,615,186.00	10,401,802.04	.00	141,589.87	4,928,205.91
45	DEPARTMENT OF HOUSING	2,843,500.00	2,843,500.00	2,151,831.29	.00	691,668.71	.00
18	DEPARTMENT OF LOCAL GOVERNMENT	3,008,200.00	2,958,200.00	2,906,142.00	.00	102,058.00	50,000.00
21	SUNDRY CAPITAL EXPENDITURE	80,679,461.19	41,062,303.00	78,684,379.46	.00	1,995,081.73	38,212,941.19

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS

CAPITAL ACCOUNTS 2006/2007

SUMMARY BY HEAD

HEAD	PROJECT	APPROVED ESTIMATES & SUPP. APPROP. 2006/2007	RELEASE AUTHORIZED	ACTUAL EXPENDITURE 2006/2007	OVER THE ESTIMATES	UNDER THE ESTIMATES	SUPP. APPROP. AUTHORIZED
32	ROYAL BAHAMAS DEFENCE FORCE	7,540,000.00	7,540,000.00	6,839,944.08	.00	700,955.92	.00
13	MINISTRY OF FOREIGN AFFAIRS & LOCAL GOV'	3,977,593.70	1,888,000.00	3,633,290.10	.00	344,303.60	1,752,593.70
TOTAL		273,147,783.80	186,645,618.70	235,434,485.48	.00	37,713,298.32	77,585,910.80

